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**迅捷環球控股有限公司**  
**SPEEDY GLOBAL HOLDINGS LIMITED**

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

**(Stock code: 540)**

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

		For the six months ended 30 June		Change
		2024 (Unaudited)	2023 (Unaudited)	
Revenue	<i>(HK\$'million)</i>	<b>281.9</b>	179.7	56.9%
Gross profit	<i>(HK\$'million)</i>	<b>30.4</b>	20.1	51.2%
Gross profit margin		<b>10.8%</b>	11.2%	
Profit/(loss) for the period attributable to equity holders of the Company	<i>(HK\$'million)</i>	<b>5.3</b>	(4.0)	232.5%
Net profit/(loss) margin attributable to equity holders of the Company		<b>1.9%</b>	-2.2%	
Basic and diluted profit/(losses) per share attributable to equity holders of the Company for the period	<i>(HK\$ per share)</i>	<b>0.0088</b>	(0.0066)	

## INTERIM RESULTS

The board (the “**Board**”) of directors (“**Directors**”) of Speedy Global Holdings Limited (the “**Company**”) is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2024, together with the comparative figures for the corresponding period in 2023.

### CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2024

	Notes	Six months ended 30 June	
		2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
Revenue	6	281,856	179,688
Cost of sales		(251,505)	(159,597)
<b>Gross profit</b>		<b>30,351</b>	20,091
Selling and marketing expenses		(427)	(468)
Administrative expenses		(23,867)	(21,897)
Other income		1,873	1,142
Other (losses)/gains – net		(475)	1,036
<b>Operating profit/(loss)</b>	7	<b>7,455</b>	(96)
Finance income	8	998	1,390
Finance costs	8	(1,994)	(3,428)
Finance costs – net	8	(996)	(2,038)
<b>Profit/(loss) before income tax</b>		<b>6,459</b>	(2,134)
Income tax expenses	9	(1,186)	(1,836)
<b>Profit/(loss) for the period attributable to equity holders of the Company</b>		<b>5,273</b>	(3,970)
<b>Basic and diluted profit/(losses) per share attributable to equity holders of the Company for the period (expressed in HK\$ per share)</b>	10	<b>0.0088</b>	(0.0066)
<b>Other comprehensive income</b>			
<i>Item that may be reclassified subsequently to profit or loss</i>			
Currency translation differences		(184)	(605)
<b>Total comprehensive income/(loss) for the period attributable to equity holders of the Company</b>		<b>5,089</b>	(4,575)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	<i>Notes</i>	At <b>30 June 2024</b> <i>HK\$'000</i> <b>(Unaudited)</b>	At 31 December 2023 <i>HK\$'000</i> <b>(Audited)</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		2,533	9,105
Right-of-use assets		–	214
Deferred tax assets		2,780	2,646
		5,313	11,965
<b>Current assets</b>			
Inventories		93,008	43,259
Trade and other receivables	12	103,133	62,370
Prepayments		30,682	16,252
Assets classified as held for sale	13	13,473	–
Short-term bank deposits		–	30,942
Cash and cash equivalents		104,297	96,173
		344,593	248,996
<b>Total assets</b>		<b>349,906</b>	260,961
<b>EQUITY</b>			
<b>Equity attributable to equity holders of the Company</b>			
Share capital		60,000	60,000
Share premium		53,441	53,441
Other reserves		13,966	14,150
Accumulated losses		(52,783)	(58,056)
<b>Total equity</b>		<b>74,624</b>	69,535

		At <b>30 June 2024</b> <i>HK\$'000</i> <b>(Unaudited)</b>	At 31 December 2023 <i>HK\$'000</i> (Audited)
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities		<u>1,470</u>	<u>1,224</u>
		<u>1,470</u>	<u>1,224</u>
<b>Current liabilities</b>			
Trade and other payables	<i>14</i>	<b>160,055</b>	88,389
Contract liabilities		<b>395</b>	1,009
Current tax liabilities		<b>4,804</b>	4,073
Finance payables		<b>58,087</b>	30,591
Bank borrowings		<b>35,630</b>	65,918
Lease liabilities		–	222
Liabilities directly associated with assets classified as held for sale	<i>13</i>	<u>14,841</u>	<u>–</u>
		<u>273,812</u>	<u>190,202</u>
<b>Total liabilities</b>		<u>275,282</u>	<u>191,426</u>
<b>Total equity and liabilities</b>		<u><u>349,906</u></u>	<u><u>260,961</u></u>

# NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

## 1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 28 September 2011 as an exempted company with limited liability under the Companies Law (2010 Revision) of the Cayman Islands. The address of its registered office is at the office of Vista (Cayman) Limited, P.O. Box 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205, Cayman Islands. The immediate and ultimate holding company of the Group is Sky Halo Holdings Limited (“**Sky Halo**”).

The Group is principally engaged in the apparel supply chain servicing business which includes offering a wide range of woven wear, cut-and-sewn knitwear and sweater knitwear products to a number of owners or agents of global reputable brands (the “**Apparel Supply Chain Servicing Business**”).

## 2. BASIS OF PREPARATION

The condensed consolidated interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with Hong Kong Accounting Standard 34 “Interim financial reporting”. The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2023, which have been prepared in accordance with Hong Kong Financial Reporting Standards (“**HKFRSs**”).

## 3. ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2023, as described in those annual financial statements.

### (a) Amended standards adopted by the Group

The Group has adopted the following amendments to standards which are effective for the Group’s financial year beginning on 1 January 2024:

Hong Kong Interpretation 5 (Revised)	Hong Kong Interpretation 5 (Revised) Presentation of financial statements – classification by the borrower of a term loan that contains a repayment on demand clause
Amendments to HKAS 1	Classification of liabilities as current or non-current
Amendments to HKAS 1	Non-current liabilities with covenants
Amendments to HKFRS 16	Lease liability in a sale and leaseback
Amendments to HKAS 7 and HKFRS 7	Supplier finance arrangements

The adoption of the above amendments to standards did not result in substantial changes to the Group’s accounting policies or financial results.

(b) **New and amended standard have been issued but not yet effective**

		<b>Effective for accounting periods beginning on or after</b>
HKAS 21 (Amendments)	Lack of Exchangeability	1 January 2025
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

The Group has not early applied the new and amended standards and interpretations that have been issued but not yet effective. The adoption of these are not expected to have a material impact on the financial results of the Group.

**4. ESTIMATES**

The preparation of condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2023.

**5. FINANCIAL RISK MANAGEMENT**

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, cash flow and fair value interest rate risk), credit risk and liquidity risk.

The condensed consolidated interim financial statements 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 as at 31 December 2023.

**6. REVENUE AND SEGMENT INFORMATION**

(a) **Revenue**

The Group's revenue is recognised at a point in time when a group entity has delivered products to the customer; the customer has accepted the products and collectability of the related receivables is reasonably assured. During the six months ended 30 June 2024 and 2023, the Group's revenue was derived from the Apparel Supply Chain Servicing Business.

Revenue from the major customers, which amounted to 10% or more of the Group's revenue, is set out below:

	<b>Six months ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Customer A	<b>156,810</b>	83,407
Customer B	<b>85,712</b>	71,198
	<b>242,522</b>	154,605

The revenue recognised in the current financial year relating to carried-forward contract liabilities as at 1 January 2024 was approximately HK\$1,009,000 (2023: HK\$524,000).

(b) **Segment information**

Management has determined the operating segments based on the reports reviewed by the chief operating decision-maker (“CODM”). The CODM, who is responsible for allocating resources and assessing performance of the operating segment, has been identified as the executive directors of the Company.

During the six months ended 30 June 2024 and 2023, the Group is principally engaged in the Apparel Supply Chain Servicing Business. Management reviews the operating results of the business as a single operating segment as the nature of services, the type of customers for services and the method used to provide their services is same in different regions.

**7. OPERATING PROFIT/(LOSS)**

Profit/(loss) before taxation is arrived at after charging:

	<b>Six months ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Depreciation and amortisation	<b>1,655</b>	5,098
Employee benefit expenses	<b>30,742</b>	27,700
Rental expenses	<b>4,102</b>	3,101
	<b><u>4,102</u></b>	<u>3,101</u>

**8. FINANCE INCOME AND COSTS**

	<b>Six months ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Finance costs		
– Interest expense on bank borrowings	<b>(1,986)</b>	(3,389)
– Leases liabilities	<b>(8)</b>	(39)
	<b><u>(1,994)</u></b>	<u>(3,428)</u>
Finance income		
– Interest income on short-term bank deposits	<b>998</b>	1,390
	<b><u>998</u></b>	<u>1,390</u>
Finance costs – net	<b><u>(996)</u></b>	<u>(2,038)</u>

## 9. INCOME TAX EXPENSES

	Six months ended 30 June	
	2024	2023
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Current income tax		
– Hong Kong profits tax	610	–
– PRC corporate income tax (“CIT”)	(1,796)	(1,836)
	<hr/>	<hr/>
Income tax expenses	<u>(1,186)</u>	<u>(1,836)</u>

### (i) Cayman Islands profits tax

The Company had not been subject to any taxation in the Cayman Islands.

### (ii) Hong Kong profits tax

No provision for Hong Kong profits tax has been made as the group companies which are subject to Hong Kong profits tax incurred tax losses for the six months ended 30 June 2024 and 2023.

### (iii) PRC CIT

CIT is provided at the rate of 25% on the assessable profit of entities within the Group incorporated in the PRC.

### (iv) PRC withholding income tax

According to the CIT Law, as there is a tax treaty arrangement between the PRC and Hong Kong where the Group’s foreign immediate holding companies are located, a withholding tax on dividends from subsidiaries in the PRC has been provided at a rate of 5% for the six months ended 30 June 2024 and 2023.

### (v) Cambodia profits tax

Pursuant to the Cambodia tax laws, Agile Sweater (Cambodia) Co. Ltd, one of the wholly-owned subsidiaries of the Group, is subject to 20% profits tax rate or Minimum Tax at 1% of total revenue exclusive of value added tax, whichever is higher. During the six months ended 30 June 2024 and 2023, the subsidiary was loss-making and maintained proper accounting records in accordance with the tax regulations that they are exempted from Income Tax and Minimum Tax.



## 10. BASIC AND DILUTED PROFIT/(LOSSES) PER SHARE

Basic profit/(losses) per share is calculated by dividing the profit/(loss) for the period attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	<b>Six months ended 30 June</b>	
	<b>2024</b>	2023
	<b>(Unaudited)</b>	(Unaudited)
Profit/(loss) for the period attributable to equity holders of the Company ( <i>HK\$'000</i> )	5,273	(3,970)
Weighted average number of ordinary shares in issue	<u>600,000,000</u>	<u>600,000,000</u>
<b>Basic and diluted profit/(losses) per share (<i>HK\$</i>)</b>	<b><u>0.0088</u></b>	<b><u>(0.0066)</u></b>

The Company did not have any potential dilutive ordinary shares outstanding as at 30 June 2024 and 2023. Diluted profit/(losses) per share is equal to basic profit/(loss) per share.

## 11. DIVIDENDS

The Board has resolved not to declare any interim dividend for the six months ended 30 June 2024 (2023: Nil).

## 12. TRADE AND OTHER RECEIVABLES

	At <b>30 June</b> <b>2024</b> <i>HK\$'000</i> <b>(Unaudited)</b>	At 31 December 2023 <i>HK\$'000</i> (Audited)
Trade receivables	94,989	51,594
Other receivables	<u>8,144</u>	<u>10,920</u>
	<b>103,133</b>	62,514
Less: provision for impairment		
– Trade receivables	<u>–</u>	<u>(144)</u>
	<b><u>103,133</u></b>	<b><u>62,370</u></b>

For Apparel Supply Chain Servicing Business, credit terms granted to customers by the Group were usually 30 to 90 days and which are mainly due from customers with good credit history and low default late. Aging analysis of trade receivables as at 30 June 2024 and 31 December 2023 based on invoice date is as follows:

	At <b>30 June</b> <b>2024</b> <i>HK\$'000</i> <b>(Unaudited)</b>	At 31 December 2023 <i>HK\$'000</i> (Audited)
0-30 days	82,408	32,401
31-90 days	12,126	19,152
91-180 days	430	14
Over 180 days	<u>25</u>	<u>27</u>
	<b><u>94,989</u></b>	<b><u>51,594</u></b>

### 13. ASSETS AND LIABILITIES OF DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE

The following assets and liabilities were reclassified as held for sale in relation to the disposal as at 30 June 2024:

	At 30 June 2024 <i>HK\$'000</i> (Unaudited)	At 31 December 2023 <i>HK\$'000</i> (Audited)
Assets classified as held for sale		
Property, plant and equipment	4,271	–
Trade and other receivables	6,648	–
Cash and cash equivalents	2,554	–
	<u>13,473</u>	<u>–</u>
Liabilities directly associated with assets classified as held for sale		
Accrued payroll	(7,870)	–
Other payables	(5,045)	–
Other taxes payable	(1,926)	–
	<u>(14,841)</u>	<u>–</u>

On 13 May 2024, Pageant Enterprise (Hong Kong) Limited, a subsidiary of the Company, and Team Can Enterprise Limited entered into the share purchase agreement, pursuant to which Pageant Enterprise (Hong Kong) Limited, as the seller, agreed to sell (the “**Disposal**”) and Team Can Enterprise Limited, as the purchaser, agreed to purchase 100% of the issued shares of Agile Sweater (Cambodia) Co., Ltd., (the “**Target**”) a subsidiary of the Company in the Kingdom of Cambodia (the “**Cambodia**”). Upon completion of the Disposal, the Target will no longer be a subsidiary of the Company.

As at 30 June 2024, the Disposal is pending completion. For details, please refer to the announcement of the Company dated 13 May 2024.

#### 14. TRADE AND OTHER PAYABLES

	At 30 June 2024 <i>HK\$'000</i> (Unaudited)	At 31 December 2023 <i>HK\$'000</i> (Audited)
Trade payable – due to third parties ( <i>Note (b)</i> )	143,856	69,504
Accrued payroll	6,803	11,093
Other payables	4,348	4,073
Other taxes payable	1,748	3,719
Consideration of Disposal received ( <i>Note (c)</i> )	3,300	–
	<u>160,055</u>	<u>88,389</u>

*Notes:*

- (a) Fair value of trade and other payables

The carrying amounts of trade and other payables are considered to be approximate to their fair values, due to their short-term natures.

- (b) The credit period granted by the Group's principal suppliers ranges from 30 to 90 days. Aging analysis of trade payable by invoice date is as follows:

	At 30 June 2024 <i>HK\$'000</i> (Unaudited)	At 31 December 2023 <i>HK\$'000</i> (Audited)
0-30 days	95,750	29,888
31-90 days	45,125	33,673
91-180 days	1,059	3,068
Over 180 days	1,922	2,875
	<u>143,856</u>	<u>69,504</u>

- (c) The Group has received the consideration of HK\$3,300,000 for the Disposal pending completion (31 December 2023: Nil).

## MANAGEMENT DISCUSSION AND ANALYSIS

### Financial Review

	Six months ended 30 June	
	2024	2023
	<i>HK\$ million</i>	<i>HK\$ million</i>
	(Unaudited)	(Unaudited)
Revenue	281.9	179.7
Gross profit	30.4	20.1
Profit/(loss) for the period attributable to equity holders of the Company	5.3	(4.0)

The Group's overall revenue for the six months ended 30 June 2024 was approximately HK\$281.9 million, representing an increase of approximately 232.5% over the last corresponding period. The increase in the Group's revenue was mainly due to an increase in sales orders from part of the existing customers.

The Group's overall gross profit margin slightly decreased to 10.8% for the six months ended 30 June 2024 (January to June 2023: 11.2%) mainly because of the increase in operating cost during the six months ended 30 June 2024.

### SELLING AND MARKETING EXPENSES

Selling and marketing expenses mainly represented employees' wages and transportation charges incurred during the six months ended 30 June 2024. Selling and marketing expenses decreased by approximately 8.8% to approximately HK\$0.4 million comparing to the last corresponding period mainly because of the reduction in transportation charges.

### ADMINISTRATIVE EXPENSES

Administrative expenses mainly represented employee benefit expenses for our management, finance and administrative personnel, entertainment expenses, rental expenses for our office premises, depreciation and travelling expenses. Administrative expenses increased by approximately 9.0% to approximately HK\$23.9 million which was mainly due to an increase in employee benefit expenses and donation for the six months ended 30 June 2024 compared to the corresponding period in 2023.

## **OTHER (LOSSES)/GAINS – NET**

Other (losses)/gains – net mainly represented the foreign exchange gains/(losses).

During the six months ended 30 June 2024, majority of the Group's purchase from suppliers in the PRC were settled in RMB. The Group recognised other losses – net of approximately HK\$0.5 million as a result of the strong performance of RMB (January to June 2023 other gains – net: approximately HK\$1.0 million).

## **FINANCE INCOME AND COSTS**

Finance income decreased by approximately 28.2% to approximately HK\$1.0 million primarily due to the decrease in cash and bank balance during the six months ended 30 June 2024.

Finance costs decreased by approximately 41.8% to approximately HK\$2.0 million primarily due to the repayment of bank borrowing during the six months ended 30 June 2024.

## **INCOME TAX EXPENSES**

Income tax expense mainly represented amounts of current income tax paid or payable at the applicable tax rates in accordance with the relevant laws and regulations in Hong Kong and the PRC. During the six months ended 30 June 2024, income tax expenses was approximately HK\$1.2 million (January to June 2023: approximately HK\$1.8 million).

## **NET PROFIT**

As a result of the foregoing, the Group was turning losses into profit and recorded a net profit of approximately HK\$5.3 million for the six months ended 30 June 2024 (January to June 2023: net loss of approximately HK\$4.0 million), representing an increase of approximately 232.5% over the last corresponding period.

## **INVENTORIES**

Inventories balance increased from approximately HK\$43.3 million as at 31 December 2023 to approximately HK\$93.0 million as at 30 June 2024 mainly due to the increasing number of raw materials purchased in contemplation for shipment in the second half of 2024, resulting in an increase in the inventory turnover days to 49 days for the six months ended 30 June 2024 (31 December 2023: 40 days).

## **TRADE RECEIVABLE**

Trade receivable balance increased from approximately HK\$51.6 million as at 31 December 2023 to approximately HK\$95.0 million as at 30 June 2024 which is in line with the increase in revenue for the six months ended 30 June 2024.

We generally grant customers of our Apparel Supply Chain Servicing Business a credit period of 30 to 90 days and they are generally required to settle their trade balances with us by bank transfer or by cheque.

Trade receivable turnover days remained relatively stable at 48 days for the six months ended 30 June 2024 (31 December 2023: 47 days).

## **TRADE PAYABLE**

Trade payable balance increased from approximately HK\$69.5 million as at 31 December 2023 to approximately HK\$143.9 million as at 30 June 2024 primarily because more purchase were made for the six months ended 30 June 2024.

We generally enjoy a credit term of up to 90 days to settle payment. The trade payable turnover days increased to 77 days for the six months ended 30 June 2024 which was primarily attributable to the delay of settlement to the suppliers (31 December 2023: 59 days).

## **BANK BORROWINGS**

The Group had bank borrowings and finance payable in the sum of approximately HK\$93.7 million as at 30 June 2024 (31 December 2023: HK\$96.5 million). All bank borrowings were made from banks in Hong Kong at floating interest rates. As at 30 June 2024, approximately HK\$88.7 million was repayable within one year, approximately HK\$0.6 million was repayable between one to two years, approximately HK\$2.0 million was repayable between two to five years, approximately HK\$2.4 million was repayable over five years, and all subject to repayable on demand clauses. All the carrying amounts of bank borrowings were denominated in HK\$. No financial instruments were used for hedging purposes, nor were there any foreign currency net investments hedged by current borrowings and/or other hedging instruments as at 30 June 2024.

## **LIQUIDITY AND FINANCIAL RESOURCES**

During the six months ended 30 June 2024, the Group maintained a healthy liquidity position, with working capital financed by both internal resources and bank borrowings. As at 30 June 2024, cash and cash equivalents amounted to approximately HK\$104.3 million, of which approximately HK\$67.6 million was denominated in HK\$, approximately HK\$31.5 million in Renminbi (“**RMB**”), approximately HK\$4.3 million in United States dollar (“**USD**”) and approximately HK\$0.9 million in other currencies respectively. As at 30 June 2024, the current ratio of the Group was approximately 1.2 (31 December 2023: 1.2). The Group was in a relatively strong net cash position as at 30 June 2024. The Group has sufficient and readily available financial resources for general working capital requirement and foreseeable capital expenditure.

## **TREASURY POLICIES**

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the period under review. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group’s liquidity position to ensure that the sufficient financial resources are available in order to meet its funding requirements and commitment timely.

## **FOREIGN EXCHANGE EXPOSURE**

Foreign exchange risk arises from future commercial transactions, recognised assets and liabilities and net investments in foreign operations.

Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the entity's functional currency. For group companies with RMB or US dollars as their functional currency, foreign exchange risk arises primarily from translation of amounts denominated in foreign currencies. The Group manages its foreign exchange risk by closely monitoring the movement of the foreign currency rates.

The Group has investments in the PRC, whose net assets are exposed to foreign currency translation risk. Currency exposure arising from the net assets of the Group's investments in the PRC can be managed through dividends paid outside the PRC.

During the six months ended 30 June 2024, the Group did not commit to any financial instruments to hedge its exposure to foreign currency risk.

## **CAPITAL STRUCTURE**

There has been no material change in the capital structure of the Company during the six months ended 30 June 2024. The capital of the Company comprises ordinary shares and other reserves.

## **CAPITAL COMMITMENTS**

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

## **INFORMATION ON EMPLOYEES**

As at 30 June 2024, the Group had a total of 1,359 employees, including the executive Directors. Total staff costs (including Directors' emoluments) were approximately HK\$38.9 million, as compared to approximately HK\$30.8 million for the last corresponding period. Out of the total staff costs of approximately HK\$38.9 million, staff costs of approximately HK\$8.2 million were capitalised as inventories as at 30 June 2024. Remuneration is determined with reference to market norms as well as individual employees' performance, qualification and experience.

On top of basic salaries, bonuses may be paid by reference to the Group's performance as well as individual's performance. Other staff benefits include contributions to Mandatory Provident Fund retirement benefits scheme in Hong Kong and the provision of pension funds, medical insurance, unemployment insurance and other relevant insurance for employees who are employed by our Group pursuant to the PRC and Cambodia rules and regulations and the prevailing regulatory requirements.

The salaries and benefits of the Group's employees are kept at a competitive level and employees are rewarded on a performance-related basis within the general framework of the Group's salary and bonus system, which is reviewed annually. The Group also operates a share option scheme adopted by the Company on 26 May 2022 ("**Share Option Scheme**") where options to subscribe for shares may be granted to the Directors and employees of the Group.

## **SHARE OPTION SCHEME**

The Company has adopted Share Option Scheme on 26 May 2022. The purpose of the Share Option Scheme is to enable the Company to grant options to selected persons as incentives or rewards for their contribution or future contribution to the Group.

During the six months ended 30 June 2024, no option was granted, exercised, cancelled or lapsed under the Share Option Scheme.

## **SIGNIFICANT INVESTMENTS HELD**

During the six months ended 30 June 2024, the Group did not hold any significant investment in equity interest in any other company.

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

As at 30 June 2024, the Group did not have plan for material investments and capital assets.

## **MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES**

In May 2024, Pageant Enterprise (Hong Kong) Limited, a subsidiary of the Company, and Team Can Enterprise Limited entered into the share purchase agreement, pursuant to which Pageant Enterprise (Hong Kong) Limited, as the seller, agreed to sell (the “**Disposal**”) and Team Can Enterprise Limited, as the purchaser, agreed to purchase 100% of the issued shares of Agile Sweater (Cambodia) Co., Ltd., a subsidiary of the Company in the Kingdom of Cambodia (the “**Cambodia**”). Upon completion of the Disposal, Agile Sweater (Cambodia) Co., Ltd. will no longer be a subsidiary of the Company. As at the date of this announcement, the Disposal is pending completion. For details, please refer to the announcement of the Company dated 13 May 2024.

The Group did not have any material acquisition and disposal of subsidiaries, associates and joint ventures during the six months ended 30 June 2024.

## **CHARGE OF ASSETS**

There was no charge on the Group’s assets as at 30 June 2024 (31 December 2023: Nil).

## **CONTINGENT LIABILITIES**

As disclosed in the Annual Report 2023 of the Company, a subsidiary of the Company in Cambodia received a letter from the tax authority in Cambodia and had potential tax exposure (excluding penalty and interest). The tax authority in Cambodia finished the tax evaluation and the subsidiary was informed by the tax authority in April 2024 that they have complied with the tax regulation in all aspects and hence the potential tax exposure is relieved.

The Group had no material contingent liabilities as at 30 June 2024.



## **MATERIAL EVENTS AFTER THE REPORTING PERIOD**

Save as disclosed in this announcement, there are no material subsequent events undertaken by the Company or the Group since 30 June 2024 up to the date of this announcement.

## **NEW BUSINESS OPPORTUNITY**

There was no New Business Opportunity (as defined in the section headed “Relationship with Controlling Shareholders – New Business Opportunity” in the prospectus of the Company dated 31 December 2012) referred by the controlling shareholders of the Company as provided under the non-competition undertaking.

## **PROSPECTS**

Looking ahead to the second half of 2024, the Group will continue to pay close attention to the development of the domestic and international economy and changes in the markets to agilely respond and take appropriate actions.

In order to explore for more new opportunities with the existing and potential customers, the Group will continuously enhance product innovation and creativity. For production management, the Group will continue to enhance the operating efficiency by simplifying the production processes which will result in a shorter product delivery time. In addition, the Group will work closely with our customers to consolidate the fabrication in order to obtain better material prices with mass volume which will enhance our cost competitiveness. Moreover, we will try to simplify the Group’s organisation structure with each operating process in order to save costs.

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

During the six months ended 30 June 2024, the Company did not redeem any of its listed securities, and neither did the Company nor any of its subsidiaries purchase or sell any of the Company’s listed securities (including sale of treasury shares (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”))). As at 30 June 2024, the Company did not hold any treasury shares.

## **CORPORATE GOVERNANCE**

In the opinion of the Directors, the Company has complied with all the code provisions set out in the Corporate Governance Code contained in Appendix C1 of the Listing Rules (“**Code Provision(s)**”) throughout the six months ended 30 June 2024, except for the followings:

Code Provision C.2.1 stipulates that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. The roles of the chairman and the chief executive officer of the Company are not separate and both are performed by Mr. Huang Chih Shen. Since the Directors meet regularly to consider major matters affecting the operations of the Company, the Directors consider that this structure will not impair the balance of power and authority between the Directors and the management of the Company and believe that this structure will enable the Company to make and implement decisions promptly and efficiently. The Company understands the importance to comply with the Code Provision C.2.1 and will continue to consider the feasibility of appointing a separate chief executive officer.

## **CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (“**Model Code**”) as set out in Appendix C3 of the Listing Rules as its own code of conduct for securities transactions. All Directors confirmed that, having made specific enquiries of all Directors, they have complied with the required standard as set out in the Model Code during the six months ended 30 June 2024.

## **AUDIT COMMITTEE**

The Company established the audit committee with written terms of reference in compliance with Rule 3.21 and Rule 3.22 of the Listing Rules. The written terms of reference of the audit committee was adopted in compliance with paragraph D.3.3 to D.3.7 of the Code Provisions. The audit committee consists of four members, namely Mr. Wong Ting Kon, Ms. Pang Yuen Shan, Christina, Mr. Chang Cheuk Cheung, Terence and Mr. Chan Tsang Mo, all of whom are independent non-executive Directors. Mr. Wong Ting Kon is the chairman of the audit committee.

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2024 have been reviewed by the audit committee and the audit committee is of the view that the interim results for the six months ended 30 June 2024 is prepared in accordance with applicable accounting standards, rules and regulations and appropriate disclosures have been duly made.

## **INTERIM DIVIDEND**

The Board has resolved not to declare any interim dividend for the six months ended 30 June 2024.

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

The interim results announcement is published on the websites of both the Company (<http://www.speedy-global.com>) and the Stock Exchange (<http://www.hkexnews.hk>). An interim report of the Company for the six months ended 30 June 2024 containing all the information required by Appendix D2 to the Listing Rules will be published on the above websites in due course.

By order of the Board  
**Speedy Global Holdings Limited**  
**Huang Chih Shen**  
*Chairman and Chief Executive Officer*

Hong Kong, 30 August 2024

*As at the date of this announcement, the executive directors of the Company are Mr. Huang Chih Shen and Ms. Huang Li Hun, Serlina; the independent non-executive directors of the Company are Mr. Wong Ting Kon, Ms. Pang Yuen Shan, Christina, Mr. Chang Cheuk Cheung, Terence and Mr. Chan Tsang Mo.*