STELUX Holdings International Limited

寶光實業(國際)有限公司*

incorporated in Bermuda with limited liability

Website: http://www.irasia.com/listco/hk/stelux

Stock Code: 84

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31ST MARCH 2009

The directors of Stelux Holdings International Limited (the "Company") have pleasure in announcing the audited results of the Company and its subsidiaries (collectively the "Group") for the year ended 31st March 2009 as follows:

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31ST MARCH 2009

	Note	2009 HK$'000	2008 HK$'000
Revenues	2,3	2,443,458	2,261,823
Cost of sales	6	(975,955)	(888,472)
Gross profit		1,467,503	1,373,351
Other (losses)/gains, net	4	(9,775)	42,728
Other income	5	18,761	20,470
Selling expenses	6	(1,095,817)	(996,568)
General and administrative expenses	6	(249,819)	(236,130)
Other operating expenses	6	(48,671)	(18,561)
Operating profit		82,182	185,290
Finance costs		(16,458)	(18,072)
Profit before income tax		65,724	167,218
Income tax expense	7	(32,073)	(37,949)
Profit for the year		33,651	129,269
Attributable to:			
Equity holders of the Company		33,154	128,705
Minority interests		497	564
		33,651	129,269
Dividends	8	9,513	39,956
		HK cents	HK cents
Earnings per share for profit attributable to the equity holders of the Company	9		
– Basic and diluted		3.48	13.53

* *For identification purpose only*

CONSOLIDATED BALANCE SHEET
AS AT 31ST MARCH 2009

	Note	2009 HK$'000	2008 HK$'000
ASSETS			
Non-current assets			
Property, plant and equipment		205,195	228,328
Investment properties		35,000	2,100
Prepayment of lease premium		186,298	205,489
Intangible assets		23,451	24,884
Deferred tax assets		45,548	36,831
Available-for-sale financial assets		18,123	17,158
		513,615	514,790
Current assets			
Stocks		790,719	741,391
Debtors and prepayments	*10*	335,800	406,247
Bank balances and cash		117,386	166,567
		1,243,905	1,314,205
Total assets		1,757,520	1,828,995

CONSOLIDATED BALANCE SHEET (CONTINUED)

	Note	2009 HK$'000	2008 HK$'000
EQUITY			
Capital and reserves attributable to the equity holders of the Company			
Share capital		95,134	95,134
Reserves		694,239	747,616
Shareholders' funds		789,373	842,750
Minority interests		4,253	4,751
Total equity		793,626	847,501
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities		1,312	1,456
Borrowings		116,312	144,952
		117,624	146,408
Current liabilities			
Creditors and accruals	*11*	422,078	476,667
Income tax payable		16,704	32,979
Borrowings		407,488	325,440
		846,270	835,086
Total liabilities		963,894	981,494
Total equity and liabilities		1,757,520	1,828,995
Net current assets		397,635	479,119
Total assets less current liabilities		911,250	993,909

Notes:–

1. Basis of preparation

The consolidated financial statements of the Group have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS"). The consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets and investment properties.

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies.

Adoption of standards, amendments to standards and interpretations

In 2009, the Group adopted the following standards, amendments to standards and interpretations of HKFRS issued by the Hong Kong Institute of Certified Public Accountants, which become effective for accounting periods beginning on or after 1st April 2008:

– HKAS 39, 'Financial instruments: Recognition and measurement', amendment on reclassification of financial assets permits reclassification of certain financial assets out of the held-for-trading and available-for-sale categories if specified conditions are met . The related amendment to HKFRS 7, 'Financial instruments: Disclosures', introduces disclosure requirements with respect to financial assets reclassified out of the held-for-trading and available-for-sale categories. The adoption of these amendments does not have any impact on the Group's financial statements, as the Group has not reclassified any financial assets.

– HK(IFRIC)-Int 12, 'Service concession arrangements' applies to contractual arrangements whereby a private sector operator participates in the development, financing, operation and maintenance of infrastructure for public sector services. The adoption of this interpretation does not have any significant impact on the Group's financial statements.

– HK(IFRIC)-Int 14, 'HKAS 19 – The limit on a defined benefit asset, minimum funding requirements and their interaction', provides guidance on assessing the limit in HKAS 19 on the amount of the surplus that can be recognised as an asset. It also explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirement. The adoption of this interpretation does not have any impact on the Group's financial statements.

2. Segment information

Primary reporting format – business segments

	For the year ended 31st March 2009			
	Retail and trading		Property	Group Total
	Watch	Optical		
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Revenues				
Gross segment	1,641,237	801,327	11,444	2,454,008
Inter-segment	–	–	(10,550)	(10,550)
	1,641,237	801,327	894	2,443,458
Segment results	99,992	22,867	(9,511)	113,348
Unallocated income				3,115
Net corporate expenses				(34,281)
Operating profit				82,182
Finance costs				(16,458)
Profit before income tax				65,724
Income tax expense				(32,073)
Profit for the year				33,651
Capital expenditure	(47,961)	(34,630)	(38,594)	
Depreciation	(51,267)	(35,665)	(96)	
Amortisation of prepayment of lease premium	(3,490)	(3,025)	(4,710)	
Fair value losses of investment properties	–	–	(5,694)	
Loss on disposal of property, plant and equipment	(515)	(479)	–	
Provision for stocks	(21,128)	(4,327)	–	
Impairment of debtors and bad debts written off	(852)	–	–	
Reversal of bad debts provision	1,018	–	–	
Impairment of property, plant and equipment	(3,188)	(2,942)	–	
Provision for onerous contracts	(1,223)	(1,426)	–	

	As at 31st March 2009			
	Retail and trading		Property	Group Total
	Watch	Optical		
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Segment assets	1,097,743	307,404	168,924	1,574,071
Unallocated assets				183,449
Total assets				1,757,520
Segment liabilities	297,411	115,645	1,624	414,680
Unallocated liabilities				549,214
Total liabilities				963,894

2. Segment information (continued)

Primary reporting format – business segments (continued)

	For the year ended 31st March 2008			
	Retail and trading		Property	Group Total
	Watch	Optical		
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Revenues				
Gross segment	1,500,871	760,700	11,330	2,272,901
Inter-segment	–	–	(11,078)	(11,078)
	1,500,871	760,700	252	2,261,823
Segment results	145,915	56,975	16,721	219,611
Unallocated income				2,877
Net corporate expenses				(37,198)
Operating profit				185,290
Finance costs				(18,072)
Profit before income tax				167,218
Income tax expense				(37,949)
Profit for the year				129,269
Capital expenditure	(68,780)	(48,331)	(64,325)	
Depreciation	(44,683)	(28,598)	(37)	
Amortisation of prepayment of lease premium	(3,607)	(3,053)	(3,081)	
Fair value gains of investment property	–	–	800	
(Loss)/gain on disposal of property, plant and equipment	(552)	(703)	2,419	
Provision for stocks	(10,342)	(3,739)	–	
Impairment of debtors and bad debts written off	(2,095)	(249)	–	
Reversal of bad debts provision	182	–	17,498	

	As at 31st March 2008			
	Retail and trading		Property	Group Total
	Watch	Optical		
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Segment assets	1,132,863	329,069	145,238	1,607,170
Unallocated assets				221,825
Total assets				1,828,995
Segment liabilities	318,271	135,488	4,817	458,576
Unallocated liabilities				522,918
Total liabilities				981,494

2. **Segment information (continued)**

Secondary reporting format – geographical segments

	As at and for the year ended 31st March 2009			
	Revenues	**Segment results**	**Total assets**	**Capital expenditure**
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Hong Kong	1,249,886	89,458	786,697	68,649
Mainland China	167,967	(47,380)	257,307	16,254
Rest of Asia	1,008,693	104,774	677,757	35,576
Europe	14,848	(34,086)	35,759	971
North America	2,064	582	–	–
	2,443,458	113,348	1,757,520	121,450

	As at and for the year ended 31st March 2008			
	Revenues	**Segment results**	**Total assets**	**Capital expenditure**
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Hong Kong	1,165,783	99,493	841,672	114,331
Mainland China	125,130	(25,247)	197,513	10,575
Rest of Asia	952,981	158,166	742,660	57,421
Europe	15,482	(13,513)	47,150	2,749
North America	2,447	712	–	–
	2,261,823	219,611	1,828,995	185,076

3. **Revenues**

	2009	**2008**
	HK$'000	*HK$'000*
Turnover		
Sales of goods	2,442,564	2,261,571
Gross rental income	894	252
	2,443,458	2,261,823

4. **Other (losses)/gains, net**

	2009	**2008**
	HK$'000	*HK$'000*
(Loss)/gain on disposal of property, plant and equipment, net	(994)	1,164
Fair value (losses)/gains of investment properties	(5,694)	800
Exchange (loss)/gain, net	(3,087)	40,764
	(9,775)	42,728

5. Other income

	2009	2008
	HK$'000	*HK$'000*
Building management fee income	4,223	4,030
Dividend income from investments	2,907	2,783
Interest income	637	1,523
Sundries	10,994	12,134
	18,761	20,470

6. Expenses by nature

	2009	2008
	HK$'000	*HK$'000*
Cost of stocks sold and raw materials consumed	961,957	869,692
Amortisation of prepayment of lease premium	11,225	9,741
Depreciation of property, plant and equipment		
– Owned	87,490	74,133
– Leased	726	710
Impairment of property, plant and equipment	6,130	–
Provision for onerous contracts	2,649	–
Auditor's remuneration	6,618	5,913
Operating leases		
– Buildings	384,813	333,930
– Equipment	43	18
Provision for stocks	25,455	14,081
Impairment of debtors and bad debts written off	852	2,344
Reversal of bad debts provision	(1,018)	(17,680)
Donations	4,342	344
Employee benefit expenses	435,806	398,402
Others	443,174	448,103
Total cost of sales, selling expenses, general and administrative expenses and other operating expenses	2,370,262	2,139,731

7. **Income tax expense**

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profits for the year ended 31st March 2009 (2008: 17.5%) less relief for available tax losses. Taxation on overseas profits has been calculated on the estimated assessable profits for the year at the rates of taxation prevailing in the territories in which the Group operates.

The amount of income tax charged to the consolidated income statement represents:

	2009	**2008**
	HK$'000	*HK$'000*
Current income tax		
Hong Kong profits tax	15,623	17,101
Overseas profits tax	27,164	37,926
Over provisions in respect of prior years	(67)	(2,140)
	42,720	52,887
Deferred income tax	(10,647)	(14,938)
Income tax expense	32,073	37,949

8. **Dividends**

	2009	**2008**
	HK$'000	*HK$'000*
No interim dividend paid during the year (2008: HK$0.012 per ordinary share)	–	11,416
Final, proposed, of HK$0.010 (2008: HK$0.030) per ordinary share	9,513	28,540
	9,513	39,956

9. **Earnings per share**

Basic

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

	2009	**2008**
Weighted average number of ordinary shares in issue (thousands)	951,340	951,340
Profit attributable to equity holders of the Company (HK$'000)	33,154	128,705
Basic earnings per share (HK cents)	3.48	13.53

Dilutive

There were no dilutive potential ordinary shares in existence during the years ended 31st March 2008 and 2009.

10. Debtors and prepayments

	2009	2008
	HK$'000	*HK$'000*
Trade debtors, net *(note)*		
Below 60 days	53,467	58,482
Over 60 days	92,712	140,161
	146,179	198,643
Deposits, prepayments and other debtors	189,621	207,604
	335,800	406,247

Note:

The Group allows an average credit period of 60 days from the invoice date to its trade debtors.

11. Creditors and accruals

	2009	2008
	HK$'000	*HK$'000*
Trade creditors		
Below 60 days	190,029	121,880
Over 60 days	68,335	170,665
	258,364	292,545
Other creditors and accruals	163,714	184,122
	422,078	476,667

12. Commitments

(a) Capital commitments for property, plant and equipment:

	2009	2008
	HK$'000	*HK$'000*
Contracted but not provided for	596	907
Authorised but not contracted for	–	612
	596	1,519

12. **Commitments (continued)**

(b) Commitments under operating leases (where the Group is the lessee)

The Group had future aggregate minimum lease payments under non-cancellable operating leases as follows:

	2009	**2008**
	HK$'000	*HK$'000*
Buildings		
Not later than one year	377,728	358,335
Later than one year but not later than five years	292,850	401,800
Later than five years	19,930	46,285
	690,508	806,420

(c) Operating lease arrangements (where the Group is the lessor)

The Group had future aggregate minimum lease receivables under non-cancellable operating leases as follows:

	2009	**2008**
	HK$'000	*HK$'000*
Buildings		
Not later than one year	1,440	57
Later than one year but not later than five years	4,290	–
	5,730	57

MANAGEMENT DISCUSSION AND ANALYSIS

The Group announces a profit attributable to shareholders after tax and minority interests of HK$33 million for the financial year ended 31st March 2009 compared to HK$129 million for the same period last year. Group turnover stood at HK$2.4 billion.

For the first six months, group turnover was strong but against the backdrop of a sharp and severe global recession that started in the USA and Europe and spread to other countries in the third quarter, group turnover slowed down in the second half of the year as visitor levels declined but despite this, turnover growth of 8% was still achieved.

In addition to the less than expected robust turnover growth, three other major factors contributed to the fall in Group earnings. Firstly, as a result of the sharp down turn, impairment provisions of around HK$8 million were made for non-performing stores and HK$5.6 million was made for fair value loss of a shop property in Macau whereas no provisions were made in the previous year. Secondly, there was an exchange loss of HK$3 million compared to an exchange gain of HK$40 million last year, a net exchange effect of HK$43 million. Thirdly, in the previous financial year, there was a reversal of a bad debts provision of HK$18 million.

In view of the current economic climate, the Directors recommend the payment of a final dividend of HK$0.010 (07/08:HK$0.030) per share.

WATCH RETAIL BUSINESS

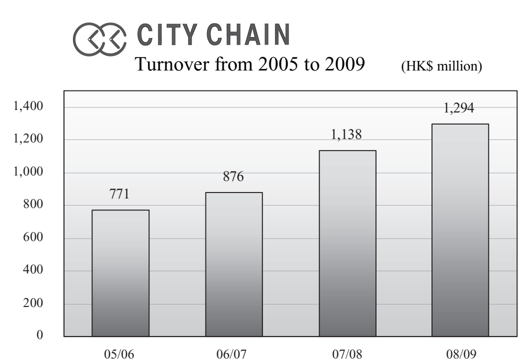
Our watch retail business comprising mainly of "CITY CHAIN" posted a 14% growth in turnover and an EBIT of HK$65 million, down 28%. Overall, our watch operations would have returned a better performance but for external factors like shrinking economies and the exchange effect. The relatively stronger HK$ resulted in an exchange loss of HK$ 3.6 million this year compared to an exchange gain of HK$ 25.6 million last year. Impairment provisions for non-performing stores this year also impacted.

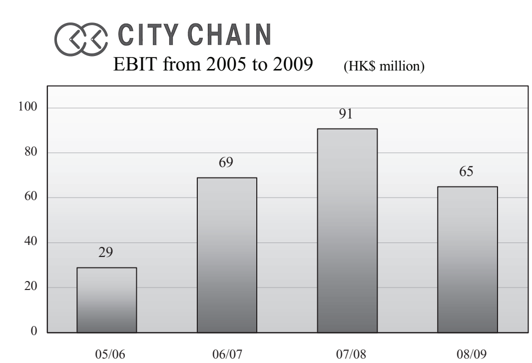
As the momentum brought on by our new "CITY CHAIN" look took effect, exclusive agency brands and new house brand product lines were introduced into our stores and received positive responses.

Our Hong Kong and Macau operations returned an EBIT of HK$45 million, up 52% compared to the same period last year and turnover grew by 17%.

Markets in Singapore and Malaysia returned respectable turnover growth of 10% and 13% respectively despite the external turbulence. Singapore posted an EBIT of HK$9 million down 56%. Malaysia recorded an EBIT of HK$21 million down 25%. Our Thai operations were also affected by the continued political problems and reported a decline in sales turnover of 6% from the previous year. EBIT stood at HK$25 million, down 8%. Excluding the exchange effect these three markets actually recorded a year on year EBIT growth of 8%.

Turnover from our PRC operations grew by 33% and losses widened to around HK$36 million compared to HK$15 million last year. Several factors contributed to the larger losses. Not least, the global recession did not leave our PRC operations unscathed as the rapidly slowing retail market took its toil stunting the more robust turnover growth first expected in the beginning of the year. As our PRC operations are still very much in the building up stage, this onslaught has impacted it more than our other more mature operations elsewhere. Costs related to the opening of new shops in Beijing and our Beijing regional office also impacted. Impairment provisions for non-performing stores were also a factor. Our PRC operations are concentrated in Southern China where the global recession has hit the severest compared to other parts of the Mainland dragging down employment levels and hence purchasing power.





OPTICAL RETAIL BUSINESS

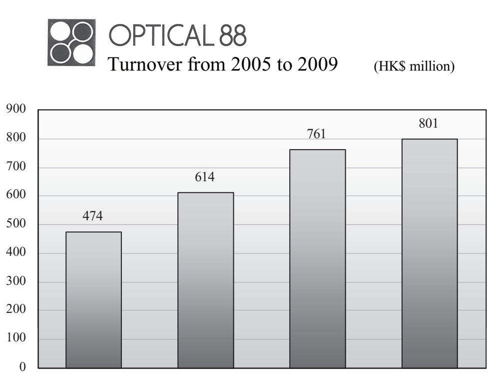
Turnover growth at "OPTICAL 88" lost considerable momentum after October, increasing by only 5% compared to double-digit growth in previous years. Sluggish growth generally affected earnings and EBIT was HK$23 million, down 60% over the same period last year. There was a net exchange loss this year of almost HK$2 million compared to a gain of around HK$ 1 million last year.

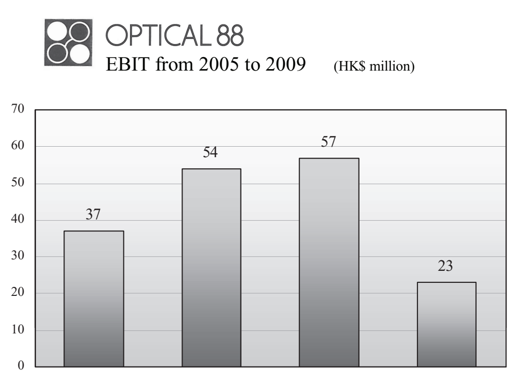
Despite the prevailing gloom and an intensely competitive market, our Hong Kong and Macau operations managed to maintain turnover. Certain stores have been re -fitted to exude a more modern and elegant look receiving positive response. An EBIT of HK$25 million was posted, a decline of 48% compared to last year. Apart from the absence of strong turnover growth, impairment provisions for non-performing stores also squeezed earnings.

Turnover growth of 5% and breakeven results were reported in Singapore. In Thailand the political turmoil and general economic environment impacted turnover growth. Turnover was maintained and an EBIT of HK$11 million was reported, a fall of 13% compared to last year. In Malaysia, where our business is still in its infancy, expected strong turnover growth from new stores was severely checked by the poor economy. Although turnover grew by 32%, this was insufficient to offset related costs and a loss of slightly under HK$2 million was returned compared to an EBIT of HK$3 million last year. For these three countries, there was a net adverse exchange effect of HK$4.6 million compared to the previous year.

Although turnover from our PRC operations grew 40%, the increase was still lower than expected and a loss of nearly HK$12 million was recorded compared to HK$10 million last year. Similar reasons that affected our PRC watch operations in Southern China also affected our optical operations.

Strategies put in place prior to the global credit crunch, like introducing exclusive agency brands, strengthening product development of our house brands and store enhancement have helped "OPTICAL 88" to sharpen its competitive edge.





WATCH EXPORT ASSEMBLY AND WHOLESALE TRADING

The Group's watch export, assembly and wholesale trading businesses recorded a slight dip in turnover. EBIT was HK$35 million compared to HK$55 million last year.

During the year, a decision was taken to rationalise the operations of our watch export unit so that its future performance will have a smaller impact on the results of this Division. With restructuring and costs rationalization undertaken at our watch assembly unit, improved results were seen.

The performance of our Swiss subsidiary, Universal Geneve SA continues to be closely monitored. Year on year turnover was up by 29% but was insufficient to offset running and other product development costs and a loss of nearly HK$36 million was recorded. The global recession has been most untimely, impacting Universal Geneve's turnover performance at a critical stage as positive results from the development of the "MICROTOR" movement are being seen. The Board intends to arrive at a decision to minimize the impact of this subsidiary's performance on the Group's future results.

The recession has had a bigger impact on our watch wholesale business compared to our watch retail business as otherwise, this segment of our business would have performed even better. The Thong Sia Group that operates in Hong Kong, Singapore, Malaysia and Taiwan saw a small drop in turnover of 4%. EBIT recorded a decline of 20% but excluding exchange, EBIT was actually slightly improved from last year.

OUTLOOK

Despite stabilizing stock and property markets in some of the territories where we operate, the overall retail market remains fragile as high unemployment levels prevail in these places but we remain cautiously optimistic that by the second half of the current financial year external circumstances should improve.

Though a challenging year, we have managed to maintain our leading positions in the watch and optical businesses by putting into place carefully planned growth strategies including – substituting non-performing stores with those with better earning potential, modestly growing selective markets, building up our higher profit margin house brands and strengthening product development. Increased measures to control operational costs, inventory levels (inventory levels as at 31st March 2009 were lower compared to 30th September 2008) and receivables have also been adopted.

To preserve cash, we have reduced dividend payment to HK$0.010 (07/08: HK$0.030) per share. The Board's intention, however, is to resume higher dividend payment once business conditions allow.

We believe the above strategies and measures will steer the Group through the uncertain months ahead and place us in a position to catch the market when it turns.

FINANCE

The Group's gearing ratio at balance sheet date was 51% (2008: 36%), which was calculated based on the Group's net debt of HK$406 million (2008: HK$304 million) and shareholders' funds of HK$789 million (2008: HK$843 million). The Group's net debt was calculated based on the Group's borrowings of HK$523 million (2008: HK$470 million) less the Group's bank balances and cash of HK$117 million (2008: HK$166 million). Of the Group's borrowings at balance sheet date, HK$407 million (2008: HK$325 million) were repayable within 12 months.

Of the Group's borrowings, 5% (2008: 2%) were denominated in foreign currencies. The Group's borrowings denominated in Hong Kong Dollars were on a floating rate basis at either bank prime lending rates or short term inter-bank offer rates.

The Group does not engage in speculative derivative trading.

The Group enters into forward foreign exchange contracts when it is deemed appropriate as hedges against its foreign currency exposures. The forward foreign exchange contracts are strictly used to settle trade creditors and operating expenses. The hedging activities are regularly reviewed by the Group.

As at 31st March 2009, the Group does not have any significant contingent liabilities.

CAPITAL STRUCTURE OF THE GROUP

There was no change in the capital structure of the Group during the year.

CHANGES IN THE COMPOSITION OF THE GROUP DURING THE YEAR

There was no change in the composition of the Group during the year.

NUMBER AND REMUNERATION OF EMPLOYEES, REMUNERATION POLICIES, BONUS AND TRAINING SCHEMES

The Group's remuneration policies are reviewed on a regular basis and remuneration packages are in line with market practices in the relevant countries where the Group operates. As of 31st March 2009, the Group had 3,231 (2008: 3,068) employees .

DETAILS OF THE CHARGES ON GROUP ASSETS

As at 31st March 2009, certain of the Group's freehold land and buildings amounting to HK$58 million (2008: HK$59 million), investment property amounting to HK$33 million (2008: nil) and leasehold land amounting to HK$146 million (2008: HK$156 million) were pledged to secure banking facilities granted to the Group.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from 1st September 2009 (Tuesday) to 8th September 2009 (Tuesday) both days inclusive, during which period no transfer of shares will be effected. To determine entitlement to attend and vote at the forthcoming Annual General Meeting to be held on 8th September 2009 and in order to qualify for the entitlement to the final dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's Hong Kong Registrar, Computershare Hong Kong Investor Services Limited, 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration no later than 4:00 p.m. on 31st August 2009 (Monday). The final dividend will be paid on or about 5th October 2009 (Monday).

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

The Company has not redeemed any of its shares during the period. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the year.

CORPORATE GOVERNANCE

During the year ended 31st March 2009, the Company has complied with the code provisions of the Code on Corporate Governance Practices (the "Code Provisions") as set out in Appendix 14 of the Listing Rules, except for the following deviations:

Code Provision A.4.2

Under Code Provision A.4.2, every director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years. Not all Directors of the Company retire strictly under Code Provision A.4.2 but in accordance with the Company's Bye-Laws. Bye-Law 110(A) stipulates that one-third of the Directors of the Company who have been longest serving in office since their last election, except the Chairman, Vice-Chairman or Chief Executive Officer, shall retire from office by rotation at each annual general meeting.

Code Provision B.1.3

This Code Provision deals with the terms of reference of the remuneration committee. The Company has adopted the terms of reference under Code Provision B.1.3 except that the terms of reference do not include reviewing and determining the remunerations packages of senior management. The Company believes that the remuneration packages of senior management should be the responsibility of the executive Directors as they are in a better position to appraise the performance of senior management.

Code Provision E.1.2

Under the first part of Code Provision E.1.2, the Chairman of the Board should attend annual general meetings. The Chairman of the Board did not attend the annual general meeting of the Company held on 8th September 2008 as he was not in Hong Kong, but the respective chairmen of the Audit Committee and the Remuneration Committee were present.

Audit Committee

The Audit Committee comprises three independent non-executive Directors, namely Mr. Wu Chun Sang (Chairman of the Audit Committee), Prof. Lawrence Wu Chi Man and Dr. Agnes Kwong Yi Hang. The principal responsibilities of the Audit Committee include the review and supervision of the Group's financial reporting process and internal controls. The Committee held meetings on 15th July 2008, 12th December 2008, 13th March 2009 and 15th July 2009 to discuss matters, including, the review of accounting principles and practices adopted by the Group and other financial reporting matters; to ensure the completeness, accuracy and fairness of the financial statements of the Company; to discuss the effectiveness of the systems of internal control throughout the Group including the adequacy of resources, qualifications and experience of staff of the Company's accounting and financial reporting function, and their training programmes and budget; to review all significant business affairs managed by the executive Directors in particular on connected transactions and to review the Group's results for the year ended 31st March 2008 and 2009 before they were presented to the Board of Directors for approval.

Remuneration Committee

The Remuneration Committee comprises Prof. Lawrence Wu Chi Man (Chairman of the Remuneration Committee), Mr. Wu Chun Sang, Dr. Agnes Kwong Yi Hang (all independent non-executive Directors) and Mr. Joseph C.C. Wong (Vice Chairman and CEO of the Company). The Committee held two meetings on 13th March 2009 and 15th July 2009 to determine the remuneration packages of certain executive Directors, annual bonus entitlement and an annual salary review of the Group's executive Directors.

PUBLICATION OF FINANCIAL INFORMATION AND ANNUAL REPORT

This results announcement is published on the website of The Stock Exchange of Hong Kong Limited at www.hkex.com.hk under "Latest Listed Company Information" and the Company's website at www.irasia.com/listco/hk/stelux under "Announcements & Notices". The Company's Annual Report for 2009 will be despatched to the shareholders of the Company and will also be available on the above websites in due course.

On behalf of the Board
Joseph C. C. Wong
Vice Chairman and Chief Executive Officer

Hong Kong, 22nd July 2009

Directors of the Company as at the date hereof:

Executive directors:
Wong Chong Po (Chairman), Chumphol Kanjanapas (alias Joseph C. C. Wong) (Vice Chairman and Chief Executive Officer), Anthony Chu Kai Wah and Vincent Lau Tak Bui

Non-Executive directors:
Sakorn Kanjanapas, Wu Chun Sang (independent), Lawrence Wu Chi Man (independent) and Agnes Kwong Yi Hang (independent)