SUGA INTERNATIONAL HOLDINGS LIMITED
信佳國際集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 912)

INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2008

FINANCIAL HIGHLIGHTS

– Revenue amounted to HK$409.2 million (2007: HK$343.3 million)

– Gross profit was HK$50.9 million (2007: HK$45.0 million)

– Profit attributable to shareholders was HK$13.1 million (2007: HK$9.7 million)

– Basic earnings per share was HK5.69 cents (2007: HK4.22 cents)

– The Board proposed an interim dividend of HK2.0 cents per share (2007: HK1.0 cent)

The Board of Directors (the “Board”) of Suga International Holdings Limited would like to announce the unaudited consolidated results of the Company and its subsidiaries (together “SUGA” or the “Group”) for the six months ended 30 September 2008:

CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2008

		Six months ended 30 September	
		2008	2007
	Note	***HK$’000***	*HK$’000*
		(Unaudited)	(Unaudited)
Revenue	*2*	**409,225**	343,254
Cost of sales	*3*	**(358,318)**	(298,244)
Gross profit		**50,907**	45,010
Other income		**222**	86
Distribution and selling expenses	*3*	**(9,734)**	(9,226)
General and administrative expenses	*3*	**(25,341)**	(24,350)
		16,054	11,520
Finance income	*4*	**353**	157
Finance costs	*4*	**(1,154)**	(1,540)
Finance costs - net	*4*	**(801)**	(1,383)
Profit before income tax		**15,253**	10,137
Income tax expense	*5*	**(2,115)**	(409)
Profit for the period		**13,138**	9,728
Earnings per share for profit attributable to equity holders of the Company during the period			
– Basic (HK cents)	*6*	**5.69**	4.22
– Diluted (HK cents)	*6*	**5.67**	4.17
Interim dividend	*7*	**4,617**	2,307

CONDENSED CONSOLIDATED INTERIM BALANCE SHEET

AS AT 30 SEPTEMBER 2008

	Note	**As at 30 September 2008 HK$'000 (Unaudited)**	As at 31 March 2008 HK$'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment		**64,989**	65,195
Land use rights		**4,465**	4,458
Goodwill		**1,059**	1,059
Interest in an associate		**-**	-
Interest in a jointly controlled entity		**-**	-
Deferred income tax assets		**2,190**	3,106
Trade and other receivables	*8*	**4,719**	-
		77,422	73,818
Current asset			
Inventories		**138,455**	139,664
Trade and other receivables	*8*	**116,105**	104,565
Tax recoverable		**1,462**	1,293
Amounts due from a jointly controlled entity		**23,121**	16,141
Derivative financial instruments		**-**	1,040
Cash and cash equivalents		**75,644**	64,868
		354,787	327,571
Total assets		**432,209**	401,389
LIABILITIES			
Current liabilities			
Trade and other payables	*9*	**108,602**	80,186
Income tax payable		**15,115**	14,266
Bank borrowings		**14,326**	19,404
Finance lease liabilities		**83**	81
Bank advances for factored receivables		**6,047**	6,777
Derivative financial instruments		**1,417**	1,875
		145,590	122,589

	Note	**As at 30 September 2008**	As at 31 March 2008
		HK$'000	*HK$'000*
		(Unaudited)	(Audited)
Non-current liabilities			
Long term bank borrowings		**7,273**	10,909
Finance lease liabilities		**-**	42
Deferred income tax liabilities		**2,880**	2,853
		10,153	13,804
Total liabilities		**155,743**	136,393
EQUITY			
Capital and reserves attributable to the equity holders of the Company			
Share capital		**23,084**	23,084
Other reserves		**96,040**	90,783
Retained earnings			
- Proposed dividend		**4,617**	6,925
- Others		**152,725**	144,204
Total equity		**276,466**	264,996
Total equity and liabilities		**432,209**	401,389
Net current assets		**209,197**	204,982
Total assets less current liabilities		**286,619**	278,800

Notes:

1. Basis of preparation

This unaudited condensed consolidated financial information for the six months ended 30 September 2008 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). This condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 March 2008, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS").

The principal accounting policies and method of computation used in the preparation of this unaudited condensed consolidated interim financial information are consistent with those used in the annual financial statements for the year ended 31 March 2008, except that the following interpretations are mandatory for financial year ending 31 March 2009.

Interpretation relevant and applied to the Group:

- HK(IFRIC)-Int 11, "HKFRS 2 - Group and Treasury Share Transactions", provides guidance on whether share-based transactions involving treasury shares or involving group entities (for example, options over a parent's shares) should be accounted for as equity-settled or cash-settled share-based payment transactions in the stand-alone financial statements of the parent and group companies. This interpretation does not have an impact on the Group's consolidated financial statements. The impact on the stand-alone financial statements of the parent will be disclosed in the financial statements of the Company for the year ending 31 March 2009.

Interpretations not relevant to the Group:

- HK(IFRIC)-Int 12, "Service Concession Arrangements"

- HK(IFRIC)-Int 14, "HKAS 19 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction"

The following new standards, amendments to standards and interpretations have been issued but are not effective for the financial year beginning on 1 April 2008 and have not been early adopted by the Group:

- HKAS 1 (Revised), "Presentation of Financial Statements", effective for annual periods beginning on or after 1 January 2009. The Group will apply HKAS 1 (Revised) from 1 April 2009.

- HKAS 23 (Revised), "Borrowing Costs", effective for annual periods beginning on or after 1 January 2009. The Group will apply HKAS 23 (Revised) from 1 April 2009 but it is currently not applicable to the Group as there are no qualifying assets.

- HKAS 27 (Revised), "Consolidated and Separate Financial Statements", effective for annual periods beginning on or after 1 July 2009. The Group will apply HKAS 27 (Revised) from 1 April 2010.

- HKAS 32 (Amendment), "Financial Instruments: Presentation", and consequential amendments to HKAS 1, "Presentation of financial statements – Puttable Financial Instruments and Obligations Arising on Liquidation", effective for annual periods beginning on or after 1 January 2009. The Group will apply HKAS 32 and HKAS 1 amendments from 1 April 2009, but it is not expected to have any impact on the Group's financial statements.

- HKAS 39 (Amendment), "Financial Instruments: Recognition and Measurement", permits reclassification of certain financial assets out of the held-for-trading and available-for-sale categories if specified conditions are met. The related amendment to HKFRS 7, "Financial Instruments: Disclosures", introduces disclosure requirements with respect to financial assets reclassified out of the held-for-trading and available-for-sale categories. The amendments are effective prospectively from 1 July 2008. These amendments do not have any impact on the Group's financial statements, as the Group has not reclassified any financial assets.

- HKFRS 1 (Amendment), “First-time Adoption of Hong Kong Financial Reporting Standards” and HKAS 27 “Consolidated and Separate Financial Statements”, effective for annual periods beginning on or after 1 January 2009. The Group will apply HKFRS 1(Amendment) and HKAS 27 (Amendment) prospectively from 1 April 2009.

- HKFRS 2 (Amendment), “Share-based Payment – Vesting Conditions and Cancellations”, effective for annual periods beginning on or after 1 January 2009. The Group will apply HKFRS 2 (Amendment) from 1 April 2009, but it is not expected to have any impact on the Group’s financial statements.

- HKFRS 3 (Revised), “Business Combinations” and consequential amendments to HKAS 27, “Consolidated and Separate Financial Statements”, HKAS 28, “Investments in Associates” and HKAS 31, “Interests in Joint Ventures”, effective prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 July 2009. The Group will apply HKFRS 3 (Revised) and consequential amendments to HKAS 27, HKAS 28 and HKAS 31 from 1 April 2010.

- HKFRS 8, “Operating Segments”, effective for annual periods beginning on or after 1 January 2009. HKFRS 8 replaces HKAS 14, “Segment Reporting”, and requires a “management approach” under which segment information is presented on the same basis as that used for internal reporting purposes. The Group will apply HKFRS 8 from 1 April 2009. The expected impact is still being assessed in detail by management.

- HK(IFRIC)-Int 13, “Customer Loyalty Programmes”, effective for annual periods beginning on or after 1 July 2008. HK(IFRIC)-Int 13 is not relevant to the Group’s operations because none of the Group’s companies operate any loyalty programmes.

- HK(IFRIC)-Int 15, “Agreement for the Construction of Real Estate”, effective for annual periods beginning on or after 1 January 2009. It is not relevant to the Group.

- HK(IFRIC)-Int 16, “Hedges of a Net Investment in a Foreign Operation”, effective for annual periods beginning on or after 1 October 2008. It is not relevant to the Group.

- Improvements to HKFRS which include amendments to a number of standards, effective for accounting periods beginning on or after 1 January 2009. Management is assessing the effect of all the amendments on the Group’s financial statements.

2. Segment information

(a) Primary reporting format – business segments:

	Six months ended 30 September 2008		
	Consumer electronic products and other products	**Telecommunication products**	**Total**
	HK$'000	*HK$'000*	*HK$'000*
	(Unaudited)	(Unaudited)	(Unaudited)
Total segment revenue	342,683	66,542	409,225
Segment results	13,916	1,916	15,832
Other income			222
Finance income			353
Finance costs			(1,154)
Income tax expense			(2,115)
Profit for the period			13,138

	Six months ended 30 September 2007		
	Consumer electronic products and other products	Telecommunication products	Total
	HK$'000	*HK$'000*	*HK$'000*
	(Unaudited)	(Unaudited)	(Unaudited)
Total segment revenue	268,111	75,143	343,254
Segment results	10,502	932	11,434
Other income			86
Finance income			157
Finance costs			(1,540)
Income tax expense			(409)
Profit for the period			9,728

(b) *Secondary reporting format - geographical segments:*

	Six months ended 30 September			
	2008		2007	
	Revenue	**Segment results**	Revenue	Segment results
	HK$'000	***HK$'000***	*HK$'000*	*HK$'000*
	(Unaudited)	**(Unaudited)**	(Unaudited)	(Unaudited)
The United States of America	**149,002**	**12,296**	124,601	9,459
Asian Pacific Region (excluding Mainland China)	**123,810**	**884**	136,810	838
Europe	**120,546**	**1,965**	65,134	1,034
Mainland China	**15,867**	**687**	16,709	103
	409,225	**15,832**	343,254	11,434

3. Expenses by nature

Expenses included in cost of sales, distribution and selling expenses and general and administrative expenses are analysed as follows:

	Six months ended 30 September	
	2008	2007
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Cost of inventories	**315,237**	264,617
Staff costs, including directors' emoluments	**41,248**	33,482
Depreciation of property, machinery and equipment		
- owned assets	**8,182**	10,252
- assets held under finance leases	**42**	42
Amortisation of land use rights	**66**	64
Provision for impairment of trade receivables	**29**	369
(Written back of provision for)/provision for obsolete and slow-moving inventories	**(104)**	16
Fair value loss on derivative instruments	**582**	-
Research and development cost	**1,486**	987
Other expenses	**26,625**	21,991
Total cost of sales, distribution and selling expenses and general and administrative expenses	**393,393**	331,820

4. Finance income and finance costs

	Six months ended 30 September	
	2008	2007
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Interest on:		
- bank borrowings wholly repayable within five years	**(1,152)**	(1,536)
- finance leases liabilities	**(2)**	(4)
Finance costs	**(1,154)**	(1,540)
Finance income	**353**	157
Finance costs - net	**(801)**	(1,383)

5. Income tax expense

Hong Kong profits tax has been provided at the rate of 16.5% (2007: 17.5%) on the estimated assessable profit for the period. Taxation on overseas profits has been calculated on the estimated assessable profit for the period at the rates of taxation prevailing in the countries in which the Group operates.

	Six months ended 30 September	
	2008	2007
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Current income tax		
- Hong Kong profits tax	**645**	492
- Income tax outside Hong Kong	**528**	110
	1,173	602
Deferred income tax relating to the origination and reversal of temporary differences	**942**	(193)
	2,115	409

6. Earnings per share

(a) Basic

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	Six months ended 30 September	
	2008	2007
	(Unaudited)	(Unaudited)
Profit attributable to equity holders of the Company (HK$'000)	**13,138**	9,728
Weighted average number of ordinary shares in issue ('000)	**230,840**	230,444
Basic earnings per share (HK cents)	**5.69**	4.22

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding assuming conversion of all dilutive potential ordinary shares. The Company has one category of dilutive potential ordinary shares which is the share options granted to employees. For the share options, a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average annual market price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding share options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

	Six months ended 30 September	
	2008	2007
	(Unaudited)	(Unaudited)
Profit attributable to equity holders of the Company (HK$'000)	**13,138**	9,728
Weighted average number of ordinary shares in issue ('000)	**230,840**	230,444
Adjustments for share options ('000)	**995**	2,827
Weighted average number of ordinary shares for diluted earnings per share ('000)	**231,835**	233,271
Diluted earnings per share (HK cents)	**5.67**	4.17

7. **Interim dividend**

The Board has resolved to declare an interim dividend of HK2.0 cents per share (2007: HK1.0 cent) for the six months ended 30 September 2008 to shareholders whose names appear on the register of shareholders of the Company on 2 January 2009. The interim dividend will be paid on or before 16 January 2009.

8. **Trade and other receivables**

The ageing analysis of trade receivables is as follows:

	As at 30 September 2008 *HK$'000* **(Unaudited)**	As at 31 March 2008 *HK$'000* (Audited)
0 to 30 days	**103,141**	63,696
31 to 60 days	**635**	6,220
61 to 90 days	**183**	6,790
91 to 180 days	**465**	9,896
Over 180 days	**13,353**	11,436
	117,777	98,038
Less: Provision for impairment	**(7,385)**	(10,156)
Trade receivables, net	**110,392**	87,882
Prepayments	**1,234**	2,105
Rental and other deposits	**1,157**	7,432
Value added tax receivables	**6,283**	6,512
Others	**1,758**	634
	120,824	104,565
Less: non-current portion	**(4,719)**	-
Current portion	**116,105**	104,565

9. **Trade and other payables**

The ageing analysis of the trade payables is as follows:

	As at 30 September 2008 *HK$'000* **(Unaudited)**	As at 31 March 2008 *HK$'000* (Audited)
0 to 30 days	**84,652**	55,082
31 to 60 days	**5,959**	6,108
61 to 90 days	**3,610**	1,963
91 to 180 days	**1,941**	4,882
Over 180 days	**1,137**	2,566
Trade payables	**97,299**	70,601
Salaries and staff welfare	**5,926**	4,871
Accrued expenses	**2,932**	2,816
Others	**2,445**	1,898
	108,602	80,186

CHAIRMAN'S MESSAGE

Despite the global financial turmoil and poor market conditions for the manufacturing industry, SUGA recorded turnover of approximately HK$409.2 million for the review period, up 19.2% from HK$343.3 million for the same period last year. The increase in turnover is mainly attributable to the solid orders for some of our specialised electronic products.

The Group's gross profit grew to HK$50.9 million compared to HK$45.0 million for the corresponding period of last year. Gross profit margin was 12.4% (2007: 13.1%). Distribution and selling expenses along with general and administrative expenses increased by 4.5%. The slightly decrease in gross profit margin and the increase in general and administrative expenses was mainly due to the drastic increase in operating costs in China, especially the labour costs, and the appreciation of the Renminbi ("RMB") against United States dollar ("USD"). As our boosted effort to improve fund management and reduce bank borrowings, net finance costs during the period decreased notably. Profit attributable to shareholders increased by 35.1% to HK$13.1 million (2007: HK$9.7 million). Net profit margin was 3.2% (2007: 2.8%). Basic earnings per share was HK5.69 cents (2007: HK4.22 cents).

Business Overview

Consumer Electronic Products

Continuous efforts of the Group to focus on specialised electronic products during the period paid off, as reflected by the 27.8% increase in sales of this segment to HK$342.7 million, as compared with the corresponding period last year. The sector was our main source of revenue for the reporting period, which accounted for 83.7% of the Group's total sales..

A key revenue contributor of the business segment, pet training devices, achieved satisfactory growth and solid income during the period. Such growth indicated the economic downturn has not affected spending on pets by their owners. Apart from contributing significant revenue to the Group, we are also pleased to note that our "Spray Pet Training Products" line won the customer's "Innovation Award of 2008" in August 2008.

Our interactive educational products tailored specially for schools also delivered impressive performance. Their sales surged by three folds against the last corresponding period. We manufacture the central system and the student learning devices for use in the classroom environment. With interactive education becoming more popular in the United States of America ("US") and Europe, our products have enormous room for growth in those markets.

Another branch of our specialised electronic products business was the electronic ticket processors. Though still a modest activity, sales of such devices doubled in the past six months compared with the same period last year. This customer is currently selling the electronic ticket processors in the Asian Pacific Region and Europe. We are confident of receiving more orders from this customer as its products continue to penetrate the market.

As for other general consumer electronic products, such as Bluetooth headsets and electronic home appliances, their sales declined. The Group took it as an indication of the need to shift focus and reallocate resources to niche and specialised products with higher margins.

Telecommunication products

Revenue from the telecommunication products segment declined by 11.4% to HK$66.5 million and accounted for 16.3% of the Group's total turnover. The decline was mainly due to the departure of a network product customer. However, we received solid orders from existing Japanese customers for key telephone systems and voice-over-internet protocol (VoIP) phones, which had helped to moderate the loss in revenue and profit caused by departure of that network product customer.

Prospects

We will continue to focus on manufacture of niche products that have higher margins and are resilient in the unstable economic environment in our strive to assume leadership in the specialised electronic products segment. In September 2008, we secured new orders from a leading US professional audio equipment company. The new customer expressed confidence in our capabilities and skilled workforce, proving that opportunities are still available for capable manufacturers like SUGA in difficult times. We expect this new customer to bring significant revenue to the Group in the second half of this fiscal year.

To grow our customer base, we will continue to strengthen our research and development ("R&D") capabilities. The Group is committed to providing customers with value-adding total solutions, and in doing so hopes to bolster SUGA's position as an original design manufacturer. To this end, we recently forged partnership with a technology company to develop a Video Pico Projector. The projector won the Gold Award at the HKEIA Award for Outstanding Innovation and Technology Products 2008 (Portable Electronics Category) bearing witness to our strong R&D capabilities. We expect the new mini-video projector will be well received by the market and contribute revenue growth of the Group in the coming fiscal year. We are also confident that our continuous research effort will develop more high-margin products that can turn into strong income sources for the Group in the future.

Remaining positive that the current economic downturn will bring about a consolidation period which will weed out less competitive players, SUGA is certainly in a strong position to capture more market share. The Group has a cash balance of over HK$75 million and also has significant banking facilities at our disposal, giving us great flexibility in pursuing business expansion if we so desired. However, we will carefully assess opportunities presented to us with the best interest of shareholders in mind.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2008, net current assets of the Group maintained at a healthy level of HK$209.2 million with a liquidity ratio of 2.44 (31 March 2008: 2.67). Gearing ratio (calculated by dividing total bank borrowings by total equity) decreased to 7.8% from 11.5% as at 31 March 2008. The Group was able to maintain a net cash position of HK$54.0 million as at 30 September 2008 (31 March 2008: HK$34.4 million).

As at 30 September 2008, the Group had aggregate banking facilities of approximately HK$448 million (31 March 2008: HK$439 million) from its principal bankers for overdrafts, loans and trade financing, with unused facilities of HK$380 million (31 March 2008: HK$354 million).

The Group generally finances its business operations by internal generated resources and banking facilities provided by its principal bankers in Hong Kong. Banking facilities used by the Group include revolving bank loans, trust receipt loans, overdrafts, leasing and term loans, which are primarily on floating interest rates.

FOREIGN EXCHANGE EXPOSURE

Most of the Group's business transactions are denominated either in HKD, USD or RMB. As USD is pegged to HKD, the Group does not expect any significant movements in the USD/HKD exchange rate.

As all of the Group's production plants are based in the People's Republic of China, most of the wages, salaries and manufacturing overheads are mainly denominated in RMB. The continued appreciations of RMB inevitably increase our production costs. However, the appreciation of the RMB was slow down during the period under review, and we expect the exchange rate of RMB against USD will remain steady in the second half of this fiscal year. The Group has entered into several foreign exchange contracts to minimise the currency translation risk of RMB against HKD/USD.

PLEDGE OF ASSETS

As at 30 September 2008, the Group did not pledge any of its assets (31 March 2008: nil) as securities for generating banking facilities granted to the Group.

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

As at 30 September 2008, the Group had no outstanding capital commitment (31 March 2008: nil). Corporate guarantees given by the Company to banks to secure the borrowings granted to subsidiaries as at 30 September 2008 amounted to HK$61.6 million (31 March 2008: HK$77.3 million) and the Group did not have any other contingent liabilities.

HUMAN RESOURCES

As at 30 September 2008, the Group had approximately 1,973 employees, of which 72 were based in Hong Kong and Macao while the rest were mainly in Mainland China. Remuneration policy was reviewed regularly, making reference to current legislation, market condition and both the individual and company performance. In addition to salaries and other usual benefits like annual leave, medical insurance and various mandatory pension schemes, the Group also provides educational sponsorship subsidies, discretionary performance bonus and share options. A share option scheme was adopted on 17 September 2002 that is valid and effective for a period of 10 years from the adoption date. The principal terms of share option scheme are as disclosed in the Company's FY2007/08 Annual Report.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

The Company did not redeem any of its shares during the period. Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's shares during the period.

CORPORATE GOVERNANCE

The Company had complied with the code of provisions as set out in the Appendix 14 "Code of Corporate Governance Practices" to the Listing Rules (the "Code") throughout the period, except the deviation from the code provision A.2.1. According to the code provision A.2.1 of the Code, the roles of Chairman and Chief Executive Officer should be separate and should not be performed by the same individual. Up to the date of this interim report, the Company does not have a separate Chairman and Chief Executive Officer and Mr. Ng Chi Ho currently holds both positions. The Board believes that vesting the roles of Chairman and Chief Executive Officer in the same person provides the Group with strong and consistent leadership in the development and execution of long-term business strategies. Going forward, the Group will periodically review the effectiveness of this arrangement and considers appointing an individual as Chief Executive Officer when it thinks appropriate.

AUDIT COMMITTEE

The Audit Committee has reviewed with the management the accounting policies and practices adopted by the Group and discussed, among other things, the internal control and financial reporting matters, including the review of the unaudited interim financial information for the six months ended 30 September 2008.

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK2.0 cents per share for the six months ended 30 September 2008 (2007: HK1.0 cent) to shareholders whose names appear on the register of shareholders of the Company on 2 January 2009. The interim dividend will be paid on or before 16 January 2009.

CLOSURE OF REGISTER

The register of shareholders of the Company will be closed from 30 December 2008 to 2 January 2009 (both days inclusive) during which period no transfer of shares will be effected. In order to qualify for the interim dividend, all transfers of shares accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrar, Computershare Hong Kong Investor Services Limited, Shops 1712–16, 17/F., Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Monday, 29 December 2008 for registration.

PUBLICATION OF INTERIM RESULTS ON THE STOCK EXCHANGE'S WEBSITE

All the financial and other related information of the Company required by the Listing Rules will be published on the Stock Exchange's designated website at (www.hkexnews.hk) and the Company's website at (www.suga.com.hk). The interim report will be dispatched to the shareholders and will be available on the designated website of the Stock Exchange and the website of the Company in due course.

On behalf of the board of directors
NG Chi Ho
Chairman

Hong Kong, 10 December 2008

The Directors of the Company as at the date of this announcement are Mr. Ng Chi Ho, Mr. Ma Fung On and Mr. Wong Wai Lik, Lamson as executive directors; Professor Wong Sook Leung, Joshua, Mr. Murase Hiroshi and Mr. Leung Yu Ming, Steven as independent non-executive directors.