易生活控股有限公司
Elife Holdings Limited

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 223)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021

The board (the "**Board**") of directors (the "**Directors**") of Elife Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") hereby announces the unaudited condensed consolidated results of the Group for the six months ended 30 September 2021 together with the comparative figures of the corresponding period for 2020 as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 September 2021

		Six months ended 30 September	
		2021	2020
	Notes	***HK\$'000***	*HK\$'000*
		(Unaudited)	(Unaudited)
Continuing operations			
Turnover	4	**111,791**	128,648
Cost of sales		**(96,526)**	(125,671)
Gross profit		**15,265**	2,977
Other income	5	**731**	1,716
Other gains – net	5	**395**	358
Selling expenses		**(341)**	(2,655)
Other operating expenses		**(12,126)**	(12,670)
Equity-settled share-based payment		**(10,713)**	(1,596)
Loss from operating activities	6	**(6,789)**	(11,870)
Finance costs	7	**(1,156)**	(66)
Loss before tax		**(7,945)**	(11,936)
Taxation	8	**(3,947)**	(126)

	Notes	Six months ended 30 September 2021 HK$'000 (Unaudited)	2020 HK$'000 (Unaudited)
Loss for the period from continuing operations		**(11,892)**	(12,062)
Discontinued operation			
Loss for the period from a discontinued operation	10	**(3,310)**	(393)
Loss for the period		**(15,202)**	(12,455)
Other comprehensive income/(loss)			
Items that will not be reclassified to profit or loss:			
Change in fair value of financial asset at fair value through other comprehensive income		**(93)**	(45)
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation foreign operations		**216**	2,753
Other comprehensive income for the period		**123**	2,708
Total comprehensive loss for the period		**(15,079)**	(9,747)
Loss for the period attributable to:			
Owners of the Company		**(21,110)**	(10,235)
Non-controlling interests		**5,908**	(2,220)
		(15,202)	(12,455)
Total comprehensive loss for the period attributable to:			
Owners of the Company		**(20,603)**	(7,146)
Non-controlling interests		**5,524**	(2,601)
		(15,079)	(9,747)
Loss per share			
From continuing and discontinued operations			
– Basic	11	**(0.7) cents**	(0.3) cents
– Diluted	11	**(0.7) cents**	(0.3) cents
From continuing operations			
– Basic	11	**(0.6) cents**	(0.3) cents
– Diluted	11	**(0.6) cents**	(0.3) cents

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at 30 September 2021

	Notes	As at 30 September 2021 HK$'000 (Unaudited)	As at 31 March 2021 HK$'000 (Audited)
Non-current assets			
Property, plant and equipment		**7,866**	9,009
Right-of use assets		**5,248**	6,108
Financial asset at fair value through other comprehensive income		**90**	89
		13,204	15,206
Current assets			
Inventories		**835**	56
Trade receivables	12	**64,731**	16,864
Deposits, prepayments and other receivables	13	**58,077**	72,756
Cash and cash equivalents		**11,865**	14,188
Assets classified as discontinued operation	10	**67**	4,482
Total current assets		**135,575**	108,346
Less: Current liabilities			
Trade payables	14	**15,191**	113
Accrued liabilities and other payables	15	**27,848**	22,065
Contract liabilities		**–**	1,067
Lease liabilities	16	**2,251**	2,485
Amounts due to shareholders	17	**2,665**	2,622
Amounts due to non-controlling interests	18	**5,247**	5,247
Tax payables		**3,624**	1,464
Liabilities directly associated with assets classified as discontinued operation	10	**4**	108
Total current liabilities		**56,830**	35,171
Net current assets		**78,745**	73,175
Total assets less current liabilities		**91,949**	88,381

	Notes	As at 30 September 2021 HK$'000 (Unaudited)	As at 31 March 2021 HK$'000 (Audited)
Less: Non-current liabilities			
Lease liabilities	16	**1,470**	2,446
Amounts due to shareholders	17	**12,585**	11,878
Amounts due to non-controlling interests	18	**4,168**	3,934
		18,223	18,258
Net assets		**73,726**	70,123
Capital and reserves			
Share capital	19	**66,493**	61,933
Reserves		**67,328**	73,809
Equity attributable to owners of the Company		**133,821**	135,742
Non-controlling interests		**(60,095)**	(65,619)
Total equity		**73,726**	70,123

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2021

1. CORPORATE INFORMATION

Elife Holdings Limited is a limited liability company incorporated in the Cayman Islands and its shares are listed on the Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The registered office of the Company is located at Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The principal place of business of the Company is located at Unit 806, Level 8, Core D, Cyberport 3, 100 Cyberport Road, Hong Kong.

The principal activities of the Company is investment holding. The principal activities of its subsidiaries include engaging in commodities trading and daily cleaning, anti-epidemic and other consumable products businesses. It has also been expanding its businesses into the consumer products market conforming to the Group’s business principle of “making life easier and benefiting people’s livehood” (易生活•惠民生).

This condensed consolidated interim financial statement has not been audited.

2. BASIS OF PREPARATION

The unaudited condensed consolidated interim financial statements have been prepared in accordance with the Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and 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”). These condensed consolidated interim financial statements are presented in Hong Kong dollars and all values are rounded to the nearest thousand (HK$’000) except otherwise indicated.

These condensed consolidated interim financial statements should be read in conjunction with the Group’s audited annual financial statements for the year ended 31 March 2021.

The accounting policies and method of computation adopted in the preparation of these condensed consolidated interim financial statements are consistent with those used in the Group’s annual financial statements for the year ended 31 March 2021 except that the Group has adopted certain new and revised Hong Kong Financial Reporting Standards (“HKFRSs”) (which also include HKASs and Interpretations) as disclosed in Note 3 below.

3. PRINCIPAL ACCOUNTING POLICIES

The unaudited condensed consolidated interim financial information has been prepared on the historical cost basis, except for certain financial instruments, which are measured at fair values, as appropriate.

Other than additional accounting policies resulting from application of amendments to HKFRSs and application of certain accounting policies which became relevant to the Group, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 September 2021 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31 March 2021.

(a) Amended standards adopted by the Group

The following amended standards are mandatory for the financial year beginning on the after 1 April 2021:

• HKFRS 9, HKAS 39 and HKFRS 7, HKFRS 4 and HKFRS 16 (Amendments)	Interest rate benchmark reform – Phase 2
• HKFRS 16 (Amendments)	Covid-19 – Related rent concessions beyond 30 June 2021

The adoption of these amended standards did not have a significant impact on the Group's accounting policies and did not require any adjustments.

(b) New and amended standards, intepretations to standards and annual improvements (collectively the "Amendments") that have been issued but are not effective

The following Amendments have been issued, but are not effective for the Group's financial year beginning on 1 April 2021 and have not been early adopted:

• HKFRSs (Amendments)	Annual improvements to HKFRSs 2018-2020 cycle[1]
• HKFRS 3 (Amendments)	Reference to the conceptual framework[1]
• HKFRS 4 (Amendments)	Extension of the temporary exemption from applying HKFRS 9[2]
• HKFRS 10 and HKAS 28 (Amendments)	Sale or contribution of assets between an investor and its associate or joint venture[3]
• HKFRS 17 and HKFRS 17 (Amendments)	Insurance contracts[2]
• HKAS 1 (Amendments)	Classification of liabilities as current or non-current[2]
• HKAS 1 and HKFRS Practice Statement 2 (Amendments)	Disclosure of accounting policies[2]
• HKAS 8 (Amendments)	Definition of accounting estimates[2]
• HKAS 12 (Amendments)	Deferred tax related to assets and liabilities arising from a single transaction[2]
• HKAS 16 (Amendments)	Proceeds before intended use[1]
• HKAS 37 (Amendments)	Onerous contracts – costs of fulfilling a contract[1]
• Amendments to Accounting Guideline 5	Merger accounting for common control combinations[1]
• HK Int 5 (2020)	Presentation of financial statements – Classification by the borrwoer of a term loan that contains a repayment on demand clause[2]

[1] Effective for financial years beginning on or after 1 January 2022

[2] Effective for financial years beginning on or after 1 January 2023

[3] No mandatory effective date yet determined

The Group is in the process of making an assessment of the impact of these Amendments upon initial application but is not yet in a position to state whether these Amendments would have any significant impact on its results of operations and financial position.

4. SEGMENT INFORMATION

The Group organised into three operating divisions: commodities trading business, daily cleaning, anti-epidemic and other consumable products business and esmart digital services. These divisions are the basis on which the Group reports its segment information.

The three operating and reportable segments under HKFRS 8 are as follows:

Commodities trading business	Provision of agency services and commodities trading in the PRC, Hong Kong and overseas
Daily cleaning, anti-epidemic and other consumable products business	Engaged in the sales, marketing and brand building of daily cleaning, anti-epidemic and other consumable products in the PRC and overseas
Esmart digital services	Provision of esmart digital services in the PRC
Unconventional gas business	Provision of services in connection with unconventional gas and import of technical equipment for the unconventional gas industry (the operation was discontinued during the six months ended 30 September 2021)

Revenue represents the aggregate of the amounts received and receivable from third parties, income from commodities trading business and sales of daily cleaning, anti-epidemic and other consumable products. Revenue recognised during the periods are as following:

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Disaggregation of revenue from contracts with customers		
Recognised at a point in time		
Commodities sales	**49,218**	119,702
Sales of daily cleaning, anti-epidemic and other consumable products	**62,573**	8,946
Total revenue from contracts with customers	**111,791**	128,648

Segment revenues and results

The following is an analysis of the Group's revenue and results by reportable segment:

For the six months ended 30 September 2021 (Unaudited)

	Continuing operations			
	Commodities trading business *HK$'000*	**Daily cleaning, anti-epidemic and other consumable products business** *HK$'000*	**Esmart digital services** *HK$'000*	**Consolidated** *HK$'000*
Turnover				
Turnover from external customers	49,218	62,573	–	111,791
Result				
Segment (loss)/profit	(3,011)	14,683	(1,489)	10,183
Unallocated other income				1,055
Unallocated corporate expenses				(7,314)
Equity-settled share-based payment				(10,713)
Finance costs				(1,156)
Loss before tax				(7,945)
Taxation				(3,947)
Loss for the period from continuing operations				(11,892)

For the six months ended 30 September 2020 (Unaudited)

	Continuing operations			
	Commodities trading business *HK$'000*	Daily cleaning, anti-epidemic and other consumable products business *HK$'000*	Esmart digital services *HK$'000*	Consolidated *HK$'000*
Turnover				
Turnover from external customers	119,702	8,946	–	128,648
Result				
Segment (loss)/profit	(1,991)	2,487	(4,887)	(4,391)
Unallocated other income				1,796
Unallocated corporate expenses				(7,679)
Equity-settled share-based payment				(1,596)
Finance costs				(66)
Loss before tax				(11,936)
Taxation				(126)
Loss for the period from continuing operations				(12,062)

Turnover reported above represents revenue generated from external customers. There were no inter-segment sales in the Period (six months ended 30 September 2020: HK$Nil).

Segment results represent the (loss)/profit generated from each segment without allocation of certain other income, equity-settled share-based payment, corporate expenses, finance costs and taxation. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment measurement.

Segment assets and liabilities

	Continuing operations			Discontinued operation	
	Commodities trading business	**Daily cleaning, anti-epidemic and other consumable products business**	**Esmart digital services**	**Unconventional gas business**	**Consolidated**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***	***HK$'000***
30 September 2021 (Unaudited)					
Segment assets	57,383	54,987	11,278	–	123,648
Segment liabilities	4,928	22,248	10,230	–	37,406

	Continuing operations			Discontinued operation	
	Commodities trading business	Daily cleaning, anti-epidemic and other consumable products business	Esmart digital services	Unconventional gas business	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
31 March 2021 (Audited)					
Segment assets	65,587	9,492	11,807	4,067	90,953
Segment liabilities	2,639	3,765	10,114	108	16,626

Reconciliation of reportable segment assets and liabilities:

	30 September 2021 (Unaudited) *HK$'000*	31 March 2021 (Audited) *HK$'000*
Assets		
Total assets of reportable segments	**123,648**	90,953
Unallocated and other corporate assets:		
Property, plant and equipment	**1,873**	2,101
Right-of-use assets	**1,924**	2,449
Deposit, prepayments and other receivables	**20,916**	23,215
Cash and cash equivalents	**418**	4,834
Consolidated total assets	**148,779**	123,552
Liabilities		
Total liabilities of reportable segments	**37,406**	16,626
Unallocated and other corporate liabilities:		
Accrued liabilities and other payables	**10,426**	9,958
Lease liabilities	**2,555**	3,164
Amounts due to shareholders	**15,251**	14,500
Amounts due to non-controlling interests	**9,415**	9,181
Consolidated total liabilities	**75,053**	53,429

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

- all assets are allocated to reportable segments other than unallocated corporate assets (mainly comprising certain property, plant and equipment, certain right-of-use assets, certain deposits, prepayments and other receivables and certain cash and cash equivalents); and

- all liabilities are allocated to reportable segments other than unallocated corporate liabilities (mainly comprising certain accrued liabilities and other payables, lease liabilities, amounts due to shareholders, amounts due to non-controlling interests and tax payables).

Other segment information

For the six months ended 30 September 2021 (Unaudited)

	Commodities trading business	**Daily cleaning, anti-epidemic and other consumable products business**	**Esmart digital services**	**Unallocated**	**Total**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***	***HK$'000***
Continuing operations:					
Depreciation of property, plant and equipment	**296**	**18**	**623**	**228**	**1,165**
Depreciation of right-of-use assets	**342**	**–**	**–**	**525**	**867**

For the six months ended 30 September 2020 (Unaudited)

	Commodities trading business	Daily cleaning, anti-epidemic and other consumable products business	Esmart digital services	Unallocated	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
Continuing operations:					
Depreciation of property, plant and equipment	361	–	1,746	265	2,372
Depreciation of right-of-use assets	558	–	66	486	1,110

* Additions to non-current assets excluding financial asset at fair value through other comprehensive income.

Geographical information

The Company is domiciled in Hong Kong. The Group's operations are mainly located in the PRC and Hong Kong. The following analysis of the Group's turnover by geographical area is disclosed for the periods ended 30 September 2021 and 2020.

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
The PRC	**111,791**	122,019
Hong Kong	**–**	5,957
Overseas	**–**	672
	111,791	128,648

The following is an analysis of the carrying amount of non-current assets (excluding financial asset at fair value through other comprehensive income) analysed by the geographical area in which the assets are located:

	Carrying amount of non-current assets	
	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
The PRC	**885**	1,794
Hong Kong	**6,793**	7,796
Overseas	**5,436**	5,533
	13,114	15,123

5. OTHER INCOME AND OTHER GAINS – NET

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Continuing operations:		
Other income		
Interest income on:		
Bank deposit	**10**	14
Other receivables	**649**	1,322
	659	1,336
Government grant (Note)	**–**	162
Sundry income	**72**	218
	731	1,716
Other gains – net		
Net exchange loss	**(2)**	(43)
Loss on disposal of subsidiary	**–**	(1)
Gain/(loss) on disposal of property, plant and equipment	**60**	(2)
Gain on waiver of rent	**32**	404
Gain on waiver of other payables	**305**	–
	395	358

Note: Amounts represented the government grants received in relation to the outbreak of novel coronavirus ("COVID-19") pandemic.

6. LOSS FROM OPERATING ACTIVITIES

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
The Group's loss from operating activities from continuing operations is arrived at after charging:		
Cost of inventory sold	**96,526**	125,671
Depreciation of property, plant and equipment	**1,165**	2,372
Depreciation of right-of-use-assets	**867**	1,110
Staff costs (including directors' remuneration)		
– wages and salaries	**6,323**	6,753
– equity-settled share-based payment	**21,425**	1,596
– retirement benefits scheme contributions	**302**	263
	28,050	8,612
Expenses relating to short-term lease	**353**	138

7. FINANCE COSTS

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Continuing operations:		
Interests on lease liabilities	**215**	65
Imputed interests on amounts due to shareholders	**707**	1
Imputed interests on amounts due to non-controlling interests	**234**	–
	1,156	66

8. TAXATION

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Current tax		
– PRC Enterprises Income Tax	**3,947**	126

On 21 March 2018, the Hong Kong Legislative Council passed the Inland Revenue (Amendment) (No.7) Bill 2017 (the "Bill") which introduces the two-tiered profits tax rates regime. The Bill was signed into law on 28 March 2018 and was gazetted on the following day. Under the two-tiered profits tax rates regime, the first HK$2 million of assessable profits of qualifying corporations will be taxed at 8.25%, and assessable profits above HK$2 million will be taxed at 16.5%. The assessable profits of corporation not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. The two-tiered profits tax rates regime is applicable to the Group for the periods ended 30 September 2021 and 2020.

The Directors considered the amount involved upon implementation of the two-tiered profits tax rates regime as insignificant to the unaudited condensed consolidated financial statements.

Under the Law of the PRC on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% from 1 January 2008 onwards.

Taxation in other jurisdictions are calculated at the rates prevailing in the respective jurisdictions. No provision has been made as the Group had no assessable profit for the six months ended 30 September 2021 and 2020.

9. DIVIDENDS

The Board of the Company do not recommend a payment of an interim dividend for the six months ended 30 September 2021 (six months ended 30 September 2020: HK$Nil).

10. DISCONTINUED OPERATION

During the six months ended 30 September 2021, the Group decided to discontinue its unconventional gas business and focus its resources on commodities trading business, daily cleaning, anti-epidemic and other consumable products business and esmart digital services. Hence, unconventional gas business was classified as discontinued operation.

The results of the unconventional gas business for the period are presented below:

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Turnover	**–**	–
Other income	**–**	1
Other gain	**1,187**	–
Other operating expenses	**(4,497)**	(394)
Loss from operating activities	**(3,310)**	(393)
Finance costs	**–**	–
Loss before tax	**(3,310)**	(393)
Taxation	**–**	–
Loss for the period	**(3,310)**	(393)

The major classes of assets and liabilities of the unconventional gas business classified as discontinued operation as at 30 September 2021 are as follows:

	As at 30 September 2021 *HK$'000* **(Unaudited)**	As at 31 March 2021 *HK$'000* (Audited)
Assets		
Property, plant and equipment	**–**	6
Deposits, prepayments and other receivables	**–**	4,074
Cash and cash equivalents	**67**	402
Assets classified as discontinued operation	**67**	4,482
Liabilities		
Accrued liabilities and other payables	**4**	108
Liabilities directly associated with assets classified as discontinued operation	**4**	108
Net assets directly associated with the discontinued operation	**63**	4,374

The cash flows incurred by the unconventional gas business are as follows:

	As at 30 September 2021 *HK$'000* **(Unaudited)**	As at 31 March 2021 *HK$'000* (Audited)
Net cash inflow/(outflow) from operating activities	**4,311**	(46,853)

11. LOSS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

(a) Basic

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

	Six months ended 30 September	
	2021	2020
	(Unaudited)	(Unaudited)
Continuing and discontinued operations		
Loss for the period attributable to owners of the Company *(HK$'000)*	**(21,110)**	(10,235)
Weighted average number of ordinary shares in issue *('000)*	**3,189,198**	2,965,967
Basic and diluted loss per share *(HK cents per share)*	**(0.7)**	(0.3)

	Six months ended 30 September	
	2021	2020
	(Unaudited)	(Unaudited)
Continuing operations		
Loss for the period attributable to owners of the Company *(HK$'000)*	**(17,800)**	(9,842)
Weighted average number of ordinary shares in issue *('000)*	**3,189,198**	2,965,967
Basic and diluted loss per share *(HK cents per share)*	**(0.6)**	(0.3)

	Six months ended 30 September	
	2021	2020
	(Unaudited)	(Unaudited)
Discontinued operation		
Loss for the period attributable to owners of the Company *(HK$'000)*	**(3,310)**	(393)
Weighted average number of ordinary shares in issue *('000)*	**3,189,198**	2,965,967
Basic and diluted loss per share *(HK cents per share)*	**(0.1)**	(0)

(b) Diluted

The basic and diluted loss per share are the same for the periods ended 30 September 2021 and 2020. The calculation of the diluted loss per share for both periods did not assume the exercise of the Company's outstanding share options as the effect is anti-dilutive.

12. TRADE RECEIVABLES

	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade receivables	**71,248**	23,381
Less: allowance for expected credit losses on trade receivables, net	**(6,517)**	(6,517)
	64,731	16,864

The following is an ageing analysis of trade receivables based on invoice date, at the end of reporting period.

	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0 to 30 days	**46,041**	202
31 to 60 days	**6,653**	–
61 to 90 days	**–**	–
91 to 180 days	**7**	7,441
Over 180 days	**18,547**	15,738
	71,248	23,381

13. DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Deposits	**850**	913
Prepayments	**33,946**	32,330
Other receivables *(Note (i), (ii) & (iii))*	**103,856**	120,088
	138,562	153,331
Less: allowance for expected credit losses on other receivables, net *(Note (iv))*	**(80,575)**	(80,575)
	58,077	72,756

Notes:

As at 30 September 2021, included the other receivables are several significant items as follows:

(i) *Outstanding consideration for sale of minority interest in an associated company*

Pursuant to the sale and purchase agreement dated 2 June 2015 (as supplemented and amended by two supplemental agreements thereto dated 23 June 2017 and 28 November 2017) (the "Disposal Agreement") between Elife Investment Holdings Limited (formerly known as Sino Rich Energy Holdings Limited) (a wholly-owned subsidiary of the Company) ("Elife Investment") and Jetgo Group Limited ("Jetgo"), Elife Investment agreed to dispose of 10.5% of the issued share capital of an associated company to Jetgo at the consideration of HK$150,000,000. The first and second instalments of the consideration of approximately HK$75,304,000 were settled in accordance with the schedule.

In relation to the third instalment of the consideration of approximately HK$74,696,000 due 31 December 2018, Jetgo settled HK$200,000 in June 2018 and approximately HK$74,496,000 has remained outstanding as at 30 September 2021 (31 March 2021: approximately HK$74,496,000).

(ii) *Performance deposit due from Zhongshang Huimin (Beijing) E-Commerce Co. Ltd. ("Huimin")*

An interest-free and unsecured performance deposit of RMB50,000,000 (the "Performance Deposit") was paid by Zhongnongxin Supply Chain Management Company Limited ("Zhongnongxin") (an indirect whollyowned subsidiary of the Company) to Huimin pursuant to the supply agreement dated 8 March 2017 (the "Supply Agreement") among Zhongnongxin, Huimin and Mr. Zhang Yichun ("Mr. Zhang"). Mr. Zhang, a former non-executive Director and a former vice-chairman of the Board, provided a personal guarantee to Zhongnongxin for the repayment of the Performance Deposit in full when due.

Pursuant to the Supply Agreement (as supplemented and amended by two supplemental agreements thereto on 11 September 2017 and 1 March 2018 respectively), the Performance Deposit shall become due on 16 September 2018. Huimin did not repay the Performance Deposit in full by the said due date. Since August 2018 (that is, one month before the due date), the Group has from time to time requested repayment of the Performance Deposit by Huimin by various means and in particular, (a) on 20 August 2018, the Group issued a letter to Huimin requesting for immediate repayment of the Performance Deposit; (b) on 22 August 2018 and 4 September 2018 respectively, the Group requested Huimin to repay the Performance Deposit in full before 16 September 2018 by email; (c) on 27 September 2018, the PRC legal counsel of the Company, issued a demand letter to Huimin and Mr. Zhang requesting Huimin for repayment of the Performance Deposit; (d) in early November 2018, the management of the Company attended physical meetings with representatives of Huimin to negotiate on, among other things, the means to settle the Performance Deposit, which is preliminarily proposed to be either by way of loan, equity pledge or equity transfer; (e) on 10 December 2018, Huimin provided a repayment schedule in respect of settlement of the Performance Deposit and approximately RMB2,000,000 had been received during the year ended 31 March 2019; (f) On 30 May 2019, a supplemental agreement was entered into among the parties and it was agreed that Huimin shall to repay the remaining balances of the

Performance Deposit on or before 16 December 2019; and (g) On 15 June 2020, a supplemental agreement was entered into among the parties and it was agreed that Huimin shall to repay the remaining balances of RMB27,700,000 of the Performance Deposit on or before 31 December 2020. On 20 May 2021, a new supplemental agreement was entered into among the parties and it was agreed that Huimin shall to repay the remaining balances of the Performance Deposit on or before 31 December 2021. The said supplemental agreement contains a clause that the Group shall have the right to demand repayment of the outstanding sum on or before the due date.

As at 30 September 2021, the Performance Deposit of approximately HK$6,257,000 (equivalent to RMB5,200,000) (31 March 2021: approximately HK$16,894,000 and equivalent to RMB14,200,000) included in other receivables. The Performance Deposit was partially repaid of approximately RMB1,500,000 after the period ended 30 September 2021.

(iii) Loan to Graceful Ocean International Group Holding Limited ("Graceful Ocean")

On 11 September 2014, Sino Talent Holdings Limited ("Sino Talent"), a wholly-owned subsidiary of the Company, as lender, entered into a loan agreement (the "Loan Agreement") with Graceful Ocean, as borrower and Mr. Ma Haike ("Mr. Ma") as first guarantor whereby Sino Talent agreed to advance to Graceful Ocean a term loan in the principal amount of HK$18 million (the "Loan") with interest accrued at the rate of 13% per annum. The parties entered into five supplemental agreements to the Loan Agreement between April 2015 and June 2018 to, 25 among other things, postpone the maturity date of the Loan to 31 March 2019. On 24 June 2019, the parties and Mr. Gao Feng ("Mr. Gao"), an executive director and the vice-chairman of the Board, entered into the sixth supplemental agreement to the Loan Agreement with the interest rate of 10% per annum, to further postpone the maturity date of the Loan to 31 March 2020. Meanwhile, as an additional security of the repayment obligations of the borrower under the Loan Agreement (as supplemented by the six supplemental agreements), Mr. Gao, entered into a second guarantee contract ("Mr. Gao's Second Guarantee") with Sino Talent and Graceful Ocean whereby Mr. Gao agreed to act as the second guarantor and in the event and only when Mr. Ma failed to or refused to fulfill its guarantee obligations as the first guarantor, guarantee the due performance of Graceful Ocean in respect of its repayment obligations under the Loan Agreement (as supplemented by the six supplemental agreements). On 12 June 2020, the Seventh supplemental agreement entered into the parties to further postpone the maturity date of the Loan to 31 March 2021. On 23 April 2021, Mr. Gao entered into a repayment agreement with Sino Talent to take up responsibilities to repay the outstanding balances according to the repayment schedule on behalf of Graceful Ocean when Mr. Ma failed to settle of the Loan. The repayment schedule has been agreed and due on 31 December 2022. The interest rate was changed to 5% per annum.

As at 30 September 2021, the total outstanding amount of the Loan and the interest accrued thereon was approximately HK$25,449,000 (31 March 2021: approximately HK$27,382,000) and included in other receivables. The loan was repaid of approximately HK$400,000 subsequently to period ended 30 September 2021.

(iv) In respect of the sales consideration in Note (i), on 28 November 2018, 2 January 2019 and 25 April 2019, the Group (either by itself or through its legal advisers) issued demand letters to Jetgo while the management of both parties continued to discuss the means to settle the outstanding amount. The Company sought legal advices from two separate Hong Kong law firms on the viability and pros and cons of taking legal action against Jetgo on its failure to make the repayment in accordance with the Disposal Agreement. The Company will further instruct professionals to assess the assets and financial conditions of the Vendor, its associated companies and the sole shareholder of the Vendor in Hong Kong and elsewhere and will then decide whether or not to take legal action against the Vendor or explore other options including but not limited to disposal of the outstanding amount.

Due to the expected possibility of repayment from Jetgo in short period of time is very low and assessed its expected credit losses ("ECL") is very high by an independent firm of professional valuers, after thorough consideration, the Board decided to make an allowance for expected credit losses on the respective receivables, i.e. approximately HK$74,496,000 for the year ended 31 March 2019.

Regarding the Performance deposits in Note (ii) and loan balance in Note (iii), the ECLs are relatively low as supported by the repayment schedules and the personal guarantees, the provision allowance for expected credit losses on other receivables are approximately HK$370,000 and HK$5,616,000 respectively as at 31 March 2021. Since Huimin and Graceful Ocean continuously to repay the Performance deposit (Note (ii) above) and the loan (Note (iii) above) as well as both debts have not yet been expired, the directors of the Company considered both ECLs are relatively low, there is no further provision of the impairment on the respective receivables was made during the six months period ended 30 September 2021.

14. TRADE PAYABLES

	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0 to 30 days	**12,865**	7
31 to 60 days	**2,021**	–
61 to 90 days	**–**	–
91 to 180 days	**–**	–
Over 180 days	**305**	106
	15,191	113

15. ACCRUED LIABILITIES AND OTHER PAYABLES

	As at 30 September 2021 *HK$'000* (Unaudited)	As at 31 March 2021 *HK$'000* (Audited)
Accrued liabilities	**6,360**	6,573
Deposits received in advance	**1,520**	49
Other payables	**19,968**	15,443
	27,848	22,065

16. LEASE LIABILITIES

The Group's lease liabilities arise from the leasing of office premises and motor vehicles with a fixed lease term from 2 to 5 years. The weight average incremental borrowing rates applied by the Group range from 1.85% to 12.9% (31 March 2021: 1.85% to 12.9%).

The Group had lease liabilities repayable as follows:

	As at 30 September 2021 (Unaudited)	
	Present value of the minimum lease payments *HK$'000*	**Total minimum lease payments** *HK$'000*
Within 1 year	**2,251**	**2,524**
Over 1 year, less than 2 years	**1,470**	**1,544**
	3,721	**4,068**
Less: total future interest expenses		**(347)**
Present value of lease liabilities		**3,721**
Analysis for reporting purpose as:		
Current liabilities		**2,251**
Non-current liabilities		**1,470**
		3,721

	As at 31 March 2021 (Audited)	
	Present value of the minimum lease payments	Total minimum lease payments
	HK$'000	*HK$'000*
Within 1 year	2,485	2,862
Over 1 year, less than 2 years	1,900	2,070
Over 2 years, less than 5 years	546	559
	4,913	5,419
Less: total future interest expenses		(560)
Present value of lease liabilities		4,913
Analysis for reporting purpose as:		
Current liabilities		2,485
Non-current liabilities		2,446
		4,931

As at 30 September 2021, the Group's lease in respect of approximately HK$2,991,000 (31 March 2021: approximately HK$3,233,000) are secured by the lessor's title to the leased assets. The Group's lease liabilities are denominated in Hong Kong dollars and RMB, being the functional currency of the relevant group entity.

17. AMOUNTS DUE TO SHAREHOLDERS

	As at 30 September 2021 *HK$'000* (Unaudited)	As at 31 March 2021 *HK$'000* (Audited)
Current liabilities		
Amount due to Gao Feng ("Mr. Gao") *(Note (i))*	**259**	256
Amount due to Zhang Xiaobin ("Mr. Zhang") *(Note (i))*	**2,406**	2,366
	2,665	2,622
Non-current liabilities		
Amount due to Mr. Gao *(Note (ii))*	**10,319**	9,739
Amount due to Mr. Zhang *(Note (ii))*	**2,064**	1,948
Amount due to Mr. Chiu *(Note (ii))*	**202**	191
	12,585	11,878
	15,250	14,500

Notes:

(i) The amounts due to shareholders under current liabilities are non-trade in nature, unsecured, interest-free and repayable on demand.

(ii) On 27 July 2020, the Company signed a supplementary agreement with shareholders for extending the repayment date of the amounts due to shareholders for approximately HK$13,995,000. The amounts due to shareholders are classified as non-currant liabilities, and are nontrade in nature, unsecured, interest-free and repayable with fixed term of two years. The principal amount of the loans were approximately HK13,995,000 and the fair value were approximately HK$10,836,000. Deemed capital contribution arising from shareholders amounted approximately HK$3,159,000 were the difference of the principal amount and the fair value which initially recognised in other reserve during the year ended 31 March 2021.

18. AMOUNTS DUE TO NON-CONTROLLING INTERESTS

The amounts due to non-controlling interests under current liabilities are non-trade in nature, unsecured, interest-free and repayable within one year (31 March 2021: repayable within one year).

On 27 July 2020, the Company signed a supplementary agreement with non-controlling interests for extending the repayment date of the amounts due to with several non-controlling interests for approximately HK$4,635,000. The amounts due to non-controlling interests are classified as non-current liabilities and are non-trade in nature, unsecured, interest-free and repayable with fixed term of two years. Deem capital contribution arising from non-controlling interests amounted approximately HK$1,046,000 were initially recognised from the difference of principal amount of approximately HK$4,635,000 and fair value amount of approximately HK$3,589,000.

	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
Current liabilities	**5,247**	5,247
Non-current liabilities	**4,168**	3,934
	9,415	9,181

19. SHARE CAPITAL

	As at 30 September 2021 (Unaudited)		As at 31 March 2021 (Audited)	
	Number of shares	**Amounts**	Number of shares	Amounts
	'000	***HK$'000***	*'000*	*HK$'000*
Authorised:				
Ordinary shares of HK$0.02 each	**15,000,000**	**300,000**	15,000,000	300,000
Issued and fully paid:				
At beginning of the period/year	**3,096,643**	**61,933**	2,965,967	59,319
Subscription of shares *(Note (i))*	**145,000**	**2,900**	130,676	2,614
Grant of shares under share award scheme *(Note (ii))*	**83,000**	**1,660**	–	–
At end of the period/year	**3,324,643**	**66,493**	3,096,643	61,933

Notes:

(i) The Company was successfully subscribed 145,000,000 Shares at HK$0.02 each on 15 September 2021 at a subscription price of HK$0.055 per share for a total consideration, before expenses of approximately HK$7,975,000. The proceeds were used for the working capital to maintain the Group's daily operations and funding for developing the Group's business.

During the year ended 31 March 2021, the Company was successfully subscribed 111,702,000 shares and 18,974,000 shares at HK$0.02 each on 15 December 2020 and 31 March 2021 respectively at a subscription price of HK$0.188 per share for a total consideration, before expenses, of approximately HK$24,567,000. The proceeds were used for the Group's daily operations and the funding for developing the daily consumer goods trading business of the Group.

(ii) On 8 April 2021, the Board has resolved to grant and transfer a total of 5,050,000 existing awarded shares to Mr. Zhang Shaoyan, the Chief Investment Officer of the Group under the shares held by Trustee and 83,000,000 new awarded shares are to be granted to eight employees of a subsidiary under the share award scheme by way of issue and allotment of new shares. The Company issued the respective awarded shares at fair value of HK$0.069 per share.

20. SHARE-BASED PAYMENTS

Share Options Scheme

The Company operates a share option scheme (the "Scheme") for the purpose of providing incentives and/or rewards to eligible participants who contribute to the success of the Group's operations. Eligible participants of the Scheme include any directors and employees of the Company, including all executive directors of the Company and its subsidiaries. The Scheme became effective on 8 October 2010 and expired on 8 October 2020 (Existing Share Option Scheme). On 23 September 2021, the Company passed an ordinary resolution by the shareholders at the annual general meeting to the New Share Option Scheme.

The New Share Option Scheme become effective on 23 September 2021 and, unless otherwise cancelled or amended, will remain in force for 10 years from that date.

The maximum number of unexercised share options currently permitted to be granted under the Scheme is an amount equivalent, upon their exercise, to 10% of the shares of the Company in issue at any time. The maximum number of shares issuable under share options to each eligible participant in the Scheme within any 12-month period is limited to 1% of the shares of the Company in issue at any time. Any further grant of share option in excess of this limit is subject to shareholders' approval in a general meeting.

The share options granted to a director, chief executive or substantial shareholder of the Company, or to any of their associates, are subject to approval in advance by the independent non-executive Directors. In addition, any share options granted to a substantial shareholder or an independent non-executive director of the Company, or to any of their subsidiaries, in excess of 0.1% of the shares of the Company in issue at any time or with an aggregate value (based on the price of the Company's shares at the date of the grant) in excess of HK$5,000,000, within any 12-month period, are subject to shareholders' approval in advance in a general meeting.

The offer of a grant of share options may be accepted within 28 days from the date of the offer, upon payment of a nominal consideration of HK$1 in total by the grantee. The exercise period of the share options granted would be determined by the directors.

The exercise price of the share options would be determined by the Directors, but may not be less than the higher of (i) the Stock Exchange closing price of the Company's shares on the date of the offer of the share options, which must be a business day; and (ii) the average Stock Exchange closing price of the Company's shares for the five trading days immediately preceding the date of the offer, provided that the subscription price shall not be lower than the nominal value of the shares.

The fair value of share options granted to any directors, employees and other parties is recognised as an employee cost with a corresponding increase in a share option reserve within equity. The fair value is measured at grant date using the Black-Scholes-Merton option pricing model, taking into account the terms and conditions upon which the options were granted.

Share options do not confer rights on the holders to dividends or to vote at shareholders' meeting.

Movement in share options during the period ended 30 September 2021 are as follows:

Category of Participants	Date of grant (Note (b))	Exercisable period (Note (a))	Exercisable price per share HK$	Adjusted exercisable price per share after share consolidation HK$	Outstanding at 1 April 2021	Granted during the period	Exercised during the period	Lapsed during the period	Reclassified during the period	Outstanding at 30 September 2021
Directors										
Mr. Zhang Xiaobin	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	–	22,500,000
	21 January 2020	Period 5	0.11	N/A	29,000,000	–	–	–	–	29,000,000
					51,500,000	–	–	–	–	51,500,000
Mr. Gao Feng	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	–	22,500,000
	21 January 2020	Period 5	0.11	N/A	29,000,000	–	–	–	–	29,000,000
					51,500,000	–	–	–	–	51,500,000
Mr. Chiu Sui Keung	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	–	22,500,000
	21 January 2020	Period 5	0.11	N/A	29,000,000	–	–	–	–	29,000,000
					51,500,000	–	–	–	–	51,500,000
Mr. Sun Qiang	27 June 2017	Period 4	0.21	0.42	24,460,000	–	–	–	(24,460,000)	–
(Resigned on 24 March 2021)	21 January 2020	Period 5	0.11	N/A	2,900,000	–	–	–	(2,900,000)	–
					27,360,000	–	–	–	(27,360,000)	–
Mr. Cheng Wing Keung, Raymond	16 December 2016	Period 3	0.285	0.57	1,000,000	–	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	2,900,000	–	–	–	–	2,900,000
					3,900,000	–	–	–	–	3,900,000

Category of Participants	Date of grant (Note (b))	Exercisable period (Note (a))	Exercisable price per share HK$	Adjusted exercisable price per share after share consolidation HK$	Outstanding at 1 April 2021	Granted during the period	Exercised during the period	Lapsed during the period	Reclassified during the period	Outstanding at 30 September 2021
Mr. Lam Williamson	16 December 2016	Period 3	0.285	0.57	1,000,000	–	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	2,900,000	–	–	–	–	2,900,000
					3,900,000	–	–	–	–	3,900,000
Mr. Wong Hoi Kuen	16 December 2016	Period 3	0.285	0.57	1,000,000	–	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	2,900,000	–	–	–	–	2,900,000
					3,900,000	–	–	–		3,900,000
Dr. Lam Lee G.	20 October 2016	Period 2	0.3	0.6	1,181,000	–	–	–	–	1,181,000
	16 December 2016	Period 3	0.285	0.570	1,000,000	–	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	2,900,000	–	–	–	–	2,900,000
					5,081,000	–	–	–	–	5,081,000
				Sub-total	198,641,000	–	–	–	(27,360,000)	171,281,000
Employees of the Group										
In aggregate	16 December 2016	Period 3	0.285	0.570	5,516,000	–	–	–	–	5,516,000
	21 January 2020	Period 5	0.11	N/A	66,000,000	–	–	(1,000,000)	–	65,000,000
				Sub-total	71,516,000	–	–	(1,000,000)	–	70,516,000
Others										
In aggregate	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	–	22,500,000
	27 June 2017	Period 4	0.21	0.42	–	–	–	–	24,460,000	24,460,000
	21 January 2020	Period 5	0.11	N/A	53,900,000	–	–	(2,000,000)	2,900,000	54,800,000
				Sub-total	76,400,000	–	–	(2,000,000)	27,360,000	101,760,000
				Total	346,557,000	–	–	(3,000,000)	–	343,557,000
Weighted average exercise price (in HK$) *(Note (c))*					0.27	–	–	0.11	0.39	0.27

Movement in share options during the period ended 30 September 2020 are as follows:

Category of Participants	Date of grant (Note (b))	Exercisable period (Note (a))	Exercisable price per share HK$	Adjusted exercisable price per share after share consolidation HK$	Outstanding at 1 April 2020	Granted during the period	Exercised during the period	Lapsed during the period	Outstanding at 30 September 2020
Directors									
Mr. Zhang Xiaobin	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	22,500,000
	21 January 2020	Period 5	0.11	N/A	3,625,000	7,250,000	–	–	10,875,000
					26,125,000	7,250,000	–	–	33,375,000
Mr. Gao Feng	22 September 2015	Period 1	0.17	0.34	8,000,000	–	–	(8,000,000)	–
	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	22,500,000
	21 January 2020	Period 5	0.11	N/A	3,625,000	7,250,000	–	–	10,875,000
					34,125,000	7,250,000	–	(8,000,000)	33,375,000
Mr. Chiu Sui Keung	22 September 2015	Period 1	0.17	0.34	8,000,000	–	–	(8,000,000)	–
	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	22,500,000
	21 January 2020	Period 5	0.11	N/A	3,625,000	7,250,000	–	–	10,875,000
					34,125,000	7,250,000	–	(8,000,000)	33,375,000
Mr. Sun Qiang	27 June 2017	Period 4	0.21	0.42	24,460,000	–	–	–	24,460,000
	21 January 2020	Period 5	0.11	N/A	362,500	725,000	–	–	1,087,500
					24,822,500	725,000	–	–	25,547,500
Mr. Zhang Yichun	20 October 2016	Period 2	0.3	0.6	15,000,000	–	–	(15,000,000)	–
(Resigned on 29 February 2020)	16 December 2016	Period 3	0.285	0.57	7,500,000	–	–	(7,500,000)	–
					22,500,000	–	–	(22,500,000)	–
Mr. Cheng Wing Keung, Raymond	16 December 2016	Period 3	0.285	0.57	1,000,000	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	362,500	725,000	–	–	1,087,500
					1,362,500	725,000	–	–	2,087,500
Mr. Lam Williamson	16 December 2016	Period 3	0.285	0.57	1,000,000	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	362,500	725,000	–	–	1,087,500
					1,362,500	725,000	–	–	2,087,500
Mr. Wong Hoi Kuen	16 December 2016	Period 3	0.285	0.57	1,000,000	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	362,500	725,000	–	–	1,087,500
					1,362,500	725,000	–	–	2,087,500

Category of Participants	Date of grant (Note (b))	Exercisable period (Note (a))	Exercisable price per share HK$	Adjusted exercisable price per share after share consolidation HK$	Outstanding at 1 April 2020	Granted during the period	Exercised during the period	Lapsed during the period	Outstanding at 30 September 2020
Dr. Lam Lee G.	20 October 2016	Period 2	0.3	0.6	1,181,000	–	–	–	1,181,000
	16 December 2016	Period 3	0.285	0.570	1,000,000	–	–	–	1,000,000
	21 January 2020	Period 5	0.11	N/A	362,500	725,000	–	–	1,087,500
					2,543,500	725,000	–	–	3,268,500
				Sub-total	148,328,500	25,375,000	–	(38,500,000)	135,203,500
Employees of the Group									
In aggregate	22 September 2015	Period 1	0.17	0.34	25,500,000	–	–	(25,500,000)	–
	20 October 2016	Period 2	0.3	0.6	9,500,000	–	–	–	9,500,000
	16 December 2016	Period 3	0.285	0.570	14,516,000	–	–	–	14,516,000
	21 January 2020	Period 5	0.11	N/A	10,125,000	20,250,000	–	–	30,375,000
				Sub-total	59,641,000	20,250,000	–	(25,500,000)	54,391,000
Others									
In aggregate	16 December 2016	Period 3	0.285	0.57	22,500,000	–	–	–	22,500,000
	27 June 2017	Period 4	0.21	0.42	24,460,000	–	–	(24,460,000)	–
	21 January 2020	Period 5	0.11	N/A	6,737,500	13,475,000	–	–	20,212,500
				Sub-total	53,697,500	13,475,000	–	(24,460,000)	42,712,500
				Total	261,667,000	59,100,000	–	(88,460,000)	232,307,000
Weighted average exercise price (in HK$) *(Note (c))*					0.432	0.11	–	0.4257	0.38

Notes:

(a) Period 1 22 September 2015 to 21 September 2020

Period 2 20 October 2016 to 19 October 2021

Period 3 16 December 2016 to 15 December 2021

Period 4 27 June 2017 to 26 June 2022

Period 5 21 January 2020 to 20 January 2025

(b) The vesting date of the share options for Period 1 to 4 is the date of grant. The vesting dates of the share options for Period 5 are as follows:

(1) 12.5% of the Share Options shall be vested on 31 March 2020 and exercisable from 31 March 2020 to 20 January 2025, both dates inclusive;

(2) 12.5% of the Share Options shall be vested on 30 June 2020 and exercisable from 30 June 2020 to 20 January 2025, both dates inclusive;

(3) 12.5% of the Share Options shall be vested on 30 September 2020 and exercisable from 30 September 2020 to 20 January 2025, both dates inclusive;

(4) 12.5% of the Share Options shall be vested on 31 December 2020 and exercisable from 31 December 2020 to 20 January 2025, both dates inclusive;

(5) 12.5% of the Share Options shall be vested on 31 March 2021 and exercisable from 31 March 2021 to 20 January 2025, both dates inclusive;

(6) 12.5% of the Share Options shall be vested on 30 June 2021 and exercisable from 30 June 2021 to 20 January 2025, both dates inclusive;

(7) 12.5% of the Share Options shall be vested on 30 September 2021 and exercisable from 30 September 2021 to 20 January 2025, both dates inclusive; and

(8) 12.5% of the Share Options shall be vested on 31 December 2021 and exercisable from 31 December 2021 to 20 January 2025, both dates inclusive.

(c) The exercise prices of the outstanding share options as at 30 September 2021 range from HK$0.11 to HK$0.6 (30 September 2020: range from HK$0.11 to HK$0.6) per share and their weighted average remaining contractual life as at 30 September 2021 is 2.23 years (six months ended 30 September 2020: 2.44 years).

On 23 September 2021, the Shareholders under the Annual General Meeting approved and refreshed the Share Option Scheme Limit which will allow the Company to grant share options entitling holders thereof to subscribe for up to 317,964,356 Shares.

During the periods ended 30 September 2021, no share options were granted to directors, employees and other parties while 3,000,000 share options lapsed (six months ended 30 September 2020: 59,100,000 and 88,460,000 respectively).

Share Award Scheme

The Board has approved the adoption of a share award scheme (the "Old Share Award Scheme") on 11 February 2011, pursuant to which existing shares will be purchased by the Bank of East Asia (Trustees) Limited (the "BEA Trustee") from the market at the cost of the Company and be held in trust. On 9 March 2011, the Board approved and transferred HK$5,000,000 to the BEA Trustee. On 18 December 2019, the Company transferred shares from the shares under the share award scheme from the BEA Trustee to Xin Yongan International Securities Company Limited (the "Trustee"). As at 30 September 2021, no shares were purchased and held by the Trustee (31 March 2021: 5,050,000 shares were held by Trustee, representing approximately 0.16% of the issued share capital of the Company). No awarded share was granted to any persons since the commencement of the Old Share Award Scheme.

On 27 June 2017 (the "Adoption Date"), the Board resolved to terminate the Old Share Award Scheme with immediate effect. Such termination shall not affect the share awarded by the Board under the Old Share Award Scheme. On the same day, the Board has conditionally resolved to adopt the new share award scheme (the "New Share Award Scheme").

The purposes and objectives of the New Share Award Scheme are to recognise the contributions by certain employees and persons to the Group and to provide them with incentives in order to retain them for the continual operation and development of the Group and to attract suitable personnel for further development of the Group. Subject to any early termination as may be determined by the Board in accordance with the scheme rules, the New Share Award Scheme shall be valid and effective for 10 years from the Adoption Date.

The Board may select any individual or corporate entity being a director (including executive and non-executive director), employee, officer, agent, advisor, consultant or business partner of the Company or any of its subsidiaries and other persons who/which in the opinion of the Board has contributed or will contribute to the growth and development of the Group (the "Eligible Participant") for participation in the New Share Award Scheme and determine the number of the awarded shares to be awarded to the selected participants (the "Selected Participants").

The Board shall offer the awarded shares ("Awarded Shares") to the Selected Participant(s) by any of the following ways as the Board deems fit:

(a) subject to (i) the passing of an ordinary resolution by the Shareholders in general meeting approving the Scheme Mandate and the transactions contemplated thereunder; and (ii) the Listing Committee granting approval of the listing of, and permission to deal in, any new shares as Awarded Shares, pay such sum to the Trustee for the purpose of subscribing for the new Shares to be allotted and issued to the Trustee for the benefit of the Selected Participant(s) or allot and issue the new Shares as Awarded Shares to the Selected Participant(s) directly; and/or

(b) pay the reference amount to the Trustee (or as it shall direct) and direct the Trustee to purchase old Awarded Shares. The Board is entitled to impose any conditions as it deems appropriate with respect to the entitlement of the Selected Participant to the Awarded Shares.

Pursuant to the scheme rules, the total number of Shares, whether they are new shares or old shares purchased on-market by the Trustee, underlying all grants made pursuant to the New Share Award Scheme shall not exceed 10% of the total number of issued shares as at the Adoption Date. Such scheme limit may however be refreshed from time to time subject to the certain conditions set out in the New Share Award Scheme. The Company shall not make any further grant of Awarded Share(s) which would result in the total number of the Awarded Shares together with the shares which may be allotted and issued upon exercise of all outstanding share options granted but yet to be exercised under the other share option or award scheme(s) of the Company representing an aggregate over thirty per cent (30%) of the Share in issue as at the date of such grant.

Unless otherwise approved by the shareholders and subject to the adjustment in the event of consolidation or subdivision of shares, the maximum number of Shares which may be awarded to a Selected Participant under the New Share Award Scheme in any 12-month period shall not exceed 1 per cent (1%) of the issued share capital of the Company as at the Adoption Date or the date of refreshment of the scheme limit (as the case may be), excluding all the shares awarded under the New Share Awarded Scheme up to the Adoption Date or the latest date of refreshment.

Any Awarded Shares and the related income thereof held by the Trustee and which are referable to a Selected Participant shall vest in that Selected Participant in accordance with the timetable and conditions as imposed by the Board at its absolute discretion, provided that the Selected Participant remains at all times after the approved by the Board and on the relevant vesting date an Eligible Participant of the Group.

If the Board selects a director as the Selected Participant, the grant of the Awarded Shares to the director may constitute a connected transaction of the Company. However, since the grant of awarded shares to director forms part of the remuneration of the relevant director under his/her service contract, such grant of awarded shares is exempted from all the reporting, announcement and independent Shareholder's approval requirement under Rule 14A.31(6) of the Listing Rules.

For the Awarded Shares to the Selected Participants who are connected persons (excluding directors), the Company will comply with the relevant provisions of the Listing Rules in relation to the reporting, announcement and independent shareholders' approval requirements. However, any grant to any director or senior management of the Company must first be approved by the Remuneration Committee.

The New Share Award Scheme shall terminate on the earlier of (i) the date falling on the 10th anniversary date of the Adoption Date and (ii) such date of early termination as determined by the Board provided that such termination shall not materially and adversely affect any subsisting rights of any Selected Participant thereunder.

The Share Award Scheme Mandate Limit of 317,964,356 shares has been refreshed and approved by shareholders under the Annual General Meeting on 23 September 2021.

During the period ended 30 September 2021, 5,050,000 awarded share was granted and transferred to Mr. Zhang Shaoyan, the Chief Investment Officer of the Group under the shares held by Trustee. The Group also granted and issued new awarded shares of 83,000,000 to eight employees of a subsidiary (six months ended 30 September 2020: Nil). The Group recognised total expenses of approximately HK$10,713,000 (six months ended 30 September 2020: Nil) during the six months ended 30 September 2021 in relation to equity-settled share-based payment.

There was no purchase of shares by the Trustee under the New Share Award Scheme during the period ended 30 September 2021 (six months ended 30 September 2020: Nil).

21. CAPITAL COMMITMENTS

As at 30 September 2021, the Group had the following capital commitments:

	As at 30 September 2021	As at 31 March 2021
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Authorised and contracted for capital contributions payable to subsidiaries	**184,220**	181,103

22. RELATED PARTY TRANSACTIONS

In additions to the transactions and balances disclosed elsewhere in condensed consolidated financial statements, during the six months period ended 30 September 2021 and 2020, the Group had the following material related party transactions:

	Six months ended 30 September	
	2021	2020
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Yangzhou Yiyuantang Commodity Co., Ltd		
Procurement daily cleaning and anti-epidemic products *(Note (i))*	**19,737**	6,402
Graceful Ocean International Group Holding Limited		
Personal guarantee provided by Mr. Gao Feng for a loan *(Note 13(iii))*	**25,449**	26,327

The above related parties were company controlled by substantial shareholder during the reporting period. The transactions were conducted on terms and conditions mutually agreed between the relevant parties.

Note:

(i) These related party transactions also constitute non-exempt continuing connected transactions as defined in Chapter 14A of the Listing Rules.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND OUTLOOK

The Group is principally engaged in commodities trading and daily cleaning, anti-epidemic and other consumable products businesses. It has also been expanding its business into the consumer products market conforming to the Group's business principle of "making life easier and benefiting people's livehood" (易生活，惠民生).

The Group has been managing the following businesses:

COMMODITIES TRADING BUSINESS

During the six months period from 1 April 2021 to 30 September 2021 (the "Period"), the Group continues to focus on sourcing of domestic quality products as well as metals commodities for sales to retail channels or lower-tier agents in the PRC.

DAILY CLEANING, ANTI-EPIDEMIC AND OTHER CONSUMABLE PRODUCTS BUSINESS

On 31 July 2020, the Company and Mr. Zhu Qian ("Mr. Zhu") entered into the cooperation agreement to establish a joint venture group (the "Joint Ventune Group") which possesses the brand "易安生"/"E'ANSN" and the supply chain including the formula, brand and package design of the daily cleaning, anti-epidemic and other consumable products and is principally engaged in the sale, marketing and brand building of such products in the PRC and overseas. The Joint Venture Group also has further differentiated and expanded its business by developing the sales and marketing of personal healthcare, protective products (e.g. medical diagnostic test kit of COVID-19 and surgical gloves and nitrile gloves). For the Period, the Joint Venture Group recorded unaudited turnover of approximately HK$62,573,000 (six months ended 30 September 2020: approximately 8,946,000) and achieved net profit after tax of approximately HK$10,737,000 (six months ended 30 September 2020: approximately HK$2,361,000).

BUSINESS PROSPECTS AND FUTURE DEVELOPMENTS

The year 2021 is still undergone with challenges and uncertainties. The novel coronavirus pneumonia pandemic ("pandemic") continues to linger worldwide, bringing enormous pressure to all walks of life and the global supply chain.

On 27 November 2020, the Company entered into the Share Transfer Agreement with Century Smart and the Mr. Zhu Qian, (the "Mr. Zhu"), whereby the Group agreed to increase its effective interest in the Joint Venture Group from 26.01% to 70%. However, one or more Condition(s) has/have not been fulfilled or waived (as the case may be) on or before the Long Stop Date, and the parties have not agreed on any further extension of the Long Stop Date, the Share Transfer Agreement and the Acquisition have lapsed on 30 September 2021 pursuant to the terms of the Share Transfer Agreement. The Joint Venture Group remain to be subsidiaries of the Company and their financial results will continue to be consolidated into the Group's financial statements notwithstanding the lapse of the Share Transfer Agreement, the Board considers that the lapse of the Share Transfer Agreement will not have any material adverse impact on the business, operations and financial position of the Company.

Despite the gloomy operating environment, the Group continued to pursue excellence ceaselessly with the operating principle of "making life easier and benefiting people's livehood" (易生活，惠民生")，the Group has gained trust and recognition from clients around the world. In response to the urgent market demand, the Group's daily cleaning, anti-epidemic and other consumable products business has provided great support to clients in China and other countries around the world with superb product quality and stable supply, contributing to the worldwide efforts to combat against the pandemic. These efforts have helped the Group to achieve good results in daily cleaning, anti-epidemic and other consumable products business despite the dire situation of the pandemic.

The Company will continue to explore new opportunities of business development in relation to the daily necessaries.

RESULTS ANALYSIS

REVENUE

For the Period, the Group recorded turnover of approximately HK$111,791,000 (six months ended 30 September 2020: approximately HK$128,648,000), representing a decrease of 13.1%. The revenue was generated from the commodities trading segments and daily cleaning, anti-epidemic and other consumable products segment. The slightly decrease in revenue during the Period was primarily due to reduce the commodities trading business which has a lower profit margin and the Group put more resources on the daily cleaning, anti-epidemic and other consumable products business. The revenue generated from the daily cleaning, anti-epidemic and other consumable products business contributed approximately HK$62,573,000 for the Period (six months ended 30 September 2020: approximately HK$8,946,000). The gross profit margin of the daily cleaning and anti-epidemic products business were relatively high, especially due to the higher demand under the COVID-19 pandemic. The Group also extends its sales in the other consumable products to generate higher profit margin.

More details of the Group's performance by business segments are set out in Note 4.

COST OF SALES

For the Period, the cost of sales of the Group amounted to approximately HK$96,526,000 (six months ended 30 September 2020: approximately HK$125,671,000), representing a decrease of approximately 23.2% which is related to new products and customers with higher gross profit margin.

GROSS PROFIT AND GROSS PROFIT MARGIN

The Group's gross profit for the Period was approximately HK$15,265,000 (six months ended 30 September 2020: approximately HK$2,977,000), representing an increase of approximately four times. For the Period, the overall gross profit margin was approximately 13.7% (six months ended 30 September 2020: approximately 2.3%). For the Period, the gross profit margin in commodities trading business and daily cleaning, anti-epidemic and other consumable products was approximately 0.1% and approximately 24.4% (six months ended 30 September 2020: approximately 0.4% and approximately 28.4%). Hence, the Group put more resources and extension of the business in daily cleaning, anti-epidemic and other consumable products.

SELLING EXPENSES

During the Period, the Group recorded selling expenses of approximately HK$341,000 (six months ended 30 September 2020: approximately HK$2,655,000). The decrease was mainly due to the scaling down of the esmart digital services segment in light of strong competition in the PRC. The Group also implemented cost control policy to lower the operating costs and streamline the workforce by cutting down the number of staff in the sales department. Thus, the selling expenses significantly dropped accordingly in the current period.

OTHER OPERATING EXPENSES

Other operating expenses incurred by the Group for the Period was approximately HK$22,839,000 (six months ended 30 September 2020: approximately HK$14,266,000), representing an increase of approximately 60.1%, and approximately 20.4% (six months ended 30 September 2020: approximately 11.1%) of the Period's total revenue. The increase was mainly due to the equity-settled share-based payment of approximately HK$10,713,000 granted under the share award scheme which is a non-cash item (six months ended 30 September 2020: approximately HK$1,596,000).

FINANCE COSTS

The finance costs incurred by the Group for the Period were approximately HK$1,156,000 (six months ended 30 September 2020: approximately HK$66,000), representing approximately 1% of the Group's revenue in the Period. The increase was mainly due to the increase of the imputed interest expenses on shareholders' loan incurred during the Period.

LOSS FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY

For the Period, the Group recorded a loss attributable to shareholders of approximately HK$21,110,000 (six months ended 30 September 2020: approximately HK$10,235,000), representing an increase of 106.2%. Basic loss per share from continuing operations was approximately HK$0.6 cents (six months ended 30 September 2020: approximately HK$0.3 cents) for the Period. The increase was primarily attributable to the increase the equity-settled share-based payment of HK$10,713,000 (six months ended 30 September 2020: approximately HK$1,596,000) for the Period.

INTERIM DIVIDEND

The Board did not recommend payment of an interim dividend for the six months ended 30 September 2021 (six months ended 30 September 2020: HK$Nil).

FINANCIAL REVIEW

LIQUIDITY AND FINANCIAL RESOURCES

For the Period, the Group had net cash outflow from operating activities of approximately HK$8,567,000 (six months ended 30 September 2020: approximately HK$5,194,000), net cash inflow from investing activities of approximately HK$123,000 (six months ended 30 September 2020: approximately HK$19,000) and net cash inflow from financing activities of approximately HK$7,085,000 (six months ended 30 September 2020: net cash outflow approximately HK$307,000). As at 30 September 2021, the Group had available cash and cash balances amounting approximately HK$11,865,000 (31 March 2021: approximately HK$14,188,000).

As at 30 September 2021, surplus on shareholders' funds of the Group aggregately amounted to approximately HK$73,726,000 (31 March 2021: approximately HK$70,123,000). Net current assets of the Group amounted to approximately HK$78,745,000 (31 March 2021: approximately HK$73,175,000). The Group's total current assets and current liabilities were approximately HK$135,575,000 (31 March 2021: approximately HK$108,346,000) and HK$5,683,000 (31 March 2021: approximately HK$35,171,000) respectively, while the current ratio was approximately 2.4 times (31 March 2021: approximately 3.1 times). The Group's assets-liabilities ratio (total liabilities to total assets) was approximately 0.5 times (31 March 2021: approximately 0.4 times).

As at 30 September 2021, the Group's gearing ratio (total debts to total equity) was approximately 38.5% (31 March 2021: approximately 42.9%).

CAPITAL STRUCTURE

On 19 July 2021, the Company entered into the subscription agreement with Mr. Zhu Qian ("Mr. Zhu"), a substantial shareholder of each of both non wholly-owned subsidiaries of the Company whereby Mr. Zhu agreed to subscribe for an aggregate of 145,000,000 subscription shares at the subscription price of HK$0.055 each for a consideration of HK$7,975,000. The subscription was completed on 15 September 2021. The proceeds are intended to be used for the working capital to maintain the Group's daily operations and funding for developing the Group's businesses.

For details, please refer to the Company's announcements dated 19 July and 15 September 2021 respectively.

CAPITAL EXPENDITURES AND CAPITAL COMMITMENT

The Group did not have any capital expenditure contracted but not provided for property, plant and equipment as at 30 September 2021 and 30 September 2020.

As at 30 September 2021, the Group had capital commitment of approximately HK$184,220,000 (31 March 2021: approximately HK$181,103,000) in respect of the authorised and contracted for capital contributions payable to subsidiaries.

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES AND ANY RELATED HEDGES

The Group's sales and purchase are mainly transacted in Hong Kong dollar, United States dollar and Renminbi and the books are recorded in Hong Kong dollar. Therefore, it may be exposed to foreign exchange risk. However in view of the stable currency policies adopted by the PRC government, the Directors consider that the foreign exchange risk is insignificant.

The Group currently has no foreign exchange rate hedging policy in respect of commercial transactions denominated in foreign currencies. However, the Directors monitor exchange rate exposure regularly and will consider hedging significant exchange rate exposure as and when necessary.

CONTINGENT LIABILITIES

The Group did not have any material contingent liabilities as at 30 September 2021.

EMPLOYEES AND REMUNERATION POLICY

As at 30 September 2021, the Group had a total of 44 employees (30 September 2020: 43) in Hong Kong, the PRC and the United States. All employees are remunerated according to their performance, experience and the prevailing industry practices. The Group also participates in retirement benefit schemes for its staff in Hong Kong and the PRC.

The new share option scheme of the Company was approved by shareholders and adopted on 23 September 2021 and amended on 17 August 2017, with options to be granted to any directors, employees and other parties at the discretion of the Board. During the period ended 30 September 2021, no share options were granted to directors, employees and other parties while 3,000,000 share options lapsed. As at 30 September 2021, 343,557,000 share options remained outstanding.

The Group also adopted a share award scheme on 27 June 2017. During the period ended 30 September 2021, 5,050,000 awarded shares was granted and transferred to Mr. Zhang Shao Yan, the Chief Investment Officer of the Group, under the shares held by Trustee. The Group also granted and issued new awarded shares of 83,000,000 to eight employees of a subsidiary. The Group recognised total expenses of approximately HK$10,713,000 (six months ended 30 September 2020: Nil) during the six months ended 30 September 2021 in relation to equity-settled share-based payment.

CONTINUING CONNECTED TRANSACTIONS

On 9 November 2020, Smart Challenger Global Limited ("**Smart Challenger**"), an indirect non wholly-owned subsidiary of the Company, entered into the Procurement Framework Agreement with Yangzhou Yiyuantang Commodity Co., Ltd ("**Yangzhou Yuanda**"), pursuant to which Smart Challenger agreed that Smart Challenger or its subsidiaries will procure and Yangzhou Yuanda agreed to supply the cleaning and anti-epidemic products for a term of two years and four months from 1 September 2020 to 31 December 2022 (both days inclusive) (the "**Procurement Period**"). Mr. Zhu controls more than 30% of the voting power in general meetings of Yangzhou Yuanda. Mr. Zhu is also a substantial shareholder of Century Smart Group Limited ("**Century Smart**") and Smart Challenger, and is, therefore, a connected person of the Company. The transactions contemplated under the Procurement Framework Agreement constitute continuing connected transactions of the Company under the Listing Rules.

Pursuant to the Procurement Framework Agreement, Yangzhou Yuanda agreed to supply the cleaning and anti-epidemic products to Smart Challenger and its subsidiaries for a term of the Procurement Period. The selling prices of the cleaning and anti-epidemic products are determined principally by arm's length commercial negotiation.

The Annual Caps for the Procurement Framework Agreement for the period between 1 September 2020 and 31 December 2020, the year ending 31 December 2021 and the year ending 31 December 2022 are RMB20,000,000, RMB57,000,000 and RMB60,000,000 respectively.

For details, please refer to the Company's announcement dated 9 November 2020.

MATERIAL ACQUISITION AND DISPOSAL

Lapse of major and connected transaction in relation to increase of shareholding interests in subsidiaries

On 27 November 2020, the Company (as purchaser), Century Smart Group Limited， ("**Century Smart**") (as purchaser) and Mr. Zhu Qian (the "**Vendor**") entered into the share transfer agreement (the "**Share Transfer Agreement**"). (Details refer to the announcement dated 27 November 2020 and Annual Report 2021 of the Company). Pursuant to the terms of the Share Transfer Agreement, the Vendor irrevocably guaranteed to the Company that the aggregate audited consolidated net profit after tax of the Joint Venture Group for the twelve months ended 31 August 2021 shall be no less than the Guaranteed Profit of RMB15 million. After internal review and according to International Financial Reporting Standards ("**IFRS**"), the unaudited net profit after tax of approximately RMB14.8 million, which is less than the Guaranteed Profit of RMB15 million.

Under the Share Transfer Agreement, in the event that the Conditions cannot be fulfilled or waived (as the case may be) on or before 31 March 2021 or such other date as determined by the parties to the Share Transfer Agreement (the "**Long Stop Date**"), the Share Transfer Agreement and the transactions contemplated thereunder shall become null and void. The Long Stop Date was subsequently extended to a date on or before 30 September 2021 (or such other date as the parties may otherwise agree).

As one or more Condition(s) has/have not been fulfilled or waived (as the case may be) on or before the Long Stop Date, and the parties have not agreed on any further extension of the Long Stop Date, the Share Transfer Agreement and the Acquisition have lapsed on 30 September 2021 pursuant to the terms of the Share Transfer Agreement.

As the companies comprising the Joint Venture Group remain to be subsidiaries of the Company and their financial results will continue to be consolidated into the Group's financial statements notwithstanding the lapse of the Share Transfer Agreement, the Board considers that the lapse of the Share Transfer Agreement will not have any material adverse impact on the business, operations and financial position of the Company.

MATERIAL RELATED PARTY TRANSACTION

Details of material related transactions of the Group as at 30 September 2021 are set out in Note 22 to the condensed consolidated financial statements.

SIGNIFICANT INVESTMENT

The Group did not hold any significant investment for the six months ended 30 September 2021.

EVENTS AFTER THE REPORTING PERIOD

Save as disclosed elsewhere in this announcement, the Group did not have any events occurred subsequent to the end of the reporting period.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

The Company or any of its subsidiaries had not purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 September 2021.

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**") comprises three independent non-executive Directors, chaired by Mr. Lam Williamson and the other two members of the Committee are Mr. Cheng Wing Keung, Raymond and Mr. Wong Hoi Kuen. The Audit Committee has reviewed and discussed with the Company's management the interim results of the Group for the six months ended 30 September 2021.

COMPLIANCE WITH CODE ON CORPORATE GOVERNANCE PRACTICES

The Company applied the principles and complied with all code provisions of the Corporate Governance Code as set out in Appendix 14 to the Listing Rules throughout the six months ended 30 September 2021.

PUBLICATION OF RESULTS ANNOUNCEMENT AND INTERIM REPORT

The Company's results announcement for the six months ended 30 September 2021 containing all information required by Appendix 16 to the Listing Rules is published on the website of the Stock Exchange at http://www.hkexnews.hk and the Company's appointed website at http://www.capitalfp.com.hk/eng/index.jsp?co=223. The interim report of the Company for the six months ended 30 September 2021 will be despatched to the shareholders and published on the above websites in due course.

By Order of the Board
Elife Holdings Limited
Zhang Xiaobin
Chairman

Hong Kong, 29 November 2021

As at the date of this announcement, the executive Directors are Ms. Zhang Xiaobin, Mr. Gao Feng and Mr. Chiu Sui Keung and the independent non-executive Directors are Mr. Lam Williamson, Mr. Cheng Wing Keung Raymond, Mr. Wong Hoi Kuen and Dr. Lam Lee G..