天津濱海泰達物流集團股份有限公司

Tianjin Binhai Teda Logistics (Group) Corporation Limited*

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock code: 8348)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET ("GEM") OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

GEM has been positioned as a market designed to accommodate companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

Given the emerging nature of the companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

This announcement, for which the directors (the "Directors") of Tianjin Binhai Teda Logistics (Group) Corporation Limited (the "Company") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (the "GEM Listing Rules") of the Stock Exchange for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

FINANCIAL HIGHLIGHTS

- Revenue increased by approximately 14% to RMB3,069,499,000
- The gross margin rate was approximately 3.42%
- Profit attributable to shareholders increased by approximately 9% to RMB51,214,000
- Earnings per share was RMB0.14
- The Board recommended the payment of a final dividend of RMB0.03 per share

ANNUAL RESULTS

The Board of Directors (the "Board") of Tianjin Binhai Teda Logistics (Group) Corporation Limited (the "Company") is pleased to announce the audited consolidated results of the Company and its subsidiaries (collectively referred to as the "Group") for the year ended 31 December 2014, together with the comparative figures for the corresponding period in 2013 as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2014

	Note	**2014** **RMB'000**	2013 RMB'000
Revenue	3	**3,069,499**	2,683,423
Cost of sales	10	**(2,964,388)**	(2,588,574)
Gross profit		**105,111**	94,849
Administrative expenses	10	**(55,122)**	(55,461)
Other income	4	**17,465**	13,879
Other (losses)/gains – net	5	**(438)**	1,209
Operating profit		**67,016**	54,476
Finance costs	6	**(11,555)**	(11,614)
Share of profit of investments accounted for using the equity method		**23,110**	26,318
Profit before income tax		**78,571**	69,180
Income tax expense	7	**(16,295)**	(13,096)
Profit/total comprehensive income for the year		**62,276**	56,084
Profit/total comprehensive income attributable to:			
Owners of the Company		**51,214**	47,003
Non-controlling interests		**11,062**	9,081
		62,276	56,084
Earnings per share (RMB cents)	9		
– Basic and diluted		**14**	13
Dividends	8	**28,345**	35,430

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2014

	Note	**2014** **RMB'000**	2013 RMB'000
ASSETS			
Non-current assets			
Land use rights		**99,150**	101,737
Property, plant and equipment		**194,460**	201,854
Investment properties		**79,452**	83,896
Investments accounted for using the equity method		**246,640**	272,321
Available-for-sale financial assets		**16,310**	–
		636,012	659,808
Current assets			
Inventories		**26,335**	125,378
Trade and other receivables	11	**1,261,760**	1,033,713
Amounts due from related parties		**–**	8,000
Pledged bank deposits		**225,962**	138,214
Cash and cash equivalents		**301,307**	238,090
		1,815,364	1,543,395
Total assets		**2,451,376**	2,203,203
EQUITY AND LIABILITIES			
Equity attributable to owners of the Company			
Share capital	12	**354,312**	354,312
Other reserves	12	**89,103**	82,918
Retained earnings	12	**348,489**	317,632
		791,904	754,862
Non-controlling interests	12	**88,061**	87,818
Total equity		**879,965**	842,680

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

As at 31 December 2014

	Note	**2014** **RMB'000**	2013 RMB'000
LIABILITIES			
Non-current liabilities			
Deferred income		**6,597**	6,951
		6,597	6,951
Current liabilities			
Trade and other payables	13	**1,450,047**	1,067,650
Amounts due to related parties		**–**	1,600
Current income tax liabilities		**9,869**	14,322
Borrowings		**104,898**	270,000
		1,564,814	1,353,572
Total liabilities		**1,571,411**	1,360,523
Total equity and liabilities		**2,451,376**	2,203,203
Net current assets		**250,550**	189,823
Total assets less current liabilities		**886,562**	849,631

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2014

1. General information

Tianjin Binhai Teda Logistics (Group) Corporation Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") are principally engaged in provision of logistics and supply chain solutions services and trading and related logistics services in the People's Republic of China (the "PRC").

The Company was established as an investment holding company in the PRC by its promoters, Tianjin Teda Investment Holding Co., Ltd. (天津泰達投資控股有限公司) ("TEDA Holding") and Tianjin Economic and Technological Development Area State Asset Operation Company (天津經濟技術開發區國有資產經營公司) ("TEDA Asset Company") as a joint stock limited company on 26 June 2006. Both TEDA Holding and TEDA Asset Company are controlled by Tianjin Economic and Technological Development Area Administrative Commission ("TEDA Administrative Commission").

Pursuant to the Group reorganisation (the "Reorganisation") in preparation for the listing of the Company's overseas listed foreign shares ("H shares") on the Growth Enterprises Market (the "GEM") of the Stock Exchange of Hong Kong Limited (the "Stock Exchange"), the Company became the holding company of the Group in June 2006. The Company's H shares were listed on the GEM of the Stock Exchange on 30 April 2008.

On 18 November 2011, TEDA Holding entered into a share transfer agreement with Chia Tai Land Company Limited ("Chia Tai Company"), while TEDA Asset Company entered into a share transfer agreement with Chia Tai Pharmaceutical Investment (Beijing) Co., Ltd. ("Chia Tai Investment Company"). Accordingly, TEDA Holding and TEDA Asset Company agreed to transfer 28,344,960 (8% of ordinary shares) and 77,303,789 (21.82% of ordinary shares) domestic shares of the Company to Chia Tai Company and Chia Tai Investment Company respectively. In 2012, the two aforementioned domestic share transfers were approved by the relevant state-owned assets supervision and administration authorities of the PRC. The registration procedures of the related transfers have been completed on 7 June 2013.

As at 31 December 2014, the Directors of the Company consider TEDA Holding as the immediate holding company and the ultimate holding company of the Company.

These financial statements are presented in Renminbi ("RMB") unless otherwise stated. These financial statements have been approved for issue by the Board of Directors on 4 June 2015.

2. Application of new and revised international financial reporting standards ("IFRSs")

2.1 Amendments to IFRSs and the new Interpretation that are mandatorily effective for the current year

The Group has adopted the following revised IFRSs for the first time for the current year's consolidated financial statements.

IFRS 10, IFRS 12 and IAS 27 (Amendments)	Investment Entities
IAS 32 (Amendments)	Offsetting Financial Assets and Financial Liabilities
IAS 36 (Amendments)	Recoverable Amount Disclosures for Non-Financial Assets
IAS 39 (Amendments)	Novation of Derivatives and Continuation of Hedge Accounting
IFRIC-Int 21	Levies

The nature of the impending changes in accounting policy on adoption is described below.

Amendments to IFRS 10, IFRS 12 AND IAS 27 Investment Entities

The Group has applied the amendments to IFRS 10, IFRS 12 and IAS 27 Investment Entities for the first time in the current year. The amendments to IFRS 10 define an investment entity and require a reporting entity that meets the definition of an investment entity not to consolidate its subsidiaries but instead to measure its subsidiaries at fair value through profit or loss in its consolidated and separate financial statements.

To qualify as an investment entity, a reporting entity is required to:

- obtain funds from one or more investors for the purpose of providing them with investment management services;

- commit to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and

- measure and evaluate performance of substantially all of its investments on a fair value basis.

Consequential amendments have been made to IFRS 12 and IAS 27 to introduce new disclosure requirements for investment entities.

As the Company is not an investment entity (assessed based on the criteria set out in IFRS 10 as at 1 January 2014), the application of the amendments has had no impact on the disclosures or the amounts recognised in the Group's consolidated financial statements.

Amendments to IAS 32 Offsetting Financial Assets and Financial Liabilities

The Group has applied the amendments to IAS 32 Offsetting Financial Assets and Financial Liabilities for the first time in the current year. The amendments to IAS 32 clarify the requirements relating to the offset of financial assets and financial liabilities. Specifically, the amendments clarify the meaning of 'currently has a legally enforceable right of set-off' and 'simultaneous realisation and settlement'.

As the Group does not have any financial assets and financial liabilities that qualify for offset, the application of the amendments has had no impact on the disclosures or on the amounts recognised in the Group's consolidated financial statements.

2. Application of new and revised international financial reporting standards ("IFRSs") (Continued)

2.1 Amendments to IFRSs and the new Interpretation that are mandatorily effective for the current year *(Continued)*

Amendments to IAS 36 Recoverable Amount Disclosures for Non-Financial Assets

The Group has applied the amendments to IAS 36 Recoverable Amount Disclosures for Non-Financial Assets for the first time in the current year. The amendments to IAS 36 remove the requirement to disclose the recoverable amount of a cash-generating unit (CGU) to which goodwill or other intangible assets with indefinite useful lives had been allocated when there has been no impairment or reversal of impairment of the related CGU. Furthermore, the amendments introduce additional disclosure requirements applicable to when the recoverable amount of an asset or a CGU is measured at fair value less costs of disposal. These new disclosures include the fair value hierarchy, key assumptions and valuation techniques used which are in line with the disclosure required by IFRS 13 Fair Value Measurements.

The application of these amendments has had no material impact on the disclosures in the Group's consolidated financial statements.

Amendments to IAS 39 Novation of Derivatives and Continuation of Hedge Accounting

The Group has applied the amendments to IAS 39 Novation of Derivatives and Continuation of Hedge Accounting for the first time in the current year. The amendments to IAS 39 provide relief from the requirement to discontinue hedge accounting when a derivative designated as a hedging instrument is novated under certain circumstances. The amendments also clarify that any change to the fair value of the derivative designated as a hedging instrument arising from the novation should be included in the assessment and measurement of hedge effectiveness.

The amendments have been applied retrospectively. As the Group does not have any derivatives that are subject to novation, the application of these amendments has had no impact on the disclosures or on the amounts recognised in the Group's consolidated financial statements.

IFRIC – Int 21 Levies

The Group has applied IFRIC – Int 21 Levies for the first time in the current year. IFRIC – Int 21 addresses the issue as to when to recognise a liability to pay a levy imposed by a government. The Interpretation defines a levy, and specifies that the obligating event that gives rise to the liability is the activity that triggers the payment of the levy, as identified by legislation. The Interpretation provides guidance on how different levy arrangements should be accounted for, in particular, it clarifies that neither economic compulsion nor the going concern basis of financial statements preparation implies that an entity has a present obligation to pay a levy that will be triggered by operating in a future period.

IFRIC – Int 21 has been applied retrospectively. The application of this Interpretation has had no material impact on the disclosures or on the amounts recognised in the Group's consolidated financial statements.

2. **Application of new and revised international financial reporting standards ("IFRSs") (Continued)**

2.2 New and revised IFRSs in issue but not yet effective

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

IFRS 9	Financial Instruments[1]
IFRS 14	Regulatory Deferral Accounts[2]
IFRS 15	Revenue from Contracts with Customers[3]
Amendments to IFRS 11	Accounting for Acquisitions of Interest in Joint Operations[5]
Amendments to IAS 16 and IAS 38	Clarification of Acceptable Methods of Depreciation and Amortisation[5]
Amendments to IAS 16 and IAS 41	Agriculture: Bearer Plants[5]
Amendments to IAS 19	Defined Benefit Plans: Employee Contributions[4]
Amendments to IAS 27	Equity Method in Separate Financial Statements[5]
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[5]
Amendments to IFRSs	Annual Improvements to IFRSs 2010-2012 Cycle[6]
Amendments to IFRSs	Annual Improvements to IFRSs 2011-2013 Cycle[4]
Amendments to IFRSs	Annual Improvements to IFRSs 2012-2014 Cycle[5]

[1] Effective for annual periods beginning on or after 1 January 2018, with earlier application permitted.

[2] Effective for first annual IFRS financial statements beginning on or after 1 January 2016, with early application permitted.

[3] Effective for annual periods beginning on or after 1 January 2017, with earlier application permitted.

[4] Effective for annual periods beginning on or after 1 July 2014, with earlier application permitted.

[5] Effective for annual periods beginning on or after 1 January 2016, with earlier application permitted.

[6] Effective for annual periods beginning on or after 1 July 2014, with earlier application permitted.

The directors of the Company anticipate that the application of other IFRSs will have no material impact on the results and the financial positions of the Group.

3. **Segment information**

The Group reports two operating segments; these are managed independently by the responsible segment management bodies in line with the products and services offered and the distribution channels and customer profiles involved. Components of entity are defined as segments on the basis of the existence of segment managers with revenue and segment results (profit before tax less interest income, finance cost and corporate expenses) responsibility who report directly to the Group's senior management who make strategic decisions.

Principal activities of the Group's two reportable segments are as follows:

Logistics and supply chain service for finished automobiles and components – Provision of logistics services and supply chain management, i.e. planning, storage and transportation management for finished automobile and components;

3. **Segment information (Continued)**

Materials procurement services – Sales of raw materials to customers comprising principally trading companies and provision of related services of transportation management, storage, warehouse supervising and management.

The investments accounted for using the equity method mainly carry out provision of logistics services, supply chain management and agency service for electronics components; and provision of cold warehouse operating and logistic services.

	For the year ended 31 December 2014				
	Logistics and supply chain service for finished automobiles and components RMB'000	**Materials procurement and related logistics services RMB'000**	**Reportable segments subtotal RMB'000**	**All other segments RMB'000**	**Total RMB'000**
Revenue	**917,903**	**2,086,838**	**3,004,741**	**98,959**	**3,103,700**
Inter-segment revenue	**(60)**	**(14,894)**	**(14,954)**	**(19,247)**	**(34,201)**
Revenue from external customers	**917,843**	**2,071,944**	**2,989,787**	**79,712**	**3,069,499**
Segment results	**30,392**	**21,245**	**51,637**	**13,212**	**64,849**
Share of results of investments accounted for using the equity method					**23,110**
Unallocated other income					**6,488**
Unallocated corporate expenses					**(4,321)**
Finance costs					**(11,555)**
Profit before income tax					**78,571**
Income tax expense					**(16,295)**
Profit for the year					**62,276**
Other information:					
Depreciation and amortisation	**(13,216)**	**(183)**	**(13,399)**	**(14,215)**	**(27,614)**
Income tax expense	**(8,083)**	**(4,769)**	**(12,852)**	**(3,443)**	**(16,295)**

3. **Segment information (Continued)**

	For the year ended 31 December 2013				
	Logistics and supply chain service for finished automobiles and components RMB'000	Materials procurement and related logistics services RMB'000	Reportable segments subtotal RMB'000	All other segments RMB'000	Total RMB'000
Revenue	904,752	1,716,567	2,621,319	76,553	2,697,872
Inter-segment revenue	(17)	–	(17)	(14,432)	(14,449)
Revenue from external customers	904,735	1,716,567	2,621,302	62,121	2,683,423
Segment results	31,838	21,777	53,615	(615)	53,000
Share of results of investments accounted for using the equity method					26,318
Unallocated other income					4,841
Unallocated corporate expenses					(3,365)
Finance costs					(11,614)
Profit before income tax					69,180
Income tax expense					(13,096)
Profit for the year					56,084
Other information:					
Depreciation and amortisation	(13,445)	(183)	(13,628)	(14,598)	(28,226)
Income tax expense	(8,809)	(3,744)	(12,553)	(543)	(13,096)

Sales between segments are carried out based on mutually agreed price. The revenue from external parties reported to the senior management is measured in a manner consistent with that in the statement of comprehensive income.

Total segment assets and liabilities are not disclosed as they are not regularly provided to and reviewed by the Group's senior management.

3. Segment information (Continued)

Geographical information

Over 90% of the Group's Operations and non-current assets are located in the PRC, and over 90% of the Group's revenue of the external customers is attributed to the PRC. Therefore, no analyses of geographical segment is presented for the years ended 31 December 2014 and 2013.

Information about major customer

	2014	2013
	RMB'000	RMB'000
Customer A	**742,780**	717,837
Customer B	**452,919**	577,171

4. Other income

	2014	2013
	RMB'000	RMB'000
Government grant (note)	**10,977**	8,492
Interest income from bank deposits	**6,488**	4,841
Others	**–**	546
	17,465	13,879

Note: Government grant represents subsidies and awards from local government authorities for the Group's contribution to the development of the local economies.

5. Other (losses)/gains – net

	2014	2013
	RMB'000	RMB'000
Losses on disposal of interest in an associate	**(928)**	–
Net foreign exchange gains	**445**	456
Gains on disposal of property, plant and equipment	**319**	176
Others	**(274)**	577
	(438)	1,209

6. Finance costs

	2014	2013
	RMB'000	RMB'000
Interest on borrowings wholly repayable within five years	**11,555**	11,614

7. Income tax expense

	2014 RMB'000	2013 RMB'000
Current tax:		
PRC Enterprise Income Tax	**16,295**	13,096

Under the prevailing tax law in the PRC, the Enterprise Income Tax rate of the Company, the subsidiaries and the jointly controlled entities is 25%.

Hong Kong profits tax has been provided at the rate of 16.5% (2013: 16.5%) on the estimated assessable profit for the year.

The tax on the Group's profit before tax differs from the theoretical amount that would arise using the weighted average tax rate applicable to profits of the consolidated entities as follows:

	2014 RMB'000	2013 RMB'000
Profit before income tax	**78,571**	69,180
Tax at the official income tax rate of 25% and 16.5% (2013: 25%)	**19,797**	17,295
Tax effect of:		
– Associates' and joint ventures' results reported, net of tax	**(5,778)**	(6,580)
– Expenses not deductible for taxation purpose	**2,501**	1,019
– Utilisation of previously unrecognised tax losses	**(225)**	–
– Tax losses for which deferred tax assets are not recognised	**–**	1,362
Income tax expense	**16,295**	13,096

At the end of the reporting period, no deferred tax assets or liabilities are recognised in consolidated financial statements as the Group did not have material temporary different arising between tax bases of assets or liabilities and their carrying amounts.

8. Dividends

The dividends paid in 2014 and 2013 were RMB14,172,480 (RMB0.04 per share) and RMB38,974,320 (RMB0.11 per share) respectively.

	2014	2013
	RMB'000	RMB'000
First interim dividend (note a)	**17,716**	10,629
Second interim dividend	**–**	10,629
Third interim dividend	**–**	7,086
Final dividend (note b)	**10,629**	7,086
	28,345	35,430

Note:

(a) On 24 November 2014, the Directors of the Company proposed the distribution of a first interim dividend of RMB0.05 per share. The extraordinary general meeting approved and declared the proposal on 12 January 2015. The total amount is approximately RMB17,716,000 and was paid in March 2015 to shareholders whose names appearred on the register of members of the Company on 21 January 2015.

(b) On 4 June 2015, the Directors of the Company proposes a final dividend of RMB 0.03 per share for the year ended 31 December 2014 (2013: RMB0.02 per share). These financial statements do not reflect this dividend payable.

9. Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the year.

	2014	2013
	RMB'000	RMB'000
Earnings		
Profit attributable to owners of the Company	**51,214**	47,003
Number of shares (thousands)		
Weighted average number of ordinary shares for calculating basic and diluted earnings per share	**354,312**	354,312

For the years ended 31 December 2014 and 2013, diluted earnings per share are the same as the basic earnings per share as the Company did not have any potential dilutive ordinary shares outstanding during the years ended 31 December 2014 and 2013.

10. Expenses by nature

Profit before income tax is arrived at after charging:

	2014	2013
	RMB'000	RMB'000
Auditors' remuneration	**1,400**	1,600
Cost of materials purchased	**2,021,969**	1,684,108
Subcontracting charges	**662,476**	646,575
Employee benefit expense	**152,318**	147,948
Depreciation	**25,027**	25,639
Transportation	**14,274**	15,097
Fuel	**18,748**	20,046
Operating lease charges	**3,558**	3,585
Business tax	**2,938**	2,838
Amortisation	**2,587**	2,587
Others	**114,215**	94,012
Total cost of sales and administrative expenses	**3,019,510**	2,644,035

11. Trade and other receivables

	2014	2013
The Group	**RMB'000**	RMB'000
Trade receivables	**427,140**	331,781
Less: allowance for impairment	**(930)**	(930)
	426,210	330,851
Bills receivables (note)	**5,711**	17,630
	431,921	348,481
Prepayment to suppliers	**800,475**	644,568
Other receivables	**30,771**	40,830
Less: allowance for impairment	**(1,407)**	(166)
	1,261,760	1,033,713

Note: The bills are non-interest bearing bank acceptance bills with a maximum maturity period of six months.

11. Trade and other receivables (Continued)

The following is an aging analysis of trade and bills receivables at the end of reporting period:

The Group	**2014 RMB'000**	2013 RMB'000
0 – 90 days	**376,379**	285,514
91 – 180 days	**41,091**	61,215
181 – 365 days	**10,214**	1,314
Over 1 year	**5,167**	1,368
	432,851	349,411

Before accepting any new customer, the Group assess the potential customer's credit quality and defines credit limits by customer.

12. Share capital, other reserves and retained earnings

	Attributable to owners of the Company					
	Share capital RMB'000	**Other reserves** RMB'000	**Retained earnings** RMB'000	**Total** RMB'000	**Non–controlling interests** RMB'000	**Total equity** RMB'000
Balance at 1 January 2013	354,312	77,746	297,053	729,111	83,358	812,469
Total comprehensive income for the year	–	–	47,003	47,003	9,081	56,084
Capital contribution by non-controlling interests	–	6	–	6	1,956	1,962
Transfer from retained earnings	–	5,166	(5,166)	–	–	–
Dividends paid	–	–	(21,258)	(21,258)	(6,577)	(27,835)
Balance at 31 December 2013 and 1 January 2014	354,312	82,918	317,632	754,862	87,818	842,680
Total comprehensive income for the year	–	–	51,214	51,214	11,062	62,276
Transfer from retained earnings	–	6,185	(6,185)	–	–	–
Dividends paid	–	–	(14,172)	(14,172)	(10,819)	(24,991)
Balance at 31 December 2014	354,312	89,103	348,489	791,904	88,061	879,965

13. Trade and other payables

The Group	2014 RMB'000	2013 RMB'000
Trade payables	**88,171**	145,632
Bills payables (note)	**1,035,761**	687,484
	1,123,932	833,116
Deposits from customers	**269,515**	178,300
Tax payables	**5,186**	3,295
Other payables	**51,414**	52,939
	1,450,047	1,067,650

Note: The bills are non-interest bearing and have a maximum maturity of six months. The credit period granted by the suppliers to the Group ranged from 30 to 90 days. Management of the Group monitors the repayment of all payables and ensures compliance with credit timeframe.

The aging analysis of the trade payables and bills payables at the end of reporting period is as follows:

The Group	2014 RMB'000	2013 RMB'000
0 – 90 days	**563,885**	532,255
91 – 180 days	**558,795**	296,295
181 – 365 days	**798**	496
Over 1 year	**454**	4,070
	1,123,932	833,116

CHAIRMAN'S STATEMENT

On behalf of the Board of Directors of the Company (the "Board"), I am pleased to present the audited consolidated financial results of the Group for the year ended 31 December 2014 to all shareholders.

Results of the year

For the year ended 31 December 2014 (the "Year"), turnover of the Group amounted to approximately RMB3,069,499,000 (2013: RMB2,683,423,000), representing an increase of approximately 14% as compared with the corresponding period of last year. Profit attributable to the shareholders was approximately RMB51,214,000 (2013: RMB47,003,000) and the earnings per share was approximately RMB0.14 (2013: RMB0.13).

As at 31 December 2014, the total assets and current assets of the Group were approximately RMB2,451,376,000 (2013: RMB2,203,203,000) and approximately RMB1,815,364,000 (2013: RMB1,543,395,000), respectively, representing increases of RMB248,173,000 and RMB271,969,000 from 31 December 2013, respectively. Our net assets attributable to the parent company and net assets per share at the end of the year were approximately RMB791,904,000 (2013: RMB754,862,000) and approximately RMB2.24 (2013: RMB2.13), respectively, both representing an increase of 5% from 31 December 2013.

Review for the year

As indicated by the statistic data released by China Federation of Logistics and Purchasing, the growth in the logistics industry in the PRC in 2014 showed a stable yet slowing trend. Given the slowdown in growth of the social logistics demand and the continuous price downturn of logistics services, the enterprises continued to face great cost pressure with overall low profitability. The operation of the Company was also affected to a certain degree. However, the Company actively innovated new business models, strongly promoted business integration within the Group, proactively explored distinctive import and export trade as well as new automobile and railway transport, achieving a stable growth in overall business performance in 2014 compared with that in the same period of last year.

Continued promotion on smooth operation of new projects

He Guang Trade and Business Co., Ltd. ("He Guang Trade and Business"), Tianjin Teda International Freight Forwarding Co., Ltd. ("International Freight Forwarding") and Tedahang Cold Chain Logistics Co., Ltd. ("Tedahang Cold Chain Logistics"), all being the new companies that commenced operation in 2013, have gradually moved onto the right track. During the reporting period, He Guang Trade and Business officially launched its import agency business and achieved profit growth, turning from loss to profit. With all its businesses running smoothly, International Freight Forwarding also turned from loss to profit during the period. Despite its failure to significantly cut losses during the period, Tedahang Cold Chain Logistics achieved dramatic increase in new businesses to ensure sustainable development of businesses by actively expanding the business scope and constantly optimizing its business structure, and was awarded the top ten warehousing service provider "Golden Chain Award" of China cold chain during the period.

Resource integration and structural adjustments for promoting integrated business

During the reporting period, the Company proactively expanded business areas, gave full play to its existing edge in resources and integrated key resources to enhance integration capability, gradually building up the Company's integrated business model. The Company established two new business departments to coordinate with He Guang Trade and Business to achieve a linkage in domestic and foreign trade. The Company also stepped up its efforts in integration of resources to further strengthen competitiveness of its material procurement business, achieving notable improvement in its material procurement business. Meanwhile, the Business Development Department resumed operation to integrate and coordinate the Company's operation resources and work together to explore the new automobile logistics projects, playing an important and leading role in the development of new projects.

During the reporting period, railway transportation of commercial vehicles was also officially launched, and the commercial vehicle railway transportation business of Teda Commercial Vehicles International Multimodal Transport Centre under the Company, achieved initial success. As a demonstration railway project, it laid a solid foundation for the future transformation in respect of railway transportation and transportation of finished vehicles. With the special commercial vehicle railway transportation resources owned by Teda Commercial Vehicles International Multimodal Transport Centre, the Group's advantage in automobile logistics operation became more prominent after the integration of railway resources, achieving its highest efficiency in loading and unloading among the industry. Since September 2014, Teda Commercial Vehicles International Multimodal Transport Centre has shipped 2,062 wagons for Great Wall Motors, with commercial vehicles reaching 18,558 units in total.

Strengthening internal management of the Company

The Company attached great importance on talent training. During the reporting period, the Company further enhanced the development and training of talents, formulated and implemented talent development planning, regulated its human resources system and adjusted the management system for staff promotion.

The Company actively promoted the implementation of office automation and controlled the process so as to further improve the performance of management and enhance management efficiency.

The Company put emphasis on safety management. During the reporting period, the Company released an "Emergency Plan" for further standardisation and improvement of safety work. Four companies under the Company have reached class three in Safe Production Standardisation, and Tedahang Cold Chain Logistics has obtained the certification for ISO Quality, Environmental and Occupational Health and Safety Management.

PROSPECT AND OUTLOOK

In 2015, given the more complex global economic situation, the continuous downturn in the domestic economy, coupled with the over-excessive industrial production capacity and supply, the logistics industry will encounter challenges and setbacks. According to China Federation of Logistics and Purchasing, the logistics industry will maintain an overall stable development in 2015 with slowdown in expansion of the logistics business scale, showing a trend of low price and high costs. In addition, affected by the production reduction plan of Toyota Motor in 2015, our logistics and supply chain services for transportation of finished automobiles and components business will face severe challenges.

Facing the challenging economic condition, the Company will adhere to the innovation approach and take advantage of its own resources to promote business development through operation integration, integrate internal system, strengthen risk control, proactively create new spotlight for growth, balance business structure, enhance the management system to sustain the healthy development of business and further strengthen talent training so as to improve the overall operational capability.

To this end, the Company intends to take the following measures:

- In light of the challenges faced by our most outstanding logistics and supply chain services for transportation of finished automobiles and components business, the Company will adjust its operation strategy and turn to proactively explore new automobile projects and promote development of the railway transportation of commercial vehicles business. Leveraging on the Group's advantage of integrated operation and railway resources, the Company will facilitate development of its integrated railway transportation of commercial vehicles business, explore other automobile business outside of Japanese vehicles, focus on the development of new automobile logistics projects, including the commercial vehicles transportation project in Chongqing and the automobile project in Changshu, Jiangsu province, with an aim to form and expand the integrated logistics operation;

- By promoting independent operation, the Company will optimise the operation of internal system to accommodate business development, push ahead organisation restructure, enhance risk control and aggressively promote further development of the materials procurement business, establish and keep enchancing the procurement business system and adjust the product mix for balanced development. Following the exciting growth in operating results of the material procurement business achieved in 2013 and 2014, the business segment will continue to maintain stable growth momentum in 2015;

- The Company will proactively explore other logistics business areas such as warehouse, supervision and agency, so as to sustain steady growth in business;

- The Company will implement the Group's established talents development strategy by promoting the establishment of the human resources management system, building up reserve of young cadres and operation talents, and exploring new channels and manners for cadre training. The Company will strengthen its internal management, establish internal risk control, upgrade internal control and prevention system and enchance internal management structure;

- The Company will further regulate and enhance safety management, promote safety standardisation work and the upgrade of safe production standards of the Group and the member companies, and improve the safety management system including emergency response plan.

In 2015, the Company will take proactive initiatives to overcome challenges ahead and improve the existing working process, so as to adapt to the needs of economic development. Upholding the development philosophy of "advancing steadily", the Company will remain cautious and make persisting efforts to innovate business model, adjust its business structure and proactively explore new businesses, so as to maintain sustainable development of business, as well as creating new spotlight for development, which will become the core competitive strength in our future development. It is expected that the operating results of the Company will further improve in 2015, and the Company is confident in its development in the future.

Finally, I would like to express my sincere gratitude on behalf of the Board to all our staff for their excellent performance and dedicated efforts.

MANAGEMENT DISCUSSION AND ANALYSIS

Business review

The principal businesses of the Group are logistics and supply chain services for transportation of finished automobiles and components, logistics and supply chain services for electronic components, materials procurement and related logistics services, cold chain logistics services and other services such as bonded warehouse, container yard, supervision, agency and transportation services. The major customers of the Group included Tong Fang Global (Tianjin) Logistics Co., Ltd. (同方環球(天津)物流有限公司), Tianjin Tongguang Group Digital Communication Co., Ltd. (天津通廣集團數字通訊有限公司), Jin Heng Tai (Tianjin) Trade Development Co., Ltd. (錦亨泰(天津)貿易發展有限公司), Wuxi Leyejia Commercial Co., Ltd. (無錫樂業家商業有限公司), Yingtan Fengrun Ecological Technology Co., Ltd. (鷹潭市豐潤生態科技有限公司), Tianjin Economic and Technological Development Area Ruixin Fuel Sale Co., Ltd. (天津開發區瑞信燃料銷售有限公司) and Toyota Tsusho (Tianjin) Co., Ltd. (豐田通商(天津)有限公司), etc..

During the reporting period, affected by the domestic economic conditions, our logistics and supply chain services for transportation of finished automobiles and components overcame various challenges and maintained relatively stable performance in its operating income and operating profits as compared with the corresponding period of last year. Through great efforts in expanding customer base, innovating business model and diversifying business types in last year, the Group's materials procurement and related logistics services maintained good development momentum with increase in the operating income and operating profit as compared with the corresponding period of last year. Other logistics services such as bonded warehouse, container yard, supervision, agency and transportation services maintained a good development momentum with further expansion of business scale and substantial increase in operating income and operating profit as compared with the corresponding period of last year. As to the logistics and supply chain services for electronic components business of the Group's associates, despite the negative impact of slowdown in the domestic economy, the operating income and operating profit showed a steady upward trend with substantial increase in the operating results of Dalian Company as a result of efforts in exploring new markets, developing new customers and exploiting internal potential. The logistics services for imported automobiles transportation and imported automobile inspection business recorded growth in operating results to different extent as compared with the corresponding period of last year. The cold chain logistics services recorded losses during the reporting period as it just commenced operation not long ago.

While consolidating the traditional logistics businesses, the Group has actively expanded new areas of the logistics businesses, made use of synergy of its internal resources and acquired quality infrastructure logistics resources to achieve steady but yet rapid growth.

Logistics and supply chain services for transportation of finished automobiles and components

During the reporting period, the logistics and supply chain services for transportation of finished automobiles and components overcame the negative impact of various challenges and maintained stable operating results, achieving a principal business income of RMB917,843,000, representing an increase of RMB13,108,000 or 1.4% as compared to the corresponding period of last year. Net profit was substantially the same as compared to last year.

Materials procurement and related logistics services

During the reporting period, through great efforts in expanding customer base, innovating business model and diversifying business types in last year, the materials procurement and related logistics services maintained good development momentum with expansion of business scale as compared with the corresponding period of last year. Its principal business income amounted to RMB2,071,944,000, representing an increase of RMB355,377,000 or 21% as compared with last year.

Warehouse, supervision, agency and other incomes

During the reporting period, other services such as bonded warehouse, container yard, supervision, agency and transportation services continued to maintain a good development momentum with further expansion of business scale. Its operating income amounted to RMB79,712,000, representing an increase of RMB17,591,000 or 28% as compared with last year.

Logistics and supply chain services for electronic components (conducted through investments in joint ventures)

During the reporting period, despite the negative impact of slowdown in the domestic economy, the operating income and operating profit of the logistics and supply chain services for electronic components business showed a steady upward trend with substantial increase in the operating results of the Dalian Company as a result of great efforts in exploring new market, developing new customers and exploiting internal potential. Its operating income amounted to RMB635,992,000, representing an increase of 12%, and the net profit amounted to RMB40,094,000, representing a slight increase as compared with last year.

Financial review

Turnover

For the year ended 31 December 2014, turnover of the Group was RMB3.069 billion, representing an increase of RMB386 million or 14% as compared to RMB2.683 billion last year. The significant increase in turnover is mainly attributable to the substantial growth of materials procurement and related logistics services compared to last year.

Cost of sales and gross profit

For the year ended 31 December 2014, the cost of sales of the Group was RMB2.964 billion, representing an increase of RMB375 million or 14% as compared to RMB2.589 billion of the corresponding period of last year, which was broadly in line with the growth of turnover for the year.

For the year ended 31 December 2014, gross profit margin of the Group was 3.42%, substantially the same as compared to last year.

Administrative expenses

The administrative expenses of the Group amounted to RMB55,122,000 in 2014, representing a decrease of RMB339,000 or 1% as compared to RMB55,461,000 last year. The Group will continue to strengthen its control over part of its administrative expenses.

Finance costs

The Group's finance costs during 2014 amounted to RMB11,555,000, substantially the same as compared to last year. The Group will continue to improve the efficiency of capital utilization and strive for the most favorable conditions for bank credits so as to reduce the overall finance costs.

Taxation expenses

The taxation expenses of the Group for 2014 were RMB16,295,000, representing an increase of RMB3,199,000 or 24% as compared to RMB13,096,000 last year. The increase in taxation expenses was mainly attributable to the increase in the income tax expenses of the Group and TEDA General Bonded Warehouse Co., Ltd. (a subsidiary of the Group) as compared to last year.

Share of results of joint ventures and associates

The share of results of joint ventures and associates of the Group for 2014 was RMB23,110,000, representing a decrease of RMB3,208,000 or 12% as compared to last year. The decrease was due to the decline in the operating results of Tianjin Ferroalloy Exchange Co., Ltd, (an associated company of the Group) as compared to that of the corresponding period of last year.

Profit for the year and earnings attributable to the equity holders of the Company

For the year ended 31 December 2014, total profits for the year amounted to RMB62,276,000, representing an increase of RMB6,192,000 or 11% as compared to last year. Earnings attributable to the equity holders of the Company were RMB51,214,000, increased by RMB4,211,000 or 9% as compared to RMB47,003,000 last year. The increase in earnings attributable to the equity holders of the Company was mainly because that the gross profit of the principal businesses of the Company increased by RMB10,262,000 or 11% as compared with last year, while the overall operating results of the joint ventures and associates remained relatively stable during the reporting period as the Group enhanced control over administrative expenses and finance costs.

Dividend

The Board proposes the payment of a final dividend of RMB0.03 per share for the year ended 31 December 2014 (corresponding period of 2013: 0.02). The proposal shall be subject to the approval by the shareholders at the Company's annual general meeting of 2014. Information about the date of the annual general meeting and arrangement on closure of register of member will be announced in due course.

Liquidity and financial resources

For the year ended 31 December 2014, the Group maintained a sound financial position. As at 31 December 2014, the cash and bank deposit of the Group was RMB301,307,000 (31 December 2013: RMB238,090,000). As at 31 December 2014, the total assets of the Group were RMB2,451,376,000 (31 December 2013: RMB2,203,203,000). Capital was sourced from current liabilities of RMB1,564,814,000 (31 December 2013: RMB1,353,572,000), non-current liabilities of RMB6,597,000 (31 December 2013: RMB6,951,000), shareholder's equity attributable to the shareholders of the Group of RMB791,904,000 (31 December 2013: RMB754,862,000) and minority interests of RMB88,061,000 (31 December 2013: RMB87,818,000).

Capital structure

For the year ended 31 December 2014, there was no change in the capital structure of the Company. The share capital of the Company comprised only ordinary shares.

Loans and borrowings

As at 31 December 2014, the balance of bank loans of the Group was RMB104,898,000 (31 December 2013: RMB270,000,000).

Gearing ratio

As at 31 December 2014, the ratio of total liabilities to total assets of the Group was 64% (31 December 2013: 62%). The gearing ratio (ratio of short-term bank loans to total equity) of the Group was 12% (31 December 2013: 32%).

Charge on assets

As at 31 December 2014, there was no charge on assets of the Group.

Exchange loss or gain

All operating revenues and expenses of the Group are denominated in Renminbi.

The Group has no significant investments outside Mainland China. The Group, however, may be exposed to certain extent of foreign currency exchange loss or gain mainly because the Group and the subsidiaries of the Group, Tianjin TEDA General Bonded Warehouse Co., Ltd. (天津泰達公共保税倉公司), He Guang Trade and Business Co., Ltd. (和光商貿有限公司), Tianjin Teda International Freight Forwarding Co., Ltd. (天津泰達國際貨運代理有限公司) and Tianjin Fengtian Logistics Co., Ltd. (天津豐田物流公司), have transactions denominated in United States Dollar, the Japanese Yen, Hong Kong Dollar and Australian Dollar. For the twelve months ended 31 December 2014, the Group had an exchange gain of RMB445,000 after offsetting the exchange loss.

Contingent liabilities

As at 31 December 2014, the Group had no material contingent liabilities.

Operating lease commitments

As at 31 December 2014, the Group had the following operating lease commitments:

	2014
The Group as lessee	**RMB'000**
Within one year	2,928
In the second to fifth year inclusive	1,409
	4,337
The Group as lessor	
Within one year	8,188
In the second to fifth year inclusive	19,320
Over five years	4,680
	32,188

Major acquisition or disposal of subsidiaries and associated companies

During the year, there was no major acquisition or disposal of subsidiaries and associated companies by the Group.

Employees

As at 31 December 2014, the Company employed 2,350 employees (31 December 2013: 2,371).

	As at 31 December 2014	As at 31 December 2013
Administration	**365**	389
Finance	**68**	63
Consulting Technology	**17**	21
Sale and Operation	**1,900**	1,898
Total	**2,350**	2,371

Remuneration policy

The remunerations of the employees of the Company shall be determined by reference to the market rate, and the performance, qualification and experience of the relevant staff. Also, a discretionary bonus based on individual performance during the year will be distributed as a reward for the contributions made by the employees to the Company. Other staff benefits include pension insurance, unemployment insurance, labour injury insurance, medical insurance, maternity insurance and housing fund, etc.

OTHER CORPORATE INFORMATION

Competition and Conflict of Interests

Competing Interests

None of the Directors, management shareholders, substantial shareholders of the Company or their respective associates have interest in business that competes or may compete with the business of the Group or has any other conflicts of interests with the Group.

Directors', supervisors' and chief executive's interests and short positions in shares, underlying shares and debentures of the company or its associated corporations

As at 31 December 2014, none of the directors, supervisors or chief executives of the Company had any interest or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), which were (a) required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which the directors and supervisors are taken or deemed to have under such provisions of the SFO); or (b) recorded in the register required to be kept pursuant to Section 352 of the SFO; or (c) otherwise required to be notified to the Company and the Stock Exchange pursuant to the required standard of dealings by directors set out in Rules 5.46 to 5.67 of the GEM Listing Rules.

As at 31 December 2014, none of the directors, supervisors or chief executive held any beneficial interests in the equity interests of any member of the Group, or had any right (whether legally enforceable or not) to subscribe for or to nominate persons to subscribe for any securities in any member of the Group, or had any interest, directly or indirectly, in any assets acquired or disposed of or leased or proposed to be acquired or disposed of since 1 January 2014.

Substantial shareholders and persons holding interests and short positions in the shares and underlying shares of the company

So far as is known to the Directors, supervisors and chief executive of the Company, as at 31 December 2014, the following persons (other than the Directors, supervisors and chief executive of the Company) had interests or short positions in the shares or the underlying shares of the Company, which were required to be disclosed to the Company pursuant to the provisions of Divisions 2 and 3 of Part XV of the SFO or which were required to be recorded in the register of the Company pursuant to Section 336 of the SFO:

Long position in shares of the Company

Name	**Capacity**	**Number and class of shares** (Note 1)	**Approximate percentage of shareholding in the same class of shares**	**Approximate percentage of shareholding to the Company's total issued share capital**
Tianjin Teda Investment Holding Co., Ltd.	Beneficial owner	150,420,051 (L) Domestic shares	58.74%	42.45%
Chia Tai Pharmaceutical Investment (Beijing) Co., Ltd.	Beneficial owner	77,303,789 (L) Domestic shares	30.19%	21.82%
Chia Tai Land Company Limited	Beneficial owner	28,344,960 (L) Domestic shares	11.07%	8%
Tianjin Port Development Holdings Limited	Beneficial owner	20,000,000 (L) H shares	20.36%	5.64%
Hongkong Topway Trading Co., Limited	Beneficial owner	10,000,000 (L) H shares	10.18%	2.82%
The National Council for Social Security Fund of the People's Republic of China	Beneficial owner	8,931,200 (L) H shares	9.09%	2.52%

Note:

1. The letter "L" represents the shareholder's long position in the share capital of the Company.

On 7 June 2013, Tianjin Teda Investment Holding Co., Ltd. and Tianjin Economic and Technological Development Area State Asset Operation Company transferred 28,344,960 and 77,303,789 domestic shares of the Company held by them to Chia Tai Land Company Limited and Chia Tai Pharmaceutical Investment (Beijing) Co., Ltd., respectively and completed the transfer of the shares. So far as is known to the Directors, chief executives and supervisors of the Company, as at 31 December 2014, the deemed interests of Chia Tai Land Company Limited, Chia Tai Pharmaceutical Investment (Beijing) Co., Ltd. and their associates under Part XV of the SFO are as follows:

Name	**Capacity**	**Number and class of shares** (Note 1)	**Approximate percentage of shareholding in the same class of shares**	**Approximate percentage of shareholding to the Company's total issued share capital**
Chia Tai Land Company Limited 正大置地有限公司	Beneficial owner	28,344,960(L) Domestic shares	11.07%	8%
Fortune (Shanghai) Limited 富泰(上海)有限公司	Interest of corporation controlled by a substantial shareholder	28,344,960(L) Domestic shares	11.07%	8%
Charoen Pokphand Group (BVI) Holdings Limited 正大集團(BVI)控股有限公司	Interest of corporation controlled by a substantial shareholder	28,344,960(L) Domestic shares	11.07%	8%
CPG Overseas Company Limited	Interest of corporation controlled by a substantial shareholder	28,344,960(L) Domestic shares	11.07%	8%
Charoen Pokphand Group Co., Ltd.	Interest of corporation controlled by a substantial shareholder	28,344,960(L) Domestic shares	11.07%	8%
Chia Tai Pharmaceutical Investment (Beijing) Co. Ltd. 正大製藥投資(北京)有限公司	Beneficial owner	77,303,789(L) Domestic shares	30.19%	21.82%
Sino Biopharmaceutical Limited 中國生物製藥有限公司	Interest of corporation controlled by a substantial shareholder	77,303,789(L) Domestic shares	30.19%	21.82%

Note:

1. The letter "L" represents the shareholders' long position in the share capital of the Company.

Save as disclosed in this report, so far as is known to the Directors, chief executives and supervisors of the Company, as at 31 December 2014, no any other persons (other than the Directors or chief executives or supervisors of the Company) had interests or short positions which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were required to be recorded in the register of the Company pursuant to Section 336 of the SFO.

Corporate governance report

The Company believes that stringent corporate governance practices could enhance credibility and transparency and are in the interests of the shareholders of the Company. The Company has established a complete set of code on corporate governance practices – "Handbook of Corporate Governance Practices" pursuant to the requirements of the GEM Listing Rules. Save as disclosed below, the Company has complied with all the requirements of the Corporate Governance Code ("the Code") set out in Appendix 15 of the GEM Listing Rules throughout the reporting year, save for the deviation of Code A.2.1 and Code A.6.7.

Pursuant to Code A.2.1, the roles of the chairman of the Board (the "Chairman") and the chief executive officer (the "CEO") should be separated and should not be performed by the same individual. The division of responsibilities between the Chairman and the CEO should be clearly established and set out in writing. As at 31 December 2014, the roles of the Chairman and the CEO of the Company have been performed by Mr. Zhang Jian and he has been responsible for the management of the Board and the operation of the Group. The Board considered that Mr. Zhang Jian has thorough understanding and expertise regarding the business operations of the Group and thus enabling him to make appropriate decisions which are in the interests of the shareholders as a whole on a timely and effectively basis. The Company believes that the combination of the roles of the Chairman and the CEO helps effectively formulating and implementing the Group's strategies as well as quickly responding to the ever-changing markets. The Board also considers that, at this moment, it is not necessary to separate the roles of the Chairman and the CEO. However, the Board will continue to review the effectiveness of the corporate governance structure of the Group in order to decide whether the roles of the Chairman and the CEO should be separated.

Code A.6.7 (as amended) is related to attendance by the independent non-executive directors and other non-executive directors to general meetings. The non-executive directors of the Company Mr. Tse Ping and Mr. Yang Xiaoping did not attend the annual general meeting held on 20 June 2014 due to personal reasons, the non-executive director Mr. Hu Jun did not attend the annual general meeting held on 20 June 2014 due to personal reasons, the independent non-executive directors Mr. Zhang Limin, Mr. Liu Jingfu and Mr. Luo Yongtai did not attend the annual general meeting held on 20 June 2014 due to personal reasons and the independent non-executive director Mr. Japhet Sebastian Law did not attend the annual general meeting held on 20 June 2014 and the extraordinary general meeting held on 10 January 2014 due to personal reasons, which are not compliant with Code A.6.7. The Company will continue to create excellent conditions for non-executive directors to attend general meetings, so as to support non-executive directors to respond to shareholders' questions in the general meetings.

Audit Committee

The Company has set up an audit committee pursuant to the requirements under Rule 5.28 of the GEM Listing Rules and the "Guidelines for the Establishment of Audit Committees" prepared by the Hong Kong Institute of Certified Public Accountants, with written terms of reference in compliance with Rule 5.29 of the GEM Listing Rules. The audit committee currently comprises Mr. Zhou Zisheng (chairman), Mr. Cheng Xinsheng and Mr. Japhet Sebastian Law (all being independent non-executive directors), among which, Mr. Cheng Xinsheng has the relevant professional qualification and financial experience. The members of the audit committee convene meetings regularly with the management and external auditors and review the internal audit report and the quarterly, interim and annual results of the Group. The audit committee has reviewed the audited financial statements for the year ended 31 December 2014 and recommended approval to the Board. In 2014, the audit committee held a total of 4 meetings to review the financial information and the internal control system of the Company. For the year ended 31 December 2014, the Company complied with the requirements of Rules 5.28 of the GEM Listing Rules in respect of the audit committee.

Securities Transaction by Directors

The Group has adopted a code of dealing in securities by the Directors of the Group, which was formulated in accordance with Rules 5.48 to 5.67 of the GEM Listing Rules for the purpose of setting out its own required standards for assessment of the conduct of the Directors in dealings in the securities of the Group. Upon enquiries made to each Director by the Company, all Directors confirmed that they have complied with the code of dealing in securities by the Directors.

Purchase, Sale or Redemption of Securities

During the year ended 31 December 2014, neither the Company nor any of its subsidiaries has purchased or redeemed or sold or cancelled any listed securities of the Company.

Clarification

The Company wishes to clarify certain information stated in this announcement which was different from the unaudited annual results announcement of the Group for the year ended 31 December 2014 issued by the Company on 28 April 2015. The difference represented provision of audit fee of approximately RMB1,400,000 for the year ended 2014, which increased administrative expenses in consolidated statement of profit or loss and other comprehensive income and trade and other payables in consolidated statement of financial position. Therefore, profit/total comprehensive income for the year has decreased by RMB1,400,000.

Continued Suspension of Trading

Trading in the H shares of the Company on the GEM of the Stock Exchange has been suspended since 31 March 2015 and will remain suspended pending the release of an announcement which will contain an explanation by the Company's auditor, HLB Hodgson Impey Cheng Limited, regarding the extended audit procedures performed during the audit of the consolidated financial statements of the Group for the year ended 31 December 2014.

As at the date of this announcement, the executive Director is Mr. Zhang Jian; the non-executive Directors are Mr. Xu Lifan, Mr. Cui Xuesong, Mr. Tse Ping and Mr. Yang Xiaoping; and the independent non-executive Directors are Mr. Cheng Xinsheng, Mr. Japhet Sebastian Law, Mr. Mei Xingbao and Mr. Zhou Zisheng.

By the Order of the Board
Tianjin Binhai Teda Logistics (Group) Corporation Limited*
Zhang Jian
Chairman

Tianjin, 5 June 2015

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for 7 days from the date of its posting. This announcement will also be posted on the Company's website at www.tbtl.cn.

* *For identification purpose only*