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GOLDSTONE INVESTMENT GROUP LIMITED

金石投資集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 901)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2021

INTERIM RESULTS

The board of Directors (the “**Board**”) of Goldstone Investment Group Limited 金石投資集團有限公司 (the “**Company**”) announces that the unaudited condensed consolidated results of the Company and its subsidiaries (the “**Group**”) for the six months ended 30 June 2021 (the “**Period**”), which have been reviewed by the Company’s audit committee, are as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2021

		(Unaudited)	
		For the six months	
		ended 30 June	
		2021	2020
	<i>Notes</i>	<i>HK\$</i>	<i>HK\$</i>
Revenue	(4)	–	–
Net other income, gains and losses	(4)	(2,373,472)	128,603
Administrative and other operating expenses		<u>(8,147,915)</u>	<u>(8,671,282)</u>
Loss from operations	(5)	(10,521,387)	(8,542,679)
Finance costs	(6)	<u>(5,955,932)</u>	<u>(5,321,370)</u>
Loss before tax		(16,477,319)	(13,864,049)
Income tax expense	(7)	<u>–</u>	<u>–</u>
Loss for the period and total comprehensive expenses attributable to owners of the Company		<u><u>(16,477,319)</u></u>	<u><u>(13,864,049)</u></u>
		<i>HK cents</i>	<i>HK cents</i>
Loss per share			
Basic and diluted	(9)	<u><u>(0.85)</u></u>	<u><u>(0.77)</u></u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2021

		(Unaudited) At 30 June 2021 HK\$	(Audited) At 31 December 2020 HK\$
Non-current assets			
Furniture, fixtures and equipment		–	–
Financial assets at fair value through profit or loss	(10)	4,535,340	4,535,340
Rental deposit		134,567	60,693
		4,669,907	4,596,033
Current assets			
Financial assets at fair value through profit or loss	(10)	127,842,527	448,000
Other receivables, deposits and prepayments		2,624,044	87,711
Cash and bank balances		1,145,023	168,180
		131,611,594	703,891
Current liabilities			
Creditors and accrued expenses		3,823,682	11,704,868
Unsecured borrowings	(11)	25,242,933	37,706,111
Corporate bonds	(12)	14,854,712	6,970,152
Convertible bonds	(13)	51,763,775	–
Lease liabilities		10,108,861	8,188,237
		105,793,963	64,569,368
Net current assets/(liabilities)		25,817,631	(63,865,477)
Total assets less current liabilities		30,487,538	(59,269,444)
Non-current liabilities			
Corporate bonds	(12)	63,757,011	69,086,340
Lease liabilities		–	1,193,245
		63,757,011	70,279,585
NET LIABILITIES		(33,269,473)	(129,549,029)
Capital and reserves			
Share capital	(14)	67,626,985	22,544,485
Reserves		(100,896,458)	(152,093,514)
CAPITAL DEFICIENCY		(33,269,473)	(129,549,029)
Net liabilities value per share	(9)	(0.0154)	(0.0718)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

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

The Interim Financial Information do not include all of the information required for full set of financial statements, and should be read in conjunction with the Group’s annual financial statements for the year ended 31 December 2020.

Going concern

The Group incurred a net loss of approximately HK\$16,477,000 during the period ended 30 June 2021 and, as of that date, the Group has net liabilities of approximately HK\$33,269,000. In preparing the condensed consolidated financial statements, the directors of the Company have given careful consideration to the future liquidity of the Group. The directors of the Company adopted the going concern basis for the preparation of the condensed consolidated financial statements and implemented the following measures in order to improve the working capital and liquidity and cash flow position of the Group.

- The Group will seek for new investors as shareholders or equity security holders of the company.
- To realise its investment through disposal of financial assets at fair value through profit or loss.
- The Group will seek to obtain additional new financial support including but not limited to borrow loans, issuing additional equity or debt securities.

After taking into account the above measures, the directors of the Company consider that the Group will have sufficient working capital to finance its operations and financial obligations as and when they fall due, and accordingly, are satisfied that it is appropriate to prepare the condensed consolidated financial statements for the Period on a going concern basis.

Should the Group be unable to continue as a going concern, adjustments would have to be made to write down the value of assets to their recoverable amounts on a liquidation basis, to provide for any further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively. The effect of these potential adjustments has not been reflected in the condensed consolidated financial statements.

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

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

Other than changes in accounting policies resulting from application of new and amendments to HKFRSs, the accounting policies and methods of computation used in the condensed consolidated financial statements for the Period are consistent with those followed in the Group’s annual financial statements for the year ended 31 December 2020.

Application of new and amendments to HKFRSs

In the Period, the Group has applied, for the first time, the following amendments to HKFRSs issued by the HKICPA which are mandatory effective for the annual period beginning on or after 1 January 2021 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKFRS 9, HKAS 39, HKFRS 7, HKFRS 4 and HKFRS 16	Interest Rate Benchmark Reform – Phase 2
Amendments to HKFRS 16	Covid-19-Related Rent Concessions

The application of these amendments to HKFRSs had no material effect on the Group's financial performance and positions for the current and prior periods and/or disclosures set out in these unaudited condensed consolidated financial statements.

3. SEGMENT INFORMATION

Business segments

During the periods ended 30 June 2021 and 2020, the Group's revenue and net loss mainly derived from investment in financial assets at FVTPL. The directors of the Company consider that these activities constitute one business segment since these transactions are subject to common risks and returns. Given the nature of the Group's operation is investment holdings and trading of financial assets at FVTPL, it is not considered meaningful to provide a business segment analysis of operating loss.

Geographical segments

The Group's segment assets and liabilities which represent furniture, fixtures and equipment, financial assets at FVTPL, unsecured borrowings, convertible bonds and corporate bonds for the period/year, analysed by geographical market, are as follows:

	(Unaudited)		
	At 30 June 2021		
	Singapore HK\$	Hong Kong HK\$	Total HK\$
Segment assets	4,535,340	128,987,550	133,522,890
Unallocated assets			2,758,611
Total assets			136,281,501
Segment liabilities	–	155,618,431	155,618,431
Unallocated liabilities			13,932,543
Total liabilities			169,550,974
	(Audited)		
	At 31 December 2020		
	Singapore HK\$	Hong Kong HK\$	Total HK\$
Segment assets	4,535,340	616,180	5,151,520
Unallocated assets			148,404
Total assets			5,299,924
Segment liabilities	–	113,762,603	113,762,603
Unallocated liabilities			21,086,350
Total liabilities			134,848,953

4. REVENUE AND NET OTHER INCOME, GAINS AND LOSSES

An analysis of revenue and net other income, gains and losses is as follows:

	(Unaudited)	
	For the six months ended 30 June	
	2021	2020
	HK\$	HK\$
Revenue	—	—
Net other income, gains and losses		
Income from office sharing	—	60,000
Exchange gain (loss), net	2,690	(441,623)
Interest income on rental deposit	73,874	63,370
Unrealised loss on financial assets at fair value through profit or loss	(2,450,036)	—
Sundry income	—	446,856
	<u>(2,373,472)</u>	<u>128,603</u>

5. LOSS FROM OPERATIONS

	(Unaudited)	
	For the six months ended 30 June	
	2021	2020
	HK\$	HK\$
Loss from operations has been arrived at after charging (crediting):		
Depreciation of right-of-use assets	—	2,036,221
Interest expense of lease liabilities	276,064	494,852
Exchange (gain) loss, net	(2,690)	441,623
Directors' remuneration and staff costs		
– salaries, allowance and other benefits in kind	2,395,444	5,045,167
– contribution to MPF scheme	56,900	43,625
	<u>56,900</u>	<u>43,625</u>

6. FINANCE COSTS

	(Unaudited)	
	For the six months ended 30 June	
	2021	2020
	HK\$	HK\$
Interest on:		
Loans from a director	–	315,932
Loans from a licensed money lending company	12,287	400,000
Loans from third parties	643,485	913,202
Late charge on corporate bonds	15,090	–
	670,862	1,629,134
Effective and imputed interest on:		
Loans from third parties	–	182,055
Corporate bonds (<i>Note 12</i>)	3,255,231	3,015,329
Convertible bonds (<i>Note 13</i>)	1,753,775	–
Lease liabilities	276,064	494,852
	5,285,070	3,692,236
	5,955,932	5,321,370

7. INCOME TAX EXPENSE

No provision for Hong Kong Profits Tax has been made for the six months ended 30 June 2021 and 2020 as the Group did not have any assessable profits.

8. DIVIDENDS

No dividend was paid, declared or proposed for the Period (six months ended 30 June 2020: HK\$nil).

9. NET LIABILITY VALUE PER SHARE AND LOSS PER SHARE

Net liabilities value per share

The net liability value per share is calculated by dividing the net liabilities included in the condensed consolidated financial position of HK\$33,269,473 (31 December 2020: net liabilities HK\$129,549,029) by the number of ordinary shares of 2,164,218,784 (31 December 2020: 1,803,558,784) in issue as at 30 June 2021.

Loss per share

The calculation of the basic loss per share is based on the loss for the period HK\$16,477,319 (six months ended 30 June 2020: HK\$13,864,049) and the weighted average number of ordinary shares of 1,937,444,757 (six months ended 30 June 2020: 1,803,558,784) in issue at the end of the reporting period.

No adjustment was made in calculating diluted loss per share for the six months ended 30 June 2021 as the conversion of convertible bonds would result in decrease in loss per share. Accordingly, the diluted loss per share is the same as the basic loss per share.

The amounts of diluted loss per share are the same as basic loss per share as there were no potential ordinary shares outstanding for the six months ended 30 June 2020.

10. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	(Unaudited) At 30 June 2021 HK\$	(Audited) At 31 December 2020 HK\$
Non-current assets		
Unlisted equity investments in overseas	<u>4,535,340</u>	<u>4,535,340</u>
Current assets		
Equity investments listed in Hong Kong	73,472	448,000
Unlisted investment funds	<u>127,769,055</u>	<u>–</u>

The Group had the following equity investments:

At 30 June 2021 (Unaudited)

Name of investee company	Place of registration/ incorporation	Number of shares held	Effective shareholding interest	Carrying amount cost HK\$	Unrealised gain (loss) arising on revaluation HK\$	Exchange loss HK\$	Fair value/ market value HK\$
Unlisted equity investment							
E-Com Holdings Pte. Ltd.	Singapore	1,259,607	23.70%	4,535,340	–	–	4,535,340
Listed equity investment							
State Energy International Assets Holdings Limited	Bermuda	896,000	0.09%	448,000	(374,528)	–	73,472

At 31 December 2020 (Audited)

Name of investee company	Place of registration/ incorporation	Number of shares held	Effective shareholding interest	Carrying amount cost HK\$	Unrealised gain (loss) arising on revaluation HK\$	Exchange loss HK\$	Fair value/ market value HK\$
Unlisted equity investment							
E-Com Holdings Pte. Ltd.	Singapore	1,259,607	23.70%	10,906,777	(6,242,542)	(128,895)	4,535,340
Listed equity investment							
State Energy International Assets Holdings Limited	Bermuda	896,000	0.12%	–	448,000	–	448,000

The fair value of unlisted equity investment E-Com was assessed by the directors of the Company. The market value of listed equity investments were determined based on the quoted market bid prices available on Stock Exchange at 30 June 2021 and 31 December 2020.

As at 30 June 2021, the balance of approximately HK\$127,769,000 (31 December 2020: HK\$nil) represents the fair value of the unlisted investment fund established in the Cayman Islands which primary objectives are to provide returns through pursuing different strategies, investing primarily in equity and debt instruments of companies operated in Hong Kong and Mainland China.

11. UNSECURED BORROWINGS

		(Unaudited) At 30 June 2021 HK\$	(Audited) At 31 December 2020 HK\$
– Loans from a director	<i>a</i>	72,269	72,269
– Loan from a licensed money lending company		–	8,587,713
– Loans from third parties	<i>b</i>	<u>25,170,664</u>	<u>29,046,129</u>
		<u><u>25,242,933</u></u>	<u><u>37,706,111</u></u>

Notes:

(a) Loans from a Director

Including in the loans of HK\$72,269 were obtained from a director, Dr. Xiao Yanming (“**Dr. Xiao**”), on an unsecured basis, bearing fixed interest at 10% per annum and repayable within one year.

(b) Loans from Third Parties

The loans are due to independent third parties, bearing fixed interest rate in a range of 6% to 16% per annum. The effective interest rate is in a range of 8.78% to 16% per annum.

12. CORPORATE BONDS

	HK\$
At 1 January 2020 (audited)	70,090,412
Effective interest expenses	<u>5,966,080</u>
At 31 December 2020 and 1 January 2021 (audited)	76,056,492
Repayment	(700,000)
Effective interest expenses (<i>Note 6</i>)	<u>3,255,231</u>
At 30 June 2021 (unaudited)	<u><u>78,611,723</u></u>
Current portion	14,854,712
Non-current portion	<u>63,757,011</u>
	<u><u>78,611,723</u></u>
At 31 December 2020 (audited)	
Current portion	6,970,152
Non-current portion	<u>69,086,340</u>
	<u><u>76,056,492</u></u>

The effective interest rate of the bonds are in a range of 6.99% to 21.58% per annum.

13. CONVERTIBLE BONDS, UNSECURED

On 21 October 2020, the Group proposed to issue new convertible bonds with total principal value of HK\$50,010,000 to not less than six places which are the independent third parties of the Group to subscribe for 166,700,000 conversion shares at the initial conversion price of HK\$0.30 per share and completion has taken place on 22 January 2021. The net proceeds from issuing the convertible bonds of HK\$49.5 million are to be used for repayment of borrowings, general working capital and investment projects of the Group.

It entitled the holders to convert into ordinary shares of the Company at any time after the date of issue and up to and including the 14th day immediately preceding the maturity date, which is on the first anniversary of the date of issue of convertible bonds. None of the Convertible Bonds is converted as at the period ended. The convertible bonds bear interest at the coupon rate of 8% per annum.

The movements of the convertible bonds as follow:

	<i>HK\$</i>
At the date of issuance	50,010,000
Effective interest expenses charged to profit or loss (<i>Note 6</i>)	<u>1,753,775</u>
At 30 June 2021 (unaudited)	<u>51,763,775</u>
Current portion	<u><u>51,763,775</u></u>

14. SHARE CAPITAL

	Number of ordinary shares of HK\$0.0125 each	HK\$
Authorised:		
At 1 January 2020, 31 December 2020, 1 January 2021, and 30 June 2021	<u>80,000,000,000</u>	<u>1,000,000,000</u>
Issued and fully paid:		
At 1 January 2020, 31 December 2020, 1 January 2021	1,803,558,784	22,544,485
Placing of new shares (<i>Note</i>)	<u>360,660,000</u>	<u>45,082,500</u>
At 30 June 2021	<u><u>2,164,218,784</u></u>	<u><u>67,626,985</u></u>

Note: On 4 January 2021 and 25 February 2021, a total of 90,140,000 and 270,520,000 ordinary shares have been issued at HK\$0.28 and HK\$0.33 per placing share pursuant to the terms and conditions of the placing agreement under general mandate. Net proceeds of approximately HK\$24.4 million and HK\$88.4 million have been raised through the placing.

15. RELATED PARTY DISCLOSURES

(a) Transactions

The Group had the following significant related party transactions during the Period which were carried out in the normal course of the Group's business:

Name of related party	Nature of transaction	(Unaudited)	
		For the six months ended 30 June	
		2021	2020
		HK\$	HK\$
Fortune Legendary Asset Management Limited	Income from office sharing	–	(60,000)
The Ultimate Controlling Party	Loan interest expenses	–	315,932
		<u>–</u>	<u>315,932</u>

(b) Balances

Name of related party	Nature of balance	(Unaudited)	(Audited)
		At 30 June	At 31 December
		2021	2020
		HK\$	HK\$
Fortune Legendary Asset Management Limited	Investment management fee payable	(577,500)	(577,500)
Dr. Xiao	Loan interest incurred and other payables due to a director	(87,643)	(72,269)
		<u>(87,643)</u>	<u>(72,269)</u>

16. PLEDGE OF ASSETS

No margin facility from a regulated securities broker was granted to the Group under which financial assets at FVTPL with market value of HK\$73,472 and HK\$448,000 were pledged as collateral as at 30 June 2021 and 31 December 2020 respectively.

17. LITIGATIONS

On 23 April 2019, the Company, and an independent third party (“**Landlord**”) entered into a tenancy agreement, pursuant to which a property was let to the Company for office use for a fixed term from 1 April 2019 and 31 March 2022.

On 5 May 2021, a judgement from the High Court of Hong Kong was adjudged that the Company, as defendant, shall pay the Landlord, as the plaintiff, for the sum of HK\$527,779 being payable for the accrued rental and management fees, overdue interests of HK\$64,963 and cost of this action HK\$70,000; with the damage to be assessed. The Company is still discussing with the Landlord for the amount of damage. As of the reporting date, no concrete solution being reached yet.

The directors of the Company are of the view that the damage amount has no significant impact on the Group's financial position and its operating result for the period ended 30 June 2021 as the damage amount will not more than the accrued rental and management fee that have already been recorded in the consolidated financial statements as at 30 June 2021.

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

Goldstone Investment Group Limited is an investment holding company. The Company's investment instruments are to be made in the form of investment fund or equity securities or equity-related securities or debt related instruments in listed and unlisted companies. The investments normally are to be made in enterprises which are established within their respective fields. The Company may also subscribe for the funds mainly includes equity investment funds, hedge funds, quantitative funds, index funds, securities and futures investment funds, Pre-IPO cornerstone funds, strategic investment and M&A funds, digital currency funds, art investment funds and gold funds.

As at 30 June 2021, the Group's investment portfolio was diversified and comprised of different sectors of business including unlisted multi-strategies funds, education and investment in listed securities. The total assets of the Group were approximately HK\$136,282,000 of which noncurrent portion and the current portion were approximately HK\$4,670,000 and HK\$131,612,000 respectively.

The net current assets of the Group as at 30 June 2021 were approximately HK\$25,818,000 which consisted of approximately HK\$3,824,000 accrual for the administrative and other operating expenses and creditors, approximately HK\$51,764,000 convertible bonds, approximately HK\$14,855,000 corporate bonds, approximately HK\$72,000 a loan from a director and approximately HK\$25,171,000 an unsecured loan from third parties. The net liabilities of the Group as at 30 June 2021 were approximately HK\$33,269,000.

The Group is fully aware of the net liabilities position. Therefore, in order to turnaround the situation, the Group will explore various means to strengthen its financial position and to optimise its capital structure, including possible fund-raising exercises including but not limited to borrow loans, issuing additional equity or debt securities.

Financial Review

For the six months ended 30 June 2021, the net loss attributable to owners of the Company was approximately HK\$16,477,000, an increment of net loss of approximately HK\$2,613,000 from the net loss of approximately HK\$13,864,000 in the last corresponding period, due to a net loss on financial assets at fair value through profit or loss ("FVTPL") of approximately HK\$2,450,000 was incurred in the current period.

As at 30 June 2021, the Group has cash and cash equivalents of approximately HK\$1,145,000 (31 December 2020: approximately HK\$168,000). Furthermore, the Group incurred a net loss of approximately HK\$16,477,000 during the period ended 30 June 2021 and, as of that date, the Group has net liabilities of approximately HK\$33,269,000. The directors of the Company have given careful consideration to the future liquidity of the Group. The directors of the Company implemented the following measures in order to improve the working capital and liquidity and cash flow position of the Group.

1. The Group will seek for new investors as shareholder or equity security holders of the company.
2. Placing of 20% of the issued share capital of the Company (pursuant to the general mandate granted to the Directors at the Annual General Meeting) or placing of more than 20% of the issued share capital of the Company (pursuant to a special mandate to be sought from shareholders at an extra-ordinary general meeting).
3. To realise its investment through disposal of listed and unlisted equity investment and unlisted investment funds.

After taking into account the above measures, the directors of the Company consider that the Group will have sufficient working capital to finance its operations and financial obligations as and when they fall due, and accordingly, are satisfied that it is appropriate to prepare the condensed consolidated financial statements for the Period on a going concern basis.

At the end of the reporting period, no margin facility (31 December 2020: HK\$nil) from a regulated securities broker was granted to the Group under which financial assets at FVTPL with market value of approximately HK\$73,000 (31 December 2020: approximately HK\$448,000) were pledged as collateral.

The Company has foreign currency investments in financial assets, which expose it to foreign currency risk. The Group is mainly exposed to the effects of fluctuation of the S\$. In view of the fluctuation of S\$ against HK\$, The Board believes that the foreign exchange risk is minimal.

Dividends

The Board does not recommend the payment of an interim dividend for the Period (six months ended 30 June 2020: HK\$nil).

Gearing Ratio

The gearing ratio (total borrowings/total assets) was 121.62% (31 December 2020: 2,323.51%).

Litigation

On 23 April 2019, the Company, and an independent third party (“**Landlord**”) entered into a tenancy agreement, pursuant to which a property was let to the Company for office use for a fixed term from 1 April 2019 and 31 March 2022.

On 5 May 2020, a judgement from the High Court of Hong Kong was adjudged that the Company, as defendant, shall pay the Landlord, as the plaintiff, for the sum of HK\$527,779 being payable for the accrued rental and management fees, overdue interests of HK\$64,963 and cost of this action HK\$70,000; with the damage to be assessed. The Company is still discussing with the Landlord for the amount of damage. As of the reporting date, no concrete solution being reached yet.

The directors of the Company are of the view that the damage amount has no significant impact on the Group’s financial position and its operating result for the period ended 30 June 2021 as the damage amount will not more than the accrued rental and management fee that have already been recorded in the consolidated financial statements as at 30 June 2021.

Contingent Liabilities

As at 30 June 2021, the Group did not have any contingent liabilities (31 December 2020: nil).

Employees

As at 30 June 2021, the Group has employed 4 employees, including one Executive Director and had no major changes in the information related to human resources as stated in its 2020 Annual Report.

OUTLOOK

Looking ahead, the second half of 2021, the operating environment for financial markets is expected to remain challenging. The outbreak of COVID-19 virus continues to raging around the world has adversely impact on the investment market and thus many economic and political uncertainties caused by the upcoming mopping up liquidity by the United States Federal Reserve and rising geopolitical tensions across several regions in Asia. In spite of this, the Group will continue to adopt and maintain a prudent investment approach to capture attractive market opportunities as and when they arise. The Group will continue fully leveraging its strong market analytical capability and carefully identify the market opportunities to increase the investment arrangements in biomedicine, new energy, new economy sectors, through professional, diversified and flexible investment, and prudent risk management and control strategy to bring the maximum returns for all the shareholders.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company's corporate governance practices are based on the principles, code provisions and recommended best practices as set out in the Corporate Governance Code and Corporate Governance Report (the "**CG Code**") contained in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**"). During the Period, the Company has complied with all code provisions, and where applicable, certain recommended best practices set out in the CG Code except for code provision A.6.7 of the CG Code as explained below.

Under the code provision A.6.7 of the CG Code, independent non-executive Directors and other non-executive Directors should attend general meetings and develop a balanced understanding of the views of members. All Directors are encouraged to attend the Company's general meetings and each Director makes every effort to attend. However, two independent non-executive Directors were unable to attend the Company's annual general meeting held on 7 June 2021 due to other personal engagements.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company had adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**"), as contained in Appendix 10 of the Listing Rules, as the required standard for the Directors of the Company to deal in the securities of the Company. Upon enquiry by the Company, all Directors of the Company have confirmed that they have complied with the required standards set out in the Model Code throughout the Period.

PURCHASE, SALE OR REDEMPTION OF SHARE

The Company has not redeemed any of its shares during the Period. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's shares during the Period.

REVIEW OF INTERIM FINANCIAL INFORMATION

The interim financial information of the Group for the Period is unaudited, but has been reviewed by the Company's Audit Committee.

PUBLICATION OF RESULTS AND INTERIM REPORT

This results announcement is published on the website of the Company at <http://www.goldstoneinvest.com> and the website of the Stock Exchange at www.hkexnews.hk. The interim report of the Company will be despatched to shareholders and published on the aforesaid websites in due course.

By Order of the Board
Goldstone Investment Group Limited
金石投資集團有限公司
Dr. Xiao Yanming
Chairman

Hong Kong, 30 August 2021

As at the date of this announcement, the Board comprises seven Directors. The executive Director is Dr. Xiao Yanming; the non-executive Directors are Mr. Tung Shu Sun, Ms. Li Ye and Mr. Wong Tsz Wai; and the independent non-executive Directors are Mr. Lai Kim Fung, Ms. Wang Zhongqiu and Mr. Wong Yiu Kit, Ernest.