

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 2008

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 2008 as follows:

CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31ST MARCH 2008

	Note	2008 HK\$'000	2007 HK\$'000
Revenues	2, 3	2,261,823	1,792,625
Cost of sales	6	(888,472)	(714,854)
Gross profit		1,373,351	1,077,771
Other gains, net	4	42,728	79,145
Other income	5	20,470	23,197
Selling expenses	6	(996,568)	(783,764)
General and administrative expenses	6	(236,130)	(199,699)
Other operating expenses	6	(18,561)	(38,984)
Operating profit		185,290	157,666
Finance costs		(18,072)	(19,270)
Profit before income tax		167,218	138,396
Income tax expense	7	(37,949)	(35,676)
Profit for the year		<u>129,269</u>	<u>102,720</u>
Attributable to:			
Equity holders of the Company		128,705	101,842
Minority interests		564	878
		<u>129,269</u>	<u>102,720</u>
Dividends	8	<u>39,956</u>	<u>38,054</u>
Earnings per share for profit attributable to the equity holders of the Company – Basic and diluted	9	HK cents <u>13.53</u>	HK cents <u>10.71</u>

* For identification purpose only

**CONSOLIDATED BALANCE SHEET
AS AT 31ST MARCH 2008**

	<i>Note</i>	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
ASSETS			
Non-current assets			
Property, plant and equipment		228,328	192,209
Investment property		2,100	1,300
Prepayment of lease premium		205,489	152,974
Intangible assets		24,884	23,027
Deferred tax assets		36,831	21,092
Available-for-sale financial assets		17,158	13,252
		<hr/> 514,790	<hr/> 403,854
Current assets			
Stocks		741,391	518,284
Debtors and prepayments	<i>10</i>	406,247	376,607
Bank balances and cash		166,567	105,103
		<hr/> 1,314,205	<hr/> 999,994
Non-current assets held for sale		–	32,473
		<hr/> 1,314,205	<hr/> 1,032,467
Total assets		<hr/> 1,828,995	<hr/> 1,436,321

CONSOLIDATED BALANCE SHEET (CONTINUED)

	<i>Note</i>	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
EQUITY			
Capital and reserves attributable to the equity holders of the Company			
Share capital		95,134	95,134
Reserves		747,616	642,547
		<hr/>	<hr/>
Shareholders' funds		842,750	737,681
Minority interests		4,751	4,587
		<hr/>	<hr/>
Total equity		847,501	742,268
		<hr/>	<hr/>
LIABILITIES			
Non-current liabilities			
Deferred tax liabilities		1,456	2,825
Borrowings		144,952	71,223
		<hr/>	<hr/>
		146,408	74,048
		<hr/>	<hr/>
Current liabilities			
Creditors and accruals	<i>11</i>	476,667	321,195
Income tax payable		32,979	33,382
Borrowings		325,440	265,428
		<hr/>	<hr/>
		835,086	620,005
		<hr/>	<hr/>
Total liabilities		981,494	694,053
		<hr/>	<hr/>
Total equity and liabilities		1,828,995	1,436,321
		<hr/> <hr/>	<hr/> <hr/>
Net current assets		479,119	412,462
		<hr/> <hr/>	<hr/> <hr/>
Total assets less current liabilities		993,909	816,316
		<hr/> <hr/>	<hr/> <hr/>

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 property.

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 2008, the Group adopted the following standards, amendments to standards and interpretations of HKFRS issued by the Hong Kong Institute of Certified Public Accountants, which have become effective for accounting periods beginning on or after 1st April 2007 and are relevant to its operations:

- HK(IFRIC)-Int 8, ‘Scope of HKFRS 2’, requires consideration of transactions involving the issuance of equity instruments, where the identifiable consideration received is less than the fair value of the equity instruments issued to establish whether or not they fall within the scope of HKFRS 2. The adoption of this interpretation did not have material impact on the Group’s financial statements.
- HK(IFRIC)-Int 10, ‘Interim Financial Reporting and Impairment’, prohibits the impairment losses recognised in an interim period on goodwill, investments in equity instruments and investments in financial assets carried at cost to be reversed at a subsequent balance sheet date. The application of the interpretation did not have a significant impact on the Group’s financial statements.
- HKFRS 7, ‘Financial Instruments: Disclosures’, and the complementary Amendment to HKAS 1, ‘Presentation of Financial Statements – Capital Disclosures’, introduces new disclosures relating to financial instruments and capital management. The adoption of the new Standard and amendment to Standard did not have any significant impact on the classification and valuation of the Group’s financial statements.

2. Segment information

Primary reporting format – business segments

	For the year ended 31st March 2008			
	Retail and trading		Property	Group Total
	Watch HK\$'000	Optical 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)
	<u>1,500,871</u>	<u>760,700</u>	<u>252</u>	<u>2,261,823</u>
Segment results	<u>145,915</u>	<u>56,975</u>	<u>16,721</u>	219,611
Unallocated income				2,877
Net corporate expenses				<u>(37,198)</u>
Operating profit				185,290
Finance costs				<u>(18,072)</u>
Profit before income tax				167,218
Income tax expense				<u>(37,949)</u>
Profit for the year				<u>129,269</u>
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 HK\$'000	Optical HK\$'000	HK\$'000	HK\$'000
Segment assets	1,132,863	329,069	145,238	1,607,170
Unallocated assets				<u>221,825</u>
Total assets				<u>1,828,995</u>
Segment liabilities	318,271	135,488	4,817	458,576
Unallocated liabilities				<u>522,918</u>
Total liabilities				<u>981,494</u>

2. Segment information (continued)

Secondary reporting format – geographical segments

As at and for the year ended 31st March 2008				
	Revenues <i>HK\$'000</i>	Segment results <i>HK\$'000</i>	Total assets <i>HK\$'000</i>	Capital expenditure <i>HK\$'000</i>
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	–	–
	<u>2,261,823</u>	<u>219,611</u>	<u>1,828,995</u>	<u>185,076</u>
As at and for the year ended 31st March 2007				
	Revenues <i>HK\$'000</i>	Segment results <i>HK\$'000</i>	Total assets <i>HK\$'000</i>	Capital expenditure <i>HK\$'000</i>
Hong Kong	962,323	62,800	666,554	32,099
Mainland China	82,337	(21,087)	95,091	7,229
Rest of Asia	730,806	130,608	625,045	66,366
Europe	14,738	(19,491)	49,631	4,606
North America	2,421	804	–	–
	<u>1,792,625</u>	<u>153,634</u>	<u>1,436,321</u>	<u>110,300</u>

3. Revenues

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Turnover		
Sales of goods	2,261,571	1,791,264
Gross rental income	252	1,361
	<u>2,261,823</u>	<u>1,792,625</u>

4. Other gains

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Gain on disposal of financial assets at fair value through profit or loss	–	29,250
Gain on disposal of property, plant and equipment, net	1,164	396
Gain on disposal of investment properties	–	1,569
Fair value gains of investment properties	800	8,212
Exchange gain, net	40,764	39,718
	<u>42,728</u>	<u>79,145</u>

5. Other income

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Building management fee income	4,030	5,061
Dividend income from investments	2,783	2,928
Interest income	1,523	2,611
Sundries	12,134	12,597
	<hr/>	<hr/>
	20,470	23,197
	<hr/> <hr/>	<hr/> <hr/>

6. Expenses by nature

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Cost of stocks sold and raw materials consumed	869,692	706,343
Amortisation of prepayment of lease premium	9,741	9,326
Depreciation of property, plant and equipment		
– Owned	74,133	54,826
– Leased	710	533
Impairment of property, plant and equipment	–	1,007
Auditor's remuneration	5,913	4,719
Operating leases		
– Buildings	333,930	261,810
– Equipment	18	26
Provision for stocks	14,081	21,523
Impairment of debtors and bad debts written off	2,344	1,637
Reversal of bad debts provision	(17,680)	(1,091)
Donations	344	102
Employee benefit expenses	398,402	315,647
Others	448,103	360,893
	<hr/>	<hr/>
Total cost of sales, selling expense, general and administrative expenses and other operating expenses	2,139,731	1,737,301
	<hr/> <hr/>	<hr/> <hr/>

7. Income tax expense

Hong Kong profits tax has been provided at the rate of 17.5% on the estimated assessable profits for the year ended 31st March 2008 (2007: 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:

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Current income tax		
Hong Kong profits tax	17,101	12,916
Overseas profits tax	37,926	27,160
Over provisions in respect of prior years	(2,140)	(4,783)
	<u>52,887</u>	<u>35,293</u>
Deferred income tax	(14,938)	383
	<u>37,949</u>	<u>35,676</u>

8. Dividends

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Interim, paid, of HK\$0.012 (2007: HK\$0.011) per ordinary share	11,416	10,465
Final, proposed, of HK\$0.030 (2007: HK\$0.029) per ordinary share	28,540	27,589
	<u>39,956</u>	<u>38,054</u>

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.

	2008	2007
Weighted average number of ordinary shares in issue (thousands)	<u>951,340</u>	<u>951,340</u>
Profit attributable to equity holders of the Company (HK\$'000)	<u>128,705</u>	<u>101,842</u>
Basic earnings per share (HK cents)	<u>13.53</u>	<u>10.71</u>

Dilutive

There were no dilutive potential ordinary shares in existence during the years ended 31st March 2007 and 2008.

10. Debtors and prepayments

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Trade debtors, net (<i>note</i>)		
Below 60 days	58,482	54,492
Over 60 days	140,161	66,703
	<hr/>	<hr/>
	198,643	121,195
Deposits, prepayments and other debtors	207,604	255,412
	<hr/>	<hr/>
	406,247	376,607
	<hr/> <hr/>	<hr/> <hr/>

Note:

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

11. Creditors and accruals

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Trade creditors		
Below 60 days	121,880	128,382
Over 60 days	170,665	46,797
	<hr/>	<hr/>
	292,545	175,179
Other creditors and accruals	184,122	146,016
	<hr/>	<hr/>
	476,667	321,195
	<hr/> <hr/>	<hr/> <hr/>

12. Commitments

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

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Contracted but not provided for	907	1,382
Authorised but not contracted for	612	–
	<hr/>	<hr/>
	1,519	1,382
	<hr/> <hr/>	<hr/> <hr/>

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:

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Buildings		
Not later than one year	358,335	290,951
Later than one year but not later than five years	401,800	268,782
Later than five years	46,285	12,174
	<u>806,420</u>	<u>571,907</u>

(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:

	2008 <i>HK\$'000</i>	2007 <i>HK\$'000</i>
Buildings		
Not later than one year	<u>57</u>	<u>195</u>

MANAGEMENT DISCUSSION AND ANALYSIS

The Group is pleased to announce a profit attributable to shareholders after tax and minority interests of HK\$129 million for the financial year ended 31st March 2008 compared to HK\$102 million during the same period last year, a year on year increase of 26%. Turnover was HK\$2,262 million up by 26% compared to last year. This set of results is derived almost entirely from our core watch and optical businesses.

The Directors recommend the payment of a final dividend of HK\$0.030 (06/07: HK\$0.029) per share and with an interim dividend of HK\$0.012 (06/07:HK\$0.011) per share, the total dividend payment for the financial year ended 31st March 2008 is HK\$0.042 per share (06/07: HK\$0.040).

WATCH RETAIL BUSINESS

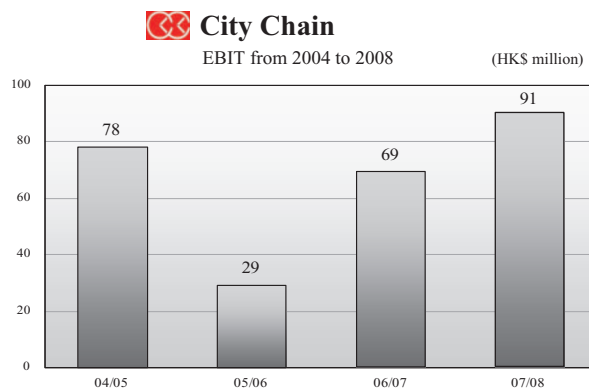
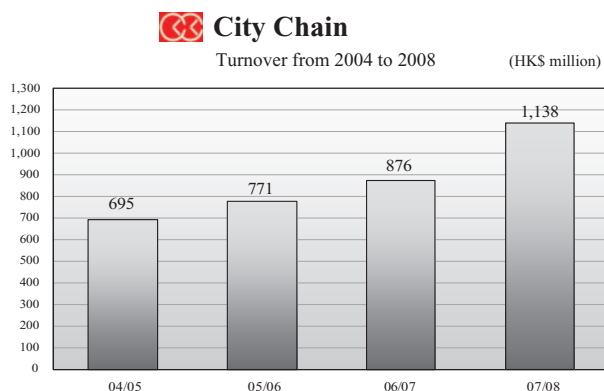
Generally, the Group's watch retail business, comprising of "CITY CHAIN" and concept stores like "moments", "CITHARA" and "C²", continued to post satisfactory results. Turnover and EBIT were up by 30% and 32% respectively with turnover for the full year exceeding HK\$1,100 million and EBIT at HK\$91 million.

During the year, we have introduced new concepts and fresh shopping experiences to our customers. We have begun the process of reengineering the "look and feel" of our "CITY CHAIN" stores. To enlarge our customer base, we have also opened several concept stores to target certain customer profiles. Response so far has been satisfactory.

As a result, our Hong Kong and Macau operations recorded turnover growth of 28% and an EBIT of HK\$30 million up 14%.

Operations in Singapore, Malaysia and Thailand reported strong earnings and double digit turnover growth. Overall turnover grew by 30%. Singapore returned a strong performance with EBIT at HK\$21 million, an increase of 63%. After several years of rapid shop expansion, EBIT contribution from our Malaysian operations is now more significant and this year an EBIT of HK\$ 28 million was recorded, a marked increase of 104%. Despite the political uncertainties, Thailand continued to contribute posting an EBIT of HK\$28 million albeit smaller than last year.

Compared to the same period last year, the loss reported by our Mainland operations narrowed slightly to HK\$15 million (for the first six months, a loss of HK\$12 million was reported) and turnover grew by 48%. Our Mainland watch business is now strategically operated from offices located in Beijing, Shanghai and Guangzhou. With the strengthening of certain key positions within these operations, we remain on track to reap the future benefits from our expansion plans.



OPTICAL RETAIL BUSINESS

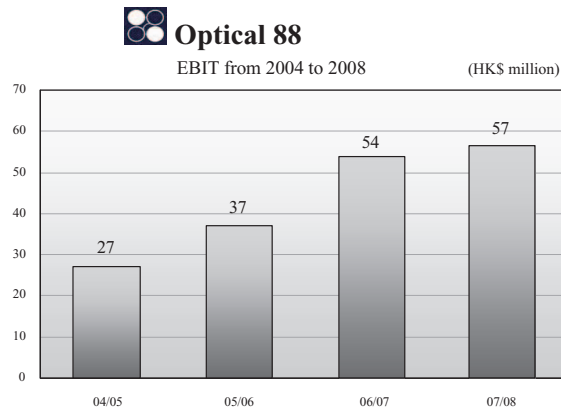
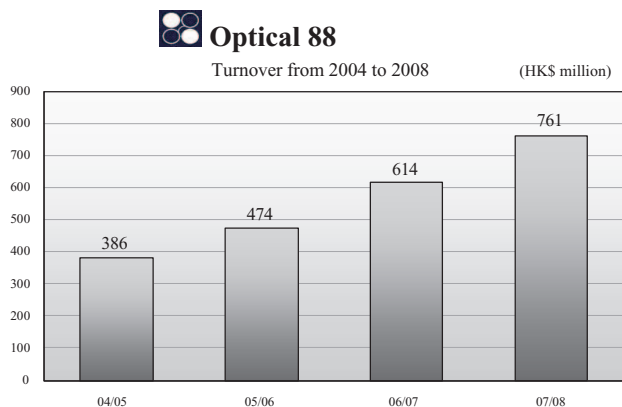
Our optical retailing business comprising “OPTICAL 88”, “INSIGHT”, “IZE” and “EYE-Q” posted an EBIT of HK\$57 million an increase of 5% over the same period last year.

More stores were opened during the year but due to the professional nature of the optical business, (more time is required to train staff and to build strong customer relationships) new stores have not begun to contribute as significantly to turnover growth and coupled with store set up costs, EBIT grew at a more moderate pace. However, after the first few months, as turnover increases and gains momentum, these new stores will contribute more significantly to overall performance.

Overall, turnover increased by 24%. All countries reported double digit turnover growth with our Malaysian and Mainland China operations recording growth of nearly 60% and 70% respectively.

Competition in the Hong Kong and Macau markets remained strong but both these markets still managed to return a strong EBIT of HK\$49 million, a year on year increase of 21%. Our operations in Thailand reported stable results despite the political uncertainties during the year posting an EBIT of HK\$13 million close to that of the previous year. Our Malaysian operations reported an EBIT of HK\$3 million, up 16%, an encouraging performance for a business that is in its early stages of development and that nearly doubled store numbers during the year. Singapore posted turnover growth of 32% and a small EBIT was reported as market competition and initial set up costs from our new concept stores, introduced to capture market share, impacted.

Turnover growth at our Mainland operations for the year was robust standing at around 70%. If momentum is sustained, performance will continue to improve and this business will become a contributor over the longer term. During the year, these operations posted a loss of HK\$10 million, twice the loss of last year.



WATCH EXPORT ASSEMBLY AND WHOLESALE TRADING

Our watch export, assembly and wholesale trading operations reported an EBIT of HK\$55 million compared to HK\$24 million last year. Turnover increased by 20%.

Thong Sia Division, Stelux' wholesale arm operating in Hong Kong, Singapore, Malaysia and Taiwan, continued to contribute to the Group's business returning increases in EBIT and turnover of 52% and 21% respectively compared to the previous year. Our Taiwan operations, reversed its loss position from the previous year and recorded a small EBIT.

Turnover at our watch export arm picked up considerably during the second half of the year reversing the negative trend in the first half of the year. An increase in turnover of 30% was recorded for the full year. Performance improved compared to last year with the loss narrowing by HK\$2 million to HK\$4 million.

Our watch assembly unit, which produces for the Group reported a healthy increase in EBIT due to a higher turnover from the Group's watch business.

A loss of HK\$18 million arising from Universal Geneve SA, our Swiss subsidiary was maintained at the same level as last year. Delivery problems with the "MICROTOR" movement contributed to the loss. However, the response to new models exhibited at this year's Basel World has been encouraging.

OUTLOOK

It has generally been a successful year for the Group and the momentum built up should likely continue, and, in the first three months of the new financial year, this has been maintained in almost all of our business units. However, with inflation prevalent in many of the regions where we operate conditions will be challenging and business sentiment may turn for the worse. We shall continue with expansion plans, in particular in Mainland China, where expansion has been more aggressive, and shall continue to take a prudent approach to managing and growing the Group's businesses.

FINANCE

The Group's gearing ratio at balance sheet date was 36% (2007: 31%), which was calculated based on the Group's net debt of HK\$304 million (2007: HK\$232 million) and shareholders' funds of HK\$843 million (2007: HK\$738 million). The Group's net debt was calculated based on the Group's borrowings of HK\$470 million (2007: HK\$337 million) less the Group's bank balances and cash of HK\$166 million (2007: HK\$105 million). Of the Group's borrowings at balance sheet date, HK\$325 million (2007: HK\$265 million) were repayable within 12 months.

Of the Group's borrowings, 2% (2007: 3%) 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 used to settle trade creditors and operating expenses. The hedging activities are regularly reviewed by the Group.

As at 31st March 2008, 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 2008, the Group had 3,068 (2007: 2,694) employees.

DETAILS OF THE CHARGES ON GROUP ASSETS

As at 31st March 2008, certain of the Group's freehold land and buildings amounting to HK\$59 million (2007: HK\$55 million) and leasehold land amounting to HK\$156 million (2007: HK\$100 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 2008 (Monday) to 8th September 2008 (Monday) 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 2008 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 29th August 2008 (Friday). The final dividend will be paid on or about 2nd October 2008 (Thursday).

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 2008, 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-Laws 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 remuneration 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 6th September 2007 as he was not in Hong Kong.

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 14th July 2007, 14th December 2007 and 15th July 2008 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; 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 2007 and 2008 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 23rd July 2007 and 14th March 2008 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 2008 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 2008

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)