

# **China CDM Exchange Centre Limited**

## **Final results for the year ended 31 December 2010**

### **Chairman's Statement**

The Company operates within the framework of the Clean Development Mechanism ("CDM") of the Kyoto Protocol, established under the auspices of the United Nations Framework Convention on Climate Change. The Protocol commits countries to reducing their emissions of Green House Gasses ("GHGs") by pre-determined amounts or compensates for maintained or higher GHGs emissions via emissions trading.

The Year 2010 was another very good year for CDM development, which has become the main way for developing Countries and developed countries to co-operate to protect World Climate. Furthermore, the development of CDM, as an environment-friendly industry, is now beginning to receive much more recognition in China. During the year, the Company still maintained the rising momentum based upon excellent internal resources support and made significant progress in CDM project development.

I, as Chairman of China CDM Exchange Centre Limited, am very pleased to announce that for the year ended Dec. 31, 2010, the Company achieved a revenue of ¥83,751,194.70 (GBP8,024,604.74), which is 4.4% higher than the corresponding period of the last year. The Company has realized increased revenue in 4 years running from the financial year 2007. And it should be noted that at the year end, the Company had no bank debts.

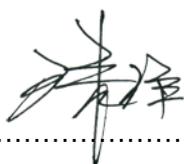
During the Year 2010, our Company also carried out the equity investments in the Energy field, which promoted the company onto a diversity-oriented development arena.

I would like to extend my sincere thanks to the management and staff of the Company for performing the tasks with zeal, vision and dedication and as well as to our partners for their effective and efficient cooperation.

## Outlook for 2011

In 2011, the company will develop the business focusing on the following areas:

- 1) To establish the Company's role as market leader in the CDM Industry at home and abroad and maintain the Company's competitive advantages in new energy fields. Based upon pushing forward the projects available, the Company will actively develop new projects and maintain a close relationship with the project owners so as to make the projects run effectively and efficiently.
- 2) Based upon the clear awareness about the company development, continuously expanding the investing fields and maintaining the enterprise diversified development.
- 3) To strengthen management regulation, improve company's management level and enroll high-quality talents.



**Mr. Kang Zheng**

**Chairman**

### Enquiries:

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The Directors accept responsibility for this announcement.

# CHINA CDM EXCHANGE CENTRE LIMITED

## INCOME STATEMENT

	Notes	1/1/2010–12/31/2010		1/1/2009–12/31/2009	
		RMB	GBP	RMB	GBP
<b>Revenue</b>		83,751,194.70	8,024,604.70	80,230,014.55	7,718,840.54
Cost of sales		<u>(8,321,330.27)</u>	<u>(797,306.67)</u>	<u>(10,929,073.52)</u>	<u>(1,051,474.02)</u>
Gross profit		75,429,864.43	7,227,298.06	69,300,941.03	6,667,366.52
Selling expense		(11,157,415.35)	(1,069,045.62)	(2,346,364.98)	(225,741.17)
Administration expenses		<u>(1,932,078.34)</u>	<u>(185,121.72)</u>	<u>(2,778,332.55)</u>	<u>(267,300.29)</u>
Profit from operations		62,340,370.74	5,973,130.72	64,176,243.50	6,174,325.06
Foreign exchange gains		<u>(1,095,079.36)</u>	<u>(104,924.82)</u>	237,154.07	22,816.33
<b>Profit before income tax</b>		<u>61,245,291.38</u>	<u>5,868,205.90</u>	<u>64,413,397.57</u>	<u>6,197,141.39</u>
<b>Net profit</b>		<u>61,245,291.38</u>	<u>5,868,205.90</u>	<u>64,413,397.57</u>	<u>6,197,141.39</u>
Earnings per share	1	RMB0.52	GBP0.05	RMB0.55	GBP0.05

The accompanying notes form an integral part of these financial statements.

Average exchange rate: (2010) RMB/GBP: 10.4368; (2009) RMB/GBP: 10.3941

## CHINA CDM EXCHANGE CENTRE LIMITED

### BALANCE SHEET

	12/31/2010		12/31/2009	
	RMB	GBP	RMB	GBP
<b>Non-current assets</b>				
Property Plant and Equipment	337,547.43	33,033.94	458,640.15	41,778.12
Long term investment	372,042,500.00	36,409,788.02	215,242,500.00	19,606,713.43
Intangible assets	144,320,000.06	14,123,818.29	162,360,000.00	14,789,579.16
Total non-current assets	<u>516,700,047.49</u>	<u>50,566,640.65</u>	<u>378,061,140.15</u>	<u>34,438,070.71</u>
<b>Current Assets</b>				
Trade receivable	68,121,055.03	6,666,639.43	8,531,658.89	777,159.67
Other receivables			2,374.98	216.34
Cash and cash equivalents	13,613,343.57	1,332,264.35	11,833,980.63	1,077,972.37
Financial assets at fair value through profit or loss			<u>156,800,000.00</u>	<u>14,283,111.68</u>
Total current assets	<u>81,734,398.60</u>	<u>7,998,903.78</u>	<u>177,168,014.50</u>	<u>16,138,460.06</u>
<b>Total assets</b>	<u>598,434,446.09</u>	<u>58,565,544.43</u>	<u>555,229,154.65</u>	<u>50,576,530.77</u>
<b>Capital and Reserves</b>				
Share capital	221,999,000.00	15,020,515.41	221,999,000.00	15,020,151.41
Capital surplus	145,384,345.62	15,503,673.20	163,424,345.56	15,690,475.18
Surplus reserve	49,336,357.17	3,383,675.49	49,336,357.17	3,383,675.49
Retained earnings	181,714,743.30	16,661,838.95	120,469,451.92	10,793,633.05
Foreign currency translation difference		7,995,841.38		5,688,231.64
<b>Total shareholder' s equity</b>	<u>598,434,446.09</u>	<u>58,565,544.43</u>	<u>555,229,154.65</u>	<u>50,576,530.77</u>
<b>Total liabilities and shareholder' s equity</b>	<u>598,434,446.09</u>	<u>58,565,544.43</u>	<u>555,229,154.65</u>	<u>50,576,530.77</u>

The accompanying notes form an integral part of these financial statements.

Exchange rate: (31 Dec., 2010) RMB/GBP: 10.2182; (31 Dec., 2009) RMB/GBP: 10.9780

# CHINA CDM EXCHANGE CENTRE LIMITED

## CASHFLOW STATEMENT

	Note	1/1/2010-12/31/2010		1/2009-12/31/2009	
		RMB	GBP	RMB	GBP
<b>Cashflows from operating activities</b>					
Cashflows from operating operations:		<u>2,874,442.30</u>	<u>359,216.80</u>	<u>52,837,756.94</u>	<u>4,972,738.05</u>
Net cash generated from operating activities		2,874,442.30	359,216.80	52,837,756.94	4,972,738.05
<b>Cashflows from investing activities</b>					
Cash payment for investment				(30,000,000.00)	(2,886,266.66)
Other investment				<u>(20,000,000.00)</u>	<u>(1,924,177.77)</u>
Net cash used in investing activities				(50,000,000.00)	(4,810,444.43)
<b>Cashflows from financing activities</b>					
Proceeds from issuance of ordinary shares					
Net cash used in financing activities					
Gains on foreign transactions		<u>(1,095,079.36)</u>	<u>(104,924.82)</u>	<u>237,154.07</u>	<u>22,816.33</u>
<b>Net(decrease)/increase in cash and bank balance</b>		1,779,362.94	254,291.98	3,074,911.01	185,109.95
<b>Cash and bank balance at the beginning of year</b>		<u>11,833,980.63</u>	<u>1,077,972.37</u>	<u>8,759,069.62</u>	<u>892,862.42</u>
<b>Cash and bank balance at the end of year</b>		<u>13,613,343.57</u>	<u>1,332,264.35</u>	<u>11,833,980.63</u>	<u>1,077,972.37</u>

The accompanying notes form an integral part of these financial statements.

Average exchange rate: (2010) RMB/GBP: 10.4368; (2009) RMB/GBP: 10.3941

## Notes

### 1. Earnings per share

The calculation of earnings per ordinary share is based on earnings after tax and the weighted average number of ordinary shares in issue during the year.

Details of the adjusted earnings per share are set out below:

	2010	2009
<b>Basic EPS (GBP)</b>	0.05	0.05
Earnings attributable to ordinary shareholders (GBP)	<u>5,868,205.90</u>	<u>6,197,141.39</u>
Weighted average number of shares	117,000,000	117,000,000