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**“KINGBOARD COPPER FOIL HOLDINGS LIMITED
 FULL YEAR FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR
 THE YEAR ENDED DECEMBER 31, 2011**

**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, 2011	December 31, 2010	% Change
	<i>HK\$'000</i>	<i>HK\$'000</i>	
☒	2,745,252	4,274,035	-35.77%
	(2,580,194)	(3,921,318)	-34.20%
☒	165,058	352,717	-53.20%
☒	9,821	11,188	-12.22%
☒	(35,162)	(48,227)	-27.09%
☒	(45,606)	(66,036)	-30.94%
☒	(3,155)	(4,381)	-27.98%
☒	(4,668)		
☒	(5,364)	(1,417)	278.55%
☒	80,924	243,844	-66.81%
☒	(17,522)	(26,260)	-33.27%
☒	63,402	217,584	-70.86%
☒	56,915	213,530	-73.35%
☒	6,487	4,054	60.01%

NM: Not meaningful

	Group		Company	
	As at December 31, 2011 HK\$'000	As at December 31, 2010 HK\$'000	As at December 31, 2011 HK\$'000	As at December 31, 2010 HK\$'000
Non-current assets:				
Property, plant and equipment			393,775	393,775
Intangible assets	82,314		31,000	
Investments in subsidiaries			859,595	856,163
Investments in associates	6,270	5,974		
Financial assets at fair value through profit or loss	1,086,326	1,192,555		
Financial assets at fair value through other comprehensive income	43,870	42,852		
Financial assets at amortized cost		36,000		36,000
Deferred tax assets	5,245	5,655		
Other non-current assets	712,707			
	238	238		
	<u>1,936,970</u>	<u>1,283,274</u>	<u>1,284,370</u>	<u>1,285,938</u>
Total assets	<u>2,905,769</u>	<u>3,041,658</u>	<u>1,284,955</u>	<u>1,290,669</u>
LIABILITIES AND EQUITY				
Current liabilities:				
Trade payables			2,721	2,645
Trade receivables		133,104		
Other payables	3,886	41,329		
Contract liabilities	89,893	160,063	363	754
Other current liabilities		33,493		
	1,773	19,126	38	38
	<u>95,552</u>	<u>387,115</u>	<u>3,122</u>	<u>3,437</u>
Capital and reserves and non-controlling interests:				
Share capital	560,200	560,200	560,200	560,200
Reserves	2,214,307	2,064,886	721,633	727,032
	<u>2,774,507</u>	<u>2,625,086</u>	<u>1,281,833</u>	<u>1,287,232</u>
Non-controlling interests	35,710	29,457		
	<u>2,810,217</u>	<u>2,654,543</u>	<u>1,281,833</u>	<u>1,287,232</u>
Total liabilities and equity	<u>2,905,769</u>	<u>3,041,658</u>	<u>1,284,955</u>	<u>1,290,669</u>

1b(ii) Aggregate amount of group's borrowing and debt securities.

Amount repayable in one year or less, or on demand

As at December 31, 2011		As at December 31, 2010	
Secured	Unsecured	Secured	Unsecured
<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
			133,104

Amount repayable after one year

As at December 31, 2011		As at December 31, 2010	
Secured	Unsecured	Secured	Unsecured
<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>

Details of any collateral

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

	Year ended	
	December 31, 2011	December 31, 2010
	<i>HK\$'000</i>	<i>HK\$'000</i>
Operating activities:		
☒ ☒	80,924	243,844
☒ ☒ ☒		
☒ ☒ ☒ ☒ ☒	178,703	190,010
☒ ☒ ☒ ☒ ☒ ☒ ☒	1,081	1,030
☒ ☒ ☒ ☒ ☒ ☒ ☒ ☒ ☒		(49,326)
☒ ☒ ☒	5,364	1,417
☒ ☒ ☒ ☒	(2,503)	(1,696)
☒ ☒		7
☒ ☒ ☒ ☒ ☒ ☒ ☒ ☒ ☒		33,493
☒ ☒ ☒ ☒ ☒ ☒ ☒ ☒ ☒	(1,984)	14,817
☒ ☒ ☒ ☒ ☒ ☒	66	1,481
☒ ☒ ☒ ☒	4,668	

1(d) A statement of comprehensive income (for the issuer and the group), together with a comparative statement for the corresponding period of the immediate preceding financial year.

	Group Year ended		Company Year ended	
	December 31, 2011 <i>HK\$'000</i>	December 31, 2010 <i>HK\$'000</i>	December 31, 2011 <i>HK\$'000</i>	December 31, 2010 <i>HK\$'000</i>
Revenue	63,402	217,584	1,826	15,401
Expenses:				
Cost of sales	101,309	68,042		
Administrative expenses	(6)			
Finance expenses				
Other income				
Profit before income tax	164,705	285,626	1,826	15,401
Income tax expense				
Profit after income tax	156,646	280,624	1,826	15,401
Other comprehensive income	8,059	5,002		
Profit for the year	164,705	285,626	1,826	15,401

1(e)(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.

	Attributable to owners of the Company							Non-controlling interests HK\$'000	Total equity HK\$'000
	Issued capital	Share premium	Capital reserves	Proposed dividend	Currency translation reserves	Accumulated profits	Total		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000		
Group									
At 1 January 2010	560,200	296,573	6,275	7,225	298,909	1,189,730	2,358,912	24,455	2,383,367
Exchange differences on translation of foreign operations					67,094	213,530	280,624	5,002	285,626
Dividend				(7,225)			(7,225)		(7,225)
Share repurchase						(7,225)	(7,225)		(7,225)
Share-based payments				7,225		(7,225)			
At 31 December 2010	560,200	296,573	6,275	7,225	366,003	1,388,810	2,625,086	29,457	2,654,543
Exchange differences on translation of foreign operations					99,731	56,915	156,646	8,059	164,705
Share repurchase								(1,806)	(1,806)
Dividend				(7,225)			(7,225)		(7,225)
At 31 December 2011	560,200	296,573	6,275		465,734	1,445,725	2,774,507	35,710	2,810,217

Company	Issued capital HK\$'000	Share premium HK\$'000	Capital reserves HK\$'000	Proposed dividend HK\$'000	Accumulated profits HK\$'000	Total HK\$'000
於 2010 年 1 月 1 日	560,200	296,573	6,275	7,225	416,008	1,286,281
收購附屬公司 及 其他					15,401	15,401
撥充資本				(7,225)		(7,225)
撥充資本					(7,225)	(7,225)
撥充資本				7,225	(7,225)	
	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>7,225</u>	<u>416,959</u>	<u>1,287,232</u>
於 2010 年 12 月 31 日						

1(e)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Share capital	As at December 31, 2011 '000	As at December 31, 2010 '000	As at December 31, 2011 HK\$'000	As at December 31, 2010 HK\$'000
	Number of ordinary shares of US\$0.10 each			
☒	<u>2,000,000</u>	<u>2,000,000</u>	<u>1,550,000</u>	<u>1,550,000</u>

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.

There are no 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.

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, 2011		Year ended December 31, 2010	
Earnings per ordinary share of the group	7.88	29.55		
	7.88	29.55		

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, 2011	December 31, 2010	December 31, 2011	December 31, 2010
Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-	384.01	363.33	177.42	178.16

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.**

The Group's performance for the year ended 31 December 2011 is set out in the following table. The Group's performance for the year ended 31 December 2010 is set out in the following table.

	2011	2010
Revenue	\$10,000	\$9,000
Cost of sales	(6,745)	(6,000)
Gross profit	3,255	3,000
Operating expenses	(2,745)	(2,000)
Operating profit	510	1,000
Other income	100	0
Finance income	100	0
Finance expense	(100)	(100)
Income tax expense	(100)	(100)
Profit before tax	410	900
Income tax	(100)	(100)
Profit after tax	310	800
Dividend income	100	0
Other income	100	0
Finance income	100	0
Finance expense	(100)	(100)
Income tax	(100)	(100)
Profit for the year	410	800
Dividend income	100	0
Other income	100	0
Finance income	100	0
Finance expense	(100)	(100)
Income tax	(100)	(100)
Profit for the year	410	800

The Group's operating profit for the year ended 31 December 2011 was \$510,000 (2010: \$1,000,000). The Group's operating profit for the year ended 31 December 2011 was 6% (2010: 8.3%) of revenue. The Group's operating profit for the year ended 31 December 2011 was \$56.9 million (2010: \$73 million). The Group's operating profit for the year ended 31 December 2011 was 7.88% (2010: 7.3%) of revenue.

Financial Highlights

Operating profit	\$510,000	36%	\$2,745,000
Operating profit	\$56.9 million		
Operating profit	7.88%		73%

Business Review

2011, 19% (2010: 11%). 18% (2010: 28%)
 2011, 37% (2010: 63%)
 35% (2010: 72%).
 2004, ()
 2011, 2012.

2011, 27% \$35.2
 \$5.4 4 2011
 2011, 2012.

Financial Position

31, 2011, \$873 10.1 \$553.4
 \$132.4 96% \$33.6
 31, 2010 \$712.7
 2011, ()
 29.67% ()

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

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.

	Copper Foil Business HK\$'000	Licence Business HK\$'000	Total HK\$'000
31, 2011	2,705,252	40,000	2,745,252
95,528		(11,290)	84,238
1,354			1,354
(4,668)			(4,668)
80,924			80,924
(17,522)			(17,522)
63,402			63,402
31, 2010	4,274,035		4,274,035
242,635			242,635
1,209			1,209
243,844			243,844
(26,260)			(26,260)
217,584			217,584

17 Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
KINGBOARD COPPER FOIL HOLDINGS LIMITED ("the Company") ☒ ☒	51	Brother-in-law of:- ☒ ☒ ☒ ☒ ☒ ☒	Position in the Company: E ☒ ☒ ☒ 25 J ☒ ☒ 2002.	☒
			Duties: ☒ ☒ ☒ ☒ ☒ () ☒ ☒ ☒ ☒ ☒ ☒	
☒ ☒	57	Brother-in-law of:- ☒ ☒ ☒ ☒ ☒ ☒	Position in the Company: E ☒ ☒ ☒ 9 J ☒ ☒ 2007.	☒
			Duties: ☒ , ☒ ☒ , ☒ ☒ & ☒ ☒ ☒ ☒ ☒ ☒	
FOGANG KINGBOARD INDUSTRY LTD ("FKI") A principal subsidiary of the Company ☒ ☒	59	Brother of:- ☒ ☒ ☒ ☒ ☒ ☒	Position in the principal subsidiary: ☒ ☒ ☒ 13 J 1993.	☒
		Brother-in-law of:- ☒ ☒ ☒ ☒ ☒ ☒	Duties: ☒ ☒ ☒ ☒ , ☒ ☒ , ☒ ☒	
☒ ☒	48	Brother of:- ☒ ☒ ☒ ☒ ☒ ☒	Position in the principal subsidiary: ☒ ☒ ☒ 13 J 1993.	☒
		Brother-in-law of:- ☒ ☒ ☒ ☒ ☒ ☒	Duties: ☒ ☒ ☒ ☒ , ☒ ☒ , ☒ ☒	

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
[REDACTED]	45	Brother-in-law of:- [REDACTED] [REDACTED] [REDACTED]	Position in the principal subsidiary: [REDACTED] 13 J. 1993. Duties: [REDACTED] [REDACTED]	[REDACTED]
KINGBOARD (LIANZHOU) COPPER FOIL LTD ("KLCF") A principal subsidiary of the Company				
[REDACTED]	59	Brother of:- [REDACTED] [REDACTED] Brother-in-law of:- [REDACTED] [REDACTED]	Position in the principal subsidiary: [REDACTED] 5 [REDACTED] 2003. Duties: [REDACTED] [REDACTED]	[REDACTED]
[REDACTED]	48	Brother of:- [REDACTED] [REDACTED] Brother-in-law of:- [REDACTED] [REDACTED]	Position in the principal subsidiary: [REDACTED] 5 [REDACTED] 2003. Duties: [REDACTED] [REDACTED]	[REDACTED]
[REDACTED]	45	Brother-in-law of:- [REDACTED] [REDACTED] [REDACTED]	Position in the principal subsidiary: [REDACTED] 5 [REDACTED] 2003. Duties: [REDACTED] [REDACTED]	[REDACTED]
CHUNG SHUN COPPER FOIL (MACAO COMMERCIAL OFFSHORE) LIMITED ("CSMCOL") A principal subsidiary of the Company				

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
[REDACTED]	56	Brother of:- [REDACTED] Brother-in-law of:- [REDACTED]	Position in the principal subsidiary: E [REDACTED] 1 [REDACTED] 2005. Duties: [REDACTED] [REDACTED]	[REDACTED]
[REDACTED]	51	Brother-in-law of:- [REDACTED]	Position in the principal subsidiary: E [REDACTED] 1 [REDACTED] 2005. Duties: [REDACTED] [REDACTED]	[REDACTED]
[REDACTED]	57	Brother-in-law of:- [REDACTED]	Position in the principal subsidiary: E [REDACTED] 1 [REDACTED] 2005. Duties: [REDACTED] [REDACTED]	[REDACTED]

18 Interested Person Transactions – Pursuant to Rule 920(1)(a)(ii) of the Listing Manual.

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, Mok Cham Hung, Chadwick and Chen Maosheng, being the executive directors, Mr. Chan Wing Kwan, being the non-executive director, and Messrs. Lai Chung Wing, Robert, Cheng Wai Chee, Christopher, 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 Yue Kwong, Michael, Leung Tai Chiu, Mok Yiu Keung, Peter, and Ip Shu Kwan, Stephen being the independent non-executive directors.