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## **ALLAN INTERNATIONAL HOLDINGS LIMITED**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 684)**

### **INTERIM RESULTS 2012/2013**

#### **RESULTS**

The board of directors of Allan International Holdings Limited (the “Company”) announces the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30 September 2012 together with the comparative figures for the six months ended 30 September 2011, as follows:

#### **CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

*For the six months ended 30 September 2012*

		<b>Six months ended</b>	
		<b>30 September</b>	
		<b>2012</b>	<b>2011</b>
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<i>NOTES</i>	<b>HK\$'000</b>	<b>HK\$'000</b>
Revenue	3	<b>1,233,924</b>	1,219,872
Cost of sales		<b>(1,083,384)</b>	(1,065,515)
Gross profit		<b>150,540</b>	154,357
Other income		<b>4,755</b>	3,811
Other gains and losses		<b>(1,370)</b>	(1,400)
Selling and distribution costs		<b>(18,862)</b>	(19,659)
Administrative expenses		<b>(71,845)</b>	(69,491)
Increase in fair value of investment properties		<b>9,500</b>	–
Interest on bank borrowings		<b>(1,542)</b>	(837)
Profit before tax	4	<b>71,176</b>	66,781
Income tax expense	5	<b>(11,620)</b>	(15,167)
Profit for the period		<b>59,556</b>	51,614

		<b>Six months ended</b>	
		<b>30 September</b>	
		<b>2012</b>	2011
		<b>(Unaudited)</b>	(Unaudited)
	<i>NOTES</i>	<b>HK\$'000</b>	<i>HK\$'000</i>
Other comprehensive income			
Exchange difference arising on translation		<b>(339)</b>	6,482
Fair value gain (loss) on available-for-sale investments		<b>223</b>	(336)
		<u>          </u>	<u>          </u>
Other comprehensive income for the period		<b>(116)</b>	6,146
		<u>          </u>	<u>          </u>
Total comprehensive income for the period		<b>59,440</b>	57,760
		<u>          </u>	<u>          </u>
Earnings per share			
Basic	<i>6</i>	<b>HK17.75 cents</b>	HK15.39 cents
		<u>          </u>	<u>          </u>

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2012

		30 September 2012 (Unaudited) <i>HK\$'000</i>	31 March 2012 (Audited) <i>HK\$'000</i>
	<i>NOTES</i>		
<b>Non-current assets</b>			
Investment properties	8	220,489	210,989
Property, plant and equipment	9	411,765	406,419
Prepaid lease payments		27,818	28,185
Club debentures		13,866	13,866
Available-for-sale investments		7,226	8,561
Financial assets designated at fair value through profit or loss		10,034	6,565
Deposits paid for acquisition of property, plant and equipment		7,253	10,135
		<b>698,451</b>	684,720
<b>Current assets</b>			
Inventories		114,626	93,781
Trade receivables and bills receivable	10	590,526	509,353
Other receivables		118,327	107,334
Mould deposits paid		22,751	22,245
Prepaid lease payments		706	693
Available-for-sale investments		3,100	–
Financial assets designated at fair value through profit or loss		–	1,513
Tax recoverable		727	2,210
Time deposits and deposits placed with banks and financial institutions		153,347	169,683
Bank balances and cash		215,882	188,700
		<b>1,219,992</b>	1,095,512
<b>Current liabilities</b>			
Trade payables and bills payable	11	504,740	384,420
Other payables and accruals		194,303	182,108
Mould deposits received		33,376	35,094
Tax payable		47,794	41,251
Secured bank loans – due within one year		33,779	33,779
		<b>813,992</b>	676,652

		<b>30 September 2012 (Unaudited) HK\$'000</b>	31 March 2012 (Audited) HK\$'000
	<i>NOTES</i>		
Net current assets		<u>406,000</u>	<u>418,860</u>
Total assets less current liabilities		<u>1,104,451</u>	<u>1,103,580</u>
Non-current liabilities			
Deferred tax liabilities		16,434	16,185
Secured bank loans – due after one year		<u>128,768</u>	<u>145,657</u>
		<u>145,202</u>	<u>161,842</u>
Net assets		<u><u>959,249</u></u>	<u><u>941,738</u></u>
Capital and reserves			
Share capital	<i>12</i>	33,543	33,543
Reserves		<u>925,706</u>	<u>908,195</u>
		<u><u>959,249</u></u>	<u><u>941,738</u></u>

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

*For the six months ended 30 September 2012*

## 1. BASIS OF PREPARATION

The condensed consolidated financial statements 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”) as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

## 2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties and certain financial instruments which are measured at fair values.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 September 2012 are the same as with those followed in the preparation of the Group’s annual financial statements for the year ended 31 March 2012.

In the current interim period, the Group has applied for the first time the following amendments to Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the HKICPA:

Amendments to HKFRS 7 Financial Instruments: Disclosures – Transfers of Financial Assets

The application of the above amendments to HKFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

## 3. SEGMENT INFORMATION

Information reported to the Company’s executive directors (the chief operating decision maker) for the purposes of resource allocation and assessment of performance focuses on types of goods delivered and services rendered.

The principal activities of the Group are manufacture and distribution of household electrical appliance. The Group is currently organised into four operating divisions – Europe sales, America sales, Asia sales and other sales. The information reported to the Group’s chief operating decision maker for the purposes of resource allocation and assessment of performance is focused on these operating divisions.

The following is an analysis of the Group's revenue and results, for each of the reportable and operating segments, for the period under review:

**Six months ended 30 September 2012**

	Europe (Unaudited) HK\$'000	America (Unaudited) HK\$'000	Asia (Unaudited) HK\$'000	Others (Unaudited) HK\$'000 (Note a)	Consolidated (Unaudited) HK\$'000
Segment revenue	<u>604,152</u>	<u>294,123</u>	<u>297,452</u>	<u>38,197</u>	<u>1,233,924</u>
Segment profit	<u>51,401</u>	<u>25,024</u>	<u>25,307</u>	<u>3,250</u>	<u>104,982</u>
Other gains and losses (except gain on disposal of property, plant and equipment and net exchange loss)					275
Depreciation (except moulds)					(33,773)
Increase in fair value of investment properties					9,500
Finance costs					(1,542)
Unallocated income and expenses (note b)					<u>(8,266)</u>
Profit before tax					<u>71,176</u>

**Six months ended 30 September 2011**

	Europe (Unaudited) HK\$'000	America (Unaudited) HK\$'000	Asia (Unaudited) HK\$'000	Others (Unaudited) HK\$'000 (Note a)	Consolidated (Unaudited) HK\$'000
Segment revenue	<u>665,025</u>	<u>185,257</u>	<u>310,815</u>	<u>58,775</u>	<u>1,219,872</u>
Segment profit	<u>53,150</u>	<u>14,806</u>	<u>24,841</u>	<u>4,697</u>	97,494
Other gains and losses (except gain on disposal of property, plant and equipment and net exchange loss)					(296)
Depreciation (except moulds)					(20,776)
Finance costs					(837)
Unallocated income and expenses (note b)					<u>(8,804)</u>
Profit before tax					<u>66,781</u>

**Notes:**

- (a) Segment revenue in others represent revenue from destinations of shipment of products which individually contributed less than 10% of total revenue of the Group.
- (b) Unallocated income and expenses represented other income, central administration costs and directors' salaries.

Segment profit represents the profit earned by each segment without allocation of other income, central administration cost and directors' salaries, other gains and losses (except gain on disposal of property, plant and equipment and net exchange loss), depreciation (except for moulds), increase in fair value of investment properties and finance costs. This is the measure reported to the Group's chief operating decision maker for the purposes of resource allocation and performance assessment.

#### 4. PROFIT BEFORE TAX

	<b>Six months ended</b>	
	<b>30 September</b>	
	<b>2012</b>	2011
	<b>(Unaudited)</b>	(Unaudited)
	<b>HK\$'000</b>	HK\$'000
Profit before tax has been arrived at after charging (crediting) the following items:		
Interest on bank deposits	(632)	(470)
Interest on debt securities	(148)	(236)
	<u>(780)</u>	<u>(706)</u>
Net (gain) loss on financial assets designated at FVTPL	(275)	435
Gain on foreign currency forward contracts	–	(140)
Release of prepaid lease payments	353	405
Depreciation on property, plant and equipment	35,876	22,767
Total depreciation and amortisation	<u>36,229</u>	<u>23,172</u>
Net exchange loss	1,978	1,111
Gain on disposal of property, plant and equipment	<u>(333)</u>	<u>(6)</u>

#### 5. INCOME TAX EXPENSE

	<b>Six months ended</b>	
	<b>30 September</b>	
	<b>2012</b>	2011
	<b>(Unaudited)</b>	(Unaudited)
	<b>HK\$'000</b>	HK\$'000
Current tax		
– Hong Kong	9,230	10,458
– People's Republic of China ("PRC") Enterprise Income Tax	2,141	4,142
	<u>11,371</u>	<u>14,600</u>
Deferred tax charge	249	567
	<u>11,620</u>	<u>15,167</u>

The income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year. The estimated average annual tax rate used is 16.5% for both periods under review. PRC enterprise income tax is calculated at the applicable rates in accordance with the relevant laws and regulations in the PRC.

## 6. EARNINGS PER SHARE

The calculation of the basic earnings per share is based on the following data:

	<b>Six months ended 30 September</b>	
	<b>2012</b>	2011
	<b>(Unaudited)</b>	(Unaudited)
	<b>HK\$'000</b>	HK\$'000
Earnings for the purpose of basic earnings per share	<b>59,556</b>	51,614

	<b>Six months ended 30 September</b>	
	<b>2012</b>	2011
	<b>(Unaudited)</b>	(Unaudited)
	<b>Number</b>	Number
	<b>of shares</b>	of shares
Number of ordinary shares for the purpose of basic earnings per share	<b>335,432,520</b>	335,432,520

No diluted earnings per share has been presented for both periods as there were no potential ordinary shares in issue.

## 7. DIVIDENDS

	<b>Six months ended 30 September</b>	
	<b>2012</b>	2011
	<b>(Unaudited)</b>	(Unaudited)
	<b>HK\$'000</b>	HK\$'000
Dividends paid		
2012 final dividend of HK12.5 cents (2011: HK15 cents for 2011 final dividend) per ordinary share	<b>41,929</b>	50,315

Subsequent to 30 September 2012, the board of directors has determined that a dividend of HK2.5 cents per share (2011: HK2.5 cents per share) shall be paid on 18 January 2013 to the shareholders of the Company whose names appear on the Register of Members on 21 December 2012 as interim dividend for the current financial year. The aggregate amount of the interim dividend amounted to approximately HK\$8,386,000 (2011: HK\$8,386,000).

## 8. INVESTMENT PROPERTIES

In the opinion of the directors of the Group, the estimated market value of the Group's investment properties as at 30 September 2012 was approximately HK\$220,489,000. The valuation has been arrived with reference to recent market transaction prices for similar properties in the same locations and conditions. The resulting increase in fair value of HK\$9,500,000 (2011: Nil) has been recognised and included in profit or loss in the current period.



## 9. PROPERTY, PLANT AND EQUIPMENT

For the six months ended 30 September 2012, the Group's addition on property, plant and equipment is approximately HK\$42,504,000. The acquisition is mainly comprising HK\$12,797,000 spent on plant and machinery to upgrade its manufacturing capabilities and HK\$24,043,000 on furniture, fixtures and equipment. No material disposal of property, plant and equipment is made during the period.

## 10. TRADE RECEIVABLES AND BILLS RECEIVABLE

The Group allows an average credit period up to 90 days to its trade customers. The following is an aged analysis based on invoice date of trade receivables and bills receivable at the end of the reporting period:

	<b>30 September 2012 (Unaudited) HK\$'000</b>	31 March 2012 (Audited) HK\$'000
0 – 90 days	558,669	485,266
91 – 120 days	31,812	24,032
Over 120 days	45	55
Total	<u>590,526</u>	<u>509,353</u>

## 11. TRADE PAYABLES AND BILLS PAYABLE

The following is an aged analysis based on invoice date of trade payables and bills payable at the end of the reporting period:

	<b>30 September 2012 (Unaudited) HK\$'000</b>	31 March 2012 (Audited) HK\$'000
0 – 90 days	472,648	352,202
91 – 120 days	25,769	28,461
Over 120 days	6,323	3,757
Total	<u>504,740</u>	<u>384,420</u>

## 12. SHARE CAPITAL

	<b>Number of shares</b>	<b>Amount HK\$'000</b>
Ordinary shares of HK\$0.10 each		
Authorised:		
At 1 April 2011, 30 September 2011, 1 April 2012 and 30 September 2012	<u>600,000,000</u>	<u>60,000</u>
Issued and fully paid:		
At 1 April 2011, 30 September 2011, 1 April 2012 and 30 September 2012	<u>335,432,520</u>	<u>33,543</u>

## MANAGEMENT DISCUSSION AND ANALYSIS

For the six months ended 30 September 2012, the Group's sales turnover increased by 1.1% to HK\$1,233.90 million (2011: HK\$1,219.9 million) and the consolidated net profit increased by 15.5% to HK\$59.6 million (2011: HK\$51.6 million). Basic earnings per share of the Group for the six months ended 30 September 2012 was HK17.8 cents (2011: HK15.4 cents). The Board of Directors has resolved that an interim dividend of HK2.5 cents (2011: HK\$2.5 cents) per share would be paid on 18 January 2013 to shareholders registered on 21 December 2012.

### BUSINESS REVIEW

The Group is engaged in design and manufacturing of a wide range of household electrical appliances.

For the six months ended 30 September 2012, sales turnover increased by 1.1% to HK\$1,233.9 million. The sluggish economy and the lingering uncertainties in the political and economic situations of the Eurozone have shown no sign of recovery. Sales turnover to Europe decreased by 9.2% to HK\$604.2 million representing 49.0% of the Group's sales turnover. Sales turnover to Asia decreased by 4.3% to HK\$297.5 million representing 24.1% of the Group's sales turnover. Sales turnover to America continued to gain momentum under the slowly recovering economy. Sales turnover to America increased by 58.8% to HK\$294.1 million representing 23.8% of the Group's sales turnover. Sales turnover to other markets decreased by 35.0% to HK\$38.2 million representing 3.1% of the Group's sales turnover.

Gross profit for the six months ended 30 September 2012 decreased by 2.5% to HK\$150.5 million (2011: HK\$154.4 million). Gross profit margin decreased from 12.7% to 12.2%. Although raw material and commodity prices have generally stabilised, the increase in operating expenses, labour costs and depreciation charges has resulted in a slight erosion in our gross margin.

We continued to apply stringent cost control measures to all aspects of our operations. Selling and distribution costs decreased by 4.1% to HK\$18.9 million (2011: HK\$19.7 million). As a percentage to sales turnover, selling and distribution costs decreased slightly from 1.6% to 1.5% as compared to corresponding period last year. Administrative expenses increased by 3.4% to HK\$71.8 million (2011: HK\$69.5 million). As a percentage to sales turnover, administrative expenses increased slightly from 5.7% to 5.8% as compared to corresponding period last year.

The valuation of the investment property was estimated to be HK\$220.5 million based on recent market transaction of similar properties in the same location and condition giving rise to an increase in fair value of HK\$9.5 million.

Net profit increased by 15.5% to HK\$59.6 million (2011: HK\$51.6 million). Net profit margin increased from 4.2% to 4.8%. However, if the increase in fair value of investment property of HK\$9.5 million was excluded, the net profit would have decreased by 3.0% from HK\$51.6 million to HK\$50.1 million and net profit margin would have decreased from 4.2% to 4.1%.

## **PROSPECTS**

Business environment has become increasingly difficult and competitive. Political and economic situations in major markets remain uncertain. We expect weak and sluggish consumer sentiments and demands in the European markets to continue. Although we have seen good recovery signs in the US market, the uncertainty and outcome of fiscal cliff may have negative impact on our sales in this market.

At the operations level, we still have to face difficulties and challenges such as possible fluctuations in raw material prices, rising operating costs and labour costs in the PRC. On top of this, the shortage in labour supply has intensified which would result in disruptions to our manufacturing operations. To alleviate the pressure on our margins and our operations, we would stay focused to exercise tight cost control in all aspects of our operations and raise productivity and efficiency through semi-automation and lean manufacturing concepts and projects

We are fully aware that we are still facing a very turbulent and challenging set of business environment. There are a lot of uncertainties and difficulties lying ahead of us in view of the uncertain and unstable economy especially in the US and the Euro zone. However, with our experience, financial strength and commitment, we will strive on and tread cautiously to ride through the stormy conditions to create value to our shareholders, employees and business partners.

## **LIQUIDITY AND FINANCIAL RESOURCES**

As at 30 September 2012, the Group had total assets of HK\$1,918.4 million (31 March 2012: HK\$1,780.2 million) which was financed by current liabilities of HK\$814.0 million (31 March 2012: HK\$676.7 million), long-term liabilities and deferred taxation of HK\$145.2 million (31 March 2012: HK\$161.8 million) and shareholders' equity of HK\$959.2 million (31 March 2012: HK\$941.7 million).

The group continued to maintain a strong and healthy balance sheet and liquidity position. As at 30 September 2012, the Group held HK\$369.2 million (31 March 2012: HK\$358.4 million) in cash and bank deposits. They were mainly placed in Renminbi and US dollar short term deposits, except for temporary balances held in other currencies as required pending specific payments. As at the same date, total borrowings were HK\$162.5 million (31 March 2012: HK\$179.4 million) and the gearing ratio (ratio of borrowings to shareholders' equity) was 17% (31 March 2012: 19%).

We continue to apply stringent control over the working capital cycle. The inventory balance as at 30 September 2012 was HK\$114.6 million (31 March 2012: HK\$93.8 million). The trade receivables balance as at 30 September 2012 increased to HK\$590.5 million (31 March 2012: HK\$509.4 million). The trade payables balance as at 30 September 2012 increased to HK\$504.7 million (31 March 2012: HK\$384.4 million).

Funding for day-to-day operational working capital and capital expenditures are to be serviced by internal cash flow and available banking facilities. For the six months ended 30 September 2012, the Group invested approximately HK\$42.5 million (2011: HK\$103 million) in property, plant and machinery, mould and tools, equipment, computer systems and other tangible assets for expansion and upgrade to our manufacturing facilities. These investments were funded by internal resources and bank loans. With our healthy financial position and available banking facilities, the Group is able to provide sufficient financial resources for our current commitments, working capital requirements, further expansions of the Group's business operations and future investment opportunities, as and when required.

The majority of the group's assets and liabilities and business transactions were denominated in Hong Kong dollars, US dollars, Renminbis and Euros. Currently, the Group does not implement hedging activity to hedge against foreign currency exposure. However, we will closely monitor foreign currency exposure and consider hedging significant foreign currency exposure should the need arise.

### **CONTINGENT LIABILITIES**

As at 30 September 2012, the Group did not have any significant contingent liability.

### **EMPLOYEE AND REMUNERATION POLICIES**

Currently, the Group employs approximately 5,700 employees. The majority of our employees work in the PRC. The Group remunerated our employees based on their performances, experiences and prevailing market rates while performance bonuses are granted on a discretionary basis. Share options may also be granted to employees based on individual performance and attainment of certain set targets.

### **CLOSURE OF REGISTER**

The Register of Shareholders will be closed from 19 December 2012 to 21 December 2012, both days inclusive, during which period no transfer of shares will be effected.

All transfers, accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrars, Tricor Standard Limited at 26/F, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong not later than 4:00 p.m. on 18 December 2012 in order to qualify for the interim dividend above mentioned.

### **PURCHASE, SALE OR REDEMPTION OF SHARES**

During the six months ended 30 September 2012, there was no purchase, sale or redemption of the shares by the Company or any of its subsidiaries.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The Company has applied the principles and complied with all the applicable code provisions of the Corporate Governance Code (formerly known as Code on Corporate Governance Practices) (“CG Code”) as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“Listing Rules”) for the six month ended 30 September 2012, except for the deviations herein below mentioned:

### **The CG Code Provision A.4.1**

Under this code provision, the non-executive directors should be appointed for a specific term, subject to re-election.

Currently, none of the three independent non-executive directors (“INEDs”) is appointed for a specific term. However, all independent non-executive directors, are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the provisions of the Bye-Laws of the Company, and the terms of their appointment will be reviewed when they are due for re-election. As such, the Board considers that sufficient measures have been taken to ensure that the Company’s corporate governance practices are no less exacting than those set out in the CG Code.

### **The CG Code Provision A.4.2**

Under this code provision, every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.

According to the Bye-Laws of the Company, one third of the directors are subject to rotation at each annual general meeting and the Chairman and/or the Managing Director of the Company is not subject to retirement by rotation, which constitutes a deviation from the CG Code Provision A.4.2. The reason for the deviation is that the Directors of the Company do not consider that arbitrary term limits on Director’s service are appropriate and the retirement by rotation has given the Company’s shareholders the right to approve continuation of the service of the directors.

### **The CG Code Provision A.5.1**

Under this code provision, a nomination committee comprising a majority of INEDs should be established and chaired by the chairman of the board or an INED.

The Company has not established a nomination committee whose functions are assumed by the full Board. Potential new Directors will be recruited based on their knowledge, skills, experience and expertise and the requirements of the Company at the relevant time and candidates for the INEDs must meet the independence criterion. The process of identifying and selecting appropriate candidates for consideration and approval by the Board has been, and will continue to be, carried out by the directors. As the above selection and nomination policies and procedures have already been in place and the other duties of the nomination committee as set out in the CG Code are performed by the full Board, the Board does not consider it necessary to establish a nomination committee at the current stage.

## **The CG Code Provision E.1.2**

Under this code provision, the Chairman of the Board and the Chairman of the Audit Committee should attend the annual general meeting.

Both the Chairman of the Board and the Chairman of the Audit Committee had not attended the annual general meeting of the Company held on 8 August 2012. The Chairmen will endeavour to attend all future annual general meetings of the Company unless unexpected or special circumstances prevent them from doing so.

## **COMPLIANCE WITH MODEL CODE**

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules as its Code of Conduct regarding directors' securities transactions. Having made specific enquiry of all directors, the directors have confirmed that they have complied with the required standards set out in the Model Code as provided in Appendix 10 of the Listing Rules.

## **REVIEW OF UNAUDITED INTERIM FINANCIAL STATEMENT**

The Audit Committee and the external auditors have reviewed the unaudited interim financial statements of the Group for the six months ended 30 September 2012. The Committee now comprises three independent non-executive directors of the Company.

## **PUBLICATION OF FINANCIAL INFORMATION**

This results announcement is published on the website of The Stock Exchange of Hong Kong Limited at <http://www.hkex.com.hk> (the "HKEx website") and the Company's website at <http://www.allan.com.hk>.

The Company's interim report containing all information required by the Listing Rules will also be available for viewing on the HKEx website and the Company's website, and dispatched to shareholders in due course.

## **APPRECIATION**

On behalf of the Board, I would like to take this opportunity to express our sincere appreciation to our employees, shareholders and business associates for their contribution and support throughout the year.

By Order of the Board  
**Allan International Holdings Limited**  
**Cheung Shu Wan**  
*Managing Director*

Hong Kong, 28 November 2012

*As at the date of this announcement, the Executive Directors are Mr. Cheung Lun (Chairman), Mr. Cheung Shu Wan (Managing Director), Ms. Cheung Lai Chun, Maggie, Ms. Cheung Lai See, Sophie and Mr. Cheung Pui. The Independent Non-Executive Directors are Dr. Chan How Chun, Mr. Lai Ah Ming, Leon and Professor Lo Chung Mau.*