High Fashion International Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 608)

INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2015

CHAIRMAN'S STATEMENT

The first half of 2015 was an extraordinary period with unprecedented challenges to the apparel industry.

Against a backdrop of complex macroeconomic environment, the Group continued to deliver solid interim results of 2015. It demonstrated our strong resilience supported by our strategically upscale customer segmentation through product innovation and operational excellence to underpin our healthy long term growth.

Notwithstanding the global uncertainties and dramatic foreign rate movement with Eurozone faced headwinds, our geographically diversified market positions help us to weather the economic uncertainty of Europe and China. The impact of such scenario is counter balanced by the steadily improving USA key export market. Our core manufacturing operation continued to deliver stable results for the period under review.

- Net profit at HK$30.32 million
- Net cash position at HK$67.41 million
- Basic earnings per share landed at HK$0.10
- Net asset value per share amounted to HK$8.32
- An interim dividend per share of HK$0.03

With confidence in extending our silk industry leadership position through continuous leveraging on our smart technologies development and innovation, we believe our active pursuit of Internet Plus strategy as an effective and efficient means to further promote our exquisite silk product beyond geographical boundaries is the right direction bringing us the new scale of heights in the years ahead.

Specific development projects riding on multi-dimensional core competence of the Group serve as additional growth drivers. With initial investment of these projects reflected into our 2015 first half results, the Group is intensively shaping the development, selling & operating strategies of each project to enhance long-term shareholders' value.

Looking forward, 2015 to us is a volatile year full of reforms, challenges and opportunities. Increased volatility of RMB and its sudden depreciation within a short period of time have created additional uncertainty which the Group is closely monitoring. Barring unforeseeable adverse RMB fluctuation, the currency depreciation on the contrary will translate into lower cost in our export business with revenue denominated mainly in USD.

The Group is well positioned to capture the ample opportunities ahead of us alongside the "Silk Road Economic Belt" strategy implemented by the China government as a result of our unique points of leadership & differentiation in addition to diversified business portfolio with considerable synergies.

I appreciate very much on the enormous support and advice constantly received from our shareholders, banks, customers, suppliers and our fellow Directors. I would also like to thank the management team and all staff members of our Group for their dedication and contribution.

RESULTS

The Board of Directors (the "Board") of High Fashion International Limited (the "Company") is pleased to announce the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 June 2015 together with the comparative figures.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the six months ended 30 June 2015

		Six months ended 30 June	
		2015	2014
		(Unaudited)	(Unaudited)
	Notes	***HK$'000***	*HK$'000*
REVENUE	*3*	**1,341,224**	1,436,449
Cost of sales		**(1,026,243)**	(1,049,263)
Gross profit		**314,981**	387,186
Other income		**49,486**	64,489
Other gains and losses	*4*	**19,923**	(68,923)
Administrative expenses		**(199,074)**	(183,654)
Selling and distribution expenses		**(84,362)**	(125,765)
Other expenses		**(27,146)**	-
Finance costs	*5*	**(22,859)**	(36,386)
Share of losses of joint ventures		**(8,708)**	(1,216)
PROFIT BEFORE TAXATION		**42,241**	35,731
Income tax expenses	*6*	**(12,379)**	(11,853)
PROFIT FOR THE PERIOD	*7*	**29,862**	23,878
OTHER COMPREHENSIVE INCOME (EXPENSE)	*8*		
Item that will not be reclassified to profit or loss:			
Exchange differences arising on translation to presentation currency		**(16,946)**	(91,933)
Items that may be subsequently reclassified to profit or loss:			
Exchange differences arising on translation of foreign operations		**264**	726
Fair value gain (loss) on hedging instruments under cash flow hedges		**62,420**	(85,978)
Reclassified to profit and loss on realisation of cash flow hedges		**(22,302)**	(33,552)
Income tax relating to items that may be reclassified subsequently		**(6,618)**	19,483
		33,764	(99,321)
Other comprehensive income (expense) for the period, net of tax		**16,818**	(191,254)
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE PERIOD		**46,680**	(167,376)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Cont'd)
For the six months ended 30 June 2015

	Note	Six months ended 30 June **2015** **(Unaudited)** ***HK$'000***	2014 (Unaudited) *HK$'000*
Profit (loss) for the period attributable to:			
Owners of the Company		**30,321**	30,001
Non-controlling interests		**(459)**	(6,123)
		29,862	23,878
Total comprehensive income (expense) attributable to:			
Owners of the Company		**46,955**	(161,255)
Non-controlling interests		**(275)**	(6,121)
		46,680	(167,376)
EARNINGS PER SHARE	*9*		
Basic		**9.92 HK cents**	**10.09 HK cents**

Condensed Consolidated Statement of Financial Position
At 30 June 2015

	Notes	**At 30 June 2015 (Unaudited)** *HK$'000*	At 31 December 2014 (Audited) *HK$'000*
NON-CURRENT ASSETS			
Property, plant and equipment		**777,474**	803,683
Prepaid lease payments		**123,376**	126,086
Investment properties		**1,058,030**	1,021,482
Investments in joint ventures		**13,316**	21,915
Available-for-sale investments, at cost		**675**	675
Deferred tax assets		**41,057**	35,335
Deposit placed and prepayments of premium for a life insurance		**26,517**	26,589
Derivative financial instruments		**22,136**	347
		2,062,581	2,036,112
CURRENT ASSETS			
Inventories		**496,723**	498,700
Trade receivables	*11*	**353,118**	378,467
Bills receivable	*11*	**27,036**	27,546
Prepaid lease payments		**3,401**	3,197
Deposits, prepayments and other receivables		**158,265**	200,230
Amounts due from joint ventures		**117,081**	120,408
Tax recoverable		**145,053**	134,847
Derivative financial instruments		**28,410**	24,847
Structured deposits	*12*	**577,096**	1,164,792
Short-term deposits		**238,912**	555,038
Bank balances and cash		**674,170**	562,739
		2,819,265	3,670,811
CURRENT LIABILITIES			
Trade payables	*13*	**319,321**	322,509
Other payables and accruals		**168,789**	206,676
Amounts due to joint ventures		**40,830**	39,056
Amount due to an associate		**589**	589
Tax payable		**159,649**	168,853
Derivative financial instruments		**25,412**	40,632
Obligations under finance leases		**88**	128
Bank borrowings		**1,423,335**	2,194,906
Bank overdraft		**627**	49
		2,138,640	2,973,398

Condensed Consolidated Statement of Financial Position (Cont'd)
At 30 June 2015

	At 30 June 2015 (Unaudited) ***HK$'000***	At 31 December 2014 (Audited) *HK$'000*
NET CURRENT ASSETS	**680,625**	697,413
TOTAL ASSETS LESS CURRENT LIABILITIES	**2,743,206**	2,733,525
NON-CURRENT LIABILITIES		
Obligations under finance leases	**26**	55
Deferred tax liabilities	**178,692**	167,808
Derivative financial instruments	**18,273**	50,828
Provision for long service payments	**3,285**	3,303
	200,276	221,994
NET ASSETS	**2,542,930**	2,511,531
CAPITAL AND RESERVES		
Share capital	**30,562**	30,562
Share premium and reserves	**2,514,293**	2,482,619
Equity attributable to owners of the Company	**2,544,855**	2,513,181
Non-controlling interests	**(1,925)**	(1,650)
TOTAL EQUITY	**2,542,930**	2,511,531

Notes to the Condensed Consolidated Financial Statements

1. Basis of Preparation

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

2. Principal Accounting Policies

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties and certain financial instruments, which are measured at fair values, as appropriate.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2015 are the same as those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2014.

In the current interim period, the Group has applied, for the first time, the following amendments to Hong Kong Financial Reporting Standards ("HKFRSs") issued by the HKICPA that are relevant for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKFRSs	Annual improvements to HKFRSs 2010 - 2012 cycle
Amendments to HKFRSs	Annual improvements to HKFRSs 2011 - 2013 cycle
Amendments to HKAS 19	Defined benefit plans: Employee contributions

The application of the above amendments to HKFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

3. Segment Information

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

<u>For the six months ended 30 June 2015 (unaudited)</u>

	Manufacture and trading of garments *HK$'000*	**Brand business** *HK$'000*	**Segment total** *HK$'000*	**Elimina-tions** *HK$'000*	**Consoli-dated** *HK$'000*
REVENUE					
External sales	**1,242,936**	**98,288**	**1,341,224**	**-**	**1,341,224**
Inter-segment sales (Note a)	**43,842**	**-**	**43,842**	**(43,842)**	**-**
Segment revenue	**1,286,778**	**98,288**	**1,385,066**	**(43,842)**	**1,341,224**
RESULT					
Segment profit (loss) (Note b)	**100,039**	**(32,267)**	**67,772**	**(2,672)**	**65,100**
Finance costs					**(22,859)**
Profit before taxation					**42,241**

<u>For the six months ended 30 June 2014 (unaudited)</u>

	Manufacture and trading of garments *HK$'000*	Brand business *HK$'000*	Segment total *HK$'000*	Elimina-tions *HK$'000*	Consoli-dated *HK$'000*
REVENUE					
External sales	1,226,353	210,096	1,436,449	-	1,436,449
Inter-segment sales (Note a)	61,316	-	61,316	(61,316)	-
Segment revenue	1,287,669	210,096	1,497,765	(61,316)	1,436,449
RESULT					
Segment profit (loss) (Note b)	98,767	(22,222)	76,545	(4,428)	72,117
Finance costs					(36,386)
Profit before taxation					35,731

Notes: (a) Inter-segment sales are charged at agreed terms set out in the subcontracting agreement entered into between group companies.

(b) Segment profit (loss) included i) fair value gain on investment properties of approximately HK$13,367,000 and nil (30 June 2014: fair value gain of HK$4,587,000 and HK$1,975,000); and ii) fair value gain on derivative financial instruments of approximately HK$27,340,000 and nil (30 June 2014: fair value loss of HK$63,818,000 and nil) attributed to manufacture and trading of garments segment and brand business segment, respectively.

Segment profit (loss) represents the profit (loss) earned by each segment without allocation of finance costs. This is the measure reported to the Company's executive directors for the purposes of resources allocation and performance assessment.

4. Other Gains and Losses

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Increase in fair value of investment properties	**13,367**	6,562
Change in fair value of derivative financial instruments	**27,340**	(63,818)
Gain (loss) on disposal of property, plant and equipment	**77**	(56)
Net foreign exchange loss	**(9,063)**	(13,627)
Net reversal of allowance for bad and doubtful debts	**508**	2,045
Impairment loss recognised on amounts due from joint ventures (Note)	**(12,306)**	(29)
	19,923	(68,923)

Note:

At the end of the reporting period, the directors made an assessment of the recoverability of the amounts due from joint ventures based on the expected timing of the estimated future cash flows. Impairment loss of HK$12,306,000 (30 June 2014: HK$29,000) has been recognised on amounts due from joint ventures as the directors consider that the joint venture companies have been incurring significant loss and may not be able to repay in full the amounts due to the Group.

5. Finance Costs

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interests on:		
Bank borrowings and overdrafts wholly repayable within five years	**20,024**	33,165
Finance leases	**8**	8
Bank charges	**2,827**	3,213
	22,859	36,386

6. Income Tax Expenses

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Current tax charge:		
Hong Kong	**4,052**	7,550
The People’s Republic of China (the “PRC”)	**6,787**	4,715
Other jurisdictions	**536**	432
	11,375	12,697
Underprovision in prior years:		
The PRC	**2,259**	1,112
Other jurisdictions	**13**	-
	2,272	1,112
Deferred taxation - current year	**(1,268)**	(1,956)
	12,379	11,853

As disclosed in the Group's annual reports published in previous years, the Inland Revenue Department ("IRD") has initiated a tax audit on certain group companies for the year of assessment from 1999/2000 onwards. As a matter of IRD's practice, the IRD has issued estimated / additional assessments (“Assessments”) demanding for tax to the relevant group companies for the years of assessment 1999/2000 to 2008/2009. During the course of the tax audit, there may be a possibility that estimated additional assessments for subsequent years be issued by the IRD to these group companies.

Up to 30 June 2015, the Group has purchased tax reserve certificates of approximately HK$144,300,000 (31 December 2014: HK$134,094,000) for conditional standover order of objection against the assessments for the years of assessment 1999/2000 to 2008/2009 and the amount is included in tax recoverable.

Since the tax audit is still at a fact-finding stage with different views being exchanged with the IRD, the outcome of the tax audit cannot be readily ascertained with reasonable accuracy. Management has in the current period followed the same basis for making provision as adopted in prior years. In the opinion of the directors, the provision so made is adequate for the purpose mentioned above.

7. Profit for the Period

Profit for the period has been arrived at after charging (crediting):

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Depreciation and amortisation		
Owned assets	**35,152**	37,801
Leased assets	**48**	36
Amortisation of prepaid lease payments	**1,701**	1,701
	36,901	39,538
Net allowance for inventory obsolescence (included in cost of sales)	**9,066**	502
Realisation of cash flow hedges reclassified from other comprehensive income (Note a)	**(22,302)**	(33,552)
Investment income earned on		
- bank interest income	**(9,462)**	(16,878)
- interest income on other receivables	**(1,497)**	(340)
- interest income from structured deposits	**(14,512)**	(29,175)
Written back of customs provision in prior years (Note b)	**(8,525)**	-

Notes: (a) Gain of HK$23,084,000 (30 June 2014: HK$34,853,000) is included in revenue and the remaining balance of a loss of HK$782,000 (30 June 2014: HK$1,301,000) is included in finance costs.

(b) The Group had been in disputes with the relevant authority in the United States of America on the customs duty and penalty imposed, on which full provision was made in the financial statements in prior years. During the current period, the relevant authority discharged its order and released the Group's obligation for the penalty payment. Accordingly, provision previously made was written back during the period.

8. Other Comprehensive Income (Expense)

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Cash flow hedges:		
Fair value gain (loss) on hedging instruments	**62,420**	(85,978)
Reclassification adjustments upon recognition of hedged items in profit or loss	**(22,302)**	(33,552)
	40,118	(119,530)
Exchange differences arising on translation	**(16,682)**	(91,207)
Other comprehensive income (expense)	**23,436**	(210,737)
Income tax relating to components of other comprehensive income - fair value change to hedging instruments under cash flow hedges	**(6,618)**	19,483
Other comprehensive income (expense) for the period, net of tax	**16,818**	(191,254)

9. Earnings Per Share

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

	Six months ended 30 June	
	2015	2014
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Profit for the purpose of basic earnings per share attributable to owners of the Company	**30,321**	30,001
	Number of shares	Number of shares
Weighted average number of ordinary shares for the purpose of basic earnings per share	**305,615,420**	297,213,550

No diluted earnings per share has been presented as there is no potential ordinary share outstanding during both periods or at the end of the respective reporting periods.

10. Dividends

During the current interim period, a final dividend of 5 HK cents (six months ended 30 June 2014: 15 HK cents) was declared to the shareholders for the year ended 31 December 2014 (six month ended 30 June 2014: for the year ended 31 December 2013) and paid in cash (six months ended 30 June 2014: included in other payables).

The Board declared that an interim dividend of 3 HK cents per share for the six months ended 30 June 2015 (six months ended 30 June 2014: 5 HK cents) which will be paid to shareholders whose names appear in the register of members on 22 September 2015. This dividend was declared after the end of the reporting period, and therefore has not been included as a liability in the condensed consolidated statement of financial position.

11. Trade Receivables and Bills Receivable

The credit terms granted by the Group to its customers normally range from 30 days to 90 days.

The aged analysis of the Group's trade receivables net of allowance for doubtful debts presented based on the invoice date at the end of the reporting period, which approximates the respective revenue recognition dates, is as follows:

	At 30 June 2015 (Unaudited) *HK$'000*	At 31 December 2014 (Audited) *HK$'000*
Within 90 days	**332,395**	362,861
91 to 180 days	**15,143**	12,138
181 to 360 days	**3,711**	1,269
Over 360 days	**1,869**	2,199
	353,118	378,467

At the end of the reporting period, bills receivable of HK$27,036,000 (31 December 2014: HK$27,546,000) are aged within 180 days (31 December 2014: 180 days). Included in the bills receivable is discounted bills with recourse of HK$23,434,000 (31 December 2014: HK$23,413,000) of which corresponding financial liabilities are included in bank borrowings.

12. Structured Deposits

During the current interim period, the Group entered into certain structured deposits with aggregate amount of Renminbi ("RMB") 243,000,000 (equivalent to HK$303,750,000) (six months ended 30 June 2014: RMB792,000,000 (equivalent to HK$990,000,000)) which will mature in various dates from February 2016 to June 2016 (six months ended 30 June 2014: January 2015 to May 2015). The structured deposits are designated as financial assets at fair value through profit or loss at initial recognition. The annual coupon rate is dependent on whether the spot rate for conversion of Euro and Australian dollar for United States dollar as prevailing in the international foreign exchange market falls under certain ranges as specified in the relevant agreements. The issuing banks have the right to early redeem the structured deposits by repaying the principal and any accrued interest on the structured deposits before maturity. Structured deposits with aggregate carrying amount on maturity date of RMB692,000,000 (equivalent to HK$865,000,000) (six months ended 30 June 2014: RMB631,671,000 (equivalent to HK$809,834,000)) were settled during the current interim period.

At the end of the reporting period, the structured deposits are stated at fair values. The fair values are calculated using discounted cash flow analysis based on the applicable yield curves of the relevant interest rates and exchange rates.

13. Trade Payables

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

	At 30 June 2015 (Unaudited) *HK$'000*	At 31 December 2014 (Audited) *HK$'000*
Within 90 days	**94,527**	121,757
91 to 180 days	**7,703**	5,420
181 to 360 days	**2,047**	3,166
Over 360 days	**6,150**	5,585
	110,427	135,928
Accrued purchases	**208,894**	186,581
	319,321	322,509

The average credit period on purchases of goods is 90 days.

MANAGEMENT DISCUSSION AND ANALYSIS

Results

Revenue for the six months ended 30 June 2015 decreased to HK$1.34 billion, down 6.6% versus same period last year which was impacted by the classification of High Fashion New Media Corporation Limited as joint venture since September 2014 after which revenue is no longer consolidated into the Group.

Operating expenses for the first half of 2015 included consultancy and project expenses on a number of different projects totaled at HK$27.1m which is classified under "Other Expenses".

Profit attributable to shareholders for the six months ended 30 June 2015 was HK$30.3 million, compared with last corresponding period of HK$30.0 million. Basic earnings per share were 9.9 HK cents. Net asset value per share was HK$8.32.

Review of Operations

The segmental information is as follows:

	Revenue		Contribution	
	2015	2014	**2015**	2014
	HK$'000	HK$'000	**HK$'000**	HK$'000
By principal activity:				
Manufacturing and trading	**1,242,936**	1,226,353	**97,367**	94,339
Brand business	**98,288**	210,096	**(32,267)**	(22,222)
	1,341,224	1,436,449	**65,100**	72,117

The manufacturing and trading business continued to deliver solid results while the brand business is in the process of restructuring.

Profit for the first half of 2015 included an exceptional gain on fair value change of derivative financial instruments of HK$27 million (2014: loss of HK$64 million) and an increase in fair value of investment properties of HK$13 million (2014: HK$7 million) in the current period.

Liquidity and Financial Resources

The Group's total outstanding bank borrowings were decreased to HK$1,424 million at the end of interim reporting period compared to HK$2,195 million as at 31 December 2014. The decrease in bank borrowing was mainly due to our hedging facilities arrangement during the period. Our gearing ratio of non-current liabilities to shareholders' funds was 8% at the end of interim reporting period. Current ratio maintained at a healthy level of 1.3.

The Group's total cash and bank balances including structured deposits of HK$577 million (2014: HK$1,165 million) were HK$1,490 million at the end of interim reporting period compared to HK$2,283 million as at 31 December 2014. Based on the net cash position and the ample banking facilities available, the Group had a very strong working capital and liquidity to meet the operating needs and future growth.

The Group's trade receivables were mainly denominated in US dollars. Bank borrowings were denominated in US dollars and Hong Kong dollars. Since the Hong Kong dollar is pegged to the US dollar, the Group considers that its foreign exchange risk is minimal. The Group has taken conservative approach to handle foreign currency risk with adequate hedging reserve. The Group had no borrowings at fixed interest rates during the period.

The Group has no material contingent liabilities. Barring the pledge of trade receivables of certain subsidiaries of HK$33 million, there were no charges on the Group's assets.

Tax Audit

The Inland Revenue Department (IRD) initiated a tax audit on certain group companies in February 2006 for the years of assessment from 1999/2000 onwards. The management is of the opinion that, in all the years, adequate Hong Kong tax provision were made on the Hong Kong sourced income. Since the tax audit is still at a fact-finding stage, the outcome of the tax audit cannot be readily ascertained. After consulting with professional advisers, the management is of the opinion that the existing provisions are adequate.

Human Resources

The total number of employees of the Group including joint ventures as at the end of interim reporting period was about 7,500. Other than the competitive remuneration package offered to the employees, share options may also be granted to selected employees based on the Group's performance. No share options were granted to employees during the period.

Capital Expenditure

The Group purchased the plant and equipment and construction in progress of HK$5 million in order to upgrade its manufacturing capabilities during the period. Except for the above, there was no material capital expenditure during the period.

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of 3 HK cents per share for the six months ended 30 June 2015 (six months ended 30 June 2014: interim dividend of 5 HK cents) on the shares in issue amounting to HK$9,168,000 (six months ended 30 June 2014: HK$15,281,000), to the shareholders whose names appear on the Register of Members on 22 September 2015. The dividend will be payable on or about 12 October 2015.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members will be closed from Monday, 21 September 2015 to Tuesday, 22 September 2015, both days inclusive, during which period no transfer of shares will be registered. In order to determine members who are entitled to qualify for the proposed interim dividend, all transfer of shares accompanied by the relevant share certificates must be lodged with the Company's Hong Kong branch share registrar and transfer office, Tricor Secretaries Limited of Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration by not later than 4:30 p.m. on Friday, 18 September 2015.

CORPORATE GOVERNANCE

The Company has applied the principles of, and complied with, the applicable code provisions of the Corporate Governance Code and Corporate Governance Report (the "CG Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited throughout the accounting period for the six months ended 30 June 2015, except for the following deviations:

Code provision A.2.1

Under the code provision A.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual.

Mr. Lam Foo Wah is the Chairman and Managing Director of the Company. The Board considers that the function of the Chairman and the Managing Director in the Company's strategic planning and development process are overlapping and it may not be for the benefit of the Company to have separate individuals occupying these two offices in the condition of the Group and its stage of development.

Code provision A.6.7

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

Professor Yeung Kwok Wing (Non-executive Director) was absent from the annual general meeting held on 8 June 2015 due to other engagements.

REVIEW OF ACCOUNTS

The Audit Committee of the Company has reviewed the Group's unaudited condensed consolidated financial information and interim report for the six months ended 30 June 2015.

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

During the six months ended 30 June 2015, the Company had not redeemed, and neither the Company nor any of its subsidiaries had purchased or sold any of the Company's listed securities.

PUBLICATION OF RESULTS ANNOUNCEMENT AND INTERIM REPORT

This announcement is published on the website of the Company (www.highfashion.com.hk) and the designated issuer website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk).

The 2015 Interim Report of the Company will be dispatched to the shareholders of the Company and available on the above websites in due course.

MEMBERS OF THE BOARD

As at the date of this announcement, the Board of the Company comprises of (1) executive directors: Mr. Lam Foo Wah, Ms. So Siu Hang, Patricia, Mr. Lam Gee Yu, Will and Mr. Lam Din Yu, Well; (2) non-executive director: Professor Yeung Kwok Wing; and (3) independent non-executive directors: Mr. Woo King Wai, Mr. Wong Shiu Hoi, Peter and Mr. Leung Hok Lim.

By Order of the Board
High Fashion International Limited
Lam Foo Wah
Chairman & Managing Director

Hong Kong, 28 August 2015