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NOBLE ENGINEERING GROUP HOLDINGS LIMITED
怡康泰工程集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8445)

ANNUAL RESULTS ANNOUNCEMENT FOR THE YEAR 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**") of Noble Engineering Group Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") 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**") of 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 in this announcement misleading.*

FINAL RESULTS

The board of Directors (the "**Board**") of the Company hereby announces the consolidated financial results of the Group for the year ended 31 March 2021, together with the comparative figures for the year ended 31 March 2020 as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2021

	Notes	**2021** *HK$'000*	2020 *HK$'000*
Revenue	*6*	**326,662**	223,132
Direct costs		**(322,975)**	(221,654)
Gross profit		**3,687**	1,478
Other income and gain	*7*	**373**	499
Administrative and other operating expenses		**(11,832)**	(11,578)
Finance costs	*8*	**(26)**	(8)
Loss on disposal of subsidiaries		**(314)**	–
Loss before tax		**(8,112)**	(9,609)
Income tax (expense)/credit	*9*	**(403)**	1,237
Loss and other comprehensive expense for the year attributable to owners of the Company	*10*	**(8,515)**	(8,372)
			(Restated)
Loss per share	*14*		
– Basic and diluted (HK$)		**(0.07)**	(0.07)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2021

	Notes	2021 HK$'000	2020 HK$'000
Non-current assets			
Plant and equipment	15	**3,603**	5,519
Right-of-use asset	16	**271**	130
Equity investment at fair value through other comprehensive income	18	**70**	–
Deferred tax assets	24	**486**	889
		4,430	6,538
Current assets			
Contract assets	19	**49,203**	77,612
Trade and other receivables	20	**32,877**	22,475
Current income tax recoverable		**–**	2,095
Bank and cash balances	21	**42,770**	31,636
		124,850	133,818
Current liabilities			
Trade and other payables	22	**14,114**	21,528
Lease liability	23	**133**	132
		14,247	21,660
Net current assets		**110,603**	112,158
Total assets less current liabilities		**115,033**	118,696
Non-current liabilities			
Lease liability	23	**138**	–
NET ASSETS		**114,895**	118,696
Capital and reserves			
Equity attributable to owners of the Company			
Share capital	25	**6,980**	6,000
Reserves		**107,915**	112,696
TOTAL EQUITY		**114,895**	118,696

1. GENERAL INFORMATION

Noble Engineering Group Holdings Limited (the "**Company**") was incorporated in the Cayman Islands on 12 April 2017 as an exempted company with limited liability under the Companies Law of the Cayman Islands and its shares are listed on the GEM of the Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") with effect from 29 September 2017. The address of its registered office is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands. The address of its principal place of business is Room 9, 25/F., CRE Centre, 889 Cheung Sha Wan Road, Cheung Sha Wan, Kowloon, Hong Kong.

The Company is an investment holding company. The principal activities of its subsidiaries are set out in note 17 to the consolidated financial statements.

In the opinion of the directors of the Company, as at 31 March 2021, Land Noble Holdings Limited, a company incorporated in the British Virgin Islands ("**BVI**"), is the immediate and ultimate parent; Mr. Tse Chun Yuen and Mr. Tse Chun Kuen are the ultimate controlling parties of the Company.

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

2. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current year, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards ("**HKFRSs**") issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") that are relevant to its operations and effective for its accounting year beginning on 1 April 2020. HKFRSs comprise Hong Kong Financial Reporting Standards ("**HKFRS**"); Hong Kong Accounting Standards ("**HKAS**"); and Interpretations. The adoption of these new and revised HKFRSs did not result in significant changes to the Group's accounting policies, presentation of the Group's consolidated financial statements and amounts reported for the current year and prior years.

The Group has not applied the new HKFRSs that have been issued but are not yet effective. The application of these new HKFRSs will not have material impact on the consolidated financial statements of the Group.

3. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with HKFRSs issued by the HKICPA and the applicable disclosures required by the GEM Listing Rules of the Stock Exchange and by the Hong Kong Companies Ordinance.

These consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment which are carried at its fair value.

The preparation of consolidated financial statements in conformity with HKFRSs requires the use of certain key assumptions and estimates. It also requires the directors to exercise its judgements in the process of applying the accounting policies. The areas where assumptions and estimates are significant to these consolidated financial statements, are disclosed in note 4 to the consolidated financial statements.

4. KEY ESTIMATES

Key sources of estimation uncertainty

The key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below.

(a) Progress towards completion of contracting service works

The Group recognises its contract revenue over time by reference to the progress towards complete satisfaction of a performance obligation of the end of the reporting period, measured based on the surveys of work performed to date of the individual contract of contracting service works relative to total contract value. Because of the nature of the activity undertaken in construction contracts, the date at which the contract activity is entered into and the date when the activity is completed usually fall into different accounting period and actual cost or revenue may be higher or lower than estimated at the end of the reporting period, which could affect the revenue and profit recognised in future years as an adjustment to the amounts recorded to date. The Group reviews and revises the estimates of contract revenue, contract costs and variation orders prepared for each construction contract as the contract progresses. Management regularly reviews the progress of the contracts and the corresponding costs of the contract revenue.

(b) Estimated impairment of trade receivables and contract assets

The directors of the Company estimate the amount of loss allowance for trade receivables and contract assets based on the credit risk of trade receivables and contract assets. The loss allowance amount is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows with the consideration of expected future credit losses. The assessment of the credit risk of trade receivables and contract assets involves high degree of estimation and uncertainty as the directors of the Company estimates the loss rates for debtors by using forward-looking information. When the actual future cash flows are less than expected or more than expected, a material impairment loss or a material reversal of impairment loss may arise accordingly. For details of impairment assessment, please refer to notes 19 and 20.

(c) Deferred tax assets

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. The carrying value of deferred tax assets relating to recognised tax losses at 31 March 2021 was approximately HK$577,000 (2020: HK$1,199,000). The amount of unrecognised tax losses as at 31 March 2021 was approximately HK$17,045,000 (2020: nil). Further details are contained in note 24.

5. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: credit risk, liquidity risk and interest rate risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

(a) Credit risk

Credit risk arises mainly from trade and other receivables, bank balances and contract assets. The Group's maximum exposure to credit risk in the event of the counterparties' failure to perform their obligations as at the reporting dates in relation to each class of recognised financial assets and contract assets is the carrying amount of those assets as stated in the consolidated statement of financial position.

The credit risk of bank balances are limited because the counterparties are banks with sound credit ratings assigned by international credit-rating agencies.

The Group's credit risk is primarily attributable to its trade and other receivables and contract assets. In order to minimise the credit risk, the Group has applied the simplified approach under HKFRS 9 to measure the loss allowance at lifetime expected credit loss ("**ECL**") for trade and other receivables and contract assets. The Group has applied the general approach under HKFRS 9 to measure the loss allowance at 12 month ECL for other financial assets.

The Group considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout the reporting period. To assess whether there is a significant increase in credit risk, the Group compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward-looking information.

The Group uses four categories for those receivables and contract assets which reflect their credit risk and how the loss provision is determined for each of those categories. These internal credit risk ratings are aligned to external credit ratings.

The following table shows the Group's credit risk grading framework:

		Loss provision	
Category	**Definition**	**Trade receivables and contract assets**	**Other financial assets**
Performing	For financial assets where there has low risk of default or has not been a significant increase in credit risk since initial recognition and that are not credit-impaired (refer to as Stage 1)	Lifetime expected credit loss	12 month expected credit loss
Doubtful	For financial assets where there has been a significant increase in credit risk since initial recognition but that are not credit-impaired (refer to as Stage 2)	Lifetime expected credit loss – not credit-impaired	Lifetime expected credit loss – not credit-impaired
Default	Financial assets are assessed as credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred (refer to as Stage 3)	Lifetime expected credit loss – credit-impaired	Lifetime expected credit loss – credit-impaired
Write-off	There is evidence indicating that the debtor is in severe financial difficulty and the Group has no realistic prospect of recovery	Amount is written-off	Amount is written-off

The Group applies individual assessment and/or collectively using a provision matrix with appropriate groupings to measure the ECL prescribed by HKFRS 9 as stated in below:

The ECL rates applied in the individual assessment are estimated based on historical observed default rates over the expected life of the debtors and internal credit rating by reference to a study of other corporates' default and recovery data from international credit rating agencies, and are adjusted for forward-looking information (for example, the current and forecasted economic growth rates in Hong Kong, which reflect the general economic conditions of the industry in which the debtors operate) that is available without undue costs or efforts. Such forward-looking information is used by the management of the Group to assess both the current as well as the forecast direction of conditions at the reporting date.

The ECL rates applied in the provision matrix are estimated based on historical observed default rates over the expected life of the debtors and are adjusted for forward-looking information that is available without undue cost or effort. The grouping is regularly reviewed by management to ensure relevant information about specific debtors is updated.

Relevant information with regard to the exposure of credit risk and ECL for contract assets and trade and other receivables as at 31 March 2021 are set out in notes 19 and 20.

The Group made no write-off on trade and other receivables and contract assets during the year ended 31 March 2021 (2020: nil).

Concentration of credit risk

The Group has concentration of credit risk in trade and other receivables and contract assets as there were 2 customers (2020: 3 customers) which individually contributed over 10% of the Group's trade and other receivables and contract assets. The aggregate amounts of trade and other receivables and contract assets from these customers amounted to approximately 72.2% (2020: 79.8%) of the Group's total trade and other receivables and contract assets as at 31 March 2021. There is no recent history of default and these companies are listed in Hong Kong and also are part of a leading well-known conglomerate in Hong Kong. The Group has categorised these customers as "Performing" and determined its loss allowance based on lifetime expected credit losses. For the detail on the loss allowance please refer to notes 19 and 20.

Other than the above, the Group has no other significant concentration of credit risk with exposure spread over a large number of counterparties and customers.

(b) Liquidity risk

The Group's policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash to meet its liquidity requirements in the short and longer term.

The maturity analysis, based on undiscounted cash flows, of the Group's financial liability is as follows:

	Less than 1 year *HK$'000*	**Total** *HK$'000*
At 31 March 2021		
Trade and other payables	**14,114**	**14,114**

	Less than 1 year *HK$'000*	Total *HK$'000*
At 31 March 2020		
Trade and other payables	21,528	21,528

(c) Interest rate risk

As the Group has no significant interest-bearing assets and liabilities, the Group's operating cash flows are substantially independent of changes in market interest rates.

(d) Categories of financial instruments at 31 March 2021

	2021 *HK$'000*	2020 *HK$'000*
Financial assets:		
Equity investment at fair value through other comprehensive income	**70**	–
Financial assets at amortised cost:		
Financial assets included in trade and other receivables	**24,855**	16,195
Bank and cash balances	**42,770**	31,636
Total	**67,695**	47,831
Financial liability:		
Financial liability at amortised cost:		
Trade and other payables	**14,114**	21,528
Total	**14,114**	21,528

(e) Fair value

The carrying amounts of the Group's financial assets and financial liability as reflected in the consolidated statement of financial position approximate their respective fair values.

6. REVENUE AND SEGMENT INFORMATION

	2021 *HK$'000*	2020 *HK$'000*
Provision of wet trades works services	**326,662**	223,132
Revenue from contracts with customers	**326,662**	223,132

Disaggregation of revenue from contracts with customers:

Segments	**Wet trades works services business** ***HK$'000***	**2021 Total** ***HK$'000***
Geographical markets		
Hong Kong	**326,662**	**326,662**
Major products/services		
Provision of wet trades works services	**326,662**	**326,662**
Timing of revenue recognition		
Over time	**326,662**	**326,662**

Segments	Wet trades works services business *HK$'000*	2020 Total *HK$'000*
Geographical markets		
Hong Kong	223,132	223,132
Major products/services		
Provision of wet trades works services	223,132	223,132
Timing of revenue recognition		
Over time	223,132	223,132

Wet trades works services business

Recognition

The Group provides wet trades works (including tile laying, brick laying, plastering, floor screeding and marble works) under contracts with customers. Such contracts are entered into before the services begin. Under the terms of the contracts, the Group is contractually required to perform the works at the customers' specified sites such that the Group's performance creates or enhances an asset that the customer controls as the Group performs.

Revenue is recognised progressively using output method which recognises revenue on the basis of direct measurements of the value to the customer of the promised goods or services transferred to date relative to the remaining goods or services promised under the contract with the customer. The progress towards complete satisfaction of the performance obligations in the contract is determined based on the value of performance completed to date as a percentage of total transaction price to depict the transfer of control of the goods or services to the customer. The Group recognises revenue over time only if it can reasonably measure its progress toward complete satisfaction of the performance obligation. However, if the Group cannot reasonably measure the outcome but expects to recover the costs incurred in satisfying the performance obligation, then it recognises revenue to the extent of the costs incurred. The directors of the Company consider that output method would faithfully depict the Group's performance towards complete satisfaction of these performance obligations under HKFRS 15.

Variable consideration

The Group considers both the terms of the contracts entered into with its customers and its customary business practices to determine the transaction prices for each of its construction projects. The Group determines the transaction price as the amount of consideration to which it expects to be entitled in exchange for transferring promised goods or services to the customer. When estimating transaction prices for construction projects in progress, the Group recognises that the amounts of consideration would vary because of price discounts and rebates, which are usually finalised and agreed with the customers during the final certification stage of the projects. Although such variability relating to the consideration promised by the customers are not explicitly stated in the contracts, the Group considers that the customers have valid expectations arising from customary business practices that the price concessions would be given to the customers at the end of the construction projects. Hence the estimates of variable consideration are typically constrained to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is subsequently resolved.

Revenue from major customers

Revenue from major customers, each of whom amounted to 10% or more of the total revenue, is set out below:

	2021 *HK$'000*	2020 *HK$'000*
Customer A	**123,826**	149,963
Customer B	**127,238**	N/A#
Customer C	**33,578**	N/A#
	284,642	149,963

The above customers represent a collection of companies within a group. All the revenue are generated from wet trades works services business.

The corresponding revenue did not contribute over 10% of total revenue of the Group.

The chief operating decision-maker has been identified as the board of directors of the Company. The board of directors regards the Group's wet trades works services business as a single operating segment and regularly reviews the operating results of the Group as a whole when making decisions about resources to be allocated and assessing its performance. Also, the Group only engages its business in Hong Kong. Therefore, all revenue of the Group is derived from operations carried out in Hong Kong and all non-current assets of the Group are located in Hong Kong. Accordingly, no segment information is presented.

7. OTHER INCOME AND GAIN

	2021 *HK$'000*	2020 *HK$'000*
Bank interest income	**77**	356
Reversal of loss allowance on financial assets and contract assets	**181**	110
Others	**115**	33
	373	499

8. FINANCE COSTS

	2021 *HK$'000*	2020 *HK$'000*
Lease interests	**3**	8
Interest on bank overdrafts	**23**	–
Total borrowing costs	**26**	8

9. INCOME TAX

	2021	2020
	HK$'000	*HK$'000*
Deferred tax *(note 24)*	**(403)**	1,237
Total tax (expense)/credit for the year	**(403)**	1,237

No provision for Hong Kong Profits Tax has been made for the year ended 31 March 2021 as the Group did not generate any assessable profits arising in Hong Kong during the year (2020: nil).

The reconciliation between the income tax (expense)/credit and the product of profit before tax multiplied by the Hong Kong Profits Tax rate is as follows:

	2021	2020
	HK$'000	*HK$'000*
Loss before tax	**8,112**	9,609
Tax at the domestic income tax rate of 16.5% (2020: 16.5%)	**1,338**	1,585
Tax effect of incomes that are not taxable	**1,357**	60
Tax effect of expenses that are not deductible	**(2)**	(17)
Tax effect of tax losses not recognised	**(3,096)**	(391)
Income tax (expense)/credit	**(403)**	1,237

10. LOSS FOR THE YEAR

The Group's loss for the year is stated after charging/(crediting) the following:

		2021	2020
	Notes	***HK$'000***	*HK$'000*
Depreciation of plant and equipment	*15*	**2,352**	2,208
Auditor's remuneration		**700**	700
Subcontracting fee included in direct costs		**275,304**	182,901
Wage subsidies from employment support scheme included in direct costs		**(8,028)**	–
Provision for loss allowance on financial assets and contract assets	*19, 20*	**–**	83
Staff costs including directors' emoluments			
Salaries, bonus and allowances		**16,883**	14,693
Retirement benefits scheme contributions		**593**	490
		17,476	15,183

11. DIRECTORS' AND EMPLOYEES' EMOLUMENTS

The emoluments of each director were as follows:

	For the year ended 31 March 2021				
	Fees	Salaries, allowances and benefits in kind	Discretionary bonus	Retirement benefit scheme contributions	Total emoluments
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
Executive directors:					
Mr. Tse Chun Yuen *(Note (a))*	–	600	–	–	600
Mr. Tse Chun Kuen *(Note (a))*	–	600	–	–	600
Mr. Harilela Mahesh *(Note (b))*	93	–	–	5	98
	93	1,200	–	5	1,298
Independent non-executive directors:					
Mr. Tang Chi Wai	135	–	–	–	135
Ms. Chung Lai Ling	135	–	–	–	135
Mr. Wong Yiu Kwong Kenji	135	–	–	–	135
	405	–	–	–	405
Non-executive director:					
Mr. U Keng Tin *(Note (b))*	62	–	–	–	62
	62	–	–	–	62
	560	1,200	–	5	1,765

	For the year ended 31 March 2020				
	Fees	Salaries, allowances and benefits in kind	Discretionary bonus	Retirement benefit scheme contributions	Total emoluments
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
Executive directors:					
Mr. Tse Chun Yuen *(Note (a))*	–	840	–	–	840
Mr. Tse Chun Kuen *(Note (a))*	–	840	–	–	840
	–	1,680	–	–	1,680
Independent non-executive directors:					
Mr. Tang Chi Wai	180	–	–	–	180
Ms. Chung Lai Ling	180	–	–	–	180
Mr. Wong Yiu Kwong Kenji	180	–	–	–	180
	540	–	–	–	540
Non-executive director:					
Mr. Chan Wai Lung *(Note (c))*	150	–	–	–	150
	150	–	–	–	150
	690	1,680	–	–	2,370

Notes:

(a) Mr. Tse Chun Kuen and Mr. Tse Chun Yuen were also directors of certain subsidiaries of the Company and/or employees of the Group for the years ended 31 March 2021 and 2020 and the Group paid emoluments to them in their capacity as the directors of these subsidiaries and/or employees of the Group.

(b) Appointed on 25 September 2020.

(c) Resigned on 31 January 2020.

There was no arrangement under which a director waived or agreed to waive any emoluments during the year.

The five highest paid individuals in the Group during the year included 2 (2020: 2) directors whose emoluments are reflected in the analysis presented above. The emoluments of the remaining 3 (2020: 3) individuals are set out below:

	2021	2020
	HK$'000	*HK$'000*
Salaries, allowances and benefits in kind	**1,616**	1,602
Discretionary bonus	**80**	90
Retirement benefit scheme contributions	**54**	54
	1,750	1,746

The emoluments fell within the following band:

	Number of employees	
	2021	2020
Below HK$1,000,000	**3**	3

During the year, no emolument was paid by the Group to any of the directors or the highest paid individuals as an inducement to join or upon joining the Group or as compensation for loss of office.

12. RETIREMENT BENEFIT SCHEMES

The Group operates a mandatory provident fund scheme (the "**MPF Scheme**") under the Hong Kong Mandatory Provident Fund Schemes Ordinance for all qualifying employees in Hong Kong. The Group's contributions to the MPF Scheme are calculated at 5% of the salaries and wages subject to a monthly maximum amount of contribution of HK$1,500 per employee and vest fully with employees when contributed into the MPF Scheme.

13. DIVIDENDS

No dividend was paid or proposed for ordinary shareholders of the Company during the year ended 31 March 2021, nor has any dividend been proposed since the end of the reporting period (2020: nil).

14. LOSS PER SHARE

The calculation of basic loss per share attributable to owners of the Company is based on the loss for the year attributable to owners of the Company of approximately HK$8,515,000 (2020: HK$8,372,000) and the weighted average number of ordinary shares of approximately 126,712,000 (2020: 120,000,000 (restated)) in issue during the year.

No diluted earnings per share are presented as the Company did not have any dilutive potential ordinary sharing during the two years ended 31 March 2021.

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

	2021	2020
	HK$'000	*HK$'000*
Loss		
Loss for the purpose of calculating basic and diluted earnings per share	**8,515**	8,372

	2021	2020
	'000	*'000*
		(Restated)
Number of shares		
Weighted average number of ordinary shares in issue during the year for the purposes of the basic and diluted loss per share	**126,712**	120,000

15. PLANT AND EQUIPMENT

	Office equipment	**Motor vehicles**	**Machinery and equipment**	**Total**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***
COST:				
At 1 April 2020	**379**	**951**	**10,696**	**12,026**
Additions	**17**	**419**	**–**	**436**
At 31 March 2021	**396**	**1,370**	**10,696**	**12,462**
ACCUMULATED DEPRECIATION:				
At 1 April 2020	**182**	**951**	**5,374**	**6,507**
Charge for the year	**78**	**62**	**2,212**	**2,352**
At 31 March 2021	**260**	**1,013**	**7,586**	**8,859**
CARRYING AMOUNT:				
At 31 March 2021	**136**	**357**	**3,110**	**3,603**

	Office equipment *HK$'000*	Motor vehicles *HK$'000*	Machinery and equipment *HK$'000*	Total *HK$'000*
COST:				
At 1 April 2019	364	1,319	8,706	10,389
Additions	15	–	1,990	2,005
Disposals	–	(368)	–	(368)
At 31 March 2020	379	951	10,696	12,026
ACCUMULATED DEPRECIATION:				
At 1 April 2019	107	1,319	3,241	4,667
Charge for the year	75	–	2,133	2,208
Disposals	–	(368)	–	(368)
At 31 March 2020	182	951	5,374	6,507
CARRYING AMOUNT:				
At 31 March 2020	197	–	5,322	5,519

16. LEASE AND RIGHT-OF-USE ASSET

Disclosures of lease-related items

	2021 ***HK$'000***	2020 *HK$'000*
At 31 March:		
Right-of-use asset		
– Premise	**271**	130
Lease commitments of short-term leases	**–**	427
The maturity analysis, based on undiscounted cash flows, of the Group's lease liability is as follows:		
– Less than 1 year	**142**	136
– Between 1 and 2 years	**142**	–
	284	136

	2021	2020
	HK$'000	*HK$'000*
Year ended 31 March:		
Depreciation charge of right-of-use asset – Premise	**130**	130
Lease interests	**3**	8
Expenses related to short-term leases	**649**	792
Total cash outflow for leases	**784**	928
Addition to right-of-use asset	**271**	–

The Group leases premise. Lease agreement is typically made for fixed period of two years. The lease agreement does not impose any covenants and the leased asset may not be used as security for borrowing purposes.

17. SUBSIDIARIES

Particulars of the subsidiaries as at 31 March 2021 are as follows:

Name	**Place of incorporation/ registration and operation**	**Issued and paid up capital**	**Percentage of ownership interest**		**Principal activities**
			Direct	**Indirect**	
Noble Wisdom Holdings Limited	BVI	4 ordinary shares of US$1 each	100%	–	Investment holding
Eric Tse Cement Works Company Limited	Hong Kong	HK$10,000,000	–	100%	Provision of wet trades works services in Hong Kong

The above list contains the particulars of subsidiaries which principally affected the results, assets or liabilities of the Group.

18. EQUITY INVESTMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	2021	2020
	HK$'000	*HK$'000*
Equity security, at fair value		
Unlisted equity security	**70**	–
Analysed as:		
Non-current assets	**70**	–

The above investment is intended to be held for the medium to long-term. Designation of this investment as equity investment at fair value through other comprehensive income can avoid the volatility of the fair value changes of this investment to the profit or loss.

The net assets of the unlisted equity security mainly represent bank and cash balance. The carrying amount of the unlisted equity security approximate its respective fair value.

19. CONTRACT ASSETS

	As at 31 March 2021	As at 31 March 2020	As at 1 April 2019
Disclosures of revenue-related items:	***HK$'000***	*HK$'000*	*HK$'000*
Contract assets — wet trades works services	**50,743**	79,308	60,619
Provision for loss allowance	**(1,540)**	(1,696)	(1,721)
Total contract assets	**49,203**	77,612	58,898

Transaction prices allocated to performance obligations unsatisfied at end of year and expected to be recognised as revenue in:

	2021	2020
	HK$'000	*HK$'000*
– 2021	**–**	142,659
– 2022	**150,780**	81,306
– 2023	**91,090**	–
	241,870	223,965

Significant changes in contract assets during the year:	**2021** ***HK$'000***	2020 *HK$'000*
Increase due to operations in the year	**30,827**	42,620
Transfer of contract assets to receivables	**58,207**	22,726
Adjustment of contract assets for reduction of revenue due to contract modification during the year	**1,185**	1,205

The Group's contract assets are analysed as follows:

	2021 ***HK$'000***	2020 *HK$'000*
Contract assets		
Unbilled revenue	**17,523**	50,273
Retention monies receivables	**31,680**	27,339
	49,203	77,612

The carrying amounts of the Group's contract asset are denominated in HK$.

Contract assets are initially recognised for revenue earned from contract works as the Group's rights to receive consideration from its customers are conditional upon the completion of surveys of works carried out. Upon completion of the surveys of work, payment certificates would then be issued, upon which the Group's right to consideration become unconditional and the amounts recognised as contract assets are reclassified to trade receivables. Typically, the time interval between the performance of works and the Group's right to consideration becoming unconditional range from 1 to 12 months for the construction contracts engaged by the Group (2020: from 1 to 12 months), except for retention monies receivables (see below).

As at 31 March 2021, the balance of contract assets included retention monies receivables from customers amounting to approximately HK$31,680,000, net of provision for credit loss allowance (2020: HK$27,339,000). Retention monies receivables were to be settled in accordance with the terms of respective contract.

The Group generally allows 5% to 10% of total contract price of its contracts as retention (2020: 5% to 10%), which are unsecured, interest-free and recoverable at the completion of the defect's liability period of individual contracts which range from 12 to 24 months from the date of the completion of the respective contract (2020: 12 to 24 months). The Group is responsible for rectifying defects or imperfections in relation to the contract works done which are discovered after completion.

The due date for settlement of the Group's retention monies receivables are based on the completion of defects liability period as at 31 March 2021 and 2020 as follows:

	2021 *HK$'000*	2020 *HK$'000*
Due within one year	**20,089**	27,339
Due more than one year	**11,591**	–
	31,680	27,339

The entire balance of the Group's retention monies receivables as at 31 March 2021 and 2020 were not yet due. The Group does not hold any collateral over this balance.

The Group applies the simplified approach to provide for ECL prescribed by HKFRS 9, which permits the use of the lifetime expected loss provision for all contract assets. To measure the ECL, contract assets have been grouped based on individual risk assessment and/or collectively using a provision matrix with appropriate groupings. The ECL below also incorporate forward-looking information.

Provision for loss allowance in respect of retention monies receivables as at 31 March 2021 and 2020 includes an amount of approximately HK$1,536,000 in respect of a customer which was individually assessed to be credit-impaired during the years ended 31 March 2021 and 2020. Based on the Group's assessment of the poor financial condition of this customer, a 100% expected loss rate was applied to the retention monies receivables outstanding as at 31 March 2021 and 2020.

	2021 *HK$'000*	2020 *HK$'000*
ECL rate (average)	**3.03%**	2.14%
Gross carrying amount	**50,743**	79,308
ECL	**1,540**	1,696

The movement in the provision for loss allowance in respect of contract assets during the years ended 31 March 2021 and 2020 was as follows:

	Lifetime ECL *HK$'000*	Lifetime ECL – credit-impaired *HK$'000*	Total *HK$'000*
As at 1 April 2019	185	1,536	1,721
Increase in loss allowance for the year	66	–	66
Reversal for the year	(91)	–	(91)
At 31 March 2020 and 1 April 2020	**160**	**1,536**	**1,696**
Reversal for the year	**(156)**	**–**	**(156)**
At 31 March 2021	**4**	**1,536**	**1,540**

20. TRADE AND OTHER RECEIVABLES

The Group's trading terms with other customers are mainly on credit. The credit terms generally range from 17 to 33 days. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the directors.

	2021	2020
	HK$'000	*HK$'000*
Trade receivables	**23,163**	13,330
Provision made for the year	**(143)**	(146)
Carrying amount	**23,020**	13,184
Other receivables	**9,857**	9,313
Provision for loss allowance	**–**	(22)
Carrying amount	**9,857**	9,291
	32,877	22,475

The aging analysis of trade receivables, based on the invoice date, and net of allowance, is as follows:

	2021	2020
	HK$'000	*HK$'000*
0 to 30 days	**17,559**	11,640
31 to 60 days	**4,498**	1,544
61 to 90 days	**769**	–
Over 90 days	**194**	–
	23,020	13,184

Reconciliation of loss allowance for trade receivables:

	2021	2020
	HK$'000	*HK$'000*
At 1 April	**146**	151
Increase in loss allowance for the year	**–**	3
Reversal for the year	**(3)**	(8)
At 31 March	**143**	146

The Group applies the simplified approach under HKFRS 9 to provide for expected credit losses using the lifetime expected loss provision for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected credit losses also incorporate forward-looking information.

	Current	31 to 60 days past due	61 to 90 days past due	Over 90 days past due	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
At 31 March 2021					
Weighted average expected loss rate	**0.00%**	**0.00%**	**0.00%**	**42.43%**	
Receivable amount	**22,057**	**769**	**–**	**337**	**23,163**
Loss allowance	**–**	**–**	**–**	**143**	**143**
At 31 March 2020					
Weighted average expected loss rate	0.03%	0.00%	0.00%	100.00%	
Receivable amount	11,643	1,544	–	143	13,330
Loss allowance	3	–	–	143	146

Reconciliation of loss allowance for other receivables:

	2021	2020
	HK$'000	*HK$'000*
At 1 April	**22**	19
Increase in loss allowance for the year	**–**	14
Reversal for the year	**(22)**	(11)
At 31 March	**–**	22

21. BANK AND CASH BALANCES

	2021	2020
	HK$'000	*HK$'000*
Cash at banks	**37,568**	11,188
Short-term bank deposits	**5,202**	20,448
	42,770	31,636
Less: Pledged bank deposit	**(5,202)**	(5,169)
Cash and cash equivalents	**37,568**	26,467

The carrying amounts of the Group's cash and cash equivalents are denominated in HK$.

The Group's pledged bank deposit represented deposit pledged to a bank to secure banking facilities granted to the Group. The deposit is in approximately HK$5,202,000 (2020: HK$5,169,000) and at fixed interest rate of 0.09% per quarter (2020: 1.4%) and therefore is subject to fair value interest rate risk. The maturity of this deposit is 92 days (2020: 92 days).

22. TRADE AND OTHER PAYABLES

	2021	2020
	HK$'000	*HK$'000*
Trade payables	**13,025**	19,143
Accruals and other payables	**1,089**	2,385
	14,114	21,528

The aging analysis of trade payables, based on the date of receipt of goods, is as follows:

	2021	2020
	HK$'000	*HK$'000*
0 to 30 days	**12,965**	19,142
31 to 60 days	**60**	1
	13,025	19,143

23. LEASE LIABILITY

	Lease payments		**Present value of lease payments**	
	2021	2020	**2021**	2020
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Within one year	**142**	136	**133**	132
In the second to fifth years, inclusive	**142**	–	**138**	–
	284	136		
Less: Future finance charges	**(13)**	(4)		
Present value of lease liability	**271**	132	**271**	132
Less: Amount due for settlement within 12 months (shown under current liabilities)			**(133)**	(132)
Amount due for settlement after 12 months			**138**	–

At 31 March 2021, the average effective borrowing rate was 4.75% (2020: 4.38%). Interest rates are fixed at the contract dates and thus expose the Group to fair value interest rate risk.

24. DEFERRED TAX

The following are the major deferred tax liabilities and assets recognised by the Group.

	Tax losses *HK$'000*	Loss allowance on financial assets and contract assets *HK$'000*	Accelerated tax depreciation *HK$'000*	Total *HK$'000*
At 1 April 2019	–	312	(660)	(348)
Credited/(Charged) to profit or loss for the year *(note 9)*	1,199	(4)	42	1,237
At 31 March 2020 and 1 April 2020	1,199	308	(618)	889
(Charged)/Credited to profit or loss for the year *(note 9)*	(622)	(30)	249	(403)
At 31 March 2021	577	278	(369)	486

The following is the analysis of the deferred tax balances (after offset) for statement of financial position purposes:

	2021 ***HK$'000***	2020 *HK$'000*
Deferred tax liabilities	**(369)**	(618)
Deferred tax assets	**855**	1,507
	486	889

At the end of the reporting period the Group has unused tax losses of approximately HK$20,545,000 (2020: HK$7,273,000) available for offset against future profits. A deferred tax asset has been recognised in respect of approximately HK$3,500,000 (2020: HK$7,273,000) of such losses. No deferred tax asset has been recognised in respect of the remaining approximately HK$17,045,000 (2020: nil) due to the unpredictability of future profit streams. The unused tax losses may be carried forward indefinitely.

25. SHARE CAPITAL

	Number of Shares *'000*	Amount *HK$'000*
Authorised		
Ordinary shares of HK$0.01 (2020: HK$0.01) each		
At 1 April 2019, 31 March 2020, 1 April 2020 and 31 March 2021	1,500,000	15,000
Issued and fully paid:		
Ordinary shares of HK$0.01 (2020: HK$0.01) each		
At 1 April 2019, 31 March 2020 and 1 April 2020	600,000	6,000
Issue of shares on placement *(Note (a))*	98,000	980
At 31 March 2021	698,000	6,980

Note:

(a) On 12 November 2020, the Company and Wellington Financial Limited entered into a placing agreement in respect of the placement of 98,000,000 ordinary shares of HK$0.01 each to independent investors at a price of HK$0.05 per share. The placement was completed on 27 November 2020 and the premium on the issue of shares, amounting to approximately HK$3,920,000, net of share issue expenses of approximately HK$186,000, was credited to the Company's share premium account.

26. STATEMENT OF FINANCIAL POSITION OF THE COMPANY

	2021	2020
	HK$'000	*HK$'000*
Non-current assets		
Investment in a subsidiary	**41,500**	41,890
Equity investment at fair value through other comprehensive income	**70**	–
	41,570	41,890
Current assets		
Prepayment	**213**	238
Amount due from a subsidiary	**38,488**	40,347
Bank and cash balances	**4,867**	17
	43,568	40,602
Current liabilities		
Other payables	**45**	–
Amount due to a subsidiary	**–**	390
	45	390
NET CURRENT ASSETS	**43,523**	40,212
TOTAL ASSETS LESS CURRENT LIABILITIES	**85,093**	82,102
NET ASSETS	**85,093**	82,102
Capital and reserves		
Share capital	**6,980**	6,000
Reserves	**78,113**	76,102
TOTAL EQUITY	**85,093**	82,102

27. RELATED PARTY TRANSACTION

In addition to those related party transactions and balances disclosed elsewhere in the consolidated financial statements, the Group had the following transaction with its related parties during the year:

	2021	2020
	HK$'000	*HK$'000*
Lease payments paid to directors and their spouses	**114**	48

BUSINESS REVIEW

The Group performs wet trades works as a subcontractor in Hong Kong.

For the year ended 31 March 2021, the Group recorded a net loss of approximately HK$8.5 million as compared to a net loss of approximately HK$8.4 million for the year ended 31 March 2020. The Directors are of the view that the increase of net loss was mainly attributable to the increase in gross profit and gross profit margin, while partially offset by the increase in income tax expense for the year ended 31 March 2021.

OUTLOOK

The ongoing outbreak of COVID-19 added substantial uncertainty to the Hong Kong economy and further contributes to a downward trend in the Hong Kong construction market. The intense market competition may lead to smaller number of successful tenders and quotations and lower value of contracts awarded to the Group. The Group's gross profit margin is also under pressure from competitive project pricing on tenders and quotations, which in turn affects financial performance of the Group. In order to maintain its market share in the wet trades works industry, the Group will continue to closely monitor the market and respond to changes in market conditions. The Directors are confident that with the Group's reputation in the wet trades works industry and its experienced management team, the Group is in a good position to compete with its competitors. The Group will continue to improve its competitiveness in the market by continuing to provide quality works to its customers. The Group will also continue to proactively seek opportunities to expand its customer base and its market share and undertake more wet trades projects which will enhance value to the shareholders of the Company.

FINANCIAL REVIEW

Revenue

For the year ended 31 March 2021, the Group's revenue amounted to approximately HK$326.7 million, which increased by approximately 46.4% as compared to the year ended 31 March 2020. The increase in revenue was primarily attributable to the increase of new projects awarded to the Group.

Gross profit and gross profit margin

Our gross profit increased by approximately HK$2.2 million or 146.7%, from approximately HK$1.5 million for the year ended 31 March 2020 to approximately HK$3.7 million for the year ended 31 March 2021. The increase in the Group's gross profit was primarily due to the slight increase in our gross profit margin and a government subsidy received. The Group's gross profit margin increased from approximately 0.7% for the year ended 31 March 2020 to approximately 1.1% for the year ended 31 March 2021, which was primarily due to the increase in overall construction costs and competitive project pricing arising from intense market competition, while offset by the government subsidy received.

Other income and gain

Other income and gain decreased by approximately HK$126,000 from approximately HK$499,000 for the year ended 31 March 2020 to approximately HK$373,000 for the year ended 31 March 2021. The decrease was mainly due to the decrease of bank interest income for the year ended 31 March 2021.

Administrative and other operating expenses

Administrative and other operating expenses increased by approximately HK$0.2 million or 1.7% from approximately HK$11.6 million for the year ended 31 March 2020 to approximately HK$11.8 million for the year ended 31 March 2021. The increase was mainly due to increase in staff costs.

Finance costs

Finance costs increased by 225% to approximately HK$26,000 for the year ended 31 March 2021 from approximately HK$8,000 for the year ended 31 March 2020, which was mainly due to increase in interest on bank overdrafts and lease liability for the year ended 31 March 2021.

Loss for the year

For the year ended 31 March 2021, the Group recorded loss attributed to owners of the Company of approximately HK$8.5 million as compared to the year ended 31 March 2020 of approximately HK$8.4 million. The increase was mainly attributable to the increase in gross profit, while partially offset by the increase in income tax expense for the year ended 31 March 2021.

Final dividend

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

Capital structure

The Shares were listed on GEM by way of Share Offer of 150,000,000 Shares at a price of HK$0.47 per share on 29 September 2017.

In November 2020, the Company raised a net proceeds of approximately HK$4.7 million (the "**Placing Proceeds**") from its placing of 98,000,000 Shares to not less than six placees at the placing price of HK$0.05 each per placing share under general mandate for the general working capital of the Group. The closing price of the Shares on 12 November 2020, being the date of the placing agreement, was HK$0.056. Up to the date of this announcement, all of the Placing Proceeds was utilised.

The share capital of the Company only comprises ordinary shares.

Pursuant to the announcement by the Company dated 24 March 2021, the Group proposed to have share consolidation which involves the consolidation of every five (5) issued and unissued existing shares of par value HK$0.01 each into one (1) Consolidated Share of par value HK$0.05 each (the "**Share Consolidation**") and rights issue on the basis of one (1) Rights Share for every two (2) Shares held on the record date (the "**Rights Issue**").

Liquidity, financial resource and funding

We financed our operations primarily through cash generated from our operating activities. During the year ended 31 March 2021, we did not have any bank borrowings (2020: nil). As at 31 March 2021, we had cash and cash equivalents of approximately HK$37.6 million (2020: HK$26.5 million) and a pledged bank deposit of approximately HK$5.2 million (2020: HK$5.2 million).

Our primary uses of cash and cash equivalents have been and are expected to continue to be operating costs and capital expenditure.

Gearing ratio

The gearing ratio for the Group as at 31 March 2021 was nil (2020: nil). It was calculated by dividing total obligations under total bank borrowings by total equity as at the end of each reporting period multiplied by 100%.

Treasury policy

The Directors will continue to follow a prudent policy in managing the Group's bank balances and maintain strong and healthy liquidity to ensure that the Group is well placed to take advantage of future growth opportunities.

Significant investments held, material acquisitions and disposals of subsidiaries, associated companies and joint ventures

Save as disclosed in this announcement, the Group did not have any significant investments, material acquisitions or disposals of subsidiaries, associated companies or joint ventures during the year ended 31 March 2021.

Future plans for material investments and capital assets

Save as disclosed in this announcement, the Group did not have other plans for material investments or capital assets as of 31 March 2021.

Foreign exchange exposure

Most of our Group's transactions are denominated in Hong Kong dollars which is the functional and presentation currency of the Group. As such, the Directors are of the view that the Group does not have significant exposure to foreign exchange risk. The Group currently does not have a foreign currency hedging policy.

Charge of Group assets

As at 31 March 2021, aside from a pledged bank deposit of approximately HK$5.2 million (2020: HK$5.2 million), no asset of the Group was pledged as security for bank borrowing or any other financing facilities.

Capital expenditure

Total capital expenditure for the year ended 31 March 2021 was approximately HK$0.4 million (2020: HK$2.0 million), which was used in the purchases of plant and equipment.

Contingent liabilities

As at 31 March 2021, the Group had no significant contingent liabilities.

Capital commitments

As at 31 March 2021, the Group had no significant capital commitments.

Segment information

Management considers that the Group had only one operating segment which is mentioned in note 6 to the consolidated financial statements.

Use of proceeds

The net proceeds from the Listing (after deducting the underwriting fees and other listing expenses borne by the Company) amounted to approximately HK$41.3 million. After the Listing, all of the proceeds has been applied in accordance with the future plans and use of proceeds as set out in the prospectus dated 19 September 2017.

An analysis of the utilisation of net proceeds from the Listing as at 31 March 2021 is set out below:

	Total planned use of net proceeds as stated in the Prospectus *HK$ million*	**Actual use of net proceeds up to 31 March 2021** *HK$ million*	**Unutilised net proceeds up to 31 March 2021** *HK$ million*
Taking out surety bonds for contracts we plan to tender	20.3	20.3	–
Further strengthening our manpower	8.0	8.0	–
Acquisition of machinery and equipment	7.7	7.7	–
Repayment of bank overdraft facility	3.2	3.2	–
General working capital	2.1	2.1	–

The placing of new shares under general mandate in 2020

In November 2020, the Company raised net proceeds of approximately HK$4.7 million (the "**Placing Proceeds**") from its placing of 98,000,000 shares of HK$0.01 each at the placing price of HK$0.05 per share. For details, please refer to the Company's announcements dated 12 November 2021 and 27 November 2021. Up to the date of this announcement, all of the Placing Proceeds was utilised for the general working capital of the Group.

EVENTS AFTER THE REPORTING PERIOD

a) Share consolidation

Subsequent to the end of the reporting period, the authorised and issued shares of the Company were consolidated on the basis that every five (5) issued and unissued ordinary shares of HK$0.01 each in the share capital of the Company into one (1) consolidated shares of HK$0.05 each. For details of the share consolidation, please refer to the announcements of the Company dated 24 March 2021 and 28 April 2021 respectively and the circular of the Company dated 12 April 2021.

b) Issue of shares under Rights Issue

As disclosed in the Company's announcement dated 24 March 2021 and the prospectus dated 12 May 2021, the Company proposed to implement rights issue on the basis of one (1) rights share for every two (2) consolidated shares held on a record date at a subscription price of HK$0.215 per rights share.

On 11 June 2021, the Company issued 69,800,000 ordinary shares upon completion of the Rights Issue. Accordingly, the number of shares of the Company increased from 139,600,000 shares to 209,400,000 shares. The gross proceeds from the Rights Issue were approximately HK$15.0 million. The net proceeds after deducting related expenses of approximately HK$1.2 million were approximately HK$13.8 million.

Detailed terms of the Rights Issue and its results were set out in the Company's prospectus dated 12 May 2021 and the result announcement dated 31 May 2021, respectively.

The proceeds is deposited into interest-bearing accounts with licensed banks. Up to the date of this announcement, no proceeds was utilised. The Company currently expects that the proceeds will be used by 31 March 2022.

Save as disclosed in this announcement, there is no other important event affecting the Group since 31 March 2021 and up to date of this announcement.

CORPORATE GOVERNANCE PRACTICE

The Company acknowledges the need and importance of corporate governance as one of the key elements in creating shareholder value. The Company is also committed to achieving high standard of corporate governance that can protect and promote the interests of all shareholders and to enhance corporate value and accountability of the Company. For corporate governance purpose, the Company has adopted the Corporate Governance Code (the "**CG Code**") set out in Appendix 15 of the GEM Listing Rules since the Listing Date up to the date of this announcement. During the year ended 31 March 2021, to the best knowledge of the Board, the Company has complied with the code provisions of the CG Code.

RESULTS AND DIVIDENDS

The results of the Group for the year ended 31 March 2021 are set out in the consolidated statement of profit or loss and other comprehensive income of this announcement. The financial position of the Group and the Company as at 31 March 2021 are set out in the consolidated statement of financial position and note 26 to the consolidated financial statements respectively. The Directors do not recommend the payment of a final dividend for the year ended 31 March 2021.

Information of employees

As at 31 March 2021, the Group had 52 full-time employees working in Hong Kong (2020: 37). The total staff costs, including directors' emoluments incurred during the year ended 31 March 2021 were approximately HK$17.5 million (2020: HK$15.2 million).

Employees are remunerated based on their qualifications, position and performance. The remuneration offered to employees generally includes salaries, allowances and discretionary bonus. Various types of training were provided to the employees.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the year ended 31 March 2021, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

AUDIT COMMITTEE

The Audit Committee was established on 29 September 2017. The chairman of the Audit Committee is Mr. Tang Chi Wai, an independent non-executive Director, and other members include Mr. Wong Yiu Kwong Kenji and Ms. Chung Lai Ling, both independent non-executive Directors. The written terms of reference of the Audit Committee are posted on the website of the Stock Exchange and on the Company's website.

The Company has complied with Rule 5.28 of the GEM Listing Rules in that at least one of the members of the Audit Committee (which must comprise a minimum of three members and must be chaired by an independent non-executive Director) is an independent non-executive Director who possesses appropriate professional qualifications or accounting related financial management expertise.

The primary duties of the Audit Committee are to review the financial information and reporting process, internal control procedures and risk management system, audit plan and relationship with external auditors and arrangements to enable employees of the Company to raise, in confidence, concerns about possible improprieties in financial reporting, internal control or other matters of the Company.

REVIEW OF THIS ANNUAL RESULTS ANNOUNCEMENT

The Group's annual results for the year ended 31 March 2021 has been reviewed by the Audit Committee.

The figures in respect of the Group's consolidated statement of financial position, consolidated statement of profit or loss and other comprehensive income, and the related notes thereto for the year ended 31 March 2021 as set out in this announcement have been agreed by the Group's auditors, Zhonghui Anda CPA Limited, to the amounts set out in the Group's consolidated financial statements for the year ended 31 March 2021. The work performed by Zhonghui Anda CPA Limited in this respect did not constitute an assurance engagement in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants and consequently no assurance has been expressed by Zhonghui Anda CPA Limited on this announcement.

APPRECIATION

The Company would like to thank the Group's customers, suppliers, business partners for their support. Also, the Company would like to offer its highest gratitude to its shareholders for their devotion and to the Group's employees for their loyalty and contributions made during the year.

PUBLICATION OF ANNUAL RESULTS AND ANNUAL REPORT

The annual results announcement and the annual report are published on the website of the Stock Exchange at www.hkexnews.hk and the Company's website at www.nobleegineering.com.hk. Should the shareholders of the Company have any difficulties in accessing the corporate communications electronically, please request the printed annual report, at any time by writing to the Company.

By order of the Board
Noble Engineering Group Holdings Limited
Tse Chun Yuen
Chairman and executive Director

Hong Kong, 28 June 2021

As at the date of this announcement, the executive Directors are Mr. Tse Chun Yuen, Mr. Tse Chun Kuen and Mr. Harilela Mahesh, the non-executive Director is Mr. U Keng Tin, and the independent non-executive Directors are Mr. Wong Yiu Kwong Kenji, Ms. Chung Lai Ling and Mr. Tang Chi Wai.

This announcement will remain on the website of the Stock Exchange at www.hkexnews.hk on the "Latest Listed Company Information" page for at least 7 days from the date of its posting and will be published on the Company's website at www.nobleengineering.com.hk.