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Half Year * Financial Statement And Dividend Announcement

* Asterisks denote mandatory information


Name of Announcer *	CHINA HAIDA LTD.
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Announcement submitted on behalf of	CHINA HAIDA LTD.
Announcement is submitted with respect to *	CHINA HAIDA LTD.
Announcement is submitted by *	GUO YUN
Designation *	EXECUTIVE DIRECTOR
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The details of the announcement start here ...

For the Financial Period Ended *	30-06-2009
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The Board of Directors of China Haida Ltd. is pleased to announce the consolidated results of the Group for the half year ended 30 June 2009.

PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2, & Q3) HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED INCOME STATEMENT

(Amounts expressed in thousands of Chinese Renminbi ("RMB") currency).

These figures have not been audited.

	THE GROUP		
	1 January 2009 to 30 June 2009 HY2009	1 January 2008 to 30 June 2008 HY2008	Variance Increase/ (Decrease)
	RMB '000	RMB '000	%
Revenue	145,967	157,201	(7.1)%
Cost of sales	(130,811)	(135,265)	(3.3)%
Gross profit	15,156	21,936	(30.9)%
Gross profit margin	10.4%	13.9%	(3.5)%
Other Income	1,126	1,595	(29.4)%
Selling and distribution expenses	(3,181)	(5,397)	(41.1)%
Administrative expenses	(6,905)	(8,547)	(19.2)%
Other operating expenses	-	(3)	(100.0)%
Finance costs	(1,095)	(1,796)	(39.0)%
Profit before taxation	5,101	7,788	(34.5)%
Taxation	(1,850)	(2,410)	(23.2)%
Profit after taxation	3,251	5,378	(39.5)%
Other comprehensive income/(expenses):			
Currency translation differences	(112)	188	-160%
Total comprehensive income attributable to equity holders of the company	3,139	5,566	-44%

Explanatory Notes

A Profit before taxation

The following items have been included in arriving at profit before taxation:

		THE GROUP	
		1 January 2009 to 30 June 2009 HY 2009	1 January 2008 to 30 June 2008 HY 2008
		RMB '000	RMB '000
	Note		
Other income:			
- Interest income on bank deposits		474	460
- Rental income	(1)	-	262
- Sale of scraps		627	823
- Others		25	50
		1,126	1,595
Interest expenses	(2)	(1,095)	(1,796)
(Allowance for)/Write-back of doubtful trade receivables		0	(41)
Foreign exchange loss - net	(3)	(15)	(689)
Amortisation of lease prepayments		(150)	(152)
PPE written off	(4)	(111)	-
Depreciation of property, plant and equipment (PPE)		(4,596)	(4,497)

- (1) With effect from September 2008, the Company has ceased to sublet excess office space with the relocation of its office to its present premises at North Bridge Centre.
- (2) Lower interest expenses due to lower bank interest rate. Interest was charged at a weighted average rate of 5.6022% per annum for the period under review as compared to 7.8435% per annum for the corresponding period ended 30 June 2008.
- (3) The lower net foreign exchange loss for the half year ended 30 June 2009 was due to the stronger RMB versus the weaker US dollars and SGD dollars.
- (4) Production equipment RMB111,000 was written off during the period under review.

1(b)(i) A balance sheet (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.
BALANCE SHEETS
(Amounts expressed in thousands of Chinese Renminbi ("RMB") currency).
These figures have not been audited.

	THE GROUP		THE COMPANY	
	As at 30-Jun-09	As at 31-Dec-08	As at 30-Jun-09	As at 31-Dec-08
	RMB'000	RMB'000	RMB'000	RMB'000
Non-Current Assets				
Property, plant and equipment	95,885	99,780	398	497
Investment in a subsidiary	-	-	111,002	111,779
Lease prepayments	12,689	13,229	-	-
Current Assets				
Lease prepayments	693	303	-	-
Inventories (1)	70,296	65,128	-	-
Trade and bills receivables (2)	61,316	45,730	-	-
Other debtors, deposits and prepayments	4,800	2,365	257	143
Advance payments to a related party (3)	-	23,899	-	-
Due from a related party (trade)	2,185	3	-	-
Loan to a subsidiary	-	-	5,486	5,310
Cash and bank balances	80,384	67,955	2,823	5,831
Total Current Assets	219,674	205,383	8,566	11,284
Current Liabilities				
Trade payables	18,569	14,570	-	-
Income tax payable	1,454	1,377	-	-
Other payables and accruals	7,833	9,898	970	1,557
Due to a related party (trade) (3)	4,706	-	-	-
Due to a subsidiary (non-trade)	-	-	2,291	2,288
Short-term bank loans	32,000	32,000	-	-
Total Current Liabilities	64,562	57,845	3,261	3,845
Net Current Assets	155,112	147,538	5,305	7,439
NET ASSETS	263,686	260,547	116,705	119,715
SHAREHOLDERS' EQUITY				
Share capital	140,543	140,543	140,543	140,543
Statutory reserve fund	17,259	17,259	-	-
Capital reserve	18,230	18,230	-	-
Currency translation reserve	(1,160)	(1,048)	(7,710)	(6,821)
Revenue reserve/(Accumulated losses)	88,814	85,563	(16,128)	(14,007)
TOTAL EQUITY	263,686	260,547	116,705	119,715

Notes to the Balance Sheet

- (1) Inventory as at 30 June 2009 has increased due to increase in customers' specifications.
- (2) Trade receivables as at 30 June 2009 have increased due to the higher sales in April, May and June. Day Sales Outstanding (DSO) was 67 days as compared to 46 days as at 31 December 2008.
- (3) As at 30 June 2009, there was Nil balance on advance payments made to a related party for the purchase of raw materials, instead the net outstanding amount due to the same related party amounted to RMB4.7 million.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

THE GROUP			
As at 30 June 2009		As at 31 December 2008	
Secured	Unsecured	Secured	Unsecured
RMB '000	RMB '000	RMB '000	RMB '000
7,000	25,000	7,000	25,000

Amount repayable in one year or less,
or on demand

Details of any collateral

As at 30 June 2009, bank loans totalling RMB7,000,000 were secured by leasehold building and land use rights with net book values of approximately RMB8,631,000 and RMB1,479,000 respectively (net book values as at 30 June 2008 were RMB9,247,000 and RMB1,515,000 respectively). Interest was charged at a weighted average rate of 5.6022% (30 June 2008: 7.8435%) per annum.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED CASH FLOW STATEMENT

(Amounts expressed in thousands of Chinese Renminbi ("RMB") currency).

These figures have not been audited.

	THE GROUP	
	6 months ended 30 June	
	2009	2008
	RMB'000	RMB'000
Cash flows from operating activities		
Profit before taxation	5,101	7,788
Adjustments for:		
Amortisation of lease prepayment	150	152
Depreciation of property, plant and equipment	4,596	4,497
PPE written off	111	-
Interest expenses	1,095	1,796
Interest income	(474)	(460)
Unrealise translation loss	(169)	140
Operating profit before working capital changes	10,410	13,913
Inventories	(5,168)	(15,973)
Trade and bills receivables	(15,586)	(10,482)
Other debtors, deposits and prepayments	(2,435)	(336)
Trade and other payables	1,934	(1,609)
Balances with related parties	26,423	16,022
Cash generated from operations	15,578	1,535
Income tax paid	(1,773)	(5,358)
Interest income received	474	460
Interest paid	(1,095)	(1,796)
Net cash generated from / (used in) operating activities	13,184	(5,159)
Cash flows from investing activities:		
Purchase of property, plant and equipment	(755)	(2,265)
Acquisition of lease prepayments	-	(522)
Net cash used in investing activities	(755)	(2,787)
Cash flows from financing activities:		
Repayment of short-term bank loans, representing net cash used in financing activities	-	(10,000)
Net increase/(decrease) in cash and bank balances	12,429	(17,946)
Cash and bank balances at beginning of period	67,955	69,186
Cash and bank balances at end of period	80,384	51,240

STATEMENTS OF CHANGES IN EQUITY
(Amount expressed in thousands of Chinese Renminbi ("RMB") currency).
These figures have not been audited.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP	Attributable to equity holders of the Company					Total equity
	Share capital	Statutory reserve fund	Currency translation reserve	Capital reserve	Revenue reserve	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1.1.2008	140,543	15,720	194	18,230	77,653	252,340
Total comprehensive income for the period	-	-	185	-	5,378	5,563
Balance at 30.06.2008	140,543	15,720	379	18,230	83,031	257,903
Balance at 1.1.2009	140,543	17,259	(1,048)	18,230	85,563	260,547
Total comprehensive (expenses)/income for the period	-	-	(112)	-	3,251	3,139
Balance at 30.06.2009	140,543	17,259	(1,160)	18,230	88,814	263,686
COMPANY	Share capital	Currency translation reserve	Accumulated losses	Total		
	RMB'000	RMB'000	RMB'000	RMB'000		
Balance at 1.1.2008	140,543	1,381	(8,266)	133,658		
Total comprehensive expenses for the period	-	(425)	(4,609)	(5,034)		
Balance at 30.06.2008	140,543	956	(12,875)	128,624		
Balance at 1.1.2009	140,543	(6,821)	(14,007)	119,715		
Total comprehensive expenses for the period	-	(889)	(2,121)	(3,010)		
Balance at 30.06.2009	140,543	(7,710)	(16,128)	116,705		

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There has been no change in the Company's issued and paid-up share capital for the half year ended 30 June 2009. As at 30 June 2009, the share capital of the Company was RMB140,543,000 comprising 254,880,660 shares.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	THE COMPANY	
	As at 30 June 2009	As at 31 December 2008
Total number of issued shares	254,880,660	254,880,660
less: Treasury shares	-	-
Total number of shares excluding treasury shares	254,880,660	254,880,660

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.
The figures have not been audited nor reviewed by the auditors.
3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).
Not applicable.
4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.
The Group has applied the same accounting policies and methods of computation as in the last audited financial statements for the year ended 31 December 2008.
5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.
None.
6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	THE GROUP	
	1 January 2009 to 30 June 2009 RMB'000	1 January 2008 to 30 June 2008 RMB'000
Profit after taxation	3,251	5,378
Weighted average number of ordinary shares in issue applicable to earnings	254,880,660	254,880,660
Earnings per ordinary share (RMB cents)		
- Basic	1.3	2.1
- Diluted	1.3	2.1

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:

- (a) current financial period reported on; and
(b) immediately preceding financial year.

	THE GROUP		THE COMPANY	
	As at 30 June 2009	As at 31 December 2008	As at 30 June 2009	As at 31 December 2008
Net assets (RMB'000):	263,686	260,547	116,705	119,715
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares as at the end of respective periods (RMB cents):	103.5	102.2	45.8	47.0

Net asset value per ordinary share was calculated based on the 254,880,660 issued ordinary shares excluding treasury shares as at 30 June 2009 and 31 December 2008 respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

REVIEW OF PERFORMANCE

A Consolidated Income Statement (HY2009 vs HY2008)

(i) **Revenue**

Compared to HY2008, the Group's total revenue declined 7.1% or RMB11.2 million, from RMB157.2 million to RMB146.0 million.

Both the domestic and export sales were impacted by the effect of the global financial meltdown and recession, though the demand within the PRC was more resilient. Domestic revenue RMB94 million, fell marginally by 2.3% or RMB2.2 million due mainly to the lower demand of Aluminium Composite Panels ("ACP") while the increasing demand of Aluminium Single Panels ("ASP") use in larger construction projects and advertising billboards had helped to offset the overall decline in domestic revenue.

The impact of the reduction in overseas demand had affected our export sales and it declined 14.8% or RMB9 million compared to the corresponding period last year. Export revenue, comprising mainly of the sales of ACP, contributed to approximately 35.6% or RMB51.9 million of total revenue, had also declined 3.2% as compared to HY2008.

(ii) Gross Profit

With lower revenue and lower gross profit margin, gross profit fell 30.9% or RMB6.7 million, from RMB21.9 million in HY2008 to RMB15.2 million in HY2009. Gross profit margin fell 3.5% from 13.9% to 10.4%.

The reduction in gross profit margin was attributed mainly to lower selling prices of ACP and the overall increasing cost of production, in particular, direct labour expenses, consumables, repairs and maintenance and other fixed production overheads corresponding to lower volume of production.

Operating Expenses

On the back of lower revenue and with management being more vigilant in maintaining and controlling costs in line with a lower level of activities, the Group's total operating expenses declined by approximately 27.7%, from approximately RMB13.9 million to RMB10 million.

Selling and distribution expenses decreased 41.1% or RMB2.2 million due mainly to lower payroll costs, freight and transportation expenses corresponding to the lower sales for the period under review.

Administrative expenses fell 19.2% or RMB1.6 million. The net decrease was due mainly to lower staff related costs, lower exchange losses due to the stronger RMB, lower donation expenses, lower travel and office expenses offset by slightly higher repairs and maintenance and general insurance expenses.

(iii) Other Income

Please see explanatory note A to Part 1(a).

(iv) Finance Costs

Compared to HY2008, finance costs decreased 39.0%, from RMB1.8 million to RMB1.1 million, attributed to the lower bank interest rates and lower short-term bank loans. The weighted average interest rate was 5.6022% per annum as compared 7.8435% per annum for the corresponding period.

(v) Income Tax

The income tax rate applicable for Jiangyin Litai is 25%, however for the period under review, the effective tax rate of about 36.3% (HY2008: 30.9%) was recorded due to certain expenses which were not tax deductible and were added back for tax purposes.

(vi) Net Profit After Taxation

With lower revenue and lower gross profit margin, Group net profit after taxation fell 23.2%, from RMB5.4 million to RMB3.3 million.

B Consolidated Balance Sheet (30 June 2009 vs 31 December 2008)

Total current assets increased by approximately 7.0%, from RMB205.4 million as at 31 December 2008 to RMB219.7 million as at 30 June 2009. This was due primarily to the following factors:

- i) increase in inventories due to the need to keep stock of varying customers' specification in anticipation of their demands.
- ii) increase in trade and bills receivables attributable to higher sales in the last three months. Management had reviewed the debtors' listing and opined that the allowance for doubtful debts appears to be adequate.
- iii) increase in cash and bank balances, the details of which were analysed in paragraph C below.

The increase in current assets was partially offset by a decrease in advances to related party for the purchase of raw materials.

Total current liabilities amounted to RMB64.6 million as at 30 June 2009, representing a 11.6% increase compared to 31 December 2008. This was due mainly to an increase in trade payables and amount due to related party for the purchase of raw materials.

C Consolidated Cash Flow Statement

Cash and bank balances as at 30 June 2009 saw an increase of RMB12.4 million to RMB80.4 million as compared to RMB68 million as at 31 December 2008, attributable mainly to higher net cash generated from operating activities of RMB13.2 million, offset by purchase of PPE amounting to approximately RMB0.8 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The effect of the global financial crisis and economic recession would continue to affect the sales of our Aluminium panels, in particular, our export sales of ACP to overseas customers. The government stimulus package within the PRC has in part, helped smoothen the domestic demand of our aluminium panels although the market environment remains highly competitive amidst the rising cost of raw materials and other production overheads.

Management will strive to seize any business opportunities that may arise but remains vigilant and will continue to monitor and manage operating costs and cashflow.

This release contains certain statements that are not statement of historical fact, i.e. forward-looking statements. Readers can identify some of these statements by forward-looking terms such as 'expect', 'believe', 'plan', 'intend', 'estimate', 'anticipate', 'may', 'will', 'would', 'could' or similar words. However, you should note that these words are not the exclusive means of identifying forward-looking statements. Forward-looking statements are made based on current expectations, projections and assumptions about future events. Although China Haida Ltd. believes that these expectations, projections and assumptions are reasonable at the time of making them, these forward-looking statements are subject to risks (known and unknown), uncertainties and certain assumptions about China Haida Ltd., its business operations, and the environment it operates in. Actual future performance, outcomes and results may therefore differ materially from those expressed in forward-looking statements. Representative examples of these risk factors include (without limitation) general industry and economic conditions, interest rate movements, cost of capital and capital availability, competition from other companies and venues for sales/manufacture/distribution of goods and services, shift in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, and governmental and public policy changes. Readers are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared for the half year ended 30 June 2009.

13. Aggregate value of interested persons transactions conducted pursuant to a shareholders' general mandate for the half year ended 30 June 2009.

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interested person transactions conducted pursuant to a shareholders' general mandate are as follows:

Name of Interested Persons	Aggregate value of all interested person transactions conducted under a shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) for the half year ended 30 June 2009
	RMB'000
Jiangyin Haida Group., Ltd	
Reimbursement of electricity expenses	1,310
Advances/Purchase of raw materials	(77,700)
Reimbursement of purchase of raw materials	3,146
	<hr/>
Jiangyin East-China Aluminum Technology Co., Ltd. (Formerly known as Jiangyin Haida Decorative Materials Co., Ltd)	
Spray-painting services	10,024
	<hr/>

Save as disclosed above, there were no other interested persons transactions conducted for the half year ended 30 June 2009.

14. Negative assurance confirmation on interim financial results pursuant to rule 705(5) of the listing manual.

The Board has confirmed that to the best of its knowledge, nothing has come to its attention which may render the interim financial results for the half year ended 30 June 2009 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Xu Youcai
Chief Executive Officer
3 August 2009