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Form 6-K

CHINA YUCHAI INTERNATIONAL LTD - CYD

Filed: February 03, 2010 (period: February 03, 2010)

Report of foreign issuer rules 13a-16 and 15d-16 of the Securities Exchange Act

Table of Contents

6-K - FORM 6-K
SIGNATURES

EX-99.1 (EXHIBIT 99.1)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form 6-K

Report of Foreign Private Issuer
Pursuant to Rule 13a-16 or 15d-16 of the Securities Exchange Act of 1934

February 3, 2010

Commission File Number 1-13522

China Yuchai International Limited

(Translation of Registrant's name into English)

16 Raffles Quay #26-00
Hong Leong Building
Singapore 048581

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether the Registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes

No

If "Yes" is marked, indicate below the file number assigned to registrant in connection with Rule 12g3-2(b): **Not applicable.**

Table of Contents

Exhibits Index

- 99.1 Press Release dated February 3, 2010 — China Yuchai International Extends Loan Agreement with HL Global Enterprises Limited
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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunder duly authorized.

Date: February 3, 2010

CHINA YUCHAI INTERNATIONAL LIMITED

By: /s/ Boo Guan Saw
Name: Boo Guan Saw
Title: President and Director



China Yuchai International Extends Loan Agreement with HL Global Enterprises Limited

Singapore, Singapore — February 3, 2010 — China Yuchai International Limited (NYSE: CYD) (“China Yuchai” or the “Company”), announced today that its wholly owned subsidiary Venture Lewis Limited (“VLL”) has extended the loan of S\$93,000,000 (“Loan”) granted to HL Global Enterprises Limited (“HLGE”) in February 2009 to refinance the zero coupon, unsecured, non-convertible bonds (“Bonds”) issued by HLGE in 2006 and which matured on July 3, 2009 (“Maturity Date”). An early partial redemption of the Bonds was undertaken by HLGE prior to the Maturity Date. The Company through another wholly owned subsidiary, Grace Star Services Ltd., owns 45.39% of the issued ordinary shares of HLGE.

The unsecured Loan has, pursuant to the terms of the original loan agreement been extended for another one year. The main terms of the new Loan are interest at a rate of 3.42% per annum being the aggregate of a margin of 2.5% per annum and the 12-month Singapore Interbank Offer Rate expressed in percentage rate fixed by the Association of Banks in Singapore for Singapore Dollars as of February 2, 2010 which was 0.92%. In the event the interest rate charged on the funds utilized by China Yuchai for their investment in HLGE is increased, the Company has a right to negotiate with HLGE with a view to agreeing on an increase in the interest rate payable by HLGE under the Loan agreement subject to compliance with certain regulatory requirements. A negative pledge undertaking against any disposal or creation of security over substantially all of HLGE’s assets without VLL’s consent is also included.

The Company’s Board of Directors approved the extension of the Loan after considering (i) the deterioration in HLGE’s financial condition in 2009 as a result of the global financial crisis, (ii) the need to ensure the continued financial viability of HLGE in which China Yuchai is the single largest shareholder as it is believed that this is the best option to protect and procure a return on the Company’s significant investment in HLGE pending HLGE’s successful disposals of its non-core and non-performing assets to repay the Loan, and (iii) potential merger and acquisition opportunities by HLGE to grow its earnings base. This transaction has also been reviewed and approved by the Company’s audit committee who has determined that the terms of the extension of the Loan are fair and reasonable and not prejudicial to the interests of the Company’s shareholders.

About China Yuchai International

China Yuchai International Limited, through its subsidiary, Guangxi Yuchai Machinery Company Limited (“GYMCL”), engages in the manufacture, assembly, and sale of a wide array of light-duty, medium-sized and heavy-duty diesel engines for construction equipment, trucks, buses, and cars in China. GYMCL also produces diesel power generators, which are primarily used in the construction and mining industries. Through its regional sales offices and authorized customer service centers, the Company distributes its diesel engines directly to auto OEMs and retailers and provides maintenance and retrofitting services throughout China. Founded in 1951, GYMCL has established a reputable brand name, strong research & development team and significant market share in China with high-quality products and reliable after-sales support. In 2008, GYMCL sold approximately 372,000 diesel engines and was consistently ranked No. 1 in unit sales by China Association of Automobile Manufacturers. For more information, please visit <http://www.cylilimited.com> .

For more information, please contact:

Kevin Theiss / Dixon Chen
 Grayling
 Tel: +1-646-284-9409
 Email: kevin.theiss@us.grayling.com
dixon.chen@us.grayling.com