



AVIC INTERNATIONAL INVESTMENTS LIMITED

(Company Registration No. 201024137N)

UNAUDITED FINANCIAL STATEMENTS AND ANNOUNCEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2012

PART 1 - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

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

1(a)(i) Consolidated Statement of Comprehensive Income for the First Quarter ended 31 March 2012

	Group 1 Jan 12 to 31 Mar 12 (RMB'000)	Group 1 Jan 11 to 31 Mar 11 (RMB'000)	Change %
Revenue	6,775	13,465	(49.7)
Other operating income	232	240	(3.3)
Employee benefits expense	(2,134)	(1,425)	49.8
Travelling and entertainment expenses	(556)	(474)	17.3
Office rental and office expenses	(1,784)	(595)	199.8
Listing expenses	-	(9,167)	N/M
Other operating expenses	(1,690)	(153)	1,004.6
Profit from operations	843	1,891	(55.4)
Finance costs	(329)	-	N/M
Profit before income tax	514	1,891	(72.8)
Income tax expense	(868)	(2,764)	(68.6)
Loss for the period, attributable to owners of the Company	(354)	(873)	(59.5)
<u>Other comprehensive income</u>			
Exchange differences arising on translation	128	(82)	N/M
Total comprehensive loss for the period	(226)	(955)	(76.3)

1(a)(ii) Notes to the Consolidated Statement of Comprehensive Income for the First Quarter ended 31 March 2012

	Group 1 Jan 12 to 31 Mar 12	Group 1 Jan 11 to 31 Mar 11	Change
	(RMB'000)	(RMB'000)	%
Interest income	106	240	(55.8)
Net foreign exchange gain	126	-	N/M
Interest expense on bank loan	(325)	-	N/M
Operating lease expenses	(1,351)	(565)	139.1
Depreciation of plant and equipment	(321)	-	N/M

N/M – Not meaningful

Note: The Company was incorporated on 11 November 2010 under the laws of Singapore and became the holding company of our Group pursuant to the Restructuring Exercise as described in our Information Memorandum dated 10 August 2011. The Group did not record any business activities from 11 November 2010 to 31 December 2010.

1(b) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediate preceding financial year

1(b)(i) Unaudited Statements of Financial Position as at 31 March 2012

	Group		Company	
	31 Mar 2012 (RMB'000)	31 Dec 2011 (RMB'000)	31 Mar 2012 (RMB'000)	31 Dec 2011 (RMB'000)
Assets				
<u>Current assets</u>				
Cash and cash equivalents	263,874	145,196	3,379	66,906
Trade receivables	1,154	11,065	-	-
Other receivables	2,244	21,631	-	-
Amount due from a subsidiary	-	-	13,735	13,397
	267,272	177,892	17,114	80,303
<u>Non-current assets</u>				
Plant and equipment	4,166	4,364	-	-
Investment in a subsidiary	-	-	63,473	*
	4,166	4,364	63,473	*
Total assets	271,438	182,256	80,587	80,303
<u>Current liabilities</u>				
Bank loan	20,000	20,000	-	-
Trade payables	28,013	-	-	-
Other payables and accruals	5,115	7,004	1,560	2,064
Advances received on a construction contract	71,010	-	-	-
Income tax payable	3,129	12,925	-	-
	127,267	39,929	1,560	2,064
Total liabilities	127,267	39,929	1,560	2,064
Net assets	144,171	142,327	79,027	78,239
Capital and reserves				
Share capital	101,237	101,237	101,237	101,237
Statutory reserve	6,489	6,489	-	-
Translation reserve	128	(2,070)	(10)	(2,462)
Accumulated profits/(losses)	36,317	36,671	(22,200)	(20,536)
Total equity	144,171	142,327	79,027	78,239

* Denotes amount less than RMB1,000.

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

(A) Amount repayable in one year or less, or on demand

As at 31 Mar 2012	
Secured (RMB'000)	Unsecured (RMB'000)
Nil	20,000

As at 31 Dec 2011	
Secured (RMB'000)	Unsecured (RMB'000)
Nil	20,000

(B) Amount repayable after one year

As at 31 Mar 2012	
Secured (RMB'000)	Unsecured (RMB'000)
Nil	Nil

As at 31 Dec 2011	
Secured (RMB'000)	Unsecured (RMB'000)
Nil	Nil

(C) Details of any collaterals

As at 31 March 2012, the Group had a bank loan of RMB20 million (2011: nil) covered by an intermediate holding company. The loan was advanced on 31 December 2011 and is due for repayment on 30 December 2012.

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

Consolidated Cash Flow Statements for the First Quarter ended 31 March 2012

	Group	Group
	1 Jan 12 to 31 Mar 12 (RMB'000)	1 Jan 11 to 31 Mar 11 (RMB'000)
Operating activities		
Profit before income tax	514	1,891
Adjustments for:		
Interest income	(106)	(240)
Interest expense	325	-
Depreciation of plant and equipment	321	-
Listing expenses	-	9,167
Foreign exchange loss/(gain)	1,952	(82)
Operating cash flows before movements in working capital	3,006	10,736
Trade receivables	9,911	(11,842)
Other receivables	(613)	-
Trade payables	28,013	-
Advances received on a construction contract	71,010	-
Other payables and accruals	(1,889)	10,033
Cash generated from operations	109,438	8,927
Income taxes paid	(10,664)	-
Interest received	106	240
Interest paid	(325)	-
Net cash from operating activities	98,555	9,167
Investing activity		
Purchase of plant and equipment, representing net cash used in investing activity	(10)	-
Financing activities		
Payments of share issue expenses	-	(9,167)
Other receivables	20,000	-
Net cash from/(used in) financing activities	20,000	(9,167)
Net increase in cash and bank balances	118,545	-
Net effects of exchange rate changes on the balance of cash held in foreign currencies	133	-
Cash and cash equivalents at beginning of the financial period	145,196	-
Cash and cash equivalents at end of the financial period	263,874	-

- 1(d) 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.

Statement of Changes in Equity

	Share capital (RMB'000)	Statutory reserve (RMB'000)	Translation reserve (RMB'000)	Accumulated profits/ (losses) (RMB'000)	Total equity (RMB'000)
<u>The Group</u>					
Balance at 1 Jan 2012	101,237	6,489	(2,070)	36,671	142,327
Total comprehensive income/(loss) for the period	-	-	2,198	(354)	1,844
Balance at 31 Mar 2012	<u>101,237</u>	<u>6,489</u>	<u>128</u>	<u>36,317</u>	<u>144,171</u>
Balance at 1 Jan 2011	*	-	-	-	*
Total comprehensive loss for the period	-	-	(82)	(873)	(955)
Balance at 31 Mar 2011	<u>*</u>	<u>-</u>	<u>(82)</u>	<u>(873)</u>	<u>(955)</u>
<u>The Company</u>					
Balance at 1 Jan 2012	101,237	-	(2,462)	(20,536)	78,239
Total comprehensive income/(loss) for the period	-	-	2,452	(1,664)	788
Balance at 31 Mar 2012	<u>101,237</u>	<u>-</u>	<u>(10)</u>	<u>(22,200)</u>	<u>79,027</u>
Balance at 1 Jan 2011	*	-	-	-	*
Total comprehensive loss for the period	-	-	(82)	(9,167)	(9,249)
Balance at 31 Mar 2011	<u>*</u>	<u>-</u>	<u>(82)</u>	<u>(9,167)</u>	<u>(9,249)</u>

* Denotes amount less than RMB1,000.

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 previous period of the immediately preceding financial year.

There have been no changes to the issued share capital of the Company since 31 December 2011. As at 31 March 2012, the issued share capital of the Company was RMB 101,237,000 comprising 285,576,000 ordinary shares.

There were no outstanding convertibles as at 31 March 2012 (31 March 2011: Nil).

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 31 December 2011 and 31 March 2012, the share capital of the Company comprised 285,576,000 ordinary shares (31 March 2011: 1 ordinary share).

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.

The Company did not hold any treasury shares as at 31 March 2012 (31 March 2011: Nil). There were no sale, transfer, disposal, cancellation and/or use of treasury shares as at 31 March 2012.

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

The figures presented in this announcement 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.

There were no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited financial statements for the financial year ended 31 December 2011, except for the adoption of the new and revised Financial Reporting Standards ("FRS") which came into effect of this financial year from 1 January 2012. The adoption of the new and revised FRSs is assessed to have no material impact to the financial statements of the Group and of the Company in the period of their initial adoption.

- 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.**

See note 4.

- 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.**

	<u>1 Jan 2012 to 31 Mar 2012</u>	<u>1 Jan 2011 to 31 Mar 2011 (Note 1)</u>
Earnings per ordinary share attributable to owners of the Company		
(a) Based on the weighted average number of ordinary shares in issue (RMB cents)	(0.12)	(0.31)
Weighted average number of ordinary shares	285,576,000	285,576,000
(b) On a fully diluted basis (RMB cents)	(0.12)	(0.31)
Weighted average number of ordinary shares	285,576,000	285,576,000

Earnings per ordinary share is calculated by dividing the consolidated losses after tax attributable to owners of the Company over the weighted average number of ordinary shares in issue during the period.

There is no difference between the basic and diluted losses per share.

Note 1: The losses per ordinary share for three months ended 31 March 2011 would be 0.31 RMB cents based on 285,576,000 weighted average number of ordinary shares, if the Compliance Placement as described in Company's announcement dated 6 October 2011 had been completed since 1 January 2011. As at 31 March 2011, the share capital of the Company comprised 1 ordinary share.

- 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 period reported on and (b) immediately preceding financial year.**

	Group		Company	
	<u>31 Mar 2012</u>	<u>31 Dec 2011</u>	<u>31 Mar 2012</u>	<u>31 Dec 2011</u>
Net asset value per share based on issued share capital (RMB cents)	50.5	49.8	27.7	27.4
Number of ordinary shares issued at the end of period / year	285,576,000	285,576,000	285,576,000	285,576,000

- 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.**

<u>The Group</u>	1 Jan 12 to 31 Mar 12 ("Q1 FY2012")		1 Jan 11 to 31 Mar 11 ("Q1 FY2011")	
	%	%	%	%
Revenue by type of services:				
Service fee income	6,775	100.0	7,883	58.5
Management service fee	-	-	5,582	41.5
Total revenue	<u>6,775</u>	<u>100.0</u>	<u>13,465</u>	<u>100.0</u>

Consolidated Statement of Comprehensive Income

Revenue

Revenue decreased by approximately RMB6.69 million or 49.7% from RMB13.47 million in Q1 FY2011 to RMB6.78 million in Q1 FY2012 mainly due to (1) absence of management services rendered in Q1 FY2012 compared to a management service fee income of approximately RMB5.58 million in Q1 FY2011 for the provision of marketing and consultancy services to a shipyard, and (2) decline in service fee income derived from the provision of shipbuilding project management and consultancy services due to fewer milestones achieved in Q1 FY2012, compared to Q1 FY2011.

All of our revenue in both Q1 FY2012 and Q1 FY2011 was derived from Asia.

There was no commission income recognised in both Q1 FY2012 and Q1 FY2011.

One unit of 92,500 DWT bulk carrier and one unit of 28,000 DWT MPP Ship were delivered in Q1 FY2012, compared to the delivery of one unit of 92,500 DWT bulk carrier in Q1 FY2011.

Other operating income

The decrease in other operating income in the current quarter as compared to the corresponding period in FY2011 was mainly due to the decrease in interest income. The reduction was partially offset by the unrealised foreign exchange gain attributable to the appreciation of the United States dollar ("USD") against the RMB at the end of the current financial period.

Employee benefits expense

Employee benefits expense increased by approximately RMB0.71 million or 49.8% from RMB1.43 million in Q1 FY2011 to RMB2.13 million in Q1 FY2012 mainly due to increase in headcounts and salary adjustments.

Travelling and entertainment expenses

Travelling and entertainment expenses increased by approximately RMB0.08 million or 17.3% to RMB0.56 million in Q1 FY2012, compared with RMB0.47 million for the same quarter last year. This was mainly due to more business trips made.

Office rental and office expenses

Office rental and office expenses increased by approximately RMB1.19 million or 199.8% from RMB0.60 million in Q1 FY2011 to RMB1.78 million in Q1 FY2012. The increase in office expenses was generally in line with the increase in the number of our employees and the level of business activities.

The operating lease expenses increased by approximately RMB0.79 million or 139.1% from RMB0.57 million in Q1 FY2011 to RMB1.35 million in Q1 FY2012. The increase was mainly due to the leasing of our Singapore office premises since October 2011.

Listing expenses

There was no listing expense incurred in Q1 FY2012.

Listing expenses incurred in Q1 FY2011 were mainly due to one-off professional fee and miscellaneous charges incurred for the purpose of our Mainboard listing in FY2011. The Company was admitted to the Official List of SGX-ST on 12 September 2011.

Other operating expenses

Other operating expenses increased by approximately RMB1.54 million or 1,004.6% from RMB0.15 million in Q1 FY2011 to RMB1.69 million in Q1 FY2012. The increase was mainly due to listed-company related expenses including professional fees and compliance expenses, and service fees paid to a classification society in relation to the projects with China National Aero-Technology Import and Export Corporation ("CATIC") pursuant to the agreement for the provision of project management services for 19 vessels. In addition, more corporate activities were organised in Q1 FY2012, compared to the same period last year when the Company was not listed.

The Group had depreciation charge of approximately RMB0.32 million for plant and equipment in Q1 FY2012. The Group had no plant or equipment as at 31 March 2011. Accordingly, there was no depreciation charge for Q1 FY2011.

Profit from operations

Profit from operations decreased by approximately RMB1.05 million or 55.4% from RMB1.89 million in Q1 FY2011 to RMB0.84 million in Q1 FY2012. The decrease was mainly due to lower revenue generated in Q1 FY2012 for reasons outlined above.

Finance costs

Finance costs incurred in Q1 FY2012 were mainly due to bank interest expenses in relation to a bank loan of RMB20.00 million.

Income tax expense

The operating subsidiary in China is subject to an income tax rate of 25%. The Group recorded income tax expense of approximately RMB0.87 million mainly due to the profits generated by the China subsidiary which cannot be offset against losses incurred by other companies in the Group. The decrease in income tax expense in the current quarter as compared to its corresponding period in FY2011 was in line with the lower revenue generated by the Group for Q1 FY2012.

Loss for the period

Loss for the period decreased by approximately RMB0.52 million or 59.5% from RMB0.87 million in Q1 FY2011 to RMB0.35 million in Q1 FY 2012 for reasons outlined above.

Statement of Financial Position

Current assets

As at 31 March 2012, the Group's cash and cash equivalents represent 98.8% of total current assets, and comprise mainly cash from our listing proceeds, bank loan raised and amount received from operating activities. The higher balance of Group's cash and cash equivalents as at 31 March 2012 was mainly due to more advance receipts in relation to shipbuilding projects and repayment from a related company.

The decrease in Company's cash and cash equivalents as at 31 March 2012 was mainly due to the capital injection into Kaixin Industrial Pte Ltd ("Kaixin Industrial"), a wholly owned subsidiary of the Company by way of issuance of 12.57 million new ordinary shares of Singapore dollar ("S\$")1 each for a total consideration of S\$12.57 million (RMB63.47 million).

The Group's trade receivables as at 31 March 2012 comprise the amounts due from an intermediate holding company and a third party company. The reduction of trade receivables as at 31 March 2012 was mainly due to payment received from a related company.

The Group's other receivables as at 31 March 2012 comprise prepayments and deposits of approximately RMB2.24 million. An amount of RMB20.00 million was received from a related company in January 2012.

Non-current assets

The Group's plant and equipment comprise a motor vehicle, computers, furniture and fixtures, and office equipment.

Investment in a subsidiary

In February 2012, Kaixin Industrial, a wholly owned subsidiary of the Company, increased its issued and fully paid up share capital from S\$1 to S\$12.57 million. In March 2012, AVIC Kaixin (Beijing) Ship Industry Co., Ltd, a wholly owned subsidiary of Kaixin Industrial, increased its issued and fully paid up share capital from USD0.65 million to USD10 million by way of issuance of 9.35 million new shares of USD1 each for a total consideration of USD9.35 million.

Current liabilities

The Group's trade payables represent the amounts due to a third party shipyard as a result of faster payments from ship-owner as compared with lesser progress payments made to the shipyard as at 31 March 2012.

The Group's other payables comprise payable sales tax and surcharges, accrued operating and office expenses, and amount due to an intermediate holding company which is non-trade in nature. The decrease in other payable balance was mainly due to less sales tax and surcharges as at 31 March 2012 which was in line with the lower revenue generated by the Group for Q1 FY2012. The same reasons applied to the lower provision for income tax payable.

An amount of RMB71.01 million was received for a shipbuilding project for which the production has not begun.

Consolidated cash flow statements

Approximately RMB98.56 million was generated from operating activities in Q1 FY2012, mainly due to the decrease in trade receivables, the increase in trade payables and advances received on a construction contract, which was offset mainly by a decrease in other payables as well as income taxes and interests paid.

In Q1 FY2012, approximately RMB20.00 million net cash was generated from financing activities, mainly attributable to repayment received from a related company.

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

No forecast was given in our results announcements since the date of Company's admission into Mainboard of SGX-ST ("Result Announcements"). The current 1Q FY2012 results are in line with the general commentary expressed in Note 10 of our Results Announcements and Company's Information Memorandum dated 10 August 2011.

On 28 March 2012, the Group announced that it secured a USD60 million contract for the construction of five vessels. As at 31 March 2012, we had not recognised any income relating to this contract as we had not commenced steel cutting. We recognise our income relating to shipbuilding upon commencement of steel cutting, based on the stage-of-completion method.

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.

Moving into 2012, the global shipping industry continues to face a challenging business environment where the slowdown in the world economy, oversupply of vessels and surging fuel costs have affected shipping demand.

However, the offshore and LNG vessels sector is still showing signs of positive growth due to the high oil prices and demand. Another bright spot in the sector is the development of more fuel-efficient and environment-friendly vessels which enables shipowners to effectively lower their operating costs and ensure compliance with more stringent environmental regulations.

As part of our growth strategy, the Group will continue to seek opportunities through acquisitions or strategic alliances to enhance our capability to develop technologically-advanced and environmentally-friendly vessels such as higher efficiency LNG carriers, LPG carriers, chemical tankers and offshore vessels.

The Group's recent USD60 million contract win for the construction of five service vessels, as disclosed in the Company's announcement dated 28 March 2012, signifies the Group's gradual move into shipbuilding. The group is actively working on plans in relation to the proposed acquisition of the shipbuilding and ship-trading related businesses from AVIC International Holding Corporation ("AVIC International") and its subsidiaries pursuant to the undertaking set out in the Company's Information Memorandum dated 10 August 2011. The Group is well-positioned to capitalise on the AVIC Group's excellent business relationships, strong fundamentals and extensive business network to facilitate expansion along the ship-design, shipbuilding and ship-trading related businesses value chain.

11 Dividend

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

None.

(c) The date the Dividend is payable

Not applicable.

(d) Books closure date

Not applicable.

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

No interim dividend has been declared or recommended for the quarter ended 31 March 2012.

13 Summary of Interested Person Transactions

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	<u>(RMB'000)</u>	<u>(RMB'000)</u>
<u>1 Jan 2012 to 31 Mar 2012</u>		
Service fee income from AVIC International Beijing Co., Ltd ("AVIC Beijing")	2,981	-
Service fee income from CATIC	4,732	-
<u>1 Jan 2011 to 31 Mar 2011</u>		
Service fee income from AVIC Beijing	8,343	-
Management fee income from AVIC Beijing	5,906	-

Note:

- 1) The amounts of the transactions are before sales taxes and surcharges.
- 2) The details of the interested person transactions are disclosed on page 97 and 98 of the Information Memorandum.

14 Update on utilisation of Placement Proceeds

Based on the Placement Price of S\$0.285 and the 53,576,000 Placement Shares subscribed for, the net proceeds raised from the Placement are approximately S\$10.6 million (after deducting listing expenses approximately S\$4.7 million). The net proceeds will be used for the same purposes as set out on page 19 of the Offer Information Statement in the following proportion:

- (i) approximately S\$8.0 million to partly finance acquisition; and
- (ii) the balance of approximately S\$2.6 million for our working capital purposes and any future acquisitions, joint ventures and strategic alliances.

As at 31 March 2012, the Group has not started to utilise the Placement Proceeds.

The management of the Group is in the process of negotiating with the relevant parties in relation to the proposed acquisition of the shipbuilding and ship-trading related businesses from AVIC International and its subsidiaries as disclosed in the Company's Information Memorandum dated 10 August 2011. The Company will make announcements on the matter via SGXNET as and when appropriate. As at the date of this announcement, the terms and conditions of the proposed acquisition have not been determined. As announced, one of the Group's plans is to incorporate a subsidiary in Shanghai as a platform for consolidation of the shipbuilding and ship-trading related businesses from AVIC International and its subsidiaries.

15 Confirmation of the Board

The directors of the Company have confirmed that, to the best of their knowledge, nothing has come to the attention of the board of directors which may render the unaudited financial results for the three months ended 31 March 2012 to be false or misleading in any material aspect.

On Behalf of the Board of Directors

Diao Weicheng
Executive Chairman

Zhang Wanping
Chief Executive Officer

DMG & Partners Securities Pte Ltd ("DMG") was the financial adviser to AVIC International Investments Limited in relation to its listing on the Singapore Exchange Securities Trading Limited. DMG assumes no responsibility for the contents of this announcement.

On Behalf of the Board of Directors

Diao Weicheng
Executive Chairman
2 May 2012