

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the content of this announcement.

CHINA DEVELOPMENT BANK INTERNATIONAL INVESTMENT LIMITED

國開國際投資有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1062)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2014

The board of directors (the “**Board**” or “**Directors**”) of China Development Bank International Investment Limited (the “**Company**”) announces the unaudited interim results of the Company and its subsidiaries (collectively the “**Group**”) for the six months ended 30 June 2014 (the “**Period**”). The interim results for the Period have been reviewed by the audit committee and the auditor of the Company.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2014

		Six months ended 30 June	
	NOTES	2014	2013
		HK\$	HK\$
		(Unaudited)	(Unaudited)
Investment income	4	29,761,543	5,130,245
Change in fair value of financial assets held for trading		(16,987,297)	232,872
Change in fair value of investments designated at fair value through profit or loss		19,924,805	6,039,875
Bank interest income		949,287	2,470,262
General and administrative expenses		(9,231,176)	(27,608,551)
Share of results of associates		3,598,544	3,427,593
Profit (loss) before taxation		28,015,706	(10,307,704)
Income tax expense	5	(372,739)	(355,327)
Profit (loss) for the period attributable to owners of the Company	6	27,642,967	(10,663,031)

		Six months ended 30 June	
	<i>NOTES</i>	2014	2013
		HK\$	HK\$
		(Unaudited)	(Unaudited)
Other comprehensive expense			
Items that may be subsequently reclassified to profit or loss:			
Change in fair value of available-for-sale financial assets		–	(4,946,284)
Share of exchange differences of associate		(679,604)	(481,616)
		<hr/>	<hr/>
Other comprehensive expense for the period		(679,604)	(5,427,900)
		<hr/>	<hr/>
Total comprehensive income (expenses) for the period attributable to owners of the Company		26,963,363	(16,090,931)
		<hr/>	<hr/>
Earnings (loss) per share			
– Basic (HK cents)	7	0.95	(0.37)
		<hr/> <hr/>	<hr/> <hr/>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION*As at 30 June 2014*

	<i>Notes</i>	30 June 2014 HK\$ (Unaudited)	31 December 2013 HK\$ (Audited)
Non-current assets			
Property, plant and equipment		1,286	5,783
Interests in associates		74,262,416	71,343,476
Financial assets at fair value through profit or loss		383,835,215	503,320,461
		<u>458,098,917</u>	<u>574,669,720</u>
Current assets			
Financial assets at fair value through profit or loss		115,488,158	32,065,404
Other receivables, prepayments and deposits		7,012,189	23,262,904
Bank balances and cash		516,192,772	442,728,651
		<u>638,693,119</u>	<u>498,056,959</u>
Current liability			
Other payables and accruals		<u>(3,014,067)</u>	<u>(6,284,812)</u>
Net current assets		<u>635,679,052</u>	<u>491,772,147</u>
Total assets less current liability		1,093,777,969	1,066,441,867
Non-current liability			
Deferred taxation		<u>(2,494,034)</u>	<u>(2,121,295)</u>
Net assets		<u>1,091,283,935</u>	<u>1,064,320,572</u>
Capital and reserves			
Share capital		29,022,154	29,022,154
Reserves		1,062,261,781	1,035,298,418
		<u>1,091,283,935</u>	<u>1,064,320,572</u>
Net asset value per share	9	<u>0.38</u>	<u>0.37</u>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2014

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 (HKAS 34) “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2014 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2013.

In the current interim period, the Group has applied, for the first time, a new interpretation and certain amendments to Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the HKICPA that are mandatorily effective for the current interim period.

The application of these new interpretation and amendments to HKFRSs in the current interim period has had no material effect on the amounts reported and/or disclosures set out in these condensed consolidated financial statements.

3. SEGMENT INFORMATION

The chief operating decision-maker (“**CODM**”) has been identified as the Company’s executive directors. The Group’s principal activity is investment in equity instruments and other financial instruments. For the purpose of resources allocation and assessment of performance, the CODM regularly reviews the Group’s investment portfolio, including financial assets at fair value through profit or loss. Information provided to the CODM includes fair value of the respective investees, the Group’s financial assets at fair value through profit or loss portfolio are managed and evaluated on a total return basis. No other discrete financial information was provided to the CODM. Therefore no separate segment information is prepared by the Group.

The management determines the Group is domiciled in Hong Kong, which is the location of the Group’s principal office.

The Group's non-current assets (other than financial instruments) are located in the following geographical areas, which are based on the operations of associates for interests in associates and the physical location of the property, plant and equipment:

	30 June 2014 HK\$ (Unaudited)	31 December 2013 HK\$ (Audited)
People's Republic of China ("PRC")	74,262,416	71,343,476
Hong Kong	<u>1,286</u>	<u>5,783</u>
	<u>74,263,702</u>	<u>71,349,259</u>

The Group's revenue was all derived from the Group's operation which is located in Hong Kong.

Given that the nature of the Group's operation is investment holding, there was no information regarding major customers as determined by the Group.

4. INVESTMENT INCOME

	Six months ended 30 June 2014 HK\$ (Unaudited)	2013 HK\$ (Unaudited)
Dividend income from financial assets held for trading	575,653	255,245
Interest income from investment designated at fair value through profit or loss	<u>29,185,890</u>	<u>4,875,000</u>
	<u>29,761,543</u>	<u>5,130,245</u>

5. INCOME TAX EXPENSE

	Six months ended 30 June 2014 HK\$ (Unaudited)	2013 HK\$ (Unaudited)
Deferred taxation on withholding tax on undistributed earnings of an associate		
Current period	<u>372,739</u>	<u>355,327</u>

No provision for Hong Kong Profits Tax has been made in the condensed consolidated financial statements as the Group did not generate any assessable profits arising in Hong Kong during both periods.

Under the Enterprise Income Tax Law of PRC, withholding tax of 10% is imposed on dividends declared in respect of profits earned by PRC associates from 1 January 2008 onwards.

6. PROFIT (LOSS) FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY

Profit (loss) for the period attributable to owners of the Company has been arrived at after charging:

	Six months ended 30 June	
	2014	2013
	HK\$	HK\$
	(Unaudited)	(Unaudited)
Depreciation of property, plant and equipment	4,497	13,944
Staff costs (including retirement benefits contribution)	5,442,792	7,871,377
Operating lease rentals in respect of rental premises	—	1,136,786
	<u> </u>	<u> </u>

7. EARNINGS (LOSS) PER SHARE

The calculation of the basic earnings (loss) per share attributable to owners of the Company is based on the following data:

	Six months ended 30 June	
	2014	2013
	HK\$	HK\$
	(Unaudited)	(Unaudited)
Earnings (loss)		
Profit (loss) for the period attributable to owners of the Company		
and earnings (loss) for the purpose of basic earnings (loss) per share	<u>27,642,967</u>	<u>(10,663,031)</u>
	2014	2013
Number of shares		
Weighted average number of ordinary shares for the		
purpose of basic earnings (loss) per share	<u>2,902,215,360</u>	<u>2,902,215,360</u>

No diluted earnings (loss) per share has been presented for both periods as there were no potential ordinary share for both periods.

8. DIVIDEND

No dividends were paid, declared or proposed during the six months ended 30 June 2014 (Six months ended 30 June 2013: nil).

9. NET ASSET VALUE PER SHARE

Net asset value per share is computed based on the condensed consolidated net assets of HK\$1,091,283,935 (31 December 2013: HK\$1,064,320,572) and 2,902,215,360 ordinary shares in issue as at 30 June 2014 (31 December 2013: 2,902,215,360 ordinary shares).

MANAGEMENT DISCUSSION AND ANALYSIS

Overall Performance

For the Period, the Group recorded a profit of approximately HK\$27.64 million (30 June 2013: loss of approximately HK\$10.66 million) which is primarily attributable to the increase in Group's investment income and change in fair value of financial investments during the Period.

The investment income for the Period increased 480.2% from the same period last year to approximately HK\$29.76 million (30 June 2013: approximately HK\$5.13 million), primarily due to the coupon interests from the convertible notes, convertible bond as well as loan and warrant instrument.

For both the periods ended 30 June 2013 and 2014, the Group's investment income was all derived in Hong Kong, based on the physical location of the underlying assets that generate the revenue. The Group's non-current assets (other than financial instruments) are located in the PRC and Hong Kong.

The bank interest income was approximately HK\$0.95 million, representing a decrease of 61.5% as compared to approximately HK\$2.47 million in the corresponding period last year.

The loss in fair value of financial assets held for trading amounts to approximately HK\$16.99 million (30 June 2013: gain in fair value of HK\$0.23 million) was recorded in the Period, which was attributable to the change in fair value of equity securities of companies listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**" or "**HKEx**"), change in fair value of unlisted warrant instrument and related put rights of Jinqiao Investments Limited ("**Jinqiao**") and change in fair value of unlisted warrant of Yingde Gases Group Company Limited ("**Yingde Gases**").

The gain in fair value of investments designated at fair value through profit or loss amounts to approximately HK\$19.92 million (30 June 2013: HK\$6.04 million) was recorded in the Period, which were attributable to the change in fair value of senior, secured and guaranteed convertible notes in North Sea Rigs Holdings Limited ("**NSR Holdings**"), change in fair value of loan of Jinqiao and change in fair value of unlisted convertible bond of Yingde Gases.

The general and administrative expenses of the Group for the Period were approximately HK\$9.23 million (30 June 2013: approximately HK\$27.61 million). It is mainly resulted from the decrease in legal and professional fees on transactions.

The Group's net asset value increased from approximately HK\$1,064.32 million as at 31 December 2013 to approximately HK\$1,091.28 million as at 30 June 2014, with earnings per share of HK0.95 cents (30 June 2013: loss per share of HK0.37 cents).

Liquidity and Financial Resources

It is the Group's policy to adopt a prudent financial management strategy. The Group's treasury policies are designed to maintain a suitable level of liquidity facilities and minimise financial risks in order to meet operation requirements and investment opportunities.

As at 30 June 2014, the cash and bank balance of the Group was approximately HK\$516.19 million (31 December 2013: approximately HK\$442.73 million). As almost all the retained cash was placed in Hong Kong Dollars short-term deposits with major banks in Hong Kong, the Group's exposure to exchange fluctuations is considered minimal. The Board believes that the Group still maintains a healthy financial position as at 30 June 2014.

As at 30 June 2014, the Group had no borrowings, gearing ratio (calculated as the long term loan to the total shareholder's equity) was zero (31 December 2013: zero), putting the Group in an advantageous position to pursue its investment strategies and investment opportunities.

Capital Structure

There is no change to the Group's capital structure for the Period.

Charge on Assets, Capital Commitment and Contingent Liabilities

As at 30 June 2014, there were no charges on the Group's assets and the Group had no material capital commitment or any significant contingent liabilities (31 December 2013: nil).

As at 30 June 2014, as far as the Directors are aware, the Group was not involved in any material litigation or arbitration and no material litigation or claim was pending or threatened or made against the Group.

Material Acquisition and Disposal of Subsidiaries and Associated Companies

During the Period, the Company had not made any material acquisition and disposal of subsidiaries and associated companies.

Portfolio Review

Top Ten Investments

Particulars of top ten investments of the Group as at 30 June 2014 are set out as follows:

Name of investment	Proportion of the share/paid up capital owned	Carrying book cost up to 30 June 2014 <i>HK\$</i>	Market value/ carrying amount as at 30 June 2014 <i>HK\$</i>	Unrealised gain/(loss) recognized (Note 5) <i>HK\$</i>	Dividend received/receivable during the period <i>HK\$</i>	Percentage to the Group's net assets as at 30 June 2014	Net assets attributable to the Company (Note 6) <i>HK\$ million</i>
Yingde Gases (HKEx stock code: 2168) (Note 1)	12%	195,000,000	200,608,390	5,732,033	–	18.38%	N/A
NSR Holdings (Note 2)	N/A	187,200,000	183,226,825	4,023,791	–	16.79%	N/A
Jinqiao (Note 3)	N/A	78,000,000	83,489,911	(6,751,159)	–	7.65%	N/A
Beijing Far East Instrument Company Limited (“Beijing Far East”) (Note 4)	25%	47,766,128	73,593,406	N/A	–	6.74%	86.5
Tencent Holdings Limited (“Tencent”) (HKEx stock code: 700)	Less than 0.1%	1,926,945	5,910,000	964,000	12,000	0.54%	0.5
Hutchison Whampoa Limited (“Hutchison Whampoa”) (HKEx stock code: 013)	Less than 0.1%	4,141,898	5,300,000	30,000	435,000	0.49%	5.4
HSBC Holdings Plc (“HSBC”) (HKEx stock code: 005)	Less than 0.1%	4,280,041	5,108,607	(360,722)	95,740	0.47%	5.1
AIA Group Limited (“AIA”) (HKEx stock code: 1299)	Less than 0.1%	2,989,253	4,479,250	5,750	32,913	0.41%	2.1
Industrial and Commercial Bank of China Limited (“ICBC”) – H Shares (HKEx stock code: 1398)	Less than 0.1%	4,418,895	3,430,000	(238,000)	–	0.31%	3.2
China Construction Bank Corporation (“CCB”) – H Shares (HKEx stock code: 939)	Less than 0.1%	2,874,500	2,821,590	4,815	–	0.26%	2.6

Notes:

1. Yingde Gases is a company incorporated in the Cayman Islands and listed on the Stock Exchange. Its principal activities is the production and sales of industrial gases. The carrying amount of the convertible bonds and warrant instrument are stated at fair value.
2. NSR Holdings is a company incorporated in the Cayman Islands and is an investment holding company, and is principally involved in engaging contractors to construct the drilling rig which will then be sold or leased to drilling rig operators located in the North Sea area of Norway. The carrying amount of the convertible note is stated at fair value.
3. Jinqiao is a company in incorporated in the British Virgin Islands and is an investment holding company, and its wholly owned subsidiary, Golden Bridge Holdings Limited, had acquired Zhongpin, Inc., which is principally Involved in trading meat and food processing, in pork and pork products, and vegetable and fruits in the PRC. The carrying amount of the inter-related loan and warrant are stated at fair value.
4. Beijing Far East is a sino-foreign enterprise incorporated in the PRC, and is principally engaged in producing scientific measuring and industrial control equipment. Its carrying amount is accounted for using equity method.
5. The unrealised gain/(loss) represented the changes in fair value of the respective investments during the Period.
6. The calculation of net assets attributable to the Company is based on the latest published interim results or annual report of the respective investments at the end of each reporting period.

Unlisted Investments Review

Yingde Gases

On 24 November 2013, the Group and Yingde Gases had entered into the investment agreement whereby Yingde Gases issued and the Group subscribed for (i) the principal amount of United States dollars (“USD”) USD25,000,000 8% coupon convertible bond due 2015; and (ii) at nil consideration, 18,953,853 warrant exercisable to purchase ordinary shares of USD0.000001 each in the capital of Yingde Gases.

NSR Holdings

On 10 December 2012, the Group together with another proposed subscriber entered into the subscription agreement with NSR Holdings for the subscription of senior, secured and guaranteed convertible notes in an initial aggregate principal amount of up to USD75 million. NSR Holdings is a company incorporated in the Cayman Islands and is an investment holding company.

The proceeds raised from the issuance of the convertible notes will be used by NSR Holdings in connection with the construction of the drilling rig. NSR Holdings is principally involved in engaging contractors to construct the drilling rig which will then be sold or leased to drilling rig operators located in the North Sea area of Norway. Pursuant to the subscription agreement, the Group subscribed for the convertible notes in the principal amount of up to USD25 million.

China International Marine Containers (Group) Co. Ltd. (together with its subsidiaries, the “**CIMC Group**”) is a PRC state-owned enterprise and China International Marine Containers (Hong Kong) Limited, which is the wholly-owned subsidiary of CIMC Group, one of the guarantors in connection with the convertible notes issuance, holds the substantial assets of the CIMC Group.

The management of the Company has considered that additional upside is potentially achievable as a result of the NSR Holdings securing lease agreements or sale contracts in relation to the drilling rig which is likely to happen given the shortage in supply of new semi-submersible rigs in the North Sea area of Norway by 2015.

The management of the Company believed that the conversion option of the Convertible Notes provides the Company with an opportunity to share in the growth of the CIMC Group.

Jinqiao

On 27 June 2013, the Company had entered into a facility agreement and a warrant instrument with Jinqiao in relation to a loan and warrant investment in Jinqiao (the “**Jinqiao Agreements**”). Under the Jinqiao Agreements, the Company provided a mezzanine facility having a total commitment of USD20 million to Jinqiao with a 20% interest rate per annum for 2 years. The Company also received the warrant issued by Jinqiao to entitle the Company to purchase the ordinary shares of Jinqiao at the exercise price of USD13.5 per ordinary share at any time before 27 June 2015 for an aggregate amount up to USD10 million. Under the Jinqiao Agreements, the proceeds were applied to provide working capital for the Golden Bridge after acquiring the shares of Zhongpin, Inc. for the purpose of privatization by way of a merger of Golden Bridge Merger Sub Limited, a wholly-owned subsidiary of Golden Bridge, into Zhongpin, Inc., with Zhongpin, Inc. be the surviving entity after such merger. Please refer to the announcement made by the Company for more details of the Jinqiao Agreement.

Beijing Far East

Beijing Far East, an associate of the Group, is a leading industrial precision instrument manufacturer in China. The principal business of Beijing Far East is to manufacture meters and precise measuring instruments.

Based on the unaudited management accounts for the Period, Beijing Far East recorded its unaudited consolidated profit of approximately Renminbi (“**RMB**”) 11.80 million, an increase of approximately 1.6%, as compared with its unaudited consolidated profit of approximately RMB11.61 million for the period ended 30 June 2013.

Listed Investments Review

Securities Investments

Given all the equity shares are listed in the Stock Exchange, the Group did not trade and dispose any equities in secondary market during the Period.

As at 30 June 2014, the market value of the listed securities investments amounted to approximately HK\$32.00 million (31 December 2013: approximately HK\$32.07 million).

A brief description of the business and financial information of the listed investments is as follows:

- (a) Tencent is principally engaged in the provision of internet and mobile value-added services and online advertising services. The unaudited profit attributable to shareholders of Tencent for the period ended 30 June 2014 was approximately RMB12,293 million and the unaudited net assets attributable to shareholders of Tencent as at 30 June 2014 was approximately RMB69,982 million. The fair value of the investment in Tencent is based on quoted market bid prices.
- (b) Hutchison Whampoa is principally engaged in activities of ports and related services, telecommunications and e-commerce, property and hotels, retail and manufacturing, energy, infrastructure, finance and investments. The unaudited profit attributable to shareholders of Hutchison Whampoa for the period ended 30 June 2014 was approximately HK\$28,443 million and the unaudited net assets attributable to shareholders of Hutchison Whampoa at 30 June 2014 was approximately HK\$459,039 million. The fair value of the investment in Hutchison Whampoa is based on quoted market bid prices.
- (c) HSBC is principally engaged in the provision of a comprehensive range of banking and related financial services through an international network in the Asia-Pacific region, Europe, the Americas, the Middle East and Africa. The unaudited profit attributable to shareholders of HSBC for the period ended 30 June 2014 was approximately USD9,746 million and the unaudited net assets attributable to shareholders of HSBC at 30 June 2014 was approximately USD190,281 million. The fair value of the investment in HSBC is based on quoted market bid prices.
- (d) AIA is principally engaged in the provision of individuals and businesses with products and services for insurance, protection, savings, investment and retirement needs. The unaudited profit attributable to shareholders of AIA for the period ended 31 May 2014 was approximately USD1,546 million and the unaudited net assets attributable to shareholders of AIA at 31 May 2014 was approximately USD28,030 million. The fair value of the investment in AIA is based on quoted market bid prices.

- (e) ICBC is principally engaged in the provision of corporate and personal banking, treasury operations, investment banking, asset management, trust, financial leasing and other financial services. The audited profit attributable to shareholders of ICBC for the year ended 31 December 2013 was approximately RMB262,649 million and the audited net assets attributable to shareholders of ICBC as at 31 December 2013 was approximately RMB1,274,134 million. The fair value of the investment in ICBC is based on quoted market bid prices.
- (f) CCB is principally engaged in the provision of a comprehensive range of commercial banking products and services. The audited profit attributable to shareholders of CCB for the year ended 31 December 2013 was approximately RMB214,657 million and the audited net assets attributable to shareholders of CCB as at 31 December 2013 was approximately RMB1,065,951 million. The fair value of the investment in CCB is based on quoted market bid prices.

Employees

As at 30 June 2014, the Company had 13 employees. The total staff costs of the Group for the Period was approximately HK\$5.44 million (30 June 2013: approximately HK\$7.87 million). The Company determines its staff remuneration in accordance with prevailing market salary scales, individual qualifications and performance. Remuneration packages of the Company's employees including basic salary, double pay, performance bonuses and mandatory provident fund are reviewed on regular basis. The Company has adopted a share option scheme on 7 February 2005 for the purposes of providing incentives and rewards to eligible participants who have made contributions to the Group.

Gearing Ratio

The Group had no outstanding bank borrowings as at 30 June 2014 and 31 December 2013. As at 30 June 2014, the Group's current ratio (current assets to current liabilities) was approximately 211.9 (31 December 2013: approximately 79.2). The ratio of total liabilities to total assets of the Group was approximately 0.5% (31 December 2013: approximately 0.8%).

Exchange Exposure

The Group had an insignificant exchange risk exposure under review since all the retained cash was placed in Hong Kong Dollars short-term deposits with major banks in Hong Kong. It is the Group's policy for its operating entities to operate in their corresponding local currencies to minimize currency risks.

Future Prospects

Looking forward, the management believes that in the second half of 2014, the business and operating environment is full of challenges and volatility. Mainland China would be expected a slower economic growth, and its economic structure would undergone significant changes correspondingly. In regards to the Quantitative Easing and recent geopolitical conflicts, the Group has its concerns on such agenda.

In order to improve the performance of the Group and deliver the best returns to shareholders, the Group will continue to look for investment opportunities which strengthen profitability under the acceptable risk in the portfolio of the Group. The management will continue to closely monitor the market situation and enhance all areas of operation, to raising levels of financial discipline and improving profitability within the Group.

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Period (30 June 2013: nil).

AUDIT COMMITTEE

As at 30 June 2014, the audit committee of the Company (the “**Audit Committee**”) comprises three members, namely, Mr WANG Xiangfei, Mr LU Gong and Mr FAN Ren Da, Anthony. All members of the Audit Committee are independent non-executive Directors. The chairman of the Audit Committee is Mr WANG Xiangfei, an independent non-executive Director. The members of the Audit Committee meet regularly to review the reporting of financial and other information to the shareholders, the system of internal control, risk management, the effectiveness and objectivity of the audit process. The Audit Committee acts in an advisory capacity and makes recommendations to the Board. The terms of reference of the Audit Committee were adopted and revised in 2012. The Audit Committee has reviewed the unaudited condensed consolidated interim financial information of the Group for the Period, which has also been reviewed by the Company’s auditor, Deloitte Touche Tohmsatsu, in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company’s listed securities during the Period.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

Throughout the Period, the Directors believe that the Company has complied with all the code provisions of the Corporate Governance Code and Corporate Governance Report (the “**Code Provisions**”) as set out in Appendix 14 to the Listing Rules, except for the Code Provision F.1.3.

Under the Code Provision F.1.3, the company secretary should report to the board chairman and/or the chief executive. Although Mr WONG Kwok Ho, the company secretary of the Company, does not directly report to Mr TENG Rongsong, the chairman of the Board and the chief executive officer of the Company, he directly reports to Mr BAI Zhe, an executive Director.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of the Listed Issuers (the “**Model Code**”) contained in Appendix 10 of the Listing Rules as its own code of conduct regarding the Directors’ securities transactions. Having made specific enquiry by the Company, the Directors have confirmed that they have complied with the required standards as set out in the Model Code throughout the Period.

EVENT AFTER THE END OF THE REPORTING PERIOD

On 24 July 2014, the Group has disposed all equity securities listed in Hong Kong which is included in financial assets at fair value through profit or loss at 30 June 2014, after netting the market charges and fee, on settlement date, 28 July 2014, the total net amount from the disposals are HK\$32,785,952.

ACKNOWLEDGMENT

On behalf of the Board, I would like to take this opportunity to express our appreciation to the external professionals to provide their professional services to the Group throughout the Period. I would like to thank my fellow Directors for their valuable contribution and the staff of the Company for their commitment and dedicated services throughout the Period. I would like to express our gratitude to our shareholders for their support to the Group.

PUBLICATION OF INTERIM REPORT

The 2014 interim report will be published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.cdb-intl.com) and dispatched to the shareholders in due course.

By Order of the Board

China Development Bank International Investment Limited

TENG Rongsong

Chairman

Hong Kong, 27 August 2014

As at the date of this announcement, the Board is comprised of Mr TENG Rongsong, Mr BAI Zhe, Mr LIU Xiao Guang and Mr YUAN Chun as executive Directors; and Mr WANG Xiangfei, Mr LU Gong and Mr FAN Ren Da, Anthony as independent non-executive Directors.