

News Release

23 March 2016

AMVIG Holdings Limited

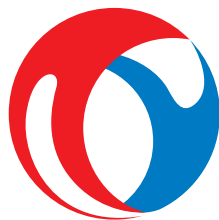
AMVIG Holdings Limited has released its results for the year ended December 31, 2015.

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.

ENDS

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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)

RESULTS ANNOUNCEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015

FINANCIAL HIGHLIGHTS

- Turnover decreased by 8% to HK\$3,265 million
- Gross profit margin increased from 30.9% to 31.5%
- Excluding the exchange loss of HK\$146 million (2014: HK\$53 million), and on a constant currency basis, the underlying profit attributable to owners of the Company for the Reporting Period was HK\$416 million, which is slightly higher than the underlying profit of HK\$414 million in 2014.
- Basic earnings per share decreased by 29.3% from HK39.2 cents to HK27.7 cents
- Proposed final dividend is HK0.7 cent per share and proposed final special dividend is HK6.6 cents per share. Total dividends for the year amounted to HK22.9 cents per share or HK\$212.8 million.

RESULTS

The board (the “**Board**”) of directors (the “**Directors**”) of AMVIG Holdings Limited (the “**Company**” or “**AMVIG**”) is pleased to announce the audited consolidated results of the Company and its subsidiaries (together the “**Group**”) for the year ended 31 December 2015 (the “**Reporting Period**”), together with the comparative results for the previous year as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2015

	Note	2015 HK\$'000	2014 HK\$'000
Turnover	3	3,264,682	3,555,039
Cost of goods sold		<u>(2,235,384)</u>	<u>(2,456,630)</u>
Gross profit		1,029,298	1,098,409
Other income		133,989	72,868
Selling and marketing expenses		(57,779)	(81,230)
Distribution costs		(20,537)	(20,285)
Administrative expenses		(358,608)	(326,845)
Other operating expenses		(146,113)	(53,640)
Finance costs		(80,195)	(81,784)
Share of profit of associates		33,587	37,019
Profit before tax	4	533,642	644,512
Income tax expenses	5	<u>(211,380)</u>	<u>(237,098)</u>
Profit for the year		<u>322,262</u>	<u>407,414</u>
Attributable to:			
Owners of the Company		256,381	361,567
Non-controlling interests		65,881	45,847
Earnings per share			
– Basic (HK cents)	6a	<u>27.7</u>	<u>39.2</u>
– Diluted (HK cents)	6b	<u>N/A</u>	<u>N/A</u>
Dividends	7	<u>212,751</u>	<u>520,674</u>
<i>Reconciliation of underlying profit attributable to owners of the Company:</i>			
Profit attributable to owners of the Company		256,381	361,567
Constant currency variance ¹		14,143	–
Net exchange loss		145,549	52,755
Underlying profit attributable to owners of the Company		<u>416,073</u>	<u>414,322</u>

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

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2015

	2015 <i>HK\$'000</i>	2014 <i>HK\$'000</i>
Profit for the year	<u>322,262</u>	<u>407,414</u>
Other comprehensive income:		
<i>Item that may be reclassified to profit or loss:</i>		
Exchange differences on translating foreign operations	<u>(234,937)</u>	<u>(112,958)</u>
Other comprehensive income for the year, net of tax	<u>(234,937)</u>	<u>(112,958)</u>
Total comprehensive income for the year	<u><u>87,325</u></u>	<u><u>294,456</u></u>
Attributable to:		
Owners of the Company	35,893	254,142
Non-controlling interests	<u>51,432</u>	<u>40,314</u>
	<u><u>87,325</u></u>	<u><u>294,456</u></u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2015

	<i>Note</i>	2015 <i>HK\$'000</i>	2014 <i>HK\$'000</i>
ASSETS			
Non-current assets			
Property, plant and equipment		658,814	666,019
Prepaid land lease payments		145,750	33,549
Goodwill		2,609,320	2,649,381
Interests in associates		112,681	121,427
Available-for-sale financial assets		1,623	1,722
Loan receivables and other assets		167,248	242,508
		3,695,436	3,714,606
Current assets			
Inventories		299,182	318,127
Trade and other receivables	8	762,117	745,890
Prepaid land lease payments		4,058	994
Prepayments and deposits		29,108	30,462
Pledged bank deposits		8,575	28,527
Bank and cash balances		1,940,583	2,908,442
		3,043,623	4,032,442
Total assets		6,739,059	7,747,048
EQUITY			
Capital and reserves			
Share capital		9,290	9,215
Reserves		3,498,272	3,698,688
Equity attributable to owners of the Company		3,507,562	3,707,903
Non-controlling interests		238,809	223,794
Total equity		3,746,371	3,931,697
LIABILITIES			
Non-current liabilities			
Bank borrowings		2,070,191	2,557,237
Deferred tax liabilities		13,741	14,488
		2,083,932	2,571,725

	<i>Note</i>	2015 HK\$'000	2014 HK\$'000
Current liabilities			
Trade and other payables	9	875,684	1,210,644
Current tax liabilities		21,311	32,982
Current portion of bank borrowings		11,761	–
		<u>908,756</u>	<u>1,243,626</u>
Total liabilities		<u>2,992,688</u>	<u>3,815,351</u>
Total equity and liabilities		<u>6,739,059</u>	<u>7,747,048</u>
Net current assets		<u>2,134,867</u>	<u>2,788,816</u>
Total assets less current liabilities		<u>5,830,303</u>	<u>6,503,422</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS AND REQUIREMENTS

In the current year, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants that are relevant to its operations and effective for its accounting year beginning on 1 January 2015. HKFRSs comprise Hong Kong Financial Reporting Standards (“HKFRS”); Hong Kong Accounting Standards; and Interpretations. The adoption of these new and revised HKFRSs did not result in significant changes to the Group’s accounting policies, presentation of the Group’s financial statements and amounts reported for the current year and prior years.

The Group has not early applied the new and revised HKFRSs that have been issued but are not yet effective for the financial year beginning on 1 January 2015. The directors anticipate that the new and revised HKFRSs will be adopted in the Group’s consolidated financial statements when they become effective. The Group has assessed, where applicable, the potential effect of all new and revised HKFRSs that will be effective in future periods but is not yet in a position to state whether these new and revised HKFRSs would have a material impact on its results of operations and financial position.

2. BASIS OF PREPARATION

These consolidated financial statements have been prepared in accordance with all applicable HKFRSs and accounting principles generally accepted in Hong Kong. These consolidated financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”) and with the disclosure requirements of the Hong Kong Companies Ordinance (Cap.622).

These financial statements have been prepared under the historical cost convention.

3. TURNOVER AND SEGMENT INFORMATION

The Group has two reportable segments under HKFRS 8 as follows:

- Printing of cigarette packages
- Manufacturing of transfer paper and laser film

The Group’s reportable segments are strategic business units that offer different products. They are managed separately because each business requires different technology and marketing strategies.

The accounting policies of the operating segments are the same as those of the Group.

Segment profits or losses do not include corporate administrative expenses. Segment assets do not include goodwill, loan receivables, available-for-sale financial assets, corporate bank balances, prepayments and deposits and other receivables for general administrative use. Segment liabilities do not include bank borrowings and other payables and accruals for general administrative use.

Information about reportable segment profit, assets and liabilities:

	Printing of cigarette packages 2015 HK\$'000	Printing of cigarette packages 2014 HK\$'000	Manufacturing of transfer paper and laser film 2015 HK\$'000	Manufacturing of transfer paper and laser film 2014 HK\$'000	Total 2015 HK\$'000	Total 2014 HK\$'000
Year ended 31 December						
Revenue from external customers	3,237,658	3,516,907	27,024	38,132	3,264,682	3,555,039
Segment profit	691,694	708,321	767	6,760	692,461	715,081
Interest income	30,886	31,688	432	343	31,318	32,031
Depreciation and amortisation	(106,405)	(106,089)	(896)	(952)	(107,301)	(107,041)
Share of profit of associates	33,519	32,476	68	4,543	33,587	37,019
Income tax expenses	(174,109)	(199,643)	(148)	(462)	(174,257)	(200,105)
Additions to segment non-current assets	263,349	88,362	95	390	263,444	88,572
As at 31 December						
Segment assets	3,125,252	3,115,057	65,686	68,182	3,190,938	3,183,239
Segment liabilities	(823,360)	(866,594)	(3,640)	(3,126)	(827,000)	(869,720)
Interests in associates	85,033	92,160	27,648	29,267	112,681	121,427

Reconciliation of reportable segment profit or loss, assets and liabilities:

	2015 HK\$'000	2014 HK\$'000
Profit or loss		
Total profit or loss of reportable segments	692,461	715,081
Other profit or loss	(370,199)	(307,667)
Consolidated profit for the year	322,262	407,414
Assets		
Total assets of reportable segments	3,190,938	3,183,239
Goodwill	2,609,320	2,649,381
Loan receivables and other assets	140,274	234,681
Available-for-sale financial assets	1,623	1,722
Other assets	796,904	1,678,025
Consolidated total assets	6,739,059	7,747,048
Liabilities		
Total liabilities of reportable segments	(827,000)	(869,720)
Other liabilities	(2,165,688)	(2,945,631)
Consolidated total liabilities	(2,992,688)	(3,815,351)

Geographical information:

Over 90% of the Group's revenue and assets are derived from customers and operations based in the People's Republic of China ("PRC") and accordingly, no further analysis of the Group's geographical information is disclosed.

Revenue from major customers:

	2015 <i>HK\$'000</i>	2014 <i>HK\$'000</i>
Printing of cigarette packages		
Customer A	1,032,703	1,421,166
Customer B	578,075	594,213
Customer C	515,141	548,177
Customer D	479,066	474,497

4. PROFIT BEFORE TAX

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

	2015 <i>HK\$'000</i>	2014 <i>HK\$'000</i>
Cost of goods sold	2,235,384	2,456,630
Depreciation	109,561	109,820
Net loss/(gain) on disposals of property, plant and equipment	352	(192)
Staff costs including Directors' emoluments	416,646	372,758
Interest income	(79,125)	(56,990)
Subcontracting fee income	(13,854)	–
Net exchange loss	145,549	52,755

5. INCOME TAX EXPENSES

	2015 <i>HK\$'000</i>	2014 <i>HK\$'000</i>
PRC corporate income tax and withholding tax		
– Provision for the year	219,278	245,759
– Over-provision in prior year	(4,461)	(6,041)
Other deferred tax	(3,437)	(2,620)
	211,380	237,098

No provision for Hong Kong Profits Tax is required since the Group has no assessable profit in Hong Kong for the years.

The relevant tax rates for the Company's PRC subsidiaries before the tax holiday range from 15% to 25%.

6. EARNINGS PER SHARE

- (a) Basic earnings per share of HK27.7 cents (2014: HK39.2 cents) is calculated based on the profit attributable to the owners of the Company for the year of approximately HK\$256,381,000 (2014: HK\$361,567,000) and the weighted average number of shares of approximately 926,191,000 ordinary shares in issue during the year (2014: 921,549,000 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 during the years ended 31 December 2014 and 2015.

7. DIVIDENDS

The dividends paid during the year ended 31 December 2015 were (i) approximately HK\$304,111,000 being second special dividend of HK33 cents per share for the year 2014; (ii) approximately HK\$69,678,000 being final dividend of HK7.5 cents per share for year 2014; (iii) approximately HK\$34,375,000 being final special dividend of HK3.7 cents per share for year 2014; (iv) approximately HK\$96,621,000 being interim dividend of HK10.4 cents per share for year 2015; and (v) approximately HK\$48,310,000 being interim special dividend of HK5.2 cents per share for year 2015. The dividends paid during the year ended 31 December 2014 were approximately (i) HK\$75,567,000 being final dividend of HK8.2 cents per share for year 2013; (ii) approximately HK\$75,567,000 being interim dividend of HK8.2 cents per share for year 2014; and (iii) approximately HK\$37,783,000 being interim special dividend of HK4.1 cents per share for year 2014. A final dividend of HK0.7 cent per share and a final special dividend of HK6.6 cents per share for the year ended 31 December 2015, amounted to approximately HK\$6,503,000 and HK\$61,317,000 respectively, are proposed by the Board subject to approval by the shareholders at the forthcoming Annual General Meeting. The proposed final dividends and final special dividends are not recognized as liabilities at 31 December 2015.

	2015 <i>HK\$'000</i>	2014 <i>HK\$'000</i>
Interim dividend paid of HK10.4 cents (2014: HK8.2 cents) per share	96,621	75,567
Interim special dividend: HK5.2 cents (2014: HK4.1 cents) per share	48,310	37,783
Second interim special dividend: nil (2014: HK33 cents) per share	–	304,111
Proposed final dividend of HK0.7 cent (2014: HK7.5 cents) per share	6,503	69,116
Proposed final special dividend of HK6.6 cents (2014: HK3.7 cents) per share	61,317	34,097
	<u>212,751</u>	<u>520,674</u>

8. 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:

	2015	2014
	<i>HK\$'000</i>	<i>HK\$'000</i>
Current to 30 days	259,607	392,008
31 to 90 days	293,664	202,547
Over 90 days	41,505	32,623
	<hr/>	<hr/>
Trade receivables	594,776	627,178
Bills receivables	84,624	37,941
Other receivables – an associate	56,774	59,596
Other receivables – others	25,943	21,175
	<hr/>	<hr/>
	762,117	745,890
	<hr/> <hr/>	<hr/> <hr/>

9. TRADE AND OTHER PAYABLES

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

	2015	2014
	<i>HK\$'000</i>	<i>HK\$'000</i>
Current to 30 days	236,400	281,600
31 to 90 days	225,239	171,781
Over 90 days	30,442	10,411
	<hr/>	<hr/>
Trade payables	492,081	463,792
Bills payables – secured	9,891	41,305
Dividend payable	3	304,111
Other payables	373,709	401,436
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	875,684	1,210,644
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MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The management of AMVIG is pleased to report its financial results of 2015.

The Group followed the recent trend of the tobacco industry with an improvement in product mix amid a slight drop in volume, causing the turnover to drop by 8% during the Reporting Period when compared to last year. The decline in turnover was also affected by the devaluation of Renminbi, the Group's functional currency, against Hong Kong dollars, the Group's reporting currency. On a constant currency basis, turnover of the Group dropped 6% during the Reporting Period.

Nonetheless, the drop in turnover was compensated with a continuous improvement in product mix as the gross profit margin of the Group improved from 30.9% to 31.5% during the Reporting Period.

Net profit attributable to owners of the Company, however, dropped from HK\$362 million to HK\$256 million mainly due to (1) an exchange loss of HK\$146 million recognized during the Reporting Period as Renminbi devalued against Hong Kong dollars, the denominating currency of the Group's borrowings; (2) the devaluation of Renminbi against Hong Kong dollars have also caused a drop in the reported profit from our operating subsidiaries, which have substantially conducted all of their businesses in Renminbi. Excluding the above exchange losses, and on a constant currency basis, the underlying profit during the Reporting Period was HK\$416 million, which is slightly higher than the underlying profit of HK\$414 million in 2014.

The operational cash flow of the Group continued to be strong. During the Reporting Period, the net operational cash inflow of the Group amounted to HK\$431 million. In view of the strong financial position, in addition to the normal interim and final dividends, the Board has announced an interim special dividend amounted to HK5.2 cents per share and proposed a final special dividend of HK6.6 cents per share during the Reporting Period.

FINANCIAL REVIEW

Turnover

During the Reporting Period, the Group recorded a slight drop in turnover of 8% from HK\$3,555 million to HK\$3,265 million. This was mainly due to (1) a shift in product mix which resulted in a slight drop in volume, but product prices still remain stable; and (2) a devaluation of Renminbi against Hong Kong dollars which is the Group's reporting currency. On a constant currency basis, the Group's turnover dropped 6% during the Reporting Period when compared to last year.

Gross Profit

During the Reporting Period, the overall gross profit margin was 31.5%, which represents a rise of 0.6 percentage point when compared to that of last year. The improvement in gross profit margin was due to an improvement in product mix together with a better cost structure resulted from cost savings efforts.

Other Income

In 2015, other income, comprised mainly interest income from the bank deposits, increased as a result of the increase in the Group's average cash and bank balances for the Reporting Period.

Operating Costs

Operating costs (including administrative expenses and selling and distribution costs) increased slightly by HK\$9 million from HK\$428 million in 2014 to HK\$437 million in 2015. Operating costs expressed as a percentage of turnover remained stable and increased slightly from 12% in 2014 to 13.4% in the Reporting Period. The increase in operating costs was mainly due to general inflation over the past year.

Other Operating Expenses

The exchange loss on revaluing borrowings denominated in Hong Kong dollars against depreciating Renminbi amounted to HK\$146 million during the Reporting Period was classified under other operating expenses.

Finance Costs

Finance costs decreased slightly from HK\$81.8 million in 2014 to HK\$80.2 million for the Reporting Period.

Share of Profit of Associates

Share of profit of associates decreased slightly from HK\$37 million in 2014 to HK\$34 million for the Reporting Period. The drop in share of profit of associates was mainly due to a disappointing result in our Nanjing Plant as its major customer has concentrated on using its excessive inventories on hand in the first half of 2015. The situation had improved in the second half of 2015, although the full year results of our Nanjing Plant still fell short of that of last year.

Taxation

The effective tax rate of the Group increased by 2.8 percentage points from 36.8% in 2014 to 39.6% in 2015 due to the increase in exchange loss arising from the devaluation of Renminbi against Hong Kong dollars, which was not tax deductible in China.

Profit attributable to Owners of the Company

The Group achieved a profit attributable to owners of the Company of HK\$256 million during the Reporting Period, representing a decrease of 29% from HK\$362 million in 2014. The decrease was mainly due to an exchange loss of HK\$146 million (2014: HK\$53 million), and the devaluation in Renminbi against Hong Kong dollars which resulted in less reported profit. Excluding the exchange loss and on a constant currency basis, the Group's underlying net profit was HK\$416 million in 2015, which was slightly higher than the underlying net profit of HK\$414 million in 2014.

Segmental Information

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

Dividends

The Board recommended the payment of a final dividend of HK0.7 cent per share (2014: HK7.5 cents) and a final special dividend of HK6.6 cents per share (2014: HK3.7 cents) for the year ended 31 December 2015 to be payable to the shareholders of the Company whose names appear on the register of members of the Company as at 17 June 2016. Subject to the approval of the Company's shareholders at the forthcoming Annual General Meeting of the Company, the said final dividend and final special dividend will be paid to the Company's shareholders on or around 27 June 2016.

Financial Position

As at 31 December 2015, total assets of the Group amounted to HK\$6,739 million and its total liabilities amounted to HK\$2,993 million, representing a decrease of HK\$1,008 million and HK\$822 million, respectively as compared to 31 December 2014.

Borrowings and Banking Facilities

As at 31 December 2015, the Group had gross interest-bearing borrowings of approximately HK\$2,082 million (31 December 2014: HK\$2,557 million), representing a decrease of HK\$475 million over the last year end. The decrease of bank borrowings was due to the repayment of a portion of the bank borrowings before the end of the year in order to reduce the foreign exchange risks of the Group.

Substantially all of the 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:

	2015	2014
	HK\$'000	HK\$'000
On demand or within one year	11,761	–
In the second year	688,256	–
In the third to fifth years, inclusive	1,381,935	2,557,237
	2,081,952	2,557,237
Less: Amount due for settlement within 12 months (shown under current liabilities)	(11,761)	–
Amount due for settlement after 12 months	2,070,191	2,557,237

As of 31 December 2015, the Group had committed but undrawn banking facilities amounted to HK\$500 million (31 December 2014: Nil).

Capital Structure

As at 31 December 2015, the Group had net assets of HK\$3,746 million comprising non-current assets of HK\$3,695 million, net current assets of HK\$2,135 million and non-current liabilities of HK\$2,084 million.

Gearing ratio, measured by total interest-bearing borrowings as a percentage of equity, decreased from 65% as at 31 December 2014 to 56% as at 31 December 2015. Such decrease was primarily due to the repayment of a portion of the bank borrowings before the end of the year in order to reduce the foreign exchange risks of the Group.

Charges on the Group's Assets

As at 31 December 2015, assets with carrying amount of approximately HK\$34.2 million (31 December 2014: HK\$28.5 million) were pledged to banks in respect of banking facilities granted to the Group.

Contingent Liabilities

As at 31 December 2015, the Group did not have any significant contingent liabilities (31 December 2014: Nil).

Capital Commitments

As at 31 December 2015, the Group had capital commitments contracted but not provided for in respect of acquisition of property, plant and equipment of HK\$45 million (31 December 2014: HK\$55 million).

Working Capital

The current ratio increased from 324% at last year end to 335% at 31 December 2015 mainly due to the net effect of (i) decrease in cash and bank balances resulted from the usage of cash to repay a certain portion of the bank borrowings before the end of 2015; and (ii) decrease in trade and other payables balance as at 31 December 2015.

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. Since the functional currency of the Company is Renminbi, the Group has foreign currency exposure on Hong Kong dollars related to its bank borrowings.

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.

Acquisition and Disposal

During the Reporting Period, there was no material acquisition and disposal of subsidiaries or associated companies by the Group.

REMUNERATION POLICIES AND EMPLOYEE INFORMATION

As at 31 December 2015, the Group had 2,447 full time employees in Hong Kong and the PRC. Total staff costs (including Directors' emoluments and employee share-based compensation benefits) amounted to approximately HK\$417 million (2014: HK\$373 million) for the year. All full time salaried employees, except for factory workers and contract employees, are being paid on a monthly basis, plus a discretionary performance bonus. Factory workers are being remunerated based on a basic wage plus production incentive. The Group ensures that the pay levels of its employees are competitive and employees are rewarded on a performance related basis within the general framework of the Group's salary and bonus system. In addition to salaries, the Group provides staff benefits including medical insurance and contributions to staff's provident fund. Share options, awards and bonuses are also available to employees of the Group at the discretion of the Board and depending upon the financial performance of the Group.

PROSPECTS

It is expected that the recent trend of the tobacco market will continue into the near future. Volume will continue to come down while the product mix will improve. The demand for new package designs is escalating and this will present scalable suppliers with opportunities to develop and capture new markets.

On the other hand, in order to capture the opportunities on new products, more investments in research and development are expected in the coming year. Moreover, new regulations on environmental protection require the Group to invest in equipment to reduce the emission of volatile inorganic compounds. It is expected more expenditure will be incurred in this regard. As usual, management will strive to contain costs and neutralize the adverse impacts of such supplementary investments through central purchasing, profit improvement programs and work process automation etc..

The Group will also continue to seek value-added acquisitions in order to expand its footprint in the market. The management will also seek a solution to contain the foreign exchange risks being faced by the Group. A number of alternatives are being considered. However, it should be noted that any measures of containing foreign exchange risks will be at the expense of increment in finance costs and/or taxes.

Management would like to take this opportunity to show our appreciation to the great support from all our shareholders, suppliers and customers. We would also like to extend our gratitude to all our staff for their continuous dedication, commitment and contribution to the development of the Group during this turbulent time. The Group will strive to overcome the difficulties and challenges ahead to create higher return to our shareholders.

SUPPLEMENTARY INFORMATION

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 Reporting Period.

Closure of register of members

The register of members of the Company will be closed during the following periods:

1. from Monday, 6 June 2016 to Wednesday, 8 June 2016 (both days inclusive), during which period no transfers of shares will be registered, for ascertaining shareholders' entitlement to attend and vote at the forthcoming Annual General Meeting to be held on or about Friday, 10 June 2016. In order to be eligible to attend and vote at the forthcoming Annual General Meeting, all transfer shares of the Company accompanied by the relevant share certificates and 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, not later than 4:00 p.m. on Friday, 3 June 2016; and
2. from Thursday, 16 June 2016 to Friday, 17 June 2016 (both days inclusive), during which period no transfers of shares will be registered, for ascertaining shareholders' entitlement to receive the proposed final dividend and final special dividend for the year ended 31 December 2015. In order to be eligible to receive the proposed final dividend and final special dividend, all transfer shares of the Company accompanied by the relevant share certificates and 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, not later than 4:00 p.m. on Wednesday, 15 June 2016.

Corporate governance

The Company continues to be committed to meet the requirements of the corporate code of governance 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, comprising the three independent non-executive Directors, namely Mr. Tay Ah Kee, Keith (Chairman of the Audit Committee), Mr. Au Yeung Tin Wah, Ellis and Mr. Oh Choon Gan, Eric, has reviewed with senior management of the Group and external auditors the accounting standards and practices adopted by the Group and discussed auditing, internal control and financial reporting process including the review of the Company's consolidated financial statements for the Reporting Period.

Preliminary announcement of the results agreed by Auditors

The figures in respect of this preliminary announcement of the Group's results for the year ended 31 December 2015 have been agreed by the Group's auditors, RSM Hong Kong, to the amounts set out in the Group's audited consolidated financial statements for the year ended 31 December 2015. The work performed by RSM Hong Kong 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 RSM Hong Kong on the preliminary announcement.

By the order of the Board
AMVIG Holdings Limited
Chan Chew Keak, Billy
Chairman

Hong Kong, 18 March 2016

As at the date of this announcement, the Board comprised Mr. Chan Chew Keak, Billy as non-executive Chairman, Mr. Chan Sai Wai, Mr. Ge Su and Mr. Liu Shun Fai as executive Directors, Mr. Jerzy Czubak as non-executive Director 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 purpose only*