



中國海洋捕撈

**CHINA OCEAN FISHING
HOLDINGS LIMITED**

China Ocean Fishing Holdings Limited

中國海洋捕撈控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 8047)

**ANNUAL RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 MARCH 2018**

**CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET (“GEM”) OF THE
STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)**

GEM has been positioned as a market designed to accommodate companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.

Given the emerging nature of companies listed on GEM, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on GEM.

The Hong Kong Exchanges and Clearing Limited and the Stock Exchange take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

This announcement, for which the directors (the “Director”) of China Ocean Fishing Holdings Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (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.

FINANCIAL RESULTS

The board of Directors (the “Board”) of the Company hereby announces the consolidated results of the Company and its subsidiaries (the “Group”) for the year ended 31 March 2018 (the “Year”) together with the comparative figures for the corresponding year in 2017 as follows:

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 March 2018

	<i>Note</i>	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Continuing operations			
Revenue	4	1,294,944	121,667
Cost of services rendered and cost of goods sold		<u>(1,224,370)</u>	<u>(112,758)</u>
Gross profit		70,574	8,909
Other revenue	4	12	2
Other income		22,237	76
Selling and distribution costs		(752)	(2,939)
Administrative expenses		(39,137)	(82,446)
Finance costs		(4,957)	(1,278)
Net unrealised profit on financial assets at fair value through profit or loss		26,700	7,144
Other operating expenses		(243)	(13,109)
Gain on disposal of subsidiaries		<u>–</u>	<u>779</u>
Profit/(loss) before taxation from continuing operations	5	74,434	(82,862)
Income tax expenses	6	<u>(15,151)</u>	<u>(1,466)</u>
Profit/(loss) for the year from continuing operations		<u>59,283</u>	<u>(84,328)</u>
Discontinued operations			
Profit for the year from discontinued operations	9	<u>–</u>	<u>17,129</u>
Profit/(loss) for the year		<u>59,283</u>	<u>(67,199)</u>

	<i>Note</i>	2018 HK\$'000	2017 HK\$'000
Other comprehensive income/(loss) for the year:			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on consolidation		<u>26,968</u>	<u>(5,925)</u>
		<u>26,968</u>	<u>(5,925)</u>
Total comprehensive income/(loss) for the year		<u>86,251</u>	<u>(73,124)</u>
Profit/(loss) attributable to:			
Equity holders of the Company	8	57,054	(67,199)
Non-controlling interests		<u>2,229</u>	<u>–</u>
		<u>59,283</u>	<u>(67,199)</u>
Total comprehensive income/(loss) attributable to:			
Equity holders of the Company		84,022	(73,124)
Non-controlling interests		<u>2,229</u>	<u>–</u>
		<u>86,251</u>	<u>(73,124)</u>
Earnings/(loss) per share			
From continuing and discontinued operations	8		
Basic		<u>HK2.14 cents</u>	(HK3.60 cents)
Diluted		<u>HK1.96 cents</u>	<u>(HK3.60 cents)</u>
From continuing operations			
Basic		<u>HK2.14 cents</u>	(HK4.51 cents)
Diluted		<u>HK1.96 cents</u>	<u>(HK4.51 cents)</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2018

	<i>Note</i>	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Non-current assets			
Property, plant and equipment		48,482	1,142
Construction in Progress		251,125	–
Intangible assets		89	91
Other assets		665	786
Goodwill		52,777	–
		<u>353,138</u>	<u>2,019</u>
Current assets			
Other assets		121	121
Trade and other receivables	10	696,948	141,542
Loans receivables		179,112	92,413
Financial assets at fair value through profit or loss		50,701	66,093
Bank balances and cash		19,829	23,955
		<u>946,711</u>	<u>324,124</u>
Current liabilities			
Trade and other payables	11	262,276	26,886
Borrowings		23,959	20,816
Convertible bonds		50,238	–
Tax payable		13,817	2,798
		<u>350,290</u>	<u>50,500</u>
Net current assets		<u>596,421</u>	<u>273,624</u>
Total assets less current liabilities		<u>949,559</u>	<u>275,643</u>
Non-current liabilities			
Deferred income		6,035	–
Deferred tax liabilities		4,406	–
		<u>10,441</u>	<u>–</u>
NET ASSETS		<u>939,118</u>	<u>275,643</u>
Capital and reserves			
Share capital		33,176	20,146
Reserves		859,575	255,497
Equity attributable to equity holders of the Company		<u>892,751</u>	<u>275,643</u>
Non-controlling interests		46,367	–
TOTAL EQUITY		<u>939,118</u>	<u>275,643</u>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 March 2018

(In HK\$'000)	Attributable to equity holders of the Company										
	Share capital	Share premium	Contributed surplus	Exchange reserve	Reserves			Total reserves	Subtotal	Non-controlling interests	Total
					Statutory reserve	Accumulated losses					
At 1 April 2016	16,787	487,389	594,707	8,694	2,421	(782,237)	310,974	327,761	-	327,761	
Loss for the year	-	-	-	-	-	(67,199)	(67,199)	(67,199)	-	(67,199)	
Other comprehensive income (loss)											
<i>Items that may be reclassified subsequently to profit or loss</i>											
Exchange differences on consolidation	-	-	-	(5,925)	-	-	(5,925)	(5,925)	-	(5,925)	
Total comprehensive loss for the year	-	-	-	(5,925)	-	(67,199)	(73,124)	(73,124)	-	(73,124)	
Transactions with equity holders											
Contributions and distributions											
Issue of shares upon placing	3,359	29,196	-	-	-	-	29,196	32,555	-	32,555	
Disposal of subsidiaries	-	-	-	(9,128)	(2,421)	-	(11,549)	(11,549)	-	(11,549)	
At 31 March 2017	<u>20,146</u>	<u>516,585</u>	<u>594,707</u>	<u>(6,359)</u>	<u>-</u>	<u>(849,436)</u>	<u>255,497</u>	<u>275,643</u>	<u>-</u>	<u>275,643</u>	

Attributable to equity holders of the Company

(In HK\$'000)	Reserves										Total
	Share capital	Share premium	Contributed surplus	Exchange reserve	Statutory reserve	Convertible bonds equity reserve	Accumulated losses	Total reserves	Subtotal	Non-controlling interests	
At 1 April 2017	20,146	516,585	594,707	(6,359)	-	-	(849,436)	255,497	275,643	-	275,643
Profit for the year	-	-	-	-	-	-	57,054	57,054	57,054	2,229	59,283
Other comprehensive income(loss)											
Items that may be reclassified subsequently to profit or loss											
Exchange differences on consolidation	-	-	-	26,968	-	-	-	26,968	26,968	-	26,968
Total comprehensive income for the year	-	-	-	26,968	-	-	57,054	84,022	84,022	2,229	86,251
Transactions with equity holders											
Contributions and distributions											
Issue of shares upon placing	8,864	334,951	-	-	-	-	-	334,951	343,815	-	343,815
Issue of convertible bonds	-	-	-	-	-	88,798	-	88,798	88,798	-	88,798
Shares issued upon conversion of convertible bonds	4,166	95,833	-	-	-	-	-	95,833	99,999	-	99,999
Change in ownership interest											
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	-	44,612	44,612
	13,030	430,784	-	-	-	88,798	-	519,582	532,612	44,612	577,224
At 31 March 2018	<u>33,176</u>	<u>947,369</u>	<u>594,707</u>	<u>20,609</u>	<u>-</u>	<u>88,798</u>	<u>(792,382)</u>	<u>859,101</u>	<u>892,277</u>	<u>46,841</u>	<u>939,118</u>

Notes:

1. CORPORATE INFORMATION

China Ocean Fishing Holdings Limited (the “Company”) is incorporated in Bermuda on 7 June 2001 as an exempted company with limited liability under the Bermuda Companies Act of 1981. The Company’s shares are listed on the Growth Enterprise Market (the “GEM”) of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The registered office of the Company is located at Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda and its principal place of business is located at Suite 2203, 22/F, China Resources Building, 26 Harbour Road, Wan Chai, Hong Kong.

The principal activity of the Company is investment holding and the principal activities of its subsidiaries are business of supply chain management services, money lending business and ocean fishing business.

2. STATEMENT OF COMPLIANCE

These consolidated financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) and the disclosure requirements of the Hong Kong Companies Ordinance. These consolidated financial statements also comply with the applicable disclosure requirements under the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (the “GEM Listing Rules”).

3. SEGMENTAL INFORMATION

The Group manages its businesses by individual companies, which are organised by a mixture of both business lines and geographical locations. In a manner consistent with the way in which information is reported internally to the Group’s chief operating decision makers, who are the directors of the Company, for the purposes of resource allocation and performance assessment, the Group has presented the following reporting segments. No operating segments have been aggregated to form the following reporting segments:

- Supply chain management segment which provides services involving the planning and implementation of an integrated solution for the effective flow of business, logistic, information and funds;
- Money lending segment which provides money lending services.
- Ocean fishing segment which provides fishing and catching business in open sea beyond the coastal region.

3. SEGMENTAL INFORMATION *(continued)*

(a) Segment results, assets and liabilities

For the purposes of assessing segment performance and allocating resources between segments, the Group's chief operating decision makers monitor the results, assets and liabilities attributable to each reporting segment on the following bases:

Segment assets include all allocated assets with the exception of interest in associates and other corporate assets. Segment liabilities include trade and other payables attributable to the sales/service activities of the individual segment.

Revenue and expenses are allocated to the reporting segments with reference to revenue generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation of assets attributable to those segments. However, assistance provided by one segment to another, including sharing of assets and technical know-how, is not measured.

Information regarding the Group's reporting segments as provided to the Group's chief operating decision makers for the purposes of resource allocation and assessment of segment performance for the years ended 31 March 2018 and 2017 is set out below.

Continuing operations

	Continuing operations							
	Supply chain management		Money lending business		Ocean fishing business		Consolidated	
	services business							
	2018	2017	2018	2017	2018	2017	2018	2017
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Segment revenue								
Sale of goods to external customers	1,252,294	113,482	-	-	25,993	-	1,278,287	113,482
Service fees from external customers	361	-	16,296	8,185	-	-	16,657	8,185
	<u>1,252,655</u>	<u>113,482</u>	<u>16,296</u>	<u>8,185</u>	<u>25,993</u>	<u>-</u>	<u>1,294,944</u>	<u>121,667</u>
Segment results	<u>39,556</u>	<u>(54,984)</u>	<u>14,059</u>	<u>6,463</u>	<u>9,658</u>	<u>-</u>	<u>63,273</u>	<u>(48,521)</u>
Gain on disposal of subsidiaries							-	799
Unallocated income							34,681	7,143
Unallocated expenses							(33,430)	(42,283)
Profit/(loss) before taxation							<u>64,524</u>	<u>(82,862)</u>
Income tax expenses							<u>(5,241)</u>	<u>(1,466)</u>
Profit/(loss) for the year from continuing operations							<u>59,283</u>	<u>(84,328)</u>

3. SEGMENTAL INFORMATION *(continued)*

(a) Segment results, assets and liabilities *(continued)*

	Continuing operations							
	Supply chain management		Money lending business		Ocean fishing business		Consolidated	
	services business							
	2018	2017	2018	2017	2018	2017	2018	2017
<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	
Assets and liabilities								
Segment assets	544,613	134,144	116,977	92,413	409,852	-	1,071,442	226,557
Unallocated assets, including interests in associates							228,407	99,586
Consolidated total assets							<u>1,299,849</u>	<u>326,143</u>
Segment liabilities	183,441	18,054	221	588	102,538	-	286,200	18,642
Unallocated liabilities							74,531	31,858
Consolidated total liabilities							<u>360,731</u>	<u>50,500</u>
Other segment information								
Amortisation of intangible assets	12	13	-	-	-	-	12	13
Amortisation of other assets	-	-	-	-	-	-	121	906
Bad debts written off	-	46,056	-	-	-	-	-	46,056
Depreciation	82	88	-	-	798	-	1,916	2,033
Impairment loss of goodwill	-	5,546	-	500	-	-	-	6,046
Impairment loss of loan interest receivables	-	-	598	-	-	-	598	-
Additions to non-current assets	<u>4,984</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>335,236</u>	<u>-</u>	<u>362,850</u>	<u>403</u>

3. SEGMENTAL INFORMATION (continued)

(b) Geographical information

The Group's operations are primarily derived from external customers located in Hong Kong and the PRC. The following table provides an analysis of the Group's revenue from external customers by geographical market and information about the non-current assets by locations of assets:

	Revenue from external customers		Carrying amounts of non-current assets	
	2018 HK\$'000	2017 HK\$'000	2018 HK\$'000	2017 HK\$'000
Hong Kong	390,638	8,185	27,627	1,341
PRC	904,306	113,482	316,940	287
Others	–	–	8,571	391
	<u>1,294,944</u>	<u>121,667</u>	<u>353,138</u>	<u>2,019</u>

(c) Information about major customers

For the year ended 31 March 2018, four customers (2017: three customers) that individually accounted for over 10% of total revenue for continuing operations of the Group are set out below:

	Supply chain management services business		Consolidated	
	2018 HK\$'000	2017 HK\$'000	2018 HK\$'000	2017 HK\$'000
Customer A	421,017	–	421,017	–
Customer B	324,533	36,303	324,533	36,303
Customer C	272,280	–	272,280	–
Customer D	132,764	39,446	132,764	39,446
Customer E	–	28,343	–	28,343
	<u>1,150,594</u>	<u>104,092</u>	<u>1,150,594</u>	<u>104,092</u>

4. REVENUE

An analysis of the Group's revenue during the year from continuing operations is as follows:

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Continuing operations		
Sale of goods from:		
Supply chain management services business	1,252,655	113,482
Ocean fishing business	25,993	–
Service fees from:		
Interest income from loan receivables	16,296	8,185
Revenue	1,294,944	121,667
Interest income from continuing operation	12	2
Other revenue	12	2
Total revenue	<u>1,294,956</u>	<u>121,669</u>

5. PROFIT/(LOSS) BEFORE TAXATION

Profit/(loss) before taxation from both continuing and discontinued operations is stated after charging (crediting):

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Employee benefit expenses (including directors' remuneration)		
Salaries, allowances and benefits in kind	15,375	10,327
Contribution to defined contribution schemes	265	341
	<u>15,640</u>	<u>10,668</u>
Other items		
Amortisation (included in administrative expenses):		
– Intangible assets	12	13
– Other assets	121	906
Auditor's remuneration	857	571
Bad debts written off	–	46,056
Cost of services rendered (including relevant employee benefit expenses and depreciation)	–	2
Cost of goods sold	1,224,370	112,758
Depreciation of property, plant and equipment	1,916	2,033
Exchange (gain) loss, net	(6,629)	(709)
Gain on disposal of subsidiaries	–	(779)
Impairment loss (included in other operating expenses):		
– Goodwill	–	6,046
– Loan interest receivables	598	–
(Gain)/loss on disposal financial assets at fair value through profit or loss	(919)	1,293
Operating lease payments for premises	3,259	4,420
Profit for the year from discontinued operations	–	17,129
Provision for deposit paid and other receivables	243	5,000

6. INCOME TAX EXPENSES

The Group's profits are taxed at different rates depending on the country in which the profits arises. The key applicable tax rates are as below:

Hong Kong Profits Tax has been provided at the rate of 16.5% on the Group's estimated assessable profits arising from Hong Kong during the year ended 31 March 2018 (2017: 16.5%).

The provision for the PRC enterprise income tax is based on the statutory tax rate of 25% on the estimated taxable profits determined in accordance with the relevant income tax rules and regulations of the PRC for the year ended 31 March 2018 (2017: 25%).

According to the relevant law and regulations in PRC Enterprises Income Tax - Section 27 sub-section 1, enterprises engaged in catching fishery business can be exempted from PRC Enterprises Income Tax. The Ministry of Agriculture, the PRC issued the ocean fishing license to a subsidiary of the Company which will be renewal on 31 March 2019.

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Continuing operations		
Current tax		
Hong Kong Profits Tax, current year	1,023	1,167
PRC enterprise income tax, current year	9,723	299
Deferred tax	4,405	–
	<u>15,151</u>	<u>1,466</u>
Total income tax expenses from continuing and discontinued operations	<u>15,151</u>	<u>1,466</u>

Tax expense for the year is reconciled to profit/(loss) before taxation from continuing operations

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Profit/(loss) before taxation from continuing operations	<u>74,434</u>	<u>(82,862)</u>
Notional tax calculated on profit/(loss) before taxation, calculated at the rates applicable to profits in countries concerned	15,658	(14,359)
Non-deductible expenses	1,331	11,601
Non-taxable revenue	(2,415)	(5,973)
Unrecognised tax losses	2,674	10,237
Unrecognised temporary differences	(562)	–
Utilisation of previously unrecognised tax losses	(1,475)	–
Tax concessions	(60)	(40)
Income tax charges	<u>15,151</u>	<u>1,466</u>

7. DIVIDENDS

The Directors do not recommend the payment of a dividend for the Year (2017: Nil).

8. EARNINGS/(LOSS) PER SHARE

The calculation of basic and diluted earnings/(loss) per share is based on the profit/(loss) attributable to equity holders of the Company for continuing and discontinued operations and the weighted average number of the Company's ordinary shares in issue during the year as follows:

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Profit/(loss) attributable to equity holders of the Company from continuing and discontinued operations	<u>57,054</u>	<u>(67,199)</u>
Profit/(loss) attributable to equity holders of the Company from continuing operations	<u>57,054</u>	<u>(84,328)</u>
	Number of shares	
	2018	2017
Weighted average number of ordinary shares in issue during the year for the purposes of basic earnings per share	<u>2,666,372,097</u>	<u>1,868,312,938</u>
Effect to dilutive potential ordinary share – Convertible bonds	<u>238,338,000</u>	<u>–</u>
Weighted average number of ordinary shares in issue during the year for the purposes of diluted earnings per share	<u>2,904,710,097</u>	<u>1,868,312,938</u>

Diluted earnings/(loss) per share is calculated by adjusting the number of ordinary shares outstanding due to the effect of all dilutive potential ordinary shares and the Group's profit/(loss) attributable to owners of the Company.

The Company has dilutive potential ordinary shares attributable to convertible bonds.

For discontinued operations

As the Company does not have discontinued operations, there is no basic earnings per share for the discontinued operations for the year ended 31 March 2018 (2017: loss of HK\$0.92 per share which based on the profit for the year from the discontinued operations of approximately HK\$17,129,000) and the denominators detailed above for both basic and diluted earnings/(loss) per share.

9. DISCONTINUED OPERATIONS

Disposal of Media Magic Technology Limited (“Media Magic”)

On 27 September 2016, Upper Power Limited, a wholly owned subsidiary of the Company, entered into and completed a sale and purchase agreement with an independent third party pursuant to which Upper Power Limited sold the entire equity interest of Media Magic Technology Limited and its subsidiaries (collectively known as “Media Magic”), which is engaged in the energy management business, at a consideration of HK\$100,000 (the “Disposal”). Upon completion of the Disposal, the Group no longer has any equity interest in Media Magic.

Management considers that following the Disposal, the Group’s control over Media Magic had been discontinued and thereby constituted discontinued operations. Accordingly, certain comparative figures in the consolidated statement of comprehensive income have been re-presented to separately reflect the results of the continuing operations and discontinued operations. The results of the discontinued operations for the year ended 31 March 2017 have been analysed as follows:

(i) *Profit for the year from discontinued operations contributed by Media Magic*

	2017 HK\$'000
Revenue	–
Cost of services rendered and cost of goods sold	(2)
	(2)
Administrative expenses	(433)
	(435)
Loss before taxation	(435)
Income tax expenses	–
	(435)
Loss after taxation	(435)
Gain on disposal of subsidiaries	17,564
Income tax related to gain on disposal of subsidiaries	–
	17,129
Net profit attributable to discontinued operations	<u>17,129</u>

9. DISCONTINUED OPERATIONS *(continued)*

Disposal of Media Magic Technology Limited (“Media Magic”) *(continued)*

(ii) Net cash outflows attributable to discontinued operations contributed by Media Magic

	2017 <i>HK\$'000</i>
Net cash flows	
Operating activities	(672)
Investing activities	—
	<hr/>
Total net cash outflows	(672)

10. TRADE AND OTHER RECEIVABLES

	<i>Note</i>	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Trade receivables from third parties		414,777	116,272
Allowance for bad and doubtful debts	<i>(ii)</i>	—	—
		<hr/>	<hr/>
	<i>(i)</i>	414,777	116,272
		<hr/>	<hr/>
Other receivables			
Prepayments		828	833
Advance payment to suppliers	<i>(iii)</i>	137,489	9,590
Deposits		7,452	—
Other receivables		130,212	8,924
Other tax recoverable		6,190	5,923
		<hr/>	<hr/>
		282,171	25,270
		<hr/>	<hr/>
		696,948	141,542
		<hr/> <hr/>	<hr/> <hr/>

10. TRADE AND OTHER RECEIVABLES (continued)

(i) Aging of trade receivables

Except for 360 days being granted to certain customers under supply chain management services business and ocean fishing business, the Group grants credit term ranging from 30 days to 180 days to its customers upon the delivery of products or when the services are rendered and invoices are issued. The aging of trade receivables (net of allowances of bad and doubtful debts) based on invoice date is as follows:

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Less than 90 days	250,362	2,099
91 – 180 days	127,326	9,251
181 – 270 days	37,089	76,579
271 – 365 days	–	28,343
Over 1 year	–	–
	<u>414,777</u>	<u>116,272</u>

(ii) Allowance for bad and doubtful debts

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
At beginning of reporting period	–	79,385
Disposal of subsidiaries	–	(79,385)
At end of reporting period	<u>–</u>	<u>–</u>

Included in the Group's trade receivables balance are debtors with carrying amounts of approximately HK\$192,481,000 (2017: approximately HK\$114,173,000), which were past due at the end of the reporting period but not impaired as there has not been a significant change in credit quality and the directors believe that the amounts are fully recoverable.

10. TRADE AND OTHER RECEIVABLES (continued)

(ii) Allowance for bad and doubtful debts (continued)

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Trade receivables that are not impaired		
Current	<u>222,296</u>	<u>2,099</u>
Less than 90 days past due	109,968	9,251
91 – 180 days past due	82,513	81,839
181 – 270 days past due	–	23,083
271 – 365 days past due	–	–
Over 1 year past due	<u>–</u>	<u>–</u>
	<u>192,481</u>	<u>114,173</u>
	<u><u>414,777</u></u>	<u><u>116,272</u></u>

Receivables that were neither past due nor impaired as at 31 March 2018 relate to debtors for whom there was no history of default.

(iii) Advance payment to suppliers

The amounts represented payments made in advance to suppliers for purchase of goods.

11. TRADE AND OTHER PAYABLES

	<i>Note</i>	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Trade payables	(i)	160,874	455
Accruals		7,481	9,764
Other tax payables		2,965	–
Other payables		<u>90,956</u>	<u>16,667</u>
		<u><u>262,276</u></u>	<u><u>26,886</u></u>

11. TRADE AND OTHER PAYABLES *(continued)*

(i) Aging of trade payables

At the end of the reporting period, the aging analysis of the trade payables based on invoice date is as follows:

	2018 <i>HK\$'000</i>	2017 <i>HK\$'000</i>
Less than 90 days	56,914	455
91 – 180 days	<u>103,960</u>	<u>–</u>
	<u><u>160,874</u></u>	<u><u>455</u></u>

12. EVENTS AFTER THE REPORTING PERIOD

Subsequent Event

- (i) On 7 May 2018, Golden Thai Marine Products Group Ltd (“Golden Thai”), a wholly-owned subsidiary of the Group, entered into a shareholder’s agreement to establish a joint venture company with an independent third party, to enable the Group to explore project investment and acquiring opportunities in relation to the aquaculture business. Golden Thai agreed to make a capital contribution of HK\$5.2 million to the joint venture company.
- (ii) On 29 May 2018, Jin Yu Tang (Shenzhen) Fishery Group Co., Ltd (“Jin Yu Tang”), a wholly-owned subsidiary of the Group, entered into a memorandum of understanding with three vendors, all are third parties independent to the Company and its connected persons, in relation to acquisition of 70% equity interest in Ocean Star Marine Product Tonga Ltd (“Ocean Star”), a company incorporated in the Kingdom of Tonga, for a proposed consideration of between RMB7.0 million and RMB10.5 million (equivalent to HK\$8.7 million to HK\$13.1 million). Ocean Star is principally engaged in ocean fishing and farming and holds an ocean fishing license granted by the Ministry of Fisheries of the Kingdom of Tonga.

12. EVENTS AFTER THE REPORTING PERIOD *(continued)*

Subsequent Event *(continued)*

- (iii) On 7 February 2018, Jin Yu Tang, a wholly-owned subsidiary of the Group, entered into a sale and purchase agreement with two vendors (the “Vendors”), both are third parties independent to the Company and its connected persons, in relation to acquisition of 65% equity interest in Lianyungang Anni Ocean Fishing Co., Ltd (“Lianyungang Anni”), a company incorporated in the PRC, for a total consideration of RMB72.3 million (equivalent to HK\$90.4 million).

Lianyungang Anni is principally engaged in fishing business in opens seas and holds fishing license in Malaysia.

The consideration shall be settled by cash of RMB59.3 million (equivalent to HK\$74.1 million) payable to the Vendors and by issue of zero coupon convertible bonds, at a conversion price of HK\$0.52 per share with a total of 31,172,000 conversion shares, in the principal amount of HK\$16.2 million by the Company.

- (iv) On 8 June 2018, the Company proposed to issue 670 million Subscription Shares to four subscribers at a subscription price of HK\$0.45 per subscription share, representing a total subscription price of HK\$301.5 million. The proceeds will be used for the development of aquiculture business, contraction of fishing related facilities, fishing vessels and general working capital of the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

OPERATIONS REVIEW

Supply chain management and related services

The supply chain management remains the main focus of the Group. The Group is providing intermediate service between suppliers and customers and it takes advantage of the business networks and resources in order to assist small and medium-sized enterprises in various industries to minimise the overall operation cost. Owing to the solid financial background of the Group and the high demand for supply chain service in mainland China, the Group has established many strategic partnerships with other supply chain companies, so as to undertake the operation of purchase and sales based on the services on import and export trade, logistic, customs clearance and storage.

During the Year, the Group expanded its supply chain management service to include aquatic products and signed new contracts for electronic products, the supply chain management and related services regained its forward momentum. The Group also expanded its operation to vertically integrate with a fishing subsidiary to secure the supply of aquatic products.

Money lending business

The Group obtained a money lender license in Hong Kong under the Money Lenders Ordinance through the acquisition of a subsidiary in June 2016 to broaden its source of income and expand its business operations, in order to generate profits and return for the Group and the shareholders. As at the end of the Year, unsecured loans totaling HK\$103,500,000 were granted to 6 individuals and 4 corporations. Depending on the financial strength of the various lenders, the Group charged interest at rates which varied from 10% to 15% per annum. The Group regularly assessed the recoverability risk of its loan receivables portfolio to ensure that impairment loss, if any, would be made in a timely manner. During the Year, the Group generated interest income of approximately HK\$16,296,000 from its money lending business.

FINANCIAL REVIEW

Results

The Revenue for the Group increased significantly for the Year to approximately HK\$1,294,944,000 as compared to approximately HK\$121,667,000 in 2017. As the Group expanded into aquatic products during the Year and generated a total revenue of approximately HK\$980,376,000, the fishing operation also contributed to approximately HK\$ 25,993,000 to the Group's total revenue after the completion of the acquisition of subsidiary in December 2017; the revenue from the trading of electronic products was approximately HK\$ 272,280,000 during the Year, which represented an increase of approximately 9.6 times when compare with the previous year. The Group has continued to develop its business relationships with its business partners and potential partners in the PRC in order to increase and explore new sources of income.

The Group recorded an increase in gross profit to approximately HK\$70,574,000 in the Year as compared to approximately HK\$8,909,000 in 2017. The Group will continue to control the material costs and explore new business opportunities so as to improve the gross profit of the Group. The gross profit margin, excluding interest income received from the money lending business, increased from 0.64% to 4.25% during the Year. Gross profit margin for aquatic products were generally higher at 4.44% than the electronic products at 3.47%. With the shift of trading to aquatic products, there would be a favourable impact on the Group's gross profit margin.

Net profit attributable to equity holders of the Company for the Year amounted to approximately HK\$57,054,000 as compared to a loss of approximately HK\$67,199,000 in 2017. The major component of the Group's expenses were travelling and entertainment, rent and rates, salaries and payroll.

Loans receivables

As at 31 March 2018, the Company has the following outstanding loan transactions:

Loan No.	Date of Loan	Name of borrower	Loan amount (HK\$'000)	Interest amount (HK\$'000)	Status as of the date of this announcement:	Collateral
1	9 September 2016	Lu Lin Yu	HK\$15,000	HK\$2,100	Repaid on 16 April 2018	Unsecured
2	9 September 2016	Deng Wen Cong	HK\$15,000	HK\$2,100	Repaid on 12, 16, 17 April 2018	Unsecured
3	23 March 2017	HongHu Capital Co., Ltd.	HK\$7,000	HK\$700	Repaid on 20 April 2018	Unsecured
4	27 March 2017	HongHu Capital Co., Ltd.	HK\$10,000	HK\$1,000	Repaid on 20 April 2018	Unsecured
5	10 April 2017	Fu Xiong	HK\$5,000	HK\$750	Repayable on 20 August 2018	Unsecured
6	24 April 2017	Wang Jian	HK\$15,000	HK\$1,800	Repaid on 25 May 2018 & 28 May 2018	Unsecured

Loan No.	Date of Loan	Name of borrower	Loan amount (HK\$'000)	Interest amount (HK\$'000)	Status as of the date of this announcement:	Collateral
7	26 April 2017	Siam Air Transport Co., Ltd.	HK\$15,000	HK\$1,800	Repaid on 25 May 2018 & 5 June 2018	Unsecured
8	28 April 2017	Super Silver International Trading Ltd.	HK\$15,000	HK\$1,800	Repaid on 24 April 2018 & Repaid interest on 25 June 2018	Unsecured
9	11 May 2017	Lee Kim Wan	HK\$2,500	HK\$300	Repaid on 13 June 2018	Unsecured
10	22 June 2017	Huang Hua	HK\$4,000	HK\$480	Repayable on 5 July 2018	Unsecured
11	23 June 2017	Huang Hua	HK\$3,500	HK\$420	Repayable on 5 July 2018	Unsecured
12	24 October 2017	Profit Wealth Management Limited	HK\$1,500	HK\$150	Repayable on 23 October 2018	Unsecured

The Board confirms that the above loans were entered in the ordinary course of business and on normal commercial terms. The Board considers that the terms of the above loans are in the interests of the Company and the Shareholders as a whole.

All of the above loans were funded by internal resources of the Group. To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, each of the borrowers is a third party independent from the Company and its connected persons. The interest rates of the above loans ranged from 0.83% to 1.25% per month.

Liquidity, financial resources and capital structure

As at 31 March 2018, the Group had total assets of approximately HK\$1,299.8 million (2017: approximately HK\$326.1 million), including net cash and bank balances of approximately HK\$19.8 million (2017: approximately HK\$23.9 million).

For the year, the Group financed its operations mainly with its own working capital and issue of placing shares. There was general banking facilities as at 31 March 2018 of RMB16,000,000 (2017: Nil).

As at 31 March 2018, the gearing ratio (defined as the ratio between total bank borrowings and total assets) was 1.5% (2017: Zero). The Group's bank borrowings as at 31 March 2018 was approximately HK\$20,000,000 (2017: Nil).

Placing of new shares

- a) On 10 April 2017, 402,900,000 Placing Shares were allotted and issued by the Company pursuant to the Placing Agreement. The net proceeds arising from the above placing amounted to approximately HK\$117.7 million, net of expenses, which were used as to (i) approximately HK\$23.4 million for the capital commitment under a joint venture agreement entered into between a subsidiary of the Company and Khmer First Investment Holdings Group Co., Ltd. dated 20 January 2017 for setting up a joint venture company in Cambodia; and (ii) the remaining HK\$94 million as general working capital of the Group with approximately HK\$66.1 million to be applied for the Group's expansion of the supply chain operations and approximately HK\$22.5 million for the Group's net operation outlays.

Please refer to the Company's announcements dated 10 April 2017 for further details.

- b) On 5 September 2017, a placing agreement (the "Placing Agreement") was entered into between the Company and Kingston Securities Limited (the "Placing Agent"), pursuant to which the Company had conditionally agreed to place through the Placing Agent on a best effort basis, of up to 483,480,000 new shares (the "Placing Shares") at HK\$0.48 per Placing Share (the "Placing"). On 3 October 2017, 483,480,000 Placing Shares were allotted and issued by the Company pursuant to the Placing Agreement. The gross proceeds from the Placing is approximately HK\$232 million and the net proceeds from the Placing, after deduction of commission and other expenses of the Placing from the gross proceeds, is approximately HK\$226 million which is intended to apply as to (i) approximately HK\$150 million for development of aquatic trading business with a major PRC customer for its processed food manufacturing, (ii) approximately HK\$30 million for the development of fishing business in Mozambique, including the construction of fishing vessels and operating cash flows such as wages, fuel charges and other operating charges for the fishing operation, (iii) approximately HK\$30 million for the purchase of cold storage in Cambodia to facilitate the storage of aquatic products before its export to the PRC; and (iv) approximately HK\$16 million as general working capital of the Group.

Please refer to the Company's announcements dated 6 September 2017 and 3 October 2017 for further details.

Exposure to fluctuations in exchange rates and related hedges

Most of the transactions of the Group are denominated in Hong Kong Dollar (“HKD”), United States Dollar (“USD”) and Renminbi (“RMB”). As such, the Group is aware of the potential foreign currency risk that may arise from the fluctuation of exchange rates between HKD, USD and RMB. The Group adopts a conservative treasury policy with most of the bank deposits being kept in HKD, or in the local currencies of the operating subsidiaries to minimise exposure to foreign exchange risks. As at 31 March 2018, the Group had no foreign exchange contracts, interests or currency swaps or other financial derivatives for hedging purposes.

Charge on Group assets

As at 31 March 2018, the Group’s share investment was held at a securities margin account maintained with a stockbroker for margin facilities granted (2017: Nil).

Segment information

An analysis of the Group’s performance for the year by a mixture of business lines and geographical locations is set out in note 4 to the consolidated financial statements.

Outlook

With the stable growth of the Company’s supply chain management business during the Year because of the expansion to aquatic products and new contracts negotiated with the Company’s customers, the Company will pay close attention to its performance and future development. At the same time, the management will continuously monitor and review the overall operation and financial performance of the Group’s businesses so as to cope with the ever-changing business environment. The management will continue to proactively seek other promising investment and business opportunities to broaden the source of income of the Group and enhance value to the shareholders of the Company through investment and/or acquisitive business or projects that have promising outlooks and prospects, and with the Group’s new management team having extensive experience in the marine fishing business, the Group will also explore further opportunities in the marine fishing business.

Significant investments, material acquisitions or disposals of subsidiaries and affiliated companies

During the Year, the Group completed the acquisition of 80% of the equity interest in Stonechen Comercial-Produtos da Pesca de Moma, Limitada (“Stonechen Acquisition”) and 70% of the equity interest in Shenzhen Qisen Fishery Company Limited (“Qisen Acquisition”). For details of the Stonechen Acquisition, please refer to the Company’s announcement on 29 September 2017 and 4 October 2017. For details of the Qisen Acquisition, please refer to the Company’s announcements on 15 May 2017, 29 May 2017, 21 June 2017, 10 November 2017 and 28 November 2017; and the circular of the Company (the “Circular”) dated 13 November 2017, in relation to, amongst other things, the Acquisition and the issue of the Convertible Bonds.

As at 31 March 2018, the Group held investments in securities in Hong Kong (collectively, the “Investments”) with a market value of approximately HK\$50,701,000 (2017: approximately HK\$66,093,000), representing an investment portfolio of 1 (2017: 8) listed securities in Hong Kong, which accounted for approximately 5.4% of the net assets of the Group. The Group recorded net unrealised fair value gain and a realised gain on disposal of approximately HK\$26,700,000 and approximately HK\$919,000 respectively (2017: approximately HK\$7,144,000 and losses of approximately HK\$1,293,000 respectively) in respect of investment in listed securities held for trading as at 31 March 2018. The unrealised gain was caused by the changes in market expectation and market performance from the PRC market and the global economy.

The Hong Kong stock market has been volatile during the year. Looking forward, the Board believes that the performance of the listed equity securities will be dependent on market sentiment which is susceptible to external market conditions such as interest rate movements, geo-political conditions and macro-economic performance. To mitigate the associated financial risks, the Group will regularly review its investment strategy and take appropriate steps in response to market changes whenever necessary.

Except those as disclosed under sections above, the Group had no significant investments, material acquisition or disposal of subsidiaries and affiliated companies during the year.

Share Option Scheme

The Company adopted a share option scheme on 18 October 2011 (the “Share Option Scheme”) for the purpose of providing incentives or rewards to the eligible participants for their contribution to the Group and/or enabling the Group to recruit additional employees and retain existing employees and to provide them with a direct economic interest in attaining the long term business objectives of the Group.

Eligible participants of the Share Option Scheme include the employees, consultants, suppliers or customers of the Company and its subsidiaries, including any independent non-executive directors of the Company.

No share option has been granted, exercised, cancelled or lapsed under the Share Option Scheme since its adoption.

Future plans for material investments and expected source of funding

Other than disclosed elsewhere in the annual report, the Group did not have any plan for material investment or acquisition of material capital assets as at 31 March 2018. However, the Group is constantly looking for opportunities for investments or capital assets to enhance the shareholders' value.

Contingent liabilities

The Group had no contingent liabilities as at 31 March 2018.

Employees and remuneration policies

As at 31 March 2018, the Group had 119 (2017: 40) employees including directors. Total staff costs (excluding directors' emoluments) amounted to approximately HK\$10.8 million for the Year (2017: approximately HK\$7.2 million). Remuneration is determined by reference to market terms and the performance, qualifications and experience of the individual employee. Year-end bonus based on individual performance will be paid to employees as recognition of and reward for their contributions. Other benefits include contributions to statutory mandatory provident fund scheme to its employees in Hong Kong and basic insurance for the elderly, basic medical insurance, work injury insurance and unemployment insurance to its employees in the PRC.

CORPORATE GOVERNANCE PRACTICES

The Company has adopted the code provisions set out in the Corporate Governance Code (the "CG Code") and Corporate Governance Report contained in Appendix 15 to the GEM Listing Rules throughout the Year. The Company has applied the principles in the CG Code and complied with the code provisions set out in the CG Code for the Year, save and except for the following:

In accordance with the CG Code provision A.2.1, the roles of chairman and chief executive officer should be separated and should not be performed by the same individual to ensure a balance of power and authority. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing. The roles of the chairman and the chief executive officer of the Company are performed by Mr. Liu Rongsheng. The Board considers that the present structure is more suitable for the Company for it provides strong and consistent leadership in the planning and execution of long-term business plans and strategies of the Company. The Directors will continue to review the effectiveness of the Group's corporate governance structure to assess whether changes, including the separation of the roles of the chairman and chief executive officer, as and when necessary.

Code provision A.6.7 of the CG Code provides that independent non-executive Director and other non-executive Directors should attend general meetings and develop a balanced understanding of the views of Shareholders. Ms. Li Yuen Fong, Michelle, Mr. Zhu Yifeng and Mr. Yang Yong were not able to attend the special general meeting of the Company held on 28 November 2017 due to other business engagement. Other Board members who attended the 2017 AGM and all the special general meetings were already of sufficient calibre and number for answering questions raised by the Shareholders at the 2017 AGM and all the special general meetings.

CODE OF CONDUCT REGARDING DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard of dealings as set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made a specific enquiry with all the Directors, each of them confirmed that he/she had complied with such code of conduct and the required standard of dealings regarding securities transactions throughout the Year.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Except for placing of new shares disclosed in the "Management Discussion and Analysis", the Company did not redeem any of its listed shares, nor did the Company or any of its subsidiaries purchase or sell any such shares during the Year.

DIVIDENDS

The Board did not recommend the payment of any dividend during the Year (2017: Nil).

AUDIT COMMITTEE

The Company set up an audit committee (the "Audit Committee") on 18 October 2001, with written terms of reference in compliance with the GEM Listing Rules, for the purpose of reviewing and providing supervision over the financial reporting process and internal control of the Group. The Audit Committee comprised the three independent non-executive Directors, namely Mr. Pang Pui Hung, Paton as the chairman of the Audit Committee, Ms. Li Yuen Fong, Michelle and Mr. Zhu Yifeng. During the Year, the Audit Committee held four meetings to review and supervise the financial reporting process, and to provide advice and recommendations to the Board.

The financial statements of the Group for the Year have been reviewed by the Audit Committee, which is of the opinion that such statements comply with the applicable accounting standards, as well as the Stock Exchange's and legal requirements, and that adequate disclosures have been made.

CHANGES IN DIRECTOR'S INFORMATION

The changes in Directors' information are set out below:

Name of Director	Details of changes
Mr. Liu Rongsheng	– Appointed as the Chief Executive Officer and chairman of the Nomination Committee on 16 May 2017
Dr. Chu Ping Hang	– Resigned as executive Director, Compliance Officer and Authorized Representative on 16 May 2017
Mr. Chen Liang	– Appointed as Compliance Officer and Authorized Representative on 16 May 2017 – Resigned as executive Director, Compliance Officer and Authorized Representative on 31 May 2018
Mr. Gan Weiming	– Resigned as the Chief Executive Officer on 16 May 2017
Lord Cao Yunde	– Resigned as executive Director and Co-Chairman on 31 May 2018
Mr. Fan Guocheng	– Appointed as executive Director on 16 May 2017
Mr. Chui Man Lung, Everett	– Resigned as independent non-executive Director, and chairman of each of the Audit Committee, the Remuneration Committee and the Nomination Committee on 16 May 2017
Mr. Pang Pui Hung, Paton	– Appointed as independent non-executive Director, and chairman of each of the Audit Committee and the Remuneration Committee on 16 May 2017 – Appointed as a member of the Nomination Committee on 10 October 2017
Ms. Li Mei	– Resigned as independent non-executive Director, and a member of each of the Audit Committee, the Remuneration Committee and the Nomination Committee on 2 August 2017
Ms. Wei Qing	– Appointed as independent non-executive Director, and a member of each of the Audit Committee, the Remuneration Committee and the Nomination Committee on 25 August 2017 – Re-designated as executive Director and resigned a member of each of the Audit Committee, the Remuneration Committee and the Nomination Committee on 10 October 2017 – Appointed as Compliance Officer and Authorized Representative on 31 May 2018
Mr. Yang Yong	– Appointed as non-executive Director on 10 October 2017
Mr. Zhu Yifeng	– Appointed as independent non-executive Director and a member of the Audit Committee on 10 October 2017

CORPORATE GOVERNANCE FUNCTION

The Board is also responsible for performing the corporate governance duties as set out below:

- a) to develop and review the Company's policies and practices on corporate governance;
- b) to review and monitor the training and continuous professional development of the Directors and senior management;
- c) to review and monitor the Company's policies and practices and compliance with legal and regulatory requirements;
- d) to develop, review and monitor the code of conduct and compliance manual (if any) applicable to the employees and the Directors; and
- e) to review the Company's compliance with the CG Code and disclosure in the Corporate Governance Report.

The Board is also responsible for performing the corporate governance duties as set out below:

SCOPE OF WORK OF REANDA LAU & AU YEUNG (HK) CPA LIMITED

The figures in respect of Company's consolidated statement of financial position, consolidated statement of comprehensive income, consolidated statement of changes in equity and the related notes thereto for the Year as set out in the preliminary announcement have been agreed by the Company's auditor, Reanda Lau & Au Yeung (HK) CPA Limited ("Reanda Lau & Au Yeung"), to the amounts set out in the Company's draft consolidated financial statements for the Year. The work performed by Reanda Lau & Au Yeung in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Reanda Lau & Au Yeung on the preliminary announcement.

PUBLICATION OF ANNUAL RESULTS AND ANNUAL REPORT

This results announcement is published on the Stock Exchange's website (<http://www.hkex.news.hk>) and the Company's website (<http://www.chinaoceanfishing.hk>). The annual report of the Company for the Year will be dispatched to the shareholders of the Company and will be available on the respective websites of the Stock Exchange and the Company in due course.

By Order of the Board
China Ocean Fishing Holdings Limited
Liu Rongsheng
Executive Director and Chairman

Hong Kong, 25 June 2018

As at the date of this announcement, the executive Directors are Mr. Liu Rongsheng, Mr. Fan Guocheng and Ms. Wei Qing, the non-executive Director is Mr. Yang Yong and independent non-executive Directors are Mr. Pang Pui Hung, Paton, Ms. Li Yuen Fong, Michelle and Mr. Zhu Yifeng.

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 at <http://www.hkgem.com> for at least 7 days from the date of its publication. This announcement will also be published on the Company's website at <http://www.chinaoceanfishing.hk>.