

THIRD QUARTER FINANCIAL STATEMENT ANNOUNCEMENT FOR THE THREE MONTHS ENDED 31 MARCH 2015

截至 2015 年 3 月 31 日三个月的第三季度财务报表公告

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

第一部分- 季度 (Q1, Q2 和 Q3), 半年和全年业绩公告所需资料

- 1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**
(集团) 的收入报表连同上一财政年同期的对比度报表

Group Statement of Comprehensive Income for the three months ended 31 March 2015.
These figures have not been audited.

截至 2015 年 3 月 31 日三个月集团综合收入报表。这些数字尚未经审计。

	Group 集团		
	3 months ended 31 Mar 2015 截至 2015 年 3 月 31 日 三个月 RMB'000 Unaudited 未经审计	3 months ended 31 Mar 2014 截至 2014 年 3 月 31 日 三个月 RMB'000 Unaudited 未经审计	Increase/ (Decrease) 增/(减) %
Revenue 销售收入	50,921	67,604	(24.7)
Cost of sales 销售成本	(79,548)	(67,592)	17.7
Gross profit 毛利	(28,627)	12	(38.2)
Other income 其他收入	1,060	1,716	(14.7)
Selling and distribution expenses 销售费用	(1,282)	(1,386)	(7.5)
Administrative expenses 管理费用	(4,395)	(6,239)	(29.6)
Finance costs 财务成本	(10,051)	(12,818)	(23.1)
Loss before income tax 税前亏损	(43,295)	(18,715)	131.3
Income tax expenses 所得税开支	-	-	
Loss for the period attributable to the owners of the Company 本期公司拥有人的亏损	(43,295)	(18,715)	131.3
Other comprehensive income 其他综合收入			
Total comprehensive income for the period attributable to the owners of the Company 本期 公司拥有人总综合收入	(43,295)	(18,715)	131.3

Loss before income tax is arrived at after charging/(crediting):

税前亏损已计入以下项目:

	Group 集团	
	3 months ended	3 months ended
	31 Mar 2015	31 Mar 2014
	截至 2015 年	截至 2014 年
	3 月 31 日	3 月 31 日
	三个月	三个月
	RMB'000	RMB'000
	Unaudited	Unaudited
	未经审计	未经审计
Interest income 利息收入	(984)	(1,647)
Interest expenses on 利息支出:		
- Bank loans wholly repayable within five years		
五年内应付清之银行贷款	10,051	12,818
- Other loans wholly repayable within five years		
五年内应付清之其他贷款	-	-
Depreciation 折旧	11,386	12,200
Amortisation of land use rights 土地使用权摊销	35	35
Minimum lease payments under operating leases for property, plant and equipment and land use rights		
厂房设备和土地使用权租赁合同下最低付款额	23	23
Loss on disposal of property, plant and equipment		
物业、厂房和设备变卖亏损	-	97

1. Depreciation expenses of approximately RMB10,943,000 had been charged to cost of sales in the Group Statement of Comprehensive Income for the 3 months ended 31 March 2015 (3 months ended 31 March 2014: approximately RMB11,768,000). Depreciation expenses of approximately RMB443,000 had been charged to administrative expenses in the Group Statement of Comprehensive Income for the 3 months ended 31 March 2015 (3 months ended 31 March 2014: approximately RMB432,000).
约人民币一千零九十四万三千元的折旧费已被计在截至 2015 年 3 月 31 日三个月的综合收入报表内的销售成本里(截至 2014 年 3 月 31 日三个月: 约人民币一千一百七十六万八千元)。约人民币四十四万三千元的折旧费已被计在截至 2015 年 3 月 31 日三个月的综合收入报表内的管理费用里(截至 2014 年 3 月 31 日三个月: 约人民币四十三万二千元)。
2. Amortisation of land use rights of approximately RMB35,000 had been charged to cost of sales in the Group Statement of Comprehensive Income for the 3 months ended 31 March 2015 (3 months ended 31 March 2014: approximately RMB35,000).
约人民币三万五千元的土地使用权摊销已被计在截至 2015 年 3 月 31 日三个月的综合收入报表内的销售成本里(截至 2014 年 3 月 31 日三个月: 约人民币三万五千元)。

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

(本公司及集团)的资产负债表连同上一财政年的对比报表。

	<u>Group 集团</u>		<u>Company 本公司</u>	
	31 Mar 2015 2015 年 3 月 31 日 RMB'000 Unaudited 未经审计	30 Jun 2014 2014 年 6 月 30 日 RMB'000 Audited 已经审计	31 Mar 2015 2015 年 3 月 31 日 RMB'000 Unaudited 未经审计	30 Jun 2014 2014 年 6 月 30 日 RMB'000 Audited 已经审计
ASSETS 资产				
Non-current assets 非流动资产				
Property, plant and equipment 物业、厂房和设备	494,426	528,710	-	-
Land use rights 土地使用权	5,336	5,441	-	-
Investments in subsidiaries 集团子公司投资	-	-	134,153	134,153
	<u>499,762</u>	<u>534,151</u>	<u>134,153</u>	<u>134,153</u>
Current assets 流动资产				
Inventories 库存	137,730	247,827	-	-
Trade and bills receivables 应收帐款及票据	57,194	53,266	-	-
Prepayments, other receivables and deposits 预付款、其他应收款及预付订金	21,230	48,904	-	-
Due from subsidiaries 集团子公司往来	-	-	-	597
Pledged deposits 抵押存款	340,075	312,650	-	-
Cash and cash equivalents 现金和现金等值物	39,482	31,209	-	-
	<u>595,711</u>	<u>693,856</u>	<u>-</u>	<u>597</u>
TOTAL ASSETS 总资产	<u>1,095,473</u>	<u>1,228,007</u>	<u>134,153</u>	<u>134,750</u>
EQUITY AND LIABILITIES 权益和负债				
Equity attributable to owners of the Company 公司				
权益持有人所属权益				
Share capital 股本	78,438	78,438	78,438	78,438
Reserves 储备	(54,834)	68,695	40,517	43,929
Total equity 股东权益	<u>23,604</u>	<u>147,133</u>	<u>118,955</u>	<u>122,367</u>
Non-current liabilities 非流动负债				
Government grant 政府补贴	1,179	1,347	-	-
	<u>1,179</u>	<u>1,347</u>	<u>-</u>	<u>-</u>
Current liabilities 流动负债				
Trade payables 应付帐款	8,751	24,265	-	-
Accrued liabilities, other payables and deposits received 计提负债、其他应付款及预收订金	71,592	94,485	12,724	12,383
Due to subsidiaries 集团子公司往来	-	-	2,474	-
Government grant 政府补贴	225	225	-	-
Bank borrowings 银行贷款 ¹	978,792	949,036	-	-
Tax payable 应付税金	11,330	11,516	-	-
	<u>1,070,690</u>	<u>1,079,527</u>	<u>15,198</u>	<u>12,383</u>
Total liabilities 总负债	<u>1,071,869</u>	<u>1,080,874</u>	<u>15,198</u>	<u>12,383</u>
TOTAL EQUITY AND LIABILITIES 权益及负债总额	<u>1,095,473</u>	<u>1,228,007</u>	<u>134,153</u>	<u>134,750</u>

1. The Group's bank borrowings as at 31 March 2015 included other bank borrowings in the form of bills payables of RMB506,000,000 (30 June 2014: RMB426,500,000), which were guaranteed by independent third parties and secured by the pledge of certain of the Group's bank deposits, with a credit period of 180 days. They were repayable within 6 months.
集团的银行贷款包括由独立第三方提供担保和以集团的存款作抵押的应付票据人民币五亿零六百万 (2014 年 6 月 30 日: 人民币四亿二千六百五十万元), 还款期是 180 日。它们会于 6 个月内到期还款。

1(b)(ii) Aggregate amount of group's borrowings and debt securities. 集团贷款及抵押债务总额**Amount repayable in one year or less, or on demand 一年内应偿还或见索即付款额**

As at 31 Mar 2015 于 2015 年 3 月 31 日 As at 30 Jun 2014 于 2014 年 6 月 30 日

Secured 有抵押 RMB'000	Unsecured 无抵押 RMB'000	Secured 有抵押 RMB'000	Unsecured 无抵押 RMB'000
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978,792

-

949,036

-

Amount repayable after one year 一年后应偿还款额

As at 31 Mar 2015 于 2015 年 3 月 31 日 As at 30 Jun 2014 于 2014 年 6 月 30 日

Secured 有抵押 RMB'000	Unsecured 无抵押 RMB'000	Secured 有抵押 RMB'000	Unsecured 无抵押 RMB'000
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Details of any collateral**抵押品的详情**

The Group's bank borrowings as at 31 March 2015 included RMB60,000,000 (30 June 2014: RMB50,000,000) which were secured by a pledge of certain of the Group's property, plant and equipment and land use rights, RMB324,792,000 (30 June 2014: RMB384,536,000) which were guaranteed by independent third parties and a related company, Hongcheng Company and RMB594,000,000 (30 June 2014: RMB514,500,000) which were secured by a pledge of certain of the Group's property, plant and equipment and bank deposits which were guaranteed by independent third parties, with interests ranging from 6.00% to 10.2% per annum as at 31 March 2015 (FY2014: ranging from 5.50% to 8.40% per annum).

集团的银行贷款包括以集团的厂房设备和土地作抵押的银行借款人民币六千万元(2014 年 6 月 30 日: 人民币五千万元)、由独立第三方和一关联公司提供担保的银行借款人民币三亿二千四百七十九万二千元(2014 年 6 月 30 日: 人民币三亿八千四百五十三万六千元)及以集团的厂房设备、土地和存款作抵押和由独立第三方提供担保的银行借款人民币五亿九千四百万元(2014 年 6 月 30 日: 人民币五亿一千四百五十万元)。于 2015 年 3 月 31 日这些贷款年利率由每年 6.00% 至 10.20% 不等 (FY2014: 由 5.50% 至 8.40% 不等)。

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

(集团)的现金流量表连同上一财政年同期的对比报表。

Statement of cash flows for the three months ended 31 March 2015

截至 2015 年 3 月 31 日三个月的现金流量表

	Group 集团	
	3 months ended 31 Mar 2015 截至 2015 年 3 月 31 日 三个月 RMB'000 Unaudited 未经审计	3 months ended 31 Mar 2014 截至 2014 年 3 月 31 日 三个月 RMB'000 Unaudited 未经审计
Cash flows from operating activities 营运所得现金流量		
Loss before income tax 税前亏损	(43,295)	(18,715)
Adjustments for 调整以下各项:		
Interest income 利息收入	(984)	(1,647)
Interest expenses 利息支出	10,051	12,818
Depreciation 折旧	11,386	12,200
Amortisation of land use rights 土地使用权摊销	35	35
Amortisation of government grants 政府补贴摊销	(56)	(56)
Loss on disposal of property, plant and equipment 物业、厂房和设备变卖亏损	-	97
Operating (loss)/profit before working capital changes 计算流动资金变更前的营运(亏损)/利润	(22,863)	4,732
Decrease/(increase) in inventories 存货减少/(增加)	27,164	(17,747)
Increase in trade and bills receivables 应收帐款和应收票据增加	(8,308)	(10,893)
Decrease/(increase) in prepayments, other receivables and deposits 预付款, 其他应收款和预付订金减少/(增加)	9,873	(11,577)
Decrease/(increase) in trade payables 应付帐款减少/(增加)	777	(8,718)
Decrease/(increase) in accrued liabilities, other payables and deposits received 计提负债, 其他应付款和预收订金减少/(增加)	1,090	(3,811)
Cash generated from/(used in) operations 营运所得/(所用)现金	7,733	(48,014)
Income taxes paid 已付税款	-	(102)
Net cash generated from/(used in) operating activities 营运活动所得/(所用)净现金	7,733	(48,116)
Cash flows from investing activities 投资活动所得现金流量		
Interest received 已收利息	984	1,647
Purchases of property, plant and equipment 购置物业、厂房和设备	(56)	-
Proceed from disposal of property, plant and equipment 物业、厂房和设备变卖收入	-	39
Net cash generated from investing activities 投资活动所得净现金	928	1,686
Cash flows from financing activities 融资活动所得现金流量		
Repayment of bank borrowings 偿还银行贷款	(295,704)	(25,250)
New bank borrowings 新增银行贷款	473,792	203,096
Increase in time deposits with original maturity of more than three months when acquired 取得时超过三个月后到期的定期存款增加	(180,398)	(66,505)
Interest paid 已付利息	(10,051)	(12,818)
Net cash (used in)/generated from financing activities 融资活动(所用)/所得净现金	(12,361)	98,523
Net (decrease)/ increase in cash and cash equivalents 现金和现金等值物净(减少)/增加	(3,700)	52,093
Cash and cash equivalents at 1 Jan 于 1 月 1 日的现金和现金等值物	43,182	23,245
Cash and cash equivalents at 31 Mar 于 3 月 31 日的现金和现金等值物	39,482	75,338

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.

显示(上市公司及集团) (i) 股东权益的所有变更的报表或 (ii) 资本化发行及分配产生的股东权益变更除外的股东权益变更的报表, 连同上一财政年同期的对比报表。

Statements of changes in equity for the three months ended 31 March 2015

截至 2015 年 3 月 31 日三个月的股东权益变更报表

Group 集团	Share capital 股本 RMB'000	Share premium 股票溢价 RMB'000	Merger reserve 合并储备 RMB'000	Statutory reserve 法定储备 RMB'000	Exchange fluctuation reserve 兑汇浮动储备 RMB'000	Accumulated losses 累计亏损 RMB'000	Total equity 总股东权益 RMB'000
	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计
Balance at 1 Jan 2014 2014 年 1 月 1 日余额	78,438	137,794	(18,488)	33,647	(5,348)	(37,472)	188,571
Loss for the period 本期亏损	-	-	-	-	-	(18,715)	(18,715)
Total comprehensive income for the period 期内总综合收入	-	-	-	-	-	(18,715)	(18,715)
Balance at 31 Mar 2014 2014 年 3 月 31 日余额	78,438	137,794	(18,488)	33,647	(5,348)	(56,187)	169,856
Balance at 1 Jan 2015 2014 年 1 月 1 日余额	78,438	137,794	(18,488)	33,647	(5,348)	(159,144)	66,899
Loss for the period 本期亏损	-	-	-	-	-	(43,295)	(43,295)
Total comprehensive income for the period 期内总综合收入	-	-	-	-	-	(43,295)	(43,295)
Balance at 31 Mar 2015 2014 年 3 月 31 日余额	78,438	137,794	(18,488)	33,647	(5,348)	(202,439)	23,604

Company 本公司	Share capital 股本 RMB'000	Share premium 股票溢价 RMB'000	Merger reserve 合并储备 RMB'000	Accumulated losses 累计亏损 RMB'000	Total equity 总股东权益 RMB'000
	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计	Unaudited 未经审计
Balance at 1 Jan 2014 2014 年 1 月 1 日余额	78,438	137,794	34,364	(52,692)	197,904
Loss for the period 本期亏损	-	-	-	(568)	(568)
Total comprehensive income for the period 本期总综合收入	-	-	-	-	-
Balance at 31 Mar 2014 2014 年 3 月 31 日余额	78,438	137,794	34,364	53,260	197,336
Balance at 1 Jan 2015 2015 年 1 月 1 日余额	78,438	137,794	34,364	(131,105)	119,491
Loss for the period 本期亏损	-	-	-	(536)	(536)
Total comprehensive income for the period 本期总综合收入	-	-	-	(536)	(536)
Balance at 31 Mar 2015 2015 年 3 月 31 日余额	78,438	137,794	34,364	(131,641)	118,955

1. In accordance with the relevant laws and regulations of the PRC, the subsidiaries of the Company established in the PRC are required to transfer 10% of its profit after taxation prepared in accordance with the accounting regulation in the PRC to the statutory reserve until the reserve balance reaches 50% of the respective registered capital. This statutory reserve is non-distributable except upon liquidation of the PRC subsidiaries.

根据中国有关法规和守则，本公司于中国设立的子公司需将税后利润(根据中国会计制度计算)的 10%转入法定储备直到法定储备达到该子公司的注册资本的 50%为止。这法定储备(除在该子公司清盘的情况下以外)是不可作分配的。

- 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.**

自上一财政期，本公司因附加股、红股、股份购回、行使认股选择权或认股证、其他权益发行兑换、发行股票以取得现金或收购对价或为任何其他目的而发行股票而发生的任何变更的详细情况。亦须注明截至本财政期末及截至上一财政年同期可能因所有有效可换股证券行使时会发行的股票数目，及库存股票股数（如有）占上市公司已发行股票的总数（扣除库存股票）。

There were no changes in the Company's share capital for the three months ended 31 March 2015.

截至 2015 年 3 月 31 日三个月内公司的股本没有任何变动。

- 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.**

显示于本财政期末和上一财政年末已发行股票数量，不包括库股票。

Ordinary shares of HK\$0.30 each

每股面值港币 0.30 元的普通股

As at 31 Mar 2015

截至 2015 年 3 月 31 日

As at 30 Jun 2014

截至 2014 年 6 月 30 日

268,000,000

268,000,000

The Company does not have any treasury shares as at 31 March 2015 and 30 June 2014.

公司于 2015 年 3 月 31 日和 2014 年 6 月 30 日没有任何库存股票。

- 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.**

显示本财政期末的所有销售、转让、弃置、取消和/或使用库存股票的报告声明。

Not applicable.

不适用。

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

有关数字是否已根据审计准则或惯例被审计或审阅。

The figures have not been audited or reviewed by auditors.

有关数字未经审计师审核或审阅。

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

如有关数字被审计或审阅，须附上审计师报告（包括对任何特定事项的澄清或强调）

Not applicable.

不适用。

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

是否已应用与上市公司最近经审核的年度财务报表内应用的相同会计政策和计算方法。

The Group had adopted the same accounting policies and methods of computation as stated in the audited financial statements for the year ended 30 June 2014, except for the adoption of the new and amended International Financial Reporting Standards ("IFRSs") which became effective for financial year beginning on or after 1 July 2014. The adoption of these IFRSs did not have any material impact on the Group's financial statements.

集团已应用与截至 2014 年 6 月 30 日财政年经审核的年度财务报表内应用的相同会计政策和计算方法（除采用了适用于财政年以 2014 年 7 月 1 日或以后的新修订国际财务报告准则 ("IFRSs")）。采用这些 IFRSs 不会对集团的财务报表有重大影响。

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.**

如会计政策和计算方法有任何变更（包括会计准则要求），须列出有关的变更、变更原因和变更的影响。

Not applicable.

不适用。

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.**

扣除优先股股息准备后，集团在本财政期间及上一财政年同期每股普通股的盈利

	<u>Group 集团</u>	
	3 months ended 31 Mar 2015 截至 2015 年 3 月 31 日 三个月 Unaudited 未经审计	3 months ended 31 Mar 2014 截至 2014 年 3 月 31 日 三个月 Unaudited 未经审计
In RMB cents 人民币分		
Loss per ordinary share of the group, after deducting any provision for preference dividends		
扣除任何优先股股息准备后，集团每股普通股亏损		
(a) Based on number of ordinary shares on issue; and		
基于以发行普通股数目	(16.15)	(6.98)
(b) On a diluted basis 基于摊薄基准	n/a	n/a

Note:

The calculation of basic loss per share for the 3 months ended 31 March 2015 was computed by dividing the Group's loss for the period by the number of 268,000,000 ordinary shares (3 months ended 31 March 2014: 268,000,000 ordinary shares) during the period.

截至 2015 年 3 月 31 日三个月的每股亏损的计算方法是将集团本期亏损除以本期普通股数量 268,000,000 股（截至 2014 年 3 月 31 日三个月：268,000,000 普通股）。

Diluted loss per share for the period has not been presented as there was no potential ordinary share for the 3 months ended 31 March 2015 (3 months ended 31 March 2014: nil).

全面摊薄后的每股(亏损)/盈利未被列出因为截止 2015 年 3 月 31 日三个月没有可引发摊薄的普通股（截至 2014 年 3 月 31 日三个月：无）。

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.

基于期末已发行股本（扣除库存股票）计算，(a) 于本财政期末；和 (b) 于上一财政年末上市公司和集团每股普通股资产净值。

	<u>Group 集团</u>		<u>Company 本公司</u>	
	31 Mar 2015 2015 年 3 月 31 日 Unaudited 未经审计	30 Jun 2014 2014 年 6 月 30 日 Unaudited 未经审计	31 Mar 2015 2015 年 3 月 31 日 Unaudited 未经审计	30 Jun 2014 2014 年 6 月 30 日 Unaudited 未经审计
In RMB 人民币				

Net asset value per ordinary share based on issued share capital at the end of:

基于期末已发行股本计算，每股普通股资产净值

0.09 0.55 0.44 0.46

Note:

The net asset value was calculated by dividing the Group's net asset value by the number of ordinary shares of 268,000,000 (30 Jun 2014: 268,000,000).

资产净值的计算方法是将集团资产净值除以本期普通股数量 268,000,000 股（2014 年 6 月 30 日：268,000,000 股）。

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.

回顾集团表现使能对集团业务得到合理了解。此必包括以下分析：

- (a) 本财政期内影响集团销售收入、销售成本和盈利的季节性或周期性因素（如适用）；和
 (b) 本财政期内影响集团现金流、流动资金、资产或负债的因素。

REVIEW OF FINANCIAL RESULTS FOR THE THREE MONTHS ENDED 31 MARCH 2015("3QFY2015") COMPARED TO THE THREE MONTHS ENDED 31 MARCH 2014("3QFY2014")

截至 2015 年 3 月 31 日三个月("3QFY2015")比较截至 2014 年 3 月 31 日三个月("3QFY2014")的财务业绩回顾

Revenue 销售收入

Revenue decreased by approximately RMB16.7 million from RMB67.6 million in 3QFY2014 to RMB50.9 million in 3QFY2015. This was mainly attributable to a decrease in the selling prices of the Group's products which was offset by the increase in sales volume, due to intense price competition brought by the decrease in the domestic cotton prices.

销售收入由 3QFY2014 的人民币六千七百六十万元减少约人民币一千六百七十万元至 3QFY2015 的人民币五千零九十万元，主要原因是市场价格竞争激烈和近日棉价下滑使集团产品的销售价格下跌抵消了销售量上升的影响。

Cost of sales, gross profit and gross profit margin 销售成本、毛利和毛利率

Cost of sales increased by approximately RMB12.0 million from RMB67.6 million in 3QFY2014 to RMB79.6 million in 3QFY2015 mainly due to an increase in sales volume of the Group's products. Gross profit decreased by RMB28.6 million from RMB12,000 in 3QFY2014 to a gross loss of RMB28.6 million 3QFY2015 and gross profit margin decreased from a nil margin in 3QFY2014 to a loss margin of 56.2% in 3QFY2015. There was a significant decrease in the gross profit margin as the Group was still utilising its higher-priced cotton purchased previously to produce the Group's products and also due to the decline of the selling prices of the Group's products due to intense competition.

销售成本由 3QFY2014 的人民币六千七百六十万元增加约人民币一千二百万元至 3QFY2015 的人民币七千九百六十万元，主要是因为期内销售量增加。毛利由 3QFY2014 的人民币一万二千元减少约人民币二千八百六十万元至 3QFY2015 的人民币二千八百六十万元和毛利率由 3QFY2014 的 0.0%减少至 3QFY2015 的亏损率 56.2%，主要原因是 2QFY2015 集团产品销售价格下跌但集团目前仍使用之前采购价格较高的棉花来生产产品，所以造成显著的毛利率下滑。

Other income 其他收入

Other income, mainly interest income, decreased by approximately RMB0.6 million from RMB1.7 million in 3QFY2014 to RMB1.1 million in 3QFY2015 mainly due to the decrease in bank deposits interest rate.

其他收入，主要是利息收入，由 1QFY2014 的人民币一百七十万元减少约人民币六十万元至 1QFY2015 的人民币一百一十万元，主要原因是主要原因是银行存款利率减少所致。

Administrative expenses 管理费用

Administrative expenses decreased by approximately RMB1.7 million from RMB6.2 million in 3QFY2014 to RMB4.5 million in 3QFY2015, mainly due to the decrease in staff welfare expenses for the workers as the number of workers was reduced due to the decline in the Group's production capacity.

管理费用由 3QFY2014 的人民币六百二十万元减少约人民币一百七十万元至 3QFY2015 的人民币四百五十万元，主要原因是集团调节产能减少工人使有关的员工福利费用减少所致。

Finance costs 财务成本

The high cost of debt servicing, though reduced by 23% from 3QFY2014, continued to weigh down the Company's dismal performance.

虽然高水平的财务成本已减少 25%，但依然继续 影响公司的表现。

Loss before income tax 税前亏损

Loss before income tax increased by approximately RMB24.6 million from RMB18.7 million in 3QFY2014 to RMB43.3 million in 3QFY2015.

税前亏损由 3QFY2014 的人民币一千八百七十万元增加约人民币二千四百六十万元至 3QFY2015 的人民币四千四百三十万元。

Loss for the period 期内亏损

As a result of the above factors, loss for the period increased by approximately RMB24.6 million from RMB18.7 million in 3QFY2014 to RMB43.3 million in 3QFY2015.

期内亏损由 3QFY2014 的人民币一千八百七十万元增加约人民币二千四百六十万元至 3QFY2015 的人民币四千四百三十万元，主要原因已于上文陈述。

REVIEW OF FINANCIAL POSITION AS AT 31 MARCH 2015**2015 年 3 月 31 日财务状况审阅**Inventories 库存

Inventories decreased by RMB110.1 million during the period under review, mainly due to the Group's policy to reduce those higher-priced cotton which were purchased previously, given the current situation where cotton prices are decreasing.

库存减少人民币一亿一千零一十万元，主要原因是棉价正下降，期内集团策略减少库存以消化之前用较高价钱采购的棉花所致。

Prepayments, other receivables and deposits 预付款、其他应收款及预付订金

Prepayments, other receivables and deposits decreased by RMB27.7 million in line with the decrease in sales. This was attributable mainly to the utilisation of deposits paid to suppliers for the purchase of raw materials.

预付款、其他应收款及预付订金减少人民币二千七百七十万元，主要原因是耗用了向供应商购买原材料的订金来采购原材料所致。

Pledged deposits 抵押存款

Pledged deposits increased by RMB27.7 million due to the increase in the Group's bills payables which required more pledged deposits than other bank borrowings.

抵押存款增加人民币二千七百七十万元，主要原因是需较多抵押存款的应付票据增加所致。

Trade payables 应付帐款

Trade payables decreased by RMB15.5 million mainly due to the decrease in purchase of raw materials.

应付帐款减少人民币一千五百五十万元，主要原因是集团减少原料采购所致。

Accrued liabilities, other payables and deposits 计提负债、其他应付款及预收订金应付帐款

Accrued liabilities, other payables and deposits received decreased by RMB22.9 million due to the decrease in deposits received from customers during the period.

计提负债、其他应付款及预收订金应付帐款减少人民币二千二百九十万元，主要原因是客户预收帐款减少所致。

Other major assets and liabilities such as trade and bills receivables, bank borrowings and tax payable remained at approximately the same level as 30 June 2014.

其他主要的资产和负债如应收帐款、银行贷款和应付税金都维持与 2014 年 6 月 30 日相约水平。

The net current liabilities of RMB475.0 million as at 31 March 2015 were mainly due to the Group's utilisation of short term bank borrowings to increase the flexibility in managing the Group's bank borrowings in accordance with the Group's working capital needs, which resulted in the reduction of interest costs.

因此，于 2015 年 3 月 31 日有净流动负债人民币四亿七千五百万元，因为集团利用短期贷款以加强集团管理贷款的灵活性，方便根据集团资金需要减少贷款及其相关利息。

The Group has maintained good relationships with the banks. As such, the Group is confident that the existing bank borrowings can be renewed as and when they fall due so that the operations of the Group will not be affected. Nevertheless, management is monitoring the Group's cash flow closely to ensure that the Group has adequate working capital.

集团与银行一直保持良好业务关系。按惯例，贷款到期时，集团会与银行再安排贷款。所以，集团有信心目前贷款到期时也能安排跟新延续而集团运作不受影响。无论如何，管理层会紧密监察集团的现金流，确保集团有足够的流动资金。

CASH FLOW STATEMENT REVIEW

现金流量表审阅

3QFY2015 vs 对比 3QFY2014

Net cash generated from operating activities was RMB7.8 million in 3QFY2015, mainly due to the significant decrease in inventories. This was contrasted against the net cash used in operating activities RMB48.1 million in 3QFY2014.

3QFY2015 的营运活动所得净现金是人民币七百八十万元，主要原因是存货重大减少所致。而 3QFY2014 的营运活动所用净现金是人民币四千八百一十万元。

Net cash generated from investing activities was RMB0.9 million in 3QFY2015 compared to 1.7 million in 3QFY2014 due mainly to the interest income received from bank deposits.

3QFY2015 的投资活动所得净现金是人民币九十万元，主要是银行存款利息收入。而 3QFY2014 的投资活动所得净现金是人民币一百七十万元。

Net cash used in financing activities was RMB12.4 million in 3QFY2015, mainly due to the increase in pledged deposits. This was contrasted against the net cash generated from financing activities RMB98.5 million in 3QFY2014.

3QFY2015 的融资活动所用净现金是人民币一千二百四十万元，主要原因是抵押存款增加所致。而 3QFY2014 的融资活动所得净现金是人民币九千八百五十万元。

As a result, there was a net decrease in cash and cash equivalents of RMB3.7 million in 3QFY2015. This was contrasted against the net increase in cash and cash equivalents of RMB52.1 million in 3QFY2014.

因此，3QFY2015 的现金和现金等值物净减少是人民币三百七十万元。而 3QFY2014 的现金和现金等值物净增加是人民币五千二百一十万元。

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

如以前曾向股东披露预测或前景声明，列明它与实际业绩的差别。

The 3QFY2015 results are in line with the information described in paragraph 10 of the 2QFY2015 results announcement.

3QFY2015 业绩与 2QFY2015 的业绩公告第 10 段描述的内容相符。

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.

截至公告日，集团所处行业的显著趋势和竞争情况以及可能影响集团在下个报告和未来 12 个月的任何已知因素或事项的有关评论。

While the domestic market demand was still weak, overseas sales orders were affected by the recent appreciation of Renminbi against the European and South East Asian countries' currencies, resulting in intense market competition.

In addition, the continuous decline in the cotton prices affected the selling prices of cotton textile products produced by domestic textile manufacturers in the last few months. As a result, domestic textile manufacturers who were utilising the higher-priced cotton purchased previously suffered and are now minimizing their inventories levels. This situation is expected to continue for the next few months.

Whilst management continues to focus on its operational efficiencies and strengthen its inventories management, the next twelve months are expected to continue to be challenging.

当本地市场需求依然疲弱，海外销售订单亦受最近人民币兑欧洲和东南亚货币升值影响。因此，市场竞争非常激烈。

在过去数月，棉价格下降继续给本地纺织厂家的棉纺制品价格带来压力。现正使用之前用较高价格购入的库存棉花来生产制品的厂家已受拖累和正压低其库存水平。此情况预期将会维持数月。

虽然管理层会继续完善营运效率和加强库存管理，未來的 12 個月会依然是艱難和充满挑戰。

**11. Dividend
股息**

**(a) Current Financial Period Reported On
本财政期**

Any dividend declared for the current financial period reported on?
有否股息于本财政期被宣布派发？

Nil.
无。

**(b) Corresponding Period of the Immediately Preceding Financial Year
上财政年同期**

Any dividend declared for the corresponding period of the immediately preceding financial year?
有否股息于上财政年同期被宣布派发？

Nil.
无。

**(c) Date payable
支付日期**

Not applicable.
不适用。

**(d) Books closure date
截止过户日期**

Not applicable.
不适用。

**12. If no dividend has been declared/recommendeded, a statement to that effect.
如没有宣布或建议派发股息，须作此声明。**

No dividend has been recommended for the period under review.
期内没有建议派发股息。

13. Interested person transactions

关联人士交易

The Company does not have a shareholders' mandate for interested person transactions.
本公司没有股东授权的关联人士交易。

14. Negative Assurance Confirmation

负面保证确认

We confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of **China Hongcheng Holdings Limited** which may render these interim financial results for the third quarter ended 31 March 2015 to be false or misleading in any material aspect.

我们确认根据我们所知情的所有资料，没有任何事情导致那些会引起截至2015年3月31日第三季度财务报告出现重大虚假或误导而需要**中国宏诚控股有限公司**董事会需要特别的留意。

Liu Ming 刘明
Executive Chairman & CEO
执行主席及总裁

Zhao Yan 赵岩
Executive Director
执行董事

BY ORDER OF THE BOARD

奉董事会之命

Liu Ming 刘明
Executive Chairman
执行主席
11 May 2015
2015年5月11日