



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd., ("the **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 contact person for the Sponsor is:-

Name: Mr. Chew Kok Liang, Registered Professional, RHT Capital Pte. Ltd.
Address: Six Battery Road #10-01, Singapore 049909
Tel: 6381 6757



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

THIRD QUARTER FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT

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

1(a)(i) An income statement and statement of comprehensive income or a statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Renewable Energy Asia Group Limited
 Consolidated Statement of Comprehensive Income for the financial period ended
 31-Dec-14

	3rd Quarter			Cumulative Quarter		
	Quarter ended			Year to date ended		
	31-Dec-14	31-Dec-13	Variance	31-Dec-14	31-Dec-13	Variance
	RMB'000	RMB'000	%	RMB'000	RMB'000	%
Revenue	2,666	3,182	(16.2)	10,312	9,959	3.5
Cost of goods sold	(1,482)	(1,617)	(8.3)	(4,486)	(4,347)	3.2
Gross profit	1,184	1,565	(24.3)	5,826	5,612	3.8
Other income	(15)	1	(1,600.0)	65	7	828.6
Administration expenses	(3,046)	(3,283)	(7.2)	(9,130)	(8,337)	9.5
Other losses	(3,687)	(2,387)	54.5	(6,045)	(7,102)	(14.9)
Finance costs	(4,667)	(1,521)	206.8	(7,742)	(3,508)	120.7
Share of profit/(loss) of an associate	(407)	(505)	(19.4)	1,073	3,161	(66.1)
Profit for the period from continuing operations	(10,638)	(6,130)	73.5	(15,953)	(10,167)	56.9
Discontinued operations						
Profit/(loss) for the period from discontinued operations	-	(12,120)	n/m	-	(29,837)	n/m
Profit/(loss) for the period	(10,638)	(18,250)	(41.7)	(15,953)	(40,004)	(60.1)
Total comprehensive loss for the period, net of tax	(10,638)	(18,250)	(41.7)	(15,953)	(40,004)	(60.1)
Total comprehensive profit/(loss) for the year attributable to:						
Owners of the Company	(10,638)	(18,250)	(41.7)	(15,953)	(40,004)	(60.1)
	(10,638)	(18,250)		(15,953)	(40,004)	

n/m: Not Meaningful



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

1(a)(ii) Notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

Loss for the period is arrived at after charging/ (crediting) the following items:

	Current Quarter		Cumulative Quarter	
	3QFY2015 RMB'000	3QFY2014 RMB'000	3QFY2015 RMB'000	3QFY2014 RMB'000
Depreciation of property, plant and equipment	1,122	3,553	3,362	10,689
General bank expenses	4,667	1,521	7,742	3,508
Interest income	72	(1)	(8)	(7)
Foreign exchange differences	3,687	2,387	6,045	7,102



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

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.

Renewable Energy Asia Group Limited
Consolidated Statement of Financial Position as at
31-Dec-14

	Group		Company	
	As at		As at	
	31-Dec-14	31-Mar-14	31-Dec-14	31-Mar-14
	RMB'000	RMB'000	RMB'000	RMB'000
<u>ASSETS</u>				
Non-current assets				
Property, plant and equipment	237,619	217,532	9	14
Investments in subsidiaries	-	-	1,444	-
Investments in an associate	47,594	49,622	-	-
Other receivables	21,500	21,500	-	-
Total non-current assets	306,713	288,654	1,453	14
Current assets				
Trade receivables	16,303	12,266	-	-
Other receivables	288,264	340,234	123,200	134,295
Bill receivables	550	-	-	-
Cash and cash equivalents	68,735	1,366	399	521
Total current assets	373,852	353,866	123,599	134,816
Total assets	680,565	642,520	125,052	134,830
<u>EQUITY AND LIABILITIES</u>				
Equity				
Share capital	109,707	109,707	109,707	109,707
Share premium	191,882	191,882	191,882	191,882
Warrant reserves	5,923	5,923	5,923	5,923
Accumulated losses	(232,475)	(216,523)	(183,716)	(173,993)
Equity attributable to equity holders of the parent	75,037	90,989	123,796	133,519
Total equity	75,037	90,989	123,796	133,519



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

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 (cont'd).

	Group		Company	
	As at		As at	
	31-Dec-14 RMB'000	31-Mar-14 RMB'000	31-Dec-14 RMB'000	31-Mar-14 RMB'000
Non-current liability				
Borrowings	288,317	170,453	-	-
Current liabilities				
Trade payables	1,453	149,516	-	-
Other payables	234,924	203,967	1,256	1,260
Bill payables	50,190	-	-	-
Borrowings	29,870	27,544	-	-
Current tax payable	774	51	-	51
Total current liabilities	317,211	381,078	1,256	1,311
Total liabilities	605,528	551,531	1,256	1,311
Total equity and liabilities	680,565	642,520	125,052	134,830



亚洲新能源集团
REA GROUP

RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:

(A) the amount repayable in one year or less, or on demand;

(B) the amount repayable after one year;

(C) whether the amounts are secured or unsecured; and

(D) details of any collaterals.

	Secured As at	
	31-Dec-14 RMB'000	31-Mar-14 RMB'000
Amount repayable due within one year		
Borrowings - secured 1	24,870	27,544
Borrowings - secured 3	5,000	-
Note payable - financing	50,190	-
	80,060	27,544
Amount repayable after one year		
Borrowings - secured 1	164,317	170,453
Borrowings - secured 2	124,000	-
	288,317	170,453
	368,377	197,997

The Group has no outstanding debt securities as at 31 December 2014.

Details of collaterals:-

As at 31 December 2014, the bank loans and borrowings of RMB368.38 million were secured as follows:-

Borrowings – secured

1. A finance lease contract signed between one of its subsidiaries, Renewable Energy Asia Solar Power (Jiuquan) Co., Ltd (“Jiuquan”) and AVIC International Leasing Company for a period of 6 years.
2. A loan facility from Industrial and Commercial Bank of China Ltd. (ICBC), and the facility is pledged by trade receivable from sale of electricity by Renewable Energy Asia Solar Power (Dunhuang) Co., Ltd (“Dunhuang”). This borrowing is carried at floating interest rate with a tenor of 15 years.
3. A loan facility from SPD Bank for a period of a year.

Notes payables – financing

- i) Construction cost paid by China Hydropower Survey and Design Institute of Northwest Consulting Group Ltd (中国水电顾问集团西北勘察设计院有限公司).
- ii) Prepaid of electronics usage of Samil Power Co., Ltd. (山亿新能源股份有限公司).



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

iii) Bank guarantee to Hanwha SolarOne (韩华新能源 (启东) 有限公司).

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.

Consolidated statement of cash flows for the financial period ended 31 December 2014

	Quarter ended		Year to date	
	3QFY2015	3QFY2014	9MFY2015	9MFY2014
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from operating activities				
Profit/(loss) before tax for continuing operations	(10,638)	(3,506)	(15,953)	(7,542)
Profit/(loss) before tax for discontinued operations	-	(14,745)	-	(32,462)
Profit/(loss) for the period	(10,638)	(18,251)	(15,953)	(40,004)
Adjustments for:				
Allowances recognized in respect of inventories	-	2,613	-	2,741
Depreciation of property, plant and equipment	1,122	3,553	3,362	10,689
Finance costs recognized in profit or loss	(5,916)	6,876	-	21,333
Loss/(Gains) on disposals of property, plant and equipment	-	-	-	118
Interest charges recognized in profit or loss	7,182	(807)	7,182	(2,309)
Property, plant and equipment written off	-	-	-	400
Release of prepaid lease payments	-	198	-	594
Share of (profit)/loss of a jointly controlled entity	-	(2,131)	-	58
Share of (profit)/loss of an associate	3,509	506	2,028	(3,160)
Operating cash flows before movements in working capital	(4,741)	(7,443)	(3,381)	(9,540)
Decrease/(Increase) in inventories	-	23,456	-	(6,531)
Decrease/(increase) in trade and other receivables	(21,903)	(76,358)	47,933	(166,346)
Increase/(decrease) in trade and other payables	(34,646)	12,579	(120,078)	102,760
Decrease/(increase) in bills receivable	(100)	-	(550)	8,842
Increase/(decrease) in bills payable	47,190	-	50,190	-
Cash from (used in) operations	(14,200)	(47,766)	(25,886)	(70,815)
Interest paid	1,706	(4,603)	(4,210)	(19,060)
Income tax provision	350	-	724	-
Net cash used in operating activities	(12,144)	(52,369)	(29,372)	(89,875)



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

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 (cont'd).

	Quarter ended		Year to date	
	3QFY2015	3QFY2014	9MFY2015	9MFY2014
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from investing activities				
Dividend received from an associate	-	-	-	1,048
Interest received	-	807	-	2,309
(Placement)/withdrawals of pledged bank deposits	-	16,438	-	3,509
Proceeds on disposals of property, plant and equipment	-	-	-	705
Purchases of property, plant and equipment	(11,543)	(12,401)	(23,448)	(30,835)
Net cash used in investing activities	(11,543)	4,844	(23,448)	(23,264)
Cash flows from financing activities				
Proceeds from borrowings	-	99,791	129,000	273,856
Repayments of borrowings	-	(42,593)	(8,811)	(164,711)
Proceeds from bills payables	-	85,000	-	164,000
Repayments of bills payables	-	(90,000)	-	(159,000)
Net proceeds from issuance of subscription shares	-	-	-	6,038
Net cash from financing activities	-	52,198	120,189	120,183
Net Increase in cash and cash equivalents	(23,687)	4,673	67,369	7,044
Cash and cash equivalents at beginning of the period	92,423	10,247	1,366	7,876
Cash and cash equivalents at end of year, represented by bank balances and cash	68,735	14,920	68,735	14,920



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated statement of changes in equity for the financial year ended 31 December 2014

The Group (RMB '000)	Share capital	Share premium	Warrant reserve	Statutory reserve	Foreign currency translation reserve	Accumulated losses	Attributable to owners of the Company Total	Total equity
Balance as at 1 April 2014	109,707	191,882	5,922	-	-	(216,522)	90,989	90,989
Total comprehensive loss for the year	-	-	-	-	-	(5,315)	(5,315)	(5,315)
Issue of new shares	-	-	1	-	-	-	1	1
Balance as at 30 September 2014	109,707	191,882	5,923	-	-	(221,837)	85,675	85,675
Changes of equity for the period	109,707	191,882	5,923	-	-	(221,837)	85,675	85,675
Total comprehensive loss for the year	-	-	-	-	-	(10,638)	(10,638)	(10,638)
Balance as at 31 December 2014	109,707	191,882	5,923	-	-	(232,475)	75,037	75,037



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year (cont'd).

The Company (RMB '000)	Share capital	Share premium	Warrant reserve	Accumulated losses	Total
Balance as at 1 April 2014	109,707	191,882	5,923	(173,993)	133,519
Total comprehensive income for the year	-	-	-	(4,902)	(4,902)
Balance as at 30 September 2014	109,707	191,882	5,923	(178,895)	128,617
Changes of equity for the period	109,707	191,882	5,923	(178,895)	128,617
Total comprehensive income for the year	-	-	-	(4,821)	(4,821)
Balance as at 31 December 2014	109,707	191,882	5,923	(183,716)	123,796



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

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.

	Company			
	As At			
	31 December 2014		31 December 2013	
	No of share	Share capital RMB	No of share	Share capital RMB
Balance as at the beginning and end of the period	745,570,452	109,706,865	720,169,952	106,268,200
Issue of subscription shares at S\$0.05 each	-	-	25,400,000	3,438,597
Exercise of warrant at S\$0.05 each	-	-	500	68
Balance as at the end of the period	745,570,452	109,706,865	745,570,452	109,706,865

There is no movement in the total number of issued shares between 31 March 2014 and 31 December 2014.

As at 31 December 2014 and 31 December 2013, the Company has outstanding warrants, the conversion of which would result in the issue of 100,054,052 new ordinary shares representing 11.8% (3QFY2014: 11.8%) of the enlarged capital of the Company.

The details of the warrants are set out below.

Rights issue and warrants

On 3 July 2012, the Company allotted and issued 100,054,552 new ordinary shares ("Rights Shares") at an issue price of S\$0.05 for each Rights Share and 100,054,552 free detachable warrants ("Warrants") pursuant to a renounceable non-underwritten rights issue ("Rights Issue").

Each Warrant carries the right to subscribe for one new ordinary share in the capital of the Company at an exercise price of S\$0.05 for each new ordinary share and is exercisable during a three year period from the date of issue. As at 31 December 2014, 500 Warrants have been converted into 500 new ordinary shares with 100,054,052 Warrants remained outstanding.



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

- 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 (cont'd).**

Subscription shares

There are no new shares issued during the period.

Treasury shares

No treasury shares were held by the Company as at 31 December 2014 and 31 December 2013.

Share options

There are no share options issued during the period.

- 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.**

There is no movement in the total number of issued shares as at end of current financial period and as at end of the immediately preceding year.

No treasury shares were held by the Company as at 31 December 2014 and 31 December 2013.

- 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 treasury shares sold, transferred, disposal, cancelled or use during the financial period ended 31 December 2014.

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

These figures have not been audited nor reviewed by the auditors.



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

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.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial year as those applied in the financial statements for the financial period 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.

There are no changes in the accounting policies and methods of computation.

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:

(a) based on the weighted average number of ordinary shares on issue; and
(b) on a fully diluted basis (detailing any adjustments made to the earnings).

	Group			
	Current Quarter		Cumulative Quarter	
	3QFY2015	3QFY2014	3QFY2015	3QFY2014
	RMB cents	RMB Cents	RMB cents	RMB Cents
Loss per ordinary share				
Basic and diluted				
- Based on the weighted average number of ordinary shares in issue	(1.43)	(2.45)	(2.14)	(5.37)



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

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:**
- (a) based on the weighted average number of ordinary shares on issue; and
 - (b) on a fully diluted basis (detailing any adjustments made to the earnings).

Loss per ordinary share

The computation of the basic loss per share for 3QFY2015 and 9MFY2015 were computed based on the loss for the three months and nine months financial period ended 31 December 2014 of RMB10,638,000 and RMB15,952,000 respectively (3QFY2014 and 9MFY2014: RMB18,251,000 and RMB40,004,000) and the weighted average number of ordinary shares outstanding of 745,570,452 during these period.

The weighted average number of ordinary shares for the purpose of computing basic earnings per share has been adjusted for the Subscription Shares issued and Warrants pursuant to the subscription by the Subscriber and exercise of Warrants in July and August 2013 respectively.

Diluted earnings/(loss)per share has not been presented for both periods as the ordinary shares to be issued from the exercise of the Company's outstanding Options and Rights Issue would have an anti-dilutive effect in the earnings/(loss)per share.

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	
	3QFY2015 RMB cents	3QFY2014 RMB cents	3QFY2015 RMB cents	3QFY2014 RMB cents
Net asset value per share	10.1	12.2	16.6	17.9

The net asset value per share is calculated based on 745,570,452 ordinary shares as at 31 December 2014 and 31 December 2013 respectively.



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

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.**

Statement of comprehensive income

(i) Current Quarter (3QFY2015)

Revenue decreased 16.2% to RMB2.67 million for third quarter ended 31 December 2014 ("3QFY2015") from RMB3.18 million in the previous corresponding period ("3QFY2014"). This was due to lower solar energy output which resulted in a decrease in electricity sold.

The Cost of operations decreased correspondingly by 8.3 % from RMB1.62 million in 3QFY2014 to RMB1.48 million in 3QFY2015 mainly driven by better controls of maintenance cost.

Gross profit for 3QFY2015 decreased 24.3% to RMB1.18 million, compared to RMB1.57 million in 3QFY2014 due to the lower output against certain fixed component of operational cost.

The Group recorded negative income other income of RMB 15,000 in 3QFY2015 versus positive other income of RMB1,000 in 3QFY2014 mainly due to capitalization of interest income on project loans during the period.

The Group recorded other losses of RMB3.69 million in 3QFY2015 compared to RMB2.39 million in 3QFY2014 as a result of the appreciation of RMB against SGD.

Finance costs increased 207% to RMB4.67 million in 3QFY2015 from RMB1.52 million in 3QFY2014 which is in tandem with the drawn down of loans by the Group's subsidiary Dunhuang in 3QFY2015.

The Group's associated company, Datang Baotou Asia Electricity Co. Ltd ("Datang Baotou"), contributed share of loss of RMB0.41 million in 3QFY2015 as compared to that of RMB0.51 million in 3QFY2014. This was due to changes in seasonal wind patterns, which affected the amount of electrical power generated and sold during this quarter, along with higher maintenance cost.

Taking the above into account, the Group recorded a RMB10.64 million loss attributable to shareholders in 3QFY15, compared to RMB18.25 million in the 3QFY14.



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

(ii) Year-to-Date (9MFY2015)

Revenue increased marginally by 3.5% to RMB10.31 million for the nine months ended 31 December 2014 (“9MFY2015”) from RMB9.96 million in the corresponding period (“9MFY2014”) last year due to higher solar energy output from the Group’s 9MW solar farm in the Dongdongtan Photovoltaic District in Jiuquan, Gansu Province, and the resulting increase in electricity sold during the period.

Cost of operations increased marginally 3.2% to RMB 4.49 million in 9 MFY2015, from RMB4.35 million in 9MFY2014 which is generally in line with the higher revenue and better cost management. Accordingly, gross profit improved by 5.6% to RMB5. 83 million in 9MFY 2015, compared to RMB5.61 million in 9MFY2014.

Other income increased to RMB0.07 million in 9MFY2015 compared to RMB7,000 in 9MFY2014 as a result of write back in tax provision no longer required.

Administration expenses increased by 9.5% to RMB9.13 million in 9MFY2015, compared to RMB8.34 million in 9MFY2014, mainly due to higher staff related cost.

The Group recorded other losses of RMB6.05million in 9MFY2015 compared to other losses of RMB7.10 million in 9MFY2014. This was mainly due to fluctuations of currency exchange differences arising from SGD vs RMB.

Finance costs increased 121% to RMB7.74 million in 9MFY2015 from RMB3.51 million in 9MFY2014. This was mainly due to loan interest and processing charges relating to borrowings by the Group’s subsidiaries, Jiuquan and Dunhuang.

The Company’s associated company, Datang Baotou, contributed share of gains of RMB1.07 million in 9MFY2015 as compared to a share of profit of RMB3.16 million in 3QFY2014 mainly due to changes in seasonal wind patterns.

Taking the above into account, the Group recorded a loss attributable to shareholders of RMB15.95 million in 9MFY2015, compared to a loss of RMB40.0 million. 9MFY2015’s loss included RMB29.8 million loss from discontinued operations incurred by the manufacturing and EPC business prior to its divestment on 31 March 2014.



RENEWABLE ENERGY ASIA GROUP LIMITED

(Company Registration No. 33437)

Statement of financial position

The Group's property, plant and equipment increased RMB20.09 million to RMB237.6 million as at 31 December 2014, from RMB217.53 million as at 31 March 2014. This was mainly due to the progressive recognition on the construction of solar farm projects during the period primarily the 20 MW Dunhuang solar project, which was commissioned on 28 December 2014 and began electricity generation operational in January 2015.

Investment in an associate decrease to RMB47.59 million as at 31 December 2014, from RMB49.62 million as at 31 March 2014, mainly due to profit contribution from its associate company, Datang Baotou for the period arising.

Trade receivables increased by 32.9% to RMB16.30 million as at 31 December 2014, from RMB12.27 million as at 31 March 2014. This was mainly due an increase in receivables from the power grid not due towards the close of 3QFY2015.

Other receivables decreased by 15.3% to RMB288.26 million as at 31 December 2014 compared to RMB340.23 million as at 31 March 2014, mainly due to the offset of outstanding balances of amounts due from the former subsidiaries and joint venture.

Bill receivables amounting to RMB0.55 million were issued by Gansu Electric Power Company to Jiuquan which will mature within 6 months from its issue. These payments forms part of payments received from the grid.

Overall cash and bank balances increased by RMB67.37 million to RMB68.74 as at 31 December 2014 compared to RMB1.37 million as at 31 March 2014. This was due to loans disbursed during the period for the Dunhuang project.

Borrowings increased to RMB318.19 million as at 31 December 2014 from RMB198.00 million as at 31 March 2014. The Group obtained a 15-years floating interest rate loan facility from Industrial and Commercial Bank of China Ltd. (ICBC) and an additional loan facility from SPD Bank during this period. (See note 1 b(ii) for breakdown of loan)

Trade payables were lower at RMB1.45 million, compared to RMB149.52 million as at 31 March 2014. This was mainly due to offset of amounts payable Jiangsu Electric Power Construction No3. Engineering Company.

Other Payables increased by 15.2% to RMB234.92 million as at 31 December 2014, from RMB203.97 million as at 31 March 2014 due to an increase in other operating expenses and staff costs accrued.

Current tax payable increased to RMB0.77 million as at 31 December 2014, from RMB0.05 million as at 31 March 2014 on tax payable from Jiuquan.



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

Consolidated Statement of Cash Flows

(i) Current Quarter (3QFY2015)

The Group recorded operating cash outflow of RMB12.14 million in 3QFY2015, compared to that of RMB52.37 million a year ago. This was mainly due to a decline in trade and other receivables and bill receivables.

The Group recorded net cash used in investing activities of RMB 11.54 million in 3QFY 2015, compared to net cash of RMB 4.84 million generated from investing activities in 3QFY 2014. This is due to the withdrawal of pledge deposits which was not required in 3QFY 2014

There were no cash generated from financing activities in 3QFY 2015, compared to RMB 52.20 million in 3QFY 2014. The net cash generated in 3QFY 2014 included short term bills payable financing secured by the disposed manufacturing and EPC business , which required deposits to be pledge.

Overall, the Group recorded RMB67.37 million net increase in cash and cash equivalents for 3QFY2015 as compared to an increase of only RMB 7.04 million 3QFY2014.

(ii) Year-to-Date (3QFY2015)

The Group recorded an operating cash outflow of RMB29.37 million for 9MFY2015 compared to an operating cash outflow of RMB89.88 million for 9MFY2014. This was mainly due to a decline in trade and other receivables, trade payables and other payables, partially offset by an increase in bill receivables and tax payable.

Net cash used in investing activities was RMB23.45 million for 9MFY2015 which remains relatively unchanged compared to 9MFY2014.

There was no significant change in cash flow from financing activities as there were no new project loans obtained during the quarter. The Group generated RMB 120.19 million in 9MFY 2015, compared to RMB 120.18 million in 9MFY2014.

Overall, there was a net increase of RMB67.37 million in cash and cash equivalents for 9MFY2015 as compared to 9MFY2014.



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

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

The actual results are in line with the general prospects commentary previously disclosed in the full year financial and related announcement FY2014.

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's 20MW solar farm in Dunhuang, Gansu Province was commission on 28 December 2014 and became operational by the end of January 2015. We expect the plant to contribute positively to the Group's revenue in the fourth quarter ended 31 March 2015 and going forward.

We will continue to work closely with local authorities on the other concessions in hand and. At the same time, we are actively reviewing these concessions on hand and explore various avenues of cooperation to develop these concessions.

The development of power generation by renewable energy remains a key priority for China as it maintains its push to establish reliable sources of alternative energy and reduce its reliance on traditional power generation. While the country has encountered challenges in fully integrating renewable energy sources into the power grids, there are on-going efforts to employ technology to optimise the harnessing of such energy. In this respect, the Group remains cautiously optimistic about its prospects in this industry.

11. If a decision regarding dividend has been made:

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

None.

(b)(i) Amount per share in cents

Not applicable.

(b)(ii) Previous corresponding period in cents

None.



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

- (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 Register able 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 or recommended.

- 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 obtained, a statement to that effect.**

The Group does not have any general mandate from Shareholders for Interested Person Transactions. Please refer to separate announcement on 13 February 2015 for details of IPT transactions.



RENEWABLE ENERGY ASIA GROUP LIMITED
(Company Registration No. 33437)

14. Negative Assurance Confirmation on Interim Financial Results under Listing Manual of Catalyst Rule 705(5)

We, Xu Jian and Zheng Lei, being two directors of Renewable Energy Asia Group Limited (the “Company”) do hereby confirm on behalf of the directors of the company that to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial results of the Group and Company (comprising the consolidated statements of financial positions, consolidated statement of comprehensive income, statements of changes in equity and consolidated statement of cash flows (together with their accompanying notes) for the third quarter ended 31 December 2014 and results of the business, changes in equity and cash flows of the Group for the 3 months ended on that date, to be false or misleading in any material aspect.

On Behalf of the Board of Directors

Xu Jian
Executive Chairman

Zheng Lei
Deputy Chairman and Chief
Executive Officer

BY ORDER OF THE BOARD

Dr. Zheng Lei
Chief Executive Officer and Executive Director

13 February 2015