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PT INTERNATIONAL DEVELOPMENT CORPORATION LIMITED

保 德 國 際 發 展 企 業 有 限 公 司 *

(Incorporated in Bermuda with limited liability)

(Stock Code: 372)

**ANNOUNCEMENT OF INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2017**

The Board of Directors (the “Board”) of PT International Development Corporation Limited (the “Company”) hereby announces the unaudited condensed consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30th September 2017 together with comparative figures as follows:

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**

For the six months ended 30th September 2017

	Notes	(Unaudited)	
		Six months ended 30th September	
		2017	2016
		HK\$'000	HK\$'000
Revenue	4	430,940	7,002
Cost of sales		(424,975)	-
Other income and gains		4,994	5,400
Net (loss) gain on financial instruments		(923)	2,340
Administrative expenses		(13,346)	(23,996)
Finance costs		(118)	(406)
Net loss on net decrease in interest in an associate	9	(146,440)	(156)
Share of results of associates			
- share of results		115,278	128,618
- gain on acquisitions of additional interest in an associate		-	31,816
(Loss) profit for the period	6	<u>(34,590)</u>	<u>150,618</u>
Other comprehensive income (expenses):			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		3,036	(515)
Share of other comprehensive income (expenses) of associates		7,890	(43,837)
Reclassification adjustment on reserves released on net decrease in interest in associates		(5,666)	3
<i>Item that will not be reclassified subsequently to profit or loss:</i>			
Share of other comprehensive (expenses) income of associates		<u>(9,127)</u>	<u>19,668</u>
Other comprehensive expenses for the period		<u>(3,867)</u>	<u>(24,681)</u>
Total comprehensive (expenses) income for the period		<u><u>(38,457)</u></u>	<u><u>125,937</u></u>

* For identification purpose only

		(Unaudited)	
		Six months ended 30th September	
		2017	2016
<i>Notes</i>		<i>HK\$'000</i>	<i>HK\$'000</i>
(Loss) profit for the period attributable to:			
Owners of the Company		(34,599)	150,618
Non-controlling interest		9	-
		<u>(34,590)</u>	<u>150,618</u>
Total comprehensive (expenses) income for the period attributable to:			
Owners of the Company		(38,466)	125,937
Non-controlling interest		9	-
		<u>(38,457)</u>	<u>125,937</u>
(Loss) earnings per share:	8		
Basic		<u>HK(2.05) cents</u>	<u>HK9.03 cents</u>
Diluted		<u>HK(2.05) cents</u>	<u>HK9.03 cents</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 30th September 2017

		(Unaudited) At 30th September 2017 HK\$'000	(Audited) At 31st March 2017 HK\$'000
	<i>Notes</i>		
Non-current assets			
Property, plant and equipment		6,775	6,842
Investment properties		44,022	40,907
Intangible assets		-	150
Interests in associates	9	693,029	730,712
Convertible note		14,034	12,555
		<u>757,860</u>	<u>791,166</u>
Current assets			
Inventories		49,375	-
Debtors, deposits and prepayments	10	12,859	28,240
Loans receivable	11	220,000	60,000
Debt instrument		-	13,158
Equity investments		20,558	60,090
Short-term bank deposits, bank balances and cash		78,673	227,968
		<u>381,465</u>	<u>389,456</u>
Current liabilities			
Creditors and accrued expenses	12	3,721	7,568
Bank borrowings – due within one year		216	198
		<u>3,937</u>	<u>7,766</u>
Net current assets		<u>377,528</u>	<u>381,690</u>
Total assets less current liabilities		<u>1,135,388</u>	<u>1,172,856</u>
Non-current liabilities			
Bank borrowings – due over one year		7,365	6,958
Deferred tax liabilities		2,215	2,215
		<u>9,580</u>	<u>9,173</u>
Net assets		<u>1,125,808</u>	<u>1,163,683</u>
Capital and reserves			
Share capital		16,883	16,883
Share premium and reserves		1,108,716	1,146,800
		<u>1,125,599</u>	<u>1,163,683</u>
Equity attributable to owners of the Company		1,125,599	1,163,683
Non-controlling interest		209	-
Total equity		<u>1,125,808</u>	<u>1,163,683</u>

Notes:

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited and with Hong Kong Accounting Standard 34 (“HKAS 34”) “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”).

The condensed consolidated financial statements are presented in Hong Kong dollars (“HK\$”), which is also the functional currency of the Company and all values are rounded to the nearest thousand (HK\$’000) except otherwise indicated.

2. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to current year’s presentation.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical costs basis, except for certain properties and financial instruments, which are measured at revalued amounts or fair values, as appropriate.

Except as described below, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30th September 2017 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31st March 2017.

Inventories

Inventories are stated at the lower of cost and net realisable value. Costs of inventories are calculated using the specific identification method. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Non-controlling interests

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the relevant subsidiary’s net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests’ proportionate share of the recognised amounts of the subsidiary’s identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis.

Profit or loss and each item of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

In the current interim period, the Group has applied, for the first time, the following new amendments to Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the HKICPA that are mandatorily effective for the current interim period:

Amendments to HKAS 7	Disclosure Initiative
Amendments to HKAS 12	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to HKFRS 12	As part of the Annual Improvements to HKFRSs 2014 – 2016 Cycle

The application of the new amendments to HKFRSs in the current interim period has had no material effect on the amounts reported and/or disclosures set out in the condensed consolidated financial statements.

4. REVENUE AND SEGMENT INFORMATION

Revenue represents the amounts received and receivable from outside customers for the period. An analysis of the Group’s revenue for the period is as below:

	Six months ended 30th September	
	2017	2016
	HK\$’000	HK\$’000
Trading income	425,144	-
Management and other related service income	1,727	1,706
Interest income from provision of finance	1,554	1,420
Interest income from investments	779	377
Property rental income	1,642	1,020
Dividend income from equity investments	-	2,303
Others	94	176
	430,940	7,002

Segment information

During the current period, due to the commencement of a new business, management has identified commodities trading as a new operating segment under HKFRS 8 “Operating Segments”. Accordingly, the Group’s operating segments, based on information reported to the chief operating decision maker (“CODM”), being the Executive Directors of the Company, for the purposes of resources allocation and performance assessment become as follows:

Trading	-	trading of commodities
Finance	-	loan financing services
Long-term investment	-	investments including convertible notes and other long-term equity investments
Other investment	-	investment in other financial assets and trading of securities
Others	-	leasing of investment properties, leasing of motor vehicles and management services

The following is an analysis of the Group's revenue and results by operating and reportable segments for the period under review:

Segment revenue and results

Six months ended 30th September 2017

	Trading HK\$'000	Finance HK\$'000	Long-term investment HK\$'000	Other investment HK\$'000	Others HK\$'000	Segment total HK\$'000	Eliminations HK\$'000	Consolidated HK\$'000
SEGMENT REVENUE								
External sales	425,144	1,433	528	251	3,584	430,940	-	430,940
Inter-segment sales	-	1,844	-	-	-	1,844	(1,844)	-
Total	425,144	3,277	528	251	3,584	432,784	(1,844)	430,940
RESULTS								
Segment results	169	3,380	1,470	(721)	609	4,907	-	4,907
Central administration costs								(8,217)
Finance costs								(118)
Net loss on net decrease in interest in an associate								(146,440)
Share of result of an associate - share of result								115,278
Loss for the period								(34,590)

Six months ended 30th September 2016

	Trading HK\$'000	Finance HK\$'000	Long-term investment HK\$'000	Other investment HK\$'000	Others HK\$'000	Segment total HK\$'000	Eliminations HK\$'000	Consolidated HK\$'000
SEGMENT REVENUE								
External sales	-	1,373	377	2,303	2,949	7,002	-	7,002
Inter-segment sales	-	2,068	-	-	-	2,068	(2,068)	-
Total	-	3,441	377	2,303	2,949	9,070	(2,068)	7,002
RESULTS								
Segment results	-	3,003	(6,257)	11,444	365	8,555	-	8,555
Central administration costs								(17,809)
Finance costs								(406)
Net loss on net decrease in interest in an associate								(156)
Share of results of associates - share of results								128,618
- gain on acquisitions of additional interest in an associate								31,816
Profit for the period								150,618

Inter-segment sales are charged at prevailing market rates or at terms determined and agreed by both parties.

Segment results represent the result of each segment without allocation of central administration costs, including directors' salaries, finance costs and items related to interests in associates.

Segment assets and liabilities

At 30th September 2017

	Trading HK\$'000	Finance HK\$'000	Long-term investment HK\$'000	Other investment HK\$'000	Others HK\$'000	Segment total HK\$'000	Unallocated HK\$'000	Total HK\$'000
SEGMENT ASSETS								
Segment assets	54,494	221,086	14,034	20,565	45,574	355,753	-	355,753
Interests in associates	-	-	-	-	-	-	693,029	693,029
Unallocated corporate assets	-	-	-	-	-	-	90,543	90,543
Total assets	54,494	221,086	14,034	20,565	45,574	355,753	783,572	1,139,325

At 31st March 2017

	Trading <i>HK\$ '000</i>	Finance <i>HK\$ '000</i>	Long-term investment <i>HK\$ '000</i>	Other investment <i>HK\$ '000</i>	Others <i>HK\$ '000</i>	Segment total <i>HK\$ '000</i>	Unallocated <i>HK\$ '000</i>	Total <i>HK\$ '000</i>
SEGMENT ASSETS								
Segment assets	-	61,140	12,555	73,258	41,817	188,770	-	188,770
Interests in associates	-	-	-	-	-	-	730,712	730,712
Unallocated corporate assets	-	-	-	-	-	-	261,140	261,140
Total assets	-	61,140	12,555	73,258	41,817	188,770	991,852	1,180,622

For the purposes of monitoring segment performance and allocating resources among segments:

- all assets are allocated to operating segment other than interests in associates, intangible assets, short-term bank deposits, bank balances and cash, certain property, plant and equipment and certain debtors and prepayments.
- no segment liabilities information is provided as no such information is regularly provided to the CODM on making decision for resources allocation and performance assessment.

Interest income was allocated to segments. However, the related short-term bank deposits and bank balances and cash are not reported to the CODM as part of segment assets. This is the measure reported to the CODM for the purposes of resources allocation and assessment of segment performance.

5. TAXATION

No provision for Hong Kong Profits Tax has been made as the entities within the Group had no assessable profits for both periods.

6. (LOSS) PROFIT FOR THE PERIOD

	Six months ended 30th September	
	2017	2016
	<i>HK\$ '000</i>	<i>HK\$ '000</i>
(Loss) profit for the period has been arrived at after charging:		
Depreciation of property, plant and equipment	669	714
Amortisation of intangible assets	-	4
Minimum lease payments under operating leases in respect of rented premises	2,268	1,586
and after crediting:		
Gain on disposal of subsidiaries	3,356	-
Gain on disposals of property, plant and equipment	526	-

7. DISTRIBUTIONS

Dividends recognised as distributions to owners of the Company during the period:

	Six months ended 30th September	
	2017	2016
	HK\$'000	HK\$'000
Final dividend for 2017 – nil (2016: HK3.0 cents for 2016) per share	-	50,030
Dividends in form of:		
Cash	-	38,468
Scrip	-	11,562
	-	50,030

8. (LOSS) EARNINGS PER SHARE

The calculation of the basic and diluted (loss) earnings per share attributable to the owners of the Company is based on the following data:

	Six months ended 30th September	
	2017	2016
	HK\$'000	HK\$'000
(Loss) profit for the period attributable to the owners of the Company for the purposes of basic (loss) earnings per share	(34,599)	150,618
Effect of dilutive potential ordinary shares:		
Adjustment to the share of results of an associate based on dilution of its earnings per share	(61)	-
(Loss) profit for the period attributable to the owners of the Company for the purposes of diluted (loss) earnings per share	(34,660)	150,618

	Number of shares	
Weighted average number of shares for the purposes of basic and diluted (loss) earnings per share	1,688,282,827	1,667,654,793

For the period ended 30th September 2016, the computation of diluted earnings per share did not assume the conversion of the share options and warrants of the Group's associates since their assumed exercise would result in an increase in earnings per share.

9. INTERESTS IN ASSOCIATES

	At 30th September 2017 <i>HK\$'000</i>	At 31st March 2017 <i>HK\$'000</i>
Share of consolidated net assets of associates:		
- listed in Hong Kong	1,076,852	1,114,535
- listed overseas	-	-
Goodwill	<u>1,177</u>	<u>1,177</u>
	1,078,029	1,115,712
Impairment losses recognised	<u>(385,000)</u>	<u>(385,000)</u>
	<u>693,029</u>	<u>730,712</u>
Market value of listed securities:		
Hong Kong	227,124	215,376
Overseas	<u>40,511</u>	<u>96,587</u>
	<u>267,635</u>	<u>311,963</u>

In May 2017, the Group's associate, PYI Corporation Limited (“PYI”), placed 915,470,000 new shares at a price of HK\$0.156 per share to not less than six independent third parties (the “PYI Placing”). The PYI Placing and exercise of PYI share options resulted in loss on decrease in interest in PYI of HK\$144,214,000 and HK\$2,226,000 respectively. The Group’s interest in PYI decreased from approximately 28.45% at 31st March 2017 to approximately 23.65% at 30th September 2017.

10. DEBTORS, DEPOSITS AND PREPAYMENTS

Included in debtors, deposits and prepayments are trade debtors of HK\$2,106,000 (31st March 2017: HK\$1,552,000) and their aged analysis based on the invoice date at the end of the reporting period is as follows:

	At 30th September 2017 <i>HK\$'000</i>	At 31st March 2017 <i>HK\$'000</i>
Trade debtors		
0 – 30 days	2,102	1,548
31 – 60 days	<u>4</u>	<u>4</u>
	<u>2,106</u>	<u>1,552</u>

Trade debts arising from commodities trading and leasing of investment properties are payable in advance, and the credit terms granted by the Group to other trade debtors normally ranged from 30 days to 90 days. For interest receivable, there are no credit terms granted by the Group.

11. LOANS RECEIVABLE

	At 30th September 2017 HK\$'000	At 31st March 2017 HK\$'000
Secured	220,000	-
Unsecured	<u>-</u>	<u>60,000</u>
	<u>220,000</u>	<u>60,000</u>

The loans receivable carry fixed interests at contractual interest rates ranging from 2.00% to 8.00% per annum (31st March 2017: ranging from 2.75% to 5.00% per annum) and repayable within one year (31st March 2017: repayable within one year).

At 30th September 2017, the loans receivable are secured by share charges relating to shares in certain entities independent of the Group. At 31st March 2017, the loans receivable were unsecured.

12. CREDITORS AND ACCRUED EXPENSES

Included in creditors and accrued expenses are trade creditors of HK\$877,000 (31st March 2017: HK\$345,000) and their aged analysis based on the invoice date at the end of the reporting period is as follows:

	At 30th September 2017 HK\$'000	At 31st March 2017 HK\$'000
Trade creditors		
0 – 30 days	868	337
31 – 60 days	9	8
	<u>877</u>	<u>345</u>

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

Review of Financial Performance

During the six months ended 30th September 2017, the Group continued to principally engage in the businesses of investment holding, comprising strategic investments in PYI Corporation Limited (“PYI”) and Burcon NutraScience Corporation (“Burcon”), investments in other financial assets and securities, provision of finance, and property investments. In order to diversify its investments and expand its revenue source, the Group has also expanded into the business of commodities trading during the period under review.

For the six months ended 30th September 2017, the Group’s revenue increased by over 60 times to HK\$430,940,000 (30th September 2016: HK\$7,002,000). The sharp rise of the Group’s revenue was mainly contributed by the newly commenced commodities trading business which presently focuses on the trading of copper cathodes and nickel briquettes.

For the six months ended 30th September 2017, the Group reported a loss of HK\$34,599,000 attributable to owners of the Company (30th September 2016: profit of HK\$150,618,000) and basic loss per share of HK2.05 cents (30th September 2016: basic earnings per share of HK9.03 cents). The current period’s loss was mainly due to a non-cash loss of HK\$146,440,000 on the decrease in interest in PYI primarily as a result of its share placement to independent investors in May 2017; which was partially offset by the share of PYI’s profit of HK\$115,278,000 for the six months ended 30th September 2017. For illustrative purposes, without such loss of deemed disposal of interest in PYI, the Group would have achieved a profit of HK\$111,841,000 for the current period.

To reward the shareholders of the Company, a special dividend by way of distribution in specie of all the shares of the Group’s former associate, ITC Properties Group Limited (“ITC Properties”), held by the Group was completed in January 2017. The Group no longer shared any result of ITC Properties during the current period (30th September 2016: share of profit of HK\$130,973,000).

Listed Strategic Investments

PYI

Based in Hong Kong, PYI focuses on ports and infrastructure development and investment, and the operation of ports and logistics facilities, in the Yangtze River region of China. It also engages in land and property development and investment in association with ports and infrastructure development and treasury investment. In addition, PYI provides comprehensive engineering and property-related services through its associate Paul Y. Engineering Group Limited.

In May 2017, PYI placed 915,470,000 new shares to independent investors which was the main reason for the loss on decrease in interest in PYI of HK\$146,440,000. The Group’s interest in PYI decreased from approximately 28.45% at 31st March 2017 to approximately 23.65% at 30th September 2017.

PYI recorded a profit attributable to owners of HK\$503,451,000 for the six months ended 30th September 2017. The turnaround from its loss of HK\$8,258,000 in the last period was mainly attributed to the gain on disposal of its 45% equity interest in an associate, Nantong Port Group Limited, of HK\$847,628,000 in the current period, which was partially offset by the recognition of a one-off loss of HK\$144,797,000 on the plant and machinery and intangible assets of its liquefied petroleum gas business. The Group shared a profit of HK\$115,278,000 (30th September 2016: loss of HK\$2,355,000) from PYI for the current period.

Burcon

Burcon is a leader in developing functionally and nutritionally valuable plant-based proteins. Its shares are listed on the Toronto Stock Exchange, the NASDAQ Global Market, and the Frankfurt Stock Exchange. Since 1999, Burcon has developed a portfolio of composition, application, and process patents originating from its core protein extraction and purification technology. Burcon has developed CLARISOY™, a soy protein which offers clarity and complete nutrition for low pH systems; Peazazz® pea protein which is uniquely soluble with clean flavour characteristics; and Puratein®, Supertein® and Nutratein®, three canola protein isolates with unique functional and nutritional attributes.

Burcon's flagship protein technology, CLARISOY™, has been licensed to Archer Daniels Midland Company ("ADM") (stock code: ADM. NYSE), a leader in the global food ingredient industry listed in the U.S., since March 2011. In November 2016, ADM had fully commissioned the first large-scale CLARISOY™ production facility at its North American headquarters in Decatur, Illinois. In June 2017, ADM demonstrated two new products using CLARISOY™ as the sole protein source at the 2017 Institute of Food Technologist Annual Meeting & Food Expo.

For the period ended 30th September 2017, Burcon recorded a loss of HK\$16,378,000 as compared with HK\$18,106,000 for the corresponding period in 2016.

Note: CLARISOY™, a trademark of ADM, is under license to Burcon from ADM.

The Group's shareholding interests in its major listed strategic investments are summarised below:

Name of investee company	Place of listing	Stock code	Interest held at 30th September 2017
PYI	Hong Kong Stock Exchange	498	23.65%
Burcon	Toronto Stock Exchange	BU	20.87%
	NASDAQ Global Market	BUR	
	Frankfurt Stock Exchange	BNE	

Provision of Finance

For the six months ended 30th September 2017, the Group's finance operation continued to contribute a profitable segment result of HK\$3,380,000 which increased by 13% compared to last period (30th September 2016: HK\$3,003,000). At 30th September 2017, the loans portfolio held by the Group amounted to HK\$220,000,000 (31st March 2017: HK\$60,000,000).

Commodities Trading

During the period under review, the Group commenced its trading business which presently focuses on the trading of commodities including copper cathodes and nickel briquettes. The business generated a revenue of HK\$425,144,000 and recorded a segment profit of HK\$169,000. The Group has entered into this business segment in light of the good prospects of the nonferrous metals industry in general and expects that this business will continue to contribute profitable results in future.

Long-term investment

During the period under review, the Group's long-term investment recorded a revenue of HK\$528,000 (30th September 2016: HK\$377,000) and a segment profit of HK\$1,470,000 (30th September 2016: segment loss of HK\$6,257,000). At 30th September 2017, the Group's long-term investment amounted to HK\$14,034,000 (31st March 2017: HK\$12,555,000) and represented an investment in a 3-year unlisted convertible note issued by Burcon with a principal amount of \$2,000,000 Canadian dollars and a coupon rate of 8% per annum. The segment revenue represented interest income from such convertible note. The segment profit for the current period was mainly attributed to an exchange gain of HK\$951,000 arising on translation of the convertible note of Burcon. The turnaround of the segment result was mainly due to the absence of a HK\$6,600,000 loss from the disposal of an investment in an unlisted entity that indirectly held an equity investment listed in Hong Kong recorded in the last period.

Other investment

During the period under review, the Group's other investment contributed a segment revenue of HK\$251,000 (30th September 2016: HK\$2,303,000) and a segment loss of HK\$721,000 (30th September 2016: segment profit of HK\$11,444,000). In the current period, the Group received interest income of HK\$251,000 (30th September 2016: nil) from a debt instrument which represented an investment in a 5-year senior guaranteed note with a principal amount of \$1,800,000 United States dollars and a coupon rate of 4.75% per annum issued by a directly wholly owned subsidiary of ITC Properties. The debt instrument was disposed of during the current period and the Group recorded a loss of HK\$40,000 from the disposal. During the period ended 30th September 2016, the Group received dividend income of HK\$2,303,000 from its equity investments whereas no dividend was received during the current period.

During the current period, the Group recognised a realised loss of HK\$842,000 (30th September 2016: HK\$96,000) from disposal of equity investments and unrealised loss of HK\$41,000 (30th September 2016: unrealised gain of HK\$9,036,000) for holding its listed equity investments at the end of the reporting period.

At 30th September 2017, the Group's equity investments portfolio amounted to HK\$20,558,000 (31st March 2017: HK\$60,090,000) and comprised of shares in various companies listed in Hong Kong.

Others

During the period under review, the Group's other business contributed a segment revenue of HK\$3,584,000 (30th September 2016: HK\$2,949,000) and a segment profit of HK\$609,000 (30th September 2016: HK\$365,000). At 30th September 2017, the Group's other business mainly represented the leasing of investment properties and provision of management services. During the current period, the Group continues to generate a steady property rental income of HK\$1,642,000 (30th September 2016: HK\$1,020,000) from leasing of office premises and hotel strata lots located in Canada and management service income of HK\$1,727,000 (30th September 2016: HK\$1,706,000) from provision of property agency service in Canada.

FINANCIAL REVIEW

Liquidity, financial resources and capital structure

At 30th September 2017, the Group's total assets of HK\$1,139,325,000 (31st March 2017: HK\$1,180,622,000) and equity attributable to shareholders of HK\$1,125,599,000 (31st March 2017: HK\$1,163,683,000) both represented a decrease of 3% as compared to 31st March 2017, mainly due to the loss incurred by the Group for the current period.

The Group continued to adopt a prudent funding and treasury policy to manage its liquidity needs. The objective is to maintain adequate funds for financing working capital and capture investment opportunities as and when they become available.

During the six months ended 30th September 2017, the Group financed its operation mainly by credit facilities provided by banks and shareholders' funds. At 30th September 2017, the Group had current assets of HK\$381,465,000 (31st March 2017: HK\$389,456,000) and liquid assets comprising bank deposits, bank balances and cash, debt instrument, and equity investments totalling HK\$99,231,000 (31st March 2017: HK\$301,216,000). The Group's current ratio, calculated based on current assets over current liabilities of HK\$3,937,000 (31st March 2017: HK\$7,766,000), was at a ratio of about 97 at the period end (31st March 2017: 50).

With the amount of liquid assets on hand as well as credit facilities granted by banks, the management is of the view that the Group has sufficient financial resources to meet its ongoing operational requirements.

Gearing

At 30th September 2017, the Group had bank deposits, bank balances and cash of HK\$78,673,000 and bank borrowings of HK\$7,581,000. The bank borrowings were denominated in Canadian dollars, bore interest at floating rates, and secured by the relevant investment properties.

The Group's gearing ratio was zero at 30th September 2017 and 31st March 2017 as the Group was in net cash position. The gearing ratio is calculated on the basis of net borrowings over the equity attributable to owners of the Company. Net borrowings are arrived at by deducting bank deposits, bank balances and cash from bank borrowings.

Foreign currency management

The monetary assets and liabilities as well as business transactions of the Group are mainly denominated in Hong Kong dollars, Canadian dollars and United States dollars. During the period under review, the Group had not entered into any foreign currency forward contracts, currency swaps or other financial derivatives for hedging purposes. However, the management monitors foreign exchange exposure from time to time. Appropriate measures would be undertaken by the Group when exchange rate fluctuations become significant.

Pledge of assets

At 30th September 2017, investment properties of HK\$17,426,000 (31st March 2017: HK\$16,147,000) were pledged to secure a bank loan granted to the Group.

Contingent liabilities

At 30th September 2017, the Group had no significant contingent liabilities (31st March 2017: nil).

Capital commitment

At 30th September 2017, the Group had no significant capital commitments (31st March 2017: nil).

PROSPECTS

The Company is prudently optimistic on its business outlook. As China's economic growth has become stable, the Company remains positive on its mid-to-long-term prospects and believes that Hong Kong will continue to benefit from the collaboration with China.

The Group continues to hold its investments in PYI and Burcon, which the Company believes will continue to bring positive value to the Group. With a view that the China's economy will continue to grow steadily in the long term, the Directors are confident of the prospects of PYI. For Burcon, it announced in November 2016 that ADM, Burcon's license and production partner for CLARISOY™ soy protein, successfully commissioned the first large-scale CLARISOY™ production facility, which has commercialised Burcon's intellectual property rights. In June 2017, ADM demonstrated two new products using CLARISOY™ as the sole protein source at the 2017 Institute of Food Technologist Annual Meeting & Food Expo. The Directors believe that these achievements will enhance the long-term growth of Burcon and bring positive impact to the Group in the near future.

With the backdrop of "One country, Two systems", Hong Kong has an important role to play in the One Belt One Road Initiative, which is strongly supported by the Chinese government. This initiative is expected to create long-term development opportunities for the metals industry in trade, investment and infrastructure construction in the countries covered by the One Belt One Road Initiative. Furthermore, the Guangdong-Hong Kong-Macao Greater Bay Area is part of the Chinese government's plan to promote urbanisation by developing city clusters and escalating the strength of first-tier cities to boost growth in the less developed areas. This is also expected to stimulate trade, investment and infrastructure construction in the region which in turn will lead to increase in demand of industrial metals. In light of the above, the Group intends to further expand its commodities trading business in order to capture the emerging business opportunities arising from the One Belt One Road Initiative and the Guangdong-Hong Kong-Macao Greater Bay Area Initiative.

The Group will continue to adhere to its long-term strategy of exploring diversified investment opportunities with growth potential in a prudent yet proactive approach. The Company believes that the Group is well-poised for the challenges ahead and is determined to bring maximum value to its shareholders.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the six months ended 30th September 2017, there was no purchase, sale or redemption by the Company, or any of its subsidiaries, of the Company's listed securities.

CORPORATE GOVERNANCE CODE

The Company has, throughout the six months ended 30th September 2017, complied with the code provisions of the Corporate Governance Code (the "CG Code") contained in Appendix 14 to the Listing Rules except for the following deviations with reason as explained:

Code provision A.2.1

Code provision A.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing.

Deviation

Following the resignation of Mr. Suen Cho Hung, Paul from the positions of the Executive Director, the Managing Director, and the Chairman of the Board with effect from 30th September 2017, Mr. Ching Man Chun, Louis, an Executive Director of the Company, has taken up the positions of the Chairman of the Board and the Managing Director of the Company. The Board considers that vesting the roles of chairman and chief executive in the same person enables more effective and efficient planning and implementation of business plans, the Board also believes that the balance of power and authority is adequately ensured.

Code Provision E.1.2

Code provision E.1.2 of the CG Code stipulates that the chairman of the board should attend the annual general meeting.

Deviation

The then Chairman of the Board, Mr. Suen Cho Hung, Paul, was unable to attend the annual general meeting of the Company held on 27th September 2017 as he had other important business engagement. However, Mr. Sue Ka Lok, an Executive Director of the Company, had chaired the meeting in accordance with Bye-law 77 of the Company's Bye-laws.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix 10 to the Listing Rules as its own code of conduct regarding securities transactions by the directors of the Company. All directors of the Company have confirmed, following specific enquiry by the Company, that they complied with the required standard set out in the Model Code for the six months ended 30th September 2017.

REVIEW OF INTERIM RESULTS

The interim results for the six months ended 30th September 2017 have not been audited, but have been reviewed by the auditor, Deloitte Touche Tohmatsu, in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the HKICPA, and the Audit Committee of the Company.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This results announcement is available for viewing on the website of Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk under “Listed Company Information” and on the website of the Company at www.ptcorp.com.hk under “Investor Relations”. The interim report will be despatched to the shareholders of the Company and will also be available for viewing on the aforesaid websites in due course.

By Order of the Board
PT International Development Corporation Limited
Ching Man Chun, Louis
Chairman and Managing Director

Hong Kong, 24th November 2017

At the date of this announcement, the Board comprises five Executive Directors, namely, Mr. Ching Man Chun, Louis (Chairman and Managing Director), Ms. Chau Mei Wah, Rosanna (Deputy Chairman), Mr. Sue Ka Lok, Ms. Xu Wei and Mr. Gary Alexander Crestejo; and four Independent Non-executive Directors, namely, Mr. Lau Yuen Sun, Adrian, Mr. Yam Kwong Chun, Mr. Yeung Kim Ting and Mr. Wong Yee Shuen, Wilson.