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越秀交通基建有限公司

Yuexiu Transport Infrastructure Limited

(Incorporated in Bermuda with limited liability)

(Stock code: 01052)

UNAUDITED OPERATIONAL STATISTICS FOR DECEMBER 2016

The unaudited operational statistics of the Company for December 2016 is set out below:

Project	Average daily toll traffic volume (number of vehicles)					Toll revenue (RMB'000)				
	December	YoY Change	MoM Change	Year-to-date cumulative	Cumulative YoY Change	December	YoY Change	MoM Change	Year-to-date cumulative	Cumulative YoY Change
Subsidiaries										
GNSR Expressway	206,889	6.8%	-7.0%	194,227	14.3%	93,703	5.2%	-11.2%	1,062,083	11.8%
Jinbao Expressway	19,964	-3.2%	-23.1%	26,993	4.7%	5,186	-27.0%	-37.9%	100,553	7.0%
Cangyu Expressway	11,326	59.0%	6.7%	11,043	51.4%	8,343	46.0%	12.3%	88,037	31.3%
Han-Xiao Expressway	25,279	23.6%	-0.3%	23,806	26.0%	14,196	10.0%	2.2%	158,297	12.6%
Changzhu Expressway	23,131	-1.2%	-3.7%	20,577	9.6%	20,675	-45.5%	0.2%	230,153	6.3%
Weixu Expressway	19,645	35.2%	3.6%	17,167	6.5%	32,955	22.1%	11.0%	308,075	-2.5%
Suiyuan Expressway	17,214	22.6%	7.1%	16,302	4.0%	46,264	30.2%	8.6%	429,084	-7.0%
Associates and Joint Venture										
Humen Bridge	112,872	12.6%	-0.03%	107,429	7.6%	134,436	10.2%	0.3%	1,519,077	8.4%
Northern Ring Road	343,820	11.4%	0.9%	307,147	13.1%	71,356	10.9%	8.1%	756,483	9.6%
GWSR Expressway	69,475	23.1%	5.9%	58,578	16.5%	39,642	16.0%	4.5%	401,022	10.9%
Shantou Bay Bridge	26,604	15.9%	0.3%	26,368	24.4%	26,427	11.5%	4.0%	299,143	20.2%
Qinglian Expressway	39,139	15.0%	5.8%	36,753	10.4%	57,558	12.3%	6.5%	684,102	7.4%

Brief Description:

1. Pursuant to the “Circular of the MOF and the SAT regarding the Pilot Program on Comprehensive Implementation of Value Added Taxes from Business Taxes Reform (財政部、國家稅務總局關於全面推開營業稅改徵增值稅試點的通知)”, effective from 1 May 2016, taxpayers across the country will be required to pay value added taxes instead of business taxes. The tax rate of road traffic services is 11%, but for expressways the construction of which commenced before 30 April 2016, the tax rate on their toll revenue imposed on the managing road enterprises will be reduced to 3% by choosing applicable simplified tax calculation method. The toll revenue referred to in this announcement includes value added taxes. For reference, currently payable VAT amount declared by project companies shall be calculated according to the following formula:

$$\text{Tax amount declared} = \text{Amount specified on toll invoice of expressway} \div (1+3\%(\text{or } 5\%)) \times 3\%.$$

2. GNSR Expressway: Benefiting from the increase in car ownership volume, the toll traffic volume and the toll revenue in December maintained a year-on-year growth.
3. Jinbao Expressway: A year-on-year decrease in the toll traffic volume and toll revenue was recorded in December, mainly due to the implementation of heavily polluted weather emergency response measures in Beijing-Tianjin-Hebei Region to stop or cut production of industrial enterprises and restrict vehicle usage as a result of smog. The year-on-year decrease in the toll revenue is significantly higher than that of the toll traffic volume, mainly due to difference in timing of ETC toll revenue splitting.
4. Cangyu Expressway: Benefiting mainly from the connected effect brought by the completion of road segments peripheral to Guiwu Expressway, the toll traffic volume and the toll revenue in December achieved a year-on-year growth.
5. Han-Xiao Expressway: Benefiting from the further improvement of the road circuit and the development of neighboring logistics market, the toll traffic volume and the toll revenue in December maintained a year-on-year growth.
6. Changzhu Expressway: The toll traffic volume and toll revenue in December achieved a year-on-year decrease, mainly due to the closure for construction of Lituo section of the G4 National Expressway for the same period of last year, some trucks chose to use Changzhu Expressway resulting in the higher base.

7. Weixu Expressway: Benefiting mainly from the recovery of local cargo demand and the positive effect of new overloading vehicles administration policies, resulting in an increase in truck traffic flow, a year-on-year increase in the toll traffic volume and the first split toll revenue was recorded in December. As required by the relevant industry regulatory authority in Henan Province, the second split was uniformly implemented for toll revenue. As it took time to confirm the second split result, the data of the first split was adopted consistently for the calculation of toll revenue. As a reference, the second split revenue from January to November 2016 reduced the first split revenue by approximately 8.8%, representing an year-on-year increase in second split toll revenue calculated on a full year accumulative basis.
8. Suiyuenan Expressway: A year-on-year increase in the toll traffic volume and toll revenue was recorded in December, mainly due to the traffic control since 2 August 2016 for construction of Jianli-Bailuo provincial road.
9. Humen Bridge: Benefiting from the increase in car ownership volume, the toll traffic volume and the toll revenue in December maintained a year-on-year growth.
10. Northern Ring Road: Benefiting from the increase in car ownership volume, the toll traffic volume and the toll revenue in December maintained a year-on-year growth.
11. GWSR Expressway: Benefiting from the increase in car ownership volume, the toll traffic volume and the toll revenue in December maintained a year-on-year growth.
12. Shantou Bay Bridge: Benefiting from the increase in car ownership volume and a lower basis resulted from the prohibition of some heavy goods vehicles from using the bridge under maintenance and repair during the same period last year, the toll traffic volume and the toll revenue in December maintained a year-on-year growth.
13. Qinglian Expressway: The toll traffic volume and toll revenue in December maintained a year-on-year increase, which was mainly benefiting from the further improvement of the regional traffic conditions after the completion of expansion work of converting “4 to 8” lanes of Guangqing Expressway.
14. The above toll revenue figures are rounded to the nearest RMB1,000.

15. For details of the percentage of interest held by the Company in each project, please refer to page 26 of the Company's 2015 Annual Report.

By Order of the Board
Yuexiu Transport Infrastructure Limited
ZHU Chunxiu
Chairman

Hong Kong, 24 January 2017

As at the date of this announcement, the Board comprises:

Executive Directors: *ZHU Chunxiu (Chairman), LIU Yongjie, HE Baiqing and QIAN Shangning*

Independent Non-executive Directors: *FUNG Ka Pun, LAU Hon Chuen Ambrose and CHEUNG Doi Shu*