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**KINGBOARD CHEMICAL
HOLDING LIMITED**
建滔化工集團有限公司
*(Incorporated in the Cayman Islands
with limited liability)*
(Stock Code : 148)

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**KINGBOARD LAMINATE
HOLDING LIMITED**
建滔積層板控股有限公司
*(Incorporated in the Cayman Islands
with limited liability)*
(Stock Code : 1888)

JOINT ANNOUNCEMENT

**ANNOUNCEMENT RELATED TO THE NATIONAL LISTED CONSOLIDATED
FINANCIAL RESULTS OF KINGBOARD**

KBCF announced its unaudited consolidated results for the year ended December 31, 2017 on the Singapore Exchange Securities Trading Limited on February 22, 2018.

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 year ended December 31, 2017 on the website of www.sgx.com of Singapore Exchange Securities Trading Limited on February 22, 2018. The results are prepared in accordance with Singapore Financial Reporting Standards and Interpretations of Financial Reporting Standards.

KBCF is an indirect 82.32%-owned subsidiary of Kingboard Laminates Holdings Limited (“Kingboard Laminates”). In turn, Kingboard Laminates is a 69.36%-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.

Profit for the year has been arrived at after (crediting) charging:

	Gross Profit		Change
	December 31, 2017	December 31, 2016	%
	HK\$'000	HK\$'000	
Other operating income including interest income	(4,386)	(2,057)	113.22%
Depreciation of property, plant and equipment	83,263	107,500	-22.55%
Amortisation of prepaid land use rights	1,035	1,049	-1.33%

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Assets and liabilities are stated at carrying amounts. The carrying amounts are the amounts shown in the balance sheet, less any impairment losses recognized.

	Gross Assets		Change	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Cash and bank balances	1,691,732	1,556,470	-	-
Trade and other receivables and prepayments	78,331	84,453	166	176
Bills receivable	42,476	27,138	-	-
Other current assets	-	645,931	-	-
Prepaid land use rights	1,074	1,003	-	-
Inventories	24,273	22,371	-	-
Total current assets	1,837,886	2,337,366	166	176

	Group		Company	
	At 31 Dec 2017	At 31 Dec 2016	At 31 Dec 2017	At 31 Dec 2016
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Non-current assets				
Investments in subsidiaries	-	-	393,775	393,775
Investment in an associate	36,571	40,516	12,326	13,656
Due from a subsidiary	-	-	884,038	882,039
Investment property	6,081	5,683	-	-
Property, plant and equipment	327,928	360,478	-	-
Prepaid land use rights	36,068	34,709	-	-
Other non-current assets	691,213	-	-	-
Goodwill	238	238	-	-
Total non-current assets	1,098,099	441,624	1,290,139	1,289,470
Total assets	2,935,985	2,778,990	1,290,305	1,289,646
LIABILITIES AND EQUITY				
Current liabilities				
Due to a subsidiary	-	-	2,713	2,721
Bills payable	2,290	11,481	-	-
Trade and other payables	104,344	104,527	2,435	2,423
Income tax payable	9,619	8,366	38	38
Total current liabilities	116,253	124,374	5,186	5,182
Non-current liability:				
Deferred tax liabilities	4,793	-	-	-
Total non-current liability	4,793	-	-	-
Total liabilities	121,046	124,374	5,186	5,182
Equity				
Share capital	560,200	560,200	560,200	560,200
Reserves	2,227,441	2,068,980	724,919	724,264
Equity attributable to owners of the Company	2,787,641	2,629,180	1,285,119	1,284,464
Non-controlling interests	27,298	25,436	-	-
Total equity	2,814,939	2,654,616	1,285,119	1,284,464
Total equity and liabilities	2,935,985	2,778,990	1,290,305	1,289,646

	December 31, 2017 HK\$'000	December 31, 2016 HK\$'000
Operating cash flow before movements in working capital	147,638	154,367
Trade and other receivables and prepayments	14,527	(11,264)
Bills receivable	(11,754)	9,200
Inventories	(322)	13,110
Trade and other payables	(5,094)	17,644
Bills payable	(9,191)	9,216
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Cash generated from operations	135,804	192,273
Income tax paid	(17,202)	(8,709)
Interest received	1,897	1,618
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Net cash from operating activities	120,499	185,182
Investing activities:		
Purchase of property, plant and equipment	(43,837)	(35,167)
Proceed from disposal of property, plant and equipment	-	2,281
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Net cash used in investing activities	(43,837)	(32,886)
Financing activities:		
Dividend paid to non-controlling interests	(3,208)	(9,360)
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Net cash used in financing activity	(3,208)	(9,360)
Net increase in cash and bank balances	73,454	142,936
Cash and bank balances at the beginning of the year	1,556,470	1,446,024
Effect of exchange rate changes on the balance of cash and bank held in foreign currencies	61,808	(32,490)
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Cash and bank balances at the end of the year	<u>1,691,732</u>	<u>1,556,470</u>

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Attributable to the owners of the Company (continued), the following table shows the total comprehensive income (expense) for the year ended 31 December 2017 and 2016.

	Group		Company	
	December 31, 2017	December 31, 2016	December 31, 2017	December 31, 2016
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Profit for the year	17,752	4,933	655	646
Other comprehensive income (expense):				
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Exchange difference arising on translation to foreign operations	144,599	(109,979)	-	-
Share of other comprehensive income (expense) of an associate	1,180	(1,917)	-	-
Total comprehensive income (expense)	145,779	(111,896)	-	-
Total comprehensive income (expense) for the year, net of tax	163,531	(106,963)	655	646
Total comprehensive income (expense) attributable to:				
Owners of the Company	158,461	(108,816)	655	646
Non-controlling interests	5,070	1,853	-	-
	163,531	(106,963)	655	646

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Attributable to the Company

	Attributable to the Company							
	2017	2016	2015	2014	2013	2012	2011	2010
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Group								
Balance at January 1, 2016	560,200	296,573	7,287	412,787	1,461,149	2,737,996	32,943	2,770,939
Total comprehensive (expense) income for the year								
Profit for the year	-	-	-	-	1,061	1,061	3,872	4,933
Other comprehensive expense for the year	-	-	-	(109,877)	-	(109,877)	(2,019)	(111,896)
Total	-	-	-	(109,877)	1,061	(108,816)	1,853	(106,963)
Transactions with owners, recognised directly in equity								
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(9,360)	(9,360)
Balance at December 31, 2016	560,200	296,573	7,287	302,910	1,462,210	2,629,180	25,436	2,654,616
Total comprehensive income for the year								
Profit for the year	-	-	-	-	14,468	14,468	3,284	17,752
Other comprehensive income for the year	-	-	-	143,993	-	143,993	1,786	145,779
Total	-	-	-	143,993	14,468	158,461	5,070	163,531
Transactions with owners, recognised directly in equity								
Dividend paid to non-controlling interests of a subsidiary	-	-	-	-	-	-	(3,208)	(3,208)
Balance at December 31, 2017	560,200	296,573	7,287	446,903	1,476,678	2,787,641	27,298	2,814,939

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Entity's diluted earnings per share for the year ended 31 December 2017 is calculated as follows:

	Diluted earnings per share, 2017	Diluted earnings per share, 2016
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Based on the weighted average number of ordinary shares in issue	2.00 HK cents	0.15 HK cents
On a fully diluted basis	2.00 HK cents	0.15 HK cents

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Net asset value per ordinary share based on issued share capital at the end of the year reported on

	Group, 2017	Group, 2016	Company, 2017	Company, 2016
Net asset value per ordinary share based on issued share capital at the end of the year reported on	385.83 HK cents	363.90 HK cents	177.87 HK cents	177.78 HK cents

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As at 31 December 2017, the Group's net asset value per ordinary share based on issued share capital at the end of the year reported on is 385.83 HK cents.

(a) The Group's net asset value per ordinary share based on issued share capital at the end of the year reported on is 385.83 HK cents, which is calculated as follows:

(b) The Group's net asset value per ordinary share based on issued share capital at the end of the year reported on is 385.83 HK cents, which is calculated as follows:

On behalf of the Board of Directors, it is my pleasure to present the financial results of Kingboard Copper Foil Holdings Limited (“the Company”) and its subsidiaries (together with the Company, “the Group”) for the year ended December 31, 2017 (“FY 2017”). Revenue for the current year comprised (i) the receipt of license fee of HK\$120 million pursuant to the on-going licensing arrangement and (ii) the sale of polyvinyl butyral (“PVB”) resin for HK\$489 million, a basic raw material for the production of PVB film which is used to produce reinforced glass for both automotive industry and buildings. The Group’s turnover decreased 4% to HK\$609 million against the year ended December 31, 2016 (“FY 2016”) and net profit attributable to owners of the Company for FY 2017 was HK\$14.5 million. In FY 2017, cost of sales decreased by 8% against FY 2016 to HK\$520 million. Gross profit margin were 10.8% in FY 2016 and 14.6% in FY 2017.

Distribution costs in FY 2017 increased 6% to approximately HK\$18 million. The transportation cost increased as the oil price was rising during FY 2017. Finance costs in both FY 2016 and FY 2017 were nil. As at December 31, 2017, trade and other payables was similar to those in FY 2016. Bills payable was HK\$2.3 million as at December 31, 2017 (as at December 31, 2016: HK\$11.5 million). The decrease in bills payable was due to existence of amount payable to suppliers for the purchases of plant and equipment at the end of FY 2016, which did not happen at the same period of FY2017.

Our financial position continued to be sound. As at December 31, 2017, net current assets and current ratio were approximately HK\$1,722 million and 15.8 respectively. Current assets mainly comprised cash and bank balances of HK\$1,692 million, trade and other receivables and prepayments of HK\$78 million, bills receivables of HK\$42 million and inventories of HK\$24 million. As at end of FY 2017, the Group’s interest in Linkfit Investment Holdings Limited (“Linkfit”), a private company incorporated in Samoa, was 29.67%. The unquoted equity shares were stated at fair value at the end of the reporting period.

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Not applicable.

PART II ADDITIONAL INFORMATION REQUIRED FOR EACH
ANNOUNCEMENT

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Not applicable.

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Cheung Kwok Keung	65	B₂ t₂ : Cheung Kwok Ping - director of the Company.	P₂ t₂ t C₂-y: Director since November 5, 2003.	No change
		B₂ t₂ - : Ho Yin Sang - director of the Company.	D₂ t₂ : Responsible for strategy management of KLCF.	
Cheung Kwok Wa	54	B₂ t₂ : Cheung Kwok Ping - director of the Company.	P₂ t₂ t C₂-y: Director since November 5, 2003.	No change
		B₂ t₂ - : Ho Yin Sang - director of the Company.	D₂ t₂ : Responsible for strategy management of KLCF.	
Chang Wing Yiu	51	B₂ t₂ - : Cheung Kwok Ping - director of the Company.	P₂ t₂ t C₂-y: Director since November 5, 2003.	No change
		Ho Yin Sang - director of the Company.	D₂ t₂ : Responsible for strategy management of KLCF.	

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Cheung Kwok Wing	62	B t : Cheung Kwok Ping - director of the Company.	P t C y: Executive Director since April 1, 2005.	No change
		B t : Ho Yin Sang - director of the Company.	D t Responsible for strategy management of CSMCOL.	
Cheung Kwok Ping	57	B t : Ho Yin Sang - director of the Company.	P t C y: Executive Director since April 1, 2005.	No change
			D t Responsible for strategy management of CSMCOL.	
Ho Yin Sang	63	B t : Cheung Kwok Ping - director of the Company.	P t C y: Executive Director since April 1, 2005.	No change
			D t Responsible for strategy management of CSMCOL.	

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Kingboard Chemicals Limited

Cheung Kwok Ping 57

Board Chairman:
Ho Yin Sang
- director of the Company.

President of the Company:
Executive Director since
June 28, 2003.

No change

Director
Responsible for strategy
management of KFSR.

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The Company does not have any interested person transaction mandate or any interested person transaction required to be disclosed pursuant to Rule 920(1)(a)(ii) of the Listing Manual.

The Company does not have any interested person transaction mandate or any interested person transaction required to be disclosed pursuant to Rule 920(1)(a)(ii) of the Listing Manual.”

BY ORDER OF THE BOARD

King Kwok Cheung
Company Secretary

BY ORDER OF THE BOARD

King Kwok Leung Tai
Company Secretary

Hong Kong, February 22, 2018

As at the date of this announcement, the board of directors (“Board”) of Kingboard Chemical consists of Messrs. Cheung Kwok Wing, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie, Cheung Ka Shing and Chen Maosheng, being the executive directors, Messrs. Cheung Ming Man, Chong Kin Ki, Leung Tai Chiu and Chan Wing Kee, 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, Liu Min and Zhou Pei Feng, being the executive directors, Mr. Lo Ka Leong, being the non-