



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

The directors are pleased to announce the results for the first quarter from 1 January 2017 to 31 March 2017 (“1Q2017”). The comparative is for the first quarter from 1 January 2016 to 31 March 2016 (“1Q2016”). The figures have not been audited.

- 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 Profit or Loss and Other Comprehensive Income

	Group		
	1.1.2017 to 31.3.2017 RMB'000	1.1.2016 to 31.3.2016 RMB'000	Change %
Revenue	197,894	189,390	4.5%
Cost of sales	(152,804)	(141,462)	8.0%
Gross profit	45,090	47,928	(5.9%)
Gross profit margin (%)	22.8%	25.3%	(2.5%)
Other income	3,110	2,904	7.1%
Distribution and selling expenses	(14,072)	(11,592)	21.4%
Administrative expenses	(14,998)	(13,301)	12.8%
Other expenses, net	(140)	(3,646)	(96.2%)
Finance expenses	(1,218)	(2,195)	(44.5%)
Profit before tax	17,772	20,098	(11.6%)
Tax expense	(2,487)	(4,161)	(40.2%)
Profit for the period	15,285	15,937	(4.1%)
Net profit margin (%)	7.7%	8.4%	(0.7%)
Other comprehensive (loss)/income: Items that are or may be reclassified subsequently to profit or loss:			
Currency translation differences arising on consolidation	(76)	2,156	N.M
Total comprehensive income for the period	15,209	18,093	(15.9%)
Total comprehensive income attributable to:			
Equity holders of the Company	15,209	18,093	(15.9%)

N.M. denotes Not Meaningful



Explanatory Notes

On 12 April 2006, the Company was converted to a public limited company. The Company was admitted to the Official List of the Main Board of the Singapore Exchange Securities Trading Limited ("SGX-ST") on 27 April 2006. World Precise Machinery (China) Co., Ltd. ("WPMC"), World Heavy Machine Tools (China) Co., Ltd. ("WHMT"), World CNC Machine Tool (Jiangsu) Co., Ltd. ("WCNC"), World Precise Machinery Marketing Company ("WPMM"), World Precise Machinery (Shenyang) Co., Ltd. ("WPMS") and World Precise Machinery Parts (Jiangsu) Co., Ltd. ("WPMP") which are incorporated in the China, are wholly-owned subsidiaries of the Company. With effect from 1 December 2015, WHMT, WCNC and WPMM have been amalgamated into WPMC.

(B) Profit before tax

This is determined after charging / (crediting) the following:

	Group	
	1.1.2017 to 31.3.2017 RMB'000	1.1.2016 to 31.3.2016 RMB'000
Amortisation of land use rights	759	759
Amortisation of intangible assets	2,056	1,815
Bad debts written off (trade)	-	744
Depreciation of property, plant and equipment	13,028	13,929
Interest expenses	1,206	2,174
Interest income	(10)	(41)
Foreign exchange (gain)/loss, net	(49)	2,186
Property, plant and equipment written off	1,287	1,187



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	
	31.3.2017 RMB'000	31.12.2016 RMB'000	31.3.2017 RMB'000	31.12.2016 RMB'000
Non-current assets				
Property, plant and equipment	692,114	700,810	-	-
Land use rights	127,607	128,366	-	-
Investments in subsidiaries	-	-	790,771	769,293
Intangible assets	52,250	36,318	-	-
Other receivables	19,092	10,723	-	-
	<u>891,063</u>	<u>876,217</u>	<u>790,771</u>	<u>769,293</u>
Current assets				
Inventories	338,864	353,545	-	-
Land use rights	3,003	3,003	-	-
Trade receivables	187,546	192,724	-	-
Other receivables	29,968	21,737	53	14
Due from related parties (trade)	76,009	58,142	-	-
Due from related parties (non-trade)	99	46	-	-
Due from a subsidiary (non-trade)	-	-	-	105
Cash and cash equivalents	3,704	10,166	100	375
	<u>639,193</u>	<u>639,363</u>	<u>153</u>	<u>494</u>
Total assets	<u>1,530,256</u>	<u>1,515,580</u>	<u>790,924</u>	<u>769,787</u>
Non-current liabilities				
Deferred tax liability	3,300	3,300	-	-
Current liabilities				
Trade payables	214,258	212,097	-	-
Bills payables	35,989	27,936	-	-
Other payables	149,478	145,834	1,718	758
Due to related parties (trade)	2,317	2,124	-	-
Due to related parties (non-trade)	578	587	-	-
Due to a subsidiary (non-trade)	-	-	1,783	1,840
Bank loans	83,000	98,000	-	-
Income tax payable	1,460	1,035	-	-
	<u>487,080</u>	<u>487,613</u>	<u>3,501</u>	<u>2,598</u>
Total liabilities	<u>490,380</u>	<u>490,913</u>	<u>3,501</u>	<u>2,598</u>
Net current assets/(liabilities)	<u>152,113</u>	<u>151,750</u>	<u>(3,348)</u>	<u>(2,104)</u>
Net assets	<u>1,039,876</u>	<u>1,024,667</u>	<u>787,423</u>	<u>767,189</u>



	Group		Company	
	31.3.2017	31.12.2016	31.3.2017	31.12.2016
	RMB'000	RMB'000	RMB'000	RMB'000
Equity attributable to the equity holders of the Company				
Share capital	250,660	250,660	250,660	250,660
Capital reserve	97,097	97,097	-	-
Statutory reserves	124,948	123,057	-	-
Retained earnings	557,313	543,919	532,962	534,131
Currency translation reserve	9,858	9,934	3,801	(17,602)
Total Equity	1,039,876	1,024,667	787,423	767,189

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

	As at 31 March 2017		As at 31 December 2016	
	Secured	Unsecured	Secured	Unsecured
	RMB '000	RMB '000	RMB '000	RMB '000
Current liabilities				
Bank loans	83,000	-	98,000	-

Details of any collateral

As at 31 March 2017, bank loans comprised the following:

- 1) RMB45.0 million is secured by a guarantee issued by a subsidiary, World Precise Machinery (China) Co., Ltd. (沃得精机(中国)有限公司), and land and building of World Precise Machinery (Shenyang) Co., Ltd. (沃得精机(沈阳)有限公司). The loan is repayable quarterly with effect from 1Q2013 and has a maturity date in 3Q2017.
- 2) RMB10.0 million is secured by personal guarantee by the Group's non-executive director, Mr. Wang Weiyao and his spouse, Mrs. Zhang Ahmei, all of whom are related parties of the Group. The loan is repayable in 2Q2017.
- 3) RMB10.0 million is secured by personal guarantee by the Group's non-executive director, Mr. Wang Weiyao and his spouse, Mrs. Zhang Ahmei, all of whom are related parties of the Group. The loan is repayable in 3Q2017.
- 4) RMB18.0 million is secured by personal guarantee by the Group's non-executive director, Mr. Wang Weiyao and his spouse, Mrs. Zhang Ahmei, all of whom are related parties of the Group. The loan is repayable in 3Q2017.



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	
	1.1.2017 to 31.3.2017 RMB'000	1.1.2016 to 31.3.2016 RMB'000
Cash flows from operating activities		
Profit before tax	17,772	20,098
Adjustments for:		
Amortisation of land use rights	759	759
Amortisation of intangible assets	2,056	1,815
Depreciation of property, plant and equipment	13,028	13,929
Interest expense	1,206	2,174
Interest income	(10)	(41)
Property, plant and equipment written off	1,287	1,187
	36,098	39,921
Operating cash flow before working capital changes		
Inventories	14,681	23,036
Receivables	(20,973)	(33,276)
Payables	12,268	(16,457)
Currency translation adjustments	(91)	2,114
	41,983	15,338
Cash generated from operations		
Interest received	10	41
Income tax paid	(2,062)	(2,066)
	39,931	13,313
Net cash from operating activities		
Cash flows from investing activities		
Purchase of property, plant and equipment (Note A)	(20,267)	(6,470)
Addition of intangible assets	(17,988)	(2,328)
	(38,255)	(8,798)
Net cash used in investing activities		
Cash flows from financing activities		
Proceeds from bank loans	-	18,000
Repayment of bank loans	(15,000)	(15,000)
Bank deposits released from pledge	570	2,000
Bank deposits pledge	(570)	(535)
Interest paid	(1,206)	(2,174)
Increase/(decrease) in bills payables to bank	8,053	(2,961)
	(8,153)	(670)
Net cash used in financing activities		



	Group	
	1.1.2017 to 31.3.2017 RMB'000	1.1.2016 to 31.3.2016 RMB'000
Net (decrease)/increase in cash and cash equivalents	(6,477)	3,845
Cash and cash equivalents at beginning of the financial period	9,596	8,601
Effect of exchange rate changes on cash and cash equivalents	15	42
	<hr/>	<hr/>
Cash and cash equivalents at end of the financial period	3,134	12,488
	<hr/>	<hr/>
Cash and cash equivalents per consolidated statement of cash flows	3,134	12,488
Bank deposits pledged	570	535
	<hr/>	<hr/>
Cash and cash equivalents per consolidated statement of financial positions	3,704	13,023
	<hr/>	<hr/>

Note A:

	Group	
	1.1.2017 to 31.3.2017 RMB'000	1.1.2016 to 31.3.2016 RMB'000
Total additions to property, plant and equipment	5,619	2,914
Add: changes in unpaid portion	6,279	1,316
Add: changes in prepayments	8,369	2,240
	<hr/>	<hr/>
Purchase of property, plant and equipment per consolidated statement of cash flows	20,267	6,470
	<hr/>	<hr/>



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.

Group

Total equity attributable to equity holders of the Company

	Share capital	Capital reserve	Statutory reserves	Retained earnings	Currency translation reserve	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at 1.1.2017	250,660	97,097	123,057	543,919	9,934	1,024,667
Profit for the period	-	-	-	15,285	-	15,285
<i>Other comprehensive loss</i>						
Currency translation differences arising on consolidation	-	-	-	-	(76)	(76)
Total comprehensive income / (loss) for the period	-	-	-	15,285	(76)	15,209
Transfer to statutory reserves	-	-	1,891	(1,891)	-	-
Balance as at 31.3.2017	250,660	97,097	124,948	557,313	9,858	1,039,876

	Share capital	Capital reserve	Statutory reserves	Retained earnings	Currency translation reserve	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance as at 1.1.2016	250,660	97,097	118,767	568,130	8,011	1,042,665
Profit for the period	-	-	-	15,937	-	15,937
<i>Other comprehensive income</i>						
Currency translation differences arising on consolidation	-	-	-	-	2,156	2,156
Total comprehensive income for the period	-	-	-	15,937	2,156	18,093
Transfer to statutory reserves	-	-	1,913	(1,913)	-	-
Balance as at 31.3.2016	250,660	97,097	120,680	582,154	10,167	1,060,758



Company

	Share capital RMB'000	Retained earnings RMB'000	Currency translation reserve RMB'000	Total equity RMB'000
Balance as at 1.1.2017	250,660	534,131	(17,602)	767,189
Loss for the period	-	(1,169)	-	(1,169)
<i>Other comprehensive income</i>				
Currency translation differences arising from translation into the presentation currency	-	-	21,403	21,403
Total comprehensive (loss)/income for the period	-	(1,169)	21,403	20,234
Balance as at 31.3.2017	250,660	532,962	3,801	787,423
	Share capital RMB'000	Retained earnings RMB'000	Currency translation reserve RMB'000	Total equity RMB'000
Balance as at 1.1.2016	250,660	575,975	(52,307)	774,328
Loss for the period	-	(1,228)	-	(1,228)
<i>Other comprehensive income</i>				
Currency translation differences arising from translation into the presentation currency	-	-	32,836	32,836
Total comprehensive (loss)/income for the period	-	(1,228)	32,836	31,608
Balance as at 31.3.2016	250,660	574,747	(19,471)	805,936

Explanatory Notes:

Capital Reserve

Capital reserve arises from amalgamation of subsidiaries. With effect from 1 December 2015, WHMT, WCNC and WPMM were amalgamated into WPMC. This reserve is non-distributable.

Statutory Reserves

The non-distributable statutory reserves represent amounts set aside in compliance with the local laws in China where the subsidiaries operate. The subsidiaries are considered a foreign investment enterprise and the percentage of appropriation from the net profit after tax to the various reserve funds are determined by the Board of Directors of the subsidiaries.

In accordance with the Foreign Enterprise Law applicable to subsidiaries in China, the subsidiaries are required to make appropriation to a Statutory Reserve Fund ("SRF"). At least 10 per cent of the statutory after tax profits as determined in accordance with the applicable Chinese accounting standards and regulations must be allocated to the SRF until the cumulative total of the SRF reaches 50% of the registered capital of the respective subsidiaries.



The SRF may be used to offset accumulated losses or increase the registered capital of the company, subject to approval from relevant Chinese authorities and is not available for dividend distribution to the shareholders. The Chinese enterprises are prohibited from distributing dividends unless the losses (if any) of previous years have been made good.

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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.

During the three months ended 31 March 2017, there has been no change in the issued and paid-up share capital of the Company. There are also no outstanding convertibles 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 does not have any treasury shares and there are no subsidiary holdings.

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

	As at 31 March 2017	As at 31 December 2016
Total number of issued shares	400,000,000	400,000,000
Less: treasury shares	-	-
Total number of issued shares excluding treasury shares	400,000,000	400,000,000

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

The Company does not have any outstanding treasury shares as at the end of the current period reported on.

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current period reported on.

Not applicable as the Company does not have any subsidiary that holds shares issued by the Company.

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 Group'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 Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements as of 31 December 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.

In the current financial period, the Group has adopted all new and revised Financial Reporting Standards ("FRS") and Interpretation of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on 1 January 2017. The adoption of the new/revised FRS and INT FRS does not result in any significant changes to the accounting policies of the Group and has no material effect on the amounts reported for the current and prior periods.

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.

	1.1.2017 to 31.3.2017	1.1.2016 to 31.3.2016
(a) Based on weighted average number of ordinary shares on issue (RMB); and	0.04	0.04
(b) On a fully diluted basis (RMB)	0.04	0.04
Weighted average number of shares	400,000,000	400,000,000

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.

	Group		Company	
	31.3.2017	31.12.2016	31.3.2017	31.12.2016
	RMB	RMB	RMB	RMB
Net asset value per ordinary share based on issued share capital at the end of the respective periods:	2.60	2.56	1.97	1.92
No. of shares in computing NAV	400,000,000	400,000,000	400,000,000	400,000,000



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

(A) Consolidated Statement of Profit or Loss and Other Comprehensive Income

(i) Turnover

For the 3 months ended 31 March 2017 ("1Q2017"), the Group's turnover increased by 4.5% to RMB197.9 million from RMB189.4 million for the 3 months ended 31 March 2016 ("1Q2016").

In terms of sales performance for 1Q2017, sales of conventional stamping machines increased by 8.6% and sales of high performance and high tonnage stamping machines increased by 7.0% compared to 1Q2016.

The increase in number of units sold in conventional stamping machines and high performance and high tonnage stamping machines which was partially offset by a downward revision in the average selling prices of the stamping machines, contributed to the overall increase in turnover.

The Group's turnover was mainly derived from sales in Jiangsu, Guangdong and Zhejiang.

(ii) Gross Profit

The Group's gross profit for 1Q2017 decreased by 5.9% to RMB45.1 million from RMB47.9 million in 1Q2016. The gross profit margin decreased by 2.5% to 22.8% in 1Q2017 from 25.3% in 1Q2016.

In terms of stamping machines' gross profit margin for 1Q2017, gross profit margin for conventional stamping machines decreased by 6.3% to 15.0% in 1Q2017 from 21.3% in 1Q2016 while gross profit margin for high performance and high tonnage stamping machines decreased by 3.5% to 24.2% in 1Q2017 from 27.7% in 1Q2016.

Overall, the decrease in the Group's gross profit margin for 1Q2017 was mainly due to an increase in raw materials costs and a downward revision in the average selling prices of the stamping machines which was partially offset by an increase in production of conventional stamping machines and high performance and high tonnage stamping machines.

(iii) Other Income

In 1Q2017, the Group's other income increased by 7.1% to RMB3.1 million from RMB2.9 million in 1Q2016.

The increase was mainly due to an increase in sales of raw materials and parts.



(iv) Distribution and Selling Expenses

In 1Q2017, the Group's distribution and selling expenses increased by 21.4% to RMB14.1 million from RMB11.6 million in 1Q2016 in tandem with increase in turnover. As a percentage of total revenue, distribution and selling expenses increased by 1.0% to 7.1% in 1Q2017 from 6.1% in 1Q2016.

The increase was mainly due to an increase in sales commission payable to sales personnel and transport expenses.

(v) Administrative Expenses

In 1Q2017, the Group's administrative expenses increased by 12.8% to RMB15.0 million from RMB13.3 million in 1Q2016. As a percentage of total revenue, administrative expenses increased by 0.6% to 7.6% in 1Q2017 from 7.0% in 1Q2016.

Overall, the increase was mainly due to an increase in research and development costs for stamping machines and staff related costs.

The Group continues to enhance its technical capabilities to launch higher value added stamping machines through its research and development.

(vi) Depreciation and Amortisation Expenses

In 1Q2017, the Group's depreciation and amortisation expenses decreased by 4.0% to RMB15.8 million from RMB16.5 million in 1Q2016.

The decrease was mainly due to certain property, plant and equipment of its subsidiaries having being fully depreciated. This was partially offset by an increase in amortisation charged for intangible assets acquired in FY2016.

(vii) Other Expenses, Net

In 1Q2017, the Group's other expenses decreased by 96.2% to RMB0.1 million from RMB3.6 million in 1Q2016.

The decreased was mainly due to foreign exchange gain.

(viii) Finance Expenses

For 1Q2017, the Group's finance expenses recorded a decrease of 44.5% to RMB1.2 million from RMB2.2 million in 1Q2016.

The decrease was mainly due to a gradual decrease in interest expenses in tandem with a gradual decrease in bank loans which was partially offset by an interest paid for early redemption of bill receivables.

(ix) Profit Before Tax

In 1Q2017, the Group's profit before tax ("PBT") decreased by 11.6% to RMB17.8 million from RMB20.1 million in 1Q2016.



(x) Tax Expense

Overall, the Group's tax expenses had decreased in tandem with the Group's PBT for 1Q2017.

In 1Q2017 the Group's tax expense decreased by 40.2% to RMB2.5 million from RMB4.2 million in 1Q2016.

No additional provision for deferred tax liability in 1Q2017 as the existing provision for deferred tax liability is suffice also contributed to the decrease in tax expense in 1Q2017.

WPMC enjoyed preferential income tax rate of 15% as WPMC have been regarded as High-Tech Enterprises.

WPMS and WPMP were subjected to tax at the statutory tax rate of 25%.

(xi) Net Profit After Tax

Overall, the Group's net profit after tax ("NPAT") decreased in tandem with the Group's PBT for 1Q2017.

In 1Q2017, the Group's NPAT decreased by 4.1% to RMB15.3 million from RMB15.9 million in 1Q2016. Net profit margin decreased by 0.7% to 7.7% from 8.4% in 1Q2016.

(B) Consolidated Statement of Financial Positions

For the period under review, the Group's non-current assets increased by approximately RMB14.8 million due to acquisition of property, plant and equipment and intangible assets net of the depreciation and amortisation expenses.

The Group's total current assets decreased by approximately RMB0.2 million from RMB639.4 million as at 31 December 2016 to RMB639.2 million as at 31 March 2017. This was attributable to a decrease in inventories (which was mainly due to an increase in sales in March 2017), trade receivables (which was mainly due to management efforts in debt collections) and cash and cash equivalents which were partially offset by an increase in other receivables (which was mainly due to an increase prepayment for raw materials, transportation costs and legal fees) and amounts due from related parties (trade and non-trade related).

The Group's total current liabilities decreased by approximately RMB0.5 million from RMB487.6 million as at 31 December 2016 to RMB487.1 million as at 31 March 2017. This was attributable to a decrease in bank loans (due to repayment of bank loan) and amounts due to related parties (non-trade related) which were partially offset by an increase in trade payables, bills payables (mainly issued to pay suppliers), other payables (mainly due to accrued for operating expenses), amounts due to related parties (trade related) and income tax payable.

The Group is in a net current assets position as at 31 March 2017 of RMB152.1 million.

(C) Consolidated Statement of Cash Flows

For the 3 months ended 31 March 2017, the Group recorded a net cash decrease of approximately RMB6.5 million. This was mainly due to: -

- a) the net cash inflow arising from operating activities amounted to RMB39.9 million. The reasons were discussed in the consolidated statement of profit or loss and other comprehensive income and consolidated statement of financial position.



- b) the net cash outflow arising from financing activities amounted to RMB8.2 million and which arose mainly from repayment of bank loan and interest paid which was partially offset by increase in bills payables from bank.
- c) the net cash outflow arising from investing activities amounted to RMB38.3 million and which was mainly due to the purchase of property, plant and equipment and addition of intangible assets.

Cash and cash equivalents as at 31 March 2017 stood at RMB3.7 million (of which RMB0.5 million was pledged for performance guarantee).

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

The 1Q2017 Financial Results announcement is in line with the statement made in Paragraph 10 disclosed in the FY2016 Financial Results announcement dated 1 March 2017 i.e. Barring any unforeseen circumstances, the Group is cautiously optimistic to remain profitable in FY2017.

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.

Barring any unforeseen circumstances, the Group is cautiously optimistic to remain profitable in FY2017.

The Group's order book stood at RMB169.1 million as at 25 April 2017.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.



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

No dividend has been declared / (recommended) for the current financial period reported on.

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.

The Group has obtained a general mandate from shareholders for IPTs.

The IPTs for 1Q2017 are as follows: -

Name of Interested Person	Aggregate value of all IPTs 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 IPTs conducted under shareholders' mandates pursuant to Rule 920 during the financial year under review (excluding transactions less than \$100,000) (RMB'000)
<u>Jiangsu World Machinery and Electronics Group Co., Ltd.</u> Processing fees paid.	N/A	100
<u>Jiangsu World Plant-Protecting Machinery Co., Ltd.</u> Processing fees received, sale of raw materials and parts. Purchase of raw materials.	N/A	48 115
<u>Jiangsu World Agriculture Machinery Co., Ltd.</u> Processing fees received, sale of raw materials, parts and machineries. Processing fees paid and purchase of scrap materials.	N/A	7,865 55
<u>Jiangsu World Agriculture Machinery & Parts Manufacturing Co., Ltd.</u> Processing fees received, sale of raw materials and parts. Processing fees paid and purchase of scrap materials.	N/A	4,228 623
<u>World Agriculture (Shenyang) Co., Ltd.</u>	N/A	



Sales of raw materials, parts, machineries and rental income of factory.		2,343
<u>World Heavy Industry (China) Co., Ltd.</u>	N/A	
Processing fee received and sale of raw materials and parts.		952
Processing fees paid, purchase of raw materials and equipment.		4,369
<u>Jiangsu World Precise Machinery Co., Ltd.</u>	N/A	
Land rental paid.		171
<u>Jiangsu World Furniture Co., Ltd.</u>	N/A	
Processing fee received, sale of raw materials and parts.		64
Total		20,933

14. Statement Pursuant to Rule 705(5) of the Listing Manual

The Directors confirm that, to the best of their knowledge and belief, nothing has come to the attention of the Board of Directors which may render the unaudited first quarter results of the Group for the financial period ended 31 March 2017 to be false or misleading in any material aspect.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1) of Listing Manual

The Company confirms that the undertakings required under Rule 720(1) of the Listing Manual have been obtained from all its directors and executive officers in the format set out in Appendix 7.7 of the Listing Manual.

BY ORDER OF THE BOARD

Shao Jianjun
Executive Chairman
28 April 2017