

**Financial Statement Announcement for Full Year ended 31 December 2012**

**Part 1 - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, Q3 & Q4), HALF-YEAR AND FULL YEAR RESULTS**

1 (a)(i) An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

|                                                          | Group           |                |                               | Group           |                 |                               |
|----------------------------------------------------------|-----------------|----------------|-------------------------------|-----------------|-----------------|-------------------------------|
|                                                          | Qtr ended       | Qtr ended      | Increase /<br>(Decrease)<br>% | 15-month        | 15-month        | Increase /<br>(Decrease)<br>% |
|                                                          | 31/12/2012      | 31/12/2011     |                               | Period ended    | Period ended    |                               |
|                                                          | RMB'000         | RMB'000        |                               | RMB'000         | RMB'000         |                               |
| Continuing operations                                    |                 |                |                               |                 |                 |                               |
| <b>Revenue</b>                                           | -               | -              | -                             | -               | -               | -                             |
| Cost of sales                                            | -               | -              | -                             | -               | -               | -                             |
| <b>Gross Profit</b>                                      | -               | -              | -                             | -               | -               | -                             |
| Other income                                             | 18              | 24             | (25%)                         | 380             | 49              | 676%                          |
| Administrative expenses                                  | (7,212)         | (2,642)        | 173%                          | (22,207)        | (15,324)        | 45%                           |
| Other operating (expenses)/income                        | (1,326)         | (322)          | 312%                          | 1,490           | (5,389)         | n.m                           |
| <b>Loss before income tax from continuing operations</b> | <b>(8,520)</b>  | <b>(2,940)</b> | 190%                          | <b>(20,337)</b> | <b>(20,664)</b> | (2%)                          |
| Income tax                                               | -               | -              | -                             | -               | -               | -                             |
| <b>Loss after income tax from continuing operations</b>  | <b>(8,520)</b>  | <b>(2,940)</b> | 190%                          | <b>(20,337)</b> | <b>(20,664)</b> | (2%)                          |
| (Loss)/ profit from discontinued operations              | (41,496)        | -              | n.m                           | (34,846)        | 2,998           | n.m                           |
| <b>Loss for the period</b>                               | <b>(50,016)</b> | <b>(2,940)</b> | 1,601%                        | <b>(55,183)</b> | <b>(17,666)</b> | 212%                          |
| <b>(Loss)/ profit attributable to:</b>                   |                 |                |                               |                 |                 |                               |
| Equity holders of the Company                            |                 |                |                               |                 |                 |                               |
| Continuing                                               | (8,520)         | (2,927)        | 191%                          | (20,337)        | (20,651)        | (2%)                          |
| Discontinued                                             | (41,469)        | -              | n.m                           | (34,787)        | 952             | n.m                           |
|                                                          | <b>(49,989)</b> | <b>(2,927)</b> | 1,608%                        | <b>(55,124)</b> | <b>(19,699)</b> | 180%                          |
| Non -Controlling Interests                               |                 |                |                               |                 |                 |                               |
| Continuing                                               | -               | (13)           | n.m                           | -               | (13)            | n.m                           |
| Discontinued                                             | (27)            | -              | n.m                           | (59)            | 2,046           | n.m                           |
|                                                          | <b>(27)</b>     | <b>(13)</b>    | (108%)                        | <b>(59)</b>     | <b>2,033</b>    | n.m                           |

*n.m Not meaningful*

The Company has on 23 August 2012 changed its financial year end from 30 September to 31 December. As such, the audited accounts presented by the Company will cover a period of 15 months from 1 October 2011 to 31 December 2012.

1 (a)(ii) Included in the determination of (loss)/ profit before taxation are the following items:

|                                                    | Group      |            |                          | Group        |              |                          |
|----------------------------------------------------|------------|------------|--------------------------|--------------|--------------|--------------------------|
|                                                    | Qtr ended  | Qtr ended  | Increase /<br>(Decrease) | 15-month     | 15-month     | Increase /<br>(Decrease) |
|                                                    | 31/12/2012 | 31/12/2011 |                          | Period ended | Period ended |                          |
| RMB'000                                            | RMB'000    | %          | RMB'000                  | RMB'000      | %            |                          |
| Amortisation of intangible assets                  | (6)        | -          | n.m                      | (32)         | (1,212)      | (97%)                    |
| Depreciation of plant & equipment                  | (6)        | (5)        | 20%                      | (26)         | (47)         | (45%)                    |
| Equity-settled share-based<br>payment transactions | (590)      | (200)      | 195%                     | (2,376)      | (1,851)      | 28%                      |
| Loss on disposal of plant & equipment              | -          | -          | n.m                      | -            | (12)         | n.m                      |
| Exchange gain/ (loss), net                         | (1,127)    | (321)      | 251%                     | 2,208        | (3,809)      | n.m                      |
| Interest income                                    | 17         | 18         | (6%)                     | 252          | 66           | 282%                     |
| Gain on disposal of subsidiaries                   | -          | -          | n.m                      | 119          | -            | n.m                      |

**A statement of comprehensive income (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

|                                                                | Group           |                |                          | Group           |                 |                          |
|----------------------------------------------------------------|-----------------|----------------|--------------------------|-----------------|-----------------|--------------------------|
|                                                                | Qtr ended       | Qtr ended      | Increase /<br>(Decrease) | 15-month        | 15-month        | Increase /<br>(Decrease) |
|                                                                | 31/12/2012      | 31/12/2011     |                          | Period ended    | Period ended    |                          |
| RMB'000                                                        | RMB'000         | %              | RMB'000                  | RMB'000         | %               |                          |
| <b>Loss for the period</b>                                     | <b>(50,016)</b> | <b>(2,940)</b> | 1,601%                   | <b>(55,183)</b> | <b>(17,666)</b> | 212%                     |
| <b>Other comprehensive income</b>                              |                 |                |                          |                 |                 |                          |
| Currency translation differences arising<br>from consolidation |                 |                |                          |                 |                 |                          |
| - losses                                                       | 172             | 3              | 5,633%                   | (368)           | (483)           | (24%)                    |
| - reclassification                                             | -               | -              | n.m                      | 4,415           | -               | n.m                      |
| <b>Total comprehensive income for the<br/>period</b>           | <b>(49,844)</b> | <b>(2,937)</b> | 1,597%                   | <b>(51,136)</b> | <b>(18,149)</b> | 182%                     |

*n.m Not meaningful*

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

|                                                             | <b>Group</b>     |                  | <b>Company</b>   |                  |
|-------------------------------------------------------------|------------------|------------------|------------------|------------------|
|                                                             | <b>31-Dec-12</b> | <b>30-Sep-11</b> | <b>31-Dec-12</b> | <b>30-Sep-11</b> |
|                                                             | <b>RMB'000</b>   | <b>RMB'000</b>   | <b>RMB'000</b>   | <b>RMB'000</b>   |
| <b>ASSETS</b>                                               |                  |                  |                  |                  |
| <b>Non-current</b>                                          |                  |                  |                  |                  |
| Intangible assets                                           | 24               | 54               | 24               | 54               |
| Plant and equipment                                         | 38               | 42               | 38               | 42               |
|                                                             | <b>62</b>        | <b>96</b>        | <b>62</b>        | <b>96</b>        |
| <b>Current</b>                                              |                  |                  |                  |                  |
| Assets held for sale                                        | 147,975          | 87,061           | 65,310           | 63,077           |
| Trade and other receivables                                 | 2,576            | 412              | 4,166            | 412              |
| Cash and cash equivalents                                   | 66,241           | 80,533           | 66,241           | 80,260           |
|                                                             | <b>216,792</b>   | <b>168,006</b>   | <b>135,717</b>   | <b>143,749</b>   |
| <b>Total assets</b>                                         | <b>216,854</b>   | <b>168,102</b>   | <b>135,779</b>   | <b>143,845</b>   |
| <b>Equity</b>                                               |                  |                  |                  |                  |
| <b>Capital and Reserves:</b>                                |                  |                  |                  |                  |
| Share capital                                               | 414,421          | 402,703          | 414,421          | 402,703          |
| Warrants reserve                                            | 2,919            | 6,886            | 2,919            | 6,886            |
| Capital reduction reserve                                   | 79,151           | 79,151           | 79,151           | 79,151           |
| Statutory common reserve                                    | 2,198            | 2,198            | -                | -                |
| Share option reserve                                        | 4,132            | 2,871            | 4,132            | 2,871            |
| Foreign currency translation reserve                        | 21,510           | 21,878           | 26,760           | 26,760           |
| Accumulated losses                                          | (419,788)        | (364,664)        | (397,066)        | (377,474)        |
| <b>Equity attributable to equity holders of the Company</b> | <b>104,543</b>   | <b>151,023</b>   | <b>130,317</b>   | <b>140,897</b>   |
| Non-Controlling Interests                                   | 13,010           | 13,052           | -                | -                |
| <b>Total equity</b>                                         | <b>117,553</b>   | <b>164,075</b>   | <b>130,317</b>   | <b>140,897</b>   |
| <b>Liabilities</b>                                          |                  |                  |                  |                  |
| <b>Current</b>                                              |                  |                  |                  |                  |
| Trade and other payables                                    | 5,463            | 3,767            | 5,462            | 2,948            |
| Liabilities held for sale                                   | 93,838           | 260              | -                | -                |
| <b>Total liabilities</b>                                    | <b>99,301</b>    | <b>4,027</b>     | <b>5,462</b>     | <b>2,948</b>     |
| <b>Total equity and liabilities</b>                         | <b>216,854</b>   | <b>168,102</b>   | <b>135,779</b>   | <b>143,845</b>   |

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

|                                                           | <b>Group</b>     |                  | <b>Group</b>     |                  |
|-----------------------------------------------------------|------------------|------------------|------------------|------------------|
|                                                           | <b>31-Dec-12</b> |                  | <b>30-Sep-11</b> |                  |
|                                                           | <b>Secured</b>   | <b>Unsecured</b> | <b>Secured</b>   | <b>Unsecured</b> |
|                                                           | <b>RMB'000</b>   | <b>RMB'000</b>   | <b>RMB'000</b>   | <b>RMB'000</b>   |
| <b>Amount repayable after one year</b>                    | -                | -                | -                | -                |
| <b>Amount repayable in one year or less, or on demand</b> |                  |                  |                  |                  |
| Bank overdraft<br>(Included in Liabilities held for sale) | 42,747           | -                | -                | -                |
|                                                           | <b>42,747</b>    | <b>-</b>         | <b>-</b>         | <b>-</b>         |

**Details of any collateral**

The bank overdraft facility in the Company's subsidiary is secured by:

- 1) a corporate guarantee from the Company; and
- 2) a charge over the cash deposits of the Company.

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

|                                                                                         | Group          |                | Group           |                 |
|-----------------------------------------------------------------------------------------|----------------|----------------|-----------------|-----------------|
|                                                                                         | Qtr ended      | Qtr ended      | 15-month        | 15-month        |
|                                                                                         | 31/12/2012     | 31/12/2011     | Period ended    | Period ended    |
|                                                                                         | RMB'000        | RMB'000        | RMB'000         | RMB'000         |
| <b>Cash flows from operating activities</b>                                             |                |                |                 |                 |
| Loss before income tax                                                                  | (50,016)       | (2,940)        | (55,183)        | (16,226)        |
| Adjustments for:                                                                        |                |                |                 |                 |
| Negative goodwill                                                                       | 35,841         | -              | (1,173)         | -               |
| Equity settled share-based payments                                                     | 590            | 200            | 2,376           | 1,851           |
| Amortisation of intangible asset                                                        | 6              | -              | 32              | 1,212           |
| Depreciation of plant & equipment                                                       | 6              | 5              | 26              | 47              |
| Issue of warrants                                                                       | 2,920          | -              | 2,920           | -               |
| Loss on disposal of plant and equipment                                                 | -              | -              | -               | 12              |
| Gain on disposal of subsidiaries                                                        | -              | -              | (119)           | -               |
| Interest income                                                                         | (17)           | (18)           | (252)           | (66)            |
| Operating loss before working capital changes                                           | (10,670)       | (2,753)        | (51,373)        | (13,170)        |
| Trade and other receivables                                                             | 15,202         | 189            | 183             | 21,594          |
| Trade and other payables                                                                | (4,479)        | (148)          | 4,613           | (25,122)        |
| Inventories                                                                             | 1,754          | -              | 1,178           | -               |
| Cash generated from/(used in) operations                                                | <u>1,807</u>   | <u>(2,712)</u> | <u>(45,399)</u> | <u>(16,698)</u> |
| Income tax paid                                                                         | -              | -              | -               | (2,689)         |
| <b>Net cash generated from/(used in) operating activities</b>                           | <u>1,807</u>   | <u>(2,712)</u> | <u>(45,399)</u> | <u>(19,387)</u> |
| <b>Cash flows from investing activities</b>                                             |                |                |                 |                 |
| Interest received                                                                       | 17             | 18             | 252             | 66              |
| Purchase of plant and equipment                                                         | -              | -              | (7)             | (27)            |
| Acquisition of a subsidiary (net of cash acquired)                                      | -              | -              | 4,438           | -               |
| <b>Net cash generated from investing activities</b>                                     | <u>17</u>      | <u>18</u>      | <u>4,683</u>    | <u>39</u>       |
| <b>Cash flows from financing activities</b>                                             |                |                |                 |                 |
| Proceeds from issue of ordinary shares                                                  | -              | -              | -               | 94,250          |
| Proceeds from warrants conversion                                                       | 3,456          | -              | 3,809           | -               |
| Proceeds from bank overdraft                                                            | -              | -              | 43,396          | -               |
| Repayment of bank borrowings                                                            | (7,647)        | -              | (20,451)        | -               |
| Bank deposit pledged                                                                    | -              | -              | (48,624)        | -               |
| <b>Net cash (used in)/ generated from financing activities</b>                          | <u>(4,191)</u> | <u>-</u>       | <u>(21,870)</u> | <u>94,250</u>   |
| <b>Net (decrease)/increase in cash and cash equivalents</b>                             | <u>(2,367)</u> | <u>(2,694)</u> | <u>(62,586)</u> | <u>74,902</u>   |
| Cash and cash equivalents at beginning of period                                        | 20,075         | 80,533         | 80,533          | 3,012           |
| Exchange differences on translation of cash and cash equivalents at beginning of period | 29             | (519)          | (210)           | (594)           |
| Cash and cash equivalents at end of period                                              | <u>17,737</u>  | <u>77,320</u>  | <u>17,737</u>   | <u>77,320</u>   |

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**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.**

**Consolidated Statement of Changes in Equity for the period ended December 31, 2012 - Group**

|                                                 | Share capital & warrants reserve | Capital reduction reserve | Statutory common reserve | Share option reserve | Foreign currency translation reserve | Accumulated losses | Total equity attributable to equity holders of the Company | Non controlling interests | Total equity   |
|-------------------------------------------------|----------------------------------|---------------------------|--------------------------|----------------------|--------------------------------------|--------------------|------------------------------------------------------------|---------------------------|----------------|
|                                                 | RMB'000                          | RMB'000                   | RMB'000                  | RMB'000              | RMB'000                              | RMB'000            | RMB'000                                                    | RMB'000                   | RMB'000        |
| <b>Balance at October 1, 2011</b>               | <b>409,589</b>                   | <b>79,151</b>             | <b>2,198</b>             | <b>2,871</b>         | <b>21,878</b>                        | <b>(364,664)</b>   | <b>151,023</b>                                             | <b>13,052</b>             | <b>164,075</b> |
| Equity-settled share-based payment transactions | 1,022                            | -                         | -                        | 1,261                | -                                    | -                  | 2,283                                                      | -                         | 2,283          |
| Issue of ordinary shares arising from:          |                                  |                           |                          |                      |                                      |                    |                                                            |                           |                |
| - exercise of warrants                          | 3,809                            | -                         | -                        | -                    | -                                    | -                  | 3,809                                                      | -                         | 3,809          |
| Issue of warrants                               | 2,920                            | -                         | -                        | -                    | -                                    | -                  | 2,920                                                      | -                         | 2,920          |
| Translation of foreign currency                 | -                                | -                         | -                        | -                    | (368)                                | -                  | (368)                                                      | -                         | (368)          |
| Total comprehensive income for the year         | -                                | -                         | -                        | -                    | -                                    | (55,124)           | (55,124)                                                   | (59)                      | (55,183)       |
| Disposal of subsidiary                          | -                                | -                         | -                        | -                    | -                                    | -                  | -                                                          | 17                        | 17             |
| <b>Balance at December 31, 2012</b>             | <b>417,340</b>                   | <b>79,151</b>             | <b>2,198</b>             | <b>4,132</b>         | <b>21,510</b>                        | <b>(419,788)</b>   | <b>104,543</b>                                             | <b>13,010</b>             | <b>117,553</b> |
| <b>Balance at October 1, 2010</b>               | <b>315,066</b>                   | <b>79,151</b>             | <b>1,836</b>             | <b>1,493</b>         | <b>21,163</b>                        | <b>(347,530)</b>   | <b>71,179</b>                                              | <b>11,653</b>             | <b>82,832</b>  |
| Equity-settled share-based payment transactions | -                                | -                         | -                        | 1,378                | -                                    | -                  | 1,378                                                      | -                         | 1,378          |
| Issue of ordinary shares arising from:          |                                  |                           |                          |                      |                                      |                    |                                                            |                           |                |
| - rights issue                                  | 92,577                           | -                         | -                        | -                    | -                                    | -                  | 92,577                                                     | -                         | 92,577         |
| - exercise of warrants                          | 1,673                            | -                         | -                        | -                    | -                                    | -                  | 1,673                                                      | -                         | 1,673          |
| - remuneration shares                           | 273                              | -                         | -                        | -                    | -                                    | -                  | 273                                                        | -                         | 273            |
| Translation of foreign currency                 | -                                | -                         | -                        | -                    | -                                    | -                  | -                                                          | -                         | -              |
| Total comprehensive income for the year         | -                                | -                         | -                        | -                    | 715                                  | (16,772)           | (16,057)                                                   | 1,482                     | (14,575)       |
| Disposal of subsidiary                          | -                                | -                         | -                        | -                    | -                                    | -                  | -                                                          | (83)                      | (83)           |
| Transfer to statutory common reserve            | -                                | -                         | 362                      | -                    | -                                    | (362)              | -                                                          | -                         | -              |
| Reversal of minority interest                   | -                                | -                         | -                        | -                    | -                                    | -                  | -                                                          | -                         | -              |
| <b>Balance at September 30, 2011</b>            | <b>409,589</b>                   | <b>79,151</b>             | <b>2,198</b>             | <b>2,871</b>         | <b>21,878</b>                        | <b>(364,664)</b>   | <b>151,023</b>                                             | <b>13,052</b>             | <b>164,075</b> |
| <b>Balance at October 1, 2011</b>               | <b>409,589</b>                   | <b>79,151</b>             | <b>2,198</b>             | <b>2,871</b>         | <b>21,878</b>                        | <b>(364,664)</b>   | <b>151,023</b>                                             | <b>13,052</b>             | <b>164,075</b> |
| Equity-settled share-based payment transactions | -                                | -                         | -                        | 96                   | -                                    | -                  | 96                                                         | -                         | 96             |
| Translation of foreign currency                 | -                                | -                         | -                        | -                    | 3                                    | -                  | 3                                                          | -                         | 3              |
| Total comprehensive income for the quarter      | -                                | -                         | -                        | -                    | -                                    | (2,927)            | (2,927)                                                    | (13)                      | (2,940)        |
| <b>Balance at December 31, 2011</b>             | <b>409,589</b>                   | <b>79,151</b>             | <b>2,198</b>             | <b>2,967</b>         | <b>21,881</b>                        | <b>(367,591)</b>   | <b>148,195</b>                                             | <b>13,039</b>             | <b>161,234</b> |

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- 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.

**Statement of Changes in Equity for the period ended December 31, 2012 - Company**

|                                                              | Share capital & warrants reserve<br>RMB'000 | Capital reduction reserve<br>RMB'000 | Share option reserve<br>RMB'000 | Foreign currency translation reserve<br>RMB'000 | Accumulated losses<br>RMB'000 | Total equity attributable to equity holders of the Company<br>RMB'000 |
|--------------------------------------------------------------|---------------------------------------------|--------------------------------------|---------------------------------|-------------------------------------------------|-------------------------------|-----------------------------------------------------------------------|
| <b>Balance at October 1, 2011</b>                            | <b>409,589</b>                              | <b>79,151</b>                        | <b>2,871</b>                    | <b>26,760</b>                                   | <b>(377,474)</b>              | <b>140,897</b>                                                        |
| Equity-settled share-based payment transactions              | 1,022                                       | -                                    | 1,261                           | -                                               | -                             | 2,283                                                                 |
| Issue of ordinary shares arising from - exercise of warrants | 3,809                                       | -                                    | -                               | -                                               | -                             | 3,809                                                                 |
| Issue of warrants                                            | 2,920                                       | -                                    | -                               | -                                               | -                             | 2,920                                                                 |
| Translation of foreign currency                              | -                                           | -                                    | -                               | -                                               | -                             | -                                                                     |
| Total comprehensive income for the year                      | -                                           | -                                    | -                               | -                                               | (19,592)                      | (19,592)                                                              |
| <b>Balance at December 31, 2012</b>                          | <b>417,340</b>                              | <b>79,151</b>                        | <b>4,132</b>                    | <b>26,760</b>                                   | <b>(397,066)</b>              | <b>130,317</b>                                                        |
| <b>Balance at October 1, 2010</b>                            | <b>315,066</b>                              | <b>79,151</b>                        | <b>1,493</b>                    | <b>26,760</b>                                   | <b>(360,831)</b>              | <b>61,639</b>                                                         |
| Equity-settled share-based payment transactions              | -                                           | -                                    | 1,378                           | -                                               | -                             | 1,378                                                                 |
| Issue of ordinary shares arising from - rights issue         | 92,577                                      | -                                    | -                               | -                                               | -                             | 92,577                                                                |
| - exercise of warrants                                       | 1,673                                       | -                                    | -                               | -                                               | -                             | 1,673                                                                 |
| - remuneration shares                                        | 273                                         | -                                    | -                               | -                                               | -                             | 273                                                                   |
| Translation of foreign currency                              | -                                           | -                                    | -                               | -                                               | -                             | -                                                                     |
| Total comprehensive income for the year                      | -                                           | -                                    | -                               | -                                               | (16,643)                      | (16,643)                                                              |
| <b>Balance at September 30, 2011</b>                         | <b>409,589</b>                              | <b>79,151</b>                        | <b>2,871</b>                    | <b>26,760</b>                                   | <b>(377,474)</b>              | <b>140,897</b>                                                        |
| <b>Balance at October 1, 2011</b>                            | <b>409,589</b>                              | <b>79,151</b>                        | <b>2,871</b>                    | <b>26,760</b>                                   | <b>(377,474)</b>              | <b>140,897</b>                                                        |
| Equity-settled share-based payment transactions              | -                                           | -                                    | 96                              | -                                               | -                             | 96                                                                    |
| Translation of foreign currency                              | -                                           | -                                    | -                               | -                                               | -                             | -                                                                     |
| Total comprehensive income for the quarter                   | -                                           | -                                    | -                               | -                                               | (2,756)                       | (2,756)                                                               |
| <b>Balance at December 31, 2011</b>                          | <b>409,589</b>                              | <b>79,151</b>                        | <b>2,967</b>                    | <b>26,760</b>                                   | <b>(380,230)</b>              | <b>138,237</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 or 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 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.**

| Share capital                                         | Number of shares     |
|-------------------------------------------------------|----------------------|
| <b>Ordinary shares issued and fully paid</b>          |                      |
| Balance as at 1 October 2012                          | 4,432,336,165        |
| Issue of incentive shares                             | 50,000,000           |
| Issue of new shares arising from exercise of warrants | <u>225,598,864</u>   |
| Balance as at 31 December 2012                        | <u>4,707,935,029</u> |

As at 31 December 2012, options to subscribe for ordinary shares in our Company that remained outstanding are as follows:

|                                                                                            | As at 31 December 2012<br>No. of shares | As at 30 September 2011<br>No. of shares | As at 31 December 2011<br>shares |
|--------------------------------------------------------------------------------------------|-----------------------------------------|------------------------------------------|----------------------------------|
| Share options granted on 29 September 2009<br>(exercisable on and after 29 September 2010) | 3,000,000                               | 3,000,000                                | 3,000,000                        |
| Share options granted on 25 May 2010<br>(exercisable on and after 25 May 2011)             | 15,000,000                              | 15,000,000                               | 15,000,000                       |
| Share options granted on 25 May 2010<br>(exercisable on and after 25 May 2012)             | 33,000,000                              | 33,000,000                               | 33,000,000                       |
| Share options granted on 30 August 2012<br>(exercisable on and after 30 August 2013)       | 187,500,000                             | -                                        | -                                |
|                                                                                            | <u>238,500,000</u>                      | <u>51,000,000</u>                        | <u>51,000,000</u>                |

**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 end of the immediately preceding year.**

The Company's total number of issued shares (excluding treasury shares) as at 31 December 2012 is 4,707,935,029 (30 September 2011: 4,408,857,165).

**1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the financial period reported on.**

Not Applicable. The Company does not hold any treasury shares.

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

The figures have not been audited or reviewed by the 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 method of computation in the financial statements for the current financial period compared with the audited financial statements for the year ended 30 September 2011.

**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.**

Not Applicable.

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**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:-**

**(a) Based on the weighted average number of ordinary shares on issue; and**

**(b) On a fully diluted basis (detailing any adjustments made to the earnings).**

|                                                                            | Group      |            | Group        |              |
|----------------------------------------------------------------------------|------------|------------|--------------|--------------|
|                                                                            | Qtr ended  | Qtr ended  | 15-month     | 15-month     |
|                                                                            | 31/12/2012 | 31/12/2011 | Period ended | Period ended |
|                                                                            |            | 31/12/2012 | 31/12/2011   |              |
| <b>Loss per ordinary share:</b>                                            |            |            |              |              |
| (i) Based on weighted average no. of ordinary shares in issue (fen)        | (0.19)     | (0.07)     | (0.46)       | (0.49)       |
| (ii) On a fully diluted basis (fen)                                        | (0.18)     | (0.07)     | (0.43)       | (0.44)       |
| <b>Number of shares in issue:</b>                                          |            |            |              |              |
| (i) Based on weighted average no. of ordinary shares in issue (in million) | 4,596      | 4,409      | 4,457        | 4,197        |
| (ii) On a fully diluted basis (in million)                                 | 4,826      | 4,912      | 4,687        | 4,650        |

Earnings/ (loss) per ordinary share is calculated based on the Group's profit/(loss) for the financial period attributable to the shareholders of the Company divided by the weighted average number of ordinary shares in issue during the period under review.

Diluted earnings/ (loss) per ordinary share is calculated based on the same basis as earnings/ (loss) per share by adjusting the weighted average number of ordinary shares to include the outstanding warrants deemed converted up to the respective reporting periods.

**7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the :-**

**(a) current financial period reported on; and**

**(b) immediately preceding financial year.**

|                                                                              | Group     |           | Company   |           |
|------------------------------------------------------------------------------|-----------|-----------|-----------|-----------|
|                                                                              | 31-Dec-12 | 30-Sep-11 | 31-Dec-12 | 30-Sep-11 |
| Net Asset Value (RMB '000)                                                   | 104,543   | 151,023   | 130,317   | 140,897   |
| Based on existing issued share capital (per share)                           | 2.22      | 3.43      | 2.77      | 3.20      |
| Net Asset Value has been computed based on the share capital of (in million) | 4,708     | 4,409     | 4,708     | 4,409     |

- 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.**

#### **INCOME STATEMENT**

The Group recorded other income of RMB 0.38 million in the financial period 2012, which is an increase of approximately 676% over the RMB 0.05 million recorded in the financial period 2011. The increase of RMB 0.33 million is mainly due to a gain of RMB 0.11 million from the disposal of subsidiaries and interest income of RMB 0.22 million derived from our Citibank fixed deposit account.

Administrative expenses increased from RMB 15.32 million in the financial period 2011 to RMB 22.21 million in the financial period 2012. The increased of RMB 6.89 million is due to expenses incurred in connection with incentive shares issuance of 50,000,000 new ordinary shares in the capital of the Company of RMB 1.01 million, expenses incurred in connection with the issue of warrants of RMB 2.92 million, professional fees of RMB 1.43 million, directors fees of RMB 1.12 million and travelling expenses of RMB 0.41 million.

Due the reclassification of intangible asset and plant and equipment to asset held for sale, amortisation of intangible assets decreased from RMB 1.21 million in the financial period 2011 to RMB 0.03 million in the financial period 2012 and depreciation of plant and equipment decreased from RMB 0.05 million in the financial period 2011 to RMB 0.03 million in the financial period 2012.

Equity-settled share-based payment transactions increased from RMB 1.85 million in the financial period 2011 to RMB 2.38 million in the financial period 2012 due to employee share options being granted to the staff of the Company during the year.

Interest income increased from RMB 0.07 million in the financial period 2011 to RMB 0.25 million in the financial period 2012 due to placement of company funds in Citibank AUD and USD fixed deposit accounts.

Loss from discontinued operations of RMB 34.85 million is mainly due to the planned halt arising from the major upgrading of Daqing XinLong Chemical Company Ltd's facility.

During the year, the Group recorded a net loss from continuing operation, attributable to equity holders of the Company of RMB 20.34 million as compared to a net loss of RMB 20.65 million in the financial period 2011.

#### **BALANCE SHEET**

Significant movement for non-current assets and current assets as at 31 December 2012 compared to 30 September 2011 is as follows:

As at 31 December 2012, intangible assets is RMB 0.02 million and plant and equipment is RMB 0.038 million. The decrease from RMB 0.05 million and RMB 0.04 million respectively as at 30 September 2011 is due to the reclassification to assets held for sale.

Assets held for sale increased from RMB 87.1 million as at 30 September 2011 to RMB 147.98 million as at 31 December 2012. RMB 147.98 million comprises property, plant and equipment of RMB 141.26 million, land use rights of RMB 1.02 million, inventories of RMB 3.95 million, trade and other receivables of RMB 1.62 million and cash and bank balances of RMB 0.13 million.

Trade and other receivables increased from RMB 0.41 million as at 30 September 2011 to RMB 2.57 million as at 31 December 2012. This is due to increase in other receivables for expenses paid on behalf in connection with the proposed acquisition of Trechance Holdings Limited.

Trade and other payables increased from RMB 3.76 million as at 30 September 2011 to RMB 5.46 million as at 31 December 2012. The increase is due mainly due to increase in accruals for professional fees and directors fees.

Liabilities held for sale increased from RMB 0.26 million as at 30 September 2011 to RMB 93.84 million as at 31 December 2012. RMB 93.84 million comprises borrowings of RMB 67.62 million and trade and other payables of RMB 26.22 million.

Included in liabilities held for sale is an amount of borrowings of RMB 42.7 million. This refers to the overdraft facility granted by Citibank to JRE on 13 February 2012.

#### **CASH FLOW**

During the period under review, there are proceeds of RMB 3,81 million as a result of warrants conversion. The increase in cash used in operations from RMB 16.70 million in the financial period 2011 to RMB 45.40 million in the financial period 2012 is mainly due to loss from operations during the year. As at 31 December 2012, cash and cash equivalents totalled RMB 17.7 million (30 September 2011: RMB 80.5 million)

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

Not Applicable.

**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.**

As recently announced, the Company has completed its divestment of its 51% equity stake in JMD and its 100% stake in JRE to Talented Creation International, as well as its purchase of the 25% economic interest in the Kaiyang Land. With the completion, the Group has exited its investment in the titanium dioxide manufacturing and sale business, and is in the midst of transforming itself into a real estate group. To this end, the Group will collaborate with the Hua Cheng group on the development of its land in Kaiyang county in Guizhou Province.

In addition, the Company announced on 5 February 2012, the completion of the acquisition of Yess Le Green Pte Ltd ("YLG") and West Themes Pte Ltd ("WT"). The Company intends to leverage on the management of YLG and WT to further expand its footprint in the real estate industry in Singapore into areas like eldercare and student hostels both in Singapore as well as regionally.

Pursuant to the completion of the acquisition of YLG and WT, the Company is of the view that it is no longer a cash company as both YLG and WT generate operating revenue. However, this is subject to confirmation with the Singapore Exchange Securities Trading Limited and the Company will make the necessary announcements in due course.

Further, as announced on 28 September 2012, the Company has entered into a memorandum of understanding in relation to the proposed acquisition of the entire issued and paid-up capital of Trechance Holdings Limited (the "Proposed Acquisition"). The Proposed Acquisition, when undertaken and completed, is expected to result in a "very substantial acquisition" or "reverse takeover". Accordingly, the Proposed Acquisition is subject to the approval of the Shareholders and the approval of the SGX-ST. The parties involved continue to work with each other on the Proposed Acquisition, including to negotiate, finalise and execute definitive agreements in relation thereto. The Company will make announcements upon the execution of the definitive agreements and/or when there is material development in respect of the Proposed Acquisition.

**11 Dividend**

**(a) Current Financial Period Reported On**

**Any dividend declared for the current financial period reported on?**

No dividend has been declared or recommended.

**(b) Corresponding Period of the Immediately Preceding Financial year**

**Any dividend declared for the corresponding period of the immediately preceding financial year?**

No dividend was declared or recommended.

**(c) Date payable**

Not Applicable.

**(d) Books closure date**

Not Applicable.

**12 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

Not applicable as no IPT mandate has been obtained.

**13 Disclosure on the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.**

There were no outstanding proceeds from IPO or any Chapter 8 offerings during the 15-month period ended 31 December 2012.

**14 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not applicable as the Company only have one operating segment in one country.

**15 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.**

Not applicable.

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**16 A breakdown of sales as follows:**

|     |                                                                                                                                            | Latest<br>Financial<br>Year<br>RM'000<br>Group | Previous<br>Financial<br>Year<br>RM'000<br>Group | %<br>Increase/<br>(decrease)<br>Group |
|-----|--------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|--------------------------------------------------|---------------------------------------|
| (a) | Sales reported for the first half year,<br>(October 2011 to March 2012)                                                                    | -                                              | -                                                | n.m                                   |
| (b) | Operating profit/ (loss) after tax before deducting minority interests<br>reported for the first half year<br>(October 2011 to March 2012) | 33,142                                         | (3,280)                                          | 1110%                                 |
| (c) | Sales reported for the second half year<br>(April 2012 to December 2012)                                                                   | -                                              | -                                                | n.m                                   |
| (d) | Operating (loss) after tax before deducting minority interests<br>reported for the second half year<br>(April 2012 to December 2012)       | (88,325)                                       | (14,386)                                         | 514%                                  |

**17 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-**

Not applicable as the Company did not declare any dividends in the latest full year and its previous full year.

**18 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

| Name                  | Age | Family relationship with any director and/or substantial shareholder | Current position and duties, and the year the position was held | Details of changes in duties and position held, if any, during the year                                                          |
|-----------------------|-----|----------------------------------------------------------------------|-----------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|
| Yin Zhenwei,<br>Joyce | 32  | Daughter of Executive Chairman, In Nany Sing Charlie                 | Promoted to Investment Manager with effect from 1 February 2012 | Additional responsibilities held upon promotion includes involvement in corporate compliance and merger and acquisition matters. |

ON BEHALF OF THE DIRECTORS

IN NANY SING CHARLIE

Executive Chairman

**BY ORDER OF THE BOARD**

**1 March 2013**

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of Singapore Exchange Securities Trading Limited (the "Exchange"). The Company's Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

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