迅捷環球控股有限公司
SPEEDY GLOBAL HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 00540)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2015

		For the six months ended 30 June		
		2015 (Unaudited)	2014 (Unaudited)	Change
Revenue	*(HK$'million)*	**568.5**	609.1	–6.7%
— apparel supply chain servicing segment	*(HK$'million)*	***560.5***	*580.6*	*–3.5%*
— apparel retail segment	*(HK$'million)*	***8.0***	*28.5*	*–71.9%*
— property investment and development segment	*(HK$'million)*	**–**	–	–
Gross profit	*(HK$'million)*	**64.4**	78.9	–18.4%
— apparel supply chain servicing segment	*(HK$'million)*	***62.1***	*64.7*	*–4.0%*
— apparel retail segment	*(HK$'million)*	***2.3***	*14.2*	*–83.8%*
— property investment and development segment	*(HK$'million)*	**–**	–	–
Gross profit margin		**11.3%**	13.0%	
— apparel supply chain servicing segment		***11.1%***	*11.1%*	
— apparel retail segment		***28.8%***	*49.8%*	
— property investment and development segment		**–**	–	
Profit before income tax	*(HK$'million)*	**16.1**	18.6	–13.4%
Profit for the period	*(HK$'million)*	**11.6**	12.4	–6.5%
Net profit margin		**2.0%**	2.0%	
Basic earnings per share	*(HK$ per share)*	**0.0194**	0.0207	

INTERIM RESULTS

The board (the "**Board**") of directors ("**Directors**") of Speedy Global Holdings Limited (the "**Company**") is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2015, together with the comparative figures for the corresponding period in 2014.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2015

		Six months ended 30 June	
		2015	2014
		HK$'000	*HK$'000*
	Notes	**(Unaudited)**	(Unaudited)
Revenue	*6*	**568,516**	609,143
Cost of sales		**(504,153)**	(530,199)
Gross profit		**64,363**	78,944
Selling expenses		**(16,673)**	(21,749)
Administrative expenses		**(33,268)**	(37,009)
Other income		**1,769**	1,730
Other gains/(losses) — net		**21**	(1,915)
Operating profit	*7*	**16,212**	20,001
Finance income	*8*	**3,953**	1,861
Finance costs	*8*	**(4,065)**	(3,213)
Net finance costs	*8*	**(112)**	(1,352)
Profit before income tax		**16,100**	18,649
Income tax expense	*9*	**(4,470)**	(6,257)
Profit for the period		**11,630**	12,392
Other comprehensive income			
Item that may be reclassified to profit or loss			
Currency translation differences		**(125)**	(2,643)
Total comprehensive income for the period		**11,505**	9,749
Earnings per share for profit attributable to equity holders of the Company for the period			
Basic and diluted (HK$ per share)	*10*	**0.0194**	0.0207

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

	Notes	At 30 June 2015 HK$'000 (Unaudited)	At 31 December 2014 HK$'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment		**23,507**	26,635
Intangible assets		**1,693**	1,782
Deferred income tax assets		**1,848**	1,831
Prepayments	*12*	**75,953**	2,368
		103,001	32,616
Current assets			
Inventories		**106,959**	125,820
Trade and other receivables	*13*	**170,663**	196,162
Prepayments	*12*	**69,468**	26,425
Term deposits with initial term of over three months		**–**	25,352
Cash and cash equivalents		**366,672**	413,185
		713,762	786,944
Total assets		**816,763**	819,560
EQUITY			
Capital and reserves attributable to equity holders of the Company			
Share capital		**60,000**	60,000
Other reserves		**85,868**	85,839
Retained earnings			
— Proposed final dividend		**–**	7,200
— Others		**67,567**	56,091
Total equity		**213,435**	209,130

	Note	At **30 June** **2015** ***HK$'000*** **(Unaudited)**	At 31 December 2014 *HK$'000* (Audited)
LIABILITIES			
Non-current liability			
Borrowings		**474**	596
Current liabilities			
Trade and other payables	*14*	**303,721**	296,473
Current income tax liabilities		**10,435**	6,312
Borrowings		**288,698**	307,049
		602,854	609,834
Total liabilities		**603,328**	610,430
Total equity and liabilities		**816,763**	819,560
Net current assets		**110,908**	177,110
Total assets less current liabilities		**213,909**	209,726

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 28 September 2011 as an exempted Company with limited liability under the Companies Law (2010 Revision) of the Cayman Islands. The address of its registered office is at the office of Offshore Incorporation (Cayman) Limited, Scotia Centre, 4th Floor, P.O. Box 2804, George Town, Grand Cayman KY1-1112, Cayman Islands. The immediate and ultimate holding company of the Group is Sky Halo Holdings Limited.

The Group is principally engaged in: (i) the apparel supply chain servicing business which offers a wide range of woven wear and cut-and-sewn knitwear products to a number of owners or agents of global reputable brands (the "**Apparel Supply Chain Servicing Business**"); (ii) the apparel retail business operating in the People's Republic of China (the "**PRC**") (the "**Apparel Retail Business**"); and (iii) the property development and investment (the "**Property Investment and Development Business**").

2. BASIS OF PREPARATION

The condensed consolidated interim financial statements for the six months ended 30 June 2015 have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim financial reporting". The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2014, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**").

3. ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2014, as described in those annual financial statements.

In the current interim period, the Group has applied, for the first time, certain new or revised HKFRSs that are mandatorily effective for the current interim period. The application of the above new or revised HKFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated interim financial statements and/or disclosures set out in these condensed consolidated interim financial statements.

4. ESTIMATES

The preparation of condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2014.

5. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, cash flow and fair value interest rate risk), credit risk and liquidity risk.

The condensed consolidated interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2014.

6. REVENUE AND SEGMENT INFORMATION

(a) Revenue

The Group is principally engaged in the Apparel Supply Chain Servicing Business, the Apparel Retail Business and the Property Investment and Development Business. Revenue recognised for the six months ended 30 June 2015 and 2014 were as follows:

	Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Apparel Supply Chain Servicing Business	**560,514**	580,619
Apparel Retail Business	**8,002**	28,524
Property Investment and Development Business	**–**	–
	568,516	609,143

(b) Segment information

Management reviews the Group's internal reporting in order to assess performance and allocate resource. Management has determined the operating segments based on the internal reports reviewed by the chairman of the Board that are used to make strategic decisions.

Management assesses the performance of the Group from a product and service perspective which included apparel products and properties. For apparel products, management separately considered the Apparel Supply Chain Servicing Business and Apparel Retail Business. Management assesses the performance of the operating segments based on a measure of adjusted operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Other gains/(losses) — net, net finance costs and income tax expense are managed on a group basis and are not allocated to operating segments.

The segment results for the six months ended 30 June 2015:

	Apparel Supply Chain Servicing Business *HK$'000* (Unaudited)	Apparel Retail Business *HK$'000* (Unaudited)	Property Investment and Development Business *HK$'000* (Unaudited)	Total *HK$'000* (Unaudited)
Segment revenue and revenue from external customers	**560,514**	**8,002**	**–**	**568,516**
Segment results	**31,769**	**(14,784)**	**(794)**	**16,191**
Other gains-net				**21**
Net finance costs				**(112)**
Profit before income tax				**16,100**
Income tax expense				**(4,470)**
Profit for the period				**11,630**

Other segment items included in the condensed consolidated statement of comprehensive income:

	Apparel Supply Chain Servicing Business *HK$'000* (Unaudited)	Apparel Retail Business *HK'000* (Unaudited)	Property Investment and Development Business *HK$'000* (Unaudited)	Total *HK$'000* (Unaudited)
Depreciation of property, plant and equipment	**2,528**	**1,403**	**7**	**3,938**
Amortisation of intangible assets	**89**	**–**	**–**	**89**

The segment results for the six months ended 30 June 2014:

	Apparel Supply Chain Servicing Business *HK$'000* (Unaudited)	Apparel Retail Business *HK'000* (Unaudited)	Property Investment and Development Business *HK$'000* (Unaudited)	Total *HK$'000* (Unaudited)
Segment revenue and revenue from external customers	580,619	28,524	–	609,143
Segment results	31,311	(9,395)	–	21,916
Other losses — net				(1,915)
Net finance costs				(1,352)
Profit before income tax				18,649
Income tax expense				(6,257)
Profit for the period				12,392

Other segment items included in the condensed consolidated statement of comprehensive income:

	Apparel Supply Chain Servicing Business *HK$'000* (Unaudited)	Apparel Retail Business *HK'000* (Unaudited)	Property Investment and Development Business *HK$'000* (Unaudited)	Total *HK$'000* (Unaudited)
Depreciation of property, plant and equipment	3,787	2,235	–	6,022
Amortisation of intangible assets	26	114	–	140

(c) Information about major customers

Revenue from the major customer, whom amounted to 10% or more of the Group's revenue, is set out below:

	Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Customer A	**409,596**	409,963

7. OPERATING PROFIT

Profit before taxation is arrived at after charging/(crediting):

	Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Depreciation and amortisation	**4,027**	6,162
Employee benefit expenses	**31,966**	35,149
Rental expenses	**7,327**	14,071
Losses/(gains) on disposal of property, plant and equipment	**5**	(73)

8. FINANCE INCOME AND COSTS

	Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Finance costs		
— Interest expense on bank borrowings	**(4,053)**	(3,213)
— Finance leases	**(12)**	–
	(4,065)	(3,213)
Finance income		
— Interest income on short-term bank deposits	**3,953**	1,861
Net finance costs	**(112)**	(1,352)

9. INCOME TAX EXPENSE

	Six months ended 30 June	
	2015	2014
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Current income tax		
— Hong Kong profits tax	**3,463**	4,040
— PRC corporate income tax	**946**	2,042
	4,409	6,082
Deferred tax	**–**	(63)
Corporate income tax	**4,409**	6,019
Withholding tax	**61**	238
Income tax expense	**4,470**	6,257

(i) Cayman Islands profits tax

The Company has not been subject to any taxation in the Cayman Islands.

(ii) Hong Kong profits tax

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profit for the six months ended 30 June 2015 and 2014.

(iii) PRC enterprise income tax ("EIT")

EIT is provided on the assessable income of entities within the Group incorporated in the PRC.

Pursuant to the PRC Enterprise Income Tax Law (the "New EIT Law"), the EIT is unified at 25% for all types of entities, effective from 1 January 2008.

(iv) PRC withholding income tax

According to the New EIT Law, starting from 1 January 2008, a 10% withholding tax will be levied on the immediate holding companies established outside PRC when their PRC subsidiaries declare dividends out of their profits earned after 1 January 2008. A lower withholding tax rate may be applied if there is a tax treaty arrangement between the PRC and the jurisdiction of the foreign immediate holding companies. Withholding tax of the Group has been provided at a rate of 5% for the six months ended 30 June 2015 and 2014.

10. BASIC AND DILUTED EARNINGS PER SHARE

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

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
Profit attributable to equity holders of the Company *(HK$'000)*	**11,630**	12,392
Weighted average number of ordinary shares in issue	**600,000,000**	600,000,000
Basic earnings per share *(HK$)*	**0.0194**	0.0207

The Company did not have any potential dilutive ordinary shares outstanding as at 30 June 2015 and 2014. Diluted earnings per share is equal to basic earnings per share.

11. DIVIDENDS

The Directors do not recommend the payment of an interim dividend for the six months ended 30 June 2015 and 2014.

12. PREPAYMENTS

	At 30 June 2015 HK$'000 (Unaudited)	At 31 December 2014 HK$'000 (Audited)
Non-current		
Prepayments for land lease payment and property, plant and equipment	**75,953**	2,368
Current		
Prepayments for purchases of raw materials, processing fee, consumables and insurance	**47,080**	26,425
Prepayments for land lease payment for property development	**22,388**	–
	69,468	26,425
	145,421	28,793

13. TRADE AND OTHER RECEIVABLES

	At 30 June 2015 HK$'000 (Unaudited)	At 31 December 2014 HK$'000 (Audited)
Trade receivables — due from third parties	**109,906**	159,982
Other receivables — due from third parties	**61,377**	36,800
	171,283	196,782
Less: impairment of trade receivables	**(620)**	(620)
	170,663	196,162

For Apparel Supply Chain Servicing Business: credit terms granted to customers by the Group were usually 30 to 90 days. For Apparel Retail Business: consumers who purchase from self-operated retail outlets usually pay at the time of purchase by cash or credit card. Cooperative partners are required to settle payments through bank transfer on a monthly basis. The aging analysis of trade receivables as at 30 June 2015 and 31 December 2014 based on invoice date was as follows:

	At **30 June 2015** *HK$'000* **(Unaudited)**	At 31 December 2014 *HK$'000* (Audited)
0–30 days	**68,014**	106,010
31–90 days	**26,940**	44,599
91–180 days	**7,375**	5,176
Over 180 days	**7,577**	4,197
	109,906	159,982

14. TRADE AND OTHER PAYABLES

	At **30 June 2015** *HK$'000* **(Unaudited)**	At 31 December 2014 *HK$'000* (Audited)
Trade payables — due to third parties	**213,745**	182,270
Advances from customers	**–**	186
Other taxes payable	**190**	4,685
Deposit received	**458**	1,083
Bill payables *(Note (a))*	**69,410**	88,325
Other payables	**15,060**	9,247
Accrued payroll	**3,947**	10,597
Due to related parties	**911**	80
	303,721	296,473

(a) The bill payables were guaranteed by companies within the Group. The bill payables were usually settled within three months from the date of issue.

(b) Aging analysis of trade payables was as follows:

	At **30 June 2015** *HK$'000* **(Unaudited)**	At 31 December 2014 *HK$'000* (Audited)
0–30 days	**122,999**	129,919
31–90 days	**65,172**	40,203
91–180 days	**15,624**	5,893
Over 180 days	**9,950**	6,255
	213,745	182,270

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Review

	Six months ended 30 June	
	2015	2014
	HK$ million	*HK$ million*
	(Unaudited)	(Unaudited)
Revenue	**568.5**	609.1
— *Apparel Supply Chain Servicing Business*	***560.5***	*580.6*
— *Apparel Retail Business*	***8.0***	*28.5*
— *Property Investment and Development Business*	**–**	–
Gross profit	**64.4**	78.9
— *Apparel Supply Chain Servicing Business*	***62.1***	*64.7*
— *Apparel Retail Business*	***2.3***	*14.2*
— *Property Investment and Development Business*	**–**	–
Profit for the period	**11.6**	12.4

The Group's revenue for the six months ended 30 June 2015 was approximately HK$568.5 million, representing a decrease of approximately 6.7% over the last corresponding period. The decrease in the Group's revenue was mainly attributable to the decrease in revenue under the Apparel Retail Business as a result of closure of all retail shops for the Unisex and Promod brands before the end of May 2015. In addition, the revenue under the Apparel Supply Chain Servicing Business slightly decreased during the first half of 2015.

Due to the closure of the retail shops and the decrease in the retail sales (which generated higher gross profit margin during the current period), the Group's overall gross profit margin for the six months ended 30 June 2015 dropped to approximately 11.3% (January to June 2014: 13.0%).

The Group recorded a profit attributable to equity holders of the Company of approximately HK$11.6 million for the six months ended 30 June 2015 as compared to approximately HK$12.4 million for the last corresponding period. The decrease of the profit attributable to equity holders of the Company was mainly due to the net effect of the decrease in gross profit of approximately HK$14.5 million, decrease in selling expenses of approximately HK$5.1 million, decrease in administrative expenses of approximately HK$3.7 million, increase in other gains — net of approximately HK$1.9 million, decrease in net finance costs of approximately HK$1.2 million and decrease in income tax expense of approximately HK$1.8 million.

Apparel Supply Chain Servicing Business

Being in line with our strategy to focus on our strengths in product design and development, as well as quality control and production management, we design, develop and produce men's and women's woven wear and cut-and-sewn knitwear products to respond to constantly evolving consumer preferences. During the six months ended 30 June 2015, we have provided many designs of apparel products to our customers and our design are well appreciated by the customers. Revenue under the Apparel Supply Chain Servicing Business slightly decreased by 3.5% to approximately HK$560.5 million during the six months ended 30 June 2015 (January to June 2014: HK$580.6 million).

Gross profit under the Apparel Supply Chain Servicing Business decreased by 4.0% to approximately HK$62.1 million (January to June 2014: HK$64.7 million), and the gross profit margin remained stable as approximately 11.1% for the six months ended 30 June 2015 (January to June 2014: 11.1%).

During the six months ended 30 June 2015, we recorded a segmental profit before other gains — net, net finance costs and income tax expense of approximately HK$31.8 million, represented an increase of approximately HK$0.5 million comparing to that of approximately HK$31.3 million for the last corresponding period.

Apparel Retail Business

Revenue from our Apparel Retail Business decreased by approximately 71.9% to approximately HK$8.0 million (January to June 2014: HK$28.5 million). The decrease in revenue in our Apparel Retail Business is due to the closure of all the retail shops for the Unisex and Promod brands before the end of May 2015. The operations for these branded product were ceased in advance as we expect that their sales performance will deteriorate in the short run. On the other hand, due to the aforesaid reasons and clearance sales, the gross profit decreased by HK$11.9 million, or approximately 83.8%, from HK$14.2 million in the last corresponding period to HK$2.3 million for the six months ended 30 June 2015 and the gross profit margin decreased from 49.8% for the last corresponding period to 28.8% for the six months ended 30 June 2015.

We recorded a segmental loss before other gains — net, net finance costs and income tax expense of approximately HK$14.8 million, represented an increase of approximately 57.4% compared to approximately HK$9.4 million for the last corresponding period. The segmental loss increased mainly due to penalty fees for early termination of the rental agreements for the retail shops amounting to approximately HK$5.6 million incurred for the six months ended 30 June 2015.

Property Investment and Development Business

The Group is progressing diligently with the development of the three pieces of land in Xinmi City which were acquired by the Group in March 2015. No revenue was generated and only limited expenses were incurred for the six months ended 30 June 2015.

Selling Expenses

Selling expenses mainly represented expenses incurred in relation to our Apparel Retail Business, which mainly included rental expenses for our self-operated retail outlets and employee benefit expenses mainly for our personnel involved in retail operations. Selling expenses decreased by 23.3% to approximately HK$16.7 million during the six months ended 30 June 2015 mainly due to decrease in rent of the self-operated retail outlets and employee benefit expense for the salesperson, partially offset by the aforesaid penalty fees for the early termination of the rental agreements for the retail shops.

Administrative Expenses

Administrative expenses mainly represented employee benefit expenses for our management, finance and administrative personnel, entertainment expenses, rental expenses for our office premises and travelling expenses. Administrative expenses decreased by 10.1% to approximately HK$33.3 million mainly due to decrease in employee benefit expenses resulted from decrease in average headcounts during the six months ended 30 June 2015.

Other Income

Other income mainly represented rental income from subcontractors. No material fluctuation for the overall other income was noted during the six months ended 30 June 2015.

Other Gains/(Losses) — Net

Other gains — net mainly represented net foreign exchange gains during the six months ended 30 June 2015 while last period's amount mainly included net foreign exchange losses of HK$1.3 million.

Finance Income and Costs

Finance income increased by 112.4% to approximately HK$4.0 million primarily because more time deposits were made during the six months ended 30 June 2015.

Finance costs increased by 26.5% to approximately HK$4.1 million primarily due to an increase in average bank borrowings to finance the operation during the six months ended 30 June 2015.

Income Tax Expense

Income tax expense mainly represented amounts of current income tax paid or payable at the applicable tax rates in accordance with the relevant laws and regulations in Hong Kong and the PRC. Income tax expense decreased by 28.6% to approximately HK$4.5 million primarily as less taxable profit was generated by the Group during the six months ended 30 June 2015.

Inventory

Inventories balance decreased from HK$125.8 million as at 31 December 2014 to HK$107.0 million as at 30 June 2015 mainly because less goods were kept at 30 June 2015 comparing to 31 December 2014 as customers of the Apparel Supply Chain Servicing Business usually place more order before the Chinese New Year.

There was no material change in the inventory turnover days (30 June 2015: 42 days; 31 December 2014: 40 days).

Trade Receivables

Trade receivables, net balance decreased from HK$159.4 million as at 31 December 2014 to HK$109.3 million as at 30 June 2015 primarily because less sales were noted before the end of the six months ended 30 June 2015.

We generally grant customers of our Apparel Supply Chain Servicing Business a credit period of 30 to 90 days and they are generally required to settle their trade balances with us by bank transfer or by cheque. Under the Apparel Retail Business, consumers who purchased from our self-operated retail outlets were required to pay at the time of purchase by cash or credit card. On the other hand, our cooperative partners were required to settle their payments through bank transfer on a monthly basis.

There was no material change in the trade receivables turnover days (30 June 2015: 43 days; 31 December 2014: 41 days) which is within the credit period granted by us to the customers.

Trade Payables

Trade payables balance increased from HK$182.3 million as at 31 December 2014 to HK$213.7 million as at 30 June 2015 primarily because of slower in settlements to the suppliers and the manufacturers during the six months ended 30 June 2015.

We generally enjoy a credit term of up to 90 days to settle payment. Our trade payables turnover days as at 30 June 2015 was 72 days (31 December 2014: 56 days) which is still within the credit period granted by our suppliers and third-party manufacturers.

Borrowings

The Group had bank borrowings as at 30 June 2015 in the sum of approximately HK$288.5 million. All bank borrowings were made from banks in Hong Kong at floating interest rates and were repayable within one year or repayable on demand. Furthermore, the Group had finance lease liabilities of approximately HK$0.7 million as at 30 June 2015 at fixed interest rates ranging from 1.5% to 1.8%. The carrying amounts of bank borrowings were denominated in Hong Kong dollar ("**HK$**"). No financial instruments were used for hedging purposes, nor were there any foreign currency net investments hedged by current borrowings and/or other hedging instruments.

Liquidity and Financial Resources

During the six months ended 30 June 2015, the Group maintained a healthy liquidity position, with working capital financed by both internal resources and bank borrowings. As at 30 June 2015, cash and cash equivalents amounted to approximately HK$366.7 million of which HK$100.0 million was denominated in HK$, HK$262.8 million was denominated in Renminbi, HK$3.8 million was denominated in United States dollar and HK$0.1 million was denominated in other currencies. As at 30 June 2015, the current ratio of the Group was approximately 1.2 (31 December 2014: 1.3). The Group was in a strong net cash position as at 30 June 2015 and 31 December 2014. The Group has sufficient and readily available financial resources for general working capital requirement and foreseeable capital expenditure.

Treasury Policies

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the period under review. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the sufficient financial resources are available in order to meet its funding requirements and commitment timely.

Foreign Exchange Exposure

The Group's foreign currency transactions are mainly denominated in Renminbi and HK$. The majority of assets and liabilities are denominated in Renminbi and HK$, and there are no significant assets and liabilities denominated in other currencies. The Group is subject to foreign exchange rate risk arising from future commercial transactions and recognised assets and liabilities which are denominated in a currency other than HK$ or Renminbi, which are the functional currencies of the major operating companies now comprising the Group. During the six months ended 30 June 2015, the Group did not commit to any financial instruments to hedge its exposure to foreign currency risk.

Capital Structure

There has been no material change in the capital structure of the Company during the six months ended 30 June 2015. The capital of the Company comprises ordinary shares and other reserves.

Capital Commitments

As at 30 June 2015, the Group did not have any significant capital commitments (31 December 2014: Nil).

Information on Employees

As at 30 June 2015, the Group had a total of 487 employees, including the executive Directors. Total staff costs (including Directors' emoluments) were approximately HK$32.0 million, as compared to approximately HK$35.1 million for the last corresponding period. Remuneration is determined with reference to market norms and individual employees' performance, qualification and experience.

On top of basic salaries, bonuses may be paid by reference to the Group's performance as well as individual's performance. Other staff benefits include contributions to Mandatory Provident Fund retirement benefits scheme in Hong Kong and the provision of pension funds, medical insurance, unemployment insurance and other relevant insurance for employees who are employed by our Group pursuant to the PRC rules and regulations and the prevailing regulatory requirements of the PRC.

The salaries and benefits of the Group's employees are kept at a competitive level and employees are rewarded on a performance-related basis within the general framework of the Group's salary and bonus system, which is reviewed annually. The Group also operates a share option scheme adopted by the Company on 24 December 2012 ("**Share Option Scheme**") where options to subscribe for shares may be granted to the Directors and employees of the Group.

Details of the Share Option Scheme are disclosed in the section headed "Share Option Scheme" below.

Share Option Scheme

The Company has adopted Share Option Scheme on 24 December 2012. The principal terms of the Share Option Scheme was summarised in paragraph headed "Statutory and General Information — 15. Share Option Scheme" in Appendix IV to the prospectus of the Company dated 31 December 2012 (the "**Prospectus**").

The purpose of the Share Option Scheme is to enable the Company to grant options to selected persons as incentives or rewards for their contribution or future contribution to the Group.

During the six months ended 30 June 2015, no option was granted, exercised, cancelled or lapsed under the Share Option Scheme.

Significant Investments Held

During the six months ended 30 June 2015, the Group did not hold any significant investment in equity interest in any other company.

Future Plans for Material Investments and Capital Assets

Save as disclosed in the Company's announcements dated 28 July 2015 and 6 August 2015, the Group did not have other plans for material investments and capital assets.

Material Acquisitions and Disposals of Subsidiaries and Affiliated Companies

During the six months ended 30 June 2015, the Group did not have any material acquisitions and disposals of subsidiaries and affiliated companies.

Charge of Assets

There was no charge of assets as at 30 June 2015 (31 December 2014: Nil).

Contingent Liabilities

The Group had no material contingent liabilities as at 30 June 2015 (31 December 2014: Nil).

New Business Opportunity

There was no New Business Opportunity (as defined in the Prospectus headed "Relationship with Controlling Shareholders — New Business Opportunity") referred by the controlling shareholders of the Company as provided under the non-competition undertaking.

Use of Proceeds

The Company was listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 15 January 2013 and raised net proceeds of approximately HK$94.7 million. During the six months ended 30 June 2015, we have utilised HK$0.3 million and HK$25.4 million for further enhancing the information technology systems and developing the design and development capabilities and garment manufacturing plants and related development, respectively, in accordance with our business development plan which was announced by the Company on 28 March 2014. As at 30 June 2015, the unused proceeds of HK$39.1 million were deposited in licensed banks in Hong Kong.

Due to the business termination for the Unisex and Promod brands, the unused proceeds of HK$4.9 million and HK$8.5 million for setting up Promod outlets that sell products under Promod brands and brand promotional and marketing activities will be reserved for garment manufacturing plants and related development including but not limited to the development of the land at Xinmi City.

PROSPECTS

We expect the business environment for our Apparel Supply Chain Servicing Business remain challenging in the second half of the year 2015. In order to maintain our competitiveness, the Group will enhance product innovation and creativity to meet fashion trends and maintain premium quality. For production management, the Group will continue to enhance the operating efficiency by simplifying the production processes which results a shorter product delivery time. In addition, the Group will work closely with our customers to consolidate the fabrication in order to obtain better material prices with mass volume which will enhance our cost competitiveness. The Group is offering a competitive price with higher flexibility arrangements to our existing customers in order to secure more long term and committed orders and is also actively looking for new customers for further growth opportunities.

Due to the unsatisfactory sales performance of the Unisex and Promod brands, their operations were ceased by the end of May 2015 accordingly. Instead, the Group will retain capital and is looking for other retail business opportunity with a better profitability. The Company announced on 6 August 2015 that the Company has entered into a memorandum of understanding with a third party relating to a possible acquisition of a target group principally engaged in wholesale and retail of apparel products in the PRC. The Company is currently in the course of negotiation with the vendor and will make further announcement in accordance with the Listing Rules as and when appropriate.

The Group is progressing diligently with the development of the three pieces of land in Xinmi City, all of which are for industrial use. The first phase development comprising of industrial premises for self-use and investment and development purposes. We are of the view that the Property Investment and Development Business helps to diversify the Group's business in order to magnify the Group's development potential and shareholder's return. Currently the Company has no concrete plan for further development of the land. The Company will closely monitor the property market in the PRC and determine the appropriate development strategy. The Company will consider the second phase development after completion or pre-sale of the first phase.

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

During the six months ended 30 June 2015, neither the Company nor any of its subsidiaries purchase, sell or redeem any of the Company's listed securities.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS OR SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURE

As at 30 June 2015, the Company's Directors and chief executives had the following interests in the shares, underlying shares and debentures of the Company, its Group members and/or associated corporations (within the meaning of Part XV of the Securities and Future Ordinance ("**SFO**")), as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for

Securities Transactions by Directors of Listed Issuers ("**Model Code**") as set out in Appendix 10 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") were as follows:

The Company

Name of Director	Name of Group member/associated corporation	Capacity/nature of interest	Number and class of securities *(Note 1)*	Approximate percentage of shareholding
Mr. Huang Chih Shen ("**Mr. Huang**")	Our Company	Interest of a controlled corporation *(Note 2)*	327,242,688 (L)	54.54%
Mr. Chan Hung Kwong, Patrick	Our Company	Beneficial owner	33,031,758 (L)	5.51%
Mr. Au Wai Shing	Our Company	Beneficial owner	26,847,366 (L)	4.47%
Ms. Tang Wai Shan	Our Company	Beneficial owner	15,428,853 (L)	2.57%

Notes:

1. The letter "L" denotes the Directors' long position in the shares of our Company or the relevant associated corporation.

2. The disclosed interest represented the interest in the Company held by Sky Halo Holdings Limited which was in turn wholly owned by Mr. Huang, an executive Director as at 30 June 2015. Therefore, Mr. Huang was deemed to be interested in the interest of Sky Halo Holdings Limited in the Company by virtue of the SFO.

Associated Corporation

Name of Director	Name of Group member/associated corporation	Capacity/nature of interest	Number and class of securities *(Note 1)*	Approximate percentage of shareholding
Mr. Huang	Sky Halo Holdings Limited	Beneficial owner	10,000	100.00%

Note:

1. The disclosed interest represented the interest in Sky Halo Holdings Limited which was wholly owned by Mr. Huang as at 30 June 2015.

Save as disclosed above, as at 30 June 2015, none of the Directors and chief executives of the Company had any other interests or short positions in any shares, underlying shares or debentures of the Company, any of its Group members or its associated corporations (within the meaning of Part XV of the SFO) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND/OR SHORT POSITION IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2015, so far as was known to the Directors, the following person/entity (not being the Director or chief executive of the Company) had, or were deemed to have, interests or short positions in the shares or underlying shares of the Company, its Group members and/or associated corporations which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which recorded in the register required to be kept by the Company under Section 336 of the SFO:

Name of Shareholder	Name of Group member/associated corporation	Capacity/nature of interest	Number and class of securities *(Note 1)*	Approximate percentage of shareholding
Sky Halo Holdings Limited *(Note 2)*	Our Company	Beneficial owner	327,242,688 (L)	54.54%
Ms. Cheuk Wai Ying *(Note 3)*	Our Company	Family	327,242,688 (L)	54.54%

Notes:

1. The letter "L" denotes the person's long position in the shares of our Company or the relevant Group member or associated corporation.

2. Sky Halo Holdings Limited was incorporated in the British Virgin Islands and the entire issued share capital of which was wholly owned by Mr. Huang as at 30 June 2015.

3. Ms. Cheuk Wai Ying, spouse of Mr. Huang, was deemed to be interested in Mr. Huang's interest in the Company by virtue of the SFO.

Save as disclosed above, as at 30 June 2015, the Directors were not aware of any other persons/entities (other than the Directors and chief executive of the Company) who had interests or short positions in the shares or underlying shares of the Company, its Group members or associated corporations which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

CORPORATE GOVERNANCE

In the opinion of the Directors, other than the deviation from Code Provision A.2.1, the Company has complied with all the code provisions set out in Appendix 14 to the Listing Rules ("**Code Provisions**") throughout the six months ended 30 June 2015.

Code Provision A.2.1 stipulates that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The roles of the chairman and the chief executive officer of the Company are not separate and both are performed by Mr. Huang. Since the Directors meet regularly to consider major matters affecting the operations of the Company, the Directors consider that this structure will not impair the balance of power and authority between the Directors and the management of the Company and believe that this structure will enable the Company to make and implement decisions promptly and efficiently. The Company understands the importance to comply with the Code Provision A.2.1 and will continue to consider the feasibility of appointing a separate chief executive.

CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as its own code of conduct for securities transactions. All Directors confirmed that, having made specific enquiries of all Directors, they have complied with the required standard of dealing as set out in the Model Code during the six months ended 30 June 2015.

AUDIT COMMITTEE

The Company established the audit committee with written terms of reference in compliance with Rule 3.21 and Rule 3.22 of the Listing Rules. The written terms of reference of the audit committee was adopted in compliance with paragraph C3.3 to C3.7 of the Code Provisions. The audit committee consists of three members, namely Mr. Wong Ting Kon, Ms. Pang Yuen Shan, Christina and Mr. Chang Cheuk Cheung, Terence, all of whom are independent non-executive Directors. Mr. Wong Ting Kon is the chairman of the audit committee.

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2015 have been reviewed by the audit committee and the audit committee is of the view that the interim results for the six months ended 30 June 2015 is prepared in accordance with applicable accounting standards, rules and regulations and appropriate disclosures have been duly made.

INTERIM DIVIDEND

The Board does not recommend declaring any dividend for the six months ended 30 June 2015.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

The interim results announcement is published on the websites of both the Company (http://www.speedy-global.com) and the Stock Exchange (http://www.hkexnews.hk). An interim report of the Company for the six months ended 30 June 2015 containing all the information required by Appendix 16 to the Listing Rules will be dispatched to shareholders of the Company and available on the same websites in due course.

By order of the Board
Speedy Global Holdings Limited
Huang Chih Shen
Chairman and Chief Executive Officer

Hong Kong, 24 August 2015

As at the date of this announcement, the executive directors of the Company are Mr. Huang Chih Shen, Mr. Chan Hung Kwong, Patrick, Ms. Tang Wai Shan and Mr. Au Wai Shing; the independent non-executive directors of the Company are Mr. Wong Ting Kon, Ms. Pang Yuen Shan, Christina, Mr. Chang Cheuk Cheung, Terence and Dr. Chan Chung Bun, Bunny.