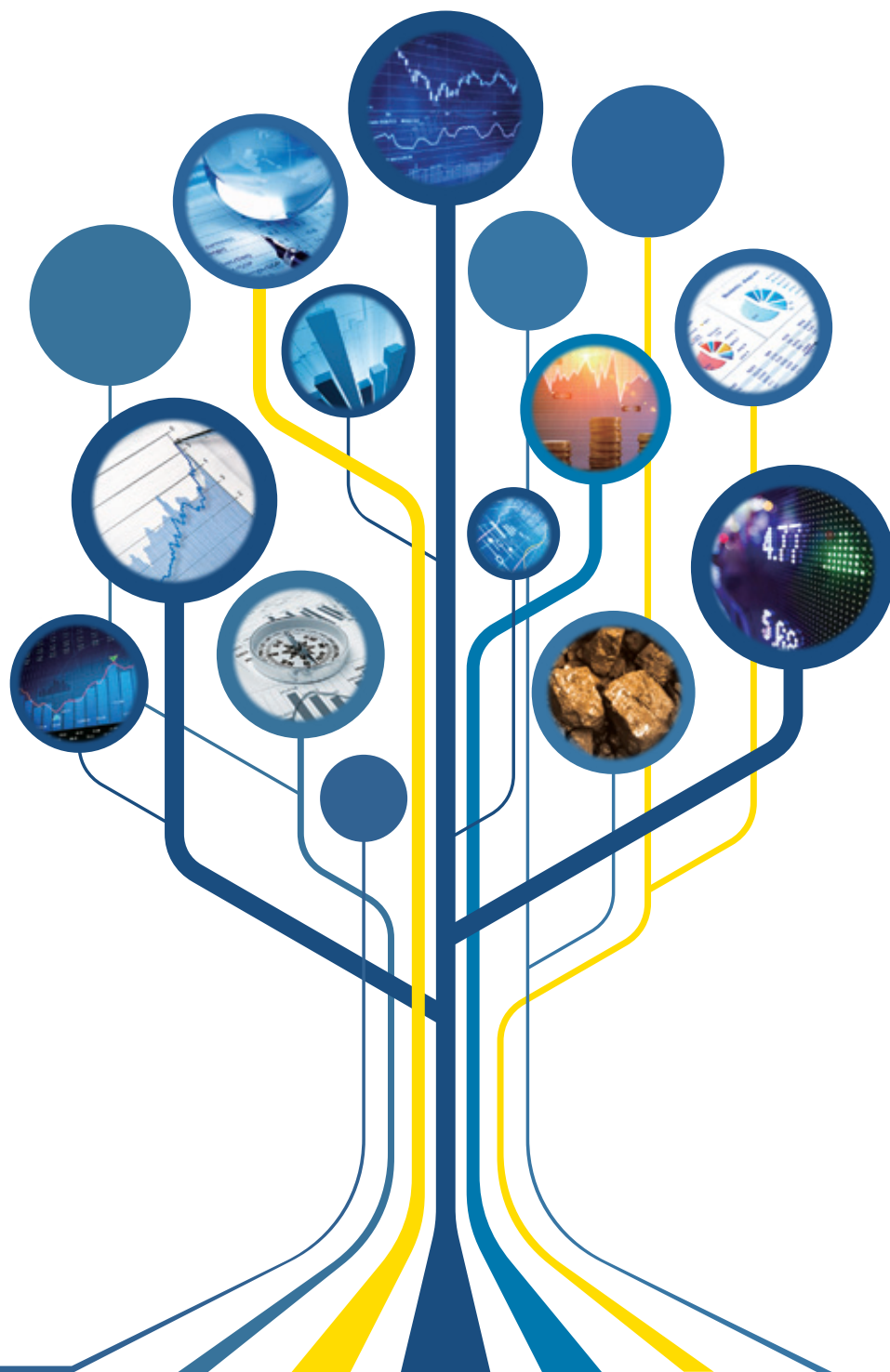


MISSION CAPITAL HOLDINGS LIMITED

保興資本控股有限公司*

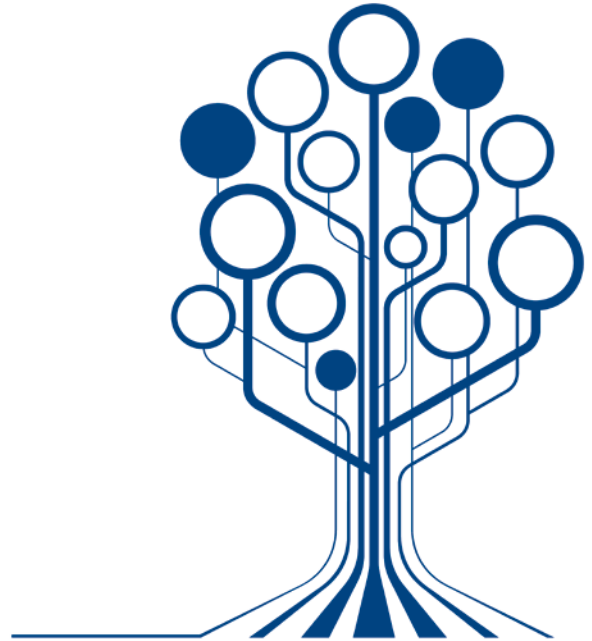
(Incorporated in Bermuda with limited liability)

(Stock Code: 1141)



2014

Interim Report



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Abbreviations

In this interim report, the following abbreviations have the following meanings unless otherwise specified:

“Board”	board of Directors of the Company
“Company”	Mission Capital Holdings Limited
“Directors”	directors of the Company
“Group”	Company and its subsidiaries
“Listing Rules”	Rules Governing the Listing of Securities on the Stock Exchange
“PRC”	People’s Republic of China
“SFO”	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“HK\$” and “cents”	Hong Kong dollars and cents
“US dollars”	United States dollars
“%”	per cent.

Corporate Information

BOARD OF DIRECTORS

Executive Directors

- Mr. Suen Cho Hung, Paul (*Chairman*)
 Mr. Suen Yick Lun Philip
(Chief Executive Officer)
(appointed as the Executive Director and the Chief Executive Officer on 2 July 2014 and 31 October 2014 respectively)
 Mr. Lau King Hang
(appointed on 26 August 2014)
 Mr. Sue Ka Lok
(resigned as the Executive Director and the Chief Executive Officer on 31 October 2014)
 Ms. Lee Chun Yeung, Catherine
(resigned on 20 August 2014)

Independent Non-executive Directors

- Dr. Leung Shiu Ki Albert
(appointed on 14 November 2014)
 Ms. Chen Wei
(appointed on 14 November 2014)
 Mr. Wong Yat Fai
(appointed on 14 November 2014)
 Mr. Man Wai Chuen
(appointed on 14 November 2014)
 Mr. Wong Kwok Tai
 Mr. Weng Yixiang
 Mr. Huang Zhencheng

AUDIT COMMITTEE

- Dr. Leung Shiu Ki Albert (*Chairman*)
(appointed on 14 November 2014)
 Ms. Chen Wei
(appointed on 14 November 2014)
 Mr. Man Wai Chuen
(appointed on 14 November 2014)
 Mr. Wong Kwok Tai
(resigned as the Chairman of Audit Committee on 14 November 2014)
 Mr. Weng Yixiang
 Mr. Huang Zhencheng

REMUNERATION COMMITTEE

- Mr. Wong Yat Fai (*Chairman*)
(appointed on 14 November 2014)
 Dr. Leung Shiu Ki Albert
(appointed on 14 November 2014)
 Mr. Man Wai Chuen
(appointed on 14 November 2014)
 Mr. Suen Yick Lun Philip
(appointed on 31 October 2014)
 Mr. Wong Kwok Tai
 Mr. Weng Yixiang
(resigned as the Chairman of Remuneration Committee on 14 November 2014)
 Mr. Huang Zhencheng
 Mr. Sue Ka Lok
(resigned on 31 October 2014)

NOMINATION COMMITTEE

- Ms. Chen Wei (*Chairman*)
(appointed on 14 November 2014)
 Dr. Leung Shiu Ki Albert
(appointed on 14 November 2014)
 Mr. Wong Yat Fai
(appointed on 14 November 2014)
 Mr. Suen Yick Lun Philip
(appointed on 31 October 2014)
 Mr. Wong Kwok Tai
 Mr. Weng Yixiang
 Mr. Huang Zhencheng
(resigned as the Chairman of Nomination Committee on 14 November 2014)
 Mr. Sue Ka Lok
(resigned on 31 October 2014)

COMPANY SECRETARY

- Mr. Suen Yick Lun Philip
(appointed on 2 July 2014)
 Ms. Chan Yuk Yee
(resigned on 2 July 2014)

Corporate Information

TRADING OF SHARES

The Stock Exchange of Hong Kong Limited (Stock Code: 1141)

REGISTERED OFFICE

Clarendon House
2 Church Street
Hamilton HM 11
Bermuda

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

Suite 903, 9th Floor
Great Eagle Centre
23 Harbour Road
Wanchai
Hong Kong

PRINCIPAL BANKERS

Bank of Communications Co., Ltd.,
Hong Kong Branch
Bank of China (Hong Kong) Limited
BNP Paribas Hong Kong Branch

LEGAL ADVISERS

Reed Smith Richards Butler
Troutman Sanders

AUDITOR

Messrs. Deloitte Touche Tohmatsu*
Messrs. HLB Hodgson Impey Cheng
Limited (*resigned on 13 November 2014*)

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

MUFG Fund Services (Bermuda) Limited
The Belvedere Building
69 Pitts Bay Road
Pembroke HM08
Bermuda

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

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

WEBSITE

www.missioncapital.com.hk

* Proposed appointment of Deloitte Touche Tohmatsu is subject to the approval of the shareholders of the Company at the special general meeting.

Management Discussion and Analysis

FINANCIAL RESULTS AND BUSINESS REVIEW

Revenue

The Group's revenue decreased by 33.4% to approximately HK\$278.7 million compared to approximately HK\$418.3 million for the same period in 2013. It was mainly due to the decrease in volume of metal minerals traded by the supply and procurement division. The analysis of the Group's revenue by reportable segments is as below.

Investments

Securities Investment

During the period under review, the segment revenue, which included dividend income from investment in listed equity securities, and interest income from investment in convertible bonds and interest bearing notes of approximately HK\$27.8 million increased by approximately 3.6 times from approximately HK\$6.1 million as compared with the same period in last year.

As a whole, the segment profit of approximately HK\$945.9 million in the current period turned from a loss of approximately HK\$14.3 million in the previous period. The increase in profit was mainly attributable to:

- (1) an unrealised gains on investments at fair value through profit or loss of approximately HK\$958.7 million, which turned from an unrealised losses of approximately HK\$37.5 million compared to the same period in last year; and
- (2) an increase in dividend income from investment in listed equity securities by approximately HK\$23.2 million, from approximately HK\$4.3 million to approximately HK\$27.5 million compared to the same period in last year.

At the period end, the Group's securities portfolio mainly constituted of listed equity securities in conglomerate company, pharmaceutical company, infrastructure company, property company, mining and resources company, industrial materials company, consumer electronics company, healthcare services company, agricultural machinery company, apparels and accessories company, automobile retailing company, financial services company, semiconductors company, and movies and entertainment company. There was no material change in the Group's securities portfolio except that it included the listed equity securities in banking company and construction company in last year.

Other Investment

On 25 July 2014, the Group completed the subscription of shares in a private company, an investment holding company, for a consideration of HK\$228.0 million. The private company is principally engaged in the business of property investment, investment advisory and financial services, investment in securities trading and money lending. The Group intended to hold the investment in the private company for long-term purpose and such investment is classified as available-for-sale investment in the Group's financial statements.

Management Discussion and Analysis

FINANCIAL RESULTS AND BUSINESS REVIEW (continued)

Supply and Procurement

The Group's supply and procurement segment continued to focus on the sourcing, transporting and supplying of metal minerals and recyclable metal materials during the period under review. When compared with the same period in last year, the segment recorded a 38.4% decrease in revenue to approximately HK\$249.4 million (30 September 2013: approximately HK\$404.7 million) and a 65.6% decrease in segment profit to approximately HK\$3.2 million (30 September 2013: approximately HK\$9.3 million). The declines in the segment's revenue and profit were principally attributed to the decreased volume of metal minerals transacted during the period under review, which was in turn mainly a result of the drop in demand for building materials following the slowdown of property sector in PRC.

Provision of Finance

The interest income and segment profit generated by the Group's financing segment dropped by 80.0% to approximately HK\$1.5 million (30 September 2013: approximately HK\$7.5 million) and 79.5% to approximately HK\$1.5 million (30 September 2013: approximately HK\$7.3 million) comparing to the prior period. It was mainly due to the comparatively lower average amount of loans lent to borrowers and the decrease in number of borrowers. The loan portfolio held by the Group amounted to approximately HK\$4.4 million (31 March 2014: approximately HK\$42.2 million) at the period end.

Gross Profit

The Group's gross profit during the period under review was approximately HK\$33.0 million, which increased by approximately HK\$10.8 million, as compared to approximately HK\$22.2 million at the same period in last year. The increase was mainly due to the substantial increase in dividend income received from the Group's securities investment during the period under review.

Results

For the period ended 30 September 2014, the Group recorded a profit attributable to owners of the Company of approximately HK\$815.3 million (30 September 2013: loss of approximately HK\$12.2 million) and basic earnings per share of HK19.06 cents (30 September 2013: basic loss per share of HK0.33 cent (restated)). The turnaround of the Group's results was mainly due to the substantial segment profit contributed by the securities investment segment amounting to approximately HK\$945.9 million (30 September 2013: segment loss of approximately HK\$14.3 million).

Management Discussion and Analysis

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

The Group primarily financed its operations with internally generated cash flows, borrowing, and by its internal resources and shareholder's equity.

At 30 September 2014, the Group had current assets of approximately HK\$2,516.7 million (31 March 2014: approximately HK\$1,865.0 million) and liquid assets comprising cash and short-term securities investments totaling approximately HK\$2,412.8 million (31 March 2014: approximately HK\$1,615.5 million) (excluding pledged bank deposits for trade facilities granted by banks). The Group's current ratio, calculated based on current assets of approximately HK\$2,516.7 million (31 March 2014: approximately HK\$1,865.0 million) over current liabilities of approximately HK\$87.3 million (31 March 2014: approximately HK\$145.3 million), was at a strong ratio of about 28.8 at the period end (31 March 2014: 12.8). The Group's accounts and bills receivable amounted to approximately HK\$56.5 million, dropped by 55.0% from last year (31 March 2014: approximately HK\$125.5 million) and was primarily due to the decrease of trade volume of the Group's supply and procurement business.

The Group's finance costs for the current period represented the effective interest on notes payable of approximately HK\$4.1 million (30 September 2013: approximately HK\$2.8 million) and interest on borrowing of approximately HK\$0.3 million (30 September 2013: nil). At 30 September 2014, the Company had notes payable in the aggregate principal amount of HK\$150 million (31 March 2014: HK\$150 million) and borrowing of approximately HK\$19.8 million (31 March 2014: nil).

At the period end, equity attributable to owners of the Company amounted to approximately HK\$2,408.7 million (31 March 2014: approximately HK\$1,593.4 million).

At 30 September 2014, the Group's indebtedness comprised notes payable, bank advances for discounted bills and borrowing totaling approximately HK\$215.9 million (31 March 2014: approximately HK\$265.1 million). The bank advances for discounted bills were denominated in US dollars, due within one year, and bore interests at floating rates. The notes payable were denominated in HK\$, due on the seventh anniversary from the respective issue dates of the notes, and bore interests at 5% fixed rate per annum. The borrowing was denominated in HK\$, due within one year, and bore interests at floating rate. The Group's gearing ratio, calculated on the basis of total indebtedness divided by the sum of total indebtedness and equity attributable to the Company's owners, was at a low ratio of about 8.2% (31 March 2014: 14.3%).

With the amount of liquid assets on hand as well as credit facilities granted by banks, the management is of the view that the Group has sufficient financial resources to meet its ongoing operational requirements.

Management Discussion and Analysis

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE (continued)

On 8 September 2014, 855,670,100 bonus shares were issued to the qualifying shareholders of the Company on the basis of one bonus share for every four existing shares held. In recognition of the continual support of the shareholders of the Company, the Board proposed the bonus issue as a return to the shareholders of the Company and by this opportunity to allow the shareholders of the Company to participate in the business growth of the Company by way of capitalisation of a portion of the share premium account.

As disclosed in the announcement of the Company dated 4 August 2014, the Company proposed a capital reorganisation which comprised (i) a capital reduction of the Company's issued share capital by way of cancelling its paid-up capital to the extent of HK\$0.09 on each of the then issued shares of the Company; and (ii) a share subdivision by, forthwith upon the capital reduction taking effect, subdivided every authorised but unissued share of the Company into 10 new shares of the Company of HK\$0.01 par value each. The capital reorganisation was approved by the shareholders of the Company on 30 September 2014 and became effective on 3 October 2014.

FOREIGN CURRENCY RISK MANAGEMENT

The majority of the Group's assets are held in HK\$ with no material foreign exchange exposure. The Group's business has its overseas market, which alone accounts for approximately HK\$249.4 million of the Group's sales turnover. The management has chosen to adopt a more prudent sales policy by mainly accepting US dollars quoted sale orders, which in turn the management can maintain a stable currency exchange condition for normal trading business development. During the period under review, the directors are of the view that the Group's exposure to exchange rate risk is not material, and will continue to monitor it.

PLEDGE OF ASSETS

At 30 September 2014, bank deposits of approximately HK\$19.5 million (31 March 2014: approximately HK\$21.1 million) were pledged to banks to secure for trade credit facilities granted to the Group.

At 30 September 2014, bills receivable of approximately HK\$50.0 million (31 March 2014: approximately HK\$119.8 million) were pledged to secure bank advances for discounted bills of approximately HK\$50.0 million (31 March 2014: approximately HK\$119.4 million) granted to the Group.

At 30 September 2014, a securities margin facility from a regulated securities broker was granted to the Group which was secured by the Group's equity securities with market value of approximately HK\$1,340.4 million (31 March 2014: nil). Under the securities margin facility, a total amount of approximately HK\$19.8 million (31 March 2014: nil) was utilized.

Management Discussion and Analysis

CONTINGENT LIABILITY

At 30 September 2014, the Group had no significant contingent liability (31 March 2014: nil).

CAPITAL COMMITMENT

At 30 September 2014, the Group had no significant capital commitment (31 March 2014: nil).

HUMAN RESOURCES AND REMUNERATION POLICY

At 30 September 2014, the Group's had about 25 (30 September 2013: about 35) employees including directors. For the review period, total staff costs, including directors' remuneration, was approximately HK\$5.8 million (30 September 2013: approximately HK\$7.5 million). Remuneration packages for employees and directors are structured by reference to market terms and individual competence, performance and experience. Benefits plans maintained by the Group include provident fund scheme, medical insurance, subsidised training programme, share option scheme and discretionary bonuses.

PROSPECTS

To promote mutual opening up of the capital markets in Shanghai and Hong Kong, a Shanghai-Hong Kong Stock Connect Scheme (the "Scheme") was launched on 17 November 2014 which is a cross-border trading arrangement for investors in Shanghai and Hong Kong to trade and settle shares listed in Hong Kong and Shanghai Stock Exchanges through their exchange and clearing houses. It is positively expected the Scheme will stimulate the financial market and strengthen the link with investors in future. Furthermore, the interest rate will be rising in the near future, however, the Group remains positive towards the economy in Hong Kong. Looking ahead, the Group will continually enhance its existing businesses and will seek potential investment and business opportunities to enhance the value of the shareholders of the Company and the Company as a whole.

Other Information

CHANGE OF COMPANY NAME

Pursuant to a special resolution passed by the shareholders of the Company at the annual general meeting of the Company held on 30 September 2014 (the “AGM”), the English name of the Company has been changed from “Poly Capital Holdings Limited” to “Mission Capital Holdings Limited” which was approved by the Registrar of Companies in Bermuda and the Registrar of Companies in Hong Kong on 1 October 2014 and 29 October 2014 respectively. The Chinese name of the Company, which was adopted for identification purpose only, remains as “保興資本控股有限公司”.

INTERIM DIVIDEND

The Board has proposed to distribute interim dividend by a way of bonus issue of warrants to shareholders of the Company (six months ended 30 September 2013: nil). Details of the proposed bonus issue of warrants will be separately announced as soon as possible.

Application will be made to the Listing Committee of the Stock Exchange for the listing of and permission to deal in the Warrants and any new shares which fall to be issued upon the exercise of the subscription rights attaching to the Warrants.

DIRECTORS’ INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2014, the interests and short positions of the directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) contained in the Listing Rules, were as follows:

Long positions in the shares of the Company:

Name of director	Capacity and nature of interest	Number of shares held	Total interests	Approximate percentage of the Company’s issued share capital
Mr. Suen Cho Hung, Paul (“Mr. Suen”)	Interest of controlled corporation	1,260,875,000 (Note)	–	–
	Beneficial owner	8,750,000	1,269,625,000	29.68%

Note: These interests were held by Global Wealthy Limited (“Global Wealthy”), which was a wholly-owned subsidiary of Excelsior Kingdom Limited (“Excelsior Kingdom”) which in turn was wholly owned by Mr. Suen. Mr. Suen is the sole director of Global Wealthy and Excelsior Kingdom. Accordingly, Mr. Suen was deemed to be interested in 1,260,875,000 shares of the Company under the SFO.

Other Information

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES (continued)

Save as disclosed above, as at 30 September 2014, none of the directors or chief executive of the Company had registered an interest or short positions in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) that was required to be recorded pursuant to section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

SHARE OPTION SCHEME

The existing share option scheme of the Company (the "Share Option Scheme") was adopted by the Company at the annual general meeting of the Company held on 24 September 2012. Unless otherwise cancelled or amended, the Share Option Scheme will be valid and effective for a period of ten years commencing on the date of adoption. The purpose of the Share Option Scheme is to enable the Group to attract, retain and motivate talented participants to strive for future development and expansion of the Group. The Share Option Scheme shall provide incentive to encourage participants to perform their best in achieving the goals of the Group and allow the participants to enjoy the results of the Company attained through their efforts and contributions.

Pursuant to the ordinary resolution passed by the shareholders of the Company at the AGM, the total number of shares of the Company which may be issued upon exercise of all options to be granted under the Share Option Scheme, together with all options to be granted under any other share option scheme(s) of the Company (excluding lapsed options), was refreshed such that the Directors were authorised to grant options carrying rights to subscribe for up to a maximum number of 10% of the shares in issue as at the date of the AGM approving the refreshed scheme mandate limit.

No share options were granted, exercised, cancelled or lapsed during the six months ended 30 September 2014 and no share options were outstanding as at 1 April 2014 and 30 September 2014.

Further details of the Share Option Scheme were set out in the Company's 2014 annual report.

Other Information

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in the sections headed "Directors' Interests and Short Positions in Shares, Underlying Shares and Debentures" and the "Share Option Scheme" above, at no time during the six months ended 30 September 2014 was the Company or any of its subsidiaries a party to any arrangements to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the directors of the Company or their spouse or minor children had any rights to subscribe for the securities of the Company, or had exercised any such rights during the period.

INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS DISCLOSEABLE UNDER THE SFO

As at 30 September 2014, the following interests of more than 5% of the issued share capital of the Company were recorded in the register of interests required to be kept by the Company pursuant to section 336 of the SFO:

Long positions in the shares and underlying shares of the Company:

Name of shareholder	Capacity and nature of interest	Number of shares held	Total interests	Approximate percentage of the Company's issued share capital
Mr. Suen	Interest of controlled corporation	1,260,875,000 (Note 1)	–	–
	Beneficial Owner	8,750,000	1,269,625,000	29.68%
Excelsior Kingdom	Interest of controlled corporation	1,260,875,000 (Note 1)	1,260,875,000	29.47%
Global Wealthy	Beneficial Owner	1,260,875,000 (Note 1)	1,260,875,000	29.47%
HEC Capital Limited	Interest of controlled corporation	393,065,957 (Note 2)	393,065,957	9.19%

Notes:

- These interests were held by Global Wealthy, which was a wholly-owned subsidiary of Excelsior Kingdom which in turn was wholly owned by Mr. Suen. Mr. Suen is the sole director of Global Wealthy and Excelsior Kingdom. Accordingly, Mr. Suen and Excelsior Kingdom were deemed to be interested in 1,260,875,000 shares of the Company under the SFO.
- These interests were held by Murtsa Capital Management Limited and HEC Securities Limited, wholly-owned subsidiaries of HEC Capital Limited.

Other Information

INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS DISCLOSEABLE UNDER THE SFO (continued)

The interests of Mr. Suen, Excelsior Kingdom and Global Wealthy in 1,260,875,000 shares of the Company referred to in note 1 above related to the same parcel of shares.

Save as disclosed above, the Company had not been notified of any other relevant interests or short positions in the shares and underlying shares of the Company as at 30 September 2014 as required pursuant to section 336 of the SFO.

CORPORATE GOVERNANCE

The Company has complied with all the applicable provisions of the Corporate Governance Code (the “CG Code”) as set out in Appendix 14 of the Listing Rules throughout the six months ended 30 September 2014 and up to the date of this report except for the following deviations with reasons as explained:

Appointment of new directors

Code Provision A.4.1

Code provision A.4.1 of the CG Code stipulates that non-executive directors should be appointed for a specific term, subject to re-election.

Deviation

There has been a deviation from the code provision since the appointment of four independent non-executive directors of the Company, namely Dr. Leung Shiu Ki Albert, Ms. Chen Wei, Mr. Wong Yat Fai and Mr. Man Wai Chuen on 14 November 2014. They are not appointed for a specific term but shall retire from office by rotation at least once every three years as referred to in bye-law 87 of the Company’s Bye-laws which provides that at each annual general meeting one-third of the directors of the Company for the time being (or, if their number is not a multiple of three (3), the number nearest to but not less than one-third) shall retire from office by rotation. As such, the Board considers that sufficient measures have been taken to ensure that the Company’s corporate governance is no less exacting than those set out in the CG Code.

Responsibilities of directors

Code Provision A.6.7

Code provision A.6.7 of the CG Code stipulates that independent non-executive directors and other non-executive directors should attend general meetings and develop a balanced understanding of the views of shareholders.

Deviation

One independent non-executive director of the Company was unable to attend the special general meeting of the Company held on 14 August 2014 (the “SGM”) and the AGM as he had other important business engagement. However, there were three executive directors and two independent non-executive directors of the Company present at the SGM and AGM to enable the Board to develop a balanced understanding of the views of shareholders of the Company.

Other Information

CORPORATE GOVERNANCE (continued)

Communication with shareholders

Code Provision E.1.2

Code provision E.1.2 of the CG Code stipulates that the chairman of the board should attend the annual general meeting.

Deviation

The Chairman of the Board was unable to attend the AGM as he had other important business engagement. However, Mr. Suen Yick Lun Philip, an executive director and the Company Secretary of the Company (now also as the Chief Executive Officer), had chaired the meeting in accordance with bye-law 63 of the Company's Bye-laws.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules as its own code of conduct regarding securities transactions by the directors of the Company. Having made specific enquiry with the Directors, all of them confirmed that they have complied with the required standards set out in the Model Code during the six months ended 30 September 2014.

UPDATE ON DIRECTORS' INFORMATION

The following is updated information of the Directors required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules:

Mr. Suen Cho Hung, Paul resigned as an executive director and the chairman of New Island Development Holdings Limited (stock code: 377), a listed company in Hong Kong, with effect from 25 September 2014.

AUDIT COMMITTEE

The unaudited condensed consolidated interim financial statements of the Company for the six months ended 30 September 2014 have not been audited, but have been reviewed by the Audit Committee of the Company and are duly approved by the Board under the recommendation of the Audit Committee.

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

During the six months ended 30 September 2014, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

On behalf of the Board

Suen Cho Hung, Paul
Chairman

Hong Kong, 28 November 2014

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 September 2014

	Notes	Six months ended	
		30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Revenue	4	278,698	418,336
Cost of sales		(245,660)	(396,165)
Gross profit		33,038	22,171
Net gain (loss) on investments at fair value through profit or loss	6	918,101	(20,492)
Other income and gains		2,675	2,313
Selling and distribution costs		(357)	(386)
Administrative expenses		(12,822)	(12,793)
Finance costs	5	(4,411)	(2,843)
Profit (loss) before taxation	6	936,224	(12,030)
Taxation	7	(120,965)	(128)
Profit (loss) and total comprehensive income (expense) for the period attributable to owners of the Company		815,259	(12,158)
Earnings (loss) per share attributable to owners of the Company	8		(restated)
– Basic and diluted (HK cent(s) per share)		19.06	(0.33)

Condensed Consolidated Statement of Financial Position

At 30 September 2014

	<i>Notes</i>	30 September 2014 HK\$'000 (Unaudited)	31 March 2014 HK\$'000 (Audited)
NON-CURRENT ASSETS			
Furniture, equipment and motor vehicles		1,047	2,169
Available-for-sale investment	10	246,000	18,000
Total non-current assets		247,047	20,169
CURRENT ASSETS			
Accounts and bills receivable	11	56,523	125,548
Prepayments, deposits and other receivables		23,409	60,481
Loans receivable		4,360	42,233
Tax recoverable		43	102
Investments at fair value through profit or loss	12	2,353,840	1,301,924
Pledged bank deposits		19,530	21,116
Cash and bank balances		58,978	313,566
Total current assets		2,516,683	1,864,970
CURRENT LIABILITIES			
Accounts and bills payable	13	4,159	9,030
Other payables and accruals		13,372	16,905
Borrowing	14	19,777	–
Bank advances for discounted bills	11	50,039	119,355
Total current liabilities		87,347	145,290
NET CURRENT ASSETS		2,429,336	1,719,680
TOTAL ASSETS LESS CURRENT LIABILITIES		2,676,383	1,739,849
NON-CURRENT LIABILITIES			
Notes payable		146,047	145,717
Deferred tax liabilities		121,652	707
Total non-current liabilities		267,699	146,424
NET ASSETS		2,408,684	1,593,425
CAPITAL AND RESERVES			
Share capital	15	427,835	342,268
Reserves		1,980,849	1,251,157
TOTAL EQUITY		2,408,684	1,593,425

Condensed Consolidated Statement of Changes In Equity

For the six months ended 30 September 2014

	Note	Attributable to owners of the Company				Total HK\$'000 (Unaudited)
		Share capital HK\$'000 (Unaudited)	Share premium HK\$'000 (Unaudited)	Contribution surplus HK\$'000 (Unaudited)	Retained earnings (Accumulated losses) HK\$'000 (Unaudited)	
At 1 April 2014		342,268	1,522,928	3,085	(274,856)	1,593,425
Profit and total comprehensive income for the period		-	-	-	815,259	815,259
Issue of bonus shares	15	85,567	(85,567)	-	-	-
At 30 September 2014		427,835	1,437,361	3,085	540,403	2,408,684
At 1 April 2013		296,563	1,522,928	3,085	(691,939)	1,130,637
Loss and total comprehensive expense for the period		-	-	-	(12,158)	(12,158)
Exercise of warrants		1	-	-	-	1
At 30 September 2013		296,564	1,522,928	3,085	(704,097)	1,118,480

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 September 2014

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
NET CASH GENERATED FROM (USED IN) OPERATING ACTIVITIES	<u>20,078</u>	<u>(42,212)</u>
NET CASH USED IN INVESTING ACTIVITIES		
Purchases of available-for-sale investment	(228,000)	–
Net cash generated from (used in) investing activities	<u>2,873</u>	<u>(76,310)</u>
	<u>(225,127)</u>	<u>(76,310)</u>
NET CASH (USED IN) GENERATED FROM FINANCING ACTIVITIES	<u>(49,539)</u>	<u>2,580</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(254,588)</u>	<u>(115,942)</u>
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>313,566</u>	<u>187,997</u>
CASH AND CASH EQUIVALENTS AT THE PERIOD	<u>58,978</u>	<u>72,055</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	<u>58,978</u>	<u>72,055</u>

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

1. BASIS OF PREPARATION

The condensed consolidated financial statements for the six months ended 30 September 2014 have been prepared in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) and the applicable disclosure requirements of Appendix 16 to the Listing Rules. The condensed consolidated interim financial statements have been prepared under the historical cost convention, except for certain financial instruments, which are carried at fair values. The condensed consolidated interim financial statements are presented in HK\$ and all values are rounded to the nearest thousand except when otherwise indicated. The condensed consolidated interim financial statements are unaudited but have been reviewed by the Audit Committee of the Company.

2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in preparing the condensed consolidated interim financial statements are consistent with those adopted in the preparation of the Group’s annual financial statements for the year ended 31 March 2014.

In the current interim period, the Group has applied, for the first time, the following new interpretation and amendments to Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the HKICPA that are relevant for the preparation of the Group’s condensed consolidated financial statements:

Amendments to HKFRS 10, HKFRS 12 and HKAS 27	Investment entities;
Amendments to HKAS 32	Offsetting financial assets and financial liabilities;
Amendments to HKAS 36	Recoverable amount disclosures for non-financial assets;
Amendments to HKAS 39	Novation of derivatives and continuation of hedge accounting; and
HK(IFRIC) – INT 21	Levies.

The application of the above new interpretations and amendments to HKFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

3. SEGMENT INFORMATION

In a manner consistent with the way in which information is reported internally to the chief operating decision maker for the purpose of resources allocation and performance assessment, the Group is currently organised into the following operating segments:

- the supply and procurement segment represents supply and procurement activities in metal minerals, recyclable metal materials and timber logs;
- the provision of finance segment represents provision of short-term loan financing activities; and
- the investments segment represents investment activities in equity securities, convertible bonds and interest bearing notes.

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable segments:

	Six months ended 30 September 2014 (Unaudited)			
	Supply and procurement HK\$'000	Provision of finance HK\$'000	Investments HK\$'000	Consolidated HK\$'000
Segment revenue				
Sales to and income from external parties	<u>249,365</u>	<u>1,496</u>	<u>27,837</u>	<u>278,698</u>
Segment results	<u>3,181</u>	<u>1,548</u>	<u>945,938</u>	950,667
Unallocated other income and gains				723
Unallocated expenses				(10,755)
Finance costs				<u>(4,411)</u>
Profit before taxation				936,224
Taxation				<u>(120,965)</u>
Profit for the period				<u>815,259</u>

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

3. SEGMENT INFORMATION (continued) Segment revenue and results (continued)

	Six months ended 30 September 2013 (Unaudited)			
	Supply and procurement HK\$'000	Provision of finance HK\$'000	Investments HK\$'000	Consolidated HK\$'000
Segment revenue				
Sales to and income from external parties	404,661	7,530	6,145	418,336
Segment results	9,266	7,339	(14,347)	2,258
Unallocated other income and gains				477
Unallocated expenses				(11,922)
Finance cost				(2,843)
Loss before taxation				(12,030)
Taxation				(128)
Loss for the period				(12,158)

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

4. REVENUE

Revenue, which is also the Group's turnover, represents the net invoiced value of goods sold, after allowances for returns and trade discounts, income from provision of finance and dividend and interest income from securities investments during the period under review.

An analysis of revenue is as follows:

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Sale of goods	249,365	404,661
Interest income from provision of finance	1,496	7,530
Dividend income from investment in listed equity securities	27,522	4,322
Interest income from investment in convertible bonds and interest bearing notes	315	1,823
	<u>278,698</u>	<u>418,336</u>

5. FINANCE COSTS

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Interest on:		
Borrowing	321	–
Notes payable	4,090	2,843
	<u>4,411</u>	<u>2,843</u>

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

6. PROFIT (LOSS) BEFORE TAXATION

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
The Group's profit (loss) before taxation is arrived at after charging (crediting):		
Staff costs (including directors' remuneration):		
Wages and salaries	5,525	7,149
Pension scheme contribution	274	336
Total staff costs	<u>5,799</u>	<u>7,485</u>
Cost of inventories sold	244,467	391,216
Allowance for doubtful debt	780	–
Depreciation of furniture, equipment and motor vehicles	437	518
Exchange loss (gain)	450	(46)
Bank interest income	(396)	(108)
Rental income	<u>(440)</u>	<u>(390)</u>
Net (gain) loss on investments at fair value through profit or loss ("FVTPL"):		
Proceeds on sale of listed equity securities investment	(378,220)	(134,360)
Less: cost of sales	<u>418,824</u>	<u>117,348</u>
Net realised loss (gain) on investment in listed equity securities	<u>40,604</u>	<u>(17,012)</u>
Unrealised (gains) losses on investments at FVTPL		
– Held for trading	(698,275)	27,647
– Designated as at FVTPL	<u>(260,430)</u>	<u>9,857</u>
	<u>(958,705)</u>	<u>37,504</u>
Net (gain) loss on investments at FVTPL	<u>(918,101)</u>	<u>20,492</u>

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

7. TAXATION

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Current tax – Hong Kong	(20)	(179)
Deferred tax (Charge) credit for the period	<u>(120,945)</u>	<u>51</u>
	<u>(120,965)</u>	<u>(128)</u>

Hong Kong Profits Tax for the six months ended 30 September 2014 and 2013 were calculated at 16.5% of the estimated assessable profit for the period.

Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

Deferred tax charge recognised during the six months ended 30 September 2014 mainly represents deferred tax liabilities recognised in respect of unrealised net change in fair values on investments at FVTPL.

8. EARNINGS (LOSS) PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

The calculation of basic and diluted earnings (loss) per share attributable to owners of the Company is based on the following data:

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Profit (loss) Profit (loss) attributable to owners of the Company for the purpose of calculating basic and diluted earnings (loss) per share	<u>815,259</u>	<u>(12,158)</u>

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

8. EARNINGS (LOSS) PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (continued)

	Six months ended	
	30 September 2014 (Unaudited)	30 September 2013 (Unaudited) (restated)
Number of shares		
Weighted average number of ordinary shares for the purpose of calculating basic and diluted earnings (loss) per share	<u>4,278,350,502</u>	<u>3,707,043,905</u>

Basic and diluted earnings (loss) per share for the six months ended 30 September 2014 and 2013 were the same because there is no potential dilutive ordinary shares in existence for the six months ended 30 September 2014 (six months ended 30 September 2013: exercise of warrants would decrease the loss per share for the period, therefore, anti-dilutive).

The weighted average number of ordinary shares for the purpose of calculating basic and diluted earnings (loss) per share has been adjusted for bonus issue that took place on 8 September 2014.

9. DIVIDENDS

The Board has proposed to distribute interim dividend by a way of bonus issue of warrants to shareholders of the Company (six months ended 30 September 2013: nil). Details of the proposed bonus issue of warrants will be separately announced as soon as possible.

Application will be made to the Listing Committee of the Stock Exchange for the listing of and permission to deal in the Warrants and any new shares which fall to be issued upon the exercise of the subscription rights attaching to the Warrants.

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

10. AVAILABLE-FOR-SALE INVESTMENT

As disclosed in the announcement of the Company dated 30 June 2014, an indirect wholly-owned subsidiary of the Company entered into a subscription agreement with a private company to subscribe for 38,000,000 shares additionally, which represented approximately 4.08% of equity interest of the private company at an aggregate consideration of HK\$228,000,000. The private company is principally engaged in investment holding. The transaction was completed on 25 July 2014.

The unlisted equity securities are measured at cost less impairment at the end of the reporting period as these securities do not have a quoted market price in an active market.

11. ACCOUNTS AND BILLS RECEIVABLE

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally for a period of one month, extending up to three to six months for major customers. Each customer has a maximum credit limit. Overdue balances are reviewed regularly by senior management. Accounts and bills receivable are non-interest bearing. The carrying amounts of the accounts and bills receivable approximate to their fair values.

An aged analysis of accounts and bills receivable at the end of the reporting period, based on invoice date, and net of impairment, is as follows:

	30 September 2014 HK\$'000 (Unaudited)	31 March 2014 HK\$'000 (Audited)
Within 30 days	56,523	–
61 to 90 days	–	77,554
91 to 180 days	–	47,994
Total	56,523	125,548

A subsidiary of the Group discounted bills receivable amounting to approximately HK\$50,039,000 (31 March 2014: approximately HK\$119,355,000) to banks in exchange for cash as at 30 September 2014.

During the period under review, the Group recognised an allowance for doubtful debt against a customer for an accounts receivable of approximately HK\$780,000 (six months ended 30 September 2013: nil).

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

12. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 September 2014 HK\$'000 (Unaudited)	31 March 2014 HK\$'000 (Audited)
Held for trading – Equity securities listed in Hong Kong (<i>note</i>)	2,353,840	1,278,554
Designated as at FVTPL – Convertible bonds	–	23,370
	<u>2,353,840</u>	<u>1,301,924</u>

Note: The fair values of the listed equity securities investments were determined based on the quoted market closing prices available on the Stock Exchange.

As at 30 September 2014, the Group held 59,400,000 ordinary shares in Rising Development Holdings Limited (“Rising Development”) which represented approximately 4.0% of the issued share capital of Rising Development. Rising Development is incorporated in Bermuda and its shares are listed on the Stock Exchange. As at 30 September 2014, the fair value of the Group’s investment in shares of Rising Development amounted to approximately HK\$409.9 million (31 March 2014: approximately HK\$255.4 million) which exceeded 10% of the total assets of the Group.

As at 30 September 2014, the Group also held 457,340,000 ordinary shares in Icube Technology Holdings Limited (“Icube”) which represented approximately 11.1% of the issued share capital of Icube. Icube is incorporated in Bermuda and its shares are listed on the Stock Exchange. As at 30 September 2014, the fair value of the Group’s investment in shares of Icube amounted to approximately HK\$411.6 million (31 March 2014: nil) which exceeded 10% of the total assets of the Group.

As at 30 September 2014, the Group held 190,037,500 ordinary shares in Heritage International Holdings Limited (“Heritage”) which represented approximately 4.5% of the issued share capital of Heritage. Heritage is incorporated in Bermuda and its shares are listed on the Stock Exchange. As at 30 September 2014, the fair value of the Group’s investment in shares of Heritage amounted to approximately HK\$399.1 million (31 March 2014: approximately HK\$77.0 million) which exceeded 10% of the total assets of the Group.

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

13. ACCOUNTS AND BILLS PAYABLE

Accounts and bills payable are non-interest bearing and are normally settled on 60 days term.

The following is an analysis of accounts and bills payable at the end of the reporting period, based on invoice date, is as follows:

	30 September 2014 HK\$'000 (Unaudited)	31 March 2014 HK\$'000 (Audited)
Within 30 days	3,302	–
61 to 90 days	–	5,147
91 to 180 days	–	2,339
Over 180 days	<u>857</u>	<u>1,544</u>
Total	<u>4,159</u>	<u>9,030</u>

14. BORROWING

	30 September 2014 HK\$'000 (Unaudited)	31 March 2014 HK\$'000 (Audited)
Other borrowing – secured	<u>19,777</u>	<u>–</u>

The loan is secured by marketable securities of approximately HK\$1,340,412,000 and bears floating interest rate of 8% per annum.

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

15. SHARE CAPITAL

	Number of shares	Amount HK\$'000 (Unaudited)
Authorised:		
At 1 April 2014 and 30 September 2014 – Ordinary shares of HK\$0.1 each	<u>10,000,000,000</u>	<u>1,000,000</u>
Issued and fully paid:		
At 1 April 2014		
– Ordinary shares of HK\$0.1 each	3,422,680,402	342,268
Issue of bonus shares (<i>note</i>)	<u>855,670,100</u>	<u>85,567</u>
At 30 September 2014	<u>4,278,350,502</u>	<u>427,835</u>

Note: On 8 September 2014, 855,670,100 bonus shares were issued to the qualifying shareholders of the Company on the basis of one bonus share for every four existing shares held.

16. OPERATING LEASE ARRANGEMENTS

The Group leases certain of its office properties under operating lease arrangements. Leases for the properties were negotiated for terms of two to five years.

As at 30 September 2014 and 31 March 2014, the Group had total future minimum lease payments under non-cancellable operating leases falling due as follows:

	30 September 2014 HK\$'000 (Unaudited)	31 March 2014 HK\$'000 (Audited)
Within one year	4,157	1,521
In the second to fifth years, inclusive	<u>3,638</u>	–
	<u>7,795</u>	<u>1,521</u>

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

17. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

(a) Financial assets measured at fair value on recurring basis

The following table provides an analysis of the Group's financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable for the six months ended 30 September 2014:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as price) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the assets or liability that are not based on observable market data (unobservable inputs).

Financial assets	Fair value		Fair value hierarchy	Valuation techniques	Significant unobservable inputs
	30.9.2014 HK\$'000	31.3.2014 HK\$'000			
Held for trading investments	2,353,840	1,278,554	Level 1	Quoted market closing prices in an active market	N/A
Investment designated as at FVTPL	-	23,370	Level 3	Binomial Option Pricing model	Volatility of 74.41% (note)

Note: As at 31 March 2014, if the above unobservable input to the valuation model increased/decreased by 5% while all the other variables were held constant, the carrying amount of investment designated as at FVTPL would decrease/increase by HK\$37,000.

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

17. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

(a) Financial assets measured at fair value on recurring basis (continued)

The fair values of held for trading investments were based on quoted market prices. The fair values of the investments designated as at FVTPL were estimated by an independent qualified professional valuer.

During the period under review, there were no transfers between Level 1 and Level 2. Transfers between Level 1 and Level 3 are addressed in the Level 3 reconciliation below. The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

The movement during the period under review in the balance of Level 3 fair value measurements is as follows:

	2014 HK\$'000 (Unaudited)	2013 HK\$'000 (Unaudited)
At 1 April	23,370	79,381
Purchases	-	24,250
Transfers from Level 3 to Level 1 (note)	(23,370)	(7,293)
Unrealised loss recognised in profit or loss during the period	-	(11,244)
At 30 September	<u>-</u>	<u>85,094</u>
Net gain (loss) for the period included in profit or loss for investments designated as at FVTPL (note 6)	<u>260,430</u>	<u>(9,857)</u>
Unrealised loss for the period included in profit or loss for assets held at the end of the reporting period	<u>-</u>	<u>(11,244)</u>

Note: During the period under review, the Group transferred an investment designated as at FVTPL from Level 3 into Level 1 due to the exercise of the conversion right embedded in the convertible bonds and resulted in recognition of investments held for trading and a gain on conversion of approximately HK\$260,430,000 (30 September 2013: approximately HK\$1,387,000) recognised in profit or loss.

Notes to The Condensed Consolidated Interim Financial Statements

For the six months ended 30 September 2014

17. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

(b) Fair value measurements and valuation processes

At 31 March 2014, the Group engaged an independent qualified professional valuer to perform valuations for the investments designated as at FVTPL. The valuer reports directly to the Company. A valuation report with analysis of changes in fair value measurement is prepared at each interim and annual reporting date, and is reviewed and approved by the chief operating decision maker. Discussion of the valuation process and results with the chief operating decision maker is held twice a year, to coincide with the reporting dates.

18. RELATED PARTY TRANSACTIONS

The Group had the following related party transactions for the six months period ended 30 September 2014 and 2013:

(i) Compensation of key management personnel of the Group

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Short-term employee benefits	2,265	3,572
Post-employment benefits	104	173
Total compensation paid to key management personnel	<u>2,369</u>	<u>3,745</u>

(ii) Rental income

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Rental income received from a related company in which two Directors of the Company have significant influence	<u>440</u>	<u>390</u>

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For the six months ended 30 September 2014

18. RELATED PARTY TRANSACTIONS (continued)

(iii) Rental expenses

	Six months ended	
	30 September 2014 HK\$'000 (Unaudited)	30 September 2013 HK\$'000 (Unaudited)
Rental expenses paid to a related company in which two Directors of the Company have significant influence	<u>96</u>	<u>96</u>

19. EVENTS AFTER THE END OF THE REPORTING PERIOD

As disclosed in the announcement of the Company dated 4 August 2014, the Company proposed a capital reorganisation which comprised (i) a capital reduction of the Company's issued share capital by way of cancelling its paid-up capital to the extent of HK\$0.09 on each of the then issued shares of the Company; and (ii) a share subdivision by, forthwith upon the capital reduction taking effect, subdivided every authorised but unissued share of the Company into 10 new shares of the Company of HK\$0.01 par value each. The capital reorganisation was approved by the shareholders of the Company on 30 September 2014 and became effective on 3 October 2014.

20. APPROVAL OF THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The unaudited condensed consolidated interim financial statements are approved and authorised for issue by the Board on 28 November 2014.