China Singyes Solar Technologies Holdings Limited
中國興業太陽能技術控股有限公司

(incorporated in Bermuda with limited liability)

(Stock Code: 750)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2017

The board of directors (the "Directors", collectively referred to as the "Board") of China Singyes Solar Technologies Holdings Limited (the "Company") is pleased to announce the interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2017 (the "Period").

FINANCIAL HIGHLIGHTS

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Revenue	**2,905,083**	2,718,138
EBITDA*	**508,815**	480,101
Profit before tax	**145,832**	401,139
Income tax expense	**(64,846)**	(75,595)
Profits attributable to owners of the Company	**79,983**	315,698
Gross profit margin	**20.8%**	21.2%
EBITDA margin	**17.5%**	17.7%
Earnings per share attributable to ordinary equity holders		
– Basic	**RMB0.096**	RMB0.452
– Diluted	**RMB0.096**	RMB0.431

* Earnings before interest, tax, depreciation and amortisation, fair value gains on conversion rights of convertible bonds, fair value loss on derivative financial instruments, and gain/(loss) on disposal of property, plant and equipment

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Notes	For the six months ended 30 June 2017 RMB'000 (unaudited)	2016 RMB'000 (unaudited)
Revenue	3	**2,905,083**	2,718,138
Cost of sales		**(2,300,064)**	(2,142,772)
Gross profit		**605,019**	575,366
Tariff adjustment	3	**74,087**	37,561
Other income and gains		**44,313**	191,104
Selling and distribution expenses		**(69,426)**	(60,163)
Administrative expenses		**(203,431)**	(172,899)
Other expenses		**(45,561)**	(6,221)
Finance costs		**(261,436)**	(189,903)
Share of losses of associates		**(9,478)**	(17,019)
Fair value gains on conversion rights of convertible bonds		**11,745**	43,313
Profit before tax	4	**145,832**	401,139
Income tax expense	5	**(64,846)**	(75,595)
Profit for the period		**80,986**	325,544
Other comprehensive income/(loss) for the period:			
Other comprehensive income to be reclassified to profit or loss in subsequent periods:			
Avaitable-for-sale investments:			
Change in fair value		**1,865**	–
Other comprehensive income/(loss) not to be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of financial statements		**44,896**	(29,901)
Other comprehensive income/(loss) for the period		**46,761**	(29,901)
Total comprehensive income for the period		**127,747**	295,643
Profit attributable to:			
Owners of the Company		**79,983**	315,698
Non-controlling interests		**1,003**	9,846
		80,986	325,544
Total comprehensive income attributable to:			
Owners of the Company		**126,640**	285,797
Non-controlling interests		**1,107**	9,846
		127,747	295,643
Earnings per share attributable to ordinary equity holders of the Company			
– Basic	6	**RMB0.096**	RMB0.452
– Diluted	6	**RMB0.096**	RMB0.431

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	**30 June 2017 RMB'000 (unaudited)**	31 December 2016 RMB'000
Non-current assets			
Property, plant and equipment		**4,491,187**	4,363,547
Investment Properties		**75,971**	68,150
Prepaid land lease payments		**205,028**	203,001
Intangible assets		**2,849**	3,105
Payments in advance		**8,067**	9,114
Investments in associates		**1,648**	11,126
Deferred tax assets		**31,732**	32,288
Available-for-sale investments		**86,071**	80,512
Pledged deposits		**17,352**	17,352
Total non-current assets		**4,919,905**	4,788,195
Current assets			
Inventories		**137,335**	182,600
Construction contracts		**814,574**	710,543
Trade and bills receivables	*8*	**3,331,130**	3,373,065
Prepayments, deposits and other receivables	*8*	**936,965**	871,083
Derivative financial instruments	*10*	**7,638**	22,961
Pledged deposits		**326,756**	365,879
Cash and cash equivalents		**2,460,090**	680,205
Total current assets		**8,014,488**	6,206,336
Current liabilities			
Trade and bills payables	*9*	**1,367,971**	1,345,952
Other payables and accruals		**760,591**	510,622
Bank advances for discounted bills		**14,004**	144,949
Derivative financial instruments	*10*	**10,922**	–
Interest-bearing bank and other loans		**1,338,765**	1,148,300
Tax payable		**25,044**	21,939
Convertible bonds	*11*	**656,231**	–
Senior notes	*12*	**770,391**	554,211
Dividend payable	*7*	**50,675**	–
Total current liabilities		**4,994,594**	3,725,973
Net current assets		**3,019,894**	2,480,363
Total assets less current liabilities		**7,939,799**	7,268,558

	Notes	30 June 2017 RMB'000 (unaudited)	31 December 2016 RMB'000
Non-current liabilities			
Convertible bonds	*11*	**–**	719,216
Senior notes	*12*	**1,731,199**	216,792
Interest-bearing bank and other loans		**1,579,594**	1,769,970
Deferred tax liabilities		**86,860**	86,860
Deferred income		**264,297**	271,470
Total non-current liabilities		**3,661,950**	3,064,308
Net assets		**4,277,849**	4,204,250
Equity			
Equity attributable to owners of the Company			
Issued capital	*13*	**55,785**	55,785
Reserves		**4,166,349**	4,086,037
		4,222,134	4,141,822
Non-controlling interests		**55,715**	62,428
Total equity		**4,277,849**	4,204,250

NOTES TO INTERIM CONDENSED FINANCIAL INFORMATION FOR THE SIX MONTHS ENDED 30 JUNE 2017

1. CORPORATE INFORMATION

China Singyes Solar Technologies Holdings Limited (the "Company") was incorporated as an exempted company with limited liability in Bermuda on 24 October 2003. The registered office of the Company is located at Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda. The principal place of business of the Company is located at Unit 3108, 31st Floor, China Merchants Tower, Shun Tak Centre, 168-200 Connaught Road Central, Hong Kong.

During the six months ended 30 June 2017 (the "Period"), the Company and its subsidiaries (collectively referred to as the "Group") were principally engaged in the design, manufacturing, supply and installation of conventional curtain walls and building integrated solar photovoltaic system, as well as the manufacture and sale of solar power products. There were no significant changes in the nature of the Group's principal activities during the Period.

In the opinion of the directors, the parent and the ultimate holding company of the Company is Strong Eagle Holdings Limited, which was incorporated in the British Virgin Islands.

2.1. BASIS OF PREPARATION

The unaudited interim condensed financial information for the Period has been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34").

The unaudited interim condensed financial information does 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 December 2016.

2.2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this unaudited interim condensed financial information are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2016, except for the adoption of the following amendments to a number of International Financial Reporting Standards issued by the International Accounting Standards Board that are mandatory for the first time for the financial year beginning on 1 January 2017.

Amendments to IAS 7	*Disclosure Initiative*
Amendments to IAS 12	*Recognition of Deferred Tax Assets for Unrealised Losses*
Amendments to IFRS 12 including in *Annual Improvements 2014-2016 Cycle*	*Clarification of the Scope of the Standard*

The adoption of these amendments has had no significant financial effect on the financial position or performance of the Group.

3. OPERATING SEGMENT INFORMATION AND REVENUE

Revenue represents an appropriate proportion of contract revenue of construction contracts; net of government surcharges and the invoiced value of goods and electricity sold, net of value-added tax and government surcharges.

The Group's revenue and contribution to profit for the Period were mainly derived from construction and installation of curtain walls (including solar power products), as well as operation and management of solar photovoltaic power station, which is regarded as a single reportable segment in a manner consistent with the way in which information is reported internally to the Group's senior management for the purpose of resources allocation and performance assessment. In addition, the principal assets employed by the Group are located in Mainland China. Accordingly, no segment analysis is presented other than entity-wide disclosures.

Information about products and services

The following table sets forth the total revenue from external customers by product and service and the percentage of total revenue by product and service during the Period:

	For the six months ended 30 June			
	2017		2016	
	RMB'000	***%***	*RMB'000*	*%*
	(unaudited)		*(unaudited)*	
Construction contracts	**2,323,323**	**80.0**	2,028,089	74.6
Sale of goods	**529,516**	**18.2**	655,417	24.1
Rendering of design services	**4,453**	**0.2**	3,645	0.1
Sale of electricity	**47,791**	**1.6**	30,987	1.2
Revenue	**2,905,083**	**100.0**	2,718,138	100.0
Tariff adjustment*	**74,087**		37,561	

* Tariff adjustment represents subsidies receivable from the government authorities in respect of the Group's solar photovoltaic power station operation business.

Geographical information

(a) Revenue from external customers

	For the six months ended 30 June			
	2017		2016	
	RMB'000	***%***	*RMB'000*	*%*
	(unaudited)		*(unaudited)*	
Domestic – Mainland China*	**2,602,389**	**89.6**	2,529,080	93.1
Malaysia	**3,866**	**0.1**	50,907	1.9
Macau	**13,402**	**0.5**	107,161	3.9
Hong Kong	**146,240**	**5.0**	30,990	1.1
Oceania	**139,186**	**4.8**	–	–
	2,905,083	**100.0**	2,718,138	100.0

* The place of domicile of the Group's principal operating subsidiaries is Mainland China. The principal revenues of the Group are generated in Mainland China.

(b) Non-current assets

	30 June 2017		31 December 2016	
	RMB'000	***%***	*RMB'000*	*%*
	(unaudited)			
Mainland China	**4,778,048**	**99.5**	4,639,545	99.5
Hong Kong	**22,184**	**0.5**	24,436	0.5
Others	**222**	**0.0**	288	0.0
	4,800,454	**100.0**	4,664,269	100.0

The non-current asset information above is based on the locations of the assets and excludes investments in associates, deferred tax assets and available-for-sale investments.

Information about major customers

Revenue from each of the major customers, which amounted to 10% or more of the total revenue, is set out below:

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Customer A	*	359,857
Customer B	**461,772**	*

* Less then 10%

4. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Cost of construction contracts and design services	**1,810,130**	1,575,898
Cost of inventories sold	**444,365**	536,487
Cost of electricity sold	**45,569**	30,387
Depreciation of property, plant and equipment	**86,180**	75,565
Depreciation of investment properties	**705**	–
Amortisation of prepaid land lease payments	**1,831**	1,126
Amortisation of intangible assets	**413**	449
Total depreciation and amortisation	**89,129**	77,140
Employee benefit expense (including directors' and chief executive's remuneration):		
Wages and salaries and relevant benefits	**162,872**	134,449
Pension scheme contributions	**4,322**	3,984
Equity-settled share option expense	**6,527**	7,568
	173,721	146,001
Minimum lease payments under operating leases	**7,330**	3,422
Research costs	**5,018**	4,543
Auditors' remuneration	**2,350**	1,612
Transaction costs related to listing shares of a subsidiary	**5,185**	7,219
Provision/(reversal of provision) for impairment of trade receivables	**(2,414)**	1,227
Losses on settlement of derivative financial instruments	**4,830**	–
Fair value loss on derivative financial instruments	**24,149**	–
Losses/(gains) on disposal of items of property, plant and equipment	**14**	(144,768)
Exchange losses/(gains), net	**11,059**	(12,930)

5. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the respective countries or jurisdictions in which members of the Group are domiciled and operate.

Pursuant to the rules and regulations of Bermuda, Samoa and the British Virgin Islands, the Group is not subject to any income tax in Bermuda, Samoa and the British Virgin Islands.

No provision for Hong Kong, Macau, Malaysia, Singapore and Nigeria profits tax has been made as the Group had no assessable profits derived from or earned in Hong Kong, Macau, Malaysia, Singapore and Nigeria during the Period.

Mainland China profits tax has been provided at the respective corporate income tax ("CIT") rates applicable to the subsidiaries located in Mainland China as determined in accordance with the relevant income tax rules and regulations of the People's Republic of China (the "PRC") for the Period.

The major components of income tax expense for the Period are as follows:

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Current – Charge for the Period		
– Mainland China	**64,290**	71,538
– Macau	**–**	1,231
Deferred	**556**	2,826
Total tax charge for the Period	**64,846**	75,595

6. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic earnings per share amount is based on the profit for the Period attributable to ordinary equity holders of the Company, and the weighted average number of ordinary shares of 834,073,195 (six months ended 30 June 2016: 695,060,996) in issue during the Period.

The calculation of the diluted earnings per share amount is based on the profit for the Period attributable to ordinary equity holders of the Company as used in the basic earnings per share calculation, adjusted to reflect the interest on the convertible bonds and fair value changes on the conversion rights of the convertible bonds, where applicable (see below). The weighted average number of ordinary shares used in the calculation is the weighted average number of ordinary shares in issue during the Period, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise or conversion of all dilutive potential ordinary shares into ordinary shares.

The calculations of basic and diluted earnings per share are based on:

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Earnings		
Profit attributable to ordinary equity holders of the Company used in the basic earnings per share calculation	**79,983**	315,698
Interest on convertible bonds *(note 11)**	–	60,018
Less: fair value gains on the conversion rights of the convertible bonds *(note 11)**	–	(43,313)
Profits attributable to ordinary equity holders of the Company before interest on convertible bonds and fair value gains on the conversion rights of the convertible bonds	**79,983**	332,403

	For the six months ended 30 June	
	Number of shares	
	2017	2016
	(unaudited)	*(unaudited)*
		Restated
Shares		
Weighted average number of ordinary shares in issue during the Period used in the basic earnings per share calculation*	**834,073,195**	698,111,420
Effect of dilution – weighted average number of ordinary shares:		
Share options	**2,125,888**	1,346,626
Convertible bonds**	–	72,338,025
	836,199,083	771,796,071

* The weighted average numbers of ordinary shares for the purpose of basic and diluted earnings per share for the six months ended 30 June 2016 have been adjusted and restated for the rights issue, which was completed on 19 July 2016, on the basis of one rights share for every five existing shares held by shareholders of the Company at the price of HK$2.60 per share.

** The exercises of convertible bonds for the Period were not assumed for the computation of diluted earnings per share for the Period since assuming such exercises would result in an increase in earnings per share.

7. DIVIDENDS

No interim dividend was proposed by the directors of the Company in respect of the Period (six months ended 30 June 2016: Nil).

The proposed final dividend of HK$0.07 per ordinary share for the year ended 31 December 2016 amounting to RMB50,675,000 was declared and paid in July 2017.

8. TRADE AND BILLS RECEIVABLES, PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	30 June 2017 *RMB'000* *(unaudited)*	31 December 2016 *RMB'000*
Trade and bills receivables		
Trade receivables	**3,159,281**	3,122,110
Bills receivables	**218,252**	299,772
Less: impairment	**(46,403)**	(48,817)
	3,331,130	3,373,065

As at 30 June 2017, trade receivables contained retention money receivables of RMB304,226,000 (31 December 2016: RMB355,523,000). Retention money receivables are normally collected within one to five years after the completion of the relevant construction work.

An ageing analysis of the trade and bills receivables as at the end of the reporting period, based on billing date and net of impairment, is as follows:

	30 June 2017 *RMB'000* *(unaudited)*	31 December 2016 *RMB'000*
Within 3 months	**1,469,337**	1,630,871
3 to 6 months	**520,738**	372,652
6 to 12 months	**932,601**	1,057,272
1 to 2 years	**352,853**	172,676
2 to 3 years	**42,538**	128,829
Over 3 years	**13,063**	10,765
	3,331,130	3,373,065

	30 June 2017 RMB'000 (unaudited)	31 December 2016 RMB'000
Prepayments, deposits and other receivables		
Prepayments to subcontractors and suppliers	**241,531**	135,386
Deposits	**86,772**	55,745
Tariff adjustment receivables*	**161,741**	122,009
Prepaid listing fees of a subsidiary	**4,744**	3,084
Other receivables	**446,755**	559,437
	941,543	875,661
Less: impairment	**(4,578)**	(4,578)
	936,965	871,083

* The Group's tariff adjustment receivables from the sale of electricity are mainly receivables from the State Grid. Tariff adjustment receivables represented the government subsidies on renewable energy for ground projects to be received from the State Grid based on the existing government policies.

9. TRADE AND BILLS PAYABLES

An ageing analysis of the trade and bills payables as at the end of the reporting period, based on the invoice date or issuance date, where appropriate, is as follows:

	30 June 2017 RMB'000 (unaudited)	31 December 2016 RMB'000
Within 3 months	**681,559**	834,118
3 to 6 months	**484,699**	366,059
6 to 12 months	**147,570**	89,032
1 to 2 years	**29,291**	33,496
2 to 3 years	**8,016**	9,641
Over 3 years	**16,836**	13,606
	1,367,971	1,345,952

The trade and bills payables are non-interest-bearing and are normally settled within one to six months.

10. DERIVATIVE FINANCIAL INSTRUMENTS

	Notes	**30 June 2017**		31 December 2016	
		RMB'000	***RMB'000***	*RMB'000*	*RMB'000*
		Assets	***Liabilities***	*Assets*	*Liabilities*
		(unaudited)	***(unaudited)***		
Swaps at fair value:					
Cross-currency interest rate swaps	*(a)*	**7,638**	**–**	22,961	–
Interest rate swaps	*(b)*	**–**	**–**	–	–
Currency swaps	*(c)*	**–**	**10,922**	–	–
		7,638	**10,922**	22,961	–

Derivative financial instruments represent fair values gains on cross-currency interest rate swap contracts and losses on currency swaps contracts as at 30 June 2017.

Notes:

(a) The Group uses cross-currency interest rate swaps to manage its currency and interest risks. On 28 January 2016 and 2 November 2016, the Group entered into cross-currency interest rate swap contracts with the banks, covering a period from 19 February 2016 to 13 August 2018. The cross-currency interest rate swap contracts entitle the Group to receive interest at floating rates on an aggregate notional principal of US$100 million and to pay interest at fixed rates on aggregate notional principal of RMB669 million simultaneously. The Group agreed with the banks to swap the interest difference between fixed rate and floating rate, as well as the currency difference between US$ and RMB, respectively, on the respective deemed notional principal amounts on a three-month basis.

(b) The Group uses interest rate swaps to manage its interest rate risk. On 30 June 2015, the Group entered into interest rate swap contracts with the bank, covering periods from 30 June 2015 to 29 June 2018. The interest rate swap contracts entitle the Group to receive interest at floating rate on an aggregate notional principal of US$5 million (equivalent to approximately RMB33 million) and to pay interest at fixed rate on the same notional principal amount simultaneously. The Group agreed with the bank to swap the interest difference between fixed rate and floating rate, on the deemed notional principal amount on a three-month basis. As at 30 June 2017, the fair value of the interest rate swaps was estimated to be zero.

(c) The Group uses currency swaps to manage its currency risks. On 10 March 2017 and 13 March 2017, the Group entered into currency swap contracts with banks, covering a period from 14 March 2017 to 15 February 2019. The currency swap contracts entitle the Group to receive interest at fixed rates on an aggregate notional principal of US$60 million and to pay interest at fixed rates on an aggregate notional principal of RMB414 million simultaneously. The Group agreed with the banks to swap the currency difference between US$ and RMB, on the respective deemed notional principal amounts on a six-month basis.

11. CONVERTIBLE BONDS

	Notes	**30 June 2017** **RMB'000** ***(unaudited)***	31 December 2016 *RMB'000*
Convertible bonds, liability component	*(a)*	**652,749**	703,989
Fair value of embedded derivatives	*(b)*	**3,482**	15,227
		656,231	719,216

On 8 August 2014, the Company issued 930 units of 5% convertible bonds in the denomination of RMB1,000,000 each due 8 August 2019 (the "2019 Convertible Bonds") with a nominal value of RMB930,000,000. The Company repurchased 6 units of these convertible bonds during the year ended 31 December 2015 and 108 units during the Period, respectively.

Pursuant to the terms and conditions of the subscription agreement dated 8 August 2014, the conversion price of the 2019 Convertible Bonds was adjusted from HK$15.72 to HK$15.41 during the Period due to the cash dividends declared.

As the Company will, at the option of the holder of any 2019 Convertible Bonds, redeem all or some only of such holder's 2019 Convertible Bonds on 8 August 2017 at the US Dollar equivalent of the RMB principal amount, the convertible bonds were reclassified as current liabilities as at 30 June 2017. Please refer to the Group's annual financial statements for the year ended 31 December 2016 for details of salient terms and conditions of the 2019 Convertible Bonds.

The fair value of the 2019 Convertible Bonds was determined by an independent qualified valuer based on the binomial option pricing model. The carrying amount of the liability component on initial recognition was measured at the proceeds of the 2019 Convertible Bonds (net of transaction costs) minus the fair value of the conversion rights of the 2019 Convertible Bonds.

(a) Liability component

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Liability component at 1 January	**703,989**	634,017
Effective interest recognised for the Period	**56,780**	60,018
Loss on repurchase of bonds	**22,461**	–
Interest paid during the Period	**(22,481)**	(23,037)
Repurchase of convertible bonds	**(108,000)**	–
Liability component at 30 June	**652,749**	670,998

(b) Conversion rights

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Fair value of conversion rights at 1 January	**15,227**	63,552
Less: fair value changes of conversion rights	**(11,745)**	(43,313)
Fair value of conversion rights at 30 June	**3,482**	20,239

The fair value change in the conversion rights for the Period was RMB11,745,000 (six months ended 30 June 2016: RMB43,313,000), which was recognised in profit or loss and disclosed separately. The related interest expense of the liability component of the 2019 Convertible Bonds for the Period amounted to RMB79,241,000 (six months ended 30 June 2016: RMB60,018,000), including loss on repurchase of bonds and effective interest recognised which is calculated by using the effective interest method with an effective interest rate of 17.79% per annum.

12. SENIOR NOTES

	Notes	30 June 2017 RMB'000 (unaudited)	31 December 2016 RMB'000
2017 Senior Notes	*(a)*	**557,150**	554,211
2018 Senior Notes	*(b)*	**213,241**	216,792
2019 Senior Notes	*(c)*	**1,731,199**	–
		2,501,590	771,003

(a) 2017 Senior Notes

On 21 November 2014, the Company issued 7.875% senior notes with an aggregate nominal value of RMB560,000,000 (the "2017 Senior Notes") at face value. The net proceeds, after deducting the issuance costs, amounted to approximately RMB542,327,000. The 2017 Senior Notes will mature on 21 November 2017 and have been listed on The Stock Exchange of Hong Kong Limited ("HKSE") (stock code: 85704).

Please refer to the Group's annual financial statements for the year ended 31 December 2016 for details of major terms and conditions of the 2017 Senior Notes.

As the estimated fair value of the early redemption right was insignificant at initial recognition, the embedded derivative was not separately accounted for. The effective interest rate is approximately 9.33% per annum after the adjustment for transaction costs.

The 2017 Senior Notes recognised in the consolidated statement of financial position are calculated as follows:

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Carrying amount at 1 January	**554,211**	548,200
Effective interest recognised for the Period	**24,989**	24,842
Interest paid during the Period	**(22,050)**	(22,050)
Carrying amount at 30 June	**557,150**	550,992
Fair value of the 2017 Senior Notes *	**563,870**	496,272

* The fair values of the 2017 Senior Notes are determined based on the price quoted on the HKSE on 30 June 2017.

(b) 2018 Senior Notes

On 9 February 2015, the Company issued 7.75% senior notes with an aggregate nominal value of HK$250,000,000 (equivalent to approximately RMB197,150,000) at face value, which will mature in February 2018 (the "2018 Senior Notes"). The 2018 Senior Notes will only be offered outside the United States in compliance with Regulation S under the United States Securities Act of 1933, as amended. None of the 2018 Senior Notes will be offered to the public in Hong Kong and none of the 2018 Senior Notes will be placed to any connected persons of the Company. The net proceeds, after deducting the issuance costs, amounted to approximately RMB182,492,000.

Please refer to the Group's annual financial statements for the year ended 31 December 2016 for details of major terms and conditions of the 2018 Senior Notes.

As the estimated fair value of the early redemption right was insignificant at initial recognition, the embedded derivative was not separately accounted for. The effective interest rate is approximately 11.06% per annum after the adjustment for transaction costs.

The 2018 Senior Notes recognised in the consolidated statement of financial position are calculated as follows:

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Carrying amount at 1 January	**216,792**	198,492
Effective interest recognised for the Period	**11,366**	10,478
Interest paid during the Period	**(8,420)**	(8,056)
Exchange realignment	**(6,497)**	3,564
Carrying amount at 30 June	**213,241**	204,478
Fair value of the 2018 Senior Notes *	**226,945**	213,806

* The fair value of the 2018 Senior Notes is calculated by discounting the contractual cash flows over the remaining contractual term of the 2018 Senior Notes at the risk free interest rate plus credit spread and liquidity spread.

(c) 2019 Senior Notes

On 15 February 2017, the Company issued 7.95% senior notes with an aggregate nominal value of US$260,000,000 (equivalent to approximately RMB1,785,350,000) at face value, which will mature in February 2019 (the "2019 Senior Notes"). The 2019 Senior Notes will only be offered outside the United States in compliance with Regulation S under the United States Securities Act of 1933, as amended ("Regulation S"). The 2019 Senior Notes initially were sold to a small number of financial institutions, none of which was offered to the public in Hong Kong or to any connected persons of the Company, and they have been listed on the HKSE (stock code: 5372). The net proceeds, after deducting the issuance costs, amounted to approximately RMB1,749,691,000.

The major terms and conditions of the 2019 Senior Notes are as follows:

Not later than 30 days following a change of control (means when Mr. Liu Hongwei ceases for any reason to be the majority shareholder of the Company or any other events lead to the significant change of the ownership structure of the Company, "Change of Control"), the Company will make an offer to purchase all outstanding 2019 Senior Notes ("2019 Senior Notes Change of Control Offer") at a purchase price equal to 101% of the principal amount thereof plus accrued and unpaid interest, if any, to (but not including) the 2019 Senior Notes Change of Control Offer payment date.

The effective interest rate is approximately 9.27% per annum after the adjustment for transaction costs.

The 2019 Senior Notes recognised in the consolidated statement of financial position are calculated as follows:

	RMB'000
Nominal value of 2019 Senior Notes	**1,785,350**
Issue costs	**(35,659)**
Fair value at date of issuance	**1,749,691**
Effective interest recognised for the Period	**58,355**
Interest payable during the Period	**(52,510)**
Exchange realignment	**(24,337)**
Carrying amount at 30 June 2017	**1,731,199**
Fair value of the 2019 Senior Notes *	**1,836,015**

* The fair values of the 2019 Senior Notes are determined based on the price quoted on the HKSE on 30 June 2017.

13. SHARE CAPITAL

Shares

	30 June 2017	31 December 2016
	US$'000	*US$'000*
	(unaudited)	
Authorised:		
1,200,000,000 ordinary shares of US$0.01 each	**12,000**	12,000
Issued and fully paid:		
834,073,195 (31 December 2016: 834,073,195) ordinary shares of US$0.01 each	**8,341**	8,341
Equivalent to RMB'000	**55,785**	55,785

There was no movement in the Company's issued share capital during the Period.

14. CONTINGENT LIABILITIES

At the end of the reporting period, the Group had no significant contingent liabilities.

15. OPERATING LEASE ARRANGEMENTS

(a) As lessor

The Group leases its investment properties under operating lease arrangements, with leases negotiated for terms ranging from three to four years.

At 30 June 2017, the Group had total future minimum lease receivables under non-cancellable operating leases with its tenants falling due as follows:

	30 June 2017	31 December 2016
	RMB'000	*RMB'000*
	(unaudited)	
Within one year	**2,483**	2,483
In the second to fifth years, inclusive	**3,639**	4,880
	6,122	7,363

(b) As lessee

The Group leases certain of its office premises and land under operating lease arrangements. Leases for properties and land are negotiated for terms of one to twenty five years. At the end of the reporting period, the Group had total future minimum lease payments under non-cancellable operating leases falling due as follows:

	30 June 2017	31 December 2016
	RMB'000	*RMB'000*
	(unaudited)	
Within one year	**1,934**	2,532
In the second to fifth years, inclusive	**2,648**	3,279
After five years	**4,347**	4,281
	8,929	10,092

16. COMMITMENTS

In addition to the operating lease commitments detailed in note 15 above, the Group had the following capital commitments at the end of the reporting period:

	30 June 2017	31 December 2016
	RMB'000	*RMB'000*
	(unaudited)	
Contracted, but not provided for:		
Construction of buildings and solar photovoltaic power stations	**372,568**	205,533
Purchase of machinery	**1,025**	788
Purchase of patent	**14,400**	–
Capital contributions to be injected into associates	**12,000**	12,000
	399,993	218,321

17. RELATED PARTY TRANSACTIONS AND BALANCES

(a) The Group had the following transactions with related parties during the Period:

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Associates:		
Sales of products	**219,294**	235,322
Construction contracts	**77,978**	65,406
	297,272	300,728
Interest-free advances	**38,455**	12,412
Interest from loan	**1,595**	–
Loan*	**–**	50,000

The sales and construction services provided to associates were made according to the published prices and conditions offered to the major customers of the Group.

* The loan to an associate is interest-bearing at fixed rate of 4.75% per annum, which will fall due in 2017, which is secured by the rights on the annual return of a 100MW solar photovoltaic power station.

(b) Other transactions with related parties

As at 30 June 2017, details of bank and other loan guarantees provided by related parties of the Group for nil consideration are as follows:

(i) the Group's bank and other loans of RMB652,755,000 were guaranteed by Mr. Liu Hongwei;

(ii) the Group's bank and other loans of RMB322,000,000 were guaranteed jointly by Messrs. Liu Hongwei and Sun Jinli;

(iii) the Group's bank loans of RMB114,710,000 were guaranteed jointly by Messrs. Liu Hongwei and Xie Wen;

(iv) the Group's bank loans of RMB50,000,000 were guaranteed jointly by Messrs. Liu Hongwei, Sun Jinli and Xie Wen;

(v) the Group's bank loans of RMB87,500,000 were jointly guaranteed by Mr. Liu Hongwei and his spouse, Ms. Li Wei, and Mr. Sun Jinli and his spouse, Ms. Wang Yanfang;

(vi) the Group's bank loans with a principal of HK$357,765,000 (equivalent to approximately RMB310,511,000) were guaranteed jointly by Messrs. Liu Hongwei and Sun Jinli; and

(vii) the Group's bank loans with a principal of US$1,982,000 (equivalent to approximately RMB13,427,000) were guaranteed jointly by Messrs. Liu Hongwei and Sun Jinli.

(c) Outstanding balances with related parties

	31 June 2017	31 December 2016
	RMB'000	*RMB'000*
	(unaudited)	
Due from associates:		
Trade receivables	**575,521**	371,270
Other receivables	**138,030**	97,980
	713,551	469,250
Due to an associate:		
Other payables	**–**	3,892

Trade receivables are unsecured and interest-free. The credit terms granted to the associates are consistent with the terms offered to the major customers of the Group.

Except the balances of approximately RMB68,110,000 (31 December 2016: RMB68,110,000) due from an associate which are secured by the rights on the annual return of the 100MW solar photovoltaic power station, bear interest at 4.75% per annum and will fall due in 2017, other balances included in other receivables due from the associates are unsecured, interest-free and have no fixed terms of repayment.

(d) Compensation of key management personnel of the Group

	For the six months ended 30 June	
	2017	2016
	RMB'000	*RMB'000*
	(unaudited)	*(unaudited)*
Salaries, allowances and benefits in kind	**6,597**	5,476
Pension scheme contributions	**94**	99
	6,691	5,575

18. EVENTS AFTER THE REPORTING PERIOD

(a) On 21 July 2017, the Group completed the spin-off of China Singyes New Materials Holdings Limited ("Singyes New Materials") through a separate listing on the Growth Enterprise Market of the Hong Kong Stock Exchange (the "Spin-Off"). The Spin-Off involved the offering of 120,000,000 shares of US$0.01 each by Singyes New Materials at an offer price of HK$1 per share, which raised a total cash proceeds of HK$120,000,000 (equivalent to approximately RMB104,813,501), before deducting related expenses. Immediately following the completion of the Spin-Off, the Group's equity interest in Singyes New Materia was diluted from 90.1% to 67.6%.

(b) On 8 August 2017, the Company, at the option of the bondholders, redeemed 720 units of the 2019 Convertible Bonds at total consideration of RMB740,400,000, including par value and accrued interest.

MANAGEMENT DISCUSSION AND ANALYSIS

Business overview

We are a professional renewable energy solution provider and building contractor. Our main businesses are design, fabrication and installation of curtain wall, green building and solar projects. Solar projects included Building Integrated Photovoltaic System ("BIPV") system, roof top solar system and ground mounted solar system (collectively "Solar EPC"); we also engaged in the manufacturing and sale of renewable energy goods. Our BIPV system involves (i) the integration of photovoltaic technology into the architectural design of buildings and structures and (ii) conversion of solar energy into electricity for use. Our system allows the electricity generated from solar panels to be connected to the power grid of a building and the electricity generated from sun power will be consumed simultaneously. No extra electricity storage cost is required. In addition, we also engage in the production and sale of renewable energy goods, including smart grid system and solar thermal system. In 2011, we also started a new business called Indium Tin Oxide ("ITO") business or "New Material" business. Leveraging on our track record and extensive experience in our curtain wall business, we will further strengthen and develop our renewable energy business in respect of BIPV systems and renewable energy goods. Apart from the above, we also provide engineering design services and engage in the sale of curtain wall materials. Our Group will endeavour to continue our focus on solar business. In the long run, we will aspire and strive to grow into an enterprise with a focus on renewable energy business.

Curtain wall and green building business

The demands in both domestic and overseas construction industry were relatively stable compared to the first half of 2016, revenue from curtain wall and green building business slightly increased by 2.2%. We anticipate contribution from the overseas market will be growing as the construction progress of the sizeable contracts is on schedule.

Solar EPC business

The Group has firstly entered into the Solar EPC market in China in 2007, because of the strong support by the Golden Sun Demonstration Project ("Golden Sun"), our Solar EPC business recorded a significant growth over the past few years. The demand for solar in China remains strong, total installation in 2016 was 34.5GW, up 128% year-on-year, compared to 15.1GW in 2015.

Development of renewable energy goods

Apart from Solar EPC, we also produce different kind of renewable energy goods.

Renewable energy goods include solar photovoltaic materials and solar thermal products. Solar thermal products include air-source heat pump, solar heat collectors and solar heating system. Our long-term strategy is, through our innovative research and development team, to diversify the application of solar, and to widen the solar application in different area, like rural application and irrigation.

Self-develop solar projects

At 30 June 2017, the Group had around 329.2MW of grid connected solar projects, of which 54.6MW projects are under the Golden Sun or Distributed Power ("DG") program and the remaining 274.6MW projects are ground-mounted solar farm.

Overseas business opportunities

Revenue outside China accounted for approximately 10.4% of our total revenue in the Period (first half of 2016: 6.9%), increased by 60.1% from RMB189.1 million for the six months ended 30 June 2016 to RMB302.7 million for the Period. The increase was mainly driven by the curtain wall construction contracts in Hong Kong and increase in export sales of conventional materials to Oceania regions.

In the meantime, we keep looking into opportunities in solar EPC projects in the overseas market. In December 2016, the Group secured a 100 MW of solar EPC project in the Republic of Uzbekistan with a total sum of USD147 million, this project is mainly financed by Asian Development Bank.

BUSINESS AND FINANCIAL REVIEW

Revenue

The following table set out the breakdown of revenue:

	For the six months ended 30 June	
	2017	2016
	RMB million	*RMB million*
	(unaudited)	*(unaudited)*
Curtain wall and green building		
– Public work	**148.5**	109.8
– Commercial and industrial buildings	**518.9**	438.4
– High-end residential buildings	**114.3**	216.5
	781.7	764.7
Solar EPC		
– Public work	**30.0**	0.9
– Commercial and industrial buildings	**1,511.6**	1,262.5
	1,541.6	1,263.4
Construction contracts total	**2,323.3**	2,028.1
Sale of goods		
– conventional materials	**194.7**	235.8
– renewable energy goods	**298.0**	386.5
– new materials	**36.8**	33.1
	529.5	655.4
Rendering of design and other services	**4.5**	3.6
Sale of electricity, including tariff adjustment	**121.9**	68.6
	2,979.2	2,755.7
Tariff adjustment	**(74.1)**	(37.6)
Revenue	**2,905.1**	2,718.1

Gross profit and gross profit margin	For the six months ended 30 June			
	2017		2016	
	RMB million	*%*	*RMB million*	*%*
	(unaudited)		*(unaudited)*	
Construction contracts				
– Curtain wall and green building	**124.7**	**16.0**	121.4	15.9
– Solar EPC	**390.7**	**25.3**	330.8	26.2
	515.4	**22.2**	452.2	22.3
Sale of goods				
– conventional materials	**28.8**	**14.8**	38.1	16.2
– renewable energy goods	**42.6**	**14.3**	67.3	17.4
– new materials	**13.8**	**37.5**	13.5	40.8
	85.2	**16.1**	118.9	18.1
Rendering of design and other services	**2.2**	**48.9**	3.6	100
Sale of electricity, including tariff adjustment	**76.3**	**62.6**	38.2	55.7
Total gross profit and gross profit margin, including tariff adjustment	**679.1**	**22.8**	612.9	22.2

The Group's revenue and tariff adjustment increased by RMB223.5 million or 8.1%, from RMB2,755.7 million in first half 2016 to RMB2,979.2 million in first half 2017. Gross profit (including tariff adjustment) increased by RMB66.2 million, from RMB612.9 million in first half 2016 to RMB679.1 million in first half 2017.

1) Curtain wall and green building

The Group's revenue from curtain wall and green building business slightly increased by RMB17.0 million or 2.2%. The revenue from the constructions contracts in China and overseas markets was relatively stable comparing the period to the first half 2017. Gross margin remained stable at around 16%.

2) Solar EPC

Revenue from Solar EPC increased by RMB278.2 million or 22.0%, gross margin for Solar EPC remains strong at 25.3% (six months ended 30 June 2016: 26.2%).

The Group completed approximately 230 MW of solar EPC projects in first half 2017, gross profit margin remains strong at 25.3%. The Group had secured several sizable Solar EPC projects in Southern part of China and we are positive on the outlook of the solar EPC business in second half 2017.

3) Sale of goods

(i) Sale of conventional materials dropped by RMB41.1 million or 17.4%. The sale of conventional materials in the domestic market dropped while the demand for the overseas market increased significantly. The Group's recent strategy is to explore the overseas, apart from doing solar EPC and curtain wall projects, we also look for opportunity in curtain wall material processing business, especially in the Southeast Asia and Pan Pacific areas.

(ii) Sale of renewable energy goods dropped by RMB88.5 million or 22.9%. During the period, the Group spent relatively more resources in the solar EPC areas.

(iii) The Group's New Material business mainly represented different the sale from different products which is processed by Indium Tin Oxide ("ITO") film. ITO film can be processed into touch-screen ITO film and switchable ITO film, while the switchable ITO film can further be processed into smart light-adjusting glass and smart light-projection system. The smart light-adjusting film and its by-products are relatively new to the domestic market in China and the penetration rate is still very slow. Because of the successful marketing strategies implemented by the Group, revenue increased by 11.2% and gross margin remains strong at 37.5%.

(iv) Sale of electricity, including tariff adjustment, increased by RMB53.3 million or 77.7%, from RMB68.6 million in first half 2016 to RMB121.9 million in first half 2017. The increase is because of the improvement in average utilization hours for existing solar farms under operation and the increase in the scale of solar farms under operation.

Summary of the Group's self-invested solar farms

Location	Capacity	Completed On-grid	Completed Pending grid connection	In-progress	Total
Guangdong province	MW	161.6	19.2	49.2	230.0
North-west China	MW	113.0	58.5	–	171.5
Hebei province	MW	–	–	20.0	20.0
Golden Sun/DG	MW	54.6	–	–	54.6
Overseas	MW	–	–	2.0	2.0
		329.2	77.7	71.2	478.1

Revenue and profit contribution from different business sectors:

Revenue split (including tariff adjustment)

	For the six months ended 30 June			
	2017		2016	
	RMB million	%	*RMB million*	%
Conventional business[1]	**980.9**	**32.9**	1,004.1	36.4
Renewable energy business[2]	**1,961.5**	**65.8**	1,718.5	62.4
New materials	**36.8**	**1.3**	33.1	1.2
	2,979.2	**100.0**	2,755.7	100.0

Gross Profit split (including tariff adjustment)

	2017		2016	
	RMB million	%	*RMB million*	%
Conventional business[1]	**155.7**	**22.9**	163.1	26.6
Renewable energy business[2]	**509.6**	**75.1**	436.3	71.2
New materials	**13.8**	**2.0**	13.5	2.2
	679.1	**100.0**	612.9	100.0

1. Included curtain wall and green building construction contracts, sale of conventional materials and rendering of design and other services.

2. Included Solar EPC construction contracts, sale of renewable energy goods, sale of electricity and tariff adjustment.

Other income and gains

Other income and gains in current period mainly represented interest income on retention money and other receivables, bank interest income and deferred income released to the profit and loss. In prior period, apart from the items mentioned above, it also included RMB144.8 million of gain on disposal of solar farms.

Selling and distribution expenses

Selling and distribution expenses increased by RMB9.3 million or 15.4%, the overseas business of the Group is increasing and relatively more selling expenses were incurred, especially on leasing and transportation costs.

Administrative expenses

Administrative expenses increased by RMB30.5 million or 17.7%. The increase in administrative expenses was mainly driven by the increase in staff costs, consultancy fee and other tax expenses.

Finance costs

The Group's finance costs increased by RMB71.5 million or 37.7%, the breakdown of the finance costs is as follows:

	For the six months ended 30 June	
	2017	2016
	RMB	*RMB*
	(unaudited)	*(unaudited)*
Interest on bank and other loans	**75,458**	75,920
Interest on discounted bills receivable	**6,179**	7,745
Interest on convertible bonds	**56,780**	60,018
Loss on repurchase of convertible bonds	**22,461**	–
Interest on senior notes	**94,710**	35,320
Other	**5,848**	10,900
	261,436	189,903

Interest on bank and other loans amounted to RMB75.5 million for the Period, which was stable compared to RMB75.9 million for the period ended 30 June 2016 because the average bank and other loan balances during both periods were maintained at similar level.

The Group repurchased of 108 units of its own convertible bonds in June 2017 for a consideration of RMB108 million, the outstanding face value of the convertible bonds fell below the carrying amount of the liability component after the repurchase and hence RMB22.5 million of loss was recognized during the Period, there were no cash impact to the Group's operation on such adjustment.

The Group issued USD260 million of 7.95% senior notes in February 2017 and hence the interest on senior notes also increased.

Income tax expense

Income tax expense during the Period included RMB64.3 million of taxation charge and RMB0.5 million of deferred tax charge. For the period ended 30 June 2016, it included RMB72.8 million of taxation charge and RMB2.8 million of deferred tax credit.

The taxation charges represented the income tax provision for subsidiaries in Mainland China.

No deferred tax charges on dividend withholding tax based on 5% of the net profits in the operating subsidiaries located inside Mainland China were provided for both periods.

Healthy current ratio

The current ratio being current assets over current liabilities, was 1.60 as at 30 June 2017 (31 December 2016: 1.67).

Trade receivables/trade and bills payables turnover days

	30 June 2017 *(unaudited)*	31 December 2016
Turnover days	**Days**	Days
Trade receivables	**192**	181
Trade and bills payables	**106**	99

Trade receivables turnover days is calculated based on the average of the beginning and ending balances of trade receivables, net of impairment, for the Period divided by the revenue during the Period and multiplied by the number of days during the Period. Trade receivables turnover days at 30 June 2017 was 192 days. Trade and bills payables turnover days is calculated based on the average of the beginning and ending balances of trade and bills payables for the Period divided by the cost of sales during the Period and multiplied by the number of days during the Period Trade and bills payables turnover days at 30 June 2017 was 106 days.

Liquidity and financial resources

The Group's primary source of funding included receivables from construction contracts and material sale, as well as income from electricity sale. In order to meet the expanding plan, the Group has completed certain fund raising activities during the Period.

The Group's strategy is to maintain the gearing ratio at a healthy level in order to support the growth of our business. The Group's gearing ratio, represented by consolidated net borrowings (total of bank and other loans, bank advances for discounted bills, convertible bonds and senior notes minus cash and cash equivalents and pledged deposits) to total equity, at 30 June 2017 was 76.8% (31 December 2016: 83.0%).

With the existing cash resources and available banking facilities obtained from its bankers, the Group has sufficient financial resources to meet its commitments and working capital requirements.

Capital Expenditures

Capital expenditures of the Group amounted to RMB226.9 million for the Period (six months ended 30 June 2016: RMB392.8 million) and were mainly for the construction of self-invested solar farms.

Dividend

The Directors of the Company do not recommend any payment of interim dividend (six months ended 30 June 2016: nil).

HUMAN RESOURCES

As at 30 June 2017, the Group had about 2,700 employees. Employee salary and other benefit expenses increased to approximately RMB173.7 million in the first half year of 2017 from approximately RMB146.0 million in the first half of 2016, which represented an increase of 19.0%. The Group's remuneration policies are formulated on the performance of individual employees, which will be reviewed regularly every year. Apart from the provident fund scheme (according to the provisions of the Mandatory Provident Fund Schemes for Hong Kong employees) or the state-managed retirement pension scheme (for Mainland China employees) and medical insurance, discretionary bonus are also awarded to employees according to the assessment of individual performance.

CORPORATE GOVERNANCE

The Directors recognise the importance of incorporating elements of good corporate governance in the management structures and internal control procedures of the Group so as to achieve effective accountability. This announcement outlines the principles and the code provisions of the Code on Corporate Governance Practices (the "Code") contained in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"). The Directors consider that the Company has applied the principles and complied with all the applicable code provisions set out in the Code since the Listing Date, except for the deviation from paragraph A.2 of the Code as described below.

Mr. Liu Hongwei, the Chairman of the Group, is responsible for the leadership and effective running of the Board, ensuring that all material issues are decided by the Board in a conducive manner. Mr. Liu Hongwei is also responsible for running the Group's business and effective implementation of the strategies of the Group. The Company is aware of the requirement under paragraph A.2 of the Code that the roles of chairman and chief executive officer should be separated and should not be performed by the same individual. Nevertheless, the Board considers that the combination of the roles of Chairman and Chief Executive Officer will not impair the balance of power and authority between the Board and the management of the Company as the Board will meet regularly to consider major matters affecting the operations of the Group. The Board is of the view that this structure provides the Group with strong and consistent leadership, which can facilitate the formulation and implementation of its strategies and decisions and enable it to grasp business opportunities and react to changes efficiently. As such, the Board believes that it is beneficial to the business prospects of the Group with Mr. Liu Hongwei performing both the roles of Chairman and Chief Executive Officer.

Model Code for Directors' Securities Transactions

The Company 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 as the standard for securities transactions by Directors. The Company has made specific enquiries of all the Directors and all the Directors confirmed that they have complied with the required standards set out in the Model Code and its code of conduct regarding directors' securities transactions throughout the Period.

Audit Committee

The Company established the Audit Committee in compliance with Rules 3.21 to 3.23 of the Listing Rules and paragraph C.3 of the Code. The primary duties of the Audit Committee are to oversee the financial reporting process and internal control procedure of the Group, to review the financial information of the Group and to consider issues relating to the external auditor. The Audit Committee consists of the three independent non-executive Directors, and Mr. Yick Wing Fat, Simon is the Chairman of the Audit Committee. The Audit Committee has reviewed the Group's unaudited interim condensed financial information and interim results for the Period.

Purchase, sale and redemption of Company's listed securities

Save for the issue of USD260 million senior notes and the repurchase of 108 units of the convertible bonds for a consideration of RMB1,000,000 per unit, the Company and its subsidiaries did not purchase, sell or redeem any listed securities of the Company during the year.

Publication of Results Announcement

This interim results announcement is available for viewing on the websites of The Stock Exchange of Hong Kong Limited at http://www.hkexnews.hk and the Company's website at http://www.singyessolar.com and the 2017 interim report of the Company containing all the information required under the Listing Rules will be despatched to the shareholders of the Company and published on the respective websites of the Company and The Stock Exchange of Hong Kong Limited in due course.

By order of the Board
China Singyes Solar Technologies Holdings Limited
Liu Hongwei
Chairman

Hong Kong, 28 August 2017

As at the date of this announcement, the Executive Directors are Mr. Liu Hongwei and Mr.Xie Wen, the Non-executive Directors are Dr. Li Hong and Mr. Cao Zhirong and the Independent Non-executive Directors are Dr. Wang Ching, Mr. Yick Wing Fat, Simon and Dr. Zhong Jishou.