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**KINGBOARD CHEMICAL
HOLDINGS LIMITED**

*(Incorporated in the Cayman Islands
with limited liability)*

(Stock Code: 148)

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**KINGBOARD LAMINATES
HOLDINGS LIMITED**

*(Incorporated in the Cayman Islands
with limited liability)*

(Stock Code: 1888)

JOINT ANNOUNCEMENT

ANNOUNCEMENT RELATED TO THE UNAUDITED CONSOLIDATED QUARTERLY RESULTS OF A SUBSIDIARY

KBCF announced its unaudited consolidated results for the three months ended March 31, 2010 on the Singapore Exchange Securities Trading Limited on April 28, 2010.

Pursuant to Rule 705 and Rule 920 (1)(a)(ii) of the Listing Manual of the Singapore Exchange Securities Trading Limited, Kingboard Copper Foil Holdings Limited (“KBCF” or the “Company”), a public company listed on the Singapore Exchange Securities Trading Limited announced its unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the three months ended March 31, 2010 on the website of www.sgx.com of Singapore Exchange Securities Trading Limited on April 28, 2010. The results are prepared in accordance with Singapore Financial Reporting Standards and Interpretations of Financial Reporting Standards.

KBCF is an indirect 64.57%-owned subsidiary of Kingboard Laminates Holdings Limited (“Kingboard Laminates”). In turn, Kingboard Laminates is a 72.42%-owned subsidiary of Kingboard Chemical Holdings Limited (“Kingboard Chemical”). Both Kingboard Chemical and Kingboard Laminates are companies listed on the main board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

This announcement is made pursuant to Rule 13.09 (2) of the Rules Governing the Listing of Securities on the Stock Exchange and is being released for information purpose only. The following is a reproduction of the results announcement of KBCF.

**“KINGBOARD COPPER FOIL HOLDINGS LIMITED
FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD
ENDED MARCH 31, 2010**

**PART I INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY
(Q1, Q2 & Q3) HALF-YEAR AND FULL YEAR RESULTS**

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		
	3 months ended		
	March 31,	March 31,	%
	2010	2009	Change
	<i>HK\$'000</i>	<i>HK\$'000</i>	
Revenue	1,029,470	411,436	150.21%
Cost of sales	<u>(930,049)</u>	<u>(477,193)</u>	<u>94.90%</u>
Gross profit (loss)	99,421	(65,757)	NM
Other operating income	4,264	2,763	54.33%
Distribution costs	(11,480)	(6,966)	64.80%
Administrative expenses	(14,947)	(12,146)	23.06%
Other operating expenses	(2,559)	(2,186)	17.06%
Finance costs – interest expenses paid to non-related companies	<u>(466)</u>	<u>(1,330)</u>	<u>-64.96%</u>
Profit (Loss) before tax	74,233	(85,622)	NM
Income tax (expense) credit	<u>(5,987)</u>	<u>5,339</u>	<u>NM</u>
Profit (Loss) for the period	<u>68,246</u>	<u>(80,283)</u>	<u>NM</u>
Attributable to:			
Equity holders of the Company	<u>67,560</u>	<u>(80,317)</u>	<u>NM</u>
Minority interests	<u>686</u>	<u>34</u>	<u>1,917.65%</u>

NM: Not meaningful

Profit (Loss) for the period has been arrived at after charging (crediting):

	Group		% Change
	3 months ended		
	March 31, 2010	March 31, 2009	
	<i>HK\$'000</i>	<i>HK\$'000</i>	
Other operating income including interest income	(4,264)	(2,763)	54.33%
Realised loss on derivative financial instruments	1,101	–	NM
Interest on bank borrowings	466	1,330	-64.96%
Depreciation of property, plant and equipment	47,565	43,035	10.53%
Amortisation of prepaid land use rights	256	242	5.79%

NM: Not meaningful

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	As at March 31, 2010	As at December 31, 2009	As at March 31, 2010	As at December 31, 2009
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
ASSETS				
Current assets:				
Cash and bank balances	394,346	308,894	–	–
Trade and other receivables and prepayments	383,478	356,043	18,105	18,105
Bills receivable	191,207	243,165	–	–
Prepaid land use rights	1,020	1,019	–	–
Inventories	687,431	623,953	–	–
Total current assets	<u>1,657,482</u>	<u>1,533,074</u>	<u>18,105</u>	<u>18,105</u>
Non-current assets:				
Subsidiaries	–	–	393,775	393,775
Due from a subsidiary	–	–	856,711	856,733
Property, plant and equipment	1,273,220	1,314,896	–	–
Investment property	5,782	5,773	–	–
Prepaid land use rights	42,238	42,430	–	–
Available-for-sale investments	19,800	19,800	19,800	19,800
Non-current deposits	5,039	6,490	–	–
Goodwill	238	238	–	–
Total non-current assets	<u>1,346,317</u>	<u>1,389,627</u>	<u>1,270,286</u>	<u>1,270,308</u>
Total assets	<u><u>3,003,799</u></u>	<u><u>2,922,701</u></u>	<u><u>1,288,391</u></u>	<u><u>1,288,413</u></u>

	Group		Company	
	As at March 31, 2010 HK\$'000	As at December 31, 2009 HK\$'000	As at March 31, 2010 HK\$'000	As at December 31, 2009 HK\$'000
LIABILITIES AND EQUITY				
Current liabilities:				
Due to a subsidiary	–	–	2,210	2,094
Bank borrowings	279,356	255,179	–	–
Bills payable	18,450	21,594	–	–
Trade and other payables	224,157	215,136	–	–
Derivative financial instruments	–	11,628	–	–
Income tax payable	27,570	35,797	38	38
Total current liabilities	549,533	539,334	2,248	2,132
Capital and reserves and minority interests:				
Issued capital	560,200	560,200	560,200	560,200
Reserves	1,868,889	1,798,712	725,943	726,081
Equity attributable to equity holders of the Company	2,429,089	2,358,912	1,286,143	1,286,281
Minority interests	25,177	24,455	–	–
Total equity	2,454,266	2,383,367	1,286,143	1,286,281
Total liabilities and equity	3,003,799	2,922,701	1,288,391	1,288,413

1b(ii) Aggregate amount of group's borrowing and debt securities

Amount repayable in one year or less, or on demand

As at March 31, 2010		As at December 31, 2009	
Secured HK\$'000	Unsecured HK\$'000	Secured HK\$'000	Unsecured HK\$'000
–	279,356	–	255,179

Amount repayable after one year

As at March 31, 2010		As at December 31, 2009	
Secured HK\$'000	Unsecured HK\$'000	Secured HK\$'000	Unsecured HK\$'000
–	–	–	–

Details of any collateral

Not applicable

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	3 Months ended	
	March 31, 2010	March 31, 2009
	<i>HK\$'000</i>	<i>HK\$'000</i>
Cash flows from operations:		
Profit (Loss) before tax	74,233	(85,622)
Adjustments for:		
Depreciation of property, plant and equipment	47,565	43,035
Amortisation of prepaid land use rights	256	242
Interest expense	466	1,330
Loss on disposal of property, plant and equipment	173	–
Realised loss on derivative financial instruments	1,101	–
Interest income	(316)	(367)
	<hr/>	<hr/>
Operating cash flow before working capital changes	123,478	(41,382)
Trade and other receivables and prepayments	(27,756)	(164,527)
Bills receivable	51,958	(12,442)
(Payment for) Received from settlement of derivative financial instruments	(12,729)	2,454
Inventories	(62,472)	4,445
Trade and other payables	8,825	26,519
	<hr/>	<hr/>
Cash generated from (used in) operations	81,304	(184,933)
Income tax (paid) refunded	(14,259)	554
Interest paid	(466)	(1,330)
Interest received	316	367
	<hr/>	<hr/>
Net cash generated from (used in) operating activities	<u>66,895</u>	<u>(185,342)</u>
Cash flows from investing activities:		
Purchase of property, plant and equipment	(2,641)	(22,868)
	<hr/>	<hr/>
Net cash used in investing activities	<u>(2,641)</u>	<u>(22,868)</u>
Cash flows from financing activities:		
(Decrease) Increase in bills payable	(3,144)	43,904
Increase in bank borrowings	24,177	24,200
	<hr/>	<hr/>
Net cash generated from financing activities	<u>21,033</u>	<u>68,104</u>
Effects of consolidating foreign subsidiaries	<u>165</u>	<u>(1,000)</u>
Increase (Decrease) in cash and bank balances	85,452	(141,106)
Cash and bank balances at the beginning of the period	308,894	372,828
	<hr/>	<hr/>
Cash and bank balances at the end of the period	<u>394,346</u>	<u>231,722</u>

1(d) A statement of comprehensive income (for the issuer and the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group		Company	
	3 Months ended		3 Months ended	
	March 31,	March 31,	March 31,	March 31,
	2010	2009	2010	2009
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
Profit (loss) for the period	68,246	(80,283)	(138)	8
Other comprehensive income (expense):				
Exchange difference arising on translation to presentation currency	<u>2,653</u>	<u>(231)</u>	<u>—</u>	<u>—</u>
Total comprehensive income (expense) for the period	<u>70,899</u>	<u>(80,514)</u>	<u>(138)</u>	<u>8</u>
Total comprehensive income (expense) attributable to:				
Equity holders of the Company	70,177	(80,545)	(138)	8
Minority interests	<u>722</u>	<u>31</u>	<u>—</u>	<u>—</u>
	<u>70,899</u>	<u>(80,514)</u>	<u>(138)</u>	<u>8</u>

1(e)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Attributable to equity holders of the Company								
	Issued capital	Share premium	Capital reserves	Proposed dividend	Currency		Minority interests	Total equity	
					translation reserves	Accumulated profits			
HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	
Group									
First quarter 2010 ("Q1 2010")									
Balance at January 1, 2010	560,200	296,573	6,275	7,225	298,909	1,189,730	2,358,912	24,455	2,383,367
Total comprehensive income for the period	-	-	-	-	2,617	67,560	70,177	722	70,899
Balance at March 31, 2010	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>7,225</u>	<u>301,526</u>	<u>1,257,290</u>	<u>2,429,089</u>	<u>25,177</u>	<u>2,454,266</u>
First quarter 2009 ("Q1 2009")									
Balance at January 1, 2009	560,200	296,573	6,275	7,225	296,210	1,169,582	2,336,065	22,958	2,359,023
Total comprehensive (expense) income for the period	-	-	-	-	(228)	(80,317)	(80,545)	31	(80,514)
Balance at March 31, 2009	<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>7,225</u>	<u>295,982</u>	<u>1,089,265</u>	<u>2,255,520</u>	<u>22,989</u>	<u>2,278,509</u>
Company									
First quarter 2010 ("Q1 2010")									
Balance at January 1, 2010		560,200	296,573	6,275	7,225		416,008		1,286,281
Total comprehensive expense for the period		-	-	-	-		(138)		(138)
Balance at March 31, 2010		<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>7,225</u>		<u>415,870</u>		<u>1,286,143</u>
First quarter 2009 ("Q1 2009")									
Balance at January 1, 2009		560,200	296,573	6,275	7,225		422,773		1,293,046
Total comprehensive income for the period		-	-	-	-		8		8
Balance at March 31, 2009		<u>560,200</u>	<u>296,573</u>	<u>6,275</u>	<u>7,225</u>		<u>422,781</u>		<u>1,293,054</u>

- 1(e)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There was no change in the Company's issued share capital for the 3 months' period ended March 31, 2010.

- 1(e)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

Share capital

	As at March 31, 2010 '000	As at December 31, 2009 '000	As at March 31, 2010 HK\$'000	As at December 31, 2009 HK\$'000
	Number of ordinary shares of US\$0.10 each			
Authorised	<u>2,000,000</u>	<u>2,000,000</u>	<u>1,550,000</u>	<u>1,550,000</u>
Issued and fully paid	<u>722,500</u>	<u>722,500</u>	<u>560,200</u>	<u>560,200</u>

- 1(e)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

- 2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by our auditors.

- 3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those used in the audited financial statements for the year ended December 31, 2009.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	3 months from January 1, 2010 to March 31, 2010	3 months from January 1, 2009 to March 31, 2009
Based on the weighted average number of ordinary shares in issue	9.35 HK cents	-11.12 HK cents
On a fully diluted basis	9.35 HK cents	-11.12 HK cents

7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-

(a) current financial period reported on; and

(b) immediately preceding financial year.

	Group		Company	
	March 31, 2010	December 31, 2009	March 31, 2010	December 31, 2009
Net asset value per ordinary share based on issued share capital at the end of the period reported on	336.21 HK cents	326.49 HK cents	178.01 HK cents	178.03 HK cents

A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:–

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Global economy continued its steady recovery pace in the first quarter of 2010 (“Q1 2010”). Restocking activities of export trade and robust China domestic market demand helped to offset the seasonality of electronics industry at the beginning of the year. The Group's shipment volume increased 62% against the first quarter of 2009 (“Q1 2009”). Driven by much higher copper input costs, the achieved average selling prices of our copper foil products rose significantly in Q1 2010 against the same period last year. Turnover in Q1 2010 increased 150% to HK\$1,029 million.

Demand from multi-layer printed circuit board (“PCB”) customers and PCB division of the parent group including Elec & Eltek was strong in Q1 2010. Sales to external customers accounted for approximately 11% of the total sales (Q1 2009: 23%). In terms of product mix, 18-micron and below thickness copper foil accounted for approximately 29% of the total sales (Q1 2009: 33%) while 35-micron and above thickness copper foil accounted for 71% (Q1 2009: 67%).

Backed by solid rebound in manufacturing activities worldwide since the second half of 2009, copper price maintained its stable uptrend in Q1 2010. Average selling prices of copper foil products during the period under review increased sharply against Q1 2009. Demand from electronics supply chain on all fronts posed strong growth in view of positive business sentiment from both export and China domestic customers; we achieved better utilization rates for our plants in Q1 2010 against Q1 2009. As a result, the Group delivered a net profit of HK\$68 million with net profit margin of 6.6%.

Distribution costs in Q1 2010 increased 65% to approximately HK\$11 million against Q1 2009, in line with higher sales volume. Finance costs decreased 65% to approximately HK\$500,000 mainly due to reduced interest costs for bank borrowings. Bank borrowings, largely consisted of short-term bank loans with floating interest rates, were mainly used as working capital for the Group. Our consolidated financial and liquidity position stayed healthy. As at March 31, 2010, net current assets and current ratio were approximately HK\$1,108 million and 3.02 respectively. Current assets included cash and bank balances of HK\$394 million, trade receivables and other receivables and prepayment of HK\$383 million, bills receivables of HK\$191 million and inventories of HK\$687 million.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Electronics industry worldwide maintained positive business momentum in early Q2 2010 underscored by stable economy in developed countries and buoyant domestic consumption in China. The Group saw strong order inflows in April 2010 as electronics industry suppliers continued to replenish their relatively lean inventory level. Moreover, the Chinese central government has extended the rural subsidy programme for certain consumer electronic products in March 2010 to boost domestic consumption in rural areas which will definitely support demand for copper foil products in the current year. Being the key copper foil manufacturer in China, we are in an excellent position to capture business opportunities arising from this thriving market. The Group will continue to upgrade production capabilities, enhance production efficiencies and pursue new product development in order to strengthen our market competitiveness.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economics conditions, shifts in customer demands, customers and partners, and government and policy changes. You are cautioned not to place undue reliance on these forward-looking statements which are based on current view of management on future events.

11 Dividend

(a) Current Financial Period Reported on

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date Payable

Not applicable.

(d) Books closure date

Not applicable.

12 If no dividend has been declared/recommended, a statement to that effect

No dividend has been proposed or declared for the 3 months period ended March 31, 2010.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 and half year Results)

13 Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Not applicable.

14 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Not applicable.

15 A breakdown of sales

Not applicable.

16 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Total annual dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year HK\$'000	Previous Full Year HK\$'000
Ordinary	—	—
Preference	—	—
	<hr/>	<hr/>
Total	—	—
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Not applicable.

Interested Person Transactions – Pursuant to Rule 920(1)(a)(ii) of the Listing Manual.

Aggregate value of interested person transactions entered from January 1, 2010 to March 31, 2010.

Name of interested person	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) <i>HK\$'000</i>	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) <i>HK\$'000</i>
Chung Shun Laminates (MCO) Limited	284	615,486
Kingboard Laminates (Kunshan) Company Limited	–	59,218
Kingboard Laminates (Jiangmen) Company Limited	–	53,149
Kunshan Yattao Chemical Co. Ltd.	–	72,482
Techwise (MCO) Circuits Limited	–	9,630
Hengyang Kingboard Chemical Co., Ltd.	–	2,791
Nanjing Elec & Eltek Electronic Company Limited	–	669
Guangzhou Elec & Eltek High Density Interconnect Technology No. 1 Co., Ltd.	–	10,772
Guangzhou Elec & Eltek Microvia Technology Co., Ltd.	–	4,571
Elec & Eltek (MCO) Limited	–	42,997
Shenzhen Pacific Insulating Material Co., Ltd.	–	32,393
Kaiping Pacific Insulating Material Co., Ltd.	–	5,950
Kai Ping Elec & Eltek Company Limited	–	4,890
Kaiping Elec & Eltek No. 3 Company Limited	–	5,055
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Total	284	920,053
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Note: All the above named companies are subsidiaries of Kingboard Chemical Holdings Limited, which is listed on the main board of The Stock Exchange of Hong Kong Limited and is the ultimate holding company of Kingboard Copper Foil Holdings Limited.

Confirmation By the Board

We, CHAN WING KWAN and CHEUNG KWOK PING being two directors of Kingboard Copper Foil Holdings Limited, do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the Q1 2010 financial results to be false or misleading in all material aspects.

On behalf of the board of directors
Kingboard Copper Foil Holdings Limited

Chan Wing Kwan
Managing Director

Cheung Kwok Ping
Director

BY ORDER OF THE BOARD
Kingboard Chemical Holdings Limited
Chan Wing Kwan
Managing Director

BY ORDER OF THE BOARD
Kingboard Laminates Holdings Limited
Cheung Kwok Keung
Managing Director

Hong Kong, April 28, 2010

As at the date of this announcement, the board of directors (“Board”) of Kingboard Chemical consists of Messrs. Cheung Kwok Wing, Chan Wing Kwan, Chang Wing Yiu, Cheung Kwong Kwan, Ho Yin Sang, Cheung Wai Lin, Stephanie and Mok Cham Hung, Chadwick, being the executive directors, and Messrs. Lai Chung Wing, Robert, Cheng Wai Chee, Christopher, Tse Kam Hung and Henry Tan, being the independent non-executive directors.

As at the date of this announcement, the Board of Kingboard Laminates consists of Messrs. Cheung Kwok Wa, Cheung Kwok Keung, Cheung Kwok Ping, Lam Ka Po, Cheung Ka Ho, Chan Sau Chi, Liu Min and Zhou Pei Feng, being the executive directors, Mr. Lo Ka Leong, being the non-executive director, and Messrs. Chan Charnwut Bernard, Chan Yue Kwong, Michael, Leung Tai Chiu and Mok Yiu Keung, Peter, being the independent non-executive directors.