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CHINA SHIPPING DEVELOPMENT COMPANY LIMITED
中海發展股份有限公司

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

(Stock Code: 1138)

Third Quarterly Report of 2015

Summary

This Report for the three months ended 30 September 2015 of the Group has been prepared in accordance with the regulations on Disclosure of Information in Quarterly Reports for Listed Companies issued by the China Securities Regulatory Commission. This Report is published simultaneously in Shanghai, the PRC and Hong Kong. All financial information set out in this Report is unaudited and prepared in accordance with the PRC GAAP.

This announcement is made pursuant to Rule 13.10B of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

1. IMPORTANT

This third quarterly report (the "Report") for the three months ended 30 September 2015 (the "Reporting Period") of China Shipping Development Company Limited (the "Company", together with its subsidiaries, the "Group") has been prepared in accordance with the regulations on Disclosure of Information in Quarterly Reports for Listed Companies issued by the China Securities Regulatory Commission. This Report as set out below is published simultaneously in Shanghai of the People's Republic of China (the "PRC") and Hong Kong. All financial information set out in this Report is unaudited and prepared in accordance with the accounting principles generally accepted in the PRC (the "PRC GAAP").

2. PARTICULARS OF THE COMPANY

2.1 Principal financial data and statistics highlights

	As at 30 September 2015	As at 31 December 2014	Increase/ Decrease (%)
Total assets (RMB)	67,564,079,041.72	65,750,401,623.91	2.76
Net assets attributable to shareholders of the Company (RMB)	25,651,842,130.70	21,829,000,679.87	17.51
	For the nine months ended 30 September 2015	For the nine months ended 30 September 2014	Increase/ Decrease (%)
Net cash flow from operating activities (RMB)	3,673,017,232.25	1,866,766,576.79	96.76
	For the nine months ended 30 September 2015	For the nine months ended 30 September 2014	Increase/ Decrease (%)
Revenue from operation (RMB)	9,279,798,069.64	9,470,033,853.30	-2.01
Net profit attributable to shareholders of the Company (RMB)	690,621,704.77	85,288,268.09	709.75
Net profit attributable to shareholders of the Company after exceptional items (RMB)	839,035,125.80	-30,063,192.23	2,890.90
Rate of returns on net assets (%) (weighted)	2.77	0.40	Increase by 2.37 percentage points
Basic earnings per share (RMB)	0.1744	0.0251	594.82
Diluted earnings per share (RMB)	0.1732	0.0251	590.04

Exceptional items and amount

Items	Amount (RMB) July-September 2015	Amount (RMB) January-September 2015	Notes
Profit and Loss on disposal of non-current assets	-6,742,402.95	-1,114,881,194.70	due to disposal of vessels
Government subsidies credited to current profit or loss (other than those closely related to the normal business operations of the Company in accordance with the requirements of the State's policy and pursuant to a standardized and fixed amount or quantity enjoyed on a continuous basis)	58,242,927.92	932,024,479.11	Mainly due to the subsidy in respect of the disposal and scrapping of old vessels
Other net non-operating income and expenses except for the aforesaid items	11,775,996.54	-1,139,486.83	
Income tax effect	-13,364,982.78	41,799,468.78	
Minority interests effect (after tax)	-6,203,789.91	-6,216,687.40	
Total	43,707,748.82	-148,413,421.04	

2.2 Total number of shareholders as at the end of the Reporting Period and the shareholding of the top 10 shareholders of unrestricted shares of the Company

Total number of shareholders of A shares					140,483
Top 10 shareholders					
Name of shareholders (Full Name)	Number of Shares as at 30 September 2015	Shareholding (%)	Number of shares with selling restrictions	Number of shares subject to pledge or lock up	Type of shareholders
China Shipping (Group) Company	1,536,924,595	38.12	0	Nil	Stated-owned entity
HKSCC NOMINEES LIMITED	1,286,790,896	31.91	0	unknown	Foreign entity
Central Huijin Investment Ltd	92,709,700	2.30	0	Nil	Stated-owned entity
Agricultural Bank of China Company Limited - Wells Fargo CSI State-owned Enterprises Reform Index Classification Securities Investment Fund	38,522,762	0.96	0	Nil	Others
China Securities Financial Company Limited	27,849,503	0.69	0	Nil	Others
Dacheng Fund - Agriculture Bank of China - Dacheng CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
GF Fund - Agricultural Bank of China - GF CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
Yinhua Fund - Agricultural Bank of China - Yinhua CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
Southern Fund - Agricultural Bank of China - Southern CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
Zhongou Fund - Agricultural Bank of China - Zhongou CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
Harvest Fund - Agricultural Bank of China - Harvest CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
ICBC Credit Suisse Fund- Agricultural Bank of China - ICBC Credit Suisse CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others

Total number of shareholders of A shares					140,483
Top 10 shareholders					
Name of shareholders (Full Name)	Number of Shares as at 30 September 2015	Shareholding (%)	Number of shares with selling restrictions	Number of shares subject to pledge or lock up	Type of shareholders
Efunds- Agricultural Bank of China - Efunds CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
Huaxia Fund- Agricultural Bank of China —Huaxia CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others
Boshi Fund- Agricultural Bank of China —Boshi CSI Financial Asset Management Plan	24,879,500	0.62	0	Nil	Others

Top ten holders of shares in circulation without any selling restrictions			
Name of shareholder (full name)	Number of shares in circulation without any selling restrictions as at the end of the Reporting Period	Type of shares	Number of shares
China Shipping (Group) Company	1,536,924,595	RMB denominated ordinary shares	1,536,924,595
HKSCC NOMINEES LIMITED	1,286,790,896	Overseas listed foreign invested shares	1,286,790,896
Central Huijin Investment Ltd	92,709,700	RMB denominated ordinary shares	92,709,700
Agricultural Bank of China Company Limited - Wells Fargo CSI State-owned Enterprises Reform Index Classification Securities Investment Fund	38,522,762	RMB denominated ordinary shares	38,522,762
China Securities Financial Company Limited	27,849,503	RMB denominated ordinary shares	27,849,503
Dacheng Fund - Agriculture Bank of China - Dacheng CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
GF Fund - Agricultural Bank of China - GF CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
Yinhua Fund - Agricultural Bank of China - Yinhua CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500

Top ten holders of shares in circulation without any selling restrictions			
Name of shareholder (full name)	Number of shares in circulation without any selling restrictions as at the end of the Reporting Period	Type of shares	Number of shares
Southern Fund - Agricultural Bank of China - Southern CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
Zhongou Fund - Agricultural Bank of China - Zhongou CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
Harvest Fund - Agricultural Bank of China - Harvest CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
ICBC Credit Suisse Fund- Agricultural Bank of China - ICBC Credit Suisse CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
Efunds- Agricultural Bank of China - Efunds CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
Huaxia Fund- Agricultural Bank of China —Huaxia CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500
Boshi Fund- Agricultural Bank of China —Boshi CSI Financial Asset Management Plan	24,879,500	RMB denominated ordinary shares	24,879,500

Notes:

- (1) The total number of shareholders as at the end of the Reporting Period was 140,483, including 140,081 holders of A Shares and 402 holders of H Shares.
- (2) As at the end of the Reporting Period, China Shipping (Group) Company (“China Shipping”) and its subsidiaries held 7,000,000 A Shares of the Company through CICC-CCB-Zhongjin Ruihe collective asset management schemes (中金公司—建設銀行—中金瑞和集合資產管理計劃) and held 2,065,494 A Shares of the Company through Guotai Junan securities asset management-Industrial Bank - Guotai Junan Junxiang Xinli No.6 collective asset management schemes (國泰君安證券資管—興業銀行—國泰君安君享新利六號集合資產管理計劃). Therefore, China Shipping and its subsidiaries aggregately held 1,545,990,089 A Shares of the Company as at the end of the Reporting Period, representing 38.34% of the total number of shares of the Company.
- (3) HKSCC Nominees Limited is a company that holds H shares of the Company on behalf of the clients of the Hong Kong stock brokers and other participants of the Hong Kong CCASS system.

3. SIGNIFICANT EVENTS

3.1 Significant changes in the principal items and highlights in the financial statements of the Company and the reasons

Unit: RMB

Balance sheet items	30 September 2015	31 December 2014	Change (%)
Accounts receivables	2,014,318,800.83	1,507,633,195.10	33.61
Prepayments	773,386,728.48	400,745,311.18	92.99
Interest receivables	—	15,289,703.39	-100.00
Other receivables	195,065,403.76	339,518,533.42	-42.55
Inventories	582,202,198.34	835,303,585.97	-30.30
Long-term receivables	2,048,181,506.48	786,539,507.30	160.40
Deferred income tax assets	617,211,852.00	408,052,309.18	51.26
Accounts payable	1,303,529,858.62	990,669,006.13	31.58
Advance receipts	475,600,455.52	185,002,919.43	157.08
Interest payable	255,199,765.36	147,194,766.29	73.38
Other payables	138,629,467.02	203,717,360.41	-31.95
Non-current liabilities to be mature within one year	52,479,364.72	6,310,887,983.04	-99.17
Share capital	4,032,032,861.00	3,481,405,286.00	15.82
Other equity instruments		766,025,282.16	-100.00
Capital reserve	7,766,755,069.12	4,429,866,191.27	75.33

- (1) Accounts receivables at the end of the Reporting Period increased by 33.61% as compared to the end of the year 2014, mainly due to an increase in freight charge due from large steel plants.
- (2) Prepayments at the end of the Reporting Period increased by 92.99% as compared to the end of the year 2014, mainly due to an increase in prepaid agency fee for foreign trade shipping routes.
- (3) Interest receivables at the end of the Reporting Period decreased by 100% as compared to the end of the year 2014, mainly due to the collection of interests during the period.
- (4) Other receivables at the end of the Reporting Period decreased by 42.55% as compared to the end of the year 2014, mainly due to the collection of grants, accident claims and reserve fund for some shipping routes during the period.
- (5) Inventories at the end of the Reporting Period decreased by 30.30% as compared to the end of the year 2014, mainly due to the combined effect of a decrease in fuels storage for vessels because of scrapped vessels and a continued decline in the unit price of fuel during the period.

- (6) Long-term receivables at the end of the Reporting Period increased by 160.40% as compared to the end of the year 2014, mainly due to the amount of RMB1.428 billion lent by China Shipping Development (Hong Kong) Co., Ltd., a subsidiary of the Company, to China Ore Shipping Co., Ltd. (an associate of the Company) during the period.
- (7) Deferred income tax assets at the end of the Reporting Period increased by 51.26% as compared to the end of the year 2014, mainly due to subsidiary forecasts for the period that losses for the current period would be covered in the next five years, thus deferred income tax has been provided.
- (8) Accounts payable at the end of the Reporting Period increased by 31.58% as compared to the end of the year 2014, mainly due to an increase in fuel fee, outsourced crew services fee and port charges which remain unpaid yet.
- (9) Advance receipts at the end of the Reporting Period increased by 157.08% as compared to the end of the year 2014, mainly due to an increase in the prepaid freights from some joint shippers as at the end of the reporting period.
- (10) Interest payable at the end of the Reporting Period increased by 73.38% as compared to the end of the year 2014, mainly due to corporate bonds not yet reaching the interest payment date which led to a continued increase in interest during the period and an increase in long-term borrowings of RMB 4.760 billion as at the end of the Reporting Period as compared with the beginning of the Reporting Period which led to an increase in interest of long-term borrowings payable.
- (11) Other payables at the end of the Reporting Period decreased by 31.95% as compared to the end of the year 2014, mainly due to payment for the construction of vessels during the period.
- (12) Non-current liabilities to be mature within one year at the end of the Reporting Period decreased by 99.17% as compared to the end of the year 2014, mainly due to the convertible bonds of the Company issued in previous years having been converted and redeemed during the period.
- (13) Share capital at the end of the Reporting Period increased by 15.82% as compared to the end of the year 2014, due to the convertible bonds of the Company issued in previous years having been converted during the period.

(14) Other equity instruments at the end of the Reporting Period decreased by 100% as compared to the end of the year 2014, due to the convertible bonds of the Company issued in previous years having been converted and redeemed during the period.

(15) Capital reserve at the end of the Reporting Period increased by 75.33% as compared to the end of the year 2014, mainly due to the convertible bonds of the Company issued in previous years having been converted during the period.

Unit: RMB

Income Statement Items	January-September 2015	January-September 2014	Change (%)
Business taxes and other surcharges	12,513,559.31	7,299,039.10	71.44
Sales expenses	58,983,177.89	38,317,341.01	53.93
Non-operating revenue	1,036,212,389.22	268,958,158.65	285.27
Non-operating expenditure	1,122,193,158.82	130,344,548.65	760.94
Income tax expenses	-49,075,505.64	24,922,129.35	-296.92

(1) Business taxes and other surcharges during the nine months ended September 2015 increased by 71.44% as compared to the same period of last year, mainly due to a decrease in input taxes accumulated from scrapped old vessels and the construction of vessels during the period.

(2) Sales expenses during the nine months ended September 2015 increased by 53.93% as compared to the same period of last year, mainly due to an increase in sales staff as a result of the function adjustment of some personnel by the Company.

(3) Non-operating revenue during the nine months ended September 2015 increased by 285.27% as compared to the same period of last year, due to the recognition of ship breaking grants.

(4) Non-operating expenditure at the end of the Reporting Period increased by 760.94% as compared to the same period of last year, mainly due to scrapped old vessels during the period.

(5) Income tax expenses at the end of the Reporting Period decreased by 296.92% as compared to the same period of last year, due to subsidiary forecasts for the period that losses for the current period would be covered in the next five years, thus deferred income tax had been provided during the period.

Unit: RMB

Cash Flow Statement Items	January-September 2015	January-September 2014	Change (%)
Net cash flows generated from operating activities	3,673,017,232.25	1,866,766,576.79	96.76
Net cash flows generated from investing activities	-2,407,342,904.98	-5,920,195,152.96	-59.34
Net cash flows generated from financing activities	-2,219,782,215.70	4,777,574,613.97	-146.46

- (1) Net cash flows generated from operating activities increased by 96.76% as compared to the same period of last year, due to an increase in cash received from operating activities.
- (2) Net cash flows generated from investing activities decreased by 59.34% as compared to the same period of last year, mainly due to a decrease in expenditure on purchasing vessels.
- (3) Net cash flows generated from financing activities decreased by 146.6% as compared to the same period of last year, mainly due to the repayment of borrowings and the distribution of dividends during the period.

3.2 Progress of significant events and analysis of their impacts and solutions

On 7 August 2015, the Company received a notice from China Shipping, the controlling shareholder of the Company, that China Shipping was contemplating certain material matters. As such material matters are under further discussions and there exist material uncertainties, in order to ensure fair information disclosure, to protect the interests of investors and to avoid abnormal fluctuations in the share price of the Company, on 7 August 2015, the Company applied for the suspension of trading in the shares of the Company (SS.600026, HK01138) with effect from 10 August 2015.

The relevant matters are still under intensive planning at this stage. However, due to the complicated nature of such matters, which may involve asset reorganization, they are currently still in the process of further study and discussion, including discussion with each intermediary about the details of the transaction and communication with regulatory authorities in respect of the relevant matters, among others.

In view of the fact that the relevant matters are currently still under contemplation and discussion, and there exist significant uncertainties, in order to ensure fair information disclosure, to protect the interests of investors and to avoid abnormal fluctuations in the share price of the Company, trading in the A shares and H shares of the Company was still suspended as of the end of the Reporting Period.

3.3 Performance of undertakings made by the Company and its shareholders with shareholding over 5%

Undertakings of controlling shareholders

- (1) On 23 May 2001, China Shipping, the controlling shareholder of the Company, made the following non-competition undertakings to the Company:
 - a. not to engage in any business that competes with the Company; and
 - b. not to support any entities under its control to commence any business that competes with the Company.

- (2) In order to avoid any peer competition between China Shipping and its controlled entities (for the purpose of the undertaking, including the wholly-owned, majority-controlled or controlled subsidiaries under China Shipping but excluding the Company and its majority-controlled subsidiaries) with the Company, on 15 June 2011, China Shipping made further non-competition undertakings below in addition to the continuous performance of those previously made:
 - a. China Shipping positioned the Company as the ultimate integrated sole business platform under China Shipping to specialize in oil shipping, bulk cargo and LNG transportation.
 - b. For bulk cargo carriers and oil tankers owned by China Shipping and its controlled non-listed entities, China Shipping undertook to inject such bulk cargo carrier and oil tanker assets into the Company by way of merger and acquisition and restructuring of assets, or to dispose of such assets to external parties when the appropriate opportunities arise within 5 years, thus eliminating the peer competition between China Shipping and the Company to promote the sustainable and stable growth of the Company.
 - c. For bulk cargo carriers and oil tankers chartered by China Shipping (Hong Kong) Holdings Co., Ltd. (“China Shipping (H.K.) Holdings”), a majority-controlled subsidiary of China Shipping, by way of finance leases, China Shipping undertook to inject such bulk cargo carrier and oil tanker assets into the Company by way of merger and acquisition and restructuring of assets, or to dispose of such assets to external parties, subject to the completion of procedures for acquiring ownership of such vessels under finance leases by China Shipping (H.K.) Holdings when the appropriate opportunities arise within 5 years.
 - d. Before completion of the injection of such bulk cargo carrier and oil tanker assets into the Company or otherwise disposal to external parties, China Shipping will, pursuant to the business needs of the Company, charter the above vessels to the Company (including its

majority-controlled subsidiaries and/or joint venture companies) for operation based on market-oriented principles, or entrust such vessels to the Company (including its majority-controlled subsidiaries and/or joint venture companies) for operation and management, so as to avoid peer competition.

China Shipping has proactively performed its undertakings for avoiding peer competition and has taken necessary steps since the listing of A shares of the Company with efforts so as to eliminate and prevent peer competition with the Company.

- (3) On 8 July 2015, China Shipping issued a notice regarding maintaining the stability of stock prices of listed companies to the Company, details of which are set out as below:

In accordance with the planning of the State-owned Assets Supervision and Administration Commission of the State Council and the requirements of relevant regulatory authorities, and in order to perform its corporate social responsibilities and obligations of maintaining the stability of the capital market, China Shipping hereby undertakes that:

- a. During the unusual fluctuations in the stock market, China Shipping undertakes not to decrease its shareholding in listed subsidiaries.
- b. China Shipping is arranging for increasing its shareholding in CSDC.

Since 9 July 2015, China Shipping has been strictly complying with the above undertakings of not decreasing its shareholding in the Company, and China Shipping and its subsidiaries acquired additional 7,000,000 A Shares of the Company through CICC-CCB-Zhongjin Ruihe collective asset management schemes (中金公司—建設銀行—中金瑞和集合資產管理計劃) and acquired additional 2,065,494 A Shares of the Company through Guotai Junan securities asset management-Industrial Bank- Guotai Junan Junxiang Xinli No.6 collective asset management schemes (國泰君安證券資管—興業銀行—國泰君安君享新利六號集合資產管理計劃).

3.4 Possible accumulated net losses for the period from the beginning of the year to the end of the next reporting period or for significant changes in accumulated net profit as compared to the corresponding period of last year

It is expected that the net profit attributable to the equity holders of the Company for the full year ended 31 December 2015 will increase by over 100% as compared to the same period of 2014, which was mainly attributable to: (1) the increase in freight rates in the international oil transportation market in 2015, resulting in the relatively significant increase in revenue achieved by the Group from international oil transportation; (2) efforts made by the Group to further strengthen its control over costs, resulting in notable achievement particularly savings over fuel costs and labor costs.

4. APPENDIX

4.1 Consolidated Balance Sheet

Items	30 September 2015 RMB	31 December 2014 RMB
Current assets		
Cash	2,145,960,602.82	3,061,140,277.90
Notes receivables	208,805,965.26	238,629,601.40
Accounts receivables	2,014,318,800.83	1,507,633,195.10
Prepayments	773,386,728.48	400,745,311.18
Interests receivables	—	15,289,703.39
Dividends receivables	57,112,645.40	57,112,645.40
Other receivables	195,065,403.76	339,518,533.42
Inventories	582,202,198.34	835,303,585.97
Assets classified as being held available for sale	298,346,424.29	—
Total current assets	6,275,198,769.18	6,455,372,853.76
Non-current assets		
Financial assets available for sale	35,346,161.64	35,284,285.62
Long-term accounts receivables	2,048,181,506.48	786,539,507.30
Long-term equity investment	6,871,491,862.51	6,502,339,239.61
Investment properties	1,032,239,141.00	1,032,239,141.00
Fixed assets	44,704,703,376.44	45,364,965,777.11
Construction in progress	5,956,412,296.27	5,139,413,038.73
Intangible assets	16,035,617.23	16,158,932.01
Long-term deferred expenses	7,033,242.77	10,036,539.59
Deferred tax assets	617,211,852.00	408,052,309.18
Other non-current assets	225,216.20	—
Total non-current assets	61,288,880,272.54	59,295,028,770.15
Total assets	67,564,079,041.72	65,750,401,623.91
Current liabilities		
Short-term loans	4,714,613,055.31	6,164,278,043.21
Accounts payable	1,303,529,858.62	990,669,006.13
Advanced receipts	475,600,455.52	185,002,919.43
Salaries and wages payable	36,356,554.44	41,905,403.64
Taxes payable	-573,528,864.69	-468,102,466.38
Interests payable	255,199,765.36	147,194,766.29
Other payables	138,629,467.02	203,717,360.41
Non-current liabilities to be mature in less than one year	52,479,364.72	6,310,887,983.04
Total current liabilities	6,402,879,656.30	13,575,553,015.77

Items	30 September 2015 RMB	31 December 2014 RMB
Non-current liabilities		
Long-term loans	28,185,230,706.64	23,425,342,501.52
Bonds payable	3,978,020,917.93	3,975,124,287.16
Long-term payables	1,586,475,530.28	1,335,426,501.14
Estimated liabilities	292,974,231.79	281,814,931.59
Deferred income	631.84	631.84
Deferred tax liabilities	234,562,131.65	217,856,571.60
Other non-current liabilities	364,628,971.40	291,553,253.51
Total non-current liabilities	34,641,893,121.53	29,527,118,678.36
Total liabilities	41,044,772,777.83	43,102,671,694.13
Shareholders' equity		
Share capital	4,032,032,861.00	3,481,405,286.00
Other equity instruments		766,025,282.16
Capital reserve	7,766,755,069.12	4,429,866,191.27
Other comprehensive income	-710,963,443.56	-845,034,507.96
Specific reserve	61,514,535.19	63,896,038.39
Surplus reserve	2,877,436,346.44	2,877,436,346.44
Undistributed profit	11,625,066,762.51	11,055,406,043.57
Total equity attributable to owners of the parent company	25,651,842,130.70	21,829,000,679.87
Minority interests	867,464,133.19	818,729,249.91
Total shareholders' equity	26,519,306,263.89	22,647,729,929.78
Total liabilities and shareholders' equity	67,564,079,041.72	65,750,401,623.91

Balance Sheet of Parent Company

Items	30 September 2015 RMB	31 December 2014 RMB
Current assets		
Cash	379,417,330.71	1,129,655,058.98
Accounts receivables	38,208,880.98	2,552,536.12
Prepayments	—	6,349,933.68
Interests receivables	42,004,261.82	31,815,993.96
Dividends receivables	50,000,000.00	50,000,000.00
Other receivables	6,515,688,791.51	10,295,341,584.04
Inventories	2,390,692.24	3,423,912.77
Total current assets	7,027,709,957.26	11,519,139,019.55
Non-current assets		
Financial assets available for sale	29,454,546.00	29,454,546.00
Held-to-maturity investment	9,563,613,000.00	8,000,000,000.00
Long-term equity investment	21,142,812,756.59	17,801,312,407.42
Investment properties	1,156,840,700.00	1,156,840,700.00
Fixed assets	66,001,244.88	67,706,763.53
Intangible assets	8,464,371.83	10,438,260.42
Total non-current assets	31,967,186,619.30	27,065,752,677.37
Total assets	38,994,896,576.56	38,584,891,696.92
Current liabilities		
Short-term loans	1,518,065,000.00	1,911,900,000.00
Accounts payable	7,578,594.35	11,791,107.36
Advanced receipts	1,741,409.16	1,175,571.14
Salaries and wages payable	2,128,986.58	3,675,241.66
Taxes payable	-12,350,367.34	-1,005,926.49
Interests payable	173,060,336.36	89,409,336.43
Other payables	1,757,196,614.20	83,017,685.88
Non-current liabilities to be mature in less than one year	—	4,143,382,660.09
Total current liabilities	3,447,420,573.31	6,243,345,676.07
Non-current liabilities		
Long-term loans	5,800,000,000.00	5,800,000,000.00
Bonds payable	3,978,020,917.93	3,975,124,287.16
Estimated liabilities	64,325,318.53	61,875,186.53
Deferred income		
Deferred tax liabilities	149,472,402.40	149,472,402.40
Total non-current liabilities	9,991,818,638.86	9,986,471,876.09
Total liabilities	13,439,239,212.17	16,229,817,552.16
Shareholders' equity		
Share capital	4,032,032,861.00	3,481,405,286.00
Other equity instruments	—	766,025,282.16
Capital reserve	7,762,894,341.85	4,428,345,741.01
Other comprehensive income	276,041,994.02	276,041,994.02
Surplus reserve	2,877,436,346.44	2,877,436,346.44
Undistributed profit	10,607,251,821.08	10,525,819,495.13
Total shareholders' equity	25,555,657,364.39	22,355,074,144.76
Total liabilities and shareholders' equity	38,994,896,576.56	38,584,891,696.92

4.2 Consolidated Income Statement

Items	July- September 2015 <i>RMB</i>	July- September 2014 <i>RMB</i>	January- September 2015 <i>RMB</i>	January- September 2014 <i>RMB</i>
1. Gross revenue from operations	3,436,051,137.81	3,153,099,287.53	9,279,798,069.64	9,470,033,853.30
Including: revenue from operation	3,436,051,137.81	3,153,099,287.53	9,279,798,069.64	9,470,033,853.30
2. Gross cost from operations	3,142,124,008.09	3,399,527,855.42	8,640,825,113.80	9,638,475,387.94
Including: cost from operation	2,709,960,851.29	2,927,027,496.56	7,478,128,025.00	8,397,713,461.09
Business taxes and other surcharges	3,361,668.25	1,579,904.68	12,513,559.31	7,299,039.10
Sales expenses	27,607,367.04	15,589,946.27	58,983,177.89	38,317,341.01
Administrative expenses	106,938,148.11	110,931,482.87	275,837,742.10	294,397,427.16
Financial expenses	294,255,973.40	344,399,025.04	815,362,609.50	900,748,119.58
Investment income	81,037,434.44	82,241,616.39	143,283,123.11	197,015,841.49
Including: investment income from associates and joint ventures	81,037,395.90	82,241,616.39	143,065,911.86	196,457,180.34
3. Operating profit	374,964,564.16	-164,186,951.50	782,256,078.95	28,574,306.85
Add: Non-operating revenue	95,561,865.44	222,913,738.65	1,036,212,389.22	268,958,158.65
Including: Income arising from disposal of non-current assets	110,140.28	575,513.86	205,448.53	9,552,872.77
Less: Non-operating expenditure	-878,004.67	2,838,337.76	1,122,193,158.82	130,344,548.65
Including: Loss arising from disposal of non-current assets	6,852,543.23	3,270,724.02	1,115,086,643.23	112,026,374.78
4. Gross profit	471,404,434.27	55,888,449.39	696,275,309.35	167,187,916.85
Less: Income tax	55,466,479.45	-9,722,931.56	-49,075,505.64	24,922,129.35
5. Net profit	415,937,954.82	65,611,380.95	745,350,814.99	142,265,787.50
Net profit attributable to owners of parent company	391,476,104.57	42,683,337.65	690,621,704.77	85,288,268.09
Net profit attributable to minority shareholders	24,461,850.25	22,928,043.30	54,729,110.22	56,977,519.41
6. Other comprehensive net income after tax	138,884,343.63	97,655,810.01	132,228,584.33	-82,744,485.86
Other comprehensive net income after tax attributable to owners of parent company	158,446,900.34	46,340,219.26	134,071,064.40	-7,532,274.18
Other comprehensive income to be re-classified to profit or loss	158,446,900.34	46,340,219.26	134,071,064.40	-7,532,274.18
Share of other comprehensive income to be re-classified to profit or loss in an investee in accordance with equity method	-9,705,000.18	-947,394.58	-3,748,870.57	

Items	July- September 2015 <i>RMB</i>	July- September 2014 <i>RMB</i>	January- September 2015 <i>RMB</i>	January- September 2014 <i>RMB</i>
Effective parts of profit or loss on cash flow hedges	-35,426,895.95	37,713,657.04	-25,464,037.87	-47,696,581.55
The difference between the translation of foreign currency financial statements	203,578,796.47	9,573,956.80	163,283,972.84	40,164,307.37
Other comprehensive net income after tax attributable to minority shareholders	-19,562,556.71	51,315,590.75	-1,842,480.07	-75,212,211.68
7. Total comprehensive income	554,822,298.45	163,267,190.96	877,579,399.32	59,521,301.64
Total comprehensive income attributable to owners of parent company	549,923,004.91	89,023,556.91	824,692,769.17	77,755,993.91
Total comprehensive income attributable to minority shareholders	4,899,293.54	74,243,634.05	52,886,630.15	-18,234,692.27
8. Earnings per share				
(1) Basic	0.0971	0.0084	0.1744	0.0251
(2) Diluted	0.0971	0.0084	0.1732	0.0251

Income Statement of Parent Company

Items	July- September 2015 <i>RMB</i>	July- September 2014 <i>RMB</i>	January- September 2015 <i>RMB</i>	January- September 2014 <i>RMB</i>
1. Revenue from operations	17,551,430.37	23,253,181.84	51,485,005.02	50,658,426.73
Less: cost from operation	21,181,697.76	40,213,597.49	70,363,889.63	56,471,823.48
Business taxes and other surcharges	387,741.03	369,162.27	2,787,448.85	2,857,421.50
Administrative expenses	9,483,698.85	12,259,319.55	21,949,207.63	27,001,942.93
Financial expenses	152,929,052.36	175,403,211.33	373,610,623.82	595,731,681.63
Investment income	165,505,518.62	209,599,429.22	374,702,665.82	715,395,426.89
Including: investment income from associates and joint ventures	41,956,659.72	43,720,177.23	7,798,282.37	151,900,101.90
2. Operating profit	-925,241.01	4,607,320.42	-42,523,499.09	83,990,984.08
Add: Non-operating revenue	19,567,675.00	215,429,823.00	245,676,876.19	215,449,823.00
Including: Income arising from disposal of non-current assets	0.00	0.00	0.00	0.00
Less: Non-operating expenditure	-36,822,264.62	19,341.00	760,065.32	5,271,728.71
Including: Loss arising from disposal of non-current assets	438.83		950.23	
3. Gross profit	55,464,698.61	220,017,802.42	202,393,311.78	294,169,078.37
Less: Income tax	-1,918,512.25	-1,918,512.24		
4. Net profit	57,383,210.86	221,936,314.66	202,393,311.78	294,169,078.37
5. Other comprehensive income	57,383,210.86	221,936,314.66	202,393,311.78	294,169,078.37
6. Earnings per share				
(1) Basic	0.0142	0.0664	0.0511	0.0864
(2) Diluted	0.0142	0.0664	0.0511	0.0864

4.3 Consolidated Cash Flow Statement

Items	January - September 2015 <i>RMB</i>	January - September 2014 <i>RMB</i>
1. Cash flows from operating activities		
Cash received from sales of goods and provision of services	8,285,339,401.24	9,374,214,440.12
Cash received from return of taxes and fees	114,598,470.42	235,573,172.47
Cash received from other related operating activities	1,101,085,834.45	361,193,657.89
Subtotal of cash inflow from operating activities	9,501,023,706.11	9,970,981,270.48
Cash paid for goods and services	3,990,521,658.96	6,320,864,518.57
Cash paid to or on behalf of employees	1,059,777,897.75	1,234,349,133.05
Taxes paid	229,058,776.20	94,692,187.08
Other cash paid relating to operating activities	548,648,140.95	454,308,854.99
Subtotal of cash outflow from operating activities	5,828,006,473.86	8,104,214,693.69
Net cash flows from operating activities	3,673,017,232.25	1,866,766,576.79
2. Cash flows from investing activities		
Cash received from withdrawal of investment	—	20,000,000.00
Cash inflow from return on investment	30,218,754.22	91,398,277.59
Net cash inflow from disposal of fixed, intangible and other long-term assets	464,013,060.08	351,199,441.07
Other cash received relating to investing activities	611,900,000.00	—
Subtotal of cash inflow from investing activities	1,106,131,814.30	462,597,718.66
Cash paid for purchase of fixed, intangible and other long-term assets	2,022,112,660.83	4,550,791,736.40
Cash paid for investment	1,491,362,058.45	1,772,001,135.22
Other cash paid relating to investing activities	—	60,000,000.00
Subtotal of cash outflow from investing activities	3,513,474,719.28	6,382,792,871.62
Net cash flows from investing activities	-2,407,342,904.98	-5,920,195,152.96
3. Cash flows from financing activities		
Cash received from borrowings	9,198,366,644.91	17,145,401,419.90
Sub-total of cash inflows of financing activities	9,198,366,644.91	17,145,401,419.90
Cash paid for payment of debts	10,252,286,083.99	11,417,002,992.92
Cash paid for distribution of dividends or profits and for interest expenses	1,050,556,514.90	850,473,868.45
Other cash paid relating to financing activities	115,306,261.72	100,349,944.56
Subtotal of cash outflow from financing activities	11,418,148,860.61	12,367,826,805.93
Net cash flows from financing activities	-2,219,782,215.70	4,777,574,613.97
4. Effect on cash and cash equivalents from change of exchange rates	38,928,213.35	14,238,859.66
5. Net increase in cash and cash equivalents	-915,179,675.08	738,384,897.46
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	3,061,140,277.90	1,919,204,136.32
6. Balance of cash and cash equivalents at the end of the Reporting Period	2,145,960,602.82	2,657,589,033.78

Cash Flow Statement of Parent Company

Items	January - September 2015 <i>RMB</i>	January - September 2014 <i>RMB</i>
1. Cash flows from operating activities		
Cash received from sales of goods and provision of services	591,894.41	—
Cash received from return of taxes and fees	59,201.19	—
Cash received from other related operating activities	4,011,536,578.11	4,111,248,255.06
Subtotal of cash inflow from operating activities	4,012,187,673.71	4,111,248,255.06
Cash paid for goods and services	8,161,810.70	121,666,426.12
Cash paid to or on behalf of employees	10,438,662.27	10,409,094.63
Taxes paid	7,134,702.49	7,328,045.13
Other cash paid relating to operating activities	1,486,666,589.63	5,618,627,334.20
Subtotal of cash outflow from operating activities	1,512,401,765.09	5,758,030,900.08
Net cash flows from operating activities	2,499,785,908.62	-1,646,782,645.02
2. Cash flows from investing activities		
Cash received from withdrawal of investment	1,000,000,000.00	7,670,535,000.00
Cash inflow from return on investment	425,341,266.29	590,957,015.41
Other cash received relating to operating activities		
Subtotal of cash inflow from investing activities	1,425,341,266.29	8,261,492,015.41
Cash paid for purchase of fixed, intangible and other long-term assets	—	85,100.65
Cash paid for investment	2,827,547,078.77	2,358,969,546.00
Subtotal of cash outflow from investing activities	2,827,547,078.77	2,359,054,646.65
Net cash flows from investing activities	-1,402,205,812.48	5,902,437,368.76
3. Cash flows from financing activities		
Cash received from borrowings	1,907,827,333.33	2,781,366,996.11
Other cash received relating to financing activities	851,123,627.09	—
Sub-total of cash inflows of financing activities	2,758,950,960.42	2,781,366,996.11
Cash paid for payment of debts	3,146,675,437.82	4,492,640,000.00
Cash paid for distribution of dividends or profits and for interest expenses	567,202,958.73	421,830,129.29
Other cash paid relating to financing activities	892,958,196.92	1,450,037,500.00
Subtotal of cash outflow from financing activities	4,606,836,593.47	6,364,507,629.29
Net cash flows from financing activities	-1,847,885,633.05	-3,583,140,633.18
4. Effect on cash and cash equivalents from change of exchange rates	67,808.64	9,003,163.00
5. Net increase in cash and cash equivalents	-750,237,728.27	681,517,253.56
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	1,129,655,058.98	487,558,148.30
6. Balance of cash and cash equivalents at the end of the Reporting Period	379,417,330.71	1,169,075,401.86

This announcement is made in compliance with Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company's A Shares are listed on the Shanghai Stock Exchange, and the Shanghai Stock Exchange has required the Company to make an announcement similar to this announcement in Shanghai.

By order of the Board
China Shipping Development Company Limited
Yao Qiaohong
Company Secretary

Shanghai, the PRC
28 October 2015

As at the date of this announcement, the board of directors of the Company comprises Mr. Xu Lirong, Mr. Zhang Guofa, Mr. Huang Xiaowen, Mr. Ding Nong, Mr. Yu Zenggang, Mr. Han Jun and Mr. Qiu Guoxuan as executive directors, Mr. Wang Wusheng, Mr. Ruan Yongping, Mr. Ip Sing Chi and Mr. Rui Meng as independent non-executive directors.