

PLASTOFORM HOLDINGS LIMITED

(Incorporated in Bermuda)
(Co. Reg. No: 34171)

UNAUDITED RESULTS FOR FULL YEAR ENDED 31 DECEMBER 2014

The Directors of Plastoform Holdings Limited wish to announce the following unaudited results of the Group for full year ended 31 December 2014

1(a)(i) 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.

Consolidated Statement of Profit or Loss (in HK\$'000)

	Group					
	Three Months Ended 31 December			Year Ended 31 December		
	2014	2013	%	2014	2013	%
		(Restated)*			(Restated)*	
	HK\$'000	HK\$'000	Change	HK\$'000	HK\$'000	Change
Revenue*	140,966	131,985	6.8%	461,103	357,240	29.1%
Cost of sales*	(105,592)	(112,161)	(5.9%)	(362,497)	(309,400)	17.2%
Gross Profit	35,374	19,824	78.4%	98,606	47,840	106.1%
Other income and net gains	394	1,972	(80.0%)	2,358	2,604	(9.4%)
Selling and distribution costs	(5,064)	(5,672)	(10.7%)	(19,501)	(11,592)	68.2%
Operating expenses	(22,954)	(21,023)	9.2%	(74,136)	(70,896)	4.6%
Profit/ (loss) before income tax	7,750	(4,899)	N/M	7,327	(32,044)	N/M
Income tax expense	(484)	(34)	1,323.5%	(484)	(62)	680.6%
Profit/ (loss) for the period	7,266	(4,933)	N/M	6,843	(32,106)	N/M
Other comprehensive income:						
Foreign currency translation differences	(751)	(2,931)	(74.4%)	(1,418)	(2,521)	(43.8%)
Total comprehensive income	6,515	(7,864)	N/M	5,425	(34,627)	N/M

*Restated: The figures reflected in 4Q 2013 had been restated due to adjustments of understated sales HK\$2,753K and overstated cost of sales HK\$6,058k which was incorrectly recorded in 1Q 2014.

1(a)(ii) Profit/ (loss) before tax is arrived at after charging/(crediting) the following significant items:

	Group					
	Three Months Ended 31 December			Year Ended 31 December		
	2014	2013	%	2014	2013	%
		(Restated)*			(Restated)*	
	HK\$'000	HK\$'000	Change	HK\$'000	HK\$'000	Change
Interest income	(4)	(5)	(20.0%)	(22)	(15)	46.7%
Depreciation of plant and equipment	1,213	528	129.7%	4,253	3,044	39.7%
Net exchange loss/ (gains)	322	(206)	N/M	16	848	(98.1%)
Provision for impairment of trade receivables	-	1,338	(100.0%)	-	7,068	(100.0%)

N/M: Not meaningful

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.

Statements of Financial Position (in HK\$'000)

Note	Group			Company	
	31/12/2014	31/12/2013	1/1/2013	31/12/2014	31/12/2013
		(Restated)*			
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
ASSETS					
Non-current assets					
Plant and equipment	17,095	10,863	8,474	-	-
Investments in subsidiaries	-	-	-	82,608	82,608
	17,095	10,863	8,474	82,608	82,608
Current assets					
Inventories*	49,069	68,970	56,547	-	-
Trade receivables*	96,126	88,653	154,668	-	-
Deposits, prepayments and other receivables	14,094	18,473	2,605	136	-
Amount due from subsidiaries	-	-	-	25,034	18,933
Cash and cash equivalents	75,253	42,788	18,838	34,125	5,790
	234,542	218,884	232,658	59,295	24,723
Total assets	251,637	229,747	241,132	141,903	107,331
Current liabilities					
Trade payables	102,881	115,164	96,623	-	-
Other payables and accruals	19,675	22,561	18,407	915	-
Amount due to subsidiaries	-	-	-	16,506	2,828
Amount due to ultimate holding company	731	731	-	731	731
Current tax liabilities	485	-	-	-	-
	123,772	138,456	115,030	18,152	3,559
Net current assets	110,770	80,428	117,628	41,143	21,164
Net assets	127,865	91,291	126,102	123,751	103,772
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	20,250	13,520	13,520	20,250	13,520
Share premium	197,680	172,697	172,697	197,680	172,697
Treasury share	(1,798)	(1,234)	(1,050)	(1,798)	(1,234)
Share option reserve	676	676	676	676	676
Foreign exchange translation reserve	(3,939)	(2,521)	-	-	-
Accumulated losses*	(85,004)	(91,847)	(59,741)	(93,057)	(81,887)
Total equity	127,865	91,291	126,102	123,751	103,772

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

Amount repayable in one year or less, or on demand

As at 31/12/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
Nil	Nil	Nil	Nil

Amount repayable after one year

As at 31/12/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
Nil	Nil	Nil	Nil

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.

Consolidated Statement of Cash Flows (in HK\$'000)

	Group			
	Three Months Ended		Year Ended	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
		(Restated)*		(Restated)*
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cash flow from operating activities				
Profit/ (loss) before income tax*	7,750	(4,899)	7,327	(32,044)
Adjustments for:				
Depreciation of plant and equipment	1,213	528	4,253	3,044
Impairment loss of trade receivables	-	1,338	-	7,068
Reversal of impairment loss of trade receivables	-	(350)	-	(350)
(Reversal)/ provision for obsolete inventories	(1,603)	10,337	2,597	10,337
Interest income	(4)	(5)	(22)	(15)
Operating cash flows before working capital changes	7,356	6,949	14,155	(11,960)
Changes in working capital:				
Inventories*	16,972	(19,101)	17,304	(22,760)
Trade and other receivables*	10,017	(32,937)	(3,094)	43,429
Trade and other payables	(11,747)	51,769	(13,169)	23,426
Income tax paid	-	(34)	-	(62)
Net cash generated from operating activities	22,598	6,646	15,196	32,073
Cash flow from investing activities				
Purchases of plant and equipment	(4,956)	(1,938)	(11,156)	(5,397)
Interest received	4	5	22	15
Net cash used in investing activities	(4,952)	(1,933)	(11,134)	(5,382)
Cash flows from financing activities				
Proceeds from rights issue	-	-	32,842	-
Costs of rights issue incurred	-	-	(1,129)	-
Purchase of treasury shares	(564)	-	(564)	(184)
Repayment of directors' Loans	-	-	(2,000)	-
Net cash generated from / (used in) financing activities	(564)	-	29,149	(184)
Net increase in cash and cash equivalents	17,082	4,713	33,211	26,507
Cash and cash equivalents at beginning of the period	58,446	40,271	42,788	18,838
Effect of cash and cash equivalent denominated in foreign currencies	(275)	(2,196)	(746)	(2,557)
Cash and cash equivalents at end of the period	75,253	42,788	75,253	42,788

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.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (in HK\$'000)

Group	Share capital	Share premium	Treasury share	Share options reserve	Translation reserve	Accumulated losses	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
For the three months ended 31 December 2014							
Balance as at 1 October 2014	20,250	197,680	(1,234)	676	(3,188)	(101,081)	113,103
Total comprehensive income for the period	-	-	-	-	(751)	7,266	6,515
Prior year adjustments*	-	-	-	-	-	8,811	8,811
Share buyback	-	-	(564)	-	-	-	(564)
Balance as at 31 December 2014	20,250	197,680	(1,798)	676	(3,939)	(85,004)	127,865
For the three months ended 31 December 2013							
Balance as at 1 October 2013	13,520	172,697	(1,234)	676	410	(86,914)	99,155
Total comprehensive income for the period, as previously stated	-	-	-	-	(2,931)	(13,744)	(16,675)
Prior year adjustments*	-	-	-	-	-	8,811	8,811
Total comprehensive income for the period, as restated	-	-	-	-	(2,931)	(4,933)	(7,864)
Balance as at 31 December 2013	13,520	172,697	(1,234)	676	(2,521)	(91,847)	91,291

Company	Share capital	Share premium	Treasury share	Share options reserve	Accumulated losses	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
For the three months ended 31 December 2014						
Balance as at 1 October 2014	20,250	197,680	(1,234)	676	(92,397)	124,975
Total comprehensive income for the period	-	-	-	-	(660)	(660)
Share buyback	-	-	(564)	-	-	(564)
Balance as at 31 December 2014	20,250	197,680	(1,798)	676	(93,057)	123,751
For the three months ended 31 December 2013						
Balance as at 1 October 2013	13,520	172,697	(1,234)	676	(78,667)	106,992
Total comprehensive income for the period	-	-	-	-	(3,220)	(3,220)
Balance as at 31 December 2013	13,520	172,697	(1,234)	676	(81,887)	103,772

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 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.

As at 31 December 2014, the Company's issued capital amounted to 2,025,000,000 shares of HK\$0.01 each. During the year, the Company issued 673,000,000 new ordinary shares in the capital of the Company at an issue price of S\$0.008 each, pursuant to a rights issue on the basis of one Rights share for every two existing ordinary shares held by the entitled shareholders.

Change in share capital during the financial period

	Group and the Company	
	Number of Ordinary Shares	Issued and Paid-up Share Capital HK\$'000
As at 1 January 2014	1,352,000,000	13,520
Issuance of ordinary shares pursuant to Rights Issue	673,000,000	6,730
As at 31 December 2014	2,025,000,000	20,250

The numbers of shares that may be issued on conversion of all outstanding options under performance share plan were as follows:-

	As at 31/12/2014	As at 31/12/2013
Outstanding options	1,950,000	2,750,000

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 as at 31 December 2014 was 2,010,000,000 (31 December 2013: 1,346,000,000), excluding 15,000,000 treasury shares (31 December 2013: 6,000,000).

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 external auditor.

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.

There are a number of new or revised International Financial Reporting Standards and related interpretations (collectively referred to as the "new IFRSs") that are effective for accounting periods beginning on or after 1 January 2014. The adoption of these new IFRSs did not have any material impact on the financial information of the Group for period ended 31 December 2014. Save as aforesaid, the accounting policies and methods of computation used in the preparation of the financial information of the Group for the period ended 31 December 2014 are the same as those used in the annual financial statements of the Group for the year ended 31 December 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.

The Group adopted the new or amended IFRS and IFRICS Interpretations that are mandatory for application for financial periods beginning on or after 1 January 2014. The adoption of these new/revised IFRS and IFRICS Interpretation did not result in substantial changes to the Group's accounting policies nor any significant impact on the consolidated financial statements.

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.

	Group			
	4Q2014	4Q2013	Year ended 2014	Year ended 2013
Earnings per ordinary share based on the net profit for the period				
(a) Based on weighted average number of ordinary shares on issue (HK\$ cents);	0.5	(0.4)	0.4	(2.3)
(b) On a fully diluted basis (HK\$ cents)	0.5	(0.4)	0.4	(2.3)
Number of ordinary shares in issue (excluding treasury shares)				
Weighted average number of ordinary shares for the purpose of basic earnings per share	1,572,523,789	1,392,437,000	1,572,523,789	1,392,437,000
Effective of potentially dilutive ordinary shares – Share options	1,950,000	2,750,000	1,950,000	2,750,000
Weighted average number of ordinary shares for the purpose of diluted earnings per share	1,574,473,789	1,395,187,000	1,574,473,789	1,395,187,000

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		Company	
		(Restated)		
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Net asset value per ordinary share based on issued share capital at the end of:	HK6.4 cents	HK6.8 cents	HK6.2 cents	HK7.7 cents
Number of ordinary shares in issue excluding treasury shares	2,010,000,000	1,346,000,000	2,010,000,000	1,346,000,000

Net asset value per ordinary share at the end of the financial periods presented has been computed based on the combined net assets of the Group as at the respective reporting period and the number of ordinary shares at 31 December 2014 of 2,010,000,000 shares (31 December 2013: 1,346,000,000 shares).

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.

4Q 2014 vs 4Q 2013

Turnover

Turnover increased slightly by 6.8% or HK\$9.0 million from HK\$132.0 million in 4Q 2013 to HK\$141.0 million in 4Q 2014. Sales demand remained strong as continued from 3Q 2014, with successful launch of new models in FY2014 and an increase of tooling and product development charges.

Gross profit and margin

Gross profit increased by HK\$15.6 million from HK\$19.8 million in 4Q 2013 to HK\$35.4 million in 4Q 2014 and the overall gross profit margin increased by 10.1% from 15.0% in 4Q 2013 to 25.1% in 4Q 2014. As compared to 4Q 2013, the improvement of profit margin is due to lower provision for inventory obsolescence arising from better inventory management in FY2014 and higher tooling and product development charges.

Other income and net gains

Other income and net gains decreased by HK\$1.6 million from HK\$2.0 million in 4Q 2013 to HK\$0.4 million in 4Q 2014, mainly due to collection in FY2013 of bad debt previously written off.

Selling and distribution costs

Selling and distribution costs decreased by 10.7% or HK\$0.6 million from HK\$5.7 million in 4Q 2013 to HK\$5.1 million in 4Q 2014, were mainly due to the decrease of freight transportation and miscellaneous expenses, offset by the increase of staff costs.

Operating expenses

Operating expenses increased by 9.2% or HK\$1.9 million from HK\$21.0 million in 4Q 2013 to HK\$22.9 million in 4Q 2014. The increase was due to additional provision of bonus, pension, professional fees and offset of doubtful debts made in 4Q 2013.

Profit before income tax

Profit before income tax increased by HK\$12.6 million from HK\$4.9 million loss in 4Q 2013 to HK\$7.7 million profit in 4Q 2014. The profit was largely attributable to an increase of tooling and product development charges and better inventory management in FY2014.

FY2014 vs FY2013**Turnover**

FY2014 revenue increased by 29.1% or HK\$103.9 million from HK\$357.2 million in FY2013 to HK\$461.1 million in FY2014. This increase was due to the success launch of new models in FY 2014 and an increase of tooling and product development charges.

Gross profit and margin

In line with the increase in sales, cost of sales decreased by 17.2% or HK\$53.1 million from HK\$309.4 million in FY2013 to HK\$362.5 million in FY2014 and the overall gross profit margin increased by 8.0% from 13.4% in FY2013 to 21.4% in FY2014. The increase in gross profit and margin in FY2014 were mainly due to better inventory management, increase of turnover, improvement of labour efficiency and tight control on overhead expenses.

Other income and net gains

Other income and net gains slightly decreased by HK\$0.2 million from HK\$2.6 million in FY2013 to HK\$2.4 million in FY2014, mainly due to collection in FY2013 of bad debt previously written off.

Selling and distribution costs

Selling and Distribution costs increased by 68.2% or HK\$7.9 million from HK\$11.6 million in FY2013 to HK\$19.5 million in FY2014. The increase was mainly due to a new Vender Management Inventory (VMI) Program with a key customer in 3Q 2013, and also an increase of sales staff.

Operating expenses

Operating expenses increased by 4.6% or HK\$3.2 million from HK\$70.9 million in FY2013 to HK\$74.1 million in FY2014. The increase was mainly due to additional compensation, pension, professional fees and offset of doubtful debts made in FY2013.

Profit before income tax

Profit before income tax increased by HK\$39.3 million from HK\$32.0 million loss in FY2013 to HK\$7.3 million profit in FY2014.

Balance Sheet (31 December 2014 vs 31 December 2013)

Plant and equipment increased HK\$6.2 million from HK\$10.9 million in FY2013 to HK\$17.1 million in FY2014 mainly due to investment on tooling for new projects, office and plant renovation.

Inventories decreased HK\$19.9 million from HK\$69.0 million at 31 December 2013 to HK\$49.1 million at 31 December 2014 as the Group substantially reduced work-in-progress by end of FY2014.

Trade receivables increased HK\$7.4 million from HK\$88.7 million at 31 December 2013 to HK\$96.1 million at 31 December 2014 mainly due to extension of payment terms to a major customer.

Cash and cash equivalent increased HK\$32.5 million from HK\$42.8 million at 31 December 2013 to HK\$75.3 million at 31 December 2014. The increase was mainly arising from the net proceeds from rights issue in September 2014.

Trade payables decreased by HK\$12.3 million from HK\$115.2 million at 31 December 2013 to HK\$102.9 million at 31 December 2014, corresponding with lower inventory in FY2014.

Statement of Cash Flows

Net cash generated from operating activities decreased by HK\$16.9 million from HK\$32.1 million in FY2013 to HK\$15.2 million in FY2014 because HK\$44.1 million of cash flow was generated from working capital in FY2013, as opposed to a breakeven cash flow from working capital in FY2014.

Net cash used in investing activities increased by HK\$5.7 million from HK\$5.4 million in FY2013 to HK\$11.1 million in FY2014. This was mainly due to the investment of tooling for new projects, office and plant renovations.

Net cash inflow in financial activities was HK\$30.1 million mainly arising from net proceeds of the rights issue in September 2014.

As at 31 December 2014, the Group had cash and cash equivalents of HK\$75.3 million (31 December 2013: HK\$42.8 million) with no bank borrowings (FY2013: Nil).

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.

Our business is reflecting the continued market growth of our core business of wireless audio. Globally, wireless audio – both portable and for home use remains a strong growth segment, while other segments of the consumer electronics industry continue to shrink.

Mr. Robert Perry, Deputy Chief Executive Officer commented “While increased competition is creating pressure on the Group, we have been able to add new customers during the year, as well as add new business with existing customers, showing our ability to effectively compete and prove our value proposition. Our internal efforts to streamline, improve efficiency and fortify our human resources are showing positive results, and will continue to be a focus of management. We continue to invest in new technologies such as WiFi for enhanced performance of wireless products, as well as new Bluetooth technology that will enhance our product offerings in both our ODM and OBM businesses. We believe these investments and improvement strategies will continue to strengthen our foundation for future growth”.

Mr. Perry further commented “we are continuing to take a careful and prudent approach to our business investments for growth in both ODM and OBM, particularly in the use of the rights issue funds. While we are aggressively looking at every opportunity, we are ensuring that our investments are carefully timed and linked directly to a clear ROI strategy”.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes.

The board of directors proposes a final dividend of HK\$0.00133 per ordinary share subject to shareholders’ approval of the dividend at the upcoming Annual General Meeting, and amendment to the Company’s By-laws to allow the payment of the dividends from the current year’s profits in accordance with Bermuda law at a Special General Meeting to be held immediately after the Annual General Meeting.

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in HK dollars)	HK\$0.00133 per ordinary share
Tax Rate	Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

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

Nil

(c) Date payable

To be announced later.

(d) Books closure date

To be announced later.

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

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. 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.

By geographical segments

Turnover of geographical segments of principal markets are analysed by destination of delivery of products

	FY2014 HK\$'000	FY2013 HK\$'000
United States of America	287,700	158,089
Europe	168,595	171,225
Asia	4,808	23,227
Others	-	4,699
Total	461,103	357,240

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

Please refer to section 8 of part I above.

15. A breakdown of sales.

	FY2014 HK\$'000	FY2013 HK\$'000	% increase/ (decrease)
Turnover reported for first half year	175,341	141,233	24.2%
Operating loss after taxation before minority interest reported for first half year	(10,124)	(18,528)	(45.4%)
Turnover reported for second half year	285,762	216,007	32.3%
Operating profit/ (loss) after taxation before minority interest reported for second half year	16,967	(13,578)	N/M

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

	FY2014 HK\$'000	FY2013 HK\$'000
Ordinary	2,673	Nil
Preference	-	-
Total:	2,673	Nil

17. Interested Person Transactions ("IPTs")

The Company does not have a Shareholders' Mandate for Interested Person Transactions. There were no interested person transactions with amount exceeding S\$100,000 for FY 2014.

18. Disclosure under Rule704(13) of the SGX Listing Manual

The Company wishes to confirm that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director of the CEO or substantial shareholders of the Company.

19. The use of net proceeds raised from rights issue

To date, the Group has utilized the net proceeds raised from Rights Issue in the table below:-

	Amount raised	Amount utilized	Cumulative amount utilized as at the date of this announcement	Balance of net proceeds as at the date of this announcement
	(A)	(B)	(C)	(A)- (C)
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Product development	5,697	-	-	5,697
Building up inventory level for distribution and sales globally	7,601	-	-	7,601
Financing trade receivables for distribution and sales globally	15,201	-	-	15,201
Setting up of overseas sales offices	3,166	1,938	1,938	1,228
Additional expenses incurred in connection with Rights Issue	48	48	48	-
Total	31,713	1,986	1,986	29,727

** Exchange rate adapted: S\$1: HK\$6.1.

BY ORDER OF THE BOARD

Liu Wai Man
Lisa Cheng
Company Secretaries
27 February 2015