



DOYEN INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability) Stock Code: 668

The background of the cover features a network diagram of interconnected nodes and lines, overlaid with large, flowing, multi-colored waves in shades of purple, pink, orange, and blue. The waves have a gradient and a slight 3D effect.

INTERIM
REPORT 2022

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CORPORATE INFORMATION

Board of Directors

Executive directors

Mr. Lo Siu Yu, *Chairman*
Mr. Tai Xing, *Chief Executive Officer*
Mr. Cho Chun Wai

Non-executive directors

Ms. Sun Lin (appointed on 4 July 2022)
Ms. Luo Shaoying, *Vice Chairman*
(resigned on 4 July 2022)
Mr. Pan Chuan

Independent non-executive directors

Mr. Chan Ying Kay
Mr. Leung Kin Hong
Mr. Wang Jin Ling

Audit Committee

Mr. Chan Ying Kay,
Committee Chairman
Mr. Leung Kin Hong
Mr. Wang Jin Ling

Remuneration Committee

Mr. Leung Kin Hong,
Committee Chairman
Mr. Chan Ying Kay
Mr. Wang Jin Ling

Nomination Committee

Mr. Lo Siu Yu,
Committee Chairman
Mr. Chan Ying Kay
Mr. Leung Kin Hong

Company Secretary

Mr. Cho Chun Wai

Authorised Representatives

Mr. Lo Siu Yu
Mr. Cho Chun Wai

Registered Office

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Share Registrar

Computershare Hong Kong Investor
Services Limited
46/F., Hopewell Centre,
183 Queen's Road East,
Wanchai, Hong Kong

Share Transfer Office

Computershare Hong Kong Investor
Services Limited
Shops 1712-16, 17/F., Hopewell Centre,
183 Queen's Road East,
Wanchai, Hong Kong

Principal Bankers

The Hongkong and Shanghai Banking
Corporation Limited
Bank of Communications Co., Ltd.
Hong Kong Branch
China Everbright Bank Hong Kong Branch

Solicitors

Mason Ching & Associates
Chiu & Partners Solicitors

Auditor

Baker Tilly Hong Kong Limited

Stock Code

668

Website

<http://www.doyenintl.com>

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS

BUSINESS REVIEW

For six months ended 30 June 2022, Doyen International Holdings Limited (the “**Company**”, together with its subsidiaries, collectively the “**Group**”) recorded revenue of approximately HK\$60.7 million (2021: approximately HK\$74.5 million), representing a decrease of 18.52%. The COVID-19 pandemic in the first half of 2022 and change in government policy on real estate in the People’s Republic of China (the “**PRC**”) has led to a decrease in demand for the flowers and plants for property development and related industry, resulting in decrease in revenue of approximately HK\$16.1 million from the sales of flowers and plants compared to the same period last year.

For the six months ended 30 June 2022, the Company recorded an operating profit of approximately HK\$21.5 million (2021: profit of approximately HK\$29.5 million). It was mainly due to the negative impact of foreign exchange and fair value changes for the period. For the six months ended 30 June 2022, the Company recorded a foreign exchange loss of approximately HK\$3.6 million (2021: profit of approximately HK\$0.7 million). Furthermore, a profit of approximately HK\$1.4 million (2021: profit of approximately HK\$4.8 million) was generated from financial assets at fair value through profit or loss in the first half of 2022, these two items had a negative impact on operating profit of approximately HK\$7.7 million in the first half of 2022.

The profit for the period attributable to owners of the Company for the six months ended 30 June 2022 is approximately HK\$8.3 million (2021: approximately HK\$19.6 million), representing a decrease of 57.65%.

Dongkui Business

東葵融資租賃(上海)有限公司 (for identification purpose, Dongkui Financial Leasing (Shanghai) Co., Ltd.) (“**Shanghai Dongkui**”), a subsidiary in which the Company owns 77.58% equity interest, is principally engaged in the provision of secured loan financing, short-term loan business and factoring business (collectively, the “**Dongkui Business**”).

The operating environment has become volatile due to the uncertain impacts of COVID-19 pandemic and the specific policies after the adjustment of the loan financing regulatory system. After careful consideration of the risk assessment of the business environment, and continued to invest the majority of the Company’s capital in the factoring business of the Dongkui Business. At the same time, in view of the current financial environment and cost considerations, the Group has chosen to operate with its own funds as the main source of funding. For the first half year of 2022, as the customers repaid their loans on time and its business remained sound and stable, the Dongkui Business has not been significantly affected by the COVID-19 pandemic. The Group will maintain a cautious approach in its business development planning to deliver a solid growth over long-term.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Dongkui Business *(continued)*

For the six months ended 30 June 2022, the Dongkui Business segment contributed revenue of approximately HK\$32.5 million (2021: revenue of approximately HK\$32.4 million), representing an increase of approximately 0.31%. This segment has recorded profit after tax of approximately HK\$20.7 million (2021: profit after tax of approximately HK\$26.5 million).

Loan Financing Business

On 1 December 2021, Shanghai Dongkui entered into a loan financing agreement with 重慶隆雅特金屬材料有限公司 (for identification purpose, Chongqing Longyate Metal Materials Ltd. ("**Chongqing Longyate**")), pursuant to which, Shanghai Dongkui agreed to provide a loan in an amount of RMB4.5 million (equivalent to approximately HK\$5.3 million) to Chongqing Longyate for a term of 1 year. The loan is secured by the machinery and equipment of Chongqing Longyate at an interest rate of 10.00% per annum.

Short-term Loan Business

Shanghai Dongkui is now providing short-term loan business for a company, namely 儋州中誠裝修有限公司 (for identification purpose, Dan Zhou Zhongcheng Decoration Co., Ltd ("**Dan Zhou Zhongcheng**")) with a project amount of RMB25 million (equivalent to approximately HK\$29.3 million).

On 20 September 2021, Dan Zhou Zhongcheng has paid interest of approximately RMB1.0 million (equivalent to approximately HK\$1.1 million) to Shanghai Dongkui as an installment of payment. However, on 22 October 2021, Dan Zhou Zhongcheng has not repaid the loan of RMB25 million (equivalent to approximately HK\$29.3 million) together with all outstanding accrued interest (i.e. interest of approximately RMB0.3 million (equivalent to approximately HK\$0.4 million) on the last instalment of payment), totalling approximately RMB25.3 million (equivalent to approximately HK\$29.6 million). Since the Company expects that there is significant uncertainty regarding Dan Zhou Zhongcheng's obligations of repaying the loan and all outstanding accrued interest under these agreements, the Company has sought legal advice and has been considering appropriate legal remedies, including (but not limited to) enforcing the corporate guarantee and security contract dated 21 October 2019 against the guarantor. For further details, please refer to the announcement of the Company dated 25 October 2021.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Dongkui Business *(continued)*

Factoring/Refactoring Business

On 15 April 2021, 東銳商業保理(上海)有限公司 (for identification purpose, Dongrui Factoring (Shanghai) Co., Limited ("**Shanghai Dongrui**"), a wholly owned subsidiary of Shanghai Dongkui, entered into a factoring agreement with 重慶嘉望商貿有限公司 (for identification purpose, Chongqing Jia Wang Trading Ltd. ("**Chongqing Jia Wang**")), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the consideration for the accounts receivables of approximately RMB23.0 million (equivalent to approximately HK\$26.9 million) assigned to Chongqing Jia Wang from the factoring customers of Chongqing Jia Wang for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of approximately RMB20.5 million (equivalent to approximately HK\$24.0 million) and an interest rate of 12.00% per annum. For further details, please refer to the announcement of the Company dated 15 April 2021. On 14 April 2022, Shanghai Dongrui has recovered all the principal and interest from Chongqing Jia Wang.

On 31 May 2021, Shanghai Dongrui entered into a factoring agreement with Chongqing Jia Wang, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the consideration for the accounts receivables of approximately RMB18.5 million (equivalent to approximately HK\$21.7 million) assigned to Chongqing Jia Wang from the factoring customers of Chongqing Jia Wang for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of approximately RMB16.5 million (equivalent to approximately HK\$19.3 million) and an interest rate of 11.99% per annum. For further details, please refer to the announcement of the Company dated 31 May 2021. On 30 May 2022, Shanghai Dongrui has recovered all the principal and interest from Chongqing Jia Wang.

On 29 September 2021, Shanghai Dongrui entered into a factoring agreement with Chongqing Longyate, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB32.0 million (equivalent to approximately HK\$37.5 million) assigned to Chongqing Longyate from the factoring customers of Chongqing Longyate for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of approximately RMB28.6 million (equivalent to approximately HK\$33.5 million) and an interest rate of 12.00% per annum. For further details, please refer to the announcement of the Company dated 29 September 2021.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Dongkui Business *(continued)*

Factoring/Refactoring Business *(continued)*

On 29 September 2021, Shanghai Dongrui entered into a factoring agreement with 重慶泛海建築勞務有限責任公司 (for identification purpose, Chongqing Fanhai Construction Labor Service Company Ltd. ("**Chongqing Fanhai**")), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB33.0 million (equivalent to approximately HK\$38.6 million) assigned to Chongqing Fanhai from the factoring customers of Chongqing Fanhai for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of RMB29.5 million (equivalent to approximately HK\$34.5 million) and an interest rate of 12.00% per annum. For further details, please refer to the announcement of the Company dated 29 September 2021.

On 30 September 2021, Shanghai Dongrui entered into a factoring agreement with Chongqing Jia Wang, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the consideration for the accounts receivables of approximately RMB18.0 million (equivalent to approximately HK\$20.1 million) assigned to Chongqing Jia Wang from the factoring customers of Chongqing Jia Wang for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of approximately RMB16.1 million (equivalent to approximately HK\$18.9 million) and an interest rate of 12.00% per annum.

On 29 October 2021, Shanghai Dongrui entered into a refactoring agreement with 中豪商業保理有限公司 (for identification purpose, Chung Ho Commercial Factoring Ltd.) ("**Chung Ho**"), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB31.6 million (equivalent to approximately HK\$37.0 million) assigned to Chung Ho from the factoring customers of Chung Ho for a term of 1 year from the date of execution of the refactoring agreement, with the factoring principal amount of RMB28.5 million (equivalent to approximately HK\$33.4 million) and an interest rate of 10.63% per annum. For further details, please refer to the announcement of the Company dated 29 October 2021.

On 29 October 2021, Shanghai Dongrui entered into a refactoring agreement with 深圳盛世嘉誠保理有限公司 (for identification purpose, Shenzhen Sheng Shi Jia Cheng Factoring Company Ltd. ("**Sheng Shi**")), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB56.0 million (equivalent to approximately HK\$65.6 million) assigned to Sheng Shi from the factoring customers of Sheng Shi for a term of 1 year from the date of execution of the refactoring agreement, with the factoring principal amount of RMB50.7 million (equivalent to approximately HK\$59.4 million) and an interest rate of 10.63% per annum. For further details, please refer to the announcement of the Company dated 29 October 2021.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Dongkui Business *(continued)*

Factoring/Refactoring Business *(continued)*

On 10 November 2021, Shanghai Dongrui entered into a refactoring agreement with 磐嶼商業保理有限公司 (for identification purpose, Pun Yu Commercial Factoring Ltd.) (“**Pun Yu**”), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB58.5 million (equivalent to approximately HK\$68.5 million) assigned to Pun Yu from the factoring customers of Pun Yu for a term of 1 year from the date of execution of the refactoring agreement, with the factoring principal amount of RMB52.9 million (equivalent to approximately HK\$61.9 million) and an interest rate of 10.63% per annum. For further details, please refer to the announcement of the Company dated 10 November 2021.

On 10 November 2021, Shanghai Dongrui entered into a factoring agreement with 重慶柏翠苗木有限公司 (for identification purpose, Chongqing Baicui Tree Nurseries Company Ltd. (“**Chongqing Baicui**”)), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB58.2 million (equivalent to approximately HK\$68.2 million) assigned to Chongqing Baicui from the factoring customers of Chongqing Baicui for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of RMB52 million (equivalent to approximately HK\$60.9 million) and an interest rate of 12.00% per annum. For further details, please refer to the announcement of the Company dated 10 November 2021.

On 12 November 2021, Shanghai Dongrui entered into a factoring agreement with 重慶潮豐聯物資有限公司 (for identification purpose, Chongqing Chaofung United Material Supplies Limited (“**Chongqing Chaofung**”)), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB57.5 million (equivalent to approximately HK\$67.3 million) assigned to Chongqing Chaofung from the factoring customers of Chongqing Chaofung for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of RMB52 million (equivalent to approximately HK\$60.9 million) and an interest rate of 10.50% per annum. For further details, please refer to the announcement of the Company dated 12 November 2021.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Dongkui Business *(continued)*

Factoring/Refactoring Business *(continued)*

On 16 November 2021, Shanghai Dongrui entered into a factoring agreement with 廣東大地鋼鐵有限公司 (for identification purpose, Guangdong Dadi Iron Supplies Limited (“**Guangdong Iron**”)), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB53.1 million (equivalent to approximately HK\$62.2 million) assigned to Guangdong Iron from the factoring customers of Guangdong Iron for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of RMB48 million (equivalent to approximately HK\$56.2 million) and an interest rate of 10.50% per annum. For further details, please refer to the announcement of the Company dated 16 November 2021.

On 18 November 2021, Shanghai Dongrui entered into a refactoring agreement with 國昀瑞業(深圳)商業保理有限公司 (for identification purpose, Guojun Xiuer (Shenzhen) Commercial Factoring Ltd. (“**Guojun Xiuer**”)), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB45 million (equivalent to approximately HK\$52.7 million) assigned to Guojun Xiuer from the factoring customers of Guojun Xiuer for a term of 1 year from the date of execution of the refactoring agreement, with the factoring principal amount of approximately RMB40.7 million (equivalent to approximately HK\$47.7 million) and an interest rate of 10.63% per annum. For further details, please refer to the announcement of the Company dated 18 November 2021.

On 26 November 2021, Shanghai Dongrui entered into a factoring agreement with 上海翊眩實業有限公司 (for identification purpose, Shanghai Hongxuan Industrial Company Ltd. (“**Shanghai Hongxuan**”)), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB41.4 million (equivalent to approximately HK\$48.5 million) assigned to Shanghai Hongxuan from the factoring customers of Shanghai Hongxuan for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of RMB37 million (equivalent to approximately HK\$43.3 million) and an interest rate of 12.00% per annum. For further details, please refer to the announcement of the Company dated 26 November 2021.

On 8 December 2021, Shanghai Dongrui entered into a factoring agreement with Chongqing Baicui, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB8.1 million (equivalent to approximately HK\$9.5 million) assigned to Chongqing Baicui from the factoring customers of Chongqing Baicui for a term of 34 days from the date of execution of the factoring agreement, with the factoring principal amount of RMB8 million (equivalent to approximately HK\$9.4 million) and an interest rate of 12.00% per annum. On 10 January 2022, Shanghai Dongrui has recovered all the principal and interest from Chongqing Baicui.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Dongkui Business *(continued)*

Factoring/Refactoring Business *(continued)*

On 8 December 2021, Shanghai Dongrui entered into a factoring agreement with Shanghai Hongxuan, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB23.2 million (equivalent to approximately HK\$27.2 million) assigned to Shanghai Hongxuan from the factoring customers of Shanghai Hongxuan for a term of 34 days from the date of execution of the factoring agreement, with the factoring principal amount of RMB23 million (equivalent to approximately HK\$26.9 million) and an interest rate of 12.00% per annum. On 10 January 2022, Shanghai Dongrui has recovered all the principal and interest from Shanghai Hongxuan.

On 15 April 2022, Shanghai Dongrui entered into a factoring agreement with Chongqing Jia Wang, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the consideration for the accounts receivables of approximately RMB7.8 million (equivalent to approximately HK\$9.1 million) assigned to Chongqing Jia Wang from the factoring customers of Chongqing Jia Wang for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of approximately RMB7.0 million (equivalent to approximately HK\$8.2 million) and an interest rate of 12.00% per annum.

On 15 April 2022, Shanghai Dongrui entered into a factoring agreement with Chongqing Fanhai, pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB11.2 million (equivalent to approximately HK\$13.1 million) assigned to Chongqing Fanhai from the factoring customers of Chongqing Fanhai for a term of 1 year from the date of execution of the factoring agreement, with the factoring principal amount of approximately RMB10.0 million (equivalent to approximately HK\$11.7 million) and an interest rate of 12.00% per annum.

On 29 June 2022, Shanghai Dongrui entered into a refactoring business with 江蘇鵬輝融資租賃有限公司 (for identification purpose, Jiangsu Penghui Financial Leasing Co., Ltd. ("Jiangsu Penghui")), pursuant to which, Shanghai Dongrui agreed to provide financing secured by the accounts receivables of approximately RMB16.7 million (equivalent to approximately HK\$19.6 million) assigned to Jiangsu Penghui from the factoring customers of Jiangsu Penghui for a term of 1 year from the date of execution of the refactoring agreement, with the refactoring principal amount of approximately RMB15.1 million (equivalent to approximately HK\$17.7 million) and an interest rate of 10.63% per annum. For further details, please refer to the announcement of the Company dated 29 June 2022.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Distressed Assets Management

In December 2020, the wholly-owned subsidiary of Shanghai Dongkui, wholly-owned acquired 安信萬邦資產管理有限公司 (for identification purpose, Anxin Wanbang Asset Management Co., Ltd.) ("**Anxin Wanbang**") with a cash amount of RMB0.6 million (equivalent to approximately HK\$0.7 million). On the date of acquisition, the net liabilities of Anxin Wanbang were RMB1.7 million (equivalent to approximately HK\$2.0 million), the purchase price was RMB0.6 million (equivalent to approximately HK\$0.7 million), and registered capital of Anxin Wanbang was RMB50 million (equivalent to approximately HK\$58.6 million). Anxin Wanbang is principally engaged in provision of distressed assets management.

Since the acquisition, Anxin Wanbang's team has explored two business models for the distressed assets management business, studying a number of projects and exploring how to take the business forward in compliance with relevant regulations. However, in the implementation of these two models, we have not been able to find a suitable business model solution for the Company and a project with a high return and low risk. In view of this, in June 2022, Shanghai Dongkui, a 77.58% owned subsidiary of the Company, disposed (the "**Disposal**") its entire interest in Anxin Wanbang for a consideration of RMB0.1 million (equivalent to approximately HK\$0.1 million). This was a way to terminate the labour relationship with the team members of Anxin Wanbang and at the same time, to delineate the risks faced by the Company.

For the six months ended 30 June 2022, the Group's distressed assets management segment has no contributed revenue (2021: nil). Meanwhile, this segment has recorded a loss after tax of approximately HK\$3.4 million for the six months ended 30 June 2022 (2021: loss after tax of approximately HK\$3.7 million). At present, the Company is continuing to identify suitable professional teams and business models to develop its distressed assets management business.

Property Investment Holding

重慶寶旭商業管理有限公司 (for identification purpose, Chongqing Baoxu Commercial Property Management Ltd.) ("**Chongqing Baoxu**"), a subsidiary of which 70% equity interest is owned by the Company, is principally engaged in the investment holding of Dong Dong Mall ("**Dong Dong Mall**"), a shopping arcade for commercial use and located at No.2, Second Lane, Nanping East Road, Nanan District, Chongqing in the PRC with a total gross floor area of 18,043.45 square metres. Dong Dong Mall is adjacent to a main pedestrian street and a number of shopping malls, where is a hot-spot of fashion, shopping, entertainment and business for residents around south Chongqing due to its convenient public transportation.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

BUSINESS REVIEW *(continued)*

Property Investment Holding *(continued)*

In the first half of 2022, the ever-evolving COVID-19 pandemic situation continues to affect Chongqing repeatedly, the overall consumer sentiment of the people decreased and people demand for outbound consumption and shopping decreased. In order to mitigate its impact, Dong Dong Mall wished to maintain good relations among tenants by reducing rents to relieve tenants' pressure, thus provided a total of approximately RMB0.2 million (equivalent to approximately HK\$0.2 million) rental waiver to the tenants in the first half of 2022, which accounted for 2.66% of the revenue of Dong Dong Mall in the first half of 2022.

For the six months ended 30 June 2022, the Group's property investment segment has contributed revenue of approximately HK\$7.6 million (2021: approximately HK\$7.7 million). For the six months ended 30 June 2022, this segment has recorded a profit after tax of approximately HK\$3.6 million (2021: profit after tax of approximately HK\$5.5 million), in the first half of 2022, renovation works were carried out to develop diversified rental income Dong Dong Mall at a cost of approximately HK\$0.8 million (2021: nil), the cost of the renovation works was the main reason for the decrease in profit after tax compared to the same period last year.

Sales of Flowers and Plants

Since December 2019, Chongqing Baoxu has managed its property value-added business with a focus on the sales of flowers and plants, therefore it has established a sales of flowers and plants department which is mainly responsible for the integrated management of flowers and plants procurement, sales and after-sales services and proactively develops value-added service income items of the sales of flowers and plants and explores the sales market in the PRC. In the first half of 2022, there was a significant reduction in demand for flowers and plants due to changes in the PRC real estate policy and the recurrence of COVID-19 pandemic outbreak. Chongqing Baoxu strived to explore other sales channels and expects demand for flowers and plants to grow and return to previous levels in the second half of 2022 as the real estate and related sectors are stabilised and stimulated.

For the six months ended 30 June 2022, the Group's sales of flowers and plants segment has contributed revenue of approximately HK\$20.6 million (2021: approximately HK\$36.7 million). For the six months ended 30 June 2022, this segment has recorded a profit after tax of approximately HK\$0.6 million (2021: profit after tax of approximately HK\$0.8 million).

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

PROSPECTS

In the first half of 2022, the sporadic outbreak of the COVID-19 pandemic in the PRC has had a significant impact on domestic production, consumer demand as well as imports and exports, adversely affecting the PRC economy. Internationally, with the continued geopolitical conflicts and increasing overseas demand uncertainty, the gradual tightening of United States Federal Reserve policy has led to an inverse interest rate peg between the United States and the PRC. Under the influence of multiple factors, the PRC has been facing increasing economic risks. The PRC government has introduced a series of policies to stabilize growth and support economic development. As the bloodline of the economy, since this year, the PRC has continued to guide financial institutions to increase their efforts in supporting the financing of the real economy to ensure the steady development of the PRC economy. Looking ahead to the second half of the year, growth stabilization remains a priority for the PRC government and financial policy is expected to remain focused on serving the real economy, particularly in key areas that support the smooth circulation of the national economy, and financial support is expected to be stepped up as well. Facing the uncertainties in economic development, the Group will closely follow the direction of the national industrial policy, prudently grasp the market investment opportunities and make timely adjustments to the Group's business layout in order to seek development in a stable manner. In addition, if the pandemic situation continues to improve in the second half of the year, with more growth stabilization policies and increased government subsidies for the property sector, the Group expects a gradual recovery in its results.

DONGKUI BUSINESS

During the first half of 2022, home quarantine was implemented in Shanghai, the PRC in view of the COVID-19 pandemic. The Group has followed the regulation requirements to implement the work from home arrangement for its employees. Although the arrangement has hindered the development of recruiting new customers for Dongkui Business in the first half of the year, the Dongkui Business remained stable as customers made their payments on time and business operations remained robust.

Loan Financing Business

On 14 January 2022, the PRC, together with the Banking and Insurance Regulatory Commission, have amended the "Provisional Measures for the Administration of the Acceptance, Discounting and Rediscounting of Commercial Notes", and formed the "Provisional Measures for the Administration of the Acceptance, Discounting and Rediscounting of Commercial Notes (Draft for Public Comments)", further regulating the acceptance, discounting and rediscounting of commercial bills of exchange, which is conducive to promoting the healthy development of bills business and better serving the real economy. With the continuous deepening and refinement of industry regulation, this will effectively promote the regulated development of the loan financing industry and accelerate the industry integration, providing a clear direction for the development of loan financing companies that operate in a compliant and standardized manner and driving the positive development of the industry.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

PROSPECTS *(continued)*

DONGKUI BUSINESS *(continued)*

Loan Financing Business *(continued)*

While strengthening the regulation of the financial industry, the PRC government has also introduced a series of policies to support the development of the loan financing industry. On 24 May 2022, the State Council issued a circular on the “A Package of Policies and Measures to Stabilize the Economy”, proposing to increase support for small and medium-sized loans for the general public, instruct financial institutions and large enterprises to support financing such as pledging of accounts receivable of Small and Medium-sized Enterprises (**SMEs**), expedite the amendment of the system to shorten the acceptance period of commercial bills of exchange from 1 year to 6 months, and increase the rediscounting support for supply chain financing and cooperation between banks and enterprises to support the integration and development of small, medium and large enterprises. On 2 June 2022, the PRC and the state administration of foreign exchange held a press conference to explain the financial policies on economy stabilization deployed at the state council executive meeting, which explicitly proposes the innovation and optimization of commercial bills of exchange, accounts receivable financing, financing guarantees, special financial bonds and other instruments, and the increase of support for micro and small enterprises financing; the continuous guidance for financial institutions in enhancing the stability of total credit growth and increase credit support for key areas such as water conservancy, transportation, energy and other infrastructure construction and major projects through the establishment of a government-bank-enterprise docking mechanism. Specifically in Shanghai, on 28 March 2022, the “Several Policies and Measures to Combat the Pandemic and Promote the Development of Enterprises in Shanghai” published by the general office of Shanghai municipal people’s government highlighted the enhancement of the creditworthiness of financing guarantees, increase of support for inclusive finance, and the promotion of fee reductions and concessions for financial institutions to alleviate the difficulties of SMEs. The introduction of the relevant policies has provided direction for the business development of loan financing companies, which is conducive to guiding loan financing companies to carry out loan financing business in areas that are in line with the national and Shanghai’s industrial development guidelines and provide financing support for the real economy.

In the future, the Group will accurately study the industry development trends in accordance with the direction of the PRC policies and, on the basis of risk prevention and control, continue to innovate its service approach, enrich its service tools and improve its service capabilities, as well as choose projects with more reliable ratings, adequate guarantees and manageable risks by assessing the profitability, financial and credit profile of the enterprise, so as to serve the development of real economy in a better way. At the same time, the Group will also fully leverage on the strengths and advantages of its existing resources to develop its service approach and improve its business layout, with a view to continuously improving its overall comprehensive operating capability.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

PROSPECTS *(continued)*

DONGKUI BUSINESS *(continued)*

Short-term Loan Business

In terms of short-term loan business, on 7 January 2022, the PRC banking and insurance regulatory commission published the “Management Measures for Project Companies of Finance Leasing Companies”, which regulates the financing leasing business carried out by finance leasing companies by way of project companies with a sound and improved regulatory regime for the business of finance leasing companies to strengthen risk prevention and promote sustainable business development. On 15 February 2022, the PRC banking and insurance regulatory commission published the “Regulatory Procedures for Off-site Supervision of Financial Leasing Companies” which clarifies the division of responsibilities for off-site supervision of financial leasing companies, and standardizes the procedures, contents, methods and reporting paths of off-site supervision to improve the off-site supervision reporting system. The gradual improvement of the relevant regulatory rules for financial leasing companies will further facilitate the standardized development of the financial leasing industry.

In the future, Shanghai Dongkui will continue to strictly comply with the regulatory requirements and, on the basis of legal compliance and reasonable control of short-term risks, prudently consider increasing short-term loan business and developing more diversified sources of business income in order to enhance the professional service capability of short-term loan business and promote the healthy development of short-term loan business.

Factoring/Refactoring Business

Commercial factoring companies are born with the function of serving the real economy and providing financing services to SMEs. With the development of supply chain finance and favourable policies to support the financing of SMEs, the commercial factoring industry has a bright development prospect. In the first half of 2022, in view of the impact of the COVID-19 pandemic, the PRC government introduced a series of policies to support the development of supply chain finance to solve the financing difficulties of small and micro enterprises.

On 29 March 2022, the Shanghai municipal financial regulatory bureau published the “Several Opinions on the Further Support for the Prevention and Control of the COVID-19 Pandemic and Economic and Social Development by Shanghai Local Financial Organizations” (“**Several Opinions**”), which encourages and supports microfinance companies to raise capital through issuing bonds, shareholder loans, peer-to-peer lending, and issuing asset securitization products based on loans granted by the company to serve the real economy; encourages and supports financial institutions in the banking sector to strengthen cooperation with local financial organizations, provides financing support to local financial organizations that operate in compliance with the law, increases the credit lines for small loan companies, finance leasing and commercial factoring, and reduces financing costs. In addition, the Several Opinions also propose to appropriately adjust the regulatory tolerance for the relevant financial institutions. For example, financial leasing companies and commercial factoring companies may relax the assessment requirements on indicators such as business concentration, non-performing ratio and risk reserve ratio as appropriate; in principle, overdue payments and payments in lieu of reimbursement due to the pandemic, as well as reduced profits due to reasonable concessions, will not affect the grading in the regulatory ratings.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

PROSPECTS *(continued)*

DONGKUI BUSINESS *(continued)*

Factoring/Refactoring Business *(continued)*

In the future, Shanghai Dongkui will choose its investments prudently according to the economic situation, continue to explore new factoring business areas and enrich its business income sources so as to serve the real economy continuously. At the same time, the Group will make full use of the customer credit data and payment clearing data accumulated in its own business system to continuously improve its risk prevention and control capabilities, and actively promote the integration of financial technology with factoring business to enhance the convenience and efficiency of business operations and promote the quality development of the Group's factoring/refactoring business.

Distressed Assets Management Business

The outbreak of the COVID-19 pandemic and the downturn in economic growth have further increased the supply of distressed assets and the demand for their disposal. The Company believes that the business outlook for distressed assets management business remains positive. The key success factor for the future development of the distressed assets management business lies in finding the right team of talents and designing a business model that suits the rules of listed companies to develop various types of distressed asset businesses.

At present, the Company is looking for a suitable team to design and optimise a business model that suits the management parameters and management characteristics of a listed company, and to find more and better project options, which we believe can contribute to the sustainable development of the Company.

Property Investment Holding

Chongqing's overall economic development slowed down amidst the impact of the COVID-19 pandemic. To stimulate consumption, on 1 March 2022, the National Development and Reform Commission, together with the relevant departments issued the "Measures to Implement the "Several Policies to Promote the Recovery of Difficult Industries in the Service Sector"" to support the recovery of service industries with special difficulties that were more severely affected by the pandemic, such as catering, retail, culture and tourism. However, due to the impact of the pandemic on people's income, consumer spending tends to be conservative, and consumption in large shopping malls still take time to recover. In addition, the development of e-commerce also has had an impact on the operation of traditional shopping malls, further inhibiting the development of offline shopping malls.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

PROSPECTS *(continued)*

Property Investment Holding *(continued)*

Dong Dong Mall, a property held by the Group, is located in a shopping mall located at No.2, Second Lane, Nanping East Road, Nanan District, Chongqing, the PRC. In addition to meeting people's shopping needs, it also provides consumers with a full range of facility services for dining and entertainment, as well as a wide range of shops, including fashion boutiques, restaurants and lifestyle centres. In recent years, in response to the impact of online consumerism, Dong Dong Mall has continued to broaden its business by adding parent-child entertainment items to achieve transformational development.

On 1 June 2022, Chongqing officially published the "Implementation Plan for the Establishment of a Child-Friendly City in Chongqing" to clarify the establishment of a child-friendly city and propose that Chongqing will improve its children's policy system, optimize public services for children, strengthen the protection of children's rights, expand the space for children's growth and improve the environment for children's development. Improvements in the fertility environment are expected to boost fertility intentions. In the short term, the COVID-19 pandemic has dampened fertility intentions, but in the medium to long term, the number of newborns will increase, which will in turn boost the maternity and parenting markets.

Dong Dong Mall has positioned itself as a children and parenting neighborhood centre with an industry-adjusted layout, business solicitation, operation and promotion focusing on the children industry to attract customers and tenants. In the first half of the year, Dong Dong Mall offered rent reductions to the tenants to tide over the tough times. Looking ahead to the second half of the year, consumer confidence is expected to recover slowly with the improvement in the pandemic, and the results of Dong Dong Mall are expected to improve. In the long run, with the implementation of the three-child policy and the promotion of a child-friendly city, Dong Dong Mall is expected to continue to benefit, bringing more potential customers to the Company and boosting its profitability.

Sales of Flowers and Plants

Under the "Dual Carbon" objective, the Chongqing municipal government has continued to promote the green transformation of economic and social development, continuously driving the demand for greening in urban buildings. On 10 January 2022, the Housing and urban-rural development committee of Chongqing city published the "Chongqing Green Building "14th Five-Year" Plan (2021-2025)", which stated that Chongqing will strive to increase the proportion of green buildings in new construction in urban areas from 57.24% in 2020 to 100% in 2025; the proportion of green building materials used in new construction in the city will exceed 70%. On 10 March, the official website of the Chongqing municipal economic and information commission has issued a notice, mentioning that in 2022, Chongqing will foster the creation of 50 municipal-level green factories and 5 municipal-level green industrial parks. The development of green buildings and green industrial parks will create a huge demand for gardening and floral market in Chongqing, which is estimated to be beneficial to the gardening industry in Chongqing in the long run and relatively it will also benefit Chongqing Baoxu, a subsidiary of the Group.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

PROSPECTS *(continued)*

Sales of Flowers and Plants *(continued)*

Chongqing Baoxu has positioned itself as a supplier of flowers and plants to small and medium-sized real estate developers in the PRC, aiming to provide quality landscape greening related flowers and supply flowers and plants to its real estate projects at competitive prices. Against the backdrop of the Chongqing Municipal Government's long-term promotion of green building development, the Group's business of sales of flowers and plants have good prospects.

In the future, Chongqing Baoxu will continue to develop with innovation and, according to the policy direction of Chongqing city, expand its sales channels to constantly expand the flower and plant market, while supporting the construction of an ecological civilisation in Chongqing, it will also identify more extensive areas for its organic growth and bring more returns to its shareholders.

HUMAN RESOURCES AND REMUNERATION POLICIES

As at 30 June 2022, the Group had a total of 30 (31 December 2021: 30) full-time employees. Employees' remuneration packages are determined with reference to prevailing market practices and individual performance. The Group's remuneration package includes basic salaries, sales incentives (which are only payable to certain operational staff), medical insurance plans and retirement benefit schemes. Discretionary bonus and share options may be granted to eligible employees based on the performance of the Group and individual employees.

The emoluments of the directors ("**Directors**") are determined by the remuneration committee of the Company, having regard to the operating results of the Group, individual performance and comparable market statistics.

The Company encourages its employees to enhance their competence, and also provides training to improve working capabilities of staff members and creates opportunities for long-term growth of employees.

FINANCIAL REVIEW

Liquidity and Financial Resources

The Group had bank and cash balances of approximately HK\$63.1 million as at 30 June 2022 (31 December 2021: approximately HK\$40.2 million). Management believes that the Group has sufficient cash and cash equivalents to fund its operations and future development. As at 30 June 2022, the current ratio of the Group, representing current assets divided by current liabilities, was approximately 9.7 (31 December 2021: approximately 12.0).

As at 30 June 2022, the Group had no gearing ratio (2021: nil), which is calculated as net debt divided by total capital. Net debt is calculated as amounts due to related companies and lease liabilities less cash and cash equivalents. Total capital is calculated as "equity" as shown in the consolidated statement of financial position, plus net debt. As at 30 June 2022 and 31 December 2021, the Group's gross debt had not exceeded cash and cash equivalents.

MANAGEMENT DISCUSSION AND ANALYSIS OF THE OPERATIONS *(continued)*

FINANCIAL REVIEW *(continued)*

Capital Structure

As at 30 June 2022, the Group had no current and non-current borrowings (31 December 2021: nil).

The Group did not use any derivatives to hedge its exposure to interest rate risks for the six months ended 30 June 2022 and the year ended 31 December 2021. The Group monitored its capital by maintaining a sufficient net cash position to satisfy its commitments and working capital requirements.

Pledge of Assets

As at 30 June 2022, the Group had no pledged asset (2021: nil).

Exposure to Fluctuations in Exchange Rates and Related Hedges

The Group operates in Hong Kong and the PRC with most of the transactions denominated and settled in local currencies.

Currently, the Group does not use any derivative financial instruments to hedge its exposure to foreign exchange risks.

Contingent Liabilities or Commitments

As at 30 June 2022 and 31 December 2021, the Group had no significant contingent liability nor did it incur any significant capital expenditure or enter into any significant commitment in respect of any capital expenditure.

Interim Dividends

The board (the “**Board**”) of the Company does not recommend the payment of an interim dividend for the six months ended 30 June 2022 (2021: Nil).

OTHER INFORMATION

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

As at 30 June 2022, the following Directors of the Company had interests or short positions in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were required (a) to be notified to the Company and the Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which each of them has taken or deemed to have taken under the provisions of the SFO); or (b) pursuant to section 352 of the SFO, to be entered into in the register referred to therein; or (c) pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") to be notified to the Company and the Stock Exchange:

Long positions of the Directors' interests in the shares and underlying shares of the Company as at 30 June 2022:

Name of Directors	Capacity	Interests in shares		Interests in underlying shares pursuant to share options	Total number of shares interested	Approximate percentage of the Company's issued shares
		Corporate interest	Personal interest			
Mr. Lo Siu Yu ("Mr. Lo")	Interest of controlled corporation and beneficial owner	760,373,018 (Note a)	25,000,000 (Note b)	-	785,373,018	61.64%
Mr. Cho Chun Wai	Beneficial owner	-	10,000	-	10,000	0.00%

Notes:

- 670,373,018 shares were held by Money Success Limited ("**Money Success**"), a company wholly-owned by Wealthy In Investments Limited ("**Wealthy In**"), which is in turn wholly-owned by Mr. Lo. 60,000,000 shares were held by Sino Consult Asia Limited ("**Sino Consult**") and 30,000,000 shares were held by Full Brilliant Limited ("**Full Brilliant**"), both are companies wholly-owned by Money Success.
- Such interests are held jointly with Ms. Chiu Kit Hung ("**Ms. Chiu**"), the spouse of Mr. Lo.

Save as disclosed above, as at 30 June 2022, none of the Directors or chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which each of them has taken or deemed to have taken under such provisions of the SFO); or (b) pursuant to section 352 of the SFO, to be entered into the register referred to therein; or (c) pursuant to the Model Code to be notified to the Company and the Stock Exchange.

OTHER INFORMATION *(continued)*

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES AND DEBENTURES OF THE COMPANY

As at 30 June 2022, according to the register of interests in shares of the Company and short positions of the Company required to be kept by the Company under section 336 of the SFO, the following persons or corporations, other than Directors or chief executives of the Company, having interests or short positions in the shares or underlying shares which would fall to be disclosed by the Company under the provisions of divisions 2 and 3 of Part XV of the SFO.

Long positions of substantial shareholders' interests in the shares of the Company:

Name of substantial shareholder	Capacity	Number of shares interested	Approximate percentage of the Company's issued shares
Galaxy Bond Holdings Limited	Person having a security interest in shares <i>(Note a)</i>	785,373,018	61.64%
Mr. Xue Yuewu	Interest of controlled corporation <i>(Note b)</i>	785,373,018	61.64%
Chongqing Mingna Trading Co., Ltd.	Person having a security interest in shares <i>(Note c)</i>	785,373,018	61.64%
Mr. Lin Xuegang	Interest of controlled corporation <i>(Note d)</i>	785,373,018	61.64%
Ms. Chen Aini	Interest of spouse <i>(Note e)</i>	785,373,018	61.64%
Ms. Chiu Kit Hung	Interest of spouse <i>(Note f)</i>	785,373,018	61.64%
Wealthy In Investments Limited	Interest of controlled corporation <i>(Note g)</i>	760,373,018	59.68%
Money Success Limited	Beneficial owner <i>(Note h)</i>	670,373,018	52.62%
	Interest of controlled corporation	90,000,000	7.06%
Jiangsu Huaxi Group Co. Ltd.	Interest of controlled corporation <i>(Note i)</i>	140,000,000	10.99%
Baoli International (Hong Kong) Trading Co., Limited	Beneficial owner <i>(Note j)</i>	140,000,000	10.99%
Hong Kong Jin Hua Jun Chang Industrial Limited	Beneficial owner <i>(Note j)</i>	70,000,000	5.49%
Mr. You Tao	Interest of controlled corporation <i>(Note j)</i>	70,000,000	5.49%

Notes:

- Galaxy Bond Holdings Limited ("**Galaxy Bond**") is a company incorporated in BVI with limited liability 100% of the shareholdings of Galaxy Bond was owned by Mr. Xue Yuewu ("**Mr. Xue**").
- 100% of the shareholdings of Galaxy Bond was owned by Mr. Xue.
- Chongqing Mingna Trading Co., Ltd. ("**Chongqing Mingna**") is a company established with limited liability under the PRC. 90% and 10% of the shareholdings of Chongqing Mingna were owned by Mr. Lin Xuegang ("**Mr. Lin**") and Ms. Chen Aini ("**Ms. Chen**") respectively.
- 90% of the shareholdings of Chongqing Mingna were owned by Mr. Lin.

OTHER INFORMATION *(continued)*

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES AND DEBENTURES OF THE COMPANY *(continued)*

Notes: *(continued)*

- e. Ms. Chen is the spouse of Mr. Lin. 10% of the shareholdings of Chongqing Mingna were owned by Ms. Chen.
- f. Ms. Chiu is the spouse of Mr. Lo, who is the Chairman and an executive Director of the Company.
- g. Wealthy In is a company wholly-owned by Mr. Lo.
- h. 670,373,018 shares were held by Money Success, a company wholly-owned by Wealthy In, which is in turn wholly-owned by Mr. Lo. 60,000,000 shares were held by Sino Consult and 30,000,000 shares were held by Full Brilliant, both are companies wholly-owned by Money Success.
- i. Jiangsu Huaxi Group Co. Ltd. ("**Jiangsu Huaxi Group**") is a company established with limited liability under the laws of the PRC. Jiangsu Huaxi Group held 75% equity interest of Jiangyin Huaxi Steel Co., Ltd. ("**Jiangyin Huaxi Steel**"), which in turn wholly-owned Baoli International (Hong Kong) Trading Co., Limited ("**Baoli**"). Baoli is a company incorporated in Hong Kong with limited liability.
- j. Hong Kong Jin Hua Jun Chang Industrial Limited is a company established in Hong Kong and wholly-owned by Mr. You Tao.

Save as disclosed above, as at 30 June 2022, the Company had not been notified by any persons or corporations (other than Directors and chief executives of the Company) who had an interest directly or indirectly and/or short position in the shares or underlying shares which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO or as recorded in the register required to be kept by the Company under section 336 of SFO.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares for the six months ended 30 June 2022.

OTHER INFORMATION *(continued)*

COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE PRACTICES

The Company acknowledges the importance of good corporate governance practices and believes that it is essential to the development of the Group and to safeguard the interests of the shareholders. The Directors are of the opinion that the Company has complied with the code provisions ("**Code Provision**") as set out in the Code on Corporate Governance Practices (the "**CG Code**") in Appendix 14 of Listing Rules ("**Listing Rules**") throughout the six months ended 30 June 2022, save for deviations from Code Provision A.4.1 as disclosed below:

Code Provision A.4.1 stipulates that non-executive Directors should be appointed for a specific term, subject to re-election. None of the non-executive Directors of the Company is appointed for a specific term. However, in accordance with the articles of association of the company at each Annual General Meeting ("**AGM**"), one-third of the Directors for the time being (or if their number is not a multiple of three, the number nearest to but not less than one-third) shall retire from office by rotation. The Company considered that this is no less exacting than those provided in the CG Code. However, following the amendments to the CG Code which took effect on 1 January 2022, non-executive Directors are no longer required to be appointed for a specific term.

The Company regularly reviews its corporate governance practices to ensure its compliance with the CG Code and its alignment with the latest development.

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code as set out in Appendix 10 to the Listing Rules as its own code for dealing in securities of the Company by the Directors. The Company has made specific enquiry of all Directors and all Directors have confirmed with the Company that they have complied with the required standard as set out in the Model Code during the six months ended 30 June 2022.

OTHER INFORMATION *(continued)*

AUDIT COMMITTEE

The Company has established an audit committee (“**Audit Committee**”) comprised all three independent non-executive Directors, namely, Mr. Chan Ying Kay, Mr. Leung Kin Hong and Mr. Wang Jin Ling with written terms of reference in compliance with the Listing Rules.

The Audit Committee has reviewed the Group’s condensed consolidated interim financial information for the six months ended 30 June 2022 and has also discussed the internal control, the accounting principles and practices adopted by the Group. The Audit Committee is of the opinion that such financial information has been prepared in accordance with the applicable accounting standards, the Listing Rules and the statutory requirements and that adequate disclosures have been made in the interim report.

EVENTS AFTER THE DATE OF STATEMENT OF FINANCIAL POSITION

Ms. Luo Shaoying (“**Ms. Luo**”) has resigned as a non-executive Director and the vice chairman of the Board due to her personal work arrangement with effect from 4 July 2022. Ms. Sun Lin (“**Ms. Sun**”) has been appointed as a non-executive Director with effect from 4 July 2022 mainly responsible for giving advice on the Group’s long-term and major strategic development (including human resources matters). Please refer to the announcement of the Company dated 4 July 2022.

APPRECIATION

On behalf of the Board, I would like to take this opportunity to thank all employees for their contributions to the Group and all the shareholders for their continuous support.

By order of the Board
DOYEN INTERNATIONAL HOLDINGS LIMITED
Lo Siu Yu
Chairman

Hong Kong, 10 August 2022

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2022

		Six months ended 30 June	
	Note	2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Revenue	5	60,710	74,534
Purchases		(20,975)	(35,937)
Staff costs		(8,289)	(8,664)
Short-term leases expenses		–	(757)
Other tax expenses		(2,719)	(438)
Depreciation of property, plant and equipment		(5)	(9)
Depreciation of right-of-use assets		(1,548)	(1,125)
Other operating expenses		(4,856)	(4,291)
Other gains and losses	6	(1,528)	5,506
Other income	7	671	645
Profit from operations		21,461	29,464
Finance income	8	217	275
Finance costs	8	(270)	(37)
Finance income – net	8	(53)	238
Profit before tax		21,408	29,702
Income tax expense	9	(7,897)	(3,090)
Profit for the period	10	13,511	26,612
Attributable to:			
Owners of the Company		8,349	19,611
Non-controlling interests		5,162	7,001
		13,511	26,612
Earnings per share	12	HK cents	HK cents
Basic and diluted		0.66	1.54

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2022

	Six months ended 30 June	
	2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Profit for the period	13,511	26,612
Other comprehensive (expenses)/income, net of tax		
<i>Item that may be reclassified subsequently to profit or loss:</i>		
Exchange differences on translation of foreign operations	(80,588)	12,038
Total comprehensive income for the period	(67,077)	38,650
Attributable to:		
Owners of the Company	(50,085)	29,163
Non-controlling interests	(16,992)	9,487
	(67,077)	38,650

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2022

	Note	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (audited)
Non-current assets			
Property, plant and equipment	13	18	70
Right-of-use assets	14	5,321	1,401
Investment property	15	320,058	335,364
Intangible assets		7,096	7,096
Deferred tax assets		19,775	20,721
		352,268	364,652
Current assets			
Loan receivables	16	584,136	657,678
Trade receivables		17,906	11,019
Prepayments, deposits and other receivables		4,968	6,740
Financial assets at fair value through profit or loss		9,294	7,262
Bank and cash balances		63,140	40,204
		679,444	722,903
Current liabilities			
Accruals and other payables		43,473	29,712
Amounts due to related companies		988	1,035
Lease liabilities	14	1,904	1,284
Current tax liabilities		23,356	28,222
		69,721	60,253
Net current assets		609,723	662,650
Total assets less current liabilities		961,991	1,027,302
Non-current liabilities			
Lease liabilities	14	3,359	172
Deferred tax liabilities		2,586	4,007
		5,945	4,179
NET ASSETS		956,046	1,023,123
Capital and reserves			
Share capital	17	1,174,378	1,174,378
Reserves		(399,587)	(349,502)
Equity attributable to owners of the Company		774,791	824,876
Non-controlling interests		181,255	198,247
TOTAL EQUITY		956,046	1,023,123

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2022

Attributable to owners of the Company

	Share capital HK'000	Merger reserve HK'000	Exchange reserve HK'000	Statutory reserve HK'000	Other reserve HK'000	Accumulated losses HK'000	Total HK'000	Non-controlling interests HK'000	Total equity HK'000
At 1 January 2021 (audited)	1,174,378	(409,968)	(24,342)	23,461	(300)	(9,916)	753,313	177,342	930,655
Total comprehensive income for the period	-	-	9,552	-	-	19,611	29,163	9,487	38,650
At 30 June 2021 (unaudited)	1,174,378	(409,968)	(14,790)	23,461	(300)	9,695	782,476	186,829	969,305
At 1 January 2022 (audited)	1,174,378	(409,968)	(6,964)	28,348	(300)	39,382	824,876	198,247	1,023,123
Total comprehensive income for the period	-	-	(58,434)	-	-	8,349	(50,085)	(16,992)	(67,077)
At 30 June 2022 (unaudited)	1,174,378	(409,968)	(65,398)	28,348	(300)	47,731	774,791	181,255	956,046

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2022

	Six months ended 30 June	
	2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Net cash generated/(used in) from operating activities	42,676	(15,360)
Net cash generated/(used in) from investing activities	2,752	(6,622)
Net cash generated/(used in) from financing activities	3,807	(94,990)
Net increase/(decrease) in cash and cash equivalents	49,235	(116,972)
Cash and cash equivalents at beginning of period	40,204	146,099
Effect of foreign exchange rate changes	(26,299)	14,376
Cash and cash equivalents at 30 June	63,140	43,503
Analysis of cash and cash equivalents		
Bank and cash balances	63,140	43,503

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. General information

Doyen International Holdings Limited (the “**Company**”) was incorporated in Hong Kong with limited liability. The address of its registered office and principal place of business is Suite 2206, 22nd Floor, Harbour Centre, 25 Harbour Road, Wanchai, Hong Kong. The Company’s shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The Company together with its subsidiaries (collectively referred to as the “**Group**”) are principally engaged in investment property holding in the People’s Republic of China (“**PRC**”), provision of secured loan financing, short-term loan business, factoring business to customers in the PRC (the “**Dongkui Business**”), investment holding, sales of flowers and plants and distressed assets management.

In the opinion of the directors (the “**Directors**”) of the Company, as at 30 June 2022, Money Success Limited, a company incorporated in the British Virgin Islands (“**BVI**”), is the immediate parent; Wealthy In Investments Limited, a company incorporated in the BVI, is the ultimate parent and Mr. Lo Siu Yu (“**Mr. Lo**”) is the ultimate controlling party of the Company.

2. Basis of preparation

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

The financial information relating to the year ended 31 December 2021 that is included in these unaudited condensed financial statements for the six months ended 30 June 2022 as comparative information does not constitute the statutory annual consolidated financial statements of the Company for that year but is derived from those consolidated financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) is as follows:

The Company has delivered the consolidated financial statements for the year ended 31 December 2021 to the Registrar of Companies as required by section 622(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance (Cap. 622).

The Company’s auditor has reported on those consolidated financial statements. The auditor’s report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis with qualifying its reports; and did not contain a statement under sections 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap. 622).

These condensed financial statements should be read in conjunction with the 2021 annual financial statements. The accounting policies (including the significant judgements made by management in applying the Group’s accounting policies and the key source of estimation uncertainty) and methods of computation used in the preparation of these condensed financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2021 except as stated below.

3. Adoption of new and revised Hong Kong Financial Reporting Standards

In the current period, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the HKICPA that are relevant to its operations and effective for its accounting year beginning on 1 January 2022. HKFRSs comprise individual Hong Kong Financial Reporting Standards; Hong Kong Accounting Standards; and Interpretations. The adoption of these new and revised HKFRSs did not have any significant effect on the condensed financial statements. The Group has not early adopted any other standard interpretation or amendment that has been issued but is not yet effective.

4. Fair value measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following disclosures of fair value measurements use a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value:

Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 inputs: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs: unobservable inputs for the asset or liability.

The Group’s policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer.

(a) Disclosures of level in fair value hierarchy

At 30 June 2022

Description	Fair value measurements using:			Total 2022 HK\$’000
	Level 1 HK\$’000	Level 2 HK\$’000	Level 3 HK\$’000	
Recurring fair value measurements:				
Financial assets				
Financial assets at fair value through profit or loss				
Listed equity securities – held for trading	9,294	-	-	9,294
Non-financial assets				
Investment property				
Shopping mall – the PRC	-	-	320,058	320,058
Total	9,294	-	320,058	329,352

4. Fair value measurements *(continued)*

(a) Disclosures of level in fair value hierarchy *(continued)*

At 31 December 2021:

Description	Fair value measurements using:			Total 2021 HK\$'000
	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	
Recurring fair value measurements:				
Financial assets				
Financial assets at fair value through profit or loss				
Listed equity securities – held for trading				
	7,262	–	–	7,262
Non-financial assets				
Investment property				
Shopping mall – the PRC				
	–	–	335,364	335,364
Total	7,262	–	335,364	342,626

No valuation has been conducted by independent valuer for the current period. As at 30 June 2022, the Board considered no material changes in the fair value of the investment property during the period under review.

(b) Reconciliation of assets measured at fair value based on level 3:

Description	Investment property 2022 HK\$'000	Investment property 2021 HK\$'000
At 1 January	335,364	308,880
Additions	–	229
Fair value losses	–	15,822
Exchange differences	(15,306)	10,433
Ending balance at fair value	320,058	335,364

The total gains or losses recognised in profit or loss are included in the line item “other gains and losses” on the face of the consolidated statement of profit or loss.

4. Fair value measurements *(continued)*

(c) Disclosure of valuation process used by the Group and valuation techniques and inputs used in fair value measurements at 30 June 2022:

The Group's financial controller is responsible for the fair value measurements of assets and liabilities required for financial reporting purposes, including level 3 fair value measurements. The financial controller reports directly to the Board of Directors for these fair value measurements. Discussions of valuation processes and results are held between the financial controller and the Board of Directors at least twice a year.

For level 3 fair value measurements, the Group normally engages independent external valuation experts with recognised professional qualifications and recent experience to perform the valuations.

The valuation technique and inputs used in level 3 fair value measurements for the Group's investment property are disclosed in note 15.

5. Segment information

Operating segments are identified and reported in the manner consistent with internal reports of the Group that are regularly reviewed by the chief operating decision-maker (the "**CODM**") in order to assess performance and allocate resources. The CODM, has been defined as the executive Directors who assess the performance of the operating segments based on the profit and loss generated.

The CODM reviews the business principally from an industry perspective and has identified four (2021: four) reportable segments. No operating segments have been aggregated to form the following reportable segments:

Investment property holding	–	property investment and rental activities
Dongkui business	–	provision of loan financing
Sales of flowers and plants	–	selling of flowers, seedlings and plants
Distressed assets management	–	provision of distressed assets management

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different marketing strategies.

The operation of 重慶寶旭商業管理有限公司 (for identification purpose, Chongqing Baoxu Commercial Property Management Ltd.) ("**Chongqing Baoxu**") represents the operating and reportable segment of investment property holding and sales of flowers and plants.

5. Segment information (continued)

The operation of 東葵融資租賃(上海)有限公司 (for identification purpose, Dongkui Financial Leasing (Shanghai) Co. Ltd.) (“**Shanghai Dongkui**”) and 東銳商業保理(上海)有限公司 (for identification purpose, Dongrui Factoring (Shanghai) Ltd.) (“**Shanghai Dongrui**”) represents the operating and reportable segment of Dongkui business.

The operation of 安信萬邦資產管理有限公司 (for identification purpose, Anxin Wanbang Asset Management Co., Ltd.) (“**Anxin Wanbang**”) represents the operating and reportable segment of distressed assets management.

The measure used for reporting segment profit/(loss) is “profit/(loss) after tax”.

Information about operating segment profit or loss:

	Investment property holding HK\$'000 (unaudited)	Dongkui business HK\$'000 (unaudited)	Sales of flowers and plants HK\$'000 (unaudited)	Distressed assets management HK\$'000 (unaudited)	Total HK\$'000 (unaudited)
Six months ended 30 June 2022					
Disaggregated by timing of revenue recognition					
Point in time	-	-	20,629	-	20,629
Over time	7,628	32,453	-	-	40,081
Revenue from external customers	7,628	32,453	20,629	-	60,710
Inter-segment revenue	-	-	-	-	-
Reportable segment revenue	7,628	32,453	20,629	-	60,710
Purchases	(963)	-	(20,012)	-	(20,975)
Depreciation of property, plant and equipment	(3)	(2)	-	-	(5)
Finance income	82	77	-	9	168
Finance costs	(210)	-	-	-	(210)
Income tax expense	(1,253)	(7,582)	(154)	-	(8,989)
Segment profit/(loss) after tax	3,604	20,743	616	(3,351)	21,612
Six months ended 30 June 2021					
Disaggregated by timing of revenue recognition					
Point in time	-	-	36,699	-	36,699
Over time	7,685	30,150	-	-	37,835
Revenue from external customers	7,685	30,150	36,699	-	74,534
Inter-segment revenue	-	2,202	-	-	2,202
Reportable segment revenue	7,685	32,352	36,699	-	76,736
Purchases	-	(52)	(35,884)	-	(35,936)
Depreciation of property, plant and equipment	(2)	(210)	-	-	(212)
Finance income	31	199	-	20	250
Finance costs	-	(7)	-	-	(7)
Income tax expense	(1,091)	(1,917)	(82)	-	(3,090)
Segment profit/(loss) after tax	5,492	26,486	815	(3,699)	29,094

5. Segment information (continued)

Reconciliation of segment profit or loss:

	Six months ended 30 June	
	2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Revenue		
Total revenue of reportable segments	60,710	76,736
Elimination of inter-segment revenue	–	(2,202)
Consolidated revenue	60,710	74,534
Profit or loss		
Total profit of reportable segments after tax	21,612	29,094
Unallocated amounts:		
Staff costs	(3,881)	(4,095)
Depreciation of right-of-use assets	(736)	(922)
Fair value gain on financial assets at fair value through profit and loss	1,418	4,806
Gain on disposal of subsidiary	608	–
Exchange (losses)/gains – net	(3,958)	700
Finance income	49	25
Finance costs	(60)	(30)
Other corporate expenses	(1,541)	(2,966)
Consolidated profit after tax for the period	13,511	26,612

6. Other gains and losses

	Six months ended 30 June	
	2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Fair value gain on financial assets at fair value through profit or loss	1,418	4,806
Gain on disposal of subsidiary	608	–
Exchange (losses)/gains – net	(3,554)	700
	(1,528)	5,506

7. Other income

	Six months ended 30 June	
	2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Dividend income from equity investments	16	645
Government grants	655	–
	671	645

8. Finance income and costs

	Six months ended 30 June	
	2022	2021
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Finance income		
Interest income on bank deposits	217	275
Finance costs		
Interest on lease liabilities	(270)	(37)
Finance income – net	(53)	238

9. Income tax expense

Income tax has been recognised in profit or loss as follows:

	Six months ended 30 June	
	2022	2021
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Current tax		
PRC Enterprise Income Tax (“EIT”)	7,897	3,090

No provision for Hong Kong Profits Tax is required since the Group has no assessable profits for the six months ended 30 June 2022 and 2021.

PRC EIT has been provided at a rate of 25% (2021: same).

Under the PRC EIT law, dividends received by foreign investors from investment in foreign-invested enterprises in respect of their profits earned since 1 January 2008 are subject to withholding tax of 5% to 10% unless reduced by treaty. Accordingly, deferred tax has been recognised for undistributed retained profits of PRC subsidiaries at a rate of 10% to the extent that the profits will be distributed in the foreseeable future.

10. Profit for the period

The Group's profit for the period is arrived at after charging:

	Six months ended 30 June	
	2022	2021
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Auditor's remuneration		
– Audit	–	–
– Others	–	–
Direct operating expenses of investment property that generate rental income	1,558	859

11. Dividends

The Directors do not recommend the payment of any interim dividend for the six months ended 30 June 2022 and 2021.

12. Earnings per share

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

	Six months ended 30 June	
	2022	2021
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Earnings		
Earnings for the purpose of basic earnings per share (profit for the period attributable to owners of the Company)	8,349	19,611

	Six months ended 30 June	
	2022	2021
	'000	'000
	(unaudited)	(unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share calculation	1,274,039	1,274,039

The Company's outstanding share options and warrants had no dilutive effect for the six months ended 30 June 2022 and 2021 as the exercise prices of those share options and warrants were higher than the average market price for shares, and, therefore, diluted earnings per share are the same as the basic earnings per share.

13. Property, plant and equipment

During the six months ended 30 June 2022, no additions to property, plant and equipment (six months ended 30 June 2021: approximately HK\$50,000).

14. Right-of-Use assets and lease liabilities

The consolidated statement of financial position shows the following amounts relating to leases:

	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (audited)
Leased properties	5,321	1,401
Present value of lease liabilities: Analyse as:		
Current	1,904	1,284
Non-current	3,359	172
	5,263	1,456

The movements of right-of-use assets were as follows:

	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (unaudited)
As 1 January	1,401	4,178
Additions	5,390	443
Depreciation charge for the period	(1,548)	(3,264)
Exchange differences	78	44
At 30 June 2022	5,321	1,401

The following table shows the remaining contractual maturities of the Group's lease liabilities:

	2022		2021	
	Present value of the lease payments HK\$'000	Total lease payments HK\$'000	Present value of the lease payments HK\$'000	Total lease payments HK\$'000
Within 1 year	1,904	2,606	1,284	1,307
After 1 year but within 5 years	3,359	2,788	172	175
	5,263	5,394	1,456	1,482
Less: total future interest expenses		(131)		(26)
		5,263		1,456

15. Investment property

	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (audited)
At 1 January	335,364	308,880
Additions	–	229
Fair value gains	–	15,822
Exchange differences	(15,306)	10,433
Ending balance at fair value	320,058	335,364

The Group's investment property represents a shopping mall in the PRC. The Group's investment property held under operating lease for rental purposes is measured using fair value model. No valuation has been conducted by independent valuer for the current period. As at 30 June 2022, the Board considered no material changes in the fair value of the investment property during the period under review. The fair value as at 31 December 2021 was based on a valuation carried out by HG Appraisal & Consulting Limited, an independent qualified professional valuer not connected with the Group with substantial experience in valuation of properties. The valuation was derived using the income capitalisation approach. The valuation is based on the capitalisation of the current rental income and reversionary income potential by adopting appropriate term/reversionary yields, which are derived from analysis of sales transactions and valuer's interpretation of prevailing investor requirements or expectations. The prevailing market rents adopted in the valuation have made reference to recent lettings within the subject property and other comparable properties.

16. Loan receivables

	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (audited)
Loan receivables	594,218	668,242
Less: Impairment allowances	(10,082)	(10,564)
	584,136	657,678
Analysis as:		
Current portion	584,136	657,678

As at 30 June 2022, the Group's loans to customers of approximately HK\$594.2 million (31 December 2021: approximately HK\$668.2 million) were secured by either the plant and equipment or trade receivables of the relevant customers and repayable by instalments within three years (31 December 2021: within three years) from the draw-down dates. The effective interest rate on such loans ranged from 10.0% to 15.4% (31 December 2021: 10.1% to 15.4%) per annum.

16. Loan receivables (continued)

As at 30 June 2022, the Group's loan receivables were neither past due nor impaired. These relate to a number of independent customers for whom there is no recent history of default.

As at 30 June 2022, no loan receivables were pledged as security for the Group's bank loans (2021: Nil).

17. Share capital

	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (audited)
Issued and fully paid: 1,274,039,000 ordinary shares	1,174,378	1,174,378

18. Related party transactions

In addition to those related party transactions and balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following transactions and balances with its related parties:

(a) Transactions with related parties

Name of related party	Nature of transactions	Six months ended 30 June 2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
重慶新東原物業管理 有限公司 (for identification purpose, Chongqing New Dowell Property Management Ltd.) (note)	Property management fees paid to a related company	230	-

(b) Key management personnel compensation

The compensation paid or payable to key management personnel is as follows:

	Six months ended 30 June 2022 HK\$'000 (unaudited)	2021 HK\$'000 (unaudited)
Short-term benefits	2,288	2,384
Post-employment benefits	27	27
	2,315	2,411

Note:

Chongqing New Dowell Property Management Ltd. ("Dowell Property Management") is considered as a related company of the Group.

19. Lease commitments

The Group as lessor

The Group leases out its investment property under operating leases. The leases typically run for a period of one to eight years. None of the leases includes contingent rentals.

As at 30 June 2022, the Group's total future minimum lease payments under non-cancellable operating leases are receivable as follows:

	30 June 2022 HK\$'000 (unaudited)	31 December 2021 HK\$'000 (audited)
Within one year	4,150	4,073

20. Event after the reporting period

Save as disclosed, there have been no events to cause material impact on the Group from 30 June 2022 to the date of this report that need to be disclosed.