

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



遠東宏信有限公司 FAR EAST HORIZON LIMITED

(Incorporated in Hong Kong with limited liability)

(Stock Code: 3360)

CNY700,000,000 5.45 per cent. Notes due 2016

(Stock code: 85937)

U.S.\$400,000,000 4.625 per cent. Notes due 2017

(Stock code: 5705)

S\$400,000,000 4.25 per cent. Notes due 2017

(Stock code: 5736)

US\$200,000,000 Senior Perpetual Capital Securities

(Stock Code: 5764)

A\$200,000,000 6.125 per cent. Notes due 2019

(Stock code: 5791)

S\$200,000,000 4.25 per cent. Notes due 2019

(Stock code: 5806)

UNAUDITED OPERATION SUMMARY FOR FIRST QUARTER OF 2016 AS AT 31 MARCH 2016

This announcement sets out the unaudited operation summary of Far East Horizon Limited (the “Company”) and its subsidiaries (the “Group”) for the first quarter ended 31 March 2016 (the “Period under Review”).

This announcement is made in accordance with the requirements of Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”) and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

As at 31 March 2016, the Group recorded a stable growth for its operations, with total assets increased by approximately 5% from the end of 2015 (net of asset-backed securities programs (“ABS Programs”) of RMB4.3 billion completed during the Period under Review), while profit attributable to shareholders increased by approximately 10% as compared with the corresponding period of 2015. Benefited from the re-pricing cycle of liabilities in the preliminary stage upon rate cut by The People’s Bank of China, the costs for interest-bearing loans dropped significantly. Hence, net interest spread and net interest margin slightly increased as compared to that of 2015. Facing the challenging macroeconomic environment, together with the Company’s adjustment on its strategic plan for industry, segment and customer base, the growth of revenue from consultancy service has been slowed down. Meanwhile, the non-performing asset ratio of the Group basically remained stable as compared with that of the end of 2015, and the provision coverage ratio remained at a healthy level of over 200%.

In respect of operations in the healthcare sector, the Group further enhanced the operating efficiency of its invested hospitals, and the financial performance of such hospitals has significantly improved. Meanwhile, the Group has actively explored opportunities for hospital investment,

seeking to expand the scale of investments in hospitals. In respect of operations in the education and construction sector, the Group has actively facilitated the investments in various sectors such as high-end kindergartens, international high schools and equipment operation services.

In respect of securing resources, the Group put greater efforts in domestic direct financing. During the Period under Review, the Group successfully issued domestic corporate bonds and short-term commercial papers, with coupon rate recording new lows. At the same time, the Group continued to facilitate implementation of ABS Programs. During the Period under Review, the accumulated issue amount of ABS Programs amounted to RMB4.3 billion, including the first issue for the China Insurance Regulatory Commission ABS Programs. Hence, in general, the costs for interest-bearing loans dropped significantly during the Period under Review.

CAUTION STATEMENT

The board of directors (the “Board”) of the Company hereby reminds investors that the above operation summary for the first quarter ended 31 March 2016 is based on the Group’s internal data and management accounts which are not reviewed or audited by auditors. In the meantime, investors are advised to exercise caution in dealing in the shares of the Company.

Words such as “may”, “could”, “will”, “expect”, “intend”, “estimate”, “anticipate”, “believe”, “plan”, “seek”, “continue” or similar expressions in this announcement are forward-looking statements. These forward-looking statements are not guarantees of future performance. Rather, they are based on current views and assumptions and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of the Group and are difficult to predict, that will or may cause actual results to differ materially from any future results or developments expressed or implied from the forward-looking statements. Such risks and uncertainties include the effects of volatility in domestic and international financial markets and macro-economics, economic conditions in individual markets in which the Group operates, and other factors affecting the level of Group’s business activities and the costs and availability of financing for Group’s activities.

Any forward-looking statements contained in this announcement should not be taken as a representation that such trends or activities will continue in the future. No statement in this announcement is intended to be a profit forecast or to imply that the earnings of the Group as at the date of this announcement or in future will necessarily match or exceed the historical or published earnings of the Group. Each forward-looking statement speaks only as of the date of the particular statement. The Group expressly disclaims any obligation or undertaking to release publicly any updated figures or revisions to any forward-looking statements contained herein to reflect any change in the Group’s expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based.

By Order of the Board
Far East Horizon Limited
KONG Fanxing
Chief Executive Officer and Executive Director

Hong Kong, 22 April 2016

As at the date of this announcement, the executive directors of the Company are Mr. KONG Fanxing and Mr. WANG Mingzhe, the non-executive directors of the Company are Mr. NING Gaoning (Chairman), Mr. YANG Lin, Dr. CHEN Guogang, Mr. LIU Haifeng David, Mr. KUO Ming-Jian and Mr. John LAW, and the independent non-executive directors of the Company are Mr. CAI Cunqiang, Mr. HAN Xiaojing, Mr. LIU Jialin and Mr. YIP Wai Ming.