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CNYD

Yuanda China Holdings Limited
遠大中國控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2789)

RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

The Board of Directors (the "**Board**") of Yuanda China Holdings Limited (the "**Company**") announced the audited consolidated results of the Company and its subsidiaries (collectively, the "**Group**") for the year ended 31 December 2014 (the "**Reporting Period**").

FINANCIAL HIGHLIGHTS

	2014	2013	Percentage Change
Turnover *(RMB'million)*	**10,038.7**	10,872.4	(7.7%)
Gross profit margin	**14.7%**	12.5%	2.2%
Consolidated net profit *(RMB'million)*	**51.1**	27.5	85.8%
Profit attributable to equity shareholders of the Company *(RMB'million)*	**25.6**	104.4	(75.5%)
Net cash generated from operating activities *(RMB'million)*	**85.2**	549.3	(84.5%)
Basic and diluted earnings per share *(RMB cents)*	**0.41**	1.68	(75.6%)
Proposed final dividend per share *(HK cents)*	**10.0**	8.0	25.0%

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2014

*(Expressed in Renminbi ("**RMB**"))*

	Note	2014	2013
		RMB'000	*RMB'000*
Turnover	*5*	**10,038,653**	10,872,404
Cost of sales		**(8,558,050)**	(9,512,152)
Gross profit	*5(b)*	**1,480,603**	1,360,252
Other revenue		**32,347**	36,615
Other net (loss)/income	*6*	**(842)**	8,648
Selling expenses		**(175,479)**	(176,781)
Administrative expenses		**(1,040,700)**	(1,036,034)
Profit from operations		**295,929**	192,700
Finance costs	*7(a)*	**(234,398)**	(160,019)
Profit before taxation	*7*	**61,531**	32,681
Income tax	*8*	**(10,424)**	(5,133)
Profit for the year		**51,107**	27,548
Attributable to:			
Equity shareholders of the Company		**25,597**	104,367
Non-controlling interests		**25,510**	(76,819)
Profit for the year		**51,107**	27,548
Earnings per share (RMB cents)			
– Basic and diluted	*9*	**0.41**	1.68

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2014

(Expressed in RMB)

	2014	2013
	RMB'000	*RMB'000*
Profit for the year	**51,107**	27,548
Other comprehensive income for the year (after tax and reclassification adjustments):		
Items that may be reclassified subsequently to profit or loss:		
– Exchange differences on translation into presentation currency	**45,746**	72,357
– Cash flow hedge: net movement in the hedging reserve	**(32,292)**	27,473
Other comprehensive income for the year	**13,454**	99,830
Total comprehensive income for the year	**64,561**	127,378
Attributable to:		
Equity shareholders of the Company	**26,995**	206,573
Non-controlling interests	**37,566**	(79,195)
Total comprehensive income for the year	**64,561**	127,378

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2014

(Expressed in RMB)

	Note	**2014**	2013
		RMB'000	*RMB'000*
Non-current assets			
Property, plant and equipment		**794,582**	829,175
Lease prepayments		**551,708**	597,338
Deferred tax assets		**289,696**	237,903
		1,635,986	1,664,416
Current assets			
Short-term investments		**300,000**	–
Inventories		**446,061**	417,325
Gross amount due from customers for contract work	*10*	**5,933,550**	5,152,193
Trade and bills receivables	*11*	**2,864,965**	2,843,223
Deposits, prepayments and other receivables		**597,564**	583,567
Cash and cash equivalents		**2,662,517**	3,273,800
		12,804,657	12,270,108
Current liabilities			
Trade and bills payables	*12*	**4,663,206**	4,275,207
Gross amount due to customers for contract work	*10*	**1,365,694**	1,310,610
Receipts in advance		**119,776**	202,783
Accrued expenses and other payables		**803,748**	626,220
Bank loans		**3,320,000**	2,933,153
Income tax payable		**207,994**	190,963
Provision for warranties		**41,254**	53,977
		10,521,672	9,592,913
Net current assets		**2,282,985**	2,677,195
Total assets less current liabilities		**3,918,971**	4,341,611

	2014	2013
	RMB'000	*RMB'000*
Non-current liabilities		
Bank loans	**–**	130,000
Deferred tax liabilities	**2,067**	1,768
Provision for warranties	**128,630**	103,107
	130,697	234,875
NET ASSETS	**3,788,274**	4,106,736
CAPITAL AND RESERVES		
Share capital	**519,723**	519,723
Reserves	**3,425,653**	3,781,681
Total equity attributable to equity shareholders of the Company	**3,945,376**	4,301,404
Non-controlling interests	**(157,102)**	(194,668)
TOTAL EQUITY	**3,788,274**	4,106,736

NOTES

(Expressed in RMB unless otherwise indicated)

1 CORPORATE INFORMATION

Yuanda China Holdings Limited (the "Company") was incorporated in the Cayman Islands on 26 February 2010 as an exempted company with limited liability under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The shares of the Company were listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 17 May 2011. The consolidated financial statements of the Company comprise the Company and its subsidiaries (collectively referred to as the "Group"). The principal activities of the Group are the design, procurement, production, sale and installation of curtain wall systems.

2 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with all applicable International Financial Reporting Standards ("IFRSs"), which collective term includes all applicable individual International Financial Reporting Standards, International Accounting Standards ("IASs") and related Interpretations issued by the International Accounting Standards Board (the "IASB"). The financial statements also comply with the applicable disclosure requirements of the Hong Kong Companies Ordinance, which for this financial year and the comparative period continue to be those of the predecessor Hong Kong Companies Ordinance (Cap. 32), in accordance with transitional and saving arrangements for Part 9 of the new Hong Kong Companies Ordinance (Cap. 622), "Accounts and Audit", which are set out in sections 76 to 87 of Schedule 11 to that Ordinance. The financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

The IASB has issued certain new and revised IFRSs that are first effective or available for early adoption for the current accounting period of the Group and the Company. Note 4 provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Group for the current and prior accounting periods reflected in the financial statements.

3 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The consolidated financial statements for the year ended 31 December 2014 comprise the Group.

The measurement basis used in the preparation of the financial statements is the historical cost basis except for derivative financial instruments which are stated at their fair values.

The preparation of financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

4 CHANGES IN ACCOUNTING POLICIES

The IASB has issued a number of amendments to IFRSs and one new Interpretation that are first effective for the current accounting period of the Group and the Company. Of these, the following developments are relevant to the Group's financial statements:

- Amendments to IAS 32, *Offsetting financial assets and financial liabilities*
- Amendments to IAS 36, *Recoverable amount disclosures for non-financial assets*
- Amendments to IAS 39, *Novation of derivatives and continuation of hedge accounting*
- IFRIC 21, *Levies*

None of these developments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

5 TURNOVER AND SEGMENT REPORTING

(a) Turnover

The principal activities of the Group are the design, procurement, production, sale and installation of curtain wall systems.

Turnover represents contract revenue derived from the design, procurement, production, sale and installation of curtain wall systems.

The Group's customer base is diversified. There was no customer with transactions that exceeded 10% of the Group's turnover for the years ended 31 December 2014 and 2013.

Further details regarding the Group's principal activities are disclosed below.

(b) Segment reporting

The Group manages its businesses by geographical locations of the construction contracts. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has presented the following six reportable segments: Northeast China, North China, East China, West China, South China and Overseas. No operating segments have been aggregated to form the following reportable segments.

- Northeast China: comprises construction contracts carried out in the northeastern region of the People's Republic of China (the "PRC"), which includes Liaoning, Jilin, Heilongjiang, Shandong, Henan and Inner Mongolia provinces and autonomous region.

- North China: comprises construction contracts carried out in the northern region of the PRC, which includes Hebei and Shanxi provinces, Beijing and Tianjin.

- East China: comprises construction contracts carried out in the eastern region of the PRC, which includes Jiangsu, Zhejiang, Anhui and Jiangxi provinces, and Shanghai.

- West China: comprises construction contracts carried out in the western and northwestern regions of the PRC, which include Sichuan, Yunnan, Guizhou, Hubei, Shaanxi, Ningxia, Gansu, Qinghai and Xinjiang provinces and autonomous regions, and Chongqing.

- South China: comprises construction contracts carried out in the southern region of the PRC, which includes Guangdong, Hunan, Fujian, Hainan and Guangxi provinces and autonomous region.

- Overseas: comprises construction contracts carried out outside of the PRC.

(i) Segment results, assets and liabilities

For the purpose of assessing segment performance and allocating resources between segments, the Group's most senior executive management monitors the results, assets and liabilities attributable to each reportable segment on the following bases:

Segment assets include all assets with the exception of property, plant and equipment, lease prepayments, deferred tax assets and other corporate assets. Segment liabilities include trade and bills payables, gross amount due to customers for contract work, receipts in advance, accrued expenses and other payables and provision for warranties managed directly by the segments.

Revenue and expenses are allocated to the reportable segments with reference to revenue generated by those segments and the expenses incurred by those segments. No significant inter-segment sales have occurred for the years ended 31 December 2014 and 2013. The Group's other operating expenses, such as selling and administrative expenses and finance costs, are not measured under individual segments. The measure used for reporting segment result is gross profit.

Information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the years ended 31 December 2014 and 2013 is set out below.

				2014			
	Northeast China RMB'000	**North China RMB'000**	**East China RMB'000**	**West China RMB'000**	**South China RMB'000**	**Overseas RMB'000**	**Total RMB'000**
Revenue from external customers and reportable segment revenue	**1,855,705**	**1,840,726**	**2,362,109**	**639,993**	**1,210,995**	**2,129,125**	**10,038,653**
Reportable segment gross profit	**286,270**	**434,019**	**343,760**	**80,529**	**153,776**	**182,249**	**1,480,603**
Reportable segment assets	**2,606,066**	**1,703,618**	**2,402,532**	**1,136,041**	**1,414,563**	**2,452,838**	**11,715,658**
Reportable segment liabilities	**1,279,805**	**1,054,713**	**1,739,490**	**611,288**	**858,416**	**1,691,799**	**7,235,511**

	2013						
	Northeast China RMB'000	North China RMB'000	East China RMB'000	West China RMB'000	South China RMB'000	Overseas RMB'000	Total RMB'000
Revenue from external customers and reportable segment revenue	2,271,568	1,626,211	2,438,917	694,004	1,421,363	2,420,341	10,872,404
Reportable segment gross profit/(loss)	492,139	289,189	497,988	45,274	219,371	(183,709)	1,360,252
Reportable segment assets	2,423,611	1,347,030	2,503,711	1,039,787	1,282,960	2,443,454	11,040,553
Reportable segment liabilities	1,134,268	877,622	1,687,216	650,568	807,935	1,634,474	6,792,083

(ii) Reconciliations of reportable segment assets and liabilities

	2014 *RMB'000*	2013 *RMB'000*
Assets		
Reportable segment assets	**11,715,658**	11,040,553
Property, plant and equipment	**794,582**	829,175
Lease prepayments	**551,708**	597,338
Deferred tax assets	**289,696**	237,903
Unallocated head office and corporate assets	**1,545,675**	1,677,495
Elimination of receivables between segments, and segments and head office	**(456,676)**	(447,940)
Consolidated total assets	**14,440,643**	13,934,524
Liabilities		
Reportable segment liabilities	**7,235,511**	6,792,083
Bank loans	**3,320,000**	3,063,153
Income tax payable	**207,994**	190,963
Deferred tax liabilities	**2,067**	1,768
Unallocated head office and corporate liabilities	**343,473**	227,761
Elimination of payables between segments, and segments and head office	**(456,676)**	(447,940)
Consolidated total liabilities	**10,652,369**	9,827,788

(iii) Geographic information

The following table sets out information about the geographical location of the Group's (i) revenue from external customers and (ii) property, plant and equipment and lease prepayments (the "specified non-current assets"). The geographical location of customers is based on the location at which the construction contracts are carried out. The geographical location of the specified non-current assets is determined based on the physical location of the assets. For overseas construction contracts, the Group further divided the customers based on regions. No individual country has construction contracts generated revenue exceeding 10% of the Group's turnover for the years ended 31 December 2014 and 2013, and accordingly, the management considers the current classification of customers into regions is sufficient.

(i) The Group's revenue from external customers:

	2014	2013
	RMB'000	*RMB'000*
The PRC (excluding Hong Kong and Macau) (Place of domicile)	**7,909,528**	8,452,063
Europe region	**607,458**	735,430
Australia region	**919,996**	615,843
Far East region	**127,997**	342,505
Middle East region	**156,273**	321,727
Americas region	**223,662**	309,105
Others	**93,739**	95,731
	10,038,653	10,872,404

(ii) The Group's specified non-current assets:

	2014	2013
	RMB'000	*RMB'000*
The PRC (excluding Hong Kong and Macau) (Place of domicile)	**1,329,844**	1,400,341
Overseas	**16,446**	26,172
	1,346,290	1,426,513

6 OTHER NET (LOSS)/INCOME

	2014	2013
	RMB'000	*RMB'000*
Net income from provision of repairs and maintenance services	**4,194**	6,405
Net gain from sale of raw materials	**26**	2,242
Net (loss)/gain on disposal of property, plant and equipment and land use rights	**(5,062)**	1
	(842)	8,648

7 PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging/(crediting):

(a) Finance costs:

	2014	2013
	RMB'000	*RMB'000*
Interest on bank advances wholly repayable within five years	**194,669**	161,002
Bank charges and other finance costs	**36,912**	29,297
Total borrowing costs	**231,581**	190,299
Interest income	**(16,742)**	(12,263)
Net foreign exchange loss	**56,998**	86,874
Forward foreign exchange contracts:		
cash flow hedges, reclassified from equity	**(37,439)**	(104,891)
	234,398	160,019

No borrowing costs have been capitalised for the year ended 31 December 2014 (2013: RMBNil).

(b) Staff costs#:

	2014	2013
	RMB'000	*RMB'000*
Salaries, wages and other benefits	**964,066**	976,731
Contributions to defined contribution retirement plans	**103,777**	103,191
Equity-settled share-based payment expenses		
in respect of share award scheme *(Note 13)*	**15,277**	12,088
	1,083,120	1,092,010

(c) Other items:

	2014	2013
	RMB'000	*RMB'000*
Depreciation and amortisation#	**65,021**	68,042
Impairment losses on trade and other receivables	**118,993**	83,701
Operating lease charges in respect of land, plant and buildings, motor vehicles and other equipment#	**45,725**	53,545
Auditors' remuneration:		
– statutory audit services	**7,300**	7,000
– other services	**3,507**	3,329
Research and development costs#	**375,130**	386,139
Increase in provision for warranties#	**104,132**	90,690
Cost of inventories#	**8,558,050**	9,512,152

\# Cost of inventories includes RMB720.4 million for the year ended 31 December 2014 (2013: RMB720.6 million), relating to staff costs, depreciation and amortisation expenses, operating lease charges, research and development costs and provision for warranties, which amount is also included in the respective total amounts disclosed separately above or in Note 7(b) for each of these types of expenses.

8 INCOME TAX

(a) Income tax in the consolidated statement of profit or loss represents:

	2014	2013
	RMB'000	*RMB'000*
Current taxation:		
– PRC Corporate Income Tax	**48,489**	13,999
– Overseas income tax	**2,336**	23,420
	50,825	37,419
Deferred taxation:		
– Origination and reversal of temporary differences	**(40,401)**	(32,286)
	10,424	5,133

(b) Reconciliation between tax expense and accounting profit at applicable tax rates:

	2014	2013
	RMB'000	*RMB'000*
Profit before taxation	**61,531**	32,681
Expected tax on profit before taxation, calculated at the rates applicable to profits in the jurisdictions concerned *(Notes (i), (ii), (iii) and (iv))*	**29,333**	12,409
Tax effect of non-deductible expenses *(Note (v))*	**22,157**	15,733
Tax effect of unused tax losses not recognised	**23,961**	32,086
Tax concessions *(Note (vi))*	**(65,027)**	(55,095)
Income tax	**10,424**	5,133

Notes:

(i) The Company and the subsidiaries of the Group incorporated in Hong Kong are subject to Hong Kong Profits Tax rate of 16.5% for the year ended 31 December 2014 (2013: 16.5%). No provision for Hong Kong Profits Tax has been made, as the Company and the subsidiaries of the Group incorporated in Hong Kong did not have assessable profits subject to Hong Kong Profits Tax for the year ended 31 December 2014 (2013: RMBNil).

(ii) The Company and a subsidiary of the Group incorporated in the Cayman Islands and the British Virgin Islands, respectively, are not subject to any income tax pursuant to the rules and regulations of their respective countries of incorporation.

(iii) The subsidiaries of the Group established in the PRC are subject to PRC Corporate Income Tax rate of 25% for the year ended 31 December 2014 (2013: 25%).

(iv) The subsidiaries of the Group incorporated in countries other than the PRC (including Hong Kong), the Cayman Islands and the British Virgin Islands, are subject to income tax rates ranging from 8.5% to 35% for the year ended 31 December 2014 pursuant to the rules and regulations of their respective countries of incorporation (2013: 8.5% to 34%).

(v) The amounts mainly comprised non-deductible entertainment and other expenses in excess of the tax deductibility allowances under the PRC tax laws and regulations.

(vi) One of the subsidiaries of the Group established in the PRC has obtained approval from the tax bureau to be taxed as an enterprise with advanced and new technologies for the calendar years from 2012 to 2016 and therefore enjoys a preferential PRC Corporate Income Tax rate of 15% for the year ended 31 December 2014 (2013: 15%). In addition to the preferential PRC Corporate Income Tax rate, this subsidiary entitles an additional tax deductible allowance amounted to 50% of the qualified research and development costs incurred in the PRC by this subsidiary.

9 BASIC AND DILUTED EARNINGS PER SHARE

(a) Basic earnings per share

The basic earnings per share for the year ended 31 December 2014 is calculated based on the profit attributable to equity shareholders of the Company of RMB25.6 million (2013: RMB104.4 million) and the weighted average of 6,188,268,000 ordinary shares (2013: 6,203,764,000 ordinary shares) in issue during the year.

The calculation of the weighted average number of ordinary shares during the years ended 31 December 2014 and 2013 was as follows:

	2014	2013
	'000	*'000*
Issued ordinary shares at 1 January	**6,178,734**	6,208,734
Effect of shares purchased and vested under a share award scheme *(Note 13)*	**9,534**	(4,970)
Weighted average number of ordinary shares at 31 December	**6,188,268**	6,203,764

(b) Diluted earnings per share

There were no dilutive potential shares outstanding during the years ended 31 December 2014 and 2013.

10 GROSS AMOUNT DUE FROM/TO CUSTOMERS FOR CONTRACT WORK

	2014	2013
	RMB'000	*RMB'000*
Contract costs incurred plus recognised profits less recognised losses in connection with construction contracts in progress at the end of the reporting period	**41,387,301**	36,395,339
Less: progress billings	**(36,819,445)**	(32,553,756)
	4,567,856	3,841,583
Gross amount due from customers for contract work	**5,933,550**	5,152,193
Gross amount due to customers for contract work	**(1,365,694)**	(1,310,610)
	4,567,856	3,841,583

11 TRADE AND BILLS RECEIVABLES

	2014	2013
	RMB'000	*RMB'000*
Trade receivables for contract work due from:		
– Third parties	**2,990,433**	2,798,523
– Affiliates of the Controlling Shareholder	**136,875**	136,715
	3,127,308	2,935,238
Bills receivables for contract work	**192,560**	243,390
Trade receivables for sale of raw materials due from:		
– Third parties	**1,327**	1,559
– Affiliates of the Controlling Shareholder	**1,611**	1,884
	2,938	3,443
	3,322,806	3,182,071
Less: allowance for doubtful debts	**(457,841)**	(338,848)
	2,864,965	2,843,223

The Group generally requires customers and debtors to settle progress billings and retentions receivables in accordance with contracted terms and other debts in accordance with agreements. Credit terms of one to ten years may be granted to customers and debtors for retentions receivables, depending on credit assessment carried out by management on an individual customer or debtor basis.

As of the end of the reporting period, the ageing analysis of trade and bills receivables, based on the invoice date and net of allowance for doubtful debts, is as follows:

	2014	2013
	RMB'000	*RMB'000*
Within 1 month	**606,597**	532,599
More than 1 month but less than 3 months	**246,695**	380,056
More than 3 months but less than 6 months	**315,228**	465,932
More than 6 months	**1,696,445**	1,464,636
	2,864,965	2,843,223

The ageing analysis of trade and bills receivables that are neither individually nor collectively considered to be impaired is as follows:

	2014	2013
	RMB'000	*RMB'000*
Neither past due nor impaired	**653,270**	545,391
Less than 1 month past due	**577,339**	578,508
More than 1 month but less than 3 months past due	**208,823**	278,290
More than 3 months but less than 6 months past due	**212,156**	400,230
More than 6 months past due	**1,213,377**	1,028,879
	2,211,695	2,285,907
	2,864,965	2,831,298

12 TRADE AND BILLS PAYABLES

	2014	2013
	RMB'000	*RMB'000*
Trade payables for purchase of inventories due to:		
– Third parties	**2,619,230**	2,345,901
– Affiliates of the Controlling Shareholder	**1,497**	2,130
	2,620,727	2,348,031
Trade payables due to sub-contractors	**765,259**	601,090
Bills payables	**1,277,220**	1,326,086
Financial liabilities measured at amortised cost	**4,663,206**	4,275,207

All of the trade and bills payables are expected to be settled within one year or are repayable on demand.

As of the end of the reporting period, the ageing analysis of trade and bills payables, based on the maturity date, is as follows:

	2014	2013
	RMB'000	*RMB'000*
Within 1 month or on demand	**3,594,756**	3,061,118
More than 1 month but less than 3 months	**312,885**	270,394
More than 3 months	**755,565**	943,695
	4,663,206	4,275,207

13 EQUITY SETTLED SHARE-BASED TRANSACTIONS

On 10 April 2013 (the "Adoption Date"), the directors of the Company adopted a share award scheme (the "Share Award Scheme") as a mean of rewarding and retaining certain employees of the Group and to attract suitable personnel for further development with the Group. A trust has been set up for the purpose of administering the Share Award Scheme.

Pursuant to the Share Award Scheme, the trust may purchase shares in the Company from the Stock Exchange with cash contributed by the Group, and to hold such shares until they are vested.

The directors of the Company may, from time to time, at its sole and absolute discretion, select any employee of the Group (other than those classes of employees specifically excluded as stated in the Share Award Scheme) for participation in the Share Award Scheme and grant such number of awarded shares to any selected employee of the Group at nil consideration. The directors of the Company are entitled to impose any conditions (including a period of continued service within the Group after the award) with respect to the vesting of the awarded shares.

The Share Award Scheme came into effect on the Adoption Date, and shall terminate on the earlier of (i) the tenth anniversary date of the Adoption Date; and (ii) such date of early termination as determined by the directors of the Company.

Details of the shares held under the Share Award Scheme are set out below:

	2014			2013		
	Average purchase price *HK$*	**No. of shares held** *'000*	**Value** *RMB'000*	Average purchase price *HK$*	No. of shares held *'000*	Value *RMB'000*
At 1 January		**30,000**	**15,353**		–	–
Shares purchased during the year	**0.57**	**17,304**	**7,781**	0.70	48,020	26,568
Shares granted and vested during the year		**(27,090)**	**(13,864)**		(18,020)	(11,215)
At 31 December		**20,214**	**9,270**		30,000	15,353

On 30 April 2014, 27,090,000 ordinary shares held under the Share Award Scheme were awarded to certain employees of the Group with a fair value per share of HK$0.71 (equivalent to approximately RMB0.56 per share). The fair value of the awarded shares is determined by reference to the closing price of the Company's ordinary shares on 30 April 2014. These awarded shares were vested on 9 May 2014.

14 DIVIDENDS

(a) Dividends payable to equity shareholders of the Company attributable to the year

	2014	2013
	RMB'000	*RMB'000*
Final dividend proposed after the end of the reporting period of HK$0.10 per ordinary share (2013: HK$0.08 per ordinary share)	**489,788**	390,519

The final dividend proposed after the end of the reporting period has not been recognised as a liability at the end of the reporting period.

(b) Dividends payable to equity shareholders of the Company attributable to the previous financial year, approved and paid during the year

	2014	2013
	RMB'000	*RMB'000*
Final dividend in respect of the previous financial year, approved and paid during the year, of HK$0.08 per ordinary share (2013: HK$0.04 per ordinary share)	**390,519**	201,374

15 CONTINGENT LIABILITIES

(a) Guarantees issued

At 31 December 2014, the Group has issued the following guarantees:

	2014	2013
	RMB'000	*RMB'000*
Guarantees for construction contracts' bidding, performance and retentions	**2,676,717**	2,359,009

As of the end of the reporting period, the directors of the Company do not consider it probable that a claim in excess of the provision for warranties provided by the Group will be made against the Group under any of the guarantees. The maximum liability of the Group as of the end of the reporting period under the guarantees issued is the amount disclosed above.

(b) Contingent liabilities in respect of legal claims

(i) In December 2009, Shenyang Yuanda Aluminium Industry Engineering Co., Ltd. ("Shenyang Yuanda")_ and Yuanda Aluminium Engineering (India) Private Limited ("Yuanda India"), both wholly owned subsidiaries of the Group, jointly received a notice that they are being sued by a former sub-contractor in Republic of India ("India") in respect of Shenyang Yuanda's and Yuanda India's non-performance of the terms as stipulated in the sub-contract agreement entered into between Shenyang Yuanda and this former sub-contractor. Shenyang Yuanda has made a counterclaim against this sub-contractor for non-performance of the sub-contract agreement. As at the date of this announcement, the above lawsuit is under reviewed before the Arbitral Tribunal of New Delhi in India. If Shenyang Yuanda and Yuanda India are found to be liable, the total expected monetary compensation may amount to approximately Indian Rupee1,410.8 million (equivalent to approximately RMB136.1 million) plus accrued interest. Both Shenyang Yuanda and Yuanda India continue to deny any liability in respect of the non-performance of the terms of the sub-contract agreement and, based on legal advice, the directors of the Company do not believe it is probable that the arbitration tribunal will find against Shenyang Yuanda and/or Yuanda India. No provision has therefore been made in respect of this claim.

(ii) In April 2009, Shenyang Yuanda received a notice that it is being sued by a construction agent in State of Kuwait ("Kuwait") in respect of damages arose from the termination of the agency agreement entered into between Shenyang Yuanda and this former agent. As at the date of this announcement, the above lawsuit is under reviewed before the Court of First Instance in Kuwait. If Shenyang Yuanda is found to be liable, the total expected monetary compensation may amount to approximately Kuwaiti Dinar11.2 million (equivalent to approximately RMB234.2 million). Shenyang Yuanda continues to deny any liability in respect of the claim and, based on legal advice, the directors of the Company do not believe it is probable that the court will find against Shenyang Yuanda. No provision has therefore been made in respect of this claim.

(iii) In addition to the lawsuits mentioned in Notes 15(b)(i) to 15(b)(ii), certain subsidiaries of the Group are named defendants on other lawsuits or arbitrations in respect of construction work carried out by them. The directors of the Company consider the amounts involved in these lawsuits and arbitrations are insignificant to the Group, both individually and in aggregate. As at the date of this announcement, these lawsuits and arbitrations are under reviewed before courts or arbitrators. If these subsidiaries are found to be liable, the total expected monetary compensation may amount to approximately RMB24.2 million. Based on legal advices, the directors of the Company do not believe it is probable that the courts or arbitrators will find against these subsidiaries of the Group on these lawsuits and arbitrations. No provision has therefore been made in this respect.

16 NON-ADJUSTING EVENT AFTER THE REPORTING PERIOD

On 31 March 2015, the directors of the Company have proposed a final dividend. Further details are disclosed in Note 14(a).

BUSINESS REVIEW

The Group is a provider of one-stop integrated curtain wall solutions covering the design of curtain wall systems, procurement of materials, fabrication and assembly of curtain wall products, performance testing, installation of products at construction sites and after-sales services. End users of the Group's curtain wall solutions are mainly located in domestic and overseas non-residential and infrastructure development areas, such as office buildings of government authorities or headquarters of leading companies from various industries, hotels, shopping centers, convention, cultural and art centers, stadiums, exhibition halls, airports, train stations, hospitals and universities.

The Company believes that it is one of the world leading curtain wall providers with a comprehensive product portfolio. The Group's integrated elements of new materials, new technology, alternative energy, environmental protection and energy conservation into curtain wall products through much sophisticated research and development ("**R&D**"), design, production and installation works to further develop different types of curtain wall products and be committed to realizing the idea of "Low carbon, Function, Safety" in curtain wall products. Such products include double-skin, photovoltaic, ecologically friendly, video and membrane structure types of curtain walls. The Group also provides ancillary products to complement its curtain wall systems, including skylights, metal roofs, canopy systems, shading systems, balustrade and breast board systems, fire door, roll-up door and energy-saving aluminum alloy doors and windows.

Newly-awarded Projects (excluding VAT)

During the year 2014, the Group was awarded with 189 new projects with an aggregate amount of approximately RMB12,195 million, representing a decline of approximately RMB641 million or 5.0% as compared to 2013. The main reason for the decline was that, in light of the declining growth rate of investment in real estate and fierce competition in markets, the Group took a more prudent approach in its operation and has foregone bidding for those projects with less favourable payment terms and an expected lower profit margin in order to ensure the quality of orders.

	2014		2013	
	Number of projects	***RMB'million***	Number of projects	*RMB'million*
Domestic	**163**	**7,980**	135	8,943
Overseas	**26**	**4,215**	29	3,893
Total	**189**	**12,195**	164	12,836

Details of the certain landmark projects obtained by the Group in 2014 are as follows:

Domestic:

Project name	Category of project utilization	Approximate contract value
		RMB'million
Eton Residence	Commercial Complex	228.8
Suzhou Centre	Financial Center	215.3
Shenzhen Bay Ecological Park	Industrial Park	208.8
Guangzhou Metro	Governmental Authority	177.5
Changsha Meixi Lake Art Centre	Cultural and Art Centre	157.9
Tianjin 03-15 land parcel	Governmental Authority	151.9
Hangzhou Gaode	Office	144.9
Beijing C9 land parcel	Commercial Complex	141.5
Shanxi International Financial Centre	Commercial Complex	138.0
Guangtian 108 land parcel	Office	135.9

Overseas:

Project name	Category of project utilization	Contract value
		RMB'million
The British Black Apartment	Apartment	444.6
No. 1 William Street, Australia	Commercial Complex	238.3
Kuwait Administrative Centre	Governmental Authority	232.7
Sri Lanka Waterfront Resort	Resort	226.2
Kuwait Al Shaya	Hotel	211.2
Baku New Moon Palace, Azerbaijan	Commercial Complex	210.7
Hardy Building, Italy	Commercial Complex	198.5
Four Seasons Hotel in Malaysia	Hotel	161.7
Indonesia SCBD Lot10	Office	160.0
Newington Apartment, the UK	Apartment	158.0
Area 8, Indonesia	Office	144.4

Backlog

As at 31 December 2014, the remaining contract value of backlog amounted to approximately RMB22,209 million (31 December 2013: approximately RMB20,228 million).

	2014		2013	
	Remaining contract value		Remaining contract value	
	Number of projects	***RMB'million***	Number of projects	*RMB'million*
Domestic	**396**	**13,525**	365	13,455
Overseas	**87**	**8,684**	92	6,773
Total	**483**	**22,209**	457	20,228

Major technology achievements and awards

The Group adopts the strategy of "energy saving, information technology, intelligent, new technology, new materials" as its future technical development direction, and pioneers the development trend of the industry based on its technical expertise and extensive research and development experience. In 2014, the Group obtained 35 patents, including 21 patents for invention and 14 patents for utility model. The total number of patents owned by the Group was 928 as at 31 December 2014.

BUSINESS PROSPECTS

Amid the new situation of domestic real estate market and the steady recovery of overseas economy, the Group will continue to adhere to the prudent operation strategy and strengthen its management on new order, budget and cost control rather than blindly pursuing growth in revenue and new construction project. Meanwhile, in order to manage export risk and for the recollection of receivables, the Group continued to take out comprehensive credit insurance for export with China Export & Credit Insurance Corporation, Liaoning Branch, which proved to be beneficial to its "outreach" development strategy and mitigate risk of overseas projects. Furthermore, the Group will cooperate with the SAP Company to develop intelligent business solutions as well as the financial and business management platforms with a view to strengthening its capability of operation management and standards of internal control.

The Group benefits from those measures adopted since 2013 to turn losses to gains, while projects with low profit margin had basically completed and new projects of higher quality will gradually contribute more profit, the Group's profitability will have a steady rise. Moreover, following the expansion of economic cooperation of "One Belt and One Road" entered into between China and Asian and Pacific countries, the Group, leveraging on its own advantages, will seize the opportunities arising from the higher demand for construction of infrastructure facilities. Amid the new market trend, the Group will gradually expand the investments in overseas market in the coming three to five years by considering lease of plants, production and processing in overseas areas, based on the market demand. The Group will also seek for opportunities to enhance its profitability and global influence by investing in new businesses and extending the production chain. The Group will make every effort to create more values to its shareholders.

FINANCIAL REVIEW

Turnover

For 2014, the Group's turnover was approximately RMB10,038.7 million (2013: approximately RMB10,872.4 million), representing a decrease of approximately RMB833.7 million or 7.7% as compared to last year. Among the turnover:

1. The turnover from domestic market decreased by approximately RMB542.5 million or 6.4% from last year to approximately RMB7,909.6 million (2013: approximately RMB8,452.1 million), contributing to approximately 78.8% of the total turnover of the Group.

2. The turnover from overseas market decreased by approximately RMB291.2 million or 12.0% from last year to approximately RMB2,129.1 million (2013: approximately RMB2,420.3 million), contributing to approximately 21.2% of the total turnover of the Group.

The changes were primarily due to the Group's more prudent market strategy and the slowing growth of real estate industry in 2014.

Cost of sales

In 2014, the Group's cost of sales decreased by approximately RMB954.1 million or 10.0% from last year to approximately RMB8,558.1 million (2013: approximately RMB9,512.2 million). Among the sum, cost of materials, installation costs and processing fee decreased by 10.2%, 10.6% and 17.5% as compared to last year respectively, mainly due to the Group's efforts in strengthening management of project budget to avoid the situation that actual cost exceeds the budget cost.

Gross profit and gross profit margin

In 2014, the Group's gross profit increased by approximately RMB120.3 million or 8.8% to approximately RMB1,480.6 million (2013: approximately RMB1,360.3 million).

In 2014, the Group's domestic gross profit margin decreased by approximately 1.9% from last year to 16.4% (2013: 18.3%), but representing an increase of 1.8% from the first half of 2014. Given the tightening policy in the domestic credit market and market competition, the gross profit of certain domestic projects was adversely affected.

In 2014, the Group's overseas gross profit margin increased by approximately 16.2% from last year to 8.6% (2013: -7.6%). Given the stronger cost control and changes in local markets, gross profit margin of overseas markets, save for Americas and Asia-Pacific, improved as compared to last year, especially Europe and Australia.

Other revenue

In 2014, the Group's other revenue decreased by approximately RMB4.3 million or 11.7% to approximately RMB32.3 million (2013: approximately RMB36.6 million). This was mainly due to the decrease in government subsidy of approximately RMB5.2 million.

Other net (loss)/income

Other net (loss)/income primarily comprises net income from provision of repairs and maintenance services, sale of raw materials and net gain or loss on disposal of property, plant and equipment and land use rights.

In 2014, the Group's other net (loss)/income decreased by approximately RMB9.4 million to a net loss of RMB0.8 million (2013: net income of approximately RMB8.6 million). This was mainly due to the net loss on disposal of fixed assets and land use rights of the Group in 2014.

Selling expenses

In 2014, the Group's selling expenses decreased by approximately RMB1.3 million or 0.7% to approximately RMB175.5 million (2013: approximately RMB176.8 million).

In 2014, selling expenses accounted for 1.7% of the operating revenue of the Group (2013: 1.6%).

Administrative expenses

In 2014, the administrative expenses increased by approximately RMB4.7 million or 0.5% to approximately RMB1,040.7 million (2013: approximately RMB1,036.0 million). This was mainly due to the fact that the Group continued adhering to a principle of prudent operation and the bad debt provision for receivables during the year 2014 increased by approximately RMB35.3 million as compared to last year to approximately RMB119.0 million. However, it had been partially offset by the cost control of other administrative expenses which resulted in the slight increase in the administrative expenses as compared to last year.

In 2014, administrative expenses accounted for 10.4% of the operating revenue of the Group (2013: 9.5%).

Finance costs

In 2014, finance costs increased by approximately RMB74.4 million or 46.5% as compared to last year to approximately RMB234.4 million (2013: approximately RMB160.0 million). This was mainly due to increase in interest expenses resulting from increase in bank loans and the foreign exchange loss arising from the depreciation in GBP, Swiss Francs and others against RMB.

In 2014, finance costs accounted for 2.3% of the operating revenue of the Group (2013: 1.5%).

Income tax

In 2014, the Group's income tax increased by approximately RMB5.3 million or 103.9% to approximately RMB10.4 million (2013: approximately RMB5.1 million).

The Group's effective tax rate increased from 15.7% in 2013 to 16.9% in 2014.

Consolidated net profit

In 2014, the consolidated net profit of the Group increased by approximately RMB 23.6 million or 85.8% as compared to last year to approximately RMB51.1 million (2013: approximately RMB 27.5 million). It was mainly due to:

(a) most projects contracted with lower profit margin in the past have been completed;

(b) more customers confirmed their supplemental orders and contract value in time which created more room for the Group's profit growth; and

(c) the measures adopted by the Group since 2013 aiming to turn loss into profit achieved satisfactory results, including measures for stricter production cost control, enhanced budget management, which have contributed to the Group's recovery from loss during the year.

Profit attributable to equity shareholders of the Company

In 2014, the profit attributable to equity shareholders of the Company decreased by approximately RMB78.8 million or 75.5% to approximately RMB25.6 million (2013: approximately RMB104.4 million), mainly due to some subsidiaries with non-controlling interest turned from significant loss in 2013 into profit in 2014.

The basic and diluted earnings per share decreased by approximately RMB1.27 cents or 75.6% to approximately RMB0.41 cents (2013: approximately RMB1.68 cents).

Net current assets and financial resources

As at 31 December 2014, the Group's net current assets were approximately RMB2,283.0 million (31 December 2013: approximately RMB2,677.2 million).

As at 31 December 2014, the Group's cash and cash equivalents amounted to approximately RMB2,962.5 million (31 December 2013: approximately RMB3,273.8 million), mainly denominated in RMB, AUD, British Pound Sterling and USD.

Bank loans and gearing ratio

As at 31 December 2014, the Group's total bank loans amounted to approximately RMB3,320.0 million (31 December 2013: approximately RMB3,063.2 million). All of the bank loans as at 31 December 2014 were denominated in RMB and repayable within one year.

The Group's gearing ratio (calculated by total loans divided by total equity) was 87.6% (31 December 2013: 74.6%). The increase was due to the increase in bank loans of the Group in 2014 and the decrease in total equity arising from the dividends approved in 2014.

Turnover days of receivables/trade and bills payables/inventory

Turnover days (day)	**2014**	**2013**
Receivables *(note 1)*	**257**	219
Trade and bills payables *(note 2)*	**253**	208
Inventory *(note 3)*	**37**	34

Notes:–

1. The calculation of the receivables turnover days is based on the average amount of trade and bills receivables net of provision and net contract work receivables (gross amount due from customers for contract work less gross amount due to customers for contract work net of provision) as at the beginning and ending of the relevant period divided by total turnover of the relevant period and multiplied by 365 days.

2. The calculation of turnover days of trade and bills payables is based on the average amount of trade and bills payables as at the beginning and ending of the relevant period divided by cost of raw materials and installation cost of the relevant period and multiplied by 365 days.

3. The calculation of inventory turnover days is based on the average amount of inventory as at the beginning and ending of the relevant period (net of provision) divided by cost of raw materials of the relevant period and multiplied by 365 days.

During the Reporting Period, the receivables turnover days were 257 days (2013: 219 days), an increase of 38 days, which was mainly due to the fact that amidst the credit crunch of the financial market, payment schedule of owners was delayed.

During the Reporting Period, the trade and bill payables turnover days were 253 days (2013: 208 days), an increase of 45 days, which was mainly due to the Group's working capital management.

During the Reporting Period, the net operating cash flow amounted to approximately RMB85.2 million (2013: approximately RMB549.3 million), a decrease of approximately RMB464.1 million, which was mainly due to the fact that amidst the credit crunch of the financial market, payment schedule of owners was delayed.

Inventory and inventory turnover days

The Group's inventories primarily consist of materials used in fabrication of curtain wall products, including extrusions aluminum, glass, steel and sealant.

As at 31 December 2014, the Group's inventory amounted to approximately RMB446.1 million (31 December 2013: approximately RMB417.3 million). During the Reporting Period, the inventory turnover days were 37 days (2013: 34 days), an increase of 3 days.

Capital expenditure

In 2014, the Group's payment for capital expenditure amounted to approximately RMB47.7 million (2013: approximately RMB87.6 million), which was mainly related to the payment on acquiring land, construction of plant and purchase of equipment.

Foreign exchange risk

The overseas projects of the Group were mainly dominated in USD, Euro, GBP, AUD and Swiss Francs. To hedge any foreign exchange risks, the Group has entered into forward foreign exchange contracts which hedge the forecast transactions and monetary assets and liabilities denominated in foreign currencies of the Group with the net fair value of approximately RMB0.1 million and approximately RMB44.8 million, respectively. The Group ensures that net exposure to currency risk arising from assets and liabilities maintained at an acceptable level.

Contingent liabilities

Details of the Group's contingent liabilities as at 31 December 2014 are set out in Note 15.

Charge on assets

As at 31 December 2014, the Group's bank loans of approximately RMB530.0 million were secured by property, plant and equipment and land use rights with an aggregate carrying value of approximately RMB555.6 million.

Save as disclosed above, the Group had no other charge on its assets as at 31 December 2014.

Material Acquisitions and disposals

During the Reporting Period, the Group did not have any material acquisitions and disposals of its subsidiaries and associated companies.

Significant Investments

The Group did not make any significant investments during the Reporting Period.

Future Plans for Significant Investments or Capital Assets

The Group does not have any future plans for significant investments or capital assets as at the date of this announcement.

Global offering and use of proceeds

In May 2011, the Company conducted a global offering (the "**Global Offering**") through which 1,708,734,000 new ordinary shares were offered at a price of HK$1.50 per share. Net proceeds raised were approximately HK$2,402,947,000. The ordinary shares of the Company were listed on the Main Board of the Stock Exchange on 17 May 2011.

As stated in the Company's prospectus dated 20 April 2011 and the supplementary prospectus dated 5 May 2011 (the "**Prospectus**"), the Group intended to use the proceeds from the Global Offering for expansion of its production capacity, repayment of its existing debts, investment in research and development, expansion of its sales and marketing network.

As at 31 December 2014, an accumulated amount of approximately HK$1,832 million of proceeds from the Global Offering (of which expansion of production capacity: HK$389 million; repayment of bank loans (mainly comprised the bridge loan of Standard Chartered Bank): HK$962 million; expenses in research and development: HK$261 million; and expansion of its sales and marketing network: HK$220 million) was utilized in accordance with the intended use as stated in the Prospectus. It is intended that the remaining proceeds of approximately HK$570 million will be used in accordance to the proposed allocation as stated in the Prospectus.

Employees and Remuneration Policies

As at 31 December 2014, the Group had 9,445 full-time employees in total (31 December 2013: 11,357). The related employees' costs for the Reporting Period (including directors' emoluments) amounted to approximately RMB1,083.1 million (2013: approximately RMB1,092.0 million). The Group has sound policies of management incentives and competitive remuneration, which align with the interests of management, employees and shareholders' alike. The Group sets its remuneration policy with reference to the prevailing market conditions and the performance of the individuals concerned, subject to review from time to time. The components of the remuneration package consist of basic salary, allowances, fringe benefits including medical insurance and contributions to pension funds, as well as incentives like discretionary bonus and share options. The Group has also adopted a share option scheme and a share award scheme for the purpose of providing incentives and rewards to eligible participants, including the Directors, and full-time or part-time employee of the Group. Details of the share option scheme and share award scheme will be available in the annual report of the Group for the year ended 31 December 2014.

Company's Mission

The Group implements the operation philosophy of "Technology leads the world, Services create value" and follows the corporate spirit of "To do things honestly, to treat people sincerely, to understand causes and results, to unify theory and practice". It leads the Group to continue to build up independent brand, independent intellectual property and independent marketing network, so as to assume corporate social responsibility for the state, to provide superior products and services to customers, to enhance benefits for employees as well as to create values and returns for equity shareholders.

Review of annual results

The annual results of the Group for the year ended 31 December 2014 have been audited by KPMG, the external auditor of the Company, in accordance with the Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. The independent auditor's report will be included in the annual report of the Company to be despatched to the shareholders before end of April 2015. The audited annual results of the Group for the year ended 31 December 2014 have also been reviewed and approved by the audit committee of the Company, comprising all the three independent non-executive directors namely, Mr. Poon Chiu Kwok (Chairman of the Audit Committee), Mr. Woo Kar Tung, Raymond and Mr. Pang Chung Fai, Benny.

Corporate Governance

For the year ended 31 December 2014, the Group has complied with all code provisions of the Code of Corporate Governance Practices as set forth in Appendix 14 of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

Model Code for Securities Transactions

The Board has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix 10 to the Listing Rules regarding securities transactions by the Group. The Group has made specific enquiry to all Directors and all the Directors have confirmed their compliance with the required standard set out in the Model Code from the listing date of the Group to the year ended 31 December 2014.

Final Dividends

The Board recommends a final dividend of HK$10.0 cents per share for the year ended 31 December 2014, approximately HK$620.9 million in aggregate which is expected to be paid on or around Tuesday, 23 June 2015, subject to the approval of the shareholders of the Company at the forthcoming annual general meeting of the Company (the "**Annual General Meeting**").

ANNUAL GENERAL MEETING

The Annual General Meeting will be held on Tuesday, 2 June 2015. A notice of the Annual General Meeting will be published and dispatched to shareholders of the Group in the manner required by the Listing Rules in due course.

BOOK CLOSURE PERIOD AND RECORD DATE

1. **For determining the entitlement to attend and vote at the Annual General Meeting**

   The Group's register of members will be closed from Thursday, 28 May 2015 to Tuesday, 2 June 2015 (both days inclusive), during which time no transfer of shares will be registered. To ensure that the shareholders are entitled to attend and vote at the Annual General Meeting, the shareholders must deliver their duly stamped instruments of transfer, accompanied by the relevant share certificates, to the Group's share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Room 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong by no later than 4:30 p.m. on Wednesday, 27 May 2015 for registration of the relevant transfer.

2. **For determining the entitlement to the proposed final dividend**

   For determining the entitlement to the proposed final dividend for the year ended 31 December 2014, the Group's register of members will be closed from Monday, 8 June 2015 to Wednesday, 10 June 2015 (both days inclusive), during which time no transfer of shares will be registered, and the record date is fixed on Wednesday, 10 June 2015. To ensure the entitlement to the final dividend, which will be resolved and voted at the Annual General Meeting, the shareholders must deliver their duly stamped instruments of transfer, accompanied by the relevant share certificates, to the Group's share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Room 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong by no later than 4:30 p.m. on Friday, 5 June 2015 for registration of the relevant transfer.

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES OF THE GROUP

During the year ended 31 December 2014, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company, except that the trustee of the share award scheme adopted by the Board on 10 April 2013, pursuant to the terms of the rules and trust deed of such scheme, purchased on the Stock Exchange a total of 17,304,000 shares of the Company during the Reporting Period.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Group and within the knowledge of the Directors as at the date of this announcement, the Group maintained adequate public float throughout the year ended 31 December 2014.

ACKNOWLEDGEMENT

On behalf of the Board, I would like to express my sincere gratitude to our shareholders, investors, partners and customers for their continuous trust and support and all the management and staff of the Group for their contribution and devotion. The Group will continue to prudently operate business, improve the Group's probability level against the adverse environment and achieve a brighter performance to deliver fruitful rewards to our shareholders and investors in 2015.

PUBLICATION OF ANNUAL REPORT

This annual results announcement is published on the websites of the Stock Exchange (http://www. hkexnews.hk) and the Group (http://www.yuandacn.com). The annual report of the Company for the year ended 31 December 2014 will be dispatched to the shareholders of the Group and made available for review on the aforesaid websites in due course.

By Order of the Board
Yuanda China Holdings Limited
Kang Baohua
Chairman

31 March 2015

As at the date of this announcement, the executive Directors are Mr. Kang Baohua, Mr. Tian Shouliang, Mr. Guo Zhongshan, Mr. Wang Yijun, Mr. Wang Lihui and Mr. Zhang Lei; and the independent non-executive Directors are Mr. Poon Chiu Kwok, Mr. Woo Kar Tung, Raymond and Mr. Pang Chung Fai, Benny.