

Financial Statement Announcement for Fourth Quarter ended 31 December 2013

Part 1

INFORMATION REQUIRED FOR ANNOUNCEMENT OF QUARTERLY (Q1, Q2, Q3 AND 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 | | |
|--|--------------------------|--------------------------|----------------------|----------------------------|----------------------------|----------------------|
| | 4th Qtr Ended 31/12/2013 | 4th Qtr Ended 30/12/2012 | Increase/ (Decrease) | Full Year Ended 31/12/2013 | Full Year Ended 31/12/2012 | Increase/ (Decrease) |
| | RMB '000 | RMB '000 | % | RMB '000 | RMB '000 | % |
| Revenue | 61,133 | - | n.m. | 61,133 | - | n.m. |
| Direct Cost | (42,429) | - | n.m. | (42,429) | - | n.m. |
| Gross Profit/(Loss) | 18,704 | - | n.m. | 18,704 | - | n.m. |
| Other Income | 3,858 | 18 | n.m.* | 9,929 | 261 | n.m.* |
| Distribution Expenses | (98) | - | n.m. | (333) | - | n.m. |
| Administration Expenses | (17,343) | (7,212) | n.m.* | (30,978) | (22,207) | (40%) |
| Other operating (expenses)/income | - | (1,326) | n.m. | - | (2,805) | n.m. |
| Finance Cost | 182 | - | n.m. | (143) | - | n.m. |
| Profit/(Loss) before income tax | 5,303 | (8,520) | n.m. | (2,821) | (24,751) | (89%) |
| Income Tax | (3,737) | - | n.m. | (3,737) | - | n.m. |
| Profit/(Loss) after income tax from continuing operations | 1,566 | (8,520) | n.m. | (6,558) | (24,751) | (74%) |
| Profit/(Loss) from discontinued operations | 78,443 | (41,496) | n.m. | 71,887 | (34,846) | n.m. |
| Profit/(Loss) for the period | 80,009 | (50,016) | n.m. | 65,329 | (59,597) | n.m. |
| Profit/(Loss) attributable to : | | | | | | |
| Equity holders of the Company | | | | | | |
| Continuing | 1,566 | (8,520) | n.m. | (6,558) | (24,751) | (74%) |
| Discontinued | 78,443 | (41,469) | n.m. | 71,887 | (34,791) | n.m. |
| | 80,009 | (49,989) | n.m. | 65,329 | (59,542) | n.m. |
| Non-Controlling Interests | | | | | | |
| Continuing | - | - | - | - | - | - |
| Discontinued | - | (27) | n.m. | - | (55) | n.m. |
| | - | (27) | n.m. | - | (55) | n.m. |

n.m. : not meaningful
*: in excess of 100%

CEDAR STRATEGIC HOLDINGS LTD.
Company Registration No. 198003839Z

| Discontinued operation | Group | | | Group | | |
|---|--------------------------------|--------------------------------|-------------------------|----------------------------------|----------------------------------|-------------------------|
| | 4th Qtr Ended 31/12/2013 | 4th Qtr Ended 30/12/2012 | Increase/ (Decrease) | Full Year Ended 31/12/2013 | Full Year Ended 31/12/2012 | Increase/ (Decrease) |
| | RMB '000 | RMB '000 | % | RMB '000 | RMB '000 | % |
| Revenue | 352 | - | n.m. | 2,034 | - | n.m. |
| Direct Cost | (448) | - | n.m. | (3,708) | - | n.m. |
| Gross Profit/(Loss) | (96) | - | n.m. | (1,674) | - | n.m. |
| Other Income | 570 | 15 | n.m.* | 76 | 2,096 | 96% |
| Distribution Expenses | (46) | - | n.m. | (194) | - | n.m. |
| Administration Expenses | (974) | (8,535) | (89%) | (5,276) | (21,942) | (76%) |
| Other operating (expenses)/income | 78,990 | - | n.m. | 78,987 | (15,000) | n.m. |
| Finance Cost | (1) | - | n.m. | (32) | - | n.m. |
| Profit/(Loss) before income tax | 78,443 | (8,520) | n.m. | 71,887 | (34,846) | n.m. |
| Income Tax | - | - | - | - | - | - |
| Profit/(Loss) from discontinued operations | 78,443 | (8,520) | n.m. | 71,887 | (34,846) | n.m. |

n.m. : not meaningful

*: in excess of 100%

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

| | Group | | | Group | | |
|---|--------------------------|--------------------------|----------------------|----------------------------|----------------------------|----------------------|
| | 4th Qtr Ended 31/12/2013 | 4th Qtr Ended 31/12/2012 | Increase/ (Decrease) | Full Year Ended 31/12/2013 | Full Year Ended 31/12/2012 | Increase/ (Decrease) |
| | RMB'000 | RMB'000 | % | RMB'000 | RMB'000 | % |
| Amortisation of intangible assets | (13) | (6) | n.m.* | (71) | (30) | n.m.* |
| Depreciation of plant & equipment | (46) | (6) | n.m.* | (1,573) | (11) | n.m.* |
| Equity-settled share-based payment transactions | - | (590) | n.m. | (1,689) | (1,365) | 24% |
| Exchange gain/(loss), net | (220) | (1,127) | (80%) | (693) | 1,494 | n.m. |
| Interest Income | 3,759 | 17 | n.m.* | 9,929 | 251 | n.m.* |
| Gain on disposal of subsidiaries | 78,990 | - | n.m. | 78,990 | (4,296) | 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 | | |
|---|--------------------------|--------------------------|----------------------|----------------------------|----------------------------|----------------------|
| | 4th Qtr Ended 31/12/2013 | 4th Qtr Ended 31/12/2012 | Increase/ (Decrease) | Full Year Ended 31/12/2013 | Full Year Ended 31/12/2012 | Increase/ (Decrease) |
| | RMB'000 | RMB'000 | % | RMB'000 | RMB'000 | % |
| Profit/(Loss) for the period | 80,009 | (50,016) | n.m. | 65,329 | (59,597) | n.m. |
| Other Comprehensive income | | | | | | |
| Currency translation differences arising from consolidation | | | | | | |
| - Profit/(losses) | - | 27 | n.m. | - | (368) | n.m. |
| - reclassification | - | - | - | - | 4,415 | n.m. |
| Total Comprehensive Income for the period | 80,009 | (49,989) | n.m. | 65,329 | (55,550) | n.m. |

n.m. not meaningful
 * : in excess of 100%

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

| | Group | | Company | |
|---|----------------------|----------------------|----------------------|----------------------|
| | 31-Dec-13 RMB'000 | 31-Dec-12 RMB'000 | 31-Dec-13 RMB'000 | 31-Dec-12 RMB'000 |
| ASSETS | | | | |
| Non-Current | | | | |
| Intangible Assets | 2 | 24 | 2 | 24 |
| Investment Properties | 76,257 | - | - | - |
| Plant and Equipment | 240 | 38 | 24 | 38 |
| Goodwill on Acquisition of HC Group | - | - | - | - |
| Long Term Receivables | - | - | - | - |
| | 76,499 | 62 | 26 | 62 |
| Investments | | | | |
| Investments in HC Group | - | - | 22,500 | - |
| | - | - | 22,500 | - |
| Total Non-Current Assets | 76,499 | 62 | 22,526 | 62 |
| Current Assets | | | | |
| Assets Held For Sale | - | 147,975 | - | 28,839 |
| Trade and Other Receivables | 587,330 | 2,576 | 207,417 | 2,576 |
| Inventories | 250,199 | - | - | - |
| Cash and Cash Equivalents | 34,710 | 66,241 | 22,004 | 66,241 |
| | 872,239 | 216,792 | 229,421 | 97,656 |
| Total Assets | 948,738 | 216,854 | 251,947 | 97,718 |
| Equity | | | | |
| Capital and Reserves : | | | | |
| Share Capital | 466,251 | 407,932 | 466,251 | 407,932 |
| Warrant Reserve | (7,780) | 2,920 | (7,780) | 2,920 |
| Capital Reduction Reserve | 79,151 | 79,151 | 79,151 | 79,151 |
| Statutory Common Reserve | - | 2,198 | - | - |
| Share Option Reserve | (1,342) | 4,132 | (1,342) | 4,132 |
| Foreign Currency Translation Reserve | 25,700 | 25,925 | 31,371 | 26,760 |
| Accumulated Profit/(Losses) | (327,264) | (417,719) | (341,389) | (428,639) |
| Equity attributable to equity holders of the Company | 234,716 | 104,539 | 226,262 | 92,256 |
| Non-Controlling Interests | - | 13,013 | - | - |
| Total Equity | 234,716 | 117,552 | 226,262 | 92,256 |

CEDAR STRATEGIC HOLDINGS LTD.
Company Registration No. 198003839Z

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

| | Group | | Company | |
|---------------------------------------|------------------|------------------|------------------|------------------|
| | 31-Dec-13 | 31-Dec-12 | 31-Dec-13 | 31-Dec-12 |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| Liabilities | | | | |
| Current Liabilities | | | | |
| Trade and Other Payables | 632,601 | 5,462 | 8,348 | 5,462 |
| Provision for Taxation | 45,928 | - | - | - |
| Borrowings | 17,337 | - | 17,337 | - |
| Term Loan | - | - | - | - |
| Deferred Income | 18,156 | - | - | - |
| Liabilities Held for Sale | - | 93,840 | - | - |
| Total Current Liabilities | 714,022 | 99,302 | 25,685 | 5,462 |
| Long-Term Liabilities | | | | |
| Deferred Taxation | - | - | - | - |
| Total Long Term Liabilities | - | - | - | - |
| Total Liabilities | 714,022 | 99,302 | 25,685 | 5,462 |
| Total Equities and Liabilities | 948,738 | 216,854 | 251,947 | 97,718 |

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

| | Group | | Group | |
|--|------------------|------------------|--------------------|------------------|
| | 31-Dec-13 | | 31-Dec-2012 | |
| | Secured | Unsecured | Secured | Unsecured |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| Amount repayable in one year or less , or on demand | | | | |
| Convertible Bonds | - | 17,337 | - | - |
| Standard Chartered Bank Term Loan | - | - | - | - |
| Bank Overdraft | - | - | - | - |
| (Included in Liabilities Held for Sale) | - | 17,337 | - | - |

CEDAR STRATEGIC HOLDINGS LTD.
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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 | |
|---|--------------------------|--------------------------|------------------------------|------------------------------|
| | 4th Qtr Ended 31/12/2013 | 4th Qtr Ended 31/12/2012 | YTD 4th Qtr Ended 31/12/2013 | YTD 4th Qtr Ended 31/12/2012 |
| | RMB '000 | RMB '000 | RMB '000 | RMB '000 |
| Cash Flows from Operating Activities | | | | |
| Profit/(Loss) before taxation from continuing operation | 5,303 | (8,520) | (2,821) | (24,751) |
| Profit/(loss) before taxation from discontinued operation | 78,443 | (41,496) | 71,887 | (34,846) |
| Total profit/(loss) before taxation | 83,746 | (50,016) | 69,066 | (59,597) |
| Adjustments for : | | | | |
| Negative Goodwill | - | 35,841 | - | (1,174) |
| Equity settled Share-based payments | - | 590 | 1,689 | 2,283 |
| Amortisation of Intangible Assets | 55 | 6 | 71 | 30 |
| Gain on disposal of subsidiaries | 5,331 | - | 5,331 | 4,296 |
| Write back of Deferred Income | (84,322) | - | (84,322) | - |
| Depreciation of Plant and Equipment | 46 | 6 | 1,573 | 11 |
| Tax Payment | 521 | - | - | - |
| Exchange Differences | 3,322 | - | - | - |
| Interest Income | (3,859) | (17) | (9,929) | (252) |
| Operating profit/(loss) before Working Capital changes | 4,840 | (13,590) | (16,521) | (54,403) |
| Trade and Other Receivables | 30,608 | 15,202 | 25,070 | 95,321 |
| Trade and Other Payables | 6,453 | (4,479) | 17,151 | (26,966) |
| Inventories | - | 1,754 | - | 1,197 |
| Cash generated from/(used in) operations | 41,901 | (1,113) | 25,700 | 15,149 |
| Income Tax paid | - | - | - | - |
| Net Cash generated from/(used in) Operating Activities | 41,901 | (1,113) | 25,700 | 15,149 |
| Cash Flows from Investing Activities | | | | |
| Interest Received | - | 17 | - | 252 |
| Purchase of Plant and Equipment | - | - | - | (63,228) |
| Acquisition of subsidiary (net of cash acquired) | - | - | (5,002) | 4,438 |
| Net Cash generated from Investing Activities | - | 17 | (5,002) | (58,538) |
| Cash Flows from Financing Activities | | | | |
| Proceeds from warrants conversion | - | 6,376 | 11,329 | 6,728 |
| Proceeds from Rights Issues | 25,985 | - | 25,985 | - |
| Proceeds from bank overdraft | - | - | - | 43,396 |
| Repayment of bank borrowings | 143 | (7,647) | (43,247) | (20,771) |
| Bank Deposit pledged | (48,624) | - | - | (48,624) |
| Net Cash used in Financing Activities | (22,496) | (1,271) | (5,933) | (19,271) |
| Net increase/(decrease) in Cash and Cash equivalents | 19,405 | (2,367) | 14,765 | (62,660) |
| Cash and Cash equivalents at beginning of period | 12,734 | 20,075 | 17,737 | 80,607 |
| Exchange differences on translation of Cash and Cash equivalents at beginning of period | 2,571 | 29 | 2,208 | (210) |
| Cash and Cash Equivalents at end of Period | 34,710 | 17,737 | 34,710 | 17,737 |

CEDAR STRATEGIC HOLDINGS LTD.

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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 capitalization 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 quarter ended 31 December 2013 - Group

| | Share Capital & Warrants Reserve RMB'000 | Capital Reduction Reserve RMB'000 | Statutory Common Reserve RMB'000 | Share Option Reserve RMB'000 | Warrant Reserve RMB'000 | Foreign Currency Translation Reserve RMB'000 | Accumulated Losses RMB'000 | Total Equity attributable to equity holders of Company RMB'000 | Non- Controlling Interests RMB'000 | Total Equity RMB'000 |
|---|--|--|---|---------------------------------------|-------------------------------|--|----------------------------------|---|---|----------------------------|
| Q4FY13 | | | | | | | | | | |
| Balance at October 1, 2013 | 445,608 | 79,151 | - | 1,696 | (1,683) | 25,886 | (423,147) | 127,511 | - | 127,511 |
| Net profit/(Loss) for the period | - | - | - | - | - | - | 80,009 | 80,009 | - | 80,009 |
| Other Comprehensive Income : | | | | | | | | | | |
| Translation of foreign currency | (141) | - | - | - | - | (186) | - | (326) | - | (326) |
| Adjustment of valuation of Employee's Share Option | - | - | - | (3,038) | - | - | 3,038 | - | - | - |
| Right Issues of Ordinary Shares | 20,784 | - | - | - | - | - | 5,197 | 25,981 | - | 25,981 |
| Disposal of Subsidiaries | - | - | - | - | - | - | - | - | - | - |
| Adjustment of valuation of Warrants – Stanley Lee Kiang Leng | - | - | - | - | (6,097) | - | 6,097 | - | - | - |
| Write off of Qew Warrants | - | - | - | - | - | - | 1,541 | 1,541 | - | 1,541 |
| Balance at December 31, 2013 | 466,251 | 79,151 | - | (1,342) | (7,780) | 25,700 | (327,265) | 234,715 | - | 234,715 |
| Balance at October 1, 2012 | 409,942 | 79,151 | 2,198 | 3,542 | - | 21,338 | (369,798) | 146,373 | 13,036 | 159,409 |
| Equity-settled share-based payment transactions | - | - | - | 590 | - | - | - | 590 | - | 590 |
| Issue of ordinary shares arising : | | | | | | | | | | |
| Issue of Warrants | - | - | - | - | 2,920 | - | - | 2,920 | - | 2,920 |
| Translation of foreign currency | (2,010) | - | - | - | - | 4,587 | - | 2,577 | - | 2,577 |
| Disposal of Subsidiary | - | - | - | - | - | - | - | - | (17) | (17) |
| Total Comprehensive Income for the year | - | - | - | - | - | - | (47,921) | (47,921) | (6) | (47,927) |
| Balance at December 31, 2012 | 407,932 | 79,151 | 2,198 | 4,132 | 2,920 | 25,925 | (417,719) | 104,539 | 13,013 | 117,552 |

CEDAR STRATEGIC HOLDINGS LTD.

Company Registration No. 198003839Z

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

Consolidated Statement of Changes in Equity for the year ended 31 December 2013 - Group

| | Share Capital & Warrants Reserve | Capital Reduction Reserve | Statutory Common Reserve | Share Option Reserve | Warrant Reserve | Foreign Currency Translation Reserve | Accumulated Losses | Total Equity attributable to equity holders of Company | Non- Controlling Interests | Total Equity |
|---|--|---------------------------------|--------------------------------|-------------------------|--------------------|---|-----------------------|--|----------------------------------|-----------------|
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 |
| FY13 | | | | | | | | | | |
| Balance at January 1, 2013 | 407,932 | 79,151 | 2,198 | 4,132 | 2,920 | 25,925 | (417,719) | 104,540 | 13,013 | 117,552 |
| Net profit/(Loss) for the period | - | - | - | - | - | - | 65,328 | 65,328 | - | 65,328 |
| Other Comprehensive Income : | | | | | | | | | | |
| Conversion of warrant | 22,729 | - | - | - | - | - | - | 22,729 | - | 22,729 |
| Right Issues of Ordinary Shares | 20,784 | - | - | - | - | - | 5,197 | 25,981 | - | 25,981 |
| Translation of foreign currency | - | - | - | - | - | (225) | - | (225) | - | (225) |
| Adjustment of valuation of Employee's Share Option | - | - | - | (5,474) | - | - | 5,474 | - | - | - |
| Issue of share – YESS/WT acquisition | 13,117 | - | - | - | - | - | - | 13,117 | - | 13,117 |
| Issue of staff remuneration | 1,689 | - | - | - | - | - | - | 1,689 | - | 1,689 |
| Disposal of Subsidiaries | - | - | (2,198) | - | - | - | 15,210 | 13,012 | (13,013) | (1) |
| Adjustment of valuation of Warrants – Stanley Lee Kiang Leng | - | - | - | - | (7,780) | - | 7,780 | - | - | - |
| Write off of Qew Warrants | - | - | - | - | (2,920) | - | (8,535) | (11,455) | - | (11,455) |
| Balance at December 31, 2013 | 466,251 | 79,151 | - | (1,342) | (7,780) | 25,700 | (327,265) | 234,715 | - | 234,715 |
| Balance at October 1, 2011 | 402,703 | 79,151 | 2,198 | 2,871 | 6,886 | 21,878 | (364,664) | 151,023 | 13,052 | 164,075 |
| Issue of ordinary shares arising : | | | | | | | | | | |
| Issue of Warrants | - | - | - | - | 2,920 | - | - | 2,920 | - | 2,920 |
| Issue of ordinary shares from exercise of warrants | 4,207 | - | - | - | 399 | - | - | 3,809 | - | 3,809 |
| Write off of expired warrants | - | - | - | - | (6,487) | - | 6,487 | - | - | - |
| Issue of staff remuneration | 1,022 | - | - | - | - | - | - | 1,022 | - | 1,022 |
| Disposal of Subsidiary | - | - | - | - | - | - | - | - | 16 | 16 |
| Adjustment of valuation of Employee's Share Option | - | - | - | 1,261 | - | - | - | 1,261 | - | 1,261 |
| Total Comprehensive Income for the year | - | - | - | - | - | 4,047 | (59,542) | (55,495) | (55) | (55,550) |
| Balance at December 31, 2012 | 407,932 | 79,151 | 2,198 | 4,132 | 2,920 | 25,925 | (417,719) | 104,540 | 13,013 | 117,552 |

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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 capitalization 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 quarter ended 31 December 2013 - Company

| | Share Capital & Warrants Reserve RMB'000 | Capital Reduction Reserve RMB'000 | Share Option Reserve RMB'000 | Warrant Reserve RMB'000 | Foreign Currency Translation Reserve RMB'000 | Accumulated Losses RMB'000 | Total Equity attributable to equity holders of the Company RMB'000 |
|---|---|---|------------------------------------|----------------------------|---|----------------------------------|--|
| Q4FY13 | | | | | | | |
| Balance at October 1, 2013 | 445,608 | 79,151 | 1,696 | (1,683) | 31,371 | (447,334) | 108,810 |
| Adjustment valuation of Employee's Share Options | - | - | - | - | - | - | - |
| Disposal of Subsidiaries | - | - | - | - | - | - | - |
| Write off of Qew Warrants | - | - | - | - | - | 1,541 | 1,541 |
| Adjustment of valuation of warrants | - | - | - | (6,097) | - | 6,097 | - |
| Right Issues of Ordinary Shares | 20,784 | - | - | - | - | 5,197 | 25,981 |
| Adjustment of valuation of Staff Share Option | - | - | (3,038) | - | - | 3,038 | - |
| Translation of Foreign Currency | (141) | - | - | - | - | - | (141) |
| Total Comprehensive Income for the year | - | - | - | - | - | 90,072 | 90,072 |
| Balance at December 31, 2013 | 466,251 | 79,151 | (1,342) | (7,780) | 31,371 | (341,389) | 226,262 |
| Balance at October 1, 2012 | 409,942 | 79,151 | 3,542 | - | 26,760 | (389,175) | 130,220 |
| Equity-settled Share-based payment transactions | - | - | 590 | - | - | - | 590 |
| Issue of ordinary shares arising from -exercise of warrants | - | - | - | 2,920 | - | - | 2,920 |
| Translation of Foreign Currency | (2,010) | - | - | - | - | - | (2,010) |
| Total Comprehensive Income for the year | - | - | - | - | - | (39,464) | (39,464) |
| Balance at December 31, 2012 | 407,932 | 79,151 | 4,132 | 2,920 | 26,760 | (428,639) | 92,256 |

CEDAR STRATEGIC HOLDINGS LTD.
Company Registration No. 198003839Z

1 (d)(i) A Statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.
Consolidated Statement of Changes in Equity for the quarter ended 31 December 2013 - Company

| | Share Capital & | | | | Foreign Currency | | Total Equity |
|--|-----------------|-------------------|----------------|-----------------|------------------|------------------|-----------------|
| | Warrants | Capital Reduction | Share Option | Warrant Reserve | Translation | Accumulated | attributable to |
| | Reserve | Reserve | Reserve | Reserve | Reserve | Losses | equity holders |
| | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | RMB'000 | of the Company |
| | | | | | | | RMB'000 |
| FY13 | | | | | | | |
| Balance at January 1, 2013 | 407,932 | 79,151 | 4,132 | 2,920 | 26,760 | (428,639) | 92,256 |
| Adjustment valuation of Employee's Share Options | - | - | - | - | - | - | - |
| Conversion of warrants | 22,729 | - | - | - | - | - | 22,729 |
| Adjustment of valuation of warrants | - | - | (5,474) | - | - | 5,474 | - |
| Right Issues of Ordinary Shares | 20,784 | - | - | - | - | 5,197 | 25,981 |
| Issue of share – YESS/WT acquisition | 13,117 | - | - | - | - | - | 13,117 |
| Issue of staff remuneration | 1,689 | - | - | - | - | - | 1,689 |
| Translation of Foreign Currency | - | - | - | - | 4,611 | (4,611) | - |
| Adjustment of valuation of Warrants – Stanley Lee Kiang Leng | - | - | - | (7,780) | - | 7,780 | - |
| Write off of Qew Warrants | - | - | - | (2,920) | - | (8,535) | (11,455) |
| Total Comprehensive Income for the year | - | - | - | - | - | 81,945 | 81,945 |
| Balance at December 31, 2013 | 466,251 | 79,151 | (1,342) | (7,780) | 31,371 | (341,389) | 226,262 |
| Balance at October 1, 2011 | 409,589 | 79,151 | 2,871 | - | 26,760 | (377,474) | 140,897 |
| 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) |
| Balance at December 31, 2012 | 417,340 | 79,151 | 4,132 | - | 26,760 | (397,066) | 130,317 |

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1 (d)(ii) Details of any changes in the Company's Share Capital arising from right 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.

| | Number of shares |
|--|-------------------------|
| Share Capital | |
| Ordinary shares issued and fully paid | |
| Balance as at 1 October 2013 | 5,629,435,029 |
| Issuance of ordinary shares pursuant to Rights Issue | 1,059,570,002 |
| Balance as at 31 December 2013 | 6,689,005,031 |

Saved as disclosed above, there were no changes to share capital during the quarter ended 31 December 2013.

As at 31 December 2013, the convertibles of our Company that remained outstanding are as follows:

| | As at 31 Dec 2013 No. of Shares | As at 31 Dec 2012 No. of Shares |
|---|--|--|
| Share Options granted on 29 September 2009 (exercisable on and after 29 September 2010) | - | 3,000,000 |
| Share Options granted on 25 May 2010 (exercisable on and after 25 May 2011) | 10,000,000 | 15,000,000 |
| Share Options granted on 25 May 2010 (exercisable on and after 25 May 2012) | 3,000,000 | 33,000,000 |
| Share Options granted on 30 August 2012 and April 2013 (exercisable on and after 30 August 2013) | 127,000,000 | - |
| Warrants granted on 22 February 2012 (expire on 21 February 2015) | - | 582,500,000 |
| Warrants granted on 28 January 2013 (expire on 27 January 2016) | 250,000,000 | - |
| | 390,000,000 | 633,500,000 |

In November 2012 the Company announced that 253,818,894 warrants which had not been exercised by the Exercise Date (as defined in the Company's announcement dated 15 November 2012) had lapsed, and are now invalid. The Company confirmed that there are no other outstanding convertibles.

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 2013 is 6,689,005,031 (31 December 2012 : 4,707,935,029)

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares 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 financial year ended 31 December 2012.

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

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 | |
|--|--------------------------|--------------------------|------------------------------|------------------------------|
| | 4th Qtr Ended 31/12/2013 | 4th Qtr Ended 31/12/2012 | YTD 4th Qtr Ended 31/12/2013 | YTD 4th Qtr Ended 31/12/2012 |
| Profit/(Loss) per ordinary share: | | | | |
| (i) Based on weighted average no. of ordinary shares in issue (fen) | 1.31 | (0.19) | 1.23 | (1.34) |
| (ii) On a fully diluted basis (fen) | 1.22 | (0.18) | 1.34 | (1.29) |
| Number of shares in issue: | | | | |
| (i) Based on weighted average no. of ordinary shares in issue (in million) | 6,090 | 4,596 | 5,296 | 4,155 |
| (ii) On a fully diluted basis (in million) | 6,537 | 4,826 | 4,882 | 4,597 |

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 and options 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 (excluding treasury shares) of the issuer at the end of the :

- (a) current financial period reported on; and
(b) immediately preceding financial year.

| | Group | | Company | |
|--|-----------|-----------|-----------|-----------|
| | 31-Dec-13 | 31-Dec-12 | 31-Dec-13 | 31-Dec-12 |
| Net Asset Value (RMB'000) | 234,716 | 104,539 | 226,262 | 92,256 |
| Based on existing issued share capital (fen per share) | 3.51 | 2.22 | 3.38 | 1.96 |
| Net Asset Value has been computed based on the share capital of (in million of shares) | 6,689 | 4,708 | 6,689 | 4,708 |

- 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 announced the completion of the acquisition of Trechance Holdings Limited ("Trechance" and together with its subsidiaries, the "Trechance Group") on 29 October 2013. With the completion of the above acquisition, the Group recorded revenue in the fourth quarter of FY2013 ("4Q2013") of approximately RMB61.1 million from continuing operations, contributed by the Trechance Group (arising mainly from the sale of property units in the "Xiao Cheng Gu Shi" project). The Group's total revenue for FY2013 was approximately RMB61.1 million from continuing operations, compared to no operating revenue being recorded for the financial year ended 31 December 2012 ("FY2012"), as the Group was in the midst of disposing its titanium dioxide business, which has since been completed. Gross profit of approximately RMB18.7 million was recorded for FY2013, after deducting direct costs of approximately RMB42.4 million for the same period.

Other income of approximately RMB9.9 million for FY2013 was derived mainly from interest income on the receivables from the vendor of the Trechance Group. The Group also incurred administration expenses of approximately RMB31.0 million, representing an increase of approximately 39.5% over the previous financial year. The increase in administration expenses was due mainly to mergers and acquisitions ("M&A") activity (including sourcing of new property projects), an increase in staff costs (including equity-based compensation) and higher professional and related fees incurred as a result of the increased M&A activity. Consequently, for FY2013, the Group recorded a loss after income tax from continuing operations of approximately RMB6.6 million. Amortisation of intangible assets of RMB0.07 million relate to the depreciation of the investment properties of Yess Le Green Pte. Ltd. ("YLG") and West Themes Pte. Ltd. ("WT") and computer software for the Group's head office. Depreciation of 1.6 million was mainly incurred by the disposed titanium dioxide business, YLG and WT.

However, the Group recorded an overall net profit of RMB65.3 million mainly due to profit from discontinued operations of approximately RMB72.0 million. The profit from discontinued operations was mainly due to an overall gain on the disposal of subsidiaries of approximately RMB79.0 million (which is a write back of the Group's deferred income of approximately RMB84.3 million due to the completion of the disposal of the previous titanium dioxide business, partially offset by a loss on disposal of YLG and WT of approximately RMB5.3 million). This is a significant improvement over the previous year's loss of approximately RMB59.6 million.

BALANCE SHEET

Total assets increased from RMB216.9 million as at 31 December 2012 to RMB948.7 million as at 31 December 2013, mainly due to an increase in current assets from RMB216.8 million to RMB872.2 million resulting mainly from the acquisition of the Trechance Group. The acquisition of the Trechance Group contributed to an increase in accounts receivables of RMB587.3 million (inclusive of the receivables of RMB180 million due from the vendor of the Trechance Group) and inventories on completed construction of units at the Xiao Chen Gu Shi project of RMB169.2 million and land located in Kaiyang County, Guizhou Province of RMB81.0 million. Cash and cash equivalents decreased from approximately RMB66.2 million as at 31 December 2012 to approximately RMB34.7 million as at 31 December 2013 due to repayment of a bank loan incurred by the Group's previous subsidiary as well as working capital for head office costs, acquisition costs and related projects costs, offset by the cash inflow from the Company's rights issue in 2013 of approximately RMB25.0 million and exercise of warrants of RMB11.0 million.

Total non-current assets increased from approximately RMB0.06 million in FY2012 to RMB76.5 million due to the acquisition of the Trechance Group with a portion of the Xiao Cheng Gu Shi project classified as properties held for investment of approximately RMB76.3 million.

Total liabilities increased from RMB99.3 million to RMB714.0 million mainly due to the acquisition of the Trechance Group. The acquisition contributed to an increase in trade and other payables of approximately RMB632.6 million (consisting mostly of advances from customers of the Xiao Chen Gu Shi project and amounts payable to trade creditors), provision for taxation of RMB 45.9 million, deferred income of RMB18.2 million (consisting of negative goodwill from acquisition of the Trechance Group) and borrowings of RMB17.3 million, comprising the bonds issued to the vendor for the acquisition of the Trechance Group.

The Group had a positive working capital of RMB158.2 million mainly due to inventories of RMB250.2 million, accounts receivables of RMB587.2, issuance of bonds of RMB17.3 million to the vendor of the Trechance Group and cash of RMB34.7 million, offset by trade payables of RMB632.6 million, deferred income of RMB18.2 million and taxation payable of RMB45.9 million.

The Group's net tangible assets increased from RMB104.5 million in 31 December 2012 to RMB234.7 million in 31 December 2013 mainly due to an increase in share capital of RMB58.4 million from the rights issue in 2013 and exercise of warrants as well as retained earnings of RMB90.5 million.

CASH FLOW

Net cash generated from operating activities was RMB25.7 million for FY2013 (largely as a result of a net profit before taxation of RMB69.1million and positive working capital of RMB42.2 million, after adjustment of the write back of deferred income of RMB84.2 million), compared with RMB15.1 million in FY2012. There was a net cash outflow from

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investing activities of approximately RMB5.0 million in FY2013 (mainly due to the Company's acquisition earlier in the year of YLG and WT) compared to an outflow of RMB58.5 million in FY2012. Net cash used in financing activities was RMB5.9 million in FY2013 (largely because of the repayment of a bank loan to the Group's previous subsidiaries), compared to a net outflow of RMB19.3 million in FY2012. Therefore there was an increase of approximately RMB14.8 million in cash and cash equivalents resulting in a balance of approximately RMB34.7 million as at 31 December 2013.

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

Nil.

10. A commentary at the date of the announcement of the 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.

With the completion of the acquisition of the Trechance Group and the divestment of YLG and WT, the Group's main operating business going forward will be that of the Trechance Group. As such, the Group expects the main portion of its future revenue to be generated from the ongoing real estate projects of the Trechance Group for the foreseeable future. The Group plans to continue to look for suitable acquisition targets and/or real estate projects or investments, with a primary focus on PRC real estate.

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

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- 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.**

The Group has not obtained a general mandate from shareholders for Interested Party Transactions.

- 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 the 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.**

Pursuant to the Rights Issue, the Company issued 1,059,570,002 Rights Shares at S\$0.005 per share on 22 November 2013. Out of the gross proceeds of S\$5.3 million raised, the unutilized balance as of 31 December 2013 was S\$4.55 million. The details of the proceeds utilized as at 31 December 2013 are as follows :

| Intended Use | Amount Allocated (S\$ million) | Amount Utilised (S\$ million) |
|---|---|--|
| Real estate development and/or investment in real estate assets | Up to S\$3.46 | S\$0.615 |
| Working capital purposes | Up to S\$1.49 | - |
| Rights Issue expenses | S\$0.35 | S\$0.135 |
| Total (Gross Proceeds/Total Utilised) | S\$5.30 | S\$0.750 |

- 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 Group only has 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 Financial Year RMB'000 Group | Previous Financial Year RMB'000 Group | % Increase/ (Decrease) Group |
|---|--|--|---|
| a. Sales reported for the first half year (January to June 2013) | 1,007 | - | n.m. |
| b. Operating profit/(loss) after tax before deducting minority interest reported for the first half year (January to June 2013) | (10,062) | 30,401 | n.m. |
| c. Sales reported for the second half year (July to December 2013) | 62,160 | - | n.m. |
| d. Operating profit/(loss) after tax before deducting minority interest reported for the second half year (July to December 2013) | 75,391 | (55,152) | n.m. |

n.m. not meaningful

* : in excess of 100%

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.

Not applicable as there are no such persons occupying a managerial position in the issuer or any of its principal subsidiaries as at the date of this announcement.

Ms Yin Zhenwei Joyce, who is the daughter of the Company's Executive Chairman, Dr In Nany Sing Charlie, has ceased to be appointed as Executive Director (as announced on 31 March 2014).

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ON BEHALF OF THE DIRECTORS

IN NANY SING CHARLIE
Executive Chairman

BY ORDER OF THE BOARD
14 April 2014

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 the 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 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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