Future Bright Mining Holdings Limited
高鵬礦業控股有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2212)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2015

KEY FINANCIAL HIGHLIGHTS

	2015 *RMB'000*	2014 *RMB'000*	**Change**
RESULTS			
Revenue	**11,271**	2,858	294.4%
Gross profit	**7,889**	1,582	398.7%
Loss before tax	**(1,463)**	(12,459)	(88.3%)
Income tax (expense)/credit	**(1,301)**	225	(678.2%)
Loss attributable to owners of the Parent	**(2,764)**	(12,234)	(77.4%)
Basic and diluted loss per share	**RMB0.8 cents**	RMB5.6 cents	(85.7%)

	2015 *RMB'000*	2014 *RMB'000*	**Change**
KEY ITEMS IN CONSOLIDATED STATEMENT OF FINANCIAL POSITION			
Equity attributable to owners of the Parent	**95,104**	42,002	126.4%
Total assets	**107,915**	66,747	61.7%
Net assets per share	**RMB0.27**	RMB0.19	42.1%

- Revenue increased by 294.4% to approximately RMB11.3 million.
- Gross profit increased by 398.7% to approximately RMB7.9 million.
- Gross profit margin increased by 14.6% to approximately 70.0%.
- Loss attributable to owners of the Parent decreased by 77.4% to approximately 2.8 million.
- Basic and diluted loss per share was RMB0.8 cents (2014: RMB5.6 cents).
- The Directors do not recommend the payment of a final dividend for the year ended 31 December 2015 (2014: Nil).

The Board of Directors of Future Bright Mining Holdings Limited (the "Company" or "Parent") hereby presents the audited consolidated results of the Company and its subsidiaries (the "Group") for the year ended 31 December 2015 (the "Year") as follows:–

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Note	**2015** *RMB'000*	2014 *RMB'000*
Revenue	5	**11,271**	2,858
Cost of sales		**(3,382)**	(1,276)
Gross profit		**7,889**	1,582
Other income and gains	5	**2,553**	7,629
Selling and distribution expenses		**(756)**	(880)
Administrative expenses		**(10,378)**	(20,588)
Other expenses		**(672)**	(24)
Finance costs	6	**(99)**	(178)
Loss before tax	7	**(1,463)**	(12,459)
Income tax (expense)/credit	8	**(1,301)**	225
Loss for the year	9	**(2,764)**	(12,234)
Loss attributable to owners of the Parent	9	**(2,764)**	(12,234)
Loss per share attributable to owners of the Parent	9		
Basic and diluted		**RMB0.8 cents**	RMB5.6 cents
Dividend		**Nil**	Nil

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	**2015** *RMB'000*	2014 *RMB'000*
Loss for the year	9	**(2,764)**	(12,234)
Other comprehensive income/(loss)			
Other comprehensive income/(loss) to be reclassified to profit or loss in subsequent period:			
Exchange differences on translation of foreign operations		**2,855**	(70)
Other comprehensive income/(loss) for the year, net of tax		**2,855**	(70)
Total comprehensive income/(loss) for the year		**91**	(12,304)
Attributable to owners of the parent		**91**	(12,304)

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	31 December 2015 RMB'000	2014 RMB'000
Non-current assets			
Property, plant and equipment		**20,354**	14,638
Long-term prepayment		**598**	429
Intangible assets		**39,641**	42,233
Total non-current assets		**60,593**	57,300
Current assets			
Inventories	10	**4,449**	657
Trade receivables	11	**5,998**	–
Prepayments, deposits and other receivables	12	**1,004**	6,197
Cash and cash equivalents		**35,871**	2,593
Total current assets		**47,322**	9,447
Current liabilities			
Other payables and accruals	14	**2,287**	14,389
Interest-bearing bank borrowing	15	**–**	525
Total current liabilities		**2,287**	14,914
Net current assets/(liabilities)		**45,035**	(5,467)
Total assets less current liabilities		**105,628**	51,833
Non-current liabilities			
Interest-bearing bank borrowing	15	**–**	670
Deferred tax liabilities		**9,552**	8,251
Provision for rehabilitation		**972**	910
Total non-current liabilities		**10,524**	9,831
NET ASSETS		**95,104**	42,002
Equity			
Equity attributable to owners of the Parent			
Share capital		**2,782**	–
Reserves		**92,322**	42,002
TOTAL EQUITY		**95,104**	42,002

NOTES TO FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company was incorporated as an exempted company with limited liability in the Cayman Islands on 23 August 2013 under the Companies Law, Chapter 22 of the Cayman Islands. The registered office address of the Company is at Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The address of its principal place of business in Hong Kong is 16/F., Guangdong Finance Building, 88 Connaught Road West, Hong Kong. The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Company is an investment holding company. The Group is principally engaged in the production and sale of marble and marble related products.

In the opinion of the directors, the holding company and the ultimate holding company of the Company is Guangzhou Yicheng Investment Limited, which is incorporated in the People's Republic of China ("Mainland China" or the "PRC").

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs"), which comprise all standards and interpretations approved by the International Financial Reporting Standards Board (the "IASB") and International Accounting Standards ("IASs") and Standing Interpretations Committee interpretations approved by the International Accounting Standards Committee and the disclosure requirements of the Hong Kong Companies Ordinance.

They have been prepared under the historical cost convention. These financial statements are presented in Renminbi ("RMB") and all values are rounded to the nearest thousand except when otherwise indicated.

The Group has applied its accounting policies consistently throughout the financial period ended 31 December 2014 and 2015.

3. APPLICATION OF REVISED STANDARDS AND NEW INTERPRETATION

The Group has adopted the following revised standards and new interpretation for the first time for the current year's financial statements.

Amendments to IAS 19 *Defined Benefit Plans: Employee Contributions*
Annual Improvements to IFRSs 2010-2012 Cycle
Annual Improvements to IFRSs 2011-2013 Cycle

The application of the above amendments in the current year has had no material effect on the Group's financial performance and positions for the current and prior years and/or disclosures set out in these financial statements.

In addition, the Company has adopted the amendments to the Listing Rules issued by the Hong Kong Stock Exchange relating to the disclosure of financial information with reference to the Hong Kong Companies Ordinance (Cap. 622) during the current financial year. The main impact to the financial statements is on the presentation and disclosure of certain information in the financial statements.

The Group has not applied the following new and revised IFRSs, that have been issued but are not yet effective, in these financial statements.

IFRS 9	*Financial Instruments*[3]
Amendments to IFRS 10 and IAS 28	*Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*[6]
Amendments to IFRS 10, IFRS 12 and IAS 28	*Investment Entities: Applying the Consolidation Exception*[1]
Amendments to IAS 7	Disclosure initiative[2]
Amendments to IAS 12	Recognition of Deferred Tax Assets for unrealised Losses[2]
IFRS 16	Leases[4]
Amendments to IFRS 11	*Accounting for Acquisitions of Interests in Joint Operations*[1]
IFRS 14	*Regulatory Deferral Accounts*[5]
IFRS 15	*Revenue from Contracts with Customers*[3]
Amendments to IAS 1	*Disclosure Initiative*[1]
Amendments to IAS 16 and IAS 38	*Clarification of Acceptable Methods of Depreciation and Amortisation*[1]
Amendments to IAS 16 and IAS 41	*Agriculture: Bearer Plants*[1]
Amendments to IAS 27	*Equity Method in Separate Financial Statements*[1]
Annual Improvements 2012-2014 Cycle	Amendments to a number of IFRSs[1]

1 Effective for annual periods beginning on or after 1 January 2016

2 Effective for annual periods beginning on or after 1 January 2017

3 Effective for annual periods beginning on or after 1 January 2018

4 Effective for annual periods beginning on or after 1 January 2019

5 Effective for an entity that first adopts IFRSs for its annual financial statements beginning on or after 1 January 2016 and therefore is not applicable to the Group

6 No mandatory effective date yet determined but is available for adoption

The Group expects to adopt those new and revised IFRSs upon mandatory effective dates and is in the process of making an assessment of the impact of these new and revised IFRSs on the Group's results of operations and financial position upon initial application. So far, the Group considers that these new and revised IFRSs are unlikely to have a significant impact on the Group's results of operations and financial position.

4. OPERATING SEGMENT INFORMATION

For management purposes, the Group operates in one business unit based on its products, and has only one reportable operating segment which is the production and sale of marble and marble related products. The Group conducts its principal operation in Mainland China. Management monitors the operating results of its business unit for the purpose of making decisions about resources allocation and performance assessment.

Geographical information

The Group's revenue from external customers is derived solely from its operation in Mainland China, and no material non-current assets of the Group are located outside Mainland China.

Information about major customers

Revenue from each of the major customers, which amounted to 10% or more of the total revenue of the Group, is set out below:

	2015	2014
	RMB'000	*RMB'000*
Customer A	**6,281**	N/A*
Customer B	**2,885**	N/A*
Customer C	**1,203**	917
Customer D	**N/A***	1,277
Customer E	**N/A***	438

* Less than 10% of the Group's total revenue.

5. REVENUE, OTHER INCOME AND GAINS

Revenue represents the net invoiced value of goods sold, after allowances for returns and trade discount; and the value of services rendered.

An analysis of revenue, other income and gains from continuing operations is as follows:

	2015	2014
	RMB'000	*RMB'000*
Revenue		
Sales of goods	**11,271**	2,858
Other income		
Sale of by-products	**–**	7,618
Bank interest income	**45**	8
Rendering of services	**503**	–
Government grants *(note (a))*	**2,000**	–
Others	**5**	3
	2,553	7,629

Note (a): The amount represents grants received from local PRC government authorities by Xiangyang Future Bright Mining Limited in connection with certain financial rewards to local business enterprises for successful listing. There are no unfulfilled conditions and other contingencies relating to these grants.

6. FINANCE COSTS

	2015	2014
	RMB'000	*RMB'000*
Interest on bank borrowings	**37**	121
Interest on discounted provision for rehabilitation	**62**	57
	99	178

7. LOSS BEFORE TAX

The Group's loss before tax is arrived at after charging/(crediting):

	2015	2014
	RMB'000	*RMB'000*
Cost of inventories sold	**3,382**	1,276
Staff costs (including directors' emoluments):		
Wages and salaries	**3,757**	3,837
Pension scheme contributions	**463**	92
	4,220	3,929
Less: Staff costs capitalised	**–**	(1,061)
	4,220	2,868
Auditors' remuneration	**1,055**	800
Amortisation of intangible assets	**2,592**	367
Amortisation of a long-term prepayment	**33**	24
Depreciation of items of property, plant and equipment	**1,527**	771
Less: Depreciation capitalised	**–**	(632)
	1,527	139
Foreign exchange differences, net	**637**	–
Minimum lease payments under operating leases		
– Office	**1,016**	336
Loss on disposal of items of property, plant and equipment	**2**	4

8. INCOME TAX

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate. Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.

No provision for Hong Kong profits tax has been made as the Group had no assessable profits derived from or earned in Hong Kong during the year ended 31 December 2015.

Provision for the PRC corporate income tax ("CIT") is based on the CIT rate applicable to the subsidiaries located in Mainland China as determined in accordance with the relevant income tax rules and regulations of Mainland China for the year ended 31 December 2015. The Group's subsidiaries located in Mainland China are subject to Mainland China CIT rate of 25% during the year ended 31 December 2015.

The major components of income tax expenses/(credit) for the year ended 31 December 2015 are as follows:

	2015	2014
	RMB'000	*RMB'000*
Current – Mainland China		
Charge for the year	**–**	–
Deferred	**1,301**	(225)
Total tax expense/(credit) for the year	**1,301**	(225)

A reconciliation of income tax credit applicable to loss before tax at the applicable income tax rate in Mainland China to income tax expenses/(credit) of the Group at the effective tax rate is as follows:

	2015	2014
	RMB'000	*RMB'000*
Loss before tax	**(1,463)**	(12,459)
Tax at the applicable tax rate of companies within the Group	**(366)**	(3,115)
Expenses not deductible for tax	**1,667**	2,890
Income tax charge/(credit) at the Group's effective rate	**1,301**	(225)

9. LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic loss per share amounts is based on the loss for the year attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 352,000,000 (2014: 220,000,000) in issue during the year, as adjusted to reflect the rights issue during the year.

The calculation of the diluted loss per share amounts is based on the loss for the year attributable to ordinary equity holders of the Parent. The weighted average number of ordinary shares used in the calculation is the number of ordinary shares in issue during the year, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise or conversion of all dilutive potential ordinary shares into ordinary shares.

No adjustment has been made to the basic loss per share amounts presented for the years ended 31 December 2015 and 2014 in respect of a dilution as the impact of the warrants and convertible bonds outstanding had an anti-dilutive effect on the basic loss per share amounts presented.

The calculations of basic and diluted earnings per share are based on:

	2015	2014
	RMB'000	*RMB'000*
Loss		
Loss attributable to ordinary equity holders of the Parent	**(2,764)**	(12,234)

	Number of shares	
	2015	2014
Shares		
Weighted average number of ordinary shares in issue during the year used in the basic earnings per share calculation	**352,000,000**	220,000,000

10. INVENTORIES

	2015	2014
	RMB'000	*RMB'000*
Finished goods	**4,382**	551
Materials and supplies	**67**	106
Total	**4,449**	657

11. TRADE RECEIVABLES

The Group's trading terms with its customers are mainly on credit. The credit period is generally two months, extending up to three months for major customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

An aged analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of provisions, is as follows:

	2015	2014
	RMB'000	*RMB'000*
Within 3 months	**3,338**	–
3 months to 6 months	**2,660**	–
Total	**5,998**	–

Receivables that were neither past due nor impaired relate to a customer for whom there was no recent history of default.

Receivables that were past due but not impaired relate to an independent customer that has a good track record with the Group. Based on past experience, the directors of the Company are of the opinion that no provision for impairment is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are still considered fully recoverable.

12. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	2015	2014
	RMB'000	*RMB'000*
Deferred offering costs	**–**	6,078
Other receivables	**956**	52
Others	**48**	67
Total	**1,004**	6,197

Deferred listing fees represent legal and other professional fees relating to the initial public offering of the Company's shares and they have been deducted from equity when the Company completed the listing of the Company's shares on the Main Board of the Stock Exchange.

None of the above assets is either past due or impaired. The financial assets included in the above relate to receivables for which there was no recent history of default.

13. TRADE PAYABLES

The Group generally does not receive any credit terms from our suppliers.

The Group has no trade payables as of 31 December 2014 and 31 December 2015.

14. OTHER PAYABLES AND ACCRUALS

	2015	2014
	RMB'000	*RMB'000*
Payroll accruals	**821**	960
Interest payable	**–**	3
Other payables	**1,466**	13,426
Total trade and other payables	**2,287**	14,389

Other payables are unsecured, non-interest-bearing and repayable on demand.

15. INTEREST-BEARING BANK BORROWING

	2015	2014
	RMB'000	*RMB'000*
Bank loans, secured	**–**	1,195
Repayable within one year	**–**	525
Repayable in the second year	**–**	570
Repayable in the third to fifth years	**–**	100
Total	**–**	1,195

The Group's interest-bearing bank borrowing is denominated in RMB. The Group's interest-bearing bank borrowing is a mortgage loan with an annual interest rate of 30% higher than the Loan Prime Rate issued by the People's Bank of China and repayable by instalment before 28 February 2017, which is secured by excavation machinery. In 2015, the interest-bearing bank borrowing was fully repaid by the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

During the Year, the Group's operating revenue was approximately RMB11.3 million, which represented a significant increase of approximately 294.4% as compared to the operating revenue of approximately RMB2.9 million for the year ended 31 December 2014 (the "FY2014") as we commenced limited commercial production since September 2014. The revenue represented sale of marble blocks income derived from the Yiduoyan mine located in Hubei Province of the PRC (the "Yiduoyan Project").

Cost of Sales

The Group's cost of sales rendered an increase from approximately RMB1.3 million for the FY2014 to approximately RMB3.4 million for the Year. This was in line with higher production and sale achieved in the Year. The cost of sales represents marble blocks mining costs, which mainly included mining labour costs, materials consumption, fuel, electricity, depreciation of production equipments and amortization of mining rights.

Gross Profit and Gross Profit Margin

The gross profit of the Group amounted to approximately RMB7.9 million and the gross profit margin was approximately 70.0% for the Year, which represented an increase of 398.7% as compared with gross profit for the FY2014 of approximately RMB1.6 million (gross profit margin of approximately 55.4%).

Other Income and Gains

Other income and gains was approximately RMB2.6 million for the Year, which represented a significant decrease of approximately RMB5 million as compared to the other income and gains of approximately RMB7.6 million for the FY2014. The decrease was mainly due to the decrease in revenue generated from the sales of by-products extracted during the development of the mine which was an unintended benefit. Such activities was integral to the development of the mine in 2014.

Selling and Distribution expenses

Selling and distribution expenses mainly consisted of salaries and wages of the Group's sales and distribution staff and their entertainment and travelling expenses and were approximately RMB0.8 million (2014: 0.9 million), representing approximately 6.7% of the revenue for the Year (2014: 30.8%).

Administrative expenses

Administrative expenses decreased by RMB10.2 million or 49.6% from approximately RMB 20.6 million for the FY2014 to approximately RMB10.4 million for the Year. The decrease was mainly due to the listing expenses incurred in 2014. Administrative expenses mainly included the legal and professional fees, consultancy fees and salaries of staff.

Loss attributable to owners of the Parent

In summary, loss attributable to owners of the Parent was approximately RMB2.8 million for the Year (2014: Loss of RMB12.2 million). The decrease of loss was mainly resulted from the increase in the sales volume of marble blocks during the Year.

Consolidation Statements of Financial Position of the Company

As at 31 December 2015, the Group had net current assets of approximately RMB45.0 million (2014: net current liabilities of RMB5.5 million) which was mainly resulted from the net proceeds raised from the listing of the Company and total assets less current liabilities of RMB105.6 million (2014: RMB51.8 million).

MARKET REVIEW

Benefitted from the continuing and stable PRC national economic development, the improving living standard, the favourable policies and the substantive market demand, especially the exponential demand for decoration and renovation works under the rapid growth of the construction and property industries which are the pillars of the national economy, the construction and decoration industry has a sustainable and promising prospect. Marbles have simple mineral composition and are easy to process and delicate in texture with good mirror effect. Therefore, marbles are widely used in construction as a kind of decorative materials. All these factors create a propitious external environment and great opportunities for the marble industry to boom.

According to a market study report in relation to the marble industry, the properties in the PRC will tend to be dominated by small fully-furbished apartments, demonstrating that marbles will be a major decorative material for homes. In addition, the increasingly popular tailor-made furniture should drive market expansion for marble-decorated homes. It is estimated that marble enterprises will develop to provide one-stop service solution to meet customer needs.

BUSINESS REVIEW

During the Year, we have been focusing on the development of the Yiduoyan Project. Having obtained the 8,000 m^3 Approval in 2014, we obtained the 20,000 m^3 Approval in May 2015. The 8,000m^3 Approval means the inspection and acceptance approval of completion of environmental production facilities (for stage one) for production at a production rate of 8,000m^3 per annum issued by Nanzhang Environmental Protection Bureau on 5 September 2014, whereas the 20,000 m^3 Approval means the inspection and acceptance approval of completion of environmental production facilities for production at a full production rate of 20,000m^3 per annum obtained from and issued by Nanzhang Environmental Protection Bureau in May 2015. A total of 7,570 m^3 of marble blocks have already been produced. Marble blocks mined from the Yiduoyan Project are our principal products.

During the Year, we have established a wholly-owned subsidiary, namely, Guangdong Future Bright Building Materials Limited ("FB Building Materials") in the PRC. It is intended that FB Building Materials will be principally engaged in the sales of marble related products as an ancillary marble product of the Group.

On 4 November 2015, Smart Triumph Group Holdings Limited ("Smart Triumph"), a newly incorporated wholly-owned subsidiary of the Company entered into a non-legally binding Memorandum of Understanding to acquire 51% equity interest in Sichuan Gofortune Supply Chain Management Joint Stock Company Limited ("Gofortune") for a total cash consideration of not exceeding HK$1,680,000. The proposed acquisition was terminated on 10 December 2015.

We will continue to develop the Yiduoyan Project and aim at achieving production at a production rate of 16,000m^3 per annum in 2016 and 20,000m^3 per annum at the beginning of 2017. We will increase product exposure and recognition through industry exchanges. In addition, we will expand our resource through further exploration of the Yiduoyan Project and selective acquisitions. We will strive to recruit more talents with established industry expertise to further enhance our competitiveness. Our vision is to become a well-known marble blocks supplier in the PRC.

MAJOR EXPLORATION, DEVELOPMENT AND PRODUCTION ACTIVITIES

In 2015, efforts were made in the expansion of the 900m haulage road connecting the provincial highway and the initial mining area. Also, we constructed a block yard with the dimensions of approximately 100m x 30m nearby the conjunction of the haulage road and a provincial highway, which serves as a loading area. Such expansion provided a larger stockpiling and transit capacity of the block yard. The 250 KVA transformer installed in 2014 is still sufficient to meet the needs for production and accommodation at our mine site, and is readily available for capacity expansion. Bench at level 548m has been mined out. Mining at level 540m and 532m is underway. To reach the planned production target, we will start carrying out mining operations at an additional bench at 524m which has been formed but mining is yet to commence. With the construction work done in 2015, top soils and overburdens have been basically stripped. Mining continues in a bench-by-bench Pushback manner downwards.

After obtaining the 8,000m^3 Approval in 2014, we were further granted the 20,000m^3 Approval in May 2015. In 2015, our output of marble blocks amounted to 7,570m^3, which has already reached the projected output for the Year as stated in our prospectus dated 29 December 2014. We will continue to expand our mining area in an anticipation to achieve our targeted production capacity of 16,000 m^3 by the end of 2016.

The Company did not have exploration activities during the Year. In the reporting period, the capital expenditure of Yiduoyan Project was approximately RMB9.4 million.

RESOURCE AND RESERVE

The Yiduoyan Project is an open pit mine located in Hubei Province of the PRC. Currently, the Group holds the mining permit of the Yiduoyan Project with permitted production capacity of 20,000m^3 per annum for a term of 10 years (which will expire on 30 December 2021 and can be extended for another 10 years to 30 December 2031 according to applicable PRC laws and regulations), covering an area of approximately 0.5209km2. The Yiduoyan Project contains marble resources with expansion potential through exploration according to the independent technical report dated 29 December 2014 prepared by SRK Consulting (Hong Kong) Limited.

The following table summarizes the marble resource and reserve estimates prepared in accordance with JORC Code (2012 Edition):

Yiduoyan marble resource statement as at 31 December 2015

Resource Category	White marble V-1 *(million m^3)*	Grey marble V-2 *(million m^3)*	Total *(million m^3)*
Inferred	1.8	1.5	3.3
Indicated	5.5	1.8	7.3
Total	7.3	3.3	10.6

Yiduoyan marble reserve statement as at 31 December 2015

Reserve Category	White marble V-1 *(million m^3)*	Grey marble V-2 *(million m^3)*	Total *(million m^3)*
Probable	0.86	0.04	0.90

MAJOR ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Year, we have established FB Building Materials, a wholly-owned subsidiary of the Company in the PRC. It is intended that FB Building Materials will be principally engaged in the sales of marble related products as an ancillary marble product of the Group.

On 4 November 2015, Smart Triumph, a newly incorporated wholly-owned subsidiary of the Company entered into a non-legally binding memorandum of understanding to acquire 51% equity interest in Gofortune for a total cash consideration of not exceeding HK$1,680,000. The proposed acquisition was terminated on 10 December 2015.

Save as disclosed above, there were no material acquisitions or disposals of subsidiaries, associates and joint ventures by the Group during the Year.

SEGMENT INFORMATION

Particulars of the Group's segment information are set out in note 4 to the financial statements hereof.

LIQUIDITY AND CAPITAL RESOURCES

During the Year, the Group's primary use of liquidity has been to invest in the development of our mine and for its working capital, which are funded by a combination of bank borrowings, capital contribution by shareholders as well as cash generated from operation.

In June 2015, the Group paid off the outstanding balance of the bank loan from China Everbright Bank which charged interest at the rate of 30% higher than Loan Prime Rate issued by the People's Bank of China and repayable by installments before 28 February 2017.

The Group had no borrowings as at 31 December 2015, therefore the gearing ratio is not applicable. The current ratio of the Group as at 31 December 2015 was about 20.7 times as compared to 0.6 times as at 31 December 2014, based on current assets of RMB47.3 million (2014: RMB9.4 million) and current liabilities of RMB2.3 million (2014: RMB14.9 million). It was mainly benefited from the net proceeds raised from the listing of the Company.

CAPITAL STRUCTURE

During the Year, the changes of share capital structure of the Company were as follows:

As part of the preparation for the listing of the shares of the Company (the "Shares") on the Main Board of the Stock Exchange on 9 January 2015 (the "Listing Date"), the Company implemented a capitalization issue of 263,999,800 Shares and an issue of 88,000,000 new Shares on 9 January 2015.

After completion of the above issue of Shares during the Year, the total number of issued Shares of the Company was increased from 200 Shares as at 1 January 2015 to 352,000,000 Shares as at the Listing Date, and has remained unchanged since then.

EMPLOYEES AND REMUNERATION POLICY

As at 31 December 2015, the Group employed a total of 32 full time employees, located in Hong Kong and the PRC.

Employees' remuneration packages have been reviewed periodically and determined with reference to the performance of the individual and prevailing market practices. Remuneration packages include base salaries and other employees' benefits include contributions to statutory mandatory provident funds for our Hong Kong employees, and social insurance together with housing provident funds for our PRC employees.

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

As at 31 December 2015, the Group authorized, but not contracted for capital commitments of approximately RMB28.1 million primarily for the construction and purchase of property, plant and equipment for our development purpose.

The Group had no significant contingent liabilities as at 31 December 2015.

SIGNIFICANT INVESTMENTS HELD

Except for investments in subsidiaries of the Company, the Group did not hold any significant investments during the Year.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed in the Prospectus or this announcement, there was no specific plan for material investments or capital asset as at 31 December 2015.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND RELATED HEDGES

The Group's monetary assets and transactions are mainly denominated in Hong Kong dollars and Renminbi. The exchange rates of Renminbi against Hong Kong dollars were relatively stable during the Year. During the Year, the Group did not use financial instruments for hedging purposes. The Group continues to monitor the exposures to Renminbi and will take necessary procedures to reduce the fluctuations in exchange rates at reasonable costs.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Year.

AUDIT COMMITTEE

The Company established an audit committee ("Audit Committee") on 8 December 2014 with written terms of reference in compliance with the Corporate Governance Code as set out in Appendix 14 to the Listing Rules. The Audit Committee under the Board comprises all the independent non-executive Directors, namely Mr. Tsang Hing Hung (as chairman), Mr. Chow Hiu Tung, Mr. Lau Tai Chim and Mr. Sin Ka King. The Audit Committee has, among other things, reviewed the audited annual results of the Group for the Year.

OTHER COMMITTEES

Besides the Audit Committee, the Board has also established a remuneration committee and a nomination committee. Each committee has its defined scope of duties and written terms of reference.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the code of conduct with respect to the dealings in securities of the Company by the Directors as set out in Appendix 10 of the Listing Rules (the "Model Code").

Having made specific enquiry with all the Directors, the Directors confirmed that they have complied with the required standards as set out in the Model Code since the Listing Date to 31 December 2015.

CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining a high standard of corporate governance to safeguard the interests of its shareholders and to enhance the corporate value, accountability and transparency of the Company. The Company's corporate governance practices are based on the principles, code provisions and certain recommended best practices as set out in the Corporate Governance Code (the "CG Code") in Appendix 14 to the Listing Rules. Except for the deviations from code provision A.2.1 and A.4.1 of the CG Code as explained below, the Company had complied with the applicable code provisions of the CG Code since the Listing Date to 31 December 2015. The Company will continue to enhance its corporate governance practices appropriate to the operation and growth of its business.

According to 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. On 19 October 2015, Mr. Guo Xiao Ping ceased to be the chairman, executive director and chief executive officer of the Company and Mr. Zhou Tai Ping has been appointed as the chairman, executive director and chief executive officer of the Company. The Board believes that vesting the roles of both chairman and chief executive officer in the same person has the benefit of providing the Group with strong and consistent leadership that would allow for more effective and efficient overall strategic planning of the Group. The Board considers that this structure will not impair the balance of power and authority between the Board and the management of the Group.

According to code provision A.4.1, non-executive Directors should be appointed for a specific term, subject to re-election. The non-executive Directors and independent non-executive Directors are not appointed for a specific term but they are subject to retirement by rotation and re-election in accordance with the articles of association of the Company.

EVENTS AFTER REPORT PERIOD

Except as disclosed herein, since 31 December 2015 and up to the date hereof, no important event has occurred affecting the Group.

ANNUAL GENERAL MEETING

The forthcoming annual general meeting of the Company will be held on Tuesday, 7 June 2016 (the "2016 AGM"). A notice convening the 2016 AGM will be published and despatched to the shareholders of the Company in accordance with the articles of association of the Company, the Listing Rules and other applicable laws and regulations.

DIVIDEND

The Directors do not recommend the payment of a final dividend for the year ended 31 December 2015.

CLOSURE OF REGISTER OF MEMBERS

In order to establish entitlements to attend and vote at the 2016 AGM, the register of members of the Company will be closed from Friday, 3 June 2016 to Tuesday, 7 June 2016, both days inclusive, during which period no transfer of the Shares will be registered. Shareholders are reminded to ensure that all completed share transfer forms accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17/F., Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Thursday, 2 June 2016.

AUDITOR

The consolidated financial statements for the Year have been audited by Ernst & Young, who will retire and, being eligible, offer themselves for reappointment at the 2016 AGM. A resolution will be submitted to the 2016 AGM to re-appoint Messrs. Ernst & Young as the auditor of the Company.

PUBLICATION OF FINAL RESULTS AND 2015 ANNUAL REPORT

This announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.futurebrightltd.com). The 2015 annual report of the Company will be despatched to the shareholders and available on the websites of the Stock Exchange and the Company.

By Order of the Board
Zhou Tai Ping
Chairman and Executive Director

Hong Kong, 23rd March 2016

As at the date of this announcement, the executive Directors of the Company are Mr. Zhou Tai Ping, Mr. Zhang Decong and Mr. Yuan Shan (alternate director to Mr. Zhang Decong); the non-executive Directors are Mr. Li Ethan Jing, Mr. Hu Jin Xiong and Mr. Leung Kar Fai; and the independent non-executive Directors are Mr. Lau Tai Chim, Mr. Sin Ka King, Mr. Chow Hiu Tung and Mr. Tsang Hing Hung.