China Development Bank International Investment Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1062)

Interim Report 2022

Contents

Corporate Information

DIRECTORS

Executive Director

Mr. BAI Zhe *(Chairman)* *(Note 1)*

Non-executive Director

Mr. LU Yanpo *(Chairman)* *(Note 2)*

Independent Non-executive Directors

Mr. SIN Yui Man
Mr. FAN Ren Da, Anthony
Mr. CHEUNG Ngai Lam

COMPANY SECRETARY

Ms CHONG Po Chun

AUDIT COMMITTEE

Mr. CHEUNG Ngai Lam *(Chairman)*
Mr. SIN Yui Man
Mr. FAN Ren Da, Anthony
Mr. LU Yanpo *(Note 2)*

REMUNERATION COMMITTEE

Mr. SIN Yui Man *(Chairman)*
Mr. FAN Ren Da, Anthony
Mr. CHEUNG Ngai Lam
Mr. LU Yanpo *(Note 2)*

NOMINATION COMMITTEE

Mr. BAI Zhe *(Note 1)*
Mr. FAN Ren Da, Anthony
Mr. CHEUNG Ngai Lam
Mr. LU Yanpo *(Chairman)* *(Note 2)*

REGISTERED OFFICE

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Suites 4506-4509
Two International Finance Centre
No. 8 Finance Street
Central, Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Suntera (Cayman) Limited (Formerly known as SMP Partners (Cayman) Limited)
Suite 3204, Unit 2A, Block 3
Building D, P.O. Box 1586
Gardenia Court, Camana Bay
Grand Cayman, KY1-1100
Cayman Islands

Notes:

1. Resigned on 30 June 2022.
2. Appointed as a Non-executive Director, member of the Nomination Committee, Audit Committee and Remuneration Committee respectively since 11 February 2022; appointed as Chairman of the Board and Chairman of the Nomination Committee since 30 June 2022.

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Standard Limited
17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong

PRINCIPAL BANKERS

China Construction Bank (Asia) Corporation Limited

AUDITOR

BDO Limited
25th Floor, Wing On Centre
111 Connaught Road Central
Hong Kong

LEGAL ADVISERS TO THE COMPANY

As to Hong Kong Law
Zhong Lun Law Firm LLP

As to Cayman Islands Law
Conyers Dill & Pearman

INVESTMENT MANAGER

HuaAn Asset Management (Hong Kong) Limited
Unit No. 4702, 47th
Floor Central Plaza
No. 18 Harbour Road
Wanchai
Hong Kong

CUSTODIAN

Vistra Management (Hong Kong) Limited
19/F., Lee Garden One
33 Hysan Avenue
Causeway Bay, Hong Kong

STOCK CODE

The Stock Exchange of Hong Kong Limited: 1062

WEBSITE

www.cdb-intl.com
www.irasia.com/listco/hk/cdbintl

Management Discussion and Analysis

The board of directors (the "**Board**" or "**Directors**") of China Development Bank International Investment Limited (the "**Company**") announces the unaudited interim results of the Company and its subsidiaries (collectively the "**Group**") for the six months ended 30 June 2022 (the "**Period**"). The interim results for the Period have been reviewed by the audit committee of the Company and BDO Limited, the auditor of the Company.

OVERALL PERFORMANCE

For the Period, the Group recorded a loss of approximately Hong Kong Dollars 353.13 million (six months ended 30 June 2021: loss of approximately HK$128.15 million) which is primarily attributable to the net valuation losses in fair value of financial assets at fair value through profit or loss of approximately HK$499.90 million (six months ended 30 June 2021: losses of approximately HK$120.55 million) netted off by the general and administrative expenses of approximately HK$5.16 million (six months ended 30 June 2021: approximately HK$6.13 million) incurred during the Period. For the Period, the interest income of the Group was approximately HK$0.1 million (six months ended 30 June 2021: approximately HK$0.07 million). The Group's net valuation losses in fair value of financial assets at fair value through profit or loss for the Period amounted to approximately HK$499.90 million (six months ended 30 June 2021: net loss of approximately HK$120.55 million). The general and administrative expenses of the Group for the Period were approximately HK$5.16 million (six months ended 30 June 2021: approximately HK$6.13 million), the decrease was mainly due to a reduction in total staff costs. The Group's net asset value decreased to approximately HK$1,478.71 million as at 30 June 2022 (31 December 2021: approximately HK$1,831.84 million), with loss per share of approximately HK$12.17 cents (six months ended 30 June 2021: loss per share of approximately HK$4.42 cents).

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

It is the Group's policy to adopt a prudent financial management strategy. The Group's treasury policies are designed to maintain a suitable level of liquidity facilities and minimise financial risks in order to meet operation requirements and pursue investment opportunities.

On 11 November 2016, a loan agreement was entered into between China Development Bank International Holdings Limited ("**CDBIH**"), the immediate controlling company of the Company as the lender and the Company as the borrower, pursuant to which CDBIH will provide a term loan to the Company in an amount of up to United States Dollars ("**US$**") 100 million, at an interest rate of 1.65% per annum over US$ 3-month LIBOR ("**LIBOR**"). The relevant loan will be repayable on the date falling twelve months after the date of first drawdown, which may be automatically extended for another twelve months unless notified by either CDBIH or the Company not to extend repayment.

On 6 January 2020, a new facility agreement ("**New Facility Agreement**") was entered into among China Construction Bank (Asia) Corporation Limited ("**CCB Asia**") as the lender, the Company as the borrower, and CDBIH as the guarantor, pursuant to which CDBIH will be the guarantor of the Company for an uncommitted revolving loan facility in the amount of up to US$100,000,000 both granted by CCB Asia. CCB Asia is a licensed financial institution under the laws of Hong Kong and a wholly-owned subsidiary of China Construction Bank Corporation ("**China Construction Bank**") (listed on the Shanghai Stock Exchange, stock code: 601939 and listed on the Stock Exchange of Hong Kong Limited stock code: 939). CCB Asia is a third party independent of and not connected with the Company and its connected persons, despite that Central Huijin Investment Ltd., which owns directly and indirectly 57.31% interest in China Construction Bank, the controlling company of CCB Asia, also owns 34.68% interest in China Development Bank ("**CDB**"), the controlling shareholder of China Development Bank Capital Corporation Ltd. ("**CDBC**") at the date of the Facility Agreement was entered into.

As at 30 June 2022, the Group had total borrowings of HK$Nil (31 December 2021: HK$390 million) and the debt-to-equity ratio (calculated as the sum of borrowings to the total shareholder's equity) was approximately 0% (31 December 2021: approximately 21%), putting the Group in an advantageous position to realise its investment strategies and pursue investment opportunities.

As at 30 June 2022, the cash and cash equivalents of the Group were approximately HK$14.66 million (31 December 2021: approximately HK$265.24 million). As more than half of the retained cash was denominated in United States Dollars and placed in major banks in Hong Kong, the Group's exposure to exchange fluctuation risk is considered minimal. The Board believes that the Group still maintains a healthy financial position as at 30 June 2022.

Save as disclosed as above, there is no change to the Group's capital structure for the Period.

CHARGE ON ASSETS, CAPITAL COMMITMENT AND CONTINGENT LIABILITIES

As at 30 June 2022, there were no charges on the Group's assets and the Group had no material capital commitment or any significant contingent liabilities (31 December 2021: Nil). As at 30 June 2022, as far as the Directors are aware, the Group was not involved in any material litigation or arbitration and no material litigation or claim was pending or threatened or made against the Group.

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES AND ASSOCIATED COMPANIES

During the Period, the Company had not made any material acquisition and disposal of subsidiaries and associated companies.

SUBSEQUENT EVENTS

On 30 May 2022, the Company proposed to dispose its 4.82% interest in P.G. Logistics Property Investment Limited ("**P.G. Logistics**") on the Shanghai United Assets and Equity Exchange ("**SUAEX**") by way of listing-for-sale. On 30 June 2022, at the end of the publication period through SUAEX, the Company was informed that there was one transferee that was qualified for the proposed disposal, namely Shenzhen Aoyuheng Industrial Co., Ltd.* (深圳市奧裕恆實業有限公司) ("**Shenzhen Aoyuheng**") (an independent third party of the Company).

On 15 July 2022, the Company entered into the equity transfer agreement ("**Equity Transfer Agreement**") with Shenzhen Aoyuheng in relation to the disposal of 4.82% interest in P.G. Logistics by the Company to Shenzhen Aoyuheng for a consideration of RMB192,800,000 (equivalent to approximately HK$225,447,000) ("**Disposal**"). Upon completion of the Disposal, the Company will not hold any equity interest in P.G. Logistics.

The Company is currently in the course of dealing with matters towards completion of the Disposal.

* *For identification purpose only*

PORTFOLIO REVIEW

Particulars of the investments of the Group as at 30 June 2022 are set out as follows:

	Cost/carrying book cost as at 30 June 2022 HK$ (Unaudited)	Market value/ carrying amount as at 30 June 2022 HK$ (Unaudited)	Market value/ carrying amount as at 31 December 2021 HK$ (Audited)	Unrealised gains/(losses) recognised for the Period ended 30 June 2022 HK$ (Unaudited)	Accumulated unrealised gains/(losses) recognised as of 30 June 2022 HK$ (Unaudited)	Percentage to the Group's total assets as at 30 June 2022 % (Unaudited)
Jade Sino Ventures Limited (**"Jade Sino"**) *(Note 1)*	194,987,520	284,443,148	605,003,588	(320,560,440)	89,455,628	19.2%
P.G. Logistics Property Investment Limited ("**P.G. Logistics**") *(Note 2)*	195,000,000	242,076,893	250,271,905	(8,195,012)	47,076,893	16.3%
BEST Inc. ("**Best Inc.**") *(Note 3)*	234,000,000	6,623,406	21,722,700	(15,099,294)	(227,376,594)	0.4%
Meicai *(Note 4)*	200,460,000	423,720,217	565,462,846	(141,742,629)	223,260,217	28.6%
G7 Connect Inc ("**G7**") *(Note 5)*	195,000,000	308,517,574	323,894,954	(15,377,380)	113,517,574	20.8%
Yimeter Holding Limited ("**Yimeter**") *(Note 6)*	153,260,180	189,308,358	188,236,713	1,071,645	36,048,178	12.8%
China Property Development (Holdings) Limited ("**CPDH**") *(Note 7)*	78,000,000	5,414,131	2,303,961	3,110,170	(72,585,869)	0.4%

Notes:

1. Jade Sino is an investment holding company incorporated in the British Virgin Islands with limited liabilities. As at 30 June 2022, the proportion of the issued share capital of Jade Sino owned by the Group was approximately 23.81%. As at 30 June 2022, Jade Sino directly held approximately 8.35% of the equity interests of Jinko Power Technology Co., Ltd. ("**Jinko Power**"), a company incorporated in the People's Republic of China ("**PRC**") with limited liabilities. Jinko Power was successfully listed on the Shanghai Stock Exchange in May 2020. Jinko Power and its subsidiaries are principally engaged in developing, building and operating photovoltaic power stations in the PRC. No gain or loss on disposal was recorded during the Period. Dividends of HK$153.58 million were received during the period.

2. Guangzhou P.G. Investment Co., Ltd.* ("**PG Investment**"), a company incorporated in the PRC with limited liabilities, completed the restructuring of overseas red chips on 25 May 2021. As a result, the equity interests of Jolly Investment Limited ("**Jolly**") originally held by the Group has been converted into relevant equity interests of PG Logistics, an investment holding company incorporated in the Cayman Islands with limited liabilities, in accordance with relevant legal documents. As at 30 June 2022, the proportion of the issued share capital of P.G. Logistics owned by the Group was approximately 4.82%. As at 30 June 2022, P.G. Logistics held the entire equity interests of PG Investment, which is a logistics warehouse infrastructure operator in the PRC. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.

3. Best Inc. was incorporated in the Cayman Islands with limited liabilities which is principally engaged in express delivery, freight delivery and supply chain service. Best Inc. was successfully listed on the New York Stock Exchange in September 2017. As at 30 June 2022, the proportion of its issued share capital owned by the Group was approximately 0.83%. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.

4. Meicai is an investment holding company incorporated in the Cayman Islands and provides supply chain related services (including ingredient procurement, warehousing and distribution to small-and-medium-sized restaurants in the PRC). As at 30 June 2022, the proportion of the issued share capital of Meicai owned by the Group was approximately 1.06%. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.

5. G7 is a technology leader in the logistics sector in the PRC. Its services span each aspect of fleet management including order processing, short/long haul visibility, asset tracking, dispatch, route planning, financial settlement, accounting, safety management, etc. As at 30 June 2022, the proportion of the issued share capital of G7 owned by the Group was approximately 2.92%. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.

* *For identification purpose only*

6. Yimidida is a company incorporated in the PRC with limited liabilities which is principally engaged in the operation of the less-than-truckload freight network and was jointly established by several regional leading less-than-truckload logistics enterprises, Yimidida, with the mode of direct operation in core areas and regional franchise, unified the branding, systems, clearing, services and management standards of its partners along the whole ecological chain, and rapidly established the country-wide less-than-truckload freight franchise network. On 30 July 2021, the Board of Yimidida approved the overall merger and acquisition reorganisation of Yimidida by J&T Global Express Limited ("**J&T Express**"). In January 2022, the Company completed the relevant merger and acquisition reorganization and now directly holds 1,735,266 ordinary shares of Yimeter (a holding vehicle created by some former shareholders of Yimidida), and indirectly holds 1,735,266 preference shares in J&T Express. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.

7. The investments in CPDH disclosed in the table above are accounted for in accordance with HKAS 28 Investment in Associates and Joint Ventures, for details please refer to Note 12 to the condensed consolidated financial statements.

UNLISTED INVESTMENTS REVIEW

The Company has been committed to identifying and exploring high-quality investment opportunities and has established certain investment layout in areas including, but not limited to, logistics infrastructure and supply chain services, advanced manufacturing and new energy. The investments below in Yimeter, G7, Meicai, PG Investment and other investments as set out below are expected to create investment returns for the Shareholders and to further promote the Company's overall market advantage in sectors such as logistics, information technology, advanced manufacturing, medical, new energy, energy saving and environment protection. The Company will proactively leverage the resources of CDB in the areas of agriculture modernisation, logistics infrastructure and credit and will fully utilise the Company's extensive knowledge and experience in finance, management and relevant industries to assist Yimeter, G7, Meicai, PG Investment and other investments in enhancing their efficiency, exploring business opportunities, optimising the decision-making and incentive mechanisms and continuously improving corporate governance practices.

PG Investment

On 15 December 2015, the Company had entered into a share subscription agreement with Jolly and an independent third party of the Company, pursuant to which Jolly agreed to issue an aggregate of 31,449 ordinary shares of Jolly and the Company as one of the investors agreed to subscribe for 7,245 ordinary shares of Jolly at a cash consideration of US$25.00 million. Jolly is an investment holding company incorporated in the Cayman Islands with limited liabilities. Jolly indirectly invested in PG Investment, a PRC company. PG Investment is a leading logistics warehouse infrastructure operator in the PRC, whose principal business includes investment, construction and operation of large scale logistics parks, business facilities and exhibition centers. Jolly and PG Investment are both independent third parties of the Group.

On 25 May 2021, following the completion of the restructuring of overseas red chips, PG Investment became the wholly owned subsidiary of P.G. Logistics, a newly established investment holding company incorporated in the Cayman Islands. As a result, the equity interests of Jolly originally held by the Group has been converted into relevant equity interests of P.G. Logistics in accordance with relevant legal documents. The restructuring of overseas red chips will not affect the actual shareholding ratio of the Group in PG Investment.

On 30 May 2022, the Company proposed to dispose its 4.82% interest in P.G. Logistics on the SUAEX by way of listing-for-sale. On 30 June 2022, at the end of the publication period through SUAEX, the Company was informed that there was one transferee that was qualified for the Disposal, i.e., Shenzhen Aoyuheng (an independent third party of the Company). On 15 July 2022, the Company entered into the Equity Transfer Agreement with Shenzhen Aoyuheng in relation to the disposal of 4.82% interest in P.G. Logistics by the Company to Shenzhen Aoyuheng at a consideration of RMB192,800,000. Upon completion of the Disposal, the Company will not hold any equity interest in P.G. Logistics.

The Company is currently in the course of dealing with matters towards completion of the Disposal.

Meicai

On 24 November 2016, the Company had entered into an investment agreement with Meicai pursuant to which the Company agreed to subscribe for the newly issued convertible preferred shares of Meicai at a cash consideration of US$25.70 million. Meicai is a holding company incorporated in the Cayman Islands and provides supply chain related services (including ingredient procurement, warehousing and distribution to small-and-medium-sized restaurants in the PRC). It is the largest e-commerce platform in terms of gross merchandise volume in the area of supply chain for agricultural products in the PRC. By shortening the distribution process of agricultural products, improving the efficiency of agricultural products supply chain, and establishing large scale warehousing and distribution system and the good quality control for the whole process, Meicai is able to provide economic and efficient services for farmers and restaurant customers in the PRC's agricultural products supply chain. Meicai is an independent third party of the Group.

Meicai's business focus in 2022 is to continue to expand into new cities to increase its market share, while reducing costs and increasing efficiency to improve the company's profitability. In the future, Meicai will continue to increase its market share by shortening the distribution process of agricultural products and improving the efficiency of the agricultural supply chain to provide economical and efficient services to farmers and restaurant customers in the Chinese agricultural supply chain. The Company is also committed to continuously optimising its people and business lines, reducing overheads, optimising staffing levels and reducing costs and efficiency. The Company is confident that Meicai will continue to grow its business at a satisfactory rate and become one of the leaders in the supply chain of agricultural products in China.

G7

On 29 December 2016, a wholly-owned subsidiary of the Company entered into a convertible preferred share subscription agreement with G7 pursuant to which the Group, as one of the investors, agreed to subscribe for the newly issued preferred shares of G7 at a cash consideration of US$25.00 million. G7 is a leading logistics artificial intelligence service and intelligent equipment supplier in China with its business coverage spanning across China and its neighboring countries in Asia. G7 is connected to cargo vehicles from various customers. By installing smart devices on vehicles in the fleet, G7 utilizes real-time sensing technology to provide data services that span the entire logistic process, to connect the data of every single vehicle, consignor, fleet owner and driver, and thus to improve the efficiency of logistic service. Based on big data of the connected vehicles, G7 cooperates with premium partners from oil distribution, toll roads and bridges, insurance, banking and financial leasing industries to establish a one-stop service platform that integrates primary consumption of fleets. The platform enables safer, more economical, more efficient and more environmentally-friendly logistic services. G7 is an independent third party of the Group.

Despite the adverse impact of the COVID-19 epidemic, G7 completed the share swap and merger with Shenzhen Yiliu Technology Co., Ltd.("**E6**") in the first quarter of 2022 and completed the first phase of business integration with E6 in order to consolidate its competitive advantage and enhance its integrated service capabilities to take advantage of the favourable market opportunities. E6 has a long history of working with large shippers and large logistics companies, focusing on providing IoT-based software subscription services to its customers. The Company expects that through this merger, G7 will become the largest and most influential data services company in the industry, covering key vertical markets from production logistics to consumer logistics, with customers including major players in the road freight market, a product portfolio that forms a one-stop digital service, and a further strengthened technological advantage.

Yimeter (J&T Express)

On 30 November 2017, a wholly-owned subsidiary of the Company entered into a capital increment agreement with Yimidida, pursuant to which the Group, as one of the investors, agreed to subscribe for the shares newly issued by Yimidida at a consideration of RMB130.00 million in USD equivalent. Yimidida is principally engaged in the operation of the less-than-truckload freight network and was jointly established by several regional leading less-than-truckload logistics enterprises. Yimidida, with the mode of direct operation in core areas and regional franchise, unified the branding, systems, clearing, services and management standards of its partners along the whole ecological chain, and rapidly established the country-wide less-than-truckload freight franchise network. Yimidida is an independent third party of the Group.

On 30 July 2021, the Board of Yimidida approved the overall merger and acquisition reorganization of Yimidida by J&T Express. In January 2022, the Company completed the relevant merger and acquisition reorganization and now indirectly holds 1,735,266 preference shares in J&T Express.

During the Period, despite the adverse impact of the COVID-19 epidemic, J&T Express successfully completed the integration of the domestic courier business of Best Inc., with a steady increase in average daily delivery volume, further optimisation of its network services and operational and management capabilities, and stable expansion of its franchisee network. The Company expects that with its strengths, J&T Express will further strengthen and optimise its network coverage, improve its service quality and enhance its brand image

CPDH

CPDH is a company incorporated in the Cayman Islands with limited liability and principally engaged in investment of residential development project. CPDH did not carry out any business during the Period and it is under litigation process. Its carrying value is accounted for using equity method. For details, please refer to Note 12 to the condensed consolidated financial statements.

LISTED INVESTMENTS REVIEW

Securities Investments

BEST INC.

On 18 January 2016, the Company entered into a convertible preferred shares purchase agreement with Best Logistics as well as the members of Best Logistics group, the existing holders of the securities of Best Logistics and investors of the new preferred shares of Best Logistics, pursuant to which the Company, as one of the investors of the new preferred shares, agreed to subscribe for certain new preferred shares at a cash consideration of US$30.00 million, representing approximately 0.96% of the enlarged issued share capital of Best Logistics. In June 2017, the name of Best Logistics was changed to Best Inc. In September 2017, Best Inc. completed its initial public offering of 45,000,000 ADSs, each representing one share of its Class A ordinary shares, at US$10.00 per ADS for a total offering size of US$450.00 million. Its ADSs commenced trading on the New York Stock Exchange on 20 September 2017. Now the symbol is “BEST”.

Combining the Internet, information technology and traditional logistics services, Best Inc. is committed to creating a one-stop logistics and supply chain service platform to provide customers with efficient services and experience. It is one of the largest integrated logistics service providers in China. Its multisided platform combines technology, integrated logistics and supply chain services, last-mile services and value-added services. BEST Cloud, the proprietary technology platform of Best Inc., which seamlessly connects its systems with those of its ecosystem participants, is the backbone that powers its integrated services and solutions. Its logistics, supply chain and last-mile services encompass B2B and B2C supply chain management, express and less-than-truckload delivery, cross-border supply chain management and a real-time bidding platform to source truckload capacity. In addition, it provides value-added services to support its ecosystem participants and help them grow.

In November 2020, Best Inc. announced its strategic restructuring and organisational changes. On 29 October 2021, Best Inc. announced the sale of its domestic express delivery business to J&T Express for a consideration of approximately RMB6.8 billion and the transaction was completed on 17 December 2021. Upon completion of the transaction, Best Inc. will be able to focus more on its core business of less-than-truckload delivery and supply chain management, and its business is expected to resume growth and improve its profitability and financial performance in 2022. As a result of the COVID-19 epidemic and the curtailment of the UCargo business, Best Inc. reported a net loss of RMB380 million on revenue of RMB1,802.6 million (approximately US$284.4 million) for the first quarter of 2022.

JINKO POWER

On 29 September 2014, the Company entered into a share subscription agreement (the "**Jade Sino Subscription Agreement**") with CDBIH and Jade Sino, pursuant to which the Company and CDBIH agreed to subscribe for 11,904 and 13,096 ordinary shares of Jade Sino, representing approximately 23.81% and 26.19% of the enlarged issued share capital of Jade Sino respectively.

In 2014, Jade Sino contributed an aggregate of US$105 million to subscribe for preferred shares issued by JinkoSolar Power Engineering Group Limited ("**JinkoSolar Power**"). As a result of the subsequent reorganization of JinkoSolar Power's assets and the introduction of new investors, Jade Sino held 15.01% of the ordinary shares of Jinko Power. In May 2020, Jinko Power completed the initial public offering of 594,592,922 A shares ("**A Shares**") on the Shanghai Stock Exchange with the issue price of RMB4.37 per A share for a total offering size of approximately RMB2.60 billion under stock code 601778. As at 30 June 2022, Jade Sino directly held approximately 8.35% equity interest in Jinko Power.

During the Period, the business income performance of Jinko Power was similar as compared with that at the beginning of 2021, with the major sources of its income including sales of electricity and design, procurement and construction. The Company expects that the performance of Jinko Power in 2022 will be generally in line with our expectations and it is expected that Jinko Power can make a significant contribution to the Company's performance afterward.

EMPLOYEES

As at 30 June 2022, the Company had 6 employees (30 June 2021: 7 employees). The total staff costs of the Group (excluding Directors' fee) for the Period was approximately HK$3.15 million (six months ended 30 June 2021: HK$4.12 million). The Company determines its staff remuneration in accordance with prevailing market salary scales, individual qualifications and performance. Remuneration packages of the Company's employees including basic salary, performance bonuses and mandatory provident fund are reviewed on a regular basis. The Company had no share option scheme during the six months ended 30 June 2022. However, the Company provided training suitable to employees' needs and in accordance with the Company's own development strategy.

GEARING RATIO

As at 30 June 2022, the Group had outstanding bank borrowings of HK$ Nil (31 December 2021: HK$390 million). As at 30 June 2022 the Group's current ratio (current assets to current liabilities) was approximately 11,964% (31 December 2021: approximately 68%). The ratio of total liabilities to total assets of the Group was approximately 0.15% (31 December 2021: approximately 18%).

EXCHANGE EXPOSURE

The Group had an insignificant exchange risk exposure under review during the Period since more than half of the retained cash was denominated in United States Dollars and placed in several major banks in Hong Kong. The Group currently does not have a foreign currency hedging policy in respect of foreign currency transactions, assets and liabilities. The Group monitors its foreign currency exposure closely and will consider hedging significant foreign currency exposure should the need arise.

FUTURE PROSPECTS

The Company has been committed to identifying and exploring high-quality investment opportunities and has established certain investment layout in areas including, but not limited to, logistics infrastructure and supply chain services, advanced manufacturing and new energy. The Company expects that the logistics industry will maintain good growth, as it is a fundamental and strategic industry which supports the national economic development, synergises with e-commerce transactions with increasing importance and is also a key industry supported by CDB, the ultimate controlling shareholder of the Company. The Company will proactively leverage the resources of CDB in the areas of logistics infrastructure and credit based on its existing logistics network, and its extensive industry knowledge and experience in finance and management to assist the Company in continuously enhancing its efficiency, exploring business opportunities, optimising the decision-making process and incentive mechanism and improving corporate governance practices, and continue to be committed to identifying and exploring suitable investment opportunities in the logistics industry. The Company will continue to actively pursue opportunities to bring the best returns to the Shareholders and pave the way for its business growth.

Looking forward, the management believes that the business and operating environment for the Group is full of challenges and volatility. In order to improve the performance of the Group and deliver the best returns to the Shareholders, the Group will continue to look for investment opportunities which could strengthen profitability with acceptable risk of the portfolio of the Group by continuing to diversify its investments in different segments such as logistics, information technology, advanced manufacturing, medical, new energy, energy saving and environment protection.

As a result of the uncertainty and continuing impacts brought by the COVID-19 on the economic development and performance of investment projects, the management will continue to enhance communication and pay close attention to the impact of COVID-19 on the industry, and actively assist the invested companies to resume normal operations by various means. The management will also continue to closely monitor the market situation and enhance its operation in all areas, to raise levels of financial discipline and improve profitability of the Group.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2022

	Notes	Six months ended 30 June 2022 HK$ (Unaudited)	2021 HK$ (Unaudited)
Net valuation losses in fair value of financial assets at fair value through profit or loss		**(499,903,110)**	(120,547,984)
General and administrative expenses	8	**(5,156,486)**	(6,130,134)
Other gains, net		**2,419,088**	2,352,982
Dividend income from financial assets at fair value through profit or loss		**153,575,885**	–
Finance income		**97,107**	69,491
Finance costs		**(1,774,256)**	(3,611,801)
Share of profit/(loss) in an associate		**3,110,170**	(282,612)
Loss before income tax		**(347,631,602)**	(128,150,058)
Income tax expense	7	**(5,494,850)**	–
Loss and total comprehensive income for the period attributable to owners of the Company		**(353,126,452)**	(128,150,058)
Loss per share			
– Basic (HK cents)	10	**(12.17)**	(4.42)
– Diluted (HK cents)	10	**(12.17)**	(4.42)

Condensed Consolidated Statement of Financial Position

As at 30 June 2022

	Notes	30 June 2022 HK$ (Unaudited)	31 December 2021 HK$ (Audited)
Assets			
Non-current assets			
Property, plant and equipment	11	**–**	–
Interest in an associate	12	**5,414,131**	2,303,961
Financial assets at fair value through profit or loss	13	**1,212,612,703**	1,954,592,706
		1,218,026,834	1,956,896,667
Current assets			
Prepayments and other receivables		**6,143,771**	6,093,771
Financial assets at fair value through profit or loss	13	**242,076,893**	–
Cash and cash equivalents	14	**14,660,107**	265,243,204
		262,880,771	271,336,975
Total assets		**1,480,907,605**	2,228,233,642
Equity and liabilities			
Equity attributable to owners of the Company			
Share capital	16	**29,022,154**	29,022,154
Reserves		**1,449,688,128**	1,802,814,580
Total equity		**1,478,710,282**	1,831,836,734
Liabilities			
Current liabilities			
Other payables and accruals	15	**2,197,323**	6,396,908
Borrowing		**–**	390,000,000
		2,197,323	396,396,908
Total liabilities		**2,197,323**	396,396,908
Total equity and liabilities		**1,480,907,605**	2,228,233,642

The condensed consolidated financial statements on pages 13 to 34 were approved and authorised for issue by the Board of Directors on 18 August 2022 and are signed on its behalf by:

LU Yanpo
Director

CHEUNG Ngai Lam
Director

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2022

	Attributable to owners of the Company					
	Share capital HK$	**Share premium** HK$	**Special reserve** HK$ (Note)	**Capital redemption reserve** HK$	**Retained earnings** HK$	**Total** HK$
At 1 January 2021 (Audited)	29,022,154	1,043,800,995	382,880,958	270,200	389,980,641	1,845,954,948
Loss for the period	–	–	–	–	(128,150,058)	(128,150,058)
Total comprehensive loss for the period	–	–	–	–	(128,150,058)	(128,150,058)
Balance at 30 June 2021 (Unaudited)	29,022,154	1,043,800,995	382,880,958	270,200	261,830,583	1,717,804,890
At 1 January 2022 (Audited)	**29,022,154**	**1,043,800,995**	**382,880,958**	**270,200**	**375,862,427**	**1,831,836,734**
Loss for the period	**–**	**–**	**–**	**–**	**(353,126,452)**	**(353,126,452)**
Total comprehensive loss for the period	**–**	**–**	**–**	**–**	**(353,126,452)**	**(353,126,452)**
Balance at 30 June 2022 (Unaudited)	**29,022,154**	**1,043,800,995**	**382,880,958**	**270,200**	**22,735,975**	**1,478,710,282**

Note: Special reserve represents the difference between the amount recorded as share capital issued by the Company pursuant to a scheme of arrangement which became effective in April 2005 under section 166 of the Hong Kong Companies Ordinance in respect of ING Beijing Investment Company Limited ("**ING Beijing**") and the amount recorded for the share capital of ING Beijing acquired. ING Beijing was liquidated in November 2005.

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2022

	Six months ended 30 June	
	2022	2021
	HK$	HK$
	(Unaudited)	(Unaudited)
Net cash generated from/(used in) operating activities	**141,094,052**	(8,449,896)
Cash flows from investing activities		
Interest received from bank deposits	**97,107**	69,491
Net proceeds received from disposal of an associate	**–**	91,488,311
Net cash generated from investing activities	**97,107**	91,557,802
Cash flows from financing activities		
Repayment of bank borrowings	**(390,000,000)**	–
Interest paid	**(1,774,256)**	(3,611,801)
Net cash used in financing activities	**(391,774,256)**	(3,611,801)
Net (decrease)/increase in cash and cash equivalents	**(250,583,097)**	79,496,105
Cash and cash equivalents at the beginning of the period	**265,243,204**	192,585,995
Cash and cash equivalents at the end of the period	**14,660,107**	272,082,100

Notes to the Condensed Consolidated Financial Statements

1 GENERAL

China Development Bank International Investment Limited (the "**Company**") is a limited company incorporated in the Cayman Islands and its shares are listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). Its immediate holding company is China Development Bank International Holdings Limited ("**CDBIH**"), a private limited company established in Hong Kong and its ultimate holding company is China Development Bank ("**CDB**"), a wholly state-owned policy bank established on 17 March 1994 in the People's Republic of China ("**PRC**"). CDB is a limited liability company owned by the Ministry of Finance ("**MOF**") and Central Huijin Investment Ltd. ("**Huijin**"). The MOF is one of the ministries under the State Council, primarily responsible for state fiscal revenue and expenditures, and taxation policies. Huijin was established to hold certain equity investments as authorised by the State Council and does not engage in other commercial activities. Huijin exercises legal rights and obligations on behalf of the PRC government. The address of the registered office and principal place of business of the Company are disclosed in the corporate information of the interim report.

The principal activities of the Company and its subsidiaries (the "**Group**") are to achieve medium-term to long-term capital appreciation of its assets primarily through its investments in money market securities, equity and debt related securities in listed and unlisted entities on a global basis.

The condensed consolidated interim financial information is presented in Hong Kong Dollars ("**HK$**"), unless otherwise stated.

2 BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 ("**HKAS 34**") "**Interim Financial Reporting**" issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"). The condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2021, which have been prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**").

The preparation of condensed consolidated financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the condensed consolidated financial statements are disclosed in Note 5.

3 ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2021 as described in those annual financial statements except for the adoption of new and amended standards as set out below.

(a) New and amended standards adopted by the Group

In the current interim period, the Group has applied, for the first time, the following new and amended HKFRSs issued by the HKICPA that are relevant for the preparation of the Group's condensed consolidated financial statements:

HKAS 16 (Amendments)	Property, Plant and Equipment – Proceeds before Intended Use
HKAS 37 (Amendments)	Onerous Contracts – Cost of Fulfilling a Contract
HKFRS 3 (Amendments)	Reference to the Conceptual Framework
HKFRS 16 (Amendments)	Covid-19 – Related Rent Concessions beyond 30 June 2021
Accounting Guideline 5 (Revised)	Merger Accounting for Common Control Combinations
Annual Improvements to HKFRSs	Annual Improvements to HKFRSs 2018-2020 Cycle

The application of the above amendments to HKFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

(b) Impact of standards issued but not yet applied by the Group

Standards	**Subject of amendment**	**Effective for accounting periods beginning or after**
HKAS 1 (Amendments)	Classification of Liabilities as Current or Non-current	1 January 2023
Hong Kong Interpretation 5 (2020)	Presentation of Financial Statements– Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2023
HKAS 1 (Amendments)	Disclosure of Accounting Policies	1 January 2023
HKAS 8 (Amendments)	Definition of Accounting Estimates	1 January 2023
HKAS 12 (Amendments)	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined
HKFRS 17	Insurance Contracts and the related Amendments	1 January 2023

The Group has already commenced an assessment of the impact of these new HKFRSs and none of those are expected to have material impact on the Group's accounting policies.

4 FINANCIAL RISK MANAGEMENT

4.1 Financial risk

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and price risk), credit risk and liquidity risk.

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

There have been no changes in the risk management policies since year end.

4.2 Liquidity risk

Compared to year end, except for the Group has made an early repayment of the outstanding amount of borrowing of HK$390,000,000 during the period ended 30 June 2022, there was no material change in the contractual undiscounted cash outflows for financial liabilities.

4.3 Fair value estimation

The table below analyses the Group's financial instruments carried at fair value as at 30 June 2022 by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

– Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
– Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
– Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

Financial assets		Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
		30 June 2022 (unaudited)	31 December 2021 (audited)					
(i)	Unlisted ordinary shares of Jade Sino Ventures Limited	**HK$284,443,148**	HK$605,003,588	Level 3	Net asset value with an adjustment of discount rate for lack of market ability.	Discount rate for lack of marketability of 15%. (2021: 15%)	The higher the discount rate for lack of marketability, the lower the fair value. (2021: The higher the discount rate for lack of marketability, the lower the fair value.)	If the discount rate for lack of marketability is 2.5% higher/lower with all other variables were held constant, the fair value would decrease/increase by HK$8,365,975 (2021: HK$17,794,223).

4 FINANCIAL RISK MANAGEMENT (continued)

4.3 Fair value estimation (Continued)

Financial assets		Fair value as at 30 June 2022 (unaudited)	Fair value as at 31 December 2021 (audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
(ii)	Unlisted ordinary shares of P.G. Logistics Property Investment Limited ("**P.G. Logistics**")	**HK$242,076,893**	HK$250,271,905	Level 3	Option-Pricing model The key inputs are volatility and risk free rate	Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 46.98%. (2021: 35.35%) Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 1.59%. (2021: 0.24%)	The higher the volatility, the lower the fair value. (2021: The higher the volatility the lower the fair value.) The higher the risk free rate, the lower the fair value. (2021: The higher the risk free rate, the lower the fair value.)	If the volatility is 10% higher/ lower, while all other variables were held constant, the fair value would decrease by HK$1,347,851 and increase by HK$724,699 respectively. (2021: decrease by HK$1,037,074 and increase by HK$226,720 respectively.) If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would decrease by HK$138,324 and increase by HK$138,407 respectively. (2021: decrease by HK$41,191 and increase by HK$41,200 respectively.)
(iii)	Listed equity securities of BEST Inc.	**HK$6,623,406**	HK$21,722,700	Level 1	Quoted bid prices in an active market	N/A	N/A	N/A

4 FINANCIAL RISK MANAGEMENT (continued)

4.3 Fair value estimation (Continued)

Financial assets	Fair value as at 30 June 2022 (unaudited)	Fair value as at 31 December 2021 (audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
(iv) Unlisted convertible preferred shares with put option of Meicai	**HK$423,720,217**	HK$565,462,846	Level 3	Option-Pricing model The key inputs are volatility and risk free rate	Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 48.00%. (2021: 54.36%) Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 2.69%. (2021: 0.63%)	The higher the volatility, the lower the fair value. (2021: The higher the volatility, the lower the fair value) The higher the risk free rate, the higher the fair value. (2021: The higher the risk free rate, the higher the fair value)	If the volatility is 10% higher/ lower, while all other variables were held constant, the fair value would decrease by HK$816,798 and increase by HK$16,948,809 respectively. (2021: decrease by HK$2,431,420 and increase by HK$526,600 respectively.) If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would increase by HK$19,290 and decrease by HK$19,238 respectively. (2021: increase by HK$14,585 and decrease by HK$14,628 respectively.)

4 FINANCIAL RISK MANAGEMENT (continued)

4.3 Fair value estimation (Continued)

Financial assets	Fair value as at 30 June 2022 (unaudited)	Fair value as at 31 December 2021 (audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
(v) Unlisted convertible preferred shares with put option of G7 Connect Inc (2021:Unlisted convertible preferred shares with put option of G7 Networks Limited)	**HK$308,517,574**	HK$323,894,954	Level 3	Option-Pricing model and back-solve method The key inputs are volatility, risk free rate and recent transaction price.	Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 33.93% (2021: 41.78%). Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 2.69% (2021: 0.63%). Recent transaction price, determined by reference to the recent transaction price. (2021: same)	The higher the volatility, the lower the fair value. (2021: The higher the volatility, the lower the fair value) The higher the risk free rate, the higher the fair value. (2021: The higher the risk free rate, the higher the fair value) The higher the recent transaction price the higher the fair value. (2021: The higher the recent transaction price the higher the fair value.)	If the volatility is 10% higher/ lower, while all other variables were held constant, the fair value would decrease by HK$9,067,730 and increase by HK$16,895,777 respectively. (2021: decrease by HK$3,769,689 and increase by HK$8,586,084 respectively.) If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would increase by HK$319,762 and decrease by HK$324,975 respectively. (2021: increase by HK$112,466 and decrease by HK$112,713 respectively.) If the recent transaction price is 5% higher/lower, while all other variables were held constant, the fair value would increase by HK$56,653,378 and decrease by HK$61,294,379, respectively. (2021: increase by HK$59,477,141 and decrease by HK$64,349,462 respectively.)

4 FINANCIAL RISK MANAGEMENT (continued)

4.3 Fair value estimation (Continued)

Financial assets	Fair value as at 30 June 2022 (unaudited)	Fair value as at 31 December 2021 (audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
(vi) Unlisted ordinary shares with put option of Yimeter Holding Limited ("**Yimeter**") (2021: Unlisted shares with put option of Yimidida Supply Chain Group Co., Ltd.*)	**HK$189,308,358**	HK$188,236,713	Level 3	Market comparable model *(Note)* (2021: Option-Pricing model) The key inputs is price-to-sales ratio. (2021: volatility and risk free rate.)	Price-to-sales ratio determined by an average by reference to a pool of comparable listed companies in the same industry with average multiple rate of 4.68. (2021: N/A) N/A (2021: Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 39.03%.) N/A (2021: Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 2.40%.)	The higher the price-to-sales ratio the higher the fair value (2021: N/A) N/A (2021: The higher the volatility, the lower the fair value.) N/A (2021: The higher the risk free rate, the higher the fair value.)	If the price-to-sales ratio is 5% higher/lower, while all other variables were held constant, the fair value would increase by HK$9,465,418 and decrease by HK$9,465,418 respectively. (2021: N/A) N/A (2021: If the volatility is 10% higher/ lower, while all other variables were held constant, the fair value would decrease by HK$1,455,496 and increase by HK$5,338,090 respectively.) N/A (2021: If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would increase by HK$448,836 and decrease by HK$451,376 respectively.)

Note: As at 30 June 2022, the valuation technique of Yimeter is changed from Option-Pricing model to market comparable model due to merger and restructuring reorganization of Yimidida as mentioned in Note 13(vi).

* *For identification purpose only*

4 FINANCIAL RISK MANAGEMENT (continued)

4.3 Fair value estimation (Continued)

The Directors consider that the carrying amounts of the financial assets recorded at amortised cost in the condensed consolidated financial statements approximate their fair values.

	Level 1 HK$	Level 2 HK$	Level 3 HK$	Total HK$
30 June 2022	**(unaudited)**	**(unaudited)**	**(unaudited)**	**(unaudited)**
Financial assets				
Financial assets at fair value through profit or loss ("**FVTPL**")	**6,623,406**	**–**	**1,448,066,190**	**1,454,689,596**
31 December 2021	(audited)	(audited)	(audited)	(audited)
Financial assets				
Financial assets at FVTPL	21,722,700	–	1,932,870,006	1,954,592,706

The following table presents the changes in level 3 instruments for the period ended 30 June 2021 and 2022.

Reconciliation of Level 3 fair value measurement

	Financial assets at FVTPL HK$
At 1 January 2021	1,901,474,174
Total gains or losses recognised in profit or loss	
– change in fair value of financial assets at FVTPL	(114,079,815)
At 30 June 2021 (unaudited)	1,787,394,359
At 1 January 2022	1,932,870,006
Total gains or losses recognised in profit or loss	
– change in fair value of financial assets at FVTPL	(484,803,816)
At 30 June 2022 (unaudited)	1,448,066,190

Of the total losses for the period included in profit or loss, losses of HK$484,803,816 (six months ended 30 June 2021: losses of HK$114,079,815) relates to financial assets at fair value through profit or loss classified as level 3 held at the end of the reporting period. Fair value losses on financial assets at fair value through profit or loss are included in 'net valuation losses in fair value of financial assets at fair value through profit or loss'.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Fair value of financial instruments measured at FVTPL

The Group selects appropriate valuation techniques for financial instruments measured at FVTPL for financial reporting purposes. The Directors have delegated the valuation work to finance division to determine the appropriate valuation techniques and inputs for fair value measurements.

In estimating the fair value of assets, the Group uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Group engages third party qualified valuers, Sinoappraisal Advisory Limited, to perform the valuation. The address of the valuer's registered office is Unit 706, 7th Floor, Podium Plaza, 5 Hanoi Road, Tsim Sha Tsui, Hong Kong. The finance division works closely with the qualified external valuers to establish the appropriate valuation techniques and inputs to the model. The finance division reports findings to the directors of the Company regularly to explain the cause of fluctuations in the fair value of the assets and liabilities.

The Group uses valuation techniques that include inputs that are not based on observable market data to estimate the fair value of certain types of financial instruments. Note 4.3 provides detailed information about the valuation techniques and inputs used in the determination of the fair value of various assets.

6 SEGMENT INFORMATION

The chief operating decision-maker ("**CODM**") has been identified as the Company's executive directors. The Group's principal activity is investment in equity instruments and other financial instruments. For the purpose of resources allocation and assessment of performance, the CODM regularly reviews the Group's investment portfolio, including financial assets at FVTPL. Information provided to the CODM includes fair value of the respective investees. The Group's financial assets at FVTPL portfolio are managed and evaluated on a total return basis. No other discrete financial information was provided to the CODM. Therefore, the Group has identified only one operating segment-investment holding, and no separate segment information is disclosed.

6 SEGMENT INFORMATION (continued)

Management determines the Group is domiciled in Hong Kong, which is the location of the Group's principal office.

The Group's non-current assets (other than interest in an associate and financial assets at FVTPL) are located in Hong Kong. The Group's revenue was all derived from the Group's operation which is located in Hong Kong.

Given that the nature of the Group's operation is investment holding, there was no information regarding major customers as determined by the Group.

7 INCOME TAX EXPENSE

Hong Kong profits tax is calculated at 16.5% (2021: 16.5%) of the estimated assessable profit. No provision for Hong Kong profits tax has been made in the condensed consolidated financial statements as the Group did not generate any assessable profits arising in Hong Kong for both periods.

Under the Enterprise Income Tax Law of PRC, withholding tax of 10% is imposed on gain in respect of disposal of domestic investments in the PRC.

	Six months ended 30 June	
	2022	2021
	HK$	HK$
	(Unaudited)	(Unaudited)
Current tax		
– Withholding tax	**5,494,850**	–

8 EXPENSES BY NATURE

	Six months ended 30 June	
	2022	2021
	HK$	HK$
	(Unaudited)	(Unaudited)
Employee benefits expenses		
– Directors' fee	**150,000**	150,213
– Other staff costs *(Note)*		
Basic salaries and other benefits	**2,856,960**	3,822,450
Retirement benefits contribution	**292,340**	300,522
Auditor's remuneration	**205,000**	200,000
Investment management fees	**175,000**	175,000
Legal and professional fee	**401,980**	62,466
Others	**1,075,206**	1,419,483
Total general and administrative expenses	**5,156,486**	6,130,134

Note: During the six months ended 30 June 2022, the Group paid services fee of HK$302,196 (six months ended 30 June 2021: HK$483,046) to a personnel services company which provides staff to the Group. Such amounts are excluded from the total employee benefits expenses as mentioned above.

9 DIVIDENDS

No dividend was paid or proposed during the six months ended 30 June 2022 (30 June 2021: Nil).

10 LOSS PER SHARE

	Six months ended 30 June	
	2022	2021
	HK$	HK$
	(Unaudited)	(Unaudited)
Loss for the period attributable to owners of the Company	**(353,126,452)**	(128,150,058)
Weighted average number of ordinary shares in issue	**2,902,215,360**	2,902,215,360
Basic loss per share (in HK cents)	**(12.17)**	(4.42)
Diluted loss per share (in HK cents)	**(12.17)**	(4.42)

Basic loss per share is calculated by dividing the loss for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

The calculation of diluted loss per ordinary share is based on the loss for the period attributable to owners of the Company and the weighted average number of ordinary shares in issue. The Company did not have any potential dilutive ordinary shares for the periods ended 30 June 2022 and 30 June 2021. Accordingly, the diluted loss per ordinary share are the same as the basic loss per ordinary share.

11 PROPERTY, PLANT AND EQUIPMENT

	Leasehold Improvements	**Furniture and fixtures**	**Total**
	HK$	HK$	HK$
At 1 January 2021, 31 December 2021 (audited), 1 January 2022 and 30 June 2022 (unaudited)			
Cost	401,733	357,522	759,255
Accumulated depreciation	(401,733)	(357,522)	(759,255)
Net book amount	–	–	–

As at 30 June 2022, the Group has gross carrying amount of fully depreciated property, plant and equipment of HK$759,255 (31 December 2021: HK$759,255) that is still in use.

12 INTEREST IN AN ASSOCIATE

	HK$
At 1 January 2021	2,779,375
Share of loss	(475,414)
At 31 December 2021 (audited) and 1 January 2022	2,303,961
Share of profit	3,110,170
At 30 June 2022 (unaudited)	5,414,131

The Group's principle associate accounted for using the equity method is as follows:

Name of associate	Place of incorporation/ establishment	Place of operation	Equity interest attributable to the Group		Proportion of voting power held		Principal activities
			30 June 2022	31 December 2021	30 June 2022	31 December 2021	
China Property Development (Holdings) Limited	Cayman Islands	PRC	33.42%	33.42%	20.49%	20.49%	Investment holding

13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2022 HK$ (Unaudited)	31 December 2021 HK$ (Audited)
Financial assets at fair value through profit or loss *(Note i, ii, iii, iv, v, vi)*	**1,454,689,596**	1,954,592,706
Analysed for reporting purpose as		
Non-current assets	**1,212,612,703**	1,954,592,706
Current assets	**242,076,893**	–
	1,454,689,596	1,954,592,706

13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Changes in fair values of financial assets at fair value through profit or loss are recorded in the condensed consolidated statement of profit or loss and other comprehensive income.

The information of the fair values of financial assets at fair value through profit or loss is disclosed in Note 4.3.

(i) On 29 September 2014, the Group entered into a share subscription agreement with Jade Sino Ventures Limited ("**Jade Sino**"). Pursuant to the agreement, the Group subscribed 11,904 ordinary shares of Jade Sino for an aggregate amount of US$24,998,400 (equivalent to HK$194,987,520), representing approximately 23.81% of the issued share capital of Jade Sino.

Jade Sino is an investment holding company incorporated in the British Virgin Islands with limited liabilities. It directly holds 20% of the equity interests of Jinko Power Technology Co., Ltd. ("**Jinko Power**"), a company incorporated in the PRC with limited liabilities. Jinko Power and its subsidiaries are principally engaged in developing, building and operating photovoltaic power stations in the PRC.

Shares of Jinko Power were successfully listed for trading on Shanghai Stock Exchange in May 2020.

During the six months ended 30 June 2022, Jade Sino has completed reduction in the holding of the equity interest in Jinko Power by 28,941,400 shares, representing 1% of Jinko Power's total share capital, through centralised bidding transaction.

As at 30 June 2022, the fair value of the ordinary shares of Jade Sino held by the Group was approximately HK$284,443,000 (31 December 2021: HK$605,004,000). As at 30 June 2022, Jade Sino directly held approximately 8.35% (31 December 2021: 9.35%) of the equity interests of Jinko Power.

13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

(ii) On 15 December 2015, the Group entered into a share subscription agreement with Jolly Investment Limited ("**Jolly**"). Pursuant to the agreement, the Group subscribed 7,245 ordinary shares of Jolly for an aggregate amount of US$25,000,000 (equivalent to HK$195,000,000).

Jolly is an investment holding company incorporated in the Cayman Islands with limited liabilities. It indirectly holds 20.91% of the equity interests of Guangzhou P.G. Investment Co., Ltd. (廣州寶供投資有限公司) ("**PG Investment**"), a company incorporated in the PRC. PG Investment is a logistics warehouse infrastructure operator in the PRC. On 25 May 2021, following the completion of the restructuring of overseas red chips, PG Investment became a wholly-owned subsidiary of P.G. Logistics, a newly established investment holding company incorporated in the Cayman Islands (the "**Restructuring**"). As a result, the equity interests of Jolly held by the Group have been converted into relevant shares of P.G. Logistics. The Restructuring of PG Investment has not affected the effective shareholding ratio of the Group in PG Investment. As at 31 December 2021, the Group directly held 4.82% of equity interests of P.G. Logistics and P.G. Logistics indirectly held entire equity interests of PG Investment after the Restructuring. The Group has reclassified the interest in an associate at FVTPL to financial assets at FVTPL.

The ordinary shares of P.G. Logistics are redeemable at the option of the Company if a qualified IPO has not occurred on or prior to 30 March 2021, with an annual return of 12% on the principal. The Group has not exercised the redemption right as at 30 June 2022.

On 30 May 2022, the Group initiated a listing-for-sale process to dispose 4.82% interest in P.G. Logistics on the Shanghai United Assets and Equity Exchange. On 15 July 2022, the Group entered into the Equity Transfer Agreement with Shenzhen Aoyuheng Industrial Co., Ltd.* (深圳市奧裕恆實業有限公司) ("**Shenzhen Aoyuheng**"), an independent third party of the Group, in relation to the disposal of 4.82% interest in P.G. Logistics by the Group to Shenzhen Aoyuheng for a consideration of RMB192,800,000 (equivalent to approximately HK$225,447,000) (the "**Disposal**"). Upon completion of the Disposal, the Group will not hold any equity interest in P.G. Logistics. As at 30 June 2022, the Group has classified the investment of P.G. Logistics as a current asset.

As at 30 June 2022, the fair value of the ordinary shares of P.G. Logistics held by the Group was approximately HK$242,077,000 (31 December 2021: HK$250,272,000). As at 30 June 2022, the Group held 4.82% (31 December 2021: 4.82%) of equity interests of P.G. Logistics.

(iii) On 18 January 2016, the Group entered into a shares subscription agreement with BEST Inc. ("**Best Inc.**"). Pursuant to the agreement, the Group subscribed 3,317,010 convertible preferred shares of Best Logistics for an aggregate amount of US$30,000,000 (equivalent to HK$234,000,000), representing 0.96% of the issued share capital of Best Inc..

Shares of Best Inc. were successfully listed for trading on New York Stock Exchange in September 2017.

Best Inc. (NYSE: BEST) is principally engaged in express delivery, freight delivery and supply chain service.

As at 30 June 2022, the fair value of the shares of Best Inc. held by the Group was approximately HK$6,623,000 (31 December 2021: HK$21,723,000). As at 30 June 2022, the proportion of the issued share capital of Best Inc. owned by the Group was approximately 0.83% (31 December 2021: 0.85%).

* *For identification purpose only*

13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

(iv) On 24 November 2016, the Group entered into a shares subscription agreement with Meicai. Pursuant to the agreement, the Group subscribed 34,441,169 convertible preferred shares of Meicai for an aggregate amount of US$25,700,000 (equivalent to HK$200,460,000).

The convertible preferred shares may, at the option of the Group, be converted into fully paid ordinary shares of Meicai. In addition, the convertible preferred shares are redeemable at the option of the Group if a qualified IPO has not occurred on or prior to 22 March 2021, with 120% on applicable Preferred Share Purchase Price. The Group has not exercised the redemption right during the period.

Meicai is an investment holding company incorporated in the Cayman Islands with limited liabilities. It provides supply chain related services including ingredient procurement, warehousing and distribution to small-and-medium-sized restaurants in the PRC.

As at 30 June 2022, the fair value of the convertible preferred shares with the put option of Meicai held by the Group was approximately HK$423,720,000 (31 December 2021: HK$565,463,000). As at 30 June 2022, the proportion of the issued share capital of Meicai owned by the Group was approximately 1.06% (31 December 2021: 1.06%).

(v) On 29 December 2016, Excellent Fleet Limited, a wholly owned subsidiary of the Company, entered into a share subscription agreement with G7 Connect Inc ("**G7**"). Pursuant to the agreement, the Group subscribed 1,986,008 convertible preferred shares of G7 for an aggregate amount of US$25,000,000 (equivalent to HK$195,000,000).

The convertible preferred shares may, at the option of the Group, be converted into fully paid ordinary shares of G7. In addition, the convertible preferred shares are redeemable at the option of the Group if a qualified IPO has not occurred on or prior to 31 December 2023, with an annual return of 12% on the principal.

G7 was incorporated in the Cayman Islands with limited liabilities and engages in fleet logistic management services.

As at 30 June 2022, the fair value of the convertible preferred shares with the put option of G7 held by the Group was approximately HK$308,518,000 (31 December 2021: HK$323,895,000). As at 30 June 2022, the proportion of the issued share capital of G7 owned by the Group was approximately 2.92% (31 December 2021: 4.14%).

* *For identification purpose only*

13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

(vi) On 30 November 2017, Excellent Graticule Limited, a wholly-owned subsidiary of the Company entered into a share subscription agreement with *Yimidida Supply Chain Group Co., Ltd. ("**Yimidida**"). Pursuant to the agreement, the Group subscribed for the shares of Yimidida for an aggregate amount of RMB130,000,000, (equivalent to HK$153,260,180) representing 7.39% of the issued share capital of Yimidida. Yimidida is principally engaged in the operation of the less-than-truckload freight network and was jointly established by several regional leading less-than-truckload logistics enterprises, Yimidida, with the mode of direct operation in core areas and regional franchise, unified the branding, systems, clearing, services and management standards of its partners along the whole ecological chain, and rapidly established the country-wide freight franchise network.

In January 2022, following the completion of the merger and restructuring of Yimidida by J&T Global Express Limited ("**J&T Express**"), an independent third party of the Group, the Group directly held 1,735,266 ordinary shares of Yimeter, a newly established investment holding company incorporated in the British Virgin Islands, and indirectly held 1,735,266 preferred shares of J&T Express, a company incorporated in Cayman Islands. J&T Express is principally engaged in the global express delivery business.

As at 30 June 2022, the proportion of the issued share capital of Yimeter owned by the Group was approximately 2.81% (31 December 2021: approximately 2.59% of issued share capital of Yimidida). As at 30 June 2022, the fair value of the issued share capital of Yimeter owned by the Group was approximately HK$189,308,000 (31 December 2021: the fair value of the issued share capital of Yimidida owned by the Group was approximately HK$188,237,000).

14 CASH AND CASH EQUIVALENTS

	30 June 2022 **HK$** **(Unaudited)**	31 December 2021 HK$ (Audited)
Cash at banks and on hand	**14,660,107**	265,243,204

The carrying amounts of cash and cash equivalents are denominated in the following currencies:

	30 June 2022 **HK$** **(Unaudited)**	31 December 2021 HK$ (Audited)
United States Dollars ("**US$**")	**8,260,619**	179,601,085
HK$	**4,553,340**	8,844,796
Renminbi ("**RMB**")	**1,846,148**	76,797,323
	14,660,107	265,243,204

* *For identification purpose only*

15 OTHER PAYABLES AND ACCRUALS

	30 June 2022 HK$ (Unaudited)	31 December 2021 HK$ (Audited)
Accrued operating expenses	**2,197,323**	6,396,908

16 SHARE CAPITAL

	Number of shares	**Nominal value of ordinary shares** HK$
Ordinary shares, issued and fully paid		
As at 1 January 2021, 31 December 2021 (Audited), 1 January 2022 and 30 June 2022 (Unaudited)	2,902,215,360	29,022,154

17 RELATED PARTY TRANSACTIONS

The Company's immediate holding company is CDBIH, a private limited company established in Hong Kong and its ultimate holding company is CDB, a wholly state-owned policy bank established on 17 March 1994 in the PRC. CDB is a joint stock commercial bank established jointly by the MOF and Huijin. The MOF is one of the ministries under the State Council, primarily responsible for state fiscal revenue and expenditures, and taxation policies. Huijin was established to hold certain equity investments as authorised by the State Council and does not engage in other commercial activities. Huijin exercises legal rights and obligations on behalf of the PRC government.

In addition to those disclosed elsewhere in the condensed consolidated financial statements, the following transactions were carried out with related parties:

(a) On 11 November 2016, the Company entered into a loan facility agreement with its immediate holding company pursuant to which its immediate holding company will provide term loans to the Company with amount up to US$100,000,000. The term loans are unsecured, interest bearing at London Inter-Bank Offered Rate + 1.65% per annum, and repayable at twelve months after the date of drawdown. The credit facilities provided by CDBIH has no expiry date. The Company has to repay the money to CDBIH 12 months after the withdrawal date. As at 30 June 2022, the Company has not utilised any of the loan facilities.

17 RELATED PARTY TRANSACTIONS (continued)

(b) Key management compensation

Key management includes Directors and senior management. The compensation paid or payable to key management for employee services is shown below:

	Six months ended 30 June	
	2022	2021
	HK$	HK$
	(Unaudited)	(Unaudited)
Short term benefits	**1,617,868**	1,947,347
Post-employment benefits	**177,318**	27,000
	1,795,186	1,974,347

Note: Certain Directors' compensation was borne by the immediate holding company of the Group.

(c) The Group shared the office premises with its immediate holding company and the rental expense was borne by its immediate holding company.

18 SHARE-BASED PAYMENT TRANSACTIONS

The Company does not operate any share option scheme.

There were no options granted during the period ended 30 June 2022 (30 June 2021: Nil). There are no outstanding options as at 30 June 2022 (31 December 2021: Nil).

19 EVENT AFTER THE REPORTING DATE

On 15 July 2022, the Group entered into the Equity Transfer Agreement with Shenzhen Aoyuheng in relation to the disposal of 4.82% equity interest in P.G. Logistics by the Company to Shenzhen Aoyuheng for a consideration of RMB192,800,000 (equivalent to approximately HK$225,447,000). For details, please refer to Note 13(ii).

Upon completion of the Disposal, the Group will not hold any equity interest in P.G. Logistics. The Company is currently in the course of dealing with matters towards completion of the Disposal.

20 NET ASSET VALUE PER SHARE

	30 June 2022	31 December 2021
	HK$	HK$
	(Unaudited)	(Audited)
Net asset value per share	**0.51**	0.63

Net asset value per share is computed based on the condensed consolidated net assets of HK$1,478,710,282 as at 30 June 2022 (31 December 2021: HK$1,831,836,734) and 2,902,215,360 ordinary shares in issue as at 30 June 2022 (31 December 2021: 2,902,215,360 ordinary shares).

Report on Review of Interim Financial Information

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TO THE BOARD OF DIRECTORS OF
CHINA DEVELOPMENT BANK INTERNATIONAL INVESTMENT LIMITED
(incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 13 to 34, which comprises the condensed consolidated statement of financial position of China Development Bank International Investment Limited (the "**Company**") and its subsidiaries (together, the "**Group**") as at 30 June 2022 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("**HKAS 34**") issued by the Hong Kong Institute of Certified Public Accountants ("**HKICPA**"). The directors of the Company are responsible for the preparation and presentation of the interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim condensed financial statements based on our review. This report is made solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements of the Group are not prepared, in all material respects, in accordance with HKAS 34.

BDO Limited
Certified Public Accountants
Choi Kit Ying
Practising Certificate no. P07387

Hong Kong, 18 August 2022

Other Information

DIRECTORS' INTERESTS AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2022, none of the Directors or the chief executive of the Company or their respective associates had any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "**SFO**")), which were required, pursuant to Section 352 of the SFO, to be recorded in the register required to be kept therein, or which were required, pursuant to Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") set out in the Appendix 10 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"), to be notified to the Company and the Stock Exchange.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

So far as is known to any Directors or chief executive of the Company, as at 30 June 2022, the following persons (other than a Director or chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO:

Long positions in the shares and underlying shares of the Company

Name of Shareholder	Nature of Interests	Number of issued shares of the Company held	Approximate percentage of the existing issued share capital of the Company
CDB *(Note 1)*	Corporate Interest	1,920,000,000	66.16%
China Development Bank Capital Corporation Ltd (國開金融有限責任公司) ("**CDBC**") *(Note 1)*	Corporate Interest	1,920,000,000	66.16%
CDBIH *(Note 1)*	Corporate Interest	1,920,000,000	66.16%
Mr LIU Tong *(Note 2)*	Corporate Interest	163,702,560	5.64%
Yoobright Investments Limited *(Note 2)*	Corporate Interest	163,702,560	5.64%

Notes:

1. CDBIH is a wholly-owned subsidiary of CDBC. CDBC is a wholly-owned subsidiary of CDB. Thus, CDB and CDBC are deemed to be interested in the same percentage of shares held by CDBIH.

2. Yoobright is beneficially and wholly owned by Mr LIU Tong. Mr LIU Tong is therefore deemed to be interested in the same percentage of shares held by Yoobright.

Save as disclosed above, as at 30 June 2022, the Company had not been notified by any person, other than Directors and chief executive of the Company, who had interests or short positions in the shares and underlying shares of the Company which were recorded in the registered required to be kept by the Company under section 336 of the SFO.

SHARE OPTION SCHEME

The Company had no share option scheme during the Period. None of the Directors or chief executive of the Company, or their respective associates had any right to subscribe for the securities of the Company or its associated corporations, or had exercised any such right during the Period.

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Period (30 June 2021: Nil).

AUDIT COMMITTEE

As at 30 June 2022, the audit committee of the Company (the "**Audit Committee**") comprises four members, namely, Mr. LU Yanpo, Mr CHEUNG Ngai Lam, Mr SIN Yui Man and Mr FAN Ren Da, Anthony. All members of the Audit Committee are non-executive Directors. The chairman of the Audit Committee is Mr CHEUNG Ngai Lam, an independent non-executive Director of the Company. The members of the Audit Committee meet regularly to review the financial report and other information submitted and reported to the Shareholders, the system of internal control, and the effectiveness and objectivity of risk management and audit process. The Audit Committee acts in an advisory capacity and makes recommendations to the Board. The terms of reference of the Audit Committee which explained the role and the authority delegated to the Audit Committee by the Board were revised in 2018 is available on the websites of the Company and the Stock Exchange. The Audit Committee has reviewed the interim results announcement and the interim report, including the unaudited condensed consolidated interim financial information of the Group for the Period, which has also been reviewed by the Company's auditor, BDO Limited, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

REMUNERATION COMMITTEE

As at 30 June 2022, the remuneration committee of the Company (the "**Remuneration Committee**") comprises four members, namely Mr. LU Yanpo, Mr SIN Yui Man, Mr FAN Ren Da, Anthony and Mr CHEUNG Ngai Lam. The majority members of the Remuneration Committee are independent non-executive Directors. The chairman of the Remuneration Committee is Mr SIN Yui Man, an independent non-executive Director of the Company. The Remuneration Committee advises the Board on the Group's overall policy and structure for the remuneration of Directors and senior management. The terms of reference of the Remuneration Committee were revised in 2018 and is available on the websites of the Company and the Stock Exchange.

NOMINATION COMMITTEE

As at 30 June 2022, the nomination committee of the Company (the "**Nomination Committee**") comprises three members, namely Mr LU Yanpo, Mr FAN Ren Da, Anthony and Mr CHEUNG Ngai Lam. The majority members of the Nomination Committee are independent non-executive Directors. The chairman of the Nomination Committee is Mr LU Yanpo, chairman of the Board. The Nomination Committee reviews the structure, size and composition (including the skills, knowledge and experience) of the Board at least annually and to make recommendations on any proposed changes to the Board to complement the Company's corporate strategy. The terms of reference of the Nomination Committee were revised in 2018 and is available on the websites of the Company and the Stock Exchange. The Board has adopted the board diversity policy in 2013.

PURCHASE, SALE OR REDEMPTION OF SHARES

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

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

Throughout the Period, the Directors believe that the Company has complied with all the code provisions of the Corporate Governance Code as set out in Appendix 14 to the Listing Rules, save and except for the following deviation:

In accordance with paragraph B.1 of Part 2 of the Corporate Governance Code, there should be a balanced composition of executive and non-executive directors (including independent non-executive directors) on the Board so that there is a strong independent element on the Board capable of exercising independent judgment effectively. On 30 June 2022, following the resignation of Mr. BAI Zhe, an executive director of the Company, the Board did not have any executive director and deviated from paragraph B.1 of Part 2 of the Corporate Governance Code.

The Board has been actively identifying suitable candidates to fill the vacancy and further announcement(s) will be made as and when appropriate. Until a new executive director is appointed to the Board, the Company will continue and maintain the same investment policies and strategies all along adopted and implemented by the Company and will also seek the professional advice of the investment manager as and when necessary.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as its own code of conduct regarding the Directors' securities transactions. Having made specific enquiry by the Company, the Directors have confirmed that they have complied with the required standards as set out in the Model Code throughout the Period.

DISCLOSURE OF DIRECTORS' INFORMATION PURSUANT TO RULE 13.51B (1) OF THE LISTING RULES

Pursuant to Rule 13.51B(1) of the Listing Rules, from the date of the annual report of the Company for the year ended 31 December 2021 and up to the date of the interim report, changes in the information that shall be disclosed by the directors pursuant to Rule 13.51(2)(a) to (e) and (g) are as follows:

Mr. BAI Zhe, executive director of the Company, has tendered his resignation as executive director, chairman of the Board and chairman of nomination committee with effect from 30 June 2022 due to his pursue of other personal and career development.

Mr. LU Yanpo (盧硯坡, formerly known as LU Yanpo* (盧艷坡)), has been appointed as a non-executive director, a member of the nomination committee, the audit committee and the remuneration committee of the Company with effect from 11 February 2022. He was appointed as Chairman of the Board and Chairman of the Nomination Committee of the Company on 30 June 2022. Mr. LU graduated from Tsinghua University with a Master's degree in Public Administration and has over 15 years of experience in loan management, administration management, risk management and investment management. Mr. LU has successively served as a Risk Management Manager of Credit Review Department (at the Deputy-director level) of China Development Bank, Deputy Division Director of Credit Review Department of China Development Bank, Deputy General Manager and General Manager of Human Resources Department of CDB Capital Co., Ltd., President of China Development Bank International Holdings Limited and Operations Director of CDB Capital Co., Ltd.. Mr. LU has extensive experience in the banking and financial services industry.

Except for the information disclosed above, there are no other changes in directors' information that shall be disclosed pursuant to Rule 13.51B (1) of the Listing Rules.

ACKNOWLEDGMENT

On behalf of the Board, I would like to take this opportunity to express our appreciation to the external professionals to provide their professional services to the Group throughout the Period. I would like to thank my fellow Directors for their valuable contribution and the staff of the Company for their commitment and dedicated services throughout the Period. I would like to express our gratitude to our Shareholders for their support to the Group.

DIRECTORS

As at the date hereof, the Board comprises Mr LU Yanpo as non-executive Director; and Mr SIN Yui Man, Mr FAN Ren Da, Anthony and Mr CHEUNG Ngai Lam as independent non-executive Directors.

By Order of the Board
China Development Bank International Investment Limited

LU Yanpo
Chairman

Hong Kong, 18 August 2022

* *For identification purpose only*