



萬桐園

China Wan Tong Yuan (Holdings) Limited
中國萬桐園(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立的有限公司)

Stock Code 股份代號: 8199

Interim Report
中期報告

2018

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "EXCHANGE")

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Main Board. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors. Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

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This report, for which the directors (the "Directors") of China Wan Tong Yuan (Holdings) Limited 中國萬桐園(控股)有限公司 (the "Company") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Exchange (the "GEM Listing Rules") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this report is accurate and complete in all material respects and no misleading; (2) there are no other matters the omission of which would make any statement in this report misleading or deceptive; and (3) all opinions expressed in this report have been arrived at after due and careful consideration and are founded on the bases and assumptions that are fair and reasonable.

This report will be available on the Company's website <http://www.lfwt.com> and will remain on the "Latest Company Announcements" page on GEM website at <http://www.hkgem.com> for least 7 days from the date of its posting.

香港聯合交易所有限公司(「聯交所」)GEM之特色

GEM之定位，乃為相比起其他在主板上市之公司帶有較高投資風險之中小型公司提供上市之市場。有意投資之人士應了解投資於該等公司之潛在風險，並應經過審慎周詳之考慮後方作出投資決定。

GEM之較高風險及其他特色意味著其更適合專業及其他成熟型的投資者。由於在**GEM**上市之公司一般為中小型公司，在**GEM**買賣之證券可能會較於主板買賣之證券承受更大之市場波動風險，同時無法保證在**GEM**買賣之證券會有高流通量之市場。

香港交易及結算所有限公司及聯交所對本報告之內容概不負責，對其準確性或完整性亦不發表任何聲明，並明確表示概不就因本報告全部或任何部分內容而產生或因倚賴該等內容而引致之任何損失承擔任何責任。

本報告包括之資料乃遵照聯交所《**GEM**證券上市規則》(「**GEM**上市規則」)之規定而提供有關China Wan Tong Yuan (Holdings) Limited中國萬桐園(控股)有限公司(「本公司」)之資料。本公司之各董事(「董事」)願就本報告共同及個別承擔全部責任，並在作出一切合理查詢後確認，就彼等所知及所信：(1)本報告所載之資料在各重大方面均屬準確完整，且無誤導成份；(2)本報告並無遺漏其他事實致使本報告所載任何內容產生誤導或欺詐；及(3)本報告所表達之一切意見乃經審慎周詳考慮後始行發表，並以公平合理之基準及假設為依據。

本報告將於本公司網站<http://www.lfwt.com>，並將由刊登日期起計最少7天保留於**GEM**網站<http://www.hkgem.com>「最新公司公告」網頁。

CORPORATE INFORMATION

公司資料

BOARD OF DIRECTORS

Non-executive Director

Ms. Zhao Ying (*Chairman*)

Executive Directors

Ms. Li Xingying

Mr. Huang Guangming

Independent Non-executive Directors

Mr. Cheung Ying Kwan

Dr. Wong Wing Kuen Albert

Mr. Choi Hon Keung Simon

COMPLIANCE OFFICER

Mr. Huang Guangming

AUTHORIZED REPRESENTATIVES

Ms. Li Xingying

Mr. Lam Koon Fai (*CPA, ACCA*)

COMPANY SECRETARY

Mr. Lam Koon Fai (*CPA, ACCA*)

AUDIT COMMITTEE

Dr. Wong Wing Kuen Albert (*Chairman*)

Mr. Cheung Ying Kwan

Mr. Choi Hon Keung Simon

NOMINATION COMMITTEE

Ms. Zhao Ying (*Chairman*)

Mr. Cheung Ying Kwan

Mr. Choi Hon Keung Simon

REMUNERATION COMMITTEE

Dr. Wong Wing Kuen Albert (*Chairman*)

Mr. Cheung Ying Kwan

Ms. Zhao Ying

REGISTERED OFFICE

2nd Floor

The Grand Pavilion Commercial Centre

802 West Bay Road, P.O. Box 10338

Grand Cayman KY1-1003

Cayman Islands

董事會

非執行董事

趙穎女士(*主席*)

執行董事

李興穎女士

黃廣明先生

獨立非執行董事

張應坤先生

王永權博士

蔡漢強先生

合規主任

黃廣明先生

授權代表

李興穎女士

林冠輝先生(*CPA, ACCA*)

公司秘書

林冠輝先生(*CPA, ACCA*)

審核委員會

王永權博士(*主席*)

張應坤先生

蔡漢強先生

提名委員會

趙穎女士(*主席*)

張應坤先生

蔡漢強先生

薪酬委員會

王永權博士(*主席*)

張應坤先生

趙穎女士

註冊辦事處

2nd Floor

The Grand Pavilion Commercial Centre

802 West Bay Road, P.O. Box 10338

Grand Cayman KY1-1003

Cayman Islands

CORPORATE INFORMATION 公司資料

HEADQUARTERS IN CHINA

Baganqu North, Economic and
Technological Development Area
Langfang, Hebei, PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

36/F., Tower Two, Times Square
1 Matheson Street, Causeway Bay
Hong Kong

AUDITORS

Deloitte Touche Tohmatsu
Certified Public Accountants

LEGAL ADVISER TO THE COMPANY

Jeffrey Mak Law Firm
(as to Hong Kong laws)

PRINCIPAL BANKER

China Construction Bank

COMPLIANCE ADVISER

Innovax Capital Limited

COMPANY WEBSITE

www.lfwtv.com

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

TMF (Cayman) Ltd.
2nd Floor
The Grand Pavilion Commercial Centre
802 West Bay Road, P.O. Box 10338
Grand Cayman KY1-1003
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited
Shops 1712-1716, 17/F, Hopewell Centre
183 Queen's Road East, Wanchai
Hong Kong

GEM STOCK CODE

8199

中國總部

中國河北省廊坊市
經濟技術開發區
八干渠北

香港主要營業地點

香港銅鑼灣
勿地臣街1號
時代廣場2座36樓

核數師

德勤•關黃陳方會計師行
執業會計師

本公司法律顧問

麥振興律師事務所
(有關香港法律)

主要往來銀行

中國建設銀行

合規顧問

創陞融資有限公司

本公司網站

www.lfwtv.com

股份過戶登記總處

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2nd Floor
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Cayman Islands

香港股份過戶登記分處

香港中央證券登記有限公司
香港灣仔
皇后大道東183號
合和中心17樓
1712-1716室

創業板股份代號

8199

FINANCIAL HIGHLIGHTS

財務摘要

The board of directors (the “Board”) of the Company hereby presents the unaudited consolidated financial results of the Company and its subsidiaries (collectively referred to as the “Group”) for the three months (the “Quarterly Period”) and six months (the “Half-Yearly Period”) ended 30 June 2018 (the “Period”), together with the unaudited comparative figures for the corresponding periods in 2017 as follows:

FINANCIAL HIGHLIGHTS

The Company has been listed on GEM since 27 September 2017.

The unaudited revenue of the Group amounted to approximately RMB25,387,000 (six months ended 30 June 2017: RMB24,446,000) for the Half-Yearly Period which represented an increase of RMB941,000 or 3.8% as compared with the corresponding period in 2017.

The profit attributable to owners of the Company was RMB8,627,000 (six months ended 30 June 2017: RMB10,032,000) for the Half-Yearly Period, which represented a decrease of RMB1,405,000 or 14.0% as compared with the same period last year.

The Board does not recommend the payment of an interim dividend for the Half-Yearly Period.

本公司的董事會(「董事會」)謹此提呈本公司及其附屬公司(以下統稱為「本集團」)截至2018年6月30日止三個月(「季度期間」)及六個月(「半年期間」)之未經審核合併財務業績，連同2017年同期之未經審核比較數字如下：

財務摘要

本公司的股份自2017年9月27日起於聯交所的GEM上市。

本集團於半年期間的未經審核收益約為人民幣25,387,000元(截至2017年6月30日止六個月：人民幣24,446,000元)，較2017年同期上升人民幣941,000元或3.8%。

半年期間的本公司擁有人應佔溢利為人民幣8,627,000元(截至2017年6月30日止六個月：人民幣10,032,000元)，較去年同期減少人民幣1,405,000元或14.0%。

董事會並不建議就半年期間派付中期股息。

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明綜合財務報表審閱報告

Deloitte.

德勤

TO THE BOARD OF DIRECTORS OF
CHINA WAN TONG YUAN (HOLDINGS) LIMITED
(incorporated in the Cayman Islands with limited liability)

致中國萬桐園(控股)有限公司
董事會
(於開曼群島註冊成立的有限公司)

Introduction

We have reviewed the condensed consolidated financial statements of China Wan Tong Yuan (Holdings) Limited (the “Company”) and its subsidiaries (collectively referred to as the “Group”) set out on pages 7 to 49, which comprise the condensed consolidated statement of financial position as of 30 June 2018 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and certain explanatory notes. The Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and International Accounting Standard 34 “Interim Financial Reporting” (“IAS 34”) issued by the International Accounting Standards Board. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with IAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the International Auditing and Assurance Standards Board. A review of these condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

引言

吾等已審閱列載於第7頁至49頁之中國萬桐園(控股)有限公司(「貴公司」)及其附屬公司(統稱「貴集團」)之簡明綜合財務報表。簡明綜合財務報表包括於2018年6月30日之簡明綜合財務狀況表與截至該日止六個月期間之相關簡明綜合損益及其他全面收益表、權益變動表及現金流量表以及若干解釋附註。香港聯合交易所有限公司創業板證券上市規則規定，編製中期財務資料之報告須符合當中之相關條文及國際會計師公會頒布之國際會計準則第34號「中期財務報告」(「國際會計準則第34號」)。吾等之責任為根據吾等之審閱，對該等簡明綜合財務報表作出結論，並按照吾等雙方所協議之委聘條款，僅向閣下整體作出報告，除此以外，本報告不作其他用途。吾等概不就本報告之內容對任何其他人士負責或承擔任何責任。

審閱範圍

吾等已根據國際審計及簽證準則委員會頒布之國際審閱工作準則第2410號「由實體獨立核數師審閱中期財務資料」進行審閱。該等簡明綜合財務報表之審閱工作包括向主要負責財務及會計事項的人員作出查詢，並採用分析及其他審閱程序。由於審閱的範圍遠較按照國際審計準則進行的審計範圍為小，所以不能保證吾等會注意到在審計中可能會被發現的所有重大事項。因此吾等不會發表審計意見。

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明綜合財務報表審閱報告

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Without qualifying our review conclusion, we draw attention to the fact that (i) the comparative condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period ended 30 June 2017 and the relevant explanatory notes; and (ii) the condensed consolidated statement of profit or loss and other comprehensive income for each of the three-month periods ended 30 June 2018 and 2017 and the relevant explanatory notes included in these condensed consolidated financial statements have not been reviewed in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

Deloitte Touche Tohmatsu
Certified Public Accountants
Hong Kong
7 August 2018

結論

根據吾等的審閱，吾等未獲悉任何事項，使吾等相信簡明綜合財務報表在所有重大方面並無按照國際會計準則第34號編製。

於並無對吾等之審閱結論作出保留意見之情況下，吾等謹請閣下注意，於該等簡明綜合財務報表內所載之(i)截至2017年6月30日止六個月期間之比較簡明綜合損益及其他全面收益表、權益變動表及現金流量表以及相關解釋附註；及(ii)截至2018年6月30日及2017年6月30日止各三個月期間之簡明綜合損益及其他全面收益表以及相關解釋附註並未按照國際審閱工作準則第2410號「由實體獨立核數師審閱中期財務資料」進行審閱。

德勤•關黃陳方會計師行
執業會計師
香港
2018年8月7日

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

簡明合併損益及其他全面收益表

For the six months ended 30 June 2018 截至二零一八年六月三十日止六個月

		Notes 附註	Three months ended 30 June 截至6月30日止三個月		Six months ended 30 June 截至6月30日止六個月	
			2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Revenue	收益	4	10,495	11,528	25,387	24,446
Cost of sales and services	銷售及服務成本		(1,521)	(2,223)	(3,432)	(4,475)
Gross profit	毛利		8,974	9,305	21,955	19,971
Other income	其他收入	5	133	222	6,267	3,919
Other gains	其他收益	6	2,664	35	508	35
Loss on fair value changes of financial assets at fair value through profit or loss	按公平值計入損益 的金融資產之公 平值變動虧損	13	(13,945)	—	(13,945)	—
Gain on fair value change of investment properties	投資物業公平值 收益	11	150	60	150	60
Distribution and selling expenses	分銷及銷售開支		(1,540)	(1,092)	(3,027)	(2,103)
Administrative expenses	行政開支		(1,149)	(969)	(2,339)	(2,014)
Initial public offering expenses	首次公開發售開支		—	(2,626)	—	(6,680)
(Loss)/profit before taxation	除稅前(虧損)/ 溢利	7	(4,713)	4,935	9,569	13,188
Income tax credit/(expenses)	所得稅抵免/ (開支)	8	1,792	(1,616)	(942)	(3,156)
(Loss)/profit and total comprehensive income for the period attributable to owners of the Company	本公司擁有人應佔 期間(虧損)/ 溢利及全面 收入總額		(2,921)	3,319	8,627	10,032
(Losses)/earnings per share Basic (RMB)	每股(虧損)/ 盈利 — 基本 (人民幣)	9	(0.003)	0.004	0.009	0.013

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

簡明合併財務狀況表

As at 30 June 2018 於2018年6月30日

		Notes 附註	At 30 June 2018 於2018年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 於2017年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
Non-current assets	非流動資產			
Property and equipment	物業及設備		3,881	2,631
Investment properties	投資物業	11	5,560	5,410
Cemetery assets	墓園資產	12	9,133	9,092
Available-for-sale investments	可供出售投資	3	—	71,300
Financial assets at fair value through profit or loss	按公平值計入損益的金融資產	13	73,696	—
			92,270	88,433
Current assets	流動資產			
Inventories	存貨		2,807	3,537
Prepayments and other receivables	預付款項及其他應收款項		433	312
Amounts due from related parties	應收關聯方款項	19(a)	—	2,058
Bank balances and cash	銀行結餘及現金		100,951	81,720
			104,191	87,627
Current Liabilities	流動負債			
Trade and other payables	貿易及其他應付款項	3&14	9,040	21,185
Amount due to a related party	應付關聯方款項	19(a)	—	752
Contract liabilities	合約負債	15	11,138	—
Deferred income	遞延收入	3	—	3,220
Income tax payable	應付所得稅		12,160	11,679
			32,338	36,836
Net current assets	流動資產淨值		71,853	50,791
Total assets less current liabilities	總資產減流動負債		164,123	139,224
Non-current liabilities	非流動負債			
Contract liabilities	合約負債	15	51,866	—
Deferred income	遞延收入	3	—	48,487
Deferred tax liabilities	遞延稅項負債		2,947	2,310
			54,813	50,797
Net assets	資產淨值		109,310	88,427
Capital and reserves	資本及儲備			
Share capital	股本	16	66,192	66,192
Reserves	儲備		43,118	22,235
Equity attributable to owners of the Company	本公司擁有人應佔權益		109,310	88,427

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

簡明合併權益變動表

For the six months ended 30 June 2018 截止二零一八年六月三十日止六個月

		Attributable to owners of the Company 本公司擁有人應佔				
		Share capital 股本 RMB'000 人民幣千元	Statutory surplus reserve 法定盈餘 儲備 RMB'000 人民幣千元	Other reserve 其他儲備 RMB'000 人民幣千元	Retained earnings 保留盈利 RMB'000 人民幣千元	Total 總額 RMB'000 人民幣千元
At 1 January 2017 (audited)	2017年1月1日 (經審核)	32,000	2,315	—	20,833	55,148
Profit and total comprehensive income for the period	期內溢利及全面收入總額	—	—	—	10,032	10,032
Issue of share capital of the Company (note 16)	發行本公司股本(附註16)	1	—	—	—	1
Deemed distribution (note)	視作分派(附註)	(32,000)	—	(23,500)	—	(55,500)
Transfer to reserves	轉至儲備	—	1,284	—	(1,284)	—
At 30 June 2017 (unaudited)	2017年6月30日 (未經審核)	1	3,599	(23,500)	29,581	9,681
At 31 December 2017 (audited)	2017年12月31日 (經審核)	66,192	4,043	1,309	16,883	88,427
Fair value gain on equity securities upon initial application of IFRS 9 (note 3.2.2)	首次應用國際財務報告準則第9號後，權益性證券之公允值收益(附註3.2.2)	—	—	—	12,256	12,256
At 1 January 2018 (restated)	2018年1月1日 (經重列)	66,192	4,043	1,309	29,139	100,683
Profit and total comprehensive income for the period	期內溢利及全面收入總額	—	—	—	8,627	8,627
Transfer to reserves	轉至儲備	—	891	—	(891)	—
At 30 June 2018 (unaudited)	2018年6月30日 (未經審核)	66,192	4,934	1,309	36,875	109,310

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 簡明合併權益變動表

For the six months ended 30 June 2018 截止二零一八年六月三十日止六個月

Note: During the six months ended 30 June 2017, Langfang Wantongyuan Corporation Investment Co., Ltd. (formerly known as Langfang Wantongyuan Corporation Management Co., Ltd., a subsidiary of China Wan Tong Yuan (Holdings) Limited (“the Company”)) entered into an acquisition agreement to acquire the entire equity interest in Langfang Wantong Cemetery Co., Ltd. (“Langfang Wantong”) from its original shareholders of Langfang Wantong for a cash consideration of RMB55,500,000 which was accounted for as a deemed distribution.

附註：於截至2017年6月30日止六個月，廊坊萬桐園企業投資有限公司(前稱廊坊萬桐園企業管理有限公司，本公司的附屬公司)訂立收購協議，以現金代價人民幣55,500,000元(列作視作分派)向廊坊市萬桐公墓有限公司(「廊坊萬桐」)原股東收購廊坊萬桐的全部股權。

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

簡明合併現金流量表

For the six months ended 30 June 2018 截至2018年6月30日止六個月

		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Net cash generated from operating activities	經營活動所產生的現金流量	13,265	1,518
INVESTING ACTIVITIES	投資活動		
Purchase of property and equipment	購買物業及設備	(1,512)	(280)
Repayment of loan receivables, staff loan and other receivables	償還應收貸款、員工貸款及其他應收款項	—	4,684
Interest received	已收利息	68	224
Dividend income received from financial assets at FVTPL	來自按公平值計入損益的金融資產已收股息	6,104	3,600
Repayment from related parties	關聯方還款	2,058	—
Net cash generated from investing activities	投資活動所得現金淨額	6,718	8,228
FINANCING ACTIVITIES	融資活動		
Advance from related parties	關聯方墊款	—	1,905
Repayment to a related party	償還關聯方	(752)	—
Net cash (used in) generated from financing activities	融資活動(所用)所得現金淨額	(752)	1,905
NET INCREASE IN CASH AND CASH EQUIVALENTS	現金及現金等價物增加淨額	19,231	11,651
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF PERIOD	期初現金及現金等價物	81,720	57,091
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD REPRESENTED BY BANK BALANCES AND CASH	期末以銀行結餘及現金列賬的現金及現金等價物	100,951	68,742

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

1. GENERAL

The Company was incorporated and registered in the Cayman Islands on 25 January 2017 as an exempted company with limited liability under the Companies Law of the Cayman Islands. The shares of the Company have been listed on GEM of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 27 September 2017. The principal activity of the Company is investment holding. Its subsidiaries are primarily engaged in the sale of burial plots, provision of other burial-related services and provision of cemetery maintenance services.

The ultimate holding company and immediate holding company of the Company is Tai Shing International Investment Company Limited (“Tai Shing International”), a company which was incorporated in the British Virgin Islands (the “BVI”) and is ultimately controlled by Ms. Zhao Ying (the “Ultimate Controlling Shareholder”).

The condensed consolidated financial statements are presented in Renminbi (“RMB”), which is also the functional currency of the Company and its subsidiaries, and all values are rounded to the nearest thousand (‘000) unless otherwise indicated.

1. 一般資料

本公司於2017年1月25日根據開曼群島公司法於開曼群島註冊成立為獲豁免有限公司。本公司的股份自2017年9月27日起於香港聯合交易所有限公司(「聯交所」)的GEM上市。本公司的主要業務為投資控股，而其附屬公司主要從事墓地銷售、提供其他殯葬相關服務及墓園維護服務。

本公司的最終控股公司及直接控股公司是在英屬處女群島(「英屬處女群島」)註冊成立的公司泰盛國際投資有限公司(「泰盛國際」)，並最終由趙穎女士(「最終控股股東」)控制。

合併財務報表以本公司及其附屬公司的功能貨幣人民幣(「人民幣」)呈列，而除另有說明外，所有數值均約整至最接近的千元。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

2. BASIS OF PREPARATION

The condensed consolidated financial statements for the six months ended 30 June 2018 have been prepared in accordance with International Accounting Standard 34 (“IAS 34”) “Interim Financial Reporting” issued by the International Accounting Standards Board as well as with the applicable disclosure requirements of Chapter 18 of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis, except for investment properties and certain financial instruments which are measured at fair values.

Other than changes in accounting policies resulting from application of new and amendments to International Financial Reporting Standards (“IFRSs”), the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2018 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2017.

Application of new and amendments to IFRSs

In the current interim period, the Group has applied, for the first time, the following new and amendments to IFRSs which are mandatory effective for the annual period beginning on or after 1 January 2018 for the preparation of the Group’s condensed consolidated financial statements:

IFRS 9	Financial Instruments
IFRS 15	Revenue from Contracts with Customers and the related Amendments
IFRIC 22	Foreign Currency Transactions and Advance Consideration
Amendments to IFRS 2	Classification and Measurement of Share-based Payment Transactions
Amendments to IFRS 4	Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts
Amendments to IAS 28	As part of the Annual Improvements to IFRS Standards 2014–2016 Cycle
Amendments to IAS 40	Transfers of Investment Property

2. 編製基準

截至2018年6月30日止六個月的簡明綜合財務報表已按照國際會計準則理事會頒佈的國際會計準則第34號中期財務報告及香港聯合交易所有限公司GEM證券上市規則第18章的適用披露規定編製。

3. 主要會計政策

除投資物業及若干金融工具按各報告期結束時的公平值計量外，簡明綜合財務報表乃按歷史成本基準編製。

除應用新訂及經修訂國際財務報告準則（「國際財務報告準則」）造成的會計政策變動外，截至2018年6月30日止六個月的簡明綜合財務報表所用的會計政策及計算方式與編製本集團截至2017年12月31日止年度的年度財務報表所用者相同。

新訂及經修訂國際財務報告準則應用於本中期期間，本集團於編製簡明綜合財務報表時，已首次採用以下於2018年1月1日或之後開始之年度期間強制生效的新訂及經修訂國際財務報告準則。

國際財務報告準則第9號	金融工具
國際財務報告準則第15號	客戶合約收益及相關修訂
國際（國際財務報告詮釋委員會）— 詮釋第22號	外幣交易及墊付代價
國際財務報告準則第2號（修訂本）	以股份為基礎的付款交易的分類及計量
國際財務報告準則第4號（修訂本）	應用國際財務報告準則第9號財務工具連同國際財務報告準則第4號保險合約
國際會計準則第28號（修訂本）	作為國際財務報告準則2014年至2016年週期年度改進的一部分
國際會計準則第40號（修訂本）	轉讓投資物業

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

In addition, the Group has applied Amendments to IFRS 9 *Prepayment Features with Negative Compensation* in advance of the effective date, i.e. 1 January 2019.

The new and amendments to IFRSs have been applied in accordance with the relevant transition provisions in the respective standards and amendments which results in changes in accounting policies, amounts reported and/or disclosures as described below.

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers

The Group has applied IFRS 15 for the first time in the current interim period. IFRS 15 superseded IAS 18 *Revenue*, IAS 11 *Construction Contracts* and the related interpretations.

The Group recognises revenue from the following major sources:

- Sales of burial plots
- Provision of other burial-related services
- Provision of cemetery maintenance services

The Group has applied IFRS 15 retrospectively with the cumulative effect of initially applying this Standard recognised at the date of initial application, 1 January 2018. Any difference at the date of initial application is recognised in the opening retained earnings and comparative information has not been restated. Furthermore, in accordance with the transition provisions in IFRS 15, the Group has elected to apply the Standard retrospectively only to contracts that are not completed at 1 January 2018. Accordingly, certain comparative information may not be comparable as comparative information was prepared under IAS 18 *Revenue* and IAS 11 *Construction Contracts* and the related interpretations.

3. 主要會計政策 (續)

此外，本集團已於生效日期(即2019年1月1日)前採納國際財務報告第9號具有負補償之提前償付特性。

根據相關準則及修訂的過渡條文採用新訂及經修訂國際財務報告準則，而導致會計政策、已呈報金額及／或披露的變動如下文所述。

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變

本集團於本中期間首次採用國際財務報告準則第15號。國際財務報告準則第15號將取代國際會計準則第18號收入、國際會計準則第11號建造合約及相關詮釋。

本集團確認來自以下主要來源之收益：

- 銷售墓地
- 提供其他墓地相關服務
- 提供墓園維護服務

本集團已追溯採用國際財務報告準則第15號，而初始採用該準則的累計影響於初始採用日期2018年1月1日確認。初始採用日期的任何差額於期初保留盈利中確認，及並無重列比較資料。此外，根據國際財務報告準則第15號的過渡條文，本集團已選擇僅將準則追溯用於於2018年1月1日尚未完成的合約。因比較資料乃根據國際會計準則第18號收入及國際會計準則第11號建造合約以及相關詮釋編製，所以若干比較資料無法比較。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers (continued)

3.1.1 Key changes in accounting policies resulting from application of IFRS 15

IFRS 15 introduces a 5-step approach when recognising revenue:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Under IFRS 15, the Group recognises revenue when (or as) a performance obligation is satisfied, i.e. when “control” of the goods or services underlying the particular performance obligation is transferred to the customer.

A performance obligation represents a good and service (or a bundle of goods or services) that is distinct or a series of distinct goods or services that are substantially the same.

3. 主要會計政策(續)

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變(續)

3.1.1 應用國際財務報告準則第15號對會計政策的主要改變

國際財務報告準則第15號引入收入確認的五個步驟：

- 第1步：確定與客戶的合約
- 第2步：確定合約內的履約義務
- 第3步：釐定交易價格
- 第4步：將交易價格分配至合約內的履約義務
- 第5步：於實體履行履約義務時(或就此)確認收入

根據國際財務報告準則第15號，本集團於履行履約義務時(或就此)確認收入，即與特定履約義務相關的貨品或服務的「控制權」轉移予客戶時確認收入。

履約責任指大致相同之明確貨品或服務或一系列明確貨品或服務。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers (continued)

3.1.1 Key changes in accounting policies resulting from application of IFRS 15 (continued)

Control is transferred over time and revenue is recognised over time by reference to the progress towards complete satisfaction of the relevant performance obligation if one of the following criteria is met.

- the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs;
- the Group's performance creates and enhances an asset that the customer controls as the Group performs; or
- the Group's performance does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

Otherwise, revenue is recognised at a point in time when the customer obtains control of the distinct good or service.

A contract asset represents the Group's right to consideration in exchange for goods or services that the Group has transferred to a customer that is not yet unconditional. It is assessed for impairment in accordance with IFRS 9. In contrast, a receivable represents the Group's unconditional right to consideration, i.e. only the passage of time is required before payment of that consideration is due.

3. 主要會計政策 (續)

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變 (續)

3.1.1 應用國際財務報告準則第15號對會計政策的主要改變 (續)

倘符合下列其中一項標準，商品或服務的控制權在一段時間內轉移，而收益確認會按一段時間內已完成相關履約責任的進度進行：

- 客戶同時收取及耗用由本集團履約所帶來的利益；
- 本集團履約導致創建及提升於本集團履約時由客戶控制的資產；或
- 本集團履約並無產生對本集團有替代用途的資產，且本集團可享有強制執行權，以收回至今已履約部分的款項。

否則，收益於客戶獲得明確商品或服務的控制權時確認。

合約資產指本集團已轉讓予客戶而未成為無條件的換取貨品或服務的代價的權利。合約資產根據國際財務報告準則第9號評估減值。相反，應收款項代表本集團的代價的無條件權利，即代價僅隨時間推移即會成為到期應付。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers (continued)

3.1.1 Key changes in accounting policies resulting from application of IFRS 15 (continued)

A contract liability represents the Group's obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer.

Contracts with multiple performance obligations (including allocation of transaction price)

For contracts that contain more than one performance obligations (sales of burial plots and provision of cemetery maintenance services), the Group allocates the transaction price to each performance obligation on a relative stand-alone selling price basis.

The stand-alone selling price of the distinct good or service underlying each performance obligation is determined at contract inception. It represents the price at which the Group would sell a promised good or service separately to a customer. If a stand-alone selling price is not directly observable, the Group estimates it using appropriate techniques such that the transaction price ultimately allocated to any performance obligation reflects the amount of consideration to which the Group expects to be entitled in exchange for transferring the promised goods or services to the customer.

3. 主要會計政策(續)

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變(續)

3.1.1 應用國際財務報告準則第15號對會計政策的主要改變(續)

合約負債指本集團向客戶轉讓本集團已收取代價的貨品或服務的責任(或應自客戶收取代價金額)。

具多項履約責任之合約(包括分配交易價格)

就包含多項履約責任的合約而言(銷售墓地及提供墓園維護服務)，本集團按相對獨立售價基準將交易價格分配至各履約責任。

有關各履約責任之不同貨品或服務的獨立售價於合約開始時釐定。該價格指本集團將單獨向客戶出售承諾貨品或提供服務的價格。倘獨立售價不可直接觀察，本集團將使用適當技術進行估計，以使得最終分配至任何履約責任之交易價格可反映本集團向客戶轉讓承諾貨品或服務預期有權獲得的代價金額。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers (continued)

3.1.1 Key changes in accounting policies resulting from application of IFRS 15 (continued)

Incremental costs of obtaining a contract

Incremental costs of obtaining a contract are those costs that the Group incurs to obtain a contract with a customer that it would not have incurred if the contract had not been obtained.

The Group recognises such costs (sales commissions) as an asset if it expects to recover these costs. The asset so recognised is subsequently amortised to profit or loss on a systematic basis that is consistent with the transfer to the customer of the goods or services to which the assets relate. The asset is subject to impairment review.

The Group applies the practical expedient of expensing all incremental costs to obtain a contract if these costs would otherwise have been fully amortised to profit or loss within one year.

3. 主要會計政策 (續)

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變 (續)

3.1.1 應用國際財務報告準則第15號對會計政策的主要改變 (續)

獲得合約的增量成本

獲得合約的增量成本指本集團與客戶訂立合約產生之尚未獲得該合約則不會產生的成本。

倘預期可收回有關成本(銷售佣金)，則本集團確認該等成本為一項資產，隨後按與向客戶轉讓有關該資產之貨品或服務一致的系統基準於損益攤銷。該項資產須進行減值審查。

倘該等成本將在一年內悉數於損益攤銷，則本集團將應用可行的權宜之計，支銷所有增量成本以獲得合約。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers (continued)

3.1.2 Summary of effects arising from initial application of IFRS 15

There's no impact of transition to IFRS 15 on retained earnings at 1 January 2018. The following adjustments were made to the amounts recognised in the condensed consolidated statement of financial position at 1 January 2018. Line items that were not affected by the changes have not been included.

3. 主要會計政策 (續)

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變 (續)

3.1.2 初始採用國際財務報告準則第15號之影響概述

過渡至國際財務報告準則第15號對2018年1月1日之保留盈餘並無影響。下列為對於2018年1月1日之簡明綜合財務狀況表中確認之金額所作出的調整。沒有受變動影響的項目並不包括在內。

	Notes	Carrying amounts previously reported at 31 December 2017	Reclassification	Carrying amounts under IFRS 15 at 1 January 2018*
	附註	先前已報告於2017年12月31日的賬面值 RMB'000 人民幣千元	重新分類 RMB'000 人民幣千元	根據國際財務報告準則第15號於2018年1月1日的賬面值* RMB'000 人民幣千元
Current Liabilities	流動負債			
Trade and other payables	貿易及其他應付款項			
	a	21,185	(9,141)	12,044
Deferred income	遞延收入	3,220	(3,220)	—
Contract liabilities	合約負債	—	12,361	12,361
Non-current Liabilities	非流動負債			
Deferred income	遞延收入	48,487	(48,487)	—
Contract liabilities	合約負債	—	48,487	48,487

* The amounts in this column are before the adjustments from the application of IFRS 9

Notes:

(a) As at 1 January 2018, advances from customers of RMB9,141,000 previously included in trade and other payables were reclassified to current portion of contract liabilities.

(b) As at 1 January 2018, the entire deferred income of RMB51,707,000 (including current and non-current portions of RMB3,220,000 and RMB48,487,000) related to the consideration received in advance from the provision of cemetery maintenance services. This balance was reclassified to contract liabilities upon application of IFRS 15.

* 此列金額未就應用國際財務報告準則第9號進行調整

附註：

(a) 於2018年1月1日，先前計入貿易及其他應付款項的來自客戶的墊款人民幣9,141,000元重新分類至合約負債的流動部分。

(b) 於2018年1月1日，全部遞延收入人民幣51,707,000元(包括流動部分人民幣3,220,000元及非流動部分人民幣48,487,000元)均與提供墓園維護服務預先收取的代價有關。該項結餘於應用國際財務報告準則第15號後重新分類至合約負債。

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For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.1 Impacts and changes in accounting policies of application on IFRS 15 Revenue from Contracts with Customers (continued)

3.1.2 Summary of effects arising from initial application of IFRS 15 (continued)

The following tables summarise the impacts of applying IFRS 15 on the Group's condensed consolidated statement of financial position as at 30 June 2018 for each of the line items affected. Line items that were not affected by the changes have not been included. There is no impact of applying IFRS 15 on the condensed consolidated statement of profit or loss and other comprehensive income for the current interim period.

3. 主要會計政策 (續)

3.1 採用國際財務報告準則第15號來自客戶合約之收益對會計政策的影響及改變 (續)

3.1.2 初始採用國際財務報告準則第15號之影響概述 (續)

下表概述採用國際財務報告準則第15號對本集團於2018年6月30日之簡明綜合財務狀況表中每一項受影響項目的影響。沒有受變動影響的項目並不包括在內。應用國際財務報告準則第15號對本中期期間的簡明綜合損益表及其他全面收益表並無影響。

	As reported	Adjustments	Amounts without application of IFRS 15
	如報告所列	調整	未採用國際財務報告準則第15號之金額
	RMB'000	RMB'000	RMB'000
	人民幣千元	人民幣千元	人民幣千元
Current Liabilities			
Trade and other payables			
	9,040	7,768	16,808
Deferred income	—	3,370	3,370
Contract liabilities	11,138	(11,138)	—
Non-current Liabilities			
Deferred income	—	51,866	51,866
Contract liabilities	51,866	(51,866)	—

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments

In the current period, the Group has applied IFRS 9 *Financial instruments*, *Amendments to IFRS 9 Prepayments Features with Negative Compensation* and the related consequential amendments to other IFRSs. IFRS 9 introduces new requirements for 1) the classification and measurement of financial assets and financial liabilities, 2) expected credit losses ("ECL") for financial assets, and 3) general hedge accounting.

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動

於本期間，本集團已應用國際財務報告準則第9號金融工具、國際財務報告準則第9號(修訂本)具有負補償之提前還款特性及相應的其他國際財務報告準則相關修訂。國際財務報告準則第9號引入新要求：1) 金融資產及金融負債的分類及計量、2) 金融資產的預期信貸虧損(「ECL」)及3) 一般對沖會計法。

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簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

The Group has applied IFRS 9 in accordance with the transition provisions set out in IFRS 9. i.e. applied the classification and measurement requirements (including impairment) retrospectively to instruments that have not been derecognised as at 1 January 2018 (date of initial application) and has not applied the requirements to instruments that have already been derecognised as at 1 January 2018. The difference between carrying amounts as at 31 December 2017 and the carrying amounts as at 1 January 2018 are recognised in the opening retained earnings and other components of equity, without restating comparative information.

In addition, the Group applied the hedge accounting prospectively.

Accordingly, certain comparative information may not be comparable as comparative information was prepared under IAS 39 *Financial Instruments: Recognition and Measurement*.

3.2.1 Key changes in accounting policies resulting from application IFRS 9

Classification and measurement of financial assets

All recognised financial assets that are within the scope of IFRS 9 are subsequently measured at amortised cost or fair value, including unquoted equity investments measured at cost less impairment under IAS 39.

3. 主要會計政策(續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動(續)

本集團已根據國際財務報告準則第9號所載的過渡條文應用國際財務報告準則第9號，即是將分類及計量規定(包括減值)追溯應用於2018年1月1日(初次應用日期)尚未取消確認的工具，且並無將該等規定應用於於2018年1月1日已取消確認的工具。於2017年12月31日的賬面值與於2018年1月1日的賬面值之間的差額於期初保留溢利及其他權益的其他組成部分中確認，並無重列比較資料。

此外，本集團追溯性應用對沖會計處理。

因此，比較資料乃根據國際會計準則第39號金融工具：確認及計量編製，所以若干比較資料可能無法比較。

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變

金融資產的分類及計量

所有屬於國際財務報告準則第9號範圍內的已確認金融資產其後按攤銷成本或公平值計量，包括根據國際會計準則第39號按成本減減值計量的非報價股本投資。

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For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.1 Key changes in accounting policies resulting from application IFRS 9 (continued)

Classification and measurement of financial assets (continued)

Debt instruments that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (“FVTOCI”):

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

3. 主要會計政策 (續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動 (續)

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變 (續)

金融資產的分類及計量 (續)

符合下列條件之債務工具其後按攤銷成本計量：

- 於一個商業模式內持有金融資產，而其持有金融資產的目的是為了收取合約現金流量；及
- 金融資產合約條款引致於指定日期之現金流量僅為支付本金和未償還之本金利息。

符合下列條件之債務工具其後按公平值計入其他全面收益 (「按公平值計入其他全面收益」) 計量：

- 金融資產按目的為收取合約現金流量而持有金融資產的業務模式而持有；及
- 金融資產合約條款引致於指定日期之現金流量僅為支付本金和未償還之本金利息。

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For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.1 Key changes in accounting policies resulting from application IFRS 9 (continued)

Classification and measurement of financial assets (continued)

All other financial assets are subsequently measured at fair value through profit or loss (“FVTPL”), except that at the date of initial application/initial recognition of a financial asset the Group may irrevocably elect to present subsequent changes in fair value of an equity investment in other comprehensive income (“OCI”) if that equity investment is neither held for trading nor contingent consideration recognised by an acquirer in a business combination to which IFRS 3 *Business Combinations* applies.

In addition, the Group may irrevocably designate a debt investment that meets the amortised cost or FVTOCI criteria as measured at FVTPL if doing so eliminates or significantly reduces an accounting mismatch.

Financial assets at FVTPL

Financial assets that do not meet the criteria for being measured at amortised cost or FVTOCI or designated as FVTOCI are measured at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of the reporting period, with any fair value gains or losses recognised in profit or loss. The net gain or loss recognised in profit or loss includes any dividend or interest earned on the financial asset and is included in the “other income” line item.

The directors of the Company (the “Directors”) reviewed and assessed the Group’s financial assets as at 1 January 2018 based on the facts and circumstances that existed at that date. Changes in classification and measurement on the Group’s financial assets and the impacts thereof are detailed in Note 3.2.2.

3. 主要會計政策(續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動(續)

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變(續)

金融資產的分類及計量(續)

所有其他金融資產其後按公平值計入損益(「按公平值計入損益」)計量，在初始應用／初始確認金融資產之日，例外的情況為倘該等股本投資並非持作買賣用途及收購方於國際財務報告準則第3號業務合併所適用之業務合併中確認的或然代價，則本集團可能會不可撤銷地選擇於其他全面收益(「其他全面收益」)中呈列股本投資公平值變動。

此外，倘可消除或大幅減少會計錯配，本集團可能會不可撤銷地指定符合攤銷成本準則或按公平值計入其他全面收益準則的債務工具為按公平值計入損益。

按公平值計入損益的金融資產

不符合按攤銷成本或按公平值計入其他全面收益或指定為按公平值計入其他全面收益計量的準則的金融資產按公平值計入損益計量。

按公平值計入損益的金融資產按各報告期末的公平值計量，任何公平值收益或虧損於損益中確認。於損益中確認的損益淨額包括該金融資產所賺取的任何股息或利息，計入「其他收入」一項。

本公司董事(「董事」)根據截至2018年1月1日存在的事實及情況，審閱及評估本集團截至當日的金融資產。本集團金融資產的分類及計量變動及其影響於附註3.2.2詳述。

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3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.1 Key changes in accounting policies resulting from application IFRS 9 (continued)

Impairment under ECL model

The Group recognises a loss allowance for ECL on financial assets which are subject to impairment under IFRS 9 (including other receivables). The amount of ECL is updated at each reporting date to reflect changes in credit risk since initial recognition.

Lifetime ECL represents the ECL that will result from all possible default events over the expected life of the relevant instrument. In contrast, 12-month ECL ("12m ECL") represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date. Assessment are done based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current conditions at the reporting date as well as the forecast of future conditions.

The Group measures the loss allowance equal to 12m ECL, unless when there has been a significant increase in credit risk since initial recognition, the Group recognises lifetime ECL. The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition.

3. 主要會計政策 (續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動 (續)

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變 (續)

ECL模式下的減值

本集團就根據國際財務報告準則第9號須予減值的金融資產(包括其他應收款項)的ECL確認虧損撥備。ECL的金額於各報告日期更新,以反映信貸風險自初始確認以來的變動。

全期ECL指於相關工具於預計全期內所有可能違約事件產生的ECL。相反,12個月ECL(「12個月ECL」)指預計於報告日期後12個月內可能發生的違約事件產生的部分全期ECL。評估乃根據本集團過往信貸虧損經驗,並就債務人特定因素、一般經濟狀況以及對於報告日期之當時狀況及未來狀況預測的評估作調整。

本集團計量虧損撥備等於12個月ECL,除非當信貸風險自初始確認以來顯著上升,則本集團確認全期ECL。是否應以全期ECL確認乃根據自初始確認以來發生違約的可能性或風險顯著上升而評估。

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3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.1 Key changes in accounting policies resulting from application IFRS 9 (continued)

Impairment under ECL model (continued)

Significant increase in credit risk

In assessing whether the credit risk has increased significantly since initial recognition, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition. In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effect.

In particular, the following information is taken into account when assessing whether credit risk has increased significantly:

- an actual or expected significant deterioration in the financial instrument's external (if available) or internal credit rating;
- significant deterioration in external market indicators of credit risk, e.g. a significant increase in the credit spread, the credit default swap prices for the debtor;
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations;

3. 主要會計政策(續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動(續)

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變(續)

ECL模式下的減值(續)

信貸風險大幅增加

於評估信貸風險是否自初始確認以來已大幅增加時，本集團比較金融工具於報告日期出現違約的風險與該金融工具於初始確認日期出現違約的風險。作此評估時，本集團均會考慮合理及有理據的定量及定性資料，包括歷史經驗及毋須花費不必要成本或精力即可獲得的前瞻性資料。

尤其是，評估信貸風險是否大幅增加時會考慮下列資料：

- 金融工具外部(如有)或內部信貸評級的實際或預期重大惡化；
- 信貸風險的外界市場指標的重大惡化，例如信貸息差大幅增加、債務人的信貸違約掉期價；
- 預期將導致債務人履行其債務責任的能力大幅下降的業務、財務或經濟狀況的現有或預測不利變動；

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3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.1 Key changes in accounting policies resulting from application IFRS 9 (continued)

Impairment under ECL model (continued)

Significant increase in credit risk (continued)

- an actual or expected significant deterioration in the operating results of the debtor;
- an actual or expected significant adverse change in the regular, economic or technological environment of the debtor that results in a significant decrease in the debtor's ability to meet its debt obligations.

Irrespective of the outcome of the above assessment, the Group presumes that the credit risk has increased significantly since initial recognition when contractual payments are more than 30 days past due, unless the Group has reasonable and supportable information that demonstrates otherwise.

The Group considers that default has occurred when the instrument is more than 90 days past due unless the Group has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

3. 主要會計政策 (續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動 (續)

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變 (續)

ECL模式下的減值 (續)

信貸風險大幅增加 (續)

- 債務人經營業績的實際或預期重大惡化；
- 導致債務人履行其債務責任的能力大幅下降的債務人監管、經濟或技術環境的實際或預期重大不利變動；

無論上述評估結果如何，本集團假定合約付款逾期超過30日時，信貸風險自初始確認以來已大幅增加，除非本集團有合理及可靠資料證明可予收回則當別論。

倘該工具已逾期超過90日，則本集團認為已產生違約，除非本集團有合理及可靠資料證明較寬鬆的違約標準更為適用則當別論。

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3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.1 Key changes in accounting policies resulting from application IFRS 9 (continued)

Impairment under ECL model (continued)

Measurement and recognition of ECL

The measurement of ECL is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information.

Generally, the ECL is estimated as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the effective interest rate determined at initial recognition.

Interest income is calculated based on the gross carrying amount of the financial asset unless the financial asset is credit impaired, in which case interest income is calculated based on amortised cost of the financial asset.

The Group recognises an impairment gain or loss in profit or loss for all financial instruments by adjusting their carrying amount, with the exception of other receivables where the corresponding adjustment is recognised through a loss allowance account.

As at 1 January 2018, the Directors reviewed and assessed the Group's existing financial assets for impairment using reasonable and supportable information that is available without undue cost or effort in accordance with the requirements of IFRS 9. The results of the assessment and the impact thereof are detailed in Note 3.2.2.

3. 主要會計政策(續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動(續)

3.2.1 應用國際財務報告準則第9號對會計政策的主要改變(續)

ECL模式下的減值(續)

ECL的計量及確認

ECL的計量為違約概率、違約損失率(即違約損失程度)及違約風險的函數。違約概率及違約損失率乃基於根據前瞻性資料調整的歷史數據評估。

一般而言，ECL估計為本集團根據合約應收的所有所有合約現金流量與本集團預計收取的所有現金流量之間的差額，並按初始確認時釐定的實際利率貼現。

利息收入按金融資產的總賬面值計算，倘金融資產信貸減值，則利息收入按金融資產的攤銷成本計算。

本集團通過調整所有金融工具的賬面值於損益確認彼等之減值收益或虧損，其他應收款項除外，此種情況下透過虧損撥備賬確認相應調整。

於2018年1月1日，董事根據國際財務報告準則第9號規定，在避免不當成本或努力前提下，使用合理且可靠資料審閱並評估本集團現有金融資產是否出現減值。評估結果及其影響詳述於附註3.2.2。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.2 Summary of effects arising from initial application of IFRS 9

The table below illustrates the classification and measurement (including impairment) of financial assets under IFRS 9 and IAS 39 at the date of initial application, 1 January 2018.

3. 主要會計政策 (續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動 (續)

3.2.2 初步採用國際財務報告準則第9號產生的影響概要

下表顯示金融資產於初步採用日期(2018年1月1日)根據國際財務報告準則第9號及國際會計準則第39號進行的分類及計量(包括減值)。

		Available-for-sale investments	Financial assets at FVTPL required by IFRS 9	Deferred tax liabilities	Retained earnings
		可供出售投資	計入損益的金融資產	遞延稅項負債	保留盈餘
		RMB'000	RMB'000	RMB'000	RMB'000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元
Closing balance at 31 December 2017	2017年12月31日				
— IAS 39	— 國際會計準則第39號	71,300	—	2,310	16,883
Reclassification	重新分類				
From available-for-sale investments (note b)	自可供出售投資 (附註b)	(71,300)	71,300	—	—
Remeasurement	重新計量				
From cost less impairment to fair value (note b)	由按成本減減值轉為按公平值(附註b)	—	16,341	4,085	12,256
Opening balance at 1 January 2018	2018年1月1日	—	87,641	6,395	29,139

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簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.2 Impacts and changes in accounting policies of application on IFRS 9 Financial Instruments and the related amendments (continued)

3.2.2 Summary of effects arising from initial application of IFRS 9 (continued)

Notes:

- (a) The financial assets previously classified as loans and receivables are all grouped under amortised cost.
- (b) At the date of initial application of IFRS 9, the Group's equity investments of RMB71,300,000 were reclassified from available-for-sale investments to financial assets at FVTPL. The fair value gains of RMB16,341,000 relating to those equity investments previously carried at cost less impairment were adjusted to financial assets at FVTPL and retained earnings as at 1 January 2018. In addition, the corresponding deferred tax liabilities of RMB4,085,000 was recognised with the deferred tax expense charged to retained earnings as at 1 January 2018.

Loss allowances for other financial assets at amortised cost mainly comprising bank balances, amounts due from related parties and other receivables are measured on 12m ECL basis and there had been no significant increase in credit risk since initial recognition. No additional credit loss allowance has been recognised against retained earnings as at 1 January 2018.

Except as described above, the application of other amendments to IFRSs in the current interim period has had no material effect on the amounts reported and/or disclosures set out in these condensed consolidated financial statements.

3. 主要會計政策(續)

3.2 應用國際財務報告準則第9號金融工具對會計政策的影響及變動(續)

3.2.2 初步採用國際財務報告準則第9號產生的影響概要(續)

附註：

- (a) 先前分類為貸款及應收款項的金融資產均按攤銷成本進行組合。
- (b) 於初步應用國際財務報告準則第9號當日，本集團的股本投資人民幣71,300,000元自可供出售投資重新分類至按公平值計入損益的金融資產。有關該等股本投資的公平值收益人民幣16,341,000元先前按成本扣除減值列賬，調整至按公平值計入損益的金融資產及於2018年1月1日的保留盈餘。此外，於2018年1月1日的遞延稅項負債將隨著於2018年1月1日自保留盈餘扣除相應遞延稅項而增加人民幣4,085,000元。

按攤銷成本計算的其他金融資產的虧損撥備主要包括銀行結餘、應收關聯方款項及其他應收款項，乃按12個月ECL的基準計量，信貸風險自初始確認以來並無顯著增加。並無就2018年1月1日之保留盈餘確認額外信貸虧損撥備。

除上述者外，於本中期期間應用國際財務報告準則的其他修訂對呈報金額及／或該等簡明綜合財務報表所載披露並無重大影響。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.3 Impacts on opening condensed consolidated statement of financial position arising from the application of all new standards and amendments

As a result of the changes in the entity's accounting policies above, the opening condensed consolidated statement of financial position had to be restated. The following table show the adjustments recognised for each individual line item.

3. 主要會計政策(續)

3.3 因採用所有新準則及修訂而產生對期初簡明綜合財務狀況表之影響

由於上述集團會計政策之變動，期初之簡明綜合財務狀況表須作重列。下表呈列就每個個別項目確認之調整。

		31 December 2017 2017年 12月31日 RMB'000 人民幣千元 (audited) (經審核)	IFRS 15 國際財務 報告準則15號 RMB'000 人民幣千元	IFRS 9 國際財務 報告準則9號 RMB'000 人民幣千元	1 January 2018 2018年 1月1日 RMB'000 人民幣千元 (restated) (經重列)
NON-CURRENT ASSETS	非流動資產				
Property and equipment	物業及設備	2,631	—	—	2,631
Investment properties	投資物業	5,410	—	—	5,410
Cemetery assets	墓園資產	9,092	—	—	9,092
Available-for-sale investments	可供出售投資	71,300	—	(71,300)	—
Financial assets at FVTPL	按公平值計入損益 的金融資產	—	—	87,641	87,641
		88,433	—	16,341	104,774
CURRENT ASSETS	流動資產				
Inventories	存貨	3,537	—	—	3,537
Prepayments and other receivables	預付款項及其他 應收款項	312	—	—	312
Amounts due from related parties	應收關聯方款項	2,058	—	—	2,058
Bank balances and cash	銀行結餘及現金	81,720	—	—	81,720
		87,627	—	—	87,627

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

3. PRINCIPAL ACCOUNTING POLICIES

(continued)

3.3 Impacts on opening condensed consolidated statement of financial position arising from the application of all new standards and amendments (continued)

3. 主要會計政策(續)

3.3 因採用所有新準則及修訂而產生對期初簡明綜合財務狀況表之影響(續)

		31 December 2017 2017年 12月31日	IFRS 15 國際財務 報告準則15號	IFRS 9 國際財務 報告準則9號	1 January 2018 2018年 1月1日
		RMB'000 人民幣千元 (audited) (經審核)	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元 (restated) (經重列)
CURRENT LIABILITIES	流動負債				
Trade and other payables	貿易及其他應付款項	21,185	(9,141)	—	12,044
Amount due to a related party	應付關聯方款項	752	—	—	752
Deferred income	遞延收入	3,220	(3,220)	—	—
Income tax payable	應付所得稅	11,679	—	—	11,679
Contract liabilities	合約負債	—	12,361	—	12,361
		36,836	—	—	36,836
NET CURRENT ASSETS	流動資產淨值	50,791	—	—	50,791
TOTAL ASSETS LESS CURRENT LIABILITIES	總資產減流動負債	139,224	—	16,341	155,565
NON-CURRENT LIABILITIES	非流動負債				
Deferred income	遞延收入	48,487	(48,487)	—	—
Contract liabilities	合約負債	—	48,487	—	48,487
Deferred tax liabilities	遞延稅項負債	2,310	—	4,085	6,395
		50,797	—	4,085	54,882
NET ASSETS	資產淨值	88,427	—	12,256	100,683
CAPITAL AND RESERVES	資本及儲備				
Share capital	股本	66,192	—	—	66,192
Reserves	儲備	22,235	—	12,256	34,491
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	本公司擁有人應佔權益	88,427	—	12,256	100,683

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

4. REVENUE AND SEGMENT INFORMATION

4.1 Disaggregation of revenue

4. 收益及分部資料

4.1 分拆收益

For the six months ended
30 June 2018

截至2018年6月30日止六個月

Segments 分部		Sales of burial plots and provision of other burial-related services 銷售墓地及 提供其他墓地 相關服務 RMB'000 人民幣千元 (unaudited) (未經審核)	Provision of cemetery maintenance services 提供墓園 維護服務 RMB'000 人民幣千元 (unaudited) (未經審核)
Types of goods and service	商品和服務種類		
Sales of burial plots	銷售墓地	21,744	—
Provision of other burial-related services	其他墓地相關服務	2,037	—
Provision of cemetery maintenance services	墓園維護服務	—	1,606
Total	總計	23,781	1,606
Timing of revenue recognition	收益確認的時間		
A point in time	在某一時間點	21,744	—
Over time	隨時間流逝	2,037	1,606
Total	總計	23,781	1,606

All of the Group's revenue is generated in the People's Republic of China (the "PRC") based on where goods are sold or services are rendered, and substantially all of the Group's identifiable assets and liabilities are located in the PRC.

本集團所有收益均來自於中國(在此出售商品或提供服務)出售墓地和提供其他墓地相關服務及墓園維護服務, 本集團絕大部分可識別資產及負債均位於中國。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

4. REVENUE AND SEGMENT INFORMATION

(continued)

4.1 Disaggregation of revenue (continued)

Set out below is the reconciliation of the revenue from contracts with customers with the amounts disclosed in the segment information.

4. 收益及分部資料(續)

4.1 分拆收益(續)

下文載列客戶合約收益與分部資料披露之金額的對賬。

For the six months ended
30 June 2018

截至2018年6月30日止六個月

		Sales of burial plots and provision of other burial-related services 銷售墓地及 提供其他墓地 相關服務 RMB'000 人民幣千元 (unaudited) (未經審核)	Provision of cemetery maintenance services 提供墓園 維護服務 RMB'000 人民幣千元 (unaudited) (未經審核)
Revenue disclosed in segment information	分部資料披露的收益		
External customers	外部客戶	23,781	1,606
Revenue from contracts with customers	客戶合約收益	23,781	1,606

4.2 Segment information

The Group determines its operating segments based on the reports reviewed by the chief operating decision makers, including Ms. Li Xingying, the general manager of Langfang Wantong, Mr. Huang Guangming and Mr. Yu Minghua, the deputy general manager of Langfang Wantong (collectively the "CODM"), that are used to make strategic decisions. Information reported to the CODM is based on the products and services delivered or provided by the Group.

The Group's operating and reporting segments are (i) sales of burial plots and provision of other burial-related services; and (ii) provision of cemetery maintenance services in the PRC.

4.2 分部資料

本集團根據主要經營決策者(包括廊坊萬桐總經理李興穎女士以及廊坊萬桐副總經理黃廣明先生和余明華先生)(統稱「主要經營決策者」)所審核用於作出戰略決策的報告釐定經營分部。報予主要經營決策者的資料基於本集團所交付或提供的產品及服務作出。

本集團的經營及呈報分部是在中國(i)銷售墓地及提供其他墓地相關服務；及(ii)提供墓園維護服務。

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簡明合併財務報表附註

For the six months ended 30 June 2018 截至2018年6月30日之六個月

4. REVENUE AND SEGMENT INFORMATION

(continued)

4.2 Segment information (continued)

Segment revenue and results

For the six months ended 30 June 2018 (unaudited)

4. 收益及分部資料(續)

4.2 分部資料(續)

分部收益及業績

截至2018年6月30日之六個月
(未經審核)

		Sales of burial plots and provision of other burial-related services 銷售墓地及提 供其他墓地相 關服務 RMB'000 人民幣千元	Provision of cemetery maintenance services 提供墓園維護 服務 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
Segment revenue	分部收益	23,781	1,606	25,387
Segment results	分部業績	20,503	1,452	21,955
Other income	其他收入			6,267
Other gains	其他收益			508
Loss on fair value changes of financial assets at FVTPL	按公平值計入損益 的金融資產之 公平值變動虧損			(13,945)
Gain on fair value change of investment properties	投資物業公平值變 動收益			150
Distribution and selling expenses	分銷及銷售開支			(3,027)
Administrative expenses	行政開支			(2,339)
Profit before taxation	除稅前溢利			9,569

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For the six months ended 30 June 2018 截至2018年6月30日之六個月

4. REVENUE AND SEGMENT INFORMATION

(continued)

4.2 Segment information (continued)

Segment revenue and results (continued)

For the six months ended 30 June 2017 (unaudited)

4. 收益及分部資料(續)

4.2 分部資料(續)

分部收益及業績(續)

截至2017年6月30日之六個月
(未經審核)

		Sales of burial plots and provision of other burial-related services 銷售基地及提 供其他墓地相 關服務 RMB'000 人民幣千元	Provision of cemetery maintenance services 提供墓園維護 服務 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
Segment revenue	分部收益	22,945	1,501	24,446
Segment results	分部業績	18,815	1,156	19,971
Other income	其他收入			3,919
Other gains	其他收益			35
Gain on fair value change of investment properties	投資物業公平值變動 收益			60
Distribution and selling expenses	分銷及銷售開支			(2,103)
Administrative expenses	行政開支			(2,014)
Initial public offering expenses	首次公開發售開支			(6,680)
Profit before taxation	除稅前溢利			13,188

Segment results represent the gross profit attributable to each segment. This is the measure reported to the Group's CODM for the purpose of resource allocation and performance assessment. There were no inter-segment revenue during the current and prior periods. No analysis of segment assets and liabilities is presented as it is not regularly reviewed by the Group's CODM.

分部業績指各分部產生的毛利。此為向本集團主要經營決策者呈報以作資源分配及業績評估的計量基準。本年度及過往年度並無分部間收益。由於本集團主要經營決策者並無定期檢討，故並呈列有關分部資產及負債的分析。

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For the six months ended 30 June 2018 截至2018年6月30日之六個月

5. OTHER INCOME

5. 其他收入

		Three months ended 30 June 截至6月30日止三個月		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Interest income on bank deposits	銀行存款利息收入	38	175	68	224
Dividend income from financial assets at FVTPL	按公平值計入損益的金融資產所產生的股息收入	—	—	6,104	—
Dividend income from available-for sale investments	自可供出售投資所產生的股息收入	—	—	—	3,600
Rental income	租金收入	95	47	95	95
		133	222	6,267	3,919

6. OTHER GAINS

6. 其他收益

		Three months ended 30 June 截至6月30日止三個月		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Foreign exchange gains, net	外匯收益淨額	2,664	35	508	35

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For the six months ended 30 June 2018 截至2018年6月30日之六個月

7. PROFIT BEFORE TAXATION

Profit before taxation has been arrived at after charging:

		Three months ended 30 June 截至6月30日止三個月		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Depreciation of property and equipment	物業及設備折舊	116	83	262	190
Amortisation of cemetery assets (included in cost of sales and services)	墓園資產攤銷 (包括銷售及服務成本)	89	57	176	112
Total depreciation and amortisation	折舊及攤銷總額	205	140	438	302
Cost of inventories recognised as an expense	確認為開支的存貨成本	986	1,682	2,425	3,606
Staff costs, including Directors' remuneration:	員工成本，包括董事酬金：				
Salaries, wages and other benefits	薪金、工資及其他福利	1,008	960	2,011	1,436
Retirement benefits scheme contributions	退休福利計劃供款	125	256	294	316
Total staff costs	總員工成本	1,133	1,216	2,305	1,752

7. 除稅前溢利

除稅前溢利經扣除以下各項：

8. INCOME TAX (CREDIT)/EXPENSES

		Three months end 30 June 截至6月30日止三個月		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Current enterprise income tax	當期企業所得稅	1,657	1,601	4,391	3,141
Deferred tax	遞延稅項	(3,449)	15	(3,449)	15
		(1,792)	1,616	942	3,156

8. 所得稅(抵免)／開支

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9. (LOSSES)/EARNINGS PER SHARE

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

9. 每股(虧損)/盈利

本公司擁有人應佔每股基本及攤薄(虧損)/盈利乃根據以下數據計算：

		Three months ended 30 June 截至6月30日止三個月		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
(Losses)/Earnings	(虧損)/盈利				
(Losses)/earnings for the purpose of calculating basic (losses)/earnings per share ((Loss)/profit for the period attributable to owners of the Company)	用以計算每股基本(虧損)/盈利的(虧損)/盈利(本公司擁有人應佔年內(虧損)/溢利)	(2,921)	3,319	8,627	10,032
Numbers of shares	股份數目				
Weighted average numbers of ordinary shares for the purpose of calculating basic earnings per share	用以計算每股基本盈利的普通股數目	1,000,000,000	750,000,000	1,000,000,000	750,000,000

The number of ordinary shares for the purpose of calculating basic earnings per share for the three months and six months ended 30 June 2017 has been adjusted retrospectively for the effect of the reorganisation and Capitalisation Issue (set out in note 16) as if the reorganisation and Capitalisation Issue had been completed on 1 January 2017.

No diluted earnings per share were presented for both the three months and six months ended 30 June 2018 and 2017 as there was no potential ordinary shares in issue for both periods.

用以計算截至2017年6月30日止三個月及六個月之每股基本盈利的普通股數目已就重組及資本化發行(載於附16)產生的影響作出調整，猶如重組及資本化發行已於2017年1月1日完成。

於截至2018年及2017年6月30日止三個月及六個月概無潛在已發行普通股，故於該期間並未呈列每股攤薄盈利。

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10. DIVIDEND

The Directors have determined that no dividend will be paid in respect of the current interim period (six months ended 30 June 2017: nil).

10. 股息

董事已釐定於中期期間概無支付或建議支付股息(截至2017年6月30日止六個月:無)。

11. INVESTMENT PROPERTIES

11. 投資物業

		RMB'000 人民幣千元
Fair value	公平值	
At 31 December 2017 (audited)	2017年12月31日(經審核)	5,410
Gain on fair value change of investment properties	投資物業公平值變動收益	150
At 30 June 2018 (unaudited)	2018年6月30日(未經審核)	5,560

The fair values of the Group's investment properties as at 30 June 2018 and 31 December 2017 were arrived at on the basis of valuation carried out by Vigers Appraisal & Consulting Ltd (a member of the Hong Kong Institute of Surveyors), an independent qualified professional valuer not connected with the Group.

The fair value of investment properties are derived using the direct comparison method. Direct comparison method is by reference to market comparable with adjustments to reflect the additions and locations of the subject properties.

There has been no change in the valuation technique during the current period.

於2018年6月30日及2017年12月31日，本集團投資物業的公平值按與本集團並無關連的獨立合資格專業估值師威格斯資產評估顧問有限公司(香港測量師學會會員)的估值達致。

投資物業的公平值透過直接比較法而得。直接比較法參考市場可比較物業並作出調整，反映標的物業的附加部分及位置。

估值方法在此期間並無改變。

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12. CEMETERY ASSETS

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Prepaid lease payments	預付租金	5,377	5,463
Landscape facilities	景觀設施	3,235	3,100
Development costs	發展成本總計	521	529
		9,133	9,092

12. 墓園資產

13. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Unlisted investments	非上市投資	73,696	—

13. 按公平值計入損益的金融資產

At 31 December 2017 and 30 June 2018, the Group has 10% and 5.78% equity interests in Huimin Town Bank Co., Ltd of Anci District, Langfang City (廊坊市安次區惠民村鎮銀行股份有限公司) and Suburban Rural Credit Cooperatives of Langfang City (廊坊市城郊農村信用合作聯社) respectively. The Group is not able to assign any director to the board of directors of these investees to exercise significant influence over these investees. As such, these investments are classified as available-for-sale investments and measured at cost less impairment at 31 December 2017. At the date of initial application of IFRS 9 on 1 January 2018, these investments were reclassified from available-for-sale investments to financial assets at FVTPL. During the six months ended 30 June 2018, the amount of loss on fair value changes of financial assets at FVTPL of RMB13,945,000 was charged to profit or loss.

於2017年12月31日及2018年6月30日，本集團分別持有廊坊市安次區惠民村鎮銀行股份有限公司及廊坊市城郊農村信用合作聯社10%及5.78%股權。本集團不能向上述投資對象的董事會任命董事，以對該等投資對象行使重大影響力。因此，上述投資分類為可供出售投資，於2017年12月31日按成本減減值計量。於2018年1月1日首次應用國際財務報告準則第9號，本集團所持股權由可供出售投資重新分類為按公平值計入損益的金融資產。於截至2018年6月30日止六個月，按公平值計入損益的金融資產公平值變動虧損之金額為人民幣13,945,000元已計入損益表內。

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13. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

The fair values of these investments were arrived at on the basis of valuation carried out by Savills Valuation and Professional Services Ltd., an independent qualified professional valuer not connected with the Group.

The Group engaged the third party qualified valuer to perform the valuation. The Directors work closely with the qualified external valuer to establish the appropriate valuation techniques and inputs to the model.

The following table gives information about how the fair values of these financial assets are determined (in particular, the valuation techniques and inputs used).

Financial assets	Fair value as at 30 June 2018 於2018年6月30日之公平值 (unaudited) (未經審核) RMB'000 人民幣千元	Fair value hierarchy 公平值層級	Valuation techniques and key inputs 估值技術及主要輸入數據	Significant unobservable input(s) 重大不可觀察輸入數據
Financial assets at FVTPL	73,696	Level 3	Market approach: based on the target companies' financial performance and the multiples of comparable companies The key inputs are: (1) Price to book ratio ("P/B ratio") (2) Discount for lack of marketability ("DLOM")	P/B ratio: 0.98 DLOM: 30%
透過公平值入賬的金融資產	73,696	第三級	市場法： 基於目標公司財務業績及可資比較公司倍數主要輸入數據為： (1) 市賬率(「市賬率」) (2) 缺乏市場流通性折讓(「缺乏市場流通性折讓」)	市賬率：0.98 缺乏市場流通性折讓：30%

13. 按公平值計入損益的金融資產 (續)

此等投資之公平價值由第一太平戴維斯估值及專業顧問有限公司，一間獨立合資格專業估值公司評估的。

本集團委聘第三方合資格估值師以作估值。董事們與合資格外部估值師緊密合作來釐定合適的估值技術及輸入數據。

下表提供有關該等金融資產的公平值如何釐定(特別是所用的估值技術及輸入數據)的資料。

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14. TRADE AND OTHER PAYABLES

14. 貿易及其他應付款項

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Trade payables	貿易應付款項	754	2,353
Advances from customers	客戶墊款	—	9,141
Accrued expenses	應計開支	8,286	8,626
Accrued initial public offering expenses	應計首次公開發售 開支	—	1,065
		9,040	21,185

The following is an aged analysis of trade payables based on the invoice date at 30 June 2018 and 31 December 2017:

以下為於2018年6月30日及2017年12月31日按發票日期呈列的貿易應付款項的賬齡分析：

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Within 1 year	1年內	658	2,230
1 to 2 years	1至2年	—	27
2 to 3 years	2至3年	—	33
Over 3 years	3年以上	96	63
		754	2,353

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15. CONTRACT LIABILITIES

Contract liabilities (recorded in deferred income and advances from customers within trade and other payables in prior years) represent the obligations to transfer burial plots and cemetery maintenance services in accordance with the revenue recognition policy and the nature of the business.

15. 合約負債

合約負債(之前被記為遞延收入及來自貿易及其他應付款之客戶預付款)指提供墓園維護服務所得收益中根據收益確認政策及業務性質並未作為收益賺取的部分。

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)
Carrying amount analysed as:	賬面值分析如下：	
Amounts shown under current liabilities	列為流動負債的金額	11,138
Amounts shown under non-current liabilities	列為非流動負債的金額	51,866
		63,004

Customers who purchase burial services are required to make advance payments for maintenance fees, relating to the ongoing cemetery maintenance services of their burial lots and memorials over 20 years, and such amounts are generally paid together with the purchase of burial plots.

購買殯葬服務的客戶須就持續維護墓地及墓碑服務預先支付20年的維護費，該等款項一般於購買墓地時一併支付。

During the six months ended 30 June 2018, the Group generated revenue from the provision of cemetery maintenance services in the amount of approximately RMB1,606,000 (six months ended 30 June 2017: RMB1,501,000).

截至2018年6月30日止六個月，本集團提供墓園維護服務所得收益約為人民幣1,606,000元(截至2017年6月30日止六個月：人民幣1,501,000元)。

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16. SHARE CAPITAL

16. 股本

		Number of shares 股份數目	RMB'000 人民幣千元
Ordinary shares of United States Dollar (US"\$") 0.01 each	每股0.01美元的普通股		
Authorised:	法定：		
At 25 January 2017 (upon incorporation)	於2017年1月25日 (註冊成立時)	50,000	4
Increase on 23 May 2017 (note a)	於2017年5月23日 增加(附註a)	2,999,950,000	205,980
At 30 June 2017, 1 January 2018 and 30 June 2018	於2017年6月30日、 2018年1月1日及 2018年6月30日	3,000,000,000	205,984
Issue and fully paid:	發行及繳足：		
At 25 January 2017	於2017年1月25日	1	—
Issue of shares on 1 February 2017	於2017年2月1日 發行股份	9,999	1
At 30 June 2017	於2017年6月30日	10,000	1
Issue of shares on 27 September 2017 (note b)	於2017年9月27日 發行股份(附註b)	749,990,000	49,643
Issue of shares to the public on 27 September 2017 (note c)	於2017年9月27日發 行股份予公眾(附 註c)	250,000,000	16,548
At 1 January 2018 and 30 June 2018	於2018年1月1日及 2018年6月30日	1,000,000,000	66,192

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16. SHARE CAPITAL (continued)

Notes:

- (a) On 23 May 2017, the authorised share capital of the Company was increased to US\$30,000,000 by the creation of an additional 2,999,950,000 ordinary shares with a par value of US\$0.01.
- (b) Pursuant to the resolutions in writing of the shareholders of the Company passed on 7 September 2017 and 26 September 2017, it is resolved that conditional on the other reserve account, retained earnings account and share premium account of the Company being credited as a result of the global offering (see note (c) below for further details), the Directors were authorised to capitalise an amount of US\$7,499,900 standing to the credit of the other reserve account, retained earnings account and share premium account of the Company by applying such sum to pay up in full at par 749,990,000 shares of the Company (the "Capitalisation Issue").
- (c) On 27 September 2017, the Company issued 250,000,000 ordinary shares to the public with a par value of US\$0.01 each at the price of Hong Kong Dollar 0.28 per share by way of global offering. On the same date, the Company's shares were listed on GEM of the Stock Exchange.

17. OPERATING LEASES COMMITMENTS

The Group as lessor

The investment properties held by the Group for rental purpose have committed tenants for three years with fixed rental.

At the end of each reporting period, the Group had contracted with tenants for the following future minimum lease payments under non-cancellable operating leases:

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Within one year	一年內	200	200
In the second to the fifth year, inclusive	第二年至第五年 (包括首尾兩年)	300	400
		500	600

16. 股本(續)

附註：

- (a) 於2017年5月23日，本公司透過增設額2,999,950,000股每股面值0.01美元的普通股，將法定股本增至30,000,000美元。
- (b) 根據本公司股東於2017年9月7日及2017年9月26日通過的書面決議案，待本公司的其他儲備賬、保留盈餘賬及股本溢價賬因全球發售而獲得進賬後(詳情見附註c)，授權董事通過將本公司的其他儲備賬、保留盈餘賬及股份溢價賬的進賬額7,499,900美元撥充資本，按面值繳足749,990,000股本公司之股份(「資本化發行」)。
- (c) 於2017年9月27日，本公司以全球發售的方式，以每股0.28港元向公眾發行每股面值0.01美元合共250,000,000股普通股。同日，本公司的股份已於聯交所創業板上市。

17. 經營租賃承諾

本集團作為出租人

本集團持作賺取租金的投資物業與租戶訂約於三年內租用，租金固定。

報告期末，本集團根據不可撤銷經營租約與客戶訂立以下未來最低租賃付款：

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17. OPERATING LEASES COMMITMENTS

(continued)

The Group as lessee

The Group leases an office under non-cancellable operating lease agreements. The future aggregate minimum lease payments under non-cancellable operating leases are as follows:

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Within one year	1年內	229	—

18. CAPITAL COMMITMENTS

17. 經營租賃承諾 (續)

本集團作為承租人

本集團根據不可撤銷的租賃協議而租賃一間辦公室。該不可撤銷的租賃協議之中的未來累計最低租賃付款如下：

18. 資本承諾

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Contracted but not provided for in the condensed consolidated financial statements: — Expenditure in respect of equipment	已訂約但未於簡明合併財務報表撥備： — 設備方面的開支	—	465

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19. RELATED PARTY TRANSACTIONS

(a) Related party balances

Amounts due from related parties:

At the end of the reporting period, the Group had amounts receivable from the following related parties and the details are set out below:

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Fellow subsidiary: 中國宏泰產業市鎮發展有限公司 (China VAST Industrial Urban Development Co., Ltd.)	同系附屬公司： 中國宏泰產業市鎮 發展有限公司	—	2,057
Ultimate holding company: Tai Shing International	最終控股公司： 泰盛國際	—	1

All amounts due from related parties were non-trade nature and were denominated in RMB, unsecured, interest free and repayable on demand.

Amount due to a related party:

		At 30 June 2018 2018年6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	At 31 December 2017 2017年12月31日 RMB'000 人民幣千元 (audited) (經審核)
Ultimate Controlling Shareholder: Ms. Zhao Ying	最終控股股東： 趙穎女士	—	752

The amount due to a related party was non-trade nature and was denominated in RMB, unsecured, interest free and repayable on demand.

19. 關聯方交易

(a) 關聯方之餘額

應收關聯方款項：

於報告期末，本集團應收以下關聯方之款項及詳情如下：

所有應收關聯方款項均屬非貿易性質及以人民幣計值，無抵押、免息且須按要償還。

應付關聯方款項：

應付關聯方款項均屬非貿易性質、以人民幣計值、無抵押、免息且須按要償還。

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19. RELATED PARTY TRANSACTIONS (continued)

(b) Related party transaction

The Group entered into the following transaction with its related party:

19. 關聯方交易 (續)

(b) 關聯方交易

本集團與關聯方進行以下交易：

	Six months ended 30 June 截至6月30日止六個月	
	2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Nature of transaction 交易性質		
Fellow subsidiary: 同系附屬公司： 廊坊市城區房地產開發有限公司 (Langfang City Property Development Co., Ltd.)		
Purchase of a motor vehicle 購買汽車	—	30

- (c) During the six months ended 30 June 2017, the Group entered into an acquisition agreement to acquire the entire equity interest in Langfang Wantong from the original shareholders of Langfang Wantong for a cash consideration of RMB55,500,000. On 18 August 2017, Mr. Wang Jianjun provided a loan amounting to RMB46,835,000 to the Group to settle this consideration payable, and on 30 August 2017, he agreed to waive an amount of RMB32,500,000 payable to him by the Group which was accounted for as a deemed contribution to the Group.

- (c) 於2017年6月30日六個月內，本集團訂立收購協議，自廊坊萬桐原股東收購廊坊萬桐全部股權，現金代價為人民幣55,500,000元。於2017年8月18日，王建軍先生向本集團提供貸款人民幣46,835,000元，以結清應付代價，而於2017年8月30日，彼同意豁免入賬列為視作向本集團注資的本集團應付彼之款項人民幣32,500,000元。

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19. RELATED PARTY TRANSACTIONS (continued)

- (d) Compensation of key management personnel
The remuneration of Directors, who are also key management, is disclosed as follows:

19. 關聯方交易 (續)

- (d) 主要管理人員薪酬
董事(同時為主要管理層)的薪酬,披露如下:

		Six months ended 30 June 截至6月30日止六個月	
		2018 2018年 RMB'000 人民幣千元 (unaudited) (未經審核)	2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)
Salaries and other benefits	薪金及其他津貼	343	30
Contribution to retirement benefit scheme	退休福利計劃供款	29	3
Discretionary performance-related bonus	酌情績效獎金總計	120	17
		492	50

20. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Except for the financial assets at FVTPL disclosed in note 13, there is no other financial instrument measured at fair value on a recurring basis. The fair values of financial assets and financial liabilities measured at amortised cost are determined in accordance with generally accepted pricing models based on discounted cash flows analysis.

The Directors consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in these condensed consolidated financial statements approximate their fair values at the end of each reporting period.

20. 金融工具的公平值計量

除了附註13所披露的按公平值計入損益的金融資產之外,並無其他按照週期性基準以公平值計量的金融工具。金融資產及負債的公平值根據公認定價模式按貼現現金流量分析釐定。

董事認為合併財務報表內按攤銷成本列賬的金融資產及負債的賬面值於每個報告期末與其公平值相若。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

BUSINESS REVIEW

During the Period, the Group was principally engaged in the sale of burial plots, provision of other burial-related services and provision of cemetery maintenance services.

Sales of burial plots and provision of other burial-related services

The Group's burial service consists primarily of (1) the sale of burial plots, which includes the right to use the burial plots and headstones and ancillary products to be used on burial plots, and (2) ancillary services such as the organizing and conducting of interment rituals, the design, construction and landscaping of the burial plots, and the engraving of inscriptions and ceramic photographs on the headstones. Burial service is the largest component of the Group's revenue, representing 93.7% of its revenue for the six months ended 30 June 2018 (2017: 93.9%). The Group's revenue from burial service, in particular, the sale of burial plots, for a given period is dependent upon the number and the average selling price of burial plots sold and recognized as revenue during the period.

Providing cemetery maintenance services

The Group provides ongoing cemetery maintenance services as an integral part of its burial service to maintain its beautiful landscaped cemetery. Customers pay for maintenance fees upfront when the sign the sales contracts to purchase the burial plots. The Group's revenue from cemetery maintenance was RMB1,606,000 for the six months ended 30 June 2018 (2017: RMB1,501,000).

FINANCIAL REVIEW

Revenue

The Group's revenue was increased by 3.8% from RMB24.4 million for the six months ended 30 June 2017 to RMB25.4 million for the six months ended 30 June 2018, primarily driven by an increase in revenue from burial service. The Group's revenue from burial service increased by 3.6% from RMB22.9 million for the six months ended 30 June 2017 to RMB23.8 million for the six months ended 30 June 2018, primarily due to sales of three columbarium niches halls.

Cost of sales and services and Gross Profit

The Group's cost of sales and services decreased by 23.3% from RMB4.5 million for the six months ended 30 June 2017 to RMB3.4 million for the sales and services for burial service. The Group's cost of sales and services for burial service decreased by 20.6% from RMB4.1 million for the six months ended 30 June 2017 to RMB3.3 million for the six months ended 30 June 2018, primarily due to an enhancement of service process standardization.

業務回顧

於該期間內，本集團主要從事銷售墓地、提供其他殯葬相關服務及墓園維護服務。

出售墓地及提供其他殯葬相關服務

本集團的殯葬服務主要包括(1)銷售墓地，包括墓地使用權及墓地使用的墓碑及配套產品；及(2)提供配套服務，包括組織及舉行安葬儀式、設計、建設墓地及墓地景觀美化以及於墓碑雕刻銘文及陶瓷照片。殯葬服務是本集團收益的最大組成部分，佔截至2018年6月30日止六個月本集團收益的93.7% (2017年：93.9%)。本集團在指定期間的殯葬服務(特別是銷售墓地)收益取決於該期間內所售墓地數目及平均售價，且會確認為收益。

提供墓園維護服務

本集團提供墓園持續維護服務，維持墓園美景，這是本集團殯葬服務不可或缺的一環。客戶簽訂購墓地的銷售合約時提前支付維護費。截至2018年6月30日止六個月，本集團自墓地維護服務的收益為人民幣1,606,000元(2017年：人民幣1,501,000元)。

財務回顧

收益

本集團的收益由截至2017年6月30日止六個月的人民幣24.4百萬元增加3.8%至截至2018年6月30日止六個月的人民幣25.4百萬元，主要是由於殯葬服務收益增加。本集團殯葬服務的收益由截至2017年6月30日止六個月的人民幣22.9百萬元增加3.6%至截至2018年6月30日止六個月的人民幣23.8百萬元，主要是由於出售三間骨灰龕堂。

銷售及服務成本及毛利

就殯葬服務的銷售及服務，本集團的銷售及服務成本由截至2017年6月30日止六個月的人民幣4.5百萬元減少23.3%至人民幣3.4百萬元。本集團殯葬服務的銷售及服務成本由截至2017年6月30日止六個月的人民幣4.1百萬元減少20.6%至截至2018年6月30日止六個月的人民幣3.3百萬元，主要是由於服務流程標準化之提升。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

The Group's cost of sales and services for cemetery maintenance decreased significantly by 55.4% from RMB0.35 million for the six months ended 30 June 2017 to RMB0.15 million for the six months ended 30 June 2018, which is considered fairly stable in terms of absolute amount.

The Gross profit and gross profit margin

As a result of the foregoing, the Group gross profit increased by 9.9% from RMB20.0 million for the six months ended 30 June 2017 to RMB22.0 million for the six months ended 30 June 2018. The Group's overall gross profit margin increased from 81.7% for the six months ended 30 June 2017 to 86.5% for the six months ended 30 June 2018.

The Group's gross profit for burial service increased by 9.0% from RMB18.8 million for the six months ended 30 June 2017 to RMB20.5 million for the six months ended 30 June 2018. The gross profit margin for burial service increased from 82.0% for the six months ended 30 June 2017 to 86.2% for the six months ended 30 June 2018, primarily due to sales of three columbarium niches halls.

The gross profit for cemetery maintenance was RMB1.2 million and RMB1.5 million for the six months ended 30 June 2017 and 2018, respectively. The gross profit margin for cemetery maintenance increased from 77.0% for the six months ended 30 June 2017 to 90.4% for the six months ended 30 June 2018, which is considered fairly stable in terms of absolute amount.

Other income

The Group's other income increased by 59.9% from RMB3.9 million for the six months ended 30 June 2017 to RMB6.3 million for the six months ended 30 June 2018. This increase was primarily due to an increase in dividends income from financial assets at FVTPL in the six months ended 30 June 2018.

Distribution and selling expenses

The Group's distribution and selling expenses increased by 43.9% from RMB2.1 million for the six months ended 30 June 2017 to RMB3.0 million for the six months ended 30 June 2018. This increment was primarily due to increase in (1) commission paid to partnered funeral service providers and (2) salary and staff costs.

Administrative expenses

The Group's administrative expenses increased by 16.1% from RMB2.0 million for the six months ended 30 June 2017 to RMB2.3 million for the six months ended 30 June 2018. This increment was primarily due to (1) the Group's business expansion and (2) increase in salary and staff costs.

本集團墓園維護的銷售及服務成本由截至2017年6月30日止六個月的人民幣0.35百萬元大幅減少55.4%至截至2018年6月30日止六個月的人民幣0.15百萬元，在實質數額被視為穩定。

毛利及毛利率

由於上述原因，本集團的毛利由截至2017年6月30日止六個月的人民幣20.0百萬元增加9.9%至截至2018年6月30日止六個月的人民幣22.0百萬元。本集團的整體毛利率由截至2017年6月30日止六個月的81.7%增加至截至2018年6月30日止六個月的86.5%。

本集團殯葬服務的毛利由截至2017年6月30日止六個月的人民幣18.8百萬元增加9.0%至截至2018年6月30日止六個月的人民幣20.5百萬元。殯葬服務的毛利率由截至2017年6月30日止六個月的82.0%增加至截至2018年6月30日止六個月的86.2%，主要是由於出售三間骨灰龕堂。

截至2017年及2018年6月30日止六個月，墓園維護的毛利分別為人民幣1.2百萬元及人民幣1.5百萬元。墓園維護的毛利率由截至2017年6月30日止六個月的77.0%增加至截至2018年6月30日止六個月的90.4%，在實質數額被視為穩定。

其他收入

本集團的其他收入由截至2017年6月30日止六個月的人民幣3.9百萬元增加59.9%至截至2018年6月30日止六個月的人民幣6.3百萬元，增加主要是由於截至2018年6月30日止六個月來自按公平值計入損益的金融資產股息收入增加。

分銷及銷售開支

本集團的分銷及銷售開支由截至2017年6月30日止六個月的人民幣2.1百萬元增加43.9%至截至2018年6月30日止六個月的人民幣3.0百萬元，增長主要是由於(1)支付殯葬服務供應商夥伴的佣金增加及(2)薪金及員工成本增加。

行政開支

本集團的行政開支由截至2017年6月30日止六個月的人民幣2.0百萬元增加16.1%至截至2018年6月30日止六個月的人民幣2.3百萬元，增長主要是由於(1)本集團的業務擴張及(2)薪金及員工成本增加。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

Initial public offering expenses

The Group's initial public offering expenses decreased from RMB6.7 million for the six months ended 30 June 2017 to nil for the six months ended 30 June 2018, primarily due to fees and expenses for involving the professional advisers in preparing for the listing in 2017.

Income tax expenses

The Group's income tax expenses decreased by 70.2% from RMB3.2 million for the six months ended 30 June 2017 to RMB0.9 million for the six months ended 30 June 2018, primarily due to increase in deferred tax expense resulting from loss on fair value changes of financial assets at fair value through profit or loss and increase in non-taxable income.

Profit and total comprehensive income for the period

As a result of the foregoing, the Group's profit and total comprehensive income for the period decreased by 14.0% from RMB10.0 million for the six months ended 30 June 2017 to RMB8.6 million for the six months ended 30 June 2018. The Group's net profit margin decreased from 41.0% for the six months ended 30 June 2017 to 34.0% for the six months ended 30 June 2018, primarily due to the fees and expenses incurred from professional advisers in connection with the preparation of Listing in the six months ended 30 June 2017 and the loss on fair value change of financial assets at FVTPL in the six months ended 30 June 2018.

Liquidity and financial resources

The Group generally financed its operations with its internally generated cash flows. The Group's total equity was RMB109.3 million as at 30 June 2018, compared to RMB88.4 million as at 31 December 2017. Total assets amounted to RMB196.5 million as at 30 June 2018, compared to RMB176.1 million as at 31 December 2017, of which RMB101.0 million (2017: RMB81.7 million) was bank balances and cash.

Capital structure

The shares of the Company have been listed on GEM since 27 September 2017 (the "Listing Date"). There are no material change in the capital structure of the Company since the Listing Date. The capital of the Group comprises only ordinary shares.

Pledge of assets

There was no charge on the Group's assets as at 30 June 2018 and 31 December 2017.

首次公開發售開支

本集團的首次公開發售開支由截至2017年6月30日止六個月的6.7百萬元減少至截至2018年6月30日止六個月的零，主要是由於為籌備於2017年上市事項而產生的專業顧問費用及開支。

所得稅開支

本集團的所得稅開支由截至2017年6月30日止六個月的人民幣3.2百萬元減少70.2%至截至2018年6月30日止六個月的人民幣0.9百萬元，主要是由按公平值計入損益的金融資產之公平值變動虧損和免稅收入增加，而產生遞延稅項支出增加。

期內溢利及全面收入總額

由於上述原因，本集團的期內溢利及全面收入總額由截至2017年6月30日止六個月的人民幣10.0百萬元減少14.0%至截至2018年6月30日止六個月的人民幣8.6百萬元。本集團的淨利潤率由截至2017年6月30日止六個月的41.0%減少至截至2018年6月30日止六個月的34.0%，主要是由於截至2017年6月30日止六個月與籌備上市有關而產生的專業顧問費用及開支和截至2018年6月30日止六個月按公平值計入損益的金融資產之公平值變動虧損。

流動資金及財務資源

本集團一般以內部產生之現金流量為其經營業務提供資金。本集團於2018年6月30日之總權益為人民幣109.3百萬元，而於2017年12月31日則為人民幣88.4百萬元。於2018年6月30日之總資產為人民幣196.5百萬元，而於2017年12月31日則為人民幣176.1百萬元，其中人民幣101.0百萬元（2017年：人民幣81.7百萬元）為銀行結餘及現金。

資本架構

本公司股份已自2017年9月27日（「上市日期」）起在GEM上市。本公司的資本架構自上市日期起概無發生任何重大變動。本集團股本僅包括普通股。

資產抵押

於2018年6月30日及2017年12月31日，本集團並無任何資產抵押。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

Gearing ratio

As at 30 June 2018, the gearing ratio of the Group, being total liabilities to total assets, was 44.4% (31 December 2017: 49.8%), which indicates the Group's healthy liquidity position.

Material acquisitions, disposals and significant investments

There were no other material acquisitions, disposals or significant investments during the Half-Yearly Period.

Employee information

As at 30 June 2018, the Group had a total of 67 employees (30 June 2017: 54 employees). The Group provides employees with competitive remuneration and benefits, and the remuneration policy will be reviewed on a regular basis based on the performance and contribution of the employees and the industry remuneration level. In addition, the Group also provides various training courses to enhance the employees' skills and capabilities in all aspects.

Segmental information

For the six months ended 30 June 2018, the Group has two operating and reporting segments namely (i) sales of burial plots and provision of other burial-related services and (ii) provision of cemetery maintenance service.

The Group strengthens its market position in Langfang by further development the undeveloped area within its cemetery, upgrading its facilities, diversifying its burial-related services, and enhancing its marketing efforts.

The Group plans to operate its funeral services segment which not only allows the Group to diversify and step into other services areas besides its own products and services, but also enables the Group to maximize the productivity of its existing burial-related professionals and create synergy effects.

PROSPECTS

As the Company will apply proceeds raised from the listing and its internal resources to implement its future expansion plan according to its business strategies, with the growth of (1) its newly developed business sector of funeral services and (2) its further developed and expanded burial service sector by pursuing strategic alliance and acquisition opportunities, the Directors believe that its business landscape will be more diversified and of much larger scale, which will enable the Company to adjust its development plans timely.

資本負債比率

本集團於2018年6月30日之資產負債比率(即總負債與總資產之比率)為44.4%(2017年12月31日: 49.8%),表示本集團流動資金穩健。

重大收購、出售及重大投資

於半年期間,本集團並無作出其他重大收購、出售或重大投資。

僱員資料

於2018年6月30日,本集團共有67名僱員(2017年6月30日: 54名僱員)。本集團為僱員提供具競爭力之薪酬及福利,並會按照僱員表現及貢獻以及行業薪酬水平定期檢討薪酬政策。此外,本集團亦提供不同培訓課程,藉以提升僱員各方面的技能。

分部資料

截至2018年6月30日止六個月,本集團主要有兩個經營分部—(i)銷售墓園及提供其他墓地相關服務及(ii)提供墓園維護服務。

本集團通過進一步開發墓園的未開發區域、升級設施、殯葬相關服務多元化及加大宣傳力度進一步鞏固於廊坊市的市場地位。

本集團計劃經營殯儀服務分部不僅使本集團能多元化,進軍其自有產品及服務外的其他服務領域,亦使本集團能提高其現有殯葬相關專業人士的生產力及創造協同作用。

展望

由於本公司將應用上市的所得款項及內部資源,根據業務策略以實施未來的擴張計劃,透過追求策略性聯盟及收購機遇,隨(1)最新拓展殯儀服務業務界別,及(2)進一步拓展及擴展殯葬服務業務界別方面有所增長,董事相信本公司的業務範圍將更趨多元化及變得更大規模,這將令本公司能夠及時調整業務計劃。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS

業務目標與實際業務進展的比較

An analysis comparing the business objectives as set out in the prospectus of the Company dated 14 September 2017 (the “Prospectus”) with the Group’s actual business progress for the period from the listing date to 30 June 2018 is set out below:

本公司於2017年9月14日發佈的招股章程(「擴股章程」)所載業務目標與本集團自上市日期至2018年6月30日期間的實際業務進展比較之分析載列如下：

Objects 目標	Implementation plan up to 30 June 2018 截至2018年6月30日的實施計劃	Actual business progress up to 30 June 2018 截至2018年6月30日的實際業務進展
Strengthening the market position in Langfang 鞏固於廊坊的市場地位	Upgrading the main entrance area and western internal road of cemetery 升級墓園主入口區及西面通道	Upgrading for the greening appearance of main entrance of the cemetery is underway, while that of the main entrance and western internal road is completed 墓園主入口區之綠化美觀工程仍在進行升級中，墓園主入口道路和西面通道升級已經完成
	Purchasing and upgrading current facilities and machineries (such as waste incinerators and lawn mowers) for gardening and interment rituals 為園藝及安葬儀式添置及升級廢物焚化爐及割草機等現有設施及機器	Having purchased the lawn mowers and watering cart; purchased and installed incinerators 已經購置割草機、澆水車；並已經購買及安裝焚燒爐
	Commencing the development of the “Rose” Garden 開始開發「月季園」	Not developed yet 暫未開發
	Designing family graves 設計家庭墓	Family graves and other types of graves are designed 已經設計家庭墓及其他墓型
	Maintaining and expanding the cooperation with local funeral services providers and promoting brand awareness with new advertisement boards 維持及加強與當地殯儀服務供應商的合作及利用新廣告板宣傳品牌	Having expanded cooperation with local funeral service providers with two new advertisement boards for promotion 已增強與當地殯儀服務供應商的合作，利用兩塊新廣告牌進行宣傳
	Polishing an artificial hill in the northern part of cemetery 鞏固於廊坊的市場地位，升級建設墓園北面假山	Planning in progress 正在規劃中
	Designing tree burial and sea burial services 設計樹葬及海葬服務	Designing in progress 正在設計中

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

Objects 目標	Implementation plan up to 30 June 2018 截至2018年6月30日的實施計劃	Actual business progress up to 30 June 2018 截至2018年6月30日的實際業務進展
	Commencing the construction of family graves in crypt-style and hill-style 動工建設地宮式及小丘式家庭墓	Having constructed the family graves in crypt-style and small courtyard-style 已經建設地宮式及小庭院式家族墓
	Promoting the brand by cooperation with various communities 透過與各社區合作推廣品牌	Promotion in progress 正在推廣中
Expanding the business scope of providing funeral services 擴大業務範疇，提供殯儀服務	Locating, leasing, designing and decorating premises for the operation of funeral services 物色、租用、設計及裝修用作經營殯儀服務的場地	Planning to the formation of Langfang Funeral Home, have set up office point and sent specialists to on-site 計劃在廊坊市殯儀館組建，已設立辦公點，派遣專業人員
	Commencing the business of funeral services 開始提供殯儀服務	Having completed the construction of funeral hall, and is currently improving the interment ritual services 墓園禮儀廳建設完成，並正在提升安葬禮儀服務
	Purchasing funeral vehicles 購買殯葬車輛	Funeral vehicles are purchased 殯葬車輛已經購買
	Recruiting and training ten funeral services staff 招聘及培訓十名殯儀服務人員	Including the manager of the funeral service centre, six persons are recruited and over 10 people in training. 已招聘殯儀服務中心經理在內的殯儀服務人員六人，培訓十餘人
	Operating the funeral services center and conducting marketing activities through public media (such as local newspaper) about funeral services 營運的殯儀服務中心及利用當地報紙等大眾媒體進行有關我們殯儀服務的營銷活動	Conducting in progress 正在進行中

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

Objects 目標	Implementation plan up to 30 June 2018 截至2018年6月30日的實施計劃	Actual business progress up to 30 June 2018 截至2018年6月30日的實際業務進展
Exploring new burial market in the Beijing-Tianjin-Hebei megalopolis & pursuing strategic alliance and acquisition opportunities 深入發掘京津冀都市圈殯葬市場，爭取戰略聯盟及收購機會	<p>Liaising and cooperating with more Beijing-based funeral services providers and mortuaries 與更多北京殯儀服務供應商及太平間洽談及合作</p> <p>On-site promotion in Beijing 在北京進行實地宣傳</p>	<p>Liaising and cooperating with Beijing-based funeral services providers and mortuaries are completed 已完成和北京殯儀服務供應商和太平間的洽談合作</p> <p>Four shops are confirmed to cooperate, and the Group is negotiating with various parties 確定與四家店舖合作，另有多個合作方在溝通中</p>
	<p>Preliminary site visiting and investigating several potential targets for acquisition, if there would be any suitable ones 對多個合適收購目標進行現場參觀及調查（如有合適目標）</p>	<p>Having conducted site visits to projects in various regions like Beijing, Tianjin, Hebei, etc. One to three projects are selected for further investigations 對北京、天津、河北等多個地區項目進行考察談判以及現場參觀等，優選了1到3個項目準備進行下一步調查工作</p>
	<p>Establishing the first Beijing-based store for marketing purpose 設立首間北京經營店用作營銷</p>	<p>Temporarily not set up 暫時未設立</p>
	<p>Conducting due diligence and entering into framework agreement with suitable acquisition target 進行盡職審查及與合適的收購目標訂立框架協議</p>	<p>Having performed the preliminary site visiting and research for some potential acquisition opportunities and it is in a preliminary stage that no agreement has been entered yet 對潛在收購機遇已經進行初步現場參觀及研究，且該等為尚未訂立任何協議的初步階段</p>

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

USE OF PROCEEDS FROM THE GLOBAL OFFERING

The net proceeds raised from the Global Offering of the Company were and will be used in the manner consistent with that set out in the section headed “Future Plans and Use of Proceeds” of the Prospectus.

An analysis of the utilization of the net proceeds from the listing date up to 30 June 2018 is set out below:

全球發售所得款項用途

本公司全球發售收取的所得款項淨額曾經及將用作與本招股章程的「未來計劃及所得款項用途」一節所載方式一致的用途。

上市日期直至2018年6月30日動用所得款項淨額之分析載列如下：

		Proposed use of net proceeds as stated in the Prospectus up to 30 June 2018 截至2018年6月30日按招股章程所述所得款項淨額之擬定用途 RMB 人民幣	Actual use of net proceeds up to 30 June 2018 截至2018年6月30日所得款項淨額之實際用途 RMB 人民幣
Strengthening the market position in Langfang	鞏固於廊坊的市場地位	8.1 million 8.1百萬元	4.33 million 4.33百萬元
Expanding the business scope of providing funeral services	擴大業務範疇，提供殯儀服務	6.0 million 6.0百萬元	0.09 million 0.09百萬元
Exploring new burial market in the Beijing-Tianjin-Hebei megalopolis & pursuing strategic alliance and acquisition opportunities	深入發掘京津冀都市圈殯葬市場，爭取戰略聯盟及收購機會	1.8 million 1.8百萬元	0.16 million 0.16百萬元

FOREIGN EXCHANGE EXPOSURE

The Group's business is principally denominated in RMB. As certain bank deposits denominated in Hong Kong dollars, therefore, the Group is exposed to foreign currency exchange risk. No currency hedging arrangement has been made by the Group during the period. The Directors are actively and regularly monitoring the exposure to foreign exchange so as to minimize the foreign exchange rate risk.

外匯風險

本集團的業務主要以人民幣計值。由於若干銀行存款以港幣計值，因此，本集團承受外匯風險。本集團在期內概無進行外幣對沖安排。董事積極定期監察所承受的外匯風險，以盡可能降低外匯風險。

CONTINGENT LIABILITIES AND CAPITAL COMMITMENT

As at 30 June 2018, the Group did not have any material contingent liabilities or capital commitment.

或然負債及資本承擔

截至2018年6月30日，本集團並無任何重大或然負債或資本承擔。

EVENTS AFTER THE REPORTING PERIOD

No important event affecting the Group have occurred subsequent to 30 June 2018 and up to the date of this report.

報告期後事件

於二零一八年六月三十日後及直至本報告日期，並無發生對本集團有重大影響的事件。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION OF THE DIRECTORS AND THE CHIEF EXECUTIVES

As at 30 June 2018, the interests and short positions of each of the Directors and the chief executives and their associates in the Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO") which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interest or short positions which they are taken or deemed to have under such provisions of the SFO) or which were required to be recorded in the register maintained by the Company pursuant to section 352 of the SFO or otherwise notified to the Company and the Exchange pursuant to rules 5.46 to 5.67 of the GEM Listing Rules, were as follows:

董事及主要行政人員於本公司或任何相聯法團的股份、相關股份及債權證中的權益及淡倉

截至2018年6月30日，各董事、主要行政人員及彼等的聯繫人於本公司或其任何相聯法團(定義見證券及期貨條例(「證券及期貨條例」)第XV部)的股份、相關股份及債權證中擁有根據證券及期貨條例第XV部第7及第8分部須知會本公司及聯交所的權益及淡倉(包括根據證券及期貨條例的該等條文彼等被當作或視為擁有的權益或淡倉)，或根據證券及期貨條例第352條須記入本公司所存置登記冊的權益及淡倉，或根據創業板上市規則第5.46條至第5.67條須另行知會本公司及聯交所的權益及淡倉如下：

Name of the Director 董事姓名	Capacity/nature of interests 身份／權益性質	Number and class of Securities 身份／權益性質 證券數目及類別	Percentage of Shareholding (Note 3) 佔股權百分比 (附註3)
Ms. Zhao Ying (Note 2) 趙穎女士(附註2)	Founder of a discretionary trust who can influence how the trustee exercises its discretion 全權信託創立人，可影響受託人行使其酌情權之方式	750,000,000 (L) (Note 1)	75% (Note 3)
		750,000,000 (L) (附註1)	75% (附註3)

Notes:

- The letter "L" refers to the long position of the Shares of the Company.
- Ms. Zhao Ying is the chairman and the non-executive director of the Company. She is the settlor, sole member of The Hope Trust's protective committee and a beneficiary of The Hope Trust, which is a discretionary trust and TMF (Cayman) Ltd. is on the trusts of The Hope Trust. TMF (Cayman) Ltd. wholly owns the entire share capital of Lily Charm Holding Limited. Lily Charm Holding Limited wholly owns the entire issued share capital of Tai Shing International Investment Company Limited. Therefore, Ms. Zhao Ying is deemed to be interested in the 750,000,000 Shares directly held by Tai Shing International Investment Company Limited.
- The percentage is calculated on the basis of 1,000,000,000 Shares in issue as at 30 June 2018.

附註：

- 英文字母「L」表示本公司股份中之好倉。
- 趙穎女士為本公司主席兼非執行董事。彼為The Hope Trust財產授予人及受益人，以及The Hope Trust保護委員會之唯一成員。The Hope Trust為全權信託，而TMF (Cayman) Ltd.為The Hope Trust受託人。TMF (Cayman) Ltd.全資擁有Lily Charm Holding Limited之全部股本。Lily Charm Holding Limited全資擁有泰盛國際投資有限公司之全部已發行股本。因此，趙穎女士被視為於泰盛國際投資有限公司直接持有之750,000,000股股份中擁有權益。
- 百分比按截至2018年6月30日已發行之1,000,000,000股股份計算。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

Save as disclosed above, as at 30 June 2018, none of the Directors and chief executive of the Company had any other interests or short positions in any shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interest or short positions which they are taken or deemed to have under such provisions of the SFO) or which were required to be recorded in the register maintained by the Company pursuant to section 352 of the SFO or otherwise notified to the Company and the Stock Exchange pursuant to rules 5.46 to 5.67 of the GEM Listing Rules.

除上文所披露者外，截至2018年6月30日，概無本公司董事及主要行政人員於本公司或其任何相聯法團(定義見證券及期貨條例第XV部)之股份、相關股份及債權證中擁有須根據證券及期貨條例第XV部第7及8分部知會本公司及聯交所之任何其他權益或淡倉(包括根據證券及期貨條例有關條文彼等被當作或視作擁有之權益或淡倉)，或根據證券及期貨條例第352條須記錄於本公司存置之登記冊之權益或淡倉，或根據GEM上市規則第5.46至5.67條須知會本公司及聯交所之權益或淡倉。

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2018, so far as was known to the Directors, the following persons/entities (not being Directors or chief executive of the Company) had, or were deemed to have, interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or who is, directly or indirectly, interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company or any other members of the Group:

主要股東於本公司的股份及相關股份中的權益及淡倉

截至2018年6月30日，據董事所知，以下人士／實體(並非董事或本公司主要行政人員)於股份或相關股份中，擁有或視為擁有根據證券及期貨條例第XV部第2及3分部規定須向本公司披露的權益或淡倉，或直接或間接擁有附帶權利可在任何情況下於本公司或本集團任何其他成員公司的股東大會上投票的任何類別股本面值10%或以上的權益：

Name of Shareholder	Capacity/nature of interests	Number and class of Securities (Note 1) 所持股份數目 (附註1)	Percentage of Shareholding (Note 5) 佔股權百分比 (附註5)
股東姓名／名稱	身份／權益性質		
Tai Shing International Investment Company Limited 泰盛國際投資有限公司	Beneficial owner (Note 2) 實益擁有人(附註2)	750,000,000 (L)	75%
Lily Charm Holding Limited Lily Charm Holding Limited	Interest in a controlled Corporation (Notes 2, 3) 受控法團權益(附註2、3)	750,000,000 (L)	75%
TMF (Cayman) Ltd. TMF (Cayman) Ltd.	Trustee (Notes 2, 3, 4) 受託人(附註2、3、4)	750,000,000 (L)	75%

Notes:

- (1) The letter "L" refers to the entity/person's long position in the Shares.
- (2) Tai Shing International Investment Company Limited directly holds 750,000,000 Shares of the Company.

附註：

- (1) 英文字母「L」表示該實體／人士於股份中的好倉。
- (2) 泰盛國際投資有限公司直接持有750,000,000股本公司股份。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

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|---|--|
| <p>(3) Lily Charm Holding Limited holds the entire of issued share capital of Tai Shing International Investment Company Limited, thus Lily Charm Holding Limited is deemed to be interested in the 750,000,000 Shares of the Company.</p> <p>(4) TMF (Cayman) Ltd. is the trustee of The Hope Trust, which is a discretionary trust set up by Ms. Zhao Ying, the chairman and non-executive Director of the Company. TMF (Cayman) Ltd. directly holds the entire issued share capital of Lily Charm Holding Limited. Therefore, TMF is deemed to be interested in 750,000,000 Shares of the Company.</p> <p>(5) The percentage is calculated on the basis of 1,000,000,000 Shares in issue as at 30 June 2018.</p> | <p>(3) Lily Charm Holding Limited持有泰盛國際投資有限公司全部已發行股本，因此Lily Charm Holding Limited被視為於750,000,000股本公司股份中擁有權益。</p> <p>(4) TMF (Cayman) Ltd.為The Hope Trust之受託人，而The Hope Trust為本公司主席兼非執行董事趙穎女士成立之全權信託。TMF (Cayman) Ltd.直接持有Lily Charm Holding Limited之全部已發行股本。因此，TMF被視為於750,000,000股本公司股份中擁有權益。</p> <p>(5) 百分比按截至2018年6月30日已發行之1,000,000,000股股份計算。</p> |
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Save as disclosed above, as at 30 June 2018, the Directors were not aware of any other persons, except disclosed below under “Other persons’ interests and short positions in the Shares and underlying Shares of the Company” other than the Directors and the chief executive of the Company who had, or was deemed to have, interests or short positions in the Shares, underlying Shares and debenture of the Company and its associated corporations which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO; or as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO; or who is directly or indirectly, interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company or any other members of the Group.

除上文所披露者外，截至2018年6月30日，除於下文「其他人士於本公司股份及相關股份之權益及淡倉」所披露者外，董事概不知悉有任何人士（本公司董事及主要行政人員除外）於本公司及其相聯法團股份、相關股份及債權證中擁有或視作擁有根據證券及期貨條例第XV部第2及3分部條文須向本公司披露之權益或淡倉；或根據證券及期貨條例第336條須記錄於本公司存置之登記冊之權益或淡倉；或將直接或間接擁有附有權利可在所有情況下於本公司或本集團任何其他成員公司的股東大會上投票的任何類別股本面值10%或以上權益。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2018, so far as was known to the Directors, the following persons/entities (not being Directors, chief executive or substantial shareholders of the Company) had, or were deemed to have, interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO:

其他人士於本公司的股份及相關股份中的權益及淡倉

截至2018年6月30日，就董事所知，以下人士／實體（本公司董事，主要行政人員或主要股東除外）於股份或相關股份中擁有或被視作擁有須根據證券及期貨條例第XV部第2及3分部的條文向本公司披露之權益或淡倉，或根據證券及期貨條例第336條須記錄於本公司存置之登記冊之權益或淡倉：

Name of shareholders 股東姓名／名稱	Capacity/nature of interests 身份／權益性質	Number of Shares held (Note 1) 所持股份數目 (附註1)	Percentage of Shareholding (Note 3) 佔股權百分比 (附註3)
Fairich Trading Limited 飛富貿易有限公司	Beneficial owner 實益擁有人	99,000,000 (L)	9.9%
Ms. Xing Junying 邢軍英女士	Interest in a controlled corporation (Note 2) 受控法團權益(附註2)	99,000,000 (L)	9.9%

Notes:

- (1) The letter "L" denotes the entity/person's long position in the Shares.
- (2) Fairich Trading Limited is directly wholly owned by Ms. Xing Junying.
- (3) The percentage is calculated on the basis of 1,000,000,000 Shares in issue as at 30 June 2018.

附註：

- (1) 英文字母「L」表示該實體／人士於股份中的好倉。
- (2) 飛富貿易有限公司由邢軍英女士直接全資擁有。
- (3) 百分比按截至2018年6月30日已發行之1,000,000,000股股份計算。

Save as disclosed above, as at 30 June 2018, the Directors are not aware of any other person or corporation other than the Directors, the chief executive and substantial shareholders of the Company who had, or was deemed to have, interests or short positions in the Shares, underlying Shares and debenture of the Company and its associated corporations which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO; or as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

除上文所披露者外，截至2018年6月30日，董事概不知悉有任何其他人士或公司（本公司董事、主要行政人員及主要股東除外）於本公司及其相聯法團股份、相關股份及債權證中擁有或視作擁有根據證券及期貨條例第XV部第2及3分部條文須向本公司披露之權益或淡倉；或根據證券及期貨條例第336條須記錄於本公司存置之登記冊之權益或淡倉。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

PURCHASES, SALE OR REDEMPTION OF COMPANY'S LISTED SECURITIES

The Company's shares were listed on GEM on 27 September 2017. Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities after the date of Listing and up to the date of this report.

DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTEREST IN COMPETING INTERESTS OR CONFLICT OF INTEREST

Ms. Zhao Ying, The Hope Trust, Lily Charm Holding Limited, Tai Shing International Investment Company Limited, individually and collectively as the controlling shareholder(s) (the "Controlling Shareholder(s)") (as defined under GEM Listing Rules) of the Company, has entered into the deed of non-competition dated 7 September 2017 (the "Deed of Non-competition") in favor of the Company, details of which were set out in the Prospectus. Pursuant to the Deed of Non-competition, the Controlling Shareholders have irrevocably undertaken to the Company that they will not and will procure their respective close associate (except any member of the Group) not to, directly or indirectly (whether in the capacity of principal or agent, whether for its own benefit or jointly with or on behalf of any person, firm or company, whether within or outside China), commence, engage in, participate in or acquire any business which competes or may compete directly or indirectly with the core business of the Group, being burial service business and funeral services that the Group plans to expand into or own any rights or interests in such businesses.

Since the date of Listing and up to the date of this report, the Directors are not aware of any business or interest of the Directors, the Substantial Shareholders and their respective associates (as defined in the GEM Listing Rules) that competes or is likely to compete, either directly or indirectly, with the business of the Group and any other conflicts of interests which any such person has or may have with the Group.

The Controlling Shareholders have confirmed to the Company that from the effective date of the Deed of the Non-competition and up to the date of this report, Ms. Zhao Ying, The Hope Trust, Lily Charm Holding Limited, Tai Shing International Investment Company Limited and their respective close associates (as defined under the GEM Listing Rules) have complied with the undertakings contained in the Deed of Non-competition.

購買、出售或贖回本公司的上市證券

本公司股份於2017年9月27日在創業板上市。而本公司或其任何附屬公司概無於上市日期後直至本報告日期購買、出售或贖回任何本公司的上市證券。

董事及主要股東於競爭權益的權益或利益衝突

於2017年9月7日，趙穎女士、The Hope Trust、Lily Charm Holding Limited及泰盛國際投資有限公司（個別及共同作為本公司的控股股東（「控股股東」，定義見創業板上市規則）以本公司為受益人訂立不競爭契據（「不競爭契據」），詳情載於招股章程。根據不競爭契據，控股股東不可撤回地向本公司承諾，彼等不會並將促使彼等各自的緊密聯繫人（本集團任何成員公司除外）不會直接或間接（不論以當事人或代理身份、不論為自身利益或與任何人士、商號或公司共同或代表彼等、不論在中國境內或境外）開展、從事、參與或收購與本集團核心業務（即殯葬服務業務及本集團計劃拓展的殯儀服務）直接或間接競爭或可能競爭的任何業務，或擁有該等業務的任何權利或權益。

自上市日期起至本報告日期止，董事並不知悉，董事、主要股東及彼等各自的聯繫人（定義見創業板上市規則）從事任何與本集團業務直接或間接構成或可能構成競爭的業務或於其中擁有權益，或任何有關人士與本集團存在或可能存在任何其他利益衝突。

控股股東已向本公司確認，自不競爭契據生效日期起至本報告日期止，趙穎女士、The Hope Trust、Lily Charm Holding Limited及泰盛國際投資有限公司及彼等各自的緊密聯繫人（定義見創業板上市規則）均已遵守不競爭契據所載的承諾。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

COMPLIANCE ADVISER'S INTERESTS

In accordance with Rule 6A.19 of the GEM Listing Rules, the Company has appointed Innovax Capital Limited (“Innovax Capital”) as the compliance adviser of the Company. As informed by Innovax Capital, as at 30 June 2018, neither Innovax Capital, nor any of its directors, employees or close associates (as defined in the GEM Listing Rules) has or may have, any interests in the securities of the Company or any other companies of the Group which is required to be notified to the Company pursuant to Rule 6A.32 of the GEM Listing Rules, except for the compliance adviser agreement entered into between the Company and Innovax Capital dated 28 March 2017.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct for dealing in securities of the Company by the Directors in accordance with Rules 5.48 to 5.67 of the GEM Listing Rules on terms no less exacting than the required standard of dealings. Having made specific enquiries of the Directors, all Directors confirmed that they have complied with the required standard of dealings and the code of conduct regarding securities transactions by Directors adopted by the Company during the period from the date of listing up to the date of this report.

CORPORATE GOVERNANCE PRACTICES

The Board recognizes the importance of incorporating elements of good corporate governance in the management structures and internal control procedures of the Group so as to achieve accountability. In the opinion of the Board, the Company has applied the principles and complied with all the applicable code provisions as set out in the Corporate Governance Code in Appendix 15 to the GEM Listing Rules during the period from the date of Listing to 30 June 2018.

合規顧問的權益

本公司根據創業板上市規則第6A.19條委任創陞融資有限公司(「創陞融資」)擔任本公司的合規顧問。誠如創陞融資所告知，截至2018年6月30日，除本公司與創陞融資於2017年3月28日訂立的合規顧問協議外，根據創業板上市規則第6A.32條，創陞融資或其任何董事、僱員或緊密聯繫人(定義見創業板上市規則)概無於本公司或本集團任何其他公司的證券中擁有須知會本公司的任何權益。

董事的證券交易

本公司已根據創業板上市規則第5.48至5.67條就董事進行本公司證券交易採納一套不低於所規定的標準的行為守則。經向全體董事作出具體查詢後，全體董事已確認，於上市日期至本報告日期的期間，彼等已遵守交易必守標準及本公司所採納有關董事進行證券交易的行為守則。

企業管治常規

董事會深明良好的企業管治對本集團管理架構及內部監控程序相當重要，藉以達致有效的問責。董事會認為，本公司自上市日期起至2018年6月30日一直應用載於創業板上市規則附錄十五的企業管治守則的原則並遵守所有適用守則條文。

COMPARISON OF BUSINESS OBJECTIVES WITH ACTUAL BUSINESS PROGRESS 業務目標與實際業務進展的比較

AUDIT COMMITTEE

The Company established the audit committee (the “Audit Committee”) with written terms of reference with Rules 5.28 to 5.29 of the GEM Listing Rules and paragraphs C.3.3 and C.3.7 of the Corporate Governance Code as set out in Appendix 15 to the GEM Listing Rules. The primary duties of the Audit Committee are to assist the Board by providing an independent view of the effectiveness of the financial reporting process, internal control and risk management system of the Group, making recommendations to the Board on the appointment and removal of external auditors, reviewing the financial information and disclosures, to oversee the audit process, to develop and review the policies and to perform other duties and responsibilities as assigned by the Board. The Audit Committee consists of three independent non-executive Directors, namely Dr. Wong Wing Kuen Albert, Mr. Cheung Ying Kwan and Mr. Choi Hon Keung Simon. Dr. Wong Wing Kuen Albert is the chairman of the Audit Committee.

The Audit Committee has reviewed the unaudited condensed consolidated financial statements of the Group for the Period, which is of the opinion that such statements comply with the applicable accounting standards, the Exchange and legal requirements, and that adequate disclosures have been made.

By order of the Board
China Wan Tong Yuan (Holdings) Limited
Zhao Ying
Chairman

Hong Kong, 7 August 2018

As at the date of this report, the Board of the Company comprises the chairman and non-executive Director of the Company, namely Ms. Zhao Ying, two executive Directors of the Company, namely Ms. Li Xingying and Mr. Huang Guangming, and three independent non-executive Directors of the Company, namely Mr. Cheung Ying Kwan, Dr. Wong Wing Kuen Albert and Mr. Choi Hon Keung Simon.

審核委員會

本公司已成立審核委員會（「審核委員會」）並以創業板上市規則第5.28至5.29條及創業板上市規則附錄十五所載企業管治守則C.3.3及C.3.7段制定其職權範圍。審核委員會的主要職責為透過提供有關本集團財務報告程序、內部控制及風險管理制度有效性的獨立意見、向董事會提供有關任免外聘核數師的推薦意見、審閱財務資料及披露，協助董事會監察審核過程、制定及審閱政策，以及履行董事會指派的其他職務與職責。審核委員會由三名獨立非執行董事組成，即王永權博士、張應坤先生及蔡漢強先生。王永權博士為審核委員會主席。

審核委員會已審閱本集團該期間的未經審核簡明合併財務報表，認為該等報表符合適用的會計準則、聯交所及法例規定，並且已作出充分披露。

承董事會命
中國萬桐園(控股)有限公司
主席
趙穎

香港，2018年8月7日

截至本報告日期，本公司董事會包括主席兼非執行董事趙穎女士，本公司兩名執行董事李興穎女士及黃廣明先生，以及本公司三名獨立非執行董事張應坤先生、王永權博士及蔡漢強先生。



萬桐園

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