ZHONGXIN FRUIT AND JUICE LIMITED
(Incorporated in Singapore)
(Co. Reg. No. 200208395H)

UNAUDITED HALF YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Thomas Lam, Associate Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.

ZHONGXIN FRUIT AND JUICE LIMITED
(Incorporated in Singapore)
(Co. Reg. No. 200208395H)

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a). A statement of comprehensive income for the Group together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Comprehensive Income for the six months period ended 31 December 2016. These figures have not been audited.

	Group		
	Unaudited HY 31 Dec 2016 RMB'000	Unaudited HY 31 Dec 2015 RMB'000	Increase / (Decrease) %
Revenue	42,021	58,048	(28%)
Cost of sales	(33,475)	(45,272)	(26%)
Gross profit	**8,546**	**12,776**	(33%)
Other income:			
Other operating income	700	3,743	(81%)
Expenses:			
Distribution expenses	(3,670)	(7,650)	(52%)
Administrative expenses	(6,822)	(7,978)	(14%)
Finance costs	(1,077)	(1,548)	(30%)
Share of (loss)/profit from equity accounted joint venture	(1,179)	6,041	(120%)
(Loss)/Profit before income tax	**(3,502)**	**5,384**	(165%)
Income tax expense	(25)	(734)	(97%)
(Loss)/Profit for the financial period	**(3,527)**	**4,650**	(176%)
Other comprehensive income for the financial period, net of tax	-	-	
Total comprehensive (loss)/income for the financial period attributable to owners of the Company	**(3,527)**	**4,650**	(176%)

Operating (loss)/profit is arrived at after charging / (crediting) the following:

	Group	
	Unaudited HY 31 Dec 2016 RMB'000	Unaudited HY 31 Dec 2015 RMB'000
Charges		
Amortisation of land use rights and intangible assets	73	106
Depreciation of property, plant and equipment	515	550
Foreign exchange loss	82	6
Interest expense	1,077	1,548
Credits		
Interest income	510	2
Write-back of trade and other payables	183	3,736

1(b)(i). A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	As at		As at	
	31 Dec 2016 RMB'000	30 June 2016 RMB'000	31 Dec 2016 RMB'000	30 June 2016 RMB'000
ASSETS				
Non-Current Assets				
Investment in joint venture	7,261	8,440	-	-
Investment in subsidiaries	-	-	48,223	48,223
Property, plant and equipment	65,974	66,143	3	4
Land use rights and intangible assets	7,534	7,607	-	-
	80,769	82,190	48,226	48,227
Current Assets				
Cash and bank balances	4,345	1,785	3,634	1,399
Trade and other receivables	2,815	3,446	-	-
Receivable from subsidiaries	-	-	71,717	75,483
Receivable from related parties	-	812	-	-
Receivable from immediate holding company	-	19,228	-	-
Prepayments	73	861	-	-
Inventories	42,423	16,309	-	-
	49,656	42,441	75,351	76,882
Total Assets	**130,425**	**124,631**	**123,577**	**125,109**
EQUITY AND LIABILITIES				
Equity attributable to owners of the Company				
Share capital	252,093	252,093	252,093	252,093
Contributed surplus	22,000	22,000	-	-
Statutory and other reserves	955	955	-	-
Accumulated losses	(209,583)	(206,056)	(128,538)	(128,254)
Equity attributable to owners of the Company	**65,465**	**68,992**	**123,555**	**123,839**
Current Liabilities				
Trade and other payables	6,680	7,718	22	1,270
Payable to related parties	-	1,783	-	-
Payable to immediate holding company	58,255	46,138	-	-
Income tax payable	25	-	-	-
	64,960	55,639	22	1,270
Total Liabilities	**64,960**	**55,639**	**22**	**1,270**
Total Equity and Liabilities	**130,425**	**124,631**	**123,577**	**125,109**

1(b)(ii). Aggregate amount of group's borrowings and debt securities.

There were no borrowings in the Group as at 31 December 2016 and 30 June 2016.

1(c). A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	Unaudited HY 31 Dec 2016 RMB'000	**Unaudited HY 31 Dec 2015 RMB'000**
Cash flows from operating activities		
(Loss)/Profit before income tax	(3,502)	5,384
Adjustments for :		
Amortisation of land use rights and intangible assets	73	106
Depreciation of property, plant and equipment	515	550
Share of loss/(profit) from equity accounted joint venture	1,179	(6,041)
Write-back of trade and other payables	(183)	(3,736)
Interest expense	1,077	1,548
Interest income	(510)	(2)
Operating cash flows before working capital changes	(1,351)	(2,191)
Inventories	(24,305)	8,399
Other receivables	631	733
Receivable from related parties	801	23
Receivable from immediate holding company	19,228	(1,120)
Prepayments	788	121
Trade and other payables	(855)	(588)
Payable to related parties	(28)	-
Net cash (used in)/generated from operating activities	**(5,091)**	**5,377**
Cash flows from investing activities		
Interest received	510	2
Purchase of property, plant and equipment	(2,155)	(384)
Net cash used in investing activities	**(1,645)**	**(382)**
Cash flows from financing activities		
Advances from/(Repayment to) immediate holding company	12,117	(4,214)
Net repayment to related parties	(1,744)	(543)
Interest paid	(1,077)	(1,548)
Net cash generated from/(used in) financing activities	**9,296**	**(6,305)**
Net change in cash and cash equivalents	2,560	(1,310)
Cash and cash equivalents at beginning of financial period	1,785	3,637
Cash and cash equivalents at end of financial period	**4,345**	**2,327**

1(d)(i). A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Equity attributable to owners of the Company				
	Share Capital RMB'000	Contributed Surplus RMB'000	Statutory and Other Reserves RMB'000	Accumulated Losses RMB'000	Total RMB'000
Group					
Current Year:					
Balance as at 1 July 2016	252,093	22,000	955	(206,056)	68,992
Total comprehensive loss for the financial period	-	-	-	(3,527)	(3,527)
Balance as at 31 December 2016	252,093	22,000	955	(209,583)	65,465
Previous Year:					
Balance as at 1 July 2015	252,093	22,000	791	(207,207)	67,677
Total comprehensive income for the financial period	-	-	-	4,650	4,650
Transfer to statutory and other reserves			1,690	(1,690)	-
Balance as at 31 December 2015	252,093	22,000	2,481	(204,247)	72,327
Company					
Current Year:					
Balance as at 1 July 2016	252,093	-	-	(128,254)	123,839
Total comprehensive loss for the financial period	-	-	-	(284)	(284)
Balance as at 31 December 2016	252,093	-	-	(128,538)	123,555
Previous Year:					
Balance as at 1 July 2015	252,093	-	-	(127,001)	125,092
Total comprehensive income for the financial period	-			105	105
Balance as at 31 December 2015	252,093	-	-	(126,896)	125,197

1(d)(ii). Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There was no changes in the Company's issued share capital of 1,055,459,201 from 30 June 2016 to 31 December 2016. As at 31 December 2016 and 2015, there were no outstanding options, convertibles or treasury shares in the Company.

1(d)(iii). To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The total number of issued shares excluding treasury shares	Unaudited As at 31 Dec 2016	Audited As at 30 June 2016
Total number of issued shares	1,055,459,201	1,055,459,201
Less : Treasury shares	-	-
Total number of issued shares (excluding treasury shares)	1,055,459,201	1,055,459,201

1(d)(iv). A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable. The Company did not have any treasury shares as at 31 December 2016.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Except as disclosed in paragraph 5 below, the Group has adopted the same accounting policies and methods of computation which are consistent with those used in the most recent audited consolidated financial statements for the financial year ended 30 June 2016.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted all the Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for the current financial year. The adoption of new/revised FRS and INT FRS does not have any material impact on the financial statements for the financial period ended 31 December 2016.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

(Loss)/Earnings per ordinary shares of the Group for the period based on (loss)/profit after income tax :	Unaudited HY 31 Dec 2016	Audited HY 31 Dec 2015
(a) Based on the weighted average number of ordinary shares in issue (basic) (RMB cents)	(0.33)	0.44
(b) On a fully diluted basis (RMB cents)	(0.33)	0.44
Weighted average number of ordinary shares in issue	1,055,459,201	1,055,459,201

The basic and fully diluted earnings per share were the same as there were no potentially dilutive ordinary shares in issue as at 31 December 2016 and 31 December 2015.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Unaudited As at 31 Dec 2016	Audited As at 30 June 2016
Group		
Net assets value per ordinary share based on total number of issued shares excluding treasury shares (RMB cents)	6.20	6.54
Company		
Net assets value per ordinary share based on total number of issued shares excluding treasury shares (RMB cents)	11.71	11.73

The net asset value per ordinary share for the Group and Company is calculated based on the issued share capital of 1,055,459,201 as at 31 December 2016 and 30 June 2016.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review for the performance of the Group for the six months ended 31 December 2016 ("HY2017") as compared to the six months ended 31 December 2015 ("HY2016").

Consolidated Statement of Comprehensive Income

Revenue

During the HY2017 and HY2016, the Group had recorded the following:

	Group	
	HY2017	HY2016
Procurement (Metric tonnes, "MT"):		
- Apples	72,619	52,178
- Semi processed apple juice	356	228
- Pears	-	-
Total	72,975	52,406
Production (MT):		
- Apple juice	12,311	8,579
- Pear juice	-	-
Total	12,311	8,579
Sales volume (MT):		
- Apple juice	5,833	7,767
- Pear juice	515	543
Total	6,348	8,310
Average selling price (RMB per MT)	6,517	6,899

The fruit juice industry is cyclical in nature as raw materials such as apples and pears are in season during the first half of the Group's financial year. To ensure the freshness of the ingredients, generally, the Group procures and produces the fruit juice during the first half of the financial year for its full year's supply. The average procurement cost of raw materials in HY2017 was lower as compared to HY2016. The subsidiary of the Company, Yuncheng Zhongxin Fruit and Juice Company Limited ("Yuncheng Zhongxin") leveraged on this trend and procured higher volume of apples for its production. Hence, the Group recorded higher level of production in HY2017.

In the previous financial year, the shortage of quality raw materials in the procurement region of a subsidiary, Xuzhou Zhongxin Fruit and Juice Company Limited ("Xuzhou Zhongxin") led to increase in the prices of raw materials, and the production in Xuzhou Zhongxin was temporary suspended since HY2016 ("Temporary Suspension"). The situation did not improve in HY2017 and hence, as at the date of this announcement, the plant of Xuzhou Zhongxin has yet to resume production.

The Group recorded 28% or RMB16.0 million lower revenue in HY2017 as compared to HY2016 mainly attributed to the intense market competition that had caused both reduction in sales volume and lowering of selling price of the concentrated fruit juice.

Gross profit

As a result of lower revenue, gross profit decreased from RMB12.8 million in HY2016 to RMB8.5 million in HY2017. Gross profit margin also decreased from 22% to 20% due to the lower average selling price of the concentrated fruit juice.

Other income

The other income in HY2016 was mainly related to the write-back of trade and other payables of RMB3.7 million. The Company was under the judicial management ("JM") from 16 May 2011 to 20 December 2012. During HY2016, the Management has gone through a detailed analysis and assessment of the trade and other payables recorded by the Company's subsidiaries, Yuncheng Zhongxin and Xuzhou Zhongxin in the period prior to the JM and concluded that the outstanding trade and other payables of RMB3.7 million were no longer liable to be paid. Consequently, the amount of RMB3.7 million was written back to profit or loss as other income in HY2016.

The other income in HY2017 was mainly related to:

- interest income of RMB0.5 million received from the Group's immediate holding company, SDIC Zhonglu Fruit and Juice Co., Limited ("SDIC Zhonglu") for excess cash deposit by the Group in satisfaction of one of the conditions imposed by SDIC Zhonglu Group for providing financing to the Group; and
- write-back of trade and other payables of RMB0.2 million pursuant to the detailed analysis and assessment in HY2017 of the trade and other payables recorded by Yuncheng Zhongxin and Xuzhou Zhongxin as explained above.

Expenses

The decrease in distribution expenses was mainly due to:

- lower freight and transportation expenses as a result of lower sales volume. The Group incurred approximately RMB1.6 million of freight and transportation costs in HY2017 as compared to RMB3.8 million in HY2016; and

- lower warehousing storage expenses incurred of approximately RMB1.2 million in HY2017 as compared to RMB2.7 million in HY2016. In HY2017, the temperature in Yuncheng city in Shanxi province had dropped to a level that conformed to the products' storage requirements. In its effort to control warehousing storage expenses and leveraging on the favourable weather condition, the products of Yuncheng Zhongxin were mostly kept securedly outdoor in most of the months in HY2017 and thus reducing the warehousing storage expenses incurred in HY2017. The products will be moved indoor for refrigerated storage if the weather is no longer condusive for outdoor storage.

The decrease in administrative expenses was due to the following:

- decrease in depreciation and salaries in Xuzhou Zhongxin attributable to the Temporary Suspension from RMB5.0 million in HY2016 to RMB4.2 million in HY2017. Such costs were not absorbed as cost of inventories and were charged to administrative expenses instead; and
- decrease in other administrative expenses of approximately RMB0.4 million mainly due to the lower level of activities in Xuzhou Zhongxin.

Having reviewed the price of raw materials, the quality of raw materials and overall market demand, the Management continued the Temporary Suspension of Xuzhou Zhongxin for HY2017 and continue to reduce relevant administrative expenses. The Management continues to maintain a minimal cost in Xuzhou Zhongxin as the Management will consider resuming the production in Xuzhou Zhongxin in the next fruit harvesting season, which typically occurs during the first half of the Group's financial year (or second half of the calendar year) if market conditions improve.

The decrease in finance costs was mainly due to lesser interest paid with respect to the loans and advances received from the Group's immediate holding company, SDIC Zhonglu. Such interest was lower in HY2017 as compared to HY2016 as the additional loans and advances were mostly provided towards the end of the HY2017 resulted in lower interest incurred in HY2017.

Share of loss from equity-accounted joint venture

In HY2017, the Group shared the loss from its equity-accounted joint venture, Linyi SDIC Zhonglu Fruit Juice Co., Ltd ("Linyi"), of approximately RMB1.2 million as compared to a share of profit of RMB6.0 million in HY2016. Linyi experienced the same challenges as the Group and incurred loss in HY2017 due to significantly lower sales recorded.

Income tax expense

Income tax expense was related to Yuncheng Zhongxin with respect to the income tax payable for the write-back of other payables recognised in HY2017.

Profit for the financial period

As a result of the above, the Group recorded a loss after taxation of RMB3.5 million in HY2017 as compared to profit after taxation of RMB4.7 million in HY2016.

Statements of Financial Position

The comparative performance for both the assets and liabilities are based on the Group's financial statements as at 31 December 2016 and 30 June 2016.

Non-current assets decreased by approximately RMB1.4 million from RMB82.2 million as at 30 June 2016 to RMB80.8 million as at 31 December 2016 mainly due to the following:

Investment in joint venture

Investment in joint venture decreased by approximately RMB1.2 million mainly due to lower carrying amount of the investment in joint venture following the share of loss from the joint venture in HY2017.

Property, plant and equipment

Property, plant and equipment decreased by approximately RMB0.2 million mainly due to depreciation charges of approximately RMB2.3 million, partially offset by the purchase of property, plant equipment amounted to approximately RMB2.1 million.

Included in the depreciation charges in HY2017 was an amount of RMB1.8 million (HY2016: RMB1.7 million) which were absorbed into inventories costing while the remaining amount of RMB0.5 million (HY2016: RMB0.6 million) was charged to distribution and administrative expenses

Land use rights and intangible assets

Land use rights and intangible assets decreased by approximately RMB0.1 million due to the amortisation of land use rights and intangible assets.

Current assets increased by approximately RMB7.2 million, from RMB42.4 million as at 30 June 2016 to RMB49.7 million as at 31 December 2016 mainly due to the following:

Trade and other receivables

Trade and other receivables decreased by approximately RMB0.6 million mainly due to:

- receipt of amount receivable from the relevant authority of Fengxian county of approximately RMB0.3 million. This was related to a compensation receivable pursuant to a compulsory acquisition of a portion of the land and structure adjourning Baiyi river belonging to Xuzhou Zhongxin by the county of Fengxian for the purpose of creating a garden belt for Baiyi river; and
- recovery of other receivables and deposits of RMB0.3 million in HY2017.

Receivable from related parties

The amount receivable from related parties of RMB0.8 million as at 30 June 2016 were mainly in relation to sales made to related parties and prepayment made to a related party to secure the lease of certain storage facility. The amount was fully settled by the related parties or expensed off as at 31 December 2016.

Receivable from immediate holding company

The amount receivable from immediate holding company of RMB19.2 million as at 30 June 2016 was related to trade amount owing by SDIC Zhonglu in relation to sales made in the previous financial year. The amount has been repaid by SDIC Zhonglu by 31 December 2016.

Prepayments

Prepayments decreased by approximately RMB0.8 million due to lesser prepaid expenses required as at 31 December 2016.

Inventories

Inventories increased by approximately RMB26.1 million as the Group carried higher level of finished goods as at 31 December 2016 due to higher level of procurement and production of apple juice by Yuncheng Zhongxin in HY2017 as mentioned above. As quality apple was available at lower costs, Management made the decision to stock up the finished goods to hedge against risks of price increase and unforeseen shortage of quality apple, despite the current sluggish demand for apple juice.

Current liabilities increased by approximately RMB9.3 million from RMB55.6 million as at 30 June 2016 to RMB65.0 million as at 31 December 2016. This was mainly due to the following:

Trade and other payables

Trade and other payables decreased by approximately RMB1.0 million mainly due to:

- decrease in accrued expenses of RMB1.0 million and accrued salaries and payroll related expenses of RMB0.9 million due to settlement of past years' accrued liabilities; and
- offset by an increase in trade payables of RMB0.9 million as a result of higher level of raw materials procured during HY2017 and the higher outstanding trade payables balances as at 31 December 2016 not due for payment.

Payable to related parties

There was no outstanding amount payable to related parties as at 31 December 2016 as the amount outstanding of RMB1.8 million as at 30 June 2016 had been fully settled in the HY2017.

Payable to immediate holding company

Payable to immediate holding company increased by approximately RMB12.1 million mainly relating to advances received for the funding of the Group's working capital.

Income tax payable

Income tax payable of approximately RMB25,000 as at 31 December 2016 was related to Yuncheng Zhongxin with respect to the income tax payable for the write-back of other payable recognised in HY2017.

Negative working capital

As at 31 December 2016, the Group's current liabilities exceeded its current assets by RMB15.3 million as compared to the shortfall of RMB13.2 million as at 30 June 2016. The immediate holding company of the Group has continued to finance the Group's working capital requirements by making available working capital. The Group will continue to be dependent on its immediate holding company for financial support and its connections for entry into new markets. The Group is consistently looking into the various possibilities to expand and diversify its business with the view of improving profitability and the financial position of the Group, hence reducing the dependence on its immediate holding company eventually.

Statement of Cash Flows

Net cash used in operating activities of RMB5.1 million in HY2017 as compared to net cash generated from operating activities of RMB5.4 million in HY2016 was mainly attributed to the increase in inventories.

Net cash used in investing activities of RMB1.6 million in HY2017 as compared to RMB0.4 million in HY2016 was mainly due to purchases of property, plant and equipment.

Net cash generated from financing activities of RMB9.3 million in HY2017 as compared to net cash used in financing activities of RMB6.3 million in HY2016 were mainly due advances from immediate holding company.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable. No forecast or prospect statement had been previously disclosed to shareholders.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The general outlook of the global economy remains uncertain and challenging. The international fruit juice market has also experienced persistent weakening. However, these pose as short term challenges to the Group as the Group remains bullish on the longer term outlook of the economy and the fruit juice industry. As the world population becomes increasingy health conscious, the importance of apple juice concentrate as the essential raw materials for juice products will continue to increase. Along with the increased affluence and higher awareness of the benefits of apple and pear juice globally, the Group is optimistic on the future demand for the concentrated apple and pear juice market.

Riding on this trend, the Group's longer term plan will include developing new business and exploring broadening of product offerings to include other value-added products such as vegetable juice and its related products, accelerate the structural readjustment of product segments and enhance external communication and collaboration. These efforts aim to drive the Group towards the objectives of increasing profitability and competitiveness hence strengthening the Group's financial position and industry reach.

11. If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No dividend was declared for HY2017.

(b) (i) Amount per share (cents)

Not applicable.

(b) (ii) Previous corresponding period (cents)

Not applicable. No dividend was declared for HY2016.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared for HY2017.

13. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than $100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) (RMB'000)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than $100,000) (RMB'000)
SDIC Zhonglu	(a) Purchase of concentrated apple juice by a subsidiary of the Company from subsidiaries of SDIC Zhonglu. 2,480	(c) Sales by the Group to SDIC Zhonglu and its group of companies. 40,972
	(b) Payment to a subsidiary of SDIC Zhonglu for lease of certain storage facility 836	(d) Interest paid by subsidiaries of the Company with respect to the working capital provided by SDIC Zhonglu. 1,072
		(e) Interest received from SDIC Zhonglu for excess cash deposit by the Group in relation to financing from SDIC Zhonglu Group. 510
Total	3,316	42,554

Transaction (a) represented approximately 4.04% of the Group's latest audited net tangible assets of RMB 61,385,000.

Transaction (b) was in relation to the lease of certain storage facility which falls within the exception as set out under Rule 916(1) of the Catalist Rules.

Please refer to the announcements made by the Company on 18 November 2016 and 29 September 2016 for details on the above IPTs.

Save as disclosed above, there are no other IPTs above S$100,000 in HY2017.

14. Negative confirmation by the Board pursuant to Rule 705(5) of the Catalist Rules

On behalf of the Board of Directors, we hereby confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial statements for the six-months financial period ended 31 December 2016 to be false or misleading in any material aspect.

Zhang Jiming
Director

Quan Yuhong
Director

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers in the format as set out in Appendix 7H in accordance with Rule 720(1) of the Catalist Rules.

BY ORDER OF THE BOARD

Zhang Jiming
Chairman

13 February 2017