



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 2017

CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET (“GEM”) OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

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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 (the “Directors”) of Beijing Beida Jade Bird Universal Sci-Tech Company Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (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 in this announcement misleading.

THIRD QUARTERLY RESULTS (UNAUDITED)

The board of the Directors (the “Board”) announced the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the nine months ended 30 September 2017 together with the unaudited comparative figures for the corresponding period in 2016 as follows:

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)

For the nine months ended 30 September 2017

		Three months ended 30 September		Nine months ended 30 September	
		2017	2016	2017	2016
	Note	RMB'000	RMB'000	RMB'000	RMB'000
Turnover	3	505,995	464,677	1,149,874	1,006,476
Cost of sales and services		(261,463)	(241,336)	(603,561)	(528,013)
Gross profit		244,532	223,341	546,313	478,463
Other gains and income	4	21,728	6,556	25,291	114,690
Distribution costs		(27,378)	(20,668)	(76,111)	(53,153)
Administrative expenses		(28,581)	(27,844)	(91,078)	(81,309)
Other expenses		(24,479)	(8,373)	(63,638)	(44,526)
Profit from operations		185,822	173,012	340,777	414,165
Finance costs	5	(4,394)	(3,328)	(10,821)	(6,622)
Share of (losses)/profits of associates		(3,448)	(3,357)	3,020	(6,500)
Share of losses of joint ventures		(140)	(164)	(520)	(563)
Profit before tax		177,840	166,163	332,456	400,480
Income tax expense	6	(30,472)	(14,091)	(59,576)	(38,223)
Profit for the period		147,368	152,072	272,880	362,257
Other comprehensive income after tax:					
<i>Items that may be reclassified to profit or loss:</i>					
Exchange differences on translating foreign operations		(6,031)	1,708	(16,081)	7,324
Fair value changes of available-for-sale financial assets		(301)	7,453	(11,521)	2,530
Investment revaluation reserve reclassified to profit or loss on step-acquisition of a subsidiary		–	–	–	(7,260)
Recognition of other reserves		597	–	852	–
Share of other comprehensive income of associates		–	–	–	6,936
Share of other comprehensive income of joint ventures		(11)	(1)	(10)	(3)

		Three months ended 30 September		Nine months ended 30 September	
	<i>Note</i>	2017 <i>RMB'000</i>	2016 <i>RMB'000</i>	2017 <i>RMB'000</i>	2016 <i>RMB'000</i>
Other comprehensive income for the period, net of tax		<u>(5,746)</u>	<u>9,160</u>	<u>(26,760)</u>	<u>9,527</u>
Total comprehensive income for the period		<u>141,622</u>	<u>161,232</u>	<u>246,120</u>	<u>371,784</u>
Profit for the period attributable to:					
Owners of the Company		<u>73,131</u>	<u>74,851</u>	<u>137,619</u>	<u>229,262</u>
Non-controlling interests		<u>74,237</u>	<u>77,221</u>	<u>135,261</u>	<u>132,995</u>
		<u>147,368</u>	<u>152,072</u>	<u>272,880</u>	<u>362,257</u>
Total comprehensive income for the period attributable to:					
Owners of the Company		<u>66,618</u>	<u>84,385</u>	<u>109,396</u>	<u>239,626</u>
Non-controlling interests		<u>75,004</u>	<u>76,847</u>	<u>136,724</u>	<u>132,158</u>
		<u>141,622</u>	<u>161,232</u>	<u>246,120</u>	<u>371,784</u>
		<i>RMB</i>	<i>RMB</i>	<i>RMB</i>	<i>RMB</i>
Earnings per share					
Basic and diluted (cents per share)	7	<u>5.30</u>	<u>5.89</u>	<u>10.08</u>	<u>18.89</u>

Condensed Consolidated Statement of Changes in Equity (Unaudited)

For the nine months ended 30 September 2017

	Attributable to owners of the Company									
	Share capital	Capital reserve	Reserve funds	Foreign currency translation reserve	Investment revaluation reserve	Other reserves	Retained profits	Total	Non-controlling interests	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Balance at 1 January 2016	118,480	377,720	113,798	(55,855)	157,585	12,552	568,249	1,292,529	397,686	1,690,215
Total comprehensive income for the period	-	-	-	8,158	2,206	-	229,262	239,626	132,158	371,784
Transfer	-	-	210	-	-	-	(210)	-	-	-
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	24,150	24,150
Capital contribution from non-controlling interests	-	-	-	-	-	-	-	-	3,691	3,691
Dividend paid and payable to non-controlling interests	-	-	-	-	-	-	-	-	(29,388)	(29,388)
Issue of shares	9,696	72,245	-	-	-	-	-	81,941	-	81,941
Changes in equity for the period	9,696	72,245	210	8,158	2,206	-	229,052	321,567	130,611	452,178
Balance at 30 September 2016	<u>128,176</u>	<u>449,965</u>	<u>114,008</u>	<u>(47,697)</u>	<u>159,791</u>	<u>12,552</u>	<u>797,301</u>	<u>1,614,096</u>	<u>528,297</u>	<u>2,142,393</u>
Balance at 1 January 2017	128,176	449,966	133,630	(33,178)	105,717	12,552	677,774	1,474,637	548,174	2,022,811
Total comprehensive income for the period	-	-	-	(17,213)	(11,521)	511	137,619	109,396	136,724	246,120
Issue of shares	9,696	112,553	-	-	-	-	-	122,249	-	122,249
Reclassification	-	-	-	-	-	3,157	-	3,157	2,104	5,261
Changes in equity for the period	9,696	112,553	-	(17,213)	(11,521)	3,668	137,619	234,802	138,828	373,630
Balance at 30 September 2017	<u>137,872</u>	<u>562,519</u>	<u>133,630</u>	<u>(50,391)</u>	<u>94,196</u>	<u>16,220</u>	<u>815,393</u>	<u>1,709,439</u>	<u>687,002</u>	<u>2,396,441</u>

Note:

1. GENERAL INFORMATION

The Company was incorporated in the People's Republic of China (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 Unit 7605, 76th Floor, The Center, 99 Queen's Road Central, Hong Kong respectively.

The Company is engaged in the marketing and sale of embedded system products and related products. The principal activities of its subsidiaries are the research, development, manufacture, marketing, contract work and sale of electronic fire alarm systems and related products, the development of travel and leisure business, investment holding and production and sales of wine and related products.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

These condensed consolidated financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). HKFRSs comprise Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards and Interpretations. These consolidated financial statements also comply with the applicable disclosure provisions of the GEM Listing Rules.

In the current period, the Group has adopted all the new and revised HKFRSs issued by the HKICPA that are relevant to its operations and effective for its accounting year beginning on 1 January 2017. 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 periods.

The Group has not early applied new and revised HKFRSs that have been issued but are not yet effective for the financial year beginning 1 January 2017. The Directors anticipate that the new and revised HKFRSs will be adopted in the Group's consolidated financial statements when they become effective. The Group is in the process of assessing, where applicable, the potential effect of all new and revised HKFRSs that will be effective in future periods but is not yet in a position to state whether these new and revised HKFRSs would have a material impact on its results of operations and financial position.

The condensed consolidated financial statements are unaudited but have been reviewed by the audit committee of the Company (the "Audit Committee").

Save as aforesaid or as otherwise mentioned in this announcement, the accounting policies adopted in preparing these unaudited third quarterly condensed consolidated financial statements are consistent with those used in the Company's annual audited consolidated financial statements for the year ended 31 December 2016. These condensed consolidated financial statements should be read in conjunction with these mentioned audited financial statements.

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		Nine months	
	ended 30 September		ended 30 September	
	2017	2016	2017	2016
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Sales and contract works of embedded system products and related products	451,578	408,991	1,036,474	890,828
Rendering of travel and leisure services	50,879	52,807	104,741	107,646
Sales of wine and related products	3,538	2,879	8,659	8,002
	<u>505,995</u>	<u>464,677</u>	<u>1,149,874</u>	<u>1,006,476</u>

4. OTHER GAINS AND INCOME

	Three months		Nine months	
	ended 30 September		ended 30 September	
	2017	2016	2017	2016
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Bank interest income	324	182	1,024	628
Gain on bargain purchase of a subsidiary	–	–	–	15,209
Gain on bargain purchase of associates	–	–	–	89,548
Government grants	18,615	6,583	19,117	6,583
Rental income	–	–	–	2
Others	2,789	(209)	5,150	2,720
	<u>21,728</u>	<u>6,556</u>	<u>25,291</u>	<u>114,690</u>

5. FINANCE COSTS

	Three months		Nine months	
	ended 30 September		ended 30 September	
	2017	2016	2017	2016
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Interest on bank and other loans	3,013	2,847	8,677	9,226
Net foreign exchange losses/(gain)	1,381	481	2,144	(2,604)
	4,394	3,328	10,821	6,622

6. INCOME TAX EXPENSE

	Three months		Nine months	
	ended 30 September		ended 30 September	
	2017	2016	2017	2016
	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>	<i>RMB'000</i>
Current tax – PRC Enterprise Income Tax				
Provision for the period	31,816	13,730	62,779	39,746
Deferred tax	(1,344)	361	(3,203)	(1,523)
	30,472	14,091	59,576	38,223

No provision for Hong Kong Profits Tax is required for the nine months ended 30 September 2017 and 2016 since the Group has no assessable profit for the periods.

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.

These 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 three subsidiaries are subject to PRC Enterprise Income Tax (“EIT”) at a rate of 15% effective for three years within 2018.

One subsidiary of the Company had been certified by the relevant PRC authorities as software enterprises. Pursuant to the Income Tax Law in the PRC, the subsidiary is subjected to EIT rate of 12.5% effective for five years ending 31 December 2016.

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% (2016: 25%).

7. EARNINGS PER SHARE

Basic and diluted earnings per share

The calculation of basic earnings per share attributable to owners of the Company for the three months ended 30 September 2017 is based on the profit for the period attributable to owners of the Company of RMB73,131,000 (2016: RMB74,851,000) and the weighted average number of ordinary shares of 1,378,720,000 (2016: 1,271,220,870) in issue during the period. No adjustment has been made to the basic profit per share amounts presented for the three months ended 30 September 2017 and 2016. Therefore, the calculation of the diluted earnings per share is the same as basic earnings per share.

The calculation of basic earnings per share attributable to owners of the Company for the nine months ended 30 September 2017 is based on the profit for the period attributable to owners of the Company of RMB137,619,000 (2016: RMB229,262,000) and the weighted average number of ordinary shares of 1,365,934,066 (2016: 1,213,817,226) in issue during the period. No adjustment has been made to the basic profit per share amounts presented for the nine months ended 30 September 2017 and 2016. Therefore, the calculation of the diluted earnings per share is the same as basic earnings per share.

8. DIVIDEND

The Board does not recommend the payment of an interim dividend for the nine months ended 30 September 2017 (2016: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Overall performance

During the period under review, the Group remained focus on the two directions of strengthening its main businesses, including manufacture and sale of electronic fire equipment business, tourism development business and investment holding business, and exploring investment opportunities. For the nine months ended 30 September 2017, total turnover of the Group increased to approximately RMB1,149.9 million (2016: RMB1,006.5 million), representing an increase of approximately 14.2% when compared with that of 2016. Gross profit margin of the Group was approximately 48% (2016: 48%). As a result of satisfactory performance of the Group and maintaining a stable and competitive gross profit margin, the Group recorded an increase in gross profit by 14.2% to approximately RMB546.3 million (2016: RMB478.5 million). The Group's distribution costs, administrative expenses and other expenses were increased by 28.9% to approximately RMB230.8 million (2016: RMB179.0 million), following to the continued growth of the Group's main businesses, in particular the manufacture and sale of electronic fire equipment business during the period. The Group's profit attributable to owners of the Company was decreased by 40.0% to approximately RMB137.6 million for the nine months ended 30 September 2017 (2016: RMB229.3 million), despite of a record high turnover mainly because of the recognition of gain on bargain purchase of a subsidiary and associates included in other gains and income in 2016.

Manufacture and sale of electronic fire equipment

The Group generates revenue from the manufacture and sale of fire safety systems, with its main production facilities located in Hebei, Beijing and Sichuan, the PRC. The Group's main fire safety products, including fire automatic alarm and control linkage system, electrical fire monitoring system, automatic gas fire extinguishing system and gas detection monitoring system, are designed for provision of a comprehensive and integration fire safety solution. The Group mainly distributes its products through dealers across the region in the PRC.

On the back of brand effect and reputation for high quality and performance products, the Group's manufacture and sale of electronic fire equipment business recorded satisfactory growth and turnover increased 16.4% to approximately RMB1,036.5 million during the period under review (2016: RMB890.8 million). The Group continued to develop and launch a series of fire safety products under the guidance of new fire safety standards. The Group received a number of fire safety industry-related awards and certification, that further reflected the industry recognition of the Group's fire safety production solutions. During the third quarter of 2017, the Group conducted a regional promotional campaign to deploy the Group's development strategy. The Group concentrated on development of talents by providing in-depth trainings in aspects of research and development, production, sales and after-sales services, which supported the continued growth in the manufacture and sale of electronic fire equipment business.

Reference is made to the announcements of the Company dated 1 February 2013 and 17 November 2014 and the circular of the Company dated 27 February 2013 on the proposed spin-off of Beida Jade Bird Universal Fire Alarm Device Company Limited (“Jade Bird Fire Alarm”), a subsidiary of the Company, and a separate listing of the manufacture and sale of electronic fire equipment business owned and operated by Jade Bird Fire Alarm on The Small and Medium Enterprises Board (the “SME Board”) of the Shenzhen Stock Exchange. On 10 April 2017, the Main Board Issuance Approval Committee (the “Issuance Approval Committee”) of the China Securities Regulatory Commission (“CSRC”) issued the reviewing results announcement of the 51st conference meeting of the Issuance Approval Committee for 2017 on the website of the CSRC and announced that the proposed initial public offering on the SME Board of the Shenzhen Stock Exchange of Jade Bird Fire Alarm was reviewed and passed by the Issuance Approval Committee. Details were disclosed in the announcements of the Company dated 6 April 2017 and 10 April 2017.

Tourism development

The Group is the environmental shuttle bus operator in Hengshan Mountain scenic area, and fare revenue from tourists and pilgrims is the main source of income of the Group’s tourism development business. The Group is also engaged in provision of property management services and operation of tourist souvenir shops in the scenic area. During the period, the Group’s associates continued to take part in the tourism development projects in Hunan Province, including the construction and development of landscape architectures and primary land development of land around the Sonya Lake region at Changsha County, and the development of tourist sight project located at Tianzi Mountain.

Turnover generated from the Group’s tourism development business slightly decreased by 2.7% from approximately RMB107.6 million in 2016 to approximately RMB104.7 million in 2017. Such decrease was mainly attributable to the decrease in visitors to Hengshan and fare adjustment of the environmental shuttle bus service during the period.

Investment holding

As at 30 September 2017, the Group’s investment holding business mainly included investments in private equity funds (the investment areas of which included private enterprises in the PRC with businesses ranging from the provision of information technology vocational education, insurance business, baby products retailing business, manufacturing and sale of light-emitting diode related products, property development, IT development and solution business, air transport agency and provision of technical consultancy services etc.), the equity interests in listed companies in Hong Kong, and the equity interest in a private enterprise in the PRC which is principally engaged in manufacture and sale of light-emitting diode related products.

On 5 November 2014, the Company entered into the equity interest transfer agreement with a then connected person of the Company for acquisition of 40% equity interest in Beijing Shengxin Runcheng Investment Management Co., Ltd. (“Beijing Shengxin Runcheng”) at a consideration of RMB400,000. Beijing Shengxin Runcheng is a company incorporated in Beijing, the PRC and its scope of business is asset management. Completion of the transfer took place during the period and Beijing Shengxin Runcheng became an associate of the Group.

On 14 September 2017, the Company (as a limited partner) entered into the partnership agreement in relation to the formation of the investment fund, namely Beida Jade Bird Tongling Semiconductor Industry Investment Fund (Limited Partnership). The total capital to be contributed to the investment fund is RMB350 million, in which the Company agrees to contribute RMB66.50 million to the investment fund, accounting for 19% of the fund size. The investment scope of the investment fund is to target semiconductor industry chain projects in the city of Tongling, Anhui province. Details were disclosed in the announcements of the Company dated 14 September 2017 and 24 October 2017.

Capital structure

On 11 January 2017, the Company and a third party placing agent entered into a placing agreement, whereby the Company has conditionally agreed to place, through the placing agent, on a best effort basis, of up to 96,960,000 placing H shares to not less than six but not exceeding ten independent places at the placing price of HK\$1.43 (equivalent to approximately RMB1.27) per placing H share (representing a discount of approximately 17.8% to the closing price of HK\$1.74 (equivalent to approximately RMB1.55) per H share on 11 January 2017). The placing was completed on 6 February 2017 raising net proceeds of approximately HK\$137.9 million (equivalent to approximately RMB122.1 million) (representing a net placing price of approximately HK\$1.42 (equivalent to approximately RMB1.26) per placing H share). The Directors intended that approximately 70% of net proceeds from the placing would be applied to potential acquisitions and/or development of new businesses; and approximately 30% of the net proceeds from the placing would be applied as working capital of the Group. As a result of the placing, on 6 February 2017, the total number of issued H shares of the Company was increased from 581,760,000 H shares to 678,720,000 H shares, and the total number of issued shares of the Company (including both the H shares and the promoters shares) was increased from 1,281,760,000 shares to 1,378,720,000 shares. Details of the above were disclosed in the announcements of the Company dated 11 January 2017 and 6 February 2017. As at 30 September 2017, approximately RMB43.3 million was applied to capital contribution to associates and payments for investments, and the remaining balance was deposited in bank. In respect of the net proceeds of the placing completed on 11 July 2016, approximately RMB58.4 million was used for acquisition of equity interests in associate and subsidiary, capital contribution to associate and payments for investments; approximately RMB4.6 million was applied as working capital of the Group; and the remaining balance was deposited in bank as at 30 September 2017.

Outlook

The Group's manufacture and sale of electronic fire equipment business will continue to emphasize on quality service by strengthening its capacity of research and development and investing in advanced equipment and human resources. The Group will penetrate the market and increase its competitiveness by providing support to the dealers, establishing regional technical supports, cooperating with fire safety professional websites in the area of product marketing and promotion, achieving strategic cooperation with real estate companies, and conducting product conferences and exploring overseas markets.

With regard to tourism development business, pilgrims will continue to make up the majority of visitors with a stable turnout. As tourism becomes an integral part of daily life, development of tourism industry has been high in agenda for many regions, benefiting tourism industry in the PRC with forthcoming opportunities.

Disclosure under Rule 17.24 of the GEM Listing Rules

As at 30 September 2017, the aggregate amount of financial assistance provided by the Group to its affiliated companies, including (i) shareholder's loan provided to an affiliated company; and (ii) guarantees provided by the Group in relation to bank facilities of its affiliated companies is RMB536,400,000 in total, which exceeds 8% in the asset ratio as defined under Rules 19.08(1) of the GEM Listing Rules. Details on the financial assistance and guarantee as at 30 September 2017 are set out below:

Name of Affiliated Company	Aggregate Amount of Financial Assistance and Guarantee RMB'000
Changsha Songya Lake Construction Investment Co., Ltd. ("Songya Lake Construction")	346,400 ^(note 1)
Chuanqi (Hunan) Enterprise Development Co., Ltd. ("Chuanqi Enterprise")	190,000 ^(note 2)
	<hr/>
	536,400

Notes:

1. The amount includes (i) a guarantee of RMB200,000,000 to Bank A and Bank B by the Company; (ii) a guarantee of RMB113,000,000 to Bank C by Chuanqi Tourism Investment Co., Ltd (“Chuanqi Tourism”), a non-wholly owned subsidiary of the Company; and (iii) an interest-free and unsecured shareholder’s loan of RMB33,400,000 from Chuanqi Tourism to Songya Lake Construction. The total amount of the facilities from Bank A and Bank B to Songya Lake Construction is RMB986,000,000 and the total amount of the facilities from Bank C to Songya Lake Construction is RMB800,000,000.
2. The amount includes a guarantee of RMB190,000,000 to a bank by Chuanqi Tourism. The total amount of the facilities from the bank to Chuanqi Enterprise is RMB190,000,000.

The unaudited combined statement of financial position of the above affiliated companies and the Group’s attributable interests in the above affiliated companies based on its unaudited consolidated financial statements for the nine months ended 30 September 2017 prepared in accordance with the generally accepted accounting principles in the PRC, adjusted for any differences in accounting policies, are presented below:

	Combined statement of financial position RMB’000	Group’s attributable interests RMB’000
Assets	3,181,062	894,732
Liabilities	<u>(2,800,465)</u>	<u>(784,867)</u>
Net assets	<u>380,597</u>	<u>109,865</u>

DIRECTORS’, SUPERVISORS’ AND CHIEF EXECUTIVES’ INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 September 2017, the interests (including interests in shares and short positions) of Directors, supervisors (the “Supervisors”), and chief executives of the Company in the shares (the “Shares”) and underlying shares of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the “SFO”)), as recorded in the register maintained by the Company 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, were as follows:

Long positions in ordinary shares and underlying shares of the Company

Name	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 Shares (Note)	Interests in H Shares	Total			
Director							
Mr. Zhang Wanzhong	Beneficial owner and beneficiary of trust	205,414,000	-	205,414,000	29.34%	-	14.90%
Supervisor							
Ms. Zhou Min	Beneficiary of trust	205,414,000	-	205,414,000	29.34%	-	14.90%

Note:

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, 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 Beijing Beida Jade Bird Software System Co., Ltd. (“Jade Bird Software”), Beijing Beida Jade Bird Limited (“Beida Jade Bird”) and Beijing Beida Yu Huan Microelectronics System Engineering Co., Ltd. and their respective subsidiaries and associated companies and the Company. Heng Huat is beneficially interested in the entire issued share capital of Dynamic Win Assets Limited (“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 Yue’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. Each of Mr. Xu Zhendong and Mr. Xu Zhixiang was former Director who resigned on 5 May 2015.

Save as disclosed above, none of the Directors, Supervisors and chief executives 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 2017.

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 2017, 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 ordinary shares and underlying shares of the Company

Name of shareholder	Note	Capacity	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	200,000,000	28.57%	14.50%
2. Beida Asset Management Co., Ltd.	(a)	Through controlled corporations	200,000,000	28.57%	14.50%
3. Beijing Beida Jade Bird Software System Co., Ltd.	(a)	Through controlled corporations	200,000,000	28.57%	14.50%
4. Beijing Beida Jade Bird Limited	(a)	Directly beneficially owned	115,000,000	16.43%	8.34%
5. Beida Microelectronics Investment Limited	(a)	Through controlled corporations	85,000,000	12.14%	6.16%

Name of shareholder	<i>Note</i>	Capacity	Number of Shares held	Approximate percentage of the Company's total number of issued promoters Shares	Approximate percentage of the Company's total issued share capital
6. Sanya Jade Bird Youfu Jidi Construction Service Co., Ltd	(a)	Through a controlled corporation	85,000,000	12.14%	6.16%
7. Haikou Jade Bird Yuanwang Sci-Tech Development Co., Ltd	(a)	Directly beneficially owned	85,000,000	12.14%	6.16%
8. Grand East (H.K.) Limited		Directly beneficially owned	110,000,000	15.71%	7.98%
9. Heng Huat Investments Limited	(b)	Through a controlled corporation	205,414,000	29.34%	14.90%
10. Dynamic Win Assets Limited	(b)	Directly beneficially owned	205,414,000	29.34%	14.90%
11. Mongolia Energy Corporation Limited	(c)	Through a controlled corporation	84,586,000	12.08%	6.13%
12. New View Venture Limited	(c)	Directly beneficially owned	84,586,000	12.08%	6.13%
13. Asian Technology Investment Company Limited		Directly beneficially owned	50,000,000	7.14%	3.63%

Notes:

- (a) Peking University is taken to be interested in 14.50% of the total issued share capital of the Company through the following companies:
 - (i) 115 million promoters Shares (representing approximately 8.34% of the Company's total issued share capital) held by Beida Jade Bird, which is 46% beneficially owned by Jade Bird Software. Jade Bird Software is 48% beneficially owned by Beida Asset Management Co., Ltd., a wholly owned subsidiary of Peking University;
 - (ii) 85 million promoters Shares (representing approximately 6.16% of the Company's total issued share capital) in which Haikou Jade Bird Yuanwang Sci-Tech Development Co., Ltd. ("Haikou Jade Bird") is interested. Jade Bird Software owns 100% equity interest in Beida Microelectronics Investment Limited which in turn owns 46% equity interest in Sanya Jade Bird Youfu Jidi Construction Service Co., Ltd which in turn owns 100% equity interest in Haikou Jade Bird; and
 - (iii) Mr. Zhang Wanzhong is a supervisor of Beida Jade Bird.
- (b) The promoters Shares are held by Dynamic Win, which is beneficially wholly-owned by Heng Huat. Please refer to the note to the section "Directors, Supervisors' and chief executives' interests and short positions in shares and underlying shares" above for further details of Heng Huat.
- (c) The promoters 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 executives' 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 2017.

COMPETING INTERESTS

As at 30 September 2017, 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.

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 2017.

AUDIT COMMITTEE

The Company has established the Audit Committee with terms of reference in compliance with the requirements as set out in the GEM Listing Rules. The Audit Committee is accountable to the Board. Its primary duties include monitoring the financial reporting system and risk management and internal control systems of the Group, reviewing financial information and advising the Board on the engagement and independence of external auditors.

The Audit Committee currently comprises four independent non-executive Directors, namely Mr. Shao Jiulin, Mr. Li Juncai, Mr. Lin Yan and Mr. Li Chonghua. Mr. Shao Jiulin is the chairman of the Audit Committee. The Audit Committee had held a meeting to review the Group's third quarterly results report for the nine months ended 30 September 2017 and concluded the meeting with agreement to the contents of the third quarterly results report.

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

Beijing, the PRC, 8 November 2017

As at the date of this announcement, Mr. Zhang Wanzhong, Ms. Zheng Zhong and Mr. Ip Wing Wai are executive Directors, Mr. Ni Jinlei, Ms. Xue Li and Mr. Xiang Lei are non-executive Directors and Mr. Shao Jiulin, Mr. Li Juncai, Mr. Lin Yan and Mr. Li Chonghua are independent non-executive Directors.

This announcement will remain on the GEM website at “www.hkgem.com” on the “Latest Company Announcements” page for at least 7 days from the date of its posting and on the website of the Company at “www.jbu.com.cn”.