KINGBOARD COPPER FOIL HOLDINGS LIMITED
FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED DECEMBER 31, 2017

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

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

	Group Year ended		
	December 31, 2017	December 31, 2016	% Change
	HK$'000	*HK$'000*	
Revenue	609,407	635,296	-4.08%
Cost of sales	(520,497)	(566,650)	-8.14%
Gross profit	88,910	68,646	29.52%
Other operating income	4,386	2,057	113.22%
Distribution costs	(17,622)	(16,680)	5.65%
Administrative expenses	(28,863)	(28,569)	1.03%
Share of losses of an associate	(5,125)	(9,666)	-46.98%
Profit before tax	41,686	15,788	164.04%
Income tax expense	(23,934)	(10,855)	120.49%
Profit for the year	17,752	4,933	259.86%
Profit for the year attributable to:			
Owners of the Company	14,468	1,061	1,263.62%
Non-controlling interests	3,284	3,872	-15.19%

Profit for the year has been arrived at after (crediting) charging:

	Group Year ended		
	December 31, 2017 *HK$'000*	**December 31, 2016** *HK$'000*	**% Change**
Other operating income including interest income	(4,386)	(2,057)	113.22%
Depreciation of property, plant and equipment	83,263	107,500	-22.55%
Amortisation of prepaid land use rights	1,035	1,049	-1.33%

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 December 31, 2017 *HK$'000*	**As at December 31, 2016** *HK$'000*	**As at December 31, 2017** *HK$'000*	**As at December 31, 2016** *HK$'000*
ASSETS				
Current assets:				
Cash and bank balances	1,691,732	1,556,470	–	–
Trade and other receivables and prepayments	78,331	84,453	166	176
Bills receivable	42,476	27,138	–	–
Other current assets	–	645,931	–	–
Prepaid land use rights	1,074	1,003	–	–
Inventories	24,273	22,371	–	–
Total current assets	1,837,886	2,337,366	166	176

	Group		Company	
	As at December 31, 2017	As at December 31, 2016	As at December 31, 2017	As at December 31, 2016
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Non-current assets:				
Investments in subsidiaries	–	–	393,775	393,775
Investment in an associate	36,571	40,516	12,326	13,656
Due from a subsidiary	–	–	884,038	882,039
Investment property	6,081	5,683	–	–
Property, plant and equipment	327,928	360,478	–	–
Prepaid land use rights	36,068	34,709	–	–
Other non-current assets	691,213	–	–	–
Goodwill	238	238	–	–
Total non-current assets	1,098,099	441,624	1,290,139	1,289,470
Total assets	2,935,985	2,778,990	1,290,305	1,289,646
LIABILITIES AND EQUITY				
Current liabilities:				
Due to a subsidiary	–	–	2,713	2,721
Bills payable	2,290	11,481	–	–
Trade and other payables	104,344	104,527	2,435	2,423
Income tax payable	9,619	8,366	38	38
Total current liabilities	116,253	124,374	5,186	5,182
Non-current liability:				
Deferred tax liabilities	4,793	–	–	–
Total non-current liability	4,793	–	–	–
Total liabilities	121,046	124,374	5,186	5,182
Capital and reserves and non-controlling interests:				
Share capital	560,200	560,200	560,200	560,200
Reserves	2,227,441	2,068,980	724,919	724,264
Equity attributable to owners of the Company	2,787,641	2,629,180	1,285,119	1,284,464
Non-controlling interests	27,298	25,436	–	–
Total equity	2,814,939	2,654,616	1,285,119	1,284,464
Total liabilities and equity	2,935,985	2,778,990	1,290,305	1,289,646

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

Amount repayable in one year or less, or on demand

As at December 31, 2017		As at December 31, 2016	
Secured	**Unsecured**	**Secured**	**Unsecured**
HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
–	–	–	–

Amount repayable after one year

As at December 31, 2017		As at December 31, 2016	
Secured	**Unsecured**	**Secured**	**Unsecured**
HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
–	–	–	–

Details of any collateral

Not applicable.

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.

	Year ended	
	December 31, 2017	**December 31, 2016**
	HK$'000	*HK$'000*
Operating activities:		
Profit before tax	41,686	15,788
Adjustments for:		
Depreciation of property, plant and equipment	83,263	107,500
Amortisation of prepaid land use rights	1,035	1,049
Interest income	(1,897)	(1,618)
Allowance for doubtful debts	1,975	1,061
Loss on disposal of property, plant and equipment	58	2,672
Property, plant and equipment written off	16,393	18,249
Share of losses of an associate	5,125	9,666

	Year ended	
	December 31, 2017	**December 31, 2016**
	HK$'000	*HK$'000*
Operating cash flow before movements in working capital	147,638	154,367
Trade and other receivables and prepayments	14,527	(11,264)
Bills receivable	(11,754)	9,200
Inventories	(322)	13,110
Trade and other payables	(5,094)	17,644
Bills payable	(9,191)	9,216
Cash generated from operations	135,804	192,273
Income tax paid	(17,202)	(8,709)
Interest received	1,897	1,618
Net cash from operating activities	120,499	185,182
Investing activities:		
Purchase of property, plant and equipment	(43,837)	(35,167)
Proceed from disposal of property, plant and equipment	–	2,281
Net cash used in investing activities	(43,837)	(32,886)
Financing activity:		
Dividend paid to non-controlling interests	(3,208)	(9,360)
Net cash used in financing activity	(3,208)	(9,360)
Net increase in cash and bank balances	73,454	142,936
Cash and bank balances at the beginning of the year	1,556,470	1,446,024
Effect of exchange rate changes on the balance of cash and bank held in foreign currencies	61,808	(32,490)
Cash and bank balances at the end of the year	1,691,732	1,556,470

1(d) **A statement of comprehensive income (for the issuer and the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Group Year ended		Company Year ended	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Profit for the year	17,752	4,933	655	646
Other comprehensive income (expense):				
Items that may be reclassified subsequently to profit or loss:				
Exchange difference arising on translation to foreign operations	144,599	(109,979)	–	–
Share of other comprehensive income (expense) of an associate	1,180	(1,917)	–	–
Total comprehensive income (expense)	145,779	(111,896)	–	–
Total comprehensive income (expense) for the year, net of tax	163,531	(106,963)	655	646
Total comprehensive income (expense) attributable to:				
Owners of the Company	158,461	(108,816)	655	646
Non-controlling interests	5,070	1,853	–	–
	163,531	(106,963)	655	646

1(e)(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.

	Attributable to owners of the Company							
	Share capital *HK$'000*	**Share premium** *HK$'000*	**Capital reserves** *HK$'000*	**Foreign currency translation reserves** *HK$'000*	**Retained profits** *HK$'000*	**Total** *HK$'000*	**Non-controlling interests** *HK$'000*	**Total equity** *HK$'000*
Group								
Balance at January 1, 2016	560,200	296,573	7,287	412,787	1,461,149	2,737,996	32,943	2,770,939
Total comprehensive (expense) income for the year								
Profit for the year	–	–	–	–	1,061	1,061	3,872	4,933
Other comprehensive expense for the year	–	–	–	(109,877)	–	(109,877)	(2,019)	(111,896)
Total	–	–	–	(109,877)	1,061	(108,816)	1,853	(106,963)
Transactions with owners, recognised directly in equity								
Dividend paid to non-controlling interests of a subsidiary	–	–	–	–	–	–	(9,360)	(9,360)
Balance at December 31, 2016	560,200	296,573	7,287	302,910	1,462,210	2,629,180	25,436	2,654,616
Total comprehensive income for the year								
Profit for the year	–	–	–	–	14,468	14,468	3,284	17,752
Other comprehensive income for the year	–	–	–	143,993	–	143,993	1,786	145,779
Total	–	–	–	143,993	14,468	158,461	5,070	163,531
Transactions with owners, recognised directly in equity								
Dividend paid to non-controlling interests of a subsidiary	–	–	–	–	–	–	(3,208)	(3,208)
Balance at December 31, 2017	560,200	296,573	7,287	446,903	1,476,678	2,787,641	27,298	2,814,939

	Share capital *HK$'000*	Share premium *HK$'000*	Capital reserves *HK$'000*	Retained profits *HK$'000*	Total *HK$'000*
Company					
Balance at January 1, 2016	560,200	296,573	6,275	420,770	1,283,818
Total comprehensive income for the year					
Profit for the year	–	–	–	646	646
Balance at December 31, 2016	560,200	296,573	6,275	421,416	1,284,464
Total comprehensive income for the year					
Profit for the year	–	–	–	655	655
Balance at December 31, 2017	560,200	296,573	6,275	422,071	1,285,119

1(e)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or 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 period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

There was no change in the Company's issued share capital for the year ended December 31, 2017. The Company does not have any convertibles or treasury shares as at the end of the current financial year report on and as at the end of the corresponding period of the immediately preceding financial year.

1(e)(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.

Share capital	As at December 31, 2017 *'000*	As at December 31, 2016 *'000*	As at December 31, 2017 *HK$'000*	As at December 31, 2016 *HK$'000*
	Number of ordinary shares of US$0.10 each			
Authorised	2,000,000	2,000,000	1,550,000	1,550,000
Issued and fully paid	722,500	722,500	560,200	560,200

1(e)(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 our 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.

The same accounting policies and methods of computation have been applied in the financial statements as in the most recently audited annual financial statements as at December 31, 2016 except for the adoption of Financial Reporting Standards ("FRSs") which are relevant to the Group's operations and became effective for the financial years beginning on or after January 1, 2017.

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 adoption of the new and revised FRSs have no material effect on the Group's and Company'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.

	Year Ended December 31, 2017	Year Ended December 31, 2016
Based on the weighted average number of ordinary shares in issue	2.00 HK cents	0.15 HK cents
On a fully diluted basis	2.00 HK cents	0.15 HK cents

7 Net asset 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	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
Net asset value per ordinary share based on issued share capital at the end of the year reported on	385.83 HK cents	363.90 HK cents	177.87 HK cents	177.78 HK cents

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.

On behalf of the Board of Directors, it is my pleasure to present the financial results of Kingboard Copper Foil Holdings Limited ("the Company") and its subsidiaries (together with the Company, "the Group") for the year ended December 31, 2017 ("FY 2017"). Revenue for the current year comprised (i) the receipt of license fee of HK$120 million pursuant to the on-going licensing arrangement and (ii) the sale of polyvinyl butyral ("PVB") resin for HK$489 million, a basic raw material for the production of PVB film which is used to produce reinforced glass for both automotive industry and buildings. The Group's turnover decreased 4% to HK$609 million against the year ended December 31, 2016 ("FY 2016") and net profit attributable to owners of the Company for FY 2017 was HK$14.5 million. In FY 2017, cost of sales decreased by 8% against FY 2016 to HK$520 million. Gross profit margin were 10.8% in FY 2016 and 14.6% in FY 2017.

Distribution costs in FY 2017 increased 6% to approximately HK$18 million. The transportation cost increased as the oil price was rising during FY 2017. Finance costs in both FY 2016 and FY 2017 were nil. As at December 31, 2017, trade and other payables was similar to those in FY 2016. Bills payable was HK$2.3 million as at December 31, 2017 (as at December 31, 2016: HK$11.5 million). The decrease in bills payable was due to existence of amount payable to suppliers for the purchases of plant and equipment at the end of FY 2016, which did not happen at the same period of FY2017.

Our financial position continued to be sound. As at December 31, 2017, net current assets and current ratio were approximately HK$1,722 million and 15.8 respectively. Current assets mainly comprised cash and bank balances of HK$1,692 million, trade and other receivables and prepayments of HK$78 million, bills receivables of HK$42 million and inventories of HK$24 million. As at end of FY 2017, the Group's interest in Linkfit Investment Holdings Limited ("Linkfit"), a private company incorporated in Samoa, was 29.67%. The unquoted equity shares were stated at fair value at the end of the reporting period.

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

Not applicable.

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.

Licensing Arrangement

At the Annual General Meeting of the Company held on April 29, 2011, the shareholders of the Company did not approve the renewal of the mandate ("Shareholders' Mandate") to enable the Group to enter into interested person transactions with Kingboard Chemical Holdings Limited ("Kingboard Chemical") and its associates (together, the "Interested Persons"). The Company has entered into a licensing agreement, as amended by the letters of extension and amendments dated August 30, 2013 and August 28, 2015, to license the properties, inventory and machinery that were previously used for the production of copper foil with effect from September 1, 2011 to August 31, 2017 to Harvest Resource Management Limited, an independent third party, in order to ensure that a steady stream of license fee is received by the Group. On August 30, 2017, the licensing agreement is renewed for the term of further two years to end of August 2019. The Group will, in compliance with the Listing Manual, make relevant disclosures as and when appropriate.

PVB Business

The economic growth rate in the People's Republic of China (the "PRC") is continued to maintain at a low level. The first tier and second tier cities in the PRC have imposed restriction orders on residential units, which has affected the real estate industry and hence the construction industry. In this regard, PVB business has also been affected. However, the Group has successfully ventured into India, one of the emerging market with great opportunities and potential in the PVB market. Sales to India accounted for approximately 3% of PVB sales in FY 2017. The Group will continue to improve the production efficiency, reducing the defect rate, lowering the production costs and shortening the lead time so that to deliver greater returns to the shareholders.

Litigation in Bermuda

On August 3, 2011, a petition was filed by Annuity & Re Life Limited (a minority shareholder of the Company) with the Supreme Court of Bermuda (the "Court") in respect of the Company on the grounds of oppressive or unfair prejudicial conduct. The Company and its majority shareholders are named as respondents in the proceedings. The Company takes a neutral stance in these proceedings. The trial of the petition took place in September 2015. The Court handed down its judgement on November 10, 2015. The Court found that the allegation that the terms of the previous interested person transaction sales constituted preferential transfer pricing which was prejudicial to minority shareholders was not proved; and the allegation that the terms of license agreement were wholly uncommercial and the licencee was a sham was also not proved. However, the Court ruled that the Company's

management should have promptly initiated bona fide open negotiations in which commercially reasonable proposals should be openly tabled with a view to persuading the non-controlling shareholders to approve the interest person transactions mandate on even marginally more favourable terms. The majority shareholders respondents filed a notice of appeal on December 23, 2015 relating to the unfavourable ruling of the first instance judgement. The appeal hearing took place in the Court of Appeal of Bermuda on March 6 to 7, 2017. The Court of Appeal of Bermuda handed down a written judgement on March 24, 2017, allowing the appeal of the majority shareholders respondents. Annuity & Re Life Limited filed a notice of motion for leave to appeal to the Privy Council on April 13, 2017 and was granted leave to appeal on June 16, 2017. The Company will make further announcement as and when necessary to keep shareholders informed of material developments in this matter.

11 Dividend.

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on? None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the 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 statement to that effect.

No final dividend has been proposed or declared for the year ended December 31, 2017.

13 Confirmation of Directors and Executive Officers' undertakings pursuant to Listing Rule 720(1)

The Company confirmed that it has procured the undertakings under Listing Rule 720(1) of the Listing Manual from all its directors and executive officers in the format set out in Appendix 7.7.

PART II– ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 and 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.

The Group is organised into two operating segments namely PVB business and licence business, based on which information is prepared and reported to the Group's chief operating decision maker for the purpose of resource allocation and assessment of performance. Principal activities of each of the operating segments are as follows:

PVB business – manufacture and trading of PVB and related products; and

Licence business – earning licence fee income from its licenced assets

	PVB Business *HK$'000*	**Licence Business** *HK$'000*	**Total** *HK$'000*
For the year ended December 31, 2017			
External sales	489,407	120,000	609,407
Segment result	21,154	25,449	46,603
Unallocated income			208
Share of losses of an associate			(5,125)
Profit before tax			41,686
Income tax expense			(23,934)
Profit after tax			17,752

	PVB Business *HK$'000*	Licence Business *HK$'000*	Total *HK$'000*
For the year ended December 31, 2016			
External sales	515,296	120,000	635,296
Segment result	22,673	2,571	25,244
Unallocated income			210
Share of losses of an associate			(9,666)
Profit before tax			15,788
Income tax expense			(10,855)
Profit after tax			4,933

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.

		Year Ended December 31, 2017 *HK$'000*	Year Ended December 31, 2016 *HK$'000*	% Change
(a)	Revenue reported for the first half year	301,321	302,877	-0.51%
(b)	Operating profit after tax before deducting non-controlling interests reported for the first half year	10,392	5,719	81.71%
(c)	Revenue reported for the second half year	308,086	332,419	-7.32%
(d)	Operating profit after tax before deducting non-controlling interests reported for the second half year	7,360	(786)	NM

NM: Not meaningful

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

Not applicable.

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 the position was first held	Details of changes in duties and position held, if any, during the year
KINGBOARD COPPER FOIL HOLDINGS LIMITED ("the Company")				
Cheung Kwok Ping	57	**Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Executive Director since January 25, 2002. **Duties:** Responsible for the Kingboard Copper Foil ("KBCF") Group's Marketing operations.	No change
Ho Yin Sang	63	**Brother-in-law of:** Cheung Kwok Ping – director of the Company.	**Position in the Company:** Non-Executive Director since January 9, 2007. **Duties:** Strategic Management & advisory on Group's production.	No change

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
FOGANG KINGBOARD INDUSTRY LTD ("FKI") A principal subsidiary of the Company				
Cheung Kwok Keung	65	**Brother of:** Cheung Kwok Ping – director of the Company. **Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Director since July 13, 1993. **Duties:** Responsible for strategy management of FKI.	No change
Cheung Kwok Wa	54	**Brother of:** Cheung Kwok Ping – director of the Company. **Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Director since July 13, 1993. **Duties:** Responsible for strategy management of FKI.	No change
Chang Wing Yiu	51	**Brother-in-law of:** Cheung Kwok Ping – director of the Company. Ho Yin Sang – director of the Company.	**Position in the Company:** Director since July 13, 1993. **Duties:** Responsible for strategy management of FKI.	No change

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
KINGBOARD (LIANZHOU) COPPER FOIL LTD ("KLCF") **A principal subsidiary of the Company**				
Cheung Kwok Keung	65	**Brother of:** Cheung Kwok Ping – director of the Company. **Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Director since November 5, 2003. **Duties:** Responsible for strategy management of KLCF.	No change
Cheung Kwok Wa	54	**Brother of:** Cheung Kwok Ping – director of the Company. **Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Director since November 5, 2003. **Duties:** Responsible for strategy management of KLCF.	No change
Chang Wing Yiu	51	**Brother-in-law of:** Cheung Kwok Ping – director of the Company. Ho Yin Sang – director of the Company.	**Position in the Company:** Director since November 5, 2003. **Duties:** Responsible for strategy management of KLCF.	No change

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
CHUN SHUN COPPER FOIL (MACAO COMMERCIAL OFFSHORE) LIMITED ("CSMCOL") **A principal subsidiary of the Company**				
Cheung Kwok Wing	62	**Brother of:** Cheung Kwok Ping – director of the Company. **Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Executive Director since April 1, 2005. **Duties:** Responsible for strategy management of CSMCOL.	No change
Cheung Kwok Ping	57	**Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Executive Director since April 1, 2005. **Duties:** Responsible for strategy management of CSMCOL.	No change
Ho Yin Sang	63	**Brother-in-law of:** Cheung Kwok Ping – director of the Company.	**Position in the Company:** Executive Director since April 1, 2005. **Duties:** Responsible for strategy management of CSMCOL.	No change

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
KINGBOARD (FOGANG) SPECIAL RESIN COMPANY LIMITED ("KFSR") **A principal subsidiary of the Company**				
Cheung Kwok Ping	57	**Brother-in-law of:** Ho Yin Sang – director of the Company.	**Position in the Company:** Executive Director since June 28, 2003. **Duties:** Responsible for strategy management of KFSR.	No change

19 Interested Person Transactions – Pursuant to Rule 920(1)(a)(ii) of the Listing Manual.

The Company does not have any interested person transaction mandate or any interested person transaction required to be disclosed pursuant to Rule 920(1)(a)(ii) of the Listing Manual.

By Order of the Board

Cheung Kwok Ping
Director

February 22, 2018