

ARMARDA GROUP LIMITED
(Incorporated in Bermuda on 13 August 2003)
(Company Registration No.: 34050)

Full Year Financial Statement And Dividend Announcement

Financial statements on combined results of the Group for the twelve months ended 31 March 2015 ("12M2015"). These figures have not been audited.

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

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

ARMARDA GROUP LIMITED				
CONSOLIDATED INCOME STATEMENT				
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2015				
(Expressed in Hong Kong thousand dollars)				
	Twelve Months Ended		Twelve Months Ended	
	31.3.2015		31.3.2014	%
	(Unaudited)		(Audited)	+ / (-)
Revenue	13,050		16,963	(23)
Other income	3,398		3,147	8
Staff costs	(9,325)		(18,786)	(50)
Depreciation	(364)		(407)	(11)
Amortisation of intangible assets	(558)		(744)	(25)
Impairment of intangible assets	(2,232)		-	
Impairment of investment in an associate	(3,245)		(2,923)	11
Cost of purchases	(10,746)		(13,643)	(21)
Subcontracting fees	(515)		(743)	(31)
Other expenses	(23,196)		(48,988)	(53)
Finance costs	(739)		(373)	95
Share of loss of associates	(8,039)		(20,566)	(61)
Loss before tax	(42,511)		(87,063)	(51)
Income tax	-		(1,162)	(100)
Loss for the year	(42,511)		(88,225)	(52)
Attributable to:				
Equity shareholders of the Company	(42,511)		(88,225)	(52)
Loss for the year	(42,511)		(88,225)	(52)

1(a)(ii) A consolidated statement (for the group) of comprehensive income together with a comparative statement for the corresponding period of the immediately preceding financial year

ARMARDA GROUP LIMITED
CONSOLIDATED COMPREHENSIVE INCOME STATEMENT
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2015
(Expressed in Hong Kong thousand dollars)

	Twelve Months Ended 31.3.2015	Twelve Months Ended 31.3.2014	%
	(Unaudited)	(Audited)	+ / (-)
Loss for the year	(42,511)	(88,225)	(52)
Other comprehensive income			
Currency translation difference arising from consolidation	(193)	397	(149)
Share of translation reserve of associates	69	466	(85)
Total comprehensive loss for the year	<u>(42,635)</u>	<u>(87,362)</u>	(51)
Total comprehensive loss attributable to			
Equity shareholders of the Company	<u>(42,635)</u>	<u>(87,362)</u>	(51)
Total comprehensive loss for the year	<u>(42,635)</u>	<u>(87,362)</u>	(51)

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

ARMARDA GROUP LIMITED					
STATEMENT OF FINANCIAL POSITION					
AS AT 31 March 2015					
(Expressed in Hong Kong thousand dollars)					
	The Group		The Company		
	As at	As at	As at	As at	
	31.3.2015	31.3.2014	31.3.2015	31.3.2014	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	
Non-current assets					
Interest in an associate - CSMCG	152,886	159,264	169,432	169,432	
Interest in an associate - Fesco E-HR	11,222	16,059	-	-	
Plant and equipment	589	1,434	-	-	
Intangible assets	-	2,790	-	-	
Deposit to vendors of Guiyang IDC	82,000	-	-	-	
Other assets	1,003	998	-	-	
	247,700	180,545	169,432	169,432	
Current assets					
Trade and other receivables	128,754	118,224	119,143	75,029	
Cash and cash equivalents	7,914	10,178	-	4	
Due from an associate	15,460	1,572	11,700	-	
	152,128	129,974	130,843	75,033	
Total assets	399,828	310,519	300,275	244,465	
Current liabilities					
Obligations under finance lease	-	156	-	-	
Trade and other payables	22,984	13,025	17,452	3,446	
Due to a subsidiary (non-trade)	-	-	28,816	33,951	
Due to an associate	695	-	-	-	
Short-term loan	6,000	6,000	6,000	6,000	
Income tax payable	2,911	2,897	-	-	
	32,590	22,078	52,268	43,397	
Non-current liability					
Deferred tax liabilities	3,252	3,237	-	-	
Total liabilities	35,842	25,315	52,268	43,397	
Net Assets	363,986	285,204	248,007	201,068	
Equity					
Capital and reserves attributable to equity holders of the Company					
Share capital	7,541	191,476	7,541	191,476	
Reserves	356,445	93,728	240,466	9,592	
Total Equity	363,986	285,204	248,007	201,068	

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

	As at 31.3.2015 In HK\$'000		As at 31.3.2014 In HK\$'000	
	Secured	Unsecured	Secured	Unsecured
Hire Purchase	-	-	156	-
Short-term loan	-	6,000	-	6,000

Amount repayable after one year

	As at 31.3.2015 In HK\$'000		As at 31.3.2014 In HK\$'000	
	Secured	Unsecured	Secured	Unsecured
NIL	-	-	-	-

Details of any collateral

The hire purchase loan is secured by the Group's motor vehicles.

The short-term loan is guaranteed by a director of the Company.

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

ARMARDA GROUP LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 March 2015
(Expressed in Hong Kong thousand dollars)

	Twelve Months Ended 31.12.2015	Twelve Months Ended 31.12.2014
Cash flows from operating activities		
Loss before tax	(42,511)	(87,063)
Adjustment for :		
Interest income	(3,067)	(18)
Share of loss of associates	8,039	20,566
(Gain)/loss on disposal of plant and equipment	122	(23)
Gain on disposal of assets held for sale	-	(2,858)
Finance costs	739	373
Depreciation of plant and equipment	364	407
Amortisation of intangible assets	558	744
Written off of plant and equipment	26	-
Impairment loss of intangible assets	2,232	-
Performance share plan expense	-	9,028
Impairment of investment in an associate	3,245	2,923
Operating loss before working capital changes	(30,253)	(55,921)
(Increase) / decrease in trade and other receivables	(10,570)	(9,173)
Decrease in other payables and accruals	(2,486)	(4,900)
Decrease / (increase) in amount due from an associate	(2,188)	132
Cash used in operations	(45,497)	(69,862)
Interest income received	7	18
Interest paid	(19)	(193)
Net cash used in operating activities	(45,509)	(70,037)
Cash flows from investing activities		
Purchase of plant and equipment	(44)	(1,356)
Proceeds from disposal of plant and equipment	379	115
Proceeds from disposal of assets held for sale	-	1,622
Deposit to vendors of Guiyang IDC	(45,000)	-
Capital injection in an associate	-	(12,598)
Convertible loan granted to a third party	-	(50,050)
Advances to third party	(1,000)	(24,700)
Refund of deposit for acquisition of equipment	9,614	-
Refund of prepayment for software development	9,186	-
Net cash used in investing activities	(26,865)	(86,967)
Cash flows from financing activities		
Repayment of finance lease obligations	(156)	(94)
Share issue expenses	(2,476)	(7,519)
Net proceeds from issuance of new shares, net of issue costs	72,044	138,373
Short term loan from unrelated third party	-	6,000
Due to an associate	695	-
Net cash generated from financing activities	70,107	136,760
Net decrease in cash and cash equivalents	(2,267)	(20,244)
Cash and cash equivalents at beginning of the period	10,178	30,008
Effect of exchange rate fluctuations in cash and cash equivalent	3	414
Cash and cash equivalents at end of the period	7,914	10,178
An analysis of cash and cash equivalents as follows :		
Cash at bank and in hand	7,914	10,178

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

<i>The Group</i>			Foreign	Share-						
	Share	Share	Exchange	Based	PRC	Re-	Other	Contributed	Accum.	Total
	Capital	Premium	Translation	Capital	Statutory	Valuation	Deficit	Surplus	Losses	Equity
	HK\$'000	HK\$'000	Reserve	Reserve	Reserve	Reserve	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2014	191,476	337,117	32,838	9,028	5,863	98	(49,466)	43,348	(285,098)	285,204
Issuance of 1,440,000,000 new ordinary shares for placement	72,000	-	-	-	-	-	-	-	-	72,000
Issuance of 2,121,290,000 new ordinary shares for placement	2,121	58,561	-	-	-	-	-	-	-	60,682
Issuance of 150,000,000 new ordinary shares for PSP	150	8,878	-	(9,028)	-	-	-	-	-	-
Share issue expense	-	(11,265)	-	-	-	-	-	-	-	(11,265)
PAR (nominal value of share) reduction	(258,206)	-	-	-	-	-	-	258,206	-	-
Capital reorganisation	-	-	-	-	-	-	-	-	-	-
Net loss for the period from 1.4.2014 to 31.3.2015	-	-	-	-	-	-	-	-	(42,511)	(42,511)
Transfer contributed surplus to accumulated losses	-	-	-	-	-	-	-	(285,098)	285,098	-
Other comprehensive loss, net of tax	-	-	(124)	-	-	-	-	-	-	(124)
At 31 March 2015	7,541	393,291	32,714	-	5,863	98	(49,466)	16,456	(42,511)	363,986
<i>The Group</i>			Foreign	Share-						
	Share	Share	Exchange	Based	PRC	Re-	Other	Contributed	Accum.	Total
	Capital	Premium	Translation	Capital	Statutory	Valuation	Deficit	Surplus	Losses	Equity
	HK\$'000	HK\$'000	Reserve	Reserve	Reserve	Reserve	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2013	126,191	271,548	31,975	-	5,863	1,561	(49,466)	43,348	(198,336)	232,684
Issuance of 715,700,000 new ordinary shares for placement	35,785	62,285	-	-	-	-	-	-	-	98,070
Issuance of 13,000,000 new professional fees shares	650	1,122	-	-	-	-	-	-	-	1,772
Issuance of 577,000,000 new ordinary shares for placement	28,850	11,453	-	-	-	-	-	-	-	40,303
Performance share plan expenses	-	-	-	9,028	-	-	-	-	-	9,028
Share issuance expense	-	(9,291)	-	-	-	-	-	-	-	(9,291)
Net loss for the period from 1.4.2013 to 31.3.2014	-	-	-	-	-	-	-	-	(88,225)	(88,225)
Other comprehensive loss, net of tax	-	-	863	-	-	-	-	-	-	863
Transfer to accumulated losses, upon disposal	-	-	-	-	-	(1,463)	-	-	1,463	-
At 31 March 2014	191,476	337,117	32,838	9,028	5,863	98	(49,466)	43,348	(285,098)	285,204

<i>The Company</i>			Share- Based			
	Share Capital	Share Premium	Capital Reserve	Contributed Surplus	Accum. Losses	Total Equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2014	191,476	337,117	9,028	43,348	(379,901)	201,068
Issuance of 1,440,000,000 new ordinary shares for placement	72,000	-	-	-	-	72,000
Issuance of 2,121,290,000 new ordinary shares for placement	2,121	58,561	-	-	-	60,682
Issuance of 150,000,000 new ordinary shares for PSP	150	8,878	(9,028)	-	-	-
Share issuance expense	-	(11,265)	-	-	-	(11,265)
PAR (nominal value of share) reduction	(258,206)	-	-	258,206	-	-
Capital reorganisation	-	-	-	(285,098)	285,098	-
Net loss for the period from 1.4.2014 to 31.3.2015	-	-	-	-	(74,478)	(74,478)
At 31 March 2015	7,541	393,291	-	16,456	(169,281)	248,007
<i>The Company</i>			Share- Based			
	Share Capital	Share Premium	Capital Reserve	Contributed Surplus	Accum. Losses	Total Equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2013	126,191	271,548	-	43,348	(229,814)	211,273
Issuance of 715,700,000 new ordinary shares for placement	35,785	62,285	-	-	-	98,070
Issuance of 13,000,000 new professional fees shares	650	1,122	-	-	-	1,772
Issuance of 577,000,000 new ordinary shares for placement	28,850	11,453	-	-	-	40,303
Share issuance expense	-	(9,291)	-	-	-	(9,291)
Performance share plan expenses	-	-	9,028	-	-	9,028
Net loss for the period from 1.4.2013 to 31.3.2014	-	-	-	-	(150,087)	(150,087)
At 31 March 2014	191,476	337,117	9,028	43,348	(379,901)	201,068

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.

	Issued and fully paid ordinary shares	Share capital HK\$'000
Balance as at 01.04.2014	3,829,523,474	3,830
New shares issued and allotted pursuant to the Placement on 25.07.2014	1,440,000,000	1,440
New shares issued and allotted pursuant to vesting of the PSP shares on 17.02.2015	150,000,000	150
New shares issued and allotted pursuant to the Placement on 17.02.2015	2,121,290,000	2,121
Balance as at 31.03.2015	7,540,813,474	7,541

The Company had on 19 June 2014 entered into a placement agreement with six independent investors for the issuance of 1,440,000,000 new ordinary shares (“**2014 Placement Shares**”) of HK\$0.05 each, at an issue price of HK\$0.05 (the “**2014 Placement**”). The SGX-ST had on 4 July 2014 issued a notice for the listing and quotation of the 2014 Placement Shares, and such shares have been allotted on 25 July 2014.

Pursuant to the Special General Meeting on 26 July 2013, the Shareholders approved the adoption of the Armarda performance share plan (“**Armarda PSP**”) for the Directors/employees of the Company and its subsidiaries (collectively, the “**Grantees**”). On 27 December 2013, conditional share awards were granted to the Grantees in aggregate of 150 million performance share plan (“**PSP**”) shares pursuant to certain performance targets or conditions to be fulfilled within the vesting period ended 31 March 2014. As at 31 March 2014, an aggregate of 150 million PSP Shares under the Armarda PSP were vested in full and such shares have been issued and allotted on 17 February 2015.

The Company had on 27 January 2015 entered into a placement agreement with 1 corporate investor and 17 independent investors for the issuance of 2,121,290,000 new ordinary shares (“**2015 Placement Shares**”) of HK\$0.001 each in the capital at an issue price of S\$0.005 (the “**2015 Placement**”). The SGX-ST had on 11 February 2015 issued a notice of the listing and quotation of 2015 Placement Shares, and such shares have been issued and allotted on 17 February 2015.

There were no outstanding convertibles as at 31 March 2015 and 31 March 2014.

1(d)(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.

The total number of issued shares excluding treasury shares as at 31 March 2015 was 7,540,813,474 (31 March 2014 : 3,829,523,474).

There were no treasury shares as at 31 March 2015 and 31 March 2014.

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation, and/or use of treasury shares as at the end of the current financial period reported on.

For financial year ended 31 March 2015, the Company does not have any sales, transfers, disposals, cancellation, and/or use of treasury shares.

There were no treasury shares as at 31 March 2015 and 31 March 2014.

2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been audited nor reviewed by the Group's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including an qualifications or emphasis of 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 in the preparation of the financial statements for the current reporting period compared with the audited financial statements for the prior period ended 31 March 2014. The adoption of the new and revised International Financial Reporting Standards (IFRS) and Interpretations of IFRS (INT IFRS) that are mandatory for financial year beginning on or after 1 April 2014 has no significant impact on the Group.

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

Not applicable.

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

The Group

Loss per ordinary share for the year after deducting any provision for preference dividends:			
		12 Months Ended 31.3.2015	12 Months Ended 31.3.2014
Based on weighted average number of Ordinary shares in Issue (Please see note below)		(0.84) HK cents	(2.68) HK cents
On a fully diluted basis (Please see note below)		(0.84) HK cents	(2.68) HK cents

Note 6a : Basic loss per share

The calculation of basic loss per share is based on the Group's loss attributable to ordinary shareholders of approximately HK\$42,511,000 for the 12 months ended 31 March 2015 ("12M 31 March 2015") (12 months ended 31 March 2014 ("12M 31 March 2014"): loss of approximately HK\$88,225,000) and the weighted average number of ordinary shares of 5,083,401,474 for the 12M 31 March 2015 (12M 31 March 2014 : 3,290,847,000) in issue during the period.

Note 6b : Diluted loss per share

The conditional share awards of 150,000,000 PSP shares as at 31 March 2014 and 1,069,381,820 consideration shares in respect of the proposed acquisition of up to 45.95% of China Satellite Mobile Communications Group Limited as at 31 March 2015 have no dilutive effect for the respective periods as their conversion to ordinary shares would decrease loss per share, as a result, they are not treated as dilutive potential ordinary shares.

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

	As at 31.3.2015	As at 31.3.2014
Net asset value of the Company per ordinary share based on existing issued share capital	HK\$0.033	HK\$ 0.053
Net asset value of the Group per ordinary share based on existing issued share capital	HK\$0.048	HK\$ 0.074

The calculation of net asset value per share of the Company as at 31 March 2015 is based on the Company's net asset value of HK\$248,007,000 (31 March 2014 : HK\$201,068,000) and 7,540,813,474 ordinary shares in issue as at 31 March 2015 (3,829,523,474 ordinary shares in issue as at 31 March 2014).

The calculation of net asset value per share of the Group as at 31 March 2015 is based on the Group's net asset value of HK\$363,987,000 (31 March 2014 : HK\$285,204,000) and 7,540,813,474 ordinary shares in issue as at 31 March 2015 (3,829,523,474 ordinary shares in issue as at 31 March 2014).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

(A) REVIEW OF FINANCIAL RESULTS**Revenue**

The Group's revenue generated in the 12M 31 March 2015 decreased by approximately HK\$4.0 million to approximately HK\$13.0 million from approximately HK\$17.0 million in the 12M 31 March 2014. The decrease in revenue was mainly caused by the lower sales of IT equipment and revenue from provision of IT services during 12M 31 March 2015.

The following is a breakdown of the Group's revenue generated for the 12M 31 March 2015 and the 12M 31 March 2014 respectively :

	12M2015	12M2014
	HK\$'000	HK\$'000
Revenue from provision of IT services	783	1,238
Revenue from trading of IT equipment	6,667	11,045
Revenue from trading of RFID chips	5,600	4,680
	<u>13,050</u>	<u>16,963</u>

Cost of purchases

Cost of purchases decreased by approximately HK\$2.9 million from approximately HK\$13.6 million in the 12M 31 March 2014 to approximately HK\$10.7 million in the 12M 31 March 2015. It was primarily due to the decrease in the corresponding sales of IT equipment for the 12M 31 March 2015.

Subcontracting fees

Subcontracting fees decreased by approximately HK\$0.2 million from approximately HK\$0.7 million in the 12M 31 March 2014 to approximately HK\$0.5 million in the 12M 31 March 2015 which was mainly caused by the decrease in the corresponding provision of IT services.

Other income

Other income in the 12M 31 March 2015 consists mainly of (i) interest income of approximately HK\$3.1 million from convertible loan receivable; and (ii) gain on foreign exchange of approximately HK\$0.3 million.

Other income in the 12M 31 March 2014 consists mainly of (i) gain on disposal of assets held for sale of approximately HK\$2.9 million in relation to the gain on sale of two PRC properties; and (ii) miscellaneous income of approximately HK\$0.2 million.

Operating expenses

The Group's total operating expenses (including staff costs, depreciation and other expenses but excluding cost of goods sold, subcontracting fees, amortisation and impairment) decreased by approximately HK\$35.3 million from approximately HK\$68.1 million in the 12M 31 March 2014 to approximately HK\$32.9 million in the 12M 31 March 2015.

The staff cost decreased by approximately HK\$9.4 million to approximately HK\$9.3 million in the 12M 31 March 2015 from approximately HK\$18.8 million in the 12M 31 March 2014. The decrease in staff cost of approximately HK\$9.0 million was derived from a share-based payment expense of the PSP which has been provided for in 12M 31 March 2014.

Depreciation charges remained relatively stable at approximately HK\$0.4 million in both the 12M 31 March 2014 and the 12M 31 March 2015.

Amortisation of intangible assets in relation to customer relationship decreased by approximately HK\$0.2 million from approximately HK\$0.7 million in the 12M 31 March 2014 to approximately HK\$0.6 million in the 12M 31 March 2015 resulting from business combination.

Impairment of intangible assets in relation to customer relationship of approximately HK\$2.2 million was provided for in the 12M 31 March 2015 due to further decline in the customer's order and management of the Group planned to cease the related operation.

Impairment of investment in associate in relation to Fesco e-HR of approximately HK\$3.2 million and HK\$2.9 million were provided for in the 12M 31 March 2015 and 12M 31 March 2014 respectively, due to the carrying amount of the investment being written down to its recoverable amount based on a discounted cash flows forecast of the associate.

Finance costs increased by approximately HK\$0.4 million to approximately HK\$0.7 million in the 12M 31 March 2015 from approximately HK\$0.4 million in the 12M 31 March 2014, due mainly to the 12 months' interest expenses being incurred for a short term loan.

Share of loss of associates of approximately HK\$8.0 million in the 12M 31 March 2015 represented (i) the share of loss of associate in Fesco E-HR of approximately HK\$1.7 million; and (ii) the share of loss of associate in CSMCG of approximately HK\$6.4 million. Please refer to the below section on interest in an associate for further details.

Share of loss of associates in the 12M 31 March 2014 of approximately HK\$20.6 million represented (i) the share of loss of associate in Fesco E-HR of approximately HK\$11.1 million; and (ii) the share of loss of associate in CSMCG of approximately HK\$9.5 million.

Other expenses decreased by approximately HK\$25.8 million to approximately HK\$23.2 million in the 12M 31 March 2015 from approximately HK\$49.0 million in the 12M 31 March 2014. Details of breakdown of other expenses as follows:

	12M2015	12M2014
	HK\$'000	HK\$'000
Cancellation fees	491	6,523
Travelling and entertainment expenses	2,369	7,017
Legal, professional and marketing expenses	13,811	25,805
Operating lease expenses	2,010	2,524
Other operating expenses	4,515	7,119
	23,196	48,988

Cancellation fees represent a termination of acquisition of equipment for customer calling support centre in the PRC, software development for client account management system and compensation for an application which are no longer required due to the collaboration with various business partners in the PRC for providing the similar support service. Approximately HK\$6.5 million and HK\$0.5 million were incurred in the 12M2014 and 12M2015 respectively. The receivable of approximately HK\$18.8 million arising from the cancellation as at 31 March 2014 had been fully recovered as at 31 March 2015.

Legal, professional and marketing expenses decreased by approximately HK\$12 million from approximately HK\$25.8 million in the 12M 31 March 2014 to approximately HK\$13.8 million in the 12M 31 March 2015, which were mainly attributed by the development of mobile satellite services, other potential telecommunication services and acquisition related professional fees.

Income tax

The Company was incorporated under the laws of Bermuda and has received an undertaking from the Ministry of Finance in Bermuda pursuant to the provisions of the Exempted Undertakings Tax

Protection Act, 1996, which exempts the Company and its shareholders, other than shareholders ordinarily residing in Bermuda, from any Bermuda taxes computed on profit, income or any capital asset gain or appreciation, or any tax in the nature of estate duty or inheritance tax, until the year of 2035.

The Group's profits derived from Hong Kong are subject to Hong Kong profits tax at 16.5% (FY2014: 16.5%). No provision for Hong Kong profits tax was made, as there was no assessable profit derived from Hong Kong in the 12M 31 March 2015.

The Group's subsidiary in the PRC, Armarda Technology (Zhuhai) Limited ("**ATZH**") is subject to PRC income tax of 25% and withholding tax of 5%. No tax provision was made, as ATZH has been recording accumulated losses since the financial year ended 31 December 2008 till now.

No Singapore income tax was payable in respect of the Group's operations in Singapore, as such operations sustained losses for tax purposes in 2015 and 2014.

Subsidiaries incorporated under the laws of BVI are exempted from income tax.

There is no income tax to be reported in the 12M 31 March 2015. The Group reported an income tax expenses of approximately HK\$1.1 million in the 12M 31 March 2014, resulting from an increase in deferred tax liabilities attributable, due to the tax effect of taxable temporary difference arising from disposal of PRC premises trade receivables.

Net loss after taxation

The Group's net loss after taxation attributable to shareholders of the Group in the 12M 31 March 2015 was approximately HK\$42.5 million, representing a decrease of approximately HK\$45.7 million as compared to approximately HK\$88.2 million in the 12M 31 March 2014.

(B) REVIEW OF FINANCIAL POSITION

Interest in an associate – CSMCG

The Company entered into a sale and purchase agreement on 28 March 2011 to acquire 45% equity interest ("**Acquisition**") in China Satellite Mobile Communications Group Limited ("**CSMCG**") at a purchase consideration, determined on a willing-buyer, willing-seller basis, comprising the following:

- a) loan notes of HK\$45 million ("**Loan Notes**"); and
- b) 920,000,000 fully paid-up ordinary shares in the capital of the Company at the prevailing market price ("**Consideration Shares**").

Further to the Acquisition, the Company entered into individual sale and purchase agreements on 30 September 2014 with each of ten vendors to acquire in aggregate, additional 45.95% equity interest in CSMCG (the "**Proposed Acquisition**") to be satisfied by a combination of an aggregate cash consideration of HK\$45.95 million and 1,069,381,820 fully paid-up ordinary shares in the capital of the Company. The Proposed Acquisition requires Shareholders' approval in a special general meeting to be convened in due course. Please refer to the Company's announcement dated 30 September 2014 for further details.

The 45% share of loss from CSMCG amounting to approximately HK\$9.5 million and approximately HK\$6.4 million in 12M 31 March 2014 and 12M 31 March 2015 respectively, were primarily due to the provision for losses in relation to unutilised air-time.

The interest in an associate - CSMCG reported as at 31 March 2015 amounted to approximately HK\$152.9 million and was calculated based on the audited figure as at 31 March 2014 of approximately HK\$159.3 million, with share of loss in the 12M 31 March 2015 amounting to approximately HK\$6.4 million.

Interest in an associate – Fesco E-HR (eFesco)

The 45% share of loss from eFesco amounting to approximately HK\$1.7 million in the 12M 31 March 2015 was mainly attributed by an impairment loss of 2 investments recognised in the books of eFesco, due to their loss making positions and the management does not intend to commence operations in the near future. The share of loss of approximately HK\$10.7 million in the 12M 31 March 2014 was primarily due to higher operating expenses incurred as well as allowance for doubtful debts.

Due to decline in operating results, the management estimated the recoverable amount of the investment based on a discounted cash flows model, an impairment of approximately HK\$3.2 million and HK\$2.9 million were provided in the 12M 31 March 2015 and 12M 31 March 2014 respectively.

The interest in the associate reported as at 31 March 2015 and 2014 was approximately HK\$11.2 million and HK\$16.1 million respectively.

Plant and equipment

The total net book value of the Group's plant and equipment of approximately HK\$0.6 million as at 31 March 2015 comprised mainly furniture, fixtures, computer and other equipment of approximately HK\$0.2 million, and motor vehicles of approximately HK\$0.4 million. The net book value decreased by HK\$0.8 million from approximately HK\$1.4 million as at 31 March 2014 to approximately HK\$0.6 million as at 31 March 2015, representing the write-off of equipment and depreciation charge during the period.

Intangible assets

	31.3.2015	31.3.2014
	HK\$'000	HK\$'000
Intangible assets - customer relationship	<u><u>-</u></u>	<u><u>2,790</u></u>

The intangible assets of customer relationship (arising from the acquisition of Brilliant Time Limited) is fully impaired as at 31 March 2015 due to further decline in customer's order and management of the Group planned to cease the related operation. The value intangible assets as at 31 March 2014 amounted to approximately HK\$2.8 million.

Deposit to vendors of Guiyang IDC

The Company, through its subsidiary, had entered into a sale and purchase agreement dated 13 March 2015 with 4 individual vendors to acquire 90% equity interest in SinoCloud 01 limited, to hold 63% effective interest in Guiyang Zhongdian Gaoxin Digital Technologies Limited (“**Guiyang**”) through a VIE arrangement for a business to be carried on in internet data centre, cloud computing and big data services (the “**Guiyang Acquisition**”). The total purchase consideration for the Guiyang Acquisition amounted to approximately HK\$138 million, to be satisfied by a combination of 2.0 billion new issued ordinary shares of the Company and cash consideration of HK\$82 million. The Company had paid a deposit of HK\$82 million to the vendors as at 31 March 2015, of which HK\$45 million was satisfied by cash and the remaining HK\$37 million was satisfied by assignment of receivables in favour of the vendors, provided that the vendors have entered

into a deposit arrangement agreement. The assignment of receivables consists of HK\$12 million convertible loan assignment and HK\$25 million other receivable assignment.

Please refer to the Company's announcement dated 15 March 2015 for further details.

Other assets

The following is a breakdown of the other assets of the Group as at 31 March 2015 and 31 March 2014 :

	31.3.2015 HK\$'000	31.3.2014 HK\$'000
Golf club membership	1,003	998
	1,003	998

Other assets – golf club membership remains closely the same of approximately HK\$1.0 million as at 31 March 2015 and 31 March 2014, representing the costs of transferable life membership of a golf club. The slight difference is due to currency translation difference.

Trade and other receivables

The following is a breakdown of the total trade and other receivables of the Group as at 31 March 2015 and 31 March 2014 :

	31.3.2015 HK\$'000	31.3.2014 HK\$'000
Trade receivables	1,319	5,742
Other receivables, deposits and prepayments	127,435	112,482
	128,754	118,224

Trade receivables

The Group's trade receivables decreased by approximately HK\$4.4 million to approximately HK\$1.3 million as at 31 March 2015 from approximately HK\$5.7 million as at 31 March 2014. The balance as at 31 March 2015 represents the sales generated during 12M 31 March 2015 which have not been settled. The receivables are current and the amount is within the credit period.

Other receivables, deposits and prepayments

The following is a breakdown of other prepayments and receivables of the Group as at 31 March 2015 and 31 March 2014 :

	31.3.2015 HK\$'000	31.3.2014 HK\$'000
(i) Convertible loan	72,000	50,050
(ii) Interest receivable - convertible loan	3,060	-
(iii) Loans to the vendors of CSMCG	24,700	24,700
(iv) Advances to the vendors of CSMCG	19,100	-
(v) Prepayment of purchase of RFID chips	242	5,288
(vi) Receivables arising from termination of agreement	-	18,800
(vii) Short term advances	1,022	11,890
(viii) Other deposits and receivables	7,311	1,754
	127,435	112,482

(i) Convertible loan

During FY2014, the Company granted a loan of approximately HK\$50 million to its business partner to acquire approximately 44% in a PRC company (“**PRC Company**”) to operate in the PRC telecommunication industry, via a Zhuhai holding company (“**Zhuhai Entity**”). The loan was secured by 94.5% equity shares of the Zhuhai Entity and a conversion option, at the Company’s discretion, to convert the loan into equity shares in the Zhuhai Entity, in the event that the PRC regulatory authority sanctions foreign invested enterprises to the restricted telecommunication industry. As the conversion option is not transferrable and is currently not exercisable as the telecommunication industry is restricted only to domestic PRC enterprises, the management concluded that the conversion option has no intrinsic value, and thus, the Company does not have any substantive potential voting rights and power over the PRC Company.

Please refer to the Company’s announcement dated 29 May 2014 for further details.

In July 2014, the Company further extended a loan amounting to approximately HK\$33.95 million to the business partner, and together with the abovementioned loan of approximately HK\$50 million, the total loan to the business partner amounted to an aggregate of approximately HK\$84 million.

Please refer to the Company’s announcement dated 14 August 2014 for further details.

The Company’s wholly-owned subsidiary, Armarda Holdings Limited, has entered into a sale and purchase agreement dated 13 March 2015 to acquire 90% equity interest in SinoCloud 01 Limited, where part of the cash consideration was settled by assignment of convertible loan amounting to HK\$12 million as a deposit payment to vendors. As at 31 March 2015, the reported convertible loan amounted to HK\$72 million.

Please refer to the Company’s announcement dated 15 March 2015 for further details.

(ii) Interest receivable - convertible loan

An interest receivable recorded of approximately HK\$3.1 million as at 31 March 2015, was the interest income being generated for the convertible loan during 12M 31 March 2015.

(iii) Loans to the vendors of CSMCG

As at 31 March 2014, the Group granted loans amounting to HK\$24.7 million to certain vendors of CSMCG. The loans are secured by 24.34% equity interest in CSMCG. There were no movement of the loans in 12M 31 March 2015.

Please refer to the Company’s announcement dated 29 May 2014 for further details.

(iv) Advances to the vendors of CSMCG

In July 2014, the Company provided advances to certain vendors of CSMCG amounting to approximately HK\$19.1 million for the potential acquisition of the remaining equity interest in CSMCG.

Please refer to the Company’s announcement dated 14 August 2014 for further details.

(v) Prepayment of purchase of RFID chips

China RFID Limited (“**CRL**”), a wholly owned subsidiary of the Company, entered into an exclusive distributor agreement (“**Exclusive Distributor’s Agreement**”) with Smart Asia Technology Limited (“**SMART**”) on 18 January 2013 to renew the distributorship of RFID chips and agreed, *inter alia*, that CRL has the exclusive right to distribute NXP RFID Chips on the terms and subject to conditions set out in the Exclusive Distributor’s Agreement. On the same date, CRL also entered into an exclusive supply agreement (“**Exclusive Supply Agreement**”) with China Vision Intelligent Card Reader Co., Ltd. (“**China Vision**”) to renew the exclusive supply agreement with China Vision and agreed, *inter alia*, that CRL shall supply NXP RFID Chips to China Vision on the terms and subject to the conditions set out in the Exclusive Supply Agreement. Both Exclusive Distributor’s Agreement and Exclusive Supply Agreement are in the Group’s normal course of business.

Pursuant to the Distributor’s Agreement above, CRL has made a deposit of HK\$2 million for the initial order of RFID chips which was recognised as cost of goods sold during 3M 30 June 2013. In addition, pursuant to the Distributor’s Agreement, CRL has made a prepayment of HK\$7.5 million, which is the refundable deposit for future orders from SMART and sufficient for the procurement at the best possible price per unit from SMART.

CRL will be able to utilise the refundable deposit for any future order within the duration of Exclusive Distributor’s Agreement without making further payment. Such arrangement allows CRL to enjoy a better discount in procuring the RFID chips. If the refundable deposit is not utilised upon the expiry of the agreement, SMART is committed to refund the available balance to CRL. During 12M 31 March 2014, approximately HK\$4.2 million has been utilised for RFID purchase and prepayment reduced to approximately HK\$5.3 million as at 31 March 2014. During 12M 31 March 2015, approximately HK\$5.0 million has been utilised for RFID chips purchase. The prepayment reduced to approximately HK\$242 thousand as at 31 March 2015. The aforesaid two exclusive agreements are expired on 18 January 2015, SMART has refunded the unused balance to CRL before the date of this result announcement.

(vi) Receivables arising from termination of agreement

The receivables arising from termination of agreement represent the funds to be received due to the termination of the acquisition of equipment for the establishment of a customer service calling support centre in the PRC and software development of a client account management system in the prior years amounting to approximately HK\$9.6 million and approximately HK\$9.2 million respectively as at 31 March 2014. Due to the collaboration with various PRC business partners for providing similar services, the equipment for the establishment of a customer service calling support centre in the PRC and software development are no longer required. Approximately HK\$9.6 million had been received during 3M 30 June 2014, and the remaining balance of approximately HK\$9.2 million had been fully recovered during 3M 31 December 2014.

(vii) Short-term advances

The short term advances represent the advances provided to the long term business partners to facilitate the Company in the operation of mobile satellite services and other IT related services. The advances decreased by approximately HK\$10.9 million to approximately HK\$1.0 million as at 31 March 2015 from approximately HK\$11.9 million as at 31 March 2014. Based on historical records and given the long term relationship with

and the track record of the business partners, the executive directors are confident that the advances are able to be recovered.

(viii) Other deposits and receivables

Other deposits and receivables increased by approximately HK\$5.5 million from approximately HK\$1.8 million in the 12M 31 March 2014 to approximately HK\$7.3 million in the 12M 31 March 2015, mainly representing the deposit for the office utilities and office rental in both Hong Kong and PRC.

Deposit to vendors for Guiyang data centre acquisition

Pursuant to the Guiyang Acquisition, a deposit of HK\$82.0 million had been paid to the Vendors before 31 March 2015, of which HK\$45 million was satisfied by cash and the remaining HK\$37.0 million was satisfied by assignment of receivables in favour of the Vendors.

Please refer to the Company's announcement dated 15 March 2015 for further details.

Due from associate

Pursuant to an agreement between the Company and CSMCG dated 1 December 2012, CSMCG has appointed the Company as a procurement agent for *inter-alia* the purchase of the satellite phones, airtime, and other professional service. As at 31 March 2015, the amount due from CSMCG in relation to the procurement of satellite phones, airtime and arrangement of marketing activities of approximately HK\$3.8 million.

In addition, the Company provided an unconditional and irrecoverable financial guarantee to a mobile satellite communication service provider ("Service Provider") of CSMCG to indemnify the Service Provider against all losses and default from CSMCG, in the event that CSMCG is unable to meet its obligation of at least 10 million minute bulk airtime commitment from 1 April 2014 to 31 March 2015, amounting to a quarterly payment of US\$500,000 (total commitment of US\$2,000,000).

Pursuant to a loan facility agreement between CSMCG and the Company, the associate agrees to reimburse the Company for any amounts paid to the Service Provider on behalf of CSMCG, with a handling fee of 3%, payable within 12 months, in return for the financial assistance extended by the Company. As at 31 March 2015, US\$1.5 million has not been paid by CSMCG and accordingly, the financial guarantee is recognised as a financial liability and a loan to associate is recognised as financial asset for the US\$1.5 million (equivalent to approximately HK\$11.7 million).

Cash and cash equivalents

The following is a breakdown of cash and cash equivalents of the Group as at 31 March 2015 and 31 March 2014 :

	31.3.2015 HK\$'000	31.3.2014 HK\$'000
Cash at banks and in hand	7,914	10,178
Total cash and cash equivalents	7,914	10,178

Please refer to page 20 on "Cashflows" on the decrease in cash and cash equivalents.

Trade and other payables

The following is a breakdown of the trade and other payables of the Group as at 31 March 2015 and 31 March 2014:

	31.3.2015 HK\$'000	31.3.2014 HK\$'000
Trade payables	153	1,968
Other deposits and accruals	22,831	11,057
	<u>22,984</u>	<u>13,025</u>

Trade payables represent mainly the outstanding support charges due to independent subcontractors for services rendered to the Group's customers in the PRC. It decreased by approximately HK\$1.8 million from approximately HK\$2.0 million as at 31 March 2014 to approximately HK\$0.2 million as at 31 March 2015.

Other payables and accruals represent other outstanding operating expenses payable. It increased by approximately HK\$11.8 million from approximately HK\$11.1 million as at 31 March 2014 to approximately HK\$22.8 million as at 31 March 2015, of which approximately HK\$11.7 million is a financial liability resulted from a financial guarantee provided to a mobile satellite communication service provider of an associate. (see details at Due from Associate) As as the date of this result announcement, approximately HK\$3.9 million has been settled by the Company.

Short-term loan

Short term loan of HK\$6 million represents the funds being financed by an unrelated third party to the Company carrying 1% interest per month. The loan is repayable in October 2015 and is guaranteed by a director of the Company. The short term loan was used to support the Company and the borrower for participating in the project that the Company is pursuing.

None of Directors or substantial shareholders of the Company has any interest, direct or indirect, in the PRC Project, other than through their respective shareholding in the Company or their involvement as director of the Company.

Obligations under finance lease

The Group has obligations under a finance lease that are repayable within one year of approximately HK\$0.16 million as at 31 March 2014 and no outstanding balance is repayable after 1 year. The outstanding amount has been fully settled during 12M 31 March 2015, where no outstanding finance lease has been reported as at 31 March 2015.

Deferred tax liabilities

Deferred tax liabilities amounted to approximately HK\$3.3 million and HK\$3.2 million as at 31 March 2015 and 31 March 2014, and were derived from the temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts reported for taxation purposes.

Cashflows

The Group used approximately HK\$45.5 million in its operating activities for the 12M 31 March 2015. This was mainly due to cash used in operating activities before changes in working capital of approximately HK\$30.3 million, the increase in trade and other receivables of approximately HK\$10.6 million, the increase in other payables and accruals of approximately HK\$2.5 million, and the increase in amount due from associate of approximately HK\$2.2 million.

The Group used approximately HK\$26.8 million for its investing activities for the 12M 31 March 2015, where a cash deposit of HK\$45.0 million was made to the vendors for the Guiyang Acquisition, and partially offset by the refund of deposit for acquisition of equipment of approximately HK\$9.6 million and refund of prepayment for software development of approximately HK\$9.2 million.

The Group generated net cash inflow from financing activities of approximately HK\$70.1 million for the 12M 31 March 2015, which comprised net proceeds from issuance of new ordinary shares of approximately HK\$69.6 million (net of expenses).

As a whole, the Group used approximately HK\$2.3 million in the 12M 31 March 2015. The cash and cash equivalents amounted to approximately HK\$7.9 million as at 31 March 2015.

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

Not applicable.

10. A commentary at the date of the announcement of the 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

The overall market condition of the PRC IT industry where the Group operates in has remained extremely difficult as in past couple of years. The management of the Company expects that such market condition as well as the Group's operating performance in this area in China will not improve in the near future. Accordingly, the management has continued to explore and develop other new business initiatives, including but not limited to, the Thuraya mobile satellite communication services and data centre related projects in the PRC in the upcoming reporting periods, and intend to develop them to become the Group's future core businesses and profit contributors.

Pursuant to the announcement dated 15 March 2015 in relation to the proposed acquisition of SinoCloud 01 Limited for a data centre project, various processes are being undertaken for a shareholders' meeting to be convened and the Company will provide an update to the shareholders in due course.

11. Dividend

If a decision regarding dividend has been made :-

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

None.

(b)(i) and (b)(ii) Amount of dividend per share of the current reporting financial period and of the previous corresponding period.

Nil (FY2014 : nil).

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect

No dividend is declared/recommended in the financial year ended 31 March 2015.

13. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

No IPT general mandate has been obtained by the Group from the Company's shareholders. Save for an IPT which amounted to less than S\$100,000, there is no other IPT during 12M 31 March 2015.

14. If any person is 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(10).

Save for Mr Luk Siu Fung Mark who is the son of the executive director, deputy chairman and chief executive officer Mr Luk Chung Po Terence, being appointed as project manager of the Company with effect on 1 June 2013, there is no other person occupying managerial positions in the Company or its principal subsidiaries who are related to a director or chief executive officer or substantial shareholder of the Company.

Name	Age	Family relationship with any director 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
Luk Siu Fung, Mark	26	Son of Luk Chung Po, Terence Executive Director	Project manager, being responsible for mobile satellite and communication project management and development, has been first appointed in 2013	Not applicable

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

15. 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 Group comprises two reportable segments (i) provision of IT services (ii) trading of equipment. Other business operations includes investment holding is categorised as "all other segments". The strategic business units offer different products and services, and are operated independently in view of their different technological requirements and marketing strategies. The Group's CEO reviews internal management reports of each strategic business unit on at least a quarterly basis.

Performance is measured in terms of segment profit before income tax, which is provided in the internal management reports reviewed by the Group's CEO. The Management believes that segment profit is applicable for measuring performance as such information is the most relevant in evaluating the results of certain segments as compared to other entities operating within these industries.

	12 Months Ended 31.3.2015 HK\$'000	12 Months Ended 31.3.2014 HK\$'000
Revenue (including other operating income)		
Provision of IT services	783	1,238
Trading of IT equipment	12,267	15,725
All other segments	3,398	3,147
	16,448	20,110
Segment results		
Provision of IT services	(3,820)	(2,680)
Trading of IT equipment	(8,415)	(11,065)
All other segments	(21,498)	(52,379)
Segment loss	(33,733)	(66,124)
Finance costs	(739)	(373)
Share of loss of associates	(8,039)	(20,566)
Income tax expenses	-	(1,162)
Loss for the year	(42,511)	(88,225)
Segment Assets		
Provision of IT services	4	755
Trading of IT equipment	14,750	21,103
All other segments	385,074	288,661
	399,828	310,519
Segment Liabilities		
Provision of IT services	-	260
Trading of IT equipment	521	2,488
All other segments	29,158	16,433
Unallocated	6,163	6,134
	35,842	25,315
Capital expenditure		
Trading of IT equipment	36	773
All other segments	8	583
	44	1,356

Geographical information

In presenting information on the basis of geographical segments, segment revenue is based on the geographical presence of the customers. Segment capital expenditure and assets are based on the geographical location of the assets. Geographical information about the Group's revenue, capital expenditure and assets is as follows:

	12 Months Ended 31.3.2015 HK\$'000	12 Months Ended 31.3.2014 HK\$'000
Revenue		
PRC	10,258	15,044
Hong Kong	6,190	5,066
	16,448	20,110
Capital expenditure		
PRC	8	583
Hong Kong	36	773
	44	1,356
Segment assets		
PRC	3,029	35,276
Hong Kong	396,788	275,004
Singapore	11	239
	399,828	310,519

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Please refer to the aforesaid section 8 for details.

17. A breakdown of sales

	12 Months Ended	12 Months Ended
	31.3.2015	31.3.2014
	HK\$'000	HK\$'000
First Half Year		
Revenue from provision of services	401	643
Revenue from trading of IT equipment	7,612	12,228
Other income	16	13
Amortisation of intangible assets	(372)	(372)
Share of loss of associates	(3,387)	(3,647)
Loss after tax	(23,179)	(20,943)
Second Half Year		
Revenue from provision of services	382	595
Revenue from trading of IT equipment	4,655	3,497
Other income	3,382	3,134
Amortisation of intangible assets	(186)	(372)
Impairment on investment in an associate	(3,245)	(2,923)
Share of loss of associates	(4,652)	(16,919)
Loss after tax	(19,332)	(67,282)
Full Year		
Revenue from provision of services	783	1,238
Revenue from trading of IT equipment	12,267	15,725
Other income	3,398	3,147
Amortisation of intangible assets	(558)	(744)
Impairment on investment in an associate	(3,245)	(2,923)
Share of loss of associates	(8,039)	(20,566)
Loss after tax	(42,511)	(88,225)

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

(a) Ordinary

Nil (FY2014 : Nil)

(b) Preference

Nil (FY2014 : Nil)

(c) Total

Nil (FY2014 : Nil)

19. Use of proceeds

On 17 February 2015, the Company had completed the 2015 Placement exercise, which involved the issuance of 2,121,290,000 new ordinary shares in the capital of the Company, at an issue price of S\$0.005, which raised net proceeds of approximately HK\$60.7 million. Use of proceeds from the 2015 Placement had been duly announced by the Company via SGXNET on 6 May 2015. There are no further updates on the use of proceeds from the 2015 Placement as at the date of this announcement.

BY ORDER OF THE BOARD

Luk Chung Po, Terence
Executive Director

30 May 2015

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Canaccord Genuity Singapore Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.

The contact person for the Sponsor is Ms Alice Ng, Director and Head of Continuing Sponsorship, Canaccord Genuity Singapore Pte. Ltd. at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.