News Release

30 August 2017

AMVIG Holdings Limited

AMVIG Holdings Limited has released its results for the half year ended 30 June 2017.

Full details are contained in the AMVIG Holdings Limited announcement to the Hong Kong Stock Exchange (a copy of which is attached to this release).

This release is provided for information purposes.

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AMVIG HOLDINGS LIMITED
澳 科 控 股 有 限 公 司 *

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 2300)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2017

FINANCIAL HIGHLIGHTS

- Turnover reduced by 7% (or 2% on a constant currency basis) to HK$1,094 million.
- Profit attributable to owners of the Company increased by 39.8% to HK$175.6 million. Excluding the exchange gain of HK$39.1 million (2016: exchange loss of HK$10.4 million), and on a constant currency basis, the underlying profit attributable to owners of the Company for the Reporting Period increased 5% to HK$143 million.
- Basic earnings per share was HK18.9 cents.
- Interim dividend of HK7.6 cents per share declared.

RESULTS

The board (the "**Board**") of directors (the "**Directors**") of AMVIG Holdings Limited (the "**Company**" or "**AMVIG**") is pleased to announce the unaudited condensed consolidated financial results of the Company and its subsidiaries (together the "**Group**") for the six months ended 30 June 2017 (the "**Reporting Period**") together with the comparative figures for the corresponding period in 2016 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE SIX MONTHS ENDED 30 JUNE 2017

	Note	**For the six months ended 30 June** **2017** **(Unaudited)** ***HK$'000***	2016 (Unaudited) *HK$'000*
Turnover	2	**1,094,497**	1,171,353
Cost of goods sold		**(766,544)**	(798,734)
Gross profit		**327,953**	372,619
Other income		**70,793**	70,039
Selling and distribution costs		**(23,488)**	(47,240)
Administrative expenses		**(72,084)**	(130,674)
Other operating expenses		**(118)**	(10,745)
Finance costs		**(29,156)**	(35,589)
Share of profit of associates		**5,249**	10,826
Profit before tax	3	**279,149**	229,236
Income tax expenses	4	**(79,329)**	(74,032)
Profit for the period		**199,820**	155,204
Attributable to:			
– Owners of the Company		**175,571**	125,544
– Non-controlling interests		**24,249**	29,660
Profit for the period		**199,820**	155,204
Earnings per share			
– basic (HK cents)	5a	**18.9**	13.5
– diluted (HK cents)	5b	**N/A**	N/A

Reconciliation of underlying profit attributable to owners of the Company:

	Note	**For the six months ended 30 June** **2017** **(Unaudited)** ***HK$'000***	2016 (Unaudited) *HK$'000*
Profit attributable to owners of the Company (as above)		**175,571**	125,544
Constant currency variance[1]		**6,260**	–
(Less)/Add: Exchange (gain)/loss		**(39,106)**	10,398
Underlying profit attributable to owners of the Company		**142,725**	135,942
Underlying basic earnings per share (HK cents)	*5c*	**15.4**	14.6

[1] The constant currency variance was calculated by translating the Reporting Period's results from RMB into HK dollars at the average exchange rates applicable in the prior corresponding period.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2017

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Profit for the period	**199,820**	155,204
Other comprehensive income:		
Items that may be reclassified to profit or loss:		
Exchange differences on translating foreign operations	**129,810**	(19,679)
Share of other comprehensive income of associates	**4,031**	(841)
Cash flow hedges		
Change in fair value of hedging instruments arising during the period	**(15,029)**	–
Reclassification adjustments for losses relating to the hedging instruments included in profit or loss	**12,987**	–
	(2,042)	–
Other comprehensive income for the period, net of tax	**131,799**	(20,520)
Total comprehensive income for the period	**331,619**	134,684
Attributable to:		
– Owners of the Company	**297,190**	106,708
– Non-controlling interests	**34,429**	27,976
	331,619	134,684

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AT 30 JUNE 2017

	Note	**30 June 2017 (Unaudited) *HK$'000***	31 December 2016 (Audited) *HK$'000*
ASSETS			
Non-current assets			
Property, plant and equipment		**666,378**	659,337
Prepaid land lease payments		**148,784**	145,581
Goodwill		**2,635,192**	2,540,547
Interests in associates		**115,080**	105,800
Derivative financial instruments	*9*	**22,479**	–
Other non-current assets		**17,094**	11,275
		3,605,007	3,462,540
Current assets			
Inventories		**186,421**	196,819
Trade and other receivables	*7*	**1,056,306**	985,356
Prepaid land lease payments		**4,440**	4,281
Prepayments and deposits		**32,625**	29,092
Current tax assets		**32,147**	30,176
Pledged bank deposits		**2,305**	2,223
Bank and cash balances		**747,964**	1,581,018
		2,062,208	2,828,965
Total assets		**5,667,215**	6,291,505

	Note	**30 June 2017 (Unaudited)** *HK$'000*	31 December 2016 (Audited) *HK$'000*
EQUITY			
Capital and reserves			
Share capital		**9,290**	9,290
Reserves		**3,482,112**	3,230,914
Equity attributable to owners of the Company		**3,491,402**	3,240,204
Non-controlling interests		**296,616**	262,187
Total equity		**3,788,018**	3,502,391
LIABILITIES			
Non-current liabilities			
Bank borrowings		**1,133,044**	1,296,451
Derivative financial instruments	*9*	**18,579**	–
Deferred tax liabilities		**10,492**	12,566
		1,162,115	1,309,017
Current liabilities			
Trade and other payables	*8*	**674,510**	742,098
Current tax liabilities		**23,886**	33,165
Derivative financial instruments	*9*	**15,228**	–
Current portion of bank borrowings		**3,458**	704,834
		717,082	1,480,097
Total liabilities		**1,879,197**	2,789,114
Total equity and liabilities		**5,667,215**	6,291,505
Net current assets		**1,345,126**	1,348,868
Total assets less current liabilities		**4,950,133**	4,811,408

Notes:

1. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

These condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("**HKAS 34**") issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**") and the applicable disclosures required by the Rules ("**the Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

The preparation of an interim financial report in conformity with HKAS 34 requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the annual financial statements for the year ended 31 December 2016. The condensed consolidated financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**", which term collectively includes Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards and Interpretations).

These condensed consolidated financial statements should be read in conjunction with the 2016 annual financial statements. The accounting policies and methods of computation adopted in the preparation of these condensed consolidated financial statements are consistent with those used in the preparation of the audited financial statements of the Group for the year ended 31 December 2016 except as stated below.

Derivative financial instruments and hedge accounting

All derivatives are initially recognised and subsequently measured at fair value.

The Group designates certain derivatives as hedges of a particular risk associated with a recognised asset or liability or a highly probable forecast transaction (cash flow hedge).

Changes in the fair value of derivatives that are designated and effective as cash flow hedges are recognised in other comprehensive income. Any ineffective portion is recognised immediately in profit or loss. The Group's policy with respect to hedging the foreign currency risk of a firm commitment is to designate the hedging relationship as a cash flow hedge.

If the cash flow hedge of a firm commitment or forecasted transaction results in the recognition of a non-financial asset or liability, then, at the time the asset or liability is recognised, the associated gains or losses on the derivative that had previously been recognised in other comprehensive income and accumulated in the cash flow hedging reserve are included in the initial measurement of the asset or liability.

For hedges that do not result in the recognition of a non-financial asset or liability, amounts accumulated in the cash flow hedging reserve are recognised in profit or loss in the same period in which the hedged item affects profit or loss.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or the hedge no longer qualifies for hedge accounting. At that time, for forecast transactions, any cumulative gain or loss on the hedging instrument recognised in other comprehensive income is retained in equity until the forecasted transaction occurs. If a hedged transaction is no longer expected to occur, the net cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss.

In the current period, the Group has adopted all the new and revised HKFRSs issued by the HKICPA that are relevant to its operations and effective for its accounting year beginning on 1 January 2017. The adoption of these new and revised HKFRSs did not have any significant effect on the condensed consolidated financial statements.

The Group has not applied the new HKFRSs that have been issued but are not yet effective. All of these pronouncements will be adopted in the Group's accounting policies for the first period beginning after the effective date of the pronouncements.

2. TURNOVER

The Group is principally engaged in printing of cigarette packages.

3. PROFIT BEFORE TAX

The Group's profit before tax is stated after charging/(crediting) the following:

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interest income	**(7,087)**	(20,985)
Staff costs including Directors' emoluments	**115,285**	159,407
Cost of inventories sold	**766,544**	798,734
Depreciation and amortisation	**45,136**	47,407
Gain on disposal of property, plant and equipment	**(375)**	(928)

4. INCOME TAX EXPENSES

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
PRC corporate income tax and withholding tax		
– current	**80,227**	77,045
– overprovision in prior year	**(622)**	(2,059)
Other deferred tax	**(276)**	(954)
	79,329	74,032

No provision for Hong Kong Profits Tax has been made as the Group had no assessable profit in Hong Kong.

The provision for the People's Republic of China ("**PRC**") income tax is calculated based on the statutory income tax rates according to the relevant income tax laws and regulations in the PRC.

5. EARNINGS PER SHARE

(a) Basic earnings per share is calculated based on the Group's unaudited profit attributable to owners of the Company for the six months ended 30 June 2017 of approximately HK$175,571,000 (30 June 2016: HK$125,544,000) and the weighted average number of shares of approximately 929,047,000 ordinary shares in issue during the six months ended 30 June 2017 (30 June 2016: 929,047,000 ordinary shares).

(b) No diluted earnings per share are presented as the Company did not have any potentially dilutive ordinary shares as the exercise price of the share options are higher than the average market price of the Company's shares for the six months ended 30 June 2017 and 2016.

(c) Underlying basic earnings per share is calculated based on the Group's unaudited underlying profit, on a constant currency basis, attributable to owners of the Company for the six months ended 30 June 2017 of approximately HK$142,725,000 (30 June 2016: HK$135,942,000) and the weighted average number of shares of approximately 929,047,000 ordinary shares in issue during the six months ended 30 June 2017 (30 June 2016: 929,047,000 ordinary shares).

6. DIVIDENDS

(a) Dividends attributable to the interim period:

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Interim dividend of HK7.6 cents per share declared (2016: HK5.4 cents)	**70,608**	50,169
Special dividend of Nil per share declared (2016: HK2.7 cents)	**–**	25,084
	70,608	75,253

The interim dividend for the six months ended 30 June 2017 have not been recognised as a liability at the end of the Reporting Period.

(b) Dividends attributable to the previous financial year:

	For the six months ended 30 June	
	2017	2016
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Final dividend and special dividend in respect of the financial year ended 31 December 2016, approved and paid during the interim period, of HK3.3 cents per share (2016: HK7.3 cents per share in respect of the financial year ended 31 December 2015, approved and paid during the interim period)	**30,659**	67,820

7. TRADE AND OTHER RECEIVABLES

The general credit terms of the Group granted to its trade customers range from one month to three months. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the senior management. An aging analysis of trade receivables, based on the invoice date, net of allowances, is as follows:

	30 June 2017	31 December 2016
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Current to 30 days	**346,225**	396,160
31 to 90 days	**292,868**	224,364
Over 90 days	**190,775**	63,866
Trade receivables	**829,868**	684,390
Bills receivables	**147,386**	222,640
Other receivables – an associate	**55,050**	53,073
Other receivables – others	**24,002**	25,253
	1,056,306	985,356

8. TRADE AND OTHER PAYABLES

An aging analysis of trade payables, based on the date of invoices, is as follows:

	30 June 2017 (Unaudited) *HK$'000*	31 December 2016 (Audited) *HK$'000*
Current to 30 days	**210,978**	249,945
31 to 90 days	**198,196**	201,870
Over 90 days	**86,499**	74,011
Trade payables	**495,673**	525,826
Dividend payable	**10**	10
Other payables	**178,827**	216,262
	674,510	742,098

9. DERIVATIVE FINANCIAL INSTRUMENTS AND FAIR VALUE MEASUREMENTS

Assets and liabilities measured at fair value:

	30 June 2017 (Unaudited) *HK$'000*	31 December 2016 (Audited) *HK$'000*
Financial assets		
Derivative financial instruments – Cross currency swap agreements (the "CCS")		
– Non-current	**22,479**	–
Financial liabilities		
Derivative financial instruments – CCS		
– Current	**(15,228)**	–
– Non-current	**(18,579)**	–

The carrying amounts of the CCS are the same as their fair values.

Since the functional currency of the Group is Renminbi, whereas a substantial amount of its bank borrowings were denominated in Hong Kong dollars, the Group has foreign currency exposure on Hong Kong dollars related to its bank borrowings. The CCS are designated as hedging instruments in respect of such foreign currency exposure.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following disclosures of fair value measurements use a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value:

Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 inputs: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs: unobservable inputs for the asset or liability.

The following table presents the level in fair value hierarchy, valuation techniques and inputs used:

	Fair value at 30 June 2017 *HK$'000*	**Fair value hierarchy**	**Valuation techniques**	**Inputs**
Recurring fair value measurements:				
Financial assets and liabilities				
Derivative financial instruments				
– CCS				Market interest rates
– Non-current assets	**22,479**	Level 2	Discounted	(i.e. HIBOR) and
– Current liabilities	**(15,228)**	Level 2	cash flow	foreign exchange
– Non-current liabilities	**(18,579)**	Level 2	method	rates for RMB and
				HKD

During the period ended 30 June 2017, there were no transfer of fair value measurement between Level 1, Level 2 and Level 3 for the financial assets and liabilities.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

China Tobacco Industry

In the first half of 2017, the China tobacco industry has stabilized after a year of turbulence and uncertainty in 2016. Sales volume, taxes and profits registered single digit growth. However, the inventory level of certain high value brands remained unsatisfactory. As a result, the tobacco companies have to further destock, which caused the production volume of the tobacco industry to go down by 3% when compared to the first half of 2016.

Although the sales of the whole tobacco market registered single digit growth, performance of individual brands varied in the first half of 2017. Certain brands registered positive sales growth while sales of other brands reduced.

Group Performance

For the Reporting Period, the Group's turnover was affected by the tobacco market situation. The Group's strategy of focusing on high-end products has compounded the drop in sales as those brands were impacted by the increase in tobacco taxes. The austerity measures by Central Government had shifted the demand to lower end products. As a result, the Group's turnover reduced by 7% (or 2% on a constant currency basis) in the first half of 2017.

Facing the adversity of reduction in volume of high-end brands and the shift to lower end brands, the Group has streamlined its operations to improve efficiencies and save costs. More efforts were spent to contain selling and administrative expenses. Underlying profit, as a result, improved when compared to the first half of last year. In addition, with the currency moving favorably in the first half of the year, the Group's profit attributable to shareholders increased by 39.8%.

The Board has declared an interim dividend of HK7.6 cents per share to shareholders.

FINANCIAL REVIEW

Turnover

During the Reporting Period, the Group's turnover reduced by 7% (or 2% on a constant currency basis) from HK$1,171 million to HK$1,094 million. This was mainly due to over stocking by the customers on certain high-end brands which caused a reduction in those brands production; and the continuing sub-par sale performance of high-end products, which was affected by the increase in tobacco tax and austerity measures.

Gross Profit

For the first half of 2017, overall gross profit margin was 30%, which decreased by 1.8 percentage points when compared to the same period of last year. The reduction is a deterioration of product mix resulted from the sub-par performance of high-end products. The impact has been mitigated by the management's efforts in reducing costs and improving efficiencies. Absolute value of gross profit was HK$328 million, dropped by 12% (or 8% on a constant currency basis) when compared to the same period of last year.

Other Income

Other income, comprising mainly interest income and exchange gain, was HK$70.8 million, similar to that during the same period of last year. During the Reporting Period, less interest income was recognised due to a decrease in average bank balances as cash was used to repay bank borrowings when compared to the same period of last year. Such decrease was offset by an exchange gain of HK$39.1 million, derived from the revaluation of borrowings denominated in Hong Kong dollars against appreciating Renminbi, the Group's functional currency.

Operating Costs

Operating costs (comprising selling, marketing, distribution, administrative and other operating expenses) decreased by HK$93 million from HK$188.7 million in the first half of 2016 to HK$95.7 million in the first half of 2017. The decrease resulted from (1) management's efforts in controlling costs and expenses and (2) the absence of an exchange loss on revaluing borrowings denominated in Hong Kong dollars against the depreciating Renminbi in the Reporting Period. Such exchange loss amounted to HK$10.4 million in the first half of 2016.

Finance Costs

Finance costs decreased from HK$35.6 million in the first half of 2016 to HK$29.2 million for the Reporting Period, as a result of a decrease in the bank borrowings outstanding upon the refinancing exercise in February 2017. In addition, the interest rate of the new banking facilities is lower than the previous one.

Share of Profit of Associates

Share of profit of associates was HK$5.2 million in the first half of 2017, marking a decrease of HK$5.6 million when compared to the corresponding period of last year. This was due to the poor performance of our Nanjing Plant as its product mix has worsen and volume had dropped during the Reporting Period.

Taxation

The effective tax rate of the Group decreased from 32.3% in the first half of 2016 to 28.4% during the Reporting Period. The drop was mainly due to the exchange gain recognised on revaluing borrowings denominated in Hong Kong dollars against the appreciating Renminbi, which were non-taxable; and the reduction of non-taxable interest income earned and non-tax deductible expenses incurred overseas during the Reporting Period.

Profit Attributable to Owners of the Company

The Group achieved a profit attributable to owners of the Company of HK$175.6 million during the Reporting Period, representing a growth of 40% as compared to HK$125.5 million in the first half of 2016. Excluding the exchange differences, and on a constant currency basis, the Group's underlying net profit increased by 5% to HK$142.7 million from HK$135.9 million. The increase was mainly due to the results of cost savings in response to the decreased sales and worsening product mix arising from the further destocking by the tobacco companies in China.

Segmental Information

During the Reporting Period, substantially all the turnover was derived from printing of cigarette packages.

Financial Position

As at 30 June 2017, total assets of the Group amounted to HK$5,667 million and its total liabilities amounted to HK$1,879 million, representing a decrease of HK$625 million and HK$910 million, respectively as compared to 31 December 2016. Both total assets and total liabilities decreased since cash was used to settle bank borrowings during the Reporting Period.

Borrowings and Banking facilities

As at 30 June 2017, the Group had gross interest-bearing borrowings of approximately HK$1,137 million (31 December 2016: HK$2,001 million), representing a decrease of HK$864 million over the last year end. The decrease was mainly due to the refinancing exercise during the Reporting Period, through which the previous banking facilities were repaid and replaced by the new banking facilities with a smaller amount.

Substantially all interest-bearing borrowings are unsecured, denominated in Hong Kong dollars and bear interest at floating rates. The maturity profile of the Group's gross interest-bearing borrowings is as follows:

	30 June 2017	31 December 2016
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
On demand or within one year	**3,458**	704,834
In the second year	**–**	1,296,451
In the third to fifth years, inclusive	**1,133,044**	–
	1,136,502	2,001,285
Less: Amount due for settlement within 12 months (shown under current liabilities)	**(3,458)**	(704,834)
Amount due for settlement after 12 months	**1,133,044**	1,296,451

As of 30 June 2017, the Group had committed but undrawn banking facilities amounted to HK$450 million (31 December 2016: HK$600 million).

Capital Structure

As at 30 June 2017, the Group had net assets of HK$3,788 million comprising non-current assets of HK$3,605 million, net current assets of HK$1,345 million and non-current liabilities of HK$1,162 million.

Gross gearing ratio, measured by total interest-bearing borrowings as a percentage of equity, decreased from 57% as at 31 December 2016 to 30% as at 30 June 2017. The gross gearing ratio decreased mainly due to the reduction in bank borrowings through the refinancing exercise during the first half of 2017.

Charges on the Group's Assets

As at 30 June 2017, assets with carrying amount of approximately HK$2.3 million (31 December 2016: HK$2.2 million) were pledged to the banks in respect of banking facilities granted to the Group.

Contingent Liabilities

As at 30 June 2017, the Group did not have any significant contingent liabilities (31 December 2016: Nil).

Capital Commitments

As at 30 June 2017, the Group had capital commitments contracted but not provided for in respect of acquisition of property, plant and equipment of HK$23 million (31 December 2016: HK$30 million).

Working Capital

The current ratio increased from 191% at last year end to 288% at 30 June 2017.

Foreign Currency Exposure

During the Reporting Period, the Group's business transactions were mainly denominated in Renminbi. All bank borrowings were denominated in Hong Kong dollars.

The Group has foreign currency exposure on Hong Kong dollars related to its bank borrowings. During the Reporting Period, the Group had entered into cross currency swap agreements with financial institutions for the purpose of hedging the foreign currency risk arising from the Hong Kong dollars denominated bank borrowings. Apart from the cross currency swap arrangements, the Group does not have any derivative financial instruments or hedging instruments outstanding.

Treasury Policies

The Group adopts a prudent approach with respect to treasury and funding policies, with a focus on risk management and transactions that are directly related to the underlying business of the Group.

MATERIAL ACQUISITION AND DISPOSAL

There was no material acquisition and disposal of subsidiaries or associated companies by the Group during the Reporting Period.

REMUNERATION POLICIES AND EMPLOYEE INFORMATION

As at 30 June 2017, the Group had 2,161 full time employees in Hong Kong and the PRC. Total staff costs (including directors' emoluments) amounted to HK$115 million (six months ended 30 June 2016: HK$159 million) for the Reporting Period. The Group's remuneration policies are consistent with the one that was disclosed in the annual report of the Company for 2016.

PROSPECTS

Although we saw further destocking from customers during the Reporting Period which has affected our turnover, tobacco sales has stabilized at the same time. This is a good sign going forward. We view this positively and may favorably improve our results.

Our cost cutting initiatives have already yielded results in the first half of this year. The management will continue their efforts to contain expenses and costs. Further streamlining in labor force and automation will be done in the second half of the year. The management is cautiously optimistic about the near term prospects.

Once again, we would like to take this opportunity to thank our shareholders and stakeholders for their unfailing support to the management in the challenging environments.

INTERIM DIVIDEND

The Board has declared an interim dividend of HK7.6 cents per share (2016: HK5.4 cents per share and a special dividend of HK2.7 cents per share) for the six months ended 30 June 2017 to the shareholders of the Company whose names appear on the register of members of the Company at the close of business on 8 December 2017. The interim dividend will be paid on or about 15 December 2017.

CLOSURE OF REGISTER OF MEMBERS

To ascertain the shareholders' entitlement to the interim dividend, the register of members of the Company will be closed from Wednesday, 6 December 2017 to Friday, 8 December 2017 (both days inclusive), during which period no transfer of shares of the Company will be registered. In order to qualify for entitlement to the interim dividend for the Reporting Period, all transfers of shares of the Company accompanied by the relevant share certificates and the appropriate transfer forms must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration not later than 4:00 p.m. on Tuesday, 5 December 2017.

PURCHASE, SALE AND REDEMPTION OF THE COMPANY'S SECURITIES

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

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Company continues to be committed to achieving high standards of corporate conduct and to place importance on its corporate governance processes and systems so as to ensure greater transparency, accountability and protection of shareholders' interests.

The Board is of the view that the Company has met the code provisions set out in the Corporate Governance Code contained in Appendix 14 of the Listing Rules during the Reporting Period.

AUDIT COMMITTEE

The Audit Committee of the Company comprises the three independent non-executive directors of the Company, namely, Mr. Tay Ah Kee, Keith (Chairman of the Audit Committee), Mr. Au Yeung Tin Wah, Ellis and Mr. Oh Choon Gan, Eric. The Audit Committee has reviewed the accounting principles and practices adopted by the Company and discussed internal control and financial reporting matters with senior management relating to the preparation of the unaudited condensed consolidated financial statements of the Group for the Reporting Period. There is no disagreement raised by the Audit Committee on the accounting treatment adopted by the Company. The interim results for the Reporting Period are unaudited but certain agreed-upon procedures have been performed by the auditor of the Company in accordance with Hong Kong Standard on Related Services 4400 "Engagements to Perform Agreed-upon Procedures Regarding Financial Information" issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") at the request of the Audit Committee. The agreed-upon procedures performed by the auditor did not constitute an assurance engagement performed in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the HKICPA and the auditor does not express any assurance on the interim results of the Company. The findings on the aforementioned "agreed-upon procedures" has been taken into consideration by the Audit Committee in its review of the interim results of the Reporting Period, which have been approved by the Board on 29 August 2017 prior to its issuance.

By Order of the Board
AMVIG Holdings Limited
Chan Chew Keak, Billy
Non-executive Chairman

Hong Kong, 29 August 2017

As at the date of this announcement, the Board comprised Mr. Chan Chew Keak, Billy as non-executive Chairman, Mr. Ge Su and Mr. Liu Shun Fai as executive Directors, Mr. Jerzy Czubak and Mr. Michael Casamento as non-executive Directors, and Mr. Tay Ah Kee, Keith, Mr. Au Yeung Tin Wah, Ellis and Mr. Oh Choon Gan, Eric as independent non-executive Directors.

* *For identification purposes only*