

GREATERCHINA PROFESSIONAL SERVICES LIMITED

漢華專業服務有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8193)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2011

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

GEM has been positioned as a market designed to accommodate companies to which a higher 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 (the “Directors”) of GreaterChina Professional Services Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (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.

This announcement, in both English and Chinese versions, is available on the Company’s website at www.gca.com.hk.

* For identification purpose only

The board of Directors (the “Board”) of the Company presents the unaudited condensed consolidated financial information of the Company and its subsidiaries (together, the “Group”) for the three months and six months ended 30 September 2011, together with the unaudited comparative figures for the corresponding periods in 2010, as follows.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	<i>Note</i>	Three months ended 30 September		Six months ended 30 September	
		2011 (unaudited) <i>HK\$'000</i>	2010 (unaudited) <i>HK\$'000</i>	2011 (unaudited) <i>HK\$'000</i>	2010 (unaudited) <i>HK\$'000</i>
Revenue	5	12,408	9,793	20,533	32,665
Cost of services		<u>(2,986)</u>	<u>(2,818)</u>	<u>(6,321)</u>	<u>(5,659)</u>
Gross profit		9,422	6,975	14,212	27,006
Other incomes and other gain	5	2,514	464	3,375	955
Marketing, administrative and other operating expenses		<u>(8,325)</u>	<u>(2,678)</u>	<u>(12,913)</u>	<u>(6,386)</u>
Profit from operations		3,611	4,761	4,674	21,575
Share of profit of associates		<u>139</u>	<u>–</u>	<u>139</u>	<u>–</u>
Profit before tax		3,750	4,761	4,813	21,575
Income tax expense	6	<u>(603)</u>	<u>(716)</u>	<u>(946)</u>	<u>(2,214)</u>
Profit for the period attributable to owners of the Company		<u>3,147</u>	<u>4,045</u>	<u>3,867</u>	<u>19,361</u>
Other comprehensive income					
Exchange differences arising on translation of financial statements of foreign operations		<u>(1)</u>	<u>5</u>	<u>3</u>	<u>5</u>
Total comprehensive income for the period attributable to owners of the Company		<u>3,146</u>	<u>4,050</u>	<u>3,870</u>	<u>19,366</u>
Earnings per share attributable to owners of the Company					
– Basic and diluted (<i>HK cents per share</i>)	8	<u>0.63</u>	<u>1.08</u>	<u>0.84</u>	<u>5.16</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 September 2011 (unaudited) <i>HK\$'000</i>	31 March 2011 (audited) <i>HK\$'000</i>
	<i>Note</i>		
Non-current assets			
Property, plant and equipment	9	1,992	1,224
Investments in associates		26,156	–
Prepayment		72	–
		28,220	1,224
Current assets			
Trade receivables	10	12,044	5,643
Prepayments, deposits and other receivables		13,634	5,906
Amounts due from related parties		–	31,418
Financial asset at fair value through profit or loss		1,716	–
Cash and cash equivalents		37,868	8,708
		65,262	51,675
Current liabilities			
Trade payables	11	638	1,342
Accruals and other payables		1,263	3,498
Amounts due to related parties		346	8,249
Finance lease obligation		172	–
Current tax liabilities		3,909	3,469
		6,328	16,558
Net current assets		58,934	35,117
Total assets less current liabilities		87,154	36,341
Non-current liability			
Finance lease obligation		475	–
NET ASSETS		86,679	36,341
Capital and reserves			
Share capital		5,000	3,200
Reserves		81,679	33,141
TOTAL EQUITY		86,679	36,341

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company					Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000	Exchange reserve HK\$'000	Retained earnings HK\$'000	
	At 1 April 2011 (audited)	3,200	-	2,159	15	
Comprehensive income						
Profit for the period	-	-	-	-	3,867	3,867
Other comprehensive income						
Exchange differences arising on translation of the financial statements of foreign operations	-	-	-	3	-	3
Total comprehensive income	-	-	-	3	3,867	3,870
Interim dividends declared by its then subsidiaries	-	-	-	-	(30,000)	(30,000)
Reorganisation	(3,200)	-	3,200	-	-	-
Shares issued under the capitalisation issue	3,750	(3,750)	-	-	-	-
Shares issued pursuant to the placing	1,250	88,750	-	-	-	90,000
Shares placing expenses	-	(13,532)	-	-	-	(13,532)
At 30 September 2011 (unaudited)	5,000	71,468	5,359	18	4,834	86,679

	Attributable to owners of the Company					Total HK\$'000
	Share capital HK\$'000	Capital reserve HK\$'000	Exchange reserve HK\$'000	Retained earnings HK\$'000		
	At 1 April 2010 (audited)	3,200	2,159	-	19,940	
Comprehensive income						
Profit for the period	-	-	-	19,361	19,361	
Other comprehensive income						
Exchange difference arising on translation of financial statements of foreign operations	-	-	5	-	5	
Total comprehensive income	-	-	5	19,361	19,366	
Interim dividends paid by subsidiaries	-	-	-	(11,000)	(11,000)	
At 30 September 2010 (unaudited)	3,200	2,159	5	28,301	33,665	

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands under the Companies Law as an exempted company with limited liability.

The Company is an investment holding company. The principal activities of the Company's subsidiaries are provision of asset advisory services and asset appraisal and corporate services and consultancy.

The Company's shares were listed on the GEM of the Stock Exchange on 31 May 2011.

The condensed consolidated financial information is presented in thousands of Hong Kong dollar (HK\$'000) unless otherwise stated. This condensed consolidated financial information was approved and authorised for issue by the Board on 9 November 2011.

The condensed consolidated financial information has not been audited.

2. BASIS OF PREPARATION

The condensed consolidated financial information for the six months ended 30 September 2011 have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 'Interim financial reporting' issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the disclosure requirements in accordance with the GEM Listing Rules.

The condensed consolidated financial information should be read in conjunction with the audited financial statements for the year ended 31 March 2011, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs").

3. ACCOUNTING POLICIES

The condensed consolidated financial information has been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values.

The accounting policies and methods of computation used in the condensed consolidated financial information for the six months ended 30 September 2011 are the same as those followed in the preparation of the Group's audited financial statements for the year ended 31 March 2011.

In the current interim period, the Group has applied, for the first time, the following revised standards, amendments and interpretations to existing standards issued by the HKICPA.

HKFRSs (Amendments)	Improvements to HKFRSs 2010
HKFRS 1 (Amendment)	Amendments to HKFRS 1 First-time Adoption of Hong Kong Financial Reporting Standards – Limited Exemption from Comparative HKFRS 7 Disclosure for First-time Adopters
HKAS 24 (Revised)	Related Party Disclosures
HK(IFRIC)-Int 14 (Amendment)	Prepayments of a Minimum Funding Requirement
HK(IFRIC)-Int 19	Extinguishing Financial Liabilities with Equity Instruments

The application of the above standards, amendments and interpretations has had no material effect on the amounts reported in these condensed consolidated financial information and/or disclosure set out in the condensed consolidated financial information. The Group has not adopted any new standards, revised standards amendments and interpretations to existing standards that have been issued but not yet effective. The Group has not applied the new HKFRSs that have been issued but not yet effective. The application of these new HKFRSs will not have material impact on the financial statements of the Group.

4. SEGMENT INFORMATION

The Group has two reportable segments as follows:

Asset advisory services and asset appraisal	–	Provision of asset advisory services and asset appraisal, including real estate and fixed asset appraisal, mineral property appraisal, business and intangible asset valuation, financial instrument and derivative valuation and advisory related to various types of assets in particular property in the People’s Republic of China (“PRC”).
Corporate services and consultancy	–	Provision of company secretarial services, human resource management and other administrative services, accounting and tax services, corporate communication and marketing services, corporate governance, internal control and enterprise risk management services, management consultancy services.

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technical requirements and marketing strategies.

Segment profits or losses do not include corporate income and expenses. Segment assets do not include corporate assets and amounts due from related parties.

The Group accounts for inter-segment revenue and transfers as if the revenue or transfers were to third parties, i.e. at current market prices.

An analysis of the Group's revenue and results for the period by operating segment is as follows:

	Six months ended 30 September 2011		
	Asset advisory services and asset appraisal (unaudited) HK\$'000	Corporate services and consultancy (unaudited) HK\$'000	Total (unaudited) HK\$'000
Revenue from external customers	12,374	8,159	20,533
Inter-segment revenue	–	2,310	2,310
Segment profit	620	5,206	5,826
Unallocated corporate expense, net			(2,098)
Share of post-tax profit of associates			<u>139</u>
Profit for the period			<u><u>3,867</u></u>
Total assets			
As at 30 September 2011 (unaudited)	<u><u>11,186</u></u>	<u><u>18,193</u></u>	<u><u>29,379</u></u>

Six months ended 30 September 2010

	Asset advisory services and asset appraisal (unaudited) <i>HK\$'000</i>	Corporate services and consultancy (unaudited) <i>HK\$'000</i>	Total (unaudited) <i>HK\$'000</i>
Revenue from external customers	30,990	1,675	32,665
Segment profit	21,083	899	21,982
Unallocated corporate expense, net			<u>(2,621)</u>
Profit for the period			<u><u>19,361</u></u>
Total assets			
As at 31 March 2011 (audited)	<u><u>14,390</u></u>	<u><u>1,217</u></u>	<u><u>15,607</u></u>
		30 September 2011 (unaudited) <i>HK\$'000</i>	31 March 2011 (audited) <i>HK\$'000</i>
Segment assets			
Total assets of reportable segments		29,379	15,607
Unallocated amounts:			
Corporate assets		64,103	5,874
Amounts due from related parties		<u>—</u>	<u>31,418</u>
Consolidated total assets		<u><u>93,482</u></u>	<u><u>52,899</u></u>

5. REVENUE, OTHER INCOMES AND OTHER GAIN

Revenue, which is also the Group's turnover, represents services income from asset appraisal, asset advisory and corporate services and consultancy.

Revenue, other incomes and other gain recognised during the periods were as follows:

	Three months ended		Six months ended	
	30 September		30 September	
	2011	2010	2011	2010
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Revenue				
Asset appraisal services income	5,189	7,979	11,744	14,484
Asset advisory services income	630	1,015	630	16,506
Corporate services and consultancy income	6,589	799	8,159	1,675
	<u>12,408</u>	<u>9,793</u>	<u>20,533</u>	<u>32,665</u>
Other incomes				
Interest income	1	4	1	8
Others	797	460	1,658	947
	<u>798</u>	<u>464</u>	<u>1,659</u>	<u>955</u>
Other gain				
Fair value gain on an investment at fair value through profit or loss	1,716	–	1,716	–

6. INCOME TAX EXPENSE

Hong Kong Profits Tax has been provided at a rate of 16.5% (2010: 16.5%) based on the estimated assessable profit.

Tax charges on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates, based on existing legislation, interpretation and practices in respect thereof.

	Three months ended		Six months ended	
	30 September		30 September	
	2011	2010	2011	2010
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Current tax – Hong Kong Profits Tax				
Provision for the period	603	716	946	2,214

7. DIVIDENDS

The Directors do not recommend the payment of an interim dividend for the six months ended 30 September 2011 (six months ended 30 September 2010: N/A).

During the six months ended 30 September 2011, HK\$30,000,000 (30 September 2010: HK\$11,000,000) interim dividend declared and paid by the Company's subsidiaries to their then shareholders prior to the shares of the Company listed on the GEM. The rate of dividend and the number of shares ranking for dividend are not presented as such information is not meaningful for the purpose of the interim results.

8. EARNINGS PER SHARE

(a) Basic

Basic earnings per share is calculated by dividing the profit for the three months and six months ended 30 September 2011 attributable to the equity holders of the Company by the weighted average number of ordinary shares in issue during the three months and six months ended 30 September 2011.

As the Company was incorporated on 3 December 2010 and completed the reorganisation and the listing in May 2011, the weighted average number of ordinary shares in issue during the three months and six months ended 30 September 2010 used in the basic earnings per share calculation is determined on the assumption that 1,000 shares issued upon the incorporation of the Company and 374,999,000 shares issued pursuant to the capitalisation issue in May 2011, as if the entire shares were outstanding during the three months and six months ended 30 September 2010.

	Three months ended		Six months ended	
	30 September		30 September	
	2011	2010	2011	2010
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Profit attributable to owners of the Company	<u>3,147</u>	<u>4,045</u>	<u>3,867</u>	<u>19,361</u>
Weighted average number of shares in issue (<i>thousands</i>)	<u>500,000</u>	<u>375,000</u>	<u>459,016</u>	<u>375,000</u>

(b) Diluted

Diluted earnings per share for the three months and six months ended 30 September 2011 is the same (30 September 2010: same) as the basic earnings per share as the Company did not have any dilutive potential ordinary shares during the three months and six months ended 30 September 2011.

9. PROPERTY, PLANT AND EQUIPMENT

During the three months ended 30 September 2011, the Group incurred depreciation expense of HK\$110,000 (30 September 2010: HK\$59,000).

During the six months ended 30 September 2011, the Group incurred depreciation expense of HK\$206,000 (30 September 2010: HK\$106,000)

10. TRADE RECEIVABLES

The Group's trading terms with customers are mainly on credit. During the six months ended 30 September 2011, the credit terms generally range from 14 to 30 days (30 September 2010: same). The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the Directors.

As at 30 September 2011 and 31 March 2011, the ageing analysis of the trade receivables, net of allowance, was as follows:

	As at 30 September 2011 (unaudited) HK\$'000	As at 31 March 2011 (audited) HK\$'000
0 to 30 days	8,271	2,719
31 to 90 days	2,015	1,631
91 to 180 days	1,328	868
Over 181 days	430	425
	<hr/>	<hr/>
Total	12,044	5,643

11. TRADE PAYABLES

As at 30 September 2011 and 31 March 2011, the ageing analysis of the trade payables was as follows:

	As at 30 September 2011 (unaudited) HK\$'000	As at 31 March 2011 (audited) HK\$'000
0 to 90 days	638	804
91 to 180 days	-	399
181 to 365 days	-	-
Over 365 days	-	139
	<hr/>	<hr/>
Total	638	1,342

MANAGEMENT DISCUSSION AND ANALYSIS

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the six months ended 30 September 2011 (six months ended 30 September 2010: N/A).

BUSINESS REVIEW

Our services are broadly categorised into two main sectors: (i) asset advisory services and asset appraisal; and (ii) corporate services and consultancy.

Asset advisory services and asset appraisal are the core business of the Group, which typically involves provision of independent valuation services to a number of listed groups to meet market, regulatory and fiduciary requirements, sourcing and identifying potential investment opportunities or investors, undertaking due diligence and evaluation on the underlying assets and provision of procedural and strategic business advices.

Owing to the undulant global economic situation, our overall services income decreased during the six months ended 30 September 2011 as compared to that of the same period of 2010.

Asset advisory services income is primarily success-based nature and is usually calculated based on a percentage of the value of the underlying asset or the consideration agreed between the parties in the underlying transaction, the decrease in such revenue for the six months ended 30 September 2011 as compared to same period 2010 was mainly owing to delay in completion of our existing engagements during the period of 2011. Asset advisory services income from these engagements is expected to be generated during the current financial year. Our asset appraisal services income decreased in 2011 was mainly due to the drop in mergers and acquisitions related appraisal engagements, which were primary brought by the lack of optimism in the global economy and the volatile financial and capital markets. During the six months ended 30 September 2011, our revenue from asset advisory services and asset appraisal was approximately HK\$12.4 million, representing a decrease of approximately 60% as compared to that of the same period of 2010.

The corporate services and consultancy segment mainly focuses on provision of advice to corporations in areas such as corporate governance, internal control, enterprise risk management and other operational aspects as well as provision of back office administration, which includes company secretarial services, human resources management and administrative services, accounting and tax services, etc. Owing to our growing client base, revenue generated from this segment amounted to approximately HK\$8.2 million in 2011, marking an increase of approximately 387% over the same period last year.

On 31 May 2011, the Company's shares were successfully listed on GEM of the Stock Exchange. The listing of the Company's shares has strengthened the Group's financial position to pursue its objectives to being the one of the leading integrated professional services providers in the Greater China region.

In August 2011, the Group successfully completed the acquisition of TodayIR Holdings Limited ("TodayIR") through purchasing and subscribing a total of 300 shares of TodayIR, representing 20% of TodayIR's issued share capital, and a warrant to subscribe up to an aggregate of 150 shares of TodayIR ("GPS Warrant"), at a total consideration of approximately HK\$26 million. Pursuant to the subscription agreement, the Group would hold 450 shares of TodayIR, representing approximately 27.29% of the enlarged issued capital assuming full exercise of the GPS Warrant.

Founded in 2005, TodayIR offers comprehensive online investor relations services. It has a client portfolio of over 230 listed companies and is one of the largest online investor relations platforms in Asia. The acquisition will provide the Group with a good opportunity to expand its network for all its business activities, develop new market, achieve economy of scale and a wider range of services in its provision of corporate services business. The acquisition also gives the Group the ability to cross-sell corporate and investor relations services and to develop bundling opportunities for those services, which is line with the Group's strategy to establish itself as a one-stop professional services provider.

The acquisition of shares of TodayIR was funded by the net proceeds from the listing and since the acquisition was only introduced to the Group recently, it was not foreseeable at the time the business plan was formulated and specifically disclosed in the prospectus but rather included as a part of the business development plan. Consequently, the intended use of listing proceeds at the time of listing did not provide any allocation for the acquisition consideration. However, given the benefits of the acquisition, we believe that the update to the intended use of net listing proceeds is justified. The updated intended use of net listing proceeds is set out below:

	Before completion of acquisition (HK\$ million)	After completion of acquisition (HK\$ million)
Business development		
– in asset appraisal and corporate service	27.95	17.78
– in asset advisory services	28.25	17.97
– in corporate consultancy business	15.30	9.73
– the acquisition of shares and GPS warrants of TodayIR	<u>–</u>	<u>26.02</u>
	71.50	71.50
Improvement of public awareness	1.00	1.00
Human resources deployment	<u>5.50</u>	<u>5.50</u>
Total	<u><u>78.00</u></u>	<u><u>78.00</u></u>

The source of funding for the exercise of the GPS Warrant will be determined by the Directors at the time of the exercise of the GPS Warrant.

FINANCIAL REVIEW

The Group's revenue for the six months ended 30 September 2011 was approximately HK\$20.5 million (30 September 2010: approximately HK\$32.7 million), representing a decrease of approximately 37% from that of 2010. The decrease in the Group's revenue during the period was mainly attributable to decrease in asset advisory services and asset appraisal income as described in the "Business Review" section.

The Group's cost of services mainly consists of direct labour cost. During the six months ended 30 September 2011, the Group's direct labour cost was approximately HK\$6.0 million (30 September 2010: approximately HK\$5.2 million), increase approximately 17% from the same period of 2010.

The Group's marketing, administrative and other operating expenses for the six months ended 30 September 2011 was approximately HK\$12.9 million (30 September 2010: approximately HK\$6.4 million), representing an increase of approximately 102% from that of 2010. The increase in the such expenses was mainly due to increase in administrative staff cost and rental expenses. During the six months ended 30 September 2011, the Group's administrative staff cost was approximately HK\$6.0 million (30 September 2010: approximately HK\$2.6 million), representing an increase of approximately 135% from that of 2010. During the period, the Group's rental expenses was approximately HK\$2.5 million (six months ended 30 September 2010: approximately HK\$1.3 million), representing an increase of approximately 88% from that of 2010.

The profit attributable to owners of the Company for the six months ended 30 September 2011 was approximately HK\$3.9 million (30 September 2010: approximately HK\$19.4 million), representing a decrease of approximately 80% from that of 2010. The decrease was primarily due to the drop in asset advisory services income and increase in operating costs caused by the business expansion.

FOREIGN CURRENCY RISK

The majority of the Group's businesses is in Hong Kong and is denominated in Hong Kong dollars, Renminbi, and United States dollars. The Group is of the opinion that its exposure to foreign exchange rate risk is limited. The Group currently does not have a foreign currency hedging policy. However, the management monitors closely foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arises.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2011, the Group had cash and cash equivalents of approximately HK\$37.9 million (31 March 2011: HK\$8.7 million). As at 30 September 2011, the Group had net current assets of approximately HK\$58.9 million (31 March 2011: HK\$35.1 million). Current ratio as at 30 September 2011 was 10.3 (31 March 2011: 3.1).

The Group's operations and investments are financed principally by revenues generated from business operations, available bank balances and the net proceeds from the placing of the Company's new shares in the listing. As at 30 September 2011, the Group had no borrowing and a zero gearing ratio (31 March 2011: Nil), which is defined as net debt (total borrowings net of cash and bank balances) over total equity, is resulted.

CAPITAL EXPENDITURE

During the six months ended 30 September 2011, the Group invested approximately HK\$0.4 million (30 September 2010: HK\$0.2 million) for acquisition of plant and equipment.

CAPITAL COMMITMENTS

As at 30 September 2011, the Group did not have any significant capital commitments.

HUMAN RESOURCES

As at 30 September 2011, the Group employed 60 (31 March 2011: 55) full-time employees including management and administrative staff. The employees' remuneration, promotion and salary increments are assessed based on both individual's and Company's performance, professional and working experience and by reference to prevailing market practice and standards. The Group regards quality staff as one of the key factors to corporate success.

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS

An analysis comparing the business objectives as set out in the prospectus for the period from 18 May 2011, being the latest practicable date as defined in the prospectus to 30 September 2011 (the “Review Period”) is set out below:

Business objectives for the Review Period

Actual business progress for the Review Period

- Business development
We have acquired 20% equity interest of TodayIR in August 2011, which enables us to cross-sell corporate and investor relation services and develop bundling opportunities for those services, which is in line with the Company’s stated strategy to establish itself as a one-stop professional services provider.
- Improvement of public awareness
We invested considerable resources in marketing activities to enhancing our public awareness, including organisation of professional seminars and publication of newsletters and periodicals.
- Human resources deployment
Our number of staff has increased from 55 as at 31 March 2011 to 60 as at 30 September 2011. We will continue to recruit qualified candidates to support our future expansion.

PROSPECT

Despite the undulant global economic situation has caused a slowing growth in our traditional asset advisory services and asset appraisal business, demand for professional commercial services in Greater China will remain strong, when companies in the region, especially in China, grow in corporate size and operational complexity and geographical diversification, the need for a leading professional advisor on asset value, procedures and regulations, as well as investment matching will increase. Based on our existing competitive advantages and market position in our core business segments, we are capable of exploring more potential expansion opportunities.

With the continuing increase in client base, expected synergies to be generated from TodayIR acquisition, experienced professional teams and convenient one-stop professional services provision, we will continue to capture market opportunities and enhance the quality and scope of services in order to deliver sustainable growth in returns to our shareholders.

MANAGEMENT CONTRACTS

No contracts concerning the management and administration of the whole or any substantial part of the business of the Company were entered into or existed during the period under review.

COMPETING INTERESTS

None of the Directors or the controlling shareholders of the Company or their respective associates as defined in the GEM Listing Rules had any interest in business that competed or might compete with business of the Group during the period under review.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the period under review.

INTERESTS OF THE COMPLIANCE ADVISERS

As notified by the joint compliance advisers of the Company, Grand Vinco Capital Limited ("Vinco Capital") and Emperor Capital Limited ("Emperor Capital"), as at 30 September 2011, except for the compliance advisers' agreement entered into between the Company, Vinco Capital and Emperor Capital dated 24 May 2011, neither Vinco Capital and Emperor Capital nor its directors, employees or associates had any interests in the share capital of the Company or any member of the Group (including options or rights to subscribe for such securities).

CORPORATE GOVERNANCE

During the six months ended 30 September 2011, the Company complied with the code provisions as set out in the Code on Corporate Governance Practices contained in Appendix 15 of the GEM Listing Rules except for the following deviation:

Under the code provision A.2.1, the roles of chairman and chief executive officer should be separated and should not be performed by the same individual. The Company does not at present have any officer with the title of chief executive officer ("CEO") but instead the duties of a CEO are performed by Mr. Ip Kwok Kwong, the Managing Director of the Company, in the same capacity as the CEO of the Company.

AUDIT COMMITTEE

The Group's condensed unaudited consolidated results for the six months ended 30 September 2011 have been reviewed by the audit committee of the Company, which was of the opinion that such results have complied with the applicable accounting standards and that adequate disclosures have been made.

By Order of the Board
GreaterChina Professional Services Limited
Ip Kwok Kwong
Managing Director

Hong Kong, 9 November 2011

As at the date of this announcement, the executive directors are Mr. Ip Kwok Kwong and Mr. Leung Siu Hong and the independent non-executive directors are Mr. Au-Yang Cheong Yan, Peter, Mr. Wu Chi Keung and Mr. Wan Kam To.

This announcement will remain on the website of the GEM of the Stock Exchange at www.hkgem.com on the "Latest Company Announcements" page for at least 7 days from the date of its posting. This announcement will also be published and remains on the website of the Company at www.gca.com.hk.