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WEICHAI

潍柴动力股份有限公司

WEICHAI POWER CO., LTD.

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

(Stock Code: 2338)

OVERSEAS REGULATORY ANNOUNCEMENT

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 (the “Stock Exchange”).

Reference is made to an announcement made by Weichai Power Co., Ltd. (the “Company”) on the website of Shenzhen Stock Exchange dated 30 October 2014, which is for information only. The full text of the announcement in Chinese is published on the websites of the Stock Exchange and the Company.

By order of the Board of Directors

Tan Xuguang

Chairman and CEO

Weifang, Shandong, PRC

30 October 2014

As at the date of this announcement, the executive Directors of the Company are Mr. Tan Xuguang, Mr. Xu Xinyu, Mr. Li Dakai, Mr. Fang Hongwei, Mr. Sun Shaojun and Mr. Zhang Quan; the non-executive Directors of the Company are Mr. Wang Yuepu, Mr. Yeung Sai Hong, Mr. Julius G. Kiss, Ms. Han Xiaoqun, Mr. Jiang Kui and Mr. Gordon Riske; and the independent non-executive Directors of the Company are Mr. Loh Yih, Mr. Chu, Howard Ho Hwa, Mr. Zhang Zhenhua, Mr. Zhang Zhong, Mr. Wang Gongyong and Mr. Ning Xiangdong.



WEICHAI POWER CO., LTD.

THIRD QUARTERLY REPORT FOR 2014

October, 2014

SECTION 1 IMPORTANT NOTICE

The board of directors, the Supervisory Committee and the directors, supervisors and senior management of the Company warrant that no false presentations or misleading statements are contained herein, nor with any material omissions, and severally and jointly accept responsibilities for the authenticity, accuracy and completeness of the contents of this quarterly report.

All directors have attended the Board meeting in respect of reviewing this quarterly report.

Tan Xuguang, principal of the Company, Kwong Kwan Tong, principal in-charge of accounting and Zhang Zhiqiang, head of accounting department (in charge person of accounting), warrant that the financial statements contained in the quarterly report are true, accurate and complete.

SECTION 2 MAJOR FINANCIAL DATA AND CHANGES IN SHAREHOLDERS

2.1 Major accounting data and financial indicators

Whether the Company has made retrospective adjustment or restatement of accounting data of the prior years due to changes in accounting policies and corrections of accounting errors

☐ Yes ☒ No

	As at the end of the reporting period	As at the end of last year	Change as at the end of the reporting period over the end of last year	
Total assets (RMB)	122,916,441,366.04	78,521,808,732.21	56.54%	
Net assets attributable to shareholders of listed company (RMB)	31,065,670,482.77	27,723,173,631.62	12.06%	
	Reporting period	Change for the reporting period over the corresponding period of last year	From the beginning of the year to the end of the reporting period	Change for the period from the beginning of the year to the end of the reporting period over the corresponding period of last year
Revenue (RMB)	22,034,948,362.46	77.54%	56,146,382,930.78	29.57%
Net profit attributable to shareholders of listed company (RMB)	680,594,047.04	9.79%	4,445,430,278.90	64.35%
Net profit attributable to shareholders of listed company after extraordinary gain/loss (RMB)	757,971,537.33	35.78%	2,953,817,549.73	17.19%
Net cash flows from operating activities (RMB)	--	--	4,064,389,880.26	472.95%
Basic earnings per share (RMB/share)	0.34	9.68%	2.22	64.44%
Diluted earnings per share (RMB/share)	N/A	N/A	N/A	N/A
Weighted average return on net assets	2.17%	-0.15%	15.12%	4.74%

Extraordinary gain/loss items and amounts

☒ Applicable ☐ N/A

Unit: RMB

Item	Amount from the beginning of the year to the end of the reporting period	Description
Gains or losses from disposal of non-current assets (including the part of assets impairment provision already made and written off)	1,590,061,302.73	
Government subsidy accounted into profit and loss for the current period, excluding those closely associated with the business of the Company which were given in a fixed amount or volume in compliance with state standard	94,730,308.84	
Profit and loss from debt restructuring	-170,314.17	
Gains or losses from fair value changes of financial assets held for trading and financial liabilities held for trading, and investment income from disposal of financial assets held for trading, financial liabilities held for trading and available-for-sale financial assets, except effective hedging activities related to the Company's normal operation	-182,875,047.85	
Write back of the provision for impairment of accounts receivable that is individually tested for impairment	12,483,291.92	
Profit or loss from external entrusted loans	3,632.48	
Other non-operating income and expenses other than the above items	99,808,676.84	
Other profit and loss items falling within the definition of extraordinary profit and loss	3,746,005.24	
Less: Effects of income tax	27,522,557.86	
Effects of minority interests (after tax)	98,652,569.00	
Total	1,491,612,729.17	--

Notes for the Company's extraordinary gain or loss items as defined in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 - Extraordinary Gains or Losses and the extraordinary gain or loss items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 - Extraordinary Gains or Losses defined as its recurring gain or loss items

☐ Applicable ☒ N/A

During the reporting period, the Company did not define any extraordinary gain or loss items as defined and illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No.1 – Extraordinary Gains or Losses as its recurring gain or loss items.

2.2 Total number of shareholders and information on shareholdings of the top ten shareholders as at the end of the reporting period

1. Total number of shareholders of ordinary shares and information on shareholdings of the top ten shareholders of ordinary shares

Unit: Share

Total number of shareholders of ordinary shares as at the end of the reporting period	147,206					
Information on shareholdings of the top ten shareholders of ordinary shares						
Name of shareholder	Nature of shareholder	Shareholding ratio	Number of shares held	Number of restricted shares held	Pledged or frozen	
					Status of shares	Quantity
HKSCC Nominees Limited	Foreign shareholder	24.22%	484,243,594	0		
Weichai Group Holdings Limited	State-owned legal person	16.83%	336,476,400	336,476,400		
Weifang Investment Company	State-owned legal person	3.71%	74,156,352	74,156,352		
Fujian Longyan Construction Machinery (Group) Company Limited	Domestic non-state-owned legal person	3.26%	65,100,240	57,792,000		
Peterson Holdings Company Limited	Foreign legal person	2.51%	50,228,303	0		
IVM Technical Consultants Wien Gesellschaft m.b.H	Foreign legal person	2.04%	40,780,000	0		
Shenzhen Chuangxin Investment Group Co., Ltd	Domestic non-state-owned legal person	1.68%	33,621,743	0		
Shandong Enterprise Trust Operation Company Limited	Domestic non-state-owned legal person	1.34%	26,800,000	0		
Guangxi Liugong Group Company Limited	State-owned legal person	0.86%	17,243,712	17,243,712		
Tan Xuguang	Domestic natural person	0.74%	14,710,649	14,710,649		
Information on shareholdings of the top ten non-restricted shareholders of ordinary shares						
Name of shareholder	Number of non-restricted ordinary shares held		Types of shares			
			Types of shares		Quantity	

HKSCC Nominees Limited	484,243,594	Overseas listed foreign shares	484,243,594
Peterson Holdings Company Limited	50,228,303	RMB ordinary shares	50,228,303
IVM Technical Consultants Wien Gesellschaft m.b.H	40,780,000	RMB ordinary shares	40,780,000
Shenzhen Chuangxin Investment Group Co., Ltd	33,621,743	RMB ordinary shares	33,621,743
Shandong Enterprise Trust Operation Company Limited	26,800,000	RMB ordinary shares	26,800,000
Zhuzhou State-owned Assets Investment Holding Group Company Limited	11,903,049	RMB ordinary shares	11,903,049
China Minsheng Bank 一銀華深證 100 指數分級證券投資基金	12,216,647	RMB ordinary shares	12,216,647
UBS AG	9,749,585	RMB ordinary shares	9,749,585
Platinum Investment Company Limited	8,188,294	RMB ordinary shares	8,188,294
高華一滙豐一GOLDMAN,SACHS & CO	8,083,812	RMB ordinary shares	8,083,812
Statement on the connected relationship or acting in concert relationship among the aforementioned shareholders	The Company is not aware whether there is any connected relationship among the aforementioned shareholders, or whether there is any acting in concert relationship among them.		
Description of the top ten non-restricted shareholders of ordinary shares involved in financing and securities lending businesses (if any)	Among the shareholders, Shandong Enterprise Trust Operation Company Limited held 26,800,000 shares through client account of collateral securities for margin trading at China Securities Co., Ltd.. Zhuzhou State-owned Assets Investment Holding Group Co., Ltd held 3,049 shares through general account, 11,900,000 shares through client account of collateral securities for margin trading at Guotai Junan Securities Company Limited, the actual consolidated shareholdings of which amounted to 11,903,049 shares.		

Whether any of the top ten shareholders of ordinary shares and the top ten non-restricted shareholders of ordinary shares of the Company conducted any transactions on agreed repurchases during the reporting period

☒ Yes ☐ No

Zhuzhou State-owned Assets Investment Holding Group Company Limited, a shareholder of the Company, conducted earmarked repurchase transaction through agreed repurchase earmarked account at Guotai Junan Securities Company Limited. During the reporting period, there was no new initial transaction and repurchase transaction. At the end of the reporting period, the volume earmarked for repurchase amounted to 8,090,000 shares, accounting for 0.4% of the shares of the Company.

2. Total number of shareholders of preferential shares and information on shareholdings of the top ten shareholders of preferential shares as at the end of the reporting period

☐ Applicable ☒ N/A

SECTION 3 IMPORTANT EVENTS

3.1 Information on and reasons for the changes of major accounting items and financial indicators during the reporting period

√ Applicable □ N/A

Unit: RMB

Item on Statements	Reporting Period	Corresponding period of last year	Percentage change	Reason
Revenue	56,146,382,930.78	43,332,669,954.88	29.57%	It is mainly attributable to the consolidation of revenue of KION for the third quarter.
Cost of sales	52,134,006,712.37	40,066,091,898.39	30.12%	It is mainly attributable to the consolidation of cost of sales of KION for the third quarter.
Distribution and selling expenses	3,184,938,936.21	2,231,427,050.14	42.73%	It is mainly attributable to the consolidation of distribution and selling expenses of KION for the third quarter.
General and administrative expenses	3,789,449,295.38	2,629,036,541.57	44.14%	It is mainly attributable to the consolidation of general and administrative expenses of KION for the third quarter.
Impairment loss on assets	456,210,515.33	278,931,366.43	63.56%	It is mainly attributable to the larger growth of the balance of accounts receivable compared with the corresponding period, hence the increase in provision for bad debts.
Investment income	1,726,527,945.22	24,307,535.76	7002.85%	It is mainly attributable to the revaluation of the income generated from the original investment in associates on the date of purchase.
Item on Statements	As at the end of the reporting period	As at the end of last year	Percentage change	Reason
Financial assets held for trading	15,603,862.90	51,077,466.30	-69.45%	It is mainly attributable to the completion of the exercise of KION options, which are subsequently accounted for as long-term equity investments.
Accounts receivable	13,219,220,487.81	4,440,534,339.82	197.69%	It is mainly attributable to the settlement of accounts receivable from customers of auxiliary products who generally pay according to credit period and tend to settle at year end, and the consolidation of KION into consolidated financial statements for the period.
Prepayments	640,051,167.36	405,481,103.37	57.85%	It is mainly attributable to the consolidation of KION into consolidated financial statements

				and the increase in prepayments for purchases during the period.
Other current assets	1,161,647,552.02	471,818,015.98	146.21%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.
Long-term equity investments	1,496,260,477.99	7,789,229,080.64	-80.79%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period, which offset the provisional fair value of its net assets by its long-term equity investments.
Intangible assets	11,502,845,613.83	2,273,431,309.49	405.97%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.
Development expenses	2,390,591,742.03	497,418,862.34	380.60%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.
Goodwill	8,693,809,228.87	1,430,849,833.51	507.60%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period, whereby goodwill was arisen from the difference between the consideration and the provisional fair value of its net assets.
Payroll payable	2,777,097,888.81	1,175,313,751.59	136.29%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.
Non-current liabilities due within one year	3,149,067,701.84	352,375,772.74	793.67%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.
Long-term borrowings	12,813,774,679.68	9,146,039,593.52	40.10%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.
Long-term payables	5,136,400,631.01	8,847,480.34	57954.95%	It is mainly attributable to the consolidation of KION into consolidated financial statements for the period.

3.2 Analysis and description on the progress of important events, their impacts and solutions

√ Applicable □ N/A

1. As at 30 September 2014, the Company and its controlling subsidiaries maintained a deposit balance of RMB9,509,576,096.00 in Shandong Heavy Industry Group Finance Co., Ltd..

2. During the reporting period, with a view to solving the long-existing problem of odd lots, the Company and China Securities Depository and Clearing Company Limited, Shenzhen Branch (hereinafter referred to as "China Clearing Shenzhen Branch") entered into an "Agreement on the Sale of Odd Lots by China Clearing Shenzhen Branch as Engaged by the Listed Company" pursuant to the

requirements of China Securities Regulatory Commission, whereby the Company engaged China Clearing Shenzhen Branch to sell the odd lots totaling 22,066 shares which resulted from historical distribution. Net proceeds from such sale, inclusive of interest, in the amount of RMB456,857.26 was made available on 27 August 2014 and has been taken to capital reserve under shareholders' equity.

3.3 Commitments by the Company or shareholders holding more than 5% of interests during the reporting period or in prior periods but subsisting during the reporting period

√ Applicable □ N/A

The commitment item	Commitments by	Contents of commitments	Time of commitments	Period of commitments	Implementation situation
Other commitments to medium and minority shareholders of the Company	Shareholders	Under the commitments of Weichai Group Holdings Limited and subject to such commitments, none of the 336,476,400 shares of the Company held by it shall be listed and traded on any stock exchange system or otherwise transferred or managed by other person on trust or repurchased by the Company within 36 months commencing from 30 April 2013.	30 April 2013	Three years	Above commitments were strictly implemented.
The commitments have been implemented timely	Yes				

Note: For details of the relevant commitment items of 陝西法士特汽車傳動集團有限責任公司 (Shaanxi Fast Gear Automotive Transmission Co. Ltd.) and 陝西汽車集團有限責任公司 (Shaanxi Automobile Group Co. Ltd.), both of which are the related parties of the Company, please refer to the relevant announcements of the Company published on CNINF (www.cninfo.com.cn) on 12 August 2014 and 13 August 2014, respectively.

3.4 Investments in securities

Descriptions on holdings of equity interests in other listed companies

√ Applicable □ N/A

Name of Company	Investment cost (RMB)	No. of shares (Shares)	Investment income (RMB)	Fair value change (RMB)
KION Group AG	8,817,405,193.14	32,933,700	1,718,245,793.27	—
Beiqi Foton Motor Co., Ltd.	194,000,000.00	40,000,000	—	26,000,000.00

3.5 Meetings with researchers, public relations and interviews during the reporting period

√ Applicable □ N/A

Time	Venue	Way of reception	Type of guests	Guest	Major topics discussed and information provided
1 July 2014	Company conference room	On-site research	Corporation	Jarislowsky Fraser Limited	1. General operation of the Company 2. Business development trend of the industry in the future 3. Strategic positioning of the development of the Company
11 July 2014	Company conference room	On-site research	Corporation	Fund group organized by Morgan Stanley Asia Limited	
16 July 2014	Company conference room	On-site research	Corporation	Fund group organized by China International Capital Corporation Hong Kong Securities Limited	
17 July 2014	Company conference room	On-site research	Corporation	Guotai Junan Securities Co., Ltd.	

3.6 Effect of new or revised accounting standards on the consolidated financial statements of the Company

√ Applicable □ N/A

From January to March 2014, the Ministry of Finance issued Accounting Standards for Business Enterprises No. 39 – Fair Value Measurement and Accounting Standards for Business Enterprises No. 40 – Joint Arrangements, and the amendments to Accounting Standards for Business Enterprises No. 30 – Presentation of Financial Statements, Accounting Standards for Business Enterprises No. 9 – Employee Benefits, Accounting Standards for Business Enterprises No. 33 – Consolidated Financial Statements and Accounting Standards for Business Enterprises No. 2 – Long-term Equity Investments. The above six accounting standards was effective from 1 July 2014, and companies listed overseas are encouraged to adopt them in advance. As an overseas listed company, the Company has adopted the above six accounting standards in the preparation of the 2013 financial statements in accordance with the relevant regulations for the transition period. For the major effects, please refer to the financial statements of the Company for the year ended 31 December 2013.

Effect of the amendments to Accounting Standards for Business Enterprises No. 30 – Presentation of Financial Statements on the consolidated financial statements:

Unit: RMB

Balance Sheet Item	31 December 2013	
	Before adjustments	After adjustments based on new standards
Capital reserves	703,970,229.92	714,707,163.85
Other comprehensive income	-	25,790,785.56
Exchange difference on foreign currency translation	36,527,719.49	Such item was excluded in the presentation of balance sheet and was reclassified to “Other comprehensive income”.

Other accounting standards for business enterprises which were newly promulgated or amended in 2014 have no significant impact on the third quarterly report of the Company.

SECTION 4 FINANCIAL STATEMENTS

4.1 Financial Statements

4.1.1 Consolidated balance sheet

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Balance as at the end of the period	Balance as at the beginning of the period
Current assets:		
Cash and cash equivalents	20,680,358,865.45	19,580,127,632.91
Settlement provisions		
Capital lent to other financial institutions		
Financial assets at fair value through profit or loss	15,603,862.90	51,077,466.30
Notes receivable	14,353,912,791.23	14,126,950,813.40
Accounts receivable	13,219,220,487.81	4,440,534,339.82
Prepayments	640,051,167.36	405,481,103.37
Insurance receivables		
Reinsurance receivables		
Contract reserve of reinsurance receivables		
Interests receivable	1,005,314.63	15,439,001.39
Dividends receivable	3,040,000.00	3,040,000.00
Other receivables	1,082,137,456.00	382,476,843.43
Purchase restituted financial assets		
Inventories	13,451,654,992.77	8,573,263,068.43
Assets classified as that of held-for-sale		
Non-current assets due within one year	1,466,784,980.00	
Other current assets	1,161,647,552.02	471,818,015.98
Total current assets	66,075,417,470.17	48,050,208,285.03
Non-current assets:		

Granted loans entrusted and advances		
Available-for-sale financial assets	415,579,952.58	294,601,926.11
Held-to-maturity investments	15,612.40	
Long-term receivables	2,405,870,840.00	
Long-term equity investments	1,496,260,477.99	7,789,229,080.64
Investment property	528,873,727.63	547,396,551.63
Fixed assets	22,159,771,584.86	13,149,176,100.96
Construction in progress	3,760,532,725.87	3,284,090,409.80
Material used in construction	27,448.71	16,914.51
Disposal of fixed assets	2,322,933.72	1,267,095.38
Productive biological assets		
Oil and gas assets		
Intangible assets	11,502,845,613.83	2,273,431,309.49
Development expenditure	2,390,591,742.03	497,418,862.34
Goodwill	8,693,809,228.87	1,430,849,833.51
Long-term prepaid expenses	148,739,117.51	158,779,148.42
Deferred tax assets	3,151,743,284.27	785,535,351.82
Other non-current assets	184,039,605.60	259,807,862.57
Total non-current assets	56,841,023,895.87	30,471,600,447.18
Total assets	122,916,441,366.04	78,521,808,732.21
Current liabilities:		
Short-term loans	2,951,634,240.42	1,245,568,357.29
Loans from central bank		
Absorbing deposit and interbank deposit		
Capital borrowed from other financial institutions		
Financial liabilities at fair value through profit or loss	39,549,497.48	
Notes payable	9,897,993,178.78	6,687,151,599.77
Accounts payable	17,174,519,809.44	13,472,675,550.89
Advance from customers	1,937,468,840.65	1,211,259,736.92

Selling financial assets of repurchase		
Handling fees and commission payable		
Payroll payables	2,777,097,888.81	1,175,313,751.59
Taxes payable	1,158,672,879.91	552,024,065.76
Interests payable	237,223,416.77	132,089,773.25
Dividends payable	207,125,070.77	43,101,211.76
Other payables	4,659,070,755.80	3,398,458,815.35
Reinsurance payables		
Insurance contract reserve		
Security trading commission		
Security underwriting fees		
Liabilities classified as that of held-for-sale		
Non-current liabilities due within one year	3,149,067,701.84	352,375,772.74
Other current liabilities	2,408,331,165.34	1,028,305,788.79
Total current liabilities	46,597,754,446.01	29,298,324,424.11
Non-current liabilities:		
Long-term borrowings	12,813,774,679.68	9,146,039,593.52
Bonds payable	6,037,084,171.39	3,493,858,837.76
Long-term payables	5,136,400,631.01	8,847,480.34
Special payables	53,000,000.00	53,000,000.00
Provisions	411,216,688.74	
Deferred tax liabilities	3,655,046,989.85	146,119,914.93
Other non-current liabilities	7,831,035,147.82	2,048,307,110.16
Total non-current liabilities	35,937,558,308.49	14,896,172,936.71
Total liabilities	82,535,312,754.50	44,194,497,360.82
Equity holders' (or shareholders') interests:		
Paid-up capital (or share capital)	1,999,309,639.00	1,999,309,639.00
Capital reserves	560,237,969.41	714,707,163.85
Less: Treasury stock		

Special reserves	46,278,923.13	35,605,889.68
Other comprehensive income	-433,519,071.45	25,790,785.56
Surplus reserves	2,683,223,334.61	2,683,223,334.61
General risk provision		
Retained earnings	26,210,139,688.07	22,264,536,818.92
Total equity attributable to equity holders of parent company	31,065,670,482.77	27,723,173,631.62
Minority interests	9,315,458,128.77	6,604,137,739.77
Total equity holders' (or shareholders') interests	40,381,128,611.54	34,327,311,371.39
Total liabilities and equity holders' (or shareholders') interests	122,916,441,366.04	78,521,808,732.21

Legal representative: Tan Xuguang Principal in charge of accounting: Kwong Kwan Tong Head of accounting department: Zhang Zhiqiang

4.1.2 Balance sheet of the parent company

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Balance as at the end of period	Balance as at the beginning of period
Current assets:		
Cash and cash equivalents	11,705,912,393.65	13,384,081,420.60
Financial assets at fair value through profit or loss		
Notes receivable	9,965,089,457.04	9,766,230,445.12
Accounts receivable	3,489,489,219.06	244,988,175.52
Prepayments	84,994,610.80	83,071,374.23
Interests receivable	437,250.00	14,815,594.44
Dividends receivable		43,075,603.72
Other receivables	1,852,007,174.72	1,762,289,386.87
Inventories	1,683,995,164.49	1,979,350,646.02
Assets classified as that of held-for-sale		
Non-current assets due within one year		
Other current assets		

Total current assets	28,781,925,269.76	27,277,902,646.52
Non-current assets:		
Available-for-sale financial assets	261,680,000.00	235,680,000.00
Held-to-maturity investments		
Long-term receivables		
Long-term equity investments	8,262,231,386.28	7,701,961,114.30
Investment property	1,009,156,779.77	1,055,234,504.30
Fixed assets	2,429,906,998.55	2,612,062,852.50
Construction in progress	1,882,397,682.03	1,724,376,418.56
Material used in construction		
Disposal of fixed assets	240,804.32	328,595.31
Productive biological assets		
Oil and gas assets		
Intangible assets	336,849,249.22	341,165,627.61
Development expenditure		
Goodwill	579,145,043.76	579,145,043.76
Long-term prepaid expenses		
Deferred tax assets	254,561,960.32	293,625,964.26
Other non-current assets	1,428,482,448.00	1,073,203,388.00
Total non-current assets	16,444,652,352.25	15,616,783,508.60
Total assets	45,226,577,622.01	42,894,686,155.12
Current liabilities:		
Short-term loans		
Financial liabilities at fair value through profit or loss		
Notes payable	6,500,203,093.82	4,937,793,613.31
Accounts payable	4,594,144,137.35	5,629,108,204.84
Advance from customers	160,994,359.65	76,916,612.37
Payroll payables	411,086,650.41	543,200,626.47
Taxes payable	117,132,092.29	115,485,608.69
Interests payable	13,183,333.46	54,408,333.43
Dividends payable	207,125,070.77	
Other payables	2,492,230,540.20	1,894,124,012.04
Liabilities classified as that of		

held-for-sale		
Non-current liabilities due within one year		
Other current liabilities	628,000,000.00	576,000,000.00
Total current liabilities	15,124,099,277.95	13,827,037,011.15
Non-current liabilities:		
Long-term borrowings		
Bonds payable	1,397,536,895.99	2,695,720,748.07
Long-term payables		
Special payables	30,000,000.00	30,000,000.00
Provisions		
Deferred tax liabilities	21,733,800.60	17,833,800.60
Other non-current liabilities	264,851,812.18	213,764,174.97
Total non-current liabilities	1,714,122,508.77	2,957,318,723.64
Total liabilities	16,838,221,786.72	16,784,355,734.79
Equity holders' (or shareholders') interests:		
Paid-up capital (or share capital)	1,999,309,639.00	1,999,309,639.00
Capital reserves	1,011,431,890.64	1,010,975,033.38
Less: Treasury stock		
Special reserves	29,132,829.22	21,319,709.95
Other comprehensive income	30,600,000.00	8,500,000.00
Surplus reserves	2,683,223,334.61	2,683,223,334.61
General risk provision		
Retained earnings	22,634,658,141.82	20,387,002,703.39
Total equity holders' (or shareholders') interests	28,388,355,835.29	26,110,330,420.33
Total liabilities and equity holders' (or shareholders') interests	45,226,577,622.01	42,894,686,155.12

Legal representative: Tan Xuguang

Principal in charge of accounting: Kwong Kwan Tong

Head of accounting department: Zhang Zhiqiang

4.1.3 Consolidated income statement for the reporting period

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Current Period	Corresponding period of last year
1. Total revenue	22,034,948,362.46	12,411,050,920.93
Including: Revenue	22,034,948,362.46	12,411,050,920.93
Interest income		
Premium income earned		
Handling fees and commission income		
2. Total cost of sales	20,843,472,777.32	11,710,817,515.72
Including: Cost of sales	17,248,389,064.37	9,943,363,716.84
Interest expenses		
Handling fees and commission expenses		
Payments on surrenders		
Claim expenses-net		
Provision for insurance contract reserve-net		
Policyholder dividends		
Expenses for reinsurance accepted		
Taxes and surcharges	43,952,068.84	53,369,568.65
Distribution and selling expenses	1,641,651,675.92	695,966,515.28
General and administrative expenses	1,710,994,614.12	879,665,404.35
Finance expenses	15,729,165.78	84,811,710.64
Impairment loss on assets	182,756,188.29	53,640,599.96
Add: Gains arising from fair value changes (losses are indicated with “-”)	-8,358,779.52	44,793.25
Investment income (losses are indicated with “-”)	-17,142,970.34	12,487,531.38
Including: Share of profit of associated companies and joint	33,227,251.91	12,247,531.41

ventures		
Foreign exchange gains (losses are indicated with "-")		
3. Operating profit (losses are indicated with "-")	1,165,973,835.28	712,765,729.84
Add: Non-operating income	164,686,400.26	32,044,272.30
Less: Non-operating expenses	52,284,270.67	3,748,068.11
Including: Losses on disposal of non-current assets	2,080,075.27	2,422,753.35
4.Total profits (total losses are indicated with "-")	1,278,375,964.87	741,061,934.03
Less: Income tax expenses	316,927,145.77	94,903,543.67
5. Net profits (net losses are indicated with "-")	961,448,819.10	646,158,390.36
Including: Net profit realized by the party being absorbed before the business combination		
Net profit attributable to equity holders of parent company	680,594,047.04	619,908,314.23
Minority interest	280,854,772.06	26,250,076.13
6. Earnings per share:	--	--
(1) Basic earnings per share	0.34	0.31
(2) Diluted earnings per share	N/A	N/A
7. Other comprehensive income	-597,321,288.37	71,856,512.28
Including: Other comprehensive income items which cannot be reclassified to profit or loss in subsequent accounting periods	-213,975,205.00	
Other comprehensive income items which will be reclassified to profit or loss upon satisfaction of specified conditions in subsequent accounting periods	-383,346,083.37	71,856,512.28
8. Total comprehensive income	364,127,530.73	718,014,902.64
Total comprehensive income attributable to equity holders of parent company	381,632,414.27	682,304,728.32

Total comprehensive income attributable to minority shareholders	-17,504,883.54	35,710,174.32
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Legal representative: Tan Xuguang Principal in charge of accounting: Kwong Kwan Tong Head of accounting department: Zhang Zhiqiang

4.1.4 Income statement of the parent company for the reporting period

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Current Period	Corresponding period of last year
1. Revenue	4,968,132,948.41	4,888,556,136.91
Less: Cost of sales	3,921,967,325.12	3,470,539,744.92
Taxes and surcharges	21,586,987.09	27,997,652.69
Distribution and selling expenses	95,740,905.84	223,883,469.64
General and administrative expenses	322,598,020.36	377,409,266.98
Finance expenses	-73,604,639.72	-30,666,137.07
Impairment loss on assets	97,170,255.43	61,592,978.55
Add: Gain arising from fair value changes (losses are indicated with "-")		
Investment income (losses are indicated with "-")	9,619,706.17	4,699,733.13
Including: Share of profit of associated companies and joint ventures	9,619,706.17	4,699,733.13
2. Operating profit (losses are indicated with "-")	592,293,800.46	762,498,894.33
Add: Non-operating income	2,305,799.01	3,906,704.93
Less: Non-operating expenses	484,353.73	367,159.16
Including: Losses on disposal of non-current assets	181,933.73	327,159.16
3. Total profits (total losses are indicated with "-")	594,115,245.74	766,038,440.10
Less: Income tax expenses	75,848,424.59	90,775,015.82
4. Net profits (net losses are indicated with "-")	518,266,821.15	675,263,424.28

5. Earnings per share:	--	--
(1) Basic earnings per share	0.26	0.33
(2) Diluted earnings per share	N/A	N/A
6. Other comprehensive income	22,100,000.00	6,800,000.00
Including: Other comprehensive income items which cannot be reclassified to profit or loss in subsequent accounting periods		
Other comprehensive income items which will be reclassified to profit or loss upon satisfaction of specified conditions in subsequent accounting periods	22,100,000.00	6,800,000.00
7. Total comprehensive income	540,366,821.15	682,063,424.28

Legal representative: Tan Xuguang Principal in charge of accounting: Kwong Kwan Tong Head of accounting department: Zhang Zhiqiang

4.1.5 Consolidated income statement from the beginning of the year to the end of the reporting period

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Current Period	Corresponding period of last year
1. Total revenue	56,146,382,930.78	43,332,669,954.88
Including: Revenue	56,146,382,930.78	43,332,669,954.88
Interest income		
Premium income earned		
Handling fees and commission income		
2. Total cost of sales	52,134,006,712.37	40,066,091,898.39
Including: Cost of sales	44,392,188,794.17	34,583,350,786.14
Interest expenses		
Handling fees and commission expenses		
Payments on surrenders		
Claim expenses-net		
Provision for		

insurance contract reserve-net		
Policyholder dividends		
Expenses for reinsurance accepted		
Taxes and surcharges	190,742,689.84	194,684,455.47
Distribution and selling expenses	3,184,938,936.21	2,231,427,050.14
General and administrative expenses	3,789,449,295.38	2,629,036,541.57
Finance expenses	120,476,481.44	148,661,698.64
Impairment loss on assets	456,210,515.33	278,931,366.43
Add: Gains arising from fair value changes (losses are indicated with "-")	-158,496,648.30	133,019,300.16
Investment income (losses are indicated with "-")	1,726,527,945.22	24,307,535.76
Including: Share of profit of associated companies and joint ventures	128,111,849.40	17,941,958.91
Foreign exchange gains (losses are indicated with "-")		
3. Operating profit (losses are indicated with "-")	5,580,407,515.33	3,423,904,892.41
Add: Non-operating income	238,802,530.36	89,561,671.96
Less: Non-operating expenses	64,681,855.85	18,896,580.91
Including: Losses on disposal of non-current assets	8,236,119.97	9,461,709.52
4. Total profits (total losses are indicated with "-")	5,754,528,189.84	3,494,569,983.46
Less: Income tax expenses	798,623,059.84	558,950,055.39
5. Net profits (net losses are indicated with "-")	4,955,905,130.00	2,935,619,928.07
Including: Net profit realized by the party being absorbed before the business combination		
Net profit attributable to equity holders of parent company	4,445,430,278.90	2,704,875,729.26

Minority interests	510,474,851.10	230,744,198.81
6. Earnings per share:	--	--
(1) Basic earnings per share	2.22	1.35
(2) Diluted earnings per share	N/A	N/A
7. Other comprehensive income	-760,141,436.08	-300,991.44
Including: Other comprehensive income items which cannot be reclassified to profit or loss in subsequent accounting periods	-376,667,589.76	42,281,400.00
Other comprehensive income items which will be reclassified to profit or loss upon satisfaction of specified conditions in subsequent accounting periods	-383,473,846.32	-42,582,391.44
8. Total comprehensive income	4,195,763,693.92	2,935,318,936.63
Total comprehensive income attributable to equity holders of parent company	3,986,120,421.89	2,685,075,497.21
Total comprehensive income attributable to minority shareholders	209,643,272.03	250,243,439.42

Legal representative: Tan Xuguang

Principal in charge of accounting: Kwong Kwan Tong

Head of accounting department: Zhang Zhiqiang

4.1.6 Income statement of the parent company from the beginning of the year to the end of the reporting Period

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Current Period	Corresponding period of last year
1. Revenue	18,734,737,100.90	17,270,804,811.30
Less: Cost of sales	13,611,948,804.96	12,312,367,119.81
Taxes and surcharges	107,649,610.21	118,094,851.47
Distribution and selling expenses	640,055,705.59	819,762,314.09
General and administrative expenses	1,240,457,232.20	1,165,890,497.45
Finance expenses	-105,582,943.03	-78,280,221.53
Impairment loss on assets	174,591,946.28	145,310,004.42

Add: Gains arising from fair value changes (losses are indicated with "-")		
Investment income (losses are indicated with "-")	111,169,496.74	135,356,595.92
Including: Share of profit of associated companies and joint ventures	14,870,396.98	12,610,456.52
2. Operating profit (losses are indicated with "-")	3,176,786,241.43	2,923,016,841.51
Add: Non-operating income	6,570,797.70	13,594,164.65
Less: Non-operating expenses	2,295,406.01	2,753,302.75
Including: Losses on disposal of non-current assets	313,146.01	920,933.40
3. Total profits (total losses are indicated with "-")	3,181,061,633.12	2,933,857,703.41
Less: Income tax expenses	433,578,784.94	387,305,326.02
4. Net profits (net losses are indicated with "-")	2,747,482,848.18	2,546,552,377.39
5. Earnings per share:	--	--
(1) Basic earnings per share	1.37	1.27
(2) Diluted earnings per share	N/A	N/A
6. Other comprehensive income	22,100,000.00	-54,997,070.56
Including: Other comprehensive income items which cannot be reclassified to profit or loss in the subsequent accounting periods		
Other comprehensive income loss items which will be reclassified to profit or loss upon satisfaction of specified conditions in subsequent accounting periods	22,100,000.00	-54,997,070.56
7. Total comprehensive income	2,769,582,848.18	2,491,555,306.83

Legal representative: Tan Xuguang Principal in charge of accounting: Kwong Kwan Tong Head of accounting department: Zhang Zhiqiang

4.1.7 Consolidated cash flow statement from the beginning of the year to the end of the reporting period

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Current Period	Corresponding period of last year
1. Cash flows from operating activities:		
Cash received from sale of goods and provision of services	42,428,811,859.54	24,683,885,765.22
Net increase in customers' deposit and interbank deposit		
Net increase in loans from central bank		
Net increase in capital borrowed from other financial institutions		
Cash received from premiums of original insurance contract		
Net cash received from reinsurance		
Net increase in policyholder deposit and investment		
Net increase in disposal of financial assets held for trading		
Cash received from interests, handling fees and commission		
Net increase in capital borrowed		
Net increase in cash received under repurchasing		
Refund of taxes	247,283,922.71	251,234,342.25
Other cash received relating to operating activities	1,221,675,603.37	744,601,443.14
Subtotal of cash inflows from operating activities	43,897,771,385.62	25,679,721,550.61
Cash paid for purchase of goods and receiving of services	27,932,083,644.29	16,862,880,805.97
Net increase in customers' loans and advances		
Net increase in fund deposited in central bank and interbank		
Cash paid for claims under original insurance contract		
Cash paid for interests, handling fees and commission		

Cash paid for dividends to policyholders		
Cash paid to and for staff	4,874,405,268.13	3,105,691,384.30
Cash paid for all types of taxes	2,967,686,290.42	2,255,574,797.14
Other cash paid relating to operating activities	4,059,206,302.52	2,746,200,457.92
Subtotal of cash outflows from operating activities	39,833,381,505.36	24,970,347,445.33
Net cash flows from operating activities	4,064,389,880.26	709,374,105.28
2. Cash flows from investing activities:		
Cash received from disposal of investments	130,000,000.00	416,878,940.00
Cash from return on investments	117,403,126.34	23,364,660.73
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	35,118,687.23	2,795,095.54
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities	1,242,234,473.68	117,799,800.49
Subtotal of cash inflows from investing activities	1,524,756,287.25	560,838,496.76
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	1,630,619,651.36	1,085,025,995.84
Cash paid for investment	1,061,238,103.36	3,215,289,270.90
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units		
Other cash paid relating to investing activities	5,678,785.00	
Subtotal of cash outflows from investing activities	2,697,536,539.72	4,300,315,266.74
Net cash flows from investing activities	-1,172,780,252.47	-3,739,476,769.98
3. Cash flows from financing activities:		
Cash received from capital contribution	495,732,886.00	45,027,999.90

Including: Cash received by subsidiaries from capital contribution of minority shareholders	495,732,886.00	45,027,999.90
Cash received from borrowings	2,785,464,212.00	3,932,500,962.22
Cash received from issuance of debentures		797,600,000.00
Other cash received relating to financing activities	102,867,910.13	459,500.00
Subtotal of cash inflows from financing activities	3,384,065,008.13	4,775,588,462.12
Cash paid for repayment of borrowings	4,248,958,766.83	2,628,212,130.75
Cash paid for distribution of dividends, profit or for interest repayment	1,083,475,883.76	929,630,755.44
Including: Dividends and profit distributed to minority shareholders by subsidiaries	643,706,529.30	145,467,373.96
Other cash paid relating to financing activities	19,212,159.11	
Subtotal of cash outflows from financing activities	5,351,646,809.70	3,557,842,886.19
Net cash flows from financing activities	-1,967,581,801.57	1,217,745,575.93
4. Effects of changes in exchange rates on cash and cash equivalents	-63,174,900.10	41,763,887.18
5. Net increase in cash and cash equivalents	860,852,926.12	-1,770,593,201.59
Add: balances of cash and cash equivalents as at the beginning of the period	16,596,941,296.20	14,099,151,353.22
6. Balances of cash and cash equivalents as at the end of the period	17,457,794,222.32	12,328,558,151.63

Legal representative: Tan Xuguang

Principal in charge of accounting: Kwong Kwan Tong

Head of accounting department: Zhang Zhiqiang

4.1.8 Cash flow statement of the parent company from the beginning of the year to the end of the reporting period

Prepared by: WEICHAI POWER CO., LTD.

Unit: RMB

Item	Current Period	Corresponding period of last year
1. Cash flows from operating activities:		
Cash received from sale of goods and provision of services	15,685,269,836.37	11,446,671,015.27
Refund of taxes		
Other cash received relating to operating activities	546,134,971.79	861,238,598.17
Subtotal of cash inflows from operating activities	16,231,404,808.16	12,307,909,613.44
Cash paid for purchase of goods and receiving of services	10,938,733,522.14	8,119,262,314.24
Cash paid to and for staff	941,175,294.22	739,141,088.46
Cash paid for all types of taxes	1,456,913,387.77	1,241,842,891.59
Other cash paid relating to operating activities	738,081,591.42	1,452,851,190.85
Subtotal of cash outflows from operating activities	14,074,903,795.55	11,553,097,485.14
Net cash flows from operating activities	2,156,501,012.61	754,812,128.30
2. Cash flows from investing activities:		
Cash received from disposal of investments		324,067,880.00
Cash from return on investments	67,009,108.44	54,047,039.82
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	64,228.80	160,978.07
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investing activities	40,626,350.00	
Subtotal of cash inflows from investing activities	107,699,687.24	378,275,897.89
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	126,697,885.89	277,589,736.28

Cash paid for investment	901,678,935.00	1,748,353,572.00
Net cash paid for acquisition of subsidiaries and other business units		
Other cash paid relating to investing activities		
Subtotal of cash outflows from investing activities	1,028,376,820.89	2,025,943,308.28
Net cash flows from investing activities	-920,677,133.65	-1,647,667,410.39
3. Cash flows from financing activities:		
Cash received from capital contribution		
Cash received from borrowings		
Cash received from issuance of debentures		
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities		
Cash paid for repayment of borrowings	1,300,000,000.00	
Cash paid for distribution of dividends, profit or for interest repayment	432,161,104.97	596,399,183.36
Other cash paid relating to financing activities	15,665,820.00	
Subtotal of cash outflows from financing activities	1,747,826,924.97	596,399,183.36
Net cash flows from financing activities	-1,747,826,924.97	-596,399,183.36
4. Effects of changes in exchange rates on cash and cash equivalents	7,659.81	-16,492.42
5. Net increase in cash and cash equivalents	-511,995,386.20	-1,489,270,957.87
Add: balances of cash and cash equivalents as at the beginning of the period	11,252,295,276.97	9,457,082,461.58
6. Balances of cash and cash equivalents as at the end of the period	10,740,299,890.77	7,967,811,503.71

4.2 Auditors' report

Whether the third quarterly report is audited or not

☐ Yes ☒ No

The third quarterly report of the Company is not audited.

WEICHAI POWER CO., LTD.

The Board of Directors

Tan Xuguang, Chairman

30 October 2014