BRILLIANT CIRCLE HOLDINGS INTERNATIONAL LIMITED
貴聯控股國際有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1008)

ANNOUNCEMENT OF ANNUAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2011

FINANCIAL HIGHLIGHTS

- Turnover amounted to approximately HK$1,690 million (2010: HK$1,503 million).
- Profit for the year attributable to the owners of the Company was approximately HK$388 million (2010: HK$195 million).
- Earnings per share (basic) was HK55 cents (2010: HK29 cents).
- Final dividend of HK15.97 cents per share (2010: Nil) has been proposed by the Board.

The board (the "Board") of directors (the "Directors") of Brilliant Circle Holdings International Limited (the "Company") is pleased to announce the audited consolidated results of the Company and its subsidiaries (collectively referred to as the "Group") for the year ended 31 December 2011 together with the comparative figures for 2010 as follows:

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2011

	NOTES	**2011** **HK$'000**	2010 HK$'000 (Restated)
Revenue	*5&6*	**1,689,537**	1,503,238
Cost of sales		**(1,174,476)**	(1,061,252)
Gross profit		**515,061**	441,986
Other income	*7*	**14,726**	12,486
Other gains and losses	*8*	**8,226**	5,673
Selling and distribution expenses		**(47,228)**	(59,671)
Administrative expenses		**(97,862)**	(82,709)
Other expenses		**(20,812)**	(8,431)
Finance costs	*9*	**(29,035)**	(22,902)
Loss on disposal of partial interest in an associate		**–**	(114,866)
Share of profit of an associate		**156,424**	150,672
Profit before taxation		**499,500**	322,238
Taxation	*10*	**(81,150)**	(57,614)
Profit for the year	*11*	**418,350**	264,624
Exchange differences arising on translation		**69,987**	78,846
Total comprehensive income for the year		**488,337**	343,470
Profit for the year attributable to:			
Owners of the Company		**387,572**	194,786
Non-controlling interests		**30,778**	69,838
		418,350	264,624
Total comprehensive income attributable to:			
Owners of the Company		**453,666**	269,132
Non-controlling interests		**34,671**	74,338
		488,337	343,470
		HK$	*HK$*
Earnings per share	*13*		
Basic		**0.55**	0.29

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2011

	NOTES	**31.12.2011** **HK$'000**	31.12.2010 HK$'000 (Restated)	1.1.2010 HK$'000 (Restated)
Non-current assets				
Property, plant and equipment		**711,307**	743,006	745,951
Prepaid lease payments		**20,195**	20,142	20,160
Goodwill		**602,896**	577,998	560,081
Intangible assets		**68,935**	73,382	78,381
Interest in an associate		**615,022**	560,899	657,166
Deposits for property, plant and equipment		**11,930**	14,241	–
		2,030,285	1,989,668	2,061,739
Current assets				
Inventories		**188,155**	231,767	185,827
Prepaid lease payments		**815**	781	753
Trade and bills receivables	*14*	**560,434**	439,904	344,437
Other receivables, prepayments and deposits		**28,220**	68,760	68,769
Amount due from a Controlling Shareholder		**–**	–	329,447
Amounts due from non-controlling interests		**–**	–	109,018
Tax recoverable		**2,012**	1,007	1,007
Pledged bank deposits		**49,313**	42,538	70,509
Bank balances and cash		**353,743**	226,493	153,703
		1,182,692	1,011,250	1,263,470
Current liabilities				
Trade and bills payables	*15*	**233,328**	275,739	286,447
Other payables and accruals		**102,069**	90,985	283,064
Amount due to a Controlling Shareholder		**193,749**	47,405	–
Amounts due to non-controlling interests		**15,330**	2,875	–
Bank borrowings		**245,125**	366,578	367,033
Obligations under finance leases		**6,524**	12,010	16,950
Income tax payable		**39,559**	19,410	17,156
		835,684	815,002	970,650
Net current assets		**347,008**	196,248	292,820
Total assets less current liabilities		**2,377,293**	2,185,916	2,354,559

	31.12.2011	31.12.2010	1.1.2010
	HK$'000	*HK$'000*	*HK$'000*
		(Restated)	(Restated)
Non-current liabilities			
Obligations under finance leases	**–**	6,524	18,534
Promissory note	**346,140**	–	–
Deferred tax liabilities	**61,805**	51,262	50,607
	407,945	57,786	69,141
Net assets	**1,969,348**	2,128,130	2,285,418
Capital and reserves			
Share capital	**7,325**	2,000	2,000
Share premium and reserves	**1,906,753**	1,959,699	2,151,557
Equity attributable to owners of the Company	**1,914,078**	1,961,699	2,153,557
Non-controlling interests	**55,270**	166,431	131,861
	1,969,348	2,128,130	2,285,418

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 31 December 2011

1. GENERAL

The Company was incorporated in the Cayman Islands on 11 November 2008 as an exempted company with limited liability and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). Its ultimate controlling party is Mr. Tsoi Tak (the "Controlling Shareholder"). Pursuant to the shareholders' resolution dated 27 May 2011, the name of the Company was changed from "CT Holdings (International) Limited (詩天控股(國際)有限公司)" to "Brilliant Circle Holdings International Limited (貴聯控股國際有限公司)". The address of the registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1–1111, Cayman Islands and its principal place of business is 18th Floor, No.111, Leighton Road, Causeway Bay, Hong Kong.

The Company is an investment holding company. The principal activities of the Company and its subsidiaries (collectively referred to as the "Group") are engaged in provision of the printing of package and decoration matters, research and development on printing technology, wholesale, import and export of the packaging products and other related services. After combination of the entire equity interest in Brilliant Circle Group Holdings Limited (together with its subsidiaries, collectively referred to as "Brilliant Circle") as detailed in note 2, the Group is also engaged in printing of cigarette packages and manufacturing of laminated papers.

Upon completion of combination, the directors of the Company reassessed the Company's functional currency and considered that the functional currency of the Company is changed from Hong Kong dollars ("HK$") to Renminbi ("RMB") as RMB has become the currency that mainly influences the operation of the Group's significant entities after combination of Brilliant Circle. For the convenience of the users of the consolidated financial statements, the consolidated financial statements continue to be presented in HK$, as the Company's shares are listed on the Stock Exchange.

2. BASIS OF PREPARATION

Combination of the entire equity interest in Brilliant Circle Group Holdings Limited

Pursuant to the sale and purchase agreement entered between CT Management Investments Limited ("CT Management"), a wholly-owned subsidiary of the Company, and Mr. Tsoi Tak, the Controlling Shareholder of the Company and Brilliant Circle, on 29 December 2010, CT Management conditionally agreed to acquire the entire equity interest in Brilliant Circle Group Holdings Limited at a consideration of HK$2,400,000,000 to be satisfied by the allotment and issue of 480,000,000 new ordinary shares of the Company of HK$0.01 each at an issue price of HK$5 per share, a discount of approximately 29.78% to the closing price of the share on 29 December 2010 (the "Combination"). Brilliant Circle is engaged in the printing of cigarette packages and manufacturing of laminated papers in the People's Republic of China ("PRC"). The Combination was completed on 14 April 2011. At the date of completion, the fair value of shares issued by the Company, determined based on the quoted market price on 14 April 2011, amounted to HK$4,267,200,000.

Since the Group and Brilliant Circle are both under the common control of Mr. Tsoi Tak prior to and after the Combination, the Combination of Brilliant Circle was considered as a business combination under common control, which has been accounted for using merger accounting with reference to the Accounting Guideline 5 "Merger Accounting For Common Control Combinations" ("AG5") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"), as if the Combination had occurred from 10 September 2009, the date when Brilliant Circle was acquired by Mr. Tsoi Tak from an independent third party at a consideration of HK$2,048,000,000 and thereby the Group and Brilliant Circle first came under common control of Mr. Tsoi Tak. Accordingly, the consolidated financial statements have been prepared in accordance with the principles of merger accounting. The combined assets and liabilities of Brilliant Circle are included in the consolidated financial statements since 10 September 2009 as if Brilliant Circle had been combined from the date when Brilliant Circle first came under the control of the controlling party of the Group and Brilliant Circle. As a result, the comparative figures in the consolidated financial statements have been restated accordingly. The application of AG5 is consistent with the Group's previous common control combinations in previous financial years. The consideration was satisfied by cash and certain listed shares held by Mr. Tsoi Tak with fair value amounting to HK$1,781,817,000 in aggregate at 10 September 2009.

The effects of the combination of Brilliant Circle on the results of the Group for the year ended 31 December 2010 and the financial position of the Group at 1 January and 31 December 2010 are summarised below.

	For the year ended 31 December 2010 *HK$'000* (Originally stated)	Brilliant Circle for the year ended 31 December 2010 *HK$'000*	For the year ended 31 December 2010 *HK$'000* (Restated)
Revenue	370,031	1,133,207	1,503,238
Cost of sales	(296,251)	(765,001)	(1,061,252)
Gross profit	73,780	368,206	441,986
Other income	4,754	7,732	12,486
Other gains and losses	–	5,673	5,673
Selling and distribution expenses	(31,947)	(27,724)	(59,671)
Administrative expenses	(33,870)	(48,839)	(82,709)
Other expenses	–	(8,431)	(8,431)
Finance costs	(3,976)	(18,926)	(22,902)
Loss on disposal of partial interest in an associate	–	(114,866)	(114,866)
Share of profit of an associate	–	150,672	150,672
Profit before taxation	8,741	313,497	322,238
Taxation	(1,008)	(56,606)	(57,614)
Profit for the year	7,733	256,891	264,624
Exchange differences arising on translation	1,214	77,632	78,846
Total comprehensive income for the year	8,947	334,523	343,470
Profit for the year attributable to:			
Owners of the Company	7,733	187,053	194,786
Non-controlling interests	–	69,838	69,838
	7,733	256,891	264,624
Total comprehensive income attributable to:			
Owners of the Company	8,947	260,185	269,132
Non-controlling interests	–	74,338	74,338
	8,947	334,523	343,470

	At 31 December 2010 *HK$'000* (Originally stated)	Brilliant Circle as at 31 December 2010 *HK$'000*	At 31 December 2010 *HK$'000* (Restated)
Non-current assets			
Property, plant and equipment	121,002	622,004	743,006
Prepaid lease payments	–	20,142	20,142
Goodwill	–	577,998	577,998
Intangible assets	–	73,382	73,382
Interest in an associate	–	560,899	560,899
Deposits for property, plant and equipment	–	14,241	14,241
	121,002	1,868,666	1,989,668
Current assets			
Inventories	53,143	178,624	231,767
Prepaid lease payments	–	781	781
Trade and bills receivables	101,260	338,644	439,904
Other receivables, prepayments and deposits	11,909	56,851	68,760
Tax recoverable	–	1,007	1,007
Pledged bank deposits	25,082	17,456	42,538
Bank balances and cash	75,579	150,914	226,493
	266,973	744,277	1,011,250
Current liabilities			
Trade and bills payables	25,543	250,196	275,739
Other payables and accruals	7,230	83,755	90,985
Amount due to a Controlling Shareholder	–	47,405	47,405
Amounts due to non-controlling interests	–	2,875	2,875
Bank borrowings	36,557	330,021	366,578
Obligations under finance leases	11,979	31	12,010
Income tax payable	3,482	15,928	19,410
	84,791	730,211	815,002
Net current assets	182,182	14,066	196,248
Total assets less current liabilities	303,184	1,882,732	2,185,916
Non-current liabilities			
Obligations under finance leases	6,524	–	6,524
Deferred tax liabilities	8,767	42,495	51,262
	15,291	42,495	57,786
Net assets	287,893	1,840,237	2,128,130

	At 1 January 2010 *HK$'000* (Originally stated)	Brilliant Circle as at 1 January 2010 *HK$'000*	At 1 January 2010 *HK$'000* (Restated)
Non-current assets			
Property, plant and equipment	147,720	598,231	745,951
Prepaid lease payments	–	20,160	20,160
Goodwill	–	560,081	560,081
Intangible assets	–	78,381	78,381
Interest in an associate	–	657,166	657,166
	147,720	1,914,019	2,061,739
Current assets			
Inventories	47,072	138,755	185,827
Prepaid lease payments	–	753	753
Trade and bills receivables	142,978	201,459	344,437
Other receivables, prepayments and deposits	5,092	63,677	68,769
Amount due from a Controlling Shareholder	–	329,447	329,447
Amounts due from non-controlling interests	–	109,018	109,018
Tax recoverable	–	1,007	1,007
Pledged bank deposits	25,306	45,203	70,509
Bank balances and cash	56,256	97,447	153,703
	276,704	986,766	1,263,470
Current liabilities			
Trade and bills payables	46,712	239,735	286,447
Other payables and accruals	12,759	270,305	283,064
Bank borrowings	39,782	327,251	367,033
Obligations under finance leases	15,006	1,944	16,950
Income tax payable	3,554	13,602	17,156
	117,813	852,837	970,650
Net current assets	158,891	133,929	292,820
Total assets less current liabilities	306,611	2,047,948	2,354,559
Non-current liabilities			
Obligations under finance leases	18,503	31	18,534
Deferred tax liabilities	9,161	41,446	50,607
	27,664	41,477	69,141
Net assets	278,947	2,006,471	2,285,418

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

In the current year, the Group has applied the following new and revised HKFRSs issued by the HKICPA.

Amendments to HKFRSs	Improvements to HKFRSs issued in 2010
HKAS 24 (as revised in 2009)	Related Party Disclosures
Amendments to HKAS 32	Classification of Rights Issues
Amendments to HK(IFRIC) – Int 14	Prepayments of a Minimum Funding Requirement
HK(IFRIC) – Int 19	Extinguishing Financial Liabilities with Equity Instruments

The application of new and revised HKFRSs in the current year has had no material impact on the Group's financial performance and positions for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

The Group has not early applied the following new and revised HKFRSs that have been issued but are not yet effective:

HKFRS 7 (Amendments)	Disclosures – Transfers of Financial Assets[1]
HKFRS 7 (Amendments)	Disclosures – Offsetting Financial Assets and Financial Liabilities[2]
HKFRS 9	Financial Instruments[3]
HKFRS 9 and HKFRS 7 (Amendments)	Mandatory Effective Date of HKFRS 9 and Transition Disclosures[3]
HKFRS 10	Consolidated Financial Statements[2]
HKFRS 11	Joint Arrangements[2]
HKFRS 12	Disclosure of Interests in Other Entities[2]
HKFRS 13	Fair Value Measurement[2]
HKAS 1 (Amendments)	Presentation of Items of Other Comprehensive Income[5]
HKAS 12 (Amendments)	Deferred Tax: Recovery of Underlying Assets[4]
HKAS 19 (Revised 2011)	Employee Benefits[2]
HKAS 27 (Revised 2011)	Separate Financial Statements[2]
HKAS 28 (Revised 2011)	Investments in Associates and Joint Ventures[2]
HKAS 32 (Amendments)	Offsetting Financial Assets and Financial Liabilities[6]
HK(IFRIC) – Int 20	Stripping Costs in the Production Phase of a Surface Mine[2]

[1] Effective for annual periods beginning on or after 1 July 2011.
[2] Effective for annual periods beginning on or after 1 January 2013.
[3] Effective for annual periods beginning on or after 1 January 2015.
[4] Effective for annual periods beginning on or after 1 January 2012.
[5] Effective for annual periods beginning on or after 1 July 2012.
[6] Effective for annual periods beginning on or after 1 January 2014.

HKFRS 9 Financial Instruments

HKFRS 9 issued in 2009 introduces new requirements for the classification and measurement of financial assets. HKFRS 9 amended in 2010 includes the requirements for the classification and measurement of financial liabilities and for derecognition.

Key requirements of HKFRS 9 are described as follows:

- HKFRS 9 requires all recognised financial assets that are within the scope of HKAS 39 Financial Instruments: Recognition and Measurement are subsequently measured at either amortised cost or fair value. Specifically, debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods. All other debt investments and equity investments are measured at their fair values at the end of subsequent accounting periods. In addition, under HKFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognised in profit or loss.

- The most significant effect of HKFRS 9 regarding the classification and measurement of financial liabilities relates to the presentation of changes in the fair value of a financial liability (designated as at fair value through profit or loss) attributable to changes in the credit risk of that liability. Specifically, under HKFRS 9, for financial liabilities that are designated as at fair value through profit or loss, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. Changes in fair value attributable to a financial liability's credit risk are not subsequently reclassified to profit or loss. Under HKAS 39, the entire amount of the change in the fair value of the financial liability designated as at fair value through profit or loss was presented in profit or loss.

Based on the Group's financial assets and financial liabilities at 31 December 2011, the Directors anticipate that the application of HKFRS 9 is unlikely to have a material impact on the amount reported in respect of the Group's financial assets and financial liabilities.

New and revised Standards on consolidation, joint arrangements, associates and disclosures

In June 2011, a package of five standards on consolidation, joint arrangements, associates and disclosures was issued, including HKFRS 10, HKFRS 11, HKFRS 12, HKAS 27 (as revised in 2011) and HKAS 28 (as revised in 2011) and are effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted provided that all of these five new or revised standards are applied early at the same time. The Directors anticipate that these new or revised standards will be applied in the Group's consolidated financial statements for financial year ending 31 December 2013 and the potential impact is described below.

HKFRS 10 replaces the parts of HKAS 27 Consolidated and Separate Financial Statements that deal with consolidated financial statements and HK(SIC)-Int 12 Consolidation – Special Purpose Entities. HKFRS 10 includes a new definition of control that contains three elements: (a) power over an investee, (b) exposure, or rights, to variable returns from its involvement with the investee, and (c) ability to use its power over the investee to affect the amount of the investor's returns. Extensive guidance has been added in HKFRS 10 to deal with complex scenarios including scenarios. The Directors anticipate that the application of these five standards is unlikely to have significant impact on amounts reported in the consolidated financial statements.

HKFRS 13 Fair Value Measurement

HKFRS 13 establishes a single source of guidance for fair value measurements and disclosures about fair value measurements. The Standard defines fair value, establishes a framework for measuring fair value, and requires disclosures about fair value measurements. The scope of HKFRS 13 is broad; it applies to both financial instrument items and non-financial instrument items for which other HKFRSs require or permit fair value measurements and disclosures about fair value measurements, except in specified circumstances. In general, the disclosure requirements in HKFRS 13 are more extensive than those in the current standards. For example, quantitative and qualitative disclosures based on the three-level fair value hierarchy currently required for financial instruments only under HKFRS 7 Financial Instruments: Disclosures will be extended by HKFRS 13 to cover all assets and liabilities within its scope.

HKFRS 13 is effective for annual periods beginning on or after 1 January 2013, with earlier application permitted.

The Directors anticipate that HKFRS 13 will be adopted in the Group's consolidated financial statements for the annual period beginning 1 January 2013 and that the application of the new Standard is unlikely to have material impact on the amounts reported in the consolidated financial statements nor result in extensive disclosures in the consolidated financial statements.

Amendments to HKAS 1 Presentation of Items of Other Comprehensive Income

The amendments to HKAS 1 retain the option to present profit or loss and other comprehensive income in either a single statement or in two separate but consecutive statements. However, the amendments to HKAS 1 require additional disclosures to be made in the other comprehensive income section such that items of other comprehensive income are grouped into two categories: (a) items that will not be reclassified subsequently to profit or loss; and (b) items that may be reclassified subsequently to profit or loss when specific conditions are met. Income tax on items of other comprehensive income is required to be allocated on the same basis.

The amendments to HKAS 1 are effective for annual periods beginning on or after 1 July 2012. The presentation of items of other comprehensive income will be modified accordingly when the amendments are applied in the future accounting periods.

Other than described above, the Directors anticipate that the application of the new or revised standards may not have material impact on the results and the financial position of the Group.

4. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with HKFRSs issued by the HKICPA. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange and by the Hong Kong Companies Ordinance.

The consolidated financial statements have been prepared on the historical cost basis. Historical cost is generally based on the fair value of the consideration given in exchange for goods.

The accounting policies used in the consolidated financial statements are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2010, except for the following accounting policies which are adopted by the Group during the current year as these became applicable to the Group as a result of the Combination.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods sold and services provided in the normal course of business, net of discounts and sales related taxes.

Revenue from the sale of cigarette packages and manufacture of laminated papers is recognised when goods are delivered and titles have passed.

Revenue from the printing services is recognised when the printing services are rendered and printed materials are delivered.

Leasehold land and building

When a lease includes both land and building elements, the Group assesses the classification of each element as a finance or an operating lease separately based on the assessment as to whether substantially all the risks and rewards incidental to ownership of each element have been transferred to the Group unless it is clear that both elements are operating leases in which case the entire lease is classified as an operating lease. Specifically, the minimum lease payments (including any lump-sum upfront payments) are allocated between the land and the building elements in proportion to the relative fair values of the leasehold interests in the land element and building element of the lease at the inception of the lease.

To the extent the allocation of the lease payments can be made reliably, interest in leasehold land that is accounted for as an operating lease is presented as "prepaid lease payments" in the consolidated statement of financial position and is amortised over the lease term on a straight-line basis.

Change in functional currency

Functional currency of a group entity is changed only if there is a change to the underlying transactions, events and conditions relevant to the entity. The entity applied the translation procedures applicable to the new functional currency prospectively. At the date of the change, the entity translates all items into the new functional currency using the prevailing exchange rate at that date and the resulting translated amounts for non-monetary items are treated as their historical cost.

Deferred taxation associated with investments in subsidiaries and associates

Deferred tax liabilities are recognised for taxable temporary differences associated with investments in subsidiaries and associates, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

Interest in an associate

An associate is an entity over which the investor has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

The results and assets and liabilities of associates are incorporated in these consolidated financial statements using the equity method of accounting. Under the equity method, investments in associates are initially recognised in the consolidated statement of financial position at cost and adjusted thereafter to recognise the Group's share of the profit or loss and other comprehensive income of the associates. When the Group's share of losses of an associate equals or exceeds its interest in that associate (which includes any long-term interests that, in substance, form part of the Group's net investment in the associate), the Group discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of that associate.

Any excess of the cost of acquisition over the Group's share of the net fair value of the identifiable assets, liabilities and contingent liabilities of an associate recognised at the date of acquisition is recognised as goodwill, which is included within the carrying amount of the investment.

The requirements of HKAS 39 are applied to determine whether it is necessary to recognise any impairment loss with respect to the Group's investment in an associate. When necessary, the entire carrying amount of the investment (including goodwill) is tested for impairment in accordance with HKAS 36 Impairment of Assets as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs to sell) with its carrying amount. Any impairment loss recognised forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognised in accordance with HKAS 36 to the extent that the recoverable amount of the investment subsequently increases.

For the partial disposal of interest in an associate, the difference between the carrying amount of the interest in an associate and fair value of consideration received has been recognised in profit or loss. In addition, the Group accounts for all amounts previously recognised in other comprehensive income in relation to that associate on the same basis as would be required if that associate had directly disposed of the related assets or liabilities. Therefore, if a gain or loss previously recognised in other comprehensive income by that associate would be reclassified to profit or loss on the disposal of the related assets or liabilities, the Group reclassifies the gain or loss from equity to profit or loss (as a reclassification adjustment).

When a group entity transacts with its associate, profits and losses resulting from the transactions with the associate are recognised in the Group's consolidated financial statements only to the extent of interests in the associate that are not related to the Group.

Intangible assets acquired in a business combination

Intangible assets acquired in a business combination are recognised separately from goodwill and are initially recognised at their fair value at the acquisition date (which is regarded as their cost).

Subsequent to initial recognition, intangible assets with finite useful lives are carried at costs less accumulated amortisation and any accumulated impairment losses. Amortisation for intangible assets with finite useful lives is provided on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

5. REVENUE

Revenue represents revenue arising on sales of cigarette packages and laminated papers and provision of printing services for the year. An analysis of the Group's revenue for the year is as follows:

	2011	2010
	HK$'000	*HK$'000*
		(Restated)
Printing of cigarette packages	**1,372,529**	1,099,858
Provision of printing services	**283,252**	370,031
Manufacturing of laminated papers	**33,756**	33,349
	1,689,537	1,503,238

6. SEGMENT INFORMATION

Information reported to the executive Directors, being the chief operating decision maker ("CODM"), for the purposes of resource allocation and assessment of segment performance focuses on types of goods delivered or services provided.

Before the Combination (defined in note 2), there was only one operating segment in the internal reporting to the CODM, which is related to provision of printing services in Hong Kong and overseas markets. After the Combination, the CODM also reviews each of the operating results of printing of cigarette packages and manufacturing of laminated papers.

Accordingly, the Group's operating and reportable segments currently are (i) provision of printing services (ii) printing of cigarette packages and (iii) manufacturing of laminated papers. The CODM considered the Group has three operating and reportable segments which are based on the internal organisation and reporting structure. This is the basis upon which the Group is organised. The comparative figures have been restated as a result of the Combination.

Segment revenue and results

The following is an analysis of the Group's revenue and results by operating and reportable segments.

For the year ended 31 December 2011

	Printing of cigarette packages	**Provision of printing services**	**Manufacturing of laminated papers**	**Total**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***
Segment revenue	**1,372,529**	**283,252**	**33,756**	**1,689,537**
Segment profit	**432,055**	**35,733**	**8,085**	**475,873**
Unallocated income and gains				**22,952**
Unallocated expenses				**(126,714)**
Finance costs				**(29,035)**
Share of profit of an associate				**156,424**
Profit before taxation				**499,500**

For the year ended 31 December 2010

	Printing of cigarette packages HK$'000 (Restated)	Provision of printing services HK$'000 (Restated)	Manufacturing of laminated papers HK$'000 (Restated)	Total HK$'000 (Restated)
Segment revenue	1,099,858	370,031	33,349	1,503,238
Segment profit	340,658	41,833	7,864	390,355
Unallocated income and gains				18,159
Unallocated expenses				(99,180)
Finance costs				(22,902)
Loss on disposal of partial interest in an associate				(114,866)
Share of profit of an associate				150,672
Profit before taxation				322,238

Segment profit represents the profit earned by each segment without allocation of corporate management expenses, directors' emoluments, share of profit of an associate, finance costs, loss on disposal of partial interest in an associate, unallocated income, gains and expenses. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

All of the segment revenue reported above is from external customers.

7. OTHER INCOME

	2011 ***HK$'000***	2010 *HK$'000* (Restated)
Interest on bank deposits	**2,873**	3,105
Sales of scrap materials	**4,246**	6,952
Government grants *(Note)*	**1,976**	–
Sundry income	**5,631**	2,429
	14,726	12,486

Note: Government grants were received from the government of the PRC mainly as incentives granted by local authority for encouragement of its business development. These grants are accounted for as financial support with no future related costs expected to be incurred nor related to any assets.

8. OTHER GAINS AND LOSSES

	2011 ***HK$'000***	2010 *HK$'000* (Restated)
Net foreign exchange gain	**7,694**	4,441
Gain on disposal of property, plant and equipment	**532**	1,232
	8,226	5,673

9. FINANCE COSTS

	2011 *HK$'000*	2010 *HK$'000* (Restated)
Interest on:		
Bank borrowings wholly repayable within five years	**20,944**	21,823
Finance lease	**474**	1,079
Promissory note	**7,617**	–
	29,035	22,902

10. TAXATION

	2011 *HK$'000*	2010 *HK$'000* (Restated)
Current tax:		
Hong Kong Profits Tax	**920**	1,393
The PRC Enterprise Income Tax ("EIT")	**65,670**	46,432
Withholding tax	**7,957**	6,929
	74,547	54,754
Under (over) provision in prior years:		
Hong Kong Profits Tax	**–**	9
EIT	**(1,445)**	(872)
	(1,445)	(863)
Deferred tax:		
Current year	**8,048**	3,723
	81,150	57,614

Hong Kong Profits Tax is calculated at 16.5% (2010: 16.5%) of the estimated assessable profit for both years.

The PRC EIT is calculated at the applicable prevailing tax rates from 15% to 25% (2010: 15% to 25%) in the PRC. Pursuant to the "Enterprise Income Tax Law for Foreign Investment Enterprises and Foreign Enterprises", some PRC subsidiaries, being a High-Tech Enterprise, were entitled to a reduced EIT rate of 15% for the years from 2010 to 2012.

Upon the New Tax Law and Implementation Regulations, PRC withholding income tax is applicable to dividends payable to investors that are "non-PRC tax resident enterprises", which do not have an establishment or place of business in the PRC, or which have such establishment or place of business but the relevant income is not effectively connected with the establishment or place of business, to the extent such dividends have their sources within the PRC. Under such circumstances, dividends distributed from the PRC subsidiaries to non-PRC tax resident group entities shall be subject to the withholding income tax at 10% or lower tax rate, as applicable. Under the relevant tax treaty, withholding tax rate on distribution to Hong Kong resident companies is 5%. Deferred taxation has been provided on undistributed earnings of all subsidiaries and an associate.

11. PROFIT FOR THE YEAR

	2011 *HK$'000*	2010 *HK$'000* (Restated)
Profit for the year has been arrived at after charging (crediting):		
Staff costs:		
Directors' emoluments	**2,354**	2,807
Other staff costs		
Salaries and other benefits	**146,987**	126,014
Contributions to retirement benefits schemes	**4,425**	3,784
	153,766	132,605
Auditors' remuneration	**4,735**	1,680
Release of prepaid lease payments	**799**	761
Amortisation of intangible assets (included in cost of sales)	**8,040**	8,040
Depreciation of property, plant and equipment	**84,386**	73,306
Operating lease rentals in respect of rented premises	**4,638**	5,739
Recognition (reversal) of impairment on trade receivables	**869**	(991)
Recognition (reversal) of write-down on obsolete inventories	**1,270**	(965)
Research and development costs recognised as an expense (included in other expenses)	**2,507**	5,345
Written off long aged trade payables	**–**	(3,589)
Legal and professional fee relating to Combination (included in other expenses)	**13,548**	–
Share of taxation of an associate	**28,595**	27,688

12. DIVIDENDS

	2011 *HK$'000*	2010 *HK$'000*
Dividends recognised as distribution during the year:		
2011 Interim – HK5.19 cents (2010: HK$ Nil) per share	**38,017**	–

The final dividend of HK15.97 cents in respect of the year ended 31 December 2011 (2010: HK$ Nil) per share, amounting to approximately HK$117,011,000 (2010: HK$ Nil), has been proposed by the Board and is subject to approval by the shareholders in the annual general meeting.

13. EARNINGS PER SHARE

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

	2011 *HK$'000*	2010 *HK$'000* (Restated)
Earnings for the purpose of basic earnings per share	**387,572**	194,786

	2011 *'000*	2010 *'000* (Restated)
Weighted average number of shares for the purpose of basic earnings per share	**705,313**	680,000

The weighted average number of shares for the purpose of basic earnings per share for the years ended 31 December 2011 and 2010 had taken into account the issue of 480,000,000 new shares in exchange of the entire equity interest in Brilliant Circle Group Holdings Limited as if they had been issued upon the Combination on 10 September 2009 (as explained in note 2).

No dilutive earnings per share is presented as the Group did not have any potential ordinary shares during both years.

14. TRADE AND BILLS RECEIVABLES

	31.12.2011	31.12.2010	1.1.2010
	HK$'000	***HK$'000***	***HK$'000***
		(Restated)	(Restated)
Trade receivables	**539,409**	439,030	350,514
Less: allowance for doubtful debts	**(4,241)**	(7,397)	(8,789)
	535,168	431,633	341,725
Bills receivables	**25,266**	8,271	2,712
	560,434	439,904	344,437

The Group allows a credit period of 90 days to its trade customers. The following is an aged analysis of trade and bills receivables net of allowance for doubtful debts presented based on the invoice date at the end of the reporting period.

	31.12.2011	31.12.2010
	HK$'000	*HK$'000*
		(Restated)
0 – 90 days	**485,704**	347,528
91 – 180 days	**70,594**	64,479
181 – 365 days	**2,524**	14,109
Over 365 days	**1,612**	13,788
	560,434	439,904

Before accepting any new customer, the Group assesses the potential customer's credit quality and defines credit limits by each customer. Limits attributed to customers are reviewed once a year. The trade and bills receivables that are neither past due nor impaired have the best credit quality assessed by the Group.

Included in the Group's trade and bills receivables balance are debtors with aggregate carrying amount of HK$74,730,000 (2010 Restated: HK$92,376,000) which are past due as at the reporting date for which the Group has not provided for impairment loss. The Group does not hold any collateral over these balances.

15. TRADE AND BILLS PAYABLES

	31.12.2011	31.12.2010	1.1.2010
	HK$'000	*HK$'000*	*HK$'000*
		(Restated)	(Restated)
Trade payables	**210,268**	232,052	232,527
Bills payables	**23,060**	43,687	53,920
	233,328	275,739	286,447

The following is an aged analysis of trade and bills payables presented based on the invoice date at the end of the reporting period.

	31.12.2011	31.12.2010
	HK$'000	*HK$'000*
		(Restated)
0 – 30 days	**159,618**	193,997
31 – 90 days	**62,244**	70,401
91 – 180 days	**11,329**	11,089
181 – 365 days	**12**	237
Over 365 days	**125**	15
	233,328	275,739

The credit period on purchases of goods ranges from 30 days to 180 days. The Group monitors and maintains a level of cash and cash equivalents sufficient to ensure that all payables are within the credit timeframe.

BUSINESS REVIEW

Cigarette Package Printing

The Company's cigarette package printing business continued its positive growth rate, both in the top line and the bottom line. Though the industry is facing pressures from a newly introduced tendering process as well as worldwide anti-smoking campaigns, the Company has managed to achieve sustainable growth rates through a product mix shift and more efficient operations. We are proud to say that our factories are among the most efficient in the industry, with less than 2% wastage overall. The management of our cigarette package printing subsidiaries implemented group-wide negotiations with suppliers, giving us greater pricing power and driving down costs.

Other Printing Services

Our book printing business in current year faced same challenges as others in our peer group. Industry consolidation and decreasing physical retail space made publishers revamp their business strategies with respect to print books. In light of the unfavorable market conditions, CT Printing Limited ("CTPL"), a subsidiary of the Company, implemented strict cost control measures to offset escalating costs including the appreciation of RMB and the mandatory increase of minimum wage in the PRC. With its book printing business under consolidation, CTPL ventured into the more lucrative consumer packaging markets, seeking new drivers to revenue growth. The results of Shitian Paper Craft (Shenzhen) Company Limited, a subsidiary of CTPL in the PRC, have so far been encouraging, showing that CTPL is heading in the right direction.

MANAGEMENT DISCUSSION AND ANALYSIS

Turnover

During the year, the turnover of the Group was approximately HK$1,689.5 million, which represents an increase of approximately HK$186.3 million or 12.4% when compared with 2010. The Group is engaged in three business activities: printing of cigarette packages, manufacturing of laminated papers and provision of printing services. Their turnover during the year were approximately HK$1,372.5 million (2010: HK$1,099.8 million), HK$33.8 million (2010: HK$33.3 million) and HK$283.2 million (2010: HK$370.0 million) respectively.

Benefitting from the continuous consolidation of the tobacco industry in China, turnover from printing of cigarette packages increased by approximately HK$272.7 million, or 24.8%. Such growth in turnover was achieved by winning more orders through the tendering system, new orders with higher printing value services, as well as additional orders for new products. During the year, 2.0 million cigarette master cases were printed by the Group (2010: 1.7 million) and 1.4 million cigarette master cases were printed by our associated company, Changde Goldroc Printing Co., Limited (2010: 1.2 million cases).

The turnover from manufacturing of laminated papers was rather stable during the year and recorded only a slight increase of approximately HK$0.5 million, or 1.5%. On the other hand, as the economy in Europe, which is the region that the Group has the largest exposure in the book printing business, was still uncertain, further conservative measures in receiving orders and accepting new customers were adopted. Such measures resulted in a drop in turnover of provision of printing services by approximately HK$86.8 million, or 23.4%.

Gross Profit

During the year, gross profit increased by approximately HK$73.1 million, or 16.5% to HK$515.1 million as compared with 2010. As income generated from the printing of cigarette packages, which generated a higher gross profit margin as compared with other sectors, accounted for a larger portion of the Group's total revenue during the year when compared with 2010, the overall gross profit margin improved slightly from 29.4% to 30.5%.

Other Income

Other income mainly represents interest income, income from sales of scrap materials and other miscellaneous income. During the year, such income increased by approximately HK$2.2 million as compared with 2010.

Other Gains and Losses

Other gains and losses mainly represent net foreign exchange gains and gain on disposal of property, plant and equipment. During the year, such income increased by approximately HK$2.6 million. This was largely attributable to an increase in gains due to foreign exchange.

Selling and Distribution Expenses

Despite an increase in turnover, the selling and distribution expenses during the year decreased by HK$12.5 million or 20.9% to HK$47.2 million (2010: HK$59.7 million) when compared with 2010. The decrease was mainly due to the decrease in commission fees paid to agents for soliciting sales orders and reduction in freight and transportation costs for shipment to overseas customers.

Administrative Expenses and Other Expenses

Administrative expenses and other expenses during the year amounted to HK$97.9 million and HK$20.8 million respectively, which represents an increase of HK$15.2 million and HK$12.4 million or 18.3% and 54% respectively as compared with 2010. Such increase was mainly attributable to the increase in depreciation and legal and professional fee paid for the acquisitions.

Finance Costs

Finance costs increased by approximately HK$6.1 million during the year, which was mainly attributable to the promissory note interest amounting to HK$7.6 million. This was partly offset by a decrease in interest on borrowings as a result of repayment during the year.

Profit Attributable to Owners of the Company

During the year, profit attributable to the owners of the Company was HK$387.6 million, representing an increase of HK$192.8 million when compared with 2010. Such substantial growth was mainly a result of recognition of a loss of approximately HK$114.9 million arising from the disposal of partial interest in an associate in 2010. Apart from this recognition and following the acquisition of the entire equity interest in Champion League Investment Holdings Limited ("Champion League"), which holds indirectly 47.36% of the equity interest in Bengbu Jinhuangshan Rotogravure Printing Co., Ltd ("BB Jinhuangshan"), the profit attributable to the non-controlling shareholders during the year decreased by approximately HK$39.0 million as compared with 2010. Furthermore, the increase in turnover as well as the gross profit also contributed to the increase in profit attributable to the owners of the Company.

Profit Undertaking by Mr. Tsoi Tak and Profitcharm Limited

Reference is made to the sale and purchase agreement (the "Placing Down Agreement") entered into among Mr. Tsoi Tak, Profitcharm Limited and Ares BCH Holdings, L.P. dated 29 December 2010 (as supplemented) in connection with the acquisition by the Group of the entire issued share capital of Brilliant Circle Group Holdings Limited (formerly known as Brilliant Circle Holdings International Limited) in which a profit undertaking was given by Profitcharm Limited and Mr. Tsoi Tak as a commercial terms that the net profit after tax of the Group (subject to certain adjustments) for the year ending 31 December 2011 (the "Guaranteed Profit") shall not be less than HK$410 million. The Guaranteed Profit has been determined and the parties to the Placing Down Agreement are satisfied that the Guaranteed Profit has been achieved.

Segment Information

During the year, the earnings from the printing of cigarette packages, manufacturing of laminated papers and provision of printing services were approximately HK$432.1 million (2010: HK$340.7 million), HK$8.1 million (2010: HK$7.9 million) and HK$35.7 million (2010: HK$41.8 million) respectively. Earnings from the printing of cigarette packages accounted for approximately 90.8% of the total segment earnings before unallocated items. The earnings from the printing of cigarette packages and manufacturing of laminated papers increased by approximately 26.8% and 2.8% respectively, while earnings from provision of printing services decreased by approximately 14.6%.

FINANCIAL POSITION AND LIQUIDITY

The Group generally finances its operations with internally generated resources and banking facilities. As at 31 December 2011, the Group had net current assets of HK$347.0 million, while the Group's cash and cash equivalents amounted to HK$353.7 million.

As at 31 December 2011, the interest-bearing bank borrowings of the Group amounted to HK$245.1 million which were repayable within one year. The interest-bearing obligations under finance leases amounted to HK$6.5 million and were repayable within one year. The interest-bearing promissory note amounted to HK$346.1 million was repayable after one year. Carrying amount of trade receivables, prepaid lease payments, property, plant and equipment and bank deposits pledged for securing these credit facilities amounted to approximately HK$32.2 million, HK$21.1 million, HK$243.2 million and HK$49.3 million respectively.

As at 31 December 2011, the Group's gearing ratio represented by the amount of interest-bearing borrowings divided by shareholders equity was 30.4% (as at 31 December 2010: 18.1%). The increase in the gearing ratio was mainly attributable to the issuance of a promissory note to finance the acquisition of Champion League during the year. As at 31 December 2011, capital commitment of the Group for purchase of property, plant and equipment amounted to HK$12.6 million.

MATERIAL ACQUISITIONS

During the year, the Group has successfully acquired the entire issued share capital of Brilliant Circle, in consideration of which 480,000,000 new shares of the Company were issued at HK$5 each. In July 2011, the Group also completed the acquisition of the entire equity interest in Champion League at a consideration of HK$631.9 million. The consideration was satisfied by the payment of HK$244.2 million in cash with the remaining consideration to be satisfied by issue of a promissory note. Upon the completion of the acquisition, BB Jinhuangshan has become an indirectly wholly-owned subsidiary of the Company.

CAPITAL STRUCTURE

During the year, the Group's operation was mainly financed by funds generated from its operation and borrowings. As at 31 December 2011, the borrowings were mainly denominated in Hong Kong dollars, Renminbi and United States dollars ("US dollars"), while the cash and cash equivalents held by the Group were mainly denominated in Hong Kong dollars and Renminbi. The Group's turnover is mainly denominated in Renminbi, US dollars, Pounds Sterling, Euros and Hong Kong dollars, while its costs and expenses are mainly denominated in US dollars, Hong Kong dollars and Renminbi. As the Board considers that the risk exposure to foreign exchange rate fluctuations is not significant, the Group does not have a formal hedging policy and has not entered into any material foreign currency exchange contracts or derivative transactions to hedge against its currency risks.

SHARE CAPITAL

On 15 April 2011, 480,000,000 new shares were issued at HK$5 each as consideration for acquiring the entire issued share capital of Brilliant Circle. Accordingly, the number of shares of the Company increased from 200,000,000 shares to 680,000,000. On 18 May 2011 and 15 July 2011, further 7,500,000 new shares and 45,000,000 new shares were issued by placement at HK$8 each and HK$6.5 each respectively, which set the total number of issued shares to 732,500,000 as at 31 December 2011.

HUMAN RESOURCES

As at 31 December 2011, the Group had 49 and 1,309 full-time staff based in Hong Kong and the PRC respectively. The Group's remuneration packages are generally structured with reference to market terms and individual merits. The Group operates a defined contribution retirement benefits scheme under the Mandatory Provident Fund Schemes Ordinance for all of its employees in Hong Kong. Contributions are made based on a percentage of the employees' basic salaries. The Group also made contributions to provident funds, elderly insurance, medical insurance, unemployment insurance and work-related injury insurance in accordance with appropriate laws and regulations in the PRC, The Group has also adopted a share option scheme to provide incentive or reward to eligible high-calibre employees and attract similar high quality personnel that are valuable to the Group.

PROSPECT

The mandatory tendering system introduced in late 2010 has given the Chinese cigarette packaging industry a unique set of challenges. In the face of every challenge, there is opportunity. Most significantly, we see the opportunity to compete for contracts that were previously unavailable. While we are aware of pressure on the top line for existing contracts, we feel that these new contracts can help to make up for any shortfall. We are also on the lookout for acquisition opportunities among our smaller competitors that find it safer to be part of a larger group than face the tendering process alone.

We have also observed a consolidation in the Chinese cigarette industry, most notably in the number of brands. The China National Tobacco Corporation has set a policy target to encourage a limited number of players to become dominant national brands. Our Group and its associates currently supply some of the most recognized brands, such as Fu Rong Wang (芙蓉王), Huang Shan (黃山), Hong Jin Long (紅金龍) and Baisha (白沙). We believe the growth of these brands at the expense of others will help us to sustain the strong and stable growth rates that our investors have come to expect from us.

The book printing business will continue exploring opportunities in new product areas as the business seeks to diversify its revenue streams. The processing plant of CTPL is scheduled for conversion into a wholly foreign owned enterprise in 2012. The transformation will facilitate the expansion of CTPL in the promising PRC consumer packaging market.

The Group is optimistic towards the PRC's consumer package printing growth, both in the cigarette and non-cigarette product areas. We believe that the strong brand name of our business and over 20 years of solid operating record will help us achieve long term, sustainable growth in the future.

CORPORATE GOVERNANCE

The Company has adopted the Code on Corporate Governance Practices (the "Corporate Governance Code") contained in Appendix 14 of the Listing Rules since the listing of its issued shares on the Stock Exchange on 30 March 2009. The Company had in general met the relevant code provisions set out in the Corporate Governance Code during the year ended 31 December 2011 except that the Chairman of the Board was absent from the annual general meeting of the Company held on 31 May 2011 due to other business engagement.

REVIEW BY THE AUDIT COMMITTEE

The Company has established an audit committee in compliance with Rule 3.21 of the Listing Rules with written terms of reference in line with the provisions of the Corporate Governance Code. The primary duties of the audit committee are to review and supervise the financial reporting process and internal control system of the Group. The audit committee currently has four members comprising the three independent non-executive Directors, Mr. Lui Tin Nang (Chairman of audit committee), Mr. Lam Ying Hung, Andy, Mr. Siu Man Ho, Simon and one non-executive Director, Mr. Sean Xin He. Both Mr. Lui Tin Nang and Mr. Lam Ying Hung, Andy possess the appropriate professional qualifications in accounting and related financial management expertise.

The audit committee has met with the auditors of the Company, Deloitte Touche Tomatsu, to review the accounting principles and practices adopted by the Group and the consolidated results of the Company for the year ended 31 December 2011.

EXTRACT OF THE INDEPENDENT AUDITOR'S REPORT

The auditor expresses an unqualified opinion in the auditor's report, but wishes to draw attention by adding the other matter as follows:

Opinion

In our opinion, the consolidated financial statements give a true and fair view of the state of affairs of the Group as at 31 December 2011, and of the Group's profit and cash flows for the year then ended in accordance with HKFRSs and have been properly prepared in accordance with the disclosure requirements of the Hong Kong Companies Ordinance.

Other Matter

The comparative figures in these consolidated financial statements have been restated as a result of the Combination as defined and explained in note 2 to the consolidated financial statements. Prior to the Combination, the consolidated financial statements for the year ended 31 December 2010 have been jointly audited by other auditors who expressed an unmodified opinion on those statements on 31 March 2011.

SCOPE OF WORK OF MESSRS. DELOITTE TOUCHE TOMATSU

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of comprehensive income and the related notes thereto for the year ended 31 December 2011 as set out in the preliminary announcement have been agreed by the Group's auditor, Messrs. Deloitte Touche Tomatsu, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Messrs. Deloitte Touche Tomatsu in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the HKICPA and consequently no assurance has been expressed by Messrs. Deloitte Touche Tomatsu on the preliminary announcement.

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

Neither the Company, nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the year ended 31 December 2011.

ACKNOWLEDGEMENT

The Directors would like to take this opportunity to express their sincere thanks to our shareholders and to our staff for their commitment and diligence during the year.

ANNUAL GENERAL MEETING

The annual general meeting of the Company will be held in Hong Kong on or about 30 May 2012. Notice of the annual general meeting will be issued and disseminated to shareholders of the Company in due course.

FINAL DIVIDEND

The Board has proposed a final dividend of HK15.97 cents per share for the year (2010: Nil) to the shareholders of the Company whose name appear on the register of members of the Company at the close of business on 6 June 2012. Subject to the approval of shareholders at the annual general meeting of the Company (the "2012 AGM") to be held on or about 30 May 2012, the final dividend will be paid on or about 11 June 2012.

CLOSURE OF REGISTER OF MEMBERS

For determining the entitlement to attend and vote at the 2012 AGM, the register of members of the Company will be closed from 25 May 2012 to 29 May 2012 (both days inclusive), during which period no transfer of shares of the Company will be registered. In order to be eligible to attend and vote at the 2012 AGM, all transfer of shares of the Company accompanied by the relevant share certificates and appropriate transfer forms must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:00 p.m. on 24 May 2012.

For determining the entitlement to receive the proposed final dividend, the register of members of the Company will be closed from 5 June 2012 to 6 June 2012 (both days inclusive), during which period no transfer of shares of the Company will be registered. In order to be eligible to receive the proposed final dividend, all transfer of shares of the Company accompanied by the relevant share certificates and appropriate transfer forms must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited at 26th Floor, Tesbury Centre, 28 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:00 p.m. on 4 June 2012.

PUBLICATION OF ANNUAL RESULTS AND ANNUAL REPORT

This annual results announcement is published on the websites of the Stock Exchange (www.hkex.com.hk) and the Company (www.bcghk.cn). The annual report for the year ended 31 December 2011 containing all the information required by the Listing Rules will be despatched to shareholders of the Company and available on the same websites in due course.

By Order of the Board of
Brilliant Circle Holdings International Limited
Tsoi Tak
Chairman

Hong Kong, 30 March 2012

As at the date of this announcement, the Board comprises five executive Directors, namely, Mr. Tsoi Tak (Chairman), Mr. Cai Xiao Ming, David (Vice-Chairman), Mr. Kiong Chung Yin, Yttox, Mr. Tang Jian Xin and Mr. Qin Song, one non-executive Director, namely, Mr. Sean Xing He, and three independent non-executive Directors, namely, Mr. Lui Tin Nang, Mr. Lam Ying Hung, Andy and Mr. Siu Man Ho, Simon.