



CHINA BEARING (SINGAPORE) LTD.
 (Company Registration Number 200512048E)
 (Incorporated in Singapore)

UNAUDITED FIRST QUARTER RESULTS FOR THE PERIOD ENDED 31 MARCH 2016

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

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.

	Note	Group		Increase/ (Decrease) %
		3-month period ended 31 March		
		2016 RMB'000	2015 RMB'000 (Restated)	
Continuing operation				
Revenue		-	-	n.m.
Cost of sales		-	-	n.m.
Gross profit		-	-	n.m.
Other operating income		-	-	n.m.
Administrative expenses		(479)	(520)	-7.9
Loss before taxation		(479)	(520)	-7.9
Taxation		-	-	n.m.
Loss after taxation		(479)	(520)	-7.9
Discontinued operation				
Profit from discontinued operation, net of tax	(a)	-	1,204	n.m.
(Loss) / Profit, net of tax		(479)	684	n.m.
Other comprehensive income, net of tax		-	-	n.m.
Total comprehensive (loss) / income		(479)	684	n.m.

Note:

Certain figures in FY2015 were restated to conform to the audited financial statements for financial year ended 31 December 2015.

(Loss) / Earnings per share
 (RMB cent)

From continuing operation

- Basic	(0.17)	(0.19)
- Diluted	(0.17)	(0.19)

From discontinued operation

- Basic	-	0.44
- Diluted	-	0.44

Note (a)

	Discontinued operation		Increase/ (Decrease) %
	3-month period ended 31 March		
	2016	2015	
	RMB'000	RMB'000	
Revenue	-	26,572	n.m.
Cost of sales	-	(21,639)	n.m.
Gross profit	-	4,933	n.m.
Other operating income	-	334	n.m.
Distribution costs	-	(636)	n.m.
Administrative expenses	-	(3,026)	n.m.
Other operating expenses	-	-	n.m.
Profit before taxation	-	1,605	n.m.
Taxation	-	(401)	n.m.
Profit after taxation	-	1,204	n.m.
Other comprehensive Income, net of tax	-	-	n.m.
Total comprehensive income	-	1,204	n.m.

The (loss)/profit before taxation of the group is arrived at after (charging)/crediting the following:

	Group	
	3 month period ended 31 March	
	2016	2015
	RMB'000	RMB'000
<u>From continuing operation</u>		
Depreciation of plant and equipment	-	(1)
Foreign exchange loss	(11)	(2)
<u>From discontinued operation</u>		
Interest income	-	69
Depreciation of property, plant and equipment	-	(787)
Amortisation of land use right	-	(15)

1(b)(i) A statements 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 Mar 16	31 Dec 15
	RMB'000	RMB'000
Non-Current Assets		
Property, plant and equipment	-	-
	-	-
Current Assets		
Cash and bank balances	61,880	61,881
	61,880	61,881
Total Assets	61,880	61,881
Capital and Reserves		
Share capital	125,769	125,769
Accumulated losses	(66,030)	(65,551)
Total equity	59,739	60,218
Current Liabilities		
Other payables and accruals	2,141	1,663
Total liabilities	2,141	1,663
Total Equity and Liabilities	61,880	61,881

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

Amount repayable in one year or less, or on demand

As at 31 Mar 2016		As at 31 Dec 2015	
Secured (RMB'000)	Unsecured (RMB'000)	Secured (RMB'000)	Unsecured (RMB'000)
NA	NA	NA	NA

Amount repayable after one year

As at 31 Mar 2016		As at 31 Dec 2015	
Secured (RMB'000)	Unsecured (RMB'000)	Secured (RMB'000)	Unsecured (RMB'000)
NA	NA	NA	NA

Details of any collateral

Not Applicable.

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group	
	3-month period ended 31 March	
	2016 RMB'000	2015 RMB'000
Cash flows from operating activities:		
(Loss) / Profit before taxation		
From continuing operation	(479)	(520)
From discontinued operation	-	1,605
	<u>(479)</u>	<u>1,085</u>
Adjustments for:		
Depreciation of property, plant and equipment	-	788
Amortisation of land use rights	-	15
Interest income	-	(69)
	<u>(479)</u>	<u>1,819</u>
Operating cash flow before working capital changes	(479)	1,819
Decrease in inventories	-	2,211
Decrease in receivables	-	4,562
Increase / (Decrease) in payables	478	(6,286)
	<u>(1)</u>	<u>2,306</u>
Cash generated from operations	(1)	2,306
Income tax paid	-	-
	<u>(1)</u>	<u>2,306</u>
Net cash (used in) / generated from operating activities	(1)	2,306
Cash flows from investing activities:		
Payment for acquisition of property, plant and equipment	-	(500)
Interest received	-	69
	<u>-</u>	<u>(431)</u>
Net cash used in investing activities	-	(431)
Net (decrease) / increase in cash and cash equivalents	(1)	1,875
Cash and cash equivalents at beginning of the year	6,188	80,605
Cash and cash equivalents at end of the period	<u>6,187</u>	<u>82,480</u>

For the purpose of presentation in the consolidated statement of cash flows, the cash and cash equivalents comprise the following:

	2016 RMB'000	2015 RMB'000
Cash on hand	-	25
Bank balances	6,187	82,455
Restricted deposit	55,693	-
Cash and bank balances	<u>61,880</u>	<u>82,480</u>

- 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			
	Share Capital	Statutory Common Reserve	Accumulated Losses	Total
(RMB'000)				
2016				
Balance at 1 Jan 2016	125,769	-	(65,551)	60,218
Loss for the period	-	-	(479)	(479)
Total comprehensive loss for the period	-	-	(479)	(479)
Balance as at 31 Mar 2016	125,769	-	(66,030)	59,739
2015				
Balance at 1 Jan 2015	125,769	28,284	(35,605)	118,448
Profit for the period	-	-	684	684
Total comprehensive income for the period	-	-	684	684
Balance as at 31 Mar 2015	125,769	28,284	(34,921)	119,132

	Company		
	Share Capital	Accumulated Losses	Total
(RMB'000)			
2016			
Balance as at 1 Jan 2016	125,769	(65,551)	60,218
Loss for the period	-	(479)	(479)
Total comprehensive loss for the period	-	(479)	(479)
Balance as at 31 Mar 2016	125,769	(66,030)	59,739
2015			
Balance as at 1 Jan 2015	125,769	(16,894)	108,875
Loss for the period	-	(520)	(520)
Total comprehensive loss for the period	-	(520)	(520)
Balance as at 31 Mar 2015	125,769	(17,414)	108,355

- 1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share option 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 are no changes to the share capital of the Company since 31 December 2015.

The Company has no outstanding convertibles or treasury shares as at 31 March 2016 and 31 December 2015.

- 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.

	Group		Company	
	31 Mar 16	31 Dec 15	31 Mar 16	31 Dec 15
Total number of issued shares	276,000,000	276,000,000	276,000,000	276,000,000
Less: Treasury shares	-	-	-	-
Total number of issued shares excluding treasury shares	276,000,000	276,000,000	276,000,000	276,000,000

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

The Company has no treasury shares as at 31 March 2016.

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).

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

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 compared with those of the audited financial statements for the financial year ("FY") ended 31 December 2015.

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 reason for, and the effect of, the change.

The Group has adopted the amended Financial Reporting Standard ("FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2016, where applicable.

The directors do not anticipate that the adoption of the amended FRS will have a material impact on the financial statements of the Group and the Company in the period of their initial adoption.

6. Earnings per ordinary share of the group for the current financial period reported on and the immediately preceding financial period, after deducting any provision for preference dividends.

	Group	
	3-month period ended 31 March	
	2016	2015 (Restated)
Net (loss)/profit for the period (RMB'000)		
- Continuing operation	(479)	(520)
- Discontinued operation	-	1,204
<u>Continuing operation</u>		
Basic loss per share (RMB cent)	(0.17)	(0.19)
Diluted loss per share (RMB cent)	(0.17)	(0.19)
<u>Discontinued operation</u>		
Basic earnings per share (RMB cent)	-	0.44
Diluted earnings per share (RMB cent)	-	0.44

Explanatory notes:

(Loss)/Earnings per share is calculated based on the Group's (loss)/profit after taxation divided by the issued share capital of the Company of 276,000,000 (2015: 276,000,000) shares for the period under review.

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:**
 (a) **current financial year reported on; and**
 (b) **immediately preceding financial year.**

	<u>Group/Company</u>	
	31 Mar 16	31 Dec 15
Net Asset Value per share (RMB cents)	21.6	21.8

The net asset value per ordinary share of the Group and the Company as at 31 March 2016 and 31 December 2015 were calculated based on the issued share capital of the Company of 276,000,000 shares as at 31 March 2016 and 31 December 2015.

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

Q1FY2016 vs Q1FY2015

The Company had on December 2015 completed the disposal of its principal and wholly-owned subsidiary (the "Disposal"). Following the Disposal, the Company became a cash company under Rule 1018 (Cash Companies) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

The Company recorded administrative expenses of RMB 0.5 million in both first quarter ended 31 March 2016 ("Q1FY2016") and first quarter ended 31 March 2015 ("Q1FY2015").

As a result of the Disposal, the Company does not have any operations in Q1FY2016. Hence, comparison of the results from discontinued operation in Q1FY2015 is not meaningful.

The Company recorded a loss after tax of RMB 0.5 million for Q1FY2016.

Review of Balance Sheet

The asset of the Company comprises mainly cash and cash equivalent of approximately RMB 61.9 million of which RMB 55.7 million represents restricted deposit placed in an escrow account.

Other payable and accruals comprise mainly accruals of directors' fee and statutory expenses.

Review of Cash Flow Statement

Q1FY2016 vs Q1FY2015

For Q1FY2016, the Company recorded net cash outflow from operating activities as compared to net cash inflow of RMB 2.3 million in Q1FY2015. This was mainly attributable to loss incurred during the period.

The Company recorded cash and cash equivalent of RMB 6.2 million, excluding restricted deposit of RMB 55.7 million which was placed in an escrow account for Q1FY2016.

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

No forecast or prospect statement previously disclosed.

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 Company is currently dormant and is considering various available options including new business acquisitions. Announcements on material developments will be made as and when appropriate. Shareholders should however note there is no certainty that the Company will not be delisted after a period of 12 months in accordance with Rule 1018(2) of the Listing Manual.

11. If a decision regarding dividend has been made

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

None.

(b) (i) Amount per share

Not Applicable.

(ii) Previous corresponding period

Not Applicable.

(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 Registrable Transfers received by the company (up to 5.00 p.m.) 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.

The Board of Directors of the Company does not recommend that a dividend be paid for the period ended 31 March 2016.

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 for the financial year from 1 January 2016 to 31 March 2016:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than RMB 479,000 (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 RMB 479,000 (S\$ 100,000))
	RMB'000	RMB'000
Total	Nil	Nil

The Company does not have a general mandate from shareholders for interested person transactions.

14. **Negative Confirmation Pursuant to Rule 705(5) of the SGX-ST Listing Manual**

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results of China Bearing (Singapore) Ltd for the financial period ended 31 March 2016 to be false or misleading in any material aspect.

15. **Undertaking Confirmation Statement from all its directors and executive officers under Rule 720(1)**

The Company has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

On behalf of the Board of Directors

Lim Kean Tin
Director
4 May 2016

Zhang Anxi
Director