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PROSPEROUS INDUSTRIAL (HOLDINGS) LIMITED

其利工業集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1731)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2024

INTERIM RESULTS

The board (the “**Board**”) of directors (the “**Directors**”) of Prosperous Industrial (Holdings) Limited (the “**Company**”) is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the six months ended 30 June 2024 with comparative figures for the corresponding period in 2023 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Six months ended 30 June 2024

		Six months ended 30 June	
	Notes	2024	2023
		(Unaudited)	(Unaudited)
		US\$'000	US\$'000
REVENUE	3	130,719	115,339
Cost of sales		(98,333)	(92,323)
Gross profit		32,386	23,016
Other income and gains, net	4	2,739	2,147
Selling and distribution expenses		(6,142)	(5,476)
Administrative expenses		(8,764)	(8,693)
Other expenses, net		(333)	(1,160)
Finance costs		(103)	(151)
PROFIT BEFORE TAX	5	19,783	9,683
Income tax credit/(expense)	6	(925)	184
PROFIT FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY		18,858	9,867

		Six months ended 30 June	
	Notes	2024	2023
		(Unaudited)	(Unaudited)
		US\$'000	US\$'000
OTHER COMPREHENSIVE LOSS			
Other comprehensive loss that may be reclassified to profit or loss in subsequent periods:			
– Exchange differences on translation of foreign operations		(436)	(1,483)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY			
		18,422	8,384
EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY			
Basic and diluted (US cent)	8	1.68	0.88

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2024

	Notes	30 June 2024 (Unaudited) US\$'000	31 December 2023 (Audited) US\$'000
NON-CURRENT ASSETS			
Property, plant and equipment	9	13,603	14,800
Investment properties		9,317	9,389
Right-of-use assets		13,898	13,997
Intangible assets		180	122
Equity investment at fair value through other comprehensive income		1,457	1,457
Prepayments, deposits and other receivables		2,641	1,927
Financial assets at fair value through profit or loss		135	186
Deferred tax assets		295	258
Total non-current assets		41,526	42,136
CURRENT ASSETS			
Inventories		26,955	38,177
Trade receivables	10	60,782	49,233
Prepayments, deposits and other receivables		5,033	7,571
Financial assets at fair value through profit or loss		420	420
Income tax recoverable		–	62
Time deposits		10,105	15,824
Cash and cash equivalents		58,672	42,269
Total current assets		161,967	153,556
CURRENT LIABILITIES			
Trade and bills payables	11	13,838	21,342
Other payables and accruals		18,419	13,792
Lease liabilities		1,581	1,353
Income tax payables		6,072	6,671
Total current liabilities		39,910	43,158
NET CURRENT ASSETS		122,057	110,398
TOTAL ASSETS LESS CURRENT LIABILITIES		163,583	152,534

	<i>Notes</i>	30 June 2024 (Unaudited) US\$'000	31 December 2023 (Audited) US\$'000
NON-CURRENT LIABILITIES			
Other payables and accruals		174	129
Defined benefit obligations		124	195
Lease liabilities		1,697	1,869
Deferred tax liabilities		1,386	1,390
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Total non-current liabilities		3,381	3,583
		<hr/>	<hr/>
Net assets		160,202	148,951
		<hr/>	<hr/>
EQUITY			
Issued capital		1,436	1,436
Reserves		158,766	147,515
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Total equity		160,202	148,951
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NOTES

1. CORPORATE INFORMATION

Prosperous Industrial (Holdings) Limited (the “**Company**”) is a limited liability company incorporated in the Cayman Islands and the shares of which are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The registered office address of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands, and the principal place of business of the Company is located at Unit 1–2, 1/F, Join-In Hang Sing Centre, 71–75 Container Port Road, Kwai Chung, New Territories, Hong Kong.

The Company is an investment holding company. During the six months ended 30 June 2024, the Company and its subsidiaries (collectively, the “**Group**”) were principally involved in the manufacturing and sale of sports bags, handbags and luggage bags.

2.1 BASIS OF PREPARATION

The unaudited interim condensed consolidated financial information of the Group for the six months ended 30 June 2024 has been prepared in accordance with HKAS 34 *Interim Financial Reporting* and the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on the Stock Exchange.

The unaudited interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2023.

This interim condensed consolidated financial information is presented in the United States Dollar (“**US\$**”) and all values are rounded to the nearest thousand (“**US\$’000**”) except when otherwise indicated.

This interim condensed consolidated financial information has not been audited, but has been reviewed by the Company’s audit committee.

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2023, except for the adoption of the following revised Hong Kong Financial Reporting Standards (“**HKFRSs**”) for the first time for the current period’s financial information.

Amendments to HKFRS 16	<i>Lease Liability in a Sale and Leaseback</i>
Amendments to HKAS 1	<i>Classification of Liabilities as Current or Non-current</i> (the “ 2020 Amendments ”)
Amendment to HKAS 1	<i>Non-current Liabilities with Covenants</i> (the “ 2022 Amendments ”)
Amendments to HKAS 7 and HKFRS 7	<i>Supplier Finance Arrangements</i>

The adoption of these revised HKFRSs has had no significant financial effect on the unaudited condensed interim financial statements of the Group.

3. REVENUE

Revenue represents sales of sports bags, handbags and luggage bags.

Disaggregation of revenue

	Six months ended 30 June	
	2024	2023
	(Unaudited) US\$'000	(Unaudited) US\$'000
By geographical markets		
The USA	40,828	48,909
Belgium	19,632	13,988
Chinese Mainland	13,590	6,997
Netherlands	8,542	6,169
Italy	8,504	8,213
Japan	6,924	7,182
United Kingdom	5,280	2,074
Others	27,419	21,807
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Total revenue from contracts with customers	130,719	115,339
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By product category		
Outdoor and sporting bags	106,897	84,428
Functional bags	5,617	5,258
Fashion and casual bags	17,810	24,424
Others	395	1,229
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Total revenue from contracts with customers	130,719	115,339
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4. OTHER INCOME AND GAINS, NET

An analysis of the Group's other income and gains, net is as follows:

	Six months ended 30 June	
	2024	2023
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Other income		
Bank interest income	1,017	445
Other interest income from financial assets at fair value through profit or loss	10	134
Government grants	–	11
Charges levied on customers	245	219
Rental income	392	410
Others	203	281
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Subtotal	1,867	1,500
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Gains, net		
Foreign exchange difference, net	871	421
Gain on redemption of financial assets at fair value through profit or loss	–	224
Gain on sales of scrap materials	1	2
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Subtotal	872	647
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Other income and gains, net	<u>2,739</u>	<u>2,147</u>

5. PROFIT BEFORE TAX

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

	Six months ended 30 June	
	2024	2023
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Cost of inventories sold	96,483	90,542
Depreciation of property, plant and equipment	1,824	1,599
Less: Amount included in cost of inventories sold	(1,093)	(1,023)
	<u>731</u>	<u>576</u>
Depreciation of right-of-use assets	1,056	1,050
Less: Amount included in cost of inventories sold	(757)	(758)
	<u>299</u>	<u>292</u>
Loss on disposal of items of property, plant and equipment	32	11
Amortisation of intangible assets	87	83
Research and development costs	1,142	1,129
Changes in fair value of financial assets at fair value through profit or loss*	46	510
	<u><u>46</u></u>	<u><u>510</u></u>

* The amount is included in "Other expenses, net" on the face of the condensed consolidated statement of profit or loss and other comprehensive income.

6. INCOME TAX

Hong Kong profits tax has been provided at the rate of 16.5% (2023: 16.5%) on the estimated assessable profits arising in Hong Kong during the period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries/jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

An analysis of the Group's income tax is as follows:

	Six months ended 30 June	
	2024	2023
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Current:		
Charge for the period	3,272	1,403
Overprovision in prior years	(2,313)	(1,575)
Deferred tax	<u>(34)</u>	<u>(12)</u>
Total tax expense/(credit) for the period	<u><u>925</u></u>	<u><u>(184)</u></u>

7. DIVIDEND

	Six months ended 30 June	
	2024	2023
	(Unaudited)	(Unaudited)
	US\$'000	US\$'000
Final dividend declared		
– HK5.0 cents (equivalent to approximately US0.64 cent)		
(2023: HK4.2 cent) per ordinary share	7,171	6,002

The Board of the Company does not recommend the payment of an interim dividend for the six months ended 30 June 2024 (six months ended 30 June 2023: Nil).

8. EARNINGS PER SHARE ATTRIBUTABLE TO SHAREHOLDERS OF THE COMPANY

The calculation of the basic earnings per share for the period is based on the unaudited profit for the period attributable to shareholders of the Company of US\$18,858,000 (six months ended 30 June 2023: US\$9,867,000), and the number of ordinary shares in issue of 1,120,000,000 (six months ended 30 June 2023: 1,120,000,000) during the period.

No adjustment has been made to the basic earnings per share presented for the six months ended 30 June 2024 and 2023 in respect of a dilution as the Group had no potentially dilutive ordinary shares in issue during each of these periods.

9. PROPERTY, PLANT AND EQUIPMENT

During the period, the Group acquired property, plant and equipment of approximately US\$798,000 (six months ended 30 June 2023: US\$777,000), disposed of property, plant and equipment with net carrying amount of approximately US\$126,000 (six months ended 30 June 2023: US\$20,000).

10. TRADE RECEIVABLES

	30 June	31 December
	2024	2023
	(Unaudited)	(Audited)
	US\$'000	US\$'000
Trade receivables	60,982	49,433
Less: Impairment	(200)	(200)
	60,782	49,233

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

	30 June 2024 (Unaudited) US\$'000	31 December 2023 (Audited) US\$'000
Within 1 month	22,272	13,464
1 to 2 months	20,461	19,762
2 to 3 months	16,636	14,522
Over 3 months	1,413	1,485
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Total	60,782	49,233
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11. TRADE AND BILLS PAYABLES

Trade and bills payables of the Group are unsecured, interest-free, and are normally settled on terms of 45 to 60 days.

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

	30 June 2024 (Unaudited) US\$'000	31 December 2023 (Audited) US\$'000
Within 1 month	9,266	12,071
1 to 2 months	2,717	8,243
2 to 3 months	1,841	421
Over 3 months	14	607
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Total	13,838	21,342
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MANAGEMENT DISCUSSION AND ANALYSIS

GENERAL OVERVIEW AND BUSINESS REVIEW

The Group is a leading manufacturer that designs, develops and manufactures recreational bags and packs, mainly backpacks, it also provides quality supply chain management services for renowned multinational sports and lifestyle brands. During the six months ended 30 June 2024 (the “**Period**”), the Group’s revenue was generated from sales of bags and packs manufactured for brand owner customers.

After experiencing a softer customer demand due to inventory destocking cycle in 2023, there were signs of recovery in the packs and bags market during the Period. In particular, the Group experienced a decent rebound in customers’ orders from the market in the People’s Republic of China (the “**PRC**”), with sales shipped to the PRC market for the Period bounced back from a low point in 2023 and almost doubled in this Period. Hence the Group experienced higher utilisation rates across its multi-regional manufacturing platform, especially in its production base in the PRC which mainly caters China-to-China market. As a result, the Group recorded total revenue of approximately US\$130.7 million for the Period, bounced back from approximately US\$115.3 million for the six months ended 30 June 2023 (the “**Corresponding Period**”). In terms of the production allocation, despite the improved utilisation rate of the PRC production base, the Group’s Vietnam and Cambodia production bases still accounted for around 90% of the Group’s total production capacity for the Period.

OUTLOOK AND PROSPECTS

Looking ahead, the Group remained cautiously optimistic about the long-term growth in its manufacturing business. We will continue to focus on making the best use of the existing capacity and streamlining the production procedures with the aim to achieve optimal efficiency. The Group is dedicated to pursuing growth opportunities that create lasting value for our shareholders. With the aim of value maximation, the Group’s project for potential further development of its land parcel in Panyu, Guangdong, the PRC has been making progress in recent months.

The Group has a land use-right for a parcel of land situated at south of Xingye Road, Nancun Town, Panyu District, Guangzhou, Guangdong Province, the PRC with a total site area of 137,077.31 square metres (the “**Land**”), by Guangzhou Glorieux Traveling Articles Co., Ltd.* (廣州澤榮旅行用品有限公司, the “**Guangzhou Glorieux**”), an indirect wholly owned subsidiary of the Company. The Land, was acquired by the Group in 2007, designated for industrial use, is currently used as a production base which has also been partially leasing out. After the Group’s strategic reallocation of productivity and production capacity from the PRC gradually to Vietnam and Cambodia, the Group has been liaising with relevant professional parties and government authorities in exploring opportunities for further optimizing the development of Land over the years.

After several rounds of successful negotiations, the Land with maximum gross floor area of approximately 393,338.92 square metres and maximum plot ratio of 4.0 has been contracted to be granted by Guangzhou Municipal Planning and Natural Resources Bureau Panyu District Branch* (廣州市規劃和自然資源局番禺區分局) on 25 April 2024 to Guangzhou Glorieux for Category 1 Industrial (M1) use at no additional consideration or land premium. The maximum plot ratio of 4.0 of the Land represents a significant increase from the previous maximum plot ratio of 2.0.

The Land located in the prime area in Panyu, Guangzhou. Also, the current selling price and/or rental price of buildings under Category 1 Industrial (M1) in Panyu City is lower as compared with that of other prime areas in Guangzhou and Shenzhen, which is appealing to the local entrepreneurs. The Group has identified three external consultants to be engaged for advising on the development and project management, schematic design, and construction drawing design, respectively, for the potential further development of the Land in July 2024. Benefiting from effective communication with relevant government authorities and favorable terms in the abovementioned supplemental land use right transfer contract, together with its proximity to major scientific and research innovative highlands, the Group considers that the further development of the Land will significantly enhance the value of the Group's assets and the potential for profits. The Group is committed to initiating such potential further development project with meticulous planning, stringent quality standards, and adherence to all relevant regulations and environmental considerations.

The Group intends to finance the potential further development by a combination of external and internal resources. The Group does not anticipate the existing operations on the Land to be materially impacted by its potential further development. Nevertheless, the Group will continue to take prudent and responsible measures to preserve a healthy financial position to sustain the Group's operations.

FINANCIAL REVIEW

Total revenue of the Group for the Period was approximately US\$130.7 million, representing an increase of approximately US\$15.4 million or 13.3% from approximately US\$115.3 million as recorded in the Corresponding Period. Sales quantity also increased from approximately 10.9 million pieces for the Corresponding Period to approximately 12.6 million pieces for the Period, representing an increase of approximately 1.7 million pieces or 15.4%. Revenue from sales to outdoor and sporting category recorded a robust double-digit growth during the Period as there were strong demand from certain sports brand owners. As a result, for the sales mix of different product categories, sales concentrated more towards outdoor and sporting category which contributed more than 81% of the total revenue. The average selling price per piece slightly decreased from US\$10.6 to US\$10.4 due to the changes in sales mix. The breakdown of the revenue, sales quantity and average selling price by product category are set out below:

	Six months ended 30 June 2024				Six months ended 30 June 2023			
	Revenue		Sales	Average	Revenue		Sales	Average
Product category	US\$'000	%	quantity	selling	US\$'000	%	quantity	selling
			Pc'000	price			Pc'000	price
				US\$/pc				US\$/pc
Outdoor & sporting	106,897	81.8	9,948	10.7	84,428	73.2	7,394	11.4
Functional	5,617	4.3	344	16.3	5,258	4.6	323	16.3
Fashion & casual	17,810	13.6	2,226	8.0	24,424	21.2	3,076	7.9
Others	395	0.3	53	7.4	1,229	1.0	110	11.2
Total	<u>130,719</u>	<u>100.0</u>	<u>12,571</u>	<u>10.4</u>	<u>115,339</u>	<u>100.0</u>	<u>10,903</u>	<u>10.6</u>

The Group's cost of sales for the Period amounted to approximately US\$98.3 million, representing an increase of approximately US\$6.0 million or 6.5% from approximately US\$92.3 million for the Corresponding Period. The increase is primarily due to the increase in sales quantity. Gross profit for the Period amounted to approximately US\$32.4 million, increased from approximately US\$23.0 million for the Corresponding period, while the gross profit margin for the Period improved notably from 20.0% to 24.8% because of the better utilisation of capacity and improved production efficiency.

Administrative expenses for the Period amounted to approximately US\$8.8 million, which was maintained at similar level as compared to the Corresponding Period.

Selling and distribution expenses for the Period amounted to approximately US\$6.1 million, representing an increase of approximately US\$0.7 million or 12.2% from approximately US\$5.5 million for the Corresponding Period. The increase is primarily due to the increase in quantity shipped.

Other expenses for the Period decreased significantly as compared to the Corresponding Period, largely due to the reduction in fair value loss of certain of the Group's investment in corporate bonds which are carried at fair value through profit and loss.

Profit attributable to shareholders of the Company increased by approximately US\$9.0 million or 91.1% to approximately US\$18.9 million for the Period, compared with approximately US\$9.9 million for the Corresponding Period. Earnings per share for the Period increased by US0.80 cent to US1.68 cents as compared to US0.88 cent for the Corresponding Period.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL EXPENDITURE

The Group's financial position remained solid. As at 30 June 2024, the Group had time deposits, cash and cash equivalents of approximately US\$68.8 million. The Group has no external borrowings as at 30 June 2024. As a result, the gearing ratio of the Group was zero (31 December 2023: zero), calculated as total debt, excluding lease liabilities, divided by total equity.

During the Period, the Group incurred capital expenditure of US\$0.8 million (2023: US\$0.8 million), mainly for acquisition of property, plant and equipment and intangible assets.

CONTINGENT LIABILITIES

As at 30 June 2024, the Group did not have any significant contingent liabilities (31 December 2023: Nil).

CAPITAL COMMITMENT

As at 30 June 2024, the Group did not have any significant capital commitments (31 December 2023: Nil).

SEGMENTAL INFORMATION

No operating segmental information of the Group was presented for the Period as the Group only operates in one single operating segment, i.e. manufacturing and sale of sports bags, handbags and luggage bags.

EMPLOYEE INFORMATION

As at 30 June 2024, the Group had approximately 8,300 employees. Salaries and benefits of the Group's employees were kept at a market level and employees were rewarded on a performance-related basis. Remuneration is reviewed annually. Staff benefits include contribution to mandatory contribution fund, discretionary bonus and share options. During the Period, no share options were granted by the Group to employees of the Group.

SIGNIFICANT INVESTMENTS HELD/FUTURE PLANS FOR SIGNIFICANT INVESTMENTS OR CAPITAL ASSETS

As at 30 June 2024, there were no material investments held by the Group or future plans for significant investments or capital assets, and none of each individual investment held by the Group constituted 5% or above of the total assets of the Group as at 30 June 2024.

CHARGE ON THE GROUP’S ASSETS

As at 30 June 2024, the Group did not have any charges on its assets (31 December 2023: Nil).

FOREIGN CURRENCY EXPOSURE

The Group’s purchases and operating costs are mainly denominated in Renminbi, Vietnamese Dong while most of the Group’s sales proceeds are received in US\$. As such, the Group is exposed to foreign currency risk. Any appreciation of Renminbi and Vietnamese Dong against US\$ may adversely affect the profitability. The Group currently does not have a foreign currency hedging policy. The Group will continue to monitor its foreign currency exposure closely and consider hedging significant foreign currency exposure should the need arise.

OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Company places high value on the corporate governance practice and is committed to achieving high standards of corporate governance with a view to safeguarding the interests of the shareholders of the Company as a whole.

The Company has adopted the principles and code provisions of the Corporate Governance Code (the “**CG Code**”) as set out in Part 2 of Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”) as the basis of the Company’s corporate governance practice, and the CG Code has been applicable to the Company. During the Period, the Company has complied with the CG Code. The Board will continue to review and monitor the corporate governance status of the Company for the purpose of complying with the CG Code and maintaining a high standard of corporate governance of the Company.

MODEL CODE OF CONDUCT OF DIRECTORS’ SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding Directors’ transactions in securities of the Company (the “**Company’s Code**”) on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”). After specific enquiry made by the Company, all of the Directors confirmed that they have complied with the required standard set out in the Model Code and the Company’s Code during the Period.

INTERIM DIVIDEND

The Board resolved not to declare any interim dividend for the Period (the Corresponding Period: Nil).

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors, as of the date of this announcement, the Company maintained the prescribed public float of no less than 25% as required under the Listing Rules.

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Period, there was no material acquisition or disposal of subsidiaries, associates or joint ventures by the Company.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares) during the Period. As at 30 June 2024, the Company did not hold any treasury shares.

AUDIT COMMITTEE AND REVIEW OF INTERIM FINANCIAL RESULTS

Pursuant to Rule 3.21 of the Listing Rules, the Company established an audit committee (the “**Audit Committee**”) with written terms of reference aligned with the CG Code. The Audit Committee comprises three independent non-executive Directors, namely Ms. Sze Tak On, Mr. Chiu Che Chung Alan and Mr. Wong Kwun Ho. The Audit Committee is chaired by Ms. Sze Tak On and is responsible for assisting the Board in safeguarding the Group's assets by providing an independent review of the effectiveness of the financial reporting process and the internal controls and risk management systems of the Group. It also performs other duties and responsibilities as assigned by the Board.

The Audit Committee has discussed with the management of the Group and reviewed the unaudited interim financial results of the Group for the six months ended 30 June 2024, including the accounting principles and practices adopted by the Group, and discussed financial related matters. The Audit Committee is of the view that such statements have complied with the applicable accounting standards and that adequate disclosures have been made.

PUBLICATION OF THE INTERIM RESULTS ANNOUNCEMENT AND THE INTERIM REPORT FOR THE SIX MONTHS ENDED 30 JUNE 2024

In accordance with the requirements under the Listing Rules, this result announcement has been published on the websites of the Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and the Company (www.pihl.hk), respectively. In accordance with the requirements under the Listing Rules, the interim report for the six months ended 30 June 2024 containing information about the Company will be dispatched to the shareholders of the Company requiring a printed copy and published on the same websites in due course.

By Order of the Board
Prosperous Industrial (Holdings) Limited
Yeung Shu Kin
Chairman

Hong Kong, 23 August 2024

As at the date of this announcement, the Board comprises Mr. Yeung Shu Kin, Mr. Yeung Shu Kai and Mr. Yeung Wang Tony as executive Directors, Mr. Chau Chi Ming and Mr. Lin Wang-Chyan as non-executive Directors and Mr. Chiu Che Chung Alan, Ms. Sze Tak On and Mr. Wong Kwun Ho as independent non-executive Directors.

* *For identification purposes only*