



北京北大青鳥環宇科技股份有限公司
Beijing Beida Jade Bird Universal Sci-Tech Company Limited
(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 08095)

**THIRD QUARTERLY RESULTS ANNOUNCEMENT
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2011**

**CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET OF THE STOCK
EXCHANGE OF HONG KONG LIMITED**

GEM has been positioned as a market designed to accommodate companies to which a high investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

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This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

THIRD QUARTERLY RESULTS (UNAUDITED)

The Board was delighted to announce the unaudited consolidated results of the Group for the nine months ended 30 September 2011 together with the unaudited comparative figures for the corresponding period in 2010 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months ended 30 September 2011

		Three months ended 30 September		Nine months ended 30 September	
	Note	2011 RMB'000	2010 RMB'000	2011 RMB'000	2010 RMB'000
Turnover	3	133,848	94,960	248,419	191,675
Cost of sales and services		(68,450)	(48,464)	(129,268)	(99,728)
Gross profit		65,398	46,496	119,151	91,947
Other gains and income	4	1,453	2,280	21,397	60,446
Distribution costs		(4,331)	(3,495)	(12,767)	(10,557)
Administrative expenses		(18,154)	(12,063)	(46,352)	(34,051)
Other expenses		(4,298)	(2,615)	(12,471)	(6,773)
Finance costs	5	(2,955)	(2,278)	(6,964)	(3,727)
Change in fair value of derivative financial instruments		12	–	(1,724)	–
Share of profits of associates		2,993	–	2,993	–
Share of profits/(losses) of jointly controlled entities		(1,111)	(969)	1,271	(3,456)
Profit before tax		39,007	27,356	64,534	93,829
Income tax expense	6	(8,972)	(6,893)	(2,082)	(11,161)
Profit for the period		30,035	20,463	62,452	82,668
Other comprehensive income after tax					
Investment revaluation reserve reclassified to profit or loss on disposal of available-for-sale financial assets		–	–	(1,699)	–
Change in fair value of available- for-sale financial assets		(48,810)	(7,217)	(35,302)	(12,489)
Exchange differences on translating foreign operations		(2,234)	(1,104)	(6,158)	(2,144)
Income tax relating to change in fair value of available-for-sale financial assets		–	698	–	698
Other comprehensive income for the period, net of tax		(51,044)	(7,623)	(43,159)	(13,935)
Total comprehensive income for the period		(21,009)	12,840	19,293	68,733

	Three months ended 30 September		Nine months ended 30 September	
	2011	2010	2011	2010
<i>Note</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Profit for the period attributable to:				
Owners of the Company	13,181	9,826	34,422	64,665
Non-controlling interests	16,854	10,637	28,030	18,003
	<u>30,035</u>	<u>20,463</u>	<u>62,452</u>	<u>82,668</u>
Total comprehensive income for the period attributable to:				
Owners of the Company	(37,864)	(1,333)	(8,058)	51,566
Non-controlling interests	16,855	14,173	27,351	17,167
	<u>(21,009)</u>	<u>12,840</u>	<u>19,293</u>	<u>68,733</u>
	<i>RMB cent</i>	<i>RMB cent</i>	<i>RMB cent</i>	<i>RMB cent</i>
Earnings per share				
Basic and diluted	1.11	0.83	2.91	5.46

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 30 September 2011

	Attributable to owners of the Company								Total equity RMB'000
	Share capital RMB'000	Capital reserve RMB'000	Reserve funds RMB'000	Foreign currency translation reserve RMB'000	Investment revaluation reserve RMB'000	Retained profits RMB'000	Total RMB'000	Non-controlling interests RMB'000	
At 1 January 2010	118,480	377,720	80,463	(55,613)	64,960	229,948	815,958	68,512	884,470
Total comprehensive income for the period	-	-	-	(2,144)	(10,955)	64,665	51,566	17,167	68,733
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(5,357)	(5,357)
Capital contribution from non-controlling interests	-	-	-	-	-	-	-	980	980
Changes in equity for the period	-	-	-	(2,144)	(10,955)	64,665	51,566	12,790	64,356
At 30 September 2010	<u>118,480</u>	<u>377,720</u>	<u>80,463</u>	<u>(57,757)</u>	<u>54,005</u>	<u>294,613</u>	<u>867,524</u>	<u>81,302</u>	<u>948,826</u>
At 1 January 2011	118,480	377,720	85,489	(61,098)	49,072	302,664	872,327	71,496	943,823
Total comprehensive income for the period	-	-	-	(6,158)	(36,322)	34,422	(8,058)	27,351	19,293
Capital contribution from non-controlling interests	-	-	-	-	-	-	-	9,800	9,800
Acquisition of a subsidiary	-	-	-	-	-	-	-	(622)	(622)
Disposal of a subsidiary with loss of control	-	-	-	-	-	-	-	(343)	(343)
Change in ownership interests in a subsidiary without change in control	-	-	-	-	-	(4,458)	(4,458)	4,458	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(1,000)	(1,000)
Changes in equity for the period	-	-	-	(6,158)	(36,322)	29,964	(12,516)	39,644	27,128
At 30 September 2011	<u>118,480</u>	<u>377,720</u>	<u>85,489</u>	<u>(67,256)</u>	<u>12,750</u>	<u>332,628</u>	<u>859,811</u>	<u>111,140</u>	<u>970,951</u>

Note:

1. General Information

The Company was incorporated in the PRC as a sino-foreign joint stock limited liability company. The Company's H shares are listed on GEM. The address of its registered office is 3rd Floor, Beida Jade Bird Building, Yanyuan District Area 3, No.5 Haidian Road, Haidian District, Beijing 100080, the PRC. The addresses of its principal place of business in the PRC and Hong Kong are 3rd Floor, Beida Jade Bird Building, No. 207 Chengfu Road, Haidian District, Beijing 100871, the PRC and Room 1002, 10th Floor, Bank of America Tower, 12 Harcourt Road, Central, Hong Kong respectively.

The Group is principally engaged in the research, development, manufacture, marketing and sale of wireless fire alarm systems and related products, the development of travel and leisure business and investment holding.

2. Basis of Presentation

2.1 Adoption of new and revised HKFRSs

In the current period, the Group has adopted all the new and revised HKFRSs issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") that are relevant to its operations and effective for accounting period beginning on 1 January 2011. HKFRSs comprise Hong Kong Financial Reporting Standards; Hong Kong Accounting Standards ("HKAS"); and Interpretations. The adoption of these new and revised HKFRSs did not result in substantial changes to the Group's accounting policies and amounts reported for the current period and prior years except as stated below.

Related Party Disclosures

HKAS 24 (Revised) "Related Party Disclosures" revises the definition of a related party and provides a partial exemption of disclosing related party transactions for government-related entities.

A related party is a person or entity that is related to the Group.

- (A) A person or a close member of that person's family is related to the Group if that person:
- (i) has control or joint control over the Group;
 - (ii) has significant influence over the Group; or
 - (iii) is a member of the key management personnel of the Company or of a parent of the Company.

- (B) An entity is related to the Group (reporting entity) if any of the following conditions applies:
- (i) The entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) Both entities are joint ventures of the same third party.
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group. If the Group is itself such a plan, the sponsoring employers are also related to the Group.
 - (vi) The entity is controlled or jointly controlled by a person identified in (A).
 - (vii) A person identified in (A)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

HKAS 24 (Revised) exempts an entity from the disclosure requirements in relation to related party transactions and outstanding balances, including commitments, with

- a government that has control, joint control or significant influence over the entity; and
- another entity that is a related party because the same government has control, joint control or significant influence over both entities.

The entity that applies the exemption is required to disclose the followings:

- the name of the government and the nature of its relationship with the entity (i.e. control, joint control or significant influence); and
- the following information in sufficient detail to enable users of the entity's financial statements to understand the effect of related party transactions on its financial statements:
 - i. the nature and amount of each individually significant transaction; and
 - ii. for other transactions that are collectively, but not individually, significant, a qualitative or quantitative indication of their extent.

HKAS 24 (Revised) has been applied retrospectively and did not result in any significant changes in the consolidated amounts disclosed in the financial statements.

The Group has not applied the following new HKFRSs that have been issued but are not yet effective:

Amendments to HKFRS 1	First-time adoption of Hong Kong Financial Reporting Standards – Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters ¹
Amendments to HKFRS 7	Financial Instruments: Disclosures – Transfer of Financial Assets ¹
Amendments to HKAS 12	Deferred Tax: Recovery of Underlying Assets ²
HKFRS 9	Financial Instruments ³
HKAS 27 (2011)	Separate Financial Statements ³
HKAS 28 (2011)	Investments in Associates and Joint Ventures ³
HKFRS 10	Consolidated Financial Statements ³
HKFRS 11	Joint Arrangements ³
HKFRS 12	Disclosure of Interests in Other Entities ³
HKFRS 13	Fair Value Measurement ³
Amendments to HKAS 1 (Revised)	Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income ³
HKAS 19 (2011)	Employee Benefits ⁴

¹ Effective for annual periods beginning on or after 1 July 2011.

² Effective for annual periods beginning on or after 1 January 2012.

³ Effective for annual periods beginning on or after 1 July 2012.

⁴ Effective for annual periods beginning on or after 1 January 2013.

The Group has already commenced an assessment of the impact of these new HKFRSs but is not yet in a position to state whether these new HKFRSs would have a material impact on its results of operations and financial position.

2.2 Basis of preparation

These condensed consolidated financial statements have been prepared in accordance with accounting principles generally accepted in Hong Kong and the applicable disclosures required by the GEM Listing Rules. These condensed consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain investments and derivatives which are carried at their fair values. These condensed consolidated financial statements are presented in RMB, which is the Company's functional and presentation currency, and all values are rounded to the nearest thousand (RMB'000) except when otherwise indicated.

Save as aforesaid or as otherwise mentioned in this announcement, the accounting policies adopted in preparing these unaudited condensed consolidated financial statements are consistent with those used in the Company's annual audited consolidated financial statements for the year ended 31 December 2010. These condensed consolidated financial statements should be read in conjunction with these mentioned audited financial statements.

Key sources of estimation uncertainty

In preparing these condensed consolidated financial statements, the significant judgment made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2010, except for changes in estimates that are required in determining the fair value of debt investments.

Basis of consolidation

The condensed consolidated financial statements include the financial statements of the Company and its subsidiaries made up to 30 September. Subsidiaries are entities over which the Group has control. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group has control.

Subsidiaries are consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date the control ceases.

The gain or loss on the disposal of a subsidiary that results in a loss of control represents the difference between (i) the fair value of the consideration of the sale plus the fair value of any investment retained in that subsidiary and (ii) the Company's share of the net assets of that subsidiary plus any remaining goodwill relating to that subsidiary and any related accumulated foreign currency translation reserve.

Intragroup transactions, balances and unrealised profits are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests represent the equity in subsidiaries not attributable, directly or indirectly, to the Company. Non-controlling interests are presented in the condensed consolidated statement of financial position and condensed consolidated statement of changes in equity within equity. Non-controlling interests are presented in the condensed consolidated statement of comprehensive income as an allocation of profit or loss and total comprehensive income for the period between the non-controlling shareholders and owners of the Company.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling shareholders even if this results in the non-controlling interests having a deficit balance.

Changes in the Company's ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions (i.e. transactions with owners in their capacity as owners). The carrying amounts of the controlling and non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiary. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to the owners of the Company.

3. Turnover

The Group's turnover which represents the net invoiced value of goods sold and services rendered to customers, after allowances for returns and trade discounts and net of sales tax are as follows:

	Three months ended 30 September		Nine months ended 30 September	
	2011 RMB'000	2010 RMB'000	2011 RMB'000	2010 RMB'000
Sale of embedded system products and related products	93,994	61,651	181,109	132,575
Sale of Computers	–	(5)	–	2,015
Rendering of travel and leisure services	39,854	33,314	67,310	57,085
	<u>133,848</u>	<u>94,960</u>	<u>248,419</u>	<u>191,675</u>

4. Other gains and income

	Three months ended 30 September		Nine months ended 30 September	
	2011 RMB'000	2010 RMB'000	2011 RMB'000	2010 RMB'000
Bank interest income	793	971	2,137	1,815
Gain on disposal of a subsidiary	–	–	12,601	–
Gain/(loss) on disposal of available for-sale financial assets	–	(134)	3,116	55,793
Interest income from convertible bonds	540	–	1,780	–
Interest income from loan receivables	82	1,333	192	2,615
Others	38	110	1,571	223
	<u>1,453</u>	<u>2,280</u>	<u>21,397</u>	<u>60,446</u>

5. Finance costs

	Three months ended 30 September		Nine months ended 30 September	
	2011 RMB'000	2010 RMB'000	2011 RMB'000	2010 RMB'000
Interest on bank loan	165	136	459	407
Interest on other loan	125	98	290	172
Net foreign exchange losses	2,665	2,044	6,215	3,148
	<u>2,955</u>	<u>2,278</u>	<u>6,964</u>	<u>3,727</u>

6. Income tax expense

	Three months ended		Nine months ended	
	30 September		30 September	
	2011	2010	2011	2010
	RMB'000	RMB'000	RMB'000	RMB'000
Current tax – PRC				
Enterprise Income Tax				
Provision for the period	8,973	6,672	14,356	10,729
Over-provision in prior year	–	–	(12,380)	–
Current tax – Hong Kong Profits Tax				
(Credit)/Provision for the period	(1)	221	106	432
	<u>8,972</u>	<u>6,893</u>	<u>2,082</u>	<u>11,161</u>

Hong Kong Profits Tax has been provided at a rate of 16.5% (2010: 16.5%) on the estimated assessable profits of the Group for the nine months ended 30 September 2011.

Tax charge on profits assessable elsewhere has been calculated at the rates of tax prevailing in the country in which the Group operates, based on existing legislation, interpretations, and practices in respect thereof.

During the year ended 31 December 2009, the Company and two subsidiaries of the Company had been certified by the relevant PRC authorities as high technology enterprises. Pursuant to the Income Tax law in the PRC, the Company and the two subsidiaries are subject to PRC Enterprise Income Tax rate of 15% effective for the year ending 31 December 2011.

Other subsidiaries of the Company established in the PRC are generally subject to income tax on their taxable income at a tax rate of 25% (2010: 25%).

7. Earnings per share

Basic and diluted earnings per share

The calculation of basic and diluted earnings per share attributable to owners of the Company for the three months ended 30 September 2011 and 2010 are based on profit for the period attributable to owners of the Company of approximately RMB13,181,000 (2010: RMB9,826,000) and the weighted average number of ordinary shares of 1,184,800,000 (2010: 1,184,800,000) in issue during the period.

The calculation of basic and diluted earnings per share attributable to owners of the Company for the nine months ended 30 September 2011 and 2010 are based on profit for the period attributable to owners of the Company of approximately RMB34,422,000 (2010: RMB64,665,000) and the weighted average number of ordinary shares of 1,184,800,000 (2010: 1,184,800,000) in issue during the period.

DIVIDEND

The Board does not recommend the payment of an interim dividend for the nine months ended 30 September 2011 (2010: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

Overview

The Group extends its growing momentum in the third quarter of the year. Turnover and gross profits for the nine months ended 30 September 2011 increased 29.6% respectively to RMB248.4 million and RMB119.2 million year-on-year. Gross profit margin kept at 48.0% for the reporting period while cost of sales and services surged 29.6% year-on-year to RMB129.3 million owing to comparatively high labour and material costs. Overall expenses, including distribution costs, administrative expenses and other expenses, increased 39.3% year-on-year to RMB71.6 million as a result of surge in labour cost. Finance costs which mainly consisted of exchange losses rose to RMB7.0 million owing to strong RMB versus USD during the first nine months of 2011. Other gains and income, represented largely gain resulting from disposal of a non-wholly-owned subsidiary and available-for-sale financial assets, decreased 64.6% year-on-year to RMB21.4 million. Profit before tax and profits for the period attributable to owners of the Company dropped 31.2% to RMB64.5 million and 46.8% to RMB34.4 million year-on-year respectively because of larger gain on disposal of equity securities in the same period last year. Total comprehensive income for the period attributable to owners of the Company dropped 115.6% year-on-year to a deficit of RMB8.1 million as profit declined and the stock market faced a downturn in the third quarter of the year.

Manufacture and sale of electronic fire equipment

Turnover soared 38.6% year-on-year to RMB179.4 million, representing 72.2% of the Group's turnover for the first three quarters of the year. As the brand has gained reputation, demand keeps on growing. The Group encourages dealers to explore the market and itself continues to expand production capacity simultaneously to cope with the growing trend.

Tourism development

Turnover grew 17.9% year-on-year to RMB67.3 million, representing 27.1% of the Group's turnover for the first nine months mainly due to steady growth in number of arrivals. Around 606,000 arrivals visited Hengshan during the reporting period, up 12.2% year-on-year. Total number of arrivals accumulated to 1.1 million for the first three quarters of 2011, up 20.7% year-on-year. Property management contributed about 0.1% profit before tax to the Group during the first nine months.

Investment in a jointly controlled entity – SBI China

There was no new investment concluded in the first nine months of the year. During the reporting period, IT education sector distributed its first dividend while the insurance sector completed its capital expansion process. However, IT vocational training market shows a shrinking sign and our investee closed several unprofitable centers. Business is inevitably affected as reflected from revenue drop as compared with last year. Performance from insurance sector also needed improvement. Details of the LED sector are set out in the paragraph below.

Investment in LED business

All the six MOCVD machines were installed and tested. Construction of the factory completed and EnRay Tek started test-run in September. LED chip sample has been sent to several potential customers for testing. EnRay Tek is waiting for the results for follow-up action.

Available-for-sale financial assets – SMIC

According to the latest information available, SMIC recorded revenue of US\$306.9 million during the third quarter of 2011, down by 12.9% as compared with the second quarter and by 24.0% year-on-year respectively as the third and fourth quarters are very weak in terms of the foundry business cycle. Gross margin was 1.4% in the third quarter of 2011 compared to 14.3% in the second quarter primarily due to lower utilisation. Net cash flow from operations increased to US\$160.9 million in the third quarter from US\$79.4 million in the previous quarter mainly due to receipt of government subsidy. Loss attributable to holders of ordinary shares was US\$88.1 million in the third quarter as compared to loss of US\$3.8 million in the second quarter.

Significant Events

Save for those mentioned in the Group's first and second quarterly reports of 2011, the Group had no significant events occurred during the reporting period.

Liquidity and Financial Resources

Group net assets reached RMB971.0 million at the end of reporting period, up 2.9% slightly since 31 December 2010 mainly because of capital contribution from non-controlling shareholders and lesser dividend paid to them. Current ratio (being the ratio of current assets to current liabilities) deteriorated from 3.6 to 2.9 mainly because of further capital injection into its investment fund and completion of acquisition of Changsha Songya Lake Construction Investment Co., Ltd. Gearing ratio (being the ratio of total interest-bearing debts to total equity) increased from 1.6% to 2.0% resulting from additional other loan borrowed. Financial position remained healthy albeit cash and cash equivalents dropped by 27.4% to RMB467.3 million since the beginning of the year.

Exposure to Foreign Currencies

The Group exposes to certain foreign currency risk as most of its business activities, assets and liabilities are denominated in USD, HK\$ and RMB. The Group does not formulate a foreign currency hedging policy at present as RMB, being the functional currency of the Group, is relatively strong. In addition, turnover and most of the production costs are denominated in RMB and they are automatically hedged, leaving limited currency risk. The Group continues to monitor its exposure and will take measures to lower the foreign currency risk when necessary.

Contingent Liability and Capital Commitment

The Group had long term capital commitments to a jointly controlled entity and an associate totaled approximately RMB512.1 million at the end of reporting period.

Save for the contingent liability detailed in its second quarterly report, the Group had no contingent liability at the end of reporting period.

Human Resources

The Group had a workforce of over 1,040 peoples at the end of the reporting period, up 21.2% and 6.1% as compared with the end of 2010 and the previous quarter respectively as a result of organic growth of businesses. Among the staff, over 37% are graduates or above. The Group strictly complies with applicable labour law and regulations both in the PRC and Hong Kong. Competitive remuneration package with medical and travel insurance are offered to the staff. Adequate retirement fund and provident fund are contributed timely.

Director's emoluments consist of fees, salaries and allowances, and discretionary bonus determined according to the performance of individual Director.

Outlook

As order quantity typically hits its highest in the fourth quarter, performance of firefighting equipment sector is guaranteed. On the other hand, Tourism development sector is still affected by fare rise in attractions and increased proportion of student visitors who usually go by walk. Together with the traditional low season for tourism in Hengshen during the last quarter of a year, performance from this sector is expected to be stable only.

DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 September 2011, the interests (including interests in shares and short positions) of Directors, Supervisors and chief executive of the Company in the shares and underlying shares of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests which they are taken or deemed to have under such provisions of the SFO) and required to be entered into the register maintained by the Company pursuant to Section 352 of the SFO or which were notified to the Company and the Stock Exchange pursuant to Rules 5.46 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange, were as follows:

Long Positions in Shares:

Name of Director	Capacity	Number of ordinary shares			Approximate percentage of the Company's total number of issued promoters shares	Approximate percentage of the Company's total number of issued H shares	Approximate percentage of the Company's total issued share capital
		Interests in promoters Shares (Note a)	Interests in H Shares	Total			
Mr. Zhang Wanzhong	Beneficial owner and beneficiary of trust	205,414,000	12,070,000	217,484,000	29.34%	2.49%	18.36%
Mr. Zhang Yongli	Beneficiary owner and beneficiary of trust	205,414,000	13,200,000	218,614,000	29.34%	2.72%	18.45%
Mr. Chu Yuguo (Note b)	Beneficial owner	-	13,114,000	13,114,000	-	2.71%	1.11%
Mr. Xu Zhixiang	Beneficial owner and beneficiary of trust	205,414,000	11,527,000	216,941,000	29.34%	2.38%	18.31%
Mr. Liu Yongjin	Beneficiary of trust	205,414,000	-	205,414,000	29.34%	-	17.34%
Ms. Feng Ping (Note b)	Beneficial owner and beneficiary of trust	205,414,000	12,070,000	217,484,000	29.34%	2.49%	18.36%
Name of Supervisor							
Mr. Li Mingchun	Beneficiary of trust	205,414,000	-	205,414,000	29.34%	-	17.34%
Ms. Zhou Min	Beneficiary of trust	205,414,000	-	205,414,000	29.34%	-	17.34%

Note:

- (a) The above Directors and Supervisors are taken to be interested in the issued share capital of the Company through their respective interests as beneficiaries, among other beneficiaries, of Heng Huat trust (“Heng Huat Trust”). By a declaration of Heng Huat Trust made as a deed on 19 July 2000, Mr. Xu Zhendong (a former Director), Mr. Zhang Wanzhong and Ms. Liu Yue (who has been replaced by Mr. Xu Zhixiang since 9 May 2003 as a trustee) declared that they held the shares of Heng Huat Investments Limited (“Heng Huat”) as trustees for the benefits of over 300 employees of JB Software, Beida Jade Bird and Yu Huan and their respective subsidiaries and associated companies and the Company. Heng Huat is beneficially interested in the entire issued share capital of Dynamic Win, and is taken to be interested in 205,414,000 shares of the Company which Dynamic Win is interested. Mr. Xu Zhendong, Mr. Zhang Wanzhong and Mr. Xu Zhixiang (who replaced Ms. Liu Yue as a trustee on 9 May 2003 upon Ms. Liu’s resignation as a trustee on the same date) are trustees holding 60, 20 and 20 shares out of 100 shares in the issued share capital of Heng Huat.
- (b) Mr. Chu Yuguo and Ms. Feng Ping are interested in the Shares and promoters Shares respectively by virtue of the interests held by their spouses.

Save as disclosed above, none of the Directors, Supervisors and chief executive of the Company had registered an interest or short position in the shares or underlying shares of the Company or any of its associated corporations that was required to be recorded pursuant to section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to Rule 5.46 of the GEM Listing Rules as at 30 September 2011.

DIRECTORS’ AND SUPERVISORS’ RIGHTS TO ACQUIRE SHARES

At no time during the period were rights to acquire benefits by means of the acquisition of shares in the Company granted to any Director and Supervisor or their respective spouse or minor children, or were any such rights exercised by them; or was the Company, its holding company, or any of its subsidiaries or fellow subsidiaries a party to any arrangement to enable the Directors and Supervisors to acquire such rights in any other body corporate.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

At 30 September 2011, the following interests and short positions of the issued share capital of the Company were recorded in the register of interests required to be maintained by the Company pursuant to Section 336 of the SFO:

Long positions in Shares:

Name	Note	Capacity and nature of interests	Number of promoters Shares held	Approximate percentage of the Company's total number of issued promoters shares	Approximate percentage of the Company's total issued share capital
1. Peking University	(a)	Through controlled corporations	310,000,000	44.29%	26.16%
2. Beida Asset Management Co., Ltd.	(a)	Through controlled corporations	310,000,000	44.29%	26.16%
3. Beijing Beida Jade Bird Software System Co., Ltd.	(a), (c)	Directly beneficially owned and through a controlled corporation	310,000,000	44.29%	26.16%
4. Beijing Beida Jade Bird Limited	(a), (b)	Directly beneficially owned and through a controlled corporation	200,000,000	28.57%	16.88%
5. Beijing Beida High Technology Investment Co., Ltd.	(a)	Directly beneficially owned	85,000,000	12.14%	7.17%
6. Heng Huat Investments Limited	(d)	Through a controlled corporation	205,414,000	29.34%	17.34%
7. Dynamic Win Assets Limited	(d)	Directly beneficially owned	205,414,000	29.34%	17.34%
8. Mr. Xu Zhendong	(e)	Trustee and beneficiary of trust	205,414,000	29.34%	17.34%
9. Mongolia Energy Corporation Limited	(f)	Through a controlled corporation	84,586,000	12.08%	7.14%
10. New View Venture Limited	(f)	Directly beneficially owned	84,586,000	12.08%	7.14%
11. Asian Technology Investment Company Limited		Directly beneficially owned	50,000,000	7.14%	4.22%

Notes:

- (a) Peking University is taken to be interested in 26.16% of the total issued share capital of the Company through the following companies:
- (i) 85 million Shares (representing approximately 7.17% of the Company's total issued share capital) held by Beida High Technology, which is beneficially owned by Peking University;
 - (ii) 110 million Shares (representing approximately 9.28% of the Company's total issued share capital) held by JB Software itself, which is 48% beneficially owned by Peking University; and

- (iii) 115 million Shares (representing approximately 9.71% of the Company's total issued share capital) held by Beida Jade Bird itself, which is beneficially owned by Peking University.

Beida Asset Management Co., Ltd. is wholly owned by Peking University.

The Company was notified by Beida High Technology that it entered into a share transfer agreement with Shenzhen Beida Jade Bird Sci-Tech Co., Ltd. on 15 April 2011 pursuant to which Beida High Technology agreed to transfer to the latter 85 million Shares. On the same date, the Company was notified by JB Software that it entered into a share transfer agreement with Grand East (H.K.) Limited pursuant to which JB Software agreed to transfer to the latter 110 million Shares. The transfers were approved by Beijing Municipal Commission of Commerce of the PRC subsequent to the end of the reporting period.

The Company was notified by JB Software and Hang Zhou Beida Jade Bird Sci-Tech Co., Ltd. that the share transfer agreement signed between them on 18 January 2008 regarding transfer of 110 million promoter Shares by the former to the latter was terminated.

- (b) The interests of Beida Jade Bird comprise 115 million Shares held by it and 85 million Share held by Beida High Technology.
- (c) The interests of JB Software comprise 110 million Shares held by it and 200 million Shares held by Beida Jade Bird, which is 46% beneficially owned by JB Software.
- (d) The Shares are held by Dynamic Win, which is wholly-owned by Heng Huat.
- (e) Mr. Xu Zhendong is taken to be interested in the promoter Shares through his interests as trustee and beneficiary of Heng Huat Trust. Details of the nature of his interests are set out in note (a) of the section "Directors', Supervisors' and chief executive's interests and short position in Shares and underlying Shares" on page 15.
- (f) The Shares are held by New View Venture Limited, which is wholly-owned by Mongolia Energy Corporation Limited.

Save as disclosed above, no person, other than the Directors and Supervisors, whose interests are set out in the section "Directors', Supervisors' and chief executive's interests and short positions in Shares and underlying Shares" above, had registered interests or short position in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO as at 30 September 2011.

COMPETING INTERESTS

As at 30 September 2011, none of the Directors and Supervisors and their respective associates (as defined in the GEM Listing Rules) had interests in a business which competes or may compete with the businesses of the Group, or may have any conflicts of interest with the Group pursuant to the GEM Listing Rules.

AUDIT COMMITTEE

The Company established its Audit Committee with terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules. The primary duties of the Audit Committee include monitoring the financial reporting system and internal control procedure of the Group, reviewing financial information and advising the Board on the engagement and independence of external auditors.

Audit Committee comprises three members. The chairman is Professor Nan Xianghao. The two members are Mr. Cai Chuanbing and Mr. Lin Yan. All of them are independent non-executive Directors. Audit Committee had held a meeting to review the Group third quarterly results announcement for the nine months ended 30 September 2011 and concluded the meeting with agreement to the contents of the announcement.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has complied with all the code provisions of the Code on Corporate Governance Practices as set out in Appendix 15 to the GEM Listing Rules during the nine months ended 30 September 2011.

PURCHASE, REDEMPTION OR SALE OF THE LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the nine months ended 30 September 2011 (2010: Nil).

By order of the Board
Beijing Beida Jade Bird Universal Sci-Tech Company Limited
Chu Yuguo
Chairman

Beijing, the PRC, 9 November 2011

GLOSSARY

“Audit Committee”	audit committee of the Company
“Beida High Technology”	Beijing Beida High Technology Investment Co., Ltd.
“Beida Jade Bird”	Beijing Beida Jade Bird Limited
“Board”	Board of Directors
“Company”	Beijing Beida Jade Bird Universal Sci-Tech Company Limited
“Director(s)”	director(s) of the Company

“Dynamic Win”	Dynamic Win Assets Limited
“EnRay Tek”	EnRay Tek Optoelectronics Technology (Shanghai) Co., Ltd
“GEM”	the Growth Enterprise Market of The Stock Exchange
“GEM Listing Rules”	Rules Governing the Listing of Securities on GEM
“Group”	Company and its subsidiaries
“H Share(s)”	overseas-listed foreign Share(s) listed on GEM
“HK\$”	Hong Kong dollars
“HKFRSs”	Hong Kong Financial Reporting Standards
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“JB Software”	Beijing Beida Jade Bird Software System Co., Ltd.
“LED”	Light-emitting diode
“MOCVD”	Metalorganic chemical vapour deposition
“PRC”	People’s Republic of China
“RMB”	Renminbi
“SBI China”	SBI & BDJB China Fund, L.P.
“SFO”	Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong) (as amended from time to time)
“Share(s)”	ordinary share(s) issued by the Company with a nominal value of RMB0.10 each
“Shareholder(s)”	shareholder(s) of the Company
“SMIC”	Semiconductor Manufacturing International Corporation
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Supervisor(s)”	supervisor(s) of the Company
“Supervisory Committee”	supervisory committee of the Company

“Tourism development”	travel and leisure business of the Group
“USD”	United States dollars
“Yu Huan”	Beijing Beida Yu Huan Microelectronics System Engineering Co., Ltd.

As at the date of this announcement, Mr. Zhang Wanzhong, Ms. Xueli and Mr. Zhang Yongli are executive directors, Mr. Chu Yuguo, Mr. Xu Zhixiang, Mr. Liu Yongjin and Ms. Feng Ping are non-executive directors and Professor Nan Xianghao, Mr. Cai Chuanbing and Mr. Lin Yan are independent non-executive directors.

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