L & A International Holdings Limited
樂亞國際控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8195)

SUPPLEMENTAL ANNOUNCEMENT — INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2017

Reference is made to the interim report (the "**Interim Report**") of the Company dated 14 November 2017 in relation to the unaudited consolidated results of the Company and its subsidiaries (the "**Group**") for the six months ended 30 September 2017. Capitalised terms used herein shall have the same meanings as those defined in the Interim Report unless the context requires otherwise.

The Company would like to supplement the Interim Report with the following information on the Financial assets at fair value through profit or loss and Available for sale investments as at 30 September 2017:

Financial assets at fair value though profit or loss

					Movement during the six months ended 30 September 2017					
Name of investments	*Notes*	% to the total assets of the Group as at 31 March 2017	% of interest of the respective investments as at 31 March 2017	Fair value as at 31 March 2017 *HK$'000*	Addition/(disposal/ redemption), net *HK$'000*	Change on fair value, net *HK$'000*	Fair value as at 30 September 2017 *HK$'000*	% to the total assets of the Group as at 30 September 2017	% of interest of the respective investments as at 30 September 2017	Gain/(loss) on disposal/ redemption for the six months ended 30 September 2017 *HK$'000*
Equity securities listed in Hong Kong										
Food Idea Holdings Limited (8179) ("**Food Idea**")	*(a)*	N/A	N/A	–	9,796	3,755	13,551	7.76%	2.04%	–
China Child Care Corporation Limited (1259) ("**China Child**")	*(b)*	N/A	N/A	–	–	–	–	N/A	N/A	3,817
Total				–	9,796	3,755	13,551			3,817

Available for sale investments

Name of investments	Notes	% to the total assets of the Group as at 31 March 2017	% of interest of the respective investments as at 31 March 2017	Fair value as at 31 March 2017	Movement during the six months ended 30 September 2017: Addition/(disposal/ redemption), net	Movement during the six months ended 30 September 2017: Change on fair value, net	Fair value as at 30 September 2017	% to the total assets of the Group as at 30 September 2017	% of interest of the respective investments as at 30 September 2017	Gain/(loss) on disposal/redemption for the six months ended 30 September 2017
				HK$'000	HK$'000	HK$'000	HK$'000			HK$'000
Unlisted investments in Hong Kong										
Wealth Power Group Limited ("**Wealth Power**")	*(c)*	N/A	N/A	–	21,924	–	21,924	12.55%	35.00%	–
Total				–	21,924	–	21,924			–

Notes:

(a) This investment represented 43,020,000 shares, which was approximately 2.04% of the total issued shares of Food Idea as at 30 September 2017. The business of Food Idea together with its subsidiaries ("**Food Idea Group**") can be broadly categorised into four main sectors: (i) catering services, (ii) production, sales and distribution of food products to supermarket chains in Hong Kong, (iii) investments in securities and (iv) money lending business. For the six months ended 30 September 2017 (the "**Interim period**"), the Group recorded an unrealised fair value gain of approximately HK$3.76 million in the investment of the shares of Food Idea. According to the annual report of Food Idea, Food Idea Group recorded revenue and net loss of approximately HK$100.78 million and HK$332.43 million respectively for the year ended 31 December 2016. based on the latest interim report of Food Idea for the six months ended 30 June 2017, Food Idea Group recorded revenue and net loss of approximately HK$50.81 million and HK$73.51 million respectively. As disclosed in its latest third quarterly report for the nine months ended 30 September 2017, Food Idea Group is still optimistic about the future prospect of the business and confident that its long term growth can be achieved. Food Idea Group is proactively monitoring the rising food costs, labour costs and commission to supermarket chains in order to raise the operational efficiencies of the food products operation. Food Idea Group will actively seek for opportunities to expand its money lending business. The Board of Food Idea Group intends to expand its loan book by approximately HK$150 million by the end of 2017, the then aggregate loans offered would be increased by approximately 44% as compared to 2016, subject to the assessment on the borrowers and the quality of collaterals. Food Idea Group has been investing in different investment products, including listed securities in Hong Kong and non-listed securities. The non-listed securities investment has been generating satisfying returns (e.g. interest and dividends) to Food Idea Group and therefore the Board of Food Idea Group intends to pursue and further invest in unlisted companies with growth potentials. The management of Food Idea group will monitor the risk exposure regularly and adjust the investments portfolio when necessary, while selectively choose those with the most balanced risk and return potential.

(b) China Child and its subsidiaries are principally engaged in the manufacture and the sale of personal care products, trading of commodities, money lending, operation of an online platform and investment holding. During the Interim Period, the Group acquired and disposed of 27,500,000 shares of China Child and recorded a realised gain of approximately HK$3.82 million from the disposal.

(c) This investment represented 35 shares, which was approximately 35% of the total issued shares of Wealth Power as at 30 September 2017. The business of Wealth Power together with its subsidiaries ("**Wealth Power Group**") can be broadly categorised into two main sectors: (i) provision of catering management and (ii) operation of restaurants. One of the PRC subsidiaries of Wealth Power ("**PRC subsidiary A**") entered into the trademark licensing agreement ("**trademark licensing agreement**") as at 29 September 2014 and the PRC Subsidiary A granted an exclusive right to use and to grant license to third parties to use the trademarks "發記甜品" and conduct dessert businesses in the PRC for fifteen years. The valuation amount of the trademark licensing agreement held by the PRC Subsidiary A as at 31 December 2016 in the amount of HK$155,000,000 as extracted from the valuation report issued by an independent professional valuer.

The Board considers that the investment could broaden the Group's income base through investment return and enhance its financial performance and will be beneficial to the Group as a whole.

By Order of the Board
L & A International Holdings Limited
Ng Ka Ho
Chairman and Executive Director

Hong Kong, 5 December 2017

As at the date of this announcement, the Board comprises one executive Director, namely Mr. Ng Ka Ho; and three independent non-executive Directors, namely, Mr. Ma Chi Ming, Mr. Li Kin Ping and Ms. Guo Yan Xia.

The Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement and confirm, having made all reasonable inquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statements in this announcement misleading.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at http://www.hkgem.com for at least 7 days from the date of its posting and on the website of the Company at http://www.lna.com.hk.