

TIANJIN ZHONG XIN PHARMACEUTICAL GROUP CORPORATION LIMITED

Second Quarter Financial Statement (*) And Dividend Announcement

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

	The Group					
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	Change %	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000	Change %
Revenue	1,783,125	1,629,417	9	3,334,960	3,078,453	8
Cost of Sales	(1,224,622)	(1,146,724)	7	(2,262,860)	(2,066,561)	9
Gross Profit	558,503	482,693	16	1,072,100	1,011,892	6
Other Items of Income:						
Interest Income	1,123	1,619	-31	2,425	3,008	-19
Dividend Income	419	275	52	419	275	52
Other Credits	5,562	4,217	32	10,494	5,368	95
Other Items of Expense:						
Marketing and Distribution Costs	(361,585)	(318,025)	14	(679,629)	(631,374)	8
Research and Development Costs	(16,640)	(14,914)	12	(29,676)	(27,003)	10
Administrative Expenses	(61,297)	(61,028)	0	(126,754)	(134,429)	-6
Finance Costs	(12,728)	(13,531)	-6	(23,262)	(26,511)	-12
Other Charges	(1,070)	(286)	n.m	(1,236)	(377)	n.m
Share of Profit of Associates	10,205	5,229	95	25,851	28,351	-9
Profit Before Income Tax	122,492	86,249	42	250,732	229,200	9
Income Tax Expense	(21,701)	(14,546)	49	(40,531)	(35,584)	14
Profit, Net of Tax	100,791	71,703	41	210,201	193,616	9

	<u>The Group</u>					
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	Change %	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000	Change %
Other Comprehensive Income:						
Items that may be reclassified subsequently to profit or loss:						
Fair Value Gain / (Loss) on re-measuring Available-For-Sale Investments, Net of Tax	(519)	(4,472)	-88	358	(5,207)	n.m
Share of Other Comprehensive Income / (Loss) of Associates	128	(847)	n.m	128	(892)	n.m
Others (government subsidy)	-	600	n.m	-	600	n.m
Other Comprehensive Income/(Loss) for the Year, Net	(391)	(4,719)	-92	486	(5,499)	n.m
Total Comprehensive Income	100,400	66,984	50	210,687	188,117	12
Profit, Net of Tax Attributable to:						
Owners of the Parent	95,987	70,728	36	198,328	189,194	5
Non-Controlling Interests	4,804	975	n.m	11,873	4,422	n.m
	100,791	71,703	41	210,201	193,616	9

	The Group					
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	Change %	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000	Change %
Total Comprehensive Income Attributable to:						
Owners of the Parent	95,596	66,009	45	198,814	183,695	8
Non-Controlling Interests	4,804	975	n.m	11,873	4,422	n.m
	100,400	66,984	50	210,687	188,117	12

(*) prepared under International Financial Reporting Standards

n.m Not Meaningful

	The Group			
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000
Profit, Net of Tax is arrived at after crediting / (charging):				
Dividend income	419	275	419	275
Other income including interest income	6,304	5,659	12,439	8,031
Gain / (loss) on disposal of property, plant and equipment	(214)	19	(379)	(54)
Reversal /(allowance) for doubtful debts and bad debts written-off	(17)	16	23	156
Foreign exchange gain / (loss)	(23)	161	36	189
Interest on borrowings	12,728	13,531	23,262	26,511
Depreciation and amortization	26,619	24,215	50,347	47,787
Employment termination benefits	436	-	436	-

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

	The Group		The Company	
	30 June 2014 RMB'000	31 December 2013 RMB'000	30 June 2014 RMB'000	31 December 2013 RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	858,684	886,215	742,487	775,596
Investment properties	27,373	27,658	25,502	25,747
Land use rights	186,100	188,602	155,307	157,549
Intangibles assets	9,757	9,984	5,592	6,071
Investment in subsidiaries	-	-	308,501	305,606
Investment in associates	551,645	524,766	510,431	509,531
Other assets	16,397	17,853	11,801	13,046
Available-for-sale financial assets	311,781	334,829	55,664	55,243
Deferred tax assets	84,819	84,819	78,293	78,293
Total non-current assets	2,046,556	2,074,726	1,893,578	1,926,682
Current assets				
Inventories	942,818	816,887	724,489	635,786
Trade and other receivables	1,271,010	1,448,984	1,154,520	1,306,909
Other asset, current	373,070	125,752	261,175	85,514
Other financial assets, current	-	51,250	-	-
Cash and cash equivalents	622,484	744,730	419,393	496,614
Total current assets	3,209,382	3,187,603	2,559,577	2,524,823
Total assets	5,255,938	5,262,329	4,453,155	4,451,505
EQUITY				
Equity attributable to owners of the parent				
Share capital	739,308	739,308	739,308	739,308
Share premium	414,042	414,042	414,042	414,042
Reserves	310,326	309,840	388,089	387,731
Retained earnings	1,115,553	954,190	970,532	825,893
Total equity attributable to owners of the parent	2,579,229	2,417,380	2,511,971	2,366,974
Non-Controlling interests	170,025	157,584	-	-
Total equity	2,749,254	2,574,964	2,511,971	2,366,974

	<u>The Group</u>		<u>The Company</u>	
	30 June 2014 RMB'000	31 December 2013 RMB'000	30 June 2014 RMB'000	31 December 2013 RMB'000
LIABILITIES				
Non-current liabilities				
Deferred tax liabilities	4,394	4,331	4,394	4,331
Other non-current liabilities	73,284	75,287	48,394	50,440
Total non-current liabilities	77,678	79,618	52,788	54,771
Current liabilities				
Income tax payable	26,397	11,507	24,530	9,507
Trade and other payables	1,391,609	1,307,040	1,075,866	1,042,253
Other financial liabilities, current	1,011,000	1,289,200	788,000	978,000
Total current liabilities	2,429,006	2,607,747	1,888,396	2,029,760
Total liabilities	2,506,684	2,687,365	1,941,184	2,084,531
Total equity and liabilities	5,255,938	5,262,329	4,453,155	4,451,505

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

Amount repayable in one year or less, or on demand

<u>The Group</u>			
As at 30/06/2014		As at 31/12/2013	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
172,000	839,000	245,200	1,044,000

Details of collateral for secured borrowings:

As at 30 June 2014 and 31 December 2013, borrowings of RMB 15 million and RMB 33 million were secured by legal mortgages over the Group's and a joint venture partner's property, plant and equipment.

Amount repayable after one year

<u>The Group</u>			
As at 30/06/2014		As at 31/12/2013	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
-	-	-	-

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

	<u>The Group</u>			
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000
<u>Cash Flows from Operating</u>				
<u>Activities</u>				
Profit Before Income Tax	122,492	86,249	250,732	229,200
Interest Income	(1,123)	(1,619)	(2,425)	(3,008)
Interest Expense	12,728	13,531	23,262	26,511
Dividend Income	(419)	(275)	(419)	(275)
Gain Upon Maturity of Held-to-Maturity Investments	(2,496)	-	(5,508)	-
Share of Profits of Equity-Accounted Associates	(10,205)	(5,229)	(25,851)	(28,351)
Depreciation and Amortisation of Property, Plant and Equipment, Investment Properties, Land Use Rights and Intangible Assets	26,619	24,215	50,347	47,787
Loss / (Gain) on Disposals of Property, Plant and Equipment, Intangible Assets and Other Non-Current Assets	214	(401)	379	(328)
Impairment / (Reversal of Impairment) of Receivables and Inventories	17	(16)	(23)	(156)
Operating Cash Flows Before Changes in Working Capital	147,827	116,455	290,494	271,380
Inventories	(78,495)	11,980	(125,931)	(65,587)
Trade and Other Receivables and Other Assets	8,021	(94,522)	(71,154)	(197,926)
Trade and Other Payables	77,472	50,349	82,934	174,924
Net Cash Flows From Operations	154,825	84,262	176,343	182,791
Income Tax Paid	(23,972)	(22,272)	(25,713)	(55,284)
Net Cash Flows From Operating Activities	130,853	61,990	150,630	127,507

	<u>The Group</u>			
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000
<u>Cash Flows From Investing Activities</u>				
Purchase of Property, Plant and Equipment, Intangibles, Land Use Rights and Investment Properties	(15,971)	(12,057)	(21,107)	(19,796)
Acquisition of Investment in Available-for-Sale and Held-to-Maturity Financial Assets	(6,184,927)	-	(9,052,571)	-
Proceeds From Disposal of Available-For-Sale Financial Assets	6,256,860	-	9,133,142	-
Acquisition of Investments in Associates	1,902	2,587	4,839	2,587
Proceeds From Disposals of Property, Plant and Equipment, Intangible Assets and Other Assets	37	146	108	276
Interest Income Received	1,123	1,619	2,425	3,008
Net Cash Flows From / (Used in) Investing Activities	59,024	(7,705)	66,836	(13,925)
<u>Cash Flows From Financing Activities</u>				
Increase in Capital contributed by Non-controlling interest	-	-	2,940	-
Proceeds From New Borrowings	170,000	290,000	585,000	833,000
Proceeds From Other Borrowings	10,383,259	-	20,280,411	-
Dividends Paid to Equity Owners	(1,535)	-	(34,096)	(65,046)
Distribution to Non-Controlling Interests	-	-	(4,037)	-
Interest Expense Paid	(10,361)	(13,951)	(22,832)	(26,301)
Repayment of Borrowings	(170,000)	(397,000)	(783,000)	(832,000)
Repayment of Other Borrowings	(10,454,982)	-	(20,364,134)	-
Cash Restricted in Use and/or Maturing After 3 Months	26,390	(8,241)	20,882	(3,787)
Net Cash Flows Used in Financing Activities	(57,229)	(129,192)	(318,866)	(94,134)

	<u>The Group</u>			
	3-month period from 1 April to 30 June 2014 RMB'000	3-month period from 1 April to 30 June 2013 RMB'000	6-month period from 1 January to 30 June 2014 RMB'000	6-month period from 1 January to 30 June 2013 RMB'000
Net (Decrease) / Increase in Cash and Cash Equivalents	132,648	(74,907)	(101,400)	19,448
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(23)	149	36	189
Cash and Cash Equivalents, Statement of Cash Flows, Beginning Balance	425,230	439,050	659,219	344,655
Cash and Cash Equivalents, Statement of Cash Flows, Ending Balance	557,855	364,292	557,855	364,292

Cash and Cash Equivalents in Consolidated Statement of Cash Flows				
Amount as Shown in the Statement of Financial Positions	622,484	443,365	622,484	443,365
Less: Cash and Cash Equivalent Restricted in Use	(64,629)	(79,073)	(64,629)	(79,073)
Cash and Cash Equivalents for Consolidated Statement of Cash Flows Purpose at End of the Period	557,855	364,292	557,855	364,292

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

All in RMB'000

<u>The Group</u>	Share capital	Share premium	Other Reserves	Retained earnings	Parent sub-total	Non-controlling interests	Total equity
Balance at 1 January 2014	739,308	414,042	309,840	954,190	2,417,380	157,584	2,574,964
Total Comprehensive Income for the Year	-	-	486	198,328	198,814	11,873	210,687
Dividend	-	-	-	(36,965)	(36,965)	-	(36,965)
Increase in Capital contributed by Non-controlling Interests							
Increase in Capital contributed by Non-controlling Interests	-	-	-	-	-	4,605	4,605
Distribution to Non-controlling Interests	-	-	-	-	-	(4,037)	(4,037)
Balance at 30 June 2014	739,308	414,042	310,326	1,115,553	2,579,229	170,025	2,749,254

Balance at 1 January 2013	739,308	414,042	273,625	709,922	2,136,897	141,875	2,278,772
Total Comprehensive Income / (loss) for the Year	-	-	(5,499)	189,194	183,695	4,422	188,117
Distribution to Non-controlling Interests	-	-	-	-	-	(294)	(294)
Balance at 30 June 2013	739,308	414,042	268,126	899,116	2,320,592	146,003	2,466,595

All in RMB'000

<u>The Company</u>	Share capital	Share premium	Other Reserves	Retained earnings	Total equity
Balance at 1 January 2014	739,308	414,042	387,731	825,894	2,366,975
Total Comprehensive Income for the Year	-	-	358	181,603	181,961
Dividend	-	-	-	(36,965)	(36,965)
Balance at 30 June 2014	739,308	414,042	388,089	970,532	2,511,971

Balance at 1 January 2013	739,308	414,042	352,465	504,072	2,009,887
Total Comprehensive Income / (Loss) for the Year	-	-	(5,207)	170,838	165,631
Balance at 30 June 2013	739,308	414,042	347,258	674,910	2,175,518

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 has been no change in the Company's share capital since 31 December 2013.

The Company does not have any shares that may be issued on conversion of any outstanding convertibles as at 30 June 2014 and 31 December 2013.

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	As at 31 December 2013
Number of issued shares excluding treasury shares	:	739,308,720	739,308,720
Number of treasury shares held	:	NIL	NIL

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 Statement), or an equivalent standard)

These figures have been prepared in accordance with International Financial Reporting Standards ("IFRS"). They have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditor's report (including any qualification 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 adopted all the new and revised International Financial Reporting Standards ("IFRSs") that are relevant to its operations and effective on the beginning of its current reporting year on 1 January 2014. The adoption of these new and revised IFRSs did not result in significant changes to the Group's accounting policies and amounts reported for the current and prior periods.

Except for the above, the Group has applied the same accounting policies and methods of computation as presented in the audited financial statements of the Group for the reporting year ended 31 December 2013.

5. If there are any change 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

Refer Paragraph 4 above.

6. Earnings per 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

	<u>The Group</u>			
	3-month period from 1 April to 30 June 2014 RMB	3-month period from 1 April to 30 June 2013 RMB	6-month period from 1 January to 30 June 2014 RMB	6-month period from 1 January to 30 June 2013 RMB
Earnings per ordinary share for the period based on net profits after deducting any provision for preference dividends:				
Based on weighted average number of ordinary share in issue	0.13	0.10	0.27	0.26

Diluted earnings per share is the same as basic earnings per share as the Company does not have any potential ordinary shares that have a dilutive effect on earnings per share as at the end of the period reported on.

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

	<u>The Group</u>		<u>The Company</u>	
	30 June 2014 RMB	31 December 2013 RMB	30 June 2014 RMB	31 December 2013 RMB
Net asset backing per ordinary share based on existing issued share capital as at the end of the period reported on	3.49	3.27	3.40	3.20

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business.

(a) Revenue:

The Group's revenue in the second quarter of FY2014 ("2Q FY2014") was approximately RMB 1,783 million, an increase of approximately RMB 154 million, or 9%, from RMB1,629 million in the second quarter of FY2013 ("2Q FY2013"). For the 6 months ended 30 June 2014 ("1H14"), the Group recorded a revenue of approximately RMB 3,335 million, an increase of approximately RMB 257 million, approximately 8% over the corresponding period in FY2013. The increase was due to appropriate allocation of marketing resources, consolidating the sales and sourcing channels, and optimising the services to end customers.

(b) Gross Profit Margin:

The Group's gross profit in 2Q FY2014 increased by approximately 16% from approximately RMB 483 million in 2Q FY2013 to approximately RMB 559 million. For 1H14, the Group's gross profit was approximately RMB 1,072 million compared to approximately RMB 1,012 million in the corresponding period of FY2013, with an increase of approximately 6% amounting to approximately RMB 60 million. The gross profit margin has decreased from 32.9% in first half financial year of FY2013 ("1H13") to 32.1% in 1H14. The decrease in gross profit margin was mainly due to the increase in the percentage of revenue contributed by the Group's commercial enterprises which yielded lower gross profit margin.

(c) Other Operating Income:

Other credits in 2Q FY2014 were RMB 6 million. For 1H14, the Group's other credits were approximately RMB 10 million, an increase of approximately RMB 5 million over the previous corresponding period. The increase in other credits was due mainly to investment gain from held-to-maturity investments in 1H14.

(d) Major Expenses:

(i) Marketing and Distribution costs in 2Q FY2014 increased by approximately 14% to approximately RMB 362 million. For 1H14, the Marketing and Distribution costs was approximately RMB 680 million, an increase of approximately RMB 48 million or 8% over the previous corresponding period.

(ii) Administrative expenses in 2Q FY2014 increased by approximately RMB 0.27 million, to approximately RMB 61 million. For 1H14, the administration expenses decreased by approximately RMB 7 million, from approximately RMB 134 million in 1H13 to approximately RMB 127 million. The decrease in administrative expenses was mainly due to decreases in expenses arising from business trips, meetings and business entertainment as compared to the previous corresponding period.

(iii) Finance costs in 2Q FY2014 decreased by approximately 6% to approximately RMB 13 million, while for 1H14, the finance costs decreased by approximately RMB 3 million or 12% from approximately RMB 26 million to approximately RMB 23 million.

(iv) Other charges in 2Q FY2014 increased by approximately RMB 1 million, while for 1H14, the other charges decreased by approximately RMB 0.86 million from approximately RMB 0.38 million to approximately RMB 1.24 million. The increase in other charges was mainly due to losses from disposal of property, plant and equipment, and increase in expenses arising from provision for of employee early retirement benefits as compared to the previous corresponding period.

(e) Shares of Profits of Associates:

The Group's share of results of associated companies in 2Q FY2014 has increased by approximately RMB 5 million to approximately RMB 10 million. The Group's share of results of associated companies in 1H14 decreased by approximately RMB 3 million to approximately RMB 26 million. This was mainly because Sino-American Tianjin Smithkline & French Lab., Ltd.'s profit in 1H14 decreased by approximately RMB 2 million over the same period of last year.

(f) Comprehensive Income:

The Group's total comprehensive income (net of tax) in 2Q FY2014 was approximately RMB 100 million, an increase of 50% over the previous corresponding period. The Group's total comprehensive income (net of tax) in 1H14 was approximately RMB 211 million, an increase of approximately RMB 23 million or 12% over the previous corresponding period.

The profit attributable to equity holders of parent (net of tax) in 2Q FY2014 was approximately RMB 96 million, an increase of approximately RMB 25 million, or 36% from RMB 71 million of the corresponding period in 2Q FY2013. The profit attributable to equity holders of parent (net of tax) in 1H14 was approximately RMB 198 million, an increase of approximately RMB 9 million, or 5% from RMB 189 million of the corresponding period in 1H13.

(g) Major Changes in Statement of Financial Positions:

As at 30 June 2014, the Group's cash and cash equivalents amounted to approximately RMB 622 million, which is a decrease of approximately RMB 122 million, or 16% over the balance as at 31 December 2013. The Group's short-term borrowings as at 30 June 2014 amounted to approximately RMB 1,011 million, which is a decrease of approximately RMB 278 million, or 22% over the balance as at 31 December 2013. This is contributed by the partial repayment of short-term borrowings.

Trade and other receivables decreased by approximately 12% or RMB 178 million to approximately RMB 1,271 million as at 30 June 2014. Notes receivable decreased by approximately RMB 55 million. Trade receivables decreased by approximately RMB 107 million. Other receivables decreased by approximately RMB 16 million. Inventories increased by 15% to approximately RMB 943 million to meet the anticipated higher sales in the coming months.

Other current asset increased by approximately 197% or RMB 247 million to approximately RMB 373 million as at 30 June 2014. This was mainly attributed to the increase in procurement of which advance payments are required.

Investment in associates of the Group increased by 5% to approximately RMB 552 million, which is mainly attributable to the Group's share of the associates' profits in 1H14.

Property, plant and equipment decreased by approximately RMB 28 million to approximately RMB 859 million, which was mainly due to depreciation charge for the period, partially offset by additions of assets.

(h) Change in Cash Flow Position:

In 1H14, the Group recorded net cash inflow from operating activities of approximately RMB 151 million.

Cash inflow from investment activities was approximately RMB 67 million in 1H14.

Cash outflow from financing activities was approximately RMB 319 million in 1H14.

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

Nil.

10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any know factors or events that may affect the group in the next reporting period and the next 12 months

The Company has managed to overcome the difficulties caused by the increases in labour and financing costs and operational challenges, and improved its operating results in recent years. However, the Company expects to face continuing challenges from (i) the increase in costs of raw materials, energy and human resources, (ii) controls over the price of pharmaceutical products by the PRC government, and (iii) relatively high financing costs.

Taking into account the competitive environment, the Company is continuing to carry out the established policies of the Group in order to improve its capabilities in the following areas: -

- (1) strengthening its market awareness, fine-tuning its marketing work, and improving its marketing personnel to enhance the Group's core competitiveness;
- (2) focusing on market demand to innovate and achieve new breakthroughs;
- (3) expanding its production;
- (4) strengthening the Group's internal management controls.

The Board believes that with the strengthening of the Company's marketing efforts and management controls, the Company's operating profits will be improved in 2014.

11. Dividend

(a) Current Financial Period Reported On

No dividend has been declared for the current financial period reported on.

(b) Corresponding Period of the Immediately Preceding Financial Year

No dividend was declared for the corresponding period of the immediately preceding financial year.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

(e) If no dividend has been declared/recommended, a statement to that effect

Not applicable.

12. Interested Person Transaction disclosure

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**Listing Manual**"), the Company discloses the aggregate value of interested person transactions as follows:-

In RMB'000

Name of Interested Person	Aggregate value of all interested person transactions 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 during the financial year under review under a shareholders' mandate pursuant to Rule 920 of SGX Listing Manual (excluding transactions less than S\$100,000)
Total	NIL	NIL

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

The Board of Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Directors which may render the unaudited interim consolidated financial results for the quarter ended 30 June 2014, to be false or misleading in any material respect.