

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA STARCH HOLDINGS LIMITED

中國澱粉控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 3838)

PROVISION FOR IMPAIRMENT ON THE ASSETS LOCATED IN THE PREVIOUS PLANT IN SHOUGUANG AND PROFIT WARNING

This announcement is made by China Starch Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Reference is made to the announcement of the Company dated 15 July 2014 (the “**Announcement**”) on the relocation (the “**Relocation**”) of the Group’s previous production plants and facilities located in Shouguang (the “**Previous Plant**”), which was also disclosed in the Company’s interim report for the six months ended 30 June 2014.

The board of directors (the “**Board**”) of the Company wishes to inform the shareholders of the Company and potential investors that the Relocation has been substantially completed in December 2014 and the Group’s production at the Previous Plant has ceased since then. As certain production facilities and buildings at the Previous Plant have become idle subsequent to the Relocation, the related non-financial assets of approximately RMB227 million based on the unaudited consolidated management accounts of the Group for the year ended 31 December 2014 are subject to impairment review. The Board expected that a provision for impairment of such related non-financial assets will be provided for the year ended 31 December 2014, the extent of which is subject to finalisation as at the date of this announcement. The provision for impairment of such related non-financial assets, if made, would entail a significant drop in the profit for the year ended 31 December 2014 but will not have a material adverse impact on the actual cash flow of the Group as it is a non-cash expense.

The Board wishes to emphasize that the information contained in this announcement is based on the preliminary review of the unaudited consolidated management accounts of the Group for the year ended 31 December 2014 and is not based on any figures or information which has been reviewed and audited by the auditor of the Company.

Shareholders of the Company and potential investors are advised to read carefully the results announcement of the Company for the year ended 31 December 2014, which is expected to be published in March 2015, and to exercise caution when dealing in the shares of the Company.

By order of the Board
CHINA STARCH HOLDINGS LIMITED
Tian Qixiang
Chairman

Shouguang, the People's Republic of China, 13 February 2015

As at the date of this announcement, the directors of the Company are:

Executive Directors:

Mr. Tian Qixiang (Chairman)
Mr. Gao Shijun (Chief Executive Officer)
Mr. Yu Yingquan
Mr. Liu Xianggang

Independent non-executive Directors:

Mr. Yue Kwai Wa, Ken
Mr. Chen Zhijun
Mr. Sun Mingdao