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YEEBO (INTERNATIONAL HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 259)

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31ST MARCH, 2014

The Board of Directors of Yeebo (International Holdings) Limited (the “Company”) announces that the audited consolidated results of the Company and its subsidiaries (the “Group”) for the year ended 31st March, 2014 are summarised as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31ST MARCH, 2014

	NOTES	2014 HK\$'000	2013 HK\$'000
Revenue	3	892,041	816,489
Cost of sales		(775,177)	(703,319)
Gross profit		116,864	113,170
Other income	4	12,529	15,883
Other gains and losses		(637)	3,328
Selling and distribution expenses		(51,939)	(47,589)
Administrative expenses		(24,713)	(34,502)
Finance costs		(133)	(486)
Share of results of associates		65,527	45,528
Share of result of a joint venture		143	–
Profit before income tax		117,641	95,332
Income tax expense	5	(12,994)	(10,844)
Profit for the year		104,647	84,488

	<i>NOTE</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Other comprehensive income			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on the translation of foreign operations		<u>(1,311)</u>	<u>8,278</u>
Total comprehensive income for the year		<u>103,336</u>	<u>92,766</u>
Profit for the year attributable to:			
Owners of the Company		105,345	89,742
Non-controlling interests		<u>(698)</u>	<u>(5,254)</u>
		<u>104,647</u>	<u>84,488</u>
Total comprehensive income attributable to:			
Owners of the Company		104,009	98,264
Non-controlling interests		<u>(673)</u>	<u>(5,498)</u>
		<u>103,336</u>	<u>92,766</u>
		<i>HK cents</i>	<i>HK cents</i>
Earning per share – basic	7	<u>10.4</u>	<u>8.9</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH, 2014

	<i>NOTES</i>	2014 HK\$'000	2013 HK\$'000
Non-current assets			
Property, plant and equipment		226,728	175,147
Prepayment for acquisition of plant and equipment		15,509	11,940
Interests in associates		700,860	646,166
Interest in a joint venture		459	–
Available-for-sale investments		2,739	2,739
Intangible assets		1,459	1,459
		947,754	837,451
Current assets			
Inventories	8	110,387	95,071
Trade and other receivables	9	153,337	131,821
Bills receivables		20,415	13,487
Held-for-trading investments		–	3,804
Amounts due from associates		70	68
Bank balances and cash		65,145	84,545
		349,354	328,796
Current liabilities			
Trade and other payables	10	222,965	190,434
Bills payables	10	3,977	4,268
Bank borrowings		25,430	–
Tax payable		15,291	15,402
		267,663	210,104
Net current assets		81,691	118,692
Total assets less current liabilities		1,029,445	956,143
Non-current liability			
Deferred tax liabilities		12,831	10,076
		1,016,614	946,067
Capital and reserves			
Share capital		202,231	202,231
Reserves		816,568	746,308
Equity attributable to owners of the Company		1,018,799	948,539
Non-controlling interests		(2,185)	(2,472)
Total equity		1,016,614	946,067

Notes:

1. GENERAL

The Company is incorporated in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). Its parent company is Antrix Investment Limited (incorporated in the British Virgin Island (the “BVI”)) and its ultimate holding company is Esca Investment Limited (incorporated in the BVI). The addresses of the registered office and principal place of business of the Company are disclosed in the introduction to the annual report.

The consolidated financial statements are presented in Hong Kong dollars (“HKD”), which is also the functional currency of the Company.

The principal activities of the Company and its subsidiaries (“the Group”) are the manufacturing and sales of liquid crystal displays (“LCDs”) and liquid crystal displays modules (“LCMs”) products.

2. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”)

The Group has applied the following new and revised HKFRSs issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) for the first time in the current year:

Amendments to HKFRSs	Annual Improvements to HKFRSs 2009 – 2011 Cycle except for amendments to HKAS 1
Amendments to HKFRS 7	Disclosures – Offsetting Financial Assets and Financial Liabilities
HKFRS 13	Fair Value Measurement
HKAS 19 (as revised in 2011)	Employee Benefits
Amendments to HKAS 1	Presentation of Items of Other Comprehensive Income
HK(IFRIC) – Int 20	Stripping Costs in the Production Phase of a Surface Mine

Except as described below, the application of the new and revised HKFRSs in the current year has had no material impact on the Group’s financial performance and positions for the current and prior years and/or on the disclosures set out in the consolidated financial statements.

HKFRS 13 *Fair Value Measurement*

The Group has applied HKFRS 13 for the first time in the current year. HKFRS 13 establishes a single source of guidance for, and disclosures about, fair value measurements. The scope of HKFRS 13 is broad: the fair value measurement requirements of HKFRS 13 apply to both financial instrument items and non-financial instrument items for which other HKFRSs require or permit fair value measurements and disclosures about fair value measurements, except for share-based payment transactions that are within the scope of HKFRS 2 *Share-based Payment*, leasing transactions that are within the scope of HKAS 17 *Leases*, and measurements that have some similarities to fair value but are not fair value (e.g. net realisable value for the purposes of measuring inventories or value in use for impairment assessment purposes).

HKFRS 13 defines the fair value of an asset as the price that would be received to sell an asset (or paid to transfer a liability, in the case of determining the fair value of a liability) in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions. Fair value under HKFRS 13 is an exit price regardless of whether that price is directly observable or estimated using another valuation technique. Also, HKFRS 13 includes extensive disclosure requirements.

The application of HKFRS 13 has not had any material impact on the amount recognised or disclosures in the consolidated financial statements.

Amendments to HKAS 1 *Presentation of Items of Other Comprehensive Income*

The Group has applied the amendments to HKAS 1 *Presentation of Items of Other Comprehensive Income*. Upon the adoption of the amendments to HKAS 1, the Group's "statement of comprehensive income" is renamed as the "statement of profit or loss and other comprehensive income". Furthermore, the amendments to HKAS 1 require additional disclosures to be made in the other comprehensive income section such that items of other comprehensive income are grouped into two categories: (a) items that will not be reclassified subsequently to profit or loss and (b) items that may be reclassified subsequently to profit or loss when specific conditions are met. Income tax on items of other comprehensive income is required to be allocated on the same basis – the amendments do not change the option to present items of other comprehensive income either before tax or net of tax. The amendments have been applied retrospectively, and hence the presentation of items of other comprehensive income has been modified to reflect the changes. Other than the above mentioned presentation changes, the application of the amendments to HKAS 1 does not result in any impact on profit or loss, other comprehensive income and total comprehensive income.

New and revised HKFRSs issued but not yet effective

The Group has not early applied the following new and revised HKFRSs that have been issued but are not yet effective:

Amendments to HKFRSs	Annual Improvements to HKFRSs 2010 – 2012 Cycle ⁴
Amendments to HKFRSs	Annual Improvements to HKFRSs 2011 – 2013 Cycle ²
HKFRS 9	Financial Instruments ³
Amendments to HKFRS 9 and HKFRS 7	Mandatory Effective Date of HKFRS 9 and Transition Disclosures ³
Amendments to HKFRS 10, HKFRS 12 and HKAS 27	Investment Entities ¹
Amendments to HKFRS 11	Accounting for Acquisitions of Interests in Joint Operations ⁶
Amendments to HKAS 16 and HKAS 38	Clarification of Acceptable Methods of Depreciation and Amortisation ⁶
Amendments to HKAS 19	Defined Benefit Plans: Employee Contributions ²
Amendments to HKAS 32	Offsetting Financial Assets and Financial Liabilities ¹
Amendments to HKAS 36	Recoverable Amount Disclosures for Non-Financial Assets ¹
Amendments to HKAS 39	Novation of Derivatives and Continuation of Hedge Accounting ¹
HKFRS 14	Regulatory Deferral Accounts ⁵
HK(IFRIC) – Int 21	Levies ¹

¹ Effective for annual periods beginning on or after 1st January, 2014.

² Effective for annual periods beginning on or after 1st July, 2014.

³ Available for application – the mandatory effective date will be determined when the outstanding phases of HKFRS 9 are finalised.

⁴ Effective for annual periods beginning on or after 1st July, 2014, with limited exceptions.

⁵ Effective for first annual HKFRS financial statements beginning on or after 1st January, 2016.

⁶ Effective for annual periods beginning on or after 1st January, 2016.

HKFRS 9 *Financial Instruments*

HKFRS 9 issued in 2009 introduces new requirements for the classification and measurement of financial assets. HKFRS 9 was subsequently amended in 2010 includes the requirements for the classification and measurement of financial liabilities and for derecognition, and further amended in 2013 to include the new requirements for hedge accounting.

Key requirements of HKFRS 9 are described as follows:

- All recognised financial assets that are within the scope of HKAS 39 *Financial Instruments: Recognition and Measurement* are subsequently measured at amortised cost or fair value. Specifically, debt investments that are held within a business model whose objective is to collect the contractual cash flows, and that have contractual cash flows that are solely payments of principal and interest on the principal outstanding are generally measured at amortised cost at the end of subsequent accounting periods. All other debt investments and equity investments are measured at their fair values at the end of subsequent accounting periods. In addition, under HKFRS 9, entities may make an irrevocable election to present subsequent changes in the fair value of an equity investment (that is not held for trading) in other comprehensive income, with only dividend income generally recognised in profit or loss.
- With regard to the measurement of financial liabilities designated as at fair value through profit or loss, HKFRS 9 requires that the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss. Changes in fair value of financial liabilities attributable to changes in the financial liability's credit risk are not subsequently reclassified to profit or loss. Under HKAS 39, the entire amount of the change in the fair value of the financial liability designated as at fair value through profit or loss was presented in profit or loss.

The new general hedge accounting requirements retain the three types of hedge accounting. However, greater flexibility has been introduced to the types of transactions eligible for hedge accounting, specifically broadening the types of instruments that qualify for hedging instruments and the types of risk components of non-financial items that are eligible for hedge accounting. In addition, the effectiveness test has been overhauled and replaced with the principle of an 'economic relationship'. Retrospective assessment of hedge effectiveness is also no longer required. Enhanced disclosure requirements about an entity's risk management activities have also been introduced.

The directors anticipate that the adoption of HKFRS 9 in the future may have an impact on amounts reported in respect of the Group's financial assets and liabilities. However, it is not practicable to provide a reasonable estimate of that effect until a detailed review has been completed.

3. REVENUE AND SEGMENT INFORMATION

Revenue represents the amounts received and receivable for goods sold by the Group to outside customers, net of discounts and sales related taxes.

The Group is organised into three operating divisions according to the types of products sold, which are LCDs, LCMs and LCD – related optical products that are widely used in electronic consumer products. The Group’s operating segments are determined based on information reported to the chief operating decision maker (“CODM”), the executive directors and senior management, for the purposes of resource allocation and performance assessment.

The following is an analysis of the Group’s revenue and results by reportable and operating segment.

2014

	LCDs <i>HK\$'000</i>	LCMs <i>HK\$'000</i>	LCD-related optical product <i>HK\$'000</i>	Segment total <i>HK\$'000</i>	Eliminations <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Segment revenue						
External sales	374,467	517,574	–	892,041	–	892,041
Inter-segment sales	155,150	–	–	155,150	(155,150)	–
Total	<u>529,617</u>	<u>517,574</u>	<u>–</u>	<u>1,047,191</u>	<u>(155,150)</u>	<u>892,041</u>
Segment profit (loss)	<u>33,286</u>	<u>24,990</u>	<u>(3,191)</u>	<u>55,085</u>	–	55,085
Interest income						658
Dividend income						104
Gain on fair value changes of held-for-trading investments						85
Bargain purchase gain recognised						241
Unallocated administrative costs						(3,375)
Net exchange loss						(694)
Finance costs						(133)
Share of results of associates						65,527
Share of result of a joint venture						143
Profit before income tax						<u>117,641</u>

2013

	LCDs <i>HK\$'000</i>	LCMs <i>HK\$'000</i>	LCD-related optical product <i>HK\$'000</i>	Segment total <i>HK\$'000</i>	Eliminations <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Segment revenue						
External sales	378,062	438,427	–	816,489	–	816,489
Inter-segment sales	128,308	–	–	128,308	(128,308)	–
Total	506,370	438,427	–	944,797	(128,308)	816,489
Segment profit (loss)	46,933	14,702	(14,165)	47,470	–	47,470
Interest income						865
Dividend income						1,459
Gain on fair value changes of held-for-trading investments						3,223
Gain on fair value changes of derivative financial instruments						452
Unallocated administrative costs						(2,377)
Net exchange loss						(802)
Finance costs						(486)
Share of results of associates						45,528
Profit before income tax						95,332

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment profit (loss) represents the profit generated (loss incurred) by each segment, net of selling and distribution expenses and administrative costs directly attributable to each segment without allocation of interest income, dividend income, fair value changes of held-for-trading investments and derivative financial instruments, bargain purchase gain recognised, unallocated administrative costs, net exchange differences, finance costs, share of results of associates and a joint venture. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

Inter-segment sales are charged at cost or cost plus a percentage of mark-up.

Other segment information

The following other segment information is included in the measure of segment profit:

2014

	LCDs <i>HK\$'000</i>	LCMs <i>HK\$'000</i>	Segment total <i>HK\$'000</i>	Unallocated <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Depreciation	23,670	3,304	26,974	178	27,152
Loss on disposal of property, plant and equipment	15	13	28	–	28
(Reversal of) allowance for doubtful debts	(1,306)	(5)	(1,311)	403	(908)
(Reversal of) allowance for obsolete inventories	7,652	(2,971)	4,681	892	5,573

2013

	LCDs <i>HK\$'000</i>	LCMs <i>HK\$'000</i>	Segment total <i>HK\$'000</i>	Unallocated <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
Depreciation	23,360	3,075	26,435	178	26,613
Gain on disposal of property, plant and equipment	(384)	(71)	(455)	–	(455)
Reversal of allowance for doubtful debts	(503)	(343)	(846)	–	(846)
(Reversal of) allowance for obsolete inventories	(51)	8,155	8,104	–	8,104

Segment assets and liabilities

As the CODM reviews the Group's assets and liabilities for the Group as a whole on a consolidated basis, no assets or liabilities are allocated to the operating segments. Therefore, no analysis of segment assets and liabilities is presented.

Geographical information

The Group operates in two principal geographical areas, including Hong Kong and other regions in the People's Republic of China ("PRC").

Information about the Group's revenue from external customers and information about its non-current assets by geographical location of the customers and assets respectively, are detailed below:

	Revenue from external customers		Non-current assets	
	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Hong Kong	170,907	172,065	6,416	7,044
Other regions of the PRC	199,884	165,639	237,149	180,502
Japan	116,173	99,821	–	–
United States	70,074	77,514	–	–
Taiwan	85,567	99,734	–	–
Germany	63,918	51,974	–	–
Other European countries	124,738	110,028	131	1,000
Other Asian countries	45,471	32,060	–	–
Other countries	15,309	7,654	–	–
	892,041	816,489	243,696	188,546

Note: Non-current assets excluded interests in associates, interest in a joint venture and available-for-sale investments.

No customer has contributed over 10% of the total revenue of the Group for both years.

4. OTHER INCOME

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Interest on bank deposits	658	865
Dividend income from investments held-for-trading	104	1,459
Tooling income	6,467	8,188
Scrap sales	4,728	2,219
Others	572	3,152
	<u>12,529</u>	<u>15,883</u>

5. INCOME TAX EXPENSE

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
The income tax expense comprises:		
Current tax		
Hong Kong	3,161	4,201
Other jurisdictions	6,416	5,730
	<u>9,577</u>	<u>9,931</u>
Under(over)provision in prior years		
Hong Kong	662	(1,110)
	<u>10,239</u>	<u>8,821</u>
Deferred taxation		
Charge for the year	2,755	2,023
	<u>12,994</u>	<u>10,844</u>

6. DIVIDENDS

Dividends recognised as distributions during the year:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Final dividend in respect of the year ended 31st March, 2013 of HK2.5 cents per share (2013: Final dividend in respect of the year ended 31st March, 2012 of HK2.5 cent per share)	<u>25,279</u>	<u>25,279</u>

Proposed final dividend:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Final – HK3 cents (2013: HK2.5 cents) per share	<u>30,335</u>	<u>25,279</u>

The proposed final dividend for the year is subject to approval by the shareholders in the forthcoming general meeting.

7. EARNING PER SHARE

The calculation of the basic earning per share is based on the profit attributable to the owners of the Company for the year and 1,011,155,171 (2013: 1,011,155,171) ordinary shares in issue.

No diluted earning per share is presented as there was no potential ordinary shares outstanding during both years and as at the end of the reporting period.

8. INVENTORIES

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Raw materials	48,365	41,382
Work in progress	21,016	21,789
Finished goods	41,006	31,900
	<u>110,387</u>	<u>95,071</u>

9. TRADE AND OTHER RECEIVABLES

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Trade receivables	139,990	116,921
Other receivables	6,152	6,789
Deposits	1,263	1,067
Prepayments	5,932	7,044
	<u>153,337</u>	<u>131,821</u>

The Group has a policy of allowing credit periods ranging from 30 days to 120 days. Trade receivables that were neither past due nor impaired are related to a number of independent customers that have a good track record with the Group.

The following is an aged analysis of trade receivables, net of allowance for doubtful debts at the end of the reporting period presented based on the invoice date (which approximated the respective revenue recognition dates):

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
1 – 30 days	70,155	61,986
31 – 60 days	36,513	26,913
61 – 90 days	22,349	21,700
91 – 120 days	10,973	6,322
	<u>139,990</u>	<u>116,921</u>

10. TRADE AND OTHER PAYABLES AND BILLS PAYABLES

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Trade payables	120,439	93,488
Accrued charges	68,805	59,547
Other payables	27,559	28,960
Deposits received from customers	6,162	8,439
Bills payables	3,977	4,268
	226,942	194,702
	226,942	194,702
Amount analysed for reporting purposes as:		
Trade and other payables	222,965	190,434
Bills payables	3,977	4,268
	226,942	194,702
	226,942	194,702

The following is an aged analysis by invoice date of trade payables at the end of the reporting period:

	2014 <i>HK\$'000</i>	2013 <i>HK\$'000</i>
Up to 30 days	43,628	31,699
31 – 60 days	24,842	17,928
61 – 90 days	27,697	22,370
91 – 120 days	15,382	14,440
Over 120 days	8,890	7,051
	120,439	93,488
	120,439	93,488

All the Group's bills payables as at 31st March, 2014 and 2013 were due within 90 days.

MANAGEMENT DISCUSSION AND ANALYSIS

Review of Operations

The Group recorded a consolidated turnover for the year ended 31st March, 2014 of approximately HK\$892 million (2013: HK\$816 million), an increase of HK\$76 million or 9% as compared with last year. Profit attributable to owners of the Company was HK\$105 million (2013: HK\$90 million), representing an increase of approximately HK\$15 million.

External sales of the Liquid Crystal Displays (“LCD”) decreased by HK\$4 million, from HK\$378 million to HK\$374 million. This was mainly due to the shortage of labour that affected the production capacity. Turnover of the Liquid Crystal Display Modules (“LCM”) increased by HK\$80 million, from HK\$438 million to HK\$518 million. The increase in LCM turnover was largely attributable to the increase in market share in high-value segment. In the segment results, the LCD segment recorded a drop in segment profit of HK\$14 million from HK\$47 million for the last year to HK\$33 million this year, and the LCM segment recorded an increase in segment profit of HK\$10 million from HK\$15 million for the last year to HK\$25 million this year.

The Group recorded a gross profit of approximately HK\$117 million (2013: HK\$113 million) and a gross profit margin of 13% (2013: 14%) for the year under review. The reasons for the decrease in gross profit margin were: (1) continuous rising in wages in PRC; (2) below full utilization of the existing production capacity; (3) keen price competition; and (4) initial cost of setting up the new production lines.

During the year, other income amounted to approximately HK\$13 million (2013: HK\$16 million). The other income mainly composed of tooling income and scrap sales.

Net loss from other gains and losses amounted to approximately HK\$1 million (2013: gain of HK\$3 million). This was mainly attributable to exchange loss incurred whereas the gain for last year was mainly contributed by securities trading.

Selling and distribution expenses amounted to approximately HK\$52 million (2013: HK\$48 million), an increase of approximately HK\$4 million and maintained at 6% of turnover (2013: 6%). The increase in the absolute amount of the expenses was mainly due to the increase in transportation costs and promotional expenses.

Administrative expenses amounted to HK\$25 million (2013: HK\$35 million), representing a decrease of HK\$10 million, which was mainly due to the reduction of development costs incurred by the Group’s venture engaging in the development of LCD-related optical products. Due to unforeseeable difficulties, the product development phase was longer than expected and the product development cost was reduced to a modest amount. At present, it is still uncertain when the product would be successfully developed and become marketable.

Finance costs amounted to HK\$133,000 (2013: HK\$486,000), which were mainly incurred for bank borrowings to finance working capital needs.

Investments in Associates

Investment in Nantong Jianghai Capacitor Company Ltd (“Nantong Jianghai”)

Nantong Jianghai is mainly engaged in the manufacture and sales of aluminium electrolytic capacitors and related components, and the production and sales of aluminium formed foil for high-performance aluminium electrolytic capacitors.

The share of profit from Nantong Jianghai amounted to HK\$66 million (2013: HK\$46 million). The increase was largely attributable to (1) the continual growth of industrial capacitors which command a higher sales value and gross profit margin, and (2) the reduction in electricity charge, which lowered the manufacturing costs of aluminium formed foil and (3) vertical integration of the production of aluminium foil by acquiring an etched foil plant.

Investment in Kunshan Visionox Display Co. Ltd. (Kunshan Visionox)

Kunshan Visionox, an associate of the Company, is a manufacturer of OLED products. Impairment loss has been provided in previous years to write down the carrying amount of the Group's investment in Kunshan Visionox to zero. Kunshan Visionox's performance has since improved, but the Group has not reversed any impairment loss previously recognised. The Group will continue monitor the development of Kunshan Visionox to consider whether the impairment loss could partly or fully be reversed.

PROSPECTS

Looking forward, the display business trading conditions was expected to be challenging. The profit margin of the Group will still be under pressure. We commit to become a one-stop manufacturer for both monochrome and color display in the high-end market segment. The Group had incurred various capital expenditure to expand the product range, upgrade the production facilities and step up the automation process which are believed to be beneficial to the Group in the long run.

The management maintains a cautious view towards the results of the Group for the coming financial year.

LIQUIDITY AND FINANCIAL RESOURCES

As at 31st March, 2014, the Group's current ratio was 1.3 (31st March, 2013: 1.6). The gearing ratio, as a ratio of bank borrowings to net worth, was 2.5% (31st March, 2013: nil).

As at 31st March, 2014, the Group had total assets of approximately HK\$1,297 million, which were financed by liabilities of HK\$280 million and total equity of HK\$1,017 million.

Capital expenditure for the year amounted to HK\$79 million (2013: HK\$36 million) which was mainly incurred for the purchase of dormitories and setting up a new indium tin oxide glass production line in Jiangmen, setting up a new capacitive touch panel production line in Shenzhen and a new LCD factory in Guangxi Province.

As at 31st March, 2014, the Group's banking facilities amounted to approximately HK\$148 million (31st March, 2013: HK\$167 million) of which approximately HK\$34 million (31st March, 2013: HK\$8 million) were utilized mainly for issuance of letters of credit, short term loan and bills payable.

Certain subsidiaries of the Group have foreign currency assets and liabilities, which expose the Group to foreign currency risk. The management monitors the foreign exchange risk and will consider hedging significant foreign currency exposure should the need arise.

CONTINGENT LIABILITIES

Nantong Jianghai in which the Group has a 37.5% (2013: 37.5%) interest has been judged by a court in PRC for breaching of contractual agreement for a principle amount of approximately HK\$11,652,000 (RMB9,331,000) plus an interest element (2013: HK\$24,490,000 (RMB19,608,000)). Nantong Jianghai is in the process of appealing against the court's decision. At present the management of Nantong Jianghai and its legal counsel are unable to make a reliable estimate on the outcome at the end of the reporting period. Details of the claim are disclosed in Nantong Jianghai's 2013 annual report.

EMPLOYMENT AND REMUNERATION POLICY

The remuneration package for the Group's employees is structured by reference to market terms and industry's practice. Discretionary bonus and other performance reward are based on the financial performance of the Group and the performance of individual staff. Staff benefit plans maintained by the Group include mandatory and voluntary provident fund scheme and medical insurance.

The Company has adopted a restricted share award scheme (the "Scheme") pursuant to which shares of the Company will be purchased by an independent trustee from the market and held in trust for the participants of the Scheme, including employees or consultants engaged by any member of the Group, until such shares are vested with the relevant participants in accordance with the provisions of the Scheme. The purpose of the Scheme is to act as an incentive to retain and encourage the participants for the continual operation and development of the Group.

MAJOR CUSTOMERS AND SUPPLIERS

The percentage of the Group's turnover and purchase attributable to major customers and suppliers were as follows:

	2014	2013
Percentage of purchases from the Group's largest supplier	6%	5%
Percentage of purchases from the Group's five largest suppliers	21%	22%
Percentage of turnover to the Group's largest customer	5%	5%
Percentage of turnover to the Group's five largest customers	17%	20%

As a result of the diversification in both customers and suppliers, the Group had no material concentration risk in both sales and sourcing.

As at 31st March, 2014, to the best knowledge of the Directors, none of the Directors and their close associates or any shareholders holding 5% of the Group's share capital had any beneficial interest in the Group's five largest customers and/or five largest suppliers.

DIVIDEND

The Board of Directors has resolved to recommend the payment of a final dividend of HK3 cents per share (2013: HK2.5 cents) for the year ended 31st March, 2014 subject to the approval of the shareholders of the Company (the “Shareholders”) at the forthcoming Annual General Meeting. The final dividend will be paid on or about Monday, 6th October, 2014 to Shareholders whose names appear on the register of members of the Company at the close of business on Wednesday, 10th September, 2014.

CLOSURE OF REGISTER OF MEMBERS

The annual general meeting of the Company is scheduled to be held on Monday, 1st September, 2014 (“Annual General Meeting”). For determining the entitlement to attend and vote at the Annual General Meeting, the register of members of the Company will be closed from Thursday, 28th August, 2014 to Monday, 1st September, 2014, both days inclusive, during which period no transfer of shares will be effected. In order to be eligible to attend and vote at the Annual General Meeting, all transfers of shares, accompanied by the relevant share certificates, must be lodged with the Company’s branch share registrar in Hong Kong, Tricor Secretaries Limited at Level 22, Hopewell Centre, 183 Queen’s Road East, Hong Kong for registration not later than 4:30 p.m. on Wednesday, 27th August, 2014.

The proposed final dividend is subject to the approval of the Shareholders at the Annual General Meeting. For determining the entitlement to the proposed final dividend the register of members of the Company will be closed on Friday, 5th September, 2014 to Wednesday, 10th September, 2014, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the proposed final dividend, all transfers of shares, accompanied by the relevant share certificates, must be lodged with the Company’s branch share registrar in Hong Kong, Tricor Secretaries Limited, for registration not later than 4:30 p.m. on Thursday, 4th September, 2014.

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

There was no purchase, sale or redemption of shares or other listed securities of the Company or by any of its subsidiaries during the year.

CORPORATE GOVERNANCE PRACTICES

The board of directors of the Company (the “Board”) believes that corporate governance is essential to the success of the Company and has adopted various measures to ensure that a high standard of corporate governance is maintained. Throughout the year ended 31st March, 2014, the Company has applied the principles and complied with the requirements of the Code on Corporate Governance Practices (the “Code”) listed out in Appendix 14 of the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”), except for following deviation:

Under Code provision A.4.1, non-executive directors should be appointed for a specific term and subject to re-election. The existing Independent Non-executive Directors of the Company are not appointed for a specific term but are subject to retirement by rotation and re-election at the annual general meeting of the Company in accordance with the provision of the bye-laws of the Company. The Board does not believe that arbitrary term limits on the Directors’ services are appropriate given that Directors ought to be committed to representing the long-term interests of the shareholders.

The Board is reviewing the situation and will, where appropriate, take necessary steps including amendment of the Company's bye laws to ensure compliance with the Code.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules as its code of conduct regarding securities transactions by the Directors. Having made specific enquiries of all Directors, they have confirmed their compliance with the required standard as set out in the Model Code throughout the year ended 31st March, 2014.

AUDIT COMMITTEE

The audit committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the financial statements of the Group for the year ended 31st March, 2014.

PUBLICATION OF FINAL RESULTS AND ANNUAL REPORT

The annual results announcement is published on the website of the Stock Exchange (<http://www.hkexnews.hk>) and the Company's website (<http://www.yeebo.com.hk>). The annual report will be dispatched to the Shareholders and will be available on websites of the Stock Exchange and the Company in due course.

By order of the Board
Yeebo (International Holdings) Limited
Lau Siu Ki, Kevin
Company Secretary

Hong Kong, 27th June, 2014

As at the date of this announcement, the Board comprises Mr. Fang Hung, Kenneth, GBS, JP, Mr. Li Kwok Wai, Frankie and Mr. Leung Tze Kuen as executive directors; Mr. Fang Yan Tak, Douglas as non-executive director; and The Hon. Tien Pei Chun, James, GBS, JP, Mr. Chu Chi Wai, Allan and Mr. Lau Yuen Sun, Adrian as independent non-executive directors.