



SAM WOO HOLDINGS LIMITED

三和集團有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 2322)

ANNOUNCEMENT OF RESULTS FOR YEAR ENDED 31ST MARCH 2007

The board (the "Board") of directors (the "Directors") of Sam Woo Holdings Limited (the "Company") is pleased to announce the audited consolidated results of the Company and its subsidiaries (together, the "Group") for the year ended 31st March 2007, together with comparative figures for the previous financial year, as follows:

CONSOLIDATED INCOME STATEMENT

For the year ended 31st March 2007

	Note	2007 HK\$'000	2006 HK\$'000
Turnover	2	122,601	96,760
Cost of sales		(86,699)	(83,793)
Gross profit		35,902	12,967
Other income	3	27,717	24,765
Administrative expenses		(21,876)	(23,754)
Transfer from deferred income		–	936
Operating profit	4	41,743	14,914
Finance costs	5	(10,648)	(12,517)
Profit before income tax		31,095	2,397
Income tax (charge)/credit	6	(1,922)	1,979
Profit for the year		29,173	4,376
Attributable to:			
Equity holders of the Company		29,173	4,376
Earnings per share attributable to the equity holders of the Company during the year			
Basic and diluted	7	HK9.72 cents	HK1.46 cents
Dividends	8	6,040	–

CONSOLIDATED BALANCE SHEET

As at 31st March 2007

	Note	2007 HK\$'000	2006 HK\$'000
ASSETS			
Non-current assets			
Plant and equipment		220,660	255,603
Deferred tax assets		950	1,401
		221,610	257,004
Current assets			
Trade receivables	9	11,345	20,875
Deposits, prepayments and other receivables		4,230	5,849
Inventories		10,417	9,822
Amounts due from customers for contract work		13,231	15,105
Cash and bank balances			
Unrestricted		10,096	1,928
Restricted		38,401	46,782
		87,720	100,361
		309,330	357,365
Total assets			
EQUITY			
Capital and reserves attributable to the Company's equity holders			
Share capital		30,000	30,000
Other reserves		125,878	102,745
Proposed final dividend		6,040	–
Total equity		161,918	132,745
LIABILITIES			
Non-current liabilities			
Loan from a director		–	40,152
Long-term liabilities		15,187	727
Deferred tax liabilities		25,125	29,436
		40,312	70,315
Current liabilities			
Trade payables	10	2,193	5,425
Accruals and other payables		9,541	9,048
Amounts due to a customer for contract work		51	–
Amounts due to related companies		493	3,598
Amounts due to directors		2,415	17,655
Loan from a director		11,621	–
Short-term borrowings		26,124	39,040
Current portion of long-term liabilities		6,043	17,523
Taxation payable		3,464	1,576
Bank overdrafts		45,155	60,440
		107,100	154,305
Total liabilities		147,412	224,620
Total equity and liabilities		309,330	357,365
Net current liabilities		(19,380)	(53,944)
Total assets less current liabilities		202,230	203,060

Notes:

1. Basis of preparation

The consolidated financial statements of the Group have been prepared under the historical cost convention and in accordance with Hong Kong Financial Reporting Standards ("HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

(i) Amendments and interpretations to existing standards effective in 2006

In 2006, the Group adopted the following amendments and interpretations to existing standards which are relevant to its operations:

HKAS 19 Amendment	Employee Benefits – Actuarial Gains and Losses, Group Plans and Disclosures
HKAS 39 Amendment	Cash Flow Hedge Accounting of Forecast Intragroup Transactions
HKAS 39 Amendment	The Fair Value Option
HKAS 39 and HKFRS 4 (Amendment)	Financial Guarantee Contracts
HK(IFRIC)-Int 4	Determining whether an Arrangement contains a Lease

The adoption of these amendments and interpretations had no material impact on the consolidated financial statements.

(ii) New standards, amendments and interpretations to existing standards, which are relevant to the Group's operations but are not yet effective and have not been early adopted by the Group

Certain new standards, amendments and interpretations to existing standards that are relevant to the Group's operation and mandatory for accounting periods beginning on or after 1st May 2006 or later periods that the Group has not early adopted, are as follows:

HKAS 1 Amendment	Presentation of Financial Statements – Capital Disclosures
HKFRS 7	Financial instruments: Disclosures
HK(IFRIC)-Int 8	Scope of HKFRS 2
HK(IFRIC)-Int 10	Interim Reporting and Impairment

The Group has not early adopted these new standards but has already commenced an assessment of their impact. It is not expected that these new standards will have any significant impact on the consolidated financial statements.

2. Segmental information

(a) Business segments – primary reporting format

	Foundation works HK\$'000	Trading of machinery and equipment HK\$'000	Vessel chartering HK\$'000	Total HK\$'000
Year ended 31st March 2007				
Turnover	51,086	2,926	68,589	122,601
Segment results	3,409	24,555 ⁽¹⁾	23,751	51,715
Interest income				1,958
Unallocated expenses				(11,930)
Operating profit				41,743
Finance costs				(10,648)
Income tax charge				(1,922)
Profit attributable to equity holders of the Company				29,173
As at 31st March 2007				
Segment assets	165,030	9,036	85,453	259,519
Unallocated assets				49,811
Total assets				309,330
Segment liabilities	43,640	70	25,828	69,538
Unallocated liabilities				77,874
Total liabilities				147,412
Year ended 31st March 2006				
Capital expenditure	4,251	–	13,876	18,127
Depreciation	14,888	–	3,377	18,265
Year ended 31st March 2006				
Turnover	43,649	2,488	50,623	96,760
Segment results	1,678	7,757 ⁽¹⁾	15,012	24,447
Interest income				1,253
Unallocated expenses				(10,786)
Operating profit				14,914
Finance costs				(12,517)
Income tax credit				1,979
Profit attributable to equity holders of the Company				4,376
As at 31st March 2006				
Segment assets	224,651	9,149	73,141	306,941
Unallocated assets				50,424
Total assets				357,365
Segment liabilities	45,610	70	66,859	112,539
Unallocated liabilities				112,081
Total liabilities				224,620
Year ended 31st March 2006				
Capital expenditure	806	–	–	806
Depreciation	19,502	–	2,441	21,943

⁽¹⁾ Inclusive of other income from disposal of plant and equipment.

(b) Geographical segments – secondary reporting format

All assets and operations related to the construction business of the Group are located in Hong Kong. The vessel chartering business is carried out worldwide and cannot be allocated into any meaningful geographical segments. Accordingly, geographical segment information is not presented.

3. Other income

	2007 HK\$'000	2006 HK\$'000
Interest income	1,958	1,253
Gain on disposal of plant and equipment	22,813	8,134
Write-back of provision for impairment of receivables	–	15,000
Write-off of trade payables	596	–
Maintenance service income	–	118
Sales of scrap material	2,324	229
Sundries	26	31
	27,717	24,765

