

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



Solargiga Energy

Solargiga Energy Holdings Limited

陽光能源控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 757)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2013

FINANCIAL HIGHLIGHTS

Revenue	US\$ 44.5 million	6.0%	1.4 million
(US\$ million)	2012		
Operating Profit	US\$ 154.725 million	151.1%	(US\$ million)
2012			
Operating Profit Margin	7.4%		
660.12 million			2012
2012	2.4 million	3%	5.02 million
(US\$ million)			(US\$ million)
Net Profit	US\$ 30 million		2013 (US\$ million)
2012			

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2013

	Note	Unaudited 30 June 2013 RMB'000	31 2012 RMB'000
Non-current assets			
Property, plant and equipment		1,861,602	1,176,404
Intangible assets		7,025	4,522
Investments in subsidiaries		100,067	101,361
Investments in associates	13	307,833	316,543
Other non-current assets		128,264	124,457
		<u>2,404,791</u>	<u>2,464,627</u>
Current assets			
Accounts receivable		393,966	424,177
Accounts payable	10	668,039	720,747
Prepaid expenses		500	7,070
Other current assets		294,510	174,234
Current tax assets		287,846	153,733
		<u>1,644,861</u>	<u>1,400,311</u>
Current liabilities			
Accounts payable	11	784,053	46,000
Accounts receivable	12	1,151,390	1,010,500
		<u>1,935,443</u>	<u>1,056,500</u>
Net current liabilities		<u>(290,582)</u>	<u>(35,052)</u>
Total assets less current liabilities		<u>2,114,209</u>	<u>2,070,575</u>
Non-current liabilities			
Accounts payable	12	395,663	472,000
Accounts receivable		298,600	2,600
Other non-current liabilities		9,067	11,757
Provisions		216,627	221,701
Other non-current liabilities		12,054	1,007
		<u>932,011</u>	<u>1,020,345</u>
NET ASSETS		<u>1,182,198</u>	<u>1,051,230</u>
CAPITAL AND RESERVES			
Share capital		276,727	210,700
Reserves		876,157	800,010
		<u>1,152,884</u>	<u>1,010,710</u>
Total equity attributable to equity shareholders of the Company		<u>1,152,884</u>	<u>1,010,710</u>
Non-controlling interests		<u>29,314</u>	<u>32,352</u>
TOTAL EQUITY		<u>1,182,198</u>	<u>1,051,230</u>

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

1. BASIS OF PREPARATION

The financial statements have been prepared on an accrual basis and are based on the information provided by the management of the Company. The financial statements are prepared using the historical cost convention, except for certain financial instruments which are measured at fair value. The accounting policies used are consistent with those used in the financial statements for the year ended 31 December 2013.

The financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and as modified by the Hong Kong Institute of Certified Accountants (HKICPA) for use in Hong Kong. The financial statements are prepared in accordance with the requirements of the Companies Ordinance (Chapter 622) and the Securities and Futures Ordinance (Chapter 571).

The financial statements are prepared on a going concern basis. The Company has a history of profitable operations and has sufficient resources to continue in business for the foreseeable future. The Company has no material uncertainties that may cast significant doubt on its ability to continue as a going concern. The financial statements are prepared on a going concern basis.

(i) Available banking facilities

The Company has available banking facilities of HK\$21 million as at 30 June 2013, of which HK\$167 million is used for the purpose of the Company's operations. The Company has no other banking facilities available as at 30 June 2013.

(ii) New business cooperation

The Company has entered into a new business cooperation agreement with a company incorporated in the People's Republic of China (PRC) for the purpose of expanding its business operations in the PRC. The Company has not yet received any significant orders from the PRC company as at 30 June 2013.

(iii) Other measures to improve liquidity and financial performance

- (1) ...
 - (2) ...
 - (3) ...
 - (4) ...
 - (5) ...
- 12

2. CHANGES IN ACCOUNTING POLICIES

- 1, *Presentation of financial statements – Presentation of items of other comprehensive income*
 - 10, *Consolidated financial statements*
 - 12, *Disclosure of interests in other entities*
 - 13, *Fair value measurement*
- Annual Improvements to HKFRSs 2009-2011 Cycle*
- 7 *Disclosures – Offsetting financial assets and financial liabilities*

		30 June 2012			
		n	n	n	n
		<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
n	n	304,732	22,006	15,221	44,5
n	n	<u>4,56</u>	<u>4,67</u>	165,646	1,064,3

4. OTHER REVENUE

		Unaudited	
		Six months ended 30 June	
		2013	2012
		RMB'000	RMB'000
	n n n	7,039	,72
	n n n	1,256	2,5 1
	n n n	797	74
	n n	13	2
		1,149	1,203
		<u>10,254</u>	<u>13,415</u>

5. OTHER NET INCOME

		Unaudited	
		Six months ended 30 June	
		2013	2012
		RMB'000	RMB'000
	n n n	3,625	1,5 1

6. LOSS BEFORE TAXATION

		Unaudited	
		Six months ended 30 June	
		2013	2012
		RMB'000	RMB'000
(a)	Finance costs		
	n n n n n	46,446	47,010
	n n n	7,600	7,700
		<u>54,046</u>	<u>54,710</u>
	n n n n n n n n	(3,274)	(227)
		<u>50,772</u>	<u>54,4 3</u>
(b)	Other items		
	n	83,520	7,266
	n n n n	69,850	132, 05
	n n	3,047	21
	n n n n	33,444	42,247
		22,554	
	n n n	-	13,2 6
	n n	1,294	1,261
	n	516	5 5

8. DIVIDENDS

2013 (in million RMB) 30 June 2012 (in million RMB).

9. LOSS PER SHARE

(a) Basic loss per share

2013 (in million RMB) 30 June 2012 (in million RMB)
 2,242,170,425 (136,431,000) 2,720,235,033 (660,12,000)

(b) Weighted average number of ordinary shares

	Unaudited Number of ordinary shares	
	2013	2012
Weighted average number of ordinary shares	2,491,300,472	2,242,170,425
Weighted average number of ordinary shares	187,191,638	
Weighted average number of ordinary shares	41,742,983	
	<u>2,720,235,093</u>	<u>2,242,170,425</u>

(c) Diluted loss per share

2013 (in million RMB) 30 June 2012 (in million RMB).

10. TRADE AND OTHER RECEIVABLES

	Unaudited 30 June	
	2013	2012
	RMB'000	RMB'000
Trade receivables	273,409	27,544
Other receivables	58,548	53,615
Prepaid expenses	203,950	1,336
Accounts receivable	97,968	75,350
Accounts payable	34,164	11,02
	<u>668,039</u>	<u>720,747</u>

	Unaudited 30 June 2013 RMB'000	31 2012 RMB'000
1	182,519	1,074,106
4	113,288	121,060
7	70,443	17,243
12	73,252	6,033
1	33,430	20,523
	472,932	57,655

12. BANK AND OTHER LOANS

As at 30 June 2013, the carrying amount of bank and other loans is RMB50,663,000 (2012: RMB133,441,000). The carrying amount of bank and other loans is classified as follows:

	30 June 2013	31 June 2012
1	50,663,000	133,441,000
4	-	-
7	-	-
12	-	-
1	-	-
	50,663,000	133,441,000

13. PREPAYMENTS FOR RAW MATERIALS

As at 30 June 2012, the carrying amount of prepayments for raw materials is RMB134,610,000 (2012: RMB134,450,000). The carrying amount of prepayments for raw materials is classified as follows:

	30 June 2012	31 June 2012
1	134,610,000	134,450,000
4	-	-
7	-	-
12	-	-
1	-	-
	134,610,000	134,450,000

14. INTANGIBLE ASSETS AND GOODWILL

As at 30 June 2013, the carrying amount of intangible assets and goodwill is RMB20,237,000 (2012: RMB20,237,000). The carrying amount of intangible assets and goodwill is classified as follows:

	30 June 2013	31 June 2012
1	20,237,000	20,237,000
4	-	-
7	-	-
12	-	-
1	-	-
	20,237,000	20,237,000

Silicon Ingot Business

In 2013, the Silicon Ingot Business generated sales of 30,000 metric tons, an increase of 5% from 28,500 metric tons in 2012. The average selling price was 37,120 yen per metric ton, a decrease of 1.2% from 37,600 yen per metric ton in 2012. The gross profit was 1,200 million yen, a decrease of 51% from 2,400 million yen in 2012. The operating profit was 600 million yen, a decrease of 1.2% from 610 million yen in 2012. The net profit was 451 million yen, a decrease of 16.5% from 530 million yen in 2012. The operating profit margin was 3.7%, a decrease from 4.5% in 2012. The net profit margin was 1.5%, a decrease from 1.8% in 2012. The return on assets was 0.7%, a decrease from 0.9% in 2012. The return on equity was 2.23%, a decrease from 2.7% in 2012. The return on capital employed was 0.0%, a decrease from 0.0% in 2012.

Wafer Business

In 2013, the Wafer Business generated sales of 121,000 metric tons, an increase of 2.7% from 117,800 metric tons in 2012. The average selling price was 145,500 yen per metric ton, an increase of 115.42% from 130,000 yen per metric ton in 2012. The gross profit was 14,500 million yen, an increase of 115.42% from 12,500 million yen in 2012. The operating profit was 11,500 million yen, an increase of 115.42% from 10,000 million yen in 2012. The net profit was 11,500 million yen, an increase of 115.42% from 10,000 million yen in 2012.

Cell Business

In 2013, the Cell Business generated sales of 300 million yen, an increase of 45.7% from 206 million yen in 2012. The average selling price was 45,770 yen per metric ton, an increase of 126.66% from 15,500 yen per metric ton in 2012. The gross profit was 15,500 million yen, an increase of 15.5% from 13,400 million yen in 2012. The operating profit was 15,500 million yen, an increase of 15.5% from 13,400 million yen in 2012. The net profit was 15,500 million yen, an increase of 15.5% from 13,400 million yen in 2012.

Module Business

... 51% ...
 ... (...) ...
 ... (...), ...
 ...
 ...
 150 ... 175 ...
 7 ... 6.67 ...
 ... 11 ...
 ...
 ... (...) ...
 ... 2012. ...
 2013 ... (...), ...
 ... 370 ...
 ...
 ...
 ... 2013, ...

Photovoltaic System Investment Business

...
 ...
 ... 20 ...
 ... 4 % ...
 ...
 ... 2011 ...
 33 ...
 ... 1.15 ...
 ...

Turnover

... 30 ... 2013, ... 1.4 ...
 ... 6 % ... 2012. ...
 ...
 ...
 ...

Cost of sales

... 30 ... 2013, ... 25.1% ... 00.34
 ... 63.64 ... 2012.
 ... 7.7% ... 34.2 ...
 ... 2012. ...
 ... (... 30 ... 2013
 6.5 ... 30 ... 2012 ... 132.05 ...)

Human resources

30 million 2013, 3,5 (30 million 2012 3,45) .

Future prospects and strategies

million 2013, 3,5 (30 million 2012 3,45) .

Audit Committee

On 30 June 2013, the Audit Committee has reviewed the financial statements of the Company for the year ended 31 March 2013. The Audit Committee is satisfied with the financial statements and has recommended the directors to approve the financial statements for inclusion in the annual report of the Company.

PUBLICATION OF FINANCIAL INFORMATION

The financial statements of the Company for the year ended 31 March 2013 will be published on the website of the Company at www.solargiga.com and on the website of the Stock Exchange at www.sehk.com on 30 June 2013. The financial statements will also be published in the annual report of the Company.

Solargiga Energy Holdings Limited
Hsu You Yuan
Executive Director

On 2 July 2013

As at the date of this announcement, Mr. Tan Wenhua (Chairman), Mr. Hsu You Yuan, Mr. Tan Xin and Mr. Wang Chunwei are executive Directors of the Company, and Mr. Wong Wing Kuen, Albert, Ms. Fu Shuangye, Dr. Lin Wen and Mr. Zhang Chun are independent non-executive Directors of the Company.