

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this document, 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 document.



北人印刷機械股份有限公司 BEIREN PRINTING MACHINERY HOLDINGS LIMITED

(a joint stock company incorporated in the People's Republic of China with limited liability)
(Stock code:0187)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement dated 15 March 2012 in relation to the 2011 Annual Report Summary of Beiren Printing Machinery Holdings Limited (the "Company"). The board of directors of the Company would like to add the following financial information under a new item "5. Current assets and current liabilities" on page 47 under the section headed "8.3 Other disclosure information".

The currency unit of the following tables is in Renminbi.

1. Notes receivable

(1) Category

Category	31 st Dec 2011	1 st Jan 2011
Bank acceptance notes	20,263,400.00	35,414,560.16

(2) There are no notes which are used for collateral.

(3) There is no situation that the notes receivable are carried forward to accounts receivable because the notes drawers are incapable of notes fulfilment.

(4) Large Notes has endorsed to the other party but not yet due

Category	Issuing Company	Issuing date	Maturity date	Amount
Bank acceptance notes	Yiwu Desheng Stationery Co., LTD	2011-8-23	2012-2-23	1,200,000.00
Bank acceptance notes	Hunan Meitian Culture Co.,LTD	2011-10-27	2012-4-27	1,180,000.00
Bank acceptance notes	Changsha Kaicheng Paper Co., LTD	2011-8-17	2012-2-17	1,100,000.00

Bank acceptance notes	Xiamen Yuanfengda Commerce Co.,LTD	2011-11-28	2012-2-28	1,007,500.00
Bank acceptance notes	Jinhua Kaida Printing Machine Co., LTD	2011-11-23	2012-5-23	1,770,000.00
Total				6,257,500.00

2. Accounts receivable

(1) Classification for accounts receivable

Item	31 ST Dec 2011				1 ST Jan 2011			
	Book value		Bad debts		Book value		Bad debts	
	Amount	Percent %	Amount	Percent %	Amount	Percent %	Amount	Percent %
Individual receivables above significant level	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Receivables for which provision of bad debts made on basis of combinations	—	—	—	—	—	—	—	—
Combination based on age accounts	233,755,982.82	88.97	90,390,459.29	38.67	260,684,283.53	86.69	74,086,765.53	28.42
Individual receivables below significant level	28,993,358.87	11.03	8,389,076.01	28.93	40,020,404.03	13.31	23,506,925.47	58.74
Total	262,749,341.69	—	98,779,535.30	—	300,704,687.56	—	97,593,691.00	—

1) Individual receivables above significant level, or below significant level but had impairment test individually at the end of period

Company Name	Amount	Bad debts provision	Rate (%)	Reason for bad debts provision
Note 1	9,593,957.33	8,389,076.01	87.44	Difficult to collect

Company Name	Amount	Bad debts provision	Rate (%)	Reason for bad debts provision
Note 2	19,399,401.54	0.00	0.00	
Total	28,993,358.87	8,389,076.01	—	—

Note 1: A subtotal amount of RMB 9,593,957.33 accounts receivable comprising 13 long-aged items, is judged as difficult to fully collect and the bad debts provision amounted RMB 8,389,076.01 is made correspondingly by method of individual identification.

Note 2: Several long-term customers are in frequent transactions with the Group and adopt the order trade, hence those accounting receivable are in shorter age. There are 76 items of accounting receivables which amount to RMB 19,399,401.54 and the provision of bad debts has not been made on them.

2) Individual receivables below significant level, but shows high level of risk in the light of credit risk characteristics combination (aging combination)

Item	31 Dec 2011			1 Jan 2011		
	Amount	Percent (%)	Bad debts provision	Amount	Percent (%)	Bad debts provision
Within 1 year	113,750,998.36	0.00	0.00	144,764,618.09	0.00	0.00
1-2 years	29,185,159.71	30.00	8,755,547.91	47,549,397.53	30.00	14,264,819.26
2-3 years	22,962,283.42	60.00	13,777,370.05	21,370,804.09	60.00	12,822,482.45
Above 3 years	67,857,541.33	100.00	67,857,541.33	46,999,463.82	100.00	46,999,463.82
Total	233,755,982.82		90,390,459.29	260,684,283.53		74,086,765.53

(2) There are no bad debts prepared during this period reversed or recovered.

(3) Accounts receivable written off during this period amounts to RMB 373,273.62.

(4) The accounts receivable balance details exclude shareholders who hold 5% or more of the Group's shares.

(5) The top five of accounts receivable:

Company Name	Relationship	Amount	Age	Proportion in Accounts Receivable (%)
Zhongti(Beijing)Colour Printing Co., Ltd.	Customer	13,180,000.00	2-3 years	5.02
Suzhou Daily	Customer	7,618,800.00	Within 1 year	2.90
Linyi Daily	Customer	6,485,000.00	Within 1 year	2.47
3M special materials (Shanghai)	Customer	6,401,500.01	Within 1 year	2.44
Ningbo newspaper printing Co., LTD	Customer	5,340,000.00	1-2 years	2.03
Total	—	39,025,300.01	—	14.86

(6) There is no balance of accounts receivable from related parties at the end of the period.

(7) The balance of accounts receivable in foreign currencies:

Foreign currency	31 Dec 2011			1 Jan 2011		
	Foreign currency	Exchange rate	RMB	Foreign currency	Exchange Rate	RMB
USD	611,033.00	6.3009	3,857,628.35	468,610.00	6.6227	3,103,463.45

3. Advance to suppliers

(1) Aging of advances to suppliers

Item	31 Dec 2011		1 Jan 2011	
	Amount	Percentage%	Amount	Percentage%
Within 1 year	28,554,361.99	94.59	19,026,250.35	96.17
1-2 years	1,370,283.53	4.54	254,948.99	1.29
2 -3 years	5,445.02	0.02	311,020.32	1.57
Over 3 years	257,817.66	0.85	191,567.66	0.97
Total	30,187,908.20	100.00	19,783,787.32	100.00

(2) The main units of advance to suppliers

Name	Relationship with the Group	Amount	Aging	Reasons for pending
Beigil Industry automate international trading (Shanghai) Co., LTD	company's suppliers	1,357,490.45	within a year	not completed
Shaanxi Chaoyu Casting Co., LTD	company's suppliers	1,356,000.00	within a year	not complete
Beijing Webco- Tech Development Co., LTD	company's suppliers	1,292,411.22	within a year	not completed
Rossini Trading (shenzhen) Limited	company's suppliers	1,039,319.00	within a year	not completed
Gao De Ke (Shanghai) Trading Co., Ltd.	company's suppliers	892,500.00	within a year	not completed
Total		5,937,720.67		

(3) The advance to suppliers balance details exclude shareholders who hold 5% or more of the Group's shares.

(4) The balance of advance to suppliers in foreign currencies:

Foreign currency	31 Dec 2011			1 Jan 2011		
	Foreign currency	Exchange rate	RMB	Foreign currency	Exchange Rate	RMB
EUR	0.00		0.00	24,931.00	8.8065	215,586.76
JPY	1,530,000.00	0.0811	127,684.62	18,488,865.00	0.0813	1,468,909.98
Total			127,684.62			1,684,496.74

4. Other receivables

(1) Classification for other receivables

Item	31 Dec 2011				1 Jan 2011			
	Book value		Bad debts		Book value		Bad debts	
	Amount	Percent %	Amount	Percent %	Amount	Percent %	Amount	Percent %
Individual other receivables above significant level	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Receivables for which provision of bad debts made on basis of combinations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Individual other receivables below significant level	32,212,079.45	100.00	14,628,104.14	45.41	33,286,493.07	100.00	15,016,800.50	45.11
Total	32,212,079.45	—	14,628,104.14	—	33,286,493.07	—	15,016,800.50	—

(2) Individual other receivables below significant level but individually accrued bad debts

provision at the end of period

Company Name	Amount	Bad debts provision	Rate (%)	Reason for bad debts provision
Note 1	14,628,104.14	14,628,104.14	100.00	Expected difficult to collect
Note 2	17,583,975.31	0.00	0.00	
Total	32,212,079.45	14,628,104.14	—	—

Note 1: The Group made provisions on 26 items of other receivables amounting to RMB 14,628,104.14 which are in longer age and difficult to collect.

Note 2: For reservation fund of employees, receivables from China Huarong Asset Management Corporation Xi'an Branch for equity repurchasing, amounting to RMB 17,583,975.31; there are no corresponding provisions for bad debts made.

(3) There are no bad debts prepared during this period reversed or recovered.

(4) Other receivables written-off during this period.

Company name	Nature	Write-off amount	reason	Whether caused by related transaction
Contracted debugging expense	debt	337,700.00	Impossible to draw back	No
Audit expense	debt	50,000.00	Impossible to draw back	No
others	debt	996.36	Impossible to draw back	No
Total		388,696.36		

(5) The details of other receivables balance exclude shareholders who hold 5% or more of the Group's shares.

(6) The top companies in other receivables:

Company Name	Relationship	Amount	Age	Proportion in accounts receivable (%)	Nature
Southeast Asia	Customer	9,088,241.00	Above 3 years	28.21	Note1
China Huarong Asset Management Corporation Xi'an	Minority shareholders of subsidiary	6,328,000.00	Above 3 years	19.64	Note 2

Company Name	Relationship	Amount	Age	Proportion in accounts receivable (%)	Nature
Branch					
Total	—	15,416,241.00	—	47.85	—

Note 1: Other receivables from Southeast Asia are investment money paid to Hong Kong Southeast Asia Group Investment & Development Co., Ltd in previous years. The Group has adapted active measures collecting those receivables. However, collection is difficult due to poor management of the above mentioned company. Therefore, the Group has prepared 100% provision for bad debts.

Note 2: Other receivables from China Huarong Asset Management Corporation Xi'an Branch are for equity repurchasing. China Huarong Asset Management Corporation acquired shares by debt-to-equity swap and could be able to quit by transferring, replacement or repurchasing in accordance with company rules of Shaanxi Beiren. The equity repurchasing should be complemented before the end of 2006 and in equal amount each year; and China Huarong Asset Management Corporation Xi'an Branch made debt-to-equity swap of RMB 15,820,000 and repurchase in five years. RMB 6,328,000 in total should be returned in 2003 and 2004 and didn't write-off its investment by way of equity exit.

(7) There is no amount receivable from related parties at the end of the year.

(8) The balance of other receivables in foreign currencies:

Foreign currency	31 Dec 2011			1 Jan 2011		
	Foreign currency	Exchange Rate	Amount (RMB)	Foreign currency	Exchange Rate	Amount (RMB)
HKD	10,305,296.52	0.8107	9,088,241.00	10,305,296.52	0.8805	9,088,241.00

5. Notes payable

Type of note	31 Dec 2011	1 Jan 2011
Bank acceptance note	16,950,000.00	14,000,000.00

The amount of RMB 16,950,000.00 will be matured in next financial year.

6. Accounts payable

(1) Accounts payable

Item	31 Dec 2011	1 Jan 2011
Within one year	217,624,921.19	212,843,946.16
1-2 years	27,901,330.06	72,149,481.34

Item	31 Dec 2011	1 Jan 2011
2-3 years	17,902,351.80	6,665,506.43
Above 3 years	9,569,142.87	7,214,741.55
Total	272,997,745.92	298,873,675.48

(2) The accounts payable balance details exclude shareholders who hold 5% or more of the Group's shares.

(3) The balance of accounts payable in foreign currencies

Foreign Currency	31 Dec 2011			1 Jan 2011		
	JPY	Exchange rate	RMB	JPY	Exchange rate	RMB
JPY	0.00		0.00	1,583,910.04	0.08126	128,708.53

7. Advance from customers

(1) Advance from customers

Item	31 Dec 2011	1 Jan 2011
Within 1 year	73,375,205.41	85,365,922.85
more than 1 year	15,074,375.01	12,336,059.34
Total	88,449,580.42	97,701,982.19

Advance from customers which is more than 1 year, is caused by contracts which have not been fulfilled and the corresponding goods have not been fully delivered yet.

(2) The advance from customers balance details exclude shareholders who hold 5% or more of the Group's shares.

(3) The balance of the advance from customers in foreign currency:

Foreign Currency	31 Dec 2011			1 Jan 2011		
	USD	Exchange rate	RMB	USD	Exchange rate	RMB
USD	157,833.00	6.3009	1,108,530.81	797,049.88	6.6227	5,278,934.59
EUR	12,198.00	8.1625	107,449.86	12,198.00	8.8065	107,421.69
Total			1,215,980.67			5,386,356.28

8. Other payables

(1) Other payables

Items	31 Dec 2011	1 Jan 2011
Include: within 1 year	19,759,384.51	31,191,053.23
1-2 years	5,410,191.34	1,350,038.84
2-3 years	124,116.43	210,151.64
3 years and above	16,067,801.47	16,213,072.63
Total	41,361,493.75	48,964,316.34

(2) Other payables to shareholders who hold 5% or more of the Group's share at the end of the period are as follow:

Items	31 Dec 2011	1 Jan 2011
Beiren Group Corporation	0.00	1,247,319.56

(3) Other payables in large amount at the end of the period:

Items	Amount	Aging	Quality or content
Land remise fund(Note 1)	9,330,922.61	More than 3 years	Remise price

Note1: The payable to Beijing Beiying Casting Co. Ltd. is the public land remise fund owed the local government where Beijing Casting located. As of 31 Dec 2011, the Company has not acquired the certificate of land use right in Daxing, Beijing, with an area of 92.126 acreage.

By Order of the Board
Beiren Printing Machinery Holdings Limited
Jiao RuiFang
Company Secretary

Beijing, the PRC
19 March 2012

As at the date of this announcement, the Board of the Company comprises Mr. Zhang Peiwu as executive director, Mr. Teng Mingzhi, Mr. Li Shenggao and Ms. Wei Li as non-executive directors and Mr. Xu Wencai, Ms. Wang Hui, Mr. Xie Bingguang and Mr. Wang Deyu as independent non-executive directors.