

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness, and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

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 2024**

FINANCIAL HIGHLIGHTS

- Revenue from continuing operations of the Group for the Period was approximately HK\$195.7 million (for the six months ended 30 September 2023: approximately HK\$123.5 million (restated)).
- Loss attributable to the owners of the Company for the Period amounted to approximately HK\$3.4 million (for the six months ended 30 September 2023: approximately HK\$9.2 million).
- Basic and diluted loss per share for the Period amounted to approximately HK cents 0.06 (for the six months ended 30 September 2023: approximately HK cents 0.17).
- The Board does not recommend the payment of any interim dividend for the Period (for the six months ended 30 September 2023: 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 2024 (the “**Period**”), together with comparative figures for the six months ended 30 September 2023 as follows:

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

For the six months ended 30 September 2024

		Six months ended 30 September 2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (Restated) (Note 8)
	Note		
Continuing operations			
Revenue	4	195,727	123,546
Cost of sales		(153,548)	(89,475)
Gross profit		42,179	34,071
Other income, gains and (losses), net	4	1,292	1,975
Administrative and other operating expenses		(50,154)	(42,428)
Reversal of impairment on financial assets and contract assets, net		4,618	6,378
Operating loss		(2,065)	(4)
Finance costs	5	(911)	(1,341)
Loss before income tax	6	(2,976)	(1,345)
Income tax expenses	7	(581)	(2,224)
Loss for the period from continuing operations		(3,557)	(3,569)
Discontinued operation			
Loss for the period from discontinued operation	8	–	(5,929)
Loss for the period		(3,557)	(9,498)
Other comprehensive loss			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising from translation of foreign operations		(58)	(175)
Other comprehensive loss for the period, net of tax		(58)	(175)
Total comprehensive loss for the period		(3,615)	(9,673)

	<i>Note</i>	Six months ended	
		30 September	2023
		2024	2023
		HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
			(Restated)
			(Note 8)
Loss for the period attributable to owners of the Company			
– From continuing operations		(3,396)	(3,259)
– From discontinued operation		–	(5,929)
Loss for the period attributable to owners of the Company		(3,396)	(9,188)
Loss for the period attributable to non-controlling interests			
– From continuing operations		(161)	(310)
		(3,557)	(9,498)
Total comprehensive (loss)/income attributable to:			
Owners of the Company		(77)	(1)
Non-controlling interests		19	(174)
		(58)	(175)
Total comprehensive loss attributable to owners of the Company:			
– From continuing operations		(3,473)	(3,260)
– From discontinued operation		–	(5,929)
		(3,473)	(9,189)
		HK cents	HK cents
Loss per share attributable to owners of the Company	9		
From continuing and discontinued operations			
– Basic and diluted		(0.06)	(0.17)
From continuing operations			
– Basic and diluted		(0.06)	(0.06)

Details of dividends are disclosed in Note 10 to the condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

At 30 September 2024

		At 30 September 2024 <i>HK\$'000</i> (Unaudited)	At 31 March 2024 <i>HK\$'000</i> (Audited)
	<i>Note</i>		
ASSETS			
Non-current assets			
Property, plant and equipment	11	4,690	4,431
Right-of-use assets	12	6,264	1,949
Intangible assets		200	200
		<u>11,154</u>	<u>6,580</u>
Current assets			
Trade and other receivables	13	40,648	52,339
Contract assets		48,618	45,957
Digital assets		420,111	1,123,081
Financial assets at fair value through profit or loss		19,125	19,336
Trust bank balance held on behalf of customers		1,888	24,047
Bank balances and cash		143,584	61,954
		<u>673,974</u>	<u>1,326,714</u>
Total assets		<u>685,128</u>	<u>1,333,294</u>
EQUITY			
Capital and reserves			
Share capital	14	26,853	26,853
Reserves		135,359	138,832
		<u>162,212</u>	<u>165,685</u>
Equity attributable to the owners of the Company		162,212	165,685
Non-controlling interests		1,757	1,899
		<u>163,969</u>	<u>167,584</u>
Total equity		<u>163,969</u>	<u>167,584</u>

		At 30 September 2024 <i>HK\$'000</i> (Unaudited)	At 31 March 2024 <i>HK\$'000</i> (Audited)
	<i>Note</i>		
LIABILITIES			
Non-current liabilities			
Lease liabilities	12	601	108
Current liabilities			
Trade and other payables	15	92,367	112,630
Contract liabilities		1,546	1,304
Liabilities due to customers		1,888	24,047
Amounts due to former subsidiaries		10,641	16,942
Amount due to a related party		18,894	18,585
Loan from a related party	16	32,464	40,400
Borrowings		356,821	940,261
Lease liabilities	12	5,646	1,892
Current income tax liabilities		291	9,541
		520,558	1,165,602
Total liabilities		521,159	1,165,710
Total equity and liabilities		685,128	1,333,294
Net current assets		153,416	161,112
Total assets less current liabilities		164,570	167,692

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2024

	Attributable to owners of the Company						Non-controlling interests	Total equity
	Share capital	Share premium	Capital reserve	Merger reserve	Translation reserve	Accumulated losses		
	HK\$'000	HK\$'000	HK\$'000 (Note a)	HK\$'000 (Note b)	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Balance at 1 April 2023 (Audited)	26,853	239,372	7,922	1	1,176	(69,770)	205,554	208,595
Loss for the period	–	–	–	–	–	(9,188)	(9,188)	(9,498)
Other comprehensive loss for the period	–	–	–	–	(1)	–	(1)	(175)
Total comprehensive loss for the period	–	–	–	–	(1)	(9,188)	(9,189)	(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>198,922</u>
Balance at 1 April 2024 (Audited)	26,853	239,372	7,922	1	1,266	(109,729)	165,685	167,584
Loss for the period	–	–	–	–	–	(3,396)	(3,396)	(3,557)
Other comprehensive (loss)/ income for the period	–	–	–	–	(77)	–	(77)	(58)
Total comprehensive loss for the period	–	–	–	–	(77)	(3,396)	(3,473)	(3,615)
Balance at 30 September 2024 (Unaudited)	<u>26,853</u>	<u>239,372</u>	<u>7,922</u>	<u>1</u>	<u>1,189</u>	<u>(113,125)</u>	<u>162,212</u>	<u>163,969</u>

Notes:

- The capital reserve represents the deemed capital contribution from the Company's shareholder (the "Shareholder(s)") 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.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

For the six months ended 30 September 2024

	Six months ended	
	30 September	
	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Net cash generated from operating activities	<u>92,491</u>	<u>10,012</u>
Net cash used in investing activities	<u>(946)</u>	<u>(9,722)</u>
Net cash used in financing activities	<u>(11,129)</u>	<u>(6,764)</u>
Net increase/(decrease) in cash and cash equivalents	80,416	(6,474)
Effect of foreign exchange rate changes	1,214	820
Cash and cash equivalents at beginning of the period	<u>60,427</u>	<u>89,110</u>
Cash and cash equivalents at end of the period	<u><u>142,057</u></u>	<u><u>83,456</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, digital assets related businesses, technical services, and other businesses. The Group was also engaged in the construction wastes handling services which was disposed in the financial year ended 31 March 2024 (see note 8).

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 2024 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 D2 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 2024 (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 amendments to HKFRSs

In the current interim period, the Group has applied, for the first time, the following amendments to HKFRSs issued by the HKICPA which are mandatory and effective for the annual period beginning on or after 1 April 2024 for the preparation of the Group’s condensed consolidated interim financial statements:

Amendments to HKFRS 16	Lease Liability in a Sale and Leaseback
Amendments to HKAS 1	Classification of Liabilities as Current or Non-current and related amendments to Hong Kong Interpretation 5 (2020)
Amendments to HKAS 1	Non-current Liabilities with Covenants
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements

The application of the 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 interim financial statements.

4. REVENUE, OTHER INCOME, GAINS AND (LOSSES), NET AND SEGMENT INFORMATION

Revenue and other income, gains and (losses), net from continuing operations recognised during the Period are as follows:

	Six months ended	
	30 September	
	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited) (Restated)
Revenue		
Foundation, building construction works and ancillary services	156,589	89,862
Technical services	1,030	2,241
Trust and custody services	1,804	989
	<hr/>	<hr/>
Revenue from contracts with customers	159,423	93,092
Trading in digital assets and net fair value change on digital assets	35,947	30,753
Interest income from lending business	83	93
Rental income from lease of machinery	450	–
Fair value change on investments in securities	(176)	(392)
	<hr/>	<hr/>
	195,727	123,546
	<hr/>	<hr/>
Other income, gains and (losses), net		
Interest income	1,112	265
Distribution and interest income from financial assets at fair value through profit or loss	46	217
Losses on disposal of property, plant and equipment	(9)	(10)
Government grants	–	29
Net (losses)/gains on change in fair value of financial assets at fair value through profit or loss	(14)	1,362
Others	157	112
	<hr/>	<hr/>
	1,292	1,975
	<hr/>	<hr/>

Disaggregation of revenue from contracts with customers

	Six months ended	
	30 September	
	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
		(Restated)
Type of services		
Continuing operations		
Foundation, building construction works and ancillary services	156,589	89,862
Technical services	1,030	2,241
Trust and custody services	1,804	989
	<u>159,423</u>	<u>93,092</u>
Timing of revenue recognition		
Over time	<u>159,423</u>	<u>93,092</u>

Segment information

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

The Group had identified its construction wastes handling services as discontinued operation upon disposal of Joint Wealth Global Limited and its subsidiary, Chung Shun Construction Limited, on 22 December 2023. The segment information report below does not included any amounts from the discontinued operation.

Continuing operations:

- (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) Digital assets related businesses: Provision of 1) proprietary trading in digital assets; and 2) trust and custody services;
- (c) Technical services: Provision of the Group's Application Programming Interface (API) and other related services in blockchain technologies; and;
- (d) Other businesses: 1) investment in securities; and 2) lending business which includes the Group's money lending business carried out in Hong Kong.

Discontinued operation:

- (a) 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.

Segment revenue is measured in a manner consistent with that in the condensed consolidated interim 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 condensed consolidated interim 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 condensed consolidated interim statement of financial position except current income tax liabilities, amounts due to former subsidiaries, amount due to a related party, loan from a related party and other unallocated liabilities.

	Continuing operations				
	Foundation, building construction works and ancillary 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>
Period ended 30 September 2024					
(Unaudited)					
Revenue					
External revenue	157,039	37,751	1,030	(93)	195,727
Cost of sales	(143,322)	(9,344)	(882)	–	(153,548)
(Provision for)/Reversal of impairment on financial assets and contract assets	(1,601)	9	–	6,210	4,618
Segment results	<u>12,116</u>	<u>28,416</u>	<u>148</u>	<u>6,117</u>	46,797
Unallocated income, gains and (losses), net					1,292
Unallocated corporate expenses					(50,154)
Finance costs					<u>(911)</u>
Loss before income tax					(2,976)
Income tax expenses					<u>(581)</u>
Loss for the period					<u><u>(3,557)</u></u>
Other profit and loss disclosures:					
Depreciation of property, plant and equipment	788	781	285	19	1,873
Depreciation of right-of-use assets	<u>286</u>	<u>804</u>	<u>183</u>	<u>835</u>	<u>2,108</u>
	<u>1,074</u>	<u>1,585</u>	<u>468</u>	<u>854</u>	<u>3,981</u>

	Continuing operations				
	Foundation, building construction works and ancillary 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>
At 30 September 2024					
(Unaudited)					
Segment assets	93,766	563,562	12,365	4,602	674,295
Unallocated assets					<u>10,833</u>
Total assets					<u><u>685,128</u></u>
Additions to non-current assets:					
Segment assets	1,822	3,411	460	2,852	<u><u>8,545</u></u>
Segment liabilities	80,601	373,630	1,204	2,741	458,176
Unallocated liabilities					693
Amounts due to former subsidiaries					10,641
Amount due to a related party					18,894
Loan from a related party					32,464
Current income tax liabilities					<u>291</u>
Total liabilities					<u><u>521,159</u></u>

	Continuing operations				
	Foundation, building construction works and ancillary 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>
Period ended 30 September 2023					
(Unaudited) (Restated)					
Revenue					
External revenue	89,862	31,742	2,241	(299)	123,546
Cost of sales	(79,442)	(8,774)	(1,166)	(93)	(89,475)
Reversal of impairment on financial assets and contract assets	<u>6,000</u>	<u>151</u>	<u>3</u>	<u>224</u>	<u>6,378</u>
Segment results	<u>16,420</u>	<u>23,119</u>	<u>1,078</u>	<u>(168)</u>	40,449
Unallocated income, gains and (losses), net					1,975
Unallocated corporate expenses					(42,428)
Finance costs					<u>(1,341)</u>
Loss before income tax					(1,345)
Income tax expenses					<u>(2,224)</u>
Loss for the period					<u>(3,569)</u>
Other profit and loss disclosures:					
Depreciation of property, plant and equipment	842	845	426	18	2,131
Depreciation of right-of-use assets	<u>286</u>	<u>811</u>	<u>168</u>	<u>786</u>	<u>2,051</u>
	<u>1,128</u>	<u>1,656</u>	<u>594</u>	<u>804</u>	<u>4,182</u>

	Continuing operations				
	Foundation, building construction works and ancillary 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>
At 31 March 2024 (Audited)					
Segment assets	122,641	1,166,522	33,214	2,680	1,325,057
Unallocated assets					<u>8,237</u>
Total assets					<u><u>1,333,294</u></u>
Additions to non-current assets:					
Segment assets	1,004	390	438	30	<u><u>1,862</u></u>
Segment liabilities	91,904	982,228	3,746	710	1,078,588
Unallocated liabilities					1,654
Amounts due to former subsidiaries					16,942
Amount due to a related party					18,585
Loan from a related party					40,400
Current income tax liabilities					<u>9,541</u>
Total liabilities					<u><u>1,165,710</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 period ended	
	30 September	
	2024	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
The People's Republic of China (The "PRC")	93	1,946
Hong Kong	<u>195,634</u>	<u>121,600</u>
	<u>195,727</u>	<u>123,546</u>

Information about the Group's non-current assets is presented based on the geographical location of the assets:

	At	At
	30 September	31 March
	2024	2024
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Audited)
Continuing operations:		
The PRC	937	925
Hong Kong	<u>10,217</u>	<u>5,655</u>
	<u>11,154</u>	<u>6,580</u>

5. FINANCE COSTS

An analysis of the Group's finance costs from continuing operations is as follows:

	Six months ended	
	30 September	
	2024	2023
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations:		
Interest on lease liabilities	48	65
Interest on loan from a related party	863	1,253
Others	—	23
	<u>911</u>	<u>1,341</u>

6. LOSS BEFORE INCOME TAX

Loss before income tax from continuing operations is arrived at after charging the following:

	Six months ended	
	30 September	
	2024	2023
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
		(Restated)
Depreciation of property, plant and equipment	1,873	2,131
Depreciation of right-of-use assets	2,108	2,051
Leasing expenses	505	721
Staff costs, including directors' emoluments		
– salaries and allowances	38,120	32,306
– retirement scheme contributions	2,366	2,853
	<u>2,366</u>	<u>2,853</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 21 December 2024.

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

The amounts of income tax expenses from continuing operations in the condensed consolidated interim statement of profit or loss and other comprehensive income represent:

	Six months ended	
	30 September	
	2024	2023
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
		(Restated)
Continuing operations		
Hong Kong profits tax		
Current income tax	<u>581</u>	<u>2,224</u>
Income tax expenses	<u>581</u>	<u>2,224</u>

8. DISCONTINUED OPERATION

On 22 December 2023, the Group entered into a sale and purchase agreement to dispose of the entire equity interests of Joint Wealth Global Limited ("Joint Wealth"), an indirect wholly-owned subsidiary of the Company, and its subsidiary, Chung Shun Construction Limited (collectively, "Joint Wealth Group") which carried out all of the Group's construction wastes handling services operation. The disposal was effected in order to devote more resources and efforts to focus on other core business segments for the Group's future development. The disposal was completed on 22 December 2023, on which date control of Joint Wealth passed to the acquirer, Colour Trend Holdings Limited, a related company direct wholly-owned by Mr. Chan Wing Chung, a director of certain subsidiaries of the Group then.

The loss for the six months ended 30 September 2023 from the discontinued construction wastes handling services operation is set out below. The comparative figures in the condensed consolidated interim statement of profit or loss and other comprehensive income have been restated to re-present the construction wastes handling services operation as a discontinued operation. With Joint Wealth Group being classified as a discontinued operation, the construction wastes handling services operation is no longer included in the note for operating segment information.

	01/04/2023 to 30/09/2023 <i>HK\$'000</i> (Unaudited)
Loss of construction wastes handling services operation for the period	<u>(5,929)</u>
Loss for the period from discontinued operation	<u><u>(5,929)</u></u>

The results of the construction wastes handling services operation for the period from 1 April 2023 to 30 September 2023, which have been included in the condensed consolidated interim statement of profit or loss and other comprehensive income, were as follows:

	01/04/2023 to 30/09/2023 <i>HK\$'000</i> (Unaudited)
Revenue	100
Expenses	(5,421)
Finance costs	<u>(608)</u>
Loss before income tax	(5,929)
Income tax	<u>–</u>
Loss for the period	<u><u>(5,929)</u></u>

Loss for the period from discontinued operation includes the following:

Loss on change in fair value of financial assets at fair value through profit or loss	2
Depreciation of property, plant and equipment	1,754
Staff costs	<u><u>2,239</u></u>

9. LOSS PER SHARE

(a) Basic loss per share

From continuing operations

The calculation of the basic loss per share from continuing operations attributable to owners of the Company is based on the following data:

	Six months ended	
	30 September	
	2024	2023
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
		(Restated)
Loss for the period attributable to owners of the Company (HK\$'000)	(3,473)	(9,189)
Loss for the period from discontinued operation (HK\$'000)	—	(5,929)
Loss for the purpose of basic loss per share from continuing operations (HK\$'000)	<u>(3,473)</u>	<u>(3,260)</u>
Weighted average number of ordinary shares in issue during the period for the purpose of calculating basic loss per share (in thousand)	<u>5,370,510</u>	<u>5,370,510</u>
Basic loss per share from continuing operations (HK cents)	<u>(0.06)</u>	<u>(0.06)</u>

From continuing and discontinued operations

The calculation of the basic loss per share from continuing and discontinued operations attributable to the owners of the Company is based on the following data:

	Six months ended	
	30 September	
	2024	2023
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
		(Restated)
Loss attributable to owners of the Company from continuing and discontinued operations (HK\$'000)	<u><u>(3,473)</u></u>	<u><u>(9,189)</u></u>
Weighted average number of ordinary shares in issue during the period for the purpose of calculating basic loss per share (in thousand)	<u><u>5,370,510</u></u>	<u><u>5,370,510</u></u>
Basic loss per share from continuing and discontinued operations (HK cents)	<u><u>(0.06)</u></u>	<u><u>(0.17)</u></u>

From discontinued operation

Basic loss per share for the discontinued operation is nil per share (For the six months period ended 30 September 2023: HK0.11 cents per share), based on the loss for the period from the discontinued operation of nil (For the six months period ended 30 September 2023: approximately HK\$5,929,000) and the denominators detailed above for basic loss per share.

(b) Diluted loss per share

For the six months period ended 30 September 2024 and 2023, the diluted loss per share is equal to the basic loss per share as there was no potential dilutive ordinary share.

10. DIVIDENDS

No dividend has been paid or declared by the Company for the six months ended 30 September 2024 (For the six months ended 30 September 2023: Nil).

11. PROPERTY, PLANT AND EQUIPMENT

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

Six months ended 30 September 2024 (Unaudited)

Net book value

Opening amount at 1 April 2024	4,431
Additions	2,131
Disposal	(14)
Depreciation	(1,873)
Exchange realignment, net	15
	<hr/>
Closing amount at 30 September 2024	4,690
	<hr/> <hr/>

Six months ended 30 September 2023 (Unaudited)

Net book value

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

12. 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 Period ended 30 September 2024, the unaudited addition to right-of-use assets was approximately HK\$6,414,000 (For the six months ended 30 September 2023: nil).

13. TRADE AND OTHER RECEIVABLES

	At 30 September 2024 <i>HK\$'000</i> (Unaudited)	At 31 March 2024 <i>HK\$'000</i> (Audited)
Trade receivables (<i>Note a</i>)	17,457	28,036
Less: Provision for impairment losses	<u>(6,059)</u>	<u>(5,685)</u>
	<u>11,398</u>	<u>22,351</u>
Loan receivables (<i>Note b</i>)	21,762	27,915
Less: Provision for impairment losses	<u>(21,762)</u>	<u>(27,915)</u>
	<u>—</u>	<u>—</u>
Other receivables, deposits and prepayment (<i>Note c</i>)	<u>29,250</u>	<u>29,988</u>
	<u>40,648</u>	<u>52,339</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 30 September 2024 <i>HK\$'000</i> (Unaudited)	At 31 March 2024 <i>HK\$'000</i> (Audited)
0-30 days	7,481	16,563
31-60 days	1,450	76
61-90 days	2,631	6,051
Over 90 days	5,895	5,346
	<u>17,457</u>	<u>28,036</u>

- (b) The Group's loan receivables arise from the money lending business. The loan receivables are mainly secured by personal guarantee. All of the loan receivables are overdue based on contractual maturity date as at 30 September 2024 and 31 March 2024.
- (c) As at 30 September 2024, the gross amount of other receivables was approximately HK\$13,687,000 (unaudited) (31 March 2024: approximately HK\$13,479,000) and the allowance for expected credit loss was approximately HK\$603,000 (unaudited) (31 March 2024: approximately HK\$592,000).

14. SHARE CAPITAL

	Number of shares	Share capital <i>HK\$'000</i>
Authorised:		
At 1 April 2023, 31 March 2024, 1 April 2024 and 30 September 2024 (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 2023, 31 March 2024, 1 April 2024 and 30 September 2024 (unaudited)	<u>5,370,510,000</u>	<u>26,853</u>

15. TRADE AND OTHER PAYABLES

	At 30 September 2024 <i>HK\$'000</i> (Unaudited)	At 31 March 2024 <i>HK\$'000</i> (Audited)
Trade payables	26,370	35,271
Accruals and other payables	<u>65,997</u>	<u>77,359</u>
	<u>92,367</u>	<u>112,630</u>

Note:

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

	At 30 September 2024 <i>HK\$'000</i> (Unaudited)	At 31 March 2024 <i>HK\$'000</i> (Audited)
0-30 days	1,064	2,313
31-60 days	613	6,057
61-90 days	929	4,588
Over 90 days	<u>23,764</u>	<u>22,313</u>
	<u>26,370</u>	<u>35,271</u>

16. LOAN FROM A RELATED PARTY

At 30 September 2024, included in loan from a related party is a principal portion of approximately HK\$31,055,000 (unaudited) (31 March 2024: approximately HK\$39,855,000) which was unsecured, interest bearing at 5% per annum and an interest portion of approximately HK\$1,409,000 (unaudited) (31 March 2024: approximately HK\$545,000). The loan is subjected to review at any time and to the lender's overriding right of withdrawal and immediate repayment on demand. The related party is company controlled by the director of certain subsidiaries of the Company.

17. 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 were from foundation, building construction works and ancillary services, digital assets related businesses, technical services and other businesses.

Foundation, Building Construction Works and Ancillary Services

The foundation and construction 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\$157.0 million, representing an increase of approximately 74.6% as compared with approximately HK\$89.9 million for the corresponding period in 2023. Such increase was mainly due to the certain projects with higher contract value commenced during the Period.

The gross profit of this segment for the Period was approximately HK\$13.7 million, which increased approximately HK\$3.3 million as compared with approximately HK\$10.4 million (restated) for the corresponding period in 2023. Gross profit margin of this segment for the Period was approximately 8.7%, representing a decrease of 2.9 percentage points from approximately 11.6% (restated) for the corresponding period in 2023. The decrease is mainly attributable to the increase in subcontracting costs.

New Projects Awarded

During the Period, the Group was not awarded any new project.

Projects in Progress

As at 30 September 2024, the Group had 5 projects in progress with a total contract value amounted to approximately HK\$640.2 million. The details of projects in progress are as follows:

<u>Type of Projects</u>	<u>Site Location</u>	<u>Type of Works</u>
Foundation Works and Ancillary Services	Tuen Mun District	Foundation Works
Foundation Works and Ancillary Services	Wan Chai District	Site Formation, Foundation and ELS Works
Foundation Works and Ancillary Services	Eastern District	Foundation and ELS Works
Foundation Works and Ancillary Services	Wong Tai Sin District	Piling Works
Foundation Works and Ancillary Services	Wong Tai Sin District	ELS Works

Completed Projects

During the Period, the Group completed 3 projects with total contract value amounted to approximately HK\$210.8 million. Details of the completed projects were as follows:

Type of Projects	Site Location	Type of Works
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
Foundation Works and Ancillary Services	Wong Tai Sin District	ELS Works, Soldier Piles and Site Preparation

Digital Assets Related Businesses

(i) Proprietary Trading in Digital Assets

The revenue from this segment was generated through the Group's trading activities on leading cryptocurrency exchanges (the "**Trading Platform**"). During the Period, the Group repaid certain loans borrowed from the Trading Platform to mitigate its risk exposures. As at 30 September 2024, the market value of the Group's digital assets was approximately HK\$420.1 million (31 March 2024: approximately HK\$1,123.1 million). The loans borrowed from the Trading Platform in forms of digital assets was approximately HK\$286.9 million at the end of the Period (31 March 2024: approximately HK\$869.8 million). During the Period, the revenue from trading in digital assets and net fair value changes on digital assets was approximately HK\$35.9 million, representing an increase of approximately 16.6% as compared with approximately HK\$30.8 million for the corresponding period in 2023.

Set out below were significant digital assets held by the Group as of 30 September 2024:

Name of Digital Assets	Number of Digital Assets Held	Market Value	% to the Group's Total Assets
		as at 30 September 2024 (HK\$'000)	as at 30 September 2024
Stablecoins	36,634,248	287,449	42.0%
Bitcoin (BTC)	67	33,442	4.9%
Ethereum (ETH)	1,087	22,138	3.2%

(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\$71.8 million, increased approximately 13.6% as compared with approximately HK\$63.2 million as at 31 March 2024. 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\$1.8 million, which increased approximately 80% compared with approximately HK\$1.0 million for the corresponding period in 2023. The increase was mainly due to the increase 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\$28.4 million which increased by approximately HK\$5.4 million as compared with approximately HK\$23.0 million for the corresponding period in 2023. The increase in gross profit was mainly attributable to the increase in revenue from proprietary trading in digital assets. Gross profit margin of this segment for the Period was approximately 75.2%, representing an increase of 2.7 percentage points from approximately 72.5% for the corresponding period in 2023.

Technical Services

The Group's technical services income mainly includes the provision of the Group's Application Programming Interface ("API") and other related services in blockchain technologies.

During the Period, revenue from this segment amounted to approximately HK\$1.0 million which decreased by approximately HK\$1.2 million as compared with approximately HK\$2.2 million for the corresponding period in 2023. The decrease in revenue was mainly as the Group's strategy to allocate more resources to the developments of its blockchain solutions, such as the API services of its blockchain explorer, which were still at the early stages of business expansion. The gross profit of this segment was approximately HK\$0.1 million which decreased by approximately HK\$1.0 million as compared with approximately HK\$1.1 million for the corresponding period in 2023.

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 2024, the Group managed a portfolio of listed securities with a total market value of approximately HK\$0.7 million (31 March 2024: approximately HK\$0.9 million).

During the Period, the Group recorded a gross loss for other businesses of approximately HK\$0.1 million, as compared with approximately HK\$0.4 million for the corresponding period in 2023.

FINANCIAL REVIEW

Revenue

The Group recorded a revenue from continuing operations of approximately HK\$195.7 million for the Period, representing an increase of approximately 58.5% as compared with approximately HK\$123.5 million (restated) for the corresponding period in 2023. Such increase was mainly due to the increase in its revenues from foundation, building construction works and ancillary related segment caused by the newly commenced projects during the Period.

Gross Profit and Gross Profit Margin

The gross profit from continuing operations of the Group for the Period amounted to approximately HK\$42.2 million, representing an increase of approximately 23.8% as compared with approximately HK\$34.1 million (restated) for the corresponding period in 2023. The gross profit margin from continuing operations decreased by 6.0 percentage points to approximately 21.6% for the Period from approximately 27.6% (restated) for the same period of last year. Such decrease was mainly due to the increase of the revenues from foundation projects which had a lower gross profit margin.

Other Income, Gains and Losses, net

Other income, gains and losses, net from continuing operations of the Group amounted to approximately HK\$1.3 million, representing a decrease of approximately 35.0% as compared with approximately HK\$2.0 million (restated) for the corresponding period in 2023.

Administrative and Other Operating Expenses

The administrative and other operating expenses from continuing operations of the Group for the Period amounted to approximately HK\$50.2 million, representing an increase of approximately 18.4% as compared with approximately HK\$42.4 million (restated) for the corresponding period in 2023. Such increase was mainly due to increase in the maintenance expenses of the Group's on-chain solutions and API services.

Finance Costs

Finance costs from continuing operations for the Group during the Period amounted to approximately HK\$0.9 million, representing a decrease of approximately 30.8% as compared with approximately HK\$1.3 million (restated) for the corresponding period in 2023. Such decrease was mainly attributed to the decrease of interest on the loan from a related party.

Income Tax Expenses

Income tax expenses from continuing operations for the Group during the Period amounted to approximately HK\$0.6 million representing a decrease of approximately 72.7% as compared with approximately HK\$2.2 million (restated) for the corresponding period in 2023.

Discontinued Operation

On 22 December 2023, the Group disposed of Joint Wealth Group, which was principally engaged in construction wastes handling services. The operation of Joint Wealth Group for the same period in 2023 was restated as discontinued operation. The Group recorded a loss of approximately HK\$5.9 million from discontinued operation for the six months ended 30 September 2023.

For further details, please refer to Note 8 – Discontinued Operation under the section of “Notes to the Condensed Consolidated Interim Financial Statements”.

Loss 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\$3.4 million for the Period, as compared with approximately HK\$9.2 million for the corresponding period in 2023. The decrease in the loss for the Period was mainly attributable to the increase of revenue from digital assets related businesses segment and the disposal of Joint Wealth Group which had recorded a loss of approximately HK\$5.9 million during the same period of 2023.

Capital Structure

The Group's total assets and total liabilities as at 30 September 2024 amounted to approximately HK\$685.1 million (31 March 2024: approximately HK\$1,333.3 million) and approximately HK\$521.2 million (31 March 2024: approximately HK\$1,165.7 million), respectively. The Group's debt ratio (which was expressed as a percentage of total liabilities over total assets) was approximately 76.1% as at 30 September 2024 (31 March 2024: approximately 87.4%).

Liquidity, Financial and Capital Resources

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

As at 30 September 2024, the Group had bank and cash balance of approximately HK\$143.6 million (31 March 2024: approximately HK\$62.0 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 2024 was approximately 23.6% (31 March 2024: approximately 25.3%).

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 2024.

Capital Commitments

The Group did not have any significant capital commitment as at 30 September 2024 (31 March 2024: 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

In 2024, the global economy has shown strong resilience, indicating a trend of steady growth. According to the International Monetary Fund (IMF) forecast in October 2024, global economic growth is expected to maintain a rate of 3.2% in both 2024 and 2025. However, potential risks from complex and volatile political landscapes, geopolitical conflicts, and climate change remain significant. Additionally, the policy adjustments that may follow the U.S. administration transition could impact the global trade and investment environment.

After the pandemic, the Hong Kong Special Administrative Region, as one of the world's financial centers, has leveraged its geographical, policy, and talent advantages to actively seize development opportunities and drive economic growth. With the "Belt and Road" initiative and the Greater Bay Area's development, Hong Kong continues to explore new regional development opportunities. Government data shows that Hong Kong's economy achieved moderate growth in Q2 2024, with real GDP increasing by 3.3% year-on-year.

In the digital assets sector, with the enhancement of global awareness and the gradual refinement of regulatory frameworks worldwide, the industry has shown exciting vitality. After years of market turbulence, the cryptocurrency market has shown a clearer upward trend in 2024. Factors such as Bitcoin halving, the launch of Exchange-traded Funds (ETFs), the U.S. presidential election, and the shift towards a more accommodative interest rate policy have driven the market toward greater depth and liquidity.

According to CoinMarketCap data, as of 30 September 2024, the global market capitalization of digital assets reached US\$2.3 trillion, representing a 39.4% increase since the beginning of the year. The total assets under management of ETFs amounted to US\$5.87 billion. Data from Dune Analytics shows that in September 2024, active blockchain addresses (with at least one on-chain interaction) reached 2.2 million, more than tripling since the end of 2023. The price of Bitcoin also broke the US\$90,000 mark on 13 November, drawing widespread market attention.

As a technology company deeply rooted in the blockchain industry, the Group has continued to seize market opportunities and policy benefits in 2024, contributing to the development of the digital asset industry.

During the Period, the Group actively developed its on-chain data-related blockchain explorer business, continuously updating the product to meet market demands. Currently, OKLink Fintech Limited (“**OKLink Fintech**”) has launched 55+ blockchain explorers, offering more than 2,000 TB of data and 2.9 billion address labels, meeting the needs of various ecosystem participants. Community users can conduct data and market analysis through visualization tools, such as address monitoring and large transaction tracking. For single-chain or multi-chain DApp developers, OKLink Fintech provides comprehensive development support, including smart contracts, bytecode decompilers, similar contract searches, and debug tracing. For public chain developers, OKLink Fintech launched the Explorer-as-a-Service (EAAS) solution this year.

During the Period, the Group’s digital assets related businesses maintained steady growth. The revenue from proprietary trading in digital assets and net fair value changes on digital assets in the Period amounted to approximately HK\$35.9 million, representing an increase of about 16.6% from approximately HK\$30.8 million in the same period of 2023. To reduce the Group’s risk exposures, the Group has prudently reduced the investment scale of this division. At the same time, we closely monitor market dynamics and actively adjust the trading strategies to achieve better financial returns.

During the Period, the Group continued to support compliance development of the industry by utilizing compliance tools such as “Chaintelligence” to assist regulatory and law enforcement agencies in maintaining market order in the Web3 sector. Additionally, by leveraging extensive industry experience and technical resources, the Group provided training to regulatory and law enforcement agencies, contributing to the establishment of an innovative and transparent Web3 ecosystem. Notably, we conducted over 10 training sessions domestically and internationally, and provided technical support for more than 300 related cases.

In the sector of the foundation and building construction works and ancillary services, the Group’s revenue during the Period was approximately HK\$157.0 million, a 74.6% increase as compared with the same period last year. During the Period, due to the relatively sluggish performance of Hong Kong’s real estate industry, the Group was not awarded any new projects. The Group will closely monitor market trends and carefully evaluate and adjust the future direction of its construction-related business.

We firmly believe that digital assets will ignite the future direction of global development, with on-chain data serving as its foundation. Looking ahead, in the face of a complex and ever-changing global economy and industry environment, the Group will remain committed to its mission, driving business growth through innovation and focusing on customer needs. We will contribute to the widespread adoption of blockchain technology and the development of the Web3 industry, continuously creating long-term returns for our Shareholders.

EMPLOYEES AND REMUNERATION POLICY

As at 30 September 2024, the Group employed a total of 120 staff (31 March 2024: 106 staff). Total staff costs including directors’ emoluments for the Period, amounted to approximately HK\$40.5 million (30 September 2023: approximately HK\$35.2 million (restated)). 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 2024.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

As at 30 September 2024, the Company did not have any future plans for material investments or capital assets.

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.

INTERIM DIVIDEND

No interim dividend was declared by the Board during the Period (30 September 2023: Nil).

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Board is committed to upholding a high standards of corporate governance practices and business ethics in the firmly believing 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 to 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 C1 of the Listing Rules (the “**CG Code**”) contained therein except for the following deviations:

The 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 of the Board (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 as set out in Appendix C3 of the Listing Rules (the “**Model Code**”). 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**”) with the Listing Rules and written terms of reference in compliance with code provision D.3.3 and 3.7 of the CG Code.

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.

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.

REVIEW OF INTERIM RESULTS

The Group's unaudited condensed consolidated interim 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) and the Company's website (www.okg.com.hk). The interim report of the Company for the Period containing all information required by the Listing Rules will be despatched to the Shareholders and will be published 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, 26 November 2024

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.