



China Development Bank International Investment Limited

*(Incorporated in the Cayman Islands with limited liability)*

(Stock Code: 1062)

Interim Report **2023**



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# Corporate Information

## DIRECTORS

### Non-executive Director

Mr. LU Yanpo (*Chairman*)

### Independent Non-executive Directors

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

## COMPANY SECRETARY

Ms CHONG Po Chun (*Note 1*)  
Ms ZHU Yiyi (*Note 2*)

## AUDIT COMMITTEE

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

## REMUNERATION COMMITTEE

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

## NOMINATION COMMITTEE

Dr. FAN Ren Da, Anthony  
Mr. CHEUNG Ngai Lam  
Mr. LU Yanpo (*Chairman*)

## REGISTERED OFFICE

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

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

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

## PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

### **Suntera (Cayman) Limited (Formerly known as SMP Partners (Cayman) Limited)**

Suite 3204, Unit 2A, Block 3  
Building D, P.O. Box 1586  
Gardenia Court, Camana Bay  
Grand Cayman, KY1-1100  
Cayman Islands

Notes:

1. Resigned on 1 April 2023.
2. Appointed since 1 April 2023.

## HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

### **Tricor Standard Limited**

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

## PRINCIPAL BANKERS

### **China Construction Bank (Asia) Corporation Limited**

## AUDITOR

### **BDO Limited**

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

## LEGAL ADVISERS TO THE COMPANY

*As to Hong Kong Law*

### **Zhong Lun Law Firm LLP**

*As to Cayman Islands Law*

### **Conyers Dill & Pearman**

## INVESTMENT MANAGER

### **HuaAn Asset Management (Hong Kong) Limited**

Unit No. 4702, 47th  
Floor Central Plaza  
No. 18 Harbour Road  
Wanchai  
Hong Kong

## CUSTODIAN

### **Vistra Management (Hong Kong) Limited**

19/F., Lee Garden One  
33 Hysan Avenue  
Causeway Bay, Hong Kong

## STOCK CODE

The Stock Exchange of Hong Kong Limited: 1062

## WEBSITE

[www.cdb-intl.com](http://www.cdb-intl.com)

# Management Discussion and Analysis

The board of directors (the “**Board**” or “**Directors**”) of China Development Bank International Investment Limited (the “**Company**”) announces the unaudited interim results of the Company and its subsidiaries (collectively the “**Group**”) for the six months ended 30 June 2023 (the “**Period**”). The interim results for the Period have been reviewed by the audit committee of the Company and BDO Limited, the auditor of the Company.

## OVERALL PERFORMANCE

For the Period, the Group recorded a loss of approximately HK\$48.15 million (six months ended 30 June 2022: loss of approximately HK\$353.13 million) which is primarily attributable to the net valuation losses in fair value of financial assets at fair value through profit or loss of approximately HK\$53.56 million (six months ended 30 June 2022: net losses of approximately HK\$499.90 million) netted off by the general and administrative expenses of approximately HK\$4.82 million (six months ended 30 June 2022: approximately HK\$5.16 million) incurred during the Period. For the Period, the interest income of the Group was approximately HK\$0.27 million (six months ended 30 June 2022: approximately HK\$0.10 million). The Group’s net valuation losses in fair value of financial assets at fair value through profit or loss for the Period amounted to approximately HK\$53.56 million (six months ended 30 June 2022: net loss of approximately HK\$499.90 million). The general and administrative expenses of the Group for the Period were approximately HK\$4.82 million (six months ended 30 June 2022: approximately HK\$5.16 million). The Group’s net asset value decreased to approximately HK\$1,312.09 million as at 30 June 2023 (31 December 2022: approximately HK\$1,360.24 million), with loss per share of approximately HK\$1.66 cents (six months ended 30 June 2022: loss per share of approximately HK\$12.17 cents).

## LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

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

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

On 6 January 2020, a new facility agreement (“**New Facility Agreement**”) was entered into among China Construction Bank (Asia) Corporation Limited (“**CCB Asia**”) as the lender, the Company as the borrower, and CDBIH as the guarantor, pursuant to which CDBIH will be the guarantor of the Company for an uncommitted revolving loan facility in the amount of up to US\$100,000,000 granted by CCB Asia. CCB Asia is a licensed financial institution under the laws of Hong Kong and a wholly-owned subsidiary of China Construction Bank Corporation (“**China Construction Bank**”) (listed on the Shanghai Stock Exchange, stock code: 601939 and listed on the Stock Exchange of Hong Kong Limited, stock code: 939). CCB Asia

is a third party independent of and not connected with the Company and its connected persons, despite that Central Huijin Investment Ltd., which owns directly and indirectly 57.31% interest in China Construction Bank, the controlling company of CCB Asia, also owns 34.68% interest in China Development Bank (“**CDB**”), the controlling shareholder of China Development Bank Capital Corporation Ltd. (“**CDBC**”) at the date of the Facility Agreement was entered into.

As at 30 June 2023, the Group had no borrowings (31 December 2022: Nil) and the debt-to-equity ratio (calculated as the sum of borrowings to total shareholder’s equity) was 0% (31 December 2022: 0%), putting the Group in an advantageous position to realize its investment strategies and pursue investment opportunities.

As at 30 June 2023, the cash and cash equivalents of the Group were approximately HK\$36.50 million (31 December 2022: approximately HK\$31.53 million). As more than half of the retained cash was denominated in United States Dollars and placed in major banks in Hong Kong, the Group’s exposure to exchange fluctuation risk is considered minimal. The Board believes that the Group still maintains a healthy financial position as at 30 June 2023.

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

### CHARGE ON ASSETS, CAPITAL COMMITMENT AND CONTINGENT LIABILITIES

As at 30 June 2023, there were no charges on the Group’s assets and the Group had no material capital commitment or any significant contingent liabilities (31 December 2022: Nil). As at 30 June 2023, as far as the Directors are aware, the Group was not involved in any material litigation or arbitration and no material litigation or claim was pending or threatened or made against the Group.

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

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

### SUBSEQUENT EVENTS

The Directors are not aware of any significant event requiring disclosure that had taken place subsequent to the Period and up to the date of this report.

# Management Discussion and Analysis

## PORTFOLIO REVIEW

Particulars of the investments of the Group as at 30 June 2023 are set out as follows:

	Cost/carrying book cost as at 30 June 2023 HK\$ (Unaudited)	Market value/ carrying amount as at 30 June 2023 HK\$ (Unaudited)	Market value/ carrying amount 31 December 2022 HK\$ (Audited)	Unrealised gains/(losses) recognised for the Period ended 30 June 2023 HK\$ (Unaudited)	Accumulated unrealised gains/(losses) recognised as of 30 June 2023 HK\$ (Unaudited)	Percentage to the Group's total assets as at 30 June 2023 % (Unaudited)
Jade Sino Ventures Limited ("Jade Sino") (Note 1)	194,987,520	231,984,070	271,039,317	(39,055,247)	36,996,550	17.6%
P.G. Logistics Property Investment Limited ("P.G. Logistics") (Note 2)	195,000,000	208,705,306	215,824,931	(7,119,625)	13,705,306	15.9%
BEST Inc. ("Best Inc.") (Note 3)	234,000,000	2,923,604	2,845,995	77,609	(231,076,396)	0.2%
Meicai (Note 4)	200,460,000	339,098,476	410,400,214	(71,301,738)	138,638,476	25.8%
G7 Connect Inc ("G7") (Note 5)	195,000,000	237,079,354	223,851,350	13,228,004	42,079,354	18.0%
Yimeter Holding Limited ("Yimeter") (Note 6)	153,260,180	258,606,939	207,993,968	50,612,971	105,346,759	19.7%
China Property Development (Holdings) Limited ("CPDH") (Note 7)	78,000,000	–	2,068,105	N/A	N/A	0%

**Notes:**

- Jade Sino is an investment holding company incorporated in the British Virgin Islands with limited liabilities. As at 30 June 2023, the proportion of the issued share capital of Jade Sino owned by the Group was approximately 23.81%. As at 30 June 2023, Jade Sino directly held approximately 5.28% of the equity interests of Jinko Power Technology Co., Ltd. ("Jinko Technology"), a company incorporated in the People's Republic of China ("PRC") with limited liabilities. Jinko Technology was successfully listed on the Shanghai Stock Exchange in May 2020. Jinko Technology and its subsidiaries are principally engaged in developing, building and operating photovoltaic power stations in the PRC. No gain or loss on disposal was recorded during the Period. Dividends of approximately HK\$9.48 million were received by the Group during the Period.
- Guangzhou P.G. Investment Co., Ltd.\* ("PG Investment"), a company incorporated in the PRC with limited liabilities, completed the restructuring of overseas red chips on 25 May 2021. As a result, the equity interests of Jolly Investment Limited ("Jolly") originally held by the Group has been converted into relevant equity interests of PG Logistics, an investment holding company incorporated in the Cayman Islands with limited liabilities, in accordance with relevant legal documents. As at 30 June 2023, the proportion of the issued share capital of P.G. Logistics owned by the Group was approximately 4.82%. As at 30 June 2023, P.G. Logistics held the entire equity interests of PG Investment, which is a logistics warehouse infrastructure operator in the PRC. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.
- Best Inc. was incorporated in the Cayman Islands with limited liabilities which is principally engaged in freight delivery, supply chain service and cross-border logistics. Best Inc. was successfully listed on the New York Stock Exchange in September 2017. As at 30 June 2023, the proportion of its issued share capital owned by the Group was approximately 0.82%. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.
- Meicai is an investment holding company incorporated in the Cayman Islands and provides supply chain related services (including ingredient procurement, warehousing and distribution to small-and-medium-sized restaurants in the PRC). As at 30 June 2023, the proportion of the issued share capital of Meicai owned by the Group was approximately 1.06%. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.
- G7 is a technology leader in the logistics sector in the PRC. Its services span each aspect of fleet management including order processing, short/long haul visibility, asset tracking, dispatch, route planning, financial settlement, accounting, safety management, etc. As at 30 June 2023, the proportion of the issued share capital of G7 owned by the Group was approximately 2.92%. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.

\* For identification purpose only

6. Yimidida is a company incorporated in the PRC with limited liabilities which is principally engaged in the operation of the less-than-truckload freight network and was jointly established by several regional leading less-than-truckload logistics enterprises, Yimidida, with the mode of direct operation in core areas and regional franchise, unified the branding, systems, clearing, services and management standards of its partners along the whole ecological chain, and rapidly established the country-wide less-than-truckload freight franchise network. On 30 July 2021, the Board of Yimidida approved the overall merger and acquisition reorganisation of Yimidida by J&T Global Express Limited (“**J&T Express**”). In January 2022, the Company completed the relevant merger and acquisition reorganization and directly holds 2,663,871 class B ordinary shares of Yimeter (a holding vehicle created by some former shareholders of Yimidida) as of 30 June 2023, representing approximately 11.74% of the issued share capital of Yimeter, and indirectly holds 2,663,871 preferred shares in J&T Express. No gain or loss on disposal was recorded during the Period. No dividend was received during the Period.
7. The investments in CPDH disclosed in the table above are accounted for in accordance with HKAS 28 Investment in Associates and Joint Ventures.

## UNLISTED INVESTMENTS REVIEW

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

### PG Investment

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

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

On 30 May 2022, the Company proposed to dispose its 4.82% interest in P.G. Logistics on the SUAEX by way of listing-for-sale. On 30 June 2022, at the end of the publication period through SUAEX, the Company was informed that there was one transferee that was qualified for the transfer, i.e., Shenzhen Aoyuheng Industrial Co., Ltd.\* (深圳市奥裕恒实业有限公司) (“**Shenzhen Aoyuheng**”) (an independent third party of the Company). On 15 July 2022, the Company entered into the Equity Transfer Agreement with Shenzhen Aoyuheng in relation to the disposal of 4.82% interest in P.G. Logistics by the Company to Shenzhen Aoyuheng at a consideration of RMB192,800,000 (the “**Disposal**”). Upon completion of the Disposal, the Company will not hold any equity interest in P.G. Logistics.

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

\* For identification purpose only



## Management Discussion and Analysis

### Meicai

On 24 November 2016, the Company entered into an investment agreement with Meicai (previously named Spruce), pursuant to which the Company agreed to subscribe for the newly issued equity interests of Meicai at a cash consideration of US\$25.70 million. Meicai is a holding company incorporated in the Cayman Islands. Its business model shortens the flow of agricultural products at all levels, reducing the cost of raw material procurement, manpower and prices for customers, while providing customers with a wide range of commodities, connecting one end of the supply chain to the fields and one end to urban consumers, satisfying users with a “one-stop shopping” experience. With small and medium-sized food and beverage merchants as the entry point, Meicai focuses on providing restaurants and fruit and vegetable shops with a one-stop, full range of raw material procurement services for food and beverage. Meicai is an independent third party of the Group. In the first half of 2023, with the impact of COVID-19 gradually waned, Meicai continued to grow steadily and with high quality in the food and beverage supply chain by continuing to optimize its business structure and improving synergies, resulting in a continued improvement in financial performance. The Company is confident that Meicai will continue its business expansion at a satisfactory growth rate and become a leader in this industry.

### G7

On 29 December 2016, a wholly-owned subsidiary of the Company entered into a convertible preferred share subscription agreement with G7, pursuant to which the Group, as one of the investors, agreed to subscribe for the newly issued preferred shares of G7 at a cash consideration of US\$25.00 million. G7 is a leading Internet of Things (IoT) technology company in PRC, operating the largest IoT integrated logistics platform in PRC. Since its inception, G7 has been focusing on serving freight operators in the logistics ecosystem, providing all types of freight operators with integrated software and hardware services, and a full chain of SaaS services. Based on its ability to acquire, integrate and analyze IoT data, G7 provides open platform services to customers through its Big Data Cloud Platform and powerful AI algorithms to meet their needs in all aspects of business and finance in the course of their operations. By providing digital services for the entire logistics landscape, including vehicle management, driver safety, asset services, vehicle insurance and transaction settlement, G7 makes it easy for freight operators to complete their digital transformation so as to improve operational efficiency, reduce operating costs and improve transport safety. G7 is an independent third party of the Group.

Affected by the COVID-19 pandemic, China’s logistics industry is still in the process of slow recovery as a whole, and cargo owners and enterprises are more cautious about new investment, which adversely affects G7’s revenue growth. In order to consolidate its business competitive advantage and enhance its integrated service capabilities, G7 is actively expanding its product portfolio, enriching product functions, and helping customers improve their digital capability with technological advantages.

### Yimeter (J&T Express)

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

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

During the Period, J&T Express successfully completed the round D of equity financing and formally submitted the listing application to the Hong Kong Stock Exchange. The Company indirectly acquired 928,605 new preferred shares of J&T Express, with the number of shares indirectly held amounted to 2,663,871 in total. The Company expects that with its strengths, J&T Express will further strengthen and optimize its network coverage, improve its service quality and enhance its brand image, as well as improve its financial performance rapidly through economies of scale.

### CPDH

CPDH is a company incorporated in the Cayman Islands with limited liability and principally engaged in investment of residential development projects. CPDH did not carry out any business during the Period and its litigation process has been officially concluded, and the liquidation and cancellation process is being carried out. Its carrying value is accounted for using equity method.

### LISTED INVESTMENTS REVIEW

#### Securities Investments

#### BEST INC.

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

Combining the Internet, information technology and traditional logistics services, Best Inc. is committed to creating a one-stop logistics and supply chain service platform to provide customers with efficient services and experience. As one of the largest integrated logistics service providers in China with logistics network across the nation, Best Inc. is also operating in seven countries, including United States, Thailand, Vietnam and Malaysia.

In November 2020, Best Inc. announced its strategic restructuring and organisational changes. On 29 October 2021, Best Inc. announced the sale of its domestic express delivery business to J&T Express for a consideration of approximately RMB6.8 billion and such transaction was completed on 17 December 2021. Upon completion of the transaction, Best Inc. will be able to focus more on its core business of less-than-truckload delivery and supply chain management, and its principal business recovered to growth in the first half of 2023. Its profitability and financial performance improved significantly.

### JINKO TECHNOLOGY

On 29 September 2014, the Company entered into a share subscription agreement (the “**Jade Sino Subscription Agreement**”) with CDBIH and Jade Sino, pursuant to which the Company and CDBIH agreed to subscribe for 11,904 and 38,096 ordinary shares of Jade Sino, representing approximately 23.81% and 76.19% of the enlarged issued share capital of Jade Sino respectively.

In 2014, Jade Sino contributed an aggregate of US\$105 million to subscribe for preferred shares issued by JinkoSolar Power Engineering Group Limited (“**JinkoSolar Power**”). As a result of the subsequent reorganization of JinkoSolar Power’s assets and the introduction of new investors, Jade Sino held 15.01% of the ordinary shares of Jinko Power Technology Co., Ltd (“**Jinko Technology**”). In May 2020, Jinko Technology completed the initial public offering of 594,592,922 A shares (“**A Shares**”) on the Shanghai Stock Exchange with the issue price of RMB4.37 per A Share for a total offering size of approximately RMB2.60 billion under stock code 601778. As at 30 June 2023, Jade Sino directly held approximately 5.28% equity interest in Jinko Technology.

During the Period, the business income performance of Jinko Technology was similar as compared with that at the beginning of 2022, with the major sources of its income including sales of electricity and design, procurement and construction. The Company expects that the performance of Jinko Technology in 2023 will be generally in line with our expectations and it is expected that Jinko Technology can make a significant contribution to the Company’s performance afterward.

### EMPLOYEES

As at 30 June 2023, the Company had 6 employees (30 June 2022: 6 employees). The total staff costs of the Group (excluding Directors’ fee) for the Period were approximately HK\$2.97 million (six months ended 30 June 2022: HK\$3.15 million). The Company determines its staff remuneration in accordance with prevailing market salary level, individual qualifications and performance. Remuneration packages of the Company’s employees including basic salary, performance bonuses and mandatory provident fund are reviewed on a regular basis. The Company had no share option scheme during the six months ended 30 June 2023. However, the Company provided training catered to employees’ needs and in accordance with the Company’s own development strategy.

### GEARING RATIO

As at 30 June 2023, the Group had no outstanding bank borrowings (31 December 2022: Nil). As at 30 June 2023, the Group’s current ratio (current assets to current liabilities) was approximately 8,744% (31 December 2022: approximately 4,646%). The ratio of total liabilities to total assets of the Group was approximately 0% (31 December 2022: approximately 0%).

### EXCHANGE EXPOSURE

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

### FUTURE PROSPECTS

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

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

As a result of the uncertainty and continuing impacts brought by the changing global political and economic environment on the economic development and performance of investment projects, the management will continue to enhance communication and strengthening risk management and continuously enhancing operational capabilities. The management will also continue to closely monitor the market situation and enhance its operation in all areas, to raise levels of financial discipline and improve profitability of the Group.

# Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2023

	Notes	Six months ended 30 June	
		2023 HK\$ (Unaudited)	2022 HK\$ (Unaudited)
Net valuation losses in fair value of financial assets at fair value through profit or loss		<b>(53,558,026)</b>	(499,903,110)
General and administrative expenses	8	<b>(4,817,932)</b>	(5,156,486)
Other gains, net		-	2,419,088
Dividend income from financial assets at fair value through profit or loss		<b>9,478,107</b>	153,575,885
Finance income		<b>265,124</b>	97,107
Finance costs		-	(1,774,256)
Share of profit in an associate		<b>487,182</b>	3,110,170
<b>Loss before income tax</b>		<b>(48,145,545)</b>	(347,631,602)
Income tax expense	7	-	(5,494,850)
<b>Loss and total comprehensive expense for the period attributable to owners of the Company</b>		<b>(48,145,545)</b>	(353,126,452)
<b>Loss per share</b>			
- Basic (HK cents)	10	<b>(1.66)</b>	(12.17)
- Diluted (HK cents)	10	<b>(1.66)</b>	(12.17)

# Condensed Consolidated Statement of Financial Position

As at 30 June 2023

	Notes	30 June 2023 HK\$ (Unaudited)	31 December 2022 HK\$ (Audited)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	11	–	–
Interest in an associate	12	–	2,068,105
Financial assets at fair value through profit or loss	13	<b>1,069,692,443</b>	1,116,130,844
		<b>1,069,692,443</b>	1,118,198,949
<b>Current assets</b>			
Financial assets at fair value through profit or loss	13	<b>208,705,306</b>	215,824,931
Cash and cash equivalents	14	<b>36,496,164</b>	31,534,999
		<b>245,201,470</b>	247,359,930
<b>Total assets</b>		<b>1,314,893,913</b>	1,365,558,879
<b>Equity and liabilities</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital	16	<b>29,022,154</b>	29,022,154
Reserves		<b>1,283,067,515</b>	1,331,213,060
<b>Total equity</b>		<b>1,312,089,669</b>	1,360,235,214
<b>Liabilities</b>			
<b>Current liabilities</b>			
Other payables and accruals	15	<b>2,804,244</b>	5,323,665
		<b>2,804,244</b>	5,323,665
<b>Total liabilities</b>		<b>2,804,244</b>	5,323,665
<b>Total equity and liabilities</b>		<b>1,314,893,913</b>	1,365,558,879

The condensed consolidated financial statements on pages 13 to 34 were approved and authorised for issue by the Board of Directors on 18 August 2023 and are signed on its behalf by:

**LU Yanpo**  
Director

**CHEUNG Ngai Lam**  
Director

# Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2023

## Attributable to owners of the Company

	Share capital HK\$	Share premium HK\$	Special reserve HK\$ (Note)	Capital redemption reserve HK\$	Retained earnings/ (Accumulated losses) HK\$	Total HK\$
At 1 January 2022 (Audited)	29,022,154	1,043,800,995	382,880,958	270,200	375,862,427	1,831,836,734
Loss for the period	-	-	-	-	(353,126,452)	(353,126,452)
Total comprehensive expense for the period	-	-	-	-	(353,126,452)	(353,126,452)
Balance at 30 June 2022 (Unaudited)	29,022,154	1,043,800,995	382,880,958	270,200	22,735,975	1,478,710,282
At 1 January 2023 (Audited)	<b>29,022,154</b>	<b>1,043,800,995</b>	<b>382,880,958</b>	<b>270,200</b>	<b>(95,739,093)</b>	<b>1,360,235,214</b>
Loss for the period	-	-	-	-	(48,145,545)	(48,145,545)
Total comprehensive expense for the period	-	-	-	-	(48,145,545)	(48,145,545)
Balance at 30 June 2023 (Unaudited)	<b>29,022,154</b>	<b>1,043,800,995</b>	<b>382,880,958</b>	<b>270,200</b>	<b>(143,884,638)</b>	<b>1,312,089,669</b>

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



# Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2023

	<b>Six months ended 30 June</b>	
	<b>2023</b> <b>HK\$</b> <b>(Unaudited)</b>	2022 HK\$ (Unaudited)
Net cash generated from operating activities	<b>2,124,907</b>	141,094,052
<b>Cash flows from investing activities</b>		
Interest received from bank deposits	<b>265,124</b>	97,107
Dividend received from an associate	<b>2,571,134</b>	–
<b>Net cash generated from investing activities</b>	<b>2,836,258</b>	97,107
<b>Cash flows from financing activities</b>		
Repayment of bank borrowings	–	(390,000,000)
Interest paid	–	(1,774,256)
<b>Net cash used in financing activities</b>	–	(391,774,256)
Net increase/(decrease) in cash and cash equivalents	<b>4,961,165</b>	(250,583,097)
Cash and cash equivalents at the beginning of the period	<b>31,534,999</b>	265,243,204
Cash and cash equivalents at the end of the period	<b>36,496,164</b>	14,660,107

# Notes to the Condensed Consolidated Financial Statements

## 1 GENERAL

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

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

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

## 2 BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 (“**HKAS 34**”) “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”). The condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2022, which have been prepared in accordance with Hong Kong Financial Reporting Standards (“**HKFRSs**”).

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

### 3 ACCOUNTING POLICIES

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

(a) New and amended standards adopted by the Group

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

HKFRS 17	Insurance Contracts and the related Amendments
HKAS 1 and HKFRS Practice Statement 2 (Amendments)	Disclosure of Accounting Policies
HKAS 8 (Amendments)	Definition of Accounting Estimates
HKAS 12 (Amendments)	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
HKAS 12 (Amendments)	International Tax Reform – Pillar Two Model Rules

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

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

<b>Standards</b>	<b>Subject of amendment</b>	<b>Effective for accounting periods beginning or after</b>
HKAS 1 (Amendments)	Classification of Liabilities as Current or Non-current	1 January 2024
HKAS 1 (Amendments)	Non-current Liabilities with Covenants	1 January 2024
HKFRS 10 and HKAS 28 (2011) (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined
HKFRS 16 (Amendments)	Lease Liability in a Sale and Leaseback	1 January 2024
HKAS 7 and HKFRS 7 (Amendments)	Supplier Finance Arrangements	1 January 2024

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

## 4 FINANCIAL RISK MANAGEMENT

### 4.1 Financial risk

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

The interim condensed consolidated financial information do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2022.

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

### 4.2 Liquidity risk

Compared to year end, there was no material change in the contractual undiscounted cash outflows for financial liabilities.

### 4.3 Fair value estimation

The table below analyses the Group's financial instruments carried at fair value as at 30 June 2023 by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

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

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
	30 June 2023 (unaudited)	31 December 2022 (audited)					
(i) Unlisted ordinary shares of Jade Sino Ventures Limited	HK\$231,984,070	HK\$271,039,317	Level 3	Net asset value with an adjustment of discount rate for lack of marketability.	Discount rate for lack of marketability of 15%. (2022: 15%)	The higher the discount rate for lack of marketability, the lower the fair value. (2022: Same)	If the discount rate for lack of marketability is 2.5% higher/lower with all other variables were held constant, the fair value would decrease/increase by HK\$6,823,061 (2022: HK\$9,086,310).

# Notes to the Condensed Consolidated Financial Statements

## 4 FINANCIAL RISK MANAGEMENT (continued)

### 4.3 Fair value estimation (Continued)

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
	30 June 2023 (unaudited)	31 December 2022 (audited)					
(ii) Unlisted ordinary shares of P.G. Logistics Property Investment Limited ("P.G. Logistics")	<b>HK\$208,705,306</b> <b>(the fair value of P.G. Logistics was HK\$62,226,918, and the fair value of the forward of P.G. Logistics was HK\$146,478,388.)</b>	HK\$215,824,931	Level 3	Option-Pricing model  The key inputs are volatility and risk free rate  Discounted cash flow model  The key input is risk free rate	Option-Pricing model Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 38.81%. (2022: 43.26%)  Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 5.51%. (2022: 4.76%)  Discounted cash flow model  Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 5.51%. (2022: N/A)	The higher the volatility, the lower the fair value. (2022: Same)  The higher the risk free rate, the lower the fair value. (2022: Same)	Option-Pricing model If the volatility is 10% higher/ lower, while all other variables were held constant, the fair value would decrease by HK\$1,002 and increase by HK\$309 respectively. (2022: decrease by HK\$4,937,599 and increase by HK\$4,276,210 respectively.)  If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would decrease by HK\$15 and increase by HK\$14 respectively. (2022: decrease by HK\$609,688 and increase by HK\$610,132 respectively.)  Discounted cash flow model  Discounted cash flow model  If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would decrease by HK\$39,813 and increase by HK\$40,020 respectively. (2022: N/A)
(iii) Listed equity securities of BEST Inc.	<b>HK\$2,923,604</b>	HK\$2,845,995	Level 1	Quoted bid prices in an active market	N/A	N/A	N/A

## 4 FINANCIAL RISK MANAGEMENT (continued)

## 4.3 Fair value estimation (Continued)

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
	30 June 2023 (unaudited)	31 December 2022 (audited)					
(iv) Unlisted convertible preferred shares with put option of Meicai	<b>HK\$339,098,476</b>	HK\$410,400,214	Level 3	Option-Pricing model  The key inputs are volatility and risk free rate	Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 58.11%. (2022: 38.49%)  Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 4.49%. (2022: 4.76%)	The higher the volatility, the lower the fair value. (2022: The higher the volatility, the higher the fair value.)  The higher the risk free rate, the higher the fair value. (2022: Same)	If the volatility is 10% higher/ lower, while all other variables were held constant, the fair value would decrease by HK\$2,080,717 and increase by HK\$2,291,878 respectively. (2022: increase by HK\$3,850,042 and decrease by HK\$4,010,736 respectively.)  If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would increase by HK\$286,754 and decrease by HK\$293,318 respectively. (2022: increase by HK\$64,050 and decrease by HK\$61,730 respectively.)

## 4 FINANCIAL RISK MANAGEMENT (continued)

## 4.3 Fair value estimation (Continued)

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
	30 June 2023 (unaudited)	31 December 2022 (audited)					
(v) Unlisted convertible preferred shares with put option of G7 Connect Inc	<b>HK\$237,079,354</b>	HK\$223,851,350	Level 3	Option-Pricing model and back-solve method  The key inputs are volatility, risk free rate and recent transaction price.	Volatility, determined by reference to the average annualised standard deviation of the continuously compounded rates of return on the daily average adjusted share of the comparable companies, of 33.02% (2022: 37.74%).  Risk free rate, determined by reference to the yields of government bonds with timeframes between the valuation date and expected exit dates, of 5.51% (2022: 4.76%).  Recent transaction price, determined by reference to the recent transaction price. (2022: Same)	The higher the volatility, the lower the fair value. (2022: Same)  The higher the risk free rate, the higher the fair value. (2022: Same)  The higher the recent transaction price, the higher the fair value. (2022: Same)	If the volatility is 10% higher/lower, while all other variables were held constant, the fair value would decrease by HK\$2,093,481 and increase by HK\$2,418,976 respectively. (2022: decrease by HK\$3,091,719 and increase by HK\$5,683,455 respectively.)  If the risk free rate is 10% higher/lower, while all other variables were held constant, the fair value would increase by HK\$693,207 and decrease by HK\$698,289 respectively. (2022: increase by HK\$633,485 and decrease by HK\$639,025 respectively.)  If the recent transaction price is 5% higher/lower, while all other variables were held constant, the fair value would increase by HK\$23,769,771 and decrease by HK\$24,769,649, respectively. (2022: increase by HK\$50,425,883 and decrease by HK\$55,477,953, respectively.)

## 4 FINANCIAL RISK MANAGEMENT (continued)

## 4.3 Fair value estimation (Continued)

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value	Sensitivity
	30 June 2023 (unaudited)	31 December 2022 (audited)					
(vi) Unlisted ordinary shares with put option of Yimeter Holding Limited ("Yimeter")	<b>HK\$258,606,939</b>	HK\$207,993,968	Level 3	Market comparable model  The key inputs is price-to-sales ratio.	Price-to-sales ratio determined by an average by reference to a pool of comparable listed companies in the same industry with average multiple rate of 4.13. (2022: 4.2)	The higher the price-to-sales ratio the higher the fair value (2022: Same)	If the price-to-sales ratio is 5% higher/lower, while all other variables were held constant, the fair value would increase by HK\$12,930,347 and decrease by HK\$12,930,347 respectively. (2022: increase by HK\$10,399,698 and decrease by HK\$10,399,698 respectively.)



## 4 FINANCIAL RISK MANAGEMENT (continued)

### 4.3 Fair value estimation (Continued)

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

	Level 1 HK\$	Level 2 HK\$	Level 3 HK\$	Total HK\$
<b>30 June 2023</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>	<b>(unaudited)</b>
<b>Financial assets</b>				
Financial assets at fair value through profit or loss ("FVTPL")	2,923,604	–	1,275,474,145	1,278,397,749
<b>31 December 2022</b>	(audited)	(audited)	(audited)	(audited)
<b>Financial assets</b>				
Financial assets at FVTPL	2,845,995	–	1,329,109,780	1,331,955,775

There were no transfers required between the levels of the fair value hierarchy in the six months ended 30 June 2023. The Group also did not change any valuation techniques in determining the level 3 fair values.

The following table presents the changes in level 3 instruments for the period ended 30 June 2023 and 2022.

#### Reconciliation of Level 3 fair value measurement

	Financial assets at FVTPL HK\$
At 1 January 2022	1,932,870,006
Total gains or losses recognised in profit or loss – change in fair value of financial assets at FVTPL	(484,803,816)
At 30 June 2022 (unaudited)	1,448,066,190
At 1 January 2023	1,329,109,780
Total gains or losses recognised in profit or loss – change in fair value of financial assets at FVTPL	(53,635,635)
At 30 June 2023 (unaudited)	1,275,474,145

Of the total losses for the period included in profit or loss, losses of HK\$53,635,635 (six months ended 30 June 2022: losses of HK\$484,803,816) relates to financial assets at fair value through profit or loss classified as level 3 held at the end of the reporting period. Fair value losses on financial assets at fair value through profit or loss are included in 'net valuation losses in fair value of financial assets at fair value through profit or loss'.

## 5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

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

### Fair value of financial instruments measured at FVTPL

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

In estimating the fair value of assets, the Group uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Group engages third party qualified valuers, Beijing Guorongxinghua Asset Appraisal Co.,Ltd. to perform the valuation. The address of the valuer's registered office is 701A, 7th floor, No. 189 Andingmen Outer Street, Dongcheng District, Beijing. The finance division works closely with the qualified external valuers to establish the appropriate valuation techniques and inputs to the model. The finance division reports findings to the directors of the Company regularly to explain the cause of fluctuations in the fair value of the assets and liabilities.

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

## 6 SEGMENT INFORMATION

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

## 6 SEGMENT INFORMATION (continued)

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

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

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

## 7 INCOME TAX EXPENSE

Hong Kong profits tax is calculated at 16.5% (2022: 16.5%) of the estimated assessable profit. No provision for Hong Kong profits tax has been made in the condensed consolidated financial statements as the Group did not generate any assessable profits arising in Hong Kong for both periods.

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

	Six months ended 30 June	
	2023 HK\$ (Unaudited)	2022 HK\$ (Unaudited)
Current tax		
– Withholding tax	–	5,494,850

## 8 EXPENSES BY NATURE

	Six months ended 30 June	
	2023 HK\$ (Unaudited)	2022 HK\$ (Unaudited)
Employee benefits expenses		
– Directors' fee	–	150,000
– Other staff costs ( <i>Note</i> )		
Basic salaries and other benefits	2,729,967	2,856,960
Retirement benefits contribution	237,351	292,340
Auditor's remuneration	210,000	205,000
Investment management fees	175,000	175,000
Legal and professional fee	640,861	401,980
Others	824,753	1,075,206
Total general and administrative expenses	4,817,932	5,156,486

*Note:* During the six months ended 30 June 2023, the Group did not pay any services fee (six months ended 30 June 2022: HK\$302,196) to a personnel services company which provides staff to the Group. Such amounts are excluded from the total employee benefits expenses as mentioned above.

## 9 DIVIDENDS

No dividend was paid or proposed during the six months ended 30 June 2023 (30 June 2022: Nil).

## 10 LOSS PER SHARE

The calculation of the basic loss per share amounts is based on the loss for the period attributable to owners of the Company and the number of ordinary shares in issue during the period.

The calculation of the basic and diluted loss per share are based on:

	Six months ended 30 June	
	2023 HK\$ (Unaudited)	2022 HK\$ (Unaudited)
Loss attributable to owners of the Company, used in the basic and diluted loss per share calculation	(48,145,545)	(353,126,452)

  

	2023	2022
	No. of shares	No. of shares
Number of shares in issue during the period used in the basic and diluted loss per share calculation	2,902,215,360	2,902,215,360

No adjustment has been made to the basic loss per share amounts presented for the period ended 30 June 2023 and 2022 in respect of a dilution as the Group had no dilutive potentially ordinary shares in issue during those years.

## 11 PROPERTY, PLANT AND EQUIPMENT

	Leasehold improvements HK\$	Furniture and fixtures HK\$	Total HK\$
<b>At 1 January 2022, 31 December 2022 (audited), 1 January 2023 and 30 June 2023 (unaudited)</b>			
Cost	401,733	357,522	759,255
Accumulated depreciation	(401,733)	(357,522)	(759,255)
<b>Net book amount</b>	–	–	–

As at 30 June 2023, the Group has gross carrying amount of fully depreciated property, plant and equipment of HK\$759,255 (31 December 2022: HK\$759,255) that is still in use.

## 12 INTEREST IN AN ASSOCIATE

	HK\$
At 1 January 2022	2,303,961
Share of profit	11,461,144
Dividend from an associate	(11,613,772)
Exchange loss	(83,228)
At 31 December 2022 (audited) and 1 January 2023	2,068,105
Share of profit	487,182
Dividend from an associate	(2,571,134)
Exchange gain	15,847
At 30 June 2023 (unaudited)	–

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

Name of associate	Place of incorporation/ establishment	Place of operation	Equity interest attributable to the Group		Proportion of voting power held		Principal activities
			30 June 2023	31 December 2022	30 June 2023	31 December 2022	
			China Property Development (Holdings) Limited	Cayman Islands	PRC	33.42%	

The associate is undergoing liquidation during the period ended 30 June 2023.

## 13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 June 2023 HK\$ (Unaudited)	31 December 2022 HK\$ (Audited)
Financial assets at fair value through profit or loss ( <i>Note (i), (ii), (iii), (iv), (v), (vi)</i> )	<b>1,278,397,749</b>	1,331,955,775
Analysed for reporting purpose as		
Non-current assets	<b>1,069,692,443</b>	1,116,130,844
Current assets	<b>208,705,306</b>	215,824,931
	<b>1,278,397,749</b>	1,331,955,775

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

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

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

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

Jade Sino is an investment holding company incorporated in the British Virgin Islands with limited liabilities. In 2014, it directly held 20% of the equity interests of Jinko Power Technology Co., Ltd. (“**Jinko Technology**”), a company incorporated in the PRC with limited liabilities. Jinko Technology and its subsidiaries are principally engaged in developing, building and operating photovoltaic power stations in the PRC.

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

During the six months ended 30 June 2023, Jade Sino has completed reduction in the holding of the equity interest in Jinko Technology by 46,153,000 shares, representing 1.29% of Jinko Technology’s total share capital, through centralised bidding transaction. As a result of the non-public offer of shares of Jinko Technology which the Group had not subscribed, the equity interests of Jinko Technology was further diluted by 1.54%.

As at 30 June 2023, the fair value of the ordinary shares of Jade Sino held by the Group was approximately HK\$231,984,000 (31 December 2022: HK\$271,039,000). As at 30 June 2023, Jade Sino directly held approximately 5.28% (31 December 2022: 8.11%) of the equity interests of Jinko Technology.

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

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

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

The ordinary shares of P.G. Logistics are redeemable at the option of the Company if a qualified IPO has not occurred on or prior to 30 March 2021, with an annual return of 12% on the principal. The Group has not exercised the redemption right as at 30 June 2023.

On 30 May 2022, the Group initiated a listing-for-sale process to dispose 4.82% interest in P.G. Logistics on the Shanghai United Assets and Equity Exchange. On 15 July 2022, the Group entered into the Equity Transfer Agreement with Shenzhen Aoyuheng Industrial Co., Ltd.\* (深圳市奧裕恆實業有限公司) (“**Shenzhen Aoyuheng**”), an independent third party of the Group, in relation to the disposal of 4.82% interest in P.G. Logistics by the Group to Shenzhen Aoyuheng for a consideration of RMB192,800,000 (equivalent to approximately HK\$209,115,000 as at 30 June 2023) (the “**Disposal**”). Upon completion of the Disposal, the Group will not hold any equity interest in P.G. Logistics. As at 30 June 2023, the Group has classified the investment of P.G. Logistics as a current asset.

As at 30 June 2023, the fair value of the ordinary shares of P.G. Logistics was approximately HK\$62,227,000 (31 December 2022: HK\$215,825,000), and the fair value of the forward of P.G. Logistics was approximately HK\$146,478,000 (31 December 2022: HK\$0). As at 30 June 2023, the Group held 4.82% (31 December 2022: 4.82%) of equity interests of P.G. Logistics.

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

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

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

As at 30 June 2023, the fair value of the shares of Best Inc. held by the Group was approximately HK\$2,924,000 (31 December 2022: HK\$2,846,000). As at 30 June 2023, the proportion of the issued share capital of Best Inc. owned by the Group was approximately 0.82% (31 December 2022: 0.83%).

\* For identification purpose only

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

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

The convertible preferred shares may, at the option of the Group, be converted into fully paid ordinary shares of Meicai. In addition, the convertible preferred shares are redeemable at the option of the Group if a qualified IPO has not occurred on or prior to 31 December 2024, with 120% on applicable Preferred Share Purchase Price. The Group has not exercised the redemption right during the period.

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

As at 30 June 2023, the fair value of the convertible preferred shares with the put option of Meicai held by the Group was approximately HK\$339,098,000 (31 December 2022: HK\$410,400,000). As at 30 June 2023, the proportion of the issued share capital of Meicai owned by the Group was approximately 1.06% (31 December 2022: 1.06%).

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

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

G7 was incorporated in the Cayman Islands with limited liabilities and engages in fleet logistic management services. G7 Networks Limited is renamed to G7 Connect Inc during the year ended 31 December 2022.

As at 30 June 2023, the fair value of the convertible preferred shares with the put option of G7 held by the Group was approximately HK\$237,079,000 (31 December 2022: HK\$223,851,000). As at 30 June 2023, the proportion of the issued share capital of G7 owned by the Group was approximately 2.92% (31 December 2022: 2.92%).



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

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

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

During the period, J&T Express successfully completed the Series D round of financing. The Group indirectly received 928,605 preferred shares of J&T Express. As at 30 June 2023, the Group indirectly held 2,663,871 preferred shares of J&T Express.

As at 30 June 2023, the proportion of the issued share capital of Yimeter owned by the Group was approximately 11.74% (31 December 2022: 11.80%). As at 30 June 2023, the fair value of the issued share capital of Yimeter owned by the Group was approximately HK\$258,607,000 (31 December 2022: HK\$207,994,000).

### 14 CASH AND CASH EQUIVALENTS

	<b>30 June 2023</b> <b>HK\$</b> <b>(Unaudited)</b>	31 December 2022 HK\$ (Audited)
Cash at banks and on hand	<b>36,496,164</b>	31,534,999

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

	<b>30 June 2023</b> <b>HK\$</b> <b>(Unaudited)</b>	31 December 2022 HK\$ (Audited)
United States Dollars (“ <b>US\$</b> ”)	<b>20,436,925</b>	28,358,896
HK\$	<b>15,997,313</b>	3,117,556
Renminbi (“ <b>RMB</b> ”)	<b>61,926</b>	58,547
	<b>36,496,164</b>	31,534,999

\* For identification purpose only

## 15 OTHER PAYABLES AND ACCRUALS

	<b>30 June 2023</b> <b>HK\$</b> <b>(Unaudited)</b>	31 December 2022 HK\$ (Audited)
Accrued operating expenses	<b>2,804,244</b>	5,323,665

## 16 SHARE CAPITAL

	<b>Number of</b> <b>shares</b>	<b>Nominal value</b> <b>of ordinary</b> <b>shares</b> HK\$
<b>Ordinary shares, issued and fully paid</b>		
As at 1 January 2022, 31 December 2022 (Audited), 1 January 2023 and 30 June 2023 (Unaudited)	2,902,215,360	29,022,154

## 17 RELATED PARTY TRANSACTIONS

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

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

- (a) On 11 November 2016, the Company entered into a loan facility agreement with its immediate holding company pursuant to which its immediate holding company will provide term loans to the Company with amount up to US\$100,000,000. The term loans are unsecured, interest bearing at London Inter-Bank Offered Rate +1.65% per annum, and repayable at twelve months after the date of drawdown. The credit facilities provided by CDBIH has no expiry date. The Company has to repay the money to CDBIH 12 months after the withdrawal date. As at 30 June 2023, the Company has not utilised any of the loan facilities (2022: Same).

## 17 RELATED PARTY TRANSACTIONS (continued)

### (b) Key management compensation

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

	<b>Six months ended 30 June</b>	
	<b>2023 HK\$ (Unaudited)</b>	2022 HK\$ (Unaudited)
Short term benefits	<b>2,416,547</b>	1,617,868
Post-employment benefits	<b>63,839</b>	177,318
	<b>2,480,386</b>	1,795,186

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

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

## 18 SHARE-BASED PAYMENT TRANSACTIONS

The Company does not operate any share option scheme.

There were no options granted during the period ended 30 June 2023 (30 June 2022: Nil). There are no outstanding options as at 30 June 2023 (31 December 2022: Nil).

## 19 EVENT AFTER THE REPORTING DATE

The Directors are not aware of any significant event requiring disclosure that had taken place subsequent to 30 June 2023 and up to the date of this report.

## 20 NET ASSET VALUE PER SHARE

	<b>30 June 2023 HK\$ (Unaudited)</b>	31 December 2022 HK\$ (Audited)
Net asset value per share	<b>0.45</b>	0.47

Net asset value per share is computed based on the condensed consolidated net assets of HK\$1,312,089,669 as at 30 June 2023 (31 December 2022: HK\$1,360,235,214) and 2,902,215,360 ordinary shares in issue as at 30 June 2023 (31 December 2022: 2,902,215,360 ordinary shares).

# Report on Review of Interim Financial Information



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## TO THE BOARD OF DIRECTORS OF CHINA DEVELOPMENT BANK INTERNATIONAL INVESTMENT LIMITED

(incorporated in the Cayman Islands with limited liability)

### INTRODUCTION

We have reviewed the interim financial information set out on pages 13 to 34, which comprises the condensed consolidated statement of financial position of China Development Bank International Investment Limited (the “**Company**”) and its subsidiaries (together, the “**Group**”) as at 30 June 2023 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 “Interim Financial Reporting” (“**HKAS 34**”) issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”). The directors of the Company are responsible for the preparation and presentation of the interim financial information in accordance with HKAS 34. Our responsibility is to express a conclusion on this interim condensed financial statements based on our review. This report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

### SCOPE OF REVIEW

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

## Report on Review of Interim Financial Information

### CONCLUSION

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

**BDO Limited**

*Certified Public Accountants*

**Choi Kit Ying**

Practising Certificate no. P07387

Hong Kong, 18 August 2023

# Other Information

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

As at 30 June 2023, none of the Directors or the chief executive of the Company or their respective associates had any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), which were required, pursuant to Section 352 of the SFO, to be recorded in the register required to be kept therein, or which were required, pursuant to Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in the Appendix 10 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"), to be notified to the Company and the Stock Exchange.

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

So far as is known to any Directors or chief executive of the Company, as at 30 June 2023, the following persons (other than a Director or chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO:

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

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

#### Notes:

1. CDBIH is a wholly-owned subsidiary of CDBC. CDBC is a wholly-owned subsidiary of CDB. Thus, CDB and CDBC are deemed to be interested in the same percentage of shares held by CDBIH.
2. Yoobright is beneficially and wholly owned by Mr LIU Tong. Mr LIU Tong is therefore deemed to be interested in the same percentage of shares held by Yoobright.

Save as disclosed above, as at 30 June 2023, the Company had not been notified by any person, other than Directors and chief executive of the Company, who had interests or short positions in the shares and underlying shares of the Company which were recorded in the registered required to be kept by the Company under section 336 of the SFO.

### SHARE OPTION SCHEME

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

### INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Period (30 June 2022: Nil).

### AUDIT COMMITTEE

As at 30 June 2023, the audit committee of the Company (the “**Audit Committee**”) comprises four members, namely, Mr LU Yanpo, Mr CHEUNG Ngai Lam, Mr SIN Yui Man and Dr FAN Ren Da, Anthony. All members of the Audit Committee are non-executive Directors. The chairman of the Audit Committee is Mr CHEUNG Ngai Lam, an independent non-executive Director of the Company. The members of the Audit Committee meet regularly to review the financial report and other information submitted and reported to the Shareholders, the system of internal control, and the effectiveness and objectivity of risk management and audit process. The Audit Committee acts in an advisory capacity and makes recommendations to the Board. The terms of reference of the Audit Committee which explained the role and the authority delegated to the Audit Committee by the Board were revised in 2018, and is available on the websites of the Company and the Stock Exchange. The Audit Committee has reviewed the interim results announcement and the interim report, including the unaudited condensed consolidated interim financial information of the Group for the Period, which has also been reviewed by the Company’s auditor, BDO Limited, in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants.

### REMUNERATION COMMITTEE

As at 30 June 2023, the remuneration committee of the Company (the “**Remuneration Committee**”) comprises four members, namely Mr LU Yanpo, Mr SIN Yui Man, Dr FAN Ren Da, Anthony and Mr CHEUNG Ngai Lam. The majority members of the Remuneration Committee are independent non-executive Directors. The chairman of the Remuneration Committee is Mr SIN Yui Man, an independent non-executive Director of the Company. The Remuneration Committee advises the Board on the Group’s overall policy and structure for the remuneration of Directors and senior management. The terms of reference of the Remuneration Committee were revised in 2018 and is available on the websites of the Company and the Stock Exchange.

## NOMINATION COMMITTEE

As at 30 June 2023, the nomination committee of the Company (the “**Nomination Committee**”) comprises three members, namely Mr LU Yanpo, Dr FAN Ren Da, Anthony and Mr CHEUNG Ngai Lam. The majority members of the Nomination Committee are independent non-executive Directors. The chairman of the Nomination Committee is Mr LU Yanpo, chairman of the Board. The Nomination Committee reviews the structure, size and composition (including the skills, knowledge and experience) of the Board at least annually and to make recommendations on any proposed changes to the Board to complement the Company’s corporate strategy. The terms of reference of the Nomination Committee were revised in 2018 and is available on the websites of the Company and the Stock Exchange. The Board has adopted the board diversity policy in 2013.

## PURCHASE, SALE OR REDEMPTION OF SHARES

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

## COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

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

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

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

## COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

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



## ACKNOWLEDGMENT

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

## DIRECTORS

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

By Order of the Board

**China Development Bank International Investment Limited**

**LU Yanpo**

*Chairman*

Hong Kong, 18 August 2023