

[For Immediate Release]



Rykadan Capital Delivers Solid Earnings in First Year following Corporate Transformation

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Full-year profit +26% as Group adds new investments during its continued transition into a growth focused investment company

Financial Highlights

<i>HK\$'000</i>	For the year ended 31 March		
	2013 ¹	2012	% Change
Revenue from continuing operations (HK\$'000)	156,422	81,673	+91.5%
Loss for the year from continuing operations (HK\$'000)	(29,481)	(24,815)	+18.8%
Profit for the year from discontinued operations (HK\$'000)	168,964 ²	134,380	N/A
Profit attributable to the owners of the Company (HK\$'000)	138,099	109,602	+26.0%
Basic earnings per share (<i>HK cents</i>)	28.9	22.9	+26.2%
Final dividend per share (<i>HK cents</i>)	5.0	6.5	-23.1%
Net asset value per share (<i>HK dollars</i>)	2.12	2.01	5.5%

Hong Kong, June 28, 2013 – Rykadan Capital Limited³ (“Rykadan Capital” or the “Company”, together with its subsidiaries, the “Group”; SEHK: 2288) today announced its annual results for the year ended 31 March 2013.

Financial performance

Revenue from business segments under continuing operations (including property development, asset, investment and management and the trading and distribution of interior decorative materials) during the year was HK\$156.4 million, an increase of

¹ Results for year ended 31 March 2012 have been adjusted to reflect the Group’s transformation. These figures are for comparison and reference only.

² Period from 1/4/2012 to 26/6/2012. Includes gain of HK\$132.4 million from disposal of fitting-out business

³ Formerly known as Sundart International Holdings Limited

91.5% compared to last year. However, a temporary increase in expenses related to the corporate transformation led to the Group record a loss of HK\$29.5 million for continued operations during the year.

Profits obtained from the Group's discontinued operations (including the provision of fitting-out works in Hong Kong, Macau and the PRC) during the year was HK\$169.0 million, including a gain of HK\$132.4 million from the disposal of a majority stake in Sundart Holdings Limited, the Group's former fitting-out business.

Net profit attributed to the owners of the Company for the year ended 31 March 2013 was HK\$138.1 million, a 26% increase to the adjusted profit of last year. Basic earnings per share rose 26.2% from HK 22.9 cents to HK 28.9 cents.

The Board of Directors declared a final dividend per share of HK 5 cents. Together with the interim dividend of HK 5 cents per share and a special dividend of HK 35 cents per share, total dividends for the year were HK 45 cents.

Progression of corporate transformation

The Group shifted its focus to growing the value of its investments, identifying new investment opportunities and devising future exit strategies in the second half of the year, in order to deliver sustainable yields and reasonable capital gains for its shareholders.

This followed the Group's disposal of a majority stake in Sundart Holding Limited, its former fitting-out business in the first half of the year, with proceeds from the sale, as well as unused proceeds of the Group's IPO, being reallocated to new, high-potential investments.

Investment highlights

Highlights for the Group in the year ended 31 March 2013, included:

- Pre-sale of Rykadan Capital Tower, located in Kowloon East and the Group's first real-estate development project, for approximately HK\$1.95 billion in November 2012, ahead of the Hong Kong Government's property cooling measures
- Winning its first Hong Kong land development tender for a plot located adjacent to the planned high-speed railway station in West Kowloon. The Group plans to develop the site into boutique luxury residences.

The Group also held a number of other investments in hand, as at 31 March 2013, with a strategy of growing asset values, achieving stable yields and exiting within a three to five year horizon. These included:

- Kailong REI Project Investment Consulting (Hong Kong) Co. Limited, a subsidiary of the Group and a leading player in China's real estate investment, asset management and fund management markets
- Kailong Nanhui Business Park (formerly known as "Bestlinkage Business Park"), a high potential 52,304 sq. metre business park in Shanghai

- Wing Lok Innovative Education Corporation, an educational publication content provider, a pre-school learning centres service provider and developer of educational mobile applications for children
- Q-Stone Building Materials Limited, a subsidiary of the Group and an exclusive distributor of Quarella, a world leader in the production of marble-based and quartz-based stone composite surfaces products in the PRC, and its products are popularly used for benchtops, bathroom surfaces and floor tiles
- Remaining 15% stake in Sundart Holdings Limited

The Group remained in a strong financial position throughout the year, with cash in hand of HK\$230 million, or 22.8% of net assets, as at 31 March 2013. Net asset value per share also increased by 5.5% from HK 2.01 cents to HK 2.12 cents, compared to the year ended 31 March 2012.

Future prospects

Looking forward, the Group remains optimistic about the medium-to-long-term prospects for its investments, despite slowing economic growth in the PRC and government measures to cool down the property market in Hong Kong and the PRC. It will also continue to leverage on the strong experience of its management team to identify additional investment opportunities in high potential regions and countries to support its future performance.

The Group expects to recognise the gains from the sale of Rykadan Capital Tower in 2014.

Mr. William Chan, Chairman and CEO of the Rykadan Capital Limited said, “The last twelve months have seen the remarkable transformation of the Group, as well as the pre-sale of our first property development project. We look forward to further growing our investments in the coming year to deliver sustainable yields and stable capital gains to our investors.”

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About Rykadan Capital Limited

Rykadan Capital Limited is a Hong Kong-based investment holding company. It invests in a growing number of real estate and high-potential projects in the Greater China region and overseas with a view to grow asset values and provide strong returns for shareholders. For more information, please visit www.rykadan.com.

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