

Second Quarter Financial Statement And Dividend Announcement for the Period Ended 30/06/2014

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

UNAUDITED RESULTS FOR SECOND QUARTER AND FIRST HALF ENDED 30 JUNE 2014

	GROUP					
	2Q2014 1 Apr 2014 to 30 Jun 2014 RMB'000	2Q2013 1 Apr 2013 to 30 Jun 2013 RMB'000	Increase/ (Decrease) %	1H2014 1 Jan 2014 to 30 Jun 2014 RMB'000	1H2013 1 Jan 2013 to 30 Jun 2013 RMB'000	Increase/ (Decrease) %
Revenue	336,303	284,032	18.4	633,171	486,423	30.2
Cost of sales	(250,875)	(220,215)	13.9	(476,513)	(371,533)	28.3
Gross profit	85,428	63,817	33.9	156,658	114,890	36.4
Other operating income	4,090	9,604	(57.4)	5,736	12,249	(53.2)
Selling and distribution expenses	(13,616)	(10,742)	26.8	(27,365)	(19,532)	40.1
Administrative expenses	(38,740)	(26,766)	44.7	(72,347)	(52,764)	37.1
Finance costs	(30,791)	(19,592)	57.2	(53,763)	(38,709)	38.9
Share of profits/(loss) of an associate	8,506	3,149	170.1	21,566	(900)	NM
Profit before income tax expense	14,877	19,470	(23.6)	30,485	15,234	100.1
Income tax expense	(8,903)	(5,480)	62.5	(13,676)	(6,941)	97.0
Profit for the period	5,974	13,990	(57.3)	16,809	8,293	102.7
Profit attributable to:						
Owners of the Company	8,288	14,861	(44.2)	19,828	9,983	98.6
Non-controlling interests	(2,314)	(871)	165.7	(3,019)	(1,690)	78.6
	5,974	13,990	(57.3)	16,809	8,293	102.7
STATEMENT OF COMPREHENSIVE INCOME						
Profit for the period	5,974	13,990	(57.3)	16,809	8,293	102.7
Other comprehensive income:						
Currency translation differences arriving from consolidation	(1,171)	(3,704)	(68.4)	(3,471)	(7,273)	(52.3)
Total comprehensive income for the period	4,803	10,286	(53.3)	13,338	1,020	1207.6
Total comprehensive income attributable to:						
Owners of the Company	7,117	11,157	(36.2)	16,357	2,710	503.6
Non-controlling interests	(2,314)	(871)	165.7	(3,019)	(1,690)	78.6
	4,803	10,286	(53.3)	13,338	1,020	1207.6

NM – Not meaningful

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

STATEMENTS OF FINANCIAL POSITION

	Group			Company		
	Unaudited As at 30 Jun 2014 RMB'000	Audited As at 31 Dec 2013 RMB'000	Increase/ (Decrease) %	Unaudited As at 30 Jun 2014 RMB'000	Audited As at 31 Dec 2013 RMB'000	Increase/ (Decrease) %
Non-current assets						
Property, plant and equipment	3,233,096	3,032,823	6.6	2,309	2,454	(5.9)
Interest in subsidiaries	-	-	-	2,374,417	1,909,143	24.4
Interest in an associate	219,688	192,539	14.1	147,781	142,198	3.9
Land use rights	315,704	318,285	(0.8)	-	-	-
Available-for-sale financial assets	2,000	2,000	-	-	-	-
Restricted bank deposits	27,007	35,082	(23.0)	-	-	-
Prepaid rental	95	99	(4.0)	-	-	-
	<u>3,797,590</u>	<u>3,580,828</u>	6.1	<u>2,524,507</u>	<u>2,053,795</u>	22.9
Current assets						
Inventories	497,351	628,933	(20.9)	-	-	-
Trade and other receivables	1,441,979	999,602	44.3	9,726	10,192	(4.6)
Income tax recoverable	-	12,205	NM	-	-	-
Cash and cash equivalents	1,631,428	1,046,456	55.9	414,475	15,960	2497.0
	<u>3,570,758</u>	<u>2,687,196</u>	32.9	<u>424,201</u>	<u>26,152</u>	1522.1
Less:						
Current liabilities						
Trade and other payables	479,108	420,084	14.1	13,245	2,529	423.7
Income tax payable	1,906	-	NM	-	-	-
Borrowings	2,212,034	2,081,582	6.3	-	-	-
	<u>2,693,048</u>	<u>2,501,666</u>	7.7	<u>13,245</u>	<u>2,529</u>	423.7
Net current assets	877,710	185,530	373.1	410,956	23,623	1639.6
Non-current liabilities						
Borrowings	1,426,515	516,028	176.4	795,229	-	NM
Deferred tax liability	2,141	2,141	-	-	-	-
	<u>1,428,656</u>	<u>518,169</u>	175.7	<u>795,229</u>	<u>-</u>	NM
Net assets	<u>3,246,644</u>	<u>3,248,189</u>	-	<u>2,140,234</u>	<u>2,077,418</u>	3.0

**Capital and reserves
and non-controlling
interests**

Share capital	2,166,575	2,166,575	-	2,166,575	2,166,575	-
Treasury shares	(2,501)	(2,501)	-	(2,501)	(2,501)	-
Foreign currency translation reserve	(17,441)	(13,970)	24.8	(11,758)	(92,527)	(87.3)
PRC statutory reserve	145,084	142,016	2.2	-	-	-
Share options reserve	-	2,740	NM	-	2,740	NM
Retained earnings	678,414	673,797	0.7	(12,082)	3,131	NM
Equity attributable to owners of the Company	2,970,131	2,968,657	-	2,140,234	2,077,418	3.0
Non-controlling interests	276,513	279,532	(1.1)	-	-	-
Total equity	3,246,644	3,248,189	-	2,140,234	2,077,418	3.0

NM – Not meaningful

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

Amount repayable in one year or less, or on demand

As at 30 Jun 2014		As at 31 Dec 2013	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
1,027,290	1,184,744	1,175,581	906,001

Amount repayable after one year

As at 30 Jun 2014		As at 31 Dec 2013	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
270,830	1,155,685	248,990	267,038

Details of any collateral

The secured borrowings consist of bank loans that are provided to Jilin Midas Aluminium Industries Co., Ltd. ("Jilin Midas") and Jilin Midas Light Alloy Co., Ltd. ("JMLA").

The bank loans to Jilin Midas are secured by the mortgage of land use rights, property, plant and equipment and various trade receivables with net book value of about RMB1,199.1 million (31 December 2013: RMB1,202.7 million). The bank loans to JMLA are guaranteed by the Company, Jilin Midas and Dalian Huicheng Aluminium Industries Co., Ltd (which is ultimately owned by Mr. Chen Wei Ping, who is the Executive Director and Chairman of the Company). The bank loans to JMLA are also secured by future constructions and developments on the land including factory buildings, office buildings and workshops for auxiliary facilities, and two cold-rolling mills. The bank loans to Luoyang Midas Aluminium Industries Co., Ltd. ("Luoyang Midas") are guaranteed by Jilin Midas.

- 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**

UNAUDITED STATEMENT OF CASH FLOWS

	2Q2014 1 Apr 2014 to 30 Jun 2014 RMB'000	2Q2013 1 Apr 2013 to 30 Jun 2013 RMB'000
Cash flows from operating activities:		
Profit before income tax expense	14,877	19,470
Adjustments for:		
Depreciation of property, plant and equipment	36,120	30,260
Share of profits of an associate	(8,506)	(3,149)
Amortisation of land use rights and prepaid rental	1,316	1,269
Loss on disposal of property, plant and equipment	4	-
Interest income	(3,444)	(565)
Interest expenses	30,791	18,683
Operating profits before changes in working capital	71,158	65,968
Changes in working capital		
Inventories	28,027	46,100
Trade and other receivables	1,778	(188,489)
Trade and other payables	58,030	77,268
Cash generated from operations	158,993	847
Interest received	3,444	565
Interest paid	(22,982)	(18,683)
Income tax recovered/(paid)	1,454	(4,147)
Net cash from/(used in) operating activities	140,909	(21,418)
Cash flows from investing activities:		
Purchases of property, plant and equipment	(184,059)	(70,384)
Net increase in restricted bank deposits	(2,992)	(16,519)
Interest paid and capitalised	(28,173)	(10,697)
Dividends received from an associate	7,083	-
Net cash used in investing activities	(208,141)	(97,600)
Cash flows from financing activities		
Dividends paid	(14,883)	(15,152)
Repayment of bank borrowings	(137,290)	(162,000)
Proceeds from bank borrowings	312,968	249,000
Proceeds from medium term note	375,476	-
Net cash from financing activities	536,271	71,848
Net change in cash and cash equivalents	469,039	(47,170)
Cash and cash equivalents at beginning of period	1,163,811	463,320
Net effect of exchange rate changes in cash and cash equivalents	(1,422)	555
Cash and cash equivalents at end of period	1,631,428	416,705

- 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

UNAUDITED STATEMENTS OF CHANGES IN EQUITY

	← <u>Attributable to Owners of the Company</u> →								
Group	Share capital	Treasury shares	Foreign currency translation reserve	PRC statutory reserve	Share options reserve	Retained earnings	Total	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 Jan 2014	2,166,575	(2,501)	(13,970)	142,016	2,740	673,797	2,968,657	279,532	3,248,189
Profit for the period	-	-	-	-	-	19,828	19,828	(3,019)	16,809
<i>Other comprehensive income:</i>									
Currency translation differences	-	-	(3,471)	-	-	-	(3,471)	-	(3,471)
Total comprehensive income for the financial period	-	-	(3,471)	-	-	19,828	16,357	(3,019)	13,338
Transfer to PRC statutory reserve	-	-	-	3,068	-	(3,068)	-	-	-
Dividends	-	-	-	-	-	(14,883)	(14,883)	-	(14,883)
Transfer of option reserve to retained earnings	-	-	-	-	(2,740)	2,740	-	-	-
Balance at 30 Jun 2014	2,166,575	(2,501)	(17,441)	145,084	-	678,414	2,970,131	276,513	3,246,644
Balance at 1 Jan 2013	2,166,575	(2,501)	(1,598)	134,467	2,958	663,562	2,963,463	284,418	3,247,881
Profit for the period	-	-	-	-	-	9,983	9,983	(1,690)	8,293
<i>Other comprehensive income:</i>									
Currency translation differences	-	-	(7,273)	-	-	-	(7,273)	-	(7,273)
Total comprehensive income for the financial period	-	-	(7,273)	-	-	9,983	2,710	(1,690)	(1,020)
Transfer to PRC statutory reserve	-	-	-	3,154	-	(3,154)	-	-	-
Dividends	-	-	-	-	-	(15,152)	(15,152)	-	(15,152)
Balance at 30 Jun 2013	2,166,575	(2,501)	(8,871)	137,625	2,958	(655,239)	2,951,021	282,728	3,233,749

Company	Share capital	Treasury shares	Foreign currency translation reserve	PRC statutory reserve	Share options reserve	Retained earnings	Total	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 Jan 2014	2,166,575	(2,501)	(92,527)	-	2,740	3,131	2,077,418	-	2,077,418
Loss for the period	-	-	-	-	-	(3,070)	(3,070)	-	(3,070)
<i>Other comprehensive income:</i>									
Currency translation differences	-	-	80,769	-	-	-	80,769	-	80,769
Total comprehensive income for the financial period	-	-	80,769	-	-	(3,070)	77,699	-	77,699
Dividends	-	-	-	-	-	(14,883)	(14,883)	-	(14,883)
Transfer of option reserve to retained earnings	-	-	-	-	(2,740)	2,740	-	-	-
Balance at 30 Jun 2014	2,166,575	(2,501)	(11,758)	-	-	(12,082)	2,140,234	-	2,140,234
Balance at 1 Jan 2013	2,166,575	(2,501)	43,908	-	2,958	1,489	2,212,429	-	2,212,429
Profit for the period	-	-	-	-	-	14,169	14,169	-	14,169
<i>Other comprehensive income:</i>									
Currency translation differences	-	-	(104,205)	-	-	-	(104,205)	-	(104,205)
Total comprehensive income for the financial period	-	-	(104,205)	-	-	14,169	(90,036)	-	(90,036)
Dividends	-	-	-	-	-	(15,152)	(15,152)	-	(15,152)
Balance at 30 Jun 2013	2,166,575	(2,501)	(60,297)	-	2,958	506	2,107,241	-	2,107,241

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 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

SHARE CAPITAL

No shares were issued during the financial period ended 30 June 2014.

SHARE OPTIONS

As at 30 June 2014, there were no unexercised share options shares (30 June 2013 – 5,100,000) under the “Midas Employees Share Option Scheme”. The Scheme expired on 5 January 2014.

TREASURY SHARES

As at 30 June 2014, 1,000,000 ordinary shares were held as treasury shares (30 June 2013 – 1,000,000).

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

As at 30 June 2014 the share capital of the Company comprises 1,217,617,800 issued and fully paid ordinary shares (31 December 2013 – 1,217,617,800).

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.

Not applicable.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of 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 period as compared to the most recently audited annual financial statements as at 31 December 2013.

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

Not applicable.

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

EARNINGS PER SHARE

		Group					Change +/(-) %
		2Q2014 1 Apr 2014 to 30 Jun 2014	2Q2013 1 Apr 2013 to 30 Jun 2013	Change +/(-) %	1H2014 1 Jan 2014 to 30 Jun 2014	1H2013 1 Jan 2013 to 30 Jun 2013	
Earnings per ordinary share of the Group for the financial period based on net profit attributable to owners of the company							
(i)	Based on basic basis (RMB Fen)	0.68	1.22	(44.3)	1.63	0.82	98.8
	- Number of shares	1,217,617,800	1,217,617,800		1,217,617,800	1,217,617,800	
(ii)	On a fully diluted basis (RMB Fen)	0.68	1.22	(44.3)	1.63	0.82	98.8
	- Number of shares	1,217,617,800	1,217,617,800		1,217,617,800	1,217,617,800	

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 period reported on and (b) immediately preceding financial year**

NET ASSET VALUE

	Group			Company		
	30 Jun 2014	31 Dec 2013	Change +/(-) %	30 Jun 2014	31 Dec 2013	Change +/(-) %
Net asset value per ordinary share based on issued share capital at financial period/year end	2.44 yuan	2.44 yuan	-	1.76 yuan	1.71 yuan	2.9

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

COMMENTARY ON THE STATEMENT OF COMPREHENSIVE INCOME

2Q2014

Our total revenue increased by approximately RMB52.3 million or 18.4% from RMB284.0 million in 2Q2013 to RMB336.3 million in 2Q2014. Revenue at our Aluminium Alloy Extruded Products Division increased by approximately RMB53.4 million or 19.6% from RMB272.7 million in 2Q2013 to RMB326.1 million in 2Q2014.

The table below shows the revenue segmentation by end usage at our Aluminium Alloy Extruded Products Division for the three months ended 30 June 2014.

Aluminium Alloy Extruded Products Division		
<u>Transport Industry</u>	<u>Power Industry</u>	<u>Others</u>
86.6%	5.1%	8.3%

Revenue contributions for the “Transport Industry” segment in the Aluminium Alloy Extruded Products Division included the supply of aluminium alloy extrusion profiles for freight wagons.

Revenue contributions for the “Others” segment in the Aluminium Alloy Extruded Products Division comprised mainly of the supply of aluminium alloy rods and other specialized profiles for industrial machinery.

The Group’s gross profit margin for 2Q2014 was 25.4% versus 22.5% in 2Q2013. This was due to higher gross profit margin at our Aluminium Alloy Extruded Products Division of 25.6% in 2Q2014 as compared to 22.7% in 2Q2013.

Other operating income comprised mainly interest income and disposal of scrap materials at our Aluminium Alloy Extruded Products Division.

Selling and distribution expenses increased by approximately RMB2.9 million in 2Q2014, driven mainly by higher transportation expenses and staff costs as compared with 2Q2013.

Administrative expenses increased by about RMB12.0 million in 2Q2014 mainly due to increase in depreciation and higher start up staff costs at our new plants as compared with 2Q2013.

Finance costs comprised interest for debt borrowings, bank charges and financing costs relating to discounted notes receivables. Approximately RMB30.4 million (2Q2013: RMB10.7 million) of the interest on borrowings that are used to finance the construction of property, plant and equipment for our new production lines were capitalized.

The Group’s share of profits from its associated company, Nanjing SR Puzhen Rail Transport Co. (“NPRT”), is approximately RMB8.5 million in 2Q2014. This was attributed to an increase in delivery of train cars to its customers during the period.

Income tax expense for 2Q2014 increased by about RMB3.4 million as a result of higher withholding tax and expiration of concessionary tax rates. Our Jilin Aluminium Alloy Extruded Products Division was taxed at 25% as compared with the concessionary rate of 15% in 2Q2013.

2Q2014 ended with profits attributable to owners of the Company of approximately RMB8.3 million.

1H2014

Our total revenue increased by approximately RMB146.7 million or 30.2% from RMB486.4 million in 1H2013 to RMB633.2 million in 1H2014. Revenue at our Aluminium Alloy Extruded Products Division increased by approximately RMB154.1 million or 32.9% from RMB468.4 million in 1H2013 to RMB622.5 million in 1H2014.

The table below shows the revenue segmentation by end usage at our Aluminium Alloy Extruded Products Division for the six months ended 30 June 2014.

Aluminium Alloy Extruded Products Division		
<u>Transport Industry</u>	<u>Power Industry</u>	<u>Others</u>
83.0%	5.0%	12.0%

Revenue contributions for the “Transport Industry” segment in the Aluminium Alloy Extruded Products Division included the supply of aluminium alloy extrusion profiles for freight wagons.

Revenue contributions for the “Others” segment in the Aluminium Alloy Extruded Products Division comprised mainly of the supply of aluminium alloy rods and other specialized profiles for industrial machinery.

The Group’s gross profit margin for 1H2014 was 24.7% versus 23.6% in 1H2013. This was due to higher gross profit margin at our Aluminium Alloy Extruded Products Division of 25.0% in 1H2014 as compared to 23.9% in 1H2013.

Other operating income comprised mainly interest income and disposal of scrap materials at our Aluminium Alloy Extruded Products Division.

Selling and distribution expenses increased by approximately RMB7.8 million in 1H2014, driven mainly by higher transportation expenses and staff costs as compared with 1H2013.

Administrative expenses increased by about RMB19.6 million in 1H2014 mainly due to increase in depreciation and higher start up staff costs at our new plants as compared with 1H2013.

Finance costs comprised interest for debt borrowings, bank charges and financing costs relating to discounted notes receivables. Finance costs increased mainly due to higher bank borrowings and the issuance of bonds pursuant to the medium term note programme. Approximately RMB56.2 million (1H2013: RMB19.4 million) of the interest on borrowings that are used to finance the construction of property, plant and equipment for our new production lines were capitalized.

The Group’s share of profits from NPRT was approximately RMB21.6 million in 1H2014. This was attributed to an increase in delivery of train cars to its customers during the period.

Income tax expense for 1H2014 increased by about RMB6.7 million as a result of higher withholding tax and expiration of concessionary tax rates. Our Jilin Aluminium Alloy Extruded Products Division was taxed at 25% as compared with the concessionary rate of 15% in 1Q2013.

1H2014 ended with profits attributable to owners of the Company of approximately RMB19.8 million.

COMMENTARY ON THE STATEMENTS OF FINANCIAL POSITION

Property, plant and equipment increased due to additions made to machinery and infrastructure development for:-

1. extrusion moulds, ancillary facilities and construction of new plant for our Aluminium Alloy Extruded Products Division; and
2. construction of new plant for our Aluminium Alloy Plates and Sheets Division.

Inventories decreased by about RMB131.6 million mainly due to lower levels of raw materials held at period end.

Trade and other receivables increased by about RMB442.4 million. This was mainly due to increase in trade receivables of about RMB236.7 million in line with the increase in sales. Other receivables increased by about RMB205.7 million mainly due to advance payments made to our suppliers for inventories.

Trade and other payables increased by about RMB59.0 million due mainly to slower payment to our suppliers.

Net borrowings increased by RMB1,040.9 million mainly due to the issuance of bonds pursuant to the medium term note programme amounting to approximately RMB795.2 million.

COMMENTARY ON THE CONSOLIDATED STATEMENT OF CASH FLOWS

During the quarter under review, our net cash position increased by about RMB469.0 million and was due mainly to positive cash flow generated from operations of about RMB140.9 million and net increase in borrowings of RMB551.2 million. These cash inflows were reduced by payments made for property, plant and equipment of about RMB212.2 million and dividends to shareholders of RMB14.9 million.

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 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

Investments in the railway sector are expected to accelerate in the second half of 2014 as the state-owned railway operator, China Railway Corporation ("CRC"), strives to achieve its fixed asset investment target of RMB800 billion for the year 2014.

The market fundamentals of the PRC rail transportation industry remain supported by the prospect of new awards of high-speed rail train orders from CRC and the demand for urban rail solutions from an increasing number of PRC cities.

Currently, 36 PRC cities have embarked on plans to build urban rail solutions such as metro systems. This number is expected to increase as growing affluence and urbanisation drive PRC cities to upgrade their transport systems in response to the strains experienced in their current public transport networks. Investments into the urban rail network is expected to reach RMB220 billion in 2014, an increase of RMB40 billion from 2013.

The Group expects these positive developments to benefit industry players, and will continue to actively identify and harness opportunities in the PRC railway sector, other product segments as well as in export markets.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	First Interim
Dividend Type	Cash
Dividend amount per share (in cents)	0.25 Singapore cent per ordinary share under one-tier system
Tax Rate	Tax exempt (one-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Yes

Name of Dividend	First Interim
Dividend Type	Cash
Dividend amount per share (in cents)	0.25 Singapore cent per ordinary share under one-tier system
Tax Rate	Tax exempt (one-tier)

(c) Date payable

To be advised.

(d) Books closure date

To be advised.

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

Not applicable.

13. Interested person transactions

The Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920 of the Listing Manual of the Singapore Exchange Securities Trading Limited ("SGX-ST").

There was no interested person transaction, as defined in Chapter 9 of the Listing Manual of the SGX-ST, of S\$100,000 or above entered into by the Group or by the Company during the period ended 30 June 2014. Although the provision of the guarantee by Dalian Huicheng Aluminium Industries Co., Ltd (which is ultimately owned by Mr. Chen Wei Ping, who is the Chairman of the Board) in relation to the bank loans to JMLA is an interested person transaction (as defined in Chapter 9 of the Listing Manual of the SGX-ST), there is no amount at risk to the Company arising from the provision of such corporate guarantee.

14. Negative assurance on interim-year financial statements

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the 2Q2014 financial results to be false or misleading in any material respect.

15. Status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use.

Not applicable.

BY ORDER OF THE BOARD

Patrick Chew Hwa Kwang
CEO
14 August 2014