天津港發展控股有限公司
Tianjin Port Development Holdings Limited

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 03382)

INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2015

FINANCIAL HIGHLIGHTS

For the six months ended 30 June 2015

- Revenue was HK$11,493.3 million
- Profit attributable to equity holders of the Company was HK$513.5 million
- Basic earnings per share of HK8.3 cents

The board of directors (the "Board") of Tianjin Port Development Holdings Limited (the "Company") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2015 as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2015

		Unaudited	
		Six months ended 30 June	
		2015	2014
	Note	***HK$'000***	*HK$'000*
Revenue	*3*	**11,493,340**	14,100,032
Business tax and surcharge		**(33,084)**	(34,712)
Cost of sales		**(9,099,330)**	(11,971,009)
Gross profit		**2,360,926**	2,094,311
Other income and gains	*4*	**164,217**	115,983
Administrative expenses		**(951,702)**	(944,975)
Other operating expenses		**(8,268)**	(31,768)
Operating profit		**1,565,173**	1,233,551
Finance costs	*5*	**(309,933)**	(215,250)
Share of results of associates		**190,779**	188,244
Share of results of joint ventures		**87,439**	57,310
Profit before income tax	*6*	**1,533,458**	1,263,855
Income tax	*7*	**(334,475)**	(267,873)
Profit for the period		**1,198,983**	995,982
Attributable to:			
Equity holders of the Company		**513,548**	401,659
Non-controlling interests		**685,435**	594,323
		1,198,983	995,982
Earnings per share	*9*		
Basic (HK cents)		**8.3**	6.5
Diluted (HK cents)		**8.3**	6.5

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2015

	Unaudited Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
Profit for the period	**1,198,983**	995,982
Other comprehensive income/(loss)		
Items that may be reclassified subsequently to profit or loss:		
Fair value gains/(losses) on available-for-sale financial assets, net of tax	**62,103**	(11,373)
Currency translation differences	**12,313**	(231,944)
Other comprehensive income/(loss) for the period, net of tax	**74,416**	(243,317)
Total comprehensive income for the period	**1,273,399**	752,665
Total comprehensive income for the period attributable to:		
Equity holders of the Company	**547,518**	287,100
Non-controlling interests	**725,881**	465,565
	1,273,399	752,665

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

	Note	Unaudited 30 June 2015 HK$'000	Audited 31 December 2014 HK$'000
ASSETS			
Non-current assets			
Land use rights		**5,988,698**	5,834,689
Property, plant and equipment		**21,388,088**	21,895,298
Intangible assets		**48,432**	51,115
Interests in associates		**3,196,505**	3,128,977
Interests in joint ventures		**2,651,042**	2,616,927
Available-for-sale financial assets		**683,489**	601,279
Deferred income tax assets		**129,848**	132,587
Other non-current assets		**634,035**	–
		34,720,137	34,260,872
Current assets			
Inventories		**579,283**	705,088
Trade and other receivables	*10*	**4,182,215**	6,595,327
Restricted bank deposits		**288,239**	845,938
Time deposits with maturity over three months		**1,342,886**	817,594
Cash and cash equivalents		**7,281,485**	5,890,558
		13,674,108	14,854,505
Total assets		**48,394,245**	49,115,377
EQUITY			
Capital and reserves attributable to equity holders of the Company			
Share capital		**615,800**	615,800
Other reserves		**5,179,034**	5,472,447
Retained earnings		**6,431,121**	5,917,549
		12,225,955	12,005,796
Non-controlling interests		**13,381,803**	13,521,761
Total equity		**25,607,758**	25,527,557

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

	Note	Unaudited 30 June 2015 HK$'000	Audited 31 December 2014 HK$'000
LIABILITIES			
Non-current liabilities			
Borrowings		**13,075,393**	11,253,584
Deferred income tax liabilities		**359,665**	332,702
Other long-term liabilities		**1,048**	1,047
		13,436,106	11,587,333
Current liabilities			
Trade and other payables	*11*	**5,433,328**	8,050,178
Current income tax liabilities		**219,969**	153,980
Borrowings		**3,697,084**	3,796,329
		9,350,381	12,000,487
Total liabilities		**22,786,487**	23,587,820
Total equity and liabilities		**48,394,245**	49,115,377
Net current assets		**4,323,727**	2,854,018
Total assets less current liabilities		**39,043,864**	37,114,890

Notes:

1. BASIS OF PREPARATION

The condensed consolidated interim financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants and Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014 which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS").

2. SIGNIFICANT ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2014, as described in those annual financial statements.

The Group has adopted the following amendments for the accounting period beginning 1 January 2015:

HKFRSs (Amendments)	*Annual Improvements to HKFRSs 2010-2012 Cycle*
HKFRSs (Amendments)	*Annual Improvements to HKFRSs 2011-2013 Cycle*
HKAS 19 (2011) (Amendment)	*Employee Benefits – Defined Benefit Plans: Employee Contributions*

The adoption of these amendments has no significant impact on the results and financial position of the Group.

3. SEGMENT INFORMATION

Segment information has been prepared in a manner consistent with the information which is regularly reviewed by the chief operating decision maker and used for the purposes of assessing performance and allocating resources between segments.

Principal activities of the three reportable segments are as follows:

Cargo handling	–	Provision of container handling and non-containerised cargo handling
Sales	–	Supply of fuel and sales of materials
Other port ancillary services	–	Tugboat services, agency services, tallying and other services

The segment information for the reportable segments is as follows:

	Unaudited			
	Cargo handling *HK$'000*	**Sales** *HK$'000*	**Other port ancillary services** *HK$'000*	**Total** *HK$'000*
Six months ended 30 June 2015				
Total segment revenue	**4,133,315**	**6,658,370**	**1,881,337**	**12,673,022**
Inter-segment revenue	**–**	**(814,690)**	**(364,992)**	**(1,179,682)**
Revenue from external customers	**4,133,315**	**5,843,680**	**1,516,345**	**11,493,340**
Segment results	**1,756,693**	**73,276**	**564,041**	**2,394,010**
Business tax and surcharge				**(33,084)**
Other income and gains				**164,217**
Administrative expenses				**(951,702)**
Other operating expenses				**(8,268)**
Finance costs				**(309,933)**
Share of results of associates				**190,779**
Share of results of joint ventures				**87,439**
Profit before income tax				**1,533,458**

	Unaudited			
	Cargo handling *HK$'000*	Sales *HK$'000*	Other port ancillary services *HK$'000*	Total *HK$'000*
Six months ended 30 June 2014				
Total segment revenue	3,605,182	9,626,135	1,767,601	14,998,918
Inter-segment revenue	–	(543,329)	(355,557)	(898,886)
Revenue from external customers	3,605,182	9,082,806	1,412,044	14,100,032
Segment results	1,530,974	128,770	469,279	2,129,023
Business tax and surcharge				(34,712)
Other income and gains				115,983
Administrative expenses				(944,975)
Other operating expenses				(31,768)
Finance costs				(215,250)
Share of results of associates				188,244
Share of results of joint ventures				57,310
Profit before income tax				1,263,855

4. OTHER INCOME AND GAINS

	Unaudited Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
Exchange gain, net	**12,423**	–
Interest income		
– from deposits	**54,184**	50,319
– from loan to a joint venture	**1,112**	–
Dividend income from available-for-sale financial assets	**5,051**	4,806
Gain on disposal of subsidiaries	**66,201**	–
Government grants	**20,304**	60,720
Others	**4,942**	138
	164,217	115,983

5. FINANCE COSTS

	Unaudited Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
Interest expenses on borrowings	**370,354**	305,230
Less: Amount capitalised in construction in progress	**(60,421)**	(89,980)
	309,933	215,250

6. EXPENSES BY NATURE

	Unaudited Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
Cost of goods sold	**5,718,396**	8,915,520
Depreciation of property, plant and equipment	**564,122**	487,844
Amortisation of land use rights	**73,398**	65,945
Amortisation of intangible assets	**6,609**	5,931
Exchange loss, net	**–**	22,194

7. INCOME TAX

	Unaudited Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
PRC income tax		
– Current	**324,687**	260,447
– Deferred	**9,788**	7,426
	334,475	267,873

No Hong Kong profits tax has been provided for as the Group has no estimated assessable profits arising in or derived from Hong Kong for the period (2014: nil).

Provision for the PRC income tax has been calculated based on the estimated assessable profit for the period at the prevailing income tax rates applicable to the subsidiaries located in the PRC.

8. DIVIDEND

	Unaudited Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
2014 final dividend of HK5.32 cents (2014: 2013 final dividend of HK5.26 cents) per ordinary share	**327,606**	323,911

At a meeting held on 25 March 2015, the Board recommended the payment of a final dividend of HK5.32 cents per ordinary share for the year ended 31 December 2014. The final dividend was approved at the annual general meeting of the Company held on 3 June 2015.

The Board resolved not to pay an interim dividend for the six months ended 30 June 2015 (2014: nil).

9. EARNINGS PER SHARE

The calculation of basic and diluted earnings per share is based on the following data:

	Unaudited Six months ended 30 June **2015** ***HK$'000***	 2014 *HK$'000*
Earnings		
Profit attributable to equity holders of the Company for calculating basic and diluted earnings per share	**513,548**	401,659

	Unaudited Six months ended 30 June **2015**	 2014
Number of shares (thousands)		
Weighted average number of ordinary shares for calculating basic earnings per share	**6,158,000**	6,158,000
Effect of dilutive potential ordinary shares:		
– Share options	**4,888**	2,003
Weighted average number of ordinary shares for calculating diluted earnings per share	**6,162,888**	6,160,003

Diluted earnings per share is calculated based on the profit attributable to equity holders of the Company and the weighted average number of ordinary shares in issue during the period, after adjusting for the number of dilutive potential ordinary shares from share options granted by the Company where dilutive.

10. TRADE AND OTHER RECEIVABLES

In general, the Group grants a credit period of about 30 to 180 days to its customers. The ageing analysis of the Group's trade and notes receivables (net of provision for impairment) was as follows:

	Unaudited 30 June 2015 *HK$'000*	Audited 31 December 2014 *HK$'000*
0 – 90 days	**3,110,118**	4,844,821
91 – 180 days	**130,439**	183,084
Over 180 days	**94,706**	70,947
	3,335,263	5,098,852

11. TRADE AND OTHER PAYABLES

The ageing analysis of the Group's trade and notes payables was as follows:

	Unaudited 30 June 2015 *HK$'000*	Audited 31 December 2014 *HK$'000*
0 – 90 days	**1,741,889**	3,531,904
91 – 180 days	**218,638**	1,352,528
181 – 365 days	**98,343**	61,326
Over 365 days	**8,746**	1,023
	2,067,616	4,946,781

REVIEW OF OPERATIONS AND RESULTS

INTERIM RESULTS

In the first half of 2015, the Group achieved total cargo throughput of 228.95 million tonnes, an increase of 5.1% over the corresponding period of last year, of which total container throughput grew by 4.9% to 7.23 million TEUs. For the six months ended 30 June 2015, the Group's profit before income tax amounted to HK$1,533.5 million which included a gain on disposal of subsidiaries of HK$66.2 million. Excluding the HK$66.2 million gain on the disposal of subsidiaries, profit before income tax rose by 16.1% to HK$1,467.3 million. Profit attributable to the shareholders of the Company amounted to HK$513.5 million. Basic earnings per share was HK8.3 cents.

REVIEW OF OPERATIONS

Revenue

During the period under review, the Group recorded consolidated revenue of HK$11,493.3 million, representing a decrease of 18.5% from the corresponding period of last year. An analysis of revenue by segment is as follows:

	Revenue			
Type of business	**First half of 2015** ***HK$ million***	First half of 2014 *HK$ million*	Amount of change *HK$ million*	Percentage change
Non-containerised cargo handling business	**3,147.5**	2,646.2	501.3	18.9%
Container handling business	**985.8**	959.0	26.8	2.8%
Sales business	**5,843.7**	9,082.8	-3,239.1	-35.7%
Other port ancillary services business	**1,516.3**	1,412.0	104.3	7.4%
Total	**11,493.3**	14,100.0	-2,606.7	-18.5%

Non-containerised Cargo Handling Business

In the first half of 2015, the Group achieved total non-containerised cargo throughput of 155.84 million tonnes, representing an increase of 12.2% from the corresponding period of last year, of which throughput of subsidiary terminals grew by 14.0% whereas throughput of jointly controlled and affiliated terminals increased by 4.2%.

Nature of terminal	Non-containerised cargo throughput **First half of 2015** ***million tonnes***	First half of 2014 *million tonnes*	Growth amount *million tonnes*	Growth percentage
Subsidiary terminals	**129.98**	114.04	15.94	14.0%
Jointly controlled and affiliated terminals	**25.86**	24.82	1.04	4.2%
Total	**155.84**	138.86	16.98	12.2%

During the period under review, metal ore, coal and steel handled by the Group showed a relatively strong growth. In terms of total throughput, metal ore handling grew by 19.5% to 61.71 million tonnes, coal handling rose by 20.4% to 53.07 million tonnes, steel handling increased by 27.3% to 12.16 million tonnes while automobiles handling decreased by 16.3% to 10.03 million tonnes and crude oil handling decreased by 11.5% to 8.73 million tonnes.

On a consolidated basis, the blended average unit price of the non-containerised cargo handling business was HK$24.2 per tonne, an increase of HK$1.0 or 4.3% from the corresponding period of last year due to the change in cargo mix. Revenue from non-containerised cargo handling business amounted to HK$3,147.5 million, an increase of 18.9% over the same period of last year.

Container Handling Business

Currently, the Group operates all the container handling terminals at the port of Tianjin. In the first half of 2015, the Group achieved total container throughput of 7.23 million TEUs, representing an increase of 4.9% from the corresponding period of last year, of which throughput of subsidiary terminals grew by 3.5% and throughput of jointly controlled and affiliated terminals rose by 6.2%.

Nature of terminal	Container throughput **First half of 2015** ***’000 TEUs***	First half of 2014 *’000 TEUs*	Growth amount *’000 TEUs*	Growth percentage
Subsidiary terminals	**3,484**	3,365	119	3.5%
Jointly controlled and affiliated terminals	**3,747**	3,529	218	6.2%
Total	**7,231**	6,894	337	4.9%

In the first half of 2015, on a consolidated basis, the blended average unit price of the container handling business decreased by 0.7% to HK$282.9 per TEU as a result of the change in cargo mix. Revenue from the container handling business was HK$985.8 million, an increase of 2.8% over the corresponding period of last year.

Sales Business

The Group's sales business mainly engaged in the supply of fuel to the inbound vessels, the sales of supplies and other materials. In the first half of 2015, the Group recorded revenue of HK$5,843.7 million from the sales business segment, representing a decrease of 35.7% over the corresponding period of last year which was primarily due to the decrease in sales volume of other materials, such as metal ore and coal.

Other Port Ancillary Services Business

Other port ancillary services of the Group mainly include tugboat services, agency services and other services. In the first half of 2015, cargo agency rose by 7.8% to 43.98 million tonnes of cargoes; tallying services grew by 4.9% to 61.27 million tonnes of cargoes; shipping agency, on the other hand, decreased by 2.0% to 9,009 vessel calls; tugboat services decreased by 2.1% to 25,353 vessel calls. Revenue from other port ancillary services business was HK$1,516.3 million, an increase of 7.4% over the same period of last year.

Costs

During the period under review, cost of sales of the Group amounted to HK$9,099.3 million, representing a decrease of 24.0% from the corresponding period of last year. Cost of cargo handling business was HK$2,376.6 million, representing an increase of 14.6% over the same period of last year, primarily due to the increase in direct costs such as labour costs and cargo reconfiguration costs as a result of the growth in cargo throughput. Cost of sales business amounted to HK$5,770.4 million, representing a decrease of 35.6% over the corresponding period of last year, mainly due to a decrease in the sales volume which led to the decrease in the costs of goods sold. Cost of other port ancillary services business was HK$952.3 million, an increase of 1.0% over the same period of last year driven by throughput growth.

Administrative expenses for the period under review increased by 0.7% to HK$951.7 million. Staff cost is the key component of the administrative expenses. The Group will continue to take effective measures in cost control and management. In addition to the maintaining of prudent human resources policies which include outsourcing of its non-core functions so as to maintain an optimal level of labour force, the Group will carry out technology innovation and operational optimisation measures with an aim of reducing energy consumption and operating costs of the Group as a whole.

Share of Results of Associates and Joint Ventures

During the period under review, the Group's share of results of associates and joint ventures increased as a result of the continuous growth in throughput. The Group's share of results of associates was HK$190.8 million, representing an increase of 1.3% over the same period of last year. The Group's share of results of joint ventures was HK$87.4 million, representing an increase of 52.6% over the same period of last year.

OUTLOOK AND PROSPECTS

In the first half of 2015, the US economy maintained a stable growth, Europe's economy showed signs of a pickup while Chinese economy was performing within a reasonable range. As a series of government policies and measures aimed at stabilising foreign trade growth and stimulating import had been further implemented, Chinese ports continued a slow-paced growth. Ports in China achieved total cargo throughput of 5,671 million tonnes, a year-on-year increase of 2.6%, and the growth rate was 2.6 percentage points lower than that of the same period of last year. Among total cargo throughput, foreign trade cargo throughput accounted for 1,780 million tonnes, a decrease of 0.6% year-on-year while container throughput amounted to 102.73 million TEUs, a growth of 6.1%, which was 0.4 percentage point higher than in the corresponding period of last year. In the first half of 2015, the Group recorded a stable growth of cargo throughput, achieving total cargo throughput of 228.95 million tonnes, an increase of 5.1% over the same period of last year.

Looking ahead to the second half of the year, global economy will be plagued by uncertainties including the US interest rate hike and the Greek debt crisis. Amid many challenges, global economy is expected to continue its recovery at moderate pace. Chinese economy still faces downward pressures in the latter half of the year despite the relatively stable performance in the first half of 2015. With the Chinese government to step up policies and measures to support the economy, China is expected to extend its steady growth. In the face of such complex and volatile macroeconomic conditions, the Group is resolved to stay focus on quality improvement and efficiency enhancement in the second half of the year, expand market coverage, increase cargo sources and seek out new growth drivers. The Group will also reinforce operation safety management, maintain prudent cost and capital management and further enhance its quality and efficiency. The Group will continue to adhere the principle of prudent operation, focus on port functions enhancement and seize strategic opportunities, setting a solid foundation for the sustainable development of the Group.

OTHERS

On the night of 12 August 2015, an explosion occurred at a warehouse for dangerous materials owned by Rui Hai Company* (瑞海公司) located in the area of Tianjin Port International Logistics Centre in the Binhai New Area of Tianjin. After the incident, the rescue and dealing with the aftermath on-site were undertaken promptly.

An announcement was published on 13 August 2015 by the Company in relation to the incident based on preliminary assessment. After due enquiry, it is confirmed that Rui Hai Company is not a subsidiary or an associated company of the Group. Currently, the port operations of the Group are normal and the incident did not cause any material loss to the Group.

FINANCIAL REVIEW

Capital Structure

The capital and reserves attributable to equity holders of the Company as at 30 June 2015 were HK$12,226.0 million.

As at 30 June 2015, the Company had an issued share capital of 6,158 million shares and the market capitalisation was HK$11,330.7 million (at the closing market price of the shares of the Company of HK$1.84 per share on 30 June 2015).

Cash Flow

For the six months ended 30 June 2015, the net cash inflow of the Group amounted to HK$1,376.7 million.

The net cash inflow from operating activities amounted to HK$1,308.1 million, at par over the same period of last year.

The net cash outflow in investing activities amounted to HK$1,284.2 million, mainly attributable to HK$922.6 million used for capital expenditure and an increase of HK$525.0 million in time deposits with maturity over three months.

The net cash inflow from financing activities amounted to HK$1,352.8 million, which included the payment of dividends and interest expenses of HK$861.4 million and the net increase of HK$2,215.3 million in borrowings.

Liquidity and Financial Resources

As at 30 June 2015, the Group's cash and deposits (including restricted bank deposits and time deposits with maturity over three months) were HK$8,912.6 million (31 December 2014: HK$7,554.1 million) and principally denominated in Renminbi ("RMB"). The Group's total borrowings as at 30 June 2015 were HK$16,772.5 million (31 December 2014: HK$15,049.9 million), with HK$3,697.1 million repayable within one year, HK$11,667.3 million repayable after one year and within five years and HK$1,408.1 million repayable after five years. About 24.8% and 7.3% of the Group's borrowings were denominated in Hong Kong dollars ("HK$") and US dollars ("US$") respectively, and 67.9% were denominated in RMB.

During the period under review, the Group's interest expenses (including capitalised interest) amounted to HK$370.4 million, increased by 21.3% over the corresponding period of last year.

As at 30 June 2015, the gearing ratio (ratio of total borrowings to total equity) and current ratio (ratio of current assets to current liabilities) of the Group were 65.5% (31 December 2014: 59.0%) and 1.5 (31 December 2014: 1.2) respectively. As at 30 June 2015, none of the Group's assets were pledged.

Financial Management and Policy

The Group's head office in Hong Kong is responsible for the financial risk management and the finance department is responsible for the daily financial management of the Group. One of the major objectives of the Group's treasury is to manage its foreign currency exchange rate and interest rate risk exposures. It is the Group's policy not to engage in speculative activities.

The operations of the Group are located in the PRC and its functional currency is RMB. The Group is exposed to foreign exchange risk primarily from the assets and liabilities that are denominated in currencies other than the functional currency. As at 30 June 2015, most of the Group's assets and liabilities were denominated in RMB except for certain HK$ and US$ bank borrowings. During the period under review, the Group recorded an exchange gain of HK$12.4 million as compared to the exchange loss of HK$22.2 million for the corresponding period of last year.

The Group's interest rate risk arises primarily from the fluctuation on the interest rates of borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk while borrowings issued at fixed rates expose the Group to fair value interest rate risk. As at 30 June 2015, the Group's total borrowings were HK$16,772.5 million, of which approximately 66.5% were at floating interest rate while the remaining 33.5% were at fixed interest rate.

The Group closely monitors its foreign exchange rate and interest rate risk exposures from time to time. During the period under review, no hedging arrangement was entered into in respect of foreign exchange risk exposure.

MATERIAL DISPOSALS

Material disposals of Group during the period under review were as follows:

1. disposal of the entire 51% equity interest in Tianjin Gangjun Logistics Development Co., Ltd. ("Gangjun Logistics Co") for a cash consideration of RMB237.4 million. After the disposal, the Group did not hold any equity interest in Gangjun Logistics Co and Gangjun Logistics Co ceased to be a subsidiary of the Group.

2. disposal of the entire 55% equity interest in Tianjin Lanta Development Co., Ltd. ("Lanta Co") for a cash consideration of RMB57.9 million. After the disposal, the Group did not hold any equity interest in Lanta Co and Lanta Co ceased to be a subsidiary of the Group.

CAPITAL EXPENDITURE AND COMMITMENTS

In the first half of 2015, additions to property, plant and equipment of the Group amounted to HK$1,056.0 million, primarily for construction of new terminals and depots, and renovation of terminals and depots. As at 30 June 2015, the Group's capital expenditure commitments (including authorised but not contracted for) in respect of property, plant and equipment amounted to HK$3,402.7 million (31 December 2014: HK$4,599.9 million).

CONTINGENT LIABILITIES

The Group did not have any material contingent liabilities as at 30 June 2015.

GOING CONCERN

On the basis of current financial projections and facilities available, the Group has adequate financial resources to continue its operation in the foreseeable future. Accordingly, the Group continues to prepare its financial statements on a going concern basis.

EMPLOYEES

As at 30 June 2015, the Group had approximately 10,200 employees. Remuneration packages are assessed in accordance with the nature of job duties, individual performance and market trends. The remuneration policies are also regularly reviewed by the Group. Incentives of the management's remuneration package are paid in form of cash bonuses as well as share options.

REVIEW OF INTERIM RESULTS

The condensed consolidated interim financial statements for the six months ended 30 June 2015 have not been audited but have been reviewed by the independent auditor of the Company in accordance with Hong Kong Standard on Review Engagement 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. The audit committee of the Company has reviewed the interim results for the six months ended 30 June 2015.

INTERIM DIVIDEND

The Board has resolved not to declare an interim dividend for the six months ended 30 June 2015.

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 during the six months ended 30 June 2015.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company has complied with all code provisions of the Corporate Governance Code as set out in Appendix 14 to the Listing Rules throughout the six months ended 30 June 2015.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules as its code of conduct regarding securities transactions by the directors of the Company (the "Directors"). Having made specific enquiry with the Directors, all the Directors confirmed that they have complied with the required standards as set out in the Model Code throughout the six months ended 30 June 2015.

PUBLICATION OF INTERIM RESULTS

This announcement is published on the website of the Company at www.tianjinportdev.com and the HKExnews website at www.hkexnews.hk.

By Order of the Board
Tianjin Port Development Holdings Limited
Zhang Lili
Chairman

Hong Kong, 26 August 2015

As at the date of this announcement, the Board consists of Ms. Zhang Lili, Mr. Zheng Qingyue, Mr. Li Quanyong, Mr. Wang Rui and Ms. Shi Jing as executive Directors; Professor Japhet Sebastian Law, Dr. Cheng Chi Pang, Leslie and Mr. Zhang Weidong as independent non-executive Directors.

* *For identification purposes only*