UNAUDITED RESULT For the Period Ended 30 September 2015

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

1(a)(i) A consolidated income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial period.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group			Group		
	3Q15 RMB'000	3Q14 RMB'000	%Change +/(-)	**9M15 RMB'000**	9M14 RMB'000	%Change +/(-)
Continuing operations						
Revenue	**88,542**	92,872	-4.7%	**254,787**	267,641	-4.8%
Cost of sales	**(86,769)**	(87,208)	-0.5%	**(242,954)**	(253,121)	-4.0%
Gross profit	**1,773**	5,664	-68.7%	**11,833**	14,520	-18.5%
Other gains/(loss)	**5,301**	(433)	n.m.	**4,229**	2,695	+56.9%
Expenses						
-Selling and distribution	**(2,180)**	(2,727)	-20.1%	**(6,287)**	(6,800)	-7.5%
-Administrative	**(4,874)**	(4,484)	+8.7%	**(16,910)**	(17,038)	-0.8%
-Other operating expenses	**802**	-	n.m.	**2,305**	-	n.m.
-Finance	**(2,876)**	(2,682)	+7.2%	**(7,463)**	(7,767)	-3.9%
Loss before income tax	**(2,054)**	(4,662)	-55.9%	**(12,293)**	(14,390)	-14.6%
Income tax expenses	**(2,277)**	(1,471)	54.8%	**(3,576)**	(2,939)	+21.7%
Loss from continuing operations	**(4,331)**	(6,133)	-29.4%	**(15,869)**	(17,329)	-8.4%
Discontinued operation						
Gain from discontinued operation, net of tax	**-**	-	-	**-**	1,425	n.m.
Total Loss	**(4,331)**	(6,133)	-29.4%	**(15,869)**	(15,904)	-0.2%
Other comprehensive income, net of tax:						
Item that may be reclassified subsequently to profit or loss						
- Currency translation losses arising from consolidation	**-**	(61)	n.m.	**-**	(143)	n.m.
Total comprehensive loss	**(4,331)**	(6,194)	-30.1%	**(15,869)**	(16,047)	+1.1%
Net (loss)/income attributable to						
-Equity holders of the Company	**(4,331)**	(6,133)	-29.4%	**(15,869)**	(16,602)	-4.4%
-Non-controlling interests	**-**	-	-	**-**	698	n.m.
	(4,331)	(6,133)	-29.4%	**(15,869)**	(15,904)	-0.2%
Total comprehensive (loss)/income attributable to						
-Equity holders of the Company	**(4,331)**	(6,194)	-30.1%	**(15,869)**	(16,745)	-5.2%
-Non-controlling interests	**-**	-	-	**-**	698	n.m.
	(4,331)	(6,194)	-30.1%	**(15,869)**	(16,047)	-1.1%

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial period:-

	Group			Group		
	3Q15 RMB'000	3Q14 RMB'000	%Change +/(-)	**9M15 RMB'000**	9M14 RMB'000	%Change +/(-)
(Expense)/Income						
Depreciation of property, plant and equipment	**(1,545)**	(1,483)	+4.2%	**(4,647)**	(4,466)	+4.1%
Amortisation of intangible assets	**(6)**	(129)	-95.3%	**(264)**	(388)	-32.0%
Interest income	**2,458**	175	n.m.	**2,731**	1,795	+52.1%
Interest expense	**(1,960)**	(2,682)	-26.9%	**(6,547)**	(7,767)	-15.7%
Foreign exchange gains/(losses), net	**802**	(529)	n.m.	**2,305**	(1,337)	n.m.
Government grants	**80**	101	-20.8%	**602**	3,305	-81.8%
Fair value gain on derivatives financial instructments	**1,851**	1,147	+61.4%	**-**	383	n.m.
Loss on disposal of property, plant and equipment	**-**	-	-	**-**	(155)	n.m.

"n.m." denotes "not meaningful"

1(b)(i) A balance sheet (for the issuer and the Group), together with a comparative statement as at the end of the immediately preceding financial period

	Group		Company	
	As at 30 Sep 2015 RMB'000	As at 31 Dec 2014 RMB'000	**As at 30 Sep 2015 RMB'000**	As at 31 Dec 2014 RMB'000
ASSETS				
Current assets				
Cash and cash equivalents	**89,499**	113,569	**38,295**	1,047
Trade and other receivables	**195,073**	168,252	**2,571**	1,401
Inventories	**35,584**	52,828	**-**	-
Other current assets	**1,766**	404	**469**	390
Derivative financial assets	**2,293**	2,293	**-**	-
	324,215	337,346	**41,335**	2,838
Non-current assets				
Investments in subsidiaries	**-**	-	**47,836**	47,827
Property, plant and equipment	**43,291**	47,915	**38**	7
Intangible assets	**15,725**	15,990	**-**	-
Deposit for machinery and equipment	**1,495**	1,463	**-**	-
	60,511	65,368	**47,874**	47,834
Total assets	**384,726**	402,714	**89,209**	50,672
LIABILITIES				
Current liabilities				
Trade and other payables	**107,083**	77,838	**21,085**	18,869
Borrowings	**242,202**	306,387	**-**	-
Current income tax (assets)/liabilities	**(3,113)**	2,517	**-**	-
Total liabilities	**346,172**	386,742	**21,085**	18,869
NET ASSETS	**38,554**	15,972	**68,124**	31,803
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	**146,899**	104,766	**146,899**	104,766
Restructuring reserve	**114,040**	114,040	**114,040**	114,040
Currency translation reserve	**(3,504)**	178	**-**	-
Warrant reserve	**727**	727	**727**	727
Accumulated losses	**(219,600)**	(203,731)	**(193,542)**	(187,730)
	38,562	15,980	**68,124**	31,803
Non-controlling interests	**(8)**	(8)	**-**	-
Total equity	**38,554**	15,972	**68,124**	31,803

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

Amount repayable within one year

	As at 30 Sep 2015		As at 31 Dec 2014	
	Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
Bank borrowings	**85,891**	**-**	90,380	-
Bills payable	**107,887**	**-**	85,840	-
Trade financing	**48,424**	**-**	130,167	-
	242,202	**-**	306,387	-

Details of any collateral

- Bank borrowings of the Group are secured over leasehold buildings and workshops and land-use right of the Group and joint and several guarantees from a shareholder and its related parties.
- Bills payable of the Group are secured by certain short-term bank deposits of the Group and corporate guarantee from certain subsidiaries.
- Trade receivables factoring of the Group are secured by certain trade receivables and joint and several guarantees from a shareholder and its related parties.

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

	Group		Group	
	3Q15	3Q14	**9M15**	9M14
	RMB'000	RMB'000	**RMB'000**	RMB'000
Cash flows from operating activities				
Total loss	**(4,331)**	(6,133)	**(15,869)**	(15,904)
Adjustments for:				
-Income tax expense	**2,277**	1,471	**3,576**	2,939
-Amortisation and depreciation	**1,552**	1,612	**4,912**	4,854
-Loss on disposal of property, plant and equipment	**-**	-	**-**	155
-Loss on deconsolidation of a subsidiary	**-**	1,030	**-**	1,030
-Interest expense	**1,960**	2,682	**6,547**	7,767
-Interest income	**(2,458)**	(175)	**(2,731)**	(1,795)
-Fair value losses on derivative financial instruments	**(1,851)**	(1,147)	**-**	(383)
-Performance share expenses	**-**	(433)	**-**	(642)
-Unrealised currency translation (gains)/losses	**(4,841)**	(73)	**(4,890)**	278
Operating losses before changes in working capital	**(7,692)**	(1,166)	**(8,455)**	(1,701)
Changes in working capital:				
-Trade and other receivables	**(5,831)**	22,445	**(26,821)**	95,358
-Inventories	**220**	16,824	**17,244**	20,079
-Other current assets	**(202)**	(439)	**(1,362)**	(450)
-Trade and other payables	**22,975**	(1,492)	**29,245**	2,562
-Provision for restructuring and retrenchment	**-**	(263)	**-**	(5,942)
Cash generated from operations	**9,470**	35,909	**9,851**	109,906
Interest received	**2,459**	175	**2,731**	1,795
Income tax paid	**(6,023)**	(2,821)	**(9,206)**	(4,346)
Net cash generated from operating activities	**5,906**	33,263	**3,376**	107,355
Cash flows from investing activites				
Net cash outflow on deconsolidation of a subsidiary	**-**	(198)	**-**	(198)
Additions to property, plant and equipment	**(73)**	(920)	**(161)**	(1,576)
Deposit for machinery and equipment	**-**	(18)	**(32)**	111
Proceeds from disposal of property, plant & machinery	**138**	-	**138**	309
Net cash generated from/(used) in investing activities	**65**	(1,136)	**(55)**	(1,354)
Cash flows from financing activities				
Proceeds from rights issues	**42,133**	-	**42,133**	-
Proceeds from borrowings	**20,100**	165,842	**59,700**	381,462
Repayment of borrowings	**(80,351)**	(148,728)	**(123,885)**	(463,279)
Interest paid	**(1,960)**	(2,682)	**(6,547)**	(7,767)
(Increase)/decrease in short-term bank deposits pledged	**51,917**	(53,276)	**43,654**	(23,420)
Net cash generated from/(used) in financing activities	**31,839**	(38,844)	**15,055**	(113,004)
Net increase/(decrease) in cash and cash equivalents	**37,810**	(6,717)	**18,376**	(7,003)
Cash and cash equivalents at beginning of financial period	**782**	53,379	**20,190**	54,098
Effects on currency translation on cash and cash equivalents	**1,182**	7	**1,208**	(426)
Cash and cash equivalents at end of financial period	**39,774**	46,669	**39,774**	46,669

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

Note:

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

	Group		Group	
	3Q15	3Q14	**9M15**	9M14
	RMB'000	RMB'000	**RMB'000**	RMB'000
Cash and bank balances	**89,499**	134,574	**89,499**	134,574
Less: Short-term bank deposits pledged	**(49,725)**	(87,905)	**(49,725)**	(87,905)
	39,774	46,669	**39,774**	46,669

1(d)(i) A statement (for the issuer and the 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 period

(RMB'000)	Attributable to equity holders of the Company								Non-controlling interest	Total Equity
	Share Capital	Shares to be issued	Restructuring Reserve	Performance Share	Warrant Reserve	Currency Translation Reserve	Retained Profits/ (Accumulated Losses)	Total		
Group										
At 1 January 2015	104,766	-	114,040	-	727	178	(203,731)	15,980	(8)	15,972
Rights Issues	42,133	-	-	-	-	-	-	42,133	-	42,133
Exchange Converse Reserve	-	-	-	-	-	(3,682)	-	(3,682)	-	(3,682)
Total comprehensive loss for the financial period	-	-	-	-	-	-	(15,869)	(15,869)	-	(15,869)
At 30 Sept 2015	146,899	-	114,040	-	727	(3,504)	(219,600)	38,562	(8)	38,554
At 1 January 2014	104,766	3,349	114,040	886	727	157	(182,280)	41,645	295	41,940
Total comprehensive loss for the financial period	-	-	-	-	-	(143)	(16,602)	(16,745)	698	(16,047)
Perfomance Share expense	-	-	-	(642)	-	-	-	(642)	-	(642)
Deconsolidation of a subsidiary	-	(3,349)	-	-	-	-	-	(3,349)	(993)	(4,342)
At 30 Sept 2014	104,766	-	114,040	244	727	14	(198,882)	20,909	-	20,909
Company										
At 1 January 2015	104,766	-	114,040	-	727	-	(187,730)	31,803	-	31,803
Right Issues	42,133	-	-	-	-	-	-	42,133	-	42,133
Total comprehensive loss for the financial period	-	-	-	-	-	-	(5,812)	(5,812)	-	(5,812)
At 30 Sept 2015	146,899	-	114,040	-	727	-	(193,542)	68,124	-	68,124
At 1 January 2014	104,766	3,349	114,040	886	727	-	(181,852)	41,916	-	41,916
Total comprehensive loss for the financial period	-	-	-	-	-	-	(5,683)	(5,683)	-	(5,683)
Perfomance Share expense	-	-	-	(642)	-	-	-	(642)	-	(642)
Deconsolidation of a subsidiary	-	(3,349)	-	-	-	-	-	(3,349)	(993)	(4,342)
At 30 Sept 2014	104,766	-	114,040	244	727	-	(187,535)	32,242	-	32,242

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 period

Share Capital

	Group and Company	
	As at 30 Sep 2015	As at 31 Dec 2014
	(No. of shares)	
Ordinary shares issued and fully paid		
At 1 January	**265,000,000**	**265,000,000**
Issue of new shares arising from rights issue (as announced on 14 August 2015)	**1,855,000,000**	-
At reporting date	**2,120,000,000**	265,000,000

On 14 August 2015 the Company announced the results of rights issue (see announcement "Renouceable non-underwritten rights issue in the capital of the company – results of rights issue" dated 14 August 2015) where 1,855,000,000 rights shares will be alloted and issued by the Company on 18 August 2015.

Warrants

The Company had on 20 May 2013 announced its entry into a Subscription Agreement with SAPO Investment Pte Ltd (Subscriber). Pursuant to the Subscription Agreement, the Company will issue 30,000,000 unlisted and non-transferable warrants ("Warrants") to the Subscriber for a subscription price of S$150,000.

The Warrants were issued at an issue price of S$ 0.005 each with each Warrant carrying the right to subscribe for one new share of the Company upon exercise of the Warrants by the Subscriber at the exercise price of S$ 0.075 for each new share. As at 31 December 2014, no warrant was exercised and converted into ordinary share of the Company. The Warrants will expire on 18 July 2016.

	Group and Company	
	As at 30 Sep 2015	As at 31 Dec 2014
	(No. of warrants outstanding)	
Beginning of financial period/year	**30,000,000**	**-**
Right Issues	**98,000,000**	-
Issuance of warrants	**-**	30,000,000
End of financial period/year	**128,000,000**	30,000,000

Pursuant to condition 6(g) of the Warrants conditions and a right issue to be undertaken by the Company, at an issue price of S$0.005 for each ordinary share **("Rights Share")** on the basis of seven (7) Rights Shares for one (1) existing ordinary share of the Company **("Rights Issue"),** the number of the Warrants and the exercise price of each Warrant will be adjusted as follows:

a) the number of Warrants will be adjusted from 30,000,000 to 128,000,000; and

b) the exercise price of each Warrant will be adjusted from S$0.075 to S$0.0176.

There were no changes in the Company's share capital since the end of the previous period/year reported on and save as disclosed above there were no outstanding convertibles or treasury shares held as at 30 September 2015.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.

	Group and Company	
Number of issued shares excluding treasury shares	**As at 30 Sep 2015**	As at 31 Dec 2014
At 1 Janauary	**265,000,000**	265,000,000
Issue of new shares arising from rights issue (as announced on 14 August 2015)	**1,855,000,000**	-
At reporting date	**2,120,000,000**	265,000,000

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 report on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which standard and practice.

The figures in this announcement have not been audited or reviewed by the Group's auditors.

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 had applied the same accounting policies and methods of computation in the Group's financial statement consistent with those applied for the most recently audited consolidated 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

In the current financial period, the Group adopted all the new/revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual period beginning on or after 1 January 2015. The adoption of the new / revised FRS did not result in any substantial change to the Group's accounting policies.

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		Group	
	Third Quarter ended 30 Sept		Nine Months ended 30 Sept	
	2015	2014	**2015**	2014
	RMB Cents	RMB Cents	**RMB Cents**	RMB Cents
(Losses)/earnings per Share (Basic)				
- Continuing operations	**(0.40)**	(2.31)	**(2.92)**	(6.54)
- Discontinued operations	**-**	-	**-**	0.54
Number of shares				
Weighted average number of issued ordinary shares	**543,589,744**	265,000,000	**543,589,744**	265,000,000

	Group		Group	
	Third Quarter ended 30 Sept		Nine Months ended 30 Sept	
	2015	2014	**2015**	2014
	RMB Cents	RMB Cents	**RMB Cents**	RMB Cents
(Losses)/earnings per Share (Diluted)				
- Continuing operations	**(0.37)**	(2.31)*	**(2.70)**	(6.54)*
- Discontinued operations	**-**	-	**-**	0.48
Number of shares				
Weighted average number of issued ordinary shares	**588,307,692**	297,400,000	**588,307,692**	297,400,000

Basic loss per share is computed by dividing the loss attributable to the equity holders of the Company in each financial period by the weighted average number of ordinary shares outstanding at the end of the respective financial period.

* As the Group incurred net losses for the financial year 2014, the dilutive potential shares from outstanding warrants, shares to be issued and performance shares are anti-dilutive and no change is made to the diluted losses per share.

7. Net assets 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 period

	Group		Company	
	As at 30 Sept 2015	As at 31 Dec 2014	**As at 30 Sept 2015**	As at 31 Dec 2014
	RMB Cents	RMB Cents	**RMB Cents**	RMB Cents
Net assets value per ordinary share	**1.82**	6.03	**3.21**	12.00
Number of issued ordinary shares as at end of the financial period/year	**2,120,000,000**	265,000,000	**2,120,000,000**	265,000,000

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 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/year 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/year reported on.

Commentary on Financial Results

Continuing operations

	Continuing operations			Continuing operations		
	3Q15 RMB'000	3Q14 RMB'000	%Change +/(-)	**9M15 RMB'000**	9M14 RMB'000	%Change +/(-)
Revenue	**88,542**	92,872	-4.7%	**254,787**	267,641	-4.8%
Cost of sales	**(86,769)**	(87,208)	-0.5%	**(242,954)**	(253,121)	-4.0%
Gross profit	**1,773**	5,664	-68.7%	**11,833**	14,520	-18.5%
Other gains/(loss)	**5,301**	(433)	n.m.	**4,229**	2,695	+56.9%
Expenses						
-Selling and distribution	**(2,180)**	(2,727)	-20.1%	**(6,827)**	(6,800)	-7.5%
-Administrative	**(4,874)**	(4,484)	+8.7%	**(16,910)**	(17,038)	-0.8%
-Other Operating Expenses	**802**	-	n.m.	**2,305**	-	n.m.
-Finance	**(2,876)**	(2,682)	+7.2%	**(7,463)**	(7,767)	-3.9%
Loss before income tax	**(2,054)**	(4,662)	-55.9%	**(12,293)**	(14,390)	-14.6%
Income tax expenses	**(2,277)**	(1,471)	+54.8%	**(3,576)**	(2,939)	+21.7%
Net loss	**(4,331)**	(6,133)	-29.4%	**(15,869)**	(17,329)	-8.4%

Revenue

	Revenue			Sales Volume			Average Selling Price		
	3Q15 RMB'000	3Q14 RMB'000	% Change +/(-)	**3Q15 PC'000**	3Q14 PC' 000	% Change +/(-)	**3Q15 RMB/PC**	3Q14 RMB/PC	% Change +/(-)
Contract manufacturing*	**87,680**	92,872	-5,6%	**9,581**	12,765	-24.9%	**9.15**	7.28	+25.7%
Brand solution	**862**	-	n.m.	**55**	-	n.m.	**15.67**	-	n.m.
Total	**88,542**	92,872	-4.7%	**9,636**	12,765	-24.5%	**9.19**	7.28	+26.2%

	Revenue			Sales Volume			Average Selling Price		
	9M15 RMB'000	9M14 RMB'000	% Change +/(-)	**9M15 PC'000**	9M14 PC' 000	% Change +/(-)	**9M15 RMB/PC**	9M14 RMB/PC	% Change +/(-)
Contract manufacturing*	**253,925**	267,641	-5.1	**32,257**	37,315	-13.6%	**7.87**	7.17	+9.8%
Brand solution	**862**	-	n.m.	**55**	-	n.m.	**15.67**	-	n.m.
Total	**254,787**	267,641	-4.8%	**32,312**	37,315	-13.4%	**7.88**	7.17	+9.9%

* The contract manufacturing business includes the results of GRAT.UNIC.

The Group recorded revenue of RMB254.79 million for the 9 months ended 30 September 2015 ('9M15"), a decrease of RMB12.85 million from revenue recorded of RMB267.64 million in 9M14.

For the 3 months of 3Q15 ("3Q15") the Group recorded revenue of RMB88.54 million. This was a decrease of RMB4.33 million compared to the revenue of RMB92.87 million recorded in 3Q14.

The decrease in revenue was due to the reduction in sales volume and offset by the increase in the average selling price due to different product mix.

In 3Q15, the Group revived the trading of fashion products under the "Brands Solutions" segment and the revenue contribution from this segment amounted to RMB0.9 million for the period.

Revenue analysed by the geographical areas is as follows:

	Revenue			**Revenue**		
	3Q15 RMB'000	3Q14 RMB'000	**%Change** +/(-)	**9M15 RMB'000**	9M14 RMB'00	**%Change** +/(-)
Asia	**41,281**	29,102	+41.8%	**97,207**	63,863	+52.2%
Europe	**23,360**	57,486	-59.4%	**104,066**	164,059	-36.6%
America	**20,559**	3,129	+557.0%	**47,562**	29,006	+64.0%
Other	**3,342**	3,155	-5.9%	**5,952**	10,713	-44.4%
Total	**88,542**	92,872	-4.7%	**254,787**	267,641	-4.8%

Demand for the Group's products declined in 3Q15 and 9M15 as compared to 3Q14 and 9M14 . This was attributed to the lower revenue contribution by the European market by RMB34.13 million (59.4%) and RMB59.99 million (36.6%) respectively for 3Q15 and 9M15. The downturn in the European market was offset by an increase in revenue contribution from the Asian market of RMB12.2 million (41.8%) and RMB33.34 million (52.2%) respectively for 3Q15 and 9M15 and an increase in revenue contribution from the American market by RMB17.43 million (557%) and RMB18.56 million (64.0%) respectively for 3Q15 and 9M15.

Gross profit

	Gross Profit			**Gross Profit**		
	3Q15 RMB'000	3Q14 RMB'000	%Change +/(-)	**9M15 RMB'000**	9M14 RMB'000	%Change +/(-)
Contract manufacturing*	**911**	5,664	-83.9%	10,971	14,520	-24.4%
Gross Profit Margin	**1.0%**	6.1%		4.3%	5.4%	
Brand solution	**862**	-	n.m.	862	-	n.m.
Gross Profit Margin	**3.6%**	-	n.m.	3.6%	-	n.m.
Total	**1,773**	5,664	-68.7%	11,833	14,520	-18.5%
Total Gross Profit Margin	**2.0%**	6.1%		4.6%	5.4%	

* The contract manufacturing business includes the results of GRAT.UNIC.

Gross profit decreased by RMB2.69 million from RMB14.52 million in 9M14 to RMB11.83 million in 9M15. For 3Q15, gross profit decreased by RMB3.89 million from RMB5.64 million in 3Q14 to RMB1.77 million in 3Q15.

The decrease in gross profit was due a new lifestyle product range started by the Group which had lower contribution margin due to higher cost and low volume. The lifestyle product range is expected to do better once volume picks up. In addition, the implementation of the new social insurance plan in China resulted in higher labour cost for 3Q15.

Other gains/(loss)

The Group recorded other gains of RMB4.23 million in 9M15, an increase of RMB1.53 million as compared to 9M14. The increase was mainly due to the increase in interest income of RMB0.94 million, and increase in other income of RMB0.75 million. Government grants was reduced by RMB2.70 million in 9M15 and was partially offset by loss on deconsolidation of a subsidiary of RMB1.03 million which was recorded in 9M14 and reclassification of foreign exchange to other operating expenses in FY2015.

The Group recorded other gains of RMB5.30 million in 3Q15, an increase of RMB5.73 million as compared to 3Q14. The increase was mainly due to the increase in interest income of RMB2.28 million, fair value gains on derivative of RMB0.70 million and increase in other and rental income of RMB1.21 million.

For FY2015, foreign exchange gains and losses has been reclassified to other operating expenses.

	Other gains/(loss)			Other gains/(loss)		
	3Q15 RMB'000	3Q14 RMB'000	%Change +/(-)	**9M15 RMB'000**	9M14 RMB'000	%Change +/(-)
Interest income	**2,458**	175	n.m.	**2,731**	1,795	+52.1%
Government grants	**80**	101	-20.8%	**602**	3,305	-81.8%
Fair value gains on derivative financial instruments	**1,851**	1,147	+61.4%	**-**	383	n.m.
Foreign exchange losses, net*	**-**	(529)	n.m.	**-**	(1,337)	n.m.
Loss on disposal of property, plant and equipment	**-**	-	n.m.	**-**	(155)	n.m.
Loss on deconsolidation of a subsidiary	**-**	(1,030)	n.m.	**-**	(1,030)	n.m.
Rental income	**414**	-	n.m.	**414**	-	n.m.
Other	**498**	(297)	n.m.	**482**	(266)	n.m.
Total	**5,301**	(433)	n.m.	**4,229**	2,695	+56.9%

* Reclassified to other operating expenses in FY2015

Selling and distribution expenses

Selling and distribution expenses decreased by RMB0.51 million from RMB6.80 million in 9M14 to RMB6.29 million in 9M15. For 3Q15, selling and distribution expenses decreased by RMB0.55 million from RMB2.73 million in 3Q14 to RMB2.18 million in 3Q15.

Administrative expenses

Administrative expenses decreased marginally by RMB0.13 million in 9M15.

For 3Q15, administrative expenses increased by RMB0.39 million from RMB4.48 million in 3Q14 to RMB4.87 million in 3Q15. The increase was mainly due to the professional fees incurred in relation to the rights issue.

Other operating expenses

The Group recorded foreign exchange gain of RMB2.31 million in other operating expenses for both 9M15 and 3Q15. This was due to a reclassification of foreign exchange gains and losses from other gains to other operating expenses. Against this were set other operating expenses.

Finance expenses

Finance expenses decreased by RMB0.31 million from RMB7.77 million in 9M14 to RMB7.46 million in 9M15.

For 3Q15, finance expenses increased by RMB0.20 million from RMB2.68 million in 3Q14 to RMB2.88 million in 3Q15.

Income tax expense

Income tax expense increased by RMB0.64 million from RMB2.94 million in 9M14 to RMB3.58 million in 9M15. For 3Q15, income tax expense increased by RMB0.81 million from 1.47 million in 3Q14 to RMB2.28 million in 3Q15. The increase was due to the under-provision of income tax for the previous financial year by the major subsidiaries in China.

Discontinued operation

On 23 October 2014, the Company entered into a termination agreement with Christensen, Jens Fruelund to terminate the acquisition of Sinex Solutions Limited ("Sinex") under Brands Solutions business segment. Prior thereto, there was loss of control culminating in the resignation of the Group's representative on the board of Sinex with effect from 25 September 2014. Accordingly, the Company has deconsolidated the results of Sinex and its results are classified as discontinued operation. The consolidated comparative statement of comprehensive loss for 3Q14 has been reorganised to distinguish the discontinued operation from the continued operations for the Group.

Gain from discontinued operation, net of tax

	Discontinued operation			**Discontinued operation**		
	3Q15 RMB'000	3Q14 RMB'000	%Change +/(-)	**9M15 RMB'000**	9M14 RMB'000	%Change +/(-)
Revenue	**-**	-	n.m.	**-**	21,617	n.m.
Cost of sales	**-**	-	n.m.	**-**	(19,638)	n.m.
Gross profit	**-**	-	n.m.	**-**	1,979	n.m.
Expenses						
-Selling and distribution	**-**	-	n.m.	**-**	(288)	n.m.
-Administrative	**-**	-	n.m.	**-**	(266)	n.m.
		-				
Profit before income tax	**-**	-	n.m.	**-**	1,425	n.m.
Income tax expenses	**-**	-	n.m.	**-**	-	n.m.
Net profit	**-**	-	n.m.	**-**	1,425	n.m.

Commentary on Financial Position

Current assets

Cash and cash equivalents decreased by RMB24.07 million from RMB113.57 million as at 31 December 2014 to RMB89.50 million as at 30 September 2015 due mainly to the repayment of bank borrowings during the year.

Trade and other receivables increased by RMB26.82 million from RMB168.25 million as at 31 December 2014 to RMB195.07 million as at 30 September 2015. The increase was mainly due to the increase of RMB24.88 million in trade receivables and RMB16.07 million in advances to suppliers, offset by the reduction of RMB2.25 million in other receivables and the reclassification of value added tax receivables of RMB11.88 million.

In line with the industry, the increase in trade receivables was due to the slower collection experienced by the Group.

The increase in advances to suppliers was due to new orders for raw materials for the new lifestyle range of products manufactured by the Group.

	30 Sep 2015	31 Dec 2014	% Change
	RMB'000	RMB'000	+/ (-)
Trade receivables	**211,129**	186,249	+13.4%
Less: Allowance for impairment of trade receivables	**(137,793)**	(137,793)	-
	73,336	48,456	+51.3%
Advances to suppliers	**119,293**	103,222	+15.6%
Less: Allowance for impairment of advances to suppliers	**(3,393)**	(3,393)	-
	115,900	99,829	+16.1%
Other receivables	**5,837**	8,090	-27.8%
Value added tax receivables	**-**	11,877	n.m.
Total	**195,073**	168,252	+15.9%

Inventories

	30 Sep 2015	31 Dec 2014	% Change
	RMB '000	RMB '000	+/ (-)
Raw materials	**32,946**	42,794	-23.0%
Work-in-progress	**1,745**	2,485	-29.8%
Finished goods	**9,345**	16,001	-41.6%
Sub-total	**44,036**	61,280	-28.1%
Less: Write-down of finished goods which were considered obsolete.	**(8,452)**	(8,452)	-
Total	**35,584**	52,828	-32.6%

Inventories decreased by RMB17.24 million from RMB52.83 million as at 31 December 2014 to RMB35.58 million as at 30 September 2015. The decrease was mainly due to the reduction of RMB9.85 million of raw materials and reduction of RMB6.66 million in finished goods.

Non current assets

Non-current assets decreased by RMB4.86 million from RMB65.37 million as at 31 December 2014 to RMB60.51 million as at 30 September 2015. This decreased was mainly due to depreciation and amortisation charges of RMB4.65 million for the current period.

Current liabilities

Current liabilities decreased by RMB40.57 million from RMB386.74 million as at 31 December 2014 to RMB346.17 million as at 30 September 2015. The decrease was due mainly to the reduction in borrowings of RMB64.19 million due to repayments and decrease in current income tax liabilities of RMB5.63 million offset by an increase in trade and other payables of RMB29.25 million and repayment of bank borrowings.

The breakdown of borrowings is as follows:

	As at 30 Sep 2015			As at 31 Dec 2014		
	Gross	**Deposits pledged**	**Net**	Gross	Deposits pledged	Net
	RMB' 000	**RMB' 000**	**RMB' 000**	RMB' 000	RMB' 000	RMB' 000
Bank borrowings	**85,891**	**-**	**85,891**	90,380	-	90,380
Bills payables	**107,887**	**(49,725)**	**58,162**	85,840	(38,379)	47,461
Trade financing	**48,424**	**-**	**48,424**	130,167	(55,000)	75,167
Total	**242,202**	**(49,725)**	**192,477**	306,387	(93,379)	213,008

Commentary on financial cash flow

The Group generated RMB3.38 million from operating activities in 9M15. This was mainly due to the cash generated resulting from the Group being able to agree better terms on trade and other payables and a reduction in inventories though offset by the increase in trade and other receivables and other current assets.

Net cash used in investing activities in 9M15 was RMB0.06 million. This was mainly related to the acquisition of property, plant and machinery and deposits for machinery and equipment offset by the proceeds from disposal of property, plant and machinery.

Net cash generated in financing activities in 9M15 was RMB15.06 million. This was mainly due to proceeds from rights issue of RMB42.13 million and decrease in short-term bank deposits pledged of RMB43.65 million offset by the repayment of borrowings of RMB64.19 million and interest payment of RMB6.55 million.

As a result of the above, cash and cash equivalents increased by approximately RMB18.38 million, from approximately RMB20.19 million as at 31 December 2014 to approximately RMB39.77 million as at 30 September 2015 after accounting for the effects on currency translation on cash and cash equivalents of RMB1.21 million.

The Group generated RMB5.91 million from operating activities in 3Q15. This was mainly due to the cash generated from the increase in trade and other payables and offset by the increase in trade and other receivables.

Net cash used generated from investing activities in 3Q15 was RMB0.06 million. This was mainly due to the proceeds from the disposal of property, plant and machinery and offset by the acquisition of property, plant and machinery.

Net cash generated in financing activities in 3Q15 was RMB31.84 million. This was mainly due to proceeds from rights issue of RMB42.13 million and decreased in short-term bank deposits pledged of RMB51.92 million offset by the repayment of borrowings of RMB60.25 million and interest payment of RMB1.96 million.

As a result of the above, cash and cash equivalents increased by approximately RMB37.81 million, from approximately RMB0.78 million as at 30 June 2015 to approximately RMB39.77 million as at 30 September 2015 after accounting for the effects on currency translation on cash and cash equivalents of RMB1.18million.

Whilst the Group has deployed its working capital in a more efficient manner, the Group notes that there are limits to the efficiencies that the Group can squeeze out. Accordingly, the Company is exploring alternatives to booster its cash flow and to ensure the Group is able to ride this difficult period for the textile industry in China.

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

There is no variance between the prospect commentary given in our previous results announcement and the actual results for the period reported on.

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 garment manufacturing business in China have been negatively affected by both a weakness in global demand and rising labour and other costs in China relative to other emerging economies. We note that many traditional overseas customers that previously bought from China are shifting their orders to alternative countries like Vietnam and Cambodia. The recently concluded Trans-Pacific Partnership ("TPP") between the United States and 11 other participating Pacific Rim countries to which China is not a party, is likely to result in even more manufacturing facilities looking to shift their base to these participating countries. China is thus expected to lose its favourable and competitive edge upon the implementation of TPP. In light of the above, the Group is operating in a challenging environment and is sourcing for potential new businesses and new business solutions.

Simultaneous with the intensification of efforts in identifying and seeking out opportunities to diversify into new industry sectors, the Group is also embarking on a strategic review of its existing business segments which have been loss making for the last consecutive 3 years. The Group's contract manufacturing business has historically entailed. The Group places advances with its suppliers in the following circumstances: (i) when ordering from new suppliers; (ii) when ordering customized raw materials with existing suppliers; and (iii) to secure better pricing for large orders. Given the cost pressures, the importance of securing better pricing cannot be overstated. Despite this, and against the backdrop of rising trade and other receivables at a time when the Chinese textile industry continues to deteriorate, the Audit Committee in consultation with the recently refreshed Board of Directors, intend to also arrange for a special review to be undertaken on the recoverability on the trade and other receivables (which may or may not be result in an impairment) in conjunction with the strategic review of the existing business segments and the future business direction of the Group.

With the continuing uncertainties and volatility in this business environment, the Group will continue its efforts to contain costs and increase productivity.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

Not applicable.

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

Not applicable.

14. Interested person transactions

The Group does not have a general mandate from shareholders on interested person transactions. The aggregate value of interested person transactions for the period ended 30 September 2015 is as follows:

Name of interested person	Aggregate value of all interested person transaction during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)
Purchases from Quanzhou Honghao Colour Printing Co., Ltd., a company in which our Ex-Director Mr Weng Wenju owns 50% of the interest. Mr Weng Wenju is brother of Mr Weng Wenwei.	RMB0.13 million	NA

Mr Weng Wenwei had, in connection with banking facilities granted by various banks to our Group, provided personal guarantees to secure such facilities. No fees were paid or are payable by our Group to Mr Weng Wenwei in connection with such guarantees.

15. 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.

No general mandate has been obtained from shareholders for IPTs.

16. Statement Pursuant to Rule 705(5) of the Listing Manual

To the best of their knowledge and belief, nothing has come to the attention of the Board of Directors which may render the unaudited Second Quarter Results of the Group for the financial period ended 30 September 2015 to be false or misleading in any material respect.

On behalf of the Board of Directors,

BY ORDER OF THE BOARD
Leo Peng WeiLe
Executive Director
13 November 2015