

China Yongsheng Limited
(Incorporated in Singapore under Registration No. 197302032R)

**UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30
SEPTEMBER 2015**

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. ("Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company's Sponsor has not independently verified the contents of this announcement.

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

The details of the contact person for the Sponsor are:

Name: Mr Tan Chong Huat (Registered Professional, RHT Capital Pte. Ltd.)
Address: Six Battery Road #10-01 Singapore 049909
Telephone: 6381 6757

China Yongsheng Limited
(Incorporated in Singapore under Registration No. 197302032R)

UNAUDITED FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2015

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

1(a) Consolidated statement of comprehensive income for China Yongsheng Limited (the “Company”) and its subsidiaries (the “Group”), together with comparative statement for the corresponding period of the immediately preceding financial year.

	Group Third quarter ended				Group 9 months period ended			
	30 September 2015 Rmb'000	30 September 2014 Rmb'000	Increase / (decrease)		30 September 2015 Rmb'000	30 September 2014 Rmb'000	Increase / (decrease)	
			Rmb'000	%			Rmb'000	%
Revenue	47,404	167,131	(119,727)	(72)	194,939	490,684	(295,745)	(60)
Cost of sales	(43,791)	(138,739)	(94,948)	(68)	(181,977)	(431,973)	(249,996)	(58)
Gross profit	3,613	28,392	(24,779)	(87)	12,962	58,711	(45,749)	(78)
Other operating income	1,264	1,949	(685)	(35)	9,889	4,668	5,221	112
Selling and distribution expenses	(1,676)	(2,906)	(1,230)	(42)	(5,947)	(9,295)	(3,348)	(36)
General and administrative expenses	(9,452)	(8,062)	1,390	17	(23,329)	(22,819)	510	2
Other operating expenses	(538)	(308)	230	75	(1,193)	(1,064)	129	12
Share of profit/(loss) of associate	57	(210)	267	N.M.	(52)	965	(1,017)	N.M.
Finance income	1,155	10,399	(9,244)	(89)	12,885	15,422	(2,537)	(16)
Finance expenses	(3,305)	(4,137)	(832)	(20)	(11,529)	(14,258)	(2,729)	(19)
(Loss)/Profit before income tax	(8,882)	25,117	(33,999)	N.M.	(6,314)	32,330	(38,644)	N.M.
Income tax expense								
- current year	(103)	(4,959)	(4,856)	(98)	(1,770)	(8,899)	(7,129)	(80)
- prior years	-	(15)	(15)	N.M.	-	(15)	(15)	N.M.
(Loss)/Profit for the period, representing total comprehensive income for the period	(8,985)	20,143	(29,128)	N.M.	(8,084)	23,416	(31,500)	N.M.

The Group's profit/(loss) before income tax is arrived at after charging/(crediting) the following:

	Group		Group	
	Third quarter ended		9 months period ended	
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Depreciation of property, plant and equipment	3,344	4,316	10,132	13,021
Loss on disposal of property, plant and equipment	207	6	110	62
Property, plant and equipment written off	46	-	46	51
Amortisation of land use rights	46	46	138	138
Gain on disposal of subsidiary	-	-	(7,747)	-
Net (written back of)/allowance for doubtful debts/Bad debts written off	(705)	682	264	3,117
Foreign currency exchange loss/(gain)	1,944	16	1,863	(109)
Allowance for inventory obsolescence	-	-	274	-

Note:

N.M. – Not Meaningful

1(b)(i) Statements of financial position for the Group and the Company, together with comparative statements as at the end of the immediately preceding financial year

	Group		Company	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Non-current assets				
Property, plant and equipment	70,122	81,366	6	13
Land use rights	6,804	6,942	-	-
Subsidiaries	-	-	236,112	236,112
Due from a subsidiary (non-trade)	-	-	95,718	96,002
Associate	3,254	3,306	-	-
Deferred tax assets	9,439	9,439	-	-
	<u>89,619</u>	<u>101,053</u>	<u>331,836</u>	<u>332,127</u>
Current assets				
Inventories	2,111	4,293	-	-
Trade and other receivables	622,390	808,713	12,222	11,603
Cash and cash equivalents	30,890	67,484	1,275	667
	<u>655,391</u>	<u>880,490</u>	<u>13,497</u>	<u>12,270</u>
Assets classified as held for sale	22,675	41,638	-	-
	<u>678,066</u>	<u>922,128</u>	<u>13,497</u>	<u>12,270</u>
Total assets	<u><u>767,685</u></u>	<u><u>1,023,181</u></u>	<u><u>345,333</u></u>	<u><u>344,397</u></u>

	Group		Company	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Capital and reserves				
Share capital	182,405	182,405	653,285	653,285
Reserves	71,651	79,014	-	-
Accumulated profits/(losses)	120,764	121,485	(309,050)	(310,370)
Total equity	<u>374,820</u>	<u>382,904</u>	<u>344,235</u>	<u>342,915</u>
Current liabilities				
Trade and other payables	161,677	397,949	1,098	1,482
Short-term bank borrowings	215,580	219,357	-	-
Mortgage loans	910	6,747	-	-
Income tax payable	6,411	7,937	-	-
	<u>384,578</u>	<u>631,990</u>	<u>1,098</u>	<u>1,482</u>
Liabilities directly associated with assets classified as held for sale	8,287	8,287	-	-
Total liabilities	<u>392,865</u>	<u>640,277</u>	<u>1,098</u>	<u>1,482</u>
Total equity and liabilities	<u><u>767,685</u></u>	<u><u>1,023,181</u></u>	<u><u>345,333</u></u>	<u><u>344,397</u></u>

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

	As at 30 September 2015		As at 31 December 2014	
	Secured	Unsecured	Secured	Unsecured
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Amount repayable in one year or less, or on demand				
Mortgage loans	910	-	6,747	-
Short-term bank borrowings and bills payables	215,580	-	273,557	-
	<u>216,490</u>	<u>-</u>	<u>280,304</u>	<u>-</u>

Details of any collateral:

Mortgage loans, short-term bank borrowings and bills payables are secured by certain property, plant and equipment, land use rights, certain bank balances and trade receivables pledged by certain subsidiaries, and guarantees of certain directors and related parties.

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

	Group		Group	
	Third quarter ended		9 months period ended	
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Operating activities				
(Loss)/Profit before income tax	(8,882)	25,117	(6,314)	32,330
Adjustments for:				
Depreciation of property, plant and equipment	3,344	4,316	10,132	13,021
Loss on disposal of property, plant and equipment	207	6	110	62
Property, plant and equipment written off	46	-	46	51
Amortisation of land use rights	46	46	138	138
Net (written back of)/allowance for doubtful debts/Bad debts written off	(705)	682	264	3,117
Allowance for inventories	-	-	274	-
Gain on disposal of subsidiary	-	-	(7,747)	-
Share of loss/(profit) of associate	(57)	210	52	(965)
Finance income	(1,155)	(10,399)	(12,885)	(15,422)
Finance expenses	3,305	4,137	11,529	14,258
Operating cash flows before movements in working capital	(3,851)	24,115	(4,401)	46,590
Trade and other receivables	84,804	76,301	185,849	93,208
Inventories	440	744	708	500
Trade and other payables	(75,557)	(46,405)	(220,425)	(120,354)
Cash generated from/(used in) operations	5,836	54,755	(38,269)	19,944
Income tax paid	(2)	(3,077)	(3,296)	(5,870)
Net cash from/(used in) operating activities	5,834	51,678	(41,565)	14,074

	Group		Group	
	Third quarter ended		9 months period ended	
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	Rmb'000	Rmb'000	Rmb'000	Rmb'000
Investing activities				
Purchase of property, plant and equipment	-	(99)	(200)	(429)
Proceeds from disposal of property, plant and equipment	337	22	866	74
Net cash inflow from disposal of subsidiary (Note A)	-	-	25,860	-
Interest received	20	239	561	914
Net cash from investing activities	<u>357</u>	<u>162</u>	<u>27,087</u>	<u>559</u>
Financing activities				
Mortgage loan repayments	(1,663)	(3,418)	(5,837)	(12,084)
Loans from related party	-	-	10,000	-
Repayment of loans from related party	-	-	(10,000)	-
Repayments of short-term bank borrowings	(6,401)	(53,600)	(256,958)	(263,750)
Proceeds from short-term bank borrowings	-	21,749	251,563	264,528
Interest paid	(3,424)	(3,999)	(10,884)	(13,491)
Decrease/(Increase) in pledged bank balances	8,504	(12,253)	30,705	14,678
Net cash (used in)/from financing activities	<u>(2,984)</u>	<u>(51,521)</u>	<u>8,589</u>	<u>(10,119)</u>
Net increase/(decrease) in cash and cash equivalents	3,207	319	(5,889)	4,514
Cash and cash equivalents at beginning of the period	<u>22,806</u>	<u>25,138</u>	<u>31,902</u>	<u>20,943</u>
Cash and cash equivalents at end of the period	<u>26,013</u>	<u>25,457</u>	<u>26,013</u>	<u>25,457</u>
Cash and cash equivalents include:				
Cash at bank and on hand	30,890	72,889	30,890	72,889
Assets classified as held for sale	23	23	23	23
Pledged bank balances	<u>(4,900)</u>	<u>(47,455)</u>	<u>(4,900)</u>	<u>(47,455)</u>
	<u>26,013</u>	<u>25,457</u>	<u>26,013</u>	<u>25,457</u>

Note A

During the financial period ended 30 June 2015, the Group disposed of its 100% equity interest in Suzhou Industrial Park Yongsheng Concrete Co., Ltd (“SIP Yongsheng”), to Shanghai Jiangong Construction Material Co., Ltd and Shanghai Construction Overseas (Holdings) Limited. The values of assets and liabilities of SIP Yongsheng recorded in the financial statements as at the date of disposal, and cash flow effect of the disposal are as follows:

	Group 30 June 2015 Rmb'000	Group 30 June 2015 Rmb'000
Property, plant and equipment	185	
Inventories	1,200	
Trade and other receivables	12,237	
Cash and cash equivalents	216	
Assets classified as held for sale	18,963	
Trade and other payables	<u>(10,472)</u>	
Net assets disposed	22,329	
Gain on disposal	<u>7,747</u>	
Total consideration		30,076
Consideration satisfied by:		
Trade and other payables		(4,000)
Cash and cash equivalents on disposal of subsidiary		<u>(216)</u>
Net cash inflow on disposal of subsidiary		<u>25,860</u>

1(d)(i) Statements for the Group and the Company 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.

	Share capital Rmb'000	Reserves Rmb'000	Accumulated profits Rmb'000	Total equity Rmb'000
<u>Group</u>				
At 1 January 2014	182,405	74,297	112,320	369,022
Profit for the period, representing total comprehensive income for the period	-	-	23,416	23,416
At 30 September 2014	182,405	74,297	135,736	392,438
At 1 January 2015	182,405	79,014	121,485	382,904
Loss for the period, representing total comprehensive income for the period	-	-	(8,084)	(8,084)
Disposal of subsidiary	-	(7,363)	7,363	-
At 30 September 2015	182,405	71,651	120,764	374,820
	Share capital Rmb'000	Accumulated losses Rmb'000	Total equity Rmb'000	
<u>Company</u>				
At 1 January 2014	653,285	(308,530)	344,755	
Profit for the period, representing total comprehensive income for the period	-	347	347	
At 30 September 2014	653,285	(308,183)	345,102	
At 1 January 2015	653,285	(310,370)	342,915	
Profit for the period, representing total comprehensive income for the period	-	1,320	1,320	
At 30 September 2015	653,285	(309,050)	344,235	

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.

The Company did not issue any new capital during the financial period ended 30 September 2015.

There are no outstanding convertibles or treasury shares as at 30 September 2015 and 30 September 2014 respectively.

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 Company did not hold any treasury shares as at the end of the current financial period reported on and as at the end of the immediately preceding financial year. The total number of issued shares of the Company as at 30 September 2015 and as at 31 December 2014 is 1,663,900,000.

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

There was no sale, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

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

The figures have not been audited nor reviewed by our auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 section 5 below, the Group has adopted the same accounting policies and methods of computation for the current financial period ended 30 September 2015 as compared with the audited consolidated financial statements for the financial year ended 31 December 2014.

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 adopted various new/revised Financial Reporting Standards (FRS) and Interpretations of FRSs (INT FRSs) which took effect for the financial year beginning on 1 January 2015. The adoption of these new/revised FRS and INT FRSs did not result in any significant impact on the financial statements of the Group.

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.

	Group Third quarter ended		Group 9 months period ended	
	30 September 2015	30 September 2014	30 September 2015	30 September 2014
	Rmb	Rmb	Rmb	Rmb
(a) Based on weighted average number of ordinary shares (cents/share)	<u>(0.54)</u>	<u>1.21</u>	<u>(0.49)</u>	<u>1.41</u>
(b) Based on fully diluted basis (cents/share)	<u>(0.54)</u>	<u>1.21</u>	<u>(0.49)</u>	<u>1.41</u>
Weighted average number of shares ('000) in issue used for calculation of earnings per share	<u>1,663,900</u>	<u>1,663,900</u>	<u>1,663,900</u>	<u>1,663,900</u>

Earnings per share is calculated based on the Group's profit/(loss) for the period attributable to the equity holders of the Company divided by the weighted average number of ordinary shares in issue during the financial period.

The Group does not have any potential dilutive ordinary shares in existence for the financial periods ended 30 September 2015 and 30 September 2014.

7. **Net asset value for the Group and the Company 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.**

	Group		Company	
	30 September 2015	31 December 2014	30 September 2015	31 December 2014
	Rmb	Rmb	Rmb	Rmb
Net asset value per ordinary share based on issued share capital as at the end of the period (cents/share)	22.53	23.01	20.69	20.61
Number of shares in issue as at end of the period ('000)	1,663,900	1,663,900	1,663,900	1,663,900

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 of Performance – 3rd Quarter of FY2015

Revenue

Revenue decreased from Rmb167.1 million in the third quarter of FY2014 to Rmb47.4 million in the third quarter of FY2015 mainly due to a substantial drop in sales volume experienced in this quarter.

Cost of sales

Cost of sales decreased from Rmb138.7 million in the third quarter of FY2014 to Rmb43.8 million in the third quarter of FY2015 mainly in line with the decrease in revenue.

Gross profit

Gross profit decreased from Rmb28.4 million in the third quarter of FY2014 to Rmb3.6 million in the third quarter of FY2015 mainly in line with the decrease in revenue.

Other operating income

Other operating income decreased from Rmb1.9 million in the third quarter of FY2014 to Rmb1.3 million in the third quarter of FY2015 mainly due to lower compensation received from customers which is partially offset by the increase in government grants.

Selling and distribution expenses

Selling and distribution expenses decreased from Rmb2.9 million in the third quarter of FY2014 to Rmb1.7 million in the third quarter of FY2015 mainly due to lower marketing expenses incurred during the period.

General and administrative expenses

General and administrative expenses increased from Rmb8.1 million in the third quarter of FY2014 to Rmb9.5 million in the third quarter of FY2015 mainly due to increase in exchange loss and restructuring costs incurred. These increases are partially offset by the write back of allowance of doubtful debts and decrease in legal and professional fees.

Other operating expenses

Other operating expenses increased from Rmb0.3 million in the third quarter of FY2014 to Rmb0.5 million in the third quarter of FY2015 mainly due to increase in loss on disposal of property, plant and equipment.

Share of profit of associate

The share of profit of associate was due to profits reported by the associate.

Finance income

The effect of the discounting of trade receivables which are contractually collectible after one year is debited against revenue whereas the subsequent unwinding effect of discounting is recognised as finance income. Finance income decreased from Rmb10.4 million in the third quarter of FY2014 to Rmb1.2 million in the third quarter of FY2015 mainly due to lower unwinding effect of the discounting in the third quarter of FY2015.

Finance expenses

Finance expenses decreased from Rmb4.1 million in the third quarter of FY2014 to Rmb3.3 million in the third quarter of FY2015 mainly due to decreases in interest rates in relation to bank loans and lower bank borrowings.

Income tax expense

Income tax expense of Rmb0.1 million incurred in the third quarter of FY2015 was mainly attributable to taxable income generated by profitable subsidiaries.

Review of Performance – 9 months period ended 30 September 2015

Revenue

Revenue decreased from Rmb490.7 million in the 9 months period ended 30 September 2014 to Rmb194.9 million in the 9 months period ended 30 September 2015 mainly due to a substantial drop in sales volume.

Cost of sales

Cost of sales decreased from Rmb432.0 million in the 9 months period ended 30 September 2014 to Rmb182.0 million in the 9 months period ended 30 September 2015 mainly in line with the decrease in revenue.

Gross profit

Gross profit decreased from Rmb58.7 million in the 9 months period ended 30 September 2014 to Rmb13.0 million in the 9 months period ended 30 September 2015 mainly in line with the decrease in revenue.

Other operating income

Other operating income increased from Rmb4.7 million in the 9 months period ended 30 September 2014 to Rmb9.9 million in the 9 months period ended 30 September 2015 mainly due to the disposal of Suzhou Industrial Park Yongsheng Concrete Co., Ltd. This increase is partially offset by the decreases in government grants, rental income and compensation from customers.

Selling and distribution expenses

Selling and distribution expenses decreased from Rmb9.3 million in the 9 months period ended 30 September 2014 to Rmb5.9 million in the 9 months period ended 30 September 2015 mainly due to lower marketing expenses incurred during the period.

Other operating expenses

Other operating expenses increased from Rmb1.1 million in the 9 months period ended 30 September 2014 to Rmb1.2 million in the 9 months period ended 30 September 2015 mainly due to the allowance for inventory obsolescence and increase in loss on disposal of property, plant and equipment. These were partially offset by the decreases in expenses related to rental vehicles and vessels to third parties.

Share of (loss)/profit of associate

The decrease in share of profit of associate was due to losses reported by the associate in the first 6 months of the year.

Finance income

The effect of the discounting of trade receivables which are contractually collectible after one year is debited against revenue whereas the subsequent unwinding effect of discounting is recognised as finance income. Finance income decreased from Rmb15.4 million in the 9 months period ended 30 September 2014 to Rmb12.9 million in the 9 months period ended 30 September 2015 mainly due to lower unwinding effect of the discounting in the period.

Finance expenses

Finance expenses decreased from Rmb14.3 million in the 9 months period ended 30 September 2014 to Rmb11.5 million in the 9 months period ended 30 September 2015 mainly due to lower bank borrowings.

Income tax expense

Income tax expense of Rmb1.8 million incurred in the 9 months period ended 30 September 2015 was mainly attributable to the tax on gain on disposal of Suzhou Industrial Park Yongsheng Concrete Co., Ltd.

Review of Financial Position

Property, plant and equipment decreased from Rmb81.4 million as at 31 December 2014 to Rmb70.1 million as at 30 September 2015 mainly due to depreciation for the period.

Inventories decreased from Rmb4.3 million as at 31 December 2014 to Rmb2.1 million as at 30 September 2015 mainly due to disposal of subsidiary.

Trade and other receivables decreased from Rmb808.7 million as at 31 December 2014 to Rmb622.4 million as at 30 September 2015 mainly due to decrease in sales and collections from trade receivables.

Assets held for sale decreased from Rmb41.6 million as at 31 December 2014 to Rmb22.7 million as at 30 September 2015 mainly due to disposal of subsidiary.

Trade and other payables decreased from Rmb397.9 million as at 31 December 2014 to Rmb161.7 million as at 30 September 2015 mainly due to increase in payments to trade payables.

Mortgage loans decreased from Rmb6.7 million as at 31 December 2014 to Rmb1.0 million as at 30 September 2015 due to repayment made during the period.

Income tax payable decreased from Rmb7.9 million as at 31 December 2014 to Rmb6.4 million as at 30 September 2015 mainly due to income tax paid during the period.

Review of Cash Flows

The Group reported positive cash flows from operating activities of Rmb5.8 million in the third quarter of FY2015 mainly due to movements in working capital, where the decrease in trade and other receivables is greater than the decrease in trade and other payables.

Cash flows from investing activities in the third quarter of FY2015 amounting to Rmb0.4 million were mainly attributable to proceeds from the disposal of property, plant and equipment during the period.

Cash flows used in financing activities in the third quarter of FY2015 amounting to Rmb3.0 million were attributable to repayments of mortgage loans and short-term bank borrowings and payment of interest. These are offset by the decrease in pledged bank balances.

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

No forecast or prospect statement has been previously disclosed to the 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 Group continues to operate in a challenging and competitive environment amidst the continued weaknesses in the building and housing industries in Suzhou. The situation is not expected to improve in the near future.

The Company had announced on 23 October 2014 that the Board received a formal proposal (the “Proposal”) from an entity related to certain executive directors of the Company that may result in the delisting of the Company. As set out in the update announcements dated 30 November 2014, 24 December 2014, 23 January 2015, 23 February 2015, 23 March 2015, 23 April 2015, 22 May 2015, 22 June 2015, 22 July 2015, 21 August 2015, 21 September 2015 and 21 October 2015 respectively, discussions are still ongoing and there is no certainty whether a transaction will take place pursuant to the Proposal.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared during the current financial period reported on?

Nil

(b) Corresponding period of the immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Nil

(c) Date Payable.

Not applicable.

(d) Book closure date.

Not applicable.

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

No dividend has been declared/recommendeded.

13. Interested Person Transactions (“IPT”)

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.

The aggregate value of transactions entered into by the Group with interested persons and their affiliates, as defined in the SGX Listing Manual, is less than S\$100,000.

The Group does not have any general mandate from shareholders for the current financial period pursuant to Rule 920.

Confirmation By The Board

We, Sun Jianming and Zhao Deming, being two Directors of China Yongsheng Limited (the “Company”), do hereby confirm on behalf of the Board of Directors of the Company 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 financial results for the 9 months period ended 30 September 2015 as set out above to be false or misleading in any material aspect.

For and on behalf of the Board

Sun Jianming

Zhao Deming