



E Lighting Group Holdings Limited
壹照明集團控股有限公司

(incorporated in the Cayman Islands with limited liability)

Stock Code : 8222

**THIRD QUARTERLY RESULTS ANNOUNCEMENT
FOR THE NINE MONTHS ENDED 31 DECEMBER 2019**

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

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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 announcement, for which the directors (the “Directors”) of E Lighting Group Holdings Limited (the “Company” or “E Lighting”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock 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 the information contained in this announcement 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 announcement misleading.

FINANCIAL HIGHLIGHTS

For the nine months ended 31 December 2019:

- Revenue was approximately HK\$55,298,000 for the nine months ended 31 December 2019, representing a decrease of approximately 12.3% as compared with that of the corresponding period in last year, which was mainly due to uncertainty in Hong Kong retail environment and macro business environment.
- The Group recorded a loss of approximately HK\$811,000 during the nine months ended 31 December 2019.
- Loss per share was approximately HK0.18 cents for the nine months ended 31 December 2019.
- The board of Directors does not recommend the payment of any dividend for the nine months ended 31 December 2019.

THIRD QUARTERLY RESULTS

The board of Directors (the “Board”) of the Company announces the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the nine months ended 31 December 2019 (the “Reporting Period”), together with the comparative unaudited figures for the previous corresponding period in 2018 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the nine months ended 31 December 2019

		Three months ended 31 December		Nine months ended 31 December	
		2019	2018	2019	2018
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
	Notes	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	4	19,325	21,460	55,298	63,031
Cost of sales		<u>(8,922)</u>	<u>(9,720)</u>	<u>(25,406)</u>	<u>(28,236)</u>
Gross Profit		10,403	11,740	29,892	34,795
Other income, gains and losses	5	-	-	-	(18,107)
Selling and distribution expenses		(6,521)	(7,135)	(19,884)	(21,852)
Administrative and other expenses		(3,398)	(4,288)	(10,436)	(12,271)
Finance costs	6	<u>(209)</u>	<u>-</u>	<u>(516)</u>	<u>-</u>
Profit/(Loss) before tax	6	275	317	(944)	(17,435)
Income tax credit/(expenses)	8	<u>(46)</u>	<u>(42)</u>	<u>133</u>	<u>(112)</u>
Profit/(Loss) and total comprehensive income for the period attributable to the owners of the Company		<u>229</u>	<u>275</u>	<u>(811)</u>	<u>(17,547)</u>
Profit/(Loss) per share	10				
- Basic and diluted (HK cents)		<u>0.05</u>	<u>0.06</u>	<u>(0.18)</u>	<u>(3.89)</u>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 31 December 2019

	Share capital HK\$'000	Share premium HK\$'000	Other reserve HK\$'000	Accumulated losses HK\$'000	Total equity HK\$'000
As at 1 April 2018 (audited)	4,510	67,066	2	(25,795)	45,783
Loss and total comprehensive income for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>(17,547)</u>	<u>(17,547)</u>
As at 31 December 2018 (unaudited)	<u>4,510</u>	<u>67,066</u>	<u>2</u>	<u>(43,342)</u>	<u>28,236</u>
As at 1 April 2019 (audited)	4,510	67,066	2	(50,153)	21,425
Loss and total comprehensive income for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>(811)</u>	<u>(811)</u>
As at 31 December 2019 (unaudited)	<u>4,510</u>	<u>67,066</u>	<u>2</u>	<u>(50,964)</u>	<u>20,614</u>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

The Company was incorporated in the Cayman Islands as an exempted company with limited liability on 29 November 2013 under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of the Company's registered office is 4th Floor, Harbour Place, 103 South Church Street, George Town, P.O. Box 10240, Grand Cayman KY1-1002, Cayman Islands and its principal place of business in Hong Kong is 10/F, Tiffan Tower, 199 Wanchai Road, Wanchai, Hong Kong. The Company's issued shares have been listed on GEM of Stock Exchange since 29 September 2014.

The Company's principal activity is investment holding while the Group is principally engaged in retail chain business in lighting, designer label furniture and household products in Hong Kong and wholesale of tableware and giftware worldwide.

2. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements of the Group for the Reporting Period have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations (hereinafter collectively referred to as the "HKFRSs") and the applicable disclosure requirements of the Hong Kong Companies Ordinance and GEM Listing Rules.

The unaudited condensed consolidated financial statements have been prepared under the historical cost convention. Except for the adoption of HKFRS and changes in accounting policies as disclosed in note 3, the accounting policies and methods of computation used in the preparation of the unaudited condensed consolidated financial statements are consistent with those used in the annual financial statements of the Group for the year ended 31 March 2019 as set out in the 2019 Annual Report of the Company, which have been prepared in accordance with HKFRSs. The unaudited condensed consolidated financial statements should be read in conjunction with the annual financial statements of the Group for the year ended 31 March 2019.

In the current period, the HKICPA has issued a number of new and revised HKFRSs and interpretations that are first effective for the current accounting period of the Group. The Group has adopted all these new and revised HKFRSs and interpretations that are relevant to its operation. Except for the adoption of HKFRSs and changes in accounting policies as disclosed in note 3, the adoption of these new and revised HKFRSs had no significant effects on the results of the Group for the current and prior periods.

The Group has not early adopted the new and revised HKFRSs that have been issued, but are not yet effective for the current period. The Group's current intention is to apply these changes on the date they become effective. The Group is in the process of assessing, where applicable, the potential impact of these new and revised HKFRSs that will be effective in future periods but is not yet in a position to state whether these new and revised HKFRSs would have a material impact on the Group's results of operation.

The preparation of the unaudited condensed consolidated financial statements in conformity with the HKFRSs requires the use of certain critical accounting estimates. It also requires the management to exercise their judgments in the process of applying the Group's accounting policies.

The unaudited condensed consolidated financial statements are presented in Hong Kong dollars ("HK\$"), which is the same as the functional currency of the Company.

The unaudited condensed consolidated financial statements have been reviewed by the Company's audit committee.

3. ADOPTION OF HKFRS AND CHANGES IN ACCOUNTING POLICIES

The Group has adopted HKFRS 16 “Lease” on 1 April 2019 which resulted in changes in accounting policies.

HKFRS 16 introduces a comprehensive model for the identification of lease arrangements and accounting treatments for both lessors and lessees. HKFRS 16 supersedes HKAS 17 “Leases” and the related interpretations when it becomes effective.

The Group leases various offices, retail shops and warehouses under non-cancellable lease agreements expiring within 3 years. HKFRS 16 primarily affects the Group’s as a lessee of leases of offices, retail shops and warehouses. The application of the new accounting model leads to an increase in both assets and liabilities and to impact on the timing and classification of the expense recognition in the consolidated statement of profit or loss and other comprehensive income over the period of the lease.

The Group has applied the simplified transition approach in accordance with the transitional provision under HKFRS 16, all right-of-use assets were measured at the amount of the lease liabilities on adoption (adjusted for any prepaid or accrued lease expenses) and comparative figures have not been restated.

In addition, the Group elects the practical expedient in order not to apply the new accounting model to short-term leases and leases of low-value assets, not to conduct comprehensive review on existing leases, to apply HKFRS 16 only to new contracts and to exclude initial direct costs from the measurement of the right-of-use asset at the date of initial application. The Group uses the practical expedient to account for leases for which the lease term ends, within 12 months from the date of initial application as short-term leases.

On adoption of HKFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as “operating leases” under the principles of HKAS 17. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee’s incremental borrowing rate as at 1 April 2019.

Impact on the consolidated statement of financial position as at 1 April 2019 (increase):

	At 31 March 2019 under HKAS 17 HK\$’000	Effect of adoption of HKFRS 16 HK\$’000	At 1 April 2019 under HKFRS 16 HK\$’000
Right-of-use assets	-	10,849	10,849
Lease liabilities	-	10,849	10,849

Upon adoption of HKFRS 16, principal elements of lease payments and related interest portion have been classified within financing activities.

4. REVENUE

	Three months ended 31 December		Nine months ended 31 December	
	2019	2018	2019	2018
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Sales of goods	<u>19,325</u>	<u>21,460</u>	<u>55,298</u>	<u>63,031</u>

5. OTHER INCOME, GAINS AND LOSSES

	Three months ended 31 December		Nine months ended 31 December	
	2019	2018	2019	2018
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Bank interest income	-	-	-	5
Impairment loss on goodwill	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,112)</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,107)</u>

6. PROFIT/(LOSS) BEFORE TAX

Profit/(Loss) before tax is arrived at after charging:

	Three months ended 31 December		Nine months ended 31 December	
	2019	2018	2019	2018
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Auditor's remuneration	150	180	510	540
Costs of inventories recognised as expenses	7,958	8,743	22,510	25,273
Depreciation				
- property, plant and equipment	152	139	471	436
- right-of-use assets	3,109	-	7,658	-
Amortisation of intangible assets	-	402	-	1,206
Lease payments under operating leases (HKAS 17)				
- minimum lease payments	-	4,202	-	12,809
- contingent rent	-	28	-	48
	-	4,230	-	12,857
Lease expenses (HKFRS 16)				
- short-term leases	541	-	3,815	-
- variable lease payments	2	-	30	-
Employee costs (note 7)	4,188	4,196	12,349	12,633
Finance costs				
- interest on lease liabilities	209	-	516	-

7. EMPLOYEE COSTS

	Three months ended 31 December		Nine months ended 31 December	
	2019 HK\$'000 (Unaudited)	2018 HK\$'000 (Unaudited)	2019 HK\$'000 (Unaudited)	2018 HK\$'000 (Unaudited)
Employee costs (including directors) comprise:				
Salaries and other benefits	4,036	4,043	11,903	12,166
Contributions to defined contribution retirement plans	152	153	446	467
	<u>4,188</u>	<u>4,196</u>	<u>12,349</u>	<u>12,633</u>

8. INCOME TAX CREDIT/(EXPENSES)

	Three months ended 31 December		Nine months ended 31 December	
	2019 HK\$'000 (Unaudited)	2018 HK\$'000 (Unaudited)	2019 HK\$'000 (Unaudited)	2018 HK\$'000 (Unaudited)
Hong Kong Profits Tax	<u>(46)</u>	<u>(42)</u>	<u>133</u>	<u>(112)</u>

Hong Kong Profits Tax is calculated at 8.25% on estimated assessable profits up to HK\$2 million and 16.5% on any part of the estimated assessable profits over HK\$2 million for each reporting period.

9. DIVIDEND

The Board does not recommend payment of any dividend for the nine months ended 31 December 2019 (nine months ended 31 December 2018: Nil).

10. PROFIT/(LOSS) PER SHARE

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

	Three months ended		Nine months ended	
	31 December		31 December	
	2019	2018	2019	2018
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit/(Loss):				
Profit/(Loss) for the period for the purpose of calculating basic and diluted profit/(loss) per share	<u>229</u>	<u>275</u>	<u>(811)</u>	<u>(17,547)</u>
	'000 shares	'000 shares	'000 shares	'000 shares
Number of shares:				
Weighted average number of shares for the purpose of calculating basic and diluted profit/(loss) per share	<u>451,036</u>	<u>451,036</u>	<u>451,036</u>	<u>451,036</u>

Basic profit/(loss) per share was calculated by dividing the profit/(loss) attributable to the owners of the Company by the weighted average number of ordinary shares in issue during the period.

For the nine months ended 31 December 2019 and 2018, diluted profit/(loss) per share was the same as basic profit/(loss) per share as there were no dilutive potential ordinary shares outstanding during the nine months ended 31 December 2019 and 2018.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review and Future Outlook

Business Review

Retail chain business in lighting and designer label furniture

Retail chain business in lighting and designer label furniture is the core business of the Group. Being one of the most established retail chain group of lighting products in Hong Kong, E Lighting possesses rich experience in the sale of quality lighting and designer label furniture products from all over the world. During the Reporting Period, E Lighting was cautious in its retail network development due to the sluggish retail environment of Hong Kong and has concentrated on the consolidation of its retail network and optimisation of the product mix.

During the Reporting Period, revenue of the retail chain business in lighting and designer label furniture was approximately HK\$52,957,000, accounted for approximately 95.8% of the Group's revenue.

Tableware, giftware and other business

Tableware, giftware and other business is mainly for wholesale of tableware, giftware and other trading worldwide, which has expanded the Group's business portfolio, and broadened its source of income and generated additional cash flows. During the Reporting Period, revenue of the tableware, giftware and other business was approximately HK\$2,341,000, accounted for approximately 4.2% of the Group's revenue.

Future Outlook

With reference to the monthly figures released by the Census and Statistics Department of the Government of the Hong Kong Special Administrative Region (the "Government"), the value of total retail sales started decreasing in February 2019 and continued to drop for 11 consecutive months from February 2019 to December 2019 over the previous year, the retail sales registered a significant drop in August 2019 to December 2019, as the local social incidents continued to take a heavy toll on consumption-related activities.

In view of the threat of novel coronavirus infection heavily weighing on people traffic and consumption sentiment, the Directors foresee that the Hong Kong retail market becomes more uncertain and the business will be affected by the evolvement of the infection in the near term.

The Group will closely monitor the market condition, adjust its product strategies and strengthen cost and cash flow control measures, by reducing staff costs, lowering the inventory level and considering to downsize its retail network. In the meantime, all members of the Board agree to reduce their emoluments by 50% for three months with effect from 1 February 2020 as part of control measures for improvement of cash flow.

The Group will closely monitor the trend of the business environment and maintain pragmatic approach for its business. The Group will continue to concentrate on the consolidation of its retail network, optimisation of product mix and intensification of cost control, and will also continue to seize opportunities to stabilise growth through cautious strategic planning.

Looking forward, housing is one of the biggest concern and need for Hong Kong citizens and housing is closely related to demand of lighting and household products. Therefore, the Group is afforded with new opportunities in its various lines of business. The Group will adopt more cautious strategies, which will be executed with prudence and closely control its expenditure in order to maintain its competitiveness. The Group will strive to maintain a streamlined business operation, while catering for consumers' specific needs and being responsive to market changes. Leveraging the support of the capital market, its own strengths, and the global trends of saving energy, protecting the environment and pursuing a higher quality of life, the Group is cautiously confident of its development in the future. The Group will strive to maintain steady growth and to maximise returns for the investors.

Financial Review

Revenue

During the Reporting Period, the Group's revenue was approximately HK\$55,298,000, representing a decrease of approximately 12.3% from approximately HK\$63,031,000 as compared with that of the corresponding period in last year, which was mainly due to uncertainty in Hong Kong retail environment and macro business environment.

During the Reporting Period, revenue of the retail chain business in lighting and designer label furniture was approximately HK\$52,957,000, representing a decrease of approximately 8.6% from approximately HK\$57,946,000 as compared with that of the corresponding period in last year.

During the Reporting Period, revenue of the tableware, giftware and other business was approximately HK\$2,341,000, representing a decrease of approximately 54.0% from approximately HK\$5,085,000 as compared with that of the corresponding period in last year.

Gross Profit and Gross Profit Margin

During the Reporting Period, the Group's gross profit was approximately HK\$29,892,000, representing a decrease of approximately 14.1% from approximately HK\$34,795,000 as compared with that of the corresponding period in last year. The decrease was primarily due to decrease in sales. During the Reporting Period, the Group's overall gross profit margin was approximately 54.1%.

Selling and Distribution Expenses

During the Reporting Period, the Group's selling and distribution expenses was approximately HK\$19,884,000, representing a decrease of approximately 9.0% from approximately HK\$21,852,000 as compared with that of the corresponding period in last year. Selling and distribution expenses primarily consists of rentals for retail outlets and related expenses, staff costs (including salaries and sales commission to salespersons), electronic payment charges and depreciation. The decrease was primarily due to decrease in rental and related expenses for retail outlets.

Administrative and Other Expenses

During the Reporting Period, the Group's administrative and other expenses was approximately HK\$10,436,000, representing a decrease of approximately 15.0% from approximately HK\$12,271,000 as compared with that of the corresponding period in last year. Administrative and other expenses primarily consists of rentals for office premises and warehousing facilities, staff costs (including salaries to administrative staff and emoluments to Directors) and professional expenses. The decrease was primarily due to decrease in rental and related expenses for office and amortisation of intangible assets.

Loss for the Period

The Group recorded a loss of approximately HK\$811,000 during the Reporting Period (nine months ended 31 December 2018: loss of approximately HK\$17,547,000).

Dividend

The Board does not recommend the payment of any dividend for the nine months ended 31 December 2019 (nine months ended 31 December 2018: Nil).

CORPORATE GOVERNANCE AND OTHER INFORMATION

Corporate Governance Practices

The Company is committed to achieving high standards of corporate governance to safeguard the interests of the shareholders of the Company and enhance its corporate value. The Company's corporate governance practices are based on the principles and code provisions as set out in the Corporate Governance Code and Corporate Governance Report in Appendix 15 to the GEM Listing Rules (the "CG Code"). To the best knowledge of the Board, the Company has complied with the code provisions in the CG Code during the Reporting Period.

Directors' Securities Transactions

The Company has adopted a code of conduct for dealing in securities of the Company by the Directors in accordance with the required standard of dealings as set out in the Rules 5.48 to 5.67 of the GEM Listing Rules (the "Required Standard of Dealings"). The Company has made specific enquiries with all Directors and the Directors confirmed that they have complied with the Required Standard of Dealings and the code of conduct for dealing in securities of the Company during the Reporting Period.

Rights to Acquire Shares or Debentures

At no time during the Reporting Period was the Company, or any of its holding companies or any of its subsidiaries a party to any arrangement to enable the Directors and the chief executives of the Company (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 any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")).

Competing Interests

As at 31 December 2019, none of the Directors, the substantial shareholders of the Company and their respective close associates (as defined in the GEM Listing Rules) has any interests in a business which competes or is likely to compete, either directly or indirectly, with the business of the Group.

Purchase, Sale or Redemption of the Company's Listed Securities

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Reporting Period.

Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures of the Company or any Associated Corporations

As at 31 December 2019, the interests and short positions of the Directors and the Chief Executives in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO), as recorded in the register required to be kept under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Required Standard of Dealings were as follows:

Long positions in ordinary shares of the Company

Name	Capacity/Nature of interests	Number of securities	Approximate percentage of the total number of issued shares
Mr. Hui Kwok Keung Raymond (Note 1)	Interest in controlling corporation	210,000,000	46.56%
Mr. Hue Kwok Chiu	Beneficial Owner	45,000,000	9.98%

Note:

(1) These shares are held by Time Prestige Ventures Limited, a company wholly-owned by Mr. Hui Kwok Keung Raymond.

Save as disclosed above, as at 31 December 2019, none of the Directors or the Chief Executives had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations as recorded in the register required to be kept under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Required Standard of Dealings.

Substantial Shareholders' and Other Persons' Interests and Short Positions in the Shares and Underlying Shares of the Company

As at 31 December 2019, to the best of the knowledge of the Directors and the Chief Executives and based on the public records filed on the website of the Stock Exchange and records kept by the Company, the interests and short positions of the persons or corporations (other than the Directors and the Chief Executives) in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO were as follows:

Long positions in ordinary shares of the Company

Name	Capacity/Nature of interests	Number of securities	Approximate percentage of the total number of issued shares
Time Prestige Ventures Limited	Beneficial Owner	210,000,000	46.56%
Ms. Ng Hiu Ying (Note 1)	Interest of spouse	45,000,000	9.98%

Note:

(1) Ms. Ng Hiu Ying is the spouse of Mr. Hue Kwok Chiu. Under the SFO, Ms. Ng Hiu Ying is deemed to be interested in the same number of shares in which Mr. Hue Kwok Chiu is interested.

Save as disclosed above, as at 31 December 2019, no person or corporation (other than the Directors and the Chief Executives) who had any interests or short positions in the shares or underlying shares of the Company were recorded in the register required to be kept by the Company under section 336 of the SFO.

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), directors, consultants, advisers, distributors, contractors, suppliers, agents, customers, business partners or service providers of the Group (the "Eligible Participants") and to promote the success of the business of the Group.

The Company conditionally adopted a share option scheme (the "Share Option Scheme") on 11 September 2014 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 commencing from the date of adoption of the Share Option Scheme.

As at 31 December 2019, the total number of shares available for issue under the Share Option Scheme is 40,000,000 shares, representing approximately 8.87% of the total number of issued shares of the Company. Since the adoption of the Share Option Scheme, no share option has been granted by the Company.

Compliance Adviser's Interests

After the completion of the engagement of Ample Capital Limited as the compliance adviser of the Company in compliance with Rule 6A.19 of the GEM Listing Rules on 30 June 2017, the Company did not have compliance adviser.

Audit Committee

The audit committee of the Company (the “Audit Committee”) was established with written terms of reference in compliance with Rules 5.28 and 5.29 of the GEM Listing Rules and code provision C.3.3 of the CG Code. The Audit Committee currently comprises three independent non-executive Directors and is chaired by Mr. Leung Wai Chuen. The other members are Mr. Chung Wai Man and Ms. Yeung Mo Sheung Ann. The primary duties of the Audit Committee are mainly to oversee the relationship with the Company’s external auditor, review the Company’s financial information and oversee the Company’s financial reporting system, risk management and internal control systems.

The Audit Committee had reviewed the unaudited consolidated results of the Group for the nine months ended 31 December 2019 with the management and is of the view that such results complied with the applicable accounting standards, the requirements under the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures had been made.

Changes in Information of Directors

All members of the Board agree to reduce their emoluments by 50% for three months with effect from 1 February 2020 as part of control measures for improvement of cash flow.

Sufficiency of Public Float

Based on information that is publicly available to the Company and within the knowledge of the Directors, the Company has maintained a sufficient public float as at the date of this announcement.

PUBLICATION OF THIRD QUARTERLY RESULTS AND THIRD QUARTERLY REPORT

This announcement is published on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.elighting.asia). The third quarterly report of the Company for the nine months ended 31 December 2019 containing all the information required by the GEM Listing Rules will be dispatched to the Company’s shareholders and published on the above websites in due course.

By order of the Board
E Lighting Group Holdings Limited
壹照明集團控股有限公司
Hue Kwok Chiu
Chairman

Hong Kong, 12 February 2020

As at the date of this announcement, the executive Directors are Mr. Hue Kwok Chiu, Mr. Hui Kwok Keung Raymond and Mr. Hui Kwok Wing; the independent non-executive Directors are Mr. Chung Wai Man, Mr. Leung Wai Chuen and Ms. Yeung Mo Sheung Ann.

This announcement will remain on the “Latest Listed Company Information” page of the GEM website at www.hkgem.com for at least 7 days from the date of its posting and will also be published on the Company’s website at www.elighting.asia.