

The board of directors (the "") of Fuyao Glass Industry Group Co., Ltd. (the """) is pleased to announce the unaudited interim results of the Company and its subsidiaries for the six months ended June 30, 2016. This announcement, containing the full text of the 2016 interim report of the Company, complies with the relevant requirements of the Rules Governing the Listing of Securities on The Stock Exchange of HongKong Limited (the "

") in relation to information to accompany preliminary announcements of the interim results. The printed version of the Company's 2016 interim report will be dispatched to the holders of H shares of the Company and available for viewing on the websites of the Hong Kong Stock Exchange at www.hkexnews.hkand of the Company at www.fuyaogroup.combefore the end of September 2016.

> By order of the Board of Fuyao Glass Industry Group Co., Ltd. Cho Tak Wong

Fuzhou, Fujian, the PRC, August 29,2016

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Section I Definitions

In this report, unless the context otherwise requires, the following expressions shall have meanings as follows:

DEFINITIONS OF COMMON TERMS

ARG, spare parts and component business	used in aftermarket repairing glass, a kind of automotive glass that is produced for replacement purposes for aftermarket suppliers
Board or Board of Directors	the board of directors of the Company
Board of Supervisors	the board of supervisors of the Company
Company, Listed Company, Fuyao Glass, Fuyao	Fuyao Glass Industry Group Co., Ltd.
CSRC	China Securities Regulatory Commission
float glass	the glass produced by applying float technology
Group	Fuyao Glass Industry Group Co., Ltd. and its subsidiaries
Hong Kong Listing Rules	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
Hong Kong Stock Exchange	The Stock Exchange of Hong Kong Limited
laminated glass	automotive safety glass made by two or more than two layers of automobile float glass sticking with a layer or various layers of PVB
OEM, ancillary business	automotive glass and services used in new vehicles of automobile factories
PRC, China	the People's Republic of China
PVB	polyvinyl butyral
Reporting Period	the six months ended June 30, 2016
RMB, RMB1,000, RMB10,000 and RMB100 million	Renminbi 1 Yuan, Renminbi 1,000 Yuan, Renminbi 10,000 Yuan, Renminbi 100 million Yuan, the lawful currency in circulation in the PRC
	the Securities and Futures Ordinance (Chapter 571, Laws of Hong Kong)
SSE	Shanghai Stock Exchange
tempered glass	automotive safety glass made by heating automotive grade float glass to certain temperature, then promptly cooling it down evenly after being shaped

I. COMPANY INFORMATION

Name of the Company in Chinese Chinese abbreviation Name of the Company in English English abbreviation Legal representative of the Company

福耀玻璃工業集團股份有限公司 福耀玻璃 Fuyao Glass Industry Group Co., Ltd FYG, FUYAO GLASS Cho Tak Wong

II. CONTACT PERSON AND CONTACT METHODS

Secretary to the Board of Directors

Name Contact Address Telephone Fax E-mail

District II of Fuyao Industrial Zone, Fuqing City, Fujian Province 6-591-85383777 6-591-85363983 00660@fuyaogroup.com

III. BASIC INFORMATION

Registered address of the CompanyPoyab Industrial Zone, Rongqiab Economic & Tech
Development Zone, Fuqing City, Fujian Province
350301Postal code of the CompanyDistrict II of Fuyao Industrial Zone, Fuqing City, Fuji
address of the CompanyPostal code of the office
address of the CompanyDistrict II of Fuyao Industrial Zone, Fuqing City, Fuji
a50301Postal code of the office
address of the CompanyDistrict II of Fuyao Industrial Zone, Fuqing City, Fuji
a50301Website of the Company
E-mailhttp://www.fuyaogroup.com
600660@fuyaogroup.comPrincipal place of business in Hong Kong
Custodian of A shareRoom 1907, Shun Tak Centre, West Tower,
200 Connaught Road Central, Central, Hong Kor
Shanghai Branch of China Securities Depository ar
Clearing Corporation LimitedBusiness addressLevel 3, China Insurance Building, 166 East Lujiazu
Pudong New District, ShanghaiH share registrar
Business addressComputershare Hong Kong Investor Services Limit
Shops 1712–1716, 17th Floor, Hopewell Centre,
183 Queen's Road East, Wan Chai, Hong Kong

IV. INFORMATION DISCLOSURE AND PLACE OF INSPECTION

Newspapers selected by the Company for information disclosure Website designated by CSRC for publishing the interim report of the Company Website designated by Hong Kong Stock Exchange for publishing the interim report of the Company Place of inspection of the interim report of the Company Shanghai Securities News, China Securities Journal and Security Times

www.hkexnews.hk

Secretarial Office of the Board of Directors of the Company, District II of Fuyao Industrial Zone, Fuging City

Section II Corporate Profile

V. INFORMATION ON THE COMPANY'S SHARES

Class of shares

Stock Exchange

tock abbreviation

Stock code

A share H share SSE Hong Kong Stock Exchan

FUYAO GLASS FUYAO GLASS 600660 3606

VI. CHANGES IN REGISTRATION OF THE COMPANY DURING THE REPORTING PERIOD

Registration date Registration place Registration number of enterprise legal entity business license Number of taxation registration license Number of organization code license February 17, 2016 Administration for Industry & Commerce of Fuzhou 91350100611300758B

91350100611300758B 91350100611300758B

I. PRINCIPAL ACCOUNTING DATA AND FINANCIAL INDICATORS OF THE COMPANY

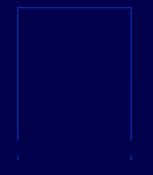
(I) Principal accounting data

Unit: '000 Currency: RMB

Principal Accounting Data	During the Reporting Period (January – June) (Unaudited)		
Revenue Profit for the Reporting Period attributable to equity holders	7,584,425		
of the Company Profit for the Reporting Period attributable to equity holders	1,456,476		
of the Company, net of non-recurring profit or loss (Note)	1,440,205		
Net cash generated from operating activities	1,455,428	1,300,849	11.88
Equity attributable to shareholders of the Company	16,093,205		
	28,053,903	24,841,632	12.93

Note: In particular, "Profit for the Reporting Period attributable to equity holders of the Company, net of non-recurring profit or loss" is prepared in accordance with the China Accounting Standards.

(II) Principal financial indicators



(II) Discrepancies between net profit and net assets attributable to shareholders of the listed company in the financial report disclosed under the overseas accounting principles and under the China Accounting Standards for Business Enterprises

Not applicable

 (III) Note to discrepancies between domestic and overseas accounting standards

The Company not only prepares financial statements for H shares in accordance with International Financial Reporting Standards ("IFRSs") but also, as an A-share company listed on SSE, prepares financial statements in accordance with the China Accounting Standards for Business Enterprises ("CASBE"). The discrepancies between the financial statements prepared in accordance with IFRSs and those prepared in accordance with CASBE are as follows: Yung Tak Investment Limited, a subsidiary of the Group, made provision for impairment in accordance with the discrepancies between recoverable amounts and carrying amounts of buildings and land use rights in the previous year. The provision for long-term asset impairment was subject to "Accounting Standards for Business Enterprises No. 8 – Assets Impairment, it shall not be reversed during the following accounting period. Under the IFRSs, various estimations for the confirmation of recoverable amount of assets applied by the Group have varied since the latest confirmation of loss on impairment, and the loss on asset impairment, excluding goodwill, confirmed in the previous period should be reversed. Such discrepancies will have an impact on the provision for (and loss on) asset impairment of the Group, operating results (depreciation/amortization) of buildings and land use rights within useful lives, thus resulting in the adjustment matters above.

III. NON-RECURRING PROFIT OR LOSS ITEMS AND AMOUNTS (PREPARED IN ACCORDANCE WITH THE CHINA ACCOUNTING STANDARDS FOR BUSINESS ENTERPRISES)

		Currency: RMB
Profit or loss from disposal of non-current assets	-4,999,486	
Tax refunds, exemptions and reductions with ultra vires approval or		
without official approval documents or on an occasional basis		
Government grants included in profit or loss for the current period, other		
than those closely related to the normal operation of the Company and		
subject to a fixed amount or quantity under certain standard required by		
national policies		
Capital utilization fee received from non-financial enterprises and included		
in profit or loss for the current period		
Profit arising from investment costs for acquisition of a subsidiary, an		
associate and a joint venture by the corporation being less than its share		
of fair value of identifiable net assets of the investee on investment		
Profit or loss from non-monetary asset swap		
Profit or loss from entrusted investment or asset management		
Provisions for impairment of assets due to force majeure factors such as		
Profit or loss from debt restructuring		
Corporate restructuring fees such as expenses on employee placement, integration charges, etc.		
Profit or loss from the excess of the fair value of a transaction of unfair		
consideration		
Current net profit or loss of subsidiaries resulting from merger of		
enterprises under common control from the beginning of the period to		
the date of merger		
Profit or loss from contingencies irrelevant to the normal operations of the		
Company		
Profit or loss on changes in fair value of held-for-trading financial assets		
and trading financial liabilities, and investment gains from disposal of		
trading financial assets, trading financial liabilities and available-for-sale		
financial assets, other than effective hedging activities related to the		
normal business operations of the Company	2,412,564	
Reversal of provision for impairment of receivables subject to individual		
impairment test		
Profit or loss from external entrusted loans		
Profit or loss from changes in fair value of investment properties using the		
fair value model for subsequent measurement		
Effect on current profit or loss of one-off adjustment to current profit or loss		
in accordance with laws and regulations on taxation and accounting,		
etc.		
Income of entrustment fees from entrusted operations Other non-recurring income and expenses other than the above items	_ 955,468	
Other profit or loss items falling within the meaning of non-recurring profit	900,400	
or loss		
Impact on non-controlling interests	-38	
Effects of income tax	-4,874,458	

I. DISCUSSION AND ANALYSIS OF THE BOARD OF DIRECTORS IN RELATION TO THE OPERATION OF THE COMPANY DURING THE REPORTING PERIOD

Being a worldwide leading enterprise of design, development, manufacture, supply and service of automotive glass and automotive grade float glass, Fuyao adheres to leading technological development strategies and focuses on the development of the whole industry chain of automotive glass to continually create value for its customers. During the Reporting Period, the Fuyao People continuously provided products and services of automotive safety glass which embodied the intelligence and care of all Fuyao staff to the world's automobile manufacturers and maintenance market, as well as provided global automobile users with economical, safe, comfortable, environment-friendly and fancy automotive safety glass which improved the living space of passengers at the same time.

During the Reporting Period, the Company realized revenue of RMB7,584,425,000, representing an increase of 15.07% as compared with the corresponding period last year; profit before income tax of RMB1,778,917,000, representing an increase of 34.99% as compared with the corresponding period last year; net profit attributable to equity shareholders of the Company of RMB1,456,476,000, representing an increase of 19.85% as compared with the corresponding period last year and outpacing the growth of revenue; earnings per share of RMB0.58, representing an increase of 7.41% as compared with the corresponding period last year.

During the Reporting Period, the Company continued to carry out expansion and innovation while pursuing excellence:

- (1) while the US Automotive Glass is under ramp-up period for massive production and Fuyao factories in Russia have made sound progress, a global operation landscape has taken shape for Fuyao;
- (2) the business and design systems were improved so that the demands of customers can be satisfied in a more efficient and more professional manner;
- (3) the supply chain reform for the whole Group was deepened so as to build a modern supply chain value system that can meet the requirements of customers;
- (4) the construction of operation mechanism and management team of the subsidiaries was intensified to enhance the regional competitiveness;
- (5) the Company promoted the integration of automation and informationization, upgraded the ERP (Enterprise Resources Plan) system and launched the EPM (Enterprise Performance Management) system successfully;
- (6) the Company promoted the full participation by all staff of the Company in respect of proposing rational proposals and continuous improvement, based on which it formulated a series of incentive mechanisms including "honors and credits mechanism", leading the core values of Fuyao to be fully incorporated into the daily behaviors of all staff; and
- (7) focused on innovation capability, the Company put the productivity of intelligence and knowledge into full practice and improved the integration mechanism of products, patents and technology, aiming to enhance its value creativity.

(I) Analysis on principal business

1. Table of analysis of changes in relevant items in the financial statements

Unit: '000 Currency: RMB

	7,584,425		
	4,380,303		
Distribution costs and selling expenses	561,681		
Administrative expenses	705,949		
	46,681		
Net cash generated from operating			
	1,455,428		
Net cash used in investing activities	-1,706,247		
Net cash generated from financing			
	1,604,731		
Research and development expenses	335,746	297,006	

Reason for change in revenue: increase in the sales from both OEM and ARG markets, and substantial increase in income of functional glass (such as encapsulated, panorama sunroof and coated glass) business.

Reason for change in costs of sales: mainly due to increase in corresponding costs resulting from the increase in revenue. As the cost control was effective, the increase in costs was less than the increase in operating revenue.

Reason for change in distribution costs and selling expenses: the increase in distribution costs and selling expenses is due to the increase in revenue and the commencement of operation of the US automotive glass project.

Reason for change in administrative expenses: increase in administrative expenses was mainly due to the increase in staff salaries and increase in administrative expenses arising from the commencement of production of US automotive glass and float glass projects.

Reason for change in finance costs – net: decrease in finance costs – net was mainly due to lower interest rate of loans as compared with the corresponding period last year, and interest income generated from the proceeds from the H shares offering.

Reason for change in net cash generated from operating activities: the change was mainly due to increase in revenue and effective control of costs.

Reason for change in net cash used in investing activities: the change was mainly due to the expenditure in continuous investment amounting to approximately RMB985 million for the US automotive glass and float glass projects.

Reason for change in net cash generated from financing activities: the change was mainly due to receipt of proceeds from the H shares offering amounting to approximately RMB6.6 billion during the corresponding period last year.

Reason for change in research and development expenses: continuous expansion of the investment in research and development projects, where leading technology was one of the core competitiveness of Fuyao, and was the Company's development strategy.

2. Others

(1) Details of material changes in profit composition or the source of profit of the Company

During the Reporting Period, there were no material changes in profit composition or the source of profit of the Company.

(2) Analysis on the implementation progress of various types of financing and material asset restructuring in the Reporting Period of the Company

During the Reporting Period, the Company issued three tranches of ultra short-term financing bonds with an aggregate amount of RMB900 million, for each of which the face value and issue price were both RMB100. The issuance amount for the first tranche was RMB300 million, with a term of 270 days and a coupon rate of 2.8% (annual interest rate); the issuance amount for the second tranche was RMB300 million, with a term of 180 days and a coupon rate of 3.0% (annual interest rate); and the issuance amount for the third tranche was RMB300 million with a term of 270 days and a coupon rate of 3.0% (annual interest rate); and the issuance amount for the third tranche was RMB300 million with a term of 270 days and a coupon rate of 3.09% (annual interest rate).

3) Details of progress of operating plan

During the Reporting Period, in a pioneering spirit, the Company continued to actively carry out various work including shifting from old concepts, carrying out lean production and lean management, upgrading its technology and automation, conducting innovations in research and development and in its management so as to guide the development of the Company, and enhancing operation and management for the purpose of efficiency improvement. As a result, the Company recorded revenue of RMB7,584,425,000, representing an increase of 15.07% as compared with the corresponding period last year, and controlled its cost expense rate (the aggregate of sales costs, distribution costs, administrative expenses, research and development expenses, net finance costs and exchange gains/(losses) of other gains/(losses) as a percentage of the revenue) at 76.82%, representing a decrease of 3.25 percentage points as compared with the 80.07% for the corresponding period last year.

(4) Details of charge on assets

As at June 30, 2016, lands and buildings of the Group with book value of RMB9,263,000 (original value: RMB34,018,000) were pledged as security for the credit facilities of HK\$30 million.

(5) Details of number of employees, remuneration policy and training plans

Number of employees: as of the end of the Reporting Period, the number of employees of the Company increased to 22,777, representing an increase of 944 employees as compared with that at the end of 2015, which was mainly attributable to the increase of the number of the employees of two subsidiaries, namely, Fuyao Glass America Inc. and Tianjin Hongde Auto Glass Co., Ltd.

Remuneration policy: based on the principles of "legality, fairness, competitiveness and incentives", the Company formulated a remuneration policy in accordance with the developing strategy of the Company, nature of each position and the value contributed to the construction of the Company. Remuneration of employees is mainly composed of various items including salaries, bonuses, subsidies and allowance; salaries are adjusted in accordance with the Company's performance, market conditions, and employees' performance and working skills. In addition, the Company participated in "five social insurances and one housing fund" as stipulated, while paying social insurance contributions and housing provident fund in a timely manner.

Training plans: according to the Group's strategic plan, key objectives of 2016 and demand for personnel development and based on the idea of "learning through doing" and the Company's actual situation, the Company carried out programs for improvement of comprehensive quality of the management personnel at junior level and business system trainings by focusing on the goals of "enhancement of quality,

2. By region

Init:'000 Currency: RMB

In the PRC Outside the PRC	5,024,283 2,560,142	
	7,584,425	15.07

Description by region

During the Reporting Period, the Company recorded a revenue of RMB7,584,425,000 with a year-on-year increase of 15.07%. In particular, the PRC region recorded a revenue of RMB5,024,283,000 with a year-on-year increase of 14.56% and the region outside the PRC recorded a revenue of RMB2,560,142,000 with a year-on-year increase of 16.08%.

(III) Liquidity and source of capital

I. Cash flows

	Unit: '000	Currency: RMB
Net cash generated from operating activities Net cash used in investing activities Net cash generated from financing activities Amount increased in liquidity	1,455,428 -1,706,247 1,604,731 1,483,915	1,300,849 -1,231,171 5,248,755 5,318,433

(1) During the Reporting Period, net cash generated from operating activities amounted to RMB1,455 million. In particular, cash received from sales of goods and provision of services amounted to RMB8,017 million; cash paid for goods and services amounted to RMB4,174 million, cash paid to and paid on behalf of employees amounted to RMB1,452 million, and payment for various taxes amounted to RMB950 million.

As of June 30, 2016, cash at bank and on hand of the Group amounted to RMB7,403 million, representing an increase of RMB1,484 million or 25.07% as compared with the beginning of the year.

Daily capital needs of the Group can be financed by internal cash flows. The Group also had adequate credit facilities provided by banks.

- (2) During the Reporting Period, net cash used in investing activities amounted to RMB-1,706 million. In particular, net cash from disposal of subsidiaries and other business units amounted to RMB101 million; proceeds from disposal of properties, plants and equipment amounted to RMB21 million; and cash paid for purchase of long-term assets such as properties, plants and equipment and land use rights amounted to RMB1,865 million.
- (3) During the Reporting Period, net cash generated from financing activities amounted to RMB1,605 million, of which, newly-added borrowings amounted to RMB6,025 million, including cash of RMB900 million received from issuance of ultra short-term financing bonds; repayment of bank borrowings amounted to RMB2,898 million; cash payment for distribution of dividends and payment of interests amounted to RMB1,522 million.

2. Capital expenditure

Capital expenditure of the Company was mainly used for continuous investment of newly added projects and other technical transformation expenditures of the Company. During the Reporting Period, RMB1,865 million of cash was paid for purchase and construction of long-term assets such as properties, plants and equipment and land use rights. In particular, capital expenditure of Fuyao America automotive glass projects amounted to approximately RMB777 million; capital expenditure of Fuyao America float glass projects amounted to approximately RMB208 million; and capital expenditure of Tianjin automotive glass projects amounted to approximately RMB162 million.

3. Borrowings

During the Reporting Period, the newly-added borrowings amounted to RMB6,025 million of which ultra short-term financing bonds amounted to RMB900 million; cash for repayment of borrowings amounted to RMB2,898 million, of which mid-term notes amounted to RMB400 million. The

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(V) Commitments

For details, please refer to "23. Commitments" in the "Section VIII Financial report".

(VI) Contingent liabilities

During the Reporting Period, the Company had no material contingent liabilities.

(VII) Analysis of core competitiveness

- 1. Fuyao, a company with strong sense of social responsibility and mission, has gained trust from global automobile manufacturers, users, suppliers and investors by fulfilling its supporting role in the world's automobile industry and contributing transparent and delicate glass to the world.
- 2. Fuyao has trained a team with devotion, passion, unity and aggressiveness which has competitive advantages in operation, management, technology and technique in the glass industry.
- 3. The standardized, transparent and international financial system and the ERP-based process optimization system of Fuyao lay a solid foundation for the digitalization and intelligentization of "Industry 4.0".
- 4. Fuyao has built a relatively comprehensive industrial ecology, such as sand mineral resources, quality float glass technology, research and development of process and equipment, global layout of research and development (R&D) centers and supply chain network; unique staff training and related mechanism, all of which are the systematic industrial advantages like a "city moat".
- Development strategy in a professional, devoted and concentrated manner enables the Company to react promptly to market changes and provide comprehensive solution of automotive glass for customers.

(VIII) Prospects of the Company for the second half of 2016

In 2016, as affected by the weak economic growth in China and the world, together with the presence of several unfavorable cyclical and structural factors, the economy is expected to fluctuate accordingly. As a result, the automotive industry is more likely to slow its growth pace. Therefore, the Company will continue to promote technological innovation, lean production and product upgrades, so as to achieve the transformation and upgrading of business model by virtue of the intelligent manufacturing, build sustainable competitiveness of Fuyao, and create more value to customers.

Major work to be carried out by the Company in the second half of 2016:

- Improve the mentality and capabilities of service and enhance the quality of whole-process design and management capabilities of quality; optimize the operating mechanism and management team building of subsidiaries, comprehensively enhance the operation capacity and quality control standards, and build the "customer-oriented quality culture among all staff" to make customers enjoy outstanding experience beyond expectation.
- 2. Focus on intelligent manufacturing, realize the transformation and upgrading of business model, ensure the capability of customized manufacturing for automotive manufacturers and maintain the sustainable competitiveness of Fuyao globally. Production of high quality and at low cost will guarantee capability of delivering products for large-scale and multi-varieties/small-lot market.
- 3. Further deepen the reform of business and design systems and let the production center respond directly to the needs of customers to the capability of synchronous design and integrated solutions.
- 4. Continue to propel the construction of informatization and big data platform, step up the automative manufacturing levels of the Company and facilitate the advanced integration of informatization and industrialization, thus setting an example of intelligent manufacturing in China.
- 5. Continue to promote the full participation by all staff of the Company in respect of proposing rational proposals and continuous improvement, on which to establish a mechanism comprising guidance, assessment and motivation, leading the core values of Fuyao to be fully incorporated into the daily behaviors of all staff.
- 6. Intensify the management and operation of intangible assets, which will focus on the enhancement of Fuyao brand, so as to strengthen the soft competitiveness of Fuyao.

(IX) Analysis of Investment

1. Overall analysis on external investment in equity interest

(1) Securities investment

Not applicable

(2) Equity interest in other listed companies held by the Company

Not applicable

(3) Equity interest in financial enterprises held by the Company

2. Entrusted investment in non-financial entity and investment in derivatives

(1) Entrusted wealth management

Principal and accumulated returns overdue but yet to be recovered (RMB)

Explanations on entrusted wealth management

None of the above entrusted wealth managements engagements constitutes a connected transaction. The Company neither made provisions for the impairment of entrusted wealth management nor involved any litigation. As at the disclosure date of this report, there is no principal or returns overdue but yet to be recovered.

(2) Entrusted loan

Not applicable

(3) Other investment and derivative investment

Not applicable

3. Use of proceeds of fundraising activities

(1) Overall use of proceeds

Not applicable

(2) Projects financed by proceeds

Not applicable

(3) Changes in projects financed by proceeds

Not applicable

(4) Use of proceeds from issuance of H shares

In order to raise funds to expand the business of the Company and further enhance its corporate governance and competitiveness, the Company has conducted initial public offering of H shares. Upon approval of the "Approval in Relation to the Issuance of Overseas Listed Foreign Shares by Fuyao Glass Industry Group Co., Ltd." (Zheng Jian Xu Ke [2015] No. 295) issued by the CSRC, the Company completed the initial issuance of 439,679,600 H shares to overseas investors on March 31, 2015 and further completed the issuance of 65,951,600 H shares to overseas investors by exercising the over-allotment options on April 28, 2015. The number of H shares issued was 505,631,200 in aggregate. The issue price under the initial public offering was HKD16.80 per share. After deducting underwriting fee and other issuance expenses, the net proceeds from the two issuances were HKD8,278,123,392.61 in aggregate (equivalent to a total of USD1,067,317,464.20).

As of June 30, 2016, the Company has used an accumulated amount of USD835,626,500 of proceeds raised from the H shares offering, among which, USD200,000,000 were remitted to the PRC for repaying bank loans and replenishing working capital; USD495,726,500 was used for the construction of the US automotive glass and float glass projects; and USD139,900,000 was invested in the construction of the Russian automotive glass project.

The actual use of proceeds from the H shares offering of the Company is in line with the use of proceeds as disclosed in the prospectus in relation to H shares offering of the Company dated March 19, 2015.

4. Analysis of major subsidiaries and investee companies

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5. Projects financed by funds not from fundraising activities

Not applicable

II. PROFIT DISTRIBUTION PLAN OR PLAN TO CONVERT SURPLUS RESERVES INTO SHARE CAPITAL

 Execution or adjustment of profit distribution plan implemented during the Reporting Period

Pursuant to the resolution of the seventh meeting of the eighth session of the board of directors held on March 19, 2016, and on the basis of 2,508,617,532 shares of total share capital as of December 31, 2015, a cash dividend of RMB7.5 (tax inclusive) for every 10 shares was declared, amounted to RMB1,881,463,149 in total. The profit distribution plan was considered and approved at the 2015 annual general meeting of the Company held on May 20, 2016. The distribution dates of cash dividend for A shares and H shares were June 8, 2016 and July 8, 2016, respectively.

(2) Proposed interim profit distribution plan or plan to convert surplus reserves into share capital

The Company did not formulate the interim profit distribution plan or plan to convert surplus reserves into share capital during the Reporting Period.

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2. Compliance with the Model Code for Securities Transactions by Directors of Listed Issuers

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix 10 to the Hong Kong Listing Rules as the model code on trading the securities of the Company for all directors, supervisors and relevant employees (as defined in the CG Code). According to the specific enquiries made to the directors and supervisors of the Company, all directors and supervisors have confirmed that they had strictly complied with the standards stipulated under the Model Code during the Reporting Period.

3. Independent non-executive directors

As at June 30, 2016, the Board of Directors comprised eight directors, three of which are independent non-executive directors. Mr. Wu Yuhui, an independent non-executive director, possesses accounting and financial management qualifications. The composition of the Board of Directors is in line with the requirements that "every board of directors of a listed issuer must include at least three independent non-executive directors", "an issuer must appoint independent non-executive directors must appoint independent non-executive directors must appoint independent non-executive directors must appropriate professional qualifications or accounting or related financial management expertise" as stipulated in rules 3.10(1), 3.10A and 3.10(2) of the Hong Kong Listing Rules respectively.

(II) Special committees of the Board of Directors

1. Audit Committee

The Company has established an audit committee in accordance with rules 3.21 and 3.22 of the Hong Kong Listing Rules as well as the requirements of the CSRC and the SSE. The audit committee is responsible for conducting internal audit and supervision on the financial income and expenses and economic activities and shall report its work and be accountable to the Board of Directors. The audit committee comprises three members, all of whom are non-executive directors of the Company (including two independent non-executive directors). The chairman of the audit committee is Mr. Wu Yuhui, an independent non-executive director who possesses the professional qualifications as required under the rule 3.10(2) of the Hong Kong Listing Rules. The other members of the audit committee are Ms. Cheng Yan, an independent non-executive director, and Ms. Zhu Dezhen, a non-executive director. The terms of reference of the audit committee are available on the websites of the Company, the SSE and the Hong Kong Stock Exchange.

2. Remuneration and Assessment Committee

The Company has established a remuneration and assessment committee in accordance with rules 3.25 and 3.26 of the Hong Kong Listing Rules as well as the requirements of the CSRC and the SSE. The remuneration and assessment committee is mainly responsible for the formulation, management and assessment of the remuneration system of the directors and the senior management of the Company and making recommendations to the Board of Directors on the remuneration packages of individual executive directors and senior management. The remuneration and assessment committee shall report its work and be accountable to the Board of Directors. The remuneration and assessment committee comprises three members including one executive director and two independent non-executive directors. The chairperson of the remuneration and assessment committee are Mr. Cho Tak Wong, the chairman of the Board of Directors and an executive director, and Mr. Wu Yuhui, an independent non-executive director. The terms of reference of the remuneration and assessment committee are available on the websites of the Company, the SSE and the Hong Kong Stock Exchange.

3. Nomination Committee

The Company has established a nomination committee in accordance with code provisions A.5.1 and A.5.2 under the CG Code as well as the requirements of the CSRC and the SSE. The nomination committee is mainly responsible for providing opinions or suggestions on the changes and recommendation of candidates for directors and senior management to the Board of Directors. The nomination committee comprises three members with independent non-executive directors being the majority. The chairperson of the nomination committee is Ms. Cheng Yan, an independent non-executive director, and Mr. Tso Fai, the vice-chairman of the Board of Directors and a non-executive director. The terms of reference of the nomination committee are available on the websites of the Company, the SSE and the Hong Kong Stock Exchange.

4. Strategy and Development Committee

The Company has established the strategy and development committee in accordance with the requirements of the Code of Corporate Governance for Listed Companies. The strategy and development committee is mainly responsible for feasibility research on the Company's long-term development and strategy plans as well as major strategic investments, and shall report to and hold responsibility for the Board of Directors. The strategy and development committee consists of three members; the chairman of the committee is Mr. Cho Tak Wong, the chairman of the Board of Directors and an executive director, and the other members are Mr. Tso Fai, vice chairman of Board of Directors and a non-executive director and Ms. Cheng Yan, an independent non-executive director. The strategy and development committee are available on the websites of the Company and the SSE.

(III) Significant matters

Purchase, disposal or redemption of the listed securities of the Company

During the Reporting Period, neither did the Company nor did any of its subsidiaries purchase, dispose or redeem any listed securities of the Company.

(IV) Review by the audit committee of the Board of Directors

The audit committee under the Board of Directors has reviewed the unaudited condensed consolidated interim financial statements and the interim report of the Company for the six months ended June 30, 2016 and has discussed with the senior management of the Company on such matters as the accounting

I. MATERIAL LITIGATION, ARBITRATION AND MATTERS COMMONLY QUESTIONED BY THE MEDIA

Not applicable

II. MATTERS IN RELATION TO BANKRUPTCY AND RESTRUCTURING

Not applicable

III. ASSET TRANSACTIONS AND MERGERS

 Acquisition and disposal of assets and business combinations which have been published in temporary announcements and have no changes in subsequent implementation

Description and type of the matter

Inquiry index

According to the strategic development plan of the Company, in order to consolidate its resources to develop its core business of automotive glass and to foster the fine-tuning and optimization of its asset structure, the Company and its whollyowned subsidiary, Fujian Wanda Automobile Glass Industry Co., Ltd., sold the 100% equity interest in aggregate in Fuzhou Fuyao Mold Technology Co., Ltd. held by them to Fujian Triplex Industrial Development Co., Ltd. at a consideration of approximately RMB68.8267 million. On March 31, 2016, Fuzhou Fuyao Mold Technology Co., Ltd completed the business registration procedures of the equity transfer. See the Announcement of Fuyao Glass Industry Group Co., Ltd. on Connected Transaction in relation to Disposal of Assets dated March 21, 2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, and the website of the SSE (http://www.sse.com.cn) and the Announcement on Connected Transaction-Disposal of a Whollyowned Subsidiary dated March 21, 2016 as published on the website of the Hong Kong Stock Exchange (http://www.hkexnews.hk).

(II) Matters which have not been disclosed in temporary announcements or have subsequent development

Not applicable

IV. EQUITY INCENTIVES OF THE COMPANY AND THE IMPACT THEREOF

Not applicable

V. SUBSTANTIAL CONNECTED TRANSACTIONS

(I) Connected transactions in relation to ordinary business operations

1. Matters that have been disclosed in temporary announcements and have no developments or changes in subsequent implementation

Description of the matter

Inquiry index

- The Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Triplex Machinery Technology Co., Ltd. in the Second Half of 2015 and in 2016, and the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Triplex Auto Parts Development Co., Ltd. in the Second Half of 2015 and in 2016, were considered and approved at the fifth meeting of the eighth session of the Board of Directors of the Company convened on August 22, 2015.
- At the sixth meeting of the eighth session of the Board of Directors held on October 26, 2015, the following resolutions were considered and approved: the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Tri-Wall Packaging (Fuzhou) Co., Ltd. for the Year 2016, the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Ningbo Hongxiecheng Automotive Parts Co., Ltd. from January to July 2016, the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Chongqing Hongxiecheng Automotive Parts Co., Ltd. from January to July 2016, the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Triplex Auto Parts Development Co., Ltd. for the Year 2016 and the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Triplex Machinery Technology Co. Ltd for the Year 2016

or details, please refer to the Announcement on the Continuing Connected Transactions of Fuyao Glass Industry Group Co., Ltd. dated August 24, 2015 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, the Securities Daily, and on the website of SSE (http://www.sse.com.cn) and the Announcement on Continuing Connected Transactions under the Supply of Goods Framework Agreements and the Distribution Agreements dated August 24, 2015 and the Clarification Announcement dated September 1, 2015 as published on the website of the Hong Kong Stock Exchange (http://www.hkexnews.hk).

or details, please refer to the Announcement on the Continuing Connected Transactions of Fuyao Glass Industry Group Co., Ltd. dated October 27, 2015 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, the Securities Daily, and on the websites of SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk).

Description of the matter

At the seventh meeting of the eighth session of the Board of Directors held on March 19, 2016, the following resolutions were considered and approved: the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fuzhou Fuyao Mold Technology Co., Ltd. for the Year 2016, the Resolution in relation to Projected Continuing Connected Transactions between the Company and Fujian Triplex Auto Services Co., Ltd. for the Year 2016, the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Triplex Auto Services Co., Ltd. for the Year 2016, the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Triplex Auto Parts Development Co., Ltd. for the Year 2016, the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Hubei Jierui Automobile Glass Co., Ltd. for the Year 2016 and the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Hubei Jierui Automobile Glass Co., Ltd. for the Year 2016 and the Resolution in relation to the Projected Continuing Connected Transactions between the Company and Hunan Jierui Automobile Glass Co., Ltd. for the Year 2016.

Inquiry index

For the details, please refer to the Announcement on the Continuing Connected Transactions of Fuyao Glass Industry Group Co., Ltd. dated March 21, 2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, and on the website of SSE (http://www.sse.com.cn) and the Announcement on Continuing Connected Transactions under Fuzhou Mold Supply of Goods Framework Agreement and Triplex Auto Services Master Distribution Framework Agreement dated March 21, 2016 and the Further Announcement on the Continuing Connected Transactions under the Fuzhou Mold Supply of Goods Framework Agreement and the Triplex Auto Services Master Distribution Framework Agreement dated April 19, 2016 as published on the website of the Hong Kong Stock Exchange (http://www.hkexnews.hk).

2. Matters that have been disclosed in temporary announcements and have developments or changes in subsequent implementation

1) The Resolution in relation to the Lease of Properties from Fujian Yaohua Industrial Village Development Co., Ltd. by the Company was considered and approved at the sixth meeting of the eighth session of the Board of Directors of the Company convened on October 26, 2015. The Company has leased the warehouse on Underground Floor I, staff cafeteria and club and staff dormitory of Districts I and II of and the standard plant of District I of Fuyao Industrial Zone located at Hong Lu Zhen, Fuqing, Fujian Province with a total area of 138,281.86m² from Fujian Yaohua Industrial Village Development Co., Ltd. at a monthly rent of RMB1,797,664.18, aggregating to an annual rent of RMB21,571,970.16. The term of the lease is three years from January 1, 2016 to December 31, 2018. For details, please refer to the Announcement of Fuyao Glass Industry Group Co., Ltd. on Connected Transaction in relation to the Lease of Properties dated October 27, 2015 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, the Securities Daily, and on the website of SSE (http://www.sse.com.cn) and the Announcement on Renewal of the Continuing Connected Transaction under the Lease Contract dated October 27, 2015 as published on the website of the Hong Kong Stock Exchange (http://www.hkexnews.hk).

Upon confirmation by both parties, starting from April 1, 2016, the total leased area has been adjusted from 138,281.86m² to 133,598.20m² and the monthly rent been adjusted from RMB1,797,664.18 to RMB1,736,776.60.

(2) The Resolution in relation to the Projected Continuing Connected Transactions between the Company and Fujian Hongxiecheng Automotive Parts Co., Ltd. from January to July 2016 was considered and approved at the sixth meeting of the eighth session of the Board of Directors convened on October 26, 2015. For the details, please refer to the Announcement on the Continuing Connected Transactions of Fuyao Glass Industry Group Co., Ltd. dated October 27, 2015 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, the Securities Daily, and on the websites of SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk).

In 2016, benefiting from the new product development of the Company, production scale of the Company was expanded. The Company expected that the procurement of raw and auxiliary materials from Fujian Hongxiecheng Automotive Parts Co., Ltd. will increase significantly in terms of both volume and amount. The Resolution in relation to Increase in the Projected Continuing Connected Transactions between the Company and Fujian Hongxiecheng Automotive Parts Co., Ltd. will encrease and approved at the seventh meeting of the eighth session of the Board of Directors convened on March 19, 2016. For details, please refer to the Announcement of Fuyao Glass Industry Group Co., Ltd. in Relation to Increase in the Estimate Volume of the Continuing Connected Transactions between the Company and Fujian Hongxiecheng Automotive Parts Co., Ltd. from January to July 2016 dated March 21,2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, and on the websites of SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk).

3. Matters not disclosed in temporary announcements

Not applicable

(II) Connected transactions in relation to acquisition and disposal of assets

1. Matters that have been disclosed in temporary announcements and have no developments or changes in subsequent implementation

Description of the matter

nquiry index

According to the strategic development plan of the Company and in order to consolidate its resources to develop its core business of automotive glass and foster the fine-tuning and optimization of its asset structure, the Company and Fujian Wanda Automobile Glass Industry Co., Ltd. (a wholly-owned subsidiary of the Company), sold 100% equity interests in aggregate in Fuzhou Fuyao Mold Technology Co., Ltd. held by them to Fujian Triplex Industrial Development Co., Ltd. at a consideration of approximately RMB68.8267 million. On March 31, 2016, Fuzhou Fuyao Mold Technology Co., Ltd. had completed the business registration procedures of the above equity transfer. or details, please refer to the Announcement of Fuyao Glass Industry Group Co., Ltd. on Connected Transaction in relation to Disposal of Assets by the Company dated March 21, 2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times, the website of the SSE (http://www.sse.com.cn) and the Announcement on Connected Transaction-Disposal of a Wholly-owned Subsidiary dated March 21, 2016 as published on the website of the Hong Kong Stock Exchange (http://www.hkexnews.hk).

2. Matters not disclosed in temporary announcements

Not applicable

VI. MATERIAL CONTRACTS AND THE IMPLEMENTATION THEREOF

Custody, contracting and leasing

Not applicable

2 Guarantee

Unit: 0'000 Currency: RMB

External guarantees of the Company (excluding guarantees for subsidiaries)

Total amount of the guarantees during the Reporting Period (excluding guarantees for subsidiaries) Balance of the total amount of the guarantees at the end of the Reporting Period (A) (excluding guarantees for subsidiaries)	
Guarantees of the Company for subsidiaries	
Total amount of the guarantees for subsidiaries during the Reporting Period Balance of the total amount of the guarantees for subsidiaries	109,414.80

Total amount of guarantees of the Company (including guarantees for subsidiaries)

Total amount of guarantees (A+B) Total amount of guarantees as a percentage of the net assets of the Company (%) Including:	145,886.40 9.07
The amount of guarantees offered to the shareholders, de facto controller and connected parties (C)	
The amount of debt guarantees directly or indirectly offered	
to the guaranteed with a gearing ratio of over 70% (D) The amount of guarantees in excess of 50% of net assets (E)	
The sum of the three items above (C+D+E)	

VII. PERFORMANCE OF UNDERTAKINGS

 Undertakings of the Company, shareholders with over 5% of the shareholding, the controlling shareholder and the de facto controller during or subsisting in the Reporting Period

Nature of the undertaking		Details of the undertaking	Time and term of the undertaking	Whether there is a term for the undertaking	the undertaking is honored in a timely and strict manner

Nature of the undertaking		Details of the undertaking	Time and term of the undertaking	Whether there is a term for the undertaking	Whether the undertaking is honored in a timely and strict manner

of development while it has significant capital expenditure arrangements, the profit distribution may be dealt with pursuant to the rules applied in the previous distribution. 6. In the event that the Company has realized profit in the previous financial year but the board of directors of the Company did not propose any cash dividend distribution plan at the end of the previous financial year, the Company shall seek advice from the independent directors and shall disclose in the periodic reports the reasons for not proposing the cash dividend plan, the use of undistributed funds accumulated in the Company, and the independent directors shall present independent opinions and disclose the same to the public. 7. The formulation and execution of the profit distribution plan: the board of directors shall propose a profit distribution plan and submit the same to the general meeting for consideration at the end of each financial year. The Company accepts the advice and supervision of all shareholders, independent directors and supervisors on the Company's profit distribution plan. After the decision for the profit distribution plan has been reached at the general meeting of the Company, the board of directors of the Company shall complete the distribution of dividends (or shares) within 2 months of the convening of the general meeting.

According to the relevant disclosures headed "Substantial Shareholders" in the prospectus in relation to the H shares offering dated March 19, 2015, Ms. Chan Fung Ying and Fujian Yaohua Industrial Village Development Co.,Ltd.("Yaohua") undertook that subject to any disposal prohibitions required by PRC securities laws, rules and regulations, Yaohua and Ms. Chan shall together donate to the Company, within 15 business days following the lock-up expiry date (the date which is 12 months from the listing of the H shares of the Company, i.e. March 31, 2016, "Lock-up Expiry Date"), any notional profit gained by Yaohua and Ms. Chan in respect of the additional acquisition of 10,047,792 A Shares (the "Subject Shares") at an average price of RMB14.916 per A Share on March 2, 2015. The specific formula is as follows: total amount to be donated to the Company = (the average closing price of the A shares of the Company as

VIII. THE APPOINTMENT AND DISMISSAL OF ACCOUNTANTS

Not applicable

IX. PENALTIES AND RECTIFICATIONS OF THE COMPANY, ITS DIRECTORS, SUPERVISORS, SENIOR MANAGEMENT, SHAREHOLDERS WITH OVER 5% OF THE SHAREHOLDING, DE FACTO CONTROLLER AND ACQUIRERS

Not applicable

X. CONVERTIBLE CORPORATE BONDS

Not applicable

XI. CORPORATE GOVERNANCE

During the Reporting Period, the Company continuously improved corporate governance structure, standardized its operations, improved its management of insider information, enhanced its information disclosure and safeguarded the interests of the shareholders as a whole in strict compliance with the PRC Company Law, the PRC Securities Law and Code of Corporate Governance for Listed Companies as well as the requirements for relevant documents promulgated by the CSRC, SSE and Hong Kong Stock Exchange.

Corporate governance is a long-term commitment. The Company will enhance the establishment of its internal control system, constantly raise the level of standardized operations and consistently optimize its corporate governance structure in accordance with the PRC Company Law, the PRC Securities Law and Code of Corporate Governance for Listed Companies as well as the requirements for relevant documents promulgated by the CSRC, the SSE and the Hong Kong Stock Exchange.

XII. DETAILS OF OTHER SIGNIFICANT MATTERS

(I) Analysis on the reasons and impact from the changes to the accounting policies, accounting estimates or audit methods by the Board of Directors

Not Applicable

(II) Analysis on the reasons and impact from the corrections to material errors in the previous period by the Board of Directors

Not Applicable

I. CHANGES IN SHARE CAPITAL

(I) Table of Changes in Shares

1. Table of Changes in Shares

During the Reporting Period, there was no change in the total number of shares and the structure of share capital of the Company.

(II) Changes in Shares Subject to Selling Restrictions

Not applicable

II. PARTICULARS OF SHAREHOLDERS

(I) Total number of shareholders

As at June 30, 2016, the Company had 67,606 shareholders in total, including 67,537 holders of A shares and 69 holders of H shares.

Total number of shareholders as of the Reporting Period	67,606
Total number of shareholders of preference shares with	
voting rights restored as at the end of the Reporting Period	

 (II) Particulars of shareholdings of the top ten shareholders and the top ten shareholders with tradable shares (or shareholders not subject to selling restrictions) as at the end of the Reporting Period

Unit: share

HKSCC NOMINEES LIMITED (Note)						
						legal person
Hong Kong Securities						
Clearing Company Limited						
China Securities Finance Corporation Limited						
TEMASEK FULLERTON ALPHA PTE LTD						

Particulars of top 10 shareholders

Shareholding of the top ten shareholders not subject to selling restrictions

			er of shares
		Overseas listed foreign-invested	
HKSCC NOMINEES LIMITED (Note)	505,566,800	shares Ordinary shares	505,566,800
Sanyi Development Limited	390,578,816	dominated in RMB Ordinary shares	390,578,816
Heren Charitable Foundation	290,000,000	dominated in RMB Ordinary shares	290,000,000
Hong Kong Securities Clearing Company Limited	201,053,895	dominated in RMB Ordinary shares	201,053,895
China Securities Finance Corporation Limited	60,417,466	dominated in RMB Ordinary shares	60,417,466
	38,653,598	dominated in RMB Ordinary shares	38,653,598
Fujian Yaohua Industrial Village Development Co., Ltd.		dominated in RMB Ordinary shares	
Central Huijin Asset Management Ltd.	24,598,300	dominated in RMB	24,598,300
Bai Yongli		Ordinary shares dominated in RMB Ordinary shares	19,795,219
Li Shengqing	18,089,275	dominated in RMB	18,089,275

Explanations on the connected relationship or parties acting in concert among the above shareholders The de facto controllers of Sanyi Development Ltd. and Fujian Yaohua Industrial Village Development Co.,Ltd. are members of the same family. With regard to the remaining eight shareholders not subject to selling restrictions, it is uncertain whether there is any connected relationship among the shareholders and whether such shareholders are parties acting in concert which fall within the meaning under the "Measures for the Administration of Information Disclosure of Change of Shareholdings Held by Shareholders of Listed Companies".

Note

(III) Interests and short positions of directors, supervisors and chief executives in shares, underlying shares and debentures

As at June 30, 2016, the interests or short positions of directors, supervisors and chief executives of the Company in the shares, underlying shares or debentures of the Company or any of its associated corporations, within the meaning of Part XV of the SFO, (a) which will be notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they are taken or deemed to have under such provisions of the SFO); or (b) which will be required, pursuant to section 352 of the SFO, to be recorded in the register referred to therein; or (c) which will be required to be notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code set out in Appendix 10 of the Hong Kong Listing Rules, were as follows:

Beneficial owner/ interest of his spouse/ interest of controlled corporation		

Notes:

(1) Mr. Cho Tak Wong directly holds 314,828 A shares (L) and indirectly holds 390,578,816 A shares (L) through Sanyi Development Limited and 12,086,605 A shares (L) through Home Bridge Overseas Limited. In addition, Mr. Cho Tak Wong is deemed to be interested in the 34,277,742 A shares (L) indirectly held by his spouse, Ms. Chan Fung Ying.

(2) (L) – long position

Save as disclosed above, as at June 30, 2016, none of directors, supervisors and chief executives of the Company had interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations which notified to the Company and the Hong Kong Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they are taken or deemed to have under such provisions of the SFO); or which was required, pursuant to section 352 of the SFO, to be recorded in the register referred to therein; or which was required to be notified to the Company and the Hong Kong Stock Exchange pursuant to the Model Code.

(IV) Interests and short positions of substantial shareholders in shares and underlying shares

As at June 30, 2016, the Company was notified of the following persons other than directors, supervisors or chief executive of the Company who have 5% or more interests or short positions in the shares or underlying shares of the Company which were recorded in the register required to be kept by the Company under Section 336 of Part XV of the SFO:

Sanyi Development Limited				
Heren Charitable Foundation		290,000,000 (L)		
Matthews International Capital Management, LLC	Investment manager			
Hillhouse Capital Management, Ltd. ⁽³⁾	Investment manager			
		30,000,000 (L)		
	manager/custodian			

Notes:

- (1) Ms. Chan Fung Ying indirectly held 34,277,742 A shares (L) through Fujian Yaohua Industrial Village Development Co.,Ltd. ("Yaohua") of which, 22,340,000 A shares (L) were pledged to China Merchants Securities Co., Ltd. by Yaohua. In addition, she was deemed to have an interest in 402,980,249 A shares (L) held by her spouse, Mr. Cho Tak Wong.
- (2) As First State Investments (Hong Kong) Ltd. and First State Investment Management (UK) Limited, the entities controlled by Commonwealth Bank of Australia, held 70,710,000 H shares (L) of the Company in aggregate, Commonwealth Bank of Australia was deemed to have an interest in the shares of the Company held by such entities.
- (3) As Gaoling Fund L.P. and YHG Investment, L.P., the entities controlled by Hillhouse Capital Management, Ltd., held 44,775,000 H shares (L) and 1,395,400 H shares (L) of the Company respectively, Hillhouse Capital Management, Ltd. was deemed to have an interest in the shares of the Company held by such entities.

Section VI Changes in Shares and Information of Shareholders

- (4) As CMI Financial Holding Corporation, an entity controlled by China Minsheng Investment Corp. Ltd., held 30,000,000 H shares (L) of the Company, China Minsheng Investment Corp. Ltd. was deemed to have an interest in the shares of the Company held by such entity.
- (5) JPMorgan Chase & Co. held 32,085,868 H shares (L), 2,050,000 H shares (S) and 18,562,268 H shares (P) of the Company through multiple entities under its control. In addition, 2,400 H shares (L) relate to derivatives, namely the unlisted derivatives – cash settled.
- (6) The percentage is based on the issued number of the relevant class of shares/total issued shares of the Company as at June 30, 2016.
- (7) (L) long position, (S) short position, (P) lending pool.

Save as disclosed above, as at June 30, 2016, there was no person having interest or short position in the shares or underlying shares of the Company which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

(V) Strategic investors or general legal persons who are the top ten shareholders by placement of new shares

Not applicable

III. CHANGES IN CONTROLLING SHAREHOLDER OR DE FACTO CONTROLLER

Not applicable

Section VII Directors, Supervisors and Senior Management

I. CHANGES IN SHAREHOLDING

(I) Changes in shareholding of current and resigned directors, supervisors and senior management during the Reporting Period

	Executive Director, Chairman of the Board of Directors			
	Non-executive Director, Vice Chairman of the Board of Directors			
Chen Xiangming	Executive Director, Joint Company Secretary, Chief Financial Officer			
Wu Shinong	Non-executive Director			
	Non-executive Director			
Cheng Yan	Independent Non-executive Director			
	Independent Non-executive Director			
	Independent Non-executive Director			
Bai Zhaohua	Chairman of the Board of Supervisors			
	Supervisor			
Chen Mingsen	Supervisor			
	President			
	Vice President			
	Vice President			
Huang Xianqian	Vice President			
Yang Chun-Han (resigned)	Vice President			
		365,600	365,600	
Chen Xiangming (resigned)				
Chen Jicheng (resigned)	Executive Director, Vice President			

Note: Li Xiaoxi holds H shares of the Company while the others hold A shares of the Company.

(II) Option incentive granted to directors, supervisors and senior management during the Reporting Period

Not applicable

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Section VII Directors, Supervisors and Senior Management

II. CHANGES IN DIRECTORS, SUPERVISORS AND SENIOR MANAGEMENT OF THE COMPANY

Yang Chun-Han	Vice President	Appointed	Considered and approved at the seventh meeting of the eighth session of the Board of Directors
Li Xiaoxi	Secretary to the Board of Directors	Appointed	Considered and approved at the seventh meeting of the eighth session of the Board of Directors
Chen Xiangming	Secretary to the Board of Directors	Resigned	Required by re-division of functions of the management
Chen Jicheng	Executive Director, Vice President	Resigned	Personal reason
Yang Chun-Han	Vice President	Resigned	Personal reason

- Notes:
- 1. On March 19, 2016, the appointments of Mr. Yang Chun-Han as a vice president of the Company and Ms. Li Xiaoxi as the secretary to the Board of Directors with a term of office commencing from the date of approval at the board meeting and ending on the date of expiry of the term of office of the eighth session of the Board of Directors, were considered and approved at the seventh meeting of the eighth session of the Board of Directors. Please refer to the announcement dated March 21, 2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times and the websites of the SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk) for details.
- 2. Due to the need of re-division of functions of the management of the Company, Mr. Chen Xiangming tendered his resignation as the secretary to the Board of Directors, to the Board of Directors on March 19, 2016, and the Board of Directors accepted the resignation letter tendered by Mr. Chen Xiangming. After Mr. Chen Xiangming resigned from the position of secretary to the Board of Directors, he remains as an executive director, the chief financial officer and a joint company secretary of the Company. Please refer to the announcement published on Shanghai Securities News, China Securities Journal, Securities Times, the websites of the SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk) dated March 21, 2016 for details.
- 3. On April 26, 2016, Mr. Chen Jicheng tendered his resignation from his position as executive director and vice president of the Company to the Board of Directors due to personal reason, with effect from April 26, 2016. Please refer to the announcement dated April 28, 2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times and the websites of the SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk) for details.
- 4. On July 26, 2016, Mr. Yang Chun-Han tendered his resignation from his position as a vice president of the Company to the Board of Directors due to personal reason, with effect from July 26, 2016. Please refer to the announcement dated July 27, 2016 as published on the Shanghai Securities News, the China Securities Journal, the Securities Times and the websites of the SSE (http://www.sse.com.cn) and the Hong Kong Stock Exchange (http://www.hkexnews.hk) for details.

Section VII Directors, Supervisors and Senior Management

III. CHANGES IN INFORMATION OF DIRECTORS AND SUPERVISORS

Pursuant to Rule 13.51B(1) of the Hong Kong Listing Rules, the changes in the director's information of the Company are as follows:

- 1. Mr. Wu Shinong, a non-executive director of the Company, resigned as an independent non-executive director of Xiamen Xiangyu Co., Ltd. (廈門象嶼股份有限公司) (a company listed on the SSE, stock code: 600057) in August 2016.
- 2. Mr. Tso Fai, a non-executive director and the vice chairman of the Board of Directors, is currently the executive director and general manager of Fuzhou Fuyao Mold Technology Co., Ltd. (福州福耀模具科技有限公司).
- 3. Mr. Chen Xiangming, an executive director, the chief financial officer and a joint company secretary of the Company, ceased to concurrently serve as the secretary to the Board of Directors since March 19, 2016 due to the need of re-division of functions of the management.

Save as disclosed above, during the Report Period, the Company is not aware of any changes in information of directors and supervisors which need to be disclosed pursuant to Rule 13.51B(1) of the Hong Kong Listing Rules.

I. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

Condensed Consolidated Interim Balance Sheet (Continued)

	Note	2016-6-30 <i>RMB′000</i> (Unaudited)	2015-12-31 <i>RMB'000</i> (audited)
Liabilities			
Non-current liabilities			
Borrowings	15	905,000	848,000
Deferred income tax liabilities	10	94,600	92,583
Deferred income on government grants	16	368,533	368,472
		1,368,133	1,309,055
Current liabilities			
Trade and other payables	17	3,415,555	2,940,670
Current income tax liabilities		194,104	262,137
Borrowings	15	6,947,992	3,871,051
Derivatives financial instruments		3,318	925
Current portion of deferred income on			
government grants	16	17,643	18,515
		10,578,612	7,093,298
Liabilities of disposal group classified			
as held-for-sale		6,812	9,552
		10,585,424	7,102,850
Total liabilities		11,953,557	8,411,905
Total equity and liabilities		28,053,903	24,841,632

I. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

Condensed Consolidated Interim Income Statement

	Note	Accumulated in June 2016 <i>RMB'000</i> (Unaudited)	Accumulated in June 2015 <i>RMB'000</i> (Unaudited)
Revenue Cost of sales		7,584,425 -4,380,303	6,591,325 -3,838,748
Gross profit Distribution costs Administrative expenses Research and development expenses Other income Other gains/(losses) – net	18	3,204,122 -561,681 -705,949 -335,746 23,111 199,859	2,752,577 -494,713 -556,487 -297,006 26,472 -30,916
Operating profit Finance income Finance costs	19	1,823,716 28,705 -75,386	1,399,927 9,716 -94,721
Finance costs – net Share of profit of joint ventures		-46,681 1,882	-85,005 2,884
Profit before income tax Income tax expense	20	1,778,917 	1,317,806 -99,924
Profit for the period		1,457,178	1,217,882
Profit attributable to: Equity holders of the Company Non-controlling interests		1,456,476 702	1,215,259 2,623
Profit for the period		1,457,178	1,217,882
Earnings per share attributable to equity holders of the Company during the period – Basic and diluted earnings per share			
(expressed in RMB per share)	21	0.58	0.54
Dividends	22		

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Section VIII Financial Report

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I. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

Condensed Consolidated Interim Statement of Comprehensive Income

	Note	Accumulated in June 2016 <i>RMB'000</i> (Unaudited)	Accumulated in June 2015 <i>RMB'000</i> (Unaudited)
Profit for the period		1,457,178	1,217,882
Other comprehensive income/(loss): Items that may be subsequently reclassified to profit or loss			
Currency translation differences		94,904	-5,684
Other comprehensive income/(loss) for the period, net of tax		94,904	-5,684
		1,552,082	1,212,198
Total comprehensive income for the period			
Total comprehensive income attributable to: Equity holders of the Company Non-controlling interests		1,551,380 	1,209,575 2,623
Total comprehensive income for the period		1,552,082	1,212,198

I. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

Condensed Consolidated Interim Statement of Changes in Equity

		Attributable to equity holders of the Company						
	Note	Share capital <i>RMB'000</i>	Share premium <i>RMB′000</i>	Other reserves RMB'000	Retained earnings <i>RMB'000</i>	Total RMB'000	Non- controlling interests <i>RMB'000</i>	Total equity <i>RMB′000</i>
As at January 1, 2016		2,508,618	6,202,553	1,098,091	6,614,026	16,423,288	6,439	16,429,727
Comprehensive income: Profit for the period Other comprehensive income:					1,456,476	1,456,476	702	1,457,178
Currency translation differences – the Group				94,904		94,904		94,904
Total comprehensive income				94,904	1,456,476	1,551,380	702	1,552,082
Transactions with equity holders:								
Dividends declared for 2015					-1,881,463	-1,881,463		-1,881,463
Total transaction with equity holders, recognised directly in equity					-1,881,463	-1,881,463		-1,881,463
As at June 30, 2016		2,508,618	6,202,553	1,192,995	6,189,039	16,093,205	7,141	16,100,346

I. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

Condensed Consolidated Interim Statement of Changes in Equity (Continued)

		Attributable to equity holders of the Company						
	Note	Share capital <i>RMB'000</i>	Share premium <i>RMB'000</i>	Other reserves RMB'000	Retained earnings <i>RMB'000</i>	Total <i>RMB'000</i>	Non- controlling interests RMB'000	Total equity <i>RMB'000</i>
As at January 1, 2015		2,002,986	184,347	873,803	5,752,510	8,813,646	4,320	8,817,966
Comprehensive income: Profit for the period Other comprehensive income:					1,215,259	1,215,259	2,623	1,217,882
Currency translation differences – the Group				-5,684		-5,684		-5,684
Total comprehensive income				-5,684	1,215,259	1,209,575	2,623	1,212,198
Transactions with equity holders: Proceeds from issuance of shares Dividends declared for 2014 Others Total transaction with equity		505,632	6,010,191	-1	-1,502,239	6,515,823 -1,502,239 -1		6,515,823 -1,502,239 -1
holders, recognised directly in equity		505,632	6,010,191	1	-1,502,239	5,013,583		5,013,583
As at June 30, 2015		2,508,618	6,194,538	868,118	5,465,530	15,036,804	6,943	15,043,747

I. CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

Condensed Consolidated Interim Cash Flow Statement

	Note	Accumulated in June 2016 <i>RMB'000</i> (Unaudited)	Accumulated in June 2015 <i>RMB'000</i> (Unaudited)
Cash flow from operating activities Cash generated from operations Income taxes paid		1,852,839 	1,556,567 -255,718
Net cash generated from operating activities		1,455,428	1,300,849
Cash flow from investing activities Proceeds from disposal of property, plant and equipment Purchases of property, plant and equipment Purchases of leasehold land and land use rights Purchase of intangible assets Cash received in connection with the sales of a subsidiary Cash received from disposal of joint ventures Interest received Dividends received (Increase)/decrease in restricted cash Government grants received relating to property, plant and equipment		21,470 -1,850,127 -10,702 -4,147 101,103 28,705 951 6,500	38,979 -1,384,224 -14,366 -6,893 52,793 9,716 75,784 -2,960
Net cash used in investing activities		-1,706,247	-1,231,171
Cash flow from financing activities Proceeds from issuance of ordinary shares Proceeds from borrowings Repayments of borrowings Dividends paid to the Company's shareholders Interest paid		6,025,484 -2,898,286 -1,440,250 -82,217	6,554,491 4,298,410 -3,979,862 -1,502,240 -122,044
Net cash generated from financing activities		1,604,731	5,248,755
Exchange gains/(losses) on cash and cash equivalents Net increase/(decrease) in cash and cash equivalents Cash and cash equivalents at the beginning of the period		130,003 1,483,915 5,906,233	5,318,433 499,325
Cash and cash equivalents at the end of the period		7,390,148	5,817,758
Analysis of balances of cash and cash equivalents Cash and cash equivalents as stated in the consolidated balance sheets Add: Cash and cash equivalents attributable to the disposal groups		7,390,027	5,817,626
Cash and cash equivalents as stated in the consolidated cash flow statement		7,390,148	5,817,758

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

1. General Information

The Company was formerly known as Fujian Yaohua Glass Industry Group Co., Ltd. (福建省耀華玻璃工 業有限公司), which was established in the People's Republic of China (the "PRC") on 14 April 1987 as a sino-foreign equity joint venture. On 21 June 1992, the Company was converted into a sino-foreign joint stock company with limited liability under the PRC Company Law and was renamed as Fuyao Glass Industry Group Co., Ltd. (福耀玻璃工業集團股份有限公司).

The Company's shares have been listed on both the SSE ("A shares") and the Hong Kong Stock Exchange ("H shares"). As at June 30, 2016, the Company had 2,002,986,332 A shares and 505,631,200 H shares in total, among which, Mr. Cho Tak Wong (曹德旺), the single largest shareholder, held (directly and indirectly through Sanyi Development Ltd. and Home Bridge Overseas Ltd.) 16.06% equity interests in the Company. Together with the 1.37% equity interests in the Company held by his spouse Ms. Chan Fung Ying, Mr. Cho Tak Wong was deemed to directly and indirectly hold 17.43% equity interests in the Company in total.

The address of the Company's registered office is Fuyao Industrial Zone, Rongqiao Economic & Technological Development Zone, Fuqing City, Fujian Province, the PRC. The Company and its subsidiaries (together, the "Group") are principally engaged in the manufacturing and sale of automobile glass and float glass both at home and abroad.

Unless otherwise stated, the condensed consolidated interim financial statements are presented in thousands of Renminbi.

The condensed consolidated interim financial statements are unaudited, and were approved to be issued by the Board of Directors as at 27 August 2016.

2. Accounting Policies

Except as described below, the accounting policies adopted are consistent with those used for and described in the annual consolidated financial statements of the Company for the year ended 31 December 2015.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

New standard, amendments and improvements of IFRSs adopted by the Group in 2016:

- IFRS 14 "Regulatory Deferral Accounts"
- Amendment to IAS 27 "Equity method in separate financial statements"
- Amendment to IFRS 11 "Accounting for acquisitions of interests in joint operations"
- Amendments to IAS 16 and IAS 38 "Clarification of acceptable methods of depreciation and amortisation"
- Annual improvements 2014, affecting the following 4 standards: IFRS 5 "Non-current assets held for sale and discontinued operations", IFRS 7 "Financial instruments: Disclosures", IAS 19 "Employee benefits" and IAS 34 "Interim financial reporting"

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

2. Accounting Policies (Continued)

New standard, amendments and improvements of IFRSs adopted by the Group in 2016: *(Continued)*

- Amendments to IFRS 10, IFRS 12 and IAS 28 "Investment entities: applying the consolidation exception"
- Amendments to IAS 1 "Disclosure initiative"

The adoption of the above new standard, amendments and improvements starting from January 1, 2016 did not give rise to any significant impact on the Group's results of operations and financial position for the six months ended June 30, 2016.

The Group has not early adopted any new accounting and financial reporting standards, amendments and improvements to existing standards which have been issued but are not yet effective for the financial year ending on December 31, 2016.

3. Financial Risk Management

3.1 Financial Risk Factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk and cash flow and fair value interest rate risk), credit risk and liquidity risk. The Group's overall risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

The Condensed Consolidated Interim Financial Statements do not include all the information on financial risk management and disclosure required to be disclosed in the annual financial statements.

There have been no changes in the risk management department or in any risk management policies since year end 2015.

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

3. Financial Risk Management (Continued)

3.2 Liquidity Risk

The Group finance monitors rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs, at the same time, the Group maintains sufficient cash and capital resources through the committed facilities, and maintains sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants on any of its borrowing facilities. The Group expected to fund the future cash flow needs through internally generated cash flows from operations, borrowings from financial institutions and issuing debt instruments, as necessary.

The table below analyses the Group's financial liabilities that will be settled on a net basis into relevant maturity grouping based on the remaining period at the balance sheet to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

Group	Less than 1 year RMB'000	Between 1 and 2 years RMB'000	Between 2 and 5 years RMB'000	Total RMB'000
As at June 30, 2016 Borrowings, including interest payables Derivative financial instruments Financial liabilities included in trade	7,022,526 3,318	872,457 –	51,844 _	7,946,827 3,318
payables and other payables	2,622,713			2,622,713
	9,648,557	872,457	51,844	10,572,858
As at December 31, 2015 Borrowings, including interest payables Derivative financial instruments Financial liabilities included in trade	3,964,730 925	811,667 -	52,547 -	4,828,944 925
payables and other payables	2,461,953			2,461,953
	6,427,608	811,667	52,547	7,291,822

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

3. Financial Risk Management (Continued)

3.3 Fair Value Estimation

- (a) The table below analyses the Group's financial instruments carried at fair value as at 31 December 2015 by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:
 - Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
 - Inputs other than quoted prices (Level 1) that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2); and
 - Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
As at June 30, 2016 Liabilities Derivative financial assets – forward foreign				
exchange contract – short call on foreign	-	1,026	-	1,026
exchange		2,292		2,292
		3,318		3,318
As at December 31, 2015 Liabilities Derivative financial assets – forward foreign exchange				
contract	-	825	-	825
 short call on foreign exchange 		100		100
		925		925

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

3. Financial Risk Management (Continued)

3.3 Fair Value Estimation (Continued)

(b) Valuation techniques used to derive Level 2 fair values

Level 2 derivative financial instruments forward foreign exchange contracts. These forward foreign exchange contracts and short call on foreign exchange have been fair valued using forward exchange rates that are quoted in an active market.

(c) Valuation techniques used to derive Level 2 fair values

Level 2 derivative financial instruments forward foreign exchange contracts. These forward foreign exchange contracts have been fair valued using forward exchange rates that are quoted in an active market.

(d) Fair value of financial assets and liabilities measured at amortised cost

The fair value of the following financial assets and liabilities approximate their carrying amount:

- Short-term borrowings;
- Trade and other receivables (excluding prepayments to suppliers and prepaid current income tax or value-added tax recoverable);
- Cash and cash equivalents (including restricted cash);
- Trade and other payables (excluding advance from customers and statutory liabilities).

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

4. Critical Accounting Estimates and Judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and judgements concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

(a) Estimated useful lives and net residual values of property, plant and equipment

The Group's management determines the estimated useful lives, net residual values and related depreciation charges for the Group's property, plant and equipment. This estimate is based on the historical experience of the actual useful lives of property, plant and equipment with similar nature and functions. Management will revise the depreciation charges where useful lives are different to that of previously estimated, or it will write-off or write-down technically obsolete or non-strategic assets that have been abandoned or sold. Actual economic lives may differ from estimated useful lives and actual net residual values may differ from estimated residual values. Periodic review could result in a change in depreciable lives and residual values and therefore depreciation expense in future periods.

(b) Impairment of goodwill

The Group tests annually whether goodwill has suffered any impairment. The recoverable amounts of cash-generating units have been determined based on value-in-use calculations. These calculations require the use of estimates.

In the opinion of the directors of the Company, the recoverable amount of the CGU will not be lower than the carrying amount of a reasonably possible change in a key assumption on which management has based its determination of the CGU's recoverable amount occurs.

(c) Net realisable value of inventories

Net realisable value of inventory is the estimated selling price in the ordinary course of business, less estimated costs of completion and selling expense. These estimates are based on the curren market condition and the historical experience of manufacturing and selling products of similar nature. It could change significantly as a result of technical innovations, and competitor actions in response to severe industry cycle. Management reassesses these estimates at each balance sheet date.

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

4. Critical Accounting Estimates and Judgements (Continued)

(d) Current and deferred income tax

The Group is subject to income taxes in numerous jurisdications. Significant judgement is required in determining the provision for income taxes in each of these jurisdictions. There are transactions and calculations during the ordinary course of business for which the ultimate tax determination is uncertain. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred income tax provisions in the period in which such determination is made.

Deferred income tax assets relating to certain temporary differences and tax losses are recognized when management considers it is probable that future taxable profits will be available against which the temporary differences or tax losses can be utilised. When the expectation is different from the original estimate, such differences will impact the recognition of deferred income tax assets and taxation charges in the period in which such estimate is changed.

(e) Impairment of receivables

The Group's management determines the provision for impairment of trade and other receivables based on an assessment of the recoverability of the receivables. This assessment is based on the credit history of its customers and other debtors and the current market condition, and requires the use of judgements and estimates. Management reassesses the provisions for impairment at each balance sheet date.

(f) Impairment of non-financial assets

Non-financial assets including property, plant and equipment, land use rights and intangible assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. The recoverable amounts have been determined based on the higher of value-in-use calculations or fair value less costs to sell. These calculations require the use of judgments and estimates.

Management judgment is required in the area of asset impairment particularly in assessing: (i) whether an event has occurred that may indicate that the related asset values may not be recoverable; (ii) whether the carrying value of asset can be supported by the recoverable amount, being the higher of fair value less costs to sell and net present value of future cash flows which are estimated based upon the continued use of the asset in the business; and (iii) the appropriate key assumptions to be applied in preparing cash flow projections including whether these cash flow projections are discounted using an appropriate rate. Changing the assumptions selected by management in assessing impairment, including the discount rates or the growth rate assumptions in the cash flow projections, could materially affect the net present value used in the impairment test and as a result affect the Group's financial condition and results of operations. If there is a significant adverse change in the projected performance and the resulting future cash flow projections, it may be necessary to take an impairment charge to the consolidated income statements (Note 6).

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

5. Segment Information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive directors that make strategic decisions.

None of the revenue derived from any single external customer amounted for more than 10% of the Group's revenue during the year.

6. Property, Plant and Equipment

	Buildings and freehold land <i>RMB'000</i>	Machinery and equipment <i>RMB'000</i>	Electronic and office equipment <i>RMB'000</i>	Tools, dies, vehicles and others <i>RMB'000</i>	Construction in progress RMB'000	Total RMB′000
For the six-month period ended June 30, 2016 Opening net book amount as at January 1, 2016	2.680.894	4,450,069	542,823	290,176	2,842,567	10,806,529
······································						
Transfer Other additions	329,314 45,759	1,014,744 102,096	90,167 79,797	110.092	-1,434,225 1,395,964	1,733,708
Disposals	-2,275	-20,168	-16.859	-3,126	1,000,004	-42,428
Depreciation	-92,807	-332,336	-75,214	-76,418		-576,775
Currency translation difference	45,846	28,577	848	153	54,505	129,929
Closing net book amount as at June 30, 2016	3,006,731	5,242,982	621,562	320,877	2,858,811	12,050,963
		Machinery	Electronic	Tools, dies,		
	Buildings and	and	and office	vehicles	Construction	
	freehold land RMB'000	equipment RMB'000	equipment RMB'000	and others <i>RMB'000</i>	in progress <i>RMB'000</i>	Total <i>RMB'000</i>
For the six-month period ended June 30, 2015						
Opening net book amount as at	0.000.071	0 505 000	404 500	000 040	1 000 001	0.000 540
January 1, 2015	2,603,371	3,565,380	434,592	236,942	1,982,261	8,822,546
Transfer	34,103	558,527	50,190		-642,820	
Other additions	86,911	49,145	54,704	84,267	1,091,957	1,366,984
Disposals	-4,097	-29,547	-22,658	-526		-56,828
Depreciation	-81,973	-267,259	-61,629	-60,260		-471,121
Currency translation difference Closing net book amount as at	396	86	-197	-2		283
June 30, 2015	2,638,711	3,876,332	455,002	260,421	2,431,398	9,661,864

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

7. Leasehold Land and Land Use Rights

Leasehold land and land use rights are mainly the consideration for obtaining the land use rights located in the PRC

	For the period ended June 30,		
	2016 <i>RMB'000</i>	2015 <i>RMB'000</i>	
Opening net book amount Currency translation difference Additions Disposals Amortisation charges Closing net book value	1,067,429 287 10,702 -17,832 -12,085 1,048,501	874,692 -5 14,366 -10,056 878,997	

8. Intangible Assets

	Goodwil RMB′000	Patents RMB'000	License fee RMB'000	Computer software RMB'000	Others RMB'000	Total RMB′000
For the six-month period ended June 30, 2016						
Opening net book amount as at January 1, 2016	74,678	6,063	42,666	18,096	12,409	153,912
Currency translation difference Additions Disposals			813	161 4,147 -245	20	994 4,147 -245
Amortisation charges		-1,102	-1,666	-4,544	-1,481	-8,793
Closing net book amount as at June 30, 2016	74,678	4,961	41,813	17,615	10,948	150,015
-				Computer		
	Goodwill <i>RMB'000</i>	Patents RMB'000	License fee RMB'000	software <i>RMB'000</i>	Others RMB'000	Total <i>RMB'000</i>
For the six-month period ended June 30, 2015						
Opening net book amount as at January 1, 2015	74,678	8,393	41,472	14,852	17,482	156,877
Currency translation difference			-32	-546	-136	-714
Additions Disposals				6,893	-1,125	6,893 -1,125
Amortisation charges		-1,178	-526	-2,538	-1,729	-1,125 -5,971
Closing net book amount as at June 30, 2015	74,678	7,215	40,914	18,661	14,492	155,960

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

9. Investments in Joint Ventures

	For the period ended June 30,	
	2016 <i>RMB'000</i>	2015 <i>RMB'000</i>
Opening balance Disposal of joint ventures Dividends received	46,449	161,045 -34,571 -75,784
Share of results Closing balance	1,882 48,331	2,884 53,574

10. Deferred Income Tax Assets and Liabilities

Movement in deferred income tax assets and liabilities during the Relevant Periods, without taking into consideration the offsetting of balance within the same tax jurisdiction, is as follows:

	Deferred income tax assets RMB'000	Deferred income tax liabilities RMB'000
As at January 1, 2016	204,649	92,583
Recognised in the consolidated income statement As at June 30, 2016	3,059 207,708	2,017 94,600
As at January 1, 2015	189,318	73,755
Recognised in the consolidated income statement As at June 30, 2015	-6,236 183,082	7,012 80,767

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

11. Trade and Other Receivables

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
Trade receivables due from third parties Notes receivables Trade receivables Less: provision for impairment	924,317 2,692,614 -33	569,748 2,758,178 -32
Trade receivables – net Other receivables due from third parties Other receivables Less: provision for impairment	3,616,898 89,855	3,327,894 73,501
Other receivables – net Amount due from related parties (Note 24(3)) Trade receivables Other receivables	89,855 119,491 3,262	73,501 4,259 170
Others:	122,753	4,429
Prepayments Prepaid current income tax and value-added tax recoverable and refundable	142,866 196,116	178,812 198,943
-	338,982	377,755
Trade and other receivables – net	4,168,488	3,783,579

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

11. Trade and Other Receivables (Continued)

(1) Trade receivables, including notes receivables and trade receivables, are arising from sales of products. The credit period granted to customers is ranging from 1 month to 4 months. No interest is charged on the overdue trade receivables. The ageing analysis of trade receivables as at June 30, 2016 and December 31, 2015 was as follows:

	As at June 30, 2016 <i>RMB'000</i>	As at December 31, 2015 <i>RMB'000</i>
Trade receivables – gross – Within 3 months – 3 to 6 months – 6 to 12 months – Over 1 year	3,074,244 495,464 36,272 10,951	2,947,352 347,466 24,990 8,118
	3,616,931	3,327,926

12. Assets and Liabilities of Disposal Group Classified as Held-for-Sale

The assets and liabilities related to Fuyao Group Shuangliao Co., Ltd. (福耀集團雙遼有限公司), a 100% owned subsidiary of the Group, was presented as held-for-sale. Pursuant to the equity transfer agreement with Jinyuan Glass Manufacturing Co., Ltd. ("Jinyuan Glass"), an independent third party, Jinyuan Glass will purchase 100% shares of Fuyao Group Shuangliao Co., Ltd., at a cash consideration of RMB390,000,000.

As at June 30, 2016, Jinyuan Glass has paid RMB95,000,000 to the Group and the remaining is expected to be settled in 2016.

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

12. Assets and Liabilities of Disposal Groups Classified as Held-for-Sale *(Continued)*

(1) Assets of disposal group classified as held-for-sale

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
Land use rights Property, plant and equipment Intangible assets Deferred income tax assets Inventories	10,369 172,036 7 45 45,540	10,501 189,957 230 80 117,730
Trade and other receivables Cash and cash equivalents	855 121 228,973	895 1,075 320,468

(2) Liabilities of disposal group classified as held-for-sale

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
Trade and other payables	6,812	9,552
	6,812	9,552

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

13. Share Capital

	Number of A shares Thousands	Number of H shares Thousands	A shares of RMB1 each <i>RMB'000</i>	H shares of RMB1 each <i>RMB'000</i>	Total shares capital <i>RMB'000</i>
Issued and fully paid As at June 30, 2016 and as at January 1, 2016	2,002,986	505,632	2,002,986	505,632	2,508,618
	Number of A shares Thousands	Number of H shares Thousands	A shares of RMB1 each <i>RMB'000</i>	H shares of RMB1 each <i>RMB'000</i>	Total shares capital <i>RMB'000</i>
Issued and fully paid As at January 1, 2015	2,002,986		2,002,986		2,002,986
Issue of H Shares ⁽¹⁾ As at June 30, 2015	2,002,986	505,632 505,632	2,002,986	505,632 505,632	505,632 2,508,618

(1) On March 31, 2015, 439,679,600 overseas listed foreign shares (H shares) issued by the Company were listed on the Main Board of the Hong Kong Stock Exchange and dealing in such H shares commenced on the same day. On April 28, 2015, 65,951,600 overseas listed foreign shares (H shares) over-allotted by the Company were listed on the Main Board of the Hong Kong Stock Exchange and dealing in such H shares commenced on the same day. Upon the completion of this over-allotment, the total share capital of the Company was increased to 2,508,617,532 shares.

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

14. Share Premium and Other Reserves

	Share premium <i>RMB′000</i>	Statutory reserves <i>RMB'000</i>	Other reserves foreign currency translation differences <i>RMB'000</i>	Capital reserve <i>RMB'000</i>	Total <i>RMB′000</i>
As at January 1, 2016	6,202,553	1,343,079	-271,367	26,379	7,300,644
Foreign currency translation differences As at June 30, 2016	6,202,553	1,343,079	94,904 -176,463	26,379	94,904 7,395,548
As at January 1, 2015	184,347	1,102,138	-253,815	25,480	1,058,150
Issue of H Shares Foreign currency translation	6,010,191				6,010,191
differences			-5,684		-5,684
Disposal of joint ventures				-1	-1
As at June 30, 2015	6,194,538	1,102,138	-259,499	25,479	7,062,656

15. Borrowings

	As at	As at
	June 30, 2016	December 31, 2015
	RMB'000	RMB'000
Non-current	905,000	848,000
Current	6,947,992	3,871,051
Total borrowings	7,852,992	4,719,051

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

15. Borrowings (Continued)

Movement in borrowings is analysed as follows:

Six-month period ended June 30, 2016

Opening net book amount as at January 1, 2016	4,719,051
Additions Deduction Closing net book amount as at June 30, 2016	6,032,227 -2,898,286 7,852,992
Six-month period ended June 30, 2015	
Opening net book amount as at January 1, 2015	4,548,185
Additions	4,315,979

Deduction Closing net book amount as at June 30, 2015

16. Deferred Income on Government Grants



-3,989,896

4,874,268

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

17. Trade and Other Payables

June 30, 2016December 31, 2015June 30, 2016December 31, 2015RMB'000RMB'000Payables to third parties943,647Notes payable410,947Dividends payables379,223Payables for purchasing of property, plant and equipment375,021Staff salaries and welfare payables240,437Accrued taxes 1.235 Td(Accrue ,eMthan incomed(A34.129 0 Td(240,437)Tj0 010 0819scn/GS0 gs/T110 1 Tf10.005 0 Te		As at	As at
RMB'000RMB'000Payables to third parties943,647834,815Notes payable410,947460,160Dividends payables379,223369,553Payables for purchasing of property, plant and equipment375,021369,553Staff salaries and welfare payables240,437353,760			
Notes payable410,947460,160Dividends payables379,223379,223Payables for purchasing of property, plant and equipment375,021369,553Staff salaries and welfare payables240,437353,760			i i i i i i i i i i i i i i i i i i i
Dividends payables379,223Payables for purchasing of property, plant and equipment375,021Staff salaries and welfare payables240,437Staff salaries and welfare payables240,437	Payables to third parties	943,647	834,815
Payables for purchasing of property, plant and equipment 375,021 369,553Staff salaries and welfare payables 240,437 353,760	Notes payable	410,947	460,160
Staff salaries and welfare payables240,437353,760	Dividends payables	379,223	
Staff salaries and welfare payables240,437353,760	Payables for purchasing of property, plant and equipment	375,021	369,553
		240,437	353,760
		d(240,437)Tj0 010 081	9 scn/GS0 gs/T11 1 Tf10.005 0 Td(35

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II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

20. Income Tax Expense (Continued)

(2) Hong Kong profits tax

Hong Kong profits tax has been provided for at the rate of 16.5% on the estimated assessable profits during the Relevant Periods.

(3) North American profits tax

North American profits tax has been provided for at the rates between 34% and 40% on the estimated assessable profits during the Relevant Periods.

(4) Russian profits tax

Russian profits tax has been provided for at the rate of 20% on the estimated assessable profits during the Relevant Periods.

(5) German profits tax

German profits tax has been provided for at the rate of 30% on the estimated assessable profits during the Relevant Periods.

The tax on the Group's profit before income tax differs from the theoretical amount that could arise from using the statutory tax rates of 11% to 40% applicable as follows:

	For the period ended June 30,	
	2016 <i>RMB′000</i>	2015 <i>RMB'000</i>
Profit before tax Tax calculated at the applicable income tax rate	1,778,917 447,841	1,317,806 208,107
Tax effect of: Expenses not deductible for tax purpose Income not subject to income tax Preferential income tax rate Unrecognised tax losses carried forward Utilisation of previously unrecognised tax losses Withholding taxation on unremitted earnings of certain subsidiaries Others	178 -1,882 -186,314 88,192 -3,596 1,850 -24,530	78 -7,757 -111,172 53,504 -14,726
Income tax expense	321,739	99,924

For the period ended June 30

Section VIII Financial Report

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

21. Earnings per Share

(1) Basic earnings per share is calculated by dividing the net profit attributable to the Company's equity holders by the weighted average number of ordinary shares in issue during the relevant years.

	i or the period chaca dune de,	
	2016	2015
Net profit attributable to the equity holders of the Company (<i>RMB'000</i>)	1,456,476	1,215,259
Weighted average number of ordinary shares in issue (thousand)	2,508,618	2,244,810
Basic earnings per share (RMB)	0.58	0.54

(2) The diluted earnings per share are same as the basic earnings per share as there was no dilutive right shares existed during the Relevant Periods.

22. Dividends

	For the period ended June 30,	
	2016 <i>RMB′000</i>	2015 <i>RMB'000</i>
Dividends proposed by the Company	0	0

For the six-month period ended June 30, 2016 and 2015, no interim dividend was proposed by the directors of the Company.

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

23. Commitments

(1) Capital commitments

As at June 30, 2016 and December 31, 2015, capital expenditure contracted for but not yet performed is as follows:

	As at	As at
	June 30, 2016	December 31, 2015
	RMB′000	RMB'000
Property, plant and equipment	1,364,002	1,465,948

(2) Operating lease commitments

The Group leases various buildings under non-cancellable operating lease agreements. The leases have varying terms, escalation clauses and renewal rights. The future aggregate minimum lease payments under non-cancellable operating leases are as follows:

No later than 1 year Later than 1 year and no later than 2 year Later than 2 year and no later than 5 year

As at	As at
June 30, 2016	December 31, 2015
<i>RMB'000</i>	<i>RMB'000</i>
21,572	21,572
21,572	21,572
10,786	21,572
53,930	64,716

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

24. Related Party Transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party, has joint control over the party or exercise significant influence over the other party in making financial and operation decisions. Parties are also considered to be related if they are subject to common control.

The following is a summary of the significant transactions carried out between the Group and its related parties in the ordinary course of business and balances arising from related party transactions during the period ended June 30, 2016 and 2015:

(1) Name and relationship with related parties

Name of related party

Relationship

Mr. Cho Tak Wong (曹德旺)	Single largest shareholder
Fujian Yaohua Industrial Village Development Co., Ltd. (福建省耀華工業村開發有限公司)	Controlled by the Mr. Cho Tak Wong and Ms. Chan Fung Ying (the spouse of Mr. Cho Tak Wong)
Sanyi Development Ltd. (三益發展有限公司)	Shareholder of the Company, which is controlled by the single largest shareholder
Home Bridge Overseas Ltd. (<mark>鴻僑海外有限公司</mark>)	Shareholder of the Company, which is controlled by the single largest shareholder
Tri-Wall Packaging (Fuzhou) Co., Ltd. (特耐王包裝(福州)有限公司)	Jointly controlled entity of the Group
Ningbo Hongxie Clutch Automobile Parts Co., Ltd. (寧波宏協承汽車部件有限公司)	Former jointly controlled entity of the Group
Fujian Hongxie Clutch Automobile Parts Co., Ltd. (福建宏協承汽車部件有限公司)	Former jointly controlled entity of the Group
Chongqing Hongxie Clutch Automobile Parts Co., Ltd. (重慶宏協承汽車部件有限公司)	Subsidiary of a former jointly controlled entity of the Group
Hubei Jierui Automotive Glass Co., Ltd. (湖北捷瑞汽車玻璃有限公司)	Controlled by the senior management of the Group
Hunan Jierui Automotive Glass Co., Ltd. (湖南捷瑞汽車玻璃有限公司)	Controlled by the senior management of the Group
Fujian Triplex Machinery Technology Co., Ltd. (福建三鋒机械科技有限公司)	Controlled by the director of the Group
Fujian Triplex Auto Parts Development Co., Ltd. (福建三鋒汽配開發有限公司)	Controlled by the director of the Group
Fujian Triplex Auto Services Co., Ltd. (福建三鋒汽車服務有限公司)	Controlled by the director of the Group
Fuzhou Fuyao Mold Technology Co., Ltd. (福州福耀模具科技有限公司)	Controlled by the director of the Group

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL 11. STATEMENTS (Continued)

24. Related Party Transactions (Continued)

(2) The following transactions were carried out with related parties:

Continuing transactions

(a) Sales of goods

For the period ended June 30,	
2016	2015
RMB′000	RMB'000
100.622	
4,161	7,359
1,825	9,939
1,455	1,821
1,286	
1,075	881
76	
111	
	123
110,611	20,123
	2016 <i>RMB'000</i> 100,622 4,161 1,825 1,455 1,286 1,075 76 111

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

24. Related Party Transactions (Continued)

(2) The following transactions were carried out with related parties: (Continued)

Continuing transactions (Continued)

	For the period ended June 30,	
	2016 <i>RMB′000</i>	2015 <i>RMB'000</i>
Ningbo Hongxie Clutch Automobile Parts Co., Ltd. Tri-Wall Packaging (Fuzhou) Co., Ltd. Fujian Triplex Machinery Technology Co., Ltd. Fuzhou Fuyao Mold Technology Co., Ltd.	58,904 52,002 45,789 40,088	50,811 65,421
Fujian Hongxie Clutch Automobile Parts Co., Ltd.	31,406	49,466
Chongqing Hongxie Clutch Automobile Parts Co., Ltd. Fujian Triplex Auto Parts Development Co., Ltd.	13,435 6,524	11,961
	248,148	177,659

(b) Purchase of goods

(c) Rental income

Fujian Triplex Machinery Technology Co., Ltd. Fujian Triplex Auto Parts Development Co., Ltd. Chongqing Hongxie Clutch Automobile Parts Co., Ltd.

Fujian Hongxie Clutch Automobile Parts Co., Ltd. Tri-Wall Packaging (Fuzhou) Co., Ltd.

i or the period ended buile bo,		
2016	2015	
RMB'000	RMB'000	
817		
711		
	00	
	29	
	4,442	
	66	
1,528	4,537	

For the period ended June 30

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

24. Related Party Transactions (Continued)

(2) The following transactions were carried out with related parties: (Continued)

Continuing transactions (Continued)

(d) Rental expenses

Co., Ltd.

For the period ended June 30,		
2016 <i>RMB'000</i>	2015 <i>RMB'000</i>	
10,786	8,651	

The above related party transactions were carried out on terms mutually agreed between the parties. In the opinion of the directors of the Company, these transactions are in the ordinary course of business of the Group and in accordance with the term of the underlying agreements.

(e) Key management compensation

Fujian Yaohua Industrial Village Development

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

24. Related Party Transactions (Continued)

(3) Balances with related parties:

Amount due from related parties:

	As at June 30, 2016 <i>RMB'000</i>	As at December 31, 2015 <i>RMB'000</i>
Accounts receivables <i>(i)</i> Other receivables <i>(ii)</i> Prepayments <i>(iii)</i>	119,491 3,262 8,213	4,259 170 2,843
	130,966	7,272

(i) Trade receivables:

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
- Fujian Triplex Auto Services Co., Ltd.	117,797	
 Fujian Hongxie Clutch Automobile Parts Co., Ltd. Hubei Jierui Automotive Glass Co., Ltd. 	1,255	2,466 1,475
 Fujian Triplex Auto Parts Development Co., Ltd. Hunan Jierui Automotive Glass Co., Ltd. Fujian Triplex Machinery Technology Co., Ltd. 	439	185 131 2
	119,491	4,259
	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
Ageing analysis of trade receivables due from related parties are as follows: – Within 3 months – 3 to 6 months	119,491	4,259
	119,491	4, 259

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

24. Related Party Transactions (Continued)

(3) Balances with related parties: (Continued)

(ii) Other receivables:

	As at June 30, 2016 <i>RMB'000</i>	As at December 31, 2015 <i>RMB'000</i>
- Fujian Triplex Machinery Technology Co., Ltd. - Fujian Triplex Auto Parts	1,845	
– Tri-Wall Packaging (Fuzhou) Co., Ltd. – Ningbo Hongxie Clutch Automobile	860 278	1 88
Parts Co., Ltd. - Fuzhou Fuyao Mold Technology Co., Ltd. - Fujian Hongxie Clutch Automobile	191 83	49
Parts Co., Ltd.	5	32
	3,262	170

(iii) Prepayment:

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
- Fujian Triplex Machinery Technology Co., Ltd.	8,213	2,843
	8,213	2,843

II. NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

24. Related Party Transactions (Continued)

(3) Balances with related parties: (Continued)

Amount due to related parties:

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
Trade payables <i>(iv)</i> Other payables <i>(v)</i>	82,498 16,128	74,298
	98,626	78,336

(iv) Trade payables:

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
- Fujian Triplex Machinery Technology Co., Ltd.	33,639	4,172
 Ningbo Hongxie Clutch Automobile Parts Co., Ltd. Fujian Hongxie Clutch Automobile 	21,273	36,996
Parts Co., Ltd.	15,527	17,859
 Chongqing Hongxie Clutch Automobile Parts Co., Ltd. Tri-Wall Packaging (Fuzhou) Co., Ltd. Fujian Triplex Auto Parts 	5,704 3,610	6,858 8,413
Development Co., Ltd. – Fuzhou Fuyao Mold Technology Co., Ltd.	2,447 298	
	82,498	74,298

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL 11. STATEMENTS (Continued)

Related Party Transactions (Continued) 24.

(3) Balances with related parties: (Continued)

(iv) Trade payables: (Continued)

Ageing analysis of trade payables due to related parties are as follows:

	As at June 30, 2016 <i>RMB'000</i>	As at December 31, 2015 <i>RMB'000</i>
Within 3 months3 to 6 months6 to 12 months	77,135 5,028 	69,680 1,264 3,354
	82,498	74,298

(v) Other payables to related parties:

	As at June 30, 2016 <i>RMB′000</i>	As at December 31, 2015 <i>RMB'000</i>
– Fuzhou Fuyao Mold Technology Co., Ltd. – Ningbo Hongxie Clutch Automobile	11,110	
 Parts Co., Ltd. – Fujian Triplex Machinery Technology Co., Ltd. – Fujian Hongxie Clutch Automobile 	3,657 1,361	2,995 158
Parts Co., Ltd. – Tri-Wall Packaging (Fuzhou) Co., Ltd.		787 98
	16,128	4,038