

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



PC PARTNER GROUP LIMITED

栢能集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 1263)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2017

	Year ended 31 December		Change
	2017	2016	
	<i>HK\$ million</i>	<i>HK\$ million</i>	
Revenue	8,555.4	5,838.0	+46.5%
Gross Profit	916.0	590.7	+55.1%
Profit for the year attributable to owners of the Company	332.3	150.2	+121.2%
Gross Profit %	10.7%	10.1%	+5.9%
Net Profit %	3.9%	2.6%	+50.0%

The board of directors (the “Board”) of PC Partner Group Limited (the “Company”) is pleased to announce the audited consolidated financial statements of the Company and its subsidiaries (collectively referred to as the “Group”) for the year ended 31 December 2017 as follows:

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017

	<i>Notes</i>	2017 HK\$'000	2016 <i>HK\$'000</i>
Revenue	4, 5	8,555,368	5,837,964
Cost of sales		<u>(7,639,397)</u>	<u>(5,247,217)</u>
Gross profit		915,971	590,747
Other revenue and other gains and losses	6	12,089	(16,156)
Selling and distribution expenses		(133,565)	(81,868)
Administrative expenses		(411,476)	(320,881)
Finance costs	7	<u>(24,046)</u>	<u>(14,170)</u>
Profit before income tax	8	358,973	157,672
Income tax expense	9	<u>(26,900)</u>	<u>(7,610)</u>
Profit for the year		<u>332,073</u>	<u>150,062</u>
Other comprehensive income, after tax, that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations		<u>3,605</u>	<u>(199)</u>
Total comprehensive income for the year		<u>335,678</u>	<u>149,863</u>
Profit for the year attributable to:			
— Owners of the Company		332,293	150,189
— Non-controlling interests		<u>(220)</u>	<u>(127)</u>
		<u>332,073</u>	<u>150,062</u>
Total comprehensive income for the year attributable to:			
— Owners of the Company		335,898	149,990
— Non-controlling interests		<u>(220)</u>	<u>(127)</u>
		<u>335,678</u>	<u>149,863</u>
		HK\$	HK\$
Earnings per share	11		
— Basic		0.76	0.36
— Diluted		<u>0.75</u>	<u>0.36</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	<i>Notes</i>	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Non-current assets			
Property, plant and equipment		58,728	55,315
Intangible assets		5,915	6,130
Other financial assets		36,612	20,992
Deferred tax assets		6,445	2,414
Total non-current assets		107,700	84,851
Current assets			
Inventories	<i>13</i>	1,349,456	1,281,467
Trade and other receivables	<i>12</i>	1,186,246	747,801
Amount due from a related party		1,762	—
Cash and bank balances		1,453,815	790,289
Total current assets		3,991,279	2,819,557
Total assets		4,098,979	2,904,408
Current liabilities			
Trade and other payables	<i>14</i>	1,487,961	960,499
Amount due to a related party		—	562
Borrowings	<i>15</i>	1,350,956	987,555
Provisions		28,576	12,883
Obligations under finance leases		18	16
Current tax liabilities		23,361	9,624
Total current liabilities		2,890,872	1,971,139
Net current assets		1,100,407	848,418
Total assets less current liabilities		1,208,107	933,269
Non-current liabilities			
Obligations under finance leases		67	35
Deferred tax liabilities		—	40
Total non-current liabilities		67	75
NET ASSETS		1,208,040	933,194
Capital and reserves			
Share capital	<i>16</i>	44,484	42,939
Reserves		1,163,669	890,431
Equity attributable to owners of the Company		1,208,153	933,370
Non-controlling interests		(113)	(176)
TOTAL EQUITY		1,208,040	933,194

Notes:

1. GENERAL INFORMATION

PC Partner Group Limited (the “Company”) was incorporated in the Cayman Islands on 1 April 2010 with limited liability under the Companies Law, Cap.22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and its shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) since 12 January 2012. The address of its registered office is Clifton House, 75 Fort Street, P.O. Box 1350, Grand Cayman, KY1-1108, Cayman Islands. Its principal place of business is situated at 19/F., Shatin Galleria, 18–24 Shan Mei Street, Fo Tan, New Territories, Hong Kong.

The Company and its subsidiaries (referred to as the “Group”) are engaged in the business of design, manufacturing and trading of electronics and personal computer parts and accessories with its operation based in the Mainland China and trading of electronics and personal computer parts and accessories with its operation based in Hong Kong, Macau, Korea and the United States of America.

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS

(a) Adoption of new/revised HKFRSs — effective 1 January 2017

The Group has adopted the following new/revised Hong Kong Financial Reporting Standards (“HKFRSs”) (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“HKAS”) and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) that are relevant to its operations and effective for annual periods beginning on or after 1 January 2017.

Amendments to HKAS 7	Disclosure Initiative
Amendments to HKAS 12	Recognition of Deferred Tax Assets for Unrealised Losses
Annual Improvements to HKFRSs 2014–2016 Cycle	Amendments to HKFRS 12, Disclosure of Interests in Other Entities

Except for adoption of Amendments to HKAS7 — Disclosure Initiative, which has led to the additional disclosure presented in the notes to the consolidated statement of cash flows, the adoption of these amendments has no material impact on the Group’s financial statements.

(b) New/revised HKFRSs that have been issued but are not yet effective

The following new/revised HKFRSs, potentially relevant to the Group’s financial statements, have been issued, but are not yet effective and have not been early adopted by the Group. The Group’s current intention is to apply these changes on the date they become effective.

Amendments to HKFRSs	Annual Improvements to HKFRSs 2015–2017 Cycle ¹
Amendments to HKFRS 2	Classification and Measurement of Share-Based Payment Transactions ¹
HKFRS 9	Financial Instruments ¹
HKFRS 15	Revenue from Contracts with Customers ¹
Amendments to HKFRS 15	Revenue from Contracts with Customers (Clarifications to HKFRS 15) ¹
HK(IFRIC)–Int 22	Foreign Currency Transactions and Advance Consideration ¹
Amendments to HKFRS 9	Prepayment Features with Negative Compensation ²
HKFRS 16	Leases ²
HK(IFRIC)–Int 23	Uncertainty over Income Tax Treatments ²

¹ Effective for annual periods beginning on or after 1 January 2018

² Effective for annual periods beginning on or after 1 January 2019

The Group is in the process of making an assessment of what the impact of these amendments, new standards and interpretations is expected to be in the period of initial application. So far the Group has identified some aspects of the new standards which may have an impact on the consolidated financial statements. Further details of the expected impacts are set out in the notes to the consolidated financial statements.

3. BASIS OF PREPARATION

(a) Statement of compliance

The consolidated financial statements have been prepared in accordance with all applicable HKFRSs issued by the HKICPA and the disclosure requirements of the Hong Kong Companies Ordinance and the Rules Governing the Listing of Securities on the Stock Exchange.

(b) Basis of measurement

The consolidated financial statements have been prepared under the historical cost basis except for certain financial instruments, which are measured at fair values.

(c) Functional and presentation currency

The consolidated financial statements are presented in Hong Kong dollars (“HK\$”), which is the same as the functional currency of the Company.

4. SEGMENT REPORTING

(a) Reportable segments

The Group determines its operating segments based on the regional reports reviewed by the chief operating decision-maker that are used to make strategic decisions. The Group principally operates in one business segment, which is the design, manufacturing and trading of electronics and personal computer parts and accessories.

(b) Geographical information

(i) Revenue

An analysis of the Group's revenue by geographical location is as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Asia Pacific ("APAC")	3,619,005	2,367,555
North and Latin America ("NALA")	1,023,123	900,902
People's Republic of China ("PRC")	2,171,183	1,621,705
Europe, Middle East, Africa and India ("EMEAI")	<u>1,742,057</u>	<u>947,802</u>
	<u>8,555,368</u>	<u>5,837,964</u>

The revenue information of the operations above is based on the locations of the customers.

(ii) Specified non-current assets

An analysis of the Group's non-current assets other than financial instruments, deferred tax assets and net defined benefit assets ("specified non-current assets") is as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
APAC	10,409	8,771
NALA	24,910	25,388
PRC	29,237	27,236
EMEAI	<u>87</u>	<u>50</u>
	<u>64,643</u>	<u>61,445</u>

(c) **Revenue from major products and services**

The following is an analysis of the Group's revenue from its major products and services:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Video graphics cards	7,165,095	4,502,049
Electronics manufacturing services	524,772	680,924
Other PC related products and components	<u>865,501</u>	<u>654,991</u>
	<u><u>8,555,368</u></u>	<u><u>5,837,964</u></u>

(d) **Revenue from brand and non-brand businesses**

The following is an analysis of the Group's revenue from its brand and non-brand businesses:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Brand businesses	4,930,525	3,427,652
Non-brand businesses	<u>3,624,843</u>	<u>2,410,312</u>
	<u><u>8,555,368</u></u>	<u><u>5,837,964</u></u>

(e) **Information about the major customer**

Revenue from the customer contributing 10% or more of the Group's revenue for the stated periods is as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Customer A (<i>Note</i>)	<u><u>1,095,582</u></u>	<u><u>1,062,393</u></u>

Note:

Revenue from this customer was derived from sale of video graphics cards in the PRC.

5. REVENUE

Revenue represents the net invoiced value of goods sold and service income earned by the Group.

6. OTHER REVENUE AND OTHER GAINS AND LOSSES

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Interest income	2,734	3,194
Net exchange gains/(losses)	4,445	(20,429)
Net fair value gains on derivative financial instruments	329	1,172
Gain/(loss) on disposal of property, plant and equipment	362	(226)
Gain on waiver of obligations under finance leases	27	—
Sundry income	4,481	5,168
Provision for demand of repayment, net	(289)	(3,678)
Others	—	(1,357)
	<u>12,089</u>	<u>(16,156)</u>

7. FINANCE COSTS

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Interest on bank advances and other borrowings	<u>24,046</u>	<u>14,170</u>

8. PROFIT BEFORE INCOME TAX

Profit before income tax is arrived at after charging:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Inventories recognised as expense	7,608,332	5,239,102
Provision for obsolete inventories	<u>31,065</u>	<u>8,115</u>
Cost of sales	<u>7,639,397</u>	<u>5,247,217</u>
Staff costs	419,253	351,535
Auditor's remuneration	1,752	1,701
Bad debts written off	1,052	54
Depreciation of property, plant and equipment	15,606	16,077
Amortisation of intangible assets (<i>Note a</i>)	215	287
Provision for impairment losses on trade and other receivables	7,535	746
Operating lease payments on plant and machinery	210	193
Operating lease payments on premises	30,755	34,272
Property, plant and equipment written off	39	—
Provision for product warranties and returns, net	27,675	16,922
Provision for demand of repayment, net	<u>289</u>	<u>3,678</u>
Research and development expenditure (<i>Note b</i>)	<u>52,318</u>	<u>45,270</u>

Notes:

- (a) Amortisation of intangible assets of HK\$215,000 (2016: HK\$287,000) is included in “Administrative expenses” in the consolidated statement of comprehensive income.
- (b) The research and development expenditure for the year includes HK\$52,318,000 (2016: HK\$45,270,000) relating to depreciation of plant and machinery and office equipment and employee benefits expense for research and development activities, which are also included in the total amounts disclosed above for each of these types of expenses.

9. INCOME TAX EXPENSE

- (a) The amount of income tax expense in the consolidated statement of comprehensive income represents:

	2017	2016
	HK\$'000	HK\$'000
Current tax — Hong Kong		
— provision for the year	26,625	6,034
— under/(over) provision in respect of prior year	29	(1,632)
Current tax — PRC		
— provision for the year	1,896	4,674
— over provision in respect of prior year	(1,630)	(2,238)
Current tax — others		
— provision for the year	3,699	1,775
— under/(over) provision in respect of prior year	344	(18)
	30,963	8,595
Deferred tax		
— origination and reversal of temporary differences	(4,063)	(985)
Income tax expense	26,900	7,610

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and, accordingly, is exempted from payment of Cayman Islands income tax.

The Company’s Macau subsidiary is exempted from Macau Complimentary Tax pursuant to Decree Law No. 58/99/M, Chapter 2, Article 12, dated 18 October 1999.

Hong Kong profits tax is calculated at 16.5% (2016: 16.5%) on the estimated assessable profits for the year ended 31 December 2017. A significant subsidiary of the Company, PC Partner Limited, is entitled to claim 50% of all of its manufacturing profits as offshore in nature and non-taxable under Departmental Interpretation and Practice Notes No.21 issued by the Inland Revenue Department of Hong Kong.

The Company's wholly owned subsidiary located in the PRC, 東莞栢能電子科技有限公司 successfully obtained the "High Technology Enterprise" status during 2012 and renewed successfully during 2015 and the applicable PRC enterprise income tax rate for the year is 15% (2016: 15%). Other PRC subsidiaries of the Company are subject to PRC enterprise income tax at a statutory rate of 25% (2016: 25%) on the assessable profits as determined in accordance with the relevant income tax rules and regulations of the PRC for the year ended 31 December 2017.

Other overseas tax is calculated at the rates applicable in the respective jurisdictions.

- (b) The income tax expense for the year can be reconciled to the profit before income tax per the consolidated statement of comprehensive income as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Profit before income tax	<u>358,973</u>	<u>157,672</u>
Tax on profit before income tax, calculated at Hong Kong profits tax rate	59,231	26,016
Effect of different tax rates of subsidiaries operating in other jurisdictions	7,752	5,618
Effect of tax exemption granted to a subsidiary	(15,035)	(7,158)
Tax effect of non-taxable net income relating to offshore operation	(11,736)	(4,687)
Tax effect of expenses not deductible for tax purposes	29,907	22,521
Tax effect of revenue not taxable for tax purposes	(29,440)	(23,850)
Tax effect of tax losses and deductible temporary differences not recognised	441	454
Utilisation of tax losses and deductible temporary differences previously not recognised	(13,833)	(7,632)
Over provision in prior year	(1,257)	(3,888)
Tax rebate	(150)	(71)
Others	<u>1,020</u>	<u>287</u>
Income tax expense	<u>26,900</u>	<u>7,610</u>

10. DIVIDENDS

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
2016 Final dividend paid — HK\$0.108 per share (2016: 2015 Final dividend paid — HK\$Nil) per share	47,209	—
2016 Special dividend paid — HK\$0.036 (2016: 2015 Special dividend paid — HK\$Nil) per share	15,736	—
2017 Interim dividend paid — HK\$0.04 per share (2016: 2016 Interim dividend paid — HK\$0.035) per share	<u>17,770</u>	<u>14,613</u>
Dividends paid for the year	<u><u>80,715</u></u>	<u><u>14,613</u></u>

The directors of the Company proposed a final dividend of HK\$0.28 (2016: HK\$0.108) per share and a special dividend of HK\$Nil (2016: HK\$0.036) per share, totalling HK\$124,556,000 (2016: HK\$62,945,000) after the end of the reporting period. The final dividend and special dividend have not been recognised as liabilities at the end of the reporting period.

11. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share for the years ended 31 December 2017 and 2016 is based on the following data:

Profit	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Profit for the year attributable to owners of the Company for the purpose of basic and diluted earnings per share	<u><u>332,293</u></u>	<u><u>150,189</u></u>
Number of shares	2017	2016
Weighted average number of ordinary shares for the purpose of basic earnings per share	437,248,120	419,421,359
Effect of dilutive potential ordinary shares: — share options	<u><u>6,259,568</u></u>	<u><u>—</u></u>
Weighted average number of ordinary shares for the purpose of diluted earnings per share	<u><u>443,507,688</u></u>	<u><u>419,421,359</u></u>

The basic and diluted earnings per share for the year ended 31 December 2016 are the same as these outstanding share options are anti-dilutive.

12. TRADE AND OTHER RECEIVABLES

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Trade receivables	1,165,369	731,547
Less: Accumulated impairment losses	<u>(7,543)</u>	<u>(7,333)</u>
	<u>1,157,826</u>	<u>724,214</u>
Other receivables	9,530	8,483
Less: Accumulated impairment losses	<u>(1,027)</u>	<u>—</u>
	<u>8,503</u>	<u>8,483</u>
Deposits and prepayments	<u>19,917</u>	<u>15,104</u>
	<u><u>1,186,246</u></u>	<u><u>747,801</u></u>

The ageing analysis of trade receivables (net of impairment losses) of the Group, based on invoice dates, as of the end of the year is as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Within 1 month	710,267	404,342
Over 1 month but within 3 months	364,466	287,502
Over 3 months but within 1 year	24,703	29,385
Over 1 year	<u>58,390</u>	<u>2,985</u>
	<u><u>1,157,826</u></u>	<u><u>724,214</u></u>

The credit period on sale of goods is 30 to 90 days (2016: 30 to 60 days) from the invoice date.

The ageing analysis of trade receivables (net of impairment losses) of the Group, based on due dates, as of the end of the year is as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Neither past due nor impaired	843,191	501,338
Within 1 month	212,150	125,046
Over 1 month but within 3 months	31,369	78,833
Over 3 months but within 1 year	13,287	16,027
Over 1 year	<u>57,829</u>	<u>2,970</u>
	<u><u>1,157,826</u></u>	<u><u>724,214</u></u>

Receivables that were neither past due nor impaired related to a wide range of customers for whom there was no recent history of default.

Receivables that were past due but not impaired related to a number of independent customers that have a good track record. Based on past experience, the directors consider that no impairment is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are still considered fully recoverable. As at 31 December 2017, the Group held pledges of landed properties for certain of these balances amounted to HK\$61,299,000 (2016: HK\$29,345,000) while the fair value of pledged landed properties amounted to HK\$69,728,000 (2016: HK\$29,520,000).

The below table reconciles the impairment loss of trade receivables for the year:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
At beginning of year	7,333	6,594
Provision of impairment loss recognised	6,508	746
Uncollectible amounts written off	(6,325)	(9)
Exchange difference	27	2
	<u>7,543</u>	<u>7,333</u>
At end of year	<u>7,543</u>	<u>7,333</u>

13. INVENTORIES

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Raw materials	865,789	616,656
Work in progress	65,233	34,832
Finished goods	478,682	664,356
	<u>1,409,704</u>	<u>1,315,844</u>
Less: Provision for obsolete inventories	(60,248)	(34,377)
	<u>1,349,456</u>	<u>1,281,467</u>

14. TRADE AND OTHER PAYABLES

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Trade payables	1,057,747	828,143
Other payables and accruals	<u>430,214</u>	<u>132,356</u>
	<u>1,487,961</u>	<u>960,499</u>

All trade and other payables and accruals are due to be settled within twelve months.

The ageing analysis of trade payables of the Group, based on invoice dates, as of the end of reporting period is as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Within 1 month	633,874	563,934
Over 1 month but within 3 months	389,326	242,260
Over 3 months but within 1 year	31,232	18,689
Over 1 year	<u>3,315</u>	<u>3,260</u>
	<u>1,057,747</u>	<u>828,143</u>

15. BORROWINGS

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Import loans — secured	1,333,445	968,897
Discounted bills	<u>17,511</u>	<u>18,658</u>
	<u>1,350,956</u>	<u>987,555</u>

The repayment schedules of the above borrowings based on the agreed terms of repayment granted by banks are as follows:

	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
On demand or within 1 year	<u>1,350,956</u>	<u>987,555</u>

16. SHARE CAPITAL

	2017		2016	
	<i>Number of shares</i>	<i>HK\$'000</i>	<i>Number of shares</i>	<i>HK\$'000</i>
Authorised:				
Ordinary shares of HK\$0.1 each	<u>1,000,000,000</u>	<u>100,000</u>	<u>1,000,000,000</u>	<u>100,000</u>
Issued and fully paid:				
Ordinary shares of HK\$0.1 each				
At beginning of year	429,393,668	42,939	417,518,668	41,752
Share options exercised	<u>15,450,000</u>	<u>1,545</u>	<u>11,875,000</u>	<u>1,187</u>
At end of year	<u>444,843,668</u>	<u>44,484</u>	<u>429,393,668</u>	<u>42,939</u>

17. COMPARATIVE FIGURES

Certain comparative figures have been adjusted to conform with changes in presentation in the current year.

FINAL DIVIDEND

The Board recommends the payment of a final dividend of HK28.0 cents per share for the year ended 31 December 2017 be paid on or before 12 July 2018 (Thursday) to the shareholders of the Company whose names appear on the Company's register of members at the close of business on 3 July 2018 (Tuesday). The proposed final dividend is subject to the approval by the shareholders of the Company at the forthcoming Annual General Meeting ("AGM") to be held on 22 June 2018 (Friday).

ANNUAL GENERAL MEETING

The Annual General Meeting (the "AGM") of the Company will be held on 22 June 2018 (Friday). The Notice of the AGM, which constitutes part of the circular to shareholders, will be sent together with the 2017 Annual Report in due course.

CLOSURE OF REGISTER OF MEMBERS AND RECORD DATE

- (a) For determining the entitlement to attend and vote at the AGM, the register of members of the Company will be closed from 19 June 2018 (Tuesday) to 22 June 2018 (Friday) (both days inclusive), during which time no transfer of shares will be registered. To ensure that shareholders are entitled to attend and vote at the AGM, shareholders must deliver their duly stamped instruments of transfer, accompanied by the relevant share certificates, to the Company's share registrar, Computershare Hong Kong Investor Services Limited, located at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong by no later than 4:30 p.m. on 15 June 2018 (Friday) for registration of the relevant transfer.
- (b) The proposed final dividend is subject to the approval of the shareholders at the Annual General Meeting. The record date for the proposed final dividend is fixed on 3 July 2018 (Tuesday). For determining the entitlement to the proposed final dividend, the register of members of the Company will be closed from 28 June 2018 (Thursday) to 3 July 2018 (Tuesday) (both days inclusive), during which time no transfer of shares will be effected. In order to qualify for the proposed final dividend, shareholders must deliver their duly stamped instruments of transfer, accompanied by the relevant share certificates, to the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, located at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong by no later than 4:30 p.m. on 27 June 2018 (Wednesday) for registration of the relevant transfer.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

The Group is principally engaged in the design, manufacturing and trading of video graphics cards for desktop PCs, electronics manufacturing services (“EMS”), and manufacturing and trading in other PC related products and components.

The Group manufactures video graphics cards for Original Design Manufacturer/Original Equipment Manufacturing (“ODM/OEM”) customers and also manufactures and market video graphics cards and other PC products under its own brands, namely ZOTAC, Inno3D, and Manli. The relationships with NVIDIA and AMD, the two globally dominant graphic processing unit (“GPU”) suppliers, enable the Group to develop cost-competitive, high performance products and solutions to serve its customers. Video graphics cards remain the core business of the Group for the year under review.

The Group provides EMS to globally recognized brands, including major providers of Automatic Teller Machines (“ATM”) and Point-Of-Sales (“POS”) systems, storage devices, wearable fitness devices, etc.. Aside from video graphics cards and the EMS business, the Group manufactures and sells other PC related products such as mini-PCs, motherboards, and further derives revenue from trading products and components.

Business Performance

Revenue for 2017 increased by 46.5% year over year from HK\$5,838.0 million in 2016 to HK\$8,555.4 million in 2017; of which, revenue from video graphics cards segment increased by 59.2% from HK\$4,502.1 million in 2016 to HK\$7,165.1 million in 2017. Sales on other PC related products and components segment increased by 32.1% from HK\$655.0 million in 2016 to HK\$865.5 million 2017; which has fully offset the decline of EMS business with a sales drop of 22.9% to HK\$524.8 million in 2017.

Revenue from own brands video graphics cards segment increased by HK\$1,498.1 million, or 47.3%, from HK\$3,168.4 million in 2016 to HK\$4,666.5 million in 2017. It was mainly due to a strong demand of video graphics cards from the channel markets and the growing popularity of eSports which has driven a higher demand on gaming hardware including video graphics cards. Orders on ODM/OEM basis video graphics cards business increased by HK\$1,164.9 million or 87.3%, from HK\$1,333.7 million in 2016 to HK\$2,498.6 million in 2017. It was mainly attributable to the strong demand from customers on blockchain application and platform from the second half of 2017.

Revenue from EMS business recorded a decline of HK\$156.1 million, or 22.9%, from HK\$680.9 million in 2016 to HK\$524.8 million in 2017. The decline was resulted from less orders obtained from customers and new customers have not yet picked up to replace the downsizing of orders from existing customers. Revenue from other PC related products and components business has achieved a growth of HK\$210.5 million, or 32.1%, from HK\$655.0 million in 2016 to HK\$865.5 million in 2017. It was due to an increase on trading revenue and sales of some new products in 2017.

Revenue from brand businesses have achieved a 43.8% growth rate from HK\$3,427.7 million in 2016 to HK\$4,930.5 million in 2017. This is due to the growing popularity of eSports around the world which generated a higher demand on computer gaming hardware. Brand businesses represented 57.6% of the Group's revenue in 2017 and it represented 58.7% of the Group's revenue in 2016 due to OEM businesses have achieved a high growth rate in comparison with 2016. ZOTAC, the core brand of the Group, contributed HK\$3,884.8 million which represented 78.8% of the sales of overall brand businesses, accounting for 45.4% of the total Group's revenue for the year of 2017.

All geographical regions reported a strong year over year sales growth rate in 2017. Asia Pacific ("APAC") region has recorded a year over year sales growth rate at 52.9% to HK\$3,619.0 million in 2017. Europe, Middle East, Africa and India ("EMEI") region and People's Republic of China ("PRC") region have achieved a year over year sales growth rate of 83.8% and 33.9% respectively in 2017. North and Latin America ("NALA") region has recorded a year over year sales growth rate at 13.6% in 2017.

APAC Region

In the APAC region, the revenue significantly increased by HK\$1,251.4 million, or 52.9%, from HK\$2,367.6 million in 2016 to HK\$3,619.0 million in 2017. It was mainly due to an increase of orders from both ODM/OEM basis customers, especially new customers on blockchain application and platform, and own brands products.

EMEI Region

In the EMEI region, the revenue amounted to HK\$1,742.1 million in 2017, representing an increase of HK\$794.3 million, or 83.8%, as compared to HK\$947.8 million in 2016. The growth of the above regions were mainly attributable to brand businesses' growth as well as strong demand on orders from customers on blockchain application and platform.

NALA Region

In the NALA region, the revenue significantly increased from HK\$900.9 million in 2016, representing an increase of HK\$122.2 million, or 13.6%, to HK\$1,023.1 million in 2017, which was mainly attributable to the increase of sales from own brands products.

PRC Region

In the PRC region, the revenue recorded a growth to HK\$2,171.2 million in 2017, representing an increase of HK\$549.5 million, or 33.9%, as compared to HK\$1,621.7 million in 2016. It was mainly attributable to a stronger brand awareness on ZOTAC and additional orders from new customers on blockchain application and platform.

Business Compliance

The Group has achieved an on-going compliance with laws and regulations with its operating entities, and fulfilled different social responsibilities according to ISO9001, ISO14001, OHSAS18001, QC080000 and the code issued by EICC.

Principal Risks and Uncertainties

The Group is operating in a fast moving and highly competitive environment and the product life cycle turns to be shortened over the years. New products introduction requires significant resources involvement from development, production as well as sales and marketing. The Group will be at risk and may lag behind the competition if it cannot response promptly to the changing business environment. Technological change may impose a significant negative impact on the business if the Group is unable to acquire new technologies and apply onto the business. Talent is a key factor for companies' success especially technology and engineering talents are critical for the Group as a technology company. Lack of capable talents on development of new applications and technologies is a risk to the long term survival of the Group. The Group would continue to review the human resources and look for capable talents to join the Group in order to stay ahead of technology and launch new products more efficiently against competition.

Business relationship with customers and suppliers are crucial for business success. The Group has established a long-term business partnership with both AMD and NVIDIA over 20 years and 10 years respectively. The Group rides on the technologies from both AMD and NVIDIA to develop own products and gain the know-how of the video graphics cards in order to obtain orders on contract manufacturing business of video graphics cards and to develop products under its own brands. Discontinuance of the business partnership would be a threat to the survival of the business in long run. The Group would continue to maintain a good relationship with partners, customers and suppliers and also look for new cooperation opportunities in the industry.

The Group is not aware of any particular important event which has occurred and would trigger risk and uncertainty as of 31 December 2017.

Outlook

Computer gaming is one of the largest entertainment industries in the world. The growing popularity of eSports, new computer games, and advance of new technologies like virtual reality and mixed reality will drive a further growth on gaming hardware. We will continue to invest on our branding business, especially on ZOTAC, with more new gaming products and participate in more eSports events across different regions and countries in order to promote the brand. We will further develop our ZOTAC CUP, an emerging on-line gaming competition platform, so as to let more gamers to enjoy playing games on our gaming platform as well as increase the market recognition of ZOTAC brand.

Our OEM business has also achieved a substantial growth in 2017, which was mainly contributed by a strong demand on video graphics cards from blockchain application and platform. Orders on blockchain application and platform will be very likely to continue to represent a certain portion of our revenue on top of the revenue from our existing OEM business in future.

We continue to invest on talents to come up with more innovative product ideas and designs in order to enhance our competitiveness and to invest into automation in our manufacturing plants in order to assure the operation to be cost effective and meeting the market demand. We also continue to delegate resources on environmental, social and corporate responsibilities in the operating locations in order to strive for our best to protect the environment and fulfill our social and corporate responsibilities.

Financial Review

Revenue

The Group's total revenue increased by HK\$2,717.4 million, or 46.5%, from HK\$5,838.0 million in 2016 to HK\$8,555.4 million in 2017. It was mainly due to an increase in revenue of both business segments, video graphics cards and other PC related products and components, that offset the decline of EMS business. The own brand businesses recorded a year over year growth rate at 43.8%, which was attributable to a strong demand on video graphics cards from the channel market. OEM business also achieved a high growth rate at 50.4% over 2016 due to new customers placed orders for blockchain application and platform usage.

Revenue from the video graphics cards business has been increased by HK\$2,663.0 million, or 59.2%, from HK\$4,502.1 million in 2016 to HK\$7,165.1 million in 2017. It was attributable to the strong growth of revenue of both own brand video graphics cards and video graphics cards on ODM/OEM basis of HK\$1,498.1 million and HK\$1,164.9 million respectively.

Due to shortage of supply of Random Access Memory (“RAM”) and the RAM cost kept on going up on video graphics cards in the second half of 2017, prices have increased continuously on own brand video graphics cards. Sales of own brand video graphics cards increased by HK\$1,498.1 million, or 47.3%, from HK\$3,168.4 million in 2016 to HK\$4,666.5 million in 2017. Orders demand on ODM/OEM contract manufacturing businesses increased by HK\$1,164.9 million, or 87.3%, from HK\$1,333.7 million in 2016 to HK\$2,498.6 million in 2017. It was mainly attributable to a higher demand on video graphics cards from new customers for blockchain application and platform usage.

Revenue derived from the EMS business amounted to HK\$524.8 million in 2017, representing a decrease of HK\$156.1 million, or 22.9%, as compared to HK\$680.9 million in 2016. The change was mainly resulted from less orders from existing customers and orders from new customers could not cover the reduced orders from existing customers. Revenue from other PC related products and components business increased by HK\$210.5 million, or 32.1%, from HK\$655.0 million in 2016 to HK\$865.5 million in 2017. The growth was mainly contributed by the increase on component trading and new products launched.

Gross Profit and Margin

The Group’s gross profit in 2017 was HK\$916.0 million, representing an increase of HK\$325.3 million, or 55.1%, compared with HK\$590.7 million in 2016. Gross profit margin increased by 0.6 percentage point to 10.7% as compared with 10.1% in 2016. It was mainly due to a higher gross profit margin being achieved on price increase on branded video graphics cards and a better gross profit margin by selling video graphics cards to new ODM/OEM basis customers.

Material consumption to sales reduced from 86.7% in 2016 to 86.3% in 2017. This contributed 0.4% savings on material consumption which was mainly resulted from price increase on products as well as high margin on ODM/OEM basis orders from customers. The Group has spent more on direct labour and conversion costs of HK\$73.6 million, or 39.6% from HK\$185.8 million in 2016 to HK\$259.4 million in 2017; of which, outsourced subcontracting fees increased by HK\$23.6 million to HK\$47.0 million in 2017 which was due to additional outsourcing arrangement to speed up the delivery of orders from customers. Direct labour plus conversion costs as a percentage on sales reduced by 0.2 percentage point to 3.0% in 2017.

Profit for the Year

The Group recorded a profit for the year attributable to owners of the Company of HK\$332.3 million in 2017 as compared with a profit of HK\$150.2 million in 2016. It was mainly attributable to a significant increase in gross profit being contributed by sales increase and with a lower percentage on operating expenses to revenue in 2017. The profit to revenue ratio increased from 2.6% in 2016 to 3.9% in 2017.

Other revenue and other gains and losses increased by HK\$28.2 million over 2016 to HK\$12.1 million in 2017. It was mainly due to over HK\$20.4 million on exchange loss in 2016 but the Group recorded an exchange gain in 2017.

Operating expenses increased by HK\$152.1 million, or 36.5%, from HK\$417.0 million in 2016 to HK\$569.1 million in 2017. Operating expenses as a percentage of revenue has decreased by 0.4 percentage point from 7.1% in 2016 to 6.7% in 2017.

Selling and distribution expenses increased by HK\$51.7 million, or 63.1%, from HK\$81.9 million in 2016 to HK\$133.6 million in 2017. The spending as a percentage of revenue has increased by 0.2 percentage point from 1.4% in 2016 to 1.6% in 2017. The increment of the selling and distribution expenses was mainly associated with more air freight shipment due to channel market shortage of video graphics cards and additional spending on marketing such as exhibition costs and e-Sports activities being organized under ZOTAC brand. In addition, more sales related expenses such as commission and compensation being spent due to the increase in sales in 2017.

Administrative expenses increased by HK\$90.6 million or 28.2% from HK\$320.9 million in 2016 to HK\$411.5 million in 2017; staff costs represented 74.9% out of the total administrative expenses for the year under review. Staff costs have increased by HK\$41.0 million, or 15.3%, from HK\$267.3 million in 2016 to HK\$308.3 million in 2017. It was mainly due to increase in performance bonus as net profit achieved to a much higher level and also increased headcount under engineering, sales, marketing, and product management to support business growth for future.

Finance costs increased by HK\$9.8 million, or 69.0%, from HK\$14.2 million in 2016 to HK\$24.0 million in 2017. It was mainly resulted from increase in interest rates and a higher utilisation of bank borrowings during the year. Finance costs as a percentage of revenue has increased from 0.2% in 2016 to 0.3% in 2017.

Income tax expenses increased by HK\$19.3 million, or more than three times, from HK\$7.6 million in 2016 to HK\$26.9 million in 2017. It was mainly resulted from more profit generated by entities in Hong Kong, PRC, and Korea during the year under review.

Profit Attributable to Owners of the Company and Dividends

Profit attributable to owners of the Company for 2017 was HK\$332.3 million which resulted in basic earnings of HK76 cents per share, it was significantly higher than profit attributable to owners of the Company of HK\$150.2 million in 2016 and basic earnings of HK36 cents per share. The Directors proposed a final dividend of HK28.0 cents per share for the year ended 31 December 2017, which is estimated to be HK\$124.6 million in total.

Liquidity and Financial Resources

Shareholders' Funds

Total shareholders' funds have increased by HK\$274.8 million, or 29.4%, from HK\$933.4 million as at 31 December 2016 to HK\$1,208.2 million as at 31 December 2017.

Financial Position

Total non-current assets increased by HK\$22.8 million, or 26.9%, from HK\$84.9 million as at 31 December 2016 to HK\$107.7 million as at 31 December 2017. The increase was mainly due to an investment of US\$2.0 million to a virtual reality company in United States. The Group has achieved a higher level of property, plant and equipment and the deferred tax assets as at 31 December 2017 in comparison to the values as at 31 December 2016.

The Group has total current assets of HK\$3,991.3 million as at 31 December 2017 and HK\$2,819.6 million as at 31 December 2016. The Group's total current liabilities amounted to HK\$2,890.9 million as at 31 December 2017 and HK\$1,971.1 million as at 31 December 2016. The Group's current ratio, defined as total current assets over total current liabilities, remains at 1.4 as at 31 December 2016 and 31 December 2017.

The Group's cash and bank balances increased from HK\$790.3 million as at 31 December 2016 to HK\$1,453.8 million as at 31 December 2017. Based on the borrowings of HK\$1,351.0 million as at 31 December 2017 and HK\$987.6 million as at 31 December 2016, and total equity of HK\$1,208.0 million as at 31 December 2017 and HK\$933.2 million as at 31 December 2016, the Group's net debts to equity ratio (being debts minus cash and bank balances divided by total equity) turned from a net debts to equity position at 21.1% as at 31 December 2016 to a net cash position as at 31 December 2017. The change was mainly due to an increase in cash and bank balances arising from advance payment and faster collection from customers as at 31 December 2017.

Other receivables mainly consisted of deposits and prepayments. Other receivables increased by HK\$4.8 million, or 20.3%, from HK\$23.6 million as at 31 December 2016 to HK\$28.4 million as at 31 December 2017. The increment was mainly due to

additional rental deposits paid and prepayment on leasehold improvement for the Dongguan factory. Other payables and accruals increased by HK\$297.8 million or 224.9%, from HK\$132.4 million as at 31 December 2016 to HK\$430.2 million as at 31 December 2017. The significant increase on other payables and accruals was due to deposit received from customers for ordering video graphics cards.

Exposure to Fluctuation in Exchange Rates

As at 31 December 2017, the Group was exposed to currency risk primarily through sales and purchases that were denominated in currencies other than the functional currency of the operations to which they relate. The currencies giving rise to the risk are primarily Renminbi and a certain portion of Euro. The Group entered into one foreign exchange forward contract during the year (2016: several).

Working Capital

Inventories of the Group as at 31 December 2017 were HK\$1,349.5 million, increased by HK\$68.0 million, or 5.3%, as compared with HK\$1,281.5 million as at 31 December 2016. The inventory turnover days decreased from 73 days as at 31 December 2016 to 63 days as at 31 December 2017. The high level of inventories as at 31 December 2017 was aligned with increase of business scale and the raw materials and finished goods were reserved to fulfill backlog orders for first quarter of next year.

Trade receivables as at 31 December 2017 were HK\$1,157.8 million, increased by HK\$433.6 million, or 59.9%, as compared with HK\$724.2 million as at 31 December 2016. Increase in trade receivables was in-line with sales increase for the year under review. Trade receivable turnover days decreased from 42 days as at 31 December 2016 to 40 days as at 31 December 2017.

Trade payables as at 31 December 2017 was HK\$1,057.7 million, increased by HK\$229.6 million, or 27.7%, as compared with HK\$828.1 million as at 31 December 2016. Increase in trade payables was in-line with sales increase for the year under review. Trade payable turnover days decreased from 49 days as at 31 December 2016 to 45 days as at 31 December 2017.

Charge on Assets

As at 31 December 2017, bank deposit of HK\$0.5 million was pledged to banks to secure general banking facilities granted to the Group.

Capital Expenditure

The Group spent HK\$18.8 million on capital expenditure in 2017. All of these capital expenditures were financed by internal resources and the proceeds from the initial public offering.

Capital Commitments

As at 31 December 2017, total capital commitments amounted to HK\$2.5 million.

Contingency

On 29 December 2017, ZiiLabs Inc., Ltd. (“ZiiLabs”), a Bermuda corporation, filed a complaint with the United States International Trade Commission (“Commission”) against two wholly-owned subsidiaries of the Company, namely, Zotac International (Macao Commercial Offshore) Limited and Zotac USA, Inc. (collectively “Zotac”), Zotac’s GPU supplier Nvidia Corporation (“Nvidia”) and others (collectively, “Respondents”) for an infringement of ZiiLabs’s US patents (“Patents”) by the Respondents’ graphics processors and/or products containing the same (“Complaint”). The Patents are generally related to graphics rendering technology and GPU architectures.

Upon ZiiLabs’ request, the Commission has commenced an investigation as to the Complaint (“Investigation”). Certain of Nvidia’s graphic cards and GPU products are being accused of infringing the Patents and Zotac is also under the Investigation because certain Zotac products contain the said GPU. Zotac denied that there was any infringement of the Patents. Zotac has appointed US lawyers to handle the Investigation and has already filed a response to the Complaint as per the Commission’s request.

Based on the aforesaid patent infringement allegations, ZiiLabs requested the Commission to grant reliefs against the Respondents, including a limited exclusion order prohibiting an importation of the alleged Patent infringing products. There was no claim of damages by ZiiLabs and no provision has been made in the consolidated financial statements.

As the Investigation is at an early stage, there is insufficient information to assess outcome of the Complaint. Management is of the view that its impact on the Group’s revenue would be immaterial but would implement measures to reduce any negative impact on the Group.

Significant Acquisitions and Disposals of Investments

Save for those disclosed in the consolidated statement of financial position, there was no other significant investments held and there was no acquisition of additional interests in subsidiaries or disposal of subsidiary.

Future Plans for Material Investments or Capital Assets

The Group had no plan for material investment or acquisition of capital asset as at 31 December 2017, but will actively pursue opportunities for investments to enhance its profitability in the ordinary course of business.

USE OF PROCEEDS

The aggregate net proceeds from the Offering (as defined in the Company's prospectus dated 29 December 2011), based on an offer price of HK\$1.6 per offer share was HK\$109.0 million. The Group intended to apply such net proceeds as set forth in the prospectus dated 29 December 2011, namely HK\$46.0 million for expansion of production capacity, HK\$24.0 million for promotion and development of new products and brand name, HK\$24.0 million for research and development, HK\$5.0 million for upgrading the existing Enterprise Resources Planning ("ERP") system and IT resources, and HK\$10.0 million for the Group's working capital and general corporate purposes. As at 31 December 2017, the Group has applied HK\$46.0 million on expansion of production facilities, HK\$24.0 million on promotion and development of new products and brand name, HK\$24.0 million on research and development, HK\$5.0 million on ERP system upgrade project, and HK\$10.0 million for the Group's working capital and general corporate purposes. All the net proceeds from the Offering have been fully applied.

EMPLOYEES AND REMUNERATION POLICY

As at 31 December 2017, the Group had 3,539 employees (2016: 2,889 employees). Employees are remunerated on basis of their individual performance and prevailing industry practice. Compensation policies and remuneration packages of the employees are reviewed at least once a year. In addition to basic salary, medical benefits, provident fund and performance related bonuses may also be awarded to employees. The Company has adopted a Pre-IPO Share Option Scheme to recognise the contributions of and as retention incentive to the executive directors, certain management staff and selected long service employees of the Group. Subsequently, the Company has also adopted 2016 Share Option Scheme on 17 June 2016.

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.

CORPORATE GOVERNANCE

During the year ended 31 December 2017, the Company has complied with the code provisions set out in the Corporate Governance Code (the "Code") as contained in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"), except for the deviation from code provision A.2.1 of the Code as described below.

Under code provision A.2.1 of the Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. For the year ended 31 December 2017, roles of chairman and chief executive officer of the Company were performed by Mr. WONG Shik Ho Tony. With Mr. WONG's extensive experience in the electronics industry, in addition to his role as chairman responsible for the overall strategic management and corporate development of the Group, he is also heavily involved and instrumental to the Group in running its daily business. The Board considers that vesting the roles of chairman and chief executive officer simultaneously in Mr. WONG is beneficial to the business prospects and management of the Group. The roles of the respective executive directors and senior management, who are in charge of different functions complement the role of the chairman and chief executive officer. The Board believes that this structure is conducive to a strong and balanced management organisation that enables the Group to operate effectively. The Board currently comprises of 5 Executive Directors, 1 Non-executive Director and 3 Independent Non-executive Directors and therefore has sufficient independent elements in its composition.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules as the required standard for securities transactions by Directors. All directors, after specific enquiries made by the Company, confirmed that they have complied with the required standards set out in the Model Code during the year.

AUDIT COMMITTEE

The Company established an audit committee on 21 December 2011 with written terms of reference. The primary duties of the audit committee are to review and supervise our financial reporting process and internal control system of the Company and to provide advice and comments to the Board. The audit committee consists of three members who are all Independent Non-executive Directors, namely, Mr. LAI Kin Jerome (chairman), Mr. IP Shing Hing and Mr. CHEUNG Ying Sheung.

The audit committee has reviewed the audited financial statements of the Group for the year ended 31 December 2017.

SCOPE OF WORK OF BDO LIMITED

The figures in respect of the preliminary announcement of the Group's results for the year ended 31 December 2017 have been agreed by the Group's auditor, BDO Limited, to the amounts set out in the Group's audited consolidated financial statements for the year. The work performed by BDO 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 BDO Limited on the preliminary announcement.

PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This results announcement is published on the website of Hong Kong Exchanges and Clearing Limited ("HKEx") www.hkex.com.hk and on the Company's website at www.pcpartner.com. The 2017 Annual Report of the Company will be dispatched to the shareholders and will be available on the websites of HKEx and the Company in due course.

By order of the Board
PC Partner Group Limited
WONG Shik Ho Tony
Chairman

Hong Kong, 28 March 2018

As at the date of this announcement, the Executive Directors of the Company are Mr. WONG Shik Ho Tony, Mr. WONG Fong Pak, Mr. LEUNG Wah Kan, Mr. HO Nai Nap, Mr. MAN Wai Hung, the Non-executive Director is Mrs. HO WONG Mary Mee-Tak (Mr. CHIU Wing Yui is Alternate Director to Mrs. HO WONG Mary Mee-Tak); and the Independent Non-executive Directors are Mr. IP Shing Hing, Mr. LAI Kin Jerome and Mr. CHEUNG Ying Sheung.

* *For identification purposes only*