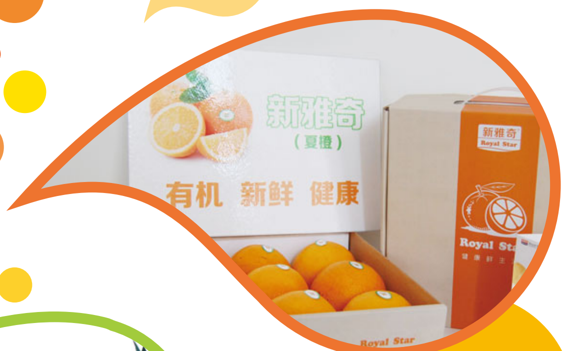
ASIAN CITRUS HOLDINGS LIMITED
亞洲果業控股有限公司*

(incorporated in Bermuda with limited liability)
(Stock Code: HKSE: 73; AIM: ACHL)



Interim Report
2013/14

* *For identification purposes only*

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Financial Highlights

RESULTS OF OPERATIONS (RMB MILLION)

	For the six months ended 31 December 2013	2012	% change
Reported financial information			
Revenue	**748.3**	892.0	-16.1
Gross profit	**98.8**	289.5	-65.9
EBITDA	**-471.0**	272.0	-273.2
(Loss)/profit before tax	**-543.7**	218.1	-349.3
(Loss)/profit attributable to shareholders	**-548.0**	212.4	-358.0
Basic (loss)/earnings per share (RMB)	**-0.45**	0.17	-364.7
Interim dividend per share (RMB)	**–**	0.03	-100.0
Special dividend per share (RMB)	**–**	0.02	-100.0
Total dividend per share (RMB)	**–**	0.05	-100.0
Adjusted core financial information#			
EBITDA	**118.0**	309.1	-61.8
Profit before tax	**45.3**	255.1	-82.2
Profit attributable to shareholders	**41.0**	249.5	-83.6
Basic earnings per share (RMB)	**0.03**	0.20	-85.0
Gross profit margin (%)	**13.2**	32.5	
Return on assets (%)	**0.53**	2.96	
Return on equity (%)	**0.54**	3.03	
Asset turnover (x)	**0.10**	0.11	

Adjusted core financial information refers to activities for the period excluding change in fair value of biological assets and share-based payments.

FINANCIAL POSITION (RMB MILLION)

	31 December 2013	30 June 2013
Total assets	**7,732.2**	8,308.8
Net current assets	**2,276.8**	2,363.2
Cash and cash equivalents	**2,108.0**	2,141.2
Shareholders' fund	**7,524.6**	8,091.0
Current ratio (x)	**26.32**	23.62

As previously highlighted, the past year has been a challenging one, mostly due to the unfortunate adverse weather conditions affecting the plantations. There has been persistent heavy rainfall and major typhoons in the plantation regions and, although there was minimal direct damage to the plantations from the major typhoons, this has caused nutrients to leach from the soil in plantation areas, resulting in higher usage of fertilisers and pesticides to minimise further damage and to maintain the output volume. Aside from the unfavourable weather conditions, there was also negative media coverage, unrelated to Asian Citrus, surrounding dyed oranges being sold in the Gannan areas. These factors impacted our production output and the average selling price of the winter orange crop and profitability.

FINANCIAL HIGHLIGHTS

For the six months ended 31 December 2013, the Group's total revenue decreased by 16.1% to RMB748.3 million from RMB892.0 million in the same period last year. Adjusted core profit attributable to shareholders during the period, before the net loss on the change in fair value of biological assets and share based payments, dropped by 83.6% to RMB41.0 million from RMB249.5 million, primarily reflecting both the reduction in production volume and average selling price of winter oranges, as well as higher direct costs, as a result of inclement weather.

The Group recorded a loss of RMB583.0 million from the change in fair value of biological assets for the six months ended 31 December 2013, compared with a loss of RMB23.0 million for the six months ended 31 December 2012; the Board wishes to emphasise that the change in the fair value of biological assets is non-operational and does not have any impact on the Group's cash flow.

After taking into account the non-cash flow items of the net change in fair value of biological assets and share-based payments, the net loss for the period was RMB548.0 million.

OPERATIONAL REVIEW

The Group's three plantations in mainland China occupy a total area of approximately 103.3 square kilometres with two currently in operation: Hepu Plantation in Guangxi Zhuang Autonomous Region ("Guangxi") and Xinfeng Plantation in Jiangxi Province. Our third plantation in Hunan Province, Hunan Plantation remains on schedule to begin production in 2014.

For the six months ended 31 December 2013, the production yield at the Hepu Plantation decreased by 24.8% to 24,699 tonnes in comparison to 32,838 tonnes for the same period last year. This was mainly due to the replanting programme to replace the existing winter orange trees which was completed when the last batch of 48,058 winter orange trees were removed and replanted with approximately 221,769 banana trees. The gross profit margin for Hepu Plantation decreased from 41.5% for the same period last year to 25.3% this period, as a result of a small decrease in the average selling price of 3.7% compared with the same period last year, and the additional direct costs incurred resulting from the inclement weather.

The production yield for the six months ended 31 December 2013 at the Xinfeng Plantation was 123,228 tonnes compared with 128,395 tonnes for the same period last year, a decrease of 4%. The gross profit margin for Xinfeng Plantation decreased from 33.4% for the same period last year to 2.9% this period. The costs of maintaining the trees and plantation are fixed and when applied against a lower turnover this has severely impacted the gross profit margin. This has been further affected by i) the persistent heavy rainfall, which not only affected the growth of the winter orange crop but also caused some leaching of soil nutrients in the Xinfeng Plantation, resulting in a higher volume of fertilisers and pesticides being consumed during the period in order to maintain output levels, and ii) dyed oranges being sold in the Gannan areas which negatively impacted the selling prices of the Xinfeng Plantation winter orange crop, resulting in a 17% decrease compared to the same period last year.

Chairman's Statement

Through our 92.94% equity interest in Behai BPG we also operate two fruit processing plants in Beihai City and Hepu County in Guangxi, covering a total site area of nearly 110,000 square metres, and have an annual production capacity of around 60,000 tonnes with an average utilisation rate of 90.6% for the six months ended 31 December 2013.

The Group will be increasing overall production capacity with a third plant in Baise City, Guangxi, which is scheduled to commence operations in 2014, after successfully completing trial productions. It normally takes between three to five years for a new plant to achieve full capacity and, therefore, it is expected that the utilisation rate of the new plant in the first year of full operation will not be as high as the two existing plants.

OUTLOOK AND STRATEGY

It remains too early in the financial year to judge the materiality of the challenges highlighted above to the Group's likely fully year performance, which in the second half year will reflect the price achieved for the Group's summer orange crop and the impact of weather on the volume of fertilisers and pesticides used by the Group. In this respect, in order to maintain production volume we do expect a higher level of direct costs to be incurred in the short term to alleviate the leaching of soil nutrients caused by the heavy rainfall.

Given the poor first half year results and these costs, the Board of Directors (the "Board") has decided not to pay an interim dividend; the Board will consider its recommendation for a final dividend in light of the Group's full year performance.

Since founding Asian Citrus in 2000, as the Chairman and the Chief Executive Officer of the Group, with the generous support of my colleagues I have continually strengthened and developed our business to become the single largest orange producer in the market over the years; we have also taken steps to successfully diversify our product portfolio through the introduction of processed fruits and, more recently, a wider range of crops. I have decided that now is the right time for new leadership to take the Group forward and we are actively seeking a suitable candidate, who is well versed and experienced in China's business environment as well as international capital markets, to lead the Group to a new era. We will update our shareholders on this in due course.

Last but not least, on behalf of the Board, I would like to take this opportunity to express my gratitude and appreciation to our management team and employees for their continued valuable contributions. It has been my utmost pleasure to have worked with everyone involved with Asian Citrus. Although we have faced and overcome challenges over the past years, our fundamentals continue to be sound and I remain confident in the Group's future performance.

TONY TONG
Chairman
26 February 2014

OPERATING PERFORMANCE

Revenue

The breakdown of revenue by types is as follows:

	For the six months ended 31 December			
	2013		2012	
	RMB'000	% of total revenue	RMB'000	% of total revenue
Hepu Plantation	93,634	12.5%	129,441	14.5%
Xinfeng Plantation	375,273	50.1%	470,753	52.8%
Sales of oranges	468,907	62.6%	600,194	67.3%
Sales of processed fruits	279,426	37.4%	290,243	32.5%
Sales of self-bred saplings	–	–	1,608	0.2%
Total revenue	748,333	100.0%	892,045	100.0%

The Group's revenue decreased by approximately 16.1% from approximately RMB892.0 million for the corresponding period of last year to approximately RMB748.3 million for the six months ended 31 December 2013.

Sales of oranges

Revenue from sales of oranges decreased by approximately 21.9% to approximately RMB468.9 million for the six months ended 31 December 2013. This was mainly due to a decrease of approximately 8.3% in the Group's production to 147,927 tonnes, combined with an approximately 14.8% decrease in average selling price.

The production yield from Hepu Plantation decreased by approximately 24.8% from 32,838 tonnes for the corresponding period of last year to 24,699 tonnes for the six months ended 31 December 2013, due to the replanting programme to replace the existing winter orange trees in the last year. In the previous year, 48,058 winter orange trees were removed and replanted with approximately 221,769 banana trees.

The production yield from Xinfeng Plantation decreased by approximately 4% from 128,395 tonnes for the corresponding period of last year to 123,228 tonnes for the six months ended 31 December 2013, due to the inclement weather and persistent heavy rainfall, which not only affected the growth of the winter orange crop but also resulted the leaching of nutrients from the soil in Xinfeng Plantation. Higher volumes of fertilisers and pesticides were consumed during the period in order to maintain output levels.

Management Discussion and Analysis

The following table sets out the average selling prices of winter oranges in different plantations.

	For the six months ended 31 December	
	2013 (RMB/tonne)	2012 (RMB/tonne)
Hepu Plantation	**3,863**	4,013
Xinfeng Plantation	**3,137**	3,776

The average selling prices of winter orange crop in both Hepu Plantation and Xinfeng Plantation decreased by approximately 3.7% and 16.9% respectively for the six months ended 31 December 2013. This was mainly due to a significant increase in overall market supply of winter oranges in the Gannan areas (where Xinfeng Plantation is located) compared to the comparable last period. This resulted from an increase in the average maturity and yield of orange trees reaching the peak level across the region. Additionally, the local media reported that dyed oranges in Gannan areas were sold in the Gannan areas. The incident, which was unrelated to Asian Citrus, has affected customer confidence in the domestic orange market as a whole and, in particular, the oranges from Jiangxi province, which has had a negative impact in selling prices of winter orange crop for Xinfeng Plantation.

All of the Group's oranges were sold domestically. The Group's customers from the sales of oranges can be divided into three categories, namely corporate customers, wholesale customers, and supermarket chains. The breakdown of types of customers is as follows:

	For the six months ended 31 December	
	2013	2012
	% of sales of oranges	
Supermarket chains	**22.1%**	26.1%
Corporate customers	**48.0%**	49.9%
Wholesale customers	**29.4%**	23.6%
Other	**0.5%**	0.4%
Total	**100.0%**	100.0%

For the six months ended 31 December 2013, the volume and revenue from supermarket chains represented approximately 19.3% and 22.1% respectively of the Group, compared to approximately 23.2% and 26.1% respectively for the corresponding period of last year; this percentage decrease reflects the inclement weather's disproportionate impact on the yield of higher quality oranges in the first half of the current year.

For Hepu Plantation and Xinfeng Plantation, the volume sold to supermarkets was 7,116 tonnes and 21,434 tonnes respectively for the six months ended 31 December 2013, down from 10,524 tonnes and 26,901 tonnes respectively for the corresponding period of last year. The decrease in Hepu Plantation and Xinfeng Plantation was mainly due to the lower production yield of winter oranges for the six months ended 31 December 2013. Also, starting from last year, the Group has supplied several major domestic and international supermarket chains with graded oranges through sizeable distributors instead of direct sales to supermarkets.

The Group sells two types of oranges to customers, namely ungraded oranges and graded oranges. Ungraded oranges are packaged and the customers are required to arrange for the transportation of the oranges at their cost. Generally, the ungraded oranges are sold to wholesale customers. Graded oranges are oranges that the Group grades, packages and delivers to the customers at our cost, usually to supermarket customers. The graded oranges are sold under our own brand "Royal Star" to supermarket customers at a premium price compared to the selling price of ungraded oranges. The breakdown of types of oranges is as follows:

	For the six months ended 31 December	
	2013	2012
	% of sales of oranges	
Ungraded oranges	**94.1%**	88.7%
Graded oranges	**5.9%**	11.3%
Total	**100.0%**	100.0%

Sales of processed fruits

The table sets out the volume and revenue from the sales of processed fruits:

	For the six months ended 31 December			
	2013		2012	
	Volume (Tonnes)	**Revenue RMB'000**	Volume (Tonnes)	Revenue RMB'000
Pineapple juice concentrates	**5,442**	**49,699**	6,954	73,344
Lychee juice concentrates	**2,282**	**38,984**	2,179	30,653
Other fruit juice concentrates	**2,439**	**44,760**	2,939	51,173
Mango purees	**6,814**	**43,569**	6,401	39,127
Other fruit purees	**4,108**	**45,032**	3,125	23,114
Frozen and dried fruits and vegetables	**7,802**	**57,382**	7,626	59,984
	28,887	**279,426**	29,224	277,395
Fruit juice trading	**N/A**	**–**	N/A	12,848
Total	**28,887**	**279,426**	29,224	290,243

Beihai BPG processes over 22 different types of tropical fruits, including pineapples, passion fruits, lychees, mangoes and papayas (products that account for over 10% of the revenue from the sales of processed fruits are shown in the table above).

Revenue from sales of processed fruits decreased by approximately 3.7% from approximately RMB290.2 million for the corresponding period of last year to approximately RMB279.4 million for the six months ended 31 December 2013. Like for like sales of processed fruits, excluding discontinued fruit juice trading, was slightly ahead of the comparable period; lower sales of pineapple juice concentrates, primarily reflecting the negative impact on average prices of destocking activities by Thailand and the Philippines producers in previous years, were offset by increased revenues across most other fruit concentrates.

The average utilisation rate of two operating processing plants in Beihai and Hepu was approximately 90.6% for the six months ended 31 December 2013.

Beihai BPG currently generates most of its sales from the People's Republic of China ("PRC") market, with key customers being beverage mixers supplying major beverage groups.

Cost of sales

The breakdown of cost of sales of the Group is as follows:

	For the six months ended 31 December			
	2013		2012	
	RMB'000	% of cost of sales of respective segment	RMB'000	% of cost of sales of respective segment
Inventories used				
Fertilisers	242,849	55.9%	217,164	55.8%
Packaging materials	10,212	2.3%	13,659	3.5%
Pesticides	58,460	13.5%	37,804	9.7%
	311,521	71.7%	268,627	69.0%
Production overheads				
Direct labour	48,020	11.1%	41,866	10.8%
Depreciation	49,788	11.5%	47,199	12.1%
Others	24,838	5.7%	31,722	8.1%
Cost of sales of oranges	434,167	100.0%	389,414	100.0%
Fruits	142,438	66.1%	141,398	66.7%
Packaging materials	16,611	7.7%	17,447	8.2%
Direct labour	16,686	7.7%	13,196	6.2%
Other production overheads	39,676	18.5%	40,079	18.9%
Cost of sales of processed fruits	215,411	100.0%	212,120	100.0%
Cost of sales of self-bred saplings	–		1,018	
Total	649,578		602,552	

Cost of sales of oranges principally consists of the costs of raw materials such as fertilisers, packaging materials, pesticides, and other direct costs such as direct labour, depreciation and production overheads. The cost of sales of oranges increased by approximately 11.5% to approximately RMB434.2 million (six months ended 31 December 2012: RMB389.4 million). The increase in cost of sales was mainly due to the increase in consumption of both fertilisers and pesticides to minimise further damage in order to maintain output levels, as a result of the inclement weather and persistent heavy rainfall and the higher labour costs incurred due to general wage inflation in the PRC. As a result, the unit cost of production in Hepu Plantation and Xinfeng Plantation increased to approximately RMB2.83 per kg and RMB2.96 per kg respectively for the six months ended 31 December 2013 (six months ended 31 December 2012: RMB2.31 per kg and RMB2.44 per kg respectively).

Cost of sales of processed fruits mainly includes the costs of fruits and packaging materials and other direct costs such as direct labour and production overheads. For the six months ended 31 December 2013, the cost of sales of processed fruits was broadly flat at approximately RMB215.4 million compared to the same period last year at approximately RMB212.1 million.

Gross profit

The Group's overall gross profit decreased by approximately 65.9% to approximately RMB98.8 million for the six months ended 31 December 2013 (six months ended 31 December 2012: RMB289.5 million). The overall gross profit margin decreased from approximately 32.5% to 13.2% for the six months ended 31 December 2013.

The following table sets out a breakdown of the Group's gross profit margin by plantation:

	For the six months ended 31 December	
	2013	2012
Hepu Plantation	**25.3%**	41.5%
Xinfeng Plantation	**2.9%**	33.4%

The gross profit margin of Hepu Plantation and Xinfeng Plantation decreased to approximately 25.3% and 2.9% respectively for the six months ended 31 December 2013 (six months ended 31 December 2012: 41.5% and 33.4% respectively). The decrease was mainly due to (i) the average selling prices of winter orange crop in Hepu Plantation and Xinfeng Plantation dropped by approximately 3.7% and 16.9% respectively; and (ii) the cost of sales of oranges increased by approximately 11.5%, reflecting the increase in consumption of both fertilisers and pesticides to minimise further damage in order to maintain output levels, as a result of the inclement weather and persistent heavy rainfall.

The following table sets out a breakdown of the Group's gross profit margin by business:

	For the six months ended 31 December	
	2013	2012
Sales of oranges	**7.4%**	35.1%
Sales of processed fruits	**22.9%**	26.9%
Overall gross profit margin	**13.2%**	32.5%

Due to higher contribution from Xinfeng Plantation with a relatively lower margin and the decrease of gross profit margin in both Hepu Plantation and Xinfeng Plantation, the overall gross profit margin from sales of oranges dropped to approximately 13.2% (six months ended 31 December 2012: 32.5%) for the six months ended 31 December 2013.

For Beihai BPG, the normalised gross profit margin for the six months ended 31 December 2013 decreased to approximately 22.9% (six months ended 31 December 2012: 26.9%). This was mainly due to the overall lower selling price.

Change in fair value of biological assets

The Group recorded a loss of RMB583.0 million from the change in fair value of biological assets for the six months ended 31 December 2013, compared to a loss of RMB23.0 million for the corresponding period of last year. The loss was mainly due to higher cost of sales and a decrease in the market price of winter oranges. The Board wishes to emphasise that the change in fair value of biological assets is non-operational and does not have any effect on the cash flow of the Group for the six months ended 31 December 2013.

Selling and distribution expenses

Selling and distribution expenses mainly comprise sales commissions, advertising, salaries and welfare of sales personnel, traveling and transportation expenses. The selling and distribution expenses of the Group increased by 4.8% from approximately RMB20.8 million for the six months ended 31 December 2012 to approximately RMB21.8 million for the six months ended 31 December 2013, mainly due to an increase of transportation costs in Hepu Plantation resulting from sales to existing supermarket chains requiring a longer distance of transportation during the period.

General and administrative expenses

General and administrative expenses comprise mainly salary, office administration expenses, depreciation, amortisation and research costs. The level of general and administrative expenses of the Group were flat at approximately RMB59.5 million for the six months ended 31 December 2013 compared to the last corresponding period of approximately RMB59.0 million.

General and administrative expenses represented approximately 7.9% of the Group's revenue, an increase of 1.3 percentage points as compared to approximately 6.6% in last corresponding period, mainly due to lower group revenue. Expenses incurred during the period included those from the commencement of trial production of the new fruit processing plant in Baise City, Guangxi.

Loss for the period

The loss attributable to shareholders for the six months ended 31 December 2013 increased to approximately RMB548.0 million, compared to profit attributable to shareholders of approximately RMB212.4 million for last corresponding period.

The adjusted core profit attributable to shareholders, which refers to loss for the period excluding change in fair value of biological assets and share-based payments, for the six months ended 31 December 2013 was approximately RMB41.0 million, compared to approximately RMB249.5 million for the corresponding period of last year.

DIVIDEND

In order to maintain production volume, a higher level of direct costs is expected to be incurred in the short term to alleviate the leaching of soil nutrients cased by the heavy rainfall. Given the poor first half year results and these ongoing costs, the Board has decided not to pay an interim dividend; the Board will consider its recommendation for a final dividend in light of the Group's full year performance.

The Board therefore does not recommend the payment of an interim dividend for the six months ended 31 December 2013 (six months ended 31 December 2012: interim dividend of RMB0.03 and special dividend of RMB0.02 per ordinary share).

CAPITAL STRUCTURE

As at 31 December 2013, there were 1,249,637,884 shares in issue. Based on the closing price of HKD2.13 as at 31 December 2013, the market capitalisation of the Company was approximately HKD2,661.7 million (approximately GBP208.6 million).

HUMAN RESOURCES

There were a total of 1,329 employees of the Group as at 31 December 2013. The Group aims to attract, retain and motivate high-calibre individuals with a competitive remuneration package. Remuneration packages are performance-linked and business performance, market practices and competitive market conditions are all taken into consideration. The Group reviews the employees' remuneration packages on an annual basis.

FINANCIAL PERFORMANCE

	31 December 2013	30 June 2013
Current ratio (x)	**26.32**	23.62
Quick ratio (x)	**24.82**	21.14
Net debt to equity (%)	**Net cash**	Net cash

	31 December 2013	31 December 2012
Asset turnover (x)	**0.10**	0.11
Adjusted core net profit per share (RMB)	**0.03**	0.20
Basic (loss)/earnings per share (RMB)	**-0.45**	0.17

Liquidity

The current ratio and quick ratio were 26.32 and 24.82 respectively. The liquidity of the Group remained healthy with sufficient reserves for both current operation and future development.

Profitability

The asset turnover of the Group dropped to approximately 0.10 (six months ended 31 December 2012: 0.11) for the six months ended 31 December 2013. The decline in the ratio was mainly due to reduction in the revenue for the period as detailed previously.

The basic loss per share for the six months ended 31 December 2013 was approximately RMB0.45 (six months ended 31 December 2012: basic earnings per share of RMB0.17). This was mainly due to a decrease in profit attributable to shareholders for the period.

The adjusted core net profit per share for the six months ended 31 December 2013 was approximately RMB0.03 (six months ended 31 December 2012: RMB0.20), representing a decrease of approximately 85.0%.

Debt ratio

The net cash positions of the Group were approximately RMB2,108.0 million and RMB2,141.2 million at 31 December 2013 and 30 June 2013 respectively.

Internal cash resource

The Group's funding is internal cash and cash equivalents. The Group did not have any outstanding borrowings as at 31 December 2013.

Charge on assets and contingent liabilities

None of the Group's assets were pledged and the Group did not have any material contingent liabilities as at 31 December 2013.

Capital commitment

As at 31 December 2013, the Group had a capital commitment of approximately RMB12.9 million mainly in relation to the construction of the farmland infrastructure in the Hepu Plantation, Hunan Plantation and the new fruit processing plant in Baise City.

Foreign exchange risk

The Group is exposed to currency risk primarily through its cash and cash equivalents that are denominated in a currency other than the functional currency of the operations to which they relate. The currencies giving rise to this risk are primarily Hong Kong dollars, United States dollars and British pounds.

The Group has limited transactions denominated in foreign currencies, hence exposure to exchange rate fluctuation is minimal. The Group currently does not use any derivative contracts to hedge against its exposure to currency risk. Management manages its currency risk by closely monitoring the movement of the foreign currency rate.

PLANTATIONS

The Group has three orange plantations in the PRC occupying in total approximately 155,000 mu (equivalent to approximately 103.3 sq.km.) of land, with approximately 46,000 mu (equivalent to approximately 30.7 sq.km.) located in the Hepu County of the Guangxi Zhuang Autonomous Region, Hepu Plantation, approximately 56,000 mu (equivalent to approximately 37.3 sq.km.) in the Xinfeng County of the Jiangxi province, Xinfeng Plantation and approximately 53,000mu (equivalent to approximately 35.3 sq.km) in the Dao County of the Hunan province, Hunan Plantation.

Hepu Plantation

Hepu Plantation is fully planted and comprises approximately 1.2 million orange trees. The last batch of 48,058 winter orange trees were removed according to the replanting programme and we commenced a trial planting of banana trees in the same area for product diversification. A total of approximately 221,769 banana trees were planted in August 2013. The first harvest of banana is expected in August to September 2014.

Xinfeng Plantation

Xinfeng Plantation is fully planted and comprises 1.6 million winter orange trees.

Hunan Plantation

Hunan Plantation is under development and comprises approximately 1.05 million summer orange trees and approximately 502,560 grapefruit trees as at 31 December 2013. A further approximately 250,000 grapefruit trees is expected to be planted by 2014. By that time, the construction of Hunan Plantation is expected to be completed.

The below table sets out the age profile as at 31 December 2013 and the production volume of the plantations for the six months ended 31 December 2013:

Summer orange trees

Age	Hepu Plantation No. of trees	Hepu Plantation Yield (tonnes)	Hunan Plantation No. of trees	Hunan Plantation Yield (tonnes)	Total No. of trees	Total Yield (tonnes)
2	66,449	–	622,475	–	688,924	–
3	63,584	–	427,400	–	490,984	–
4	64,194	–	–	–	64,194	–
5	81,261	–	–	–	81,261	–
6	76,135	–	–	–	76,135	–
7	55,185	–	–	–	55,185	–
17	29,996	–	–	–	29,996	–
18	128,966	–	–	–	128,966	–
19	186,003	–	–	–	186,003	–
20	223,741	–	–	–	223,741	–
	975,514	–	1,049,875	–	2,025,389	–

Grapefruit trees

Age	Hepu Plantation No. of trees	Hepu Plantation Yield (tonnes)	Hunan Plantation No. of trees	Hunan Plantation Yield (tonnes)	Total No. of trees	Total Yield (tonnes)
0	–	–	201,360	–	201,360	–
1	–	–	301,200	–	301,200	–
	–	–	502,560	–	502,560	–

Note: Grapefruit is a type of citrus fruit and is harvested during the winter period in the PRC.

Banana trees

Age	Hepu Plantation No. of trees	Hepu Plantation Yield (tonnes)	Hunan Plantation No. of trees	Hunan Plantation Yield (tonnes)	Total No. of trees	Total Yield (tonnes)
0	221,769	–	–	–	221,769	–
	221,769	–	–	–	221,769	–

Winter orange trees

Age	Hepu Plantation No. of trees	Hepu Plantation Yield (tonnes)	Xinfeng Plantation No. of trees	Xinfeng Plantation Yield (tonnes)	Total No. of trees	Total Yield (tonnes)
7	–	–	400,000	27,757	400,000	27,757
8	–	–	400,000	27,503	400,000	27,503
9	46,077	4,061	400,000	29,644	446,077	33,705
11	180,180	16,462	400,000	38,324	580,180	54,786
12	42,300	4,176	–	–	42,300	4,176
	268,557	24,699	1,600,000	123,228	1,868,557	147,927
Total					4,618,275	147,927

The below table sets out the age profile as at 31 December 2012 and the production volume of the plantations for the six months ended 31 December 2012:

Summer orange trees

Age	Hepu Plantation No. of trees	Hepu Plantation Yield (tonnes)	Hunan Plantation No. of trees	Hunan Plantation Yield (tonnes)	Total No. of trees	Total Yield (tonnes)
0	–	–	129,177	–	129,177	–
1	66,449	–	622,475	–	688,924	–
2	63,584	–	427,400	–	490,984	–
3	64,194	–	–	–	64,194	–
4	81,261	–	–	–	81,261	–
5	76,135	–	–	–	76,135	–
6	55,185	–	–	–	55,185	–
16	29,996	–	–	–	29,996	–
17	128,966	–	–	–	128,966	–
18	186,003	–	–	–	186,003	–
19	223,741	–	–	–	223,741	–
	975,514	–	1,179,052	–	2,154,566	–

Winter orange trees

Age	Hepu Plantation No. of trees	Hepu Plantation Yield (tonnes)	Xinfeng Plantation No. of trees	Xinfeng Plantation Yield (tonnes)	Total No. of trees	Total Yield (tonnes)
6	–	–	400,000	27,860	400,000	27,860
7	–	–	400,000	28,907	400,000	28,907
8	46,077	3,963	400,000	31,052	446,077	35,015
10	180,180	18,341	400,000	40,576	580,180	58,917
11	42,300	4,574	–	–	42,300	4,574
16	24,937	3,142	–	–	24,937	3,142
17	10,133	1,246	–	–	10,133	1,246
18	12,988	1,572	–	–	12,988	1,572
	316,615	32,838	1,600,000	128,395	1,916,615	161,233
Total					4,071,181	161,233

VALUATION OF BIOLOGICAL ASSETS

The Group has engaged an independent valuer to perform a valuation on the fair value of the orange trees less costs to sell as at 31 December 2013.

The valuations of the Group's orange trees were conducted on the basis of discounted cash flow. The discount rate being applied to the discounted cash flow model is based on Capital Asset Pricing Model. The independent valuer begins with the appraised value of the Group's orange trees by discounting the future income streams attributable to the Group's orange trees to arrive at a present value and deducts the tangible assets (including plantation related machinery and equipment and land improvements) from the appraised value which are employed in the operation of the Group's plantations.

Major assumptions

The discounted cash flow method adopted a number of key assumptions, which include the discount rate, market prices of oranges, production yield per tree, related production costs, etc. The values of such variables are determined by the independent valuer using information supplied by the Group, as well as proprietary and third-party data, as follows:

1) The discount rate applied for the six months ended 31 December 2013 was 18.0% (31 December 2012: 18.0%). The discount rate reflected the expected market return on the asset and can be affected by the interest rate, market sentiments and risk of the asset versus the general market risk.

2) The yield per tree variables represent the harvest level of the orange trees. The yield of orange trees is affected by the age, species and health of the orange trees, the climate, location, soil conditions, topography and infrastructure. In general, yield per tree increases from age 3 to 10, remains stable for about 12 years, and then starts to decline from age 22 to 32.

3) The market prices variables represent the assumed market price for the summer oranges and winter oranges produced by the Group. The independent valuer adopted the market sales prices prevailing as of the relevant balance sheet date for each type of orange produced by the Group as the sales price estimate. The selling prices of winter oranges and summer oranges from Hepu Plantation and winter oranges from Xinfeng Plantation adopted were RMB3,270 per tonne, RMB5,210 per tonne and RMB3,110 per tonne, respectively, for the six months ended 31 December 2013 (six months ended 31 December 2012: RMB3,320 per tonne, RMB5,200 per tonne and RMB3,740 per tonne respectively).

4) The cost of sales variables represent the direct costs necessary to bring the oranges to their sales form, which mainly include raw material costs and direct labour costs. The cost of sales variables are determined by reference to actual costs incurred for areas that have been previously harvested and cost information for comparable areas with regards to areas that have not been harvested previously.

Sensitivity analysis

1) Changes in the discount rate applied result in significant fluctuations in the changes in fair value of orange trees less costs to sell. The following table illustrates the sensitivity of the Group's net change in fair value of orange trees less costs to sell to an increase or decrease of 1.0% in the discount rate of 18.0% applied by the independent valuer for the six months ended 31 December 2013:

	1.0% Decrease	Base Case	1.0% Increase
Discount rate	17.0%	18.0%	19.0%
Net change in fair value of biological assets (RMB'000)	(443,000)	(583,000)	(713,000)

2) Changes in the yield per orange tree can also result in significant fluctuations in the changes in fair value of orange trees less costs to sell. The following table illustrates the sensitivity of the Group's net change in fair value of orange trees less costs to sell to a 5.0% increase or decrease in the yield per tree applied for the six months ended 31 December 2013:

	5.0% Decrease	Base Case	5.0% Increase
Net change in fair value of biological assets (RMB'000)	(663,000)	(583,000)	(503,000)

3) Changes in assumed market prices of the oranges can also result in significant fluctuations in the changes in fair value of orange trees less costs to sell. The following table illustrates the sensitivity of the Group's net change in fair value of orange trees less costs to sell to a 5.0% increase or decrease in the assumed market prices of oranges as at 31 December 2013 used to calculate the changes in fair value of orange trees less costs to sell for the six months ended 31 December 2013:

	5.0% Decrease	Base Case	5.0% Increase
Net change in fair value of biological assets (RMB'000)	(913,000)	(583,000)	(253,000)

4) Changes in the assumed cost of sales can also result in significant fluctuations in the changes in fair value of orange trees less costs to sell. The following table illustrates the sensitivity of the Group's net change in fair value of orange trees less costs to sell to a 5.0% increase or decrease in the Group's assumed costs of sales used to calculate the changes in fair value of orange trees less costs to sell for the six months ended 31 December 2013:

	5.0% Decrease	Base Case	5.0% Increase
Net change in fair value of biological assets (RMB'000)	(493,000)	(583,000)	(683,000)

The above sensitivity analyses are intended for illustrative purposes only, and any variation could exceed the amounts shown above.

Valuation

According to the valuation report of the independent valuer, the aggregate value of the orange trees in Hepu Plantation and Xinfeng Plantation as at 31 December 2013 was estimated to be approximately RMB1,400 million.

Independent Review Report

BAKER TILLY
HONG KONG

INDEPENDENT REVIEW REPORT
TO THE BOARD OF DIRECTORS OF ASIAN CITRUS HOLDINGS LIMITED
(Incorporated in Bermuda with limited liability)

INTRODUCTION

We have reviewed the interim financial information of Asian Citrus Holdings Limited and its subsidiaries set out on pages 19 to 61 which comprise the condensed consolidated statement of financial position as at 31 December 2013 and the related condensed consolidated statement of profit or loss, condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated cash flow statement for the six-month period then ended and explanatory notes. The directors are responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34, Interim financial reporting, issued by the International Accounting Standards Board. Our responsibility is to express a conclusion, based on our review, on this interim financial information. This report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagements 2410, Review of interim financial information performed by the independent auditor of the entity, issued by the International Auditing and Assurance Standards Board. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information for the six-month period ended 31 December 2013 is not prepared, in all material respects, in accordance with International Accounting Standard 34, Interim financial reporting.

Baker Tilly Hong Kong Limited
Certified Public Accountants
Hong Kong, 26 February 2014

Chan Kwan Ho, Edmond
Practising Certificate Number P02092

Condensed Consolidated Statement of Profit or Loss

For the six months ended 31 December 2013

	Note	Six months ended 31 December 2013 (unaudited) RMB'000	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
Turnover	5	**748,333**	892,045	1,485,912
Cost of sales		**(649,578)**	(602,552)	(988,313)
Gross profit		**98,755**	289,493	497,599
Other income	6	**21,862**	31,368	53,438
Net loss on change in fair value of biological assets	15	**(583,000)**	(23,000)	(260,468)
Selling and distribution expenses		**(21,777)**	(20,804)	(45,640)
General and administrative expenses		**(59,463)**	(58,981)	(120,141)
(Loss)/profit from operations		**(543,623)**	218,076	124,788
Finance costs	7(a)	**(91)**	(24)	(126)
(Loss)/profit before income tax	7	**(543,714)**	218,052	124,662
Income tax expense	8	**–**	–	–
(Loss)/profit for the period/year		**(543,714)**	218,052	124,662
Attributable to				
Equity shareholders of the Company		**(547,971)**	212,380	114,395
Non-controlling interests		**4,257**	5,672	10,267
		(543,714)	218,052	124,662
		RMB	*RMB*	*RMB*
(Loss)/earnings per share	11			
– Basic		**(0.445)**	0.174	0.094
– Diluted		**(0.445)**	0.173	0.093

Details of dividends payable to equity shareholders of the Company for the period/year are set out in note 23(b).

The accompanying notes form part of this interim financial information.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 31 December 2013

	Six months ended 31 December 2013 (unaudited) RMB'000	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
(Loss)/profit for the period/year	**(543,714)**	218,052	124,662
Other comprehensive expense for the period/year			
Item that may be reclassified subsequently to profit or loss:			
– Exchange differences on translation of financial statements of foreign operations, net of nil tax	**(4)**	–	(352)
Total comprehensive (loss)/income for the period/year	**(543,718)**	218,052	124,310
Attributable to			
Equity shareholders of the Company	**(547,975)**	212,380	114,043
Non-controlling interests	**4,257**	5,672	10,267
	(543,718)	218,052	124,310

The accompanying notes form part of this interim financial information.

Condensed Consolidated Statement of Financial Position

At 31 December 2013

	Note	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	12	**2,346,121**	1,909,966	1,989,625
Land use rights	13	**76,955**	73,474	72,701
Construction-in-progress	14	**62,795**	251,750	304,196
Biological assets	15	**1,654,779**	2,333,193	2,168,501
Intangible assets	16	**59,089**	70,677	64,463
Deposits	17	**2,393**	28,161	84,303
Goodwill	18	**1,157,261**	1,157,261	1,157,261
		5,359,393	5,824,482	5,841,050
Current assets				
Biological assets	15	**73,906**	52,532	212,098
Properties for sale	19	**5,830**	5,830	5,830
Inventories	20	**55,001**	50,688	40,277
Trade and other receivables	21	**130,062**	124,365	68,315
Cash and cash equivalents	22	**2,108,021**	2,374,441	2,141,224
		2,372,820	2,607,856	2,467,744
Total assets		**7,732,213**	8,432,338	8,308,794
EQUITY AND LIABILITIES				
Equity				
Share capital	23(a)	**12,340**	12,142	12,159
Reserves		**7,512,259**	8,225,256	8,078,888
Total equity attributable to equity shareholders of the Company		**7,524,599**	8,237,398	8,091,047
Non-controlling interests		**116,677**	107,840	112,420
		7,641,276	8,345,238	8,203,467

The accompanying notes form part of this interim financial information.

Condensed Consolidated Statement of Financial Position

At 31 December 2013

	Note	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Non-current liability				
Obligation under finance lease	24	**775**	937	832
Current liabilities				
Trade and other payables	25	**90,053**	86,066	104,390
Obligation under finance lease	24	**109**	97	105
		90,162	86,163	104,495
Total liabilities		**90,937**	87,100	105,327
Total equity and liabilities		**7,732,213**	8,432,338	8,308,794
Net current assets		**2,282,658**	2,521,693	2,363,249
Total assets less current liabilities		**7,642,051**	8,346,175	8,204,299

Approved and authorised to issue by the Board of Directors on 26 February 2014.

Tong Wang Chow
Director

Cheung Wai Sun
Director

The accompanying notes form part of this interim financial information.

Condensed Consolidated Statement of Changes in Equity

For the six months ended 31 December 2013

		Attributable to equity shareholders of the Company									
	Note	Share capital RMB'000	Share premium RMB'000 (Note (b))	Merger reserve RMB'000 (Note (c))	Share option reserve RMB'000 (Note (d))	Statutory reserve RMB'000 (Note (f))	Exchange reserve RMB'000 (Note (g))	Retained profits RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
At 1 July 2013 (audited)		**12,159**	**3,658,257**	**(4,473)**	**120,900**	**193,955**	**(87)**	**4,110,336**	**8,091,047**	**112,420**	**8,203,467**
Changes in equity for the six months ended 31 December 2013:											
Loss for the period		–	–	–	–	–	–	(547,971)	(547,971)	4,257	(543,714)
Exchange differences on translation of financial statements of foreign operations		–	–	–	–	–	(4)	–	(4)	–	(4)
Total comprehensive loss for the period		–	–	–	–	–	(4)	(547,971)	(547,975)	4,257	(543,718)
Transfer to statutory reserve		–	–	–	–	1,196	–	(1,196)	–	–	–
		–	–	–	–	1,196	(4)	(549,167)	(547,975)	4,257	(543,718)
Share-based payments	7(b)	–	–	–	6,014	–	–	–	6,014	–	6,014
Issue of shares to shareholders participating in the scrip dividend	23(a)	95	22,534	–	–	–	–	–	22,629	–	22,629
Issue of shares upon exercises of shares options	23(a)	86	17,443	–	(3,167)	–	–	–	14,362	–	14,362
2012/13 final dividend		–	–	–	–	–	–	(61,478)	(61,478)	–	(61,478)
		181	39,977	–	2,847	1,196	(4)	(610,645)	(566,448)	4,257	(562,191)
At 31 December 2013 (unaudited)		**12,340**	**3,698,234**	**(4,473)**	**123,747**	**195,151**	**(91)**	**3,499,691**	**7,524,599**	**116,677**	**7,641,276**

The accompanying notes form part of this interim financial information.

Condensed Consolidated Statement of Changes in Equity

For the six months ended 31 December 2013

	Attributable to equity shareholders of the Company											
	Share capital RMB'000	Treasury shares RMB'000 (Note (a))	Share premium RMB'000 (Note (b))	Merger reserve RMB'000 (Note (c))	Share option reserve RMB'000 (Note (d))	Capital reserve RMB'000 (Note (e))	Statutory reserve RMB'000 (Note (f))	Exchange reserve RMB'000 (Note (g))	Retained profits RMB'000	Total RMB'000	Non-controlling interests RMB'000	Total equity RMB'000
At 1 July 2012 (audited)	**12,083**	**(4)**	**3,635,414**	**(4,473)**	**97,021**	**482,519**	**179,831**	**265**	**3,747,463**	**8,150,119**	**102,168**	**8,252,287**
Changes in equity for the six months ended 31 December 2012:												
Profit and total comprehensive income for the period	–	–	–	–	–	–	–	–	212,380	212,380	5,672	218,052
Transfer to statutory reserve	–	–	–	–	–	–	14,775	–	(14,775)	–	–	–
	–	–	–	–	–	–	14,775	–	197,605	212,380	5,672	218,052
Share-based payments	–	–	–	–	14,072	–	–	–	–	14,072	–	14,072
Issue of shares to shareholders participating in the scrip dividend	159	–	53,747	–	–	–	–	–	–	53,906	–	53,906
Shares repurchased and cancelled	(100)	4	(34,452)	–	–	–	–	–	–	(34,548)	–	(34,548)
2011/12 final dividend	–	–	–	–	–	–	–	–	(158,531)	(158,531)	–	(158,531)
	59	4	19,295	–	14,072	–	14,775	–	39,074	87,279	5,672	92,951
At 31 December 2012 (unaudited)	**12,142**	**–**	**3,654,709**	**(4,473)**	**111,093**	**482,519**	**194,606**	**265**	**3,786,537**	**8,237,398**	**107,840**	**8,345,238**

The accompanying notes form part of this interim financial information.

Condensed Consolidated Statement of Changes in Equity

For the six months ended 31 December 2013

	Attributable to equity shareholders of the Company											
	Share capital *RMB'000*	Treasury shares *RMB'000* *(Note (a))*	Share premium *RMB'000* *(Note (b))*	Merger reserve *RMB'000* *(Note (c))*	Share option reserve *RMB'000* *(Note (d))*	Capital reserve *RMB'000* *(Note (e))*	Statutory reserve *RMB'000* *(Note (f))*	Exchange reserve *RMB'000* *(Note (g))*	Retained profits *RMB'000*	Total *RMB'000*	Non-controlling interests *RMB'000*	Total equity *RMB'000*
At 1 July 2012 (audited)	**12,083**	**(4)**	**3,635,414**	**(4,473)**	**97,021**	**482,519**	**179,831**	**265**	**3,747,463**	**8,150,119**	**102,168**	**8,252,287**
Changes in equity for the year ended 30 June 2013:												
Profit for the year	–	–	–	–	–	–	–	–	114,395	114,395	10,267	124,662
Exchange differences on translation of financial statements of foreign operations	–	–	–	–	–	–	–	(352)	–	(352)	–	(352)
Total comprehensive income for the year	–	–	–	–	–	–	–	(352)	114,395	114,043	10,267	124,310
Transfer to statutory reserve	–	–	–	–	–	–	14,124	–	(14,124)	–	–	–
	–	–	–	–	–	–	14,124	(352)	100,271	114,043	10,267	124,310
Distribution of capital reserve	–	–	–	–	–	(482,519)	–	–	482,519	–	–	–
Issue of shares to shareholders participating in the scrip dividend	159	–	53,747	–	–	–	–	–	–	53,906	–	53,906
Share-based payments	–	–	–	–	24,698	–	–	–	–	24,698	–	24,698
Issue of shares upon exercises of share options	17	–	3,548	–	(819)	–	–	–	–	2,746	–	2,746
Shares repurchased and cancelled	(100)	4	(34,452)	–	–	–	–	–	–	(34,548)	–	(34,548)
Deregistration of subsidiaries	–	–	–	–	–	–	–	–	–	–	(15)	(15)
2011/12 final dividend	–	–	–	–	–	–	–	–	(158,531)	(158,531)	–	(158,531)
2012/13 interim dividend	–	–	–	–	–	–	–	–	(61,386)	(61,386)	–	(61,386)
	76	4	22,843	–	23,879	(482,519)	14,124	(352)	362,873	(59,072)	10,252	(48,820)
At 30 June 2013 (audited)	**12,159**	**–**	**3,658,257**	**(4,473)**	**120,900**	**–**	**193,955**	**(87)**	**4,110,336**	**8,091,047**	**112,420**	**8,203,467**

The accompanying notes form part of this interim financial information.

Notes:

a) 495,000 repurchased shares remained uncancelled and were held as treasury shares at 30 June 2012. These repurchased shares were subsequently cancelled in July 2012.

b) The application of the share premium account is governed by the Companies Act of Bermuda.

c) The merger reserve represents the excess of the value of the net assets of the subsidiaries acquired over the nominal value of the share capital of the Company issued in exchange pursuant to the group reorganisation on 29 June 2005 in preparation for the admission of the Company's shares to AIM of the London Stock Exchange (the "Reorganisation").

d) The share option reserve represents the fair value of unexercised share options recognised in accordance with the accounting policy adopted for share-based payments.

e) The capital reserve represents amounts due to shareholders capitalised upon the Reorganisation.

f) The statutory reserve represents the appropriation of 10% of profit after taxation (after offsetting prior year losses) determined based on the accounting standards and regulations of the People's Republic of China (the "PRC") as required by the relevant PRC rules and regulations and the Articles of Association of the Company's PRC subsidiaries. The appropriation may cease to apply if the balance of the statutory reserve has reached 50% of that PRC subsidiary's registered capital.

g) The exchange reserve comprises all foreign exchange differences on translation of the financial statements of foreign operations.

The accompanying notes form part of this interim financial information.

Condensed Consolidated Cash Flow Statement

For the six months ended 31 December 2013

	Note	Six months ended 31 December 2013 (unaudited) RMB'000	2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
Cash flows from operating activities				
(Loss)/profit before income tax		**(543,714)**	218,052	124,662
Adjustments for:				
Interest income	6	**(20,416)**	(30,152)	(50,509)
Finance costs	7(a)	**91**	24	126
Share-based payments	7(b)	**6,014**	14,072	24,698
Amortisation of land use rights	7(c)	**744**	587	1,360
Amortisation of intangible assets	7(c)	**5,374**	6,509	12,723
Depreciation	7(c)	**84,383**	69,426	144,603
Loss on disposal of property, plant and equipment	7(c)	**2,251**	85	2,172
Loss on disposal of land use right	7(c)	**–**	4,902	4,902
Loss on deregistration of subsidiaries	7(c)	**–**	–	192
Net loss on change in fair value of biological assets	15	**583,000**	23,000	260,468
Operating profit before working capital changes		**117,727**	306,505	525,397
Movements in working capital elements:				
Biological assets		**138,192**	106,104	(53,462)
Inventories		**(14,724)**	12,406	22,817
Trade and other receivables		**(61,747)**	(37,500)	18,342
Trade and other payables		**(14,341)**	29,259	47,232
Net cash generated from operating activities		**165,107**	416,774	560,326

The accompanying notes form part of this interim financial information.

Condensed Consolidated Cash Flow Statement

For the six months ended 31 December 2013

	Note	Six months ended 31 December 2013 (unaudited) RMB'000	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment		**1,797**	–	1,853
Proceed from disposal of land use right		**–**	3,565	3,565
Purchase of property, plant and equipment		**(4,813)**	(16,379)	(32,823)
Purchase of land use right		**(4,998)**	(14,001)	(14,001)
Additions to construction-in-progress		**(114,410)**	(196,783)	(391,561)
Deposits paid for acquisition of property, plant and equipment		**(2,393)**	(28,155)	(84,297)
Net additions to biological assets		**(69,278)**	(50,969)	(123,745)
Additions to intangible assets		**–**	(18,680)	(18,680)
Decrease in time deposits with terms over three months		**–**	19,341	62,960
Interest received		**20,416**	30,152	50,509
Net cash used in investing activities		**(173,679)**	(271,909)	(546,220)
Cash flows from financing activities				
Proceeds from issue of new shares upon exercises of share options		**14,362**	–	2,746
Repurchase of shares		**–**	(34,548)	(34,548)
Obligation under finance lease		**(53)**	–	(97)
Dividends paid		**(38,849)**	(104,625)	(166,011)
Finance costs paid		**(91)**	(24)	(126)
Net cash used in financing activities		**(24,631)**	(139,197)	(198,036)
Net (decrease)/increase in cash and cash equivalents		**(33,203)**	5,668	(183,930)
Cash and cash equivalents at beginning of period/year		**2,141,224**	2,325,154	2,325,154
Cash and cash equivalents at end of period/year	22	**2,108,021**	2,330,822	2,141,224

Major non-cash transactions

During the six months ended 31 December 2013, purchases of property, plant and equipment included an amount of RMB84,303,000 (six months ended 31 December 2012: RMB4,245,000, year ended 30 June 2013: RMB4,245,000) transferred from non-current deposits.

The accompanying notes form part of this interim financial information.

1 GENERAL INFORMATION

Asian Citrus Holdings Limited (the "Company") was incorporated in Bermuda on 4 June 2003 as an exempted company with limited liability under the Companies Act of Bermuda and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "HKEx"), AIM of the London Stock Exchange and PLUS Markets plc.

The address of the registered office of the Company is Clarendon House, 2 Church Street, Hamilton, HM11, Bermuda. The principal place of business of the Company is located at Rooms 1109–1111, Wayson Commercial Building, 28 Connaught Road West, Hong Kong.

The principal activities of the Company and its subsidiaries (together the "Group") are planting, cultivation and sale of agricultural produce, manufacture and sale of fruit juice concentrates, fruit purees, frozen fruits and vegetables.

Details of subsidiaries as at 31 December 2013 are as follows:

Name	Place of incorporation/ establishment	Percentage of equity interest attributable to the Group	Principal activities
Directly held:			
Access Fortune Investments Limited	British Virgin Islands ("BVI")	100%	Investment holding
A-One Success Limited	BVI	100%	Investment holding
Newasia Global Limited	BVI	100%	Investment holding
Raised Energy Investments Limited	BVI	100%	Investment holding
Indirectly held:			
Asian Citrus Management Company Limited	BVI	100%	Proprietor and licensor of the Group's intellectual property rights
Asian Citrus (H.K.) Company Limited	Hong Kong	100%	General commercial and leasing of properties
Beihai Perfuming Garden Juice Co., Ltd.	PRC	92.94%	Trading of fruit juice concentrates, manufacture and sale of frozen fruits and vegetables
BPG Food & Beverage Holdings Ltd.	Cayman Islands	100%	Investment holding

1 GENERAL INFORMATION *(Continued)*

Details of subsidiaries as at 31 December 2013 are as follows: *(Continued)*

Name	Place of incorporation/ establishment	Percentage of equity interest attributable to the Group	Principal activities
Indirectly held: (continued)			
Chance Lead Holdings Limited	Hong Kong	100%	Investment holding
Fame Zone Limited	BVI	100%	Investment holding
Hepu Perfuming Garden Food Co., Ltd.	PRC	92.94%	Manufacture and sale of fruit juice concentrates, fruit purees and others
Litian Biological Sciences & Technology Development (Xinfeng) Company Limited	PRC	100%	Planting, cultivation and sale of oranges
Lucky Team Biotech Development Yongzhou Limited	PRC	100%	Planting, cultivation and sale of oranges
Lucky Team Biotech Development (Hepu) Limited	PRC	100%	Planting, cultivation and sale of oranges
Lucky Team Industrial (Ganzhou) Company Limited	PRC	100%	Development of orange processing centre
Lucky Team (Hepu) Agriculture Development Limited	PRC	100%	Development of nursery
Tianyang Perfuming Garden Food Industrial Co., Ltd.	PRC	100%	Not commenced business yet
Top Honest Holdings Limited	BVI	100%	Investment holding
Wealth Elite Investments Limited	Hong Kong	100%	Investment holding
Beihai Super Fruit Co., Ltd.	PRC	100%	Not commenced business yet

2 BASIS OF PREPARATION

This interim financial information has been prepared in accordance with International Accounting Standard ("IAS") 34, Interim financial reporting, issued by the International Accounting Standards Board ("IASB"), the applicable disclosure provisions of the Rules Governing the Listing of Securities on the HKEx and the AIM Rules issued by the London Stock Exchange. The interim financial information is presented in Renminbi ("RMB"), rounded to the nearest thousand, unless otherwise stated.

The interim financial information has been prepared under the historical cost convention, except that certain biological assets are carried at their fair values. The principal accounting policies adopted in the preparation of this interim financial information are consistent with those followed in the Group's annual financial statements for the year ended 30 June 2013, except for the accounting policy changes that are expected to be reflected in the Group's annual financial statements for the year ending 30 June 2014. Details of the applications of new and revised IFRSs are set out in note 3.

The preparation of interim financial information in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial information contains condensed consolidated financial statements and explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2013 annual financial statements. The condensed consolidated financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRSs").

The interim financial information is unaudited, but has been reviewed by the Company's Audit Committee. This interim financial information has also been reviewed by the Company's auditor in accordance with International Standard on Review Engagements 2410, Review of interim financial information performed by the independent auditor of the entity.

3 APPLICATIONS OF NEW AND REVISED IFRSs

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

Improvements to IFRSs	Annual improvements to IFRSs 2009–2011 cycle
Amendments to IFRS 10, IFRS 11 and IFRS 12	Consolidated financial statements, joint arrangements and disclosure of interests in other entities: transition guidance
Amendments to IFRS 7	Disclosures – Offsetting financial assets and financial Liabilities
IFRS 10	Consolidated financial statements
IFRS 12	Disclosure of interests in other entities
IFRS 13	Fair value measurement
IAS 27 (2011)	Separate financial statements

The above amendments to IFRSs have had no material impact on the Group's results of operations and financial position.

3 APPLICATIONS OF NEW AND REVISED IFRSs *(Continued)*

Up to the date of issue of this interim financial information, the IASB has issued a number of amendments, new standards and interpretations which are not yet effective for the year ending 30 June 2014 and which have not been adopted in the interim financial information. Of these developments, the following relates to matters that may be relevant to the Group's operations and financial statements:

Amendments to IFRS 9 and IFRS 7	Mandatory effective date of IFRS 9 and transition disclosures[1]
Amendments to IFRS 10, IFRS 12 and IAS 27	Investing entities[1]
Amendments to IAS 32	Offsetting financial assets and financial liabilities[1]
Amendments to IAS 36	Recoverable amount disclosures for non-financial assets[1]
IFRS 9	Financial instruments[2]

1 Effective for annual periods beginning on or after 1 January 2014.
2 Effective for annual periods beginning on or after 1 January 2015.

The Group is in the process of making an assessment of what the potential impact of these amendments and new standards is expected to be in the period of initial application but is not yet in a position to determine whether their adoption will have a significant impact on the Group's results of operations and financial position.

4 SEGMENT INFORMATION

The Group manages its businesses by lines of business. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resources allocation and performance assessment, the Group has two reportable segments. The segments are managed separately as each business offers different products and required different business strategies. The following summary describes the operations in each of the Group's reportable segments:

- Agricultural produce – planting, cultivation and sale of agricultural produce
- Processed fruits – manufacture and sale of fruit juice concentrates, fruit purees, frozen fruits and vegetables

Developing and sale of property units in an agricultural wholesale market and orange processing centre was no longer a reportable segment in the year ended 30 June 2013. Because of this change in the composition of the reportable segments, the corresponding segmental information for the six months ended 31 December 2012 has been restated to conform with the current period's presentation.

The directors assess the performance of the operating segments based on a measure of reportable segment results. This measurement basis excludes the central other income, expenses and finance costs.

Segment assets mainly exclude goodwill, certain property, plant and equipment, land use rights and other assets that are managed on a central basis. Segment liabilities mainly exclude liabilities that are managed on a central basis.

4 SEGMENT INFORMATION *(Continued)*

Segment results, assets and liabilities

Six months ended 31 December 2013:

	Agricultural produce (unaudited) *RMB'000*	Processed fruits (unaudited) *RMB'000*	Total (unaudited) *RMB'000*
RESULTS			
Reportable segment revenue and revenue from external customers	468,907	279,426	748,333
Reportable segment results	(576,032)	47,771	(528,261)
Unallocated corporate expenses			(17,057)
Unallocated corporate other income			1,604
Loss before income tax			(543,714)
Income tax expense			–
Loss for the period			(543,714)
ASSETS			
Segment assets	4,654,751	1,746,155	6,400,906
Unallocated corporate assets			1,331,307
Total assets			7,732,213
LIABILITIES			
Segment liabilities	(53,208)	(33,200)	(86,408)
Unallocated corporate liabilities			(4,529)
Total liabilities			(90,937)
OTHER INFORMATION			
Additions to segment non-current assets	77,941	135,856	213,797

4 SEGMENT INFORMATION *(Continued)*

Segment results, assets and liabilities *(Continued)*

Six months ended 31 December 2012:

	Agricultural produce (unaudited) *RMB'000*	Processed fruits (unaudited) *RMB'000*	Total (unaudited) *RMB'000*
RESULTS			
Reportable segment revenue and revenue from external customers	601,802	290,243	892,045
Reportable segment results	167,969	76,582	244,551
Unallocated corporate expenses			(29,373)
Unallocated corporate other income			2,874
Profit before income tax			218,052
Income tax expense			–
Profit for the period			218,052
ASSETS			
Segment assets	5,361,299	1,631,016	6,992,315
Unallocated corporate assets			1,440,023
Total assets			8,432,338
LIABILITIES			
Segment liabilities	(55,084)	(27,592)	(82,676)
Unallocated corporate liabilities			(4,424)
Total liabilities			(87,100)
OTHER INFORMATION			
Additions to segment non-current assets	130,095	149,714	279,809

4 SEGMENT INFORMATION *(Continued)*

Segment results, assets and liabilities (Continued)

Year ended 30 June 2013:

	Agricultural produce (audited) *RMB'000*	Processed fruits (audited) *RMB'000*	Total (audited) *RMB'000*
RESULTS			
Reportable segment revenue and revenue from external customers	921,823	564,089	1,485,912
Reportable segment results	31,912	138,711	170,623
Unallocated corporate expenses			(50,557)
Unallocated corporate other income			4,596
Profit before income tax			124,662
Income tax expense			–
Profit for the year			124,662
ASSETS			
Segment assets	5,253,592	1,689,669	6,943,261
Unallocated corporate assets			1,365,533
Total assets			8,308,794
LIABILITIES			
Segment liabilities	(76,016)	(24,483)	(100,499)
Unallocated corporate liabilities			(4,828)
Total liabilities			(105,327)
OTHER INFORMATION			
Additions to segment non-current assets	225,539	321,737	547,276

5 TURNOVER

Turnover represented the total invoiced value of goods supplied to customers. The amount of each significant category of revenue recognised in turnover is as follows:

	Six months ended 31 December		Year ended 30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Sales of oranges	**468,907**	600,194	919,983
Sales of self-bred saplings	**–**	1,608	1,840
Sales of processed fruits	**279,426**	290,243	564,089
	748,333	892,045	1,485,912

6 OTHER INCOME

	Six months ended 31 December		Year ended 30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Interest income	**20,416**	30,152	50,509
Government grants	**1,414**	1,209	2,912
Sundry income	**32**	7	17
	21,862	31,368	53,438

7 (LOSS)/PROFIT BEFORE INCOME TAX

(Loss)/profit before income tax is stated after charging/(crediting) the following:

	Note	Six months ended 31 December 2013 (unaudited) RMB'000	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
(a) Finance costs				
Bank charges		**54**	24	43
Finance charges on obligation under finance lease		**37**	–	83
		91	24	126
(b) Staff costs (including directors' emoluments)				
– salaries, wages and other benefits		**79,437**	69,433	114,510
– share-based payments		**6,014**	14,072	24,698
– contributions to defined contribution retirement plans		**1,178**	1,214	2,775
		86,629	84,719	141,983
(c) Other items				
Amortisation of land use rights	13	**744**	587	1,360
Amortisation of intangible assets	16	**5,374**	6,509	12,723
Auditor's remuneration		**1,397**	1,217	2,432
Cost of agricultural produce sold#		**434,167**	390,432	571,147
Cost of inventories of processed fruits recognised as expenses##		**215,411**	212,120	417,166
Depreciation of property, plant and equipment	12	**84,383**	69,426	144,603
Add: Realisation of depreciation previously capitalised as biological assets		**25,022**	23,423	23,423
Less: Amount capitalised as biological assets		**(22,425)**	(15,865)	(45,059)
		86,980	76,984	122,967
Construction-in-progress written off	14	**2,880**	1,560	1,669
Exchange gain, net		**(67)**	(3,548)	(989)
Operating lease expenses				
– plantation bases		**6,394**	6,416	9,470
– properties		**580**	610	1,020
Research and development costs		**6,631**	2,344	4,963
Loss on disposals of property, plant and equipment		**2,251**	85	2,172
Loss on disposal of land use right		**–**	4,902	4,902
Loss on deregistration of subsidiaries		**–**	–	192

7 (LOSS)/PROFIT BEFORE INCOME TAX *(Continued)*

\# Cost of agricultural produce sold includes RMB104,989,000 (six months ended 31 December 2012: RMB96,189,000, year ended 30 June 2013: RMB133,321,000) relating to staff costs, depreciation and operating lease expenses, which amount is also included in the respective total amount disclosed separately above for each of these types of expenses.

\#\# Cost of inventories of processed fruits recognised as expenses includes RMB45,105,000 (six months ended 31 December 2012: RMB40,170,000, year ended 30 June 2013: RMB82,422,000) relating to staff costs, amortisation of land use rights, amortisation of intangible assets and depreciation, which amount is also included in the respective total amount disclosed separately above for each of these types of expenses.

8 INCOME TAX EXPENSE

(a) On the basis stated below, no income tax has been provided by the Group:

(i) Pursuant to the rules and regulations of Bermuda, Cayman Islands and the BVI, the Group is not subject to any income tax in the respective tax jurisdictions.

(ii) No Hong Kong profits tax has been provided as the Group did not have assessable profits arising in or derived from Hong Kong.

(iii) No PRC enterprise income tax has been provided as the Group did not have assessable profit in the PRC during the period. The provision for PRC enterprise income tax is based on the respective applicable rates on the estimated assessable income of the Group's subsidiaries in the PRC as determined in accordance with the relevant income tax laws, rules and regulations of the PRC.

According to the PRC tax law, its rules and regulations, enterprises that engage in certain qualifying agricultural business are eligible for certain tax benefits, including full enterprise income tax exemption on profits derived from such business. Certain operating subsidiaries of the Group in the PRC engaged in qualifying agricultural business are entitled to full exemption of enterprise income tax.

The applicable enterprise income tax rate of the Group's other operating subsidiaries in the PRC is 25%.

(iv) PRC withholding income tax

Under the PRC tax law, profits of the Group's subsidiaries in the PRC derived since 1 January 2008 is subject to withholding income tax at rates of 5% or 10% upon the distribution of such profits to foreign investors or companies incorporated in Hong Kong, or for other foreign investors, respectively. Pursuant to the grandfathering arrangements of the PRC tax law, dividends receivable by the Group from its PRC subsidiaries in respect of the undistributed profits derived prior to 31 December 2007 are exempt from the withholding income tax. At 31 December 2013, no deferred tax liabilities have been recognised in respect of the tax that would be payable on the unremitted profits of the PRC subsidiaries derived since 1 January 2008 as the Company is in a position to control the dividend policies of the PRC subsidiaries and no distribution of such profits is expected to be declared from the PRC subsidiaries in the foreseeable future.

8 INCOME TAX EXPENSE *(Continued)*

(b) Reconciliation between income tax expense and (loss)/profit before income tax in the condensed consolidated statement of profit or loss at applicable rates:

	Six months ended 31 December		Year ended 30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
(Loss)/profit before income tax	**(543,714)**	218,052	124,662
Notional tax at the rates applicable to (losses)/profits in the jurisdictions concerned	**(132,238)**	59,428	42,081
Tax effect of non-deductible expenses	**148,981**	624	1,190
Tax effect of tax exemptions	**(16,848)**	(62,082)	(44,695)
Tax effect of temporary differences not recognised for deferred tax purpose	**95**	699	944
Others	**10**	1,331	480
Actual tax expense	**–**	–	–

9 DIRECTORS' REMUNERATION

	Directors' fees (unaudited) RMB'000	Salaries, allowances and benefits in kind (unaudited) RMB'000	Share-based payments (unaudited) RMB'000	Retirement scheme contribution (unaudited) RMB'000	**Six months ended 31 December 2013 (unaudited) RMB'000**	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
Directors' emoluments							
Executive Directors							
Tong Wang Chow	–	810	11	–	**821**	959	2,021
Tong Hung Wai, Tommy	–	483	4	7	**494**	552	1,149
Cheung Wai Sun	–	324	4	7	**335**	447	925
Pang Yi	–	540	21	–	**561**	1,053	2,107
Sung Chi Keung *(Note i)*	–	–	–	–	**–**	970	2,149
Non-executive Directors							
Ip Chi Ming *(Note ii)*	–	–	–	–	**–**	255	312
Ma Chiu Cheung, Andrew *(Note iii)*	139	–	–	–	**139**	237	454
Lui Ming Wah	108	–	–	–	**108**	176	341
Yang Zhen Han	108	–	–	–	**108**	176	341
Nicholas Smith *(Note iv)*	–	–	–	–	**–**	237	374
Peregrine Moncreiffe *(Note iii)*	124	–	–	–	**124**	176	372
Ng Hoi Yue *(Note v)*	108	–	–	–	**108**	–	64
Chung Koon Yan *(Note vi)*	29	–	–	–	**29**	–	–
Ho Wai Leung *(Note vi)*	29	–	–	–	**29**	–	–
	645	2,157	40	14	**2,856**	5,238	10,609

There were no arrangements under which a director waived or agreed to waive any remuneration during the period (six months ended 31 December 2012: RMBNil, year ended 30 June 2013: RMBNil).

Notes:

(i) Resigned on 30 June 2013.
(ii) Retired on 6 November 2012.
(iii) Retired on 12 November 2013.
(iv) Resigned on 24 March 2013.
(v) Appointed on 15 March 2013.
(vi) Appointed on 12 November 2013.

10 INDIVIDUALS WITH HIGHEST EMOLUMENTS

The five highest paid individuals of the Group during the period/year included four directors, details of whose emoluments are set out in note 9 above. The emoluments in respect of the remaining highest paid individual are as follows:

	Six months ended 31 December		Year ended 30 June
	2013 (unaudited) *RMB'000*	2012 (unaudited) *RMB'000*	2013 (audited) *RMB'000*
Salaries, wages and other benefits	**64**	448	155
Share-based payments	**429**	86	1,197
Retirement scheme contribution	**3**	7	6
	496	541	1,358

No emoluments were paid by the Group to the directors or any of the five highest paid individuals as an inducement to join or upon joining the Group or as compensation for loss of office (six months ended 31 December 2012: RMBNil, year ended 30 June 2013: RMBNil).

11 (LOSS)/EARNINGS PER SHARE

The calculation of basic and diluted (loss)/earnings per share is based on the following:

	Six months ended 31 December 2013 (unaudited) *RMB'000*	Six months ended 31 December 2012 (unaudited) *RMB'000*	Year ended 30 June 2013 (audited) *RMB'000*
(Loss)/earnings			
(Loss)/profit attributable to equity shareholders of the Company used in basic and diluted (loss)/earnings per share calculation	**(547,971)**	212,380	114,395
Weighted average number of shares	*'000*	*'000*	*'000*
Issued ordinary shares at beginning of period/year	**1,229,559**	1,221,097	1,221,097
Effect of shares issued to shareholders participating in the scrip dividend	**–**	–	8,811
Effect of shares issued upon exercises of share options	**1,293**	–	55
Effect of shares repurchased and cancelled	**–**	(3,393)	(7,236)
Weighted average number of ordinary shares used in basic (loss)/earnings per share calculation	**1,230,852**	1,217,704	1,222,727
Effect of dilutive potential shares in respect of share options *(Note)*	**–**	11,490	10,035
Weighted average number of ordinary shares used in diluted (loss)/earnings per share calculation	**1,230,852**	1,229,194	1,232,762

Notes:

The potential ordinary shares arising from the conversion of share options had an anti-dilutive effect on the basic loss per share for the six months ended 31 December 2013, hence they were ignored in the calculation of diluted loss per share.

12 PROPERTY, PLANT AND EQUIPMENT

	Buildings RMB'000	Leasehold improvements RMB'000	Plant and machinery RMB'000	Furniture, fixtures and equipment RMB'000	Motor vehicles RMB'000	Farmland infrastructure and machinery RMB'000	Total RMB'000
Cost							
At 1 July 2012 (audited)	185,778	3,668	308,265	11,898	11,622	1,796,556	2,317,787
Additions	1,490	–	17,629	277	328	17,344	37,068
Transfer from construction-in-progress *(note 14)*	45,190	–	39,439	–	–	181,038	265,667
Disposals	(1,005)	–	(12,593)	(111)	(190)	(5)	(13,904)
At 30 June 2013 (audited)	231,453	3,668	352,740	12,064	11,760	1,994,933	2,606,618
Additions	1,183	–	85,229	1,953	6	745	89,116
Transfer from construction-in-progress *(note 14)*	194,759	–	42,415	13	–	118,624	355,811
Disposals	–	–	(11,886)	(50)	–	–	(11,936)
At 31 December 2013 (unaudited)	427,395	3,668	468,498	13,980	11,766	2,114,302	3,039,609
Accumulated depreciation							
At 1 July 2012 (audited)	18,940	976	39,790	4,887	4,828	412,848	482,269
Charge for the year	11,888	125	39,754	1,386	1,645	89,805	144,603
Written back on disposals	(111)	–	(9,483)	(107)	(173)	(5)	(9,879)
At 30 June 2013 (audited)	30,717	1,101	70,061	6,166	6,300	502,648	616,993
Charge for the period	10,281	63	24,621	1,155	821	47,442	84,383
Written back on disposals	–	–	(7,877)	(11)	–	–	(7,888)
At 31 December 2013 (unaudited)	40,998	1,164	86,805	7,310	7,121	550,090	693,488
Carrying amount							
At 31 December 2013 (unaudited)	**386,397**	**2,504**	**381,693**	**6,670**	**4,645**	**1,564,212**	**2,346,121**
At 31 December 2012 (unaudited)	182,085	2,629	275,057	7,370	6,110	1,436,715	1,909,966
At 30 June 2013 (audited)	200,736	2,567	282,679	5,898	5,460	1,492,285	1,989,625

At 31 December 2013, the carrying amount of farmland infrastructure and machinery held under finance lease was RMB896,000 (31 December 2012: RMB1,027,000, 30 June 2013: RMB956,000).

13 LAND USE RIGHTS

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Cost			
At beginning of period/year	**82,872**	78,013	78,013
Addition	**4,998**	14,001	14,001
Disposal	**–**	(9,142)	(9,142)
At end of period/year	**87,870**	82,872	82,872
Accumulated amortisation			
At beginning of period/year	**10,171**	9,486	9,486
Charge for the period/year	**744**	587	1,360
Written back on disposal	**–**	(675)	(675)
At end of period/year	**10,915**	9,398	10,171
Carrying amount	**76,955**	73,474	72,701

Land use rights, representing the rights to use certain pieces of land located in the PRC, are valid for a period of 50 years from respective dates of grant and will be expiring in the years 2053 to 2062.

At the date of approval of this interim financial information, the Group is still in the progress of applying title certificate in respect of certain land use rights with carrying amount of RMB4,981,000 (31 December 2012: RMBNil; 30 June 2013: RMBNil).

14 CONSTRUCTION-IN-PROGRESS

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
At beginning of period/year	**304,196**	178,302	178,302
Additions	**117,290**	198,343	393,230
Written off	**(2,880)**	(1,560)	(1,669)
Transfer to property, plant and equipment *(note 12)*	**(355,811)**	(123,335)	(265,667)
At end of period/year	**62,795**	251,750	304,196

15 BIOLOGICAL ASSETS

Biological assets represent self-bred saplings, infant trees, citrus trees and banana trees.

Self-bred saplings and infant trees are undergoing biological transformation leading to them being able to produce oranges and grapefruits. Once the self-bred saplings and infant trees become mature and productive, they will be transferred to the category of citrus trees. The role of citrus trees is to supply oranges and grapefruits through the processes of growth in each production cycle. As at 31 December 2012, 30 June 2013 and 31 December 2013, citrus trees comprised orange trees only.

For banana trees, the role of them is to supply bananas through the processes of growth in their production cycle. As at 31 December 2013, banana trees are stated at cost as little biological transformation has taken place since initial cost incurrence as banana tree seedlings were planted towards the end of the reporting period.

15 BIOLOGICAL ASSETS *(Continued)*

Biological assets are analysed as follows:

	Self-bred saplings *RMB'000*	Infant trees *RMB'000*	Citrus trees *RMB'000*	Banana trees *RMB'000*	Total *RMB'000*
At 1 July 2012 (audited)	5,591	73,633	2,384,636	–	2,463,860
Net additions	2,961	–	–	–	2,961
Sales of citrus self-bred saplings	(1,384)	–	–	–	(1,384)
Intra transfer to citrus infant trees	(1,705)	1,705	–	–	–
Intra transfer to citrus trees	–	(17,468)	17,468	–	–
Net increase due to cultivation	–	122,168	53,462	–	175,630
Net change in fair value					
– Gain due to price, yield, maturity and cost changes	–	–	(196,746)	–	(196,746)
– Decrease due to replanting programme	–	–	(63,722)	–	(63,722)
	–	–	(260,468)	–	(260,468)
At 30 June 2013 (audited)	5,463	180,038	2,195,098	–	2,380,599
Net additions	1,516	–	–	576	2,092
Intra transfer to citrus infant trees	(1,586)	1,586	–	–	–
Net increase/(decrease) due to cultivation/(harvest)	–	67,762	(139,569)	801	(71,006)
Net loss on change in fair value due to price, yield, maturity and cost changes	–	–	(583,000)	–	(583,000)
At 31 December 2013 (unaudited)	**5,393**	**249,386**	**1,472,529**	**1,377**	**1,728,685**
At 31 December 2012 (unaudited)	5,448	124,745	2,255,532	–	2,385,725
At 30 June 2013 (audited)	5,463	180,038	2,195,098	–	2,380,599

15 BIOLOGICAL ASSETS *(Continued)*

Represented by:

	Self-bred saplings (unaudited) *RMB'000*	Infant trees (unaudited) *RMB'000*	Citrus trees (unaudited) *RMB'000*	Banana trees (unaudited) *RMB'000*	**31 December 2013 Total (unaudited) *RMB'000***	31 December 2012 Total (unaudited) *RMB'000*	30 June 2013 Total (audited) *RMB'000*
Non-current	5,393	249,386	1,400,000	–	**1,654,779**	2,333,193	2,168,501
Current	–	–	72,529	1,377	**73,906**	52,532	212,098
	5,393	249,386	1,472,529	1,377	**1,728,685**	2,385,725	2,380,599

The movements in biological assets can be summarised as follows:

	Self-bred saplings *Number*	Infant trees *Number*	Citrus trees *Number*	Banana trees *Number*
At 1 July 2012	1,040,694	1,325,363	2,616,641	–
Net disposals	(4,572)	–	–	–
Sales of citrus self-bred saplings	(153,365)	–	–	–
Intra transfer to citrus infant trees	(301,200)	301,200	–	–
Intra transfer to citrus trees	–	(81,261)	81,261	–
Decrease due to replanting programme	–	–	(48,058)	–
At 30 June 2013	581,557	1,545,302	2,649,844	–
Net additions	–	–	–	221,769
Intra transfer to citrus infant trees	(201,360)	201,360	–	–
At 31 December 2013	380,197	1,746,662	2,649,844	221,769

The Group has engaged an independent valuer to conduct an agreed-upon procedures appraisal on the fair value of orange trees less costs to sell as at 31 December 2013. The valuation methodology used to determine the fair value of orange trees less costs to sell is in compliance with both IAS 41, Agriculture, and the International Valuation Standards issued by the International Valuation Standards Council which aims to determine the fair value of a biological asset in its present location and condition.

15 BIOLOGICAL ASSETS *(Continued)*

The fair value of orange trees less costs to sell is calculated by deducting the fair value of plantation-related machinery and equipment and land improvements from the fair value of the orange trees operation. In estimating the fair value of the orange trees, the following key assumptions were applied:

a) The market price variables, which represent the assumed market price for summer oranges and winter oranges produced by the Group. The valuation adopted the market sales prices prevailing as of the end of the reporting period for each type of oranges produced by the Group as the sales price estimation. The market prices are assumed to be increased by 3% per annum, which is similar to the projected long term inflation rate.

b) The yield per tree variables, which represent the harvest level of the orange trees. The yield of orange trees is affected by the age, species and health of the orange trees, as well as the climate, location, soil condition, topography and infrastructure. In general, yield per tree increases from age 3 to 10, remains stable for about 12 years, and then starts to decline from age 22 to 32.

c) The cost of sales variables, which represent the direct costs necessary to bring the oranges to their sale form. These mainly include raw material costs and direct labour costs. The cost of sales variables are determined by reference to actual costs incurred for areas that have been previously harvested, and have taken into account the projected long term inflation rate of 3% per annum.

d) The Capital Asset Pricing Model has been used to determine a discount rate of 18% (six months ended 31 December 2012: 18%, year ended 30 June 2013: 18%) to be applied to the orange trees operations.

e) Other key assumptions which have taken into account in valuing the Group's biological assets includes, among other things,

   i) cash flows are calculated from the current rotation of orange trees only, without taking into account the projected revenue or costs related to the re-establishment of new orange trees;

   ii) projected cash flows have taken into account the projected long term inflation rate of 3% per annum and excluded financial costs and taxation;

   iii) as discounted cash flows are based on current orange prices, planned future business activities that may impact the future prices of oranges harvested from the Group's plantations are not considered; and

   iv) no allowance is made for cost improvements in future operations.

The land currently occupied by the Group is leased from third parties, and has no commercial value. With reference to the value of machinery and equipment and other assets (represented by improvements in structures and buildings, wind breakers, etc.), the total values of the assets involved as at 31 December 2013 for Hepu plantation and Xinfeng plantation are approximately RMB361 million (31 December 2012: RMB422 million, 30 June 2013: RMB403 million) and RMB642 million (31 December 2012: RMB644 million, 30 June 2013: RMB649 million), respectively.

15 BIOLOGICAL ASSETS *(Continued)*

The quantity and value of agricultural produce harvested measured at fair value less costs to sell during the period/year were as follows:

	Six months ended 31 December				Year ended 30 June	
	2013		2012		2013	
	Quantity	**Value**	Quantity	Value	Quantity	Value
	Tonnes	***RMB'000***	*Tonnes*	*RMB'000*	*Tonnes*	*RMB'000*
Oranges	**147,927**	**468,907**	161,233	600,194	218,600	919,983

The Group is exposed to a number of risks relating to its orange plantations:

1) Regulatory and environmental risks

   The Group is subject to laws and regulations in the jurisdiction in which it operates. The Group has established environmental policies and procedures aimed at compliance with local environmental and other laws. Management performs regular reviews to identify environmental risks and to ensure that the systems in place are adequate to manage those risks.

2) Supply and demand risks

   The Group is exposed to risks arising from fluctuations in the price and sales volume of oranges. Where possible the Group manages these risks by aligning its harvest volume to market supply and demand. Management performs regular industry trend analyses to ensure that the Group's pricing structure is in line with the market and to ensure that projected harvest volumes are consistent with the expected demand.

3) Climate and other risks

   The Group's orange plantations are exposed to the risk of damage from climatic changes, diseases, forest fires and other natural forces. The Group has extensive processes in place aimed at monitoring and mitigating those risks, including regular forest health inspections and industry pest and disease surveys. The Group also insures itself against natural disasters such as floods and tropical storms.

16 INTANGIBLE ASSETS

	Capitalised development costs *RMB'000*	Trademark *RMB'000*	Total *RMB'000*
Cost			
At 1 July 2012 (audited)	89,046	3	89,049
Additions	18,680	–	18,680
At 30 June 2013 (audited) and 31 December 2013 (unaudited)	107,726	3	107,729
Accumulated amortisation			
At 1 July 2012 (audited)	30,541	2	30,543
Charge for the year	12,723	–	12,723
At 30 June 2013 (audited)	43,264	2	43,266
Charge for the period	5,374	–	5,374
At 31 December 2013 (unaudited)	48,638	2	48,640
Carrying amount			
At 31 December 2013 (unaudited)	**59,088**	**1**	**59,089**
At 31 December 2012 (unaudited)	70,676	1	70,677
At 30 June 2013 (audited)	64,462	1	64,463

The amortisation charge for the period included RMB2,694,000 (six months ended 31 December 2012: RMB2,629,000, year ended 30 June 2013: RMB5,363,000) and RMB2,680,000 (six months ended 31 December 2012: RMB3,880,000, year ended 30 June 2013: RMB7,360,000) in cost of sales and general and administrative expenses, respectively, in the condensed consolidated statement of profit or loss.

16 INTANGIBLE ASSETS *(Continued)*

Capitalised development costs are represented by:

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Completed development projects	**59,088**	70,676	64,462
	Years	Years	Years
Average remaining amortisation period for completed development projects	**7.0**	7.3	7.4

Capitalised development costs represent expenditure incurred in developing techniques relating to the cultivation of citrus trees and processing of fruits, which will increase the productivity of the relevant operations in the future periods.

17 DEPOSITS

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Deposits paid for acquisition of property, plant and equipment	**2,393**	28,161	84,303

18 GOODWILL

Goodwill related to the acquisition of BPG Food & Beverage Holdings Ltd. and its subsidiaries in November 2010. For the purposes of impairment testing, goodwill has been allocated to the cash generating unit ("CGU") in relation to the Group's processed fruits segment in the PRC.

The recoverable amount of the CGU has been determined based on a value in use calculation which uses cash flow projections from financial budgets approved by management covering a 3-year period and a discount rate of 12%. The cash flows beyond the 3-year period are extrapolated using a steady 10% growth rate. This growth rate does not exceed the average long-term growth rate for the business in which the CGU operates. Other key assumptions for the value in use calculations relate to the estimation of cash flows which include budgeted sales and gross margin, and such estimations are based on the CGU's past performance and management's expectations based on market developments. Management believes that any reasonably possible change in any of these assumptions would not cause the aggregate carrying amount of the CGU to exceed the aggregate recoverable amount of the CGU.

19 PROPERTIES FOR SALE

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Properties under development for sale	**5,081**	5,081	5,081
Completed properties for sale	**749**	749	749
	5,830	5,830	5,830

The analysis of carrying amount of land use rights included in the properties for sale is as follows:

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
In the PRC, held on leases between 10 to 50 years	**134**	134	134

The amount of properties for sale expected to be recovered after more than one year is RMB5,081,000 (31 December 2012: RMB5,081,000, 30 June 2013: RMB5,081,000). The remaining balance of properties for sale is expected to be recovered within one year.

20 INVENTORIES

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Raw materials	**8,739**	7,077	6,416
Work in progress	**3,325**	1,588	2,302
Finished goods	**42,937**	42,023	31,559
	55,001	50,688	40,277

21 TRADE AND OTHER RECEIVABLES

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Trade receivables	**86,793**	99,794	42,736
Other receivables, deposits and prepayments	**43,269**	24,571	25,579
	130,062	124,365	68,315

The amount of the Group's other receivables, deposits and prepayments expected to be recovered or recognised as expenses in normal operating cycle after one year is RMB12,731,000 (31 December 2012: RMB11,595,000, 30 June 2013: RMB10,020,000). The remaining balance of trade and other receivables is expected to be recovered within one year.

The ageing analysis of trade receivables based on invoice date is as follows:

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Less than 1 month	**72,248**	92,883	38,576
1 to 3 months	**14,496**	6,798	4,047
3 to 6 months	**–**	–	–
6 to 12 months	**–**	9	–
Over 1 year	**49**	104	113
	86,793	99,794	42,736

Trade receivables from sales of goods are normally due for settlement within 30 to 60 days from the date of billing, while that from sales of property units are due for settlement in accordance with the terms of the related sale and purchase agreements.

21 TRADE AND OTHER RECEIVABLES *(Continued)*

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

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Neither past due nor impaired	**72,519**	97,457	41,492
Less than 1 month past due	**12,516**	2,267	1,174
1 to 3 months past due	**1,732**	–	–
3 to 6 months past due	**–**	9	–
6 to 12 months past due	**–**	–	–
Over 1 year past due	**26**	61	70
Amounts past due but not impaired	**14,274**	2,337	1,244
	86,793	99,794	42,736

Receivables that were neither past due nor impaired relate to a wide range of customers for whom there was no recent history of default.

Receivables that were past due but not impaired relate to a number of independent customers that have a good track record with the Group. Based on past experience, management believes that no impairment allowance is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are considered fully recoverable.

22 CASH AND CASH EQUIVALENTS

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Bank deposits	**1,289,879**	1,449,149	1,552,060
Cash at banks and on hand	**818,142**	925,292	589,164
Cash and cash equivalents in the condensed consolidated statement of financial position	**2,108,021**	2,374,441	2,141,224
Time deposits with terms over three months	**–**	(43,619)	–
Cash and cash equivalents in the condensed consolidated cash flow statement	**2,108,021**	2,330,822	2,141,224

Included in the cash and cash equivalents of the Group at 31 December 2013 is an amount of approximately RMB1,986,026,000 (31 December 2012: RMB2,097,939,000, 30 June 2013: RMB1,964,715,000) denominated in RMB. Conversion of RMB into foreign currencies is subject to the PRC Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for foreign currencies through banks that are authorised to conduct foreign exchange business.

Cash at banks earns interest at floating rates based on daily bank deposit rates. Bank deposits are made for terms ranging from one month to three months (31 December 2012: ranging from one month to half year, 30 June 2013: ranging from one month to three months) depending on the immediate cash requirements of the Group.

23 CAPITAL, RESERVES AND DIVIDENDS

(a) Share capital

	Note	Number of shares	HKD'000	RMB'000
Authorised:				
Ordinary shares of HKD0.01 each At 1 July 2012, 31 December 2012, 30 June 2013 and 31 December 2013		2,000,000,000	20,000	20,900
Issued and fully paid:				
At 1 July 2012 (audited)		1,221,097,182	12,210	12,083
Issue of shares to shareholders participating in the scrip dividend		17,768,373	178	159
Issue of shares upon exercises of share options		1,837,000	18	17
Shares repurchased and cancelled		(11,144,000)	(111)	(100)
At 30 June 2013 (audited)		1,229,558,555	12,295	12,159
Issue of shares to shareholders participating in the scrip dividend	(i)	10,562,329	106	95
Issue of shares upon exercises of share options	(ii)	9,517,000	95	86
At 31 December 2013 (unaudited)		**1,249,637,884**	**12,496**	**12,340**
At 31 December 2012 (unaudited)		1,227,721,555	12,277	12,142
At 30 June 2013 (audited)		1,229,558,555	12,295	12,159

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally in regard to the Company's residual assets.

Notes:

(i) On 31 December 2013, 10,562,329 new ordinary shares of HKD0.01 each were issued at the price of HKD2.74 per share to shareholders participating in the scrip dividend in respect of the 2012/13 final dividend.

(ii) On 6 December 2013, 9,517,000 share options were exercised to subscribe for the Company's ordinary shares at a total cash consideration of RMB14,362,000.

23 CAPITAL, RESERVES AND DIVIDENDS *(Continued)*

(b) Dividends

The directors do not declare any interim dividend in respect of the six-month period ended 31 December 2013. Interim dividend of RMB0.03 and special dividend of RMB0.02 per ordinary share was declared in respect of six-month period ended 31 December 2012.

Final dividend of RMB0.05 per ordinary share in respect of the year ended 30 June 2013 was approved on 12 November 2013 and paid on 31 December 2013.

(c) Capital management

The Group manages its capital to ensure that the Group has sufficient liquidity to support the operations and development while maximising the value of shareholders. The Group's overall strategy remains unchanged from the prior year.

The Group regards total equity presented on the face of the condensed consolidated statement of financial position as capital for capital management purpose.

Management of the Group reviews its capital structure periodically by assessing budgets of major projects taking into account the provision of funding. The Group is not subject to externally imposed capital requirements.

24 OBLIGATION UNDER FINANCE LEASE

At 31 December 2013, the Group had obligation under finance lease repayable as follows:

	31 December 2013 (unaudited)		31 December 2012 (unaudited)		30 June 2013 (audited)	
	Present value of the minimum lease payments *RMB'000*	**Total minimum lease payments** *RMB'000*	Present value of the minimum lease payments *RMB'000*	Total minimum lease payments *RMB'000*	Present value of the minimum lease payments *RMB'000*	Total minimum lease payments *RMB'000*
Within 1 year	**109**	**180**	97	180	105	180
After 1 year but within 2 years	**118**	**180**	105	180	113	180
After 2 years but within 5 years	**414**	**540**	368	540	398	540
After 5 years	**243**	**270**	464	540	321	360
	775	**990**	937	1,260	832	1,080
	884	**1,170**	1,034	1,440	937	1,260
Less: Total future interest expenses		**(286)**		(406)		(323)
Present value of lease obligation		**884**		1,034		937

25 TRADE AND OTHER PAYABLES

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Trade payables	**24,544**	33,599	63,552
Other payables and accruals	**65,509**	52,467	40,838
	90,053	86,066	104,390

The amount of the Group's other payables and accruals expected to be settled after one year is RMB750,000 (31 December 2012: RMB750,000, 30 June 2013: RMB750,000). The remaining balance of trade and other payables are expected to be settled or recognised as income within one year or are repayable on demand.

The ageing analysis of trade payables by invoice date is as follows:

	31 December 2013 (unaudited) RMB'000	31 December 2012 (unaudited) RMB'000	30 June 2013 (audited) RMB'000
Less than 3 months	**24,050**	32,904	62,881
3 to 6 months	**89**	286	68
6 to 12 months	**111**	314	304
Over 1 year	**294**	95	299
	24,544	33,599	63,552

26 COMMITMENTS

a) *Operating lease commitments*

At 31 December 2013, the Group's total future minimum lease payments under non-cancellable operating leases are payable as follows:

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Within 1 year	**7,146**	6,960	6,670
After 1 year but within 5 years	**28,168**	26,360	29,206
After 5 years	**333,421**	341,546	340,616
	368,735	374,866	376,492

Operating lease payments represent rental payable by the Group for certain properties premises and land on which the plantations are situated. The leases of properties typically run for an initial period of one to ten years, with options to renew the leases and renegotiate the terms at expiry dates or at dates mutually agreed with the respective lessors. The leases for the plantation bases are negotiated for a term of 50 years expiring from 2050 to 2060. None of the leases include contingent rentals.

b) *Capital commitments*

At 31 December 2013, the Group had the following capital commitments:

	31 December		30 June
	2013	2012	2013
	(unaudited)	(unaudited)	(audited)
	RMB'000	*RMB'000*	*RMB'000*
Contracted but not provided for:			
Construction-in-progress, property, plant and equipment and land use rights	**12,868**	141,363	74,734

27 RELATED PARTY TRANSACTIONS

a) In addition to those disclosed elsewhere in the interim financial information, the Group had the following significant related party transactions during the period/year:

	Six months ended 31 December 2013 (unaudited) RMB'000	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
Operating lease expenses paid to:			
Alpha Best Limited	**167**	144	306
Pan Air and Sea Forwarders (HK) Limited	**234**	213	429
	401	357	735

Alpha Best Limited and Pan Air and Sea Forwarders (HK) Limited are related to the Group by virtue of Mr. Tong Wang Chow's interest in these two companies.

b) Compensation of key management personnel

	Six months ended 31 December 2013 (unaudited) RMB'000	Six months ended 31 December 2012 (unaudited) RMB'000	Year ended 30 June 2013 (audited) RMB'000
Short-term employee benefits	**4,418**	4,760	10,106
Share-based payments	**519**	2,403	5,551
Post-employment benefits	**47**	49	100
	4,984	7,212	15,757

Total remuneration is included in staff costs (see note 7(b)).

28 COMPARATIVE FIGURES

As stated in note 4, the Group changed the composition of its reportable segments in the year ended 30 June 2013 and, accordingly, the corresponding segmental information for the six months ended 31 December 2012 has been restated to conform with the current period's presentation.

29 EVENTS AFTER THE REPORTING PERIOD

Except as disclosed elsewhere in the interim financial information, there was no significant event after the end of the reporting period.

Purchase, Sale or Redemption of the Company's Listed Securities

During the six months ended 31 December 2013, the Company did not redeem any of its listed securities, nor did the Company or any of its subsidiaries purchase or sell such securities.

Directors' and Chief Executive's Interests in Shares and Short Position in Shares, Underlying Shares and Debentures

As at 31 December 2013, the interests or short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Cap. 571 of the Laws of Hong Kong ("SFO")) or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were notified to the Company and the HKEx, pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers ("Model Code"), are set out below:

		Number of shares held					
Name	Class of shares	Personal interests	Family interests	Corporate interests	Number of underlying shares held under equity derivatives	Total	Approximate percentage of the Company's total issued share capital
Mr. Tong Wang Chow	Ordinary shares/ Share options	320,000	–	237,695,367 *(Note 1)*	3,850,000 *(Note 2)*	241,865,367	19.35%
Mr. Tong Hung Wai, Tommy	Share options	–	–	–	1,900,000 *(Note 3)*	1,900,000	0.15%
Mr. Cheung Wai Sun	Share options	–	–	–	1,200,000 *(Note 4)*	1,200,000	0.10%
Mr. Pang Yi	Ordinary shares/ Share options	452,043	–	–	5,740,000 *(Note 5)*	6,192,043	0.50%
Dr. Lui Ming Wah, SBS JP	Share options	–	–	–	500,000 *(Note 6)*	500,000	0.04%
Mr. Yang Zhen Han	Share options	–	–	–	500,000 *(Note 7)*	500,000	0.04%

Directors' and Chief Executive's Interests in Shares and Short Position in Shares, Underlying Shares and Debentures

Notes:

(1) The 237,695,367 shares were held by Market Ahead Investments Limited ("Market Ahead"), the entire issued share capital of which is beneficially owned by the following persons:

Mr. Tong Wang Chow ("Mr. Tong")	76%
Mr. Tong Hung Wai, Tommy ("Mr. Tommy Tong")	6%
Mrs. Tong Lee Fung Kiu	6%
Ms. Tong Mei Lin	6%
Mr. Lee Kun Chung	6%

Accordingly, Mr. Tong, the Executive Chairman and the Chief Executive Officer is deemed to be interested in 237,695,367 shares held by Market Ahead by virtue of the SFO. Mr. Tong is also a director of Market Ahead.

(2) 1,500,000 shares would be allotted and issued to Mr. Tong upon the exercise in full of the share options granted to Mr. Tong under the share option scheme of the Company adopted by the Shareholders on 29 June 2005 and terminated upon the commencement of dealings of the shares on the HKEx on 26 November 2009 (the "Share Option Scheme"). These share options, all of which remained exercisable as at the 31 December 2013, were exercisable at the subscription price of £0.2045 per share during the period from 27 July 2007 to 26 July 2014.

1,500,000 shares would be allotted and issued to Mr. Tong upon the exercise in full of the share options granted to Mr. Tong under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.139 per share during the period from 15 October 2009 to 2 August 2015.

850,000 shares would be allotted and issued to Mr. Tong upon the exercise in full of the share options granted to Mr. Tong under the share option scheme of the Company conditionally adopted by the Shareholders on 2 November 2009 and became effective upon the commencement of dealings of the shares on the HKEx on 26 November 2009 (the "Post Listing Share Option Scheme"). These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of HK$5.68 per share during the period from 27 May 2011 to 26 May 2018.

(3) 550,000 shares would be allotted and issued to Mr. Tommy Tong, an Executive Director upon the exercise in full of the share options granted to Mr. Tommy Tong under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.2045 per share during the period from 27 July 2007 to 26 July 2014.

600,000 shares would be allotted and issued to Mr. Tommy Tong upon the exercise in full of the share options granted to Mr. Tommy Tong under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.139 per share during the period from 15 October 2009 to 2 August 2015.

750,000 shares would be allotted and issued to Mr. Tommy Tong upon the exercise in full of the share options granted to Mr. Tommy Tong under the Post Listing Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of HK$5.68 per share during the period from 27 May 2011 to 26 May 2018.

(4) 90,000 shares would be allotted and issued to Mr. Cheung Wai Sun ("Mr. Cheung"), an Executive Director upon the exercise in full of the share options granted to Mr. Cheung under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.2045 per share during the period from 27 July 2007 to 26 July 2014.

360,000 shares would be allotted and issued to Mr. Cheung upon the exercise in full of the share options granted to Mr. Cheung under the Share Option Scheme. These share options, all of which remained exercisable as at the 31 December 2013, were exercisable at the subscription price of £0.139 per share during the period from 15 October 2009 to 2 August 2015.

750,000 shares would be allotted and issued to Mr. Cheung upon the exercise in full of the share options granted to Mr. Cheung under the Post Listing Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of HK$5.68 per share during the period from 27 May 2011 to 26 May 2018.

(5) 900,000 shares would be allotted and issued to Mr. Pang Yi ("Mr. Pang"), an Executive Director upon the exercise in full of the share options granted to Mr. Pang under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.112 per share during the period from 3 August 2006 to 2 August 2015.

480,000 shares would be allotted and issued to Mr. Pang upon the exercise in full of the share options granted to Mr. Pang under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.2045 per share during the period from 27 July 2007 to 26 July 2014.

960,000 shares would be allotted and issued to Mr. Pang upon the exercise in full of the share options granted to Mr. Pang under the Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of £0.139 per share during the period from 15 October 2009 to 2 August 2015.

3,400,000 shares would be allotted and issued to Mr. Pang upon the exercise in full of the share options granted to Mr. Pang under the Post Listing Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of HK$5.68 per share during the period from 27 May 2011 to 26 May 2018.

(6) 500,000 shares would be allotted and issued to Dr. Lui Ming Wah, SBS JP, an Independent Non-executive Director upon the exercise in full of the share options granted to Dr. Lui Ming Wah, SBS JP under the Post Listing Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of HK$5.68 per share during the period from 27 May 2011 to 26 May 2018.

(7) 500,000 shares would be allotted and issued to Mr. Yang Zhen Han ("Mr. Yang"), an Independent Non-executive Director upon the exercise in full of the share options granted to Mr. Yang under the Post Listing Share Option Scheme. These share options, all of which remained exercisable as at 31 December 2013, were exercisable at the subscription price of HK$5.68 per share during the period from 27 May 2011 to 26 May 2018.

Save as disclosed above, none of the Directors, the chief executive of the Company or their respectives associates had any interests or short positions in any shares, underlying shares and debentures of the Company or any of its associated corporations as at 31 December 2013 as defined in Part XV of SFO as recorded in the register to be kept under section 352 of the SFO or as otherwise notified to the Company and the HKEx pursuant to the Model Code.

Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares

As at 31 December 2013, so far as is known to the Directors, the following persons or companies (other than the Directors and the chief executive) had an interest or short position in the shares or underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO were as follows:

Name	Number of shares held	Nature	Approximate percentage of the Company's total issued share capital
Market Ahead *(Note 1)*	237,695,367	Beneficial owner	19.02%
Mrs. Tong Lee Fung Kiu *(Note 1)*	237,695,367	Interest of spouse	19.02%
Sunshine Hero Limited ("Sunshine Hero") *(Note 2)*	116,692,681	Beneficial owner	9.34%
Ms. Xu Xuefeng *(Note 2)*	116,692,681	Interest of controlled corporation	9.34%
Huge Market Investments Limited ("Huge Market") *(Note 3)*	73,715,394	Beneficial owner	5.90%
Chaoda Modern Agriculture (Holdings) Limited ("Chaoda") *(Note 3)*	73,715,394	Interest of controlled corporation	5.90%
Desmarais Andre *(Note 4)*	62,376,000*	Trustee	5.03%*
Desmarais Jacqueline *(Note 4)*	62,376,000*	Trustee	5.03%*
Desmarais Jr. Paul *(Note 4)*	62,376,000*	Trustee	5.03%*
Fortin Guy *(Note 4)*	62,376,000*	Trustee	5.03%*
Plessis-Belair Michel *(Note 4)*	62,376,000*	Trustee	5.03%*
Gelco Enterprises Ltd. *(Note 5)*	62,376,000**	Interest in corporation	5.03%**
IGM Financial Inc. *(Note 5)*	62,350,000**	Interest in corporation	5.03%**
Nordex Inc. *(Note 5)*	62,376,000**	Interest in corporation	5.03%**
Power Corporation of Canada *(Note 5)*	62,376,000**	Interest in corporation	5.03%**
Power Financial Corporation *(Note 5)*	62,376,000**	Interest in corporation	5.03%**

Notes:

(1) Market Ahead is a company incorporated in the British Virgin Islands, the entire issued share capital of which is beneficially owned by the following persons:

Mr. Tong	76%
Mr. Tommy Tong	6%
Mrs. Tong Lee Fung Kiu	6%
Ms. Tong Mei Lin	6%
Mr. Lee Kun Chung	6%

Mr. Tong is deemed to be interested in 237,695,367 shares held by Market Ahead by virtue of the SFO. Mrs. Tong Lee Fung Kiu is the wife of Mr. Tong. By virtue of the SFO, Mrs. Tong Lee Fung Kiu is also deemed to be interested in all the shares in which Mr. Tong is deemed to be interested.

Mr. Tong is also a director of Market Ahead.

(2) Ms. Xu Xuefeng is the sole owner of Sunshine Hero and is deemed to be interested in 116,692,681 shares held by Sunshine Hero by virtue of the SFO.

(3) The entire issued share capital of Huge Market is held by Chaoda. Chaoda is deemed to be interested in 73,715,394 shares held by Huge Market by virtue of the SFO.

(4) Each of Desmarais Andre, Desmarais Jacqueline, Desmarais Jr. Paul, Fortin Guy and Plessis-Belair Michel are the trustees of the Desmarais Family Residuary Trust. Hence, by virtue of the SFO, all of them are deemed to be interested in the same 62,376,000 shares owned by the said trust.

* The information is based on the Disclosure of Interest Forms filed by each of Desmarais Andre, Desmarais Jacqueline, Desmarais Jr. Paul, Fortin Guy and Plessis-Belair Michel with the Company on 27 December 2013 and the respective shareholding percentages stated herein are based on the Company's total number of 1,239,075,555 issued shares as at that date.

As at the date of this report, the deemed interest of each of Desmarais Andre, Desmarais Jacqueline, Desmarais Jr. Paul, Fortin Guy and Plessis-Belair Michel increased to 75,282,000 shares of the Company, representing approximately 6.02% of the Company's current total number of 1,249,637,884 issued shares.

(5) Mackenzie Financial Corporation ("MFC") whose entire issued share capital is owned by Mackenzie Inc. beneficially owned 62,350,000 shares. Mackenzie Inc. is wholly-owned by IGM Financial Inc. which in turn is owned as to 58.63% by Power Financial Corporation.

Power Financial Corporation is owned as to 65.78% by 171263 Canada Inc. which in turn is wholly-owned by Power Corporation of Canada. Power Corporation of Canada is owned as to 53.61% by Gelco Enterprises Ltd. which in turn is 94.95% owned by Nordex Inc.

Great-West Lifeco Inc. which is owned as to 67% by Power Financial Corporation owned an aggregate of 26,000 shares through two of its indirect wholly-owned subsidiaries.

Therefore, by virtue of the SFO,

a. each of Nordex Inc., Gelco Enterprises Ltd., Power Corporation of Canada, 171263 Canada Inc., Power Financial Corporation and IGM Financial Inc. was deemed to be interested in the same 62,350,000 shares; and
b. each of Nordex Inc., Gelco Enterprises Ltd., Power Corporation of Canada, 171263 Canada Inc. and Power Financial Corporation was deemed to be interested in the same 26,000 shares.

** The information is based on the Disclosure of Interest Forms filed by each of Nordex Inc., Gelco Enterprises Ltd., Power Corporation of Canada, Power Financial Corporation and IGM Financial Inc. with the Company on 27 December 2013 and the respective shareholding percentages stated herein are based on the Company's total number of 1,239,075,555 issued shares as at that date.

As at the date of this report, the interest of IGM Financial Inc. increased to 75,256,000 shares. Hence, the deemed interest of each of Nordex Inc., Gelco Enterprises Ltd., Power Corporation of Canada, 171263 Canada Inc. and Power Financial Corporation increased to the same 75,256,000 shares accordingly, representing approximately 6.02% of the Company's current total number of 1,249,637,884 issued shares.

(6) The Company's total number of issued shares was 1,249,637,884 on 31 December 2013.

Save as disclosed above, the Directors are not aware of any other persons or companies who/which have interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO.

Share Option Scheme and Post Listing Share Option Scheme

A share option scheme (the "Share Option Scheme") was adopted by the Company on 29 June 2005. A post listing share option scheme (the "Post Listing Share Option Scheme") was adopted by the Company on 2 November 2009. A summary of each of the principal terms of the Share Option Scheme and the Post Listing Share Option Scheme was included in the Company's Listing document dated 23 November 2009 under the section headed "Appendix IV Statutory and General Information – D. Other Information – I. Share Option Scheme".

Movements of the respective share options granted under the Share Option Scheme and Post Listing Share Option Scheme during the period ended 31 December 2013 are as follows:

Name or Category of participant	Balance as at 1 July 2013	Number of Shares in respect of Options Granted during the period	Exercised during the period	Lapsed during the period	Outstanding as at 31 December 2013	Date of grant	Exercisable period	Exercise price per share	Weighted average closing price
Directors									
Mr. Tong Wang Chow	1,500,000	-	-	-	1,500,000	27/7/2006	27/7/2007-26/7/2014	GBP0.2045	-
	1,500,000	-	-	-	1,500,000	15/10/2008	15/10/2009-2/8/2015	GBP0.139	-
	850,000	-	-	-	850,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
Mr. Tong Hung Wai, Tommy	550,000	-	-	-	550,000	27/7/2006	27/7/2007-26/7/2014	GBP0.2045	-
	600,000	-	-	-	600,000	15/10/2008	15/10/2009-2/8/2015	GBP0.139	-
	750,000	-	-	-	750,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
Mr. Cheung Wai Sun	90,000	-	-	-	90,000	27/7/2006	27/7/2007-26/7/2014	GBP0.2045	-
	360,000	-	-	-	360,000	15/10/2008	15/10/2009-2/8/2015	GBP0.139	-
	750,000	-	-	-	750,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
Mr. Pang Yi	900,000	-	-	-	900,000	3/8/2005	3/8/2006-2/8/2015	GBP0.112	-
	480,000	-	-	-	480,000	27/7/2006	27/7/2007-26/7/2014	GBP0.2045	-
	960,000	-	-	-	960,000	15/10/2008	15/10/2009-2/8/2015	GBP0.139	-
	3,400,000	-	-	-	3,400,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
Dr. Lui Ming Wah, SBS JP	500,000	-	-	-	500,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
Mr. Yang Zhen Han	500,000	-	-	-	500,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
Employees and other:									
In aggregate	3,725,000	-	1,715,000	-	2,010,000	3/8/2005	3/8/2006-2/8/2015	GBP0.112	HKD2.78
	1,270,000	-	-	-	1,270,000	27/7/2006	27/7/2007-26/7/2014	GBP0.2045	-
	890,000	-	-	-	890,000	14/9/2007	14/9/2008-2/8/2015	GBP0.2425	-
	8,102,000	-	7,802,000	-	300,000	15/10/2008	15/10/2009-2/8/2015	GBP0.139	HKD2.78
	22,884,000	-	-	-	22,884,000	27/5/2010	27/5/2011-26/5/2018	HKD5.68	-
	20,000,000	-	-	-	20,000,000	28/2/2011	28/2/2012-27/2/2019	HKD9.00	-
	70,561,000	-	9,517,000	-	61,044,000				

Other than as disclosed above, no other share option was granted, cancelled, exercised or lapsed pursuant to the Share Option Scheme and the Post Listing Share Option Scheme of the Company during the period ended 31 December 2013 and none of the Directors or chief executive of the Company or their respective spouses or children under 18 years of age were granted or exercised any right to subscribe for any equity or debt securities of the Company or any of its associated corporations.

Corporate Governance Code

During the six months ended 31 December 2013, the Directors, where practicable, for an organisation of the Group's size and nature, sought to comply with the Combined Code. The Combined Code is the key source of corporate governance recommendations for companies listed in the United Kingdom. It consists of principles of good governance covering the following areas: (i) Leadership; (ii) Effectiveness; (iii) Accountability; (iv) Remuneration; and (v) Relations with Shareholders.

Since 23 February 2012, the Company has also adopted the code provisions set out in the Corporate Governance Code and Corporate Governance Report (the "Code Provisions") contained in the amended Appendix 14 to the Rules Governing the Listing of Securities on the HKEx (the "Hong Kong Listing Rules"), which took effect on 1 April 2012 as its code as on corporate governance practices.

The Company complied with the Code Provisions during the six months ended 31 December 2013 except the deviations set out below:

Code Provision A.2.1

The roles of the Chairman and the Chief Executive Officer are performed by the same individual, Mr. Tong Wang Chow, and are not separated. The Board meets regularly to consider issues related to corporate matters affecting the operations of the Group. The Board considers that the current structure will not impair the balance of power and authority of the Board and the Company's management and thus, the Board believes that this structure will enable effective planning and implementation of corporate strategies and decisions.

Code Provision A.5.1

The Company does not have a Nomination Committee. The Directors do not consider that, given the size of the Group and stage of its development, it is necessary to have a Nomination Committee. However, this will be kept under regular review by the Board. The Board as a whole regularly reviews the plans for orderly succession for appointments to the Board and its structure, size and composition. If the Board considers that it is necessary to appoint new Director(s), it will set down the relevant appointment criteria which may include, where applicable, the background, experience, professional skills, personal qualities, availability to commit to the affairs of the Company and, in case of Independent Non-Executive Directors, the independence requirements set out in the Hong Kong Listing Rules from time to time. Nomination of new Director(s) will normally be made by the Executive Directors and subject to the Board's approval. External consultants may be engaged, if necessary, to access a wider range of potential candidate(s).

Code Provision E.1.2

The chairman of the Board should attend the annual general meeting. He should also invite the chairmen of the Audit Committee and Remuneration Committee to attend. However, Mr. Tong Wang Chow, the Executive Chairman, was unable to attend the annual general meeting held on 12 November 2013 (the "2013 AGM") due to other business engagements. In the absence of the Executive Chairman, Mr. Tong Hung Wai, Tommy, an Executive Director, took the chair and, together with the other Directors, made themselves available to answer questions at the 2013 AGM.

Compliance with the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code")

The Company has adopted a code for Directors' dealings appropriate for a company whose shares are admitted to trading on AIM of the London Stock Exchange and takes all reasonable steps to ensure compliance by the Directors and any relevant employees. The Company also adopted the Model Code as set out in Appendix 10 to the Hong Kong Listing Rules. Following a specific enquiry by the Company, the Directors have confirmed that they had fully complied with the required standard as set out in the Model Code throughout the six months ended 31 December 2013.

Changes in Directorship/Committee Members

Changes in directorship during the six months ended 31 December 2013 are as follows:

Hon. Peregrine Moncreiffe and Mr. Ma Chiu Cheung, Andrew retired as Independent Non-executive Directors of the Company with effect from the conclusion of the 2013 AGM.

Mr. Chung Koon Yan and Mr. Ho Wai Leung were appointed as Independent Non-executive Directors of the Company with effect from 12 November 2013. With effect from the same date, while the former was appointed as a member of the Audit Committee and the Remuneration Committee and the latter was appointed as a member of the Remuneration Committee, Mr. Ng Hoi Yue was appointed as the chairman of Audit Committee.

The Board would like to express its gratitude to Hon. Peregrine Moncreiffe and Mr. Ma Chiu Cheung, Andrew for their contributions over the years.

REVIEW OF FINANCIAL STATEMENTS

The Audit Committee comprises three independent non-executive directors. Mr. Ng Hoi Yue acts as Chairman of the committee with Mr. Yang Zhen Han and Mr. Chung Koon Yan acting as members. The arrangement of Audit Committee is in compliance with Rule 3.21 of the Hong Kong Listing Rules.

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group, and discussed auditing, internal control and financial reporting matters including the review of the Company's unaudited consolidated financial statements for the six months ended 31 December 2013.

PUBLICATION OF INTERIM REPORT

The interim report will be published on the respective websites of the Company (www.asian-citrus.com) under the investor relations section and the HKEx (www.hkex.com.hk).

By Order of the Board of
Asian Citrus Holdings Limited
Tong Wang Chow
Chairman

Hong Kong, 26 February 2014