

中澳簽262億基建大單

【香港商報訊】正在澳洲訪問的總理李克強與澳洲總理特恩布爾昨日舉行第五輪中澳總理年度會晤。雙方在堪培拉簽署了8份合作文件，其中包括中國容許所有澳洲牛肉出口商對華出口冷凍新鮮牛肉，在「一帶一路」戰略下，中國建築更是簽下262億基建大單。值得注意的是，在南海問題上，李克強說，中國並無將南海軍事化，在島礁的設施都是民用，即使有防衛設施，亦只是維護航行自由。

南海設施主要民用

李克強與特恩布爾昨日在召開聯合記者會上強調，中國不會將南海軍事化，且稱在南海人工島嶼裝置的防禦設備主要是供民用。因為南海要是沒有這樣的自由或穩定，中國將是首當其衝的一方。特恩布爾促請南海各方根據國際法和平解決分歧，避免令局勢緊張的舉動，包括將爭島礁軍事化。澳洲會跟隨重要盟友美國的脚步，在南海執行數次空中飛越和海上航行的所謂「航行自由權」，中國先前表示此舉為「挑釁」。

澳洲無須選邊站隊

在回答關於澳大利亞外交政策以及中澳、美澳關係的問題時，李克強指出，中國堅持獨立自主的和平外交政策，也尊重澳方根據自身國情制定的外交政策，中國一貫堅持大小國家一律平等，主張秉持相互尊重、平等相待的原則，以開放包容的心態同各國發展關係。因此中澳關係不針對第三方，也不應存在選邊站隊的問題。希望有關國家間的關係都能有利於自由貿易以及地區和世界的穩定和平。希望中澳關係不僅有利於中澳雙方，也有利於其他國家和地區和平穩定。特恩布爾認同，認為澳洲無需在美國與中國之間作出選擇，強調美國是澳洲的堅定及強大盟友，中國亦是澳洲一個非常好的朋友。



一帶一路 基建入澳

在經貿問題上，李克強表示，中澳應共同維護貿易自由化。雙方應積極審議自貿協定，開啓中澳全面自由貿易時代。中國同意撤銷目前只准11間澳洲出口商，向中國出口冷凍牛肉的限制，向所有澳洲牛肉出口商開放市場。特恩布爾指，新協議令澳洲成為唯一一個，在牛肉市場享受全面准入的國家，將帶動澳洲牛肉出口今後有實質增長。另外，中國建築股份公司及澳洲財團簽署諒解備忘錄，耗資262.38億人民幣，為西澳洲一個鐵礦興建鐵路及港口。這份備忘錄標誌著中國建築首次進入澳大利亞市場，並在推進「一帶一路」項目過程中取得又一重大收穫。消息發布後，午後中國建築被連續萬手大單強力拉

李克強同澳大利亞總理特恩布爾共同會見記者。新華社升，一度上漲10.02%，觸及漲停。就此，中國國際問題研究院副院長阮宗澤分析表示，此次李克強訪澳期間，一個重要選項就是強化雙方經貿合作領域，加快從「礦業繁榮」（礦業是澳大利亞重要經濟支柱產業）邁向更趨多元、更可持續的合作格局。中國國際貿易促進委員會研究院國際貿易研究部主任趙萍認為，除了進一步深入農業與能源的傳統合作，接下來，中澳可在基礎設施建設、電力、能源以及裝備製造業等方面拓展合作。另據商務部網站消息，當天上午，在中澳兩國總理見證下，中國商務部部長鍾山與澳大利亞貿易、旅遊和投資部長史蒂文·喬博代表兩國政府簽署了《關於審議中國－澳大利亞自由貿易協定有關內容的意向聲明》，正式宣布兩國將於2017年啓動中澳自貿協定服務章節、投資章節以及《關於投資便利化安排的諒解備忘錄》的審議。

【香港商報訊】中央全面深化改革領導小組組長習近平昨日上午在中央全面深化改革領導小組第三十三次會議表示，各級主要負責人要自覺從全局高度謀劃推進改革，要有改革擔當，在關鍵問題上要敢於拍板，只要符合中央要求、符合基層實際、符合群眾需求，就要堅決改、大膽試。

據了解，這次中央全面深化改革領導小組會議，就有關主要負責人親力親為抓改革落實聽取了匯報，匯報的人員既有全面深化改革專項小組組長、重大專項改革領導小組組長，也有地區和部門主要負責人。

帶領大家定好盤子

會議指出，主要負責人要抓思路，統籌各項改革任務，帶領大家一起定好盤子、理清路子、開對方子，對攻堅難度大、影響面廣、同老百姓關係密切的改革任務要親自上手、負責到底。要抓調研，既搞清楚改革要解決什麼問題，又善於從基層和群眾中尋找解決問題的辦法，拿出來的方案要有底氣、接地氣，對改革實施過程要注意跟蹤、掌握實情。要抓推進，把推進改革的道理講清楚，同時注意解決執行中統一思想的問題，凝聚改革共識，形成改革合力。

會議強調，要把主要負責人抓改革落實的責任明確下來，對責任不到位、不擔當、敷衍塞責、延誤改革的，要嚴肅問責。

會議指出，主要負責人要處理好難易關係，有的時候要從易處著手，有的時候要下決心先啃硬骨頭，根據改革任務的特點和實際情況靈活把握。

會議強調，主要負責人要統籌安排改革發展穩定各項工作，學會彈鋼琴，以改革的辦法解決發展穩定中的問題，用改革帶動和推動各項工作。

會議指出，要完善改革落實機制，抓住人民群眾最關心最直接最現實的利益問題，推動落實主體責任，建立健全科學合理的改革評價機制，發揮改革督察作用，把改革舉措效益發揮出來，不斷增強人民群眾獲得感。

會議審議通過了《全面深化中國（上海）自由貿易試驗區改革開放方案》、《關於深化科技獎勵制度改革的方案》。會議審議了農業轉移人口市民化、改善貧困地區孩子上學條件、建立居民身份證異地受理掛失申報和丟失招領制度、解決無戶口人員登記戶口問題、推進家庭醫生簽約服務、全面推行河長制等民生領域改革落實情況的督察報告。

Share's code(s)	000550	Share's Name(s)	Jiangling Motors	Share's code(s)	000550
Jiangling Motors Corporation, Ltd.					
Extracts From 2016 Annual Report					
\$1 Important Note					
These extracts are extracted from the original of annual report. Investors should carefully read the original for details in the website designated by CSRC for publication of JMC's Annual Report.					
Note on abnormal opinions of the Auditor					
□Applicable ■Not Applicable					
Proposal on profit distribution or converting capital reserve to share capital reviewed by the Board of Directors, regarding common stock during the reporting period					
□Applicable □Not Applicable					
Proposal on converting capital reserve to share capital					
□Applicable ■Not Applicable					
The year 2016 profit distribution proposal approved by the Board of Directors is as follows:					
A cash dividend of RMB 6.1 (including tax) will be distributed for every 10 shares held based on the total shares capital of 863,214,000 shares, and there is no stock dividend. The Board decided not to convert capital reserve to share capital this time.					
Proposal on profit distribution reviewed by the Board of Directors, regarding preferred stock during the reporting period					
□Applicable ■Not Applicable					
\$2 Summary					
1. Brief introduction					
Share's name	Jiangling Motors	Share's code(s)	000550	000550	
Place of listing	Shenzhen Stock Exchange				
Contact person and contact details	Board Secretary	Shareholder Affairs Representative			
Name	Wan Hong	Qian Shu			
Contact address	No. 505, Northern Yangtze Avenue, Nanchang City, Jiangxi Province, P.R.C.				
Telephone	86-791-85266178	86-791-85266178			
E-mail	zhu@jmc.com.cn				
The Annual Report is prepared in Chinese and English. In the event of any discrepancy, the Chinese version will prevail.					
All financial data in this report are prepared under International Financial Reporting Standards (IFRS) unless otherwise specified.					
2. Core business or products in the reporting period					
JMC's core business is production and sales of commercial vehicles, SUV and related components. JMC's major products include JMC series light truck, pickup, Yusheng SUV, Ford-brand SUV, Ford-brand commercial vehicles, and heavy duty trucks. The Company also produces and sells engines, castings and other components for sales to domestic and overseas markets.					
3. Main accounting data and financial ratios					
3.1 Main accounting data and financial ratios in the past three years					
Unit: RMB '000					
	2016	2015	Change (%)	2014	
Revenue	26,633,949	24,527,892	8.59%	25,517,790	
Profit Attributable to the Equity Holders of the Company	1,318,016	2,222,061	-43.68%	2,107,852	
Net Cash Generated From Operating Activities	4,593,000	1,924,474	(138.66%)	4,199,649	
Basic Earnings Per Share (RMB)	1.53	2.57	-40.68%	2.44	
Diluted Earnings Per Share (RMB)	1.55	2.57	-40.68%	2.44	
Weighted Average Return on Equity Ratio	10.74%	19.50%	Down 8.2 percentage points	21.20%	
	End of Year 2016	End of Year 2015	Change (%)	End of Year 2014	
Total Assets	24,493,289	21,062,726	16.3%	19,966,528	
Shareholders' Equity Attributable to the Equity Holders of the Company	12,405,236	11,581,142	7.13%	10,598,429	
3.2 Main accounting data quarterly					
Unit: RMB'000					
	Q1	Q2	Q3	Q4	
Revenue	5,341,490	5,469,346	6,415,632	9,404,591	
Profit Attributable to the Equity Holders of the Company	-415,561	280,953	389,036	224,163	
Net Cash Generated From Operating Activities	-182,756	1,150,310	1,086,184	2,519,262	
Difference between disclosed accounting data in quarterly report and half-year report and the aforesaid data in Table 3.2					
□Applicable ■Not Applicable					
4. Share Capital and Shareholders					
1. Top ten shareholders					
Total shareholders (as of JMC had 19,407 shareholders, including 14,409 A-share holders, and 4,998 B-share holders, as of December 31, 2016.					
Total shareholders (as of JMC had 20,335 shareholders, including 15,445 A-share holders, and 5,090 B-share holders, as of February 28, 2017).					
Top ten shareholders					
Shareholder Name	Shareholder Type	Shareholding Percentage (%)	Shares at the End of Year	Shares with Shares due to Redemption	
Jiangling Motors Holding Co., Ltd.	State-owned legal person	41.03	354,176,000	0	0
Ford Motor Company	Foreign legal person	3.2	27,628,394	0	0
China Securities Corporation Limited	Other	2.64	22,745,384	0	0
Shenzhen Automotive Co., Ltd.	State-owned legal person	1.51	13,019,610	0	0
Central Hualian Investment Ltd.	State-owned legal person	0.83	7,186,600	0	0
Shanghai Automotive Industry Corp.	Foreign legal person	0.75	6,438,041	0	0
BILL & MELINDA GATE FOUNDATION TRUST	Foreign legal person	0.73	6,338,080	0	0
IMBLSA REEF TRUST	Foreign legal person	0.68	5,872,430	0	0
GAOLING FUND	Foreign legal person	0.65	5,439,086	0	0
Norges Bank	Foreign legal person	0.59	5,082,713	0	0
Notes on associated among above mentioned shareholders					
None.					
4.2 Total shareholders and top ten shareholders holding preferred shares					
□Applicable ■Not Applicable					
There was no shareholder holding preferred shares in the reporting period.					
4.3 Ownership and control relations between the Company and the actual					

controlling parties					
5. Corporation bond					
□Applicable ■Not Applicable					
\$3 Management Discussion and Analysis					
1. Operating Highlights					
i. Summary					
In 2016, benefited from sustained rapid growth of SUV market, China's automotive market continues to keep growth. Total sales volume was 28.03 million units, increased 13.65% compared with last year. Commercial vehicle sales volume was 3.65 million units, increased 5.80% compared with 2015. During the reporting period, to cope with more severe competition, more stringent regulatory requirement and intensifying cost pressures, the Company focused on quality improvement, new product development, operating cost control and production efficiency enhancement. Simultaneously, the Company introduced series of sales policy to respond the market risk. In 2016, JMC achieved sales volume of 281,019 units, increased 6.95% compared with last year, achieved revenue of RMB 26.63 billion, increased 8.59% compared with last year, achieved net profit of RMB 1.32 billion, decreased 40.68% compared with last year. It mainly reflected the product pricing reduction and market expense increase because of severe automotive market competition.					
ii. Core Business Analysis					
i. Summary					
In 2016, JMC sales volume achieved 281,019 units, increased 6.95% compared with last year, including 102,379 units, truck, 60,882 units pickup, 44,753 units SUV and 72,995 units Transit CV. 2016 total production volume was 281,463 units, increased 8.20% compared with last year, including 101,651 units truck, 61,166 units pickup, 46,590 units SUV and 72,036 units Transit CV. JMC total sales revenue in 2016 was RMB 26.63 billion, increased 8.59% compared with last year.					
ii. Revenue and Cost					
(a) Composition of Sales Revenue					
Unit: RMB					
	2016 FY		2015 FY		YOY change (%)
	Amount	Proportion (%)	Amount	Proportion (%)	
Revenue	26,633,948,591	100%	24,527,892,839	100%	8.59%
	By Industry				
Automotive Industry	26,633,948,591	100.00%	24,527,892,839	100.00%	8.59%
	By Products				
Vehicle	23,876,058,142	89.64%	22,115,996,697	90.17%	7.96%
Trucks	2,345,645,396	8.80%	2,176,421,920	8.87%	8.88%
Material & Others	388,244,823	1.46%	235,474,222	0.96%	64.88%
By region					
China	26,633,948,591	100.00%	24,527,892,839	100.00%	8.59%
(b) Composition of Operating Cost					
Unit: RMB					
	2016 FY		2015 FY		YOY change (%)
	Cost	Proportion (%)	Cost	Proportion (%)	
Vehicle	18,626,312,575	90.56%	16,316,015,585	89.59%	14.16%
Component	1,718,340,492	8.34%	1,582,708,668	8.76%	8.78%
Material & Others	607,861,467	1.30%	226,896,696	1.25%	18.10%
iii. Expense Analysis					
There's no major change of expense during the reporting period.					
iv. Research & Development					
In 2016, JMC continued to focus on development of new product programs. Product related spending centered at future product development and compliance with regulatory requirements, including new model, increased payloads, new styling, and improved power, etc., ensuring the Company is compliant with stringent environmental and safety regulations. The competitive R&D will ensure the Company's volume and profit growth. Development expenditure in 2016 was 1,813 million, representing 14.81% of net assets, or 6.81% of revenue.					
R&D					
	2016		2015		Change (%)
R&D Staff (person)	2,225	2,110	5.45%		
R&D Staff as % of total employees	13.19%	13.44%	-0.25%		
R&D Investment (RMB)	1,937,312,797	1,830,992,839	5.81%		
R&D Investment as % of revenue	7.27%	7.46%	-0.19%		
Capitalization of R&D investment	124,586,552	0.00	-		
Capitalization of R&D investment as % of R&D investment	6.43%	0.00%	6.43%		
iii. Outlook					
i. Industry Competition and Development Trend					
At present China is still in the stage of accelerated industrial and urbanization development. With the One Belt One Road strategy and urbanization progress, China's infrastructure construction and logistics industry will also continue the development as well as opportunity for the development of China's commercial vehicle market. Meanwhile, China's Car Parc per capita is still lower than world's average level indicating a strong auto market potential in the future. Currently, urban traffic congestion, environment pollution and purchase tax incentive reduction affect automobile industry development. However, as the economic progressing steadily, the consumption level and purchasing power improved, domestic automobile sales volume is expected to achieve higher level. In 2017, sales volume is expected to continue to grow slightly.					
ii. Corporation Strategy					
Company's mission is to produce and sell world class products with the best customer satisfaction in auto industry. JMC will continue to introduce new light truck, pickup, light bus and SUV programs in the future to further strengthen the market share performance. At the same time, JMC will further continue to improve SUV sales performance and penetrate into heavy truck segment.					
iii. 2017 Business Plan					

The Company is targeting 2017 revenue level at RMB 35.2 billion, an increase of 32% vs. 2016. To enhance profitability, the company is committed to the following plans in 2017:

(1) Achieve volume and market share targets by enhancing the sales network and sales/marketing activities, especially pushing the third – fifth class city dealer network construction;

(2) Well prepared the new products launch plan for Tourneo AT, JMC own brand light bus, JMC heavy truck;

(3) Continue to improve product quality, pursue cost reduction opportunities, improve manufacturing and operating efficiency to achieve profit and cost targets;

(4) Continue to promote the new fuel economy and emission compliance program to satisfy regulatory requirements;

(5) Work with technical partners to execute future product development and R&D ability improvement; and

(6) Expand finished vehicle exports and OEM components sales business.

IV. Potential Challenges and Solutions

In 2017, the Company will continue to face fiercer competition, more stringent regulatory requirements, intensifying cost pressures and a slowdown in China's economic growth. To achieve steady growth, the Company will continue to focus on the following aspects in 2017:

(1) Optimizing company's production system to improve efficiency and product quality;

(2) Optimizing dealer network and marketing spending to improve market share;

(3) Improve suppliers' capability and parts quality; continue to reduce parts purchasing cost;

(4) Strengthening corporate governance and application of appropriate risk assessment and control mechanisms;

(5) Sustaining the expense management and control to optimize the business structure; and

(6) Optimize and execute company's growth strategies to pursue sustainable long-term growth.

The Company will continue to optimize cost structure, improve production efficiency, mitigate management cost as well as focus on new product development to deliver the launch quality and cost target. With the support from technical partner, the Company continues to promote new products development and R&D ability improvement, to accelerate the progress of launching new competitive and profitable products to the market. Meanwhile, the Company will strive to ensure the timely delivery of high quality heavy truck, and devote to strengthening dealer network, expanding overseas market and parts business.

2. Major change of core business in the reporting period

☐Applicable ☒Not Applicable

3. Reach to 10% of Revenue or Profit generated from core business by Product

Unit: RMB					
Type	Revenue	Operating Profit	Gross Margin	YOY change (%)	YOY operating profit change (%)
Vehicle	23,876,058,142	2,595,136,163	21.55%	7.96%	-5.48%
					-4.23%

4. Warning on operating seasonal feature or periodical feature

☐Applicable ☒Not Applicable

5. Major change of revenue, cost, net profit or income composition in the reporting period

☐Applicable ☒Not Applicable

6. Suspension and Termination of Listing

☐Applicable ☒Not Applicable

7. Special Explanation on Financial Statements

I. Explanation on the changes of accounting policy, accounting estimates, estimation method compared with that of last year

☐Applicable ☒Not Applicable

There was no change of accounting policy, accounting estimates, estimation method in the reporting period.

II. Cause and impacts of major accounting errors, and correction result

☐Applicable ☒Not Applicable

There was no impact of major accounting errors, and correction result in the reporting period.

III. Explanation on consolidated scope change compared with that of last year

☐Applicable ☒Not Applicable

There was no consolidated scope change in the reporting period.

Share's code(s)	000550	Share's Name(s)	Jiangling Motors	Share's code(s)	000550
	000559		Jiangling Motors		

Jiangling Motors Corporation, Ltd. Public Announcement on Resolutions of the Board of Directors

Note: Jiangling Motors Corporation, Ltd. and its Board members undertake that the information disclosed herein is truthful, accurate and complete and does not contain any false statement, misrepresentation or major omission.

I. Informing of the Meeting

The Board of Directors of Jiangling Motors Corporation, Ltd. (hereinafter referred to as "JMC" or the "Company") sent out the 2016 Annual Report of JMC and relevant proposals to all the directors on March 15, 2017.

II. Time, Place & Form of Holding the Meeting

The Board meeting was held in form of paper meeting from March 15 to March 23, 2017. The procedure of convening and holding the meeting complied with the stipulation of the relevant laws, regulations and the Articles of Association of JMC.

III. Status of the Directors Attending the Meeting

Nine directors shall attend this Board meeting and nine directors were present.

IV. Resolutions

The directors present at the meeting approved the following resolutions in form of paper meeting:

1. The Board of Directors approved to submit to the 2016 Annual Shareholders' Meeting the following proposal on year 2016 profit distribution:

(1). to appropriate for the dividend distribution from the profit available for distribution, which shall be equal to RMB 0.81 per share and shall apply to the Company's total share capital; and

(2). to carry forward the un-appropriated portion to the following fiscal year.

Profit distribution proposal: A cash dividend of RMB 6.1 (including tax) per 10 shares will be distributed to shareholders. Based on the total share capital of 863,214,000 shares as of December 31, 2016, total cash dividend distribution amounts shall be RMB 526,580,540.

The cash dividend on B share shall be paid in Hong Kong Dollars and converted at the middle rate of the HK dollar's exchange rate against RMB quoted by the People's Bank of China on the first working day following the

relevant resolution adopted by the Company's Annual Shareholders' Meeting. The Board decided not to convert the capital reserve to the share capital this time.

There were 9 votes in favor of this proposal, 0 vote against, and 0 abstention. All the Independent Directors, Mr. Lu Song, Ms. Wang Kun and Mr. Li Xianjun, agreed this proposal.

The Board of Directors approved the 2016 Annual Report of the Company and the Extracts from such Annual Report.

There were 9 votes in favor of this proposal, 0 vote against, and 0 abstention. This proposal shall be submitted to the 2016 Annual Shareholders' Meeting for approval.

The 2016 Annual Report of the Company and the Extracts from such Annual Report has been published on the website www.cninfo.com.cn.

The Board of Directors approved the 2016 Work Report of the Board of Directors of the Company.

There were 9 votes in favor of this proposal, 0 vote against, and 0 abstention. Please refer to Chapter IV of 2016 Annual Report of JMC for the content of the 2016 Work Report of the Board of Directors.

This proposal shall be submitted to the 2016 Annual Shareholders' Meeting for approval.

The Board of Directors approved the Company's 2016 Financial Statements.

There were 9 votes in favor of this proposal, 0 vote against, and 0 abstention. This proposal shall be submitted to the 2016 Annual Shareholders' Meeting for approval.

The 2016 Financial Statements of JMC has been published on the website www.cninfo.com.cn.

The Board of Directors approved the Company's Internal Control Self-assessment Report.

There were 9 votes in favor of this proposal, 0 vote against, and 0 abstention. All the Independent Directors, Mr. Lu Song, Ms. Wang Kun and Mr. Li Xianjun, agreed this proposal.

The 2016 Internal Control Self-assessment Report of JMC has been published on the website www.cninfo.com.cn.

The Board of Directors approved the Company's 2016 Corporate Social Responsibility Report.

There were 9 votes in favor of this proposal, 0 vote against, and 0 abstention. The 2016 Corporate Social Responsibility Report of JMC has been published on the website www.cninfo.com.cn.

The Board of Directors approved JMC Finance Company Continuous Risk Assessment Report.

When voting on this proposal, Director Director Qiu Tiangao and Director Xiong Chunying withdrew from the voting and all the other Directors agreed with this proposal.

JMC Finance Company Continuous Risk Assessment Report has been published on the website www.cninfo.com.cn.

The announcement is hereby published.

Board of Directors
Jiangling Motors Corporation, Ltd.
March 25, 2017

Share's code(s)	000550	Share's Name(s)	Jiangling Motors	Share's code(s)	000550
			Jiangling 5		

Jiangling Motors Corporation, Ltd.

Public Announcement on Resolutions of the Supervisory Board

Note: Jiangling Motors Corporation, Ltd. ("JMC" or the "Company") and the members of its Supervisory Board undertake that the information disclosed herein is truthful, accurate and complete and does not contain any false statement, misrepresentation or major omission.

i. Time, Place & Form of Holding the Meeting

The Supervisory Board meeting was held in form of paper meeting from March 15 to March 23, 2017. The procedure of convening and holding the meeting complied with the stipulation of the relevant laws, regulations and the Articles of Association of JMC.

ii. Status of the Supervisors Attending the Meeting

Five Supervisors shall attend this meeting and five supervisors were present.

iii. Resolutions

The supervisors present at the meeting approved the following resolutions in form of paper meeting:

1. The Supervisory Board approved the 2016 Annual Work Report of the Supervisory Board, and submitted it to the 2016 Annual Shareholders' Meeting for approval.

There were 5 votes in favor of this proposal, 0 vote against, and 0 abstention. The 2016 Annual Work Report of the Supervisory Board has been published on the website www.cninfo.com.cn.

2. The Supervisory Board approved the 2016 Annual Report of the Company and the Extracts from such Annual Report, and expressed its opinions as follows:

The Supervisory Board and its members are jointly and severally liable for the truthfulness, accuracy and completeness of the information disclosed in the report and confirm that the information disclosed therein does not contain false statements, misrepresentations or major omissions.

There were 5 votes in favor of this proposal, 0 vote against, and 0 abstention. The 2016 Annual Report of the Company and the Extracts from such Annual Report has been published on the website www.cninfo.com.cn.

3. The Supervisory Board reviewed the 2016 Internal Control Self-assessment Report of JMC and expressed its opinions on this Report as follows:

i. The Company has established integrated and complete internal control policies in accordance with relevant requirements of Shenzhen Stock Exchange and implemented effective controls within all the operational procedures.

ii. The Company has established a complete internal control organizational structure. An internal audit department has been set up and is sufficiently provided with professional staff. It ensures the effective internal control implementation and monitoring.

iii. Considering the actual operating conditions of the Company, we believe the internal control deficiency determination criteria defined by the Company is reasonable, and the Internal Control Self-assessment Report is authentic and accurate.

There were 5 votes in favor of this proposal, 0 vote against, and 0 abstention. The 2016 Internal Control Self-assessment Report of JMC has been published on the website www.cninfo.com.cn.

The announcement is hereby published.

Supervisory Board
Jiangling Motors Corporation, Ltd.
March 25, 2017