



YONG XIN INTERNATIONAL HOLDINGS LTD.

(Incorporated in Singapore)

(Co. Reg. No: 200515483H)

UNAUDITED FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF 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.

Group Statement of Comprehensive Income for the year ended 31 December 2014

	合并 Consolidated a/c 31-Dec-14 RMB'000	合并 Consolidated a/c 31-Dec-13 RMB'000	Change %
Revenue	130,920	115,509	13.34
Cost of Sales	(119,777)	(110,295)	8.60
Gross Profit	11,143	5,214	113.71
Other (expenses)/income	(1,111)	178	(724.16)
Selling and distribution expenses	(2,232)	(2,079)	7.36
Administrative expenses	(11,332)	(11,359)	(0.24)
Other operating expenses	(183)	(243)	(24.69)
Finance expenses	(5,105)	(5,383)	(5.16)
Finance income	415	316	31.33
Loss before tax from continuing operations	(8,405)	(13,356)	
Income tax expense	-	-	N.M.
Loss after tax from continuing operations	(8,405)	(13,356)	(37.07)
Discontinued operations			
Profit/(Loss) from discontinued operations	2,154	(3)	N.M.
Total loss	(6,251)	(13,359)	(53.21)
Items that may be reclassified subsequently to profit or loss			
Currency translation arising from consolidation	(986)	(793)	
Total items that may be reclassified to profit or loss, representing total other comprehensive income	(7,237)	(14,152)	
Total Comprehensive loss attributable to:			
Shareholders of the Company	(7,237)	(14,152)	
Non controlling interest	-	-	
	(7,237)	(14,152)	
			Change
<u>Loss before tax is determined after charging/(crediting) the following:</u>			%
Amortisation of land use rights	204	204	-
Depreciation of property, plant and equipment	13,336	13,386	(0.37)
Interest expense	5,105	5,383	(5.16)
Interest income	(415)	(316)	31.33
Write back of provision for impairment of inventories	(340)	(3,225)	(89.46)

N.M. -not meaningful

1(b)(i) A balance sheet (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	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
	RMB'000	RMB'000	RMB'000	RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	49,653	61,872	-	-
Investment in subsidiaries	-	-	79,541	79,541
Land use rights	8,583	8,787	-	-
	<u>58,236</u>	<u>70,659</u>	<u>79,541</u>	<u>79,541</u>
Current Assets				
Inventories	13,732	15,836	-	-
Trade receivables and other receivables	51,028	37,529	10,919	10,764
Cash and cash equivalents	11,622	20,915	55	2,416
	<u>76,382</u>	<u>74,280</u>	<u>10,974</u>	<u>13,180</u>
TOTAL ASSETS	<u>134,618</u>	<u>144,939</u>	<u>90,515</u>	<u>92,721</u>
EQUITY AND LIABILITIES				
Equity				
Share capital	142,883	142,883	142,883	142,883
Treasury shares	(55)	(55)	(55)	(55)
Other reserve	4,041	5,027	(2,848)	(1,863)
Accumulated losses	(105,460)	(99,209)	(56,331)	(51,630)
	<u>41,409</u>	<u>48,646</u>	<u>83,649</u>	<u>89,335</u>
Current Liabilities				
Trade and other payables	19,209	18,293	6,866	3,386
Interest-bearing bank borrowings	74,000	78,000	-	-
	<u>93,209</u>	<u>96,293</u>	<u>6,866</u>	<u>3,386</u>
TOTAL EQUITY AND LIABILITIES	<u>134,618</u>	<u>144,939</u>	<u>90,515</u>	<u>92,721</u>

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

As at 31 Dec 2014		As at 31 Dec 2013	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
25,000	49,000	30,000	48,000

Amount repayable after one year

As at 31 Dec 2014		As at 31 Dec 2013	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
-	-	-	-

Details of any collateral

As at 31 December 2014, bank borrowings of RMB 25 million (31 December 2013: RMB 30 million) are secured by certain properties and land use rights of the subsidiary, guaranteed by a Director of the Company.

Bank borrowings of RMB 49 million (31 December 2013: RMB 48 million) are unsecured, and guaranteed by related parties and a director of the Company.

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

Consolidated Statement of Cash Flows

	31-Dec-14 RMB '000	31-Dec-13 RMB '000
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Loss before tax	(6,251)	(13,359)
Adjustments for:		
- Depreciation of property, plant and equipment	13,336	13,386
- Amortisation of land use rights	204	204
- Interest expense	5,105	5,383
- Interest income	(415)	(316)
- Loss on disposal of property, plant and equipment	101	-
- Write back of provision for impairment of inventories	(340)	(3,225)
	<u>11,740</u>	<u>2,073</u>
In trade receivables	(7,496)	(589)
In other receivables	(6,003)	3,275
In inventories	2,444	2,161
In trade payables	(2,220)	1,984
In other payables	1,679	(848)
In amount due (to)/from a related party	118	117
In amount due (to)/from directors	776	802
	<u>1,038</u>	<u>8,975</u>
Interest paid	(5,105)	(5,383)
Interest received	415	316
Net cash (used in) / generated from operating activities	<u>(3,652)</u>	<u>3,908</u>
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Purchase of property, plant and equipment	(1,551)	(134)
Proceeds from disposal of property, plant and equipment	333	-
Net cash used in investing activities	<u>(1,218)</u>	<u>(134)</u>
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Bank deposits pledged	400	500
Repayment of interest-bearing bank borrowings	(78,000)	(73,000)
Proceeds from interest-bearing bank borrowings	74,000	78,000
Amount due to immediate holding company	563	-
Purchase of treasury shares	-	(21)
Net cash (used in) / generated from financing activities	<u>(3,037)</u>	<u>5,479</u>

Consolidated Statement of Cash Flows (continued)

	31-Dec-14 RMB '000	31-Dec-13 RMB '000
Net (decrease) / increase in cash and cash equivalents	(7,907)	9,253
Effect of change in currency translation	(986)	(793)
At beginning of year	19,915	11,455
At end of year	<u>11,022</u>	<u>19,915</u>

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

CASH AND CASH EQUIVALENTS AS STATED IN STATEMENT OF CASH FLOWS	11,022	19,915
Bank deposits pledged	600	1,000
CASH AND CASH EQUIVALENTS AS STATED IN STATEMENTS OF FINANCIAL POSITION	<u>11,622</u>	<u>20,915</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.

Statements of Changes in Equity

Group	Share capital	Statutory reserves	Merger reserve	Treasury shares	Translation reserve	Retained earnings / (Accumulated losses)	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2013	142,883	7,237	(320)	(34)	(1,097)	(85,850)	62,819
Purchase of treasury shares	-	-	-	(21)	-	-	(21)
Total comprehensive loss for the financial year	-	-	-	-	(793)	(13,359)	(14,152)
Balance at 31 December 2013	142,883	7,237	(320)	(55)	(1,890)	(99,209)	48,646
Balance at 1 January 2014	142,883	7,237	(320)	(55)	(1,890)	(99,209)	48,646
Total comprehensive loss for the financial year	-	-	-	-	(986)	(6,251)	(7,237)
Balance at 31 December 2014	142,883	7,237	(320)	(55)	(2,876)	(105,460)	41,409

Company	Share capital	Treasury shares	Translation reserve	Accumulated losses	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2013	142,883	(34)	(1,070)	(10,495)	131,284
Total comprehensive loss for the financial year	-	(21)	(793)	(41,135)	(41,949)
Balance at 31 December 2013	142,883	(55)	(1,863)	(51,630)	89,335
Balance at 1 January 2014	142,883	(55)	(1,863)	(51,630)	89,335
Total comprehensive loss for the financial year	-	-	(985)	(4,701)	(5,686)
Balance at 31 December 2014	142,883	(55)	(2,848)	(56,331)	83,649

- 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 is no change in the Company's share capital since the end of the previous period reported on.

The Company has 318,000 of treasury shares as at 31 December 2014 (31 December 2013 – 318,000 of treasury shares).

There are no outstanding convertibles since the end of the previous period reported on.

- 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.**

	31-Dec-14	31-Dec-13
Total number of issued shares	212,412,966	212,412,966

- 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 auditing standard or practice.**

The figures have not been audited or reviewed by the Company's 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 and Company have applied the same accounting policies and methods of computations in the financial statements for the current financial period and is consistent with those of the most recent audited financial statements for the financial year ended 31 December 2013 except for the adoption of the new and revised Financial Reporting Standards which became effective for the financial period beginning on or after 1 January 2014. The adoption of these new and revised accounting standards did not give rise to any significant impact on the financial statements.

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.**

None.

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.**

	Group	
	31-Dec-14	31-Dec-13
Loss per share (in RMB cents):		
- Based on weighted average number of ordinary shares on issue	3.95	6.28
Loss before tax from continuing operations	(8,405)	(13,356)

No diluted earnings per share is presented as there is no potential dilutive ordinary share for the year ended 31 December 2014 and 31 December 2013.

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

	Group		Company	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
Net asset value per ordinary share (in RMB cents):	19.49	22.90	39.38	42.06
Issued ordinary share (in '000):	212,413	212,413	212,413	212,413

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 (FY2014 vs FY2013)

Statement of Comprehensive Income

(A) Breakdown of revenue by product

	31-Dec-14	31-Dec-13	Change	Change
	RMB'000	RMB'000	%	RMB'000
Chrome-plated steel strips	43,871	36,954	18.72	6,917
Cold-rolled steel strips	28,077	26,970	4.10	1,107
Stainless steel strips	58,972	51,585	14.32	7,387
Total revenue	130,920	115,509	13.34	15,411

Composition of sales

	31-Dec-14	31-Dec-13
	%	%
Chrome-plated steel strips	33.51	31.99
Cold-rolled steel strips	21.45	23.35
Stainless steel strips	45.04	44.66
Total	100.00	100.00

The Group reported a higher revenue of RMB130,920,000 in FY 2014, an increase of RMB15,411,000 as compared to FY 2013. The Group's newly developed product in 2013 was well accepted by customers and this led to increase of chrome-plated steel strips supplied to the LED industry.

Due to better control over procurement of raw materials, leading to lower purchase prices for its raw materials, and better margin from the new products, the Group managed to report a gross profit of RMB11 million in FY 2014.

(B) Other income and expenses

	31-Dec-14	31-Dec-13	Increase /	Note	Increase /
	RMB'000	RMB'000	(Decrease)		(Decrease)
			%		RMB'000
Other (expenses)/income	(1,111)	178	(724.16)	(i)	(1,289)
Selling and distribution expenses	(2,232)	(2,079)	7.36	(ii)	153
Administrative expenses	(11,332)	(11,359)	(0.24)		(27)
Other operating expenses	(183)	(243)	(24.69)		(60)
Finance expenses, net	(4,690)	(5,067)	(7.44)	(iii)	(377)

Note(i)

Due to decrease in the sale of scrap material of approximately RMB2 million in FY2014, the Group reported other expenses of RMB1.11 million as compared to other income of RMB0.18 million in FY 2013.

Note (ii)

Selling and distribution expenses increased by approximately RMB0.15 million or 7.36%. This is mainly due to the increase in sales in FY 2014.

Note (iii)

Finance expenses decreased by approximately RMB0.38 million or 7.44%. This is mainly due to the decrease in interest-bearing bank borrowings from RMB78 million as at 31 December 2013 to RMB74 million as at 31 December 2014.

Statement of Financial Position**Non-Current Assets**

Property, plant and equipment decreased by approximately RMB12 million mainly due to depreciation and amortisation expenses.

Current Assets

Inventories decreased by RMB2.10 million because the Company will usually order more inventory before the Lunar New Year holiday so that they will be able to resume production immediately after the holiday. As the Lunar New Year is in late February 2015, as at 31 December 2014, the Company only made full payment, ie deposits, to its suppliers and the inventory was only received after year end. This accounted for the increase of RMB6 million in other receivables, deposits and prepayment.

Trade receivables increased by RMB7 million is mainly due to additional orders received from an existing customer, including orders for the new product that was developed in 2013.

Current Liabilities

Total current liabilities decreased by approximately RMB3 million. This is mainly due to decrease in bank borrowings of RMB4 million which was partially offset by the increase in the amounts due to the holding companies and directors.

Statement of Cash Flows

The Group recorded a net cash used of approximately RMB7.9 million in FY2014. This is mainly due to (a) net cash of approximately RMB3.7 million used in operating activities, which is primarily due to increase in trade and other receivables as explained above and (b) cash used in financing activities of approximately RMB3 million due to the reduction in bank borrowings

- 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.**

With regard to the acquisition of the entire issued share capital of Oriental Land Limited, ie Reverse Takeover Transaction, as announced on 10 October 2014, the sale and purchase agreement had been terminated.

- 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

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 or recommended by the Board of Directors.

- 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.**

There are no interested person's transaction. As such, no IPT mandate has been obtained from shareholders.

- 14. Negative assurance confirmation under the SGX listing rule 705(5) of the listing manual.**

Not applicable for full year result announcement.

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

- 15. 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.**

No separate analysis of geographical segment information is presented as the Group's revenue, expenses, results, assets, liabilities and capital expenditure are principally attributable to a single geographical region, which is the People's Republic of China ("PRC").

- 16. 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 paragraph 15 above.

- 17. A breakdown of sales.**

	2014	2013	Increase/ (decrease)
	RMB'000	RMB'000	%
a) Sales reported for first half year	54,298	53,702	1.11
b) Operating loss after tax reported for the first half year	(9,032)	(9,479)	(4.72)
c) Sales reported for the second half year	76,622	61,807	23.97
d) Operating profit/(loss) after tax reported for the second half year	2,781	(3,880)	(171.68)

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

None

- 19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Pu Yongfa	72	(i) Father of Mr Pu Qixing, Non-Executive Director of the Company. (ii) Grandfather of Ms Pu Xiaofang, Executive Director of the Company.	Executive Chairman and Chief Executive Officer, appointed since 8 March 2010. Responsible for the overall management, strategic direction and growth of the Group.	Did not seek re-appointment at the Annual General Meeting on 25 April 2014

Pu Qixing	44	(i) Son of Mr Pu Yongfa, Executive Chairman and Chief Executive Officer of the Company. (ii) Uncle of Ms Pu Xiaofang, Executive Director of the Company.	Non-Executive Director, appointed since 18 June 2007.	No Change
Pu Xiaofang	27	(i) Granddaughter of Mr Pu Yongfa, Executive Chairman and Chief Executive Officer of the Company. (ii) Niece of Mr Pu Qixing, Non-Executive Director of the Company.	Executive Chairman and Chief Executive Officer Appointed since 8 March 2010. Responsible for overseeing the day-to-day operations of the Group.	No Change

BY ORDER OF THE BOARD

Pu Xiaofang
Executive Chairman and CEO

28 February 2015