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## KINGBOARD CHEMICAL HOLDINGS LIMITED

建滔化工集團\*

(Incorporated in the Cayman Islands with limited liability)  
(stock code: 148)

# KB

## KINGBOARD LAMINATES HOLDINGS LIMITED

建滔積層板控股有限公司

(Incorporated in the Cayman Islands with limited liability)  
(stock code: 1888)

### ANNOUNCEMENT RELATING TO THE UNAUDITED CONSOLIDATED FULL YEAR RESULTS OF A SUBSIDIARY

KBCF announced its unaudited consolidated results for the financial year ended December 31, 2006 on the Singapore Exchange Securities Trading Limited on February 27, 2007.

Pursuant to Rule 705 and Rule 920 (1)(a)(ii) of the Listing Manual of the Singapore Exchange Securities Trading Limited, Kingboard Copper Foil Holdings Limited (“KBCF” or “the Company”), a public company listed on the Singapore Exchange Securities Trading Limited, announced its unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the financial year ended December 31, 2006 on the website of Singapore Exchange Securities Trading Limited at [www.sgx.com](http://www.sgx.com) on February 27, 2007. The results are prepared in accordance with Singapore Financial Reporting Standards and Interpretations of Financial Reporting Standards.

KBCF is an indirect 62.15%-owned subsidiary of Kingboard Laminates Holdings Limited (“Kingboard Laminates”). In turn, Kingboard Laminates is an indirect 72.5%-owned subsidiary of Kingboard Chemical Holdings Limited (“Kingboard Chemical”). Both Kingboard Chemical and Kingboard Laminates are companies listed on the Main Board of The Stock Exchange of Hong Kong Limited (“Stock Exchange”).

This announcement is made pursuant to Rule 13.09 (2) of the Rules Governing the Listing of Securities on the Stock Exchange and is being released for information purpose only. The following is a reproduction of the results announcement of KBCF.

#### “KINGBOARD COPPER FOIL HOLDINGS LIMITED

#### FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 31/12/2006

#### PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1,Q2 & Q3) HALF-YEAR AND FULL YEAR RESULTS

#### 1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		
	Year ended December 31, 2006 HK\$'000	Year ended December 31, 2005 HK\$'000	% Change
Revenue	2,795,324	1,484,713	88.27%
Cost of sales	(2,434,041)	(1,269,509)	91.73%
Gross profit	361,283	215,204	67.88%
Other operating income	26,676	19,872	34.24%
Distribution costs	(26,777)	(18,155)	47.49%
Administrative expenses	(54,360)	(45,431)	19.65%
Other operating expenses	(3,727)	(3,664)	1.72%
Finance cost – interest expenses to non-related companies	(20,237)	(6,070)	233.39%
Profit before tax	282,858	161,756	74.87%
Income tax expense	(22,455)	(14,738)	52.36%
Profit for the year	260,403	147,018	77.12%

\* For identification purposes only

Profit before tax has been arrived at after (crediting)/charging:

	Group		%
	Year ended December 31, 2006 HK\$'000	Year ended December 31, 2005 HK\$'000	
Other operating income including interest income	(26,676)	(19,872)	34.24%
Interest on bank borrowings	20,237	6,070	233.39%
Depreciation of property, plant and equipment	116,403	98,506	18.17%
Amortisation of prepaid land use rights	799	514	55.45%

**1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

	Group		Company	
	As at December 31, 2006 HK\$'000	As at December 31, 2005 HK\$'000	As at December 31, 2006 HK\$'000	As at December 31, 2005 HK\$'000
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and bank balances	208,562	103,247	–	–
Trade receivables	574,468	564,154	–	–
Other receivables and prepayments	55,134	100,737	16,725	26,238
Prepaid land use rights (current)	825	788	–	–
Inventories	415,434	259,651	–	–
<b>Total current assets</b>	<b>1,254,423</b>	<b>1,028,577</b>	<b>16,725</b>	<b>26,238</b>
<b>Non-current Assets:</b>				
Subsidiaries	–	–	394,165	394,165
Due from a subsidiary	–	–	472,563	455,498
Property, plant and equipment	1,111,956	941,211	–	–
Prepaid land use rights (non-current)	36,728	36,257	–	–
Available-for-sale investments	9,000	9,000	9,000	9,000
<b>Total non-current assets</b>	<b>1,157,684</b>	<b>986,468</b>	<b>875,728</b>	<b>858,663</b>
<b>Total assets</b>	<b>2,412,107</b>	<b>2,015,045</b>	<b>892,453</b>	<b>884,901</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Due to a subsidiary	–	–	394	–
Bank borrowings	423,518	365,134	–	–
Trade payables	130,901	79,217	–	75
Income tax payable	36,930	22,347	–	–
<b>Total current liabilities</b>	<b>591,349</b>	<b>466,698</b>	<b>394</b>	<b>75</b>
<b>Capital and reserves:</b>				
Issued capital	560,200	560,200	560,200	560,200
Reserves	1,260,558	988,147	331,859	324,626
<b>Total equity</b>	<b>1,820,758</b>	<b>1,548,347</b>	<b>892,059</b>	<b>884,826</b>
<b>Total liabilities and equity</b>	<b>2,412,107</b>	<b>2,015,045</b>	<b>892,453</b>	<b>884,901</b>

**1(b)(ii) Aggregate amount of group's borrowing and debt securities**  
*Amount repayable in one year or less, or on demand*

As at December 31, 2006		As at December 31, 2005	
Secured HK\$'000	Unsecured HK\$'000	Secured HK\$'000	Unsecured HK\$'000
–	423,518	–	365,134

*Amount repayable after one year*

As at December 31, 2006		As at December 31, 2005	
Secured HK\$'000	Unsecured HK\$'000	Secured HK\$'000	Unsecured HK\$'000
–	–	–	–

**Details of any collateral**

Not applicable

1(c) **A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

	<b>Year ended December 31, 2006 HK\$'000</b>	<b>Year ended December 31, 2005 HK\$'000</b>
<b>Cash flows from operations:</b>		
Profit before tax	282,858	161,756
Adjustments for:		
Depreciation expense	116,403	98,506
Amortisation of prepaid land use rights	799	514
Allowance for slow moving inventories	20,479	6,896
Interest expense and finance charges	20,237	6,070
Interest income	(11,416)	(8,887)
Gain on disposal of available-for-sale investments	–	(4,162)
Loss/(Gain) on disposal of property, plant and equipment	578	(1)
	<hr/>	<hr/>
Operating profit before working capital changes	429,938	260,692
Trade receivables	(10,314)	(92,549)
Other receivables and prepayments	45,603	(1,290)
Inventories	(176,262)	(112,595)
Trade payables	51,684	(1,217)
	<hr/>	<hr/>
Cash generated from operations	340,649	53,041
Income tax paid	(7,872)	(6,707)
Dividends paid	(39,738)	(32,513)
Interest paid	(20,237)	(6,070)
Interest received	11,416	8,887
	<hr/>	<hr/>
Net cash generated from operating activities	284,218	16,638
<b>Cash flows used in investing activities:</b>		
Proceeds from disposal of property, plant and equipment	–	2
Prepayment of land use rights	–	(17,671)
Proceeds from disposal of available-for-sale investments	–	10,944
Purchase of property, plant and equipment	(251,227)	(178,965)
	<hr/>	<hr/>
Net cash used in investing activities	(251,227)	(185,690)
<b>Cash flows from financing activities:</b>		
Increase in bank borrowings	58,384	151,175
	<hr/>	<hr/>
Net cash generated from financing activities	58,384	151,175
<b>Effects of consolidating foreign subsidiaries</b>		
	<hr/>	<hr/>
	13,940	2,493
Increase/(Decrease) in cash and bank balances	105,315	(15,384)
Cash and bank balances at beginning of financial year	103,247	118,631
	<hr/>	<hr/>
<b>Cash and bank balances at end of financial year</b>	<b>208,562</b>	<b>103,247</b>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

	Issued capital HK\$'000	Share premium HK\$'000	Capital reserves HK\$'000	Proposed dividend HK\$'000	Currency translation reserves HK\$'000	Accumulated profits HK\$'000	Total HK\$'000
<b>Group</b>							
Balance at January 1, 2005	560,200	296,573	6,275	18,063	3,400	526,537	1,411,048
Net profit for the financial year	-	-	-	-	-	147,018	147,018
Dividend paid	-	-	-	(18,063)	-	-	(18,063)
Interim dividend paid	-	-	-	-	-	(14,450)	(14,450)
Proposed final dividend	-	-	-	21,675	-	(21,675)	-
Exchange translation	-	-	-	-	22,794	-	22,794
Balance at December 31, 2005	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>21,675</u>	<u>26,194</u>	<u>637,430</u>	<u>1,548,347</u>
Net profit for the financial year	-	-	-	-	-	260,403	260,403
Dividend paid	-	-	-	(21,675)	-	-	(21,675)
Interim dividend paid	-	-	-	-	-	(18,063)	(18,063)
Proposed final dividend	-	-	-	28,900	-	(28,900)	-
Exchange translation	-	-	-	-	51,746	-	51,746
Balance at December 31, 2006	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>28,900</u>	<u>77,940</u>	<u>850,870</u>	<u>1,820,758</u>
		Issued capital HK\$'000	Share premium HK\$'000	Capital reserves HK\$'000	Proposed dividend HK\$'000	Accumulated profits HK\$'000	Total HK\$'000
<b>Company</b>							
Balance at January 1, 2005		560,200	296,573	6,275	18,063	105	881,216
Net profit for the financial year		-	-	-	-	36,123	36,123
Dividend paid		-	-	-	(18,063)	-	(18,063)
Interim dividend paid		-	-	-	-	(14,450)	(14,450)
Proposed final dividend		-	-	-	21,675	(21,675)	-
Balance at December 31, 2005		<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>21,675</u>	<u>103</u>	<u>884,826</u>
Net profit for the financial year		-	-	-	-	46,971	46,971
Dividend paid		-	-	-	(21,675)	-	(21,675)
Interim dividend paid		-	-	-	-	(18,063)	(18,063)
Proposed final dividend		-	-	-	28,900	(28,900)	-
Balance at December 31, 2006		<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>28,900</u>	<u>111</u>	<u>892,059</u>

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There was no change in the Company's issued share capital for the year ended December 31, 2006.

**2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by our auditors.

**3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

**4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The group has applied the same accounting policies and methods of computation as in the preparation of the financial statements for FY2006 as in its FY2005 audited annual financial statements except for the adoption of the new/revised Financial Reporting Standards ("FRS") that are mandatory for financial years beginning on or after January 1, 2006. The adoption of the new/revised FRS has not resulted in changes to the amounts reported for prior periods and does not have any major financial impact on the Group's FY2006 results.

5 **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**  
No major changes (Please refer to paragraph 4).

6 **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	Year Ended December 31, 2006	Year Ended December 31, 2005
Based on the weighted average number of ordinary shares in issue	36.04 HK cents	20.35 HK cents
On a fully diluted basis	36.04 HK cents	20.35 HK cents

7 **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**

- (a) **current financial period reported on; and**  
(b) **immediately preceding financial year.**

	Group		Company	
	December 31, 2006	December 31, 2005	December 31, 2006	December 31, 2005
Net asset value per ordinary share based on issued share capital at the end of the year reported on	252.01 HK cents	214.30 HK cents	123.47 HK cents	122.47 HK cents

8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**  
(b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

#### **RESULTS**

On behalf of the Board of Directors, I am pleased to report to our shareholders that the Group achieved encouraging financial performance with substantial growth in both turnover and profit attributable to shareholders compared with last financial year on the back of positive market conditions for electronics products, price competitiveness on larger economies of scales and effective cost management across the board for our operations in China. We continued to make good progress in gaining market share in the copper foil business.

#### **Financial Summary**

Turnover posted strong growth of 88% to HK\$2,795 million

Profit attributable to shareholders was up by 77% to HK\$260 million

Earnings per share were HK36.04 cents, up 77%

Final dividend per share is proposed at HK4.0 cents, an increase of 33% over previous year's HK3.0 cents

#### **Business Review**

During the year under review, the Group was able to capitalize on the opportunities arising from the electronics industry upcycle. We have completed the final stage of Phase One and the first stage of Phase Two of the Lianzhou copper foil plant in 2006. Being the largest copper foil producer in the PRC with a monthly capacity of 4,000 tonnes, the Group continued to maintain its leading position among the copper foil manufacturers in the PRC by leveraging on its expanded production capacity, improved product quality and closer proximity of our manufacturing plants to our customers. The Group's sales volume recorded healthy growth of approximately 27% year-on-year.

Due to increasing accreditation of our product quality, the Group continued to experience robust demands from parent group and other fellow subsidiaries and external customers. Sales to external customers accounted for approximately 10% or HK\$286 million of the total sales (FY2005: 16%), representing a growth of HK\$49 million over last financial year. In the new financial year, the Group targets to achieve its external sales up to approximately 20%.

The product mix between the 18 microns or below and 35 microns or above thickness copper foil remained similar to last financial year. The former accounted for 24% of total sales and the latter 76%. The demand from multi-layer PCB manufacturers on our 18 microns or below thickness copper foil products remained stable throughout the year 2006.

#### **Financial Position**

The Group's financial position continued to be strong. As at December 31, 2006, net current assets and current ratio were approximately HK\$663 million and 2.1 respectively. The current assets included cash of HK\$209 million, trade receivables of HK\$574 million, other receivables and prepayments of HK\$55 million and inventories of HK\$415 million. The increase in inventory in FY2006 was primarily due to: (i) an increase

in unit cost of copper by about 60% compared with FY2005, (ii) an increase in cost of sales and (iii) the commissioning of the final stage of Phase One and the first stage of Phase Two of the Lianzhou copper foil plant where more raw materials were procured to meet the production schedule. Addition to fixed assets in FY2006 amounted to HK\$251 million mainly for the final stage of Phase One and Phase Two of the Lianzhou copper foil plant. As at December 31, 2006, no significant assets have been pledged.

Distribution costs increased by 47% to HK\$27 million in FY2006 in line with increased business activities. Finance costs, largely made up of interest paid for trust receipt loans, amounted to HK\$20 million as a result of higher interest rates on trust receipt loans. Pre-tax profit margin maintained at around 10% as a result of continuous cost management efficiency achieved at all levels within the Group.

The appreciation of Renminbi against the US dollar had minimum impact on the Group's performance as the Group's revenue are substantially denominated in Hong Kong dollar, US dollar and Renminbi in a proportion closely matching with the Group's operational expenses.

**9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

As mentioned in the Third Quarter Financial Statement and Dividend Announcement, the directors expect the Group to remain profitable. The results for the reporting period are in line with the announcement made previously.

**10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

As electronic segment is heavily influenced by overall global demand, especially on performance in the semiconductor sub-segment, increasing inventory levels across the supply chain may slow the overall demand in the first half of 2007. Nevertheless, increasing applications of electronics products in our daily lives, fuelled by stronger consumer demand for PC memory and consumer electronics like MP3 players and 3G handsets, would see growing demand for copper foil. The Group will continue to focus on improving product quality and costs management so as to bring long-term benefits to the Group. We will leverage on the parent group's sales network to further expand our presence in the overseas markets, such as India and Russia.

The second stage of Phase Two of the Lianzhou copper foil plant started production in January 2007 with a monthly capacity of 300 tonnes and the third stage of Phase Two is expected to commence operation in second quarter 2007. These two stages will contribute a further capacity of 600 tonnes to our monthly capacity. Our production capacity expansion plans are expected to further strengthen our leading position in the PRC market. Our PVB film plant has received technical qualification from our customers and is expected to break-even in the new financial year.

In view of the satisfactory financial performance and the solid foundation laid over the past years, the management is cautiously confident of the Group's future development. Barring any unforeseen circumstances, the Directors expect the Group to remain profitable in the first financial quarter ending March 31, 2007.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economics conditions, shifts in customer demands, customers and partners, and government and policy changes. You are cautioned not to place undue reliance on these forward looking statements which are based on current view of management on future events.

**11 Dividend**

*(a) Current Financial Period Reported on*

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	HK4.0 cents per ordinary share (tax not applicable)

Optional:- Dividend Rate (in %)

Par value of shares	US\$0.10
Tax Rate	Tax not applicable

*(b) Corresponding Period of the Immediately Preceding Financial Year*

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	HK 3.00 cents per ordinary share (tax not applicable)
Optional:- Dividend Rate (in %)	
Par value of shares	US\$0.10
Tax Rate	Tax not applicable

*(c) Date Payable*

The Dividend payment date will be announced at a later date.

- (d) *Books closure date*  
Notice on the closure of Share Transfer Books and Register of Members of the Company to determine shareholders' entitlement to the recommended final dividend will be announced later.

- 12 **If no dividend has been declared/recommended, a statement to that effect**  
Not applicable

**PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
(This part is not applicable to Q1, Q2, Q3 and half year Results)

- 13 **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

The operations of the Group are in the manufacturing and sale of copper foil in the People's Republic of China ("PRC") and most of the assets of the Group are deployed in these operations. Accordingly, the income and profits of the Group are derived substantially from this industry segment.

- 14 **In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**  
Not applicable

- 15 **A breakdown of sales**

	Group		%
	Year Ended December 31, 2006 <i>HK\$'000</i>	Year Ended December 31, 2005 <i>HK\$'000</i>	
(a) Sales reported for the first half year	1,103,591	644,082	71.34%
(b) Operating profit after tax before deducting minority interests reported for the first half year	97,986	65,606	49.36%
(c) Sales reported for the second half year	1,691,733	840,631	101.25%
(d) Operating profit after tax before deducting minority interests reported for the second half year	162,417	81,412	99.50%

- 16 **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

**Total annual dividend (Refer to Para 16 of Appendix 7.2 for the required details)**

	Latest Full Year <i>HK\$'000</i>	Previous Full Year <i>HK\$'000</i>
Ordinary	46,963	36,125
Preference	—	—
Total	<u>46,963</u>	<u>36,125</u>

*Note:* Total Annual Dividend

***In latest full year***

Interim Dividend:	HK\$18,062,500	@HK2.5 cents per ordinary share
Final Dividend:	HK\$28,900,000	@HK4.0 cents per ordinary share
Total:	<u>HK\$46,962,500</u>	

***In previous full year***

Interim Dividend:	HK\$14,450,000	@HK2.0 cents per ordinary share
Final Dividend:	HK\$21,675,000	@HK3.0 cents per ordinary share
Total:	<u>HK\$36,125,000</u>	

**17 Interested Person Transactions – Pursuant to Rule 920(1)(a)(ii) of the Listing Manual.**  
 Aggregate value of interest person transactions entered for the year ended December 31, 2006.

Name of interested person	Aggregate Value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) HK\$	Aggregate Value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000) HK\$
Kingboard Laminates (MCO) Limited	11,107,000	1,487,657,000
Kingboard Laminates (Kunshan) Company Limited	–	293,006,000
Kingboard Laminates (Jiangmen) Company Limited	–	83,634,000
Kunshan Yattoo Chemical Company Limited	–	275,094,000
Techwise (MCO) Circuits Limited	–	28,824,000
King Board (Panyu) Chemical Company Limited	–	3,488,000
Kingboard (Hengyang) Chemical Co., Ltd.	–	1,423,000
Shanghai Zhan Bo Marketing Co., Ltd.	–	1,041,000
Nanjing Elec & Eltek Electronic Company Limited	–	2,381,000
Elec & Eltek (Guangzhou) Electronic Company Limited	–	1,358,000
Guangzhou Elec & Eltek High Density Interconnect Technology No. 1 Co., Ltd.	–	32,616,000
Guangzhou Elec & Eltek Microvia Technology Co., Ltd.	–	6,789,000
Elec & Eltek (Thailand) Limited	–	24,509,000
Pacific Insulating Material (Thailand) Limited	–	53,934,000
Kaiping Pacific Insulating Material Co., Ltd.	–	48,246,000
Shenzhen Pacific Insulating Material Company Limited	–	133,042,000
Kai Ping Elec & Eltek Company Limited	–	10,896,000
Kaiping Elec & Eltek No. 2 Company Limited	–	15,101,000
Kaiping Elec & Eltek No. 3 Company Limited	–	18,690,000
<b>Total</b>	<b>11,107,000</b>	<b>2,521,729,000</b>

*Note:* All the above named companies are subsidiaries of Kingboard Chemical Holdings Limited, a substantial shareholder of the Company listed on The Stock Exchange of Hong Kong Limited.”

BY ORDER OF THE BOARD  
**Kingboard Chemical Holdings Limited**  
**Chan Wing Kwan**  
*Managing Director*

BY ORDER OF THE BOARD  
**Kingboard Laminates Holdings Limited**  
**Cheung Kwok Keung**  
*Managing Director*

Hong Kong, February 27, 2007

*As at the date of this announcement, the board of directors (“Board”) of Kingboard Chemical consists of Messrs. Cheung Kwok Wing, Chan Wing Kwan, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie and Mok Cham Hung, Chadwick, being the executive directors, and Messrs. Cheng Ming Fun, Paul, Tse Kam Hung and Henry Tan, being the independent non-executive directors.*

*As at the date of this announcement, the Board of Kingboard Laminates consists of Messrs. Cheung Kwok Wa, Cheung Kwok Keung, Cheung Kwok Ping, Lam Ka Po, Cheung Ka Ho, Chan Sau Chi, Liu Min and Zhou Pei Feng, being the executive directors, Mr. Lo Ka Leong, being the non-executive director, and Messrs. Chan Charnwut Bernard, Chan Yue Kwong, Michael, Leung Tai Chiu and Mok Yiu Keung, Peter, being the independent non-executive directors.*

“Please also refer to the published version of this announcement in The Standard.”