KWUNG'S HOLDINGS LIMITED
曠世控股有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 1925)

ANNOUNCEMENT OF RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2023

The Board hereby announces the unaudited interim results of the Group for the six months ended 30 June 2023.

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		
	2023	2022	**Change**
	RMB'000	*RMB'000*	
Revenue	**302,076**	364,748	(17.2%)
Gross profit	**66,763**	65,760	1.5%
Gross profit margin	**22.1%**	18.0%	4.1%
Total comprehensive income attributable to owners of the Company	**30,505**	20,217	50.9%
Earnings per share (basic and diluted) (expressed in RMB cents)	**7.5**	5.0	49.3%
Dividend declared in respect of the period	**–**	–	N/A

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND RECENT DEVELOPMENT

The Group provides solutions to customers on design and manufacture of home decoration products and home fragrance products, comprising core products such as home fragrance candles and home fragrance diffusers, which are considered to be widely used in people's daily life.

The Group has set up a production plant in Yinzhou District, Ningbo City, Zhejiang Province, the PRC (the "**New Yinzhou Plant**"), which has started operating since 2020. The New Yinzhou Plant has been equipped with more advanced and automated production equipment and better logistics solution. The Group further enhanced its production efficiency by implementing "Informatisation" on the supply chain and production cycle, which has been recognised by the Group's customer as the production time can be further shortened. There was a spending of approximately RMB1.9 million for the "Informatisation" project, which is considered as an investment for a long term development, bringing a better reward to the Group in long run.

In addition to the New Yinzhou Plant, the Group has also taken a significant step to establish a new comprehensive production base in Wuhu City, Anhui Province, the PRC. Following the acquisition of a piece of land located at the Sanshan Economic Development Zone* (三山經濟開發區) with a total site area of approximately 96,000 sq.m. (the "**Land**") in August 2022, the Group has also entered into a construction agreement in January 2023 for design and construction of production facilities, including warehouses, workshop buildings and staff quarters, with a construction area of approximately 87,000 sq.m. on the Land. The total consideration for this new production base is estimated to be more than RMB180 million and the production is expected to be released in the first half of 2024.

While the Group has contributed financial resources to the production bases for the long-term development of the business, there has also been continuing efforts on the sales channels. The sales teams of the Group has been working hard to reconnect to existing customers and explore new customers in the post COVID-19 era. The Group is successful in maintaining the existing customer base and receiving purchase orders from some new customers. It is believed that the Group will have a broader customer based in the foreseeable future.

FINANCIAL REVIEW

Revenue

The Group's revenue mainly arises from the sales of the Group's candles products, home fragrance products and home accessories, and trading of wax during the six months ended 30 June 2023.

There is a drop in revenue of approximately RMB62.7 million or approximately 17.2% to approximately RMB302.1 million for the six months ended 30 June 2023 from approximately RMB364.7 million for the six months ended 30 June 2022. The drop in revenue was mainly due to slight delay in purchase orders from few major customers. The Group receive similar level of purchase orders for the year 2023 and the Group has completed more purchase orders after June 2023 to catch up the revenue shortfall reflected for the six months ended 30 June 2023.

Gross profit and gross profit margin

The Group's gross profit margin increased to approximately 22.1% for the six months ended 30 June 2023 from approximately 18.0% for the six months ended 30 June 2022. The increase in gross profit margin was mainly due to the drop in the cost of wax, the Group's principal raw materials consumed for its production, and also the depreciation of RMB against United States dollars during the six months ended 30 June 2023. Purchase orders received from customers are denominated in United States dollars while the majority of the Group's suppliers are local enterprises in the PRC and the Group was billed in RMB, causing a positive effect to the Group's gross profit margin under the depreciation of RMB against United States dollars.

Other income

The Group's other income mainly represents income from government grants in the PRC and rental income for leasing a warehouse in Ningbo City, Zhejiang Province, the PRC, to an independent third party. The other income decreased by approximately RMB1.4 million or 29.1% to approximately RMB3.3 million for the six months ended 30 June 2023 from approximately RMB4.7 million for the six months ended 30 June 2022. Decrease in other income during the current period was mainly due to less government grants received during the current period.

Administrative expenses

The Group's administrative expenses mainly comprise payroll costs for the management team and supporting staff, costs of raw materials consumed for research and development purpose, depreciation expenses in relation to the Group's office buildings and office equipment and cost of utilities for office use.

The administrative expenses decreased by approximately RMB3.3 million or approximately 10.2% to approximately RMB29.1 million for the six months ended 30 June 2023 from approximately RMB32.4 million for the six months ended 30 June 2022 mainly due to more effective operation in the post COVID-19 era.

Selling and marketing expenses

The Group's selling and marketing expenses mainly comprise payroll costs for staff in the sales departments, sample inspection and delivery costs, commissions to agents, advertising and promotion expenses and operating costs for the Group's retail stores.

The selling and marketing expenses increased by approximately RMB1.7 million or approximately 11.0% to approximately RMB17.4 million for the six months ended 30 June 2023 from approximately RMB15.7 million for the six months ended 30 June 2022 as a result of more efforts put on sales channel during the current period.

Other gains, net

The Group's other gains mainly comprise net foreign exchange differences and net fair value gains on funds.

The other gain increased by approximately RMB7.2 million or approximately 137.7% to approximately RMB12.4 million for the six months ended 30 June 2023 from approximately RMB5.2 million for the six months ended 30 June 2022.

The Group's receivables from customers are the major assets that are denominated in foreign currencies, mainly United States dollars. There has been appreciation of United States dollars against RMB during the six months ended 30 June 2023, resulting in foreign exchange gains.

In addition, the Group has subscribed a number of funds totalling RMB100 million since June 2022 and the Group recorded a fair value gain on investments in funds during the six months ended 30 June 2023.

Finance income and finance costs

The Group's finance income represents the interest income earned from financial institutions and the Group's finance costs comprise the interests charged on bank loans and interest expense component on the operating lease arrangement in relation to the Group's leased production facilities and retail stores.

The Group has a higher average level of bank borrowing during the six months ended 30 June 2023, resulting in a higher net finance costs during the current period.

Income tax expenses

The Group is subject to income tax on an individual legal entity basis on profits arising in or derived from the tax jurisdictions in which companies comprising our Group domicile or operate.

There was an increase in the Group's income tax expenses by approximately RMB1.0 million or 18.1% to approximately RMB6.3 million for the six months ended 30 June 2023 from approximately RMB5.3 million for the six months ended 30 June 2022. Such increase was mainly due to the increase in the Group's profit before tax for the six months ended 30 June 2023.

The overall effective tax rate of the Group maintained at similar level, changing from approximately 20.8% for the six months ended 30 June 2022 to approximately 21.6% for the six months ended 30 June 2023.

Property, plant and equipment

The Group's property, plant and equipment mainly comprise net carrying amounts of the office building, production plants, machinery and the corresponding capitalised renovation costs. There was an increase in the net carrying amounts of the Group's property, plant and equipment by approximately RMB13.8 million during the six months ended 30 June 2023, which was mainly due to the net impact of the construction costs for the new production base in Wuhu City, Anhui Province, the PRC and the depreciation charge for the six months ended 30 June 2023.

Investment properties

The Group's investment properties represent the buildings located in Ningbo City, Zhejiang Province, the PRC, owned by the Group. Such buildings are leased to independent third parties as warehouses.

Right-of-use assets

The Group's right-of-use assets comprise net carrying amounts of the prepaid land use rights for the lands used by the Group's office building and production plants, and the net carrying amounts of the properties leased by the Group.

There was a slight decrease in the net carrying amounts of the Group's right-of-use assets by approximately RMB0.9 million during the six months ended 30 June 2023, which was mainly due to the amortisation charge of the land use rights and the carrying amounts of the leased properties during the current period.

Inventories

The Group's inventory balance comprises raw materials, work in progress and finished goods for the Group's candle products, home fragrance products and home accessories products. There was an increase in the Group's inventory balance by approximately RMB34.9 million or 52.9% to approximately RMB101.0 million as at 30 June 2023 from approximately RMB66.1 million as at 31 December 2022 which was mainly due to the increased stock level of raw materials for upcoming production plans in the third quarter of 2023.

Trade receivables

Trade receivables balance as at 30 June 2023 mainly represented the outstanding balance from the Group's overseas customers. There was an increase in trade receivables balance before allowance for impairment of approximately RMB24.8 million or 20.0% from approximately RMB124.1 million as at 31 December 2022 to approximately RMB149.0 million as at 30 June 2023. The increase in the Group's trade receivables balance was mainly due to the slight delay in purchase orders from the customers from the first quarter to the second quarter of 2023, resulting in corresponding delay in settlement from customers after 30 June 2023.

Most of the Group's trade receivables balance were aged within 30 days as at 30 June 2023. The Group experienced limited bad debt issues over the years and a small provision for impairment of trade receivables of approximately RMB1.6 million was recorded as at 30 June 2023, which is calculated based on the expected credit loss percentage for the aged trade receivables balance.

Prepayments, deposits and other receivables

The balance of prepayments, deposits and other receivables comprises mainly advances to suppliers and recoverable value-added tax.

There was a decrease in the balance of prepayments, deposits and other receivables of approximately RMB8.8 million or 38.3% from approximately RMB21.4 million as at 31 December 2022 to approximately RMB12.6 million as at 30 June 2023 mainly due to less prepayments to suppliers for the purchase of raw materials as at 30 June 2023.

Financial assets/liabilities at fair value through profit or loss

The Group subscribes certain private funds in the PRC using idle cash totalling RMB100 million. In addition, the Group arranged foreign currency forward contracts with commercial banks in the PRC in respect of the exchange rate of RMB against USD in response to the Group's foreign exchange exposure arising from the sales to the Group's overseas customers, which is denominated in USD.

The Group recorded unrealised liabilities arising from the foreign currency forward contracts as at 31 December 2022 as a result of a depreciation of RMB against USD and there were no open foreign currency forward contracts as at 30 June 2023.

Cash and cash equivalents

The balance of cash and cash equivalents as at 30 June 2023 comprised cash deposited into financial institutions in the PRC and Hong Kong.

The Group maintained a higher level of cash and bank balance as at 30 June 2023, increasing from approximately RMB143.2 million as at 31 December 2022 to approximately RMB161.2 million as at 30 June 2023, mainly contributed by net operating cash inflows during the current period.

Trade and other payables

The balance of trade and other payables comprises mainly payables to suppliers of raw materials and payroll payables to the Group's employees.

There was an increase in the balance of trade and other payables of approximately RMB62.7 million from approximately RMB84.2 million as at 31 December 2022 to approximately RMB146.9 million as at 30 June 2023. Such increase mainly arose from the purchase of more raw materials for the upcoming production plans in the third quarter of 2023.

Borrowings

The Group had debt financing through bank borrowings for raising general working capital of the Group. Certain bank borrowings of the Group are short-term term loans arranged with the banks in the PRC while some bank borrowings of the Group are related to the bank acceptance bills discounted with banks in the PRC.

More borrowings were arranged during the six months ended 30 June 2023 for additional general working capital which is in line with the organic growth of the Group's existing business.

FINANCIAL INFORMATION

Interim condensed consolidated statement of comprehensive income

Six months ended 30 June 2023

	Notes	**2023**	2022
		RMB'000	*RMB'000*
		(Unaudited)	(Unaudited)
Revenue	3	**302,076**	364,748
Cost of sales		**(235,313)**	(298,988)
Gross profit		**66,763**	65,760
Administrative expenses		**(29,110)**	(32,430)
Selling and marketing expenses		**(17,391)**	(15,663)
Net impairment losses on financial assets		**1,844**	(1,837)
Other income		**3,339**	4,712
Other gains, net		**12,435**	5,231
Operating profit		**37,880**	25,773
Finance income		**1,580**	617
Finance costs		**(2,682)**	(817)
Finance costs, net		**(1,102)**	(200)
Profit before income tax		**36,778**	25,573
Income tax expenses	4	**(6,295)**	(5,329)
Profit for the period		**30,483**	20,244
Profit for the period attributable to:			
Owners of the Company		**30,459**	20,407
Non-controlling interests		**24**	(163)

	Note	**2023**	2022
		RMB'000	*RMB'000*
		(Unaudited)	(Unaudited)
Other comprehensive income:			
Items that maybe reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operations		**57**	(237)
Total comprehensive income for the period		**30,540**	20,007
Total comprehensive income attributable to:			
Owners of the Company		**30,505**	20,217
Non-controlling interests		**35**	(210)
Earnings per share for profit attributable to owners of the Company – Basis and diluted *(expressed in RMB cents)*	6	**7.5**	5.0

Interim condensed consolidated statement of financial position
As at 30 June 2023

	Notes	**30 June 2023** *RMB'000* **(Unaudited)**	31 December 2022 *RMB'000* (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment		**66,579**	52,778
Investment properties		**7,348**	7,536
Right-of-use assets		**36,199**	37,097
Intangible assets		**4,615**	4,597
Deferred income tax assets		**28**	72
Total non-current assets		**114,769**	102,080
Current assets			
Inventories		**100,979**	66,061
Trade receivables	7	**147,349**	120,661
Prepayments, deposits and other receivables		**12,595**	21,350
Financial assets at fair value through profit or loss		**105,202**	103,975
Other current assets		**95,000**	105,000
Cash and cash in banks	8	**161,206**	143,221
Total current assets		**622,331**	560,268
Total assets		**737,144**	662,348
EQUITY			
Equity attributable to owners of the Company			
Share capital	9	**359**	359
Share premium	9	**225,246**	249,653
Other reserves		**(20,797)**	(20,846)
Retained earnings		**228,787**	197,742
		433,595	426,908
Non-controlling interests		**667**	632
Total equity		**434,262**	427,540

	Note	30 June 2023 RMB'000 (Unaudited)	31 December 2022 RMB'000 (Audited)
LIABILITIES			
Current liabilities			
Trade and other payables	10	**146,949**	84,225
Borrowings		**140,000**	135,000
Contract liabilities		**5,975**	6,219
Current income tax liabilities		**9,822**	4,055
Lease liabilities		**–**	201
Financial liabilities at fair value through profit or loss		**–**	4,972
Deferred tax liability		**681**	136
Total current liabilities		**303,427**	234,808
Total equity and liabilities		**737,144**	662,348

Notes:

1. BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group for the six months ended 30 June 2022 has been prepared in accordance with HKAS 34 Interim Financial Reporting issued by Hong Kong Institute of Certified Public Accountants.

2. CHANGES IN ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the consolidated financial statements of the Group for the year ended 31 December 2022 except for the adoption of new and amended standards as set out below.

(a) Adoption of new and revised standards

The Group has adopted the following new and revised HKFRSs for the first time for the current period's financial statements.

HKFRS 17	Insurance Contracts
Amendments to HKFRS 17	Insurance Contracts
Amendments to HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies
Amendments to HKAS 8	Definition of Accounting Estimates
Amendments to HKAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Except for the amendments to HKAS 12, the other new and revised HKFRSs have no significant impact to the accounting policies of the Group.

Amendments to HKAS 12 narrow the scope of the initial recognition exception in HKAS 12 so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences, such as leases and decommissioning obligations. Therefore, entities are required to recognise a deferred tax asset (provided that sufficient taxable profit is available) and a deferred tax liability for temporary differences arising from these transactions. The amendments are effective for annual reporting periods beginning on or after 1 January 2023 and shall be applied to transactions related to leases and decommissioning obligations at the beginning of the earliest comparative period presented, with any cumulative effect recognised as an adjustment to the opening balance of retained profits or other component of equity as appropriate at that date. In addition, the amendments shall be applied prospectively to transactions other than leases and decommissioning obligations. Since the cumulative effect of recognising these adjustments as of 31 December 2022 was not material and hence no adjustment was made to the beginning retained earnings, or another component of equity.

(b) Issued but not yet effective HKFRSs

Amendments to HKFRS 10 And HKAS 28 (2011)	*Sale or Contribution of Assets between an Investor and its Associate or Joint Venture* [2]
Amendments to HKFRS 16	*Lease Liability in a Sale and Leaseback* [1]
Amendment to HKFRS 17	*Initial Application of HKFRS 17 and HKFRS 9 – Comparative Information* [5]
Amendments to HKAS 1	*Classification of Liabilities as Current or Non-current (the "**2022 Amendments**")* [1,3]
Amendments to HKAS 1	*Non-current Liabilities with Covenants (the "**2022 Amendments**")* [2]

1 Effective for annual periods beginning on or after 1 January 2024

2 No mandatory effective date yet determined but available for adoption

3 As a consequence of the 2022 Amendments, the effective date of the 2020 Amendments was deferred to annual periods beginning on or after 1 January 2024. In addition, as a consequence of the 2020 Amendments and 2022 Amendments, Hong Kong Interpretation 5 *Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause* was revised to align the corresponding wording with no change in conclusion

4 As a consequence of the amendments to HKFRS 17 issued in October 2020, HKFRS 4 was amended to extend the temporary exemption that permits insurers to apply HKAS 39 rather than HKFRS 9 for annual periods beginning before 1 January 2023

5 An entity that chooses to apply the transition option relating to the classification overlay set out in this amendment shall apply it on initial application of HKFRS 17

3. REVENUE

Revenue mainly comprises of proceeds from selling goods. An analysis of the Group's revenue by category for the six months ended 30 June 2022 and 30 June 2023 is as follows:

	Six months ended 30 June	
	2023	2022
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Revenue from customers		
Candles	**212,534**	251,742
Home fragrance	**43,840**	63,982
Home accessories	**45,702**	49,024
	302,076	364,748

4. INCOME TAX EXPENSE

	Six months ended 30 June	
	2023	2022
	RMB'000	*RMB'000*
	(Unaudited)	(Unaudited)
Current income tax	**5,706**	6,286
Deferred income tax	**589**	(957)
	6,295	5,329

5. DIVIDEND

No dividends were paid, declared or proposed during the six months ended 30 June 2022 and 30 June 2023.

6. EARNINGS PER SHARE

(a) Basic

The basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted number of ordinary shares deemed to be in issue during the six months ended 30 June 2022 and 30 June 2023, respectively.

	Six months ended 30 June	
	2023	2022
	(Unaudited)	(Unaudited)
Profit attributable to owners of the Company *(expressed in RMB'000)*	**31,048**	20,407
Weighted average number of ordinary shares in issue *(expressed in thousand)*	**405,042**	405,042
Basic earnings per share for profit attributable to the owners of the Company *(expressed in RMB cents per share)*	**7.7**	5.0

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

During the six months ended 30 June 2022 and 30 June 2023, the diluted earnings per share is equal to basic earnings per share, as there were no instruments outstanding that could have a dilutive effect on the Company's ordinary shares.

7. TRADE RECEIVABLES

	As at 30 June 2023 (Unaudited)	As at 31 December 2022 (Audited)
Trade receivables	**148,977**	124,133
Less: allowance for impairment of trade receivables	**(1,628)**	(3,472)
Trade receivables – net	**147,349**	120,661

Trade receivables all arise from sales of goods.

8. CASH AND CASH IN HAND

	As at 30 June 2023 *RMB'000*	As at 31 December 2022 *RMB'000*
Cash in banks (i)	**160,611**	142,256
Cash in other financial institutions	**581**	950
Cash on hand	**14**	15
	161,206	143,221

(i) As at 30 June 2023 and 31 December 2022, cash in banks contains approximately RMB4,000,000 and RMB15,332,000 restricted cash deposits, respectively.

As at 30 June 2023 and 31 December 2022, the ageing analysis of the trade receivables based on invoice date were as follows:

	As at 30 June 2023 (Unaudited)	As at 31 December 2022 (Audited)
Within 30 days	**145,773**	37,295
Over 30 days and within 180 days	**1,579**	80,501
Over 180 days and within one year	**–**	1,964
Over one year and within two years	**–**	2,817
Over two years	**1,625**	1,556
	148,977	124,133

9. SHARE CAPITAL AND SHARE PREMIUM

Ordinary shares issued and fully paid:

	Number of ordinary shares	**Nominal value of share capital** *HK$*	**Equivalent nominal value of share capital** *RMB*	**Share premium** *RMB'000*
At 1 January 2023 and at 30 June 2023	**405,042,000**	405,042	358,767	225,246

10. TRADE AND OTHER PAYABLES

	As at 30 June 2023 (Unaudited)	As at 31 December 2022 (Audited)
Trade payables	**137,968**	70,001
Other payables	**3,921**	7,154
Staff salaries and welfare payables	**5,060**	5,264
Accrued taxes other than income tax	**–**	1,806
	146,949	84,225

Ageing analysis of trade payables to third parties and related parties based on invoice date at the respective year end dates was as follows:

	As at 30 June 2023 (Unaudited)	As at 31 December 2022 (Audited)
Within one year	**137,968**	62,928
Over one year and within two years	**–**	297
Over two years	**–**	51
	137,968	63,276

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

Neither the Company nor any of the subsidiaries of the Company purchased, redeemed or sold the listed securities of the Company during the six months ended 30 June 2023.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company's corporate governance practices are based on the principles and code provisions as set out in the Corporate Governance Code in Appendix 14 to the Listing Rules (the "**CG Code**"). Save as disclosed below, the Company has complied with the CG Code throughout the six months ended 30 June 2023.

Pursuant to code provision C.2.1 of the CG Code, the responsibilities between the chairman and the chief executive should be segregated and should not be performed by the same individual. However, we do not have a separate chairman and chief executive and Mr. JIN Jianxin ("**Mr. JIN**") currently performs these two roles. Throughout the Group's business history, Mr. JIN, being a founder of the Group and a controlling shareholder of the Company, has held the key leadership position of the Group and has been deeply involved in the formulation of corporate strategies and management of the business and operations of the Group since its establishment.

Taking into account the consistent leadership within the Group, the Board believes that it is in the best interests of the Group and the shareholders of the Company as a whole to have Mr. JIN taking up both roles for effective and efficient overall strategic planning and continuation of the implementation of such plans for the Group. The Board considers that the balance of power and authority under the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and effectively.

DIVIDEND

The Board resolved not to declare any interim dividend for the six months ended 30 June 2023.

AUDIT COMMITTEE

The audit committee of the Company has reviewed the unaudited interim results of the Group for the six months ended 30 June 2023 including the accounting principles and practices adopted by the Group.

DEFINITION

In this announcement, unless the context otherwise requires, the following terms shall have the meanings set out below:

"Board"	the board of Directors
"China" or "PRC"	The People's Republic of China and, except where the context requires and only for the purpose of this announcement, references to China do not include Taiwan, the Hong Kong Special Administrative Region of the People's Republic of China or the Macao Special Administrative Region of the People's Republic of China
"Company"	Kwung's Holdings Limited
"COVID-19"	The novel coronavirus disease 2019
"Director(s)"	director(s) of the Company
"Group", "our Group", "we", "our" or "us"	the Company and its subsidiaries
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong
"HKFRSs"	Hong Kong Financial Reporting Standards (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("**HKASs**") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants
"Hong Kong"	Hong Kong Special Administrative Region of the PRC
"Listing"	listing of Shares on Main Board of the Stock Exchange
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange
"RMB"	Renminbi Yuan, the lawful currency of the PRC
"Share(s)"	ordinary shares of HK$0.001 each in the share capital of the Company

"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"USD"	United States dollars, the lawful currency of the United States

By order of the Board
Kwung's Holdings Limited
JIN Jianxin
Chairman and executive Director

Hong Kong, 30 August 2023

As at the date of this announcement, the executive Directors are Mr. JIN Jianxin and Mr. TIAN Dong; the non-executive Director is Mr. SHAO Patrick; and the independent non-executive Directors are Mr. LAI Chun Yu, Ms. XU Qiong and Mr. ZHOU Kai.

* *For identification purpose only*