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遠航港口發展有限公司

OCEAN LINE PORT DEVELOPMENT LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8502)

FIRST QUARTERLY RESULTS ANNOUNCEMENT FOR THE THREE MONTHS ENDED 31 MARCH 2021

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK 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 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 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.

This announcement, for which the directors (the “Directors”, each a “Director”) of Ocean Line Port Development Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (the “GEM Listing Rules”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquires, 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.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended 31 March 2021

		Three months ended 31 March	
	Notes	2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
Revenue	4	41,640	38,440
Cost of services rendered		<u>(18,154)</u>	<u>(15,642)</u>
Gross profit		23,486	22,798
Other income and gains		1,997	1,838
Selling and distribution expenses		(178)	(117)
Administrative expenses		(3,022)	(2,340)
Finance costs		<u>(17)</u>	<u>(450)</u>
Profit before income tax	5	22,266	21,729
Income tax expense	6	<u>(4,390)</u>	<u>(5,128)</u>
Profit and total comprehensive income for the period, net of tax		<u>17,876</u>	<u>16,601</u>
Profit and total comprehensive income for the period attributable to:			
Owners of the Company		12,772	11,950
Non-controlling interests		<u>5,104</u>	<u>4,651</u>
		<u>17,876</u>	<u>16,601</u>
Earnings per share attributable to owners of the Company			
Basic and diluted earnings per share	7	<u>RMB1.60 cents</u>	<u>RMB1.49 cents</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2021

	Attributable to owners of the Company										Non-controlling interests	Total
	Share capital	Share premium	Capital reserve	Special reserve	Statutory reserve	Other reserve	Assets revaluation reserve	Fair value reserve	Retained earnings	Subtotal		
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
At 1 January 2021												
(audited)	6,758	50,277	369	6,154	66,265	176,540	376	(357)	45,544	351,926	125,604	477,530
Profit for the period and total comprehensive income for the period	–	–	–	–	–	–	–	–	12,772	12,772	5,104	17,876
Transfer to statutory reserve	–	–	–	–	3,188	–	–	–	(3,188)	–	–	–
Appropriation and utilisation of reserve	–	–	–	386	–	–	–	–	(386)	–	–	–
As at 31 March 2021												
(unaudited)	6,758	50,277	369	6,540	69,453	176,540	376	(357)	54,742	364,698	130,708	495,406
At 1 January 2020												
(audited)	6,758	50,277	369	4,812	49,239	176,540	376	–	19,333	307,704	101,511	409,215
Profit for the period and total comprehensive income for the period	–	–	–	–	–	–	–	–	11,950	11,950	4,651	16,601
Transfer to statutory reserve	–	–	–	–	799	–	–	–	(799)	–	–	–
Appropriation and utilisation of reserve	–	–	–	326	–	–	–	–	(326)	–	–	–
As at 31 March 2020												
(unaudited)	6,758	50,277	369	5,138	50,038	176,540	376	–	30,158	319,654	106,162	425,816

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company was incorporated as an exempted company with limited liability in the Cayman Islands on 30 October 2017. The address of the Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company is located at Room 2715-16, 27/F, Hong Kong Plaza, 188 Connaught Road West, Hong Kong. The Company was listed on GEM of the Stock Exchange of Hong Kong Limited on 10 July 2018.

The principal activity of the Company is investment holding while its subsidiaries are principally engaged in port operation in Chizhou City, Anhui Province, the People's Republic of China (the "PRC").

The Company's immediate and ultimate parent is Vital Force Developments Limited ("Vital Force"), a company incorporated in the British Virgin Islands with limited liability and its ultimate controlling parties are Mr. Kwai Sze Hoi and his spouse Ms. Cheung Wai Fung.

The unaudited condensed consolidated financial statements are presented in Renminbi ("RMB"), unless otherwise stated.

The unaudited condensed consolidated financial statements have not been reviewed by the Company's auditor, but have been reviewed by the Company's audit committee (the "Audit Committee").

2. BASIS OF PREPARATION

This unaudited condensed consolidated financial statements for the three months ended 31 March 2021 have been prepared in accordance with Hong Kong Financial Reporting Standard ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the applicable disclosure provisions of the GEM Listing Rules. The unaudited condensed consolidated financial statements should be read in conjunction with the Company's annual consolidated financial statements for the year ended 31 December 2020, which have been prepared in accordance with HKFRSs issued by the HKICPA.

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 preparation of the Group's annual financial statements for the year ended 31 December 2020, except for the adoption of the standards, amendments and interpretation issued by the HKICPA mandatory for the annual periods beginning 1 January 2021.

In the current period, the Group has applied all the new and amended HKFRSs which are first effective for the reporting period and relevant to the Group. The adoption of new and amended HKFRSs do not have material impact on the Group's results of operations or financial position.

The Group has not applied any new or amended HKFRSs that are not yet effective for the current accounting period.

3. SEGMENT INFORMATION

Operating segment information

The Group identifies its operating segments and prepares segment information based on the regular internal financial information reported to the executive Directors, who are the chief operating decision makers of the Group, for their decisions about resources allocation to the Group's business components and review of these components' performance. There is only one business component in the internal reporting to the executive Directors, which is the provision of port services. Accordingly, no segment information analysed by operating segment is presented in the condensed consolidated financial statements.

Geographical information

The geographical location of revenue allocated is based on the location at which services are provided. The Group renders port services in the PRC and all its revenue for the three months ended 31 March 2021 and 2020 were derived in the PRC. The geographical location of the Group's non-current assets is based on the physical location of the assets. The Group's non-current assets are located or based in the PRC.

4. REVENUE

Revenue represents the income from provision of service and sales excluding related tax, where applicable.

Revenue recognised during the period is as follows:

	Three months ended 31 March	
	2021	2020
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Port service income	41,640	38,440

5. PROFIT BEFORE INCOME TAX

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

	Three months ended 31 March	
	2021	2020
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Costs of inventories recognised as an expense (included under cost of services rendered)	996	1,019
Employee benefit expenses (including Directors' emoluments)		
— Wages, salaries and other benefits	4,496	4,157
— Defined contributions	765	597
	5,261	4,754
Direct operating expenses arising from investment properties that generated rental income	76	76
Depreciation of property, plant and equipment	6,783	5,735
Repairs and maintenance expenses (included under cost of services rendered)	2,864	2,646
Subcontracting fee (included under cost of services rendered)	3,642	2,329
Amortisation of deferred government grant	(223)	(223)

6. INCOME TAX EXPENSE

The amount of taxation in the unaudited condensed consolidated statement of comprehensive income during the period represents:

	Three months ended 31 March	
	2021	2020
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Current tax		
— PRC enterprise income tax	3,234	4,036
Deferred tax charged to profit or loss	1,156	1,092
	4,390	5,128

The Group's subsidiaries in the PRC are subject to the PRC enterprise income tax ("EIT") at the standard rate of 25% on the estimated assessable profits, except for the following subsidiaries which enjoyed certain tax exemption and relief.

Pursuant to the PRC tax law, its rules and regulations, enterprises that invest in qualifying public infrastructure projects are eligible for certain tax benefits.

One of the infrastructure projects (the "Qualifying Project") of Chizhou Port Ocean Line Holdings Limited ("Chizhou Port Holdings"), a subsidiary of the Company, is entitled to exemption from PRC enterprise income tax for three years (the "3-Year Exemption Entitlement") and a 50% reduction for three years thereafter (the "3-Year 50% Tax Reduction Entitlement"). The 3-Year Exemption Entitlement has commenced for the financial year beginning on 1 January 2019 and ending on 31 December 2021 irrespective of whether the Qualifying Project is profit-making during this period and the 3-Year 50% Tax Reduction Entitlement shall commence from the financial year beginning on 1 January 2022 and ending on 31 December 2024. Therefore, the relevant profit generated from the Qualifying Project is tax exempted for the three months ended 31 March 2021.

No provision for Hong Kong profits tax has been made as the Group had no estimated assessable profits arising in or derived from Hong Kong for the three months ended 31 March 2021 (three months ended 31 March 2020: nil).

7. EARNINGS PER SHARE

The calculation of basic and diluted earnings per share is based on the following information:

	Three months ended 31 March	
	2021	2020
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Profit for the period attributable to the owners of the Company	12,772	11,950
	Number of shares	
	Three months ended	
	31 March	
	2021	2020
Weighted average number of ordinary shares in issue during the period	800,000,000	800,000,000

The calculation of basic earnings per share for the three months ended 31 March 2021 is based on profit attributable to owners of the Company of approximately RMB12,772,000 (for the three months ended 31 March 2020: profit of RMB11,950,000) and on the weighted average number of 800,000,000 (for the three months ended 31 March 2020: 800,000,000) ordinary shares in issue during the period.

Diluted earnings per share is the same as the basic earnings per share because the Group had no potentially dilutive shares in issue during the respective periods.

8. DIVIDENDS

The Directors do not recommend the payment of dividend for the three months ended 31 March 2021 (three months ended 31 March 2020: nil).

9. RELATED PARTY TRANSACTIONS

(a) The Group had the following material related party transactions during the period:

		Three months ended 31 March	
		2021 RMB'000 (Unaudited)	2020 RMB'000 (Unaudited)
	Note		
Lease payment paid to a related company	(i)	<u>119</u>	<u>108</u>

Note:

- (i) In November 2017, Ocean Line Port Development (Hong Kong) Limited (“Ocean Line Hong Kong”) and Ocean Longevity Company Limited (“Ocean Longevity”), a related company, entered into a tenancy agreement pursuant to which the Ocean Longevity as the landlord agreed to lease certain premises to Ocean Line Hong Kong as the tenant. The annual rental under the tenancy agreement amounted to approximately HK\$480,000 from 1 January 2018 and expired on 31 December 2020.

In November 2020, Ocean Line Hong Kong and Ocean Longevity, enter into a tenancy agreement pursuant to which the Ocean Longevity as the landlord agreed to lease certain premises to Ocean Line Hong Kong as the tenant. The annual rental under the tenancy agreement amounted to approximately HK\$570,000 from 1 January 2021 and expiring on 31 December 2023.

The controlling shareholders of the Company are the beneficial owners of Ocean Longevity.

The above transactions with the related company were negotiated and carried out in the ordinary course of business and on terms agreed between the Group and the related company.

As the total amount payable under the above tenancy agreements (including the estimated utilities and telephone charges) by Ocean Line Hong Kong to Ocean Longevity for each of the three financial years ended 31 December 2020 and each of the three financial years ending 31 December 2023 would be approximately HK\$500,000 and HK\$600,000, respectively, which are both less than HK\$3,000,000 per annum and less than the 5% percentage ratios (other than the profits ratio) mentioned in Rule 19.07 of the GEM Listing Rules, the total annual rent (including the estimated utilities and telephone charges) payable under the above tenancy agreement would fall below the de minimis threshold under Rule 20.74(1)(c) of the GEM Listing Rules and thus would not be subject to any reporting, announcement or independent shareholders’ approval requirements under Chapter 20 of the GEM Listing Rules.

(b) Key management personnel compensation

The remuneration of Directors and other members of key management during the periods were as follow:

	Three months ended	
	31 March	
	2021	2020
	<i>RMB'000</i>	<i>RMB'000</i>
	(Unaudited)	(Unaudited)
Fee	293	283
Salaries, allowances and benefits in kinds	60	60
Defined contributions	19	10
	372	353

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is an inland terminal operator in the PRC and is principally engaged in the provision of port logistic services (including loading and unloading of cargoes, bulk cargo handling services, container handling, storage and other services). The Group operates two port terminals, namely, Jiangkou Terminal and Niutoushan Terminal, both situated in Chizhou City, Anhui Province, the PRC. Chizhou City, located in the upper reach of the downstream section of the Yangtze River, is an important port city in the southwestern region of Anhui Province. It is also a crucial component of the integrated development of the Yangtze River Delta. With abundant mining resources as its biggest strengths, Chizhou City is an integral non-metallic mineral base in Eastern China. There are eleven berths in the two major terminals of the Group, including the four berths of the new phase (Phase III) of Jiangkou Terminal, making the Group the largest public port operator in Chizhou City, as well as an important driver of the opening up and promoting investment and business in Chizhou City.

For the three months ended 31 March 2021, total throughput volume of bulk cargo, break bulk cargo and container were 5.9 million tonnes (three months ended 31 March 2020: 5.4 million tonnes) and 4,172 TEUs (three months ended 31 March 2020: 3,542 TEUs), respectively, representing an increase of 9.1% and 17.8%, respectively as compared to the corresponding period in 2020. The Group's revenue and profit were RMB41.6 million (three months ended 31 March 2020: RMB38.4 million) and RMB17.9 million (three months ended 31 March 2020: RMB16.6 million), respectively, representing an increase of 8.3% and 7.8%, respectively as compared to the corresponding period in 2020.

The increase in the Group's revenue was heavily dependent on the growth in throughput volume of cargo loading and unloading. Given the impact of the COVID-19 pandemic on the results of the Group during the first quarter of 2020, the growth rate of the throughput volume as compared to the corresponding period in 2020 reflected that the ports were not in their optimal conditions. The throughput volume of the ports was mainly influenced by the following factors:

Firstly, domestic economy recovered rapidly. The PRC economy is showing a good momentum of recovery, with rapid recovery of industrial production, consumption market and enterprises. Various key economic indicators continued to grow at a faster pace, while the economical operation has maintained a generally stable development trend with a steady rise.

Secondly, the Spring Festival cast impacts on port business. As compared to the corresponding period in 2020, production of mining corporations was suspended for a longer period during the Spring Festival, affecting the Group's port business to a certain extent.

Thirdly, some mining corporations have not yet fully resumed production. Under the impact of the COVID-19 pandemic, some small and medium-sized mining corporations are still facing a lot of difficulties throughout the economic recovery progress, including the continuous enhancement of environmental governance, the decrease in production of basic industries such as steelmaking and the decrease in demand for non-metallic mineral products.

OUTLOOK

The overall recovery and improvement of the PRC's economy represents a good start to the development of the 14th Five-Year Plan. It is currently expected that the Group's port shipment volume in the second quarter of 2021 would hopefully exceed those of the corresponding period of last year due to the following main factors:

Firstly, the economic development continues to improve. The PRC's economic growth in the first quarter has laid the economic foundation for the whole year. With the external economic environment continuing to improve, the previously deferred consumption, investment and exports will be given a go-ahead.

Secondly, the mining governance has shown an initial success. Under the idea of "Adjusting the layout of mining industry, optimising resources allocation, improving the ecological environment and promoting industrial development" ("調整礦業佈局、優化資源配置、改善生態環境、推進產業發展"), the pollution caused by mining, processing and transportation of mining corporations will be managed effectively through centralised rectification and integration. Facilities of the mining corporations will become more complete, allowing further expansion of production capacity, laying a foundation for the stable development of the mining economy in the long run.

Thirdly, the throughput capacity advantages are fully utilised. The advantages of throughput capacity of the new phase (Phase III) of Jiangkou Terminal are obvious with advanced equipment, meeting the actual production and operation needs with high working efficiency.

Together we will make full use of our advantages and work hard to broaden sources of income and reduce expenditure, capture opportunities, expand and move forward with even greater enthusiasm.

FINANCIAL REVIEW

Revenue

	Three months ended 31 March		Increase	
	2021	2020		
	RMB'000	RMB'000	RMB'000	%
	(Unaudited)	(Unaudited)		
Revenue from provision of uploading and unloading services				
Bulk cargo and break bulk cargo	37,035	35,459	1,576	4.4
Container	629	564	65	11.5
Subtotal	37,664	36,023	1,641	4.6
Revenue from provision of ancillary port services	3,976	2,417	1,559	64.5
Total revenue	41,640	38,440	3,200	8.3
	Three months ended 31 March		Increase	
	2021	2020		
	(Unaudited)	(Unaudited)		%
Total cargo throughput (thousand tonnes)	5,928	5,432	496	9.1
Container throughput (TEUs)	4,172	3,542	630	17.8

Our revenue which is principally generated from the provision of uploading and unloading services was approximately RMB37.7 million for the three months ended 31 March 2021 and RMB36.0 million for the same period in 2020. The increase in revenue was mainly due to the increase in cargo handling revenue since the throughput of cargo increased by approximately 0.5 million tonnes as compared with the same period in 2020. The increase in throughput volume of cargo was mainly due to the rebound in market demand after the pandemic in the PRC, and gradual recovery of the PRC's domestic trade and foreign trade.

Cost of services

Our cost of services primarily consists of depreciation of property, plant and equipment, staff cost, subcontracting fee, fuel and oil, consumables, electricity, repairs and maintenance expenses and others.

For three months ended 31 March 2021, our cost of services was approximately RMB18.2 million (three months ended 31 March 2020: RMB15.6 million), representing an increase of RMB2.6 million or approximately 16.7% as compared to the same period in 2020. The increase in cost of services was mainly attributable to (i) the increase in depreciation of property, plant and equipment of approximately RMB1.1 million due to additional property, plant and equipment commencing to be depreciated, (ii) the increase in subcontracting fee of approximately RMB1.3 million which was driven by the increase in transportation and handling services due to the increase in throughput volume of cargo by 9.1% in terms of tonnes.

Gross profit and gross profit margin

	Three months ended 31 March		Increase/(decrease) %	
	2021 (Unaudited)	2020 (Unaudited)		
Gross profit (RMB'000)	<u>23,486</u>	<u>22,798</u>	<u>688</u>	<u>3.0</u>
Gross profit margin (%)	<u>56.4</u>	<u>59.3</u>	<u>(2.9)</u>	<u>N/A</u>

For the three months ended 31 March 2021, our gross profit increased to approximately RMB23.5 million and gross profit margin decreased to approximately 56.4%. The decrease in gross profit margin was primarily due to the more fixed cost (including depreciation of property, plant and equipment) was incurred during the three months ended 31 March 2021, comparing with the corresponding period of 2020.

Administrative expenses

For the three months ended 31 March 2021, our administrative expenses increased by approximately RMB0.7 million or 29.1% which was primarily due to increase in administrative staff costs of approximately RMB0.5 million. The increase in administrative staff costs was mainly due to the growth of our business during the period.

Income tax expenses

For the three months ended 31 March 2021, the Group's income tax expense amounted to approximately RMB4.4 million (three months ended 31 March 2020: RMB5.1 million), representing a decrease of RMB0.7 million or approximately 13.7% as compared to the same period of last year. The decrease was mainly due to decrease in current tax expenses, as a greater portion of profit was generated from the Qualifying Project of Chizhou Port Holdings, which is entitled to exemption from EIT for three years from 2019 to 2021, comparing to the corresponding period of 2020. For the three months ended 31 March 2021, the effective tax rate is approximately 19.7% (three months ended 31 March 2020: 23.6%). Should the deferred tax charge for the three months ended 31 March 2021 of approximately RMB1.2 million be excluded, the adjusted effective tax rate would have been approximately 14.5%. Our adjusted effective tax rate for the three months ended 31 March 2021 was lower than that of the PRC EIT standard rate of 25% mainly because of full tax exemption for three years for the Qualifying Project of Chizhou Port Holdings from 2019 to 2021.

Profit for the three months ended 31 March 2021

As a result of the foregoing, we recorded profit for the three months ended 31 March 2021 of approximately RMB17.9 million (three months ended 31 March 2020: RMB16.6 million). Our net profit margin was approximately 42.9%, (three months ended 31 March 2020: 43.2%).

DIVIDEND

The Board does not recommend the payment of dividend for the three months ended 31 March 2021.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities for the three months ended 31 March 2021.

COMPETING INTERESTS

The Directors confirm that none of the controlling shareholders of the Company or the Directors and their respective close associates (as defined in the GEM Listing Rules) is interested in any business apart from the business operated by our Group which competes or is likely to compete, directly or indirectly, with our Group's business during the three months ended 31 March 2021.

INTEREST OF COMPLIANCE ADVISER

The compliance adviser agreement (the "Compliance Advisor Agreement") entered into between the Company and Alliance Capital Partners Limited (the "Compliance Advisor") dated on 15 December 2017 expired on 26 March 2021. Except for the Compliance Advisor Agreement, neither the Compliance Advisor nor its directors, employees or close associates had any interests in relation to the Company which is required to be notified to our Group pursuant to Rule 6A.32 of the GEM Listing Rules on or prior to the expiry of the Compliance Adviser Agreement.

CORPORATE GOVERNANCE CODE

The Corporate Governance Code (“the Code”) in Appendix 15 to the GEM Listing Rules sets out the principles of good corporate governance, code provisions and recommended best practices. Issuers are expected to comply with the code provisions or devise their own code on corporate governance on the terms they consider appropriate provided that considered reasons are given. Throughout the reporting period, the Company had complied with the applicable code provisions of the Code and there had been no deviation from the Code by the Company.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the required standards of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as the code of conduct for securities transactions by the Directors in respect of the shares of the Company (the “Code of Conduct”). Having made specific enquiries with the Directors, all Directors have confirmed that they have complied with the required standards set out in the Code of Conduct during the reporting period.

SHARE OPTION SCHEME

The share option scheme of the Company (the “Share Option Scheme”) has been conditionally adopted by way of shareholder’s written resolution passed on 1 June 2018. The Share Option Scheme has become unconditional on the 10 July 2018 (i.e. the listing date of the Company) and, unless otherwise cancelled or amended, will remain in force for 10 years from that date. There is no option outstanding, granted, exercised, cancelled and lapsed under the Share Option Scheme during the three months ended 31 March 2021. The terms of the Share Option Scheme are in accordance with the provisions of Chapter 23 of the GEM Listing Rules.

AUDIT COMMITTEE

The Audit Committee has been established with its terms of reference in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules, and paragraphs C.3.3 and C.3.7 of the CG Code. The Audit Committee consists of three members, namely Mr. Cheung Sze Ming, Mr. Nie Rui and Dr. Li Weidong, all being independent non-executive Directors. Mr. Cheung Sze Ming currently serves as the chairman of the Audit Committee. The Audit Committee is to assist the Board in fulfilling its responsibilities by providing an independent review and supervision of financial reporting, by satisfying themselves as to the effectiveness of the internal controls of our Group. The Audit Committee has reviewed the unaudited condensed consolidated financial statements of the Group for the three months ended 31 March 2021 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 have been made.

By order of the Board
Ocean Line Port Development Limited
Kwai Sze Hoi
Chairman and executive Director

Hong Kong, 10 May 2021

As at the date of this announcement, the executive Directors are Mr. Kwai Sze Hoi and Mr. Huang Xueliang, the non-executive Director is Ms. Cheung Wai Fung and the independent non-executive Directors are Mr. Nie Rui, Mr. Cheung Sze Ming and Dr. Li Weidong.

This announcement, for which the Directors 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 “Stock Exchange”) 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.

This announcement will remain on the Stock Exchange’s website at www.hkexnews.hk, on the “Latest Company Announcements” page for at least 7 days from the date of its publication and on the website of the Company at www.oceanlineport.com.