YEEBO (INTERNATIONAL HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 259)

ANNOUNCEMENT OF RESULTS
FOR THE YEAR ENDED 31ST MARCH, 2008

The Board of Directors of Yeebo (International Holdings) Limited (the "Company") announces that the audited consolidated results of the Company and its subsidiaries (the "Group") for the year ended 31st March, 2008 are summarized as follows:

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2008

	Notes	2008 HK$'000	2007 HK$'000
Revenue	3	**680,973**	456,287
Cost of sales		**(596,471)**	(391,142)
Gross profit		**84,502**	65,145
Other income	4a	**13,142**	10,400
Investment income	4b	**10,145**	17,618
Selling and distribution expenses		**(36,113)**	(37,058)
Administrative expenses		**(52,165)**	(37,782)
Impairment loss on available-for-sale investments		**(32,011)**	–
Share of results of associates		**(5,478)**	(6,208)
Share of results of jointly controlled entities		**25,194**	17,832
Finance costs	5	**(824)**	(857)
Profit before income tax		**6,392**	29,090
Income tax expense	6	**(3,916)**	(3,088)
Profit for the year		**2,476**	26,002
Attributable to:			
Equity holders of the Company		**10,978**	25,386
Minority interests		**(8,502)**	616
		2,476	26,002
Dividend recognised as distribution:	7		
2007 Final dividend of HK1 cent (2007: HK1 cent for 2006) per ordinary share		**10,436**	10,436
Earnings per share – basic	8	**HK1.06 cents**	HK2.43 cents

CONSOLIDATED BALANCE SHEET
AS AT 31ST MARCH, 2008

	Notes	2008 HK$'000	2007 HK$'000
Non-current assets			
Property, plant and equipment		**222,437**	169,006
Prepaid lease payment – non-current		**22,784**	–
Prepayment for acquisition of plant and equipment		**10,567**	458
Deposits for acquisition of land use rights		**–**	15,556
Prepayment to an associate		**22,188**	–
Interests in associates		**20,534**	24,202
Interests in jointly controlled entities		**137,169**	134,035
Available-for-sale investments		**1,402**	21,695
Intangible assets		**9,493**	10,794
		446,574	375,746
Current assets			
Inventories	*9*	**104,551**	82,882
Trade and other receivables	*10*	**95,897**	111,429
Bills receivable		**888**	–
Dividend receivable from a jointly controlled entity		**37,165**	–
Prepaid lease payment – current		**475**	–
Amount due from an associate		**20,478**	18,617
Amount due from a jointly controlled entity		**–**	45
Pledged bank deposits		**144,711**	–
Time deposits with maturity over three months		**–**	147,641
Bank balances and cash		**84,776**	194,002
		488,941	554,616
Current liabilities			
Trade and other payables	*11*	**128,741**	122,389
Dividend payable	*11*	**–**	132
Bills payable	*11*	**5,413**	2,609
Amount due to an associate		**1,891**	2,441
Deferred income		**1,664**	808
Deferred consideration on acquisition of jointly controlled entities		**–**	40,404
Tax payable		**6,725**	3,345
		144,434	172,128
Net current assets		**344,507**	382,488
Total assets less current liabilities		**791,081**	758,234

	2008	2007
	HK$'000	*HK$'000*
Non-current liabilities		
Deferred income	**17,240**	11,616
Government loan	**9,768**	8,346
Other payables	**–**	1,836
Deferred tax liabilities	**–**	–
	27,008	21,798
	764,073	736,436
Capital and reserves		
Share capital	**202,231**	208,713
Reserves	**436,889**	405,786
Equity attributable to equity holders of the Company	**639,120**	614,499
Minority interests	**124,953**	121,937
Total equity	**764,073**	736,436

Notes:

1. GENERAL

The Company is incorporated in Bermuda as an exempted company with limited liability and its shares are listed on the Stock Exchange of Hong Kong Limited (the "Stock Exchange"). Its parent company is Antrix Investment Limited (incorporated in the British Virgin Island (the "BVI")) and its ultimate holding company is Esca Investment Limited (incorporated in the BVI). The addresses of the registered office and principal place of business of the Company are disclosed in the introduction to the annual report.

The consolidated financial statements are presented in Hong Kong dollars, which are the same as the functional currency of the Company.

The principal activities of the Company and its subsidiaries (the "Group") are the manufacturing and sales of liquid crystal displays ("LCDs") and liquid crystal displays modules ("LCMs") products.

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current year, the Group has applied, for the first time, the following new standard, amendment and interpretations ("new HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which are effective for the Group's financial year beginning 1st April, 2007.

HKAS 1 (Amendment)	Capital Disclosures
HKFRS 7	Financial Instruments: Disclosures
HK(IFRIC) – Int 8	Scope of HKFRS 2
HK(IFRIC) – Int 9	Reassessment of Embedded Derivatives
HK(IFRIC) – Int 10	Interim Financial Reporting and Impairment
HK(IFRIC) – Int 11	HKFRS 2: Group and Treasury Share Transactions

The adoption of the new HKFRSs had no material effect on how the results and financial position for the current or prior accounting periods have been prepared. Accordingly, no prior period adjustment has been required.

The Group has applied the disclosure requirements under HKAS 1 (Amendment) and HKFRS 7 retrospectively. Certain information presented in prior year under requirements of HKAS 32 has been removed and the relevant comparative information based on the requirements of HKAS 1 (Amendment) and HKFRS 7 has been presented for the first time in the current year.

The Group has not early applied the following new or revised standards, amendments or interpretations that have been issued but are not yet effective.

HKAS 1 (Revised)	Presentation of Financial Statements[1]
HKAS 23 (Revised)	Borrowing Costs[1]
HKAS 27 (Revised)	Consolidated and Separate Financial Statements[2]
HKAS 32 & 1 (Amendments)	Puttable Financial Instruments and Obligations Arising on Liquidation[1]
HKFRS 2 (Amendment)	Vesting Conditions and Cancellations[1]
HKFRS 3 (Revised)	Business Combinations[2]
HKFRS 8	Operating Segments[1]
HK(IFRIC) – Int 12	Service Concession Arranagements[3]
HK(IFRIC) – Int 13	Customer Loyalty Programmes[4]
HK(IFRIC) – Int 14	HKAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction[3]

[1] Effective for annual periods beginning on or after 1st January, 2009
[2] Effective for annual periods beginning on or after 1st July, 2009
[3] Effective for annual periods beginning on or after 1st January, 2008
[4] Effective for annual periods beginning on or after 1st July, 2008

The adoption of HKFRS 3 (revised) may affect the accounting for business combination for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1st July, 2009. HKAS 27 (revised) will affect the accounting treatment for changes in a parent's ownership interest in a subsidiary that do not result in a loss of control, which will be accounted for as equity transactions.

The directors of the Company anticipate that the application of the other new or revised standards, amendments or interpretations will have no material impact on the results and the financial position of the Group.

3. BUSINESS AND GEOGRAPHICAL SEGMENTS

Business segments

For management purposes, the Group is currently organised into two main operating divisions – liquid crystal displays ("LCD") and liquid crystal displays module ("LCM"). These divisions are the basis on which the Group reports its primary segment information.

The principal activities of the Group are as follows:

LCDs – manufacture and sale of LCDs
LCMs – manufacture and sale of LCMs

Segmental information about these businesses is presented below:

2008

	LCDs *HK$'000*	LCMs *HK$'000*	Unallocated *HK$'000*	Consolidated *HK$'000*
Segment revenue				
External sales	**325,762**	**338,136**	**17,075**	**680,973**
Result				
Segment result	**24,306**	**13,805**		**38,111**
Unallocated operating income net of expenses				**(7,253)**
Interest income				**10,145**
Unallocated corporate expenses				**(4,113)**
Net exchange loss				**(17,379)**
Impairment loss on available-for-sale investments				**(32,011)**
Finance costs				**(824)**
Share of results of associates				**(5,478)**
Share of results of jointly controlled entities				**25,194**
Profit before income tax				**6,392**
Income tax expense				**(3,916)**
Profit for the year				**2,476**

2008
Consolidated balance sheet

	LCDs *HK$'000*	LCMs *HK$'000*	Unallocated *HK$'000*	Consolidated *HK$'000*
Assets				
Segment assets	**213,517**	**88,736**	**178,141**	**480,394**
Interests in associates	–	–	**20,534**	**20,534**
Interest in jointly controlled entities	–	–	**137,169**	**137,169**
Amount due from an associate	–	–	–	**20,478**
Unallocated corporate assets	–	–	–	**276,940**
Consolidated total assets				**935,515**
Liabilities				
Segment liabilities	**87,150**	**27,413**	**38,495**	**153,058**
Amount due to an associate	–	–	–	**1,891**
Government loan	–	–	–	**9,768**
Tax payable	–	–	–	**6,725**
Consolidated total liabilities				**171,442**
Other information				
Additions to property, plant and equipment	**4,757**	**6,936**	**73,221**	**84,914**
Prepayment to an associate	–	–	**22,188**	**22,188**
Addition to prepaid lease payments	–	–	**5,850**	**5,850**
Allowance for doubtful debts	**4,040**	**307**	–	**4,347**
Allowance for obsolete inventories	**7,397**	**3,941**	–	**11,338**
Depreciation of property, plant and equipment	**31,356**	**5,089**	**978**	**37,423**
Amortisation of intangible assets	–	–	**2,103**	**2,103**
Loss on disposal of property, plant and equipment	**302**	–	–	**302**

2007

	LCDs *HK$'000*	LCMs *HK$'000*	Unallocated *HK$'000*	Consolidated *HK$'000*
Segment revenue				
External sales	318,884	114,233	23,170	456,287
Result				
Segment result	10,205	(301)		9,904
Unallocated operating income net of expenses				334
Dividend income				976
Interest income				11,926
Imputed interest income				1,895
Unallocated corporate expenses				(2,366)
Fair value gain on disposal of investments held for trading				1,456
Fair value gain on disposal of available-for-sale investments				1,365
Net exchange loss				(7,167)
Share of results of associates				(6,208)
Share of results of jointly controlled entities				17,832
Finance costs				(857)
Profit before income tax				29,090
Income tax expense				(3,088)
Profit for the year				26,002

2007

Consolidated balance sheet

	LCDs *HK$'000*	LCMs *HK$'000*	Unallocated *HK$'000*	Consolidated *HK$'000*
Assets				
Segment assets	230,950	73,479	60,478	364,907
Interests in associates	–	–	24,202	24,202
Interest in jointly controlled entities	–	–	134,035	134,035
Amount due from an associate	–	–	–	18,617
Amounts due from jointly controlled entities	–	–	–	45
Unallocated corporate assets	–	–	–	388,556
Consolidated total assets				930,362
Liabilities				
Segment liabilities	89,296	31,479	18,483	139,258
Amount due to an associate	–	–	–	2,441
Deferred consideration on acquisition of jointly controlled entities	–	–	–	40,404
Government loan				8,346
Tax payable	–	–	–	3,345
Dividend payable	–	–	–	132
Consolidated total liabilities				193,926
Other information				
Additions to property, plant and equipment	10,342	1,979	25,291	37,612
Additions to intangible assets	–	–	9,869	9,869
Deposits for land use rights	–	–	15,556	15,556
Allowance for doubtful debts	6,812	193	–	7,005
Allowance for obsolete inventories	5,059	582	–	5,641
Depreciation of property, plant and equipment	31,158	4,136	227	35,521
Amortisation of intangible assets	–	–	748	748
Loss on disposal of property, plant and equipment	55	–	1	56

Geographical segments

The Group's operations are mainly located in Hong Kong and other regions of the PRC. The following table provides an analysis of the Group's turnover by geographical market, irrespective of the origin of goods or services.

	Sales revenue by geographical market	
	2008	2007
	HK$'000	*HK$'000*
Hong Kong, the PRC	**386,827**	229,415
Other regions of the PRC	**66,452**	60,554
Europe	**75,031**	38,654
Japan	**62,896**	61,772
Other countries	**89,767**	65,892
	680,973	456,287

The following is an analysis of the carrying amount of segment assets, and additions to property, plant and equipment and intangible assets analysed by the geographical area in which the assets are located:

	Carrying amount of segment assets		Additions to property, plant and equipment and intangible assets	
	2008	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong, the PRC	**76,688**	90,776	**1,395**	602
Other regions of the PRC	**396,292**	268,384	**83,307**	46,869
Other regions	**7,414**	5,747	**212**	10
	480,394	364,907	**84,914**	47,481

4a. OTHER INCOME

	2008	2007
	HK$'000	*HK$'000*
Tooling income	**4,372**	5,396
Scrap sales	**2,252**	2,149
Write-back of payables	**3,661**	–
Others	**2,857**	2,855
	13,142	10,400

4b. INVESTMENT INCOME

	2008	2007
	HK$'000	*HK$'000*
Interest on bank deposits	**10,145**	11,623
Interest on amount due from an associate	**–**	303
Imputed interest on interest-free other payables	**–**	180
Total interest income	**10,145**	12,106
Fair value gain on disposal of investment held for trading	**–**	1,456
Fair value gain on disposal of available-for-sale investments	**–**	1,365
Dividends from listed equity securities	**–**	976
Other investment income	**–**	1,715
	10,145	17,618

5. FINANCE COSTS

	2008	2007
	HK$'000	*HK$'000*
Interest on bank borrowings wholly repayable within five years	**–**	857
Interest on other payables	**128**	–
Interest on government loan	**696**	–
	824	857

6. INCOME TAX EXPENSE

	2008	2007
	HK$'000	*HK$'000*
The income tax expense comprises:		
Current tax		
Hong Kong	**14**	220
Other jurisdictions	**3,857**	3,116
	3,871	3,336
Under/(Over) provision in prior years		
Hong Kong	**45**	(241)
Deferred taxation		
Credit for the year	**–**	(7)
	3,916	3,088

Hong Kong Profits Tax is calculated at 17.5% (2007: 17.5%) on the estimated assessable profit for the year.

Taxation arising in other jurisdictions are calculated at the rate prevailing in the relevant jurisdiction.

The Group's subsidiaries operating in the PRC are eligible for certain tax holiday or concessions as an export oriented enterprise.

Under the tax holiday, certain PRC subsidiaries are exempted from PRC enterprise income tax for two years starting from its first profit-making year, followed by a 50% reduction for the next three years.

Certain PRC subsidiaries obtained qualification as export oriented enterprise and subject to 50% reduction of foreign enterprise income tax rate. Under the new Enterprise Income Tax Law starting on 1st January, 2008, the 50% tax reduction incentive provided to export oriented enterprise has been removed.

Starting from 1st January, 2008, the statutory enterprise income tax rate of these subsidiaries would be 25% after the tax holiday period.

7. DIVIDEND

A final dividend of HK1 cent (2007: HK1 cent) per ordinary share has been proposed by the directors and is subject to approval by the shareholders in the forthcoming general meeting.

8. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

	2008	2007
	HK$'000	*HK$'000*
Earnings attributable to equity holders of the Company for the purpose of basic earnings per share	**10,978**	25,386

	Number of shares	
	2008	2007
	'000	*'000*
Weighted average number of ordinary shares for the purpose of basic earnings per share	**1,036,488**	1,043,564

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

9. INVENTORIES

	2008 *HK$'000*	2007 *HK$'000*
Raw materials	**56,174**	43,792
Work in progress	**18,814**	13,749
Finished goods	**29,563**	25,341
	104,551	82,882

Included above are raw materials of approximately HK$2,123,000 (2007: HK$1,412,000) and finished goods of approximately HK$3,655,000 (2007: HK$2,849,000) which are carried at net realisable value.

10. TRADE AND OTHER RECEIVABLES

	2008 *HK$'000*	2007 *HK$'000*
Trade receivables	**94,515**	96,550
Less: accumulated impairment	**(13,115)**	(13,085)
	81,400	83,465
Other receivables	**11,775**	25,493
Deposits	**1,441**	1,327
Prepayments	**1,281**	1,144
	95,897	111,429

The Group has a policy of allowing credit periods ranging form 30 days to 120 days. Trade receivables that were neither past due nor impaired are related to a number of customers that have a good track record with the Group.

The following is an aging analysis by due date of trade receivables net of allowance for doubtful debts at the balance sheet date:

	2008 *HK$'000*	2007 *HK$'000*
Current	**49,164**	47,863
1 – 30 days	**26,490**	26,753
31 – 60 days	**3,611**	2,403
61 – 90 days	**2,135**	2,747
91 – 120 days	**–**	2,217
Over 120 days	**–**	1,482
	81,400	83,465

Before accepting any new customer, the Group would assess the potential customer's credit quality and define corresponding credit term.

Aging of trade receivables which are past due but not impaired:

	2008 *HK$'000*	2007 *HK$'000*
1 – 30 days	**26,490**	26,753
31 – 60 day	**3,611**	2,403
61 – 90 days	**2,135**	2,747
91 – 120 days	**–**	2,217
Over 120 days	**–**	1,482
	32,236	35,602

Included in the Group's trade receivable balance are debtors with a carrying amount of approximately HK$32,236,000 (2007: HK$35,602,000) which are past due at the reporting date for which the Group has not provided for impairment loss as the directors assessed that the balances will be recovered based on their settlement records. The Group does not hold any collateral over these balances.

Movement in the allowance for doubtful debts

	2008 *HK$'000*	2007 *HK$'000*
Balance at beginning of the year	**13,085**	9,235
Currency realignment	**88**	–
Impairment losses recognised on receivables	**4,347**	7,005
Amounts written off as uncollectible	**(4,405)**	(3,155)
Balance at end of the year	**13,115**	13,085

Included in the allowance for doubtful debts are individually impaired trade receivables with a balance of HK$13,115,000 (2007: HK$13,085,000) which have delinquent payments. The Group does not hold any collateral over these balances.

11. TRADE AND OTHER PAYABLES AND BILLS PAYABLE

	2008 *HK$'000*	2007 *HK$'000*
Trade payables	**61,574**	65,176
Accrued charges	**38,336**	25,060
Other payables	**34,244**	36,730
	134,154	126,966
Amount analysed for reporting purposes as:		
Trade and other payables	**128,741**	122,389
Dividend payable	**–**	132
Bills payable	**5,413**	2,609
Other payables – non-current *(Note)*	**–**	1,836
	134,154	126,966

Note: At 31st March, 2007, the non-current other payables represents an amount of RMB2,000,000 (HK$2,020,000) payable to a supplier which is due in December 2008. The other payable is discounted to present value approximates to the fair value, resulting in an imputed interest income of HK$180,000 being recognised as investment income during the year ended 31st March, 2007.

At 31st March, 2008, the amount is classified as current and included in other payables.

The following is an aging analysis by invoice date of trade payables at the balance sheet date:

	2008	2007
	HK$'000	*HK$'000*
Up to 30 days	**19,902**	23,075
31 – 60 days	**11,409**	15,498
61 – 90 days	**14,515**	14,539
91 – 120 days	**7,967**	7,456
Over 120 days	**7,781**	4,608
	61,574	65,176

MANAGEMENT DISCUSSION AND ANALYSIS

Review of Operations

While the core display business had improved this year, the profit attributable to equity holders of the Company decreased from approximately HK$25 million to approximately HK$11 million. It was largely due to the recognition of impairment loss of approximately HK$32 million in respect of the Group's investment in Ascalade Communication Inc., ("Ascalade") a company listed in Toronto Stock Exchange. Regarding its impact on the Group's net profit for the current year, a profit warning announcement was issued on 20th March, 2008.

Excluding such impairment loss, the profit attributable to equity holders of the Company would have been approximately HK$43 million, representing 72% growth over last year's HK$25 million.

The Group recorded a consolidated turnover and profit attributable to equity holders of the Company for the twelve months ended 31st March, 2008 amounted to approximately HK$681 million (2007: 456 million) and HK$11 million (2007: HK$25 million) respectively. The display business turnover increased by HK$225 million or 49% to HK$681 million. Geographically, the Group sales demonstrated a remarkable growth in local and overseas market like Europe. The display sales was boosted mainly by the LCM sales, which accounted for 50% of total sales. In particular, the TFT modules sales exhibited an impressive growth in the current year. On the other hand, LCD business environment continued to be very competitive with more new entrants and keen competitive pricing.

The Group recorded a gross profit of approximately HK$85 million for the twelve months ended 31st March, 2008 (2007: HK$65 million). The improvement in gross profit is largely attributable to the increase in turnover. The gross profit margin was 12% (2007: 14%). The decrease was caused by the change in the sales mix between LCD and LCM in the two comparative periods and also the uptrend of manufacturing cost in PRC.

Investment income from the current year was approximately HK$10 million (2007: HK$18 million) largely generated from interest earned from bank deposits.

The selling and distribution expenses were approximately HK$36 million in the current year (2007: HK$37 million), which represented 5% of the sales (2007: 8%). This reflects the tight control in our selling and distribution expenses.

Administrative expenses for the year were approximately HK$52 million (2007: HK$38 million), representing an increase of $14 million. There were two main reasons for the increase. Firstly, it was due to exchange loss recorded in the books of our subsidiaries in PRC arising from the foreign currency bank deposit as the Renmenbi appreciated against such foreign currency in the current year. The foreign currency bank deposit was reserved for acquiring plant and machinery for the OLED project. Secondly, it was due to the pre-operating cost incurred for the OLED factory in Kunshan. Finance costs were largely related to government loan borrowed by certain subsidiaries in PRC.

The Group reported a profit before taxation of approximately HK$6 million for the current year (2007: HK$29 million).

The profit before taxation has been adversely affected by the impact of the impairment loss of the Group's investment in Ascalade. The share price of Ascalade has dropped significantly since 31st March, 2007. In March 2008, Ascalade obtained an order from a court in Canada granting it protection pursuant to the provisions under the Companies' Creditors Arrangement Acts. An independent firm of accountants has been appointed by the court to monitor the operations of Ascalade. The Board considered it prudent to recognize an impairment loss of approximately HK$32 million which virtually covers the whole of the Group's investment in Ascalade.

Significant Investments

Investment in Nantong Jianghai Capacitor Company Ltd. ("Nantong Jianghai")

In the year under review, the Group's share of profit of jointly controlled enterprises, Nantong Jianghai and its subsidiaries, amounted to approximately HK$25 million (2007: HK$18 million).

The business of Nantong Jianghai grew favourably. This was largely contributed by its committed strategy to diversify from consumer to industrial segment which earned a relatively higher margin; and continuously improve the quality of its products through its well-founded research and development team.

Investment in Kunshan Visionox Display Co. Ltd. ("Kunshan Visionox")

The construction of the first phase plant in Kunshan, Jiangsu, PRC with a total area of 31,000 square meters has been completed. The procurement of production equipment has been confirmed. Installation of machinery is expected to be completed by September 2008 and pilot run will commence thereafter. The factory will be equipped with the facilities to produce mono, color, area color and full color OLED products. The application will cover both consumer electronics and industrial instruments segment.

Prospects

The management takes a cautions view on the outlook of its LCD and LCM business into the coming year. The forthcoming business environment is overcast by the slow down of the US economy, the appreciation of Renmenbi and up trend of manufacturing costs. The Group's profitability will inevitably be under pressure. The Group will continue to strengthen our foothold in the medium to high end segment by broadening and enlarging our customer base. We believe our extensive market and well-equipped production capability can lead us to capture more market share. The Group remains very committed to our strategy to move upmarket to capture high value segments, like LCM and TFT to sustain our competitive edge in the market.

Litigation

On 23rd July, 2007, Shenzhen Tian He Jian Sang Electronic Holdings Company Limited ("Shenzhen Tian He Jian Sang") issued legal proceedings in the High Court of Hong Kong against the Company for a sum of RMB10,834,016 (equivalent to approximately HK$12,019,000) and incidental costs. The case was in reliance on certain legal proceedings that took place in the Province of Guangdong, PRC, and a judgment against the Company (the "PRC Judgment") in respect of a dispute regarding the transfer of certain plant and equipment in the PRC. Details of the case were set out in the Company's announcement dated 30th July, 2007. The enforcement of the PRC Judgement, though terminated by a PRC law court on 14th January, 2002, was reinstated by the PRC law court on 9th January, 2008. The Company denied liability and moved to have the case struck off on the ground that the case has been statute-barred. A trial of the preliminary issue was heard in the High Court of Hong Kong and ruled in favour of Shenzhen Tian He Jian Sang. The Company is dissatisfied with the judgement and has filed an appeal to the Court of Appeal. The Directors, after consulting the legal advisors of the Company, are of the opinion that there is a genuine good ground for the case.

LIQUIDITY AND CAPITAL RESOURCES

Our consolidated financial position continued to be healthy. As at 31st March, 2008, the Group's current ratio was 3.4 (2007: 3.2) and gearing ratio, as a ratio of bank borrowings to net worth, was nil. As at 31st March, 2008, the Group had total assets of HK$935 million which were financed by liabilities of HK$171 million and shareholders' equity of HK$764 million.

As at 31st March, 2008, the Group's banking facilities amounted to approximately HK$407 million (2007: HK$180 million) of which approximately HK$154 million (2007: HK$4 million) were utilized for issuance of letters of credit and bills payable.

Certain subsidiaries of the Company have foreign currency time deposits, which expose the Group to foreign currency risk. The management monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

CONTINGENT LIABILITIES AND CHARGES OF ASSETS

As at 31st March, 2008, the Group's jointly controlled entity, Nantong Jianghai, had guarantees amounting to approximately RMB53,000,000 given to banks in respect of banking facilities granted to a third party and amounting to approximately RMB20,000,000 given to her jointly controlled enterprises.

As at balance sheet date, a subsidiary in PRC had pledged approximately HK$145 million equivalent bank deposits against certain banking facilities for the purpose of procurement of certain production equipment.

Except as disclosed above and in the section under "Litigation", the Group had no other material contingent liabilities and there was no charge or pledge on the Group's assets as at 31st March, 2008.

MAJOR CUSTOMERS AND SUPPLIERS

The percentage of the Group's purchases and turnover attributable to major suppliers and customers were as follows:

	2008	2007
Percentage of purchases from the Group's largest supplier	**13%**	7%
Percentage of purchases from the Group's five largest suppliers	**29%**	26%
Percentage of turnover to the Group's largest customer	**2%**	6%
Percentage of turnover to the Group's five largest customers	**9%**	17%

As a result of our customer and supplier diversification, the Group had no material concentration risk in both sales and souring.

As at 31st March, 2008 none of the directors, their associates, or any shareholders which to the knowledge of the directors owned more than 5% of the Company's share capital had any beneficial interest in the Group's five largest customer and/or five largest suppliers.

EMPLOYMENT AND REMUNERATION POLICY

The remuneration package for the Group's employees is structured by reference to market terms and industry's practice. Discretionary bonus and other performance reward are based on the financial performance of the Group and the performance of individual staff. Staff benefit plans maintained by the Group include mandatory and voluntary provident fund scheme and medical insurance.

DIVIDEND

The Board of Directors has resolved to recommend the payment of a final dividend of HK1 cent per share (2007: HK1 cent) for the year ended 31st March, 2008 subject to approval of the shareholders of the Company (the "Shareholders") at the forthcoming Annual General Meeting. The final dividend will be paid on or about 15th October, 2008 to Shareholders whose names appear on the register of members of the Company at the close of business on 9th September, 2008.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from 5th September, 2008 to 9th September, 2008, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the final dividend to be approved at the Annual General Meeting, all properly completed transfer forms accompanied by the relevant share certificates must be lodged with the Company's Share Registrar in Hong Kong, Tricor Secretaries Limited at 26 Floor, Tesbury Centre, 28 Queen's Road East, Hong Kong for registration not later than 4:00 p.m. on 4th September, 2008.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

During the year, the Company repurchased a total of 32,408,000 ordinary shares in the capital of the Company on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") at HK$0.63 per share for a total consideration of, including expenses, of approximately HK$20,540,000. The said shares were subsequently cancelled. Save as disclosed above, there was no purchase, sale or redemption of shares or other listed securities of the Company or by any of its subsidiaries during the year.

CORPORATE GOVERNANCE

None of the Directors of the Company is aware of any information that would reasonably indicate that the Company has not complied with the Code on Corporate Governance Practices (the "Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities of the Stock Exchange (the "Listing Rules"), except that Independent Non-executive Directors are not appointed for a specific term, but subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the provision of the bye-laws of the Company. This deviates from the requirement of Code provision A.4.1. The Board does not believe that arbitrary term limits on the Directors' services are appropriate given that Directors ought to be committed to representing the long-term interests of the shareholders."

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules as its code of conduct regarding securities transactions by the Directors. Having made specific enquiries of all Directors, they have confirmed their compliance with the required standard as set out in the Model Code throughout the year ended 31st March, 2008.

AUDIT COMMITTEE

The audit committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the financial statements of the Group for the year ended 31st March, 2008.

PUBLICATION OF FINAL RESULTS AND ANNUAL REPORT

The annual results announcement is published on the websites of The Hong Kong Exchanges and Clearing Limited (http://www.hkexnews.hk) and the Company (http://www.yeebo.com.hk). The annual report will be dispatched to the Shareholders and will be available on the above websites in due course.

By order of the Board
Lau Siu Ki, Kevin
Company Secretary

Hong Kong, 17th July, 2008

As at the date of this announcement, the Board comprises Mr. Fang Hung, Kenneth, GBS, JP, Mr. Li Kwok Wai, Frankie and Mr. Leung Tze Kuen as executive directors and The Hon. Tien Pei Chun, James, GBS, JP, Mr. Chu Chi Wai, Allan and Mr. Lau Yuen Sun, Adrian as independent non-executive directors.