

LUXKING GROUP HOLDINGS LIMITED
(Incorporated in Bermuda)

Full Year Financial Statement Announcement for the Year Ended 30 June 2015

PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

The directors are pleased to announce the unaudited operating results of the Group for the year ended 30 June 2015.

UNAUDITED RESULTS FOR THE YEAR ENDED 30 JUNE 2015

1(a)(i) Income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2015</u> <u>RMB'000</u>	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2014</u> <u>RMB'000</u>	<u>+ / (-)</u> <u>%</u>
Revenue	629,337	699,141	(10.0%)
Cost of sales	<u>(567,556)</u>	<u>(634,139)</u>	(10.5%)
Gross profit	61,781	65,002	(5.0%)
Other income (Note 1)	2,012	1,660	21.2%
Selling and distribution costs	(16,985)	(16,085)	5.6%
Administrative expenses	(24,727)	(23,572)	4.9%
Other operating expenses	(657)	(3,200)	(79.5%)
Finance costs	<u>(14,453)</u>	<u>(14,507)</u>	(0.4%)
Profit before income tax	6,971	9,298	(25.0%)
Income tax expense	<u>(3,277)</u>	<u>(3,133)</u>	4.6%
Profit for the year	<u><u>3,694</u></u>	<u><u>6,165</u></u>	(40.1%)

1(a)(ii) A statement of profit or loss and other comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2015</u> <u>RMB'000</u>	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2014</u> <u>RMB'000</u>	
Profit for the year	3,694	6,165	(40.1%)
Other comprehensive income, net of tax			
Items that may be reclassified subsequently to profit or loss			
Exchange differences on translation of financial statements of foreign operations	<u>391</u>	<u>(1,079)</u>	N/M
Total comprehensive income attributable to the owners of the Company	<u><u>4,085</u></u>	<u><u>5,086</u></u>	(19.7%)

1(a)(iii) Profit before income tax is arrived at after charging/(crediting):

	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2015</u> <u>RMB'000</u>	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2014</u> <u>RMB'000</u>	<u>+ / (-)</u> <u>%</u>
Property, plant and equipment written-off	449	211	112.8%
Impairment of property, plant and equipment	-	2,100	(100.0%)
Gain on disposals of property, plant and equipment	(396)	(1)	N/M
Depreciation of property, plant and equipment	17,418	17,291	0.7%
Amortisation of land use rights	111	112	(0.9%)
Fair value gain on investment properties	(10)	(45)	(77.8%)
Bad debts written off	45	-	N/M
Impairment of trade receivables	-	248	(100.0%)
Inventories written down	3,351	114	2,839.5%
Write-back for impairment of trade receivables	-	(17)	(100.0%)
Gain on financial liabilities at fair value through profit or loss	-	(108)	(100.0%)
Interest expenses	14,453	14,507	(0.4%)
Net foreign exchange gain	(376)	(317)	18.6%

Note 1:

Other income comprises the following items:

	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2015</u> <u>RMB'000</u>	<u>Group</u> <u>Year</u> <u>ended</u> <u>30.6.2014</u> <u>RMB'000</u>	<u>+ / (-)</u> <u>%</u>
Net gain on sales of raw materials	997	851	17.2%
Interest income	108	29	272.4%
Fair value gains on investment properties	10	45	(77.8%)
Net foreign exchange gain	376	317	18.6%
Gain on disposals of property, plant and equipment	396	-	N/M
Gain on financial liabilities at fair value through profit or loss	-	108	(100.0%)
Bad debt recovery	-	109	(100.0%)
Others	<u>125</u>	<u>201</u>	(37.8%)
	<u><u>2,012</u></u>	<u><u>1,660</u></u>	21.2%

N/M = not meaningful comparison

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	As at 30.6.2015 RMB'000	As at 30.6.2014 RMB'000	As at 30.6.2015 RMB'000	As at 30.6.2014 RMB'000
Assets				
Non-current assets				
Property, plant and equipment	105,604	107,250	-	-
Investment properties	375	565	-	-
Land use rights	3,732	3,843	-	-
Deposits for acquisition of property, plant and equipment	1,002	-	-	-
Investments in subsidiaries	-	-	1	1
	<u>110,713</u>	<u>111,658</u>	<u>1</u>	<u>1</u>
Current assets				
Inventories	60,870	64,787	-	-
Trade receivables	186,520	196,454	-	-
Prepayments, deposits and other receivables	18,598	23,673	109,164	114,661
Restricted bank deposits	1,975	1,884	-	-
Cash and bank balances	19,520	24,977	-	-
	<u>287,483</u>	<u>311,775</u>	<u>109,164</u>	<u>114,661</u>
Total assets	<u>398,196</u>	<u>423,433</u>	<u>109,165</u>	<u>114,662</u>
Equity and liabilities				
Equity attributable to the owners of the Company				
Share capital	133,557	133,557	133,557	133,557
Reserves	25,326	21,241	(26,198)	(22,671)
Total equity	<u>158,883</u>	<u>154,798</u>	<u>107,359</u>	<u>110,886</u>
Current liabilities				
Trade and bills payables	26,724	36,918	-	-
Accrued expenses, deposits received and other payables	19,963	16,908	1,806	3,776
Bank borrowings, secured	109,989	112,170	-	-
Finance lease liabilities	123	119	-	-
Income tax payable	1,082	1,364	-	-
	<u>157,881</u>	<u>167,479</u>	<u>1,806</u>	<u>3,776</u>
Non-current liability				
Finance lease liabilities	32	156	-	-
Other loan	81,400	101,000	-	-
	<u>81,432</u>	<u>101,156</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>239,313</u>	<u>268,635</u>	<u>1,806</u>	<u>3,776</u>
Total equity and liabilities	<u>398,196</u>	<u>423,433</u>	<u>109,165</u>	<u>114,662</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30.6.2015		As at 30.6.2014	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
110,112	-	112,289	-

Amount repayable after one year

As at 30.6.2015		As at 30.6.2014	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
32	81,400	156	101,000

Details of any collateral

The Group's bank borrowings of RMB110,144,000 represent:

- (i) bank loans granted by China Construction Bank and Bank of Communications in the People's Republic of China (the "PRC");
- (ii) export finance granted by Industrial and Commercial Bank of China Limited, China Construction Bank and Bank of Communications in the PRC;
- (iii) bills acceptance granted by Industrial and Commercial Bank of China Limited in the PRC;
- (iv) trust receipt loans granted by ICBC (Asia) in Hong Kong;
- (v) bank loan granted by CTBC Bank Co. Ltd. in Hong Kong under the Hong Kong Mortgage Corporation Limited SME Financing Guarantee Scheme; and
- (vi) finance lease granted by OCBC Wing Hang Bank Limited in Hong Kong.

As at 30 June 2015, the Group's bank borrowings were secured by corporate guarantees executed by the Company, a subsidiary of the Company, Mr Leung Chee Kwong and Dr Chan Siu Hang Godwin, directors of the Company, the pledge of certain of the Group's property, plant and equipment, the Group's entire land use rights, certain of the Group's trade receivables, the Group's restricted bank deposits and an independent third party's land use rights.

The Group finance lease liabilities are secured by the underlying assets as the rights to the leased asset would be reverted to the lessor in the event of default of repayment by the Group.

As at 30 June 2015, these bank borrowings and finance lease liabilities bear fixed interest rates ranging from 3.7% to 6.0% per annum and floating interest rates ranging from 1.4% to 7.2% per annum.

Other loan is unsecured and interest bearing at the prevailing market rate in the PRC plus 1% per annum. The effective interest rate was 7.4% per annum as at 30 June 2015. Written consent with the lender was made on 17 December 2014 that the loan repayment date was extended from 2016 to 2017.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	Group
	Year ended	Year ended
	30.6.2015	30.6.2014
	RMB'000	RMB'000
Operating activities		
Profit before income tax	6,971	9,298
Adjustments for:		
Amortisation of land use rights	111	112
Property, plant and equipment written-off	449	211
Impairment loss on property, plant and equipment	-	2,100
Bad debts written off	45	-
Impairment of trade receivables	-	248
Write-back for impairment of trade receivables	-	(17)
Inventories written down	3,351	114
Fair value gains on investment properties	(10)	(45)
Gain on financial liabilities at fair value through profit or loss	-	(108)
Depreciation of property, plant and equipment	17,418	17,291
Interest expenses	14,453	14,507
Interest income	(108)	(29)
Gain on disposals of property, plant and equipment	(396)	(1)
Operating profit before working capital changes	42,284	43,681
Decrease in inventories	566	12,495
Decrease/(increase) in trade receivables	9,684	(18,657)
Decrease/(increase) in prepayments, deposits and other receivables	4,659	(2,851)
(Decrease)/increase in trade and bills payables	(10,156)	9,808
Increase in accrued expenses, deposits received and other payables	2,636	492
Change in derivative financial instruments	-	(23)
Cash generated from operations	49,673	44,945
Interest received	108	29
Income taxes paid	(3,556)	(4,340)
Net cash generated from operating activities	46,225	40,634
Investing activities		
(Increase)/decrease in restricted bank deposits	(91)	5,650
Purchases of property, plant and equipment	(16,421)	(20,966)
Proceeds from disposals of investment property	200	-
Proceeds from disposals of property, plant and equipment	570	17
Increase in deposits for acquisition of property, plant and equipment	(1,002)	-
Net cash used in investing activities	(16,744)	(15,299)
Financing activities		
Repayments of capital element of finance lease liabilities	(120)	(113)
Interest element of finance lease payments	(10)	(16)
Repayments of other loan	(19,600)	(12,500)
Interest on bank borrowings and other loan	(13,253)	(13,648)
Proceeds from bank borrowings	129,144	121,813
Repayments of bank borrowings	(131,034)	(126,835)
Net cash used in financing activities	(34,873)	(31,299)
Net decrease in cash and cash equivalents	(5,392)	(5,964)
Cash and cash equivalents at beginning of year	24,977	30,960
Effect of foreign exchange rate changes, net	(65)	(19)
Cash and cash equivalents at end of year	19,520	24,977
Analysis of balances of cash and cash equivalents		
Cash and bank balances	19,520	24,977

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group

	<u>Share capital</u>	<u>Share premium</u>	<u>Other reserves</u>	<u>Exchange reserve</u>	<u>(Accumulated losses)/ Retained Profit</u>	<u>Total equity</u>
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1.7.2013	133,557	33,961	7,864	(18,456)	(7,214)	149,712
Profit for the year	-	-	-	-	6,165	6,165
Other comprehensive income						
- Exchange loss on translation of financial statements of foreign operations	-	-	-	(1,079)	-	(1,079)
Total comprehensive income for the year	-	-	-	(1,079)	6,165	5,086
Appropriation to other reserves	-	-	1,153	-	(1,153)	-
At 30.6.2014 and 1.7.2014	<u>133,557</u>	<u>33,961</u>	<u>9,017</u>	<u>(19,535)</u>	<u>(2,202)</u>	<u>154,798</u>
Profit for the year	-	-	-	-	3,694	3,694
Other comprehensive income						
- Exchange gain on translation of financial statements of foreign operations	-	-	-	391	-	391
Total comprehensive income for the year	-	-	-	391	3,694	4,085
Appropriation to other reserves	-	-	451	-	(451)	-
At 30.6.2015	<u><u>133,557</u></u>	<u><u>33,961</u></u>	<u><u>9,468</u></u>	<u><u>(19,144)</u></u>	<u><u>1,041</u></u>	<u><u>158,883</u></u>

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Company

	Share capital	Share premium	Exchange reserve	Accumulated losses	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1.7.2013	133,557	33,961	(41,096)	(11,905)	114,517
Loss for the year	-	-	-	(3,227)	(3,227)
Other comprehensive income					
- Exchange loss on translation of the Company's financial statements to RMB	-	-	(404)	-	(404)
Total comprehensive income for the year	-	-	(404)	(3,227)	(3,631)
At 30.6.2014 and 1.7.2014	133,557	33,961	(41,500)	(15,132)	110,886
Loss for the year	-	-	-	(2,811)	(2,811)
Other comprehensive income					
- Exchange loss on translation of the Company's financial statements to RMB	-	-	(716)	-	(716)
Total comprehensive income for the year	-	-	(716)	(2,811)	(3,527)
At 30.6.2015	133,557	33,961	(42,216)	(17,943)	107,359

1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share options of warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Not applicable.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	Ordinary shares	
	As at 30.6.2015	As at 30.6.2014
Total number of issued shares	253,000,000	253,000,000

(There were no treasury shares)

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. **Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the Company's auditors.

3. **Where the figures have been audited or reviewed, the auditors? Report (including any qualifications or emphasis of a matter).**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

Except as disclosed in item 5 below, the same accounting policies and methods of computations used in the audited financial statements for the year ended 30 June 2014 have been applied to the financial statements for the current year.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group has adopted the applicable new and amended International Financial Reporting Standards ("IFRS") that are effective during the year. The adoption of these new and amended IFRS did not result in significant changes to the Group's accounting policies.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	<u>Group</u> Year ended <u>30.6.2015</u> RMB cents	<u>Group</u> Year ended <u>30.6.2014</u> RMB cents
Basic earnings per ordinary share	<u>1.46</u>	<u>2.44</u>

Basic earnings per ordinary share for year ended 30 June 2015 are calculated based on the profit attributable to the owners of the Company of approximately RMB3,694,000 (2014: RMB6,165,000) divided by 253,000,000 (2014: 253,000,000) ordinary shares in issue during the year.

Diluted earnings per share for the years ended 30 June 2015 and 2014 are the same as the basic earnings per share, as the Group has no dilutive potential shares during both years.

7. **Net assets value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**
- (a) **current financial period reported on; and**
(b) **immediately preceding financial year.**

	Group		Company	
	As at 30.6.2015 RMB cents	As at 30.6.2014 RMB cents	As at 30.6.2015 RMB cents	As at 30.6.2014 RMB cents
Net assets value per ordinary share	62.80	61.18	42.43	43.83

Net assets value per ordinary share is calculated based on the issued ordinary shares of 253,000,000 ordinary shares as at 30 June 2015 and 30 June 2014.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

(a) Review of Profit and Loss

FY2015 vs FY2014

Group Revenue

Group revenue decreased by 10.0% from RMB699.1 million to RMB629.3 million. The reduction in sales resulted mainly from lower selling price as overall volume remained unchanged. The Group registered lower sales of industrial specialty tapes ("IS tapes") and general purpose adhesive tapes ("General tapes"), which was offset partially by an increase in sales of biaxially oriented polypropylene films ("BOPP films").

Revenue generated from the BOPP films business improved by 7.2% from RMB296.8 million to RMB318.2 million on the back higher sales in the domestic and overseas markets. The increase was partly driven by the Group's improved product offering which includes more sophisticated and higher-grade BOPP films that were launched last year.

On the other hand, sales of industrial specialty tapes ("IS tapes") declined 23.4% from RMB271.5 million to RMB207.9 million, due to weaker sales in the second half of FY2015. This was attributed mainly to lower average selling prices and slowdown in demand from customers.

Sales of General tapes decreased by 21.2% from RMB130.8 million to RMB103.2 million as a result of weaker market demand, selling price pressure and the Group's strategy to shift its product mix towards the higher margin IS tapes and BOPP films products.

For FY2015, the BOPP films business accounted for 50.6% of Group revenue, an increase from 42.4% last year. The IS tapes and General tapes contributed to 33.0% and 16.4% of Group revenue respectively, compared to 38.8% and 18.7% in FY2014.

Total sales in the domestic market decreased by 6.2% from RMB538.6 million to RMB505.3 million, while total sales to overseas markets declined by 22.7% from RMB160.5 million to RMB124.0 million. The reductions were attributed to the IS tapes and General tapes businesses mainly due to lower selling prices.

Group Gross Profit and Gross Profit Margin

The Group's gross profit remained substantially unchanged from RMB65.0 million to RMB61.8 million, despite taking into account inventories written down of RMB3.4 million. The Group's gross profit margin however increased from 9.3% to 9.8%. While the Group incurred higher labour costs and overheads and a write-down of inventories, these were offset by higher production efficiency of the BOPP films business, improved sales mix of higher-margin products and lower raw material costs.

Other Income

Other income increased by 21.2% from RMB1.7 million to RMB2.0 million due mainly to higher profit from sales of raw materials and interest income.

Selling and Distribution Costs, Administrative and Other Operating Expenses

Selling and distribution costs increased by 5.6% from RMB16.1 million to RMB17.0 million. Administrative expenses increased by 4.9% from RMB23.6 million to RMB24.7 million. Both increases were the result of higher staff salaries.

Other operating expenses decreased from RMB3.2 million to RMB0.7 million as there was impairment of property, plant and equipment of RMB2.1 million in FY2014, as compared to nil in FY2015.

Finance Costs

Finance costs remained steady at RMB14.5 million as the average borrowings were maintained at a similar level as FY2014.

Income Tax Expense

Profit before income tax decreased from RMB9.3 million to RMB7.0 million. However, income tax expense increased slightly by 4.6% from RMB3.1 million to RMB3.3 million since certain impairment and provision were not tax-deductible expenses.

Group Net Profit

As a result of the aforesaid factors, the Group reported a 40.1% decrease in net profit from RMB6.2 million to RMB3.7 million.

(b) Review of Financial Position as at 30 June 2015

Group Financial Position

Non-current assets changed from RMB111.7 million to RMB110.7 million due mainly to depreciation of property, plant and equipment of RMB17.4 million offset by additions of property, plant and equipment of RMB16.4 million.

Inventories decreased from RMB64.8 million to RMB60.9 million, mainly due to write-down for inventories of RMB3.4 million recognised in FY2015. Trade receivables decreased from RMB196.5 million to RMB186.5 million. Prepayments, deposits and other receivables declined from RMB23.7 million to RMB18.6 million mainly attributed to a reduction in deposits paid to suppliers.

Cash and bank balances decreased from RMB25.0 million to RMB19.5 million, as net cash generated from operations was offset by purchases of property, plant and equipment, interest payments, as well as repayments of borrowings and other loan. Restricted bank deposits increased from RMB1.9 million to RMB2.0 million.

Total borrowings decreased from RMB213.4 million to RMB191.5 million as the Group pared down its long term loan by RMB19.6 million and reduced its bank borrowings.

Accrued expenses, deposits received and other payables increased from RMB16.9 million to RMB20.0 million due to higher accrued salaries and pensions. Income tax payable declined from RMB1.4 million to RMB1.1 million, following the payment of income tax expenses of both PRC and Hong Kong subsidiaries.

Group Cash Flows

Net cash generated from operating activities in FY2015 amounted to RMB46.2 million. This was derived primarily from operating profit before working capital changes of RMB42.3 million, and positive changes in working capital of RMB7.4 million. These were partially offset by income tax payment of RMB3.6 million.

Net cash used in investing activities amounted to RMB16.7 million, arising mainly from purchases of property, plant and equipment for the BOPP film production line. Net cash used in financing activities was RMB34.9 million, due mainly to interest payments, repayment of other loan, and a net repayment of bank borrowings.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

N/A

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

With uncertainties in the global economy and China's economic growth, the Group remains cautious and expects business conditions to stay challenging. Besides facing intense competition, the Group will have to continue managing the impact of any slowdown in demand, fluctuations in currency and raw material prices, as well as higher labour costs.

To achieve long-term sustainability, the Group will continue to focus on its IS tapes and higher-grade BOPP films businesses, and also work on improving production efficiencies.

Backed by a reputable track record as a supplier of IS tapes for smartphones and other handheld consumer devices, the Group aims to maintain stability of its existing customer base while continuously seeking new customers for its IS tapes business. It will also continue to adapt and enhance its product offering to address the changing needs of its customers in the fast-moving consumer electronics manufacturing industry to drive its IS tapes business.

The Group's BOPP films business has shown improvements following the upgrade of its production line which has enabled the Group to benefit from higher efficiency and improved product offering. With capabilities to produce more sophisticated BOPP films intended for specialty applications, the Group will continue to execute its plan to gradually build up the demand for its higher-grade BOPP films.

11. Dividend

- (a) Current Financial Period Reported On
None
- (b) Corresponding Period of the Immediately Preceding Financial Year
None
- (c) Date Payable
Not applicable.
- (d) Books closure date
Not Applicable.

12. If no dividend has been declared/recommended, a statements to that effect.

No dividend has been declared or recommended for the financial year ended 30 June 2015.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

There was no IPT in FY2015.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

	2015					
	Manufacture of General Tapes RMB'000	Manufacture of Industrial Tapes RMB'000	Manufacture of BOPP films RMB'000	Trading of tapes and BOPP films RMB'000	Eliminations RMB'000	Group RMB'000
Revenue from external customers	33,075	158,470	313,757	124,035	-	629,337
Other income	148	286	563	-	-	997
Inter-segment sales	49,186	25,307	4,297	-	(78,790)	-
Reportable segment revenue	82,409	184,063	318,617	124,035	(78,790)	630,334
Reportable segment results	(4,556)	16,962	5,583	4,886	-	22,875

	2014					
	Manufacture of General Tapes RMB'000	Manufacture of Industrial Tapes RMB'000	Manufacture of BOPP films RMB'000	Trading of tapes and BOPP films RMB'000	Eliminations RMB'000	Group RMB'000
Revenue from external customers	40,599	203,734	294,294	160,514	-	699,141
Other income	136	261	454	-	-	851
Inter-segment sales	47,214	3,383	2,385	-	(52,982)	-
Reportable segment revenue	87,949	207,378	297,133	160,514	(52,982)	699,992
Reportable segment results	(5,539)	28,631	(3,397)	6,254	-	25,949

	Revenue from external customers	
	2015 RMB'000	2014 RMB'000
The PRC	505,302	538,627
Hong Kong	99,620	135,804
Other countries	24,415	24,710
	629,337	699,141

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable.

16. A breakdown of sales.

	Group		
	Year ended 30.6.2015 RMB'000	Year ended 30.6.2014 RMB'000	+ / (-) %
Revenue reported for the 1st half year	340,388	358,616	(5.1%)
Operating profit after tax for 1st half year	3,244	3,265	(0.6%)
Revenue reported for the 2nd half year	288,949	340,525	(15.1%)
Operating profit after tax for 2nd half year	450	2,900	(84.5%)

17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	Year ended 30.6.2015 RMB'000	Year ended 30.6.2014 RMB'000
Ordinary	NIL	NIL
Total	NIL	NIL

18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family Relationship with any Director and/or Chief Executive Officer and/or Substantial Shareholder	Current position and duties, and the year position was first held	Details of changes in duties and position held, if any, during the year
Leung Hi Man	34	Daughter of Mr Leung Chee Kwong, Chief Executive Director and Executive Chairman	<p>Assistant Sales Manager in the Sales and Marketing Department of the Hong Kong subsidiary, Luxking International Chemicals Limited, since October 2005.</p> <p>In addition, she is also responsible for the Sales and Marketing Department of Hong Kong subsidiary, China King International Trading Limited, since October 2006.</p>	N/A

BY ORDER OF THE BOARD

Lisa Cheng
Company Secretary

28 August 2015