



PEARL RIVER TYRE (HOLDINGS) LIMITED

(Continued in Bermuda with limited liability)

(Stock Code: 1187)

POSITIVE PROFIT ALERT

This announcement is made by the Company pursuant to Rule 13.09 of the Listing Rules. The Board wishes to inform the 2013 Interim Results are expected to increase significantly as compared to the same corresponding year in 2012 as a result of the one-off gain relating to the Disposal.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

This announcement is made by Pearl River Tyre (Holdings) Limited (“**Company**” and together with its subsidiaries, “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“**Listing Rules**”) and the Insider Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 7 December 2012 and 16 April 2013 and the circular of the Company dated 10 January 2013, in relation to, inter alia, the disposal (the “**Disposal**”) of PRT Capital Pte. Ltd. (“**PRT Capital**”). The board (“**Board**”) of directors (“**Directors**”) of the Company wishes to inform the shareholders (“**Shareholders**”) of the Company and potential investors that the interim results of the Group for the six months ended 30 June 2013 (the “**2013 Interim Results**”) are expected to increase significantly as compared to the same corresponding period (the “**Corresponding Period**”) in 2012, as a result of the one-off gain relating to the completion of the Disposal. The above substantial gain of approximately HK\$20.5 million on profit for the period from discontinued operation was mainly due to the full reversal of the changes in fair value of available-for-sale investments held by PRT Capital that previously recognised in reserves as part of the revaluation reserve and foreign currency translation reserve to the condensed consolidated statement of profit or loss.

In respect for the 2013 Interim Result, the Company has control within the meaning of Hong Kong Financial Reporting Standards (“**HKFRS**”) 10 Consolidated Financial Statements with effect from 1 January 2013 over the financial and operating policies of Guangzhou Pearl River Rubber Tyre Limited (“**GPRT**”) which allowed the Group to consolidate the results of GPRT as subsidiary. After adoption of HKFRS 10, GPRT becomes a subsidiary of the Company which has 70% shareholding interests in GPRT. The adoption of HKFRS 10 does not have material effect on the Group’s financial performance and positions for the 2013 Interim Results and Corresponding Period.

Shareholders and investors are reminded that the substantial gain arising from the Disposal is one-off in nature which will not be expected to repeat in future. The information contained in this announcement is only based on information currently available and the preliminary review by the Board. As such, Shareholders and potential investors are therefore, advised to exercise caution when dealing in the shares of the Company.

On behalf of the Board
Pearl River Tyre (Holdings) Limited
Tan Pei Choo
Company Secretary

Kuala Lumpur, 28 August 2013

As at the date of this announcement, the Board comprises executive Directors, namely, Mr. Goh Nan Yang and Mr Wang Shu Jie, a non-executive Director, namely, Mr. Goh Nan Kioh (Chairman) and independent non-executive Directors, namely, Mr Wong Meng Tak, Mr Liu Hongjun and Mr Yeow See Yuen.