CHINA RAILSMEDIA CORPORATION LIMITED

中國鐵聯傳媒有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code : 745)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2011

The board of directors (the "Board") of China Railsmedia Corporation Limited (the "Company") presents the unaudited condensed consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 September 2011, together with the appropriate comparative figures as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 September 2011

	Note	Six months ended 30 September 2011 HK$'000 (Unaudited)	2010 HK$'000 (Unaudited)
Turnover	4	**19,401**	34,787
Cost of sales		**(20,382)**	(46,961)
Gross loss		**(981)**	(12,174)
Other revenue	4	**5,871**	997
Other income	5	**–**	24
Administrative expenses		**(8,284)**	(8,198)
Share of loss of a jointly-controlled entity		**–**	(2)
Impairment loss in respect of interest in a jointly-controlled entity		**(2)**	–
Loss from operating activities	5	**(3,396)**	(19,353)
Finance costs		**(169)**	(128)
Loss before taxation		**(3,565)**	(19,481)
Taxation	6	**–**	–
Loss for the period		**(3,565)**	(19,481)
Attributable to:			
– Owners of the Company		**(2,559)**	(18,296)
– Non-controlling interest		**(1,006)**	(1,185)
		(3,565)	(19,481)
Dividends	7	**–**	–
Basic loss per share attributable to owners of the Company	8	**(HK0.14 cents)**	(HK1.18 cents)

* *For identification purposes only*

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME *(continued)*

For the six months ended 30 September 2011

	Six months ended 30 September 2011 HK$'000 (Unaudited)	2010 HK$'000 (Unaudited)
Loss for the period	**(3,565)**	(19,481)
Other comprehensive income:		
Exchange differences on translating foreign operations	**2,966**	487
Total comprehensive expense for the period	**(599)**	(18,994)
Attributable to:		
– Owners of the Company	**(272)**	(17,809)
– Non-controlling interest	**(327)**	(1,185)
	(599)	(18,994)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2011

	Note	As at 30 September 2011 HK$'000 (Unaudited)	As at 31 March 2011 HK$'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment		3,001	3,904
Goodwill		13,329	13,329
Available-for-sale financial assets		28,800	–
Interest in a jointly-controlled entity		–	7
		45,130	17,240
Current assets			
Amount due from customers for contract work		7,083	7,192
Accounts receivable	9	756	830
Prepayments, deposits and other receivables		37,448	34,031
Cash and cash equivalents		15,802	16,190
		61,089	58,243
Assets classified as held for sale		18,396	14,151
		79,485	72,394
Total assets		124,615	89,634
EQUITY			
Capital and reserves attributable to owners of the Company			
Share capital		18,638	15,538
Reserves		(16,661)	(37,469)
		1,977	(21,931)
Non-controlling interests		24,307	26,082
Total equity		26,284	4,151

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(continued)*

At 30 September 2011

	Note	As at 30 September 2011 HK$'000 (Unaudited)	As at 31 March 2011 HK$'000 (Audited)
LIABILITIES			
Non-current liabilities			
Loan from shareholders		**44,633**	45,778
Promissory note		**15,800**	–
		60,433	45,778
Current liabilities			
Loan from shareholders		**4,030**	4,000
Accounts payable	10	**4,836**	9,013
Other payables and accruals		**19,877**	21,571
Amount due to a jointly controlled entity		**–**	3
Tax payable		**47**	7
		28,790	34,594
Liabilities directly associated with assets classified as held for sale		**9,108**	5,111
		37,898	39,705
Total liabilities		**98,331**	85,483
Total equity and liabilities		**124,615**	89,634
Net current assets		**41,587**	32,689
Total assets less current liabilities		**86,717**	49,929

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2011

1. Basis of preparation

The unaudited condensed consolidated financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 March 2011, which have been prepared in accordance with Hong Kong Financial Reporting Standards (the "HKFRSs").

In the opinion of the directors, in light of the continual financial support from the major shareholders, the Group would have sufficient financial resources to satisfy its working capital needs for the foreseeable future. Accordingly, the directors are satisfied that it is appropriate to prepare the financial statements on a going concern basis.

2. Principal accounting policies

The unaudited condensed consolidated financial statements have been prepared under the historical cost basis except for certain financial instruments, which are measured at fair values, as appropriate.

The accounting policies used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 March 2011.

In the current interim period, the Group has applied, for the first time, the following new and revised standards, amendments and interpretations ("new and revised HKFRS") issued by HKICPA.

HKFRSs (Amendments)	Improvements to HKFRSs issued in 2010
HKFRS 1 (Amendments)	Limited Exemption from Comparative HKFRS 7 Disclosures for First-time Adopters
HKAS 24 (Revised)	Related Party Disclosures
HK (IFRIC) – Int 14 (Amendments)	Prepayments of a Minimum Funding Requirement
HK (IFRIC) – Int 19	Extinguishing Financial Liabilities with Equity Instruments

The application of the above new or revised HKFRSs has had no material effect on the amounts in these condensed consolidated financial statements and disclosures set out in these condensed consolidated financial statements.

2. Principal accounting policies *(continued)*

The application of the other new and revised HKFRSs had no effect on the condensed consolidated financial statements of the Group for the current or prior accounting periods.

The Group has not early applied the following new or revised standards, amendments or interpretations that have been issued but are not yet effective:

HKFRS 7 (Amendments)	Disclosures – Transfers of financial assets [1]
HKFRS 9	Financial instruments [4]
HKFRS 10	Consolidated financial statements [4]
HKFRS 11	Joint arrangements [4]
HKFRS 12	Disclosures of interests in other entities [4]
HKFRS 13	Fair value measurement [4]
HKAS 1 (Amendments)	Presentation of items of other comprehensive income [3]
HKAS 12 (Amendments)	Deferred tax : Recovery of underlying assets [2]
HKAS 19 (2011)	Employee benefits [4]
HKAS 27 (2011)	Separate financial statements [4]
HKAS 28 (2011)	Investments in associates and joint ventures [4]

[1] Effective for annual periods beginning on or after 1 July 2011
[2] Effective for annual periods beginning on or after 1 January 2012
[3] Effective for annual periods beginning on or after 1 July 2012
[4] Effective for annual periods beginning on or after 1 January 2013

HKFRS 9 Financial Instruments introduces new requirements for the classification and measurement of financial assets and will be effective from 1 January 2013, with earlier application permitted. The Standard requires all recognised financial assets that are within the scope of HKAS 39 Financial Instruments: Recognition and Measurement to be measured at either amortised cost or fair value. Specifically, debt investments that (i) are held within a business model whose objective is to collect the contractual cash flows and (ii) have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost. All other debt investments and equity investments are measured at fair value. The application of HKFRS 9 might affect the classification and measurement of the Group's financial assets.

The directors of the Company anticipate that the application of other new and revised standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

3. Segment information

For the purposes of resources allocation and performance assessment, information reported to the chief operating decision maker of the Company, specifically focuses on the performance of building construction, restoration, repairs and maintenance and advertising services. The Group's operating and reportable segments are therefore as follows:

(a) the building construction segment engages in construction and foundation contract works as a main contractor or subcontractor for building construction in the private and public sectors;

(b) the renovation, repairs and maintenance segment engages in site formation, civil engineering works, repairs, maintenance, renovation and fitting out works in the private and public sectors; and

(c) the advertising segment engages in advertising services together with the provision of rail transit value-added services through LCD displays located at the ticketing offices of each station in the PRC.

Segment revenues and results

The following is an analysis of the Group's revenue and results by operating segment:

	Building construction Six months ended 30 September		Renovation, repairs and maintenance Six months ended 30 September		Advertising Six months ended 30 September		Consolidated Six months ended 30 September	
	2011	2010	**2011**	2010	**2011**	2010	**2011**	2010
	HK$'000	HK$'000	**HK$'000**	HK$'000	**HK$'000**	HK$'000	**HK$'000**	HK$'000
Segment revenue:								
Contract revenue from external customers	**563**	14,982	**18,315**	18,860	**523**	945	**19,401**	34,787
Segment results	**(67)**	(7,226)	**3,446**	(3,212)	**(4,006)**	(4,664)	**(627)**	(15,102)
Interest income							**–**	21
Unallocated gains							**–**	70
Share of (loss)/profits of a jointly controlled entity							**–**	(2)
Impairment loss in respect of interest in a jointly controlled entity							**(2)**	–
Central administration costs							**(2,767)**	(4,340)
Loss from operating activities							**(3,396)**	(19,353)
Finance costs							**(169)**	(128)
Loss before taxation							**(3,565)**	(19,481)
Taxation							**–**	–
Loss for the period							**(3,565)**	(19,481)

3. **Segment information** *(continued)*

Segment revenues and results *(continued)*

There were no inter-segment sales during the period (30 September 2010: Nil). Segment profit represents the profit earned without allocation of central administration costs including directors' salaries, investment and other income, gain on disposals of subsidiaries, share of results of a jointly controlled entity, impairment loss in respect of interest in a jointly controlled entity, finance costs and income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by operating segment:

	Building construction		Renovation, repairs and maintenance		Advertising		Consolidated	
	30 September 2011 HK$'000	31 March 2011 HK$'000	30 September 2011 HK$'000	31 March 2011 HK$'000	30 September 2011 HK$'000	31 March 2011 HK$'000	30 September 2011 HK$'000	31 March 2011 HK$'000
Segment assets	**7,046**	6,641	**25,639**	15,051	**64,945**	39,326	**97,630**	61,018
Unallocated assets							**26,985**	28,616
							124,615	89,634
Segment liabilities	**2,781**	3,388	**15,333**	13,107	**21,170**	4,454	**39,284**	20,949
Unallocated liabilities							**59,047**	64,534
							98,331	85,483

For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segments other than the item of unallocated assets.
- all liabilities are allocated to reportable segments other than current and deferred tax liabilities, other financial liabilities and loan from shareholders.

Other segment information

	Building construction Six months ended 30 September		Renovation, repairs and maintenance Six months ended 30 September		Advertising Six months ended 30 September		Unallocated Six months ended 30 September		Consolidated Six months ended 30 September	
	2011 HK$'000	2010 HK$'000	2011 HK$'000	2010 HK$'000	2011 HK$'000	2010 HK$'000	2011 HK$'000	2010 HK$'000	2011 HK$'000	2010 HK$'000
Depreciation	–	–	–	4	**1,292**	1,623	**42**	43	**1,334**	1,670
Addition:										
– non-current assets	–	–	–	–	–	2,667	–	7	–	2,674
– available-for-sale financial assets	–	–	–	–	**28,800**	–	–	–	**28,800**	–
Impairment loss in respect of interest in a jointly controlled entity	–	–	–	–	–	–	**2**	–	**2**	–

4. **Turnover and Revenue**

Turnover represents the appropriate proportion of contract revenue of construction, renovation, repairs and maintenance contracts and advertising income.

An analysis of turnover and other revenue is as follows:

	Six months ended 30 September 2011 HK$'000 (Unaudited)	2010 HK$'000 (Unaudited)
Turnover:		
Contract revenue	**18,878**	33,842
Advertising income	**523**	945
	19,401	34,787
Other revenue:		
Bank interest income	–	1
Other interest income	–	20
Rental income	–	15
Refund of legal and professional fees	**5,777**	930
Sundry income	**94**	31
	5,871	997

5. **Loss from operating activities**

The Group's loss from operating activities is arrived at after charging/(crediting):

	Six months ended 30 September 2011 HK$'000 (Unaudited)	2010 HK$'000 (Unaudited)
Depreciation	**1,334**	1,670
Amount classified as cost of sales	**(1,214)**	(1,547)
	120	123

and after crediting:

Other income:

Gain on disposal of property, plant & equipment	–	5
Sundry income	–	19
	–	24

6. **Taxation**

No provision for Hong Kong profits tax has been made as the Group has no estimated assessable profits arising in Hong Kong during the six months ended 30 September 2011 (30 September 2010: Nil). Taxes 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, interpretations and practices in respect thereof.

7. **Dividends**

The directors do not recommend the payment of an interim dividend in respect of the six month ended 30 September 2011 (30 September 2010: Nil).

8. **Loss per share attributable to owners of the Company**

The calculation of basic loss per share is based on the loss for the six months ended 30 September 2011 attributable to owners of the Company of approximately HK$2,559,000 (30 September 2010: loss of approximately HK$18,296,000) and the weighted average number of ordinary shares in issue during the financial period under review of 1,643,611,000 (As at 30 September 2010: 1,553,830,000).

Diluted loss per share for the six months ended 30 September 2011 and 2010 were not presented as there was no dilutive potential ordinary share.

9. **Accounts receivable**

An aged analysis of accounts receivable, net of provisions, as at the end of the reporting period is as follows:

	As at 30 September 2011 HK$'000 (Unaudited)	As at 31 March 2011 HK$'000 (Audited)
Within 30 days	756	830

10. **Accounts payable**

An aged analysis of the accounts payable as at the end of the reporting period, is as follows:

	As at 30 September 2011 HK$'000 (Unaudited)	As at 31 March 2011 HK$'000 (Audited)
Within 30 days	183	5,462
31 – 90 days	–	40
91 – 180 days	2,969	2,847
Over 180 days	1,684	664
	4,836	9,013

As at 30 September 2011, no retentions payable are included in accounts payable under current liabilities (31 March 2011: Nil).

11. Contingent liabilities

(a) On 7 August 2002, a High Court action had commenced by a subcontractor against a subsidiary of the Group in respect of (i) a claim of subcontracting fees and material costs of approximately HK$31,300,000; and (ii) a compensation claim of approximately HK$191,200,000 for the improper termination of a subcontracting contract. On 13 September 2002, an agreement was reached between the subsidiary of the Group and the subcontractor that the High Court action was withdrawn and all the disputes between the parties relating to this action were referred to arbitration. In the statement of claim for the arbitration, the subcontractor revised the claim of subcontracting fees and material costs and compensation claim to approximately HK$42,600,000 and HK$84,400,000, respectively. On 9 July 2005, a writ of summons was issued and the proceedings were transferred to the Court of First Instance. The subcontractor further revised the claim of subcontracting fees and material costs and compensation claim to approximately HK$56,000,000 and HK$278,100,000 respectively.

As at the date of approval of these consolidated financial statements, no decision had been made in the arbitration and court proceedings. In the opinion of the directors, based on legal advice, the subsidiary of the Group has valid defences, against such claims and any resulting liabilities would not have any probable material adverse impact on the Group's financial position. Therefore, no provision in respect of such claims was made in the consolidated financial statements.

(b) On 26 July 2005, a High Court action was commenced by a subcontracted party of a subcontractor of the Group (the "Subcontracted Party") against a subsidiary of the Group and the subcontractor, which is in liquidation, in respect of a claim of subcontracting fees and material costs of approximately HK$20,500,000 relating to a maintenance term contract. On 25 April 2006, the Subcontracted Party substantially revised its statement of claim and the total amount of claim was revised to approximately HK$14,241,000.

In the opinion of the directors, based on legal advice, the subsidiary of the Group has valid defences against such claims and any resulting liabilities would not have any probable material adverse impact on the Group's financial position. Therefore, no provision in respect of such claims was made in the consolidated financial statements.

(c) On 26 October 2010, a subsidiary of the Group received a statement of claim from a subcontractor in respect of a claim against the subsidiary of the Group in respect of the construction project at No. 60 Victoria Road project. The amount of claim was approximately HK$204,000. Since the date and up to the date of approval of these consolidated financial statements, the arbitration has not yet commenced.

As at the date of approval of these consolidated financial statements, no decision has been made in the arbitration. In the opinion of the directors, based on legal advices, since the arbitration proceedings are at a very early stage and the amount of the ultimate liability cannot be measured with sufficient reliability, therefore, no provision in respect of such claims was made in the consolidated financial statements.

(d) On 1 June 2011, a subsidiary of the Group received a statement of claim from a subcontractor in respect of a claim against the subsidiary of the Group on the construction project at Tsing Yi, Hong Kong. The amount of claim was approximately HK$1,602,000.

As at the date of approval of these condensed consolidated financial statements, the subsidiary of the Group had paid HK$1,000,000 to the subcontractor to settle the claim and the arbitration proceedings have been stayed with mutual agreement. In the opinion of the directors, the ultimate liability cannot be measured with sufficient reliability until final accounts is confirmed, therefore, no provision in respect of the balance amount of claim was made in the statements.

11. **Contingent liabilities** *(continued)*

Saved as disclosed above and elsewhere in the financial statements, as at 30 September 2011, the Group and the Company had no other material contingent liabilities.

12. **Subsequent events**

(a) Refer to the Company announcement dated 21 January 2011, Wing Hong (China) Limited ("WH China") entered into an agreement to sell its entire interest of its non-wholly owned subsidiary, Shanghai Jinjiang Wing Hong Contracting Company Limited to Keen Honour International Limited ("Keen Honour"). It was approved by the Shanghai Municipal Commission of Commerce and the transaction for the disposal was completed on 11 October 2011. After the completion of the transaction, Shanghai Jinjiang Wing Hong Contracting Company Limited ceased to be the subsidiary of the Group.

(b) Pursuant to Sale and Purchase Agreement dated 27 October 2011, an indirect wholly-owned subsidiary of the Company, Capital Marks Limited ("Capital Marks") as the Purchaser has conditionally agreed to acquire and Huge Leader Holdings Limited ("Huge Leader Holdings") as the Vendor has conditionally agree to sell the Sale Shares, which is 100% of the entire issued shares of its wholly-owned subsidiary, Huge Leader Development Limited at the consideration of HK$690,000,000. The consideration shall be settled by procuring the Company to issue HK$490,000,000 Convertible Preference Shares and HK$200,000,000 Promissory Note to the Huge Leader Holdings upon Completion. The acquisition constitutes a very substantial acquisition of the Company and therefore is subject to the reporting and sharesholders' approval requirements of the Listing Rules. Details of the transaction has been disclosed in the announcement dated 21 November 2011.

13. **Approval of the financial statement**

The unaudited financial statements were approved and authorised for issue by the Board of Directors on 28 November 2011.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

For the six months ended 30 September 2011, the Group recorded a turnover of approximately HK$19,401,000 in comparing to HK$34,787,000 in corresponding period last year. Gross loss recorded HK$981,000, whereas in same period last year, the gross loss was HK$12,174,000. Loss attributable to owners of the Company for the period was HK$2,559,000, as compared with a loss of HK$18,296,000 recorded in same period last year.

Turnover from our building and construction business was approximately HK$563,000 (2010: approximately HK$14,982,000). Such turnover was contributed by uncompleted projects in prior year. The renovation, repairs and maintenance segment reported a turnover of approximately HK$18,315,000 (2010: approximately HK$18,860,000). This was also contributed mainly from uncompleted projects in last year.

Due to the keen market competition and low profit margin in projects for building, construction, renovation, repairs and maintenance, we plan to scale down these business segments gradually.

For advertising segment, turnover amounted to approximately HK$523,000 (2010: approximately HK$945,000). Although this business segment is now running at a loss, we are confident of its future due to the general prosperity of the Peoples' Republic of China (the "PRC"). Based on the present market trend and consumption pattern in PRC, we have decided to adopt a more competitive business strategy and business has been streamlined through restructuring targeted installation in cities and sites, and more efforts have been allocated to build channel sales network over the country.

To enrich our market exposure in PRC, we have established media alliances through business arrangement of airtime exchange, attending media events and cross business cooperation etc. so as to increase our market share and promote our business branding and services.

Our management has decided to have greater business development and market share in advertising and media business through investment and acquisition of those potentially healthy advertising business. In August 2011, we had made an investment in an established outdoor advertising business in Hong Kong.

Financial Review

Liquidity and financing

There were no bank borrowings as at 30 September 2011 and 31 March 2011. The Group's cash and bank deposits were approximately HK$15,802,000 (31 March 2011: HK$16,190,000).

The Group's gearing ratio, calculated by aggregate of amount due to a related party, loans from shareholders, promissory note and other non-current liabilities over total assets, decreased to 56.02% at 30 September 2011 from 66.33% at 31 March 2011.

Treasury policies

Cash and bank deposits of the Group are mainly in HK dollars or RMB. The Group conducts its core business transaction mainly in HK dollars and RMB such that the Group did not use any derivative instruments to hedge its foreign currency exposure as the Group considered its foreign currency exposure is insignificant.

Pledge of assets

As at 30 September 2011 and 31 March 2011, no asset was being pledged since there is no external financing for the Group.

Employment information

On 30 September 2011, the Group had 30 full time employees (31 March 2011: 50 employees), whom are employed in Hong Kong and Mainland China. They are remunerated at market level with benefits such as medical, retirement benefit and share option scheme.

Prospect

One of the policies adopted by the PRC Government is to boost domestic consumption and hence advertising is inevitable for brand building purpose. We foresee such government policy will continue so that it provides good opportunities for us to capture the advertising market though our train station networks.

We have adopted a prudent approach to properly control our operation costs, and LCD displays are installed in a mild speed on selected train stations. Our market strategy of building media alliances and channel sales network over the country not only promoting our branding, but also market exposure.

Our management policy has decided to focus on business in the new media market and we see that the traditional communication channel and its related advertising businesses are shrinking due to the competition and thrust from the new innovative communication technology and media applied in the modern day advertising business. With the change in the preference and shift of usage by users, new media business in advertising has provided efficiency and convenience for users, and is of course a brand new sector of business in the market.

Mobile application in communication media has provided good platform for advertising and its derived business in market. We find this new media application, in Apps market having a great potential market for business than the traditional communication media. We will target more on this direction to boost our market share in the industry.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 September 2011.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Group has adopted and met all the Code Provisions set out in the Code on Corporate Governance Practices ("CG Code") in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") during the six months ended 30 September 2011 except for the following deviations:

Code Provision A.2.1 stipulates that the roles of Chairman and Chief Executive Officer should be separate and should not be performed by the same individual. The Company does not have a separate Chairman and Chief Executive Officer and Mr. Hui Chi Yung currently holds both positions. The Board believes that vesting the roles of Chairman and Chief Executive Officer in the same person provides the Group with strong and consistent leadership in the development and execution of long-term business strategies.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules. All directors have confirmed, following specific enquiry by the Company, that they have fully complied with the Model Code throughout the Period.

AUDIT COMMITTEE

The Audit Committee comprises three members and all of whom are independent non-executive directors of the Group. It has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial report matters. The Audit Committee has also reviewed the interim results for the six months ended 30 September 2011.

DISCLOSURE OF INFORMATION ON THE STOCK EXCHANGE'S WEBSITE

All the information and other related information of the Company as required by the Listing Rules will be published on the Stock Exchange's website in due course. Printed copies of 2011 interim report will be sent to shareholders before the end of December 2011.

APPRECIATION

The Directors would like to take this opportunity to thank our shareholders, the management and our staff members for their dedication and support.

On behalf of the Board
China Railsmedia Corporation Limited
Hui Chi Yung
Chairman

Hong Kong, 28 November 2011

As at the date of this announcement, the Board of Directors comprises Mr. Hui Chi Yung and Mr. Hui Kau Mo as Executive Directors and Dr. Hu Chung Kuen, David, Mr. Liu Kwong Sang and Mr. Sit Hing Wah as Independent Non-Executive Directors.