

KaShui¹⁹⁸⁰

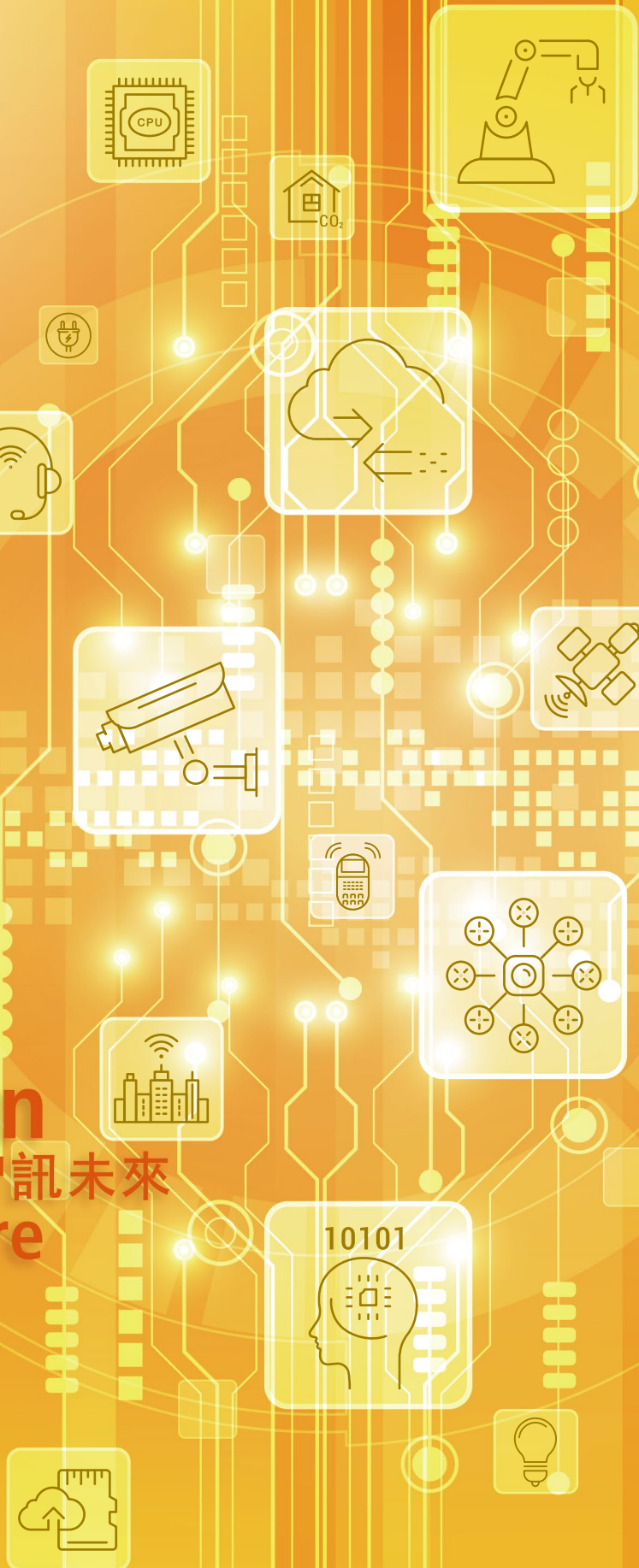
Ka Shui International Holdings Limited
嘉瑞國際控股有限公司

Incorporated in the Cayman Islands with Limited Liability
於開曼群島註冊成立的有限公司

Stock Code 股份代號：822

2019 Interim Report
中期報告

Technovation
Drives the 科技創新 智訊未來
Smart Future



CONTENTS 目錄

- 2** Corporate Information
公司資料
- 4** Key Information for Shareholders
股東主要資料
- Condensed Consolidated Financial Statements
簡明綜合財務報表
- 5** Condensed Consolidated Statement of Profit or Loss
簡明綜合損益表
- 6** Condensed Consolidated Statement of Profit or Loss and
Other Comprehensive Income
簡明綜合損益表及其他全面收益表
- 7** Condensed Consolidated Statement of Financial Position
簡明綜合財務狀況表
- 9** Condensed Consolidated Statement of Changes in Equity
簡明綜合權益變動表
- 10** Condensed Consolidated Statement of Cash Flows
簡明綜合現金流量表
- 11** Notes to the Condensed Consolidated Financial Statements
簡明綜合財務報表附註
- 37** Management Discussion and Analysis
管理層討論及分析
- 46** Other Information
其他資料

DIRECTORS

Executive Directors

- Mr. Lee Yuen Fat (*Chairman*)
(stepped down as Chief Executive Officer with effect from 23 July 2019)
- Mr. Wong Wing Chuen (*Vice Chairman*)
- Ms. Chan So Wah
(appointed with effect from 1 April 2019)
- Dr. Wong Cheong Yiu
(retired as Executive Director with effect from 1 January 2019)

Independent Non-Executive Directors

- Professor Sun Kai Lit, Cliff *BBS, JP*
- Ir Dr. Lo Wai Kwok *SBS, MH, JP*
- Mr. Andrew Look
- Mr. Kong Kai Chuen, Frankie
(formerly known as Kong To Yeung, Frankie)

AUTHORISED REPRESENTATIVES

- Mr. Lee Yuen Fat
- Ms. Yam Suk Yee, Celia

COMPANY SECRETARY

- Ms. Yam Suk Yee, Celia

AUDIT COMMITTEE

- Mr. Kong Kai Chuen, Frankie (*Chairman*)
(formerly known as Kong To Yeung, Frankie)
- Professor Sun Kai Lit, Cliff *BBS, JP*
- Ir Dr. Lo Wai Kwok *SBS, MH, JP*
- Mr. Andrew Look

NOMINATION COMMITTEE

- Professor Sun Kai Lit, Cliff *BBS, JP* (*Chairman*)
- Ir Dr. Lo Wai Kwok *SBS, MH, JP*
- Mr. Andrew Look
- Mr. Kong Kai Chuen, Frankie
(formerly known as Kong To Yeung, Frankie)
- Dr. Wong Cheong Yiu (*retired with effect from 1 January 2019*)

董事

執行董事

- 李遠發先生 (*主席*)
(退任行政總裁於二零一九年七月二十三日生效)
- 黃永銓先生 (*副主席*)
- 陳素華女士
(委任於二零一九年四月一日生效)
- 黃昌耀博士
(退任執行董事於二零一九年一月一日起生效)

獨立非執行董事

- 孫啟烈教授 *BBS, JP*
- 盧偉國博士 *SBS, MH, JP*
- 陸東先生
- 江啟銓先生
(前稱江道揚)

授權代表

- 李遠發先生
- 任淑儀小姐

公司秘書

- 任淑儀小姐

審核委員會

- 江啟銓先生 (*主席*)
(前稱江道揚)
- 孫啟烈教授 *BBS, JP*
- 盧偉國博士 *SBS, MH, JP*
- 陸東先生

提名委員會

- 孫啟烈教授 *BBS, JP* (*主席*)
- 盧偉國博士 *SBS, MH, JP*
- 陸東先生
- 江啟銓先生
(前稱江道揚)
- 黃昌耀博士 (退任於二零一九年一月一日起生效)

REMUNERATION COMMITTEE

Professor Sun Kai Lit, Cliff *BBS, JP (Chairman)*
Ir Dr. Lo Wai Kwok *SBS, MH, JP*
Mr. Andrew Look
Mr. Kong Kai Chuen, Frankie
(formerly known as Kong To Yeung, Frankie)
Dr. Wong Cheong Yiu *(retired with effect from
1 January 2019)*

REGISTERED OFFICE

PO Box 1350, Clifton House
75 Fort Street, Grand Cayman KY1-1108
Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room A, 29/F, Tower B, Billion Centre
1 Wang Kwong Road, Kowloon Bay
Kowloon, Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

SMP Partners (Cayman) Limited
Royal Bank House, 3rd Floor
24 Shedden Road, P.O. Box 1586
Grand Cayman, KY1-1110
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited
17M Floor, Hopewell Centre
183 Queen's Road East, Hong Kong

AUDITOR

RSM Hong Kong

PRINCIPAL BANKERS

The Hongkong and Shanghai Banking Corporation Limited
Standard Chartered Bank (Hong Kong) Limited
Bank of China (Hong Kong) Limited
Chong Hing Bank Limited

WEBSITE

www.kashui.com

薪酬委員會

孫啟烈教授 *BBS, JP (主席)*
盧偉國博士 *SBS, MH, JP*
陸東先生
江啟銓先生
(前稱江道揚)
黃昌耀博士 *(退任於二零一九年一月一日起
生效)*

註冊辦事處

PO Box 1350, Clifton House
75 Fort Street, Grand Cayman KY1-1108
Cayman Islands

香港主要營業地點

香港九龍
九龍灣宏光道一號
億京中心B座29樓A室

主要股份過戶登記處

SMP Partners (Cayman) Limited
Royal Bank House, 3rd Floor
24 Shedden Road, P.O. Box 1586
Grand Cayman, KY1-1110
Cayman Islands

香港股份過戶登記分處

香港中央證券登記有限公司
香港皇后大道東183號
合和中心17M樓

核數師

羅申美會計師事務所

主要往來銀行

香港上海匯豐銀行有限公司
渣打銀行(香港)有限公司
中國銀行(香港)有限公司
創興銀行有限公司

網址

www.kashui.com

KEY INFORMATION FOR SHAREHOLDERS

股東主要資料

FINANCIAL CALENDAR

Announcement of 2019 Interim Results
27 August 2019

STOCK CODE

822

BOARD LOT

2,000 Shares

INVESTOR RELATIONS

Ms. Yam Suk Yee, Celia
Company Secretary
Ka Shui International Holdings Limited
Room A, 29/F, Tower B, Billion Centre
1 Wang Kwong Road, Kowloon Bay
Kowloon, Hong Kong
Tel: (852) 3759 8900
Fax: (852) 2412 1743
Email: celia.yam@kashui.com

財務日誌

二零一九年中期業績公佈
二零一九年八月二十七日

股份代號

822

每手股數

2,000股

投資者關係

任淑儀小姐
公司秘書
嘉瑞國際控股有限公司
香港九龍
九龍灣宏光道一號
億京中心B座29樓A室
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傳真：(852) 2412 1743
電郵：celia.yam@kashui.com

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

簡明綜合損益表

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

The board (the “Board”) of directors (the “Directors”) of Ka Shui International Holdings Limited (the “Company”) is pleased to announce the unaudited interim financial results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30 June 2019, together with the comparative figures for the corresponding period in 2018.

嘉瑞國際控股有限公司(「本公司»)董事(「董事»)董事會(「董事會»)欣然宣佈本公司及其附屬公司(統稱為「本集團»)截至二零一九年六月三十日止六個月之未經審核中期財務業績，連同二零一八年同期之比較數字。

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核) (restated) (經重列)
		Note 附註	
Revenue	收入	5	712,507
Cost of sales	銷售成本		(571,617)
Gross profit	毛利		140,890
Other income	其他收入	6	9,050
Reversal of Impairment loss on trade receivables	貿易應收款項減值虧損回撥		8
Selling and distribution expenses	銷售及分銷開支		(15,048)
General and administrative expenses	一般及行政開支		(109,266)
Other operating expenses and income	其他營運開支及收入		3,476
Profit from operations	經營溢利		29,110
Finance costs	融資成本	7	(6,280)
Share of loss of associates	攤分聯營公司損失		(435)
Profit before tax	除稅前溢利		22,395
Income tax expense	所得稅開支	8	(8,138)
Profit for the period	期內溢利	9	14,257
Attributable to:	以下人士應佔權益:		
Owners of the Company	本公司權益持有人		14,480
Non-controlling interests	非控股權益		(223)
			14,257
Earnings per share	每股盈利	11	
— Basic (HK cents)	— 基本(港仙)		1.62
— Diluted (HK cents)	— 攤薄(港仙)		1.62

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

簡明綜合損益表及其他全面收益表

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

For the six months ended
30 June
截至六月三十日止六個月

		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核) (restated) (經重列)
Profit for the period	期內溢利	14,257	20,584
Other comprehensive income:	其他全面收益：		
<i>Item that will be reclassified to profit or loss:</i>	<i>將會重新分類至損益之項目：</i>		
Exchange differences on translating foreign operations	換算海外業務產生之匯兌差額	4,974	(3,346)
Other comprehensive income for the period, net of tax	期內除稅後其他全面收益	4,974	(3,346)
Total comprehensive income for the period	期內全面收益總額	19,231	17,238
Attributable to:	以下人士應佔權益：		
Owners of the Company	本公司權益持有人	19,346	16,636
Non-controlling interests	非控股權益	(115)	602
		19,231	17,238

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

簡明綜合財務狀況表

As at 30 June 2019 於二零一九年六月三十日

			As at 30 June 2019	As at 31 December 2018
			於二零一九年 六月三十日	於二零一八年 十二月三十一日
			HK\$'000	HK\$'000
			千港元	千港元
	Note 附註		(unaudited)	(audited)
			(未經審核)	(經審核)
Non-current assets		非流動資產		
Property, plant and equipment	12	物業、機器及設備	737,384	766,155
Right-of-use assets	13	使用權資產	10,030	—
Club membership		會所會籍	718	718
Investments in associates		於聯營公司之投資	9,561	9,931
Financial assets at fair value through other comprehensive income ("FVTOCI")		按公平值計入其他 全面收益之金融 資產	—	—
Deposits paid for acquisition of property, plant and equipment		預付購買物業、機 器及設備之按金	7,638	8,287
Deferred tax assets		遞延稅項資產	215	215
			765,546	785,306
Current assets		流動資產		
Inventories		存貨	200,549	244,755
Right of return assets		退回資產之權利	111	111
Trade receivables	14	貿易應收款項	302,699	376,785
Contract assets		合約資產	11,722	14,670
Prepayments, deposits and other receivables		預付款項、按金及 其他應收款項	43,025	40,842
Due from associates		應收聯營公司之 款項	99	108
Current tax assets		即期稅項資產	2,038	995
Restricted bank balances		有限制銀行存款	3,790	5,517
Bank and cash balances		銀行及現金結餘	203,777	250,606
			767,810	934,389

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

簡明綜合財務狀況表(續)

As at 30 June 2019 於二零一九年六月三十日

		Note 附註	As at 30 June 2019 於二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 於二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Current liabilities	流動負債			
Trade payables	貿易應付款項	15	184,941	264,032
Contract liabilities	合約負債		8,522	1,500
Refund liabilities	退款負債		241	241
Lease liabilities	租賃負債		3,932	—
Other payables and accruals	其他應付款項及 應計費用		77,836	95,284
Due to associates	應付聯營公司款項		617	3,257
Bank borrowings	銀行借款	16	204,955	242,854
Current tax liabilities	即期稅項負債		22,484	44,118
			503,528	651,286
Net current assets	流動資產淨值		264,282	283,103
Total assets less current liabilities	資產總值減流動負債		1,029,828	1,068,409
Non-current liabilities	非流動負債			
Bank borrowings	銀行借款	16	48,933	81,848
Lease liabilities	租賃負債		6,213	—
Deferred tax liabilities	遞延稅項負債		28,873	28,701
			84,019	110,549
NET ASSETS	資產淨值		945,809	957,860
Capital and reserves	資本及儲備			
Share capital	股本	17	89,376	89,376
Reserves	儲備		838,945	850,881
Equity attributable to owners of the Company	本公司權益持有人 應佔權益		928,321	940,257
Non-controlling interests	非控股權益		17,488	17,603
TOTAL EQUITY	權益總額		945,809	957,860

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

簡明綜合權益變動表

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

		(Unaudited) (未經審核)												
		Attributable to owners of the Company 本公司權益持有人應佔權益												
		Share capital	Share premium	Retained earnings	Capital reserve	Merger reserve	Foreign currency translation reserve	Share option reserve	Statutory reserve	Revaluation reserve	FVTOCI reserve	Total	Non-controlling interest	Total equity
		股本	股份溢價	保留盈利	資本儲備	合併儲備	匯兌儲備	購股權儲備	法定儲備	重估儲備	其他全面收益儲備	總額	非控股權益	權益總額
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
At 31 December 2018	於二零一八年十二月三十一日	89,376	204,650	551,482	8,701	(9,931)	(37,503)	—	58	141,727	(8,303)	940,257	17,603	957,860
Total comprehensive income for the period	期內全面收益總額	—	—	14,480	—	—	4,866	—	—	—	—	19,346	(115)	19,231
Final dividends paid	已付末期股息	—	—	(31,282)	—	—	—	—	—	—	—	(31,282)	—	(31,282)
At 30 June 2019	於二零一九年六月三十日	89,376	204,650	534,680	8,701	(9,931)	(32,637)	—	58	141,727	(8,303)	928,321	17,488	945,809
At 1 January 2018	於二零一八年一月一日	89,376	204,650	428,796	8,701	(9,931)	2,146	10	58	127,516	—	851,322	15,321	866,643
Adjustment on initial application of	初始應用調整													
— HKFRS 9	— 香港財務報告準則第9號	—	—	8,206	—	—	—	—	—	—	(8,303)	(97)	—	(97)
— HKFRS 15 (note 2(b))	— 香港財務報告準則第15號(附註2(b))	—	—	9,852	—	—	—	—	—	—	—	9,852	—	9,852
Restated balance at 1 January 2018	於二零一八年一月一日之結餘(經重列)	89,376	204,650	446,854	8,701	(9,931)	2,146	10	58	127,516	(8,303)	861,077	15,321	876,398
Total comprehensive income for the period (restated)	期內全面收益總額(經重列)	—	—	19,862	—	—	(3,226)	—	—	—	—	16,636	602	17,238
Forfeiture of share options	沒收之購股權	—	—	10	—	—	—	(10)	—	—	—	—	—	—
Final dividends paid	已付末期股息	—	—	(8,938)	—	—	—	—	—	—	—	(8,938)	—	(8,938)
At 30 June 2018 (restated)	於二零一八年六月三十日(經重列)	89,376	204,650	457,788	8,701	(9,931)	(1,080)	—	58	127,516	(8,303)	868,775	15,923	884,698

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

簡明綜合現金流量表

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Net cash generated from/(used in) operating activities	經營業務所得／(所耗)現金淨額	71,091	(60,761)
Purchase of property, plant and equipment and deposits paid for acquisition of property, plant and equipment	購買物業、機器及設備及預付購買物業、機器及設備之按金	(13,394)	(30,234)
Proceeds from disposal of property, plant and equipment	出售物業、機器及設備	—	5,158
Investment in an associate	於聯營公司之投資	—	(3,294)
Other investing activities	其他投資活動	224	(6,839)
Net cash used in investing activities	投資活動所耗現金淨額	(13,170)	(35,209)
Net bank loans (repaid)/raised	(償還)／新增銀行貸款淨額	(70,814)	28,725
Repayment of amount due to an associate	償還應付聯營公司款項	(2,570)	—
Dividends paid	已付股息	(31,282)	(8,938)
Net cash (used in)/generated from financing activities	融資活動(所耗)／所得現金淨額	(104,666)	19,787
Net decrease in cash and cash equivalents	現金及等同現金項目減少淨額	(46,745)	(76,183)
Cash and cash equivalents at beginning of period	於期初的現金及等同現金項目	250,606	243,994
Effect of foreign exchange rate change	匯率變動影響	(84)	4,367
Cash and cash equivalents at end of period	於期末的現金及等同現金項目	203,777	172,178
Analysis of cash and cash equivalents	現金及等同現金項目分析		
Bank and cash balances	銀行及現金結餘	203,777	172,178

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明綜合財務報表附註

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

1. CORPORATE INFORMATION

The Group is principally engaged in the manufacture and sale of zinc, magnesium and aluminium alloy die casting and plastic injection products and components which are mainly sold to customers engaging in the household products, 3C (communication, computer and consumer electronics) products, automotive parts and precision components.

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands on 7 January 2005.

2. BASIS OF PREPARATION

(a) Statement of compliance

These condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) and the applicable disclosures required by the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

These condensed consolidated financial statements should be read in conjunction with the 2018 annual consolidated financial statements. The accounting policies (including the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty) and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the Group’s annual consolidated financial statements for the year ended 31 December 2018 except as stated below.

1. 公司資料

本集團以生產及銷售鋅、鎂及鋁合金壓鑄、塑膠注塑產品及零部件為主，主要售予從事家居用品、3C（通訊、電腦及消費者電子）產品、汽車零部件及精密部件的客戶。

本公司根據開曼群島公司法於二零零五年一月七日在開曼群島註冊成立為受豁免有限公司。

2. 編制基準

(a) 合規聲明

此等簡明綜合財務報表乃按照香港會計師公會（「香港會計師公會」）頒佈的香港會計準則第34號「中期財務報告」及香港聯合交易所有限公司證券上市規則之適用披露規定編撰。

此等簡明綜合財務報表應與二零一八年綜合財務報表一併閱覽。除以下所述，編制此等簡明綜合財務報表所使用的會計政策（包括管理層就應用本集團之會計政策及主要估計所作出之重大判斷）及計算方法，與編制本集團截至二零一八年十二月三十一日止年度之全年綜合財務報表時相同。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

2. BASIS OF PREPARATION (Continued)

(b) Retrospective adjustment in relation to the application of HKFRS 15 Revenue from Contracts with Customers

The Group initially applied HKFRS 15 on 1 January 2018. As stated in the condensed consolidated financial statements for the six months ended 30 June 2018, the Group is of the opinion that the application of HKFRS 15 has no material impact on the Group's opening retained earnings and financial position. After further assessment and clarification for the interpretation of HKFRS 15, the Group concluded the standard should have an impact to the Group's retained earnings as at 1 January 2018, the results for the six months ended 30 June 2018 and the financial position as of that date. Details of the impact on the retained earnings at 1 January 2018 have been disclosed in note 3(a) of the annual consolidated financial statements for the year ended 31 December 2018. Consequently, the condensed consolidated statement of profit or loss and other comprehensive income for the six months ended 30 June 2018 has also been restated.

2. 編制基準(續)

(b) 有關應用香港財務報告準則第15號來自客戶合約的收入之追溯調整

本集團於二零一八年一月一日初始應用香港財務報告準則第15號。誠如截至二零一八年六月三十日止六個月之簡明綜合財務報表所述，本集團認為應用香港財務報告準則第15號對本集團之期初保留盈利及財務狀況並無重大影響。於進一步評估及澄清香港財務報告準則第15號之詮釋後，本集團的結論為該準則應對本集團於二零一八年一月一日之保留盈利、截至二零一八年六月三十日止六個月之業績及截至該日止之財務狀況產生影響。對於在二零一八年一月一日之保留盈利之影響詳情已於截至二零一八年十二月三十一日止年度之年度綜合財務報表附註3(a)披露。因此，截至二零一八年六月三十日止六個月之簡明綜合損益及其他全面收益表亦已重列。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

2. BASIS OF PREPARATION (Continued)

(b) Retrospective adjustment in relation to the application of HKFRS 15 Revenue from Contracts with Customers (Continued)

The effects of the adjustments on the condensed consolidated financial statements for the six months ended 30 June 2018 in relation to the application of HKFRS 15 are as follows:

2. 編制基準(續)

(b) 有關應用香港財務報告準則第15號來自客戶合約的收入之追溯調整(續)

有關在截至二零一八年六月三十日止六個月之簡明綜合財務報表應用香港財務報告準則第15號之調整影響如下：

	As previously reported	Effect of the adoption of HKFRS 15 採納香港財務報告準則第15號之影響	As restated
	據先前報告 HK\$'000 千港元 (unaudited) (未經審核)	第15號之影響 HK\$'000 千港元 (unaudited) (未經審核)	經重列 HK\$'000 千港元 (unaudited) (未經審核)
As at 30 June 2018			
於二零一八年六月三十日			
<u>Condensed consolidated statement of financial position (extract)</u>	<u>簡明綜合財務狀況表(摘錄)</u>		
Contract assets	合約資產	—	21,314
Inventories	存貨	240,480	(8,486)
Deposits received	已收按金	13,769	(13,769)
Contract liabilities	合約負債	—	13,769
Deferred tax liabilities	遞延稅項負債	33,600	1,282
Retained earnings	保留盈利	446,151	11,637
Foreign currency translation reserve	匯兌儲備	(989)	(91)
			(1,080)
For the six months ended 30 June 2018			
截至二零一八年六月三十日止六個月			
<u>Condensed consolidated statement of profit or loss (extract)</u>	<u>簡明綜合損益表(摘錄)</u>		
Revenue	收入	865,007	(773)
Cost of sales	銷售成本	(691,604)	1,759
General and administrative expenses	一般及行政開支	(126,040)	(72)
Income tax	所得稅	(9,744)	871

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

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

In the current period, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the HKICPA that are relevant to its operations and effective for its accounting year beginning on 1 January 2019. HKFRSs comprise Hong Kong Financial Reporting Standards (“HKFRS”); Hong Kong Accounting Standards (“HKAS”); and Interpretations. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The Group has initially adopted HKFRS 16 Leases from 1 January 2019. A number of other new standards are effective from 1 January 2019 but they do not have a material effect on the Group’s consolidated financial statements.

HKFRS 16 Leases

HKFRS 16 supersedes HKAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. HKFRS 16 introduced a single, on-balance sheet accounting model for lessees. As a result, the Group, as a lessee, has recognised right-of-use assets representing its rights to use the underlying assets and lease liabilities representing its obligation to make lease payments.

The Group has applied HKFRS 16 using the modified retrospective approach, under which the cumulative effect of initial application is recognised in retained earnings at 1 January 2019. Accordingly, the comparative information presented for 2018 has not been restated — i.e. it is presented, as previously reported, under HKAS 17 and related interpretations. The details of the changes in accounting policies are disclosed below.

3. 採納新訂及經修訂香港財務報告準則

於本期間，本集團已採納適用於其營運、由香港會計師公會所頒佈並自二零一九年一月一日開始的會計年度生效的所有新訂及經修訂香港財務報告準則（「香港財務報告準則」）。香港財務報告準則包括香港財務報告準則（「香港財務報告準則」）、香港會計準則（「香港會計準則」）及詮釋。本集團尚未提早採納已發佈但尚未生效的任何其他準則、詮釋或修訂。

本集團自二零一九年一月一日起初步採納香港財務報告準則第16號租賃。若干其他新準則自二零一九年一月一日起生效，但對本集團的綜合財務報表並無重大影響。

香港財務報告準則第16號租賃

香港財務報告準則第16號取代香港會計準則第17號租賃、國際財務報告詮釋委員會第4號釐定安排是否包括租賃、常設詮釋委員會第15號經營租賃 — 優惠及常設詮釋委員會第27號評估牽涉租賃的法律形式的交易內容。香港財務報告準則第16號為承租人引入單一的資產負債表內會計處理模式。因此，本集團（作為承租人）已確認使用權資產（表示其有權使用相關資產）及租賃負債（表示其有責任支付租賃付款）。

本集團已使用經修訂追溯法應用香港財務報告準則第16號，據此，初始應用之累計影響於二零一九年一月一日之保留盈利中確認。因此，就二零一八年呈列的比較資料並未重列 — 即如先前所呈報，根據香港會計準則第17號及相關詮釋呈列。會計政策變動的詳情披露如下。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(a) Definition of a lease

Previously, the Group determined at contract inception whether an arrangement was or contained a lease under IFRIC 4 Determining whether an Arrangement contains a Lease. The Group now assesses whether a contract is or contains a lease based on the new definition of a lease. Under HKFRS 16, a contract is, or contains, a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration.

On transition to HKFRS 16, the Group elected to apply the practical expedient to grandfather the assessment of which transactions are leases. It applied HKFRS 16 only to contracts that were previously identified as leases. Contracts that were not identified as leases under HKAS 17 and IFRIC 4 were not reassessed. Therefore, the definition of a lease under HKFRS 16 has been applied only to contracts entered into or changed on or after 1 January 2019.

At inception or on reassessment of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease and non-lease component on the basis of their relative stand-alone prices. However, for leases of properties in which it is a lessee, the Group has elected not to separate non-lease components and will instead account for the lease and non-lease components as a single lease component.

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(a) 租賃的定義

先前，本集團於合約開始時釐定一項安排是否為或包含國際財務報告詮釋委員會第4號釐定安排是否包含租賃項下的租約。本集團現時根據租賃之新定義評估合約是否為或包含租賃。根據香港財務報告準則第16號，倘一項合約傳送可於一段時間內控制使用已識別資產之權利以換取代價，則該合約為或包含租賃。

於過渡至香港財務報告準則第16號時，本集團選擇應用實際權宜方法，以豁免評估哪些交易為租賃。其香港財務報告準則第16號只應用於先前識別為租賃之合約。並無根據香港會計準則第17號及國際財務報告詮釋委員會第4號識別為租賃之合約不會作重新評估。因此，香港財務報告準則第16號項下租賃之定義僅適用於二零一九年一月一日或之後訂立或變更之合約。

於開始或重新評估包含租賃部份的合約時，本集團按其相對單獨價格將合約代價分配至各租賃及非租賃部份。然而，就作為承租人的物業租賃而言，本集團已選擇不分隔非租賃部份，反之將租賃及非租賃部份作為單一租賃部份入賬。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(b) As a lessee

The Group leases assets including properties and office equipment.

As a lessee, the Group previously classified leases as operating or finance leases based on its assessment of whether the lease transferred substantially all of the risks and rewards of ownership. Under HKFRS 16, the Group recognises right-of-use assets and lease liabilities for most leases.

However, the Group has elected not to recognise right-of-use assets and lease liabilities for some leases of low-value assets (e.g. office equipment). The Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

The recognised right-of-use assets relate to the following types of assets:

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(b) 作為承租人

本集團租賃的資產包括物業及辦公室設備。

作為承租人，本集團過往根據其對租賃是否轉移擁有權的絕大部分風險及回報的評估，將租賃分類為經營或融資租賃。根據香港財務報告準則第16號，本集團就大多數租賃確認使用權資產及租賃負債。

然而，本集團已選擇不就部分低價值資產(如辦公室設備)的租賃確認為使用權資產及租賃負債。本集團於租期內按直線法確認與該等租約有關的租賃付款為開支。

已確認使用權資產與以下類別資產有關：

		Balance as at 於以下日期之結餘	
		30 June 2019 二零一九年 六月三十日 HK\$'000 千港元	1 January 2019 二零一九年 一月一日 HK\$'000 千港元
Properties	物業	10,030	11,749

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(b) As a lessee (Continued)

Significant accounting policies

The Group recognises right-of-use assets and lease liabilities at the lease commencement date. The right-of-use asset is initially measured at cost, and subsequently at cost less any accumulated depreciation and impairment losses, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payment made. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, a change in the estimate of the amount expected to be payable under a residual value guarantee, or as appropriate, changes in the assessment of whether a purchase or extension option is reasonably certain to be exercised or a termination option is reasonably certain not to be exercised.

The Group has applied judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Group is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right-of-use assets recognised.

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(b) 作為承租人(續)

重大會計政策

本集團於租賃開始日期確認使用權資產及租賃負債。使用權資產初始按成本計量，其後按成本減任何累計折舊及減值虧損計量，並就租賃負債的若干重新計量作出調整。

租賃負債初始按租賃付款(於開始日期尚未支付)之現值計量，並使用租賃內含利率或(倘該利率未能即時釐定)本集團之增量借款利率貼現。一般而言，本集團採用其增量借款利率作為貼現率。

租賃負債其後按租賃負債的利息成本增加及按已付租賃付款減少。倘因指數或利率變動、根據剩餘價值擔保預期應付金額的估計變動，或(如適用)評估購買或延續選擇權是否合理確定會行使或終止選擇權是否合理確定不會行使而引致未來租賃付款變動，則會重新計量。

本集團已應用判斷，以釐定其作為承租人的若干租約(包括續期選擇權)的租期。評估本集團是否合理確定行使該等選擇權會影響租期，而租期對已確認的租賃負債及使用權資產的金額有重大影響。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(b) As a lessee (Continued)

Transition

Previously, the Group classified property leases as operating leases under HKAS 17. These include office premises, factories, warehouses, staff quarters and office equipment. The leases typically run for a period of 1 to 5 years.

At transition, for leases classified as operating leases under HKAS 17, lease liabilities were measured at the present value of the remaining lease payments, discounted at the Group's incremental borrowing rate as at 1 January 2019. Right-of-use assets are measured at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments — the Group applied this approach to all leases.

The Group used the following practical expedients when applying HKFRS 16 to leases previously classified as operating leases under HKAS 17:

- Applied the exemption not to recognise right-of-use assets and liabilities for leases with less than 12 months of lease term.
- Excluded initial direct costs from measuring right-of-use assets at the date of initial application.
- Used hindsight when determining the lease term if the contract contains options to extend or terminate the lease.

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(b) 作為承租人(續)

過渡

先前，本集團根據香港會計準則第17號將物業租賃分類為經營租賃。該等物業包括辦公室物業、廠房、倉庫、員工宿舍及辦公室設備。此等租約一般為期一至五年。

於過渡時，就根據香港會計準則第17號分類為經營租賃之租賃而言，租賃負債乃按餘下租賃付款之現值計量，並按本集團於二零一九年一月一日之增量借款利率貼現。使用權資產按相等於租賃負債的金額(按任何預付或應計租賃付款的金額作出調整)一本集團對所有租賃採用此方法計量。

本集團於應用香港財務報告準則第16號對先前根據香港會計準則第17號分類為經營租賃之租賃時採用以下實際權宜方法：

- 應用不確認租期少於十二個月的租賃的使用權資產及負債的豁免。
- 於計量在初始應用日期的使用權資產時不包括初始直接成本。
- 倘合約包含延長或終止租賃之選擇權，則於釐定租期時採用事後確認。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(c) As a lessor

The Group leases out its property and these leases are classified as operating leases.

The accounting policies applicable to the Group as a lessor are not different from those under HKAS 17.

The Group is not required to make any adjustments on transition to HKFRS 16 for leases in which it acts as a lessor. However, the Group has applied HKFRS 15 Revenue from Contracts with Customers to allocate consideration in the contract to each lease and non-lease component.

(d) Impacts of financial statements

Impacts on transition

On transition to HKFRS 16, the Group recognised additional right-of-use assets and additional lease liabilities. The change in accounting policy affected the following items on the condensed consolidated statement of financial position (increase/(decrease)) as at 1 January 2019 is summarised below.

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(c) 作為出租人

本集團出租其物業，而該等租賃分類為經營租賃。

適用於本集團作為出租人的會計政策與香港會計準則第17號項下者並無分別。

本集團毋須就其作為出租人的租賃過渡至香港財務報告準則第16號作出任何調整。然而，本集團已應用香港財務報告準則第15號來自客戶合約之收入，將合約中之代價分配至各租賃及非租賃部分。

(d) 財務報表之影響

對過渡之影響

於過渡至香港財務報告準則第16號時，本集團確認額外使用權資產及額外租賃負債。會計政策變動影響於二零一九年一月一日之簡明綜合財務狀況表之以下項目(增加/(減少))概述如下。

1 January
2019
二零一九年
一月一日
HK\$'000
千港元

Assets	資產	
Right-of-use assets	使用權資產	11,749
Total assets	資產總額	11,749
Liabilities	負債	
Lease liabilities	租賃負債	11,749
Total liabilities	負債總額	11,749

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(d) Impacts of financial statements (Continued)

Impacts on transition (Continued)

When measuring lease liabilities for leases that were classified as operating leases, the Group discounted lease payments using its incremental borrowing rate at 1 January 2019. The weighted-average rate applied is 4.1%.

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(d) 財務報表之影響(續)

對過渡之影響(續)

就計量分類為經營租賃之租賃負債時，本集團使用其於二零一九年一月一日之增量借款利率貼現租賃付款。所採用的加權平均利率為4.1%。

		1 January 2019 二零一九年 一月一日 HK\$'000 千港元
Operating lease commitment at 31 December 2018 as disclosed in the Group's consolidated financial statements	本集團綜合財務報表所披露於二零一八年十二月三十一日之經營租賃承擔	16,403
Less: commitments relating to leases exempted from capitalisation:	減：與獲豁免撥充資本的租賃有關的承擔：	
— Short-term leases and other leases with remaining lease term ending on or before 31 December 2019	— 短期租賃及其他租賃，而剩餘租期為於二零一九年十二月三十一日或之前結束	(4,381)
— Leases of low-value assets	— 低價值資產租約	(164)
		11,858
Less: total future interest expenses	減：未來利息開支總額	(109)
Present value of remaining lease payments, discounted using the incremental borrowing rate and total lease liabilities recognised as at 1 January 2019	於二零一九年一月一日確認之剩餘租賃付款之現值(使用增量借款利率貼現)及租賃負債總額	11,749
Of which are:	其中：	
Current lease liabilities	流動租賃負債	3,995
Non-current lease liabilities	非流動租賃負債	7,754
		11,749

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS (Continued)

HKFRS 16 Leases (Continued)

(d) Impacts of financial statements (Continued)

Impacts for the period

As a result of initially applying HKFRS 16, in relation to the leases that were previously classified as operating leases, the Group recognised approximately HK\$10,030,000 of right-of-use assets and approximately HK\$10,145,000 of lease liabilities as at 30 June 2019.

Also in relation to those leases under HKFRS 16, the Group has recognised depreciation and finance costs, instead of operating lease expense. During the six months ended 30 June 2019, the Group recognised approximately HK\$1,974,000 of depreciation charges and approximately HK\$215,000 of finance costs from these leases.

4. SEGMENT INFORMATION

For management purposes, the Group's operation is currently categorised into six (2018: six) operating divisions — zinc, magnesium, aluminium alloy die casting, plastic injection products and components, as well as trading of lighting products and home appliances. These divisions are the basis of the Group's five reportable segments. The Group's reportable segments are strategic business units that offer different products. They are managed separately because each business requires different technology and different cost measurement.

The Group's other operating segments include trading of lighting products and home appliances. None of these segments meet any of the quantitative thresholds for determining reportable segments. The information of these other operating segments is included in the "Others" column.

3. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號租賃(續)

(d) 財務報表之影響(續)

期內影響

由於初始應用香港財務報告準則第16號，就先前分類為經營租賃之租賃而言，本集團於二零一九年六月三十日確認使用權資產約10,030,000港元及租賃負債約10,145,000港元。

此外，就香港財務報告準則第16號項下之租賃而言，本集團已確認折舊及融資成本，而非經營租賃開支。截至二零一九年六月三十日止六個月，本集團確認折舊開支約1,974,000港元及該等租賃之融資成本約215,000港元。

4. 分部資料

為方便管理，本集團現時業務分為六個(二零一八年：六個)營運部門 — 鋅、鎂、鋁合金壓鑄、塑膠注塑產品和零部件以及照明產品和家居器具貿易。該等部門為本集團之呈報五個分部資料的基準。本集團之呈報分部為提供不同產品的策略業務單位。由於有關業務需要不同技術及有不同成本計量方式，故該等分部乃獨立管理。

本集團的其他經營分部包括照明產品和家居器具的貿易。此等分部均未達到決定可呈報分部的任何量化門檻。其他經營分部的資料載於「其他」一欄。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

4. SEGMENT INFORMATION (Continued)

Segment profits or losses do not include interest income, corporate income, share of loss of associates, corporate expenses, finance costs and income tax expense.

An analysis of the Group's revenue and results for the period by reportable segments is as follows:

4. 分部資料(續)

分部溢利或虧損不包括利息收入、企業收益、攤分聯營公司損失、企業開支、融資成本及所得稅開支。

本集團在期內按呈報分部分類的收入及業績分析如下：

		Magnesium		Aluminium		Plastic	Others	Consolidated
		Zinc alloy die casting	alloy die casting	alloy die casting	alloy die casting			
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)
For the six months ended 30 June 2019	截至二零一九年六月三十日止六個月							
Revenue from external customers	來自外來客戶的收入	70,805	232,091	71,018	312,938	25,655	712,507	
Segment profit	分部溢利	1,664	8,586	2,041	17,697	3,687	33,675	

		Magnesium		Aluminium		Plastic	Others	Consolidated
		Zinc alloy die casting	alloy die casting	alloy die casting	alloy die casting			
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
		(restated)	(restated)	(restated)	(restated)	(restated)	(restated)	(restated)
		(經重列)	(經重列)	(經重列)	(經重列)	(經重列)	(經重列)	(經重列)
For the six months ended 30 June 2018	截至二零一八年六月三十日止六個月							
Revenue from external customers	來自外來客戶的收入	92,797	295,655	84,466	367,100	24,216	864,234	
Segment profit	分部溢利	4,130	12,482	2,361	26,246	3,386	48,605	

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

4. SEGMENT INFORMATION (Continued)

Reconciliation of reportable segment profit or loss:

4. 分部資料(續)

呈報分部溢利或虧損之對賬：

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核) (restated) (經重列)
Total profit of reportable segments	呈報分部總溢利	33,675	48,605
Unallocated amounts:	不分類數目：		
Interest income	利息收入	224	74
Share of losses of associates	攤分聯營公司損失	(435)	(481)
Finance costs	融資成本	(6,280)	(5,758)
Corporate income	企業收益	—	292
Corporate expenses	企業開支	(4,789)	(13,275)
Income tax expense	所得稅開支	(8,138)	(8,873)
Consolidated profit for the period	期內綜合溢利	14,257	20,584

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

5. REVENUE

The Group is principally engaged in the manufacture and sale of zinc, magnesium and aluminium alloy die casting and plastic injection products and components that are original equipment manufacturing products (“OEM Products”) which have no alternative use to the Group. The Group also sells lighting products and home appliances which have alternative use to the Group. The Group’s revenue is derived from contracts with customers.

In the following table, revenue is disaggregated by major products and timing of revenue recognition.

5. 收入

本集團生產及銷售鋅、鎂及鋁合金壓鑄、塑膠注塑產品及零部件，該等產品為原設備製造產品（「原設備製造產品」），對本集團並無替代用途。本集團亦銷售照明產品及家居器具，該等產品對本集團有替代用途。本集團的收入來源於與客戶之合約。

在下表中，收入按主要產品和收入確認時間分類。

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核) (restated) (經重列)
Timing of revenue recognition 收入確認時間			
Products transferred at a point in time	於某一時點轉移產品	626,820	748,378
Products transferred over time	於一段時間轉移產品	85,687	115,856
		712,507	864,234
Types of products 產品類型			
Die casting products	壓鑄產品	371,242	471,186
Plastic injection products	塑膠注塑產品	239,711	297,343
Moulds	模具	75,899	71,489
Others	其他	25,655	24,216
		712,507	864,234

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

5. REVENUE (Continued)

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers:

5. 收入(續)

下表提供了與客戶簽訂的合約中的應收款項、合約資產和合約負債的訊息：

		As at 30 June 2019 二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Receivables, which are included in "Trade and other receivables"	應收款項，包括在「貿易和其他應收款項」中	302,699	376,785
Contract assets	合約資產	11,722	14,670
Contract liabilities	合約負債	8,522	1,500

The contract assets primarily relate to the Group's rights to consideration for (a) OEM products manufactured under contracts in which the Group has enforceable right to payment but not billed at the reporting date; and (b) moulds with control passed to the customers but are invoiced subsequently together with the related products when they are delivered to the customers after the reporting date. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer. The contract liabilities primarily relate to the advance consideration received from customers for sales contracts which exceeds the revenue recognised to date.

The amount of approximately HK\$1,500,000 recognised in contract liabilities at the beginning of the period has been recognised as revenue for the six months ended 30 June 2019.

合約資產主要與本集團就以下各項收取代價的權利有關：(a)根據合約製造的原設備製造產品，而本集團有強制執行權利收取付款，但於報告日期尚未發出賬單；及(b)控制權轉移至客戶但其後於報告日期後交付予客戶時連同相關產品發出發票的模具。合約資產於有關權利成為無條件時轉撥至應收款項。此情況一般於本集團向客戶發出發票時發生。合約負債主要與就銷售合約向客戶收取的預付代價超出迄今確認的收入有關。

於期初在合約負債中確認約1,500,000港元已於截至二零一九年六月三十日止六個月確認為收入。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

6. OTHER INCOME

6. 其他收入

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Interest income	利息收入	224	74
Reimbursement from customers	客戶報銷收回	2,714	1,942
Sales of scrap materials	廢料銷售	1,955	1,838
Government grants	政府補助金	756	—
Others	其他	3,401	1,255
		9,050	5,109

7. FINANCE COSTS

7. 融資成本

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Interest expenses on bank borrowings	銀行借款利息開支	6,065	5,758
Interest expenses on lease liabilities	租賃負債利息開支	215	—
		6,280	5,758

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

8. INCOME TAX EXPENSE

8. 所得稅開支

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核) (restated) (經重列)
Current tax — Hong Kong Profits Tax	即期稅項 — 香港利得稅		
Provision for the period	本期間撥備	4,042	6,142
Current tax — Income tax outside Hong Kong	即期稅項 — 香港以外所得稅		
Provision for the period	本期間撥備	4,047	3,602
Deferred tax	遞延稅項	49	(871)
		8,138	8,873

Hong Kong Profits Tax has been provided at a rate of 16.5% for the six months ended 30 June 2019 (for the six months ended 30 June 2018: 16.5%) on the estimated assessable profits for the relevant period. Tax charge on profits assessable elsewhere has been calculated at the rates of tax prevailing in the countries in which the Group operates based on existing legislation, interpretation and practices in respect thereof.

截至二零一九年六月三十日止六個月的香港利得稅根據有關期間的估計應課稅溢利以稅率16.5% (截至二零一八年六月三十日止六個月：16.5%) 作出撥備。其他地區的應課稅溢利稅項支出按本集團經營所在地的現行法例、詮釋及慣例以當地現行稅率計算。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

9. PROFIT FOR THE PERIOD

The Group's profit for the period is arrived at after charging/(crediting):

9. 期內溢利

本集團期內溢利已扣除 / (計入) :

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Depreciation of property, plant and equipment	物業、機器及設備折舊	44,560	42,069
Depreciation of right-of-use assets	使用權資產折舊	1,974	—
Loss on disposal of property, plant and equipment	出售物業、機器及設備虧損	—	1,323
Property, plant and equipment written off	物業、機器及設備撇銷	3,399	186
Interest income	利息收入	(224)	(74)
Bad debt written off	壞賬撇銷	6	156
Reversal of allowance for inventories	存貨撥備回撥	(6,881)	—
Reversal of allowance for trade receivables	貿易應收款項撥備之回撥	(8)	(33)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

10. DIVIDENDS

10. 股息

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Dividends paid during the period	於期間內已付股息		
Final dividend for the year ended 31 December 2018: HK3.5 cents per ordinary share (Final dividend for the year ended 31 December 2017: HK1.0 cent per ordinary share)	截至二零一八年十二月三十一日止年度末期股息：每股普通股3.5港仙（截至二零一七年十二月三十一日止年度末期股息：每股普通股1.0港仙）	31,282	8,938

The Board did not/does not recommend the payment of an interim dividend in respect of the six months ended 30 June 2019 and 2018.

董事會不建議派付截止二零一九年六月三十日及二零一八年六月三十日止六個月之中期股息。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

11. EARNINGS PER SHARE

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

11. 每股盈利

每股基本及攤薄盈利按下列計算：

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核) (restated) (經重列)
Earnings	盈利		
Profit attributable to the owners of the Company, used in the basic and diluted earnings per share calculation	用於計算每股基本及攤薄盈利之本公司權益持有人應佔溢利	14,480	19,862
Number of shares	股份數目		
Weighted average number of ordinary shares used in basic and diluted earnings per share calculation	用於計算每股基本及攤薄盈利之加權平均普通股股數	893,761,400	893,761,400

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2019, the Group disposed of fully depreciated property, plant and equipment (unaudited) without any proceed. For the year ended 31 December 2018: the Group disposed of property, plant and equipment with carrying amount of HK\$6,205,000 (audited) for proceed of approximately HK\$5,719,000 (audited), resulting in a loss on disposal of approximately HK\$486,000 (audited).

The Group had impaired certain property, plant and equipment with a carrying amount of HK\$Nil (unaudited) (for the year ended 31 December 2018: HK\$3,861,000 (audited)).

The Group had written off certain property, plant and equipment with a carrying amount of approximately HK\$3,399,000 (unaudited) (for the year ended 31 December 2018: HK\$238,000 (audited)).

In addition, the Group acquired property, plant and equipment of approximately HK\$14,103,000 (unaudited) (for the year ended 31 December 2018: HK\$107,566,000 (audited)).

13. RIGHT-OF-USE ASSETS

During the six months ended 30 June 2019, the Group entered into a new lease agreement for use of warehouse for approximately 2 years. The Group makes fixed payments during the contract period. On lease commencement, the Group recognised approximately HK\$170,000 right-of-use asset and approximately HK\$154,000 lease liability.

12. 物業、機器及設備

於截至二零一九年六月三十日止六個月期間，本集團在沒有收到任何款項下處置了已完全折舊的物業、機器及設備(未經審核)。截至二零一八年十二月三十一日止年度，本集團出售約6,205,000港元(經審核)的物業、機器及設備，所得款項約為5,719,000港元(經審核)，產生出售虧損約486,000港元(經審核)。

本集團就若干物業、機器及設備作出減值賬面值零港元(未經審核)(截至二零一八年十二月三十一日止年度：3,861,000港元(經審核))。

本集團撇銷賬面值約3,399,000港元(未經審核)(截至二零一八年十二月三十一日止年度：238,000港元(經審核))的若干物業、機器及設備。

此外，本集團購入物業、機器及設備約14,103,000港元(未經審核)(截至二零一八年十二月三十一日止年度：107,566,000港元(經審核))。

13. 使用權資產

於截至二零一九年六月三十日止六個月期間，本集團就使用倉庫訂立新租約，為期約兩年。本集團根據合約期內使用資產作出固定付款。於租約開始時，本集團確認使用權資產約170,000港元及租賃負債約154,000港元。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

14. TRADE RECEIVABLES

The Group's trading terms with customers are mainly on credit. The credit terms generally range from 30 to 120 days (31 December 2018: 30 to 120 days) after the end of the month in which the invoices have been issued. 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. The ageing analysis of trade receivables as at 30 June 2019, based on the invoice date, and net of allowance, is stated as follows:

14. 貿易應收款項

本集團與客戶之交易主要以信貸形式進行。信貸期一般介乎開票當月結束後30至120天(二零一八年十二月三十一日: 30日至120日)。每名客戶有最高信貸限額。本集團致力嚴格控制其未償還應收款項, 由董事定期檢討過期未付結餘。於二零一九年六月三十日的貿易應收款項(按發票日期及扣除撥備計算)之賬齡分析載列如下:

		As at 30 June 2019 二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
0 to 30 days	零至30日	159,661	140,160
31 to 60 days	31日至60日	50,212	110,524
61 to 90 days	61日至90日	48,376	46,486
91 to 180 days	91日至180日	43,050	79,644
Over 180 days	180日以上	1,621	200
Less: allowance for bad and doubtful debts	減: 壞賬及呆賬撥備	(221)	(229)
		302,699	376,785

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

15. TRADE PAYABLES

The Group normally obtains credit terms ranging from 30 to 90 days (31 December 2018: 30 to 90 days) from its suppliers. The ageing analysis of trade payables as at 30 June 2019, based on the date of receipt of goods, is as follows:

		As at 30 June 2019 二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
0 to 30 days	零至30日	98,201	66,541
31 to 60 days	31日至60日	8,218	73,753
61 to 90 days	61日至90日	37,563	59,650
91 to 180 days	91日至180日	31,930	60,409
Over 180 days	180日以上	9,029	3,679
		184,941	264,032

16. BANK BORROWINGS

Repayable within one year 一年內到期償還貸款
Repayable after one year 一年後到期償還貸款

		As at 30 June 2019 二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Repayable within one year	一年內到期償還貸款	204,955	242,854
Repayable after one year	一年後到期償還貸款	48,933	81,848
		253,888	324,702

There have been no breaches in the financial covenants of any interest-bearing borrowings for the six months period ended 30 June 2019 and year ended 31 December 2018.

15. 貿易應付款項

本集團一般從其供應商取得30日至90日(二零一八年十二月三十一日: 30日至90日)之信貸期。貿易應付款項於二零一九年六月三十日(按收貨日期計算)的賬齡分析如下:

16. 銀行借款

截至二零一九年六月三十日止六個月期間及截至二零一八年十二月三十一日止年度,概無違反任何計息借款之財務契諾。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

17. SHARE CAPITAL

17. 股本

		As at 30 June 2019 二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Authorised:	法定：		
5,000,000,000 ordinary shares of HK\$0.1 each	5,000,000,000每股面值0.1港元之普通股	500,000	500,000
Issued and fully paid:	已發行及繳足：		
893,761,400 (as at 31 December 2018: 893,761,400) ordinary shares of HK\$0.1 each	893,761,400 (於二零一八年十二月三十一日：893,761,400)每股面值0.1港元之普通股	89,376	89,376

18. CAPITAL COMMITMENTS

Details of capital commitments in respect of purchase and construction of property, plant and equipment are as follows:

18. 資本承擔

有關購買及建造物業、機器及設備的資本承擔詳情如下：

		As at 30 June 2019 二零一九年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	As at 31 December 2018 二零一八年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Contracted but not provided for	已訂約但未撥備	25,404	26,292

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

19. RELATED PARTY TRANSACTIONS

- (a) The Group had the following transactions with its related party during the period:

19. 關聯人士交易

- (a) 期內，本集團與其關聯人士有以下交易：

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Purchase of machinery and machinery parts from and maintenance cost to a related company, Chit Shun Machinery Limited <i>(note (i) and (ii))</i>	向關聯公司捷迅機械設備有限公司購買機器、機器零部件及維修成本(附註(i)和(ii))	—	6,413

Note:

- (i) Mr. Lee Yuen Fat ("Mr. Lee"), the ultimate controlling party of the Company, had joint control in the related company.
- (ii) On 29 March 2018, Mr. Lee had sold the entire equity interest in Chit Shun Machinery Limited and the transactions with Chit Shun Machinery Limited since then were no longer classified as related party transactions.

附註：

- (i) 李遠發先生(「李先生」)(本公司之最終控制方)曾於關聯公司擁有共同控制權。
- (ii) 於二零一八年三月二十九日，李先生出售彼所持有的全部捷迅機械設備有限公司之權益及與捷迅機械設備有限公司之交易不再分類為關聯交易。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2019 截至二零一九年六月三十日止六個月

19. RELATED PARTY TRANSACTIONS (Continued)

(b) Key management personnel compensation

		For the six months ended 30 June 截至六月三十日止六個月	
		2019 二零一九年 HK\$'000 千港元 (unaudited) (未經審核)	2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)
Salaries, allowances and discretionary bonus	薪金、津貼及酌情花紅	2,832	3,517
Retirement benefits scheme contributions	退休福利計劃供款	23	41
		2,855	3,558

20. CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities as at 30 June 2019 (at 31 December 2018: Nil).

21. EVENTS AFTER THE REPORTING PERIOD

Mr. Leung King Kwok, Godfrey SBS ("Mr. Leung") has been appointed as the Chief Executive Officer ("CEO") of the Company with effect from 23 July 2019. Mr. Lee stepped down from his role as the CEO of the Company with effect from the date on which Mr. Leung's appointment became effective, but he remains as an executive director and the chairman of the Board.

22. APPROVAL OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The condensed consolidated financial statements were approved and authorised for issue by the Board on 27 August 2019.

19. 關聯人士交易(續)

(b) 主要管理人員酬金

20. 或然負債

於二零一九年六月三十日，本集團並無任何重大或然負債(二零一八年十二月三十一日：無)。

21. 報告期間完結後事項

梁敬國先生SBS(「梁先生」)已獲委任為本公司行政總裁(「行政總裁」)，由二零一九年七月二十三日起生效。李先生於梁先生獲委任生效之日退任彼於本公司所擔任之行政總裁職位，惟彼將繼續擔任執行董事和董事會主席。

22. 批准簡明綜合財務報表

本簡明綜合財務報表已於二零一九年八月二十七日獲董事會批准並授權刊發。

(A) OVERVIEW

In the first half of 2019, the Group continues to face various uncertainties and challenges associated with the China-United States trade dispute. Against this backdrop, the Group's revenue for the 2019 first half decreased by approximately 17.6% to HK\$712,507,000 (2018 first half: HK\$864,234,000 (restated)) when compared with the same period last year. While there was a decrease in the general and administrative expenses when compared with the same period last year, such decrease in percentage terms was lower than the decrease in the revenue in percentage terms primarily due to, among others, expenses relating to the continuing integration of the Group's production facilities. As a result, profit attributable to owners of the Company for the six months ended 30 June 2019 was HK\$14,480,000 (2018 first half: HK\$19,862,000 (restated)), representing a year-on-year drop of approximately 27.1%.

In response to this difficult and challenging operating environment, the Group will continue to implement stringent cost control measures, increase automation in production and develop new products and innovative technology with a view to enhancing operational efficiency and achieving product diversification, as well as closely monitoring the market situation and making necessary adjustments to its strategies and operations.

Going forward, the Group remains confident that these strategies and our strong experience in technology and solutions will enable it to explore new business opportunities and tap into new industry sectors, establish new marketing network and provide value-added products and services for customers while safeguarding its solid long-term profitability and ability to deliver sustainable returns to shareholders.

(A) 概覽

在二零一九年上半年，本集團繼續面臨與美國及中國貿易糾紛相關的各種不確定因素和挑戰。在此背景下，本集團在二零一九年上半年的收入較去年同期減少約17.6%至712,507,000港元(二零一八年上半年：864,234,000港元(經重列))。雖然一般及行政開支對比去年同期錄得跌幅，但該百分比跌幅對比收入的百分比跌幅為小，主要是由於(其中包括)本集團生產設施持續整合所產生的支出所致。因此，截至二零一九年六月三十日止六個月本公司權益持有人應佔溢利為14,480,000港元(二零一八年上半年：19,862,000港元(經重列))，較去年同期下降約27.1%。

為應對目前營商環境之困難和挑戰，本集團將繼續實施嚴緊之成本控制措施、增加生產自動化及研發新產品及創新技術，從而提高營運效率和達致產品多樣化，及密切監察市場形勢，在有需要時調整策略和營運。

展望未來，本集團有信心此等策略及我們在技術和解決方案的豐富經驗將有利集團尋找新商機和發展新行業領域、建立新的營銷網絡和為客戶提供增值產品及服務，同時保障集團穩固的長期盈利能力及為股東帶來可持續回報的能力。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層討論及分析(續)

(B) FINANCIAL REVIEW

Due to uncertainty of general business atmosphere, in particular the escalating trade dispute of China and the United States which resulted in the Group's customers placing fewer orders, the Group's revenue for the six months ended 30 June 2019 dropped by approximately 17.6% to HK\$712,507,000 (2018 first half: HK\$864,234,000 (restated)) when compared with the same period last year. The gross profit for the first half of 2019 also decreased by approximately 19.2% to HK\$140,890,000 (2018 first half: HK\$174,389,000 (restated)). While there was a decrease in the general and administrative expenses when compared with the same period last year, such decrease in percentage terms was lower than the decrease in the revenue in percentage terms primarily due to, among others, expenses relating to the continuing integration of the Group's production facilities. As a result, profit attributable to owners of the Company for the six months ended 30 June 2019 recorded approximately 27.1% decrease to HK\$14,480,000 (2018 first half: HK\$19,862,000 (restated)). The Group's EBITDA, computed as profit before tax, depreciation, amortisation of intangible assets and finance costs, amounted to HK\$75,209,000 (2018 first half: HK\$77,284,000 (restated)).

(B) 財務回顧

由於一般營商環境的不確定性，特別是美國及中國不斷升級的貿易糾紛導致本集團客戶訂單減少，截至二零一九年六月三十日止六個月本集團的收入較去年同期下跌約17.6%至712,507,000港元(二零一八年上半年：864,234,000港元(經重列))。二零一九年上半年的毛利亦減少約19.2%至140,890,000港元(二零一八年上半年：174,389,000港元(經重列))。雖然一般及行政開支對比去年同期錄得跌幅，但該百分比跌幅對比收入的百分比跌幅為小，主要是由於(其中包括)本集團生產設施持續整合所產生的支出所致。因此，截至二零一九年六月三十日止六個月本公司權益持有人應佔溢利錄得約27.1%之跌幅至14,480,000港元(二零一八年上半年：19,862,000港元(經重列))。本集團之未計稅項、折舊、無形資產攤銷及融資成本前盈利為75,209,000港元(二零一八年上半年：77,284,000港元(經重列))。

(C) BUSINESS REVIEW

Plastic injection moulding business

Since there were relatively fewer new mobile devices models launched in the market and cautious business decisions made due to unfavourable market conditions in the first half of 2019, the revenue of plastic injection moulding business has decreased by approximately 14.8% to HK\$312,938,000 (2018 first half: HK\$367,100,000 (restated)) as compared with the same period last year. This business segment accounted for approximately 43.9% (2018 first half: 42.5% (restated)) of the Group's overall revenue. With the launch of newer 3C products, the Group will strengthen its research and development capabilities with a view to securing more new project orders for plastic injection and precision products.

Magnesium alloy die casting business

Primarily as a result of the slowdown in the global shipment of notebook computers, the revenue of the magnesium alloy die casting business for the six months ended 30 June 2019 decreased by approximately 21.5% to HK\$232,091,000 (2018 first half: HK\$295,655,000 (restated)), accounting for approximately 32.6% of the Group's overall revenue (2018 first half: 34.2% (restated)). Apart from notebook computer casings, the Group will continue to explore additional applications of magnesium alloy especially in the automotive and precision component industry with a view to enlarge its market share and to expand its customer base.

(C) 業務回顧

塑膠注塑業務

二零一九年上半年，由於相對較少新的流動裝置型號推出市場及由於不利的市場情況引致的謹慎商業決策，塑膠注塑業務的收入較去年同期減少約14.8%至312,938,000港元(二零一八年上半年：367,100,000港元(經重列))。此業務佔本集團整體收入約43.9%(二零一八年上半年：42.5%(經重列))。隨著新3C產品的推出，本集團將加強其研發能力以獲取更多塑膠注塑及精密產品的新項目訂單。

鎂合金壓鑄業務

由於全球主要筆記本電腦之出貨量放緩，截至二零一九年六月三十日止六個月鎂合金壓鑄業務之收入減少約21.5%至232,091,000港元(二零一八年上半年：295,655,000港元(經重列))，佔本集團整體收入約32.6%(二零一八年上半年：34.2%(經重列))。除筆記本電腦外殼外，本集團將繼續探索鎂合金之額外應用，特別於汽車及精密零部件行業，以擴闊其市場份額及擴大其客戶群。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層討論及分析(續)

Zinc alloy die casting business

During the period under review, the revenue of zinc alloy die casting business decreased by approximately 23.7% to HK\$70,805,000 (2018 first half: HK\$92,797,000 (restated)) as compared with the same period last year, accounting for approximately 9.9% (2018 first half: 10.7% (restated)) of the Group's overall revenue. The Group will continue to implement smart production and enhance our operating efficiency so as to provide quality products to customers with whom we have maintained long-term relationships.

Aluminium alloy die casting business

For the six months ended 30 June 2019, the revenue of aluminium alloy die casting business dropped by approximately 15.9% to HK\$71,018,000 (2018 first half: HK\$84,466,000 (restated)), which accounted for approximately 10.0% of the Group's overall revenue (2018 first half: 9.8% (restated)). The Group will continue to focus on the research and development of different applications of aluminium alloy in order to expand its customer base and increase the revenue derived from this business segment.

Others

During the first half of 2019, the revenue of other businesses increased by approximately 5.9% to HK\$25,655,000 (2018 first half: HK\$24,216,000). The increase in revenue was mainly derived from the sale of LED lighting products to commercial customers in the United States.

鋅合金壓鑄業務

於回顧期內，鋅合金壓鑄業務之收入較去年同期減少約23.7%至70,805,000港元(二零一八年上半年：92,797,000港元(經重列))，佔本集團整體收入約9.9%(二零一八年上半年：10.7%(經重列))。本集團將繼續實施智能製造及提升營運效率，務求為我們保持長期合作的客戶提供優質產品。

鋁合金壓鑄業務

截至二零一九年六月三十日止六個月，鋁合金壓鑄業務之收入下降約15.9%至71,018,000港元(二零一八年上半年：84,466,000港元(經重列))，佔本集團整體收入約10.0%(二零一八年上半年：9.8%(經重列))。本集團將繼續專注於鋁合金不同應用的研發，以擴大其客戶群及增加此業務分部的收入。

其他

於二零一九年上半年，其他業務之收入上升約5.9%至25,655,000港元(二零一八年上半年：24,216,000港元)。收入增長主要是由於在美國對商業客戶之LED照明產品銷售。

(D) PROSPECTS

As trade tensions and political uneasiness are yet to be settled, the Group expects the global business environment to remain clouded with uncertainties going forward. The Group will continue to leverage on its expertise in material applications, advanced technology, light metal, surface finishing, automation and product diversification to mitigate the effect of unfavorable market conditions, and it will also seize new business opportunities arisen from emerging business segments to maintain its market presence and widen its income streams.

Positioned as one of the leaders in material applications (metal die casting and plastic injection), the Group has been offering value-added product solutions, such as light weight magnesium alloy casings for ultrabooks, accessories for mobile devices, personal care items and product solutions for automotive and telecommunication sectors. Despite the market sentiment shadowed the global trades, the Group believes that the demand will gradually resume with expected new product launches together with growing sectors and applications in the coming quarters. On the other hand, the new mobile communications technologies including but not limited to 5G have reached a critical stage of development and have generated extensive demands for complementary infrastructures. In order to take advantage of the revolutionary network technologies, the Group is exploring business opportunities for offerings in this area, which would require light weight, good heat dissipation and environmentally friendly solutions.

(D) 展望

由於貿易糾紛及政局不穩尚待解決，本集團預計全球營商環境將持續存在不確定因素。本集團將繼續憑藉其於材料應用、先進技術、輕合金、表面處理、自動化及產品多元化的專業知識，以緩和市場不利環境的影響，並抓緊新興業務分部所帶來的新商機以維持其市場佔有率，並擴大其收入來源。

作為材料應用(金屬壓鑄及塑膠注塑)的領導者之一，本集團一直致力提供產品增值解決方案，例如輕量鎂合金外殼的筆記本電腦、流動裝置配件、個人護理用品及汽車和電訊行業之產品解決方案。儘管市場低迷影響到全球貿易，本集團相信，隨著預期在未來季度將有新產品推出市場與不斷增長的行業領域和應用，市場需求將逐漸恢復。另一方面，嶄新的流動通訊技術包括但不限於5G已達到發展關鍵階段，其在基礎配套設施方面帶來廣泛的需求。為捕捉革命性網絡技術的優勢，本集團正探索於此領域具備輕量、良好散熱特性及環保之解決方案所帶來之商機。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層討論及分析(續)

Light weight solutions have been one of the key focuses in energy saving automobile and transport development. In view of the development of new energy vehicles, the Group has been taking a role in the development of supply chain and penetrating the technical service network. To cope with the market trend of new energy vehicles, the Group has been leveraging its resources and expertise of multi-material applications (plastics, alloy and rare-earth alloy) to supply automotive and high precision components, with an aim to expanding its product offerings and energy saving and environmentally friendly solutions.

With the commencement of the Intelligent Foundry Industry Light Alloy Innovation Center in January 2018, the Group has been working on closer integration of smart technology and industry development. With the applications of 3D printing and fast moulding, the Group is able to design and build prototypes for customers more quickly and respond to customer feedback more efficiently. This shortens the Group's turnaround cycle and drives in acquiring new business and orders. The Group will also continue its development towards "Industry 4.0" with smart facilities to further elevate its production efficiency and reduce the impact of rising labour cost to the Group.

Despite the unsettling effect brought by the global trade and geo-political tensions, China seizes the opportunity to quicken its integration with ASEAN's economy. Benefitting from the Belt and Road Initiative promoted by the Chinese government, the Group has been working with clients in reaching out to ASEAN countries for potential investment and business projects. With the strong and longstanding client relationship built, the Group has taken a proactive approach in exploring the possibility of extending its production and support service to the countries involved upon customers' requests, in order to support their development.

輕量化解決方案一直是節能汽車及運輸工具發展的重點之一。鑑於新能源汽車的發展，本集團一直致力發展供應鏈並進入技術服務網絡。為應付新能源汽車的市場趨勢，本集團一直憑藉其於多元材料應用（塑膠、合金及稀土合金）的資源及專業知識，供應汽車及高精密零部件，以擴展其產品供應及節能及環保解決方案。

隨著智能鑄造產業輕合金創新中心於二零一八年一月啟動後，本集團致力推動於智能技術與產業發展的緊密結合。憑藉3D打印和快速成型的應用，本集團能更快捷地為客戶設計及建立產品原型，並更有效率地回應客戶的反饋。此能縮短本集團的周轉週期及帶動獲取新的業務訂單。本集團亦將繼續邁進「工業4.0」發展，以智能設施進一步提升其生產效率及減少勞工成本上升對本集團的影響。

儘管全球貿易及地緣政治緊張局勢為經濟帶來不安穩的影響，但中國抓住機會加快其與東盟經濟體系的融合。受惠於中國政府倡議推動之「一帶一路」，本集團繼續致力與客戶在東盟國家尋求潛在的投資和商業項目。憑藉本集團已建立之強大及長期的客戶關係，本集團一直積極主動根據客戶的要求，探索將其生產及支援服務擴展至相關國家的可能性，以支援客戶的發展。

Where global trade situation remains challenging, the Group will closely monitor the changes in the operating environment and formulate prudent strategies. Leveraging on its accumulated expertise in material applications and production technologies together with strong solutions to customers, the Group is fully capable to provide a broader range of solutions, services and product innovations, as well as to proactively explore new business opportunities and tap into new industry sectors, establish new marketing network and provide value-added products and services for customers.

(E) LIQUIDITY AND FINANCIAL RESOURCES

The principal sources of working capital of the Group during the period under review were from cash flows generated from operating activities and bank borrowings. As at 30 June 2019, the Group had restricted bank balances as well as bank and cash balances of approximately HK\$207,567,000 (31 December 2018: HK\$256,123,000), most of which were denominated in either US dollars, Renminbi or Hong Kong dollars.

The interest-bearing borrowings of the Group as at 30 June 2019 were all bank loans with an aggregate amount of approximately HK\$253,888,000 (31 December 2018: HK\$324,702,000). All of these borrowings were denominated in Hong Kong dollars (31 December 2018: Hong Kong dollars) and which were primarily subject to floating interest rates. The bank borrowings with maturities falling due within one year, in the second to fifth year with repayment on demand clause and in the second to the fifth year without repayment on demand clause amounted to HK\$204,955,000, HK\$Nil and HK\$48,933,000 respectively (31 December 2018: HK\$221,491,000, HK\$21,363,000 and HK\$81,848,000 respectively).

As at 30 June 2019, the net gearing ratio (a ratio of the sum of the total bank borrowings less the pledged bank deposits, restricted bank balances (if any) and bank and cash balances divided by the total equity) of the Group was approximately 4.9% (31 December 2018: 7.2%).

全球貿易形勢仍具挑戰性，本集團將密切關注營商環境的變化及制定審慎策略。憑藉其在材料應用及生產技術累積的專業知識，以及為客戶提供優質的解決方案，本集團有充足能力提供範圍更廣泛的解決方案、服務及產品創新，積極尋找新商機和發展新行業領域、建立新的營銷網絡及為客戶提供增值產品及服務。

(E) 流動資金及財務資源

本集團於回顧期內主要營運資金來源為經營業務所得現金流及銀行借款。於二零一九年六月三十日，本集團擁有有限制銀行存款和銀行及現金結餘約207,567,000港元(二零一八年十二月三十一日：256,123,000港元)，當中大多數以美元、人民幣或港元計值。

本集團於二零一九年六月三十日的計息借款全為銀行貸款，總額約為253,888,000港元(二零一八年十二月三十一日：324,702,000港元)。該等借款全部以港元(二零一八年十二月三十一日：港元)計值，所採用的利率主要為浮動利率。將於一年內到期以及於第二至第五年到期(包括按要求償還條款)及於第二至第五年到期(不含按要求償還條款)之銀行貸款金額分別為204,955,000港元、零港元及48,933,000港元(二零一八年十二月三十一日：分別為221,491,000港元、21,363,000港元及81,848,000港元)。

於二零一九年六月三十日，本集團的淨借貸比率(以銀行借款總和減已抵押銀行存款、有限制銀行存款(如有)和銀行及現金結餘除以權益總額之比率)約為4.9%(二零一八年十二月三十一日：7.2%)。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED) 管理層討論及分析(續)

As at 30 June 2019, the net current assets of the Group were approximately HK\$264,282,000 (31 December 2018: HK\$283,103,000), which consisted of current assets of approximately HK\$767,810,000 (31 December 2018: HK\$934,389,000) and current liabilities of approximately HK\$503,528,000 (31 December 2018: HK\$651,286,000), representing a current ratio of approximately 1.5 (31 December 2018: 1.4).

(F) EXPOSURE TO FOREIGN EXCHANGE RISK

Most of the Group's transactions were conducted in US dollars, Hong Kong dollars or Renminbi. As such, the Group is aware of the potential foreign currency risk that may arise from the fluctuation of exchange rates between US dollars, Renminbi and Hong Kong dollars. The Group will closely monitor its overall foreign exchange exposure and take appropriate measures to mitigate the risks that the Group faces from exchange rate fluctuations.

(G) CONTINGENT LIABILITIES

As at 30 June 2019, the Group had no material contingent liabilities.

(H) CHARGE ON ASSETS

As at 30 June 2019, the Group's banking facilities were secured by the following assets: (a) all monies assignment of rental over the property situated in Hong Kong owned by the Group; (b) a property situated in Hong Kong owned by the Group; and (c) corporate guarantees provided by the Company and certain subsidiaries of the Group.

於二零一九年六月三十日，本集團流動資產淨值約為264,282,000港元(二零一八年十二月三十一日：283,103,000港元)，包括流動資產約767,810,000港元(二零一八年十二月三十一日：934,389,000港元)及流動負債約503,528,000港元(二零一八年十二月三十一日：651,286,000港元)，流動比率約為1.5(二零一八年十二月三十一日：1.4)。

(F) 外匯風險承擔

本集團的大部分交易均以美元、港元或人民幣進行。因此，本集團已注意到美元、人民幣及港元匯率的波動可能引起的潛在外匯風險承擔。本集團將密切監察其整體外匯風險承擔及採取適當措施以減低本集團面對匯率波動所帶來之風險。

(G) 或然負債

於二零一九年六月三十日，本集團並無任何重大或然負債。

(H) 資產抵押

於二零一九年六月三十日，本集團的銀行借貸以下列資產作為抵押：(a)本集團擁有的香港物業之一切租金轉讓；(b)本集團擁有的香港物業；及(c)本公司及本集團若干附屬公司提供之企業擔保。

(I) HUMAN RESOURCES

As at 30 June 2019, the Group had approximately 4,000 full-time employees (31 December 2018: 4,100). The Group attributes its success to the hard work and dedication of all staff, therefore, they are deemed to be the most valuable assets of the Group. In order to attract and retain high caliber staff, the Group provides a competitive salary package, including retirement schemes, medical benefits and bonuses. The Group's remuneration policy and structure are determined based on market trends, the performance of individual staff as well as the financial performance of the Group. The Group has also adopted a share option scheme and a share award scheme providing incentives and rewards for those qualifying staff who have made contributions to the Group.

The Group provides regular training courses for different levels of staff and holds various training programs together with PRC institutes and external training bodies. Apart from academic and technical training, the Group also organises different kinds of recreational activities, including New Year gathering, various sports competitions and interest groups. The aim is to promote interaction among staff, establish a harmonious team spirit and promote a healthy lifestyle.

(I) 人力資源

於二零一九年六月三十日，本集團約有4,000名全職僱員(二零一八年十二月三十一日：4,100名)。本集團之成功有賴全體僱員的表現和責任承擔，故此本集團把僱員視作為我們的核心資產。為了吸引及保留優秀員工，本集團提供具競爭力的薪酬待遇，包括退休金計劃、醫療福利和花紅獎賞。本集團之薪酬政策及結構乃根據市場趨勢、個人工作表現以及本集團的財務表現而釐定。本集團亦已採納購股權計劃及股份獎勵計劃，旨在向合資格僱員提供作為彼等對本集團所作出貢獻之鼓勵及獎賞。

本集團定期舉辦多項針對不同階層員工的培訓課程，並與多間國內專上學院及外間培訓機構合辦各種培訓計劃。除學術和技術培訓外，本集團亦舉辦了不同種類的文娛康樂活動，其中包括新春聯誼活動、各種體育比賽和興趣班等，目的為促進各部門員工之間的關係、建立和諧團隊精神及提倡健康生活。

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

As at 30 June 2019, the interests and short positions of the directors and chief executives of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 to 9 of Part XV of the SFO (including interests and short positions in which they are taken or deemed to have under such provisions of the SFO); or were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein; or were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") in the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") were as follows:

董事及主要行政人員於本公司及其相聯法團之股份、相關股份及債券的權益及短倉

於二零一九年六月三十日，本公司董事及主要行政人員，於本公司及其相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）之股份、相關股份及債券中，擁有根據證券及期貨條例第XV部第7至9分部須知會本公司及香港聯合交易所有限公司（「聯交所」）之權益及短倉（包括根據證券及期貨條例該等條文被當作或被視為擁有之任何權益及短倉）；或根據證券及期貨條例第352條須記錄在該條所述登記冊之權益及短倉；或根據聯交所證券上市規則（「上市規則」）上市公司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之權益及短倉如下：

Long Positions in the Shares

股份之長倉

Name of Directors 董事姓名	Capacity 身份	Number of Shares 股份數目	Approximate percentage of interest in the Company 佔本公司權益概約百分比
Executive Directors 執行董事			
Mr. Lee Yuen Fat ("Mr. Lee") 李遠發先生(「李先生」)	Interest in controlled company ⁽¹⁾ 受控制公司權益 ⁽¹⁾	480,000,000	53.71%
	Founder of a discretionary trust ⁽²⁾ 全權信託之創立人 ⁽²⁾	127,980,000	14.32%
Mr. Wong Wing Chuen 黃永銓先生	Beneficial owner 實益擁有人	11,050,000	1.24%
Independent Non-Executive Directors 獨立非執行董事			
Mr. Andrew Look 陸東先生	Beneficial owner 實益擁有人	8,800,000	0.98%
Ir Dr. Lo Wai Kwok <i>SBS, MH, JP</i> 盧偉國博士 <i>SBS, MH, JP</i>	Beneficial owner 實益擁有人	1,000,000	0.11%

Note:

- Mr. Lee holds the entire issued share capital of Precisefull Limited ("Precisefull"). As such, Mr. Lee is deemed to have a controlling interest in Precisefull and is therefore deemed to be interested in the interests of Precisefull in the Company.
- The 127,980,000 shares, in which 77,980,000 shares and 50,000,000 shares are held by Beautiful Crystal Development Limited ("Beautiful Crystal") and Beautiful Colour Assets Limited ("Beautiful Colour") respectively (both companies are wholly-owned by YF Lee Family Trust). YF Lee Family Trust is a discretionary trust set up by Mr. Lee as settlor and UBS TC (Jersey) Limited ("UBS TC") as trustee on 20 February 2014. The discretionary objects are family members of Mr. Lee. Mr. Lee is the settlor of YF Lee Family Trust and is deemed to be interested in the 127,980,000 shares held by Beautiful Crystal and Beautiful Colour under the SFO.

附註：

- 李先生持有Precisefull Limited(「Precisefull」)全部已發行股本。因此，李先生被視為擁有Precisefull的控制性權益，並因此而被視為擁有Precisefull於本公司所持有之權益。
- 該127,980,000股股份分別由 Beautiful Crystal Development Limited(「Beautiful Crystal」)及Beautiful Colour Assets Limited(「Beautiful Colour」)持有77,980,000及50,000,000股股份，此等公司由YF Lee Family Trust全資擁有。YF Lee Family Trust乃由李先生作為信託委託人及UBS TC (Jersey) Limited(「UBS TC」)作為受託人於二零一四年二月二十日成立之全權信託，其受益對象為李先生之家族成員。李先生作為YF Lee Family Trust之信託委託人，根據證券及期貨條例，彼被視為於Beautiful Crystal及Beautiful Colour所持有之127,980,000股股份中擁有權益。

OTHER INFORMATION (CONTINUED) 其他資料(續)

Save as disclosed above, as at 30 June 2019, none of the directors or chief executives of the Company had any interests or short positions in shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 to 9 of Part XV of the SFO (including interests and short positions in which they are taken or deemed to have under such provisions of the SFO); or were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein; or were required to be notified to the Company and the Stock Exchange, pursuant to the Model Code. In addition, save as disclosed above, at no time during the period was the Company or any of its subsidiaries a party to any arrangements to enable the directors of the Company or any of their spouses or children under the age of 18 to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

除上文所披露者外，於二零一九年六月三十日，概無本公司董事或主要行政人員於本公司及其任何相聯法團(定義見證券及期貨條例第XV部)之股份、相關股份及債券中擁有任何根據證券及期貨條例第XV部第7至9分部須知會本公司及聯交所之權益或短倉(包括彼等根據證券及期貨條例該等條文被當作或視為擁有之權益及短倉)；或根據證券及期貨條例第352條須記錄於該條所述之登記冊之權益及短倉；或根據標準守則須知會本公司及聯交所之權益及短倉。此外，除上述披露外，本公司或其任何附屬公司於期內概無訂立任何安排，令本公司董事或彼等之配偶或未滿十八歲之子女可藉購入本公司或其他法團之股份或債權證而獲益。

INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at 30 June 2019, the following persons, other than the directors or chief executives of the Company, who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 to 5 of Part XV of the SFO or, who were, directly or indirectly, interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company, or which were required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein, were as follows:

Long Positions in the Shares

主要股東於本公司及其相聯法團之股份、相關股份及債券的權益及短倉

於二零一九年六月三十日，下列人士(本公司董事或主要行政人員除外)於本公司股份或相關股份中，擁有根據證券及期貨條例第XV部第2至5分部須向本公司披露之權益或短倉，或直接或間接擁有可於任何情況下在本公司股東大會投票之任何類別股本面值5%或以上之權益或短倉，或擁有根據證券及期貨條例第336條須記錄在該條所述登記冊之權益或短倉：

股份之長倉

Name	Capacity	Number of Shares	Approximate percentage of interest in the Company
名稱	身份	股份數目	佔本公司權益概約百分比
Precisefull	Beneficial owner ⁽¹⁾ 實益擁有人 ⁽¹⁾	480,000,000	53.71%
Beautiful Crystal	Beneficial owner ⁽²⁾ 實益擁有人 ⁽²⁾	77,980,000	8.73%
Beautiful Colour	Beneficial owner ⁽²⁾ 實益擁有人 ⁽²⁾	50,000,000	5.59%
UBS TC	Trustee ⁽²⁾ 受託人 ⁽²⁾	127,980,000	14.32%

OTHER INFORMATION (CONTINUED) 其他資料(續)

Note:

1. Mr. Lee holds the entire issued share capital of Precisefull. As such, Mr. Lee is deemed to have a controlling interest in Precisefull and is therefore deemed to be interested in the interests of Precisefull in the Company.
2. 77,980,000 shares and 50,000,000 shares are held by Beautiful Crystal and Beautiful Colour respectively (both companies are wholly owned by YF Lee Family Trust). The YF Lee Family Trust is a discretionary trust set up by Mr. Lee as settlor and UBS TC as trustee on 20 February 2014.

Save as disclosed above, as at 30 June 2019, the directors and the chief executives of the Company were aware of any other persons (other than the directors or chief executives of the Company) who had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 to 5 of Part XV of the SFO, or, who were, directly or indirectly, interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company, or which were required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein.

SHARE OPTION SCHEME

A share option scheme ("Share Option Scheme") was adopted by ordinary resolution of shareholders of the Company at the annual general meeting of the Company held on 19 May 2017.

The purpose of the Share Option Scheme is to provide incentives and rewards to selected eligible persons for their contributions to the Group. The Share Option Scheme will remain valid until 18 May 2027 and each option will be granted at a consideration for HK\$10.

附註：

1. 李先生持有Precisefull全部已發行股本。因此，李先生被視為擁有Precisefull的控制性權益，並因此視為擁有Precisefull所持有的本公司權益。
2. Beautiful Crystal及Beautiful Colour分別持有77,980,000及50,000,000股股份，此等公司由YF Lee Family Trust全資擁有。YF Lee Family Trust乃由李先生作為信託委託人及UBS TC作為受託人於二零一四年二月二十日成立之全權信託。

除上文所披露者外，於二零一九年六月三十日，本公司董事及主要行政人員並不知悉任何其他人士（本公司董事或主要行政人員除外）於本公司之股份及相關股份中擁有須根據證券及期貨條例第XV部第2至5分部披露之權益或短倉，或直接及間接擁有可於任何情況下在本公司股東大會投票之任何類別股本面值5%或以上權益或短倉，或擁有根據證券及期貨條例第336條須記錄在該條所述登記冊之權益或短倉。

購股權計劃

於二零一七年五月十九日舉行的本公司股東週年大會上，本公司股東以普通決議案方式採納購股權計劃（「購股權計劃」）。

購股權計劃旨在向選定人士提供作為彼等對本集團所作出貢獻之獎勵或獎賞。購股權計劃將一直有效至二零二七年五月十八日及每一購股權將以代價10港元授出。

The participants of the Share Option Scheme may include directors, employees, consultants, professionals, customers, suppliers, agents, partners, advisors and contractors of the Group or a company in which the Group holds an interest or a subsidiary of such company.

The maximum number of shares which may be issued upon the exercise of all options to be granted under the Share Option Scheme and under any other share option scheme(s) adopted by the Company must not in aggregate exceed 10% of the shares in issue as at the date of approval of the Share Option Scheme. In addition, the maximum number of shares which may be issued upon the exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other schemes involving the issue or grant of share options by the Company must not, in aggregate, exceed 30% of the shares in issue from time to time.

The total number of shares issued and to be issued upon exercise of the options already granted or to be granted to each participant under the Share Option Scheme and any other share option scheme(s) of the Company (including exercised and outstanding share options) in any 12-month period up to and including the date of such grant should not exceed 1% aggregate of the shares in issue as at the date of such grant. Any grant of further options above this 1% limit shall be subject to approval of the shareholders of the Company at general meetings, with such participant and his associates abstaining from voting.

購股權計劃之參與者包括本集團或本集團持有權益公司或該公司的附屬公司之董事、僱員、顧問、專業人士、客戶、供應商、代理商、合作伙伴、諮詢人及承辦商。

根據購股權計劃及本公司所採納之其他購股權計劃將予授出之購股權獲悉數行使時可能發行之股份數目，最高不得超過批准新購股權計劃當日已發行股份之10%。此外，根據購股權計劃及任何涉及發行或授出本公司購股權的購股權計劃已授出但尚未行使或將予行使之購股權獲行使時可能發行之股份數目，合共不得超過本公司不時已發行股本之30%。

根據購股權計劃及本公司所採納之其他購股權計劃向各參與者已授出或將予授出之購股權(包括已行使及尚未行使之購股權)獲行使而於任何12個月期間(包括授予當日)已發行及將予發行之股份總數，不得超過授出日期已發行股份總數之1%。任何進一步授予超過1%上限之購股權必須於股東大會上獲股東批准，而有關參與者及其聯繫人士須放棄投票。

OTHER INFORMATION (CONTINUED) 其他資料(續)

The total number of shares in respect of which options may be granted under the Share Option Scheme shall be 89,376,140 shares, representing 10.0% of the issued share capital of the Company as at the date of this interim report.

The period within which the options must be exercised will be specified by the Board at the time of the offer of grant, and must expire no later than 10 years from the date of grant. There is no general requirement on the minimum period for which an option must be held or the performance targets which must be achieved before an option can be exercised under the terms of the Share Option Scheme.

The subscription price for any share under the Share Option Scheme will be a price determined by the Board and will be not less than the highest of:

- (i) the closing price of a share as stated in the Stock Exchange's daily quotations sheet on the date of grant of the relevant option, which must be a business day;
- (ii) an amount equivalent to the average closing price of a share as stated in the Stock Exchange's daily quotation sheets for the five business days immediately preceding the date of grant of the relevant option; and
- (iii) the nominal value of a share on the date of the grant.

There were no options granted under the Share Option Scheme since its adoption on 19 May 2017.

根據購股權計劃可能授出的購股權所涉及的股份總數為89,376,140股，相當於本中期報告日期本公司已發行股本10.0%。

董事會將於授出購股權要約時指明購股權須予行使的期限，必須不遲於購股權授出起計十年。購股權計劃之條款下並無有關必須持有購股權之最短期限或可行使購股權而必須達到之表現目標之一般規定。

購股權計劃項下股份的認購價將由董事會決定，惟該價格不得低於以下最高者：

- (i) 授出有關購股權日期(須為營業日)聯交所每日報價表所列股份收市價；
- (ii) 緊接授出有關購股權日期前五個營業日聯交所每日報價表所列股份平均收市價；及
- (iii) 授出日期股份之面值。

自購股權計劃於二零一七年五月十九日獲採納以來，並無授出購股權。

SHARE AWARD SCHEME

On 10 January 2013 (the “Adoption Date”), the Board of the Company adopted a share award scheme (the “Share Award Scheme”) under which the shares of the Company (the “Awarded Shares”) may be awarded to selected persons to recognise the contributions by certain employees and persons to the Group and to provide them with incentives in order to retain them for the continual operation and development of the Group and to attract suitable personnel for further development of the Group. The Share Award Scheme will be valid and effective for a term of ten years commencing on the Adoption Date until 9 January 2023.

Based on the 890,435,400 shares in issue as at the Adoption Date, the maximum number of Awarded Shares under the Share Award Scheme would be 44,521,770 Shares and the maximum number of Shares which may be awarded to an awarded person under the Share Award Scheme would be 8,904,354 Shares.

For the six months ended 30 June 2019, no Awarded Shares was granted pursuant to the Share Award Scheme.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for six months ended 30 June 2019.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

For the six months ended 30 June 2019, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities of the Company.

股份獎勵計劃

於二零一三年一月十日(「採納日期」)，本公司董事會採納股份獎勵計劃(「股份獎勵計劃」)。據此，本公司股份(「獎勵股份」)可授予經甄選人士以表彰本集團若干僱員及人士之貢獻，並給予獎勵以挽留該等僱員及人士為本集團之持續經營和發展而努力，亦為本集團進一步發展吸引合適之人才。股份獎勵計劃將由採納日期起生效，有效期為十年至二零二三年一月九日。

根據於採納日期已發行890,435,400股股份計算，股份獎勵計劃可授出之獎勵股份數目上限為44,521,770股股份及股份獎勵計劃可獎勵予每名獲獎勵人士之股份數目上限為8,904,354股股份。

於截至二零一九年六月三十日止六個月，概無獎勵股份按股份獎勵計劃授出。

中期股息

董事會不建議派付截至二零一九年六月三十日止六個月之中期股息。

購買、出售或贖回本公司上市證券

截至二零一九年六月三十日止六個月內，本公司或其任何附屬公司概無購買、出售或贖回本公司任何上市證券。

OTHER INFORMATION (CONTINUED) 其他資料(續)

SUFFICIENCY OF PUBLIC FLOAT

Based on the information available to the Company and within the knowledge of the directors, the Company has maintained the prescribed public float under the Listing Rules as at the date of this interim report.

CORPORATE GOVERNANCE

During the period under review, the Company has complied with all the code provisions set out in the Corporate Governance Code (the “CG Code”) contained in Appendix 14 of the Listing Rules, except the deviation form provision A.2.1 of the CG Code as mentioned below.

Pursuant to Code Provision A.2.1 of the CG Code, the roles of chairman and Chief Executive Officer (“CEO”) should be separate and should not be performed by the same individual. During the period under review, Mr. Lee, the chairman and an executive director of the Company, has temporarily taken up the duties of CEO after Dr. Wong Cheong Yiu stepped down from his position as the CEO of the Company with effect from 1 June 2018 until a suitable candidate is appointed. The Board believes that, Mr. Lee is the founder of the Group and has extensive experience and knowledge, together with the support of the management, shall strengthen the solid and consistent leadership of the Group, and Mr. Lee by assuming the roles of both chairman and CEO would allow efficient business planning and decision, which the Board believes is in the best interest of the business development of the Group during the transitional period.

充足公眾持股量

於本中期報告刊發日期，就本公司所悉及董事所知，本公司已按上市規則規定的要求，維持足夠公眾持股量。

企業管治

於回顧期內，本公司一直遵守上市規則附錄十四「企業管治守則」(「企業管治守則」)內所有守則條文，惟企業管治守則之守則條文第A.2.1條除外，詳情於下文闡述。

根據企業管治守則之守則條文第A.2.1條，主席與行政總裁(「行政總裁」)的角色應有區分，並不應由一人同時兼任。於回顧期內，李先生為本公司之主席及執行董事，彼自黃昌耀博士於二零一八年六月一日退任本公司行政總裁之職位後，暫時擔任行政總裁之職務，直至能夠委任適合人選為止。董事會相信，李先生為本集團的創始人，彼富有豐富經驗及知識連同管理層的支持將加強本集團堅實及一致的領導能力，而李先生擔任主席及行政總裁的角色可讓業務規劃及決策得以有效進行，董事會相信此乃符合本集團在過渡期間業務發展的最佳利益。

Subsequent to the period under review, Mr. Leung King Kwok, Godfrey *SBS* ("Mr. Leung") was appointed as the CEO of the Company with effect from 23 July 2019. Mr. Lee stepped down from his role as the CEO of the Company on the same date but he remains as an executive director and the chairman of the Board.

Through Mr. Leung's appointment, the Company has re-complied with Code Provision A.2.1 of the CG Code since the roles of chairman and CEO of the Company are separate and are not performed by the same individual. Mr. Lee, the chairman of the Company, is responsible for the leadership and effective running of the Board while Mr. Leung, the CEO of the Company, is responsible for the overall management and supervision of the execution of the overall business strategies of the Group.

AUDIT COMMITTEE

The Company established the Audit Committee in June 2007. The primary duties of the Audit Committee are to review the Company's financial reports, make recommendations on the appointment, removal and remuneration of independent auditor, approve audit and audit-related services, supervise the Company's internal financial reporting procedures and management policies, review the Company's risk management and internal control systems as well as the internal audit function, and other duties under the CG code. The Audit Committee comprises four independent non-executive directors, namely Mr. Kong Kai Chuen, Frankie (formerly known as Kong To Yeung, Frankie), Professor Sun Kai Lit, Cliff *BBS, JP*, Ir Dr. Lo Wai Kwok *SBS, MH, JP* and Mr. Andrew Look and is chaired by Mr. Kong Kai Chuen, Frankie (formerly known as Kong To Yeung, Frankie), a qualified accountant with extensive experience in financial reporting and controls.

在回顧期後，由二零一九年七月二十三日起，梁敬國先生*SBS*（「梁先生」）獲委任為本公司行政總裁。李先生於當日退任彼於本公司所擔任之行政總裁職位，惟李先生將繼續擔任執行董事和董事會主席。

透過梁先生的委任，本公司之主席及行政總裁之角色已分開及不是由同一人出任，本公司已重新遵守企業管治守則之守則條文第A.2.1條。李先生為本公司之主席，負責領導及有效地管理董事會；而梁先生為本公司之行政總裁，負責本集團的整體管理及監督整體業務策略的執行。

審核委員會

本公司於二零零七年六月成立審核委員會。審核委員會之主要職責為審閱本公司之財務報告、就委任及罷免獨立核數師以及其薪酬提供推薦建議、批准審計及審計相關服務、監管本公司之內部財務匯報程序及管理政策，檢討本公司之風險管理及內部監控系統以及內部審核職能，以及其他在企業管治常規下的職責。審核委員會由四名獨立非執行董事組成，分別為江啟銓先生（前稱江道揚）、孫啟烈教授*BBS, JP*、盧偉國博士*SBS, MH, JP*及陸東先生，而江啟銓先生（前稱江道揚）為審核委員會之主席，彼為合資格會計師，於財務報告及控制擁有豐富經驗。

OTHER INFORMATION (CONTINUED) 其他資料(續)

NOMINATION COMMITTEE

The Nomination Committee was set up in June 2007 and is mainly responsible for reviewing the structure, size and the composition of the Board and making recommendations on any proposed change to the Board to complement the Company's corporate strategy; assessing the independence of independent non-executive directors; making recommendations to the Board on the appointment of directors and succession planning for directors. The members of the Nomination Committee are Professor Sun Kai Lit, Cliff *BBS, JP*, Ir Dr. Lo Wai Kwok *SBS, MH, JP*, Mr. Andrew Look and Mr. Kong Kai Chuen, Frankie (formerly known as Kong To Yeung, Frankie). Professor Sun Kai Lit, Cliff *BBS, JP* is the chairman of the Nomination Committee.

REMUNERATION COMMITTEE

The Company established the Remuneration Committee in June 2007. The major duties of the Remuneration Committee are to make recommendations to the Board on the Company's policy and structure for the remuneration of directors and senior management. It also reviews and determines the terms of remuneration packages, the award of bonuses and other compensation payable to individual directors and senior management with reference to the Board's corporate goals and objectives. The Remuneration Committee consists of Professor Sun Kai Lit, Cliff *BBS, JP*, Ir Dr. Lo Wai Kwok *SBS, MH, JP*, Mr. Andrew Look and Mr. Kong Kai Chuen, Frankie (formerly known as Kong To Yeung, Frankie). The chairman of the Remuneration Committee is Professor Sun Kai Lit, Cliff *BBS, JP*, an independent non-executive director.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix 10 to the Listing Rules. Having made specific enquiry of all directors, all directors have confirmed that they have fully complied with the required standard set out in the Model Code during the period under review.

REVIEW OF FINANCIAL INFORMATION

The Audit Committee has reviewed the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2019.

提名委員會

提名委員會於二零零七年六月成立，主要負責檢討董事會的架構、規模及組成與就任何為配合本公司企業策略而擬對董事會作出的變動提供推薦建議、評核獨立非執行董事的獨立性、就委任董事及董事繼任計劃向董事會提供意見。提名委員會之成員包括孫啟烈教授*BBS, JP*、盧偉國博士*SBS, MH, JP*、陸東先生及江啟銓先生(前稱江道揚)，而孫啟烈教授*BBS, JP*為提名委員會之主席。

薪酬委員會

本公司於二零零七年六月成立薪酬委員會。薪酬委員會之主要職責為就本公司董事及高級管理人員之薪酬政策及架構向董事會推薦意見，並因應董事會之企業方針及目標而檢討及釐定個別董事及高級管理人員之薪酬待遇、花紅獎賞及其他報酬。薪酬委員會由孫啟烈教授*BBS, JP*、盧偉國博士*SBS, MH, JP*、陸東先生及江啟銓先生(前稱江道揚)組成。薪酬委員會之主席為獨立非執行董事孫啟烈教授*BBS, JP*。

董事進行證券交易的標準守則

本公司已採納上市規則附錄十標準守則所載之標準守則。經向全體董事作出具體查詢後確認，彼等於回顧期內一直全面遵守標準守則所載之規定準則。

審閱財務資料

審核委員會已審閱本集團截至二零一九年六月三十日止六個月之未經審核簡明綜合財務報表。

DISCLOSURE PURSUANT TO RULE 13.21 OF THE LISTING RULES

In accordance with the requirements under Rule 13.21 of the Listing Rules, the Board reported the following details of loan facilities which exist at any time for the six months ended 30 June 2019 and up to the date of this report and include covenants requiring specific performance obligations of the controlling shareholder of the Company.

- (i) On 21 December 2018, Ka Shui Manufactory Co., Limited (the “Borrower”), the indirect wholly owned subsidiary of the Company, entered into a facility agreement with a bank, under which a term loan facility for an aggregate amount of up to HK\$100 million was extended to the Borrower (the “2018 Facility Agreement”). Any draw-down of the loan under the said facility would be repayable by eight quarterly instalments commencing the 15th month after its own draw-down date. The 2018 Facility Agreement contains a specific performance obligation that Mr. Lee, a controlling shareholder (as defined in the Listing Rules) and an executive director of the Company, shall at all times beneficially owns (whether directly or indirectly) not less than 50% of the shareholding and equity interest in the Borrower and the Company and maintains management control over both the Borrower and the Company. A breach of the aforesaid specific performance obligation will constitute an event of default under the 2018 Facility Agreement. If an event of default under the 2018 Facility Agreement occurs and is not remedied in accordance with the terms of the Facility Agreement, the bank may (among other things) cancel its further commitments under Facility Agreement, and/or declare that all or part of the loans together with accrued interests under the 2018 Facility Agreement would become immediately due and payable.

根據上市規則第13.21條之披露

根據上市規則第13.21條之規定，董事會匯報下列於截至二零一九年六月三十日止六個月及截至本報告日期止任何時間存在並附帶對本公司控股股東施加須履行之特定責任之貸款融資詳情。

- (i) 於二零一八年十二月二十一日，本公司之間接全資附屬公司嘉瑞製品有限公司（「借方」）與一間銀行訂立一份融資協議（「2018 融資協議」）。根據此融資協議，借方取得定期貸款融資金額達100,000,000港元。按此融資之任何提取貸款將由各自提取日期起計第15個月開始分八期按季償還。2018 融資協議載有對本公司控股股東（定義見上市規則）及執行董事李先生須履行之特定責任，李先生須於任何時候於借方及本公司實益擁有（無論直接或間接）不低於50%之股權和權益及維持於借方和本公司之管理控制權。違反上述須履行之特定責任將構成2018融資協議項下之違約事件。若2018融資協議項下之違約事件出現及未有根據2018融資協議的條款予以補救，銀行可根據2018融資協議（其中包括）取消其作出的進一步承諾，及／或宣布全部或部分貸款連同2018融資協議項下的應計利息將隨即到期支付。

OTHER INFORMATION (CONTINUED) 其他資料(續)

- (ii) On 22 September 2017, the Borrower entered into the facility agreement with a bank comprising the following facilities up to an overall limit of HK\$160 million to the Borrower (the “First Facility Agreement”). On 30 November 2018, the Borrower and the bank agreed to revise the First Facility Agreement (the “Revised First Facility Agreement”). Under the Revised First Facility Agreement:
- (a) Trade related facility and revolving loan facility up to an aggregate maximum amount of HK\$80 million, with a sub-limit of (i) HK\$20 million for the revolving loan facility; (ii) HK\$40 million for the aggregate outstanding amount for the utilisation of import invoice financing by PRC value added tax invoices; (iii) HK\$10 million for the aggregate outstanding amount of letter of guarantee/standby letter of credit; and (iv) a treasury credit limit up to HK\$5 million for the purpose of hedging the Borrower’s foreign exchange rate, shall be made available. The life of these facilities are not specified, but is subject to the bank’s overriding right of repayment on demand;
- (b) Term loan facility of HK\$40 million (the “1st TL Facility”) had been repaid by the Borrower in full before 30 November 2018; and
- (c) Term loan facility of HK\$40 million (the “2nd TL Facility”) remains unchanged. The purpose of the 2nd TL Facility is to finance the Group’s working capital expenditures with a loan period of 36 months from the date of the 2nd TL Facility being made available.
- (ii) 於二零一七年九月二十二日，借方與一間銀行訂立融資協議，當中包括下列向借方提供整體限額為160,000,000港元之融資（「第一份融資協議」）。於二零一八年十一月三十日，借方與該銀行同意修訂第一份融資協議（「經修訂第一份融資協議」）。根據經修訂第一份融資協議：
- (a) 貿易相關融資及循環貸款融資總額最高為80,000,000港元，另有下列次限額：(i) 20,000,000港元為循環貸款融資；(ii) 使用以中國增值稅發票作為進口發票融資之未償還總額40,000,000港元；(iii) 保證函／備用信用證之未償還總額10,000,000港元；及(iv) 為對沖借方的外匯匯率而提供的最高達5,000,000港元的資金交易信貸限額。該等融資並無特定期限，惟銀行有權要求隨時償還；
- (b) 借方已於二零一八年十一月三十日前全數償還定期貸款融資40,000,000港元（「第一項定期貸款融資」）；及
- (c) 定期貸款融資40,000,000港元（「第二項定期貸款融資」）維持不變。第二項定期貸款融資之目的是為本集團營運資本支出提供資金，貸款期限由取得第二項定期貸款融資日期起計為期36個月。

The Revised First Facility Agreement contains a specific performance obligation that Mr. Lee, a controlling shareholder (as defined in the Listing Rules) and an executive director of the Company, shall remain as the single largest shareholder of the Company. A breach of the aforesaid specific performance obligation will constitute an event of default under the Revised First Facility Agreement. If an event of default under the Revised First Facility Agreement occurs, liabilities payable under the Revised First Facility Agreement and the relevant security documents shall become immediately due and payable.

- (iii) On 2 January 2015, the Borrower entered into the facility agreement with a bank to finance the Group's capital expenditures for a term loan facility up to HK\$150 million consisting of two tranches, both repayable by sixteen equal quarterly instalments commencing the 15th month after the first utilisation date. The facility agreement contains a specific performance obligation that Mr. Lee must at all times maintain substantial shareholdings (directly or indirectly) interest in the Borrower. A breach of the aforesaid specific performance obligation will constitute an event of default under the facility agreement. If an event of default under the facility agreement occurs, the bank may terminate the facility agreement and liabilities payable under the facility agreement and the relevant security documents shall become immediately due and payable.

經修訂第一份融資協議載有須履行之特定責任，規定本公司控股股東(定義見上市規則)及執行董事李先生須繼續為本公司之單一最大股東。違反上述特定責任將構成經修訂第一份融資協議項下之違約事件。如經修訂第一份融資協議違約事件出現，經修訂第一份融資協議及相關擔保文件項下之應付貸款隨即到期支付。

- (iii) 於二零一五年一月二日，借方與一間銀行訂立融資協議，取得定期貸款融資達至150,000,000港元，就本集團之資本支出提供資金。有關融資包括兩期，均由首次提取日期起計第15個月開始分十六期按季等額償還。融資協議載有須履行之特定責任，規定李先生須於任何時候維持於借方之主要控股權益(直接或間接)。違反上述特定責任將構成融資協議項下之違約事件。如融資協議違約事件出現，銀行可終止融資協議，而融資協議及相關擔保文件項下之應付貸款隨即到期支付。

OTHER INFORMATION (CONTINUED) 其他資料(續)

(iv) On 20 June 2017, the Borrower entered into the facility agreement with a bank to finance its working capital for a term loan facility up to HK\$130 million repayable by 36 months after the first utilisation date. The facility agreement contains a specific performance obligation that Mr. Lee (including shares under his family trust) must maintain as the major shareholder (with at least 50% shareholding) of the Company. A breach of the aforesaid specific performance obligation will constitute an event of default under the facility agreement. If an event of default under the facility agreement occurs, the bank may terminate the facility agreement and liabilities payable under the facility agreement and the relevant security documents shall become immediately due and payable.

Save as disclosed above, the directors are not aware of any circumstances which would give rise to a disclosure obligation pursuant to the requirements under Rule 13.18 of the Listing Rules as at 30 June 2019 and as at the date of this report.

EVENTS AFTER THE REPORTING PERIOD

Mr. Leung has been appointed as the CEO of the Company with effect from 23 July 2019. Mr. Lee stepped down from his role as the CEO of the Company with effect from the date on which Mr. Leung's appointment became effective, but he remains as an executive director and the chairman of the Board.

ACKNOWLEDGEMENT

On behalf of the Board, I would like to extend our sincere appreciation to our customers, suppliers and shareholders for their continuing support, and our management and staff for their contribution and dedication to the Group throughout the period.

By order of the Board
Lee Yuen Fat
Chairman

Hong Kong, 27 August 2019

(iv) 於二零一七年六月二十日，借方與一間銀行訂立融資協議，取得定期貸款融資金額達至130,000,000港元，就其營運資金提供資金。有關融資須於首次提取日期起計36個月內償還。融資協議載有須履行之特定責任，規定李先生(包括其家族信託下之股份)須維持成為本公司之主要股東(即持股量為50%或以上)。違反上述特定責任將構成融資協議項下之違約事件。如融資協議違約事件出現，銀行可終止融資協議，而融資協議及相關擔保文件項下之應付貸款隨即到期支付。

除上文披露者外，於二零一九年六月三十日及於本報告日期，董事並不知悉有任何其他事項須根據上市規則第13.18條之規定作出披露。

報告期間完結後事項

梁先生已獲委任為本公司行政總裁，由二零一九年七月二十三日起生效。李先生於梁先生獲委任生效之日退任彼於本公司所擔任之行政總裁職位，惟李先生將繼續擔任執行董事和董事會主席。

鳴謝

本人謹此代表董事會，對客戶、供應商及股東一直以來鼎力支持致以衷心謝意。本人另對期內管理層所付出之寶貴貢獻及本集團員工之盡職服務表示感謝。

承董事會命
李遠發
主席

香港，二零一九年八月二十七日



KaShui¹⁹⁸⁰

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