

Kingenta Ecological Engineering Group Co., Ltd.

AUDIT REPORT

Wuyige Certified [2015] No.3-00229

WUYIGE CERTIFIED PUBLIC ACCOUNTANTS LLP.



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AUDIT REPORT

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To Shareholders of Kingenta Ecological Engineering Group Co., Ltd.:

We have audited the accompanying financial statements of Kingenta Ecological Engineering Group Co., Ltd. (hereinafter referred to as "the company"), including the consolidated and parent company Balance Sheet as of 31th December, 2014, consolidated and parent company income statement, consolidated and parent company cash flow statement, consolidated and parent company statement of changes in equity of 2014 and notes to financial statements.

I. Management's Responsibility for the Financial Statements

The management of Kingenta Ecological Engineering Group Co., Ltd is responsible for the preparation and fair presentation of these financial statements. This responsibility includes: (1) preparing the financial statements in accordance with the regulations of Accounting Standards for Business Enterprises to realize fair presentation; (2) designing, implementing and maintaining necessary internal control, so as to make the financial statements free from material misstatement, whether due to fraud or error.

II. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the regulations of Auditing Standards for CPAs of China. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial statements. The procedures selected depend on the CPAs' judgment, including the assessment to the risks of material misstatement of the financial



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statements, whether due to fraud or error. In making those risk assessments, the CPAs consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

III. Audit Opinion

In our opinion, the financial statements of Kingenta Ecological Engineering Group Co., Ltd present fairly, in all material respects, the company's and consolidated financial position as of 31 December 2014, and the company's and consolidated results of operations and cash flows for the year then ended in accordance with Accounting Standards for Business Enterprises.

WUYIGE CERTIFIED PUBLIC ACCOUNTANTS LLP.

(Special General Partnership)

CPA: Wu Jinfeng

Beijing, China

CPA: Gao Haitao

Apr. 15, 2015



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Consolidated Balance Sheet

Kingenta Ecological Engineering Group Co.,
Ltd.

December 31, 2014

Unit: RMB Yuan

Assets	Notes	Ending Balance	Beginning Balance
Currents Assets			
Monetary fund	5.1	1,645,078,701.11	815,056,959.62
Financial assets measured at fair value and of which the changes are recorded into current profits and loss			
Derivative financial assets			
Notes receivable	5.2	35,571,037.00	44,265,903.10
Accounts receivable	5.3	17,246,043.16	4,077,530.46
Advance payments	5.4	2,382,010,851.75	1,294,305,230.90
Interest receivable		5,069,888.80	
Dividends receivable		4,535,249.80	
Other receivables	5.5	45,581,005.18	44,251,295.32
Inventories	5.6	1,751,428,374.64	2,243,230,140.39
Assets holding for sale	5.7		
Non-current assets due within one year			
Other current Assets	5.8	103,291,516.35	
Total Current Assets		5,989,812,667.79	4,445,187,059.79
Non-current Assets:			
Financial assets available for sale			
Held to maturity investments			
Long-term receivables			
Long-term equity	5.9	92,594,550.54	105,275,997.52
Investment properties			
Fixed assets	5.10	2,287,658,772.59	1,651,275,758.80
Construction in progress	5.11	1,937,545,110.79	1,608,208,839.80
Engineering materials and equipment	5.12	37,834,800.52	106,018,690.67
Liquidation of fixed assets			
Productive biological asset			
Oil-and-gas assets			



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Intangible assets	5.13	364,223,918.97	376,301,714.13
Development expenditures			
Goodwill	5.14	11,718,634.95	11,718,634.95
Long-term unamortized	5.15	300,000.00	
Deferred income tax assets	5.16	2,727,634.52	5,277,429.09
Other non-current assets	5.17	286,878,294.80	390,686,362.65
Total non-current assets		5,021,481,717.68	4,254,763,427.61
Total assets		11,011,294,385.47	8,699,950,487.40

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo

Consolidated Balance Sheet (Continued)

Kingenta Ecological Engineering Group Co.,
Ltd.

December 31, 2014

Unit: RMB Yuan

Assets	Notes	Ending Balance	Beginning Balance BBBalance
Current Liabilities			
Short-term loans	5.18	260,000,000.00	
Financial assets measured at fair value and of which the changes are recorded into current profits and loss			
Derivative financial liabilities			
Note payables	5.19	396,239,092.50	455,901,861.00
Account payables	5.20	552,424,225.53	726,334,879.31
Advance payments	5.21	1,126,924,277.51	1,283,129,044.23
Employee benefits payable	5.22	87,220,617.50	57,341,187.37
Tax and expenses payable	5.23	12,362,302.81	-36,248,281.97
Interest payable	5.24	14,969,038.74	16,934,247.45
Dividend payable			
Other payables	5.25	250,191,022.57	232,848,573.46
Liabilities holding for sale			
Non-current liabilities due within one year	5.26	499,223,226.14	498,342,010.01
Other current liabilities			



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Total current liabilities		3,199,553,803.30	3,234,583,520.86
Non-current Liabilities			
Long term loans	5.27	730,757,403.30	736,216,353.25
Bond payables	5.28		497,595,465.13
Including: Preferred stock			
Perpetual capital			
Long-term payables			
Long-term employee benefits payable			
Special payables			
Estimated liabilities			
Deferred income	5.29	87,411,173.80	77,242,023.65
Deferred tax liabilities	5.16	3,490,018.51	3,992,202.40
Other non-current liabilities			
Total current liabilities		821,658,595.61	1,315,046,044.43
Total liabilities		4,021,212,398.91	4,549,629,565.29
Shareholder's Equity :			
Capital stock	5.30	781,422,924.00	700,000,000.00
Other equity instruments			
Including: Preferred stock			
Perpetual capital			
Capital reserve	5.31	3,262,817,284.51	1,308,575,434.23
Subtract: Treasury stock			
Other comprehensive income			
Special reserve			
Surplus reserve	5.32	246,085,526.43	194,682,466.98
Undistributed profits	5.33	2,597,884,012.06	1,881,288,627.10
Total shareholder's equity attributable to the company		6,888,209,747.00	4,084,546,528.31
Minority interests		101,872,239.56	65,774,393.80



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Total shareholder's equity		6,990,081,986.56	4,150,320,922.11
Total liabilities and shareholder's equity		11,011,294,385.47	8,699,950,487.40

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo

Parent Company Balance Sheet

Kingenta Ecological Engineering Group Co.,
Ltd.

December 31, 2014

Unit: RMB Yuan

Assets	Notes	Ending Balance	Beginning Balance
Current Assets			
Monetary fund		718,438,869.88	587,913,860.15
Financial Assets measured at fair value and of which the changes are recorded into current profit and loss			
Derivative financial assets			
Notes receivable		11,298,000.00	
Account receivable	14.1	4,655,337.77	
Advance payment		1,572,096,621.45	735,521,976.31
Interest receivable		1,968,777.69	
Dividend receivable			
Other receivables	14.2	208,282,653.87	238,392,886.86
Inventories		672,664,384.70	944,215,395.74
Assets holding for sale			
Non-current assets due within 1 year			
Other current assets		27,456,711.98	
Total current assets		3,216,861,357.34	2,506,044,119.06
Non-current Assets			
Financial assets available for sale			
Held to maturity investments			
Long-term receivables			
Long-term equity	14.3	4,009,573,475.00	2,570,895,675.00
Investment properties			
Fixed assets		1,106,390,433.29	1,084,756,546.76
Construction in progress		272,682,455.08	218,854,695.36
Engineering materials and equipment			
Liquidation of fixed assets			



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Productive biological asset			
Oil-and-gas assets			
Intangible assets		117,026,859.83	115,441,293.59
Development expenditures			
Goodwill			
Long-term unamortized			
Deferred income tax assets		323,718.00	467,810.83
Other non-current assets		102,212,963.50	108,850,270.50
Total non-current assets		5,608,209,904.70	4,099,266,292.04
Total assets		8,825,071,262.04	6,605,310,411.10

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo

Parent Company Balance Sheet (Continued)

Kingenta Ecological Engineering Group Co., Ltd. December 31, 2014

Unit: RMB Yuan

Liabilities and Shareholder's Equity	Notes	Ending Balance	Beginning Balance
Current Liabilities:			
Short-term loans			
Financial assets measured at fair value and of which the changes are recorded into current profits and loss			
Derivative financial assets			
Notes receivable		235,749,292.50	130,823,081.00
Account receivable		232,111,685.27	334,009,908.26
Advance payment		529,767,717.37	570,692,112.79
Employee benefits payable		33,082,494.89	25,534,966.13
Tax and expenses payable		2,986,354.05	-12,358,784.21
Interest payable		13,569,863.05	15,712,328.73
Dividend payable			
Other payables		1,315,401,783.23	1,033,642,436.62
Liabilities holding for sale		-	-
Non-current liabilities due within one year		499,223,226.14	498,342,010.01
Other-current Assets			
Total current assets		2,861,892,416.50	2,596,398,059.33
Non-current Liabilities			



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Long term loans			
Bond payables			497,595,465.13
Including: Preferred stock			
Perpetual capital			
Long-term payables			
Long-term employee benefits payable			
Special payables			
Estimated liabilities			
Deferred income	80,232,133.80		73,308,823.65
Deferred tax liabilities			
Other non-current liabilities			
Total non-current liabilities	80,232,133.80		570,904,288.78
Total liabilities	2,942,124,550.30		3,167,302,348.11
Shareholder's Equity:			
Capital stock	781,422,924.00		700,000,000.00
Other equity instruments			
Including: Preferred stock			
Perpetual capital			
Capital reserve	3,265,329,723.18		1,310,844,592.90
Subtract: Treasury stock			
Other comprehensive income			
Special reserve			
Surplus reserve	246,085,526.43		194,682,466.98
Undistributed profits	1,590,108,538.13		1,232,481,003.11
Total shareholder's equity	5,882,946,711.74		3,438,008,062.99
Total liabilities and shareholder's equity	8,825,071,262.04		6,605,310,411.10

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo

Consolidated Income Statement

Kingenta Ecological Engineering Group Co.,
Ltd.

December 31, 2014

Unit: RMB Yuan

Item	Notes	Current Period Amount	Last period Amount
I、Operating Income	5.34	13,554,442,174.90	11,992,157,368.94
Subtract: Operating costs	5.34	11,164,786,929.03	10,222,392,352.70
Business tax and surcharges	5.35	474,118.90	1,594,593.64



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Selling expenses	5.36	756,537,543.48	484,338,851.22
Administrative Expense	5.37	567,233,169.97	435,636,872.56
Finance costs	5.38	32,902,120.32	47,600,283.50
Assets impairment losses	5.39	3,950,430.38	2,733,700.08
Add: Gain on changes in fair value			
Investment income	5.40	1,353,802.82	7,432,297.52
Including: Investment gains from associated enterprises and joint ventures	5.40	1,353,802.82	7,432,297.52
II、 Operating Profit		1,029,911,665.64	805,293,012.76
Add: Non-operating income	5.41	23,175,091.45	12,832,650.76
Including: Disposal profit of non-current assets		74,052.77	125,440.27
Subtract: Non-operating expenses	5.42	2,845,399.47	2,886,399.31
Including: Disposal loss of non-current assets		93,790.94	1,575,918.94
III、 Total Profit		1,050,241,357.62	815,239,264.21
Subtract: Income tax expenses	5.43	170,152,647.45	147,046,715.92
IX、 Net Profit		880,088,710.17	668,192,548.29
Net profits attributed to owners of the company		866,391,964.26	663,936,001.69
Profit and loss of minority		13,696,745.91	4,256,546.60
V、 Net after-tax amount of other comprehensive income			
Net after-tax amount of other comprehensive income attributed to the owners of the company			
1.Variation of net indebtedness or net assets due to re-measurement and setting of the profit plan			
2. Share held by the investees in other comprehensive income that cannot be reclassified and recorded as profit or loss under the equity law			
Net after-tax amount of other comprehensive income attributable to the minority shareholders			
VI、 Total comprehensive income		880,088,710.17	668,192,548.29
Total comprehensive income attributed to owners of the company		866,391,964.26	663,936,001.69
Total comprehensive income attributed to minority shareholders		13,696,745.91	4,256,546.60
VII: Earnings per share			
I:Basic earnings per share		1.23	0.95
II: Diluted earnings per share			

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo



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Parent Company Income Statement

Kingenta Ecological Engineering Group Co.,
Ltd.

December 31, 2014

Unit: RMB Yuan

Item	Notes	Current Period Amount	Last period Amount
I、 Operating Income	14.4	7,323,991,369.03	6,499,459,495.73
Subtract: Operating costs	14.4	6,131,407,090.83	5,584,887,824.07
Business tax and surcharges		100,922.10	747,982.96
Selling Expenses		274,836,561.11	138,074,679.34
Administrative expense		295,238,942.08	242,947,907.72
Finance costs		42,237,739.03	54,678,561.40
Assets Impairment losses		-131,905.01	1,359,058.83
Add: Gain on changes in fair value			
Investment income			100,000,000.00
Including investment gains from associated enterprises and joint ventures			
II、 Operating Profit		580,302,018.89	576,763,481.41
Add: Non-operating income		15,827,903.96	8,239,762.40
Including: Disposal profit of non-current assets			60,179.71
Subtract: Non-operating expenses		2,730,800.00	2,684,739.45
Including: Disposal loss of non-current assets			1,534,715.27
III、 Total Profit		593,399,122.85	582,318,504.36
Subtract: Income tax expenses		79,368,528.38	73,591,066.08
IV、 Net Profit		514,030,594.47	508,727,438.28
V、 Net profits attributed to owners of the company			
1. Other comprehensive income that cannot be reclassified and recorded as the profit and loss later			
2. Other comprehensive income to be reclassified and intangible as profit or loss later			
VI、 Total comprehensive income		514,030,594.47	508,727,438.28

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo



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Consolidated and Company Cash Flow Statement

Kingenta Ecological Engineering Group Co., Ltd. December 31, 2014

Unit: RMB Yuan

Item	Notes	Current Period Amount	Last period Amount
I、Cash flow from operating activities			
Receipts from sale of goods and rendering of services		13,399,087,531.31	12,447,415,691.16
Tax refund			
Other cash received relating to operating activities	5.44	67,260,354.99	77,149,562.67
Subtotal cash in flows operating activities		13,466,347,886.30	12,524,565,253.83
Cash paid for goods and services		11,438,254,852.81	10,075,154,950.53
Payments to and on behalf of employees		641,704,872.82	470,950,537.77
Tax and fees paid		229,127,343.33	162,961,103.97
Other cash paid relating to operating activities	5.44	974,013,696.74	663,023,476.07
Subtotal of cash outflow from operating activities		13,283,100,765.70	11,372,090,068.34
Net cash flow from operating activities		183,247,120.60	1,152,475,185.49
II、Cash flows from investing activities			
Cash received from withdrawing capital			
Cash receipts from investment income		9,500,000.00	
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		17,474,715.61	3,929,926.15
Net cash receipts from disposal of subsidiaries and other businesses			
Other cash received relating to investing activities	5.44	16,018,130.00	14,223,200.00
Subtotal of cash inflows from investing activities		42,992,845.61	18,153,126.15
Cash paid to acquire fixed assets, intangible assets and other long-term assets		987,475,918.25	1,234,795,022.05
Investment payments			24,393,681.95
Net cash paid for acquisition of subsidiaries and other business units			
Other cash paid relating to investing activities		-	
Subtotal of cash outflows from investing activities		987,475,918.25	1,259,188,704.00
Net cash flows from investing activities		-944,483,072.64	-1,241,035,577.85
III、Cash flows from financing activities			
Proceeds from investments		2,030,528,554.28	
Including: cash received by minor shareholder's equity in subsidiaries		3,000,000.00	
Cash received from borrowings		1,749,504,854.06	870,341,553.75
Cash received from bonds issued			



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Other cash received relating to financing activities	5.44	25,764,300.00	
Subtotal of cash inflow from financing activities		3,805,797,708.34	870,341,553.75
Payments for debt redemption		1,995,818,365.71	134,125,200.50
Payments of dividends, profits and interests		170,247,898.80	181,530,287.27
Including: Dividends and profits paid by subsidiaries to minority shareholders			
Other cash paid relating to financing activities			
Subtotal of cash outflows from financing activities		2,166,066,264.51	315,655,487.77
Net cash flows from financing activities		1,639,731,443.83	554,686,065.98
IV、 Effect of changes in exchange rate on cash and cash equivalents		-	-
V、 Net Increase in cash and cash equivalents		878,495,491.79	466,125,673.62
ADD: Beginning balance of cash and cash equivalents		746,480,935.32	280,355,261.70
VI、 The Ending balance of cash and cash equivalents		1,624,976,427.11	746,480,935.32

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo

Parent Company Cash Flow Statement

Kingenta Ecological Engineering Group Co., Ltd.

December 31, 2014

Unit: RMB Yuan

Item	Notes	Current Period Amount	Last period Amount
I、 Cash flow from operating activities			
Receipts from sale of goods and rendering of services		7 269 773 678 63	6 755 374 819 06
Tax refund			
Other cash received relating to operating activities		341 490 035 83	13 182 446 65
Subtotal cash in flows operating activities		7 611 263 714 46	6 768 557 265 71
Cash paid for goods and services		6 382 763 785 40	5 065 580 758 46
Payments to and on behalf of employees		269 872 712 27	231 801 284 60
Tax and fees paid		113 947 098 34	96 988 639 94
Other cash paid relating to operating activities		453 539 384 07	584 162 055 41
Subtotal of cash outflow from operating activities		7 220 117 980 08	5 978 532 738 41
Net cash flow from operating activities		391 145 734 38	790 024 527 30
II、 Cash flows from investing activities			
Cash received from withdrawing capital			
Cash receipts from investment income			100 000 000 00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets			3,274,942.30
Net cash receipts from disposal of subsidiaries and other businesses			
Other cash received relating to investing activities		12,218,130.00	11,740,000.00
Subtotal of cash inflows from investing activities		12,218,130.00	115,014,942.30
Cash paid to acquire fixed assets, intangible assets and other long-term assets		190,018,607.13	293,755,806.71
Investment payments		1,434,000,000.00	100,000,000.00
Net cash paid for acquisition of subsidiaries and other business units			



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Other cash paid relating to investing activities		270,000.00	
Subtotal of cash outflows from investing activities		1,624,288,607.13	393,755,806.71
Net cash flows from investing activities		-1,612,070,477.13	-278,740,864.41
III、 Cash flows from financing activities			
Proceeds from investments		2,027,528,554.28	
Cash received from borrowings		974,900,292.36	134,125,200.50
Cash received from bonds issued			
Other cash received relating to financing activities			
Subtotal of cash inflow from financing activities		3,002,428,846.64	134,125,200.50
Payments for debt redemption		1,475,754,854.06	134,125,200.50
Payments of dividends, profits and interests		161,666,963.80	164,753,988.34
Other cash paid relating to financing activities			
Subtotal of cash outflows from financing activities		1,637,421,817.86	298,879,188.84
Net cash flows from financing activities		1,365,007,028.78	-164,753,988.34
IV、 Effect of changes in exchange rate on cash and cash			
V、 Net Increase in cash and cash equivalents		144,082,286.03	346,529,674.55
Adding Beginning balance of cash and cash equivalents		561,511,759.85	214,982,085.30
VI:The ending balance of cash and cash equivalents		705,594,045.88	561,511,759.85

Legal Representative: Wan Lianbu

Financial Head: Li Jiguo

Accounting Organ Head: Li Jiguo



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Consolidated Statement of Changes in Equity

Kingenta Ecological
Engineering Group Co., Ltd.
Co., Ltd. Group

Year
2014

Unit:
RMB
Yuan

Item	Current Period											Minority Interests	Total Shareholder's Equity
	Shareholder's equity attributable to the company												
	Capital	Other equity instruments			Capital reserve	Subtract : Treasury Stock	Other Compr ehensiv e Income	Spec ial reser ves	Surplus reserve	Undistributed Profits	Sum		
Pref erre d stoc k		Perp etual capit al secu rities	Others										
I、 Ending balance of last period	700,000, 000.00				1,308,57 5,434.23				194,682,46 6.98	1,881,28 8,627.10	4,084,54 6,528.31	65,774,3 93.80	4,150,32 0,922.11
Add: Changes in accounting policies													
Corrections of prior period errors													
Others													
II、 Beginning balance of current period	700,000, 000.00				1,308,57 5,434.23				194,682,46 6.98	1,881,28 8,627.10	4,084,54 6,528.31	65,774,3 93.80	4,150,32 0,922.11
III、 Increase and decrease amount of the current	81,422,9 24.00				1,954,24 1,850.28				51,403,059 .45	716,595, 384.96	2,803,66 3,218.69	36,097,8 45.76	2,839,76 1,064.45
(I) Total comprehensive income									866,391, 964.26	866,391, 964.26	13,696,7 45.91	880,088, 710.17	
(II) Contribution and withdrawal of capital by shareholders	81,422,9 24.00				1,954,24 1,850.28						2,035,66 4,774.28	22,401,0 99.85	2,058,06 5,874.13
1. Common stock invested by shareholders	81,422,9 24.00				1,946,10 5,630.28						2,027,52 8,554.28	3,000,00 0.00	2,030,52 8,554.28
2. Capital by other equity instruments holders													
3. Amounts of share-based payments recognized in shareholder's equity					8,379,50 0.00						8,379,50 0.00		8,379,50 0.00



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4. Others					-243,280 .00					-243,280 .00	19,401,0 99.85	19,157,8 19.85
(III) Profit Distribution								51,403,059 .45	-156,403 ,059.45	-105,000 ,000.00		-105,000 ,000.00
1. Appropriation of surplus reserves								51,403,059 .45	-51,403, 059.45			
2. Profit to owners (share holders)									-105,000 ,000.00	-105,000 ,000.00		-105,000 ,000.00
3. Others												
(IV) Shareholder's equity carried forward internally												
1. Increase of capital (or stock) by capital reserves												
2. Increase of capital (or stock) by surplus												
3. Surplus reserves for covering up losses												
4. Others												
(V) Special reserve												
1. Provision in current period												
2. Used in current period												
(VI) Others									6,606,48 0.15	6,606,48 0.15		6,606,48 0.15
IV、 Ending Balance of Current Period	781,422, 924.00				3,262,81 7,284.51			246,085,52 6.43	2,597,88 4,012.06	6,888,20 9,747.00	101,872, 239.56	6,990,08 1,986.56

Legal representative: Wan Lianbu
Accounting Organ Head: Li Jiguo

Financial Head: Li Jiguo

Consolidated Statement of Changes in Equity (Continued)

Kingenta Ecological
Engineering Group Co., Ltd.

Year 2014

Unit: RMB
Yuan

Item	Last Period										Minority	Total Shareholders'
	Shareholder's equity attributable to the company											
	Other equity instruments			Subtract	Other	Speci						



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	Capital Stock	Pref erred stock	Perpetual capital securities	Others	Capital reserve	Treasury Stock	comprehensive income	al reserves	Surplus reserve	Undistributed Profits	Sum	Interests	Shareholders Equity
I、 Ending balance of last period	700,000,000.00				1,310,678,588.06				143,809,723.15	1,373,225,369.24	3,527,713,680.45	74,330,793.37	3,602,044,473.82
Add: Changes in accounting policies													
Corrections of prior period errors													
Others													
II、 Beginning balance of current period	700,000,000.00				1,310,678,588.06				143,809,723.15	1,373,225,369.24	3,527,713,680.45	74,330,793.37	3,602,044,473.82
III、 Increase and decrease amount of the current					-2,103,153.83				50,872,743.83	508,063,257.86	556,832,847.86	-8,556,399.57	548,276,448.29
(I) Total comprehensive income										663,936,001.69	663,936,001.69	4,256,546.60	668,192,548.29
(II) Contribution and withdrawal of capital by shareholders					-2,103,153.83						-2,103,153.83	-12,812,946.17	-14,916,100.00
1. Common stock invested by shareholders												-12,812,946.17	-12,812,946.17
2. Capital by other equity instruments holders													
3. Amounts of share-based payments recognized in shareholder's equity													
4. Others					-2,103,153.83						-2,103,153.83		-2,103,153.83
(III) Profit Distribution									50,872,743.83	-155,872,743.83	-105,000,000.00		-105,000,000.00
1. Appropriation of surplus reserves									50,872,743.83	-50,872,743.83			
2. Profit to owners (share holders)										-105,000,000.00	-105,000,000.00		-105,000,000.00
3. Others													
(IV) Shareholder's equity carried forward internally													



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1. Increase of capital (or stock) by capital reserves												
2. Increase of capital (or stock) by surplus												
3. Surplus reserves for covering up losses												
4. Others												
(V) Special reserve												
1. Provision in current period												
2. Used in current period												
(VI) Others												
IV、 Ending Balance of Current Period	700,000,000.00				1,308,575,434.23			194,682,466.98	1,881,288,627.10	4,084,546,528.31	65,774,393.80	4,150,320,922.11

Legal representative: Wan Lianbu
Organ Head: Li Jiguo

Financial Head: Li Jiguo

Accounting

Parent Company Statement of Changes in Equity

Kingenta Ecological Engineering Group Co., Ltd.

Year 2014

Unit: RMB Yuan

Item	Current Period										
	Capital Stock	Other equity instruments			Capital Reserve	Subtract: treasury stock	Other comprehensive income	Special reserves	Surplus reserve	Undistributed profit	Total Shareholder's Equity
		Preferred stock	Perpetual capital securities	Others							
I、 Ending balance of last period	700,000,000.00				1,310,844,592.90				194,682,466.98	1,232,481,003.11	3,438,008,062.99
Add: Changes in accounting policies											
Corrections of prior period errors											
Others											
II、 Beginning balance of current period	700,000,000.00				1,310,844,592.90				194,682,466.98	1,232,481,003.11	3,438,008,062.99
III、 Increase and decrease amount of the current	81,422,924.00				1,954,485,130.28				51,403,059.45	357,627,535.02	2,444,938,648.75
(I) Total comprehensive income										514,030,594.47	514,030,594.47



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(II) Contribution and withdrawal of capital by shareholders	81,422,924.00				1,954,485,130.28						2,035,908,054.28
1. Common stock invested by shareholders	81,422,924.00				1,946,105,630.28						2,027,528,554.28
2. Capital by other equity instruments holders											
3. Amounts of share-based payments recognized in shareholder's equity					8,379,500.00						8,379,500.00
4. Others											
(III) Profit Distribution								51,403,059.45	-156,403,059.45		-105,000,000.00
1. Appropriation of surplus reserves								51,403,059.45	-51,403,059.45		
2. Profit to owners (share holders)									-105,000,000.00		-105,000,000.00
3. Others											
(IV) Shareholder's equity carried forward internally											
1. Increase of capital (or stock) by capital reserves											
2. Increase of capital (or stock) by surplus											
3. Surplus reserves for covering up losses											
4. Others											
(V) Special reserve											
1. Provision in current period											
2. Used in current period											
(VI) Others											
IV、 Ending Balance of Current Period	781,422,924.00				3,265,329,723.18			246,085,526.43	1,590,108,538.13		5,882,946,711.74

Legal representative: Wan Lianbu
Accounting Organ Head: Li Jiguo

Financial Head: Li Jiguo

Parent Company Statement of Changes in Equity (Continued)

Kingenta Ecological Engineering Group Co., Ltd.

Year 2014

Unit: RMB Yuan

Item	Last Period									
	Other equity Instruments									Special



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	Capital Stock	Preferred stock	Perpetual capital securities	Others	Capital Reserve	Subtract: treasury stock	Other comprehensive income	Surplus reserve	Undistributed profit	Total Shareholder's Equity
I、Ending balance of last period	700,000,000.00				1,310,844,592.90			143,809,723.15	879,626,308.66	3,034,280,624.71
Add: Changes in accounting policies										
Corrections of prior period errors										
Others										
II、Beginning balance of current period	700,000,000.00				1,310,844,592.90			143,809,723.15	879,626,308.66	3,034,280,624.71
III、Increase and decrease amount of the current								50,872,743.83	352,854,694.45	403,727,438.28
(I) Total comprehensive income									508,727,438.28	508,727,438.28
(II) Contribution and withdrawal of capital by shareholders										
1. Common stock invested by shareholders										
2. Capital by other equity instruments holders										
3. Amounts of share-based payments recognized in shareholder's equity										
4. Others										
(III) Profit Distribution								50,872,743.83	-155,872,743.83	-105,000,000.00
1. Appropriation of surplus reserves								50,872,743.83	-50,872,743.83	
2. Profit to owners (shareholders)									-105,000,000.00	-105,000,000.00
3. Others										
(IV) Shareholder's equity carried forward internally										
1. Increase of capital (or stock) by capital reserves										
2. Increase of capital (or stock) by surplus										
3. Surplus reserves for covering up losses										
4. Others										
(V) Special reserve										
1. Provision in current period										
2. Used in current period										



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(VI) Others										
IV、 Ending Balance of Current Period	700,000, 000.00			1,310,844,592. 90			194,682, 466.98	1,232,481, 003.11	3,438,008,0 62.99	

Legal representative: Wan Lianbu
Accounting Organ Head: Li Jiguo

Financial Head: Li Jiguo