京西重工國際有限公司

BEIJINGWEST INDUSTRIES INTERNATIONAL LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 2339)

FINAL RESULTS FOR THE NINE MONTHS ENDED 31 DECEMBER 2013

RESUMPTION OF TRADING

Since 19 January 2009, trading in the shares (the "Shares") of BeijingWest Industries International Limited (formerly known as "Norstar Founders Group Limited") (the "Company") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") had been suspended. On 6 February 2009, a petition to wind up the Company was presented to the High Court of Hong Kong (the "High Court") and provisional liquidators (the "Provisional Liquidators") were appointed by the High Court on the same date to preserve the assets of the Company and to safeguard the interests of the Company.

During the nine months ended 31 December 2013 under review, a restructuring, which included two parts: (i) the debt restructuring; and (ii) the capital restructuring, had been carried out, details of which are set out in the circular of the Company dated 20 November 2013. Subsequent to the restructuring, trading in the Shares on the Stock Exchange has been resumed since 27 January 2014 (the "Resumption Date"). The winding up petition against the Company had been dismissed and the Provisional Liquidators had been discharged upon resumption of trading of the Shares.

CHANGE OF COMPANY NAME AND STOCK SHORT NAME

As approved by the shareholders of the Company at an extraordinary general meeting held on 13 December 2013 and by the Registrar of Companies of Cayman Islands on 24 January 2014, the name of the Company has been changed to "BeijingWest Industries International Limited" from "Norstar Founders Group Limited" and the dual foreign name of the Company has been changed to "京西重工國際有限公司" from "北泰創業集團有限公司". The English stock short name of the Company for trading in the Shares on the Stock Exchange has been changed to "BWI INT'L" from "NORSTAR" while its Chinese stock short name has been changed to "京西國際" from "北泰" with effect from 4 March 2014.

CHANGE OF FINANCIAL YEAR END DATE

As announced by the Company on 27 January 2014, in order to facilitate the preparation of the consolidated financial statements of the Company, the board of directors of the Company (the "Board") has resolved to change the financial year end date of the Company from 31 March to 31 December. Accordingly, these audited consolidated results of the Company and its subsidiaries (the "Group") cover a nine–month period from 1 April 2013 to 31 December 2013 (the "Period"), while the corresponding comparative figures cover a twelve-month period from 1 April 2012 to 31 March 2013.

The Board announces the audited consolidated results of the Group for the Period. These final results have been reviewed by the Audit Committee of the Company.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD FROM 1 APRIL 2013 TO 31 DECEMBER 2013

	Notes	**For the nine months ended 31 December 2013** *RMB'000*	For the twelve months ended 31 March 2013 *RMB'000*
Turnover	*4*	**86,578**	132,664
Cost of inventories sold		**(84,682)**	(105,656)
Gross profit		**1,896**	27,008
Other income	*5*	**11,806**	3,074
Distribution and selling expenses		**(4,222)**	(4,922)
Administrative expenses		**(11,868)**	(8,359)
Restructuring costs incurred for the period		**(15,700)**	(1,556)
Impairments of various assets		**(13,677)**	–
(Loss)/profit from operations		**(31,765)**	15,245
Finance costs	*7*	**(6,453)**	(8,493)
(Loss)/profit before tax		**(38,218)**	6,752
Income tax	*8*	**–**	(3,586)
(Loss)/profit and total comprehensive (loss)/income for the period/year attributable to equity holders of the Company	*9*	**(38,218)**	3,166
(Loss)/earnings per share	*11*		
Basic and diluted *(RMB cents per share)*		**(15.17)**	1.26

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 31 DECEMBER 2013

	Notes	At 31 December 2013 RMB'000	At 31 March 2013 RMB'000
Non-current assets			
Property, plant and equipment		**78,016**	69,026
Interest in an associate		**–**	–
		78,016	69,026
Current assets			
Inventories		**20,974**	27,820
Trade and other receivables	*12*	**54,639**	84,881
Amount due from an associate		**9,625**	9,582
Bank and cash balances		**284**	162
Current tax assets		**–**	14
		85,522	122,459
Current liabilities			
Trade and other payables	*13*	**98,291**	82,363
Amounts due to the Schemes		**378,883**	384,115
Amounts due to an associate		**6,929**	6,957
Obligations under finance leases		**25,328**	25,961
Senior note		**12,364**	12,542
Borrowings		**17,855**	17,423
Tax payables		**13,494**	13,512
		553,144	542,873
Net current liabilities		**(467,622)**	(420,414)
NET LIABILITIES		**(389,606)**	(351,388)
Capital and reserves			
Share capital	*14*	**2,225**	111,248
Reserves		**(391,831)**	(462,636)
TOTAL EQUITY		**(389,606)**	(351,388)

NOTES

1. GENERAL INFORMATION

BeijingWest Industries International Limited (formerly known as Norstar Founders Group Limited) ("the Company" or "NFG") was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands and its principal place of business in Hong Kong is Rooms 1005-06, 10th Floor, Harcourt House, 39 Gloucester Road, Wanchai, Hong Kong. The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and trading in the shares of the Company had been suspended since 19 January 2009 and has been resumed on 27 January 2014.

The Company is an investment holding company. During the period, the Company and its subsidiaries (collectively "the Group") were principally engaged in manufacturing, sale and trading of auto parts and construction decorative hardware products.

On 31 May 2013, a subscription agreement (the "Subscription Agreement") was entered into by Success Arrive Limited ("SAL" or the "Investor"), the provisional liquidators (the "Provisional Liquidators") and the Company in respect of the restructuring of the Company, including, among other things, the capital restructuring, the issuance of subscription shares and the issuance of class B shares (the "Transactions"). Upon completion of the Transactions on 23 January 2014, the holding company of the Company has been changed to SAL. SAL is a limited liability company incorporated in the British Virgin Islands (the "BVI") and is wholly-owned by BWI Company Limited ("BWI HK") which in turn is wholly-owned by BeijingWest Industries Co., Ltd. ("BWI"). BWI is held as to 55.45% by Shougang Corporation, which is the ultimate holding company. Further details of the Subscription Agreement were disclosed in the Company's circular dated 20 November 2013.

As approved by the shareholders of the Company at an extraordinary general meeting held on 13 December 2013 and by the Registrar of Companies of Cayman Islands on 24 January 2014, the name of the Company has been changed to "BeijingWest Industries International Limited" from "Norstar Founders Group Limited" and the dual foreign name of the Company has been changed to "京西重工國際有限公司" from "北泰創業集團有限公司". The English stock short name of the Company for trading in its shares on the Stock Exchange has been changed to "BWI INT'L" from "NORSTAR" while its Chinese stock short name has been changed to "京西國際" from "北泰" with effect from 4 March 2014.

2. BASIS OF PREPARATION

Change of financial year end date

On 27 January 2014, the board of directors of the Company has resolved to change the financial year end date of the Company and the Group from 31 March to 31 December. Accordingly, the consolidated financial statements for the current period cover a nine-month period from 1 April 2013 to 31 December 2013. The corresponding comparative amounts shown for the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows and related notes cover a twelve-month period from 1 April 2012 to 31 March 2013 and therefore may not be comparable with amounts shown for the current period.

Suspension of trading in the shares of the Company and Completion of the Group's proposed restructuring

Since 19 January 2009, trading in the shares of the Company on the Stock Exchange had been suspended. On 6 February 2009, a petition to wind up the Company was presented to the High Court of Hong Kong (the "High Court") and the Provisional Liquidators were appointed by the High Court on the same date to preserve the assets of the Company and to safeguard the interests of the Company. Further historical background of the proposed restructuring of the Group are set out on pages 28 to 36 of the annual report of the Company for the financial year ended 31 March 2013.

During the period from 1 April 2013 to 31 December 2013, the Group's proposed restructuring had been carried out, mainly comprising (i) the debt restructuring and (ii) the capital restructuring. Details of progress were set out in the circular of the Company dated 20 November 2013.

On 20 November 2013, the Company published and despatched to the Company's shareholders a circular relating to the restructuring and the convening of an extraordinary general meeting on 13 December 2013 to approve (1) debt restructuring; (2) proposed capital restructuring; (3) proposed issuance of subscription shares; (4) proposed issuance of class B shares; (5) proposed issuance of warrants; (6) application for whitewash waiver; (7) proposed adoption of amended and restated memorandum and articles; (8) appointment of directors; (9) change of company name; and (10) continuing connected transactions. All those resolutions were duly passed by the shareholders by way of poll and the poll results of the meeting were published on the same day. Details of which are set out in the announcement of the Company dated 13 December 2013.

Certain supplementary proposals of the Schemes were approved by the requisite majority of Scheme Creditors at the meeting of Scheme Creditors on 23 November 2013. Upon completion of the transactions contemplated under the Subscription Agreement (the "Completion"), all the repayment obligations including the NFG Repayment Obligation, amounts due to NAIH Scheme and amounts due to NFG Scheme shall be fully discharged and accordingly all financial obligations/claims made against NFG and NAIH shall be fully discharged. Further details of which are described in the Company's announcements dated 13 September 2013, 20 November 2013 and 25 November 2013 (the "Announcements"). Unless otherwise specified, capitalised terms used herein shall have the same meanings as those defined in the Announcements.

Subsequent to the end of the reporting period, on 13 January 2014, the High Court ordered that the winding up petitions against the Company and NAIH be dismissed and the Provisional Liquidators be released and discharged, upon the publication of a resumption of trading notice by the Stock Exchange in respect of the shares of the Company.

In relation to the completion of the Group's proposed restructuring, including but not limited to, the following key elements (the "Key Elements") were executed by the Company:

(a) issuance of 1,555,538,480 Subscription Shares on 23 January 2014 to the Investor at the subscription price of HK$0.1168 per Subscription Share with the par value of HK$0.01 each;

(b) issuance of 585,546,241 Class B Shares on 23 January 2014 to the Investor at the subscription price of HK$0.1168 per Class B Share with the par value of HK$0.01 each;

(c) issuance of 125,946,160 Warrants (one unit of Warrant carrying the right to subscribe for one whole new ordinary share) on 23 January 2014 to the Subscriber Shareholders in which 100,756,928 Warrants were exercised on 27 January 2014 and the remaining 25,189,232 Warrants were exercised on 24 February 2014, at the exercise price of HK$0.1168 per Warrant with the underlying shares at par value of HK$0.01 each;

(d) subsequent settlement of the senior note on 24 January 2014;

(e) settlement of NFG Repayment Obligation, the waiver of amounts due to NAIH Scheme and amounts due to NFG Scheme;

(f) payment of accrued professional fees for the restructuring; and

(g) release of corporate undertaking and guarantees with the principal amount of HK$1,381,000,000 (equivalent to approximately RMB1,088,000,000) together with the related interest.

As all the Revised Resumption Conditions have been fulfilled on 23 January 2014, trading in the shares of the Company on the Stock Exchange has been resumed on 27 January 2014. Details of which are set out in the Company's announcements dated 24 January 2014 and 27 January 2014 respectively.

Going concern

The Group incurred a loss of approximately RMB38,218,000 for the period from 1 April 2013 to 31 December 2013 and as at 31 December 2013, the Group had net current liabilities of approximately RMB467,622,000 (31 March 2013: RMB420,414,000) and net liabilities of approximately RMB389,606,000 (31 March 2013: RMB351,388,000) respectively. These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Group's ability to continue as a going concern. In view of these circumstances, the directors of the Company (the "Directors") have given careful consideration to the future liquidity and performance of the Group and its available sources of finance in assessing whether the Group will have sufficient financial resources to continue as a going concern.

The consolidated financial statements have been prepared on a going concern basis. In the opinion of the Directors, the Group should be able to continue as a going concern in the coming years taking into consideration of the completion of the Group's proposed restructuring and various measures to improve its financial performance and position which include, but not limited to, the following:

(a) On the successful implementation of the proposed restructuring of the Group and successful resumption of trading in the shares of the Company on the Stock Exchange, an estimated net gain on debt restructuring shall be recognised in the consolidated statement of profit or loss and other comprehensive income for the year ending 31 December 2014 and shall turn the financial position of the Group to be positive upon the execution of the Key Elements.

(b) The intermediate holding company of the Company has agreed to provide financial support to the Group to meet all the Group's financial obligations to the extent to enable the Group to meet those obligations, and to sustain the Group's ability to continue as a going concern in the foreseeable future; and

(c) The Directors will continue to seek new business opportunities to improve its profitability and business prospects, to consolidate or streamline its existing business, and to enhance its future business development and to strengthen its revenue base.

Based on the aforesaid factors, the Directors are satisfied that the Group will have sufficient financial resources to the Group to meet all the Group's financial obligations to the extent to enable the Group to meet those obligations, and to sustain the Group's ability to continue as a going concern in the foreseeable future, the validity of which depends upon the implementation of the measures mentioned above, at a level sufficient to finance the working capital requirements of the Group. Accordingly, the Directors are of the opinion that it is appropriate to prepare these consolidated financial statements on a going concern basis. Should the Group be unable to continue as a going concern, adjustments would have to be made to these consolidated financial statements to adjust the value of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and liabilities as current assets and liabilities, respectively.

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current period, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants that are relevant to its operations and effective for its accounting period beginning on 1 April 2013. HKFRSs comprise Hong Kong Financial Reporting Standards; Hong Kong Accounting Standards and Interpretations. The adoption of these new and revised HKFRSs did not result in significant changes to the Group's accounting policies, presentation of the Group's financial statements and amounts reported for the current period and prior years.

The Group has not applied the new and revised HKFRSs that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of those new and revised HKFRSs but is not yet in a position to state whether these new HKFRSs would have a material impact on its results of operations and financial position.

4. TURNOVER

Turnover represents revenue arising from manufacturing, sale and trading of auto parts and construction decorative hardware products for the period/year. An analysis of the Group's revenue for the period/year is as follows:

	For the nine months ended 31 December 2013 *RMB'000*	For the twelve months ended 31 March 2013 *RMB'000*
Auto parts	**69,378**	129,231
Construction decorative hardware products	**17,200**	3,433
	86,578	132,664

5. OTHER INCOME

	For the nine months ended 31 December 2013 *RMB'000*	For the twelve months ended 31 March 2013 *RMB'000*
Net exchange gains	**11,679**	2,894
Government grants *(Note)*	**6**	13
Interest income	**1**	3
Others	**120**	164
	11,806	3,074

Note: Government grants are awarded to the Group by the local government agencies as incentives primarily to encourage the development of the Group and the contribution to the local economic development.

6. SEGMENT INFORMATION

The Group's reportable segments are strategic business units that offer different products. They are managed separately because each business requires different technology and marketing strategies. During the period from 1 April 2013 to 31 December 2013, the Group's revenue is derived from the segments of auto parts and construction decorative hardware products.

Segment profits or losses do not include finance costs and other unallocated corporate income and expenses. Segment assets do not include bank and cash balances, current tax assets and other unallocated corporate assets. Segment liabilities do not include obligations under finance leases, senior note, borrowings, tax payables, amounts due to the Schemes and other unallocated corporate liabilities. Segment non-current assets do not include financial instruments, deferred tax assets, post-employment benefit assets and rights arising under insurance contracts.

Information about reportable segment profit or loss, assets and liabilities:

	Auto parts *RMB'000*	**Construction decorative hardware products** *RMB'000*	**Total** *RMB'000*
For the nine months ended 31 December 2013:			
Revenue from external customers	69,378	17,200	86,578
Segment loss	(18,030)	(3,844)	(21,874)
Depreciation	7,597	20	7,617
Other material non-cash items:			
Impairment of property, plant and equipment	11,303	–	11,303
Impairment of trade and other receivables	2,263	111	2,374
Impairment of inventories	810	–	810
Additions to segment non-current assets	27,910	–	27,910
At 31 December 2013:			
Segment assets	151,442	9,974	161,416
Segment liabilities	64,419	12,312	76,731
For the twelve months ended 31 March 2013:			
Revenue from external customers	129,231	3,433	132,664
Segment profit/(loss)	15,992	(288)	15,704
Depreciation	5,356	6	5,362
Other material non-cash items:			
Impairment of inventories	350	–	350
Additions to segment non-current assets	33,804	–	33,804
At 31 March 2013:			
Segment assets	181,711	9,598	191,309
Segment liabilities	73,437	5,495	78,932

Reconciliations of reportable segment revenue, profit and loss, assets and liabilities:

	For the nine months ended 31 December 2013 *RMB'000*	For the twelve months ended 31 March 2013 *RMB'000*
Revenue:		
Total turnover of reportable segments disclosed as consolidated turnover	**86,578**	132,664
Profit or loss:		
Total (loss)/profit of reportable segments	**(21,874)**	15,704
Corporate and unallocated profit or loss	**(9,891)**	(459)
Consolidated total (loss)/profit from operations	**(31,765)**	15,245

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
Assets:		
Total assets of reportable segments	**161,416**	191,309
Corporate and unallocated assets:		
Bank and cash balances	**284**	162
Current tax assets	**–**	14
Others	**1,838**	–
Consolidated total assets	**163,538**	191,485
Liabilities:		
Total liabilities of reportable segments	**76,731**	78,932
Corporate and unallocated liabilities:		
Obligations under finance leases	**25,328**	25,961
Senior note	**12,364**	12,542
Borrowings	**17,855**	17,423
Tax payables	**13,494**	13,512
Amounts due to the Schemes	**378,883**	384,115
Others	**28,489**	10,388
Consolidated total liabilities	**553,144**	542,873

Geographical information:

	For the nine months ended 31 December 2013 RMB'000	For the twelve months ended 31 March 2013 RMB'000
Revenue:		
People's Republic of China	**76,985**	128,759
United States of America	**9,593**	3,905
	86,578	132,664

Information about revenue from the Group's four (31 March 2013: two) customers individually contributing over 10% of total revenue of the Group as follows:

	Notes	For the nine months ended 31 December 2013 RMB'000	For the twelve months ended 31 March 2013 RMB'000
Customer A	*2*	***Note 1***	26,117
Customer B	*2*	**13,730**	26,027
Customer C	*3*	**16,627**	4,159
Customer D	*2*	**10,517**	5,440
Customer E	*3*	**9,593**	3,817

Notes:

1 No revenue was contributed to the Group in the respective reporting period.

2 Attributable to the auto parts business.

3 Attributable to the both auto parts and construction decorative hardware businesses.

In presenting the geographical information, revenue is based on the locations of the customers. At the end of the reporting period, all non-current assets of the Group were located in the People's Republic of China (the "PRC").

7. FINANCE COSTS

	For the nine months ended 31 December 2013	For the twelve months ended 31 March 2013
	RMB'000	*RMB'000*
Interest expenses on borrowings that are wholly repayable within five years:		
– Amounts due to the NAIH Scheme	**5,121**	6,828
– Senior note	**128**	176
– Discounted bills	**1,204**	1,489
	6,453	8,493

8. INCOME TAX

	For the nine months ended 31 December 2013	For the twelve months ended 31 March 2013
	RMB'000	*RMB'000*
Current tax:		
– Provision for the PRC enterprise income tax	**–**	3,586

No provision for Hong Kong Profits Tax has been made as the Group did not generate any assessable profits arising from Hong Kong during the reporting period (31 March 2013: Nil). Tax charge on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates, based on existing legislation, interpretation and practices in respect thereof.

The reconciliation between the income tax and the (loss)/profit before tax are as follows:

	For the nine months ended 31 December 2013 *RMB'000*	For the twelve months ended 31 March 2013 *RMB'000*
(Loss)/profit before tax	**(38,218)**	6,752
Notional tax on (loss)/profit before tax calculated at the PRC statutory rate	**(9,555)**	1,688
Effect of different tax rates in other tax jurisdictions	**852**	54
Tax effect of non-deductible expenses	**9,194**	2,005
Tax effect of non-taxable income	**(491)**	(161)
	–	3,586

As at 31 December 2013, subject to the agreements with the tax authorities, the Group has unused tax losses of approximately RMB232,976,000 (31 March 2013: RMB232,976,000) for a subsidiary incorporated in Hong Kong available for offset against future profits of approximately RMB232,976,000 (31 March 2013: RMB232,976,000) and such tax losses may be carried forward indefinitely. No deferred tax asset has been recognised for these tax losses due to the unpredictability of future profit streams of that subsidiary.

9. (LOSS)/PROFIT FOR THE PERIOD/YEAR

The Group's (loss)/profit for the period/year is stated after charging the following:

	For the nine months ended 31 December 2013 *RMB'000*	For the twelve months ended 31 March 2013 *RMB'000*
Auditor's remuneration	**551**	633
Cost of inventories sold	**83,872**	105,306
Depreciation	**7,617**	5,362
Minimum lease payments under operating leases in respect of		
Factory and office premises	**1,757**	2,840
Plant and machinery	**5,276**	12,560
	7,033	15,400
Impairment of inventories (included in cost of inventories sold)	**810**	350
Impairments of various assets:		
Property, plant and equipment	**11,303**	–
Trade and other receivables	**2,374**	–
	13,677	–
Staff costs (including directors' remuneration):		
Salaries, bonus and allowances	**16,246**	19,752

10. DIVIDENDS

The Directors do not recommend the payment of any dividend for the period from 1 April 2013 to 31 December 2013 and for the year ended 31 March 2013.

11. (LOSS)/EARNINGS PER SHARE

(a) Basic (loss)/earnings per share

The calculation of basic (loss)/earnings per share attributable to equity holders of the Company is based on the loss for the period of approximately RMB38,218,000 (Year ended 31 March 2013: profit of approximately RMB3,166,000) attributable to equity holders of the Company and the weighted average number of 251,892,320 (Year ended 31 March 2013: 251,892,320 as adjusted to reflect the impact of share consolidation on 30 December 2013) ordinary shares in issue during the period/year.

(b) Diluted earnings per share

No diluted loss per share is presented, as the Company did not have any outstanding dilutive potential ordinary shares during the period.

Trading in the shares of the Company had been suspended since 19 January 2009 and no information of the average market price per share for the year is available. During the last year, as the exercise price of the outstanding share options was higher than the market price for shares immediately before the suspension of trading in the Company's shares, the computations of diluted earnings per share for the year ended 31 March 2013 did not assume the exercise of the Company's outstanding share options.

12. TRADE AND OTHER RECEIVABLES

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
Trade receivables	**32,315**	61,717
Less: impairment losses	**(2,645)**	(369)
	29,670	61,348
Bills receivables:		
Bills receivable on hand	**1,490**	433
Discounted to banks	**17,855**	17,423
	19,345	17,856
Prepayment and other receivables	**5,722**	5,677
Less: impairment losses	**(98)**	–
	5,624	5,677
	54,639	84,881

Trade receivables

The Group allows an average credit period of 30 to 90 days to its trade customers. The following is an aged analysis of trade receivables, net of impairment, presented based on the invoice date at the end of the reporting period.

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
0 to 90 days	**23,552**	31,910
91 to 180 days	**3,603**	27,408
181 to 365 days	**1,537**	1,166
Over 1 year	**978**	864
	29,670	61,348

Bills receivables

The following is an aged analysis of bills receivables:

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
0 to 90 days	**9,274**	7,940
91 to 180 days	**10,071**	9,916
	19,345	17,856

Impairment of trade receivables

The movement in the allowance for doubtful debts during the reporting period, including both specific and collective loss components, is as follows:

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
At beginning of the reporting period	**369**	369
Impairment losses recognised	**2,276**	–
At the end of the reporting period	**2,645**	369

Included in the above provision for impairment of trade receivables is a provision for individually impaired trade receivables of approximately RMB2,276,000 (31 March 2013: Nil) with a carrying amount before provision of approximately RMB2,706,000 (31 March 2013: Nil). The individually impaired trade receivables relate to customers that were in financial difficulties or were in default in principal payments and only a portion of the receivables is expected to be recovered.

13. TRADE AND OTHER PAYABLES

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
Trade payables	**28,809**	35,208
Accruals and other payables	**69,482**	47,155
	98,291	82,363

An aging analysis of the trade payables at the end of the reporting period, based on invoice dates, is as follows:

	At 31 December 2013 *RMB'000*	At 31 March 2013 *RMB'000*
0 to 90 days	**10,295**	7,583
91 to 180 days	**3,621**	10,404
181 to 365 days	**3,112**	5,606
over 365 days	**11,781**	11,615
	28,809	35,208

The average credit period on purchases of goods is 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

14. SHARE CAPITAL

	Notes	**Number of shares**	**Amount** *RMB'000*
Authorised:			
Ordinary shares:			
Ordinary shares of HK$0.10 each at 31 March 2013		5,000,000,000	441,650
Capital restructuring: net increase in authorised ordinary share capital	*(a)*	4,414,453,759	(367,224)
Ordinary shares of HK$0.01 each at 31 December 2013		9,414,453,759	74,426
Class B shares:			
Capital restructuring: inception of authorised class B share capital of HK$0.01 each during the period and balance at 31 December 2013	*(a)*	585,546,241	4,614
Total		10,000,000,000	79,040
Issued and fully paid:			
Ordinary shares:			
Ordinary shares of HK$0.10 each at 31 March 2013		1,259,461,601	111,248
Capital restructuring: decrease in issued ordinary share capital	*(a)*	(1,007,569,281)	(109,023)
Ordinary shares of HK$0.01 each at 31 December 2013		251,892,320	2,225
Total		251,892,320	2,225

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at general meeting of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

The holder of class B shares is not entitled to (i) the distributable profits of the Company available for dividend distribution; and (ii) any voting right at any general meeting of the shareholders by reason of being a holder of class B share. Each fully paid and outstanding class B share shall be convertible, at the option of the holder thereof at any time, into one ordinary share of the Company.

Notes:

(a) There was a capital restructuring of the Company effected on 30 December 2013 which comprised the following:

	Prior to the capital restructuring	After the capital reduction *(i)*	After the capital cancellation *(ii)*	After the share consolidation *(iii)*	After the increase of authorised share capital *(iv)*	After the re-classification and re-designation of authorised share capital *(v)*
Par value of share (HK$)	0.10	0.002	0.002	0.01	0.01	0.01
No. of authorised shares	5,000,000,000	5,000,000,000	1,259,461,601	251,892,320	10,000,000,000	9,414,543,759
No. of authorised class B shares	–	–	–	–	–	585,546,241
Authorised share capital (HK$)	500,000,000	10,000,000	2,518,923	2,518,923	100,000,000	100,000,000
Authorised share capital (RMB equivalent)	441,650,000	8,833,000	2,224,965	2,224,965	79,040,053	79,040,053
No. of shares in issue	1,259,461,601	1,259,461,601	1,259,461,601	251,892,320	251,892,320	251,892,320
Paid up capital (HK$)	125,946,160	2,518,923	2,518,923	2,518,923	2,518,923	2,518,923
Paid up capital (RMB equivalent)	111,248,243	2,224,965	2,224,965	2,224,965	2,224,965	2,224,965

(i) reduction of the par value of all issued and un-issued ordinary shares of the Company from HK$0.10 to HK$0.002 each;

(ii) cancellation of the entire existing un-issued 3,740,538,399 ordinary shares of the Company;

(iii) consolidation of every 5 existing issued shares of the Company into 1 new share of par value of HK$0.01 each;

(iv) increase of 9,748,107,680 authorised ordinary share capital from 251,892,320 to 10,000,000,000 ordinary shares representing HK$100,000,000 divided into 10,000,000,000 new ordinary shares of HK$0.01 each; and

(v) re-classification and re-designation of 10,000,000,000 authorised share capital of HK$0.01 each, comprising of 9,414,453,759 new ordinary shares of par value of HK$0.01 each; and 585,546,241 class B shares of par value of HK$0.01 each.

(b) Subsequent to the end of the reporting period, there were changes in share capital structure of the Company as follows:

(i) Issuance of subscription shares

Completion of the issuance of subscription shares took place on 23 January 2014 pursuant to which 1,555,538,480 subscription shares were issued to the Investor at the subscription price of HK$0.1168 per subscription share with par value of HK$0.01 each. Accordingly, the Company's ordinary share capital was increased by approximately HK$15,555,000 (equivalent to approximately RMB12,227,000) and the share premium account was increased by approximately HK$166,132,000 (equivalent to approximately RMB130,579,000). Amongst the 1,555,538,480 subscription shares subscribed by the Investor, 377,838,480 were issued and allotted to the NAIH SPV for the benefit of the NAIH Scheme Creditors.

(ii) Issuance of class B shares

Completion of the issuance of class B shares took place on 23 January 2014 pursuant to which 585,546,241 class B shares were issued to the Investor at the subscription price of HK$0.1168 per class B share with par value of HK$0.01 each. Accordingly, the Company's class B share capital was increased by approximately HK$5,855,000 (equivalent to approximately RMB4,602,000) and the share premium account was increased by approximately HK$62,536,000 (equivalent to approximately RMB49,154,000).

(iii) Issuance of warrants

Completion of the issuance of warrants took place on 23 January 2014 pursuant to which 125,946,160 warrants (one unit of warrant carrying the right to subscribe for one whole new ordinary share) were issued to the Subscriber Shareholders at the exercise price of HK$0.1168 per warrant with the underlying shares at par value of HK$0.01 each. On 27 January 2014, 100,756,928 warrants were exercised and the remaining 25,189,232 warrants were exercised on 24 February 2014. Accordingly, the Company's ordinary share capital was increased by approximately HK$1,265,000 (equivalent to approximately RMB994,000) and the share premium account was increased by approximately HK$13,451,000 (equivalent to approximately RMB10,573,000).

Following the aforesaid capital restructuring and the issuance of subscription shares, class B shares and warrants, the Investor was interested in 1,763,246,241 ordinary shares, representing approximately 70% of the enlarged issued ordinary shares of the Company upon conversion of class B shares in full.

15. EVENTS AFTER THE REPORTING PERIOD

Subsequent to the end of the reporting period, there are certain updates on the Group's proposed restructuring in progress, and further details of which are stated in notes 1 and 2 to this announcement.

EXTRACT OF INDEPENDENT AUDITOR'S REPORT ON THE COMPANY'S CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED 31 DECEMBER 2013

The Company's auditor has qualified the report on the Group's consolidated financial statements for the nine months ended 31 December 2013, an extract of which is as follows:

BASIS FOR QUALIFIED OPINION

1. Corporate undertaking and guarantees

The Company and Fullitech International Limited, a wholly-owned subsidiary of the Company, had given the corporate undertaking and guarantees with the principal amount of HK$1,381,000,000 (equivalent to approximately RMB1,088,000,000) (31 March 2013: HK$1,381,000,000 (equivalent to approximately RMB1,115,000,000)) together with the related interest thereon (to be calculated at 3-month HIBOR + 1.05% on the principal amount) to a special purpose company established pursuant to the scheme of arrangement (the "NAIH Scheme") of Norstar Automobile Industrial Holding Limited, a wholly-owned subsidiary of the Company ("NAIH"). These corporate undertaking and guarantees are disclosed as contingent liabilities and are not recognised in the consolidated financial statements. Hong Kong Accounting Standard ("HKAS") 39 "Financial Instruments: Recognition and Measurement" requires a financial guarantee contract be recognised initially at its fair value and subsequently, at the higher of (i) the amount determined in accordance with HKAS 37 "Provisions, Contingent Liabilities and Contingent Assets" and (ii) the amount initially recognised less, when appropriate, cumulative amortisation recognised in accordance with HKAS 18 "Revenue".

We were unable to obtain sufficient appropriate audit evidence to satisfy ourselves as to and there are no other satisfactory audit procedures that we could adopt to determine whether the respective corporate undertaking and guarantees are fairly stated as at 31 December 2013 and 31 March 2013. Further details and subsequent development of which are explained in note 2 to the consolidated financial statements.

2. Share of results of the associate/Amount due from an associate/Amount due to an associate

Share of results of the associate

No sufficient evidence has been received by us up to the date of this report to verify the financial information of the Group's associate, Profound Global Limited ("Profound"). Accordingly, we have not been able to verify whether the Group's share of results of Profound group for the period from 1 April 2013 to 31 December 2013 and for the year ended 31 March 2013 and the related note disclosures as included in the consolidated financial statements were fairly presented.

Amount due from an associate

As stated in note 20 to the consolidated financial statements, the Group had an amount due from an associate, one of the subsidiary of Profound, of approximately RMB9,625,000 as at 31 December 2013 (31 March 2013: approximately RMB9,582,000). We have not been able to obtain direct audit confirmation in respect of the aforesaid balance and no sufficient evidence has been provided to satisfy ourselves as to the completeness and existence of the aforesaid balance. No subsequent settlement in respect of such amount was noted up to the date of this report and no impairment loss had been made in respect of such amount. We have not been able to obtain sufficient evidence to evaluate the recoverability of such amount. There were no other satisfactory audit procedures that we could perform to satisfy ourselves that the amount due from an associate was fairly stated as at 31 December 2013 and 31 March 2013.

Amount due to an associate

The Group had an amount due to an associate, one of the subsidiary of Profound, of approximately RMB6,929,000 as at 31 December 2013 (31 March 2013: approximately RMB6,957,000). We have not been able to obtain direct audit confirmation in respect of the aforesaid balance and no sufficient evidence has been provided to satisfy ourselves as to the completeness and existence of the aforesaid balance. There were no other satisfactory audit procedures that we could perform to satisfy ourselves as to whether the aforesaid balance was fairly stated as at 31 December 2013 and 31 March 2013.

3. Obligations under finance leases

As stated in note 24 to the consolidated financial statements, the Group had obligations under financial leases of approximately RMB25,328,000 as at 31 December 2013 (31 March 2013: approximately RMB25,961,000). We have not been able to obtain direct audit confirmation in respect of the aforesaid balance and no sufficient evidence has been provided to satisfy ourselves as to the completeness and existence of the aforesaid balance. There were no other satisfactory audit procedures that we could perform to satisfy ourselves as to whether the aforesaid balance was fairly stated as at 31 December 2013 and 31 March 2013.

4. Related party transactions and balances

No sufficient evidence has been provided to satisfy ourselves as to the existence and completeness of the disclosures of the related party transactions for the period from 1 April 2013 to 31 December 2013 and for the year ended 31 March 2013 and the balances as at 31 December 2013 and 31 March 2013 as required by Hong Kong Accounting Standard 24 “Related Party Disclosures”.

Any adjustments that are found necessary in relation to matters as described in points 1 to 4 above might have a significant consequential effect on the Group’s results and cash flows for the period from 1 April 2013 to 31 December 2013 and for the year ended 31 March 2013 and the financial positions of the Group as at 31 December 2013 and 31 March 2013, and the related disclosures thereof in the consolidated financial statements.

QUALIFIED OPINION

In our opinion, except for the possible effects of the matters as described in the basis for qualified opinion paragraphs, the consolidated financial statements give a true and fair view of the state of affairs of the Group as at 31 December 2013 and of the results and cash flows of the Group for the period from 1 April 2013 to 31 December 2013 in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

EMPHASIS OF MATTER – THE GOING CONCERN BASIS

Without further qualifying our opinion, we draw attention to note 2 to the consolidated financial statements which mentions that the Group incurred a loss of approximately RMB38,218,000 for the period from 1 April 2013 to 31 December 2013 and as at 31 December 2013, the Group had net current liabilities and net liabilities of approximately RMB467,662,000 and approximately RMB389,606,000 respectively. The consolidated financial statements have been prepared on a going concern basis, the validity of which bases on the improved financial position of the Group, subsequent to the end of the reporting period, upon successful implementation of the measures as further detailed in note 2 to the consolidated financial statements.

SCOPE OF WORK OF ZHONGHUI ANDA CPA LIMITED

The figures above in respect of this final results announcement for the nine months ended 31 December 2013 have been agreed with the Company's auditor, ZHONGHUI ANDA CPA Limited ("ZHONGHUI ANDA"), to the amounts set out in the Group's consolidated financial statements for the Period. The work performed by ZHONGHUI ANDA in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by ZHONGHUI ANDA on this announcement.

DIVIDEND

The Board does not recommend the payment of any dividend in respect of the Period.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Wednesday, 4 June 2014 to Friday, 6 June 2014 (both days inclusive) to determine the entitlement to attend and vote at the Company's annual general meeting to be held on Friday, 6 June 2014 (the "AGM"). During such period no transfer of shares of the Company will be registered. In order to qualify for the entitlement to attend and vote at the AGM, all transfer forms accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrar and transfer office, Computershare Hong Kong Investor Services Limited at Rooms 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, not later than 4:30 p.m. on Tuesday, 3 June 2014 for registration.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Company is an investment holding company. During the reporting period, the Group was principally engaged in the manufacturing, sales and trading of auto parts and construction decorative hardware products in the Anhui Province, the PRC.

Facing with keen competition of the auto parts industry in China, the management will continue to adopt stringent cost control measures and to manage the Company's financial position in a prudent manner.

Group Restructuring and Resumption of Trading of Shares

Winding-up petitions and appointment of provisional liquidators

Following a number of announcements made in late December 2008, in relation to, amongst other matters, the resignation of certain Directors and group financial controller of the Company, default in payment by Norstar Automobile Industrial Holding Limited ("NAIH"), a wholly-owned subsidiary of the Company for treasury losses of approximately HK$44.0 million and a creditor's claim against the Group in the amount of RMB326.0 million, the trading in the shares of the Company has been suspended since 19 January 2009 at the request of the Company.

On 6 February 2009, a petition to wind up the Company was presented to the High Court by Madam Lilly Huang, a major shareholder of the Company, chairman of the Board and an Executive Director of the Company and subsequently replaced by Century Founders Group Limited. On the same day, a petition to wind up NAIH was also presented to the High Court by Fullitech International Limited ("Fullitech"), the immediate holding company of NAIH and a wholly-owned subsidiary of the Company.

On the same day, the High Court appointed Messrs Lai Kar Yan (Derek), Darach E. Haughey and Yeung Lui Ming (Edmund) of Deloitte Touche Tohmatsu as the joint and several provisional liquidators (the "Provisional Liquidators") of the Company and of NAIH.

Restructuring of the Group

On 13 January 2014, the High Court ordered that the winding up petitions against the Company and NAIH be dismissed, and the Provisional Liquidators be released and discharged, upon the publication of a resumption of trading notice by the Stock Exchange in respect of the shares of the Company.

As all the revised resumption conditions of the Company have been fulfilled, the trading in the shares of the Company was resumed on 27 January 2014 and the Provisional Liquidators were released and discharged on the same date.

PROSPECTS

On 23 January 2014, the Company received the conditional listing approval from the Stock Exchange in relation to the listing of and permission to deal in the (i) subscription shares; (ii) new shares which may be issued on exercise of the conversion rights attached to the Class B shares; and (iii) new shares which may be issued upon exercise of the subscription rights attached to the warrants. The approval is subject to the fulfillment of other conditions of the Subscription Agreement and the Senior Note dated 8 September 2010 (as supplemented by the side letter dated 15 August 2011) issues by NAIH to Omni Success Limited.

The Investor and its beneficial owners have no intention or plan to (i) dispose of its controlling interests in the Company within 24 months after the resumption of trading in the shares of the Company; and (ii) redeploy any fixed assets of the Group other than in the ordinary course of business of the Group.

The Company and the Investor confirm that they have no agreement, arrangement, negotiation, intention and/or plan to cause the Group to conduct business other than manufacturing, sales and trading of auto parts and construction decorative hardware products within 24 months following the resumption of trading in the shares of the Company. Notwithstanding, the Company will continue to seek new business opportunities to improve its profitability and business prospects, consolidate or streamline its existing business, enhance its future business development and strengthen its revenue base, and may diversify into other businesses should suitable opportunities arise.

FINANCIAL REVIEW

Due to the change of financial year end date, this reporting period only covered nine months results of the Group. The corresponding comparative amounts shown covered twelve months period from 1 April 2012 to 31 March 2013, and therefore may not be entirely comparable with the amounts shown for the current period.

Turnover

The turnover of the Group for the nine months ended 31 December 2013 decreased by 34.74% to RMB86.58 million from RMB132.66 million for the twelve months ended 31 March 2013. The decrease is attributable to the change in the financial year end date and a reduction in sale from the manufacturing business of the Group.

Gross profit and gross profit margin

The gross profit of the Group for the nine months ended 31 December 2013 decreased by 92.97% to RMB1.90 million from RMB27.01 million for the twelve months ended 31 March 2013. The overall gross profit margin for the nine months ended 31 December 2013 significant decreased by 18.17 percentage points to 2.19% as compared to the twelve months ended 31 March 2013. Such significant decrease was mainly due to the increase in cost of raw materials, salaries and depreciation charge relative to sale due to the reduction in sale in the manufacturing business.

Administrative expenses

Administrative expenses of the Group for the nine months ended 31 December 2013 increased by 41.99% to RMB11.87 million from RMB8.36 million for the twelve months ended 31 March 2013. The increase in administrative expenses was mainly due to the increase in salary expenses.

Impairments of various assets

Impairments of various assets of the Group for the nine months ended 31 December 2013 mainly represented (i) the impairment of property, plant and machinery related to the auto parts segment amounted to RMB11.30 million and (ii) the impairment of certain trade and other receivables amounted to RMB2.37 million, where the Group is of the opinion that the probability to recover those receivables is remote.

Loss attributable to equity holders of the Company

For the nine months ended 31 December 2013, the Group recorded a net loss of RMB38.22 million (twelve months ended 31 March 2013: profit of RMB3.17 million), the increase of the Group's loss was mainly attributable to the combined effects of the decrease in gross profit by RMB25.11 million, the increase in administrative expenses by RMB3.51 million, the increase in restructuring costs by RMB14.14 million and the increase in impairments of various assets by RMB13.67 million.

LIQUIDITY AND FINANCIAL RESOURCES

As at 31 December 2013, bank balances and cash of the Group were RMB0.28 million (twelve months ended 31 March 2013: RMB0.16 million).

The Group's gearing ratio (measured as total borrowings over total assets) as at 31 December 2013 was 10.92% (twelve months ended 31 March 2013: 9.1%)

EMPLOYEES AND REMUNERATION POLICY

As at 31 December 2013, the Group had approximately 557 (twelve months ended 31 March 2013: 629) full-time employees, most of them were working in the Company's subsidiaries in the PRC. During the period under review, the total employees' cost was RMB16.25 million (twelve months ended 31 March 2013: RMB19.75 million). Remuneration packages of the employees are determined by reference to the qualifications and experience of the employee concerned and are reviewed annually by management with reference to market conditions and individual performance.

PLEDGE OF ASSETS

The Group's entire equity interest in Norstar Automotive Chassis System (Anhui) Inc. and 40% equity interest in Profound were pledged for the NAIH Repayment Obligation as set out in note 2 to this announcement.

CAPITAL AND OTHER COMMITMENTS

The Group and the Company had no capital commitment during the period ended 31 December 2013 (twelve months ended 31 March 2013: Nil).

CONTINGENT LIABILITIES

The Group and the Company had the following contingent liabilities:

As at 31 December 2013 and 31 March 2013, the Company provided the corporate undertaking and Fullitech provided the corporate guarantee for a sum up to the NAIH Repayment Obligation.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities on the Stock Exchange or otherwise during the Period.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

As mentioned above, trading in the Shares on the Stock Exchange had been suspended since 19 January 2009. A petition to wind up the Company was presented to the High Court and the Provisional Liquidators were appointed by the High Court to the Company on 6 February 2009. Due to the financial difficulties of the Group before the restructuring and the prolonged suspension in trading of the Shares, the Group were unable to comply with the code provisions of the Corporate Governance Code (the "CG Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") during the Period.

Notwithstanding, the Board, which was formed on the Resumption Date, is committed to maintaining good corporate governance standard and procedures to safeguard the interests of all shareholders and to enhance accountability and transparency. The Board has already taken various actions for compliance with the CG Code. Details of the actions taken by the Board for compliance with the provisions of the CG Code will be set out in the Corporate Governance Report in the Company's 2013 annual report.

APPRECIATION

On behalf of the Board, I would like to extend our sincere thanks to our customers, suppliers and shareholders for their continuous support to the Group. I would also extend my gratitude and appreciation to all management and staff for their hard work and dedication throughout the Period.

By order of the Board
BeijingWest Industries International Limited
Wang Zhong
Managing Director

Hong Kong, 27 March 2014

As at the date of this announcement, the Board comprises Mr. Xu Ning (Chairman), Mr. Wang Zhong (Managing Director), Mr. Li Shaofeng (Executive Director), Mr. Zhang Yaochun (Non-executive Director), Mr. Craig Allen Diem (Non-executive Director), Mr. Tam King Ching, Kenny (Independent Non-executive Director), Mr. Leung Kai Cheung (Independent Non-executive Director) and Mr. Yip Kin Man, Raymond (Independent Non-executive Director).