

Company Name : CHINA OUHUA WINERY HOLDINGS LIMITED
 Stock Name : CNOUHUA
 Financial Period End : 31 March 2012
 Quarter : 1



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

PARTICULARS	NOTE	INDIVIDUAL QUARTER		INDIVIDUAL QUARTER	
		CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT QUARTER	PRECEDING YEAR CORRESPONDING QUARTER
		31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11
		RMB'000	RMB'000	RM'000	RM'000
Revenue		55,113	158,518	26,845	77,213
Cost of sales		(29,381)	(73,238)	(14,311)	(35,673)
Gross Profit		25,732	85,280	12,534	41,539
Finance and other income		1,082	608	527	296
Marketing and distribution		(8,185)	(15,886)	(3,987)	(7,738)
Administrative expenses		(7,164)	(6,034)	(3,490)	(2,939)
Interest expense		-	-	-	-
Other expense		(17)	(119)	(8)	(58)
Profit before tax		11,448	63,849	5,576	31,100
Income tax expenses	B4	(3,461)	(19,950)	(1,686)	(9,717)
Profit net of tax		7,987	43,899	3,890	21,383
Other comprehensive Income:					
Foreign currency translation		-	(1,375)	-	(670)
Total comprehensive income for the period		7,987	42,524	3,890	20,713
Profit attributable to :					
- Owners of the parent		7,555	41,506	3,679	20,217
- Non-controlling interests		432	2,393	211	1,166
		7,987	43,899	3,890	21,383
Total comprehensive income attributable to :					
- Owners of the parent		7,555	40,131	3,679	19,547
- Non-controlling interests		432	2,393	211	1,166
		7,987	42,524	3,890	20,713
Earnings per share from Group's net profit attributable to shareholders	B11				
Basic (RMB cents / RM sen)		1.13	6.21	0.55	3.02
Diluted (RMB cents / RM sen)		1.13	6.21	0.55	3.02

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the financial statements.)

Note:

The presentation currency of this unaudited interim financial statement is Renminbi ("RMB"). Supplementary information in Ringgit Malaysia ("RM") shown is for reference only and is based on the exchange rate of RMB1 to RM0.48709 at 31 March 2012.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

PARTICULARS	NOTE	CUMULATIVE QUARTER		CUMULATIVE QUARTER	
		CURRENT	PRECEDING YEAR	CURRENT	PRECEDING YEAR
		YEAR TO DATE ENDED 31-Mar-12 RMB'000	YEAR TO DATE ENDED 31-Mar-11 RMB'000	YEAR TO DATE ENDED 31-Mar-12 RM'000	YEAR TO DATE ENDED 31-Mar-11 RM'000
Revenue		55,113	158,518	26,845	77,213
Cost of sales		(29,381)	(73,238)	(14,311)	(35,673)
Gross Profit		25,732	85,280	12,534	41,539
Finance and other income		1,082	608	527	296
Marketing and distribution		(8,185)	(15,886)	(3,987)	(7,738)
Administrative expenses		(7,164)	(6,034)	(3,490)	(2,939)
Interest expense		-	-	-	-
Other expense		(17)	(119)	(8)	(58)
Profit before tax		11,448	63,849	5,576	31,101
Income tax expenses	B4	(3,461)	(19,950)	(1,686)	(9,717)
Profit net of tax		7,987	43,899	3,890	21,384
Other comprehensive Income:					
Foreign currency translation			(1,375)	-	(671)
Total comprehensive income for the period		7,987	42,524	3,890	20,713
Profit attributable to :					
- Owners of the parent		7,555	41,506	3,679	20,218
- Non-controlling interests		432	2,393	211	1,166
		7,987	43,899	3,890	21,384
Total comprehensive income attributable to :					
- Owners of the parent		7,555	40,131	3,679	19,547
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(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the financial statements.)

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Company Name : CHINA OUHUA WINERY HOLDINGS LIMITED
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 Financial Period Ended : 31 March 2012
 Quarter : 1
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2012

PARTICULARS	NOTE	UNAUDITED	AUDITED	UNAUDITED	AUDITED
		AS AT 31-Mar-12 RMB'000	AS AT 31-Dec-11 RMB'000	AS AT 31-Mar-12 RM'000	AS AT 31-Dec-11 RM'000
ASSETS AND LIABILITIES					
Non-current assets					
Property, plant and equipment		75,521	81,596	36,786	39,745
Biological assets		108,920	106,547	53,054	51,898
Prepayments		7,500	7,552	3,653	3,679
Deferred tax assets		10,646	10,646	5,186	5,186
		<u>202,587</u>	<u>206,341</u>	<u>98,679</u>	<u>100,507</u>
Current assets					
Inventories		73,420	83,497	35,762	40,671
Trade and other receivables	A5	166,352	228,797	81,028	111,445
Cash and cash equivalents		195,842	110,323	95,392	53,737
		<u>435,614</u>	<u>422,617</u>	<u>212,181</u>	<u>205,853</u>
Current liabilities					
Income tax payable		3,125	3,381	1,522	1,647
Trade and other payables		17,120	15,399	8,339	7,501
Other liabilities		4,250	4,925	2,070	2,399
		<u>24,495</u>	<u>23,705</u>	<u>11,931</u>	<u>11,547</u>
Net current assets		<u>411,119</u>	<u>398,912</u>	<u>200,251</u>	<u>194,306</u>
Non-current liability					
Deferred tax liabilities		15,646	15,234	7,619	7,420
Net assets		<u>598,060</u>	<u>590,019</u>	<u>291,311</u>	<u>287,392</u>
EQUITY					
Share capital	A6	205,838	205,838	100,262	100,262
Other reserve		30,531	30,531	14,871	14,871
Retained earnings		337,620	330,011	164,451	160,745
Non-controlling interests		24,071	23,639	11,725	11,514
Total equity		<u>598,060</u>	<u>590,019</u>	<u>291,309</u>	<u>287,392</u>
Net Assets per share attributable to equity holders of the Group (RMB / RM)		0.90	0.88	0.44	0.43

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the financial statements.)

Note:

The presentation currency of this unaudited and audited interim financial statement is Renminbi ("RMB"). Supplementary information in Ringgit Malaysia ("RM") shown is for reference only and is based on the exchange rate of RMB1 to RM0.48709 as at 31 MARCH 2012.

Company Name : CHINA OUHUA WINERY HOLDINGS LIMITED
 Stock Name : CNOUHUA
 Financial Period Ended : 31 March 2012
 Quarter : 1



QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of The Group					Total Equity RMB'000
	Share Capital RMB'000	Statutory Reserve funds RMB'000	Foreign currency translation reserves RMB'000	Other capital reserves RMB'000	Retained Earnings RMB'000	
<i>(IN RMB)</i>						
At 1 January 2012	205,838	29,508	-	1,023	330,011	590,019
Profit for the period	-	-	-	-	7,555	7,987
Other comprehensive loss for the period	-	-	-	-	-	-
Total comprehensive income for the period	205,838	29,508	-	1,023	337,566	598,006
Dividend paid	-	-	-	-	-	-
Dividend recovered from last year	-	-	-	-	55	55
At 31 MARCH 2012	205,838	29,508	-	1,023	337,620	598,060
<i>(IN RM)</i>						
At 1 January 2012	100,262	14,373	-	498	160,745	287,392
Profit for the period	-	-	-	-	3,679	3,890
Other comprehensive loss for the period	-	-	-	-	-	-
Total comprehensive income for the period	100,262	14,373	-	498	164,424	291,282
Dividend paid	-	-	-	-	-	-
Dividend recovered from last year	-	-	-	-	27	27
At 31 MARCH 2012	100,262	14,373	-	498	164,451	291,309

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the financial statements.)

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Company Name : CHINA OUIHUA WINERY HOLDINGS LIMITED
 Stock Name : CNOUHUA
 Financial Period End : 31 March 2012
 Quarter : 1
QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital		Attributable to Equity Holders of The Group			Total Equity
	RMB'000	RMB'000	Statutory Reserve funds	Foreign currency translation reserves	Other capital reserves	
<i>(IN RMB)</i>						
At 1 January 2011	205,838	29,508	29,508	1,023	313,169	566,757
Profit for the year	-	-	-	(1,375)	41,506	43,899
Other comprehensive loss for the year	-	-	-	(1,375)	(1,375)	(1,375)
Total comprehensive income for the year	205,838	29,508	29,508	(1,375)	354,675	609,281
Effect of change in functional currency	-	-	-	-	-	-
Conversion of convertible loan	-	-	-	-	-	-
Issue of share upon listing	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-
Capital reserve resulted from capital injection	-	-	-	-	-	-
Dividend declared	-	-	-	-	(29,392)	(29,392)
Appropriation to statutory reserve fund	-	-	-	-	-	-
Dividend recovered from last year	-	-	-	-	-	-
At 31 MARCH 2011	205,838	29,508	29,508	1,023	325,283	578,310

	Share Capital		Attributable to Equity Holders of The Group			Total Equity
	RM'000	RM'000	Statutory Reserve funds	Foreign currency translation reserves	Other capital reserves	
<i>(IN RM)</i>						
At 1 January 2011	100,262	14,373	14,373	0	498	276,062
Profit for the year	-	-	-	(670)	20,217	21,383
Other comprehensive loss for the year	-	-	-	(670)	(670)	(670)
Total comprehensive income for the year	100,262	14,373	14,373	(670)	20,217	20,713
Effect of change in functional currency	-	-	-	-	-	-
Conversion of convertible loan	-	-	-	-	-	-
Issue of share upon listing	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-
Capital reserve resulted from capital injection	-	-	-	-	-	-
Dividend declared	-	-	-	-	(14,317)	(15,086)
Appropriation to statutory reserve fund	-	-	-	-	-	-
Dividend recovered from last year	-	-	-	-	-	-
At 31 MARCH 2011	100,262	14,373	14,373	(670)	498	281,689

* The Company was incorporated with an initial paid-up capital of SGD1 (RMB5) which was subsequently increased to SGD100 (RMB474) via the issuance of shares for SGD99 in cash.

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the

accompanying explanatory notes attached to the financial statements.)

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2012

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	CURRENT YEAR TO DATE 31-Mar-12 RMB'000	PRECEDING CORRESPONDING YEAR TO DATE 31-Mar-11 RMB'000	CURRENT YEAR TO DATE 31-Mar-12 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE 31-Mar-11 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	11,448	63,849	5,576	31,100
Adjustments for :-				
Amortisation of prepayments	520	52	253	25
Depreciation of property, plant and equipment	2,817	2,170	1,372	1,057
Depreciation of biological assets	501	442	244	215
Disposal of PPE	3,258		1,587	
Interest income	(1,051)	(295)	(512)	(144)
Operating profit before working capital changes	17,493	66,218	8,521	32,254
<i>Decrease/(increase) in:</i>				
Inventories	10,077	27,206	4,908	13,252
Trade and other receivables	11,977	(61,545)	5,834	(29,979)
Prepayments	-	(16,003)	-	(7,795)
<i>Increase/(decrease) in:</i>				
Trade and other payables	1,722	7,226	839	3,520
Other liabilities	(675)	(2,065)	(329)	(1,006)
Cash flows generated from operations	40,594	21,037	19,774	10,246
Income tax paid	(3,306)	(8,698)	(1,610)	(4,237)
Interest income received	1,051	295	512	144
Net cash flows generated from operating activities	38,339	12,634	18,676	6,153
CASH FLOW FROM INVESTING ACTIVITY				
Purchase of property, plant and equipment	-	(4)	-	(2)
Loan repaid from Third Party	50,000		24,355	
Purchase of biological assets	(2,875)		(1,400)	-
Net cash flow used in investing activity	47,125	(4)	22,953	(2)
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividends paid to shareholders	-	(29,392)	-	(14,317)
Dividends paid to non controlling-interests	-	(1,579)	-	(769)
Dividend recovered	55		27	
Net cash flows used in financing activities	55	(30,971)	27	(15,085)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	85,519	(18,341)	41,656	(8,934)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	110,323	319,607	53,737	155,677
Effect of exchange rate fluctuations on cash on hand and at banks	-	(1,375)	-	(670)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	195,842	299,892	95,393	146,074
Cash and cash equivalents at the end of the period comprise the followings:				
Cash on hand and at banks	195,842	278,590	95,393	135,698
Short-term deposits	-	21,302	-	10,376
	195,842	299,892	95,393	146,074

(The accompanying explanatory notes form an integral part of and should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2011.)

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