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CHIA TAI ENTERPRISES INTERNATIONAL LIMITED

正大企業國際有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 3839)

UNAUDITED RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2018

Summary

The board of directors (the “Board”) of Chia Tai Enterprises International Limited (the “Company”) is making this announcement of the unaudited consolidated results of the Company and its subsidiaries (collectively the “Group”) for the nine months ended 30 September 2018 in line with its current practice to publish its financial results quarterly.

The unaudited consolidated profit attributable to shareholders of the Company for the nine months ended 30 September 2018 was approximately US\$19 million.

The Board is making this announcement of the Group’s unaudited consolidated results for the nine months ended 30 September 2018 in line with its current practice to publish its financial results quarterly.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Nine months ended 30 September	
	2018	2017
	<i>US\$'000</i>	<i>US\$'000</i>
	(Unaudited)	(Unaudited)
REVENUE	64,940	48,740
Cost of sales	<u>(46,366)</u>	<u>(33,290)</u>
Gross profit	18,574	15,450
Other income, net	1,572	2,004
Selling and distribution costs	(5,279)	(4,676)
General and administrative expenses	(12,527)	(10,953)
Finance costs	-	(112)
Share of profits and losses of:		
Joint venture	17,229	8,666
Associate	<u>1,603</u>	<u>1,984</u>
PROFIT BEFORE TAX	21,172	12,363
Income tax	<u>(1,173)</u>	<u>(905)</u>
PROFIT FOR THE PERIOD	<u>19,999</u>	<u>11,458</u>
OTHER COMPREHENSIVE INCOME		
Items that are or may be reclassified subsequently to profit or loss:		
Exchange differences related to translation of foreign operations	(4,188)	2,888
Share of other comprehensive income of:		
Joint venture	(5,234)	2,985
Associate	(1,053)	717
Deregistration of a subsidiary	-	184
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	<u>(10,475)</u>	<u>6,774</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>9,524</u>	<u>18,232</u>
Profit attributable to:		
Shareholders of the Company	18,849	10,651
Non-controlling interests	<u>1,150</u>	<u>807</u>
	<u>19,999</u>	<u>11,458</u>
Total comprehensive income attributable to:		
Shareholders of the Company	9,649	16,464
Non-controlling interests	<u>(125)</u>	<u>1,768</u>
	<u>9,524</u>	<u>18,232</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 September	31 December
	2018	2017
	<i>US\$'000</i>	<i>US\$'000</i>
	(Unaudited)	(Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	59,370	49,762
Land lease prepayments	6,519	7,968
Investments in joint venture	89,947	77,952
Investments in associate	18,632	18,082
Other non-current assets	238	252
Total non-current assets	174,706	154,016
CURRENT ASSETS		
Inventories	12,638	16,104
Trade and bills receivables	16,143	17,067
Prepayments, deposits and other receivables	8,265	8,845
Cash and cash equivalents	38,231	33,669
Total current assets	75,277	75,685
CURRENT LIABILITIES		
Trade payables	2,322	3,375
Other payables and accruals	14,359	6,403
Bank borrowings	5,124	6,366
Income tax payables	729	114
Total current liabilities	22,534	16,258
NET CURRENT ASSETS	52,743	59,427
TOTAL ASSETS LESS CURRENT LIABILITIES	227,449	213,443

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (*Continued*)

	30 September 2018	31 December 2017
	<i>US\$'000</i>	<i>US\$'000</i>
	(Unaudited)	(Audited)
NON-CURRENT LIABILITIES		
Bank borrowings	-	3,074
Deferred tax liabilities	3,510	3,173
Other non-current liabilities	17,389	10,170
Total non-current liabilities	20,899	16,417
NET ASSETS	206,550	197,026
EQUITY		
Equity attributable to shareholders of the Company		
Issued capital	25,333	25,333
Reserves	158,295	148,646
	183,628	173,979
Non-controlling interests	22,922	23,047
TOTAL EQUITY	206,550	197,026

The Group's unaudited consolidated results for the nine months ended 30 September 2018 have been prepared in accordance with the accounting policies adopted by the Group as disclosed in the audited financial statements for the financial year ended 31 December 2017. New standards, amendments to International Financial Reporting Standards and interpretation effective for the financial year ending 31 December 2018 do not have significant financial impact to the Group.

By Order of the Board
Thanakorn Seriburi
Director

Hong Kong, 13 November 2018

As at the date of this announcement, the chairman and non-executive director is Mr. Soopakij Chearavanont; the executive directors are Mr. Thirayut Phityaisarakul, Mr. Thanakorn Seriburi, Mr. Nopadol Chiaravanont and Mr. Yao Minpu; the non-executive director is Mr. Yoichi Ikezoe; and the independent non-executive directors are Mr. Surasak Rounroengrom, Mr. Cheng Yuk Wo and Mr. Edward Ko Ming Tung.