

東江集團(控股)有限公司

TK GROUP (HOLDINGS) LIMITED

(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 : 2283



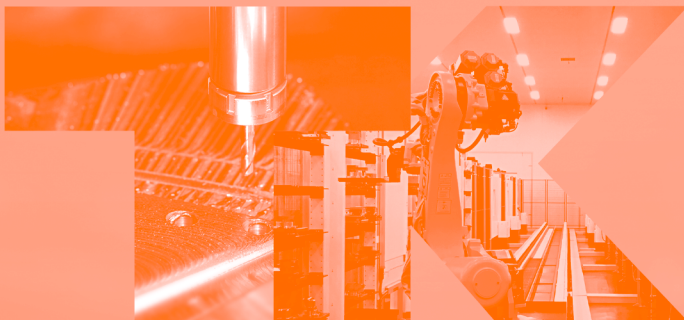
中期報告 INTERIM REPORT

2020

CONTENTS

目錄

Corporate Information 公司資料	2
Financial Highlights 財務摘要	5
Management Discussion and Analysis 管理層討論及分析	7
Corporate Governance and Other Information 企業管治及其他資料	23
Report on Review of Interim Financial Information 中期財務資料審閱報告	31
Interim Condensed Consolidated Balance Sheet 中期簡明合併資產負債表	33
Interim Condensed Consolidated Statement of Comprehensive Income 中期簡明合併綜合收益表	35
Interim Condensed Consolidated Statement of Changes in Equity 中期簡明合併權益變動表	36
Interim Condensed Consolidated Statement of Cash Flows 中期簡明合併現金流量表	38
Notes to the Interim Financial Information 中期財務資料附註	39



CORPORATE INFORMATION

公司資料

BOARD OF DIRECTORS

Executive Directors

Mr. Li Pui Leung (*Chairman*)
Mr. Yung Kin Cheung Michael (*Chief Executive Officer*)
Mr. Lee Leung Yiu
Mr. Cheung Fong Wa

Independent Non-executive Directors

Dr. Chung Chi Ping Roy
Ms. Christine Wan Chong Leung
Mr. Tsang Wah Kwong

COMMITTEES OF THE BOARD

Audit Committee

Mr. Tsang Wah Kwong (*Chairman*)
Dr. Chung Chi Ping Roy
Ms. Christine Wan Chong Leung

Remuneration Committee

Dr. Chung Chi Ping Roy (*Chairman*)
Mr. Yung Kin Cheung Michael
Ms. Christine Wan Chong Leung
Mr. Tsang Wah Kwong

Nomination Committee

Mr. Li Pui Leung (*Chairman*)
Dr. Chung Chi Ping Roy
Ms. Christine Wan Chong Leung
Mr. Tsang Wah Kwong

AUTHORISED REPRESENTATIVES

Mr. Yung Kin Cheung Michael
Mr. Cheung Fong Wa

董事會

執行董事

李沛良先生(*主席*)
翁建翔先生(*行政總裁*)
李良耀先生
張芳華先生

獨立非執行董事

鍾志平博士
梁蘊莊女士
曾華光先生

董事會委員會

審核委員會

曾華光先生(*主席*)
鍾志平博士
梁蘊莊女士

薪酬委員會

鍾志平博士(*主席*)
翁建翔先生
梁蘊莊女士
曾華光先生

提名委員會

李沛良先生(*主席*)
鍾志平博士
梁蘊莊女士
曾華光先生

授權代表

翁建翔先生
張芳華先生

Corporate Information (Continued) 公司資料(續)

COMPANY SECRETARY

Mr. Cheung Fong Wa

AUDITOR

PricewaterhouseCoopers
Certified Public Accountants
Hong Kong

PRINCIPAL BANKERS

The Hongkong and Shanghai Banking Corporation Limited,
Macau Branch
The Bank of East Asia, Limited
DBS Bank (Hong Kong) Limited
Citibank, N.A.
China CITIC Bank Corporation Limited
China Construction Bank Corporation

REGISTERED OFFICE

Cricket Square
Hutchins Drive
PO Box 2681
Grand Cayman KY1-1111
Cayman Islands

HEADQUARTERS IN PRC

TK Technology Park
Tangjia Community
Fenghuang Sub-district Office
Guangming District
Shenzhen, the PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Workshop No. 19, 9th Floor, Block B
Hi-Tech Industrial Centre
No. 491-501 Castle Peak Road
Tsuen Wan, New Territories, Hong Kong

公司秘書

張芳華先生

核數師

羅兵咸永道會計師事務所
執業會計師
香港

主要往來銀行

香港上海滙豐銀行有限公司，
澳門分行
東亞銀行有限公司
星展銀行(香港)有限公司
花旗銀行
中信銀行股份有限公司
中國建設銀行股份有限公司

註冊辦事處

Cricket Square
Hutchins Drive
PO Box 2681
Grand Cayman KY1-1111
Cayman Islands

中國總部

中國深圳
光明區
鳳凰辦事處
塘家社區
東江科技工業園

香港主要營業地點

香港新界荃灣
青山道491-501號
嘉力工業中心
B座9樓19號

Corporate Information (Continued) 公司資料(續)

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Conyers Trust Company (Cayman) Limited
Cricket Square
Hutchins Drive
PO Box 2681
Grand Cayman KY1-1111
Cayman Islands

HONG KONG SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
Level 54, Hopewell Centre
183 Queen's Road East
Hong Kong

SHARE LISTING

The Stock Exchange of Hong Kong Limited
(Stock code: 2283)

COMPANY WEBSITE

<http://www.tkmold.com>

股份過戶登記總處

Conyers Trust Company (Cayman) Limited
Cricket Square
Hutchins Drive
PO Box 2681
Grand Cayman KY1-1111
Cayman Islands

香港股份過戶登記處

卓佳證券登記有限公司
香港
皇后大道東183號
合和中心54樓

股份上市

香港聯合交易所有限公司
(股份代號：2283)

公司網址

<http://www.tkmold.com>

FINANCIAL HIGHLIGHTS

財務摘要

Six months ended 30 June

截至6月30日止六個月

2020

2019

Results and financial performances			
業績及財務表現			
Results		業績	
Revenue (HK dollar '000)	收入(千港元)	729,393	1,004,945
Profit attributable to owners of the Company (HK dollar '000)	本公司擁有人應佔溢利(千港元)	41,357	114,123
Basic earnings per share (HK cents)	每股基本盈利(港仙)	5.0	13.7
Proposed interim dividend per share (HK cents)	建議每股中期股息(港仙)	2.0	5.0
Gross profit margin	毛利率	22.3%	27.5%
Net profit margin	淨利率	5.7%	11.4%
Return on equity (Note 1)	股本回報率(附註1)	3.7%	10.7%
Return on assets (Note 2)	資產回報率(附註2)	1.8%	4.6%
Inventory turnover days (Note 3)	存貨周轉天數(附註3)	137	91
Trade receivable turnover days (Note 4)	貿易應收款項周轉天數(附註4)	64	55
Trade payable turnover days (Note 5)	貿易應付款項周轉天數(附註5)	81	74

30 June

31 December

2020

2019

2020年

2019年

6月30日

12月31日

Financial position			
財務狀況			
Net current assets (HK dollar '000)	流動資產淨值(千港元)	640,682	619,628
Current ratio (Note 6)	流動比率(附註6)	173.8%	170.1%
Quick ratio (Note 7)	速動比率(附註7)	122.9%	125.2%
Gearing ratio (Note 8)	資產負債比率(附註8)	27.5%	20.3%
Net gearing ratio (Note 9)	淨資產負債比率(附註9)	0%	0%

Financial Highlights (Continued)

財務摘要(續)

Notes:

- (1) Return on equity ratio is calculated by dividing profit after tax by total equity as at period end and multiplying the resulting value by 100%.
- (2) Return on assets ratio is calculated by dividing profit after tax by total assets as at period end and multiplying the resulting value by 100%.
- (3) Inventory turnover days is calculated based on the average balance of inventories divided by the cost of sales for the relevant period and multiplied by 180 days.
- (4) Trade receivable turnover days is calculated based on the average trade receivables divided by the revenue for the relevant period and multiplied by 180 days.
- (5) Trade payable turnover days is calculated based on the average trade payables divided by the cost of sales for the relevant period and multiplied by 180 days.
- (6) Current ratio is calculated by dividing current assets by current liabilities and multiplying the resulting value by 100%.
- (7) Quick ratio is calculated by dividing current assets less inventories by current liabilities and multiplying the resulting value by 100%.
- (8) Gearing ratio is calculated by dividing total borrowings by total equity and multiplying the resulting value by 100%.
- (9) Net gearing ratio is calculated by dividing net borrowings (total borrowings net-off cash and pledged bank deposits) by total equity and multiplying the resulting value by 100%. Net gearing ratio was zero as net cash of the Company as at 30 June 2020 and 31 December 2019 was HK\$502,589,000 and HK\$493,150,000 respectively.

附註：

- (1) 股本回報率按除稅後溢利除以期末權益總額再將所得值乘以100%計算。
- (2) 資產回報率按除稅後溢利除以期末資產總額再將所得值乘以100%計算。
- (3) 存貨周轉天數乃按存貨平均結餘除以有關期間的銷售成本再乘以180天計算。
- (4) 貿易應收款項周轉天數乃按平均貿易應收款項除以有關期間的收入再乘以180天計算。
- (5) 貿易應付款項周轉天數乃按平均貿易應付款項除以有關期間的銷售成本再乘以180天計算。
- (6) 流動比率按流動資產除以流動負債再將所得值乘以100%計算。
- (7) 速動比率按流動資產減去存貨除以流動負債再將所得值乘以100%計算。
- (8) 資產負債比率按借貸總額除以權益總額再將所得值乘以100%計算。
- (9) 淨資產負債比率按借貸淨額(借貸總額減現金及已抵押銀行存款)再除以權益總額再將所得值乘以100%計算。於2020年6月30日及2019年12月31日本公司的現金淨額分別為502,589,000港元及493,150,000港元，所以淨資產負債比率為0。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

The board of directors (the “Board”) of TK Group (Holdings) Limited (the “Company”, together with its subsidiaries, collectively the “Group”) have pleasure in presenting the Company’s interim results for the six months ended 30 June 2020 (the “Period”).

REVIEW OF FINANCIAL INFORMATION

The independent auditor of the Company, PricewaterhouseCoopers, has reviewed the unaudited interim financial information for the six months ended 30 June 2020 in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants.

BUSINESS REVIEW

Looking back in the first half of 2020, the COVID-19 outbreak has spread across the world. Lockdowns and various other preventive measures were gradually implemented to contain the epidemic in different regions, and affected the production of the Group, as well as the overall global consumption and economy. The Group’s consumer brand customers requested to delay the order delivery under such circumstances. For the first half of 2020, revenue of the Group amounted to HK\$729.4 million (first half of 2019: HK\$1,004.9 million), representing a decrease of 27.4% compared to the same period last year. In terms of the downstream industries, the medical and health care segment maintained a slight increase, while the mobile phones and wearable devices segment, the commercial telecommunications equipment segment and the smart home segment were on a downward trend.

東江集團(控股)有限公司(「本公司」，連同其附屬公司統稱「本集團」)董事會(「董事會」)，欣然提呈本公司截至2020年6月30日止六個月(「本期間」)的中期業績。

財務資料審閱

本公司獨立核數師羅兵咸永道會計師事務所已根據香港會計師公會頒佈的香港審閱工作準則第2410號「由實體的獨立核數師執行的中期財務資料審閱」審閱截至2020年6月30日止六個月之未經審計中期財務資料。

業務回顧

回顧2020年上半年，新型冠狀病毒肺炎疫情擴散全球。各地在不同時間啟動防疫封鎖及其他預防措施以遏制各地的疫情，影響本集團生產，以及全球總體消費及經濟，本集團的消費品客戶亦因而要求延遲交付訂單。2020年上半年本集團收入為729.4百萬港元(2019上半年：1,004.9百萬港元)，較去年同期下滑27.4%。按下游行業分析，醫療及個人護理板塊保持輕微增長，手機及可穿戴設備、商業通訊設備和智能家居板塊有所下滑。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

Revenue Analysed by Downstream Industries

收益按下游行業分析

Industry	行業	Six months ended 30 June 截至6月30日止六個月				Change 變動	
		2020		2019		HK\$ million 百萬港元	%
		HK\$ million 百萬港元	%	HK\$ million 百萬港元	%		
Mobile phones and wearable devices	手機及可穿戴設備	212.9	29.2	241.2	24.0	-28.3	-11.7
Automobiles	汽車	162.8	22.3	205.3	20.4	-42.5	-20.7
Medical and health care	醫療及個人護理	140.8	19.3	136.3	13.6	4.5	3.3
Smart home	智能家居	71.7	9.8	106.4	10.6	-34.7	-32.6
Commercial telecommunications equipment	商業通訊設備	50.9	7.0	205.0	20.4	-154.1	-75.2
Digital devices	數字設備	18.8	2.6	19.5	1.9	-0.7	-3.6
Household electrical appliances	家電	17.8	2.4	47.9	4.8	-30.1	-62.8
Others	其他	53.7	7.4	43.3	4.3	10.4	24.0
		729.4	100.0	1,004.9	100.0	-275.5	-27.4

For the Period, gross profit of the Group was HK\$162.5 million (first half of 2019: HK\$276.4 million), representing a decrease of 41.2% compared to the same period last year, and the gross profit margin dropped by 5.2 percentage points to 22.3% (first half of 2019: 27.5%), which was mainly due to the idle production capacity caused by insufficient business. During the severest period of the epidemic in China from February to March 2020, worker's return-to-work rate was very low due to traffic restriction, while during the period from March to May 2020, the utilization rate of production lines was low and the production cost increased as the overseas brand customers delayed their delivery plans and suspended new orders and new product development progress due to the epidemic. The revenue and orders gradually rebounded in June 2020, but the gross profit margin in the first half of the year had been inevitably dragged down. The Group believes that the profit margins will be substantially improved in the second half of the year with increasing orders placed by customers, stable mass production resumed and improving capacity utilization. In order to adjust the expenses, the salaries of all executive directors and senior management of the Group have been reduced by 20% since 1 April 2020, and various cost-saving measures have been effectively implemented. Such measures offset the one-off cost incurred due to the implementation of epidemic preventive measures required by the government.

本期間內，本集團毛利為162.5百萬港元（2019年上半年：276.4百萬港元），較去年同期下跌41.2%，毛利率下降5.2個百分點至22.3%（2019年上半年：27.5%），主要由於開工率不足以致產能閒置。國內疫情最為嚴重的2020年2月至3月期間，由於人員流動限制，復工率嚴重不足；2020年3月至5月期間則受海外品牌客戶因疫情而推遲交付計劃及暫停新訂單、新產品開發進度，導致生產線開工率不足及生產成本增加。即使2020年6月的收入及訂單已陸續反彈，但上半年的毛利率仍無可避免地受到拖累。本集團相信待下半年客戶訂單回升，生產線恢復穩定量產階段後，產能利用率增加，利潤空間將大幅改善。為調節成本，本集團全體執行董事及高級管理層成員自2020年4月1日起減薪20%，同時有效執行各項成本節約措施。此舉有效抵銷為執行政府規定之防疫措施而產生的一次性防疫成本。

Management Discussion and Analysis (Continued) 管理層討論及分析(續)

During the Period, the Group recorded a profit attributable to owners of the Company of HK\$41.4 million (first half of 2019: HK\$114.1 million), representing a year-on-year decrease of 63.8%. Net profit margin was 5.7% (first half of 2019: 11.4%), representing a year-on-year decrease of 5.7 percentage points. Basic earnings per share were HK5.0 cents (first half of 2019: HK13.7 cents).

During the special period disturbed by the epidemic, the suspension of work and production in various regions caused the Group's trade receivables turnover days to slightly increase to about 64 days, and the Group's inventory turnover days in the first half of 2020 increased to about 137 days due to the delay in the delivery of orders as requested by the customers. Meanwhile, the sustainably effective and prudent operating policies enabled the Group to maintain net cash of HK\$502.6 million (30 June 2019: HK\$318.9 million). The steady cash flows allow the Group to flexibly deal with the uncertainties under the current macro environment. As at 30 June 2020, the Group's orders on hand amounted to HK\$955.1 million, representing a slight decrease of 2.5% as compared with HK\$979.3 million as at 30 June 2019, and an increase of 8.1% as compared with orders of HK\$883.2 million as at 31 December 2019.

BUSINESS SEGMENT ANALYSIS

Mold Fabrication Business

For the first half of 2020, revenue of the mold fabrication segment from external customers amounted to approximately HK\$271.6 million, representing a decrease of approximately 17.7% when compared to approximately HK\$329.9 million in the same period last year, and accounting for approximately 37.2% of the Group's total revenue.

本期間內，本集團錄得本公司擁有人應佔溢利達41.4百萬港元(2019年上半年：114.1百萬港元)，較去年同期減少63.8%。純利率為5.7%(2019年上半年：11.4%)，較去年同期下降5.7個百分點，每股基本盈利為5.0港仙(2019年上半年：13.7港仙)。

在受到疫情紛擾的特殊時期，各地停工停業令本集團貿易應收款項周轉天數略增至64天左右，因客戶推遲訂單交付導致本集團2020年上半年存貨周轉天數增至約137天。同時，恒之有效的審慎營運政策令本集團保持現金淨額502.6百萬港元(2019年6月30日：318.9百萬港元)。穩健的現金流令本集團可靈活應對當前大環境的不確定性。於2020年6月30日，本集團在手訂單達955.1百萬港元，相較2019年6月30日的979.3百萬港元，同比稍微下降2.5%；此外，較截至2019年12月31日的883.2百萬港元的訂單，增長8.1%。

業務分部分析

模具製作業務

2020年上半年，模具製作分部來自外界客戶的收入約為271.6百萬港元，較去年同期約329.9百萬港元下降約17.7%，佔本集團總收入約37.2%。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

The Group has production lines for ultra-large standard molds and high-precision molds. The major products of the Group's ultra-large standard molds are automobiles components. Its clients mainly include first-tier component suppliers who manufacture automobile components for renowned automobile brands in Europe, such as Mercedes-Benz, BMW and Volkswagen. High-precision molds production lines mainly produce high-precision molds with multi-cavity and efficiency, covering the markets of high-end consumer electronics product and commercial telecommunications equipment such as smart home, mobile phones and wearable devices, medical and health care. The Group continues to focus on expert-level molding technology research and is committed to providing customers with high quality and cost-effective design solutions. In addition to developing external customers, the Group also cooperates with the downstream plastic components manufacturing business to provide more premium one-stop services for the customers.

For the Period, the impact of the epidemic was relatively small due to the long production time of mold products. However, since the commencement of Sino-US trade war, the Group has suffered the pressure of price reduction, and the prices for molds have declined, resulting in the decline of the revenue of this segment. The gross profit margin of the mold fabrication segment declined by 5.4 percentage points to 27.9%. The Group will continue to improve the process technology and maintain its dominant advantage of quality and technology in the industry for the plastic mold fabrication technique.

Plastic Components Manufacturing Business

For the first half of 2020, revenue of the plastic components manufacturing segment amounted to approximately HK\$457.8 million (first half of 2019: HK\$675.0 million), representing a year-on-year decrease of 32.2%, and accounting for approximately 62.8% of the Group's total revenue.

In light of the spread of the COVID-19 epidemic in Europe and the United States, the physical retail stores of multiple brands were temporarily closed from March to May 2020 to reduce the flow of people and maintain social distance to prevent the epidemic from spreading. The product sales and new product launch plans of most of the Group's downstream consumer electronics customers were therefore dragged.

本集團設有超大型標準模具生產線及精密模具生產線，超大型標準模具產品以汽車零部件為主，客戶主要為替歐洲汽車品牌如奔馳、寶馬、大眾生產汽車零件的一級部件供應商。精密模具生產線主要以生產多型腔及高效精密模具為主，市場涵蓋智能家居、手機及可穿戴設備等高端消費電子及商業通訊設備、醫療及個人護理等行業。本集團仍然專注於專家級別的模具工藝技術鑽研，致力於向客戶提供高品質及具成本效益的設計方案。業務除開拓外部客戶外，更與下游注塑組件製造業務相配合，為客戶提供更優質的一站式服務。

本期間內，由於模具產品生產時間較長，受疫情影響相對較小，但自中美貿易戰開始以來，本集團亦受到降價壓力，模具價格有所下滑，導致此板塊的收入下降，模具製作分部毛利率下降5.4個百分點至27.9%。本集團將持續提升工藝技術，令本集團的注塑模具製造技術於行業內維持品質保證及領先的技術優勢。

注塑組件製造業務

2020年上半年，注塑組件製造分部收入約為457.8百萬港元(2019年上半年：675.0百萬港元)，較去年同期下跌32.2%，佔本集團總收入約62.8%。

新型冠狀病毒肺炎疫情在歐美蔓延，為減少人流聚集和保持社交距離以防範疫情傳染，多個品牌實體零售店自2020年3月至5月期間暫時關閉。本集團大部分下游電子消費品客戶的產品銷售及新產品發佈計劃因而受拖累。

Management Discussion and Analysis (Continued) 管理層討論及分析(續)

Revenue of the mobile phones and wearable devices segment recorded a year-on-year decrease of 11.7%, which was mainly due to the postponement of delivery of most overseas orders at the request of customers, and some of them will be postponed to the third quarter of 2020. The Group remains confident in the performance of mobile phones and wearable devices segment for the year, and believes that the Group's diversification strategy can effectively balance the risks of relying on any single brand customer.

Revenue of commercial telecommunications equipment segment recorded a year-on-year decrease of 75.2%, which was mainly due to the stagnating market demand of our customers' major products and the change of relevant supply chain strategies. However, leveraging on years of solid relationships with customers, the Group has already involved in the customers' development of new products, which are expected to be launched in the near future.

Revenue of the smart home segment was also affected by the close of global physical retail stores in the first half of the year. As the two leading smart home brand customers in North America requested to postpone the delivery of products and suspended certain new product development plans, the revenue for the first half of the year recorded a year-on-year decrease of 32.6%.

Revenue of medical and health care segment recorded a year-on-year increase of 3.3% due to stable market demand. This segment is expected to be less affected by the economic cycle, and its performance will remain stable and good.

In the first half of 2020, the utilization rate of plastic products machines decreased by 18.2 percentage points year-on-year to 30.4%, resulting in a decrease of 5.8 percentage points in gross profit margin of this segment from approximately 24.7% in the corresponding period of last year to 18.9%. However, as the orders delayed during the first half of the year are expected to be processed and delivered in the second half of the year, the Group expects that the production capacity utilization rate will significantly increase in the second half of the year with plentiful orders on hand, which will improve the gross profit margin as well.

手機及可穿戴設備板塊收入較去年同比減少11.7%，主要由於多數海外訂單應客戶要求而延遲交付，部分將延遞至2020年第三季度。本集團對全年手機及可穿戴設備板塊表現仍抱持信心，亦相信本集團的多元化策略，可有效平衡單一品牌客戶風險。

商業通訊設備板塊收入較去年同期減少75.2%，因為客戶的主要產品在市場已趨飽和及相關供應鏈策略變更，但憑藉與客戶多年的穩固關係，本集團已在參與客戶的新產品開發，有望在不久將來可推出市場。

智能家居板塊上半年收入也受全球實體零售店面關閉影響，北美兩家智能家居龍頭品牌客戶均要求推遲交付產品，以及暫停部分新產品開發計劃，令上半年收入較去年同比下跌32.6%。

醫療及個人護理板塊因市場需求穩定，收入較去年同期增加3.3%，預期此板塊受經濟周期影響較少，表現將保持平穩向好。

2020年上半年，注塑產品機器使用率較去年同比減少18.2個百分點至30.4%，因而令本分部的毛利率由去年同期約24.7%，降低5.8個百分點至18.9%。不過，上半年延遲交付的訂單預期將於下半年生產交付，豐沛的在手訂單將使下半年產能使用率大幅提升，毛利率亦將隨之改善。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

FINANCIAL REVIEW

Revenue

Revenue for the Period was approximately HK\$729.4 million, representing a decrease of approximately HK\$275.5 million or 27.4% as compared with the revenue of approximately HK\$1,004.9 million for the corresponding period in 2019. Such decrease was mainly because the epidemic prevention lockdowns were launched at different times in different places due to the outbreak of COVID-19 across the world, which affected the production of the Group as well as the global overall consumption and economy, and the consumer goods customers of the Group also requested to delay the delivery of orders under such circumstances.

Gross Profit

Gross profit for the first half of 2020 was approximately HK\$162.5 million, representing a decrease of approximately HK\$113.9 million or 41.2% as compared with the gross profit of approximately HK\$276.4 million for the corresponding period in 2019. The gross profit margin was 22.3%, representing a decrease of 5.2 percentage points from 27.5% for the corresponding period of last year, which was mainly attributable to the low capacity utilization rate resulting in idle capacity as impacted by the epidemic.

Gross profit margin for mold fabrication segment for the first half of 2020 was 27.9%, down 5.4 percentage points from 33.3% for the corresponding period in 2019. Since the trade war between China and the United States commenced, the Group has been under the pressure of price reduction, resulting in a drop in the price of mold, which led to a decrease in the revenue and the gross profit margin of this segment.

財務回顧

收入

本期間收入約為729.4百萬港元，較2019年同期的收入約1,004.9百萬港元減少約275.5百萬港元或27.4%。該減少主要是由於新型冠狀病毒肺炎疫情擴散全球，各地在不同時間啟動防疫封鎖，影響本集團生產，以及全球總體消費及經濟，本集團的消費品客戶亦因而要求延遲交付訂單。

毛利

2020年上半年毛利約為162.5百萬港元，較2019年同期的毛利約276.4百萬港元下跌約113.9百萬港元或41.2%。毛利率為22.3%，較去年同期的27.5%下降5.2個百分點，主要由於受疫情影響，開工率不足以致產能閒置。

模具製作分部2020年上半年毛利率為27.9%，較2019年同期的33.3%下降5.4個百分點。自中美貿易戰開始以來，本集團亦受到降價壓力，模具價格有所下滑，導致此板塊的收入下降，毛利率亦隨之下跌。

Management Discussion and Analysis (Continued) 管理層討論及分析(續)

Gross profit margin for plastic components manufacturing segment for the first half of 2020 was 18.9%, representing a decrease of 5.8 percentage points from 24.7% for the first half of 2019. During the most severe period of the epidemic in China from February to March 2020, work resumption rate was seriously insufficient due to the travel restriction; from March to May 2020, the foreign brand customers delayed the delivery schedule and suspended the development progress of new orders and new products because of the epidemic, which resulted in the low capacity utilization rate of production lines and the increase in production cost. Although the revenue and orders had gradually risen in June 2020, the gross profit margin for the first half of the year was inevitably dragged down. However, the Group believes that after the orders pick up and the production lines resume the stable mass production stage in the second half of the year, the capacity utilization rate will be increased, and the gross profit margin will be improved accordingly.

Other Income

Other income for the first half of 2020 was approximately HK\$19.7 million, representing a decrease of approximately HK\$3.0 million or 13.3% as compared with the other income of approximately HK\$22.7 million for the corresponding period in 2019, which was mainly due to the decrease in sales of scrap by the Group during the Period.

Other Gains/(Losses) – Net

Other gains, net for the first half of 2020 was approximately HK\$7.1 million, compared with the other losses, net of approximately HK\$8.6 million for the corresponding period in 2019, which was mainly attributable to the rental concessions of approximately HK\$5.3 million related to the COVID-19 obtained during the Period. Besides, in order to effectively guard against the effect of fluctuation of the Euro exchange rate to the Group, the Group borrowed a Euro-denominated bank loan equivalent to the amount of the Group's existing orders from Europe to effectively hedge the effect of fluctuation of the exchange rate of Euro to the Group.

注塑組件製造分部2020年上半年毛利率為18.9%，較2019年上半年的24.7%下降5.8個百分點。國內疫情最為嚴重的2020年2月至3月期間，由於人員流動限制，復工率嚴重不足；2020年3月至5月期間則受海外品牌客戶因疫情而推遲交付計劃及暫停新訂單、新產品開發進度，導致生產線開工率不足及生產成本增加。即使2020年6月的收入及訂單已陸續反彈但上半年的毛利率仍無可避免地受到拖累，本集團相信待下半年訂單回升，生產線恢復穩定量產階段後，產能利用率增加，毛利率亦將得到提升。

其他收入

2020年上半年其他收入約為19.7百萬港元，較2019年同期的其他收入約22.7百萬港元減少約3.0百萬港元或13.3%，主要是因為本期間本集團的廢料銷售收入減少所致。

其他收益／(虧損)－淨額

2020年上半年其他收益淨額約為7.1百萬港元，而2019年同期的其他虧損淨額約8.6百萬港元，主要是由於在本期間內取得新冠肺炎疫情相關租金寬減約5.3百萬港元。另外，為了有效防範歐元匯率波動對本集團的影響，本集團從銀行借入了等額於本集團在手歐元訂單額的歐元貸款，以有效對沖歐元匯率波動對本集團的影響。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

Selling Expenses

Selling expenses for the first half of 2020 was approximately HK\$32.2 million (first half of 2019: HK\$35.8 million), accounted for 4.4% (first half of 2019: 3.6%) of the sales, representing a decrease of approximately HK\$3.6 million or 10.1% as compared with the selling expenses for the corresponding period in 2019, and an increase of 0.8 percentage point in terms of the percentage to sales. The increase in the percentage to sales was mainly attributable to the increase in transportation expenses resulting from the reduction of flights and the increase in air freight costs due to the epidemic.

Administrative Expenses

Administrative expenses for the first half of 2020 was approximately HK\$110.4 million (first half of 2019: HK\$117.6 million), accounted for 15.1% (first half of 2019: 11.7%) of the sales, representing a decrease of approximately HK\$7.2 million or 6.1% as compared with the corresponding period in 2019, and an increase of 3.4 percentage points in terms of the percentage to sales. The increase in the percentage to sales was mainly attributable to (1) increase in one-off anti-epidemic cost; (2) increase in allowance for impairment of inventories due to the delayed delivery of certain customer orders as a result of the epidemic; and (3) increase in research and development expenses as compared to the corresponding period of previous year due to the development of new products in medical projects. The percentage of administrative expenses to sales for the Period are similar to those of previous year after excluding the above one-off anti-epidemic cost and increase in research and development expenses.

銷售開支

2020年上半年銷售開支約為32.2百萬港元(2019年上半年：35.8百萬港元)，佔銷售的百分比為4.4%(2019年上半年：3.6%)。銷售開支較2019年同期減少約3.6百萬港元或10.1%，佔銷售的百分比上升0.8個百分點。佔銷售的百分比上升，主要是由於受疫情影響，航班減少，空運費用上升，導致運輸費用增加。

行政開支

2020年上半年行政開支約為110.4百萬港元(2019年上半年：117.6百萬港元)，佔銷售的百分比為15.1%(2019年上半年：11.7%)。行政開支較2019年同期減少約7.2百萬港元或6.1%，佔銷售的百分比上升3.4個百分點。佔銷售的百分比上升，主要是由於：(1)受疫情影響，一次性防疫成本增加；(2)受疫情影響，部分客戶訂單推遲交付，存貨減值撥備計提增加；及(3)醫療項目新產品開發工作的投入，使得研發開支較去年同期有所增長。剔除以上疫情及研發費用的影響，本期間行政開支佔銷售的百分比與去年同期相若。

Management Discussion and Analysis (Continued) 管理層討論及分析(續)

Finance Income/(Cost) – Net

Net finance income for the first half of 2020 was approximately HK\$1.0 million, compared with the net finance cost of approximately HK\$0.1 million for the corresponding period in 2019, which was mainly due to the decrease in interest expenses for the lease liabilities.

Share of Net Loss of an Associate Accounted for Using the Equity Method

For the first half of 2020, share of net loss of an associate accounted for using the equity method was approximately HK\$1.0 million (first half of 2019: nil).

Income Tax Expense

Income tax expense for the first half of 2020 was approximately HK\$5.6 million (first half of 2019: HK\$22.8 million) and the effective tax rate was 12.0% (first half of 2019: 16.7%). Effective tax rate decreased by 4.7 percentage points as compared with the corresponding period in 2019, which was mainly attributable to the decrease in deferred income tax.

Profit for the Period Attributable to Owners of the Company

Profit attributable to owners of the Company for the first half of 2020 was approximately HK\$41.4 million, representing a decrease of approximately HK\$72.7 million or 63.8% from approximately HK\$114.1 million for the corresponding period in 2019.

融資收入／(成本)－淨額

2020年上半年融資收入淨額約為1.0百萬港元，而2019年同期的融資成本淨額約0.1百萬港元，主要是由於租賃負債的利息支出減少所致。

使用權益法入帳之應佔聯營公司虧損淨額

2020年上半年使用權益法入帳之應佔聯營公司虧損淨額約為1.0百萬港元(2019年上半年：無)。

所得稅開支

2020年上半年所得稅開支約為5.6百萬港元(2019年上半年：22.8百萬港元)，實際稅率12.0%(2019年上半年：16.7%)。實際稅率較2019年同期減少4.7個百分點，主要是由於遞延所得稅減少所致。

本公司擁有人應佔本期間內溢利

2020年上半年本公司擁有人應佔溢利約為41.4百萬港元，較2019年同期約114.1百萬港元減少約72.7百萬港元或63.8%。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

SEASONALITY

The Group's sales volume has historically been affected by seasonality. As the Group's products are used by the Group's customers in their respective manufacturing processes, the demand for the Group's products fluctuates as the demand for their products varies. A significant portion of the Group's products under its downstream business segments has generally been in higher demand in the second half of each calendar year, which is primarily due to the seasonal purchase patterns of consumers during festivals such as the Thanksgiving Day and Christmas holidays. As a result, it is expected that the revenue of the Group will be higher in the second half of the year than in the first half of the year. In the financial year ended 31 December 2019, 43% of revenue accumulated in the first half of the year, with 57% accumulated in the second half of the year.

Under the outbreak of COVID-19 in early 2020, domestic consumption and production have been affected in the short run. Since the end of February 2020, the development of the COVID-19 outbreak has been increasing impacts. The impact was mainly reflected in the orders being delayed in the first half of the year due to the delayed delivery.

LIQUIDITY, FINANCIAL RESOURCES AND RATIOS

As at 30 June 2020, the Group had net current assets of approximately HK\$640.7 million (31 December 2019: HK\$619.6 million). The Group had total cash and bank balances of approximately HK\$813.4 million (31 December 2019: HK\$735.1 million), including cash and cash equivalents of approximately HK\$678.5 million (31 December 2019: HK\$582.9 million), and restricted cash and deposit of approximately HK\$134.9 million (31 December 2019: HK\$152.2 million). The current ratio of the Group as at 30 June 2020 was approximately 173.8% (31 December 2019: 170.1%).

Total equity of the Group as at 30 June 2020 was approximately HK\$1,129.4 million (31 December 2019: HK\$1,191.5 million). The gearing ratio as at 30 June 2020 was approximately 27.5% (31 December 2019: 20.3%). Such increase was mainly attributable to the increase in bank borrowings of the Group during the Period.

季節性

過往，本集團的歷史銷量受到季節性的影響。本集團的客戶將本集團的產品用於其各自的製造過程中，故本集團產品的需求乃隨本集團客戶產品需求的變化而波動。本集團頗大部分的下游產業通常在每年的下半年有較大的需求，主要是受到例如感恩節及聖誕假期等季節性消費模式所影響。因此本集團下半年錄得的收入預計比上半年高。於截至2019年12月31日止財政年度，43%的收入乃於上半年累積所得，而57%的收入則於下半年累積所得。

受2020年初出現的COVID-19疫情影響，國內消費及生產受到短期影響。自2020年2月底，COVID-19疫情造成的影響加劇。影響主要體現在因延遲交付導致上半年訂單延遲。

流動資金、財務資源及比率

於2020年6月30日，本集團的流動資產淨額約為640.7百萬港元(2019年12月31日：619.6百萬港元)。本集團的現金及銀行結餘總額約為813.4百萬港元(2019年12月31日：735.1百萬港元)，包括現金及現金等價物約678.5百萬港元(2019年12月31日：582.9百萬港元)，以及有限制現金和按金約134.9百萬港元(2019年12月31日：152.2百萬港元)。於2020年6月30日，本集團的流動比率約為173.8%(2019年12月31日：170.1%)。

於2020年6月30日，本集團的權益總額約為1,129.4百萬港元(2019年12月31日：1,191.5百萬港元)。於2020年6月30日，資產負債比率約為27.5%(2019年12月31日：20.3%)，該增加主要是因為本集團在本期間內銀行借貸增加所致。

Management Discussion and Analysis (Continued) 管理層討論及分析(續)

DEBT MATURITY PROFILE

The maturity profile of the Group's borrowings is set out below:

		30 June 2020 2020年 6月30日 HK\$'000 千港元	31 December 2019 2019年 12月31日 HK\$'000 千港元
Within 1 year	1年以內	188,326	166,049
Between 1 and 2 years	1至2年內	100,327	75,911
Between 2 and 5 years	2至5年內	22,165	-
		310,818	241,960

An analysis of the Group's key liquidity ratios as at 30 June 2020 is as follows:

於2020年6月30日，本集團的主要流動資金比率分析如下：

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Inventory turnover days (Note 1)	存貨周轉天數(附註1)	137	91
Trade receivable turnover days (Note 2)	貿易應收款項周轉天數(附註2)	64	55
Trade payable turnover days (Note 3)	貿易應付款項周轉天數(附註3)	81	74

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Current ratio (Note 4)	流動比率(附註4)	173.8%	170.1%

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

Notes:

1. Inventory turnover days is calculated based on the average balance of inventories divided by the cost of sales for the relevant period and multiplied by 180 days.
2. Trade receivable turnover days is calculated based on the average trade receivables divided by the revenue for the relevant period and multiplied by 180 days.
3. Trade payable turnover days is calculated based on the average trade payables divided by cost of sales for the relevant period and multiplied by 180 days.
4. Current ratio is calculated by dividing current assets by current liabilities and multiplying the resulting value by 100%.

附註：

1. 存貨周轉天數乃按存貨平均結餘除以有關期間的銷售成本再乘以180天計算。
2. 貿易應收款項周轉天數乃按平均貿易應收款項除以有關期間的收入再乘以180天計算。
3. 貿易應付款項周轉天數乃按平均貿易應付款項除以有關期間的銷售成本再乘以180天計算。
4. 流動比率按流動資產除以流動負債再將所得值乘以100%計算。

INVENTORY TURNOVER DAYS

During the Period, the Group's inventory turnover days were 137 days, representing an increase of 46 days compared to that of the same period in last year, which was mainly attributable to that some customers delayed the orders delivery due to the impact of epidemic.

存貨周轉天數

本期間內，本集團的存貨周轉天數為137天，較去年同期增加46天，主要是由於受疫情影響，部分客戶推遲訂單交付。

TRADE RECEIVABLE TURNOVER DAYS

During the Period, the Group's trade receivable turnover days were 64 days, representing an increase of 9 days compared to that of the same period in last year, which was mainly attributable to production suspension in various regions due to the impact of epidemic.

貿易應收款項周轉天數

本期間內，本集團的貿易應收款項周轉天數為64天，較去年同期增加9天，主要是由於受疫情影響，各地停工停業。

TRADE PAYABLE TURNOVER DAYS

During the Period, the Group's trade payable turnover days were 81 days, representing an increase of 7 days compared to that of the same period in last year, which was mainly attributable to production suspension in various regions due to the impact of epidemic.

貿易應付款項周轉天數

本期間內，本集團的貿易應付款項周轉天數為81天，較去年同期增加7天，主要由於受疫情影響，各地停工停業。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

CURRENT RATIO

As at 30 June 2020, the Group's current ratio was 173.8%, which was comparable to that as at 31 December 2019.

PLEDGED ASSETS

Details of pledged assets as at 30 June 2020 are set out in note 17(a) to the interim financial information.

FOREIGN EXCHANGE RISK MANAGEMENT

The Group mainly operates in the PRC and is exposed to foreign currency risks arising from various currency exposures, mainly with respect to the HK dollar, US dollar, Euro and RMB. Exchange rate fluctuations and market trends have always been the main concerns of the Group. Foreign currency hedging of the Group has been managed by the Group's chief financial officer, and overseen by the Group's chief executive officer. In accordance with the Group's hedging needs and the then foreign exchange situation, the Group's chief financial officer would collect and analyse information regarding various hedging instruments and determine stop-loss thresholds. The Group's chief financial officer would then collect quotations from various banks as to the financial instrument and present such quotations to the Group's chief executive officer, who would then evaluate and make a decision as to whether to enter into the relevant hedging agreement.

The Euro fluctuated in recent years. As the European market is one of the key markets for the Group's mold fabrication segment, in order to hedge the risk of depreciation of the payments received from European customers, the Group's chief financial officer collected information on hedging instruments for analysis, having taken into account of the Group's business operations, the Group decided to adopt the Euro-denominated loan to hedge the risk of depreciation of the receivables from Euro-denominated orders in the future.

流動比率

於2020年6月30日，本集團的流動比率為173.8%，與2019年12月31日的流動比率相若。

已抵押資產

於2020年6月30日已抵押資產之詳情載於中期財務資料附註17(a)。

外匯風險管理

本集團主要在中國經營業務，因而面對多種外幣產生的外匯風險，主要為港元、美元、歐元及人民幣。本集團一直以來都很關注匯率波動和市場趨勢。本集團的首席財務官管理本集團的外匯對沖，而本集團的行政總裁則監督本集團的外匯對沖。根據本集團的對沖需要及當時的外匯情況，本集團的首席財務官將收集有關各種對沖工具的資料進行分析，並釐定止損點。隨後本集團的首席財務官將收集各銀行有關財務工具的報價，並向本集團的行政總裁呈報該報價，而本集團的行政總裁將評估及就是否訂立相關對沖協議作出決定。

近年來，歐元匯率波動，而歐洲市場為本集團模具製作分部的主要市場之一，為了對沖來自歐洲客戶取得的款項相應的貶值風險，我們的首席財務官收集了有關對沖工具的資料進行分析，綜合考慮本集團的業務運作後，本集團決定採用歐元貸款方案來對沖相應的歐元訂單未來應收款項的貶值風險。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

The Group's cash and bank balances were primarily denominated in US dollar, RMB, Euro and HK dollar. Its operating cash inflows and outflows were primarily denominated in RMB, US dollar, Euro and HK dollar. The Group will closely monitor the exchange rate movements and regularly review its gearing structure so as to mitigate the expected exchange rate risk.

RMB EXCHANGE RATE RISK

The Group's major revenue is principally denominated in US dollar, Euro, HK dollar and RMB, and the Group's major expenses are denominated in RMB. The conversion of RMB into foreign currencies is subject to the rules and regulations of foreign exchange control promulgated by the PRC government. The Group has not entered into any agreement for RMB hedging purpose.

CAPITAL STRUCTURE

There was no change in the capital structure of the Company during the Period, and the Company's capital included ordinary shares and other reserves.

PLANS FOR MATERIAL CAPITAL INVESTMENTS

The Group have invested in capacity expansion and investment projects to capitalize the potential growth of the Group's business in the coming years in the manner set out in the section headed "Future Plans and Use of Proceeds" in the Prospectus.

本集團的現金及銀行結餘主要以美元、人民幣、歐元及港元計值。其經營現金流入及流出主要以人民幣、美元、歐元及港元計值。本集團將密切監察匯率波動，並定期檢討其資產負債結構，以降低預期匯率風險。

人民幣匯率風險

本集團主要收入主要以美元、歐元、港元及人民幣計值，而本集團主要支出主要以人民幣計值。人民幣兌換成外幣須遵守中國政府頒佈的外匯管理條例及規定。本集團沒有訂立任何為人民幣對沖的協議。

資本結構

本公司之資本結構於本期間內並無變動，本公司之資本包括普通股及其他儲備。

重大資本投資計劃

本集團已按招股章程「未來計劃及所得款項用途」一節所載的方式投資於產能擴充及投資項目，以把握本集團未來業務的潛在增長。

Management Discussion and Analysis (Continued) 管理層討論及分析(續)

STAFF POLICY

As at 30 June 2020, the Group had 3,475 full-time employees (31 December 2019: 4,072) and 370 workers dispatched to us from third party staffing companies (31 December 2019: 632).

The Group's remuneration policy aims to offer competitive remuneration packages to recruit, retain and motivate competent directors and employees. The Group believes the remuneration packages are reasonable and competitive and in line with market trends. The Group has put in place a share option scheme and a share award scheme for its directors and employees in a bid to provide a competitive remuneration packages for the Group's long-term growth and development. The Group also provides appropriate training and development programmes to its employees to enhance the staff's work ability and personal performance.

The Group has implemented training programmes for the employees to meet different job requirements. The Group believes that these initiatives have contributed to increasing employee productivity.

As required by PRC regulations, the Group makes contributions to mandatory social security funds for the benefits of its PRC employees which provide pension insurance, medical insurance, unemployment insurance, work-related injury insurance, maternity insurance and housing funds.

MATERIAL ACQUISITIONS AND DISPOSALS

During the six months ended 30 June 2020, the Group has made no material acquisitions or disposals of subsidiaries.

員工政策

於2020年6月30日，本集團擁有3,475名全職僱員(2019年12月31日：4,072名)及370名由第三方勞務公司派遣的工人(2019年12月31日：632名)。

本集團的薪酬政策旨在為招募、挽留及鼓勵有能力的董事及僱員提供具競爭力的薪酬待遇。本集團認為，有關薪酬待遇屬合理及具競爭力，並與市場趨勢相吻合。本集團已為其董事及僱員設立購股權計劃及股份獎勵計劃，力爭為本集團的長期增長及發展提供具競爭力的薪酬待遇。本集團亦向其僱員提供適當的培訓及發展計劃，旨在提升員工的工作能力及個人績效。

本集團已實施僱員培訓計劃，以應對不同職位的要求。本集團相信，該等舉措有助於提高僱員的生產力。

如中國法規規定，本集團已為其中國僱員繳交強制性社保基金，包括養老保險、醫療保險、失業保險、工傷保險、生育保險及住房公積金。

重大收購及出售

於截至2020年6月30日止六個月，本集團並未有任何重大收購或出售附屬公司。

Management Discussion and Analysis (Continued)

管理層討論及分析(續)

CONTINGENT LIABILITIES

As at 30 June 2020, the Group did not have any significant contingent liabilities.

PROSPECT

Economic recovery is dragged down by uncertainties caused by global economic activities' disruptions due to the ongoing global COVID-19 epidemic, and geopolitical turmoil. Nevertheless, the management considers that the worst has passed in the first half of the year, and the Group is catching up with the delayed production schedule and processing the backlog of orders and believes that the pandemic shall exert certain effect on our business in the second half of the year. The management will continue to respond to market conditions and economic fluctuations in the second half of the year in a prudent and flexible manner, striving to maintain a steady development throughout the year.

As there is no under-control indication of the epidemic in the western countries for the time being, the Group has stepped up its efforts to develop its business in China and reach out to more Chinese customers, especially those leaders in the consumer electronics industry. In recognition of the importance of diversification, the Group will continue to focus on diversification in both customer and geography for future development to diversify geographical risks. In the second half of the year, the Group may slow down its overseas plant expansion and acquisition plans, but will continuously monitor all opportunities conducive to long-term development and make plans prudently.

The Group expects the market conditions to remain volatile in the second half of 2020. However, with solid business foundation, strong financial strength and sound corporate governance, the Group will overcome difficulties and weather storms under the leadership of our cautiously optimistic management.

或然負債

於2020年6月30日，本集團並無任何重大或然負債。

展望

面對在全球持續反覆蔓延的新型冠狀病毒肺炎，全球經濟活動受阻，以及地緣政治紛擾，種種不確定性正拖慢經濟復甦步伐。雖然如此，管理層認為最壞的時間已在上半年過去，本集團現正追趕延遲了的生產進度及處理積壓的訂單，但相信疫情對下半年業務仍有一定影響。管理層將繼續以審慎靈活的態度應對下半年的市場情況及經濟波動，努力維持全年業務穩健發展。

由於西方國家的疫情暫時未有受控跡象，因此本集團已加大力度發展中國地區業務，致力開發更多中國客戶，尤其是消費電子行業的領先企業。本集團了解多元化的重要性，並繼續以多元化為未來發展重點，不只客戶多元化，亦著重於地區多元化，分散地域風險。下半年，海外擴充廠房及收購計劃或有所放慢，但本集團仍持續關注一切對長遠發展有利的機遇，審慎部署。

本集團預期2020年下半年市況仍然動盪，但本集團的業務基礎紮實，具備一定的財政實力及企業管治規範的優勢，管理層審慎樂觀，將能帶領本集團迎難而上，乘風破浪。

CORPORATE GOVERNANCE AND OTHER INFORMATION

企業管治及其他資料

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS IN SHARES, UNDERLYING SHARES AND DEBENTURES

董事及最高行政人員於股份、相關股份及債券中的權益

As at 30 June 2020, the interests of the directors or chief executive of the Company in the shares of the Company which were recorded in the register required to be kept pursuant to Section 352 of the Securities and Futures Ordinance (the “SFO”), or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) pursuant to the “Model Code for Securities Transactions by Directors of Listed Issuers” (the “Model Code”, Appendix 10 to the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”)), were as follows:

於2020年6月30日，本公司董事或最高行政人員於本公司的股份中擁有須根據證券及期貨條例(「證券及期貨條例」)第352條記錄於該條所指的登記冊內的權益，或須根據《上市發行人董事進行證券交易的標準守則》(「標準守則」，香港聯合交易所有限公司(「聯交所」)證券上市規則「上市規則」附錄10)知會本公司及聯交所的權益如下：

Long position in the shares of the Company

於本公司股份的好倉

Name of director 董事姓名	Capacity/ Nature of interests 身份／權益性質	Number of shares 股份數目	Approximate percentage of shareholding in the Company* 於本公司的概約股權百分比*
Mr. Li Pui Leung (“Mr. Li”) 李沛良先生(「李沛良先生」)	Interests in controlled corporations (Note 1) 受控制法團權益(附註1)	425,054,000	51.01%
Mr. Yung Kin Cheung Michael (“Mr. Yung”) 翁建翔先生(「翁先生」)	Interests in controlled corporation (Note 2) 受控制法團權益(附註2)	55,620,000	6.67%
Mr. Lee Leung Yiu (“Mr. Lee”) 李良耀先生(「李良耀先生」)	Interests in controlled corporation (Note 3) 受控制法團權益(附註3)	53,640,000	6.44%

Corporate Governance and Other Information (Continued)

企業管治及其他資料(續)

Notes:

1. These shares were held by Eastern Mix Company Limited ("Eastern Mix") (for 335,654,000 shares) and Lead Smart Development Limited ("Lead Smart") (for 89,400,000 shares) respectively. The issued share capital of Eastern Mix is owned as to 45%, 28% and 27% by Mr. Li, Mr. Yung and Mr. Lee, respectively; and Lead Smart is wholly-owned and controlled by Mr. Li. As Eastern Mix and Lead Smart are controlled corporations of Mr. Li, he is deemed to be interested in these shares held by these two corporations pursuant to Part XV of the SFO.
 2. These shares were held by Cheer Union Development Ltd. ("Cheer Union"), a corporation wholly-owned and controlled by Mr. Yung.
 3. These shares were held by Normal Times International Limited ("Normal Times"), a corporation wholly-owned and controlled by Mr. Lee.
- * The percentage represents the number of ordinary shares involved divided by the number of the Company's issued shares as at 30 June 2020.

Save as disclosed above, as at 30 June 2020, none of the directors nor chief executive of the Company had any interests or short positions in shares or underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which has been recorded in the register required to be kept pursuant to Section 352 of the SFO, or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2020, the following corporations had interests in 5% or more of the issued share capital of the Company as recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO, or as known by the Company:

附註：

1. 該等股份分別由集東有限公司(「集東」)(佔335,654,000股股份)及安領發展有限公司(「安領」)(佔89,400,000股股份)持有。集東的已發行股本分別由李沛良先生、翁先生及李良耀先生持有45%、28%及27%；另外，李沛良先生全資擁有及控制安領。由於集東及安領為李沛良先生的受控制法團，故根據證券及期貨條例第XV部，彼被視為於該兩間公司持有的股份中擁有權益。
 2. 該等股份由興邦發展有限公司(「興邦」)持有，該公司由翁先生全資擁有及控制。
 3. 該等股份由適時國際有限公司(「適時」)持有，該公司由李良耀先生全資擁有及控制。
- * 百分比指所涉及的普通股數目除以本公司於2020年6月30日已發行的股份數目。

除上文所披露者外，於2020年6月30日，概無本公司董事或最高行政人員於本公司或其任何相關法團(定義見證券及期貨條例第XV部)的股份、相關股份或債券中擁有根據證券及期貨條例第352條須予存置的登記冊內所記錄的任何權益或淡倉，或須根據標準守則知會本公司及聯交所的權益或淡倉。

主要股東於股份及相關股份的權益

於2020年6月30日，本公司根據證券及期貨條例第336條規定須由本公司存置的權益登記冊所記錄或就本公司所知，以下法團擁有本公司5%或以上的已發行股本的權益：

Corporate Governance and Other Information (Continued) 企業管治及其他資料(續)

Long position in the shares of the Company

於本公司股份的好倉

Name of shareholder	Capacity/ Nature of interests	Number of shares	Approximate percentage of shareholding in the Company* 於本公司的概約 股權百分比*
股東姓名	身份／權益性質	股份數目	
Eastern Mix (Note 1) 集東(附註1)	Beneficial owner 實益擁有人	335,654,000	40.28%
Lead Smart (Note 1) 安領(附註1)	Beneficial owner 實益擁有人	89,400,000	10.73%
Cheer Union (Note 2) 興邦(附註2)	Beneficial owner 實益擁有人	55,620,000	6.67%
Normal Times (Note 3) 適時(附註3)	Beneficial owner 實益擁有人	53,640,000	6.44%
Value Partners Group Limited (Note 4) 惠理集團有限公司(附註4)	Interest in controlled corporations 受控制法團權益	65,302,000	7.84%
Value Partners High-Dividend Stocks Fund 惠理高息股票基金	Beneficial owner 實益擁有人	58,200,000	6.98%
FIL Limited (Note 5) FIL Limited(附註5)	Interest in controlled corporations 受控制法團權益	45,332,000	5.44%
Pandanus Partners L.P. (Note 5) Pandanus Partners L.P.(附註5)	Interest in controlled corporations 受控制法團權益	45,332,000	5.44%
Pandanus Associates Inc. (Note 5) Pandanus Associates Inc.(附註5)	Interest in controlled corporations 受控制法團權益	45,332,000	5.44%
FMR LLC (Note 6) FMR LLC(附註6)	Interest in controlled corporations 受控制法團權益	49,415,526	5.93%

Corporate Governance and Other Information (Continued)

企業管治及其他資料(續)

Notes:

1. The above interests of Eastern Mix and Lead Smart were also disclosed as the interests of Mr. Li in the above section headed "Directors' and Chief Executive's Interests in Shares, Underlying Shares and Debentures".
 2. The above interests of Cheer Union were also disclosed as the interests of Mr. Yung in the above section headed "Directors' and Chief Executive's Interests in Shares, Underlying Shares and Debentures".
 3. The above interests of Normal Times were also disclosed as the interests of Mr. Lee in the above section headed "Directors' and Chief Executive's Interests in Shares, Underlying Shares and Debentures".
 4. These 65,302,000 shares were held by Value Partners Limited, a wholly-owned subsidiary of Value Partners Hong Kong Limited, which in turn was a wholly-owned subsidiary of Value Partners Group Limited. Accordingly, Value Partners Hong Kong Limited and Value Partners Group Limited were deemed to be interested in these shares pursuant to Part XV of the SFO.
 5. Pandanus Associates Inc. is a general partner of Pandanus Partners L.P., which in turn owns as to 36.86% in FIL Limited. FIL Limited was deemed to be interested in these 45,332,000 shares of the Company through a series of subsidiaries. Accordingly, Pandanus Associates Inc., Pandanus Partners L.P. and FIL Limited were deemed to be interested in these shares pursuant to Part XV of the SFO.
 6. FMR LLC was deemed to be interested in these 49,415,526 shares through a series of subsidiaries pursuant to Part XV of the SFO.
- * The percentage represents the number of ordinary shares involved divided by the number of the Company's issued shares as at 30 June 2020.

Save as disclosed above, as at 30 June 2020, no person, other than the directors and chief executive of the Company whose interests are set out in the section headed "Directors' and Chief Executive's Interests in Shares, Underlying Shares and Debentures" above, had any interests or short positions in the shares or underlying shares of the Company as recorded in the register of interests required to be kept pursuant to Section 336 of the SFO.

附註：

1. 以上集東及安領之權益於上文「董事及最高行政人員於股份、相關股份及債券中的權益」一節中亦已披露為李沛良先生的權益。
 2. 以上興邦之權益於上文「董事及最高行政人員於股份、相關股份及債券中的權益」一節中亦已披露為翁先生的權益。
 3. 以上適時之權益於上文「董事及最高行政人員於股份、相關股份及債券中的權益」一節中亦已披露為李良耀先生的權益。
 4. 該等65,302,000股股份由惠理基金管理香港有限公司的全資附屬公司惠理基金管理公司持有，而惠理基金管理香港有限公司為惠理集團有限公司的全資附屬公司。因此，根據證券及期貨條例第XV部，惠理基金管理香港有限公司及惠理集團有限公司被視為於該等股份中擁有權益。
 5. Pandanus Associates Inc.是Pandanus Partners L.P.的普通合夥人，而Pandanus Partners L.P.持有FIL Limited 36.86%的股份。而FIL Limited透過一系列附屬公司被視為擁有本公司該等45,332,000股股份的權益。因此，根據證券及期貨條例第XV部Pandanus Associates Inc.、Pandanus Partners L.P.以及FIL Limited被視為於該等股份中擁有權益。
 6. 根據證券及期貨條例第XV部，FMR LLC被視為透過一系列附屬公司間接擁有該等49,415,526股股份的權益。
- * 百分比指所涉及的普通股數目除以本公司於2020年6月30日已發行的股份數目。

除上文所披露者外，於2020年6月30日，概無人士(權益載於上文「董事及最高行政人員於股份、相關股份及債券中的權益」一節的本公司董事及最高行政人員除外)於本公司股份或相關股份中擁有根據證券及期貨條例第336條須存置的權益登記冊所記錄的任何權益或淡倉。

Corporate Governance and Other Information (Continued) 企業管治及其他資料(續)

DIVIDEND

On Friday, 21 August 2020, the Board resolved to declare an interim dividend of HK2.0 cents per share for the six months ended 30 June 2020, amounting to a total of approximately HK\$16,665,000. The interim dividend is expected to be paid on Thursday, 24 September 2020 to all shareholders whose names appear on the register of members of the Company at the close of business on Friday, 11 September 2020.

CLOSURE OF REGISTER OF MEMBERS

For determining the entitlement to the aforesaid interim dividend, the register of members of the Company will be closed from Wednesday, 9 September 2020 to Friday, 11 September 2020, both dates inclusive, during which period no transfer of shares will be registered. In order to be qualified for the interim dividend, unregistered holders of shares of the Company should ensure that all share transfer documents, accompanied by the relevant share certificates, are lodged with the branch share registrar of the Company, Tricor Investor Services Limited, at Level 54, Hopewell Centre, 183 Queen's Road East, Hong Kong, for registration not later than 4:30 p.m. on Tuesday, 8 September 2020.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, sold or redeemed listed securities of the Company during the six months ended 30 June 2020.

CORPORATE GOVERNANCE

The Company believes that good corporate governance is important for maintaining and promoting investor confidence and for the sustainable growth of the Group. The directors of the Company are of the view that the Company has complied with all the code provisions set out in the Corporate Governance Code as contained in Appendix 14 to the Listing Rules during the six months ended 30 June 2020.

股息

董事會於2020年8月21日(星期五)決議宣派截至2020年6月30日止六個月的中期股息每股2.0港仙，合共約16,665,000港元。該中期股息預期於2020年9月24日(星期四)支付予在2020年9月11日(星期五)營業時間結束時名列於本公司股東名冊內的所有股東。

暫停辦理股份過戶登記手續

為釐定收取上述中期股息的資格，本公司將自2020年9月9日(星期三)至2020年9月11日(星期五)(首尾兩日包括在內)暫停辦理股份過戶登記手續，期間概不會受理任何股份過戶登記。為符合資格收取中期股息，本公司未登記股份持有人須確保所有股份過戶文件連同相關股票不遲於2020年9月8日(星期二)下午4時30分送達本公司的股份過戶登記分處卓佳證券登記有限公司(地址為香港皇后大道東183號合和中心54樓)辦理登記手續。

購買、出售或贖回本公司的上市證券

截至2020年6月30日止六個月，本公司或其任何附屬公司概無購買、出售或贖回本公司上市證券。

企業管治

本公司相信好的企業管治對於維持及增進投資者信心以及本集團的持續發展非常重要。本公司董事認為，於截至2020年6月30日止六個月，本公司已遵守上市規則附錄14所載之企業管治守則所載的所有守則條文。

Corporate Governance and Other Information (Continued) 企業管治及其他資料(續)

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code (Appendix 10 to the Listing Rules) as its own code of conduct regarding directors' dealings in the securities of the Company. All directors of the Company have confirmed, following specific enquiry by the Company, that they have complied with the required standards set out in the Model Code throughout the six months ended 30 June 2020.

COMPLIANCE WITH THE WRITTEN GUIDELINES FOR SECURITIES TRANSACTIONS BY THE RELEVANT EMPLOYEES

The Company has established written guidelines for the relevant employees of the Group (the "Relevant Employees") in respect of their dealings in the securities of the Company (the "Written Guidelines") on terms no less exacting than the required standards set out in the Model Code. For this purpose, "Relevant Employee" includes any employee of the Company or a director or employee of a subsidiary or holding company of the Company who, because of such office or employment, is likely to possess inside information in relation to the Company or its securities. No incident of non-compliance of the Written Guidelines was noted by the Company during the six months ended 30 June 2020.

SHARE OPTION SCHEME

The Company adopted a share option scheme on 29 November 2013 (the "Share Option Scheme") for the purpose of providing incentives or rewards to eligible participants (including employees, executives or officers, directors including non-executive directors and independent non-executive directors, advisers, consultants, suppliers, customers and agents of the Company or any of its subsidiaries) for their contribution to the long term growth of the Group and to enable the Company to attract and retain high caliber employees.

During the six months ended 30 June 2020, there was no outstanding share option for the subscription of new shares held by any parties.

董事對證券交易標準守則的遵守

本公司已採納標準守則(上市規則附錄10)作為本公司董事進行證券交易的自訂行為守則。本公司已向全體董事作具體查詢，全體本公司董事確認，彼等於截至2020年6月30日止六個月內一直遵守標準守則所載的規定標準。

有關僱員對證券交易書面指引的遵守

本公司已制定了不低於標準守則所定標準的書面指引(「書面指引」)，作為本集團有關僱員(「有關僱員」)進行本公司證券交易的行為指引。為此，「有關僱員」包括任何本公司的僱員、本公司附屬公司或母公司的董事或僱員；而這些僱員因其職務或僱員關係而可能會擁有關於本公司或其證券的內幕消息。截至2020年6月30日止六個月，本公司並無獲悉不遵守書面指引之情況。

購股權計劃

本公司已於2013年11月29日採納一項購股權計劃(「購股權計劃」)，以就合資格參與者(包括本公司或其任何附屬公司的僱員、行政人員或高級職員、董事(包括非執行董事及獨立非執行董事)、顧問、諮詢人士、供應商、客戶及代理)為本集團的長期增長作出的貢獻向他們提供獎勵或回報，並有助本公司吸引及挽留有才能的僱員。

於截至2020年6月30日止六個月期間，概無任何人士持有可認購新股份且尚未行使之購股權。

Corporate Governance and Other Information (Continued) 企業管治及其他資料(續)

SHARE AWARD SCHEME

The Company adopted a share award scheme on 25 February 2019 (the “Share Award Scheme”) as means to recognise the contribution by the Group’s personnel and to provide them with incentives to retain them for the continual operation and development of the Group. The shares of the Company to be awarded under the Share Award Scheme will be purchased by the trustee from the open market out of cash contributed by the Group or subscribed by the trustee when allotted and issued by the Company under a general mandate granted or to be granted by the shareholders of the Company from time to time to allot, issue or otherwise deal with the Company’s shares in accordance with the Listing Rules for the purpose of the trust and be held on trust for the Eligible Participants (as defined under the Share Award Scheme) (other than Excluded Participants (as defined under the Share Award Scheme)) until such shares are vested with the relevant Selected Participants (as defined under the Share Award Scheme) in accordance with the provisions of the Share Award Scheme.

Details of the movements of the share awards under the Share Award Scheme for the six months ended 30 June 2020 are as follows:

股份獎勵計劃

本公司已於2019年2月25日採納一項股份獎勵計劃(「股份獎勵計劃」)，作為肯定本集團人員所作出貢獻及向彼等提供獎勵以挽留彼等繼續協助本集團營運及發展的方法。根據股份獎勵計劃將予獎勵的本公司股份將由受託人以本集團提供的現金於公開市場購入，或由受託人於本公司就信託而言根據本公司股東根據上市規則不時授出或將授出以配發、發行或以其他方式處置本公司股份的一般授權進行配發及發行時認購，並以信託形式代合資格參與者(股份獎勵計劃所定義)(不包括除外參與者(股份獎勵計劃所定義))持有，直至該等股份根據股份獎勵計劃條文歸屬予相關選定參與者(股份獎勵計劃所定義)為止。

於截至2020年6月30日止六個月期間，股份獎勵計劃下之股份獎勵變動詳情如下：

		Number of shares 股份數目 (thousands) (千股)
Opening balance as at 1 January 2020	於2020年1月1日的期初結餘	1,154
Acquisition of shares by the trustee	受託人購買股份	1,778
Balance as at 30 June 2020	於2020年6月30日的結餘	2,932

As at 30 June 2020, all the above-mentioned share awards were held by the trustee, and no share awards have been granted to any grantees.

於2020年6月30日，上述所有股份獎勵均由受託人持有，且尚未向任何承授人授出股份獎勵。

Corporate Governance and Other Information (Continued) 企業管治及其他資料(續)

AUDIT COMMITTEE

The Audit Committee comprises three independent non-executive directors of the Company, namely, Mr. Tsang Wah Kwong (Chairman), Dr. Chung Chi Ping Roy and Ms. Christine Wan Chong Leung.

The Audit Committee has reviewed with management the accounting policies and practices adopted by the Group and discussed, among other things, risk management, internal controls and financial reporting matters including a review of the unaudited interim financial information for the six months ended 30 June 2020.

審核委員會

審核委員會由本公司三位獨立非執行董事曾華光先生(主席)、鍾志平博士及梁蘊莊女士組成。

審核委員會與管理層已審閱本集團採納之會計政策及常規，並就(其中包括)風險管理、內部監控及財務申報事宜進行了討論，包括審閱截至2020年6月30日止六個月之未經審計中期財務資料。

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

中期財務資料審閱報告



To the Board of Directors of TK Group (Holdings) Limited
(Incorporated in the Cayman Islands with limited liability)

致東江集團(控股)有限公司董事會
(於開曼群島註冊成立的有限公司)

INTRODUCTION

We have reviewed the interim financial information set out on pages 33 to 68, which comprises the interim condensed consolidated balance sheet of TK Group (Holdings) Limited (the “Company”) and its subsidiaries (together, the “Group”) as at 30 June 2020 and the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

緒言

我們已審閱載於第33至68頁之東江集團(控股)有限公司(「貴公司」)及其附屬公司(統稱「貴集團」)財務資料，該等中期財務資料包括於2020年6月30日之中期簡明合併資產負債表以及截至該日止六個月期間之中期簡明合併綜合收益表、中期簡明合併權益變動表及中期簡明合併現金流量表以及主要會計政策概要與其他說明附註。香港聯合交易所有限公司證券上市規則規定，就中期財務資料之擬備報告必須符合上市規則之相關規定及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」。貴公司董事須負責根據香港會計準則第34號「中期財務報告」擬備及呈列該中期財務資料。我們的責任是根據我們的審閱對該等中期財務資料作出結論，並僅按照我們協定的業務約定條款向閣下(作為整體)報告我們的結論。除此之外本報告別無其他目的。我們不會就本報告之內容而對任何其他人士承擔或負上任何責任。

Report on Review of Interim Financial Information (Continued)

中期財務資料審閱報告(續)

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting”.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 21 August 2020

審閱範圍

我們已根據香港會計師公會頒佈的香港審閱準則第2410號「由實體的獨立核數師執行的中期財務資料審閱」進行審閱。中期財務資料之審閱包括主要向負責財務及會計事務之人員作出查詢，及應用分析性和其他審閱程序。審閱的範圍遠較根據香港審計準則進行審計的範圍為小，故不能令我們可保證我們將知悉在審計中可能被發現的所有重大事項。因此，我們不會發表審計意見。

結論

按照我們的審閱，我們並無發現任何事項，令我們相信 貴集團的中期財務資料未有在各重大方面根據香港會計準則第34號「中期財務報告」擬備。

羅兵咸永道會計師事務所
執業會計師

香港，2020年8月21日

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

中期簡明合併資產負債表

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

		As at	
		於	
		30 June	31 December
		2020	2019
		2020年	2019年
		6月30日	12月31日
		(Unaudited)	(Audited)
		(未經審計)	(經審計)
		Note	
		附註	
ASSETS	資產		
Non-current assets	非流動資產		
Property, plant and equipment	物業、廠房及設備	9	552,951
Intangible assets	無形資產	9	22,972
Investment in an associate	於聯營公司之投資	10	14,855
Prepayments for property, plant and equipment	物業、廠房及設備的預付款		14,948
Financial assets at fair value through profit or loss	以公允價值計量且其變動計入損益的金融資產	8	33,621
Right-of-use assets	使用權資產	9,18	109,007
			748,354
			820,598
Current assets	流動資產		
Inventories	存貨	11	441,959
Trade and other receivables	貿易及其他應收款項	12	253,312
Deposits for bank borrowings	銀行借貸的按金	17(a)	134,075
Restricted cash	受限制現金		880
Cash and cash equivalents	現金及現金等價物		678,452
			1,508,678
			1,503,945
Total assets	總資產		2,257,032
			2,324,543
EQUITY AND LIABILITIES	權益及負債		
Equity attributable to owners of the Company	本公司擁有人應佔權益		
Share capital	股本	13	83,326
Share premium	股份溢價	13	251,293
Shares held for employee share scheme	就僱員股份計劃持有之股份	14	(10,416)
Other reserves	其他儲備		(2,327)
Retained earnings	保留溢利		807,539
			83,326
			251,293
			(5,517)
			21,188
			841,175
Total equity	權益總額		1,129,415
			1,191,465

Interim Condensed Consolidated Balance Sheet (Continued) 中期簡明合併資產負債表(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

		As at	
		於	
		30 June	31 December
		2020	2019
		2020年	2019年
		6月30日	12月31日
		(Unaudited)	(Audited)
		(未經審計)	(經審計)
		Note	
		附註	
Liabilities	負債		
Non-current liabilities	非流動負債		
Bank borrowings	銀行借貸	17	122,492
Lease liabilities	租賃負債	18	55,342
Deferred income on government grants	政府補助遞延收入	19	40,910
Deferred income tax liabilities	遞延所得稅負債	20	40,877
			259,621
			248,761
Current liabilities	流動負債		
Trade and other payables	貿易及其他應付款項	16	307,918
Contract liabilities	合約負債		284,717
Income tax liabilities	所得稅負債		21,643
Bank borrowings	銀行借貸	17	188,326
Lease liabilities	租賃負債	18	65,392
			867,996
			884,317
Total liabilities	總負債		1,127,617
			1,133,078
Total equity and liabilities	權益及負債總額		2,257,032
			2,324,543

The notes on pages 39 to 68 form an integral part of this interim financial information.

第39至68頁所載附註構成本中期財務資料之一部分。

The interim financial information on pages 33 to 68 were approved by the Board of Directors on 21 August 2020 and were signed on its behalf.

第33至68頁所載中期財務資料已於2020年8月21日獲董事會批准並獲其代表簽署。

Li Pui Leung
李沛良

Yung Kin Cheung Michael
翁建翔

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME 中期簡明合併綜合收益表

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
		(Unaudited) (未經審計)	(Unaudited) (未經審計)
	Note 附註		
Revenue	收入	7	
Cost of sales	銷售成本	22	
		729,393	1,004,945
		(566,914)	(728,575)
Gross profit	毛利		276,370
Other income	其他收入	21	22,737
Other gains/(losses) – net	其他收益/(虧損)淨額	21	(8,639)
Selling expenses	銷售開支	22	(35,798)
Administrative expenses	行政開支	22	(117,640)
		46,651	137,030
Operating profit	經營溢利		
Interest income	利息收入	23	10,814
Interest expenses	利息開支	23	(10,908)
		992	(94)
Finance income/(cost) – net	融資收入/(成本) – 淨額		
Share of net loss of an associate accounted for using the equity method	使用權益法入賬之 應佔聯營公司虧損淨額	10	–
		(671)	
Profit before income tax	除所得稅前溢利		136,936
Income tax expense	所得稅開支	24	(22,813)
		46,972	
Profit for the period attributable to owners of the Company	本公司擁有人應佔期內溢利		114,123
		41,357	
Other comprehensive income	其他綜合收益		
<i>Item that may be reclassified to profit and loss:</i>	<i>可能重新分類至 損益之項目：</i>		
Currency translation differences	匯兌差額		(2,230)
		(24,521)	
Total comprehensive income for the period	期內綜合收益總額		111,893
		16,836	
Earnings per share attributable to equity holders of the Company (expressed in HK cents per share)	本公司權益持有人 應佔每股盈利 (以每股港仙列值)		
– Basic and diluted	– 基本及攤薄	25	13.7
		5.0	

The notes on pages 39 to 68 form an integral part of this interim financial information.

第39至68頁所載附註構成本中期財務資料之一部分。

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

中期簡明合併權益變動表

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

	Note	Share capital	Share premium	Shares held for employee share scheme	Other reserves			Retained earnings	Total
					Statutory reserves	Share-based payments	Currency translation reserve		
	附註	股本	股份溢價	僱員持有的股份	法定儲備	以股份為基礎之付款	匯兌儲備	保留溢利	總計
For the six months ended 30 June 2020 (unaudited)	截至2020年6月30日止六個月(未經審計)								
Balance at 1 January 2020	於2020年1月1日的結餘	83,326	251,293	(5,517)	97,589	1,239	(77,640)	841,175	1,191,465
Comprehensive income	綜合收益								
Profit for the period	期內溢利	-	-	-	-	-	-	41,357	41,357
Currency translation differences	匯兌差額	-	-	-	-	-	(24,521)	-	(24,521)
Total comprehensive income	綜合收益總額	-	-	-	-	-	(24,521)	41,357	16,836
Contributions by and distributions to owners of the Company recognised directly in equity	於權益直接確認之本公司擁有人出資及應佔分派								
Acquisition of shares under employee share scheme	根據僱員股份計劃收購股份	14	-	(4,899)	-	-	-	-	(4,899)
Employee share schemes – value of employee services	僱員股份計劃—僱員服務價值	15	-	-	-	1,006	-	-	1,006
Dividends	股息	26	-	-	-	-	-	(74,993)	(74,993)
Total contributions by and distributions to owners of the Company for the period	期內本公司擁有人出資及應佔分配總額	-	-	(4,899)	-	1,006	-	(74,993)	(78,886)
Balance at 30 June 2020 (unaudited)	於2020年6月30日的結餘(未經審計)	83,326	251,293	(10,416)	97,589	2,245	(102,161)	807,539	1,129,415

Interim Condensed Consolidated Statement of Changes In Equity (Continued) 中期簡明合併權益變動表(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

						Other reserves 其他儲備			
		Share capital	Share premium	Shares held for employee share scheme	Statutory reserves	Share- based payments	Currency translation reserve	Retained earnings	Total
		股本	股份 溢價	就僱員 股份計劃 持有的股份	法定 儲備	以股份 為基礎 之付款	匯兌 儲備	保留 溢利	總計
For the six months ended	截至2019年6月30日止								
30 June 2019 (unaudited)	六個月(未經審計)								
Balance at 1 January 2019	於2019年1月1日的結餘	83,326	251,293	-	79,665	-	(54,441)	715,615	1,075,458
Comprehensive income	綜合收益								
Profit for the period	期內溢利	-	-	-	-	-	-	114,123	114,123
Currency translation differences	匯兌差額	-	-	-	-	-	(2,230)	-	(2,230)
Total comprehensive income	綜合收益總額	-	-	-	-	-	(2,230)	114,123	111,893
Contributions by and distributions to owners of the Company recognised directly in equity	於權益直接確認之本公司擁有人出資及應佔分派								
Dividends	股息	-	-	-	-	-	-	(116,656)	(116,656)
Total contributions by and distributions to owners of the Company for the period	期內本公司擁有人出資及應佔分配總額	-	-	-	-	-	-	(116,656)	(116,656)
Balance at 30 June 2019 (unaudited)	於2019年6月30日的結餘(未經審計)	83,326	251,293	-	79,665	-	(56,671)	713,082	1,070,695

The notes on pages 39 to 68 form an integral part of this interim financial information.

第39至68頁所載附註構成本中期財務資料之一部分。

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

中期簡明合併現金流量表

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

		Six months ended 30 June 截至6月30日止六個月	
		2020 (Unaudited) (未經審計)	2019 (Unaudited) (未經審計)
	Note 附註		
Cash flows from operating activities	來自經營活動的現金流量		
Cash generated from operations	經營產生的現金	184,189	112,426
Interest received	已收利息	2,008	7,349
Income tax paid	已付所得稅	(11,519)	(40,467)
Net cash generated from operating activities	經營活動所產生的現金淨額	174,678	79,308
Cash flows from investing activities	來自投資活動的現金流量		
Purchase of property, plant and equipment and intangible assets	購買物業、廠房及設備以及無形資產	(44,177)	(134,155)
Proceeds from disposal of property, plant and equipment	出售物業、廠房及設備的所得款項	921	2,408
Additions of financial assets at fair value through profit or loss	添置以公允價值計量且其變動計入損益的金融資產	(541,128)	(411,114)
Proceeds from financial assets at fair value through profit or loss	以公允價值計量且其變動計入損益的金融資產所得款項	546,180	414,579
Net cash used in investing activities	投資活動所用現金淨額	(38,204)	(128,282)
Cash flows from financing activities	來自融資活動的現金流量		
Proceeds from bank borrowings	銀行借貸所得款項	101,270	353,229
Repayments of bank borrowings	償還銀行借貸	(31,523)	(136,207)
Decrease/(increase) in deposits for bank borrowings	銀行借貸按金減少/(增加)	519	(30,613)
Interest paid	已付利息	(5,800)	(10,908)
Principal elements of lease payments	租賃付款的本金部分	(23,505)	(28,751)
Acquisition of shares for employee share scheme	就僱員股份計劃收購股份	(4,899)	-
Dividends paid	已付股息	(74,993)	(116,656)
Net cash (used in)/generated from financing activities	融資活動(所用)/所產生現金淨額	(38,931)	30,094
Net increase/(decrease) in cash and cash equivalents	現金及現金等價物增加/(減少)淨額	97,543	(18,880)
Cash and cash equivalents at beginning of the period	期初現金及現金等價物	582,878	753,811
Exchange losses on cash and cash equivalents	現金及現金等價物匯兌虧損	(1,969)	(3,159)
Cash and cash equivalents at end of the period	期末現金及現金等價物	678,452	731,772
Analysis of balances of cash and cash equivalents:	現金及現金等價物結餘分析：		
Cash and cash on hand	現金及手頭現金	679,332	762,602
Restricted cash	受限制現金	(880)	(30,830)
		678,452	731,772

The notes on pages 39 to 68 form an integral part of this interim financial information.

第39至68頁所載附註構成本中期財務資料之一部分。

NOTES TO THE INTERIM FINANCIAL INFORMATION

中期財務資料附註

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 28 March 2013 as an exempted company with limited liability. The address of the Company's registered office is Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The Company is an investment holding company and its subsidiaries (collectively the "Group") are principally engaged in the manufacturing, sales, subcontracting, fabrication and modification of molds and plastic components in the People's Republic of China (the "PRC"). As at 30 June 2020, the ultimate shareholders of the Group are Mr. Li Pui Leung, Mr. Yung Kin Cheung Michael and Mr. Lee Leung Yiu (the "Ultimate Shareholders"), each holding an effective equity interest of 28.86%, 17.95% and 17.31% in the Company, respectively.

On 20 December 2013, the Company completed public offering and shares of the Company were listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

This interim financial information ("Interim Financial Information") is presented in Hong Kong dollar ("HK\$"), unless otherwise stated.

This Interim Financial Information was approved for issue on 21 August 2020 and has not been audited.

2. BASIS OF PREPARATION OF HALF-YEAR REPORT

This condensed consolidated interim financial report for the half-year reporting period ended 30 June 2020 (the "Period") has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by Hong Kong Institute of Certified Public Accountants. The interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2019 which have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS"), and any public announcements made by the Group during the interim reporting period.

1. 一般資料

本公司於2013年3月28日於開曼群島註冊成立為獲豁免有限公司。本公司註冊辦事處的地址為Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands。本公司為一間投資控股公司，連同其附屬公司(統稱「本集團」)，主要在中華人民共和國(「中國」)從事模具及注塑組件的製造、銷售、代工、製作及修改。於2020年6月30日，本集團的最終股東為李沛良先生、翁建翔先生及李良耀先生(「最終股東」)，彼等各自於本公司分別持有28.86%、17.95%和17.31%的有效股本權益。

於2013年12月20日，本公司完成公開發售，本公司的股份在香港聯合交易所有限公司(「聯交所」)上市。

除另有所述者外，本中期財務資料(「中期財務資料」)乃以港元(「港元」)呈列。

本中期財務資料未經審計，並於2020年8月21日獲批准刊發。

2. 半年度報告編製基準

截至2020年6月30日止半年度報告期間(「本期間」)之本簡明綜合中期財務報告乃按照香港會計師公會頒佈的香港會計準則(「香港會計準則」)第34號「中期財務報告」編製。中期報告並無載有正常載於年度財務報告的所有附註類別。因此，本報告應與截至2019年12月31日止年度之年度報告以及本集團於中期報告期間公佈的公告一併閱讀，年度報告已按香港財務報告準則(「香港財務報告準則」)編製。

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

3. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2019, as described in those annual financial statements, except for the estimation of income tax using the tax rate that would be applicable to expected total annual earnings and the adoption of new or amendments to HKFRSs effective for the financial year beginning 1 January 2020.

3.1 New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

- (a) Definition of Material – Amendments to HKAS 1 and HKAS 8
- (b) Definition of a Business – Amendments to HKFRS 3
- (c) Revised Conceptual Framework for Financial Reporting
- (d) COVID-19-Related Rent Concessions – Amendments to HKFRS 16
- (e) Interest Rate Benchmark Reform – Amendments to HKFRS 9, HKAS 39 and HKFRS 7

3. 會計政策

所應用之會計政策與截至2019年12月31日止年度之年度財務報表中所述者一致，除所得稅估計乃按適用於預計年度盈利總額的稅率以及採納於2020年1月1日開始的財政年度生效的新訂香港財務報告準則或準則修訂計算。

3.1 本集團採納的新訂及經修訂準則

若干新訂或經修訂準則適用於本報告期間。本集團並無因採納該等準則而變更其會計政策或作出追溯調整。

- (a) 重大的定義－香港會計準則第1號及香港會計準則第8號的修訂
- (b) 業務的定義－香港財務報告準則第3號的修訂
- (c) 經修訂的財務報告概念框架
- (d) COVID-19相關租金寬減－香港財務報告準則第16號的修訂
- (e) 利率基準改革－香港財務報告準則第9號、香港會計準則第39號及香港財務報告準則第7號的修訂

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

3. ACCOUNTING POLICIES (Continued)

3. 會計政策(續)

3.2 Impact of standards issued but not yet applied by the Group

3.2 已頒佈但本集團尚未應用的準則的影響

**Effective for
annual periods
beginning on or after**
於以下日期或之後開始
之年度期間生效

Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	The effective date has now been deferred
香港財務報告準則第10號及香港會計準則第28號的修訂	投資者與其聯營公司或合營企業之間的資產出售或注入	生效日期現時已延遲
HKFRS 17	Insurance Contracts	1 January 2021
香港財務報告準則第17號	保險合約	2021年1月1日

The Group is in the process of making an assessment of the impact of these new and revised HKFRS upon initial application. So far the Group has identified no aspects of the new and revised standards and interpretations that are expected to have significant financial impact on the Group's performance and position.

本集團正著手評估首次應用此等新訂及經修訂香港財務報告準則的影響。本集團迄今尚未發現新訂及經修訂準則及詮釋的任何方面預期會對本集團的業績及狀況造成重大財務影響。

3.3 Changes in accounting policies

3.3 會計政策變動

HKFRS 16 (Amendment), "COVID-19-related rent Concessions" (effective for annual periods beginning on or after 1 June 2020). The amendment provides lessees with exemption from assessing whether COVID-19-related rent concession is a lease modification and requires lessees that apply the exemption to account for COVID-19-related rent concession as if they were not lease modifications. In applying HKFRS 16 (Amendment) for the first time, the Group has applied the practical expedient and elected not to assess whether COVID-19-related rent concession is a lease modification. All of the COVID-19-related rent concessions amounting to HK\$5,327,000 has been credited to the income statement within "other gains".

香港財務報告準則第16號(修訂本)「COVID-19相關租金寬減」(自2020年6月1日或之後開始的年度期間生效)。修訂本為承租人提供評估COVID-19相關租金寬減是否為一項租賃修訂的豁免，並要求應用該豁免的承租人將COVID-19相關租金寬減入賬，猶如其並非租賃修訂。於首次應用香港財務報告準則第16號(修訂本)時，本集團已採用實務簡易處理方法，並選擇對COVID-19相關租金寬減是否為一項租賃修訂不予評估。所有COVID-19相關租金寬減額5,327,000港元已於「其他收益」中確認。

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

4. ESTIMATES

The preparation of the Interim Financial Information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this Interim Financial Information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2019.

5. FINANCIAL RISK MANAGEMENT

5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

This Interim Financial Information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the 2019 Financial Statements.

There have been no changes in the risk management function since 31 December 2019 or in any risk management policies since 31 December 2019.

4. 估計

編製中期財務資料要求管理層作出判斷、估計及假設，有關判斷、估計及假設會影響會計政策的應用與資產及負債、收入及開支的列報金額。實際結果可能與該等估計有出入。

於編製本中期財務資料時，管理層於應用本集團之會計政策及估計不確定因素的主要來源時作出之重大判斷與截至2019年12月31日止年度之綜合財務報表所應用者一致。

5. 財務風險管理

5.1 財務風險因素

本集團因其業務活動面臨各種財務風險：市場風險(包括外匯風險、公允價值利率風險、現金流量利率風險及價格風險)、信貸風險及流動資金風險。

本中期財務資料並未包括年度財務報表規定的所有財務風險管理資料及披露，並應與2019年財務報表一併閱讀。

風險管理職能或任何風險管理政策自2019年12月31日以來並無任何變動。

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

5. FINANCIAL RISK MANAGEMENT (Continued)

5.2 Liquidity risk

Compared to 31 December 2019, there was no material change in the contractual undiscounted cash outflows for financial liabilities. The Group exercises prudent liquidity risk management by maintaining sufficient cash and bank balances. The Group's liquidity risk is further mitigated through the availability of financing through its own cash resources and the availability of banking facilities to meet its financial commitments. In the opinion of the directors, the Group does not have any significant liquidity risk.

5.3 Fair value estimation

The table below analyses financial instruments carried at fair value, by the levels of inputs to valuation techniques. The inputs to valuation techniques are categorised into three levels within a fair value hierarchy, as follows:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 – Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

5. 財務風險管理(續)

5.2 流動資金風險

相較2019年12月31日而言，金融負債的合同未貼現現金流出並無出現重大變動。本集團透過備有充足現金及銀行結餘審慎地管理流動資金風險。本集團的流動資金風險進一步透過其自有現金資源維持備用資金以及備有銀行融資以滿足財政承擔而得以緩解。董事認為，本集團並無任何顯著流動資金風險。

5.3 公允價值估計

下表透過估值技術的輸入數據層級分析按公允價值列賬的金融工具。估值技術輸入數據在公允價值層級範圍內被分類為以下三個層級：

- 第一層 – 相同資產或負債在活躍市場的報價(未經調整)。
- 第二層 – 除了第一層所包括的報價外，該資產或負債可觀察的輸入數據，可為直接(即價格)或間接(即源自價格)。
- 第三層 – 資產或負債並非基於可觀察市場數據的輸入數據(即不可觀察輸入數據)。

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

5. FINANCIAL RISK MANAGEMENT (Continued)

5.3 Fair value estimation (Continued)

(i) Fair value hierarchy

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the three levels prescribed under the accounting standards. An explanation of each level follows underneath the table.

	Note	Level 1 第一層 HK\$'000 千港元	Level 2 第二層 HK\$'000 千港元	Level 3 第三層 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Recurring fair value measurements at 30 June 2020					
Financial assets					
Financial assets at fair value through profit or loss – non current					
– Unlisted equity investments	8	-	-	33,621	33,621
Total financial assets		-	-	33,621	33,621

	Note	Level 1 第一層 HK\$'000 千港元	Level 2 第二層 HK\$'000 千港元	Level 3 第三層 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Recurring fair value measurements at 31 December 2019					
Financial assets					
Financial assets at fair value through profit or loss – non current					
– Unlisted equity investments	8	-	-	33,621	33,621
Total financial assets		-	-	33,621	33,621

5. 財務風險管理(續)

5.3 公允價值估計(續)

(i) 公允價值層級

本節闡述釐定於財務報表中確認及按公允價值計量的金融工具公允價值所作出的判斷及估計。為提供有關釐定公允價值所用輸入數據之可靠性指標，本集團已按會計準則規定將其金融工具分為三個層級。各層級於下表闡述。

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

5. FINANCIAL RISK MANAGEMENT (Continued)

5.3 Fair value estimation (Continued)

(i) Fair value hierarchy (Continued)

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. The Group did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at 30 June 2020.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity investments.

(ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include:

- for unlisted equity investments – discounted cash flow analysis.

All of the resulting fair value estimates are included in level 3 where the fair values have been determined based on present values and the discount rates used were adjusted for counterparty or own credit risk.

(iii) Valuation inputs and relationships to fair value (FV)

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements. See (ii) above for the valuation techniques adopted.

5. 財務風險管理(續)

5.3 公允價值估計(續)

(i) 公允價值層級(續)

本集團的政策是，於報告期末確認公允價值層級之間的轉入及轉出。於2020年6月30日，本集團並無按非經常性基準以公允價值計量任何金融資產或金融負債。

第三層：倘一項或多項重大輸入數據並非根據可觀察市場數據釐定，則該項工具會納入第三層。非上市股權投資屬此情況。

(ii) 用於釐定公允價值的估值技術

用以估計金融工具價值的特定估值技術包括：

- 用於非上市股權投資－貼現現金流量分析。

倘公允價值已按現值釐定及所用貼現率就對手方或自身信貸風險而調整，則所有所產生的公允價值估計乃納入第三層。

(iii) 估值輸入數據及與公允價值的關係

下表概述第三層公允價值計量所用重大不可觀察輸入數據的量化資料。有關所採納的估值技術，請參閱上文(ii)。

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

5. FINANCIAL RISK MANAGEMENT (Continued)

5.3 Fair value estimation (Continued)

(iii) Valuation inputs and relationships to fair value (FV) (Continued)

Description	Fair value at 30 June 2020 於2020年 6月30日 之公允價值	Unobservable inputs* 不可觀察輸入數據*	Range of inputs (probability-weighted average) 輸入數據範圍 (概率加權 平均數)	Relationship of unobservable inputs to fair value 不可觀察輸入數據與 公允價值的關係
Unlisted equity investments – Precision Robotics Limited 非上市股權投資 – Precision Robotics Limited	23,621	Discount rate for discounting estimated cash flows 貼現估計現金流量之 貼現率 Net profit rate 淨利率	19% – 21% 15% – 17%	Lower discount rate for discounting estimated cash flows (-1%) and higher net profit rate (+1%) would increase fair value by HK\$6,091,000; Higher discount rate for discounting estimated cash flows (+1%) and lower net profit rate (-1%) would decrease fair value by HK\$3,080,000. 貼現估計現金流量之貼現率下降(-1%)及淨利率上升(+1%)將令公允價值增加6,091,000港元； 貼現估計現金流量之貼現率上升(+1%)及淨利率下降(-1%)將令公允價值減少3,080,000港元。
Unlisted equity investments – Intelligent Precision Micro-systems Limited 非上市股權投資 – 精密睿創系統有限公司	10,000	Discount rate for discounting estimated cash flows 貼現估計現金流量之 貼現率 Net profit rate 淨利率	19% – 21% 15% – 17%	Lower discount rate for discounting estimated cash flows (-1%) and higher net profit rate (+1%) would increase fair value by HK\$2,893,000; Higher discount rate for discounting estimated cash flows (+1%) and lower net profit rate (-1%) would decrease fair value by HK\$240,000. 貼現估計現金流量之貼現率下降(-1%)及淨利率上升(+1%)將令公允價值增加2,893,000港元； 貼現估計現金流量之貼現率上升(+1%)及淨利率下降(-1%)將令公允價值減少240,000港元。

* There were no significant inter-relationships between unobservable inputs that materially affect fair values.

(iii) 估值輸入數據及與公允價值的關係(續)

5.3 公允價值估計(續)

* 不可觀察輸入數據之間並無任何嚴重影響公允價值的重大內部關係。

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

5. FINANCIAL RISK MANAGEMENT (Continued)

5.3 Fair value estimation (Continued)

(iv) Valuation processes

The finance department of the Group includes a team that performs the valuations of non-property items required for financial reporting purposes, including level 3 fair values. This team reports directly to the chief financial officer (CFO) and the audit committee (AC). Discussions of valuation processes and results are held between the CFO, AC and the valuation team at least once every six months, in line with the Group's half-yearly reporting periods.

The main level 3 inputs used by the Group are derived and evaluated as follows:

- Discount rates for financial assets are determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Net profit rate for unlisted equity investments are estimated based on market information for similar types of companies.

5. 財務風險管理(續)

5.3 公允價值估計(續)

(iv) 估值程序

本集團財務部設有一個小組，專責就財務報告目的對非財產項目進行估值，包括第三層公允價值。此小組直接向首席財務官和審核委員會匯報。為配合本集團每半年度報告的日期，首席財務官、審核委員會與估值小組最少每六個月開會一次，討論估值流程和相關結果。

本集團使用的主要第三層輸入數據乃從下列各項取得和評估：

- 金融資產貼現率乃使用資本資產定價模式釐定，藉此計算反映當前對時間金錢值的市場評估和資產特定風險的稅前貼現率。
- 基於同類公司的市場信息估計非上市股權投資的淨利率。

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

6. SEASONALITY

The Group's sales volume has historically been affected by seasonality. As the Group's products are used by the Group's customers in their respective manufacturing processes, the demand for the Group's products fluctuates in accordance with fluctuations in the demand for their products. A significant portion of the Group's downstream industries has generally been in higher demand in the second half of each calendar year due to the seasonal purchase patterns of consumers such as Thanksgiving Day and Christmas holidays. As a result, it is expected that the revenue in the second half of the year will be higher than that of the first half of the year. In the financial year ended 31 December 2019, 43% of revenue accumulated in the first half of the year, with 57% accumulating in the second half of the year.

Under the outbreak of COVID-19 in early 2020, domestic consumption and production have been affected in the short run. Since the end of February 2020, the development of the COVID-19 outbreak has been increasing impacts. The impact was mainly reflected in the orders being delayed in the first half of the year due to the delayed delivery.

7. SEGMENT INFORMATION

The chief operating decision-maker has been identified as the executive directors of the Group. The executive directors review the Group's internal reporting in order to assess performance and allocate resources and have determined the operating segments based on the internal reports that are used to make strategic decisions. During the Period, the Group has 21 operating segments, out of which 11 operating segments relating to the mold business are aggregated into 'mold fabrication' operating segment as they have similar economic characteristics and satisfy all conditions and meet all the aggregation criteria in HKFRS 8; the remaining 10 operating segments relating to the plastic business are aggregated into 'plastic components manufacturing' operating segment as they have similar economic characteristics and satisfy all conditions and meet all the aggregation criteria in HKFRS 8. Accordingly, the executive directors consider the nature of the Group's business and determine that the Group has two reportable segments as follows: (i) mold fabrication and (ii) plastic components manufacturing.

6. 季節性

過往，本集團的銷量歷來受到季節性的影響。本集團的客戶將本集團的產品用於彼等各自的製造過程中，故本集團產品的需求乃隨客戶產品需求的波動而波動。本集團頗大部分的下游產業通常在每個曆年的下半年有較大的需求，這主要受到例如感恩節及聖誕假期等季節性消費模式所影響。因此下半年的收入預計比上半年高。於截至2019年12月31日止財政年度，43%的收入乃於上半年累積所得，而57%的收入則於下半年累積所得。

受2020年初出現的COVID-19疫情影響，國內消費及生產受到短期影響。自2020年2月底，COVID-19疫情造成的影響加劇。影響主要體現在因延遲交付導致上半年訂單延遲。

7. 分部資料

主要經營決策者已被認定為本集團執行董事。執行董事審閱本集團的內部報告以評估表現及分配資源，並根據用於作出戰略決策的內部報告釐定經營分部。本期間內，本集團擁有21個經營分部。其中，11個與模具業務有關的經營分部因具備相似的經濟特徵、滿足香港財務報告準則第8號的所有條件並符合當中所有合併準則而被合併為「模具製作」經營分部；而餘下10個與注塑業務有關的經營分部則因具備相似的經濟特徵、滿足香港財務報告準則第8號的所有條件並符合當中所有合併準則而被合併為「注塑組件製造」經營分部。因此，執行董事考慮本集團業務的性質並釐定本集團兩個可報告分部如下：(i) 模具製作及(ii) 注塑組件製造。

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

7. SEGMENT INFORMATION (Continued)

The executive directors assess the performance of the operating segments based on their revenue and gross profit and do not assess the assets and liabilities of the operating segments.

Sales between segments are carried out on terms equivalent to those that prevail in arm's length transactions.

Segment information for consolidated statement of comprehensive income

7. 分部資料(續)

執行董事根據各經營分部的收入及毛利評估經營分部的表現，但未對經營分部的資產及負債進行評估。

分部間銷售乃按與公平交易所適用的相若條款進行。

合併綜合收益表的分部資料

		Six months ended 30 June 截至6月30日止六個月					
		Mold fabrication 模具製作		Plastic components manufacturing 注塑組件製造		Total 總計	
		2020	2019	2020	2019	2020	2019
Revenue	收入						
Segment revenue	分部收入	296,979	364,845	457,821	675,035	754,800	1,039,880
Inter-segment revenue elimination	分部間收入抵銷	(25,407)	(34,935)	-	-	(25,407)	(34,935)
Revenue from external customers	外界客戶收入	271,572	329,910	457,821	675,035	729,393	1,004,945
Timing of revenue recognition At a point in time	收入確認時間 於某時間點	271,572	329,910	457,821	675,035	729,393	1,004,945
Segment results	分部業績	75,763	109,946	86,716	166,424	162,479	276,370
Other income and other gains/(losses) – net	其他收入及其他收益/ (虧損) – 淨額					26,756	14,098
Selling expenses	銷售開支					(32,168)	(35,798)
Administration expenses	行政開支					(110,416)	(117,640)
Finance income/(cost) – net	融資收入/(成本) – 淨額					992	(94)
Share of net loss of an associate accounted for using the equity method	使用權益法入賬之 應佔聯營公司虧損淨額					(671)	-
Profit before income tax	除所得稅前溢利					46,972	136,936

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

7. SEGMENT INFORMATION (Continued)

Segment information for consolidated statement of comprehensive income (Continued)

Non-current assets, other than financial instruments and deferred income tax assets, by country:

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
PRC	中國	689,261	760,163
Germany	德國	10,617	11,288
		699,878	771,451

7. 分部資料(續)

合併綜合收益表的分部資料(續)

按國家劃分的非流動資產(金融工具及遞延所得稅資產除外)：

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Unlisted equity investments

The following table presents the changes in level 3 instruments for the half-year ended 30 June 2020:

8. 以公允價值計量且其變動計入損益的金融資產

30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
33,621	33,621

下表呈列截至2020年6月30日止半年第三層工具之變動：

**Balance as at 30 June 2020 and
31 December 2019**

**於2020年6月30日及
2019年12月31日的結餘**

**Unlisted
equity
investments
非上市
股權投資**

33,621

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)

As at 30 June 2020, the management of the Group has assessed the fair value of financial assets at fair value through profit or loss and held the view of no significant changes between the carrying amount and fair value.

8. 以公允價值計量且其變動計入損益的金融資產(續)

於2020年6月30日，本集團管理層已評估以公允價值計量且其變動計入損益的金融資產之公允價值，並認為賬面價值與公允價值之間並無重大變動。

9. INTANGIBLE ASSETS, PROPERTY, PLANT AND EQUIPMENT AND RIGHT-OF-USE ASSETS

9. 無形資產、物業、廠房及設備以及使用權資產

		Intangible assets 無形資產	Property, plant and equipment 物業、廠房及 設備	Right-of- use assets 使用權資產
Net book amount as at 1 January 2020	於2020年1月1日的 賬面淨值	13,831	592,278	142,530
Additions	添置	12,421	39,620	1,635
Disposals	處置	(17)	(441)	-
Currency translation differences	匯兌差額	(228)	(10,493)	(2,606)
Amortisation/depreciation	攤銷/折舊	(3,035)	(68,013)	(32,552)
Net book amount as at 30 June 2020	於2020年6月30日的 賬面淨值	22,972	552,951	109,007
Net book amount as at 1 January 2019	於2019年1月1日的 賬面淨值	11,693	516,190	212,147
Additions	添置	1,735	124,160	45
Disposals	處置	-	(212)	-
Currency translation differences	匯兌差額	18	387	433
Amortisation/depreciation	攤銷/折舊	(2,246)	(61,305)	(34,088)
Net book amount as at 30 June 2019	於2019年6月30日的 賬面淨值	11,200	579,220	178,537

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

10. INVESTMENT IN AN ASSOCIATE

10. 於聯營公司之投資

Name of entity	Place of business/ country of incorporation	% of ownership interest 所有權權益 百分比 30 June 2020 2020年 6月30日 %	Nature of relationship 關係性質	Measurement method 計量方法	Carrying amount 賬面值 30 June 2020 2020年 6月30日 HK\$'000 千港元
Motlles i Matrius Fisas Navarro, S.L.	Spain 西班牙	43.01	Associate* 聯營公司*	Equity method 權益法	14,855

* Motlles i Matrius Fisas Navarro, S.L. is a private company incorporated in Spain. Its principal activities are the provision of mold modification services in Europe.

* Motlles i Matrius Fisas Navarro, S.L. 為於西班牙註冊成立的私營公司。其主要業務為於歐洲提供模具修改服務。

The carrying amount of equity-accounted investment has changed as follows in the six months to ended 30 June 2020:

截至2020年6月30日止六個月，以權益法入賬的投資賬面值變動如下：

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Beginning of the period	期初	15,526	—
Loss for the period	期內虧損	(671)	—
At the end of the period	期末	14,855	—

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

11. INVENTORIES

11. 存貨

		30 June	31 December
		2020	2019
		2020年	2019年
		6月30日	12月31日
Raw materials	原材料	40,502	38,352
Work in progress	半成品	364,337	302,565
Finished goods	製成品	51,658	64,312
		456,497	405,229
Less: allowance for impairment	減：減值撥備	(14,538)	(8,188)
		441,959	397,041

12. TRADE AND OTHER RECEIVABLES

12. 貿易及其他應收款項

		30 June	31 December
		2020	2019
		2020年	2019年
		6月30日	12月31日
Trade receivables	貿易應收款項	201,950	315,867
Less: allowance for impairment	減：減值撥備	(2,702)	(4,361)
Trade receivables, net	貿易應收款項淨額	199,248	311,506
Prepayments and deposits	預付款項及按金	36,283	31,270
Export tax refund receivables	出口退稅應收款項	11,842	21,051
Advances to employees	為僱員墊款	3,399	4,037
Value-added tax recoverable	可收回增值稅	1,372	1,921
Others	其他	1,168	2,009
		253,312	371,794

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

12. TRADE AND OTHER RECEIVABLES (Continued)

The credit period granted to customers is generally between 30 and 90 days. The ageing analysis of the trade receivables from the date of sales is as follows:

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Less than 3 months	三個月以內	188,163	294,175
More than 3 months but not exceeding 1 year	超過三個月但不超過一年	13,787	21,692
		201,950	315,867

The Group's sales are made to various customers. While there is concentration of credit risk within a few major customers, these customers are reputable with good track record.

授予客戶的信貸期通常介乎30至90日之間。貿易應收款項自銷售日期起的賬齡分析如下：

本集團的銷售乃向不同客戶作出。雖然信貸風險集中於若干主要客戶，但該等客戶信譽極佳，並擁有良好的往績記錄。

13. SHARE CAPITAL AND SHARE PREMIUM

13. 股本及股份溢價

	Number of ordinary shares 普通股數目 (thousands) (千股)	Share capital 股本 (HK\$'000) (千港元)	Share premium 股份溢價 (HK\$'000) (千港元)	Total 總計 (HK\$'000) (千港元)	
As at 1 January 2020 and 30 June 2020 and 1 January 2019 and 30 June 2019	於2020年1月1日及 2020年6月30日以及 2019年1月1日及 2019年6月30日	833,260	83,326	251,293	334,619

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

14. SHARES HELD FOR EMPLOYEE SHARE SCHEME

14. 就僱員股份計劃持有的股份

	30 June 2020 2020年 6月30日 Number of shares (thousands) (千股)	30 June 2020 2020年 6月30日 Total consideration (HK\$'000) (千港元)
Shares held for employee share scheme 就僱員股份計劃持有的股份	2,932	10,416

The Group through its trustee, Bank of Communications Trustee Limited (the "Trustee"), acquired a total of 1,778,000 of the Company's shares for the half year ended 30 June 2020 (30 June 2019: Nil). The total consideration paid to acquisition of these shares was HK\$4,899,000 (30 June 2019: Nil), which has been presented as a deduction from equity attributable to owners of the Company. These shares are held by the Trustee for the purpose of granting share award under the Company's employee share award scheme.

截至2020年6月30日止半年度，本集團透過其受託人交通銀行信託有限公司(「受託人」)購買合共1,778,000股本公司股份(2019年6月30日：無)。購買該等股份的已付總代價為4,899,000港元(2019年6月30日：無)，已呈列為自本公司擁有人應佔權益中扣除。該等股份由受託人根據本公司僱員股份獎勵計劃授出股份獎勵而持有。

Details	詳情	Number of shares (thousands) (千股)	Total consideration (HK\$'000) (千港元)
Opening balance as at 1 January 2020	於2020年1月1日的期初結餘	1,154	5,517
Acquisition of shares by the trustee	受託人購買股份	1,778	4,899
Balance as at 30 June 2020	於2020年6月30日的結餘	2,932	10,416

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

15. EMPLOYEE SHARE SCHEME

The share-based compensation expense recognised during the Period is as follows:

	30 June 2020 2020年 6月30日	30 June 2019 2019年 6月30日
Share award scheme	1,006	-

The Company adopted a share award scheme on 25 February 2019 (the "Share Award Scheme") as means to recognise the contribution by the Group's personnel and to provide them with incentives with aims to retain them for the continual operation and development of the Group. Pursuant to the Share Award Scheme, the vesting period of the awarded shares is 5 years from their respective grant dates.

The Group planned to use shares held for employee share scheme to award the grantees of the Share Award Scheme. The awarded shares are held by the Trustee. This Trust is consolidated.

15. 僱員股份計劃

本期間內確認的以股份為基礎補償開支如下：

本公司於2019年2月25日採納股份獎勵計劃(「股份獎勵計劃」)，作為認可本集團人員所作貢獻以及提供獎勵挽留彼等繼續為本集團的經營及發展作出貢獻的途徑。根據股份獎勵計劃，獎勵股份的歸屬期為各自授出日期起計5年。

本集團計劃使用就僱員股份計劃持有的股份獎勵股份獎勵計劃的承授人。獎勵股份乃由受託人持有。該信託予以合併。

16. TRADE AND OTHER PAYABLES

	30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Trade payables (a)	234,075	273,906
Wages and staff welfare benefits payable	56,239	108,981
Accrual for expenses and other payables	12,778	22,449
Other taxes payable	4,826	6,415
	307,918	411,751

16. 貿易及其他應付款項

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

16. TRADE AND OTHER PAYABLES (Continued)

(a) The ageing analysis of the trade payables based on the goods/services receipt date is as follows:

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Within 90 days	90日以內	188,862	206,165
91 - 120 days	91至120日	33,913	42,799
121 - 365 days	121至365日	7,881	20,801
Over 365 days	超過365日	3,419	4,141
		234,075	273,906

16. 貿易及其他應付款項(續)

(a) 貿易應付款項按貨物／服務接收日期的賬齡分析如下：

17. BORROWINGS

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Non-current	非即期		
Bank borrowings – unsecured	銀行借貸 – 無抵押	204,177	134,950
Less: current portion of non-current borrowings	減：非即期借貸之流動部分	(81,685)	(59,039)
		122,492	75,911
Current	即期		
Short-term bank borrowings – secured (a)	短期銀行借貸 – 有抵押(a)	106,641	107,010
Current portion of non-current borrowings	非即期借貸之流動部分	81,685	59,039
		188,326	166,049
Total borrowings	借貸總額	310,818	241,960

17. 借貸

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

17. BORROWINGS (Continued)

Movements in borrowings are as follows:

17. 借貸(續)

借貸變動如下：

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Opening balance as at 1 January	於1月1日的期初結餘	241,960	342,232
Proceeds from borrowings	借貸所得款項	101,270	353,229
Repayments of borrowings	借貸還款	(31,523)	(133,837)
Currency translation differences	匯兌差額	(889)	(2,370)
Closing balance as at 30 June	於6月30日期終結餘	310,818	559,254

(a) As at 30 June 2020, bank borrowings amounting to HK\$106,641,000 (31 December 2019: HK\$107,010,000) were secured over the following:

(a) 於2020年6月30日，為數106,641,000港元(2019年12月31日：107,010,000港元)的銀行借貸乃以以下項目作抵押：

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Bank deposits	銀行存款	134,075	134,594

(b) The carrying amounts of the borrowings are denominated in the following currencies:

(b) 借貸的賬面值按下列貨幣計值：

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
HK\$	港元	109,472	134,950
EUR	歐元	106,641	107,010
USD	美元	94,705	-
		310,818	241,960

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

18. LEASES

(a) Amounts recognised in the balance sheet

		30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Right-of-use assets	使用權資產		
– Properties	– 物業	109,007	142,530
Lease liabilities	租賃負債		
– Non-current	– 非流動	55,342	92,671
– Current	– 流動	65,392	58,555
		120,734	151,226

Additions to the right-of-use assets during the Period are HK\$1,635,000.

於本期間添置使用權資產1,635,000港元。

(b) Amounts recognised in the statement of comprehensive income

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Depreciation of right-of-use assets	使用權資產折舊	32,552	34,088
Interest expenses	利息開支	3,295	4,866
		35,847	38,954

(a) 於資產負債表確認之金額

(b) 於綜合收益表確認之金額

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

19. DEFERRED INCOME ON GOVERNMENT GRANTS

The amount represented various subsidies granted by and received from local government authorities in the PRC. The movements in deferred income on government grants are as follows:

19. 政府補助遞延收入

有關金額指中國當地政府機關授出並給予的多項補助。政府補助遞延收入的變動如下：

		Six months ended 30 June	
		截至6月30日止六個月	
		2020	2019
Opening balance as at 1 January	於1月1日的期初結餘	36,442	23,793
Receipt of grants	收到補助金	9,806	12,922
Recognised in the profit or loss	於損益確認	(4,631)	(2,914)
Currency translation differences	匯兌差額	(707)	(64)
Closing balance as at 30 June	於6月30日的期終結餘	40,910	33,737

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

20. DEFERRED INCOME TAX ASSETS AND LIABILITIES 20. 遞延所得稅資產及負債

The movements in deferred income tax assets and liabilities before offsetting are as follows:

抵銷前的遞延所得稅資產及負債變動如下：

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Deferred income tax assets	遞延所得稅資產		
Opening balance as at 1 January	於1月1日的期初結餘	16,790	5,338
Recognised in the profit or loss	於損益確認	3,335	1,308
Currency translation differences	匯兌差額	(358)	(31)
Closing balance as at 30 June	於6月30日的期終結餘	19,767	6,615

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Deferred income tax liabilities	遞延所得稅負債		
Opening balance as at 1 January	於1月1日的期初結餘	60,527	27,266
Recognised in the profit or loss	於損益確認	928	11,001
Currency translation differences	匯兌差額	(811)	(390)
Closing balance as at 30 June	於6月30日的期終結餘	60,644	37,877

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax relates to the same taxation authority and are in the same entity within the Group.

倘有法定可行使權利將即期稅項資產與即期稅項負債抵銷，且其為同一稅務機構徵收及為於本集團內相同實體之遞延所得稅，則會抵銷遞延所得稅資產及負債。

As at 30 June 2020, deferred income tax assets and deferred income tax liabilities were offset to the extent of HK\$19,767,000 (31 December 2019: HK\$16,790,000).

於2020年6月30日，遞延所得稅資產及遞延所得稅負債已相互抵銷19,767,000港元(2019年12月31日：16,790,000港元)。

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

21. OTHER INCOME AND OTHER GAINS/ (LOSSES) – NET

21. 其他收入及其他收益/ (虧損) – 淨額

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Other income	其他收入		
Government subsidies	政府補貼	13,016	14,841
Sales of scrap and surplus materials	銷售廢料及剩餘材料	5,247	7,544
Others	其他	1,441	352
		19,704	22,737
Other gains/(losses) – net	其他收益/(虧損) – 淨額		
Rent concessions (a)	租金寬減(a)	5,327	–
Net foreign exchange gains/(losses)	匯兌收益/(虧損)淨額	1,262	(10,835)
Gains on disposal of property, plant and equipment	出售物業、廠房及 設備的收益	463	2,196
		7,052	(8,639)

(a) Certain lessors offered rent concessions to the Group, without changing the terms of the lease contracts, due to the outbreak of COVID-19. The rent concessions were accounted for as other gains for the period ended 30 June 2020 with a corresponding reduction in the lease liabilities.

(a) 由於COVID-19疫情爆發，在並無變更租賃合約條款的情況下，若干出租人向本集團提供租金寬減。租金寬減計入截至2020年6月30日止期間的其他收益，同時租賃負債相應減少。

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

22. EXPENSES BY NATURE

22. 按性質劃分的開支

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Changes in inventories of finished goods and work in progress	製成品及半成品存貨變動	(49,118)	(30,663)
Raw materials and consumables used	原材料及耗材	267,979	370,398
Employee benefit expenses	僱員福利開支	233,565	282,064
Subcontracting expenses	代工費用	71,862	77,875
Depreciation of property, plant and equipment and amortization of intangible assets (Note 9)	物業、廠房及設備折舊以及無形資產攤銷(附註9)	71,048	63,551
Depreciation of right-of-use assets (Note 9)	使用權資產折舊(附註9)	32,552	34,088
Transportation and travelling expenses	運輸及差旅開支	23,564	21,655
Water and electricity expenditures	水電費用	19,979	23,024
Allowance for impairment of inventories	存貨減值撥備	6,350	1,111
Other taxes and levies	其他稅費	5,623	5,913
Maintenance expenses	維修費用	3,858	4,984
Security and estate management expenses	保安及物業管理費	3,560	3,093
Advisory and legal service expenses	諮詢及法律服務開支	3,511	3,308
Auditors' remuneration	核數師薪酬	1,821	2,042
Commission expenses	佣金費用	1,894	6,651
Donations	捐贈	1,731	1,101
Utilities and postage fees	雜費及郵費	1,662	2,051
Operating lease payments	經營租賃付款	1,148	360
Advertising and promotion fees	廣告及推廣費用	927	3,271
Customs declaration charge	報關費	763	1,124
Bank charges and handling fees	銀行收費及手續費	702	756
Reversal of allowance for impairment of receivables	應收款項減值撥備撥回	(1,501)	(2,137)
Other expenses	其他開支	6,018	6,393
		709,498	882,013

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

23. FINANCE INCOME/(COST) – NET

23. 融資收入／(成本)－淨額

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Interest income:	利息收入：		
– Interest income on bank deposits	– 銀行存款的利息收入	1,740	7,349
– Interest income from financial assets at fair value through profit or loss	– 以公允價值計量且其 變動計入損益的 金融資產的利息收入	5,052	3,465
		6,792	10,814
Interest expenses:	利息開支：		
– Bank borrowings	– 銀行借貸	(2,505)	(6,042)
– Lease liabilities	– 租賃負債	(3,295)	(4,866)
		(5,800)	(10,908)
Finance income/(cost) – net	融資收入／(成本)－淨額	992	(94)

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

24. INCOME TAX EXPENSE

Under the current Hong Kong Inland Revenue Ordinance, from the year of assessment 2018/2019 onwards, the subsidiaries in Hong Kong are subject to profits tax at the rate of 8.25% on assessable profits up to HK\$2,000,000, and 16.5% on any part of assessable profits over HK\$2,000,000. The payments of dividends by these companies to their shareholders are not subject to any Hong Kong withholding tax.

Taxes on overseas profits have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

The PRC corporate income tax ("CIT") was calculated based on the assessable profits of the Group's subsidiaries located in the PRC for the Period at the rate of 15% and 25% applicable to the respective companies.

According to the CIT Law, starting from 1 January 2008, a withholding income tax of 10% will be levied on the immediate holding companies outside the PRC when their PRC subsidiaries declare dividend out of the profits earned after 1 January 2008. A lower 5% withholding income tax rate is applied when the immediate holding companies of the PRC subsidiaries are established in Hong Kong and fulfill certain requirements under the tax treaty arrangements between the PRC and Hong Kong.

24. 所得稅開支

根據當前香港稅務條例，自2018/2019課稅年度起，香港附屬公司2,000,000港元以下的應課稅溢利按8.25%稅率繳納利得稅，而2,000,000港元以上的任何應課稅溢利按16.5%稅率繳納利得稅。該等公司向其股東派付股息無須繳納任何香港預扣稅。

海外溢利稅項根據本集團營運的各司法權區的現有法律、詮釋及慣例按該等司法權區的現行稅率計算。

中國企業所得稅(「企業所得稅」)乃根據本集團的中國附屬公司於本期間的應課稅溢利按適用於該等公司的稅率15%及25%計算。

根據企業所得稅法，自2008年1月1日起，當中國境外直接控股公司的中國附屬公司於2008年1月1日後各自就所賺取的溢利中宣派股息，則對其徵收10%的預扣所得稅。若中國附屬公司的直接控股公司於香港成立並符合中國與香港所訂立的稅務條約安排的若干規定，則按5%的較低稅率繳納預扣所得稅。

		Six months ended 30 June	
		截至6月30日止六個月	
		2020	2019
Current income tax	即期所得稅		
– Hong Kong profit tax	– 香港利得稅	3,974	8,952
– PRC corporate income tax	– 中國企業所得稅	3,274	4,125
– Income tax under-provided in previous years	– 過往年度計提不足的所得稅	774	43
Deferred income tax	遞延所得稅	(2,407)	9,693
		5,615	22,813

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

25. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the Period by the weighted average number of ordinary shares in issue for the Period, excluding shares held for employee share scheme (Note 14).

25. 每股盈利

每股基本盈利乃以本期間溢利除以本期間已發行普通股(不包括就僱員股份計劃持有之股份)的加權平均數計算(附註14)。

		Six months ended 30 June 截至6月30日止六個月	
		2020	2019
Profit attributable to equity holders of the Company (HK\$'000)	本公司權益持有人應佔溢利(千港元)	41,357	114,123
Weighted average number of ordinary shares issued (thousands)	已發行普通股的加權平均數(千股)	831,227	833,260
Basic earnings per share (HK cents)	每股基本盈利(港仙)	5.0	13.7

As at 30 June 2020, the diluted earnings per share approximates basic earnings per share (30 June 2019: same).

於2020年6月30日，每股攤薄盈利與每股基本盈利大致相同(2019年6月30日：相同)。

26. DIVIDENDS

On 21 August 2020, the board of directors resolved to declare an interim dividend of HK2.0 cents per share (2019 interim: HK5.0 cents per share). This interim dividend, amounting to approximately HK\$16,665,000 (2019 interim: HK\$41,663,000), has not been recognised as a liability in this Interim Financial Information.

Dividends in respect of the year ended 31 December 2019 of HK\$0.09 per ordinary share, amounting to a total of approximately HK\$74,993,000, were paid on 24 June 2020.

26. 股息

於2020年8月21日，董事會決議宣派中期股息每股2.0港仙(2019年中期：每股5.0港仙)。金額約為16,665,000港元(2019年中期：41,663,000港元)之中期股息未於本中期財務資料中確認為負債。

截至2019年12月31日止年度的股息總額約74,993,000港元(每股普通股0.09港元)已於2020年6月24日派付。

Notes to the Interim Financial Information (Continued) 中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

27. COMMITMENTS

(a) Capital commitments

The Group has the following capital expenditure committed but not yet incurred:

	30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
In respect of the acquisitions of plant and equipment, contracted but not provided for	32,136	52,312

(b) Operating commitments

The Group leases premises under non-cancellable operating lease agreements. The Group had future aggregate minimum lease payments under non-cancellable operating leases as follows:

	30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Not later than one year		
– to related companies	155	314
– to third parties	3,536	–
	3,691	314

27. 承擔

(a) 資本承擔

本集團有以下已承擔但尚未產生之資本開支：

	30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
In respect of the acquisitions of plant and equipment, contracted but not provided for	32,136	52,312

(b) 經營承擔

本集團根據不可撤銷經營租賃協議租賃物業。本集團根據不可撤銷經營租賃項下之未來最低租賃款項總額如下：

	30 June 2020 2020年 6月30日	31 December 2019 2019年 12月31日
Not later than one year		
– to related companies	155	314
– to third parties	3,536	–
	3,691	314

Notes to the Interim Financial Information (Continued)

中期財務資料附註(續)

(All amounts in HK dollar thousands unless otherwise stated) (除另有說明者外，所有金額均以千港元呈列)

28. RELATED-PARTY TRANSACTIONS

The following is a summary of significant related party transactions entered into the ordinary course of business between the Group and its related parties.

Transactions with related parties during the Period:

28. 關連方交易

下文為本集團與其關連方於日常業務過程中訂立的重大關連方交易概要。

本期間內與關連方之交易：

		Six months ended 30 June	
		截至6月30日止六個月	
		2020	2019
Additions of right-of-use assets	添置使用權資產	1,635	45
Interest expenses on lease liabilities	租賃負債的利息支出	2,716	4,113
Repayments of lease liabilities	償還租賃負債	21,877	26,494
Operating lease expenses paid	已付經營租賃費用	151	104
Rent concessions	租金寬減	4,830	-



東江集團(控股)有限公司

TK GROUP (HOLDINGS) LIMITED