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中海集裝箱運輸股份有限公司
China Shipping Container Lines Company Limited*

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock code: 02866)

2016 FIRST QUARTERLY REPORT

In accordance with the applicable rules of the Shanghai Stock Exchange of the People's Republic of China ("PRC") (being the stock exchange on which the A shares of China Shipping Container Lines Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") are listed), the quarterly report ("**Quarterly Report**") of the Company for the first quarter of 2016 ("**Reporting Period**") will be published on the Shanghai Stock Exchange on 29 April 2016. The financial information set out in the Quarterly Report was prepared in accordance with the Generally Accepted Accounting Principles of the PRC.

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the provisions about inside information (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

1. IMPORTANT NOTICES

- 1.1** The board of directors, the supervisory committee, the directors, the supervisors and the senior management of the Company warrant the truthfulness, accuracy and completeness of this Quarterly Report and that there are no false records or misleading statements contained therein or material omissions; and severally and jointly accept legal responsibility.
- 1.2** All members of the board of directors of the Company attended the board of directors meeting for review and approval of the Quarterly Report.
- 1.3** Zhang Guofa, the person-in-charge of the Company, Zhang Mingwen, the person-in-charge of accounting affairs, and Li Rong, the head of the accounting department (officer in charge of accounting) have warranted the truthfulness, accuracy and completeness of the financial statements contained in this Quarterly Report.
- 1.4** The financial statements contained in this Quarterly Report have not been audited.

2. CHANGES IN PRINCIPAL FINANCIAL DATA AND SHAREHOLDERS

2.1 Principal financial data

Unit: Yuan Currency: RMB

	As at the end of the Reporting Period	As at the end of previous year (Restated)	Increase/decrease at the end of the Reporting Period as compared with the end of previous year (%)
Total assets	102,824,379,987.26	107,546,124,220.07	-4.39
Net assets attributable to equity holders of the Company	18,019,307,518.42	40,100,916,906.34	-55.07
	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the reporting period of previous year (Restated)	Increase/decrease as compared with the corresponding period of last year (%)
Net cash flow from operating activities	696,225,792.30	976,475,399.48	-28.70
	From the beginning of the year to the end of the Reporting Period	From the beginning of the previous year to the end of the reporting period of previous year (Restated)	Increase/decrease as compared with the corresponding period of last year (%)
Revenue	5,317,247,541.86	9,100,198,405.59	-41.57
Net profit attributable to equity holders of the Company	-859,475,165.12	685,513,472.00	-225.38
Net profit attributable to equity holders of the Company, excluding extraordinary gains or losses	-1,019,431,503.38	677,130,498.32	-250.55
Weighted average return on net assets (%)	-4.60	1.61	Decreased by 6.21 percentage points
Basic earnings per share (Yuan/share)	-0.0736	0.0587	-225.38
Diluted earnings per share (Yuan/share)	-0.0736	0.0587	-225.38

Extraordinary gains or losses items and amounts:

√ Applicable □ Not Applicable

Unit: Yuan Currency: RMB

Item	Amount for the Reporting Period
Gain/loss from disposal of non-current assets	147,552,112.44
Government grants recognized in the income statement for the period (exclusive of those that are closely related to the normal operation of the Company and received in a certain amount or fixed quantity according to the requirements of state policy and state standards)	13,846,833.22
Other non-operating income/expenses excluding the items above	2,270,004.00
Impact of gains or losses of minority shareholders (after tax)	-3,392,240.25
Impact of income tax	-320,371.15
Total	159,956,338.26

2.2 Total number of shareholders at the end of the Reporting Period, the top 10 shareholders and the top 10 shareholders who are not subject to trading moratorium

Unit: Shares

Total number of shareholders (household) 498,853

Top 10 shareholders

Name of shareholders (Full name)	Number of shares held at the end of the Reporting Period	Shareholding (%)	Number of shares subject to trading moratorium	Number of shares pledged or frozen Status	Number	Nature of shareholders
China Shipping (Group) Company	4,410,624,386	37.75	0	Nil	0	State-owned corporation
HKSCC NOMINEES LIMITED	3,733,074,025	31.95	0	Nil	0	Foreign corporation
Guoxin Investment Co., Ltd.	467,325,000	4.00	0	Nil	0	State-owned corporation
State Development & Investment Corporation	388,674,125	3.33	0	Nil	0	State-owned corporation
China Securities Finance Corporation Limited	195,314,795	1.67	0	Nil	0	State-owned corporation
Huaxia Life Insurance Co., Ltd. – Universal Insurance Products	74,699,812	0.64	0	Nil	0	Domestic non-state-owned legal person
Central Huijin Asset Management Ltd.	65,454,300	0.56	0	Nil	0	State-owned corporation
Aegon Industrial Fund – Bank of Shanghai – China Shipping (Group) Company	33,399,288	0.29	0	Nil	0	Non-state-owned legal person
Bank of China Limited – ChinaAMC New Economy Flexible Configured Hybrid Securities Investment Fund	15,538,922	0.13	0	Nil	0	Domestic non-state-owned legal person
China Construction Bank Corporation –E Fund Mergers and Acquisitions Index Classified Securities Investment Fund	10,914,065	0.09	0	Nil	0	Domestic non-state-owned legal person

Top 10 shareholders who are not subject to trading moratorium

Name of shareholders	Number of shares not subject to trading moratorium held	Type and number of shares held	
		Type	Number of shares
China Shipping (Group) Company	4,410,624,386	RMB ordinary shares Overseas listed	4,410,624,386
HKSCC NOMINEES LIMITED	3,733,074,025	foreign shares	3,733,074,025
Guoxin Investment Co., Ltd.	467,325,000	RMB ordinary shares	467,325,000
State Development & Investment Corporation	388,674,125	RMB ordinary shares	388,674,125
China Securities Finance Corporation Limited	195,314,795	RMB ordinary shares	195,314,795
Huaxia Life Insurance Co., Ltd. – Universal Insurance Products	74,699,812	RMB ordinary shares	74,699,812
Central Huijin Asset Management Ltd.	65,454,300	RMB ordinary shares	65,454,300
Aegon Industrial Fund – Bank of Shanghai – China Shipping (Group) Company	33,399,288	RMB ordinary shares	33,399,288
Bank of China Limited – ChinaAMC New Economy Flexible Configured Hybrid Securities Investment Fund	15,538,922	RMB ordinary shares	15,538,922
China Construction Bank Corporation Limited – E Fund Mergers and Acquisitions Index Classified Securities Investment Fund	10,914,065	RMB ordinary shares	10,914,065

Explanation of the connected relationship or acting in concert relationship among the above shareholders:

(1) The shares held by China Shipping (Group) Company were not pledged, frozen or under custody and etc. during the Reporting Period.

(2) HKSCC Nominees Limited is a private company, the main business of which is holding shares for other companies or individuals.

(3) At the end of the Reporting Period, China Shipping (Group) Company held 100,944,000 H shares in the Company, representing approximately 0.86% of the entire share capital of the Company.

(4) The Company was not notified of any connected relationship or acting in concert relationship among the above shareholders.

Note: China Shipping (Group) Company directly held 4,410,624,386 A shares in the Company, representing 37.75% of the entire share capital, indirectly held 47,570,789 shares through a collective scheme, representing 0.41% of the entire share capital, and held aggregately 4,458,195,175 A shares in the Company, representing 38.16% of the entire share capital.

2.3 Total number of holders of preference shares at the end of the Reporting Period, top 10 holders of preference shares and top 10 holders of preference shares who are not subject to trading moratorium

Applicable Not Applicable

3. SIGNIFICANT EVENTS

3.1 Particulars of material changes in major accounting items and financial indicators of the Company and reasons

The First EGM 2016 of China Shipping Container Lines Company Limited was convened on 1 February 2016, during which resolutions regarding material assets restructuring plan of the Company were considered and approved. For details of the material assets restructuring, please refer to the Report in Relation to Major Asset Disposal and Major Asset Acquisition and Connected Transactions of China Shipping Container Lines Company Limited.

As at 31 March 2016, the disposal of 29 subsidiaries including Shanghai Puhai Shipping Co., Ltd. and China Shipping (Singapore) Petroleum Pte. Ltd. under the material assets restructuring was completed.

As at 31 March 2016, a total of eight subsidiaries obtained through business combination under common control as a results of the material assets restructuring, i.e. Helen Insurance Brokers Limited, China Shipping Nauticgreen Holding Company Limited, Dong Fang International Investment Limited, Florens Container Holdings Limited, Long Honour Investments Limited, China Shipping Leasing Co., Ltd., China Shipping Investment Co. Ltd. and China Shipping Finance Co., Ltd., had completed consolidation with the Company.

According to the “PRC Accounting Standards for Business Enterprises No.33 – Consolidated Financial Statements”, combination of entities or businesses under common control in the reporting period shall be treated as if the reporting entity formed after the consolidation had been in existence since the ultimate controlling party started to exercise effective control.

In compliance with the Accounting Standards for Business Enterprises, we have restated the figures for the beginning of the period in the Consolidated Balance Sheet, the figures for previous period in the Consolidated Income Statement and Consolidated Cash Flow Statement of the 2016 First Quarterly Report of the Company.

Applicable Not Applicable

- 1) The decrease in financial assets at fair value through profit and loss by 89.24% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to redemption of monetary fund during the Reporting Period;
- 2) The decrease in bills receivable by 51.87% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to acceptance maturity of bank’s bills during the Reporting Period;

- 3) The increase in reinsurance accounts receivable by 49.46% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in sales achieved by insurance agents during the Reporting Period;
- 4) The decrease in interest receivable by 44.03% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the decrease of term deposits during the Reporting Period;
- 5) The decrease in inventories by 54.37% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the disposal and transfer of vessel fuels during the Reporting Period;
- 6) The decrease in non-current assets due within one year by 30.09% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the transfer out of investment projects during the year after completing the procedures that remained unfinished last year;
- 7) The decrease in other current assets by 91.65% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring and a change in the scope of business combination following the disposal of subsidiaries during the Reporting Period;
- 8) The decrease in loans and advances granted by 45.93% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to recovery of loans granted by members of the Group during the Reporting Period;
- 9) The increase in long-term receivables by 30.02% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to increase in investment in finance lease projects during the Reporting Period;
- 10) The decrease in long-term deferred expenses by 37.46% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change in the scope of business combination following the disposal of subsidiaries during the Reporting Period;
- 11) The increase in deferred income tax assets by 36.01% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to change in fair value of available-for-sale financial assets during the Reporting Period;
- 12) The decrease in other current assets by 83.17% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to transferal of wealth management to non-current assets with a maturity of one year during the Reporting Period;
- 13) The increase in short term borrowings by 94.61% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to additional bank loan facilities during the Reporting Period;

- 14) The increase in deposit taking and deposit in inter-bank market by 41.45% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in deposits received from members of the Group at the end of Reporting Period as compared with the beginning of the Reporting Period;
- 15) The increase in bills payable by 4814.76% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to increase in acceptance of bank bills for investment projects during the Reporting Period;
- 16) The decrease in funds received in advance by 34.24% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change in the scope of business combination following disposal of subsidiaries during the Reporting Period;
- 17) The decrease in staff remuneration payable by 31.47% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change in the scope of business combination following disposal of subsidiaries during the Reporting Period;
- 18) The decrease in taxes payable by 74.21% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change of the scope of business combination following disposal of subsidiaries during the Reporting Period;
- 19) The decrease in dividends payable by 100% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change of the scope of business combination following disposal of subsidiaries during the Reporting Period;
- 20) The increase in reinsurance accounts payable by 76.73% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to increase in sales of insurance agent during the Reporting Period;
- 21) The decrease in non-current liabilities due within one year by 69.14% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to repayment of non-current liabilities due within one year during the Reporting Period;
- 22) The decrease in other current liabilities by 98.55% at the end of the Reporting Period as compared with the Reporting Period was mainly due to repayment of current liabilities during the Reporting Period;
- 23) The increase in long-term borrowings by 64.50% at the end of the Reporting Period as compared with the beginning of Reporting Period was mainly due to the increase in borrowings for projects during the Reporting Period;

- 24) The decrease in deferred income by 100% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change in the scope of business combination following disposal of subsidiaries during the Reporting Period;
- 25) The increase in non-current liabilities by 54.22% in aggregate at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to the increase in borrowings for projects during the Reporting Period;
- 26) The decrease in capital reserve by 82.90% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restated figures for the beginning period as a result of business combination under common control;
- 27) The decrease in special reserve by 88.34% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change in the scope of business combination following the disposal of subsidiaries during the Reporting Period;
- 28) The decrease in total equity attributable to equity holders of the parent company by 55.07% during the Reporting Period was mainly due to restated figures for the beginning period as a result of business combination under common control;
- 29) The decrease in minority interests by 34.51% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restructuring of the Company and a change in the scope of business combination;
- 30) The decrease in total shareholders' equity by 54.81% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to restated figures for the beginning period as a result of business combination under common control;
- 31) The decrease in total operating revenue by 41.55% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to decrease in income from container transportation during the Reporting Period;
- 32) The decrease in operating revenue by 41.57% at the end of the Reporting Period as compared with the beginning of the Reporting Period was mainly due to decrease in income from container transportation during the Reporting Period;
- 33) The decrease in interest income by 46.75% during the Reporting Period as compared with the corresponding period of the last year was mainly due to the decrease in bank interest rate;
- 34) The increase in handling charges and commission income by 33.43% during the Reporting Period as compared with the corresponding period of the last year was mainly due to the increase in insurance agent business as compared with the corresponding period of last year;

- 35) The decrease in operating cost by 30.18% during the Reporting Period as compared with the corresponding period of the last year was mainly due to the decrease in cost for container transportation business during the Reporting Period;
- 36) The decrease in interest expenses by 64.47% during the Reporting Period as compared with the corresponding period of the last year was mainly due to the decrease in bank interest rate;
- 37) The increase in handling charges and commission expenses by 93.83% during the Reporting Period as compared with the corresponding period of the last year was mainly due to increase in payment of bank handling charges as compared with the corresponding period of the last year;
- 38) The decrease in business tax and surcharges by 40.98% during the Reporting Period as compared with the corresponding period of last year was mainly due to decrease in taxable accounts during the Reporting Period as compared with the corresponding period of last year;
- 39) The decrease in selling expenses by 189.54% during the Reporting Period as compared with the corresponding period of last year was mainly due to a decrease in the sales of shipping containers and the price for shipping container business that resulted in the decrease in transportation service fees;
- 40) The increase in finance costs by 77.60% during the Reporting Period as compared with the corresponding period of last year was mainly due to increase in borrowings from banks during the Reporting Period as compared with the corresponding period of last year that resulted in the increase in interest expenses as compared with the corresponding period of last year;
- 41) The increase in asset impairments loss by 186.72% during the Reporting Period as compared with the corresponding period of last year was mainly due to the provision for bad debts in respect of account receivables due;
- 42) The decrease in investment income by 55.65% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in gains from investment during the Reporting Period as compared with the corresponding period of last year;
- 43) The decrease in gains in investment from associates and joint ventures by 144.39% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in profits of associates during the Reporting Period as compared with the corresponding period of last year;
- 44) The decrease in operating profit by 209.99% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period as compared with the corresponding period of last year;

- 45) The decrease in non-operating income by 37.90% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease of VAT rebates during the Reporting Period as compared with the corresponding period of last year;
- 46) The increase in non-operating expense by 809.70% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in loss from disposal of non-current assets during the Reporting Period as compared with the corresponding period of last year;
- 47) The increase in loss from disposal of non-current assets during the Reporting Period by 2503.90% as compared with the corresponding period of last year was mainly due to the increase in disposal of container fixed assets during the Reporting Period as compared with the corresponding period of last year;
- 48) The decrease in total profit by 203.43% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period;
- 49) The decrease in net profit by 216.91% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period;
- 50) The decrease in net profit attributable to equity holders of the parent company by 225.38% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period;
- 51) The decrease in gains or losses of minority shareholders by 47.97% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period as compared with the corresponding period of last year;
- 52) The decrease in other comprehensive income (net of tax) attributable to equity holders of the parent company by 244.56% during the Reporting Period as compared with the corresponding period of last year was mainly due to change in fair value of available-for-sale financial assets during the Reporting Period;
- 53) The decrease in other comprehensive income which may be subsequently reclassified to profit or loss by 244.56% during the Reporting Period as compared with the corresponding period of last year was mainly due to change in fair value of available-for-sale financial assets during the Reporting Period;
- 54) The increase in shares of other comprehensive income of investees that may be reclassified to profit or loss under the equity method by 3556.24% during the Reporting Period was mainly due to changes in fair value of available-for-sale financial assets of associates during the Reporting Period;

- 55) The decrease in gains or losses of in fair value of available-for-sale financial assets by 199.55% during the Reporting Period as compared with the corresponding period of last year was mainly due to change in fair value of available-for-sale financial assets during the Reporting Period;
- 56) The decrease in the valid part of hedging profit or loss of cash flows by 61.86% during the Reporting Period as compared with the corresponding period of last year was mainly due to change in market value of hedging instruments during the Reporting Period;
- 57) The decrease in difference on foreign currency translation by 250.69% during the Reporting Period as compared with the corresponding period of last year was mainly due to changes in exchange rates during the Reporting Period which led to a decrease in currency translation as compared with the corresponding period of last year;
- 58) The decrease in total comprehensive income attributable to shareholders of the parent by 220.19% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period;
- 59) The decrease in total comprehensive income attributable to shareholders of the parent by 227.92% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in operating profit of the Company during the Reporting Period;
- 60) The decrease in total comprehensive income attributable to minority interests by 63.76% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in operating profit of the Company during the Reporting Period as compared with the corresponding period of last year;
- 61) The increase in net increase in deposits from customers and placements from banks and other financial institutions by 131.38% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in net deposits from members of the Group during the Reporting Period;
- 62) The increase in net cash received from reinsurance business by 378.75% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in sales of insurance agent business during the Reporting Period;
- 63) The decrease in cash received from interest, handling charges and commissions by 92.52% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in cash received from bank interest during the Reporting Period;
- 64) The decrease in tax rebates by 80.84% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in VAT rebates during the Reporting Period as compared with the corresponding period of last year;
- 65) The decrease in sub-total of cash inflows from operating activities by 45.04% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in net increase in deposits from members of the Group during the Reporting Period;

- 66) The increase in net increase in loans and advances to customers by 624.17% during the Reporting Period as compared with the corresponding period of last year was mainly due to net increase in loans granted to members of the Group during the Reporting Period;
- 67) The increase in net increase in placements with central bank and other financial institutions by 152.36% during the Reporting Period was mainly due to the increase in net increase in placements with central banks during the Reporting Period;
- 68) The decrease in cash payment for interest, handling charges and commissions by 78.75% during the Reporting Period as compared with the corresponding period of last year was mainly due to the decrease in payment for bank interest and handling charges during the Reporting Period;
- 69) The increase in taxes paid by 40.47% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in various taxes paid during the Reporting Period;
- 70) The increase in sub-total of cash outflow from operating activities by 54.58% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in net increase in placements with central banks during the Reporting Period;
- 71) The increase in cash received from disposal of investments by 1969.16% during the Reporting Period as compared with the corresponding period of last year was mainly due to restructuring of the Company and net cash received from disposal of subsidiaries during the Reporting Period;
- 72) The increase in cash received from gains in investment by 137.06% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in the Company's receipt of proceeds from gains of investment during the Reporting Period as compared with the corresponding period of last year;
- 73) The increase in cash received from disposal of fixed assets, intangible assets and other long-term assets by 620.73% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in disposal of fixed assets during the Reporting Period as compared with the corresponding period of last year;
- 74) The decrease in net cash received from disposal of subsidiaries and other operating entities by 2539.68% during the Reporting Period as compared with the corresponding period of last year was mainly due to restructuring that resulted in disposal of monetary funds at carrying amounts of subsidiaries;
- 75) The increase in sub-total of cash inflow from investment activities by 1138.79% during the Reporting Period as compared with the corresponding period of last year was mainly due to restructuring of the Company that resulted in the increase in disposal of cash received from disposal of investments of subsidiaries;

- 76) The increase in cash paid for purchase of fixed assets, intangible assets and other long-term assets by 151.48% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in containers purchased during the Reporting Period as compared with the corresponding period of last year;
- 77) The increase in cash paid for investment by 4832.69% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in cash paid by the Company for acquisition of subsidiaries for restructuring during the Reporting Period as compared with the corresponding period of last year;
- 78) The increase in sub-total of cash outflow from investment activities by 1657.17% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in cash paid by the Company for acquisition of subsidiaries for restructuring during the Reporting Period as compared with the corresponding period of last year;
- 79) The decrease in net cash flow from investment activities by 1756.55% during the Reporting Period as compared with the corresponding period of last year was mainly due to restructuring of the Company that resulted in the increase in net cash outflow for acquisition and disposal of subsidiaries in restructuring;
- 80) The decrease in proceeds received from investments by 100% during the Reporting Period as compared with the corresponding period of last year was mainly due to the capital increase of subsidiaries during the corresponding period of last year which did not occur during the Reporting Period;
- 81) The increase in cash received from borrowings obtained by 260.82% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase of funds received from bank borrowings during the Reporting Period as compared with the corresponding period of last year;
- 82) The increase in sub-total of cash inflows of financing activities by 255.00% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase of funds received from bank borrowings obtained during the Reporting Period as compared with the corresponding period of last year;
- 83) The increase in cash paid for repayment of debts by 95.03% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in cash paid for repayment of bank loans during the Reporting Period as compared with the corresponding period of last year;
- 84) The increase in cash payments for dividend and profit distribution or interest repayment by 233.35% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase in dividend distribution during the Reporting Period;
- 85) The increase in sub-total of cash outflow from financing activities by 95.90% during the Reporting Period as compared with the corresponding period of last year was mainly due to the increase of repayment of debts during the Reporting Period as compared with the corresponding period of last year;

- 86) The increase in net cash flows from financing activities by 1882.97% during the Reporting Period as compared with the corresponding period of last year was mainly due to the net increase in bank loans during the Reporting Period as compared with the corresponding period last year;
- 87) The decrease in effect on cash due to changes in foreign exchange rates by 707.61% during the Reporting Period as compared with the corresponding period of last year was mainly due to changes in foreign currency exchange rates during the Reporting Period;

3.2 Analysis of the development of important events and their impacts and solutions

Applicable Not Applicable

At the first 2016 Extraordinary General Meeting of the Company held on 1 February 2016, the relevant resolution with respect to Material Asset Restructuring, along with the Report in Relation to Major Asset Disposal and Major Asset Acquisition and Connected Transactions of China Shipping Container Lines Company Limited, was considered and approved. (Please refer to Announcement 2016-007 of the Company for details)

As at 31 March 2016, other than the transactions with respect to Material Asset Restructuring involving sales of 100% equity interests in China Shipping Container Lines Agency (Shenzhen) Co.(中海集裝箱運輸代理(深圳)有限公司), acquisition of 100% equity interests in Universal Logistics Co.,Ltd. (深圳中海五洲物流有限公司), acquisition of 13.67% of the China Bohai Bank Co., Ltd. (渤海銀行股份有限公司) and COSCO Finance Co., Ltd. capital increase that require approvals from the competent authorities, all other transactions have been completed. (Please refer to the announcements of EGM 2016-015, EGM 2016-016, EGM2016-018, EGM2016-022, EGM2016-023)

3.3 Performance of undertakings given by the Company and the shareholders with shareholding of more than 5%

√ Applicable □ Not Applicable

Background of the Undertakings	Types of Undertaking	The Undertaking Party	Details of the Undertaking Non-competition undertaking	Date of Undertaking
Undertaking with respect to Material Asset Restructuring	Undertaking with respect to avoid competition among industry players and reduce connected transactions	China Shipping Group	<p>To avoid competition among industry players:</p> <ol style="list-style-type: none"> 1. Following the completion of the major asset restructuring, China Shipping Group shall not directly or indirectly engage in business activities that compete or may compete with the businesses that the Company engages in, including but not limited to wholly-owned business, joint ventures, cooperation enterprises and associates. 2. For any product to be produced or any business to be engaged by wholly-owned companies, subsidiaries or joint stock companies that compete or may compete with the Company, China Shipping Group has undertaken that it shall transfer its contribution or shares in the enterprises upon the Company's request, and shall ensure that the Company or its wholly-owned subsidiaries will have the first right of refusal to the said contribution or shares in accordance with laws and regulations. China Shipping Group shall also use best endeavours to ensure that the prices of such transactions are fair and reasonable and determined by independent third parties on the basis of normal practice of business transactions. 	The undertaking was made on 11 December 2015

Background of the Undertakings	Types of Undertaking	The Undertaking Party	Details of the Undertaking Non-competition undertaking	Date of Undertaking
			<p>3. For any breach of the said undertakings on the part of China Shipping Group or companies controlled by it that results in reduced interests of shareholders of CSCL and other shareholders, China Shipping Group shall indemnify the loss in accordance with the laws.</p>	
			<p>Reduce connected transactions:</p>	
			<p>1. China Shipping Group and other companies under its control shall avoid or reduce connected transactions with the Company as much as possible. For those unavoidable or necessary connected transactions, China Shipping Group has undertaken that it shall enter into agreements in accordance with the laws and on the principles of equality, fairness and open at the market, and shall complete statutory procedures in accordance with laws and regulations, governing documents and the Articles of Associations of the Company. China Shipping Group has further undertaken that it shall ensure that all connected transactions are fair and in compliance with the laws, and that it shall not cause harm to the legal interests of the Company and other shareholders through connected transactions, and shall make disclosure of information in a timely matter in accordance with relevant laws and regulations and governing documents.</p>	

Background of the Undertakings	Types of Undertaking	The Undertaking Party	Details of the Undertaking Non-competition undertaking	Date of Undertaking
			<p>2. China Shipping Group shall exercise the rights of shareholders in accordance with the Company Law and other laws and regulations as well as the relevant requirements as stipulated in Articles of Association of the Company; it shall refrain from voting in respect of any resolution proposed at the general meeting of the Company in relation to connected transactions with China Shipping Group and other companies under its control.</p>	
	Undertaking with respect to maintaining the independence of the Company	China Shipping Group	<p>The assets, staff, finance, entities and business of each of China Shipping Group and CSCL shall be independent from each other:</p> <p>1. Independence of Assets</p> <p>China Shipping Group has undertaken that the Company shall have complete and sole ownership of all of its assets, the assets of each of China Shipping Group and the Company shall be totally separated and managed by each of China Shipping Group and the Company. China Shipping Group has undertaken that China Shipping Group and companies under its control shall not appropriate the funds and assets of the Company.</p>	The undertaking was made on 11 December 2015

Background of the Undertakings	Types of Undertaking	The Undertaking Party	Details of the Undertaking Non-competition undertaking	Date of Undertaking
			<p>2. Independence of staff</p> <p>China Shipping Group has undertaken that the Company shall have independent and complete management systems of labour, human resources and wages, and that these systems shall be absolutely independent from those of China Shipping Group. China Shipping Group shall propose candidates for senior management personnel such as directors, supervisors and managers in accordance with statutory procedures, without interfering decisions regarding exercise of powers by the board and general meeting of the Company in relation to appointment and removal of staff. General managers, deputy general managers, finance controllers, secretary to the board and other senior management personnel shall solely work for the Company and be entitled to remunerations paid by the Company. They shall not work at China Shipping Group and companies under its control and/or be entitled to any remuneration paid by these companies.</p> <p>3. Independence of Finance</p> <p>China Shipping Group has undertaken that the Company shall have independent finance functions and independent finance auditing systems; the Company shall have standardized and independent financial accounting systems; the Company shall maintain its independent bank account and shall not share any account with China Shipping Group and companies under its control; the finance staff of the Company shall not work at China Shipping Group and companies under its control; the Company shall pay tax as an independent entity; the Company shall make independent financial decisions and China Shipping Group shall not interfere with usage of funds by the Company.</p>	

Background of the Undertakings	Types of Undertaking	The Undertaking Party	Details of the Undertaking Non-competition undertaking	Date of Undertaking
			<p>4. Independence of entities</p> <p>China Shipping Group has undertaken that the Company shall maintain a sound structure of corporate governance as a limited company and an independent and complete organization; the general meetings, board meetings, independent directors, board of supervisors and general managers of the Company shall exercise their powers independently in accordance with the laws, regulations and the Articles of Association of the Company.</p> <p>5. Independence of business</p> <p>China Shipping Group has undertaken that the Company shall have an independent business management system, assets, staff, qualifications and capabilities required for independent operation of business, and the capability of independent operation in the market for sustainable operation. Other than exercise of rights by shareholders in accordance with the laws, China Shipping Group shall not interfere with the normal course of business of the Company. The undertaking shall be effective as long as the relationship of actual control between China Shipping Group and the Company exists.</p>	

Background of the Undertakings	Types of Undertaking	The Undertaking Party	Details of the Undertaking Non-competition undertaking	Date of Undertaking
Undertaking regarding IPO	Undertaking regarding addressing competitions in the industry	China Shipping Group	<p>On 29 August 2007, China Shipping (Group) Company (“China Shipping Group”) made an undertaking of non-competition to the Company, by which: 1. China Shipping Group shall adopt effective steps to ensure that it will not and procure its subsidiaries to adopt effective steps to ensure that they will not engage in any business that may compete with the container transportation business and the related business which the Company and its subsidiaries engage in, or have rights or interests in such business; where China Shipping Group or its subsidiaries are offered any business opportunity related to container transportation business and the related business that the Company engages or will engage in the future, China Shipping shall and shall procure its subsidiaries to transfer the Company or its subsidiaries such business opportunities without consideration and the Company or its subsidiaries shall have the first rights of refusals to such business opportunities.</p> <p>2. China Shipping Group agreed to indemnify the Company and/or its subsidiaries all losses, damages and expenses incurred as a result of any breach of this undertaking by China Shipping Group and/or its subsidiaries.</p>	29 August 2007

3.4 Disclosure as to, and reason for, the warning in respect of forecast of a probable loss in respect of the accumulated net profit from the beginning of next year to the end of the next Reporting Period or any significant changes in profit as compared with that of the corresponding period of last year

Applicable Not Applicable

In 2016, the Company carried out a material asset restructuring. Through the restructuring the Company is expected to experience a transformation in its business, and change from a container liner operator into an integrated financial services platform focusing on leasing businesses such as vessel leasing, container leasing and non-shipping leasing and featuring shipping finance.

Following the transformation in its business, the Company is expected to experience a change in its revenue and profit to a certain extent as compared with the corresponding period of the last year.

4 APPENDIX

4.1 Financial Statements

Consolidated Balance Sheet
31 March 2016

Prepared by: China Shipping Container Lines Company Limited

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Closing balance	Opening balance (restated)
Current assets:		
Cash and bank balances	16,139,867,667.35	16,783,206,956.37
Balances with clearing companies		
Placements with banks and other financial institutions		
Financial assets at fair value through profit and loss	21,556,206.34	200,349,058.94
Derivative financial assets		
Bills receivable	97,372,896.40	202,294,563.09
Accounts receivable	2,416,914,451.62	2,485,222,550.33
Funds paid in advance	237,275,487.47	217,590,212.40
Premiums receivable		
Reinsurance accounts receivable	21,047,952.34	14,083,090.83
Deposits receivable from reinsurance treaty		
Interests receivable	17,896,363.48	31,976,579.07
Dividends receivable		
Other receivables	543,903,313.94	537,694,779.97
Purchases of resold financial assets		
Inventories	565,292,535.62	1,238,767,706.63
Assets classified as held-for-sale		
Non-current assets due within one year	1,843,694,273.60	2,637,349,705.79
Other current assets	10,557,590.47	126,457,531.94
Total current assets	21,915,378,738.63	24,474,992,735.36

Item	Closing balance	Opening balance (restated)
Non-current assets:		
Loans and advances granted	1,893,267,625.00	3,501,522,687.00
Available-for-sale financial assets	1,164,783,887.54	1,199,914,856.02
Held-to-maturity investments		
Long-term receivables	7,417,866,131.13	5,705,382,093.38
Long-term equity investment	11,660,117,425.00	14,835,677,992.89
Investment property	7,888,570.30	10,087,334.41
Fixed assets	56,822,322,102.56	55,626,585,832.22
Construction in progress	1,554,508,946.78	1,638,069,223.44
Construction materials		
Disposals of fixed assets		
Biological assets for production		
Fuel assets		
Intangible assets	240,634,142.89	249,031,066.55
Development expenditure		
Goodwill		
Long-term deferred expenses	39,899,551.40	63,799,550.67
Deferred income tax assets	76,625,943.86	56,339,947.77
Other non-current assets	31,086,922.17	184,720,900.36
Total non-current assets	80,909,001,248.63	83,071,131,484.71
Total assets	102,824,379,987.26	107,546,124,220.07
Current liabilities:		
Short term borrowings	23,922,287,418.40	12,292,557,868.37
Borrowings from central bank		
Deposit taking and deposit in inter-bank market	6,353,482,556.14	4,491,557,906.32
Placements funds		
Financial liabilities at fair value through profit and loss		
Derivative financial liabilities		
Bills payable	83,600,000.00	1,701,000.00
Accounts payable	2,844,498,984.28	4,023,404,979.33
Funds received in advance	96,399,998.57	146,604,303.32
Funds from disposal of repurchased financial assets		
Handling charges and commissions payable		
Staff remuneration payable	69,743,751.19	101,777,958.65
Taxes payable	65,293,279.18	253,215,169.84
Interests payable	231,673,045.39	190,052,627.87
Dividends payable		15,151,733.31
Other payables	799,995,103.09	1,075,000,960.63
Reinsurance accounts payable	38,056,844.88	21,534,224.97
Deposits for insurance contracts		
Customer deposits for trading in securities		
Customer deposits for securities underwriting		
Liabilities classified as held-for-sale		
Non-current liabilities due within one year	3,894,889,748.57	12,623,007,999.22
Other current liabilities	26,906,639.81	1,851,513,974.60
Total current liabilities	38,426,827,369.50	37,087,080,706.43

Item	Closing balance	Opening balance (restated)
Non-current liabilities:		
Long term borrowings	41,709,317,968.42	25,355,760,157.25
Bonds payable	3,315,745,939.48	3,449,493,747.17
Including: Preferred shares		
Perpetual bonds		
Long term payables	710,607,175.45	712,490,303.73
Long-term staff remuneration payable	352,554.94	601,381.81
Specific payables		
Projected liabilities	25,000,000.00	25,000,000.00
Deferred income		5,200,000.00
Deferred income tax liabilities	274,617,668.51	295,545,012.59
Other non-current liabilities	17,088,000.00	17,088,000.00
Total non-current liabilities	46,052,376,751.86	29,860,577,220.74
Total liabilities	84,479,204,121.36	66,947,657,927.17
Owners' equity		
Share capital	11,683,125,000.00	11,683,125,000.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	4,294,220,514.72	25,108,574,195.51
Less: treasury shares		
Other comprehensive income	-2,326,412,119.54	-2,170,321,215.55
Special reserve	2,459,021.72	21,089,656.31
Surplus reserve	1,355,762,889.20	1,362,073,031.79
General risk provision	65,503,696.04	65,503,696.04
Retained earnings	2,944,648,516.28	4,030,872,542.24
Total equity attributable to the owner of the parent company	18,019,307,518.42	40,100,916,906.34
Minority interests	325,868,347.48	497,549,386.56
Total owners' equity	18,345,175,865.90	40,598,466,292.90
Total liabilities and owners' equity	102,824,379,987.26	107,546,124,220.07

Legal representative:
Zhang Guofa

Person-in-charge of
accounting affairs:
Zhang Mingwen

Head of the accounting
department:
Li Rong

Balance Sheet of the Parent Company

31 March 2016

Prepared by: China Shipping Container Lines Company Limited

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Closing balance	Opening balance (restated)
Current assets:		
Cash and bank balances	3,229,082,095.82	5,611,005,082.75
Financial assets at fair value through profit and loss		
Derivative financial assets		
Bills receivable	97,372,896.40	180,245,695.57
Accounts receivable	485,131,343.38	762,443,692.10
Funds paid in advance	49,192,356.72	46,164,936.00
Interests receivable	8,905,219.92	38,495,846.42
Dividends receivable	251.99	33,087,853.25
Other receivables	402,337,442.63	138,214,919.79
Inventories	331,310,312.91	573,141,466.61
Assets classified as held-for-sale		
Non-current assets due within one year		
Other current assets		
Total current assets	4,603,331,919.77	7,382,799,492.49
Non-current assets:		
Available-for-sale financial assets		
Held-to-maturity investments	1,938,360,000.00	
Long-term receivables		
Long-term equity investment	18,180,505,255.11	16,089,211,176.16
Investment property		
Fixed assets	14,902,899,065.66	15,116,277,795.73
Construction in progress	210,000.00	210,000.00
Construction materials		
Disposals of fixed assets		
Biological assets for production		
Fuel assets		
Intangible assets	9,712,496.91	10,031,873.60
Development expenditure		
Goodwill		
Long-term deferred expenses	36,708,208.85	39,459,721.93
Deferred income tax assets		
Other non-current assets		
Total non-current assets	35,068,395,026.53	31,255,190,567.42
Total assets	39,671,726,946.30	38,637,990,059.91

Item	Closing balance	Opening balance (restated)
Current liabilities:		
Short term borrowings		
Financial liabilities at fair value through profit and loss		
Derivative financial liabilities		
Bills payable		
Accounts payable	1,848,346,805.49	3,574,367,511.18
Funds received in advance		
Staff remuneration payable	43,247,649.21	33,149,002.76
Taxes payable	-26,690,029.93	65,631,923.10
Interests payable	71,949,888.53	47,106,000.00
Dividends payable		
Other payables	3,879,764,399.08	4,527,195,113.38
Liabilities classified as held-for-sale		
Non-current liabilities due within one year		
Other current liabilities		
Total current liabilities	5,816,618,712.38	8,247,449,550.42
Non-current liabilities:		
Long-term borrowings	5,660,100,000.00	600,000,000.00
Bonds payable	1,796,432,098.56	1,796,432,098.56
Including: Preferred shares		
Perpetual bonds		
Long term payables		
Long-term staff remuneration payable		
Specific payables		
Projected liabilities	25,000,000.00	25,000,000.00
Deferred income		
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	7,481,532,098.56	2,421,432,098.56
Total liabilities	13,298,150,810.94	10,668,881,648.98
Owners' equity		
Share capital	11,683,125,000.00	11,683,125,000.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	16,352,436,305.85	17,296,763,101.95
Less: Treasury shares		
Other comprehensive income	15,097.56	7,506,475.30
Special reserve		
Surplus reserve	1,355,762,889.20	1,355,762,889.20
Retained earnings	-3,017,763,157.25	-2,374,049,055.52
Total owners' equity	26,373,576,135.36	27,969,108,410.93
Total liabilities and owners' equity	39,671,726,946.30	38,637,990,059.91

Legal representative:
Zhang Guofa

Person-in-charge of
accounting affairs:
Zhang Mingwen

Head of the accounting
department:
Li Rong

Consolidated Income Statement

January to March 2016

Prepared by: China Shipping Container Lines Company Limited

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
I. Total operating revenue	5,391,286,892.75	9,223,737,864.46
Including: Revenue from operations	5,317,247,541.86	9,100,198,405.59
Interest income	60,304,220.08	113,245,696.23
Premiums earned		
Handling charges and commission income	13,735,130.81	10,293,762.64
II. Total cost of sales	6,297,827,490.64	8,696,381,086.89
Including: Operating cost	5,642,450,460.92	8,081,721,490.31
Interest expenses	12,379,613.17	34,844,482.41
Handling charges and commission expenses	-16,620.76	-269,341.13
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance deposits		
Policyholder dividend expenses		
Reinsurance costs		
Business tax and surcharges	6,905,765.98	11,700,819.29
Selling expenses	-63,358,293.01	70,763,671.56
Administrative expenses	347,855,753.45	350,070,055.51
Finance costs	322,227,498.27	181,432,269.63
Asset impairments loss	29,383,312.62	-33,882,360.69
Add: Gains from changes in fair value (loss is represented by “-”)	-93,854.73	-150,593.17
Investment income (loss is represented by “-”)	93,617,849.88	211,102,797.04
Including: Gains from investment associates and joint ventures	-67,005,113.84	150,932,298.75
Gains from foreign currency exchange (loss is represented by “-”)	398,470.43	498,222.90
III. Profit from operations (loss is represented by “-”)	-812,618,132.31	738,807,204.34
Add: Non-operating income	23,716,627.32	38,190,861.84
Including: Gain from disposal of non-current assets	6,263,716.65	7,755,850.34
Less: Non-operating expense	13,224,730.32	1,453,744.56
Including: Loss from disposal of non-current assets	11,888,656.87	456,571.98
IV. Total profit (total loss is represented by “-”)	-802,126,235.31	775,544,321.62
Less: Income tax expenses	39,482,955.85	55,690,883.97

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
V. Net profit (net loss is represented by “-”)	-841,609,191.16	719,853,437.65
Net profit attributable to the owner of the parent company	-859,475,165.12	685,513,472.00
Minority interests	17,865,973.96	34,339,965.65
VI. Net other comprehensive income after taxes	-155,413,635.25	109,697,568.29
Net other comprehensive income attributable to owners of the parent company after taxes	-151,711,656.69	104,950,784.12
(I) Items that may not be reclassified subsequently to profit or loss		
1. Changes in net liabilities or net assets arising from the re-measurement of defined benefit plans		
2. Shares of other comprehensive income of investees that may not be reclassified to profit or loss under the equity method		
(II) Items that may be subsequently reclassified to profit or loss	-151,711,656.69	104,950,784.12
1. Shares of other comprehensive income of investees that may be reclassified to profit or loss under the equity method subsequently	15,257,261.76	-441,441.00
2. Gains or losses from changes in fair value of available-for-sale financial assets	-82,373,329.45	82,747,579.14
3. Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets		
4. Effective portion of cash flow adjusted for hedging gains or losses	-26,138,218.08	-16,148,691.26
5. Exchange differences from retranslation of financial statements	-58,457,370.92	38,793,337.24
6. Others		
Net other comprehensive income attributable to minority interests after taxes	-3,701,978.56	4,746,784.17
VII. Total comprehensive income	-997,022,826.41	829,551,005.94
Total comprehensive income attributable to owners of the parent company	-1,011,186,821.81	790,905,697.12
Total comprehensive income attributable to minority shareholders	14,163,995.40	39,086,749.82
VIII. Earnings per share:		
(1) Basic earnings per share (RMB per share)	-0.0736	0.0587
(2) Diluted earnings per share (RMB per share)	-0.0736	0.0587

For the business combination under common control effected in the current period, the net profit recognized by the merged party before the combination was RMB221,843,608.69, and the net profit recognized by the merged party in the previous period was RMB490,337,437.15.

Legal representative: Zhang Guofa	Person-in-charge of accounting affairs: Zhang Mingwen	Head of the accounting department: Li Rong
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Income Statement of the Parent Company

January to March 2016

Prepared by: China Shipping Container Lines Company Limited

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
I. Revenue from operations	1,959,549,755.14	3,400,749,325.85
Less: Operating cost	2,442,807,564.69	3,336,699,569.63
Business tax and surcharges	1,054,881.38	2,927,895.63
Selling expenses		
Administrative expenses	148,343,528.21	141,443,283.15
Finance costs	63,455,009.05	7,452,854.85
Asset impairments loss		1,845,963.11
Add: Gains from changes in fair value (loss is represented by “-”)		
Investment income (loss is represented by “-”)	47,608,931.96	39,030,493.96
Including: Gains from investment in associates and joint ventures	-22,245,830.60	39,030,493.96
II. Profit from operations (loss is represented by “-”)	-648,502,296.23	-50,589,746.56
Add: Non-operating income	2,720,747.33	24,067,005.21
Including: Gain from disposal of non-current assets	143,521.37	13,216.64
Less: Non-operating expense	469,322.79	516,932.13
Including: Loss from disposal of non-current assets	25,948.42	67,763.99
III. Total profit (total loss is represented by “-”)	-646,250,871.69	-27,039,673.48
Less: Income tax expenses		
IV. Net profit (net loss is represented by “-”)	-646,250,871.69	-27,039,673.48
V. Net other comprehensive income after taxes	-2,839,212.08	16,143,431.69
(I) Items that may not be reclassified subsequently to profit or loss		
1. Changes in net liabilities or net assets arising from the remeasurement of defined benefit plans		
2. Shares of other comprehensive income of investees that may not be reclassified to profit or loss under the equity method		

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
(II) Items that may be subsequently reclassified to profit or loss	-2,839,212.08	16,143,431.69
1. Shares of other comprehensive income of investees that may be reclassified to profit or loss under the equity method subsequently	-2,839,212.08	16,143,431.69
2. Gains or losses from changes in fair value of available-for-sale financial assets		
3. Gains or losses from reclassifying held-to-maturity investments to available-for-sale financial assets		
4. Effective portion of cash flow adjusted for hedging gains or losses		
5. Exchange differences from retranslation of financial statements		
6. Others		
VI. Total comprehensive income	-649,090,083.77	-10,896,241.79
VII. Earnings per share:		
(1) Basic earnings per share (RMB per share)	-0.0736	0.0608
(2) Diluted earnings per share (RMB per share)	-0.0736	0.0608
Legal representative: Zhang Guofa	Person-in-charge of accounting affairs: Zhang Mingwen	Head of the accounting department: Li Rong

Consolidated Cash Flow Statement
January to March 2016

Prepared by: China Shipping Container Lines Company Limited

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	11,087,497,765.28	11,572,498,028.43
Net increase in deposits from customers and placements from banks and other financial institutions	1,054,787,670.46	-3,361,493,557.28
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance business	18,281,906.65	-6,558,565.61
Net increase in deposits from policyholders and investments		
Net increase in disposal of financial assets at fair value through profit and loss		
Cash received from interest, handling charges and commissions	4,909,784.59	65,676,780.16
Net increase in capital due to banks and other financial institutions		
Net increase in repurchases business fund		
Tax rebates	18,814,596.51	98,192,642.30
Other cash received from activities related to operation	176,979,517.36	154,274,553.66
Sub-total of cash inflows from operating activities	12,361,271,240.85	8,522,589,881.66
Cash paid for goods purchased and service rendered	7,068,853,633.57	9,503,805,103.63
Net increase in loans and advances to customers	1,900,415,680.00	-362,559,058.08
Net increase in placements with central bank and other financial institutions	1,511,909,989.86	-2,887,484,423.95
Cash paid for claims on original insurance contracts		
Cash payment for interest, handling charges and commissions	2,104,750.22	9,905,882.41
Cash payment for policyholder dividend		
Cash paid to and on behalf of employees	504,795,625.53	508,441,922.06
Taxes paid	192,824,202.43	137,268,097.17
Other cash paid for activities relating to operation activities	484,141,566.94	636,736,958.94
Sub-total of cash outflow from operating activities	11,665,045,448.55	7,546,114,482.18
Net cash flows from operating activities	696,225,792.30	976,475,399.48

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
II. Cash flow from investment activities:		
Cash received from disposal of investments	4,762,702,076.61	230,176,118.52
Cash received from gains in investments	2,666,950.38	1,124,987.46
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	311,545,435.18	43,226,118.95
Net cash received from disposal of subsidiaries and other operating entities	-1,111,641,921.58	45,565,148.31
Other cash received relating to investment activities		
Sub-total of cash inflow from investment activities	3,965,272,540.59	320,092,373.24
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	3,394,398,910.14	1,349,766,240.16
Cash paid for investment	31,569,228,674.21	640,000,000.00
Net increase in pledged loans		
Net cash paid for acquiring subsidiaries and other operating entities		
Other cash paid related to investment activities		
Sub-total of cash outflow from investment activities	34,963,627,584.35	1,989,766,240.16
Net cash flow from investment activities	-20,858,707,317.31	-1,669,673,866.92
III. Cash flow from financing activities:		
Proceeds received from investments		320,000,000.00
Including: Proceeds received by subsidiaries from minority shareholder's investment		
Cash received from borrowings	70,484,754,368.00	19,534,719,124.00
Cash received from issue of bonds		
Cash received relating to other financing activities		
Sub-total of cash inflow from financing activities	70,484,754,368.00	19,854,719,124.00
Cash paid for repayment of debts	41,349,215,703.44	21,201,229,917.78
Cash payments for dividend and profit distribution or interest repayment	628,098,970.43	188,421,809.03
Including: Dividend and profit paid by subsidiary to minority shareholders	276,987,579.91	
Other cash paid relating to financing activities	44,525,114.84	61,445,332.35
Sub-total of cash outflow from financing activities	42,021,839,788.71	21,451,097,059.16
Net cash flow from financing activities	28,462,914,579.29	-1,596,377,935.16
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates	-103,129,530.77	16,973,064.29
V. Net increase in cash and cash equivalents	-1,942,344,202.94	-2,272,603,338.31
Add: Balance of cash and cash equivalents at the beginning of the period	15,338,783,901.87	13,303,650,867.00
VI. Balance of cash and cash equivalents at the end of the period	13,396,439,698.93	11,031,047,528.69

Legal representative:
Zhang Guofa

Person-in-charge of
accounting affairs:
Zhang Mingwen

Head of the accounting
department:
Li Rong

Cash Flow Statement of the Parent Company
January to March 2016

Prepared by: China Shipping Container Lines Company Limited

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
I. Cash flow from operating activities:		
Cash received from sales of goods and provision of services	1,900,780,182.92	2,054,180,036.40
Tax rebates	16,609,683.32	
Other cash received from activities related to operation	187,392,802.86	285,099,396.06
Sub-total of cash inflow from operating activities	2,104,782,669.10	2,339,279,432.46
Cash paid for goods purchased and service rendered	4,061,173,479.89	1,362,535,766.99
Cash paid to and on behalf of employees	208,283,046.03	180,734,166.91
Taxes paid	65,961,744.85	29,770,022.49
Other cash paid for activities related to operation	155,560,026.60	85,692,155.22
Sub-total of cash outflow from operating activities	4,490,978,297.37	1,658,732,111.61
Net cash flow from operating activities	-2,386,195,628.27	680,547,320.85
II. Cash flow from investment activities:		
Cash received from disposal of investments	3,850,493,313.45	
Cash received from gains in investments	239,366,215.53	45,565,148.31
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	143,521.37	-10,886.99
Net cash received from disposal of subsidiaries and other operating entities	664,759,799.94	
Other cash received relating to investment activities		
Sub-total of cash inflow from investment activities	4,754,762,850.29	45,554,261.32
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	1,112,132.50	13,025,980.58
Cash paid for investment	1,965,480,000.00	
Net cash paid for acquiring subsidiaries and other operating entities	7,757,686,403.92	
Other cash paid relating to investment activities		
Sub-total of cash outflow from investment activities	9,724,278,536.42	13,025,980.58
Net cash flow from investment activities	-4,969,515,686.13	32,528,280.74

Item	Amount for the Reporting Period	Amount for the same period last year (restated)
III. Cash flow from financing activities:		
Proceeds received from investments		
Cash received from borrowings	5,060,100,000.00	
Cash received relating to other financing activities		
Sub-total of cash inflow from financing activities	5,060,100,000.00	
Cash paid for repayment of debts		387,292,500.00
Cash payments for dividend and profit distribution or interest repayment	4,764,837.42	5,789,191.34
Other cash paid relating to financing activities	18,253,561.28	9,682,331.62
Sub-total of cash outflow from financing activities	23,018,398.70	402,764,022.96
Net cash flow from financing activities	5,037,081,601.30	-402,764,022.96
IV. Effect on cash and cash equivalents due to changes in foreign exchange rates	-63,293,273.83	9,157,665.46
V. Net increase in cash and cash equivalents	-2,381,922,986.93	319,469,244.09
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	5,611,005,082.75	5,394,887,115.75
VI. Balance of cash and cash equivalents at the end of the Reporting Period	3,229,082,095.82	5,714,356,359.84

Legal representative:
Zhang Guofa

Person-in-charge of
accounting affairs:
Zhang Mingwen

Head of the accounting
department:
Li Rong

4.2 AUDIT REPORTS

Applicable Not Applicable

CAUTION STATEMENT

The board of directors wishes to remind investors that the above extracts from the Quarterly Report are prepared on the basis of the Group's internal information and management accounts and have not been reviewed or audited by the auditors. **Investors are cautioned against market risks and should not rely unduly on the extracts from the Quarterly Report stated above. In addition, investors are advised to exercise caution when dealing in the shares of the Company**

By order of the Board
China Shipping Container Lines Company Limited
Chairman
Zhang Guofa

Shanghai, the PRC
28 April 2016

The Board as at the date of this announcement comprises of Mr. Zhang Guofa, Mr. Huang Xiaowen and Mr. Zhao Hongzhou, being executive Directors, Mr. Ding Nong, Mr. Yu Zenggang, Mr. Yang Jigui, Mr. Han Jun and Mr. Chen Jihong, being non-executive Directors, and Ms. Zhang Nan, Mr. Guan Yimin, Mr. Shi Xin, Ms. Hai Chi Yuet and Mr. Graeme Jack, being independent non-executive Directors.

* *The Company is a registered non-Hong Kong company as defined in the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) and it is registered under its Chinese name and under the English name "China Shipping Container Lines Company Limited".*