

# Exhibit 13

**ZTE** Leading 5G Innovations



## Notes to Financial Statements

(Prepared in accordance with PRC ASBEs)  
 (All amounts in RMB'000 unless otherwise stated)  
 (English translation for reference only)

### V. EXPLANATORY NOTES TO MAJOR ITEMS IN THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

#### 57. Monetary items in foreign currencies

The Group's major monetary items in foreign currencies:

		2017			2016		
		Original currency	Exchange rate	RMB Equivalent	Original currency	Exchange rate	RMB Equivalent
Cash	USD	1,331	6.5325	8,697	1,536	6.9310	10,646
	SAR	10	1.7420	18	84	1.8483	155
	DZD	1,986	0.0569	113	1,088	0.0625	68
	THB	—	0.2000	—	10	0.1935	2
	EGP	90	0.3671	33	423	0.3803	161
Bank deposit	USD	791,868	6.5325	5,172,878	833,555	6.9310	5,777,370
	HKD	43,504	0.8347	36,313	155,167	0.8957	138,983
	BRL	39,642	1.9749	78,289	39,964	2.1269	84,999
	PKR	596,943	0.0592	35,339	1,972,163	0.0661	130,360
	EGP	41,425	0.3671	15,207	10,823	0.3803	4,116
	IDR	732,794,000	0.0005	366,397	320,140,000	0.0005	160,070
	EUR	197,780	7.7926	1,541,220	111,425	7.3230	815,965
	DZD	1,244,991	0.0569	70,840	429,616	0.0625	26,851
	MYR	56,845	1.6082	91,418	108,757	1.5450	168,030
	ETB	545,221	0.2402	130,962	436,797	0.3094	135,145
	CAD	17,441	5.2073	90,822	9,928	5.1620	51,248
	GBP	3,488	8.7665	30,575	2,579	8.5326	22,006
	THB	566,625	0.2000	113,325	550,186	0.1935	106,461
	RUB	269,436	0.1134	30,554	1,124,821	0.1143	128,567
	JPY	2,369,845	0.0579	137,214	1,915,920	0.0598	114,572
	VEF	11,735,000	0.0020	23,470	178,447	0.0103	1,838
	COP	4,282,273	0.0022	9,421	10,942,174	0.0023	25,167
NPR	466,056	0.0639	29,781	216,505	0.0638	13,813	
CLP	1,015,566	0.0106	10,765	2,504,757	0.0103	25,799	
Other cash	USD	46,629	6.5325	304,603	21,041	6.9310	145,835
Trade receivables	USD	1,242,466	6.5325	8,116,409	1,240,600	6.9310	8,598,599
	EUR	326,339	7.7926	2,543,029	356,864	7.3230	2,613,315
	BRL	55,389	1.9749	109,388	155,690	2.1269	331,137
	THB	1,106,740	0.2000	221,348	462,956	0.1935	89,582
	INR	17,758,358	0.1023	1,816,680	28,014,824	0.1020	2,857,512

The Group's principal places of business overseas include the United States, Brazil and India. Its operating entities in these countries adopt their respective principal currency for conducting business as their book currencies.

## Notes to Financial Statements

(Prepared under Hong Kong Financial Reporting Standards)  
31 December 2017

### 54. STATEMENT OF FINANCIAL POSITION OF THE COMPANY (continued)

Note:

A summary of Company's reserves is as follows:

	Issued capital RMB'000	Capital reserve RMB'000	Share incentive scheme reserve RMB'000	Statutory reserves RMB'000	Exchange fluctuation reserve RMB'000	Retained profits RMB'000	Perpetual capital instruments RMB'000	Total RMB'000
At 31 December 2015 and 1 January 2016	4,150,791	8,937,862	247,825	1,360,953	(17,469)	2,590,517	9,321,327	26,591,806
Final 2015 dividend declared	—	—	—	—	—	(1,038,566)	(501,300)	(1,539,866)
Total comprehensive income for the year	—	(3,603)	—	—	646	(4,777,527)	501,300	(4,279,184)
Share Incentive Scheme:								
— Equity-settled share option expense	—	—	(97,362)	—	—	—	—	(97,362)
— Issue of shares	33,837	463,292	(125,069)	—	—	—	—	372,060
At 31 December 2016 and 1 January 2017	4,184,628	9,397,551	25,394	1,360,953	(16,823)	(3,225,576)	9,321,327	21,047,454
Final 2016 dividend declared	—	—	—	—	—	—	(501,300)	(501,300)
Total comprehensive income for the year	—	15,572	—	—	(981)	5,760,955	501,300	6,276,846
Share Incentive Scheme:								
— Equity-settled share option expense	—	—	262,956	—	—	—	—	262,956
— Issue of shares	8,044	122,942	(42,747)	—	—	—	—	88,239
Transfer from retained profits	—	—	—	182,727	—	(182,727)	—	—
At 31 December 2017	4,192,672	9,536,065	245,603	1,543,680	(17,804)	2,352,652	9,321,327	27,174,195

The share option reserve comprises the fair value of share options granted which are yet to be exercised, as further explained in the accounting policy for share-based payments in note 2.4 to the financial statements. The amount will either be transferred to the share premium account when the related options are exercised, or be transferred to retained profits should the related options expire or be forfeited.

### 55. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 15 March 2018.

# Documents Available for Inspection

- (I) Text of the 2017 annual report signed by the Chairman of the Board of Directors;
- (II) Original copies of the Group's audited financial reports and consolidated financial statements for the year ended 31 December 2017 prepared in accordance with the PRC ASBEs and HKFRSs duly signed by the Company's legal representative, Chief Financial Officer and Head of Finance Division;
- (III) Original copy of the auditors' report affixed with seal of the accountants' firm and duly signed under the hand and seal of the certified public accountants;
- (IV) Original copies of all of the Company's documents and announcements published in China Securities Journal, Securities Times and Shanghai Securities News and posted on <http://www.cninfo.com.cn> during the year; and
- (V) Articles of Association.

By order of the Board  
**Yin Yimin**  
*Chairman*

16 March 2018