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(Hong Kong Stock Code : 834)

(Singapore Stock Code: P74)

**FIRST QUARTER FINANCIAL STATEMENTS ANNOUNCEMENT
FOR THE PERIOD ENDED 31 MARCH 2013**

This announcement is made pursuant to the disclosure obligation under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. This announcement is originally prepared in English. In case of any inconsistency between the English version and the Chinese version, the English version shall prevail.

This quarterly report is prepared in accordance with relevant regulations of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The financial information set out in this report has been prepared in accordance with International Financial Reporting Standard and has not been audited nor reviewed by auditors. Shareholders of the Company and public investors should exercise caution when trading in the shares of the Company.

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),
HALF-YEAR AND FULL YEAR RESULTS**

1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Three months ended 31/3/2013 (Unaudited) RMB'000	Three months ended 31/3/2012 (Unaudited) RMB'000	Change +/(-) %
Revenue	318,176	315,061	1.0
Cost of sales	(292,376)	(291,541)	0.3
Gross profit	25,800	23,520	9.7
Other income	8,682	13,032	(33.4)
Selling and distribution expenses	(8,493)	(8,359)	1.6
Administrative expenses	(11,851)	(14,879)	(20.4)
Other operating expenses	(192)	(792)	(75.8)
Profit from operations	13,946	12,522	11.4
Finance costs	(9,213)	(7,973)	15.6
Share of loss of associates	(256)	(93)	175.3
Profit before taxation	4,477	4,456	0.5
Income tax credit/(expense)	274	(93)	394.6
Profit for the period	4,751	4,363	8.9
Other comprehensive income	-	-	N/A
Total comprehensive income for the period	4,751	4,363	8.9
Total comprehensive income attributable to:			
Owners of the Company	5,174	4,713	9.8
Non-controlling interests	(423)	(350)	(20.9)
	4,751	4,363	8.9

Earnings per share		
- Basic (RMB cents)	1.20	1.09
- Dilute (RMB cents)	1.20	1.09
The Group's profit before taxation is arrived at after charging/(crediting):		
Amortisation of intangible assets	239	1,354
Amortisation of prepaid premium for land leases	646	795
Depreciation	11,144	10,905
Exchange loss, net	1,605	887
Interest expenses on interest-bearing bank borrowings	9,213	7,973
Interest income on bank deposits	(1,016)	(745)

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	31/3/2013	31/12/2012	31/3/2013	31/12/2012
	RMB'000	RMB'000	RMB'000	RMB'000
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
ASSETS AND LIABILITIES				
Non-current assets				
Property, plant and equipment	608,792	618,233	5	5
Prepaid premium for land leases	122,652	123,298	-	-
Intangible assets	1,751	1,990	-	-
Investments in subsidiaries	-	-	84,144	84,144
Interest in associates	2,910	3,166	-	-
Goodwill	59,428	59,428	-	-
Biological assets	43,415	39,727	-	-
Deferred tax assets	13,672	13,470	-	-
	852,620	859,312	84,149	84,149
Current assets				
Biological assets	28,865	29,538	-	-
Inventories	167,446	153,169	-	-
Trade receivables	90,060	88,121	-	-
Prepayments, other receivables and deposits	57,257	57,348	95	95
Amounts due from subsidiaries	-	-	241,368	237,117
Pledged deposits	21,645	51,403	-	-
Cash and bank balances	429,368	370,699	37	5,419
	794,641	750,278	241,500	242,631
Current liabilities				
Trade and bills payables	170,796	175,707	-	-
Accrued liabilities and other payables	68,627	83,581	1,159	468
Interest-bearing bank borrowings	679,000	589,000	-	-
Amount due to a related party	777	38,891	-	-
Deferred government grants	1,537	1,537	-	-
Tax payables	1,910	821	-	-
	922,647	889,537	1,159	468
Net current (liabilities)/assets	(128,006)	(139,259)	240,341	242,163
Total assets less current liabilities	724,614	720,053	324,490	326,312
Non-current liabilities				
Deferred government grants	14,411	14,601	-	-
Total non-current liabilities	14,411	14,601	-	-
Net assets	710,203	705,452	324,490	326,312

EQUITY**Equity attributable to owners of the Company**

- Share capital	112,176	112,176	112,176	112,176
- Reserves	563,120	557,946	212,314	214,136
	675,296	670,122	324,490	326,312
Non-controlling interests	34,907	35,330	-	-
Total equity	710,203	705,452	324,490	326,312

1(b)(ii) Aggregate amount of group's borrowings and debt securities.**Amount repayable in one year or less, or on demand**

As at 31 March 2013		As at 31 December 2012	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
Unaudited	Unaudited	Audited	Audited
325,000	354,000	325,000	264,000

Amount repayable after one year

As at 31 March 2013		As at 31 December 2012	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
Unaudited	Unaudited	Audited	Audited
-	-	-	-

Details of any collateral:

Total interest-bearing bank borrowings include secured liabilities of approximately RMB325,000,000.

As at 31 March 2013, the Group's interest-bearing bank borrowings are guaranteed by certain related parties of the Group and secured against pledge of certain of the Group's property, plant and equipment, land use rights, pledged deposits and trade receivables.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of cash flows	Group	
	RMB '000	
	Three months ended 31/3/2013 Unaudited	Three months ended 31/3/2012 Unaudited
Cash flows from operating activities		
Profit before taxation	4,477	4,456
Adjustments for:		
Interest income	(1,016)	(745)
Interest expenses	9,213	7,973
Depreciation of property, plant and equipment	11,144	10,905
Amortisation of prepaid premium for land leases	646	795
Amortisation of intangible assets	239	1,354
Gain arising from change in fair value less estimated point-of-sale costs of biological assets, net	(6,571)	(5,206)
Amortisation of deferred income on government grants	(190)	(198)
Share of loss of associates	256	94
Operating profit before working capital changes	18,198	19,428
(Increase)/decrease in inventories	(14,277)	9,289
Decrease/(increase) in biological assets	3,556	(4,975)
Increase in trade receivables	(1,939)	(2,181)
Decrease/(increase) in prepayments, other receivables and deposits	91	(2,046)
(Decrease)/increase in trade and bills payables	(4,911)	99,838
(Decrease)/increase in amount due to a related party	(38,114)	23,316
Decrease in accrued liabilities and other payables	(13,391)	(31,075)
Cash (used in)/generated from operations	(50,787)	111,594
Interest paid	(9,213)	(7,973)
Income taxes paid	(402)	(1,630)
Net cash (used in)/generated from operating activities	(60,402)	101,991
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,703)	(16,943)
Decrease in pledged deposits	29,758	2,667
Interest received	1,016	745
Net cash generated from/(used in) investing activities	29,071	(13,531)

Cash flows from financing activities

New bank borrowings	207,000	104,000
Repayment of bank borrowings	(117,000)	(175,430)
Repayment to a related party	-	(80,000)
Net cash generate from/(used in) financing activities	90,000	(151,430)
Net increase/(decrease) in cash and cash equivalents	58,669	(62,970)
Cash and cash equivalents at beginning of financial period	370,699	310,934
Cash and cash equivalents at end of financial period	429,368	247,964
Analysis of balances of cash and cash equivalents		
Cash and bank balances	429,368	247,964

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	Equity attributable to owners of the Company							Non-controlling interests	Total equity
	Share capital	Share premium	Merger reserve	Capital redemption reserve	Other reserves	Retained profits	Total		
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2013 (Audited)	112,176	257,073	(41,374)	2,374	44,158	295,715	670,122	35,330	705,452
Transactions with owners (Unaudited)	-	-	-	-	-	-	-	-	-
Profit for the period (Unaudited)	-	-	-	-	-	5,174	5,174	(423)	4,751
Other comprehensive income for the period (Unaudited)	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period (Unaudited)	-	-	-	-	-	5,174	5,174	(423)	4,751
At 31 March 2013 (Unaudited)	112,176	257,073	(41,374)	2,374	44,158	300,889	675,296	34,907	710,203
At 1 January 2012 (Audited)	112,176	257,073	(41,374)	2,374	44,117	290,839	665,205	39,643	704,848
Transactions with owners (Unaudited)	-	-	-	-	-	-	-	-	-
Profit for the period (Unaudited)	-	-	-	-	-	4,713	4,713	(350)	4,363
Other comprehensive income for the period (Unaudited)	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period (Unaudited)	-	-	-	-	-	4,713	4,713	(350)	4,363
At 31 March 2012 (Unaudited)	112,176	257,073	(41,374)	2,374	44,117	295,552	669,918	39,293	709,211

Company	Share capital	Share Premium	Merger reserve	Capital redemption reserve	Accumulated losses	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2013 (Audited)	112,176	257,073	6,143	2,374	(51,454)	326,312
Transactions with owners (Unaudited)	-	-	-	-	-	-
Loss for the period (Unaudited)	-	-	-	-	(1,822)	(1,822)
Other comprehensive income for the period (Unaudited)	-	-	-	-	-	-
Total comprehensive income for the period (Unaudited)	-	-	-	-	(1,822)	(1,822)
At 31 March 2013 (Unaudited)	112,176	257,073	6,143	2,374	(53,276)	324,490
At 1 January 2012 (Audited)	112,176	257,073	6,143	2,374	(46,902)	330,864
Transactions with owners (Unaudited)	-	-	-	-	-	-
Loss for the period (Unaudited)	-	-	-	-	(1,047)	(1,047)
Other comprehensive income for the period (Unaudited)	-	-	-	-	-	-
Total comprehensive income for the period (Unaudited)	-	-	-	-	(1,047)	(1,047)
At 31 March 2012 (Unaudited)	112,176	257,073	6,143	2,374	(47,949)	329,817

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Ordinary shares of HK\$0.25 each	Number of shares '000	Amount HK\$'000
Authorised :		
At 31 December 2012 and 31 March 2013	2,000,000	500,000
Issued and fully paid :		
At 31 December 2012 and 31 March 2013	432,948	108,237

Note:

The Company does not have any shares that may be issued on conversion of any outstanding convertibles as at 31 March 2013 and 31 December 2012

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	31/3/2013	31/12/2012
	'000	'000
Total number of ordinary shares excluding treasury shares	432,948	432,948

Note:

There were no treasury shares held by the Company as at 31 March 2013 and 31 December 2012.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have neither been audited nor reviewed by auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has adopted the same accounting policies and methods of computations as stated in the audited financial statements for the year ended 31 December 2012.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6. Earnings per ordinary share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Three months ended 31/3/2013 Unaudited	Three months ended 31/3/2012 Unaudited
Earnings per share		
- Basic (RMB cents)	1.20	1.09
- Dilute (RMB cents)	1.20	1.09

Notes:

1. The calculation of basic earnings per share for the three months ended 31 March 2013 and 2012 are computed by dividing the Group's net profit attributable to owners of the Company by the weighted average number of 432,948,000 shares in issue during the periods.
2. Diluted earnings per share for the three months ended 31 March 2013 and 2012 is the same as basic earnings per share as there were no dilutive potential shares during the periods.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:

(a) current financial period reported on; and

(b) immediately preceding financial year.

In RMB cents	Group		Company	
	31/3/2013	31/12/2012	31/3/2013	31/12/2012
Net asset value per ordinary share based on issued share capital at the end of:	164.04	162.94	74.95	75.37

Note :

The number of ordinary shares of the Company as at 31 March 2013 was 432,948,000 (31 December 2012: 432,948,000).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

REVENUE BY PRODUCTS

	Three months ended 31/3/2013	Three months ended 31/3/2012	% Change
	3M2013	3M2012	
	Unaudited	Unaudited	Unaudited
	RMB'000	RMB'000	+/(-)
Processed food products	146,545	162,777	(10.0)
Chilled and frozen chicken meat	65,275	68,251	(4.4)
Chilled and frozen rabbit meat	47,910	34,543	38.7
Others	58,446	49,490	18.1
Total	318,176	315,061	1.0

Processed food products

The demand of the Group's chicken-based processed food products had decreased following the loss in consumer confidence in consumption of chicken after drug residues and fast growing chicken related events were highlighted. In addition, the depreciation of Japanese yen during the period had led to a decrease in the export of the Group's processed food products to Japan. As a result, revenue derived from processed food products decreased by 10.0% to approximately RMB146.5 million for the three months ended 31 March 2013 ("3M2013") compared to the previous corresponding period.

Chilled and frozen meat products

The rabbit and chicken meat segments contributed 35.6% to the Group's total revenue for 3M2013. The revenue of rabbit and chicken meat segments registered a 10.2% increase to RMB113.2 million for 3M2013.

The Group achieved a satisfactory result in the promotional and product development on the brand recognition of its rabbit meats in the PRC market. Revenue derived from the rabbit meat segment increased by 38.7% to approximately RMB47.9 million for 3M2013 as the Group's market share of rabbit meat in the PRC market increased as it optimized its sales channels and stepped up its brand promotional efforts.

However, revenue of the Group's chicken meat segment for 3M2013 decreased by 4.4% to approximately RMB65.3 million for 3M2012. As explained above under the "Processed Food Products", the decrease in demand for PRC chicken meat products was due to consumers' falling confidence in chicken consumption which had impacted the Group's revenue.

Other products

Revenue derived from the production and sale of other products increased by 18.1% to approximately RMB58.4 million for 3M2013. Pet food sales contributed over 50% to this segment with growth generated from Beijing and Shanghai markets in the PRC and overseas markets in Japan.

REVENUE BY GEOGRAPHICAL MARKETS

	3M2013	3M2012	% Change
	Unaudited	Unaudited	Unaudited
	RMB'000	RMB'000	+ / (-)
Export	112,398	138,823	(19.0)
PRC	205,778	176,238	16.8
Total	318,176	315,061	1.0

Given the uncertain economic situation in Europe, the Group continually faces a challenging business environment. In addition, the sharp decline in the Japanese yen during the period had affected the export of the Group's products to Japan. Therefore, revenue from export sales decreased by 19.0% to approximately RMB112.4 million for 3M2013.

Due to market recognition of the Group's rabbit meat products, sales of rabbit meat products in the PRC had achieved a remarkable growth. Although sales of chicken meat products in the PRC decreased due to the fast-growing chicken incident, the Group managed to increase its sales by 16.8% to approximately RMB205.8 million for 3M2013.

PROFITABILITY

Gross Profit and Margin

	3M2013		3M2012		Change	% Change
	GP	Margin	GP	Margin	GP	
	RMB'000	%	RMB'000	%	RMB'000	%
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
Processed food products	12,912	8.8	19,460	12.0	(6,548)	(33.6)
Chilled and frozen chicken meat	723	1.1	848	1.2	(125)	(14.7)
Chilled and frozen rabbit meat	5,696	11.9	2,169	6.3	3,527	162.6
Others	6,469	11.1	1,043	2.1	5,426	520.2
Total	25,800	8.1	23,520	7.5	2,280	9.7

Notwithstanding the increasing competition in the Group's target markets and the increased in raw materials prices and labour costs, the Group was able to increase its gross profit margin from 7.5% to 8.1% for 3M2013.

Processed food products

Processed food products were still the main profit contributor in 3M2013. Gross profit margin decreased from 12.0% to 8.8% for 3M2013 due to the decrease in demand and selling price.

Chilled and frozen chicken meat

The decrease in selling price of chicken meat products was in line with the decrease in demand. Production cost was also affected by the general increase in prices of raw materials.

With the lower average selling price of chicken meat coupled with the increased cost of raw materials, both gross profit and gross profit margin of the Group declined to RMB0.7 million and 1.1% respectively.

Chilled and frozen rabbit meat

The gross profit margin of chilled and frozen rabbit meat increased from 6.3% to 11.9% for 3M2013 due to the increase of selling price resulting from the increase of rabbit meat demand in the PRC markets.

Other products

Other products are mainly pet food products and chicken and rabbit meat by-products, which are not the core profit drivers of the Group. Gross profit margin increased from 2.1% to 11.1% for 3M2013.

Other income

Other income comprised mainly government grants, gain on change in fair value of biological assets and interest income from bank deposits amounting to approximately RMB1.1 million, RMB6.6 million and RMB1.0 million respectively. The decrease in other income was due to no government grants received in relation to the new agricultural operation during the period compared to the previous corresponding period.

Selling and distribution expenses

Selling and distribution expenses comprised mainly transportation costs, promotion costs and salary and welfare. The expenses increased slightly which were in line with the increase in revenue by 1.6% to approximately RMB8.5 million.

Administrative expenses

Administrative expenses comprised mainly salaries and allowance expenses, professional fees and travelling. The 20.4% decrease in administrative expenses was due mainly to the implementation of measures to tighten cost controls over various operating expenses in order to improve its profitability. This has been discussed and explained in the Company's 2012 annual results announcement.

Other Operating Expenses

Other operating expenses represented miscellaneous expenses relating to the disposal of damaged packaging materials.

Finance costs

Finance costs increased by 15.6% to approximately RMB9.2 million for 3M2013 due mainly to the higher average bank borrowings level to satisfy the Group's future working capital during the period.

Taxation

Income tax credit comprised the deferred tax credit arose from the fair value adjustment on property, plant and equipment, intangible assets and land use rights upon business combination of the Shandong Kaijia Food Company Limited and its subsidiary, Shandong Kaijia International Trade Co., Ltd. (collectively known as the "Kaijia Group") offsetting by the accrued PRC corporate income tax during the period.

Review of the Group's Financial Position as at 31 March 2013

The Group's property, plant and equipment comprises mainly leasehold buildings and plant and machinery. The balance decreased by 1.5% to approximately RMB608.8 million as at 31 March 2013 was due mainly to acquisition of equipment of approximately RMB1.7 million, offset by depreciation charge of RMB11.1 million.

The reduction in prepaid premium for land leases and intangible assets for 3M2013 amounted to approximately RMB0.6 million and RMB0.2 million respectively was due mainly to amortisation. The intangible assets refer to the export licenses and hygiene registration certificates awarded by the relevant authorities in Japan and EU, where the registered products produced by the Group are allowed to be exported to these countries.

Goodwill arose from the acquisitions of subsidiaries in 2009 and 2010.

Biological assets refer to progeny rabbits and progeny chickens held for sale and breeder rabbits and chickens held for breeding purpose. These biological assets were valued by the directors of the Group as at 31 March 2013 based on market-determined prices of rabbits/chickens of similar size, species and age. The valuation methodology is in compliance with IAS 41 to determine the fair values of biological assets in their present location and condition.

Inventories increased by approximately RMB14.3 million to approximately RMB167.4 million. The average inventory turnover day for 3M2013 was 49 days compared to 43 days for FY2012. The increase in the average inventory turnover day was a result of the decrease in demand of chicken and chicken-related products arose from the fast-growing chicken incident.

Trade receivables increased slightly by approximately RMB1.9 million or 2.2% to approximately RMB90.1 million in 3M2013. The increase was attributable to higher level of credit sales in line with the increase in revenue. The average trade receivable turnover day for 3M2013 was 25 days compared to 23 days for FY2012.

Prepayments, other receivables and deposits decreased slightly by approximately RMB0.1 million to approximately RMB57.3 million as at 31 March 2013.

Cash and cash equivalents, including pledged deposits, increased by approximately RMB28.9 million to approximately RMB451.0 million was due mainly to the increase of bank borrowings acquired close to the first quarter ended in 2013. Approximately RMB21.6 million of the bank deposit is for securing the interest-bearing borrowings by the Group.

Trade and bills payables decreased slightly by approximately RMB4.9 million from approximately RMB175.7 million as at 31 December 2012 to approximately RMB170.8 million as at 31 March 2013.

Accrued liabilities and other payables represented payables for construction and facilities, salary and welfare payables, accrued expenses and deposit received. The decrease was due to the decrease of deposits placed by customers compared to 31 December 2012.

The interest-bearing bank borrowings balance as at 31 March 2013 increased to approximately RMB679.0 million after taking into account the additional bank borrowings of approximately RMB207.0 million and the bank borrowings repayment of approximately RMB117.0 million during the period.

Amount due to a related party represented the outstanding balance due to Qingdao Kangda Foreign Trade Group Limited ("KD Group") resulted from the trading and other transactions.

Tax payables increased from approximately RMB1.1 million as at 31 December 2012 to approximately RMB1.9 million as at 31 March 2013. This was due to income tax accrued during 3M2013.

Cash Flow Statement

Operating activities

Cash used in operating activities was approximately RMB60.4 million for 3M2013 compared with cash generated from operating activities approximately RMB102.0 million for 3M2012. The decrease in operating cash flow was due mainly to the repayment of amount due to a related party and trade and bills payables.

Investing activities

Net cash generated from investing activities amounted to approximately RMB29.1 million due mainly to the decrease of pledged deposits.

Financing activities

Net cash generated mainly represented the additional bank borrowings of approximately RMB207.0 million and the bank borrowings repayment of approximately RMB117.0 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Significant trends and competitive conditions of the industry

As more food safety problems surfaced, drug residues and fast-growing chicken have become one of the most concerned issues for the public. This has impacted the performance of the Group's chicken meat products and chicken based processed food products during the period.

The Group always emphasizes great importance to its quality control and R&D capability, including technical support for scientific breeding, prevention of and treatment for diseases. The Group has its own supply of live poultry with strict controls on its breeding chain. Emphasis has always placed on guidance and proper training given to improve breeding results. The Group has regulated drug use, imposed stringent gate-keeping on drug intake, drug withdrawal periods and quality testing for its poultry to avoid any market risks.

On the other hand, sales of rabbit meat products had achieved a remarkable growth during the period. The Group has penetrated into the PRC market whereby benefits of rabbit meat as a healthier, safer and quality meat were promoted through advertisements. The Group has taken steps to strengthen and expand the sales network of its rabbit meat products in more provinces in the PRC and broaden its sales channels in the domestic market.

Looking forward, the Group will strive to strengthen its brand by improving its product quality. The Group will introduce rabbit meat products to the PRC market on a continual basis and launch various new range of rabbit meat product. For the chicken meat products, the Board believes that the negative impact from H7N9, which was detected in chickens in southern China, will further affect demand of chicken meat in the coming quarters. The Board is still confident that the demand will recover once the consumers have restored their confidence in chicken meat. The Group will continue to expand its market share in the PRC by implementing an extensive marketing strategy with emphasis on maintaining good relationships with customers and suppliers and other related mechanisms in order to achieve a leading position.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Not applicable.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared/recommended for 3M2013.

13. Interested Person Transactions

The Group is not required to have any IPT mandate.

BY ORDER OF THE BOARD

Fong William
CFO & Company Secretary

30 April 2013

As at the date of this announcement, the executive directors of the Company are Mr. Wang Baowang (Chief Executive Officer) and Mr. Gao Yanxu; the non-executive directors of the Company are Mr. Gao Sishi (Chairman), Mr. Zhang Qi and Mr. Naoki Yamada; and the independent non-executive directors of the Company are Mr. He Dingding, Mr. Lau Choon Hoong and Mr. Yu Chung Leung

CHINA KANGDA FOOD COMPANY LIMITED
(Incorporated in Bermuda)

Confirmation By Directors Pursuant to Clause 705(5) of the Listing Manual of SGX-ST.

We confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of China Kangda Food Company Limited which may render the financial statements for the first quarter ended 31 March 2013 to be false or misleading, in any material aspects.

For and on behalf of the
Board of Directors of
China Kangda Food Company Limited

Gao Sishi
Chairman

Wang Baowang
CEO and Executive Director

30 April 2013