

runway
global holdings company limited

時尚環球控股有限公司

(incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立之有限公司)

2015 ANNUAL REPORT 年報

股份代號 Stock Code: 1520

RUNWAY®
NEW YORK

SUGARFLY



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Corporate Information

公司資料

BOARD OF DIRECTORS

Executive Directors

Hubert Tien (*Chairman*)
Farzad Gozashti
Chen Gang
Qu Chengbiao

Independent Non-Executive Directors

Tang Tsz Kai, Kevin
Lai Man Sing
Chan Kin Sang
Luo Dan

Compliance Adviser

Messis Capital Limited

Authorised Representatives

Hubert Tien
Chan Ka Yu

Company Secretary

Chan Ka Yu

Audit Committee

Lai Man Sing (*Chairman*)
Chan Kin Sang
Tang Tsz Kai, Kevin

Remuneration Committee

Chan Kin Sang (*Chairman*)
Lai Man Sing
Tang Tsz Kai, Kevin
Hubert Tien

Nomination Committee

Lai Man Sing (*Chairman*)
Tang Tsz Kai, Kevin
Chan Kin Sang
Hubert Tien
Chen Gang

董事會

執行董事

田曉勃 (*主席*)
Farzad Gozashti
陳綱
瞿成彪

獨立非執行董事

鄧子楷
黎文星
陳健生
羅丹

合規顧問

大有融資有限公司

授權代表

田曉勃
陳家宇

公司秘書

陳家宇

審核委員會

黎文星 (*主席*)
陳健生
鄧子楷

薪酬委員會

陳健生 (*主席*)
黎文星
鄧子楷
田曉勃

提名委員會

黎文星 (*主席*)
鄧子楷
陳健生
田曉勃
陳綱

Corporate Information 公司資料

Corporate Governance Committee

Tang Tsz Kai, Kevin (*Chairman*)
Hubert Tien
Lai Man Sing
Chan Kin Sang
Chan Ka Yu

Compliance Officer

Hubert Tien

Auditor

BDO Limited

Principal Bankers

Citibank, N.A., Hong Kong Branch
DBS Bank (Hong Kong) Limited
Cathay Bank, Hong Kong Branch
The Hongkong and Shanghai Banking Corporation Limited

Registered Office

Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman KY1-1111
Cayman Islands

Head Office and Principal Place of Business in Hong Kong

14th Floor, PeakCastle
476 Castle Peak Road
Cheung Sha Wan
Kowloon
Hong Kong

Principal Share Registrar And Transfer Office

Codan Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

企業管治委員會

鄧子楷 (主席)
田曉勃
黎文星
陳健生
陳家宇

合規主任

田曉勃

核數師

香港立信德豪會計師事務所有限公司

主要往來銀行

花旗銀行香港分行
星展銀行(香港)有限公司
國泰銀行香港分行
香港上海滙豐銀行有限公司

註冊辦事處

Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman KY1-1111
Cayman Islands

總辦事處及香港主要營業地點

香港
九龍
長沙灣
青山道476號
PeakCastle14樓

主要股份登記及過戶辦事處

Codan Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

Corporate Information 公司資料

**Hong Kong Branch Share Registrar
and Transfer Office**

Tricor Investor Services Limited
Level 22, Hopewell Centre
183 Queen's Road East
Hong Kong

Website

www.runwayglobal.com

Stock Code

1520

香港股份過戶登記分處

卓佳證券登記有限公司
香港
皇后大道東 183 號
合和中心 22 樓

網頁

www.runwayglobal.com

股份代號

1520

Financial Summary 財務概要

Results	業績	Year ended 31 December 截至十二月三十一日止年度				
		2015 HK\$'000 千港元	2014 HK\$'000 千港元	2013 HK\$'000 千港元	2012 HK\$'000 千港元	2011 HK\$'000 千港元
Revenue	收入	371,725	379,715	360,707	331,088	306,314
Gross profit	毛利	92,819	94,087	84,941	81,222	66,563
Profit before income tax	除所得稅前溢利	19,386	31,567	18,365	28,301	11,748
Profit attributable to the owners of the Company	本公司擁有人應佔溢利	15,732	25,679	13,529	23,152	9,417

Financial position	財務狀況	As at 31 December 於十二月三十一日				
		2015 HK\$'000 千港元	2014 HK\$'000 千港元	2013 HK\$'000 千港元	2012 HK\$'000 千港元	2011 HK\$'000 千港元
Total assets	總資產	203,344	210,034	196,950	158,396	130,639
Interest-bearing borrowings	計息借貸	879	3,131	9,564	2,478	4,328
Total liabilities	總負債	67,587	87,265	99,685	101,663	88,913
Shareholders' equity	股東權益	135,757	122,769	97,265	56,733	41,726
Current ratio (note 1)	流動比率(附註1)	2.79	2.22	1.78	1.36	1.22
Quick ratio (note 2)	速動比率(附註2)	2.42	1.98	1.60	1.09	0.95
Return on assets (note 3)	資產回報率 (附註3)	7.7%	12.2%	6.9%	14.6%	7.2%
Return on equity (note 4)	股本回報率 (附註4)	11.6%	20.9%	13.9%	40.8%	22.6%
Gearing ratio (note 5)	資產負債比率 (附註5)	0.6%	2.6%	9.8%	4.4%	10.4%
Inventory turnover days (note 6)	存貨週轉天數 (附註6)	33 days/日	26 days/日	24 days/日	40 days/日	36 days/日
Trade receivables turnover days (note 7)	貿易應收款項週轉天數(附註7)	63 days/日	57 days/日	72 days/日	46 days/日	44 days/日
Trade payables turnover days (note 8)	貿易應付款項週轉天數(附註8)	47 days/日	67 days/日	78 days/日	92 days/日	98 days/日

Note:

- Current ratio = current assets / current liabilities
- Quick ratio = current assets less inventory / current liabilities
- Return on assets = Profit attributable to the owners of the Company for the year / total assets
- Return on equity = Profit attributable to the owners of the Company for the year / shareholders' equity
- Gearing ratio = Interest-bearing borrowings / shareholders' equity
- Inventory turnover days = Inventory balance / cost of sales for the year x number of days for the year
- Trade receivables turnover days = Trade receivables / revenue for the year x number of days for the year
- Trade payables turnover days = Trade payables / cost of sales for the year x number of days for the year

附註:

- 流動比率 = 流動資產 / 流動負債
- 速動比率 = 流動資產減存貨 / 流動負債
- 資產回報率 = 本公司擁有人應佔年度溢利 / 總資產
- 股本回報率 = 本公司擁有人應佔年度溢利 / 股東權益
- 資產負債比率 = 計息借貸 / 股東權益
- 存貨週轉天數 = 存貨結餘 / 年度銷售成本 x 年度天數
- 貿易應收款項週轉天數 = 貿易應收款項 / 年度收入 x 年度天數
- 貿易應付款項週轉天數 = 貿易應付款項 / 年度銷售成本 x 年度天數

Chairman's Statement

主席報告書

On behalf of the Board of Directors (the "Board") of Runway Global Holdings Company Limited, I am delighted to present the audited consolidated results of the Company and its subsidiaries (collectively referred to as the "Group" or "Runway Global") for the year ended 31 December 2015.

TRANSFER OF LISTING

The Group successfully transferred listing from the Growth Enterprise Market (the "GEM") to the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 1 June 2015 (the "Transfer of Listing"). The Board believes that the Transfer of Listing will enhance the profile of the Group and increase the trading liquidity of the shares of the Company. The Board considers that the Transfer of Listing will be beneficial to the future growth and business development of the Group as well as its financing flexibility.

GROUP'S PERFORMANCE

Year 2015 was challenging and volatile. China's economic growth continues to experience downward pressure. The GDP growth rate moderated to 6.9% for 2015, the slowest growth rate in the recent decade. On the other hand, despite there was steady economy recovery in the first half of 2015, the tumble in global capital market in the second half of 2015 coupled with the raise of interest rate of US in December 2015 resulted in the global economic recovery being slower than expected in 2015. These affected the business confidence in global trade environment. All of these have created a very tough market environment for our customers and us, and the market sentiment has further deteriorated since August 2015.

The Group's revenue slightly decreased from approximately HK\$379,715,000 in year 2014 to HK\$371,725,000 in year 2015, representing decline of approximately 2.1%. The profit attributable to the owners of the Company decreased from approximately HK\$25,679,000 in year 2014 to approximately HK\$15,732,000 in year 2015, representing a decrease of approximately 38.7%. The decrease in profit attributable to the owners of the Company is mainly attributable to (i) the significant increase in selling and distribution expenses as own brand operation expanded in the year; and (ii) increase in administrative expenses due to increase in salary expenses and legal and professional fees arisen from the Transfer of Listing.

本人謹代表時尚環球控股有限公司董事會（「董事會」），欣然呈報本公司及其附屬公司（統稱「本集團」或「時尚環球」）截至二零一五年十二月三十一日止年度的經審核綜合業績。

轉板上市

本集團於二零一五年六月一日成功由創業板（「創業板」）轉往香港聯合交易所有限公司（「聯交所」）主板上市（「轉板上市」）。董事會相信，轉板上市將增強本集團形象及提高本公司股份成交流動性。董事會認為，轉板上市將有利於本集團的未來增長及業務發展以及其融資靈活性。

本集團的表現

二零一五年度充滿挑戰及波動。中國經濟增長繼續面臨下行壓力。二零一五年GDP增長率放緩至6.9%，是近十年來的最慢增長。另一方面，儘管二零一五年上半年經濟穩步復甦，但二零一五年下半年全球資本市場動蕩，加上美國於二零一五年十二月加息，令二零一五年全球經濟復甦慢於預期。全球貿易環境的營商信心因此受到影響。上述所有因素導致客戶與我們面臨極其艱難的市場環境，市場氣氛自二零一五年八月起更進一步惡化。

本集團收入由二零一四年度約379,715,000港元輕微下跌至二零一五年度約371,725,000港元，減幅約2.1%。本公司擁有人應佔溢利由二零一四年度約25,679,000港元減少至二零一五年度約15,732,000港元，減幅約38.7%。本公司擁有人應佔溢利減少主要是由於(i)本年度自有品牌業務擴張令銷售及分銷開支大幅增加，及(ii)由於薪金開支增加，以及轉板上市產生的法律及專業費用引致行政開支增加。

Chairman's Statement 主席報告書

PRIVATE LABEL PRODUCTS

Private label products continued to be the core business of the Group, contributing to 78.1% (2014: 86.0%) of the total revenue of the Group for the year. Revenue from private label products decreased by approximately 11.1% to approximately HK\$290,311,000 (2014: HK\$326,680,000) while gross profit also decreased by 15.1% to approximately HK\$65,041,000 (2014: HK\$76,647,000).

OWN BRAND PRODUCTS

Despite amidst market challenges, there was robust performances from own brand operation and own brand products remains an important driver of our business growth. Own brand products accounted for 21.9% (2014: 14.0%) of the total revenue of the Group for the year. The revenue as well as the gross profit from own brand products increased substantially in 2015. For the year 2015, revenue from own brand products increased by approximately 53.5% to approximately HK\$81,414,000 (2014: HK\$53,035,000) while gross profit also increased by 59.3% to approximately HK\$27,778,000 (2014: HK\$17,440,000).

NEW BUSINESS

We conducted a preliminary study regarding developing a new business segment, namely, health products business (the "New Business") during the year. We are still in the process in determining whether it is in the interest of the Company and the shareholders as a whole to commence any of the New Business, and if so, the specific business models, strategies and timetable for doing so. Should there be any decision by the Board in relation to the above, we will make further announcement(s) as and when appropriate.

FUTURE PROSPECTS

Stepping into 2016, the global economy will remain challenging. Gloomy global economic outlook will continue to have negative impact on consumer confidence as well as consumer market. On the other hand, despite the expected China's GDP growth rate will slow down but it is relatively strong compared to other economy of developed countries. The labour costs in China has been increasing over the years at relatively rapid rates. We expect this increasing trend will continue.

貼牌產品

貼牌產品仍為本集團的核心業務，佔本集團本年度總收入78.1%（二零一四年：86.0%）。貼牌產品的收入減少約11.1%至約290,311,000港元（二零一四年：326,680,000港元），而毛利亦減少15.1%至約65,041,000港元（二零一四年：76,647,000港元）。

自有產品

儘管面臨市場挑戰，自有品牌業務仍然錄得強勁表現，自有品牌產品仍然是業務增長的重要推動力。於本年度自有品牌產品佔本集團總收入21.9%（二零一四年：14.0%）。自有品牌產品的收入及毛利於二零一五年顯著增加。於二零一五年年度，自有品牌產品的收入增加約53.5%至約81,414,000港元（二零一四年：53,035,000港元），而毛利亦增長59.3%至約27,778,000港元（二零一四年：17,440,000港元）。

新業務

我們在本年內就開展新業務分部—健康產品業務（「新業務」）曾經進行初步研究。我們仍在對開展新業務是否符合本公司及股東之整體利益正在進行評估，倘若符合，則進一步確定開展該等新業務的具體業務模式、策略及時間表。倘若董事會作出有關上述之任何決定，我們將適時另作公告。

未來展望

進入二零一六年，全球經濟將繼續充滿挑戰。低迷的全球經濟前景將繼續對消費信心及消費市場造成負面影響。另一方面，儘管預期中國GDP增長率將會放緩，但與其他發達國家相比，增長依然強勁。近年來，中國勞工成本一直以較快速度不斷攀升。我們預期該上升趨勢將會持續。

Chairman's Statement 主席報告書

We will follow our direction over the past few years and continue to invest in own brand operation by participating in more trade fairs and fashion shows. Although facing market challenges and uncertainties, we are confident we will continue to deliver satisfactory results and remain competitiveness in the market. More importantly, we will progressively expand our business to capture the growing demand for our own brand products from online shoppers.

APPRECIATION

I would like to thank all the shareholders, customers and business partners for their trust in, understanding of and support for the Group over the years. Our response to the considerable challenges which the Group has faced over the last year reflects the strong leadership of the Group's management team and the continuous efforts of all of those at Runway Global, who are working together to ensure the ongoing success of the Group. With a focused senior management and professional team, we will continue to explore new business opportunities in the challenging year ahead and strive for the best returns for our shareholders.

Hubert Tien
Chairman
22 March 2016

我們將延續過往幾年的方向，繼續投資自有品牌經營，參加更多貿易展銷會及時裝展。儘管面臨市場挑戰及不確定性，我們相信我們將繼續實現理想業績，維持市場競爭力。更重要的是，我們將逐步拓展業務，把握網上買家對我們自有品牌產品的需求增長。

致謝

本人謹藉此衷心感謝全體股東、客戶及業務夥伴給予本集團的信賴、理解及一貫支持。針對本集團去年面臨的嚴峻挑戰，我們的應對措施反映了本集團管理團隊的有力領導及時尚環球全體員工的不懈努力，有關人員通力協作，確保本集團的持續成功。在高級管理層及專業團隊的勤勉努力下，我們將繼續在充滿挑戰的來年開拓新商機並致力為我們股東創造最佳回報。

田曉勃
主席
二零一六年三月二十二日

Biographical Details of Directors and Senior Management

董事及高級管理層履歷詳情

EXECUTIVE DIRECTORS

Mr. Hubert TIEN, aged 47, was appointed as an executive Director (the “Director”) on 19 June 2013. Mr. Tien is one of the founders of the Group and the chairman of the Board. He is responsible for overseeing the in-house operations, manufacturing and sourcing activities and devising business expansion plans of the Group. Mr. Tien has about 20 years of experience in garment trading, manufacturing and marketing in the United States, Australia and Canada markets. Mr. Tien was a director of Bright Cheer Company Limited (“Bright Cheer”), a textile company, from 1992 to 2004 prior to its dissolution. He ceased to participate in the operation of Bright Cheer in December 2000 and founded the Group with Mr. Gozashti in 2001. Bright Cheer ceased to carry on business afterwards and was dissolved by striking off in 2004 under section 291 of the Companies Ordinance. Mr. Tien is a brother of Ms. Winnie Tien, a member of the senior management of the Group.

Mr. Farzad GOZASHTI, aged 50, was appointed as an executive Director on 19 June 2013. Mr. Gozashti is one of the founders of the Group and the chief marketing officer of the Group and the chief executive officer of Runway Fashions, Inc., a wholly owned subsidiary of the Company. Mr. Gozashti is responsible for overseeing the design, sales and marketing activities and devising business expansion plans of the Group. Mr. Gozashti graduated with a bachelor degree of science in business administration (marketing) from San Francisco State University in California of USA in May 1989. Mr. Gozashti has about 20 years of experience in design and product development. Before he founded the Group with Mr. Tien in 2001, he had also created and launched the apparel line “BLANC NOIR” through FG Industries, Inc., which was a private company engaged in the apparel business in the United States then wholly owned by Mr. Gozashti and was subsequently dissolved in 2006 after transferring the “BLANC NOIR” trademark to Runway Global Limited at a nominal consideration.

執行董事

田曉勃先生，47歲，於二零一三年六月十九日獲委任為本公司執行董事（「董事」）。田先生為本集團創辦人之一及董事會主席，負責監督本集團內部營運、生產及採購活動及制定業務擴展計劃。田先生就於美國、澳洲及加拿大市場貿易、生產及營銷成衣擁有約20年經驗。於一九九二年至二零零四年，紡織公司盈金紡織有限公司（「盈金紡織」）解散前，田先生為其董事。彼於二零零零年十二月停止參與盈金紡織之營運，並於二零零一年與Gozashti先生創辦本集團。盈金紡織其後停止經營業務，且於二零零四年根據公司條例第291條以註銷方式解散。田先生為本集團高級管理層成員田慧儀女士之胞兄。

Farzad GOZASHTI先生，50歲，於二零一三年六月十九日獲委任為執行董事。Gozashti先生為本集團創辦人之一及本集團營銷總監及Runway Fashions, Inc.（本公司之全資附屬公司）之行政總裁。Gozashti先生負責監督本集團設計、銷售及營銷活動及制定業務擴張計劃。Gozashti先生於一九八九年五月畢業於美國舊金山州立大學，獲得工商管理（市場學）理學士學位。Gozashti先生於設計及產品開發擁有約20年經驗，於二零零一年與田先生創辦本集團之前，曾藉FG Industries, Inc.創立並推出服裝系列「BLANC NOIR」。FG Industries, Inc.為於美國從事服裝業務之私人公司，當時由Gozashti先生全資擁有，其後於二零零六年以名義代價將「BLANC NOIR」商標轉讓予時尚環球有限公司後解散。

Biographical Details of Directors and Senior Management 董事及高級管理層履歷詳情

Mr. CHEN Gang, aged 38, was appointed as an executive Director on 11 September 2015. Mr. Chen has years of experience in the banking and finance industries. He has worked for several positions in the Bank of Communications from November 2001 to May 2013, including customer service manager of the Wuxi Jiangyin Baihuayuan branch from November 2001 to October 2008, sub-branch deputy general manager of the Wuxi Jiangyin Baihuayuan branch from October 2008 to January 2010, sub-branch deputy general manager (in-charge) of the Wuxi Jiangyin Baihuayuan branch from January 2010 to May 2013. He has been the general manager of Shenzhen Yufenglong Factoring Company Limited, which is principally engaged in investment and asset management in China, since March 2014.

Mr. QU Chengbiao, aged 45, was appointed as an executive Director on 3 December 2015. Mr. Qu worked in Hubei Jianshi County Li Da Industrial Co., Ltd., which is principally engaged in property development and trading of building materials, from December 2010 to March 2015 where he served as the chief executive officer. He has been the chief executive officer of Hubei Jianshi County Jun Xing Mining Co., Ltd., which is principally engaged in processing and sales of coal, since April 2015. Mr. Qu graduated from Zhejiang A&F University (formerly known as, Zhejiang Agricultural College) in the People's Republic of China in July 1990.

陳綱先生，38歲，於二零一五年九月十一日獲委任為執行董事。陳先生擁有多年銀行及金融行業從業經驗。他曾於二零零一年十一月至二零一三年五月擔任交通銀行之若干職位，包括於二零零一年十一月至二零零八年十月擔任無錫市江陰百花園支行之對公客戶經理、於二零零八年十月至二零一零年一月擔任無錫市江陰百花園支行之支行副行長、於二零一零年一月至二零一三年五月擔任無錫市江陰百花園支行之支行副行長(主持工作)。彼自二零一四年三月起擔任深圳市煜豐隆保理有限公司之總經理，主要於中國從事投資及資產管理。

瞿成彪先生，45歲，於二零一五年十二月三日獲委任為執行董事。瞿先生自二零一零年十二月至二零一五年三月期間，任職於湖北建始縣麗達實業有限責任公司，該公司主要從事物業發展及建築材料買賣，彼擔任行政總裁。自二零一五年四月起，彼擔任湖北建始駿興礦業有限責任公司行政總裁，該公司主要從事煤炭加工及銷售。瞿先生於一九九零年七月畢業於中華人民共和國浙江農林大學(前稱浙江林學院)。

Biographical Details of Directors and Senior Management 董事及高級管理層履歷詳情

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. TANG Tsz Kai, Kevin, aged 46, was appointed as an independent non-executive Director on 22 November 2013. Mr. Tang obtained a degree of Bachelor of Science from University of Toronto in November 1998, a Bachelor of Laws from City University of Hong Kong in November 2004 and a Postgraduate Certificate in Laws from City University of Hong Kong in September 2005. He has been a barrister-at-law in private practising in Hong Kong since 2006, specialising in criminal practice. He was also a part-time research assistant in City University of Hong Kong in 2002.

Mr. LAI Man Sing, aged 47, was appointed as an independent non-executive Director on 22 November 2013.

He obtained his first degree from The London School of Economics and Political Science, University of London, the United Kingdom in August 1990 and earned a Master degree (long distance) in Business Administration from University of Western Sydney, Australia in August 2007. He is a fellow member of the Hong Kong Institute of Certified Public Accountants, also a fellow member of The Australian Society of Certified Practising Accountants.

Mr. Lai worked in the accounting field for over 20 years and he took senior financial position for listed companies. From September 2007 to March 2008, he was the financial controller of Jetup Electronic (Shenzhen) Co., Ltd., a subsidiary of J.I.C. Technology Company Limited (now known as China Renewable Energy Investment Limited) (stock code: 987, the shares of which are listed on the Main Board of the Stock Exchange). He was responsible for producing accounting reports, managing accounting operations and preparing budgets and cashflow projections. Since March 2008, Mr. Lai has served as the financial controller of Mainland Headwear Holdings Limited (stock code: 1100), the shares of which are listed on the Main Board of the Stock Exchange. He was promoted to the position of chief financial officer in February 2010 and has been in charge of the finance department up to the present. In addition, Mr. Lai was an independent director of USmart Mobile Device Inc. (previously known as ACL Semiconductors Inc.), a company listed on the Over the Counter (OTC) markets in the United States with stock code UMDI, from December 2010 to August 2013, during which he also acted as the chairman of its audit committee.

獨立非執行董事

鄧子楷先生，46歲，於二零一三年十一月二十二日獲委任為獨立非執行董事。鄧先生於一九九八年十一月於多倫多大學獲得理學士學位，並分別於二零零四年十一月及二零零五年九月，於香港城市大學獲得法律學士學位及法律深造文憑。自二零零六年起，彼為香港私人執業大律師，專門處理刑事案件。於二零零二年，彼亦為香港城市大學兼職研究助理。

黎文星先生，47歲，於二零一三年十一月二十二日獲委任為獨立非執行董事。

彼於一九九零年八月於英國倫敦大學倫敦政治經濟學院獲得首個學位，並於二零零七年八月於澳洲西雪梨大學獲得工商管理（遙距）碩士學位。彼為香港會計師公會資深會員及澳洲執業會計師公會資深會員。

黎先生於會計行業工作逾20年，於上市公司擔任高級財務職位。自二零零七年九月起至二零零八年三月，彼為J.I.C. Technology Company Limited（現稱為中國再生能源投資有限公司）（股份代號：987，其股份於聯交所主板上市）之附屬公司捷騰電子（深圳）有限公司之財務主管，負責編製會計報告、管理會計業務營運及編製財政預算及現金流預測。自二零零八年三月起，黎先生一直為飛達帽業控股有限公司（股份代號：1100，其股份於聯交所主板上市）之財務主管，並於二零一零年二月晉升至財務總監一職，至今一直負責管理財務部門。此外，於二零一零年十二月至二零一三年八月，黎先生為USmart Mobile Device Inc.（前稱ACL Semiconductors Inc.，為於美國場外交易市場上市之公司，股份代號為UMDI）之獨立董事，期內，黎先生亦擔任該公司之審核委員會主席。

Biographical Details of Directors and Senior Management 董事及高級管理層履歷詳情

Mr. CHAN Kin Sang, aged 64, was appointed as an independent non-executive Director on 5 October 2015. Mr. Chan is the sole proprietor of Messrs. Peter K.S. Chan & Co., Solicitors and Notaries and a fellow of the Hong Kong Institute of Directors. Mr. Chan graduated from the University of Hong Kong with a bachelor's degree in laws in 1979 and has been a practicing solicitor in Hong Kong since 1982. In addition, he was also admitted as a Notary Public in 1997 and was appointed as a China-appointed Attesting Officer in 2000.

Mr. Chan now acts as independent non-executive director in a number of Hong Kong and overseas listed companies including China Taifeng Beddings Holdings Limited (Stock Code: 873), China Precious Metal Resources Holdings Co., Limited (Stock Code: 1194), Tianjin TEDA Biomedical Engineering Company Limited (Stock Code: 8189), Tianhe Chemicals Group Limited (Stock Code: 1619) and China Fortune Financial Group Limited (Stock Code: 290), which are all listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"); and Luxking Group Holdings Limited (Stock Code: L34) which is listed on the Singapore Exchange ("SGX"). Mr. Chan also acts as non-executive director of Combest Holdings Limited (Stock Code: 8190) which is listed on the Growth Enterprise Market ("GEM") of the Stock Exchange and Pan Hong Property Group Limited (Stock Code: P36) which is listed on the SGX.

Ms. LUO Dan, aged 24, was appointed as an independent non-executive Director on 5 October 2015. Ms. Luo is an analyst in the Investment Bank Department of China Merchants Securities. Ms Luo graduated with a Bachelor of Arts degree in accounting from Zhongnan University of Economics and Law in 2013 and a Master of Arts degree in comparative business economics from University College London in 2014. Ms. Luo has experiences in the auditing industry and banking industry. She was previously an intern in Deloitte Touche Tohmatsu CPA Limited and Standard Chartered Bank (China) Limited.

陳健生先生，64歲，於二零一五年十月五日獲委任為獨立非執行董事。陳先生為陳健生律師行的獨資經營者及香港董事學會資深會員。陳先生於一九七九年畢業於香港大學，獲法律學士學位，自一九八二年起為香港執業律師。此外，彼亦於一九九七年成為公證人，於二零零零年獲委任為中國委託公證人。

陳先生現任多家香港及海外上市公司的獨立非執行董事，包括中國泰豐床品控股有限公司（股份代號：873）、中國貴金屬資源控股有限公司（股份代號：1194）、天津泰達生物醫學工程股份有限公司（股份代號：8189）、天合化工集團有限公司（股份代號：1619）及中國富強金融集團有限公司（股份代號：290）（均為香港聯合交易所有限公司（「聯交所」）上市公司）；及力王集團控股有限公司（股份代號：L34）（於新加坡證券交易所（「新交所」）上市）。陳先生亦擔任康佰控股有限公司（股份代號：8190）（於聯交所創業板（「創業板」）上市）及汎港地產集團有限公司（股份代號：P36）（於新交所上市）之非執行董事。

羅丹女士，24歲，於二零一五年十月五日獲委任為獨立非執行董事。羅女士為招商證券投資銀行部分析師。羅女士於二零一三年畢業於中南財經政法大學，獲文學學士學位，主修會計，於二零一四年畢業於倫敦大學學院，獲比較商業經濟文學碩士學位。羅女士在審計行業及銀行業具有經驗。彼曾為德勤·關黃陳方會計師行及渣打銀行（中國）有限公司實習生。

Biographical Details of Directors and Senior Management 董事及高級管理層履歷詳情

SENIOR MANAGEMENT

Ms. Winnie TIEN, aged 45, is the chief administration officer and head of quality control of the Group principally responsible for overseeing the Group's administrative matters and quality control. Ms. Tien joined the Group on 8 October 2001. Ms. Tien completed a professional diploma course in human resource management (PRC) organised by the Hong Kong Productivity Council in March 2009. Ms. Tien has been participating in the management of the Group's overall operation for over 10 years. She has been primarily responsible for the Group's supervision, quality control, administration and management. Ms. Tien is a sister of Mr. Tien, an executive Director.

Mr. CHAN Ka Yu, aged 36, is the chief financial officer of the Group and company secretary of the Company and Runway Global limited, an indirect wholly owned subsidiary of the Company. Mr. Chan joined the Group in late June 2013. He is responsible for overseeing the Group's financial reporting and company secretarial matters of the Group. Mr. Chan graduated with a bachelor of commerce in accounting from the Hong Kong Shue Yan University in October 2009. He is a member of the Hong Kong Institute of Certified Public Accountants.

From September 2010 to April 2012, Mr. Chan was employed as a senior accountant of JBPB & Company ("JBPB") and his last position was senior associate at BDO Limited ("BDO") (due to merger of business between JBPB and BDO). From May 2012 to April 2013, he worked as an investor relations officer for Fantasia Group (China) Company Limited, a subsidiary of Fantasia Holdings Group Co., Limited (stock code: 1777), the shares of which are listed on the Main Board of the Stock Exchange.

高級管理層

田慧儀女士，45歲，為本集團行政總監兼品質監控部主管，主要負責監督本集團行政事務及品質監控工作。田女士於二零零一年十月八日加盟本集團。田女士於二零零九年三月修畢由香港生產力促進局舉辦的國內人力資源管理專業文憑課程。田女士參與本集團整體營運管理工作超過10年，彼主要負責本集團的監督、品質監控、行政及管理工作。田女士為執行董事田先生之胞妹。

陳家宇先生，36歲，為本集團財務總監兼本公司及時尚環球有限公司（本公司之間接全資附屬公司）之公司秘書。陳先生於二零一三年六月底加入本集團。彼負責監督本集團財務申報及公司秘書事務。於二零零九年十月，陳先生畢業於香港樹仁大學，獲頒會計學商學士學位。彼為香港會計師公會成員。

於二零一零年九月至二零一二年四月，陳先生於莊柏會計師行（「莊柏」）任職高級會計師，彼於離職前的職位為香港立信德豪會計師事務所有限公司（「立信德豪」）（源於莊柏與立信德豪進行業務合併）之資深會計師。二零一二年五月至二零一三年四月期間，他曾擔任花樣年控股集團有限公司（股份代號：1777，其股份於聯交所主板上市）附屬公司花樣年集團（中國）有限公司的投資者關係主任。

Biographical Details of Directors and Senior Management 董事及高級管理層履歷詳情

Mr. David BLITZ, aged 47, is the Group's head of sales and marketing for the United States. Mr. Blitz joined the Group in April 2006. He is primarily responsible for overseeing the Group's sales and marketing activities in the US market and in particular, establishing and maintaining customer relationship. Mr. David Blitz has accumulated about 20 years of experience in the fashion industry. Prior to joining the Group, Mr. David Blitz worked in G-III Apparel Group from June 1992 to January 1997. He worked in Amerex Group LLC, an international apparel company, from January 1997 to July 2006. Mr. David Blitz graduated from the University of South Florida with a Bachelor Degree of Science (Business Administration).

Ms. LI Yinzheng, aged 47, is the head of Jiaxing Runway Global Garment Limited ("Runway Jiaxing"), an indirect wholly owned subsidiary of the Company, principally responsible for overall management of the manufacturing operation of Runway Jiaxing. Ms. Li has more than 12 years of experience in apparel manufacturing in the PRC. Before Ms. Li joined the Group in April 2006, she worked at Sky Voice International Company Limited, an apparel manufacturer, from 2000 to 2005.

Ms. MA Wing Sze, aged 46, is the Group's assistant merchandising manager principally responsible for merchandising. Ms. Ma joined the Group on 22 October 2001. Ms. Ma has over 20 years of experience in merchandising and marketing in the apparel industry. Prior to joining of the Group, Ms. Ma worked as a merchandiser from 1991 to 2001 for companies including Atex Garments Limited and Rena Gabriel HK Limited.

Ms. Sue McBRIDE, aged 39, is the Group's senior designer. Ms. McBride joined the Group in July 2008. She is primarily responsible for the design and development of different types of apparel products of the Group. Ms. McBride has about 11 years of experience in design of garment. Prior to joining the Group, Ms. McBride was employed by Guess? Manufacturing Inc. from August 2002 to May 2008 and she held the full-time position of senior designer.

David BLITZ 先生，47歲，為本集團美國銷售及營銷主管。Blitz先生於二零零六年四月加入本集團。彼主要負責監察本集團於美國市場之銷售及市場推廣活動，尤其是建立及維持客戶關係。David Blitz先生於時裝界累積約20年經驗。加入本集團前，David Blitz先生曾於一九九二年六月至一九九七年一月於G-III Apparel Group工作。一九九七年一月至二零零六年七月期間，彼於國際服裝公司Amerex Group LLC任職。David Blitz先生畢業於南佛羅里達大學，獲頒科學（工商管理）學士學位。

李引珍 女士，47歲，為時尚環球服飾（嘉興）有限公司（「時尚嘉興」，本公司間接全資附屬公司）主管，主要負責時尚嘉興生產業務的整體管理。李女士於中國服裝製造業擁有超過12年經驗。李女士於二零零六年四月加入本集團前，曾於二零零零年至二零零五年期間，於服裝生產商天歌國際有限公司工作。

馬詠詩 女士，46歲，為本集團助理採購經理，主要負責採購工作。馬女士於二零零一年十月二十二日加入本集團。彼於服裝業擁有逾20年的採購及營銷經驗。加入本集團前，馬女士曾於一九九一年至二零零一年於Atex Garments Limited及宏基堡香港有限公司等公司任職採購員。

Sue McBRIDE 女士，39歲，為本集團高級設計師。McBride女士於二零零八年七月加入本集團。彼主要負責設計及發展本集團各式各樣的服裝產品。McBride女士於成衣設計擁有約11年經驗。加入本集團前，McBride女士曾於二零零二年八月至二零零八年五月期間，受聘於Guess Manufacturing Inc.，擔任全職高級設計師。

Management Discussion and Analysis

管理層討論及分析

BUSINESS REVIEW

The Group is principally engaged in designing, manufacturing and selling apparel with a focus on women's fashion outerwear such as coats and jackets, dresses, activewear, pants and jeans.

The Group's turnover is principally derived from the sales of apparel products. The Group's products can be classified into two categories, namely, private label products and own brand products. Private label products are those designed and manufactured under the private labels owned or specified by the Group's customers, while own brand products are those designed and manufactured under the Group's proprietary labels.

The Group's revenue slightly decreased from approximately HK\$379,715,000 in year 2014 to HK\$371,725,000 in year 2015, representing decline of approximately 2.1%. The profit attributable to the owners of the Company decreased from approximately HK\$25,679,000 in year 2014 to approximately HK\$15,732,000 in year 2015, representing a decrease of approximately 38.7%. The decrease in profit attributable to the owners of the Company is mainly attributable to (i) the significant increase in selling and distribution expenses as own brand operation expanded in the year; and (ii) increase in administrative expenses due to increase in salary expenses and legal and professional fees arisen from the Transfer of Listing.

PRIVATE LABEL PRODUCTS

Private label products continued to be the core business of the Group, contributing to 78.1% (2014: 86.0%) of the total revenue of the Group for the year. Revenue from private label products decreased by approximately 11.1% to approximately HK\$290,311,000 (2014: HK\$326,680,000) while gross profit also decreased by 15.1% to approximately HK\$65,041,000 (2014: HK\$76,647,000).

業務回顧

本集團主要從事成衣產品的設計、製造及銷售，專攻女裝時尚外衣，如外套和夾克、連身裙、休閒服、長褲及牛仔褲。

本集團的營業額主要源自銷售成衣產品。本集團的產品可分為兩大類，即貼牌產品與自有品牌產品。貼牌產品是按本集團客戶擁有或指定的私有品牌設計製造的產品，而自有品牌產品則是在本集團專屬品牌名下設計和製造的產品。

本集團收入由二零一四年度約379,715,000港元輕微下跌至二零一五年年度的371,725,000港元，減幅約2.1%。本公司擁有人應佔溢利由二零一四年度約25,679,000港元減少至二零一五年年度約15,732,000港元，減幅約38.7%。本公司擁有人應佔溢利減少主要是由於(i)本年度自有品牌業務擴張令銷售及分銷開支大幅增加，(ii)由於薪金開支增加，以及轉板上市產生的法律及專業費用引致行政開支增加。

貼牌產品

貼牌產品仍為本集團的核心業務，佔本集團本年度總營業額78.1%（二零一四年：86.0%）。貼牌產品的營業額減少約11.1%至約290,311,000港元（二零一四年：326,680,000港元），而毛利亦減少15.1%至約65,041,000港元（二零一四年：76,647,000港元）。

Management Discussion and Analysis 管理層討論及分析

OWN BRAND PRODUCTS

Despite amidst market challenges, there was robust performances from own brand operation and own brand products remains an important driver of our business growth. Own brand products accounted for 21.9% (2014: 14.0%) of the total revenue of the Group for the year. The revenue as well as the gross profit from own brand products increased substantially in 2015. For the year 2015, revenue from own brand products increased by approximately 53.5% to approximately HK\$81,414,000 (2014: HK\$53,035,000) while gross profit also increased by 59.3% to approximately HK\$27,778,000 (2014: HK\$17,440,000).

COST OF SALES

The cost of sales decreased by approximately 2.4%, from approximately HK\$285,628,000 to approximately HK\$278,906,000 for the year ended 31 December 2015. The decrease in cost of sales was mainly attributable to decrease in purchase of materials for the year, as the revenue slightly decreased in year 2015. On the other hand, decrease in price of materials and finished products purchased from our suppliers as we offered more favourable trade terms to them, such as shorter credit period.

GROSS PROFIT AND GROSS PROFIT MARGIN

The gross profit decreased by approximately HK\$1,268,000 or 1.3% and the gross profit margin increased from approximately 24.8% to 25.0% for the year ended 31 December 2015. The decrease in gross profit was primarily attributable to the decrease in revenue in the year. The Group's turnover is derived from the sales of private label products and own brand products, and the gross profit and gross profit margin of the Group were primarily affected by the mix of those of private label products and own brand products. The slight increase in the gross profit margin from 24.8% in year 2014 to 25.0% in year 2015 was primarily attributable to higher proportion of revenue generated from own brand products, which accounted for 21.9% (2014: 14.0%) of total revenue, which has higher gross profit margin.

自有產品

儘管面臨市場挑戰，自有品牌業務仍然錄得強勁表現，自有品牌產品仍然是業務增長的重要推動力。於本年度自有品牌產品佔本集團總營業額21.9%（二零一四年：14.0%）。自有品牌產品的營業額及毛利於二零一五年顯著增加。於二零一五年年度，自有品牌產品的營業額增加約53.5%至約81,414,000港元（二零一四年：53,035,000港元），而毛利亦增長59.3%至約27,778,000港元（二零一四年：17,440,000港元）。

銷售成本

截至二零一五年十二月三十一日止年度，銷售成本下降約2.4%，由約285,628,000港元下降至約278,906,000港元。銷售成本下降主要因為二零一五年年度收入略有下降而引致本年度購買原材料減少。另一方面，由於我們向供應商提出更優厚的交易條款，例如縮短信貸期，令向供應商採購的原料及製成品價格下跌。

毛利及毛利率

截至二零一五年十二月三十一日止年度，毛利減少約1,268,000港元或1.3%，而毛利率則由約24.8%上升至25.0%。毛利減少主要是由於本年度收入減少。本集團營業額乃來自銷售貼牌產品及自有品牌產品，本集團的毛利及毛利率主要受貼牌產品及自有品牌產品的組合所影響。毛利率由二零一四年年度的24.8%輕微上升至二零一五年年度的25.0%，主要是由於自有品牌產品收入所佔比例較高，佔總收入的21.9%（二零一四年：14.0%），而自有品牌產品具較高毛利率。

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OTHER INCOME AND GAINS

Other income and gains decreased by approximately HK\$396,000 or 39.9%, from approximately HK\$993,000 to approximately HK\$597,000 for the year ended 31 December 2015, which was primarily attributable to the decrease in sample and accessories income by approximately HK399,000.

CHANGES IN FAIR VALUE OF DERIVATIVE FINANCIAL INSTRUMENTS

The Group did not have any revenue generated from changes in fair value of derivative financial instruments for the year ended 31 December 2015, compared to loss from changes in fair value of derivative financial instruments of approximately HK\$242,000 recorded in 2014. This was because the 2 structured foreign exchange forward contracts that were brought forward from 2014 expired in 2015, and the Group did not enter into any new foreign exchange forward contract in 2015.

SELLING AND DISTRIBUTION EXPENSES

Selling and distribution expenses mainly consist of (i) transportation costs for delivery of the products; (ii) staff cost for our sales representative; (iii) import duty; and (iv) rental costs of our showroom. The selling and distribution expenses incurred in the reporting period were approximately HK\$33,967,000 (2014: HK\$26,839,000), representing an increase of approximately HK\$7,128,000 or 26.6% on year to year basis. The increase in selling and distribution expenses was primarily attributable to (i) an increase of approximately HK\$4,244,000 import duty; (ii) an increase of approximately HK\$2,085,000 in staff cost for our sales representative; and (iii) an increase of approximately HK\$674,000 transportation costs for delivery of the products, all were driven mainly by the rise in revenue of own brand products in the year.

其他收入及收益

截至二零一五年十二月三十一日止年度，其他收入及收益減少約396,000港元或39.9%，由約993,000港元減少至約597,000港元，主要由於製作貨版及配飾收入減少約399,000港元。

衍生金融工具的公平值變動

截至二零一五年十二月三十一日止年度，本集團並無錄得任何來自衍生金融工具的公平值變動收益，二零一四年則錄得來自衍生金融工具的公平值變動虧損約242,000港元，原因為由二零一四年結轉的2份結構性外匯遠期合約於二零一五年屆滿，而本集團於二零一五年並無訂立任何新的外匯遠期合約。

銷售及分銷費用

銷售及分銷費用主要包括：(i) 就交付產品的運輸費用；(ii) 銷售代表的員工成本；(iii) 進口關稅；及(iv) 我們陳列室的租金開支。於報告期內，產生的銷售及分銷費用約為33,967,000港元（二零一四年：26,839,000港元），即按年增加約7,128,000港元或26.6%。銷售及分銷費用上升的主因為(i) 進口關稅增加約4,244,000港元；(ii) 銷售代表的員工成本增加約2,085,000港元；及(iii) 就交付產品的運輸費用上升約674,000港元（均主要受年內自有品牌產品收入上升所推動）。

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ADMINISTRATIVE EXPENSES

Administrative expenses primarily consist of (i) staff costs; (ii) rental expenses; (iii) bank charges; and (iv) legal and professional expenses. The administrative expenses for the year ended 31 December 2015 were HK\$39,905,000 (2014: HK\$36,137,000), increased by approximately 10.4% or HK\$3,768,000. The increase in administrative expenses was mainly due to (i) an increase of approximately HK\$2,650,000 in staff cost; and (ii) incurring non-recurring professional expenses of approximately HK\$1,252,000 for the Transfer of Listing.

FINANCE COSTS

Finance costs represent interest expenses on the Group's bank borrowings and obligations under finance leases. The finance costs decreased by approximately 46.4% or HK\$137,000 from approximately HK\$295,000 in 2014 to approximately HK\$158,000 in 2015, primarily due to decrease in utilisation of banking facilities because the Group has sufficient liquidity throughout 2015.

PROFIT FOR THE YEAR ATTRIBUTABLE TO THE OWNERS OF THE COMPANY

The profit attributable to the owners of the Company decreased from approximately HK\$25,679,000 in year 2014 to approximately HK\$15,732,000 in year 2015, representing a decrease of approximately 38.7%. The decrease in profit attributable to the owners of the Company is mainly due to (i) significant increase in selling and distribution expenses as own brand operation expanded in the year; (ii) increase in administrative expenses due to increase in salary expenses and legal and professional fees arises from the Transfer of Listing.

行政開支

行政開支主要包括(i)員工成本；(ii)租金開支；(iii)銀行費用；及(iv)法律及專業開支。截至二零一五年十二月三十一日止年度的行政開支為39,905,000港元（二零一四年：36,137,000港元），增幅約為10.4%或3,768,000港元。行政開支增加主要由於(i)員工成本增加約2,650,000港元；及(ii)就轉板上市產生非經常性專業開支約1,252,000港元。

融資成本

融資成本指本集團的銀行借款及融資租賃項下承擔的利息開支。融資成本下跌約46.4%或137,000港元，由二零一四年約295,000港元減少至二零一五年約158,000港元，主要由於本集團於二零一五年全年流動資金充足，令所動用的銀行融資減少。

本公司擁有人應佔年度溢利

本公司擁有人應佔溢利由二零一四年度約25,679,000港元減少至二零一五年度約15,732,000港元，減幅約為38.7%。本公司擁有人應佔溢利減少，主要由於(i)本年度自有品牌業務擴展，令銷售及分銷開支大幅增加；(ii)由於薪金開支增加，以及轉板上市產生的法律及專業費用引致行政開支增加。

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INVENTORIES

The following table set out a summary of the Group's inventory balances as at respective financial position dates below:

		As at 31 December 2015 於二零一五年 十二月三十一日 HK\$'000 千港元	As at 31 December 2014 於二零一四年 十二月三十一日 HK\$'000 千港元
Raw materials and consumables	原料及耗材	4,266	4,201
Work in progress	在製品	1,730	1,370
Finished goods	製成品	19,152	14,606
		25,148	20,177
Inventory turnover days	存貨週轉天數	33	26

The Group's inventories increased by approximately HK\$4,971,000 or 24.6%, from approximately HK\$20,177,000 as at 31 December 2014 to approximately HK\$25,148,000 as at 31 December 2015, as well as the inventory turnover days increased from 26 days as at 31 December 2014 to 33 days as at 31 December 2015, primarily due to the increase in finished goods inventory of own brand products by approximately HK\$3,842,000 to cope with anticipated increase in sales of own brands products in the coming year.

存貨

下表載列本集團於下列各財務狀況日期的存貨結餘概要：

本集團的存貨上升約4,971,000港元或24.6%，由二零一四年十二月三十一日約20,177,000港元增加至二零一五年十二月三十一日約25,148,000港元，而存貨週轉天數由二零一四年十二月三十一日的26天增加至二零一五年十二月三十一日的33天，主要由於自有品牌產品的製成品存貨增加約3,842,000港元，以應付來年自有品牌產品銷售的預期上升。

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TRADE AND BILLS RECEIVABLES

The following table set out a summary of the Group's trade and bills receivables balances as at respective financial position dates below:

		As at 31 December 2015 於二零一五年 十二月三十一日 HK\$'000 千港元	As at 31 December 2014 於二零一四年 十二月三十一日 HK\$'000 千港元
Trade receivables	貿易應收款項	64,379	59,790
Bills receivable	應收票據	6,822	3,391
		71,201	63,181
Trade receivables turnover days	貿易應收款項週轉天數	63	57

The Group's trade and bills receivables increased by approximately HK\$8,020,000 or 12.7% from approximately HK\$63,181,000 as at 31 December 2014 to approximately HK\$71,201,000 as at 31 December 2015, as well as trade receivables turnover days increased from 57 days as at 31 December 2014 to 63 days as at 31 December 2015.

DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

The Group's deposits, prepayments and other receivables decreased by approximately HK\$11,067,000 or 28.9% from approximately HK\$38,346,000 as at 31 December 2014 to approximately HK\$27,279,000 as at 31 December 2015, primarily due to we placed less trade deposits to our suppliers to purchase raw materials and finished goods.

貿易應收款項及應收票據

下表載列本集團於下列各財務狀況日期的貿易應收款項及應收票據概要：

		As at 31 December 2015 於二零一五年 十二月三十一日 HK\$'000 千港元	As at 31 December 2014 於二零一四年 十二月三十一日 HK\$'000 千港元
Trade receivables	貿易應收款項	64,379	59,790
Bills receivable	應收票據	6,822	3,391
		71,201	63,181
Trade receivables turnover days	貿易應收款項週轉天數	63	57

本集團的貿易應收款項及應收票據增加約8,020,000港元或12.7%，由二零一四年十二月三十一日約63,181,000港元增加至二零一五年十二月三十一日約71,201,000港元，而貿易應收款項週轉天數由二零一四年十二月三十一日的57天增加至二零一五年十二月三十一日的63天。

按金、預付款及其他應收款項

本集團的按金、預付款及其他應收款項減少約11,067,000港元或28.9%，由二零一四年十二月三十一日約38,346,000港元減少至二零一五年十二月三十一日約27,279,000港元，主要由於我們為購買原材料及製成品而向供應商支付的貿易按金減少。

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TRADE AND BILLS PAYABLES

The following table set out a summary of the Group's trade and bills payables balances as at respective financial position dates below:

		As at 31 December 2015 於二零一五年 十二月三十一日 HK\$'000 千港元	As at 31 December 2014 於二零一四年 十二月三十一日 HK\$'000 千港元
Trade payables	貿易應付款項	35,659	52,451
Bills payable	應付票據	14,919	15,340
		50,578	67,791
Trade payables turnover days	貿易應付款項週轉天數	47	67

The Group's trade and bills payables decreased by approximately HK\$17,213,000 or 25.4% from approximately HK\$67,791,000 as at 31 December 2014 to approximately HK\$50,578,000 as at 31 December 2015, as well as trade payables turnover days decreased from 67 days as at 31 December 2014 to 47 days as at 31 December 2015, primarily due to our offering of more favourable trade terms, such as shorter payment day, to our suppliers in order to obtain lower price for materials and finished goods from our suppliers.

LIQUIDITY AND FINANCIAL RESOURCES

During 2015, the Group maintained a healthy liquidity position, with working capital financed by both internal resources and bank borrowings. As at 31 December 2015, pledged bank deposits and cash and cash equivalents amounted to approximately HK\$62,493,000 (2014: HK\$69,663,000). Total interest-bearing borrowings of the Group as at 31 December 2015 was approximately HK\$879,000 (2014: HK\$3,131,000), of which approximately HK\$242,000 (2014: HK\$823,000) would be repayable within one year and all the remaining interest-bearing borrowings of approximately HK\$637,000 (2014: HK\$2,308,000) would be repayable after one year. The current ratio of the Group was approximately 2.79 (2014: 2.22).

貿易應付款項及應付票據

下表載列本集團於下列各財務狀況日期的貿易應付款項及應付票據概要：

		As at 31 December 2015 於二零一五年 十二月三十一日 HK\$'000 千港元	As at 31 December 2014 於二零一四年 十二月三十一日 HK\$'000 千港元
Trade payables	貿易應付款項	35,659	52,451
Bills payable	應付票據	14,919	15,340
		50,578	67,791
Trade payables turnover days	貿易應付款項週轉天數	47	67

本集團的貿易應付款項及應付票據下跌約 17,213,000 港元或 25.4%，由二零一四年十二月三十一日約 67,791,000 港元減少至二零一五年十二月三十一日約 50,578,000 港元，而貿易應付款項週轉天數由二零一四年十二月三十一日的 67 天減少至二零一五年十二月三十一日的 47 天，主要由於我們向供應商提出更優厚的交易條款，例如縮短付款日期，以就來自供應商的原料及製成品取得較低價格。

流動資金及財務資源

於二零一五年，本集團維持穩健的流動資金狀況，由內部資源及銀行借貸撥付營運資金。於二零一五年十二月三十一日，已抵押銀行存款和現金及現金等值項目為約 62,493,000 港元（二零一四年：69,663,000 港元）。本集團於二零一五年十二月三十一日的計息借貸總額為約 879,000 港元（二零一四年：3,131,000 港元），其中約 242,000 港元（二零一四年：823,000 港元）須於一年內償還，及所有餘下計息借貸約 637,000 港元（二零一四年：2,308,000 港元）須於一年後償還。本集團的流動比率為約 2.79（二零一四年：2.22）。

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GEARING RATIO

The gearing ratio of the Group, calculated as total interest-bearing borrowings over total equity, was approximately 0.6% as at 31 December 2015 (2014: 2.6 %).

TREASURY POLICY

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 liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

MATERIAL ACQUISITIONS OR DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES

There was no material acquisition or disposal of subsidiaries and affiliated companies during the year ended 31 December 2015.

FOREIGN EXCHANGE EXPOSURE

The Group derives the majority of its revenue in US\$ while substantial portion of our costs are denominated in Renminbi ("RMB"). Appreciation of RMB against US\$ will therefore directly decrease the profit margin of the Group if the Group is unable to increase the selling prices of its products accordingly. If the Group increases the selling prices of its products as a result of the appreciation of RMB, it may in turn affect the Group's competitiveness against other competitors. To the extent that the Company needs to convert future financing into RMB for the Group's operations, appreciation of the RMB against the relevant foreign currencies would have an adverse effect on the purchasing power of the RMB amount that the Company would receive from the conversion.

The exchange rates between RMB and US\$ are subject to changes in the PRC Government's policies and international political and economic conditions.

資產負債比率

本集團於二零一五年十二月三十一日的資產負債比率（按計息借貸總額除以總股本計算）約為0.6%（二零一四年：2.6%）。

庫務政策

本集團已對其庫務政策採取審慎的財務管理方針，故在整個回顧期內維持健康的流動資金狀況。本集團致力透過進行持續的信貸評估及評估其客戶的財務狀況以降低信貸風險。為管理流動資金風險，董事會緊密監察本集團的流動資金狀況，以確保本集團的資產、負債及其他承擔的流動資金結構可應付其不時的資金需求。

重大收購或出售附屬公司及聯屬公司

截至二零一五年十二月三十一日止年度，並無重大收購或出售附屬公司及聯屬公司。

外匯風險

本集團得到的大部分收入為美元，而其中重大部分成本以人民幣（「人民幣」）計值。因此，倘人民幣兌美元升值，而本集團無法相應調高產品售價，將直接降低本集團的毛利率。倘本集團因人民幣升值而調高產品售價，則可能影響本集團的競爭力，以致不及其他競爭對手。由於本公司需要將未來融資兌換成人民幣以供本集團營運之用，人民幣兌相關外幣升值將對本公司兌換而來的人民幣款項的購買力造成不利影響。

人民幣與美元之間的匯率受中國政府政策及國際政治及經濟狀況轉變影響。

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In the financial year ended 31 December 2015, the Group did not have any revenue generated from changes in fair value of derivative financial instruments for the year ended 31 December 2015, compared to loss from change in fair value of derivative financial instruments of approximately HK\$242,000 recorded in 2014. The 2 structured foreign exchange forward contracts that were brought forward from 2014 expired in 2015, and the Group did not enter into any new foreign exchange forward contract in 2015.

CAPITAL COMMITMENTS

As at 31 December 2015, the Group did not have any significant capital commitment (2014: nil).

EMPLOYEES AND REMUNERATION POLICY

As at 31 December 2015, the Group had a total of 402 employees (2014: 399 employees). Total staff costs (including Directors' emoluments) were approximately HK\$56,896,000, as compared to approximately HK\$55,049,000 for the year ended 31 December 2014. Remuneration is determined with reference to market norms as well as individual employees' performance, qualification and experience.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed under "Comparison of Business Objectives with Actual Business Progress" in this announcement, there was no specific plan for material investments or capital assets as at 31 December 2015.

FINAL DIVIDEND

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

USE OF NET PROCEEDS FROM PLACING

On 3 December 2013, shares of the Company were listed on the GEM by way of placing. The net proceeds from the placing were approximately HK\$35,732,000. The future plans and prospects as stated in the prospectus of the Company dated 27 November 2013 (the "Prospectus") were formulated based on the best estimation of the future market conditions at the time of preparing the Prospectus. The Directors are mindful of the financial performance of the Group in engaging actual costs and capital expenditure. The proceeds were conservatively applied regard to ongoing market conditions.

截至二零一五年十二月三十一日止財政年度，本集團並無錄得截至二零一五年十二月三十一日止年度任何來自衍生金融工具的公平值變動收益，二零一四年則錄得來自衍生金融工具的公平值變動虧損約242,000港元。由二零一四年結轉的2份結構性外匯遠期合約於二零一五年屆滿，而本集團於二零一五年並無訂立任何新的外匯遠期合約。

資本承擔

於二零一五年十二月三十一日，本集團並無任何重大資本承擔（二零一四年：無）。

僱員及薪酬政策

於二零一五年十二月三十一日，本集團共有402名僱員（二零一四年：399名僱員）。總員工成本（包括董事酬金）為約56,896,000港元，而截至二零一四年十二月三十一日止年度則為約55,049,000港元。酬金乃參照市場標準及個別僱員的表現、資歷及經驗釐定。

日後重大投資計劃或資本資產

除本公告「業務目標與實際業務進展的對比」所披露者外，於二零一五年十二月三十一日並無重大投資或資本資產的特定計劃。

末期股息

董事會不建議派發截至二零一五年十二月三十一日止年度的末期股息。

配售所得款項淨額的用途

於二零一三年十二月三日，本公司的股份以配售方式於創業板上市。配售所得款項淨額約為35,732,000港元。日期為二零一三年十一月二十七日的本公司招股章程（「招股章程」）所載的未來計劃及展望乃按於編製招股章程時對未來市況的最佳估計而制訂。在涉及實際成本及資本開支方面，董事均會對本集團的財務表現作全面考慮。所得款項因應當前市況審慎運用。

Management Discussion and Analysis 管理層討論及分析

**COMPARISON OF BUSINESS OBJECTIVES WITH
ACTUAL BUSINESS PROGRESS**

Further developing the own brand
products operation
進一步發展自有品牌產品業務

**Business objectives for the
period from 20 November
2013 (the “Latest Practicable
Date”) to 31 December 2015
as stated in the Prospectus**

招股章程所述由二零一三年
十一月二十日（「最後可行日期」）
至二零一五年十二月三十一日
的業務目標

Continue to expand the marketing
team with about 2 to 3 staff to
visit, make presentations to, and
develop relationship with existing
and potential customers of the
Group’s own brand products
增聘約兩至三名員工，繼續擴充
營銷團隊，以訪問本集團自有品
牌產品之現有及潛在客戶，並向
其作出匯報及發展關係

Continue to participate in more
trade fairs and fashion shows
to increase the exposure of the
brands owned by the Group
繼續參與更多貿易展銷會及時裝
展，以提高本集團自有品牌之知
名度

Hold fashion show(s) in Canada
and the United States to further
increase exposure of the Group’s
products to customers
於加拿大及美國舉行時裝展，讓
更多客戶接觸本集團之產品

**業務目標與實際業務進展的對
比**

**Actual business progress up
to 31 December 2015
直至二零一五年十二月三十一日
的實際業務進展**

In 2015, we recruited one
experienced and high caliber
sales and marketing staff, as well
as contracted with two external
experienced sales representatives
to promote the our own brand
products to existing and potential
customers
於二零一五年，我們聘請了一名
富有豐富經驗及才能的營銷人
員，並與兩名外部經驗豐富的銷
售代理訂約，以向現有及潛在客
戶宣傳自有品牌產品

During the year, we participated
more than 10 trade fairs and
fashion shows around the
world, including North America,
Europe and Asia, to promote our
brands awareness. We spent
approximately HK\$1,357,000 in
2015 participating in trade fairs
and fashion shows to increase
the exposure of our brands in the
apparel industry
年內，我們在全球參加超過十場
展銷會及時裝展，包括北美、
歐洲及亞洲，以提升品牌知名
度。我們於二零一五年花費約
1,357,000 港元參加展銷會及時
裝展，以提高品牌於成衣業的知
名度

Management Discussion and Analysis 管理層討論及分析

Business objectives for the period from 20 November 2013 (the “Latest Practicable Date”) to 31 December 2015 as stated in the Prospectus

招股章程所述由二零一三年十一月二十日（「最後可行日期」）至二零一五年十二月三十一日的業務目標

Launch the online products demonstration and ordering platform to facilitate customers to get access to the updated Group's products and placing orders
推出網上產品展覽及訂購平台，方便客戶瞭解本集團最新產品及下達訂單

Increase own brand products inventories in preparation for increase in demand from new and existing customers
增加自有品牌產品之存貨，為新增及現有客戶之需求上升做好準備

Actual business progress up to 31 December 2015

直至二零一五年十二月三十一日的實際業務進展

We started our online sales platform in June 2015 and retail customers can get access to the updated Group's products and placing orders
我們於二零一五年六月啟動網上銷售平台，零售客戶可了解本集團最新產品及下達訂單

To cope with anticipated increase in sales of own brands products in the coming year, we increased our own brand inventories by approximately HK\$3,842,000 as at 31 December 2015, compared to own brand inventories as at 31 December 2014
為應付來年銷售自有品牌產品的預期上升，與二零一四年十二月三十一日的自有品牌存貨比較，於二零一五年十二月三十一日我們增加自有品牌存貨約3,842,000港元

Management Discussion and Analysis 管理層討論及分析

Enhancing the Group's
manufacturing facilities
改良本集團的生產設施

**Business objectives for the
period from 20 November
2013 (the “Latest Practicable
Date”) to 31 December 2015
as stated in the Prospectus**

招股章程所述由二零一三年十一月二十日（「最後可行日期」）至二零一五年十二月三十一日的業務目標

Purchase new production equipment and machinery to enhance the production efficiency and capacity (mainly including the installation of 2 sets of new intelligent automated apparel products hanging systems, as well as approximately 20 sets of additional new machineries including computerized over-lock machines, automated computerised cutting machines, automated tacking machines, automated button-attaching machines, paper pattern printing and cutting equipment, and computerised sketching and plotting equipment, at a total investment cost of approximately HK\$4.5 million and with a target to reduce production time by a further 10% and to increase production capacity by a further 20%)

購置新生產設備及機器，改進生產效率及產能（主要包括安裝兩台全新智能自動衣服產品吊掛系統以及額外約20台全新機器，包括電腦鎖邊縫紉機、電腦自動布料裁剪機、自動套結機、自動釘鈕機、紙樣印製剪裁設備及電腦繪製及構圖設備，總投資成本約4.5百萬港元，目標設定為將生產時間進一步縮減10%及將產能進一步增加20%）

**Actual business progress up
to 31 December 2015**

直至二零一五年十二月三十一日的實際業務進展

We purchased additional 10 sets of production equipment and machineries in 2015 to enhance the production capacity and efficiency

我們已於二零一五年額外購買10套生產設備及機械，以提高產能及效率

Management Discussion and Analysis 管理層討論及分析

Business objectives for the period from 20 November 2013 (the “Latest Practicable Date”) to 31 December 2015 as stated in the Prospectus

招股章程所述由二零一三年十一月二十日（「最後可行日期」）至二零一五年十二月三十一日的業務目標

Evaluate the effectiveness and efficiency of the new facilities
評估新設備之效能及效率

Further strengthening the Group's design capability
進一步加強本集團的設計水平

Continue to expand and strengthen the design team by recruit additional 2 to 3 staff
增聘兩至三名員工，繼續擴充及強化設計團隊

Continue to develop and create more fashion apparel samples for presentation to existing and potential customers
繼續開發及創造更多時裝樣板，以展示予現有及潛在客戶

Launch the database platform with comprehensive and updated data and information of fabric, accessories, fashion samples, fashion design photos and other historical information related to fashion apparel
推出數據庫平台，其載有全面之最新數據及資訊，涵蓋面料、飾物、時裝樣板、時裝設計照片及其他有關時裝之歷史資料

Actual business progress up to 31 December 2015 直至二零一五年十二月三十一日的實際業務進展

We are now evaluating the effectiveness and efficiency of the facilities on a on-going basis
我們正在持續評估有關設備之效能及效率

We recruited an additional staff in design team in 2015 to strengthen the design team. We are in the progress of recruiting more experienced and high caliber design personnel
我們於二零一五年為設計團隊增聘一名員工，以加強設計團隊。我們正聘請更多富有經驗及才能的設計人才

We developed many fashion apparel samples in 2015 for presentation to customers
我們於二零一五年製作大量時裝成衣樣品向客戶展示

We have been developing a database system since 2014. The database includes the information of fabric, accessories, fashion samples, fashion design photos, which facilitates design team to enhance its capability and efficiency
我們自二零一四年起開發一個數據庫系統。該數據庫包括面料、飾物、時裝樣板、時裝設計照片資料，有助設計團隊加強水平及效率

Management Discussion and Analysis 管理層討論及分析

USE OF PROCEEDS

During the period from the Latest Practicable Date as defined in the Prospectus to 31 December 2015, the net proceeds from Placing were applied as follows:

所得款項用途

由最後可行日期（定義見招股章程）至二零一五年十二月三十一日，配售所得款項淨額作以下用途：

		Planned use of proceeds as stated in the Prospectus from the Latest Practicable Date to 31 December 2015	Actual use of proceeds from the Latest Practicable Date to 31 December 2015
		招股章程 所述所得款項 於最後可行日期 至二零一五年 十二月三十一日 的擬定用途 HK\$'000 千港元	所得款項 於最後可行日期 至二零一五年 十二月三十一日 的實際用途 HK\$'000 千港元
Further developing the Group's own brand products operation	進一步發展本集團自有品牌產品業務	8,000	12,198
Enhancing the Group's manufacturing facilities	改良本集團的生產設施	16,500	620
Further strengthening the Group's design capability	進一步加強本集團的設計水平	7,500	4,538

The business objectives, future plans and planned use of proceeds as stated in the Prospectus were based on the best estimation and assumption of future market conditions made by the Group at the time of preparing the Prospectus while the proceeds were applied based on the actual development of the Group's business and the industry.

招股章程中所載的業務目標、未來計劃及所得款項的擬定用途乃按於編製招股章程時對未來市況作出的最佳估計及假設為基準，而應用所得款項乃以本集團業務及行業的實際發展為基準。

Corporate Governance Report

企業管治報告

The Board is pleased to present the corporate governance report for the year ended 31 December 2015.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has complied with 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 (“Listing Rules”) throughout the year. The Board of the Company will keep reviewing and updating such practices from time to time to ensure compliance with legal and commercial standards.

Throughout the year, the Company complied with the CG Code with the exception from the deviation from the code provisions A.1.8 as explained below:

Under the code provision A.1.8, the Company should arrange appropriate insurance cover in respect of legal action against its directors. No insurance cover has been arranged for directors up to the date of this report since the directors take the view that the Company shall support directors arising from corporate activities.

CORPORATE GOVERNANCE STRUCTURE

The Board is primarily responsible for formulating strategies, monitoring performance and managing risks of the Group. At the same time, it also has the duty to enhance the effectiveness of the corporate governance practices of the Group. Under the Board, there are four committees, namely audit committee, remuneration committee, nomination committee and corporate governance committee. All these committees perform their distinct roles in accordance with their respective terms of reference and assist the Board in supervising certain functions of the senior management.

董事會欣然呈報截至二零一五年十二月三十一日止年度的企業管治報告。

企業管治常規守則

本公司已於全年一直遵守香港聯合交易所有限公司證券上市規則（「上市規則」）附錄十四所載企業管治守則及企業管治報告（「企管守則」）。本公司董事會將不時檢討及更新該等常規，以確保遵守法定及商業標準。

全年，本公司一直遵守企管守則，惟偏離守則條文A.1.8條，解釋如下：

根據守則條文A.1.8條，本公司應就其董事可能會面對的法律行動購買合適保險。由於董事認為本公司會就企業活動為董事提供支援，故截至本報告日期概無就董事安排購買保險。

企業管治架構

董事會主要負責制定策略、監管執行及管理本集團的風險。與此同時，其亦有責任提高本集團企業管治常規的效率。董事會下設四個委員會，即審核委員會、薪酬委員會、提名委員會及企業管治委員會。所有該等委員會根據彼等各自職權範圍條款履行彼等不同職能並協助董事會監管高級管理層的若干職能。

Corporate Governance Report 企業管治報告

THE BOARD AND BOARD COMMITTEES

The Board currently comprises eight Directors and their respective roles are set out as follows:

EXECUTIVE DIRECTORS

Hubert Tien (*Chairman*)
Farzad Gozashti
Chen Gang
Qu Chengbiao

INDEPENDENT NON-EXECUTIVE DIRECTORS

Tang Tsz Kai, Kevin
Lai Man Sing
Chan Kin Sang
Luo Dan

Biographies of all directors are listed in Biographical Details of Directors and Senior Management set out on pages 9 to 14.

The Board is primarily responsible for overseeing and supervising the management of the business affairs and the overall performance of the Group. The Board sets the Group's values and standards and ensures that the requisite financial and human resources support are in place for the Group to achieve its objectives. The functions performed by the Board include but not limited to formulating the Group's business strategies, reviewing the Group's financial performance and results, deciding all significant financial and operational issues and monitoring; reviewing the Group's internal control system and corporate governance; and all other functions reserved to the Board under the Company's articles of association. In addition, the Board delegates to the Group's management certain functions include the implementation of general daily operation, strategies approved by the Board, the implementation of internal control procedures and ensuring of compliance with relevant requirements and other rules and regulations. The Board members have no financial, business, family or other material/relevant relationships with each other. All the Directors carry out their duties in good faith and in compliance with applicable laws and regulations, taking decisions objectively and acting in the interests of the Company and its shareholders at all times.

董事會及董事委員會

董事會現時由八名董事組成及彼等各自職能載列如下：

執行董事

田曉勃 (主席)
Farzad Gozashti
陳綱
瞿成彪

獨立非執行董事

鄧子楷
黎文星
陳健生
羅丹

所有董事的履歷乃列於第9頁至第14頁董事及高級管理層履歷詳情。

董事會主要負責監督及監管管理本集團的業務事宜及整體表現。董事會制定本集團的價值及標準並確保為本集團安排所需財務及人力資源以實現其目標。董事會履行的職能包括但不限於制定本集團的業務策略、審核本集團的財務表現及業績、決定所有重大財務及經營問題以及監管；檢討本集團的內部監控系統及企業管治；及本公司組織章程細則下所保留董事會的所有其他職能。此外，董事會授權本集團管理層的若干職能，包括實施一般日常經營、由董事會批准策略、執行內部控制程序及確保遵守相關規定以及其他規則及規例。董事會成員彼此間並無財務、業務、家族或其他重大／相關關係。全體董事均時刻本著真誠態度並遵守適用法律及法規履行職責，並客觀地作出決策以本公司及股東的利益為依歸。

Corporate Governance Report 企業管治報告

APPOINTMENT AND RE-ELECTION OF DIRECTORS

Each of the executive Directors and Independent Non-executive Directors (the “INEDs”) has entered into a service contract with the Company for a period of three years. All Directors are subject to retirement by rotation at least once every three years and are eligible for election in accordance with the Articles of Association. A new Director is subject to re-election by the shareholders at the first general meeting after his or her appointment in accordance with the Articles of Association.

In accordance with the Articles of Association, one-third of the Directors are subject to retirement by rotation or, if their number is not three or a multiple of three, then the number nearest to but not less than one-third shall retire from the office and being eligible offer themselves for re-election provided that every Director shall be subject to retirement by rotation at least once every three years.

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

Mr. Hubert Tien, the Chairman, has provided leadership for the Board and ensured that the Board works effectively and that all important issues are discussed in a timely manner. Mr. Farzad Gozashti, the Executive Director and chief marketing officer of the Group, manage the Company's day-to-day businesses and implement major strategies and policies of the Company. The responsibilities of the Chairman and the chief marketing officer are clearly set out in their respective letters of appointment. The positions of the Chairman and the chief marketing officer are held by separate individuals so as to maintain an effective segregation of duties.

BOARD MEETINGS AND GENERAL MEETINGS

The Board meets regularly for reviewing and approving the financial and operating performance, and considering and approving the overall strategies and policies of the Company. Additional meetings are held when significant events or important issues are required to be discussed and resolved.

The Company held 7 board meetings and 1 annual general meeting (“AGM”) throughout the year.

委任及重選董事

各執行董事及獨立非執行董事已與本公司訂立服務合約，為期三年。所有董事須至少每三年輪值退任一次，並符合資格按照組織章程細則選舉。按照組織章程細則，新董事須於其獲委任後的首次股東大會上由股東重選。

根據組織章程細則，三分之一的董事須輪值退任或（倘彼等數目非三名或三之倍數）最接近數目但不少於三分之一將退任並合資格膺選連任，惟各董事須至少每三年輪值退任一次。

主席及行政總裁

主席田曉勃先生領導董事會以及確保董事會有效運作及所有重要事項均適時討論。本集團執行董事兼營銷總監Farzad Gozashti先生，管理本公司日常業務及推行本公司的主要策略及政策。主席及營銷總監的職責已明確載列於彼等各自的委任書內。主席及營銷總監由不同個別人士擔任，以維持有效職能分工。

董事會會議及股東大會

董事會定期召開會議審閱及批准財務及經營表現，並考慮及批准本公司的整體策略及政策。於須討論及議決重大事件或重大問題時將舉行額外會議。

全年本公司已舉行七次董事會會議、一次股東週年大會。

Corporate Governance Report 企業管治報告

The attendance records of individual Director are set out as follows:

董事會會議出席記錄乃載列如下：

		Number of board meetings attended/ eligible to attend 董事會 會議出席/ 合資格出席次數	Number of AGM attended/ eligible to attend 股東週年 大會出席/ 合資格出席次數
EXECUTIVE DIRECTORS			
執行董事			
Hubert Tien (<i>Chairman</i>)	田曉勃 (主席)	7/7	1/1
Farzad Gozashti	Farzad Gozashti	1/7	0/1
Chen Gang (appointed on 11 September 2015)	陳綱 (於二零一五年 九月十一日獲委任)	2/2	0/0
Qu Chengbiao (appointed on 3 December 2015)	瞿成彪 (於二零一五年 十二月三日獲委任)	0/0	0/0
INDEPENDENT NON-EXECUTIVE DIRECTORS			
獨立非執行董事			
Tang Shu Pui, Simon (resigned on 3 December 2015)	鄧澍焯 (於二零一五年 十二月三日辭任)	4/6	1/1
Tang Tsz Kai, Kevin	鄧子楷	5/7	1/1
Lai Man Sing	黎文星	5/7	1/1
Chan Kin Sang (appointed on 5 October 2015)	陳健生 (於二零一五年 十月五日獲委任)	0/1	0/0
Luo Dan (appointed on 5 October 2015)	羅丹 (於二零一五年 十月五日獲委任)	1/1	0/0

AUDIT COMMITTEE

The Board established the audit committee on 22 November 2013. The audit committee currently consists of three independent non-executive Directors, namely, Mr. Lai Man Sing, Mr. Tang Tsz Kai, Kevin and Mr. Chan Kin Sang. Mr. Lai Man Sing is the chairman of the audit committee. The audited annual results of the Group for the year ended 31 December 2015 have been reviewed by the audit committee members who have provided advice and comments thereon.

審核委員會

董事會已於二零一三年十一月二十二日成立審核委員會。審核委員會現時包括三名獨立非執行董事，即黎文星先生、鄧子楷先生及陳健生先生。黎文星先生為審核委員會主席。本集團截至二零一五年十二月三十一日止年度的經審核年度業績已由審核委員會成員審閱且彼等就此提供意見及建議。

Corporate Governance Report 企業管治報告

The main duties of the audit committee include, among others:

- monitoring the integrity of the Company's financial statements, annual, quarterly and interim financial reports, and to review significant financial reporting judgments and accounting policies contained in them;
- satisfying themselves as to the effectiveness of the risk management and internal control systems of the Group and as to the adequacy of the external and internal audits;
- responsible for making recommendation to the Board on the appointment, reappointment and removal of the external auditor, and to approve the remuneration and terms of engagement of the external auditor;
- reporting the finding and recommendations to the Board on a regular basis

Throughout the year, three audit committee meetings were held to review and discuss with the management of the Company and the external auditors the accounting principles and practices adopted by the Group, as well as risk management and internal controls and other financial reporting matters. The attendance records of individual committee members are set out below:

	Number of meeting attended/eligible to attend		出席 / 合資格 出席會議次數
Lai Man Sing	3/3	黎文星	3/3
Tang Tsz Kai, Kevin	3/3	鄧子楷	3/3
Tang Shu Pui, Simon (resigned on 3 December 2015)	3/3	鄧樹培 (於二零一五年 十二月三日辭任)	3/3
Chan Kin Sang (appointed on 3 December 2015)	0/0	陳健生 (於二零一五年 十二月三日獲委任)	0/0

REMUNERATION COMMITTEE

The Board established the remuneration committee on 22 November 2013. The remuneration committee currently consists of one Executive Director, namely Mr. Hubert Tien, and three Independent Non-executive Directors, namely, Mr. Chan Kin Sang, Mr. Tang Tsz Kai, Kevin and Mr. Lai Man Sing. Mr. Chan Kin Sang is the chairman of the remuneration committee.

審核委員會的主要職責包括 (其中包括) :

- 監管本公司財務報表、年度、中期及季度及中期財務報告的完整性，並審閱其中所載重大財務申報判斷及會計政策；
- 自身滿意本集團風險管理及內部控制的有效性以及外部內部審核的充足性；
- 負責向董事會就委任、重新委任及罷免外聘核數師提供推薦意見並批准外聘核數師的薪酬及委聘條款；
- 定期向董事會報告結果及提供推薦建議。

全年已舉行三次審核委員會會議以與本公司管理層及外聘核數師檢討及討論本集團採納的會計原則及慣例，以及風險管理及內部監控及其他財務申報事宜。個別審核委員會成員出席記錄乃載於下文：

薪酬委員會

董事會已於二零一三年十一月二十二日成立薪酬委員會。薪酬委員會現時包括一名執行董事，即田曉勃先生及三名獨立非執行董事，即陳健生先生、鄧子楷先生及黎文星先生。陳健生先生為薪酬委員會主席。

Corporate Governance Report 企業管治報告

The main duties of the remuneration committee include, among others:

- formulating remuneration policy for approval by the Board, which shall take into consideration factors such as salaries paid by comparable companies, time commitment, employment conditions, and responsibilities, and individual performance of the directors, senior management, and the general staff;
- ensuring none of the Directors determine their own remuneration.

Throughout the year, one meeting of the remuneration committee was held to, amongst others, review and approve the remuneration packages of the Directors and senior management of the Company. The attendance records of individual committee members are as follows:

	Number of meeting attended/eligible to attend	出席 / 合資格 出席會議次數
Chan Kin Sang (appointed on 3 December 2015)	0/0	0/0
Tang Shu Pui, Simon (resigned on 3 December 2015)	1/1	1/1
Hubert Tien	1/1	1/1
Lai Man Sing	1/1	1/1
Tang Tsz Kai, Kevin	1/1	1/1

NOMINATION COMMITTEE

The Board established the nomination committee on 22 November 2013. The nomination committee currently consists of two Executive Directors, namely Mr. Hubert Tien and Mr. Chen Gang, and three Independent Non-executive Directors, namely, Mr. Lai Man Sing, Mr. Chan Kin Sang, and Mr. Tang Tsz Kai, Kevin. Mr. Lai Man Sing is the chairman of the nomination committee.

The main duties of the nomination committee include, among others:

- reviewing the structure, size and composition of the Board;
- make recommendations to the Board on relevant matters relating to the appointment or re-appointment of Directors.
- identify suitable and qualified individuals to become Board members.

薪酬委員會的主要職責包括 (其中包括) :

- 制定薪酬政策供董事會批准，薪酬政策將考慮若干因素，例如可資比較公司所付薪金、彼等投放的時間、聘用條件及職責，以及董事、高級管理及普通員工的個別表現；
- 確保概無董事釐定彼等自身薪酬。

全年已舉行一次薪酬委員會會議 (其中包括) 審核及批准本公司董事及高級管理層的薪酬待遇。個別委員會成員的出席記錄如下：

	出席 / 合資格 出席會議次數
陳健生 (於二零一五年 十二月三日獲委任)	0/0
鄧澍焙 (於二零一五年 十二月三日辭任)	1/1
田曉勃	1/1
黎文星	1/1
鄧子楷	1/1

提名委員會

董事會已於二零一三年十一月二十二日成立提名委員會。提名委員會現時包括兩名執行董事，即田曉勃先生及陳綱先生，以及三名獨立非執行董事即黎文星先生、陳健生先生及鄧子楷先生。黎文星先生為提名委員會主席。

提名委員會的主要職責包括 (其中包括) :

- 審核董事會的架構、規模及組成；
- 就有關委任或重新委任董事向董事會提供推薦建議。
- 物色合適及合資格人士成為董事會成員。

Corporate Governance Report 企業管治報告

Throughout the year, four meetings of the nomination committee were held and the attendance records of individual committee members are as follows:

全年已舉行四次提名委員會會議及個別委員會成員的出席記錄如下：

	Number of Meetings attended/eligible to attend		出席 / 合資格 出席會議次數
Lai Man Sing	2/4	黎文星	2/4
Hubert Tien	4/4	田曉勃	4/4
Chen Gang (appointed on 11 September 2015)	2/2	陳綱 (於二零一五年 九月十一日獲委任)	2/2
Tang Shu Pui, Simon (resigned on 3 December 2015)	1/4	鄧澍培 (於二零一五年 十二月三日辭任)	1/4
Tang Tsz Kai, Kevin	1/4	鄧子楷	1/4
Chan Kin Sang (appointed on 5 October 2015)	0/1	陳健生 (於二零一五年 十月五日獲委任)	0/1

CORPORATE GOVERNANCE COMMITTEE

The Board established the nomination committee on 22 November 2013. The corporate governance committee currently consists of one Executive Director, namely Mr. Hubert Tien, three Independent Non-executive Directors, namely, Mr. Tang Tsz Kai, Kevin, Mr. Lai Man Sing and Mr. Chan Kin Sang, and the Company Secretary, namely, Chan Ka Yu. Mr. Tang Tsz Kai, Kevin is the chairman of the corporate governance committee.

企業管治委員會

董事會已於二零一三年十一月二十二日成立企業管治委員會。企業管治委員會現時包括一名執行董事，即田曉勃先生及三名獨立非執行董事即鄧子楷先生、黎文星先生及陳健生先生以及公司秘書即陳家宇先生。鄧子楷先生為企業管治委員會主席。

The main duties of the corporate governance committee include, among others:

企業管治委員會的主要職責包括（其中包括）：

- develop and review Group's policies and practices on corporate governance and make recommendations to the board;
 - review and monitor the training and continuous professional development of directors and senior management;
 - review and monitor the Group's policies and practices on compliance with legal and regulatory requirements;
 - develop, review and monitor the code of conduct and compliance manual (if any) applicable to employees and directors; and
 - review the Group's compliance with the Code and disclosure in the Corporate Governance Report.
- 制定及檢討本集團的企業管治政策及常規並向董事會提供推薦建議；
 - 檢討及監察董事及高級管理層的培訓及持續專業發展；
 - 檢討及監察本集團在遵守法律及監管規定方面的政策及常規；
 - 制定、檢討及監察僱員及董事適用的操守守則及合規手冊（如有）；及
 - 檢討本集團遵守守則及披露企業管治報告。

Corporate Governance Report 企業管治報告

Throughout the year, one meeting of the corporate governance committee was held and the attendance records of individual committee members are as follows:

	Number of Meetings attended/eligible to attend		出席 / 合資格 出席會議次數
Tang Tsz Kai, Kevin	1/1	鄧子楷	1/1
Hubert Tien	1/1	田曉勃	1/1
Tang Shu Pui, Simon (resigned on 3 December 2015)	1/1	鄧澍煒 (於二零一五年 十二月三日辭任)	1/1
Lai Man Sing	1/1	黎文星	1/1
Chan Kin Sang (appointed on 3 December 2015)	0/0	陳健生 (於二零一五年 十二月三日獲委任)	0/0
Chan Ka Yu	1/1	陳家宇	1/1

全年已舉行一次企業管治委員會會議及個別委員會成員的出席記錄如下：

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in the Appendix 10 of the Listing Rules as the code of conduct for dealing in securities of the Company by the Directors. The Company has confirmed, having made specific enquiry of the Directors, all the Directors have complied with the Model Code throughout the year.

董事之證券交易

本公司已採納上市規則附錄十所載上市發行人董事進行證券交易的標準守則（「標準守則」）作為董事買賣本公司證券的行為守則。本公司經董事作出特定查詢後確認，所有董事全年已遵守標準守則。

AUDITOR REMUNERATION

For the year ended 31 December 2015, remuneration payable to the auditor of the Group is approximately HK\$600,000 for audit services.

核數師薪酬

截至二零一五年十二月三十一日止年度，就核數服務而應付予本集團核數師的薪酬約為600,000港元。

RISK MANAGEMENT AND INTERNAL CONTROL

Our Group highly values the importance of internal control and risk management for the smooth running of its business. The Board is responsible for maintaining a sound and effective risk management and internal control system in order to safeguard the interests of the shareholders and the assets of the Company against unauthorised use or disposition, ensuring maintenance of proper books and records for the provision of reliable financial information, and ensuring compliance with the relevant rules and regulations.

風險管理及內部監控

本集團高度重視內部監控及風險管理對其業務順利營運的重要性。董事會負責維持健全有效的風險管理及內部監控系統以保障股東權益及本公司資產免受未授權使用或處置，確保保存適當賬簿及記錄以提供可靠財務資料及確保遵守相關規則及規例。

Corporate Governance Report 企業管治報告

The Board set up an audit committee in 22 November 2013. The audit committee is closely monitoring the effectiveness of our risk management and internal control system and report to the Board regularly. The audit committee shall report any non-compliance issues to the Board immediately once any non-compliance issues are noted.

The Board is of the view that the Group's risk management and internal control system is effective and adequate. The Board will continue to assess the effectiveness of risk management and internal control system by considering reviews and recommendations made by the audit committee and senior management.

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Directors acknowledge their responsibility for preparation of the consolidated financial statements for the year ended 31 December 2015, which give a true and fair view of the state of affairs of the Company and the Group's results and cash flows for the year then ended and properly prepared on going concern basis in accordance with the applicable statutory requirements and accounting standards. The Directors were not aware of any material uncertainties which may affect the Company's business or cast significant doubt upon the Company's ability to continue as a going concern.

SHAREHOLDERS' RIGHTS

In accordance with the articles of association of the Company, shareholders holding not less than 10% of the paid up capital of the Company can convene an extraordinary general meeting by written requisition to the Board or the Secretary of the Company. In addition, shareholders can raise any questions relating to published information and latest strategic plan of the Group with the Directors. Shareholders are encouraged to participate in general meetings or to appoint proxies to attend and vote at meetings for and on their behalf if they are unable to attend the meetings. Shareholders can also submit enquiries to the management and send proposals to be put forward at shareholders' meeting to the Board or senior management by sending e-mails to ir@runwayglobal.com

董事會於二零一三年十一月二十二日成立審核委員會。審核委員會緊密監控我們風險管理及內部監控系統的有效性並定期向董事會報告。審核委員會應於注意到任何不合規問題後即向董事會報告任何不合規問題。

董事會認為本集團的風險管理及內部監控系統為有效及充分。董事會將通過考慮審核委員會及高級管理層的觀點及所作推薦建議，繼續評估風險管理及內部監控系統的有效性。

董事就財務報表的責任

董事知悉彼等編製截至二零一五年十二月三十一日止年度的綜合財務報表的責任，為真實及公平反映截至該日止年度的本公司事務狀況及本集團的業績及現金流量，並根據適當法定規定及會計標準按持續基準妥為編製。董事並不知悉可能影響本公司業務或對本公司持續經營能力產生疑問的重大不確定因素。

股東權利

根據本公司組織章程細則，持有本公司繳足資本不少於10%的股東可透過向董事或公司秘書提交書面要求召開股東特別大會，此外，股東可向董事提出任何有關本集團公開資料及最新策略計劃的問題。本公司鼓勵股東出席該等大會或倘彼等不能出席大會可委派代表代其出席並於大會上投票。股東亦可發送電郵至 ir@runwayglobal.com 向管理層提出問題及向董事會或高級管理層提出於股東大會上提呈之建議。

Corporate Governance Report 企業管治報告

INVESTOR RELATIONS

The Board recognises the importance of good communications with all shareholders. The Company believes that maintaining a high level of transparency is a key to enhance investor relations. The Company is committed to a policy of open and timely disclosure of corporate information to its shareholders and public investors.

The Company maintains various communication channels with its shareholders and the investment public to ensure that they are kept abreast of the Company's latest news and development. The Company updates its shareholders on its development, financial results and major events through its annual, interim and quarterly reports. All published information is promptly uploaded to the website of the Company at www.runwayglobal.com.

投資者關係

董事會深知與全體股東保持良好溝通的重要性。本公司相信維持高透明度乃為提升投資者關係的關鍵所在。本公司承諾向其股東及公眾投資者公開且及時地披露公司資料。

本公司透過不同渠道與股東及公眾投資者通訊，以確保彼等能獲悉本公司的最新資料及發展。本公司透過其年報、中報及季報為其股東提供其發展、財務業績及重大事項的更新。所有刊登資料均會快速上傳至本公司網站 www.runwayglobal.com。

Directors' Report 董事報告書

The Board is pleased to present their report together with the consolidated financial statements of the Group for the year ended 31 December 2015.

PRINCIPAL ACTIVITIES

The Group is principally engaged in designing, manufacturing and trading of apparels. Details of the principal activities of the Company and its subsidiaries are set out in note 34(a) to the financial statements.

SEGMENT INFORMATION

An analysis of the Group's performance for the year by geographical areas is set out in the note 6 to the financial statements.

RESULTS AND APPROPRIATIONS

The results of the Group for the year ended 31 December 2015 and its state of affairs of the Group as at 31 December 2015 are set out in the financial statements on pages 50 to 124.

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

FINANCIAL SUMMARY

A summary of the published results and of the assets and liabilities of the Group for the past five years is set out in the financial summary on page 5 of this annual report. This summary does not form part of the audited financial statements in this annual report.

RESERVES

Details of the movements in the reserves of the Company and of the Group during the year are set out in note 34(b) to the financial statements and in the consolidated statement of change in equity, respectively in this annual report.

董事會欣然呈列本集團的報告及其截至二零一五年十二月三十一日止年度的綜合財務報表。

主要業務

本集團主要從事成衣產品的設計、製造及貿易。本公司及其附屬公司的主要業務詳情載於財務報表附註34(a)。

分部資料

本集團按地區劃分之業績分析載於財務報表附註6。

業績及分配

本集團截至二零一五年十二月三十一日止年度之業績及本集團於二零一五年十二月三十一日的業務狀況載於財務報表第50頁至第124頁。

董事不建議派發截至二零一五年十二月三十一日止年度的任何末期股息。

財務資料概要

本集團於過往五個年度的已刊發業績以及資產及負債概要乃載於本年報第5頁的財務概要。此概要並不構成本年報經審核財務報表的一部分。

儲備

本公司及本集團儲備於年內之變動詳情分別載於本年報財務報表附註34(b)及綜合權益變動表。

Directors' Report 董事報告書

DISTRIBUTABLE RESERVES

As at 31 December 2015, the Company's reserves available for distribution to equity shareholders, comprising share premium and contributed surplus, amounted to approximately HK\$90,091,000.

USE OF PROCEEDS

The Company was successfully listed on 3 December 2013. The proceeds from the Company's issuance of 150,000,000 new shares at the time of the listing amounted to approximately HK\$35,732,000, net of underwriting fees and other listing expenses. For further details of the use of proceeds, please refer to the section headed "Future Plans and Use of Proceeds" in the Prospectus. As of the date of this report, the net proceeds have been used as set out in Use of Proceeds in page 28 of this annual report and are placed on short-term interest bearing deposits with authorised financial institutions.

PROPERTY, PLANT AND EQUIPMENT

Details of the movements in property, plant and equipment of Group during the year are set out in note 14 to the financial statements of this annual report.

SHARE CAPITAL

Details of movements in share capital of the Company during the year are set out in note 25 to the financial statements.

PRE-EMPTIVE RIGHTS

There is no provision for pre-emptive rights under the Company's articles of association, or the laws of the Cayman Islands, which would oblige the Company to offer new shares on a pro-rata basis to existing shareholders.

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

Neither the Company nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the year ended 31 December 2015.

可供分派儲備

於二零一五年十二月三十一日，本公司可供分派予權益股東之儲備（包括股份溢價及繳入盈餘）約90,091,000港元。

所得款項用途

本公司已於二零一三年十二月三日成功上市。自本公司於上市時發行150,000,000股新股份所得款項為約35,732,000港元（扣除包銷費用及其他上市費用）。有關所得款項用途的進一步詳情，請參閱招股章程「未來計劃及所得款項用途」一節。於本報告日期，所得款項淨額已按載於本年報第28頁的所得款項用途使用，並於認可金融機構存作短期計息存款。

物業、廠房及設備

本集團於本年度的物業、廠房及設備變動詳情載於本年報內財務報表附註14。

股本

本公司於本年度的股本變動詳情載於財務報表附註25。

優先購買權

本公司的組織章程細則或開曼群島法律並無關於優先購買權的規定，致令本公司須按比例向現有股東發售新股份。

購買、贖回或出售本公司的上市證券

本公司或其任何附屬公司於截至二零一五年十二月三十一日止年度期間並無購買、贖回或出售本公司任何上市證券。

Directors' Report 董事報告書

MAJOR CUSTOMERS AND SUPPLIERS

During the year, the Group's major customers and suppliers are as follows:

Sales	
– The largest customer	27.3%
– The total of five largest customers	86.7%
Purchases	
– The largest supplier	28.4%
– The total of five largest suppliers	46.6%

DIRECTORS

The Directors of the Company during the year ended 31 December 2015 and up to the date of this annual report are:

EXECUTIVE DIRECTORS

Hubert Tien (*Chairman*)
Farzad Gozashti
Chen Gang (appointed on 11 September 2015)
Qu Chengbiao (appointed on 3 December 2015)

INDEPENDENT NON-EXECUTIVE DIRECTORS

Tang Tsz Kai, Kevin
Lai Man Sing
Tang Shu Pui, Simon (resigned on 3 December 2015)
Chan Kin Sang (appointed on 5 October 2015)
Luo Dan (appointed on 5 October 2015)

In accordance with articles 84(1) to 85 of the Company's articles of association, Chen Gang, Qu Chengbiao, Lai Man Sing, Chan Kin Sang and Luo Dan will retire by rotation and, being eligible, will offer themselves for re-election at the forthcoming annual general meeting.

DIRECTORS' SERVICE CONTRACTS

None of the Directors proposed for re-election at the annual general meeting has entered into any service contract with the Company which is not determinable by the Company within one year without payment of compensation, other than statutory compensation.

主要客戶及供應商

年內，本集團的主要客戶及供應商如下：

銷售額	
– 最大客戶	27.3%
– 五大客戶合計	86.7%
採購	
– 最大供應商	28.4%
– 五大供應商合計	46.6%

董事

於截至二零一五年十二月三十一日止年度內及直至本報告日期在任之董事如下：

執行董事

田曉勃 (主席)
Farzad Gozashti
陳綱 (於二零一五年九月十一日獲委任)
瞿成彪 (於二零一五年十二月三日獲委任)

獨立非執行董事

鄧子楷
黎文星
鄧澍培 (於二零一五年十二月三日辭任)
陳健生 (於二零一五年十月五日獲委任)
羅丹 (於二零一五年十月五日獲委任)

根據本公司的章程細則第84(1)至85條，陳綱、瞿成彪、黎文星、陳健生及羅丹將於即將舉行的股東週年大會上輪席退任及彼等均符合資格並願意於該大會上膺選連任。

董事服務合約

擬於週年股東大會上膺選連任之董事概無與本公司訂立不得由本公司於一年內終止時免付賠償 (法定賠償除外) 之服務合約。

Directors' Report 董事報告書

DIRECTORS' AND SENIOR MANAGEMENT'S BIOGRAPHIES

Biographical details of the Directors of the Company and the senior management of the Group are set out on pages 9 to 14 of this annual report.

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

No Director had a material interest, either directly or indirectly, in any contract of significance to business of the Group to which the Company or any of its subsidiaries was a party the year ended 31 December 2015.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 31 December 2015, the interests of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or were required pursuant to section 352 of the SFO, to be entered in the register referred to therein, or were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange were as follows:

Long positions in Shares of the Company

Name 姓名	Capacity/nature of interest 身份／權益性質	Number of shares 股份數目	Percentage of interests 權益百分比
Mr. Hubert Tien 田曉勃先生	Interest in controlled corporation (note 1) 受控法團權益 (附註 1)	138,000,000 shares 138,000,000 股	23.0%

Note:

- These shares are held by All Divine Limited, which is wholly owned by Mr. Hubert Tien. By virtue of the SFO, Mr. Hubert Tien is deemed to be interested in the 138,000,000 shares under the SFO.

董事及高級管理人員履歷

本公司董事及本集團高級管理人員的履歷詳情載於本年報第9至14頁。

董事於重大合約的權益

截至二零一五年十二月三十一日止年度，概無董事於本公司或其任何附屬公司為訂約一方而對本集團業務而言屬重大的合約中直接或間接擁有重大權益。

董事及主要行政人員於股份、相關股份及債權證中的權益及淡倉

於二零一五年十二月三十一日，本公司董事及主要行政人員於本公司及其相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）的股份、相關股份及債權證中擁有根據證券及期貨條例第XV部第7及8分部規定須知會本公司及聯交所的權益（包括彼等根據證券及期貨條例的該等條文被當作或視為擁有的權益及淡倉）；或根據證券及期貨條例第352條規定須記錄在該條所述登記冊內的權益；或根據標準守則須知會本公司及聯交所的權益如下：

於本公司股份的好倉

附註：

- 該等股份由All Divine Limited持有，該公司由田曉勃先生全資持有。根據證券及期貨條例，田曉勃先生被視為持有138,000,000股股份的權益。

Directors' Report 董事報告書

Save as disclosed above, as at 31 December 2015, none of the Directors or chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he was taken or deemed to have under such provisions of the SFO) or which was required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or pursuant to the Model Code to be notified to the Company and the Stock Exchange.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 31 December 2015, so far as it was known by or otherwise notified to any Directors or the chief executive of the Company, the particulars of the corporations or persons (other than a Director or the chief executive of the Company) which had 5% or more interests in the Shares and the underlying Shares as recorded in the register kept under section 336 of the SFO were as follows:

Long positions in Shares of the Company

Name 姓名	Capacity/nature of interest 身份／權益性質	Number of shares 股份數目	Percentage of interests 權益百分比
All Divine Limited	Beneficial owner 實益擁有人	138,000,000 shares 138,000,000 股	23.0%
Hua Zhen 華珍	Beneficial owner 實益擁有人	87,000,000 shares 87,000,000 股	14.5%

Save as disclosed above, as at 31 December 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.

除上文所披露者外，於二零一五年十二月三十一日，概無本公司董事或主要行政人員於本公司或其任何相聯法團（定義見證券及期貨條例第XV部）的股份、相關股份或債權證中擁有根據證券及期貨條例第XV部第7及8分部規定須知會本公司及聯交所的權益或淡倉（包括彼等根據證券及期貨條例的該等條文被當作或視為擁有的權益及淡倉）；或根據證券及期貨條例第352條規定須記錄在該條所述登記冊內的權益；或根據標準守則須知會本公司及聯交所的權益及淡倉。

主要股東及其他人士於股份、相關股份及債權證的權益及淡倉

於二零一五年十二月三十一日，據任何董事或本公司主要行政人員所知或以其他方式獲知會，根據證券及期貨條例第336條存置的登記冊所記錄擁有股份及相關股份5%或以上權益的法團或人士（本公司董事或主要行政人員除外）詳情如下：

於本公司股份的好倉

除上文所披露者外，於二零一五年十二月三十一日，董事概無知悉任何其他人士／實體（不包括本公司董事及主要行政人員）於本公司、其集團成員公司或相聯法團的股份或相關股份中，擁有根據證券及期貨條例第XV部第2及第3分部，須向本公司披露之權益或淡倉，或根據證券及期貨條例第336條，記錄於該條例內規定本公司須存置之登記冊內之權益及淡倉。

Directors' Report 董事報告書

EMOLUMENT POLICY

The remuneration committee was established for reviewing and determining the remuneration and compensation packages of the Directors with reference to their responsibilities, workload, the time devoted to the Group and the performance of the Group. The Directors may also receive options to be granted under a share option scheme. The Company has conditionally adopted a share option scheme. The details of the share option scheme are set out in the paragraph headed "Share Option Scheme" below.

SHARE OPTION SCHEME

The share option scheme enables the Company to grant options to any full-time or part-time employee of the Company or any member of the Group (the "Eligible Participant") as incentives or rewards for their contributions to the Group, the Company conditionally adopted a share option scheme (the "Scheme") on 22 November 2013 since whereby the Board are authorised, at their absolute discretion and subject to the terms of the Scheme, to grant options to subscribe for the shares of the Company to the Eligible Participant. The Share Option Scheme will remain effective following the Transfer of Listing subject to certain immaterial amendments to the share option scheme and will be implemented in full compliance with the requirements of Chapter 17 of the Listing Rules. The Scheme will be valid and effective for a period of ten years commencing from the listing date.

As at the date of this report, the total number of shares available for issue under the Scheme is 60,000,000 shares, representing 10% of the issued share capital of the Company.

薪酬政策

薪酬委員會已成立以經參考董事的職責、工作量、對本集團付出的時間及於本集團的表現而檢討及釐定彼等的酬金及薪酬待遇。董事亦可能收取根據購股權計劃將授出的購股權。本公司有條件採納購股權計劃。購股權計劃之詳情載於下文「購股權計劃」一段。

購股權計劃

購股權計劃使本公司可向本公司或本集團任何成員公司之任何全職或兼職僱員（「合資格參與者」）授出購股權，作為彼等對本集團所作貢獻之獎勵或回報。本公司於二零一三年十一月二十二日有條件採納購股權計劃（「該計劃」），據此，董事會獲授權可全權酌情，依照該計劃之條款授出可認購本公司股份之購股權予合資格參與者。購股權計劃將於轉板上市後繼續有效（惟須對購股權計劃作出若干非重大修訂），並將完全遵照上市規則第17章的規定實施。該計劃由上市日期起十年期內一直有效及生效。

於本報告日期，根據該計劃可供發行之股份總數為60,000,000股，佔本公司已發行股本之10%。

Directors' Report 董事報告書

Upon acceptance of an option to subscribe for shares granted pursuant to the Scheme (the "Option"), the Eligible Participant shall pay HK\$ 1.00 to the Company by way of consideration for the grant. The Option will be offered for acceptance for a period of 21 days from the date on which the Option is granted. The subscription price for the shares subject to Options will be a price determined by the Board and notified to each participant and shall be the highest of: (i) the closing price of the shares as stated in the Stock Exchange's daily quotations sheet on the date of grant of the Option, which must be a day on which trading of shares take place on the Stock Exchange (the "Trading Day"); (ii) the average closing price of the shares as stated in the Stock Exchange's daily quotations sheets for the 5 Trading Days immediately preceding the date of grant of the Options; and (iii) the nominal value of a share. For the purpose of calculating the subscription price, in the event that on the date of grant, the Company has been listed on the Stock Exchange for less than 5 Trading Days, the placing price shall be used as the closing price for any Trading Day falling within the period before the Listing Date.

The Company shall be entitled to issue options, provided that the total number of shares which may be issued upon exercise of all options to be granted under the Scheme does not exceed 10% of the shares in issue from the listing date. The Company may at any time refresh such limit, subject to the shareholders' approval and issue of a circular in compliance with the Listing Rules, provided that the total number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under all the share option schemes of the Company does not exceed 30% of the shares in issue at the time. An option may be exercised in accordance with the terms of the Scheme at any time during a period as the Board may determine which shall not exceed ten years from the date of grant subject to the provisions of early termination thereof. Since the adoption of the Scheme and during the year, no share option has been granted, exercised, lapsed or cancelled, and as at 31 December 2015, no share options under the Scheme were outstanding.

於接納根據該計劃授出可認購股份之購股權（「購股權」）後，合資格參與者須支付1.00港元予本公司，作為獲授購股權之代價。購股權之接納期為授出購股權當日起計21日期間。購股權之股份認購價將由董事會釐定，並知會各參與者，價格須為下列各項之最高者：(i)於授出購股權日期（必須為股份於聯交所進行買賣之日（「交易日」））聯交所每日報價表所載之股份收市價；(ii)於緊接授出購股權當日前五個交易日聯交所每日報價表所載之股份平均收市價；及(iii)股份面值。就計算認購價而言，倘在授出日期，本公司於聯交所上市少於五個交易日，配售價須用作在上市日期前期間任何交易日之收市價。

本公司獲賦予權利發行購股權，惟根據該計劃將予授出之所有購股權獲行使後，可予發行之股份總數不得超過上市日期已發行股份之10%。待獲股東批准及根據上市規則發出通函後，本公司可隨時更新此上限，惟於根據本公司全部購股權計劃將予授出之所有未獲行使而尚待行使購股權獲行使後，可發行之股份總數不得超過當時已發行股份之30%。購股權可按該計劃條款，於董事會所釐定之期間內隨時行使，惟不得超出授出購股權日期起計十年（惟須受提早終止條文所規限）。自採納該計劃起年內，概無購股權授出、行使、失效或註銷及於二零一五年十二月三十一日，概無根據該計劃未行使之購股權。

Directors' Report 董事報告書

CONNECTED AND RELATED PARTY TRANSACTIONS

Details of the connected and related party transactions for the reporting period are set out in note 29 to the consolidated financial statements of this annual report. The connected and related party transactions are exempted from the reporting, announcement and independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

COMPETITION AND CONFLICT OF INTERESTS

None of the Directors or substantial shareholders of the Company or any of their respective associates has engaged in any business that competes or may compete with the business of the Group or has any other conflict of interests with the Group during the year.

COMPLIANCE ADVISER'S INTERESTS

As at 31 December 2015, except for the compliance adviser's agreement entered into between the Company and Messis Capital Limited, the Company's compliance adviser, on 26 November 2013, neither the Company's compliance adviser nor its directors, employees or associates had any interest in the share capital of the Company or any member of the Group (including options or rights to subscribe for such securities) as notified by the Company's compliance adviser.

SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to the Company and within the knowledge of the Directors, at least 25% of the Company's total issued share capital was held by the public as at the date of this report. The Company has maintained a sufficient public float in compliance with the Listing Rules.

關連交易及關聯方交易

報告期內的關連交易及關聯方交易之詳情載於本年報綜合財務報表附註29。根據上市規則第14A章，關連交易及關聯方交易獲豁免遵守申報、公告及獨立股東批准的規定。

競爭及利益衝突

年內，本公司董事或主要股東及彼等各自之聯繫人士概無從事與本集團業務構成或可能構成競爭之任何業務或與本集團有任何其他利益衝突。

合規顧問的權益

據本公司合規顧問告知，於二零一五年十二月三十一日，除本公司於二零一三年十一月二十六日與大有融資有限公司（本公司合規顧問）訂立的合規顧問協議外，本公司合規顧問或其董事、僱員或聯繫人士概無於本公司或本集團任何成員公司的股本中擁有任何權益（包括可認購有關證券的購股權或權利）。

足夠公眾持股量

按照本公司可公開取得之資料，並就董事所知，於本報告日期，本公司最少25%已發行股本總額由公眾持有。本公司已遵守上市規則維持足夠公眾持股量。

Directors' Report 董事報告書

CORPORATE GOVERNANCE

A report detailed corporate governance report is set out in pages 29 to 38 in this annual report.

AUDITOR

The consolidated financial statements for the year ended 31 December 2015 have been audited by BDO Limited, who shall retire and, being eligible, offer themselves for re-appointment at the forthcoming annual general meeting. A resolution for the re-appointment of BDO Limited as auditor of the Company will be proposed at the forthcoming annual general meeting.

By order of the Board
Runway Global Holdings Company Limited

Hubert Tien
Chairman
22 March 2016

企業管治

詳細企業管治報告載於本年報第29至38頁。

核數師

截至二零一五年十二月三十一日止年度之綜合財務報表已由香港立信德豪會計師事務所有限公司審核，彼將退任並合乎資格且願於即將舉行的股東週年大會上膺選連任。續聘香港立信德豪會計師事務所有限公司為本公司核數師的決議案將於即將舉行的股東週年大會上提呈。

承董事會命
時尚環球控股有限公司

田曉勃
主席
二零一六年三月二十二日

Independent Auditor's Report

獨立核數師報告



Tel : +852 2218 8288
Fax : +852 2815 2239
www.bdo.com.hk

25th Floor Wing On Centre
111 Connaught Road Central
Hong Kong

電話 : +852 2218 8288
傳真 : +852 2815 2239
www.bdo.com.hk

香港干諾道中111號
永安中心25樓

To the Shareholders of Runway Global Holdings Company Limited (incorporated in the Cayman Islands with limited liability)

We have audited the consolidated financial statements of Runway Global Holdings Company Limited (the "Company") and its subsidiaries (together the "Group") set out on pages 50 to 124, which comprise the consolidated statement of financial position as at 31 December 2015, and the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

DIRECTORS' RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors of the Company are responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. This report is made solely to you, as a body, in accordance with the terms of our engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

致時尚環球控股有限公司全體股東 (於開曼群島註冊成立的有限公司)

吾等已完成審核刊於第50頁至第124頁時尚環球控股有限公司(「貴公司」)及其附屬公司(統稱「貴集團」)的綜合財務報表,其中包括於二零一五年十二月三十一日的綜合財務狀況表,以及截至該日止年度的綜合全面收益表、綜合權益變動表及綜合現金流量表,以及重大會計政策概要及其他解釋資料。

董事就綜合財務報表須承擔的責任

貴公司董事負責根據香港會計師公會頒佈的香港財務報告準則及香港《公司條例》之披露要求編製真實及公平的綜合財務報表,以及董事認為就呈列不存在由於欺詐或錯誤而導致重大錯誤陳述的綜合財務報表而言屬必要的內部監控。

核數師的責任

吾等的責任是根據吾等的審核,對該等綜合財務報表作出意見,並按照吾等委任條款僅向全體股東報告,除此之外本報告別無其他目的。吾等不會就本報告的內容對任何其他人士負責或承擔責任。

吾等已根據香港會計師公會頒佈的香港核數準則進行審核。該等準則要求吾等遵守道德規範,並規劃及執行審核,合理地確定綜合財務報表是否不存有任何重大錯誤陳述。

Independent Auditor's Report (Continued) 獨立核數師報告 (續)

AUDITOR'S RESPONSIBILITY (Continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion, the consolidated financial statements give a true and fair view of the financial position of the Group as at 31 December 2015 and of its financial performance and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

BDO Limited

Certified Public Accountants

Wong Kwok Wai

Practising Certificate Number P06047

Hong Kong, 22 March 2016

核數師的責任 (續)

審核涉及執行程序以獲取綜合財務報表所載數額及披露資料所需的審核憑證。所選定的程序取決於核數師的判斷，包括評估由於欺詐或錯誤而導致綜合財務報表存有重大錯誤陳述的風險。在評估該等風險時，核數師考慮與該實體編製真實及公平的綜合報財務報表相關的內部監控，以設計適當的審核程序，但並非為對該實體的內部監控效能發表意見。審核亦包括評價董事所採用的會計政策是否合適及所作出的會計估算的合理程度，以及評價綜合財務報表的整體呈列方式。

吾等相信，吾等所獲取的審核憑證充足及適當地為吾等的審核意見提供基礎。

意見

吾等認為，綜合財務報表已根據香港財務報告準則真實而公平反映 貴集團於二零一五年十二月三十一日的財務狀況及其截至該日止年度的財務表現及現金流量，並認為綜合財務報表乃按照香港《公司條例》之披露要求妥為編製。

香港立信德豪會計師事務所有限公司

執業會計師

黃國偉

執業證書編號：P06047

香港，二零一六年三月二十二日

Consolidated Statement of Comprehensive Income

綜合全面收益表

For the year ended 31 December 2015 截至二零一五年十二月三十一日止年度

		Notes 附註	2015 HK\$'000 千港元	2014 HK\$'000 千港元
Revenue	收入	7	371,725	379,715
Cost of sales	銷售成本		(278,906)	(285,628)
Gross profit	毛利		92,819	94,087
Other income and gains	其他收入及收益	7	597	993
Changes in fair value of derivative financial instruments	衍生金融工具的公平值變動	19	–	(242)
Selling and distribution expenses	銷售及分銷費用		(33,967)	(26,839)
Administrative expenses	行政開支		(39,905)	(36,137)
Finance costs	融資成本	8	(158)	(295)
Profit before income tax	除所得稅前溢利	9	19,386	31,567
Income tax expense	所得稅開支	11	(3,654)	(5,888)
Profit for the year attributable to owners of the Company	本公司擁有人應佔年度溢利		15,732	25,679
Other comprehensive income, net of tax, attributable to owners of the Company	本公司擁有人應佔其他全面收益(除稅後)			
Item that may be reclassified subsequently to profit or loss:	可於其後重新分類至損益的項目:			
Exchange loss on translation of financial statements of foreign operations	換算海外業務財務報表的匯兌虧損		(2,744)	(175)
Total comprehensive income for the year attributable to owners of the Company	本公司擁有人應佔年度全面收益總額		12,988	25,504
Earnings per share attributable to owners of the Company	本公司擁有人應佔每股盈利	13		
Basic and diluted earnings per share (HK cents)	每股基本及攤薄盈利(港仙)		2.62	4.28

Consolidated Statement of Financial Position 綜合財務狀況表

As at 31 December 2015 於二零一五年十二月三十一日

		Notes 附註	2015 HK\$'000 千港元	2014 HK\$'000 千港元
ASSETS AND LIABILITIES	資產及負債			
Non-current assets	非流動資產			
Property, plant and equipment	物業、廠房及設備	14	14,577	16,473
Payments for leasehold land held for own use under operating lease	於經營租約下持作自用的租賃土地付款	15	1,899	2,065
			16,476	18,538
Current assets	流動資產			
Inventories	存貨	16	25,148	20,177
Trade and bills receivables	貿易應收款項及應收票據	17	71,201	63,181
Deposits, prepayments and other receivables	按金、預付款及其他應收款項	18	27,279	38,346
Derivative financial instruments	衍生金融工具	19	–	129
Tax recoverable	可收回稅項		747	–
Pledged bank deposits	已抵押銀行存款	20	8,656	9,835
Cash and bank balances	現金及銀行結存	21	53,837	59,828
			186,868	191,496
Current liabilities	流動負債			
Trade and bills payables	貿易應付款項及應付票據	22	50,578	67,791
Accruals, other payables and receipts in advance	預提費用、其他應付款項及預收款項	23	15,606	15,083
Interest-bearing borrowings	計息借貸	24	242	2,252
Provision for taxation	稅項撥備		524	1,260
			66,950	86,386
Net current assets	流動資產淨值		119,918	105,110
Total assets less current liabilities	總資產減流動負債		136,394	123,648

Consolidated Statement of Financial Position (Continued) 綜合財務狀況表 (續)

As at 31 December 2015 於二零一五年十二月三十一日

		Notes 附註	2015 HK\$'000 千港元	2014 HK\$'000 千港元
Non-current liabilities	非流動負債			
Interest-bearing borrowings	計息借貸	24	637	879
Net assets	資產淨值		135,757	122,769
EQUITY	權益			
Equity attributable to owners of the Company	本公司擁有人應佔權益			
Share capital	股本	25	6,000	6,000
Reserves	儲備	26	129,757	116,769
Total equity	權益總額		135,757	122,769

On behalf of the Board

代表董事會

Hubert Tien田曉勃
Director
董事**Farzad Gozashti**Farzad Gozashti
Director
董事

Consolidated Statement of Changes in Equity

綜合權益變動表

For the year ended 31 December 2015 截至二零一五年十二月三十一日止年度

		Share capital	Share premium	Merger reserve	Statutory reserve	Translation reserve	Retained earnings	Total
		股本	股份溢價	合併儲備	法定儲備	換算儲備	保留盈利	總額
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元
			(note 26(a))	(note 26(b))	(note 26(c))	(note 26(d))		
			(附註 26(a))	(附註 26(b))	(附註 26(c))	(附註 26(d))		
At 1 January 2014	於二零一四年一月一日	6,000	40,690	2,988	1,719	6,188	39,680	97,265
Profit for the year	年度溢利	-	-	-	-	-	25,679	25,679
Other comprehensive income	其他全面收益							
- Exchange loss on translation of financial statements of foreign operations	- 換算海外業務財務報表的匯兌虧損	-	-	-	-	(175)	-	(175)
Total comprehensive income for the year	年度全面收益總額	-	-	-	-	(175)	25,679	25,504
Profit appropriation to reserve	撥往儲備的溢利	-	-	-	660	-	(660)	-
At 31 December 2014 and 1 January 2015	於二零一四年十二月三十一日 及二零一五年一月一日	6,000	40,690	2,988	2,379	6,013	64,699	122,769
Profit for the year	年度溢利	-	-	-	-	-	15,732	15,732
Other comprehensive income	其他全面收益							
- Exchange loss on translation of financial statements of foreign operations	- 換算海外業務財務報表的匯兌虧損	-	-	-	-	(2,744)	-	(2,744)
Total comprehensive income for the year	年度全面收益總額	-	-	-	-	(2,744)	15,732	12,988
Profit appropriation to reserve	撥往儲備的溢利	-	-	-	414	-	(414)	-
At 31 December 2015	於二零一五年十二月三十一日	6,000	40,690	2,988	2,793	3,269	80,017	135,757

Consolidated Statement of Cash Flows

綜合現金流量表

For the year ended 31 December 2015 截至二零一五年十二月三十一日止年度

	Notes 附註	2015 HK\$'000 千港元	2014 HK\$'000 千港元
Cash flows from operating activities			
Profit before income tax		19,386	31,567
Adjustments for:			
Bank interest income	7	(360)	(377)
Interest expenses	8	158	295
Amortisation of payments for leasehold land held for own use under operating lease	9	54	54
Depreciation of property, plant and equipment	9	1,974	2,076
Gain on disposals of property, plant and equipment	7	(30)	(27)
Changes in fair value of derivative financial instruments		–	242
Operating profit before working capital changes		21,182	33,830
Increase in inventories		(5,509)	(1,730)
(Increase)/decrease in trade and bills receivables		(8,073)	14,447
Decrease/(increase) in deposits, prepayments and other receivables		8,146	(18,939)
Decrease in trade and bills payables		(15,131)	(4,783)
Increase/(decrease) in accruals, other payables and receipts in advance		727	(2,082)
Settlement of derivative financial instruments, net		129	1,025
Cash generated from operations		1,471	21,768
Income tax paid		(5,101)	(4,855)
Net cash (used in)/generated from operating activities		(3,630)	16,913
Cash flows from investing activities			
Purchases of property, plant and equipment		(922)	(396)
Proceeds from disposals of property, plant and equipment		88	–
Decrease/(increase) in pledged bank deposits		919	(433)
Increase in time deposit		(5,104)	(2,527)
Interest received		360	377
Net cash used in investing activities		(4,659)	(2,979)

Consolidated Statement of Cash Flows (Continued) 綜合現金流量表 (續)

For the year ended 31 December 2015 截至二零一五年十二月三十一日止年度

	Notes 附註	2015 HK\$'000 千港元	2014 HK\$'000 千港元
Cash flows from financing activities	來自融資活動的現金流量		
Interest paid	已付利息	(158)	(295)
Proceeds of interest-bearing borrowings	計息借貸所得款項	6,240	–
Repayments of interest-bearing borrowings	償還計息借貸	(8,492)	(7,353)
Net cash used in financing activities	融資活動所用現金淨額	(2,410)	(7,648)
Net (decrease)/increase in cash and cash equivalents	現金及現金等值項目 (減少) / 增加淨額	(10,699)	6,286
Cash and cash equivalents at beginning of the year	年初現金及現金等值項目	57,301	51,037
Effect of foreign exchange rates, net	匯率影響淨額	(396)	(22)
Cash and cash equivalents at end of the year	年末現金及現金等值項目	46,206	57,301
Analysis of balances of cash and cash equivalents	現金及現金等值項目之結餘分析		
Cash and bank balances as stated in the consolidated statement of financial position	於綜合財務狀況表載列之現金及銀行結存	53,837	59,828
Time deposit with original maturity of more than three months	原到期日為三個月以上之定期存款	21 (7,631)	(2,527)
		46,206	57,301

Notes to the Financial Statements

財務報表附註

31 December 2015 二零一五年十二月三十一日

1. GENERAL

Runway Global Holdings Company Limited (the “Company”) was incorporated as an exempted company with limited liability in the Cayman Islands on 19 June 2013. The address of the registered office and principal place of business of the Company is disclosed in the section headed “Corporate Information” in the annual report. The Company’s shares were listed on the Growth Enterprise Market (the “GEM”) of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) by way of placing on 3 December 2013 and the listing of its shares has been transferred from GEM to the Main Board of the Stock Exchange on 1 June 2015.

The Company is an investment holding company and its subsidiaries (together the “Group”) are principally engaged in manufacturing and trading of apparels.

The financial statements for the year ended 31 December 2015 were approved for issue by the board of directors on 22 March 2016.

1. 公司資料

時尚環球控股有限公司（「本公司」）於二零一三年六月十九日在開曼群島註冊成立為獲豁免有限公司。本公司的註冊辦事處以及主要營業地點地址披露於本年報「公司資料」一節。本公司的股份已於二零一三年十二月三日透過配售在香港聯合交易所有限公司（「聯交所」）創業板（「創業板」）上市，其股份已由二零一五年六月一日起由創業板轉往聯交所主板上市。

本公司為一間投資控股公司及連同其附屬公司（統稱為「本集團」）主要從事成衣的製造及貿易。

截至二零一五年十二月三十一日止年度的財務報表已於二零一六年三月二十二日由董事會核准刊發。

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”)

2.1 Adoption of amendments to HKFRSs – First effective on 1 January 2015

In the current year, the Group has applied the amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) that are first effective and relevant for the Group’s financial statements for the annual period beginning on 1 January 2015.

HKFRSs (Amendments)	Annual Improvements 2010-2012 Cycle
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HKFRSs (Amendments)	Annual Improvements 2011-2013 Cycle
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Amendments to HKAS 19 (2011)	Defined Benefit Plans: Employee Contributions
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The adoption of these new HKFRSs had no material impact on how the financial performance and financial position for the current and prior periods have been prepared and presented.

2.2 New/amended HKFRSs in issue but not yet effective

The following new/amended HKFRSs, potentially relevant to the Group’s financial statements, have been issued, but are not yet effective and have not been early adopted by the Group.

HKFRSs (Amendments)	Annual Improvements 2012-2014 Cycle ¹
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2. 採納香港財務報告準則 (「香港財務報告準則」)

2.1 採納香港財務報告準則修訂本 – 於二零一五年一月一日首次生效

於本年度，本集團已應用由香港會計師公會（「香港會計師公會」）頒佈並於二零一五年一月一日開始的年度期間首次生效及與本集團財務報表相關的香港財務報告準則的修訂本。

香港財務報告準則 (修訂本)	二零一零年至 二零一二年 週期之年度 改進
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香港財務報告準則 (修訂本)	二零一一年至 二零一三年 週期之年度 改進
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香港會計準則 第19號的 修訂本 (二零一一年)	界定福利計劃： 僱員供款
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採納該等新訂香港財務報告準則對本期以及過往期間的財務表現及財務狀況的編製及呈報方式並無重大影響。

2.2 已頒佈但尚未生效的新訂／經修訂香港財務報告準則

下列可能與本集團財務報表有關的新訂／經修訂香港財務報告準則已頒佈但尚未生效，而本集團亦無提早採納。

香港財務報告準則 (修訂本)	二零一二年至 二零一四年 週期之年度 改進 ¹
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Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)**2.2 New/amended HKFRSs in issue but not yet effective (Continued)**

Amendments to HKAS 1	Disclosure Initiative ¹
Amendments to HKAS 16 and HKAS 38	Clarification of Acceptable Methods of Depreciation and Amortisation ¹
Amendments to HKAS 27	Equity Method in Separate Financial Statements ¹
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ³
Amendments to HKFRS 10, HKFRS 12 and HKAS 28	Investment Entities: Applying the Consolidation Exemption ¹
HKFRS 9 (2014)	Financial Instruments ²
HKFRS 14	Regulatory Deferral Accounts ¹
HKFRS 15	Revenue from Contracts with Customers ²
HKFRS 16	Leases ⁴

¹ Effective for annual periods beginning on or after 1 January 2016² Effective for annual periods beginning on or after 1 January 2018³ No mandatory effective date yet determined⁴ Effective for annual periods beginning on or after 1 January 2019**2. 採納香港財務報告準則 (「香港財務報告準則」) (續)****2.2 已頒佈但尚未生效的新訂／經修訂香港財務報告準則 (續)**

香港會計準則第1號的修訂本	披露計劃 ¹
香港會計準則第16號及香港會計準則第38號的修訂本	澄清可接受的折舊及攤銷方法 ¹
香港會計準則第27號的修訂本	單獨財務報表之權益法 ¹
香港財務報告準則第10號及香港會計準則第28號的修訂本	投資者與其聯營公司或合營公司之間出售或注入資產 ³
香港財務報告準則第10號、香港財務報告準則第12號及香港會計準則第28號的修訂本	投資實體：應用綜合例外情況 ¹
香港財務報告準則第9號(二零一四年)	金融工具 ²
香港財務報告準則第14號	監管遞延賬戶 ¹
香港財務報告準則第15號	來自與客戶合約的收益 ²
香港財務報告準則第16號	租約 ⁴

¹ 於二零一六年一月一日或之後開始的年度期間生效² 於二零一八年一月一日或之後開始的年度期間生效³ 尚未釐定強制生效日期⁴ 於二零一九年一月一日或之後開始的年度期間生效

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

2.2 New/amended HKFRSs in issue but not yet effective (Continued)

Amendments to HKAS 16 and HKAS 38 – Clarification of Acceptable Methods of Depreciation and Amortisation

The amendments to HKAS 16 prohibit the use of a revenue-based depreciation method for items of property, plant and equipment. The amendments to HKAS 38 introduce a rebuttable presumption that amortisation based on revenue is not appropriate for intangible assets. The presumption can be rebutted if either the intangible asset is expressed as a measure of revenue or revenue and the consumption of the economic benefits of the intangible asset are highly correlated.

HKFRS 9 (2014) – Financial Instruments

HKFRS 9 introduces new requirements for the classification and measurement of financial assets. Debt instruments that are held within a business model whose objective is to hold assets in order to collect contractual cash flows (the business model test) and that have contractual terms that give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding (the contractual cash flow characteristics test) are generally measured at amortised cost. Debt instruments that meet the contractual cash flow characteristics test are measured at fair value through other comprehensive income (“FVTOCI”) if the objective of the entity’s business model is both to hold and collect the contractual cash flows and to sell the financial assets. Entities may make an irrevocable election at initial recognition to measure equity instruments that are not held for trading at FVTOCI. All other debt and equity instruments are measured at fair value through profit or loss (“FVTPL”).

2. 採納香港財務報告準則 (「香港財務報告準則」) (續)

2.2 已頒佈但尚未生效的新訂／經修訂香港財務報告準則 (續)

香港會計準則第16號及香港會計準則第38號的修訂本 - 澄清可接受的折舊及攤銷方法

香港會計準則第16號的修訂本禁止使用以收益為基準的方法對物業、廠房及設備項目計算折舊。香港會計準則第38號的修訂本引入一項可予推翻的假設，即無形資產不適合根據收益進行攤銷。如無形資產作為收益的計量標準表示，或收益與無形資產的經濟利益消耗密切相關，則該假設可予推翻。

香港財務報告準則第9號 (二零一四年) – 金融工具

香港財務報告準則第9號引入財務資產分類及計量的新規定。按業務模式持有資產而目的為收取合約現金流的債務工具（業務模式測試）以及具產生現金流的合約條款且僅為支付本金及未償還本金利息的債務工具（合約現金流特徵測試），一般按攤銷成本計量。倘該實體業務模式的目的為持有及收取合約現金流以及出售財務資產，則符合合約現金流特徵測試的債務工具以按公平值計入其他全面收益計量。實體可於初步確認時作出不可撤銷的選擇，以按公平值計入其他全面收益計量並非持作買賣的股本工具。所有其他債務及股本工具以按公平值計入損益計量。

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)**2.2 New/amended HKFRSs in issue but not yet effective (Continued)*****HKFRS 9 (2014) – Financial Instruments***

HKFRS 9 includes a new expected loss impairment model for all financial assets not measured at FVTPL replacing the incurred loss model in HKAS 39 and new general hedge accounting requirements to allow entities to better reflect their risk management activities in financial statements.

HKFRS 9 carries forward the recognition, classification and measurement requirements for financial liabilities from HKAS 39, except for financial liabilities designated at FVTPL, where the amount of change in fair value attributable to change in credit risk of the liability is recognised in other comprehensive income unless that would create or enlarge an accounting mismatch. In addition, HKFRS 9 retains the requirements in HKAS 39 for derecognition of financial assets and financial liabilities.

HKFRS 15 – Revenue from Contracts with Customers

The new standard establishes a single revenue recognition framework. The core principle of the framework is that an entity should recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods and services. HKFRS 15 supersedes existing revenue recognition guidance including HKAS 18 “Revenue”, HKAS 11 “Construction Contracts” and related interpretations.

2. 採納香港財務報告準則 (「香港財務報告準則」) (續)**2.2 已頒佈但尚未生效的新訂／經修訂香港財務報告準則 (續)*****香港財務報告準則第9號 (二零一四年) – 金融工具***

香港財務報告準則第9號就並非以公平值計量且變動計入當期損益的所有財務資產納入新的預期虧損減值模式(取代香港會計準則第39號的已產生虧損模式)以及新的一般對沖會計規定，以讓實體於財務報表內更好地反映其風險管理活動。

香港財務報告準則第9號貫徹香港會計準則第39號有關財務負債確認、分類及計量規定，惟以公平值計量且變動計入當期損益的財務負債除外，該負債信貸風險變動應佔的公平值變動金額於其他全面收益確認，除非會導致或擴大會計錯配。此外，香港財務報告準則第9號保留香港會計準則第39號有關終止確認財務資產及財務負債的規定。

香港財務報告準則第15號 – 來自與客戶合約的收益

本項新準則設立一個單獨的收益確認框架。該框架的核心原則為實體應確認收益以用金額描述轉讓承諾商品或服務予客戶，該金額反映預期該實體有權就交換該等商品及服務所收取的代價。香港財務報告準則第15號將取代現行收益確認指引(包括香港會計準則第18號「收益」、香港會計準則第11號「建築合約」及相關詮釋)。

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2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

2.2 New/amended HKFRSs in issue but not yet effective (Continued)

HKFRS 15 – Revenue from Contracts with Customers (Continued)

HKFRS 15 requires the application of a 5 steps approach to revenue recognition:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to each performance obligation
- Step 5: Recognise revenue when each performance obligation is satisfied

HKFRS 15 includes specific guidance on particular revenue related topics that may change the current approach taken under HKFRS. The standard also significantly enhances the qualitative and quantitative disclosures related to revenue.

2. 採納香港財務報告準則 (「香港財務報告準則」) (續)

2.2 已頒佈但尚未生效的新訂／經修訂香港財務報告準則 (續)

香港財務報告準則第15號 – 來自與客戶合約的收益 (續)

香港財務報告準則第15號要求應用五個步驟確認收益：

- 第一步：識別與客戶的合約
- 第二步：識別合約中的履約責任
- 第三步：釐定交易價
- 第四步：將交易價分配至各履約責任
- 第五步：於各履約責任完成時確認收益

香港財務報告準則第15號包含與特定收益相關的特定指引，該等指引或會更改香港財務報告準則現時應用的方法。該準則亦對收益相關的披露作出大幅質化與量化改進。

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2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)**2.2 New/amended HKFRSs in issue but not yet effective (Continued)****HKFRS 16 – Leases**

HKFRS 16 is intended to replace HKAS 17 “Leases” and HK(IFRIC) 4 “Determining whether an arrangement contains a lease”. HKFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract, the customer (“lessee”) and the supplier (“lessor”). The standard brings most leases on-balance sheet for lessees under a single model, eliminating the previous classifications of operating and finance leases. The only exemption to this treatment is for lease contracts with duration of less than one year. The on-balance sheet treatment will result in the grossing up of the balance sheet due to a right-of-use asset being recognised with an offsetting liability. Lessor accounting under the standard remains largely unchanged with previous classifications of operating and finance leases being maintained.

The Group will apply the above new standards and amendments to standards when they become effective. The Group is in the process of making an assessment of the impact of the above new standards and amendments to standards.

2. 採納香港財務報告準則 (「香港財務報告準則」) (續)**2.2 已頒佈但尚未生效的新訂／經修訂香港財務報告準則 (續)****香港財務報告準則第16號 – 租約**

香港財務報告準則第16號旨在取代香港會計準則第17號「租約」及香港(國際財務報告詮釋委員會)第4號「釐定安排是否構成租約」。香港財務報告準則第16號載列合約雙方(客戶(「承租人」)及供應商(「出租人」))確認、計量及披露租約的原則。該準則將承租人的大部分資產負債表租約列入一個單一模型下,取消了早前關於經營租約及融資租約的分類。該處理的唯一例外是期限不到一年的租賃合約。由於使用權資產確認時與負債相抵銷,資產負債表處理將導致資產負債表匯總。該準則下的出租人會計處理基本不變,維持早前關於經營租約及融資租約的分類。

本集團將在上述新準則及準則修訂本生效時採納。本集團正在評估上述新準則及準則修訂本的影響。

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2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

2.3 New Hong Kong Companies Ordinance provisions relating to the preparation of financial statements

The Group has adopted the amendments to the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”) relating to the disclosure of financial information with reference to the Hong Kong Companies Ordinance, Cap. 622 (the “New CO”) during the current year.

The directors consider that there is no impact on the Group’s financial position or performance, however the New CO impacts on the presentation and disclosures in the consolidated financial statements. For example, the statement of financial position of the Company is now presented in the notes to the financial statements rather than as a primary statement and related notes to the statement of financial position of the Company are generally no longer presented.

3. BASIS OF PREPARATION

The financial statements have been prepared in accordance with all applicable HKFRSs, Hong Kong Accounting Standards (“HKASs”) and Interpretations (hereinafter collectively referred to as the “HKFRS”) and the disclosure requirements of the Hong Kong Companies Ordinance. In addition, the financial statements include applicable disclosure required by the Listing Rules.

The financial statements have been prepared under historical cost convention, except for derivative financial instruments which are stated at fair values.

2. 採納香港財務報告準則 (「香港財務報告準則」) (續)

2.3 關於編製財務報表之新香港公司條例條文

本集團已於本年度就參考香港公司條例 (第622章) (「新公司條例」) 披露財務資料而採納聯交所證券上市規則 (「上市規則」) 的修訂本。

董事認為，本集團財務狀況或表現並無受到影響，但新公司條例影響綜合財務報表中的呈報及披露。例如，本公司財務狀況表目前作為財務報表附註 (而非作為一份主要報表) 呈報，本公司財務狀況表的相關附註一般不再呈報。

3. 編製基準

財務報表乃按所有適用的香港財務報告準則、香港會計準則 (「香港會計準則」) 及詮釋 (下文統稱「香港財務報告準則」) 以及香港公司條例的披露規定編製。此外，財務報表包括上市規則規定的適用披露。

除衍生金融工具按公平值列賬外，財務報表乃按歷史成本法編製。

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3. BASIS OF PREPARATION (Continued)

It should be noted that accounting estimates and assumptions are used in the preparation of the financial statements. Although these estimates are based on management's best knowledge and judgement of current events and actions, actual results may ultimately differ from those estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 5.

The financial statements are presented in Hong Kong dollars ("HK\$"), which is also the functional currency of the Company. All values are rounded to the nearest thousand except when otherwise indicated.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of the financial statements are summarised below. These policies have been consistently applied to all the years presented unless otherwise stated.

4.1 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries made up to 31 December each year.

Intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated in preparing the consolidated financial statements. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from the Group's perspective. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

3. 編製基準 (續)

務請注意，編製財務報表時採用會計估計及假設。儘管該等估計乃基於管理層對現況及行動的最佳理解及判斷而作出，惟實際結果最終可能與該等估計不同。涉及較高程度的判斷或複雜的範疇，或涉及對財務報表而言屬重大的假設及估計的範疇於附註5披露。

財務報表以本公司的功能貨幣港元（「港元」）呈列。除另有指明外，所有金額均調整至最接近的千位數。

4. 重大會計政策概要

編製財務報表所採納的重大會計政策概述如下。除另有訂明者外，該等政策均於所有呈列年度貫徹應用。

4.1 綜合基準

綜合財務報表包括本公司及其附屬公司於每年十二月三十一日編製的財務報表。

集團內公司間的交易、結餘及未變現收益均於編製綜合財務報表時對銷。集團內資產銷售的未變現虧損於綜合賬目時撥回，而相關資產亦會從本集團的角度進行減值測試。附屬公司財務報表內所呈報的金額已於需要時作調整，以確保與本集團採納的會計政策貫徹一致。

Notes to the Financial Statements 財務報表附註

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.2 Subsidiaries

A subsidiary is an investee over which the Company is able to exercise control. The Company controls an investee if all three of the following elements are present: power over the investee, exposure, or rights, to variable returns from the investee, and the ability to use its power to affect those variable returns. Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control.

In the Company's statement of financial position, interests in subsidiaries are stated at cost less impairment loss, if any. The results of subsidiaries are accounted for by the Company on the basis of dividend received and receivable.

4.3 Foreign currencies

Transactions entered into by the group entities in currencies other than the functional currency (i.e. the currency of the primary economic environment in which it operates) are recorded at the rates ruling when the transactions occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the end of reporting period. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured at historical cost in a foreign currency are not retranslated.

4. 重大會計政策概要 (續)

4.2 附屬公司

附屬公司指本公司能夠行使控制權的被投資公司。倘以下三項元素存在，則本公司控制被投資公司：對被投資公司擁有權力、就被投資公司的可變回報承受風險或擁有權利及使用其權力影響該等可變回報的能力。當有事實及情況表明任何該等控制元素可能存在變動時，則重估控制權。

於本公司的財務狀況表中，於附屬公司的權益乃按成本減去減值虧損（如有）列賬。附屬公司的業績由本公司按已收及應收股息基準入賬。

4.3 外幣

集團實體以它／它們經營業務所在主要經營環境的貨幣以外的貨幣進行的交易按進行交易時的通行匯率入賬。外幣貨幣資產及負債按呈報期末通行的匯率換算。以外幣計值按公平值列賬的非貨幣項目按釐定公平值當日通行的匯率重新換算。以外幣按歷史成本計算的非貨幣項目不會重新換算。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.3 Foreign currencies** (Continued)

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are recognised in profit or loss in the period in which they arise. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the period except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised in other comprehensive income, in which case, the exchange differences are also recognised in other comprehensive income.

On consolidation, income and expense items of foreign operations are translated into the presentation currency of the Group (i.e. HK\$) at the average exchange rates for the year, unless exchange rates fluctuate significantly during the period, in which case, the rates approximating to those ruling when the transactions took place are used. All assets and liabilities of foreign operations are translated at the rate ruling at the end of reporting period. Exchange differences arising, if any, are recognised in other comprehensive income and accumulated in equity as translation reserve.

On disposal of a foreign operation, the cumulative exchange differences recognised in the translation reserve relating to that operation up to the date of disposal are reclassified to profit or loss as part of the profit or loss on disposal.

4. 重大會計政策概要 (續)**4.3 外幣 (續)**

結算貨幣項目以及換算貨幣項目產生的匯兌差額於其產生期間內於損益確認。重新換算按公平值列賬的非貨幣項目產生的匯兌差額計入期內損益，惟重新換算已於其他全面收益確認的收益及虧損所涉及的非貨幣項目產生的差額除外，在此情況下，匯兌差額亦於其他全面收益確認。

於綜合入賬時，海外業務的收支項目按年內的平均匯率換算為本集團的呈列貨幣（即港元），惟匯率於期內大幅波動的情況則除外，在此情況下，使用與進行交易時通行的匯率相若的匯率。海外業務的所有資產及負債按呈報期末通行的匯率換算。所產生的匯兌差額（如有）於其他全面收益確認，並於權益內累計為換算儲備。

出售海外業務時，換算儲備內確認該業務截至出售日期止的累計匯兌差額乃重新分類至損益，作為出售損益的一部份。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.4 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and any impairment losses. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use.

Depreciation is provided to write off the cost less their estimated residual value over their estimated useful life, using straight-line method as follows:

Buildings	20 years
Leasehold improvements	4 to 5 years, or over the lease terms, whichever is shorter
Machinery	10 years
Furniture, fixtures and office equipment	3 to 5 years
Motor vehicles	4 to 5 years

The assets' estimated residual values, estimated useful lives and depreciation methods are reviewed, and adjusted if appropriate, at least at the end of each reporting date.

Gain or loss arising on retirement or disposal is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other costs, such as repairs and maintenance, are charged to profit or loss during the period in which they are incurred.

4. 重大會計政策概要 (續)

4.4 物業、廠房及設備

物業、廠房及設備按成本減累計折舊及任何減值虧損後列賬。物業、廠房及設備項目的成本包括其購入價及使資產達致其擬定用途的運作狀況及地點的任何直接應佔成本。

折舊乃按各物業、廠房及設備項目的估計可使用年期以直線法撇銷其成本至其剩餘價值，載列如下：

樓宇	二十年
租賃物業裝修	四至五年，或租賃期滿 (以較短者為準)
機器	十年
傢俬、裝置及辦公室設備	三至五年
汽車	四至五年

資產的估計剩餘價值、估計可使用年期及折舊方法最少於各呈報期末進行評審及在適當時進行調整。

因廢棄或出售而產生的損益，按出售相關資產所得款項與其賬面值的差額釐定，並於損益賬中確認。

期後成本僅會在項目相關的未來經濟利益可能會流入本集團及能可靠地計量項目成本時，方會計入資產賬面值或確認為獨立資產。維護及保養等所有其他成本均於其產生的期間自損益表扣除。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.5 Payments for leasehold land held for own use under operating lease**

Payments for leasehold land held for own use under operating lease represent up-front payments to acquire long-term interests in lessee-occupied properties. These payments are stated at cost and are amortised over the period of the lease on straight-line method as an expense.

4.6 Leasing

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to lessee. All other leases are classified as operating leases.

The Group as lessee

Assets held under finance leases are initially recognised as assets at their fair value or, if lower, the present value of the minimum lease payments. The corresponding lease commitment is shown as a liability. Lease payments are analysed between capital and interest. The interest element is charged to profit or loss over the period of the lease and is calculated so that it represents a constant proportion of the lease liability. The capital element reduces the balance owed to the lessor.

The total rentals payable under the operating leases are recognised in profit or loss on straight-line method over the lease term. Lease incentives received are recognised as an integrated part of the total rental expense, over the term of the lease.

4. 重大會計政策概要 (續)**4.5 於經營租約下持作自用的租賃土地付款**

於經營租約下持作自用的租賃土地付款指用以收購承租人佔用物業長期權益的預付款。該等預付款乃按成本列賬，並作為開支按租期以直線法攤銷。

4.6 租賃

倘租約條款列明擁有權的絕大部份風險及回報轉讓予承租人，則該租約分類為融資租賃。所有其他租約均列作經營租約。

本集團作為承租人

按融資租賃持有的資產初步按其公平值或（如較低）最低租金的現值確認為資產。相關租賃承擔乃列作負債。租金可根據資本及利息分析。利息部份按租期自損益扣除，並予以計算以使其於租賃負債中佔有固定比例。資本部份則扣除結欠出租人的餘額。

根據經營租約，應付的總租金按租期以直線法在損益中扣除。已收租金優惠於租期內確認為總租金開支的組成部份。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.7 Financial instruments

(i) Financial assets

The Group classifies its financial assets at initial recognition, depending on the purpose for which the asset was acquired. Financial assets at fair value through profit or loss are initially measured at fair value and all other financial assets are initially measured at fair value plus transaction costs that are directly attributable to the acquisition of the financial assets. Regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. A regular way purchase or sale is a purchase or sale of a financial asset under a contract whose terms require delivery of the asset within the time frame established generally by regulation or convention in the marketplace concerned.

Financial assets at fair value through profit or loss

These assets include financial assets held for trading and financial assets designated upon initial recognition as at fair value through profit or loss. Financial assets are classified as held for trading if they are acquired for the purpose of sale in the near term. Derivatives are also classified as held for trading unless they are designated as effective hedging instruments or financial guarantee contracts.

Where a contract contains one or more embedded derivatives, the entire hybrid contract may be designated as a financial asset at fair value through profit or loss, except where the embedded derivative does not significantly modify the cash flows or it is clear that separation of the embedded derivative is prohibited.

4. 重大會計政策概要 (續)

4.7 金融工具

(i) 財務資產

本集團於初次確認時按照收購資產之目的對其財務資產進行分類。以公平值計量且變動計入當期損益的財務資產初次按公平值計量，而所有其他財務資產則初次按公平值加收購該財務資產直接發生的交易成本計量。常規財務資產買賣於交易日確認或終止確認。常規買賣指根據條款要求在規例或有關市場慣例下訂立的時限內交付資產的財務資產買賣。

以公平值計量且變動計入當期損益的財務資產

該資產包括持作交易的財務資產及於初始確認時被指定為以公平值計量且變動計入當期損益的財務資產。財務資產如以短期賣出為目的而購買，則分類為持作交易。衍生工具亦分類為持作交易，惟被指定作為實際對沖工具或金融擔保合約者除外。

倘一項合約包括一項或多項內含衍生工具，整體混合式合約可被指定為以公平值計量且變動計入當期損益的財務資產，惟倘內含衍生工具不會對現金流量造成重大變動或明顯禁止分開內含衍生工具的情況除外。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.7 Financial instruments** (Continued)**(i) Financial assets** (Continued)

Financial assets at fair value through profit or loss
(Continued)

Financial assets may be designated upon initial recognition as at fair value through profit or loss if the following criteria are met: (i) the designation eliminates or significantly reduces the inconsistent treatment that would otherwise arise from measuring the assets or recognising gains or losses on them on a different basis; (ii) the assets are part of a group of financial assets which is managed and its performance evaluated on a fair value basis according to a documented management strategy; or (iii) the financial asset contains an embedded derivative that would need to be separately recorded.

Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value, with changes in fair value recognised in profit or loss in the period in which they arise.

Loans and receivables

These assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise principally through the provision of goods and services to customers (trade debtors), and also incorporate other types of contractual monetary asset. Subsequent to initial recognition, they are carried at amortised cost using the effective interest method, less any identified impairment losses.

4. 重大會計政策概要 (續)**4.7 金融工具** (續)**(i) 財務資產** (續)

以公平值計量且變動計入當期損益的財務資產 (續)

倘符合以下條件，則可於初次確認時將財務資產指定為以公平值計量且變動計入當期損益：(i) 該分類消除或大幅減少按不同基準計量資產或確認其盈虧所導致的不一致入賬方法；(ii) 該等資產為根據明文規定的風險管理政策按公平值基準管理及評估表現的財務資產組別一部分；或(iii) 財務資產包括需獨立列賬的內含衍生工具。

於初次確認後，以公平值計量且變動計入當期損益的財務資產按公平值計量，公平值產生變動時於當期損益內確認。

貸款及應收款項

該等資產是指在活躍市場中沒有報價、回收金額固定或可確定的非衍生財務資產。該等資產主要於向客戶（貿易債務人）提供貨物及服務過程中產生，但同時亦包括其他類別的合約貨幣資產。於初次確認後，該等資產以實際利率法按攤銷成本減去任何已識別減值虧損入賬。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.7 Financial instruments (Continued)

(i) **Financial assets** (Continued)

Cash and cash equivalents

Cash and cash equivalents, including cash and bank balances, comprise cash on hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. For the purpose of cash flows presentation, cash and cash equivalents include bank overdrafts which are repayable on demand and form an integral part of the Group's cash management.

(ii) **Impairment loss on financial assets**

The Group assesses, at the end of each reporting period, whether there is any objective evidence that financial asset is impaired. Financial asset is impaired if there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset and that event has an impact on the estimated future cash flows of the financial asset that can be reliably estimated. Evidence of impairment may include:

- significant financial difficulty of the debtor;
- a breach of contract, such as a default or delinquency in interest or principal payments;
- granting concession to a debtor because of debtor's financial difficulty; and
- it becoming probable that the debtor will enter bankruptcy or other financial reorganisation.

4. 重大會計政策概要 (續)

4.7 金融工具 (續)

(i) **財務資產 (續)**

現金及現金等值項目

現金及現金等值項目(包括現金及銀行結存)由以下項目組成:手頭現金及活期存款,以及可隨時轉換為已知金額的現金且不存在重大價值變動風險的其他短期高流動性投資。就現金流量呈報而言,現金及現金等值項目包括須按通知償還的銀行透支,其為本集團現金管理的組成部分。

(ii) **財務資產的減值虧損**

於各呈報期末,本集團會評估是否有財務資產存在減值的任何客觀證據。倘因初次確認資產後發生的一項或多項事件導致存在客觀減值證據,而該項事件對財務資產的估計未來現金流量所造成的影響能夠可靠估計,則該財務資產出現減值。減值證據可包括:

- 債務人的重大財政困難;
- 違約,例如拖欠或到期未付利息或本金款項;
- 由於債務人的財政困難而向債務人發出特別許可;及
- 債務人有可能陷入破產或其他財務重組。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.7 Financial instruments** (Continued)**(ii) Impairment loss on financial assets** (Continued)

An impairment loss on loans and receivables is recognised in profit or loss when there is objective evidence that the asset is impaired, and is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the original effective interest rate. The carrying amount of financial asset is reduced through the use of an allowance account. When any part of financial asset is determined as uncollectible, it is written off against the allowance account for the relevant financial asset.

(iii) Financial liabilities

The Group classifies its financial liabilities, depending on the purpose for which the liabilities were incurred. Financial liabilities at amortised costs are initially measured at fair value, net of directly attributable costs incurred.

The Group's financial liabilities at amortised cost include trade and bills payables, accruals and other payables and interest-bearing borrowings.

4. 重大會計政策概要 (續)**4.7 金融工具** (續)**(ii) 財務資產的減值虧損** (續)

當有客觀證據顯示資產發生減值，會在損益確認減值虧損，減值額按資產賬面值與按原實際利率折現的估計未來現金流量現值的差額計量。財務資產賬面值透過使用撥備賬目予以撇減。倘財務資產的任何部分被認定為無法收回，會於相關財務資產的撥備賬目將該部分撇賬。

(iii) 財務負債

本集團按照產生負債之目的將其財務負債分類。按攤銷成本列賬的財務負債初次會按公平值扣除所產生的直接應計成本計量。

本集團按攤銷成本列賬的財務負債包括貿易應付款項及應付票據、預提費用及其他應付款項以及計息借貸。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.7 Financial instruments (Continued)

(iii) Financial liabilities (Continued)

(a) Interest-bearing borrowings

Interest-bearing borrowings are recognised initially at fair value, net of transaction costs incurred. Interest-bearing borrowings are subsequently stated at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in profit or loss over the period of the loans using the effective interest method.

Interest-bearing borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the end of each reporting period.

(b) Other financial liabilities

All other financial liabilities are recognised initially at their fair value, net of directly attributable transaction costs incurred and subsequently measured at amortised cost, using the effective interest method.

4. 重大會計政策概要 (續)

4.7 金融工具 (續)

(iii) 財務負債 (續)

(a) 計息借貸

計息借貸最初按公平值減交易成本後確認。計息借貸其後按攤銷成本列賬，所得款項（扣除交易成本後）與贖回價值之間的任何差額以實際利率法於貸款期間在損益內確認。

計息借貸分類為流動負債，惟本集團有權無條件將債務償還日期延至各呈報期末後至少十二個月。

(b) 其他財務負債

所有其他財務負債初步按公平值減直接應佔交易成本確認，其後以實際利率法按攤銷成本計量。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.7 Financial instruments** (Continued)**(iv) Effective interest method**

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

(v) Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the original or modified terms of a debt instrument. A financial guarantee contract issued by the Group and not designated as at fair value through profit or loss is recognised initially at its fair value less transaction costs that are directly attributable to the issue of the financial guarantee contract. Subsequent to initial recognition, the Group measures the financial guarantee contract at the higher of: (i) the amount determined in accordance with HKAS 37 Provisions, Contingent Liabilities and Contingent Assets; and (ii) the amount initially recognised less, when appropriate, cumulative amortisation recognised in accordance with HKAS 18 Revenue.

4. 重大會計政策概要 (續)**4.7 金融工具 (續)****(iv) 實際利率法**

實際利率法乃計算財務資產或財務負債的攤銷成本及於有關期間分配利息收入或利息開支的方法。實際利率乃於財務資產或負債的預計有效年期或(如適用)較短期間內準確貼現估計未來現金收入或付款的利率。

(v) 金融擔保合約

金融擔保合約指規定發行人須支付特定款項以償付持有人因指定債務人未能根據債務工具的原先或經修訂條款支付到期款項產生的虧損的合約。本集團發行而未被指定為以公平值計量且變動計入當期損益的金融擔保合約乃初次按其公平值減發行金融擔保合約而直接產生的交易成本予以確認。於初始確認後，本集團按(i)根據香港會計準則第37號「撥備、或然負債和或有資產」釐定的金額；及(ii)初次確認金額減(視情況而定)根據香港會計準則第18號「收益」確認的累計攤銷兩者間的較高者計量。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.7 Financial instruments (Continued)

(vi) Derivative financial instruments

Derivative financial instruments, in individual contracts or separated from hybrid financial instruments, are initially recognised at fair value on the date the derivative contract is entered into and subsequently remeasured at fair value. Derivatives that are not designated as hedging instruments are accounted for as financial assets or financial liabilities at fair value through profit or loss. Gains or losses arising from changes in fair value are taken directly to profit or loss for the year.

(vii) Derecognition

The Group derecognises a financial asset when the contractual rights to the future cash flows in relation to the financial asset expire or when the financial asset has been transferred and the transfer meets the criteria for derecognition in accordance with HKAS 39.

Financial liabilities are derecognised when the obligation specified in the relevant contract is discharged, cancelled or expires.

4.8 Inventories

Inventories are initially recognised at cost, and subsequently at the lower of cost and net realisable value. Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

4. 重大會計政策概要 (續)

4.7 金融工具 (續)

(vi) 衍生金融工具

獨立合約內或獨立於混合金融工具的衍生金融工具，於訂立衍生工具合約當日初步按公平值確認，其後按公平值重新計量。並無指定為對沖工具的衍生工具會作為以公平值計量且變動計入當期損益的財務資產或財務負債入賬。年內公平值變動產生的收益或虧損直接計入損益。

(vii) 終止確認

凡收取財務資產所帶來的未來現金流量的合約權利期間屆滿，或財務資產經已轉讓，而轉讓符合香港會計準則第39號規定的終止確認準則，則本集團終止確認該財務資產。

當有關合約中訂明的責任獲解除、註銷或屆滿時，則會終止確認財務負債。

4.8 存貨

存貨初次按成本確認，其後按成本或可變現淨值兩者孰低者確認。成本包括所有採購成本、轉換成本及使存貨到達目前地點及狀態所產生的其他成本。成本乃採用加權平均法釐定。可變現淨值按日常業務過程中的估計售價減估計完工成本及銷售所必需的估計費用計算。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.9 Share capital**

Ordinary shares are classified as equity. Share capital is determined using the nominal value of shares that have been issued.

Any transaction costs associated with the issuing of shares are deducted from share premium (net of any related income tax benefit) to the extent they are incremental costs directly attributable to the equity transaction.

4.10 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of return, discounts, rebate and sales related taxes. Revenue from sales of goods is recognised on transfer of risks and rewards of ownership, which is at the time of delivery and the title is passed to customer.

Interest income is accrued on time-proportion basis on the principal outstanding at the applicable interest rate; and

Sample income is recognised on the transfer of significant risks and rewards of ownership to the customer. This is usually taken at the time when the samples are delivered and the customer has accepted the samples.

4. 重大會計政策概要 (續)**4.9 股本**

普通股乃分類為權益。股本乃採用已發行股份的面值釐定。

與發行股份相關的任何交易成本乃自股份溢價（扣除任何相關所得稅利益）中扣除，惟僅限於直接來自權益交易的遞增成本。

4.10 收入確認

收入按已收或應收代價的公平值計算，乃指於日常業務過程中所提供貨物及服務應收的款項，扣除退貨、折扣、回扣及銷售相關稅項。來自銷售貨品的收入乃於擁有權的風險及回報轉移時確認，即貨物交付予及所有權轉給客戶之時。

利息收入乃根據未償還本金按適用利率按時間比例累計；及

製作貨版收入於擁有權的重大風險及回報轉移至客戶時確認，此情況通常於貨版已付運及客戶已接收貨版時發生。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.11 Income taxes

Income taxes for the year comprise current tax and deferred tax.

Current tax is based on the profit or loss from ordinary activities adjusted for items that are non-assessable or disallowable for income tax purposes and is calculated using tax rates that have been enacted or substantively enacted at the end of reporting period.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for tax purposes. Except for goodwill and recognised assets and liabilities that affect neither accounting nor taxable profits, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Deferred tax is measured at the tax rates appropriate to the expected manner in which the carrying amount of the asset or liability is realised or settled and that have been enacted or substantively enacted at the end of reporting period.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

Income taxes are recognised in profit or loss except when they relate to items recognised in other comprehensive income in which case the taxes are also recognised in other comprehensive income or when they relate to items recognised directly in equity in which case the taxes are also recognised directly in equity.

4. 重大會計政策概要 (續)

4.11 所得稅

年度的所得稅包括當期稅項及遞延稅項。

當期稅項乃根據日常業務的溢利或虧損，就所得稅而言對毋須課稅或不可扣減的項目作出調整，按呈報期末已制定或大致上制定的稅率計算。

遞延稅項乃就財務報告目的的資產與負債的賬面值與就稅務目的之相應數值的暫時差異確認。除不影響會計或應課稅溢利的商譽和已確認資產與負債外，就所有應課稅暫時差異確認遞延稅項負債。倘有應課稅溢利，讓可扣減的暫時差異得被使用，則確認相應的遞延稅項資產。遞延稅項乃按適用於資產或負債的賬面值獲變現或結算的預期方式及於各呈報期末已制定或大致上制定的稅率計量。

遞延稅項負債乃於投資附屬公司產生應課稅暫時性差額時確認，惟倘本集團能夠控制暫時性差額的撥回且該暫時性差額在可預見將來將不可能撥回者則除外。

所得稅於損益確認，惟倘其與其他全面收益確認的項目有關，則該等稅項亦於其他全面收益確認；或倘其與直接於權益確認的項目有關，則該等稅項亦直接於權益確認。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.12 Employee benefit****(i) Defined contribution retirement plan**

The Group's entities incorporated in Hong Kong manages a defined contribution Mandatory Provident Fund Scheme (the "MPF Scheme"), a defined contribution scheme managed by an independent trustee for those employees who are eligible to participate in the MPF scheme. The Group makes contributions based on a percentage of the eligible employees' salaries funded by the Group and are charged to profit or loss as they become payable in accordance with the rules of the MPF scheme.

The Group's entities established in the People's Republic of China, excluding Hong Kong and Macau (the "PRC") make monthly contributions to a state-sponsored defined contribution scheme for the local staff. The contributions are made at a specific percentage on the standard salary pursuant to laws of the PRC and relevant regulation issued by local social security authorities.

In addition, the Group's entities incorporated in the United States of America (the "USA") make monthly contributions to a defined contribution scheme under the relevant federal program for the local staff. The Group makes contributions based on a percentage of the local staff's funded by the Group and are charged to profit or loss as they become payable in the rules of the scheme.

Contributions to defined contribution retirement plans are recognised as an expense in profit or loss when the services are rendered by the employees.

4. 重大會計政策概要 (續)**4.12 僱員福利****(i) 界定供款退休計劃**

於香港註冊成立的集團實體管理一項界定供款強制性公積金計劃(「強積金計劃」)，該界定供款計劃由獨立信託人為合資格參與強積金計劃的僱員進行管理。本集團按合資格僱員薪金的百分比以集團本身資源作出供款，有關供款於應付時根據強積金計劃規則在損益扣除。

於中華人民共和國(不包括香港及澳門)(「中國」)成立的集團實體每月為當地職工向國家籌辦界定供款計劃作出供款。供款乃根據中國法例及地方社會保障主管部門頒佈的有關規例按標準薪金的指定百分比作出。

此外，於美利堅合眾國(「美國」)成立的集團實體每月為當地職工向聯邦政府所設機制下的界定供款計劃作出供款。本集團按當地職工薪金的百分比以集團本身資源作出供款，有關供款於應付時根據計劃規則在損益扣除。

對界定供款退休計劃的供款在僱員提供服務時於損益確認為開支。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.12 Employee benefit (Continued)

(ii) Short-term employee benefits

Short-term employee benefits are employee benefits (other than termination benefits) that are expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related service.

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the reporting date.

Non-accumulating compensated absences such as sick leave and maternity leave are not recognised until the time of leave.

4.13 Impairment of other assets

At the end of each reporting period, the Group reviews the carrying amounts of property, plant and equipment, payments for leasehold land held for own use under operating lease and interests in subsidiaries to determine whether there is any indication that those assets have suffered an impairment loss or an impairment loss previously recognised no longer exists or may have decreased.

If the recoverable amount (i.e. the greater of the fair value less costs to sell and value in use) of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

4. 重大會計政策概要 (續)

4.12 僱員福利 (續)

(ii) 短期僱員福利

短期僱員福利是指預計在僱員提供了相關服務的年度呈報期末後十二個月以前將全數結付的僱員福利(離職福利除外)。

僱員放年假的權利於僱員獲得假期時確認。本集團就截至報告日期止僱員已提供的服務而產生的年假的估計負債作出撥備。

病假及產假等非累積性帶薪休假直至告假時方予確認。

4.13 其他資產減值

於各呈報期末，本集團檢討物業、廠房及設備、於經營租約項下持作自用的租賃土地的付款以及於附屬公司之權益的賬面值，以釐定是否有跡象顯示該等資產已出現減值虧損，或先前確認的減值虧損不復存在或可能已減少。

倘資產的可收回金額(即公平價值減銷售成本與使用價值兩者的較高者)估計少於其賬面值，則該項資產的賬面值將降至其可收回金額。減值虧損乃即時確認為開支。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.13 Impairment of other assets** (Continued)

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income immediately.

4.14 Capitalisation of borrowing costs

Borrowing costs attributable directly to the acquisition, construction or production of qualifying assets which require a substantial period of time to be ready for their intended use or sale, are capitalised as part of the cost of those assets. Income earned on temporary investments of specific borrowings pending their expenditure on those assets is deducted from borrowing costs capitalised. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

4.15 Provisions and contingent liabilities

Provisions are recognised for liabilities of uncertain timing or amount when the Group has a legal or constructive obligation arising as a result of a past event, which it is probable that an outflow of economic benefits that can be reliably estimated will be resulted.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, the existence of which will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

4. 重大會計政策概要 (續)**4.13 其他資產減值 (續)**

倘減值虧損其後撥回，則資產賬面值將提高至其修訂後的估計可收回金額，惟受限於經提高的賬面值不得超過往年該項資產在無已確認減值虧損的情況下原應釐定的賬面值。撥回的減值虧損乃即時確認為收入。

4.14 借貸成本的資本化

直接用於收購、建造或生產合資格資產（須經過一段相當長的時間方可達到預定用途或可供銷售的資產）的借貸成本均資本化為該等資產成本的一部份。在特定借貸撥作該等資產支出前暫時用作投資所賺取的收入須自資本化的借貸成本中扣除。所有其他借貸成本於產生期間於損益內確認。

4.15 撥備及或然負債

當本集團因過去事項而須承擔法定或合約義務，而所需要付出的經濟效益可以可靠估計時，便為未確定時間或金額的負債確認撥備。

如果經濟利益需要外流的可能性不大，或不能對數額作出可靠估計，則有關義務會作為或然負債披露，惟若經濟利益外流的可能性極低則作別論。如有可能產生的義務，其存在僅能以一個或數個未來事項的發生或不發生來證實，亦披露為或然負債，除非經濟利益外流的可能性極低則作別論。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4.16 Related parties

- (a) A person or a close member of that person's family is related to the Group if that person:
 - (i) has control or joint control over the Group;
 - (ii) has significant influence over the Group; or
 - (iii) is a member of key management personnel of the Group or the Company's parent.
- (b) An entity is related to the Group if any of the following conditions apply:
 - (i) The entity and the Group are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) Both entities are joint ventures of the same third party.
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.

4. 重大會計政策概要 (續)

4.16 關聯方

- (a) 倘適用下列情況，該名人士或該名人士的近親家屬成員便被視為與本集團有關聯：
 - (i) 對本集團有控制權或共同控制權；
 - (ii) 對本集團有重大影響力；或
 - (iii) 為本集團或本公司母公司主要管理人員。
- (b) 倘適用下列情況，該實體便被視為與本集團有關聯：
 - (i) 該實體及本集團屬同一集團的成員（即各母公司、附屬公司及同系附屬公司互相關聯）。
 - (ii) 一個實體為另一實體的聯繫人士或合營企業（或為某一集團的成員的聯繫人士或合營企業，而該另一實體為此集團的成員）。
 - (iii) 兩個實體皆為相同第三方的合營企業。
 - (iv) 一個實體為第三實體的合營企業及另一實體為第三實體的聯繫人士。

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4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**4.16 Related parties** (Continued)

(b) (Continued)

- (v) The entity is a post-employment benefit plan for the benefit of the employees of the Group or an entity related to the Group.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of key management personnel of the entity (or of a parent of the entity).
- (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the parent of the Group.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity and include:

- (i) that person's children and spouse or domestic partner;
- (ii) children of that person's spouse or domestic partner; and
- (iii) dependents of that person or that person's spouse or domestic partner.

4. 重大會計政策概要 (續)**4.16 關聯方** (續)

(b) (續)

- (v) 該實體為本集團或與本集團有關聯的實體的僱員福利而設的離職後福利計劃。
- (vi) 該實體受(a)部所識別的人士控制或共同控制。
- (vii) 於(a)(i)所識別對實體有重大影響的人士，或是實體（或實體的母公司）高級管理人員。
- (viii) 該實體或其所屬集團的任何成員公司向本集團或本集團之母公司提供主要管理人員服務。

某一人士的近親家屬成員指預期可影響該人士與實體進行買賣或於買賣時受該人士影響的有關家屬成員並包括：

- (i) 該名人士子女及配偶或家庭伴侶；
- (ii) 該名人士的配偶或家庭伴侶的子女；及
- (iii) 該名人士或該名人士的配偶或家庭伴侶的受供養人。

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5. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

(a) Income taxes

The Group is subject to income taxes in a number of jurisdictions. Significant judgment is required in determining the worldwide provision for income taxes, timing of payment of related taxes and interpretation of relevant tax regulations. There are transactions and calculations for which the ultimate tax determination is uncertain. The Group recognises liabilities for anticipated tax based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

In addition, deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences can be utilised. This requires significant judgement on the tax treatments of certain transactions and also assessment on the probability that adequate future taxable profits will be available for the deferred tax assets to be recovered.

5. 重要會計判斷及估算不確定因素的主要來源

估計及判斷須持續評估，並基於過往經驗及其他因素，包括在有關情況下相信為對未來事件的合理預期。

本集團就未來作出估計及假設。得出的會計估計顧名思義甚少相等於相關實際結果。具有重大風險導致下個財政年度內資產與負債的賬面值出現重大調整的估計及假設討論如下：

(a) 所得稅

本集團在多個司法權區須繳納所得稅。於釐定所得稅的全球撥備、相關稅額付款時間及對相關稅法之解釋時須作出重大判斷。若干交易及計算方式均難以確定最終稅項。本集團根據估計額外稅項是否到期，就預計稅項確認負債。倘該等事項最終所得的稅項與最初錄得的款額有所差異，有關差額將影響作出有關釐定期間的所得稅及遞延稅項撥備。此外，遞延稅項資產按可能出現可供動用可扣減臨時差額的未來應課稅溢利而予以確認。此舉需要就若干交易的稅務處理方法作重大判斷，亦需評估是否有充足未來應課稅溢利以收回遞延稅項資產的可能性。

倘很可能有應課稅溢利，讓可扣減的暫時差異得被使用，則確認相應的遞延稅項資產。這要求就若干交易的稅務處理作出重大判斷，並要求評估未來有足夠的應課稅溢利以供收回遞延稅項資產的可能性。

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5. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY (Continued)**(b) Impairment of receivables**

Provision policy for doubtful debts of the Group is based on the ongoing evaluation of the collectability and ageing analysis of the outstanding receivables and on the management's judgement. A considerable amount of judgement is required in assessing the ultimate realisation of these receivables, including creditworthiness and the past collection history of each customer and the related parties. If the financial conditions of the customers and other debtors of the Group were to deteriorate, resulting in an impairment of their ability to make payments, additional impairment may be required.

(c) Impairment of inventories

Management of the Group reviews the inventories at each reporting date, and makes allowance for impairment of obsolete, slow-moving and impaired items. Management estimates the net realisable value for such inventories based primarily on the expected future market conditions and the estimated selling price. The Group makes allowance for impairment if the net realisable value is below the carrying amount.

(d) Impairment of non-financial assets

The Group assesses at the end of each reporting period whether there is an indication that an asset may be impaired. If any such indication exists, the Group makes an estimate of the recoverable amount of the asset. This requires an estimation of the value-in-use of the cash-generating unit (the "CGU") to which the asset is allocated. Estimating the value-in-use requires the Group to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows. A change in the estimated future cash flows and/or the discount rate applied will result in an adjustment to the estimated impairment provision previously made.

5. 重要會計判斷及估算不確定因素的主要來源 (續)**(b) 應收款項減值**

本集團有關呆賬的撥備政策乃基於對未償應收款項的可收回程度及賬齡分析的持續評估以及管理層的判斷。在評估該等應收款項最終能否變現時，須計及多項重要因素，包括每名客戶及關聯方的信用度及過往還款記錄。倘本集團客戶及其他債務人的財務狀況轉壞，導致其支付能力降低，則可能需要作更多減值。

(c) 存貨減值

本集團管理層於各呈報日審閱存貨，並對過時、滯銷及減值項目進行減值準備。管理層主要根據預期未來市況及估計售價估計該等存貨的可變現淨值。本集團對可變現淨值低於賬面值的項目作出減值準備。

(d) 非財務資產減值

本集團於各報告期末評估是否存在顯示資產可能出現減值的跡象。倘存在任何有關跡象，本集團則會對資產的可收回金額作出估計，當中須對資產獲分配的現金產生單位的使用價值作出估計。估計使用價值需要本集團就來自現金產生單位的預期未來現金流量作出估計，並選擇合適的貼現率以計算該等現金流量的現值。估計未來現金流量及/或所採用的貼現率的變動將導致過往作出的估計減值撥備需作出調整。

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5. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY (Continued)

(e) Estimated useful lives of property, plant and equipment

In determining the useful lives of property, plant and equipment, the Group has to consider various factors, such as expected usage of the asset, expected physical wear and tear, the care and maintenance of the asset, and legal or similar limits on the use of the asset. The estimation of the useful life of the asset is made based on the experience of the Group with similar assets that are used in a similar way. Depreciation charge is revised if the estimated useful lives of items of property, plant and equipment are different from the previous estimation. Estimated useful lives are reviewed, at the end of each reporting period, based on changes in circumstances.

6. SEGMENT INFORMATION

An operating segment is a component of the Group that is engaged in business activities from which the Group may earn revenue and incur expenses, and is identified on the basis of the internal management reporting information that is provided to and regularly reviewed by the Group's chief operating decision maker in order to allocate resources and assess performance of the segment. The information reported to the executive directors, who are the chief operating decision makers for the purpose of resource allocation and assessment of performance, do not contain profit or loss information of each product line or geographical area and the executive directors reviewed the financial result of the Group as a whole reported under HKFRSs. Therefore, the executive directors have determined that the Group has only one single business component/reportable segment as the Group is only engaged in manufacturing and trading of apparels. The executive directors allocate resources and assess performance on an aggregated basis. Accordingly, no operating segment is presented.

5. 重要會計判斷及估算不確定因素的主要來源 (續)

(e) 物業、廠房及設備的估計可使用年期

於釐定物業、廠房及設備的可使用年期時，本集團須考慮多種因素，例如資產的預期用途、預期實質磨損、資產的保養及維護、以及動用資產的法律或類似限制。資產的可使用年期的估計乃按本集團於用途相近的類似資產的經驗而作出。倘物業、廠房及設備項目的估計可使用年期與過往的估計不同，則會修訂折舊費用。於各報告期末，可使用年期乃按情況改變進行審閱。

6. 分部資料

經營分部乃本集團從事可賺取收益及引致開支的商業活動的一個組成部分，本集團的最高營運決策人獲提供及定期審閱以作為分部資源分配及表現評估的內部管理呈報資料為基礎而確定經營分部。就本年度而言，向身為最高營運決策人的執行董事匯報以作為分部資源分配及表現評估的該等資料，並沒有每類產品系列或地區的損益資料，而執行董事是整體地審閱本集團根據香港財務報告準則呈報的財務業績，故此，鑑於本集團僅從事成衣製造及貿易，執行董事認為本集團只有單一個業務組成部分／可呈報分部。執行董事按綜合基準分配資源及評估表現，據此，並無呈列經營分部。

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6. SEGMENT INFORMATION (Continued)

The Company is an investment holding company and the principal places of the Group's operations are in the PRC and Hong Kong. Management determines the Group is domiciled in Hong Kong, which is the Group's principal operating location.

The Group's revenue from external customers is divided into the following geographical areas:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
The USA	美國	258,796	253,710
Canada	加拿大	102,887	123,762
Others	其他國家	10,042	2,243
		371,725	379,715

Geographical location of external customers is based on the location at which the customers are domiciled. No revenue was attributable to Hong Kong, the place that the Group is domiciled, during the years presented.

The principal non-current assets held by the Group are located in the PRC. Insignificant portion of the non-current assets is located in Hong Kong, the place that the Group is domiciled at the reporting date.

6. 分部資料 (續)

本公司為一間投資控股公司，而本集團營運的主要地點位於中國及香港。管理層將香港定為本集團居籍所在地，香港亦為本集團的主要經營地點。

本集團來自外界客戶的收入按以下地區劃分：

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
The USA	美國	258,796	253,710
Canada	加拿大	102,887	123,762
Others	其他國家	10,042	2,243
		371,725	379,715

外界客戶的地理位置是根據客戶居籍地劃分。於所列年度本集團的居籍地香港並無錄得收入。

本集團持有的主要非流動資產均位於中國。於報告日期，只有少量非流動資產位於本集團的居籍地香港。

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6. SEGMENT INFORMATION (Continued)

Revenue from each of the major customers which accounted for 10% or more of the Group's revenue for the year is set out below:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Customer A	客戶甲	101,565	123,762
Customer B	客戶乙	85,510	86,873
Customer C	客戶丙	53,589	56,075
Customer D	客戶丁	N/A 不適用*	43,459
Customer E	客戶戊	51,399	38,731

* Accounted for less than 10% of the Group's revenue

As at 31 December 2015, 77% (2014: 88%) of the Group's trade receivables were due from four (2014: five) major customers.

7. REVENUE, OTHER INCOME AND GAINS

Revenue represents the sales of apparels, net of returns, discounts, rebates and sales related taxes.

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

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Revenue	收入		
Sale of goods	銷售貨品	371,725	379,715
Other income and gains	其他收入及收益		
Gain on disposals of property, plant and equipment	出售物業、廠房及設備收益	30	27
Interest income	利息收入	360	377
Sample income	貨版收入	-	399
Sundry income	雜項收益	207	190
		597	993

6. 分部資料 (續)

來自年內佔本集團收入10%或以上的各主要客戶的收入載列如下：

	2015 HK\$'000 千港元	2014 HK\$'000 千港元
客戶甲	101,565	123,762
客戶乙	85,510	86,873
客戶丙	53,589	56,075
客戶丁	N/A 不適用*	43,459
客戶戊	51,399	38,731

* 所佔不足本集團收入10%

於二零一五年十二月三十一日，四名（二零一四年：五名）主要客戶的結欠額分別佔本集團貿易應收款項77%（二零一四年：88%）。

7. 收入、其他收入及收益

收入指來自銷售成衣的收入，並已減去退貨、折扣、回扣及與銷售有關的稅項。

收入、其他收入及收益的分析如下：

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8. FINANCE COSTS

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Interest on borrowings	借貸利息	108	251
Interest on obligations under finance leases	融資租賃承擔的利息	50	44
		158	295

8. 融資成本

9. PROFIT BEFORE INCOME TAX

Profit before income tax is arrived at after charging:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Amortisation of payments for leasehold land held for own use under operating lease	於經營租約下持作自用 的租賃土地付款攤銷	54	54
Auditor's remuneration	核數師酬金	600	570
Cost of inventories recognised as expense	已確認為開支的存貨成本	278,906	285,628
Depreciation of property, plant and equipment	物業、廠房及設備折舊	1,974	2,076
Foreign exchange losses, net	匯兌虧損淨額	1,406	1,124
Operating lease charges in respect of land and buildings	土地及樓宇經營租約費用	3,695	3,628
Employee benefit expense (including directors' emoluments (note 10))	僱員福利開支 (包括董事酬金 (附註10))		
– Wages and salaries	– 工資及薪金	51,393	49,199
– Pension scheme contribution – defined contribution plans	– 退休計劃供款 – 界定供款計劃	2,616	2,429
– Other benefits	– 其他福利	2,887	3,421
		56,896	55,049

9. 除所得稅前溢利

除所得稅前溢利乃經扣除下列各項後
達致：

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10. DIRECTORS' EMOLUMENTS AND FIVE HIGHEST PAID INDIVIDUALS

(a) Directors' emoluments

The emoluments of each of the directors for the years presented are set out below:

10. 董事酬金及五名最高薪人士

(a) 董事酬金

於所列年度每名董事的酬金如下：

		Fees 袍金 HK\$'000 千港元	Salaries, allowances and benefits in kind 薪金、津貼 及實物福利 HK\$'000 千港元	Pension scheme contributions 退休計劃供款 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Year ended 31 December 2015		截至二零一五年十二月三十一日止年度			
<i>Executive directors:</i>		<i>執行董事：</i>			
Mr. Chen Gang (appointed on 11 September 2015)	陳綱先生 (於二零一五年九月十一日獲委任)	-	73	-	73
Mr. Qu Chengbiao (appointed on 3 December 2015)	瞿成彪先生 (於二零一五年十二月三日獲委任)	-	19	-	19
Mr. Hubert Tien	田曉勃先生	-	1,661	18	1,679
Mr. Farzad Gozashti	Farzad Gozashti 先生	-	1,679	-	1,679
		-	3,432	18	3,450
<i>Independent non-executive directors:</i>		<i>獨立非執行董事：</i>			
Mr. Chan Kin Sang (appointed on 5 October 2015)	陳健生先生 (於二零一五年十月五日獲委任)	29	-	-	29
Mr. Lai Man Sing	黎文星先生	120	-	-	120
Ms. Luo Dan (appointed on 5 October 2015)	羅丹女士 (於二零一五年十月五日獲委任)	29	-	-	29
Mr. Tang Shu Pui, Simon (resigned on 3 December 2015)	鄧澗煒先生 (於二零一五年十二月三日辭任)	111	-	-	111
Mr. Tang Tsz Kai, Kevin	鄧子楷先生	120	-	-	120
		409	-	-	409
Total emoluments	酬金總額	409	3,432	18	3,859

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10. DIRECTORS' EMOLUMENTS AND FIVE HIGHEST PAID INDIVIDUALS (Continued)**(a) Directors' emoluments**

The emoluments of each of the directors for the years presented are set out below:

		Fees 袍金 HK\$'000 千港元	Salaries, allowances and benefits in kind 薪金、津貼 及實物福利 HK\$'000 千港元	Pension scheme contributions 退休計劃供款 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Year ended 31 December 2014	截至二零一四年 十二月三十一日止年度				
<i>Executive directors:</i>	<i>執行董事：</i>				
Mr. Hubert Tien	田曉勃先生	-	1,517	17	1,534
Mr. Farzad Gozashti	Farzad Gozashti 先生	-	1,534	-	1,534
		-	3,051	17	3,068
<i>Independent non-executive directors:</i>	<i>獨立非執行董事：</i>				
Mr. Lai Man Sing	黎文星先生	120	-	-	120
Mr. Tang Shu Pui, Simon	鄧澍培先生	120	-	-	120
Mr. Tang Tsz Kai, Kevin	鄧子楷先生	120	-	-	120
		360	-	-	360
Total emoluments	酬金總額	360	3,051	17	3,428

10. 董事酬金及五名最高薪人士 (續)**(a) 董事酬金**

於所列年度每名董事的酬金如下：

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10. DIRECTORS' EMOLUMENTS AND FIVE HIGHEST PAID INDIVIDUALS (Continued)

(b) Five highest paid individuals

The five highest paid individuals of the Group included 2 (2014: 2) directors for the year whose emoluments are reflected in note 10(a). The analysis of the emoluments of the remaining 3 (2014: 3) highest paid individuals for the year is set out below:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Salaries, allowances and benefits in kind	薪金、津貼及實物福利	6,672	5,860

Number of non-director highest paid employees whose emoluments fell within the following bands is as follows:

		Number of employees 僱員人數	
		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Nil to HK\$1,000,000	零至 1,000,000 港元	—	1
HK\$1,000,001 to HK\$1,500,000	1,000,001 港元至 1,500,000 港元	1	1
HK\$1,500,001 to HK\$2,000,000	1,500,001 港元至 2,000,000 港元	1	—
HK\$3,000,001 to HK\$3,500,000	3,000,001 港元至 3,500,000 港元	1	1
		3	3

(c) During the years ended 31 December 2015 and 2014, no director or any of the highest paid individuals waived or agreed to waive any emoluments and there were no emoluments paid by the Group to the directors or any of the highest paid individuals of the Group as an inducement to join or upon joining the Group or as compensation for loss of office.

10. 董事酬金及五名最高薪人士 (續)

(b) 五名最高薪人士

本年度本集團的五名最高薪人士包括兩名(二零一四年: 兩名)董事, 他們的酬金已反映在附註10(a)。其餘三名(二零一四年: 三名)最高薪人士於本年度的酬金分析如下:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Salaries, allowances and benefits in kind	薪金、津貼及實物福利	6,672	5,860

非董事最高薪僱員的酬金處於以下範圍:

		Number of employees 僱員人數	
		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Nil to HK\$1,000,000	零至 1,000,000 港元	—	1
HK\$1,000,001 to HK\$1,500,000	1,000,001 港元至 1,500,000 港元	1	1
HK\$1,500,001 to HK\$2,000,000	1,500,001 港元至 2,000,000 港元	1	—
HK\$3,000,001 to HK\$3,500,000	3,000,001 港元至 3,500,000 港元	1	1
		3	3

(c) 於截至二零一五年及二零一四年十二月三十一日止年度, 概無董事或任何最高薪人士放棄或同意放棄任何酬金, 且本集團概無向董事或任何最高薪人士支付任何酬金, 作為本年度加入本集團或加入後的獎賞, 或離職補償。

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11. INCOME TAX EXPENSE

11. 所得稅開支

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Current income tax charged for the year:			
Hong Kong profits tax	香港利得稅	2,189	3,910
PRC enterprise income tax ("EIT")	中國企業所得稅（「企業所得稅」）	1,385	1,963
USA corporate income tax	美國企業所得稅	80	15
		3,654	5,888

(i) Pursuant to the rules and regulations of the British Virgin Islands ("BVI") and the Cayman Islands, the Group is not subject to any taxation under these jurisdictions.

(ii) Hong Kong profits tax is calculated at 16.5% (2014: 16.5%) on the estimated assessable profits arising in Hong Kong during the year.

(iii) PRC EIT is provided at 25% (2014: 25%) on the estimated assessable profits of the Group's PRC subsidiary for the year.

(iv) Under the EIT Law of the PRC, withholding income tax is imposed on dividends declared in respect of profits earned by PRC subsidiaries from 1 January 2008 onwards. As at 31 December 2015, temporary differences relating to the undistributed profits of the PRC subsidiary amounted to HK\$21,838,000 (2014: HK\$16,054,000). No deferred tax liabilities have been recognised in respect of these differences because the Group is in a position to control the dividend policies of this subsidiary and it is probable that these profits will not be distributed in the foreseeable future.

(v) The USA corporate income tax comprises federal income tax calculated at 15% and state and local income tax calculated at various rates on the estimated assessable profits of the Group's subsidiary in the USA.

(i) 根據英屬維爾京群島（「英屬維爾京群島」）及開曼群島的規則和法例，本集團毋須繳納該等司法權區的任何稅項。

(ii) 香港利得稅按本年度在香港產生的估計應課稅溢利的16.5%（二零一四年：16.5%）計算。

(iii) 中國企業所得稅乃按本集團中國附屬公司本年度的估計應課稅溢利的25%（二零一四年：25%）計提撥備。

(iv) 根據中國企業所得稅法，自二零零八年一月一日起，將對就中國附屬公司賺取之溢利宣派的股息徵收預扣所得稅。於二零一五年十二月三十一日，與中國附屬公司的未分派盈利相關的暫時差異金額為21,838,000港元（二零一四年：16,054,000港元）。就此等差異並無確認遞延稅項負債，原因是本集團身居可控制此附屬公司股息政策的地位，而有關差異在可見將來很可能不會撥回。

(v) 美國企業所得稅包括按本集團於美國的附屬公司的估計應課稅溢利按15%計算的聯邦所得稅以及按不同稅率計算的州及地方所得稅。

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11. INCOME TAX EXPENSE (Continued)

(v) (Continued)

A reconciliation of income tax expense applicable to profit before income tax at the statutory tax rate to the income tax expense at the effective tax rate is as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Profit before income tax	除所得稅前溢利	19,386	31,567
Tax calculated at the rates applicable to profits in the tax jurisdictions concerned	以適用於有關稅務司法權區溢利的稅率計算的稅項	3,621	5,819
Tax effect of non-deductible expenses	不能扣稅開支的稅務影響	62	91
Others	其他	(29)	(22)
Income tax expense	所得稅開支	3,654	5,888

12. DIVIDENDS

No interim dividend was declared during the year (2014: Nil) and the board of directors of the Company does not recommend the payment of any final dividend for the year ended 31 December 2015 (2014: Nil).

13. EARNINGS PER SHARE

The calculations of basic earnings per share are based on the profit for the year attributable to owners of the Company of approximately HK\$15,732,000 (2014: HK\$25,679,000) and the weighted average of 600,000,000 (2014: 600,000,000) shares in issue during the year.

Diluted earnings per share are the same as the basic earnings per share as there were no dilutive potential ordinary shares in existence during the years.

11. 所得稅開支 (續)

(v) (續)

按法定稅率計算對除所得稅前溢利適用的所得稅開支，與按實際稅率釐定的所得稅開支的對賬如下：

12. 股息

本年度並無宣派中期股息（二零一四年：無），本公司董事會不建議派付截至二零一五年十二月三十一日止年度的末期股息（二零一四年：無）。

13. 每股盈利

每股基本盈利乃根據本公司擁有人應佔年度溢利約15,732,000港元（二零一四年：25,679,000港元）及年內已發行股份的加權平均數600,000,000股（二零一四年：600,000,000股）計算。

因為於年內並無任何潛在可攤薄普通股，故每股攤薄盈利等同每股基本盈利。

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14. PROPERTY, PLANT AND EQUIPMENT

14. 物業、廠房及設備

		Buildings	Leasehold improvements	Machinery	Furniture, fixtures and office equipment	Motor vehicles	Total
		樓宇	租賃物業裝修	機器	傢俬、裝置及辦公室設備	汽車	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元
At 1 January 2014	於二零一四年一月一日						
Cost	成本	17,597	5,967	3,948	8,579	1,363	37,454
Accumulated depreciation	累計折舊	(4,851)	(5,894)	(1,708)	(7,090)	(641)	(20,184)
Net carrying amount	賬面淨值	12,746	73	2,240	1,489	722	17,270
Year ended 31 December 2014	截至二零一四年十二月三十一日止年度						
Opening net carrying amount	年初賬面淨值	12,746	73	2,240	1,489	722	17,270
Additions	添置	-	-	83	1,551	-	1,634
Disposals	出售	-	-	(6)	(285)	-	(291)
Depreciation	折舊	(790)	(48)	(308)	(676)	(254)	(2,076)
Exchange differences	匯兌差額	(51)	-	(7)	(4)	(2)	(64)
Closing net carrying amount	年末賬面淨值	11,905	25	2,002	2,075	466	16,473
At 31 December 2014 and 1 January 2015	於二零一四年十二月三十一日及二零一五年一月一日						
Cost	成本	17,524	5,946	3,985	8,965	1,357	37,777
Accumulated depreciation	累計折舊	(5,619)	(5,921)	(1,983)	(6,890)	(891)	(21,304)
Net carrying amount	賬面淨值	11,905	25	2,002	2,075	466	16,473
Year ended 31 December 2015	截至二零一五年十二月三十一日止年度						
Opening net carrying amount	年初賬面淨值	11,905	25	2,002	2,075	466	16,473
Additions	添置	-	-	99	497	326	922
Disposals	出售	-	-	(3)	-	(55)	(58)
Depreciation	折舊	(776)	(6)	(308)	(660)	(224)	(1,974)
Exchange differences	匯兌差額	(629)	-	(101)	(28)	(28)	(786)
Closing net carrying amount	年末賬面淨值	10,500	19	1,689	1,884	485	14,577
At 31 December 2015	於二零一五年十二月三十一日						
Cost	成本	16,553	5,669	3,853	9,264	1,178	36,517
Accumulated depreciation	累計折舊	(6,053)	(5,650)	(2,164)	(7,380)	(693)	(21,940)
Net carrying amount	賬面淨值	10,500	19	1,689	1,884	485	14,577

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14. PROPERTY, PLANT AND EQUIPMENT (Continued)

As at 31 December 2015, the Group's buildings with net carrying amounts or approximately HK\$5,582,000 were pledged to secure the Group's bills payable (note 22).

As at 31 December 2015, the net carrying amounts of the Group's assets under finance leases included in the total amounts of furniture, fixtures and office equipment amounted to HK\$846,000 (2014: HK\$1,093,000).

15. PAYMENTS FOR LEASEHOLD LAND HELD FOR OWN USE UNDER OPERATING LEASE

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Net carrying amount at 1 January	於一月一日賬面淨值	2,119	2,183
Amortisation	攤銷	(54)	(54)
Exchange differences	匯兌差額	(112)	(10)
Net carrying amount at 31 December	於十二月三十一日賬面淨值	1,953	2,119
Less: Current portion (note 18)	減：即期部分(附註18)	(54)	(54)
Non-current portion	非即期部分	1,899	2,065

The lease prepayments of the Group represent the Group's land use right in respect of a land located in the PRC which is held under a medium-term lease. Land use right is pledged to secure the Group's bills payable as at the reporting date (note 22).

14. 物業、廠房及設備 (續)

於二零一五年十二月三十一日，賬面值約5,582,000港元的本集團的樓宇已被抵押，換取本集團的應付票據(附註22)。

於二零一五年十二月三十一日，已計入傢俬、裝置及辦公室設備總額的本集團融資租約項下資產的賬面淨值為846,000港元(二零一四年：1,093,000港元)。

15. 於經營租約下持作自用的租賃土地付款

本集團的租賃預付款指本集團就一幅位於中國以中期租約持有的土地的土地使用權。於報告日期，土地使用權已抵押，以擔保本集團的應付票據(附註22)。

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16. INVENTORIES

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Raw materials and consumables	原料及耗材	4,266	4,201
Work in progress	在製品	1,730	1,370
Finished goods	製成品	19,152	14,606
		25,148	20,177

16. 存貨

17. TRADE AND BILLS RECEIVABLES

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Trade receivables	貿易應收款項	64,379	59,790
Bills receivable	應收票據	6,822	3,391
		71,201	63,181

17. 貿易應收款項及應收票據

Trade receivables are recognised at their original invoice amounts which represented their fair values at initial recognition. The Group's trade receivables are attributable to a number of independent customers with credit terms. Bills receivable are received from independent customers under the ordinary course of business. The Group normally allows a credit period ranging from 10 to 90 days (2014: 10 to 60 days) to its customers. Trade and bills receivables are non-interest bearing.

貿易應收款項按原發票值確認，即該等貿易應收款項於初步確認時的公平值。本集團的貿易應收款項歸於多個具備信貸期的獨立客戶。應收票據為於日常業務過程中自獨立客戶收取。本集團通常准許其客戶介乎10至90天（二零一四年：10至60天）的信貸期。貿易應收款項及應收票據不計息。

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17. TRADE AND BILLS RECEIVABLES (Continued)

Ageing analysis of trade receivables based on invoice date is as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
0 to 30 days	0 至 30 日	17,129	25,567
31 to 60 days	31 至 60 日	18,609	23,008
61 to 90 days	61 至 90 日	22,706	8,012
91 to 180 days	91 至 180 日	3,342	963
Over 180 days	超過 180 日	2,593	2,240
		64,379	59,790

As at the reporting date, the Group reviewed its trade receivables for evidence of impairment on both individual and collective basis. The Group recognised impairment loss on individual assessment based on the accounting policy stated in note 4.7(ii). The Group did not hold any collateral as security over the trade receivables. However, in order to minimise the credit risk of not receiving payments from its customers, the Group has entered into arrangements with a financial institution in the USA and a bank in Hong Kong (which in turn entered into certain arrangement with an insurance company in this connection) which offered trade receivable credit protection arrangement against the Group's trade receivables for certain major customers. As at 31 December 2015, trade receivables of approximately HK\$23,790,000 (2014: HK\$18,476,000) were under such arrangements of which if the Group ultimately becomes unable to collect the trade receivables, the Group will be entitled to receive compensation for the trade receivables from the financial institution or the bank.

17. 貿易應收款項及應收票據
(續)

根據發票日期的貿易應收款項賬齡分析如下：

於報告日期，本集團按個別和集體基準審視其貿易應收款項，以查明是否有任何減值的憑據。本集團根據附註 4.7(ii) 所述的會計政策，按個別評估方式確認減值虧損。本集團並無就貿易應收款項持有任何抵押品。然而，本集團已與美國一家金融機構及香港一家銀行訂立安排（而該金融機構及銀行則就此與保險公司訂立若干安排），就若干主要客戶而言為本集團的貿易應收款項提供貿易應收款項信用保障。於二零一五年十二月三十一日，約 23,790,000 港元（二零一四年：18,476,000 港元）的貿易應收款項受到有關安排保障，據此，如本集團最終未能收回貿易應收款項，本集團將有權獲該金融機構或銀行就有關貿易應收款項給予賠償。

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17. TRADE AND BILLS RECEIVABLES (Continued)

Ageing analysis of trade receivables that were not impaired and based on due dates is as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Neither past due nor impaired	既未逾期亦無減值	31,296	46,370
Not more than 90 days past due	逾期不超過90日	30,490	10,925
91 days to not more than 180 days past due	逾期91日至不超過180日	1	256
181 days to not more than 1 year past due	逾期181日至不超過一年	2,197	1,210
More than 1 year past due	逾期超過一年	395	1,029
		64,379	59,790

Trade receivables which were neither past due nor impaired related to customers for whom there was no recent history of default.

Trade receivables that were past due but not impaired related to a number of customers that had a good track record of credit with the Group. Based on past credit history, the directors of the Company believe that no impairment allowance is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are still considered to be fully recoverable.

17. 貿易應收款項及應收票據
(續)

並無減值及根據到期日的貿易應收款項賬齡分析如下：

既未逾期亦無減值的貿易應收款項涉及的客戶，均並無近期拖欠付款的記錄。

逾期但未減值的貿易應收款項所涉及的幾位客戶，在本集團均具有良好信用記錄。根據信用歷史，本公司董事認為毋須就此等結餘作出減值撥備，原因為信貸質素並無出現重大變動，而有關結餘仍被視為可全數收回。

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18. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

18. 按金、預付款及其他應收款項

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Prepayments and other receivables, gross	預付款及其他 應收款項，總額	27,265	37,366
Less: Provision for impairment losses	減：減值虧損撥備	(1,918)	(1,918)
Prepayments and other receivables, net	預付款及其他 應收款項，淨額	25,347	35,448
Deposits	按金	1,878	2,844
Payments for leasehold land held for own use under operating lease (note 15)	於經營租約下持作自用的 租賃土地付款 (附註 15)	54	54
		27,279	38,346

Other receivables that were neither past due nor impaired related to counterparties for whom there was no recent history of default. The directors of the Company consider that other receivables that were neither past due nor impaired at the reporting date under review are of good credit quality.

There was no movement in the provision for impairment of prepayments and other receivables during the years ended 31 December 2015 and 2014.

既未逾期亦無減值其他應收款項涉及的交易對手，均並無近期拖欠付款的記錄。本公司董事認為，該等既未逾期亦無減值的其他應收款項，於所回顧的報告日期均具備良好信貸質素。

截至二零一五年及二零一四年十二月三十一日止年度，預付款及其他應收款項減值撥備的並無發生變動。

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19. DERIVATIVE FINANCIAL INSTRUMENTS

In prior years, the Group entered into foreign exchange structured forward contracts to mitigate exchange rate exposure of United States dollars ("US\$") and Renminbi ("RMB") against HK\$. These foreign exchange structured forward contracts are not designated for hedge purposes and are measured at fair value through profit or loss. All these forward contracts were settled in 2015. No changes in the fair value of derivative financial instruments were recognised in profit or loss during the year (2014: losses of HK\$242,000).

20. PLEDGED BANK DEPOSITS

As at 31 December 2015, the Group's time deposits of HK\$4,476,000 (2014: HK\$4,602,000) and HK\$4,180,000 (2014: HK\$5,233,000) were pledged as securities for the Group's bills payable (note 22) and banking facilities respectively. These banking facilities amounting to HK\$60,300,000 (2014: HK\$49,100,000), which are also secured by the corporate guarantee provided by the Company, have not been utilised as at the reporting date.

As at 31 December 2015, pledged bank deposits carried interest at average market rates ranged from 0.22% to 1.30% (2014: 0.25% to 2.55%) per annum. The carrying amount of the Group's pledged bank deposits are denominated in HK\$ and RMB.

19. 衍生金融工具

於過往年度，本集團訂立外幣結構性遠期合約以減低其美元及人民幣兌港元的匯率風險。該等外幣結構性遠期合約並非指定作對沖目的並且透過損益按公平值計量。上述所有遠期合約已於二零一五年結算。本年度並無在損益中確認衍生金融工具的公平值變動（二零一四年：虧損242,000港元）。

20. 已抵押銀行存款

於二零一五年十二月三十一日，本集團的定期存款4,476,000港元（二零一四年：4,602,000港元）及4,180,000港元（二零一四年：5,233,000港元）已予抵押，分別作為本集團的應付票據（附註22）及銀行融資的擔保。於報告日期，該等60,300,000港元（二零一四年：49,100,000港元）之銀行融資（亦由本公司提供的公司擔保所抵押）尚未動用。

於二零一五年十二月三十一日，已抵押銀行存款以市場平均利率每年介乎0.22%至1.30%（二零一四年：0.25%至2.55%）計息。本集團已抵押銀行存款的賬面值以港元及人民幣列賬。

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21. CASH AND BANK BALANCES

21. 現金及銀行結存

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Cash and cash equivalents	現金及現金等值項目	46,206	57,301
Time deposits	定期存款	7,631	2,527
		53,837	59,828

Cash at banks earn interest at floating rates based on daily deposits rates. Short-term time deposits are made for six months (2014: six months) and earns interest at short-term deposit rate of 3.05% (2014: 3.05%) per annum.

存入銀行的現金按每日存款利率以浮動利率賺取計息。短期存款存放六個月(二零一四年:六個月)並按短期存款利率每年3.05%(二零一四年:3.05%)賺取利息。

As at 31 December 2015, the Group had cash and bank balances and pledged bank deposits denominated in RMB amounting to approximately HK\$18,507,000 (2014: HK\$20,557,000) which were placed with certain banks in the PRC. RMB is not freely convertible into other currencies and the remittance of funds out of the PRC is subject to exchange restrictions imposed by the PRC government. Under the PRC's Foreign Exchange Control Regulations and Administration of Settlement and Sales and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for foreign currencies through the banks that are authorised to conduct foreign exchange business.

於二零一五年十二月三十一日,本集團的現金及銀行結存以及以人民幣計價的已抵押銀行存款約為18,507,000港元(二零一四年:20,557,000港元),存到中國境內的若干銀行。人民幣不能自由兌換其他貨幣,從中國匯款到境外亦受到中國政府的外匯管制措施規限。根據中國的《外匯管理條例》及《結匯、售匯及付匯管理規定》,本集團獲准透過有權進行外匯業務的銀行將人民幣兌換為其他貨幣。

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22. TRADE AND BILLS PAYABLES**22. 貿易應付款項及應付票據**

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Trade payables	貿易應付款項	35,659	52,451
Bills payable	應付票據	14,919	15,340
		50,578	67,791

Credit periods of trade payables normally granted by its suppliers were ranging from 15 to 120 days (2014: from 15 to 120 days).

供應商給予本集團貿易應付款項的信貸期一般介乎15到120天(二零一四年:15到120天)。

Ageing analysis of trade payables based on invoice date is as follows:

根據發票日期的貿易應付款項賬齡分析如下:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
0 to 30 days	0至30日	17,268	20,741
31 to 60 days	31至60日	7,058	17,816
61 to 90 days	61至90日	6,585	5,371
91 to 180 days	91至180日	2,590	6,256
Over 180 days	超過180日	2,158	2,267
		35,659	52,451

Bills payable are normally settled on 180-day (2014: 180) credit terms.

應付票據通常按180天(二零一四年:180天)的信貸期結付。

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23. ACCRUALS, OTHER PAYABLES AND RECEIPTS IN ADVANCE

23. 預提費用、其他應付款項及預收款項

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Accruals	預提費用	4,229	4,984
Other payables	其他應付款項	9,024	9,452
Receipts in advance	預收款項	2,353	647
		15,606	15,083

24. INTEREST-BEARING BORROWINGS

24. 計息借貸

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Current portion:	即期部分：		
Bank loan, guaranteed (note)	銀行貸款，有擔保（附註）	-	593
Bank loan due for repayment after one year which contain repayment on demand clause, guaranteed (note)	載有按要求償還條款應於一年後償還的銀行貸款，有擔保（附註）	-	1,429
Obligations under finance leases, secured (note 27(a))	融資租賃承擔，有抵押（附註27(a)）	242	230
		242	2,252
Non-current portion:	非即期部分：		
Obligations under finance leases, secured (note 27(a))	融資租賃承擔，有抵押（附註27(a)）	637	879
		879	3,131
Interests borne at rates per annum in the range of:	利息按介乎以下範圍之年利率計算：		
- Fixed-rate borrowings	- 定息借貸	5%	5.0%
- Variable-rate borrowings	- 浮息借貸	N/A 不適用	4.3%

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24. INTEREST-BEARING BORROWINGS (Continued)

Total interest-bearing borrowings due for repayment based on the scheduled repayment dates without taking into the effect of any repayment on demand clause are as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Within one year	一年內	242	823
More than one year, but not exceeding two years	一年以上但不超過兩年	254	860
More than two years, but not exceeding five years	兩年以上但不超過五年	383	1,448
		879	3,131

Note: The bank loan was secured by personal guarantees by the directors of the Company as at 31 December 2014. The guarantee has been released upon the Group's full repayment of the loans during the year.

24. 計息借貸 (續)

基於預定還款日期（未計及任何按要求償還條款的影響）的應償還計息借貸總額如下：

附註：於二零一四年十二月三十一日，銀行貸款由本公司董事作出的個人擔保提供保證。本年度內，擔保於本集團悉數償還貸款後已獲解除。

25. SHARE CAPITAL**25. 股本**

		Number of ordinary shares at HK\$0.01 each 每股面值 0.01 港元的 普通股數目	Nominal value of ordinary shares 普通股面值 HK\$'000 千港元
Authorised:	法定：		
At 1 January 2014,	於二零一四年一月一日、		
31 December 2014 and	二零一四年十二月三十一日及		
31 December 2015	二零一五年十二月三十一日	10,000,000,000	100,000
Issued and fully paid:	已發行及繳足：		
At 1 January 2014,	於二零一四年一月一日、		
31 December 2014 and	二零一四年十二月三十一日及		
31 December 2015	二零一五年十二月三十一日	600,000,000	6,000

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26. RESERVES

(a) Share premium

The share premium account represents the excess of the proceeds received over the nominal value of the Company's shares issued, net of share issue costs.

(b) Merger reserve

Merger reserve of the Group represents the difference between the nominal value of the share capital of the subsidiaries acquired by the Company pursuant to certain reorganisation of the Group and the nominal value of the shares issued by the Company.

(c) Statutory reserve

According to the relevant PRC laws, the subsidiary established in the PRC is required to transfer at least 10% of its net profit after tax, as determined under the PRC accounting regulation, to a statutory reserve until the reserve balance reaches 50% of the subsidiary's registered capital. The transfer of this reserve must be made before the distribution of dividend to the subsidiary's equity owners. The statutory reserve is non-distributable other than upon the liquidation of the subsidiary.

(d) Translation reserve

Translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign subsidiaries. The reserve is dealt with in accordance with the accounting policy set out in note 4.3.

26. 儲備

(a) 股份溢價

股份溢價賬指已收所得款項超出本公司已發行股份面值（扣除股份發行費用）的金額。

(b) 合併儲備

本集團的合併儲備指本公司根據重組所收購附屬公司的股本面值與本公司所發行股份面值之間的差額。

(c) 法定儲備

根據相關中國法律，在中國成立的附屬公司須至少將其除稅後純利的10%（根據中國會計規例釐定）撥入法定儲備，直至儲備結餘達到附屬公司註冊資本的50%為止。該儲備的轉撥須在向附屬公司股權擁有人分派股息之前作出。除附屬公司清盤外，法定儲備不得分派。

(d) 換算儲備

換算儲備包括換算海外附屬公司的財務報表所產生的全部匯兌差額。該儲備根據附註4.3載列的會計政策進行處理。

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27. LEASE COMMITMENTS**(a) Finance lease commitments**

The Group leased its office equipment under a finance lease with an average lease term of 5 years. The Group's obligation under finance lease is secured by the lessor's title to the leased asset.

Interest rate underlying all obligations under finance lease is fixed at respective contract date at 5.0% (2014: 5.0%) per annum.

Future minimum rental payables are as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Within one year	一年內	280	280
In the second to fifth years	第二至五年	678	958
		958	1,238
Less: Future finance charges	減：未來融資費用	(79)	(129)
Present value of minimum lease payments	最低租賃付款現值	879	1,109

Present value of minimum lease payments included in consolidated statement of financial position is as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Interest-bearing borrowings	計息借貸		
– Current portion	– 即期部分	242	230
Interest-bearing borrowings	計息借貸		
– Non-current portion	– 非即期部分	637	879
		879	1,109

27. 租賃承擔**(a) 融資租賃承擔**

本集團根據融資租賃（平均租賃年期為五年）租賃其辦公室設備。本集團於融資租賃項下之義務由出租人對租賃資產之擁有權作擔保。

所有融資租約承擔之年息率於各個合約日期固定為5.0%（二零一四年：5.0%）。

未來應付最低租金載列如下：

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Within one year	一年內	280	280
In the second to fifth years	第二至五年	678	958
		958	1,238
Less: Future finance charges	減：未來融資費用	(79)	(129)
Present value of minimum lease payments	最低租賃付款現值	879	1,109

計入綜合財務狀況表的最低租賃付款現值如下：

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Interest-bearing borrowings	計息借貸		
– Current portion	– 即期部分	242	230
Interest-bearing borrowings	計息借貸		
– Non-current portion	– 非即期部分	637	879
		879	1,109

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27. LEASE COMMITMENTS (Continued)

(b) Operating lease commitments

Future minimum rental payable under non-cancellable operating lease of the Group in respect of land and buildings are as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Within one year	一年內	2,362	3,260
In the second to fifth years	第二至五年	715	2,870
		3,077	6,130

The Group leases certain properties under operating leases. The leases run for an initial period of 1 year to 5 years (2014: 1 year to 5 years). None of these leases include any contingent rentals.

28. LITIGATION

Since 2011, the Group's subsidiary, Runway Global Limited ("Runway HK"), had a dispute (the "Dispute") with an independent PRC-established supplier (the "Respondent") over (i) non-delivery of certain apparels (the "Goods") by the Respondent to the customer of Runway HK amounted to US\$342,000, (ii) the advance of US\$130,000 by Runway HK to pay the shipment cost of the Goods, and (iii) the Respondent's non-delivery of a large portion of apparels which represented part of the Goods that Runway HK had subsequently agreed to purchase and paid for.

27. 租賃承擔 (續)

(b) 經營租賃承擔

本集團根據不可註銷經營租賃就土地及樓宇應付之未來最低租金載列如下：

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Within one year	一年內	2,362	3,260
In the second to fifth years	第二至五年	715	2,870
		3,077	6,130

根據經營租賃，本集團租賃若干物業。租賃初步為期一至五年（二零一四年：一至五年）。此等租賃概不包括任何或然租金。

28. 訴訟

自於二零一一年，本集團的附屬公司時尚環球有限公司（「時尚香港」）牽涉入一宗與一名於中國成立的獨立產品供應商（「答辯人」）的糾紛，乃關於(i)答辯人未能向時尚香港的客戶交付若干服裝成品（「貨品」），金額為342,000美元，(ii)時尚香港墊付130,000美元以支付貨品的作為付運費用，及(iii)答辯人並無付運大部分由時尚香港後續同意購買並已付款的服裝貨品。

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28. LITIGATION (Continued)

In 2012, Runway HK and the Respondent filed statements of claim and counterclaim to the Hong Kong International Arbitration Centre ("HKIAC") for the Dispute. On 28 April 2014, a final judgement was awarded by the HKIAC in favour of Runway HK and the Respondent is obliged to settle the overdue amount totalling US\$238,000 (approximately HK\$1,856,000) plus interests with Runway HK. As of 31 December 2014 and 2015, the Group is in the process of enforcing the collection of overdue amount in accordance with the relevant legal procedures. In the opinion of the directors of the Company, no asset is recognised in respect of this claim after considering the likelihood of the successful debt collection. No provision has been made by the Group for the counterclaim from the Respondent.

29. RELATED PARTY TRANSACTIONS

In addition to the transactions detailed elsewhere in these financial statements, the Group had the following significant related party transactions during the year.

(a) Transactions with related parties

As at the reporting date, maximum amounts of financial guarantees provided by the directors of the Company with respect to certain banking facilities granted to and utilised by the Company's subsidiary are as follows:

	2015 HK\$'000 千港元	2014 HK\$'000 千港元
Mr. Tien and Mr. Gozashti jointly 田先生與Gozashti先生共同擔保	-	3,000

(b) Key management personnel remuneration

The Group defines directors as key management personnel and their remuneration are set out in note 10(a).

28. 訴訟 (續)

於二零一二年，時尚香港及答辯人就糾紛向香港國際仲裁中心提交申索及反申索書。於二零一四年四月二十八日，香港國際仲裁中心作出支持時尚香港的最終判決，答辯人須向時尚香港支付逾期款項合計238,000美元（約1,856,000港元）連同利息。截至二零一四年及二零一五年十二月三十一日，本集團正在根據香港法律程序執行收回逾期款項。本公司董事認為，於考慮成功收回債務的可能性後，並無就此索賠確認資產。本集團並無就答辯人的反申索計提撥備。

29. 關聯方交易

除該等財務報表其他章節所詳述的交易外，本集團於年內有以下重大關聯方交易。

(a) 與關聯方的交易

於報告日期，本公司董事就授予本公司附屬公司並由其動用的若干銀行融資提供的財務擔保最高金額如下：

(b) 主要管理人員的酬金

本集團定義董事為主要管理人員，彼等的酬金載於附註10(a)。

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30. FINANCIAL INSTRUMENTS BY CATEGORY

The carrying amounts of each of the categories of financial instruments as at the end of the reporting period are as follows:

30. 金融工具分類

於報告期末每個金融工具類別的賬面值如下：

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Financial assets	財務資產		
Financial assets at fair value through profit or loss	以公平值計量且變動計入當期損益的財務資產		
– Derivative financial instruments	– 衍生金融工具	–	129
Loans and receivables	貸款及應收款項		
– Trade and bills receivables	– 貿易應收款項及應收票據	71,201	63,181
– Deposits and other receivables	– 按金及其他應收款項	26,205	35,349
– Pledged bank deposits	– 已抵押銀行存款	8,656	9,835
– Cash and bank balances	– 現金及銀行結存	53,837	59,828
		159,899	168,322
Financial liabilities	財務負債		
Financial liabilities at amortised cost	按攤銷成本計量的財務負債		
– Trade and bills payables	– 貿易應付款項及應付票據	50,578	67,791
– Accruals and other payables	– 預提費用及其他應付款項	13,253	14,436
– Interest-bearing borrowings	– 計息借貸	879	3,131
		64,710	85,358

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS

The Group is exposed to financial risks through its use of financial instruments in its ordinary course of operations and in its investment activities. The financial risks include market risk (including foreign currency risk and interest rate risk), credit risk and liquidity risk.

Financial risk management is coordinated at the Group's headquarters, in close co-operation with the board of directors. The overall objectives in managing financial risks focus on securing the Group's short to medium term cash flows by minimising its exposure to financial markets.

(a) Foreign currency risk

Foreign currency risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group's exposures to currency risk arise mainly from its overseas sale transactions and settlement of its overseas purchases, both of which are primarily denominated in US\$ and RMB. These are not the functional currencies of the Group entities to which these transactions relate.

All the Group's foreign exchange structured forward contracts are approved by the executive directors. In addition, the Group will not enter into any additional foreign exchange structured forward contracts unless advance approval by the shareholders has been obtained while the executive directors and their related parties shall abstain from voting. The Group performs analysis for monitoring of the foreign exchange structured forward contracts.

31. 財務風險管理及公平值計量

本集團因在日常業務過程中及投資活動中利用金融工具而承受財務風險。財務風險包括市場風險（包括外幣風險及利率風險）、信貸風險及流動資金風險。

本集團的財務風險管理在董事會緊密合作下由本集團總部協調。財務風險管理總體目標是專注於減少其金融市場風險以確保本集團的短期至中期現金流量。

(a) 外幣風險

外幣風險指金融工具的公平值或未來現金流量因外幣匯率變動而波動之風險。本集團的外幣風險主要來自其海外銷售交易及償付海外購貨，分別主要美元及人民幣計價。該等貨幣並非交易涉及的本集團實體的記賬本位幣。

本集團所有結構性外匯遠期合約均經執行董事核准。此外，本公司不會訂立任何額外結構性外匯合約，除非股東取得提前批准，同時執行董事及其關聯方將放棄投票。本集團將為訂立結構性外匯遠期合約進行分析並監察該等合約。

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)

(a) Foreign currency risk (Continued)

Summary of exposure

As at 31 December 2015, the carrying amounts of the Group's financial assets and liabilities denominated in foreign currencies, i.e. currency other than the functional currency of the respective group entities, are as follows:

		Financial assets	Financial liabilities	Notional amounts of derivative financial instruments	Total
		財務資產	財務負債	衍生金融工具	總計
		HK\$'000	HK\$'000	名義值	總計
		千港元	千港元	千港元	千港元
As at 31 December 2015	於二零一五年十二月三十一日				
RMB	人民幣	7,752	(1,569)	–	6,183
US\$	美元	120,729	(62,727)	–	58,002
As at 31 December 2014	於二零一四年十二月三十一日				
RMB	人民幣	9,117	(1,183)	27,471	35,405
US\$	美元	129,132	(72,915)	–	56,217

Foreign exchange rate sensitivity analysis

Since HK\$ is pegged to US\$, the Group does not expect any significant movements in HK\$/US\$ exchange rate. The following table illustrates the sensitivity of the Group's profit after tax for the year and equity in regard to a 3% change in RMB exchange rate. The rate is used when reporting foreign currency risk internally to key management personnel and represents management's best assessment of the possible change in foreign exchange rates.

31. 財務風險管理及公平值計量 (續)

(a) 外幣風險 (續)

風險概略

於二零一五年十二月三十一日，本集團以外幣（即各集團實體的功能貨幣以外的貨幣）計價的財務資產和負債的賬面值如下：

匯率敏感度分析

由於港元與美元掛鈎，本集團預期港元兌美元的匯率不會發生任何重大變動。下表闡釋本集團的年內除稅後溢利及權益就人民幣匯率發生3%變動的敏感度。匯率乃於向主要管理人員作內部報告外幣風險時採用，為管理層對匯率可能變動之最佳估計。

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)**(a) Foreign currency risk** (Continued)**Foreign exchange rate sensitivity analysis** (Continued)

The sensitivity analysis of the Group's exposure to foreign currency risk at the reporting date has been determined based on the assumed percentage changes in foreign currency exchange rates taking place at the beginning of the financial year with all other variables held constant throughout the year.

HK\$ to RMB	港元兌人民幣	Increase/(decrease) in profit after tax 除稅後溢利增加／(減少)	
		2015 HK\$'000 千港元	2014 HK\$'000 千港元
If HK\$ weakens against RMB	如港元兌人民幣貶值	154	307
If HK\$ strengthens against RMB	如港元兌人民幣升值	(154)	(91)

(b) Interest rate risk

Interest rate risk relates to the risk that the fair value or cash flows of a financial instrument will fluctuate because of the changes in market interest rates. The Group's interest rate risk arises primarily from interest-bearing borrowings which are at variable rates (note 24) and the Group's pledged bank deposits and bank balances which were bearing floating interest rate (notes 20 and 21). The Group has not used any derivative to hedge its exposure to interest rate risk. The policies to manage interest rate risk which have been followed by the Group since prior years are considered to be effective.

31. 財務風險管理及公平值計量 (續)**(a) 外幣風險** (續)**匯率敏感度分析** (續)

本集團於報告日期所面對外幣風險之敏感度分析乃假設外幣匯率變動百分比於財政年度開始時發生且所有其他變量於整個年度內維持不變而釐定。

(b) 利率風險

利率風險涉及金融工具的公平值或現金流量因市場利率改變而出現波動之風險。本集團的利率風險主要來自浮息計息借貸(附註24)及本集團的已抵押銀行存款及銀行結存亦附帶浮動利率(附註20及21)。本集團並未使用任何衍生工具對沖其利率風險。本集團自往年起已沿用一套管理利率風險的政策，有關政策被認為有效。

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)

(b) Interest rate risk (Continued)

Interest rate sensitivity analysis

The following table illustrates the sensitivity to a reasonably possible change in interest rates, with all other variables held constant, of the Group's profit after tax for the year and equity, with effect from the beginning of the years. These changes are considered to be reasonably possible based on observation of current market conditions. The calculations are based on the Group's floating rate financial instruments held at the end of the reporting period. The analysis has been prepared assuming these financial instruments outstanding at the end of the reporting period were outstanding for the whole year. There is no impact on other components of combined equity in response to the possible change in interest rates.

31. 財務風險管理及公平值計量 (續)

(b) 利率風險 (續)

利率敏感度分析

下表列示在所有其他變量維持不變之情況下，本集團之年度除所得稅後溢利及權益對於該等年初生效之合理可能利率變動之敏感度。該等變動乃經觀察現行市況後視為合理地可能出現。計算乃根據本集團於報告期末所持有之浮息金融工具進行。分析乃假設於報告期末尚未行使之該等金融工具於全年均無行使而編製。利率之可能變動對合併權益之其他部分並無影響。

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Increase by 100 basis points	增加 100 個基點	54	50
Decrease by 100 basis points	減少 100 個基點	(54)	(50)

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)**(c) Credit risk**

Credit risk refers to the risk that the counterparty to a financial instrument would fail to discharge its obligation under the terms of the financial instrument and cause a financial loss to the Group. The Group's exposure to credit risk mainly arises from granting credit to its customers in the ordinary course of its operation.

The Group continuously monitors defaults of customers and other counterparties, identified either individually or by group, and incorporate this information into its credit risk controls. The Group's policy is to deal only with creditworthy counterparties. The Group's management considers that all the financial assets that are not impaired as at the reporting date are of good credit quality, including those that are past due. There is no requirement for collaterals by the Group.

Concentrations of credit risk are managed by customer/ counterparty and by geographical region. The Group had certain concentrations of credit risks as 73% (2014: 79%) of the total trade receivables are due from two of its largest external customers as at 31 December 2015 (2014: two). The directors carry a periodic review on the creditworthiness on these customers and consider the exposure to such credit risk is minimal. Further quantitative data in respect of the Group's exposure to credit risk arising from trade and bills receivables are disclosed in note 17 to the financial statements.

31. 財務風險管理及公平值計量 (續)**(c) 信貸風險**

信貸風險指金融工具之對手方未能按金融工具之條款履行其責任，並導致本集團錄得財務虧損之風險。本集團的信貸風險主要來自日常業務過程中向其客戶授出信貸。

本集團持續監察個別或同類客戶及其他對手方之拖欠情況，並於信貸風險管理中計入該資料。本集團之政策為僅與信譽良好之對手方進行交易。本集團管理層認為於報告日期未有出現減值之所有財務資產均屬信貸質素良好，包括當中已逾期者。本集團並不要求抵押品。

集中信貸風險按客戶／對手方及地區管理。於二零一五年十二月三十一日，本集團有若干集中信貸風險，佔貿易應收款項總額之73%（二零一四年：79%），乃由其兩名（二零一四年：兩名）最大外界客戶所結欠。董事就該等客戶之信用度進行定期檢討，並認為該信貸風險不大。本集團來自貿易應收款項及應收票據之信貸風險之進一步量化數據於財務報表附註17內披露。

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)

(c) Credit risk (Continued)

The Group has deposited its cash with various banks. The credit risk on bank balances is limited because most of the Group's cash are deposited with major banks located in Hong Kong and/or the PRC.

The credit policies have been followed by the Group since prior years and are considered to have been effective in limiting the Group's exposure to credit risk to a desirable level.

(d) Liquidity risk

In the management of the liquidity risk, the Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. The management monitors the utilisation of bank facilities.

The following tables show the remaining contractual maturities at the end of the reporting period of the Group's interest-bearing borrowings, based on undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on rates current at the reporting date) and the earliest date the Group can be required to pay.

31. 財務風險管理及公平值計量 (續)

(c) 信貸風險 (續)

本集團及本公司在多家銀行有現金存款。由於本集團大部分現金均存放位於香港及／或中國的大型銀行，故銀行結存的信貸風險有限。

本集團在過往年度一直沿用該等信貸政策，有關政策被認為有效將本集團承受的信貸風險限制在適切水平。

(d) 流動資金風險

為管理流動資金風險，本集團監察及維持管理層視為足夠的現金及現金等值項目水平，以為本集團的營運提供資金，及減低波動對現金流量的影響。管理層監察銀行融資的使用。

下表列出本集團的計息借貸於報告期末的餘下合約到期期限，此乃根據未貼現現金流（包括使用合約利率計算的利息款項，或倘屬浮息借貸，則根據報告日期當日的利率）及本集團可被要求付款的最早日期列示。

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)**(d) Liquidity risk** (Continued)

Specifically, for interest-bearing borrowings which contain a repayment on demand clause which can be exercised at the bank's sole discretion, the analysis shows the cash outflow based on the earliest period in which the entity can be required to pay, that is if the lenders were to invoke their unconditional rights to call the loans with immediate effect. The maturity analysis for other interest-bearing borrowings is prepared based on the scheduled repayment dates.

31. 財務風險管理及公平值計量 (續)**(d) 流動資金風險** (續)

具體而言，就載有按要求償還條款（銀行有單獨酌情權行使）的計息借貸，分析會顯示根據實體可被要求還款的最早期間（即假如放貸人行使其無條件權利通知即時償還貸款下）的現金流出。其他計息借貸的到期日分析乃根據既定還款日期編製。

		Carrying amount	Total contractual undiscounted cash flow	Less than one year or repayable on demand	One year or above
		賬面值	現金流量總額	須按要求償還	一年或以上
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
As at 31 December 2015	於二零一五年十二月三十一日				
Non-derivative financial instruments :	非衍生金融工具 :				
- Trade and bills payables	- 貿易應付款項及應付票據	50,578	50,578	50,578	-
- Accruals and other payables	- 預提費用及其他應付款項	13,253	13,253	13,253	-
- Interest-bearing borrowings	- 計息借貸	879	958	280	678
		64,710	64,789	64,111	678
As at 31 December 2014	於二零一四年十二月三十一日				
Non-derivative financial instruments :	非衍生金融工具 :				
- Trade and bills payables	- 貿易應付款項及應付票據	67,791	67,791	67,791	-
- Accruals and other payables	- 預提費用及其他應付款項	14,436	14,436	14,436	-
- Interest-bearing borrowings	- 計息借貸	3,131	3,260	2,302	958
		85,358	85,487	84,529	958

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)

(d) Liquidity risk (Continued)

The following table that summarises the maturity analysis of interest-bearing borrowings with a repayment on demand clause based on agreed scheduled repayments set out in the loan agreements. No analysis are presented for 31 December 2015 following the full repayment of relevant borrowings during the year. The amounts include interest payments computed using contractual rates. Taking into account the Group's financial position, the directors do not consider that it is probable that the bank will exercise its discretion to demand immediate repayment. The directors believe that such interest-bearing borrowings will be repaid in accordance with the scheduled repayment dates set out in the loan agreements.

31. 財務風險管理及公平值計量 (續)

(d) 流動資金風險 (續)

下表概列附有按要求償還條款的計息借貸的到期日分析，為根據貸款協議內的已協定還款時間表列出。於年內悉數償還相關借貸後，並無就二零一五年十二月三十一日呈列分析。有關金額包括使用合約利率計算的利息款項。計及本集團的財務狀況，董事認為銀行行使酌情權要求即時還款的機率不高。董事相信，計息借貸將按照貸款協議內載明的既定還款日期償還。

	Total contractual		Less than one year	One year or above
	Carrying amount	undiscounted cash flow		
	賬面值	未貼現合約現金流量總額	一年內	一年或以上
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	千港元	千港元	千港元	千港元
As at 31 December 2014 於二零一四年十二月三十一日	2,022	2,168	667	1,501

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)**(e) Fair value measurements recognised in the consolidated statement of financial position**

The fair values of trade and bills receivables, deposits and other receivables, pledged bank deposits, cash and bank balances, trade and bills payables, accruals and other payables and current portion of interest-bearing borrowings approximate to their carrying amounts largely due to the short term maturities of these instruments.

The fair values of the non-current portion of interest-bearing borrowings have been calculated by discounting the expected future cash flows using the rates currently available for instruments on similar terms, credit risk and remaining maturities.

As at 31 December 2014, the Group had foreign exchange structured forward contracts with two creditworthy banks in Hong Kong. These forward currency contracts are measured using valuation techniques similar to a forward pricing model, with the resulting value discounted back to present value. The models incorporate various market observable inputs including the credit quality of counterparties, and foreign exchange spot and forward rates. The carrying amounts of these forward currency contracts are the same as their fair values.

31. 財務風險管理及公平值計量 (續)**(e) 於綜合財務狀況表確認的公平值計量**

貿易應收款項及應收票據、按金及其他應收款項、已抵押銀行存款、現金及銀行結存、貿易應付款項及應付票據、預提費用及其他應付款項及計息借貸之即期部分之公平值與其賬面值大致相若，原因為該等工具之期限較短。

計息借貸之非即期部分之公平值乃採用現時可供參考類似年期、信貸風險及剩餘期限之工具之息率折讓預期未來現金流量而計算。

於二零一四年十二月三十一日，本集團與香港兩間信譽良好之銀行訂立外幣結構性遠期合約。該等外幣結構性遠期合約乃所得價值貼現至現值之遠期定價模式類似之估值技術作出計量。該等模式包括各項可觀察的市場輸入數據，包括對手方之信貸質素以及外匯之即期及遠期利率。該等遠期外匯合約之賬面值與其公平值相同。

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)

(e) Fair value measurements recognised in the consolidated statement of financial position

(Continued)

Fair value hierarchy

The following tables present financial assets measured at fair value in the consolidated statement of financial position in accordance with the fair value hierarchy. The hierarchy groups financial assets into three levels based on the relative reliability of significant inputs used in measuring the fair value of these financial assets. The fair value hierarchy has the following levels:

Level 1: quoted prices (unadjusted) in active markets for identical assets;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset that are not based on observable market data (unobservable inputs).

The level in the fair value hierarchy within which the financial asset is categorised in its entirety is based on the lowest level of input that is significant to the fair value measurement.

31. 財務風險管理及公平值計量 (續)

(e) 於財務狀況表確認的公平值計量 (續)

公平值架構

下表載列根據公平值架構，以公平值計入綜合財務狀況表的財務資產。此架構根據計量此等財務資產的公平值所使用的主要資料輸入的相對可靠性，將財務資產劃分為三層。公平值架構分為以下各層：

第1層：相同資產於活躍市場的報價（未經調整）；

第2層：就資產而直接（即價格）或間接（即從價格推算）可觀察的資料輸入（不包括第1層所包含的報價）；及

第3層：並非根據可觀察的市場數據而得出的資產資料輸入（無法觀察輸入）。

財務資產整體所應歸入的公平值架構內的層次，乃基於對公平值計量屬重大的最低層次輸入資料劃分。

Notes to the Financial Statements 財務報表附註

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31. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (Continued)**(e) Fair value measurements recognised in the consolidated statement of financial position**

(Continued)

Fair value hierarchy (Continued)

The financial assets measured at fair value in the consolidated statement of financial position at the reporting date are grouped into the fair value hierarchy as follows:

	Level 1 第1層 HK\$'000 千港元	Level 2 第2層 HK\$'000 千港元	Level 3 第3層 HK\$'000 千港元	Total 總計 HK\$'000 千港元
As at 31 December 2014	於二零一四年十二月三十一日			
Financial assets at fair value through profit or loss	以公平值計量且變動計入當期損益的財務資產			
- Derivative financial instruments	- 衍生金融工具			
	-	129	-	129

There were no significant transfers between levels 1 and 2 and no transfers into or out of level 3 during the years.

32. CAPITAL MANAGEMENT

The Group's capital management objectives are to ensure the Group's ability to continue as a going concern and to provide an adequate return to shareholders by pricing goods and services commensurately with the level of risk.

The Group actively and regularly reviews its capital structure and makes adjustments in light of changes in economic conditions. The Group monitors its capital using a gearing ratio calculated on the basis of interest-bearing borrowings over total equity. The Group's goal in capital management is to maintain the gearing ratio at a reasonable level. In order to maintain or adjust the ratio, the Group may adjust the amount of dividends paid to shareholders, issue new shares, return capital to shareholders, raise new debt financing or sell assets to reduce debt.

31. 財務風險管理及公平值計量 (續)**(e) 於財務狀況表確認的公平值計量** (續)**公平值架構** (續)

於報告日期在綜合財務狀況表內按公平值計量的財務資產及負債乃劃分為以下的公平值架構：

於該等年度，第1層與第2層之間並無重大轉撥，亦沒有轉入或轉出第3層。

32. 資本管理

本集團的資本管理目標為確保本集團持續經營的能力，並按相應的風險釐定貨物及服務的價格，為股東帶來理想回報。

本集團積極及定期檢討其資本架構，並隨經濟環境轉變作出調整。本集團使用按計息借貸除以權益總額計算的資產負債比率監察資本。本集團的資本管理目標是將資產負債比率維持在合理水平。為了維持或調節該比率，本集團可調整向股東支付的股息金額、發行新股份、向股東退回資本、籌集新債務融資或出售資產以減輕債務。

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

32. CAPITAL MANAGEMENT (Continued)

The gearing ratio is regularly reviewed by senior management. The gearing ratios as at the end of the reporting periods are as follows:

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
Interest-bearing borrowings	計息借貸	879	3,131
Total equity	權益總額	135,757	122,769
Gearing ratio	資產負債比率	0.6%	2.6%

33. MAJOR NON-CASH TRANSACTION

During the year ended 31 December 2014, the Group entered into a finance lease arrangement in respect of property, plant and equipment with a total capital value at the inception of the lease of HK\$1,238,000. This new lease arrangement replaces the previous one in which the fixtures, furniture and office equipment with net carrying amounts of HK\$285,000 were returned to the lessor and the related obligations of HK\$318,000 were cancelled by the lessor. The cancellation of previous lease arrangement has been regarded by the Group as disposals of property, plant and equipment.

32. 資本管理 (續)

資產負債比率由高級管理層定期檢討。於報告期末的資產負債比率如下：

33. 主要非現金交易

截至二零一四年十二月三十一日止年度，本集團就於租賃開始日資本價值總額1,238,000港元的物業、廠房及設備訂立融資租賃安排。此新租賃安排代理先前的安排，其中淨賬面值285,000港元的裝置、傢私及辦公設備已退還予出租人及相關責任318,000港元已由出租人取消。取消前述租賃安排被本集團視為出售物業、廠房及設備。

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

34. STATEMENT OF FINANCIAL POSITION OF THE COMPANY

34. 本公司財務狀況表

		2015 HK\$'000 千港元	2014 HK\$'000 千港元
ASSETS AND LIABILITIES	資產及負債		
Non-current assets	非流動資產		
Interests in subsidiaries (note (a))	於附屬公司的權益 (附註(a))	63,610	63,603
Current assets	流動資產		
Prepayments	預付款項	81	232
Amounts due from a subsidiary	應收附屬公司款項	32,160	34,679
Cash and cash equivalents	現金及現金等值項目	455	106
		32,696	35,017
Current liabilities	流動負債		
Other payables	其他應付款項	28	–
Amounts due to subsidiaries	應付附屬公司款項	187	180
		215	180
Net current assets	流動資產淨值	32,481	34,837
Net assets	資產淨值	96,091	98,440
EQUITY	權益		
Share capital	股本	6,000	6,000
Reserves (note (b))	儲備 (附註(b))	90,091	92,440
Total equity	權益總額	96,091	98,440

On behalf of the Board

代表董事會

Hubert Tien
Director
田曉勃
董事

Farzad Gozashti
Director
Farzad Gozashti
董事

Notes to the Financial Statements 財務報表附註

31 December 2015 二零一五年十二月三十一日

34. STATEMENT OF FINANCIAL POSITION OF THE COMPANY (Continued)

Notes:

(a) **Subsidiaries**

Particulars of the subsidiaries as at the reporting date are set out as follows:

Name 名稱	Place/country of incorporation/ establishment 註冊成立/ 成立的地點/ 國家	Particulars of issued/paid-in capital 已發行/已繳 股本詳情	Effective interest held by the Company 本公司持有的 實際權益		Place of operation and principal activities 營業地點及 主要業務
			Direct 直接	Indirect 間接	
Great Entrepreneur Investments Limited	BVI 英屬維爾京群島	4 ordinary shares of US\$ 1 each 4股每股面值 1美元的普通股	100%	–	Investment holding in Hong Kong 於香港投資控股
Transformed Holdings Limited	BVI 英屬維爾京群島	4 ordinary shares of US\$1 each 4股每股面值 1美元的普通股	100%	–	Investment holding in Hong Kong 於香港投資控股
Going Success Holdings Limited	BVI 英屬維爾京群島	1,000 ordinary shares of US\$1 each 1,000股每股面值 1美元的普通股	100%	–	Investment holding in Hong Kong 於香港投資控股
Runway HK 時尚香港	Hong Kong 香港	HK\$3,000,000 3,000,000港元	–	100%	Investment holding and trading of apparels in Hong Kong 於香港投資控股及 成衣貿易
Jiaxing Runway Global Garment Limited 時尚環球服飾(嘉興) 有限公司	PRC 中國	US\$2,000,000 2,000,000美元	–	100%	Manufacturing and trading of apparels in the PRC 於中國成衣製造及 貿易
Runway Fashions, Inc.	USA 美國	1,000 ordinary shares of US\$1 each 1,000股每股面值 1美元的普通股	–	100%	Provision of designing, marketing and advertising services in the USA 於美國提供設計、 市場營銷及廣告服務
Harvest Celebration Limited 豐頌環球有限公司	Hong Kong 香港	HK\$1,000 1,000港元	–	100%	Operation not yet commenced 尚未開始經營

34. 本公司財務狀況表 (續)

附註：

(a) 附屬公司

於報告日期屬公司的附詳情載列如下：

Notes to the Financial Statements 財務報表附註

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34. STATEMENT OF FINANCIAL POSITION OF THE COMPANY (Continued)

Notes: (Continued)

(b) Reserves

A summary of the Company's reserves is as follows:

		Share premium 股份溢價 HK\$'000 千港元	Contributed surplus 繳入盈餘 HK\$'000 千港元	Accumulated loss 累計虧損 HK\$'000 千港元	Total 總計 HK\$'000 千港元
At 1 January 2014	於二零一四年一月一日	40,690	63,583	(11,011)	93,262
Loss and total comprehensive income for the year	本年度虧損及 全面收益總額	-	-	(822)	(822)
At 31 December 2014 and 1 January 2015	於二零一四年十二月三十一日及 二零一五年一月一日	40,690	63,583	(11,833)	92,440
Loss and total comprehensive income for the year	本年度虧損及 全面收益總額	-	-	(2,349)	(2,349)
At 31 December 2015	於二零一五年十二月三十一日	40,690	63,583	(14,182)	90,091

Contributed surplus of the Company represents the difference between the net asset value of the subsidiaries acquired pursuant to certain reorganisation of the Group and the nominal value of the share issued by the Company in exchange thereof.

34. 本公司財務狀況表 (續)

附註：(續)

(b) 儲備

本公司儲備概述如下：

本公司的繳入盈餘指根據本集團若干重組所收購附屬公司的資產淨值與本公司作其交換所發行股份面值的差額。



RUNWAY[®]
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Runway Global Holdings Company Limited
時尚環球控股有限公司

股份代號 Stock Code: 1520