

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



**GOLDEN RESOURCES DEVELOPMENT INTERNATIONAL LIMITED**

金源米業國際有限公司

(Incorporated in Bermuda with limited liability)

(Stock code: 677)

**2020/2021 INTERIM RESULTS ANNOUNCEMENT  
FOR THE SIX MONTHS ENDED 30TH SEPTEMBER, 2020**

**SUMMARY OF INTERIM RESULTS**

The Directors of Golden Resources Development International Limited (the “Company”) are pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30th September, 2020 as follows:

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

		<b>For the six months ended 30th September,</b>	
		<b>2020</b>	<b>2019</b>
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<i>Notes</i>	<b>HK\$'000</b>	<b>HK\$'000</b>
<b>REVENUE</b>	3	<b>772,023</b>	835,021
Cost of sales		<b>(490,684)</b>	(552,721)
<b>GROSS PROFIT</b>		<b>281,339</b>	282,300
Net unrealized gain on financial assets at fair value through profit or loss		<b>25,162</b>	1,008
Net other income	4	<b>20,985</b>	10,718
Selling and distribution costs		<b>(172,121)</b>	(165,409)
Administrative expenses		<b>(99,714)</b>	(88,761)
Interest on lease liabilities		<b>(12,700)</b>	(10,555)
<b>PROFIT FROM OPERATIONS</b>	3	<b>42,951</b>	29,301
Share of results of associates		<b>(1,256)</b>	3,530
<b>PROFIT BEFORE TAXATION</b>	5	<b>41,695</b>	32,831
Taxation	6	<b>(11,120)</b>	(8,003)
<b>PROFIT FOR THE PERIOD</b>		<b>30,575</b>	24,828
Profit attributable to:			
Shareholders of the Company		<b>30,565</b>	24,768
Non-controlling interests		<b>10</b>	60
		<b>30,575</b>	24,828
<b>EARNINGS PER SHARE</b>	8		
— Basic		<b>HK1.8 cents</b>	HK1.5 cents
— Diluted		<b>HK1.8 cents</b>	HK1.5 cents

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>For the six months ended</b>	
	<b>30th September,</b>	
	<b>2020</b>	<b>2019</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
<b>PROFIT FOR THE PERIOD</b>	<b>30,575</b>	<b>24,828</b>
<b>OTHER COMPREHENSIVE INCOME/(LOSS)</b>		
<b>Items to be reclassified to profit or loss in subsequent periods:</b>		
Exchange differences on translation of foreign operations	<b>3,378</b>	(4,452)
Share of other comprehensive income/(loss) of associates	<b>229</b>	(179)
Other comprehensive income/(loss) for the period, net of tax	<b>3,607</b>	(4,631)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>34,182</b>	<b>20,197</b>
Total comprehensive income/(loss) attributable to:		
Shareholders of the Company	<b>33,640</b>	20,904
Non-controlling interests	<b>542</b>	(707)
	<b>34,182</b>	<b>20,197</b>

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<i>Notes</i>	30th September, 2020 (Unaudited) <i>HK\$'000</i>	31st March, 2020 (Audited) <i>HK\$'000</i>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		181,804	199,669
Right-of-use assets		262,474	293,786
Prepaid lease payments		13,317	13,453
Investment properties		159,380	159,380
Interests in associates		81,840	175,238
Interest in a joint venture		11,506	—
Financial assets at fair value through profit or loss		16,159	16,159
Intangible asset		22,505	22,505
Rental and related deposits paid		29,584	30,121
Deposits paid for purchase of properties		9,472	6,318
		<b>788,041</b>	916,629
<b>CURRENT ASSETS</b>			
Inventories		154,442	167,736
Trade debtors	9	54,915	72,336
Other debtors, deposits and prepayments		41,683	46,539
Financial assets at fair value through profit or loss		186,134	215,175
Cash and cash equivalents		436,278	265,039
		<b>873,452</b>	766,825
<b>CURRENT LIABILITIES</b>			
Trade creditors	10	87,593	89,491
Other creditors and accruals		81,753	82,247
Lease liabilities		99,091	102,078
Tax liabilities		32,191	20,958
		<b>300,628</b>	294,774
<b>NET CURRENT ASSETS</b>		<b>572,824</b>	472,051
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>1,360,865</b>	1,388,680
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities		173,406	198,881
Deferred tax liabilities		1,907	2,410
		<b>175,313</b>	201,291
		<b>1,185,552</b>	1,187,389
<b>CAPITAL AND RESERVES</b>			
Share capital		169,741	169,741
Reserves		1,007,849	994,578
Shareholders' equity		<b>1,177,590</b>	1,164,319
Non-controlling interests		7,962	23,070
		<b>1,185,552</b>	1,187,389

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS

*For the six months ended 30th September, 2020*

### 1. BASIS OF PREPARATION

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

### 2. SIGNIFICANT ACCOUNTING POLICIES

The unaudited condensed financial statements have been prepared under the historical cost convention, as modified for the revaluation of investment properties and financial assets at fair value through profit or loss which are measured at fair values, as appropriate.

In the current period, the Group has adopted the following new or revised standards and amendments to Hong Kong Financial Reporting Standards (the “new HKFRSs”) issued by the HKICPA, which are or have become effective for the Group’s financial year beginning on 1st April, 2020:

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

The adoption of the new HKFRSs has had no material effect on the condensed consolidated financial statements of the Group for the current or prior accounting periods. Accordingly, no prior period adjustment has been required.

### 3. SEGMENT INFORMATION

An analysis of the Group's segment information by operating segments is as follows:

#### Operating segments

*Statement of profit or loss for the six months ended 30th September, 2020*

	Convenience store operation <i>HK\$'000</i>	Rice operation <i>HK\$'000</i>	Securities investment <i>HK\$'000</i>	Property investment <i>HK\$'000</i>	Corporate and others <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
<b>REVENUE</b>						
Total sales	380,632	389,628	—	1,763	—	772,023
<b>RESULTS</b>						
Segment results	(54,809)	65,765	29,800	430	1,765	42,951
Share of results of associates	—	(222)	—	(142)	(892)	(1,256)
Profit before taxation						41,695
Taxation						(11,120)
Profit for the period						30,575
Profit attributable to:						
Shareholders of the Company						30,565
Non-controlling interests						10
						30,575

*Segment assets and liabilities as at 30th September, 2020*

	Convenience store operation <i>HK\$'000</i>	Rice operation <i>HK\$'000</i>	Securities investment <i>HK\$'000</i>	Property investment <i>HK\$'000</i>	Corporate and others <i>HK\$'000</i>	Consolidated <i>HK\$'000</i>
<b>ASSETS</b>						
Segment assets	533,206	191,784	186,134	220,213	436,810	1,568,147
Interests in associates	—	16,906	—	20,713	44,221	81,840
Interest in a joint venture	—	—	—	11,506	—	11,506
Consolidated total assets						1,661,493
<b>LIABILITIES</b>						
Segment liabilities	397,058	32,515	1,162	998	10,110	441,843
Unallocated corporate liabilities						34,098
Consolidated total liabilities						475,941

**3. SEGMENT INFORMATION (Continued)**  
**Operating segments (Continued)**

*Statement of profit or loss for the six months ended 30th September, 2019*

	Convenience store operation <i>HK\$ '000</i>	Rice operation <i>HK\$ '000</i>	Securities investment <i>HK\$ '000</i>	Property investment <i>HK\$ '000</i>	Corporate and others <i>HK\$ '000</i>	Consolidated <i>HK\$ '000</i>
<b>REVENUE</b>						
Total sales	441,254	391,625	—	2,142	—	835,021
<b>RESULTS</b>						
Segment results	(19,293)	45,016	2,484	655	439	29,301
Share of results of associates	—	(161)	—	1,090	2,601	3,530
Profit before taxation						32,831
Taxation						(8,003)
Profit for the period						24,828
Profit attributable to:						
Shareholders of the Company						24,768
Non-controlling interests						60
						24,828

*Segment assets and liabilities as at 31st March, 2020*

	Convenience store operation <i>HK\$ '000</i>	Rice operation <i>HK\$ '000</i>	Securities investment <i>HK\$ '000</i>	Property investment <i>HK\$ '000</i>	Corporate and others <i>HK\$ '000</i>	Consolidated <i>HK\$ '000</i>
<b>ASSETS</b>						
Segment assets	598,060	209,733	215,463	217,907	267,053	1,508,216
Interests in associates	—	19,996	—	108,796	46,446	175,238
Consolidated total assets						1,683,454
<b>LIABILITIES</b>						
Segment liabilities	419,104	42,357	—	1,124	10,112	472,697
Unallocated corporate liabilities						23,368
Consolidated total liabilities						496,065

### 3. SEGMENT INFORMATION (Continued)

#### Geographical segments

The Group's operations are located in Vietnam, Hong Kong and other regions.

The following table provides an analysis of the Group's sales by location of markets, irrespective of the origin of the goods/services:

	Revenue by geographical markets	
	For the six months ended 30th September,	
	2020 (Unaudited) HK\$'000	2019 (Unaudited) HK\$'000
Vietnam	380,632	441,254
Hong Kong	381,789	386,393
Others	9,602	7,374
	<b>772,023</b>	<b>835,021</b>

### 4. NET OTHER INCOME

	For the six months ended 30th September,	
	2020 (Unaudited) HK\$'000	2019 (Unaudited) HK\$'000
Interest revenue on:		
— Financial assets at fair value through profit or loss	890	1,233
— Financial assets measured at amortised costs	1,526	1,599
	<b>2,416</b>	<b>2,832</b>
Dividend income from listed financial assets at fair value through profit or loss	1,026	1,259
Other income from convenience store operation	7,255	7,279
Net realized gain/(loss) on disposal of financial assets at fair value through profit or loss	2,776	(338)
Net foreign exchange gain/(loss)	1,143	(727)
Net loss on disposal of property, plant and equipment	(1,262)	(812)
Government grants	6,408	—
Sundry income	1,223	1,225
	<b>20,985</b>	<b>10,718</b>

## 5. PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging:

	For the six months ended 30th September,	
	2020	2019
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Depreciation and amortisation of property, plant and equipment	24,535	20,676
Depreciation of right-of-use assets	46,337	38,318
Amortisation of prepaid lease payments	256	257
Interest on lease liabilities	12,700	10,555

## 6. TAXATION

	For the six months ended 30th September,	
	2020	2019
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Current tax:		
Hong Kong	11,623	8,287
Others	—	12
	11,623	8,299
Deferred tax	(503)	(296)
Taxation attributable to the Company and its subsidiaries	11,120	8,003

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both periods, except for the first HK\$2,000,000 of a qualified entity's assessable profit which is calculated at 8.25%, in accordance with the two-tiered profits tax rate regime. Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.



## 7. DIVIDEND

### (a) Dividend attributable to the interim period:

	For the six months ended 30th September,	
	2020	2019
	(Unaudited)	(Unaudited)
	<i>HK\$'000</i>	<i>HK\$'000</i>
Interim dividend declared after the interim period end of HK1.1 cents per share on 1,697,406,458 shares (2019: HK1.1 cents per share on 1,697,406,458 shares)	<b>18,671</b>	18,671

The interim dividend declared after the interim period end has not been recognised as a liability at the interim period end date.

### (b) Dividend attributable to the previous financial year, approved and paid during the interim period:

	For the six months ended 30th September,	
	2020	2019
	(Unaudited)	(Unaudited)
	<i>HK\$'000</i>	<i>HK\$'000</i>
Final dividend in respect of the previous financial year, approved and paid during the interim period, of HK1.2 cents per share on 1,697,406,458 shares (2019: HK1.2 cents per share on 1,697,406,458 shares)	<b>20,369</b>	20,369

## 8. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to the shareholders of the Company is based on the following data:

	For the six months ended 30th September,	
	2020	2019
	(Unaudited)	(Unaudited)
	<i>HK\$'000</i>	<i>HK\$'000</i>
Earnings for the purpose of basic earnings per share	<b>30,565</b>	24,768

There were no dilutive potential ordinary shares for both periods.

## 9. TRADE DEBTORS

The Group allows an average credit period of 30-60 days to its trade customers. The following is an aging analysis of trade debtors at the end of the reporting period according to the delivery date:

	<b>30th September, 2020 (Unaudited) <i>HK\$'000</i></b>	31st March, 2020 (Audited) <i>HK\$'000</i>
Within 30 days	<b>21,757</b>	30,128
31-60 days	<b>16,896</b>	33,850
61-90 days	<b>14,841</b>	6,683
Over 90 days	<b>1,421</b>	1,675
	<b>54,915</b>	72,336

As at 30th September, 2020, the balances of trade debtors over 90 days of approximately HK\$1,290,000 (31st March, 2020: HK\$1,675,000) were past due but not impaired as the balances were relating to debtors with sound repayment history and no recent history of default.

## 10. TRADE CREDITORS

The following is an aging analysis of trade creditors at the end of the reporting period according to the delivery date:

	<b>30th September, 2020 (Unaudited) <i>HK\$'000</i></b>	31st March, 2020 (Audited) <i>HK\$'000</i>
Within 30 days	<b>84,489</b>	86,008
31-60 days	<b>1,514</b>	2,401
61-90 days	<b>156</b>	230
Over 90 days	<b>1,434</b>	852
	<b>87,593</b>	89,491

# CHAIRMAN STATEMENT

On behalf of Golden Resources, I would like to present our Group's interim results for the six months ended 30th September, 2020. The Group's net profits after tax amounted to HK\$ 30 million, representing an increase of 23% when compared to the same period last year.

For the period under review, global economy experienced unprecedented challenges with the outbreak of COVID-19 pandemic in early 2020. The pandemic has caught many consumers and retailers off guard. Traditional convenience store business models were challenged and their market disrupted. However, those with strong online presence are exploring new opportunities resulting from change in demand and supply pattern.

## People-led and tech-empowered

Circle K is essentially a PEOPLE BUSINESS. We are a people-led and tech-empowered company. We will continue to invest in New Retail Solutions. Information technologies will create new ways of shopping, promote consumer loyalty programs, data mining to make shopping easier, faster, friendlier and enjoyable for people of all ages. Circle K also provides 24 hours of food services and ample of comfortable seating area with soft music and LED TV for eMarket. New Retail Solutions also help us to improve stores in-stock levels and to prioritize items for restocking.

## Establishment of Eco-partnerships

Our unique retail platform and strong financial position mean we can grow our business and expand our capabilities to attract alternate business partners to utilize our retail platform and distribution centers to expand their business in many cities in Vietnam.

## Last mile delivery

To meet same-day delivery really means same hour delivery. Circle K cooperated with Zeek, a last mile delivery company based in Vietnam. Now customers in some locations can receive their merchandise within the hour of placing an order.

## Sustainable and efficient growth

In order to accelerate growth, Circle K is taking this time as an opportunity to further localize and expand our convenience stores at targeted location with high customers' traffic. The Group wishes to achieve 1,600 Circle K convenience stores by 2025 in over 12 cities in Vietnam.

Our Hong Kong rice business performed steadily for first half of the financial year. As consumers are increasingly growing health conscious with plant-based diet and life style, rice remains the key and staple food in their daily meals. The Group continues to invest in our rice products spectrum and launch new healthy products through our dedicated research and development in Hong Kong, Thailand and Japan.

The Group maintains a strong cash position and balance sheet with the Group's cash and bank balances of HK\$ 436 million as of 30th September, 2020. The Group remains well positioned to pursue and capitalize on any investment opportunities related to our Group core business.

On behalf of the Board, I would like to express my heartfelt appreciation to all our staffs for taking care of the daily needs of our customers and communities, in Hong Kong and Vietnam.

## FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

As at 30th September, 2020, the Group held financial assets at fair value through profit or loss of approximately HK\$202,293,000 (the “Investments”), particulars of which are set out below:

### The Investments

#### Equity securities

Stock Code	Name of investee company	Number of shares held	Percentage of share capital owned by the Group	Investment cost (Note 1) HK\$'000	Market value as at 30th September, 2020 (Note 1) HK\$'000	Percentage to the Group's total assets	Unrealized	Realized	Dividend
							change in fair value for the six months ended 30th September, 2020 (Note 1) HK\$'000	gain on disposal for the six months ended 30th September, 2020 (Note 1) HK\$'000	income received for the six months ended 30th September, 2020 (Note 1) HK\$'000
<b>Listed outside Hong Kong</b>									
159901.SZ	E Fund SZSE100 ETF	400,000	0.03	1,477	3,014	0.18	791		—
2330.TW	Taiwan Semiconductor Manufacturing Co Ltd	10,000	0.00	456	1,157	0.07	425		10
5930.KS	Samsung Electronics Co., Ltd.	1,870	0.00	771	722	0.04	130		7
GOOGL.O	Alphabet Inc Class A	75	0.00	515	852	0.05	176		—
MSFT.OQ	Microsoft Corporation	1,670	0.00	1,025	2,722	0.17	681		9
AMZN.OQ	Amazon.com, Inc.	56	0.00	800	1,366	0.08	520		—
	Others							561	10
<b>Total listed outside Hong Kong</b>				<b>5,044</b>	<b>9,833</b>	<b>0.59</b>	<b>2,723</b>	<b>561</b>	<b>36</b>
<b>Unlisted</b>				<b>45,652</b>	<b>16,159</b>	<b>0.97</b>	<b>—</b>	<b>—</b>	<b>—</b>
<b>Total equity securities</b>				<b>50,696</b>	<b>25,992</b>	<b>1.56</b>	<b>2,723</b>	<b>561</b>	<b>36</b>

During the six months ended 30th September, 2020, the Group recorded realized gain on disposal of equity securities listed in Hong Kong of approximately HK\$1,082,000. Dividend income received from those equity securities amounted to approximately HK\$990,000 during the period.

#### Notes:

- The investment cost, market value as at 30th September, 2020, unrealized gain on change in fair value and realized gain on disposal of the Investments in the above table have been subject to rounding adjustments. Accordingly, figures shown as totals may not be an arithmetic aggregation of the figures preceding them.

#### Debt securities

During the six months ended 30th September, 2020, the Group recorded realized gain on disposal of debt securities of approximately HK\$585,000 attributable to those listed in Hong Kong of approximately HK\$379,000 and those listed outside Hong Kong of approximately HK\$206,000.

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

### The Investments (Continued)

#### Other securities

Name of investee company	Investment cost <i>HK\$ '000</i>	Market value as at 30th September, 2020 <i>HK\$ '000</i>	Percentage to the Group's total assets %	Unrealized gain/(loss) on change in fair value for the six months ended 30th September, 2020	Realized gain on disposal for the six months ended 30th September, 2020
				<i>HK\$ '000</i>	<i>HK\$ '000</i>
Goldman Sachs (Asia) L.L.C. (Note 2)	69,794	95,682	5.76	12,516	
Morgan Stanley & Co. International plc (Note 3)	46,542	58,668	3.53	9,953	
Equity-Linked Notes	2,663	2,633	0.16	(30)	
Wealth Management Products (Note 4)					
- Bank of China (PRC)	19,318	19,318	1.16	—	
Others					548
<b>Total other securities</b>	<b>138,317</b>	<b>176,301</b>	<b>10.61</b>	<b>22,439</b>	<b>548</b>

#### Notes:

- The Group's investment portfolio in Goldman Sachs (Asia) L.L.C. (the "GS portfolio"), with fair value of HK\$95,682,000 as at 30th September, 2020, represented 5.76% of the Group's total assets as at 30th September, 2020. Details of this significant investment are disclosed below as the size of this investment exceeded the 5% threshold under paragraph 32(4A) of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The GS portfolio is managed by Goldman Sachs (Asia) L.L.C. (the "manager") for Billion Trade Development Limited, a wholly-owned subsidiary of the Company. The investments in the portfolio are selected based on a global, multi-asset class discretionary separate account strategy of the manager. In this strategy, the manager utilizes its proprietary asset allocation model when setting the long-term strategic asset allocation with a focus on diversification across asset classes and regions. With respect to implementation, the manager draws from a spectrum of solutions to construct a portfolio with investments in mutual funds and exchange traded funds.

For the six months ended 30th September, 2020, the GS portfolio recorded approximately 15% growth from HK\$83,209,000 as at 31st March 2020 to HK\$95,682,000 as at 30th September, 2020. The growth is largely driven by marked-to-market fair value changes on the investment portfolio as at 30th September, 2020, including a reversal of the unrealized revaluation loss previously recognized at last year ended 31st March 2020. The Group has not made any additional fund injection into the GS portfolio during the six months ended 30th September, 2020.

As of 30th September, 2020, the GS portfolio was comprised of cash and cash equivalents (57.0%), in addition to mutual funds and exchange traded funds invested in fixed income (18.9%), equities (20.7%) and other investments (3.4%). The GS portfolio is long term in nature, but in the short and medium term, the portfolio may tactically deviate from the strategic allocation when dislocations from long term historical valuations in certain asset classes arise.

As the portfolio is a diversified multi-asset class portfolio, future risks include most risks that various asset classes face, including market, credit, interest rate, inflation, emerging market, liquidity, FX, real estate, derivatives and counter-party risks.

The Group continues to adopt prudent investment strategy to manage liquid investment portfolio under the backdrop of COVID-19 pandemic. The investment strategy of GS portfolio aligned with the Group investment strategy. The GS portfolio had realized part of the portfolio assets to increase cash holdings and reduce portfolio volatility amid the global market uncertainty.

## **FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)**

### **The Investments (Continued)**

#### ***Other securities (Continued)***

*Notes: (Continued)*

- To the best of the Director's knowledge, information and belief having made all reasonable enquiries, the discretionary portfolio strategy with Morgan Stanley & Co. International plc (the "MS portfolio") is constructed based on a top-down approach that focuses on asset class, region/country, sector, investment's theme and style selection, as opposed to individual security selection (the "MS Strategy"). The MS Strategy's investment objective is to provide a global asset allocation that seeks to achieve long-term capital appreciation over time by gaining exposure to a diversified range of asset classes, geographical markets, sectors and investment styles, primary through funds, including exchanged traded funds, traditional funds and more sophisticated equity, fixed income, multi-asset class or alternative investment-linked funds.

For the six months ended 30th September, 2020, the MS portfolio recorded approximately 20% growth from HK\$48,740,000 as at 31st March 2020 to HK\$58,668,000 as at 30th September, 2020. The growth is largely driven by marked-to-market fair value changes on the investment portfolio as at 30th September, 2020, including a reversal of the unrealized revaluation loss previously recognized at last year ended 31st March, 2020. The Group has not made any additional fund injection into the MS portfolio during the six months ended 30th September, 2020.

As at 30th September, 2020, the MS portfolio comprised 2% cash or cash equivalents, 29% fixed income funds, 57% equity funds (in the United States, Europe, Japan, Asia Pacific ex Japan and emerging markets) and the remaining 12% alternative strategies (which may, from time to time, include hedge funds, commodities, real estate).

The Group continues to adopt prudent investment strategy to manage liquid investment portfolio under the backdrop of Covid-19 pandemic.

- Wealth Management Products held by the Group as at 30th September, 2020 represented structured deposit products issued by Bank of China with maturity less than 3 months.

Save as the Investments as set out in the tables above, the Group did not hold any other significant investments during the six months ended 30th September, 2020.

#### ***Investment strategy***

The investment strategy is to adopt prudent and liquid investment management so as to pursue a well-balanced and diversified investment portfolio that seeks to achieve long-term capital appreciation and stable investment return for the Group.

During the six months ended 30th September, 2020, the Group recorded net fair value gain on financial assets at fair value through profit or loss of approximately HK\$27,938,000, attributable to unrealized gain of approximately HK\$25,162,000 and realized gain of approximately HK\$2,776,000. Dividend income received from financial assets at fair value through profit or loss amounted to approximately HK\$1,026,000 during the period. The amounts of financial assets at fair value through profit or loss acquired during the period amounted to approximately HK\$138,733,000, including 8 additions of wealth management products in the amount of HK\$9,190,000 to HK\$19,318,000 for each addition. The amounts of financial assets at fair value through profit or loss disposed during the period amounted to approximately HK\$193,010,000, including 7 disposals of wealth management products upon maturity for the amount of HK\$9,190,000 to HK\$18,826,000 for each disposal.

## **LIQUIDITY AND FINANCIAL RESOURCES**

The Group had cash balance of approximately HK\$436 million as at 30th September, 2020. With cash and other current assets of approximately HK\$873 million as at 30th September, 2020 as well as available banking facilities, the Group has sufficient financial resources to satisfy its commitments and working capital requirements.

The Group did not have any debt financing as at 30th September, 2020.

## **INTERIM DIVIDEND**

The Directors have declared an interim dividend of HK1.1 cents per share for the year ending 31st March, 2021 (2019/2020: HK1.1 cents per share) to the shareholders on the Register of Members of the Company at the close of business on Friday, 18th December, 2020.

It is expected that the interim dividend will be paid to the shareholders on or about Wednesday, 6th January, 2021.

## **CLOSURE OF REGISTER OF MEMBERS**

The Register of Members of the Company will be closed from Monday, 14th December, 2020 to Friday, 18th December, 2020, both days inclusive, during which period no transfer of shares will be registered.

In order to qualify for the interim dividend, all transfers of shares accompanied by the relevant share certificates and the appropriate transfer forms must be lodged with the Company's Branch Share Registrar in Hong Kong, Tricor Standard Limited, Level 54, Hopewell Centre, 183 Queen's Road East, Hong Kong for registration not later than 4:30 p.m. (Hong Kong time) on Friday, 11th December, 2020.

## **EMPLOYEES AND REMUNERATION POLICY**

The total number of employees for the Group is about 3,903.

Remuneration packages are reviewed by the Group from time to time. In addition to salary payments, other fringe benefits for the staff include retirement benefits schemes and medical insurance scheme, as well as quarters and housing allowances for certain staff. The Group has taken out personal accident insurance for senior staff and the staff who frequently travel overseas on business trips.

## **CORPORATE GOVERNANCE PRACTICES**

The Company adopted all the code provisions in the Corporate Governance Code and Corporate Governance Report (the "Code") as set out in Appendix 14 to the Listing Rules as its own code on corporate governance. The Company has complied with the Code throughout the six months ended 30th September, 2020.

## **MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors of the Company. All Directors have confirmed, following specific enquiry by the Company, that they fully complied with the required standard as set out in the Model Code throughout the review period.

## **AUDIT COMMITTEE**

The audit committee comprising three Independent Non-executive Directors, Mr. Joseph LAM Yuen To, Mr. Michael YU Tat Chi and Mr. Ronald YAN Mou Keung, had reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal control and financial reporting matters including the review of the unaudited financial statements of the Group for the six months ended 30th September, 2020.

## **PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SHARES**

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed shares for the six months ended 30th September, 2020.

## **PUBLICATION OF THE INTERIM RESULTS AND INTERIM REPORT**

The interim results announcement is published on the website of Hong Kong Exchanges and Clearing Limited ([www.hkex.com.hk](http://www.hkex.com.hk)) and the website of the Company ([www.grdil.com](http://www.grdil.com)). The 2020/2021 interim report will be dispatched to shareholders and will be published on the aforementioned websites in due course.

On behalf of the Board  
**Golden Resources Development International Limited**  
**Laurent LAM Kwing Chee**  
*Chairman*

Hong Kong, 25th November, 2020

*As at the date of this announcement, the executive directors of the Company are Mr. Laurent LAM Kwing Chee (Chairman), Mr. Anthony LAM Sai Ho (Vice Chairman and Chief Executive Officer), Madam LAM Sai Mann, Ms. Morna YUEN Mai-tong and Mr. TSANG Siu Hung. The non-executive director of the Company is Mr. Dennis LAM Saihong. The independent non-executive directors of the Company are Mr. Joseph LAM Yuen To, Mr. Michael YU Tat Chi and Mr. Ronald YAN Mou Keung.*