

The Board of Directors of China Haida Ltd. is pleased to announce the consolidated results of the Group for the half year ended 30 June 2014.

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

- 1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
合并利润报表
(Amounts expressed in thousands of Chinese Renminbi
Renminbi ("RMB") currency)

These figures has not been audited

		THE GROUP		
		1 Jan 14 to 30 Jun 14 HY2014	1 Jan 13 to 30 Jun 13 HY2013	Variance Increase / (Decrease)
		RMB'000	RMB'000	%
Revenue	销售收入	191,363	184,306	3.8 %
Cost of sales	销售成本	(173,421)	(166,811)	4.0 %
Gross profit	毛利	17,942	17,495	2.6 %
Gross profit margin	毛利率	9.4%	9.5%	(0.1)%
Other income	其他收入	649	560	15.9 %
Selling and distribution expenses	营业费用	(4,644)	(4,136)	12.3 %
Administrative expenses	管理费用	(8,349)	(16,962)	(50.8)%
Profit/ (Loss) from operations	营业利润 / (亏损)	5,598	(3,043)	(284.0)%
Finance costs	财务费用	(484)	(687)	(29.5)%
Profit/ (Loss) before taxation	税前利润 / (亏损)	5,114	(3,730)	(237.1)%
Taxation	所得税	(2,106)	(1,514)	39.1 %
Profit/ (Loss) after taxation	税后利润 / (亏损)	3,008	(5,244)	(157.4)%
Other comprehensive income/ (expense) :	其他收入 / (费用)			
Currency translation differences	汇兑损益	52	(134)	(138.8)%
Total comprehensive income/ (expense) attributable to equity holders of the company	股东应得总利润 / 应承担总亏损	3,060	(5,378)	(156.9)%

Explanatory Notes
A Profit/(Loss) before taxation

The following items have been included in arriving at a profit/(loss) before taxation:

		THE GROUP	
		1 Jan 14 to 30 Jun 14 HY 2014	1 Jan 13 to 30 Jun 13 HY 2013
		RMB '000	RMB '000
Other income:	Note		
	其他收入		
- Interest income on bank deposits	(1) 利息收入	67	68
- Sales of scraps	(2) 废料收入	568	452
- Government Grant / Incentive	(3) 政府津贴	14	40
		649	560
Interest expenses	(4) 利息费用	(484)	(687)
Allowance for doubtful trade receivables	(5) 坏帐准备	-	(6,542)
Foreign exchange loss - net	(6) 外汇损益	(114)	(1,648)
Amortisation of lease prepayments	分摊预付土地使用费	(149)	(151)
Depreciation of property, plant and equipment (PPE)	(7) 固定资产折旧费	(4,256)	(4,540)

(1) Interest income for HY2014 was comparable to the previous period although the weighted average bank deposit rate of 0.35% per annum was slightly lower as compared to 0.50% per annum for the corresponding period.

(2) Higher sales of scraps were recorded for the current period under review as a result of higher sales and higher wastage when cutting the aluminium panels.

(3) This comprised of the following:

	30 June 2014	30 June 2013
	RMB	RMB
- a PRC government grant to Litai for its global expansion incentive	14,000	40,000

(4) Lower interest expenses were recorded for HY2014 because lower short term loans were incurred for the months of February 2014 to April 2014. Short term loan was reduced to RMB7 million for these three months. Subsequently, due to rollover, the overall short term loan had increased to RMB22 million in HY2014. The current weighted average interest rate at 6.30% per annum was comparable to 6.36% per annum in HY2013.

(5) There was no specific allowance of doubtful trade debts for the current period under review. For HY2013, a specific allowance of doubtful trade debts RMB6.5 million was recorded for certain trade debtors who had not fulfilled their obligations to repay their debts according to their agreed repayment scheme with Litai.

(6) Lower foreign exchange loss was registered during the period under review attributed mainly to the strengthening of the US dollar against the RMB.

(7) Lower depreciation was recorded for HY2014 due to certain PPE which had been fully depreciated. No provision for depreciation was recorded for construction in progress RMB2,846,000 which was incurred during the period under review.

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.

- (1) For HY2014, lower fixed assets were recorded due to certain assets which had been fully depreciated. During the current period under review, construction in progress RMB2,846,000 was recorded. This was attributed to the purchase and installation of environmental protection equipment by the wholly-owned subsidiary, Jiangyin Litai Decorative Materials Co., Ltd ('Litai'), which was expected to be completed in the second half of the year.
- (2) Higher inventory as at 30 June 2014 due to the anticipation of future orders.
- (3) Higher sales during the period had contributed to the higher trade receivables balances and there was no specific allowance of doubtful trade debts for the current period under review. Debtors turnover of average 110 days were comparable to the previous corresponding period.
- (4) As at 30 June 2014, there were no outstanding advances to related party for the purchase of raw materials (31 December 2013: RMB16.19 million).
- (5) Increase in cash and bank balances was due to cash generated from operating activities offset against cash used in investing activities.

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

Amount repayable in one year or less, or on demand

THE GROUP			
As at 30 Jun 2014		As at 30 Jun 2013	
Secured	Unsecured	Secured	Unsecured
RMB '000	RMB '000	RMB '000	RMB '000
7,000	15,000	7,000	15,000

Details of any collaterals

As at 30 June 2014, bank loans totaling RMB7,000,000 were secured by leasehold building and land use rights with net carrying values of approximately RMB5,547,000 and RMB1,296,000 respectively (net carrying values as at 31 December 2013 were RMB5,856,000 and RMB1,315,000 respectively). Interest was charged at a weighted average rate of 6.3% (31 December 2013: 6.0%) per annum.

- 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 CASH FLOW STATEMENT
(Amounts expressed in thousands of Chinese
Renminbi ("RMB") currency)
These figures have not been audited.
Cash flows from operating activities

Profit / (loss) before taxation

Adjustments for:

Allowance for doubtful trade receivables

Amortisation of lease prepayment

Depreciation of property, plant and equipment

Interest expenses

Interest income

Unrealise translation (gain) / loss

Operating profit before working capital changes

Inventories

Trade and bills receivables

Other debtors, deposits and prepayments

Trade and other payables

Balances with related parties

Cash generated / (used in) from operations

Income tax paid

Interest income received

Interest paid

Net cash generated / (used in) from operating activities

Cash flows from investing activity:

Purchase of property, plant and equipment

Construction in progress

Net cash used in investing activities

Cash flows from financing activity:

Proceeds from short-term bank loans

Repayment of short-term bank loans

Net cash from financing activities

Net increase / (decrease) in cash and bank balances

Cash and bank balances at beginning of period

Cash and bank balances at end of period

	THE GROUP	
	6 months ended 30 June	
	2014	2013
	RMB'000	RMB'000
Profit / (loss) before taxation	5,114	(3,730)
Adjustments for:		
Allowance for doubtful trade receivables	-	6,542
Amortisation of lease prepayment	149	151
Depreciation of property, plant and equipment	4,256	4,540
Interest expenses	484	687
Interest income	(67)	(68)
Unrealise translation (gain) / loss	71	(133)
Operating profit before working capital changes	<u>10,007</u>	<u>7,989</u>
Inventories	(16,223)	(13,459)
Trade and bills receivables	(15,012)	26,786
Other debtors, deposits and prepayments	(2,342)	(774)
Trade and other payables	5,707	3,966
Balances with related parties	<u>28,013</u>	<u>(24,557)</u>
Cash generated / (used in) from operations	10,150	(49)
Income tax paid	(511)	(1,577)
Interest income received	67	68
Interest paid	<u>(484)</u>	<u>(687)</u>
Net cash generated / (used in) from operating activities	<u>9,222</u>	<u>(2,245)</u>
Cash flows from investing activity:		
Purchase of property, plant and equipment	(27)	(2,588)
Construction in progress	<u>(2,846)</u>	<u>-</u>
Net cash used in investing activities	<u>(2,873)</u>	<u>(2,588)</u>
Cash flows from financing activity:		
Proceeds from short-term bank loans	15,000	-
Repayment of short-term bank loans	<u>(15,000)</u>	<u>-</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase / (decrease) in cash and bank balances	6,349	(4,833)
Cash and bank balances at beginning of period	48,833	69,074
Cash and bank balances at end of period	<u>55,182</u>	<u>64,241</u>

STATEMENTS OF CHANGES IN EQUITY
(Amount expressed in thousands of Chinese Renminbi ("RMB") currency).

- 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	Attributable to equity holders of the Company					
	Share capital	Statutory reserve fund	Capital reserve	Currency translation reserve	Revenue reserve	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1.1.2013	140,543	20,609	47,946	(783)	66,706	275,021
Total comprehensive expenses for the period	-	-	-	(134)	(5,244)	(5,378)
Balance at 30.6.2013	140,543	20,609	47,946	(917)	61,462	269,643
Balance at 1.1.2014	140,543	21,432	47,946	(974)	45,952	254,899
Total comprehensive income for the period	-	-	-	52	3,008	3,060
Balance at 30.6.2014	140,543	21,432	47,946	(922)	48,960	257,959

COMPANY	Share capital	Currency translation reserve	Accumulated losses	Total
	RMB'000	RMB'000	RMB'000	RMB'000
	Balance at 1.1.2013	140,543	3,768	(19,255)
Total comprehensive expenses for the period	-	(6,695)	(874)	(7,569)
Balance at 30.6.2013	140,543	(2,927)	(20,129)	117,487
Balance at 1.1.2014	140,543	(4,494)	(19,618)	116,431
Total comprehensive income for the period	-	2,626	(14)	2,612
Balance at 30.6.2014	140,543	(1,868)	(19,632)	119,043

- 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.

There was no change in the issued and paid-up share capital of the Company since the previous financial period ended 30 June 2013. The total number of issued shares excluding treasury shares of the Company was RMB140,543,000 comprising 254,880,660 ordinary shares as at 30 June 2014 and 30 June 2013 respectively. The Company has no outstanding convertibles as well as treasury shares as at 30 June 2014 and 30 June 2013.

- 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	
	As at 30 Jun 2014	As at 30 Jun 2013
Total number of issued shares	254,880,660	254,880,660
less: Treasury shares	-	-
Total number of shares excluding treasury shares	254,880,660	254,880,660

- 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.

Not applicable.

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 the 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.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as in the latest annual audited financial statements for the financial year ended 31 December 2013 except as described in section 5 below.

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 has adopted all the applicable, new and revised Singapore Financial Reporting Standards ("FRS") including related interpretations ("INT FRS") which became effective for the financial statements of the Group and of the Company for the financial year beginning on or after 1 January 2014, where applicable. The adoption of the new and revised FRS and INT FRS did not give rise to any adjustments to the opening balance of the accumulated profits of the Group and of the accumulated losses of the Company for the prior periods or changes in comparatives. The adoption of the new and revised FRS and INT FRS did not give rise to any significant changes to the financial statements.

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.

	THE GROUP	
	1 Jan 2014 to 30 Jun 2014 RMB'000	1 Jan 2013 to 30 Jun 2013 RMB'000
Profit / (loss) after taxation	3,008	(5,244)
Weighted average number of ordinary shares on issue applicable to earnings	254,880,660	254,880,660
Earning / (loss) per ordinary share (RMB cents)		
- Basic	1.2	(2.1)
- Diluted	1.2	(2.1)

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.

	The Group		The Company	
	As at 30 Jun 2014	As at 31 Dec 2013	As at 30 Jun 2014	As at 31 Dec 2013
Net assets (RMB'000)	257,959	254,899	119,043	116,431
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares as at the end of the respective periods (RMB cents)	101.2	100.0	46.7	45.7

Net asset value per ordinary share was calculated based on the 254,880,660 issued ordinary shares excluding treasury shares as at 30 June 2014 and 31 December 2014 respectively.

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 Comprehensive Statement of Income (HY2014 vs HY2013)

(i) Revenue

Compared to HY2013, the Group's total revenue increased 3.8% or RMB7.1 million, from approximately RMB184.3 million to RMB191.4 million, attributed to higher sales of aluminium panels within the PRC as well as for the overseas markets. Total revenue comprised domestic sales RMB98.2 million or 51.3% (HY2013: RMB92.3 million or 50.1%) and export sales RMB93.2 million or 48.7% (HY2013: RMB92.0 million or 49.9 %).

For HY2014, total domestic sales within the PRC increased by approximately RMB5.9 million or 6.3 %, attributed mainly to the higher demand of Aluminium Single Panels ('ASP'), while the sales of Aluminium Composite Panels ('ACP') remained the same. ASP mainly used in the large construction projects increased by RMB7.0 million or 58.1%. Sales of paint spray services declined by approximately 17.2% or RMB5.1 million, from RMB29.5 million to RMB24.4 million.

Export sales of ACP increased marginally by approximately 1.3% or RMB1.2 million, from RMB92.0 million to RMB93.2 million.

(ii) Gross Profit

Gross profit increased by approximately RMB0.45 million or 2.6%, from RMB17.5 million to RMB17.9 million. The higher gross profit was attributed mainly to higher sales as the gross profit margin remained relatively unchanged at about 9.4%.

(iii) Operating Expenses

Total operating expenses decreased by approximately RMB8.1 million or 38.4%, from RMB21.1 million to RMB13.0 million, attributed to the decrease in Administrative expenses while Selling and distribution expenses had increased.

With higher sales, selling and distribution expenses increased by approximately 12.3% or RMB0.5 million, from RMB4.1 million to RMB4.6 million.

Administrative expenses fell by approximately 50.8% or RMB8.6 million, from RMB17 million to RMB8.4 million, mainly because no specific allowance for doubtful trade debts was recorded for HY2014. (For HY2013, a specific allowance for doubtful trade debts RMB6.5 million was provided.) and also lower foreign exchange loss RMB1.5 million as compared to HY2013.

(iv) Other Income

Please see explanatory note A to Part 1(a).

(v) Finance Costs

Lower interest expenses were recorded for HY2014 because lower short term loans were incurred for the months of February 2014 to April 2014. Short term loan was reduced to RMB7 million for these three months. Subsequently, due to rollover, the overall short term loan had increased to RMB22 million in HY2014. The current weighted average interest rate at 6.30% per annum was comparable to 6.36% per annum in HY2013.

(vi) Income Tax

The income tax rate applicable for Litai is 25%. The effective tax rate of approximately 41.2 % was recorded for HY2014 due to certain expenses which were not tax deductible and were added back for tax purposes (HY2013: 40.6%).

(vii) Net Profit After Taxation

With higher sales and lower operating expenses, the Group achieved a net profit of RMB3 million for HY 2014 as compared to the net loss of RMB5.2 million for HY2013.

B Consolidated Balance Sheet (30 June 2014 versus 31 December 2013)

Total current assets increased by approximately 11.5%, or RMB27.1 million, from RMB234.7 million as at 31 December 2013 to RMB261.8 million as at 30 June 2014. This was primarily due to the following factors:

- i) Increase in trade and bills receivables RMB15.0 million attributed to higher sales in HY2014.
- ii) Increase in other debtors, deposits and prepayments approximately RMB2.3 million.
- iii) Net decrease in amounts due from related party RMB12.7 million attributed to no advance to related party for the purchase of raw materials as at 30 June 2014.
- iv) Increase in inventories approximately RMB16.2 million due to anticipation of future sales orders.
- v) Increase in cash and bank balances RMB6.3 million due to cash generated from operating activities.

Total current liabilities amounted to RMB85.5 million as at 30 June 2014, representing an increase of approximately RMB22.6 million, or 36.0% as compared to 31 December 2013. This was due mainly to the increases in trade payables of approximately RMB6.6 million, amount due to related party of approximately RMB15.3 million and other payables and accruals RMB0.7 million respectively.

C. Consolidated Cash Flow Statement

Cash and bank balances as at 30 June 2014 saw an increase of approximately RMB6.4 million to RMB55.2 million as compared to RMB48.8 million as at 31 December 2013. This was attributed mainly to net cash generated from operating activities of RMB9.2 million partially offset by cash used in the purchase of environmental protection equipment RMB2.9 million by Litai. The installation of same was expected to be completed only in the second half of the year.

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

Not applicable.

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.**

Economic uncertainty and keen competition within the PRC and the overseas markets will continue to impact on the demand of aluminum panels in the building and construction industry. To stay competitive, the Group will focus on providing good customer service and exercise flexibility in pricing our panels for customers within the PRC and the overseas markets. We will continue to innovate and develop new quality panels to cater to the needs of our customers.

We will remain vigilant on internal cost control, cash management and will continue to safeguard the Group's assets.

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/recommendeded, a statement to that effect.**

No dividend has been declared / recommended for the half year ended 30 June 2014.

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.

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interested person transactions conducted pursuant to a shareholders' general mandate are as follows:

Name of Interested Persons	Aggregate value of all interested person transactions during the financial period ended 30 June 2014 (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) for the half year ended 30 June 2014
	RMB'000	RMB'000
Jiangyin Haida Group., Ltd		
-Reimbursement of electricity expenses	-	1,243
-Advances/Purchase of raw materials *	-	(84,803)
-Purchase of raw materials	-	(99,373)
-Reimbursement of purchase of raw material	-	1,124
-Sales of aluminium composit panels	-	3,199
Jiangyin East-China Aluminum Technology Co., Ltd.		
-Spray-painting services	-	23,098
-Purchase of raw materials	-	(978)
-Reimbursement of electricity expenses	-	710

Save as disclosed above, there were no other interested persons transactions conducted for the half year ended 30 June 2014.

*Jiangyin Haida Group requires the Group to provide advances for purchases of raw materials. Such advances would be used to reduce payable for purchase transactions. There were no outstanding advances to Jiangyin Haida Group as at 30 June 2014 (HY2013: RMB11,976,000).

14. **Negative assurance confirmation on interim financial results pursuant to Rule 705(5) of the Listing Manual.**

The Board has confirmed that to the best of its knowledge, nothing has come to its attention which may render the interim financial results for the half year ended 30 June 2014 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Xu Youcai
Chief Executive Officer
4 August 2014