PLASTOFORM HOLDINGS LIMITED
(Company Registration No. 34171)
(Incorporated in Bermuda)

PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF SHARES ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING ORDINARY SHARES ("RIGHTS ISSUE")
- CHANGE IN USE OF PROCEEDS FROM THE RIGHTS ISSUE

The Board of Directors (the "Board") of Plastoform Holdings Limited (the "Company") refers to the Company's announcements dated 30 June 2014, 13 August 2014, 14 August 2014, 25 August 2014, 15 September 2014 and 17 September 2014 ("Previous Announcements"), the Company's offer information statement dated 25 August 2014 ("Offer Information Statement") in relation to the Rights Issue and the Company's unaudited results announcement for the quarter ended 30 September 2015 dated 11 November 2015 (the "3Q2015 Results Announcement").

Unless otherwise defined in this announcement or where the context requires otherwise, capitalised terms used and not defined herein shall have the same meanings ascribed thereto in the Offer Information Statement.

The intended use and allocation of the net proceeds from the Rights Issue as disclosed in the Previous Announcements and Offer Information Statement are as follows:

(a) 18% of the net proceeds to be used in product development in order to expand its product offerings;

(b) 24% of the net proceeds to be used to build up inventory level for distribution and sales globally;

(c) 48% of the net proceeds to be used to finance trade receivables for distribution and sales globally; and

(d) 10% of the net proceeds to be used for setting up of overseas sales offices.

The Board wishes to announce that there is a change in the use of Net Proceeds from the Rights Issue.

In view of the current unfavourable market environment for global sales and distribution of our own branded products, the Company had placed its focus on clearing its current inventories and building up its ODM business. The Board had accordingly decided to re-allocate the balance amounting to HK$15,201,000 (the "Reallocation") from financing trade receivables for distribution and sales globally to general working capital for its ODM business to strengthen the capital base and market position.

Consequent to the Reallocation, the use of net proceeds raised from Rights Issue is as follows:

	Amount raised	Cumulative amount utilized as at the date of this announcement	Balance of net proceeds as at the date of this announcement
	(A)	(B)	(A)- (B)
	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	3,166	-
Additional expenses incurred in connection with Rights Issue	48	48	-
General working capital for ODM business		15,201	-15,201
Total	**31,713**	**31,713**	**-**

The net proceeds from the Rights Issue have been fully utilised as at the date of this announcement.

BY ORDER OF THE BOARD

Tse Kin Man
Executive Chairman

29 January, 2016