



ABN 77 123 178 852

China Office

288 Kan Shan Road
Kan Shan Town
Xiaoshan District
Hangzhou City
Zhejiang Province
People's Republic of China

Tel: 0086 571 8258 9615
Fax: 0086 571 8258 7222

Australian Securities Exchange Announcement

Monday 16 July 2012

The Manager
ASX Markets Announcements
Australian Securities Exchange Limited
PO Box H224
Australia Square
Sydney NSW 1215

Australian Office

25 Peel Street
Adelaide
South Australia 5000

P.O. Box 15
Aldgate
South Australia 5154

Tel: +61 419 035 297
Fax: +61 8 8339 7909

Electronic Lodgement

Dear Sir/Madam

PERFORMANCE UPDATE – MARKET GUIDANCE REVISION

General Market Guidance - Half Year 2012

At the Annual General Meeting of the company held on 23 May 2012, the Chairman indicated that the expectation for the half year to 30 June 2012 was that sales will have decreased by approximately 17% from the corresponding period in 2011 and net profit was expected to decrease to a loss of approximately \$3.75million for the six months to June 2012.

The company now wishes to advise that whilst it is encouraging that the gross margins have picked up slightly in June 2012 for its sales, the market in general is still suffering because of weak demand from the market including both domestic and overseas.

As a result, the company is now estimating that sales of product for the half year will be approximately \$62million (2011: 79million) with a net loss of \$7.3million (2011: profit \$2.99million).

On behalf of the board

A handwritten signature in black ink, appearing to read 'Graham Seppelt'.

Graham Seppelt
Company Secretary