

SK TARGET GROUP LIMITED

瑞強集團有限公司

*(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 : 8427



2018 First Quarterly Report  
第一季度業績報告

## **CHARACTERISTICS OF THE GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)**

GEM has been positioned as a market designed to accommodate small & medium sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. 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.

Given that the companies listed on the GEM are generally small & medium sized companies, there is a risk that securities traded on the GEM may be more susceptible to high market volatility than securities traded on the Main Board of the Stock Exchange and no assurance is given that there will be a liquid market in the securities traded on the GEM.

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This report, for which the directors (the “**Directors**”) of SK Target Group Limited (the “**Company**”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of the Stock Exchange of Hong Kong Limited (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, the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.

### **香港聯合交易所有限公司(「聯交所」) GEM的特色**

GEM的定位乃為相比起其他在聯交所上市的公司帶有較高投資風險的中小型公司提供一個上市的市場。有意投資的人士應了解投資該等公司的潛在風險，並應經過審慎周詳的考慮後方作出投資決定。

由於在GEM上市之公司一般為中小型公司，在GEM買賣的證券可能會較於聯交所主板買賣的證券承受較大的市場波動風險，同時亦無法保證在GEM買賣的證券會有高流通量的市場。

香港交易及結算所有限公司及聯交所對本報告的內容概不負責，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的任何損失承擔任何責任。

本報告乃遵照香港聯合交易所有限公司GEM證券上市規則(「**GEM上市規則**」)的規定而提供有關瑞強集團有限公司(「**本公司**」)的資料。本公司各董事(「**董事**」)對此共同及個別地承擔全部責任。董事在作出一切合理查詢後確認，就彼等深知及確信，本報告所載資料在各重大方面均為準確及完整，且並無誤導或欺詐成分，亦無遺漏其他事項致使本報告或其內任何陳述有所誤導。

# Corporate Information

## 公司資料

### REGISTERED OFFICE IN CAYMAN ISLANDS

P.O. Box 1350, Clifton House,  
75 Fort Street,  
Grand Cayman KY1-1108,  
Cayman Islands

### HEADQUARTER AND PRINCIPAL PLACE OF BUSINESS IN MALAYSIA

18, Jalan LP 2A/2,  
Taman Lestari Perdana,  
43300 Seri Kembangan, Selangor,  
Darul Ehsan, Malaysia

### PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 101, 1/F,  
Chung Nam Building,  
1 Lockhart Road, Wanchai  
Hong Kong

### EXECUTIVE DIRECTORS

Mr. Loh Swee Keong  
*(Chairman and Chief Executive Officer)*  
Mr. Tan Cheng Siong  
*(resigned on 13 June 2018)*

### INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Yau Ka Hei  
Mr. Chu Kin Ming  
Mr. Lee, Alexander Patrick

### COMPANY SECRETARY

Ms. Chau Wing Kei, *CPA*

### COMPLIANCE OFFICER

Mr. Tan Cheng Siong  
*(resigned on 13 June 2018)*  
Mr. Loh Swee Keong  
*(appointed on 13 June 2018)*

### 開曼群島註冊辦事處

P.O. Box 1350, Clifton House,  
75 Fort Street,  
Grand Cayman KY1-1108,  
Cayman Islands

### 總部及馬來西亞主要營業地點

18, Jalan LP 2A/2,  
Taman Lestari Perdana,  
43300 Seri Kembangan, Selangor,  
Darul Ehsan, Malaysia

### 香港主要營業地點

香港  
灣仔駱克道1號  
中南大廈  
1樓101室

### 執行董事

Loh Swee Keong 先生  
*(主席兼行政總裁)*  
Tan Cheng Siong 先生  
*(於二零一八年六月十三日辭任)*

### 獨立非執行董事

邱家禧先生  
朱健明先生  
李明鴻先生

### 公司秘書

周詠淇女士 · 註冊會計師

### 合規主任

Tan Cheng Siong 先生  
*(於二零一八年六月十三日辭任)*  
Loh Swee Keong 先生  
*(於二零一八年六月十三日獲委任)*

# Corporate Information

## 公司資料

### AUDIT COMMITTEE

Mr. Chu Kin Ming (*Chairman*)  
Mr. Yau Ka Hei  
Mr. Lee, Alexander Patrick

### REMUNERATION COMMITTEE

Mr. Yau Ka Hei (*Chairman*)  
Mr. Tan Cheng Siong  
(*resigned on 13 June 2018*)  
Mr. Chu Kin Ming  
Mr. Loh Swee Keong  
(*appointed on 13 June 2018*)

### NOMINATION COMMITTEE

Mr. Loh Swee Keong (*Chairman*)  
Mr. Yau Ka Hei  
Mr. Lee, Alexander Patrick

### AUTHORIZED REPRESENTATIVE

Mr. Loh Swee Keong  
Ms. Chau Wing Kei, *CPA*

### CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Estera Trust (Cayman) Limited  
P.O. Box 1350, Clifton House,  
75 Fort Street,  
Grand Cayman KY1-1108,  
Cayman Islands

### HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited  
Level 22, Hopewell Centre,  
183 Queen's Road East,  
Hong Kong

### PRINCIPAL BANKER

CIMB Bank Berhad  
Public Bank Berhad

### 審核委員會

朱健明先生(*主席*)  
邱家禧先生  
李明鴻先生

### 薪酬委員會

邱家禧先生(*主席*)  
Tan Cheng Siong先生  
(*於二零一八年六月十三日辭任*)  
朱健明先生  
Loh Swee Keong先生  
(*於二零一八年六月十三日獲委任*)

### 提名委員會

Loh Swee Keong先生(*主席*)  
邱家禧先生  
李明鴻先生

### 授權代表

Loh Swee Keong先生  
周詠淇女士 · *註冊會計師*

### 開曼群島股份過戶登記總處

Estera Trust (Cayman) Limited  
P.O. Box 1350, Clifton House,  
75 Fort Street,  
Grand Cayman KY1-1108,  
Cayman Islands

### 香港股份過戶登記分處

卓佳證券登記有限公司  
香港  
皇后大道東183號  
合和中心22樓

### 主要往來銀行

CIMB Bank Berhad  
Public Bank Berhad

# Corporate Information

## 公司資料

### COMPLIANCE ADVISER

RHB Capital Hong Kong Limited

### AUDITORS

Deloitte PLT (LLP0010145-LCA)  
Chartered Accountants (AF0080)

### LEGAL ADVISERS

TC & Co. *(As to Hong Kong Law)*  
David Lai & Tan *(As to Malaysian Law)*  
Appleby *(As to Cayman Islands Law)*

### COMPANY'S WEBSITE ADDRESS

[www.targetprecast.com](http://www.targetprecast.com)

### STOCK CODE

8427

### 合規顧問

興業金融融資有限公司

### 核數師

Deloitte PLT (LLP0010145-LCA)  
特許會計師 (AF0080)

### 法律顧問

崔曾律師事務所 *(有關香港法律)*  
David Lai & Tan *(有關馬來西亞法律)*  
毅柏律師事務所 *(有關開曼群島法律)*

### 公司網址

[www.targetprecast.com](http://www.targetprecast.com)

### 股份代號

8427

# Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Unaudited)

## 簡明綜合損益及其他全面收益表(未經審核)

The board of Directors (the “**Board**”) of the Company is pleased to present the unaudited condensed consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the three months ended 31 August 2018 together with the unaudited comparative figures for the corresponding period in 2017 as follows:

本公司董事會(「**董事會**」)欣然提呈以下本公司及其附屬公司(統稱「**本集團**」)截至二零一八年八月三十一日止三個月的未經審核簡明綜合業績以及二零一七年同期未經審核比較數字：

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

		Three months ended 31 August 截至八月三十一日止三個月	
		2018 二零一八年 RM'000 千令吉 (unaudited) (未經審核)	2017 二零一七年 RM'000 千令吉 (unaudited) (未經審核)
	Note 附註		
Revenue	收入	3	8,319
Cost of sales	銷售成本		(6,254)
Gross profit	毛利		2,065
Other income	其他收入		255
Administrative expenses	行政開支		(2,319)
Selling and distribution expenses	銷售及分銷開支		(310)
Listing expenses	上市開支		-
Finance costs	融資成本	4	(5)
Loss before taxation	除稅前虧損		(314)
Taxation	稅項	5	(188)
Loss for the period	期內虧損		(502)
Other comprehensive income items that will not be reclassified to profit or loss:	將不會重新分類至損益的其他全面收入項目：		
Exchange differences arising on translation from functional currency to presentation currency	由功能貨幣換算為呈列貨幣產生的匯兌差額		226
Total comprehensive loss for the period	期內全面虧損總額		(276)
Loss per share	每股虧損		
Basic (RM cents)	基本(仙令吉)	8	(0.08)

# Condensed Consolidated Statement of Changes in Equity (Unaudited)

## 簡明綜合權益變動表(未經審核)

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

		Share capital 股本 RM'000 千令吉	Share premium 股份溢價 RM'000 千令吉	Other reserve 其他儲備 RM'000 千令吉	Translation reserve 匯兌儲備 RM'000 千令吉	Retained profits 保留溢利 RM'000 千令吉	Total 總計 RM'000 千令吉
At 31 May 2017 (audited)	於二零一七年 五月三十一日 (經審核)	-	-	8,579	-	9,904	18,483
Loss and total comprehensive loss for the period	期內虧損及全面 虧損總額	-	-	-	-	(1,258)	(1,258)
Capitalisation issue	資本化發行	2,400	(2,400)	-	-	-	-
Placing and offer of shares	配售及發售股份	982	26,511	-	-	-	27,493
Transaction costs attributable to issue of shares	發行股份應佔 交易成本	-	(3,895)	-	-	-	(3,895)
At 31 August 2017 (unaudited)	於二零一七年 八月三十一日 (未經審核)	3,382	20,216	8,579	-	8,646	40,823
At 31 May 2018 (audited)	於二零一八年 五月三十一日 (經審核)	<b>3,382</b>	<b>19,891</b>	<b>8,579</b>	<b>(974)</b>	<b>6,814</b>	<b>37,692</b>
Loss for the period	期內虧損	-	-	-	-	(502)	(502)
Exchange differences arising on translation from functional currency to presentation currency	由功能貨幣換算 為呈列貨幣產 生的匯兌差額	-	-	-	226	-	226
Total comprehensive loss for the period	期內全面虧損 總額	-	-	-	226	(502)	(276)
At 31 August 2018 (unaudited)	於二零一八年 八月三十一日 (未經審核)	<b>3,382</b>	<b>19,891</b>	<b>8,579</b>	<b>(748)</b>	<b>6,312</b>	<b>37,416</b>

# Notes to the Condensed Consolidated Financial Statements

## 簡明綜合財務報表附註

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

### 1. GENERAL INFORMATION

The Company is a public limited company incorporated in the Cayman Islands and its shares are listed on the GEM of The Stock Exchange since 19 July 2017. The Company was incorporated in the Cayman Islands as a private limited liability company on 28 October 2016. The addresses of the Company's registered office in Cayman Islands and headquarters and principal place of business in Malaysia are P.O. Box 1350, Clifton House, 75 Fort Street, Grand Cayman KY1-1108, Cayman Islands and 18, Jalan LP 2A/2, Taman Lestari Perdana, 43300 Seri Kembangan, Selangor Darul Ehsan, Malaysia, respectively. The principal place of business in Hong Kong is Room 101, 1/F, Chung Nam Building, 1 Lockhart Road, Wanchai, Hong Kong.

Merchant World Investments Limited ("**Merchant World**"), a limited company incorporated in the British Virgin Islands ("**BVI**"), is the immediate and ultimate holding company of the Company. Merchant World is wholly-owned by Mr. Loh Swee Keong.

The Company is an investment holding company and the principal activities of the Group are manufacturing and trading of precast concrete junction boxes, trading of accessories and pipes and provision of mobile crane rental and ancillary services in Malaysia, and Japanese catering service in Hong Kong.

The unaudited condensed consolidated financial statements are presented in Malaysian Ringgit ("**RM**"), which is also the functional currency of the Company. All values are rounded to nearest thousands (RM'000), unless otherwise stated.

### 1. 一般資料

本公司為於開曼群島註冊成立的公眾有限公司，其股份已自二零一七年七月十九日起於聯交所GEM上市。本公司於二零一六年十月二十八日在開曼群島註冊成立為一家私人有限公司。本公司於開曼群島的註冊辦事處地址以及總部及馬來西亞主要營業地點分別為P.O. Box 1350, Clifton House, 75 Fort Street, Grand Cayman KY1-1108, Cayman Islands及18, Jalan LP 2A/2, Taman Lestari Perdana, 43300 Seri Kembangan, Selangor Darul Ehsan, Malaysia。香港主要營業地點位於香港灣仔駱克道1號中南大廈1樓101室。

Merchant World Investments Limited ("**Merchant World**"), 一家在英屬處女群島 ("**英屬處女群島**")註冊成立的有限公司)是本公司的直接及最終控股公司。Loh Swee Keong先生全資擁有Merchant World。

本公司是一家投資控股公司，而本集團的主要業務為於馬來西亞從事預製混凝土接線盒的製造和貿易、配件及管道貿易以及提供移動式起重機租賃及配套服務以及於香港從事日本餐廳業務。

未經審核簡明綜合財務報表乃以馬來西亞令吉 ("**令吉**")呈列，其亦為本公司的功能貨幣。除另有說明外，所有數值均約整至最接近千位數(千令吉)。



# Notes to the Condensed Consolidated Financial Statements

## 簡明綜合財務報表附註

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

### 2. BASIS OF PREPARATION AND PRESENTATION

The unaudited condensed consolidated financial statements of the Group for the three months ended 31 August 2018 have been prepared in accordance with the International Financial Reporting Standards (“IFRSs”) issued by the International Accounting Standards Board (“IASB”) and the applicable disclosure requirements of the GEM Listing Rules.

The unaudited condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The basis of preparation and accounting policies applied in the preparation of the unaudited condensed consolidated financial statements are consistent with those adopted in the annual report for the year ended 31 May 2018, except for the new and revised IFRSs. The condensed consolidated financial statements are unaudited, but have been reviewed by the Audit Committee of the Company.

### 2. 編製及呈列基準

本集團截至二零一八年八月三十一日止三個月的未經審核簡明綜合財務報表已根據國際會計準則理事會（「國際會計準則理事會」）頒佈的國際財務報告準則（「國際財務報告準則」）以及GEM上市規則的適用披露規定編製。

除若干金融工具按各報告期末的公平值計量外，未經審核簡明綜合財務報表已按歷史成本基準編製。歷史成本一般按交換貨品及服務時給予代價的公平值計量。

編製未經審核簡明綜合財務報表所應用的編製基準及會計政策與截至二零一八年五月三十一日止年度的年報所採納者一致，惟新訂及經修訂國際財務報告準則除外。簡明綜合財務報表乃未經審核，但已由本公司審核委員會審閱。

# Notes to the Condensed Consolidated Financial Statements

## 簡明綜合財務報表附註

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

### 3. REVENUE

Revenue represents the invoiced values of goods sold during the report periods.

### 3. 收入

收入指報告期間已售貨品的發票價值。

		Three months ended 31 August 截至八月三十一日止三個月	
		2018 二零一八年 RM'000 千令吉 (unaudited) (未經審核)	2017 二零一七年 RM'000 千令吉 (unaudited) (未經審核)
Manufacturing and trading	製造及貿易	5,104	5,962
Other building materials and services	其他建築材料及服務	2,497	1,536
Japanese catering services	日本餐廳	718	-
		<b>8,319</b>	<b>7,498</b>

### 4. FINANCE COSTS

### 4. 融資成本

		Three months ended 31 August 截至八月三十一日止三個月	
		2018 二零一八年 RM'000 千令吉 (unaudited) (未經審核)	2017 二零一七年 RM'000 千令吉 (unaudited) (未經審核)
Interest expense on:	以下各項的利息開支：		
Finance leases	融資租賃	-	8
Trust receipt loan	信託收據貸款	3	-
Bank overdraft	銀行透支	-	2
Term loan	定期貸款	-	-
Commitment fees	承諾費	2	-
		<b>5</b>	<b>10</b>

# Notes to the Condensed Consolidated Financial Statements

## 簡明綜合財務報表附註

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

### 5. TAXATION

### 5. 稅項

		Three months ended 31 August 截至八月三十一日止三個月	
		2018 二零一八年 RM'000 千令吉 (unaudited) (未經審核)	2017 二零一七年 RM'000 千令吉 (unaudited) (未經審核)
Malaysia corporate income tax:	馬來西亞企業所得稅：		
Current period	本期間	<b>188</b>	334
Underprovision in prior periods	過往期間撥備不足	-	-
Deferred tax	遞延稅項	-	-
		<b>188</b>	334

Malaysia corporate income tax is calculated at the statutory tax rate of 18%-24% on the estimated assessable profits.

馬來西亞企業所得稅就估計應課稅溢利按18%至24%的法定稅率計算。

Note: Under the Income Tax Act, 1967 of Malaysia, small and medium enterprises in Malaysia with paid-up capital amounting to RM2,500,000 or less are subject to income tax at the rate of 18% for the periods ended 31 August 2017 and 31 August 2018, on chargeable income amounting to RM500,000 or less. For chargeable income in excess of RM500,000, the corporate income tax rate is 24% for the periods ended 31 August 2017 and 31 August 2018 respectively.

附註：根據馬來西亞一九六七年所得稅法，截至二零一七年八月三十一日及二零一八年八月三十一日止期間，於馬來西亞擁有繳足股本2,500,000令吉或以下的中小型企業須分別按稅率18%就最高為500,000令吉的應課稅收入繳納所得稅。至於超過500,000令吉的應課稅收入，截至二零一七年八月三十一日及二零一八年八月三十一日止期間，企業所得稅稅率分別為24%。

# Notes to the Condensed Consolidated Financial Statements

## 簡明綜合財務報表附註

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

### 6. LOSS FOR THE PERIOD

### 6. 期內虧損

		Three months ended 31 August 截至八月三十一日止三個月	
		2018 二零一八年 RM'000 千令吉 (unaudited) (未經審核)	2017 二零一七年 RM'000 千令吉 (unaudited) (未經審核)
Loss for the period has been arrived at after charging/ (crediting):	期內虧損於扣除/(計入)以下各項後達致:		
Auditor remuneration	核數師薪酬	125	94
Cost of inventories recognised as an expense	確認為開支的存貨成本	4,018	3,522
Staff costs, excluding directors' remuneration:	員工成本, 不包括董事薪酬:		
— Salaries, wages and other benefits	— 薪金、工資及其他福利	1,447	899
— Contribution to EPF	— 僱員公積金供款	103	76
		1,550	975
Minimum lease payments on:	以下各項的最低租賃付款:		
Factory	工廠	120	120
Crane	起重機	4	27
Shop	店鋪	167	—
Staff accommodation	員工宿舍	5	5
Office equipment	辦公室設備	2	2
Depreciation on:	以下各項折舊:		
Property, plant and equipment	物業、廠房及設備	161	118
Investment property	投資物業	2	2
Unrealised loss/(gain) on foreign exchange	未變現匯兌虧損/(收益)	(580)	(16)
Interest income	利息收入	(9)	(6)
Rental income from investment property	投資物業的租金收入	—	(1)

### 7. DIVIDEND

The Board does not recommend the payment of dividend for the three months ended 31 August 2018 (2017: Nil).

### 7. 股息

截至二零一八年八月三十一日止三個月, 董事會並無建議派付股息(二零一七年: 無)。

# Notes to the Condensed Consolidated Financial Statements

## 簡明綜合財務報表附註

For the three months ended 31 August 2018 截至二零一八年八月三十一日止三個月

### 8. LOSS PER SHARE

The calculation of the basic loss per share is based on the following data:

### 8. 每股虧損

每股基本虧損乃根據下列數據計算：

		Three months ended 31 August 截至八月三十一日止三個月	
		2018 二零一八年 RM'000 千令吉 (unaudited) (未經審核)	2017 二零一七年 RM'000 千令吉 (unaudited) (未經審核)
Loss for the purpose of basic loss per share loss for the period attributable to the owners	用於計算擁有人應佔期內每股基本虧損的虧損	(502)	(1,258)

		Number of shares 股份數目	Number of shares 股份數目
Weighted average number of ordinary shares for the purpose of calculating basic loss per share	用於計算每股基本虧損的普通股加權平均數	620,000,000	526,086,957

No diluted (loss)/earnings per share information has been presented for the current period as the Company has no potential ordinary shares outstanding during the period ended 31 August 2018.

由於本公司於截至二零一八年八月三十一日止期間並無發行在外的潛在普通股，故並無呈列本期間的每股攤薄(虧損)/盈利資料。

For the three months ended 31 August 2017, the weighted average number of ordinary shares for the purpose of calculating basic loss per share has been determined on the assumption that the Reorganisation and the capitalisation on issue of share to the unaudited condensed consolidated financial statements has been effective on 1 June 2015.

截至二零一七年八月三十一日止三個月，用於計算每股基本虧損的普通股加權平均數乃假設未經審核簡明綜合財務報表所述重組及資本化發行股份已於二零一五年六月一日生效而釐定。

# Management Discussion and Analysis

## 管理層討論及分析

### BUSINESS REVIEW AND OUTLOOK

The Group manufactures and sells precast concrete telecommunication junction boxes and precast concrete electrical junction boxes under the brand of "Target" in Malaysia (the "**Manufacturing and trading business**"). The Group's precast concrete junction boxes are used in (i) telecommunication and electrical infrastructures upgrade and expansion works; and (ii) construction projects in Malaysia. They are buried underground to deter tampering and are used to house and protect a junction with telecommunication and electrical utility connection and distribution access points from weather, changing elevation underground and provide easy access for maintenance.

The Group has been a registered supplier or approved supplier of various notable telecommunication companies such as Celcom Axiata Berhad and Telekom Malaysia ("**Telekom**") since 2008 and registered supplier of Tenaga National Bhd. ("**TNB**"), the only electric utility company, in Malaysia since 2012. Hence, the Group's precast concrete junction boxes can be used in infrastructure or construction projects involving the telecommunication companies and TNB.

For the three months ended 31 August 2018, the revenue of the Group increased by approximately 10.9% due to increase in the revenue generated from the trading of accessories and pipes and the provision of mobile crane rental and ancillary services and Japanese catering services.

### 業務回顧及展望

本集團於馬來西亞製造及銷售「Target」品牌的預製混凝土電信接線盒及預製混凝土電力接線盒（「**製造及貿易業務**」）。本集團的預製混凝土接線盒用於馬來西亞的(i)電信及電力基建升級及擴建工程；及(ii)建築項目。它們埋藏於地下以防止損害，以及用作放置及保護與電信及電力設施連接的接線點以及分佈式接入點，免受天氣及地下高標轉變的影響，並提供通道方便維修。

本集團自二零零八年起為多家知名電信公司（如 Celcom Axiata Berhad 及 Telekom Malaysia（「**Telekom**」）的註冊供應商或認可供應商，以及自二零一二年起為 Tenaga National Bhd.（「**TNB**」，馬來西亞唯一的電力公用事業公司）的註冊供應商。因此，本集團的預製混凝土接線盒可用於涉及電信公司及 TNB 的基建或建築項目。

截至二零一八年八月三十一日止三個月，本集團的收入增加約10.9%，此乃由於配件及管道貿易以及提供移動式起重機租賃及配套服務以及日本餐廳所產生的收入增加。

# Management Discussion and Analysis

## 管理層討論及分析

The overall market condition of the precast concrete junction box industry (i.e. the industry in relation to the manufacturing of both precast concrete telecommunication junction box and precast concrete electrical junction box) in Malaysia was relative stable in the last financial year. However, following a change in the Malaysian Government in May 2018, there are changes in policies to fulfill the election mandates of Mr. Mahathir Mohamad, the Prime Minister. The potential changes in policies may create more uncertainty to the growth of the economy of Malaysia in the foreseeable future. Moreover, other factors which include labour shortage and dependency on foreign workers, and the rising production and transportation costs may exert pressure on the Group's business operations. Nevertheless, the Group remains cautiously optimistic about the overall business prospects.

### FINANCIAL REVIEW

#### Revenue

The revenue increased from approximately RM7.5 million for the three months ended 31 August 2017 to approximately RM8.3 million for the three months ended 31 August 2018, representing an increase of approximately 10.9%. Such increase was mainly due to increase of the trading of accessories and pipes and the provision of mobile crane rental and ancillary services and Japan catering services.

於上個財政年度，馬來西亞預製混凝土接線盒行業（即與製造預製混凝土電信接線盒及預製混凝土電力接線盒有關的行業）的整體市況相對穩定。然而，隨著二零一八年五月馬來西亞政府更替，政策已發生變動以完成總理馬哈蒂爾·穆罕默德(Mahathir Mohamad)先生的選舉任務。政策的潛在變動可能於可預見的將來為馬來西亞的經濟增速帶來更多變數。此外，勞工短缺、倚賴外勞以及生產及運輸成本上升等其他因素可能對本集團的業務經營施加壓力。然而，本集團仍對整體業務前景持審慎樂觀態度。

### 財務回顧

#### 收入

收入由截至二零一七年八月三十一日止三個月約7.5百萬令吉增加至截至二零一八年八月三十一日止三個月約8.3百萬令吉，增幅約10.9%。有關增加乃主要由於配件及管道貿易以及提供移動式起重機租賃及配套服務以及日本餐廳收入增加。

# Management Discussion and Analysis

## 管理層討論及分析

The Group's revenue generated from the trading of accessories and pipes and the provision of mobile crane rental and ancillary services increased by approximately 62.6%, from approximately RM1.5 million for the three months ended 31 August 2017 to approximately RM2.5 million for the three months ended 31 August 2018. The increase was mainly caused by the increase in sales of steels and pipes.

On the other hand, following the change in Malaysian Government in May 2018, which caused uncertainty to Malaysia's whole economy, the demand and orders for the Group's precast junction boxes dropped compared to last year same period. As a result, the revenue generated from manufacturing and trading business decreased by approximately 14.4% from approximately RM6.0 million for the three months ended 31 August 2017 to approximately RM5.1 million for the three months ended 31 August 2018.

The Japanese catering services generated approximately RM0.7 million income to the Group for the three months ended 31 August 2018.

### Cost of sales and Gross Profit

Costs of sales mainly consists of (i) cost of raw materials and trading products; (ii) manufacturing overheads; (iii) direct labour; (iv) crane hiring costs; and (v) food costs. The cost of sales increased from approximately RM5.2 million for the three months ended 31 August 2017 to approximately RM6.3 million for the three months ended 31 August 2018, representing an increase of approximately 19.7%. Such change was mainly attributable to the increase in sales of other building materials and food costs during the three months ended 31 August 2018.

本集團的配件及管道貿易以及提供移動式起重機租賃及配套服務所產生的收入由截至二零一七年八月三十一日止三個月約1.5百萬令吉增加約62.6%至截至二零一八年八月三十一日止三個月約2.5百萬令吉。有關增加乃主要由於鋼鐵及管道銷售增加所致。

另一方面，二零一八年五月馬來西亞政府更替後，對馬來西亞的整體經濟產生不確定性，本集團預製接線盒的需求及訂單相比去年同期下滑。因此，製造及貿易業務所得的收入由截至二零一七年八月三十一日止三個月的約6.0百萬令吉減少約14.4%至截至二零一八年八月三十一日止三個月的約5.1百萬令吉。

截至二零一八年八月三十一日止三個月，日本餐廳為本集團產生約0.7百萬令吉的收入。

### 銷售成本及毛利

銷售成本主要包括(i)原材料及貿易產品成本；(ii)製造費用；(iii)直接勞工；(iv)起重機租用成本；及(v)食品成本。銷售成本由截至二零一七年八月三十一日止三個月約5.2百萬令吉增加至截至二零一八年八月三十一日止三個月約6.3百萬令吉，增幅約19.7%。有關變動乃主要由於截至二零一八年八月三十一日止三個月其他建築材料銷售及食品成本增加所致。



# Management Discussion and Analysis

## 管理層討論及分析

The Gross Profit decreased from approximately RM2.3 million for the three months ended 31 August 2017 to approximately RM2.1 million for the three months ended 31 August 2018.

### Administrative expenses

Administrative expenses of the Group increased by approximately RM0.9 million or 68.5% from approximately RM1.4 million for the three months ended 31 August 2017 to approximately RM2.3 million for the three months ended 31 August 2018.

The Group's administrative expenses mainly consisted of salaries, welfare and other benefits, rent and rates, general office expenses, depreciation and professional service fees. The increase was mainly attributable to the increase in staff costs paid to Directors and staff due to business expansion and audit fee and other professional costs in relation to the compliance with the GEM Listing Rules during the period.

### Selling and distribution expenses

Selling and distribution expenses of the Group increased slightly by approximately RM0.02 million or 8.0% from approximately RM0.29 million for the three months ended 31 August 2017 to approximately RM0.31 million for the three months ended 31 August 2018.

The Group's selling and distribution expenses mainly consisted of salaries, welfare and other benefits for sales and marketing staff and travelling and entertainment expenses. The slight increase of selling and distribution expenses was mainly due to the increase in staff cost.

毛利由截至二零一七年八月三十一日止三個月約2.3百萬令吉減少至截至二零一八年八月三十一日止三個月約2.1百萬令吉。

### 行政開支

本集團的行政開支由截至二零一七年八月三十一日止三個月約1.4百萬令吉增加約0.9百萬令吉或68.5%至截至二零一八年八月三十一日止三個月約2.3百萬令吉。

本集團的行政開支主要包括薪金、福利及其他福利、租金及差餉、一般辦公室開支、折舊及專業服務費。有關增加乃主要由於期內支付予董事及員工的員工成本增加，原因為業務擴展以及與遵循GEM上市規則有關的審計費用及其他專業費用增加。

### 銷售及分銷開支

本集團的銷售及分銷開支由截至二零一七年八月三十一日止三個月約0.29百萬令吉輕微增加約0.02百萬令吉或8.0%至截至二零一八年八月三十一日止三個月約0.31百萬令吉。

本集團的銷售及分銷開支主要包括銷售及市場推廣員工的薪金、福利及其他福利以及差旅及招待開支。銷售及分銷開支輕微增加乃主要由於員工成本增加所致。

# Management Discussion and Analysis

## 管理層討論及分析

### Loss for the period

The Group recorded a net loss of approximately RM0.5 million for the three months ended 31 August 2018 due to the net effect of (i) the increase in the administrative expenses incurred by the Group for the three months ended 31 August 2018; (ii) the increase in revenue of the Group for the three months ended 31 August 2018; and (iii) the slight increase in the cost of sales of the Group for the three months ended 31 August 2018.

### MATERIAL INVESTMENTS, ACQUISITIONS AND DISPOSALS, AND PLAN FOR MATERIAL INVESTMENT OR CAPITAL ASSETS

There were no significant investment held, nor other material acquisitions and disposals of subsidiaries and affiliated companies during the three months ended 31 August 2018. There is no specific future plan for material investments or capital assets as at the date of this report.

### 期內虧損

本集團於截至二零一八年八月三十一日止三個月錄得淨虧損約0.5百萬令吉，乃由於以下各項的淨影響所致：(i)截至二零一八年八月三十一日止三個月本集團產生的行政開支增加；(ii)截至二零一八年八月三十一日止三個月本集團的收入增加；及(iii)截至二零一八年八月三十一日止三個月本集團銷售成本輕微增加。

### 重大投資、收購及出售以及重大投資或資本資產計劃

於截至二零一八年八月三十一日止三個月，概無持有任何重大投資，或附屬公司及聯營公司的其他重大收購及出售事項。於本報告日期，概無涉及重大投資或資本資產的特定未來計劃。

# Management Discussion and Analysis

## 管理層討論及分析

### **DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ASSOCIATED CORPORATIONS**

As at 31 August 2018, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) (i) as required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and/or short positions which they are taken or deemed to have under such provisions of the SFO), or (ii) as required to be recorded in the register required to be kept by the Company pursuant to Sections 352 of the SFO, or (iii) as otherwise notified to the Company and the Stock Exchange pursuant to the required standard of dealings by directors of listed issuers as referred to in Rule 5.46 of the GEM Listing Rules were as follows:

### **董事及主要行政人員於本公司及相聯法團的股份、相關股份及債權證的權益及淡倉**

於二零一八年八月三十一日，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)的股份、相關股份或債權證中，擁有(i)根據證券及期貨條例第XV部第7及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有關條文彼等被當作或視為擁有的權益及／或淡倉)，或(ii)須記錄於本公司根據證券及期貨條例第352條須存置的登記冊的權益及淡倉，或(iii)根據GEM上市規則第5.46條所述上市發行人董事進行交易的規定標準須知會本公司及聯交所的權益及淡倉如下：

# Management Discussion and Analysis

## 管理層討論及分析

Name of Director/ Chief Executive	Capacity/Nature of Interest	Number of ordinary shares in which interested	Percentage of the Company's issued share capital as at 31 August 2018 佔本公司於 二零一八年 八月三十一日 已發行股本 百分比
董事／主要行政人員姓名	身份／權益性質	普通股份 權益數量	

Mr. Loh Swee Keong (Note 2) Loh Swee Keong 先生 (附註2)	Interest in controlled corporation 受控制法團權益	317,020,000 (L) (Note 1) (附註1)	51.13%
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Notes:

- (1) The letter (L) denotes the person's long interest in the Shares.
- (2) Merchant World Investments Limited is a company incorporated in the BVI and is wholly-owned by Mr. Loh Swee Keong. Mr. Loh Swee Keong is deemed to be interested in all the Shares held by Merchant World Investments Limited for the purpose of the SFO.

附註：

- (1) 英文字母(L)表示該人士於股份的好倉。
- (2) Merchant World Investments Limited為一家於英屬處女群島註冊成立的公司，並由Loh Swee Keong先生全資擁有。根據證券及期貨條例，Loh Swee Keong先生被視為於由Merchant World Investments Limited持有的全部股份中擁有權益。

# Management Discussion and Analysis

## 管理層討論及分析

Save for disclosed above, as at 31 August 2018, none of the Directors and chief executive of the Company had any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) (i) as required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and/or short positions which they are taken or deemed to have under such provision of the SFO), or (ii) as required to be recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or (iii) as otherwise notified to the Company and the Stock Exchange pursuant to the required standard of dealings by Directors of the Company as referred to in Rule 5.46 of the GEM Listing Rules.

### **SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY**

As at 31 August 2018, the following persons (other than the Directors or chief executive of the Company) had interests and/or short positions in the shares and underlying shares of the Company which would fall to be disclosed of the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or as required to be recorded in the register required to be kept under Section 336 and SFO were as follows:

除上文所披露者外，於二零一八年八月三十一日，概無董事及本公司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）的任何股份、相關股份或債權證中，擁有(i)根據證券及期貨條例第XV部第7及8分部須知會本公司及聯交所的任何權益或淡倉（包括根據證券及期貨條例有關條文彼等被當作或視為擁有的權益及／或淡倉），或(ii)須記錄於本公司根據證券及期貨條例第352條須存置的登記冊的任何權益或淡倉，或(iii)根據GEM上市規則第5.46條所述本公司董事進行交易的規定標準須知會本公司及聯交所的任何權益或淡倉。

### **主要股東及其他人士於本公司股份及相關股份的權益及淡倉**

於二零一八年八月三十一日，以下人士（董事或本公司主要行政人員除外）於本公司股份及相關股份中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的權益及／或淡倉，或須記錄於根據證券及期貨條例第336條須予存置的登記冊的權益及／或淡倉如下：

# Management Discussion and Analysis

## 管理層討論及分析

### Ordinary Shares of the Company

### 本公司普通股

Name of Director/ Chief Executive	Capacity/Nature of Interest	Number of ordinary shares in which interested	Percentage of the Company's issued share capital as at 31 August 2018 佔本公司於 二零一八年 八月三十一日 已發行股本 百分比
董事／主要行政人員 姓名／名稱	身份／權益性質	普通股份 權益數量	
Merchant World Investments Limited	Beneficial owner	317,020,000 (L) (Note 1)	51.13%
Merchant World Investments Limited	實益擁有人	(附註1)	
Ms. Woon Sow Sum (Note 2)	Interest of spouse	317,020,000 (L)	51.13%
Woon Sow Sum 女士 (附註2)	配偶權益		
Greater Elite Holdings Limited	Beneficial owner	122,980,000 (L)	19.84%
Greater Elite Holdings Limited	實益擁有人		
Mr. Law Fung Yuen Paul (Note 3)	Interest in controlled corporation	122,980,000 (L)	19.84%
羅鳳原先生 (附註3)	受控制法團權益		
Ms. Cheng Lai Wah Christina (Note 4)	Interest of spouse	122,980,000 (L)	19.84%
Cheng Lai Wah Christina 女士 (附註4)	配偶權益		

Notes:

附註：

- (1) The letter (L) denotes the person's long interest in the Shares.
- (2) Ms. Woon Sow Sum is the spouse of Mr. Loh Swee Keong and is deemed, or taken to be interested in all Shares in which Mr. Loh Swee Keong has interest under the SFO.

- (1) 英文字母(L)表示該人士於股份的好倉。
- (2) Woon Sow Sum 女士為 Loh Swee Keong 先生的配偶，根據證券及期貨條例，彼被視為或當作於 Loh Swee Keong 先生擁有權益的所有股份中擁有權益。

# Management Discussion and Analysis

## 管理層討論及分析

- (3) Greater Elite Holdings Limited is a company incorporated in the BVI and is wholly-owned by Mr. Law Fung Yuen Paul. Mr. Law Fung Yuen Paul is deemed to be interested in all the Shares held by Greater Elite Holdings Limited for the purpose of the SFO.
- (4) Ms. Cheng Lai Wah Christina is the spouse of Mr. Law Fung Yuen Paul and is deemed, or taken to be interested in all Shares in which Mr. Law Fung Yuen Paul has interest under the SFO.
- (3) Greater Elite Holdings Limited為一家於英屬處女群島註冊成立的公司，並由羅鳳原先生全資擁有。根據證券及期貨條例，羅鳳原先生被視為於由Greater Elite Holdings Limited持有的全部股份中擁有權益。
- (4) Cheng Lai Wah Christina女士為羅鳳原先生的配偶，根據證券及期貨條例，彼被視為或當作於羅鳳原先生擁有權益的所有股份中擁有權益。

Save for disclosed above, as at 31 August 2018, the Company has not been notified by any person (other than the Directors or the chief executive of the Company) who had, or was deemed to have, interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company and the Stock Exchange under provisions of Division 2 and 3 of Part XV of the SFO or as required to be recorded in the register required to be kept by the Company under Section 336 of the SFO.

除上文所披露者外，於二零一八年八月三十一日，本公司並無得悉任何人士（董事或本公司主要行政人員除外）於本公司股份或相關股份中，擁有或被視為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及聯交所披露的權益或淡倉，或須記錄於本公司根據證券及期貨條例第336條須存置的登記冊的權益或淡倉。

### CHARGE ON GROUP'S ASSETS

The Group did not have any charge on its assets as at 31 August 2018 (2017: Nil).

### 本集團資產之抵押

於二零一八年八月三十一日，本集團並無抵押其任何資產（二零一七年：無）。

### FOREIGN CURRENCY RISK

As most of the Group's transactions are denominated in Malaysian Ringgit and Hong Kong dollars, the Directors believe that the Group's exposure to exchange fluctuation was immaterial and the Group has not implemented any formal hedging or other alternative policies to deal with such exposure.

### 外幣風險

由於本集團大部分交易以馬來西亞令吉及港元計值，董事認為，本集團之匯兌波動風險並不重大，本集團亦無實施任何正式對沖或其他處理有關風險的替代政策。

# Management Discussion and Analysis

## 管理層討論及分析

### CONTINGENT LIABILITIES

The Group had no contingent liabilities at the balance sheet date.

### CORPORATE GOVERNANCE PRACTICES

Under the code provision A.2.1 of the Corporate Governance Code (the “CG Code”), the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive officer should be clearly established.

Mr. Loh Swee Keong (“**Mr. Loh**”) is the chairman of the Board and the chief executive officer of the Company. In view of Mr. Loh has been operating and managing the operating subsidiaries of the Group since 1993, the Board believes that it is in the best interest of the Group to have Mr. Loh taking up both roles for effective management and business development. Therefore, the Directors consider that the deviation from the CG Code provision A.2.1 is appropriate in such circumstances.

Save as disclosed above, for the three months ended 31 August 2018, in the opinion of the Directors, the Group has complied with the code provision of the CG Code.

### 或然負債

本集團於資產負債表結算日概無或然負債。

### 企業管治常規

根據企業管治守則(「企業管治守則」)守則條文第A.2.1條，主席及行政總裁的職務應予區分，並不應由同一人士擔任。主席與行政總裁之間職務的分工應予清晰界定。

Loh Swee Keong先生(「**Loh先生**」)為本公司董事會主席兼行政總裁。鑑於Loh先生自一九九三年起一直經營及管理本集團的營運附屬公司，故董事會相信，由Loh先生兼任兩個職位以達致有效的管理及業務發展乃符合本集團的最佳利益。因此，董事認為，偏離企業管治守則條文第A.2.1條在該情況下乃屬合適。

除上文所披露者外，截至二零一八年八月三十一日止三個月，董事認為，本集團一直遵守企業管治守則的守則條文。



# Management Discussion and Analysis

## 管理層討論及分析

### SHARE OPTION SCHEME

The purpose of the Share Option Scheme is to attract and retain the best available personnel, to provide additional incentive to employees (full time and part time), or any member of the Group, including any Executive, Non-executive Directors and Independent Non-executive Directors, advisors, consultants of the Group.

The Company conditionally adopted the Share Option Scheme on 27 June 2017 whereby the Board is authorised, at its absolute discretion and subject to the terms of the Share Option Scheme, to grant options to the Eligible Participants to subscribe for the shares of the Company. The Share Option Scheme will be valid and effective for a period of ten years from the date of the grant of option.

The maximum number of shares in respect of which options may be granted under the Share Option Scheme and any other share option schemes of the Company must not in aggregate exceed 10% of the total number of shares in issue upon the date of the shares of the Company listed on the GEM, being 62,000,000 shares (or such numbers of shares as shall result from a subdivision or a consolidation of such 62,000,000 from time to time) (the “**Scheme Limit**”). Subject to shareholders’ approval in general meeting, the Board may (i) renew this limit at any time to 10% of the shares in issue as at the date of the approval by the shareholders in general meeting; and/or (ii) grant options beyond the Scheme Limit to Eligible Participants specifically identified by the Board.

The number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option scheme of the Company at any time shall not exceed 30% of the shares in issue from time to time. No options shall be granted under any schemes of the Company (including the Share Option Scheme) if this will result in the limit being exceeded.

### 購股權計劃

購股權計劃旨在吸引及挽留最優秀的人員，以及向本集團全職及兼職僱員或任何成員(包括本集團任何執行董事、非執行董事、獨立非執行董事、顧問及諮詢人)提供額外獎勵。

於二零一七年六月二十七日，本公司有條件採納購股權計劃，據此，董事會獲授權按其絕對酌情權，依照購股權計劃的條款，向合資格參與人士授出可認購本公司股份的購股權。購股權計劃將由授出購股權當日起計十年期間有效及生效。

根據購股權計劃及本公司任何其他購股權計劃可能授出的購股權所涉及的最高股份數目合共不得超過本公司股份於GEM上市日期後已發行股份總數的10%，即62,000,000股股份(或因不時拆細或合併該62,000,000股股份而產生的有關股份數目)(「**計劃上限**」)。待於股東大會上取得股東批准後，董事會可(i)隨時將此上限更新至於股東在股東大會上批准當日已發行股份的10%；及／或(ii)向董事會特別選定的合資格參與人士授出超過計劃上限的購股權。

因根據購股權計劃及本公司任何其他購股權計劃已授出惟尚未行使的所有尚未行使購股權獲行使而可能發行的股份數目，於任何時候不得超過不時已發行股份的30%。倘根據本公司的任何計劃(包括購股權計劃)授出購股權將導致超出上限，則不得授出購股權。

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## 管理層討論及分析

The total number of shares issuable upon exercise of the options granted under the Share Option Scheme and any other share option schemes of the Company to each Participants in any twelve months period shall not exceed 1% of the shares in issue. Any further grant of options is subject to shareholders' approval in general meeting with such Eligible Participants and his associates abstaining from voting.

An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period as the Board may determine which shall not exceed ten years from the date of grant subject to the provisions of early termination thereof.

An offer for the grant must be accepted not less than five business days from the date on which the Option is granted. The amount payable by the grantee of an option to the Company on acceptance of the offer for the grant of an options is HK\$1.

Pursuant to the Share Option Scheme, the participants may subscribe for the shares of the Company on exercise of an option at the price determined by the Board provided that it shall be at least the highest of: (i) the closing price of the shares as stated in the Stock Exchange's daily quotation sheet on the date of grant, which must be a trading day; (ii) the average of the closing prices of the shares as stated in the Stock Exchange's daily quotation sheets for the five trading days immediately preceding the date of grant; and (iii) the nominal value of the share.

During the three months ended 31 August 2018, other than the share option scheme is set out above, the Company did not enter into the other equity-linked agreement, nor did any other equity-linked agreement exist during the period under review.

於任何12個月期間，根據購股權計劃及本公司任何其他購股權計劃向各參與人士授出的購股權獲行使而可予發行的股份總數不得超過已發行股份的1%。任何額外授出購股權須於股東大會上獲股東批准，而有關合資格參與人士及其聯繫人須放棄投票。

購股權可於董事會可能釐定而不得超過授出日期起計十年的期間內，在有關於提前終止條文的規限下，隨時根據購股權計劃的條款獲行使。

授出購股權的要約必須於授出購股權當日起計不少於五個營業日獲接納。購股權承授人於接納授出購股權的要約時應向本公司支付1港元。

根據購股權計劃，參與人士可按董事會釐定的價格行使購股權認購本公司股份，惟該價格不得低於下列最高者：(i)於授出當日(該日須為交易日)的聯交所每日報價表所列股份的收市價；(ii)於緊接授出日期前五個交易日的聯交所每日報價表所列股份的平均收市價；及(iii)股份面值。

截至二零一八年八月三十一日止三個月，除上文所述購股權計劃外，本公司概無訂立任何其他股本掛鈎協議，回顧期間亦不存在任何其他股本掛鈎協議。

# Management Discussion and Analysis

## 管理層討論及分析

### **DIRECTORS' RIGHT TO ACQUIRE SHARES OR DEBENTURES**

Other than as disclosed under the section "Share Option Scheme" and "Directors' and chief executives' interests and short positions in shares, underlying shares and debentures of the company and associated corporations", at no time during the period was the Company, its or any of its holding companies or any of its subsidiaries a party to any arrangement to enable the Directors and the Chief Executives (including their spouses and children under 18 years of age) to hold any interests or short positions in the shares, or underlying shares, or debentures of the Company or its associated corporations (within the meaning of PART XV of the SFO).

### **DIRECTOR'S SECURITIES TRANSACTIONS**

The Company has adopted a code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. The Company had also made specific enquiries of all the Directors and all Directors confirmed that they have complied with the required standards of dealings regarding securities transactions by the Directors during the three months ended 31 August 2018 and up to the date of this report.

### **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES**

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities for the three months ended 31 August 2018.

### **董事收購股份或債權證的權利**

除於「購股權計劃」一節及「董事及主要行政人員於本公司及相聯法團的股份、相關股份及債權證的權益及淡倉」一節所披露者外，於期內任何時間，本公司、其任何控股公司或其任何附屬公司並無訂立任何安排，致使董事及主要行政人員(包括彼等的配偶及18歲以下的子女)於本公司或其相聯法團(定義見證券及期貨條例第XV部)的股份、相關股份或債權證中持有任何權益或淡倉。

### **董事進行證券交易**

本公司已採納有關董事進行證券交易的行為守則，其條款不遜於GEM上市規則第5.48至5.67條所載規定交易準則。本公司亦已向全體董事作出具體查詢，而全體董事確認彼等於截至二零一八年八月三十一日止三個月及截至本報告日期止一直遵守有關董事進行證券交易的規定交易準則。

### **購買、出售或贖回上市證券**

截至二零一八年八月三十一日止三個月，本公司及其任何附屬公司概無購買、出售或贖回本公司任何上市證券。

# Management Discussion and Analysis

## 管理層討論及分析

### DIRECTOR'S INTEREST OF COMPETING BUSINESS

The Directors confirm that none of the controlling shareholders or Directors and their respective close associates (as defined in the GEM Listing Rules) is interested in any business apart from the business operated by the Group which competes or is likely to compete, directly or indirectly, with the Group's business.

### AUDIT COMMITTEE

The Group has established the Audit Committee with written terms of reference in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules and paragraph C.3 of the Corporate Governance Code and Corporate Governance Report as set out in Appendix 15 to the GEM Listing Rules. The duties of the Audit Committee are to primary review financial statements of the Company and oversee internal control procedures of the Company.

The Audit Committee currently consists of three members namely, Mr. Yau Ka Hei, Mr. Chu Kin Ming and Mr. Lee, Alexander Patrick. The chairman of the Audit Committee is Mr. Chu Kin Ming.

The Audit Committee has reviewed the accounting principles and policies adopted by the Group and the unaudited condensed consolidated financial statements of the Group for the three months 31 August 2018 and is of the opinion that such statements complied with applicable standards, the GEM Listing Rules and that adequate disclosure had been made.

### 董事於競爭業務的權益

董事確認，概無控股股東或董事及彼等各自的緊密聯繫人(定義見GEM上市規則)於本集團營運的業務外，現時或可能與本集團業務直接或間接競爭的任何業務中擁有任何權益。

### 審核委員會

本集團已成立審核委員會，並遵照GEM上市規則第5.28至5.33條及GEM上市規則附錄15所載的企業管治守則及企業管治報告第C.3段，制定其書面職權範圍。審核委員會職責主要為審閱本公司的財務報表及監督本公司的內部監控程序。

審核委員會目前由三名成員組成，即邱家禧先生、朱健明先生及李明鴻先生。審核委員會主席為朱健明先生。

審核委員會已審閱本集團採納的會計原則及政策以及本集團截至二零一八年八月三十一日止三個月的未經審核簡明綜合財務報表，並認為該等報表符合適用準則及GEM上市規則，且已作出足夠披露。

# Management Discussion and Analysis

## 管理層討論及分析

### INTEREST OF THE COMPLIANCE ADVISER

As notified by RHB Capital Hong Kong Limited (“**RHB Capital**”), the compliance adviser of the Company, except for (i) RHB Capital’s participation as the sole sponsor in relation to the listing of the Company; and (ii) the compliance adviser agreement entered into between the Company and RHB Capital dated 27 June 2017, neither RHB Capital nor any of its close associates (as defined in the GEM Listing Rules) and none of the directors or employees of RHB Capital had any interest in the share capital of our Company or any member of our Group (including options or rights to subscribe for such securities, if any) which is required to be notified to our Company pursuant to Rule 6A.32 of the GEM Listing Rules as of 31 August 2018.

By Order of the Board  
**SK Target Group Limited**  
**Loh Swee Keong**  
*Chairman*

Hong Kong, 12 October 2018

*As at the date of this report, the Board comprises one Executive Director, namely, Mr. Loh Swee Keong and three Independent Non-executive Directors, namely, Mr. Yau Ka Hei, Mr. Chu Kin Ming and Mr. Lee, Alexander Patrick.*

### 合規顧問的權益

誠如本公司合規顧問興業金融融資有限公司(「**興業金融融資**」)告知，截至二零一八年八月三十一日，除(i)興業金融融資作為獨家保薦人參與本公司上市；及(ii)本公司與興業金融融資訂立日期為二零一七年六月二十七日的合規顧問協議外，興業金融融資、其任何緊密聯繫人(定義見GEM上市規則)及興業金融融資的董事或僱員概無於本公司或本集團任何成員公司的股本中，擁有根據GEM上市規則第6A.32條須知會本公司的任何權益，當中包括認購有關證券的購股權或權利(如有)。

承董事會命  
**瑞強集團有限公司**  
*主席*  
**Loh Swee Keong**

香港，二零一八年十月十二日

於本報告日期，董事會包括一名執行董事Loh Swee Keong先生及三名獨立非執行董事邱家禧先生、朱健明先生及李明鴻先生。

The background is a vibrant orange with a low-poly, geometric pattern. White lines and shapes are scattered across the surface, including a large rounded rectangle with four circles inside, a smaller rectangle with a line extending from it, and a 3D cube-like structure in the lower-left. Several bright, glowing yellow points are also present, connected by thin white lines.

**SK TARGET GROUP LIMITED**  
**瑞強集團有限公司**