ALCO HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

Website: http://www.alco.com.hk

(Stock Code: 328)

FINAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31ST MARCH 2016

PERFORMANCE HIGHLIGHTS

	2016	2015
– Revenue (HK$)	**2,879m**	2,563m
– Profit attributable to equity holders (HK$)	**506m**	114m
– Final dividend per share	**HK30 cents**	HK10 cents
– Full year dividend per share	**HK96 cents**	HK13 cents

The directors of Alco Holdings Limited (the "Company") announce the audited consolidated results of the Company and its subsidiaries (the "Group") for the year ended 31st March 2016 as follows:

CONSOLIDATED INCOME STATEMENT

For the year ended 31st March 2016

	Note	**2016** *HK$'000*	2015 *HK$'000*
Revenue	*3*	**2,879,104**	2,562,566
Cost of goods sold	*5*	**(2,380,634)**	(2,275,384)
Gross profit		**498,470**	287,182
Other income	*4*	**10,129**	18,985
Selling expenses	*5*	**(104,200)**	(98,187)
Administrative expenses	*5*	**(87,424)**	(69,034)
Other operating expenses	*5*	**(17,473)**	(21,231)
Gain on disposal of properties	*6*	**221,318**	–
Operating profit		**520,820**	117,715
Finance income		**13,276**	13,693
Finance costs		**(8,695)**	(6,831)
Profit before income tax		**525,401**	124,577
Income tax expense	*7*	**(19,382)**	(10,402)
Profit for the year		**506,019**	114,175
Profit for the year attributable to:			
– Equity holders of the Company		**506,028**	114,250
– Non-controlling interests		**(9)**	(75)
		506,019	114,175
Earnings per share attributable to equity holders of the Company			
– Basic	*8*	**HK87.3 cents**	HK19.7 cents
– Diluted	*8*	**HK87.3 cents**	HK19.7 cents
Dividends	*9*	**556,193**	75,318

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31st March 2016

	2016	2015
	HK$'000	*HK$'000*
Profit for the year	**506,019**	114,175
Other comprehensive loss, net of tax:		
Item that may be reclassified subsequently to profit or loss		
Currency translation differences	**(7,036)**	(2,156)
Total comprehensive income for the year	**498,983**	112,019
Total comprehensive income for the year attributable to:		
– Equity holders of the Company	**498,992**	112,094
– Non-controlling interests	**(9)**	(75)
	498,983	112,019

CONSOLIDATED BALANCE SHEET

As at 31st March 2016

	Note	**2016**	2015
		HK$'000	*HK$'000*
Non-current assets			
Property, plant and equipment		**198,312**	200,846
Investment properties		**79,420**	315,670
Leasehold land and land use rights		**6,423**	6,815
Intangible assets		**13,650**	21,450
Deferred income tax assets		**32,371**	38,811
Prepayment, deposits and other receivables	*10*	**41,068**	60,692
		371,244	644,284
Current assets			
Inventories		**315,639**	403,540
Trade and other receivables	*10*	**692,934**	560,988
Cash and cash equivalents		**1,591,643**	888,335
		2,600,216	1,852,863
Current liabilities			
Trade and other payables	*11*	**348,390**	512,072
Dividend payable	*9*	**347,621**	–
Current income tax liabilities		**6,755**	7,086
Deferred gain	*6*	**17,450**	–
Trust receipt loan		**–**	1,654
Borrowings		**9,700**	50,000
		729,916	570,812
Net current assets		**1,870,300**	1,282,051
Total assets less current liabilities		**2,241,544**	1,926,335

	Note	**2016**	2015
		HK$'000	*HK$'000*
Capital and reserves attributable to equity holders of the Company			
Share capital		**57,937**	57,937
Reserves		**1,927,497**	1,868,825
		1,985,434	1,926,762
Non-controlling interests		**(436)**	(427)
Total equity		**1,984,998**	1,926,335
Non-current liabilities			
Deferred gain	*6*	**33,446**	–
Borrowings		**223,100**	–
		256,546	–
Total equity and non-current liabilities		**2,241,544**	1,926,335

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Basis of preparation and accounting policies

The consolidated financial statements of the Company have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Hong Kong Companies Ordinance. The consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment properties which are carried at fair value.

The preparation of consolidated financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies.

2. Amendments of standards adopted by the Group

New standards and amendments to existing standards that are effective for the Group's accounting period beginning on 1st April 2015:

HKAS 19 (2011) (Amendment)	Defined Benefit Plans: Employee Contributions
Annual Improvements Project	Annual Improvements HKFRSs 2010-2012 Cycle
Annual Improvements Project	Annual Improvements HKFRSs 2011-2013 Cycle

New standards and amendments to existing standards that are mandatory for the Group's accounting periods beginning on or after 31st March 2016 and have not been early adopted by the Group:

Annual Improvements Project	Annual Improvements 2012-2014 Cycle[1]
HKFRS 14	Regulatory Deferral Accounts[1]
HKFRS 10 and HKAS 28 (Amendment)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[1]
HKFRS 11 (Amendment)	Accounting for Acquisitions of Interests in Joint Operations[1]
HKAS 1 (Amendment)	Disclosure initiative[1]
HKAS 16 and HKAS 38 (Amendment)	Clarification of Acceptable Methods of Depreciation and Amortisation[1]
HKAS 16 and HKAS 41 (Amendment)	Agriculture: Bearer Plants[1]
HKAS 27 (Amendment)	Equity Method in Separate Financial Statements[1]
HKFRS 15	Revenue from Contracts with Customers[2]
HKFRS 9	Financial Instruments[2]
HKFRS 10, HKFRS 12 and HKAS 28 (Amendment)	Investment entities applying the consolidation exception[1]

[1] Changes effective for annual periods beginning on or after 1st January 2016

[2] Changes effective for annual periods beginning on or after 1st January 2018

The Group has already commenced an assessment of the impact of the above new standards and amendments to existing standards but is not yet in a position to state whether these new standards and amendments to existing standards would have a significant impact to its results of operations and financial position.

There are no other HKFRSs or interpretations that are not yet effective and are expected to have a material impact on the Group.

In addition, the requirements of Part 9 "Accounts and Audit" of the new Hong Kong Companies Ordinance (Cap. 622) come into operation during the financial year, as a result, there are changes to presentation and disclosures of certain information in the consolidated financial statements.

3. Segment information

(a) Segment analysed by products

The Group mainly operates in the People's Republic of China (the "PRC") and Hong Kong and is principally engaged in designing, manufacturing and selling of consumer electronic products.

As substantial business operations of the Group relate to design, manufacture and sale of consumer electronic products, the senior management makes decisions about resources allocation and performance assessment based on the entity-wide financial information. Accordingly, there is only one single reportable segment for the Group.

	Consumer electronic products	
	2016	2015
	HK$'000	*HK$'000*
Segment revenue	**2,879,104**	2,562,566
Segment results	**520,820**	117,715
Finance income	**13,276**	13,693
Finance costs	**(8,695)**	(6,831)
Profit before income tax	**525,401**	124,577
Income tax expense	**(19,382)**	(10,402)
Profit for the year	**506,019**	114,175
Profit for the year attributable to		
– equity holders of the Company	**506,028**	114,250
– non-controlling interests	**(9)**	(75)
	506,019	114,175

(b) Segment analysed by geographical areas

The segment revenue for the years ended 31st March 2016 and 2015 are as follows:

	2016	2015
	HK$'000	*HK$'000*
North America	**2,849,657**	2,499,377
Asia	**24,282**	50,238
Europe	**2,528**	4,761
Others	**2,637**	8,190
	2,879,104	2,562,566

The analysis of revenue by geographical areas is based on the destination to which the shipments are made.

Primarily all of the Group's assets and capital expenditure for the years ended 31st March 2016 and 2015 were located or utilised in the PRC or Hong Kong.

4. Other income

	2016	2015
	HK$'000	*HK$'000*
Fair value gain on investment properties	**60**	10,460
Rental income from investment properties	**8,373**	8,489
Amortisation of deferred gain *(note 6)*	**1,454**	–
Others	**242**	36
	10,129	18,985

5. Expenses by nature

Expenses included in cost of goods sold, selling expenses, administrative expenses and other operating expenses are analysed as follows:

	2016	2015
	HK$'000	*HK$'000*
Amortisation of intangible assets	**7,800**	7,800
Amortisation of leasehold land and land use rights	**289**	292
Auditor's remuneration	**2,100**	2,090
Cost of inventories	**2,151,804**	1,924,405
Depreciation of property, plant and equipment	**34,645**	33,369
Employee benefit expenses (including directors' emoluments)	**232,058**	212,827
Severance pay	**13,279**	19,940
Gain on disposal of plant and equipment	**(40)**	(6,888)
Operating lease rental in respect of land and buildings	**29,902**	30,439
Research and development costs	**17,420**	13,858
Impairment of property, plant and equipment	**–**	4,964

6. Gain on disposal of properties and deferred gain

In January 2016, Alco Electronics Limited ("AEL"), a wholly-owned subsidiary of the Company, entered into a sale and purchase agreement with an independent third party, Lead Harvest Group Limited ("Lead Harvest"), for the disposal of a self-occupied property and certain investment properties in Quarry Bay with carrying values of HK$23,791,000 and HK$236,310,000, respectively, at a total net consideration of HK$533,769,000. The transaction was completed on 29th February 2016 ("Completion Date").

Upon completion of the disposal, AEL and Lead Harvest entered into a tenancy agreement, whereby AEL leased the aforesaid self-occupied property from Lead Harvest for its own use for 3 years commencing on the Completion Date. The fair value of the self-occupied property near the Completion Date was determined by the Valuer. The excess of consideration over fair value has been deferred and amortised over the lease period, resulting in the recognition of "deferred gain" amounting to HK$50,896,000 in the consolidated balance sheet and amortisation of the deferred gain amounting to HK$1,454,000 in the consolidated income statement for the current year.

During the current year, gain on the disposals of a self-occupied property and certain investment properties of HK$100,763,000 and HK$122,009,000 have been recognised in the consolidated income statement.

7. Income tax expense

Hong Kong profits tax has been provided at the rate of 16.5% (2015: 16.5%) on the estimated assessable profits for the year. Taxation on overseas profits has been calculated on the estimated assessable profits for the year at the rates of taxation prevailing in the countries in which the Group operates.

	2016	2015
	HK$'000	*HK$'000*
Current income tax		
– Hong Kong profits tax	**(13,057)**	(8,713)
– Over provision in prior years	**115**	92
– PRC enterprise income tax	**–**	(3,900)
Deferred income tax (expenses)/credit	**(6,440)**	2,119
Income tax expense	**(19,382)**	(10,402)

8. Earnings per share

Basic

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

	2016	2015
Profit attributable to equity holders of the Company *(HK$'000)*	**506,028**	114,250
Weighted average number of ordinary shares in issue	**579,367,720**	579,541,999
Basic earnings per share *(HK cents)*	**87.3**	19.7

Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. There were no dilutive potential ordinary shares during the years ended 31st March 2016 and 2015. Therefore, the diluted earnings per share are the same as basic earnings per share.

9. Dividends

	2016	2015
	HK$'000	*HK$'000*
Interim dividend, paid, of HK6 cents (2015: HK3 cents) per ordinary share	**34,762**	17,381
Special dividend, declared, of HK60 cents (2015: Nil) per ordinary share	**347,621**	–
Final dividend, proposed, of HK30 cents (2015: HK10 cents) per ordinary share	**173,810**	57,937
	556,193	75,318

At a meeting held on 22nd June 2016, the directors proposed a final dividend of HK30 cents per ordinary share. This proposed dividend is not reflected as a dividend payable in these consolidated financial statements.

10. Trade and other receivables

	2016	2015
	HK$'000	*HK$'000*
Non-current		
Prepayment, deposits and other receivables *(Note)*	**41,068**	60,692
Current		
Trade receivables	**662,059**	533,406
Prepayment, deposits and other receivables *(Note)*	**30,875**	27,582
	692,934	560,988
Total	**734,002**	621,680

Note: As at 31st March 2016, other receivables included HK$43,374,000 (2015: HK$58,414,000) consideration receivable from PVI Global Corporation (a subsidiary of E Ink Holdings Inc. ("E Ink")) for the disposal of the corporate bond of Hydis Technologies Company Limited. A guarantee was granted by E Ink to cover the entire receivable amount.

During the previous financial year, the Group entered into loan agreements with a company incorporated in Denmark under which loans amounted to HK$879,000 (2015: HK$5,587,000) were granted by the Group to the company for the purposes of promoting the bicycle business in Europe. The loans are interest bearing and will be repayable within one year from the grant date. Such loans were fully provided taking into account the measurable decrease in estimated future cash flows.

At 31st March 2016 and 2015, the ageing analysis of the trade receivables based on shipping terms is as follows:

	2016	2015
	HK$'000	*HK$'000*
0 – 30 days	**58,780**	143,255
31 – 60 days	**110,303**	110,115
61 – 90 days	**51,483**	54,240
Over 90 days	**441,493**	225,796
	662,059	533,406

As at 31st March 2016, trade receivables of HK$359,587,000 (2015: Nil) were past due with reference to the credit terms offered.

The overdue sum is not considered as impaired since the overdue sum has been settled in June 2016.

11. Trade and other payables

	2016	2015
	HK$'000	*HK$'000*
Trade payables	**290,455**	460,239
Other payables and accruals	**57,935**	51,833
	348,390	512,072

At 31st March 2016 and 2015, the ageing analysis of the trade payables based on invoice date is as follows:

	2016	2015
	HK$'000	*HK$'000*
0 – 30 days	**267,298**	434,652
31 – 60 days	**15,193**	16,773
61 – 90 days	**3,317**	3,247
Over 90 days	**4,647**	5,567
	290,455	460,239

DIVIDEND

The directors recommended the payment of a final dividend of HK30 cents (2015: HK10 cents) per ordinary share for the year ended 31st March 2016 to the shareholders whose names appear on the register of members of the Company on 2nd September 2016.

Subject to shareholders' approval at the forthcoming annual general meeting of the Company, which is scheduled on 25th August 2016, the final dividend is expected to be paid on 12th September 2016.

CLOSURE OF REGISTER OF MEMBERS

Annual general meeting

The register of members of the Company will be closed from Tuesday, 23rd August 2016 to Thursday, 25th August 2016, both days inclusive, during which period no transfer of shares will be effected. In order to be eligible to attend and vote at the forthcoming annual general meeting of the Company, all transfers of shares, accompanied by the relevant share certificates, must be lodged with the Company's share registrars in Hong Kong, Tricor Abacus Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 4:30 p.m. on Monday, 22nd August 2016.

Dividend

The register of members of the Company will be closed from Wednesday, 31st August 2016 to Friday, 2nd September 2016, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the final dividend, all transfers of shares, accompanied by the relevant share certificates, must be lodged with the Company's share registrars in Hong Kong, Tricor Abacus Limited at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 4:30 p.m. on Tuesday, 30th August 2016.

MANAGEMENT DISCUSSION AND ANALYSIS

Group results and dividends

During the latest financial period, the Group continued to perform encouragingly, with turnover rising by 12% year-on-year to HK$2.9 billion (2015: HK$2.6 billion). Correspondingly, profit attributable to shareholders rose to HK$506 million (2015: HK$114 million), which included a gain of HK$221 million on the disposal of properties.

In view of the strong cash position and in line with the Board of Directors' commitment to observing a stable dividend payout policy, the directors have resolved to declare a final dividend of HK30 cents (2015: HK10 cents) per share. This, combined with the interim dividend of HK6 cents per share already paid (2015: HK3 cents) and a special dividend of HK60 cents per share declared, represents a total dividend of HK96 cents per share for the financial year (2015: HK13 cents).

The final dividend will be paid on 12th September 2016 to the Group's shareholders upon approval at the upcoming Annual General Meeting.

Review of operations

Over the past year, the gradual economic recovery in the United States has helped to improve consumption sentiment. Capitalizing on this development, ALCO has launched a series of tablets and personal computing products catering to first time users. This year, ALCO has further extended the product line-up from screen sizes of 7-inch, 10-inch and up to 12-inch in Android and Windows operating systems. At the moment, the company has good commanding market share of entry level personal computing products and tablets in North America.

Aside from the solid performance of our personal computing products and infotainment products, the Group's existing line of AV products has remained an important foundation and source of stable revenue. Comprising sound bar systems, amplifiers, Bluetooth wireless speakers, DVD players, Blu-ray players and home theatre systems, among others, they continue to satisfy the needs of a wide range of customers.

Ensuring that both existing products and products developed in the future are, and will be, produced in an efficient manner is our Houjie Town production facility. Now an integral part of our makeup, the facility enables us to produce sophisticated, high-value products that are the epitome of quality and reliability. And reflecting our ongoing commitment to product quality and reliability, the Group has invested HK$24 million in 3D Automated Optical Inspection equipment, 3D Automated X-Ray Inspection equipment and other reliability testing equipment during the year. Furthermore, we have also further invested HK$27 million in brand new and state-of-the-art SMT (Surface Mount Technology) assembly lines that are both more efficient and precise than their old counterparts. We are also making headway in restructuring and simplifying production processes so that we can raise efficiency, increase quality, and reduce costs still further.

Besides optimising production, we are also mindful of the importance of optimising returns for our investors. Taking into account the property market conditions, the Group has disposed three of its properties in Hong Kong during the year and resulted in a gain of HK$221 million. The Group has also signed a sale and lease back agreement for one of the three properties sold as its head office for a term of three years. The rent for the first and second years is HK$1 per annum respectively. On the third year, the rent is capped at HK$250,000 per month exclusive of rates, government rent and management fee.

Prospects

The US economy is expected to continue expanding, though remaining at a modest pace in the coming year. While there are economic and political concerns on the horizon, the demand for good-value/high-quality electronic products is constant.

In the coming year, we will look to build on the sales momentum achieved by our tablet series which have proved to be important growth drivers. To appeal to an even wider breadth of customers, we will be introducing still larger sized tablets and personal computing products – currently in the product development pipeline are sizes ranging from 14-Inches, to 17-Inches, and even up to 19-Inches. Besides greater choices in size, more productivity accessories will be offered as well, expanding from detachable keyboards to the possible inclusion of an active stylus and wireless mouse to provide more features options in the portfolio of these products.

With regards to our AV products, they will continue to be among our primary revenue streams. The current offering, which includes the Group's sound bar systems, has remained evergreen through ongoing updates that correspond with market trends. Such efforts will duly continue, as will steps to optimise the production of these products so that they provide fair returns to the Group well into the future.

Given our strong product development capability and solid financial position, we will also continue to explore new business opportunities that open up fresh revenue streams.

Furthermore, mindful of the increasing sophistication of our products, brand association will play a growing role in attracting consumers. While we already have a renowned brand under license for tackling the US market, a dedicated brand for better penetrating Europe and Asia among other markets is needed. Consequently, the 'Venturer' brand will be used for such a purpose. Venturer has already been on the market for several decades, and its transformation into a more premium brand will be in line with the products that it represents: technologically advanced, well designed and high-quality tablets, audio systems and personal computing products.

As we further develop the Group's products and business interests in the coming year, we will leverage the management's depth of experience to ensure that such efforts result in optimum returns. We are fully committed to sustaining the growth of the Group by both building on past achievements and seizing future opportunities that play to our strengths, and in so doing deliver favourable returns to all of our shareholders.

Liquidity and financial resources

The Group's total equity and total equity per share as at 31st March 2016 were HK$1,985 million (2015: HK$1,926 million) and HK$3.43 (2015: HK$3.32) respectively.

The Group maintains a strong financial position. To provide additional working capital to meet seasonal orders, during the year we arranged a three-year loan facility with several major banks for a total standby amount of US$80 million. As at 31st March 2016, we had cash and deposits of HK$1,592 million. After deducting bank loans of HK$233 million, we had net cash of HK$1,359 million. The Group has adequate liquidity for future working capital requirements.

As at 31st March 2016, our inventory was HK$316 million (2015: HK$404 million). We take a cautious approach to monitor the inventory level especially during this environment with uncertainty.

Trade receivables balance as at 31st March 2016 was HK$662 million (2015: HK$533 million). As it is our policy to deal with creditworthy customers and to adopt a prudent credit policy, credit risk is kept at minimal.

Trade payables balance as at 31st March 2016 was HK$290 million (2015: HK$460 million).

Capital expenditure on fixed assets during the year was HK$70 million (2015: HK$34 million). As at 31st March 2016, we had capital commitments contracted but not provided for in respect of moulds, plant and machinery and renovation amounting to HK$11,878,000 (2015: HK$16,018,000).

Due to peg-rate system, we have limited exposure to trade-related foreign exchange risk as substantially all of our sales, purchases and borrowings are denominated in United States dollars and Hong Kong dollars. Adhering to the policy of not engaging in currency speculation, there was no gain or loss from speculative activities during the reporting financial year.

To naturally hedge against the potential cost impact caused by RMB, the Group has diversified its cash portfolio by investing in RMB denominated deposits. As at 31st March 2016, the amount totalled RMB126 million.

Employees

As at 31st March 2016, the Group had approximately 1,700 (2015: 2,300) employees in Hong Kong and the PRC. Remuneration packages are generally structured by reference to market terms and individual qualifications. Salaries and wages are normally reviewed on an annual basis based on performance appraisals and other relevant factors. We also provide other benefits including medical insurance, provident fund and education subsidies to all eligible staff.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor its subsidiary companies has purchased or sold any of the Company's shares during the year ended 31st March 2016 and the Company has not redeemed any of its shares during the same financial year.

CORPORATE GOVERNANCE

The Company has complied with all the applicable code provisions set out in the Corporate Governance Code and Corporate Governance Report (the "Code") contained in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") for the 12 months ended 31st March 2016, except with deviation from code provision A.5.1.

Following the resignation of an independent non-executive director on 17th March 2016, the nomination committee did not comprise a majority of independent non-executive directors, which deviated from the code provision A.5.1. After the year end, on 6th April 2016, a new independent non-executive director was appointed. The deviation was rectified accordingly.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules (the "Model Code") as its own code of conduct regarding securities transactions by the directors of the Company. Having made specific enquiry of the directors, all the directors confirmed that they had complied with the required standards as set out in the Model Code and its code of conduct regarding directors' securities transactions with the Company for the 12 months ended 31st March 2016.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including the review of the financial statements of the Group for the year ended 31st March 2016.

The Audit Committee currently comprises three independent non-executive directors of the Company, namely Mr LI Wah Ming, Fred, Mr LEE Tak Chi and Mr CHEUNG, Johnson.

REVIEW OF CONSOLIDATED FINANCIAL STATEMENTS

The figures in respect of the preliminary announcement of the Group's results for the year ended 31st March 2016 have been agreed by the Group's auditor, PricewaterhouseCoopers, to the amounts set out in the Group's consolidated financial statements for the year. The work performed by PricewaterhouseCoopers in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by PricewaterhouseCoopers on the preliminary announcement.

PUBLICATION OF FINAL RESULTS AND ANNUAL REPORT

This final results announcement is available for viewing on the website of Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk and on the website at www.irasia.com/listco/hk/alco/index.htm. The annual report of the Company containing all the information required by the Listing Rules will be published on the above websites in due course.

LIST OF DIRECTORS

As at the date of this announcement, the Board of Directors comprises five executive directors, namely Mr LEUNG Kai Ching, Kimen, Mr LEUNG Wai Sing, Wilson, Mr KUOK Kun Man, Mr LEUNG, Jimmy and Mr LIU Lup Man and three independent non-executive directors, namely Mr LI Wah Ming, Fred, Mr LEE Tak Chi and Mr CHEUNG, Johnson.

By order of the Board
Alco Holdings Limited
LEUNG Kai Ching, Kimen
Chairman

Hong Kong, 22nd June 2016