HUAJUN HOLDINGS LIMITED
華君控股有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 377)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 MARCH 2015

ANNUAL RESULTS

The board of directors (the "**Board**") of Huajun Holdings Limited (the "**Company**") is pleased to announce the consolidated annual results of the Company and its subsidiaries (the "**Group**") for the year ended 31 March 2015 together with the comparative figures for the year ended 31 March 2014.

* *For identification purposes only*

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2015

	NOTES	**2015** **HK$'000**	2014 HK$'000
Continuing operations			
Revenue	3&4	**747,926**	677,189
Cost of sales		**(581,356)**	(557,621)
Gross profit		**166,570**	119,568
Gains on disposal of subsidiaries		**73,021**	–
Other income	5	**3,345**	2,720
Gain (loss) arising on change in fair value of investment properties		**305,191**	(1,433)
Other gains and losses	6	**42,715**	153,745
Selling and distribution expenses		**(48,862)**	(48,840)
Administrative expenses		**(104,561)**	(75,062)
Finance costs	7	**(14,776)**	(2,980)
Profit before tax		**422,643**	147,718
Income tax expense	8	**(145,526)**	(25,497)
Profit for the year from continuing operations	9	**277,117**	122,221
Discontinued operation			
Profit from discontinued operation	10	**35**	1,872
Profit for the year		**277,152**	124,093
Other comprehensive (expense) income for the year			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		**(8,122)**	5,552
Total comprehensive income for the year		**269,030**	129,645

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME – continued
FOR THE YEAR ENDED 31 MARCH 2015

	NOTES	**2015** **HK$'000**	2014 *HK$'000*
Profit for the year attributable to shareholders of the Company			
– from continuing operations		**242,128**	122,138
– from discontinued operation		**62**	1,705
Profit for the year attributable to shareholders of the Company		**242,190**	123,843
Profit (loss) for the year attributable to non-controlling interests			
– from continuing operations		**34,989**	83
– from discontinued operation		**(27)**	167
Profit for the year attributable to non-controlling interests		**34,962**	250
Profit for the year		**277,152**	124,093
Total comprehensive income attributable to:			
Shareholders of the Company		**234,068**	129,395
Non-controlling interests		**34,962**	250
		269,030	129,645
Earnings per share	*12*	**HK cents**	HK cents
From continuing and discontinued operations			
– Basic		**8.92**	4.64
– Diluted		**8.92**	N/A
From continuing operations			
– Basic		**8.92**	4.58
– Diluted		**8.92**	N/A

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 31 MARCH 2015

	NOTES	2015 HK$'000	2014 HK$'000
ASSETS AND LIABILITIES			
NON-CURRENT ASSETS			
Property, plant and equipment		**247,689**	314,133
Prepaid lease payments		**16,979**	17,823
Investment properties		**637,431**	27,900
Club membership		**2,092**	–
Finance lease receivables	*13*	**462,492**	–
Loan receivables	*14*	**54,199**	–
Deferred tax assets		**2,332**	2,499
Deposits for purchases of plant and equipment		**10,966**	10,986
		1,434,180	373,341
CURRENT ASSETS			
Inventories		**106,253**	99,095
Finance lease receivables	*13*	**41,258**	–
Trade and other receivables	*14*	**189,680**	122,271
Loan receivables	*14*	**71,300**	4,000
Tax recoverable		**336**	216
Trading securities		**–**	183,838
Pledged bank deposits		**644,388**	–
Bank balances and cash		**1,231,259**	99,444
		2,284,474	508,864
Assets classified as held for sale	*10*	**–**	94,405
		2,284,474	603,269
CURRENT LIABILITIES			
Trade and other payables	*15*	**442,353**	168,521
Tax payable		**11,767**	2,243
Borrowings		**714,710**	104,688
		1,168,830	275,452
Liabilities associated with assets classified as held for sale	*10*	**–**	45,809
		1,168,830	321,261
NET CURRENT ASSETS		**1,115,644**	282,008
TOTAL ASSETS LESS CURRENT LIABILITIES		**2,549,824**	655,349

CONSOLIDATED STATEMENT OF FINANCIAL POSITION – continued
AT 31 MARCH 2015

	NOTES	**2015** **HK$'000**	2014 *HK$'000*
NON-CURRENT LIABILITIES			
Long term deposits received		**21,875**	–
Deferred tax liabilities		**128,543**	23,664
Borrowings		**1,051,910**	–
		1,202,328	23,664
NET ASSETS		**1,347,496**	631,685
CAPITAL AND RESERVES			
Share capital	*16*	**31,983**	26,653
Reserves		**1,250,176**	590,009
Equity attributable to shareholders of the Company		**1,282,159**	616,662
Non-controlling interest		**65,337**	15,023
TOTAL EQUITY		**1,347,496**	631,685

NOTES

1. BASIS OF PREPARATION

The annual results set out in the announcement do not constitute the Group's financial statements for the year ended 31 March 2015 but are extracted from those financial statements. The financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("**HKFRSs**"), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("**HKASs**") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**"), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. The financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("**Listing Rules**").

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

The Group has applied the following interpretation and amendments to standards issued by the HKICPA for the first time in the current year:

Amendments to HKFRS 10, HKFRS 12 and HKAS 27	Investment Entities
Amendments to HKAS 32	Offsetting Financial Assets and Financial Liabilities
Amendments to HKAS 36	Recoverable Amount Disclosures for Non-Financial Assets
Amendments to HKAS 39	Novation of Derivatives and Continuation of Hedge Accounting
HK(IFRIC) – Int 21	Levies

The application of the amendments to HKFRSs and a new interpretation in the current year has had no material impact on the Group's financial performance and positions for the current and prior years.

3. REVENUE

The principal activities of the Group are: (1) sale and manufacturing of high quality multi-colour packaging products, carton boxes, books, brochures and other paper products (hereinafter collectively described as printing products); (2) sales of electronic parts and devices; (3) revenue from finance lease and related services; (4) provision of finance; (5) property investments; (6) securities investments and (7) medical management services. Revenue represents the invoiced value of goods sold, interest income from the provision of finance, rental income from property investments and income from provision of medical management services, net of sales tax, returns and discounts. The Group's significant category of revenue from continuing operations recognised during the year is as follows:

	2015 ***HK$'000***	2014 *HK$'000*
Sales of printing products	**686,218**	676,146
Sales of electronic parts and devices	**22,746**	–
Revenue from finance lease and related services	**34,183**	–
Interest income from provision of finance	**362**	685
Rental income from property investments	**1,786**	358
Interest income from securities investments	**2,214**	–
Income from provision of medical management services	**417**	–
	747,926	677,189

4. SEGMENT INFORMATION

The Group manages its businesses by divisions, which are organised by different business lines. In a manner consistent with the way in which information is reported internally to the Group's executive directors, being the chief operating decision maker ("**CODM**"), for the purposes of resource allocation and performance assessment, the Group has identified the following seven operating and reportable segments. No operating segments have been aggregated to form the following reportable segments.

- Printing: Sale and manufacturing of high quality multi-colour packaging products, carton boxes, books, brochures and other paper products
- Trading: Trading and supply chain
- Finance lease: Provision of finance through finance lease and related services
- Provision of finance: Provision of finance
- Property investments: Property investments
- Securities investments: Investment activities in equity securities, funds, bonds and assets management services
- Medical management: Provision of medical management services

During the year ended 31 March 2015, the Group started three new segments: Trading segment, finance lease segment and medical management segment.

An operating segment regarding the provision of securities brokerage and margin financing services was discontinued in the current year. The segment information reported in this note does not include any amounts from this discontinued operation which is disclosed in more detail in note 10.

Year ended 31 March 2015

Continuing operations

	Printing *HK$'000*	Trading *HK$'000*	Finance lease *HK$'000*	Provision of finance *HK$'000*	Property investments *HK$'000*	Securities investments *HK$'000*	Medical management *HK$'000*	Total *HK$'000*
Segment revenue								
Revenue from external customers	686,218	22,746	34,183	362	1,786	2,214	417	747,926
Segment results	7,540	7,017	33,879	94	307,910	22,769	393	379,602
Unallocated amounts								
Corporate administrative expenses								(22,122)
Gain on disposal of subsidiaries								73,021
Other gains and losses of corporate								5,083
Corporate other income								1,835
Finance costs								(14,776)
Group's profit before tax								422,643

4. **SEGMENT INFORMATION** – continued

Year ended 31 March 2014

Continuing operations

	Printing *HK$'000*	Provision of finance *HK$'000*	Property investments *HK$'000*	Securities investments *HK$'000*	Total *HK$'000*
Segment revenue					
Revenue from external customers	676,146	685	358	–	677,189
Segment results	3,148	59	(1,228)	151,140	153,119
Unallocated amounts					
Corporate administrative expenses					(3,329)
Corporate other income					908
Finance costs					(2,980)
Group's profit before tax					147,718

Other segment information

Year ended 31 March 2015

	Printing *HK$'000*	Trading *HK$'000*	Finance lease *HK$'000*	Provision of finance *HK$'000*	Property investments *HK$'000*	Securities investments *HK$'000*	Medical management *HK$'000*	Unallocated *HK$'000*	Total *HK$'000*
Amounts included in the measure of segment profit or loss or segment assets:									
Depreciation and amortisation for the year	40,954	1	–	–	–	–	–	489	41,444
Additions to non-current assets during the year	43,685	182	–	–	399,042	–	–	9,579	452,488
Bargain purchase gain	–	6,972	–	–	–	–	–	–	6,972
Gain on disposal of property, plant and equipment	55	–	–	–	–	–	–	–	55
Gain arising on change in fair value of investment properties	–	–	–	–	305,191	–	–	–	305,191
Gain arising on change in fair value of convertible bonds and fund investment	–	–	–	–	–	21,396	–	–	21,396
Gain arising on change in fair value of trading securities	–	–	–	–	–	9,417	–	–	9,417

4. **SEGMENT INFORMATION** – continued

Other segment information – continued

Year ended 31 March 2014

	Printing *HK$'000*	Trading *HK$'000*	Finance lease *HK$'000*	Provision of finance *HK$'000*	Property investments *HK$'000*	Securities investments *HK$'000*	Medical management *HK$'000*	Unallocated *HK$'000*	Total *HK$'000*
Amounts included in the measure of segment profit or loss or segment assets:									
Depreciation and amortisation for the year	39,569	–	–	–	–	–	–	–	39,569
Additions to non-current assets during the year	26,441	–	–	–	29,333	–	–	–	55,774
Gain on disposal of property, plant and equipment	166	–	–	–	–	–	–	–	166
Gain (loss) arising on change in fair value of investment properties	–	–	–	–	(1,433)	–	–	–	(1,433)
Gain arising on change in fair value of trading securities	–	–	–	–	–	156,160	–	–	156,160

Segment results represent the profit and loss of each segment without allocation of expenses arising from corporate administrative expenses, other gain and loss of corporate, corporate other income, finance costs, gain on disposal of subsidiaries and items not attributable to individual segment. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

The following is an analysis of the Group's assets and liabilities by reportable segments:

	2015 ***HK$'000***	2014 *HK$'000*
Segment assets		
Continuing operations		
Printing	**528,565**	719,408
Trading	**36,030**	–
Finance lease	**506,085**	–
Provision of finance	**125,828**	4,269
Property investments	**662,431**	27,972
Securities investments	**–**	183,951
Medical management	**2,676**	–
	1,861,615	935,600
Elimination of inter-segment receivables	**–**	(89,282)
	1,861,615	846,318
Assets classified as held for sales	**–**	94,405
Unallocated assets	**1,857,039**	35,887
Consolidated total assets	**3,718,654**	976,610

4. SEGMENT INFORMATION – continued

	2015	2014
	HK$'000	*HK$'000*
Segment liabilities		
Continuing operations		
Printing	**183,365**	250,004
Trading	**21,152**	–
Finance lease	**32,664**	–
Provision of finance	**120**	4,204
Property investments	**229,696**	29,664
Securities investments	**300**	69,154
Medical management	**25**	–
	467,322	353,026
Elimination of inter-segment payables	**–**	(88,992)
	467,322	264,034
Liabilities associated with assets classified as held for sales	**–**	45,809
Unallocated liabilities	**1,903,836**	35,082
Consolidated total liabilities	**2,371,158**	344,925

For the purposes of monitoring segment performance and allocating resources between segments:

– all assets are allocated to operating segments other than corporate assets; and

– all liabilities are allocated to operating segments other than corporate liabilities.

5. OTHER INCOME

	2015	2014
	HK$'000	*HK$'000*
Continuing operations		
Interest income earned on bank balances and pledged bank deposits	**1,835**	908
Others	**1,510**	1,812
	3,345	2,720

6. OTHER GAINS AND LOSSES

	2015	2014
	HK$'000	*HK$'000*
Continuing operations		
Gain on disposal of property, plant and equipment	**55**	166
Gain arising on change in fair value of trading securities	**9,417**	156,160
Exchange gain (loss), net	**4,875**	(2,581)
Gain arising on change in fair value of convertible bonds and fund investment *(note a)*	**21,396**	–
Bargain purchase gain for acquisition of subsidiaries	**6,972**	–
	42,715	153,745

Note:

a. The Group acquired a 8% interest bearing convertible bond and 54,287 shares of an investment fund on 19 November 2014 and 22 December 2014 respectively. The convertible bond and the entire interest in the investment fund were disposed of subsequently during the year ended 31 March 2015 at an aggregate gain of HK$21,396,000.

7. FINANCE COSTS

	2015	2014
	HK$'000	*HK$'000*
Continuing operations		
Interest on bank and other borrowings wholly repayable within five years	**6,046**	2,980
Imputed interest arising on interest free borrowings from a controlling shareholder	**6,636**	–
Other finance charges	**2,094**	–
	14,776	2,980

8. INCOME TAX EXPENSE

	2015	2014
	HK$'000	*HK$'000*
Continuing operations		
Current tax:		
Hong Kong	**1,970**	210
PRC Enterprise Income Tax	**12,152**	3,005
Other jurisdictions	**174**	–
	14,296	3,215
Underprovision (overprovision) in prior year:		
Hong Kong	**545**	353
PRC Enterprise Income Tax	**1,289**	37
Other jurisdictions	**–**	(17)
	1,834	373
Deferred tax:		
Origination and reversal of temporary differences	**129,396**	21,909
Total income tax recognised in profit or loss	**145,526**	25,497

Hong Kong Profits Tax is calculated at 16.5% (2014: 16.5%) of the estimated assessable profit for the year.

PRC subsidiaries are subject to PRC Enterprise Income Tax at 25% for the year (2014: 25%).

Under the existing rules and regulations on LAT, all gains arising from transfer of real estate property in the PRC are subject to LAT at progressive rates ranging from 30% to 60% on the appreciation of the land value, being the proceeds of sales of properties less deductible expenditure including cost of land use rights, borrowing costs and all property development expenditure.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

9. PROFIT FOR THE YEAR

	2015	2014
	HK$'000	*HK$'000*
Profit for the year from continuing operations is arrived after charging:		
Staff cost, excluding directors' remuneration:		
Salaries, wages and other benefits	**174,084**	173,767
Retirement benefits scheme contributions	**18,143**	15,076
Share-based payment	**853**	–
Total staff costs	**193,080**	188,843
Amortisation of land lease premium	**735**	735
Auditor's remuneration	**1,100**	1,082
Depreciation for property, plant and equipment	**40,709**	38,834
Operating lease rental on land and buildings	**11,291**	4,557
Cost of inventories recognised as an expense	**581,012**	557,621

10. DISCONTINUED OPERATION

On 28 March 2014, the Group entered into a conditional sales and purchase agreement with Mr. Law Man Lung ("**Mr. Law**"), who is a 8% shareholder of CEPA Alliance Holdings Limited, to dispose of the Group's entire 70% interest in CEPA Alliance Holdings Limited and its subsidiary, (together referred to as the "**CEPA Group**") at a total cash consideration of HK$34,800,000, subject to the approval of Securities and Futures Commission of Hong Kong. A deposit of HK$17,400,000 was received from Mr. Law as at 31 March 2014. The disposal was completed on 17 July 2014, on which date the Group ceased to control the CEPA Group.

10. DISCONTINUED OPERATION – continued

The (loss) profit from the discontinued operation for the current and preceding years is analysed as follows:

	2015	2014
	HK$'000	*HK$'000*
Revenue	**2,951**	11,428
Commission rebate expenses	**(442)**	(1,714)
Other income	**115**	525
Administrative expenses	**(2,679)**	(8,546)
Finance costs	**–**	(112)
(Loss) profit before tax	**(55)**	1,581
Income tax (expense) credit	**(36)**	291
(Loss) profit for the year	**(91)**	1,872
Attributable to:		
Equity shareholders of the Company	**(64)**	1,705
Non-controlling interests	**(27)**	167
	(91)	1,872
Profit from discontinued operation:		
(Loss) profit for the year	**(91)**	1,872
Gain on disposal	**126**	–
	35	1,872

Major classes of assets and liabilities of the CEPA Group as at 31 March 2014 were as follows:

	HK$'000
Goodwill	930
Property, plant and equipment	447
Other assets	2,350
Intangible assets	1,260
Deferred tax assets	215
Trade and other receivables	34,214
Cash held on behalf of brokerage clients	39,301
Bank balances and cash	15,688
Total assets classified as held for sale	94,405
Trade and other payables	45,809
Total liabilities associated with assets classified as held for sale	45,809

11. DIVIDEND

Subsequent to the end of the reporting period, final dividend in respect of the year ended 31 March 2015 of HK2.48 cents per share (2014: nil in respect of the year ended 31 March 2014), amounting to HK$79,319,000 (2014: nil) calculated on the basis of ordinary shares in issue as at 31 March 2015 has been proposed by the Directors and is subject to approval by the shareholders at the forthcoming general meeting.

12. EARNINGS PER SHARE

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

Continuing and discontinued operations

	2015	2014
	HK$'000	*HK$'000*
Earnings		
Earnings for the purposes of basic and diluted (2014: basic) earnings per share (Profit for the year attributable to shareholders of the Company)		
– from continuing operations	**242,128**	122,138
– from discontinued operation	**62**	1,705
Earnings for the purposes of basic and diluted (2014: basic) earnings per share	**242,190**	123,843

	2015	2014
Number of shares		
Weighted average number of share for the purposes of basic and diluted (2014: basic) earnings per share	**2,714,944,718**	2,665,290,000

The computation of diluted earnings per share for the year ended 31 March 2015 does not assume the exercise of the Company's share options because the exercise price of those options was higher than the average closing market price of the Company's shares (2014: No diluted earnings per share is presented as there was no potential ordinary shares of the Company outstanding).

From continuing operations

	2015	2014
	HK$'000	*HK$'000*
Earnings		
Profit for the purposes of basic and diluted (2014: basic) earnings per share		
From continuing operations	**242,128**	122,138

The denominators used are the same as those detailed above for both basic and diluted earnings per share.

From discontinued operation

Basic and diluted earnings per share from discontinued operation is HK0.002 cent per share (2014: basic earnings per share of HK0.06 cent), based on the profit for the year ended 31 March 2015 from discontinued operation attributable to the shareholders of the Company of HK$62,000 (2014: HK$1,705,000) and the denominators detailed above for both basic and diluted earnings per share.

13. FINANCE LEASE RECEIVABLES

	2015	2014
	HK$'000	*HK$'000*
Current portion of finance lease receivables	**41,258**	–
Non-current portion of finance lease receivables	**462,492**	–
	503,750	–

	Minimum lease payments		**Present value of minimum lease payments**	
	2015	2014	**2015**	2014
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Not later than one year	**45,338**	–	**41,258**	–
Later than one year and not later than five years	**549,501**	–	**462,492**	–
	594,839	–	**503,750**	–
Less: unearned finance income	**(91,089)**	–	**N/A**	N/A
Present value of minimum lease payments receivable	**503,750**	–	**503,750**	–

Long term deposits of HK$21,875,000 (2014: nil) have been received by the Group to secure the finance lease receivables and classified as non-current liabilities based on the final lease instalment due date stipulated in the finance lease agreements. In addition, the finance lease receivables are secured over the leased assets mainly machineries, equipment and construction in progress as at 31 March 2015.

The Group is not permitted to sell or repledge the collateral of finance lease receivables in the absence of default by the lessee. Estimates of fair value of collateral are made during the credit approval process, by reference to the original cost and the carrying value of the lease assets at the inception of finance lease. All the Group's finance lease receivables are denominated in Renminbi ("**RMB**"), the functional currency of the relevant group entity. The weighted average term of finance leases entered into is 2.1 years and all principal are repayable at the end of the lease term.

14. TRADE AND OTHER RECEIVABLES/LOAN RECEIVABLES

	2015 *HK$'000*	2014 *HK$'000*
Trade receivables	**114,653**	114,928
Deposits and other receivables	**75,027**	7,343
	189,680	122,271
Loan receivables (current)	**71,300**	4,000
	260,980	126,271
Loan receivables (non-current)	**54,199**	–
	315,179	126,271

For the years ended 31 March 2015 and 2014, the Group allowed a credit period up to 90 days from the date of billing to its trade customers.

The following is an ageing analysis of trade receivables presented based on the invoice date which approximates the respective revenue recognition date, at the end of the reporting period.

	2015 *HK$'000*	2014 *HK$'000*
0–30 days	**62,808**	61,791
31–90 days	**40,609**	49,713
91–180 days	**4,586**	3,424
Over 180 days	**6,650**	–
	114,653	114,928

15. TRADE AND OTHER PAYABLES

	2015	2014
	HK$'000	*HK$'000*
Trade payables	**83,615**	78,653
Other payables	**111,217**	67,553
Other payables in relation to acquisition of subsidiaries	**229,696**	–
Bill payable	**17,825**	22,315
	442,353	168,521

The following is an ageing analysis of trade payables based on the invoice date.

	2015	2014
	HK$'000	*HK$'000*
0–30 days	**45,751**	41,030
31–90 days	**26,610**	27,111
Over 91 days	**11,254**	10,512
	83,615	78,653

The following is an ageing analysis of bills payable based on the date of issuance of bills.

	2015	2014
	HK$'000	*HK$'000*
0–30 days	**5,293**	5,936
31–60 days	**5,703**	5,376
61–90 days	**6,303**	11,003
Over 90 days	**526**	–
	17,825	22,315

16. SHARE CAPITAL

Ordinary shares	Number of shares 2015 *'000*	2014 *'000*	Share capital 2015 *HK$'000*	2014 *HK$'000*
Authorised:				
Ordinary shares of HK$0.01 each at 1 April 2013, 31 March 2014 and 31 March 2015	**40,000,000**	40,000,000	**400,000**	400,000
Issued and fully paid:				
At 1 April 2013, 31 March 2014 and 1 April 2014	**2,665,290**	2,665,290	**26,653**	26,653
Issue of shares	**533,058**	–	**5,330**	–
At 31 March 2015	**3,198,348**	2,665,290	**31,983**	26,653

On 26 February 2015, a placement of 533,058,000 new shares at par value of HK$0.01 each was completed. The placing price was HK$0.7 per share. The difference between the placing price and the par value of the issued shares of HK$367,811,000 was recognised in share premium account.

17. CAPITAL COMMITMENTS

	2015 *HK$'000*	2014 *HK$'000*
Capital expenditure contracted for but not provided for in the consolidated financial statements in respect of the acquisition of:		
Plant and equipment	**16,041**	10,609

18. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's presentation.

BUSINESS REVIEW AND OUTLOOK

For the year ended 31 March 2015 under review ("Review Year"), the Group discontinued its brokerage of securities services business and continued to engage in the businesses of (1) sale and manufacturing of high quality multi-colour packaging products, carton boxes, books, brochures and other paper products; (2) provision of finance; (3) securities investments; (4) property investments and diversified to engage the following businesses,namely (5) finance lease; (6) trading and (7) medical management.

Continuing operations

Despite facing a challenging economic environment, The Group was able to achieve improved revenue of approximately HK$747.9 million, which represented an increase of 10.4% from approximately HK$677.2 million in last corresponding year ("Corresponding Year"). This included a slight increase in our printing segment of 1.5% with revenue from approximately HK$676.1 million in Corresponding Year to approximately HK$686.2 million in Review Year which attributed to 91.7% of the total revenue, interest income from provision of finance with approximately HK$0.4 million in Review Year from approximately HK$0.7 million in Corresponding Year, rental income of approximately HK$1.8 million during Review Year compared with approximately HK$0.4 million in Corresponding Year. Securities investments recorded revenue of approximately HK$2.2 million in Review Year while the Corresponding Year did not record any revenue. The Group diversified their investment with new segments which included finance lease with a revenue of approximately HK$34.2 million; Trading segment contributed revenue of approximately HK$22.7 million and medical management of approximately HK$0.4 million for the Review Year respectively.

Gross profit improved to approximately HK$166.6 million during Review Year from approximately HK$119.6 million from Corresponding Year. Gross profit percentage improved from 17.7% from Corresponding Year to 22.3% for Review Year. This is attributable with diversified investments with higher return of profit during the Review Year. The Group recorded a gain arising on change in fair value of investment properties with an amount of approximately HK$305.2 million and gains of disposal of subsidiaries of approximately HK$73.0 million during Review Year.

Though revenue improved, selling and distribution expenses remained at approximately HK$48.9 million for the Review Year and Corresponding Year. As a result of the expanding and diversification of businesses, administrative expenses increased from approximately HK$75.1 million to approximately HK$104.6 million from Corresponding Year to Review Year representing 11.1% and 14.0% of the revenue respectively. This included mainly increases in rental, salary and professional expenses.

Finance costs increased from approximately HK$3.0 million in Corresponding Year to approximately HK$14.8 million during Review Year. It is due to more funds were utilised in finance lease and trading segments and other investments.

Profit for the year from continuing operation increased by 126.7% from approximately HK$122.2 million in Corresponding Year to approximately HK$277.1 million in Review Year. It was due to the diversification of investments with high return and improvements in other existing businesses.

PROSPECT

During year under Review Year, the economy of USA improve steady with the stable growth of PRC though uncertainty of Europe. The Group benefited from the improved economy of USA with increase of revenue in existing clients and new clients in printing industry. The profit improved with the success of the strategic capital investment for automation and increase productivity. The Group will diversify in other investment opportunities and anticipate to enhance better returns to our shareholders.

FINANCIAL AND CAPITAL RESOURCES

Capital structure

As at 31 March 2015, the Group had borrowings totaling approximately HK$1,766.6 million (2014: HK$104.7 million). Of these borrowings, approximately HK$712.3 million (2014: HK$50.2 million) were secured by the Group's assets with an aggregate carrying value of approximately HK$863.3 million (2014: HK$134.6 million).

As at 31 March 2015, the Group had total equity of approximately HK$1,347.5 million (2014: HK$631.7 million).

Liquidity and leverage

As at 31 March 2015, the Group had current assets of approximately HK$2,284.5 million (2014: HK$603.3 million) comprising cash and cash equivalents of approximately HK$1,231.3 million (2014: HK$99.4 million), and current liabilities of HK$1,168.8 million (2014: approximately HK$321.3 million). The Group's current ratio (defined as current assets divided by current liabilities) was maintaining at a healthy ratio of 2.0 (2014: 1.9).

The Group's gearing ratio is defined by its net debt-to-capital ratio (defined as total borrowings less bank balance and cash and pledged bank deposits divided by total equity) of the Group as at 31 March 2015 which was approximately a net cash-to-equity ratio of 8.1% (2014: net debt-to-equity ratio of 0.8%).

The Directors are of the opinion that the Group will be able to generate adequate cash flow from its operations and to secure necessary facilities from the banks to meet its ongoing obligations and commitments.

CAPITAL EXPENDITURE

The Group's capital expenditure represent additions to investment properties and property, plant and equipment of approximately HK$452.5 million (2014: HK$55.8 million)

FOREIGN EXCHANGE RISK MANAGEMENT

The Group is exposed to foreign currency risk on bank balances and cash, trade and other receivables and trade and other payables that are denominated in currencies other than the functional currency of the operations to which they relate. The Directors ensure that the net exposure is kept to an acceptable level, by buying or selling foreign currencies at spot rates where necessary to address short-term imbalances.

CONTINGENT LIABILITIES

The Group had no material contingent liabilities as at 31 March 2015.

STAFF

As at 31 March 2015, the Group had a total staff of 2,442 (2014: 2,873).

The Group provides employee benefits such as staff insurance, retirement schemes and discretionary bonus and also provides in-house training programmes and external training sponsorship.

SCOPE OF WORK OF MESSRS. DELOITTE TOUCHE TOHMATSU

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income and the related notes thereto for the year ended 31 March 2015 as set out in this announcement have been agreed by the Group's auditor, Messrs. Deloitte Touche Tohmatsu, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Messrs. Deloitte Touche Tohmatsu 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 Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Messrs. Deloitte Touche Tohmatsu on this announcement.

CORPORATE GOVERNANCE

The Company has applied the principles and complied with the code provisions of the Code on Corporate Governance Practices (the "CG Code") contained in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Stock Exchange") (the "Listing Rules") for the year ended 31 March 2015, except for the deviation of code provision of the CG Code as expressly below.

Code Provision E.1.2

The Code Provision E.1.2 of the CG Code stipulates that the chairman of the board should attend the annual general meeting. The then-Chairman of the Board, Mr. Suen Cho Hung, Paul, was unable to attend the annual general meeting of the Company held on 13 August 2014 as he had other important business engagement. However, Mr. Lo Ming Chi, Charles a then-Executive Director and the Chief Executive Officer of the Company had chaired the meeting in accordance with Article 63 of the Company's Articles of Association.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors ("Model Code") set out in Appendix 10 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiry of all Directors, the Company confirmed that all Directors have complied with the required standard set out in the Model Code throughout the year ended 31 March 2015.

AUDIT COMMITTEE

The audit committee comprises three Independent Non-executive Directors and reports directly to the Board. The audit committee meets regularly with the Group's senior management and the Company's external auditor to review the financial reporting and internal control systems of the Group as well as the financial statements of the Company. The audit committee has reviewed the annual results of the Group for the year ended 31 March 2015.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

During the year ended 31 March 2015, the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares.

DIVIDEND

The Board recommends the payment of a final dividend of HK2.48 cents per share for the year ended 31 March 2015 to shareholders of the Company whose names appear on the register of members of the Company on 28 August 2015. The proposed final dividend is subject to the approval of the shareholders at the forthcoming Annual General Meeting (the "AGM") and, if approved by the shareholders, is expected to be paid on or before 3 September 2015.

CLOSURE OF REGISTER OF MEMBERS

The register of members of our Company will be closed from Tuesday, 25 August 2015 to Friday, 28 August 2015, both days inclusive, during which period no share transfers can be registered. In order to qualify for the proposed final dividend and to determine the identity of the members who are entitled to attend and vote at the forthcoming annual general meeting ("AGM") of our Company, all share transfers accompanied by the relevant share certificate(s) must be lodged with our Company's Hong Kong Share Registrar, Union Registrars Limited, at A18th Floor, Asia Orient Tower, Town Place, 33 Lockhart Road, Wanchai, Hong Kong not later than 4:30 p.m. on Monday, 24 August 2015.

PUBLICATION OF ANNUAL RESULTS AND 2015 ANNUAL REPORT

The annual results announcement of the Company is published on the websites of the Stock Exchange (http://www.hkexnews.hk) and the Company (http://www.huajunholdings.com). The annual report will be dispatched to the shareholders of the Company and will be available on the websites of the Stock Exchange (http://www.hkexnews.hk) and the Company (http://www.huajunholdings.com) in due course.

ANNUAL GENERAL MEETING

The Annual General Meeting ("AGM") of the Company will be held on 18 August 2015. A notice convening the AGM will be published on the websites of the Stock Exchange (http://www.hkexnews.hk) and the Company (http://www.huajunholdings.com) and will be dispatched to the shareholders of the Company.

By Order of the Board
Meng Guang Bao
Chairman and Executive Director

Hong Kong, 29 June 2015

As at the date of this announcement, the Board comprises Mr. Meng Guang Bao (Chairman), Mr. Wu Jiwei (Chief Executive Officer) and Mr. Guo Song (Deputy Chief Executive Officer) as executive Directors; and Mr. Zheng Bailin, Mr. Shen Ruolei and Mr. Pun Chi Ping as independent non-executive Directors.

If there is any inconsistency in this announcement between the Chinese and English versions and the English version shall prevail.