

【For immediate release】



高力集團有限公司  
 GOLIK HOLDINGS LIMITED

**Golik Holdings Limited (Stock Code: 1118) Announces  
 Interim Results for the Six Months Ended 30 June 2014  
 Profit Attributable to Shareholders Increased by 6% to HK\$50,228,000  
 Declaration of Interim Dividend of HK1.5 cents per share**

**Financial Highlights**

	HK\$	For the six months ended 30 June		
		2014	2013	Changes (%)
Revenue ('000)		1,504,084	1,439,060	+5
Profit attributable to shareholders ('000)		50,228	47,301	+6
Basic EPS (HK cents)		8.94	8.42	+6
Interim dividend per share (HK cents)		1.5	1.5	/

(Hong Kong, 26 August 2014) — **Golik Holdings Limited** (“Golik”) and its subsidiaries (“the Group”) (Stock code: 1118) announces its interim results for the six months ended 30 June 2014. For the period, the Group’s revenue was HK\$1,504,084,000, representing an increase of 5% compared to the same period of last year (2013: HK\$1,439,060,000). Profit attributable to shareholders amounted to HK\$50,228,000, representing an increase of 6% compared to the same period last year (2013: HK\$47,301,000). Basic earnings per share were HK8.94 cents (2013: HK8.42 cents).

The Board of Directors has declared an interim dividend of HK1.5 cents per share (2013: HK1.5 cents).

**Mr. Pang Tak Chung, Chairman of the Group**, said, “Although the operating environment was challenging throughout the year, the Group’s operating revenue and profit still experienced growth with each core business delivering relatively stable and satisfactory performance. The outcome was attributable to the Group’s development of high value-added products in our metal products business for the domestic market over the years and of the turnaround of Hong Kong’s construction industry.”

The metal products business comprises mainly of steel coil processing, steel wires, steel wire ropes and other processing and manufacturing of steel wire products. Revenue during the period was HK\$658,818,000, representing an increase of 1% over the same period last year. Profit before interest and taxation was HK\$52,194,000, representing an increase of 75% over the same period last year. During the period, the results of metal products businesses were encouraging, recording considerable growth in the successive two years due to the successful transformation of our steel wires and steel wire rope products into higher-end steel products. In particular, at present, our elevator wire rope factory in Tianjin has developed into the most professional elevator wire rope manufacture enterprise with the largest scale and the most comprehensive product specifications in the world. Not only has it become a reliable supplier to elevator manufacturers, it was also selected to be a strategic partner by a leading multinational elevator company for co-developing new elevator products.

Building construction materials business comprises mainly of ready mixed concrete in Hong Kong, processing and distribution of construction steel products and other building construction materials. During the first half year, the revenue of the building construction materials business was HK\$786,965,000, representing an increase of 12% over the same period last year. Profit before interest and taxation was HK\$43,527,000, representing a decrease of 19% over the same period last year. The results from the building construction materials businesses took a step backwards compared to the corresponding period last year, mainly due to the relative decrease in profits from the steel distribution business as well as a sharp increase in the price of the aggregates used for the production of ready mixed concrete during the past six months. This increase in the cost of raw materials resulted in a decrease in the profitability of our ready mixed concrete business.

In addition, in order to increase the gross profit margin of the construction steels businesses, the Group actively exploited the rebar value-added business in recent years and our efforts are beginning to pay off. As factory rebar processing gradually replaces the labour intensive task of processing on job sites, the workload on steel fixers will be relieved. Job site safety and environmental issues will also improve significantly, so much so that the fledgling offsite rebar value-added business had been recognized and praised by the industry and related government departments. Rebar value-added business is expected to become a new growth prospect in the near future.

**Mr. Pang** concluded, "Looking ahead, we believe there will be many problems and challenges posed, particularly new and increased competition in the market, increasing cost pressures and products reaching the end of their lifecycles – all of which need to be resolved through persistence. Therefore, it is a long-term and difficult mission for the management to maintain and enhance business competitiveness and profitability of the Group. It is expected that with efforts of the management and our staffs, we could create a better annual result for the shareholders."

~End~

**About Golik Holdings Limited (Stock Code: 1118)**

Golik Holdings Limited is principally engaged in manufacturing and sales of steel, metal products and building construction materials. The Group's core businesses include steel coil processing, steel wire ropes and steel wire products processing and manufacturing, distribution of construction steel, supply of ready mixed concrete and other building construction materials. Headquartered in Hong Kong, Golik Group also operates in Mainland China with factories located in Tianjin, Heshan, Dongguan and Shenzhen.