



PLASTEC TECHNOLOGIES REPORTS 2017 FIRST HALF FINANCIAL RESULTS;
ANNOUNCES EXTENSION OF SECURITIES REPURCHASE PLAN

Hong Kong – August 9, 2017 – Plastec Technologies, Ltd. - (OTCBB: PLTYF), (the “Company”), today reported unaudited financial results for the fiscal 2017 six-month period ended June 30, 2017. See financial tables at the end of this release in Hong Kong dollars (HKD). All other amounts in this press release are presented in U.S. dollars (USD) with a conversion rate of US\$1.0: HK\$7.8.

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, the Company no longer owns Plastec International Holdings Limited (“Plastec”) or its integrated plastic manufacturing operations, all being disposed of to SYB.

The Company, as a holding company, is now focused on:

- completing the construction of its 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;
- collecting rental income from certain property it owns and that is being leased to one of Plastec’s subsidiaries;
- collecting any payments it may receive upon Plastec achieving the performance targets for the years ended December 31, 2017 and 2018 as described in the Agreement; and
- exploring other investment opportunities.

Current Balance Sheet Highlights

- \$56.3 million in working capital at June 30, 2017, compared to \$78.3 million at December 31, 2016.
- Book value per share was \$6.23 at June 30, 2017, compared to \$7.75 at December 31, 2016.

Update on Securities Repurchase Plan

The Company announced today that its Board of Directors has approved a further extension of its existing securities repurchase plan (as expanded) through September 25, 2018, allowing it to purchase up to \$5 million of its securities in both open market and privately negotiated transactions at the discretion of the Company’s management and as market conditions allow; which repurchase plan may be suspended, modified or discontinued without any notice at any time.

Management Comments

Mr. Kin Sun Sze-To, Chairman of the Company, stated, “We continue to evaluate potential opportunities to leverage our strong capital position while also rewarding our shareholders as we unwind the legacy business. We were pleased to pay a special dividend during the period, which was generated from the achievement of performance targets by the disposed line of business for the year ended December 31, 2016.”

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.

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PLASTEC TECHNOLOGIES, LTD.

CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (Unaudited)
(Hong Kong dollars in thousands, except number of shares, per share data and unless otherwise stated)

	For the 6-month period ended June 30,	
	2017	2016
	HK\$	HK\$
Revenues	-	-
Operating (expenses)/income, net		
Selling, general and administrative expenses	(9,484)	(8,827)
Other income	7,562	13,390
Gain on disposal of property, plant and equipment	-	15
Total operating (expenses)/income, net	<u>(1,922)</u>	<u>4,578</u>
(Loss)/income from operations	(1,922)	4,578
Interest income	1,194	489
(Loss)/income before income tax expense	<u>(728)</u>	<u>5,067</u>
Income tax (expense)/credit from continuing operations	(384)	330
Net (loss)/income from continuing operations attributable to the Company's shareholders	<u>(1,112)</u>	<u>5,397</u>
Discontinued operations:		
Net income from discontinued operations	-	120,340
Income tax expenses from discontinued operations	-	(16,254)
Net income from discontinued operations attributable to the Company's shareholders	<u>-</u>	<u>104,086</u>
Net (loss)/income attributable to the Company's shareholders	(1,112)	109,483
Other comprehensive income		
Foreign currency translation adjustment	(811)	(9,255)
Comprehensive (loss)/income attributable to the Company's shareholders	<u>(1,923)</u>	<u>100,228</u>
Net income per share:		
Weighted average number of ordinary shares		
Continuing operations	12,938,128	12,938,128
Discontinued operations	-	12,938,128
Weighted average number of diluted ordinary shares		
Continuing operations	12,938,128	12,938,128
Discontinued operations	-	12,938,128
Basic (loss)/income per share attributable from		
Continuing operations	(0.09)	0.42
Discontinued operations	-	8.04
Diluted (loss)/income per share attributable from		
Continuing operations	(0.09)	0.42
Discontinued operations	-	8.04

PLASTEC TECHNOLOGIES, LTD.

CONSOLIDATED BALANCE SHEETS

(Hong Kong dollars in thousands, except number of shares, per share data and unless otherwise stated)

	(Unaudited)	(Audited)
	June 30, 2017	December 31, 2016
	<u>HK\$</u>	<u>HK\$</u>
ASSETS		
Current assets		
Cash and cash equivalents	441,995	486,222
Deposits, prepayment and other receivables	8,850	4,833
Consideration receivable	-	131,686
Total current assets	<u>450,845</u>	<u>622,741</u>
Property, plant and equipment, net	172,740	153,782
Prepaid lease payments, net	15,875	16,638
Intangible assets	438	438
Total assets	<u>639,898</u>	<u>793,599</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Other payables and accruals	5,469	6,138
Tax payable	6,104	5,837
Total current liabilities	<u>11,573</u>	<u>11,975</u>
Total liabilities	<u>11,573</u>	<u>11,975</u>
Commitments and contingencies	-	-
Shareholders' equity		
Ordinary shares (US\$0.001 par value; 100,000,000 authorized 12,938,128 and 12,938,128 shares issued and outstanding as of June 30, 2017 and December 31, 2016, respectively)	101	101
Additional paid-in capital	26,049	26,049
Accumulated other comprehensive income	(6,702)	(5,891)
Retained earnings	608,877	761,365
Total shareholders' equity	<u>628,325</u>	<u>781,624</u>
Total liabilities and shareholders' equity	<u>639,898</u>	<u>793,599</u>

PLASTEC TECHNOLOGIES, LTD.

CONSOLIDATED STATEMENTS OF CASH FLOWS (Unaudited)
(Hong Kong dollars in thousands, except number of shares, per share data and unless otherwise stated)

	For the 6-month period ended June 30,	
	2017	2016
	HK\$	HK\$
Operating activities		
Net (loss)/income	(1,112)	109,483
Less: Net income from discontinued operations	-	(104,086)
Net (loss)/income from continuing operations	(1,112)	5,397
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	4,280	4,422
Gain on disposal of property, plant and equipment	-	(15)
Changes in operating assets and liabilities:		
Deposits, prepayment and other receivables	(262)	(13,930)
Other payables and accruals	(695)	(4,375)
Tax payables	270	(94)
Net cash provided by/(used in) continuing operations	2,481	(8,595)
Net cash provided by discontinued operations	-	125,596
<i>Net cash provided by operating activities</i>	2,481	117,001
Investing activities		
Purchase of property, plant and equipment	(23,223)	-
Proceeds from disposal of property, plant and equipment	-	15
Proceeds from consideration receivable, net	128,702	-
Net cash provided by continuing operations	105,479	15
Net cash used in discontinued operations	-	(17,679)
<i>Net cash provided by/(used in) investing activities</i>	105,479	(17,664)
Financing activities		
Dividends paid	(151,376)	(20,183)
Net cash used in continuing operations	(151,376)	(20,183)
Net cash provided by discontinued operations	-	3,775
<i>Net cash used in financing activities</i>	(151,376)	(16,408)
Net (decrease)/increase in cash and cash equivalents	(43,416)	82,929
Effect of exchange rate changes on cash and cash equivalents	(811)	(9,255)
Cash and cash equivalents, beginning of period	486,222	475,361
Cash and cash equivalents, end of period	441,995	549,035
Less: cash and cash equivalents from discontinued operations	-	(266,378)
Cash and cash equivalents, end of the period from continuing operations	441,995	282,657
SUPPLEMENTARY DISCLOSURES OF CASH FLOW INFORMATION FROM CONTINUING OPERATIONS:		
Interest received, net	1,194	489
Income taxes paid/(refund)	115	(424)