



重慶長安民生物流股份有限公司 Changan Minsheng APLL Logistics Co., Ltd.*

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 01292)



*For identification purpose only

2015 Interim Report

HIGHLIGHTS

- For the six-month period ended 30 June 2015, the unaudited revenue of the Group was approximately RMB2,820,647,000, representing an increase of approximately 9.45% from the corresponding period in 2014.
- For the six-month period ended 30 June 2015, the unaudited profit attributable to equity holders of the Company was approximately RMB121,995,000, representing an increase of approximately 9.50% from the corresponding period in 2014.
- For the six-month period ended 30 June 2015, the unaudited basic earnings per share were RMB0.75 (corresponding period in 2014: RMB0.69).
- The Board does not propose the payment of an interim dividend for the six-month period ended 30 June 2015.

INTERIM REPORT (UNAUDITED)

The board (the “Board”) of directors (the “Directors”) of Changan Minsheng APLL Logistics Co., Ltd. (the “Company”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (collectively, the “Group”) for the six-month period ended 30 June 2015 as follows:

Interim condensed consolidated statement of profit or loss and other comprehensive income

	Note	For the six months ended 30 June	
		2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
Revenue	4	2,820,647	2,577,023
Cost of sales		<u>(2,574,322)</u>	<u>(2,327,888)</u>
Gross profit		246,325	249,135
Other income and gains	4	34,128	12,726
Selling and distribution costs		(44,681)	(71,561)
Administrative expenses		(60,833)	(43,988)
Other operating costs		(5,444)	-
Finance costs	5	(411)	(947)
Share of profits and losses of associates		1,312	2,640
Profit before tax		170,396	148,005
Income tax expense	6	(36,568)	(26,936)
Profit for the period		133,828	121,069
Attributable to:			
Equity holders of the parent		121,995	111,416
Non-controlling interests		11,833	9,653
		<u>133,828</u>	<u>121,069</u>
Other comprehensive income for the period		-	-
Total comprehensive income for the period		133,828	121,069
Attributable to:			
Equity holders of the parent		121,995	111,416
Non-controlling interests		11,833	9,653
		<u>133,828</u>	<u>121,069</u>
Earnings per share for profit for the period attributable to ordinary equity holders of the parent			
--Basic and diluted	7	RMB0.75	RMB0.69

Interim condensed consolidated balance sheet

		As at 30 June 2015 (unaudited)	As at 31 December 2014 (audited)
Assets	Note	RMB'000	RMB'000
Non-current assets			
Property, plant and equipment	8	447,473	359,391
Prepaid land lease payments	9	168,986	157,129
Intangible assets		12,905	5,647
Investment in associates		26,253	24,941
Available-for-sale investments		28,900	28,900
Goodwill	10	7,457	4,663
Deferred tax assets		38,659	46,373
Other non-current assets		81,921	79,897
Total non-current assets		812,554	706,941
Current assets			
Inventories		39,176	36,459
Trade and bills receivables	11	353,518	344,581
Prepayment, deposits and other receivables	12	82,404	53,438
Due from related parties	13	1,774,214	1,439,447
Pledged deposits	14	88,760	56,589
Cash and cash equivalents	14	699,703	897,924
Total current assets		3,037,775	2,828,438
Total assets		3,850,329	3,535,379

Interim condensed consolidated balance sheet (continued)

		As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
	Note		
Equity			
Issued capital	15	162,064	162,064
Reserves		1,439,817	1,317,822
Proposed final dividend		-	43,757
Equity attributable to equity holders of the parent		1,601,881	1,523,643
Non-controlling interests		108,900	85,810
Total equity		1,710,781	1,609,453
Liabilities			
Non-current liabilities			
Deferred revenue		3,388	3,388
Deferred tax liabilities		3,502	-
Total non-current liabilities		6,890	3,388
Current liabilities			
Trade and bills payables	17	1,535,355	1,426,055
Other payables and accruals	18	288,406	370,799
Due to related parties	19	153,931	91,176
Interest-bearing bank and other borrowings	20	110,000	-
Dividends payable		43,757	-
Tax payable		1,209	34,508
Total current liabilities		2,132,658	1,922,538
Total liabilities		2,139,548	1,925,926
Total liabilities and equity		3,850,329	3,535,379
Net current assets		905,117	905,900
Total assets less current liabilities		1,717,671	1,612,841

**Interim condensed consolidated statement of changes in equity
For the six months ended 30 June 2015**

	Unaudited							
	Attributable to equity holders of the Company					Non-controlling interests		
	Share capital	Share premium account	Reserve funds	Retained profits	Proposed final dividend		Total	
RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000		
Balance at 1 January 2015	162,064	66,907	85,867	1,165,048	43,757	1,523,643	85,810	1,609,453
Acquisition of a subsidiary	-	-	-	-	-	-	11,257	11,257
Comprehensive income								
Profit for the period	-	-	-	121,995	-	121,995	11,833	133,828
Proposed final 2014 dividend	-	-	-	-	(43,757)	(43,757)	-	(43,757)
Balance at 30 June 2015	162,064	66,907	85,867	1,287,043	-	1,601,881	108,900	1,710,781

**Interim condensed consolidated statement of changes in equity
For the six months ended 30 June 2014**

	Unaudited						
	Attributable to equity holders of the Company					Total equity	
	Share capital	Share premium account	Reserve funds	Retained profits	Proposed final dividend		Total
RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	
Balance at 1 January 2014	162,064	66,907	85,867	986,841	40,516	1,342,195	RMB'000 1,404,435
Comprehensive income							
Profit for the period	-	-	-	111,416	-	111,416	9,653
Proposed final 2013 dividend	-	-	-	-	(40,516)	(40,516)	-
Balance at 30 June 2014	162,064	66,907	85,867	1,098,257	-	1,413,095	71,893 1,484,988

Interim condensed consolidated cash flow statement

	For the six months ended 30 June	
	2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
Operating activities		
Cash generated from/(used in) operations	(108,484)	201,535
Interest paid	(405)	(1,452)
Income tax paid	(59,404)	(38,148)
Net cash flows from/(used in) operating activities	<u>(168,293)</u>	<u>161,935</u>
Cash flow used in investing activities		
Purchase of property, plant and equipment and intangible assets	(123,672)	(81,192)
Purchases of available-for-sale investment	(40,000)	-
Acquisition of subsidiary	(19,673)	-
Proceeds from disposal of property, plant and equipment	500	324
Interest received	2,955	2,574
Decrease in time deposits with original maturity of more than three months	20,199	-
Net cash used in investing activities	<u>(159,691)</u>	<u>(78,294)</u>
Cash flow from/(used in) financing activities		
New interest-bearing bank and other borrowings	110,000	70,000
Repayment of interest-bearing bank and other borrowings	-	(120,000)
Net cash from/(used in) financing activities	<u>110,000</u>	<u>(50,000)</u>
Increase/(decrease) of cash and cash equivalents	(217,984)	33,641
Cash and cash equivalents at beginning of the period	843,322	614,008
Effect of foreign exchange rate changes, net	(38)	214
Cash and cash equivalents at end of the period	<u>625,300</u>	<u>647,863</u>
Analysis of cash and cash equivalents' ending balance:		
Cash and bank deposit	699,703	647,863
Structured deposit	(40,000)	-
Time deposits with original maturity of more than three months when acquired	(34,403)	-
Cash and cash equivalents in consolidated cash flow statement	<u>625,300</u>	<u>647,863</u>

Notes:

1. General information

The Company was incorporated in the People's Republic of China (the "PRC") on 27 August 2001 as a limited liability company. In 2002, the Company was converted to a sino-foreign equity joint venture. On 31 December 2004, the Company was transformed into a joint stock limited liability company. The H shares of the Company were listed on the Growth Enterprise Market ("GEM") of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 23 February 2006, and were transferred and traded on the Main Board since 18 July 2013.

The principal activities of the Group are the rendering of transportation of finished vehicles, supply chain management for automobile raw materials, components and parts, transportation services of non-vehicle commodities, sales of packaging materials and processing of tyres.

The address of the Company's registered office is Liangjin Village, Yuanyang Town, Yubei District, Chongqing, the PRC. As at 30 June 2015, the Company has direct interests in the following subsidiaries:

Company name	Place and date of incorporation/ registration and place of operations	Percentage of equity interest attributable to the Company		Paid-in capital	Principal activities
		Direct	Indirect		
重慶長安民生博宇運輸有限公司 CMAL Bo Yu Transportation Co., Ltd. ("Chongqing Boyu")	PRC/Mainland China 3 November 2005	100	-	RMB60,000,000	Providing logistics services in Mainland China
南京長安民生住久物流有限公司 Nanjing CMSC Logistics Co., Ltd. ("Nanjing CMSC") (note1)	PRC/Mainland China 26 July 2007	67	-	RMB100,000,000	Providing logistics services in Mainland China
重慶福集供應鏈管理有限公司 Chongqing Future Supply Chain Management Co., Ltd. ("Chongqing Future") (note2)	PRC/Mainland China 18 March 2009	100	-	RMB30,000,000	Providing logistics services in Mainland China
重慶長安民生鼎捷物流有限公司 Chongqing Changan Minsheng Dingjie Logistics Co., Ltd. ("Chongqing Dingjie") (note3)	PRC/Mainland China 30 April 2010	95	-	RMB50,000,000	Providing logistics services in Mainland China
重慶長安民生福永物流有限公司 Chongqing Changan Minsheng Fuyong Logistics Co., Ltd. ("Chongqing Fuyong")	PRC/Mainland China 28 April 2011	100	-	RMB5,000,000	Providing logistics services in Mainland China
杭州長安民生物流有限公司 Hangzhou Changan Minsheng Logistics Co., Ltd. ("Hangzhou Changan Minsheng")	PRC/Mainland China 17 May 2013	100	-	RMB250,000,000	Providing logistics services in Mainland China
重慶福路保稅物流有限公司 Chongqing Fulu Bonded Logistics Co., Ltd. ("Chongqing Fulu")	PRC/Mainland China 9 April 2014	100	-	RMB3,000,000	Providing logistics services in Mainland China
重慶長安民生東立包裝有限公司 Chongqing Changan Minsheng Dongli Packaging Co., Ltd. ("Dongli Packaging") (note4)	PRC/Mainland China 16 May 2014	55	-	RMB18,000,000	Providing logistics services in Mainland China

continued/...

1. General information (continued)

Company name	Place and date of incorporation/ registration and place of operations	Percentage of equity interest attributable to the Company		Paid-in capital	Principal activities
		Direct	Indirect		
長安民生（上海）供應鏈有限公司 Changan Minsheng (Shanghai) Supply Chain Co., Ltd. ("Shanghai Supply Chain")	PRC/Mainland China 5 August 2014	100	-	RMB2,000,000	Providing logistics services in Mainland China
武漢卓爾盛德汽車物流有限公司 Zhuoer Shengde Automobile Logistics Co., Ltd. ("Zhuoer Shengde") (note5)	PRC/Mainland China 18 August 2010	60	-	RMB23,070,000	Providing logistics services in Mainland China

Note 1: The Company and Sumitomo Corporation of Japan held 67% and 33% of Nanjing CMSC's shareholdings respectively.

Note 2: Chongqing Changan Minsheng Future Bonded Logistics Co., Ltd. was renamed as Chongqing Future Supply Chain Management Co., Ltd. on 30 October 2014.

Note 3: The Company held 95% of Chongqing Dingjie' shareholdings, Chongqing Dajiang Zhenyue Storage Company Limited, Chongqing Weitai Trade Company Limited and Chongqing Lingxin Storage Company Limited held respectively 2%, 2% and 1% of Chongqing Dingjie' shareholdings.

Note 4: The Company and Tonglit Logistics Co., Ltd., held 55% and 45% of Dongli Packaging's shareholdings respectively.

Note 5: The Company acquired 60% equity interest of Zhuoer Shengde (the commercial registration of changes for the relevant acquisition completed on 22 May 2015), after the acquisition, 60.0%, 20.4% and 19.6% shareholding in Zhuoer Shengde were held by the Company, Hubei Zhuoer Eco-Industrial City Building Co., Ltd. and Wuhan Shengde Nisshin Auto Industrial Park Co., Ltd., respectively. Please refer to note 16 to the interim report for details.

The consolidated interim financial information has not been audited.

2. Basis of preparation and changes to the Group's accounting policies

Basis of preparation

This interim condensed consolidated financial statements for the six months ended 30 June 2015 have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34, "Interim financial reporting". The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2014, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS").

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2014, except for the adoption of new standards and interpretations effective as of 1 January 2015 as follows:

Amendments to HKAS 19	Defined Benefit Plans: Employee Contributions
Annual Improvements 2010-2012 Cycle	Amendments to a number of HKFRSs
Annual Improvements 2011-2013 Cycle	Amendments to a number of HKFRSs

2. Basis of preparation and changes to the Group's accounting policies (continued)

New standards, interpretations and amendments adopted by the Group (continued)

The adoption of new standards and interpretations has had no material impact on the annual consolidated financial statements of the Group or the interim condensed consolidated financial statements of the Group.

The Group has not adopted in advance any other standard, interpretation or amendment that has been issued but is not yet effective.

Issued but not yet effective Hong Kong Financial Reporting Standards

HKFRS 9	Financial Instruments ²
Amendments to HKAS 10 and HKAS 28 (2011)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ¹
Amendments to HKFRS 10, HKFRS 12 and HKAS 28 (2011)	Investment Entities: Applying the Consolidation Exception ¹
Amendments to HKFRS 11	Accounting for Acquisitions of Interests in Joint Operations ¹
HKFRS 14	Regulatory Deferral Accounts ³
HKFRS 15	Revenue from Contracts with Customers ²
Amendments to HKAS 1	Disclosure Initiative ¹
Amendments to HKAS 16 and HKAS 38	Clarification of Acceptable Methods of Depreciation and Amortisation ¹
Amendments to HKAS 16 and HKAS 41	Agriculture: Bearer Plants ¹
Amendments to HKAS 27 (2011)	Equity Method in Separate Financial Statements ¹
Annual Improvements 2012-2014 Cycle	Amendments to a number of HKFRSs ¹

¹ Effective for annual periods beginning on or after 1 January 2016

² Effective for annual periods beginning on or after 1 January 2018

³ Effective for an entity that first adopts HKFRSs for its annual financial statements beginning on or after 1 January 2016 and therefore is not applicable to the Group

3. Segment information

For management purposes, the Group's operating activities are related to a single operating segment, the transportation and supply chain management for vehicle commodities, transportation of non-vehicle commodities, processing of tyres and others. Therefore, no analysis by operating segment is presented.

The operating entities are domiciled in China. All revenues from external customers are derived from the PRC, and all the non-current assets (there are no financial instrument, employment benefit assets and rights arising under insurance contracts) are located in the PRC.

For the six months ended 30 June 2015, revenues of approximately RMB1,723,327,000, RMB439,013,000 and RMB210,006,000 (for the six months ended 30 June 2014: RMB1,479,960,000, RMB435,640,000 and RMB194,800,000) were derived from three largest external customers, respectively.

4. Revenue, other income and gains

Revenues recognised for the six months ended 30 June 2015 are as follows:

	For the six months ended 30 June	
	2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
<u>Revenue</u>		
Transportation of finished vehicles	1,189,019	1,138,356
Sale of tyres and others	795,051	749,083
Supply chain management for automobile raw materials, components and parts	800,813	648,227
Transportation of non-vehicle commodities	29,035	39,948
Others	6,729	1,409
Total	<u>2,820,647</u>	<u>2,577,023</u>
<u>Other income and gains</u>		
Bank interest income	2,955	2,574
Government grants	25,893	6,506
Others	5,280	3,646
Total	<u>34,128</u>	<u>12,726</u>

5. Finance costs

	For the six months ended 30 June	
	2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
Net exchange (gain)/losses	6	(505)
Interests on bank loans	405	1,452
Total	<u>411</u>	<u>947</u>

6. Income tax expense

	For the six months ended 30 June	
	2015	2014
	(unaudited)	(unaudited)
	RMB'000	RMB'000
Current income tax expense- the PRC	28,854	27,771
Deferred income tax expense	7,714	(835)
	<u>36,568</u>	<u>26,936</u>
Total income tax expense	<u><u>36,568</u></u>	<u><u>26,936</u></u>

The Company and its subsidiaries are subject to different CIT rates. The applicable CIT rates are shown as follows :

	For the six months ended 30 June	
	2015	2014
	applicable tax rate	applicable tax rate
The Company	15.0%	15.0%
Chongqing Boyu	15.0%	15.0%
Nanjing CMSC	25.0%	25.0%
Chongqing Future	25.0%	25.0%
Chongqing Dingjie	25.0%	25.0%
Chongqing Fuyong	25.0%	25.0%
Hangzhou Changan Minsheng	25.0%	25.0%
Chongqing Fulu	25.0%	25.0%
Dongli Packaging	25.0%	25.0%
Shanghai Supply Chain	25.0%	N/A
Zhuoer Shengde	25.0%	N/A

According to Caishui (2011) No. 58 issued jointly by Ministry of Finance, General Administration of Customs and State Administration of Taxation (SAT) on 27 July 2011, the enterprises in encouraged industries in Western China are eligible for a reduced CIT rate of 15% for the period from 1 January 2011 to 31 December 2020. Pursuant to the Public Notice [2012] No.12 issued by SAT on 6 April 2012, the Company and Chongqing Boyu met with the conditions for tax incentives, and the applicable tax rate for both of them is 15%.

No provision for Hong Kong profits tax was made as the Group had no assessable profit arising in or derived from Hong Kong for the six months ended 30 June 2015 (corresponding period in 2014: nil).

A reconciliation of the tax expense applicable to profit before tax at the statutory rates for the countries (or jurisdictions) in which the Company and its subsidiaries are domiciled to the tax expense at the effective tax rates, and a reconciliation of the applicable rates (i.e., the statutory tax rates) to the effective tax rates, are as follows:

6. Income tax expense (continued)

	For the six months ended 30 June	
	2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
Profit before tax	170,396	148,005
Tax at applicable tax rates of the Group entities	35,411	26,344
Adjustments in respect of current tax of previous periods	834	598
Expenses not deductible for tax	520	390
Profits and losses attributable to associates	(197)	(396)
Tax charge	36,568	26,936

The effective rate of tax for the six months period ended 30 June 2015 is 21.5% (corresponding period in 2014:18.2%).

7. Earnings per share

The calculation of basic earnings per share amounts is based on the profit for the six months ended 30 June 2015 attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 162,064,000 (30 June 2014: 162,064,000) in issue during the six months ended 30 June 2015, as adjusted to reflect the rights issue during the year.

	For the six months ended 30 June	
	2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
Group's profit attributable to equity holders of the Company	121,995	111,416
Weighted average number of shares in issue (in thousands)	162,064	162,064
Basic earnings per share (RMB per share)#	0.75	0.69

#Diluted earnings per share is the same as basic earnings per share as the Group had no potential dilutive ordinary shares in issue during those years.

8. Property, plant and equipment

During the six months ended 30 June 2015, the Group acquired assets with a cost of RMB107,330,000 (the six months ended 30 June 2014: RMB13,728,000).

8. Property, plant and equipment (continued)

The Group continued its construction of a logistics information center, and the carrying amount as at 30 June 2015 was approximately RMB85.68 million (31 December 2014: RMB72.11 million). The Group also continued the development of an automobile components and parts manufacturing, distribution and supply chain integration project, and the carrying amount as at 30 June 2015 was approximately RMB32.81million (31 December 2014: RMB18.68 million). The Group has the fourth production lines for its tyres processing segment under construction, and the carrying amount as at 30 June 2015 was approximately RMB6.86 million (31 December 2014: nil).

Assets with a net book value of RMB764,000 were disposed of by the Group during the six months ended 30 June 2015 (for the year ended 31 December 2014: RMB1,944,000), resulting in a net loss of RMB264,000 on disposal (for the year ended 31 December 2014: net loss of RMB558,000).

9. Prepaid land lease payments

During the six months ended 30 June 2015, the Group acquired a new piece of land of RMB13,948,000 through the business acquisition of 60% equity interests of Zhuoer Shengde, and the amortisation of prepaid land lease payments was approximately RMB2,091,000 (for six months ended 30 June 2014: RMB2,272,000).

10. Goodwill

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000	
Cost	7,457	4,663	
Less: Provision for impairment losses	-	-	
Net carrying amount	<u>7,457</u>	<u>4,663</u>	
	Transportation of finished vehicles RMB'000	Warehouse management service RMB'000	Total RMB'000
Cost at 1 January 2015	2,222	2,441	4,663
Acquisition of a subsidiary (note 16)	<u>2,794</u>	<u>-</u>	<u>2,794</u>
Cost and net carrying amount at 30 June 2015	<u>5,016</u>	<u>2,441</u>	<u>7,457</u>

10. Goodwill (continued)

Impairment testing of goodwill

The Group performs its annual impairment test of goodwill as at 31 December. Goodwill acquired through business combinations is allocated to the following cash-generating units for impairment testing:

- Transportation services for finished vehicle cash-generating unit; and
- Storage management services cash-generating unit.

During the six months ended 30 June 2015, goodwill allocated to storage management services cash-generating unit may be impaired due to significant decrease in the production volume and sales volume of the cash-generating unit's major customer, Chongqing Changan Suzuki Automobile Co., Ltd.. The Group is in the process of making an assessment of the impact of the impairment.

11. Trade and bills receivables

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Accounts receivables (note(a))	190,441	205,768
Less: Impairment	<u>(14,188)</u>	<u>(14,192)</u>
Accounts receivable, net	176,253	191,576
Bills receivable (note(b))	<u>177,265</u>	<u>153,005</u>
	<u><u>353,518</u></u>	<u><u>344,581</u></u>

Note(a):

The Group offers credit terms to its customers ranging from cash on delivery to 90 days. Ageing analysis of accounts receivable as at 30 June 2015 and 31 December 2014 was as follows:

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
0 to 90 days	137,166	170,255
91 to 180 days	35,517	11,732
181 to 365 days	<u>3,570</u>	<u>9,589</u>
	<u><u>176,253</u></u>	<u><u>191,576</u></u>

Note (b):

The ageing of bills receivable as at 30 June 2015 and 31 December 2014 were all less than 6 months.

12. Prepayments, deposits and other receivables

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Prepayments	26,180	20,664
Deposits and other receivables	33,047	26,262
Other current assets	<u>23,177</u>	<u>6,512</u>
	<u>82,404</u>	<u>53,438</u>

None of the above assets is either past due or impaired. The financial assets included in the above balances relate to receivables for which there was no recent history of default.

13. Due from related parties

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Balance from rendering of services and sales of goods (note(a))	1,782,579	1,457,608
Less: Impairment (note(b))	<u>(31,166)</u>	<u>(31,166)</u>
Balance from rendering of services and sales of goods, net	1,751,413	1,426,442
Prepayments for transportation services	5,904	1,495
Other receivables	<u>16,897</u>	<u>11,510</u>
	<u>1,774,214</u>	<u>1,439,447</u>

13. Due from related parties (continued)

Note (a):

The Group offers credit terms to its related parties ranging from cash on delivery to 90 days. Ageing analysis of trading balance from rendering of services and sales of goods as at 30 June 2015 and 31 December 2014 was as follows:

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
0 to 90 days	1,392,743	1,424,117
91 to 180 days	358,670	1,747
181 to 365 days	-	578
	<u>1,751,413</u>	<u>1,426,442</u>

Note (b):

The Group provided full provision for impairment of receivable amounted to RMB31,166,000 (31 December 2014:RMB31,166,000) due from Hafei Automobile Co., Ltd..

14. Cash and cash equivalents and pledged deposits

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Cash and bank balances	708,060	897,912
Structured deposit	40,000	-
Time deposits	40,403	56,601
	<u>788,463</u>	<u>954,513</u>
Less:		
Pledged for bills payables	88,760	56,589
Time deposits with original maturity of more than three months when acquired	34,403	54,602
Structured deposit	40,000	-
Cash and cash equivalents	<u>625,300</u>	<u>843,322</u>

15. Share capital

	As at 30 June 2015 (unaudited)		As at 31 December 2014 (audited)	
	Number of shares	Nominal value RMB	Number of shares	Nominal value RMB
Registered capital	<u>162,064,000</u>	<u>162,064,000</u>	<u>162,064,000</u>	<u>162,064,000</u>
Issued and fully paid				
-domestic shares (including non-H foreign shares), par value RMB1.00	<u>107,064,000</u>	<u>107,064,000</u>	<u>107,064,000</u>	<u>107,064,000</u>
-H shares, par value RMB1.00	<u>55,000,000</u>	<u>55,000,000</u>	<u>55,000,000</u>	<u>55,000,000</u>

16. Business combination

On 19 January 2015, the Company entered into Equity Transfer Agreement of Zhuoer Shengde Automobile Logistics Co., Ltd. with Hubei Hannan Gang Logistics Co., Ltd. and Wuhan Shengde Nisshin Auto Industrial Park Co., Ltd. According to the agreement, the Company acquired 30.6% and 29.4% of equity interests in Zhuoer Shengde from Hubei Hannan Gang Logistics Co., Ltd. and Wuhan Shengde Nisshin Auto Industrial Park Co., Ltd. respectively, at a total consideration of RMB19,680,000. After the acquisition, the Company held 60% of equity interests in Zhuoer Shengde.

The Group owns 60% voting rights of Zhuoer Shengde and holds the majority members of the board of directors. Accordingly, the Group has the ability to approve decisions that related to the relevant operating activities of Zhuoer Shengde and control over Zhuoer Shengde. Zhuoer Shengde was therefore accounted for as a non-wholly owned subsidiary of the Group with effect from on 22 May 2015 on which the Company legally obtained control of Zhuoer Shengde, acquired the assets and assumed the liabilities of Zhuoer Shengde.

16. Business combination (continued)

	Fair value recognised on acquisition
	RMB'000
Property, plant and equipment (note 8)	8,046
Prepaid land lease payments (note 9)	13,948
Intangible assets	7,237
Cash and bank balances	7
Trade and notes receivables	1,602
Prepayments, deposits and other receivables	5,699
Other non-current assets	416
Accounts payable	(5,285)
Tax payable	(15)
Other payable	(10)
Deferred tax liabilities	(3,502)
	<hr/>
Total identifiable net assets at fair value	28,143
Non-controlling interest	(11,257)
Goodwill on acquisition (note 10)	2,794
	<hr/>
	<hr/>
	19,680
	<hr/>
Satisfied in cash	19,680
	<hr/>

None of the goodwill recognised is expected to be deductible for income tax purposes.

17. Trade and bills payables

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Accounts payable	1,216,142	1,201,484
Bills payable	319,213	224,571
	<u>1,535,355</u>	<u>1,426,055</u>

Ageing analysis of accounts payable and bills payable as at 30 June 2015 and 31 December 2014 was as follows:

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
0 to 90 days	1,468,498	1,367,844
91 to 180 days	56,857	52,685
181 to 365 days	7,143	3,876
Over 1 year	2,857	1,650
	<u>1,535,355</u>	<u>1,426,055</u>

18. Other payables and accruals

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Accrued payroll	142,752	195,014
Other payables	92,748	99,699
Advance from customers	1,359	3,498
Other taxes	51,547	72,588
Total	<u>288,406</u>	<u>370,799</u>

19. Due to related parties

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Balance from transportation services provided by related parties	126,514	65,000
Balance from construction services provided by related parties	<u>27,417</u>	<u>26,176</u>
	<u><u>153,931</u></u>	<u><u>91,176</u></u>

Ageing analysis of balance from transportation services and construction services provided by related parties as at 30 June 2015 and 31 December 2014 was as follows:

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
0 to 90 days	152,996	90,847
91 to 180 days	935	123
Over 1 year	<u>-</u>	<u>206</u>
	<u><u>153,931</u></u>	<u><u>91,176</u></u>

20. Interest-bearing bank loans

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Related party loans, unsecured	110,000	-
Effective interest rate (%)	5.10%	-
Repayable within one year	<u>110,000</u>	<u>-</u>
Analyzed into:		
Current	110,000	-
Non-current	<u>-</u>	<u>-</u>
	<u><u>110,000</u></u>	<u><u>-</u></u>

21. Related party transactions

	For the six months ended 30 June	
	2015 (unaudited) RMB'000	2014 (unaudited) RMB'000
Revenue from rendering of transportation of finished vehicles services	1,189,019	1,122,071
Revenue from rendering of supply chain management services for automobile raw materials, components and parts	561,217	450,869
Revenue from sales of tyres	795,051	749,083
Revenue from others	2,232	1,409
	<u>2,547,519</u>	<u>2,323,432</u>
Purchase of transportation services	234,809	152,156
Purchase of construction services	24,516	37,150
Other	3,139	1,048
	<u>262,464</u>	<u>190,354</u>
Borrowings from a related party	<u>110,000</u>	<u>120,000</u>

22. Financial instruments

Set out below is an overview of financial instruments held by the Group as at 30 June 2015 and 31 December 2014:

Financial assets	Loans and receivables	
	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Available-for-sale investments	28,900	28,900
Trade and bills receivables	353,518	344,581
Financial assets included in prepayment, deposits and other receivables	33,047	26,262
Due from related parties	1,768,310	1,437,952
Pledged deposits	88,760	56,589
Cash and cash equivalents	699,703	897,924
Total	<u>2,972,238</u>	<u>2,792,208</u>

22. Financial instruments (continued)

Set out below is an overview of financial instruments held by the Group as at 30 June 2015 and 31 December 2014 (continued):

Financial liabilities	Other financial liabilities	
	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Trade and bills payables	1,535,355	1,426,055
Financial liabilities included in		
Other payables and accruals	92,748	99,699
Due to related parties	153,931	91,176
Interest-bearing bank and other borrowings	110,000	-
Dividends payable	43,757	-
Total	1,935,791	1,616,930

23. Commitments of the Group

(a) Capital expenditure commitments

As at 30 June 2015, the capital expenditure commitments not provided for are as follows:

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Property, plant and equipment		
-Contracted but not provided for	130,771	110,192

23. Commitments of the Group (continued)

(b) Operating lease commitments

The future aggregate minimum lease payments due under non-cancellable operating leases for office premises and distribution center are as follows:

	As at 30 June 2015 (unaudited) RMB'000	As at 31 December 2014 (audited) RMB'000
Not more than 1 year	17,185	15,292
More than 1 year and less than 5 years	<u>17,117</u>	<u>10,151</u>
Total	<u><u>34,302</u></u>	<u><u>25,443</u></u>

24. Events after the reporting period

There was no significant event occurring after the balance sheet date that needed to be disclosed.



INTERIM DIVIDENDS

The Board does not propose the payment of an interim dividend for the six months ended 30 June 2015 (corresponding period in 2014: nil).

The 2014 final dividend of RMB0.27 per share, including tax, has been approved by the shareholders of the Company at the annual general meeting of the Company held on 30 June 2015 and is expected to be paid before 30 September 2015.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

In the first half of 2015, the macro-economic environment in China showed signs of stabilization and becoming good while automobile production and sales volume in the PRC experienced significant retreat as compared with last year. According to the China Association of Automobile Manufacturers' statistics, for the first half of 2015, automobile production volume and sales volume in the PRC were 12,095,000 vehicles and 11,850,300 vehicles, respectively, representing an increase of approximately 2.64% and 1.43%, respectively, a decrease of 6.96 and 6.97 percentage points respectively as compared with the corresponding period of last year. For the six-month period ended 30 June 2015, the production volume and sales volume of the Group's major customer, Chongqing Changan Automobile Co., Ltd. ("Changan Automobile") were 1,415,900 vehicles and 1,465,700 vehicles, respectively, representing an increase of approximately 7.24% and 11.02%, respectively, as compared with the corresponding period of last year. For the six-month period ended 30 June 2015, the Group recorded a total revenue of approximately RMB2,820,647,000, representing an increase of approximately 9.45% as compared with the corresponding period of last year. The income from transportation of finished vehicles, processing of tyres and supply chain management of automobile raw materials, components and parts for the six months ended 30 June 2015 represented approximately 42.15%, 28.19% and 28.40%, respectively, of the Group's total revenue (for the six-month period ended 30 June 2014: approximately 44.17%, 29.07% and 25.15%, respectively). Detailed breakdown of revenue is set out in note 4 to the Group's interim condensed consolidated statement of profit or loss and other comprehensive income of this report.

For the six-month period ended 30 June 2015, although affected by unfavorable factors such as the intensifying competition in the domestic automobile market, the decreasing trend in the logistics service price as well as the rise in labor costs, the Group strengthened cost control, made efforts to explore business units of strong profitability and obtained support from the local government. The Group's gross profit margin decreased while the net profit margin increased slightly, which were: approximately 8.73% (for six months ended 30 June 2014: approximately 9.67%) and 4.74% (corresponding period last year: 4.70%), respectively. The Group's profit attributable to the equity holders of the parent for the six months ended 30 June 2015 increased by approximately 9.50% to approximately RMB121,995,000 from approximately RMB111,416,000 in the corresponding period in 2014.

FINANCIAL REVIEW

Working Capital and Financial Resources

During the reporting period, the Group's sources of funds generally represented income arising from our daily operations.

As at 30 June 2015, the cash and bank balance and pledged deposits were approximately RMB788,463,000 (31 December 2014: RMB954,513,000). As at 30 June 2015, the total assets of the Group amounted to approximately RMB3,850,329,000 (31 December 2014: RMB3,535,379,000). As at 30 June 2015, the Group had current liabilities of approximately RMB2,132,658,000 (31 December 2014: RMB1,922,538,000), non-current liabilities of approximately RMB6,890,000 (31 December 2014: 3,388,000), shareholders' equity excluding non-controlling interest of approximately RMB1,601,881,000 (31 December 2014: RMB1,523,643,000) and non-controlling interest of approximately RMB108,900,000 (31 December 2014: RMB85,810,000).

Capital Structure

For the six-month period ended 30 June 2015, there had been no change to the Company's share capital.

Loans and Borrowings

As at 30 June 2015, there was RMB110,000,000 of bank loans and borrowings (31 December 2014: nil).

Gearing and Liquidity Ratio

As at 30 June 2015, the gearing ratio (defined as the ratio between the total liabilities and the total assets) of the Group was approximately 55.57% (31 December 2014: approximately 54.48%). The gearing ratio between the total liabilities and the total equity of the Group was approximately 1.25:1 (31 December 2014: 1.20:1).

Pledge of Assets

As at 30 June 2015, the Group had not pledged any assets as security.

Foreign Currency Risk

As the transactions of the Group denominated in foreign currency were limited, the foreign currency risk did not have any material impact on the Group.

Employee, Remuneration Policy and Training Programme

As at 30 June 2015, the Group employed 9,037 employees (as at 31 December 2014: 8,426 employees). The salaries of the employees are determined based on the remuneration policy approved by the Board and the remuneration committee of the Company and in accordance with the relevant PRC policies. The salary level is in line with the economic efficiency of the Company. The benefits of the employees comprise endowment insurance, medical insurance, unemployment insurance, personal injury insurance and housing funds. During the reporting period, the Company has provided the staff with training regarding technology, security and management, etc.

Major Investment

For the six-month period ended 30 June 2015, there had been no major investment of the Group.

Major Acquisition and Assets Sale

For the six-month period ended 30 June 2015, there had been no major acquisition and assets sale of the Group.

Contingent Liabilities

As at 30 June 2015, the Group did not have any contingent liabilities.

PROSPECTS

As the surrounding environment of China is getting increasingly complicated, China further opens its economy to the outside world and the competition of logistics market is intensifying, excess capacity within automobile industry and increasingly fierce market competition will continue, the Company anticipates that the pressure in operating the automobile logistics in China will increase. These factors will have an unfavorable impact on the Group's operation and profitability. In the second half of 2015, the Group is still faced with unfavorable factors, such as continuous rise in labor expenditure cost, the Group will make greater efforts to stabilize traditional business, continue to improve its core competitiveness through enhancing the "Management, Operations and Services", and make efforts and attempts to explore new business in order to improve the Company's operating results.



CORPORATE GOVERNANCE

During the reporting period, the Company has complied with the code provisions of Corporate Governance Code set out in Appendix 14 of the Rules Governing the Listing of Securities of the Stock Exchange (“Listing Rules”).

SECURITIES TRANSACTIONS BY THE DIRECTORS

Since the transfer of listing on 18 July 2013, the Company has adopted a code of conduct regarding directors’ securities transactions on terms no less exacting the required standard (the “Code of Conduct”) set out in Appendix 10 (Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”)) to the Listing Rules. After making specific enquiries to all Directors, the Company confirms that the Directors had complied with the Code of Conduct for the six-month period ended 30 June 2015.

BOARD OF DIRECTORS

The fourth session of the Board comprises 11 Directors, including 4 executive Directors, 3 non-executive Directors and 4 independent non-executive Directors. The Board considers that the composition of the Board represents a reasonable balance between the 7 non-executive and independent non-executive Directors and the 4 executive Directors in the interest of the Company and the shareholders. The 7 non-executive Directors and independent non-executive Directors provide constructive advice in relation to the formulation of the Company’s policies. The Company is not aware of any family or material relationship among the members of the Board. The Company has four independent non-executive Directors, of whom at least one has appropriate professional qualification and financial management expertise. The Company considers that, during the reporting period, each of the independent non-executive Directors has complied with the guidelines on independence set out in the Listing Rules. As at the date of this report, except for the fact that the independent non-executive director Mr. Chong Teck Sin has served for consecutive 9 years, the term of office of each of the other 3 independent non-executive directors does not exceed nine years. As regard the re-election of Directors, the Company will ensure compliance with code A.4.3 of the Corporate Governance Code under the Listing Rules.

BOARD CHAIRMAN AND GENERAL MANAGER

The chairman of the Board is Mr. Zhu Minghui and our general manager is Mr. Wang Yang. The chairman is in charge of formulating the development and business strategies whereas the general manager is in charge of the daily operations of the Company. The chairman is responsible for ensuring that the Board operates efficiently and encourages all Directors, including independent non-executive Directors, to contribute to the Board and its three board committees.

AUDIT COMMITTEE

The disclosure of financial information in this report complies with Appendix 16 to the Listing Rules. The audit committee of the Company has reviewed the Group’s business performance and the unaudited financial statements of the Group for the six-month period ended 30 June 2015. The audit committee has also discussed the relevant internal audit matters and approved the contents of this interim report.

CHANGES OF DIRECTORS AND SUPERVISORS DURING THE REPORTING PERIOD

For the six-month period ended 30 June 2015, there had been no change of the Directors and Supervisors of the Company.



OTHER INFORMATION

INTERESTS OF DIRECTORS, CHIEF EXECUTIVE AND SUPERVISORS IN SHARES OF THE COMPANY AND ASSOCIATED CORPORATIONS

As at 30 June 2015, none of the Directors, chief executive and the Supervisors of the Company have any interests and short positions in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the “SFO”) in Chapter 571 of Laws of Hong Kong) which (a) were required pursuant to section 352 of the SFO to be entered in the register referred to therein; or (b) were required, pursuant to the Model Code to be notified to the Company and the Stock Exchange.

As at 30 June 2015, the Directors, chief executive and the Supervisors of the Company were not beneficially interested in the share capital of any member of the Group nor did they have any right (whether legally enforceable or not) to subscribe for or to nominate persons to subscribe for securities in any member of the Group nor did it have any interest, either direct or indirect, in any assets which have been, since 31 December 2014, made up, acquired, disposed of by or leased to or are proposed to be acquired or disposed of by or leased to any member of the Group.

SUBSTANTIAL SHAREHOLDERS AND PARTIES HOLDING INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

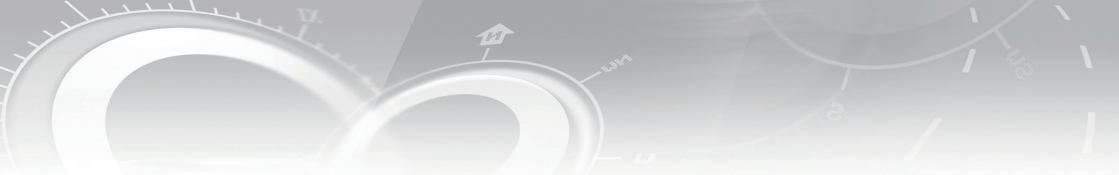
As at 30 June 2015, so far as is known to the Directors and chief executive of the Company, the following persons, other than a Director, Supervisor, or chief executive of the Company, had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or who were directly or indirectly, interested in 10% or more of the nominal value of any class of shares capital carrying rights to vote in all circumstances, at general meetings of the Company; or are required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein:

Name of Shareholders	Capacity	Number of shares	Percentage of domestic shares (non- H foreign shares included)	Percentage of H shares	Percentage of total registered share capital
Chongqing Changan Industry Company (Group) Limited ("Changan Industry Company")	Beneficial owner	41,225,600(L)	38.51%	-	25.44%
APL Logistics Ltd. ("APL Logistics")	Beneficial owner	33,619,200(L)	31.40%	-	20.74%
Minsheng Industrial (Group) Co., Ltd. ("Minsheng Industrial")	Beneficial owner	25,774,720(L)	24.07%	-	15.90%
Minsheng Industrial (note 1)	Interest of a controlled corporation	6,444,480(L)	6.02%	-	3.98%
Ming Sung Industrial Co., (HK) Limited ("Ming Sung (HK)") (note 1)	Beneficial owner	6,444,480(L)	6.02%	-	3.98%
Pemberton Asian Opportunities Fund	Beneficial owner	4,400,000(L)	-	8.00%	2.71%
788 China Fund Ltd.	Investment manager	4,000,000(L)	-	7.27%	2.47%
Braeside Investments, LLC (note 2)	Investment manager	3,423,000(L)	-	6.22%	2.11%
Braeside Management, LP (note 2)	Investment manager	3,423,000(L)	-	6.22%	2.11%
McIntyre Steven (note 2)	Interest of a controlled Corporation	3,423,000(L)	-	6.22%	2.11%

Note 1: Ming Sung (HK) is the subsidiary of Minsheng Industrial. Mr. Lu Xiaozhong, the Director of the Company, holds 6% shareholdings of Minsheng Industrial.

Note 2: According to the disclosure of interests notice filed, Braeside Management, LP is a wholly-owned subsidiary of Braeside Investments, LLC. McIntyre Steven is the controlling shareholder of Braeside Investments, LLC.

Note 3: (L) – long position, (S) – short position, (P) - Lending Pool.



Save as disclosed in this report, as at 30 June 2015, so far as is known to the Directors and chief executive of the Company, there is no person (other than the Directors, Supervisors, or chief executive of the Company) who had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO; or had a direct or indirect interest amounting to 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company and/or any subsidiaries of the Company; or are required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein.

SHARE APPRECIATION RIGHT INCENTIVE SCHEME

On 6 June 2005, in order to enhance the Company's incentive mechanism, the share appreciation right incentive scheme (the "Scheme") was approved by the shareholders of the Company at the second extraordinary general meeting of the Company. The principal terms and conditions of the Scheme are summarized in the section headed "Summary of Terms of the Share Appreciation Right Incentive Scheme" in Appendix VII to the Prospectus of the Company issued by the Company on 16 February 2006 (the "Prospectus").

To comply with the regulations of The Administration of Share Right Incentive for State Holding Listed Company (Overseas) (State Assets Development Distribution [2006] No. 8 Document), the remuneration committee of the Company has approved the amendments to the Scheme on 25 June 2013, stipulating that the specific plans of the Scheme must be submitted to the state owned assets supervision and administration department for approval on the implementation, the exercise waiting period was extended by one year, and the total number of the share appreciation right granted within the validity of the Scheme which must not in aggregate exceed 10% of the total share capital of the Company.

During the reporting period, no such plan has been implemented.

COMPETING INTERESTS

The Company has entered into a non-competition undertaking with each of its shareholders, namely APL Logistics, Minsheng Industrial, Ming Sung (HK) and Changan Industry Company, respectively. For details of the non-competition undertakings, please refer to the Prospectus and the 2014 Annual Report of the Company.

As the aggregate shareholding in the Company held by Minsheng Industrial and Ming Sung (HK) (together with their respective associates) fell below 20%, the non-competition undertaking signed between the Company and Minsheng Industrial and Ming Sung (HK) became ineffective.



CONTINUING CONNECTED TRANSACTIONS

For the six-month period ended 30 June 2015, the turnover generated from the continuing connected transactions between the Group and the connected persons (as defined in the Listing Rules) of the Company was approximately RMB2,558,482,000 (of which RMB2,536,820,000 was attributable to Changan Automobile and its associates, RMB7,224,000 to Changan Industry Company and its associates, RMB7,009,000 to Nanjing Baogang Zhushang Metal Manufacturing Company Limited, RMB4,497,000 to Tonglit Logistics Co., Ltd. and its associates, RMB2,932,000 to Minsheng Industrial and its associates), which altogether accounted for approximately 90.71% of the total revenue during the reporting period.

For the six-month period ended 30 June 2015, the cost of purchasing transportation services from connected persons (as defined in the Listing Rules) was approximately RMB211,533,000 (of which RMB6,670,000 was attributable to Changan Industry Company and its associates, RMB202,020,000 to Minsheng Industrial and its associates, and RMB2,843,000 to APL Logistics and its associates), which altogether accounted for approximately 8.22% of the cost of sales during the reporting period.

For the six-month period ended 30 June 2015, the cost of purchasing construction services from connected persons (as defined in the Listing Rules) was RMB24,516,000.

For the six-month period ended 30 June 2015, maximum daily outstanding loan balance (including interests) due to connected persons (as defined in the Listing Rules) was approximately RMB110,303,000 while the maximum daily balance of deposit (including interests) with connected persons (as defined in the Listing Rules) was approximately RMB195,480,000.

For the six-month period ended 30 June 2015, the cost of purchasing processing packaging services and fixed assets from connected persons (as defined in the Listing Rules) was RMB872,000.

For the six-month period ended 30 June 2015, the Company purchased security and cleaning services from Chongqing Changan Property Management Co., Ltd. and its associates for RMB1,665,000.



PURCHASE, SALE OR REDEMPTION OF SECURITIES

For the six-month period ended 30 June 2015, the Company and its subsidiaries had not purchased, sold or redeemed any of the Company's listed securities.

PUBLIC FLOAT

Based on the public information currently available to the Company, the Company met with the public float requirement as stipulated by Listing Rules and as approved by the Stock Exchange throughout the reporting period.

By the Order of the Board
Changan Minsheng APLL Logistics Co., Ltd.
Zhu Minghui
Chairman

Chongqing, the PRC
31 August 2015

As at the date of this report, the Board comprises:

Executive Directors:

Mr. Zhu Minghui
Mr. Lu Xiaozhong
Mr. William K Villalon
Mr. Wang Yang

Non-executive Directors:

Mr. Wu Xiaohua
Mr. Danny Goh Yan Nan
Mr. Wang Lin

Independent Non-executive Directors:

Mr. Chong Teck Sin
Mr. Poon Chiu Kwok
Mr. Jie Jing
Ms. Zhang Yun