



## China SunSine Chemical Holdings Ltd.

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Company Registration No.: 200609470N

### UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

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

**1(a) A Consolidated Statement of Comprehensive Income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Unaudited Consolidated Statement of Comprehensive Income for 1<sup>st</sup> Quarter Ended 31 March 2015**

	1 <sup>st</sup> quarter ended		Change %
	31/3/2015	31/3/2014	
	RMB 'million		
<b>Revenue</b>	<b>432.1</b>	<b>427.3</b>	<b>1%</b>
Cost of sales	295.1	345.3	(15%)
<b>Gross profit</b>	<b>137.0</b>	<b>82.0</b>	<b>67%</b>
Other income	4.0	1.7	135%
Selling and distribution expenses	15.1	13.2	14%
Administrative expenses	58.1	35.6	63%
Other operating expenses	0.2	0.2	-
Finance expenses	5.1	3.5	46%
<b>Profit before tax</b>	<b>62.5</b>	<b>31.2</b>	<b>100%</b>
Income tax expenses	15.1	8.4	80%
<b>Net profit</b>	<b>47.4</b>	<b>22.8</b>	<b>108%</b>
<b>Other comprehensive income:</b>			
Exchange differences on translation, net of tax	0.2	0.3	(33%)
<b>Total comprehensive income for the period</b>	<b>47.6</b>	<b>23.1</b>	<b>106%</b>
Gross profit margin	<b>31.7%</b>	<b>19.2%</b>	<b>12.5 pts</b>
Earnings per share (RMB cents)	<b>10.18</b>	<b>4.91</b>	<b>107%</b>

**Notes to the Consolidated Statement of Comprehensive Income:**

1. Profit before tax is arrived at after charging/(crediting) the following:-

	31/3/2015	1 <sup>st</sup> quarter ended 31/3/2014	Change %
	RMB'million		
Interest income	(0.2)	(0.3)	(33%)
Interest on borrowing	5.1	3.5	46%
Depreciation of property, plant and equipment	21.9	18.5	18%
Amortisation of land use rights	0.2	0.1	100%
Allowance for Impairment on receivables	8.0	*	n.m
Foreign exchange gain	(2.3)	(0.1)	n.m

n.m. - not meaningful

\* - amount less than RMB 0.1 million.

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**1(b)(i) A Statements of Financial Position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	Note	<u>GROUP</u>		<u>COMPANY</u>	
		31/3/2015 RMB' million	31/12/2014 RMB' million	31/3/2015 RMB' million	31/12/2014 RMB' million
<b>ASSETS</b>					
<b>NON-CURRENT ASSETS</b>					
Investment in a subsidiary		-	-	350.0	350.0
Property, plant and equipment	(1)	590.5	613.1	-	-
Land use rights		29.6	29.5	-	-
		<b>620.1</b>	<b>642.6</b>	<b>350.0</b>	<b>350.0</b>
<b>CURRENT ASSETS</b>					
Inventories	(2)	144.7	168.0	-	-
Trade receivables	(3)	591.4	609.4	-	-
Other receivables, deposits and prepayment	(4)	58.7	95.3	*	-
Amount owing from a subsidiary		-	-	10.8	10.7
Cash and bank balances		234.2	122.8	3.7	4.7
		<b>1,029.0</b>	<b>995.5</b>	<b>14.5</b>	<b>15.4</b>
<b>TOTAL ASSETS</b>		<b>1,649.1</b>	<b>1,638.1</b>	<b>364.5</b>	<b>365.4</b>
Share capital		313.5	313.5	313.5	313.5
Treasury shares		(28.2)	(28.2)	(28.2)	(28.2)
Merger reserve		0.3	0.3	-	-
Statutory reserves		189.5	189.5	-	-
Exchange on translation		(5.7)	(5.9)	(5.5)	(5.6)
Retained profits		589.4	542.0	63.6	69.1
<b>TOTAL EQUITY</b>		<b>1,058.8</b>	<b>1,011.2</b>	<b>343.4</b>	<b>348.8</b>
<b>LIABILITIES</b>					
<b>NON CURRENT LIABILITIES</b>					
Bank loans	(7)	<b>122.8</b>	<b>44.0</b>	-	-
<b>LIABILITIES</b>					
<b>CURRENT LIABILITIES</b>					
Trade payables	(5)	62.5	47.8	-	-
Other payables and accruals	(6)	206.4	263.8	20.1	15.6
Bank loans	(7)	160.0	214.0	-	-
Current tax payable		38.6	57.3	1.0	1.0
		<b>467.5</b>	<b>582.9</b>	<b>21.1</b>	<b>16.6</b>
<b>TOTAL LIABILITIES</b>		<b>590.3</b>	<b>626.9</b>	<b>21.1</b>	<b>16.6</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,649.1</b>	<b>1,638.1</b>	<b>364.5</b>	<b>365.4</b>

\* - amount less than RMB 0.1 million.

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

**Amount repayable in one year or less, or on demand**

As at 31/3/2015		As at 31/12/2014	
Secured	Unsecured	Secured	Unsecured
RMB'million	RMB'million	RMB'million	RMB'million
-	160.0	24.0	190.0

**Amount repayable after one year**

As at 31/3/2015		As at 31/12/2014	
Secured	Unsecured	Secured	Unsecured
RMB'million	RMB'million	RMB'million	RMB'million
-	122.8	44.0	-

**Details of any collateral**

No collateral

**Notes to Statements of Financial Position**

Note (1) Property, plant and equipment (PPE) decreased by RMB 22.6 million from RMB 613.1 million to RMB 590.5 million due mainly to depreciation charged during the quarter.

Note (2) Inventories decreased by RMB 23.3 million from RMB 168.0 million to RMB 144.7 million mainly due to the plant closure during the Chinese New Year period, leading to lower inventories at the end of 1Q2015.

Note (3) Trade receivables decreased by RMB 18.0 million from RMB 609.4 million to RMB 591.4 million as the Group intensified collection efforts. Trade receivables included notes receivables provided by trade debtors which were promissory notes issued by local banks. Consequently, the risks of non-recoverability of these notes receivables by local banks are significantly lower than those amounts owing by trade debtors. As at 31 March 2015 and 31 December 2014, the notes receivables were RMB 239.0 million and RMB 236.4 million, respectively. Excluding the notes receivables, the trade receivables from trade debtors would have decreased by RMB 20.6 million from RMB 373.0 million to RMB 352.4 million.

Note (4) Other receivables decreased by RMB 36.6 million from RMB 95.3 million to RMB 58.7 million mainly due to lesser advance payments to some contractors as most of the projects were completed.

Note (5) Trade payables increased by RMB 14.7 million from RMB 47.8 million to RMB 62.5 million due mainly to RMB 10.0 million notes payable were issued to supplier. Excluding the notes payables, the trade payables would have increased by RMB 4.7 million as some suppliers are willing to give longer credit terms.

Note (6) Other payables decreased by RMB 57.4 million from RMB 263.8 million to RMB 206.4 million mainly due to accrued projects costs being reversed out as most of the projects were completed. These were partially offset by higher R&D payables and higher advance payments from customers.

Note (7) Bank loans increased by RMB 24.8 million from RMB 258.0 million to RMB 282.8 million in total as higher working capital was required for our production.

1(c) **A Consolidated Statement of Cash Flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Consolidated Statement of Cash Flows**

	Note	1 <sup>st</sup> quarter ended	
		31/3/2015	31/3/2014
		RMB'million	
<b>Cash flows from operating activities</b>			
Profit before tax		62.5	31.2
Adjustments for:-			
Depreciation of property, plant and equipment (PPE)		21.9	18.5
Amortisation of land use rights		0.2	0.1
Grants recognised in income statement		-	(1.1)
Interest income		(0.2)	(0.3)
Interest expense		5.1	3.5
Translation difference		0.3	0.1
<b>Operating profit before working capital changes</b>		<b>89.8</b>	<b>52.0</b>
Changes in working capital:			
Inventories		23.3	29.6
Trade and other receivables		54.6	36.3
Trade and other payables and accruals		(41.9)	(20.7)
<b>Cash generated from operations</b>		<b>125.8</b>	<b>97.2</b>
Income taxes paid		(33.8)	(8.8)
<b>Net cash generated from operating activities</b>	(1)	<b>92.0</b>	<b>88.4</b>
<b>Cash flows from investing activities</b>			
Additions to PPE		-	(76.6)
Additions to intangible assets		(0.3)	-
Interest income received		0.2	0.3
<b>Net cash used in investing activities</b>	(2)	<b>(0.1)</b>	<b>(76.3)</b>
<b>Cash flows from financing activities</b>			
Interest expense paid		(5.1)	(3.5)
Cash deposit pledged in banks		(3.8)	(0.1)
Repayment of bank loans		(148.0)	-
Proceeds from bank loans		172.8	30.0
<b>Net cash generated from financing activities</b>	(3)	<b>15.9</b>	<b>26.4</b>
<b>Net increase in cash and cash equivalents balances</b>		<b>107.8</b>	<b>38.5</b>
<b>Effect of currency translation on cash &amp; cash equivalents</b>		<b>(0.2)</b>	<b>0.2</b>
<b>Cash and cash equivalents at beginning of period</b>		<b>110.8</b>	<b>105.9</b>
<b>Cash and cash equivalents at end of period</b>		<b>218.4</b>	<b>144.6</b>
<b>Cash and bank balances at end of period includes the followings</b>			
Cash and cash equivalents		234.2	146.6
Cash deposit pledged with bank		(15.8)	(2.0)
<b>Cash and bank balances at end of period</b>		<b>218.4</b>	<b>144.6</b>

**Notes to Consolidated Statement of Cash Flows for 1QFY2015**

- (1) Net cash generated from operating activities amounting to RMB 92.0 million was mainly due to higher profit as well as decreased trade and other receivables.
- (2) Net cash used in investing activities amounting to RMB 0.1 million was mainly due to the additions to intangible assets offset by interest income received.
- (3) Net cash generated from financing activities amounted to RMB 15.9 million was mainly due to net drawdown of RMB 24.8 million bank loans, offset by RMB 5.1 million interest expenses and RMB 3.8 million cash deposit pledged in banks.

- 1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

### Unaudited Statements of Changes in Equity

#### GROUP

	Share Capital	Treasury Shares	Statutory, Merger, Exchange reserves	Retained Earnings	Total
	RMB'million	RMB'million	RMB'million	RMB'million	RMB'million
<b>Balance as at 1 January 2015</b>	<b>313.5</b>	<b>(28.2)</b>	<b>183.9</b>	<b>542.0</b>	<b>1,011.2</b>
<i>Total Comprehensive Income</i>					
Profit for the period	-	-	-	47.4	47.4
Exchange differences on translation, net of tax	-	-	0.2	-	0.2
Total comprehensive income, net of tax	-	-	0.2	47.4	47.6
<b>Balance as at 31 March 2015</b>	<b>313.5</b>	<b>(28.2)</b>	<b>184.1</b>	<b>589.4</b>	<b>1058.8</b>
<b>Balance as at 1 January 2014</b>	<b>313.5</b>	<b>(28.2)</b>	<b>134.9</b>	<b>393.2</b>	<b>813.4</b>
<i>Total Comprehensive Income</i>					
Profit for the period	-	-	-	22.8	22.8
Exchange differences on translation, net of tax	-	-	0.3	-	0.3
Total comprehensive income, net of tax	-	-	0.3	22.8	23.1
<b>Balance as at 31 March 2014</b>	<b>313.5</b>	<b>(28.2)</b>	<b>135.2</b>	<b>416.0</b>	<b>836.5</b>

#### COMPANY

	Share Capital	Treasury Shares	Statutory, Merger, Exchange reserves	Retained Earnings	Total
	RMB'million	RMB'million	RMB'million	RMB'million	RMB'million
<b>Balance as at 1 January 2015</b>	<b>313.5</b>	<b>(28.2)</b>	<b>(5.6)</b>	<b>69.1</b>	<b>348.8</b>
<i>Total Comprehensive Income</i>					
Loss for the period	-	-	-	(5.5)	(5.5)
Exchange differences on translation, net of tax	-	-	0.1	-	0.1
Total comprehensive income, net of tax	-	-	0.1	(5.5)	(5.4)
<b>Balance as at 31 March 2015</b>	<b>313.5</b>	<b>(28.2)</b>	<b>(5.5)</b>	<b>63.6</b>	<b>343.4</b>
<b>Balance as at 1 January 2014</b>	<b>313.5</b>	<b>(28.2)</b>	<b>(6.1)</b>	<b>89.4</b>	<b>368.6</b>
<i>Total Comprehensive Income</i>					
Profit for the period	-	-	-	(0.8)	(0.8)
Exchange differences on translation, net of tax	-	-	0.2	-	0.2
Total comprehensive income, net of tax	-	-	0.2	(0.8)	(0.6)
<b>Balance as at 31 March 2014</b>	<b>313.5</b>	<b>(28.2)</b>	<b>(5.9)</b>	<b>88.6</b>	<b>368.0</b>

**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.**

	Number of shares*	Resultant issued and paid up share capital S\$
<b>As at 1 January 2015 and 31 March 2015</b>	<b>465,504,000</b>	<b>56,856,844</b>
As at 1 January 2014 and 31 March 2014	<b>465,504,000</b>	<b>56,856,844</b>

There are no outstanding convertibles issued by the Company as at 31 March 2015.

\*Number of issued shares excludes 26,190,000 treasury shares (FY2014: 26,190,000)

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

See above table.

**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.**

See above table. There is no sale, transfer, disposal, cancellation of treasury shares at the end of 1QFY2015. Total number of treasury shares at end 1QFY2015 stands at 26,190,000.

*[Note – The disclosures required in 1(d)(ii), (iii) and (iv) may be made in form of statement paragraphs or, in tabular form.]*

**2. Whether the figures have been audited or reviewed and in accordance with any 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 has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with those of the audited financial statements for the financial year (FY) ended 31 December 2014 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 2015. The adoption of these new and revised accounting standards did not give rise to any significant impact on the financial statements for the financial year ending 31 December 2015.

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.**

	1Q2015 RMB	1Q2014 RMB
<b>Basic earnings per share (Basic EPS' cents)</b> - based on weighted average number of shares on issue	<b>10.18</b>	<b>4.91</b>
The calculations of EPS is based on net profit and number of shares shown below:		
Profit attributable to equity holders (RMBmillion)	47.4	22.8
Weighted average number of shares applicable to basic EPS (∅00)	465,504	465,504

There is no difference between the basic and diluted earnings per share as the Company has no potential dilutive securities as at 31 March 2015.

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	
	31/3/2015	31/12/2014	31/3/2015	31/12/2014
Net asset attributable to shareholders (RMBmillion)	1,058.8	1,011.2	343.4	348.8
<b>Net asset value per ordinary share (RMB cents)</b>	<b>227.45**</b>	<b>217.23</b>	<b>73.77</b>	<b>74.93</b>
Number of issued shares * (∅00)	465,504	465,504	465,504	465,504

\* number of issued shares excludes treasury shares

\*\* equivalent to SGD 51.17 cents at exchange rate of 4.4452 as at 31 March 2015

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.**

RMB million	1Q2015	1Q2014	Change
Group Revenue	432.1	427.3	1%
Gross Profit	137.0	82.0	67%
Profit before tax	62.5	31.2	100%
Net profit	47.4	22.8	108%

### **Commentaries on performance**

Revenue increased from RMB 427.3 million in 1Q2014 to RMB 432.1 million in 1Q2015, due to the increase in our sales volume, offset by the decrease in the Overall Average Selling Price (%ASP+). Sales volume increased by 6% to 25,377 tons in 1Q2015 as compared to 23,899 tons in 1Q2014 due to increased marketing efforts.

However, **ASP** decreased by 5% to RMB 17,009 per ton in 1Q2015 as compared to RMB 17,881 per ton in 1Q2014. On a quarter to quarter comparison, the ASP was RMB 19,592 per ton in 4Q2014. The decrease in ASP was due mainly to the decrease in price of our raw materials, in particular, Aniline.



	Sales Volume (Tons)		Sales (RMBmillion)	
	1Q2015	1Q2014	1Q2015	1Q2014
<b>Rubber Chemical</b>				
Accelerators	17,788	17,039	336.9	329.4
Insoluble sulphur	3,144	2,596	32.1	30.0
Anti-oxidant	4,220	4,002	58.4	62.8
Others	225	262	4.2	5.1
<b>Total</b>	<b>25,377</b>	<b>23,899</b>	<b>431.6</b>	<b>427.3</b>
Domestic Sales	17,040	14,661	261.0	244.1
International sales	8,337	9,238	170.6	183.2
<b>Heating Power</b>	<b>2,715</b>	<b>-</b>	<b>0.5</b>	<b>-</b>

**Sales volume** across all products increased in 1Q2015 due mainly to increased marketing efforts. The Group's domestic sales increased. However International sales volume decreased mainly due to some overseas orders with lower prices being rejected by the Group. In 1Q2015, our heating company sold 2,715 tons of steam to a third party and generated RMB 0.5 million revenue.

**Gross profit** increased by 67% from RMB 82.0 million in 1Q2014 to RMB 137.0 million in 1Q2015, as sales volume increased and the average gross profit margin (%GPM) increased 12.5 percentage points from 19.2% to 31.7%. The increase in GPM was due mainly to the decrease in the cost of raw materials, in particular, Aniline, the main raw material for accelerators. Average unit cost of Aniline decreased more than 40% in 1Q2015 as compared to 1Q2014 as a result of the decrease in international crude oil prices.

**Other operating income** was RMB 4.0 million in 1Q2015, consisting of mainly foreign exchange gains and sales of scrap materials.

**Selling and distribution expenses** increased by 14% from RMB 13.2 million in 1Q2014 to RMB 15.1 million in 1Q2015 due mainly to higher bonus payable to sales personnel as a result of increased sales.

**Administrative expenses** increased by 63% from RMB 35.6 million in 1Q2014 to RMB 58.1 million in 1Q2015 due mainly to increase in staff salaries & bonus, increase in allowance for impairment on receivables, as well as increase in R&D expenses.

**Other operating expenses** was RMB 0.2 million in 1Q2015, consisting of donations to charitable organisations.

**Profit before tax (PBT)** increased by 100% from RMB 31.2 million in 1Q2014 to RMB 62.5 million in 1Q2015 mainly due to the increase in gross profit.

**Net profit attributable to shareholders** increased by 108% from RMB 22.8 million in 1Q2014 to RMB 47.4 million in 1Q2015 due to the reasons mentioned above.

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

Not applicable as no forecast or prospect statement was made.

**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.**

In 1Q2015, China's economic growth weakened to 7.0%<sup>1</sup>, the slowest growth rate since 1999. Automakers sold a total of 6.15<sup>2</sup> million units in China in the first quarter of 2015, representing 3.9% growth in auto sales, 5.3 percentage points lower as compared to a year ago.

US's anti-dumping and countervailing measures against China's tire makers, as well as the over-capacity and under-utilisation issues faced by the China tire industry, may dampen demand for our rubber chemical products. Further, during the consolidation process in China's tire industry, some tire makers may face higher insolvency risk, thus the Group's receivables may also face a higher risk of impairment.

The new Environmental Protection Law of China came into force on 1 January 2015. As environmental regulations become increasingly stringent, there may be further consolidation in the rubber chemicals industry in China. However, as more of our competitors adjust to the new regulations and meet compliance standards, the market supply of accelerators will progressively increase. Further, given that international crude oil prices have remained depressed, which has resulted in our main raw material prices remaining at low levels, our selling prices may increasingly come under pressure.

**Status updates**

In relation to the establishment of the subsidiary, Shanxian Sunsine Hotel Management Co., Ltd, for the proposed investment in the Shanxian Fu Long Lake Convention Centre, the Company is still in ongoing discussions with the Shanxian County government but no agreement has been reached thus far. The Group will make an appropriate announcement should there be further developments.

Below is a summary of our estimated Annual Capacity<sup>3</sup> at the end of each financial year:

<b>Tons</b>	<b>FY2010</b>	<b>FY2011</b>	<b>FY2012</b>	<b>FY2013</b>	<b>FY2014</b>	<b>FY2015e</b>
Accelerators	56,500	56,500	66,500	70,500	87,000	87,000
Insoluble Sulphur	10,000	10,000	10,000	20,000	20,000	20,000
Anti-oxidant	10,000	25,000	25,000	25,000	45,000	45,000
<b>Total</b>	<b>76,500</b>	<b>91,500</b>	<b>101,500</b>	<b>115,500</b>	<b>152,000</b>	<b>152,000</b>

**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

<sup>1</sup> Source: National Bureau of Statistics

<sup>2</sup> Source: China Association of Automobile Manufacturing

<sup>3</sup> Annual Capacity excludes capacity of intermediary materials such as 4ADPA and MBT

**(d) Books closure date**

Not applicable

**(e) Last cum-dividend Trading Date**

Not applicable

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

Not applicable

**13. Interested Person Transactions**

None

**BY ORDER OF THE BOARD**

**Xu Cheng Qiu**  
**Executive Chairman**  
**Dated: 27 April 2015**

**Confirmation by the Board pursuant to Rule 705(5) of the SGX Listing Manual**

On behalf of the Board of Directors of the Company, we confirm, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited first quarter financial results for the period ended 31 March 2015 to be false or misleading in any material respect.

On behalf of the Board of Directors

**Xu Cheng Qiu**  
**Executive Chairman**

**Dated: 27 April 2015**

**Liu Jing Fu**  
**Executive Director**

[End of Report]