UNITED FOOD HOLDINGS LIMITED

Full Year Financial Statement And Dividend Announcement

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

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

The figures presented below have not been audited.

CONSOLIDATED STATEMENT OF PROFT OR LOSS
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2015

		Group					
		3 months ended			12 months ended		
CONTINUING OPERATIONS	**Note**	**31/12/15 RMB'000**	**31/12/14 RMB'000**	**Change %**	**31/12/15 RMB'000**	**31/12/14 RMB'000**	**Change %**
REVENUE	**(A)**	82,060	1,282,903	-93.6	2,211,658	5,080,301	-56.5
Cost of sales	**(B)**	(110,655)	(1,267,961)	-91.3	(2,402,629)	(5,008,125)	-52.0
Gross (loss) / profit		(28,595)	14,942	N/M	(190,971)	72,176	N/M
Other income and gains	**(C)**	1,319	2,058	-35.9	6,574	12,285	-46.5
Selling and distribution costs	**(D)**	(1,685)	(3,025)	-44.3	(8,719)	(11,298)	-22.8
Administrative expenses	**(E)**	(21,328)	(9,330)	+128.6	(56,441)	(27,813)	+102.9
Other expenses, net	**(F)**	(184,817)	(639)	N/M	(721,926)	(1,734)	N/M
(Loss) / profit before tax		(235,106)	4,006	N/M	(971,483)	43,616	N/M
Tax		-	-		-	-	
(Loss) / profit for the period/ year from the continuing operations		(235,106)	4,006	N/M	(971,483)	43,616	N/M
DISCONTINUED OPERATION							
Loss for the period / year from a discontinued operation		(684)	(2,192)	-68.8	(2,738)	(18,053)	-84.8
(Loss) / profit for the year / period		(235,790)	1,814	N/M	(974,221)	25,563	N/M
Attributable to:							
Owners of the Company		(235,790)	1,814	N/M	(974,221)	25,563	N/M
(LOSS) / EARNINGS PER SHARE	**6**						
-Basic		(RMB2.14)	RMB0.02*		(RMB8.85)	RMB0.23*	
-Diluted		N/A	N/A		N/A	N/A	
Dividend	**11**	-	5,174		-	5,174	

Note: For Notes (A) – (F), please refer to Item 8 for further analysis.
*** Restated figures. Please refer to Item 6 for further explanation.**

CONSOLIDATED STATMENT OF COMPREHENSIVE INCOME
FOR THE THREE AND TWELVE MONTHS ENDED 31 DECEMBER 2015

	Group					
	3 months ended			12 months ended		
	31/12/15 RMB'000	31/12/14 RMB'000	Change %	31/12/15 RMB'000	31/12/14 RMB'000	Change %
(Loss) / profit for the period / year	(235,790)	1,814	N/M	(974,221)	25,563	N/M
Other comprehensive income	-	-		-	-	
Total comprehensive (loss) / income for the period / year	(235,790)	1,814	N/M	(974,221)	25,563	N/M
Attributable to:						
Owners of the Company	(235,790)	1,814	N/M	(974,221)	25,563	N/M

The Group's (loss) / profit before tax is arrived at after charging:

	Group					
	3 months ended			12 months ended		
	31/12/15 RMB'000	31/12/14 RMB'000	Change %	31/12/15 RMB'000	31/12/14 RMB'000	Change %
Amortisation of land use rights	2,302	4,665	-50.7	8,676	11,039	-21.4
Depreciation	11,943	24,250	-50.8	52,688	78,055	-32.5
Impairment loss for property, plant and equipment	131,070	-	N/M	131,071	-	N/M
Loss on sales of raw soybeans	7,021	-	N/M	238,127	-	N/M
Loss on soybean contracts	47,519	-	N/M	162,337	-	N/M
Impairment loss for prepayments, deposits and other receivables	-	-	N/M	189,708	-	N/M

Note: N/M – Not meaningful
N/A – Not applicable

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

CONSOLIDATED AND COMPANY STATEMENTS OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

		Group		Company	
	Note	31/12/15 RMB'000	31/12/14 RMB'000	31/12/15 RMB'000	31/12/14 RMB'000
NON-CURRENT ASSETS					
Investments in subsidiaries		-	-	-	223,738
Property, plant and equipment		146,274	330,033	-	-
Land use rights		43,806	52,482	-	-
Total non-current assets		190,080	382,515	-	223,738
CURRENT ASSETS					
Inventories	**(G)**	61,342	553,389	-	-
Amounts due from subsidiaries		-	-	-	536,667
Prepayments, deposits and other receivables	**(H)**	358	57,116	-	-
Restricted bank deposits	**(I)**	-	388,093	-	-
Cash and bank balances	**(I)**	183,257	82,330	483	495
Total current assets		244,957	1,080,928	483	537,162
CURRENT LIABILITIES					
Trade payables	**(J)**	-	5,028	-	-
Amounts due to subsidiaries		-	-	9,304	-
Other payables, deposits received and accruals	**(K)**	3,258	47,687	1,086	742
Total current liabilities		3,258	52,715	10,390	742
NET CURRENT ASSETS / (LIABILITIES)		241,699	1,028,213	(9,907)	536,420
Net assets / (liabilities)		431,779	1,410,728	(9,907)	760,158
EQUITY					
Equity attributable to owners of the Company					
Issued capital		294,465	294,465	294,465	294,465
Reserves		137,314	1,111,089	(304,372)	460,519
Proposed final dividend	**11**	-	5,174	-	5,174
Total equity		431,779	1,410,728	(9,907)	760,158

Note: For Notes (G) to (K), please refer to Item 8 for further analysis.

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

Amount repayable in one year or less, or on demand

As at 31/12/15		As at 31/12/14	
Secured	**Unsecured**	**Secured**	**Unsecured**
RMB'000	**RMB'000**	**RMB'000**	**RMB'000**
N/A	N/A	N/A	N/A

Amount repayable after one year

As at 31/12/15		As at 31/12/14	
Secured	**Unsecured**	**Secured**	**Unsecured**
RMB'000	**RMB'000**	**RMB'000**	**RMB'000**
N/A	N/A	N/A	N/A

Details of any collateral

N/A

As disclosed in the results announcement in 3rd Quarter FY2015, the Audit Committee ("AC") noted that there had not been sufficient independent verification to confirm that the Group did not utilise the banking facilities (of up to RMB335 million) granted by Bohai Bank against the RMB335 million in pledge time deposits at the said bank:

"The Audit Committee ("AC") noted that the agreed upon procedures ("AUP") report had stated the following (see the announcement on Update On Independent Review Into The Losses Suffered By The Group released via SGXNET to SGX-ST on 18 September 2015):

a. although Bohai Bank in Jinan City had in their written bank confirmation received by post, confirmed that the Group's bank balance as at 30 June 2015 was RMB 335 million (which was in the form of pledged time deposits), Bohai Bank's confirmation did not indicate whether there were any banking facilities granted to the Group and whether the Group had used any banking facilities by 30 June 2015;

b. on the other hand, Management had advised that the RMB 335 million in time deposits in Bohai Bank had been pledged for banking facilities of an equivalent amount, and such arrangement was made for the Group to apply for letters of credit, when necessary, for the purpose of overseas procurement of soybeans. However, the banking facilities were not utilised as the Group had suspended the importation of soybeans;

c. as a result, during the course of the AUP, there was a proposal to conduct a second visit to Bohai Bank to further seek clarification from Bohai Bank regarding the banking facilities, and also to obtain the bank statements from the bank on the spot, which was not achieved during the first visit to Bohai Bank due to a lack of sufficient authorisation documents required by the bank. However, Management took the view that a second visit to Bohai Bank was not necessary as the banking facilities were not utilised because the Group had suspended the importation of soybeans.

Although Management had advised that the Group's borrowings and debt securities were "NIL" as at 30 September 2015, the AC noted that there has not been sufficient independent verification to confirm that the Group did not utilise the banking facilities (of up to RMB 335 million) granted by Bohai Bank against the RMB 335 million in pledged time deposits at the said bank. The AC will direct the external auditors to pay special attention to this Bohai bank account during the year-end audit."

Arising from the insufficient independent verification to confirm that the group did not utilise the banking facilities granted by Bohai Bank against the pledged time deposits at the said bank, the AC has requested the in-coming auditors to follow up on this specific AUP.

The joint auditors physically visited Bohai Bank on 22 March 2016, and obtained the bank confirmation from Bohai Bank which stated that all fixed deposit accounts as at 30 June 2015, 30 September 2015 and 31 December 2015 requested as above were not pledged and not be restricted, and there were no bank borrowings, bank guarantees, and other contingent liabilities as recorded by Bohai Bank.

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 STATEMENTS OF CASH FLOWS

	Group 12 months ended	
	31/12/15	**31/12/14**
	RMB'000	**RMB'000**
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / profit before tax		
From continuing operations	(971,483)	43,616
From a discontinued operation	(2,738)	(18,053)
Adjustments for:		
Amortisation of land use rights	8,676	11,039
Depreciation	52,688	78,055
Impairment loss on prepayment, deposits and other receivables	189,708	-
Impairment loss of property, plant and equipment	131,071	-
Bank interest income	(5,657)	(11,065)
	(597,735)	103,592
Working capital adjustments:		
Decrease in inventories	492,047	35,951
Decrease in biological assets	-	35,450
Decrease in trade receivables	-	2,317
(Increase) in prepayments, deposits and other receivables	(132,950)	(13,575)
(Decrease) in trade payables	(5,028)	(222,607)
(Decrease) in other payables, deposits received and accruals	(44,429)	(8,534)
Cash generated used in operations	(288,095)	(67,406)
Interest received	5,657	11,065
Net cash flows used in operating activities	(282,438)	(56,341)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of items of property, plant and equipment	-	(15,391)
Cash transferred to restricted bank deposits	-	(773,036)
Cash transferred from restricted bank deposits	388,093	883,700
Net cash flows from investing activities	388,093	95,273
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(5,174)	-
Net cash flows used in financing activities	(5,174)	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	100,481	38,932
Exchange differences	446	-
Cash and cash equivalents at beginning of year	82,330	43,398
CASH AND CASH EQUIVALENTS AT END OF YEAR	183,257	82,330
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	183,257	82,330

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

	Issued capital RMB'000	Proposed final dividend RMB'000	Retained profits/ (Accumulated losses) RMB'000	Exchange reserve RMB'000	Statutory reserves RMB'000	Capital redemption reserve RMB'000	Share premium RMB'000	Total RMB'000
Balance at 1 January 2015	294,465	5,174	578,757	-	19,431	2,982	509,919	1,410,728
Profit for 1Q15	-	-	2,609	-				2,609
Balance at 31 March 2015	294,465	5,174	581,366	-	19,431	2,982	509,919	1,413,337
Loss for 2Q15	-	-	(563,259)	-	-	-	-	(563,259)
Dividend paid - 2014 final		(5,174)	-	-		-	-	(5,174)
Balance at 30 June 2015	294,465	-	18,107	-	19,431	2,982	509,919	844,904
Loss for 3Q15	-	-	(177,781)	-	-	-	-	(177,781)
Balance at 30 September 2015	294,465	-	(159,674)	-	19,431	2,982	509,919	667,123
Exchange fluctuation in 4Q15	-	-	-	446	-	-	-	446
Loss for 4Q15	-	-	(235,790)	-	-	-	-	(235,790)
Balance at 31 December 2015	294,465	-	(395,464)	446	19,431	2,982	509,919	431,779

Group

	Issued capital RMB'000	Proposed final dividend RMB'000	Retained profits/ (Accumulated losses) RMB'000	Exchange reserve RMB'000	Statutory reserves RMB'000	Capital redemption reserve RMB'000	Share premium RMB'000	Total RMB'000
Balance at 1 January 2014	294,465	-	558,368	-	19,431	2,982	509,919	1,385,165
Loss for 1Q14	-	-	(2,950)	-				(2,950)
Balance at 31 March 2014	294,465	-	555,418	-	19,431	2,982	509,919	1,382,215
Profit for 2Q14	-	-	5,216	-	-	-	-	5,216
Balance at 30 June 2014	294,465	-	560,634	-	19,431	2,982	509,919	1,387,431
Profit for 3Q14	-	-	21,483	-	-	-	-	21,483
Balance at 30 September 2014	294,465	-	582,117	-	19,431	2,982	509,919	1,408,914
Profit for 4Q14	-	-	1,814		-	-	-	1,814
Dividend - 2014 proposed	-	5,174	(5,174)	-	-	-	-	-
Balance at 31 December 2014	294,465	5,174	578,757	-	19,431	2,982	509,919	1,410,728

Company

	Issued capital	Proposed final dividend	Accumulated losses	Exchange reserve	Capital redemption reserve	Share premium	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2015	294,465	5,174	(52,382)	-	2,982	509,919	760,158
Loss for 1Q15	-	-	(932)	-			(932)
Balance at 31 March 2015	294,465	5,174	(53,314)	-	2,982	509,919	759,226
Loss for 2Q15	-	-	(1,404)	-	-	-	(1,404)
Dividend paid - 2014 final		(5,174)	-	-	-	-	(5,174)
Balance at 30 June 2015	294,465	-	(54,718)	-	2,982	509,919	752,648
Loss for 3Q15	-	-	(1,399)	-	-	-	(1,399)
Balance at 30 September 2015	294,465	-	(56,117)	-	2,982	509,919	751,249
Exchange fluctuation in 4Q15	-	-	-	(121,910)	-	-	(121,910)
Impairment loss in investment in subsidiaries	-	-	(223,738)	-	-	-	(223,738)
Loss for 4Q15	-	-	(415,508)	-	-	-	(415,508)
Balance at 31 December 2015	294,465	-	(695,363)	(121,910)	2,982	509,919	(9,907)

Company

	Issued capital	Proposed final dividend	Accumulated losses	Exchange reserve	Capital redemption reserve	Share premium	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2014	294,465	-	(41,383)	-	2,982	509,919	765,983
Loss for 1Q14	-	-	(1,252)	-			(1,252)
Balance at 31 March 2014	294,465	-	(42,635)	-	2,982	509,919	764,731
Loss for 2Q14	-	-	(1,218)	-	-	-	(1,218)
Balance at 30 June 2014	294,465	-	(43,853)	-	2,982	509,919	763,513
Loss for 3Q14	-	-	(738)	-	-	-	(738)
Balance at 30 September 2014	294,465	-	(44,591)	-	2,982	509,919	762,775
Loss for 4Q14	-	-	(2,617)		-	-	(2,617)
Dividend - 2014 proposed	-	5,174	(5,174)	-	-	-	-
Balance at 31 December 2014	294,465	5,174	(52,382)	-	2,982	509,919	760,158

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.

Following the shareholders' approval obtained at a special general meeting on 22 April 2015, the Company had consolidated its 10 existing issued ordinary shares into 1 ordinary share with effect from 16 June 2015. Accordingly, adjustments had been made to the number of shares.

There were no shares held as treasury shares and the Company does not have any shares that may be issued on conversion of any outstanding convertibles as at 31 December 2015 and 31 December 2014.

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 were *110,080,868 and 1,100,808,740 ordinary shares in issue as at 31 December 2015 and 31 December 2014.

The Company did not hold any treasury shares as at 31 December 2015 and 31 December 2014.

*After the completion of share consolidation on 16 June 2015.

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

N/A

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 nor reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

N/A

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 consolidated financial statements for the current reporting period compared with the audited financial statements as at 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

The adoption of the new or revised IFRS that are mandatory for financial year beginning on or after 1 January 2015. The adoption of these IFRS has no significant impact on the Group's consolidated financial statements.

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

	Group			
	3 months ended		12 months ended	
	31/12/15	31/12/14 (Restated)*	31/12/15	31/12/14 (Restated)*
(LOSS) / EARNINGS PER ORDINARY SHARE				
(i) Based on weighted average number of ordinary shares in issue				
- For (loss) / profit for the year / Period	**(RMB2.14)**	**RMB0.02**	**(RMB8.85)**	**RMB0.23**
- For (loss) / profit from continuing operations for the year / period	**(RMB2.14)**	**RMB0.04**	**(RMB8.83)**	**RMB0.40**
(ii) On a fully diluted basis	-	-	-	-

(i) (Loss) / earnings per ordinary share on the existing issued share capital is computed based on the weighted average number of ordinary shares in issue during three months and twelve months ended 31 December 2015 of *110,080,868 shares (three months and twelve months ended 31 December 2014: *110,080,868 shares).

*After the completion of share consolidation on 16 June 2015. The Company has consolidated 10 ordinary shares into 1 ordinary share in the capital of the Company and the weighted average number of ordinary shares used for the calculation of earnings per share for the corresponding period in 2014 has been adjusted for the effect of the share consolidation.

(ii) There were no potential dilutive ordinary shares in existence for the three months and twelve months ended 31 December 2015 and 31 December 2014. Accordingly, no diluted earnings per share has been presented.

7. Net asset value (for the issuer and group) per ordinary share based on the total number issued share excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year

	Group		Company	
	31/12/15 RMB	31/12/14 RMB (Restated)*	31/12/15 RMB	31/12/14 RMB (Restated)*
NET ASSETS VALUE PER ORDINARY SHARE				
Net asset backing per ordinary share based on existing issued share capital as at the end of the period reported on	**RMB3.92**	**RMB12.82**	**(RMB0.04)**	**RMB6.91**

The net asset value for the Group and the Company per ordinary share were calculated based on *110,080,868 shares in issue as at 31 December 2015 and 31 December 2014 respectively.

*After the completion of share consolidation on 16 June 2015. The Company has consolidated 10 ordinary shares into 1 ordinary share in the capital of the Company and the number of ordinary shares in issue used for the calculation of net asset value per ordinary share for as at 31 December 2014 has been adjusted for the effect of the share consolidation.

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

Performance Review

(A) Revenue

The Group recorded a revenue of RMB2.2 billion in FY2015 compared to RMB5.1 billion in FY2014. The significant decrease in revenue was mainly due to the temporary suspension of the production of the soybean processing division since 5 July 2015.

Soybean Processing

The soybean processing division recorded a revenue of RMB2.0 billion in FY2015 compared to RMB4.8 billion in FY2014, because the Group has temporarily suspended the production of the sobean processing division since 5 July 2015.

Animal Feed

The animal feed division recorded a slightly higher revenue of RMB258.2 million in FY2015, compared to RMB234 million in FY2014.

(B) Cost of Sales

The Group recorded a gross loss margin of 8.6% for the continuing operations in 2015 against a gross profit margin of 1.4% in 2014.

(C) Other income and gains

Other income and gains decreased by 46.5% in FY2015 compared to FY2014, due mainly to a lower interest income.

(D) Selling and distribution costs

In line with the decrease in sales revenue, the Group incurred a lower selling and distribution expenses in FY2015 compared to FY2014.

(E) Administrative expenses

Administrative expenses increased by 102.9% in FY2015 compared to FY2014. This was due mainly to the re-allocation of amortization and depreciation of the property, plant and equipment of the soybean processing division into administrative expenses after the temporary suspension of its production.

(F) Other expenses, net

An increase in other expenses by RMB720.2 million in FY2015 compared to FY2014, was mainly due to the impariment loss of property, plant and equipment of RMB131.1 million, loss on sales of raw soybeans of RMB238.1 million and loss on cancellation of 11 shiupments of soybeans of RMB162.3 million an impairment loss for prepayment, deposits and other receivabls of RMB189.7 million. The impairmant loss of property, plant and equipment of RMB131.1 million was arising from the following circumstances:

The Group operated three divisions, namely Soybean Processing, Animal Feed and Pig Rearing. Pig Rearing Division and Soybean Processing Division ceased operations in FY2014 and FY2015, respectively. The remaining operation is relating to the production of animal feed which are operated by two production centres, or cash generating units. The Group considered both centres to be under one cash generating unit.

The Company engaged BMI Appraisals Limited, a registered independent valuer, to perform a valuation on the recoverable amount of the asset based on the fair market value of the assets less costs of disposal (imputed to be 5% of the selling prices). Based on the difference between the recoverable amount and the net book value of those property, plant and equipment, an impairment amount of RMB131.1 has been made.

(G) Inventories

The decrease in inventories was due mainly to the decrease in prices of soybean raw materials and finished goods.

(H) Prepayment, deposits and other receivables.

The decrease in the prepayment, deposits and other receivables was due mainly to a decrease in deposits and prepayment made to soybean suppliers.

(I) Cash, bank balances and deposits

At 31 December 2014, the Group's restricted bank deposits were pledged as security for the issuance of letters of credits to its suppliers and banking facilities. The decrease in restricted bank deposits was due mainly to the settlement of the Group's letters of credit and certain restricted bank deposits were released and transferred to the current bank accounts.

The increase in cash and bank balances was as a result of the transfer of restricted bank deposits into current bank accounts.

(J) Trade payables

The decrease in trade payables was due mainly to settlement made in the year.

(K) Other payables, deposit received and accruals

The decrease in other payables, deposit received and accruals was due mainly to settlement made in the year.

(L) Cash flow statement

Positive cash flows from the Company were generated in FY2015. The cash inflows from investing activities amounted to RMB388.1 million were utilised mainly for the operating activities of RMB282.4 million and dividend paid of RMB5.2 million.

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

The announcement is in line with the profit guidance announcement released to SGX-ST via SGXNet on 29 March 2016.

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

As stated in the Company's announcement released via SGXNet on 18 August 2015, due to the anti-pollution issue in Linyi, the Group has temporarily suspended the production of our soybean products. The soybean processing is the Group's primary business which contributes towards about 90% of the Group's revenue. The Group continues to review the government's policy stand on pollution caused by power generating plants which is beyond the Group's control. As for the animal feed, the Group is continuing its production.

The industry in which the Group operates in continues to face soybean prices volatility, stiff competition price sensitivity and uncertainties arising from changes to China's challenging economic environment.

The Company will monitor and assess the situation before deciding whether to resume the Group's soybeans processing operation. The Company will also be on the lookout for any opportunity on the use or sale of the the land vacated by the Group's pig rearing business.

11. Dividend

a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?
No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?
No

(c) Date Payable

N/A

(d) Books Closure Date

N/A

To be announced later

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

N/A

13. Confirmation that the issue has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Board of Directors of United Food Holdings Limited hereby confirms that the undertakings from all its Directors and Executive Officers as required in the format as set out under Rule 720(1) of the Listing Manual were procured.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

	12 months ended 31/12/15 RMB'000	Share of total (%)	12 months ended 31/12/14 RMB'000	Share of total (%)	% Changes
Revenue					
Pig rearing*	-	0.0	49,568	1.0	-100.0
Animal feed	258,152	11.7	234,014	4.6	+10.3
Soybean processing	1,953,507	88.3	4,846,287	94.4	-59.7
Total revenue	2,211,659	100.0	5,129,869	100.0	
(Loss) / earnings before interest, depreciation and amortisation					
Pig rearing*	(2,676)	0.3	(6,900)	(6.2)	-61.2
Animal feed	(48,100)	6.2	6,870	6.2	N/M
Soybean processing	(730,633)	93.5	111,563	100.0	N/M
	(781,409)	100.0	111,533	100.0	
Amortisation and depreciation	(61,364)		(89,094)		-31.1
Impairment loss of property, plant and equipment	(131,071)		-		N/M
Interest income	5,657		11,065		-48.9
Unallocated expenses	(6,034)		(7,941)		-24.0
(Loss) / profit before tax	(974,221)		25,563		

* The Discontinued operation

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Please refer to Items 8 and 14.

16. A breakdown of sales

		Group		
		31/12/15 RMB'000	31/12/14 RMB'000	Change %
(a)	Revenue reported for 1st half year	2,008,466	2,521,123	-20.3
(b)	Operating (loss) / profit after tax reported for 1st half year	(560,650)	2,266	N/M
(c)	Revenue reported for 2nd half year	203,193	2,608,746	-92.2
(d)	Operating (loss) / profit after tax reported for 2nd half year	(413,571)	23,297	N/M

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Total Annual Dividend (*Refer to Para 18 of Appendix 7.2 for the required details*)

	Latest Full Year- 2015 RMB'000	Previous Full Year- 2014 RMB'000
Ordinary	-	5,174
Preference	-	-
Total:	-	5,174

18. Aggregate Value Of Interested Person Transactions Entered Into For The 12 Months Ended 31 December 2015

Pursuant to Rule 920 of the SGX-ST's Listing Manual, details of the aggregate value of interested person transactions entered into the 12 months ended 31 December 2015, were as follows: -

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than $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 $100,000)
Jiang Quan Hotel	RMB Expenses paid in relation to catering and accommodation services provided by Jiang Quan Hotel 460,000	Nil*
Linyi Zhiheng Logistics Co., Ltd[2]	Expenses paid in relation to transportation of soybeans provided by Linyi Zhiheng Logistics Co., Ltd 17,946,000	

*The Company does not have an IPT Mandate.

Notes :

1. Jiang Quan Hotel is owned by the nephew of Mr Wang Tingbao, a Director and substantial shareholder of the Company.

2. Linyi Zhiheng Logistics Co. Ltd is controlled by the elder brother of Mr. Wang Tingbao, a Director and substantial shareholder of the Company.

19. Disclosure under Rule 704(13) of the SGX Listing Manual

Pursuant to Rule 704(13) of the SGX Listing Manual, the following person occupies managerial position who is related to a Director, CEO or substantial shareholder of the Company: -

Name	Age	Family Relationship with any Director and/or Chief Executive Officer and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes to duties and position held, if any, during the year
Wang Yu	43	Niece of Mr. Wang Tingbao - Chief Executive Officer/Director of United Food Holdings Limited	Admin Manager of Globe Bright Limited (since 2009), one of the subsidiaries located in Hong Kong.	No change of duties since her last appointment.

BY ORDER OF THE BOARD

Wang Tingbao
Director
31 March 2016