HOP HING GROUP HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 47)

ANNOUNCEMENT OF 2007 RESULTS

The board of directors (the **"**Board**"**) of Hop Hing Group Holdings Limited (**"**HHGH**"**) would like to announce the results of HHGH for the period from 1 August 2007 (date of incorporation) to 31 December 2007.

Pursuant to the scheme of arrangement (the "Scheme") approved by the shareholders of Hop Hing Holdings Limited ("HHHL") on 7 April 2008 and sanctioned by the Supreme Court of Bermuda on 11 April 2008, HHGH, a company incorporated in the Cayman Islands, became the immediate holding company of HHHL and its subsidiaries (the "Group") and HHHL became a wholly-owned subsidiary of HHGH on 25 April 2008, the date on which the Scheme became effective. Hence, the directors of HHGH would also like to announce, for the information of the shareholders of HHGH, the 2007 annual results of the Group for the year ended 31 December 2007.

RESULTS OF HHGH

During the period from 1 August 2007 (date of incorporation) to 31 December 2007, HHGH was an inactive wholly-owned subsidiary of HHHL and had no subsidiary.

The results of HHGH for the period from 1 August 2007 (date of incorporation) to 31 December 2007 are as follows:

INCOME STATEMENT

Period from 1 August 2007 (date of incorporation) to 31 December 2007

	Note	Period from 1 August 2007 (date of incorporation) to 31 December 2007 HK$'000
TURNOVER		-
General and administrative expenses		(247)
LOSS FOR THE PERIOD	3	(247)

BALANCE SHEET

31 December 2007

	Note	HK$'000
ASSETS		
Current assets		
Prepayments		24
EQUITY AND LIABILITIES		
Equity		
Issued share capital	5	-
Accumulated loss		(247)
Total equity		(247)
Current liabilities		
Other payables		4
Due to a fellow subsidiary		267
Total liabilities		271
Total equity and liabilities		24

Notes

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, 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. They have been prepared under the historical cost convention. These financial statements are presented in Hong Kong dollars and all values are rounded to the nearest thousand except when otherwise indicated.

2 IMPACT OF ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS

HHGH has not applied the following new and revised HKFRSs, that have been issued but are not yet effective, in these financial statements.

HKFRS 2 Amendment	*Share-based Payment – Vesting Conditions and Cancellations*[1]
HKFRS 3 (Revised)	*Business Combinations*[2]
HKFRS 8	*Operating Segments*[1]
HKAS 1 (Revised)	*Presentation of Financial Statements*[1]
HKAS 23 (Revised)	*Borrowing Costs*[1]
HKAS 27 (Revised)	*Consolidated and Separate Financial Statements*[2]
HK(IFRIC)-Int 11	*HKFRS 2 – Group and Treasury Share Transactions*[3]
HK(IFRIC)-Int 12	*Service Concession Arrangements*[5]
HK(IFRIC)-Int 13	*Customer Loyalty Programmes*[4]
HK(IFRIC)-Int 14	*HKAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*[5]

1 Effective for annual periods beginning on or after 1 January 2009

2 Effective for annual periods beginning on or after 1 July 2009

3 Effective for annual periods beginning on or after 1 March 2007

4 Effective for annual periods beginning on or after 1 July 2008

5 Effective for annual periods beginning on or after 1 January 2008

HHGH is in the process of assessing the impact of these new and revised HKFRSs upon initial application. It is expected that these new and revised HKFRSs would unlikely have a significant impact on HHGH's results of operations and financial position.

3. LOSS FOR THE PERIOD

The Company's loss for the period is arrived at after charging:

	Period from 1 August 2007 (date of incorporation) to 31 December 2007 HK$'000
Legal and professional fees	247

4. TAX

No provision for Hong Kong profits tax has been made as HHGH did not generate any assessable profits arising in Hong Kong during the period from 1 August 2007 (date of incorporation) to 31 December 2007.

5. SHARE CAPITAL

	HK$'000
Authorised:	
3,800,000 ordinary shares of HK$0.10 each	380
Issued and fully paid:	
1 ordinary share of HK$0.10 issued upon incorporation	-

RESULTS OF HHHL

The consolidated results of HHHL and its subsidiaries for the year ended 31 December 2007 are as follows:

CONSOLIDATED INCOME STATEMENT

Year ended 31 December 2007

	Notes	2007 HK$'000	2006 HK$'000
TURNOVER	3	851,325	672,792
Direct cost of stocks sold and services provided		(650,421)	(490,148)
Other production and service costs (including depreciation and amortisation of HK$22,442,000 (2006: HK$22,381,000))		(57,826)	(62,226)
Selling and distribution costs		(82,864)	(71,094)
General and administrative expenses		(49,378)	(36,445)
PROFIT FROM OPERATING ACTIVITIES	4	10,836	12,879
Finance costs, net	5	(10,964)	(9,407)
PROFIT/(LOSS) BEFORE TAX		(128)	3,472
Tax	6	(2,797)	(9,895)
LOSS FOR THE YEAR		(2,925)	(6,423)
ATTRIBUTABLE TO:			
Equity holders of HHHL		177	(6,764)
Minority interests		(3,102)	341
		(2,925)	(6,423)
EARNINGS/(LOSS) PER SHARE	7		
Basic		HK0.04 cent	HK(1.62) cents
Diluted		HK0.04 cent	N/A

CONSOLIDATED BALANCE SHEET

31 December 2007

	Notes	2007 HK$'000	2006 HK$'000
ASSETS			
Non-current assets			
Property, plant and equipment		255,792	275,124
Prepaid land lease payments		26,695	26,302
Trademarks		123,718	123,423
Interests in associates		(1,425)	(1,425)
Deferred tax assets		4,733	5,047
Total non-current assets		409,513	428,471
Current assets			
Stocks		139,351	101,856
Accounts receivable	8	109,082	83,196
Prepayments, deposits and other receivables		23,167	37,050
Pledged bank deposits		9,161	6,529
Cash and cash equivalents		33,573	20,250
Total current assets		314,334	248,881
Total assets		723,847	677,352

CONSOLIDATED BALANCE SHEET (Continued)

31 December 2007

	Notes	2007 HK$'000	2006 HK$'000
EQUITY AND LIABILITIES			
Equity attributable to equity holders of HHHL			
Issued share capital	11	43,586	41,943
Reserves		370,941	362,267
		414,527	404,210
Minority interests		9,662	12,388
Total equity		424,189	416,598
Non-current liabilities			
Interest-bearing bank loans	9	-	98,000
Deferred tax liabilities		3,212	3,702
Total non-current liabilities		3,212	101,702
Current liabilities			
Accounts payable	10	64,341	34,431
Bills payable		30,538	21,765
Other payables and accrued charges		53,094	42,098
Interest-bearing bank loans	9	147,968	50,849
Tax payable		505	9,909
Total current liabilities		296,446	159,052
Total liabilities		299,658	260,754
Total equity and liabilities		723,847	677,352

Notes

1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants, accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for certain land and buildings which were carried at 1993 valuation. These financial statements are presented in Hong Kong dollars and all values are rounded to the nearest thousand except when otherwise indicated.

2. IMPACT OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

The Group has adopted the following new and revised HKFRSs for the first time in the preparation of the current year's financial statements. Except for in certain cases, giving rise to new and revised accounting policies and additional disclosures, the adoption of these new and revised standards and interpretations has had no material effect on these financial statements.

HKFRS 7	*Financial Instruments: Disclosures*
HKAS 1 Amendment	*Capital Disclosures*
HK(IFRIC)-Int 8	*Scope of HKFRS 2*
HK(IFRIC)-Int 9	*Reassessment of Embedded Derivatives*
HK(IFRIC)-Int 10	*Interim Financial Reporting and Impairment*

The principal effects of adopting these new and revised HKFRSs are as follows:

(a) HKFRS 7 *Financial Instruments: Disclosures*

This standard requires disclosures that enable users of the financial statements to evaluate the significance of the Group's financial instruments and the nature and extent of risks arising from those financial instruments. The new disclosures are included throughout the financial statements. While there has been no effect on the financial position or results of operations of the Group, comparative information has been included/revised where appropriate.

2. IMPACT OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

(b) Amendment to HKAS 1 *Presentation of Financial Statements - Capital Disclosures*

This amendment requires the Group to make disclosures that enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital.

(c) HK(IFRIC)-Int 8 *Scope of HKFRS 2*

This interpretation requires HKFRS 2 to be applied to any arrangement in which the Group cannot identify specifically some or all of the goods or services received, for which equity instruments are granted or liabilities (based on a value of the Group's equity instruments) are incurred by the Group for a consideration, and which appears to be less than the fair value of the equity instruments granted or liabilities incurred. As HHHL has only issued equity instruments to the Group's employees for identified services provided in accordance with HHHL's share option schemes, the interpretation has had no effect on these financial statements.

(d) HK(IFRIC)-Int 9 *Reassessment of Embedded Derivatives*

This interpretation requires that the date to assess whether an embedded derivative is required to be separated from the host contract and accounted for as a derivative is the date that the Group first becomes a party to the contract, with reassessment only if there is a change to the contract that significantly modifies the cash flows. As the Group has no embedded derivative requiring separation from the host contract, the interpretation has had no effect on these financial statements.

(e) HK(IFRIC)-Int 10 *Interim Financial Reporting and Impairment*

This interpretation requires that an impairment loss recognised in a previous interim period in respect of goodwill or an investment in either an equity instrument classified as available-for-sale or a financial asset carried at cost is not subsequently reversed. As the Group has not previously reversed any impairment losses in respect of such assets, the interpretation has had no impact on the financial position or results of operations of the Group.

3. TURNOVER AND SEGMENT INFORMATION

TURNOVER

Turnover represents the aggregate of the net invoiced value of goods sold, services rendered, rental and royalties, but excludes intra-group transactions.

	2007	2006
	HK$'000	HK$'000
Sale of goods and services	844,956	667,045
Royalties	5,784	5,086
Rental and other income	585	661
	851,325	672,792

SEGMENT INFORMATION

The Group's primary segment is the edible oils and food related business. Since this is the only business segment of the Group, no further analysis thereof is presented.

Segment information is presented below in respect of the Group's geographical areas, which is regarded as the secondary segment. In determining the Group's geographical segments, revenues are attributed to the segments based on the location of the customers, and assets are attributed to the segments based on the location of the assets.

	Hong Kong		Mainland China		Consolidated	
	2007	2006	2007	2006	2007	2006
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Segment revenue:						
Revenue from external customers	461,009	393,738	390,316	279,054	851,325	672,792
Other segment information:						
Segment assets	365,067	339,223	355,472	334,507	720,539	673,730
Unallocated assets					4,733	5,047
					725,272	678,777
Capital expenditure incurred during the year	956	1,976	827	8,685	1,783	10,661

4. PROFIT FROM OPERATING ACTIVITIES

	2007	2006
	HK$'000	HK$'000
The Group's profit from operating activities is arrived at after charging/(crediting):		
Net rental income	(537)	(597)
Foreign exchange gains, net	(2,124)	(690)
Gain on disposal of subsidiaries*	-	(2,520)
Cost of stocks sold	650,421	490,148
Loss/(gain) on disposal of items of property, plant and equipment, net	(803)	906
Employee benefits expenses (including directors' emoluments):		
Wages and salaries	45,815	41,018
Equity-settled share option expenses	-	144
Pension scheme contributions	1,629	1,230
Less: Unvested contributions forfeited **	(6)	(67)
	1,623	1,163
	47,438	42,325
Depreciation ***	21,749	21,882
Amortisation of prepaid land lease payments ***	693	499
Minimum lease payments under operating leases in respect of land and buildings	7,247	6,937
Auditors' remuneration	1,298	1,198
Impairment of items of property, plant and equipment and prepaid land lease payments*	9,371	-
Impairment of accounts receivable*	1,902	2,263

4. **PROFIT FROM OPERATING ACTIVITIES (Continued)**

Notes:

* Gain on disposal of subsidiaries, impairment of items of property, plant and equipment and prepaid land lease payments and accounts receivable are included in "General and administrative expenses" on the face of the consolidated income statement.

** At 31 December 2007, the Group had no forfeited contributions available to reduce its future contributions to the scheme registered under the Occupational Retirement Scheme Ordinance which has been exempted under the Mandatory Provident Fund Schemes Ordinance (2006: Nil).

*** Depreciation and amortisation of prepaid land lease payments are included in "Other production and service costs" on the face of the consolidated income statement.

5. FINANCE COSTS, NET

	Group	
	2007	2006
	HK$'000	HK$'000
Interest on bank borrowings wholly repayable within five years	11,599	9,742
Less: Bank interest income	(635)	(335)
	10,964	9,407

6. TAX

Hong Kong profits tax has been provided at the rate of 17.5% (2006: 17.5%) on the estimated assessable profits arising in Hong Kong during the year. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

6. TAX (Continued)

	2007	2006
	HK$'000	HK$'000
Group:		
Current - Hong Kong		
Charge for the year	2,424	2,069
Underprovision in prior years (note (a))	62	7,719
	2,486	9,788
Current - elsewhere		
Charge for the year	494	164
Overprovision in prior years	(7)	-
	487	164
Deferred tax credit	(176)	(57)
Total tax charge for the year	2,797	9,895

Notes:

(a) During the year ended 31 December 2006, an additional tax provision of HK$7,536,000 was made in respect of the Group's royalty income for the years of assessment from 1994/95 to 2005/06.

(b) During the 5th Session of the 10th National People's Congress, which was concluded on 16 March 2007, the PRC Corporate Income Tax Law (the "New Corporate Income Tax Law") was approved and became effective on 1 January 2008. The New Corporate Income Tax Law introduces a wide range of changes which include, but are not limited to, the unification of the income tax rate for domestic-invested and foreign-invested enterprises at 25%.

Pursuant to the Notice on the Implementation Rules for Grandfathering Relief under the New Corporate Income Tax Law issued by The State Council of the PRC on 26 December 2007, effective from 1 January 2008, the existing corporate income tax rate pertaining to the Group's major operating PRC subsidiaries will be changed to the applicable tax rate 25%.

7. EARNINGS/(LOSS) PER SHARE

(a) Basic earnings/(loss) per share

The calculation of the basic earnings/(loss) per share for the year is based on the consolidated profit attributable to equity holders of HHHL of HK$177,000 (2006: loss of HK$6,764,000), and the weighted average of 426,947,933 (2006: 417,583,316) ordinary shares in issue during the year.

(b) Diluted earnings per share

The calculation of the diluted earnings per share for the year is based on the consolidated profit attributable to equity holders of HHHL of HK$177,000 and weighted average of 471,596,295 ordinary shares in issue after adjusting for the effect of all dilutive potential ordinary shares of 44,648,362 ordinary shares for the year ended 31 December 2007 calculated as follows:

	2007
	HK$'000
Consolidated profit attributable to equity holders of HHHL	177

	Number of shares
Weighted average number of ordinary shares in calculating diluted earnings per share:	
Weighted average of ordinary shares for the purpose of basic earnings per share	426,947,933
Effect of dilution:	
Warrants	44,648,362
	471,596,295

A diluted loss per share for the year ended 31 December 2006 was not presented as the share options and warrants outstanding during that year had an anti-dilutive effect on the basic loss per share.

8. ACCOUNTS RECEIVABLE

An aged analysis of the accounts receivable as at the balance sheet date, based on the payment due dates and net of provisions, is as follows:

	Group	
	2007	2006
	HK$'000	HK$'000
Current (neither past due nor impaired)	87,475	65,168
Within 60 days and past due	18,541	15,696
Over 60 days and past due	3,066	2,332
	109,082	83,196

The Group's products are sold either on a cash on delivery basis, or on an open account basis ranging from 7 to 70 days of credit.

9. INTEREST-BEARING BANK LOANS

	Average interest rate per annum	Maturity	Group 2007
	%		HK$'000
Current			
Bank loans - unsecured	5.3%	2008	48,193
Bank loans - secured	7.2%	2008	99,775
			147,968

			2006
			HK$'000
Current			
Bank loans - unsecured	5.1%	2007	36,349
Bank loans - secured	6.7%	2007	14,500
			50,849
Non-current			
Bank loans - secured	6.7%	2008 - 2009	98,000
			148,849

9. INTEREST-BEARING BANK LOANS (Continued)

Secured interest-bearing bank loans included certain of the Group's bank loans of approximately HK$93,358,000 (2006: HK$101,000,000) in Mainland China which were borrowed by a PRC subsidiary of the Group and secured on certain property, plant and equipment and prepaid land lease payments of certain PRC subsidiaries and have no recourse to other members of the Group.

10. ACCOUNTS PAYABLE

An aged analysis of accounts payable as at the balance sheet date, based on the payment due dates, is as follows:

	Group	
	2007	2006
	HK$'000	HK$'000
Current and less than 60 days	63,147	33,644
Over 60 days	1,194	787
	64,341	34,431

11. SHARE CAPITAL

	2007	2006
	HK$'000	HK$'000
Authorised:		
800,000,000 (2006: 800,000,000) ordinary shares of HK$0.10 each (2006: HK$0.10 each)	80,000	80,000
120,000 (2006: 120,000) ordinary shares of US$0.10 each (2006: US$0.10 each)	93	93
	80,093	80,093
Issued and fully paid:		
435,861,292 (2006: 419,438,434) ordinary shares of HK$0.10 each (2006: HK$0.10 each)	43,586	41,943

REVIEW OF OPERATION AND PROSPECTS

HHGH was incorporated on 1 August 2007 and recorded a loss of HK$0.2 million in the period from 1 August 2007 (date of incorporation) to 31 December 2007.

For the year ended 31 December 2007, the consolidated profit attributable to equity holders of HHHL was HK$0.2 million, as compared to the loss of HK$6.8 million for the year ended 31 December 2006. The earnings per share for the year was HK0.04 cent (2006: loss per share HK1.62 cents).

The earnings before interest, tax and depreciation and amortisation ("EBITDA") of the Group for the year was HK$33.3 million, a decrease of HK$2.0 million as compared to the EBITDA of HK$35.3 million for the year 2006. It is mainly attributable to impairment losses of HK$9.4 million on certain property, plant and equipment and prepaid land lease payments. Before taking into account such impairment losses of HK$9.4 million, the profit before tax of the Group for the year under review was HK$9.3 million which is 2.7 times of the profit before tax of HK$3.5 million for 2006.

DIVIDEND

No interim dividend was paid by HHHL (2006: Nil) and the directors of HHGH and HHHL do not recommend the payment of any final dividend for the period and year under review respectively (2006: Nil).

REVIEW OF OPERATION

During the year under review, the edible oil market was mainly driven by the soaring raw material costs which was mainly due to the increasing market tendency of using agricultural raw materials to produce bio-diesel and fuel ethanol which can be used as a gasoline blending additive. The market prices of our major raw materials went up by 50 percent to over 120 percent in 2007. These prices kept on climbing up to their record high prices in the first quarter of 2008, resulting in accumulated increases of 80 percent to over 200 percent from the beginning of 2007. Although revising prices of our products could release part of the pressure brought about by the raw material cost increases, the gross margin of the Group for the year under review dropped and the sales-related selling expenses went up significantly. Despite operating under such difficult market conditions, the Group had been able to report a growth in sales tonnage. The Group's efficient operation which has been striving for by the management in the past years is now paying back. The other production and service costs went down by 7.1%, as compared to the preceding year.

REVIEW OF OPERATION (Continued)

In Hong Kong, healthy eating has been the trend of the city. To meet the needs of the market, a number of new healthy products, including Canola oil, Sunflower oil, Rice Bran oil and Olive oil, were launched by the Group. According to the Nielsen Edible Oil MarketTrack Supermarket Service data collected by The Nielsen Company (Hong Kong) Limited, one of the most reputable international research companies in Hong Kong, the Group's Lion & Globe Canola oil products was ranked first in sales value in the Canola oil segment in the period from October 2006 to September 2007. In addition, the Group received 2007 Best New Product Award from Park'n Shop and Lion & Globe, the Group's flagship brand, received 8th Favourite Brand Award in Outstanding Performance within a category – Staples from Wellcome. The above ranking and awards from the leading supermarkets in Hong Kong confirm the continuous and coordinated effort of the Group's sales and marketing and research and development teams and, at the same time, reinforce the management's belief that riding on market trends and providing more healthy choices to our customers can always build a win-win situation for both the Group and our customers. Hence, our Hong Kong edible oil segments could deliver a satisfactory contribution to the Group even though it operated under an un-precedented difficult environment.

During the year, the Environmental Campaign Committee awarded us with Grand Award (Green SME) of 2006 Hong Kong Eco-Business Awards, recognizing the Group's environmental efforts in the past years.

In PRC, the results of the Group's strategy of increasing the depth and width of the market coverage in the more profitable Southern China sales region could now be translated into figures. The retail and catering sales tonnage in Southern China recorded an increase of over 20% as compared to last year, despite the rocketing raw material costs and operating under most difficult conditions. Although the results of the PRC edible oil operation was still being affected by the depreciation of properties, plant and equipment and amortisation of prepaid land lease payments, it continued to record a positive EBITDA for the year under review.

To pave way for capturing any possible future diversification opportunities, the directors of HHHL proposed in January 2007 to change the domicile of the holding company of the Group from Bermuda to the Cayman Islands by way of the Scheme. The Scheme was approved by the shareholders of HHHL on 7 April 2008 and sanctioned by the Supreme Court of Bermuda on 11 April 2008. On the date of this announcement, HHGH is the ultimate holding company of the Group and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange').

FINANCIAL REVIEW

Liquidity and gearing

HHGH did not have any bank borrowings as at 31 December 2007 and did not incur any interest expenses in the period under review.

As at 31 December 2007, the Group's bank borrowing, including bank loans and bills payable, in Hong Kong was HK$47.4 million. The Group's other bank borrowings, including bank loans and bills payable, as at year end were PRC bank borrowings, including bank loans and bills payable, amounted to HK$131.1 million. Loans of approximately HK$96.8 million were secured by assets of certain PRC subsidiaries of the Group and have no recourse to other members of the Group.

As at the balance sheet date, the Group's total bank loans amounted to HK$148.0 million (31 December 2006: HK$148.8 million), all of them (31 December 2006: HK$50.8 million) were either repayable or subject to renewal within one year. The Group's gearing ratio (expressed as a percentage of total bank loans over equity attributable to equity holders of HHHL) as at 31 December 2007 was 36% (31 December 2006: 37%).

The net interest expenses for the year was HK$11.0 million (2006: HK$9.4 million). Such increase was mainly attributable to the increase in interest rates in PRC during the year.

The Group's funding policy is to finance the business operations with internally generated cash and bank facilities. The Group's bank borrowings are denominated in Hong Kong dollars and Renminbi. The Group continues to adopt the policy of hedging foreign currency liabilities with foreign currency assets.

REMUNERATION POLICIES AND SHARE OPTION SCHEME

HHGH did not have any staff in the period under review and at the period end date.

Remuneration packages of the staff of the Group are comprised of salary and bonuses and are determined with reference to market conditions and the performance of the individuals concerned. The Group also provided other staff benefits including medical insurance, continuing education allowance and share options to eligible staff of the Group. The total remuneration paid to the employees (including pension costs and the directors' remuneration) of the Group in the year under review was HK$47 million (2006: HK$42 million). As at 31 December 2007, the Group had 420 full time and temporary employees (31 December 2006: 449).

As at 31 December 2007, HHGH did not have any share option scheme.

SEGMENT INFORMATION

HHGH did not have any turnover in the period under review. The Group's edible oil business in Hong Kong continued to account for a major proportion of the Group's turnover in the year under review.

CONTINGENT LIABILITIES

Group

(a) At the balance sheet date, 31 (2006: 32) employees had completed the required number of years of service under the Hong Kong Employment Ordinance to be eligible for long service payments on termination of their employment. The Group is only liable to make such payments where the termination meets the required circumstances specified in the Hong Kong Employment Ordinance. If the termination of all these employees met the circumstances required by the Hong Kong Employment Ordinance, the Group's liability at the balance sheet date would be approximately HK$356,000 (2006: HK$383,000). No provision has been made for this amount in the financial statements as it is not considered probable that there will be a significant outflow of resources in respect thereof.

(b) At the balance sheet date, the contingent liabilities in respect of guarantees given to banks to secure banking facilities utilised by a jointly-controlled entity of the Group amounted to HK$13,628,000 (2006: HK$32,849,000).

HHHL

At the balance sheet date, the contingent liabilities of HHHL in respect of guarantees given to banks to secure banking facilities utilised by subsidiaries and a jointly-controlled entity amounted to HK$26,116,000 (2006: HK$41,190,000).

HHGH

At the balance sheet date, HHGH did not have any contingent liabilities.

PLEDGE OF ASSETS

Group

As at 31 December 2007, certain land use rights, classified as prepaid land lease payments, and certain leasehold land and buildings and plant and machinery of the Group with an aggregate carrying value of approximately HK$26,913,000 (2006: HK$26,716,000) and HK$126,525,000 (2006: HK$137,255,000), respectively, certain accounts receivable and stocks of the Group of approximately HK$53,148,000 (2006: HK$31,833,000), and a cash deposit of the Group of approximately HK$9,161,000 (2006: HK$6,529,000) were pledged to banks to secure banking facilities granted to the Group.

HHHL

As at 31 December 2007, HHHL did not have any pledge of assets.

HHGH

As at 31 December 2007, HHGH did not have any pledge of assets.

POST BALANCE SHEET EVENTS

On 31 January 2007, the directors of HHHL proposed a change of domicile of the holding company of the Group from Bermuda to the Cayman Islands by way of a scheme of arrangement (the "Scheme"), pursuant to which the structure of the Group would be reorganised such that HHGH, which was a wholly-owned subsidiary of HHHL as at the balance sheet date, would become the new holding company of the Group (the "Reorganisation").

Subsequent to the balance sheet date, the Scheme was approved by the shareholders of HHHL on 7 April 2008 and sanctioned by the Supreme Court of Bermuda on 11 April 2008. Upon the Scheme becoming effective on 25 April 2008:

(i) All the 435,887,212 ordinary shares of HHHL outstanding as at 25 April 2008 were cancelled and extinguished and the issued share capital of HHHL was reduced accordingly;

(ii) HHHL allotted and issued 1,000 new ordinary shares of HK$0.10 each, credited as fully paid, to HHGH; and

POST BALANCE SHEET EVENTS (Continued)

(iii) The authorised share capital of HHHL was reduced to HK$100,000 divided into 1,000,000 ordinary shares of HK$0.10 each.

In consideration of the cancellation and extinguishment of the 435,887,212 ordinary shares of HHHL outstanding as at 25 April 2008, the holders of these ordinary shares received the ordinary shares of HHGH credited as fully-paid, on the basis of one ordinary share of HHGH for every one ordinary share of HHHL then held. On 25 April 2008, HHGH became the holding company of the Group. In addition, the warrantholders of HHHL received, on 25 April 2008, one warrant of HHGH for every one warrant of HHHL then held.

The listing status of HHHL was withdrawn on 28 April 2008 and the shares of HHGH were listed on the main board of the Stock Exchange by way of introduction on 29 April 2008. Further details of the Reorganisation are set out in HHHL's scheme document dated 14 March 2008.

OUTLOOK

The management believed that the edible oil costs will continue to stay at the current high level in the foreseeable future, if not further going up. Price revisions of edible oil products in PRC are subject to the approval of National Development and Reform Commission in PRC. With the Group's operational efficiency and proven strategies of providing quality and premium products that meet the needs of the markets and increasing our penetration and presence in more profitable sales region, the management has confidence to meet with these challenges. The management will also explore other opportunities to improve the profitability of the Group, such as providing our customers with edible oil related services which we excel at, and developing other edible oil related products and seek to further exploit opportunities created by Closer Economic Partnership Arrangement (CEPA).

As the Redomicile proposal has now been completed, the Directors will act more proactively to try to diversify the Group's business to other related sectors so as to balance and enhance the overall financial performance of the Group to create value for shareholders.

VOTE OF THANKS

We would like to thank all of our customers, suppliers, business associates and bankers for their continued support and members of our management team and staff for their hard work during the year.

CORPORATE GOVERNANCE PRACTICES

HHGH is committed to maintaining a high standard of corporate governance practices and procedures. Both HHGH and HHHL have adopted their codes on corporate governance (the "CG Code") based on the principles set out in the Code of Corporate Governance Practices contained in Appendix 14 of Rules Governing the Listing of Securities (the "Listing Rules") on the Stock Exchange.

None of the directors of HHHL is aware of any information that would reasonably indicate that the Group did not meet the applicable code provisions set out in the CG Code for any part of the period from 1 January 2007 to 31 December 2007.

AUDIT COMMITTEE

Both HHGH and HHHL established audit committee with terms of reference aligned with the provisions of the CG Code for the purpose of reviewing and providing supervision over the Group's financial reporting process and internal controls. The terms of reference of the audit committee of HHGH are available to the public on request and have also been posted on HHGH's website.

The audit committee of HHHL has met with the external auditors of HHHL, Messrs. Ernst & Young, to review HHGH's result for the period ended 31 December 2007 and the Group's annual results for the year ended 31 December 2007.

PURCHASE, SALE OR REDEMPTION OF OWN LISTED SECURITIES

There were no purchases, sales or redemptions by HHHL or any of its subsidiaries of HHHL's listed securities during the year.

The shares of HHGH were not listed securities during the period.

ANNUAL GENERAL MEETING

The forthcoming annual general meeting ("AGM") of HHGH will be held on 26 May 2008 and the Notice of AGM will be published and despatched in the manner as required by the Listing Rules in due course.

CLOSURE OF REGISTER OF MEMBERS

The transfer books and register of members of HHGH will be closed from 23 May 2008 to 26 May 2008, both days inclusive, during which period no transfer of shares of HHGH will be effected. In order to qualify for attending the AGM, all transfers accompanied by the relevant share certificates, must be lodged with HHGH's Registrars in Hong Kong, Computershare Hong Kong Investor Services Limited, at Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:00 p.m. on 22 May 2008 for registration.

PUBLICATION OF FINAL RESULTS AND ANNUAL REPORT

This result announcement is published on HHGH's website at www.hophing.com and the website of the Stock Exchange at www.hkexnews.hk. The annual report will be despatched to shareholders of HHGH and made available at the aforesaid websites.

By Order of the Board
Hung Hak Hip, Peter
Chairman

Hong Kong, 29 April 2008

As at the date hereof, the Executive Directors of HHGH are Mr. Wong Kwok Ying and Ms. Lam Fung Ming, Tammy. The Non-executive Directors of HHGH are Mr. Hung Hak Hip, Peter, Ms. Hung Chiu Yee and Mr. Lee Pak Wing. The Independent Non-executive Directors of HHGH are Dr. Wong Yu Hong, Philip, Mr. Sze Tsai To, Robert, Mr. Cheung Wing Yui, Mr. Seto Gin Chung, John and Mr. Shek Lai Him, Abraham.