

Company Name : CHINA OUHUA WINERY HOLDINGS LIMITED
 Stock Name : CNOUHUA
 Financial Period End : 30 SEP 2012
 Quarter : 3
 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEP 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
		30-Sep-12	30-Sep-11	30-Sep-12	30-Sep-11
		RMB'000	RMB'000	RM'000	RM'000
Revenue		34,290	71,455	16,587	34,564
Cost of sales		(20,467)	(35,547)	(9,900)	(17,195)
Gross Profit		13,823	35,908	6,686	17,369
Finance and other income		341	284	165	137
Marketing and distribution		(5,370)	(20,501)	(2,598)	(9,917)
Administrative expenses		(7,017)	(3,196)	(3,394)	(1,546)
Interest expense					
Other expense		39	(347)	19	(168)
Profit before tax		1,816	12,148	879	5,876
Income tax expenses	B4	(724)	(3,685)	(350)	(1,783)
Profit net of tax		1,092	8,463	528	4,094
Other comprehensive Income:					
Foreign currency translation			(317)		(153)
Total comprehensive income for the period		1,092	8,146	528	3,940
Profit attributable to :					
- Owners of the parent		1,018	7,991	492	3,865
- Non-controlling interests		74	472	36	228
		1,092	8,463	528	4,094
Total comprehensive income attributable to :					
- Owners of the parent		1,018	7,674	492	3,712
- Non-controlling interests		74	472	36	228
		1,092	8,146	528	3,940
Earnings per share from Group's net profit attributable to shareholders	B11				
Basic (RMB cents / RM sen)		0.15	1.20	0.07	0.58
Diluted (RMB cents / RM sen)		0.15	1.20	0.07	0.58

(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 RM0.48372 at 30 SEP 2012.

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEP 2012



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

PARTICULARS	NOTE	CUMULATIVE QUARTER		CUMULATIVE QUARTER	
		CURRENT	PRECEDING YEAR	CURRENT	PRECEDING YEAR
		YEAR TO DATE ENDED 30-Sep-12	YEAR TO DATE ENDED 30-Sep-11	YEAR TO DATE ENDED 30-Sep-12	YEAR TO DATE ENDED 30-Sep-11
		RMB'000	RMB'000	RM'000	RM'000
Revenue		128,581	316,938	62,197	153,309
Cost of sales		(73,124)	(150,465)	(35,372)	(72,783)
Gross Profit		55,457	166,473	26,826	80,526
Finance and other income		1,681	5,722	813	2,768
Marketing and distribution		(21,863)	(50,134)	(10,576)	(24,251)
Administrative expenses		(19,132)	(17,282)	(9,255)	(8,360)
Interest expense					
Other expense		(13)	(624)	(6)	(302)
Profit before tax		16,130	104,155	7,803	50,383
Income tax expenses	B4	(5,162)	(30,197)	(2,497)	(14,607)
Profit net of tax		10,968	73,958	5,304	35,776
Other comprehensive Income:					
Foreign currency translation			(2,501)		(1,210)
Total comprehensive income for the period		10,968	71,457	5,304	34,566
Profit attributable to :					
- Owners of the parent		10,356	70,011	5,008	33,866
- Non-controlling interests		612	3,947	296	1,909
		10,968	73,958	5,304	35,775
Total comprehensive income attributable to :					
- Owners of the parent		10,356	67,510	5,008	32,656
- Non-controlling interests		612	3,947	296	1,909
		10,968	71,457	5,304	34,565
Earnings per share from Group's net profit attributable to shareholders	B11				
Basic (RMB cents / RM sen)		1.55	10.48	0.75	5.07
Diluted (RMB cents / RM sen)		1.55	10.48	0.75	5.07

(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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 QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEP 2012



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEP 2012

PARTICULARS	NOTE	UNAUDITED	AUDITED	UNAUDITED	AUDITED
		AS AT 30-Sep-12 RMB'000	AS AT 31-Dec-11 RMB'000	AS AT 30-Sep-12 RM'000	AS AT 31-Dec-11 RM'000
ASSETS AND LIABILITIES					
Non-current assets					
Property, plant and equipment		76,771	81,596	37,136	39,470
Biological assets		115,486	106,547	55,863	51,539
Prepayments		7,396	7,552	3,578	3,653
Deferred tax assets		10,646	10,646	5,150	5,150
		<u>210,299</u>	<u>206,341</u>	<u>101,726</u>	<u>99,811</u>
Current assets					
Inventories		73,233	83,497	35,424	40,389
Trade and other receivables	A5	90,938	228,797	43,989	110,674
Cash and cash equivalents		257,546	110,323	124,580	53,365
		<u>421,717</u>	<u>422,617</u>	<u>203,993</u>	<u>204,428</u>
Current liabilities					
Income tax payable		730	3,381	353	1,635
Trade and other payables		14,617	15,399	7,071	7,449
Other liabilities		4,198	4,925	2,031	2,382
		<u>19,545</u>	<u>23,705</u>	<u>9,454</u>	<u>11,467</u>
Net current assets		<u>402,172</u>	<u>398,912</u>	<u>194,539</u>	<u>192,962</u>
Non-current liability					
Deferred tax liabilities		15,816	15,234	7,650	7,369
Net assets		<u>596,655</u>	<u>590,019</u>	<u>288,615</u>	<u>285,404</u>
EQUITY					
Share capital	A6	205,838	205,838	99,568	99,568
Other reserve		30,531	30,531	14,769	14,768
Retained earnings		336,035	330,011	162,547	159,633
Non-controlling interests		24,251	23,639	11,731	11,435
Total equity		<u>596,655</u>	<u>590,019</u>	<u>288,615</u>	<u>285,404</u>
Net Assets per share attributable to equity holders of the Group (RMB / RM)		0.89	0.88	0.45	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 RM0.48372 as at 30 SEP 2012.

Company Name : CHINA OUHUA WINERY HOLDINGS LIMITED
 Stock Name : CNOUHUA
 Financial Period Ended : 30 SEP 2012
 Quarter : 3

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEP 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	Total RMB'000	Non-controlling interests RMB'000	
<i>(IN RMB)</i>								
At 1 January 2012	205,838	29,508		1,023	330,011	566,380	23,639	590,019
Profit for the period					10,356	10,356	612	10,968
Other comprehensive loss for the period								
Total comprehensive income for the period					340,367	576,736	24,251	600,987
Dividend paid								
Dividend recovered from last year					55	55		55
Income tax settlement adjustment for 2011					(4,387)	(4,387)		(4,387)
At 30 Sep 2012	205,838	29,508		1,023	336,035	572,404	24,251	596,655
<i>(IN RM)</i>								
At 1 January 2012	99,568	14,274		495	159,633	273,969	11,435	285,404
Profit for the period					5,008	5,008	296	5,304
Other comprehensive loss for the period								
Total comprehensive income for the period					164,641	278,977	11,731	290,708
Dividend recovered from last year					27	27		27
Income tax settlement adjustment for 2011					(2,121)	(2,121)		(2,121)
At 30 Sep 2012	99,568	14,274		495	162,547	276,883	11,731	288,615

(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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Stock Name : CNOUHUA

Financial Period End : 30 SEP 2012

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QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE THIRD QUARTER ENDED 30 SEP 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	Total RMB'000		
<i>(IN RMB)</i>								
At 1 January 2011	205,838	29,508		1,023	313,169	549,538	17,219	566,757
Profit for the year					70,011	70,011	3,947	73,958
Other comprehensive loss for the year			(2,501)			(2,501)		(2,501)
Total comprehensive income for the year			(2,501)		383,180	617,048	21,166	638,214
Dividend declared					(39,587)	(39,587)	(1,579)	(41,166)
Appropriation to statutory reserve fund								
Dividend recovered from last year								
At 30 Sep 2011	205,838	29,508	(2,501)	1,023	343,593	577,461	19,587	597,048
<i>(IN RM)</i>								
At 1 January 2011	99,568	14,274		495	151,486	265,823	8,329	286,411
Profit for the year					33,866	33,866	1,909	35,775
Other comprehensive loss for the year			(1,210)			(1,210)		(1,210)
Total comprehensive income for the year			(1,210)		33,866	32,656	1,909	34,565
Dividend declared					(19,149)	(19,149)	(764)	(19,913)
At 30 Sep 2011	99,568	14,274	(1,210)	495	166,203	279,329	9,475	301,063

* 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 2011 and the accompanying explanatory notes attached to the financial statements.)

Note:

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	CURRENT YEAR TO DATE 30-Sep-12 RMB'000	PRECEDING CORRESPONDING YEAR TO DATE 30-Sep-11 RMB'000	CURRENT YEAR TO DATE 30-Sep-12 RM'000	PRECEDING YEAR CORRESPONDING YEAR TO DATE 30-Sep-11 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	16,130	104,155	7,803	50,382
Adjustments for :-				
Amortisation of prepayments	156	156	75	75
Depreciation of property, plant and equipment	8,939	6,508	4,324	3,148
Depreciation of biological assets	1,504	1,328	728	642
Interest income	(1,561)	(1,008)	(755)	(488)
Operating profit before working capital changes	25,168	111,139	12,174	53,760
<i>Decrease/(increase) in:</i>				
Inventories	10,264	(20,917)	4,965	(10,118)
Trade and other receivables	91,117	3,061	44,075	1,481
Prepayments		(38,174)		(18,466)
<i>Increase/(decrease) in:</i>				
Trade and other payables	(782)	(4,860)	(378)	(2,351)
Other liabilities	(727)	3,289	(352)	1,591
Cash flows generated from operations	125,040	53,538	60,485	25,897
Income tax paid	(11,619)	(29,873)	(5,620)	(14,450)
Interest income received	1,561	1,008	755	488
Net cash flows generated from operating activities	114,982	24,673	55,619	11,935
CASH FLOW FROM INVESTING ACTIVITY				
Purchase of property, plant and equipment	(7,370)	(22,343)	(3,565)	(10,809)
Loan repaid from Third Party	50,000	(8,680)	24,186	(4,199)
Purchase of biological assets	(10,444)		(5,052)	-
Net cash flow used in investing activity	32,186	(31,023)	15,569	(15,007)
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividends paid to shareholders		(39,587)		(19,149)
Dividends paid to non controlling-interests		(1,579)		(764)
Dividend recovered	55		27	
Net cash flows used in financing activities	55	(41,166)	27	(19,912)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	147,223	(47,516)	71,215	(22,984)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	110,323	319,607	53,365	154,600
Effect of exchange rate fluctuations on cash on hand and at banks		(3,465)		(1,676)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	257,546	268,626	124,580	129,940
Cash and cash equivalents at the end of the period comprise the followings:				
Cash on hand and at banks	257,546	268,626	124,580	129,940
Short-term deposits				
	257,546	268,626	124,580	129,940

(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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