BESTWAY INTERNATIONAL HOLDINGS LIMITED
百威國際控股有限公司*

(incorporated in Bermuda with limited liability)

(Stock code: 718)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 MARCH 2010

The Board of Directors of the Company announces the audited consolidated results of the Company and its subsidiaries (the "**Group**") for the year ended 31 March 2010 together with the comparative figures of year 2009 as follows:–

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 March 2010

	Notes	**2010** *HK$'000*	2009 *HK$'000*
Continuing operations			
Revenue	*4*	**14,165**	16,966
Cost of sales		**(12,688)**	(15,423)
Gross profit		**1,477**	1,543
Other income	*4*	**942**	7,644
Selling and distribution costs		**(73)**	(41)
Administrative expenses		**(9,372)**	(12,986)
Other operating expenses, net		**(75)**	96
Finance costs	*6*	**(644)**	–
Gain on disposal of subsidiaries	*14*	**9,259**	–
Profit/(Loss) before taxation	*5*	**1,514**	(3,744)
Taxation	*7*	**–**	–
Profit/(Loss) for the year from continuing operations		**1,514**	(3,744)
Discontinued operations			
Profit for the year from discontinued operations	*8*	**2,006**	6,955
Profit for the year		**3,520**	3,211
Other comprehensive income			
Exchange difference arising on translation		**79**	2,971
Total comprehensive income for the year		**3,599**	6,182

* *For identification purposes only*

	Notes	**2010** *HK$'000*	2009 *HK$'000*
Profit for the year attributable to:			
Owners of the Company		**3,520**	3,286
Non-controlling interests		**–**	(75)
		3,520	3,211
Total comprehensive income attributable to:			
Owners of the Company		**3,599**	6,205
Non-controlling interests		**–**	(23)
		3,599	6,182
Earnings/(Loss) per share for profit/(loss) attributable to the owners of the Company:	*9*		
From continuing and discontinued operations			
Basic		**0.61 HK cents**	0.75 HK cents
Diluted		**0.30 HK cents**	N/A
From continuing operations			
Basic		**0.26 HK cents**	(0.86) HK cents
Diluted		**0.13 HK cents**	N/A

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2010

	Notes	**2010** **HK$'000**	2009 *HK$'000*
Non-current assets			
Property, plant and equipment		**345**	8
Exploration and evaluation assets		**863**	–
Mining rights		**1,001,130**	–
Long term receivables		**–**	2,436
		1,002,338	2,444
Current assets			
Trade receivables	*10*	**5,591**	2,669
Prepayments, deposits and other receivables		**273**	16,479
Cash at bank and in hand		**10,871**	3,854
		16,735	23,002
Assets of disposal group classified as held for sale		**–**	143,419
		16,735	166,421
Current liabilities			
Trade payables	*11*	**5,155**	458
Other payables and accruals		**1,596**	4,095
Provision		**–**	314
		6,751	4,867
Liabilities of disposal group associated with assets classified as held for sale		**–**	71,495
		6,751	76,362
Net current assets		**9,984**	90,059
Total assets less current liabilities		**1,012,322**	92,503
Non-current liabilities			
Promissory notes		**18,607**	–
Deferred tax liabilities		**230,281**	–
		248,888	–
Net assets		**763,434**	92,503
Capital and reserves			
Share capital		**323,357**	43,690
Reserves		**440,077**	48,813
Total equity		**763,434**	92,503

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 March 2010

1. General information

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**") which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("**HKAS**") and Interpretations ("**Int**") issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). The consolidated financial statements also include the applicable disclosure requirements of the Hong Kong Companies Ordinance and the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**").

2. Application of new and revised Hong Kong Financial Reporting Standards ("HKFRSs")

In the current year, the Group has applied the following new and revised standards, amendments and interpretations ("**new and revised HKFRSs**") issued by the Hong Kong Institute of Certified Public Accountants.

HKAS 1 (Revised 2007)	Presentation of Financial Statements
HKAS 23 (Revised 2007)	Borrowing Costs
HKAS 32 & 1 (Amendments)	Puttable Financial Instruments and Obligations Arising on Liquidation
HKFRS 1 & HKAS 27 (Amendments)	Cost of an Investment in Subsidiary, Jointly Controlled Entity or Associate
HKFRS 2 (Amendment)	Vesting Conditions and Cancellations
HKFRS 7 (Amendment)	Improving Disclosures about Financial Instruments
HKFRS 8	Operating Segments
HK(IFRIC) – Int 9 & HKAS 39 (Amendments)	Embedded Derivatives
HK(IFRIC) – Int 13	Customer Loyalty Programmes
HK(IFRIC) – Int 15	Agreements for the Construction of Real Estate
HK(IFRIC) – Int 16	Hedges of a Net Investment in a Foreign Operation
HK(IFRIC) – Int 18	Transfers of Assets from Customers
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2008, except for the amendment to HKFRS 5 that is effective for annual periods beginning on or after 1 July 2009
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2009 in relation to the amendment to paragraph 80 of HKAS 39

Except as described below, the adoption of the new and revised HKFRSs had no material effect on the consolidated financial statements of the Group for the current or prior accounting periods.

New and revised HKFRSs affecting presentation and disclosure only

HKAS 1 (Revised 2007) Presentation of Financial Statements

HKAS 1 (Revised 2007) has introduced terminology changes (including revised titles for the consolidated financial statements) and changes in the format and content of the consolidated financial statements.

HKFRS 8 Operating Segments

HKFRS 8 is a disclosure standard that has not resulted in a redesignation of the Group's reportable segment.

Improving Disclosures about Financial Instruments (Amendments to HKFRS 7 Financial Instruments: Disclosures)

The amendments to HKFRS 7 expand the disclosures required in relation to fair value measurements in respect of financial instruments which are measured at fair value. The Group has not provided comparative information for the expanded disclosures in accordance with the transitional provision set out in the amendments.

3. Segment information

The Group has adopted HKFRS 8 Operating Segments with effect from 1 April 2009. HKFRS 8 is a disclosure standard that requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker (the "**CODM**") for the purpose of allocating resources to segments and assessing their performance. In contrast, the predecessor Standard (HKAS 14 Segment Reporting) required an entity to identify two sets of segments (business and geographical) using a risks and return approach.

All of the Group's activities are engaged in the manufacturing and trading of plastic products, mainly PVC films. As set out in note 13, on 31 December 2009, the Group completed its acquisition of entire interest in the mining companies established in the Republic of Mongolia and henceforth became engaged in the mining business. However, no active operation took place between the date of acquisition and the end of the reporting period. Therefore the Group's CODM considers there to be only one operating segment under the requirements of HKFRS 8.

No geographical segment analysis is provided as over 90% of the Group's revenue and contribution to results are derived from the People's Republic of China (the "**PRC**") and substantial amount of the Group's assets and liabilities are located in the PRC.

For the year ended 31 March 2010, revenue from three customers of the Group amounting to HK$10,343,374, HK$8,626,000 and HK$7,157,000 had individually accounted for over 10% of the Group's total revenue.

For the year ended 31 March 2009, revenue from one customer of the Group amounting to HK$58,115,000 had individually accounted for over 10% of the Group's total revenue.

4. Revenue and other income

Revenue represents the net invoiced value of goods sold, after allowances for returns and trade discounts.

An analysis of revenue and other income is as follows:

	Continuing operations		**Discontinued operations**		**Consolidated**	
	2010	2009	**2010**	2009	**2010**	2009
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Revenue						
Sales of goods	**14,165**	16,966	**52,011**	255,403	**66,176**	272,369
Other income						
Bank interest income	**1**	1	**–**	78	**1**	79
Gain on disposal of prepaid lease payment	**–**	–	**646**	–	**646**	–
Investment income from long term receivables	**262**	288	**–**	–	**262**	288
Management fee income	**–**	6,600	**–**	–	**–**	6,600
Waive of other payable	**72**	754	**–**	394	**72**	1,148
Sundry income	**607**	1	**20**	317	**627**	318
	942	7,644	**666**	789	**1,608**	8,433

5. Profit/(loss) before taxation

Profit/(Loss) before taxation has been arrived at after charging/(crediting):

	Continuing operations		Discontinued operations		Consolidated	
	2010	2009	**2010**	2009	**2010**	2009
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Cost of inventories sold	**12,688**	15,423	**45,725**	223,477	**58,413**	238,900
Depreciation	**15**	15	**–**	2,870	**15**	2,885
Less: Amount included in cost of inventories sold	**–**	–	**–**	(2,723)	**–**	(2,723)
	15	15	**–**	147	**15**	162
Amortisation of prepaid lease payments	**–**	–	**–**	29	**–**	29
Minimum lease payments under operating leases in respect of land and buildings	**–**	–	**125**	360	**125**	360
Less: Amount included in cost of inventories sold	**–**	–	**–**	(41)	**–**	(41)
	–	–	**125**	319	**125**	319
Auditor's remuneration	**538**	480	**–**	–	**538**	480
Employee benefits expense (excluding directors' remuneration):						
Wages and salaries	**1,175**	3,280	**1,138**	6,609	**2,313**	9,889
Less: Amount included in cost of inventories sold	**–**	–	**(235)**	(4,188)	**(235)**	(4,188)
	1,175	3,280	**903**	2,421	**2,078**	5,701
Pension scheme contributions	**78**	109	**22**	293	**100**	402
Net exchange (gain)/loss*	**60**	(111)	**(196)**	2,824	**(136)**	2,713
Bad debts*	**–**	–	**–**	769	**–**	769
Gain on disposal of property, plant and equipment*	**–**	–	**–**	(35)	**–**	(35)
Loss on write off of property, plant and equipment*	**6**	–	**–**	–	**6**	–

* *These items are included in "Other operating expenses, net" on the face of the consolidated statement of comprehensive income.*

6. Finance costs

	Continuing operations		Discontinued operations		Consolidated	
	2010	2009	**2010**	2009	**2010**	2009
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Interest on:						
Bank loans and other loans wholly repayable within five years	**–**	–	**793**	3,528	**793**	3,528
Finance leases	**–**	–	**13**	35	**13**	35
Promissory notes	**644**	–	**–**	–	**644**	–
	644	–	**806**	3,563	**1,450**	3,563

7. Taxation

	Continuing operations		Discontinued operations		Consolidated	
	2010	2009	**2010**	2009	**2010**	2009
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong Profits Tax						
– current year	**–**	–	**234**	–	**234**	–

No Hong Kong Profits Tax in continuing operations has been provided as the Group had sufficient tax losses brought forward to set off against the assessable profits for the year (2009: Nil).

8. Discontinued operations

On 20 June 2008, Bestway Group International Limited ("**Bestway GI**"), a wholly-owned subsidiary of the Company, had entered into a sale and purchase agreement with Eastern Wide Investments Limited ("**the Disposal Purchaser**"), pursuant to which Bestway GI has agreed to sell the entire issued shares of Best Faith Plastic Products Limited, Bestway Plastic Products Limited and Bestget Plastic Products Limited, (collectively as the "**Disposal Group**") to the Disposal Purchaser. The disposal was completed on 30 July 2009. Please refer to note 14 for details. Following this disposal, the Group discontinued its manufacturing and certain trading of plastic products.

The combined results and cash flows of the discontinued operations included in the consolidated statement of comprehensive income and the consolidated statement of cash flows are set out below.

	1.4.2009 to 30.7.2009	1.4.2008 to 31.3.2009
	HK$'000	*HK$'000*
Profit for the year from discontinued operations		
Revenue	**52,011**	255,403
Cost of sales	**(45,725)**	(223,477)
Gross profit	**6,286**	31,926
Other income	**666**	789
Selling and distribution costs	**(857)**	(3,501)
Administrative expenses	**(3,206)**	(14,753)
Other operating expenses, net	**157**	(3,943)
Finance costs	**(806)**	(3,563)
Profit before taxation	**2,240**	6,955
Taxation	**(234)**	–
Profit for the year from discontinued operations	**2,006**	6,955
Cash flows from discontinued operations		
Net cash from operating activities	**10,634**	12,869
Net cash from/(used in) investing activities	**1,423**	(364)
Net cash used in financing activities	**(20,007)**	(14,662)
Net cash outflows	**(7,950)**	(2,157)

The assets and liabilities attributable to the Disposal Group had been classified and accounted for at 31 March 2009 as a disposal group held for sale and are presented separately in the consolidated statement of financial position.

9. Earnings/(loss) per share

The calculation of the basic and diluted earnings/(loss) per share attributable to the owners of the Company is based on the following data:

From continuing and discontinued operations

	2010	2009
	HK$'000	*HK$'000*
Earnings		
Profit for the year attributable to owners of the Company for the purpose of basic earnings per share	**3,520**	3,286

	2010	2009
	'000	*'000*
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**579,534**	436,896
Effect of diluted ordinary shares – convertible preference shares	**596,467**	
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**1,176,001**	

From continuing operations

	2010	2009
	HK$'000	*HK$'000*
Earnings/(Loss)		
Profit/(Loss) for the purpose of basic and diluted earnings/(loss) per share from continuing operations	**1,514**	(3,744)

	2010	2009
	'000	*'000*
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings/(loss) per share	**579,534**	436,896
Effect of diluted ordinary shares – convertible preference shares	**596,467**	
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**1,176,001**	

From discontinued operations

	2010	2009
	HK$'000	*HK$'000*
Earnings		
Profit for the purpose of basic and diluted earnings per share from discontinued operations	**2,006**	7,030

	2010	2009
	'000	*'000*
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**579,534**	436,896
Effect of diluted ordinary shares – convertible preference shares	**596,467**	
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**1,176,001**	

10. Trade receivables

	2010	2009
	HK$'000	*HK$'000*
Trade receivables	**5,591**	2,669

The Group's trading terms with its customers generally have credit terms of up to 60 days and non-interest bearing (except for certain well-established customers having strong financial strength, good repayment history and credit worthiness, where the credit terms are extended to 90 days). Overdue balances are reviewed regularly by senior management.

The aging analysis of the trade receivables net of allowance for doubtful debts at the end of the reporting period is as follows:

	2010	2009
	HK$'000	*HK$'000*
Within 30 days	**349**	1,700
31 to 60 days	**2,087**	486
61 to 90 days	**3,155**	483
	5,591	2,669

11. Trade payables

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

	2010	2009
	HK$'000	*HK$'000*
Within 30 days	**322**	313
31 to 60 days	**1,925**	99
61 to 90 days	**2,908**	–
Over 90 days	**–**	46
	5,155	458

12. Dividend

The directors do not recommend the payment of any dividend in respect of the year ended 31 March 2010 (2009: Nil).

13. Acquisition of subsidiaries

On 31 December 2009, the Group acquired the entire issued share capital of Prolific Rich Limited and Grand Shining Limited which are limited liability companies incorporated in British Virgin Islands. Prolific Rich Limited and Grand Shining Limited hold the entire issued shares in Kainarwolfram LLC and Ikh Uuliin Erdenes LLC, respectively, both companies being incorporated in Mongolia with limited liabilities, which in turn, hold the interest in mining rights of certain mines in Mongolia.

The fair values of the identifiable assets and liabilities acquired in the transaction are as follows:

	Acquirees' carrying amount before combination *HK$'000*	**Fair value adjustment** *HK$'000*	**Fair value** *HK$'000*
Property, plant and equipment	13	–	13
Exploration and evaluation assets	813	–	813
Mining rights	80,005	921,125	1,001,130
Cash at bank and in hand	23	–	23
Deferred tax liabilities	–	(230,281)	(230,281)
	80,854	690,844	771,698

Total consideration satisfied by:	
Cash paid	102,000
Promissory notes	19,963
Convertible preference shares	649,735
	771,698
Net cash outflow arising on acquisition:	
Cash consideration paid	102,000
Cash at bank and in hand	(23)
	101,977

14. Disposal of subsidiaries

During the year, the Group disposed its entire issued share capital of Best Faith Plastic Products Limited, Bestway Plastic Products Limited and Bestget Plastic Products Limited, which are engaged in the manufacturing and trading of plastic products, and together with Rich Ocean Limited, for a consideration of HK$78,543,000. The net assets of the disposed subsidiaries at the date of disposal are summarized as follows:

	2010
	HK$'000
Net assets disposed of:	
Property, plant and equipment	**57,854**
Prepaid lease payments	**2,993**
Long term receivables	**2,130**
Inventories	**15,425**
Trade receivables	**25,842**
Prepayments, deposits and other receivables	**7,019**
Pledged deposits	**11,545**
Cash at bank and in hand	**7,686**
Trade payables	**(10,313)**
Other payables and accruals	**(9,528)**
Tax payable	**(6,162)**
Interest-bearing bank and other borrowings	**(27,985)**
Provision	**(261)**
	76,245
Non-controlling interests	**(1,998)**
Release of exchange fluctuation reserve	**(4,963)**
	69,284
Gain on disposal	**9,259**
Total consideration	**78,543**
Satisfied by:	
Cash	**78,543**

Net cash inflow arising on disposal:

	2010
	HK$'000
Cash consideration	**78,543**
Cash at bank and in hand	**(7,686)**
	70,857

BUSINESS REVIEW

Plastic Trading

Continuing Operations

The principal activity for the continuing operations of the Group during the year was trading of plastic product, mainly PVC films. The Group recorded a revenue of HK$14,165,000 (2009: HK$16,966,000) which represented a decrease in revenue of approximately 16.51% over that achieved for the corresponding period last year. Gross profit margin had increased to 10.43% (2009: 9.09%). The increase of gross profit margin was mainly due to the increase in the sales of high value added post film products. The sales volume and average selling price per ton for the year were 1,245 tons and HK$1,133 respectively as compared with 1,514 tons and HK$1,120 for last year. The net profit of continuing operations attributable to the owners of the Company was HK$1,514,000 compared with a loss of HK$3,744,000 incurred for the last year. The Group's basic earnings per share from continuing and discontinued operations for the year was HK$0.61 cents when compared with the earnings per share of HK$0.75 cents for last year.

Discontinued Operations

The principal activity of the discontinued operations of the Group during the year was manufacturing and trading of the PVC films. The Group recorded a revenue of HK$52,011,000 (2009: HK$255,403,000) which represented a decrease in revenue of approximately 79.6% over that achieved for the corresponding period last year. The decrease of revenue for discontinued operations was mainly due to the disposal of discontinued operations which were completed on 30 July 2009, and therefore, the revenue for the year was only accounted for four months basis compared with twelve months basis for last year.

The Group's basic earnings per share from continuing operations for the year was HK$0.26 cents when compared with loss of HK$0.86 cents for last year. The Group's basic earnings per share from discontinued operations for the year was HK$0.35 cents when compared with the earning per share of HK$1.61 cents for last year.

Mining Business

(i) Kainarwolfram LLC

Kainarwolfram LLC owns properties under Mining Licenses 11027A and 5518A, which are located in the territory of Nogoonnuur Soum, Bayan-Ulgii province.

In 2010, the Mining Plan for 2010 was written and approved by the Mineral's Authority of Mongolia and the State Supervision agency. Now the documents are ready for starting the mining and processing activities.

In June 2010, the Joint Supervision Group checked the legal status and documents of the company. As a result of the supervision, the company was estimated to be the best among the mining companies in the province. Assessment was done on the basis of tax payment, possession of all required documents, plans, reports, safekeeping of explosives and protection of environment.

Another tenement owned by Kainarwolfram LLC is the property under Mining License 11863A, which is located in the territory of Tsengel Soum, Bayan-Ulgii province.

Feasibility study and environmental assessment report should be written and approved by the Mineral's authority, Supervision agency and the Ministry of Environment. Kainarwolfram LLC signed preliminary contract on doing these works with a Mongolian company, which has authorization to write environmental assessment reports.

Previous geological surveys show very high grade of tungsten in this property, so future mining works are necessary after completion of all required documents. The expert also believes it a good upside potential.

The company pays all due taxes, license and land fees in time and has no debts related to such fees.

(ii) Ikh Uuliin Erdenes LLC

The company owns the property under the Mining License 3506A, which is located in the territory of Nogoonnuur Soum, Bayan-Ulgii province.

Detailed geological exploration work was done on the property in the past years. On the basis of previous works, Feasibility study and environmental assessment report on the property are in the drafting process now, and would have being delivered for approval by the related government authorities.

The company makes timely payments of all taxes, license and land fees. The property has good perspectives for industrial use of tungsten.

A group of experts is working on the mine and processing plant checking their current status and preparing them for mining. Also, licensed area has very good potential for mining and industrial use. In that connection, it is recommended to expand the current capacities of existing mine and especially of the processing plant. Besides, our competitive advantage is strengthened with the forthcoming situation that, China would probably intensify effort on the export restriction for wolfram in the near future.

FUTURE PLAN AND PROSPECTS

Although the turbulence brought about by the financial tsunami appeared to have stabilized and signs that a recovery has commenced, we cautioned that the process was not expected to be speedy. Against this background, the Group would exercise caution and adopt a prudent and conservative approach in conducting its businesses. We will continue strengthening our purchasing management to minimize the impact on purchasing cost for PVC film trading business and will strive to exploit natural resources, mainly reserves of tungsten. Furthermore, we will remain to commit to our strategy of diversification and broadening of the Group's long term sustainable income base.

FINANCIAL SUMMARY

The Group's revenue for the year ended 31 March 2010 was approximately of HK$14.2 million, The administrative expenses for the year ended 31 March 2010 were approximately of HK$9.4 million, which represented a decrease of 27.8% compared to the administrative expenses incurred in last year.

The profit attributable to the owners of the Company for the year ended 31 March 2010 was HK$3.5 million, as compared to HK$3.3 million in the previous year. The profit was mainly resulted from the gain on disposal of subsidiaries of HK$9.3 million and profit from the discontinued operations of HK$2.0 million.

In July 2009, the Group completed the disposal of subsidiaries and recognized a gain on disposal of approximately HK$9.3 million and received cash consideration HK$78.5 million (note 14) to finance the acquisition of mining business.

A subscription agreement dated 8 July 2009 made between the Company and Excellent Create International Limited ("**Excellent Create**") as subscriber, pursuant to which Excellent Create conditionally agreed to subscribe for and the Company conditionally agreed to issue 80,000,000 subscription shares at a price of HK$0.282 per subscription share. After the completion of the subscription, the Company issued 80,000,000 new ordinary shares at HK$0.282 per share on 27 July 2009. Net proceeds from the subscription was approximately of HK$22.36 million.

Upon the completion of acquisitions of Prolific Rich Limited and Grand Shining Limited, the Group recognized the intangible asset of mining rights at HK$1,001 million and issued promissory notes and non-redeemable preference shares at the fair values of HK$20 million and HK$650 million respectively. In addition, deferred tax liabilities on the mining rights was arisen of HK$230 million (note 13).

CURRENT AND GEARING RATIOS

As at 31 March 2010, the Group's bank balances and cash amounted to HK$10,871,000 (as at 31 March 2009: HK$3,854,000). The Group's net assets value amounted to approximately HK$763,434,000 (as at 31 March 2009: HK$92,503,000) with total assets approximately HK$1,019,073,000 (as at 31 March 2009: HK$168,865,000). Net current assets were approximately HK$9,984,000 (as at 31 March 2009: HK$90,059,000). The current ratio was 2.48 times (as at 31 March 2009: 2.18 times). Since the current and non-current bank and other borrowings were released upon the completion for disposal of subsidiaries in July 2009, a gearing ratio was 0.25 (2009: 0.45 restated) represented on the basis of total liabilities over total assets.

CHARGES ON GROUP'S ASSETS

As at 31 March 2010, the Group had no interest-bearing bank borrowings and assets pledged.

CONTINGENT LIABILITIES

As at 31 March 2010, the Group did not have any contingent liabilities (as at 31 March 2009: Nil).

DIVIDEND

The directors do not recommend the payment of any dividend in respect of the year ended 31 March 2010 (2009: Nil).

EMPLOYEE INFORMATION

As at 31 March 2010, the Group had approximately 18 full time managerial, administrative employees (2009:176). The substantial drop in number of employees was mainly due to the discontinued operations which were disposed in July 2009. The Group affords competitive remuneration packages to its employees based on prevailing and industry practice. Compensation policies are reviewed regularly and are designed to reward and motivate productivity and performance.

ANNUAL GENERAL MEETING

The 2010 Annual General Meeting ("**AGM**") of shareholders of the Company will be held at Room 1102C, 11/F., Tower 1, Admiralty Centre, 18 Harcourt Road, Hong Kong on Tuesday, 21 September 2010 at 4:00 p.m.. The notice of the AGM will be published on the website of the Stock Exchange of Hong Kong Limited at http://www.hkexnews.hk and the Company's website at http://www.irasia.com/listco/hk/bestway/index.htm and also will be despatched to the shareholders of the Company in due course.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Friday, 17 September 2010 to Tuesday, 21 September 2010, both days inclusive, during that period, no transfer of shares of the Company will be registered. In order to qualify for attending and voting at the forthcoming 2010 AGM of the Company, unregistered holders of shares of the Company should ensure that all transfer of shares of the Company accompanied by the relevant share certificates and appropriate transfer forms must be lodged with the Company's Share Registrar in Hong Kong, Tricor Tengis Limited, at 26/F., Tesbury Centre, 28 Queen's Road East, Hong Kong, for registration not later than 4:30 p.m. on Thursday, 16 September 2010.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SHARES

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the year.

AUDIT COMMITTEE

The Company has an Audit Committee which was established in compliance with the Code on Corporate Governance Practices contained in Appendix 14 (the "**CG Codes**") of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") for the purposes of reviewing and providing supervision over the Group's financial reporting process and internal controls. The Group's audited financial statements for the year ended 31 March 2010 has been reviewed by the Audit Committee. The Audit Committee comprises the three independent non-executive Directors of the Company, and meets at least twice annually to perform their duties.

CORPORATE GOVERNANCE

The Company has complied with all the code provisions as set out in the CG Codes throughout the accounting period covered by the annual report with deviations from certain code provisions as explained below:

Chairman and Chief Executive

CG Code provision A.2.1 stipulates that the roles of chairman and chief executive should be separated and should not be performed by the same person. Mr. Tang Kuan Chien ("**Mr. Tang**") was the Chairman of the Board and also served the function of a Chief Executive. The Board believes that the arrangement enables the Company to make and implement decisions promptly, and thus achieve the Company's objectives efficiently and effectively in response to the changing environment. The Board also believes that the Company already has a strong corporate governance structure in place to ensure effective oversight of management. The Board will continually review the effectiveness of the Group's corporate governance structure to assess whether any changes are necessary.

Following the resignation of Mr. Tang at the meeting of the board of directors of the Company held on 2 November 2009, Mr. Tang resigned as chairman, chief executive officer, executive director and authorised representative of the Company with effect from 2 November 2009. The Company is still looking for suitable candidates to fill the vacancies of chairman and chief executive officer as soon as practicable and further announcement will be made by the Company upon fulfillment of those requirements under the Listing Rules.

MODEL CODE

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix 10 of the Listing Rules as its own code of directors' securities transactions. Having made specific enquiry of all directors, the directors have complied with the required standard set out in the Model Code, throughout the year ended 31 March 2010.

PUBLICATION OF ANNUAL RESULTS ANNOUNCEMENT AND ANNUAL REPORT

The result announcement is published on the website of the Stock Exchange of Hong Kong Limited at http://www.hkexnews.hk and the Company's website at http://www.irasia.com/listco/hk/bestway/index.htm. The annual report of the Company for the year ended 31 March 2010 will be despatched to the shareholders of the Company and published on the aforesaid websites in due course.

On behalf of the Board
Bestway International Holdings Limited
Chim Kim Lun Ricky
Executive Director

Hong Kong, 26 July 2010

At as the date of this announcement, the Board comprises:

Executive Directors:	Mr. Chim Kim Lun Ricky Mr. Law Fei Shing Mr. Sun Danny Ms. Yang Lee
Independent non-executive Directors:	Mr. Au Kwok Yee Benjamin Ms. Lau Siu Ngor Mr. Lum Pak Sum