SUNEVISION HOLDINGS LTD.
新意網集團有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 1686)

FINAL RESULTS ANNOUNCEMENT FOR THE YEAR ENDED 30 JUNE 2022

CHAIRMAN'S STATEMENT

FINANCIAL HIGHLIGHTS

(in HK$ million, unless specified)

For the year ended 30 June	2021	2022	% Change[2]
Revenue	1,874	2,086	+11%
- Revenue from data centre and IT facilities	1,746	1,940	+11%
EBITDA	1,360	1,501	+10%
EBITDA (excluding Covid-19 related subsidies[1])	1,346	1,495	+11%
Profit attributable to owners of the Company	788	847	+8%
Profit attributable to owners of the Company (excluding Covid-19 related subsidies[1])	774	841	+9%

[1] Covid-19 government subsidies for the year ended 30 June 2021 and 30 June 2022 amounted to HK$14 million and HK$6 million respectively.
[2] % change is calculated based on related numbers in thousand

RESULTS

During the year under review, the Group's revenue increased 11% year on year to HK$2,086 million, driven largely by the demand for the Group's existing data centres from both existing and new customers. EBITDA rose 10% (or 11% excluding the Covid-19 related subsidies) year on year to HK$1,501 million. Profit attributable to owners of the Company increased 8% (or 9% if excluding the Covid-19 related subsidies) year on year to HK$847 million.

DIVIDEND

The directors recommended the payment of a final dividend of HK 20.8 cents per share for the year ended 30 June 2022. The dividend will be paid on 24 November 2022 following approval at the 2022 Annual General Meeting.

BUSINESS REVIEW

During the year under review, the digitalisation for businesses and consumers continues to accelerate even as the pandemic subsides. This has led to a sustainable increase in demand for data centres.

The demand for "connectivity" capacity has continued to be resilient as the usage of online applications such as video conferencing, e-commerce, streaming and gaming has been maintained at a high level. This has benefitted MEGA-i, which is the leading connectivity hub in Asia housing many of the major global and regional internet players, telcos and cloud players. Such demand is expected to continue.

The demand for "hyperscale" capacity has continued to be strong, and nearly all of our cloud customers have expanded their capacity in our facilities. This has benefited the Group's data centres such as MEGA Two and MEGA Plus, which provide state-of-the-art infrastructure and services for our customers. Our customers' specification and service requirements are constantly increasing as their tasks are often mission critical, requiring strict standards of security, reliability, certification and sustainability. As one of the highest quality data centre operators in Hong Kong, we believe our existing and upcoming facilities will continue to serve our customers well.

The current energy crisis has elevated inflationary pressure globally, which has also led to generally high costs and specifically higher electricity prices. Nevertheless, the impact of such development remains under control, as our increased scale and bargaining power have helped us continue to manage our cost of operations effectively. In addition, our business model is such that most of our energy costs are directly paid by our customers. We shall continue to maintain a tight cost discipline in this environment.

While our data centres currently in operation are running on a debt-free basis and are generating significant cash, the Group has taken up debt for the construction of new data centres which are critical for the Group's next phase of growth. Given that we are in a rising interest rate environment, we will continue to manage our balance sheet to ensure a cost-effective capital structure. The good news is that our two major new data centres will start to be online soon, and they will start to generate material cash.

The Group believes that the growth of the data centre industry in Hong Kong is beneficial to every participant. We are committed to providing the best infrastructure and services to our customers. At the same time, we also strongly believe in fair competition. On 31 May 2022, the Court of Appeal allowed the appeal against the first instance judgement lodged by SUNeVision in a judicial review application, quashing the decision of the Hong Kong Science and Technology Parks Corporation ("HKSTP") not to take immediate steps to rectify its failure or refusal to take reasonable steps to enforce restrictions in its leases against the operators of the data centres in the industrial estates it manages to sublet the leased premises or to allow third parties to occupy the leased premises. The Group welcomes the ruling of the Court of Appeal.

The Group would like to reiterate that we believe some TKOIE data centre operators have been operating in a way that involves subletting or permitting third parties to occupy the leased premises. These are blatant breaches against the lease conditions which do not allow subletting or licensing. This situation is particularly problematic because the land premium paid by these data centre operators was also substantially below market price. This is neither healthy nor helpful for Hong Kong's technology development, and is effectively subsidising "rent-seekers". One simple solution to rectify the situation is to require these parties to pay back a market-rate land premium (as assessed by the Lands Department) to HKSTP to reflect the difference in value, if they want to continue with the subletting model. This is only fair, and will give HKSTP more resources to support local technology startups. This will help Hong Kong to build a healthier ecosystem as a technology hub as outlined in the 14th Five-Year Plan.

PROSPECTS

The Group has a very robust pipeline for growth. MEGA Fanling, the Group's eighth data centre announced in July 2021, began operations in June 2022. Utilising an asset-light model, the Group has achieved a short time-to-market cycle of less than 12 months. It is already fully committed to a single cloud customer over a multiyear contract and will be ramped up over time to meet the growing needs of this customer. MEGA Gateway, the Group's greenfield project in Tsuen Wan, is in its final stage of construction and will be operational in the second half of 2022. Targeted to be the Group's next connectivity hub and complementary to MEGA-i, customers' interest for MEGA Gateway is strong and we have already received pre-commitments from several major customers. MEGA IDC, the Group's flagship greenfield project in Tseung Kwan O, is built on a site dedicated for data centre development and is free from any subletting restrictions in the nearby industrial estate. With a superior infrastructure, MEGA IDC will have the largest power capacity in a single data centre site in Hong Kong. Phase 1 of MEGA IDC, consisting of approximately 500,000 square feet GFA, is targeted to open in the first half of 2023, and there is strong interest from customers. The current target opening for phase 2, consisting of approximately 700,000 square feet GFA, is set for 2026.

Upon completion of these projects, the total gross floor area of the Group's data centres in Hong Kong will grow from the current 1.5 million square feet (including MEGA Fanling) to almost 3 million square feet. The Group's power capacity will increase from the current 80MW (including MEGA Fanling) to over 280MW to meet the increasing customer demand.

The Group has won the tender for a site at Chung Hom Kok to develop a second landing station for international submarine cables. This will complement our first landing station, "HKIS-1", which was launched last year and has received strong interest from multiple regional and international cable operators. The addition of cable landing stations to our data centre portfolio will further strengthen the Group's position as the leading connectivity hub in Asia.

As part of our commitment to provide state-of-the-art data centre services, the Group has continued to upgrade its existing facilities. The power density and infrastructure of both MEGA-i and MEGA Two have been upgraded. This allows existing customers to increase their power utilisation without the need to expand floor area and enables new customers with high-power requirements to establish their presence in the facilities. This is one of the critical drivers in improving our revenue, profit and return on capital from our data centres.

In addition, Environmental, Social and Governance ("ESG") continues to be an important topic for the Group. For example, we have installed solar panels in MEGA Plus for reducing carbon footprint. The Group will continue to invest in best-in-class energy-efficient infrastructure in our data centres which is good for both the environment and our customers.

Overall, as the largest carrier-neutral and cloud-neutral Hong Kong data centre operator, we believe the Group is in a strong position to benefit from the continuous growth in data centre demand in the market.

APPRECIATION

I would like to close by thanking all the Directors and management, and every member of our committed staff for their dedication and hard work to ensure we maintained the high levels of service demanded by our customers during these challenging times. I would also like to thank our shareholders for their continued confidence and support.

Kwok Ping-luen, Raymond
Chairman

Hong Kong, 1 September 2022

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

iAdvantage

SUNeVision operates its data centre business under iAdvantage. With the recent launch of MEGA Fanling in June 2022, the Group currently operates six data centres in Hong Kong (with five owned by the Group) and has two new sites under construction both of which are owned by the Group. To enhance international connectivity and resilience, the Group owns and operates a cable landing station with another site under construction. iAdvantage is the largest, most connected, carrier-neutral and cloud-neutral data centre operator in Hong Kong, with best-in-class facilities built around its MEGA Campus (consisting of MEGA-i, MEGA Plus, MEGA Two and MEGA Fanling) and is regarded as the preferred data centre operator to partner with in Hong Kong. iAdvantage provides state-of-the-art data centres meeting strict standards of security, reliability and certification. The Group's customers include global and regional cloud service providers, new economy players, telcos, internet service providers ("ISPs"), large multinationals and local enterprises.

During the year under review, the Group secured new contracts from hyperscale and local customers, reflecting strong continuous demand for high quality data centre space driven by the ongoing digitalisation trend globally. MEGA-i is a well-established and major connectivity hub in Asia, currently carrying around 15,000 cross-connects interconnecting hundreds of the global and regional telcos, ISPs, enterprises, cloud and new economy players within its ecosystem. The upgrade on power capacity of MEGA-i during the financial year 2020/21 has further expanded the Group's capacity for interconnections. MEGA Plus, the Group's high-tier flagship data centre located in Tseung Kwan O, continues to see strong demand from global cloud service providers and new economy players. MEGA Two, strategically located in Shatin, serves as a critical pathway for data in and out of mainland China. The revitalisation work on multiple floors of MEGA Two has allowed the Group to capture the rising high power-density demand from hyperscale and cloud customers in this strategic location. In addition, since most of the Group current data centres are self-owned, it provides long-term service stability which is strongly preferred by all its major customers such as cloud players.

The Group has a very robust pipeline and is now entering the next chapter of sustainable growth with the launch of three new data centres. The planning and construction of these sites is mostly on schedule despite the challenges of the pandemic and supply chain issue.

MEGA Fanling, the single user data centre project announced in July 2021, has already begun operation in June 2022 which increased the Group's IT power capacity from around 70MW to around 80MW. It is fully committed by a major hyperscale customer to take the whole facility to accommodate its increasing development needs in Hong Kong and the Asia region and will be ramped up over time. To meet this customer's demand, the Group rented an industrial building in Fanling, New Territories, Hong Kong which is owned by an affiliate of the major shareholder of the Group, Sun Hung Kai Properties Limited. The Group has upgraded the facility for data centre use and by utilising an asset-light model, the Group has achieved a short time-to-market cycle of less than 12 months. This is the Group's first single-user data centre fully pre-committed from inception.

MEGA Gateway, the new site TWTL 428 in Tsuen Wan has approximately 200,000 square feet of GFA and is located near the Group's existing facility JUMBO. MEGA Gateway has been designed as a connectivity hub and is complementary to MEGA-i's leadership position in connectivity. Customer's interest for MEGA Gateway is strong and the Group has already achieved 60% pre-commitments from several major customers and is making good progress on pre-commitment discussions with other customers. MEGA Gateway is in its final stage of construction and will be operational shortly in the fourth quarter of 2022.

MEGA IDC, the Group's flagship greenfield project TKOTL 131 in Tseung Kwan O, is adjacent to MEGA Plus, with approximately 1.2 million square feet of GFA and designed to support an ultra-high IT power capacity of up to 180MW. It is being built on land approved for data centre use and is free from any subletting restrictions applicable to data centres in the nearby industrial estate. Phase 1 of MEGA IDC has approximately 500,000 square feet of GFA and is targeted to be opened in the first half of 2023. This facility will be the largest data centre in Hong Kong measured by power capacity, and will provide customers with the advantage of being able to support their expansion needs for both space and power. The Group has received strong interest from several cloud service providers and has entered pre-commitment discussions with them. The current target opening for phase 2, consisting of approximately 700,000 square feet of GFA, is set for 2026. The Group will adopt the latest technologies and designs available at the time of its construction.

Upon completion of these two new greenfield projects, the total gross floor area of the Group's data centres in Hong Kong will grow from the current 1.5 million square feet (including MEGA Fanling) to almost 3 million square feet, and its power capacity will increase from the current 80MW (including MEGA Fanling) to over 280MW when the facilities are fully operational.

In March 2022, the Group won the tender for a site in Chung Hom Kok ("RBL1219") to develop its second cable landing station for international submarine cables. The Group's first cable landing station, "HKIS-1", was launched last year. The Group has received strong interest from both regional and international cable operators. Located close to HKIS-1, RBL1219 has a site area of approximately 24,000 square feet which is similar in scale as HKIS-1. The two neighbouring sites will offer path diversity and expansion capacity for new submarine cable growth. The addition of cable landing stations to its data centre portfolio will further strengthen the Group's position as the leading connectivity hub in Asia.

Notwithstanding the disruption caused by the ongoing pandemic situation, all of the Group's data centres have remained resilient and operations and services have continued uninterrupted. Strict measures have been implemented in all of the Group's data centres and offices to ensure the health and safety of its staff and customers. A Business Continuity Plan ("BCP") has been developed for if and when Covid-19 cases are identified on site. Under no circumstances will the Group allow its mission-critical services to its customers be impacted.

The current energy crisis has elevated inflationary pressure globally, which has also led to generally high costs and specifically higher electricity prices. The Group's increased scale and purchasing power have helped continue to keep inflation related construction cost escalations under control. In addition, the Group's business model is such that most of its energy costs are directly paid by the customers. The Group will continue to maintain a tight cost discipline in this environment.

As the largest data centre service provider in Hong Kong and the number one connectivity hub in Asia, the Group is pleased to have received the CAHK STAR Awards 2021 in the category of "Innovative Data Centre Service" presented by the Communications Association of Hong Kong (CAHK). The Group is honoured to have been awarded the "2021 China IDC Industry Best Data Centre Provider (Overseas)" Award at the 16th China IDC Industry Annual Ceremony (IDCC2021) and W.Media Asia Pacific Cloud & Data Centre Awards – MultiCloud Management (Northeast Asia). These awards are examples of industry recognition of the Group's leading position in the data centre industry in Hong Kong and the Asia-Pacific region. The Group has received excellent grades in the management category of "BEAM Plus Existing Buildings Version 2.0 Selective

Scheme" for MEGA-i, MEGA Two and MEGA Plus. It has also achieved a Rated-4 Certification of "ANSI/TIA-942 DCCC" for HKIS-1.

With a commitment to creating a sustainable future and improving the Group's environmental performance, the Group has installed solar panels in MEGA Plus for reducing carbon footprint. The Group will continue to invest in best-in-class energy-efficient infrastructure in data centres which is good for both the environment and customers. To further reduce carbon emissions, the Group was involved in the CLP Retro-Commissioning Charter programme to improve the energy efficiency of its buildings. The Group is honoured to be the only data centre service provider in Hong Kong to have received the "Renewable Energy Contribution Award" presented by CLP Power Hong Kong for the second consecutive year. The Group has also been awarded the InnoESG Prize in the category of "Sustainable Technology Award 2022" from SocietyNext for its proven track record in ESG. These awards serve as a recognition and demonstration of its ongoing commitment to environmental sustainability. The Group will continue to provide world-class data centre infrastructure and services to its customers in a sustainable environment.

To further promote a better and more sustainable digital future for Hong Kong, SUNeVision announced the launch of the Hong Kong Chapter of Infrastructure Masons ("iMasons") in July 2021. iMasons is a global, non-profit, professional association of technology and business leaders with an objective to make a better-connected world for everyone. As the Hong Kong Chapter lead, SUNeVision will continue to aggregate industry peers in the city to foster effective collaboration and influence the digital infrastructure industry.

Super e-Technology and Super e-Network

Super e-Technology secured contracts for the installation of Extra Low Voltage ("ELV") and IT systems totalling HK$95 million during the year under review. Super e-Technology is seeking new opportunities to enhance its service offerings and maintains a positive outlook for the ELV sector.

Super e-Network continued to work with broadband and network service providers to expand its service offerings. It has been actively pursuing new opportunities to expand its broadband and Wi-Fi solutions to different sectors.

FINANCIAL REVIEW

Review of operating results

During the year under review, the Group's revenue increased 11% year on year to HK$2,086 million. Revenue from data centre and IT facilities business rose 11% year on year to HK$1,940 million, driven largely by the demand from both existing and new customers for the Group's existing data centres, and the full year contribution of new contracts signed in the financial year 2021/22. Revenue from ELV and IT systems business increased 14% year on year to HK$146 million as a result of an increased installation fee income. The Group's cost of sales increased 15% year on year to HK$884 million, primarily due to higher depreciation charges and operating costs attributable to the expansion of the Group's data centre facilities. Operating expenditure increased 9% year on year to HK$162 million, as more resources were also deployed to cope with the growth of data centre business. The Group's operating expenditure to sales ratio has been maintained steady at the level below 8%. For the 12 months ended 30 June 2022, the Group received Covid-19 related government subsidies ("the Covid Subsidies") amounted to HK$6 million which offset against staff cost in cost of sales and operating expenditure.

Operating profit of the Group rose 8% year on year to HK$1,043 million. Operating profit from data centre and IT facilities (before corporate expenses, interest and tax) rose 9% year on year to

HK$1,074 million and operating profit from ELV and IT systems (before corporate expenses, interest and tax) increased 4% year on year to HK$36 million.

EBITDA of the Group increased 10% (or 11% if excluding the Covid Subsidies) year on year to HK$1,501 million, driven mainly by EBITDA growth from the data centre business. The EBITDA margin remained strong at 72% mainly due to improved economies of scale and cost efficiency. As the Group owns most of its current data centres, the adoption of HKFRS 16 did not have any material impact on the Group's EBITDA accordingly. On the contrary, many of the Group's industry peers have experienced a significant increase in EBITDA simply due to the adoption of HKFRS 16 or IFRS 16. Therefore, the quality of the Group's EBITDA is substantially higher than that of many of its industry peers who lease their data centre facilities.

Profit attributable to owners of the Company increased 8% (or 9% if excluding the Covid Subsidies) year on year to HK$847 million. Finance costs increased 33% year on year to HK$30 million mainly due to the increased level of borrowings.

Capital Investment

The new data centre developments of MEGA Gateway, MEGA IDC and MEGA Fanling and investment in cable landing stations HKIS-1 and RBL1219 will enhance and expand the Group's high-tier data centre capacity to meet the increasing data demands and operational requirements of the Group's customers. Data centre business is a capital-intensive industry, requiring long-term capital commitment. The Group is committed to continuing investment in existing and new infrastructure for new business development and regularly reviews its investment profile to take into account of the changing customer and market environment.

Other financial discussion and analysis

The Group had HK$310 million bank balances and deposits as of 30 June 2022, while bank borrowings were HK$8,087 million. Total net bank borrowings increased 7% to HK$7,777 million compared to HK$7,292 million as at 31 December 2021. The shareholder's loan was HK$3,800 million as at 30 June 2022, being an unsecured 6-year term loan from Sun Hung Kai Properties Limited and its subsidiaries (the "SHKP Group") at a fixed interest rate of 3% per annum, maturing in 2025. Effective from 1 August 2020, the interest rate reduced from 4% per annum to 3% per annum. SHKP Group will continue to support the Group's development in the long term.

To fund various data centre projects, in November 2021 the Group had successfully obtained a HK$3,000 million 5-year term and revolving loan facility from a bank. In June 2022, the Group had also successfully refinanced a HK$2,000 million 5-year term and revolving loan facility from a bank.

The gearing ratio, being net debt divided by equity attributable to owners of the Company, as of 30 June 2022 was 253%; excluding the long-term unsecured shareholder's loan of HK$3,800 million from SHKP Group, such ratio was 170%.

The Group's self-occupied data centres are recorded at historical cost less depreciation on its financial statements. For illustrative purpose, after taking into account the fair value of the major completed data centres valued by an independent property valuer with reference to open market rents and sales transactions, the Group's equity would be noticeably increased and on this basis, the adjusted gearing ratio as at 30 June 2022 including and excluding shareholder's loan would be substantially reduced to 42%[1] and 28%[1] respectively. The Group will continue to review annually the fair value of its existing properties, as well as the properties in the pipeline as when completed, and plan to provide the supplementary adjusted net gearing ratios to facilitate a better understanding of the Group's financial position.

The Group has the capacity to fund its growth plans in the medium term, taking into account the financial resources available including internally generated funds and available banking facilities. The Board's intention is to continue with its current dividend policy.

As of 30 June 2022, the Group had no contingent liability while the Company had an aggregate of HK$7,739 million contingent liabilities in respect of guarantees for general banking facilities utilised by the Group's subsidiaries and other guarantees. The Group's core operations are based in Hong Kong and its assets are primarily in Hong Kong or US dollars. It had no significant exposure to foreign exchange rate fluctuations. The Group had not pledged any of its assets as of 30 June 2022.

EMPLOYEES

The Group employed 410 full-time employees as of 30 June 2022. During the year under review, SUNeVision continued to promote and protect the health and safety of its employees. Amidst the ongoing Covid-19 pandemic, the Group implemented various measures to safeguard the wellbeing of employees while maintaining the highest service standards to customers at the same time.

To remain competitive in the employment market and to prepare for the challenges of the growing demand for high-end data centre facilities in Hong Kong, SUNeVision continues to focus on the development and retention of its people. Training workshops are organised regularly whereby employees can develop skills to enhance their career. In addition, the Group offers a competitive remuneration package to employees. Fringe benefits, including Mandatory Provident Fund contributions and medical insurance, are reviewed regularly. Share options are granted to selected Directors and employees based on performance and as part of the package to retain talents.

[1] *The adjusted gearing ratios are not defined under HKFRSs and are not presented in accordance with HKFRSs. Further, the adjusted gearing ratios may differ from the gearing ratios used by other companies, including peer companies, potentially limiting the comparability of their financial results to the Company's.*

Audited Consolidated Statement of Profit or Loss

For the year ended 30 June 2022

	Notes	**2022** *HK$'000*	2021 *HK$'000*
Revenue	3	**2,085,845**	1,873,950
Cost of sales		**(884,415)**	(769,788)
Gross profit		**1,201,430**	1,104,162
Other income	5	**2,754**	5,009
Selling expenses		**(32,306)**	(29,189)
Administrative expenses		**(129,298)**	(118,761)
Profit from operations		**1,042,580**	961,221
Finance costs	7	**(29,715)**	(22,316)
Profit before taxation		**1,012,865**	938,905
Income tax expense	6	**(166,034)**	(151,178)
Profit for the year attributable to owners of the Company	7	**846,831**	787,727
Earnings per share based on profit attributable to owners of the Company (reported earnings per share)	9		
- Basic (Remark (i))		**20.87 cents**	19.43 cents
- Diluted (Remark (i))		**20.84 cents**	19.40 cents

Remarks:

(i) Upon completion of the bonus issue of shares (with a convertible note ("Convertible Note(s)", which were constituted by the deed poll dated 25 November 2010) alternative) on 25 November 2010, the Company had 2,342,675,478 ordinary shares in issue and outstanding Convertible Notes which could be converted into 1,720,292,188 fully paid ordinary shares, representing a total of 4,062,967,666 ordinary shares which form the basis for the calculation of basic and diluted earnings per share. Adjustments are made in respect of shares repurchased.

(ii) Details of earnings per share calculation and the Company's share capital are set out in notes 9 and 14 respectively.

Audited Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2022

	2022	2021
	HK$'000	*HK$'000*
Profit for the year	**846,831**	787,727
Other comprehensive income (expense) for the year		
Item that will not be reclassified subsequently to the consolidated statement of profit or loss:		
Surplus on revaluation of property, plant and equipment upon transfer to investment property	**48,639**	-
Item that may be reclassified subsequently to the consolidated statement of profit or loss:		
Exchange differences arising from translation of operations outside Hong Kong	**22**	(39)
	48,661	(39)
Total comprehensive income for the year	**895,492**	787,688
Total comprehensive income (expense) attributable to:		
Owners of the Company	**895,835**	786,533
Non-controlling interests	**(343)**	1,155
	895,492	787,688

Audited Consolidated Statement of Financial Position

At 30 June 2022

	Notes	**2022** *HK$'000*	2021 *HK$'000*
Non-current assets			
Investment property		**58,000**	-
Property, plant and equipment		**17,275,625**	15,694,200
Equity instrument at fair value through other comprehensive income ("FVTOCI")		**3,710**	3,710
		17,337,335	15,697,910
Current assets			
Inventories		**5,654**	5,264
Trade and other receivables	10	**450,904**	362,582
Contract assets		**39,220**	18,537
Bank balances and deposits		**309,669**	387,316
		805,447	773,699
Current liabilities			
Trade and other payables	11	**1,075,034**	926,533
Contract liabilities		**82,028**	74,279
Lease liabilities		**10,137**	2,099
Tax payables		**189,017**	142,039
Bank borrowings	12	**2,296,304**	-
		3,652,520	1,144,950
Net current liabilities		**(2,847,073)**	(371,251)
Total assets less current liabilities		**14,490,262**	15,326,659
Non-current liabilities			
Contract liabilities		**9,079**	19,310
Lease liabilities		**1,153**	2,450
Deferred tax liability		**297,661**	292,877
Bank borrowings	12	**5,790,833**	7,261,690
Shareholder's loan	13	**3,800,000**	3,300,000
		9,898,726	10,876,327
Net assets		**4,591,536**	4,450,332
Capital and reserves			
Share capital	14	**233,906**	233,767
Reserve arising from issuance of convertible notes	14	**172,002**	172,002
Other reserves		**4,170,862**	4,029,454
Equity attributable to owners of the Company		**4,576,770**	4,435,223
Non-controlling interests		**14,766**	15,109
Total equity		**4,591,536**	4,450,332

Audited Consolidated Statement of Changes in Equity

For the year ended 30 June 2022

	Attributable to owners of the Company									
	Share capital *HK$'000*	**Share premium** *HK$'000*	**Reserve arising from issuance of convertible notes** *HK$'000* (Note)	**Share option reserve** *HK$'000*	**Exchange reserve** *HK$'000*	**Property revaluation reserve** *HK$'000*	**Retained profits** *HK$'000*	**Total** *HK$'000*	**Non-controlling interests** *HK$'000*	**Total equity** *HK$'000*
At 1 July 2020	232,919	2,334,287	172,002	22,338	3,117	-	1,546,606	4,311,269	13,954	4,325,223
Profit for the year	-	-	-	-	-	-	787,727	787,727	-	787,727
Exchange differences arising from translation of operations outside Hong Kong	-	-	-	-	(1,194)	-	-	(1,194)	1,155	(39)
Total comprehensive income (expense) for the year	-	-	-	-	(1,194)	-	787,727	786,533	1,155	787,688
Exercise of share options (note 14)	848	33,931	-	(5,953)	-	-	-	28,826	-	28,826
Recognition of equity-settled share-based payments	-	-	-	18,147	-	-	-	18,147	-	18,147
Final dividend and distribution paid (note 8)	-	-	-	-	-	-	(709,552)	(709,552)	-	(709,552)
At 30 June 2021	233,767	2,368,218	172,002	34,532	1,923	-	1,624,781	4,435,223	15,109	4,450,332
Profit for the year	-	-	-	-	-	-	846,831	846,831	-	846,831
Exchange differences arising from translation of operations outside Hong Kong	-	-	-	-	365	-	-	365	(343)	22
Surplus on revaluation of property, plant and equipment upon transfer to investment property	-	-	-	-	-	48,639	-	48,639	-	48,639
Total comprehensive income (expense) for the year	-	-	-	-	365	48,639	846,831	895,835	(343)	895,492
Exercise of share options (note 14)	139	9,322	-	(1,954)	-	-	-	7,507	-	7,507
Recognition of equity-settled share-based payments	-	-	-	25,518	-	-	-	25,518	-	25,518
Final dividend and distribution paid (note 8)	-	-	-	-	-	-	(787,313)	(787,313)	-	(787,313)
At 30 June 2022	**233,906**	**2,377,540**	**172,002**	**58,096**	**2,288**	**48,639**	**1,684,299**	**4,576,770**	**14,766**	**4,591,536**

Note:

Pursuant to an ordinary resolution in relation to the bonus issue of shares (with a Convertible Note alternative) passed at the extraordinary general meeting of the Company held on 1 November 2010, 311,191,645 bonus shares of HK$0.1 each were issued on 25 November 2010 on the basis of one bonus share for every existing share held by the shareholders of the Company whose names appeared on the register of members of the Company on 1 November 2010.

Reserve arising from issuance of convertible notes was then capitalised from the Company's share premium account for the purpose of issue of new shares upon conversion of the Convertible Notes. This reserve balance represented the aggregate amount of the Convertible Notes outstanding at the year end. No Convertible Notes were exercised and converted into ordinary shares by noteholders during the years ended 30 June 2022 and 2021. As a result, the Convertible Notes in the amount of HK$172,001,633.30 remained outstanding as at 30 June 2022 and 2021.

The Convertible Notes are unlisted, non-transferable and irredeemable but have conversion rights entitling the noteholders to convert into an equivalent number of shares as the number of bonus shares which the noteholders would otherwise be entitled to receive under the bonus issue had the shareholder not elected for the Convertible Notes. The Convertible Notes do not carry voting rights at any general meeting of shareholders of the Company. The noteholders have the same right as the shareholders to receive dividend. The noteholders can exercise the conversion rights at any time after the issue of the Convertible Notes, subject to the terms and conditions of the deed poll constituting the Convertible Notes. The Convertible Notes were recognised as equity and are presented in reserves as "reserve arising from issuance of convertible notes".

Notes to the Consolidated Financial Statements

1. BASIS OF PREPARATION

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange and by the Hong Kong Companies Ordinance.

The consolidated financial statements have been prepared on the historical cost basis and certain financial instruments, that are measured at fair values at the end of each reporting period.

In preparing the consolidated financial statements, the directors of the Company have given careful consideration to the future liquidity of the Group in light of the fact that the Group's current liabilities exceeded its current assets by HK$2,847,073,000 as at 30 June 2022. In the opinion of the directors of the Company, the Group has a number of sources of finance available to fund its operations, including but not limited to internal resources and available unutilised facilities from financial institutions. Accordingly, the consolidated financial statements have been prepared on a going concern basis.

2. APPLICATION OF AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

Amendments to HKFRSs that are mandatorily effective for the current year

In the current year, the Group has applied the following amendments to HKFRSs issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") for the first time, which are mandatorily effective for the annual periods beginning on or after 1 July 2021 for the preparation of the consolidated financial statements:

Amendments to HKFRS 16	Covid-19-Related Rent Concessions beyond 30 June 2021
Amendments to HKFRS 9, HKAS 39, HKFRS 7, HKFRS 4 and HKFRS 16	Interest Rate Benchmark Reform – Phase 2

In addition, the Group applied the agenda decision of the IFRS Interpretations Committee (the "Committee") of the International Accounting Standards Board issued in June 2021 which clarified the costs an entity should include as "estimated costs necessary to make the sale" when determining the net realisable value of inventories.

The application of the amendments to HKFRSs and agenda decision of the Committee in the current year had no material impact on the Group's financial performance and positions for the current and prior years and/or on the disclosures set out in these consolidated financial statements.

2. APPLICATION OF AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs") (continued)

New and amendments to HKFRSs in issue but not yet effective

HKFRS 17	Insurance Contracts and the related Amendments[2]
Amendments to HKFRS 3	Reference to the Conceptual Framework[1]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[3]
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020)[2]
Amendments to HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies[2]
Amendments to HKAS 8	Definition of Accounting Estimates[2]
Amendments to HKAS 12	Deferred Tax related to Assets and Liabilities Arising from a Single Transaction[2]
Amendments to HKAS 16	Property, Plant and Equipment - Proceeds before Intended Use[1]
Amendments to HKAS 37	Onerous Contracts - Cost of Fulfilling a Contract[2]
Amendments to HKFRSs	Annual Improvements to HKFRSs 2018 - 2021[2]

1 Effective for annual periods beginning on or after 1 January 2022
2 Effective for annual periods beginning on or after 1 January 2023
3 Effective for annual periods beginning on or after a date to be determined

Except for the amendments to HKFRSs mentioned below, the directors of the Company anticipate that the application of all new and amendments to HKFRSs will have no material impact on the consolidated financial statements in the foreseeable future.

Amendments to HKAS 1 Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020)

The amendments provide clarification and additional guidance on the assessment of right to defer settlement for at least twelve months from reporting date for classification of liabilities as current or non-current, which:

- specify that the classification of liabilities as current or non-current should be based on rights that are in existence at the end of the reporting period. Specifically, the amendments clarify that:

  (i) the classification should not be affected by management intentions or expectations to settle the liability within 12 months; and
  (ii) if the right is conditional on the compliance with covenants, the right exists if the conditions are met at the end of the reporting period, even if the lender does not test compliance until a later date; and

- clarify that if a liability has terms that could, at the option of the counterparty, result in its settlement by the transfer of the entity's own equity instruments, these terms do not affect its classification as current or non-current only if the entity recognises the option separately as an equity instrument applying HKAS 32 "Financial Instruments: Presentation".

In addition, Hong Kong Interpretation 5 was revised as a consequence of the Amendments to HKAS 1 to align the corresponding wordings with no change in conclusion.

Based on the Group's outstanding liabilities as at 30 June 2021, including the related terms and conditions stipulated in the agreements between the Group and the relevant lenders, the application of the amendments will not result in reclassification of the Group's liabilities.

Notes to the Consolidated Financial Statements

3. REVENUE

Disaggregation of revenue

For the year ended 30 June 2022

	Data centre and IT facilities *HK$'000*	**ELV and IT systems** *HK$'000*	**Total** *HK$'000*
Types of services recognised over time			
Income from data centre and IT facilities (including income of HK$432,245,000 from other value-added services)	**1,940,422**	**-**	**1,940,422**
Installation and maintenance fee of ELV and IT systems (including installation fee of HK$86,194,000)	**-**	**145,423**	**145,423**
Revenue from contracts with customers	**1,940,422**	**145,423**	**2,085,845**

For the year ended 30 June 2021

	Data centre and IT facilities *HK$'000*	ELV and IT systems *HK$'000*	Total *HK$'000*
Types of services recognised over time			
Income from data centre and IT facilities (including income of HK$415,410,000 from other value-added services)	1,745,984	-	1,745,984
Installation and maintenance fee of ELV and IT systems (including installation fee of HK$60,925,000)	-	127,966	127,966
Revenue from contracts with customers	1,745,984	127,966	1,873,950

The transaction price allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at 30 June 2022 and the expecting timing of recognising revenue are as follows:

(i) The aggregate amount of installation services is HK$256,459,000 (2021: HK$246,317,000) of which HK$97,351,000 (2021: HK$65,839,000) is expected to be recognised as revenue within one year. HK$159,108,000 (2021: HK$180,478,000) are expected to be recognised as revenue in the second to fifth year inclusive.

(ii) The aggregate amount of use of data centre and IT facilities is HK$3,756,195,000 (2021: HK$3,212,635,000) of which HK$1,046,751,000 (2021: HK$1,035,767,000) is expected to be recognised as revenue within one year. HK$2,117,594,000 (2021: HK$2,051,208,000) and HK$591,850,000 (2021: HK$125,660,000) are expected to be recognised as revenue in the second to fifth year inclusive and over five years, respectively.

For the contracts from other value-added services and maintenance services that have an original expected duration of one year or less or the Group has a right to consideration from the customers in an amount that corresponds directly with the value to the customers of the Group's performance completed to date, as permitted under HKFRS 15 "Revenue from contracts with Customers", the transaction price allocated to these unsatisfied contracts is not disclosed.

Notes to the Consolidated Financial Statements

4. SEGMENT INFORMATION

Segment profit represents the profit earned by each segment without allocation of central administrative costs, directors' emoluments, interest income, investment income and finance costs. This is the measure reported to the Group's management, being the chief operating decision maker, for the purposes of resource allocation and performance assessment.

The principal activities of the operating segments and reportable segments of the Group are as follows:

(a) Data centre and IT facilities cover the provision of data centre, facilities management and value added services.

(b) ELV and IT systems comprise installation and maintenance services for the respective systems.

4. SEGMENT INFORMATION (continued)

Segment revenue and results

An analysis of the Group's revenue and results, substantially derived from Hong Kong, by reportable segment is as follows:

For the year ended 30 June 2022

	Data centre and IT facilities *HK$'000*	ELV and IT systems *HK$'000*	Elimination *HK$'000*	Consolidated total *HK$'000*
REVENUE				
External	**1,940,422**	**145,423**	**-**	**2,085,845**
Inter-segment	**-**	**190**	**(190)**	**-**
Total	**1,940,422**	**145,613**	**(190)**	**2,085,845**
RESULTS				
Segment results	**1,074,352**	**35,914**	**-**	**1,110,266**
Unallocated corporate expenses				**(68,432)**
Interest income				**604**
Investment income				**142**
Finance costs				**(29,715)**
Profit before taxation				**1,012,865**

For the year ended 30 June 2021

	Data centre and IT facilities *HK$'000*	ELV and IT systems *HK$'000*	Elimination *HK$'000*	Consolidated total *HK$'000*
REVENUE				
External	1,745,984	127,966	-	1,873,950
Inter-segment	-	190	(190)	-
Total	1,745,984	128,156	(190)	1,873,950
RESULTS				
Segment results	986,417	34,664	-	1,021,081
Unallocated corporate expenses				(60,751)
Interest income				891
Finance costs				(22,316)
Profit before taxation				938,905

Inter-segment sales are charged at prevailing market rates.

The Group does not report regularly segment assets and liabilities to the chief operating decision maker and therefore no analysis of segment assets and liabilities is presented.

4. SEGMENT INFORMATION (continued)

Other segment information

For the year ended 30 June 2022

	Data centre and IT facilities	**ELV and IT systems**	**Consolidated total**
	HK$'000	***HK$'000***	***HK$'000***
Amount included in the measure of segment results:			
Depreciation of property, plant and equipment	**457,139**	**1,728**	**458,867**
Addition to property, plant and equipment	**2,233,978**	**1,393**	**2,235,371**
Loss on disposal of property, plant and equipment	**356**	**-**	**356**
Provision for allowance for credit losses, net of reversal	**1,011**	**-**	**1,011**
	========	=======	=======

For the year ended 30 June 2021

	Data centre and IT facilities	ELV and IT systems	Consolidated total
	HK$'000	*HK$'000*	*HK$'000*
Amount included in the measure of segment results:			
Depreciation of property, plant and equipment	398,245	1,660	399,905
Addition to property, plant and equipment	1,671,492	3,632	1,675,124
Loss on disposal of property, plant and equipment	27	1	28
Provision for allowance for credit losses, net of reversal	1,663	-	1,663
	========	=======	=======

Geographical information

The Group's revenue is derived from Hong Kong and the Group's non-current assets are substantially located in Hong Kong. Accordingly, no analysis by geographical location is presented.

Information about major customers

For the year ended 30 June 2022, the largest two customers (2021: the largest two customers), which come from the segment of Data centre and IT facilities, accounted for about 17% and 12% (2021: 15% and 10%) of the total revenue, respectively.

5. OTHER INCOME

	2022	2021
	HK$'000	*HK$'000*
Interest income	**604**	891
Investment income	**142**	-
Rental income	**742**	-
Miscellaneous	**1,266**	4,118
	----------	----------
	2,754	5,009
	======	======

6. INCOME TAX EXPENSE

	2022	2021
	HK$'000	*HK$'000*
Current tax		
- Hong Kong Profits Tax	**161,330**	110,072
- Overprovision in prior years	**(80)**	(100)
	161,250	109,972
Deferred tax charge	**4,784**	41,206
	166,034	151,178

Hong Kong Profits Tax is calculated at 16.5% (2021: 16.5%) on the estimated assessable profits for the year.

7. PROFIT FOR THE YEAR

	2022	2021
	HK$'000	*HK$'000*
Profit for the year has been arrived at after charging (crediting):		
Staff costs including directors' emoluments	**220,479**	206,181
Retirement benefit scheme contributions	**6,787**	6,959
Share-based payments	**25,518**	18,147
Total staff costs	**252,784**	231,287
Auditor's remuneration	**1,375**	1,345
Depreciation of property, plant and equipment	**458,867**	399,905
Loss on disposal of property, plant and equipment	**356**	28
Credit loss allowance on trade and other receivables	**1,011**	1,172
Interest on bank borrowings	**65,579**	59,793
Interest on shareholder's loan	**108,370**	101,803
Interest on lease liabilities	**386**	130
Other finance costs	**22,252**	17,280
Less: amounts capitalised	**(166,872)**	(156,690)
Total finance costs	**29,715**	22,316

For the year ended 30 June 2022, Covid-19 related government grants amounted to HK$5,816,000 (2021: HK$13,993,000) have been offset against staff costs.

8. DIVIDENDS

	2022	2021
	HK$'000	*HK$'000*
Dividend paid and recognised as distribution during the year		
- Final dividend to ordinary shareholders in respect of the immediately preceding financial year of HK19.40 cents (2021: HK17.50 cents) per share	**453,630**	408,549
- Payments to convertible noteholders in respect of the immediately preceding financial year of HK19.40 cents (2021: HK17.50 cents) for each share which such registered noteholders would have become holders of, had such registered noteholders' Convertible Notes then outstanding been converted on 4 November 2021 (2021: 5 November 2020)	**333,683**	301,003
	787,313	709,552
Dividend proposed		
- Final dividend to ordinary shareholders in respect of the current financial year of HK20.80 cents (2021: HK19.40 cents) per share	**486,524**	453,508
- Payments to convertible noteholders in respect of the current financial year of HK20.80 cents (2021: HK19.40 cents) for each share which such registered noteholders would have become holders of, had such registered noteholders' Convertible Notes then outstanding been converted on 3 November 2022 (2021: 4 November 2021)	**357,763**	333,683
	844,287	787,191

At a meeting held on 1 September 2022, the directors recommend the declaration of a final dividend of HK20.80 cents per share for the year ended 30 June 2022. This proposed dividend is not included as a dividend payable in the consolidated statement of financial position as at 30 June 2022.

9. EARNINGS PER SHARE

Reported earnings per share

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

	2022	2021
	HK$'000	*HK$'000*
Earnings for the purposes of basic and diluted earnings per share	**846,831**	787,727

	2022 Number of shares	2021 Number of shares
Weighted average number of ordinary shares for the purpose of basic earnings per share	**4,058,248,028**	4,054,213,115
Effect of dilutive potential ordinary shares: Share options	**4,590,154**	5,483,275
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**4,062,838,182**	4,059,696,390

For the purposes of basic and diluted earnings per share, the weighted average number of ordinary shares is calculated after taking into account the effect of the issuance of bonus shares (with a Convertible Note alternative) in November 2010. Details of the issuance of bonus shares are set out in note 14.

The computation of diluted earnings per share does not assume the exercise of certain Company's share options because the exercise price of those share options was higher than the average market price for shares for the years ended 30 June 2022 and 2021. Save as the share options mentioned above, there were no other dilutive potential ordinary shares in existence during the years ended 30 June 2022 and 2021.

10. TRADE AND OTHER RECEIVABLES

The Group allows an average credit period of 30 days to its trade customers. The following sets out an ageing analysis of trade receivables based on the invoice dates, net of allowance for credit losses at the end of the reporting period:

	2022	2021
	HK$'000	*HK$'000*
0 - 60 days	**242,966**	146,741
61 - 90 days	**3,815**	7,025
> 90 days	**20,067**	23,526
	266,848	177,292
Unbilled revenue for use of data centre and IT facilities	**56,696**	71,265
Other receivables	**57,092**	52,989
Prepayments	**54,859**	54,401
Deposits paid	**15,409**	6,635
	450,904	362,582

11. TRADE AND OTHER PAYABLES

The following sets out an ageing analysis of trade payables at the end of the reporting period:

	2022	2021
	HK$'000	*HK$'000*
Trade payables aged within 60 days	**23,071**	23,817
Trade payables aged over 60 days	**925**	481
Other payables and accruals	**892,583**	758,804
Deposits received	**158,455**	143,431
	1,075,034	926,533

12. BANK BORROWINGS

At the end of the reporting period, the Group's unsecured bank loans were denominated in Hong Kong dollar with the carrying amount of HK$8,087,137,000 (2021: HK$7,261,690,000). The loans carry interest at the Hong Kong Interbank Offered Rate plus a margin. The loans were used to fund various existing data centre projects.

During the year, the Group obtained a new long term banking facility of HK$3,000,000,000 (2021: nil) and raised unsecured bank loan of HK$850,000,000 (2021: HK$1,430,000,000 from its existing unutilised banking facilities) and did not repay any bank loans. As at 30 June 2022, the Group has available unutilised banking facility of HK$2,150,000,000 (2021: nil).

Borrowing costs capitalised during the year arose on the general borrowing pool and are calculated by applying a capitalisation rate of 0.96% (2021: 1.02%) per annum and specific borrowings to expenditure on qualifying assets.

The carrying amounts of the above borrowings are repayable*

	2022	2021
	HK$'000	*HK$'000*
Within one year	**2,296,304**	-
Within a period of more than one year but less than two years	**-**	4,287,940
Within a period of more than two years but less than five years	**5,790,833**	2,973,750
	8,087,137	7,261,690

* The amounts due are based on scheduled repayment dates set out in the loan agreements.

13. SHAREHOLDER'S LOAN

On 28 December 2018, the Group and SHKP Group entered into a loan agreement pursuant to which SHKP Group had agreed to make available unsecured term loan facility in an aggregate amount of HK$3,800,000,000 to the Group for a term of 72 months at a fixed interest rate of 4% per annum. The fixed interest rate of 4% per annum was then amended to 3% per annum effective from 1 August 2020. At the end of the reporting period, HK$3,800,000,000 (2021: HK$3,300,000,000) was drawn down from the facility which was used to fund various existing data centre projects and for working capital requirements.

14. SHARE CAPITAL

	Number of ordinary shares	Amount *HK$'000*
Ordinary shares of HK$0.1 each		
Authorised:		
At 1 July 2020, 30 June 2021 and **30 June 2022**	**10,000,000,000**	**1,000,000**
Issued and fully paid:		
At 1 July 2020	2,329,193,333	232,919
Exercise of share options (Note (ii))	8,476,000	848
At 30 June 2021	2,337,669,333	233,767
Exercise of share options (Note (ii))	1,388,000	139
At 30 June 2022	**2,339,057,333**	**233,906**

The Company and its subsidiaries did not purchase, sell or redeem any of the listed securities of the Company during the years ended 30 June 2022 and 2021.

Notes:

(i) Pursuant to an ordinary resolution in relation to the bonus issue of shares (with a Convertible Note alternative) passed at the extraordinary general meeting of the Company held on 1 November 2010, 311,191,645 bonus shares of HK$0.1 each were issued on 25 November 2010 to the shareholders of the Company who were entitled to those bonus shares and did not elect to receive the Convertible Notes.

Convertible Notes in the amount of HK$172,029,218.80 were issued to shareholders of the Company who elected for the Convertible Note alternative, and the same amount was capitalised from the Company's share premium account as "reserve arising from issuance of convertible notes". Holders of the Convertible Notes are entitled to convert into an equivalent number of shares as the number of bonus shares which the noteholders would otherwise be entitled to receive under the bonus issue. Accordingly, Convertible Notes can be converted into ordinary shares of HK$0.1 each on a one-to-one basis.

During the years ended 30 June 2022 and 2021, no Convertible Notes were exercised and converted into ordinary shares of the Company.

	Number of fully paid ordinary shares to be issued (issued) upon conversion	Amount *HK$'000*
At 1 July 2021 and **30 June 2022**	**1,720,016,333**	**172,002**

Upon conversion of all the outstanding Convertible Notes, the issued share capital of the Company would be 4,059,073,666 (2021: 4,057,685,666) fully paid ordinary shares of HK$0.1 each.

Details of the bonus issue of shares (with a Convertible Note alternative) are set out in the circular of the Company dated 29 September 2010.

(ii) During the year ended 30 June 2022, 1,388,000 (2021: 8,476,000) shares were issued upon the exercise of share options.

DIVIDEND

The board of Directors (the "Board") recommended the payment of a final dividend of HK20.80 cents per share (2021: HK19.40 cents per share) to the shareholders of the Company (the "Shareholders") whose names appear on the register of members of the Company (the "Register of Members") on Thursday, 3 November 2022, making a total dividend of HK20.80 cents per share for the full year ended 30 June 2022 (2021: HK19.40 cents per share). The proposed final dividend will be paid on Thursday, 24 November 2022 following the approval at the forthcoming annual general meeting of the Company (the "2022 AGM"). Shares of the Company (the "Shares") will be traded ex-dividend as from Tuesday, 1 November 2022.

In addition, subject to the resolution for declaring the aforesaid final dividend being duly passed at the 2022 AGM, pursuant to the deed poll constituting the convertible notes dated 25 November 2010 (the "Convertible Notes"), the Company will, on Thursday, 24 November 2022, pay to the noteholders of the Company (the "Noteholders") whose names appear on the register of Noteholders (the "Register of Noteholders") on Thursday, 3 November 2022, HK20.80 cents for each share which such Noteholders would have become holders of, had such Noteholders' Convertible Notes then outstanding been converted on Thursday, 3 November 2022.

ANNUAL GENERAL MEETING

The 2022 AGM will be held on Friday, 28 October 2022 and the notice of the 2022 AGM will be published and dispatched to the Shareholders and, for information only, the Noteholders accordingly.

CLOSURE OF REGISTER OF MEMBERS

In order to determine Shareholders' entitlements to attend and vote at the 2022 AGM, the Register of Members will be closed from Tuesday, 25 October 2022 to Friday, 28 October 2022, both dates inclusive, during which no transfer of Shares will be effected.

(i) In the case of the Shares, all transfer documents accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong branch share registrar and transfer office, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Monday, 24 October 2022; and

(ii) In the case of the Convertible Notes, in order to be entitled to attend and vote at the 2022 AGM, the notice of conversion accompanied by the relevant note certificate and payment of the necessary amount should have been surrendered to and deposited with the Company's registrar in respect of the Convertible Notes, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong for conversion into Shares not later than 4:30 p.m. on Thursday, 8 September 2022.

In addition, the Register of Members will be closed on Thursday, 3 November 2022. On the assumption that the resolution for declaring the final dividend is duly passed at the 2022 AGM:

(i) in the case of the Shares, in order to determine entitlement to the final dividend, all transfer documents accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong branch share registrar and transfer office, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Wednesday, 2 November 2022; and

(ii) in the case of Convertible Notes, in order to determine entitlement to receive the relevant payments under the Convertible Notes, the Noteholders shall remain to be registered on the Register of Noteholders on Thursday, 3 November 2022.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

During the year ended 30 June 2022, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities of the Company.

AUDIT COMMITTEE

The Audit Committee has reviewed the final results for the year ended 30 June 2022 and has provided advice and comments thereon. The Group's consolidated financial statements have been audited by the Company's auditor, Messrs. Deloitte Touche Tohmatsu, and it has issued an unmodified opinion.

CORPORATE GOVERNANCE CODE

Throughout the year ended 30 June 2022, the Group has complied with the code provisions of the Corporate Governance Code as set out in Appendix 14 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited except that the Chairman of the Board was unable to attend the annual general meeting of the Company held on 29 October 2021 due to other commitment.

By order of the Board
SUNEVISION HOLDINGS LTD.
Bonnie Lau
Company Secretary

Hong Kong, 1 September 2022

As at the date of this announcement, the Board comprises six Executive Directors, being Kwok Ping-luen, Raymond, Fung Yuk-lun, Allen, Tong Kwok-kong, Raymond, Tung Chi-ho, Eric, Chan Man-yuen, Martin and Lau Yeuk-hung, Fiona; five Non-Executive Directors, being Cheung Wing-yui, Kwok Kai-wang, Christopher, David Norman Prince, Siu Hon-wah, Thomas and Chan Hong-ki, Robert; and six Independent Non-Executive Directors, being Li On-kwok, Victor, King Yeo-chi, Ambrose, Wong Kai-man, Lee Wai-kwong, Sunny, Cheng Ka-lai, Lily and Leong Kwok-kuen, Lincoln.