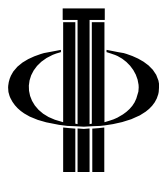


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CITIC PACIFIC

**CITIC Pacific Limited**

**中信泰富有限公司**

*(Incorporated in Hong Kong with limited liability)*

(Stock Code: 00267)

**DAYE SPECIAL STEEL CO., LTD.  
A SUBSIDIARY OF CITIC PACIFIC LIMITED  
ANNOUNCEMENT OF UNAUDITED FINANCIAL RESULTS  
FOR THE SIX MONTHS ENDED 30 JUNE 2012**

This Announcement is made by CITIC Pacific Limited (“CITIC Pacific”) pursuant to the requirements of Rule 13.09(2) of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited to provide shareholders of CITIC Pacific and the public with the unaudited financial results of Daye Special Steel Co., Ltd. (“Daye”), for the six months ended 30 June 2012.

**SUMMARY**

Daye, a subsidiary of CITIC Pacific, is a company incorporated in the People’s Republic of China (“PRC”) whose shares are listed on the Shenzhen Stock Exchange. CITIC Pacific has a 58.13% attributable interest in Daye. On 14 August 2012, the board of directors of Daye has approved the unaudited financial statements for the six months ended 30 June 2012. Daye’s unaudited financial results will be posted on the Shenzhen Stock Exchange’s website on 15 August 2012.

Daye, a subsidiary of CITIC Pacific, is a company incorporated in the PRC whose shares are listed on the Shenzhen Stock Exchange. CITIC Pacific has a 58.13% attributable interest in Daye. On 14 August 2012, the board of directors of Daye has approved the unaudited financial statements for the six months ended 30 June 2012. Daye’s unaudited financial results will be posted on the Shenzhen Stock Exchange’s website on 15 August 2012. The unaudited financial statements have been prepared in conformity with “Accounting Standards for Business Enterprises” of the PRC. The Consolidated Profit and Loss Account for the six months ended 30 June 2012 and the Consolidated Balance Sheet as at 30 June 2012 of Daye are provided below : -

**DAYE SPECIAL STEEL CO., LTD.****CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE SIX MONTHS ENDED  
30 JUNE 2012 - UNAUDITED**

	<b>2012</b>	<b>2011</b>
	<i>RMB</i>	<i>RMB</i>
1. Total Operating Income	4,837,069,812	4,538,655,464
<i>Including:</i> Operating income	4,837,069,812	4,538,655,464
Interest income		
Insurance premiums earned		
Fee and commission income		
2. Total Operating Costs	4,635,988,697	4,184,611,085
<i>Including:</i> Operating costs	4,519,582,756	4,058,244,437
Interest expenses		
Fee and commission expense		
Surrenders payment		
Net expenditure for compensation payment		
Net provision for insurance contract		
Expenditure for insurance policy dividend		
Reinsurance cost		
Operating taxes and surcharges	10,536,245	2,228,175
Selling expenses	46,945,055	51,201,542
General and administrative expenses	54,361,922	62,481,669
Financial expenses	4,562,719	10,455,262
<i>Add:</i> Impairment losses on assets		
Gain on change in fair value		
(“-” indicate loss)		
Investment income (“-” indicate loss)		
(including: investment income on associated		
companies and joint ventures)		
Exchange gains (“-” indicate loss)		
3. Operating Profit (“-” indicate loss)	201,081,115	354,044,379
<i>Add:</i> Non-operating income	22,669,369	9,671,771
<i>Less:</i> Non-operating expenses	1,689,279	593,952
(including: loss on disposal of non-current assets)	401,103	
4. Profit before Tax (“-” indicate total loss)	222,061,205	363,122,198
<i>Less:</i> Income tax	<u>33,310,137</u>	<u>45,390,275</u>

**CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE SIX MONTHS ENDED  
30 JUNE 2012 - UNAUDITED** *continued*

	<b>2012</b> <i>RMB</i>	<b>2011</b> <i>RMB</i>
5. Net Profit (“-” indicate net loss)	188,751,068	317,731,923
<i>Including:</i> Net profit of the acquiree entity in a business combination involving enterprises under common control before the combination date		
Net profit attributable to the owners of the Company	188,751,068	317,731,923
Non-controlling interests		
6. Earnings per share		
(1) Earnings per share - basic	0.42	0.71
(2) Earnings per share - diluted	0.42	0.71
7. Other comprehensive income		
8. Total comprehensive income	188,751,068	317,731,923
Total comprehensive income attributable to the owners of the Company	188,751,068	317,731,923
Total comprehensive income attributable to non-controlling interests		

**CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2012**

	<b>Unaudited 30 June 2012</b>	<b>Audited 31 December 2011</b>
	<i>RMB</i>	<i>RMB</i>
<b>ASSETS</b>		
Current Assets	1,656,838,891	2,086,134,502
Non-current Assets	<u>2,653,390,868</u>	<u>2,615,256,801</u>
Total Assets	<u>4,310,229,759</u>	<u>4,701,391,303</u>
<b>LIABILITIES AND OWNERS' EQUITY (OR SHAREHOLDERS' EQUITY)</b>		
Current Liabilities	1,305,440,706	1,755,589,926
Non-current Liabilities	<u>96,594,078</u>	<u>46,594,078</u>
Total Liabilities	1,402,034,784	1,802,184,004
	-----	-----
Owners' Equity (or Shareholders' Equity)		
Paid-up Capital (or Share Capital)	449,408,480	449,408,480
Capital Reserve	485,653,274	485,653,274
<i>Less</i> : Treasury Shares		
Special Reserve		
Surplus Reserve	226,114,429	226,114,429
General risk provisions		
Retained Profit	1,747,018,792	1,738,031,116
Foreign currency translation differences		
	-----	-----
Total owners' equity attributable to the Company	2,908,194,975	2,899,207,299
Non-controlling interests		
	-----	-----
Total Owners' Equity (or Shareholders' Equity)	<u>2,908,194,975</u>	<u>2,899,207,299</u>
Total Liabilities and Owners' Equity (or Shareholders' Equity)	<u>4,310,229,759</u>	<u>4,701,391,303</u>

## **GENERAL**

Shareholders should note that the above unaudited financial results pertain only to Daye and not to CITIC Pacific itself.

Daye's Half-Year Report 2012, Summary Half-Year Report 2012 and other relevant information can be found on the Shenzhen Stock Exchange's website (<http://www.szse.cn>).

By order of the Board  
**CITIC Pacific Limited**  
**Ricky Choy Wing Kay**  
*Company Secretary*

Hong Kong, 15 August 2012

*As at the date of this announcement, the executive directors of CITIC Pacific are Messrs Chang Zhenming (Chairman), Zhang Jijing, Carl Yung Ming Jie, Vernon Francis Moore, Liu Jifu, Milton Law Ming To and Kwok Man Leung; the non-executive directors of CITIC Pacific are Messrs André Desmarais, Ju Weimin, Yin Ke and Peter Kruyt (alternate director to Mr André Desmarais); and the independent non-executive directors of CITIC Pacific are Messrs Alexander Reid Hamilton, Gregory Lynn Curl and Francis Siu Wai Keung.*