E. BON HOLDINGS LIMITED
(Incorporated in the Cayman Islands with limited liability)
怡 邦 行 控 股 有 限 公 司

(Stock Code: 599)

ANNOUNCEMENT OF ANNUAL RESULTS FOR THE YEAR ENDED 31 MARCH 2015

The Board of Directors (the "Board") of E. Bon Holdings Limited (the "Company") is pleased to announce the consolidated financial results of the Company and its subsidiaries (together the "Group") for the year ended 31 March 2015 as follows:

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MARCH 2015

	Notes	**2015** *HK$'000*	2014 *HK$'000*
Revenue	*2*	**578,810**	466,020
Cost of sales		**(349,798)**	(299,113)
Gross profit		**229,012**	166,907
Other income	*2*	**6,400**	271
Distribution costs		**(87,347)**	(84,851)
Administrative expenses		**(66,631)**	(69,312)
Operating profit		**81,434**	13,015
Finance income		**91**	32
Finance costs		**(1,270)**	(1,494)
Finance costs, net		**(1,179)**	(1,462)
Profit before income tax	*3*	**80,255**	11,553
Income tax expense	*4*	**(14,345)**	(2,534)
Profit for the year attributable to equity holders of the Company		**65,910**	9,019

	Notes	**2015** *HK$'000*	2014 *HK$'000*
Other comprehensive income			
Item that may be subsequently reclassified to profit or loss			
Exchange loss on translation of financial statements of foreign operations		**(54)**	(200)
Items that will not be reclassified subsequently to profit or loss			
Surplus on revaluation of properties held for own use		**13,641**	6,063
Tax effect relating to the revaluation and disposal of revalued properties		**(2,251)**	(165)
Other comprehensive income for the year, net of tax		**11,336**	5,698
Total comprehensive income for the year attributable to equity holders of the Company		**77,246**	14,717
Earnings per share for profit attributable to the equity holders of the Company during the year (expressed in HK cents per share) — Basic and diluted	*6*	**21.9 cents**	3.0 cents
Dividends for the year	*5*	**30,030**	9,009

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2015

	Notes	**2015** **HK$'000**	2014 *HK$'000*
ASSETS			
Non-current assets			
Property, plant and equipment		**165,529**	160,306
Deferred income tax assets		**1,570**	4,267
Trade, retention and other receivables	*7*	**16,361**	17,186
		183,460	181,759
Current assets			
Inventories		**146,711**	166,593
Current income tax recoverable		**899**	3,709
Trade, retention and other receivables	*7*	**144,071**	103,005
Restricted cash		**3,790**	3,978
Cash and cash equivalents		**121,959**	47,860
		417,430	325,145
Total assets		**600,890**	506,904

	Notes	**2015** **_HK$'000_**	2014 *HK$'000*
EQUITY			
Equity attributable to equity holders of the Company			
Share capital		**30,030**	30,030
Reserves		**358,849**	293,615
Total equity		**388,879**	323,645
LIABILITIES			
Current liabilities			
Trade and other payables	*8*	**35,377**	44,727
Receipts in advance	*8*	**83,553**	48,494
Borrowings		**60,550**	68,017
Current income tax liabilities		**13,724**	4,812
		193,204	166,050
Non-current liabilities			
Deferred income tax liabilities		**18,807**	17,209
Total liabilities		**212,011**	183,259
Total equity and liabilities		**600,890**	506,904
Net current assets		**224,226**	159,095
Total assets less current liabilities		**407,686**	340,854

Notes:

1. BASIS OF PREPARATION

The consolidated financial statements of E. Bon Holdings Limited have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS"). The consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of leasehold land and buildings, which are carried at fair values.

Changes in accounting policy and disclosure

There are no new and amended standards and interpretations to existing HKFRS that are effective for the Group's accounting year commencing 1 January 2014 that could be expected to have a material impact on the Group.

2. REVENUE, OTHER INCOME AND SEGMENT INFORMATION

	2015	2014
	HK$'000	*HK$'000*
Revenue		
Sale of goods	**444,315**	419,574
Contract revenue	**134,495**	46,446
	578,810	466,020
Other income		
Net foreign exchange gain	**6,287**	–
Others	**113**	271
	6,400	271

The executive directors of the Company (the "Executive Directors") are the Group's chief operating decision-makers. Management has determined the operating segments based on the information reviewed by the Executive Directors for purposes of allocating resources and assessing performance.

The Executive Directors evaluate regularly the performance of the Group's business from its wholesale, retail, and other construction and decoration works. The wholesale segment derives its revenue primarily from the import and wholesale of architectural builders' hardware, bathroom collections, furniture, and kitchen collections to contractors, property developers and dealers, along with the provision of installation services of kitchen collections. The retail segment derives its revenue primarily from the import and sale of architectural builders' hardware, bathroom collections, furniture, and kitchen collections through retail outlets, along with the provision of installation services of kitchen collections. The other construction and decoration works segment derives its revenue from the contract works of construction and decoration, primarily in the PRC.

The measurement policies the Group used for reporting segment results under HKFRS 8 are the same as those used in its financial statements prepared under HKFRSs.

Segment profit excludes finance costs, income tax and corporate income and expenses which are not directly attributable to the business activities of any operating segment and are not allocated to a segment.

Segment assets include all assets but deferred income tax assets. Such corporate assets which are not directly attributable to the business activities of any operating segment are not allocated to a segment, which primarily applies to the Group's headquarters.

Segment liabilities exclude deferred income tax liabilities. Such corporate liabilities which are not directly attributable to the business activities of any operating segment are not allocated to a segment.

	2015			
	Wholesale *HK$'000*	**Retail** *HK$'000*	**Other construction and decoration works** *HK$'000*	**Total** *HK$'000*
Reportable segment revenue from external customers	**443,753**	**129,228**	**5,829**	**578,810**
Reportable segment profit/(loss)	**50,323**	**41,296**	**(373)**	**91,246**
Depreciation of property, plant and equipment	**(4,090)**	**(1,661)**	**(1,799)**	**(7,550)**
Reversal of provision for inventory obsolescence	**5,069**	**4,785**	**–**	**9,854**
Reportable segment assets	**262,266**	**60,131**	**5,905**	**328,302**
Additions to non-current segment assets during the year	**453**	**2,894**	**292**	**3,639**
Reportable segment liabilities	**74,574**	**48,640**	**2,142**	**125,356**

	2014			
	Wholesale *HK$'000*	Retail *HK$'000*	Other construction and decoration works *HK$'000*	Total *HK$'000*
Reportable segment revenue from external customers	352,017	106,533	7,470	466,020
Reportable segment profit	10,138	11,297	601	22,036
Depreciation of property, plant and equipment	(4,089)	(1,949)	(1,803)	(7,841)
Provision for inventory obsolescence	(1,700)	(369)	–	(2,069)
Reportable segment assets	231,647	70,982	13,289	315,918
Additions to non-current segment assets during the year	18	3,806	–	3,824
Reportable segment liabilities	43,443	39,095	9,133	91,671

The totals presented for the Group's operating segments reconcile to the Group's key financial figures as presented in the consolidated financial statements as follows:

	2015	2014
	HK$'000	*HK$'000*
Group revenues	**578,810**	466,020
Reportable segment profit	**91,246**	22,036
Unallocated corporate expenses	**(9,812)**	(9,021)
Finance costs, net	**(1,179)**	(1,462)
Profit before income tax	**80,255**	11,553
Reportable segment assets	**328,302**	315,918
Deferred income tax assets	**1,570**	4,267
Other corporate assets	**271,018**	186,719
Group assets	**600,890**	506,904
Reportable segment liabilities	**125,356**	91,671
Deferred income tax liabilities	**18,807**	17,209
Borrowings	**60,550**	68,017
Other corporate liabilities	**7,298**	6,362
Group liabilities	**212,011**	183,259

Geographical information

	Revenue from external customers		**Non-current assets**	
	2015	2014	**2015**	2014
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Hong Kong (domicile)	**461,029**	406,260	**177,848**	173,486
Macau	**88,882**	28,248	**–**	–
Others	**28,899**	31,512	**5,612**	8,273
Total	**578,810**	466,020	**183,460**	181,759

The geographical location of customers is based on the location at which the goods were delivered. The geographical location of the non-current assets is based on the physical location of the assets.

During the year ended 31 March 2015, HK$74,263,000 or approximately 13% of the Group's revenue was derived from a single external customer in the wholesale segment. During the year ended 31 March 2014, no single external customer contributed more than 10% of the Group's revenue.

3. PROFIT BEFORE INCOME TAX

Profit before income tax is stated after depreciation of property, plant and equipment of HK$12,123,000 (2014: HK$12,234,000) and employee benefit expenses of HK$55,655,000 (2014: HK$52,466,000).

4. INCOME TAX EXPENSE

Hong Kong profits tax has been provided at the rate of 16.5% (2014: 16.5%) on the estimated assessable profit for the year. PRC corporate income tax and Singapore income tax are provided on the basis of the profits of the subsidiaries established and operating in the PRC and Singapore for statutory financial reporting purposes, adjusted for income and expense items which are not assessable or deductible for income tax purposes. The applicable corporate income tax rate is 25% (2014: 25%) and 17% (2014:17%) for subsidiaries in PRC and Singapore, respectively.

	2015	2014
	HK$'000	*HK$'000*
Current tax		
Hong Kong profits tax	**10,631**	3,251
Overseas income tax	**1,768**	1,388
Over provision in prior year	**(100)**	(89)
Total current tax	**12,299**	4,550
Deferred taxation	**2,046**	(2,016)
Income tax expense	**14,345**	2,534

5. DIVIDENDS

(a) Dividends declared and paid during the year

	2015	2014
	HK$'000	*HK$'000*
Final dividend in respect of 2014 of HK2 cents (2014: in respect of 2013 of HK5 cents) per share	**6,006**	15,015
Interim dividend in respect of 2015 of HK2 cents (2014: in respect of 2014 of HK1 cent) per share	**6,006**	3,003
	12,012	18,018

(b) Dividends for the year

	2015	2014
	HK$'000	*HK$'000*
Interim dividend of HK2 cents (2014: HK1 cent) per share	**6,006**	3,003
Proposed final dividend of HK8 cents (2014: HK2 cents) per share *(Note)*	**24,024**	6,006
	30,030	9,009

Note: A final dividend of HK8 cents (2014: HK2 cents) per share amounting to HK$24,024,000 (2014: HK$6,006,000) has been proposed by the directors after the reporting date. The proposed dividend, subject to the shareholders' approval at the forthcoming annual general meeting, is not reflected as dividend payable as at 31 March 2015.

6. EARNINGS PER SHARE

(a) Basic

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the number of ordinary shares in issue during the year.

	2015	2014
	HK$'000	*HK$'000*
Profit attributable to equity owners of the Company	**65,910**	9,019
Number of ordinary shares in issue (thousands)	**300,300**	300,300

(b) Diluted

Diluted earnings per share for the year ended 31 March 2015 is the same as the basic earnings per share as there were no potentially dilutive ordinary shares issued.

Diluted earnings per share for the year ended 31 March 2014 is the same as the basic earnings per share as the conversion of potential dilutive ordinary shares in relation to the share options issued by the Company would have an anti-dilutive effect to the basic earnings per share.

7. TRADE, RETENTION AND OTHER RECEIVABLES

Details of the trade, retention and other receivables as at 31 March 2015 are listed below:

	Group	
	2015	2014
	HK$'000	*HK$'000*
Trade receivables	**90,590**	81,291
Less: provision for impairment of trade receivables	**(130)**	(515)
	90,460	80,776
Retention receivables	**12,268**	8,698
Amounts due from customers for contract work *(note a)*	**33,696**	6,842
Other receivables, deposits and prepayments	**24,008**	23,875
	160,432	120,191
Less: non-current portion		
Retention receivables	**(9,687)**	(8,255)
Deposits and prepayments	**(6,674)**	(8,931)
Current portion	**144,071**	103,005

All non-current receivables are due within five years from the end of the respective reporting dates.

The ageing analysis of trade receivables at the reporting date by due date is as follows:

	Group	
	2015	2014
	HK$'000	*HK$'000*
Current	**37,599**	30,038
1–90 days past due	**37,917**	29,074
91–180 days past due	**5,923**	7,785
181–270 days past due	**2,173**	3,392
271–365 days past due	**357**	4,254
Over 365 days past due	**6,621**	6,748
	90,590	81,291

The majority of the Group's sales are with credit terms of 30 to 90 days. In some cases, customers may be granted an extended credit period of up to 120 days.

The ageing analysis of trade receivables that are not impaired is as follows:

	Group	
	2015	2014
	HK$'000	*HK$'000*
Not yet past due	**37,599**	30,038
1–90 days past due	**37,917**	29,074
91–180 days past due	**5,923**	7,530
181–270 days past due	**2,173**	3,392
271–365 days past due	**357**	4,220
Over 365 days past due	**6,491**	6,522
	90,460	80,776

Receivables that were past due but not impaired relate to a wide range of customers that have a good track record with the Group. Based on past experience, management believes that no impairment allowance is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are expected to be fully recoverable. The Group does not hold any collateral over these balances.

The movement in the provision for impairment of trade receivables is as follows:

	2015	2014
	HK$'000	*HK$'000*
Balance at beginning of the year	**515**	904
Provision for impaired receivables	**139**	515
Unused amounts reversed	**(365)**	–
Receivables written off during the year as uncollectible	**(159)**	(904)
Balance at end of the year	**130**	515

At each reporting date, the Group reviews receivables for evidence of impairment on both an individual and collective basis. As at 31 March 2015, the Group determined trade receivables of HK$130,000 (2014: HK$515,000) as individually impaired. The impaired trade receivables are due from customers experiencing financial difficulties that were in default or delinquency of payments.

As at 31 March 2015, the carrying values of trade and other receivables approximate their fair values (2014: same).

Note:

(a) Construction contracts

	Group	
	2015	2014
	HK$'000	*HK$'000*
The aggregate cost incurred and recognised profits (less recognised losses) to date	**182,264**	72,222
Less: progress billings	**(148,568)**	(65,380)
Net financial position for ongoing contracts	**33,696**	6,842

8. TRADE AND OTHER PAYABLES AND RECEIPTS IN ADVANCE

	Group	
	2015	2014
	HK$'000	*HK$'000*
Trade payables	**29,566**	35,773
Accrued charges and other payables	**5,811**	8,954
	35,377	44,727
Receipts in advance	**83,553**	48,494

At 31 March 2015, the ageing analysis of the trade payables was as follows:

	Group	
	2015	2014
	HK$'000	*HK$'000*
0–90 days	**29,258**	35,556
91–180 days	**4**	85
181–270 days	**179**	9
271–365 days	**45**	74
Over 365 days	**80**	49
	29,566	35,773

As at 31 March 2015, the carrying values of trade and other payables approximate their fair values (2014: same).

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group mainly engages in the wholesale and retail of architectural builder hardware, bathroom, kitchen collections and furniture in Hong Kong, Macau and the PRC.

During the year, along with the increase in land supply, residential market size and the completion rates of new housing were steadily going up in Hong Kong. The supply of new homes offered diversified ranges to meet the market needs. Compared to previous years, the society was less concerned with the economic outlook, following the recovery in global economy and the influx of funds to the local stock market. A careful selection of European manufacturers that produce unique designs of high quality architectural builder hardware, bathroom, kitchen collections and furniture has gradually enhanced the brand of E. Bon Group among the leading developers in Hong Kong.

The recent trend in both primary and secondary residential market indicates that the performance of the market will remain active in 2015 as we expect that there would not be any material change of economic foundations in the Hong Kong business environment.

In the PRC, the property market was largely shaped by government policies and measures. As such, the general public remained cautious to a clear market prospect which has slowed down the property developments and property sales.

REVENUE REVIEW

For the year ended 31 March 2015, the Group's total turnover was HK$578.8 million, an increase by 24.2% as compared with the previous year.

	Revenue from external customers			**As a percentage of sales (%)**	
	31 March			**31 March**	
	2015	2014	**Change**	**2015**	2014
	HK$'000	*HK$'000*	*(%)*		
Hong Kong (domicile)	**461,029**	406,260	**13.5**	**79.7**	87.2
Macau	**88,882**	28,248	**214.6**	**15.3**	6.0
Others	**28,899**	31,512	**(8.3)**	**5.0**	6.8
Total	**578,810**	466,020	**24.2**	**100**	100

	Reportable segment revenue from external customers 31 March			As a percentage of sales (%) 31 March	
	2015	2014	**Change**	**2015**	2014
	HK$'000	*HK$'000*	*(%)*		
Wholesale	**443,753**	352,017	**26.1**	**76.7**	75.5

We are pleased to report that the revenue from the wholesale segment increased by 26.1% to HK$443.8 million as compared to the previous year (2014: HK$352.0 million). It has grown steadily with the rising property development projects in Hong Kong. Our strategy to offer wide product varieties has enabled us to serve for housing ranging from small- and medium-sized flats to luxuriously-fitted prestigious residential units. During the year, we supplied products to projects like Hemera, The Pavilia Hill, The Parkside and Ultima.

	Reportable segment revenue from external customers 31 March			As a percentage of sales (%) 31 March	
	2015	2014	**Change**	**2015**	2014
	HK$'000	*HK$'000*	*(%)*		
Retail	**129,228**	106,533	**21.3**	**22.3**	22.9

Revenue from the retail segment increased by 21.3% to HK$129.2 million as compared to the previous year (2014: HK$106.5 million). As the impact of Buyer's Stamp Duty (BSD) and Double Stamp Duty (DSD) had gradually been absorbed by the market, the secondary housing market regained its momentum which enhanced renovation and refurbishment works, and generated more demand for home fittings. The sale of more higher-valued quality products has contributed to an increase in the gross profit margin of the Group for the year ended 31 March 2015.

The overall gross profit amounted to HK$229.0 million (2014: HK$166.9 million), representing a rise of 37.2%. The increase in turnover was mainly driven by the acceleration of completion of homebuilding and stronger demand for interior fittings in the wholesale segment. As the majority of our imports originate from Europe, the depreciation in Euro allowed us to settle payment at lower exchange rates and reduced the cost of sales accordingly.

PROFITABILITY REVIEW

	Reportable segment profit 31 March			As a percentage of sales (%) 31 March	
	2015	2014	**Change**	**2015**	2014
	HK$'000	*HK$'000*	*(%)*		
Wholesale	**50,323**	10,138	**396.4**	**11.3**	2.9
Retail	**41,296**	11,297	**265.5**	**32.0**	10.6
Other construction and decoration works	**(373)**	601	**(162.1)**	**(6.4)**	8.0
Total	**91,246**	22,036	**314.1**	**15.8**	4.7

The Group's operating profit was HK$81.4 million (2014: HK$13.0 million), an increase by approximately fivefold from the prior year. Profit after tax approximated to HK$65.9 million (2014: HK$9.0 million), which increased by approximately sixfold from the prior year.

A careful planning in and control over the operating expenses has contributed to the improvement in the profit before tax. As discussed in past years, we managed to reduce costs and maintain effective use of resources. The amount of administrative expenses and distribution expenses amounted to HK$154.0 million (2014: HK$154.2 million), which remain stable from the prior year despite a substantial growth in sales volume.

The shop rental upsurge went flat as a result of a fall in luxury retailing. Meanwhile, we consolidated our sales network and had been able to reduce the leasing expenses slightly by 4% from prior year.

BALANCE SHEET AND CASH FLOW REVIEW

The Group continues to expand its business in Hong Kong and the PRC through the adoption of a prudent financial management policy. The current ratio and quick ratio are 2.2 (2014: 2.0) and 1.4 (2014: 1.0), respectively, while cash and cash equivalents approximated HK$122.0 million as at 31 March 2015 (2014: HK$47.9 million). Receipts in advance from customers accounted for the increase in cash and cash equivalents.

During this year, as a result of bulk deliveries for contracts and improved inventory management, we achieved better stock turnover rate. The value of our inventory as at 31 March 2015 amounted to HK$146.7 million (2014: HK$166.6 million). The trade, retention and other receivables increased to HK$160.4 million (2014: HK$120.2 million) which was in line with the increase in turnover.

As at 31 March 2015, the Group has a net cash position. Gearing ratio is not applicable (2014: 5.9%). The interest-bearing borrowings of the Group, including bills payable and trust receipt loans, reduced to HK$60.6 million (2014: HK$68.0 million) as at 31 March 2015.

Borrowings, and cash and cash equivalents are primarily denominated in Hong Kong Dollars ("HK$") and EURO. The management will continue to monitor the foreign exchange risk exposure of the Group.

We seek to effectively manage our cash flow and capital commitments to ensure that we have sufficient funds to meet our existing and future cash requirements. We have not experienced any difficulties in meeting our obligations as they become due. Assets under charge are the mortgaged property acquired and certain bank deposits. As at 31 March 2015, performance bonds of approximately HK$46,235,000 (2014: HK$7,634,000) have been issued by the Group to customers as security of contracts. Of which, restricted cash of HK$3,790,000 (2014: HK$3,978,000) was held as security for performance bond. Save for the rental commitment of our retail outlets and warehouses and performance bonds for projects; the Group has no other material financial commitments and contingent liabilities as at 31 March 2015.

FUTURE PROSPECTS

In Hong Kong, we expect construction projects to continue growing, fuelling a steady demand for project supplies. The active land sale policy has enriched land bank for residential developments and encouraged more supply of residential units to the market. Construction projects will speed up and newly completed projects will go on sale in larger batches as soon as they are ready for the market. We expect that there would be a strong project demand with shorter construction period. We shall capitalise on our experience and network with property developers to participate these forthcoming projects. We notice a shift in Macau from casino operations to entertainment resorts. We look ahead to more hotel works and demands for interior fittings.

In the PRC, the policy-driven property market is expected to be stable following a relaxation of curbing measures. Luxurious housing projects will continue to complete in first-tier cities. We shall continue to collaborate with reputable developers on prestigious projects to strengthen our market position.

Inflation is expected to go modest. The shop rental is likely to remain stable. We shall continue to improve operating efficiency and shop utilisation.

While enhancing our strength, we shall remain vigilant to external factors in order to stay competitive. The property market is subject to both global and Hong Kong economic performance. Moreover, the Hong Kong government's fiscal and financial policies may create an adverse impact on Hong Kong real estate market. We will monitor various market trends and refine our strategies accordingly.

SUSTAINABLE DEVELOPMENT

The Group's objective is becoming one of the leading quality suppliers of architectural builder hardware, bathroom, kitchen collections and furniture. Our goal is to enhance the brand value of the Group by managing customers' expectation of getting products that commensurate with their lifestyles. We strive to provide quality products and services to fulfil customers' needs; establish the brand and reputation of our Group for customers' recognition of our ability to serve them with two fundamental qualities "sincerity" and "quality" which would enable us to build customer loyalty; allowing us to establish strong customer relationships for future businesses.

Human Resources

As at 31 March 2015, our workforce was recorded at 181 employees (2014: 181).

The Group believes its success, long-term growth and development depend upon the quality, performance and commitment of its staff members. Competitive packages are offered to attract, retain and motivate competent individuals. In addition, the Group provides employee benefits such as subsidised medical scheme and travel allowance. The Group supports the staff's family life by providing children's scholarship.

Environment

We endeavour to minimising pollution and protecting the environment by conserving natural resources, reducing the use of energy and waste. We first implement the business activities for which we bear responsibility and addressing the environmental issues by integrating environment considerations in our business such as procurement of operation consumables and adoption of eco-friendly habits and resource recycling. We use low energy light bulbs in our retail shops, warehouses and offices. We create the environmental awareness amongst our staff members and whenever possible and practical to do so, we encourage our staff to use public transport; for those that are not accessible by public transport means, to car share when travelling on business. As a supplier of home fittings, we provide a range of green products such as water saving taps and eco-sensor water-saving taps to the market. We seek to assist the general public to take the concept of 'environmental protection' in practice which will eventually contribute to future generations. Our aim is to contribute to the sustainable future and be in harmony with the global environment.

CORPORATE GOVERNANCE

E. Bon Holdings Limited is committed to achieving high standards of corporate governance to properly protect and promote the interests of its shareholders.

Full details of the Corporate Governance Report will be set out in the 2015 Annual Report of the Company.

COMPLIANCE OF CODE ON CORPORATE GOVERNANCE PRACTICES

In the opinion of the directors, the Company has complied with the code provisions listed in the Code on Corporate Governance Practices (the "Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the year ended 31 March 2015, with the exception of the following deviation:

Under the code provision A.1.8, the Company should arrange appropriate insurance cover in respect of legal action against its directors. Currently, no insurance cover has been arranged for directors since the directors take the view that the Company shall support Directors arising from corporate activities.

COMPLIANCE OF MODEL CODE FOR SECURITIES TRANSACTIONS

The Group has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules as its own code of conduct regarding securities transactions by directors. Having made specific enquiry of the directors, all directors have complied with the required standards set out in the Model Code throughout the year ended 31 March 2015.

AUDIT COMMITTEE

The Audit Committee comprises three independent non-executive directors of the Company, namely, Mr. LEUNG Kwong Kin, J.P. (Chairman), Mr. WONG Wah, Dominic and Mr. WAN Sze Chung. The Audit Committee has reviewed, with the management, the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the consolidated financial statements for the year ended 31 March 2015.

DIVIDEND

The Board declared and paid an interim dividend of HK2 cents per share for the six months ended 30 September 2014 totalling HK$6,006,000 (2013: interim dividend of HK1 cent).

The Board has resolved to recommend, at the forthcoming Annual General Meeting (the "AGM") to be held on 2 September 2015, a final dividend payment of HK8 cents (as compared to 2014: HK2 cents) per share for the year ended 31 March 2015 totalling HK$24,024,000 (the "Final Dividend").

If it is duly approved by the members at the AGM, the Final Dividend will be distributed to members, whose names appear on the principal or branch register of members of the Company in the Cayman Islands or Hong Kong respectively (collectively the "Register of Members") as at the close of business on 10 September 2015. The payment will be made on 14 October 2015.

SCOPE OF WORK OF PRICEWATERHOUSECOOPERS

The figures in respect of the preliminary announcement of the Group's results for the year ended 31 March 2015 have been agreed by the Group's auditor, PricewaterhouseCoopers, to the amounts set out in the Group's consolidated financial statements for the year. The work performed by PricewaterhouseCoopers 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 PricewaterhouseCoopers on the preliminary announcement.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed as follows:

(a) For the purpose of determining shareholders who are entitled to attend and vote at the AGM, the register of members of the Company will be closed from 31 August 2015 to 2 September 2015, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the right to attend and vote at the AGM, all transfers accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Abacus Limited at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong no later than 4:30 p.m. on 28 August 2015.

(b) For the purpose of determining shareholders who qualify for the Final Dividend, the register of members of the Company will be closed from 8 September 2015 to 10 September 2015, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the Final Dividend, all transfers accompanied by the relevant share certificates must be lodged with Tricor Abacus Limited at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong no later than 4:30 p.m. on 7 September 2015.

PURCHASE, SALE OR REDEMPTION OF SHARES

The Company has not redeemed any of its shares during the year. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the year.

PUBLICATION OF FINANCIAL INFORMATION

This result announcement is published on the websites of the Company (*www.ebon.com.hk*) and The Stock Exchange of Hong Kong Limited (*www.hkexnews.hk*). The Company's Annual Report 2015 will be despatched to the shareholders and available on the same websites in due course.

By Order of the Board
TSE Sun Fat, Henry
Chairman

Hong Kong, 17 June 2015

Website: www.ebon.com.hk

As at the date hereof, the Board of Directors comprises eight Directors, of which five are Executive Directors, namely Messrs. TSE Sun Fat, Henry, TSE Sun Wai, Albert, TSE Sun Po, Tony, TSE Hon Kit, Kevin and LAU Shiu Sun and three are Independent Non-executive Directors, namely Messrs. LEUNG Kwong Kin, J.P., WONG Wah, Dominic and WAN Sze Chung.