

GITI TIRE CORPORATION

Financial Results for the First Quarter Ended 31 March 2011 (“1Q2011”)

Giti Tire Corporation’s¹ revenue for 1Q2011 was RMB1,043 million, an increase of 43% from 1Q2010’s revenue of RMB730 million. The increase is attributable to sales volume growth due to stronger demand as well as selling price increase to mitigate higher raw materials costs. In 1Q2011, the Company’s gross profit was RMB90 million, an increase of approximately 5% compared to 1Q2010. Gross profit margin for 1Q2011 was 8.6% as compared to 11.6% in 1Q2010. The lower margin is mainly due to the increase in cost of raw materials especially natural rubber costs as compared to the previous quarter.

The Company generated a net profit of RMB24 million in 1Q2011, an increase of >100% compared to RMB9 million in 1Q2010, while net profit margin for 1Q2011 was 2.3% compared 1.3% in 1Q2010. During the period, the Company incurred higher selling expenses mainly in terms of transportation and export related expenses due to the higher sales growth. This is in turn mitigated by lower finance expenses during the period due to lower exchange losses as compared to 1Q2010 as the Euro and British pound appreciated against RMB.

¹ *Giti Tire Corporation is a subsidiary company of Giti Tire Company Limited. Giti Tire Corporation holds 51% of Giti Tire Fujian, which represents one of seven tire manufacturing plants owned by Giti Tire Company Limited Group.*

Giti Tire Corporation (Stock code: 600182) listed on the Stock Exchange of Shanghai, is a member company of the Giti Tire Company Limited Group