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## **OKG Technology Holdings Limited** **歐科雲鏈控股有限公司**

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

**(Stock Code: 1499)**

### **ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023**

#### **FINANCIAL HIGHLIGHTS**

- Revenue of the Group for the Period was approximately HK\$123.6 million (for the six months ended 30 September 2022: approximately HK\$182.2 million).
- Loss attributable to the owners of the Company for the Period amounted to approximately HK\$9.2 million (Profit attributable to the owners of the Company for the six months ended 30 September 2022: approximately HK\$35.2 million). The loss was mainly attributable to the decrease of the revenue from digital assets related businesses segment.
- Basic and diluted loss per share for the Period amounted to approximately HK cents 0.17 (Basic and diluted earnings per share for the six months ended 30 September 2022: approximately HK cents 0.66).
- The Board does not recommend the payment of any interim dividend for the Period (For the six months ended 30 September 2022: Nil).

The board (the “**Board**”) of directors (the “**Directors**”) of OKG Technology Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) is pleased to announce the unaudited consolidated financial results of the Group for the six months ended 30 September 2023 (the “**Period**”), together with comparative figures for the six months ended 30 September 2022 as follows:

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

*For the six months ended 30 September 2023*

		<b>Six months ended</b>	
		<b>30 September</b>	
		<b>2023</b>	<b>2022</b>
	<i>Note</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
Revenue	4	<b>123,646</b>	182,174
Cost of sales		<b>(89,487)</b>	(95,494)
<b>Gross profit</b>		<b>34,159</b>	86,680
Other income, gains and losses	4	<b>1,973</b>	1,759
Administrative and other operating expenses		<b>(47,835)</b>	(42,178)
Reversal of impairment/(Impairment losses) on financial assets and contract assets		<b>6,378</b>	(1,423)
<b>Operating (loss)/profit</b>		<b>(5,325)</b>	44,838
Finance costs	5	<b>(1,949)</b>	(2,940)
<b>(Loss)/Profit before income tax</b>	6	<b>(7,274)</b>	41,898
Income tax expenses	7	<b>(2,224)</b>	(7,060)
<b>(Loss)/Profit for the period</b>		<b>(9,498)</b>	34,838
<b>Other comprehensive loss</b>			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		<b>(175)</b>	(579)
<b>Total comprehensive (loss)/income for the period</b>		<b>(9,673)</b>	34,259
<b>(Loss)/Profit for the period attributable to:</b>			
Owners of the Company		<b>(9,188)</b>	35,195
Non-controlling interests		<b>(310)</b>	(357)
		<b>(9,498)</b>	34,838
<b>Total comprehensive (loss)/income attributable to:</b>			
Owners of the Company		<b>(9,189)</b>	35,070
Non-controlling interests		<b>(484)</b>	(811)
		<b>(9,673)</b>	34,259
<b>Basic and diluted (loss)/earnings per share</b>	8	<b>HK cents (0.17)</b>	HK cents 0.66

Details of dividends are disclosed in Note 9 to the condensed consolidated interim financial statements.

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2023

		At 30 September 2023 <i>HK\$'000</i> (Unaudited)	At 31 March 2023 <i>HK\$'000</i> (Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	<i>10</i>	10,729	14,357
Right-of-use assets	<i>11</i>	3,595	5,661
Intangible assets		200	200
		<u>14,524</u>	<u>20,218</u>
<b>Current assets</b>			
Trade and other receivables	<i>12</i>	70,409	54,075
Contract assets		40,395	42,132
Digital assets		804,068	649,487
Financial assets at fair value through profit or loss		25,284	14,631
Amounts due from related parties		1,207	4,972
Tax recoverable		2,371	2,371
Trust bank balance held on behalf of customers		31,839	226,683
Bank balances and cash		84,971	90,625
		<u>1,060,544</u>	<u>1,084,976</u>
<b>Total assets</b>		<u><u>1,075,068</u></u>	<u><u>1,105,194</u></u>
<b>EQUITY</b>			
<b>Capital and reserves</b>			
Share capital	<i>13</i>	26,853	26,853
Reserves		169,512	178,701
		<u>196,365</u>	<u>205,554</u>
Equity attributable to the owners of the Company		196,365	205,554
Non-controlling interests		2,557	3,041
		<u>198,922</u>	<u>208,595</u>
<b>Total equity</b>		<u><u>198,922</u></u>	<u><u>208,595</u></u>

		At <b>30 September</b> <b>2023</b> <i>HK\$'000</i> <b>(Unaudited)</b>	At 31 March 2023 <i>HK\$'000</i> <b>(Audited)</b>
	<i>Note</i>		
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities	<i>11</i>	<u>60</u>	<u>1,685</u>
<b>Current liabilities</b>			
Trade and other payables	<i>14</i>	<b>80,827</b>	76,174
Contract liabilities		<b>3,989</b>	59
Liabilities due to customers		<b>31,839</b>	226,683
Amounts due to former subsidiaries		<b>10,641</b>	10,641
Amount due to a related party		<b>18,305</b>	18,087
Loans from related parties	<i>15</i>	<b>73,917</b>	77,906
Borrowings		<b>641,094</b>	471,560
Lease liabilities	<i>11</i>	<b>3,710</b>	4,263
Current income tax liabilities		<u><b>11,764</b></u>	<u>9,541</u>
		<u><b>876,086</b></u>	<u>894,914</u>
<b>Total liabilities</b>		<u><b>876,146</b></u>	<u>896,599</u>
<b>Total equity and liabilities</b>		<u><b>1,075,068</b></u>	<u>1,105,194</u>
<b>Net current assets</b>		<u><b>184,458</b></u>	<u>190,062</u>
<b>Total assets less current liabilities</b>		<u><b>198,982</b></u>	<u>210,280</u>

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2023

	Attributable to owners of the Company						Sub-total HK\$'000	Non- controlling interests HK\$'000	Total equity HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000 (Note a)	Merger reserve HK\$'000 (Note b)	Translation reserve HK\$'000	Accumulated losses HK\$'000			
Balance at 1 April 2022 (Audited)	26,853	239,372	7,922	1	1,181	(113,261)	162,068	4,555	166,623
Profit/(loss) for the period	-	-	-	-	-	35,195	35,195	(357)	34,838
Other comprehensive loss for the period	-	-	-	-	(125)	-	(125)	(454)	(579)
Total comprehensive income/(loss) for the period	-	-	-	-	(125)	35,195	35,070	(811)	34,259
Balance at 30 September 2022 (Unaudited)	<u>26,853</u>	<u>239,372</u>	<u>7,922</u>	<u>1</u>	<u>1,056</u>	<u>(78,066)</u>	<u>197,138</u>	<u>3,744</u>	<u>200,882</u>
Balance at 1 April 2023 (Audited)	26,853	239,372	7,922	1	1,176	(69,770)	205,554	3,041	208,595
Loss for the period	-	-	-	-	-	(9,188)	(9,188)	(310)	(9,498)
Other comprehensive loss for the period	-	-	-	-	(1)	-	(1)	(174)	(175)
Total comprehensive loss for the period	-	-	-	-	(1)	(9,188)	(9,189)	(484)	(9,673)
Balance at 30 September 2023 (Unaudited)	<u>26,853</u>	<u>239,372</u>	<u>7,922</u>	<u>1</u>	<u>1,175</u>	<u>(78,958)</u>	<u>196,365</u>	<u>2,557</u>	<u>198,922</u>

## Notes:

- The capital reserve represents the deemed capital contribution from the Company's shareholder in relation to listing expenses reimbursed to the Company in prior years.
- The merger reserve represents the difference between the nominal value of the shares issued by the Company in exchange for the nominal value of the share capital of its subsidiaries arising from the reorganisation in prior years.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2023

	Six months ended	
	30 September	
	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Net cash generated from/(used in) operating activities	<u>10,012</u>	<u>(123,878)</u>
Net cash used in investing activities	<u>(9,722)</u>	<u>(3,066)</u>
Net cash (used in)/generated from financing activities	<u>(6,764)</u>	<u>73,644</u>
Net decrease in cash and cash equivalents	(6,474)	(53,300)
Effect of foreign exchange rate changes	820	(1,529)
Cash and cash equivalents at beginning of the period	<u>89,110</u>	<u>134,041</u>
Cash and cash equivalents at end of the period	<u><u>83,456</u></u>	<u><u>79,212</u></u>

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

## 1. GENERAL INFORMATION

The Company is an exempted company with limited liability company incorporated in the Cayman Islands and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) with effect from 2 September 2015. Its parent company is OKC Holdings Corporation, a company incorporated in the Cayman Islands with limited liability and controlled by Mr. Xu Mingxing. The address of the Company’s registered office is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman, KY1-1108, Cayman Islands. The address of the Company’s principal place of business in Hong Kong is Unit 902-903, 9th Floor, Sino Plaza, 255-257 Gloucester Road, Causeway Bay, Hong Kong.

The Company is an investment holding company. The Group is principally engaged in provision of foundation, building construction works and ancillary services, construction wastes handling services, digital assets related businesses, technical services, and other businesses.

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

## 2. BASIS OF PREPARATION

The condensed consolidated interim financial statements for the six months ended 30 September 2023 have been prepared in accordance with the Hong Kong Accounting Standard (“**HKAS**”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) as well as the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”). The condensed consolidated interim financial statements should be read in conjunction with the Group’s audited annual financial statements for the year ended 31 March 2023 (the “**Annual Financial Statements**”).

### 3. SIGNIFICANT ACCOUNTING POLICIES

The condensed consolidated interim financial statements have been prepared on the historical cost basis except for financial assets at fair value through profit or loss which are carried at fair value.

Other than changes in accounting policies resulting from application of new and amendments to Hong Kong Financial Reporting Standards (“**HKFRSs**”), the significant accounting policies used in the preparation of condensed consolidated interim financial statements are consistent with those described in the Annual Financial Statements.

#### **Application of new and amendments to HKFRSs**

In the current interim period, the Group has applied, for the first time, the following new and amendments to HKFRSs issued by the HKICPA which are mandatory and effective for the annual period beginning on or after 1 April 2023 for the preparation of the Group’s condensed consolidated interim financial statements:

HKFRS 17	Insurance contracts and the related Amendments
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
Amendments to HKAS 12	International Tax Reform – Pillar Two Model Rules

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



#### 4. REVENUE, OTHER INCOME, GAINS AND LOSSES AND SEGMENT INFORMATION

Revenue and other income, gains and losses recognised during the Period are as follows:

	<b>Six months ended</b>	
	<b>30 September</b>	
	<b>2023</b>	2022
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
<b>Revenue</b>		
Foundation, building construction works and ancillary services	<b>89,862</b>	84,722
Construction wastes handling services	<b>44</b>	1,673
Technical services	<b>2,241</b>	23,079
Trust and custody services	<b>989</b>	1,745
	<hr/>	<hr/>
<b>Revenue from contracts with customers</b>	<b>93,136</b>	111,219
Trading in digital assets and net fair value change on digital assets	<b>30,753</b>	71,367
Interest income from lending business	<b>93</b>	837
Rental income from lease of machinery	<b>56</b>	118
Fair value change on investments in securities	<b>(392)</b>	(1,367)
	<hr/>	<hr/>
	<b>123,646</b>	182,174
	<hr/> <hr/>	<hr/> <hr/>
<b>Other income, gains and losses</b>		
Interest income	<b>265</b>	51
Distribution and interest income from financial assets at fair value through profit or loss	<b>217</b>	–
Losses on disposal of property, plant and equipment	<b>(10)</b>	–
Government grants	<b>29</b>	1,843
Net gains/(losses) on change in fair value of financial assets at fair value through profit or loss	<b>1,360</b>	(455)
Others	<b>112</b>	320
	<hr/>	<hr/>
	<b>1,973</b>	1,759
	<hr/> <hr/>	<hr/> <hr/>

## Disaggregation of revenue from contracts with customers

	Six months ended	
	30 September	
	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
<b>Type of services</b>		
Foundation, building construction works and ancillary services	89,862	84,722
Construction wastes handling services	44	1,673
Technical services	2,241	23,079
Trust and custody services	989	1,745
	<u>93,136</u>	<u>111,219</u>
<b>Timing of revenue recognition</b>		
Over time	<u>93,136</u>	<u>111,219</u>

### Segment information

Management has determined the operating segments based on the reports reviewed by the directors, and the chief operating decision-maker (the “CODM”), that are used to make strategic decisions. The directors consider the business from a product/service perspective. Principal activities of the segments are as follows:

- (a) Foundation, building construction works and ancillary services: Provision of site formation works, excavation and lateral support works, piling construction, pile caps or footing construction and reinforced concrete structure works, building construction works and ancillary services mainly included hoarding and demolition works and lease of machinery;
- (b) Construction wastes handling services: Provision of management and operation of public fill reception facilities, including public fill banks and temporary construction waste sorting facilities, for construction and demolition materials;
- (c) Digital assets related businesses: Provision of 1) proprietary trading in digital assets; and 2) trust and custody services;

- (d) Technical services: Provision of the Group’s on-chain anti-money laundering solution (“**Onchain AML**”), on-chain monitoring solution (“**Chaintelligence**”), Application Programming Interface (“**API**”) and other I.T. development services; and;
- (e) Other businesses: 1) investment in securities; and 2) lending business which includes the Group’s money lending business carried out in Hong Kong.

Segment revenue is measured in a manner consistent with that in the interim condensed consolidated statement of profit or loss and other comprehensive income.

The CODM assesses the performance of the operating segments based on a measure of segment results. Unallocated income, unallocated corporate expenses, finance costs and income tax expenses are not included in segment results.

Segment assets mainly consist of current assets and non-current assets as disclosed in the interim condensed consolidated statement of financial position except unallocated bank balances and cash and other unallocated assets.

Segment liabilities mainly consist of current liabilities and non-current liabilities as disclosed in the interim condensed consolidated statement of financial position except current income tax liabilities, amounts due to former subsidiaries, amount due to a related party, loans from related parties and other unallocated liabilities.

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
<b>Period ended 30 September 2023</b>						
<b>(Unaudited)</b>						
<b>Revenue</b>						
External revenue	89,918	44	31,742	2,241	(299)	123,646
Cost of sales	(79,453)	(1)	(8,774)	(1,166)	(93)	(89,487)
Reversal of impairment on financial assets and contract assets	6,000	-	151	3	224	6,378
Segment results	<u>16,465</u>	<u>43</u>	<u>23,119</u>	<u>1,078</u>	<u>(168)</u>	<u>40,537</u>
Unallocated income, gains and losses						1,973
Unallocated corporate expenses						(47,835)
Finance costs						<u>(1,949)</u>
Loss before income tax						(7,274)
Income tax expenses						<u>(2,224)</u>
Loss for the period						<u><u>(9,498)</u></u>
Other profit and loss disclosures:						
Depreciation of property, plant and equipment	842	1,754	845	426	18	3,885
Depreciation of right-of-use assets	286	-	811	168	786	2,051
	<u>1,128</u>	<u>1,754</u>	<u>1,656</u>	<u>594</u>	<u>804</u>	<u>5,936</u>

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
<b>At 30 September 2023</b>						
<b>(Unaudited)</b>						
Segment assets	103,928	14,499	888,585	36,483	15,424	1,058,919
Unallocated assets						16,149
Total assets						<u>1,075,068</u>
Additions to non-current assets:						
Segment assets	197	-	118	-	-	<u>315</u>
Segment liabilities	62,812	10,628	683,312	2,141	1,521	760,414
Unallocated liabilities						1,105
Amounts due to former subsidiaries						10,641
Amount due to a related party						18,305
Loans from related parties						73,917
Current income tax liabilities						<u>11,764</u>
Total liabilities						<u>876,146</u>

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
<b>Period ended 30 September 2022</b>						
<b>(Unaudited)</b>						
<b>Revenue</b>						
External revenue	84,840	1,673	73,112	23,079	(530)	182,174
Cost of sales	(58,723)	(2,899)	(25,272)	(8,384)	(216)	(95,494)
Reversal of impairment/ (Impairment losses) on financial assets and contract assets	140	187	–	(1,031)	(719)	(1,423)
Segment results	<u>26,257</u>	<u>(1,039)</u>	<u>47,840</u>	<u>13,664</u>	<u>(1,465)</u>	85,257
Unallocated income, gains and losses						1,759
Unallocated corporate expenses						(42,178)
Finance costs						<u>(2,940)</u>
Profit before income tax						41,898
Income tax expenses						<u>(7,060)</u>
Profit for the period						<u>34,838</u>
Other profit and loss disclosures:						
Depreciation of property, plant and equipment	831	1,793	153	450	16	3,243
Depreciation of right-of-use assets	286	–	811	266	786	2,149
Amortisation of intangible assets	–	–	–	2,043	–	2,043
	<u>1,117</u>	<u>1,793</u>	<u>964</u>	<u>2,759</u>	<u>802</u>	<u>7,435</u>

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
<b>At 31 March 2023 (Audited)</b>						
Segment assets	83,578	16,124	930,097	37,797	17,617	1,085,213
Unallocated assets						<u>19,981</u>
Total assets						<u><u>1,105,194</u></u>
Additions to non-current assets:						
Segment assets	–	–	4,606	–	–	<u><u>4,606</u></u>
Segment liabilities	44,155	6,933	721,944	2,504	2,414	777,950
Unallocated liabilities						2,474
Amounts due to former subsidiaries						10,641
Amount due to a related party						18,087
Loans from related parties						77,906
Current income tax liabilities						<u>9,541</u>
Total liabilities						<u><u>896,599</u></u>

## Geographical information

Information about the Group's revenue from external customers is presented based on the geographical location of operation as follows:

	Six months ended	
	30 September	
	2023	2022
	(Unaudited)	(Unaudited)
	<i>HK\$'000</i>	<i>HK\$'000</i>
The People's Republic of China (The "PRC")	1,946	15,880
Hong Kong	<u>121,700</u>	<u>166,294</u>
	<u><b>123,646</b></u>	<u><b>182,174</b></u>

Information about the Group's non-current assets (excluding deferred tax assets) is presented based on the geographical location of the assets:

	At	At
	30 September	31 March
	2023	2023
	(Unaudited)	(Audited)
	<i>HK\$'000</i>	<i>HK\$'000</i>
The PRC	1,060	1,756
Hong Kong	<u>13,464</u>	<u>18,462</u>
	<u><b>14,524</b></u>	<u><b>20,218</b></u>



**5. FINANCE COSTS**

	<b>Six months ended</b>	
	<b>30 September</b>	
	<b>2023</b>	2022
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
	<b>(Unaudited)</b>	(Unaudited)
Interest on lease liabilities	65	142
Interest on loans from related parties	1,861	2,275
Interest on loan from a shareholder	–	523
Others	23	–
	<u>1,949</u>	<u>2,940</u>

**6. (LOSS)/PROFIT BEFORE INCOME TAX**

(Loss)/profit before income tax has been arrived at after charging/(crediting) the following:

	<b>Six months ended</b>	
	<b>30 September</b>	
	<b>2023</b>	2022
	<b><i>HK\$'000</i></b>	<i>HK\$'000</i>
	<b>(Unaudited)</b>	(Unaudited)
Depreciation of property, plant and equipment	3,885	3,243
Depreciation of right-of-use assets	2,051	2,149
Amortisation of intangible assets	–	2,043
Leasing expenses	721	658
Staff costs, including directors' emoluments		
– salaries and allowances	34,527	55,281
– retirement scheme contributions	2,871	899
(Reversal of impairment)/Impairment losses on financial assets and contract assets	<u>(6,378)</u>	<u>1,423</u>

## 7. INCOME TAX EXPENSES

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profit arising in or derived from Hong Kong for both Periods.

Under the Law of the People's Republic of China on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for both Periods, except for a PRC subsidiary which was recognised as High and New Technology Enterprise and is eligible to a preferential tax rate of 15% with the expiry date on 31 December 2023.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

	Six months ended	
	30 September	
	2023	2022
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Hong Kong profits tax		
Current income tax	2,224	7,060
	<u>2,224</u>	<u>7,060</u>
Income tax expenses	<u>2,224</u>	<u>7,060</u>

## 8. (LOSS)/EARNINGS PER SHARE

### (a) Basic (loss)/earnings per share

The calculation of basic (loss)/earnings per share is based on the loss attributable to the owners of the Company of approximately HK\$9,188,000 (unaudited) (2022: profit attributable to owners of the Company of approximately HK\$35,195,000) and the weighted average of approximately 5,370,510,000 ordinary shares (unaudited) (2022: approximately 5,370,510,000 ordinary shares) in issue during the Period.

### (b) Diluted (loss)/earnings per share

For the six months period ended 30 September 2023 and 2022, the diluted (loss)/earnings per share is equal to the basic (loss)/earnings per share as there was no dilutive potential ordinary share in issue during the six months ended 30 September 2023 and 2022.

## 9. DIVIDENDS

No dividend has been paid or declared by the Company for the six months ended 30 September 2023 (For the six months ended 30 September 2022: Nil).

## 10. PROPERTY, PLANT AND EQUIPMENT

**Property,  
plant and  
equipment**  
*HK\$'000*

### Six months ended 30 September 2023 (Unaudited)

#### Net book value

<b>Opening amount at 1 April 2023</b>	<b>14,357</b>
Additions	315
Disposal	(10)
Depreciation	(3,885)
Exchange realignment, net	(48)
	<hr/>
<b>Closing amount at 30 September 2023</b>	<b>10,729</b>

### Six months ended 30 September 2022 (Unaudited)

#### Net book value

<b>Opening amount at 1 April 2022</b>	17,072
Additions	3,919
Depreciation	(3,243)
Exchange realignment, net	(241)
	<hr/>
<b>Closing amount at 30 September 2022</b>	<b>17,507</b>

## 11. RIGHT-OF-USE ASSETS/LEASE LIABILITIES

The Group obtains rights to control the use of certain premises for a period of time through lease arrangements. During the both Periods, there are no additions to the right-of-use assets.

## 12. TRADE AND OTHER RECEIVABLES

	At 30 September 2023 <i>HK\$'000</i> (Unaudited)	At 31 March 2023 <i>HK\$'000</i> (Audited)
Trade receivables ( <i>Note a</i> )	38,019	23,120
Less: Provision for impairment losses	<u>(8,439)</u>	<u>(7,711)</u>
	<u>29,580</u>	<u>15,409</u>
Loan receivables ( <i>Note b</i> )	27,921	28,194
Less: Provision for impairment losses	<u>(16,951)</u>	<u>(17,046)</u>
	<u>10,970</u>	<u>11,148</u>
Other receivables, deposits and prepayment ( <i>Note c</i> )	<u>29,859</u>	<u>27,518</u>
	<u><b>70,409</b></u>	<u><b>54,075</b></u>

*Notes:*

- (a) The ageing analysis of the trade receivables based on the date of payment certificate issued by customers or invoice date is as follows:

	At <b>30 September</b> <b>2023</b> <i>HK\$'000</i> <b>(Unaudited)</b>	At 31 March 2023 <i>HK\$'000</i> <b>(Audited)</b>
0-30 days	3,166	1,903
31-60 days	14,422	13,573
61-90 days	8,513	15
Over 90 days	<u>11,918</u>	<u>7,629</u>
	<u><b>38,019</b></u>	<u>23,120</u>

- (b) The Group's loan receivables arise from the money lending business. The loan receivables are mainly secured by personal guarantee. The loan receivables of approximately HK\$16,690,000 (unaudited) (31 March 2023: approximately HK\$19,211,000) are not overdue based on contractual maturity date as at 30 September 2023.
- (c) As at 30 September 2023, the gross amount of other receivables was approximately HK\$12,603,000 (unaudited) (31 March 2023: approximately HK\$12,308,000) and the provision for the impairment loss was approximately HK\$904,000 (unaudited) (31 March 2023: approximately HK\$929,000).

### 13. SHARE CAPITAL

	Number of shares	Share capital <i>HK\$'000</i>
Authorised:		
At 1 April 2022, 31 March 2023, 1 April 2023 and 30 September 2023 (unaudited), ordinary shares of HK\$0.005 each	<u>20,000,000,000</u>	<u>100,000</u>
Issued and fully paid:		
At 1 April 2022, 31 March 2023, 1 April 2023 and 30 September 2023 (unaudited)	<u>5,370,510,000</u>	<u>26,853</u>

**14. TRADE AND OTHER PAYABLES**

	At <b>30 September</b> <b>2023</b> <i>HK\$'000</i> (Unaudited)	At 31 March 2023 <i>HK\$'000</i> (Audited)
Trade payables	65,997	47,647
Accruals and other payables	<u>14,830</u>	<u>28,527</u>
	<u><b>80,827</b></u>	<u><b>76,174</b></u>

*Note:*

The ageing analysis of trade payables based on the invoice date is as follows:

	At <b>30 September</b> <b>2023</b> <i>HK\$'000</i> (Unaudited)	At 31 March 2023 <i>HK\$'000</i> (Audited)
0-30 days	26,086	22,964
31-60 days	3,990	864
61-90 days	4,381	1,987
Over 90 days	<u>31,540</u>	<u>21,832</u>
	<u><b>65,997</b></u>	<u><b>47,647</b></u>

## **15. LOANS FROM RELATED PARTIES**

At 30 September 2023, included in loans from related parties are a principal portion of approximately HK\$72,607,000 (unaudited) (31 March 2023: approximately HK\$76,512,000) which were unsecured, interest bearing at 5% per annum and an interest portion of approximately HK\$1,310,000 (unaudited) (31 March 2023: approximately HK\$1,394,000). The loans are subject to review at any time and to the lender's overriding right of withdrawal and immediate repayment on demand. The related parties are companies controlled by the directors of certain subsidiaries of the Company.

## **16. CONTINGENT LIABILITIES**

The Group, in the ordinary course of its business, is involved in various claims, suits, investigations, and legal proceedings that arise from time to time. Although the Group does not expect that the outcome in any of these legal proceedings, individually or collectively, will have a material adverse effect on its financial position or results of operations, litigation is inherently unpredictable. Therefore, the Group could incur judgements or enter into settlements of claims that could adversely affect its operating results or cash flows in a particular period.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **BUSINESS REVIEW**

The Group's major sources of revenue are from foundation, building construction works and ancillary services, construction wastes handling services, digital assets related businesses, technical services and other businesses.

During the Period, the Group had no material change in its business nature and principal activities.

#### **Foundation, Building Construction Works and Ancillary Services**

The foundation works of the Group mainly include building construction works, site formation works, excavation and lateral support (“**ELS**”) works, piling construction, pile caps or footing construction and reinforced concrete structure works, and ancillary services which mainly include hoarding and demolition works and lease of machinery.

During the Period, revenue from this segment was approximately HK\$89.9 million, representing an increase of approximately 6.0% as compared with approximately HK\$84.8 million for the corresponding period in 2022. Such increase was mainly due to the certain projects with higher profit margin being at the final stage.

The gross profit of this segment for the Period was approximately HK\$10.5 million, which decreased approximately HK\$15.6 million as compared with approximately HK\$26.1 million for the corresponding period in 2022. Gross profit margin of this segment for the Period was approximately 11.7%, representing a decrease of 19.1 percentage points from approximately 30.8% for the corresponding period in 2022.



## **Construction Wastes Handling Services**

The Group's construction wastes handling services mainly include the management and operation of public fill reception facilities, such as public fill banks and temporary construction waste sorting facilities for construction and demolition materials.

During the Period, the revenue and gross profit from this segment was approximately HK\$44,000 (30 September 2022: approximately HK\$1.7 million) and approximately HK\$43,000 (30 September 2022: gross loss of approximately HK\$1.2 million), respectively. The Group will continue to evaluate the business opportunities in this segment and adjust its business development strategies when needed.

### ***New Projects Awarded***

During the Period, the Group had been awarded 3 new contracts with a total contract value of approximately HK\$453.4 million. The details of the new projects are as follows:

<b><u>Type of Projects</u></b>	<b><u>Site Location</u></b>	<b><u>Type of Works</u></b>
Foundation Works and Ancillary Services	Wong Tai Sin District	Piling Works
Foundation Works and Ancillary Services	Wong Tai Sin District	ELS Works
Foundation Works and Ancillary Services	Yuen Long District	Site Formation Works

### ***Projects in Progress***

As at 30 September 2023, the Group had 5 projects in progress with a total contract value amounted to approximately HK\$293.8 million. The details of projects in progress are as follows:

<b><u>Type of Projects</u></b>	<b><u>Site Location</u></b>	<b><u>Type of Works</u></b>
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works
Building Construction Works	Yuen Long District	Reinforced Concrete Structure Work
Foundation Works and Ancillary Services	Wong Tai Sin District	ELS Works, Soldier Piles and Site Preparation
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works

## ***Completed Projects***

There was no completed project during the Period.

## **Digital Assets Related Businesses**

### ***(i) Proprietary Trading in Digital Assets***

During the Period, the revenue from this segment was generated through the Group's trading activities in leading cryptocurrency exchanges (the "**Trading Platform**"). As at 30 September 2023, the market value of the Group's digital assets was approximately HK\$804.1 million (31 March 2023: approximately HK\$649.5 million). The Group also borrowed loans from the Trading Platform in forms of digital assets whose fair value was 570.6 million at the end of the Period (31 March 2023: approximately HK\$400.9 million). During the Period, the revenue from trading in digital assets and net fair value changes on digital assets was approximately HK\$30.7 million, representing a decrease of approximately 57.0% as compared with approximately HK\$71.4 million for the corresponding period in 2022, attributable to the challenging market conditions. Throughout the Period, the U.S. Federal Reserve maintained interest rates at historically high levels. Its target rate range was raised to 5.25%-5.50% as of 30 September 2023, reflecting a substantial increase from the 3.00%-3.25% recorded on 30 September 2022. Furthermore, the turbulences in the digital assets industry, including the collapse of LUNA and the bankruptcy of FTX, also significantly eroded investor confidence in this market. Against the backdrop of a markedly subdued digital assets market, the revenue of this segment began declining in the latter half of the preceding fiscal year, with the impacts persisting throughout the Period.

Set out below were significant digital assets held by the Group as of 30 September 2023:

<b>Name of Digital Assets</b>	<b>Number of Digital Assets Held</b>	<b>Market Value as at 30 September 2023</b>	<b>% to the Group's Total Assets as at 30 September 2023</b>
		<i>(HK\$'000)</i>	
Stablecoins	29,742,182	232,909	21.7%
Bitcoin (BTC)	1,725	364,570	33.9%
Ethereum (ETH)	6,571	86,587	8.1%

**(ii) Trust and Custody Services**

The Group's trust and custody services were being carried out through OKLink Trust Limited ("OKLink Trust"). OKLink Trust has been registered as a Trust Company under section 78(1) of the Trustee Ordinance (Chapter 29 of the Laws of Hong Kong) since 17 June 2020. The trust and custody services provided by the Group typically include the safekeeping, settlement and other customised services of its clients' assets. The types of assets custodied under this business include digital assets and fiat currencies. At the end of the Period, the total assets of the Group's custody clients were approximately HK\$119.6 million, decreased approximately 61.9% as compared with approximately HK\$313.5 million as at 31 March 2023. The clients' digital assets constitute trust assets and are not accounted for as assets of the Group and do not give rise to liabilities to the relevant customers.

During the Period, the revenue generated from the provision of trust and custody services was approximately HK\$1.0 million, which decreased approximately 41.2% compared with approximately HK\$1.7 million for the corresponding period in 2022. The decrease was mainly due to the decrease in the transaction volumes and related services provided by the Group.

During the Period, the gross profit of the Group's digital assets related businesses amounted to approximately HK\$23.0 million which decreased by approximately HK\$24.8 million as compared with approximately HK\$47.8 million for the corresponding period in 2022. The decrease in gross profit was mainly attributable to the decrease in revenue from proprietary trading in digital assets. Gross profit margin of this segment for the Period was approximately 72.5%, representing an increase of 7.1 percentage points from approximately 65.4% for the corresponding period in 2022.

### **Technical Services**

The Group's technical services income mainly includes the provision of the Group's Onchain AML, Chaintelligence, API and other I.T. development services.

During the Period, revenue from this segment amounted to approximately HK\$2.2 million which decreased by approximately HK\$20.9 million as compared with approximately HK\$23.1 million for the corresponding period in 2022. The decrease in revenue was mainly as the Group relocated more resources to the developments of its on-chain solutions and API services. The gross profit of this segment was approximately HK\$1.1 million which decreased by approximately HK\$13.6 million as compared with approximately HK\$14.7 million for the corresponding period in 2022.

### **Other Businesses**

During the Period, the Group also maintained other businesses, including investments in securities and lending business, which were not its core businesses. As of 30 September 2023, the Group managed a portfolio of listed securities with a total market value of approximately HK\$1.1 million (31 March 2023: approximately HK\$1.5 million).

During the Period, the Group recorded a gross loss for other businesses of approximately HK\$0.4 million, as compared with approximately HK\$0.7 million for the corresponding period in 2022.

## **FINANCIAL REVIEW**

### **Revenue**

The Group recorded a revenue of approximately HK\$123.6 million for the Period, representing a decrease of approximately 32.2% as compared with approximately HK\$182.2 million for the corresponding period in 2022. Such decrease was mainly due to the decrease in its revenues from digital assets related business segment caused by the turbulences in the digital asset industry.

### **Gross Profit and Gross Profit Margin**

The gross profit of the Group for the Period amounted to approximately HK\$34.2 million, representing a decrease of approximately 60.6% as compared with approximately HK\$86.7 million for the corresponding period in 2022. The gross profit margin decreased by 19.9 percentage points to approximately 27.7% for the Period from approximately 47.6% for the same period of last year. Such decrease was mainly due to the decrease of the revenues from digital assets related businesses which had a higher gross profit margin, associated with the increase in the construction costs of foundation projects.

### **Other Income, Gains and Losses**

Other income, gains and losses of the Group amounted to approximately HK\$2.0 million, representing an increase of approximately 11.1% as compared with approximately HK\$1.8 million for the corresponding period in 2022.

### **Administrative and Other Operating Expenses**

The administrative and other operating expenses of the Group for the Period amounted to approximately HK\$47.8 million, representing an increase of approximately 13.3% as compared with approximately HK\$42.2 million for the corresponding period in 2022. Such increase was mainly due to increase in the development expenses of the Group's on-chain solutions and API services.

## **Finance Costs**

Finance costs for the Group during the Period amounted to approximately HK\$1.9 million, representing a decrease of approximately 34.5% as compared with approximately HK\$2.9 million for the corresponding period in 2022. Such decrease was mainly attributed to the decrease of interest on the loans from related parties and loan from a shareholder.

## **Income Tax Expenses**

Income tax expenses for the Group during the Period amounted to approximately HK\$2.2 million representing a decrease of approximately 68.6% as compared with approximately HK\$7.0 million for the corresponding period in 2022.

## **(Loss)/Profit for the Period Attributable to the Owners of the Company**

The Group recorded a net loss attributable to the owners of the Company of approximately HK\$9.2 million for the Period, as compared with a profit attributable to the owners of the Company of approximately HK\$35.2 million for the corresponding period in 2022. The increase in the loss for the Period was mainly attributable to the decrease of revenue from digital assets related businesses segment.

## **Capital Structure**

The Group's total assets and total liabilities as at 30 September 2023 amounted to approximately HK\$1,075.1 million (31 March 2023: approximately HK\$1,105.2 million) and approximately HK\$876.1 million (31 March 2023: approximately HK\$896.6 million), respectively. The Group's debt ratio (which was expressed as a percentage of total liabilities over total assets) was approximately 81.5% as at 30 September 2023 (31 March 2023: approximately 81.1%).

## **Liquidity, Financial and Capital Resources**

The Group has funded the liquidity and capital requirements primarily through capital contributions from the shareholders and other borrowings, internally generated cash flow and proceeds received from the placing of the Company's shares.

As at 30 September 2023, the Group had bank and cash balance of approximately HK\$85.0 million (31 March 2023: approximately HK\$90.6 million).

### **Gearing Ratio**

The gearing ratio is calculated based on the amount of total interest-bearing debts divided by total equity. The gearing ratio of the Group as at 30 September 2023 was approximately 39.1% (31 March 2023: approximately 40.2%).

### **Pledge of Assets**

The Group did not have any charge on its assets during the Period.

### **Risk Disclosures**

The Group operates in two main business segments, including foundation, building construction works and ancillary services and digital assets related businesses, each of which carries distinct risks related to its business model and correlation with the macroeconomic environment.

The unaudited condensed consolidated interim financial statements do not include all risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Annual Financial Statements. There have been no material changes in any risk management policies since 31 March 2023.

### **Capital Commitments**

The Group did not have any significant capital commitment as at 30 September 2023 (31 March 2023: Nil).



## **Contingent Liabilities**

The Group, in the ordinary course of its business, is involved in various claims, suits, investigations, and legal proceedings that arise from time to time. Although the Group does not expect that the outcome in any of these legal proceedings, individually or collectively, will have a material adverse effect on its financial position or results of operations, litigation is inherently unpredictable. Therefore, the Group could incur judgements or enter into settlements of claims that could adversely affect its operating results or cash flows in a particular period.

## **PROSPECTS**

Entering the year 2023, the global economic downturn has shown signs of moderation. Despite the lingering impact of the pandemic, geopolitical crises, and a series of other events on the international economy, it has demonstrated remarkable resilience, with overall inflation and core inflation gradually coming under control. The International Monetary Fund (IMF) reported in October of this year that the year-on-year overall inflation rate had decreased from 9.2% in 2022 to 5.9% this year, projecting it to be 4.8% in 2024. Similarly, core inflation is expected to slow down to 4.5% by 2024. However, the overall economic growth remains slow and uneven. The IMF predicts global economic growth to decelerate from 3.5% in 2022 to 3% this year and 2.9% in 2024, significantly below historical averages.

As an international financial center, Hong Kong has experienced negative growth in recent years due to the impact of the pandemic and global economic downturn. In the third quarter of 2023, supported by the tourism industry and private consumption, the economy rebounded, with real local gross domestic product growing by 4.1% year-on-year according to the report by the Census and Statistics Department of Hong Kong SAR.

The development of the digital asset industry has also experienced ups and downs. After the sharp decline following the black swan events in 2022, the digital asset trading market in 2023 remains volatile, but the overall market has shown signs of recovery, with market capitalization on the rise. The ever-changing and increasingly diversified global regulatory environment has garnered widespread attention. The United States Securities and Exchange Commission (SEC) has been particularly active in recent years, making the U.S. the world's strictest regulator.

In contrast, in the Hong Kong Financial Development Authority's 2022/23 report, Hong Kong positions itself as a global leader in developing virtual assets and complementary technology, continually enhancing regulatory standards. On June 1, 2023, the Hong Kong "Guidelines for Virtual Asset Trading Platform Operators" and "Guidelines for Anti-Money Laundering and Counter-Terrorist Financing" officially came into effect. The Securities and Futures Commission of Hong Kong (SFC) began accepting applications from virtual asset trading platform operators. Simultaneously, Hong Kong regulatory authorities have initiated the first market consultation on stablecoin regulatory frameworks, with the expectation of releasing relevant guidance by mid-next year.

During the Period, the Group seized the policy dividend of the industry, actively diversified its business, closely followed market trends, improved products, and expanded its market presence. In June 2023, the Group was invited to participate in the Greenwich Economic Forum, a global high-end economic summit, and announced the upgrade of its products provided through oklink.com ("**OKLink Products**"). The upgraded OKLink Products include Explorer, On-chain AML, and Chaintelligence. In September of the same year, the group was invited to participate in the Token 2049, a blockchain industry event, and completed the international deployment of products, officially expanding into overseas markets.

Since the product upgrade, the Group has established deep collaborations with more than 50 institutions, including Hashkey Exchange, a compliant trading platform in Hong Kong, DigiFT, a compliant RWA exchange in Singapore, advanced cloud service providers such as Huawei Cloud, Tencent Cloud, Alibaba Cloud, and industry-leading Web3 security institution CertiK, among others. Our products have also gained industry and public recognition, receiving awards such as the 2023 China New Technology Top 100 and Fall Golden I Award, as well as the "Innovative Product Excellence Award" at the 2023 Anbo Expo.

Additionally, the group actively utilizes industry experience and resources to contribute to social responsibility and the development of blockchain security and Web3 compliance. In July 2023, the group organized the "Greater Bay Area Virtual Asset Case Police Seminar," led by the Hong Kong Police Force Cyber Security and Technology Crime Bureau and the Macau Judicial Police, participated by the Guangdong Provincial Police. Law enforcement agencies from the three regions gathered to discuss and exchange views on topics such as tracking technology for virtual asset transactions, blockchain anti-money laundering and fund flow, combating smart contract crimes, international cooperation, and information sharing. In September of the same year, the Group, together with CertiK, advocated for the introduction of the Freeze Asset Request (FAR) technical standard, aiming to improve and standardize the fund rescue process in the Web3 ecosystem, simplify the path for reporting security incidents, and expedite the freezing of stolen funds.

Looking ahead, in the ever-changing global economic environment, blockchain technology and the digital asset compliance market still hold enormous development potential. As an industry leader, the Group will continue to uphold technological innovation, actively expand business, promote the application of blockchain technology in finance and other fields, adhere to sound business practices, and create long-term sustainable returns for shareholders.

## **EMPLOYEES AND REMUNERATION POLICY**

As at 30 September 2023, the Group employed a total of 104 staff (31 March 2023: 107 staff). Total staff costs including directors' emoluments for the Period, amounted to approximately HK\$37.4 million (30 September 2022: approximately HK\$56.2 million). The salary and benefit levels of the employees of the Group are competitive, and individual performance is rewarded through the Group's salary and bonus system. The Group provides adequate job training to the employees to equip them with practical knowledge and skills.

## **SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS**

The Group did not have any significant investments held or any material acquisitions or disposals of subsidiaries or associated companies as at 30 September 2023.

## **FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS**

As at 30 September 2023, the Company did not have any future plans for material investments or capital assets.

## **EVENTS AFTER THE REPORTING PERIOD**

No significant event has taken place after the end of the Period.

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

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

## **PLEDGE OF SHARES BY CONTROLLING SHAREHOLDER**

During the Period, the Group did not have any pledge of shares by the controlling shareholder.

## **INTERIM DIVIDEND**

No interim dividend was declared by the Board during the Period (30 September 2022: Nil).

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The Board of the Company is committed to upholding high standards of corporate governance practices and business ethics in the firm belief that they are crucial to improving the efficiency and performance of the Group and to safeguarding the interests of the shareholders. The Board reviews the Company's corporate governance practices from time to time in order to meet the expectations of stakeholders, comply with increasingly stringent regulatory requirements, and fulfill its commitment to excellence in corporate governance.

During the Period, to the best knowledge of the Board, the Company has applied the principles of and complied with the applicable code provisions of the Corporate Governance Code as set out in Appendix 14 (the "**CG Code**") to the Listing Rules contained therein except for the following deviations:

Code Provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separated and should not be performed by the same individual.

Mr. Ren Yunan serves as an executive Director, the Chairman as well as the chief executive officer (the "**Chief Executive Officer**") of the Company. The Board believes that vesting the roles of both Chairman and Chief Executive Officer in the same person provides the Company with strong and consistent leadership, allows for effective and efficient planning and implementation of business decisions and strategies, and is beneficial to the business prospects and management of the Group. Although Mr. Ren performs both the roles of Chairman and Chief Executive Officer, the division of responsibilities between the Chairman and Chief Executive Officer is clearly established. These two roles are performed by Mr. Ren distinctly.

The Board will examine and review, from time to time, the Company's corporate governance practices and operations in order to meet the relevant provisions under the CG Code and to protect the shareholders' interest.

## **MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted a code of conduct regarding directors' securities transactions with terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers. The Company has made specific enquiry of all Directors and all those Directors have confirmed that they have complied with the required standard set out in the Model Code during the Period and up to the date of this announcement.

## **AUDIT COMMITTEE**

The Company has established an audit committee (the “**Audit Committee**”) in accordance with the Listing Rules with terms of reference aligned with the provision of the CG Code as set out in Appendix 14 to the Listing Rules.

The main duties of the Audit Committee are, inter alia, (i) to ensure the objectivity and credibility of the Company's financial reporting and internal control procedures as well as to maintain an appropriate relationship with the external auditor of the Company; (ii) to review half-yearly and annual results of the Group; (iii) to review the risk management and internal control systems, the effectiveness of the internal audit function of the Group; and (iv) to review the coverage and effectiveness of the whistleblowing policy of the Company (the “**Whistleblowing Policy**”) and to investigate the reports submitted through the channels described in the Whistleblowing Policy.

As at the date of this announcement, the Audit Committee comprises three independent non-executive Directors, namely Mr. Li Zhouxin (Chairman of the Audit Committee), Mr. Lee Man Chiu and Mr. Jiang Guoliang.

## **REVIEW OF INTERIM RESULTS**

The Group's unaudited condensed consolidated financial information for the Period has been reviewed by the Audit Committee. The Audit Committee was of the opinion that the preparation of such results complied with the applicable accounting standards, principles, policies and requirements as well as the Listing Rules and other applicable legal requirements and that adequate disclosures have been made.

## **PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT**

The results announcement is published on the website of the Stock Exchange ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company's website ([www.okg.com.hk](http://www.okg.com.hk)). The interim report of the Company for the Period containing all information required by the Listing Rules will be dispatched to the Shareholders and will be available on the websites of the Stock Exchange and the Company in due course.

## **ACKNOWLEDGEMENT**

On behalf of the Board, I would like to express my sincere gratitude to all our staff for their dedication and contribution to the Group. In addition, I would like to thank all our shareholders and investors for their support and our customers for their patronage.

By order of the Board  
**OKG Technology Holdings Limited**  
**Ren Yunan**

*Chairman, Chief Executive Officer and Executive Director*

Hong Kong, 28 November 2023

*As at the date of this announcement, the executive Directors are Mr. Ren Yunan and Mr. Zhang Chao; the non-executive Directors are Mr. Tang Yue and Mr. Pu Xiaojiang; and the independent non-executive Directors are Mr. Li Zhouxin, Mr. Lee Man Chiu and Mr. Jiang Guoliang.*