PACIFIC ANDES RESOURCES DEVELOPMENT LIMITED

Unaudited Financial Statement for the Year Ended 28 September 2014

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

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

The reporting currency of the Group is in Hong Kong dollars (HK$). A Singapore Dollar equivalent of the financial statements in respect of items 1a, 1b, 6 & 7 for the Group is provided under item 15 Supplementary Notes as additional information for investors in Singapore.

Income Statement for the year ended 28 September 2014

	Year ended		
	28.09.2014	28.09.2013	Increase/ (decrease)
	HK$'000	HK$'000 (restated)	%
Revenue	8,125,981	8,764,092	(7.3)
Cost of sales	(6,357,982)	(7,359,796)	(13.6)
Gross profit	1,767,999	1,404,296	25.9
Other operating income	916,157	1,142,900	(19.8)
Selling and distribution expenses	(229,294)	(247,841)	(7.5)
Administrative expenses	(281,977)	(230,278)	22.5
Other operating expenses	(146,597)	(616,635)	(76.2)
Finance costs	(816,866)	(586,186)	39.4
	1,209,422	866,256	39.6
Share of results of associates	35,504	57,540	(38.3)
Profit before income tax	1,244,926	923,796	34.8
Income tax (expense) benefit	(74,680)	70,567	(205.8)
Profit for the year	1,170,246	994,363	17.7
Profit attributable to:			
Owners of the Company	953,382	747,715	27.5
Non-controlling interests	216,864	246,648	(12.1)
	1,170,246	994,363	17.7

Consolidated Statement of Comprehensive Income

	Year ended		Increase/ (decrease)
	28.09.2014	28.09.2013	
	HK$'000	HK$'000 (restated)	%
Profit for the year	1,170,246	994,363	17.7
Other comprehensive income			
Gain on revaluation of property, plant and equipment	10,280	9,201	11.7
Exchange difference on translation of the Group's overseas operations	3,697	30,849	(88.0)
Fair value change of available-for-sale investments	(3,282)	104,317	(103.1)
Reclassification adjustment transfer to profit and loss upon derecognition of available-for-sale investments	-	(101,035)	(100.0)
Total comprehensive income for the year	1,180,941	1,037,695	13.8
Total comprehensive income attributable to:			
Owners of the Company	961,395	776,989	23.7
Non-controlling interests	219,546	260,706	(15.8)
	1,180,941	1,037,695	13.8

	Year ended		Increase/ (decrease)
	28.09.2014	28.09.2013	
	HK$'000	HK$'000 (restated)	%
Other operating income including interest income	916,157	1,142,900	(19.8)
Interest on borrowings	(816,866)	(586,186)	39.4
Amortisation of prepayment to suppliers	(108,143)	(237,641)	(54.5)
Depreciation	(646,407)	(790,983)	(18.3)
Impairment loss on property, plant and equipment	(21,840)	(350,356)	(93.8)
Gain on disposal of property, plant and equipment	4,657	3,221	44.6
Fair value changes of derivative financial instrument	64,413	147,502	(56.3)
Foreign exchange gains, net	304,386	87,524	247.8
Gain on bargain pruchase on acquisition of subsidiaries (Note 1)	-	448,580	(100.0)
Gain on disposal of interest in an associate (Note 2)	320,447	-	NM

Notes:

(1) During the year ended 28.09.2013, the Group acquired Copeinca ASA ("Copeinca") (the "Acquisition"). The Acquisition was accounted in accordance with the terms of the sale and purchase agreements and the provision of FRS 103 Business Combinations. A gain on bargain purchase of HK$499,584,000, representing the excess of the fair value of the net assets acquired over the purchase consideration, was recognised in profit or loss for the financial year ended 28.09.2013 and included in the line item other operating income.

The initial accounting for the Acquisition has only been provisionally determined as the Acquisition occurred close to the year ended 28.09.2013. The necessary market valuations and other calculations had not been finalised and they have therefore only been provisionally determined based on the management's best estimate of the likely values.

The provisional fair value for the Acquisition has been finalized in the current financial year and has accounted for (i) a decrease in provisional fair value of the net assets acquired and liabilities assumed by HK$51,004,000; and (ii) a decrease in the bargain purchase by HK$51,004,000, retrospectively in accordance with FRS 103.

(2) Gain on disposal of interest in associate represents the disposal of 18.09% equity interest in Tassal Group Limited in May 2014.

(3) A substantial portion of the profit of the Company and its subsidiaries ("Group") neither arises in, nor is derived from any tax jurisdictions and consequently is not subject to tax.

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	
	28.09.2014	28.09.2013	28.09.2014	28.09.2013
	HK$'000	HK$'000	HK$'000	HK$'000
		(restated)		
NON-CURRENT ASSETS				
Property, plant and equipment	5,036,541	5,283,051	-	-
Investment properties	40,381	52,135	-	-
Goodwill	2,952,461	2,952,461	-	-
Prepayment to suppliers	332,632	1,786,916	-	-
Available-for-sale investments	14,037	25,393	-	-
Interests in subsidiaries	-	-	7,569,842	5,874,373
Interests in associates	1,850	542,615	-	-
Other intangible assets	9,539,557	9,539,557	-	-
	17,917,459	20,182,128	7,569,842	5,874,373
CURRENT ASSETS				
Inventories	1,329,334	923,785	-	-
Trade and bills receivables	1,721,587	1,832,860	-	-
Other receivables and prepayments	9,410,797	7,320,136	1,770	-
Current portion of prepayment to suppliers	685,464	205,123	-	-
Advances to suppliers	315,900	315,900	-	-
Interests in subsidiaries	-	-	-	731,044
Held-for-trading investments	166,807	-	-	-
Derivative financial instruments	9,701	-	1,922	-
Prepaid income tax	56,444	99,513	-	-
Pledged deposits	-	111	-	-
Bank balances and cash	1,025,612	615,771	682	841
	14,721,646	11,313,199	4,374	731,885
CURRENT LIABILITIES				
Trade and other payables	353,794	308,082	23,924	15,832
Income tax payable	74,492	22,057	-	-
Amounts due to Pacific Andes International Holdings Limited and its subsidiaries	2,725	5,371	-	-
Derivative financial instruments	-	54,712	-	2,760
Bonds	-	721,476	-	721,476
Bank advances drawn on bills	-	7,060	-	-
Current portion of finance leases	-	30,151	-	-
Current portion of interest-bearing bank borrowings	6,347,618	7,897,734	-	-
	6,778,629	9,046,643	23,924	740,068
NET CURRENT ASSETS (LIABILITIES)	7,943,017	2,266,556	(19,550)	(8,183)
NON-CURRENT LIABILITIES				
Finance leases	-	3,666	-	-
Interest-bearing bank borrowings	2,935,685	1,557,980	-	-
Long term payables	201,304	275,457	-	-
Bonds	1,197,169	-	1,197,169	-
Senior notes	4,097,426	4,080,896	-	-
Deferred tax liabilities	2,367,245	2,468,816	-	-
	10,798,829	8,386,815	1,197,169	-
NET ASSETS	15,061,647	14,061,869	6,353,123	5,866,190
CAPITAL AND RESERVES				
Share capital	1,325,005	1,325,005	1,325,005	1,325,005
Reserves	9,929,073	9,049,395	5,028,118	4,541,185
Attributable to owners of the Company	11,254,078	10,374,400	6,353,123	5,866,190
Non-controlling interests	3,807,569	3,687,469	-	-
TOTAL EQUITY	15,061,647	14,061,869	6,353,123	5,866,190

Note: Prepayment to suppliers represent the prepayment made by China Fisheries International Limited ("CFIL"), a wholly-owned subsidiary of China Fishery Group Limited ("CFGL"), for the fish harvested by contract vessels that supply to CFIL.

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

Amount repayable in one year or less, or on demand

As at 28.09.2014		As at 28.09.2013	
Secured	Unsecured	Secured	Unsecured
HK$'000	HK$'000	HK$'000	HK$'000
526,295	5,821,323	203,447	8,452,974

Amount repayable after one year

As at 28.09.2014		As at 28.09.2013	
Secured	Unsecured	Secured	Unsecured
HK$'000	HK$'000	HK$'000	HK$'000
-	8,230,280	3,666	5,638,876

Details of any collateral

The inventory loans of Peruvian subsidiaries of CFGL are pledged by its fishmeal inventories in Peru with net carrying value of approximately HK$386.0 million (28.09.2013: HK$63.9 million).

As at 28 September 2013, certain of the office premises and fishing vessels in Peru of the Group are held under finance leases with net carrying value of approximately HK$26.4 million.

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	
	28.09.2014	28.09.2013
	HK$'000	HK$'000
Operating activities		(restated)
Profit before income tax	1,244,926	923,796
Adjustments for:		
Share of results of associates	(35,504)	(57,540)
Interest expense	851,959	586,186
Interest income	(151)	(880)
Statutory employee profit sharing	41,285	2,203
Provision for claims	28,017	10,756
Amortisation of prepayment to suppliers	108,143	237,641
Depreciation	646,407	790,983
(Gain) loss on revaluation of investment properties	(2,853)	247
Impairment loss on property, plant and equipment	21,840	350,356
Gain on disposal of property, plant and equipment	(4,657)	(3,221)
Gain on disposal of investment properties	(1,844)	
Gain on bargain purchase on acquisition of subsidiaries	-	(448,580)
Gain on disposal of interest in an associate	(320,447)	-
Fair value changes of held-for-trading investments	26,951	-
Fair value changes of available-for-sale investments	1,532	(101,035)
Fair value changes of derivative financial instruments	(64,413)	34,562
Operating cash flows before movements in working capital	2,541,191	2,325,474
Inventories	(405,549)	1,029,326
Trade and bills receivables, other receivables and prepayments	(1,979,388)	1,447,647
Derivative financial instruments	-	(182,064)
Trade and other payables	(111,544)	41,542
Cash generated from operations	44,710	4,661,925
Interest paid	(844,256)	(543,202)
Income tax paid	(64,710)	(68,638)
Net cash (used in) from operating activities	(864,256)	4,050,085
Investing activities		
Interest received	151	880
Dividend received from an associate	12,136	20,472
Proceeds on disposal of property, plant and equipment	80,730	3,221
Proceeds on disposal of investment properties	16,201	-
Proceeds on disposal of available-for-sale investments	14,229	96,483
Proceeds on disposal of interest in an associate	690,822	-
Repayment from (additions to) prepayment to suppliers	865,800	(1,170,000)
Acquisition of assets	-	(19,500)
Purchase of property, plant and equipment	(487,530)	(118,766)
Acquisition of available-of-sale investments	(7,687)	(110,234)
Net cash outflow arising on acquisition of interests in subsidiaries	(55,603)	(5,619,658)
Net cash from (used in) investing activities	1,129,249	(6,917,102)
Financing activities		
Dividend paid	(88,386)	(90,083)
Dividend paid to non-controlling shareholders	(37,174)	(36,636)
Proceeds from share issue by a subsidiary	-	661,742
Proceeds from issuance of bonds	1,197,169	-
Redemption of bonds	(710,938)	-
Net cash (repayment to) advanced from Pacific Andes International Holdings Limited and its subsidiaries	(2,646)	434
Bank advances drawn on bills (repaid) raised	(7,060)	7,060
Finance leases repaid	(33,817)	(29,555)
Net bank borrowings (repaid) raised	(172,307)	2,524,441
Decrease in pledged deposits	111	96
Net cash from financing activities	144,952	3,037,499
Net increase in cash and cash equivalents	409,945	170,482
Cash and cash equivalents at beginning of the year	607,994	437,512
Cash and cash equivalents at end of the year	1,017,939	607,994
Bank balances and cash	1,025,612	615,771
Bank overdrafts	(7,673)	(7,777)
	1,017,939	607,994

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.

	Attributable to owners of the Company								
	Share capital HK$'000	Share premium HK$'000	Capital reserve HK$'000	Investment revaluation reserve HK$'000	Properties revaluation reserve HK$'000	Currency exchange translation reserve HK$'000	Retained earnings HK$'000 (restated)	Non-controlling interests HK$'000 (restated)	Total HK$'000 (restated)
Group									
Balance at 28 September 2012	1,325,005	4,318,455	279,908	-	52,841	(4,529)	3,715,814	2,740,977	12,428,471
Total comprehensive income for the year	-	-	-	3,282	7,732	18,260	747,715	260,706	1,037,695
Contribution from non-controlling shareholders	-	-	-	-	-	-	-	661,742	661,742
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	(36,636)	(36,636)
Non-controlling interests arising from acquisition of subsidiary	-	-	-	-	-	-	-	60,680	60,680
Final dividend of 0.30 Singapore cent per ordinary share in respect of year ended 28.09.2012	-	-	-	-	-	-	(90,083)	-	(90,083)
Balance at 28 September 2013	1,325,005	4,318,455	279,908	3,282	60,573	13,731	4,373,446	3,687,469	14,061,869
Balance at 28 September 2013	1,325,005	4,318,455	279,908	3,282	60,573	13,731	4,373,446	3,687,469	14,061,869
Total comprehensive income for the year	-	-	-	(3,282)	7,568	3,727	953,382	219,546	1,180,941
Release upon disposal of investment properties	-	-	-	-	-	(1,753)	1,753	-	-
Dividend paid to non-controlling shareholders	-	-	-	-	-	-	-	(37,174)	(37,174)
Non-controlling interests arising from acquisition of additional interest in subsidiaries	-	-	6,669	-	-	-	-	(62,272)	(55,603)
Final dividend of 0.30 Singapore cent per ordinary share in respect of year ended 28.09.2013	-	-	-	-	-	-	(88,386)	-	(88,386)
Balance at 28 September 2014	1,325,005	4,318,455	286,577	-	68,141	15,705	5,240,195	3,807,569	15,061,647

	Share capital HK$'000	Share premium HK$'000	Retained earnings HK$'000	Total HK$'000
Company				
Balance at 28 September 2012	1,325,005	4,318,455	265,773	5,909,233
Total comprehensive income for the yaer	-	-	47,040	47,040
Final dividend of 0.30 Singapore cent per ordinary share in respect of year ended 28.09.2012	-	-	(90,083)	(90,083)
Balance at 28 September 2013	1,325,005	4,318,455	222,730	5,866,190
Balance at 28 September 2013	1,325,005	4,318,455	222,730	5,866,190
Total comprehensive income for the year	-	-	575,319	575,319
Final dividend of 0.30 Singapore cent per ordinary share in respect of year ended 28.09.2013	-	-	(88,386)	(88,386)
Balance at 28 September 2014	1,325,005	4,318,455	709,663	6,353,123

1(d)(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 shares of the issuer, as at the end of the current financial period reported on and as at the end of corresponding period of the immediately preceding financial year.

There were no shares issued during the year ended 28 September 2014 (Year ended 28 September 2013: no shares issued)

The Company did not make any purchases of its shares during the year ended 28 September 2014 (Year ended 28 September 2013: Nil).

Save as disclosed above, the Company did not have any outstanding convertibles and treasury shares as at 28 September 2014 (28.09.2013: Nil).

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.

The total number of issued shares excluding treasury shares as at the end of the current financial period is 4,790,992,338 shares (28.09.2013: 4,790,992,338 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 nor 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.

The accounting policies and method of computation adopted are consistent with those applied in the audited financial statements for the year ended 28 September 2013.

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.

Not applicable.

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

Earnings per ordinary share	Group	
	Year ended	
	28.09.2014	28.09.2013 (restated)
(i) Based on weighted average number of ordinary shares in issue	HK 19.90 cents	HK 15.61 cents
Weighted average number of ordinary shares used in calculation of basic earnings per share	4,790,992,338	4,790,992,338
(ii) Based on a fully diluted basis	HK 19.90 cents	HK 15.61 cents
Weighted average number of ordinary shares used in calculation of diluted earnings per share	4,790,992,338	4,790,992,338

7. Net asset value (for the issuer and the group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	28.09.2014	28.09.2013	28.09.2014	28.09.2013
Net asset backing per ordinary share based on existing issued share capital as at the end of period reported on	HK$2.35	HK$2.17	HK$1.33	HK$1.22

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.

Income Statement

FY2014 (Year ended 28 September 2014) vs FY2013 (Year ended 28 September 2013)

Revenue decreased by 7.3% from HK$8,764.1 million to HK$8,126.0 million.

Revenue from the Frozen Fish SCM Division, which accounted for 39.4% of total revenue, fell 27.7% from HK$4,435.0 million to HK$3,205.5 million mainly attributable to lower sales volume.

Revenue from the Fishery and Fish Supply Division, which accounted for 60.6% of total revenue, increased by 13.7% from HK$4,329.1 million to HK$4,920.5 million. This was mainly attributed to contribution from the enlarged Peruvian Fishmeal Operations. However it was partially offset by the drop in sales from the Contract Supply Business following the termination and non-renewal of the Long Term Supply Agreements (the "LSAs").

By market, the PRC remained the Group's largest market with sales of HK$5,414.1 million, accounting for 66.6% of total revenue. This was followed by Europe with sales of HK$865.7 million, accounting for 10.7% of total revenue.

Sales to South America accounted for 6.0% of total revenue at HK$485.9 million. Sales to East Asia amounted to HK$742.6 million, accounting for 9.1% of total revenue. Sales to other markets accounted for the balance of 7.6% of total revenue.

Gross profit increased by 25.9% from HK$1,404.3 million to HK$1,768.0 million and gross margin improved from 16.0% to 21.8%, mainly attributable to reduced cost, increased operating efficiencies and sales leverage on fixed costs resulting from higher production volume in the enlarged Peruvian Fishmeal Operations under the Fishery and Fish Supply Division.

Other operating income decreased by 19.8% from HK$1,142.9 million to HK$916.2 million. This was due primarily to the absence of fair value gain and gain in bargain purchase from the Group's acquisition of Copeinca that were recorded in FY2013. Nonetheless, the Group recorded HK$320.4 million gain on the disposal of 18.09% equity interests in Tassal Group Limited ("Tassal").

Selling and distribution expenses decreased by 7.5% from HK$247.8 million to HK$229.3 million, due primarily to lower sales volume.

Administrative expenses increased by 22.5% from HK$230.3 million to HK$282.0 million, due primarily to the consolidation of results of Copeinca into the Group.

Finance costs increased by 39.4% from HK$586.2 million to HK$816.9 million due to additional interest expenses as a result of the consolidation of senior notes issued by Copeinca and the additional loan drawn to finance the acquisition of Copeinca.

EBITDA increased by 26.9% from HK$2,361.8 million to HK$2,996.6 million.

Net profit attributable to owners of the Company increased by 27.5% from HK$747.7 million to HK$953.4 million.

Statement of Financial Position

As at 28 September 2014 vs as at 28 September 2013

Non-current assets decreased by 11.2% from HK$20,182.1 million to HK$17,917.5 million, due primarily to the disposal of Tassal's shares and the reclassification of prepayments made to suppliers to current assets after the termination of the LSAs under the Fishery and Fish Supply Division.

Current assets increased by 30.1% from HK$11,313.2 million to HK$14,721.6 million. The increase was due mainly to the reclassification of prepayments made to suppliers to current assets after the termination of the LSAs and higher inventories. Held-for-trading investments amounted to HK$166.8 million which represents the Group's 4.64% equity interest in Tassal.

The Group's inventories mainly consist of frozen fish, fishmeal and fish oil. The 43.9% increase in inventories from HK$923.8 million to HK$1,329.3 million predominantly comprised fishmeal and fish oil from the Fishery and Fish Supply Division. This was due primarily to ramped-up production as a result of improving catch volume by the end of 4QFY2014, and higher costs of raw materials, goods in process and finished goods.

Current liabilities decreased by 25.1% from HK$9,046.6 million to HK$6,778.6 million after the completion of the refinancing of the bridging loan and the full redemption of the CNH bond upon maturity in June 2014.

Non-current liabilities increased by 28.8% from HK$8,386.8 million to HK$10,798.8 million, as a result of the debt refinancing completed in March 2014 and the issuance of the 3-year S$200 million (approximately HK$1,256 million) fixed rate unsecured bonds on 30 July 2014. The proceeds from the bond issuance has been utilized to repay its borrowings and for the working capital of the Group.

Cash Flow and Liquidity

The Group's operating cash flow was impacted by higher fishmeal and fish oil inventories and increase in trade and other receivables. Trade and bills receivables increased as a result of higher sales recorded in 4QFY2014 due to a higher catch volume in Peru in 4QFY2014. Inventories increased due to higher fishmeal and fish oil inventories. Production was ramped-up following higher catch volume towards the end of 4QFY2014.

As a result, the Group's net cash outflow from operating activities amounted to HK$864.3 million (FY2013: net cash inflow of HK$4,050.1 million).

As at 28 September 2014, cash and cash equivalents amounted to HK$1,018.0 million, representing a net increase of HK$409.9 million as compared with the position as at 28 September 2013 largely attributable to the disposal of interest in Tassal and refund from the LSAs.

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

The year ended 28 September 2014 results are consistent with the prospect statement disclosed to shareholders in the third quarter ended 28 June 2014 results announcement.

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 next 12 months.

The Group's consolidation strategy remains on track. During FY2014, the Group successfully realized cost synergies by the closure of two fishmeal processing plants, reduction in fleet size and centralization of engineering and vessel maintenance workforce. Looking ahead, the Group will remain focused on maximizing value from further consolidation of its Peruvian Fishmeal Operations.

The enhancement of its production efficiency in the Group's facilities in Peru and the expansion of fishing areas in Africa will increase asset utilization. This will underpin our strategy of delivering revenue growth and improved margins over the medium term.

As a result of increased population, growing affluence and consumer acceptance of farmed seafood, global demand for fishmeal and fish oil for aquaculture and farmed animal production is continuing to strengthen. This demand will be a key driver of future growth for the fishmeal and fish oil market, and in particular for the Group. Although the start of the 2014 second fishing season has been delayed and the total allowable catch for the season may also be reduced, the Peruvian Anchovy resource has shown itself to be sustainable and is well-managed under an effective fishery management policy adopted by the Peruvian Government.

In FY2015, the Group will continue to focus on maximizing operating cash flow, tightly managing capital expenditure and enhancing asset utilization, which will enable the Group to further improve its operating cash flow in the coming quarters.

During this period of consolidation, a key focus for the Group continues to be the improvement of its debt profile and capital structure. In FY2015, the Group will continue to focus on reducing its overall borrowings so as to have a strong and resilient financial foundation to better support future growth.

Barring any unforeseen circumstances, the Group is confident of achieving continued profitability for the next year.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? No

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of dividend	**First and Final**
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.30 Singapore cent per ordinary share
Par value of shares	S$0.05
Tax rate	Tax not applicable

(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 is proposed to enable the Company to conserve cash to pay down borrowings.

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.

	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholder's mandate pursuant to Rule 920 (excluding transactions less than S$100,000)	
Name of interested person	28.09.2014 HK$'000	28.09.2013 HK$'000	28.09.2014 HK$'000	28.09.2013 HK$'000
Pacific Andes International Holdings Limited and its subsidiaries				
Administrative expenses	-	-	37,952	34,787
Interest expenses	83	111	-	-

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.

28 September 2014 **By Product Category**	Frozen fish SCM HK$'000	Fishery and fish supply HK$'000	Consolidated HK$'000
INCOME STATEMENT			
External sales	3,205,464	4,920,517	8,125,981
Segment result	924,213	1,495,836	2,420,049
Unallocated items:			
Administrative expenses			(281,977)
Fair value changes of derivative financial instruments			64,413
Rental income from properties			3,051
Gain on revaluation of investment properties			2,853
Other operating expenses			(146,597)
Finance costs			(816,866)
Income tax expense			(74,680)
Profit for the year			1,170,246
STATEMENT OF FINANCIAL POSITION			
Segment assets	8,607,382	23,934,898	32,542,280
Unallocated corporate assets			96,825
Consolidated total assets			32,639,105
Segment liabilities	1,269,729	6,949,934	8,219,663
Unallocated corporate liabilities			9,357,795
Consolidated total liabilities			17,577,458
OTHER INFORMATON			
Addition to non-current assets	70,986	424,231	495,217
Depreciation	44,948	601,459	646,407
Impairment loss of property, plant and equipment	-	21,840	21,840
Amortisation of prepayment to suppliers	-	108,143	108,143
Amortisation of senior notes issuing expenses	-	10,338	10,338

28 September 2013 By Product Category **INCOME STATEMENT**	Frozen fish SCM HK$'000 (restated)	Fishery and fish supply HK$'000 (restated)	Consolidated HK$'000 (restated)
External sales	4,434,985	4,329,107	8,764,092
Segment result	725,321	1,198,615	1,923,936
Unallocated items:			
Administrative expenses			(230,278)
Fair value changes in derivative financial instruments			(34,562)
Rental income from properties			2,129
Loss on revaluation of investment properties			(247)
Other operating expenses			(150,996)
Finance costs			(586,186)
Income tax benefit			70,567
Profit for the year			994,363
STATEMENT OF FINANCIAL POSITION			
Segment assets	7,668,981	23,674,698	31,343,679
Unallocated corporate assets			151,648
Consolidated total assets			31,495,327
Segment liabilities	818,447	7,096,363	7,914,810
Unallocated corporate liabilities			9,518,648
Consolidated total liabilities			17,433,458
OTHER INFORMATON			
Addition to non-current assets	120,159	1,832,898	1,953,057
Depreciation	41,164	749,819	790,983
Impairment loss of property, plant and equipment	-	350,356	350,356
Amortisation of prepayment to suppliers	-	237,641	237,641
Amortisation of senior notes issuing expenses	-	11,590	11,590

	Revenue from external customers		Non-current assets	
Geographical segments	2014 HK$'000	2013 HK$'000	2014 HK$'000	2013 HK$'000
Hong Kong and other regions in the PRC	5,414,113	7,306,369	132,159	(restated) 1,135,066
South America	485,910	49,179	14,741,730	13,343,775
Europe	865,665	502,070	2,971,520	5,094,172
East Asia	742,646	357,998	70,200	66,500
Africa	287,972	485,966	-	-
Others	329,675	62,510	-	-
	8,125,981	8,764,092	17,915,609	19,639,513

Information about major customers

During the year ended 28 September 2014 and 2013, there is no customer from Frozen fish SCM segment with revenue more than 10% of the Group's total revenue.

There is no customer from Fishery and fish supply segment with revenue more than 10% of the Group's total revenue for the year ended 28 September 2014. A customer from Fishery and fish supply segment with revenue more than 10% of the Group's total revenue amounted to approximately HK$1,747,200,000 for the year ended 28 September 2013.

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

For detailed review of performance by business or geographical segments, please refer to Section 8.

16. A breakdown of sales as follows:-

	Group		
	2014 HK$'000	2013 HK$'000	Change
Sales reported in the first half year	4,659,977	4,869,081	-4.3%
Operating profit in the first half year	277,885	521,139	-46.7%
Sales reported in the second half year	3,466,004	3,895,011	-11.0%
Operating profit in the second half year	675,497	226,576	+198.1%

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

Total Annual Dividend (Refer to Para16 of Appendix 7.2 for the required details)

	Latest Full Year HK$'000	Previous Full Year HK$'000
Ordinary	-	88,386
Preference	-	-
Total	-	88,386

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 substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Ng Joo Siang	55	Son of Teh Hong Eng (Executive Director) Brother of: • Ng Joo Kwee (Executive Director) • Ng Joo Puay, Frank (Executive Director) • Ng Puay Yee (Alternate Director to Teh Hong Eng)	Executive Director and Chairman (since 2007) He is responsible for the formulation of corporate policies and strategies, and overseas the development, management and investments of the Group.	N/A
Teh Hong Eng	79	Mother of: • Ng Joo Siang (Executive Director) • Ng Joo Kwee (Executive Director) • Ng Joo Puay, Frank (Executive Director) • Ng Puay Yee (Alternate Director to Teh Hong Eng	Executive Director (since 1996) She is responsible for general administration and strategic planning of the Group.	N/A
Ng Joo Kwee	54	Son of Teh Hong Eng (Executive Director) Brother of: • Ng Joo Siang (Executive Director) • Ng Joo Puay, Frank (Executive Director) • Ng Puay Yee (Alternate Director to Teh Hong Eng)	Executive Director (since 1996) He is responsible for overseeing the sourcing, processing, sales and marketing activities of the Group.	N/A
Ng Joo Puay, Frank	51	Son of Teh Hong Eng (Executive Director) Brother of: • Ng Joo Siang (Executive Director) • Ng Joo Kwee (Executive Director) • Ng Puay Yee (Alternate Director to Teh Hong Eng)	Executive Director and Managing Director (since 1996) He is responsible for corporate planning and policy administration of the Group.	N/A
Ng Puay Yee	42	Daughter of Teh Hong Eng (Executive Director) Sister of: • Ng Joo Siang (Executive Director) • Ng Joo Kwee (Executive Director) • Ng Joo Puay, Frank (Executive Director)	Alternate Director of Teh Hong Eng (since 2002) She is responsible for global sales and marketing of the Group's frozen fish and seafood products and she also oversees the Group's global raw material sourcing.	N/A

BY ORDER OF THE BOARD

Lynn Wan Tiew Leng
Company Secretary
22 November 2014

15. SUPPLEMENTARY NOTES

Year ended 28 September 2014 in Singapore Dollars equivalent. These figures have not been audited.

1 (a) Consolidated Income Statement

	Group			
	Year ended		Year ended	
	28.09.2014	28.09.2013	28.09.2014	28.09.2013
	HK$'000	HK$'000	S$'000	S$'000
Revenue	8,125,981	8,764,092	1,332,368	1,412,811
Cost of sales	(6,357,982)	(7,359,796)	(1,042,480)	(1,186,432)
Gross profit	1,767,999	1,404,296	289,888	226,379
Other operating income	916,157	1,142,900	150,217	184,241
Selling and distribution expenses	(229,294)	(247,841)	(37,596)	(39,953)
Administrative expenses	(281,977)	(230,278)	(46,234)	(37,122)
Other operating expenses	(146,597)	(616,635)	(24,037)	(99,404)
Finance costs	(816,866)	(586,186)	(133,937)	(94,496)
	1,209,422	866,256	198,301	139,645
Share of results of associates	35,504	57,540	5,821	9,276
Profit before income tax	1,244,926	923,796	204,122	148,921
Income tax (expense) benefit	(74,680)	70,567	(12,245)	11,376
Profit for the year	1,170,246	994,363	191,877	160,297
Profit attributable to:				
Owners of the Company	953,382	747,715	156,320	120,535
Non-controlling interests	216,864	246,648	35,557	39,762
	1,170,246	994,363	191,877	160,297

Consolidated Statement of Comprehensive Income

	Group			
	Year ended		Year ended	
	28.09.2014	28.09.2013	28.09.2014	28.09.2013
	HK$'000	HK$'000	S$'000	S$'000
Profit for the year	1,170,246	994,363	191,877	160,297
Other comprehensive income:				
Gain on revaluation of property, plant and equipment	10,280	9,201	1,685	1,483
Exchange difference on translation of the Group's overseas operations	3,697	30,849	606	4,973
Fair value change of available-for-sale investments	(3,282)	104,317	(538)	16,816
Reclassification adjustment transfer to profit and loss upon derecognition of available-for-sale investments	-	(101,035)	-	(16,287)
Total comprehensive income for the year	1,180,941	1,037,695	193,630	167,282
Total comprehensive income attributable to:				
Owners of the Company	961,395	776,989	157,633	125,254
Non-controlling interests	219,546	260,706	35,997	42,028
	1,180,941	1,037,695	193,630	167,282

1(b)(i) Consolidated statement of financial position

	Group		Group	
	28.09.2014 HK$'000	28.09.2013 HK$'000	28.09.2014 S$'000	28.09.2013 S$'000
NON-CURRENT ASSETS				
Property, plant and equipment	5,036,541	5,283,051	825,811	851,652
Investment properties	40,381	52,135	6,621	8,404
Goodwill	2,952,461	2,952,461	484,097	475,950
Prepayment to suppliers	332,632	1,786,916	54,540	288,059
Available-for-sale investments	14,037	25,393	2,302	4,093
Interests in associates	1,850	542,615	303	87,472
Other intangible assets	9,539,557	9,539,557	1,564,144	1,537,820
	17,917,459	20,182,128	2,937,818	3,253,450
CURRENT ASSETS				
Inventories	1,329,334	923,785	217,963	148,918
Trade and bills receivables	1,721,587	1,832,860	282,278	295,465
Other receivables and prepayments	9,410,797	7,320,136	1,543,032	1,180,039
Current portion of prepayment to suppliers	685,464	205,123	112,392	33,067
Advances to suppliers	315,900	315,900	51,796	50,925
Held-for-trading investments	166,807	-	27,350	-
Derivative financial instruments	9,701	-	1,591	-
Prepaid income tax	56,444	99,513	9,255	16,042
Pledged deposits	-	111	-	18
Bank balances and cash	1,025,612	615,771	168,163	99,265
	14,721,646	11,313,199	2,413,820	1,823,739
CURRENT LIABILITIES				
Trade and other payables	353,794	308,082	58,009	49,664
Income tax payable	74,492	22,057	12,214	3,556
Amounts due to Pacific Andes International Holdings Limited and its subsidiaries	2,725	5,371	447	866
Derivative financial instruments	-	54,712	-	8,820
Bonds	-	721,476	-	116,305
Bank advances drawn on bills	-	7,060	-	1,138
Current portion of finance leases	-	30,151	-	4,860
Current portion of interest-bearing bank borrowings	6,347,618	7,897,734	1,040,781	1,273,150
	6,778,629	9,046,643	1,111,451	1,458,359
NET CURRENT ASSETS	7,943,017	2,266,556	1,302,369	365,380
NON-CURRENT LIABILITIES				
Finance leases	-	3,666	-	591
Interest-bearing bank borrowings	2,935,685	1,557,980	481,347	251,153
Long term payables	201,304	275,457	33,007	44,405
Bonds	1,197,169	-	196,293	-
Senior notes	4,097,426	4,080,896	671,830	657,859
Deferred tax liabilities	2,367,245	2,468,816	388,143	397,984
	10,798,829	8,386,815	1,770,620	1,351,992
NET ASSETS	15,061,647	14,061,869	2,469,567	2,266,838
CAPITAL AND RESERVES				
Share capital	1,325,005	1,325,005	217,253	213,597
Reserves	9,929,073	9,049,395	1,628,010	1,458,802
Attributable to owners of the Company	11,254,078	10,374,400	1,845,263	1,672,399
Non-controlling interests	3,807,569	3,687,469	624,304	594,439
TOTAL EQUITY	15,061,647	14,061,869	2,469,567	2,266,838

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

	Group			
	Year ended		Year ended	
	28.09.2014	28.09.2013	28.09.2014	28.09.2013
(i) Based on weighted average number of ordinary shares in issue	HK 19.90 cents	HK 15.61 cents	S 3.26 cents	S 2.52 cents
(ii) Based on a fully diluted basis	HK 19.90 cents	HK 15.61 cents	S 3.26 cents	S 2.52 cents

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group			
	28.09.2014	28.09.2013	28.09.2014	28.09.2013
	HK$	HK$	S$	S$
Net asset backing per ordinary share based on existing issued share capital as at the end of period reported on	2.35	2.17	0.39	0.35

* Exchange Rate
As at 28.09.2014: S$ 1 = HK$6.0989
As at 28.09.2013: S$ 1 = HK$6.2033