

CHINA MINZHONG FOOD CORPORATION LIMITED

(Registration No. 200402715N)

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

The directors are pleased to announce the results for the quarter period from 1 January 2010 to 31 March 2010 and the results for the financial period from 1 July 2009 to 31 March 2010. The comparatives are for the quarter period from 1 January 2009 to 31 March 2009 and the financial period from 1 July 2008 to 31 March 2009. These figures have not been audited.

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

	Group					
	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	Change	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009	Change
	RMB '000	RMB '000	%	RMB '000	RMB '000	%
Revenue	1,136,361	816,419	39.2%	524,098	384,873	36.2%
Cost of sales	(689,893)	(496,477)	39.0%	(308,262)	(221,856)	38.9%
Gross profit	446,468	319,942	39.5%	215,836	163,017	32.4%
Gross profit margin (%)	39.3%	39.2%	0.1%	41.2%	42.4%	(1.2%)
(Loss) / Gain on fair value of biological assets less estimated point of sales cost ⁽¹⁾	(12,000)	6,750	(277.8%)	(18,000)	2,250	(900.0%)
Other income, net	6,307	6,014	4.9%	1,891	1,914	(1.2%)
Selling and distribution expenses	(10,396)	(5,209)	99.6%	(3,242)	(1,341)	141.8%
Administrative expenses	(60,226)	(46,624)	29.2%	(26,298)	(13,567)	93.8%
Other expenses, net	(925)	(11,729)	(92.1%)	(436)	(3,825)	(88.6%)
Financial expenses, net	(19,973)	(13,858)	44.1%	(6,201)	(2,971)	108.7%
Profit before income tax	349,255	255,286	36.8%	163,550	145,477	12.4%
Income tax expense	(54,673)	(41,668)	31.2%	(28,203)	(27,465)	2.7%
Profit for the period	294,582	213,618	37.9%	135,347	118,012	14.7%
Net Profit margin (%)	25.9%	26.2%	(0.3%)	25.8%	30.7%	(4.9%)
Other comprehensive income:						
Currency translation difference arising from consolidation	265	2,224	(88.1%)	35	243	(85.6%)
Total comprehensive income	294,847	215,842	36.6%	135,382	118,255	14.5%
EBITDA (excluding (loss) / gain on fair value of biological assets ⁽²⁾)	427,946	303,874	40.8%	203,356	160,312	26.9%
EBITDA margin	37.7%	37.2%	0.5%	38.8%	41.7%	(2.9%)
Earnings per share (RMB)						
Basic ^(nm)	2,182	1,682	29.7%	896	929	(3.5%)
Diluted ^(nm)	10.03	7.26	38.2%	4.61	4.01	14.9%
Proforma basis	0.54	0.39	37.9%	0.25	0.21	14.7%

Note (1): Refers to 8(A)iii for computation

Note (2): Refers to 8(C)xi for computation

nm: not meaningful

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Profit before income tax

Profit before income tax is arrived at after charging / (crediting) the following:

	Group			
	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
	RMB '000	RMB '000	RMB '000	RMB '000
Depreciation of property, plant and equipment	21,010	13,734	7,063	5,253
Plant and equipment written off	41	2,685	-	-
Amortisation of land use right	804	688	268	231
Amortisation of land improvement costs	9,987	9,616	3,398	4,606
Amortisation of operating lease prepayments	18,101	19,619	5,855	5,373
Amortisation of discount on convertible bonds and loan	11,436	8,293	3,211	669
Reversal of other payables	-	(1,391)	-	(997)
Reversal of allowance for doubtful trade debts	(112)	-	-	-
Obsolete inventories written off	-	3,469	-	2,438
Other receivables written off (non-trade)	-	8	-	6
Loss / (Gain) on fair value of biological assets less estimated point of sales cost	12,000	(6,750)	18,000	(2,250)
Amortisation of government grant	(3,184)	(2,177)	(979)	(1,349)
Interest income	(149)	(81)	(50)	(58)
Interest expenses	8,686	5,646	3,040	2,360
Employees' share option value	12,148	2,907	11,502	969
Translation differences	-	2,041	-	(9)
IPO related expenses (non-recurring)	9,687	1,995	5,202	177

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

	Group		Company	
	Unaudited 31.3.2010 RMB'000	Audited 30.06.2009 RMB'000	Unaudited 31.3.2010 RMB'000	Audited 30.06.2009 RMB'000
Share capital and reserves				
Share capital	244,967	41,768	244,967	41,768
Statutory reserve fund	32,241	22,305	-	-
Capital reserve	10,803	56,772	10,803	56,772
Employees' share option reserve	18,641	6,493	18,641	6,493
Translation reserve	1,211	946	(3,797)	(4,064)
Accumulated profits	1,155,715	871,069	(94,528)	(56,230)
TOTAL EQUITY	1,463,578	999,353	176,086	44,739
Non-current assets				
Property, plant and equipment	396,749	352,734	-	-
Land use right	40,858	41,662	-	-
Biological assets	178,000	190,000	-	-
Land improvement costs	48,053	54,400	-	-
Investment in subsidiaries	-	-	246,943	246,943
Operating lease prepayments	149,026	166,188	-	-
Current assets				
Land use right	919	919	-	-
Biological assets	11,737	11,449	-	-
Inventories	32,746	28,644	-	-
Trade receivables	445,046	205,016	-	-
Other receivables and prepayments	125,461	130,114	12,379	279
Operating lease prepayments	22,883	23,822	-	-
Due from a subsidiary (non-trade)	-	-	2,938	9,934
Due from a related party (non-trade)	-	10,218	-	-
Cash and bank balances	440,915	208,597	806	65
	1,079,707	618,779	16,123	10,278
TOTAL ASSETS	1,892,393	1,423,763	263,066	257,221

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

	Group		Company	
	Unaudited	Audited	Unaudited	Audited
	31.3.2010	30.06.2009	31.3.2010	30.06.2009
	RMB'000	RMB'000	RMB'000	RMB'000
Current liabilities				
Trade payables	19,107	6,117	-	-
Other payables and accruals	65,528	25,040	27,381	6,824
Due to a related party (non- trade)	5,220	5,220	-	-
Bank term loans	233,000	162,770	-	-
Income tax liabilities	27,819	1,224	-	-
Convertible bonds	59,599	205,658	59,599	205,658
Government grants	1,122	1,122	-	-
	411,395	407,151	86,980	212,482
Non-current liabilities				
Government grants	11,069	11,063	-	-
Bank term loans	6,351	6,196	-	-
	17,420	17,259	-	-
TOTAL LIABILITIES	428,815	424,410	86,980	212,482
NET ASSETS	1,463,578	999,353	176,086	44,739

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1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Bank term loans

	Unaudited	Audited
	31.3.2010	30.6.2009
	RMB'000	RMB'000
<u>Non-current</u>		
Non-interest bearing loan, secured	3,830	3,830
Less: Discount implicit in long-term interest free bank loan	(980)	(980)
	<hr/>	<hr/>
Fair value of interest-free bank loan at inception	2,850	2,850
Add: Amortisation of discount	241	86
	<hr/>	<hr/>
Net carrying amount at end of period	3,091	2,936
Interest bearing loan, secured	3,260	3,260
	<hr/>	<hr/>
	6,351	6,196
	<hr/>	<hr/>
<u>Current</u>		
Interest bearing loans:		
- Secured	10,000	29,510
- Unsecured	80,000	30,000
- Guaranteed	143,000	103,260
	<hr/>	<hr/>
	233,000	162,770
	<hr/>	<hr/>
Total bank term loans	239,351	168,966
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Interest rates for short-term bank loans range from 5.31% to 6.11% (30 June 2009: 5.59% to 8.59%) per annum. These were secured by either guarantees jointly or individually provided by third parties and a director, or over the Group's land use rights and leasehold buildings.

Interest rates for long-term bank loans range from 0% to 2.3% (30 June 2009: 0% to 2.3%) per annum. Interest bearing loan of RMB 3.26 million was secured over Group's land and building, repayable in 2 equal installments on 30 October 2011 and 30 October 2012 respectively. Non-interest bearing loan of RMB 3.83 million is carried at amortised cost and secured over the Group's land use right and leasehold building, repayable on 30 October 2013.

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1(b)(ii) Aggregate amount of group's borrowings and debt securities. (Continued)

Convertible loan

The convertible loan recognised in the balance sheet comprise:

	Unaudited	Audited
	31.3.2010	30.6.2009
	RMB'000	RMB'000
<u>Convertible loan</u>		
Face value of convertible loan issued on 13 June 2008	62,297	62,297
Equity conversion component	(9,085)	(9,085)
	<hr/>	<hr/>
Liability component on initial recognition on 13 June 2008	53,212	53,212
Accumulated amortisation of discount	9,319	5,833
Currency alignment	(1,807)	(1,735)
Capitalisation of transaction costs	(1,125)	(1,125)
	<hr/>	<hr/>
Net carrying amount at end of period/year	59,599	56,185
	<hr/>	<hr/>

Convertible loan

On 6 June 2008, the Company entered into a convertible loan agreement ("Convertible Loan Agreement") with certain pre-initial public offering investors ("Pre-IPO Investors"). The Pre-IPO Investors agreed to grant the Company a convertible loan facility ("Loan") of an aggregate amount of US\$9.0 million in consideration for the right to convert the full sum of the Loan into fully-paid ordinary shares in the Company.

On 13 June 2008 ("Funding Date"), the Company received US\$9.0 million (equivalent to approximately RMB 62,297,000) from the Pre-IPO Investors.

Under the terms of the Convertible Loan Agreement, the Convertible Loan ("CL") will be automatically converted into fully-paid new ordinary shares in the Company within 5 business days from the issuance of a written notice by the Company to the Pre-IPO Investors informing of the Company's receipt of the Eligibility-To-List letter from the Singapore Exchange Limited ("SGX-ST") ("Conversion Shares"). The number of shares to be issued and converted will be calculated based on an agreed formula between the parties. After the end of the current financial period reported, on 1 April 2010, the CL was automatically converted into fully-paid new ordinary shares in the Company.

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

	Group			
	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from operating activities				
Profit before income tax	349,255	255,286	163,550	145,477
Adjustments for:				
Depreciation of property, plant and equipment	21,010	13,734	7,063	5,253
Plant and equipment written off	41	2,685	-	-
Amortisation of land use right	804	688	268	231
Amortisation of land improvement costs	9,987	9,616	3,398	4,606
Amortisation of operating lease prepayments	18,101	19,619	5,855	5,373
Amortisation of discount on convertible bonds and loan	11,436	8,293	3,211	669
Reversal of other payables	-	(1,391)	-	(997)
Reversal of allowance for doubtful trade debts	(112)	-	-	-
Obsolete inventories written off	-	3,469	-	2,438
Other receivables written off (non-trade)	-	8	-	6
Biological assets	12,000	(6,750)	18,000	(2,250)
Amortisation of government grant	(3,184)	(2,177)	(979)	(1,349)
Interest income	(149)	(81)	(50)	(58)
Interest expense	8,686	5,646	3,040	2,360
Employees' share option value	12,148	2,907	11,502	969
Translation difference	-	2,041	-	(9)
Operating profit before working capital changes	440,023	313,593	214,858	162,719
Inventories	(4,390)	14,111	16,027	32,245
Trade receivables	(239,918)	(241,084)	(124,019)	(114,199)
Other receivables and prepayments	4,653	(1,243)	(3,753)	9,609
Trade payables	12,990	11,485	(3,474)	(150)
Other payables and accruals	40,487	20,421	15,150	16,600
Cash generated from operations	253,845	117,283	114,789	106,824
Income tax paid	(28,078)	(10,914)	(13,935)	(7,914)
Interest received	149	81	50	58
Net cash generated from operating activities	225,916	106,450	100,904	98,968

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

	Group			
	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
	RMB'000	RMB'000	RMB'000	RMB'000
Cash flows from investing activities				
Purchase of property, plant and equipment	(65,065)	(97,762)	(979)	(31,044)
Land improvement costs	(3,640)	(567)	-	(567)
Prepayment for land improvement costs	-	(28,000)	-	(28,000)
Additions to operating lease prepayments	-	(30,000)	-	(30,000)
Net cash used in investing activities	(68,705)	(156,329)	(979)	(89,611)
Cash flows from financing activities				
Proceeds from bank loans	146,000	118,100	27,000	40,030
Repayment of bank loans	(75,770)	(70,895)	(27,000)	(17,945)
Government grant received	3,190	6,055	1,025	3,545
Interest paid	(8,531)	(5,646)	(2,988)	(2,360)
Balance received from a related party	10,218	1,230	-	-
Balance with corporate shareholders	-	(4,560)	-	-
Restricted cash	4,900	-	4,900	-
Net cash generated from financing activities	80,007	44,284	2,937	23,270
Net increase/(decrease) in cash and cash equivalents	237,218	(5,595)	102,862	32,627
Cash and cash equivalents at beginning of period	203,697	101,592	338,053	63,370
Cash and cash equivalents at end of period	440,915	95,997	440,915	95,997
Cash and bank balances				
Cash and bank balances	436,015	100,897	436,015	100,897
Less: restricted cash	4,900	(4,900)	4,900	(4,900)
Cash and cash equivalents	440,915	95,997	440,915	95,997

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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	Share Capital	Statutory	Capital reserve	Employees'	Translation	Accumulated	Total
	RMB'000	reserve fund	RMB'000	share option	reserve	profits	RMB'000
		RMB'000	RMB'000	reserve	RMB'000	RMB'000	RMB'000
Balance at 1.7.2008	41,768	17,027	56,772	2,618	(1,295)	588,249	705,139
Recognition of employees' share option value	-	-	-	2,907	-	-	2,907
Currency translation differences	-	-	-	-	2,224	-	2,224
Net gain directly recognized in equity	-	-	-	2,907	2,224	-	5,131
Profit for the period	-	-	-	-	-	213,618	213,618
Total recognized income	-	-	-	2,907	2,224	213,618	218,749
Disposal of a subsidiary	-	(9,313)	-	-	-	9,313	-
Appropriation to statutory reserve fund	-	10,357	-	-	-	(10,357)	-
Balance at 31.3.2009	41,768	18,071	56,772	5,525	929	800,823	923,888
Balance at 1.7.2009	41,768	22,305	56,772	6,493	946	871,069	999,353
Recognition of employees' share option value	-	-	-	12,148	-	-	12,148
Currency translation differences	-	-	-	-	265	-	265
Net gain directly recognized in equity	-	-	-	12,148	265	-	12,413
Profit for the period	-	-	-	-	-	294,582	294,582
Total recognized income	-	-	-	12,148	265	294,582	306,995
Issue of ordinary shares on conversion of convertible bonds	157,230	-	-	-	-	-	157,230
Conversion of convertible bond into equity	45,969	-	(45,969)	-	-	-	-
Appropriation to statutory reserve fund	-	9,936	-	-	-	(9,936)	-
Balance at 31.3.2010	244,967	32,241	10,803	18,641	1,211	1,155,715	1,463,578

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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. (Continued)

<u>Company</u>	Share Capital RMB'000	Statutory reserve fund RMB'000	Capital reserve RMB'000	Employees' share option reserve RMB'000	Translation reserve RMB'000	Accumulated losses RMB'000	Total RMB'000
Balance at 1.7.2008	41,768	-	56,772	2,618	(4,225)	(32,554)	64,379
Recognition of employees' share option value	-	-	-	2,907	-	-	2,907
Currency translation differences	-	-	-	-	145	-	145
Net gain directly recognized in equity	-	-	-	2,907	145	-	3,052
Loss for the period	-	-	-	-	-	(17,729)	(17,729)
Total recognized income	-	-	-	2,907	145	(17,729)	(14,677)
Balance at 31.3.2009	41,768	-	56,772	5,525	(4,080)	(50,283)	49,702
Balance at 1.7.2009	41,768	-	56,772	6,493	(4,064)	(56,230)	44,739
Recognition of employees' share option value	-	-	-	12,148	-	-	12,148
Currency translation differences	-	-	-	-	267	-	267
Net gain directly recognized in equity	-	-	-	12,148	267	-	12,415
Loss for the period	-	-	-	-	-	(38,298)	(38,298)
Total recognized income	-	-	-	12,148	267	(38,298)	(25,883)
Issue of ordinary shares on conversion of convertible bonds	157,230	-	-	-	-	-	157,230
Conversion of convertible bond into equity	45,969	-	(45,969)	-	-	-	-
Balance at 31.3.2010	244,967	-	10,803	18,641	(3,797)	(94,528)	176,086

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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 on treasury shares, 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.

Convertible Bonds

During the three months ended 31 March 2010, convertible bonds' holders have exercised their rights to convert their outstanding convertible bonds with an aggregate face value of US\$23.0 million into an aggregate of 73,140 ordinary shares in the capital of the Company. As at 31 March 2010, every one (1) ordinary share in the capital of the Company be sub-divided into two thousand (2,000) ordinary shares. The ordinary shares have been allotted and issued to the following allottees in the following manner:

Name of Allottees	No. of Ordinary Shares (before share split)	No. of Ordinary Shares (after share split)	Consideration (US\$)	Consideration (S\$)
Tetrad Ventures Pte Ltd	27,348	54,696,000	8,600,000	12,096,760
High Focus International Limited	17,490	34,980,000	5,500,000	7,736,300
Olympus Leaf Holdings Limited	28,302	56,604,000	8,900,000	12,518,740
Total	73,140	146,280,000	23,000,000	32,351,800

Convertible Loan

On 6 June 2008, the Company entered into a convertible loan agreement ("Convertible Loan Agreement") with certain pre-initial public offering investors ("Pre-IPO Investors"). The Pre-IPO Investors agreed to grant the Company a convertible loan facility ("Loan") of an aggregate amount of US\$9.0 million in consideration for the right to convert the full sum of the Loan into fully-paid ordinary shares in the Company.

On 13 June 2008 ("Funding Date"), the Company received US\$9.0 million (equivalent to approximately RMB 62,297,000) from the Pre-IPO Investors.

Under the terms of the Convertible Loan Agreement, the Convertible Loan ("CL") will be automatically converted into fully-paid new ordinary shares in the Company within 5 business days from the issuance of a written notice by the Company to the Pre-IPO Investors informing of the Company's receipt of the Eligibility-To-List letter from the Singapore Exchange Limited ("SGX-ST") ("Conversion Shares"). The number of shares to be issued and converted will be calculated based on an agreed formula between the parties. After the end of the current financial period reported, on 1 April 2010, the CL was automatically converted into fully-paid new ordinary shares in the Company. The ordinary shares have been allotted and issued in the following manner:

Name of Allottees	No. of Ordinary Shares	Consideration (US\$)	Consideration (S\$)
OCBC Capital Investment I Pte. Ltd.	17,501,000	9,000,000	12,600,720

Save as the above disclosed, during the three months ended 31 March 2010, there has been no changes in the issued and paid-up share capital of the Company.

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

	Resultant Issued and Paid Up Share Capital		
	Number of new Shares issued	Number of Shares	(\$'000)
As at 30 June 2009 and 31 March 2009	-	127,020	9,100
Conversion of convertible bonds	73,140	200,160	41,452
Share split	400,119,840	400,320,000	-
As at 31 March 2010	400,192,980	400,320,000	41,452

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

During the current financial period and the immediately preceding financial year, the Company does not have any outstanding treasury shares.

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

The figures have not been reviewed by the Group's auditors in accordance with the Singapore Standard on Review Engagement 2410.

The figures are management figures prepared in accordance with the provisions of the Singapore Companies Act, Cap. 50 (the "Act") and Singapore Financial Reporting Standards.

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.

Except as disclosed in Note 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those used in the audited financial statements as of 30 June 2009.

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.

In the current year, the Group adopted the new / revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 July 2009. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

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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. (Continued)

The following are the new or amended FRS that are relevant to the Group:

FRS 39	Financial Instruments: Recognition and Measurement – Amendments relating to Eligible Hedged Items
FRS 27 (Revised 2009)	Consolidated and Separate Financial Statements
FRS 103 (Revised 2009)	Business Combination

The Group's assessment of the impact of adopting these standards, amendments and interpretations that are relevant to the Group is set out below:

FRS 27 (revised) requires the effects of all transactions with non-controlling interests to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is re-measured to fair value, and a gain or loss is recognised in profit or loss.

FRS 103 (revised) continues to apply the acquisition method to business combinations, with some significant changes. For example, all payments to purchase a business are to be recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently re-measured through the income statement. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets. All acquisition-related costs should be expensed.

The adoption of the above FRS did not result in any substantial change to the Group's accounting policies nor any significant impact on the financial statements.

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.

Basic earnings per share

Basic earnings per share are calculated by dividing the profit attributable to equity holders of the Company for the respective periods and the weighted average number of shares.

The weighted average numbers of shares for 9 months ended 31 March 2010 and 3 months ended 31 March 2009 are computed by including an aggregate of 73,140 ordinary shares issued as a result of the conversion of convertible bonds to ordinary shares on 23 March 2010. The weighted average number of ordinary shares outstanding during the period and for all the periods presented are not adjusted for events that have changed the number of ordinary shares outstanding, without a corresponding change in resources (i.e. a share split occurred on 31 March 2010).

	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
Based on weighted average number of ordinary shares on issue (RMB)	2,182	1,682	896	929
Weighted average number of shares	135,000	127,000	151,000	127,000

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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. (Continued)**

Diluted earnings per share

Diluted earnings per share are calculated by dividing the profit attributable to equity holders of the Company for the respective periods and the weighted average number of shares.

The weighted average numbers of shares for the respective periods are computed in accordance with the computation of basic earnings per share, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares in ordinary shares. Potential ordinary shares, which include the conversion of the convertible bonds and loan and share options, are deemed to have been converted into ordinary shares at the beginning of the respective periods.

	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
On a fully diluted basis (RMB)	10.03	7.26	4.61	4.01
Weighted average number of shares	29,365,000	29,430,000	29,382,000	29,430,000

Proforma basis earnings per share

For comparative purposes, proforma basis earnings per share are calculated by dividing the profit attributable to equity holders of the Company for the respective periods and the post-Offering share capital of the Company, plus the dilutive potential ordinary shares in ordinary shares and were assumed to be in issued throughout the entire periods presented.

	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
On a proforma basis (RMB)	0.54	0.39	0.25	0.21
Proforma number of shares	549,079,000	549,079,000	549,079,000	549,079,000

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	31.3.2010	30.6.2009	31.3.2010	30.6.2009
	RMB	RMB	RMB	RMB
Net asset value per ordinary share based on issued share capital at the end of the respective periods:	3.66	7,869	0.44	352
No. of shares in computing NAV	400,320,000	127,000	400,320,000	127,000

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7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:**
(a) current financial period reported on; and
(b) immediately preceding financial year. (continued)

Proforma basis net assets value per ordinary share

For comparative purposes, proforma basis net asset value per share are calculated by dividing the net asset value for the respective periods, adjusted for the conversion of convertible bonds and loan and net IPO proceeds, and the post-Offering share capital of the Company and were assumed to be in issued throughout the entire periods presented.

	Group		Company	
	31.3.2010	30.6.2009	31.3.2010	30.6.2009
	RMB	RMB	RMB	RMB
Proforma basis net assets value per ordinary share	4.06	3.47	1.66	1.69
No. of shares in computing NAV	537,423,000	537,423,000	537,423,000	537,423,000

A reconciliation of the net assets value and adjusted net assets value as aforementioned is as follows:

	Group		Company	
	31.3.2010	30.6.2009	31.3.2010	30.6.2009
	RMB'000	RMB'000	RMB'000	RMB'000
Net assets value	1,463,578	999,353	176,086	44,739
<u>Adjusted for</u>				
Effect of convertible bonds conversion	-	149,473	-	149,473
Effect of convertible loan conversion	59,599	56,185	59,599	56,185
Net IPO proceeds	657,200	657,200	657,200	657,200
Adjusted net assets value	2,180,377	1,862,211	892,885	907,597

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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.

REVIEW OF PERFORMANCE

(A) Consolidated Income Statement

(i) Revenue

(9MFY2010 vs 9MFY2009)

Our revenue increased by 39.2% or RMB319.9 million, to RMB1,136.4 million (9MFY2009: RMB816.4 million). This was due to the increase in our processed vegetables and fresh vegetables produce sales.

Revenue from processed vegetables increased by 40.0% or RMB218.1 million, to RMB763.4 million (9MFY2009: RMB545.4 million). The increase in our processed vegetables revenue was attributable to (i) increase in our sales volume by 15.0% or 9,368 tonnes, to 71,874 tonnes (9MFY2009: 62,506 tonnes), and (ii) shift towards a higher value processed vegetables portfolio, which increased average selling prices by 21.7%. The increase in sales volume and shift towards a higher value processed vegetable portfolio was largely attributable to an increase in sales of our air-dried vegetables (i.e. higher value product category) by 100.4% or RMB127.0 million, to RMB253.6 million (9MFY2009: RMB126.6 million). The top three vegetables species sold by us under the air-dried vegetables category were champignon mushroom (26.1%), capsicum (45.8%), and chive (20.3%).

Revenue from fresh vegetables produce increased by 37.6% or RMB102.0 million, to RMB373.0 million (9MFY2009: RMB271.0 million). The increase in revenue was mainly attributable to the increase in our cultivation volume by 27.0% or 24,266 tonnes, to 114,072 tonnes (9MFY2009: 89,806 tonnes) and the shift towards a higher value fresh vegetables produce portfolio, such as mushrooms and king oyster mushrooms, which attract relatively higher selling prices.

(3QFY2010 vs 3QFY2009)

Our revenue increased by 36.2% or RMB139.2 million, to RMB524.1 million (3QFY2009: RMB384.9 million). This was mainly due to the increase in our processed vegetables sales.

Revenue from processed vegetables increased by 44.0% or RMB121.5 million, to RMB397.5 million (3QFY2009: RMB276.0 million). The increase in our processed vegetables revenue was attributable to (i) increase in our sales volume by 6.4% or 2,076 tonnes, to 35,059 tonnes (9MFY2009: 32,983 tonnes), and (ii) shift towards a higher value processed vegetables portfolio, which increased average selling prices by 35.5%. The increase in sales volume and shift towards a higher value processed vegetable portfolio was largely attributable to an increase in sales of our air-dried vegetables (i.e. higher value product category) by 156.8% or RMB83.4 million, to RMB136.6 million (3QFY2009: RMB53.2 million).

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(ii) Gross Profit

(9MFY2010 vs 9MFY2009)

Our gross profit increased by 39.5% or RMB126.6 million, to RMB446.5 million (9MFY2009: RMB319.9 million), in tandem with the increase in our revenue. Our overall gross profit margin remained relatively stable during the period.

Gross profit from processed vegetables increased by 25.4% or RMB50.3 million, to RMB248.3 million (9MFY2009: RMB198.0 million). The increase in our processed vegetables gross profit was attributable to increase in our sales volume.

Gross profit from fresh vegetables produce increased by 62.6% or RMB76.3 million, to RMB198.2 million (9MFY2009: RMB121.9 million). The increase in our fresh vegetables produce gross profit was attributable to (i) increase in revenue due to increase in our cultivation volume, and (ii) improve in gross profit margins of our fresh vegetables produce to 53.1% (9MFY2009: 45.0%).

(3QFY2010 vs 3QFY2009)

Our gross profit increased by 32.4% or RMB52.8 million, to RMB215.8 million (3QFY2009: RMB163.0 million), in tandem with the increase in our revenue. Our overall gross profit margin remained relatively stable during the period.

Gross profit from processed vegetables increased by 26.9% or RMB27.7 million, to RMB131.0 million (3QFY2009: RMB103.3 million). The increase in our processed vegetables gross profit was attributable to (i) increase in our sales volume and (ii) shift towards a higher value processed vegetables portfolio.

Gross profit from fresh vegetables produce increased by 42.0% or RMB25.1 million, to RMB84.8 million (3QFY2009: RMB59.7 million). The increase in our fresh vegetables produce gross profit was attributable to a 12.2% rise in gross profit margin to 67.0% (3QFY2009: 54.8%). Gross profit margin from fresh vegetables produce improved due to reduced cultivation cost as new bases reached maturity.

(iii) (Loss) / Gain on fair value of biological assets less estimate point of sales cost

(9MFY2010 vs 9MFY2009)

We experienced loss on fair value of biological assets for 9MFY2010, amounting to RMB12.0 million, as compared to gain on fair value of biological assets for 9MFY2009, amounting to RMB6.8 million. This was mainly attributable to the downward adjustment in our forecasted sale prices of bamboo shoots from the bamboo plantation as at 31 March 2010, which resulted in the fair value of non-current biological assets falling to RMB178.0 million (30 June 2009: RMB190.0 million).

(3QFY2010 vs 3QFY2009)

We experienced loss on fair value of biological assets for 3QFY2010, amounting to RMB18.0 million, as compared to gain on fair value of biological assets for 3QFY2009, amounting to RMB2.3 million. This was mainly attributable to the downward adjustment in our forecasted sale prices of bamboo shoots from the bamboo plantation as at 31 March 2010, which resulted in the fair value of non-current biological assets falling to RMB178.0 million (31 December 2009: RMB196.0 million).

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REVIEW OF PERFORMANCE (Continued)

(A) Consolidated Income Statement (Continued)

(iii) (Loss) / Gain on fair value of biological assets less estimate point of sales cost (continued)

A reconciliation of the carrying amount of biological assets and (loss) / gain on fair value of biological assets is as follows:

	As at 31.3.2010	As at 30.6.2009	As at 31.3.2009	As at 30.6.2008
	RMB'000	RMB'000	RMB'000	RMB'000
At beginning of period/year	201,449	191,207	191,207	146,851
Increase due to plantation	175,038	181,395	150,870	98,202
Decrease due to harvest	(174,750)	(180,153)	(149,078)	(89,846)
(Loss) / gain arising from changes in fair value less estimated point-of-sale costs	(12,000)	9,000	6,750	36,000
At end of period/year	189,737	201,449	199,749	191,207

The analysis of the above is as follows:

Carrying value of biological assets	Bamboo shoots and trees	Vegetables	Total
	RMB'000	RMB'000	RMB'000
As at 30.6.2008			
Non-current portion	181,000	-	181,000
Current portion	-	10,207	10,207
Total	181,000	10,207	191,207
As at 31.3.2009			
Non-current portion	187,750	-	187,750
Current portion	-	11,999	11,999
Total	187,750	11,999	199,749
As at 30.6.2009			
Non-current portion	190,000	-	190,000
Current portion	-	11,449	11,449
Total	190,000	11,449	201,449
As at 31.3.2010			
Non-current portion	178,000	-	178,000
Current portion	-	11,737	11,737
Total	178,000	11,737	189,737

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REVIEW OF PERFORMANCE (Continued)

(A) Consolidated Income Statement (Continued)

(iv) Other income, net

Other income, which comprises mainly government grants amortisation (which was mainly received as a subsidy to our capital expenditure) and rental income from leasing farmlands to third parties, remained relatively stable during the period.

(v) Selling and distribution expenses

(9MFY2010 vs 9MFY2009)

Selling and distribution expenses increased by 99.6% or RMB5.2 million, to RMB10.4 million (9MFY2009: RMB5.2 million). The increase was mainly due to (i) an increase in payroll cost, amounting to RMB1.5 million, as a result of increased sales and distribution staff headcount due to expansion of the Group's businesses; (ii) an increase in marketing and advertising expenses related to promotion of our brand-name domestically, amounting RMB3.3 million.

(3QFY2010 vs 3QFY2009)

Selling and distribution expenses increased by 141.8% or RMB1.9 million, to RMB3.2 million (3QFY2009: RMB1.3 million). The increase was mainly due to (i) an increase in payroll cost, as a result of increased sales and distribution staff headcount due to expansion of the Group's businesses; (ii) an increase in marketing and advertising expenses related to promotion of our brand-name domestically.

(vi) Administrative expenses

(9MFY2010 vs 9MFY2009)

Administrative expenses increased by 29.2% or RMB13.6 million, to RMB60.2 million (9MFY2009: RMB46.6 million). The increase was mainly due to an increase in payroll cost, a result of non-cash share option expenses amortised over the vesting life of the options.

(3QFY2010 vs 3QFY2009)

Administrative expenses increased by 93.8% or RMB12.7 million, to RMB26.3 million (3QFY2009: RMB13.6 million). The increase was mainly due to an increase in payroll cost, a result of non-cash share option expenses amortised over the vesting life of the options.

(vii) Other expenses, net

(9MFY2010 vs 9MFY2009)

Other expenses decreased by 92.1% or RMB10.8 million, to RMB0.9 million (9MFY2009: RMB11.7 million). The decrease was mainly due to the writing off of inventories and property, plants and equipments amounting to RMB6.2 million in 9MFY2009, as compared to RMB41,000 in 9MFY2010; and net exchange loss of RMB4.9 million in 9MFY2009 as compared to RMB0.6 million in 9MFY2010.

(3QFY2010 vs 3QFY2009)

Other expenses decreased by 88.6% or RMB3.4 million, to RMB0.4 million (3QFY2009: RMB3.8 million). The decrease was mainly due to the writing off of inventories and property, plants and equipments amounting to RMB2.4 million in 3QFY2009, as compared to nil in 3QFY2010; and net exchange loss of RMB0.8 million in 3QFY2009 as compared to RMB0.3 million in 3QFY2010.

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(viii) Financial Expenses, Net

(9MFY2010 vs 9MFY2009)

Our finance cost increased by 44.1% or RMB6.1 million, to RMB20.0 million (9MFY2009: RMB13.9 million). The increase was mainly attributable to higher interest expenses due to increased bank borrowings during the period to fund our working capital needs.

(3QFY2010 vs 3QFY2009)

Our finance cost increased by 108.7% or RMB3.2 million, to RMB6.2 million (3QFY2009: RMB3.0 million). The increase was mainly attributable to higher interest expenses due to increased bank borrowings during the period to fund our working capital needs.

(ix) Profit before income tax

(9MFY2010 vs 9MFY2009)

Profit before income tax increased by 36.8% or RMB94.0 million, to RMB349.3 million (9MFY2009: RMB255.3 million) in tandem with higher gross profit. The profit before income tax margin decreased marginally from 31.3% in 9MFY2009 to 30.7% in 9MFY2010 mainly due to the loss on change in fair value of biological assets. Excluding the gain or loss on changes in the fair values of our biological assets, our profit before income tax margin would have increased from 30.4% in 9MFY2009 to 31.8% in 9MFY2010.

(3QFY2010 vs 3QFY2009)

Profit before income tax increased by 12.4% or RMB18.1 million, to RMB163.6 million (3QFY2009: RMB145.5 million) in tandem with higher gross profit. The profit before income tax margin decreased from 37.8% in 3QFY2009 to 31.2% in 3QFY2010 mainly due to the loss on change in fair value of biological assets and non-cash share option expenses. Excluding the gain or loss on changes in the fair values of our biological assets and non-cash share option expenses, our profit before income tax margins remained relatively stable during the period at 36.8% in 3QFY2010 (3QFY2009: 37.5%).

(x) Income tax expense

(9MFY2010 vs 9MFY2009)

Income tax expense increased by 31.2% or RMB13.0 million, to RMB41.7 million (9MFY2009: RMB54.7 million) in line with the increase in profit before income tax. Our effective tax rate remained relatively stable at 15.7% in 9MFY2010, as compared to 16.3% in 9MFY2009 due to a higher proportion of processed vegetables sales during the period that was sold through a subsidiary of the Group that is still enjoying incentive tax rate.

(3QFY2010 vs 3QFY2009)

Income tax expense remained relatively stable during the period.

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REVIEW OF PERFORMANCE (Continued)

(A) Consolidated Income Statement (Continued)

(xi) EBITDA (excluding gain or loss on fair values of biological assets)

(9MFY2010 vs 9MFY2009)

Our EBITDA, excluding gain or loss on fair value of our biological assets, increased by 40.8% or RMB124.0 million, to RMB427.9 million (9MFY2009: RMB303.9 million).

(3QFY2010 vs 3QFY2009)

Our EBITDA, excluding gain or loss on fair value of our biological assets, increased by 26.9% or RMB43.1 million, to RMB203.4 million (3QFY2009: RMB160.3 million).

A reconciliation of the net income and EBITDA, excluding gain or loss on fair values of biological assets is as follows:

	Group			
	1.7.2009 to 31.3.2010	1.7.2008 to 31.3.2009	1.1.2010 to 31.3.2010	1.1.2009 to 31.3.2009
	RMB'000	RMB'000	RMB'000	RMB'000
Net income	294,582	213,618	135,347	118,012
Add / (Less):				
Interest expenses	8,686	5,646	3,040	2,360
Interest income	(149)	(81)	(50)	(58)
Amortisation of discount on convertible bonds and loan	11,436	8,293	3,211	669
Income tax expense	54,673	41,668	28,203	27,465
Depreciation of property, plant and equipment	21,010	13,734	7,063	5,253
Amortisation of land use right	804	688	268	231
Amortisation of land improvement costs	9,987	9,616	3,398	4,606
Amortisation of operating lease prepayments	18,101	19,619	5,855	5,373
Loss / (Gain) on fair value of biological assets	12,000	(6,750)	18,000	(2,250)
Amortisation of government grant	(3,184)	(2,177)	(979)	(1,349)
EBITDA (excluding gain or loss on fair value of biological assets)	427,946	303,874	203,356	160,312
EBITDA margins	37.7%	37.2%	38.8%	41.7%

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REVIEW OF PERFORMANCE (Continued)

(B) Consolidated Balance Sheet (30 June 2009 vs 31 March 2010)

Non-current assets

Non-current assets increased by approximately 1.0% or RMB7.7 million, to RMB812.7 million (30 June 2009: RMB805.0 million). This was largely attributable to the capital expenditure on land improvement, and property, plant and equipment for further expansion of our production facilities, net of amortisation and depreciation of non-current assets.

Current assets

Current assets increased by 74.5% or RMB460.9 million, to RMB1,079.7 million (30 June 2009: RMB618.8 million). This was largely attributable to the increase in cash and bank balances by RMB232.3 million and trade receivables by RMB240 million, a result of our increasing revenue.

Non-current liabilities

Non-current liabilities comprises government grants and long term bank loans, which remained relatively stable at RMB17.4 million as compared to RMB17.3 million as at 30 June 2009.

Current liabilities

Current liabilities comprise mainly bank term loans, income tax liabilities, trade and non-trade payables, and convertible bonds and loan. Current liabilities increased by 1.0% or RMB4.2 million, to RMB411.4 million (30 June 2009: RMB407.2 million). This was largely attributable to the increase in bank term loans, income tax liabilities and other payables and accruals by RMB70.2 million, RMB26.6 million and RMB40.5 million respectively, net decrease in the carrying value of our convertible bonds by RMB146.1 million a result of conversion of convertible bonds to equity in 9MFY2010.

Working capital days

	Unaudited	Unaudited
(RMB'million)	9MFY2010	9MFY2009
<u>Working Capital Days</u>		
Trade Receivables Turnover Days	78	70
Trade Payables Turnover Days	7	11
Inventory Turnover Days	16	27

Our trade receivables turnover in days increased by 8 days to 78 days (9MFY2009: 70 days) was largely due to seasonality, as the 3Q of the financial year of the Company (period from January to March) is the most conducive for cultivation of vegetables in the PRC, resulting in a greater-than-proportionate growth in our revenue during the period, as compared to 3MFY2009.

The decreasing trend of trade payables turnover in days was mainly due to our ability to shorten our repayment period as a result of a general improvement in our working capital management during the period.

The decreasing trend of inventory turnover in days was mainly due to general improvement in our inventory management during the period.

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(C) Consolidated Cash Flow Statement

9MFY2010

For the 9 months ended 31 March 2010, we recorded a net cash inflow from operating activities of RMB225.9 million. This comprises cash generated from operating activities before changes in working capital of RMB440.0 million, net working capital outflow of RMB186.2 million, and net cash outflow amounting to RMB27.9 million from interest and income tax paid. The net working capital outflow was a result of:

- (a) an increase in trade receivables of RMB239.9 million; and
- (b) offset by an increase in trade and non-trade payables of RMB53.5 million.

For the 9 months ended 31 March 2010, net cash used in investing activities of RMB68.7 million was mainly due to the following:

- (a) purchase of new property, plant and equipment amounting to RMB65.1 million, which was mainly for the expansion of our production facilities in Hubei Province; and
- (b) cost incurred on land improvement for cultivation bases in Sichuan Province amounting to RMB3.6 million.

For the 9 months ended 31 March 2010, net cash inflows from financing activities was RMB80.0 million, which was mainly attributable to the net proceeds from short term bank loans, amounting to RMB70.2 million, obtained from Agricultural Bank of China, China Construction Bank and OCBC Bank (China) Limited, Xiamen Branch, for the purpose of financing our working capital needs.

3QFY2010

For the 3 months ended 31 March 2010, we recorded a net cash inflow from operating activities of RMB100.9 million. This comprises cash generated from operating activities before changes in working capital of RMB214.9 million, net working capital outflow of RMB100.1 million, and net cash outflow amounting to RMB13.9 million from interest and income tax paid. The net working capital outflow was a result of:

- (a) an increase in trade receivables of RMB124.0 million;
- (b) offset by an increase in trade and non-trade payables of RMB11.7 million; and
- (c) a decrease in inventories of RMB16.0 million;

For the 3 months ended 31 March 2010, net cash used in investing activities of RMB1.0 million for purchasing of property, plant and equipments.

For the 3 months ended 31 March 2010, net cash inflows from financing activities was RMB2.9 million, a result of:

- (a) government grant received, amounting to RMB1.0 million;
- (b) unrestricted cash of RMB4.9 million; and
- (c) offset by interest paid for bank term loans drawn-down, amounting to RMB3.0 million.

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

No forecast had been issued for the financial period under review. Please refer to section "Prospects and Future Plans" on pages 166 to 170 of the Company's Prospectus dated 7 April 2010 for the Company's prospect statement.

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.**

Our directors are positive on the prospects of the industry in which the Group operates in. We believe that the global consumption demand for both fresh vegetables and processed vegetables will continue to increase, underpinned by (i) rising consumer income resulting in consumers demanding a varied choice of vegetables and preferring healthier food, (ii) global population growth which increases the size of the market, and (iii) a greater awareness for healthy dietary eating habits including an increase in the intake of vegetables.

We believe that the emergence of the PRC as an increasingly important vegetables supplier and our reputable status will enable the Group to enjoy continued growth in the demand for our processed vegetables in overseas markets, in particular, in our main markets of the Americas, Asia and Europe.

Our long history and growth since 1971 attest to the Group's ability to remain competitive and resilient, and to seize and explore new growth opportunities. Operating from a position of financial strength with a solid business foundation, coupled with our continued quality, service and value-add commitment to our global and domestic customers, we are confident that we will be able to maintain our strong track record of growth by steadily increasing our processing capacity and farmland under cultivation, and build on our strong foundation and good relationships with our customers to gain market share.

In addition, in recognition of our established track record, strong reputation and position as a leading agricultural enterprise in the PRC, Minzhong has once again been named a "National Leading Dragon Head Enterprise" by the PRC government in May 2010, and this is an honour that the Group has received since December 2002. We believe that with our clear and focused growth strategies in place, Minzhong is well-positioned to take advantage of opportunities from the continued strong demand for vegetables and increasing importance of the PRC as a vegetables supplier.

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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?

None.

(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 the current financial period reported on.

13. Present on-going interested person transactions

Our Chairmen and Executive Director, Lin Guo Rong is currently providing several personal guarantees to secure banking facilities extended to our Group, namely our Fujian Minzhong Organic Food Co., Ltd. by the Agricultural Bank of China and OCBC Bank (China) Limited, Xiamen Branch, details as set out below:

Expiry date of the guarantee	Amount Guaranteed ('million)	Drawdown as of 31.03.2010 ('million)	Lender
11 June 2011	RMB32.0	RMB30.0	Agricultural Bank of China
9 April 2010	RMB32.0	RMB0.0	Agricultural Bank of China
6 August 2010	RMB13.0	RMB13.0	Agricultural Bank of China
Till the termination of the credit facilities granted commencing from 16 May 2008	RMB82.0	RMB80.0	OCBC Bank (China) Limited, Xiamen Branch
Upon conversion or redemption of the convertible loan (due to expire on 7 June 2010) ⁽¹⁾	US\$9.0	US\$9.0	OCBC Capital
Total:			
Guarantee in RMB	RMB159.0	RMB123.0	-
Guarantee in USD	US\$9.0	US\$9.0	-

Note (1): Convertible loan has been converted to equity as of 1 April 2010

CHINA MINZHONG FOOD CORPORATION LIMITED
(Registration No. 200402715N)

BY ORDER OF THE BOARD

LIN GUO RONG
Chief Executive Officer
13 May 2010

CHINA MINZHONG FOOD CORPORATION LIMITED
(Registration No. 200402715N)

**FINANCIAL RESULTS OF THE COMPANY AND THE GROUP FOR THE FINANCIAL PERIOD
ENDED 31 MARCH 2010**

We confirmed that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the Third Quarter financial results of the Company and the Group for the financial period ended 31 March 2010 to be false or misleading in any material aspect.

For and on behalf of the Board

LIN GUO RONG
Director

LIM GEE KIAT
Director