CT HOLDINGS (INTERNATIONAL) LIMITED
詩天控股（國際）有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code : 1008)

2009 INTERIM REPORT

CORPORATE INFORMATION

DIRECTORS

CHAIRMAN AND NON-EXECUTIVE DIRECTOR

Mr. Tsoi Tak

EXECUTIVE DIRECTORS

Ms. Wu Sin Wah, Eva (Chief Executive Officer)
Mr. Cai Xiao Ming, David
Mr. Cai Xiao Xing
Mr. Kiong Chung Yin, Yttox

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Lam Ying Hung, Andy
Mr. Lui Tin Nang
Mr. Siu Man Ho, Simon

COMPANY SECRETARY

Mr. Yau Chung Hang, *FCCA, CPA*

AUDIT COMMITTEE

Mr. Lui Tin Nang
(chairman of the audit committee)
Mr. Lam Ying Hung, Andy
Mr. Siu Man Ho, Simon

REMUNERATION COMMITTEE

Mr. Kiong Chung Yin, Yttox
(chairman of the remuneration committee)
Mr. Siu Man Ho, Simon
Mr. Lam Ying Hung, Andy
Mr. Lui Tin Nang

NOMINATION COMMITTEE

Ms. Wu Sin Wah, Eva
(chairman of the remuneration committee)
Mr. Siu Man Ho, Simon
Mr. Lam Ying Hung, Andy
Mr. Lui Tin Nang

AUTHORISED REPRESENTATIVES

Ms. Wu Sin Wah, Eva
Mr. Cai Xiao Ming, David

COMPLIANCE ADVISER

Optima Capital Limited

JOINT AUDITORS

CCIF CPA Limited
World Link CPA Limited

PRINCIPAL BANKERS

Standard Chartered Bank (Hong Kong) Limited
Hang Seng Bank Limited
The Hong Kong and Shanghai Banking Corporation Limited
DBS Bank (Hong Kong) Limited
Dah Sing Bank Limited
The Bank of East Asia Limited

LEGAL ADVISERS

Cayman Islands:
Conyers Dill & Pearman

Hong Kong:
Michael Li & Co.

CORPORATE INFORMATION

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Butterfield Fulcrum Group (Cayman) Limited
Butterfield House
68 Fort Street
P.O. Box 609
Grand Cayman KY1-1107
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
26th Floor, Tesbury Centre
28 Queen's Road East
Wanchai
Hong Kong

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

Suites 2301-2, 23rd Floor
Tower Two, Nina Tower
8 Yeung Uk Road
Tsuen Wan
New Territories
Hong Kong

CORPORATE WEBSITE

www.ctprinting.com.hk

STOCK CODE

1008

LISTING DATE

30 March 2009

FINANCIAL HIGHLIGHTS

- The unaudited consolidated turnover of the Group for the six months ended 30 June 2009 amounted to approximately HK$141.8 million (six months ended 30 June 2008: approximately HK$177.7 million), representing a decrease of approximately 20.2% as compared with the same period last year.

- Unaudited consolidated profit attributable to the equity shareholders of the Company for the six months ended 30 June 2009 amounted to approximately HK$9.3 million (six months ended 30 June 2008: approximately HK$12.2 million), representing a decrease of approximately 23.8% as compared with last corresponding period.

- For the six months ended 30 June 2009, the earnings per share amounted to approximately HK5.7 cents (six months ended 30 June 2008: approximately HK8.1 cents).

- The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2009 (six months ended 30 June 2008: Nil).

BUSINESS REVIEW

The six months ended 30 June 2009 (the "Review Period") was difficult and challenging for the printing industry. With the uncertain outlook of consumer demand as a result of the global financial crisis, publishers took a cautious approach by lowering inventory level, reducing order quantity and shortening the order lead time. Competition intensified as the waning demand worked its way through to printers. However, the economic downturn has kept the costs of raw materials and freight costs in check thereby mitigating the impact of slower sales.

During the Review Period, CT Holdings (International) Limited (the "Company") together with its subsidiaries, the "Group") has implemented various cost control measures in purchasing raw materials, accommodating customers' demands for small quantity per order and shorter lead time and adopted a more flexible pricing strategy to help customers weather the unfavorable market conditions. The Group also required its processing partner to contain production costs by adjusting the number of workers according to the production load and implementing stringent quality management. In view of the uncertain market conditions and general tightening of credit by banks in Europe and the United States of America (the "USA"), the Group exercised strict credit control measures on all its customers and accepted new customers only with proven credit history or good credit reference.

Shitian Paper Craft (Shenzhen) Company Limited(詩天紙藝製品(深圳)有限公司)("CT Shenzhen"), the Company's wholly-owned subsidiary and a wholly foreign owned enterprise established in Shenzhen, the People's Republic of China (the "PRC"), has commenced trial production smoothly during the Review Period.

OUTLOOK

The Review Period presented the Group's new challenges. The governments of the USA and the United Kingdom (the "UK") respectively have flushed the market with liquidity in fear of worsening recession and other considerations. The PRC government has also taken proactive measures to uphold its economic growth target. The impact of these government measures remains to be seen. It appears that the remaining months of 2009 will follow the same trail of the first half of 2009.

In view of the foregoing, the Group will continue to implement tight cost control measures, stringent quality management and competitive pricing strategy. The Group will also continue to explore new markets for books in new overseas markets, such as Brazil, and in particular printed packaging and decorative product in the PRC laying the seeds for growth.

The processing partner of the Group will be relocated to a new production facility of twice the gross floor area by the end of 2009. The new facility will allow improvement in production flow thereby reducing time costs and wastage and can house more production equipment. This will enhance the competitiveness of the Group and reserve ample room for expansion in future.

FINANCIAL REVIEW

TURNOVER

For the Review Period, the turnover of the Group was approximately HK$141.8 million, representing a decrease of approximately HK$35.9 million or 20.2% when compared with the same period in 2008. The decrease in turnover for the period was mainly due to the reduction in printing orders quantity from publishers in the USA and European countries other than the UK as a result of the highly uncertain outlook of consumer demand under the recession experienced by the world economy.

GROSS PROFIT

Despite the drop in turnover by approximately 20.2%, the Group still recorded a gross profit of approximately HK$38.8 million for the Review Period, representing an increase of approximately 0.3% when compared with the corresponding period in the previous financial year. Besides, the gross profit margin improved from approximately 21.7% for the same period in 2008 to approximately 27.3% for the Review Period. Such enhancement was mainly the result of eliminating the use of sub-contractors during the non-peak season.

OTHER REVENUE AND OTHER NET INCOME

For the Review Period, other revenue and other net income recorded a decrease of approximately 63.0% when compared with the same period in 2008 and the amount mainly represented the sale of scrap materials and bank interest income.

SELLING EXPENSES

The selling expenses of approximately HK$11.3 million for the Review Period had decreased by approximately 17.7% as compared with the same period in 2008, and such reduction is in line with the drop in turnover. Freight and transportation costs amounted to approximately HK$5.9 million, being the largest selling expenses item, also experienced a decrease of approximately 31.4% from previous period.

ADMINISTRATIVE EXPENSES

Administrative expenses, on the other hand, increased by approximately HK$3.4 million (approximately 32.4%) to approximately HK$13.9 million during the Review Period. The increase was essentially due to increase of approximately HK$1.9 million in payroll resulting from expanding the sales team and remunerating additional directors of the Company after listing. Besides, the Hong Kong head office of the Group moved to the existing Class-A office premises at Tsuen Wan with doubled floor spaces during the Review Period, an additional rental expenses of about HK$1.0 million were incurred during the Review Period as a result. The trial production of CT Shenzhen and increase in government levy relating processing fee contributed to lift the administrative expenses by approximately HK$0.4 million and approximately HK$0.7 million respectively.

FINANCE COSTS

The Group recorded a decrease in finance costs of about 34.8% during the Review Period when compared with the same period in 2008. The decrease was due to an overall decrease in interest bearing liabilities of the Group.

PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE EQUITY SHAREHOLDERS OF THE COMPNAY

For the Review Period, profit attributable to the equity shareholders of the Company dropped by approximately HK$2.9 million when compared with the corresponding period in 2008. The shrinking of the profit was owing to the net increase in operating expenses of the Group, as well as the listing expenses which amounted to approximately HK$1.6 million.

FINANCIAL POSITION AND LIQUIDITY

As at 30 June 2009, the Group had cash and cash equivalent amounted to approximately HK$68.0 million. Net current assets of the Group increasesd substantially from last year's approximately HK$110.6 million to approximately HK$178.8 million at period end date.

Normal operations of the Group were well supported by credit facilities granted by financial institutions which amounted to approximately HK$341.4 million at period end date. As at 30 June 2009, the Group had interest bearing obligations under finance leases of approximately HK$42.0 million (of which approximately HK$16.5 million were repayable within one year), and outstanding secured interest bearing bank loans of approximately HK$36.5 million which were repayable within one year. Net book value of fixed assets and fixed deposits pledged for securing these credit facilities amounted to about HK$80 million.

As at 30 June 2009, the Group's net gearing ratio was approximately 0.2% which was calculated on the basis of the amount of borrowings less cash and cash equivalents and pledged bank deposits divided by shareholders' equity. The significant improvement in the net gearing ratio from 49.3% as at 31 December 2008 was mainly due to the receiving of the net listing proceed, which amounted to approximately HK$46.8 million and the lower in level of the bank loan. As at 30 June 2009, the Group had capital commitment for purchase of property, plant and equipment of approximately HK$9.6 million. As at 30 June 2009, the Group had no material investment.

CONTINGENT LIABILITIES AND GUARANTEES

As at 30 June 2009, the Group did not provide any guarantees for any third party and had no significant contingent liabilities.

MATERIAL ACQUISITIONS AND DISPOSALS

Save for the reorganisation of the Company and its subsidiaries for the puropes of listing of the Company's shares on the Main Broad of The Stock Exchange of Hong Kong Limited, there was no acquisitions or disposals of subsidiaries or associated companies by the Group during the Review Period.

INTERIM DIVIDEND

The board (the "Board") of directors (the "Directors") of the Company does not recommend the payment of an interim dividend for the Review Period.

CAPITAL STRUCTURE

During the Review Period, the Group's operation was mainly financed by funds generated from its operation and borrowings. As at 30 June 2009, the borrowings were mainly denominated in Hong Kong dollars and United States dollars ("US dollars"), while the cash and cash equivalents held by the Group were mainly denominated in Hong Kong dollars and Renminbi. All of the Group's borrowings were variable rate borrowings and no hedging has been employed by the Group during the Review Period.

The Group's turnover is mainly denominated in US dollars, Pounds Sterling, Euros and Hong Kong dollars, while its costs and expenses are mainly denominated in US dollars, Hong Kong dollars and Renminbi. As majority portion of the Group's assets, liabilities, revenues and payments during the Review Period were denominated in either Hong Kong dollars or US dollars, the Board considers that the risk exposure to foreign exchange rate fluctuations is not significant. The Group does not have a formal hedging policy and has not entered into any material foreign currency exchange contracts or derivative transactions to hedge against its currency risks.

USE OF PROCEEDS

Pursuant to the plan on use of proceeds, as at 30 June 2009, a total of approximately HK$9.7 million had been utilized, of which approximately HK$9.4 million had been used in purchasing new machinery and equipment, while approximately HK$0.3 million had been used in expansion of the Group's sales network by participating in international book fairs and trade shows. The rest of the proceeds has been placed in short term deposits in banks in Hong Kong. The Company will utilize the rest of the proceeds in accordance with the specific plan of use of proceeds as stated in the prospectus of the Company dated 18 March 2009.

HUMAN RESOURCES

As at 30 June 2009, the Group had a total of 48 full-time staff based in Hong Kong and the PRC. The Group's remuneration packages are generally structured with reference to market terms and individual merits. The Group operates a defined contribution retirement benefits scheme under the Mandatory Provident Fund Schemes Ordinance for all of its employees in Hong Kong. Contributions are made based on a percentage of the employees' basic salaries. The Group also made contributions to provident funds, elderly insurance, medical insurance, unemployment insurance and work-related injury insurance in accordance with appropriate laws and regulations in the PRC. The Group has also adopted a share option scheme to provide incentive or reward to eligible high-calibre employees and attract human resources that are valuable to the Group.

PURCHASE, SALE OR REDEMPTION OF SHARES

The Company did not redeem any of its shares during the Review Period. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the Review Period.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITION IN SHARE UNDERLYING SHARES OR DEBENTURES OF THE COMPANY OR ITS ASSOCIATED CORPORATIONS

As at 30 June 2009, the following Directors or the chief executives of the Company had or were deemed to have interests or short positions in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong ("SFO")) (i) 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 or short positions which they were taken or deemed to have under such provision of the SFO); or (ii) which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") contained in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"):

(i) The Company

Name of Director	Capacity	Number of shares held	Position	Approximate percentage of issued share capital
Mr. Tsoi Tak	Interest of corporation controlled	105,000,000 *(note 1)*	Long	52.5%
Mr. Cai Xiao Ming, David	Interest of corporation controlled	45,000,000 *(note 2)*	Long	22.5%

Notes:

1. These shares are held by Profitcharm Limited, the entire issued share capital of which is wholly and beneficially owned by Mr. Tsoi Tak. By virtue of the SFO, Mr. Tsoi Tak is deemed to be interested in the entire 105,000,000 shares held by Profitcharm Limited.

2. These shares are held by Sinorise International Limited, the entire issued share capital of which is wholly and beneficially owned by Mr. David Cai. By virtue of the SFO, Mr. David Cai, is deemed to be interested in the entire 45,000,000 shares held by Sinorise International Limited.

(ii) Associated corporation

Name of associated corporation	Name of registered owner	Capacity	Position	Number of shares in the associated corporation	Approximate percentage of shareholding in the associated corporation
Profitcharm Limited	Tsoi Tak	Beneficial interests	Long	200 shares of US$1.00 each	100%

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN AND/OR SHORT POSITION

So far as is known to the Directors and chief executives of the Company, as at 30 June 2009, the following persons (not being a Director or chief executive of the Company) had, or were deemed to have, interest or a short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or, would be, directly or indirectly, interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other members of the Group:

Name of shareholder	Capacity	Number of shares held	Position	Approximate percentage of issued share capital
Profitcharm Limited *(note 1)*	Interest of corporation controlled	105,000,000	Long	52.5%
Sinorise International Limited *(note 2)*	Interest of corporation controlled	45,000,000	Long	22.5%

Notes:

1. Profitcharm Limited is a company incorporated in the British Virgin Islands with limited liability which is wholly and beneficially owned by Mr. Tsoi Tak.

2. Sinorise International Limited is a company incorporated in the British Virgin Islands with limited liability which is wholly and beneficially owned by Mr. David Cai.

CORPORATE GOVERNANCE

The Company had met the relevant code provisions set out in the Code on Corporate Governance Practices based on the principles set out in Appendix 14 to the Listing Rules since the listing of its shares on the Stock Exchange on 30 March 2009 and up to 30 June 2009 except for the provision E.1.2 of the Code on Corporate Governance Practices that the chairman of the Board was absent from the annual general meeting of the Company held on 5 June 2009 due to business matters.

MODEL CODE FOR SECURITIES TRANSACTION BY DIRECTORS

The Company has adopted the Model Code set out in Appendix 10 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiry of all Directors, the Company confirmed that during the Review Period, all Directors have complied with the required standard set out in the Model Code.

SHARE OPTION SCHEME

On 4 March 2009, the shareholders of the Company had approved and adopted a share option scheme (the "Share Option Scheme"). Key terms of the Share Option Scheme are summarized below:

(i) The purpose of the Share Option Scheme is to provide incentive or reward to eligible persons for their contribution to the Group and/or to enable the Group to recruit and retain high-calibre employees and attract human resources that are valuable to the Group or any entity in which the Group holds any equity interest.

(ii) Qualifying participants of the Share Option Scheme include any employee, executive and non-executive directors, customer or supplier of goods or services to any member of the Group, consultant, adviser, manager, officer or entity that provide research, development or other technological support to the Group or its member(s).

(iii) The total number of shares in respect of which options may be granted under the Share Option Scheme is 20,000,000 shares, being 10% of the total number of shares in issue as at 30 March 2009, the listing date on the Stock Exchange.

(iv) The maximum number of shares which may be issued upon the exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option schemes of the Company, must not, in aggregate, exceed 30% of the total number of shares in issue from time to time.

(v) Unless approved by shareholders in general meeting, the total number of shares issued and to be issued upon exercise of all options granted to any eligible participant under the Share Option Scheme in the 12 month period up to and including such further grant must not exceed 1% of the total number of shares in issue.

(vi) The Share Option Scheme shall be valid and effective for a period of 10 years commencing on the date of adoption of the Share Option Scheme, after which period no further option shall be granted.

(vii) A non-refundable consideration of HK$1 is payable on acceptance of the offer of grant of an option. An offer of grant of an option may be accepted by an eligible person within the date as specified in the offer letter issued by the Company, being a date not later than 21 business days from the date offer is made.

(viii) An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period (which may not expire later than 10 years from the date of the grant) to be notified by the Board at its sole discretion. There is no performance target that has to be achieved before the exercise of any option.

(ix) The subscription price must be at least the higher of (1) the closing price of the Shares as stated in the Stock Exchange's daily quotation sheet on the date of grant; (2) the average of the closing price of the Company's shares as stated in the Stock Exchange's daily quotation sheets for the immediately preceding five trading days; and (3) the nominal value of a Company's share .

(x) The Board is entitled at any time within 10 years between 4 March 2009 and 3 March 2019 to offer the grant of an option to any qualifying participants.

Up to the date of this report, no option under the Share Option Scheme has yet been granted by the Board.

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 a review of the unaudited condensed consolidated financial statements for the Review Period with the Directors. In addition, the unaudited condensed consolidated financial statements of the Group for the Review Period have also been reviewed by the joint auditors of the Company, CCIF CPA Limited and World Link CPA Limited. The Audit Committee comprises the three independent non-executive Directors.

CCIF
CCIF CPA LIMITED
陳葉馮會計師事務所有限公司
20/F Sunning Plaza
10 Hysan Avenue
Causeway Bay Hong Kong

World Link CPA Limited
香港中環德輔道中121號
遠東發展大廈5樓
Email 電郵: info@worldlinkcpa.com
Website 網址: www.worldlinkcpa.com

INDEPENDENT REVIEW REPORT TO THE BOARD OF DIRECTORS OF
CT HOLDINGS (INTERNATIONAL) LIMITED
(Incorporated in Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 14 to 40, which comprise the condensed consolidated statement of financial position of CT Holdings (International) Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") as of 30 June 2009 and the related condensed consolidated statement of comprehensive income, statement of changes in equity and statement of cash flows for the six-month period then ended and certain explanatory notes. The Main Board Listing Rules governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants. The directors are responsible for the preparation and presentation of this interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of 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.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respect, in accordance with HKAS 34.

CCIF CPA Limited
Certified Public Accountants
Hong Kong, 22 September 2009

Kwok Cheuk Yuen
Practising Certificate Number P02412

World Link CPA Limited
Certified Public Accountants
Hong Kong, 22 September 2009

Fung Tze Wa
Practising Certificate Number P01138

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2009

	Notes	For the six months ended 30 June 2009 (unaudited) HK$'000	2008 (unaudited) HK$'000
Turnover		141,779	177,720
Cost of sales		(103,013)	(139,082)
Gross profit		38,766	38,638
Other revenue and other net income		1,061	2,865
Selling expenses		(11,341)	(13,778)
Administrative expenses		(13,919)	(10,515)
Profit from operations		14,567	17,210
Listing expenses	4(c)	(1,569)	—
Finance costs	4(a)	(2,754)	(4,223)
Profit before taxation	4	10,244	12,987
Income tax charge	5	(991)	(837)
Profit for the period		9,253	12,150
Other comprehensive income:			
Change in fair value of available-for-sale financial assets		—	343
Gain on disposal of available-for-sale financial assets		618	—
Exchange differences arising on translation of foreign operations		1	—
Other comprehensive income for the period		619	343
Total comprehensive income for the period		9,872	12,493
Profit for the period attributable to the equity shareholders of the Company		9,253	12,150
Total comprehensive income attributable to the equity shareholders of the Company		9,872	12,493
Earnings per share – basic and diluted (HK cents)	6	5.7	8.1

The notes on pages 20 to 40 form an integral part of this interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2009

	Notes	At 30/6/2009 (unaudited) HK$'000	At 31/12/2008 (audited) HK$'000
Non-current assets			
Property, plant and equipment	8	120,149	126,739
Available-for-sale financial assets		—	16,542
		120,149	143,281
Current assets			
Inventories		58,017	51,123
Trade and other receivables	9	135,291	164,037
Pledged fixed deposits		10,047	15,117
Cash and cash equivalents		67,990	14,456
		271,345	244,733
Current liabilities			
Trade and other payables	10	36,979	37,921
Obligations under finance leases	11	16,540	17,923
Secured bank loans	12	36,529	76,189
Tax payable		2,505	2,089
		92,553	134,122
Net current assets		178,792	110,611
Total assets less current liabilities		298,941	253,892
Non-current liabilities			
Obligations under finance leases	11	25,465	38,210
Deferred taxation		8,008	7,433
		33,473	45,643
NET ASSETS		265,468	208,249
CAPITAL AND RESERVES			
Share capital	13	2,000	2
Reserves		263,468	208,247
TOTAL EQUITY		265,468	208,249

The notes on pages 20 to 40 form an integral part of this interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2009

	Attributable to equity shareholders of the Company						
	Share capital HK$'000	Share premium HK$'000	Fair value reserve HK$'000	Merger reserve HK$'000	Exchange reserve HK$'000	Retained profits HK$'000	Total HK$'000
At 1/1/2008	10	—	(1,287)	—	—	68,207	66,930
Changes in equity for the six months ended 30 June 2008:							
Total comprehensive income for the period	—	—	343	—	—	12,150	12,493
At 30/6/2008 and 1/7/2008 (unaudited)	10	—	(944)	—	—	80,357	79,423
Changes in equity for the six months ended 31 December 2008:							
Issue of 10,000 ordinary share capital of CT Printing Limited for loan capitalisation	10	108,807	—	—	—	—	108,817
Issue of 99 ordinary share capital of CT Management Investments Limited	1	—	—	—	—	—	1
Issue of 100 ordinary share capital of CT Management Investments Limited pursuant to the reorganisation	1	—	—	9	—	—	10
Issue of an ordinary share capital of CT Management Investments Limited pursuant to the reorganisation	—	—	—	10	—	—	10
Elimination of share capital pursuant to the reorganisation	(20)	—	—	—	—	—	(20)
Total comprehensive income for the period	—	—	326	—	—	19,682	20,008
At 31/12/2008 (audited)	2	108,807	(618)	19	—	100,039	208,249

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2009

	Attributable to equity shareholders of the Company						
	Share capital HK$'000	Share premium HK$'000	Fair value reserve HK$'000	Merger reserve HK$'000	Exchange reserve HK$'000	Retained profits HK$'000	Total HK$'000
At 1/1/2009	2	108,807	(618)	19	—	100,039	208,249
Changes in equity for the six months ended 30 June 2009:							
Elimination of share capital pursuant to the reorganisation	(2)	—	—	—	—	—	(2)
Issue of 9,999,999 ordinary shares of the Company pursuant to the reorganisation	100	—	—	(98)	—	—	2
Issue of 140,000,000 ordinary shares of the Company pursuant to the capitalisation issue	1,400	(1,400)	—	—	—	—	—
Issue of 50,000,000 ordinary shares of the Company for public offering	500	62,000	—	—	—	—	62,500
Transaction costs attributable to issue of new shares	—	(15,153)	—	—	—	—	(15,153)
Total comprehensive income for the period	—	—	618	—	1	9,253	9,872
At 30/6/2009 (unaudited)	2,000	154,254	—	(79)	1	109,292	265,468

The notes on pages 20 to 40 form an integral part of this interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six Months ended 30 June 2009

	For the six months ended 30 June	
	2009	2008
	(unaudited)	(unaudited)
	HK$'000	HK$'000
Operating activities		
Profit before taxation	10,244	12,987
Adjustments for:		
Depreciation	7,631	6,914
Interest income	(21)	(729)
Finance costs	2,754	4,223
Loss/(gain) on disposal of property, plant and equipment	3	(107)
Operating profit before changes in working capital	20,611	23,288
Increase in inventories	(6,894)	(36,763)
Decrease in trade and other receivables	27,715	22,778
(Decrease)/increase in trade and other payables	(942)	15,901
Net cash generated from operating activities	40,490	25,204
Investing activities		
Purchase of property, plant and equipment	(1,150)	(6,851)
Proceeds on sale of property, plant and equipment	108	829
Proceeds on sale of available-for-sale financial assets	17,160	—
Interest received	21	729
Decrease/(increase) in pledged fixed deposits	5,070	(11,095)
Net cash generated from/(used in) investing activities	21,209	(16,388)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six Months ended 30 June 2009

	For the six months ended 30 June	
	2009	2008
	(unaudited)	(unaudited)
	HK$'000	HK$'000
Financing activities		
Proceeds from new bank loans and other borrowings	126,514	146,766
Repayment of bank loans and other borrowings	(165,143)	(152,829)
Interest element of finance lease payments	(973)	(1,558)
Finance costs	(1,781)	(2,665)
Capital element of finance lease payments	(14,128)	(6,761)
Inception of new finance lease	—	4,254
Advances from related party	—	6,915
Repayments to related party	—	(2,997)
Proceeds from issuance on ordinary shares on public offering	62,500	—
Transaction costs attributable to issue of new shares	(15,153)	—
Net cash used in financing activities	(8,164)	(8,875)
Net increase/(decrease) in cash and cash equivalents	53,535	(59)
Exchange differences	(1)	—
Cash and cash equivalents at beginning of period	14,456	7,240
Cash and cash equivalents at end of period	67,990	7,181

The notes on pages 20 to 40 form an integral part of this interim financial report.

1. COMPANY BACKGROUND

a) Corporate information

The Company was incorporated and domiciled in the Cayman Islands under Companies Law (Law 3 of 1961, as consolidated and revised) of the Cayman Islands as an exempted company with limited liability on 11 November 2008. The Company has established a principal place of business in Hong Kong at Suites 2301-2, 23rd Floor Tower 2, Nina Tower, 8 Yeung Uk Road, Tsuen Wan, New Territories, Hong Kong and has been registered as an overseas company under Part XI of the Hong Kong Companies Ordinance on 24 December 2008. Its issued shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") since 30 March 2009.

b) Reorganisation

Pursuant to a reorganisation (the "Reorganisation") of the Company and its subsidiaries now comprising the Group completed on 4 March 2009 to rationalise the group structure for the public listing of the Company's shares on the Main Board of the Stock Exchange, the Company became the holding company of the Group.

Details of the Reorganisation are set out in the prospectus dated 18 March 2009 issued by the Company.

The Company and its subsidiaries now comprising the Group as set out below are principally engaged in the provision of printing services.

1. COMPANY BACKGROUND *(continued)*

b) Reorganisation *(continued)*

Particulars of the Company's subsidiaries are as follows:

Name of company	Place and date of incorporation/ establishment	Percentage of equity attributable to the Company		Issued and fully paid share capital/ registered capital at the date of this report	Principal activities
		Direct	Indirect		
CT Management Investments Limited ("CT Printing BVI")	British Virgin Islands ("BVI") 24 October 2008	100%	—	US$200	Investment holding
CT Printing Limited ("CT Printing")	Hong Kong 5 January 2001	—	100%	HK$20,000	Provision of printing services
詩天紙藝製品（深圳）有限公司# ("CT Shenzhen")	The People's Republic of China ("PRC") 15 August 2008	—	100%	Paid up capital of US$860,000 out of the registered capital of US$4,280,000	Provision of the printing of packaging and decorative matters, research and development on printing technology, wholesale, import and export of the packaging products and other related services

\# Wholly-owned foreign enterprise registered in the PRC

Since all entities which took part in the Reorganisation were under common control of Mr. Tsoi Tak (the "Controlling Shareholder") before and immediately after the Reorganisation and, consequently, there was a continuation of the risks and benefits to the Controlling Shareholder and therefore this is considered as a business combination under common control and Accounting Guideline 5 "Merger Accounting for Common Control Combinations" has been applied. These unaudited condensed consolidated financial statements have been prepared by using the merger basis of accounting as if the Group had been in existence throughout the years presented. The net assets of the combining companies are combined using the existing book values from the Controlling Shareholders' perspective.

1. COMPANY BACKGROUND *(continued)*

b) Reorganisation *(continued)*

Accordingly, the condensed consolidated statements of comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows of the Group for the six months ended 30 June 2008 and 2009 include the results of operations of the companies comprising the Group for the six months ended 30 June 2008 and 2009 (or where the companies were established/incorporated at a date later than 1 January 2008 for the periods from the date of establishment/incorporation to 30 June 2008 and 2009) as if the companies now comprising the Group had been in existence throughout the periods presented.

The condensed consolidated statement of financial position as at 31 December 2008 is the combination of the statement of financial position of the Company and the subsidiaries now comprising the Group as at 31 December 2008.

All material intra-group transactions and balances have been eliminated on consolidation.

In the opinion of the directors, the unaudited condensed consolidated financial statements prepared on this basis present fairly the results of operations and the state of affairs of the Group as a whole.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation

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

The unaudited condensed consolidated financial statements have been prepared under the historical cost convention, except for the available-for-sale financial assets that are measured at revalued amounts or fair values, as appropriate.

A number of new or revised standards and interpretations are effective for the financial year beginning on 1 January 2009. Except as described below, the same accounting policies, presentation and methods of computation have been followed in these unaudited condensed consolidated financial statements as were applied in the preparation of the Group's audited financial statements for the year ended 31 December 2008.

HKFRS 8 Operating Segments
(effective for annual periods beginning on or after 1 January 2009)

HKFRS 8 is a disclosure standard that requires the identification of operating segments to be performed on the same basis as financial information that is reported internally for the purpose of allocating resources to the identified reportable segment and assessing segment performance. The application of HKFRS 8 has not resulted in a redesignation of the Group's reportable segments (see note 3) and has had no impact on the reported results or financial position of the Group.

HKAS 1 (revised 2007) Presentation of Financial Statements
(effective for annual periods beginning on or after 1 January 2009)

HKAS 1 (revised 2007) has introduced a number of terminology changes (including revised titles for the consolidated financial statements) and has resulted in a number of changes in presentation and disclosure. However, HKAS 1 (revised 2007) has had no impact on the reported results or financial position of the Group.

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

a) Basis of preparation *(continued)*

Improvements to HKFRSs
(issued in October 2008)

The improvements include 35 amendments across 20 different standards that largely clarify the required accounting treatment where previous practice had varied, and have resulted in a number of changes in the Group's accounting policies. No amendment included in improvements to HKFRSs that has had a material impact on the Group's accounting policies.

The Group has not early applied the following revised standards, amendments or interpretations that have been issued but are not yet effective.

HKFRSs (Amendments)	Amendments to HKFRS 5 as part of improvement to HKFRSs issued in 2008[1]
HKFRSs (Amendments)	Improvements to HKFRSs issued in 2009[2]
HKAS 27 (Revised)	Consolidated and separate financial statements[1]
HKAS 39 (Amendment)	Eligible hedged items[1]
HKFRS 1 (Amendment)	Additional exemptions for first-time adopters[3]
HKFRS 2 (Amendment)	Group cash-settled share-based payment transaction[3]
HKFRS 3 (Revised)	Business combinations[1]
HK(IFRIC) – Int 17	Distributions of non-cash assets to owners[1]
HK(IFRIC) – Int 18	Transfers of assets from customers[4]

1 Effective for annual periods beginning on or after 1 July 2009

2 Effective for annual periods beginning on or after 1 July 2009 and 1 January 2010, as appropriate

3 Effective for annual periods beginning on or after 1 January 2010

4 Effective for transfers on or after 1 July 2009

2. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

a) Basis of preparation *(continued)*

The adoption of HKFR 3 (Revised) may affect the Group's accounting for business combinations for which the acquisition dates are on or after the beginning for the first annual reporting period beginning on or after 1 July 2009. HKAS 27 (Revised) will affect the accounting treatment for changes in the Group's ownership interest in a subsidiary that do not result in loss of control of the subsidiary. Changes in the Group's ownership interest that do not result in loss of control of the subsidiary will be accounted for as equity transactions.

The directors of the Company anticipate that the application of other new and revised standards, amendments or interpretation will have no material impact on the results and the financial position of the Group.

This interim financial report contains unaudited condensed consolidated financial statements and selected condensed explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the 2008 audited financial statements. The unaudited condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with Hong Kong Financial Reporting Standards.

Items included in the unaudited condensed consolidated financial statements are measured using the currency that best reflects the economic substance of the underlying events and circumstances relevant to the individual entity ("functional currency"). The unaudited condensed consolidated financial statements are presented in Hong Kong dollars, which is the Company's functional and presentation currency. All values rounded to the nearest thousand except where otherwise indicated.

The interim financial report is unaudited, but has been reviewed by the audit committee.

b) 2008 statutory financial statements and combined financial statements

The 2008 annual report of the Company included statutory financial statements of the Company and the combined financial statements of the Company and the subsidiaries now comprising the Group for the year ended 31 December 2008. The combined financial statements did not form part of the Company statutory financial statements for the year ended 31 December 2008. The basis of presentation of the combined financial statements for the year ended 31 December 2008 is consistent with the basis of presentation for the interim financial report as set out in note 2(a) above.

The financial information relating to the financial year ended 31 December 2008 that is included in the interim financial report as being previously reported information does not constitute the Company's statutory financial statements and the combined financial statements for that financial year but is derived from those financial statements. Statutory annual financial statements for the year ended 31 December 2008 are available from the Company's registered office. The auditors of the Company have expressed an unqualified opinion on those financial statements in their report dated 21 April 2009.

3. SEGMENT INFORMATION

The Group has adopted HKFRS 8 "Operating Segments" with effect from 1 January 2009. HKFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the executive management in order to allocate resources to the segments and to assess their performance. In the past, the Group's primary reporting format was geographical segments by location of customers and physical location of the assets and liabilities. The application of HKFRS 8 has not resulted in a redesignation of the Group's reportable segment as compared with the primary reportable segments determined with HKAS 14 "Segment Reporting", nor has the adoption of HKFRS 8 changed the basis of measurement of segment profit or loss.

The following table sets out the information about the geographical location of the Group's revenue from external customers. The geographical location of customers is based on the location at which the good is delivered. The geographical location of the Group's segment assets and capital expenditure is based on the physical location of the assets.

The Group comprises the following main geographical segments:

	For the six months ended 30 June 2009					
	United Kingdom	Hong Kong	United States	Europe	Others	Consolidated
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Revenue from external customers	81,939	21,178	8,897	15,698	14,067	141,779
Segment result	15,654	3,682	2,271	4,170	3,069	28,846
Other revenue and other net income						1,061
Central corporate expenses						(15,340)
Profit form operations						14,567
Finance costs						(2,754)
Listing expenses						(1,569)
Income tax charge						(991)
Profit for the period						9,253

3. SEGMENT INFORMATION *(continued)*

	For the six months ended 30 June 2008					
	United Kingdom	Hong Kong	United States	Europe	Others	Combined
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Revenue from external customers	84,276	27,696	18,576	35,908	11,264	177,720
Segment result	14,092	4,044	2,787	5,098	1,049	27,070
Other revenue and other net income						2,865
Central corporate expenses						(12,725)
Profit form operations						17,210
Finance costs						(4,223)
Income tax charge						(837)
Profit for the period						12,150

The Group's assets and liabilities are physically located in the PRC including Hong Kong, and accordingly, no analysis on segment assets and liabilities and capital expenditure is provided.

4. PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

	For the six months ended 30 June	
	2009	2008
	HK$'000	HK$'000
a) Finance costs		
Interest on bank loans, overdrafts and other borrowings wholly repayable within five years	1,781	2,665
Finance charges on obligations under finance leases	973	1,558
Total interest expenses on financial liabilities not at fair value through profit or loss	2,754	4,223
b) Other items		
Cost of inventories sold	103,013	139,082
Depreciation		
– owned assets	4,076	3,236
– assets held under finance leases	3,555	3,678

c) Listing expenses

The amount represents professional fees and other expenses related to the public listing. Pursuant to HKAS 32 "Financial Instruments: Presentation", the transaction costs of an equity transaction are accounted for as a deduction from equity to the extent they are directly attributable to the issuing of new shares. The remaining costs are recognised as an expense when incurred.

5. INCOME TAX CHARGE

	For the six months ended 30 June	
	2009	2008
	HK$'000	HK$'000
Current tax – Hong Kong Profits Tax	**416**	—
Deferred taxation	**575**	837
	991	837

The provision for Hong Kong Profits Tax is calculated by applying the estimated annual effective tax rate of 16.5% (2008: 16.5%) to the six months ended 30 June 2009. Taxation for overseas subsidiaries is similarly calculated using the estimated annual effective rates of taxation that are expected to be applicable in the relevant countries.

6. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share is based on the following data:

Earnings

	For the six months ended 30 June	
	2009	2008
	HK$'000	HK$'000
Earnings for the purposes of basic and diluted earnings per share (profit for the period attributable to equity shareholders of the Company)	**9,253**	12,150

Number of shares

	For the six months ended 30 June	
	2009	2008
	No. of shares	No. of shares
	'000	'000
Issuance of shares upon Reorganisation *(note 13(c))*	**10,000**	10,000
Issuance of shares upon capitalisation issue *(note 13(d))*	**140,000**	140,000
Effect of share issued upon public offering on 30 March 2009 *(note 13(e))*	**12,740**	—
Weighted average number of ordinary shares for the purposes of basic and diluted earnings per share	**162,740**	150,000

In determining the weighted average number of ordinary shares in issue, a total of 150,000,000 ordinary shares were deemed to be in issue since 1 January 2008. Total ordinary shares outstanding as at 30 June 2009 was 200,000,000 shares.

Diluted earnings per share is equal to basic earnings per share as there were no potential dilutive ordinary shares outstanding through out the six months ended 30 June 2008 and 2009.

7. DIVIDEND

The directors do not recommend the payment of an interim dividend for the six months ended 30 June 2009 (six months ended 30 June 2008: Nil).

8. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2009, the Group spent approximately HK$1,150,000 (six months ended 30 June 2008: HK$6,851,000) on additions to property, plant and equipment.

In addition, during the current period, the Group disposed of certain of its property, plant and equipment with a carrying amount of HK$111,000 (six months ended 30 June 2008: HK$722,000) for proceeds of about HK$108,000 (six months ended 30 June 2008: HK$829,000).

9. TRADE AND OTHER RECEIVABLES

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Trade receivables	125,554	156,880
Less: Allowance for doubtful debts	(1,358)	(1,358)
	124,196	155,522
Other receivables	1	1,094
Trade and other receivables	124,197	156,616
Prepayments	348	4,005
Rental, utility and sundry deposits	619	1,383
Deposits paid for purchase of property, plant and equipment	9,251	1,755
Trade deposits paid	510	29
Staff advances	270	249
Other tax recoverable	96	—
	11,094	7,421
	135,291	164,037

All of the trade and other receivables are expected to be recovered or recognised as expense within one year.

The Group normally grants credit terms of up to 90 - 120 days to its customers. The directors may from time to time approve extended credit periods for extra 30 to 60 days to certain wholesale customers during the period.

9. TRADE AND OTHER RECEIVABLES *(continued)*

The ageing analysis of trade receivables is as follows:

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Within 1 month	30,734	31,515
More than 1 month but within 3 months	42,078	55,555
More than 3 months but within 6 months	30,581	62,615
More than 6 months but within 1 year	19,707	5,389
Over 1 year	2,454	1,806
	125,554	156,880
Less: Allowance for doubtful debts	(1,358)	(1,358)
	124,196	155,522

The directors consider the carrying amounts of trade receivables approximate to their fair values.

10. TRADE AND OTHER PAYABLES

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Trade payables	26,829	19,573
Bills payable	2,621	—
Accrued salaries and bonuses	2,788	6,069
Trade deposits received	1,598	974
Accruals and other payables	2,365	5,987
Accruals and other payables to related parties *(note 14)*	743	5,014
Financial liabilities measured at amortised cost	36,944	37,617
Other tax payable	35	304
	36,979	37,921

The ageing analysis of trade payables is as follows:

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Within 1 month	16,933	7,693
More than 1 month but within 2 months	5,732	6,600
More than 2 months but within 3 months	3,306	4,045
More than 3 months but within 1 year	858	1,235
	26,829	19,573

The directors consider the carrying amounts of the trade payables approximate to their fair values.

11. OBLIGATIONS UNDER FINANCE LEASES

The Group had obligations under finance leases repayable as follows:

	At 30/6/2009		At 31/12/2008	
	Present value of the minimum lease payments HK$'000	Total minimum lease payments HK$'000	Present value of the minimum lease payments HK$'000	Total minimum lease payments HK$'000
Within 1 year	16,540	17,892	17,923	19,824
After 1 year but within 2 years	13,891	14,639	16,282	17,504
After 2 years but within 5 years	11,574	11,875	21,928	22,655
	25,465	26,514	38,210	40,159
	42,005	44,406	56,133	59,983
Less: Total future interest expenses		(2,401)		(3,850)
Present value of lease obligations		42,005		56,133

The Group's obligations under finance leases were secured by the lessor's charge over the leased assets.

12. SECURED BANK LOANS

The secured bank loans were repayable as follows:

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Within 1 year or on demand	**36,529**	76,189

The carrying amounts of secured bank loans approximate to their fair values.

Secured bank loans of the Group consisted of floating-rate borrowings. Floating-rate borrowings bore interest at 0.5% to 3% per annum over The London Interbank Offered Rate or Hong Kong Prime rate.

The Group's bank loans were secured by available-for-sale financial assets, trade receivables and fixed deposits held by the Group, unlimited corporate guarantees provided by a related company and directors' unlimited personal guarantees and personal properties. The guarantee secured by the directors' personal properties had been released as at 31 December 2008. The other aforesaid guarantees, except for the trade receivables and fixed deposits secured for the general banking facilities granted to the Group, have been fully released during the six months ended 30 June 2009.

13. SHARE CAPITAL

	Note	Number of ordinary shares	Nominal value of ordinary shares
Authorised:			
Ordinary shares of HK$0.01 each upon incorporation on 11 November 2008 as of 31 December 2008 and 1 January 2009	note (a)	40,000,000	HK$400,000
Increase in authorised share capital, ordinary shares of HK$0.1 each	note (b)	960,000,000	HK$9,600,000
At 30/6/2009		1,000,000,000	HK$10,000,000
Issued and fully paid:			
At 1/1/2008		10,000	HK$10,000
Issue of 10,000 ordinary shares of CT Printing pursuant to loan capitalisation		10,000	HK$10,000
Issue of 200 ordinary shares of CT Printing BVI pursuant to the Reorganisation		200	HK$1,560
Elimination of shares capital pursuant to the Reorganisation		(20,000)	(HK$20,000)
At 31/12/2008 and 1/1/2009		200	HK$1,560
Elimination of shares capital pursuant to the reorganisation		(200)	(HK$1,560)
Issue of 1 ordinary share of the Company and nil paid upon incorporation on 11 November 2008 and fully paid on 4 March 2009	note (a) & (c)	1	HK$0.01
Issue of ordinary shares pursuant to the Reorganisation	note (c)	9,999,999	HK$99,999.99
Issue of ordinary shares pursuant to the capitalisation issue	note (d)	140,000,000	HK$1,400,000
Increase of ordinary shares for public offering	note (e)	50,000,000	HK$500,000
At 30/6/2009		200,000,000	HK$2,000,000

13. SHARE CAPITAL *(continued)*

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares ranked equally with regard to the Company's residual assets.

No share options are granted for the six months ended 30 June 2009.

For the purpose of this report, share capital in the condensed consolidated statement of financial position as at 31 December 2008 represented the aggregate amount of the Company's controlling equity shareholders' share of paid up capital of the companies comprising the Group.

Notes:

(a) The authorised share capital of the Company as at the date of its incorporation was HK$400,000 divided into 40,000,000 shares of HK$0.01 each.

Pursuant to the written resolution of the sole director of the Company passed on 11 November 2008, one nil share of HK$0.01 was allotted and issued at nil paid to a subscriber and the transfer of the said one nil paid share by the subscriber to Mr. Tsoi Tak was approved on the same date.

On 4 March 2009, Mr. Tsoi Tak transferred the said one nil paid share of the Company to Profitcharm Limited, which is wholly and beneficially owned by Mr. Tsoi Tak.

(b) Pursuant to the written resolution passed by all shareholders on 4 March 2009, the Company increased its authorised share capital from HK$400,000 to HK$10,000,000 by the creation of additional 960,000,000 shares of HK$0.01 each.

(c) On 4 March 2009, the Company allotted and issued 6,999,999 and 3,000,000 ordinary shares of HK$0.01 each to Profitcharm Limited and Sinorise Limited respectively credited as fully paid in consideration of the transfer of the entire issued share capital of CT Printing BVI by Mr. Tsoi Tak and Mr. Cai Xiao Ming, David. The one nil paid share of HK$0.01 held by Profitcharm Limited was credited as fully paid at par.

(d) Pursuant to the written resolution passed by all shareholders on 4 March 2009, conditional on the share premium account of the Company being credited as a result of the initial listing of the shares of the Company on the Stock Exchange, directors of the Company are authorised to capitalise an amount of HK$1,400,000 from such account and applying such sum in paying up in full at par a total of 140,000,000 shares for allotment and issued to the shareholders of the Company whose names shall appear on the register of members of the Company at the close of business on 4 March 2009.

(e) On 30 March 2009, the Company was successfully listed on the Stock Exchange following the completion of its public offering of 50,000,000 shares to the investors.

Immediately following completion of the public offering and the capitalisation issue, the issued share capital of the Company will be HK$2,000,000 divided into 200,000,000 ordinary shares and there will be 800,000,000 authorised but unissued ordinary shares.

14. MATERIAL RELATED PARTY TRANSACTIONS AND BALANCES

a) Material related party transactions:

	For the six months ended 30 June	
	2009	2008
	HK$'000	HK$'000
Factory rental to Shenzhen Kecai Printing Company Limited ("Shenzhen Kecai") *(note i)*	**910**	1,223
Advances from related party – Mr. Tsoi Tak	**—**	6,915
Repayments to related party – Mr. Tsoi Tak	**—**	2,997
Management fee received from Tiley Properties International Limited ("Tiley Properties") *(note ii)*	**—**	104

Notes:

i) Prior to 22 June 2007, Brilliant Circle Development Limited ("Brilliant Circle") was the immediate holding company of CT Printing. On 22 June 2007, Mr. Tsoi Tak acquired the entire issued share capital of CT Printing from Brilliant Circle, as a result of which Brilliant Circle ceased to hold any interest in CT Printing. In October 2007, Mr. Tsoi Tak disposed his entire interest in Brilliant Circle to Victory Honest Group Limited ("Victory Honest"), a wholly-owned subsidiary of AMVIG Holdings Limited ("AHL", a company listed on the Main Board of the Stock Exchange). Part of the consideration for the disposal was satisfied by AHL issuing new shares to Mr. Tsoi Tak, through such issue Mr. Tsoi Tak holds more than 10% equity interest in AHL, the present ultimate holding company of Brilliant Circle. Shenzhen Kecai is an indirect subsidiary of Brilliant Circle.

ii) Tiley Properties is a company wholly owned by Mr. Tsoi Tak.

In the opinion of the directors of the Company, the above related party transactions were carried out on normal commercial terms and in the ordinary course of the Group's business.

14. MATERIAL RELATED PARTY TRANSACTIONS AND BALANCES *(continued)*

b) Related party balances:

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Accrual and other payables to *(note i)*		
– Shenzhen Kecai *(note ii)*	743	5,014

Notes:

(i) The amount is included in accrual and other payables of the Group as disclosed in note 10.

(ii) The amount mainly represents utility, rental and messing expenses payable to Shenzhen Kecai.

c) Guarantee provided by a related company and directors

The banking facilities utilised by the Group to the extent of HK$132,322,000 as at 31 December 2008 are secured by unlimited corporate guarantees provided by a related company and directors' unlimited personal guarantees.

The unutilised amounts as at 31 December 2008 are approximately HK$217,183,000. The aforesaid unlimited corporate guarantees provided by a related company and directors' personal guarantees have been fully released during the six months ended 30 June 2009.

15. COMMITMENTS

a) Operating lease commitments

The Group had total future minimum lease payments, under non-cancellable operating leases in respect of land and building falling due as follows:

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Within one year	3,427	3,202
After one year, but within five years	3,310	3,188
Over five years	2,142	—
	8,879	6,390

15. COMMITMENTS *(continued)*

b) Capital commitments

	At 30/6/2009 HK$'000	At 31/12/2008 HK$'000
Acquisition of property, plant and equipment contracted but not provided for	9,617	—

16. FINANCIAL GUARANTEES AND CONTINGENT LIABILITIES

As at 30 June 2009, the Group did not have any material contingent liabilities. As at 31 December 2008, the Group provided unlimited corporate guarantees to a related company for bank borrowings and in return that related company provided unlimited corporate guarantees to the Group for obtaining general banking facilities. As at 31 December 2008, the facilities drawn down by that related company in respect of the guarantees provided by the Group amounted to the extent of approximately HK$28,647,000. The maximum liability of the Group under the guarantees issued represents the amount of facilities drawn down by the related company for the year ended 31 December 2008. No recognition was made in the year ended 31 December 2008 because the fair values of the guarantees were insignificant and that the directors of the Group did not consider it probable that a claim would be made against the Group under the guarantees. All the above guarantees provided by the Group together with the guarantees provided by the related company have been released during the six months ended 30 June 2009.

17. COMPARATIVE FIGURES

As a result of the application of HKAS 1 (revised 2007) "Presentation of Financial Statements", and HKFRS 8 "Operating Segments", certain comparative figures have been adjusted to conform to current period's presentation and to provide comparative amounts in respect of items disclosed for the first time in 2009. Further details of these developments are disclosed in note 2.