

YONGMAO HOLDINGS LIMITED
(Company Registration No.200510649K)

FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2008

The initial public offering of Yongmao Holdings Limited's ("the Company") shares was sponsored by CIMB-GK Securities Pte. Ltd. This announcement has been prepared and released by the company.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF FULL YEAR RESULTS

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

Group Income Statement for the year ended 31 March 2008. These figures have not been audited.

	Group		
	RMB'000		%
	12 months ended 31 March 2008 (FY2008)	12 months ended 31 March 2007 (FY2007)	Increase/ (Decrease)
Revenue	652,832	278,256	134.6%
Cost of sales	(410,665)	(172,596)	137.9%
Gross profit	242,167	105,660	129.2%
Other operating income	2,775	549	405.5%
Administrative expenses	(35,828)	(11,486)	211.9%
Distribution costs	(72,482)	(34,677)	109.0%
Other operating expenses	(2,668)	(817)	226.6%
Finance costs	(5)	(5)	-
Total Operating Expenses	(110,983)	(46,985)	136.2%
Listing expenses	(7,495)	-	NM
Total Expenses	(118,478)	(46,985)	152.2%
Profit before taxation	126,464	59,224	113.5%
Taxation	(3,973)	-	NM
Net profit attributable to Shareholders	122,491	59,224	106.8%

NM: Not Meaningful

Note:

The Group profit before taxation is arrived at after charging / (crediting):

	Group		
	RMB'000		%
	12 months ended 31 March 2008	12 months ended 31 March 2007	Increase/ (Decrease)
Amortisation of intangible assets	1,210	1,161	4.2%
Depreciation of property, plant and equipment	4,761	2,338	103.6%
Exchange loss	2,232	266	739.1%
Gain on disposal of property, plant and equipment	(81)	-	NM
Operating lease rentals	4,526	3,600	25.7%
Interest income	(995)	(196)	407.7%
Interest expense	5	5	0.0%
Listing expenses	7,495	-	NM

NM: Not Meaningful

Note: Basis of preparation of accounts**Common control business combination outside the scope of FRS 103 "Business Combinations"**

A business combination involving entities under common control is a business combination in which all the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination, and that control is not transitory. The Restructuring Exercise described in the Company's prospectus dated 31 January 2008 ("Prospectus") resulted in a business combination involving common control entities, and accordingly the accounting treatment is outside the scope of FRS 103. For such common control business combinations, the merger accounting principles are used to include the assets, liabilities, results, equity changes and cash flows of the combining entities in the consolidated financial statements.

In applying merger accounting, financial statement items of the combining entities or businesses for the reporting year in which the common control combination occurs, and for any comparative years disclosed, are included in the consolidated financial statements of the combined entity as if the combination had occurred from the date when the combining entities or businesses first came under the control of the controlling party or parties.

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 March 2008	31 March 2007	31 March 2008	31 March 2007
	RMB'000	RMB'000	RMB'000	RMB'000
ASSETS				
Non-current				
Property, plant and equipment	171,022	19,024	18	-
Intangible assets	5,039	5,249	-	-
Available-for-sale financial assets	-	23,000	-	-
Investment in subsidiary & associate	-	-	249,806	28,572
	<u>176,061</u>	<u>47,273</u>	<u>249,824</u>	<u>28,572</u>
Current				
Inventories	105,635	56,621	-	-
Trade and other receivables	57,065	18,624	12	-
Amount owing by related parties	179,745	99,863	-	-
Amount owing by an investee company	-	417	-	-
Dividend receivables	-	-	25,000	-
Amount owing by subsidiary	-	-	6,481	-
Cash and cash equivalents	200,278	50,296	63,410	137
	<u>542,723</u>	<u>225,821</u>	<u>94,903</u>	<u>137</u>
TOTAL ASSETS	<u>718,784</u>	<u>273,094</u>	<u>344,727</u>	<u>28,709</u>
EQUITY				
Capital and Reserves				
Share capital	312,484	83,507	312,484	16,966
Reserves	132,713	58,280	25,630	(147)
	<u>445,197</u>	<u>141,787</u>	<u>338,114</u>	<u>16,819</u>
LIABILITIES				
Current				
Trade & other payables	124,769	49,905	1,537	29
Amount owing to a corporate shareholder	-	11,606	-	11,606
Amount owing to related parties	139,769	56,296	-	255
Tax payable	3,973	-	-	-
Dividend payable	5,076	-	5,076	-
Bank borrowings	-	13,500	-	-
	<u>273,587</u>	<u>131,307</u>	<u>6,613</u>	<u>11,890</u>
	<u>718,784</u>	<u>273,094</u>	<u>344,727</u>	<u>28,709</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.**Amount repayable in one year or less, or on demand**

As at 31 March 2008		As at 31 March 2007	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
-	-	-	13,500

Amount repayable after one year

As at 31 March 2008		As at 31 March 2007	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
-	-	-	-

Details of any collateral

Nil

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	
	RMB'000	
	12 months ended 31 March 2008	12 months ended 31 March 2007
Cash flow from operating activities		
Profit before taxation	126,464	59,224
Adjustments for:		
Amortisation of intangible assets	1,210	1,161
Depreciation of property, plant and equipment	4,761	2,338
Gain on disposal of property, plant and equipment	(81)	-
Interest expense	5	5
Interest income	(995)	(196)
Exchange translation	1,287	27
Operating profit before working capital changes	132,651	62,559
Increase in inventories	(49,014)	(56,621)
Increase in operating receivables	(157,356)	(64,843)
Increase in operating payables	166,237	93,246
Cash generated from operations	92,518	34,341
Interest paid	(5)	-
Net cash generated from operating activities	92,513	34,341
Cash flow from investing activities		
Proceeds from sale of available-for-sale financial assets	23,000	(23,000)
Acquisition of property, plant and equipment	(161,011)	(10,192)
Proceeds from disposal of property, plant and equipment	391	-
Deposit paid	(12,885)	-
Acquisition of intangible assets	(1,000)	-
Interest received	988	196
Net cash used in investing activities	(150,517)	(32,996)
Cash flow from financing activities		
Bank borrowings (repaid) / obtained	(13,500)	13,500
Issue of shares	198,185	64,869
IPO expenses	(7,583)	-
Dividends paid	(17,500)	-
Repayment from / (advances to) related parties	52,342	(44,759)
(Repayment to) / advances from related parties	(2,458)	1,026
(Repayment to) / advances from a director	(1,500)	1,500
Net cash generated from financing activities	207,986	36,136
Net increase in cash and cash equivalent	149,982	37,481
Cash and cash equivalents at beginning of year	50,296	12,815
Cash and cash equivalents at end of year	200,278	50,296

Analysis of cash and cash equivalents

	Group	
	RMB'000	
	12 months ended 31 March 2008	12 months ended 31 March 2007
Cash on hand	109	255
Bank balances	142,253	50,041
Fixed deposits	57,916	-
	<u>200,278</u>	<u>50,296</u>

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.

Group	Share capital	Merger Reserve	(Accumulated loss)/retained profit	Statutory common reserve	Exchange fluctuation reserve	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 31 March 2006	5,000	-	(987)	-	16	4,029
Contribution during the year	78,507	-	-	-	-	78,507
Translation differences	-	-	-	-	27	27
Net profit for the year	-	-	59,224	-	-	59,224
Transfer to statutory common reserve	-	-	(5,612)	5,612	-	-
Balance at 31 March 2007	83,507	-	52,625	5,612	43	141,787
Issuance of new shares arising from capitalising of indebtedness	11,606	-	-	-	-	11,606
Conversion of convertible loan to share capital	93,310	-	-	-	-	93,310
Deeded distribution to the then equity owners pursuant to the Restructuring Exercise	(66,541)	-	-	-	-	(66,541)
Merger reserve arising from the Restructuring Exercise	-	(26,769)	-	-	-	(26,769)
Issue of shares arising from application monies	198,185	-	-	-	-	198,185
Share issue costs	(7,583)	-	-	-	-	(7,583)
Translation differences	-	-	-	-	1,264	1,264
2007 dividend declared to the then shareholders prior to the Restructuring Exercise	-	-	(17,500)	-	-	(17,500)
Dividends	-	-	(5,053)	-	-	(5,053)
Net profit for the year	-	-	122,491	-	-	122,491
Transfer to statutory common reserve	-	-	(13,268)	13,268	-	-
Balance at 31 March 2008	312,484	(26,769)	139,295	18,880	1,307	445,197

Company	Share capital	(Accumulated loss)/retained profit	Statutory common reserve	Exchange fluctuation reserve	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 31 March 2006	-	(51)	-	(1)	(52)
Contribution during the year	16,966	-	-	-	16,966
Translation differences	-	-	-	(2)	(2)
Net profit for the year	-	(93)	-	-	(93)
Balance at 31 March 2007	16,966	(144)	-	(3)	16,819
Issuance of new shares arising from capitalising of indebtedness	11,606	-	-	-	11,606
Conversion of convertible loan to share capital	93,310	-	-	-	93,310
Issue of shares arising from application monies	198,185	-	-	-	198,185
Share issue cost	(7,583)	-	-	-	(7,583)
Translation differences	-	-	-	1,314	1,314
Dividends	-	(5,053)	-	-	(5,053)
Net profit for the year	-	29,516	-	-	29,516
Balance at 31 March 2008	312,484	24,319	-	1,311	338,114

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of Ordinary Shares	Resultant issued and paid up share capital S\$
Issued and fully paid-up capital as at 1 April 2006	2	2
Issue of ordinary shares	3,321,998	3,325,350
Issued and fully paid-up capital as at 31 March 2007	3,322,000	3,325,352
Issued and fully paid-up capital as at 1 April 2007	3,322,000	3,325,352
Increase in share capital pursuant to the Debt Capitalisation	96,338,000	2,181,000
Issue of Shares under the Loan Conversion	232,540,000	18,700,000
Pre-invitation share capital as at 20 Feb 2008	332,200,000	24,206,352
As at 20 Feb 2008	332,200,000	24,206,352
Issue of fully paid ordinary shares which rank pari passu in all respects with earlier issued and fully paid-up shares pursuant to the IPO, less IPO-related expenses	111,550,000	37,548,529
As at 31 March 2008	443,750,000	61,754,881

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

	31 March 2008	31 March 2007
Total number of issued shares (excluding treasury shares)	443,750,000	3,322,000

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

Not applicable

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.

Except as disclosed under Item 5 below, the Group has applied the same accounting policies and methods of computation in the Group's financial statements for the current reporting year as compared with the audited financial statements for the financial year ended 31 March 2007.

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.

The Group adopted all the applicable new and revised Singapore Financial Reporting Standards ("FRS") including related interpretations ("INT FRS") promulgated by the Council on Corporate Disclosure and Governance, which became effective for the financial statements of the Group and of the Company for the financial year ended 31 March 2008. The adoption of the new and revised FRS and INT FRS did not give rise to any adjustments to the opening balances of the accumulated profits of the Group and of the Company for the prior periods or change in comparatives.

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.

	Group	
	12 months Ended 31 March 2008 (1)	12 months Ended 31 March 2007 (2)
Earnings of the group, after deducting any provision for preference dividends (in RMB'000):	122,491	59,224
Weighted average no. of shares used in computation of basic earning per shares	379,614,384	332,200,000
Earnings per share (in cents RMB)		
(a) Based on weighted average number of ordinary shares on issue	32.27	17.83
(b) On a fully diluted basis	32.27	17.83

Explanatory Notes:

- (1) The calculation of basic and fully diluted earning per share for the full year ended 31 March 2008 is based on the Group's profit attributable to equity holders of the Company of RMB122,491,000 and the weighted average number of shares for the full year of 379,614,384.
- (2) The calculation of basic and fully diluted earnings per share for the full year ended 31 March 2007 is based on the Group's profit attributable to equity holders of the Company of RMB59,224,000 and pre-invitation share capital of 332,200,000 shares

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	31 March 2008 (1)	31 March 2007 (2)	31 March 2008 (1)	31 March 2007 (2)
Net asset value per ordinary share (RMB cents)	100.33	42.68	76.19	5.06

- (1) Net asset value per share for Group and company for 31 March 2008 has been computed based on shareholder's equity as at this date and current number of shares of 443,750,000 ordinary shares
- (2) Net asset value per share for Group and company for 31 March 2007 has been computed based on shareholder's equity as at this date and number of shares based on pre-Invitation share capital of 332,200,000 ordinary shares

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.**

REVIEW OF INCOME STATEMENT OF THE GROUP

Financial year ended 31 March 2008 ("FY2008") vs Financial Year ended 31 March 2007 ("FY2007")

Revenue

In FY2008, the Group, which is in the tower crane business, recorded revenue of RMB652.8 million compared to RMB278.3 million in FY2007. The strong revenue growth of RMB374.5 million or 134.6% was due to increasing recognition of the Group's brand of tower cranes by the international market. In addition, there was an increase in demand for the Group's tower cranes from both existing customers and new customers. This increase was driven by the burgeoning construction industry in the Middle East, America, Europe, PRC and Asia. The Group also recorded maiden sales to markets such as Ukraine, Malaysia and Australia.

Cost of sales and gross profit

In line with the increase in revenue, cost of sales of RMB410.6 million in FY2008 was RMB238.0 million or 137.9% higher than that of FY2007.

Similarly, overall gross profit rose by RMB136.5 million or 129.2% to RMB242.2 million in FY2008. Average gross profit margin in FY2008 was 37.1% as compared to 38.0% in FY2007. The slight decrease in margin was mainly due to the higher cost of steel. During the financial year, the Group has increased its selling price to some of its customers.

Other operating income

Other operating income increased by RMB2.2 million in FY2008 due mainly to an increase in government grant of RMB1.3 million arising from higher exports achieved and an increase in interest income of RMB0.8 million due to higher cash balance from IPO proceeds.

Total operating expenses

Total operating expenses increased by RMB64.0 million or 136.2% in tandem with the increase in revenue. Major cost increases include higher headcount and bonus, higher distribution costs (mainly freight and transportation), higher corporate expenses (on conversion to a listed company) and exchange loss (arising from a weaker US\$).

IPO Cost

Total IPO related expenses incurred amounted to RMB15.1 million relating mainly to underwriting cost, professional fees and other IPO related expenses. A sum of RMB7.6 million is deducted against share capital whilst the balance of RMB7.5 million is taken to the income statement.

Taxation

Income tax expense amounted to RMB4.0 million in FY2008Q4 as our profit derived from our operating subsidiary in the PRC was 50% tax exempt commencing from 1 January 2008 (FY2008Q4). In FY2007, there was no tax charge as our operating subsidiary is tax exempted for two years in calendar year 2006 and 2007.

Net Profit attributable to Shareholders

Net profit attributable to Shareholders grew from RMB59.2 million in FY2007 to RMB122.5 million in FY2008 in line with the increase in revenue partially offset by one-time IPO expenses write off and expiry of full tax exemption.

REVIEW OF FINANCIAL POSITION

Non-current Assets

As at 31 March 2008, non-current assets amounted to RMB176.1 million or 24.5% of our total assets, comprising property, plant and equipment of RMB171.0 million and intangible assets of RMB5.1 million. Overall non-current assets increased by RMB128.8 million. The bulk of the increase was due to the construction in progress relating to the building of the new factory. This was partially offset by a decline in available-for-sale financial assets which were disposed off during the year.

Current Assets

As at 31 March 2008, current assets amounted to RMB542.7 million or 75.5% of our total assets, comprising inventories of RMB105.6 million, trade and other receivables of RMB57.1 million, amounts owing by related parties of RMB179.7 million and cash and cash equivalents of RMB200.3 million.

The increase in inventory amounted to RMB49.0 million is due to higher stock level maintain as a result of higher sales and higher order book on hand. The increase in trade and other receivables was mainly due to increase in trade receivables of RMB1.5 million as a result of higher sales at end of the financial year, and increase in advances amounting to RMB23.4 million made to supplier of raw materials and deposit paid of RMB12.9 million for land used rights and staff housing.

Current Liabilities

Current liabilities comprise mainly trade & other payables and amounts owing to related parties.

As at 31 March 2008, current liabilities amounted to RMB273.6 million, comprising trade & other payables of RMB124.8 million, amount owing to related parties of RMB139.8 million, tax provision of RMB4.0 million and dividend payable of RMB5.1 million

Trade & other payables increased by RMB74.9 million mainly due to increase in trade payables of RMB19.8 million, increase in other payables relating mainly to advance payment from customers of RMB31.7 million, accruals of salary/bonus and related cost of RMB13.8 million, provision for directors' fees of RMB0.9 million and other miscellaneous accruals of RMB3.9 million, all as a result of the increase in business activities.

Shareholders' Equity

As at 31 March 2008, shareholders' equity amounted to RMB445.2 million. The increase in shareholders' equity was mainly due to the issue of new IPO shares of 111,550,000 at S\$0.35 per shares on 21 February 2008 and profit for FY2008.

REVIEW OF CASHFLOW STATEMENT

Net increase in cash and cash equivalent amounted to RMB150.0 million. The net increase is due to increase in cash generated from financing activities of RMB208.0 million and cash generated from operating activities of RMB92.5 million but offset by cash used in investing activities of RMB150.5 million.

The cash generated from financing activities is due mainly to the issue of new shares, the cash generated from operating activities is due mainly to higher net profit for the year and the cash used in investing activities is mainly for the payments of the new factory.

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

We have disclosed various prospects and trend information in our Prospectus (in particular under the section "Prospects, Strategies and Future Plans" of the Prospectus), and these are consistent with the results described in this announcement.

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.

The Group expects its business to continue to grow as the demand for tower cranes continues to remain robust particularly in the Middle East, Asia, Russia and Ukraine, fueled by the booming construction activities in these regions. In the PRC, strong demand for the Group's products is expected to be driven by infrastructure projects such as nuclear power plants.

The Group's order book as at 31 March 2008 stands at RMB525 million. Outstanding sales orders from the Group's newly secured customers in Australia and Russia amount to RMB22.4 million & RMB19.2 million respectively. These orders are expected to be fulfilled in FY2009.

The Group faces the risk of rising steel prices. Nonetheless, the Group will continue to adjust its selling prices to minimize this risk where appropriate.

Barring unforeseen circumstances, the Group is optimistic of its prospects for FY2009.

11. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Final
Dividend Type	Cash
Amount per Share (in Singapore cents)	1.0 cents per ordinary share
Tax Rate	Not applicable

For the year ended 31 March 2008, Directors have recommended a Final one-tier dividend of 1 Singapore cent per share for approval at the Annual General Meeting to be held on 28 July 2008. Based on current number of shares of 443,750,000 ordinary shares, total dividend payable amounted to S\$4,437,500.

As disclosed in Prospectus, an interim dividend of S\$1,000,000 (RMB5.1 million) was declared in 20 November 2007. This dividend was declared to its then equity owners. The dividend was paid on 14 April 2008. The rates of dividend and the number of shares ranking for dividends are not presented as such information are not meaningful. (see note 16)

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No dividend has been declared or recommended in FY2007

(c) Date payable

The proposed final dividend will be payable on 26 August 2008

(d) Books closure date

Notice is hereby given that the Share Transfer Books and the Register of Members of the Company will be closed on 13 August 2008 for the preparation of dividend vouchers. Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. 3 Church Street #08-01 Samsung Hub Singapore 049483, up to 5.00 pm on 12 August 2008 will be registered to determine shareholders entitlement to the dividends

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

Not applicable

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical 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.

Segmental information is presented in respect of the Group's geographical segments. In presenting information on the basis of geographical segments, segment revenue and trade receivables are based on the geographical location of customers. Segment information by business segments is not presented as the Group's business relates solely to the manufacture and sales of tower cranes and tower crane components.

	Middle East & Asia (excluding PRC) RMB'000	USA & Europe RMB'000	PRC RMB'000	Consolidated RMB'000
<u>FY2008</u>				
Revenue	281,888	207,751	163,193	652,832
<u>FY2007</u>				
Revenue	133,933	83,256	61,067	278,256

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

See Paragraph 8

15. A breakdown of sales.

Not applicable as this is our first full year results announcement.

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

	Latest Full Year (S\$)	Previous Full Year (S\$)
Ordinary	1,000,000	-
Preference	-	-
Total:	1,000,000	-

17. Interested Party Transactions

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) Note (1)	Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	RMB'000	RMB'000
Sales to related parties		
Shanghai Tat Hong Equipment Rental Co., Ltd (上海达丰机械租赁有限公司)	12,946	16,297
China Nuclear Huaxing Tat Hong Machinery Construction Co. Ltd (中核华兴达丰机械工程有限公司)	18,968	41,253
Purchases from related parties		
Fushun Yongmao Engineering Machinery Co., Ltd (抚顺永茂工程机械有限公司)	6,527	-
Beijing Yongmao Jiangong Machinery Manufacturing Co., Ltd (北京永茂建工机械有限公司)	100,793	58,889
Property, plant and equipment purchased from a related party		
Fushun Yongmao Engineering Machinery Co., Ltd (抚顺永茂工程机械有限公司)	2,000	-
Intangible assets purchased from a related party		
Fushun Yongmao Engineering Machinery Co., Ltd (抚顺永茂工程机械有限公司)	1,000	-

Note (1): The Shareholders' Mandate for interested person transaction commenced from 31 January 2008 (the date of Prospectus). Therefore, transactions incurred prior to 31 January 2008 which are above S\$100,000 are not considered as incurred under Shareholders' Mandate.

BY ORDER OF THE BOARD

Tian Ruo Nan
Chief Executive Officer
27/05/2008