SUNLINK INTERNATIONAL HOLDINGS LIMITED
科浪國際控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2336)

INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2013

The Board of Directors (the "Board") of Sunlink International Holdings Limited (the "Company") is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 June 2013 together with comparative figures as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2013

		Six months ended	
		30 June	30 June
		2013	2012
	Notes	***HK$'000***	*HK$'000*
		(Unaudited)	(Unaudited)
Turnover	3 & 4	**120,800**	140,301
Cost of sales		**(115,051)**	(129,269)
Gross profit		**5,749**	11,032
Other income	5	**2,115**	541
Selling and distribution expenses		**(1,917)**	(934)
Administrative expenses		**(4,187)**	(9,117)
Profit from operations		**1,760**	1,522
Finance costs	6	**(259)**	(272)
Gain on debts discharged under the Scheme of Arrangement	7	**–**	227,219
Gain on group reorganisation	7	**–**	30,589
Loss on financial guarantee liabilities	14	**–**	(3,766)

	Notes	Six months ended 30 June 2013 HK$'000 (Unaudited)	30 June 2012 HK$'000 (Unaudited)
Profit before tax	8	**1,501**	255,292
Income tax credit/(expense)	9	**50**	(245)
Profit for the period		**1,551**	255,047
Other comprehensive income/(expenses) for the period, net of tax:			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		**645**	(255)
Total comprehensive income for the period		**2,196**	254,792
Profit/(loss) for the period attributable to:			
Owners of the Company		**1,646**	255,223
Non-controlling interests		**(95)**	(176)
		1,551	255,047
Total comprehensive income/(expenses) for the period attributable to:			
Owners of the Company		**1,992**	255,084
Non-controlling interests		**204**	(292)
		2,196	254,792
Earnings per share	11		
Basic (HK cent(s) per share)		**0.15**	32.33
Diluted (HK cent(s) per share)		**0.15**	31.25

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2013

	Notes	**As at 30 June 2013** *HK$'000* **(Unaudited)**	As at 31 December 2012 *HK$'000* (Audited)
Non-current asset			
Property, plant and equipment		**6,170**	5,606
		6,170	5,606
Current assets			
Inventories		**25,399**	26,855
Trade and bill receivables	12	**51,990**	68,975
Prepayments, deposits and other receivables		**6,130**	1,883
Short-term loans receivable		**18,500**	12,250
Current tax assets		**417**	392
Bank and cash balances		**84,711**	81,918
		187,147	192,273
Current liabilities			
Trade payables	13	**11,634**	14,682
Accruals, other payables and deposits received		**5,569**	3,560
Creditors convertible bonds	15	**3,110**	–
Due to a non-controlling shareholder of a subsidiary		**2,022**	2,694
Current tax liabilities		**–**	1,013
		22,335	21,949
Net current assets		**164,812**	170,324
Total assets less current liabilities		**170,982**	175,930
Non-current liabilities			
Creditors convertible bonds	15	**–**	7,246
Deferred tax liabilities		**28**	124
		28	7,370
NET ASSETS		**170,954**	168,560
Capital and reserves			
Share capital		**10,725**	10,697
Reserves		**146,564**	144,240
Equity attributable to owners of the Company		**157,289**	154,937
Non-controlling interests		**13,665**	13,623
TOTAL EQUITY		**170,954**	168,560

Notes:

1. Basis of preparation

The unaudited condensed consolidated interim financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA") and the applicable disclosures required by the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited.

The unaudited condensed consolidated interim financial statements should be read in conjunction with the 2012 annual financial statements. The accounting policies and methods of computation used in the preparation of the unaudited condensed consolidated interim financial statements are consistent with those used in the audited consolidated annual financial statements for the year ended 31 December 2012 except as stated in note 2 below.

The unaudited condensed consolidated interim financial statements have been prepared under the historical cost basis and are presented in Hong Kong dollars ("HK$") which is the functional currency of the Company.

2. Adoption of new and revised Hong Kong Financial Reporting Standards

In the current period, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards ("HKFRSs") issued by the HKICPA that are relevant to its operations and effective for its accounting year beginning on 1 January 2013. HKFRSs comprise Hong Kong Financial Reporting Standards; HKASs; and Interpretations. The adoption of these new and revised HKFRSs did not result in significant changes to the Group's accounting policies, presentation of the Group's financial statements and amounts reported for the current period and prior years except as stated below.

Amendments to HKAS 1 "Presentation of Financial Statements"

Amendments to HKAS 1 titled Presentation of Items of Other Comprehensive Income introduce new terminology for statement of comprehensive income and income statement. Under the amendments to HKAS 1, a statement of comprehensive income is renamed as a statement of profit or loss and other comprehensive income and an income statement is renamed as a statement of profit or loss. 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.

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 have been applied retrospectively, and hence the presentation of items of other comprehensive income has been modified to reflect the change. Other than the above mentioned presentation changes, the application of the amendments to HKAS 1 does not result in any impact on profit or loss, other comprehensive income and total comprehensive income of the Group.

The Group has not applied the new and revised HKFRSs that have been issued but not yet effective. The Group has already commenced an assessment of the impact of these new and revised HKFRSs but is not yet in a position to state whether these new and revised HKFRSs would have a material impact on its results of operations and financial position.

3. Segment information

The Group has two reportable segments as follows:

– Sale of semiconductors and related products business

– Development and provision of electronic turnkey device solutions business

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately for the purpose of resources allocation and performance assessment.

The accounting policies of the operating segments are the same as those adopted in the consolidated financial statements of the Company for the year ended 31 December 2012. Segment profits or losses do not include intercompanies income and expenses, unallocated corporate other income, unallocated corporate expenses, gain on debts discharged under the Scheme of Arrangement and on group reorganisation, loss on financial guarantee liabilities, finance costs and income tax credit and expense.

Information about reportable segment profit or loss:

	Sale of semiconductors and related products business		**Development and provision of electronic turnkey device solutions business**		**Total**	
	Six months ended		**Six months ended**		**Six months ended**	
	30 June 2013	30 June 2012	**30 June 2013**	30 June 2012	**30 June 2013**	30 June 2012
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
Revenue from external customers	**99,635**	92,029	**21,165**	48,272	**120,800**	140,301
Segment profit/(loss)	**806**	4,584	**(267)**	2,506	**539**	7,090
Depreciation	**16**	9	**426**	315	**442**	324
Capital expenditure	**11**	110	**879**	2,001	**890**	2,111

Reconciliation of reportable segment profit or loss is as follows:

	Six months ended 30 June 2013 HK$'000 (Unaudited)	Six months ended 30 June 2012 HK$'000 (Unaudited)
Profit or loss		
Total profit of reportable segments	**539**	7,090
Unallocated amounts:		
Unallocated corporate other income	**1,863**	–
Unallocated corporate expenses	**(642)**	(5,568)
Profit from operations	**1,760**	1,522
Finance costs	**(259)**	(272)
Gain on debts discharged under the Scheme of Arrangement *(note 7)*	**–**	227,219
Gain on group reorganisation *(note 7)*	**–**	30,589
Loss on financial guarantee liabilities *(note 14)*	**–**	(3,766)
Profit before tax	**1,501**	255,292

4. Turnover

	Six months ended 30 June 2013 HK$'000 (Unaudited)	Six months ended 30 June 2012 HK$'000 (Unaudited)
The Group's turnover is as follows:		
Sale of semiconductors and related products	**99,635**	92,029
Development and provision of electronic turnkey device solution products	**21,165**	48,272
	120,800	140,301

5. Other income

	Six months ended	
	30 June	30 June
	2013	2012
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
The Group's other income is as follows:		
Bank interest income	**213**	401
Interest income from short-term loans receivable	**1,645**	–
Sundry income	**257**	140
	2,115	541

6. Finance costs

	Six months ended	
	30 June	30 June
	2013	2012
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Interest expenses on:		
Loans from the investor under the working capital facility and the additional working capital facility	**–**	40
Creditors convertible bonds *(note 15)*	**259**	232
	259	272

7. Gain on debts discharged under the Scheme of Arrangement/group reorganisation

Gain on debts discharged under the Scheme of Arrangement

On 23 February 2012, the majority of the scheme creditors approved the scheme of arrangement (the "Scheme of Arrangement", details of which are set out in the circular of the Company dated 23 December 2011) under which all indebtedness owed by the Company to the scheme creditors on the date for determination of entitlement of such scheme creditors were released, discharged and fully settled.

The Scheme of Arrangement was sanctioned by the Grand Court of the Cayman Islands and the High Court of Hong Kong Special Administrative Region on 19 January 2012 and 2 February 2012, respectively. The total indebtedness admitted by the scheme administrators under the Scheme of Arrangement was discharged and settled in full by way of a combination of cash payment of HK$43,000,000, issuance of 40,000,000 Company's shares at the issue price of HK$0.20 per share with the par value of HK$0.01 each, and issuance of creditors convertible bonds in the aggregate principal amount of HK$8,000,000. As a result, a gain on debts discharged under the Scheme of Arrangement of approximately HK$227,219,000 was recognised during the six months period ended 30 June 2012, being calculated as follows:

	Six months ended 30 June 2012 *HK$'000* (Unaudited)
Debts discharged:	
Financial guarantee liabilities *(note 14)*	285,007
Current tax liabilities	60
Due to deconsolidated subsidiaries	679
Accruals, other payables and deposits received	473
	286,219
Satisfied by:	
Cash consideration	(43,000)
Issue of shares to creditors	(8,000)
Issue of creditors convertible bonds	(8,000)
	(59,000)
Gain on debts discharged under the Scheme of Arrangement	227,219

Gain on group reorganisation

On 23 February 2012, the Group completed the restructuring agreement (details of which are set out in the circular of the Company dated 23 December 2011) pursuant to which Sunlink Technologies Holdings Limited (the former immediate subsidiary of the Company) together with its subsidiaries and associate were transferred out of the Group to the nominee of the administrators of the Scheme of Arrangement.

	Six months ended 30 June 2012 *HK$'000* (Unaudited)
Net liabilities at the date of deconsolidation were as follows:	
Accruals, other payables and deposits received	(2,330)
Current tax liabilities	(1,528)
Due to deconsolidated subsidiaries	(26,731)
	(30,589)
Gain on group reorganisation	30,589
Total consideration satisfied by cash	–
Net cash effect arising on group reorganisation	–

As a result of the group reorganisation, the special reserve included in the condensed consolidated statement of changes in equity of approximately HK$64,907,000 was transferred to the accumulated losses of the Company during the six months period ended 30 June 2012.

8. Profit before tax

The Group's profit before tax for the period is arrived at after charging:

	Six months ended 30 June 2013 ***HK$'000*** **(Unaudited)**	30 June 2012 *HK$'000* (Unaudited)
Staff costs including directors' remuneration		
Salaries, bonus and allowances	**4,734**	4,030
Retirement benefits scheme contributions	**173**	286
	4,907	4,316
Cost of inventories sold	**114,915**	126,508
Depreciation of property, plant and equipment	**442**	324
Operating lease charges on land and buildings	**1,129**	1,076

Cost of inventories sold included staff costs, depreciation and operating lease charges totalling approximately HK$3,182,000 (2012: HK$3,134,000) which are included in the amounts disclosed separately above.

9. Income tax (credit)/expense

	Six months ended	
	30 June 2013	30 June 2012
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Current tax – Hong Kong Profits Tax provided for the period	**47**	230
Current tax – Corporate Income Tax in the People's Republic of China (the "PRC") provided for the period	**–**	49
Deferred tax	**(97)**	(34)
	(50)	245

Hong Kong Profits Tax has been provided at a rate of 16.5% (six months ended 30 June 2012: 16.5%) on the estimated assessable profit for the six months ended 30 June 2013.

Tax charge on profits assessable elsewhere has been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretation and practices in respect thereof.

10. Dividends

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2013 (six months ended 30 June 2012: nil).

11. Earnings per share

The calculation of the basic and diluted earnings per share is based on the following data:

	Six months ended	
	30 June 2013	30 June 2012
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Earnings:		
Earnings for the purpose of calculating basic earnings per share	**1,646**	255,223
Finance costs saving on conversion of creditors convertible bonds outstanding	**259**	232
Deferred tax relating to creditors convertible bonds	**(97)**	(34)
Earnings for the purpose of calculating diluted earnings per share	**1,808**	255,421

	Six months ended	
	30 June	30 June
	2013	2012
	'000	*'000*
	(Unaudited)	(Unaudited)
Number of shares:		
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share	**1,071,690**	789,325
Effect of dilutive potential ordinary shares arising from creditors convertible bonds outstanding	**38,027**	28,132
Weighted average number of ordinary shares for the purpose of calculating diluted earnings per share	**1,109,717**	817,457

Basic and diluted earnings per share for the six months ended 30 June 2013 were the same because conversion of creditors convertible bonds would increase the earnings per share, therefore, is anti-dilutive.

The weighted average number of ordinary shares for the six months ended 30 June 2012 for the purpose of calculating the basic earnings per share has been adjusted to account for the effect of the share consolidation and open offer of the Company conducted during the period ended 30 June 2012.

12. Trade and bill receivables

The Group's trading terms with customers are mainly on credit. The credit terms generally range from 15 to 120 days. Each customer has a maximum credit limit. For new customers, payment in advance is normally required. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management.

The aging analysis of trade and bill receivables, based on the invoice date, and net of allowance, is as follows:

	As at	As at
	30 June	31 December
	2013	2012
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
30 days or less	**16,852**	33,010
31 days to 60 days	**9,340**	10,662
61 days to 90 days	**2,759**	6,392
91 days to 120 days	**897**	1,598
Over 120 days	**22,142**	17,313
	51,990	68,975

No bill receivables was included in the balance of trade and bill receivables as at 30 June 2013 (31 December 2012: approximately HK$873,000).

13. Trade payables

The aging analysis of trade payables, based on the date of receipt of goods, is as follows:

	As at 30 June 2013	As at 31 December 2012
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
30 days or less	**6,677**	9,675
31 days to 60 days	**2,471**	2,372
61 days to 90 days	**853**	916
91 days to 120 days	**344**	557
Over 120 days	**1,289**	1,162
	11,634	14,682

14. Financial guarantee liabilities

The Company provided corporate guarantees for all the bank loans and certain payables maintained by its former subsidiaries which were deconsolidated from the consolidated financial statements of the Group since 1 July 2008, details of the deconsolidation were disclosed in notes 2 and 10 to the consolidated financial statements of the Company for the year ended 31 December 2008. During the six months ended 30 June 2013, there was no loss on financial guarantee liabilities charged to the consolidated profit or loss (six months ended 30 June 2012: approximately HK$3,766,000). The Company was liable to financial guarantee liabilities of approximately HK$285,007,000 immediately before completion of the Scheme of Arrangement. These liabilities of the Company had been discharged under the Scheme of Arrangement of the Company which became effective on 23 February 2012.

15. Creditors convertible bonds

Upon the coming into effect of the Scheme of Arrangement on 23 February 2012, the creditors convertible bonds in the aggregate principal amount of HK$8,000,000, convertible into 40,000,000 ordinary shares of the Company at the initial conversion price of HK$0.20 per share, were issued by the Company to the nominee of the scheme administrators of the Scheme of Arrangement. The creditors convertible bonds will mature on 23 February 2014 and are interest bearing at 1% per annum.

The effective interest rate used to measure the liability component of the creditors convertible bonds is 10.12% per annum.

In March 2013, certain creditors convertible bond holders had exercised their conversion options and converted creditors convertible bonds in the aggregate principal amount of approximately HK$558,000 into approximately 2,790,000 ordinary shares of the Company, whereas in March and May 2013, certain creditors convertible bonds in the aggregate principal amount of approximately HK$4,164,000 were redeemed by the Company with the consideration paid being allocated to the liability and equity components of such creditors convertible bonds as to approximately HK$3,855,000 and HK$309,000 respectively by using the same method as adopted on initial recognition of such creditors convertible bonds. The amount of consideration allocated to the equity component of such creditors convertible bonds was recognised in equity. As at 30 June 2013, the aggregate principal amount of creditors convertible bonds outstanding was approximately HK$3,278,000.

The nominal value of creditors convertible bonds issued have been split between the liability component and equity component as follows:

	HK$'000
	(Unaudited)
Nominal value of creditors convertible bonds issued	8,000
Equity component	(1,264)
Liability component at date of issue	6,736
Interest charged for the year ended 31 December 2012 calculated at an effective interest rate of 10.12% per annum	578
Interest payable for the year ended 31 December 2012	(68)
Liability component at 31 December 2012 and 1 January 2013	7,246
Interest charged for the six months ended 30 June 2013 calculated at an effective interest rate of 10.12% per annum *(note 6)*	259
Interest payable for the six months ended 30 June 2013	(27)
Conversion of creditors convertible bonds	(513)
Redemption of creditors convertible bonds	(3,855)
Liability component at 30 June 2013	**3,110**

The carrying amount of the creditors convertible bonds approximates to their fair values.

INTERIM DIVIDEND

The Board has resolved not to declare an interim dividend for the six months ended 30 June 2013 (six months ended 30 June 2012: nil).

OPERATIONS REVIEW

For the six months ended 30 June 2013, the Group continued to engage in the sale of semiconductors and related products as well as the development and provision of electronic turnkey device solution products. The Group reported a turnover of HK$120,800,000, representing a 14% decline from the previous period (30 June 2012: HK$140,301,000), and gross profit of HK$5,749,000, showing a 48% drop from the prior period (30 June 2012: HK$11,032,000). The declines in the Group's turnover and gross profit were primarily due to the decreases in revenue and profit generated from the sales of used semiconductor and computer motherboard products caused by the drop in demand from customers.

During the period under review, the revenue of the Group's semiconductors and related products operation amounted to HK$99,635,000, showing an 8% increase when compared with the previous period (30 June 2012: HK$92,029,000) and was mainly due to the increase in sales of standardised semiconductor products, which largely offset the effect of the drop in sales of used semiconductor products. Despite the rise of the operation's overall revenue, the profit of the operation decreased by 82% to HK$806,000 (30 June 2012: HK$4,584,000) that mainly represented the combined effect of the squeeze in profit margin derived from the sales of standardised semiconductor products and the drop in revenue and hence profit generated from the sales of used semiconductor products. The Group principally performs a supply and procurement function of standardised semiconductors and related products for its customers mainly for applications in computer, consumer electronic and telecommunication products. In addition, the Group sells used transmission equipment containing recyclable semiconductor components. During the review period, primarily due to the continued slowdown of the PRC economy that negatively affected the electronic industry in general, the price and profit margin of electronic products have been going downtrend which reduced the profitability of the Group's semiconductor products operation.

The revenue of the development and provision of electronic turnkey device solutions operation decreased by 56% to HK$21,165,000 (30 June 2012: HK$48,272,000) and its results was turnaround from profit of HK$2,506,000 in the prior period to loss of HK$267,000 in the current period. The rather disappointed results of the operation was mainly due to the declines in revenue and profit from the operation's engineering and design services for netbook and notebook computer motherboards, the sales orders from customers dropped significantly during the review period that was largely an indirect consequence of the increased popularity of tablet computers. As part of the measures to counter the unsatisfactory performance of the operation's computer motherboard product line, the operation has commenced the engineering services for backlight circuitry of Liquid Crystal Display (LCD) panels during the review period. This new line of business represents an extension of the operation's engineering services for turnkey device solution products and a new revenue source to the operation. The performance of the operation's other major product line, being the manufacture of microcontrollers for home electrical appliances in the PRC, has stabilised after experiencing the adverse impact of the China-Japan Diaoyu Islands Dispute event happened in August 2012. The operation has proactively solicited new non-Japanese based home electrical appliances manufacturers to reduce reliance on sales orders from Japanese based customers and the financial performance of this product line is gradually improving.

The profit attributable to owners of the Company was HK$1,646,000 in the current period compared to HK$255,223,000 in the previous period; whereas basic earnings per share were HK0.15 cent compared to HK32.33 cents in the prior period. The decrease in profit earned by the Group was mainly the combined results of the absence of gains on debts discharged under the Scheme of Arrangement and group reorganisation amounted to HK$227,219,000 and HK$30,589,000 respectively as recorded in the previous period, and the decreases in revenue and profit generated from the Group's used semiconductor and computer motherboard products resulting from the drop in demand from customers. During the review period, as part of the Group's treasury management measures, the Group had utilised part of its surplus funds on hand placing time deposits with banks and earned bank interest income of HK$213,000 (30 June 2012: HK$401,000), and where considered appropriate, made advances to third parties on short term basis and earned loan interest income of HK$1,645,000 (30 June 2012: nil). The Group's administrative expenses dropped by 54% to HK$4,187,000 (30 June 2012: HK$9,117,000) in the current period that was mainly due to the absence of the restructuring costs of HK$4,926,000 recorded in the previous period. No further loss on financial guarantee liabilities was incurred by the Group during the current period as the Scheme of Arrangement with creditors of the Company had come into effect in February 2012.

PROSPECTS

Primarily owing to the slowdown of economic growth in the PRC, the Group has been operating in business environments filled with uncertainties and challenges during the review period. Against this backdrop, the Group has been managing its businesses prudently to weather the negative impact on the electronic industry in general. For the remainder of the financial year, the Group will continue its prudent and cautious approach in managing its businesses and in evaluating new business opportunities to ensure a stable prospect for shareholders of the Company.

CORPORATE GOVERNANCE

The Company has adopted the principles and complied with all the applicable provisions of the Corporate Governance Code (the "CG Code") as set out in Appendix 14 of the Listing Rules throughout the six months ended 30 June 2013 except for the following deviation with reason as explained:

Code Provision A.6.7

Code provision A.6.7 of the CG Code stipulates that the independent non-executive directors and other non-executive directors should attend general meetings and develop a balanced understanding of the views of shareholders.

Deviation

Mr. Suen Cho Hung, Paul, a non-executive director of the Company, was unable to attend the annual general meeting of the Company held on 10 June 2013 as he had other important business engagement.

AUDIT COMMITTEE

The unaudited condensed consolidated interim financial statements of the Company for the six months ended 30 June 2013 have not been audited, but have been reviewed by the Audit Committee of the Company and are duly approved by the Board under the recommendation of the Audit Committee.

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

During the six months ended 30 June 2013, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

By Order of the Board
Sue Ka Lok
Chairman

Hong Kong, 28 August 2013

As at the date of this announcement, the Board comprises two Executive Directors, namely Mr. Sue Ka Lok (Chairman) and Mr. Lai Ming Wai (Chief Executive Officer); one Non-executive Director, namely Mr. Suen Cho Hung, Paul; and three Independent Non-executive Directors, namely Mr. Sun Ka Ziang, Henry, Mr. Chiang Bun and Ms. Wong Wai Yin, Viola.

* *For identification purpose only*