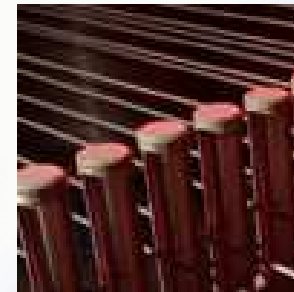
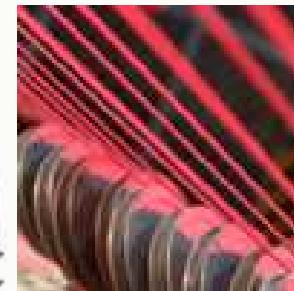
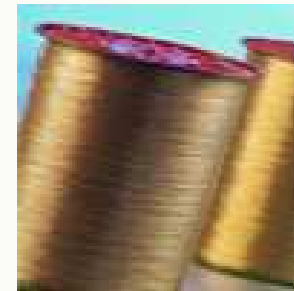


XINGDA INTERNATIONAL HOLDINGS LIMITED
興達國際控股有限公司
(HKEx stock code: 1899)

2008 Annual Results Corporate Presentation



Disclaimer

The materials included herein are qualified in their entirety by and should be read in conjunction with, the more detailed information, risk factors and financial statements, including the notes thereto, contained in the prospectus dated 8 December 2006, the subsequent annual reports for the year ended 31 December and the interim reports for the six months ended 30 June of Xingda International Holdings Limited (the "Company").

They are summaries in nature and do not purport to be a complete description of the Company, its business, operations, financial position, results or prospects.

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Agenda

- ❖ **Financial Review**
- ❖ **Business Overview**
- ❖ **Outlook & Strategies**



Financial Review



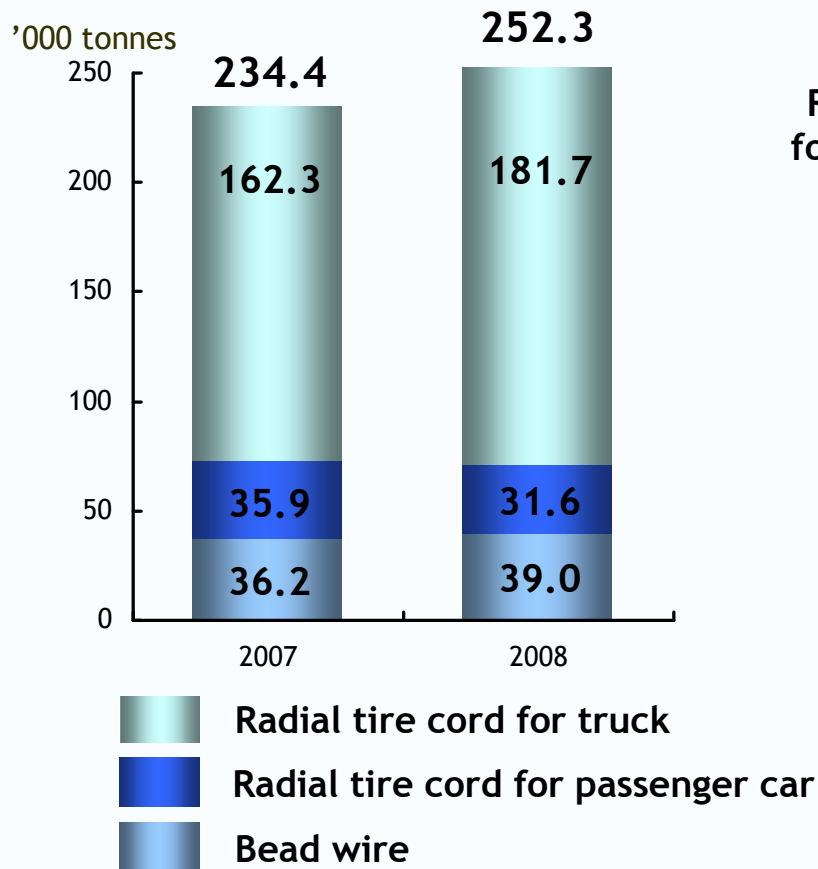
Financial Highlights

<i>RMB'million</i>	For the year ended		Change
	31 December		
	2007	2008	
Revenue	2,778	3,489	+25.6%
Gross profit	702	921	+31.2%
Gross profit margin	25.3%	26.4%	+1.1%pts
EBITDA	707	931	+31.7%
EBITDA margin	25.4%	26.7%	+1.3%pts
Profit attributable to equity holders of the Company	345	418	+21.1%
Basic EPS (<i>RMB fen</i>)	25.97	30.17	+16.2%
Diluted EPS (<i>RMB fen</i>)	16.05	25.39	+58.2%
Profit attributable to equity holders of the Company BEFORE CB adjustment	268	393	+46.5%

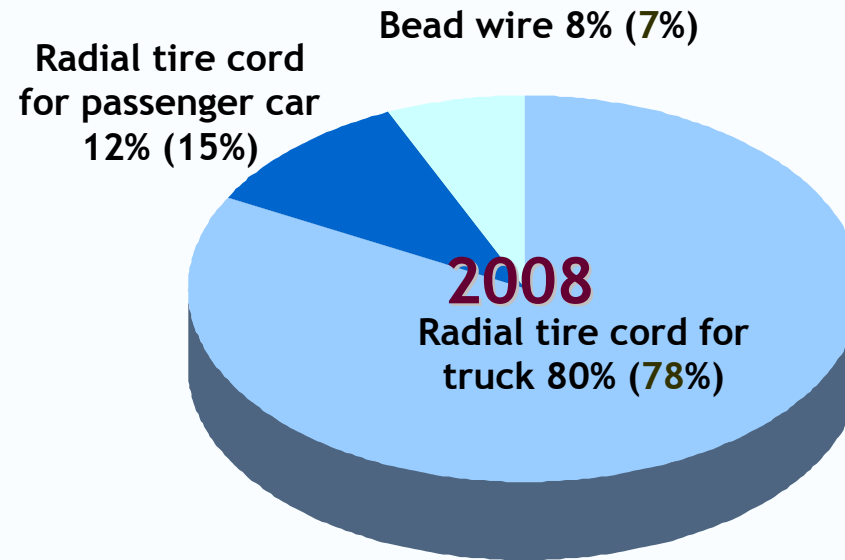


Revenue Analysis

Shipment by product



Revenue by product



Figures of 2007 in brackets

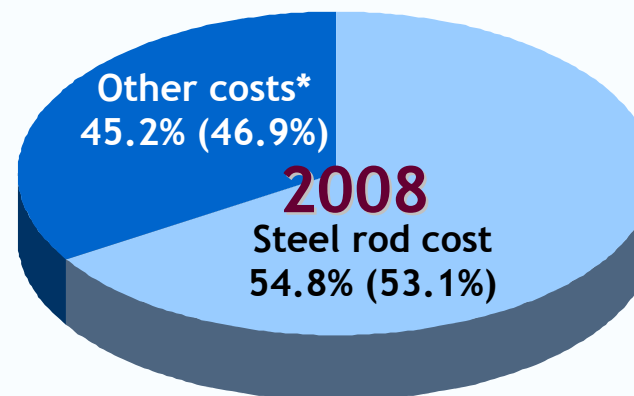
For the year ended 31 December



Cost of Sales

- ❖ Steel rod cost accounted for 54.8% of the total COS (2007: 53.1%)
- ❖ Rise in steel rod cost to total COS due to
 - ❖ Continuous increase on the unit cost of domestic steel rods throughout the year
 - ❖ Domestic steel rods contributed over 70% of the total steel rods consumption

COGS breakdown



For the year ended 31 December

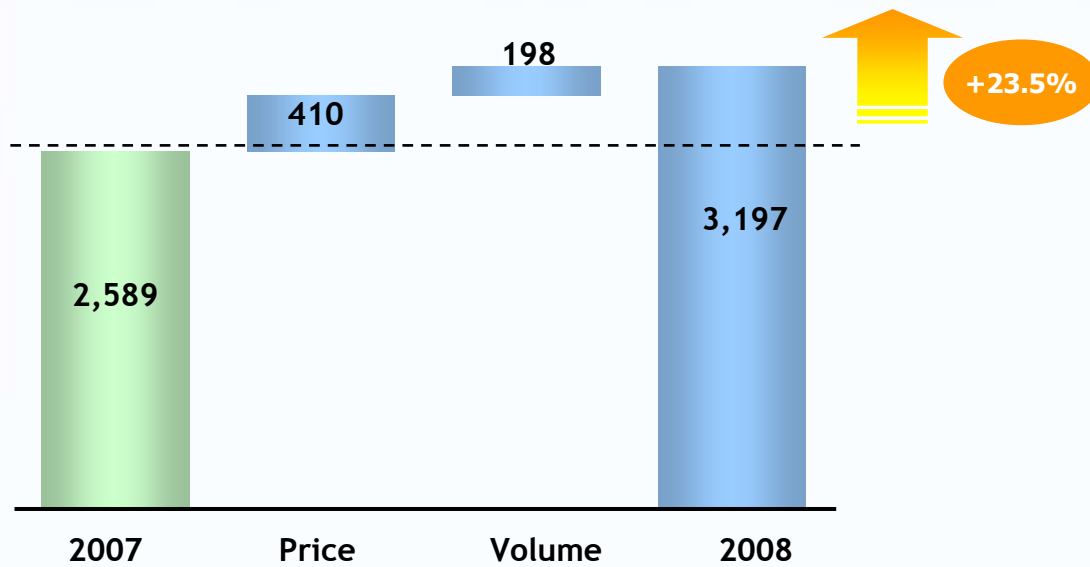
**Other costs include other raw materials, depreciation, labor, electricity and other costs*

Domestic steel rods still remained competitive against imported one

Revenue Growth Drivers

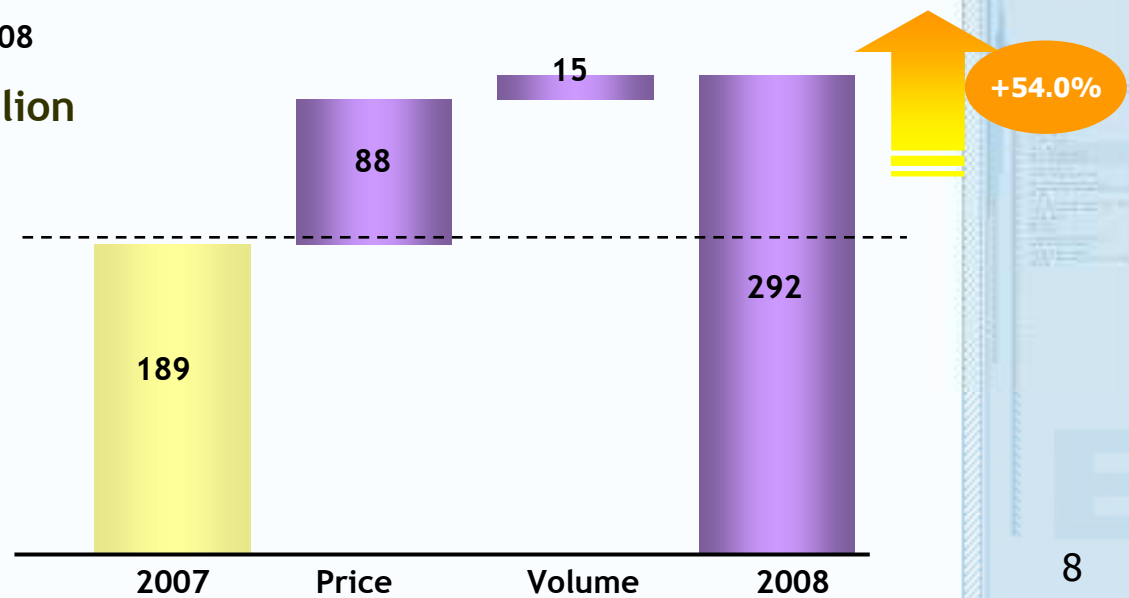
Radial Tire Cords

RMB'million



Bead Wires

RMB'million



Key Figures

	Year ended 31 December	
	2007	2008
Current ratio (times)	1.47	1.52
Trade receivable turnover days*	109 days	78 days
Trade payable turnover days	32 days	33 days
Inventory turnover days	51 days	73 days
Net debt to equity (%)	19.3%	24.7%

**Adjusted for the value-added tax effect*





Business Overview



Highlights

❖ Maintain market share in China

- ❖ Maintain leading position in China and is one of the world largest independent radial tire cord manufacturers

❖ GP margin expansion

- ❖ Success in reasonably adjust average selling prices of products to match with raw material cost

❖ Encouraging profit growth

- ❖ Manage to achieve encouraging results even under economy turmoil

❖ Strategically invested in Aeolus Tyre Co.,Ltd (600469.SS)

- ❖ Strengthen customer relation, bring synergies effects and enhance long term returns



Sustainable Industry Growth

❁ Exponential automobile demand in China

- ❁ China became the second largest automobile manufacturer in the world surpassing the USA
- ❁ Total no. of truck recorded YOY of 7.5% to 11.25 million units in 2008
- ❁ Total no. of passenger cars rose YOY by 21.0% to 38.50 million units in 2008
- ❁ Strong growth momentum in recent years translated into strong replacement market demand in present and the future

❁ Increasing budgets and higher quality expressways in China

- ❁ Subject to 11th Five Year Plan (2006-2010) with priority given to transportation sector

❁ Fastened radialization rate

- ❁ Increasing cost of rubber shifted demand from bias tire to radial tire
- ❁ Radialization rate reached at around 71% in 2008
- ❁ Forecast to reach 80-90% in 2010 and close to 100% by 2015*

**by China Rubber Industry Association's statistics and forecast*



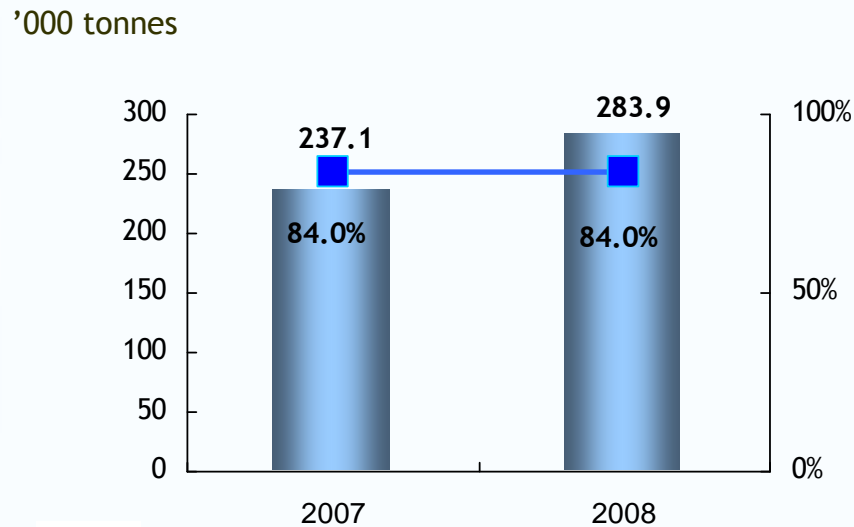
Opportunities in PRC

- ❁ Well position to capture opportunities in PRC market arising from global economic downturn
 - ❁ PRC launched RMB4 Trillion Infrastructure Project and injected new vigor into 10 pillar industries, including automobile, to drive domestic demand
 - ❁ Accelerated migration of overseas tire production base to China
 - ❁ Sustainable strong outsourcing demand from international tire manufacturers aiming for better cost effectiveness
 - ❁ Oust weaker players and hasten market consolidation

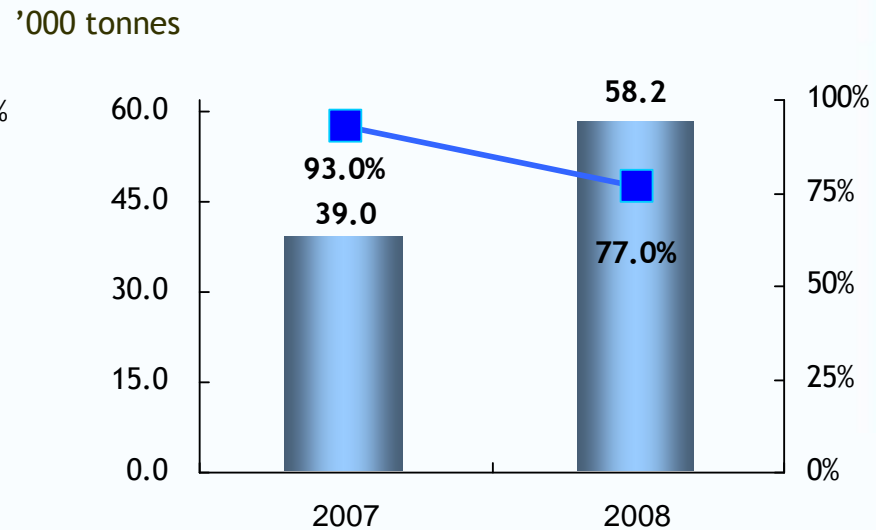
Maximize Utilization

- ❖ Efforts to expand production capacity, including installing new equipments
- ❖ Production capacity for radial tire cords and bead wires increased by 19.7% and 49.2% YOY respectively
- ❖ Overall utilization rate slightly decreased from 85% in 2007 to 82% in 2008 due to unexpected orders drop in November and December 2008

**Radial tire cords
capacity & utilization rate**



**Bead wires
capacity & utilization rate**



For the year ended 31 December



Effective Cost Control

- ❖ Strengthened pricing strategy
 - ❖ Ability to shift a reasonable part of the increased cost to customers
 - ❖ Raised ASP of both radial tire cords and bead wires to match with the increased cost of steel rod
- ❖ Advanced supply chain
 - ❖ Tightened relationship with suppliers to secure stable steel rod volume
 - ❖ Increased consumption of local steel rod to lower overall raw material cost
 - ❖ Adopted bulk purchase to obtain lower steel rod price



Outlook & Strategies

Future Blueprints

- ❖ China market as core focus with gradual overseas expansion
 - ❖ Stabilize market share in China top-rank tire manufacturers
 - ❖ Strengthen relationship with those global tire manufacturers have production facilities in China
 - ❖ Secure more overseas tire manufacturers as its long-term customers
 - ❖ Maintain utilization rate at a high level by cautiously adjust capacity expansion plan
 - ❖ Seek for acquisition opportunities from industry consolidation

Future Strategies

- ❖ Bring in new facilities to improve production efficiency
- ❖ Develop new products and production craftsmanship
- ❖ Stringent cost control on production and raw material, especially steel rods
- ❖ Remain pragmatic and prudent under worldwide recession



Open Forum

