

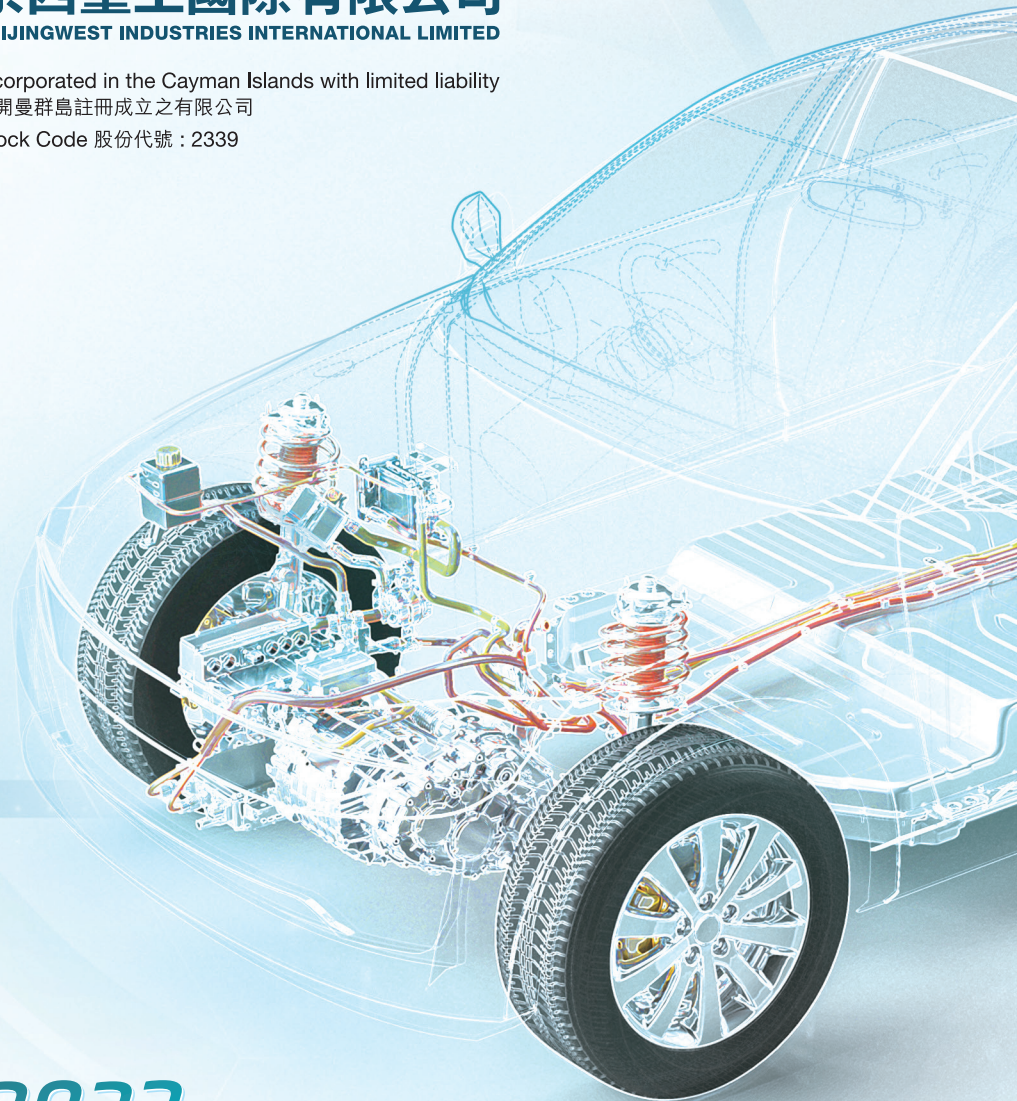


京西重工國際有限公司

BEIJINGWEST INDUSTRIES INTERNATIONAL LIMITED

Incorporated in the Cayman Islands with limited liability
於開曼群島註冊成立之有限公司

Stock Code 股份代號：2339

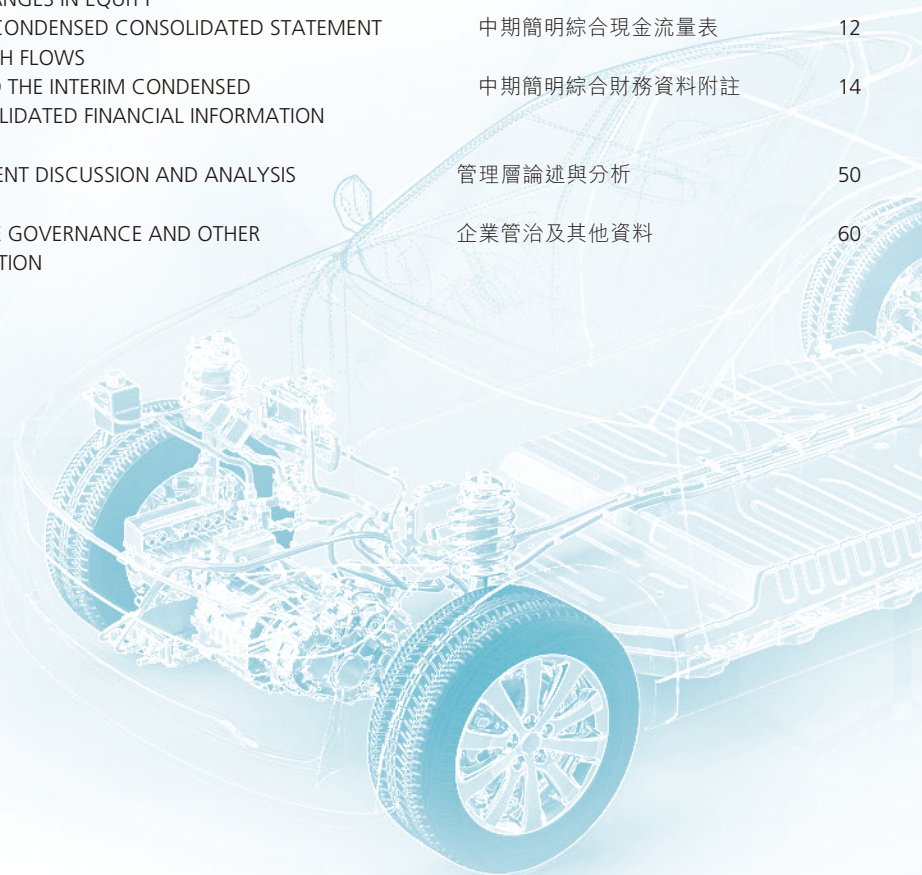


2022 中期報告
INTERIM REPORT

CONTENTS

目錄

CORPORATE INFORMATION	公司資料	2
INDEPENDENT REVIEW REPORT	獨立審閱報告	4
INTERIM RESULTS	中期業績	
INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS	中期簡明綜合損益表	6
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	中期簡明綜合全面收益表	7
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	中期簡明綜合財務狀況表	8
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	中期簡明綜合權益變動表	10
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	中期簡明綜合現金流量表	12
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION	中期簡明綜合財務資料附註	14
MANAGEMENT DISCUSSION AND ANALYSIS	管理層論述與分析	50
CORPORATE GOVERNANCE AND OTHER INFORMATION	企業管治及其他資料	60



CORPORATE INFORMATION

BOARD OF DIRECTORS

Zhao Jiuliang (*Chairman*)
Chen Zhouping (*Managing Director*)
Li Zhi (*Non-executive Director*)
Tam King Ching, Kenny
(*Independent Non-executive Director*)
Yip Kin Man, Raymond
(*Independent Non-executive Director*)
Chan Pat Lam
(*Independent Non-executive Director*)

EXECUTIVE COMMITTEE

Zhao Jiuliang (*Chairman*)
Chen Zhouping

AUDIT COMMITTEE

Tam King Ching, Kenny (*Chairman*)
Yip Kin Man, Raymond
Chan Pat Lam

NOMINATION COMMITTEE

Zhao Jiuliang (*Chairman*)
Li Zhi
Tam King Ching, Kenny
Yip Kin Man, Raymond
Chan Pat Lam

REMUNERATION COMMITTEE

Yip Kin Man, Raymond (*Chairman*)
Zhao Jiuliang
Tam King Ching, Kenny
Chan Pat Lam

COMPANY SECRETARY

Leung Wai Hung

公司資料

董事會

趙久梁(主席)
陳舟平(董事總經理)
李志(非執行董事)
譚競正
(獨立非執行董事)
葉健民
(獨立非執行董事)
陳柏林
(獨立非執行董事)

執行委員會

趙久梁(主席)
陳舟平

審核委員會

譚競正(主席)
葉健民
陳柏林

提名委員會

趙久梁(主席)
李志
譚競正
葉健民
陳柏林

薪酬委員會

葉健民(主席)
趙久梁
譚競正
陳柏林

公司秘書

梁偉雄

CORPORATE INFORMATION (continued)

AUDITOR

Ernst & Young

SHARE REGISTRAR

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

REGISTERED OFFICE

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

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Rooms 1005-06, 10th Floor
Harcourt House
39 Gloucester Road
Wanchai, Hong Kong

STOCK CODE

2339

WEBSITE

www.bwi-intl.com.hk

公司資料(續)

核數師

安永會計師事務所

股份過戶登記處

卓佳證券登記有限公司
香港
夏慤道16號
遠東金融中心17樓

註冊辦事處

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

香港主要營業地點

香港灣仔
告士打道39號
夏慤大廈
10樓1005-06室

股份代號

2339

網址

www.bwi-intl.com.hk



Ernst & Young
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong

安永會計師事務所
香港鰂魚涌英皇道979號
太古坊一座27樓

Tel 電話: +852 2846 9888
Fax 傳真: +852 2868 4432
ey.com

To the board of directors of BeijingWest Industries International Limited

(Incorporated in the Cayman Islands with limited liability)

致京西重工國際有限公司董事會

(於開曼群島註冊成立的有限公司)

INTRODUCTION

We have reviewed the interim condensed consolidated financial information set out on pages 6 to 49, which comprise the condensed consolidated statement of financial position of BeijingWest Industries International Limited (the “**Company**”) and its subsidiaries as at 30 June 2022 and the related condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended, and 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 this interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim financial information based on our review. Our 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.

序言

我們已審閱載於第6至49頁京西重工國際有限公司(「**貴公司**」)及其附屬公司的中期簡明綜合財務資料，包括於二零二二年六月三十日的簡明綜合財務狀況表及截至該日止六個月期間的相關簡明綜合損益表、全面收益表、權益變動表及現金流量表以及說明附註。香港聯合交易所有限公司證券上市規則要求編製符合其相關規定及按照香港會計師公會頒佈的香港會計準則第34號**中期財務報告**編製中期財務資料的報告。貴公司董事須負責按香港會計準則第34號編製及呈報本中期財務資料。我們的責任在於根據我們審閱就本中期財務資料達成審閱結論。根據受聘之協定條款，我們僅向閣下(作為整體)報告，而不作任何其他用途。我們不就本報告之內容向任何其他人士承擔或負上任何責任。

INDEPENDENT REVIEW REPORT (continued)

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 financial information is not prepared, in all material respects, in accordance with HKAS 34.

Ernst & Young
Certified Public Accountants

Hong Kong

30 August 2022

獨立審閱報告(續)

審閱範圍

我們根據香港會計師公會頒佈的香港審閱委聘準則第2410號實體之獨立核數師審閱中期財務資料進行審閱。中期財務資料之審閱包括詢問(主要負責財務及會計事務之人士)，以及採納分析及其他審閱程序。審閱之範圍遠小於根據香港審核準則進行之審核，故我們無法確保我們已知悉可通過審核辨別之所有重要事項。因此，我們並不表達審核意見。

結論

根據我們的審閱工作，我們並沒有注意到任何事項，足以令我們相信中期財務資料並非在所有重大方面均按照香港會計準則第34號的規定編製。

安永會計師事務所
執業會計師

香港

二零二二年八月三十日

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2022

中期簡明綜合損益表

截至二零二二年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月		
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元	
	Notes 附註			
REVENUE	收益	3	1,290,252	1,319,769
Cost of sales	銷售成本		(1,070,341)	(1,099,931)
Gross profit	毛利		219,911	219,838
Other income and gains, net	其他收入及收益淨額	4	18,009	14,389
Selling and distribution expenses	銷售及分銷費用		(15,270)	(5,890)
Administrative expenses	行政開支		(70,624)	(71,083)
Impairment losses on financial assets	金融資產減值虧損		(193)	(838)
Research and development expenses	研發開支		(122,573)	(121,864)
Other operating expenses	其他經營開支		(73)	(411)
Finance costs	財務成本	6	(7,974)	(8,101)
PROFIT BEFORE TAX	除稅前溢利	5	21,213	26,040
Income tax expense	所得稅開支	7	(9,580)	(13,382)
PROFIT FOR THE PERIOD	期內溢利		11,633	12,658
Attributable to: Owners of the Company	以下人士應佔： 本公司擁有人		11,633	12,658
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY	本公司普通權益持有人 應佔每股盈利			
Basic and diluted (HK cents per share)	基本及攤薄 (每股港仙)	8	2.03	2.20

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2022

中期簡明綜合全面收益表

截至二零二二年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
PROFIT FOR THE PERIOD	期內溢利	11,633	12,658
OTHER COMPREHENSIVE (LOSS)/ INCOME	其他全面(虧損)/收益		
<i>Other comprehensive loss that may be reclassified to profit or loss in subsequent periods:</i>	其他全面虧損將於往後期間重 新分類至損益：		
Exchange differences on translation of foreign operations	換算海外業務之匯兌差額	(59,567)	(5,964)
<i>Other comprehensive income that will not be reclassified to profit or loss in subsequent periods:</i>	其他全面收益將不會於往後 期間重新分類至損益：		
Remeasurement income on defined benefit plans	定額福利計劃之重新計量 收益	18,449	7,001
OTHER COMPREHENSIVE (LOSS)/ INCOME FOR THE PERIOD, NET OF INCOME TAX	期內其他全面(虧損)/收益， 扣除所得稅	(41,118)	1,037
TOTAL COMPREHENSIVE (LOSS)/ INCOME FOR THE PERIOD	期內全面(虧損)/收益總額	(29,485)	13,695
Attributable to:	以下人士應佔：		
Owners of the Company	本公司擁有人	(29,485)	13,695

**INTERIM CONDENSED CONSOLIDATED
STATEMENT OF FINANCIAL POSITION**

30 June 2022

中期簡明綜合財務狀況表

二零二二年六月三十日

			30 June 2022	31 December 2021
			二零二二年 六月三十日 (unaudited) (未經審核)	二零二一年 十二月 三十一日 (audited) (經審核)
	Notes 附註		HK\$'000 千港元	HK\$'000 千港元
NON-CURRENT ASSETS		非流動資產		
Property, plant and equipment	9	物業、廠房及設備	408,719	452,885
Right-of-use assets		使用權資產	286,937	324,781
Goodwill		商譽	4,554	4,956
Deferred tax assets		遞延稅項資產	66,836	74,517
Other non-current assets	10	其他非流動資產	194,058	217,924
Total non-current assets		非流動資產總值	961,104	1,075,063
CURRENT ASSETS		流動資產		
Inventories	11	存貨	167,318	195,938
Trade receivables	12	貿易應收款項	343,646	328,218
Prepayments, other receivables and other assets	13	預付款項、其他應收款項及其他資產	334,009	261,941
Cash and cash equivalents		現金及現金等值項目	150,502	184,565
Total current assets		流動資產總值	995,475	970,662
CURRENT LIABILITIES		流動負債		
Trade payables	14	貿易應付款項	331,712	335,970
Other payables and accruals	15	其他應付款項及應計費用	179,292	154,055
Income tax payables		應付所得稅	12,804	1,812
Bank borrowings	16	銀行貸款	60,149	65,215
Defined benefit obligations	17	定額福利責任	3,133	3,267
Lease liabilities		租賃負債	36,866	36,365
Provision		撥備	21,182	28,885
Total current liabilities		流動負債總額	645,138	625,569
NET CURRENT ASSETS		流動資產淨值	350,337	345,093
TOTAL ASSETS LESS CURRENT LIABILITIES		資產總值減流動負債	1,311,441	1,420,156

**INTERIM CONDENSED CONSOLIDATED
STATEMENT OF FINANCIAL POSITION
(continued)**

30 June 2022

中期簡明綜合財務狀況表 (續)

二零二二年六月三十日

			30 June 2022	31 December 2021
			二零二二年 六月三十日 (unaudited) (未經審核)	二零二一年 十二月 三十一日 (audited) (經審核)
		Notes 附註	HK\$'000 千港元	HK\$'000 千港元
NON-CURRENT LIABILITIES	非流動負債			
Other payables and accruals	其他應付款項及應計費用	15	26,912	29,355
Defined benefit obligations	定額福利責任	17	68,588	98,086
Lease liabilities	租賃負債		261,268	299,030
Deferred tax liabilities	遞延稅項負債		86,810	96,305
Loan from a holding company	來自一間控股公司的貸款		410	442
Total non-current liabilities	非流動負債總額		443,988	523,218
NET ASSETS	資產淨值		867,453	896,938
EQUITY	權益			
Equity attributable to owners of the Company	本公司擁有人應佔權益			
Issued capital	已發行股本	18	57,434	57,434
Reserves	儲備		810,019	839,504
TOTAL EQUITY	總權益		867,453	896,938

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2022

中期簡明綜合權益變動表

截至二零二二年六月三十日止六個月

		Attributable to owners of the Company 本公司擁有人應佔權益							
		Issued capital	Share premium account	Merger reserve	Defined benefit plan reserve	Exchange fluctuation reserve	Capital reserve	Retained profits	Total equity
		已發行股本	股份溢價賬	合併儲備	定額福利計劃儲備	波動儲備	股本儲備	保留溢利	權益總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
		(note 18)	(附註18)						
At 1 January 2022 (audited)	於二零二二年一月一日 (經審核)	57,434	1,037,745	(772,332)	(25,879)	(155,901)	44,132	711,739	896,938
Profit for the period	期內溢利	-	-	-	-	-	-	11,633	11,633
Other comprehensive income/(loss) for the period:	期內其他全面收益/ (虧損):								
Exchange differences on translation of foreign operations	換算海外業務之匯兌 差額	-	-	-	-	(59,567)	-	-	(59,567)
Remeasurement income on defined benefit plans	定額福利計劃之重新 計量收益	-	-	-	18,449	-	-	-	18,449
Total comprehensive income/(loss) for the period	期內全面收益/(虧損) 總額	-	-	-	18,449	(59,567)	-	11,633	(29,485)
At 30 June 2022 (unaudited)	於二零二二年六月 三十日(未經審核)	57,434	1,037,745*	(772,332)*	(7,430)*	(215,468)*	44,132*	723,372*	867,453

* These reserve accounts comprise the consolidated reserves of HK\$810,019,000 in the interim condensed consolidated statement of financial position as at 30 June 2022.

* 該等儲備賬目包括於二零二二年六月三十日的中期簡明綜合財務狀況表內綜合儲備810,019,000港元。

**INTERIM CONDENSED CONSOLIDATED
STATEMENT OF CHANGES IN EQUITY
(continued)**

For the six months ended 30 June 2021

中期簡明綜合權益變動表(續)

截至二零二一年六月三十日止六個月

		Attributable to owners of the Company 本公司擁有人應佔權益							
		Issued capital	Share premium account	Merger reserve	Defined benefit plan reserve	Exchange fluctuation reserve	Capital reserve	Retained profits	Total equity
		已發行股本	股份溢價賬	合併儲備	定額福利 計劃儲備	波動儲備	股本儲備	保留溢利	權益總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
		(note 18)	(附註18)						
At 1 January 2021 (audited)	於二零二一年一月一日 (經審核)	57,434	1,037,745	(772,332)	(44,547)	(109,775)	44,132	721,044	933,701
Profit for the period	期內溢利	-	-	-	-	-	-	12,658	12,658
Other comprehensive income/(loss) for the period:	期內其他全面收益/ (虧損):								
Exchange differences on translation of foreign operations	換算海外業務之匯兌 差額	-	-	-	-	(5,964)	-	-	(5,964)
Remeasurement income on defined benefit plans	定額福利計劃之重新 計量收益	-	-	-	7,001	-	-	-	7,001
Total comprehensive income/(loss) for the period	期內全面收益/(虧損) 總額	-	-	-	7,001	(5,964)	-	12,658	13,695
At 30 June 2021 (unaudited)	於二零二一年六月 三十日(未經審核)	57,434	1,037,745	(772,332)	(37,546)	(115,739)	44,132	733,702	947,396

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2022

中期簡明綜合現金流量表

截至二零二二年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
	Notes 附註		
CASH FLOWS FROM OPERATING ACTIVITIES	經營業務的現金流量		
Profit before tax	除稅前溢利	21,213	26,040
Adjustments for:	就以下項目作出調整：		
Finance costs	財務成本	7,974	8,101
Interest income	利息收入	(49)	(98)
Gain on disposal of items of property, plant and equipment	出售物業、廠房及設備 項目收益	(300)	(624)
Defined benefit obligation expenses	定額福利責任開支	1,864	2,958
Depreciation of property, plant and equipment	物業、廠房及設備折舊	35,040	35,743
Depreciation of right-of-use- assets	使用權資產折舊	17,250	23,022
Impairment of financial assets	金融資產減值	193	838
Provision for obsolete inventories	陳舊存貨撥備	1,279	1,296
		84,464	97,276
Decrease/(increase) in inventories	存貨減少/(增加)	27,844	(19,613)
(Increase)/decrease in trade receivables	貿易應收款項(增加)/ 減少	(14,864)	39,221
Increase in prepayments, other receivables and other assets	預付款項、其他應收款項 及其他資產增加	(64,559)	(67,161)
Decrease in trade payables	貿易應付款項減少	(4,258)	(28,292)
Increase/(decrease) in other payables and accruals	其他應付款項及應計費用 增加/(減少)	25,945	(26,264)
Decrease in defined benefit obligations	定額福利責任款項減少	(1,894)	(1,130)
Decrease in provision	撥備減少	(7,703)	(13,647)
Cash generated from/(used in) operations	經營業務的現金流入/ (流出)	44,975	(19,610)
Income tax paid	已付所得稅	(2,374)	(10,834)
Net cash flows generated from/ (used in) operating activities	經營業務的淨現金流入/ (流出)	42,601	(30,444)

**INTERIM CONDENSED CONSOLIDATED
STATEMENT OF CASH FLOWS (continued)**

For the six months ended 30 June 2022

中期簡明綜合現金流量表 (續)

截至二零二二年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
CASH FLOWS FROM INVESTING ACTIVITIES	投資活動的現金流量		
Interest received	已收利息	49	98
Purchases of items of property, plant and equipment	購買物業、廠房及設備 項目	(29,625)	(34,961)
Proceeds from disposal of items of property, plant and equipment	出售物業、廠房及設備 項目所得款項	367	5,024
Net cash flows used in investing activities	投資活動的淨現金流出	(29,209)	(29,839)
CASH FLOWS FROM FINANCING ACTIVITIES	融資活動的現金流量		
New bank loans	新銀行貸款	805	6,483
Repayment of bank and other loans	償還銀行及其他貸款	(250)	(36,088)
Interest paid	已付利息	(3,131)	(1,672)
Principal portion of lease payments	租賃付款的本金部分	(17,829)	(20,365)
Net cash flows used in financing activities	融資活動的淨現金流出	(20,405)	(51,642)
DECREASE IN CASH AND CASH EQUIVALENTS	現金及現金等值項目 減少	(7,013)	(111,925)
Cash and cash equivalents at beginning of period	期初之現金及現金等值 項目	184,565	424,111
Effect of foreign exchange rate changes, net	匯率變動影響淨額	(27,050)	(16,238)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	期末之現金及現金等值 項目	150,502	295,948

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

30 June 2022

1. CORPORATE AND GROUP INFORMATION

BeijingWest Industries International Limited (the “**Company**”) is incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands. Its registered office address is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands and the shares of the Company are listed on the Main Board of The Stock Exchange of Hong Kong Limited.

During the period, the Company and its subsidiaries (collectively the “**Group**”) were principally involved in the manufacture, sale and trading of automotive parts and components, and provision of technical services.

As at 30 June 2022 and the date of approval of these financial information, the immediate holding company of the Company is BWI Company Limited, which is incorporated in Hong Kong with limited liability. In the opinion of the directors of the Company (the “**Directors**”), the ultimate holding company is Shougang Group Co., Ltd. (formerly known as “Shougang Corporation”), which is a state-owned enterprise established in the People’s Republic of China and is supervised by the State-owned Assets Supervision and Administration Commission of the People’s Government of Beijing Municipality.

中期簡明綜合財務資料附註

二零二二年六月三十日

1. 公司及集團資料

京西重工國際有限公司(「**本公司**」)為根據開曼群島公司法於開曼群島註冊成立之獲豁免有限責任公司。其註冊辦事處地址為Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands，而本公司股份於香港聯合交易所有限公司主板上市。

期內，本公司及其附屬公司(統稱「**本集團**」)主要從事製造、銷售及買賣汽車零部件及元件以及提供技術服務。

於二零二二年六月三十日及該等財務資料之批准日期，本公司之直接控股公司為京西重工(香港)有限公司，其為於香港註冊成立的有限公司。本公司董事(「**董事**」)認為，最終控股公司為首鋼集團有限公司(前稱「首鋼總公司」)，其為於中華人民共和國成立之國有企業，並由北京市人民政府國有資產監督管理委員會監督。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial information for the six months ended 30 June 2022 has been prepared in accordance with Hong Kong Accounting Standard (“**HKAS**”) 34 *Interim Financial Reporting*. The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2021.

The interim condensed consolidated financial information are presented in Hong Kong Dollar (“**HK\$**”) and all values are rounded to the nearest thousand, except when otherwise indicated.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

2. 編製基準及本集團會計政策變動

2.1 編製基準

截至二零二二年六月三十日止六個月之中期簡明綜合財務資料乃根據香港會計準則第34號*中期財務報告*編製。中期簡明綜合財務資料並未載列年度財務報表規定的所有資料及披露，並應與本集團截至二零二一年十二月三十一日止年度之年度綜合財務報表一併閱讀。

除另有訂明者外，中期簡明綜合財務資料均以港元呈列，所有金額均調整至最接近之千港元。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES (continued)

2. 編製基準及本集團會計政策變動(續)

2.2 Changes in accounting policies and disclosures

2.2 會計政策變動及披露

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

除於本期間之財務資料首次採納以下經修訂香港財務報告準則外，編製中期簡明綜合財務資料所採納之會計政策與編製本集團截至二零二一年十二月三十一日止年度之年度綜合財務報表所應用者一致。

Amendments to HKFRS 3	<i>Reference to the Conceptual Framework</i>	香港財務報告準則第3號(修訂本)	提述概念框架
Amendments to HKAS 16	<i>Property, Plant and Equipment: Proceeds before Intended Use</i>	香港會計準則第16號(修訂本)	物業、廠房及設備：作擬定用途前的所得款項
Amendments to HKAS 37	<i>Onerous Contracts – Cost of Fulfilling a Contract</i>	香港會計準則第37號(修訂本)	虧損性合約 – 履行合約的成本
Annual Improvements to HKFRSs 2018–2020	Amendments to HKFRS 1, HKFRS 9, Illustrative Examples accompanying HKFRS 16, and HKAS 41	香港財務報告準則二零一八年至二零二零年週期年度改進	香港財務報告準則第1號、香港財務報告準則第9號、香港財務報告準則第16號隨附示例及香港會計準則第41號之修訂

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

(continued)

30 June 2022

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 Changes in accounting policies and disclosures (continued)

The nature and impact of the revised HKFRSs are described below:

- (a) Amendments to HKFRS 3 replace a reference to the previous *Framework for the Preparation and Presentation of Financial Statements* with a reference to the *Conceptual Framework for Financial Reporting* issued in June 2018 without significantly changing its requirements. The amendments also add to HKFRS 3 an exception to its recognition principle for an entity to refer to the Conceptual Framework to determine what constitutes an asset or a liability. The exception specifies that, for liabilities and contingent liabilities that would be within the scope of HKAS 37 or HK(IFRIC)-Int 21 if they were incurred separately rather than assumed in a business combination, an entity applying HKFRS 3 should refer to HKAS 37 or HK(IFRIC)-Int 21 respectively instead of the Conceptual Framework. Furthermore, the amendments clarify that contingent assets do not qualify for recognition at the acquisition date. The Group has applied the amendments prospectively to business combinations that occurred on or after 1 January 2022. As there were no contingent assets, liabilities and contingent liabilities within the scope of the amendments arising in the business combination that occurred during the period, the amendments did not have any impact on the financial position and performance of the Group.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

2. 編製基準及本集團會計政策變動 (續)

2.2 會計政策變動及披露(續)

經修訂香港財務報告準則的性質及影響闡述如下：

- (a) 香港財務報告準則第3號(修訂本)以提述於二零一八年六月頒佈的財務報告概念框架取代提述先前的財務報表編製及呈列框架，而未有大幅更改其規定。有關修訂亦對香港財務報告準則第3號有關實體參考概念框架以釐定資產或負債之構成的確認原則加入一項例外情況。該例外情況規定，對於屬香港會計準則第37號或香港(國際財務報告詮釋委員會)－詮釋第21號範圍內的負債及或然負債而言，倘該等負債屬單獨產生而非於業務合併中產生，則應用香港財務報告準則第3號的實體應分別參考香港會計準則第37號或香港(國際財務報告詮釋委員會)－詮釋第21號而非概念框架。此外，有關修訂澄清或然資產於收購日期不符合確認條件。本集團已將有關修訂前瞻性地在應用於在二零二二年一月一日或之後發生的業務合併。由於概無屬於修訂範圍內的或然資產、負債及或然負債產生來自期內發生的業務合併，有關修訂並未對本集團財務狀況及表現造成任何影響。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 Changes in accounting policies and disclosures (continued)

- (b) Amendments to HKAS 16 prohibit an entity from deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling any such items, and the cost of those items, in profit or loss. The Group has applied the amendments retrospectively to items of property, plant and equipment made available for use on or after 1 January 2021. Since there was no sale of items produced while making property, plant and equipment available for use on or after 1 January 2021, the amendments did not have any impact on the financial position or performance of the Group.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

2. 編製基準及本集團會計政策變動 (續)

2.2 會計政策變動及披露(續)

- (b) 香港會計準則第16號(修訂本)禁止實體從物業、廠房及設備項目的成本中扣除使資產達到管理層擬定之營運狀態所需位置與條件過程中產生的項目銷售的任何所得款項。相反，實體須於損益中確認銷售任何有關項目的所得款項及該等項目的成本。本集團已將有關修訂追溯應用於在二零二一年一月一日或之後可供使用的物業、廠房及設備項目。由於在二零二一年一月一日或之後，在使物業、廠房及設備項目可供使用的過程中概無產生任何項目銷售，有關修訂並未對本集團的財務狀況或表現造成任何影響。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 Changes in accounting policies and disclosures (continued)

- (c) Amendments to HKAS 37 clarify that for the purpose of assessing whether a contract is onerous under HKAS 37, the cost of fulfilling the contract comprises the costs that relate directly to the contract. Costs that relate directly to a contract include both the incremental costs of fulfilling that contract (e.g., direct labour and materials) and an allocation of other costs that relate directly to fulfilling that contract (e.g., an allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract as well as contract management and supervision costs). General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract. The Group has applied the amendments prospectively to contracts for which it has not yet fulfilled all its obligations at 1 January 2022 and no onerous contracts were identified. Therefore, the amendments did not have any impact on the financial position or performance of the Group.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

2. 編製基準及本集團會計政策變動 (續)

2.2 會計政策變動及披露(續)

- (c) 香港會計準則第37號(修訂本)澄清，就根據香港會計準則第37號評估合約是否屬虧損性而言，履行合約的成本包括與合約直接相關的成本。與合約直接相關的成本包括履行合約的增量成本(例如直接勞工及材料)及與履行合約直接相關的其他成本分配(例如分配履行合約所用物業、廠房及設備項目的折舊費用以及合約管理及監督成本)。一般及行政成本與合約並無直接關連，除非根據合約明確向對手方收取，否則不包括在內。本集團已將有關修訂前瞻性地應用於其在二零二二年一月一日尚未履行其所有責任的合約，並無識別出虧損性合約。因此，有關修訂並未對本集團的財務狀況或表現造成任何影響。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

2. BASIS OF PREPARATION AND CHANGES IN THE GROUP'S ACCOUNTING POLICIES (continued)

2.2 Changes in accounting policies and disclosures (continued)

(d) *Annual Improvements to HKFRSs 2018-2020* sets out amendments to HKFRS 1, HKFRS 9, Illustrative Examples accompanying HKFRS 16, and HKAS 41. Details of the amendments that are applicable to the Group are as follows:

- HKFRS 9 *Financial Instruments*: clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. The Group has applied the amendment prospectively to financial liabilities that are modified or exchanged on or after 1 January 2022. As there was no modification of the Group's financial liabilities during the period, the amendment did not have any impact on the financial position or performance of the Group.
- HKFRS 16 *Leases*: removes the illustration of payments from the lessor relating to leasehold improvements in Illustrative Example 13 accompanying HKFRS 16. This removes potential confusion regarding the treatment of lease incentives when applying HKFRS 16.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

2. 編製基準及本集團會計政策變動(續)

2.2 會計政策變動及披露(續)

(d) 香港財務報告準則二零一八至二零二零年年度改進載列對香港財務報告準則第1號、香港財務報告準則第9號、香港財務報告準則第16號隨附示例及香港會計準則第41號作出的修訂。適用於本集團的修訂詳情如下：

- 香港財務報告準則第9號金融工具：澄清實體於評估一項新訂或經修訂金融負債的條款是否實質上不同於原有金融負債的條款時所計入的費用。該等費用僅包括借款人與貸款人之間已付或已收的費用，其中包括借款人或貸款人代表另一方支付或收取的費用。本集團已將有關修訂前瞻性地應用於在二零二二年一月一日或之後修訂或交換的金融負債。由於期內本集團概無金融負債修訂，有關修訂並未對本集團的財務狀況或表現造成任何影響。
- 香港財務報告準則第16號租賃：移除香港財務報告準則第16號隨附示例第13中有關出租人就租賃物業裝修作出付款的說明。此舉消除了應在應用香港財務報告準則第16號處理租賃優惠時可能產生的混淆。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

3. OPERATING SEGMENT INFORMATION

For management purposes, the Group's operating activities are originated from a single operating segment, which is the manufacture, sale and trading of automotive parts and components, and the provision of technical services. Therefore, no analysis by operating segment is presented.

Products and services

Revenue from external customers

3. 經營分部資料

就管理而言，本集團的經營業務來自單一經營分部，即製造、銷售及買賣汽車零部件及元件，以及提供技術服務。因此，並無呈列經營分部的分析。

產品及服務

來自外部客戶之收益

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
Sale of industrial products	銷售工業產品	1,187,013	1,246,534
Technical service income	技術服務收入	103,239	73,235
		1,290,252	1,319,769

NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

3. OPERATING SEGMENT INFORMATION
(continued)

Geographical information

(a) Revenue from external customers

3. 經營分部資料(續)

地區資料

(a) 來自外部客戶之收益

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
United Kingdom	英國	372,368	547,913
Germany	德國	317,573	266,543
United States	美國	280,435	192,705
Mainland China	中國內地	41,865	29,916
Other countries	其他國家	278,011	282,692
		1,290,252	1,319,769

The revenue information above is based on the locations of the customers.

以上收益資料按客戶所在地劃分。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

**3. OPERATING SEGMENT INFORMATION
(continued)**

Geographical information (continued)

(b) Non-current assets

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		HK\$'000	HK\$'000
		千港元	千港元
Poland	波蘭	634,718	690,110
Czech	捷克	163,946	189,055
United Kingdom	英國	76,773	98,939
Other countries	其他國家	18,831	22,442
		894,268	1,000,546

The non-current asset information above is based on the locations of the assets and excludes deferred tax assets.

以上非流動資產資料按資產所在地劃分且不包括遞延稅項資產。

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

3. 經營分部資料(續)

地區資料(續)

(b) 非流動資產

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

**3. OPERATING SEGMENT INFORMATION
(continued)**

Information about major customers

During the reporting period, the Group's customers whose revenue was individually accounted for more than 10% of the Group's total revenue were as follows:

3. 經營分部資料(續)

主要客戶資料

於報告期間，個別收益佔本集團總收益逾10%的本集團客戶如下：

		Six months ended 30 June	
		截至六月三十日止六個月	
		2022	2021
		二零二二年	二零二一年
		(unaudited)	(unaudited)
		(未經審核)	(未經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Customer A	客戶A	275,983	393,954
Customer B	客戶B	177,385	142,517
Customer C	客戶C	148,982	N/A*不適用*
		602,350	536,471

* The proportion of the revenue to the Group's total revenue was not exceeded 10%.

* 佔本集團總收益之比例不超過10%。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

4. OTHER INCOME AND GAINS, NET

An analysis of other income and gains, net is as follows:

4. 其他收入及收益淨額

其他收入及收益淨額分析如下：

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
Other income and gains, net	其他收入及收益淨額		
Profit from sale of scrap materials, prototypes and samples	來自銷售廢料、原型及樣件的溢利	12,932	11,043
Bank interest income	銀行利息收入	49	98
Foreign exchange differences, net	匯兌差額淨額	3,843	604
Gain on disposal of items of property, plant and equipment	出售物業、廠房及設備項目收益	300	624
Government grants	政府補助	172	547
Others	其他	713	1,473
		18,009	14,389

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

5. PROFIT BEFORE TAX

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

5. 除稅前溢利

本集團經營業務所得除稅前溢利乃扣除／(計入)下列各項後得出：

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
	<i>Notes</i> <i>附註</i>		
Cost of inventories sold and services provided	已售存貨及已提供服務成本	1,070,341	1,099,931
Depreciation of property, plant and equipment	物業、廠房及設備折舊		
	9	35,040	35,743
Depreciation of right-of-use assets	使用權資產折舊	17,250	23,022
Auditors' remuneration	核數師酬金	1,311	1,282
Employee benefit expense (including directors' and chief executive's remuneration):	僱員福利開支(包括董事及最高行政人員薪酬)：		
Wages, salaries and benefits	工資、薪金及福利	230,122	230,218
Defined benefit obligation expenses	定額福利責任開支	1,864	2,958
	17		
		231,986	233,176
Research and development costs	研發成本	122,573	121,864
Less: Staff costs included as research and development costs	減：計入研發成本之員工成本	(58,710)	(55,688)
Research and development costs, net of staff costs	研發成本，扣除員工成本	63,863	66,176
Gain on disposal of items of property, plant and equipment, net	出售物業、廠房及設備項目的收益淨額	300	624
(Reversal of impairment)/impairment of financial assets:	金融資產(減值撥回)/減值：		
(Reversal of impairment)/impairment of trade receivables, net	貿易應收款項(減值撥回)/減值淨額	(148)	661
Impairment of prepayments, other receivables and other assets, net	預付款項、其他應收款項及其他資產的減值淨額	341	177
	12		
	13		
		193	838
Provision for obsolete inventories*	陳舊存貨撥備*	1,279	1,296
Provision/(reversal) for warranty, net	保修撥備/(撥備撥回)淨額	2,214	(2,600)
Foreign exchange differences, net	匯兌差額淨額	(3,843)	(604)
	11		

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

5. PROFIT BEFORE TAX (continued)

- * The provision for obsolete inventories was included in "Cost of sales" in the interim condensed consolidated statement of profit or loss.

6. FINANCE COSTS

5. 除稅前溢利(續)

- * 陳舊存貨撥備計入中期簡明綜合損益表「銷售成本」內。

6. 財務成本

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
Interest on bank loans and other loans	銀行貸款及其他貸款的利息	2,893	1,653
Interest on lease liabilities	租賃負債的利息	5,081	6,448
		7,974	8,101

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

7. INCOME TAX

Hong Kong profits tax has been provided at the rate of 16.5% (2021: 16.5%) on the estimated assessable profits arising in Hong Kong for the six months ended 30 June 2022. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates. Rates of income tax prevailing in the countries in which the Group operates include:

Luxembourg	盧森堡
Poland	波蘭
United Kingdom	英國
France	法國
Germany	德國
Italy	意大利
Czech	捷克

7. 所得稅

截至二零二二年六月三十日止六個月，香港利得稅已就於香港產生的估計應課稅溢利按16.5%（二零二一年：16.5%）作出撥備。其他地區的應課稅溢利稅項已按本集團經營業務所在國家的現行稅率計算。本集團經營業務所在國家的現行所得稅稅率包括：

**Six months ended 30 June
截至六月三十日止六個月**

2022 二零二二年 (unaudited) (未經審核)	2021 二零二一年 (unaudited) (未經審核)
24.9%	24.9%
19.0%	19.0%
19.0%	19.0%
25.0%	26.5%
29.8%	29.8%
27.9%	27.9%
19.0%	19.0%

**Six months ended 30 June
截至六月三十日止六個月**

		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
Current – Elsewhere	即期 – 其他地區	13,366	1,711
Deferred	遞延	(3,786)	11,671
Tax charge for the period	期內稅項開支	9,580	13,382

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

7. INCOME TAX (continued)

A reconciliation of the tax expense applicable to profit before tax at the Hong Kong statutory rate to the tax expense at the effective tax rate is as follows:

7. 所得稅(續)

按香港法定稅率計算適用於除稅前溢利之稅項開支與按實際稅率計算之稅項開支之對賬如下：

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
Profit before tax	除稅前溢利	21,213	26,040
Income tax charge at the Hong Kong statutory tax rate of 16.5%	按香港法定稅率16.5%計算的所得稅開支	3,500	4,297
Effect of different income tax rates for foreign operations	海外業務不同所得稅率的影響	1,912	1,726
Income not subject to tax	毋須課稅收入	(1,005)	(711)
Expenses not deductible for tax purposes	不可扣稅開支	10,423	8,037
Tax losses utilised from previous periods	過往期間已動用稅項虧損	-	(1,308)
Adjustments in respect of current tax of previous periods	過往期間當期稅項之調整	(6,693)	(1,140)
Effect on deferred tax of increase in future tax rates	未來稅率增加對遞延稅項之影響	186	1,773
Withholding tax	預扣稅	1,257	708
Tax charge at the effective rate	按實際稅率計算的稅項開支	9,580	13,382

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

8. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic earnings per share amounts is based on the profit for the period attributable to ordinary equity holders of the Company, and the weighted average number of ordinary shares of 574,339,068 (six months ended 30 June 2021: 574,339,068) in issue during the period.

No diluted earnings per share amounts were presented for the six months ended 30 June 2022 and 2021 as the Company did not have any outstanding dilutive potential ordinary shares during the period and the prior period.

8. 本公司普通權益持有人應佔每股盈利

每股基本盈利乃根據本公司普通權益持有人應佔期內溢利，以及期內已發行普通股之加權平均數574,339,068股(截至二零二一年六月三十日止六個月：574,339,068股)計算。

由於本公司於期內及過往期間並無存在任何潛在攤薄普通股，因此概無呈列截至二零二二年及二零二一年六月三十日止六個月之每股攤薄盈利金額。

9. PROPERTY, PLANT AND EQUIPMENT

9. 物業、廠房及設備

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
At beginning of the period/year: Net carrying amount	於期／年初： 賬面淨值	452,885	497,642
Additions	添置	29,626	54,459
Depreciation provided during the period/year (note 5)	於期／年內之折舊撥備 (附註5)	(35,040)	(74,811)
Disposals	出售	(67)	(4,486)
Exchange realignment	匯兌調整	(38,685)	(19,919)
At end of the period/year: Net carrying amount	於期／年末： 賬面淨值	408,719	452,885

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

10. OTHER NON-CURRENT ASSETS

10. 其他非流動資產

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Contract performance deposits	履約按金	50,192	57,358
Pre-production costs	生產前成本	175,667	191,602
		225,859	248,960
Within one year	一年內	(31,801)	(31,036)
		194,058	217,924

11. INVENTORIES

11. 存貨

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Raw materials	原材料	112,708	146,099
Work in progress	在製品	27,026	21,813
Finished goods	製成品	33,372	33,038
		173,106	200,950
Provision for impairment	減值撥備	(5,788)	(5,012)
		167,318	195,938

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

11. INVENTORIES (continued)

The movements in the provision for impairment of inventories are as follows:

11. 存貨(續)

存貨減值撥備的變動如下：

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
At beginning of the period/year	於期／年初	(5,012)	(4,814)
Impairment losses recognised, net (note 5)	已確認減值虧損 淨額(附註5)	(1,279)	(458)
Exchange realignment	匯兌調整	503	260
At end of the period/year	於期／年末	(5,788)	(5,012)

12. TRADE RECEIVABLES

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally one to three months for the customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has control to minimise the credit risk. Overdue balances are reviewed regularly by senior management. Concentrations of credit risk are managed by analysis by customer. The Group does not hold any collateral or other credit enhancements over its trade receivables balances. They are stated net of provisions.

12. 貿易應收款項

本集團與其客戶之間的貿易條款以除銷為主，惟新客戶一般需要預先付款。客戶的信貸期一般為一至三個月。每名客戶均設有信貸上限。本集團尋求嚴格控制其未償還應收款項並設有監控措施以盡量減低信貸風險。逾期結餘由高級管理人員定期審閱。高度集中的信貸風險按客戶分析管理。本集團並無就其貿易應收款項結餘持有任何抵押品或作出其他信貸增級安排。有關金額於扣除撥備後列賬。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

12. TRADE RECEIVABLES (continued)

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

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Within 3 months	三個月內	342,801	326,982
3 months to 1 year	三個月至一年	845	1,236
		343,646	328,218

The movements in the loss allowance for impairment of trade receivables are as follows:

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
At beginning of the period/year	於期/年初	(3,789)	(3,062)
Impairment losses reversed/ (recognised), net (note 5)	已撥回/(確認)減值虧損 淨額(附註5)	148	(1,001)
Amount written off as uncollectible	已不可收回撇銷之款項	-	18
Exchange realignment	匯兌調整	416	256
At end of the period/year	於期/年末	(3,225)	(3,789)

於報告期末按發票日期呈列及扣除虧損撥備的貿易應收款項的賬齡分析如下：

貿易應收款項之減值虧損撥備變動如下：

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

**13. PREPAYMENTS, OTHER RECEIVABLES AND
OTHER ASSETS**

13. 預付款項、其他應收款項及其他資產

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
Prepayments	預付款項	18,498	9,358
Deposits, other receivables and others	按金、其他應收款項及其他	42,069	41,407
Pre-production costs – current (note 10)	生產階段前成本 – 即期 (附註10)	31,801	31,036
Due from fellow subsidiaries (note 21(b)(i))	應收同系附屬公司款項 (附註21(b)(i))	210,845	152,884
Due from a holding company (note 21(b)(i))	應收一間控股公司款項 (附註21(b)(i))	32,056	28,175
		335,269	262,860
Impairment	減值	(1,260)	(919)
		334,009	261,941

The movements in the loss allowance for impairment of other receivables are as follows:

其他應收款項的減值虧損撥備變動如下：

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
At beginning of the period/year	於期/年初	(919)	(597)
Impairment losses recognised, net (note 5)	已確認減值虧損淨額 (附註5)	(341)	(322)
At end of the period/year	於期/年末	(1,260)	(919)

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

14. TRADE PAYABLES

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

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
Within 3 months	三個月內	330,226	333,239
3 months to 1 year	三個月至一年	1,403	2,662
Over 1 year	超過一年	83	69
		331,712	335,970

The trade payables are non-interest bearing and are normally settled on terms of 30 to 90 days.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

14. 貿易應付款項

於報告期末按發票日期呈列的貿易應付款項的賬齡分析如下：

	30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
Within 3 months	330,226	333,239
3 months to 1 year	1,403	2,662
Over 1 year	83	69
	331,712	335,970

貿易應付款項為免息並通常於三十至九十日的信貸期限內結清。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

15. OTHER PAYABLES AND ACCRUALS

15. 其他應付款項及應計費用

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Contract liabilities (note (a))	合約負債(附註(a))	31,751	32,511
Other creditors and accruals (note (b))	其他應付賬項及應計費用 (附註(b))	36,090	31,827
Other tax payables	其他應付稅項	7,100	16,774
Accrued salaries, wages and benefits	應付薪金、工資及福利	55,909	48,377
Due to fellow subsidiaries (note 21(b)(ii))	應付同系附屬公司款項 (附註21(b)(ii))	40,817	22,040
Due to a holding company (note 21(b)(ii))	應付一間控股公司款項 (附註21(b)(ii))	34,537	31,881
		206,204	183,410
Portion classified as current liabilities	分類為流動負債的部分	(179,292)	(154,055)
		26,912	29,355
Non-current portion	非流動部分	26,912	29,355

Notes:

- (a) Contract liabilities represent deferred engineering technical service revenue which will be recognised as revenue during the volume production of the corresponding products.
- (b) Other creditors and accruals are unsecured, non-interest bearing and repayable on demand.

附註：

- (a) 合約負債指於量產相應產品期間將確認為收益之遞延工程技術服務收益。
- (b) 其他應付賬項及應計費用為無抵押、免息及須按的要求償還。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

16. BANK BORROWINGS

16. 銀行貸款

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		HK\$'000	HK\$'000
		千港元	千港元
Bank loans, unsecured	銀行貸款·無抵押	60,149	65,215
Analysed into, repayable:	按以下還款期限分析：		
Within one year	一年內	60,149	65,215
Total bank borrowings	銀行貸款總額	60,149	65,215
Portion classified as current liabilities	分類為流動負債的部分	(60,149)	(65,215)
Non-current portion	非流動部分	-	-

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

16. BANK BORROWINGS (continued)

Notes:

- (a) The carrying amounts of the Group's bank borrowings are denominated in the following currencies:

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		HK\$'000	HK\$'000
		千港元	千港元
Euro ("EUR")	歐元	3,683	4,231
Polish Zloty ("PLN")	波蘭茲羅提	56,466	60,984
		60,149	65,215

- (b) The bank loans denominated in EUR as at 30 June 2022 bore interest at rate of 1 month EURIBOR plus 2.80% per annum (31 December 2021: 1 month EURIBOR plus 2.80% per annum).

The bank loan denominated in PLN as at 30 June 2022 bore interest at rate of 1 month WIBOR plus 2.60% per annum (31 December 2021: 1 month WIBOR plus 2.60% per annum).

16. 銀行貸款(續)

附註：

- (a) 本集團之銀行貸款之賬面值以下列貨幣列值：

- (b) 於二零二二年六月三十日，以歐元列值的銀行貸款按1個月歐洲銀行同業拆息加2.80%年利率(二零二一年十二月三十一日：1個月歐洲銀行同業拆息加2.80%年利率)計息。

於二零二二年六月三十日，以波蘭茲羅提列值的銀行貸款按1個月華沙銀行同業拆息加2.60%年利率(二零二一年十二月三十一日：1個月華沙銀行同業拆息加2.60%年利率)計息。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

17. DEFINED BENEFIT OBLIGATIONS

The Group has defined benefit pension plans, covering substantially all of its qualified employees in Poland, France and Germany. The amount of employee benefit obligations recognised in the statement of financial position represented the present value of the unfunded obligations.

The defined benefit obligations were determined based on actuarial valuations performed by Wills Towers Watson Consulting Company Limited, FACTUM S.C. and Sbp, independent actuaries located in Germany, Poland and France, respectively, using the projected unit credit method.

- (a) The provisions for defined benefit obligations recognised in the interim condensed consolidated statement of financial position are shown as follows:

17. 定額福利責任

本集團有定額福利退休金計劃，涵蓋絕大部分於波蘭、法國及德國的合資格僱員。於財務狀況表確認的僱員福利責任金額指未供款責任的現值。

定額福利責任乃根據分別位於德國、波蘭及法國的獨立精算師韋萊韜悅諮詢有限公司、FACTUM S.C.及Sbp採用預計單位信貸法進行的精算估值釐定。

- (a) 於中期簡明綜合財務狀況表確認的定額福利責任的撥備載列如下：

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) <i>HK\$'000</i> 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) <i>HK\$'000</i> 千港元
Present value of unfunded obligations	未供款責任的現值	71,721	101,353
Portion classified as current liabilities	分類為流動負債的部分	(3,133)	(3,267)
Non-current portion	非流動部分	68,588	98,086

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

17. DEFINED BENEFIT OBLIGATIONS (continued)

17. 定額福利責任(續)

(b) The movements of the defined benefit obligations are as follows:

(b) 定額福利責任的變動如下：

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
At beginning of the period/year	於期／年初	101,353	129,467
Current service costs	即期服務成本	938	5,201
Interest cost on benefit obligations	福利責任的利息成本	926	1,090
Benefits paid during the period/ year	於期／年內支付的福利	(1,894)	(2,429)
Remeasurement income recognised in other comprehensive income*	於其他全面收益確認的 重新計量收益*	(22,619)	(23,090)
Exchange realignment	匯兌調整	(6,983)	(8,886)
At end of the period/year	於期／年末	71,721	101,353

* Deferred tax assets of HK\$4,170,000 (31 December 2021: HK\$4,422,000) were reversed for the remeasurement income. The remeasurement income after deferred tax amounted to HK\$18,449,000 (31 December 2021: HK\$18,668,000), which was recognised in other comprehensive income.

* 已就重新計量收益撤銷遞延稅項資產4,170,000港元(二零二一年十二月三十一日：4,422,000港元)。扣除遞延稅項後的重新計量收益為18,449,000港元(二零二一年十二月三十一日：18,668,000港元)，已於其他全面收益內確認。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

17. DEFINED BENEFIT OBLIGATIONS (continued)

- (c) The net expenses recognised in the interim condensed consolidated statement of profit or loss are analysed as follows:

17. 定額福利責任(續)

- (c) 於中期簡明綜合損益表確認的淨開支分析如下：

		Six months ended 30 June	
		截至六月三十日止六個月	
		2022	2021
		二零二二年	二零二一年
		(unaudited)	(unaudited)
		(未經審核)	(未經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Current service costs	即期服務成本	938	2,424
Interest cost on benefit obligations	福利責任的利息成本	926	534
Net benefit expenses	淨福利開支	1,864	2,958

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

18. SHARE CAPITAL

18. 股本

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
Authorised:	法定：		
2,000,000,000 ordinary shares of HK\$0.10 each	2,000,000,000股每股 面值0.10港元的普通股	200,000	200,000
Issued and fully paid:	已發行及繳足：		
574,339,068 ordinary shares of HK\$0.10 each	574,339,068股每股面值 0.10港元的普通股	57,434	57,434

The Company did not issue any new ordinary share during the six months ended 30 June 2022.

於截至二零二二年六月三十日止六個月，本公司並無發行任何新普通股。

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

19. CONTINGENT LIABILITIES

At 30 June 2022, the Group did not have any significant contingent liabilities.

20. COMMITMENTS

The Group had the following capital commitments at the end of the reporting period:

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

19. 或然負債

於二零二二年六月三十日，本集團並無任何重大或然負債。

20. 承擔

於報告期末，本集團有以下資本承擔：

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		(unaudited)	(audited)
		(未經審核)	(經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Contracted, but not provided for:	已訂約但未撥備：		
Plant and machinery	廠房及機器	80,094	75,710

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

21. RELATED PARTY DISCLOSURES

(a) Transactions with related parties

In addition to the transactions detailed elsewhere in the interim condensed consolidated financial information, the Group had the following material transactions with related parties during the period:

21. 關聯方披露事項

(a) 與關聯方的交易

除中期簡明綜合財務資料其他章節詳述的交易外，本集團於期內與關聯方進行以下重大交易：

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (unaudited) (未經審核) HK\$'000 千港元
Sale of goods to:	貨品銷售予：		
Fellow subsidiaries	同系附屬公司	69,557	48,182
Holding companies	控股公司	1,796	712
		71,353	48,894
Technical services provided to:	技術服務提供予：		
Fellow subsidiaries	同系附屬公司	45,857	54,194
A holding company	一間控股公司	19,584	13,260
		65,441	67,454
Purchases of goods from:	貨品購買自：		
Fellow subsidiaries	同系附屬公司	103	154
A holding company	一間控股公司	554	2,576
		657	2,730
Management and technical services provided by:	管理及技術服務提供自：		
Fellow subsidiaries	同系附屬公司	38,795	49,117
A holding company	一間控股公司	7,978	7,627
		46,773	56,744
Royalty provided by a holding company	特許權提供自一間控股公司	1,894	1,296
Administrative service fee paid to a holding company	管理服務費支付予一間控股公司	-	600

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

21. RELATED PARTY DISCLOSURES (continued)

**(a) Transactions with related parties
(continued)**

In the opinion of the Directors, the above transactions arose from the ordinary course of the Group's business and were conducted in accordance with mutually agreed terms.

(b) Outstanding balances with related parties

21. 關聯方披露事項(續)

(a) 與關聯方的交易(續)

董事認為，上述交易乃於本集團日常業務過程中按相互協定的條款進行。

(b) 與關聯方的未付結餘

		30 June 2022 二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (audited) (經審核) HK\$'000 千港元
Amounts due from fellow subsidiaries	應收同系附屬公司 款項 (i)	210,845	152,884
Amount due from a holding company	應收一間控股公司 款項 (i)	32,056	28,175
Amounts due to fellow subsidiaries	應付同系附屬公司 款項 (ii)	40,817	22,040
Amount due to a holding company	應付一間控股公司 款項 (ii)	34,537	31,881
Long-term loan due to a holding company	應付一間控股公司之 長期貸款 (iii)	410	442

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

21. RELATED PARTY DISCLOSURES (continued)

**(b) Outstanding balances with related parties
(continued)**

Notes:

- (i) The amounts due from fellow subsidiaries and a holding company included in the Group's current assets are unsecured, interest-free and repayable within one year.
- (ii) The amounts due to fellow subsidiaries and a holding company included in the Group's current liabilities are unsecured, interest-free and repayable within one year.
- (iii) The long term loan due to a holding company included in the Group's non-current liabilities is unsecured and non-interest bearing.

**(c) Compensation of key management
personnel of the Group**

21. 關聯方披露事項(續)

(b) 與關聯方的未付結餘(續)

附註：

- (i) 計入本集團流動資產的應收同系附屬公司及一間控股公司款項乃無抵押、免息及須於一年內償還。
- (ii) 計入本集團流動負債的應付同系附屬公司及一間控股公司款項乃無抵押、免息及須於一年內償還。
- (iii) 計入本集團非流動負債的應付一間控股公司之長期貸款乃無抵押及免息。

(c) 本集團主要管理人員薪酬

		Six months ended 30 June	
		截至六月三十日止六個月	
		2022	2021
		二零二二年	二零二一年
		(unaudited)	(unaudited)
		(未經審核)	(未經審核)
		HK\$'000	HK\$'000
		千港元	千港元
Short-term employee benefits	短期僱員福利	2,874	3,603
Pension scheme contributions	退休金計劃供款	156	205
Total compensation paid to key management personnel	支付予主要管理人員薪酬總額	3,030	3,808

**NOTES TO THE INTERIM CONDENSED
CONSOLIDATED FINANCIAL INFORMATION
(continued)**

30 June 2022

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

22. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts and fair values of the Group's financial instruments are as follows:

22. 金融工具公平值

本集團金融工具的賬面值及公平值如下：

		Carrying amounts		Fair values	
		賬面值		公平值	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
		二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	二零二一年 十二月 三十一日 (audited) (經審核) HK\$'000 千港元	二零二二年 六月三十日 (unaudited) (未經審核) HK\$'000 千港元	二零二一年 十二月 三十一日 (audited) (經審核) HK\$'000 千港元
Financial assets	金融資產				
Trade receivables	貿易應收款項	343,646	328,218	343,646	328,218
Financial assets included in prepayments, other receivables and other assets	計入預付款項、其他應收款項及其他資產的金融資產	2,719	1,440	2,719	1,440
Due from fellow subsidiaries	應收同系附屬公司款項	210,845	152,884	210,845	152,884
Due from a holding company	應收一間控股公司款項	32,056	28,175	32,056	28,175
Cash and cash equivalents	現金及現金等值項目	150,502	184,565	150,502	184,565
		739,768	695,282	739,768	695,282
Financial liabilities	金融負債				
Lease liabilities	租賃負債	(298,134)	(335,395)	(298,134)	(335,395)
Trade payables	貿易應付款項	(331,712)	(335,970)	(331,712)	(335,970)
Financial liabilities included in other payables and accruals	計入其他應付款項及應計費用的金融負債	(36,090)	(31,827)	(36,090)	(31,827)
Due to fellow subsidiaries	應付同系附屬公司款項	(40,817)	(22,040)	(40,817)	(22,040)
Due to a holding company	應付一間控股公司款項	(34,537)	(31,881)	(34,537)	(31,881)
Bank borrowings	銀行貸款	(60,149)	(65,215)	(60,149)	(65,215)
Long-term loan from a holding company	來自一間控股公司的長期貸款	(410)	(442)	(410)	(442)
		(801,849)	(822,770)	(801,849)	(822,770)
		(62,081)	(127,488)	(62,081)	(127,488)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

22. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

The Group's corporate finance team is responsible for determining the policies and procedures for the fair value measurement of financial instruments. At each reporting date, the corporate finance team analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

Management has assessed that the fair values of the above short-term financial instruments approximate to their carrying amounts largely due to the short-term maturities of these instruments.

The fair values of the long-term financial instruments have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities, if the discounting effect is material. The Group's own non-performance risks as at 30 June 2022 and 31 December 2021 were assessed to be insignificant.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

22. 金融工具公平值(續)

本集團的企業融資團隊負責釐定金融工具公平值計量的政策及程序。於各報告日期，企業融資團隊分析金融工具的價值變動並釐定估值中適用的主要輸入數據。

金融資產及負債之公平值均按於自願各方間現時交易(強迫或清盤交易除外)中該工具可交換之金額計入。

估計公平值時所用的方法及假設載述如下：

管理層經評估認為上述短期金融工具之公平值主要因此等工具於短期內到期而與彼等之賬面值相若。

長期金融工具之公平值已利用現有具備相類似條款、信貸風險及剩餘限期的工具的利率折現預期未來現金流量計算(倘貼現之影響為重大)。本集團評估其自身於二零二二年六月三十日及二零二一年十二月三十一日的違約風險為輕微。

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (continued)

30 June 2022

23. EVENT AFTER THE REPORTING PERIOD

As at the approval date of the interim condensed consolidated financial information, the Group had no significant events after the reporting period which need to be disclosed.

24. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

The interim condensed consolidated financial information were approved and authorised for issue by the Directors on 30 August 2022.

中期簡明綜合財務資料附註(續)

二零二二年六月三十日

23. 報告期後事項

於中期簡明綜合財務資料之批准日期，本集團並無於報告期後須予披露之重大事件。

24. 批准中期簡明綜合財務資料

中期簡明綜合財務資料乃於二零二二年八月三十日獲董事批准及授權刊發。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層論述與分析

OPERATIONAL REVIEW

營運回顧

BeijingWest Industries International Limited (the “**Company**”) and its subsidiaries (collectively the “**Group**”) involves in manufacture, sales and trading of automotive parts and components and provision of technical services. The core products of the Group were suspension products.

京西重工國際有限公司(「**本公司**」)及其附屬公司(統稱「**本集團**」)從事製造、銷售及買賣汽車零部件及元件以及提供技術服務。本集團核心產品為懸架產品。

The Group’s automotive suspension products were mainly utilized on premium passenger vehicles, which were manufactured by our plants in Europe. There are three major plants in Poland, the United Kingdom (“**UK**”) and the Czech Republic, which manufacture and assemble suspension products for their customers.

本集團之汽車懸架產品主要應用於高檔乘用車，而該等乘用車由我們位於歐洲之廠房製造。本集團分別於波蘭、英國及捷克共和國設有三大廠房，為客戶製造及組裝懸架產品。

The Group develops and maintains strong relationships with its customers, who are mainly well-known European automobile manufacturers, therefore the Group well understood the technical requirements of our customers and has the expertise on the manufacturing process for premium passenger vehicles.

本集團與其客戶(主要為知名歐洲汽車製造商)建立及維持深厚關係，因此瞭解客戶的技術要求，且具備對高檔乘用車的製造過程的專業知識。

The Group purchases its raw materials and components mainly from the suppliers in Europe, which are selected based on certain factors, including the history of relationship with the Group, quality and price of the products, delivery time, and after-sales services. The Group maintains stable relationships with its major suppliers and does not rely on any single supplier for any type of raw materials and components.

本集團主要自根據若干因素選定的歐洲供應商採購原材料及配件，包括與本集團之過往關係、產品的質量及價格、交付時間及售後服務。本集團與主要供應商維持穩定關係，且就任何指定類型之原材料及元件而言並不依賴任何單一供應商。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Global Pandemic

In March 2020, the World Health Organization made an assessment and characterized the worldwide outbreak of novel coronavirus (COVID-19) as a pandemic (“**Pandemic**”) and reminded all countries to activate and scale up emergency response mechanisms. With the increasing number of confirmed cases of COVID-19 in the second quarter of 2020, various countries in Europe imposed containment and mitigation measures. The containment and mitigation measures included travel bans, quarantines, “stay-at-home” orders, and similar measures for people to significantly restrict daily activities and for business to reduce or cease normal operations. The measures led to disruption and temporary suspension of the operations of the Group’s plants in UK, Poland and the Czech Republic. Starting in June 2020, the Group implemented new safety measures at the plants and took a phased approach to resume the manufacturing operations, and the manufacturing operations of all the plants were resumed in June 2020. Since our operations have resumed up to now, each of the Group’s plants has been under normal operation.

To date it has been more than two years’ time since the occurrence of COVID-19 pandemic. Although the existing quarantine measures around the globe are not as stringent as those existed at the beginning of the pandemic, different levels of epidemic measures are still present in various countries, posing a certain level of inconvenience to various aspects such as production and consumption and thus affecting the overall economic performance. Future developments of the pandemic, such as, among other conditions, whether re-emergence of a new variant might increase infection rate and death rate and further exacerbate the pandemic worldwide, would remain an obstacle to the progress of global economic recovery.

管理層論述與分析(續)

全球新冠疫情

二零二零年三月，世界衛生組織進行了評估，並將新型冠狀病毒(COVID-19)的全球疫情定為大流行(「**新冠疫情**」)，並提醒所有國家起動和擴大應急機制。在二零二零年第二季度，隨著確診的病例數目增加，歐洲多國實施了遏制及緩和措施，包括旅行禁令、隔離、「留在家中」命令以及類似的措施要求人們大幅限制日常活動，並要求企業減少或停止日常運營。這些措施導致本集團在英國、波蘭和捷克共和國的廠房中斷及暫停營運。從二零二零年六月開始，本集團在廠房實施了新的安全措施，並分階段恢復生產營運，而所有廠房已於二零二零年六月恢復生產營運。自恢復營運至今，本集團各廠房一直營運正常。

自新冠疫情出現至今已歷經兩年多時間，雖然目前全球各地的隔離措施沒有如疫情初出現時的嚴厲，但各地仍存在不同程度的防疫措施，始終對生產及消費各方面帶來一定不便，影響整體經濟表現。未來的疫情變化，如會否再出現病毒變種增加傳播率、死亡率等情況令全球疫情再度升溫，將仍會左右未來全球的經濟復甦進程。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

FINANCIAL REVIEW

Revenue

For the period ended 30 June 2022, the Group recorded revenue of HK\$1,187.0 million from manufacture and sales of suspension products (period ended 30 June 2021: HK\$1,246.5 million). The decrease in revenue for the period ended 30 June 2022 is mainly due to a change in economic environment and a slowdown in production of European automobiles, leading to a decrease in orders received by the Group.

For the period ended 30 June 2022, the Group also recorded revenue of HK\$103.2 million in provision of technical services (period ended 30 June 2021: HK\$73.2 million).

Gross Profit and Gross Profit Margin

For the period ended 30 June 2022, the gross profit and gross profit margin were HK\$219.9 million and 17.0% respectively. While for the period ended 30 June 2021, the gross profit and gross profit margin were HK\$219.8 million and 16.7% respectively. The gross profit was substantially the same as that of the corresponding period of last year, while the gross profit margin recorded a slightly increase.

The plant in the Czech Republic was still at its commencement stage in face of the COVID-19 pandemic, rendering it unable to reach its efficiency as scheduled and now being at a loss position. Its performance will be able to improve in the future when the production volume ramps up and the utilization of raw materials and production efficiency improve due to economy of scale.

管理層論述與分析(續)

財務回顧

收益

截至二零二二年六月三十日止期間，本集團自製造及銷售懸架產品錄得收益1,187.0百萬港元(截至二零二一年六月三十日止期間：1,246.5百萬港元)。截至二零二二年六月三十日止期間之收益下跌主要由於經濟環境轉變，歐洲汽車生產放緩，導致本集團訂單減少。

截至二零二二年六月三十日止期間，本集團亦自提供技術服務錄得收益103.2百萬港元(截至二零二一年六月三十日止期間：73.2百萬港元)。

毛利及毛利率

截至二零二二年六月三十日止期間，毛利及毛利率分別為219.9百萬港元及17.0%，而截至二零二一年六月三十日止期間，毛利及毛利率分別為219.8百萬港元及16.7%。毛利大致與去年同期相若，但毛利率則略有上升。

在捷克共和國開設的廠房仍然屬於經營初期，卻剛巧碰上了新冠疫情，因此未能如期發揮效益，目前處於虧損狀態，未來隨著規模經濟帶動而達致產量擴張、原材料運用改善及生產效率提升後，將能改善表現。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Other Income and Gains

Other income and gains of the Group for the period ended 30 June 2022 increased by 25.2% to HK\$18.0 million (period ended 30 June 2021: HK\$14.4 million), which was mainly due to the increase in profit from sale of scrap materials, prototypes and samples as well as increase in exchange gain.

Selling and Distribution Expenses

Selling and distribution expenses of the Group for the period ended 30 June 2022 increased by 159.3% to HK\$15.3 million (period ended 30 June 2021: HK\$5.9 million), mainly due to a substantial reversal of warranty provision in the corresponding period of last year, which is absent in the current period. Moreover, delivery expenses also increased during the current period. Selling and distribution expenses mainly consisted of delivery expenses, salary and welfare for sales personnel and warranty expenses.

Administrative Expenses

Administrative expenses of the Group for the period ended 30 June 2022 slightly decreased by 0.6% to HK\$70.6 million (period ended 30 June 2021: HK\$71.1 million). The decrease was mainly because tighten cost control was in place to mitigate the unfavorable effects brought by the Pandemic. Administrative expenses mainly consisted of salaries for administrative staff and management service fee charged by related companies.

Research and Development Expenses

Research and development expenses of the Group for the period ended 30 June 2022 slightly increased by 0.6% to HK\$122.6 million (period ended 30 June 2021: HK\$121.9 million), remained at a similar level as that of the corresponding period of last year. Research and development expenses mainly consisted of salaries for technical staff and service fee charged by related companies.

管理層論述與分析(續)

其他收入及收益

截至二零二二年六月三十日止期間，本集團的其他收入及收益增加25.2%至18.0百萬港元(截至二零二一年六月三十日止期間：14.4百萬港元)，這主要是由於來自銷售廢料、原型及樣件的溢利及匯兌收益增加。

銷售及分銷費用

截至二零二二年六月三十日止期間，本集團的銷售及分銷費用增加159.3%至15.3百萬港元(截至二零二一年六月三十日止期間：5.9百萬港元)，主要由於去年同期有較大額的保修撥備撥回，而本期則沒有。另外，今期的運送開支也有所增加。銷售及分銷費用主要包括運送開支、銷售人員的薪金及福利以及保修開支。

行政開支

截至二零二二年六月三十日止期間，本集團的行政開支輕微減少0.6%至70.6百萬港元(截至二零二一年六月三十日止期間：71.1百萬港元)，主要由於本集團已制定嚴格的成本控制措施，以減低新冠疫情所帶來的負面影響。行政開支主要包括行政人員薪金及關聯公司收取的管理服務費用。

研發開支

截至二零二二年六月三十日止期間，本集團的研發開支輕微增加0.6%至122.6百萬港元(截至二零二一年六月三十日止期間：121.9百萬港元)，大致與去年同期的水平相若。研發開支主要包括技術人員薪金及關聯公司收取的服務費。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Finance Costs

Finance costs of the Group for the period ended 30 June 2022 decreased by 1.6% to HK\$8.0 million (period ended 30 June 2021: HK\$8.1 million), remained at a similar level as that of the corresponding period of last year. Finance costs mainly represented interest on bank loans and interest on lease liabilities.

Profit for the Period Attributable to Owners of the Company

In summary of the above, for the period ended 30 June 2022, the profit attributable to owners of the Company is HK\$11.6 million (period ended 30 June 2021: HK\$12.7 million).

Liquidity and Financial Resources

Our business requires a significant amount of working capital, which is primarily used to finance the purchase of raw materials, capital spending, research and development and other expenses. The working capital and other capital requirements were satisfied principally by cash generated from internal operations, and moderate level of bank loans as well.

The Group was operating in a net cash inflow position for the period ended 30 June 2022, in which net cash inflow from operating activities amounted to HK\$42.6 million (period ended 30 June 2021: net cash outflow HK\$30.4 million). As at 30 June 2022, the Group maintained cash and cash equivalents of HK\$150.5 million (as at 31 December 2021: HK\$184.6 million).

Indebtedness

As at 30 June 2022, the Group had bank borrowings of HK\$60.1 million, which were obtained by a subsidiary in Europe and were denominated in Euro (“EUR”) with an interest of 1-month EURIBOR plus 2.80% per annum and Polish Zloty (“PLN”) with an interest of 1-month WIBOR plus 2.60% per annum.

管理層論述與分析(續)

財務成本

截至二零二二年六月三十日止期間，本集團的財務成本下跌1.6%至8.0百萬港元(截至二零二一年六月三十日止期間：8.1百萬港元)，與去年同期的水平相若。財務成本主要指銀行貸款利息及租賃負債利息。

本公司擁有人應佔期內溢利

綜合以上所述，截至二零二二年六月三十日止期間，本公司擁有人應佔期內溢利為11.6百萬港元(截至二零二一年六月三十日止期間：12.7百萬港元)。

流動資金及財務資源

我們的業務需要龐大營運資金，主要用於撥付購買原材料、資本開支、研發及其他開支。我們主要以內部運營產生的現金連同適度的銀行貸款滿足營運資金及其他資本需求。

截至二零二二年六月三十日止期間，本集團的營運錄得淨現金流入，當中來自經營業務的淨現金流入為42.6百萬港元(截至二零二一年六月三十日止期間為淨現金流出：30.4百萬港元)。於二零二二年六月三十日，本集團維持現金及現金等值項目150.5百萬港元(於二零二一年十二月三十一日：184.6百萬港元)。

債務

於二零二二年六月三十日，本集團的銀行貸款為60.1百萬港元，為一間歐洲附屬公司所取得以歐元及波蘭茲羅提列值的銀行貸款，並分別按一個月歐洲銀行同業拆息加2.80%年利率及一個月華沙銀行同業拆息加2.60%年利率計息。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

As at 31 December 2021, the Group had bank borrowings of HK\$65.2 million, which were obtained by a subsidiary in Europe and were denominated in EUR with an interest of 1-month EURIBOR plus 2.8% per annum and PLN with an interest of 1-month WIBOR plus 2.6% per annum.

The Group's gearing ratio (measured as total bank borrowings over total assets) as at 30 June 2022 was 3.1% (as at 31 December 2021: 3.2%). The Company would keep monitoring the financial and liquidity position of the Group closely, and carry out appropriate financing strategy for the Group in accordance with the change of the financial market from time to time.

Pledge of Assets

As at 30 June 2022 and 31 December 2021, there were no assets of the Group being pledged.

Foreign Exchange Exposure

The Group's transactions are mainly denominated in EUR and the local currencies of our operations, which include PLN, Great British Pound Sterling and Czech Koruna. Some transactions would also be denominated in United States Dollar. The Group will closely monitor the foreign exchange market and take appropriate and effective measures from time to time to reduce any negative impact from exchange rate risk to the furthest extent.

Capital and Other Commitments

Save as disclosed in note 20 in the notes to the interim condensed consolidated financial information, the Group and the Company had no other commitments as at 30 June 2022 and 31 December 2021.

Contingent Liabilities

As at 30 June 2022, the Group and the Company did not have any significant contingent liabilities.

管理層論述與分析(續)

於二零二一年十二月三十一日，本集團的銀行貸款為65.2百萬港元，為一間歐洲附屬公司所取得以歐元及波蘭茲羅提列值的銀行貸款，並分別按一個月歐洲銀行同業拆息加2.8%年利率及一個月華沙銀行同業拆息加2.6%年利率計息。

於二零二二年六月三十日，本集團的資產負債比率(以銀行貸款總額除以資產總額計算)為3.1%(於二零二一年十二月三十一日：3.2%)。本公司將持續密切監察本集團的財務及流動資金狀況，並按金融市場的變化，不時為本集團制定出適當的財務策略。

資產抵押

於二零二二年六月三十日及二零二一年十二月三十一日，本集團並無抵押任何資產。

外匯風險

本集團的交易主要以歐元及經營業務的當地貨幣列值，當中包括波蘭茲羅提、英鎊及捷克克朗。部份交易亦會以美元列值。本集團將密切留意外匯市場並不時採取合理有效的措施，以盡可能地消除任何匯率風險造成的負面影響。

資本及其他承擔

除於中期簡明綜合財務資料附註20所披露者外，本集團及本公司於二零二二年六月三十日及二零二一年十二月三十一日並無其他承擔。

或然負債

於二零二二年六月三十日，本集團及本公司並無任何重大或然負債。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

OTHER INFORMATION

Environmental, Health and Safety

The Group is dedicated to protecting the health of people, natural resources and the global environment, and has adopted the hazardous material control programs and chemical material assessment procedures. The Group has obtained all necessary permits under applicable environmental protection laws for its production facilities.

The Group strictly complies with the laws and regulations that exert great influence on the Group such as various environmental protection laws relating to emissions to land, air and water and waste production from its production facilities. Various hazardous material control programs and chemical material assessment procedures have also been adopted to meet the applicable legal requirements.

The Group also emphasizes the health and safety of its employees and is committed to providing a safe and healthy working environment for the benefits of its staff. In order to reduce the contact with occupational hazard factors of employees, the Group provides training of occupational health and safety and prevention and control of occupational disease for all relevant employees. The Group also adopted human resources policies, which provide the health and safety initiatives such as: (i) identifying and communicating health and safety initiatives; (ii) monitoring trends in statistics for occupational injuries or illnesses; (iii) complying with health and safety regulations; and (iv) promoting incident reduction through investigation, assessments, corrective actions and proactive intervention. The Group has also complied with applicable social, health and work safety laws and regulations in all material aspects.

管理層論述與分析(續)

其他資料

環保、健康及安全

本集團致力保障人們的健康、天然資源及全球環境，並已採納有害物質控制計劃及化學物質評估程序。本集團已就其生產設施依據適用環境保護法取得一切必要許可證。

本集團嚴格遵守對其具有重大影響之法律及規例，例如與其生產設施向土地、空氣及水排放及產生廢物有關的各項環保法律。本集團亦已採納各種有害物質控制計劃及化學物質評估程序以符合適用法律規定。

本集團亦重視其僱員的健康及安全，致力就其員工利益提供安全及健康的工作環境。為減少員工接觸職業危害因素，本集團向所有相關員工提供職業健康及安全培訓，預防及控制職業病。本集團亦已採納人力資源政策，實施健康及安全措施，例如：(i)識別及宣傳健康及安全措施；(ii)監控職業傷害或疾病統計數字的趨勢；(iii)遵守健康及安全規例；及(iv)透過調查、評估、糾正措施及主動干預減少事故發生。本集團亦已在所有重大方面遵守適用之社會、健康及工作安全法律及規例。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

The Group also emphasizes continuous learning and hopes employees can grow together with the Group. Diversified training and development opportunities are provided for all employees to help them reach their full potential.

Prospects

The Group involved in the manufacture and sales of automotive parts and components and trading of automotive parts and components in Europe.

During the period under review, the outbreak of Russia-Ukraine war brought extreme tensions to the European geopolitics, hence we would operate under a challenging and volatile environment since the Group's plants in Poland, UK and the Czech Republic are located in Europe. In addition, consistently high level of inflation around the globe, sharp rise of commodity prices, energy shortage, surge of costs for industrial raw materials and labour added pressure to the room for increase in operational costs. To curb inflation, central banks in various countries also successively implemented tight fiscal policies such as rate hikes and reduction of balance sheets, bringing uncertainty to the future global economy.

The COVID-19 pandemic worldwide has lasted for more than two years. Although the highly stringent epidemic measures existed at the very beginning of the pandemic have rarely been implemented around the globe for the time being, the world remains vulnerable in face of the haze of the pandemic so far, where different levels of epidemic quarantine measures are still in place in various countries, hindering the economy to eventually recover to its pre-pandemic level.

管理層論述與分析(續)

本集團亦重視持續學習，期望員工能與本集團同步成長。同時，亦向全體員工提供多元化培訓及發展機會，幫助彼等全面發揮潛能。

前景

本集團於歐洲從事製造及銷售汽車零部件及元件，以及買賣汽車零部件及元件。

於回顧期間，俄烏戰事爆發，導致歐洲地緣政治極為緊張，本集團廠房所在地波蘭、英國以及捷克共和國位處歐洲境內，經營將面對複雜多變的環境。另外，全球通脹居高不下，物價飆升，能源短缺，工業原材料及勞工成本上漲，加重經營成本壓力。為壓抑通脹，各地央行亦紛紛實行加息及縮表等緊縮財政政策，使未來全球經濟添上一層不確定性。

全球新冠疫情已歷經兩年多時間，雖然全球各地已少有出現如疫情剛開始時之非常嚴厲防疫措施，可是至今仍未能完全擺脫疫情影響，各地仍有不同程度的防疫隔離措施，使經濟始終未能回復到疫情前之水平。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

The Group relies on passenger vehicle manufacturers as customers or potential customers of its products. Its financial performance largely depends on the continuing growth of the automotive industry in Europe. The overall market demand for cars may be affected by factors such as regional economic conditions, fuel price and end customers' expectations on future economic situation. These factors are beyond the Group's control, and may affect the annual production of automobiles by passenger vehicle manufacturers, which possibly in turn affect the sales and profitability of the Group's products. Affected by the pandemic and due to the shortage of chips, passenger vehicle production in Europe in 2021 decreased by 5.7% to only around 13,320,000 compared to 2020. Compared to the pre-pandemic level of 2019, it further decreased substantially by 28.2%, posing enormous challenges to the Group's business. The Group's results of operation in the future may significantly vary, largely depending on the future developments of the pandemic, the inflation situation as well as the impact arising from the dynamics of the Russia-Ukraine war.

The Group has accumulated extensive technical knowledge and developed a high degree of technical expertise with a consistent focus on research and development. We believe that our technical expertise, the long-term relationship with different vehicle manufacturers, as well as the well-understanding of the requirements of the vehicle manufacturers will enable us to capture more market opportunities and develop products that meet the technical requirements of the vehicle manufacturers. It would be a strong support for the Group's long-term development.

管理層論述與分析(續)

本集團依賴乘用車製造商成為其產品的客戶或潛在客戶，其財務表現在很大程度上依靠歐洲汽車行業的持續增長。整體汽車市場需求會受地區經濟環境、燃油價格及最終客戶對未來經濟狀況之預期等因素影響。該等因素並非本集團所能控制，或會影響乘用車製造商的汽車年產量，繼而影響本集團產品的銷售及盈利能力。受疫情影響及芯片短缺因素，二零二一年歐洲乘用車產量只有約13,320,000輛，較二零二零年下跌5.7%，較疫情前之二零一九年水平更大幅下跌28.2%，這對本集團的業務帶來很大挑戰。本集團未來經營情況很視乎將來疫情變化，通脹情況以至俄烏戰事發展導致的影響而可能出現有極大不同之表現。

本集團已累積豐富的技术知識，並且憑藉一貫對專注在技術專長上的研發有深厚造詣。我們相信，我們的技術專長、與不同汽車製造商的長久關係以及對汽車製造商的要求之深入認識，將使我們得以把握更多市場機遇，並開發可符合汽車製造商的技术要求之產品，從而為本集團的長期發展提供強大支援。

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

The Group believes that the continuing investment on research and development as well as engineering activities is vitally significant for the Group to maintain and improve its leadership position in the industry. It would contribute greatly to the improvement of the Group's competitiveness over other competitors. Meanwhile, it keeps evolving in the automotive industry to cater to the change of requirements from customers. To keep pace with our customers, the Group will endeavor to collaborate closely with the vehicle manufacturers and develop innovative solutions to better serve our customers.

The Group will aim to maintain a solid and healthy growth and development. Despite the continued pricing pressure from customers and the increase in commodity prices, the Group is capable of maintaining its gross profit margin at a reasonable level. The Group is confident that it will be able to maintain a sustainable business development in the long run. With a view to improve long-term profitability and shareholders' value, the Company will seriously evaluate and review the business of the Group, and optimize the business structure of the Group.

Employees and Remuneration Policy

As at 30 June 2022, the Group had approximately 2,110 employees. During the period ended 30 June 2022, the total employees' cost was HK\$232.0 million. Remuneration packages of the employees are determined by reference to the qualifications and experience of the employee concerned and are reviewed annually by the management with reference to market conditions and individual performance. The Group offers a comprehensive and competitive remuneration, retirement scheme and benefit package to its employees. Discretionary bonus is offered to the Group's staff depending on their performance. The Group has defined benefit pension plans covering substantially all of its qualified employees in Poland, France and Germany. The Group has also adopted a mandatory provident fund scheme as required under the Mandatory Provident Fund Schemes Ordinance (Cap. 485 of the Laws of Hong Kong) for its employees in Hong Kong.

管理層論述與分析(續)

本集團認為，持續投資於研發及工程活動對本集團維持及提高其於行業的領先地位而言至關重要，而與其他競爭對手相比，其將大幅提升本集團的競爭力。同時，為了滿足客戶的要求改變，汽車業將不斷演變。為了與我們的客戶步伐一致，本集團將致力與各汽車製造商緊密合作，並制定創新方案，為客戶提供更優質服務。

本集團將致力於維持實質而且健康的增長與發展。儘管來自客戶之定價壓力不曾間斷以及商品價格上漲，本集團仍能維持合理水平的毛利率。本集團深信能夠維持長遠的可持續業務發展。本公司將認真評估及檢討本集團之業務，優化本集團的業務架構，務求改善長遠盈利能力及提升股東價值。

僱員及酬金政策

於二零二二年六月三十日，本集團約有2,110名員工。截至二零二二年六月三十日止期間，員工總成本為232.0百萬港元。員工之薪酬待遇乃參照有關僱員的資歷及經驗而釐定，管理層會每年參考市況及僱員表現進行檢討。本集團向其僱員提供全面而具吸引力的薪酬、退休計劃及福利待遇，亦會按員工的工作表現而酌情發放花紅。本集團已附設定額福利退休金計劃，涵蓋絕大部份位於波蘭、法國及德國之合資格僱員。本集團亦根據香港法例第485章強制性公積金計劃條例為香港僱員採納強積金計劃。

CORPORATE GOVERNANCE AND OTHER INFORMATION

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

The Company has complied with the code provisions of the Corporate Governance Code as set out in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) (the “**Listing Rules**”) during the six months ended 30 June 2022.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as a code of conduct of the Company for Directors’ securities transactions. Having made specific enquiry of all Directors, the Directors have complied with the required standard set out in the Model Code and the Company’s code of conduct regarding Directors’ securities transactions throughout the six months ended 30 June 2022.

AUDIT COMMITTEE

The Company has engaged the Auditor to review the 2022 interim results of the Group. A meeting of the Audit Committee was held with the Auditor and the management of the Company on 23 August 2022 for, amongst other things, reviewing the interim results of the Group for the six months ended 30 June 2022.

企業管治及其他資料

遵守企業管治守則

本公司於截至二零二二年六月三十日止六個月期間已遵守香港聯合交易所有限公司（「**聯交所**」）證券上市規則（「**上市規則**」）附錄十四所載的企業管治守則的守則條文。

遵守董事進行證券交易的標準守則

本公司已就董事進行證券交易而採納上市發行人董事進行證券交易的標準守則（「**標準守則**」）作為其本身的行為守則。在向所有董事作出特定查詢後，所有董事於截至二零二二年六月三十日止六個月期間已遵守標準守則及本公司有關董事進行證券交易的行為守則所規定的標準。

審核委員會

本公司已委託核數師審閱本集團之二零二二年度中期業績。審核委員會已於二零二二年八月二十三日與本公司核數師及管理層舉行會議，以（其中包括）審閱本集團於截至二零二二年六月三十日止六個月之中期業績。

CORPORATE GOVERNANCE AND OTHER INFORMATION (continued)

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

The following is the change in the information of Directors since the date of the 2021 Annual Report of the Company, which is required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules:

Mr. Tam King Ching, Kenny resigned as an independent non-executive director of CCT Fortis Holdings Limited with effect from 8 June 2022.

INTERIM DIVIDEND

The board of directors (the "Board") did not declare an interim dividend for the six months ended 30 June 2022 (for the six months ended 30 June 2021: Nil).

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

As at 30 June 2022, none of the Directors or chief executives of the Company, or their respective associates had any personal, family, corporate and other interests or short positions in the 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")) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code of the Listing Rules.

No right to subscribe for equity or debt securities of the Company has been granted by the Company to, nor have any such rights been exercised by, any Directors or chief executives (including their spouses or children under 18 years of age) during the six months ended 30 June 2022.

企業管治及其他資料 (續)

根據上市規則第13.51B(1)條作出之董事資料披露

以下是自本公司二零二一年年報刊發日期起董事之資料出現變動，而該等變動須根據上市規則第13.51B(1)條予以披露：

譚競正先生辭任中建富通集團有限公司之獨立非執行董事，由二零二二年六月八日起生效。

中期股息

董事會不宣派截至二零二二年六月三十日止六個月之中期股息(截至二零二一年六月三十日止六個月：無)。

董事及最高行政人員於股份、相關股份及債權證之權益及淡倉

於二零二二年六月三十日，本公司之董事或最高行政人員，或彼等各自之聯繫人士概無於本公司或其任何相聯法團(按證券及期貨條例第XV部賦予之涵義)之股份、相關股份或債權證擁有須記入根據證券及期貨條例第352條須予設存之登記冊或根據上市規則之標準守則須通知本公司及聯交所之任何個人、家族、公司及其他權益或淡倉。

於截至二零二二年六月三十日止六個月內，本公司並無向任何董事或最高行政人員(包括彼等之配偶或十八歲以下之子女)授出可認購本公司股本或債務證券之權利，而有關人士亦無行使任何該等權利。

CORPORATE GOVERNANCE AND OTHER INFORMATION (continued)

企業管治及其他資料（續）

INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS DISCLOSEABLE UNDER THE SFO

根據證券及期貨條例須予披露之股東權益及淡倉

As at 30 June 2022, according to the register kept by the Company under Section 336 of the SFO, the following companies had interests in the shares and/or underlying shares of the Company which fell to be disclosed to the Company under Divisions 2 and 3 of Part XV of the SFO:

於二零二二年六月三十日，根據本公司按證券及期貨條例第336條設存之登記冊所載，下列公司於本公司股份及／或相關股份持有權益，而須根據證券及期貨條例第XV部第2及第3分部向本公司披露：

Long positions in the shares/underlying shares of the Company

於本公司股份／相關股份之好倉

Name of shareholder	Capacity in which interests were held	Number of shares/ underlying shares	Interests as to % of the issued share capital of the Company as at 30.06.2022	Note
股東名稱	持有權益之身份	股份／ 相關股份數目	權益佔本公司於二零二二年六月三十日已發行股本之百分比	附註
BWI Company Limited (“ BWI HK ”) 京西重工(香港)有限公司(「京西重工(香港)」)	Beneficial owner 實益擁有人	301,842,572	52.55%	1
BeijingWest Industries Co., Ltd.* (“ BWI ”) 北京京西重工有限公司(「京西重工」)	Interests of controlled corporation 受控法團之權益	301,842,572	52.55%	1
Beijing Fangshan State-owned Assets Management Co. Ltd.* (“ Beijing Fangshan ”) 北京房山國有資產經營有限責任公司(「北京房山」)	Interests of controlled corporation 受控法團之權益	301,842,572	52.55%	1
Shougang Group Co., Ltd.* (“ Shougang Group ”) 首鋼集團有限公司(「首鋼集團」)	Interests of controlled corporation 受控法團之權益	301,842,572	52.55%	1

* For identification purpose only

CORPORATE GOVERNANCE AND OTHER INFORMATION (continued)

INTERESTS AND SHORT POSITIONS OF SHAREHOLDERS DISCLOSEABLE UNDER THE SFO (continued)

Long positions in the shares/underlying shares of the Company (continued)

Note:

1. BWI HK was a wholly owned subsidiary of BWI. BWI was held as to 55.45% by Shougang Group and as to 44.55% by Beijing Fangshan. Accordingly, the interests held by BWI HK, BWI, Shougang Group and Beijing Fangshan were the same block of shares of the Company.

Save as disclosed above, as at 30 June 2022, the Company has not been notified of any other person (other than the Directors and chief executives of the Company) who had an interest or short position in the shares and/or underlying shares of the Company which fell to be disclosed to the Company under Divisions 2 and 3 of Part XV of the SFO.

SHARE OPTIONS

On 6 June 2014, the shareholders of the Company adopted a new share option scheme (the “**Share Options Scheme**”), which would be valid for a period of ten years and became effective on 18 June 2014 upon the Listing Committee of the Stock Exchange granting its approval to the listing of, and permission to deal in, the shares of the Company which may fall to be issued upon exercise of the options to be granted under the Share Options Scheme.

No share option has been granted under the Share Options Scheme since its adoption. Accordingly, as at 30 June 2022, there was no share option outstanding under the Share Options Scheme.

企業管治及其他資料（續）

根據證券及期貨條例須予披露之股東權益及淡倉（續）

於本公司股份／相關股份之好倉（續）

附註：

1. 京西重工(香港)為京西重工之全資附屬公司。首鋼集團持有京西重工55.45%權益，而北京房山則持有京西重工44.55%權益。因此，京西重工(香港)、京西重工、首鋼集團及北京房山持有的權益乃屬同一批本公司股份。

除上文所披露者外，於二零二二年六月三十日，本公司並無接獲任何其他人士(本公司董事及最高行政人員除外)通知，表示其於本公司股份及／或相關股份中持有權益或淡倉，而須根據證券及期貨條例第XV部第2及第3分部向本公司披露。

購股權

於二零一四年六月六日，本公司股東採納一個新購股權計劃(「**該購股權計劃**」)，有效期為十年，並自二零一四年六月十八日(即於聯交所上市委員會授出批准因行使根據該購股權計劃授出之購股權而可能發行之本公司股份上市及買賣當日)起生效。

自採納該計劃起，概無根據該購股權計劃授出購股權。因此，於二零二二年六月三十日，概無根據該購股權計劃授出之尚未行使購股權。

CORPORATE GOVERNANCE AND OTHER INFORMATION (continued)

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

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (whether on the Stock Exchange or otherwise) during the period under review.

APPRECIATION

On behalf of the Board, I would like to extend our sincere thanks to our customers, suppliers and shareholders for their continuous support to the Group. I would also extend my gratitude and appreciation to all management and staff for their hard work and dedication throughout the period.

By Order of the Board
Zhao Jiuliang
Chairman

30 August 2022

企業管治及其他資料（續）

購買、出售或贖回本公司之上市證券

於回顧期內，本公司或其任何附屬公司概無在聯交所或任何其他證券交易所購買、出售或贖回本公司之任何上市證券。

致謝

本人謹代表董事會對各客戶、供應商及股東一向以來給予本集團支持致以衷心謝意；同時，本人對本集團所有管理層及員工在期內之努力不懈及齊心協力深表感謝及讚賞。

承董事會命
主席
趙久梁

二零二二年八月三十日