

YONGMAO HOLDINGS LIMITED
(Company Registration No.200510649K)

UNAUDITED FIRST QUARTER FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1,Q2 & Q3), HALF-YEAR AND 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 period ended 30 June 2011. These figures have not been audited.

	Group (First Quarter)		
	RMB'000		%
	3 months ended 30 Jun 2011 (Q1 FY2012)	3 months ended 30 Jun 2010 (Q1 FY2011)	Increase/ (Decrease)
Revenue	211,330	148,445	42.4
Cost of sales	(145,904)	(118,570)	23.1
Gross profit	65,426	29,875	119.0
Other operating income	694	494	40.5
Administrative expenses	(19,251)	(13,947)	38.0
Distribution costs	(19,379)	(11,265)	72.0
Other operating expenses	(1,022)	(213)	379.8
Finance costs	(4,149)	(1,631)	154.4
Total operating expenses	(43,801)	(27,056)	61.9
Profit from operations	22,319	3,313	573.7
Share of results of associated companies, net of tax	1,312	2,975	(55.9)
Profit before taxation	23,631	6,288	275.8
Taxation	(5,558)	(2,136)	160.2
Net profit for the period	18,073	4,152	335.3
Attributable to:			
Equity holders of the Company	17,452	4,017	334.5
Non-controlling interests	621	135	360.0
Net profit for the period	18,073	4,152	335.3

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

	Group (First Quarter)		
	RMB'000		%
	3 months ended 30 Jun 2011 (Q1 FY2012)	3 months ended 30 Jun 2010 (Q1 FY2011)	Increase/ (Decrease)
Net profit for the period	18,073	4,152	335.3
Other comprehensive loss:			
Exchange translation difference	(41)	(80)	(48.8)
Other comprehensive expense for the period, net of tax	(41)	(80)	(48.8)
Total comprehensive income for the period	18,032	4,072	342.8
Total comprehensive income attributable to:			
Equity holders of the Company	17,411	3,937	342.2
Non-controlling interests	621	135	360.0
Total comprehensive income for the period	18,032	4,072	342.8

Note:

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

	Group (First Quarter)		
	RMB'000		%
	3 months ended 30 Jun 2011 (Q1 FY2012)	3 months ended 30 Jun 2010 (Q1 FY2011)	Increase/ (Decrease)
Amortisation of intangible assets	108	315	(65.7)
Depreciation of property, plant and equipment	2,811	2,969	(5.3)
Exchange loss	596	139	328.8
Gain on disposal of property, plant and equipment	-	(49)	NM
Interest income	(154)	(79)	94.9
Interest expense	4,149	1,631	154.4
Operating lease rentals	4,520	4,264	6.0

NM: Not Meaningful

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	
	30 June 2011	31 Mar 2011	30 June 2011	31 Mar 2011
	RMB'000	RMB'000	RMB'000	RMB'000
ASSETS				
Non-current				
Property, plant and equipment	306,556	296,591	4	5
Intangible assets	1,288	1,396	-	-
Goodwill	23,337	23,337	-	-
Investment in subsidiaries	-	-	304,683	304,683
Associated companies	17,813	18,198	13,500	13,500
Assets held-for-sale	2,998	2,998	-	-
Trade and other receivables	2,133	2,849	-	-
Deferred costs	45,403	34,713	-	-
Deferred tax assets	7,070	4,415	-	-
	<u>406,598</u>	<u>384,497</u>	<u>318,187</u>	<u>318,188</u>
Current				
Inventories	381,029	379,805	-	-
Trade and other receivables	334,593	243,191	384	611
Deferred costs	33,028	18,406	-	-
Amount owing by subsidiaries (non-trade)	-	-	34,899	10,778
Amounts owing by related parties	54,576	48,352	-	-
Amounts owing by corporate shareholders of subsidiaries	9,796	10,015	-	-
Amounts owing by associated companies	37,845	33,159	-	-
Cash and cash equivalents	98,663	95,848	10,019	4,442
	<u>949,530</u>	<u>828,776</u>	<u>45,302</u>	<u>15,831</u>
TOTAL ASSETS	<u>1,356,128</u>	<u>1,213,273</u>	<u>363,489</u>	<u>334,019</u>
EQUITY				
Capital and Reserves				
Share capital	312,484	312,484	312,484	312,484
Reserves	182,533	165,122	48,163	19,324
Equity attributable to equity holders of the Company	<u>495,017</u>	<u>477,606</u>	<u>360,647</u>	<u>331,808</u>
Non-controlling interests	25,528	24,907	-	-
TOTAL EQUITY	<u>520,545</u>	<u>502,513</u>	<u>360,647</u>	<u>331,808</u>
LIABILITIES				
Non-current				
Bank borrowings	919	975	-	-
Deferred income	62,115	42,042	-	-
Deferred tax liabilities	854	870	-	-
Trade and other payables	34,719	35,553	-	-
	<u>98,607</u>	<u>79,440</u>	<u>-</u>	<u>-</u>
Current				
Trade and other payables	355,138	331,659	2,842	2,211
Amounts owing to related parties	72,019	57,477	-	-
Amounts owing to corporate shareholders of subsidiaries	28,935	30,774	-	-
Amount owing to an associated company	-	4,002	-	-
Bank borrowings	230,238	180,238	-	-
Deferred income	44,970	24,563	-	-
Current tax payable	5,676	2,607	-	-
	<u>736,976</u>	<u>631,320</u>	<u>2,842</u>	<u>2,211</u>
TOTAL EQUITY AND LIABILITIES	<u>1,356,128</u>	<u>1,213,273</u>	<u>363,489</u>	<u>334,019</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 30 June 2011		As at 31 March 2011	
Secured ⁽¹⁾	Unsecured ⁽²⁾	Secured ⁽¹⁾	Unsecured ⁽²⁾
RMB'000	RMB'000	RMB'000	RMB'000
230,238	53,474	180,238	32,474

Amount repayable after one year

As at 30 June 2011		As at 31 March 2011	
Secured ⁽¹⁾	Unsecured	Secured ⁽¹⁾	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
919	-	975	-

Details of any collateral**Note (1):**

The secured loans include the following:

- RMB90.0 million (31 March 2011 – RMB90.0 million) bank borrowings granted to Fushun Yongmao Construction Machinery Co., Ltd. ("Fushun Yongmao") secured by certain leasehold buildings and land use rights from a related party, Fushun Yongmao Engineering Machinery Co., Ltd.
- RMB40.0 million (31 March 2011 – RMB40.0 million) bank borrowings granted to Fushun Yongmao and secured by bills receivables.
- RMB50.0 million (31 March 2011 – RMB30.0 million) bank borrowing granted to Fushun Yongmao. This bank borrowing is guaranteed by Beijing Yongmao Jiangong Machinery Manufacturing Co., Ltd. ("Beijing Yongmao").
- RMB20.0 million (31 March 2011 – RMB20.0 million) bank borrowing granted to Fushun Yongmao. This bank borrowing is guaranteed by Beijing Yongmao and a director of the Company.
- RMB30.0 million (31 March 2011 – RMB Nil) bank borrowing granted to Fushun Yongmao. This bank borrowing is guaranteed by the Company.
- RMB1.2 million (31 March 2011 – RMB1.2 million) in respect of motor vehicles acquired under finance leases.

The above bank borrowings are for the purpose of increasing the working capital.

Note (2):

The unsecured loans include the following:

- RMB21.8 million (31 March 2011 – RMB21.8 million), of which RMB18.4 million (31 March 2011 – RMB18.4 million) was interest-bearing, was from a corporate shareholder to Beijing Yongmao for the purpose of increasing the working capital of Beijing Yongmao.
- RMB8.7 million (31 March 2011 – RMB8.7 million), interest-free, was from a related company of a corporate shareholder to Beijing Yongmao for the purpose of increasing the working capital of Beijing Yongmao.
- RMB23.0 million (31 March 2011 – RMB Nil), interest-free, was from a related party to Fushun Yongmao for the purpose of increasing the working capital of Fushun Yongmao.
- RMB Nil (31 March 2011 – RMB2.0 million), interest-free, was from another related party to Fushun Yongmao for the purpose of increasing the working capital of Fushun Yongmao.

The above balances are recorded in current liabilities.

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 (First Quarter)	
	RMB'000 3 months ended 30 Jun 2011 (Q1 FY2012)	RMB'000 3 months ended 30 Jun 2010 (Q1 FY2011)
Cash flow from operating activities		
Profit before taxation	23,631	6,288
Adjustments for:		
Share of results of associated companies	(1,312)	(2,975)
Unrealised profits from sale of towercranes and towercrane accessories to associated companies	1,690	(580)
Amortisation of intangible assets	108	315
Depreciation of property, plant and equipment	2,811	2,969
Gain on disposal of property, plant and equipment	-	(49)
Interest expense	4,149	1,631
Interest income	(154)	(79)
Operating profit before working capital changes	30,923	7,520
Increase in inventories	(1,152)	(13,137)
Increase in deferred costs	(25,312)	-
Increase in operating receivables	(98,533)	(56,160)
Increase in operating payables	11,259	27,810
Increase in deferred income	40,487	-
Cash used in operations	(42,328)	(33,967)
Interest paid	(4,609)	(2,263)
Tax paid	(5,161)	(3,561)
Net cash used in operating activities	(52,098)	(39,791)
Cash flow from investing activities		
Purchase of property, plant and equipment	(16,193)	(16,955)
Investment in an associated company	-	(20,284)
Proceeds from sale of property, plant and equipment	-	87
Interest received	154	79
Net cash used in investing activities	(16,039)	(37,073)
Cash flow from financing activities		
Bank borrowings obtained	50,000	40,000
Restricted bank balances	(5,831)	-
Repayment to finance lease creditors	(63)	-
Advances from related parties	21,000	-
Net cash generated from financing activities	65,106	40,000
Net decrease in cash and cash equivalents	(3,031)	(36,864)
Cash and cash equivalents at beginning of period	49,214	82,566
Exchange adjustments	15	(30)
Cash and cash equivalents at end of period	46,198	45,672

Analysis of cash and cash equivalents

	Group	
	RMB'000 30 Jun 2011	RMB'000 30 Jun 2010
Cash on hand	96	2,302
Bank balances	98,567	48,370
	98,663	50,672
Restricted bank balances	(52,465)	(5,000)
	46,198	45,672

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 RMB'000	Merger reserve RMB'000	Retained profits RMB'000	Statutory common reserve RMB'000	Exchange fluctuation reserve RMB'000	Sub-total RMB'000	Minority interests RMB'000	Total RMB'000
Current year:								
Balance as at 1 Apr 2011	312,484	(26,769)	156,935	34,926	30	477,606	24,907	502,513
Total comprehensive income/(expense) for the period	-	-	17,452	-	(41)	17,411	621	18,032
Transfer to statutory common reserve	-	-	(2,619)	2,619	-	-	-	-
Balance as at 30 Jun 2011	312,484	(26,769)	171,768	37,545	(11)	495,017	25,528	520,545

Group	Share capital RMB'000	Merger reserve RMB'000	Retained profits RMB'000	Statutory common reserve RMB'000	Exchange fluctuation reserve RMB'000	Sub-total RMB'000	Minority interests RMB'000	Total RMB'000
Previous year:								
Balance as at 1 Apr 2010	312,484	(26,769)	161,469	28,501	(879)	474,806	26,292	501,098
Total comprehensive income/(expense) for the period	-	-	4,017	-	(80)	3,937	135	4,072
Transfer to statutory common reserve	-	-	(924)	924	-	-	-	-
Balance as at 30 Jun 2010	312,484	(26,769)	164,562	29,425	(959)	478,743	26,427	505,170

Company	Share capital	(Accumulated losses)/ Retained profits	Exchange fluctuation reserve	Total
	RMB'000	RMB'000	RMB'000	RMB'000
Current year:				
Balance as at 1 Apr 2011	312,484	19,324	-	331,808
Total comprehensive income for the period	-	28,839	-	28,839
Balance as at 30 Jun 2011	312,484	48,163	-	360,647

Company	Share capital	(Accumulated losses)/ Retained profits	Exchange fluctuation reserve	Total
	RMB'000	RMB'000	RMB'000	RMB'000
Previous year:				
Balance as at 1 Apr 2010	312,484	(1,510)	(1,152)	309,822
Total comprehensive income/(expense) for the period	-	10,807	(18)	10,789
Balance as at 30 Jun 2010	312,484	9,297	(1,170)	320,611

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.

There were no 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 31 March 2011. As at 30 June 2011, the total number of shares issued by the Company is 443,750,000.

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

	30 June 2011	31 March 2011
Total number of issued shares (excluding treasury shares)	443,750,000	443,750,000

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.

The Group has adopted the same accounting policies and method of computation as the audited financial statements for the financial year ended 31 March 2011 except that the Group has adopted all the new and revised FRS and INT FRS that are relevant to its operations and effective for annual periods beginning on 1 April 2011.

The adoption of these new or revised FRS and INT FRS did not result in substantial changes to the Group's accounting policies nor any significant impact on these financial statements.

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.

Please refer to Para 4 above.

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 (First Quarter)	
	RMB'000	
	3 months ended 30 Jun 2011 (Q1 FY2012)	3 months ended 30 Jun 2010 (Q1 FY2011)
Earnings of the Group, after deducting any provision for preference dividends (in RMB'000):	17,452	4,017
Weighted average no. of shares used in computation of basic earning per shares	443,750,000	443,750,000
Earnings per share (in cents RMB)		
(a) Based on weighted average number of ordinary shares on issue	3.93	0.91
(b) On a fully diluted basis	3.93	0.91

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	
	30 Jun 2011	31 Mar 2011	30 Jun 2011	31 Mar 2011
Net asset value per ordinary share (RMB cents)	111.55	107.63	81.27	74.77

Net asset value per share for the Group and the Company for 30 June 2011 and 31 March 2011 has been computed based on shareholders' equity as at the respective dates and the number of shares of 443,750,000 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

First Quarter FY2012 ("Q1 FY2012") vs First Quarter FY2011 ("Q1 FY2011")

Revenue

Group revenue increased 42.4% to RMB211.3 million in Q1 FY2012 as compared to RMB148.4 million in Q1 FY2011 mainly from improvement in Asia and the PRC sales by 339.7% and 16.2% respectively due to stronger demand in these markets as the Group continues to focus its marketing effort in the Asia and domestic PRC market.

Gross profit and gross profit margin

Gross profit increased to RMB65.4 million in Q1 FY2012 from RMB29.9 million in Q1 FY2011. The increase was mainly due to higher revenue and average gross profit margin.

Average gross profit margin increased significantly to 31.0% in Q1 FY2012 from 20.1% in Q1 FY2011. The increase was mainly attributed to higher sales of the higher margin Luffing series towercranes and larger STT series towercranes. In Q1 FY2011, the lower average gross profit margin was due to higher sales in the PRC of the lower margin ST series towercranes and the smaller STT series towercranes as well as higher price for steel materials.

Other operating income

Other operating income increased to RMB0.7 million in Q1 FY2012 mainly due to higher sales of scrap materials.

Operating expenses

Total operating expenses increased to RMB43.8 million in Q1 FY2012 as compared to RMB27.1 million in Q1 FY2011.

Administrative expenses increased to RMB19.3 million in Q1 FY2012 mainly due to higher employee benefits costs, office expenses, and rental expenses incurred.

Distribution costs increased to RMB19.4 million in Q1 FY2012 as freight and transportation cost and commission increased in line with the higher sales.

Other operating expenses increased to RMB1.0 million in Q1 FY2012 mainly due to increase in exchange loss from the weakening of United States dollars against China Yuan and Singapore dollar.

Finance costs increased to RMB4.1 million in Q1 FY2012 due to higher bank borrowings and higher interest rate.

Share of results of associated companies

Share of results of associated companies decreased to RMB1.3 million in Q1 FY2012 from RMB3.0 million in Q1 FY2011 mainly due to increase in operating costs of our associated companies.

Taxation

Income tax expenses increased to RMB5.6 million in Q1 FY2012 in line with the higher profit for the period.

Profit before taxation and Net profit attributable to shareholders

Profit before taxation increased to RMB23.6 million in Q1 FY2012 from RMB6.3 million in Q1 FY2011 and net profit attributable to shareholders increased to RMB17.5 million in Q1 FY2012 from RMB4.0 million in Q1 FY2011. This was mainly due to higher revenue and average gross profit margin partly offset by higher operating expenses and income tax expense for the period.

REVIEW OF FINANCIAL POSITION OF THE GROUP

Non-current Assets

Non-current assets increased by RMB22.1 million to RMB406.6 million as at 30 June 2011 mainly due to deferred costs, purchase of property, plant and equipment for the new manufacturing facilities and deferred tax assets during the period. The increase was partly offset by depreciation and amortisation expenses charged for the period.

Deferred costs related to the corresponding non-current portion cost of sales relating to revenue deferred (See Note (a) on deferred income below).

Non-current trade and other receivables related to non-current portion of housing loans made to employees.

Current Assets

Current assets increased by RMB120.8 million to RMB949.5 million as at 30 June 2011 mainly due to higher trade and other receivables, deferred costs and amounts owing by related parties and associated companies.

Trade and other receivables increased by RMB91.4 million mainly due to increase in trade and bills receivables resulted from higher credit sales made during the period.

Deferred costs related to the corresponding cost of sales relating to revenue deferred (See Note (a) on deferred income below).

Amounts due from related parties and associated companies increased mainly due to sales during the period.

Non-current Liabilities

Non-current liabilities increased by RMB19.2 million mainly due to deferred income (see Note (a) on deferred income below).

Bank borrowings related to the non-current portion of the financing obtained for the purchase of motor vehicles.

Deferred tax liabilities arose from the acquisition of Beijing Yongmao.

Non-current trade and other payables related to a defined benefit plan obligation sponsored by Beijing Yongmao.

Current Liabilities

Current liabilities increased by RMB105.7 million to RMB737.0 million as at 30 June 2011 mainly due to the increase in bank loans of RMB50.0 million used for working capital of the Group.

Trade and other payables increased by RMB23.5 million mainly due to increase in trade and bills payables from higher purchases of materials to meet the sales demand during the period.

Deferred income included:

- a) RMB105.4 million of revenue deferred due to uncertainty to the timing of the consideration for the delivery of goods made to the customer. The customers have entered an arrangement with certain financial institutions whereby the financial institutions agreed to grant loan facility to the customers for the purchase of the manufactured goods from the Group. This is on the premise that the Group agreed and accepted to act as guarantor to the unpaid sum in the event that the customer defaulted the said facility. Owing to the uncertainty as mentioned, the amount of the unpaid sum owing to the financial institution is deferred and recognised as revenue when the uncertainty is removed.
- b) RMB1.7 million of unrealised profits from sales of towercranes to associated companies after net off against Investment in Associated companies in accordance with accounting standards. Any credit balances was classified as deferred income under current liabilities.

Shareholders' Equity

As at 30 June 2011, shareholders' equity amounted to RMB495.0 million. The increase in shareholders' equity was mainly due net profit of RMB18.1 million for the period.

REVIEW OF CASHFLOW STATEMENT

First Quarter FY2012 ("Q1 FY2012") vs First Quarter FY2011 ("Q1 FY2011")

The Group reported a net decrease in cash and cash equivalents amounting to RMB3.0 million in Q1 FY2012 mainly due to:

- a) Net cash used in operating activities in Q1 FY2012 of RMB52.1 million from increase in operating receivables due to higher trade and bills receivables;
- b) Net cash used in investing activities from purchase of property, plant and equipment for the new factory; and
- c) Net cash generated from financing activities in Q1 FY2012 from higher bank borrowings and advances from related parties. This was partly offset by restricted bank balances.

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

NA

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.

Sales in the PRC will continue to form a significant portion of the Group's turnover. Sales to USA, Europe and Middle East remains slow due to slower demand and increased price competition.

The construction of the new manufacturing buildings was completed in October 2010. The Group is progressively equipping the new manufacturing buildings and had commenced partial operations in August 2011.

In view of the current economic uncertainties, we are cautiously optimistic about the performance of the Group.

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 for Q1 FY2012.

(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 for Q1 FY2011.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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.

Revenue	Middle East, Asia & Others (excluding PRC) RMB'000	USA & Europe RMB'000	PRC RMB'000	Consolidated RMB'000
FY2012				
Q1	61,838	6,325	143,167	211,330
FY2011				
Q1	18,637	6,636	123,172	148,445

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 and profit after taxation

Not applicable.

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	-	-
Preference	-	-
Total:	-	-

17. Interested Party Transactions

(a)

Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)

Aggregate value of all interested person transactions conducted during the financial year under review under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)

Name of Interested Person	3 months ended 30 Jun 2011 (Q1 FY2012) RMB'000	3 months ended 30 Jun 2010 (Q1 FY2011) RMB'000	3 months ended 30 Jun 2011 (Q1 FY2012) RMB'000	3 months ended 30 Jun 2010 (Q1 FY2011) 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)	-	-	1,583	25,446
China Nuclear Huaxing Tat Hong Machinery Construction Co., Ltd. (中核华兴达丰机械工程有限公司)	-	-	12,444	2,178
Shanghai Zhaomao Engineering Machinery Co., Ltd. (上海兆茂工程机械有限公司)	1,179	-	-	-
Sales to associated companies				
Beijing Tat Hong Zhaomao Equipment Rental Co., Ltd. (北京达丰兆茂机械租赁有限公司)	-	-	3,301	-
Sichuan Tat Hong Yuanzheng Machinery Construction Co., Ltd. (四川达丰元正机械工程有限公司)	-	-	488	6,258
Rental charged by related parties				
Fushun Yongmao Engineering Machinery Co., Ltd. (抚顺永茂工程机械有限公司)	1,500	1,500	-	-
Fushun Engineering Machinery Manufacturing Co., Ltd. (抚顺工程机械制造有限公司)	900	900	-	-

(b) As at 30 June 2011, the Group has guaranteed its share of the bank facilities of RMB155.0 million of an associated company, Beijing Tat Hong Zhaomao Equipment Rental Co., Ltd., jointly with other investors, to a maximum of RMB69.75 million.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

We, the Executive Directors of Yongmao Holdings Limited ("the Company"), do hereby confirm on behalf of the Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results for the three months ended 30 June 2011 to be false or misleading in any material aspect.

Sun Zhao Lin
Executive Director

Tian Ruo Nan
Executive Director

BY ORDER OF THE BOARD

Tian Ruo Nan
Chief Executive Officer
8 August 2011