



**PLASTEC TECHNOLOGIES FILES ANNUAL REPORT ON FORM 20-F;  
ACHIEVEMENT OF 2016 PERFORMANCE TARGET ENSURES ADDITIONAL USD\$16.4  
MILLION TO BE PAID TO THE COMPANY**

**Hong Kong – May 15, 2017 – Plastec Technologies, Ltd. - (OTCBB: PLTYF), (the “Company”)**, today reported audited financial results for the fiscal 2016 year ended December 31, 2016 and filed its annual report on Form 20-F for the fiscal year ended December 31, 2016 with the Securities and Exchange Commission. See financial tables at the end of this release in Hong Kong dollars (HKD). Other amounts in this press release are presented in U.S. dollars (USD) with conversion rates of US\$1.0: HK\$7.8 and US\$1.0: RMB6.9, respectively.

**2016 Sale of Assets**

The Company’s financial results reflect the closing of the October 11, 2016 Share Transfer Agreement (“Agreement”) with Shanghai Yongli Belting Co., Ltd. (“SYB”) and its wholly-owned subsidiary, Shanghai Yongjing Investment Management Co., Ltd.

As a result, we no longer own Plastec International Holdings Limited (“Plastec”) or its integrated plastic manufacturing operations.

**Current Operations of the Company**

Following consummation of the transaction described above, our operations have been, or will be, to:

- complete the construction of our manufacturing plant in Kai Ping, China which is intended to be disposed of to SYB prior to its official operation at a price equivalent to the capital used for its construction, subject to terms and specifics to be agreed upon by the parties concerned in due course;
- collect rental income from certain property we own and that is being leased to one of Plastec’s subsidiaries;
- collect any payments we may receive upon Plastec achieving the performance targets for the years ended December 31, 2016, 2017 and 2018 as described in the Agreement; and
- explore other investment opportunities.

**Confirmation of Plastec’s Achievement of Performance Target for the year ended December 31, 2016**

We have recently been confirmed and acknowledged by SYB that Plastec’s audited net profit (on a consolidated basis, after deducting noncurrent gains and losses) for the year ended December 31, 2016 was HK\$183,958,100, which is in excess of the performance target for the year ended December 31, 2016, set at HK\$161,211,000 in the Agreement, by HK\$22,747,100, or approximately 14.1%.

Accordingly, we shall be paid a further sum of RMB113,250,000, or USD \$16,413,043, in due course and in accordance with the terms of the Agreement.

**Impact of Sale of Assets on the Company’s Financial Statements**

The disposal of Plastec represents a strategic shift and has a major effect on our results of operations. Accordingly, assets and liabilities, revenues and expenses, and cash flows related to the disposed business lines have been reclassified as discontinued operations in the consolidated financial statements for the years ended December 2016, 2015 and 2014. The consolidated balance sheets as of December 31, 2015, the consolidated statements of operations and comprehensive income and the consolidated statements of cash flows for the years ended December, 2015 and 2014 have been adjusted retrospectively to reflect this strategic shift.

**Current Balance Sheet Highlights**

- USD \$78.3 million in working capital at December 31, 2016, compared to USD \$73.4 million at December 31, 2015.
- Book value per share was USD \$7.75 at December 31, 2016, compared to USD \$9.32 at December 31, 2015.

**Management Comments**

Mr. Kin Sun Sze-To, Chairman of the Company, stated, “2016 was a transformational period for Plastec Technologies as a public company, as we completed the transaction with SYB and now continue to operate as a holding company. We are evaluating potential opportunities to leverage our strong capital position and means to best maximize value for shareholders.”

**Forward Looking Statements**

This press release contains “forward-looking statements.” These forward-looking statements involve significant risks and uncertainties that could cause the actual results to differ materially from the expected results. Actual results may differ from expectations, estimates and projections and, consequently, you should not rely on these forward looking statements as predictions of future events. Words such as “expect,” “estimate,” “project,” “budget,” “forecast,” “anticipate,” “intend,” “plan,” “may,” “will,” “could,” “should,” “believes,” “predicts,” “potential,” “continue,” and similar expressions are intended to identify such forward-looking statements.

**CONTACT:**

Plastec Technologies, Ltd.  
HL Ning, Chief Financial Officer  
[ning@plastec.com.hk](mailto:ning@plastec.com.hk)

**INVESTOR RELATIONS:**

The Equity Group Inc.  
Adam Prior, Senior Vice President  
(212) 836-9606  
[aprior@equityny.com](mailto:aprior@equityny.com)

In China  
Katherine Yao, Senior Associate  
+86 10 6587 6435  
[kyao@equityny.com](mailto:kyao@equityny.com)

**PLASTEC TECHNOLOGIES, LTD.**  
**CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (Audited)**  
**(Hong Kong dollars in thousands, except number of shares, per share data and unless otherwise stated)**

	Year ended December 31, 2014 HK\$	Year ended December 31, 2015 HK\$	Year ended December 31, 2016 HK\$
Revenues	-	-	-
<b>Operating (expenses)/income, net</b>			
Selling, general and administrative expenses	(20,022)	(27,812)	(18,946)
Other income	23,907	25,161	23,874
Gain on disposal of property, plant and equipment	122	-	545
Gain on disposal of subsidiary	29,125	-	-
Total operating (expenses)/income, net	33,132	(2,651)	5,473
<b>Income/(loss) from operations</b>	33,132	(2,651)	5,473
Interest income	963	1,028	1,276
Income/(loss) before income tax expense	34,095	(1,623)	6,749
Income tax expense from continuing operations	(3,169)	(294)	(1,241)
<b>Net income/(loss) from continuing operations attributable to the Company's shareholders</b>	30,926	(1,917)	5,508
<b>Discontinued operations:</b>			
Net income from discontinued operations (including gain of HK\$540,921 upon the disposal in the year ended December 31, 2016)	157,206	163,204	717,721
Income tax expenses from discontinued operations	(20,311)	(29,952)	(31,187)
<b>Net income from discontinued operations attributable to the Company's shareholders</b>	136,895	133,252	686,534
<b>Net income attributable to the Company's shareholders</b>	167,821	131,335	692,042
Other comprehensive income:			
Foreign currency translation adjustment	(7,764)	(2,538)	(13,490)
Comprehensive income attributable to the Company's shareholders	160,057	128,797	678,552
Weighted average number of ordinary shares			
Continuing operations	12,938,128	12,938,128	12,938,128
Discontinued operations	12,938,128	12,938,128	12,938,128
Weighted average number of diluted ordinary shares			
Continuing operations	12,938,128	12,938,128	12,938,128
Discontinued operations	12,938,128	12,938,128	12,938,128
Basic income per share attributable from			
Continuing operations	HK\$2.39	(HK\$0.15)	HK\$0.44
Discontinued operations	HK\$10.61	HK\$10.35	HK\$53.06
Diluted income per share attributable from			
Continuing operations	HK\$2.39	(HK\$0.15)	HK\$0.44
Discontinued operations	HK\$10.61	HK\$10.35	HK\$53.06

**PLASTEC TECHNOLOGIES, LTD.**  
**CONSOLIDATED BALANCE SHEETS (Audited)**  
**(Hong Kong dollars in thousands, except number of shares, per share data and unless otherwise stated)**

	December 31, 2015 HK\$	December 31, 2016 HK\$
<b>ASSETS</b>		
Current assets		
Cash and cash equivalents	311,665	486,222
Deposits, prepayment and other receivables	4,479	4,833
Consideration receivable	-	131,686
Current assets of discontinued operations	618,374	-
Total current assets	934,518	622,741
Property, plant and equipment, net	145,715	153,782
Prepaid lease payments, net	18,165	16,638
Intangible assets	438	438
Non-current assets of discontinued operations	204,036	-
Total assets	1,302,872	793,599
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities		
Other payables and accruals	10,488	6,138
Tax payable	4,103	5,837
Current liabilities of discontinued operations	347,595	-
Total current liabilities	362,186	11,975
Total liabilities	362,186	11,975
Commitments and contingencies	-	-
Shareholders' equity		
Ordinary shares (U.S.\$0.001 par value; 100,000,000 authorized, 12,938,128 and 12,938,128 shares issued and outstanding as of December 31 2015 and 2016, respectively)	101	101
Additional paid-in capital	26,049	26,049
Accumulated other comprehensive income	7,599	(5,891)
Retained earnings	906,937	761,365
Total shareholders' equity	940,686	781,624
Total liabilities and shareholders' equity	1,302,872	793,599

**PLASTEC TECHNOLOGIES, LTD.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS (Audited)**  
**(Hong Kong dollars in thousands, except number of shares, per share data and unless otherwise stated)**

	Year ended December 31, 2014 HK\$	Year ended December 31, 2015 HK\$	Year ended December 31, 2016 HK\$
<b>Operating activities</b>			
Net income	167,821	131,335	692,042
Less: Net income from discontinued operations	(136,895)	(133,252)	(686,534)
Net income/(loss) from continuing operations	30,926	(1,917)	5,508
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	7,276	8,366	8,772
Net gain on disposal of property, plant and equipment	(122)	-	(545)
Gain on disposal of a subsidiary	(29,125)	-	-
Changes in operating assets and liabilities:			
Trade receivables	12,546	-	-
Deposits, prepayment and other receivables	3,607	(3,451)	(144)
Trade payables	(989)	-	-
Other payables and accruals	(5,101)	6,430	(19,802)
Tax payables	5,286	639	1,664
Subsidiaries	7,351	(636)	-
Net cash provided by/(used in) continuing operations	31,655	9,431	(4,547)
Net cash provided by discontinued operations	224,566	232,256	196,478
<i>Net cash provided by operating activities</i>	256,221	241,687	191,931
<b>Investing activities</b>			
Purchase of property, plant and equipment	(133,239)	(23,809)	-
Proceeds from disposal of property, plant and equipment	414	-	545
Sale proceeds from disposal of a subsidiary (net of cash disposed of HK\$314,079 for the year 2016)	43,015	-	703,363
Net cash (used in)/provided by continuing operations	(89,810)	(23,809)	703,908
Net cash provided by/(used in) discontinued operations	89,442	(126,628)	(28,059)
<i>Net cash (used in)/provided by investing activities</i>	(368)	(150,437)	675,849
<b>Financing activities</b>			
Repurchases of shares/warrants	(406)	-	-
Dividend income from subsidiaries	344,000	-	-
Dividends paid	(30,275)	22,899	(837,614)
Net cash provided by/(used in) continuing operations	313,319	22,899	(837,614)
Net cash used in discontinued operations	(381,782)	(164,777)	(5,815)
<i>Net cash used in financing activities</i>	(68,463)	(141,878)	(843,429)
Net increase/(decrease) in cash and cash equivalents	187,390	(50,628)	24,351
Effect of exchange rate changes on cash and cash equivalents	(7,764)	(2,538)	(13,490)
Cash and cash equivalents, beginning of year	348,901	528,527	475,361
Cash and cash equivalents, end of year	528,527	475,361	486,222
Less: cash and cash equivalents from discontinued operations	(224,411)	(163,696)	-
Cash and cash equivalents, end of year from continuing operations	304,116	311,665	486,222
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>			
Interest (income)/paid, net	(963)	1,207	731
Income taxes paid/(refund)	(2,117)	345	(424)
<b>SUPPLEMENTAL DISCLOSURE OF NON-CASH ACTIVITY:</b>			
Consideration receivable	-	-	131,686