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WONG'S KONG KING INTERNATIONAL (HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 532)

ANNUAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2014

The Board of Directors of Wong's Kong King International (Holdings) Limited (the "Company") announces that the audited consolidated results of the Company and its subsidiaries (the "Group") for the year ended 31 December 2014, together with comparative figures for the corresponding period in 2013 are as follows:

CONSOLIDATED INCOME STATEMENT *FOR THE YEAR ENDED 31 DECEMBER 2014*

	<i>Note</i>	2014 HK\$'000	2013 HK\$'000
Revenue	2	5,778,057	5,765,755
Gain on disposal of land and building		23,682	–
Other gains		293	2,658
Raw materials and consumables used		(3,710,182)	(3,737,425)
Purchases of finished goods		(949,453)	(895,242)
Changes in inventories of finished goods and work in progress		15,085	7,871
Employee benefit expenses		(701,459)	(676,391)
Depreciation and amortisation		(61,563)	(57,453)
Other expenses		(288,458)	(322,759)
Operating profit		106,002	87,014
Finance income		11,936	15,371
Finance costs		(14,006)	(15,553)
Finance costs, net		(2,070)	(182)

	<i>Note</i>	2014 HK\$'000	2013 HK\$'000
Share of (loss)/profit of a joint venture		(658)	658
(Provision for)/write-back of allowance for doubtful debts on amount due from a joint venture		(44)	79
		(702)	737
Profit before income tax		103,230	87,569
Income tax expense	3	(30,159)	(33,671)
Profit for the year	2	73,071	53,898
Attributable to:			
Equity holders of the Company		66,639	45,375
Non-controlling interests		6,432	8,523
		73,071	53,898
Earnings per share for profit attributable to the equity holders of the Company during the year <i>(expressed in HK cents per share)</i>			
– basic	4	9.01	6.13
– diluted	4	8.98	6.10
Dividends	7	18,492	14,793

CONSOLIDATED BALANCE SHEET

AT 31 DECEMBER 2014

	<i>Note</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
ASSETS			
Non-current assets			
Land use rights		13,666	14,026
Property, plant and equipment		578,968	613,507
Prepayments		798	13,015
Intangible assets		16,624	8,319
Interests in joint ventures		639	1,346
Deferred tax assets		4,358	5,472
Available-for-sale financial assets		36,543	32,686
Long term deposits		2,948	2,496
Club membership and debentures		14,956	15,085
		<u>669,500</u>	<u>705,952</u>
Current assets			
Inventories		719,159	732,468
Trade and other receivables	5	1,337,813	1,233,969
Deposits and prepayments		48,552	56,803
Tax recoverable		403	52
Derivative financial instruments		3	–
Short-term time deposits		99,721	143,383
Cash and cash equivalents		282,063	534,604
		<u>2,487,714</u>	<u>2,701,279</u>
Total assets		<u>3,157,214</u>	<u>3,407,231</u>
LIABILITIES			
Non-current liabilities			
Obligations under finance leases			
– due after one year		–	992
Provision for assets retirement obligation		1,710	1,710
Deferred tax liabilities		1,665	–
Retirement benefit obligations		8,187	9,479
		<u>11,562</u>	<u>12,181</u>

	<i>Note</i>	2014 HK\$'000	2013 HK\$'000
Current liabilities			
Trade, bills and other payables	6	879,370	934,943
Current income tax liabilities		7,226	7,073
Bank borrowings – due within one year		689,246	921,710
Obligations under finance leases			
– due within one year		992	1,250
Derivative financial instruments		816	737
		<u>1,577,650</u>	<u>1,865,713</u>
Total liabilities		<u>1,589,212</u>	<u>1,877,894</u>
EQUITY			
Capital and reserves attributable to the Company's equity holders			
Share capital		73,967	73,967
Reserves		1,403,774	1,358,746
		<u>1,477,741</u>	<u>1,432,713</u>
Non-controlling interests		90,261	96,624
Total equity		<u>1,568,002</u>	<u>1,529,337</u>
Total equity and liabilities		<u>3,157,214</u>	<u>3,407,231</u>
Net current assets		<u>910,064</u>	<u>835,566</u>
Total assets less current liabilities		<u>1,579,564</u>	<u>1,541,518</u>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2014

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Profit for the year	73,071	53,898
Other comprehensive income:		
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Remeasurements of post-employment benefit obligations	114	310
<i>Items that may be reclassified to profit or loss</i>		
Currency translation differences	(11,150)	5,358
Fair value gains of available-for-sale financial assets, net of tax	225	–
Total comprehensive income for the year	62,260	59,566
Attributable to:		
Equity holders of the Company	59,821	52,228
Non-controlling interests	2,439	7,338
	62,260	59,566

NOTES:

1. BASIS OF PREPARATION

The consolidated financial information has been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRS”). In addition, the consolidated financial information includes the applicable disclosures required by the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) and by the Hong Kong Companies Ordinance.

The consolidated financial information has been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets and financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

In the current year, the Company and its subsidiaries (collectively the “Group”) has applied, for the first time, a number of new standards, amendments and interpretations issued by the Hong Kong Institute of Certified Public Accountants, which are effective for the Group’s financial year beginning on 1 January 2014.

The following standards have been adopted by the Group for the first time for the financial year beginning on or after 1 January 2014:

Amendment to HKAS 32, ‘Financial instruments: Presentation’ on offsetting financial assets and financial liabilities. This amendment clarified that the right of set-off must not be contingent on a future event. It must also be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy. The amendment also considers settlement mechanisms. The amendment did not have a significant effect on the consolidated financial information.

Amendments to HKAS 36, ‘Impairment of assets’, on the recoverable amount disclosures for non-financial assets. This amendment removed certain disclosures of the recoverable amount of cash-generating units (“CGUs”) which had been included in HKAS 36 by the issue of HKFRS 13.

Amendments to HKAS 39, ‘Financial instruments: Recognition and measurement’ on the novation of derivatives and the continuation of hedge accounting. This amendment considers legislative change to ‘over-the-counter’ derivatives and the establishment of central counterparties. Under HKAS 39 novation of derivatives to central counterparties would result in discontinuance of hedge accounting. The amendment provides relief from discontinuing hedge accounting when novation of a hedging instrument meets specified criteria. The Group has applied the amendment and there has been no significant impact on the consolidated financial information as a result.

HK(IFRIC) 21, ‘Levies’, set out the accounting for an obligation to pay a levy if that liability is within the scope of HKAS 37 ‘Provisions’. The interpretation addresses what the obligating event is that gives rise to the payment of a levy and when a liability should be recognised. The Group is not currently subjected to significant levies and the impact on the Group is not material.

Other standards, amendments and interpretations which are effective for the financial year beginning on 1 January 2014 are not material to the Group.

In addition, the requirement of Part 9 ‘Accounts and Audit’ of the new Hong Kong Companies Ordinance (Cap. 622) come into operation as from the Company’s first financial year commencing on or after 3 March 2014 in accordance with section 358 of the Ordinance. The Group is in the process of making an assessment of expected impact of the changes in the Companies Ordinance on the consolidated financial information in the period of initial application of Part 9 of the new Hong Kong Companies Ordinance (Cap.622). So far it has concluded that the impact is unlikely to be significant and only the presentation and disclosure of information in the consolidated financial information will be affected.

The Group has not early adopted the new and revised standards, amendments or interpretations that have been issued but are not yet effective for the Group’s current financial year. The Group has already commenced an assessment of the impact of these new and revised standards amendments or interpretation but is not yet in a position to state whether these amendments would have a significant impact on its results of operations and financial position.

During the year, the Group’s other manufacturing overhead expenses are included in other expenses, the comparative figures have been regrouped to conform with the current year’s presentation.

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

2. SEGMENTAL INFORMATION

The Chief Operation Decision-Maker (“CODM”) has been identified as directors of the Company. The CODM reviews the Group’s internal reporting in order to assess performance and allocate resources. It has determined the operating segments based on these reports. The Group is currently organised into two operating segments – trading and manufacturing. These segments are the basis on which the Group reports its principal activities information.

- Trading – trading and distribution of chemicals, materials and equipments used in the manufacturing of printed circuit boards and electronic products

- Manufacturing – manufacturing of electrical and electronic products

The segment information for the year ended 31 December 2014 is as follows:

	Trading <i>HK\$'000</i>	Manufacturing <i>HK\$'000</i>	Others <i>HK\$'000</i>	Eliminations <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Revenue					
External sales	1,656,924	4,023,141	97,992	-	5,778,057
Inter-segment sales	278,928	2,806	15,116	(296,850)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total	1,935,852	4,025,947	113,108	(296,850)	5,778,057
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Results					
Segment results	59,751	67,959	(20,452)	(1,256)	106,002
Finance income	3,259	5,343	3,334	-	11,936
Finance costs	(604)	(13,274)	(128)	-	(14,006)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	62,406	60,028	(17,246)	(1,256)	103,932
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Share of loss of a joint venture					(658)
Provision for allowance for doubtful debt on amount due from a joint venture					(44)
					<hr/>
Profit before income tax					103,230
Income tax expense					(30,159)
					<hr/>
Profit for the year					73,071
					<hr/> <hr/>

The segment information for the year ended 31 December 2013 is as follows:

	Trading <i>HK\$'000</i>	Manufacturing <i>HK\$'000</i>	Others <i>HK\$'000</i>	Eliminations <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Revenue					
External sales	1,610,035	4,070,848	84,872	–	5,765,755
Inter-segment sales	247,470	3,472	20,147	(271,089)	–
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	<u>1,857,505</u>	<u>4,074,320</u>	<u>105,019</u>	<u>(271,089)</u>	<u>5,765,755</u>
Results					
Segment results	34,289	72,445	(18,826)	(894)	87,014
Finance income	2,709	11,129	1,533	–	15,371
Finance costs	(737)	(13,567)	(1,249)	–	(15,553)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	36,261	70,007	(18,542)	(894)	86,832
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Share of profit of a joint venture					658
Write-back of allowance for doubtful debt on amount due from a joint venture					79
					<u> </u>
Profit before income tax					87,569
Income tax expense					(33,671)
					<u> </u>
Profit for the year					<u>53,898</u>

The segment assets and liabilities at 31 December 2014 are as follows:

	Trading <i>HK\$'000</i>	Manufacturing <i>HK\$'000</i>	Others <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Assets				
Segment assets	<u>897,341</u>	<u>1,997,329</u>	<u>262,544</u>	<u>3,157,214</u>
Liabilities				
Segment liabilities	<u>304,005</u>	<u>1,233,182</u>	<u>52,025</u>	<u>1,589,212</u>

The segment assets and liabilities at 31 December 2013 are as follows:

	Trading <i>HK\$'000</i>	Manufacturing <i>HK\$'000</i>	Others <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Assets				
Segment assets	<u>1,040,968</u>	<u>2,202,355</u>	<u>163,908</u>	<u>3,407,231</u>
Liabilities				
Segment liabilities	<u>345,321</u>	<u>1,480,493</u>	<u>52,080</u>	<u>1,877,894</u>

3. INCOME TAX EXPENSE

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Current income tax		
– Hong Kong profits tax	3,680	8,395
– Other jurisdictions including PRC corporate income tax	20,875	18,306
	<u>24,555</u>	<u>26,701</u>
Under/(over) provision in prior years		
– Hong Kong	–	(99)
– Other jurisdictions including PRC corporate income tax	30	(184)
	<u>30</u>	<u>(283)</u>
Deferred income tax	2,434	3,768
Withholding tax on dividend paid by subsidiaries	3,140	3,485
	<u>30,159</u>	<u>33,671</u>

Hong Kong profits tax is calculated at 16.5% (2013: 16.5%) on the estimated assessable profit for the year. The subsidiaries established in the PRC are subject to enterprise income tax rate of 25% (2013: 25%). The subsidiaries in Taiwan are subject to corporate income tax rate of 17% (2013: 17%). Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

4. EARNINGS PER SHARE

(a) Basic

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

	2014	2013
Profit attributable to equity holders of the Company (Hong Kong thousands dollar)	<u><u>66,639</u></u>	<u><u>45,375</u></u>
Weighted average number of ordinary shares in issue (thousands)	<u><u>739,670</u></u>	<u><u>739,670</u></u>
Basic earnings per share (Hong Kong cents per share)	<u><u>9.01</u></u>	<u><u>6.13</u></u>

(b) Diluted

Diluted earnings per share is calculated by adjusting weighted average number of ordinary shares outstanding, assuming conversion of all dilutive potential ordinary shares.

	2014	2013
Profit attributable to equity holders of the Company (Hong Kong thousands dollar)	<u><u>66,639</u></u>	<u><u>45,375</u></u>
Weighted average number of ordinary shares in issue (thousands)	<u><u>739,670</u></u>	<u><u>739,670</u></u>
Adjustments for share options (thousands)	<u><u>2,705</u></u>	<u><u>3,917</u></u>
Weighted average number of ordinary shares for diluted earnings per share (thousands)	<u><u>742,375</u></u>	<u><u>743,587</u></u>
Diluted earnings per share (Hong Kong cents per share)	<u><u>8.98</u></u>	<u><u>6.10</u></u>

5. TRADE AND OTHER RECEIVABLES

Included in trade and other receivables are trade receivables of HK\$1,318,026,000 (2013: HK\$1,217,271,000).

The Group allows a credit period ranging from 30 days to 180 days to its trade customers. In addition, for certain customers with long-established relationship, longer credit period may be granted.

The ageing analysis of trade receivables based on invoice dates net of provision for impairment at the end of reporting period is as follows:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
0 to 30 days	476,601	436,548
31 to 60 days	403,153	340,116
61 to 90 days	161,134	184,775
Over 90 days	277,138	255,832
	<u>1,318,026</u>	<u>1,217,271</u>

6. TRADE, BILLS AND OTHER PAYABLES

Included in trade, bills and other payables are trade and bills payables of HK\$625,085,000 (2013: HK\$669,663,000).

The following is an ageing analysis of trade and bills payables based on goods receipt dates at the end of reporting period:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
0 to 30 days	278,018	310,868
31 to 60 days	227,641	235,060
61 to 90 days	52,449	51,955
Over 90 days	66,977	71,780
	<u>625,085</u>	<u>669,663</u>

7. DIVIDENDS

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Final dividend, proposed, of HK\$0.025 (2013: HK\$0.02) per share	18,492	14,793
	<u>18,492</u>	<u>14,793</u>

DIVIDEND

The Board of Directors recommends a final dividend of HK\$0.025 per share (2013: HK\$0.02 per share) be paid in respect of the year ended 31 December 2014. The proposed final dividend will be payable on or about Monday, 3 August 2015, subject to approval at the Annual General Meeting, to shareholders whose names appear on the Register of Members of the Company on Friday, 26 June 2015.

CLOSURE OF REGISTER OF MEMBERS

1. Book Close for determining the entitlement to attend and vote at the annual general meeting

The Register of Members of the Company will be closed from Wednesday, 10 June 2015 to Friday, 12 June 2015, both days inclusive, during which period no transfer of shares will be registered, for the purpose of determining shareholders who are entitled to attend and vote at the forthcoming annual general meeting. In order to qualify for attending and voting at the forthcoming annual general meeting, all transfer documents accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong branch share registrar, Tricor Standard Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 4:00 p.m. on Tuesday, 9 June 2015.

2. Book Close for determining the qualification for the proposed final dividend

The Register of Members of the Company will be closed from Wednesday, 24 June 2015 to Friday, 26 June 2015, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the proposed final dividend, all transfer documents accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong branch share registrar, Tricor Standard Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 4:00 p.m. on Tuesday, 23 June 2015.

BUSINESS REVIEW

The Group's turnover for the year 2014 was HK\$5.8 billion, reflecting a slight increase of approximately 0.2% compared to 2013. The Group's profit attributable to shareholders was HK\$66.6 million, representing an increase of approximately 47% compared to last year mainly because of a profit of HK\$23.7 million on the disposal of a property in Singapore recorded earlier this year.

Trading and Distribution Division (WKK Distribution)

The Trading and Distribution Division registered sales of HK\$1.7 billion in 2014, reflecting growth of approximately 3% compared to 2013. The Division's operating profit overall increased by approximately 7%. The PCB related Products Sales Division was the main profit contributor to the Division's profit. The operations in Singapore performed well this year and the operations in the PRC returned to profit for the whole year despite a poor performance in the first half of 2014. However, the operations in Taiwan recorded a drop in operating profit this year.

OEM Manufacturing Division (WKK Technology)

Due to improved performance in the second half of this year, the Group's OEM Manufacturing Division registered sales of HK\$4 billion in 2014, reflecting only a slight decrease of approximately 1% compared to 2013, up from a decline of approximately 7% in the first half of 2014. The Division's operating profit decreased by approximately 14% compared to last year mainly due to escalating labour costs.

FINANCE

As at 31 December 2014, the Group committed bank and other financing facilities totaling HK\$3,466 million, of which HK\$794 million was drawn down. As of 31 December 2014, the Group's consolidated net borrowings amounted to HK\$308 million and its total equity amounted to HK\$1,568 million, resulting in a net gearing ratio of 20%.

Most of the Group's sales were conducted in the same currencies as the corresponding purchase transactions. Foreign exchange contracts were used to hedge exposures where necessary.

CAPITAL STRUCTURE

There have been no material changes in the capital structure of the Group since 31 December 2013.

HUMAN RESOURCES

As of 31 December 2014, the Group had a total of 6,805 employees, of whom 297 were based in Hong Kong, 6,182 in the PRC and 326 overseas. The remuneration packages of the Group's employees are mainly based on their performance and experience, taking into account current industry practices. Provident fund scheme, medical allowances, and in-house and external training programs are available to employees. Shares options and discretionary bonuses are provided to employees according to the performance of the individual and the Group. The remuneration policy and packages of the Group's employees are regularly reviewed.

PROSPECTS

In view of the general expectation that the global economy will remain on a slow-paced recovery path in 2015 and the Group's continuous efforts to widen its range of industrial products for distribution, the Directors expect that demand for industrial products distributed by the Group will be slightly stronger in the coming year than last year.

However, due to continuing increases in the manufacturing labour costs, the Directors expect that it will be challenging to maintain comparable levels of profitability this year compared to last year. The Group will endeavor to maximize factory automation to alleviate the impact of the increased labour costs in the PRC.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's securities during the year.

CORPORATE GOVERNANCE

The Company had complied with the code provisions in the Corporate Governance Code (the "CG Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the year ended 31 December 2014, with deviations as stated below:

Code Provision A.2.1

Code Provision A.2.1 stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual.

For the year ended 31 December 2014, the Company did not have a separate Chairman and Chief Executive Officer and Mr. Senta Wong held both positions. The Board believes that vesting the roles of both Chairman and Chief Executive Officer in the same person provides the Group with strong and consistent leadership and allows for more effective planning and execution of long term business strategies. The Board also believes that the Company already has a strong corporate governance structure in place to ensure effective supervision of management. Such a structure provides many of the benefits of having a separate Chairman and Chief Executive Officer. The structure includes:

- Having the Audit Committee composed exclusively of Independent Non-Executive Directors;
- Having the Remuneration Committee composed exclusively of Independent Non-Executive Directors;
- Ensuring that Independent Non-Executive Directors have free and direct access to both the Company's external and internal auditors and independent professional advice where considered necessary.

The Board believes that these measures will ensure that our Independent Non-Executive Directors continue to effectively supervise the Group's management and to provide vigorous control of key issues relating to strategy, risk and integrity. The Board continually reviews the effectiveness of the Group's corporate governance structure to assess whether any changes, including the separation of the positions of Chairman and Chief Executive Officer, are necessary.

With effect from 1 March 2015, Mr. Senta Wong has stepped down from his position as the Chief Executive Officer of the Company. With effect from the same date, Mr. Edward Ying-Chun Tsui, an Executive Director and Group President of the Company, has been appointed as the Chief Executive Officer of the Company. Following the aforesaid change of Chief Executive Officer of the Company on 1 March 2015, the Company has fully complied with code provision A.2.1.

Code Provision A.4.1

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

None of the existing Non-Executive Directors of the Company is appointed for a specific term. This constitutes a deviation from code provision A.4.1 of the CG Code. In accordance with the provisions of the Bye-laws of the Company, any Director appointed by the Board during the year shall retire and submit themselves for re-election at the next annual general meeting immediately following his/her appointment. Further, at each annual general meeting, one-third of the Directors for the time being, or if their number is not three or a multiple of three, then the number nearest to but not exceeding one-third, shall retire from office. The directors to retire by rotation shall be those who have been longest in office since their last re-election or appointment. As such, the Company considers that sufficient measures have been taken to ensure that the Company's corporate governance practices are similar to those in the CG Code.

Code Provision A.4.2

Code Provision A.4.2 stipulates that all directors appointed to fill a casual vacancy should be subject to election by shareholders at the first general meeting after appointment. Every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.

According to the Bye-laws of the Company, all Directors (except Executive Chairman or Managing or Joint Managing Director) of the Company are subject to retirement by rotations and re-elections at the annual general meeting of the Company. This constitutes a deviation from the CG Code. As continuation is a key factor to the successful implementation of any long term business plans, the Board believes that the present arrangement is most beneficial to the Company and the shareholders as a whole.

Code Provision A.6.7

Code provision A.6.7 stipulates that independent non-executive directors and other non-executive directors should also attend general meetings.

All the Non-Executive Directors (including the Independent Non-Executive Directors) attended the annual general meeting of the Company held on 17 June 2014 except a Non-Executive Director who cannot attend the annual general meeting as he was not in Hong Kong on that date.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by Directors on no less exacting than the terms and required standard contained in the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 of the Listing Rules (the “Model Code”). Having made specific enquiry of all the Directors, the Company had obtained confirmation from all the Directors that they have complied with the required standard set out in the Model Code and the code of conduct for securities transactions by Directors adopted by the Company during the year ended 31 December 2014.

AUDIT COMMITTEE

The Audit Committee has reviewed with the management the audited consolidated financial information of the Group for the year ended 31 December 2014.

On behalf of the Board, I wish to thank all employees for their loyalty, dedication and commitments to the Group throughout the year.

By Order of the Board
Senta Wong
Chairman

Hong Kong, 26 March 2015

As at the date of this announcement, the executive directors of the Company are Messrs. Senta Wong, Edward Ying-Chun Tsui, Byron Shu-Chan Ho, Bengie Man-Hang Kwong and Hamed Hassan El-Abd; the non-executive directors are Dr. Leung Kam Fong and Mr. Hsu Hung Chieh; and the independent non-executive directors are Messrs. John Ho, Philip Wan-Chung Tse, Gene Howard Weiner and Dr. Yip Wai Chun.