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## FUTURE PLANS AND USE OF PROCEEDS

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### FUTURE PLANS

Please see the section headed “Business – Our business strategies” in this prospectus for a description of our future plans.

### USE OF PROCEEDS

We estimate that the net proceeds to our Company from the Global Offering, after deducting the underwriting commissions and estimated expenses in relation to the Global Offering payable by us, will be approximately HK\$72.8 million before any exercise of the Over-allotment Option, assuming an Offer Price of HK\$0.62 per Share, being the midpoint of the Offer Price range set out in this prospectus.

We intend to use the entire net proceeds of approximately HK\$72.8 million for the construction and build-out of new production facilities in Suzhou with a site area of not less than 93,000 sq.m. in order to allow adequate factory space for future expansion needs of which: (i) approximately HK\$58 million (approximately 79.7%) will be applied for the purchase of a piece of land in Suzhou; and (ii) approximately HK\$14.8 million (approximately 20.3%) is intended to be applied for the construction of phase 1 of the production facilities.

Please refer to the sub-section headed “Business – Our business strategies” in this prospectus for further details of our development of the new production facilities in Suzhou.

If the Offer Price is finally determined at the lower end of the indicative Offer Price range, being HK\$0.55 per Offer Share, the net proceeds from the Global Offering will be decreased by approximately HK\$10.5 million, as compared with the above computation (which is based on the midpoint of the indicative Offer Price range and assuming the Over-allotment Option is not exercised). In such case, our Directors intend to apply approximately HK\$58 million or approximately 93.1% towards for the purchase of land in Suzhou. Our Directors intend to apply the remaining net proceeds of the Global Offering for the construction of phase 1 of the production facilities as mentioned in item (ii) above.

If the Offer Price is finally determined at the higher end of the indicative Offer Price range, being HK\$0.68 per Offer Share, the net proceeds of the Global Offering will be increased by approximately HK\$9 million, as compared with the above computation (which is based on the midpoint of the indicative Offer Price range and assuming the Over-allotment Option is not exercised). Our Directors intend to allocate the additional net proceeds for the purpose of construction of phase 1 of the production facilities as mentioned under item (ii) above.

If the Over-allotment Option is exercised in full, we estimate we would receive additional net proceeds of approximately HK\$13.95 million, assuming an Offer Price of HK\$0.62 per Share, being the midpoint of the Offer Price range stated in this prospectus. The additional net proceeds received from the exercise of the Over-allotment Option will be applied to the purpose of construction of phase 1 of the production facilities as mentioned under item (ii) above.

We will issue an announcement in Hong Kong if there is any material change in the use of proceeds described above.