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## **ECO-TEK HOLDINGS LIMITED**

**環康集團有限公司\***

*(Incorporated in the Cayman Islands with limited liability)*

(Stock code: 8169)

### **CHANGE IN PRINCIPAL BUSINESS ACTIVITIES – DISCONTINUATION OF THE PRODUCTION OF MACHINES BUSINESS SEGMENT AND INSIDE INFORMATION - PROFIT WARNING**

This announcement is made by the Company together with its subsidiaries, pursuant to Rules 17.10 and 17.25 of the GEM Listing Rules and the Inside Information Provision under Part XIVA of the SFO.

The Group's PM Segment has been continuously incurring losses in its operations for several years. Therefore, the Board has decided to discontinue the operation of the PM Segment and believes that the Group's resources could be more effectively allocated to and utilized by other profitable business segments of the Group after the discontinuation of the PM Segment. Given that the revenue contributed by the PM Segment as recorded in the last few financial years represented less than 6% of the total revenue of the Group, it is further believed that the discontinuation of the PM Segment would not give rise to any significant negative impact on the Group.

Besides, based on the information currently available, the Board wishes to inform the Shareholders and potential investors that it is anticipated that the financial results of the Group for the Year may record a significant loss as compared with that for the Corresponding Year. The anticipated loss for the Year is mainly attributable to the write-down of the value of inventory and fixed assets under the PM Segment. The Board wishes to state that the aforementioned write-down is non-cash in nature, and therefore will not have any significant impact on the cash flow of the Group. The anticipation as aforesaid is only based on the preliminary assessment by the Company's management according to the unaudited consolidated management accounts of the Group.

**Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.**

This announcement is made by the Group pursuant to Rules 17.10 and 17.25 of the GEM Listing Rules and the Inside Information Provision under Part XIVA of the SFO.

## **CHANGE IN PRINCIPAL BUSINESS ACTIVITIES – DISCONTINUATION OF THE PRODUCTION OF MACHINES BUSINESS SEGMENT**

The PM Segment has been continuously incurring losses for several years. Therefore, the Board has decided to discontinue the operation of the PM Segment and believes that the Group's resources could be more effectively allocated to and utilized by other profitable business segments of the Group after the discontinuation of the PM Segment.

Given that the revenue contributed by the PM Segment as recorded in the last few financial years represented less than 6% of the total revenue of the Group (as illustrated in the table below), it is further believed that the discontinuation of the PM Segment would not give rise to any significant negative impact on the Group.

	<i>For the financial Year ended 31 October 2012 (audited)</i>	<i>For the financial year ended 31 October 2011 (audited)</i>	<i>For the financial year ended 31 October 2010 (audited)</i>
<i>(1) Revenue attributable to the PM Segment (in HK\$'000)</i>	6,717	9,903	9,706
<i>(2) Total revenue of the Group (in HK\$'000)</i>	120,929	181,959	182,304
<i>(3) Percentage ratio of (1) / (2) (in approximate %)</i>	5.55	5.44	5.32

### **PROFIT WARNING**

Besides, the Board wishes to inform the Shareholders and potential investors that based on information available, it is anticipated that the financial results of the Group for the Year may record a significant loss as compared with that for the Corresponding Year. The anticipated loss for the Year is mainly attributable to the write-down of the value of inventory and fixed assets under the PM Segment. The Board wishes to state that the aforementioned write-down is non-cash in nature, and therefore will not have any significant impact on the cash flow of the Group.

As the Company is still in the process of finalizing the audit of the consolidated financial statements of the Group for the Year, the anticipation as aforesaid only represents a preliminary assessment based on the unaudited consolidated management accounts of the Group for the Year which have not been audited or reviewed by the auditors of the Company. The final audited financial results of the Group for the Year may be different. Shareholders and potential investors should refer to the final results announcement of the Group for the Year which is expected to be published before the end of January 2014.

**Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company.**

## DEFINITIONS

In this announcement, unless the context otherwise requires, the following terms used herein shall have the following respective meanings:

“Board”	board of Directors
“Company”	Eco-Tek Holdings Limited, a company incorporated in the Cayman Islands with limited liability, the Shares of which are listed on the Stock Exchange
“Corresponding Year ”	the financial year ended 31 October 2012
“Director(s)”	directors of the Company
“GEM”	the Growth Enterprise Market of the Stock Exchange
“GEM Listing Rules”	the Rules Governing the Listing of Securities on the GEM
“Group”	the Company and its subsidiaries
“PM Segment”	the production of machines business segment of the Group
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended or supplemented from time to time
“Shareholder(s)”	holder(s) of the Shares
“Shares”	ordinary shares of HK\$0.01 each in the share capital of the Company
“Stock Exchange”	the Stock Exchange of Hong Kong Limited
“Year”	the financial year ended 31 October 2013

By order of the Board  
**Eco-Tek Holdings Limited**

HUI Wai Man Shirley  
*Chairman*

Hong Kong, 23 December 2013

*\* For identification purpose only*

*As at the date of this announcement, the Board of the Company comprises Mr. NG Chi Fai and Mr. KWOK Tsun Kee as executive directors; Ms. HUI Wai Man Shirley and Dr. LUI Sun Wing as non-executive directors; Ms. CHAN Siu Ping Rosa, Professor NI Jun and Mr. CHAU Kam Wing Donald as independent non-executive directors.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with 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 will remain on the "Latest Company Announcements" page of the GEM website for 7 days from the date of publication and on the Company's website at [www.eco-tek.com.hk](http://www.eco-tek.com.hk).*