



**China Automotive
Interior Decoration Holdings Limited**

中國汽車內飾集團有限公司

(Incorporated in the Cayman Islands with limited liability)

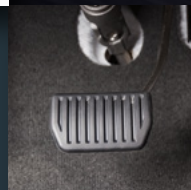
(於開曼群島註冊成立的有限公司)

股份代號 **Stock code: 0048**

INTERIM REPORT

2018

中期報告



INTERIM RESULTS

The board of Directors (the "Board") of China Automotive Interior Decoration Holdings Limited (the "Company") is pleased to announce the following unaudited condensed consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2018 together with the comparative figures for the preceding financial six months ended 30 June 2017.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2018

中期業績

中國汽車內飾集團有限公司(「本公司」)董事會(「董事會」)欣然宣佈本公司及其附屬公司(「本集團」)截至二零一八年六月三十日止六個月的以下未經審核簡明綜合中期業績，連同截至二零一七年六月三十日止上一財政六個月的比較數字。

未經審核簡明綜合損益及其他全面收益表

截至二零一八年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月		
		2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元	
	Note 附註			
Revenue	收入	4	98,395	94,392
Cost of sales	銷售成本		(87,166)	(82,060)
Gross profit	毛利		11,229	12,332
Other gains or losses	其他收益或虧損	5	808	(214,421)
Selling and distribution costs	銷售及分銷成本		(9,531)	(5,614)
Share of result of an associate	應佔聯營公司業績		(8,574)	(438)
Administrative expenses	行政開支		(21,709)	(21,348)
Loss from operations	經營虧損	7	(27,777)	(229,489)
Finance costs	融資成本	8	(1,042)	(921)
Loss before tax	除稅前虧損		(28,819)	(230,410)
Income tax expense	所得稅開支	9	(1,062)	(1,205)
Loss for the period attributable to the owners of the Company	本公司擁有人應佔期內虧損		(29,881)	(231,615)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Continued)

For the six months ended 30 June 2018

未經審核簡明綜合損益及其他全面收益表
(續)

截至二零一八年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
		Note 附註	
Loss for the period	期內虧損	(29,881)	(231,615)
Other comprehensive loss	其他全面虧損		
Items that will not be reclassified to profit or loss	不會重新分類至損益之項目		
Losses on investments in equity instruments measured at fair value through other comprehensive income	透過其他全面收入按公平值計量的股本工具投資虧損	(20,601)	-
		(20,601)	-
Other comprehensive income/(loss) for the period, net of income tax:	期內其他全面收入／(虧損)，扣除所得稅：		
Items that may be reclassified subsequently to profit or loss:	其後可能重新分類至損益之項目：		
Exchange differences on translating foreign operations	換算海外業務之匯兌差額	4,868	(2,852)
Exchange differences arising on associate	聯營公司產生之匯兌差額	43	-
Impairment loss arising on revaluation of available-for-sale financial assets	重估可供出售金融資產產生之減值虧損	-	(194,473)
Reclassification adjustments relation to impairment loss on available-for-sale financial assets	有關可供出售金融資產之減值虧損之重新分類調整	-	194,473
Total other comprehensive income/(loss) for the period	期內其他全面收入／(虧損)總額	4,911	(2,852)
Total comprehensive loss for the period attributable to the owners of the Company	本公司擁有人應佔期內全面虧損總額	(45,571)	(234,467)
		RMB 人民幣	RMB 人民幣
Loss per share	每股虧損		
Basic and diluted	基本及攤薄	(1.5) cents 分	(11.6) cents 分
		10	

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2018

於二零一八年六月三十日

			30 June 2018	31 December 2017
			二零一八年 六月三十日	二零一七年 十二月三十一日
			(Unaudited)	(Unaudited)
			RMB'000	RMB'000
		<i>Note</i>	人民幣千元	人民幣千元
		<i>附註</i>		
ASSETS	資產			
Non-current assets	非流動資產			
Property, plant and equipment	物業、廠房及設備		53,883	56,276
Available-for-sale financial assets	可供出售金融資產		–	41,063
Financial assets at fair value through other comprehensive income	透過其他全面收入按公平值列賬的金融資產		20,139	–
Prepaid land lease payments	預付土地租賃款項		2,516	2,552
Interest in an associate	於聯營公司之權益		16,640	25,257
			93,178	125,148
Current assets	流動資產			
Prepaid land lease payments	預付土地租賃款項		73	73
Inventories	存貨		26,729	24,377
Trade receivables	應收貿易款項	12	118,271	141,554
Bills receivables	應收票據		1,827	2,340
Prepayments, deposits and other receivables	預付款項、按金及其他應收款項		30,626	31,011
Held-for-trading investments	持作買賣投資		–	20,819
Financial assets of fair value through profit or loss	透過損益按公平值列賬的金融資產		15,294	–
Cash and bank balances	現金及銀行結餘		47,373	34,520
			240,193	254,694
Total assets	總資產		333,371	379,842
EQUITY	權益			
Capital and reserves attributable to the owners of the Company	本公司擁有人應佔資本及儲備			
Share capital	股本	13	163,359	163,359
Reserves	儲備		47,137	92,708
Total equity	權益總額		210,496	256,067

**UNAUDITED CONDENSED CONSOLIDATED
STATEMENT OF FINANCIAL POSITION** (Continued)

At 30 June 2018

未經審核簡明綜合財務狀況表(續)

於二零一八年六月三十日

			30 June 2018	31 December 2017
			二零一八年 六月三十日	二零一七年 十二月三十一日
			(Unaudited)	(Unaudited)
			RMB'000	RMB'000
		Note 附註	人民幣千元	人民幣千元
LIABILITIES	負債			
Current liabilities	流動負債			
Trade payables	應付貿易款項	14	27,041	29,198
Accruals and other payables	應計費用及其他應付款項		11,825	20,245
Contract liability	合約負債		8,632	–
Bank borrowings	銀行借款	15	40,000	39,850
Tax payable	應付稅項		35,377	34,482
			122,875	123,775
Total equity and liabilities	權益及負債總額		333,371	379,842
Net current assets	流動資產淨額		117,318	130,919
Total assets less current liabilities	總資產減流動負債		210,496	256,067

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 未經審核簡明綜合權益變動表

For the six months ended 30 June 2018

截至二零一八年六月三十日止六個月

		Share capital 股本 (Unaudited) (未經審核) RMB'000 人民幣千元	Share premium 股份溢價 (Unaudited) (未經審核) RMB'000 人民幣千元	Merger reserve 合併儲備 (Unaudited) (未經審核) RMB'000 人民幣千元	Foreign currency translation reserve 外幣換算儲備 (Unaudited) (未經審核) RMB'000 人民幣千元	Share option reserve 購股權儲備 (Unaudited) (未經審核) RMB'000 人民幣千元	Investment revaluation reserve 投資重估儲備 (Unaudited) (未經審核) RMB'000 人民幣千元	Statutory reserve 法定儲備 (Unaudited) (未經審核) RMB'000 人民幣千元	Accumulated losses 累計虧損 (Unaudited) (未經審核) RMB'000 人民幣千元	Total equity 權益總額 (Unaudited) (未經審核) RMB'000 人民幣千元
At 1 January 2017	於二零一七年一月一日	163,359	137,996	5,992	47,700	-	-	11,818	126,980	493,845
Loss for the period	期內虧損	-	-	-	-	-	-	-	(231,615)	(231,615)
Other comprehensive loss for the period	期內其他全面虧損	-	-	-	(2,852)	-	-	-	-	(2,852)
Total comprehensive loss for the period	期內全面虧損總額	-	-	-	(2,852)	-	-	-	(231,615)	(234,467)
Grant of share option	授出購股權	-	-	-	-	10,170	-	-	-	10,170
At 30 June 2017	於二零一七年六月三十日	163,359	137,996	5,992	44,848	10,170	-	11,818	(104,635)	269,548
At 1 January 2018	於二零一八年一月一日	163,359	137,996	5,992	25,389	21,353	-	11,818	(109,840)	256,067
Loss for the period	期內虧損	-	-	-	-	-	-	-	(29,881)	(29,881)
Losses on investments in equity instruments measured at fair value through other comprehensive income	透過其他全面收入按公平值計量的股本工具投資虧損	-	-	-	-	-	(20,601)	-	-	(20,601)
Exchange difference on translating foreign operations	換算海外業務之匯兌差額	-	-	-	4,868	-	-	-	-	4,868
Exchange difference arising on an associate	聯營公司產生之匯兌差額	-	-	-	43	-	-	-	-	43
Total comprehensive income/(loss) for the period	期內全面收益/(虧損)總額	-	-	-	4,911	-	(20,601)	-	(29,881)	(45,571)
At 30 June 2018	於二零一八年六月三十日	163,359	137,996	5,992	30,300	21,353	(20,601)	11,818	(139,721)	210,496

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS 未經審核簡明綜合現金流量表

For the six months ended 30 June 2018

截至二零一八年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
Net cash generated from/(used in) operating activities	經營活動產生/(動用)之現金淨額	7,680	(23,179)
Net cash used in investing activities	投資活動動用之現金淨額	(574)	(24,994)
Net cash generated from financing activities	融資活動產生之現金淨額	150	1,000
Net increase/(decrease) in cash and cash equivalents	現金及現金等值物之增加/(減少)淨額	7,256	(47,173)
Cash and cash equivalents at the beginning of period	期初之現金及現金等值物	34,520	86,419
Effect of foreign currency exchange rate changes	外匯匯率變動之影響	5,597	4,455
Cash and cash equivalents at the end of period	期終之現金及現金等值物	47,373	43,701
Analysis of the balances of cash and cash equivalents:	現金及現金等值物之結餘分析:		
Cash and bank balances	現金及銀行結餘	47,373	44,038
Bank overdraft	銀行透支	-	(337)
		47,373	43,701

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 June 2018

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 9 December 2009 with limited liability. The registered office of the Company is located at Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The address of the Group's principal place of business is located at No. 28 Xinfeng Road, Xinfeng Industrial Park, Fangqian Town, New District, Wuxi City, Jiangsu Province, the People's Republic of China (the "PRC").

The principal activity of the Company is investment holding. The Group is principally engaged in the manufacture and sale of nonwoven fabric products used in automotive interior decoration parts and other parts, trading of rubber and food products.

The unaudited condensed consolidated financial statements for the six months ended 30 June 2018 are presented in Renminbi ("RMB") and all values are rounded to the nearest thousands, except when otherwise indicated.

2. BASIS OF PREPARATION

Statement of compliance

The unaudited condensed consolidated interim financial statements (the "Interim Financial Statements") have been prepared in accordance with the applicable disclosure requirements of Appendix 16 to The Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules") and with Hong Kong Accounting Standard (the "HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA").

The interim financial report has been prepared in accordance with same accounting policies adopted in the 2017 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2018 annual financial statements. Details of any changes in accounting policies are set out in note 3.

The preparation of an interim financial report in conformity with HKAS 34 requires management to make judgement, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

未經審核簡明綜合中期財務報表附註

截至二零一八年六月三十日止六個月

1. 一般資料

本公司於二零零九年十二月九日於開曼群島註冊成立為有限公司。本公司註冊辦事處位於 Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands。本集團的主要營業地點位於中華人民共和國（「中國」）江蘇省無錫市新區坊前鎮新豐工業園新風路28號。

本公司主要業務為投資控股。本集團主要從事製造及銷售用於汽車內飾件及其他部分的無紡布產品、買賣橡膠及食品。

除另有註明者外，截至二零一八年六月三十日止六個月的未經審核簡明綜合財務報表以人民幣（「人民幣」）呈列，而所有價值均調整至最接近的千元。

2. 編製基準

合規聲明

未經審核簡明綜合中期財務報表（「中期財務報表」）乃根據香港聯合交易所有限公司證券上市規則（「上市規則」）附錄16適用之披露規定，以及香港會計師公會（「香港會計師公會」）頒佈之香港會計準則（「香港會計準則」）第34號「中期財務報告」而編製。

本中期財務報告已根據二零一七年年末財務報表所採用之相同會計政策編製，惟預期於二零一八年年末財務報表內反映之會計政策變動除外。該等會計政策之任何變動詳情載於附註3。

編製符合香港會計準則第34號規定之中期財務報告要求管理層作出判斷、估計及假設，該等判斷、估計及假設影響政策之應用及資產與負債、收入及支出由年初至今之呈報金額。實際結果可能與該等估計不同。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”)

Application of new and amendments to HKFRSs

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

HKFRS 9	Financial Instruments
HKFRS 15	Revenue from Contracts with Customers and the related Amendments
HK(IFRIC) – Int 22	Foreign Currency Transactions and Advance Consideration
Amendments to HKFRS 2	Classification and Measurement of Share-based Payment Transactions
Amendments to HKFRS 4	Applying HKFRS 9 “Financial Instruments” with HKFRS 4 “Insurance Contracts”
Amendments to HKAS 28	As part of the Annual Improvements to HKFRSs 2014 – 2016 Cycle
Amendments to HKAS 40	Transfers of Investment Property

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）

應用新訂及經修訂香港財務報告準則

本集團於本中期期間首次應用香港會計師公會頒佈的下列新訂及香港財務報告準則修訂本，自本集團於二零一八年一月一日或之後開始的年度期間強制生效，以編製本集團簡明綜合財務報表：

香港財務報告準則 第9號	金融工具
香港財務報告準則 第15號	客戶合約收入及有關修訂本
香港（國際財務報告詮釋委員會）— 詮釋22號	外幣交易及預付代價
香港財務報告準則 第2號（修訂本）	股份支付交易的分類及計量
香港財務報告準則 第4號（修訂本）	與香港財務報告準則第4號「保險合約」一併應用香港財務報告準則第9號「金融工具」
香港會計準則 第28號（修訂本）	作為香港財務報告準則二零一四年至二零一六年週期的年度改進一部分
香港會計準則 第40號（修訂本）	轉讓投資物業

新訂及香港財務報告準則修訂本已根據有關準則及修訂本的相關過渡條文應用，導致會計政策、所呈報金額及／或披露變動如下。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(a) Impacts and changes in accounting policies of application on HKFRS 15 “Revenue from Contracts with Customers”

The Group has applied HKFRS 15 for the first time in the current interim period. HKFRS 15 superseded HKAS 18 “Revenue”, HKAS 11 “Construction Contracts” and the related interpretations.

The Group recognises revenue from the following major sources:

- Supply and procurement operation including trading of rubber and food products
- Manufacture and sale of nonwoven fabric products

The Group has applied HKFRS 15 retrospectively with the cumulative effect of initially applying this Standard recognised at the date of initial application, 1 January 2018. Difference at the date of initial application, if any, is recognised in the opening accumulated losses and comparative information has not been restated.

Key changes in accounting policies resulting from application of HKFRS 15

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

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(a) 應用香港財務報告準則第15號「客戶合約收入」之會計政策的影響及變動

本集團於本中期間首次應用香港財務報告準則第15號。香港財務報告準則第15號取代香港會計準則第18號「收入」、香港會計準則第11號「建築合約」及相關詮釋。

本集團確認來自以下主要來源的收入：

- 供應及採購業務，包括買賣橡膠和食品
- 生產及銷售無紡布產品

本集團已追溯應用香港財務報告準則第15號，首次應用之累計影響於首次應用日期二零一八年一月一日初步確認。於首次應用日期的差額（如有）於期初累計虧損確認，且比較資料並無重列。

應用香港財務報告準則第15號導致會計政策的主要變動

香港財務報告準則第15號則引入五個確認收益的步驟：

- 第一步：識別與客戶的合約
- 第二步：識別合約中的履約責任
- 第三步：釐定交易價
- 第四步：將交易價分配至合約中的履約責任
- 第五步：於本集團完成履約責任時確認收益

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(a) Impacts and changes in accounting policies of application on HKFRS 15 “Revenue from Contracts with Customers”

(Continued)

Key changes in accounting policies resulting from application of HKFRS 15

(Continued)

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

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

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

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

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(a) 應用香港財務報告準則第15號「客戶合約收入」之會計政策的影響及變動（續）

應用香港財務報告準則第15號導致會計政策的主要變動（續）

根據香港財務報告準則第15號，本集團於完成履約責任時（即於特定履約責任相關的商品或服務的「控制權」轉讓予客戶時）確認收益。

履約責任指可區分的單一貨品及服務（或組合貨品或服務）或大致相同的一系列可區分貨品或服務。

倘符合下列其中一項標準，按已完成相關履約責任的進度逐步轉移控制權及確認收入：

- 於本集團履約時客戶同時收取及耗用由本集團履約所帶來的利益；
- 本集團的履約導致創建及提升一項資產，該資產於本集團履約時即由客戶控制；或
- 本集團履約並無產生對本集團有替代用途的資產，且本集團可享有的強制執行權，以收回至今已履約部分的款項。

否則，收入於客戶獲得可區分的貨品或服務的控制權時確認。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(a) Impacts and changes in accounting policies of application on HKFRS 15 “Revenue from Contracts with Customers”

(Continued)

Key changes in accounting policies resulting from application of HKFRS 15

(Continued)

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

The revenue of the Group is recognised at a point in time. The application of HKFRS 15 does not have significant impact on the amounts reported in the condensed consolidated financial statements except for the presentation of deposits received from customers amounting to RMB8,632,000 as at 30 June 2018 which included in “accruals and other payables” is presented as “contract liabilities” on the condensed consolidated statement of financial position.

The following adjustments were made to the consolidated statement of financial position at the date of initial application, 1 January 2018. The effect of adopting HKFRS 15 is as follow:

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(a) 應用香港財務報告準則第15號「客戶合約收入」之會計政策的影響及變動（續）

應用香港財務報告準則第15號導致會計政策的主要變動（續）

合約負債指本集團因已自客戶收取代價（或到期的代價金額），而須向客戶轉移貨品或服務的責任。

本集團收入於某時點確認。應用香港財務報告準則第15號對簡明綜合財務報表所報告的金額並無重大影響，惟所呈報計入「應計費用及其他應付款項」之二零一八年六月三十日自客戶收取的按金人民幣8,632,000元，於簡明綜合財務狀況表呈列為「合約負債」。

於首次應用日期二零一八年一月一日對綜合財務狀況表作出以下調整。採用香港財務報告準則第15號之影響如下：

		Under HKAS 18 根據香港會計 準則第18號	Reclassification 重新分類	Under HKFRS 15 根據香港財務 報告準則第15號
Accruals and other payables	應計費用及其他應付款項	20,245	(6,007)	14,238
Contract liability	合約負債	-	6,007	6,007

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments”

In the current period, the Group has applied HKFRS 9 “Financial Instruments” and the related consequential amendments to other HKFRSs. HKFRS 9 introduces new requirements for 1) the classification and measurement of financial assets and financial liabilities, 2) expected credit losses (“ECL”) for financial assets and 3) general hedge accounting.

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

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動

於本期間，本集團已應用香港財務報告準則第9號「金融工具」，及對其他香港財務報告準則作出的相關的相應修訂。香港財務報告準則第9號就下列各項引入新規定：1) 金融資產及金融負債的分類及計量；2) 金融資產的預期信貸虧損（「預期信貸虧損」）；及3) 一般對沖會計法之新規定。

本集團已按照香港財務報告準則第9號所載的過渡性條文應用香港財務報告準則第9號，即對於二零一八年一月一日（首次應用日期）尚未終止確認的工具追溯應用有關分類及計量規定（包括減值），以及並無對於二零一八年一月一日已終止確認的工具應用該等規定。二零一七年十二月三十一日之賬面值與二零一八年一月一日之賬面值間的差額於期初累計虧損及權益的其他部分中確認，並無對比較資料進行重列。

因此，由於比較資料乃根據香港會計準則第39號「金融工具：確認及計量」編製，若干比較資料未必可作比較。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments” (Continued)

Impairment under ECL model

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

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

The Group always recognises lifetime ECL for trade receivables. The ECL on these assets are assessed individually for debtors with significant balances and/or collectively using a provision matrix with appropriate groupings.

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動（續）

預期信貸虧損模式下的減值

本集團就根據香港財務報告準則第9號須予減值的金融資產（包括應收貿易款項及應收貸款）的預期信貸虧損確認損失撥備。預期信貸虧損金額於各報告日期更新，以反映自初步確認以來的信貸風險變化。

全期預期信貸虧損指於相關工具預計年內所有可能違約事件將會產生的預期信貸虧損。相比之下，十二個月預期信貸虧損（「十二個月預期信貸虧損」）指於報告日期後十二個月內因可能發生的違約事件而預期產生的部分全期預期信貸虧損。評估乃基於本集團過往信貸虧損經驗，並根據債務人特定因素，整體經濟狀況及對報告日期當前狀況以及未來狀況預測的評估作出調整。

本集團一直就應收貿易款項確認全期預期信貸虧損。該等資產的預期信貸虧損乃就具重大結餘的債務人進行個別評估及／或採用具合適組別的撥備矩陣進行整體評估。

就所有其他工具而言，本集團計量虧損撥備等於十二個月預期信貸虧損，除非當信貸風險自初步確認以來顯著上升，則本集團確認全期預期信貸虧損。是否應確認全期預期信貸虧損乃根據自初步確認以來出現違約的可能性或風險顯著上升而評估。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments” (Continued)

Significant increase in credit risk

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

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

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動（續）

信貸風險顯著上升

評估信貸風險是否自初步確認顯著上升時，本集團比較金融工具於報告日期發生違約的風險與金融工具於初步確認日期發生違約的風險。作出評估時，本集團會考慮合理及可靠的定量及定性資料，包括過往經驗及無需付出過多成本或努力即可得的前瞻性資料。

具體而言，評估信貸風險是否顯著上升時會考慮以下資料：

- 金融工具外部（如有）或內部信貸測評的實際或預期顯著惡化；
- 信貸風險的外部市場指標顯著惡化，例如債務人的信貸息差、信用違約交換價格顯著上升；
- 商業、金融或經濟情況目前或預期將有不利變動，預計將導致債務人償還債項的能力顯著下降；
- 債務人經營業績實際或預期顯著惡化；
- 債務人的監管、經濟或技術環境有實際或預期的顯著不利變動，導致債務人償還債項的能力顯著下降。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments” (Continued)

Significant increase in credit risk (Continued)

Irrespective of the outcome of the above assessment, the Group presumes that the credit risk has increased significantly since initial recognition when contractual payments are more than 60 days past due, unless the Group has reasonable and supportable information that demonstrates otherwise.

The Group considers that default has occurred when the instrument is more than 180 days past due unless the Group has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

Measurement and recognition of ECL

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

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

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

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動（續）

信貸風險顯著上升（續）

無論上述評估的結果如何，本集團假設倘合約付款逾期超過60天，則信貸風險自初步確認以來顯著增加，除非本集團有能說明信貸風險並無顯著增加的合理可靠資料，則作別論。

本集團認為，倘該工具已逾期超過180天，則發生違約事件，除非本集團有能說明更寬鬆的違約標準更為合適的合理可靠資料，則作別論。

預期信貸虧損的計量及確認

預期信貸虧損的計量的依據為違約概率、違約損失率（即違約時的損失程度）及違約風險的函數。評估違約概率及違約損失率的依據是過往數據，並按前瞻性資料調整。

一般而言，預期信貸虧損按根據合約應付本集團的所有合約現金流量與本集團預計收取的所有現金流量（按於初步確認時釐定的實際利率折現）之間的差額。

利息收入根據金融資產的賬面值總額計算，惟倘金融資產為信貸減值的情況，則利息收入根據金融資產的攤銷成本計算。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments” (Continued)

Measurement and recognition of ECL
(Continued)

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

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

Impairment under ECL model

In relation to the impairment of financial assets, HKFRS 9 requires an expected credit loss model, as opposed to an incurred credit loss model under HKAS 39. The expected credit loss model requires an entity to account for expected credit losses and changes in those expected credit losses at each reporting date to reflect changes in credit risk since initial recognition. In other words, it is no longer necessary for a credit event to have occurred before credit losses are recognised.

In the current period, the Group has applied HKFRS 9 simplified approach to measure ECL using lifetime ECL for trade receivables. To measure the ECL, trade receivables have been grouped based on shared credit risk characteristics.

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動（續）

預期信貸虧損的計量及確認（續）

本集團藉由調整所有金融工具的賬面值於損益中確認其減值收益或虧損，惟相應調整透過損失撥備賬確認的應收貿易款項除外。

於二零一八年一月一日，本公司董事根據國際財務報告準則第9號規定，使用無需付出過多成本或努力即可得的合理可靠資料審核及評估本集團現有金融資產是否減值。評估結果及其影響詳情載於下文。

預期信貸虧損模式下的減值

就金融資產之減值而言，與香港會計準則第39號項下按已產生信貸虧損模式計算相反，香港財務報告準則第9號規定按預期信貸虧損模式計算。預期信貸虧損模式規定實體於各報告日期將預期信貸虧損及該等預期信貸虧損之變動入賬，以反映信貸風險自初步確認以來之變動。換言之，毋須再待發生信貸事件方確認信貸虧損。

於期內，本集團應用香港財務報告準則第9號簡化方法計量預期信貸虧損，計量應收貿易款項的全期預期信貸虧損。為計量預期信貸虧損，本集團按信貸風險特徵對應收貿易款項進行了分組。

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments” (Continued)

Impairment under ECL model (Continued)

Loss allowance for other financial assets at amortised cost mainly comprise of loan receivables, pledged bank deposits, bank trust account balances and bank balances, are measured on 12m ECL basis and there had been no significant increase in credit risk since initial recognition.

As at 1 January 2018, no additional credit loss allowance has been recognised in the condensed consolidated financial statements.

The following adjustments were made to the consolidated statement of financial position at the date of initial application, 1 January 2018. The effect of adopting HKFRS 9 is, as follows:

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動（續）

預期信貸虧損模式下的減值（續）

按攤銷成本計量的其他金融資產虧損撥備主要包括應收貸款、已抵押銀行存款、銀行信託戶口結餘及銀行結餘，乃按十二個月預期信貸虧損基準計量，且自初步確認以來，信貸風險概無顯著增加。

截至二零一八年一月一日，概無額外信貸虧損撥備於簡明綜合財務報表中獲確認。

於首次應用日期二零一八年一月一日對綜合財務狀況表作出以下調整。採用香港財務報告準則第9號之影響如下：

		Under HKAS 39 根據香港 會計準則 第39號	Reclassification 重新分類	Re- measurement 重新計量	Under HKFRS 9 根據香港財務 報告準則 第9號
Held-for-trading investments	持作買賣投資	20,819,000	(20,819,000)	-	-
Financial assets at fair value through profit or loss (“FVTPL”)	透過損益按公平值列賬 （「透過損益按公平值列賬」） 的金融資產	-	20,819,000	-	20,819,000
Available-for-sale investments	可供出售投資	41,063,000	(41,063,000)	-	-
Financial assets at fair value through other comprehensive income	透過其他全面收入按公平值 列賬的金融資產	-	41,063,000	-	41,063,000

3. APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (CONTINUED)

(b) Impacts and changes in accounting policies of application of HKFRS 9 “Financial Instruments” (Continued)

New and revised HKFRS in issue but not yet effect

The Group has not early applied the following new and revised HKFRSs that have been issued but are not yet effective:

HKFRS 16	Leases ¹
HKFRS 17	Insurance Contracts ³
HK(IFRIC) – Int 23	Uncertainty over Income Tax Treatments ¹
Amendments to HKFRS 9	Prepayment Features with Negative Compensation ¹
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ²
Amendments to HKAS 19	Plan Amendment, Curtailment or Settlement ¹
Amendments to HKAS 28	Long-term Interests in Associates and Joint Ventures ¹
Amendments to HKFRSs	Annual Improvements to HKFRSs 2015 – 2017 Cycle ¹

¹ Effective for annual periods beginning on or after 1 January 2019

² Effective for annual periods beginning on or after a date to be determined

³ Effective for annual periods beginning on or after 1 January 2021

3. 應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）（續）

(b) 應用香港財務報告準則第9號「金融工具」之會計政策的影響及變動（續）

已頒佈但尚未生效的新訂及經修訂香港財務報告準則

本集團並無提早應用下列已頒佈但尚未生效之新訂及經修訂香港財務報告準則：

香港財務報告準則第16號	租賃 ¹
香港財務報告準則第17號	保險合約 ³
香港（國際財務報告詮釋委員會）— 詮釋23號	所得稅處理的不確定性 ¹
香港財務報告準則第9號（修訂本）	具有負補償的提前付款特性 ¹
香港財務報告準則第10號及香港會計準則第28號（修訂本）	投資者與其聯營公司或合營企業間資產出售或注資 ²
香港會計準則第19號（修訂本）	計劃修訂、縮減或支付 ¹
香港會計準則第28號（修訂本）	於聯營公司或合營企業之長期權益 ¹
香港財務報告準則（修訂本）	香港財務報告準則二零一五年至二零一七年週期的年度改進 ¹

¹ 於二零一九年一月一日或之後開始的年度期間生效

² 於待定期限或之後開始的年度期間生效

³ 於二零二一年一月一日或之後開始的年度期間生效

4. REVENUE

The Group is principally engaged in the manufacture and sale of nonwoven fabric products used in automotive interior decoration parts and other parts, trading of rubber and food products.

Nonwoven fabric for use in automotive interior decoration parts and other parts	用於汽車內飾件及其他部分的無紡布
Sales of rubber	橡膠的銷售
Sales of food products	食品的銷售

4. 收入

本集團主要從事製造及銷售用於汽車內飾件及其他部分的無紡布產品、買賣橡膠及食品。

Six months ended 30 June 截至六月三十日止六個月

2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
78,232	82,526
5,610	7,349
14,553	4,517
98,395	94,392

5. OTHER GAINS OR LOSSES

Interest income	利息收入
Fair value loss on financial assets at fair value through profit or loss/ held-for-trading investments	透過損益按公平值列賬的金融資產公平值虧損/持作買賣投資
Impairment loss on available-for-sale financial assets	可供出售金融資產之減值虧損
Others	其他

5. 其他收益或虧損

Six months ended 30 June 截至六月三十日止六個月

2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
18	18
(5,585)	(21,817)
–	(194,473)
6,375	1,851
808	(214,421)

6. SEGMENT INFORMATION

Information reported to the directors of the Company, being the chief operating decision maker, for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided.

The Group's operating and reportable segments are as follows:

- (i) the manufacture and sale of nonwoven fabric products used in automotive interior decoration parts and other parts; and
- (ii) the supply and procurement operation segment including trading of rubber and food products.

Segment revenue and results

		Supply and procurement operation 供應及採購經營		Manufacture and sale of nonwoven fabric products 製造及銷售無紡布產品		Total 合計	
		Six months ended 30 June 截至六月三十日止六個月	2017 二零一七年	Six months ended 30 June 截至六月三十日止六個月	2017 二零一七年	Six months ended 30 June 截至六月三十日止六個月	2017 二零一七年
		2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	(Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	(Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	(Unaudited) (未經審核) RMB'000 人民幣千元
Segment revenue:	分部收入:						
Sales to external customers	銷售予外部客戶	20,163	11,866	78,232	82,526	98,395	94,392
Segment results	分部業績	(7,545)	2,053	(3,510)	(1,953)	(11,055)	100
Unallocated corporate income	未分配公司收入					18	71
Unallocated corporate expenses	未分配公司開支					(16,740)	(229,660)
Finance costs	融資成本					(27,777)	(229,489)
						(1,042)	(921)
Loss before tax	除稅前虧損					(28,819)	(230,410)

Segment revenue reported above represents revenue generated from external customers. There were no inter-segment sales for the six months ended 30 June 2018 and 2017.

6. 分部資料

向本公司董事(即主要經營決策者)呈報以分配資源及評估分部表現的資料,著重所付運貨品或提供服務的類別。

本集團的經營及可呈報分部如下:

- (i) 製造及銷售用於汽車內飾件及其他部分的無紡布產品;及
- (ii) 供應及採購經營分部(包括買賣橡膠及食品)。

分部收入及業績

		Supply and procurement operation 供應及採購經營		Manufacture and sale of nonwoven fabric products 製造及銷售無紡布產品		Total 合計	
		Six months ended 30 June 截至六月三十日止六個月	2017 二零一七年	Six months ended 30 June 截至六月三十日止六個月	2017 二零一七年	Six months ended 30 June 截至六月三十日止六個月	2017 二零一七年
		2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	(Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	(Unaudited) (未經審核) RMB'000 人民幣千元	2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	(Unaudited) (未經審核) RMB'000 人民幣千元
Segment revenue:	分部收入:						
Sales to external customers	銷售予外部客戶	20,163	11,866	78,232	82,526	98,395	94,392
Segment results	分部業績	(7,545)	2,053	(3,510)	(1,953)	(11,055)	100
Unallocated corporate income	未分配公司收入					18	71
Unallocated corporate expenses	未分配公司開支					(16,740)	(229,660)
Finance costs	融資成本					(27,777)	(229,489)
						(1,042)	(921)
Loss before tax	除稅前虧損					(28,819)	(230,410)

以上呈報的分部收入乃來自外部客戶的收入。截至二零一八年及二零一七年六月三十日止六個月並無分部間銷售。

6. SEGMENT INFORMATION (CONTINUED)

Segment assets and liabilities

		Supply and procurement operation 供應及採購經營		Manufacture and sale of nonwoven fabric products 製造及銷售無紡布產品		Total 合計	
		30 June 2018 二零一八年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元	30 June 2018 二零一八年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元	30 June 2018 二零一八年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
ASSETS	資產						
Segment assets	分部資產	49,109	56,110	246,077	251,125	295,186	307,235
Unallocated corporate assets	未分配公司資產					38,185	72,607
Total assets	資產總值					333,371	379,842
LIABILITIES	負債						
Segment liabilities	分部負債	4,486	3,896	84,427	85,764	88,913	89,660
Unallocated corporate liabilities	未分配公司負債					33,962	34,115
Total liabilities	負債總額					122,875	123,775

For the purpose of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segment other than corporate financial assets including available-for-sale financial assets, held-for-trading investments, financial assets at fair value through other comprehensive income, financial assets at fair value through profit or loss and corporate cash and bank balances. Goodwill is allocated to supply and procurement segments.
- all liabilities are allocated to reportable segments other than corporate financial liabilities including accruals and other payables.

6. 分部資料 (續)

分部資產及負債

		Supply and procurement operation 供應及採購經營		Manufacture and sale of nonwoven fabric products 製造及銷售無紡布產品		Total 合計	
		30 June 2018 二零一八年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元	30 June 2018 二零一八年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元	30 June 2018 二零一八年六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
ASSETS	資產						
Segment assets	分部資產	49,109	56,110	246,077	251,125	295,186	307,235
Unallocated corporate assets	未分配公司資產					38,185	72,607
Total assets	資產總值					333,371	379,842
LIABILITIES	負債						
Segment liabilities	分部負債	4,486	3,896	84,427	85,764	88,913	89,660
Unallocated corporate liabilities	未分配公司負債					33,962	34,115
Total liabilities	負債總額					122,875	123,775

為監察分部表現及於分部間分配資源：

- 除公司金融資產(包括可供出售金融資產、持作買賣投資、透過其他全面收入按公平值列賬的金融資產、透過損益按公平值列賬的金融資產以及公司現金及銀行結餘)外，所有資產均分配至可呈報分部。商譽乃分配至供應及採購分部。
- 除公司金融負債(包括應計費用及其他應付款項)外，所有負債均分配至可呈報分部。

7. LOSS FROM OPERATIONS

The Group's loss from operations is stated after charging the following:

Depreciation of property, plant and equipment	物業、廠房及設備折舊	2,989	3,133
Amortisation of prepaid land lease payments	預付土地租賃款項攤銷	36	36
Directors' remuneration	董事薪酬	1,248	1,231
Operating lease rentals in respect of rented premises	有關租賃物業的經營租賃費用	1,164	871
Cost of inventories recognised as cost of sales	確認為銷售成本的存貨成本	71,596	66,941
Share option expenses	購股權開支	–	10,170
Research and development expenditure	研發開支	3,799	2,944
Staff costs (including directors' remuneration)	員工成本 (包括董事薪酬)	8,701	7,652
– Salaries and other benefits	– 薪金及其他福利	1,662	1,599
– Retirement benefits scheme contributions	– 退休福利計劃供款	10,363	9,251

8. FINANCE COSTS

Interest expenses on bank borrowings wholly repayable within five years	須於五年內悉數清還的銀行借款的利息費用	1,042	912
Interest expenses on bank overdrafts	銀行透支的利息開支	–	9
		1,042	921

7. 經營虧損

本集團的經營虧損已扣除下列各項：

Six months ended 30 June 截至六月三十日止六個月

2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
2,989	3,133
36	36
1,248	1,231
1,164	871
71,596	66,941
–	10,170
3,799	2,944
8,701	7,652
1,662	1,599
10,363	9,251

8. 融資成本

Six months ended 30 June 截至六月三十日止六個月

2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
1,042	912
–	9
1,042	921

9. INCOME TAX EXPENSE

Current tax	即期稅項
Hong Kong	香港
PRC enterprise income tax ("EIT")	中國企業所得稅(「企業所得稅」)
Deferred tax	遞延稅項

Pursuant to the rules and regulations of the Cayman Islands and British Virgin Islands ("BVI"), the Group is not subject to any income tax in the Cayman Islands and BVI.

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for the six months ended 30 June 2018 and 2017.

PRC EIT is calculated at the applicable rates based on estimated taxable income earned by the PRC subsidiary of the Group with certain tax preference, based on existing legislation, interpretation and practice in respect thereof.

Pursuant to the enterprise income tax rules and regulations of the PRC, the applicable PRC EIT rate of the Group's PRC subsidiaries are 25%.

Pursuant to PRC Enterprise Income Tax Law, an innovative and high-end technology enterprise may enjoy a preferential enterprise income tax rate of 15% ("IHT Enterprise Rate"). During the year ended 31 December 2015, Joystar (Wuxi) Automotive Interior Decoration Co., Ltd. ("Joystar Wuxi") obtained the "Certificate of Innovative and High-end Technology Enterprise" with validity period of three years. The IHT Enterprise Rate enjoyed by Joystar Wuxi will be expired on July 2018. Consequently, the applicable income tax rate of Joystar Wuxi for the six months ended 30 June 2018 is 15% (six months ended 30 June 2017: 15%).

9. 所得稅開支

Six months ended 30 June
截至六月三十日止六個月

2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
109	26
953	1,179
1,062	1,205
-	-
1,062	1,205

根據開曼群島及英屬維爾京群島(「英屬維爾京群島」)的規例及法規,本集團於開曼群島及英屬維爾京群島毋須繳納任何所得稅。

截至二零一八年及二零一七年六月三十日止六個月,香港利得稅以估計應課稅溢利按16.5%計量。

中國企業所得稅根據現行法例、詮釋及其相關慣例,按享有若干稅項優惠的本集團的中國附屬公司所賺取估計應課稅收入,以適用稅率計算。

根據中國企業所得稅規例及法規,本集團的中國附屬公司的適用中國企業所得稅率為25%。

根據中國企業所得稅法,高新技術企業可享有企業所得稅優惠稅率15%(「高新技術企業稅率」)。於截至二零一五年十二月三十一日止年度,怡星(無錫)汽車內飾件有限公司(「怡星無錫」)取得「高新技術企業證書」,有效期為三年。怡星無錫享有的高新技術企業稅率將於二零一八年七月屆滿。因此,怡星無錫於截至二零一八年六月三十日止六個月的適用所得稅率為15%(截至二零一七年六月三十日止六個月:15%)。

10. LOSS PER SHARE

The calculations of basic loss per share for the six months ended 30 June 2018 are based on the unaudited condensed consolidated loss of approximately RMB29,881,000 attributable to the owners of the Company respectively (six months ended 30 June 2017: loss of RMB231,615,000) and the weighted average number of ordinary shares of 1,990,656,000 (six months ended 30 June 2017: 1,990,656,000) in issue during six months ended 30 June 2018.

For the six months ended 30 June 2018 and 2017, diluted earnings per share are the same as the basic loss per share as the Company did not have any dilutive potential ordinary shares during the six months ended 30 June 2018 and 2017.

11. DIVIDEND

The Board does not recommend the payment of interim dividend for the six months ended 30 June 2018 (six months ended 30 June 2017: Nil).

12. TRADE RECEIVABLES

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

0 to 90 days	0至90日
91 to 180 days	91至180日
181 to 365 days	181至365日
Over 365 days	超過365日

The Group's trading terms with customers are mainly on credit. The credit terms generally ranging from 30 days to 120 days (2017: ranging from 30 days to 120 days), depending on the creditworthiness of customers and their existing relationship with the Group. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management. Trade receivables are non-interest bearing.

10. 每股虧損

截至二零一八年六月三十日止六個月的每股基本虧損乃分別根據本公司擁有人應佔的未經審核簡明綜合虧損約人民幣29,881,000元(截至二零一七年六月三十日止六個月:虧損人民幣231,615,000元)及於截至二零一八年六月三十日止六個月已發行普通股加權平均股數為1,990,656,000股(截至二零一七年六月三十日止六個月:1,990,656,000股)而計算。

由於本公司於截至二零一八年及二零一七年六月三十日止六個月並無擁有任何潛在攤薄普通股,故此截至二零一八年及二零一七年六月三十日止六個月的每股攤薄盈利與每股基本虧損相同。

11. 股息

董事會不建議派付截至二零一八年六月三十日止六個月的中期股息(截至二零一七年六月三十日止六個月:無)。

12. 應收貿易款項

根據發票日期,應收貿易款項的賬齡分析(經扣除呆賬撥備)如下:

30 June 2018 二零一八年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年 十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
65,570	103,866
29,313	31,391
22,315	5,360
1,073	937
118,271	141,554

本集團與客戶的貿易期限主要為信貸。根據客戶信貸級別及彼等與本集團的現有關係,信貸期一般介乎30日至120日(二零一七年:介乎30日至120日)。本集團致力嚴謹監控未付的應收款項。逾期未付的結餘由高級管理層定期審閱。應收貿易款項為免息款項。

13. SHARE CAPITAL

Authorised: Ordinary shares of HK\$0.1 each At 1 January 2018 and 30 June 2018	法定： 每股面值0.1港元的普通股 於二零一八年一月一日及 二零一八年六月三十日
Issued and fully paid: Ordinary shares of HK\$0.1 each At 1 January 2018 and 30 June 2018	已發行及繳足： 每股面值0.1港元的普通股 於二零一八年一月一日及 二零一八年六月三十日

14. TRADE PAYABLES

The aging analysis of trade payables, based on the invoice dates, is as follows:

0 to 90 days	0至90日
91 to 180 days	91至180日
181 to 365 days	181至365日
Over 365 days	超過365日

13. 股本

Number of Shares 股份數目	Amount 金額 HK\$'000 千港元	Amount 金額 RMB'000 人民幣千元
10,000,000,000	1,000,000	863,495
1,990,656,000	199,065	163,359

14. 應付貿易款項

根據發票日期，應付貿易款項的賬齡分析如下：

30 June 2018 二零一八年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年 十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
8,524	8,134
2,337	464
173	5,053
16,007	15,547
27,041	29,198

15. BANK BORROWINGS

15. 銀行借款

		30 June 2018 二零一八年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年 十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
Current	流動		
Bank loans, secured	銀行貸款，有抵押	40,000	39,850

The maturities of the above bank borrowings are as follows:

上述銀行借款到期日如下：

		30 June 2018 二零一八年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年 十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
Carrying amount repayable:	應償還款項賬面值：		
– within one year	– 於一年內	40,000	39,850
– more than one year but within two years	– 超過一年但於兩年內	–	–
– more than two years but within five years	– 超過兩年但於五年內	–	–
– more than five years	– 超過五年	–	–
Secured bank loan	有抵押銀行貸款	40,000	39,850
Less: Amounts classified under current liabilities	減：分類為流動負債的款項		
Secured bank loan that contain a repayment on demand clause or due within one year	包括按要求償還條款或 於一年內到期的有抵押 銀行貸款	(40,000)	(39,850)
Amounts classified under non-current liabilities	分類為非流動負債的款項	–	–

Short-term bank loans are arranged at floating rates and exposed the Group to cash flow interest rate risk.

短期銀行貸款按浮動利率安排且令本集團面臨現金流量利率風險。

16. OPERATING LEASE COMMITMENT

At 30 June 2018, the Group had commitments for the future minimum lease payments under non-cancellable operating leases within fall due as follows:

Within one year	一年內
In the second to fifth years inclusive	第二至第五年（包括首尾兩年）

Operating lease payments represent rentals payable by the Group for its warehouse, factory and office premises. Leases are negotiated for a range from 1 to 5 years (31 December 2017: 1 to 5 years) and rentals are fixed over the lease terms and do not include contingent rentals. The Group does not have an option to purchase the leased asset at the expiry of the lease period.

16. 經營租賃承擔

於二零一八年六月三十日，本集團根據不可撤銷經營租賃在下列期間屆滿的未來最低租賃款項承擔如下：

30 June 2018 二零一八年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年 十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
2,384	2,339
5,704	6,396
8,088	8,735

經營租賃款項指本集團就倉庫、工廠及辦公室物業應付的租金。租期議定為介乎1至5年（二零一七年十二月三十一日：1至5年），而租金於租期內固定，惟不包括或然租金。本集團並無於租期屆滿時購買租賃資產的選擇權。

17. MATERIAL RELATED PARTY TRANSACTIONS

In addition to the transactions and balances as disclosed elsewhere in the unaudited condensed consolidated financial statements, the Group entered into the following material transaction with related parties during the reporting period:

Compensation of key management personnel

Compensation for key management personnel, including amount paid to the Company's directors is as follows:

Salaries and other short-term benefits	薪金及其他短期利益
Employer contribution to pension scheme	退休金計劃僱主供款

17. 重大關連方交易

除未經審核簡明綜合財務報表內其他地方披露的交易及結餘外，於報告期間內本集團與關連方訂有以下重大交易：

主要管理人員之補償

主要管理人員的補償，包括已付本公司董事金額如下：

Six months ended 30 June	
截至六月三十日止六個月	
2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
1,241	1,189
7	42
1,248	1,231

MANAGEMENT DISCUSSION AND ANALYSIS

Business review

The Group is principally engaged in the manufacture and sale of nonwoven fabric products used in automotive interior decoration parts and other parts, trading of rubber and food products. The Group also deploys financial resource to securities investment to achieve earnings in the form of capital appreciation and income from dividends.

Manufacture and sale of nonwoven fabric products

The Group manufactures its nonwoven fabric products with single layer or multiple layers of nonwoven fabric in accordance with specific requirements and standards of different customers. Most of the customers of nonwoven fabric products are primary manufacturers and suppliers of automotive parts in the PRC. The majority of the Group's products are further processed by these customers in order to make different automotive parts such as floor, head lining, seat cover, parcel tray, trunk, luggage-side trim, hubcap and car-mat, which are of different characteristics and are to be applied for different usages in passenger vehicles.

According to the statistics released from China Association of Automobile Manufacturers, the production and sales of passenger vehicles in the PRC were approximately 11,854,000 units and 11,775,000 units respectively for the six months ended 30 June 2018, representing a slightly increase of approximately 3.2% and 4.6%. However, as a result of increasing competition in the automotive industry, there was a trend of decreasing gross profit margin of nonwoven fabric products of the Group during the six months ended 30 June 2018.

Supply and procurement operation

The Group commenced its business of rubber trading since 2012 and the quoted price of rubber was generally varied according to the tendency of the commodities markets. To manage the risk, the Group mainly carried out that business in back-to-back model.

Since the third quarter of 2016, the Group resumed the business of trading of food products to diversify its business scope and it generated steady income of the Group for the six months ended 30 June 2018.

管理層討論及分析

業務回顧

本集團主要從事製造及銷售用於汽車內飾件及其他部分的無紡布產品及買賣橡膠及食品。本集團亦投入財務資源於證券投資以透過資本增值及股息收入的形式賺取盈利。

製造及銷售無紡布產品

本集團根據不同客戶的特定要求及標準製造一層或多層無紡布產品。大部分無紡布產品的客戶為中國汽車配件主要製造商及供應商。本集團大部分產品均由該等客戶作進一步加工，以生產不同的汽車配件，如汽車主地毯面料、頂蓬面料、座椅面料、衣帽架面料、行李箱蓋毯面料、行李箱側毯面料、輪罩面料及汽車腳踏墊面料，各具不同特點，可應用於乘用車的不同用途。

根據中國汽車工業協會公佈的數據，截至二零一八年六月三十日止六個月中國乘用車的製造及銷售分別約為11,854,000台及11,775,000台，相當於約3.2%及4.6%的輕微增幅。然而，由於汽車業競爭愈見激烈，本集團截至二零一八年六月三十日止六個月無紡布產品的毛利率有下降之勢。

供應及採購營運

本集團自二零一二年起開展其買賣橡膠業務，而橡膠的報價一般隨著商品市場的趨勢而改變。為管理風險，本集團主要以背對背模式經營該業務。

自二零一六年第三季度起，本集團恢復食品買賣業務以擴充其業務範圍並於截至二零一八年六月三十日止六個月為本集團帶來穩定收入。

Financial review

Revenue

The Group's revenue for the six months ended 30 June 2018 and 2017 was illustrated as follows:

Nonwoven fabric for use in automotive interior decoration parts and other parts	用於汽車內飾件及其他部分的無紡布
Sales of rubber	橡膠的銷售
Sales of food products	食品的銷售

For the six months ended 30 June 2018, the Group's revenue increased to approximately RMB98.4 million, compared to approximately RMB94.4 million in the corresponding period in 2017, representing an increase of approximately 4.2%. The increase in the Group's revenue was mainly attributable to the increase in revenue of trading of foods products.

Gross Profit

For the six months ended 30 June 2018, the gross profit of the Group decreased by RMB1.1 million to approximately RMB11.2 million. The decrease was mainly due to the increase in cost of sales of the Group's business of manufacture and sale of nonwoven fabric products.

Other gains or losses

For the six months ended 30 June 2018, the Group's other gains or losses changed from a loss of approximately RMB214.4 million for the corresponding period of 2017 to a gain of approximately RMB0.8 million in 2018. It was mainly due to the decrease in impairment loss on available-for-sale financial assets. Due to the adoption of new Hong Kong Financial Reporting Standards, the available-for sale financial assets, which only composed of a discretionary investment fund ("Discretionary Fund"), was reclassified as financial assets at fair value through other comprehensive income during the six months ended 30 June 2018. Detail of the Discretionary Fund are disclosed under the paragraph "SIGNIFICANT INVESTMENTS".

財務回顧

收入

截至二零一八年及二零一七年六月三十日止六個月，本集團的收入列示如下：

Six months ended 30 June 截至六月三十日止六個月	
2018 二零一八年 (Unaudited) (未經審核) RMB'000 人民幣千元	2017 二零一七年 (Unaudited) (未經審核) RMB'000 人民幣千元
78,232	82,526
5,610	7,349
14,553	4,517
98,395	94,392

截至二零一八年六月三十日止六個月，本集團收入增加至約人民幣98.4百萬元，與二零一七年同期的約人民幣94.4百萬元相比增長約4.2%。本集團收入增加乃主要由於食品貿易收入增加。

毛利

截至二零一八年六月三十日止六個月，本集團毛利減少人民幣1.1百萬元至約人民幣11.2百萬元。該減少乃主要由於本集團無紡布產品製造及銷售業務的銷售成本增加。

其他收益或虧損

截至二零一八年六月三十日止六個月，本集團其他收益或虧損由二零一七年同期虧損約人民幣214.4百萬元變更至二零一八年收益約人民幣0.8百萬元。該減少主要由於可供出售金融資產之減值虧損減少所致。由於採納新香港財務報告準則，僅由酌情投資基金（「酌情基金」）構成的可供出售金融資產於截至二零一八年六月三十日止六個月重新分類為透過其他全面收入按公平值列賬的金融資產。酌情基金之詳情披露於「重大投資」一段。

Administrative expenses

The administrative expenses increased by approximately RMB0.4million from approximately RMB21.3 million to approximately RMB21.7 million for the six months ended 30 June 2018.

Loss attributable to the owners of the Company

The loss attributable to the owners of the Company was approximately RMB29.9 million for the six months ended 30 June 2018 compared with a loss of approximately RMB231.6 million for the corresponding period of 2017. The loss was mainly due to the decrease in impairment loss on available-for-sale financial assets.

Outlook

The Board expects that the year 2018 will be a challenging year for the business of manufacture and sale of nonwoven products as the continuously increase in production costs for maintaining competitiveness and enhancing safety requirements to cope with the development of the automotive industry. To maintain its income stream, the Group will still deploy its resources on:

- (1) upgrading the production lines in order to improve the production efficiency;
- (2) installing new machineries to suit the customers' varying requirements and demands on high-end products;
- (3) conducting research and development to keep up with the latest technological trends in relation to product specifications; and
- (4) strengthening the quality control systems to retain customer loyalty and reinforce the Group's reputation in the nonwoven fabric industry in the PRC.

行政開支

行政開支由約人民幣21.3百萬元增加約人民幣0.4百萬元至截至二零一八年六月三十日止六個月的約人民幣21.7百萬元。

本公司擁有人應佔虧損

截至二零一八年六月三十日止六個月，本公司擁有人應佔虧損約為人民幣29.9百萬元，而二零一七年同期則為虧損約人民幣231.6百萬元。虧損主要由於可供出售金融資產的減值虧損減少所致。

前景

董事會預期，由於為保持競爭力及配合汽車業發展而提高安全要求，導致生產成本持續增加，故二零一八年對無紡布產品製造及銷售業務而言挑戰重重。為維持其收入流，本集團仍將繼續投放資源於：

- (1) 將生產線升級，以改善生產效率；
- (2) 安裝新機器，以迎合客戶對高端產品不停轉變的需要及需求；
- (3) 進行研發，以在有關產品規格的最新技術趨勢上與時並進；及
- (4) 加強質量監控系統，以確保顧客繼續支持及鞏固本集團於中國無紡布行業的口碑。

CHINA AUTOMOTIVE INTERIOR DECORATION HOLDINGS LIMITED

As a result of the increasing risk of volatility in rubber price since the fluctuation in price of crude oil, the Group would be cautious in accepting orders to avoid any downside exposure.

During 2017, the Group acquired Loyal Brands Group for expanding the Group's existing business of trading of foods products. After the Group further restructured the operations of Loyal Brands Group, the Board expects it will contribute positively to the financial results of the Group in the near future.

On 15 August 2017, the Group obtained a license to carry on business as a money lender in Hong Kong. The Group would diversify into money lending business in order to broaden the income sources.

Going forward, with a view to achieving better return and enhancing the expansion of the Group, the Group will look for potential investment opportunities to diversify its business scope.

SIGNIFICANT INVESTMENTS

Except the Discretionary Fund, at 30 June 2018, there was no investment held by the Group which value was more than 5% of the net assets of the Group.

Detail of the Discretionary Fund are as follows:

	Six months ended 30 June 2018 截至二零一八年 六月三十日 止六個月	At 30 June 2018 於二零一八年六月三十日	Approximate percentage to the net assets 佔資產淨額之 概約百分比	At 31 December 2017 於二零一七年 十二月三十一日
	Fair value loss 公平值虧損 (Unaudited) (未經審核) RMB'000 人民幣千元	Fair Value 公平值 (Unaudited) (未經審核) RMB'000 人民幣千元		Fair Value 公平值 (Audited) (經審核) RMB'000 人民幣千元
Discretionary Fund 酌情基金	20,601	20,139	9.6%	41,063

由於原油價格波動導致橡膠價格波動的風險增加，故本集團於接納訂單時將採取審慎態度，以避免任何負面影響。

於二零一七年，本集團收購 Loyal Brands 集團以擴展本集團現有食品貿易業務。於本集團進一步重組 Loyal Brands 集團之營運後，董事會預計其將於不久將來積極為本集團之財務業績作出貢獻。

於二零一七年八月十五日，本集團於香港獲得作為放債人開展業務之牌照。本集團多元化其放債業務，以擴充其收入來源。

展望未來，為實現更豐厚回報及促進本集團的擴展，本集團將物色有潛力的投資商機，務求多元化發展其業務範圍。

重大投資

除酌情基金外，於二零一八年六月三十日，本集團並無持有價值高於本集團資產淨額5%之任何投資。

酌情基金之詳情如下：

The Group held the Discretionary Fund as financial assets at fair value through other comprehensive income. The Discretionary Fund is managed by a corporation licensed under the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong). The investment objective of the Discretionary Fund is to generate income and/or achieve capital appreciation through investing in a variety of the authorized investments. Looking ahead, the value of the Discretionary Fund may be susceptible to the overall equity market conditions.

本集團持有酌情基金作為透過其他全面收入按公平價值列賬的金融資產。酌情基金乃由香港法例第571章證券及期貨條例項下之持牌法團管理。酌情基金之投資目標為透過投資各類獲准投資產生收益及／或達致資本增值。展望未來，酌情基金之價值可能受整體股市市況影響。

LIQUIDITY AND FINANCIAL RESOURCES

流動資金及財務資源

Current assets	流動資產
Current liabilities	流動負債
Current ratio	流動比率

30 June 2018 二零一八年 六月三十日 (Unaudited) (未經審核) RMB'000 人民幣千元	31 December 2017 二零一七年 十二月三十一日 (Unaudited) (未經審核) RMB'000 人民幣千元
240,193	254,694
122,875	123,775
1.95	2.06

At 30 June 2018, the Group's gearing ratio (represented by totals of bank borrowings divided by summation of total bank borrowings and equity) amounted to approximately 16.0% (31 December 2017: approximately 13.5%).

於二零一八年六月三十日，本集團的資本負債比率（即銀行借款總額除以銀行借款總額及權益的總和）約為16.0%（二零一七年十二月三十一日：約為13.5%）。

TREASURY POLICY

The Group generally financed its operations by internal cash resources and bank financing.

庫務政策

本集團一般透過內部現金資源及銀行融資為其營運提供資金。

At 30 June 2018, cash and bank balances of the Group amounted to approximately RMB47.4 million (31 December 2017: RMB34.5 million), and approximately RMB20.7 million (31 December 2017: RMB25.0 million) of which are denominated in Hong Kong dollars and United States dollars. Taking into account the Group's cash reserves and recurring cash flows from its operations, the Group's financial position is stable and healthy.

於二零一八年六月三十日，本集團現金及銀行結餘約為人民幣47.4百萬元（二零一七年十二月三十一日：人民幣34.5百萬元），其中約人民幣20.7百萬元（二零一七年十二月三十一日：人民幣25.0百萬元）以港元及美元列值。經考慮本集團現金儲備及其營運的經常性現金流量後，本集團的財務狀況屬穩健。

FOREIGN EXCHANGE EXPOSURE

Majority of the assets and liabilities of the Group were denominated in Renminbi, United States dollars and Hong Kong dollars. At 30 June 2018, the Group had no significant exposure under foreign exchange contracts, interest, currency swaps or other financial derivatives.

CAPITAL STRUCTURE

There has been no material change in the capital structure of the Group since 31 December 2017.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES, UNDERLYING SHARES AND DEBENTURES

So far as known to the Directors, at 30 June 2018, the interests and short positions of the directors and chief executives of the Company in the shares, underlying shares and debentures of the Company or any its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and/or short positions of which they were taken or deemed to have under such provisions of SFO) or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO or otherwise required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers in Appendix 10 to the Main Board Listing Rules ("Model Code"), were as follows:

Long positions in shares of the Company

Name	Capacity and nature of interest	Number of ordinary shares held	Approximate percentage of shareholding in the Company 佔本公司持股量之概約百分比
姓名	身份及權益的性質	所持普通股數目	
Director 董事			
Zhuang Yuejin 莊躍進	Beneficial owner 實益擁有人	359,370,000	18.05%

外匯風險

本集團大部分資產及負債以人民幣、美元及港元計值。於二零一八年六月三十日，本集團概無因外匯合約、利息、貨幣掉期或其他金融衍生工具而面臨重大風險。

資本架構

自二零一七年十二月三十一日以來，本集團的資本架構並無重大變動。

董事及最高行政人員於股份、相關股份及債權證的權益

據董事所知，於二零一八年六月三十日，本公司董事及最高行政人員於本公司或其任何相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）的股份、相關股份及債權證中，擁有根據證券及期貨條例第XV部第7及第8分部須知會本公司及聯交所的權益及淡倉（包括根據證券及期貨條例有關條文彼等被當作或被視為擁有的權益及／或淡倉），或根據證券及期貨條例第352條登記於本公司所需存置登記冊內的權益及淡倉，或根據主板上市規則附錄10上市發行人董事進行證券交易的標準守則（「標準守則」）須知會本公司及聯交所的權益及淡倉如下：

於本公司股份之好倉

Save as disclosed above, at 30 June 2018, none of the Directors or chief executives of the Company had any interests or short positions in the shares or underlying shares or debentures of the Company or any of its associated corporations as recorded in the register required to be kept by the Company under Section 352 of the SFO, or as otherwise required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

Save as disclosed above, at no time during the reporting period were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company or of any other body corporate granted to any Directors or their respective spouse or children under 18 years of age, or were any such rights exercised by them; or was the Company, its holding company or any of its subsidiaries a party to any arrangements to enable the Directors, their respective spouse or children under 18 years of age to acquire such rights in the Company or any body corporate.

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

Save as disclosed under the paragraph "DIRECTORS' AND CHIEF EXECUTIVES' INTEREST IN SHARES, UNDERLYING SHARES AND DEBENTURES", at 30 June 2018, the Directors of the Company were not aware of any persons who had, or was deemed to have, interests or short positions in the Shares or underlying Shares which would fall to be disclosed to the Company in accordance with the provisions of Divisions 2 and 3 of Part XV of the SFO; or be recorded in the register required to be kept under Section 336 of the SFO.

除上文所披露者外，於二零一八年六月三十日，概無本公司董事或最高行政人員於本公司或其任何相聯法團的股份或相關股份或債權證中，擁有根據證券及期貨條例第352條登記於本公司所需存置登記冊內的任何權益或淡倉，或根據標準守則須知會本公司及聯交所的任何權益或淡倉。

除上文所披露者外，於報告期之任何時間內概無授予任何董事或彼等各自之配偶或未滿十八歲子女可透過收購本公司或任何其他法人團體之股份或債權證而獲益的權利，該等權利亦無獲其行使；本公司、其控股公司或其任何附屬公司亦無訂立任何安排致使董事、彼等各自之配偶或未滿十八歲子女獲得於本公司或任何法人團體之該等權利。

主要股東及其他人士於本公司之股份或相關股份中的權益或淡倉

除「董事及最高行政人員於股份、相關股份及債權證的權益」一段所披露者外，於二零一八年六月三十日，本公司董事概不知悉任何人士已經或被視為於股份或相關股份中擁有根據證券及期貨條例第XV部之第2及第3分部須向本公司披露，或根據證券及期貨條例第336條登記於須予存置登記冊的權益或淡倉。

SHARE OPTION SCHEME

The Company adopted a share option scheme on 5 June 2015 (the "Scheme") which will remain in force for a period of 10 years from the effective date of the Scheme and will expire on 4 June 2025.

Under the Scheme, the Directors may at their discretion grant options to the eligible participants, including but not limited to, any Directors (whether executive or non-executive and whether independent or not) and any employee (whether full time or part time) of the Group or any other person, who has contributed to the Group.

The maximum number of shares in respect to which options may be granted under the Scheme shall not exceed 10% of the issued share capital of the Company on the date of adopting the Scheme. The limit may be refreshed at any time provided that the new limit must not be in aggregate exceed 10% of the issued share capital of the Company as at the date of the shareholders' approval in general meeting. However, the total number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Scheme and any other scheme of the Company must not in aggregate exceed 30% of the shares in issue from time to time. At 30 June 2018, an aggregate of 337,000,000 share options granted under the Scheme remained outstanding, which represented approximately 17% of the issued share capital of the Company. The maximum number of shares in respect of which options may be granted to any individual in any 12-month period shall not exceed 1% of the shares in issue on the last date of such 12-month period unless approval of the shareholders of the Company has been obtained in accordance with the Listing Rules. A nominal consideration of HK\$1 is payable on acceptance of the grant of an option.

Options may be exercised at any time from the date of grant of the option to the 10th anniversary of the date of grant as may be determined by the Directors. The exercise price is determined by the Directors, and will not be less than the highest of (i) the closing price per share as stated in the Stock Exchange's daily quotations sheets on the date of the grant of the options; (ii) the average closing price per share as stated in the Stock Exchange's daily quotations sheets for the five business days immediately preceding the date of the grant of the options; or (iii) the nominal value of a share.

購股權計劃

本公司於二零一五年六月五日採納購股權計劃（「該計劃」），該計劃自生效日期起十年內有效，而屆滿日期將為二零二五年六月四日。

根據該計劃，董事可酌情向合資格人士授出購股權，包括但不限於任何董事（不論是執行或非執行及是否獨立）及本集團之任何僱員（不論是全職或兼職）或對本集團有貢獻之任何其他人士。

根據該計劃授出之購股權獲行使時，可予發行之股份數目最多不超過本公司於採納該計劃當日之已發行股本10%。該上限可隨時更新，惟新限額合共不得超過股東於股東大會批准當日，本公司之已發行股本之10%。然而，根據該計劃及本公司任何其他計劃已授出但尚未行使之全部購股權獲行使時，可予發行之股份總數不得超過不時已發行股份之30%。於二零一八年六月三十日，根據該計劃授出的合共337,000,000份購股權仍未獲行使，相當於本公司已發行股本約17%。於任何十二個月期間內，向任何個別人士可能授出之購股權所涉股份最高數目不得超過該十二個月期間最後一天已發行股份之1%，除非按照上市規則經由本公司股東批准則作別論。象徵式代價1港元須於接納授出購股權時支付。

購股權可於授出購股權日期起計，直至授出日期十週年的任何時間內行使，而期限由董事決定。行使價則由董事釐定，並將不會低於以下之最高者：(i) 於購股權授出日期股份在聯交所每日報價表所報之收市價；(ii) 緊接購股權授出日期前五個營業日股份在聯交所每日報價表所報之平均收市價；或(iii) 股份面值。

The movements in the Company's share options granted to the eligible participants during the period ended 30 June 2018 were as follows:

合資格人士所獲授本公司購股權截至二零一八年六月三十日止期間內之變動如下：

Date of grant	Exercise price HK\$	Outstanding at 1 January 2018	Movement during the period				Outstanding at 30 June 2018	Exercise period
			Granted	Exercised	Cancelled	Lapsed		
授出日期	行使價 港元	於二零一八年 一月一日 尚未行使	已授出	已行使	已註銷	已失效	於二零一八年 六月三十日 尚未行使	行使期
Eligible Employees 合資格僱員	0.1442	138,000,000	-	-	-	-	138,000,000	31 May 2017 to 30 May 2027 二零一七年 五月三十一日至 二零二七年 五月三十日
	0.1124	199,000,000	-	-	-	-	199,000,000	14 November 2017 to 13 November 2027 二零一七年 十一月十四日至 二零二七年 十一月十三日
Total 總計		337,000,000	-	-	-	-	337,000,000	

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

Neither the Company, nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2018.

購買、出售或贖回本公司之上市證券

本公司及其任何附屬公司於截至二零一八年六月三十日止六個月概無購買、出售或贖回本公司任何上市證券。

DIRECTOR'S INTEREST IN COMPETING INTERESTS

The Directors are not aware of any business or interest of the directors of the Company, the controlling shareholder of the Company and their respective associates (as defined under the Main Board Listing Rules) that compete or may compete with the business of the Group and any other conflict of interest which any such person has or may have with the Group during the six months ended 30 June 2018.

董事於競爭業務的權益

截至二零一八年六月三十日止六個月，董事概不知悉本公司董事、本公司控股股東及彼等各自的聯繫人士（定義見主板上市規則）的任何業務或權益與本集團的業務出現或可能出現競爭，亦不知悉該等人士已或可能與本集團出現任何其他利益衝突。

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standard of dealings as set out in the Model Code. Having made specific enquiry with all Directors, the Company confirmed that all Directors have complied with the code of conduct and the required standard of dealings concerning securities transactions by the Directors during the six months ended 30 June 2018.

CORPORATE GOVERNANCE

Except for the deviations set out below, the Company has complied with the code provisions as set out in the Corporate Governance Code ("Code") in Appendix 14 to the Main Board Listing Rules for the six months ended 30 June 2018.

Code Provision A.2.1

Code provision A.2.1 stipulates that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Mr. Zhuang Yuejin is the Chairman and the Chief Executive Officer of the Company. Such deviation from Code provision A.2.1 is deemed appropriate as it is considered to be more efficient to have one single person as the Chairman of the Company as well as to discharge the executive functions of a chief executive officer, and it provides the Group with strong and consistent leadership in the development and execution of long term business strategies. The Board believes that the balance of power and authority is adequately ensured by the operations of the Board which comprises highly experienced individuals. At 30 June 2018, there are three independent non-executive Directors on the Board. All of them possess adequate independence and therefore the Board considers the Company has achieved balance and provided sufficient protection of its interests.

Code Provision A.6.7

Code provision A.6.7 stipulates that non-executive Directors should attend general meetings of the Company. Owing to other business engagements, two independent non-executive Directors, Ms. Ng Li La, Adeline and Ms. Zhu Chunyan, were unable to attend the general meetings of the Company held on 25 June 2018.

有關董事進行證券交易的行為守則

本公司已採納有關董事進行證券交易的行為守則，其條款並不遜於標準守則所載的交易準則規定。經向全體董事作出特定查詢後，本公司確認全體董事於截至二零一八年六月三十日止六個月均一直遵守行為守則及有關董事進行證券交易的交易必守準則。

企業管治

除下文所載的偏離情況外，截至二零一八年六月三十日止六個月，本公司已遵守主板上市規則附錄14的企業管治守則（「守則」）所載的守則條文。

守則條文第A.2.1條

守則條文第A.2.1條規定主席與行政總裁的角色應予區分，並不應由一人同時兼任。莊躍進先生為本公司主席及行政總裁。守則條文第A.2.1條的偏離情況被視為恰當，原因是董事會認為一人同時兼任本公司主席並履行行政總裁的執行職務更具效率，並為本集團提供穩固且貫徹的領導，方便發展及推行長遠的業務策略。董事會深信，基於董事經驗豐富，董事會的運作能充分確保權力得到制衡。於二零一八年六月三十日，董事會有三名獨立非執行董事。由於彼等的獨立性均屬充分，故此董事會認為本公司已取得平衡及充分保障本公司的利益。

守則條文第A.6.7條

守則條文第A.6.7條規定非執行董事應出席本公司的股東大會。由於另有其他職務，兩名獨立非執行董事吳莉娜女士及朱春燕女士未能出席本公司於二零一八年六月二十五日舉行的股東大會。

MATERIAL ACQUISITIONS OR DISPOSALS

There was no material acquisitions or disposal of subsidiaries and affiliated companies by the Group for the six months ended 30 June 2018.

PLEDGE ON ASSETS

At 30 June 2018, the Group secured its bank loans by buildings with a carrying amounts of approximately RMB5.8 million and prepaid land lease payments with a carrying amounts of approximately RMB2.5 million.

EMPLOYEES AND REMUNERATION POLICY

At 30 June 2018, the Group employed a total of 163 employees. The remuneration policy of the employees of the Group was set up by the Board on the basis of their experience, qualifications and competence. Other employees' benefits include contributions to statutory mandatory provident funds, and social insurance together with housing provident funds to its employees in Hong Kong and the PRC respectively.

A remuneration committee was set up for, inter alia, reviewing the Group's remuneration policy and structure for all directors and senior management of the Group.

NOMINATION COMMITTEE

The Company established a nomination committee on 13 September 2010 with written terms of reference in compliance with the Code. At 30 June 2018, the nomination committee comprises one executive Director, namely Mr. Zhuang Yuejin, and two independent non-executive Directors, namely Mr. Mak Wai Ho and Ms. Ng Li La, Adeline. Mr. Zhuang Yuejin has been appointed as the chairman of the nomination committee.

REMUNERATION COMMITTEE

The Company established a remuneration committee on 13 September 2010 with written terms of reference in compliance with the Code. At 30 June 2018, the remuneration committee comprises one executive Director, namely Mr. Zhuang Yuejin and two independent non-executive Directors, namely Mr. Mak Wai Ho and Ms. Zhu Chunyan. Mr. Mak Wai Ho has been appointed as the chairman of the remuneration committee.

重大收購或出售

於截至二零一八年六月三十日止六個月，本集團概無就附屬公司及聯營公司進行重大收購或出售。

抵押資產

於二零一八年六月三十日，本集團以賬面值約人民幣5.8百萬元的樓宇及賬面值約人民幣2.5百萬元的預付土地租賃款項擔保其銀行貸款。

僱員及薪酬政策

於二零一八年六月三十日，本集團共聘用163名僱員。本集團的僱員薪酬政策乃由董事會根據其經驗、資歷及工作能力而制定。其他僱員福利分別包括香港及中國僱員的法定強制性公積金供款、社會保險以及住房公積金。

薪酬委員會已告成立，旨在（其中包括）審閱本集團所有董事及高級管理層的薪酬政策及結構。

提名委員會

本公司於二零一零年九月十三日成立提名委員會，並以書面列明符合守則的職權範圍。於二零一八年六月三十日，提名委員會由一名執行董事莊躍進先生，及兩名獨立非執行董事麥偉豪先生及吳莉娜女士組成。莊躍進先生已獲委任為提名委員會主席。

薪酬委員會

本公司於二零一零年九月十三日成立薪酬委員會，並以書面列明符合守則的職權範圍。於二零一八年六月三十日，薪酬委員會由一名執行董事莊躍進先生，及兩名獨立非執行董事麥偉豪先生及朱春燕女士組成。麥偉豪先生已獲委任為薪酬委員會主席。

AUDIT COMMITTEE

The Company has established the audit committee on 13 September 2010 with written terms of reference in compliance with the Code. At 30 June 2018, the audit committee comprises three independent non-executive Directors, namely Mr. Mak Wai Ho, Ms. Ng Li La, Adeline and Ms. Zhu Chunyan. Mr. Mak Wai Ho has been appointed as the chairman of the audit committee. The Group's unaudited condensed consolidated interim results for the six months ended 30 June 2018 have not been audited by the Company's auditors, but have been reviewed by the audit committee, which was of the opinion that the preparation of such results complied with the applicable accounting standards and requirements and adequate disclosures have been made.

BOARD OF DIRECTORS

At 30 June 2018, the Board comprises three executive Directors and three independent non-executive Directors as follows:

Executive Directors

Mr. Zhuang Yuejin (*Chairman*)
Mr. Wong Ho Yin
Ms. Xiao Suni

Independent non-executive Directors

Mr. Mak Wai Ho
Ms. Ng Li La, Adeline
Ms. Zhu Chunyan

By the order of the Board
**China Automotive Interior
Decoration Holdings Limited**
Zhuang Yuejin
Chairman

Hong Kong, 29 August 2018

At the date of this report, the executive Directors are Mr. Zhuang Yuejin, Mr. Wong Ho Yin and Ms. Xiao Suni; and the independent non-executive Directors are Mr. Mak Wai Ho, Ms. Ng Li La, Adeline and Ms. Zhu Chunyan.

審核委員會

本公司已於二零一零年九月十三日成立審核委員會，並以書面列明符合守則的職權範圍。於二零一八年六月三十日，審核委員會由三位獨立非執行董事麥偉豪先生、吳莉娜女士及朱春燕女士組成。麥偉豪先生獲委任為審核委員會主席。本集團截至二零一八年六月三十日止六個月的未經審核簡明綜合中期業績尚未經本公司核數師審核，惟已由審核委員會審閱，而該委員會認為該等業績乃按適用會計準則及規定而編製，且已作出充分披露。

董事會

於二零一八年六月三十日，董事會由下列三名執行董事及三名獨立非執行董事組成：

執行董事

莊躍進先生 (*主席*)
黃浩然先生
肖蘇妮女士

獨立非執行董事

麥偉豪先生
吳莉娜女士
朱春燕女士

承董事會命
中國汽車內飾集團有限公司
主席
莊躍進

香港，二零一八年八月二十九日

於本報告日期，執行董事為莊躍進先生、黃浩然先生及肖蘇妮女士；獨立非執行董事為麥偉豪先生、吳莉娜女士及朱春燕女士。



Website 網址: <http://www.joystar.com.hk>