



Lizhong Wheel Group Ltd.

No.948 East Qiyi Road, Lizhong Building, Baoding City, Hebei Province, China

Tel: (86) 312 5997688 Fax: (86) 312 5997666

Website: www.lzwheel.com Email: lzwheelgroup@lzwheel.com

Lizhong Wheel's net profit attributable to shareholders increased 25.1% yoy to RMB87.9 million for FY2014

- Revenue up 8.0% yoy on the back of higher revenue from the overseas OEM business segment
- Gross profit margin increased 3.2 percentage points attributable to higher margins from increased overseas OEM sales
- The Group to benefit from the expected growth in China's automobile market and its export markets

Key Financial Highlights

(RMB 'Mil)	FY2014	FY2013	Change (%)
Revenue	2,909.7	2,695.2	8.0
Gross Profit	480.2	358.7	33.9
Gross Profit Margin	16.5%	13.3%	3.2 pp
Operating Expenses	(345.0)	(268.8)	28.3
Net Profit Attributable To Shareholders	87.9	70.3	25.1
Earnings Per Share* (RMB Cents)	37.41	29.91	25.1

Note:

pp: percentage point

*Based on the weighted average number of 235,025,550 shares

Singapore, 27 February 2014 – Lizhong Wheel Group Ltd. (“Lizhong Wheel” or “The Group” or “立中车轮”), the leading manufacturer of aluminum alloy wheels in China, today announced a 25.1% year-on-year (“yoy”) increase in its net profit attributable to shareholders to RMB87.9 million for its twelve months ended 31 December 2014 (“FY2014”).

Revenue increased 8.0% yoy to RMB2,909.7 million for FY2014, resulting from revenue from the overseas Original Equipment Manufacturer (“OEM”) business segment of approximately RMB314.0 million, partially offset by the RMB131.3 million decrease in domestic OEM business segment, overseas aftermarket business segment and domestic aftermarket business segment.

Revenue Breakdown by Business Segment

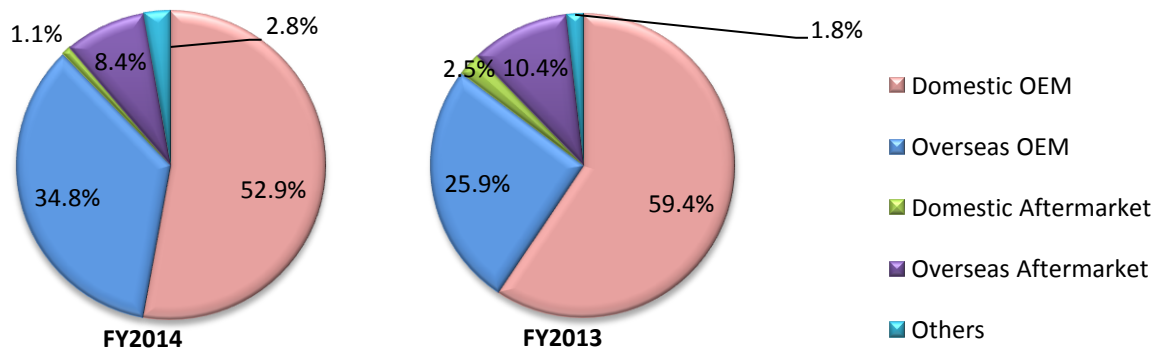


Lizhong Wheel Group Ltd.

No.948 East Qiyi Road, Lizhong Building, Baoding City, Hebei Province, China

Tel: (86) 312 5997688 Fax: (86) 312 5997666

Website: www.lzwheel.com Email: lzwheelgroup@lzwheel.com



Gross profit increased 33.9% yoy to RMB480.2 million for FY2014. Gross profit margin improved 3.2 percentage points yoy from 13.3% for FY2013 to 16.5% for FY2014 due to higher margins from increased overseas OEM sales.

Operating expenses increased 28.3% yoy to RMB345.0 million for FY2014 largely due to increase in agent commission, delivery fees, research expenses, staff related costs and other miscellaneous expenses.

With the better financial performance, the Group recorded a 25.1% increase in earnings per share (“EPS”) from 29.91 Renminbi cents to 37.41 Renminbi cents for FY2014.

Outlook

2015 remains a very challenging year for the Group due to expected slowdown in the economy of China and global currency fluctuations. However, the Group is likely to benefit from expected higher automotive sales in China and its export markets. Barring any unforeseen circumstances, the Group is expected to remain profitable for the financial year ending 31 December 2015.

Lizhong Wheel’s Executive Chairman, Mr. Zang Ligen commented, **“the manufacturing industry is gaining tighter competition due to the higher labor cost and the slowdown in China’s economic growth. However, growth in income is expected to boost the number of passenger vehicles in China. We will stay focused on improving product quality and continue to develop our export markets.”**



Lizhong Wheel Group Ltd.

No.948 East Qiyi Road, Lizhong Building, Baoding City, Hebei Province, China

Tel: (86) 312 5997688 Fax: (86) 312 5997666

Website: www.lzwheel.com Email: lzwheelgroup@lzwheel.com

- The End -

About Lizhong Wheel Group Ltd.

Lizhong Wheel Group Ltd. ("Lizhong Wheel", "The Group" or "立中车轮") is principally engaged in the design, manufacture and sale of aluminum alloy wheels for use in various types of automobiles. It has over 400 different models of electro-plated and spray-painted aluminum alloy wheels, with sizes ranging from 12 to 24 inches in diameter. Lizhong Wheel's products are sold to the retail, domestic and export OEM markets.

Currently, Lizhong Wheel has five wheel production plants and a R&D centre in China and one wheel production plant in Thailand. The total annual production capacity of the Group is 13 million wheels.

Lizhong Wheel is incorporated in Singapore and was listed on the Main Board of the SGX on 19 October 2005.

Issued for and on behalf of Lizhong Wheel Group Ltd.

By Financial PR Pte Ltd

For more information, please contact:

Zhang Yuchao / Ngo Yit Sung

Investor Relations Consultants

Tel: 65-6438 2990 / Fax: 65-6438 0064

Email: staff@financialpr.com.sg