



**Vico International Holdings Limited**

**域高國際控股有限公司**

(Incorporated in the Cayman Islands with limited liability)

Stock code : 1621



**INTERIM REPORT**  
**2022**



## CONTENTS

CORPORATE INFORMATION	2
MANAGEMENT DISCUSSION AND ANALYSIS	4
OTHER INFORMATION	11
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	19
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	20
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	21
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	22
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS	24

# CORPORATE INFORMATION

## BOARD OF DIRECTORS

### Executive Directors

Mr. HUI Pui Sing (*Chairman*)  
Ms. TONG Man Wah  
Mr. HUI Yip Ho Eric  
(*Chief Executive Officer*)  
Ms. HUI Wing Man Rebecca  
Mr. KONG Man Ho

### Non-executive Director

Mr. WONG Chun Man

### Independent Non-Executive Directors

Mr. LEUNG Ho Chi  
Mr. CHAN Ching Sum  
Mr. TSE Yung Hoi

## AUDIT COMMITTEE

Mr. LEUNG Ho Chi (*Chairman*)  
Mr. CHAN Ching Sum  
Mr. TSE Yung Hoi

## REMUNERATION COMMITTEE

Mr. LEUNG Ho Chi (*Chairman*)  
Mr. HUI Yip Ho Eric  
Mr. TSE Yung Hoi

## NOMINATION COMMITTEE

Mr. HUI Pui Sing (*Chairman*)  
Mr. LEUNG Ho Chi  
Mr. CHAN Ching Sum

## AUTHORISED REPRESENTATIVES

Mr. HUI Yip Ho Eric  
Mr. KONG Man Ho

## COMPANY SECRETARY

Ms. CHAN Sze Ting (*ACG, HKACG*)

## REGISTERED OFFICE

Third Floor, Century Yard  
Cricket Square  
P.O. Box 902  
Grand Cayman KY1-1103  
Cayman Islands

## HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit D, 11/F, Billion Plaza II  
No. 10 Cheung Yue Street  
Cheung Sha Wan  
Hong Kong

## CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Services (Cayman Islands) Limited  
Third Floor, Century Yard  
Cricket Square  
P.O. Box 902  
Grand Cayman KY1-1103  
Cayman Islands

**HONG KONG BRANCH SHARE  
REGISTRAR AND TRANSFER  
OFFICE**

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

**AUDITORS**

SHINEWING (HK) CPA Limited  
*Certified Public Accountants*

**PRINCIPAL BANKERS**

Bank of China (Hong Kong) Limited  
Chong Hing Bank Limited

**STOCK CODE**

1621

**COMPANY WEBSITE**

[www.vicointernational.hk](http://www.vicointernational.hk)

# MANAGEMENT DISCUSSION AND ANALYSIS

The board (the “**Board**”) of directors (the “**Directors**”) of Vico International Holdings Limited (the “**Company**”) hereby presents the interim report of the Company and its subsidiaries (collectively referred to as the “**Group**” or “**we**”) for the six months ended 30 September 2022 (the “**Current Period**”).

## BUSINESS REVIEW

The Group is principally engaged in the distribution of third-party branded petrochemicals, the sales of the self-branded lubricant oil and provides fleet card services in Hong Kong. The petrochemical products of the Group include (i) diesel; (ii) lubricant oil (including self-branded lubricant oil and third-party branded lubricant oil); and (iii) other petrochemicals such as bitumen.

The Group sourced semi-finished lubricant oil in bulk volume and finished lubricant oil from overseas suppliers for the in-house blending and repackaging into wholesale and retail packs for sales in Hong Kong.

The Group is also an authorized reseller of fleet cards. As at 30 September 2022, the Group operated a total number of 50,347 fleet card accounts (2021: 50,582 fleet card accounts).

Leveraging on the Group’s experience and competitive strengths, for the Current Period, the Group’s revenue, gross profit and net profit was approximately HK\$504.6 million, HK\$23.8 million and HK\$8.6 million, respectively, representing a decrease of 18.9%, a decrease of 13.5% and a decrease of 15.8%, respectively as compared with the six months ended 30 September 2021 (the “**Corresponding Period**”). The decrease in profit for the Current Period was mainly attributable to the continue adverse impact brought by the outbreak of the COVID-19 pandemic.

### BUSINESS PROSPECTS

Despite the fact that the hikes of inflation and fuel prices pose a big challenge to the Group's profitability in the near future, the infrastructure and residential development projects in the Northern Metropolis highlighted in The HKSAR Chief Executive's 2022 Policy Address will stimulate the domestic demand of petrochemical products. In view of the continuous increase in domestic demand for construction services, we believe that the petrochemicals industry in Hong Kong will prosper in the medium and long-term.

To create value for our shareholders, the Group will continue to explore and seize opportunities for market development. With its financial strength, storage capability, and enhanced operation scale, the Group will continue to place more emphasis on the in-house developed products in order to be more independent from the branded company and the Group believes it will be able to enjoy the benefit in the foreseeable future.

### FINANCIAL REVIEW

#### Revenue

During the Current Period, the Group's revenue amounted to approximately HK\$504.6 million, which decreased by 18.9% as compared to that of approximately HK\$622.2 million during the Corresponding Period. The decrease in revenue was due to the limited demand in diesel and lubricant oil as a result from the continued disruptions to cross-boundary land cargo flows in Hong Kong.

#### Sales of diesel

Our revenue from sales of diesel represents the sales of our diesel products, which mainly include automotive diesel and industrial diesel. For the Current Period and the Corresponding Period, our revenue generated from the sales of diesel amounted to approximately HK\$461.3 million and HK\$578.2 million respectively, representing 91.4% and 92.9% of the total revenue respectively.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Sales of lubricant oil

Our revenue from sales of lubricant oil mainly include (i) the sales of our self-branded lubricant oil, namely “AMERICO”, “Dr. Lubricant” and “U-LUBRICANT”; and (ii) the sales of third-party branded lubricant oil.

For the Current Period and the Corresponding Period, our revenue from the sales of lubricant oil amounted to approximately HK\$22.6 million and HK\$25.2 million respectively, representing 4.5% and 4.0% of the total revenue respectively.

### Provision of fleet cards service

Our income from our provision of fleet cards service increased by approximately HK\$1.8 million or 11.5% from approximately HK\$15.5 million for the Corresponding Period to approximately HK\$17.3 million for the Current Period.

The increase was mainly a result of the carried-out marketing campaigns which effectively stimulated the consumption of customers.

### Sales of other products

Our revenue from sales of other products mainly represents the sales of bitumen and kerosene. For the Current Period and the Corresponding Period, our revenue from the sales of other products amounted to approximately HK\$3.4 million and HK\$3.3 million respectively, representing 0.7% and 0.5% of the total revenue respectively.

### Cost of sales

Our cost of sales primarily consists of diesel costs, lubricant oil costs, other petrochemicals costs and sales commissions. Our purchase cost for diesel and third-party lubricant oil depends on the domestic purchase price offered by our oil suppliers, with reference to the price index such as Europe Brent spot crude price.

For the Current Period and the Corresponding Period, our cost of sales amounted to approximately HK\$480.8 million and HK\$594.7 million respectively, decreased by 19.2%. The trend of movement of our cost of sales for the Current Period was generally in line with the revenue.

### Gross profit and gross profit margin

The gross profit represented the Group's revenue less cost of sales. The Group recorded a decrease in gross profit by approximately HK\$3.7 million or approximately 13.5% from approximately HK\$27.5 million for the Corresponding Period to approximately HK\$23.8 million for the Current Period.

### Selling and distribution expenses

Our selling and distribution expenses mainly consist of truck drivers' costs. Selling and distribution expenses decreased by HK\$1.0 million or 44.6% to HK\$1.3 million for the Current Period from HK\$2.3 million for the Corresponding Period.

### Administrative and other operating expenses

Administrative and other operating expenses decreased by approximately HK\$0.3 million or 1.9%, from approximately HK\$13.8 million for the Corresponding Period to approximately HK\$13.5 million for the Current Period.

### Finance costs

Our finance costs mainly consist of the interest on our interest-bearing bank borrowings and lease liabilities. Finance costs increased by approximately HK\$0.3 million or 70.3% to HK\$0.8 million for the Current Period from HK\$0.5 million for the Corresponding Period, primarily due to the increase in interest rate of bank borrowing during current period.

### Income tax expenses

Income tax expenses increased by approximately HK\$0.3 million or 20.0%, from approximately HK\$1.4 million for the Corresponding Period to approximately HK\$1.6 million for the Current Period, primarily due to the profitable companies resulted in higher profit comparing with the Corresponding Period.



## MANAGEMENT DISCUSSION AND ANALYSIS

### Profit for the Current Period

Profit for the Current Period decreased by approximately HK\$1.6 million or 15.8% from approximately HK\$10.2 million for the Corresponding Period to approximately HK\$8.6 million for the Current Period, and the Group's net profit margin was approximately 1.7% and 1.6% for the Current Period and the Corresponding Period respectively.

### EMPLOYEES AND REMUNERATION POLICIES

As at 30 September 2022, the Group employed a total of 33 full-time employees (as at 31 March 2022: 34 full-time employees). The Group remunerates its employees based on their performance, experience and prevailing industry practice. The remuneration packages are subject to review on a regular basis.

### PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES

During the Current Period, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities.

### INTERIM DIVIDEND

The Board does not recommend the payment of interim dividend for the six months ended 30 September 2022 (for the six months ended 30 September 2021: HK\$0.01 per ordinary share).

### MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES AND ASSOCIATED COMPANIES

The Group had no material acquisitions or disposals of subsidiaries, associates and joint ventures during the Current Period.

### LIQUIDITY AND CAPITAL RESOURCES

#### Financial resources and liquidity

The Group finances its operations primarily through cash generated from operating activities and interest-bearing bank borrowings. The Group recorded net current assets of approximately HK\$59.4 million as at 30 September 2022, compared to approximately HK\$47.5 million as at 31 March 2022.

As at 30 September 2022, the Group's current assets amounted to approximately HK\$117.5 million (as at 31 March 2022: HK\$117.1 million) of which approximately HK\$36.7 million (as at 31 March 2022: HK\$53.6 million) was bank balances and cash, approximately HK\$67.7 million (as at 31 March 2022: HK\$53.5 million) was trade and other receivables. The Group's current liabilities amounted to approximately HK\$58.1 million (as at 31 March 2022: HK\$69.6 million), including trade and other payables in the amount of approximately HK\$8.5 million (as at 31 March 2022: HK\$7.6 million), bank borrowings in the amount of approximately HK\$46.4 million (as at 31 March 2022: HK\$58.9 million) and income tax payable in the amount of approximately HK\$1.4 million (as at 31 March 2022: HK\$1.1 million). The current ratio (which was calculated by dividing current assets by current liabilities) was 2.0 as at 30 September 2022 (as at 31 March 2022: 1.7).

The gearing ratio (which was calculated based on the total debt (including bank borrowings and lease liabilities) divided by total equity multiplied by 100%) was 24.6% as at 30 September 2022 (as at 31 March 2022: 32.6%).

#### Capital structure

For the Current Period, the capital structure of the Group consisted of equity attributable to owners of the Company of approximately HK\$202.9 million. There has been no change in the capital structure of the Group during the Current Period.

### CAPITAL COMMITMENTS

As at 30 September 2022, the Group had no material off-balance sheet capital commitments.

## MANAGEMENT DISCUSSION AND ANALYSIS

### PLEDGE OF ASSETS

As at 30 September 2022, the Group pledged its leasehold land and building of HK\$60,745,000 and investment property of HK\$30,232,000 respectively (as at 31 March 2022: HK\$61,956,000 and HK\$30,843,000 respectively) to secure its bank borrowings.

As at 30 September 2022, the net book value of the leased motor vehicle under a hire purchases agreement of HK\$232,000 (as at 31 March 2022: HK\$348,000) is secured by the lessor's title.

### FOREIGN CURRENCY RISK

The Group is not exposed to foreign currency risk in respect of HKD against USD as long as these currencies are pegged. The transactions and monetary assets denominated in USD are minimal, the Group considers there is no significant foreign exchange risk in respect of USD.

As at 30 September 2022, the Group had not entered into any arrangements to hedge its foreign currency risk. The Group's operating cash flow is not exposed to foreign exchange fluctuation risks.

### MATERIAL CHANGES SINCE 31 MARCH 2022

Save for those disclosed in this announcement, there were no other material changes in the Group's financial position since the publication of the 2021/22 annual report of the Company.

## OTHER INFORMATION

### CORPORATE GOVERNANCE

The Company has applied the principles and complied with the relevant code provisions as set out in the Corporate Governance Code (the “**CG Code**”) contained in Part 2 of Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”).

The Board is of the view that during the Current Period, the Company has complied with all the code provisions as set out in the CG Code.

### MODEL CODE FOR DIRECTORS’ SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) set out in Appendix 10 to the Listing Rules (the “**Securities Dealing Code**”).

The Company has made specific enquiry of all the Directors and all the Directors have confirmed that they complied with the required standard set out in the Securities Dealing Code during the Current Period and up to the date of this report.

### DIRECTORS’ AND CHIEF EXECUTIVE’S INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 September 2022, the interests and short positions of the Directors and chief executive of the Company in the shares of the Company (the “**Shares**”), underlying Shares and debentures of the Company or 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 by the Company pursuant to section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code, were as follows:

## OTHER INFORMATION

### Long positions in the shares and underlying shares of the Company

Name of Director	Nature of interest	Number of Shares <sup>(1)</sup>	Approximate shareholding percentage in the issued share capital of the Company
Mr. Hui Pui Sing ("Mr. Hui")	Interest in a controlled corporation <sup>(2)</sup> and interest of spouse <sup>(3)</sup>	730,000,000 (L)	73%
Ms. Tong Man Wah ("Ms. Tong")	Interest in a controlled corporation <sup>(2)</sup> and interest of spouse <sup>(3)</sup>	730,000,000 (L)	73%
Mr. Hui Yip Ho Eric ("Mr. Eric Hui")	Interest in a controlled corporation <sup>(2)</sup>	730,000,000 (L)	73%

#### Notes:

1. The letter (L) denotes the person's long position in such Shares.
2. Max Fortune Holdings Limited ("Max Fortune") was owned by Mr. Hui, Ms. Tong and Mr. Eric Hui as to 35%, 35% and 30%, respectively. Under the SFO, each of Mr. Hui, Ms. Tong and Mr. Eric Hui was deemed to be interested in all of the 730,000,000 Shares held by Max Fortune.
3. Mr. Hui is the spouse of Ms. Tong. Ms. Tong and Mr. Hui were deemed under the SFO to be interested in the Shares held, directly or indirectly, by Mr. Hui and Ms. Tong, respectively.

**Long positions in the shares of the associated corporation (as defined in the SFO)**

<b>Name of Director</b>	<b>Name of associated corporation</b>	<b>Nature of interest</b>	<b>Number of shares</b>	<b>Class of shares</b>	<b>Approximate shareholding percentage of the associated corporation's issued share capital</b>
Mr. Hui <sup>(1)</sup>	Max Fortune <sup>(2)</sup>	Beneficial interest and interest of spouse <sup>(1)</sup>	700	Ordinary shares	35%
Ms. Tong <sup>(1)</sup>	Max Fortune <sup>(2)</sup>	Beneficial interest and interest of spouse <sup>(1)</sup>	700	Ordinary shares	35%
Mr. Eric Hui	Max Fortune <sup>(2)</sup>	Beneficial interest	600	Ordinary shares	30%

*Notes:*

1. Mr. Hui is the spouse of Ms. Tong. Ms. Tong and Mr. Hui were deemed under the SFO to be interested in the shares of Max Fortune held, directly or indirectly, by Mr. Hui and Ms. Tong, respectively.
2. Max Fortune was interested in 730,000,000 Shares, representing 73% of the issued share capital of the Company. Max Fortune was therefore a holding company and an associated corporation of the Company for the purpose of the SFO.

Save for each of Mr. Hui and Mr. Eric Hui being a director of Max Fortune, as at 30 September 2022, none of the other Directors were directors or employees of a company which had an interest or short position in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO.

## OTHER INFORMATION

Save as disclosed above, none of the Directors or the chief executive of the Company had an interest and/or short position (as applicable) in the shares, underlying shares or debentures of the Company or any interests and/or short positions (as applicable) in the shares, underlying shares or debentures of the Company's associated corporations (within the meaning of Part XV of the SFO) which (i) will have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they are taken or deemed to have under such provisions of the SFO), (ii) will be required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein or (iii) will be required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange.

## SUBSTANTIAL SHAREHOLDER'S INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 September 2022, the following persons (other than the Directors and chief executives of the Company whose interests are disclosed above) and corporations had or were deemed or taken to have an interest and/or a short position in the Shares or the underlying Shares which would fall to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO:

<b>Name of shareholder</b>	<b>Nature of interest</b>	<b>Number of Shares<sup>(1)</sup></b>	<b>Approximate shareholding percentage in the Company's issued share capital</b>
Max Fortune <sup>(2)</sup>	Beneficial owner	730,000,000 (L)	73%

Notes:

- (1) The Letter (L) denotes the person's long position in the Shares.
- (2) Max Fortune was owned by Mr. Hui, Ms. Tong and Mr. Eric Hui as to 35%, 35% and 30%, respectively.

Save as disclosed above and those disclosed under the section headed “Directors’ and Chief Executive’s Interests and Short Positions in the Shares and Underlying Shares of the Company”, the Directors are not aware of any other person or corporation who has any interest or short position in the Shares and underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO.

### **AUDIT COMMITTEE**

The Audit Committee comprises three members, all of whom are independent non-executive Directors, namely Mr. Leung Ho Chi, Mr. Chan Ching Sum and Mr. Tse Yung Hoi. Mr. Leung Ho Chi is the chairman of the Audit Committee. The Audit Committee has written terms of reference in compliance with the Listing Rules and the CG Code.

The Audit Committee has in conjunction with the management reviewed the accounting principles and practices adopted by the Group and discussed risk management, internal controls and financial reporting matters of the Group. The Audit Committee has no disagreement with the accounting treatment adopted by the Company. The consolidated interim results of the Group for the Current Period have been reviewed by the Audit Committee.

### **CHANGE OF DIRECTOR’S INFORMATION SINCE THE DATE OF LAST ANNUAL REPORT**

After making specific enquiries by the Company and confirmed by the Directors, no other changes in the information of any Directors after the date of the Annual Report 2021/2022 that are required to be disclosed pursuant to paragraphs (a) to (e) and paragraph (g) of Rule 13.51(2) of the Listing Rules have to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.



## OTHER INFORMATION

### SHARE OPTION SCHEME

The share option scheme (the “**Share Option Scheme**”) was conditionally adopted by the written resolutions of the shareholders of the Company on 16 January 2018.

The following is a summary of the terms of the Share Option Scheme:

#### 1. Purpose

The purpose of the Share Option Scheme is to reward Eligible Participants (as defined in paragraph (2) below) who have contributed to the Group and to encourage Eligible Participants to work towards enhancing the value of the Company and the Shares for the benefit of the Company and the shareholders as a whole.

#### 2. Participants

The Board may, at its absolute discretion, offer to grant an option to the following persons (collectively the “**Eligible Participants**”) to subscribe for such number of Shares as the Board may determine at an exercise price determined in accordance with paragraph (7) below:

- (A) any full-time or part-time employees, executives or officers of the Company or any of its subsidiaries;
- (B) any directors (including independent non-executive directors) of the Company or any of its subsidiaries; and
- (C) any advisers, consultants, agents, suppliers, customers, distributors and such other persons who, in the sole opinion of the Board, will contribute or have contributed to our Company and/or any of its subsidiaries.

### **3. Maximum number of Shares**

The maximum number of Shares which may be allotted and issued upon the exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option schemes of the Company must not, in aggregate, exceed 30% of the total number of Shares in issue from time to time.

The maximum number of Shares in respect of which options may be granted under the Share Option Scheme and any other share option schemes of the Company must not, in aggregate, exceed 10% of the total number of Shares in issue as at the date of listing of the Shares. The maximum number of Shares that may be granted under the Share Option Scheme was 100 million Shares, representing 10% of the total number of issued Shares as at the listing date, i.e. 5 March 2018. Any further grant of share options in excess of this limit is subject to shareholders' approval in a general meeting. As at the date of this interim report, no share options have been granted since adoption of the Share Option Scheme and there were no outstanding share options.

### **4. Maximum entitlement of each Eligible Participant**

The total number of Shares issued and which may fall to be issued upon exercise of the options granted under the Share Option Scheme and any other share option schemes of our Company (including both exercised, cancelled and outstanding options) to each Eligible Participant in any 12-month period up to and including the date of grant must not exceed 1% of the total number of Shares in issue as at the date of grant. Any further grant of options in excess of this 1% limit must be separately approved by the shareholders in general meeting of the Company with such Eligible Participant and his/her associates (or his/her associates if the Eligible Participant is a core connected person) abstaining from voting.

## OTHER INFORMATION

### 5. **Period within which the Shares must be taken up under an option**

An option must be exercised within 10 years from the date on which it is granted or such shorter period as the Board may specify at the time of grant.

### 6. **Minimum period, if any, for which an option must be held**

No minimum period for which the option has to be held before it can be exercised is specified in the Share Option Scheme.

### 7. **Basis of determining the exercise price of an option**

The exercise price shall be such price as the Board in its absolute discretion shall determine, save that such price must be at least the highest of (i) the closing price of the Shares as stated in the Stock Exchange's daily quotation sheet on the date of grant; (ii) the average closing prices of the Shares as stated in the Stock Exchange's daily quotation sheets for the five trading days immediately preceding the date of grant; and (iii) the nominal value of a Share.

### 8. **Validity of the Share Option Scheme**

The Share Option Scheme has a life of 10 years and will expire on 5 March 2028 unless otherwise terminated in accordance with the terms of the Share Option Scheme. As at the date of this interim report, the Share Option Scheme had a remaining life of approximately 6 years.

# CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2022

	NOTES	Six months ended 30 September	
		2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Revenue	3	504,565	622,171
Cost of sales		(480,796)	(594,697)
Gross profit		23,769	27,474
Other income	5	2,086	694
Selling and distribution expenses		(1,285)	(2,321)
Administrative and operating expenses		(13,506)	(13,772)
Finance costs	6	(807)	(474)
<b>Profit before taxation</b>		<b>10,257</b>	11,601
Income tax expense	7	(1,641)	(1,368)
<b>Profit and total comprehensive income for the period</b>	8	<b>8,616</b>	10,233
<b>Earnings per share</b>	10		
Basic and diluted (HK cents)		0.86	1.02

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2022

	NOTES	30 September 2022 HK\$'000 (Unaudited)	31 March 2022 HK\$'000 (Audited)
<b>Non-current assets</b>			
Property, plant and equipment	11	74,566	76,337
Investment properties	12	68,427	69,801
Deposit paid for acquisition of non-current assets		–	200
Right-of-use assets	13	3,684	4,542
		<b>146,677</b>	150,880
<b>Current assets</b>			
Inventories		12,031	7,864
Trade and other receivables	14	67,684	53,467
Amount due from ultimate holding company		39	39
Income tax recoverable		–	1,083
Time deposits		1,026	1,026
Bank balances		36,723	53,600
		<b>117,503</b>	117,079
<b>Current liabilities</b>			
Trade and other payables	15	8,533	7,640
Lease liabilities	13	1,832	1,934
Bank borrowings	16	46,352	58,909
Income tax payable		1,388	1,085
		<b>58,105</b>	69,568
<b>Net current assets</b>		<b>59,398</b>	47,511
<b>Total assets less current liabilities</b>		<b>206,075</b>	198,391
<b>Non-current liabilities</b>			
Lease liabilities	13	1,652	2,527
Deferred tax liabilities		1,513	1,570
		<b>3,165</b>	4,097
<b>Net assets</b>		<b>202,910</b>	194,294
<b>Capital and reserves</b>			
Share capital	17	10,000	10,000
Reserves		192,910	184,294
<b>Total equity</b>		<b>202,910</b>	194,294

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2022

	<b>Share capital</b>	<b>Share premium</b>	<b>Capital reserve</b>	<b>Retained profits</b>	<b>Total</b>
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2021 (audited)	10,000	62,978	28,272	93,875	195,125
Profit and total comprehensive income for the period	–	–	–	10,233	10,233
At 30 September 2021 (unaudited)	10,000	62,978	28,272	104,108	205,358
At 1 April 2022 (audited)	10,000	62,978	28,272	93,044	194,294
Profit and total comprehensive income for the period	–	–	–	8,616	8,616
At 30 September 2022 (unaudited)	<b>10,000</b>	<b>62,978</b>	<b>28,272</b>	<b>101,660</b>	<b>202,910</b>

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2022

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	10,257	11,601
Adjustments for:		
Depreciation of property, plant and equipment	3,219	3,809
Depreciation of investment properties	1,374	756
Depreciation of right-of-use assets	858	1,094
Finance costs	807	474
Government subsidies	(797)	-
Reversal of provision of impairment loss on inventories	(97)	-
Interest income	(10)	(24)
Operating cash flows before movement in working capital	15,611	17,710
Increase in inventories	(4,070)	(2,100)
Increase in trade and other receivables	(14,217)	(12,735)
Increase in trade and other payables	893	1,392
Cash (used in) generated from operations	(1,783)	4,267
Income tax paid	(312)	(3,223)
<b>NET CASH (USED IN) FROM OPERATING ACTIVITIES</b>	<b>(2,095)</b>	<b>1,044</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	(1,248)	(6,290)
Placements of time deposits	(1,026)	(1,026)
Withdrawal of time deposit	1,026	1,021
Interest received	10	24
Acquisition of investment property	-	(5,778)
Advance to ultimate holding company	-	(9)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(1,238)</b>	<b>(12,058)</b>

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2022

	<b>Six months ended 30 September</b>	
	<b>2022</b>	2021
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
<b>FINANCING ACTIVITIES</b>		
Repayment of bank borrowings	<b>(12,557)</b>	(2,023)
Repayment of lease liabilities	<b>(977)</b>	(1,086)
Interest paid	<b>(807)</b>	(474)
Government subsidies received	<b>797</b>	–
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>(13,544)</b>	(3,583)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(16,877)</b>	(14,597)
<b>CASH AND CASH EQUIVALENTS AT 1 APRIL</b>	<b>53,600</b>	55,219
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER,</b>		
represented by bank balances	<b>36,723</b>	40,622



# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

## 1. GENERAL INFORMATION AND BASIS OF PREPARATION

Vico International Holdings Limited (the “**Company**”) was incorporated in the Cayman Islands as an exempted company with limited liability on 24 March 2017 under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and its shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 5 March 2018. The Company’s immediate and ultimate holding company is Max Fortune Holdings Limited (“**Max Fortune**”), a company incorporated in the British Virgin Islands (the “**BVI**”) with limited liability. The ultimate controlling parties are Mr. Hui Pui Sing (“**Mr. Hui**”), Ms. Tong Man Wah (“**Ms. Tong**”), spouse of Mr. Hui and Mr. Hui Yip Ho, Eric (“**Mr. Eric Hui**”), son of Mr. Hui and Ms. Tong. The addresses of the Company’s registered office and the principal place of business are at Tricor Services (Cayman Islands) Limited, Third Floor, Century Yard, Cricket Square, P.O. Box 902, Grand Cayman, KY1-1103 Cayman Islands and Unit D, 11/F, Billion Plaza II, No. 10 Cheung Yue Street, Cheung Sha Wan, Hong Kong, respectively.

The Company is an investment holding company. The Company and its subsidiaries (collectively referred to as the “**Group**”) are principally engaged in sales of diesel, lubricant oil and others and provision of fleet cards service.

The condensed consolidated financial statements for the six months ended 30 September 2022 have been prepared in accordance with Hong Kong Accounting Standard (“**HKAS**”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) and the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”).

The condensed consolidated financial statements are presented in Hong Kong dollars (“**HK\$**”), which is the same as the functional currency of the Company.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

## 2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis.

The accounting policies used in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 March 2022 except as described below.

In the current interim period, the Group has applied, for the first time, the following amendments to Hong Kong Financial Reporting Standards ("HKFRSs") issued by the HKICPA which are effective for the Group's financial year beginning on 1 April 2022.

Amendments to HKFRS 3	Reference to Conceptual Framework
Amendments to HKAS 16	Property, plant and equipment: Proceeds before Intended Use
Amendments to HKAS 37	Onerous Contracts – Cost of Fulfilling a Contract
Amendment to HKFRSs	Annual improvement to HKFRSs 2018 – 2020 cycle

The application of the amendments to HKFRSs in the current interim period has had no material effect on the Group's financial performance and positions for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

## 3. REVENUE

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
<b>Revenue from contracts with customers within the scope of HKFRS 15</b>		
Disaggregated by major products		
Sales of goods		
Sales of diesel	461,304	578,245
Provision of fleet cards service	17,260	15,476
Sales of lubricant oil	22,585	25,137
Sales of others	3,416	3,313
	<b>504,565</b>	622,171
<b>Disaggregation of revenue by timing of recognition</b>		
Timing of revenue recognition		
At a point in time	<b>504,565</b>	622,171

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 4. SEGMENT INFORMATION

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker (the “**CODM**”), being the executive directors of the Company, for the purposes of allocating resources and assessing performance.

Specifically, the Group’s reportable and operating segments under HKFRS 8 Operating Segments are as follows:

- (i) Sales of diesel
- (ii) Provision of fleet cards service
- (iii) Sales of lubricant oil
- (iv) Sales of others

The CODM makes decisions according to the operating results of each segment. No analysis of segment asset and segment liability is presented as the CODM does not regularly review such information for the purposes of resources allocation and performance assessment. Therefore, only segment revenue and segment results are presented.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

## 4. SEGMENT INFORMATION (CONTINUED)

### Segment revenue and results

The following is an analysis of the Group's revenue and results by operating segments:

#### *For the six months ended 30 September 2022*

	Provision of				Total
	Sales of diesel HK\$'000 (Unaudited)	fleet cards service HK\$'000 (Unaudited)	Sales of lubricant oil HK\$'000 (Unaudited)	Sale of others HK\$'000 (Unaudited)	HK\$'000 (Unaudited)
Segment revenue	461,304	17,260	22,585	3,416	504,565
Segment results	1,749	7,193	12,411	358	21,711
Other income					2,086
Corporate expenses					(12,733)
Finance costs					(807)
Profit before taxation					10,257

#### *For the six months ended 30 September 2021*

	Provision of				Total
	Sales of diesel HK\$'000 (Unaudited)	fleet cards service HK\$'000 (Unaudited)	Sales of lubricant oil HK\$'000 (Unaudited)	Sales of others HK\$'000 (Unaudited)	HK\$'000 (Unaudited)
Segment revenue	578,245	15,476	25,137	3,313	622,171
Segment results	6,364	7,571	9,281	724	23,940
Other income					694
Corporate expenses					(12,559)
Finance costs					(474)
Profit before taxation					11,601

There were no inter-segment sales for both periods.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 4. SEGMENT INFORMATION (CONTINUED)

Segment results mainly represented profit before taxation earned by each segment, excluding expenses of corporate functions, other income and finance costs. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

#### Other segment information

*For the six months ended 30 September 2022*

	Provision of					Total HK\$'000 (Unaudited)
	Sales of diesel HK\$'000 (Unaudited)	fleet cards service HK\$'000 (Unaudited)	Sales of lubricant oil HK\$'000 (Unaudited)	Sales of others HK\$'000 (Unaudited)	Unallocated HK\$'000 (Unaudited)	
Amounts included in the measure of segment results						
Reversal of provision of impairment loss on inventories	-	-	(97)	-	-	(97)
Depreciation of investment properties	-	-	-	-	1,374	1,374
Depreciation of right of use assets	-	-	-	-	858	858
Depreciation of property, plant and equipment	509	1,298	251	-	1,162	3,219

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 4. SEGMENT INFORMATION (CONTINUED)

#### Other segment information (continued)

For the six months ended 30 September 2021

	Sales of diesel HK\$'000 (Unaudited)	Provision of fleet cards service HK\$'000 (Unaudited)	Sales of lubricant oil HK\$'000 (Unaudited)	Sales of others HK\$'000 (Unaudited)	Unallocated HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Amounts included in the measure of segment results						
Depreciation of investment properties	-	-	-	-	756	756
Depreciation of right of use assets	-	-	-	-	1,094	1,094
Depreciation of property, plant and equipment	549	1,979	1,006	-	275	3,809

#### Geographical information

The following table sets out information about the Group's revenue from external customers by the location of customers.

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Hong Kong	503,590	615,371
Vietnam	545	6,133
Macau	430	667
	504,565	622,171

The Group's property, plant and equipment and investment properties are solely located in Hong Kong.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 4. SEGMENT INFORMATION (CONTINUED)

#### Information about major customers

Revenue from customers individually contributing over 10% of the Group's revenue is as follows:

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Customer A <sup>1</sup>	85,013	126,336
Customer B <sup>1</sup>	94,120	N/A <sup>2</sup>
Customer C <sup>1</sup>	49,232	N/A <sup>2</sup>
Customer D <sup>1</sup>	55,603	94,347
Customer E <sup>1</sup>	N/A <sup>2</sup>	63,272

<sup>1</sup> Revenue was derived from sales of diesel and lubricant oil.

<sup>2</sup> The corresponding revenue does not contribute over 10% of total revenue of the Group.

### 5. OTHER INCOME

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Interest income of bank deposits	10	24
Government subsidies ( <i>Note</i> )	797	–
Rental income from investment properties		
– Lease payments that are fixed	1,279	655
Others	–	15
	2,086	694



# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

## 5. OTHER INCOME (CONTINUED)

*Note:*

During the six months ended 30 September 2022, the Group recognised government subsidies of HK\$676,000 (six months ended 30 September 2021: nil) in respect of COVID-19-related subsidies related to Employment Support Scheme provided by the Government of the Hong Kong Special Administrative Region under the Anti-Epidemic Fund and HK\$121,000 (six months ended 30 September 2021: nil) provided by the Hong Kong Productivity Council to support enterprises to adopt IT solutions to continue their business and services during the epidemic.

The government subsidies with no unfulfilled conditions or contingencies and recognised as other income upon receipts during the six months ended 30 September 2022 and 2021.

## 6. FINANCE COSTS

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Interest expenses on:		
Bank borrowings	776	442
Lease liabilities	31	32
	<b>807</b>	<b>474</b>

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 7. INCOME TAX EXPENSE

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Hong Kong Profits Tax		
– current period	1,698	1,425
Deferred taxation	(57)	(57)
	1,641	1,368

Pursuant to the rules and regulations of the BVI, the Group is not subject to any income tax in the BVI.

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profits for both periods. No income tax charge is arisen from the export of goods to Macau as the sales contracts are signed and effective in Hong Kong.

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 8. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging (crediting) the following items:

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Staff costs, including directors' emoluments		
– Salaries, allowances and other benefits	5,333	5,079
– Contributions to retirement benefits scheme	156	194
Cost of inventories recognised as an expense	471,162	585,383
Depreciation of property, plant and equipment	3,219	3,809
Depreciation of investment properties	1,374	756
Depreciation of right-of-use assets	858	1,094
Reversal of provision of impairment loss on inventories (included in cost of sales)	(97)	–

### 9. DIVIDENDS

No dividend was paid, declared or proposed during the six months ended 30 September 2022, nor has any dividend been proposed since the end of the reporting period (six months ended 30 September 2021: an interim dividend of HK\$0.01 per ordinary share, amounting to HK\$10,000,000).

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 10. EARNINGS PER SHARE

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

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Earnings:		
Earnings for the purpose of basic and diluted earnings per share	8,616	10,233
Number of shares:		
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share	1,000,000,000	1,000,000,000
Basic earnings per share (HK cents)	0.86	1.02

The diluted earnings per share is equal to the basic earnings per share as there were no dilutive potential ordinary shares outstanding during the periods.

### 11. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 September 2022 the Group acquired certain property, plant and equipment of HK\$1,448,000 (six months ended 30 September 2021: HK\$6,290,000).

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 12. INVESTMENT PROPERTIES

During the six months ended 30 September 2021, the Group acquired an investment property of HK\$5,778,000 (six months ended 30 September 2022: nil).

### 13. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

#### (i) Right-of-use assets

	At 30 September 2022 HK'000 (Unaudited)	At 31 March 2022 HK'000 (Audited)
Buildings	3,452	4,194
Motor vehicle	232	348
	<b>3,684</b>	4,542

Right-of-use assets of HK\$3,684,000 (31 March 2022: HK\$4,542,000) represents land use rights located in the Hong Kong and motor vehicle.

During the six months ended 30 September 2021, the Group entered into a number of lease agreements for offices. The leases contain minimum lease payment terms during the contract period. On lease commencement, the Group recognised right-of-use assets of HK\$4,454,000 (six months ended 30 September 2022: nil).

The Group has lease arrangements for offices and car parks and motor vehicle. The lease terms are 2–3 years (31 March 2022: 2–3 years).

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 13. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (CONTINUED)

#### (ii) Lease liabilities

	At 30 September 2022 HK'000 (Unaudited)	At 31 March 2022 HK'000 (Audited)
Non-current	1,652	2,527
Current	1,832	1,934
	<b>3,484</b>	4,461
Amounts payable under lease liabilities		
Within one year	1,832	1,934
After one year but within two years	1,652	1,737
After two years but within five years	–	790
	<b>3,484</b>	4,461
Less: Amount due for settlement within 12 months (shown under current liabilities)	<b>(1,832)</b>	(1,934)
Amount due for settlement after 12 months	1,652	2,527

During the six months ended 30 September 2021, the Group entered a number of lease agreements for offices and recognised lease liabilities of approximately HK\$4,454,000 (six months ended 30 September 2022: nil).

#### (iii) Amount recognised in profit or loss

	Six months ended 30 September 2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Depreciation of right-of-use assets	858	1,094
Interest expense on lease liabilities	31	32

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 14. TRADE AND OTHER RECEIVABLES

	At 30 September 2022 HK\$'000 (Unaudited)	At 31 March 2022 HK\$'000 (Audited)
Trade receivables	42,911	36,589
Trade deposits paid	20,914	14,622
Deposits and prepayments	589	625
Receivables due from suppliers	3,270	1,631
	<b>67,684</b>	53,467

The Group allows average credit period ranging from 15 to 30 days to its trade customers. The following is an aged analysis of trade receivables presented based on invoice date, which approximates the respective revenue recognition dates at the end of the reporting period:

	At 30 September 2022 HK\$'000 (Unaudited)	At 31 March 2022 HK\$'000 (Audited)
0 – 30 days	34,884	27,278
31 – 60 days	3,371	4,192
61 – 90 days	1,040	1,726
Over 90 days	3,616	3,393
	<b>42,911</b>	36,589

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 15. TRADE AND OTHER PAYABLES

	At 30 September 2022 HK\$'000 (Unaudited)	At 31 March 2022 HK\$'000 (Audited)
Trade payables	990	558
Trade deposits received	556	550
Accrued directors' emolument	590	594
Other payables and accruals	6,397	5,938
	<b>8,533</b>	7,640

The average credit period on purchase of goods is from 30 days to 60 days.

The following is an aged analysis of trade payables presented based on the invoice date at the end of each reporting period:

	At 30 September 2022 HK\$'000 (Unaudited)	At 31 March 2022 HK\$'000 (Audited)
0 – 30 days	990	558



## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 16. BANK BORROWINGS

	At 30 September 2022 HK'000 (Unaudited)	At 31 March 2022 HK'000 (Audited)
Variable-rate bank borrowings: Secured and guaranteed	<b>46,352</b>	58,909
Bank borrowings repayable (based on scheduled repayment dates set out in the loan agreements):		
Within one year	<b>10,492</b>	21,133
More than one year but not exceeding two years	<b>3,213</b>	3,518
More than two years but not exceeding five years	<b>9,984</b>	9,897
More than five years	<b>22,663</b>	24,361
	<b>46,352</b>	58,909
Less: Carrying amounts of bank borrowings that are not repayable within one year from the end of the reporting period but contain a repayment on demand clause (shown under current liabilities)	<b>(35,860)</b>	(37,776)
Less: Carrying amounts of bank borrowings that are repayable within one year from the end of the reporting period and contain a repayment on demand clause	<b>(10,492)</b>	(21,133)
Amount shown under current liabilities	<b>(46,352)</b>	(58,909)
Amount shown under non-current liabilities	-	-

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

### 16. BANK BORROWINGS (CONTINUED)

All bank borrowings were secured by charges over leasehold land and buildings and investment property of the Group as at 30 September 2022 and 31 March 2022.

As at 30 September 2022, the bank borrowings carry interests at Hong Kong Prime Rate less 2.25% to 2.8% per annum and 1 month Hong Kong Interbank Rate plus 2.5% (31 March 2022: Hong Kong Prime Rate less 2.0% to 2.8% per annum and 1 month Hong Kong Interbank Rate plus 2.5%). The effective interest rates of the bank borrowings as at 30 September 2022 range from 2.2% to 3.3% per annum (31 March 2022: 2.1% to 2.7% per annum).

### 17. SHARE CAPITAL

	Number of shares		Share capital	
	30 September 2022 (Unaudited)	31 March 2022 (Audited)	30 September 2022 HK\$'000 (Unaudited)	31 March 2022 HK\$'000 (Audited)
Ordinary shares of HK\$0.01 each				
<b>Authorised</b>				
At the beginning and end of period/ year	10,000,000,000	10,000,000,000	100,000	100,000
<b>Issued and fully paid</b>				
At the beginning and end of period/ year	1,000,000,000	1,000,000,000	10,000	10,000

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2022

## 18. RELATED PARTY TRANSACTIONS

- (a) During the period, other than those disclosed in other notes, the Group entered into the following significant transactions with related parties:

Related parties	Nature of transactions	Six months ended 30 September	
		2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Yee Sing Hong Petroleum Products Limited ( <i>Note</i> )	Lease and interest payment	-	160
Bright Ford Development Limited ( <i>Note</i> )	Lease and interest payment	462	347
Sunny Gainer Investment Limited ( <i>Note</i> )	Lease and interest payment	330	195
Grand Winning Holdings Limited ( <i>Note</i> )	Lease and interest payment	-	15
Mr. Hui	Lease and interest payment	-	160

*Note:* Mr. Hui/Ms. Tong are the controlling shareholders of these companies.

- (b) The remuneration of key management personnel during the periods was as follows:

	Six months ended 30 September	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Short-term benefits	2,124	1,793
Post-employment benefits	49	51
	<b>2,173</b>	1,844

The remuneration of the key management personnel is determined by the directors of the Company having regards to the performance of individuals and market trends.

## 19. CONTINGENT LIABILITIES

As at 30 September 2022, the Group had issued a letter of guarantee through the banking facilities granted, to a supplier amounting to HK\$4,000,000 (31 March 2022: HK\$4,000,000). The facilities are secured by corporate guarantee of the Company.