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SUNWAY INTERNATIONAL HOLDINGS LIMITED

新威國際控股有限公司*

(incorporated in Bermuda with limited liability)

(HKEX stock code: 58)

FINAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 31 DECEMBER 2015

HIGHLIGHTS

- Revenue from continuing operations for the year ended 31 December 2015 was HK$343,526,000, compared to HK$305,048,000 in last period, representing an increase of HK$38,478,000.
- Gross profit from continuing operations for the year ended 31 December 2015 was HK$66,065,000, compared to HK$48,401,000 in last period, representing an increase of HK$17,664,000.
- Profit for the year from discontinued operations was HK$484,073,000 compared to a loss of HK$310,372,000 in last period, representing an increase of HK$794,445,000.
- Profit attributable to owners of the Company was HK$298,005,000, compared to a loss of HK$394,405,000 reported last period, representing an increase of HK$692,410,000.
- Earning per share attributable to owners of the Company amounted to HK18 cents, compared to loss per share of HK33 cents (restated) last period, was increased by HK51 cents.
- No final dividend was proposed for the year (fifteen months ended 31 December 2014: Nil).

* *For identification purposes only*

The Board of Directors (the "Board") of Sunway International Holdings Limited (the "Company") is pleased to announce the consolidated results of the Company and its subsidiaries (collectively referred to as the "Group") for the year ended 31 December 2015, together with the comparative amounts for the previous fifteen months ended 31 December 2014, as follows:

CONSOLIDATED INCOME STATEMENT
Year ended 31 December 2015

	Notes	**Year ended 31 December 2015** *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
CONTINUING OPERATIONS			
REVENUE		**343,526**	305,048
Cost of sales		**(277,461)**	(256,647)
Gross profit		**66,065**	48,401
Other income		**845**	6,637
Other gains and losses, net	*4*	**(151,792)**	(64,066)
Selling and distribution expenses		**(26,598)**	(9,412)
Administrative expenses		**(37,125)**	(30,347)
Other expenses		**(8,268)**	(1,835)
Finance costs		**(9,737)**	(20,682)
LOSS BEFORE TAX	*5*	**(166,610)**	(71,304)
Income tax expenses	*6*	**(9,325)**	(7,640)
Loss for the year/period from continuing operations		**(175,935)**	(78,944)
DISCONTINUED OPERATIONS			
Profit/(loss) for the year/period from discontinued operations	*7*	**484,073**	(310,372)
PROFIT/(LOSS) FOR THE YEAR/PERIOD		**308,138**	(389,316)

CONSOLIDATED INCOME STATEMENT *(continued)*
Year ended 31 December 2015

	Notes	**Year ended 31 December 2015** *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Profit/(loss) for the year/period attributable to:			
Owners of the Company			
– continuing operations		**(186,068)**	(84,033)
– discontinued operations		**484,073**	(310,372)
		298,005	(394,405)
Non-controlling interests			
– continuing operations		**10,133**	5,089
		308,138	(389,316)
Earnings (loss) per share from continuing and discontinued operations attributable to owners of the Company for the year/period			
Basic and diluted	*9*		Restated
– continuing operations		**HK(11 cents)**	HK(7 cents)
– discontinued operations		**HK29 cents**	HK(26 cents)
		HK18 cents	HK(33 cents)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
Year ended 31 December 2015

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
PROFIT/(LOSS) FOR THE YEAR/PERIOD	**308,138**	(389,316)
OTHER COMPREHENSIVE INCOME		
Items that may be reclassified to consolidated income statement in subsequent periods:		
Available-for-sale financial assets:		
Changes in fair value, net of tax	**18**	(106)
Reclassification adjustment for (gain)/loss on disposal included in consolidated income statement	**(2,685)**	255
	(2,667)	149
Exchange differences on translation of foreign operations	**(5,796)**	–
Reclassification adjustment for exchange fluctuation reserve upon disposal of subsidiaries	**(249,713)**	–
	(258,176)	149
Items that will not be reclassified to consolidated income statement in subsequent periods:		
Revaluation of items of property, plant and equipment, net of tax	**6,325**	12,900
OTHER COMPREHENSIVE INCOME FOR THE YEAR/PERIOD, NET OF TAX	**(251,851)**	13,049
TOTAL COMPREHENSIVE INCOME FOR THE YEAR/PERIOD	**56,287**	(376,267)
Total comprehensive income for the year/period attributable to:		
Owners of the Company		
– continuing operations	**(189,501)**	(81,755)
– discontinued operations	**237,702**	(301,509)
	48,201	(383,264)
Non-controlling interests		
– continuing operations	**8,086**	6,997
	56,287	(376,267)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2015

	Notes	2015 HK$'000	2014 HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**131,297**	167,555
Investment properties		**–**	–
Intangible assets		**33**	80
Prepaid land lease payments		**31,897**	34,217
Goodwill		**84,421**	84,421
Interest in a joint venture		**–**	–
Available-for-sale financial assets	*10*	**–**	44,489
Deposit paid for acquisition of a subsidiary		**1,000**	–
Deposits paid for acquisition of non-current assets		**–**	10,719
Deferred tax assets		**6,148**	4,220
Total non-current assets		**254,796**	345,701
CURRENT ASSETS			
Financial assets at fair value through profit or loss		**571**	–
Inventories		**10,991**	22,235
Trade and bill receivables	*11*	**124,930**	171,596
Prepayments, deposits and other receivables	*12*	**35,356**	132,672
Restricted bank deposits		**367**	–
Pledged bank deposits		**1,313**	7,485
Cash and cash equivalents		**22,802**	20,529
		196,330	354,517
Assets classified as held-for-sale		**–**	958,525
Total current assets		**196,330**	1,313,042

CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(continued)*
As at 31 December 2015

	Notes	2015 HK$'000	2014 HK$'000
CURRENT LIABILITIES			
Trade and bill payables	*13*	**44,065**	104,831
Other payables, accruals and deposit received		**38,777**	28,876
Amount due to a non-controlling shareholder		**1,258**	80,399
Interest-bearing borrowings		**27,164**	112,216
Tax payable		**6,808**	9,316
		118,072	335,638
Liabilities classified as held-for-sale		**–**	892,135
Total current liabilities		**118,072**	1,227,773
NET CURRENT ASSETS		**78,258**	85,269
TOTAL ASSETS LESS CURRENT LIABILITIES		**333,054**	430,970
NON-CURRENT LIABILITIES			
Deferred tax liabilities		**6,621**	6,216
Provision for long service payment		**26**	210
Interest-bearing borrowings		**18,507**	29,003
Other payable	*14*	**–**	129,089
Promissory note	*15*	**–**	78,559
Total non-current liabilities		**25,154**	243,077
NET ASSETS		**307,900**	187,893
EQUITY			
Share capital		**174,576**	143,430
Convertible notes	*16*	**54,597**	75,595
Reserves		**18,175**	(84,618)
Equity attributable to owners of the Company		**247,348**	134,407
Non-controlling interests		**60,552**	53,486
Total equity		**307,900**	187,893

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Sunway International Holdings Limited (the "Company") is a limited liability company incorporated in Bermuda and the issued shares of which are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The registered office of the Company is located at Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda and its principal place of business has been changed from Rooms 1708–1710, Nan Fung Centre, 264–298 Castle Peak Road, Tsuen Wan, New Territories, Hong Kong to Unit 1902, Cheung Kong Center, 2 Queen's Road Central, Central, Hong Kong on 15 July 2015. During the year, the Company's principal activity is investment holding.

As stated in the circular of the Company dated on 12 January 2015, the Company entered into a disposal agreement to sell all equity shares of Sunway International (BVI) Holdings Limited and Sunway International Investment Holdings Limited, both of which are direct wholly-owned subsidiaries of the Company (the "Disposal Group"). The disposal was completed on 30 January 2015. Upon completion, the Company and its subsidiaries (collectively referred to as the "Group") ceased to be engaged in the design, development, manufacture and sale of a wide range of (1) electronics and related components and parts (including principally quartz crystals, liquid crystal displays, printed circuit boards and watch movements); and (2) consumer electronic products (including principally electronic calculators, telecommunication phones, electronic watches and clocks and digital products) (the "Electronic Businesses") and the main business changes to the manufacturing and trading the construction materials businesses (the "Construction Materials Business"). The Electronic Businesses are presented as a discontinued operations as disclosed in note 7 and stated at the lower of their carrying amounts and fair value less costs to sell in these consolidated financial statements.

Pursuant to a resolution of the Board of Directors dated 28 July 2014, the financial year end date of the Company has been changed from 30 September to 31 December. These consolidated financial statements now presented cover a period of twelve months from 1 January 2015 to 31 December 2015. Accordingly, the comparative figures presented for the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows and related notes covered a period of fifteen months from 1 October 2013 to 31 December 2014, are not comparable with those of the current year.

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

2.1. Basis of presentation

These consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. In addition, the consolidated financial statements also comply with the applicable disclosures provisions of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

The consolidated financial statements have been prepared under the historical cost convention, except for certain property, plant and equipment, available-for-sale financial assets and financial assets at fair value through profit or loss which are measured at fair value. These consolidated financial statements are presented in Hong Kong dollars ("HK$"), which is the Company's functional currency, and all values are rounded to the nearest thousand except when otherwise indicated.

Accounting estimates and assumptions are used in preparation of these consolidated financial statements. Although these estimates and assumptions are based on management's best knowledge and judgement of current events and actions, actual results may ultimately differ from those estimates and assumptions.

The principal accounting policies and methods of computation used by the Group in the preparation of the consolidated financial statements for the year ended 31 December 2015 are consistent with those adopted in the consolidated financial statements for the period ended from 1 October 2013 to 31 December 2014, except for the adoption of the new and revised HKFRSs as explained in note 2.2 below.

2.2 Application of new and revised HKFRSs

The Group has adopted the following new and revised HKFRSs for the first time for the current year's consolidated financial statements.

HKAS 32 Amendments	Offsetting Financial Assets and Financial Liabilities
HKAS 39 Amendments	Novation of Derivatives and Continuation of Hedge Accounting
HKFRS 10, HKFRS 12 and HKAS 27 (2011) Amendments	Investment Entities
HK (IFRIC) – Int 21	Levies
HKAS 19 (2011) Amendments	Defined Benefit Plans: Employee Contributions
Amendments to HKFRSs	Annual Improvements to HKFRSs 2010–2012 Cycle
Amendments to HKFRSs	Annual Improvements to HKFRSs 2011–2013 Cycle

Except for those impacts described below, the adoption of the above revised standards and interpretation has had no significant effect on these consolidated financial statements.

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES *(continued)*

2.2 Application of new and revised HKFRSs *(continued)*

Annual Improvements to HKFRSs 2011–2013 Cycle

HKAS 16 Property, Plant and Equipment and HKAS 38 Intangible Assets: Clarifies that an asset revaluation can be performed in one of the following ways:

(i) adjusting the gross carrying amount of the asset to market value; or

(ii) determining the market value of the carrying amount and adjusting the gross carrying amount proportionately so that the resulting carrying amount equals the market value.

In addition, it clarifies that the accumulated depreciation or amortisation is the difference between the gross carrying amount and the carrying amount of the asset.

In addition, the Company has adopted the amendments to the Listing Rules issued by the Stock Exchange relating to the disclosure of financial information with reference to the Hong Kong Companies Ordinance (Cap. 622), during the current financial year. The main impact to these consolidated financial statements is on the presentation and disclosure of certain information in these consolidated financial statements.

2.3 New and revised HKFRSs not yet adopted

The Group has not applied the following new and revised HKFRSs, which have been issued but are not yet effective, in these consolidated financial statements:

		Effective for annual reporting periods beginning on or after
HKAS 1 Amendments	Disclosure Initiatives	1 January 2016
HKAS 16 and HKAS 38 Amendments	Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
HKAS 16 and HKAS 41 Amendments	Agriculture: Bearer Plants	1 January 2016
HKAS 27 (2011) Amendments	Equity Method in Separate Financial Statements	1 January 2016
HKFRS 10 and HKAS 28 (2011) Amendments	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined*
HKFRS 10, HKFRS 12 and HKAS 28 (2011) Amendments	Investment Entities: Applying the Consolidation Exception	1 January 2016
HKFRS 11 Amendments	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES *(continued)*

2.3 New and revised HKFRSs not yet adopted *(continued)*

		Effective for annual reporting periods beginning on or after
HKFRS 14**	Regulatory Deferral Accounts	1 January 2016
Amendments to HKFRSs	Annual Improvements to HKFRSs 2012–2014 Cycle	1 January 2016
HKFRS 9 (2014)	Financial Instruments	1 January 2018
HKFRS 15	Revenue from Contracts with Customers	1 January 2018

* On 6 January 2016, the HKICPA issued "Effective Date of Amendments to HKFRS 10 and HKAS 28", following the International Accounting Standards Board's equivalent amendments. This update defers/removes the effective date of the amendments in "Sale or Contribution of Assets between an Investor or its Associate or Joint Venture" that the HKICPA issued on 7 October 2014. Early application of these amendments continues to be permitted.

** HKFRS 14 applies to first annual HKFRS financial statements for a period beginning on or after 1 January 2016 and therefore is not applicable to the Group.

The Group has already commenced an assessment of the related impact of adopting the above new and revised HKFRSs. So far, it has concluded that the above new and revised HKFRSs will be adopted at the respective effective dates and the adoption of them is unlikely to have a significant impact on the consolidated financial statements of the Group except for the following:

HKFRS 9 *Financial Instruments*

In September 2014, the HKICPA issued the final version of HKFRS 9, bringing together all phases of the financial instruments project to replace HKAS 39 and all previous versions of HKFRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. The Group expects to adopt HKFRS 9 from 1 January 2018. The Group expects that the adoption of HKFRS 9 will have an impact on the classification and measurement of the Group's financial assets. Further information about the impact will be available nearer the implementation date of the standard.

HKFRS 15 *Revenue from Contracts with Customers*

HKFRS 15 establishes a new five-step model that will apply to revenue arising from contracts with customers. Under HKFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in HKFRS 15 provide a more structured approach for measuring and recognising revenue. The standard also introduces extensive qualitative and quantitative disclosure requirements, including disaggregation of total revenue, information about performance obligations, changes in contract asset and liability account balances between periods and key judgements and estimates. The standard will supersede all current revenue recognition requirements under HKFRSs. The Group expects to adopt HKFRS 15 on 1 January 2018 and is currently assessing the impact of HKFRS 15 upon adoption.

3. OPERATING SEGMENT INFORMATION

For management purpose, the Group is organised into business units based on their products and has four reportable operating segments as follows:

Continuing operations

(a) the pre-stressed steel bars (the "PC steel bar") consists of the manufacture and sale of PC steel bars;

(b) the pre-stressed high-strength concrete piles (the "PHC piles") and others consists of the manufacture and sale of PHC the piles, ready mixed concrete, sand-lime bricks, aerated concrete products and eco-concrete products;

Discontinued operations

(c) the electronic components and parts segment consists of the design, development, manufacture and sale of electronic components and parts; and

(d) the consumer electronic products segment consists of the design, development, manufacture and sale of consumer electronic products.

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on reporting segment profit/loss, which is a measure of adjusted profit/loss before tax. The adjusted profit/loss before tax is measured consistently with the Group's profit/loss before tax except that unallocated head office and corporate expenses, share of results of a joint venture, bank and other interest income, other income, other gains and losses, finance costs are excluded from such measurement. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and performance assessment.

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments.

Segment assets exclude goodwill, available-for-sale financial assets, deferred tax assets, financial assets at fair value through profit or loss (the "FVTPL"), restricted bank deposits, pledged bank deposits, cash and cash equivalents and unallocated head office and corporate assets as these assets are managed on a group basis. Assets used jointly by reportable segments are allocated on the basis of the revenues earned by individual reportable segments.

Segment liabilities exclude promissory note, other payable, tax payable, deferred tax liabilities, interest-bearing borrowings and unallocated head office and corporate liabilities, as these liabilities are managed on a group basis. Liabilities for which reportable segments are jointly liable are allocated in proportion to segment assets.

3. OPERATING SEGMENT INFORMATION *(continued)*

(a) *Segment results, segment assets and liabilities*

For the year ended 31 December 2015	Continuing operations PC steel bar HK$'000	Continuing operations PHC piles and others HK$'000	Continuing operations Sub-total HK$'000	Discontinued operations Electronic components and parts HK$'000	Discontinued operations Consumer electronic products HK$'000	Discontinued operations Sub-total HK$'000	Total HK$'000
Segment revenue							
Revenue	17,185	329,875	347,060	27,736	28,551	56,287	403,347
Elimination	(3,534)	–	(3,534)	–	–	–	(3,534)
Revenue from external customer	13,651	329,875	343,526	27,736	28,551	56,287	399,813
Reportable segment (loss)/profit from operations	(115,917)	41,009	(74,908)	(9,975)	(8,183)	(18,158)	(93,066)
Reconciliation:							
Bank and other interest income			13			1	14
Other income, other gains and losses			(57,830)			2,570	(55,260)
Finance costs			(9,736)			(1,840)	(11,576)
Unallocated head office and corporate expenses			(24,149)			(5)	(24,154)
Loss before tax			(166,610)			(17,432)	(184,042)
As at 31 December 2015							
Segment assets	19,325	311,294	330,619	–	–	–	–
Segment liabilities	27,603	55,055	82,658	–	–	–	–

	Continuing operations PC steel bar HK$'000	Continuing operations PHC piles and others HK$'000	Continuing operations Corporate/ unallocated HK$'000	Continuing operations Sub-total HK$'000	Discontinued operations Electronic components and parts HK$'000	Discontinued operations Consumer electronic products HK$'000	Discontinued operations Sub-total HK$'000	Total HK$'000
Other segment information:								
Capital expenditure*	(30)	(409)	(2,319)	(2,758)	(663)	(501)	(1,164)	(3,922)
Depreciation	(5,479)	(18,920)	(175)	(24,574)	(3,148)	(2,356)	(5,504)	(30,078)
Provision for impairment of property, plant and equipment	(6,124)	(956)	–	(7,080)	–	–	–	(7,080)
Write off of property, plant and equipment	(121)	(3)	–	(124)	–	–	–	(124)
Amortisation of prepaid land lease payments	(267)	(594)	–	(861)	(101)	(70)	(171)	(1,032)
Amortisation of intangible asset	–	(45)	–	(45)	–	–	–	(45)
Write down of inventories to net realisable value	(2,476)	(723)	–	(3,199)	(596)	–	(596)	(3,795)
Provision for impairment of trade receivables	(7,988)	(7,512)	–	(15,500)	(589)	(447)	(1,036)	(16,536)
Reversal of impairment of trade receivables	4,007	4,185	–	8,192	53	–	53	8,245
Write off of trade receivables	(1,218)	–	–	(1,218)	(245)	(186)	(431)	(1,649)
Provision for impairment of other receivables	(67,614)	(556)	–	(68,170)	–	–	–	(68,170)
Reversal of impairment of other receivables	296	763	–	1,059	–	–	–	1,059

3. OPERATING SEGMENT INFORMATION *(continued)*

(a) *Segment results, segment assets and liabilities (continued)*

For the 15 months ended 31 December 2014	Continuing operations			Discontinued operations			
	PC steel bar *HK$'000*	PHC piles and others *HK$'000*	Sub-total *HK$'000*	Electronic components and parts *HK$'000*	Consumer electronic products *HK$'000*	Sub-total *HK$'000*	Total *HK$'000*
Segment revenue							
Revenue	69,967	243,943	313,910	344,012	425,934	769,946	1,083,856
Elimination	(8,862)	–	(8,862)	–	–	–	(8,862)
Revenue from external customer	61,105	243,943	305,048	344,012	425,934	769,946	1,074,994
Reportable segment (loss)/profit from operations	(59,397)	31,094	(28,303)	(138,197)	(159,250)	(297,447)	(325,750)
Reconciliation:							
Bank and other interest income			141			3,206	3,347
Other income, other gains and losses			73			27,552	27,625
Finance costs			(20,682)			(37,150)	(57,832)
Share of loss of a joint venture			–			(798)	(798)
Unallocated head office and corporate expenses			(22,533)			(882)	(23,415)
Loss before tax			(71,304)			(305,519)	(376,823)
As at 31 December 2014							
Segment assets	157,216	396,231	553,447	324,517	375,519	700,036	1,253,483
Segment liabilities	131,584	230,542	362,126	120,968	153,274	274,242	636,368

	Continuing operations				Discontinued operations			
	PC steel bar *HK$'000*	PHC piles and others *HK$'000*	Corporate/ unallocated *HK$'000*	Sub-total *HK$'000*	Electronic components *HK$'000*	Consumer electronic products *HK$'000*	Sub-total *HK$'000*	Total *HK$'000*
Other segment information:								
Capital expenditure*	(82)	(159)	–	(241)	(10,864)	(12,183)	(23,047)	(23,288)
Depreciation	(1,015)	(14,190)	–	(15,205)	(45,057)	(51,001)	(96,058)	(111,263)
Amortisation of prepaid land lease payments	(180)	(401)	–	(581)	(1,156)	(1,296)	(2,452)	(3,033)
Amortisation of intangible asset	–	(31)	–	(31)	–	–	–	(31)
Gain on disposal on property, plant and equipment	–	–	–	–	3,506	3,928	7,434	7,434
Loss on written off of property, plant and equipment	–	–	–	–	(929)	(1,041)	(1,970)	(1,970)
Provision for impairment of goodwill	–	–	(42,902)	(42,902)	–	–	–	(42,902)
Write down of inventories to net realisable value	(768)	–	–	(768)	(17,460)	(19,562)	(37,022)	(37,790)
Reversal of write down of inventories	–	–	–	–	13,591	15,227	28,818	28,818
Provision for impairment of trade receivables	(18,259)	(2,192)	–	(20,451)	(16,167)	(18,056)	(34,223)	(54,674)
Reversal of impairment of trade receivables	–	–	–	–	5,804	6,516	12,320	12,320
Provision for impairment of other receivables	–	(18)	–	(18)	(3,440)	(3,854)	(7,294)	(7,312)

Capital expenditure consists of additions to property, plant and equipment

3. **OPERATING SEGMENT INFORMATION** *(continued)*

(b) Geographical information

The geographical location of revenue information is based on the locations of customers at which the goods delivered.

(i) Revenue from external customers

	Continuing operations		**Discontinued operations**	
	Year ended 31 December 2015	Fifteen months ended 31 December 2014	**Year ended 31 December 2015**	Fifteen months ended 31 December 2014
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong	**–**	–	**670**	28,964
The PRC (excluding Hong Kong)	**343,526**	305,048	**43,123**	81,077
Other Asian countries*	**–**	–	**1,973**	141,643
American countries**	**–**	–	**9,519**	467,574
European countries***	**–**	–	**310**	34,179
African countries****	**–**	–	**692**	16,509
Consolidated	**343,526**	305,048	**56,287**	769,946

* Other Asian countries principally included Indonesia, Japan, Korea, Taiwan and Pakistan.

** American countries principally included the United States, Chile, Peru, Argentina, Mexico and Brazil.

*** European countries principally included Poland, Spain, France, Germany and England.

**** African countries principally included Lagos, Nigeria, Kenya and Egypt.

The Group's non-current assets are located in the PRC.

(c) Information about a major customer

During the year, one customer has contributed 10% or more of the Group's total revenue from continuing operations (fifteen months ended 31 December 2014: Nil). This revenue is attributable to PHC piles and others segment.

4. OTHER GAINS AND LOSSES, NET

An analysis of the Group's other gains and losses, net from continuing operations is as follows:

	Year ended 31 December 2015	Fifteen months ended 31 December 2014
	HK$'000	*HK$'000*
Exchange difference, net	**(1,695)**	–
Fair value change of other payable	**–**	8,943
Fair value change of contingent consideration	**(29,757)**	(8,615)
Gain on extinguishment of promissory note	**2,490**	–
Loss on extinguishment of other payable	**(19,575)**	–
Net gain/(loss) arising on available-for-sale financial assets – listed equity securities in Hong Kong	**2,685**	(255)
Net loss arising on financial asset designated as at FVTPL	**(877)**	–
Provision for impairment loss of trade receivables, net	**(7,308)**	(20,451)
Provision for impairment loss of prepayments, deposits and other receivables, net	**(67,111)**	(18)
Provision for impairment loss of property, plant and equipment	**(7,080)**	–
Provision for impairment loss of goodwill	**–**	(42,902)
Provision for impairment loss of contingent consideration *(Note 10)*	**(13,695)**	–
Revaluation deficit of property, plant and equipment	**(3,560)**	–
Write down of inventories to net realisable value	**(3,199)**	(768)
Write off of property, plant and equipment	**(124)**	–
Write off of trade receivables	**(1,218)**	–
Others	**(1,768)**	–
	(151,792)	(64,066)

5. LOSS BEFORE TAX

The Group's loss before tax from continuing operations is arrived at after charging/(crediting):

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Auditor's remuneration:		
Audit fee	**1,100**	1,500
Non-audit services	**–**	1,700
	1,100	3,200
Amortisation of prepaid land lease payments*	**861**	581
Amortisation of intangible asset#	**45**	31
Cost of inventories sold*	**216,014**	231,999
Minimum lease payments under operating leases in respect of land and buildings	**1,645**	121
Employee benefit expenses (including directors' and chief executive's remuneration):		
Wages and salaries	**29,490**	26,127
Pension scheme contributions^	**3,926**	5,929
Reversal of provision for long service payment, net	**(184)**	(32)
Equity-settled share option expenses	**–**	1,619
	33,232	33,643

* *These items are included in "cost of sales" in the consolidated income statement.*

\# *This item is included in "administrative expenses" in the consolidated income statement.*

^ *As at 31 December 2015, the Group had no forfeited contribution available to reduce its contributions to pension scheme in future years (31 December 2014: Nil).*

6. INCOME TAX EXPENSES

No provision for Hong Kong profits tax had been made during the period (fifteen months ended 31 December 2014: Nil) as the Group did not generate any assessable profits arising in Hong Kong. Subsidiaries established in the PRC are subject to the PRC enterprise income tax at the standard rate of 25% (fifteen months ended 31 December 2014: 25%).

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Current tax – PRC Enterprise Income Tax		
– Current tax for the year/period	**10,506**	8,586
– Under-provision/(over-provision) in prior years	**422**	(234)
	10,928	8,352
Deferred tax	**(1,603)**	(712)
	9,325	7,640

7. DISCONTINUED OPERATIONS

On 17 November 2014, the Group entered into a sale and purchase agreement with Feng Hao Holdings Limited (the "Purchaser"), pursuant to which, the Group agrees to dispose of its 100% entire interests in Sunway International (BVI) Holdings Limited and Sunway International Investment Holdings Limited and its subsidiaries at a consideration of HK$180,000,000. On 15 December 2014, the Group and the Purchaser have agreed to enter into the supplemental Agreement to increase the consideration to HK$300,000,000. The Disposal Group was engaged in the design, development, manufacture and sale of a wide range of electronics and related components and parts and consumer electronic products in the PRC. The disposal of the Disposal Group was completed on 30 January 2015. As at 31 December 2014, the Disposal Group were classified as a disposal group held-for-sale whereas the financial performance of the Disposal Group for the year ended 31 December 2015 and fifteen months ended 31 December 2014 were presented as a discontinued operations.

Analysis of the result of discontinued operations, and the result of the Disposal Group, is as follows:

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Revenue	**56,287**	769,946
Expenses	**(73,719)**	(1,075,465)
Loss before tax	**(17,432)**	(305,519)
Income tax expenses	**(756)**	(4,853)
Loss after tax of discontinued operations	**(18,188)**	(310,372)
Gain on disposal of subsidiaries	**502,261**	–
Profit/(loss) for the year/period from discontinued operations	**484,073**	(310,372)

8. DIVIDENDS

No dividend was paid or proposed during the year, nor has any dividend been proposed since the end of the reporting period (fifteen months ended 31 December 2014: Nil).

9. EARNINGS (LOSS) PER SHARE

Basic

Basic earnings (loss) per share is calculated by dividing the profit/(loss) attributable to owners of the Company by the weighted average number of ordinary shares in issue throughout the year/period.

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Profit/(loss):		
Profit/(loss) for the year/period attributable to owners of the Company used in the basic earnings (loss) per share calculation:		
– continuing operations	**(186,068)**	(84,033)
– discontinued operations	**484,073**	(310,372)
	298,005	(394,405)
	'000	*'000* Restated
Number of shares:		
Weighted average number of ordinary shares for the purpose of calculating basis earnings (loss) per share	**1,658,150**	1,198,583

For the year ended 31 December 2015 and the fifteen months ended 31 December 2014, no adjustment has been made to the basic earnings (loss) per share amounts presented, as the conversion of the Company's outstanding convertible notes and exercise of outstanding share options had an anti-dilutive effect on the basic earnings (loss) per share from continuing operations.

The basic earnings (loss) per share for the year ended 31 December 2015 and the fifteen months ended 31 December 2014 have been adjusted to reflect the placing of shares during the current year.

10. AVAILABLE-FOR-SALE FINANCIAL ASSETS

	2015	2014
	HK$'000	*HK$'000*
Listed equity securities in Hong Kong, at fair value	**–**	1,037
Contingent consideration *(note)*	**13,695**	43,452
Less: Provision for impairment of contingent consideration	**(13,695)**	–
	–	44,489

On 3 October 2013, the Company entered into a sale and purchase agreement (the "SPA") with a vendor, Mr. Xiao Guang Kevin (the "Vendor"), and a guarantor, Mr. Wang Zhining (collectively the "Guarantors"), and for the acquisition of 100% equity interest of Joint Expert Global Limited and its subsidiaries (collectively referred to as the "Target Group"). Pursuant to the SPA, the Guarantors guaranteed to the Company that the net profit of Target Group as shown in the audited consolidated financial statements of Target Group for the financial years ending 31 December 2014, 2015 and 2016 with the net profit shall not be less than RMB30 million (the "Guaranteed Profit"). If the Guaranteed Profit could not be achieved, the Company could receive the deficient amount, which is equal to the difference between the Guaranteed Profit and the audited after-tax net profit, in cash.

The convertible notes with a principal amount of HK$100 million were pledged by the Vendor to the Company as collateral for performance of profit guarantee. In the event that the Guarantors default in paying the deficient amount, the Group has the right to deduct the deficient amount from the pledged convertible notes.

The Target Group generated a net profit of HK$27,529,000 (equivalent to RMB21,831,000) and suffered a net loss of HK$89,753,000 (equivalent to RMB72,091,000) for the years ended 31 December 2014 and 2015 respectively. As a result, the Group is entitled to receive a compensation of an aggregate amount of HK$132,198,000 (equivalent to RMB110,260,000) (the "Compensation") from the Guarantors. However, the Guarantors did not honour the obligation of profit guarantee up to the date of this announcement. During the year, the Company had filed a legal proceeding against the Guarantors for rescinding the acquisition of the Target Group. Up to the date of this announcement, no conclusion in relation to the litigation has been reached. Notwithstanding, the Group hold the convertible notes of the Company as collateral over the Compensation. The directors of the Company are of the opinion that the legal dispute with the Guarantors indicate there are uncertainties as to the recoverability of the Compensation and contingent consideration. Therefore, the Group did not recognise the Compensation. The contingent consideration was also fully impaired and the impairment loss of HK$13,695,000 was charged to consolidated income statement for the year ended 31 December 2015.

11. TRADE AND BILL RECEIVABLES

The Group's trading terms with its customers are mainly on credit except for new customers, where payment in advance is normally required. The credit period is generally for a period of one to three (2014: one to three) months from the date of billing, except for certain well-established customers, where the terms are extended to six months. The Group seeks to maintain strict control over its receivables to minimise credit risk. Trade receivables are non-interest-bearing.

	2015	2014
	HK$'000	*HK$'000*
Trade receivables, gross	**157,808**	193,874
Less: provision for impairment	**(32,878)**	(27,322)
Trade receivables, net	**124,930**	166,552
Bill receivables	**–**	5,044
	124,930	171,596

11. TRADE AND BILL RECEIVABLES *(continued)*

Ageing analysis

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of provision, is as follows:

	2015	2014
	HK$'000	*HK$'000*
Within 3 months	**56,028**	111,978
4 to 6 months	**30,398**	26,053
Over 6 months	**38,504**	28,521
	124,930	166,552

12. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	2015	2014
	HK$'000	*HK$'000*
Prepayments	**86,997**	78,786
Deposits paid	**2,222**	5,917
Other receivables	**20,349**	58,371
Less: Provision for impairment	**(74,212)**	(10,402)
	35,356	132,672

The movement in provision for impairment on prepayments, deposits and other receivables is as follows:

	Year ended 31 December 2015	Fifteen months ended 31 December 2014
	HK$'000	*HK$'000*
Balance at beginning of the year/period	**10,402**	9,244
Addition upon business combination	**–**	10,384
Impairment losses recognised *(note)*	**68,170**	7,312
Impairment losses reversed	**(1,059)**	–
Classified as asset held-for-sale	**–**	(16,538)
Exchange realignment	**(3,301)**	–
Balance at end of the year/period	**74,212**	10,402

12. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES *(continued)*

Note:

As at 31 December 2015, the Group's other receivables with a carrying amount before provision of HK$11,032,000 (31 December 2014: HK$7,312,000) were individually determined to be fully impaired. The individually impaired receivables related to debtors that were in financial difficulties and overdue for more than one year and management assessed that the recovery of these receivables is in doubt.

In addition, during the year ended 31 December 2015, the Group appointed an independent professional advisor to perform an investigation on certain prepayments, deposits and other receivables of a subsidiary of the Group. Based on the findings of the investigation, certain prepayments may involve the possible commercial crime committed by two former directors of a subsidiary of the Group and management assessed the recovery of these receivables is in doubt. The Company had filed a report to Zhuhai Public Security Bureau against the two former directors of a subsidiary of the Group. As at 31 December 2015, certain prepayments, deposits and other receivables with a carrying amount before provision of HK$57,138,000 were individually determined to be fully impaired.

13. TRADE AND BILL PAYABLES

	2015	2014
	HK$'000	*HK$'000*
Trade payables	**37,517**	68,768
Bill payables	**6,548**	36,063
	44,065	104,831

An ageing analysis of trade payables as at the end of the reporting period, based on invoice date, is as follows:

	2015	2014
	HK$'000	*HK$'000*
Within 3 months	**15,949**	43,461
4 to 6 months	**9,985**	7,993
7 to 12 months	**7,249**	9,044
Over 1 year	**4,334**	8,270
	37,517	68,768

The trade payables are non-interest bearing and the average credit terms received from suppliers of the Group is 30 days (2014: 30 days). The Group has finance risk management policies in place to ensure that all payable are paid within the credit timeframe.

14. OTHER PAYABLE

On 2 May 2014, the Company issued HK$150,000,000 post-dated cheque in connection with the acquisition of the Target Group. The post-dated cheque would be matured on 2 November 2015. At the issued date, the fair value of post-dated cheque was HK$129,258,000 by applying the discounted cash flow at a discount rate of 10.40%. On 2 December 2014, the Company extended the maturity date of the post-dated cheque to 30 June 2016 and reassessed the fair value. The fair value change of HK$8,943,000 was recognised as other gains and losses in the consolidated income statement for the fifteen months ended 31 December 2014.

During the year ended 31 December 2015, the Company early settled the other payable of HK$150,000,000 and the loss on extinguishment of other payable of HK$19,575,000 was recognised as other gains and losses in the consolidated income statement.

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Balance at beginning of the year/period	**129,089**	–
Arising on business combination	**–**	129,258
Charged/(credited) to consolidated income statement:		
– imputed interest expenses	**1,336**	8,774
– fair value change	**–**	(8,943)
– loss on extinguishment	**19,575**	–
Repayment	**(150,000)**	–
Balance at end of the year/period	**–**	129,089

15. PROMISSORY NOTE

On 2 May 2014, the Company issued HK$100,000,000 promissory note in connection with the acquisition of the Target Group. The promissory note will be matured on 2 May 2017. The promissory note carried zero interest rate per annum. The Company may, at its option, make early repayment before the maturity date without penalty.

During the year ended 31 December 2015, the Company early settled the promissory note at a consideration of HK$77,000,000 and the gain on extinguishment of promissory note of HK$2,490,000 was recognised as other gains and losses in the consolidated income statement.

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Balance at beginning of the year/period	**78,559**	–
Arising on business combination	**–**	73,325
Charged/(credited) to consolidated income statement:		
– imputed interest expenses	**931**	5,234
– gain on extinguishment	**(2,490)**	–
Repayment	**(77,000)**	–
Balance at end of the year/period	**–**	78,559

16. CONVERTIBLE NOTES

On 2 May 2014, the Company issued the convertible notes with an aggregate principal amount of HK$300,000,000 in connection with the acquisition of the Target Group. The convertible notes carried zero interest rate per annum and will be matured on 28 April 2017.

The convertible note holders are entitled to convert the convertible notes into ordinary shares of the Company at an initial conversion price of HK$0.3 per conversion share (subject to the normal adjustments pursuant to the terms and conditions of the convertible notes) at any time during the period commencing from the date of issuance of the convertible notes to the maturity date. On maturity date, any convertible notes not being redeemed or converted shall be automatically converted into conversion shares at the conversion price subject to compliance with the listing rules. The Company has the right to early redeem the convertible notes before the maturity date.

During the fifteen months ended 31 December 2014, the convertible notes of the Company with an aggregate principal amount of HK$120,000,000 were converted into the ordinary shares.

During the year ended 31 December 2015, the Company redeemed the convertible notes with an aggregate principal amount of HK$50,000,000 at a consideration of HK$35,000,000.

As at 31 December 2015, the convertible notes of the Company with an aggregate principal amount of HK$130,000,000 (2014: HK$180,000,000) were still outstanding.

As at 31 December 2014 and 2015, the convertible notes of the Company with an aggregate principal amount of HK$100,000,000 (with a carrying amount of HK$41,998,000) were pledged by the Vendor of the Company as collateral for the performance of profit guarantee as disclosed in note 10.

The movement in the equity component of the convertible notes is as follows:

	Year ended 31 December 2015 *HK$'000*	Fifteen months ended 31 December 2014 *HK$'000*
Balance at beginning of the year/period	**75,595**	–
At date of issuance	**–**	125,992
Conversion of convertible notes into ordinary shares		
– Transfer to share capital	**–**	(40,000)
– Transfer to share premium	**–**	(10,397)
Redemption	**(20,998)**	–
Balance at end of the year/period	**54,597**	75,595

MANAGEMENT DISCUSSION AND ANALYSIS

REVIEW OF RESULTS AND OPERATIONS

CONTINUING OPERATIONS

Continuing operations of the Company represent the pre-stressed high-strength concrete piles and others businesses (the "PHC Pile and Others Businesses") and the pre-stressed steel bars business (the "PC Steel Bar Business") (collectively, the "Construction Materials Businesses"), which were acquired by the Group on 2 May 2014. The comparative figures for profit and loss items of the continuing operations represented a financial period of fifteen months from 1 October 2013 to 31 December 2014 (the "Last Financial Period").

PHC Pile and Others Businesses

PHC Pile and Others Businesses are operated by a subsidiary of the Company, 廣東恆佳建材股份有限公司 (Guangdong Hengjia Construction Materials Co., Ltd) and its production factory is situated in Yangjiang City, Guangdong Province, the PRC.

Revenue from the PHC Pile and Others Businesses represented sales of pre-stressed high strength concrete pile, ready-mixed concrete and bricks which contributed approximately 19%, 68% and 13%, (Last Financial Period: approximately 43%, 42% and 15%) respectively to the revenue of PHC Pile and Others Businesses. The total revenue from the continuing operations for the year ended 31 December 2015 ("FY2015") was mainly generated from the PHC Pile and Others Businesses. Revenue for FY2015 was HK$329,875,000 compared with HK$243,943,000 reported in the Last Financial Period, which contributed approximately 96% and 80% of the total revenue of the continuing operations for FY2015 and the Last Financial Period respectively.

Pre-stressed high strength concrete pile is a major material used in beginning stage of construction. Tighten credit measures in the PRC gave pressure to developers and investors in investing new property projects, hence, its demand dropped. Ready-mixed concrete can be wide applied to different construction stages and sectors. Benefit from the Guangdong province's development and improvement of transportation network policy, sales of ready-mixed concrete was boosted up.

The operations of the PHC Pile and Others Businesses for FY2015 remained stable with segment profit for FY2015 of HK$41,009,000 as compared with HK$31,094,000 for the Last Financial Period.

PC Steel Bar Business

PC Steel Bar Business is operated by a subsidiary of the Company, Zhuhai Hoston Special Materials Co., Ltd. ("Zhuhai Hoston") and its production factory is situated in Zhuhai City, Guangdong Province, the PRC (the "Zhuhai Factory").

Revenue from PC Steel Bar Business represents sales of pre-stressed steel bars. Revenue from the PC Steel Bar Business was significantly worsened from HK$61,105,000 reported in the Last Financial Period to HK$17,185,000 in FY2015, due to the business interruption in its production operation as a result of the litigations claims initiated by banks and suppliers against a subsidiary of the Group as disclosed in the Annual Report 2014 and the Company's announcement dated 14 May 2015, 5 June 2015 and 6 August 2015, 14 October 2015 and 7 January 2016 and the non-recoverable prepayments and other receivables ("Non-recoverable Prepayments") in an aggregate amount of HK$57,138,000 which may involve possible commercial crimes committed by the two former directors of Zhuhai Hoston ("the "Former Directors"). The Non-recoverable Prepayments represented (i) HK$43,445,000 (as disclosed in the 2014 annual report of the Company, partially offset by the receipt of inventories of HK$5,340,000) (with value-added tax) during the year ended 31 December 2015 and (ii) an additional prepayments of HK$19,033,000 for the purchase of inventories which the Group had no record to indicate the receipt and existence of these inventories up to the date of this announcement.

As disclosed in the interim report of the Company for the six months ended 30 June 2015 and the announcement of the Company dated 14 October 2015, Zhuhai Hoston had filed a report to Zhuhai Public Security Bureau (the "Bureau") against the Former Directors on 30 July 2015 in respect of the possible commercial crimes ("Reported Case") and the Bureau has accepted the Reported Case and will conduct a formal investigation against one of the Former Directors to start with. The Bureau's investigation is in progress and the Board will update the Shareholders and potential investors with respect to any further developments concerning the Reported Case as and when appropriate.

In addition, as previously announced, in view of the present underutilisation of the production capacity of the Zhuhai Factory as a result of the abovementioned business interruption, the Board decided to suspend the operation of the Zhuhai Factory from 1 January 2016 until further notice.

Segment loss for FY2015 increased from HK$59,397,000 for the Last Financial Period to HK$115,917,000 for FY2015, principally due to (i) the significant drop in revenue; (ii) the net provision for impairment loss of prepayment, deposits and other receivables (including the Non-recoverable prepayments) of HK$67,318,000; and (iii) the provision for impairment loss of property, plant and equipment of HK$6,124,000 as a result of the suspension of the operation of the Zhuhai Factory.

The Directors expected that there will not be any further substantial adverse impact on the overall operations of the Group. Notwithstanding the suspension of operation of the Zhuhai Factory, the remaining business activities of the Group have been conducted as usual.

Other gains and losses, net

Other gains and losses, net for FY2015 mainly consisted of the net provision for impairment of prepayments, deposits and other receivables of HK$67,111,000, decrease in fair value of contingent consideration of HK$29,757,000, loss on extinguishment of promissory note of HK$19,575,000, provision for impairment loss of contingent consideration of HK$13,695,000 and net provision for impairment loss of trade receivables of HK$7,308,000.

Other expenses

Other expenses for FY2015 mainly represented late penalty charges to suppliers and the PRC government levies of HK$6,182,000.

Selling and distribution expenses

Selling and distribution expenses for FY2015 mainly comprised of transportation costs of HK$23,397,000 and salaries for the sale-persons of HK$2,908,000. It increased in line with the increase in sales of ready-mixed concrete which required special equipment for delivery with higher delivery costs.

Administrative expenses

Administrative expenses for FY 2015 mainly comprised of staff costs of $10,310,000, directors' remuneration of HK$5,670,000 and legal and professional fees of HK$6,736,000, depreciation and amortisation of HK$$3,347,000 and entertainment of HK$3,017,000. Taking into account the Construction Materials Businesses was acquired on 2 May 2014, the administrative expenses for FY2015 were fairly consistent as compare with the Last Financial Period.

Finance costs

Finance costs for FY2015 were interest expenses for the bank borrowings of HK$7,470,000 and imputed interest expenses on other payable and promissory note of HK$2,267,000. Decrease in finance costs was mainly due to the settlement of the other payable and promissory note in early 2015.

DISCONTINUED OPERATIONS

As disclosed in the note 7, the disposal of the Electronic Business was completed and its operations were discontinued on 30 January 2015. Profit for the year from discontinued operations of HK$484,073,000 represented a gain on disposal of subsidiaries of HK$502,261,000 and partially offset by the loss attributable to discontinued operations of HK$18,188,000 for the period from 1 January 2015 to 30 January 2015. The gain on disposal of subsidiaries was arising from the total consideration satisfied by cash of HK$300,000,000, net of the disposal of net liabilities of HK$316,521,000, waiver of receivable of HK$363,973,000 from the Disposal Group and release of exchange fluctuation reserve of HK$249,713,000.

LIQUIDITY AND FINANCIAL RESOURCES

The Group normally finances its operations with internally generated cash flow and banking facilities provided by its principal bankers in both Hong Kong and the PRC. As at 31 December 2015, the total shareholders' equity of the Group was HK$307,900,000, representing an increase of approximately 64% over Last Financial Period. As at 31 December 2015, the Group's cash and cash equivalents and pledged time deposits stood at HK$24,115,000 whereas interest-bearing borrowings were HK$45,671,000. During the year, the Group did not use any financial instruments for any hedging purposes. The gearing ratio, which was computed by dividing the current liabilities and long term liabilities by shareholders' equity, was approximately 47% as at 31 December 2015.

SIGNIFICANT INVESTMENTS AND ACQUISITION

A sale and purchase agreement dated 10 December 2015 was entered into amongst the Top Margin Group Limited, a wholly owned subsidiary of the Company, as the purchaser, Ark One (Cayman) Limited as the vendor and Mr. Lee Kar Ming Kenneth (the sole shareholder of the Ark One (Cayman) Limited) as the guarantor in relation to the sale and purchase of the entire issued share capital of Ark One Limited (the "Ark One") at a consideration of HK$5,000,000 plus the balance remaining in the bank account of Ark One as at the completion date as shown in the accounts of Ark One. Ark One is a company principally engaged in Type 9 regulated activities (asset management) under the Hong Kong Securities and Futures Ordinance ("SFO"). As at the date of this announcement, the acquisition has not been completed.

The Group has no other significant investment and acquisition during the year.

CAPITAL STRUCTURE

No repurchases of shares were made during the year. On 2 November 2009, the Company granted options to certain directors and employees of the Group to subscribe for a total of 90,600,000 ordinary shares of HK$0.1 per share each on or before 1 November 2019. 30,500,000 share options were lapsed and 20,500,000 share options were exercised during the year. As at 31 December 2015, the number of shares in respect of which options had been granted and exercisable was Nil.

On 28 July 2015, an aggregate of 290,960,000 the placing shares have been successfully placed by the placing agent to not less than six placees at the placing price of HK$0.335 per placing share pursuant to the terms and conditions of the placing agreement. Accordingly, the Company issued 290,960,000 ordinary shares to the placees. As at 31 December 2015, the number of ordinary shares issued was 1,745,761,299.

During the year, the convertible notes with an aggregate principal amount of HK$50,000,000 were redeemed. As at 31 December 2015, the Company had convertible notes with principal amount of HK$130,000,000 which entitling the noteholders thereof to convert into 433,333,333 Shares. Based on the opinions obtained from the legal adviser of the Company, in view of the on-going legal proceedings mentioned under the paragraph headed "Litigation" and, according to the monthly returns of the Company since the beginning of January 2016, the Company maintains the position that all remaining convertible notes of the Company are void and are not capable of converting into shares.

PLEDGE OF ASSETS

The Group's certain leasehold land and buildings of HK$56,225,000, certain prepaid land lease payments of HK$22,075,000, certain plant and machinery of HK$9,905,000, and bank deposits of HK$1,313,000, are used to secure banking facilities for the Group.

EMPLOYEES AND REMUNERATION POLICIES

As at 31 December 2015, the Group has approximately 400 full time management, administrative, technical and production staff in the PRC and Hong Kong. Their remuneration, promotion and salary review are assessed based on job responsibilities, work performance, professional experiences and the prevailing industry practice. The Group's Directors and employees in Hong Kong joined the Mandatory Provident Fund Scheme. Other staff benefit includes share options granted or to be granted under the share option scheme.

FOREIGN EXCHANGE AND CURRENCY RISKS

The Group's monetary assets, liabilities and transactions are principally denominated in Renminbi ("RMB") and Hong Kong Dollars ("HKD"). The Group, with HKD as its presentation currency, is exposed to foreign currency risk arising from the exposure of HKD against RMB. The Group has a net exchange exposure to RMB as the Group's assets are principally located in the PRC. The Group manages and monitors foreign exchange exposures to ensure appropriate measures are implemented on a timely and effective manner.

COMMITMENT

As at 31 December 2015, the Group has contracted commitments of HK$4,000,000 for acquisition of a subsidiary (31 December 2014: $9,726,000 for acquisition of land use rights and HK$2,735,000 for acquisition of property, plant and equipment).

CONTINGENT LIABILITIES

The Company had released the corporate guarantees executed by the Company in favour of banks for general banking facilities granted to subsidiaries of the Company during the year. Such facilities were utilised to the extent of HK$62,339,000 as at 31 December 2014. As at 31 December 2015, the Company does not have any material contingent liabilities (31 December 2014: HK$100,000,000).

EVENT AFTER THE REPORTING PERIOD

The operation of Zhuhai Factory has been suspended since 1 January 2016 until further notice in view of the present underutilization of the production capacity as a result of the business interruption.

On 11 February 2016, the Group has obtained a money lenders licence under the Hong Kong Money Lenders Ordinance. Up to the date of this announcement, the Group has not commenced the money lending business.

On 26 February 2016, the Company proposed to raise approximately HK$209,490,000 by issuing 2,618,641,947 offer shares to the qualifying shareholders by way of the open offer at an open offer subscription price of HK$0.08 per offer share on the basis of three offer shares for every two shares held on the record date (i.e. 28 April 2016).

A sale and purchase agreement dated 4 March 2016 was entered into between Lucky Digit Holdings Limited, a wholly owned subsidiary of the Company, as the purchaser and Mr. Chan Hung Ming as the vendor in relation to the sale and purchase of the entire issued share capital of Grand Silver Securities Limited ("Grand Sliver") at a consideration of HK$6,800,000 plus the net assets value of the Grand Sliver as at 31 January 2016 as shown in the management accounts (the "Management Accounts") of Grand Sliver subject to completion accounts (after deducting the amount outstanding and owned by Mr. Chan Hung Ming to Grand Sliver as disclosed in the Management Accounts or in the completion accounts of Grand Sliver, whichever is higher). Grand Silver is a company principally engaged in Type 1 regulated activities (dealing in securities) under the SFO. As at the date of this announcement, the acquisition has not been completed.

On 14 March 2016, the Company proposed to reduce the nominal value of each issued ordinary share from HK$0.10 to HK$0.01 by the cancellation of HK$0.09 from the paid-up capital on each ordinary share.

Save as disclosed above, there are no other material events subsequent to the year ended 31 December 2015.

LEGAL PROCEEDINGS

As at the date of this announcement, the Group has been involved in the following outstanding legal proceedings:

(a) Zhuhai Hoston had received the following civil rulings (the "Rulings") in the PRC:

Date of Rulings	Defendant(s)	Court	Details of Ruling against Zhuhai Hoston
29 September 2015 *(Note 1)*	Zhuhai Hoston	廣東省珠海市金灣區人民法院 (Guangdong Zhuhai Jinwan People's Court)*	(i) Payment of RMB1,019,741.10 plus late penalty charges to 珠海港物流發展有限公司 (Zhuhai Port Logistic Development Co., Ltd)*, a supplier of Zhuhai Hoston, by Zhuhai Hoston; and (ii) Payment of legal costs of RMB64,442 by Zhuhai Hoston.
7 November 2015 and 27 November 2015 *(Note 2)*	(i) Zhuhai Hoston (ii) 珠海市鑫鋒發展有限公司 (Zhuhai Xinfeng Development Co., Ltd.)* (iii) 王志寧 (Wang Zhining)* (iv) 楊健茹 (Yang Jianru)* (v) 王天 (Wang Tian)* (vi) 楊健麗 (Yang Jianli)* (vii) 李楊 (Li Yang)*	廣東省珠海市香洲區人民法院 (Guangdong Zhuhai Xiangzhou People's Court)*	(i) Payment of RMB1,000,000 plus late penalty charges to 珠海市中小企業融資擔保有限公司 (Zhuhai Small & Medium Enterprises Financing Guarantee Co. Ltd)* ("Zhuhai Financing"), a company which provided financial assistance to Zhuhai Hoston; (ii) Certain assets of Zhuhai Hoston (up to an amount of RMB8,700,000) were frozen for the period of 2 to 3 years; and (iii) Payment of legal costs of RMB12,170.

* *for identification purposes only*

Date of Rulings	Defendant(s)	Court	Details of Ruling against Zhuhai Hoston
17 November 2015 (Note 3)	Zhuhai Hoston	廣東省珠海市中級人民法院 (Guangdong Zhuhai Intermediate People's Court)*	(i) Payment of RMB1,830,130.48 plus late penalty charges to 廣州市壹弘運輸有限公司 (Guangzhou Yihong Transportation Co., Ltd)* ("Guangzhou Yihong"), a supplier of Zhuhai Hoston, by Zhuhai Hoston; and (ii) Payment of legal costs and preservation fee of RMB53,408 by Zhuhai Hoston.
24 December 2015 *(Note 4)*	Zhuhai Hoston	廣東省佛山市中級人民法院 (Guangdong Foshan Intermediate People's Court)*	(i) Payment of RMB491,252.02 plus late penalty charges to 佛山市南海信通物資有限公司 (Foshan Nanhai Xintong Materials Co., Ltd)* ("Foshan Nanhai"), a supplier of Zhuhai Hoston; and (ii) Payment of RMB29,096.81 in respect of legal costs and property preservation fee by Zhuhai Hoston.

Notes:

1. Zhuhai Hoston filed an appeal against the Ruling dated 29 September 2015 ("September 2015 Ruling") to 廣東省珠海市中級人民法院 (Guangdong Zhuhai Intermediate People's Court*). The Septemter 2015 Ruling was upheld by the court on 11 March 2016 and Zhuhai Hoston has to pay additional legal costs of RMB14,484.

2. The lawsuit filed by Zhuhai Financing on 23 November 2015 against Zhuhai Hoston demanding immediate repayment of RMB8,152,910.14 and late penalty charges of RMB 192,389 has yet to conclude up to the date of this announcement.

3. An execution notice dated 4 January 2016 was issued by 廣東省斗門市人民法院 (Guangdong Zhuhai Doumen People's Court*) to Zhuhai Hoston regarding the enforcement of the Ruling dated 17 November 2015 given by 廣東省珠海市中級人民法院 (Guangdong Zhuhai Intermediate People's Court*). A settlement agreement was reached between Zhuhai Hoston and Guangzhou Yihong in mid March 2016, pursuant to which Zhuhai Hoston agreed to pay a total of RMB2,295,538.48, representing the principal, interests and late penalty charges, by monthly installments during the period from 30 March 2016 to 1 January 2017 to Quangdong Yihong as well as legal costs amounting to RMB54,572.

4. An execution notice dated 26 January 2016 was issued by 廣東省佛山市南海人民法院 (Guangdong Foshan Nanhai People's Court*) to Zhuhai Hoston regarding the enforcement of the Ruling dated 24 December 2015 given by 廣東省佛山市中級人民法院 (Guangdong Foshan Intermediate People's Court*). A settlement agreement was reached in mid March 2016 between Zhuhai Hoston and Foshan Nanhai, pursuant to which Zhuhai Hoston agreed to pay a total of RMB1,564,242.7, representing the principal, interests and late penalty charges, by monthly installments during the period from 25 March 2016 to 31 August 2016 to Foshan Nanhai and legal costs of RMB18,042.42.

The abovesaid amounts and corresponding late penalty charges and legal costs have been recognised in the consolidated financial statements as at 31 December 2015.

* *for identification purposes only*

(b) By a general indorsed writ of summons dated 23 June 2015 (the "23 June 2015 Legal Proceedings") and statement of claim dated 18 August 2015 issued the Company and its wholly-owned subsidiary (collectively, the "Plaintiffs") against Mr. Xiao Guang Kevin (蕭光) ("Mr. Xiao") and Mr. Wang Zhining (王志寧), the vendor and the guarantor of a very substantial acquisition of the Company ("VSA") as announced by the Company in its announcement dated 30 January 2014 and its circular dated 31 March 2014, (collectively, the "Defendants"), the Plaintiffs claim that the Defendants have fundamentally breached the terms and conditions of a sale and purchase agreement relation to the VSA (the "SPA"). Accordingly, the Plaintiffs are seeking to rescind the SPA under which, as part of the consideration price, certain convertible notes were issued by the Company to Mr. Xiao (the "Notes").

The Company is seeking advice from its legal adviser. In any event, the Board does not envisage that the Plaintiff 's claims will have any material adverse impact to the financial performance and trading position of the Group.

(c) On 30 July 2015, Zhuhai Hoston had filed a report to Zhuhai Public Security Bureau (the "Bureau") against the former directors ("Former Directors") in respect of the possible commercial crimes ("Reported Case"). The Bureau has accepted the Reported Case and will conduct a formal investigation against one former director of Zhuhai Hoston to start with. The Bureau's investigation is in progress and the Board will update the Shareholders and potential investors with respect to any further developments concerning the Reported Case as and when appropriate.

On 29 February 2016, the Group filed a lawsuit in Zhuhai Xiangzhou People's Court against the Former Directors and their controlled company (the "Controlled Company") regarding the prepayment to a supplier of Zhuhai Hoston of RMB4,840,000 for the purchase of machineries. The amount was subsequently transferred to the Controlled Company based on the instruction of the Former Directors to the suppliers. No conclusion has been reached up to the date of this announcement.

(d) On 3 February 2016, an action was initiated by Ms. Liu Qian (劉倩) ("Ms. Liu") against the Company as the defendant in the High Court of Hong Kong. Ms. Liu claims as the owner of certain Notes transferred by Mr. Xiao to her ("Ms. Liu's Notes"), among other things: (i) HK$25,000,000, being the difference between the market value of the Shares to be allotted and issued by the Company upon exercise of the conversion rights attaching to Ms. Liu's Notes and the face value (based on the conversion price) of Ms. Liu's Notes had the Company converted Ms. Qian's Notes pursuant to the Ms. Liu's request; and (ii) HK$15,000,000, being the value of Ms. Liu's Notes beneficially owned by Ms. Liu.

However, as Ms. Liu's Notes are the subject matter in the 23 June 2015 Legal Proceedings, the Company believes it has grounds not to accede to the Ms. Liu's requests pending the determination of the 23 June 2015 Legal Proceedings.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company, nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the year.

PROSPECT

In view of the current business environment of construction industries in Guangdong region, the Board plans to maintain the existing scale of operation for the Construction Materials Businesses. The management continues to closely monitor its existing business from time to time and adopt timely and appropriate measures to improve the business operation and financial position of the Group.

Looking ahead, the Group intends to diversify its business into the financial services industry and other profitable industries, in order to provide returns and enhance value for the Shareholders and broaden revenue sources of the Group. This includes:

(i) the proposed acquisitions of Ark One Limited and Grand Silver Securities Limited, companies which are principally engaged in Type 1 (dealing in securities) and Type 9 (asset management) regulated activities under the SFO;

(ii) on 11 February 2016, Sunway Financial Management Limited, a wholly-owned subsidiary of the Company, has obtained a money lenders license under the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong); and

(iii) on 24 February 2016, the Group entered into a memorandum of understanding for the possible acquisition to expand into the businesses of car rental, car finance and investment, car sale, car repair and car insurance in PRC. As at the date of this announcement, this possible acquisition is subject to further negotiations and entering into of a formal agreement which may or may not materialise.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from 27 May 2016 to 2 June 2016 both dates inclusive, during which period no transfer of shares will be registered. In order to qualify for exercising the voting rights of shareholders at the Annual General Meeting, all transfers accompanied by the relevant share certificates must be lodged with the Company's Share Registrars in Hong Kong, Tricor Tengis Limited, Level 22, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:00 p.m. on 26 May 2016.

AUDIT COMMITTEE

The Company's Audit Committee was established on 6 August 1999 in accordance with the requirements of the Code of Best Practice (the "Code") for the purposes of reviewing and providing supervision over the financial reporting process and internal controls of the Group. Members of the Audit Committee at the date of this announcement comprised Mr. Cong Yongjian, Ms. Deng Chunmei, Mr. Lam Kai Yeung and Mr. Liu Chenli, the four Independent Non-executive Directors of the Company. The Group's financial statements for the year ended 31 December 2015 have been reviewed by the Audit Committee, who are of the opinion that such statements comply with the applicable accounting standards, the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") and legal requirements, and that adequate disclosures have been made.

EXTRACT OF INDEPENDENT AUDITOR'S REPORT

The independent auditor of the Company will issue a disclaimer of opinion on the consolidated financial statements of the Group. The below section sets out an extract of independent auditor's report regarding the consolidated financial statements of the Group for the year ended 31 December 2015:

Basis for disclaimer of opinion

(a) *Opening balances and corresponding figures – prepayments, deposits and other receivables*

Our auditor's report on the Group's consolidated financial statements for the fifteen months ended 31 December 2014 dated 24 April 2015 was disclaimed due to the absence of sufficient evidence available to us to ascertain the nature and recoverability of the amount of HK$43,445,000 (equivalent to RMB34,453,000) which was purported to be prepayments (the "Prepayments A") to certain suppliers for purchase of goods and machineries. During the year ended 31 December 2015, the inventories (with Value-Added Tax ("VAT")) amounting to HK$2,546,000 (equivalent to RMB2,132,000) and HK$3,842,000 (equivalent to RMB3,218,000) were purported to be received from two of the suppliers respectively. However, among these two receipts of inventories, there were insufficient records to indicate the receipt and existence of the inventories (with VAT) of HK$3,842,000 (equivalent to RMB3,218,000) delivered from one of the suppliers. In addition, up to the date of this report, there were no goods received or refund from the suppliers in relation to the remaining balance of Prepayments A of HK$34,749,000 (equivalent to RMB29,103,000). As disclosed in note 23 to the consolidated financial statements, the Company engaged an independent professional advisor to conduct an investigation (the "Investigation") regarding the Prepayments A. Based on the findings of the Investigation, the directors of the Company believe that the amount of HK$38,591,000 (equivalent to RMB32,321,000) of Prepayments A may involve possible commercial crimes committed by the two former directors (the "Former Directors") of a subsidiary of the Group (the "Subsidiary"). As disclosed in note 46(v) to the consolidated financial statements, the Company had filed a report to Zhuhai Public Security Bureau (the "Bureau") against the Former Directors on 30 July 2015 in respect of the possible commercial crimes. The case is still under investigation by the Bureau. The directors considered that it is appropriate to make the impairment on the Prepayments A of HK$38,105,000.

Because of the unavailability of reliable financial information, we were unable to obtain sufficient appropriate audit evidence and were unable to carry out alternative audit procedures to satisfy ourselves about the nature and recoverability of the Prepayments A as of 1 January 2015. Any adjustments to the Prepayments A as of 1 January 2015 would have a consequential effect on the consolidated income statement for the year ended 31 December 2015, and the related elements making up the consolidated statement of changes in equity, the consolidated statement of cash flows and the related disclosures in the consolidated financial statements. The comparative figures showed in the consolidated financial statements may not be comparable with the figures for the current year.

(b) *Limitation of scope – Prepayments, deposits and other receivables*

Included in the Group's prepayments, deposits and other receivables balance as at 31 December 2015 were prepayments (the "Prepayments B") made by the Subsidiary to certain companies with an aggregate amount of HK$19,033,000 (equivalent to RMB15,940,000). During the year ended 31 December 2015, the inventories with an aggregate amount of HK$9,606,000 (equivalent to RMB8,045,000) were purported to be received from one of the companies in relation to the Prepayments B. However, there were insufficient records to indicate the receipt and existence of the inventories. In addition, up to the date of this report, there were no goods received or refund from the companies in relation to the remaining balance of Prepayments B of HK$9,427,000 (equivalent to RMB7,895,000). The directors of the Company considered that it is appropriate to make a full impairment on the Prepayments B, as at 31 December 2015, as the Prepayments B may be related to the possible commercial crimes committed by the Former Directors.

In the absence of sufficient evidence available to us to ascertain the nature of aforesaid amounts, we were unable to satisfy ourselves that these amounts were properly accounted for and disclosed in the consolidated financial statements.

(c) *Limitation of scope – Balances of promissory note, other payable and convertible notes*

As disclosed in note 38 to the consolidated financial statements, on 2 May 2014, the Group acquired 100% equity interest in Joint Expert Global Limited and its subsidiaries (the "Acquisition") from Mr. Xiao Guang Kevin (the "Vendor") at a consideration of HK$550,000,000, which consisted of cash consideration of HK$150,000,000 matured on 2 November 2015 (was subsequently extended to 30 June 2016), zero interest rate promissory note of HK$100,000,000 maturing on 2 May 2017 (the "Promissory Note") and zero coupon rate convertible notes with an aggregate principal amount of HK$300,000,000 maturing on 28 April 2017 (the "Convertible Notes").

During the year ended 31 December 2015, the Company have 1) settled the cash consideration of HK$150,000,000, 2) early redeemed the Promissory Note at a consideration of HK$77,000,000 and 3) early redeemed the part of the Convertible Notes with an aggregate principal amount of HK$50,000,000 at a consideration of HK$35,000,000 (collectively, the "Payments"). The Payments are one of the subject matters in the litigation dispute with the Vendor as disclosed in note 46(iv) to the consolidated financial statements. Up to the date of this report, the litigation is still in progress and no conclusion has been reached. We were unable to obtain confirmation responses in respect of the Promissory Note, other payable and Convertible Notes (collectively, the "Consideration Payables") from the Vendor. In the absence of sufficient evidence available to us to ascertain the completeness and accuracy of the balances of the Consideration Payables, we were unable to satisfy ourselves that the balances of Consideration Payables were properly accounted for and disclosed in the consolidated financial statements.

Disclaimer of opinion

Because of the significance of the matters described in the Basis for disclaimer of opinion paragraphs, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the consolidated financial statements of the Group, and whether the consolidated financial statements have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

CORPORATE GOVERNANCE

Corporate Governance Code (the "Code")

The Company has complied with the code provisions as set out in the "Corporate Governance Code" contained in Appendix 14 of the Listing Rules during the year ended 31 December 2015, except for the following deviations:

Code Provision A.2.1

Under Code Provision A.2.1, the roles of Chairman and Chief Executive Officer should be separated and should not be performed by the same individual.

Up to 10 June 2015, Ms. Wong King Ching, Helen held both positions of the Chairman and the Chief Executive Officer of the Company. The Board is of the opinion that it is appropriate and in the best interests of the Company for Ms. Wong to hold both positions as it helped to maintain the continuity of the Company's policies and the stability of the Company's operations at the material time.

Code Provision A.4.1 and A.4.2

Under Code Provision A.4.1, the non-executive Directors should be appointed for a specific term, subject to re-election. The independent non-executive Directors are not appointed for specific term. According to the Company's Bye-Law 111(A), one third of the Directors shall retire from the office by rotation and subject to re-election at the annual general meeting. In the opinion of the Board, this meets the same objective and is no less exacting than those in the Code.

Under Code Provision A.4.2, every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years. The Company's Bye-Law 111(A) states that the Chairman is not subject to retirement by rotation and shall not be counted in determining the number of directors to retire. In the opinion of the Board, the continuity of leadership role of the Chairman is important for the stability of the Company and is considered beneficial to the growth of the Company.

Insufficient number of independent non-executive Directors and authorised representatives

As disclosed in the Company's announcement dated 26 October 2015 (the "Announcement"), the Board had only 1, nil and 1 independent non-executive Director during the respective periods from (a) the close of AGM on 4 June 2015 to 9 June 2015; (b) 10 June 2015 to 13 August 2015; and (c) 14 August 2015 to 22 October 2015, which fell below the minimum number of independent non-executive Directors, Audit Committee's members and Remuneration Committee's members required under Rules 3.10(1), 3.10A, 3.21 and 3.25 of the Listing Rules. Following the appointments of independent non-executive Directors and members of each of the Audit Committee and Remuneration Committee on 23 October 2015, the Company has complied with the requirements pursuant to Rules 3.10, 3.10A, 3.21 and 3.25 of the Listing Rules.

As disclosed in Announcement, the Company had only one authorised representative of the Company under the Listing Rules during the period from 10 June 2015 to 22 October 2015. Following the appointment of an authorised representative of the Company under the Listing Rules on 23 October 2015, the Company has complied with the requirements pursuant to Rules 2.11 and 3.05 of the Listing Rules.

Model Code for Securities Transactions

The Company has adopted the Model Code as set out in Appendix 10 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors. Having made specific enquiry of all Directors, the Company confirms that all Directors have complied with required standard set out in the Model Code throughout the year.

SCOPE OF WORK OF MOORE STPEHENS CPA LIMITED

The figures in respect of the Group's consolidated statement of financial position, consolidated income statement, consolidated statement of comprehensive income and the related notes thereto for the year ended 31 December 2015 as set out in this announcement have been agreed by the Group's auditor, Moore Stephens CPA Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by Moore Stephens CPA Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Moore Stephens CPA Limited in this announcement.

PUBLICATION OF ANNUAL REPORT

The annual report containing all information required under Appendix 16 of the Listing Rules will be published on the website of the Stock Exchange and the Company in due course.

By order of the Board
Sunway International Holdings Limited
Huang Weidong
Chairman

Hong Kong, 31 March 2016

As at the date of this announcement, the Board comprises four Executive Directors, namely, Mr. Huang Weidong (Chairman), Mr. Leung Chi Fai, Mr. Li Chongyang and Ms. Qi Jiao, and four Independent Non-executive Directors, namely, Mr. Cong Yongjian, Ms. Deng Chunmei, Mr. Lam Kai Yeung and Mr. Liu Chenli.