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PROSPEROUS INDUSTRIAL (HOLDINGS) LIMITED

其利工業集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1731)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2022

INTERIM RESULTS

The board (the “**Board**”) of directors (the “**Directors**”) of Prosperous Industrial (Holdings) Limited (the “**Company**”) is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the six months ended 30 June 2022 with comparative figures for the corresponding period in 2021 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2022

	Notes	For the six months ended 30 June	
		2022 (Unaudited) US\$'000	2021 (Unaudited) US\$'000
REVENUE	3	124,540	81,432
Cost of sales		<u>(100,196)</u>	<u>(62,371)</u>
Gross profit		24,344	19,061
Other income and gains, net	4	3,125	1,041
Selling and distribution expenses		(6,984)	(5,518)
Administrative expenses		(8,533)	(8,745)
Other expenses, net		(3,935)	(402)
Finance costs		<u>(227)</u>	<u>(240)</u>
PROFIT BEFORE TAX	5	7,790	5,197
Income tax	6	<u>(378)</u>	<u>(918)</u>
PROFIT FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY		<u><u>7,412</u></u>	<u><u>4,279</u></u>

		For the six months ended 30 June	
		2022	2021
		(Unaudited)	(Unaudited)
		US\$'000	US\$'000
<i>Notes</i>			
OTHER COMPREHENSIVE INCOME			
Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations		<u>(2,214)</u>	<u>228</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY		<u>5,198</u>	<u>4,507</u>
EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY			
Basic and diluted (<i>US cent</i>)	8	<u>0.66</u>	<u>0.38</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	<i>Notes</i>	As at 30 June 2022 <i>(Unaudited)</i> US\$'000	As at 31 December 2021 <i>(Audited)</i> US\$'000
NON-CURRENT ASSETS			
Property, plant and equipment		16,593	17,910
Investment properties		9,864	10,399
Right-of-use assets		17,294	19,560
Intangible assets		224	216
Equity investment at fair value through other comprehensive income		2	2
Prepayments, deposits and other receivables		872	1,338
Financial assets at fair value through profit or loss		–	4,344
Deferred tax assets		324	467
		<hr/>	<hr/>
Total non-current assets		45,173	54,236
CURRENT ASSETS			
Inventories		29,216	38,827
Trade and bills receivables	9	52,407	35,338
Prepayments, deposits and other receivables		9,416	8,623
Financial assets at fair value through profit or loss		4,289	3,073
Income tax recoverable		71	71
Cash and bank balances		44,304	50,613
		<hr/>	<hr/>
Total current assets		139,703	136,545
CURRENT LIABILITIES			
Trade and bills payables	10	13,400	20,315
Other payables and accruals		16,600	13,433
Lease liabilities		2,011	2,254
Income tax payables		7,537	7,970
		<hr/>	<hr/>
Total current liabilities		39,548	43,972
		<hr/>	<hr/>
NET CURRENT ASSETS		100,155	92,573
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		145,328	146,809
		<hr/>	<hr/>

<i>Notes</i>	As at 30 June 2022 (Unaudited) US\$'000	As at 31 December 2021 (Audited) US\$'000
NON-CURRENT LIABILITIES		
Other payables and accruals	–	186
Defined benefit obligations	478	510
Lease liabilities	3,797	5,284
Deferred tax liabilities	1,307	1,285
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Total non-current liabilities	5,582	7,265
	<hr/>	<hr/>
Net assets	139,746	139,544
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EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY		
Issued capital	1,436	1,436
Reserves	138,310	138,108
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Total equity	139,746	139,544
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NOTES

1. CORPORATE INFORMATION

Prosperous Industrial (Holdings) Limited (the “**Company**”) is a limited liability company incorporated in the Cayman Islands and the shares of which are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The registered office address of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands, and the principal place of business of the Company is located at Unit 1–2, 1/F, Join-In Hang Sing Centre, 71–75 Container Port Road, Kwai Chung, New Territories, Hong Kong.

The Company is an investment holding company. During the six months ended 30 June 2022, the Company and its subsidiaries (collectively, the “**Group**”) were principally involved in the manufacturing and sale of sports bags, handbags and luggage bags.

2.1 BASIS OF PREPARATION

The unaudited interim condensed consolidated financial information of the Group for the six months ended 30 June 2022 has been prepared in accordance with HKAS 34 *Interim Financial Reporting* and the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange.

The unaudited interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2021.

This interim condensed consolidated financial information is presented in the United States Dollar (“**US\$**”) and all values are rounded to the nearest thousand (“**US\$’000**”) except when otherwise indicated.

This interim condensed consolidated financial information has not been audited, but has been reviewed by the Company’s audit committee.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidation financial information are consistent with those applied in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2021, except for the adoption of the following revised Hong Kong Financial Reporting Standards (“**HKFRSs**”) for the first time for the current period’s financial information.

Amendments to HKFRS 3	<i>Reference to the Conceptual Framework</i>
Amendments to HKAS 16	<i>Property, Plant and Equipment: Proceeds before Intended Use</i>
Amendments to HKAS 37	<i>Onerous Contracts – Cost of Fulfilling a Contract</i>
<i>Annual Improvements to HKFRSs 2018–2020</i>	Amendments to HKFRS 1, HKFRS 9, Illustrative Examples accompanying HKFRS 16, and HKAS 41

The amendments did not have any impact on the financial position and performance of the Group.

3. REVENUE

Revenue represents sales of sports bags, handbags and luggage bags.

Disaggregation of revenue

	For the six months ended 30 June	
	2022	2021
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
By geographical markets		
The USA	54,869	29,000
Mainland China	15,499	13,396
Belgium	11,116	9,662
Japan	9,676	5,439
Netherlands	6,813	6,326
Hong Kong	792	597
Others	25,775	17,012
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Total revenue from contracts with customers	124,540	81,432
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By product category		
Outdoor and sporting bags	86,025	61,033
Functional bags	6,452	5,956
Fashion and casual bags	28,583	14,096
Others	3,480	347
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Total revenue from contracts with customers	124,540	81,432
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4. OTHER INCOME AND GAINS, NET

An analysis of the Group's other income and gains, net, is as follows:

	For the six months ended 30 June	
	2022	2021
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Other income		
Bank interest income	309	256
Government grants*	64	48
Charges levied on customers	439	–
Rental income	426	395
Others	353	329
	<u>1,591</u>	<u>1,028</u>
Gains, net		
Foreign exchange difference, net	1,530	–
Gain on sales of scrap materials	4	13
	<u>1,534</u>	<u>13</u>
Other income and gains, net	<u><u>3,125</u></u>	<u><u>1,041</u></u>

* Subsidies are received by a subsidiary from various government authorities in Mainland China for the development of its business. The subsidies are interest-free and are recognised as “Other income” in profit or loss when they have become unconditional.

5. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2022	2021
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Cost of inventories sold	98,271	60,394
Depreciation of property, plant and equipment	1,527	1,976
Less: Amount included in cost of inventories sold	(980)	(1,088)
	547	888
Depreciation of right-of-use assets	1,356	1,284
Less: Amount included in cost of inventories sold	(945)	(889)
	411	395
Loss/(gain) on disposal of property, plant and equipment	(17)	71
Amortisation of intangible assets	76	58
Research and development costs	1,290	1,373
Fair value loss on financial assets at fair value through profit or loss	2,836	–

6. INCOME TAX

An analysis of the Group's income tax is as follows:

	For the six months ended 30 June	
	2022	2021
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Current:		
Charge for the period	1,331	852
Overprovision in prior years	(1,210)	–
Deferred tax	257	66
Total tax expense for the period	378	918

7. DIVIDENDS

	For the six months ended 30 June	
	2022 (Unaudited) US\$'000	2021 (Unaudited) US\$'000
Final dividend declared and paid – HK1 cent (equivalent to approximately US0.13 cent) (2021: HK1 cent) per ordinary share	1,427	1,443
Special dividend declared and paid – HK2.5 cents (equivalent to approximately US0.32 cent) (2021: HK6 cents) per ordinary share	3,569	8,655
	<u>4,996</u>	<u>10,098</u>

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

8. EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY

The calculation of the basic earnings per share for the period is based on the unaudited profit for the period attributable to shareholders of the Company of US\$7,412,000 (six months ended 30 June 2021: US\$4,279,000), and the weighted average number of ordinary shares in issue of 1,120,000,000 (six months ended 30 June 2021: 1,120,000,000) during the period.

No adjustment has been made to the basic earnings per share presented for the six months ended 30 June 2022 and 2021 in respect of a dilution as the Group had no potentially dilutive ordinary shares in issue during each of these periods.

9. TRADE AND BILLS RECEIVABLES

	As at 30 June 2022 (Unaudited) US\$'000	As at 31 December 2021 (Audited) US\$'000
	Trade receivables	52,831
Less: Impairment	(424)	(424)
	<u>52,407</u>	<u>35,338</u>

An ageing analysis of the trade and bills receivables as at end of the reporting period, based on the invoice date, is as follows:

	As at 30 June 2022 (Unaudited) US\$'000	As at 31 December 2021 (Audited) US\$'000
Within 1 month	52,128	32,494
1 to 2 months	244	2,799
2 to 3 months	–	19
Over 3 months	35	26
	<u>52,407</u>	<u>35,338</u>

10. TRADE AND BILLS PAYABLES

Trade and bills payables of the Group are unsecured, interest-free, and are normally settled on terms of 45 to 60 days.

An ageing analysis of the trade and bills payables of the Group as at the end of the reporting period, based on the invoice date, is as follows:

	As at 30 June 2022 (Unaudited) US\$'000	As at 31 December 2021 (Audited) US\$'000
Within 1 month	10,841	14,809
1 to 2 months	2,249	5,253
2 to 3 months	143	221
Over 3 months	167	32
	<u>13,400</u>	<u>20,315</u>

MANAGEMENT DISCUSSION AND ANALYSIS

GENERAL OVERVIEW AND BUSINESS REVIEW

The Group is a leading manufacturer that designs, develops and manufactures recreational bags and packs, mainly backpacks, it also provides quality supply chain management services for renowned multinational sports and lifestyle brands. During the six months ended 30 June 2022 (the “**Period**”), the Group’s revenue was generated from sales of bags and packs manufactured for brand owner customers.

Since the second half of 2021, we noted there was a rebound in customer orders, and the trend continued in the first half of 2022 with strong recovery in the end-consumer markets in North America and Europe. As a result, the Group’s revenue during the Period increased significantly as compared to the same period in 2021. The delay in production schedule and prolonged lead time caused by the temporary closure of the Group’s Vietnam production base in the second half of 2021 also contributed to the increase of revenue for the Period, as some customer orders’ delivery schedule were pushed back to 2022. While the operation of the Group’s Vietnam production base has fully resumed during the Period, the Group has been focusing on ramping up the production capacity and reducing lead time to cope with the surge of customer orders.

OUTLOOK AND PROSPECTS

Looking ahead, the Group remains cautiously optimistic about the long-term growth in its manufacturing business. Continued relaxation on 2019 Novel Coronavirus (“**COVID-19**”) related pandemic controls is expected to boost the economic recovery across the globe, however, signs of rising inflation and interest hikes in the major end-consumer markets of our products would cast uncertainties on the consumer spending in the foreseeable future. Entering the second half of 2022, certain customers have turned more conservative when providing their order estimates. The Group will continue to monitor the development and leverage through its multi-regional manufacturing platform to achieve a sustainable business growth.

Meanwhile, the Group has been actively navigating opportunities to reposition the Group’s self-owned industrial facilities in Panyu, Guangzhou, the PRC (the “**Panyu Property**”) in the direction of science and technology industrial park as well as high value-added innovative economic incubator, with the nature of digital economy of adopting international quality and low carbon standards. The Group has started communications with relevant government authorities during the Period and positive response is received initially.

FINANCIAL REVIEW

Total revenue of the Group for the Period was approximately US\$124.5 million, representing an increase of approximately US\$43.1 million or 52.9% from approximately US\$81.4 million as recorded for the six months ended 30 June 2021 (the “**Corresponding Period**”). Sales quantity increased from approximately 9.6 million pieces for the Corresponding Period to approximately 12.1 million for the Period, representing an increase of approximately 2.5 million pieces or 26.6%. For the sales mix of different product categories, revenue attributed to fashion and casual category doubled, while revenue attributed outdoor and sporting category also recorded a robust double-digit growth, as compared to the Corresponding Period. The average selling price per piece also improved from US\$8.5 to US\$10.3, as a result of stronger demand from two major customers of the Group with higher-value orders. The breakdown of the revenue, sales quantity and average selling price by product category are set out below:

Product category	Six months ended 30 June 2022				Six months ended 30 June 2021			
	Revenue US\$'000	%	Sales quantity Pc'000	Average selling price US\$/pc	Revenue US\$'000	%	Sales quantity Pc'000	Average selling price US\$/pc
Outdoor & sporting	86,025	69.1	8,254	10.4	61,033	75.0	6,723	9.1
Functional	6,452	5.2	408	15.8	5,956	7.3	379	15.7
Fashion & casual	28,583	23.0	3,156	9.1	14,096	17.3	2,447	5.8
Others	3,480	2.7	293	11.9	347	0.4	21	16.5
Total	124,540	100	12,111	10.3	81,432	100	9,570	8.5

The Group’s cost of sales for the Period amounted to approximately US\$100.2 million, representing an increase of approximately US\$37.8 million or 60.6% from approximately US\$62.4 million for the Corresponding Period. The increase is mainly due to increase in sales quantity for the Period. Gross profit for the Period amounted to approximately US\$24.3 million, up from approximately US\$19.1 million for the Corresponding Period, while the gross profit margin for the Period declined to 19.5% from 23.4% for the Corresponding Period mainly because of the change in sales mix.

Administrative expenses for the Period amounted to approximately US\$8.5 million, which was maintained at similar level as compared to the Corresponding Period.

Selling and distribution expenses for the Period amounted to approximately US\$7.0 million, representing an increase of approximately US\$1.5 million or 26.6% from approximately US\$5.5 million for the Corresponding Period. The increase is primarily due to the increase in quantity of shipment during the Period.

Other expenses for the Period increased significantly as compared to the Corresponding Period, mainly due to the decrease in fair value of approximately US\$2.8 million on certain of the Group's investment in corporate bonds which are carried at fair value through profit and loss.

Profit attributable to shareholders of the Company increased by approximately US\$3.1 million or 73.2% to approximately US\$7.4 million for the Period, compared with approximately US\$4.3 million for the Corresponding Period. Earnings per share for the Period increased by 0.28 US cents to 0.66 US cents as compared to 0.38 US cents for the Corresponding Period.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL EXPENDITURE

The Group's financial position remained solid. As at 30 June 2022, the Group had cash and cash equivalents of approximately US\$44.3 million. The Group had no external borrowings as at 30 June 2022. As a result, the gearing ratio of the Group was zero (31 December 2021: zero), calculated as total debt, excluding lease liabilities, divided by total equity.

During the Period, the Group incurred capital expenditure of US\$1.0 million (2021: US\$0.7 million), mainly for acquisition of property, plant and equipment and intangible assets.

CONTINGENT LIABILITIES

As at 30 June 2022, the Group did not have any significant contingent liabilities (31 December 2021: Nil).

CAPITAL COMMITMENT

As at 30 June 2022, the Group did not have any significant capital commitments (31 December 2021: Nil).

SEGMENTAL INFORMATION

No operating segmental information of the Group was presented for the Period as the Group only operates in one single operating segment, i.e. manufacturing and sale of sports bags, handbags and luggage bags.

EMPLOYEE INFORMATION

As at 30 June 2022, the Group had approximately 7,400 employees. Salaries and benefits of the Group's employees were kept at a market level and employees were rewarded on a performance-related basis. Remuneration is reviewed annually. Staff benefits include contribution to mandatory contribution fund, discretionary bonus and share options. During the Period, no share options were granted by the Group to employees of the Group.

SIGNIFICANT INVESTMENTS HELD

As at 30 June 2022, there were no material investments held by the Group.

CHARGE ON THE GROUP'S ASSETS

As at 30 June 2022, the Group did not have any charges on its assets (31 December 2021: Nil).

FOREIGN CURRENCY EXPOSURE

The Group's purchases and operating costs are mainly denominated in Renminbi, Vietnamese Dong while most of the Group's sales proceeds are received in US\$. As such, the Group is exposed to foreign currency risk. Any appreciation of Renminbi and Vietnamese Dong against US\$ may adversely affect the profitability. The Group currently does not have a foreign currency hedging policy. The Group will continue to monitor its foreign currency exposure closely and consider hedging significant foreign currency exposure should the need arise.

USE OF PROCEEDS FROM LISTING

The Company raised approximately HK\$202.2 million from the listing in July 2018. On 20 December 2019, the Directors resolved to change the use and allocation of the net proceeds as disclosed in the section headed "Future Plans and Use of Proceeds" of the prospectus dated 29 June 2018 (the "**Prospectus**") (the "**First Revised Use of Net Proceeds**") in order to reallocate the Group's production capacity by scaling down the operation in the PRC production bases and expanding its Vietnam and Cambodia production bases. On 22 May 2020, the Directors further resolved to change the use and allocation of the net proceeds (the "**Second Revised Use of Net Proceeds**") in order to strengthen its working capital position and liquidity by deferring its further expansion plan in Cambodia and retail business in MAISON PROMAX and instead apply the unutilised amount to general working capital. The Directors considered the aforementioned changes were in the best interest of the Company and the Shareholders as a whole. The Change would allow the Company to deploy its financial resources more effectively. For details, please refer to the announcements of the Company dated 20 December 2019 and 22 May 2020, respectively.

As at 30 June 2022, the amount of the net proceeds which remained unutilised amounted to approximately HK\$2.7 million. The remaining unutilised net proceeds are expected to be utilised within 1 year up to 2023.

Set out below are details of the use of proceeds up to 30 June 2022:

	Original allocation of net proceeds <i>HK\$ million</i>	First Revised Use of Net Proceeds <i>HK\$ million</i>	Second Revised Use of Net Proceeds <i>HK\$ million</i>	Utilised amount up to 30 June 2022 <i>HK\$ million</i>	Unutilised amount up to 30 June 2022 <i>HK\$ million</i>
Further enhancement of manufacturing capacity and flexibility by expanding manufacturing platforms in Cambodia	135.5	135.5	77.2	77.2	–
Enhancement of production efficiency and capabilities and enhancement of quality control by replacing and upgrading existing production machinery and acquisition of additional machinery, and setting up a research and development centre and additional testing laboratories	30.8	14.5	14.5	14.5	–
Enhancing brand recognition for MAISON PROMAX and expansion of retail business	12.5	12.5	5.8	5.8	–
Enhancing IT infrastructure	23.4	8.7	8.7	6.7	2.0
Reallocation of production capacity	–	31.0	31.0	30.3	0.7
General working capital	–	–	65.0	65.0	–
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Total	202.2	202.2	202.2	199.5	2.7
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OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Company places high value on the corporate governance practice and is committed to achieving high standards of corporate governance with a view to safeguarding the interests of the shareholders of the Company as a whole.

The Company has adopted the principles and code provisions of the Corporate Governance Code (the “**CG Code**”) as set out in Part 2 of Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”) as the basis of the Company’s corporate governance practice, and the CG Code has been applicable to the Company. During the Period, the Company has complied with the CG Code. The Board will continue to review and monitor the corporate governance status of the Company for the purpose of complying with the CG Code and maintaining a high standard of corporate governance of the Company.

MODEL CODE OF CONDUCT OF DIRECTORS’ SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding Directors’ transactions in securities of the Company (the “**Company’s Code**”) on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”). After specific enquiry made by the Company, all of the Directors confirmed that they have complied with the required standard set out in the Model Code and the Company’s Code during the Period.

INTERIM DIVIDEND

The Board resolved not to declare any interim dividend for the Period (the Corresponding Period: Nil).

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Period, there was no material acquisition or disposal of subsidiaries, associates or joint ventures by the Company.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company’s listed securities during the Period.

AUDIT COMMITTEE AND REVIEW OF INTERIM FINANCIAL RESULTS

Pursuant to Rule 3.21 of the Listing Rules, the Company established an audit committee (the “**Audit Committee**”) with written terms of reference aligned with the CG Code. The Audit Committee comprises three independent non-executive Directors, namely Mr. Ko Siu Tak, Mr. Chiu Che Chung Alan and Mr. Yip Kwok Cheung. The Audit Committee is chaired by Mr. Ko Siu Tak and is responsible for assisting the Board in safeguarding the Group’s assets by providing an independent review of the effectiveness of the financial reporting process and the internal controls and risk management systems of the Group. It also performs other duties and responsibilities as assigned by the Board.

The Audit Committee has discussed with the management of the Group and reviewed the unaudited interim financial results of the Group for the six months ended 30 June 2022, including the accounting principles and practices adopted by the Group, and discussed financial related matters. The Audit Committee is of the view that such statements have complied with the applicable accounting standards and that adequate disclosures have been made.

PUBLICATION OF THE INTERIM RESULTS ANNOUNCEMENT AND THE INTERIM REPORT FOR THE SIX MONTHS ENDED 30 JUNE 2022

In accordance with the requirements under the Listing Rules, this result announcement has been published on the websites of the Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the Company (www.pihl.hk), respectively. In accordance with the requirements under the Listing Rules, the interim report for the six months ended 30 June 2022 containing information about the Company will be dispatched to the shareholders of the Company and published on the websites of the Stock Exchange and the Company, respectively, in due course.

By Order of the Board
Prosperous Industrial (Holdings) Limited
Yeung Shu Kin
Chairman

Hong Kong, 26 August 2022

As at the date of this announcement, the Board of Directors of the Company comprises Mr. Yeung Shu Kin, Mr. Yeung Shu Kai and Mr. Yeung Wang Tony as executive Directors, Mr. Chau Chi Ming and Mr. Sun Chien-Teng as non-executive Directors and Mr. Chiu Che Chung Alan, Mr. Ko Siu Tak and Mr. Yip Kwok Cheung as independent non-executive Directors.