CHINA HIGH PRECISION AUTOMATION GROUP LIMITED
中國高精密自動化集團有限公司

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 591)

ANNOUNCEMENT OF ANNUAL RESULTS FOR THE YEAR ENDED 30 JUNE 2014

HIGHLIGHTS

1. Turnover decreased by 21.8%;
2. The Group suffered a loss from operation amounted to RMB15,851,000 as compared to that of a profit for 2013;
3. Net loss attributable to equity shareholders of the Company was RMB19,505,000.
4. Basic and diluted loss per share were RMB1.88 cents and RMB1.88 cents respectively;

ANNUAL RESULTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2014

The board (the "Board") of directors (the "Directors") of China High Precision Automation Group Limited (the "Company") is pleased to announce the audited consolidated results of the Company and its subsidiaries (together referred to as the "Group") for the year ended 30 June 2014 (the "Year"), with the comparative figures for the preceding financial year ended 30 June 2013, as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 30 June 2014
(Expressed in Renminbi Yuan)

		Year ended 30 June	
		2014	2013
	Notes	***RMB'000***	*RMB'000*
Turnover	3	**403,816**	516,549
Cost of sales		**(364,801)**	(412,478)
Gross profit		**39,015**	104,071
Other income	5	**8,581**	5,486
Other gain and loss	5	**152**	5,938
Distribution costs		**(5,291)**	(8,058)
Administrative expenses		**(59,448)**	(62,105)
Fair value gain of investment properties		**371**	5,042
Share of loss of a joint venture		**(81)**	(786)
Gain on disposal of a joint venture		**850**	—
(Loss)/profit from operations		**(15,851)**	49,588
Finance costs		**—**	—
(Loss)/profit before taxation	6	**(15,851)**	49,588
Income tax	7	**(3,654)**	(13,311)
(Loss)/profit for the year attributable to equity shareholders of the Company		**(19,505)**	36,277
(Loss)/earnings per share *(RMB cents)*	9		
— basic		**(1.88)**	3.50
— diluted		**(1.88)**	3.50

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2014
(Expressed in Renminbi Yuan)

	Year ended 30 June	
	2014	2013
	RMB'000	*RMB'000*
(Loss)/profit for the year attributable to equity shareholders of the Company	**(19,505)**	36,277
Other comprehensive (expenses)/income for the year		
Items that may be subsequently reclassified to profit or loss:		
Exchange differences on translation of financial statements of operations outside the PRC (excluding Hong Kong)	**(697)**	(5,727)
Fair value adjustment upon transfer from property, plant and equipment to investment properties	**2,986**	—
Total comprehensive (expenses)/income for the year attributable to equity shareholders of the Company	**(17,216)**	30,550

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2014
(Expressed in Renminbi Yuan)

	Notes	As at 30 June 2014 RMB'000	2013 RMB'000
Non-current assets			
Property, plant and equipment		**623,929**	611,981
Investment properties		**59,248**	35,665
Construction in progress		**—**	—
Interests in leasehold land held for own use under operating leases		**9,409**	15,066
Deposits for the purchase of property, plant and equipment		**1,289**	878
Interests in a joint venture		**—**	2,286
Deferred tax assets		**2,463**	2,569
		696,338	668,445
Current assets			
Inventories		**56,199**	63,953
Trade and other receivables	10	**209,454**	265,789
Cash and cash equivalents		**1,400,236**	1,371,402
		1,665,889	1,701,144
Current liabilities			
Trade and other payables	11	**99,831**	89,044
Current taxation		**—**	282
Provision for warranties		**1,562**	2,259
		101,393	91,585
Net current assets		**1,564,496**	1,609,559
Total assets less current liabilities		**2,260,834**	2,278,004
Non-current liabilities			
Deferred tax liabilities		**18,032**	17,986
		18,032	17,986
NET ASSETS		**2,242,802**	2,260,018
CAPITAL AND RESERVES			
Share capital	12	**91,360**	91,360
Reserves		**2,151,442**	2,168,658
TOTAL EQUITY		**2,242,802**	2,260,018

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2014

(Expressed in Renminbi Yuan)

		Attributable to equity shareholders of the Company								
	Note	Share capital *RMB'000*	Share premium *RMB'000*	Surplus reserve *RMB'000*	Share-based payment reserve *RMB'000*	Other reserve *RMB'000*	Revaluation reserve *RMB'000*	Exchange reserve *RMB'000*	Retained profits *RMB'000*	Total *RMB'000*
Balance at 1 July 2012		91,360	958,076	159,695	78,841	2,982	—	(21,284)	967,378	2,237,048
Changes in equity for the year ended 30 June 2013:										
Profit for the year		—	—	—	—	—	—	—	36,277	36,277
Other comprehensive expenses		—	—	—	—	—	—	(5,727)	—	(5,727)
Total comprehensive (expenses)/income		—	—	—	—	—	—	(5,727)	36,277	30,550
Dividend declared and paid	8	—	(16,999)	—	—	—	—	—	—	(16,999)
Equity settled share-based payments		—	—	—	9,419	—	—	—	—	9,419
Appropriation to surplus reserve		—	—	16,683	—	—	—	—	(16,683)	—
Balance at 30 June 2013		91,360	941,077	176,378	88,260	2,982	—	(27,011)	986,972	2,260,018

		Attributable to equity shareholders of the Company								
	Note	**Share capital** ***RMB'000***	**Share premium** ***RMB'000***	**Surplus reserve** ***RMB'000***	**Share-based payment reserve** ***RMB'000***	**Other reserve** ***RMB'000***	**Revaluation reserve** ***RMB'000***	**Exchange reserve** ***RMB'000***	**Retained profits** ***RMB'000***	**Total** ***RMB'000***
Balance at 1 July 2013		**91,360**	**941,077**	**176,378**	**88,260**	**2,982**	**—**	**(27,011)**	**986,972**	**2,260,018**
Changes in equity for the year ended 30 June 2014:										
Loss for the year		**—**	**—**	**—**	**—**	**—**	**—**	**—**	**(19,505)**	**(19,505)**
Other comprehensive income/(expenses)		**—**	**—**	**—**	**—**	**—**	**2,986**	**(697)**	**—**	**2,289**
Total comprehensive income/(expenses)		**—**	**—**	**—**	**—**	**—**	**2,986**	**(697)**	**(19,505)**	**(17,216)**
Appropriation to surplus reserve		**—**	**—**	**5,412**	**—**	**—**	**—**	**—**	**(5,412)**	**—**
Balance at 30 June 2014		**91,360**	**941,077**	**181,790**	**88,260**	**2,982**	**2,986**	**(27,708)**	**962,055**	**2,242,802**

NOTES:

1 BASIS OF PREPARATION

The consolidated results set out in this announcement does not constitute the Group's financial statements for the year ended 30 June 2014 but is extracted from those financial statements.

The financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), which collective term includes all applicable individual HKFRSs, Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. The financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Stock Exchange").

The measurement basis used in the preparation of the financial statements is the historical cost basis.

2 CHANGES IN ACCOUNTING POLICIES

The Group has adopted the following new and revised HKFRSs for the first time for the current year's financial statements.

HKFRS 1 (Amendments)	Government Loans
HKFRS 7 (Amendments)	Disclosures — Offsetting Financial Assets and Financial Liabilities
HKFRS 10	Consolidated Financial Statements
HKFRS 11	Joint Arrangements
HKFRS 12	Disclosure of Interests in Other Entities
HKFRS 13	Fair Value Measurement
HKAS 19 (Revised)	Employee Benefits
HKAS 27 (Revised)	Separate Financial Statements
HKAS 28 (Revised)	Investments in Associates and Joint Ventures
HKFRSs (Amendments)	Annual Improvements to HKFRSs 2009–2011 Cycle except for HKAS 1 (Amendments)
HK(IFRIC) — Int 20	Stripping Costs in the Production Phase of a Surface Mine

Other than as further explained below, the adoption of these new and revised HKFRSs has had no significant financial effect on these financial statements.

HKFRS 10 Consolidated Financial Statements

HKFRS 10 replaces the requirements of HKAS 27 Consolidated and Separate Financial Statements that deal with consolidated financial statements and HK(SIC) Int — 12 Consolidation — Special Purpose Entities. HKFRS 10 changes the definition of control such that an investor has control over an investee when (a) it has power over the investee, (b) it is exposed, or has rights, to variable returns from its involvement with the investee and (c) has the ability to use its power to affect its returns. All three of these criteria must be met for an investor to have control over an investee. Previously, control was defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. Additional guidance has been included in HKFRS 10 to explain when an investor has control over an investee. Some guidance included in HKFRS 10 that deals with whether or not an investor that owns less than 50% of the voting rights in an investee has control over the investee is relevant to the Group.

The directors of the Company made an assessment as at the date of initial application of HKFRS 10 (i.e. 1 July 2013) as to whether or not the Group has control over its subsidiaries in accordance with the new definition of control and the related guidance set out in HKFRS 10. The directors concluded that it has had control over its subsidiaries since the acquisition in prior periods.

HKFRS 11 Joint Arrangements

HKFRS 11 replaces HKAS 31 "Interests in Joint Ventures" and HK(SIC) — Int 13 "Jointly Controlled Entities — Non-Monetary Contributions by Venturers". It describes the accounting for joint arrangements with joint control. It addresses only two forms of joint arrangements, i.e., joint operations and joint ventures, and removes the option to account for joint ventures using proportionate consolidation. The classification of joint arrangements under HKFRS 11 depends on the parties' rights and obligations arising from the arrangements. A joint operation is a joint arrangement whereby the joint operators have rights to the assets and obligations for the liabilities of the arrangement and is accounted for on a line-by-line basis to the extent of the joint operators' rights and obligations in the joint operation. A joint venture is a joint arrangement whereby the joint venturers have rights to the net assets of the arrangement and is required to be accounted for using the equity method in accordance with HKAS 28 (2011). The application of HKFRS 11 does not change the conclusion of the Group in respect of the classification of the Group's investment in a joint arrangement.

HKFRS 13 Fair Value Measurement

HKFRS 13 establishes a single source of guidance for fair value measurements and disclosures about fair value measurements. The scope of HKFRS 13 is broad; the fair value measurement requirements of HKFRS 13 apply to both financial instrument items and non-financial instrument items for which other HKFRSs require or permit fair value measurements and disclosures about fair value measurements, except for share-based payment transactions that are within the scope of HKFRS 2 Share-based Payment, leasing transactions that are within the scope of HKAS 17 Leases, and measurements that have some similarities to fair value but are not fair value (e.g. net realisable value for the purposes of measuring inventories or value in use for impairment assessment purposes).

HKFRS 13 defines the fair value of an asset as the price that would be received to sell an asset (or paid to transfer a liability, in the case of determining the fair value of a liability) in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions. Fair value under HKFRS 13 is an exit price regardless of whether that price is directly observable or estimated using another valuation technique. Also, HKFRS 13 includes extensive disclosure requirements.

HKFRS 13 requires prospective application from 1 July 2013. In addition, specific transitional provisions were given to entities such that they need not apply the disclosure requirements set out in the HKFRS 13 in comparative information provided for periods before the initial application of the HKFRS 13. In accordance with these transitional provisions, the Group has not made any new disclosures required by HKFRS 13 for the comparative period. Other than the additional disclosures, the application of HKFRS 13 has not had any material impact on the amounts recognised in the consolidated financial statements.

3 TURNOVER

The principal activities of the Group are the manufacture and sales of high precision industrial automation instrument and technology products as well as horological instruments.

Turnover represents the sales value of goods sold less returns, discounts, value added taxes and other sales taxes. The amount of each significant category of revenue recognised during the year is as follows:

	2014	2013
	RMB'000	*RMB'000*
Sales of automation instrument and technology products	**332,738**	428,624
Sales of horological instruments	**71,078**	87,925
	403,816	516,549

4 SEGMENT REPORTING

The Group manages its businesses by divisions, which are organised by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has presented the following two reportable segments. No operating segments have been aggregated to form the following reportable segments.

Automation instrument and technology products: the manufacture and trading of intelligent display instruments, flow accumulate instruments, pressure transmitters and logging control instruments.

Horological instruments: the manufacture and trading of multi-functional all-plastic quartz watch movements.

(a) Segment results, assets and liabilities

For the purposes of assessing segment performance and allocating resources between segments, the Group's senior executive management, being the chief operating decision maker, monitors the results, assets and liabilities attributable to each reportable segment on the following bases:

Segment assets include all tangible, intangible assets and current assets with the exception of deferred tax assets and other corporate assets. Segment liabilities include trade and other payables, provision for warranties and current tax payable attributable to the individual segments.

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments.

The measure used for reporting segment (loss)/profit is "adjusted (loss)/profit from operations". To arrive at reportable segment (loss)/profit, the Group's (loss)/profit from operations is adjusted for items not specifically attributed to individual segments, such as head office or corporate administrative expenses. In addition to receiving segment information concerning adjusted (loss)/profit from operations, management is provided with segment information concerning revenue and additions to non-current segment assets.

Information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the years ended 30 June 2014 and 2013 is set out below.

	Automation instrument and technology products		**Horological instruments**		**Total**	
	2014	2013	**2014**	2013	**2014**	2013
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Reportable segment revenue	**332,738**	428,624	**71,078**	87,925	**403,816**	516,549
Reportable segment profit/(loss) (adjusted profit/(loss) from operation)	**28,251**	93,843	**(12,998)**	(6,932)	**15,253**	86,911

	Automation instrument and technology products		Horological instruments		Total	
	At 30 June 2014	At 30 June 2013	**At 30 June 2014**	At 30 June 2013	**At 30 June 2014**	At 30 June 2013
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*	***RMB'000***	*RMB'000*
Reportable segment assets	**703,015**	754,223	**190,045**	197,313	**893,060**	951,536
Reportable segment liabilities	**42,489**	43,668	**13,259**	4,842	**55,748**	48,510

(b) Reconciliations of reportable segment revenues, profit or loss, assets and liabilities

	2014	2013
	RMB'000	*RMB'000*
Revenue		
Reportable segment revenue	**403,816**	516,549
Turnover	**403,816**	516,549

	2014	2013
	RMB'000	*RMB'000*
Profit or loss		
Reportable segment profit	**15,253**	86,911
Unallocated head office and corporate expenses	**(31,104)**	(37,323)
(Loss)/profit before taxation	**(15,851)**	49,588

	2014	2013
	RMB'000	*RMB'000*
Assets		
Reportable segment assets	**893,060**	951,536
Unallocated head office and corporate assets	**1,469,167**	1,418,053
Total assets	**2,362,227**	2,369,589

	2014	2013
	RMB'000	*RMB'000*
Liabilities		
Reportable segment liabilities	**55,748**	48,510
Unallocated head office and corporate liabilities	**63,677**	61,061
Total liabilities	**119,425**	109,571

(c) Other segment information

	Automation instrument and technology products		Horological instruments	
	2014	2013	**2014**	2013
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Depreciation and amortisation	**40,017**	33,868	**8,784**	15,166
Addition to non-current segment assets during the year	**59,645**	47,122	**12,802**	14,220
Allowance for doubtful debt	**—**	—	**341**	352

(d) Geographical segments

The following table sets out information about the geographical location of (i) the Group's revenue from external customers and (ii) the Group's property, plant and equipment, investment properties, interests in leasehold land held for own use under operating leases, deposits for the purchase of property, plant and equipment and interests in a joint venture ("specified non-current assets"). The geographical location of customers is based on the location at which the goods were delivered. The geographical location of the specified non-current assets is based on the physical location of the asset.

	Revenues from external customers		Specified non-current assets	
			At 30 June	At 30 June
	2014	2013	**2014**	2013
	RMB'000	*RMB'000*	***RMB'000***	*RMB'000*
Hong Kong	**9,854**	14,710	**502**	850
PRC (excluding Hong Kong)	**393,962**	501,839	**693,373**	665,026
	403,816	516,549	**693,875**	665,876

(e) Information about major customers

Revenue from customers of the corresponding years contributing over 10% of the total revenue of the Group is as follows:

	2014	2013
	RMB'000	*RMB'000*
Customer A	**61,575**	74,322

5 OTHER INCOME AND OTHER GAIN AND LOSS

	2014 *RMB'000*	2013 *RMB'000*
Other income		
Bank interest income	**4,948**	5,039
Government grants *(Note (i))*	**1,152**	447
Rental income	**1,553**	—
Reversal of provision for warranties	**697**	—
Sundry income	**231**	—
	8,581	5,486
Other gain and loss		
Net foreign exchange income	**152**	5,938

Note:

(i) Government grants represent various forms of incentives and subsidies granted to the PRC subsidiary by the local authorities. The government grants were unconditional.

6 (LOSS)/PROFIT BEFORE TAXATION

(Loss)/profit before taxation is arrived at after charging/(crediting):

	2014 *RMB'000*	2013 *RMB'000*
(a) Staff costs:		
Contributions to defined contribution retirement plans	**2,020**	1,883
Equity-settled share-based payment expenses	**—**	9,419
Salaries, wages and other benefits	**45,643**	42,251
	47,663	53,553

Pursuant to the relevant labour rules and regulations in the PRC, the PRC subsidiary participates in a defined contribution retirement benefit scheme (the "Defined Contribution Scheme") organised by the PRC municipal government authority in the Fujian province whereby the Group is required to make a contribution at the rate of 18% of the eligible employees' salaries to the Defined Contribution Scheme. The Group has accrued for the required pension fund contributions, which are remitted to the social security office in the Fujian province when the contributions become due. The social security office in the Fujian province is responsible for making the benefit payments to the retired employees covered under the Defined Contribution Scheme.

The Group maintains a mandatory provident fund scheme (the "MPF Scheme") for all qualifying employees in Hong Kong. The Group's and employee's contributions to the MPF Scheme are based on 5% of the employees' relevant income (up to a cap of monthly relevant income of HK$25,000 which has been increased to HK$30,000 since 1 June 2014) and in accordance with the requirements of the Mandatory Provident Fund Schemes Ordinance and related regulations.

The Group has no other material obligation for the payment of pension benefits associated with the two schemes beyond the annual contributions described above.

	2014	2013
	RMB'000	*RMB'000*
(b) Other items:		
Depreciation	**51,253**	50,802
Amortisation	**226**	227
Recognition of impairment losses on trade and other receivables *(note 10(b))*	**—**	59
Research and development costs	**19,168**	11,662
(Reversal)/recognition of provision for warranties	**(697)**	1,685
Auditors' remuneration	**1,700**	1,650
Operating lease charges in respect of properties	**1,737**	2,074
Cost of inventories*	**364,801**	412,478

* Cost of inventories includes RMB79,673,000 (2013: RMB61,171,000) relating to staff costs, depreciation and amortisation expenses, amounts of which are also included in the respective total amounts disclosed separately above or in note 6(a) for each of these types of expenses.

7 INCOME TAX

(a) Income tax in the consolidated statement of profit or loss represents:

	2014	2013
	RMB'000	*RMB'000*
Current tax — PRC Income Tax		
Current year	**3,502**	13,528
Deferred tax		
Current year	**152**	(217)
	3,654	13,311

(i) Pursuant to the rules and regulations of the Cayman Islands, the Group is not subject to any income tax in the Cayman Islands.

(ii) No provision has been made for Hong Kong Profits Tax as the Group does not have assessable profits subject to Hong Kong Profits Tax during the year.

(iii) Pursuant to the income tax rules and regulations of the PRC, a recognised Advanced and New Technology Enterprise ("ANTE") that meets the conditions according to the *Notice on Issuance of the Administrative Measures governing the Recognition of Advanced and New Technology Enterprises* issued on 14 April 2008 is entitled to a reduced income tax rate of 15%. Fujian Wide Plus Precision Instrument Co., Ltd. ("Fujian Wide Plus") was recognised as an ANTE as approved by the relevant authorities.

From 1 January 2008, non-resident enterprises without an establishment or place of business in the PRC or which have an establishment or place of business in the PRC but whose relevant income is not effectively connected with the establishment or a place of business in the PRC, will be subject to withholding tax at the rate of 10% (unless reduced by treaty) on various types of passive income such as dividends derived from sources within the PRC. As Fujian Wide Plus is directly and wholly held by a Hong Kong incorporated subsidiary, a rate of 5% is applicable to the calculation of this withholding tax under the double tax arrangement between Hong Kong and the PRC. Deferred tax liabilities have been recognised for undistributed retained profits of Fujian Wide Plus earned since 1 January 2008 to the extent that the profits are likely to be distributed in the foreseeable future.

(b) Reconciliation between income tax expense and (loss)/profit before taxation at applicable tax rates:

	2014 *RMB'000*	2013 *RMB'000*
(Loss)/profit before taxation	**(15,851)**	49,588
Notional tax on (loss)/profit before taxation, calculated at the rates applicable in the tax jurisdiction concerned	**(2,966)**	11,626
Tax concessions	**(2,334)**	(6,941)
Tax effect of non-taxable revenue	**(144)**	—
Tax effect of non-deductible expenses	**8,632**	5,258
Tax effect of temporary differences	**152**	3,368
Tax effect of estimated tax losses not recognised	**314**	—
Actual income tax expense	**3,654**	13,311

8 DIVIDENDS

Dividends payable to equity shareholders of the Company attributable to the year:

	2014 *RMB'000*	2013 *RMB'000*
No dividend proposed after the end of the reporting period (2013: Nil)	**—**	—

9 (LOSS)/EARNINGS PER SHARE

(a) Basic (loss)/earnings per share

The calculation of basic (loss)/earnings per share is based on the loss attributable to equity shareholders of the Company of RMB19,505,000 (2013: profit of RMB36,277,000) and the number of 1,037,500,000 ordinary shares (2013: 1,037,500,000 ordinary shares) in issue during the year.

(b) Diluted (loss)/earnings per share

The calculation of diluted (loss)/earnings per share is based on the loss attributable to equity shareholders of the Company of RMB19,505,000 (2013: profit of RMB36,277,000) and the weighted average number of ordinary shares in issue adjusted for the potential dilutive effect caused by the share options assuming they were exercised during the year. For the years ended 30 June 2013 and 30 June 2014, the share options had no dilutive effect as the average market price of ordinary shares during the years did not exceed the exercise price of the options.

	2014 *'000*	2013 *'000*
Weighted average number of ordinary shares (basic)	**1,037,500**	1,037,500
Effect of deemed issue of shares under the Company's share option scheme	**—**	—
Weighted average number of ordinary shares (diluted)	**1,037,500**	1,037,500

10 TRADE AND OTHER RECEIVABLES

	The Group	
	2014	2013
	RMB'000	*RMB'000*
Trade receivables	**208,300**	264,638
Less: Allowance for doubtful debts *(note 10(b))*	**(341)**	(352)
	207,959	264,286
Other prepayments, deposits and receivables	**1,495**	1,503
	209,454	265,789

The following is an analysis of trade receivables by age, presented based on the invoice date, which approximates the respective revenue recognition dates.

	2014	2013
	RMB'000	*RMB'000*
0–60 days	**76,804**	95,903
61–120 days	**74,164**	89,984
121–180 days	**56,991**	78,399
	207,959	264,286

All of the trade and other receivables are expected to be recovered or recognised as an expense within one year. The Group generally grants credit periods of 120 days to 180 days from the date of billing to its customers.

(a) Ageing analysis

An ageing analysis of trade receivables (net of allowance for doubtful debts) at the end of the reporting periods are as follows:

	The Group	
	2014	2013
	RMB'000	*RMB'000*
Neither past due nor impaired (current)	**207,959**	264,286
Less than 1 month past due	**—**	—
1 to 3 months past due	**—**	—
Amounts past due	**—**	—
	207,959	264,286

Receivables that were neither past due nor impaired relate to a wide range of customers for whom there was no recent history of default.

(b) Impairment of trade and other receivables

Impairment losses in respect of trade and other receivables are recorded using an allowance account unless the Group is satisfied that recovery of the amount is remote, in which case the impairment loss is written off against trade and other receivables directly.

The movement in the allowance for doubtful debts during the year, including both specific and collective loss components, is as follows:

	2014	2013
	RMB'000	*RMB'000*
At 1 July 2013/2012	**352**	293
Exchange difference	**(11)**	—
Write-back of impairment losses	**—**	(293)
Impairment loss recognised	**—**	352
At 30 June 2014/2013	**341**	352

The individually impaired receivables related to customers and other third parties that were in financial difficulties and management assessed that only a portion of the receivables are expected to be recovered. Consequently, specific allowances for doubtful debts of RMB341,000 (2013: RMB352,000) were recognised. The Group does not hold any collateral over these balances.

11 TRADE AND OTHER PAYABLES

	The Group		The Company	
	2014	2013	2014	2013
	RMB'000	*RMB'000*	*RMB'000*	*RMB'000*
Trade payables	**54,186**	46,252	**—**	—
Other payables and accruals	**45,645**	42,792	**1,700**	1,661
	99,831	89,044	**1,700**	1,661

Included in trade and other payables are trade payables with the following ageing analysis at the end of the reporting periods. The credit periods granted by various suppliers are generally 120 days.

	The Group	
	2014	2013
	RMB'000	*RMB'000*
Due within 1 month or on demand	**470**	185
Due after 1 month but within 3 months	**24,720**	20,883
Due after 3 months but within 6 months	**28,996**	25,184
	54,186	46,252

All of the trade and other payables are expected to be settled within one year.

12 SHARE CAPITAL

There was no movements of the authorised share capital of the Company during the years ended 30 June 2013 and 2014:

	Par value	Number of shares	Nominal value of ordinary shares	
	HK$	*'000*	*HK$'000*	*RMB'000*
Authorised:				
At 1 July 2012, 30 June 2013 and 30 June 2014	0.1	10,000,000	1,000,000	880,500

There was no movement in the Company's issued share capital during the years ended 30 June 2013 and 2014:

	Par value	Number of shares	Nominal value of ordinary shares	
	HK$	*'000*	*HK$'000*	*RMB'000*
Issued and fully paid:				
At 1 July 2012, 30 June 2013 and 30 June 2014	0.1	1,037,500	103,750	91,360

Note:

(i) As at 30 June 2014, the holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank equally with regard to the Company's residual assets.

13 EQUITY-SETTLED SHARE-BASED PAYMENTS

Pursuant to the shareholder's written resolution passed on 28 October 2009, the Company has adopted a share option scheme (the "Scheme") whereby the directors of the Company are authorised, at their discretion, to invite any directors and employees of the Group, to take up options to subscribe for the shares of the Company. The Scheme will remain in force for a period of 10 years from the effective date of such scheme and will expire on 13 November 2019.

Under the Scheme, the directors may at their discretion to grant options to (i) any employee of any member of the Group or any entity in which any member of the Group holds any equity interest (the "Invested Entity"); (ii) any executive and non-executive directors of any member of the Group or any Invested Entity; (iii) any supplier and customer of any member of the Group or any Invested Entity; (iv) any person or entity that provides research, development or other technological support to any member of the Group or any Invested Entity; (v) any shareholder of any member of the Group or any Invested Entity or any holder of any securities issued or proposed to be issued by any member of the Group or any Invested Entity; or (vi) any adviser or consultant of any member of the Group or any Invested Entity to subscribe for the shares of the Company.

The maximum number of shares in respect to which options may be granted under the Scheme shall not exceed 10% of the issued share capital of the Company on the date of adopting the Scheme. The limit may be refreshed at any time provided that the new limit must not be in aggregate exceed 10% of the issued share capital of the Company as at the date of the shareholders' approval in general meeting. However, the total number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Scheme and any other scheme of the Company must not in aggregate exceed 30% of the shares in issue from time to time.

The maximum number of shares in respect of which options may be granted to any individual in any 12-month period shall not exceed 1% of the shares in issue on the last date of such 12-month period unless approval of the shareholders of the Company has been obtained in accordance with the Listing Rules. A nominal consideration of HK$1 is payable on acceptance of the grant of an option.

Options may be exercised at any time from the date of grant of the option to the 10th anniversary of the date of grant as may be determined by the directors. The exercise price is determined by the directors, and will not be less than the highest of (i) the closing price per share as stated in the Stock Exchange's daily quotations sheets on the date of the grant of the options; (ii) the average closing price per share as stated in the Stock Exchange's daily quotations sheets for the five business days immediately preceding the date of the grant of the options; or (iii) the nominal value of a share.

Each option gives the holder the right to subscribe for one ordinary share in the Company and is settled gross in shares. No share options were granted to the Company's directors and employees during the years ended 30 June 2013 and 30 June 2014.

(a) The terms and conditions of the grants are as follows:

Date of grant		Number of options granted	Vesting conditions	Contractual life of options
Options granted to directors:				
18 March 2011	Lot 1	4,920,000	0.5 month after the date of grant	5 years
18 March 2011	Lot 2	4,920,000	12.5 months after the date of grant	5 years
18 March 2011	Lot 3	6,560,000	24.5 months after the date of grant	5 years
Options granted to employees:				
18 March 2011	Lot 1	6,780,000	0.5 month after the date of grant	5 years
18 March 2011	Lot 2	6,780,000	12.5 months after the date of grant	5 years
18 March 2011	Lot 3	9,040,000	24.5 months after the date of grant	5 years
		39,000,000		

(b) The share options outstanding at the end of the reporting period have a weighted average remaining contractual life of 1.71 years (2013: 2.71 years).

(c) The number and weighted average exercise price of share options are as follows:

	Weighted average exercise price	Number of options
		'000
Outstanding at 1 July 2012, 30 June 2013 and 30 June 2014	HK$5.6	39,000

(d) Fair value of share options and assumptions

The fair value of services received in return for share options granted is measured by reference to the fair value of share options granted. The estimate of the fair value of the share options granted is measured based on a Black-Scholes-Merton Option Pricing Model. The contractual life of the share option is used as an input into this model. Expectations of early exercise are incorporated into the Black-Scholes-Merton Option Pricing Model.

Fair value of share options and assumptions

	Lot 1	Lot 2	Lot 3
Fair value at measurement date *(HK$)*	1.73789	1.88545	2.01633
Share price *(HK$)*	5.5	5.5	5.5
Exercise price *(HK$)*	5.6	5.6	5.6
Expected volatility	53.67%	53.67%	53.67%
Expected option life	2.5 years	3 years	3.5 years
Expected dividends	0.95%	0.95%	0.95%
Risk-free rate	0.77%	0.95%	1.14%

The expected volatility is based on the historic volatility (calculated based on the weighted average remaining life of the share options), adjusted for any expected changes to future volatility based on publicly available information. Expected dividends are based on historical dividends. Changes in the subjective input assumptions could materially affect the fair value estimate.

Share options were granted under a service condition. This condition has not been taken into account in the grant date fair value measurement of the services received. There were no market conditions associated with the grants of the share options.

MANAGEMENT DISCUSSION AND ANALYSIS

MARKET AND BUSINESS REVIEW

Up to 30 June 2014, China's economy has been in a relatively uncertain state and that its overall economic growth has been slowed down. Domestic industries were facing difficulties, such as structural adjustment and overcapacity. According to the National Bureau of Statistics of China, the gross domestic product (GDP) grew by 7.7% year on year in 2013, representing the lowest growth since 1999, and the growth in GDP for the first half of 2014 was 7.4%. As reflected by the GDP by industry, sluggish situation remained in traditional industries, and industries, such as electricity, steel, petrochemical and construction materials, were still facing overcapacity and shortage of new or reconstruction projects.

As economic downturn remained in China, in particular, adjustment of industrial structure in secondary industries continued and that the problem of overcapacity remained serious. This has also directly resulted in the constant decrease in contribution of secondary industries to China's GDP. Most of our downstream customers were engaged in manufacturing industries, their new investments were materially affected and thus the Company has encountered difficulties in its marketing and sales. In addition, the trading suspension of the Company have had an impact on our markets, overall sales volume of the Company, in general, has been decreasing and such condition is expected to remain in the short run.

As market conditions has become more intricate, the Company will make use of the edge of its research and development team to continue launching the research and development in products, such as pressure/differential pressure transmitters and electromagnetic flow meters, and relevant accessories, further enhancing and improving the technical level of our products. In particular, the Company will strengthen and expand the technological advantages of our pressure transmitters, enhance our scale of operations and its position in the industry, and aim to make continuous progress for the Company in various aspects such as products, management and services by way of enhancing the technical level and quality of our products, increasing efforts on marketing, expanding downstream sectors and perfecting our services system.

SEGMENT INFORMATION

The Group has the following two business segments:

Automation instrument and technology products

During the Year, sales of high precision industrial automation instrument and technology products amounted to approximately RMB332,738,000 (2013: approximately RMB428,624,000), representing approximately 82.4% (2013: approximately 83.0%) of the Group's total turnover. The Group continued to focus on production and expansion of high precision industrial automation instrument and technology products, and to manage its inventory levels and its distribution network. Reportable segment profit of this business segment was approximately RMB28,251,000 (2013: approximately RMB93,843,000), representing a decrease of about 69.9% as compared to that of 2013.

Horological instruments

Sales of horological instruments were approximately RMB71,078,000 (2013: approximately RMB87,925,000), which accounts for approximately 17.6% (2013: approximately 17.0%) of the Group's total turnover during the Year. This segment recorded reportable segment loss of approximately RMB12,998,000, as compared to a reportable segment loss of approximately RMB6,932,000 in 2013.

MANUFACTURING FACILITIES

The Group has large-scale production facilities and is expanding its production capacity to enhance its competitive strength.

As the utilization rate of the existing manufacturing facility (1st phase development) of the Group located at Lot No. 15, Kuaian Road, Mawei Science and Technology Park, Fuzhou (福州馬尾科技園區快安大道15號地) has reached its maximum since 2008, the Group is in the process of expanding and upgrading its production capacity in two phases (i.e. 2nd and 3rd phase developments). Both developments are located at Long Men Village, Kuaian Technology Park, Fuzhou Economic and Technological Development Zone (福州經濟技術開發區快安科技園龍門村) in the People's Republic of China (the "PRC"), covering a total site area of approximately 47,665 square metres.

The 2nd phase development is solely for the expansion of the Group's production capacity of its existing products. The factory on site commenced production in 2010 and reached its full-scale production capacity in June 2011; accordingly, the Group's production capacity of its existing products has been doubled as scheduled.

The 3rd phase development is solely for actuators, one of the Group's new products. The construction was completed in 2012, and is expected to reach its full-scale production capacity in 2016. In light of the instability of the global market, the Directors will proceed with the future developments cautiously.

PROSPECTS

The Company is a key corporation in automation instruments industry in China. Industries, such as petroleum, chemical, thermal energy, nuclear power, metallurgy and cement, are traditional users of automation control systems and devices. In addition, China's government policies have vigorously nurtured emerging strategic industries, and placed great efforts to develop new energy, new material, energy saving and environment protection, biopharmaceutics, information network and high-end manufacturing industries, with aggressive promotion of new energy automobiles, and integration of telecom, radio and TV and internet networks as well as research, development and application of the Internet of Things. This has brought about new opportunities for development of the industrial automation control systems and devices manufacturing industry.

More importantly, it has been stated in 裝備製造業調整和振興規劃 (the Plan for Modifying and Promoting the Equipment Manufacturing Industry*) by the State Council that the goals of the plan include improving the quality of domestic-made equipment, expanding domestic markets and maintaining satisfactory rate of domestic market of domestic-made equipment at approximately 70%; realizing autonomy for material equipment such as megawatt-level nuclear power facilities and new-energy electricity generating facilities; realizing the basic satisfaction of demand for generic components and parts from domestic markets; and filling in the vacuum for key automation detectors and controllers in the country.

Against this background, the Company, on the one hand, will pay more attention to the industries encouraged by China's government policies; put more efforts on marketing; expanding the industries in which our products are applied and continue to maintain and develop demands of our existing customers. On the other hand, the Company, as a participant of 中華人民共和國國家高技術研究發展計劃 (National High-Tech Research and Development Program) (Program 863)*, has initiated research and development project of high precision silicon pressure transducer, symbolising the achievement by the Company of advancement in technical level and capability of our research and development, thereby laying a concrete foundation for technological advancement and business development for the Company. In view of the above, the Group's management remains optimistic about the Company's development prospects.

* English translation for identification purposes only

FINANCIAL REVIEW

Turnover

Turnover of the Group amounted to approximately RMB403,816,000 for the Year (2013: approximately RMB516,549,000), representing a decrease of about 21.8% as compared to that of last year. The decrease is mainly due to the adverse effect of the sluggish global economy which causes decrease in sales as a result of decrease in demand and unit selling price of both industrial automation instrument and technology products and horological instruments.

Gross profit and loss from operations

During the Year, the Group's gross profit and loss from operations amounted to approximately RMB39,015,000 (2013: approximately RMB104,071,000) and approximately RMB15,851,000 (2013: profit from operation amounted to approximately RMB49,588,000) respectively. The decrease is in line with the decrease in turnover and is also attributed to an increase of approximately RMB7,506,000 in research and development cost.

The segment gross profit margin of automation instrument and technology products segment decreased from 25.4% for 2013 to 14.3% for the Year. It was mainly due to the decrease in unit selling price.

The segment of horological instruments suffered a gross loss of approximately RMB8,693,000 for the Year (2013: approximately RMB4,767,000). It was because the average unit selling price decreased from RMB1.29 for 2013 to RMB1.24 for the Year. The Group adjusts its selling prices from time to time, if necessary, to maintain its market share in the intensely price competitive market.

Accordingly, during the Year, the Group suffered a loss from operations as compared to that of a profit for 2013.

Net loss

The loss attributable to equity shareholders of the Company for the Year was approximately RMB19,505,000, as compared to a profit of approximately RMB36,277,000 in 2013. It was mainly attributable to the factors as mentioned above.

Loss per share

The basic and diluted loss per share for the Year were RMB1.88 cents (2013: earnings per share of RMB3.50 cents) and RMB1.88 cents (2013: earnings per share of RMB3.50 cents) respectively.

Liquidity and Financial Resources

During the Year, the Group's working capital requirement was principally financed by its internal resources.

As at 30 June 2014, the Group had cash and cash equivalents, net current assets and total assets less current liabilities of approximately RMB1,400,236,000 (30 June 2013: approximately RMB1,371,402,000), approximately RMB1,564,496,000 (30 June 2013: approximately RMB1,609,559,000) and approximately RMB2,260,834,000 (30 June 2013: approximately RMB2,278,004,000) respectively.

Borrowings

As at 30 June 2014, the Group had no bank borrowings (30 June 2013: Nil).

Equity

Total equity attributable to equity shareholders of the Company as at 30 June 2014 decreased by approximately RMB17,216,000 to approximately RMB2,242,802,000 (30 June 2013: approximately RMB2,260,018,000).

Gearing ratio

The gearing ratio (calculated as the ratio of total liabilities: total equity) of the Group as at 30 June 2014 was approximately 0.05 (30 June 2013: approximately 0.05).

USE OF PROCEEDS FROM THE PLACING AND THE PUBLIC OFFER

The Company's shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited ("Stock Exchange") with a total of 287,500,000 offer shares (including shares issued as a result of the exercise of the over-allotment option), and the net proceeds from the placing and the public offer of approximately HK$1,043,000,000 (the "Net Proceeds") will mainly be utilized as follows:

1. Approximately HK$711 million will be used for establishment of production facilities for new products of the Group;

2. Approximately HK$129 million will be used for research and development efforts;

3. Approximately HK$81 million will be used for network development and sales support services;

4. Approximately HK$18 million will be used for the Group's information system development; and

5. Approximately HK$104 million will be used for general working capital.

Up to 30 June 2014, the Group has utilized the Net Proceeds as follows:

1. Approximately HK$646 million were used for establishment of production facilities for new products of the Group;

2. Approximately HK$86 million were used for research and development efforts;

3. Approximately HK$39 million were used for network development and sales support services; and

4. Approximately HK$2 million were used for the Group's information system development.

The remaining balance of the Net Proceeds has been placed in the short-term deposits with financial institutions.

SHARE CAPITAL

Details of changes in the Company's share capital during the Year were set out in note 12 to the consolidated results of the Group as contained in this announcement.

SIGNIFICANT INVESTMENTS

The Group had no significant investment held during the Year.

ACQUISITION AND DISPOSAL OF SUBSIDIARIES AND ASSOCIATED COMPANIES

There was no material acquisition or disposal of subsidiaries or associated companies by the Group during the Year.

EMPLOYEES AND SHARE OPTION SCHEME

As at 30 June 2014, the Group employed a total of 1,110 employees (30 June 2013: 1,067). It is the Group's policy to review its employees' pay levels and performance bonus system regularly to ensure the competitiveness of the Group's remuneration policy within the relevant industry. During the Year, the employment cost (excluding Directors' emoluments) amounted to approximately RMB47,663,000 (2013: approximately RMB53,553,000).

In order to provide incentives to the staff, Directors and consultants of the Group, share options would be granted to staff, Directors and consultants under the Company's share option scheme (the "Scheme") adopted on 28 October 2009. As at 30 June 2014, 39,000,000 share options were outstanding under the Scheme. No option has been granted, exercised, cancelled or lapsed during the Year. Details of share options are set out in note 13 to the consolidated results of the Group as contained in this announcement.

CHARGE ON ASSETS

As at 30 June 2014, the Group did not have any charges on its assets.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND EXPECTED SOURCES OF FUNDING

Apart from the expansion of manufacturing facilities as described in page 19 of this announcement, the Group had no future plans for material investments or capital assets as at 30 June 2014.

The Group will continue to monitor the industry closely and review its business expansion plans regularly, so as to take necessary measures in the Group's best interests.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

The Group has foreign currency risk as certain financial assets and liabilities are denominated in foreign currencies primarily in United States dollars and Hong Kong dollars. The Group does not expect any appreciation or depreciation of the Renminbi Yuan against foreign currency which might materially affect the Group's result of operations. The Group did not use any financial instruments to hedge its exposure to currency risk during the Year and will continue to closely monitor such risk exposures from time to time.

CAPITAL COMMITMENT

As at 30 June 2014, the Group had capital expenditure contracted for but not provided in the financial statements and capital expenditure authorized but not contracted for capital commitments in the financial statements amounted to approximately RMB1,413,000 (30 June 2013: approximately RMB19,826,000) and approximately RMB57,958,000 (30 June 2013: approximately RMB117,651,000) respectively.

CONTINGENT LIABILITIES

As at 30 June 2014, the Group did not have any material contingent liabilities.

DIVIDENDS

The Board does not recommend the payment of any final dividend for the year ended 30 June 2014 (2013: Nil).

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Year.

CORPORATE GOVERNANCE

The Company has complied with most of the code provisions stipulated in the Corporate Governance Code (the "Code") as set out in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") during the Year, except for the deviation from the Code Provision A.2.1 of the Code as described below.

Code Provision A.2.1

Code Provision A.2.1 stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. Mr. Wong Fun Chung is the Chairman and the Chief Executive Officer of the Company. Such deviation from Code Provision A.2.1 is deemed appropriate as it is considered to be more efficient to have one single person as the Chairman of the

Company as well as to discharge the executive functions of a chief executive officer, and this provides the Group with strong and consistent leadership in the development and execution of long term business strategies. The Board believes that the balance of power and authority is adequately ensured by the operations of the Board which comprises highly experienced individuals. There are three independent non-executive Directors on the Board. All of them possess adequate independence and therefore the Board considers the Company has achieved balance and provided sufficient protection of its interests.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules (the "Model Code") as the required standard for securities transactions by Directors.

Having made specific enquiries of all Directors, all Directors confirmed to the Company that they have complied with the Model Code during the Year.

REMUNERATION COMMITTEE

The remuneration committee of the Company, currently comprising three independent non-executive Directors, namely Dr. Hu Guo Qing, Ms. Ji Qin Zhi and Mr. Chan Yuk Hiu, Taylor, is primarily responsible for, inter alia, making recommendations to the Board on the remuneration packages of the Directors and senior management and on the establishment of a formal and transparent procedure for developing policy on such remuneration.

NOMINATION COMMITTEE

The Group established a nomination committee (the "Nomination Committee") since 2008 with written terms of reference which are in compliance with the Code. The primary duties of the Nomination Committee are, inter alia, to review the structure, size, composition and diversity of the Board at least annually and make recommendations on any proposed changes to the Board to complement the Company's corporate strategy, to make recommendations to the Board on appointment or re-appointment of Directors and succession planning for the Directors, and to review the board diversity policy of the Company as appropriate. The Nomination Committee comprises three independent non-executive Directors, namely, Dr. Hu Guo Qing, Ms. Ji Qin Zhi and Mr. Chan Yuk Hiu, Taylor. Mr. Chan Yuk Hiu, Taylor is the Chairman of the Nomination Committee.

AUDIT COMMITTEE

The Group established its audit committee (the "Audit Committee") since 2008 with written terms of reference in compliance with the Code. The primary duties of the Audit Committee are, inter alia, to assist the Board in providing an independent view of the effectiveness of the Group's financial reporting system, internal control and risk management system, to review and monitor the audit process, to review the Company's financial information, and to perform other duties and responsibilities as assigned by the Board. The Audit Committee currently comprises three independent non-executive Directors, namely, Dr. Hu Guo Qing, Ms. Ji Qin Zhi and Mr. Chan Yuk Hiu, Taylor (Chairman). The Audit Committee has reviewed the annual results of the Group for the year ended 30 June 2014.

ANNUAL GENERAL MEETING AND CLOSURE OF REGISTER OF MEMBERS

The notice of the forthcoming annual general meeting of the Company ("AGM") will be published on the Stock Exchange's website at www.hkexnews.hk and the Company's website at www.chpag.net.

The register of members of the Company will be closed for the purpose of ascertaining the right of shareholders of the Company to attend and vote at the AGM from Monday, 17 November 2014 to Friday, 21 November 2014, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for attending and voting at the AGM, all transfers of shares accompanied by the relevant share certificates and transfer forms must be lodged with the branch share registrar of the Company in Hong Kong, Tricor Investor Services Limited, at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong not later than 4:30 p.m. on Friday, 14 November 2014.

PUBLICATION OF THE ANNUAL RESULTS AND THE ANNUAL REPORT

This annual results announcement is published on the website of the Stock Exchange at www.hkexnews.hk and on the Company's website at www.chpag.net.

The consolidated annual financial results of the Group for the year ended 30 June 2014 have been reviewed by the Audit Committee and are extracted from the consolidated annual financial statements for the year ended 30 June 2014 to be included in the 2014 Annual Report of the Company.

The 2014 Annual Report of the Company will be dispatched to the shareholders of the Company and published on the Company's website at www.chpag.net and the Stock Exchange's website at www.hkexnews.hk in due course.

SUSPENSION OF TRADING

Trading in the shares of the Company has been suspended since 9:00 a.m. on 22 August 2012, and will remain suspended until further notice.

By order of the Board
China High Precision Automation Group Limited
Wong Fun Chung
Chairman

Hong Kong, 26 September 2014

As at the date of this announcement, the executive Directors are Mr. Wong Fun Chung, Mr. Zou Chong, Mr. Su Fang Zhong and Mr. Cheung Chuen, and the independent non-executive Directors are Ms. Ji Qin Zhi, Dr. Hu Guo Qing and Mr. Chan Yuk Hiu, Taylor.