

The background features a complex abstract design with various geometric shapes and colors. There are large, rounded rectangular shapes in shades of pink, purple, and blue. A prominent teal sphere is positioned in the lower right quadrant, and a smaller pink sphere is in the upper left. A golden sphere is visible in the bottom left. The design is accented with thin, parallel lines in blue and purple, and a grid of small white dots in the upper right and bottom right corners.

INTERIM REPORT

中期報告

20/21

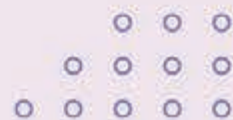
**NHH**

Ngai Hing Hong Company Limited  
毅興行有限公司

*(Incorporated in Bermuda with limited liability)*

(於百慕達註冊成立之有限公司)

(Stock Code 股份代號 : 1047)



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The Board of Directors (the “Board”) of Ngai Hing Hong Company Limited (the “Company”) presents the unaudited condensed consolidated interim financial information of the Company and its subsidiaries (the “Group”) for the six months ended 31st December 2020 as follows:

## CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2020

毅興行有限公司(「本公司」)之董事會(「董事會」)宣佈，本公司及其附屬公司(「本集團」)截至二零二零年十二月三十一日止六個月之未經審核簡明綜合中期財務資料如下：

## 簡明綜合收益表

截至二零二零年十二月三十一日止六個月

		Unaudited 未經審核		
		Six months ended 31st December 截至十二月三十一日止六個月		
			2020	2019
		Note	HK\$'000	HK\$'000
		附註	千港元	千港元
Revenue from contracts with customers	客戶合約之收入	6	951,987	906,580
Cost of sales	銷售成本		(801,112)	(801,817)
Gross profit	毛利		150,875	104,763
Rental income	租金收入		3,676	3,986
Other (losses)/gains, net	其他(虧損)/收益—淨額	7	(1,249)	568
Distribution costs	分銷成本		(40,272)	(37,864)
Administrative expenses	行政支出		(57,571)	(54,906)
Operating profit	經營溢利	8	55,459	16,547
Finance income	財務收益	9	441	469
Finance costs	財務費用	9	(4,195)	(9,659)
Finance costs, net	財務費用—淨額		(3,754)	(9,190)
Profit before income tax	除稅前溢利		51,705	7,357
Income tax expense	稅項支出	10	(11,103)	(4,478)
Profit for the period	本期溢利		40,602	2,879

**CONDENSED CONSOLIDATED INCOME STATEMENT** (Continued)

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2020

**簡明綜合收益表(續)**

截至二零二零年十二月三十一日止六個月

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
	Note 附註		
Attributable to:			
Equity holders of the Company	以下人士應佔： 公司股東	37,114	587
Non-controlling interests	非控制權益	3,488	2,292
		<b>40,602</b>	2,879
Earnings per share for profit attributable to the equity holders of the Company during the period (expressed in HK cent per share)	本期公司股東應佔溢利之每股盈利(以每股港仙計)		
– Basic	– 基本	12	10.05
– Diluted	– 攤薄	12	10.05

The above condensed consolidated income statement should be read in conjunction with the accompanying notes.

上述簡明綜合收益表應與隨附附註一併閱讀。

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2020

## 簡明綜合合併收益表

截至二零二零年十二月三十一日止六個月

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Profit for the period	本期溢利	40,602	2,879
Other comprehensive income/(loss):	其他綜合收益/(虧損)：		
Item that may be reclassified subsequently to income statement:	期後可被重新分類至 收益表之項目：		
Currency translation differences	匯兌差額	43,745	(7,873)
Other comprehensive income/(loss) for the period	本期其他綜合收益/(虧損)	43,745	(7,873)
Total comprehensive income/(loss) for the period	本期綜合收益/(虧損)總額	84,347	(4,994)
Total comprehensive income/(loss) attributable to:	綜合收益/(虧損)總額歸屬於：		
Equity holders of the Company	公司股東	79,862	(7,174)
Non-controlling interests	非控制權益	4,485	2,180
		84,347	(4,994)

The above condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

上述簡明綜合合併收益表應與隨附附註一併閱讀。

## CONDENSED CONSOLIDATED BALANCE SHEET

AS AT 31ST DECEMBER 2020

## 簡明綜合資產負債表

於二零二零年十二月三十一日

			Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日	Audited 經審核 30th June 2020 於二零二零年 六月三十日
		Note 附註	HK\$'000 千港元	HK\$'000 千港元
<b>ASSETS</b>	<b>資產</b>			
<b>Non-current assets</b>	<b>非流動資產</b>			
Property, plant and equipment	物業、廠房及設備	13	111,079	105,307
Right-of-use assets	使用權資產	13	24,215	25,167
Investment properties	投資物業	13	157,690	155,292
Financial assets at fair value through other comprehensive income	按公允價值計入其他全面收益 的財務資產		1,863	1,863
Deferred income tax assets	遞延稅項資產		12,905	13,841
Prepayments	預付款		7,657	7,951
			<b>315,409</b>	<b>309,421</b>
<b>Current assets</b>	<b>流動資產</b>			
Inventories	存貨		220,223	292,804
Trade and bills receivables	貿易應收款及應收票據	14	276,576	195,245
Other receivables, prepayments and deposits	其他應收款、預付款及按金		31,031	36,005
Income tax recoverable	可收回稅項		835	372
Restricted bank deposits	受限制的銀行存款		38,077	34,898
Cash and bank balances	現金及銀行結餘		155,639	126,094
			<b>722,381</b>	<b>685,418</b>
<b>Total assets</b>	<b>資產總額</b>		<b>1,037,790</b>	<b>994,839</b>

CONDENSED CONSOLIDATED BALANCE SHEET (Continued)

AS AT 31ST DECEMBER 2020

簡明綜合資產負債表(續)

於二零二零年十二月三十一日

			Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日	Audited 經審核 30th June 2020 於二零二零年 六月三十日
		Note 附註	HK\$'000 千港元	HK\$'000 千港元
<b>EQUITY</b>	<b>權益</b>			
Capital and reserves attributable to the Company's equity holders	公司股東 應佔股本及儲備			
Share capital	股本	17	36,920	36,920
Share premium	股本溢價		62,466	62,466
Other reserves	其他儲備		62,865	20,117
Retained earnings	保留溢利		382,933	345,819
			545,184	465,322
Non-controlling interests	非控制權益		25,972	25,199
<b>Total equity</b>	<b>權益總額</b>		<b>571,156</b>	<b>490,521</b>

## CONDENSED CONSOLIDATED BALANCE SHEET (Continued)

AS AT 31ST DECEMBER 2020

## 簡明綜合資產負債表(續)

於二零二零年十二月三十一日

			Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日	Audited 經審核 30th June 2020 於二零二零年 六月三十日
		Note 附註	HK\$'000 千港元	HK\$'000 千港元
<b>LIABILITIES</b>	<b>負債</b>			
<b>Non-current liabilities</b>	<b>非流動負債</b>			
Deferred income tax liabilities	遞延稅項負債		5,418	6,559
Reinstatement provision	修復成本撥備		884	884
Lease liabilities	租賃負債		1,523	3,216
			7,825	10,659
<b>Current liabilities</b>	<b>流動負債</b>			
Trade payables	貿易應付款	15	76,118	87,257
Other payables and accruals	其他應付款及預提費用		45,976	27,656
Lease liabilities	租賃負債		3,944	3,803
Borrowings	借貸	16	321,762	365,377
Derivative financial instruments	衍生金融工具		386	1,246
Income tax payable	應付稅項		10,623	8,320
			458,809	493,659
<b>Total liabilities</b>	<b>負債總額</b>		<b>466,634</b>	<b>504,318</b>
<b>Total equity and liabilities</b>	<b>權益及負債總額</b>		<b>1,037,790</b>	<b>994,839</b>
<b>Net current assets</b>	<b>淨流動資產</b>		<b>263,572</b>	<b>191,759</b>
<b>Total assets less current liabilities</b>	<b>資產總額減流動負債</b>		<b>578,981</b>	<b>501,180</b>

The above condensed consolidated balance sheet should be read in conjunction with the accompanying notes.

上述簡明綜合資產負債表應與隨附附註一併閱讀。



## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2020

## 簡明綜合權益變動表

截至二零二零年十二月三十一日止六個月

		Unaudited 未經審核											
		Attributable to equity holders of the Company 公司股東應佔部分											
		Other reserves 其他儲備											
		Financial assets at fair value through other comprehensive income reserve 按公允價值計入其他全面收益的財務資產儲備							Exchange fluctuation reserve 匯兌波動儲備		Retained earnings 保留溢利	Non-controlling interests 非控制權益	Total 總額
		Share capital 股本	Share premium 股本溢價	Capital reserve 資本儲備	Revaluation reserve 重估儲備	計入其他全面收益的財務資產儲備	匯兌波動儲備	保留溢利	非控制權益	Total 總額			
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元		
At 1st July 2020	於二零二零年七月一日	36,920	62,466	(3,119)	9,640	1,211	12,385	345,819	25,199	490,521			
<b>Comprehensive income</b>	<b>綜合收益</b>												
Profit for the period	本期溢利	—	—	—	—	—	—	37,114	3,488	40,602			
<b>Other comprehensive income</b>	<b>其他綜合收益</b>												
Currency translation differences	匯兌差額	—	—	—	—	—	42,748	—	997	43,745			
<b>Total comprehensive income</b>	<b>綜合收益總額</b>	—	—	—	—	—	42,748	37,114	4,485	84,347			
<b>Transactions with owners</b>	<b>與所有者之交易</b>												
Dividends paid to non-controlling interests	支付予非控制權益之股息	—	—	—	—	—	—	—	(3,712)	(3,712)			
<b>Total transactions with owners</b>	<b>與所有者之交易總額</b>	—	—	—	—	—	—	—	(3,712)	(3,712)			
At 31st December 2020	於二零二零年十二月三十一日	36,920	62,466	(3,119)	9,640	1,211	55,133	382,933	25,972	571,156			

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

上述簡明綜合權益變動表應與隨附附註一併閱讀。

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN  
EQUITY (Continued)

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2020

## 簡明綜合權益變動表(續)

截至二零二零年十二月三十一日止六個月

		Unaudited 未經審核 Attributable to equity holders of the Company 公司股東應佔部分									
		Other reserves 其他儲備									
		Share capital 股本 HK\$'000 千港元	Share premium 股本溢價 HK\$'000 千港元	Capital reserve 資本儲備 HK\$'000 千港元	Revaluation reserve 重估儲備 HK\$'000 千港元	Financial assets at fair value through other comprehensive income reserve 按公允價值 計入其他 全面收益的 財務資產儲備 HK\$'000 千港元	Exchange fluctuation reserve 匯兌 波動儲備 HK\$'000 千港元	Retained earnings 保留溢利 HK\$'000 千港元	Non- controlling interests 非控制權益 HK\$'000 千港元	Total 總額 HK\$'000 千港元	
At 1st July 2019	於二零一九年七月一日	36,920	62,466	(3,119)	1,077	9,640	29,704	352,031	23,874	512,593	
<b>Comprehensive income</b>	<b>綜合收益</b>										
Profit for the period	本期溢利	—	—	—	—	—	—	587	2,292	2,879	
<b>Other comprehensive income</b>	<b>其他綜合收益</b>										
Currency translation differences	匯兌差額	—	—	—	—	—	(7,761)	—	(112)	(7,873)	
<b>Total comprehensive income</b>	<b>綜合收益總額</b>	—	—	—	—	—	(7,761)	587	2,180	(4,994)	
<b>Transactions with owners</b>	<b>與所有者之交易</b>										
Dividends paid to non-controlling interests	支付予非控制權益之股息	—	—	—	—	—	—	—	(3,188)	(3,188)	
<b>Total transactions with owners</b>	<b>與所有者之交易總額</b>	—	—	—	—	—	—	—	(3,188)	(3,188)	
At 31st December 2019	於二零一九年十二月三十一日	36,920	62,466	(3,119)	1,077	9,640	21,943	352,618	22,866	504,411	

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

上述簡明綜合權益變動表應與隨附附註一併閱讀。

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 31ST DECEMBER 2020

## 簡明綜合現金流量表

截至二零二零年十二月三十一日止六個月

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Cash flows from operating activities	經營業務之現金流		
Cash generated from operations	經營業務所產生之現金	92,682	80,137
Hong Kong profits tax paid	已繳香港利得稅	(1,941)	—
Mainland China income tax paid	已繳中國內地所得稅	(6,890)	(2,431)
Interest received	已收利息	441	469
Net cash generated from operating activities	經營業務所產生之淨現金	84,292	78,175
Cash flows from investing activities	投資業務之現金流		
Purchase of property, plant and equipment	購買物業、廠房及設備	(6,289)	(1,807)
Proceeds from disposal of property, plant and equipment	出售物業、廠房及設備所得款	—	122
Prepayments for property, plant and equipment and renovation costs	物業、廠房及設備與裝修預付款	(1,490)	(3,135)
Net cash used in investing activities	投資業務所使用之淨現金	(7,779)	(4,820)
Cash flows from financing activities	融資業務之現金流		
Proceeds from bank loans	新增銀行貸款	26,998	60,146
Repayment of bank loans	償還銀行貸款	(62,572)	(112,821)
(Decrease)/increase in trust receipt loans	信託收據貸款(減少)/增加	(11,856)	42,342
Repayment of lease liabilities	租賃負債之還款	(1,834)	(2,025)
Dividends paid to non-controlling interests	支付予非控制權益之股息	(3,712)	(3,188)
Interest paid	借貸利息	(4,054)	(9,664)
Net cash used in financing activities	融資業務所使用之淨現金	(57,030)	(25,210)
Net increase in cash and cash equivalents	現金及現金等額之淨額增加	19,483	48,145
Cash and cash equivalents at 1st July	於七月一日之現金及現金等額	126,094	93,601
Effect of foreign exchange rate changes	外幣匯率變動影響	10,062	(2,129)
Cash and cash equivalents at 31st December	於十二月三十一日之現金及現金等額	155,639	139,617

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

上述簡明綜合現金流量表應與隨附附註一併閱讀。

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

### I GENERAL INFORMATION

Ngai Hing Hong Company Limited (the “Company”) and its subsidiaries (together the “Group”) are principally engaged in the manufacturing and trading of plastic materials, pigments, colorants, compounded plastic resins and engineering plastic products.

The Company is a limited liability company incorporated in Bermuda. The address of its registered office is Clarendon House, 2 Church Street, Hamilton HM11, Bermuda.

The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited.

This condensed consolidated interim financial information is presented in Hong Kong dollars, unless otherwise stated, and has been approved for issue by the Board of Directors on 25th February 2021.

### 2 BASIS OF PREPARATION

This condensed consolidated interim financial information for the six months ended 31st December 2020 has been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting”. This condensed consolidated interim financial information does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual financial statements for the year ended 30th June 2020, which have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”).

## 簡明綜合中期財務資料附註

### I 一般資料

毅興行有限公司(「本公司」)及其附屬公司(統稱「本集團」)主要從事塑膠原料、色粉、着色劑、混料及工程塑料之製造及買賣。

本公司是於百慕達註冊之一間有限責任公司。公司註冊地址為Clarendon House, 2 Church Street, Hamilton HM11, Bermuda.

本公司之股票於香港聯合交易所有限公司之主版上市。

除非已另外列明，本簡明綜合中期財務資料乃以港幣列示。本簡明綜合中期財務資料已於二零二一年二月二十五日被董事局批准。

### 2 編製基準

截至二零二零年十二月三十一日止六個月的簡明綜合中期財務資料已根據香港會計準則第34號「中期財務報告」編製。本簡明綜合中期財務資料並不包括所有一般需於年度財務報表包含之附註種類。因此，簡明綜合中期財務資料應與截至二零二零年六月三十日止年度的年度財務報表一併閱讀，該財務報表已根據香港財務報告準則編製。



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 3 ACCOUNTING POLICIES

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 30th June 2020, as described in those annual financial statements.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

#### 3.1 New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period and the Group had to change its accounting policies and make retrospective adjustments as a result of adopting the following standards:

Amendments to HKFRS 9, HKAS 39 and HKFRS 7  
對香港財務報告準則第9號、  
香港會計準則第39號及  
香港財務報告準則第7號的修訂

Amendments to HKAS 1 and HKAS 8  
對香港會計準則第1號及香港會計  
準則第8號的修訂

Amendments to HKFRS 3  
對香港財務報告準則第3號的修訂

Conceptual Framework for Financial Reporting 2018  
二零一八年財務報告的概念框架

Amendments to HKFRS 16  
對香港財務報告準則第16號的修訂

Hedge Accounting (Amendments)  
對沖會計處理 (修訂本)

Definition of Material (Amendments)  
重大的定義 (修訂本)

Definition of a Business (Amendments)  
業務的定義 (修訂本)

Revised Conceptual Framework for Financial Reporting  
更新財務報告的概念框架

COVID-19 Related Rent Concessions  
2019新型冠狀病毒疫情相關租金減讓

## 簡明綜合中期財務資料附註(續)

### 3 會計政策

除下文所述者外，所採用之會計政策與截至二零二零年六月三十日止年度的年度財務報表所採用的會計政策(如該等年度財務報表所述)一致。

本中期間的所得稅按照預期年度總盈利適用的稅率累計。

#### 3.1 本集團所採納新訂及經修訂準則

若干新訂或經修訂準則適用於本報告期，本集團須就採納以下準則更改其會計政策及作出追溯調整：

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 3 ACCOUNTING POLICIES (Continued)

#### 3.2 Impact of standards issued but not yet applied by the Group

The following new and amended HKFRSs have been issued, but are not effective for the Group's accounting period beginning on 1st July 2020 and have not been early adopted:

Amendments to HKFRS 3, HKAS 16 and HKAS 37  
對香港財務報告準則第3號、香港會計準則第16號及  
香港會計準則第37號的修訂

Narrow-scope amendments<sup>2</sup>  
小範圍修訂<sup>2</sup>

Amendments to HKAS 39, HKFRS 4, HKFRS 7,  
HKFRS 9 and HKFRS 16  
對香港會計準則第39號、香港財務報告準則第4號、  
香港財務報告準則第7號、香港財務報告準則第9號及  
香港財務報告準則第16號的修訂

Interest Rate Benchmark Reform – Phase 2<sup>1</sup>

利率基準改革 – 第二階段<sup>1</sup>

Amendments to HKAS 1  
對香港會計準則第1號的修訂

Classification of Liabilities as Current or Non-current<sup>3</sup>  
將負債分類為流動或非流動<sup>3</sup>

Amendments to HKFRS 10 and HKAS 28  
對香港財務報告準則第10號及會計準則第28號的修訂

Sale or Contribution of Assets between an Investor  
and its Associate or Joint Venture<sup>4</sup>  
投資者與其聯營公司或合資公司之間的資產出售或注資<sup>4</sup>

Annual improvements to HKFRSs 2018-2020 cycle  
香港財務報告準則二零一八年至  
二零二零年週期之年度改進

Amendments to HKFRS 1, HKFRS 9, HKFRS 16 and HKAS 41<sup>2</sup>  
對香港財務報告準則第1號、香港財務報告準則第9號、  
香港財務報告準則第16號及香港會計準則第41號的修訂<sup>2</sup>

HKFRS 17  
香港財務報告準則第17號

Insurance Contracts<sup>3</sup>  
保險合同<sup>3</sup>

- (1) Effective for annual periods beginning on or after 1st January 2021
- (2) Effective for annual periods beginning on or after 1st January 2022
- (3) Effective for annual periods beginning on or after 1st January 2023
- (4) To be determined

- (1) 自二零二一年一月一日起的年報期間生效
- (2) 自二零二二年一月一日起的年報期間生效
- (3) 自二零二三年一月一日起的年報期間生效
- (4) 仍未確定

## 簡明綜合中期財務資料附註(續)

### 3 會計政策(續)

#### 3.2 已頒佈但本集團未採納的準則之影響

下列新訂及經修訂之香港財務報告準則已頒佈，惟尚未於本集團於二零二零年七月一日開始之會計期間生效及並無提早採納：



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 4 ESTIMATES AND JUDGEMENTS

The preparation of interim financial information 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 this condensed consolidated interim financial information, 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 annual financial statements for the year ended 30th June 2020.

### 5 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

#### 5.1 Financial risk factors

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 and price risk), credit risk and liquidity risk.

The condensed consolidated interim financial information does 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 30th June 2020.

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

## 簡明綜合中期財務資料附註(續)

### 4 估計及判斷

編製中期財務資料要求管理層對影響會計政策的應用和所報告資產和負債以及收支的數額作出判斷、估計和假設。實際結果或會與此等估計不同。

在編製此等簡明綜合中期財務資料時，管理層應用本集團會計政策時作出的重大判斷和估計不確定性的關鍵來源，與截至二零二零年六月三十日止年度財務報表所應用的相同。

### 5 財務風險管理及金融工具

#### 5.1 財務風險因素

本集團的活動承受著多種的財務風險：市場風險(包括匯率風險、現金流量及公允價值利率風險及價格風險)、信用風險及流動性風險。

簡明綜合中期財務資料並未包括年度財務報表規定的所有財務風險管理資訊和披露，此中期財務資料應與本集團截至二零二零年六月三十日止年度的年度財務報表一併閱讀。

自年底以來風險管理部或風險管理政策並無任何變動。

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 5 FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (Continued)

#### 5.2 Liquidity risk

Compared to year end, there have been no material changes to the policies and practices for the Group's liquidity and funding risk management as described in the annual financial statements for the year ended 30th June 2020.

#### 5.3 Fair value estimation

According to HKFRS 7 "Financial Instruments: Disclosures", financial instruments measured in the condensed consolidated balance sheet at fair value are required to disclose the fair value measurements by level of the following fair value measurement hierarchy:

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

There were no transfers of financial assets between categories during the period. There were no other changes in valuation technique during the period.

As at 31st December 2020, the Group's financial assets and liabilities that are measured at fair value are categorised as level 3 financial instruments. The following table presents the changes in level 3 instruments for the period ended 31st December 2020.

## 簡明綜合中期財務資料附註(續)

### 5 財務風險管理及金融工具(續)

#### 5.2 流動性風險

本集團的流動性及資金風險管理與截至二零二零年六月三十日之年度財務報表所披露之政策及實施並無重大變動。

#### 5.3 公允價值估計

根據香港財務報告準則第7號「金融工具：披露」，有關金融工具在簡明綜合資產負債表的公允價值計量需按下列公允價值計量架構披露：

- 相同資產或負債在活躍市場的報價(未經調整)(第1層)
- 除了第1層所包括的報價外，該資產和負債的可觀察的其他輸入，可為直接(即例如價格)或間接(即源自價格)(第2層)
- 資產和負債並非依據可觀察市場數據的輸入(即非可觀察輸入)(第3層)

本期間內分類之間並無財務資產的重大轉撥。本期間內並無任何估值技術的變動。

於二零二零年十二月三十一日，本集團以公允價值計量的財務資產和負債已全部分類作第3層金融工具。以下為於截至二零二零年十二月三十一日止期間內第3層金融工具的變動表。



NOTES TO THE CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION (Continued)

5 FINANCIAL RISK MANAGEMENT AND FINANCIAL  
INSTRUMENTS (Continued)

5.3 Fair value estimation (Continued)

簡明綜合中期財務資料附註(續)

5 財務風險管理及金融工具(續)

5.3 公允價值估計(續)

		Financial assets at fair value through other comprehensive income 按公允價值 計入其他全面 收益的財務資產 HK\$'000 千港元	Derivative financial instruments 衍生金融工具 HK\$'000 千港元	Total 總額 HK\$'000 千港元
At 1st July 2020	於二零二零年七月一日	1,863	(1,246)	617
Settlements	結算	—	(98)	(98)
Gains recognised in income statement	於收益表確認收益	—	958	958
At 31st December 2020	於二零二零年 十二月三十一日	1,863	(386)	1,477

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Group performed the valuation of the financial assets at fair value through other comprehensive income by the use of discounted cash flow model based on the market conditions existed at balance sheet date and business forecast provided by management. Specific valuation technique used to value the derivative financial instruments includes using forward exchange rates at the balance sheet date to discount back to the present value. The key unobservable data includes the interbank forward exchange rate and the volatility of forward exchange rate. Changes in subjective input assumptions can materially affect the fair value estimate. There is no change in valuation technique during the period.

沒有在活躍市場買賣的金融工具的公允價值利用估值技術釐定。本集團主要根據每個報告期末當時的市場情況及管理層提供之業務預估作出假設，用貼現現金流量分析法計算按公允價值計入其他全面收益的財務資產之價值。用以估值衍生金融工具的特定估值技術包括利用資產負債表日期的遠期匯率釐定，而所得價值折算至現值。關鍵不可觀察假設包括銀行間遠期匯率及遠期匯率之波動性。此等主觀假設的變動將重大影響公允價值估算。本期間內並無任何估值技術的變動。

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION

### 6 客戶合約之收入及分部資料

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Revenue from contracts with customers	客戶合約之收入		
Sales of goods	銷售貨品	951,987	906,580

The Group is principally engaged in the manufacturing and trading of plastic materials, pigments, colorants, compounded plastic resins and engineering plastic products.

The Group derived revenue from the sales of goods at a point in time.

The chief operating decision-maker ("CODM") has been identified as the Executive Directors of the Company. Management has determined the operating segments based on the reports reviewed by the CODM that are used to assess performance and allocate resources. The CODM considers the business from the operations nature and the type of products perspective, including the trading of plastic materials ("Trading"), manufacturing and sale of colorants, pigments and compounded plastic resins ("Colorants"), manufacturing and sale of engineering plastic products ("Engineering plastic") and other corporate and business activities ("Others").

本集團之主要業務為塑膠原料、色粉、着色劑、混料和工程塑料之製造及買賣。

本集團於某一時間點錄得來自銷售貨品的收入。

首席經營決策者被認定為本公司之執行董事。首席經營決策者審視本集團的內部報告以評估表現和分配資源。管理層已決定根據此等報告釐定經營分部。首席經營決策者從經營性質及產品角度考慮業務，當中包括塑膠原料之買賣(「貿易」)；着色劑、色粉及混料之製造及買賣(「着色劑」)、工程塑料之製造及買賣(「工程塑料」)及其他企業及業務活動(「其他」)。



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

Each of the Group's operating segments represents a strategic business unit that is managed by different business unit leaders. Inter-segment transactions are entered into under the normal commercial terms and conditions that would also be available to unrelated third parties. Information provided to the CODM is measured in a manner consistent with that in the condensed consolidated interim financial information.

The CODM assesses the performance of the operating segments based on a measure of revenue from contracts with customers and operating profit including corporate expenses, which is in a manner consistent with that of the condensed consolidated interim financial information.

The segment information provided to the CODM for the reportable segments for the six months ended 31st December 2020 is as follows:

## 簡明綜合中期財務資料附註(續)

### 6 客戶合約之收入及分部資料(續)

本集團每一經營分部代表一策略性業務單位，並由不同之業務單位主管管理。分部間銷售按照公平交易原則的相對等條款進行。向首席經營決策者報告的計量方法與簡明綜合中期財務資料內方法一致。

首席經營決策者據對客戶合約之收入及經營溢利(包括企業支出)的計量評估營運分部的表現，方式與簡明綜合中期財務資料相符。

截至二零二零年十二月三十一日止六個月提供給首席經營決策者之可呈列報告分部資料如下：

		Unaudited 未經審核				
		Engineering				
		Trading 貿易	Colorants 着色劑	plastic 工程塑料	Others 其他	Group 本集團
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Revenue from contracts with customers	客戶合約之收入					
– Gross revenue	– 分部總銷售	683,880	180,795	122,697	—	987,372
– Inter-segment revenue	– 分部間銷售	(31,494)	(3,834)	(57)	—	(35,385)
Revenue from external customers	外部客戶收益	652,386	176,961	122,640	—	951,987
Operating profit/(loss)	經營溢利/(虧損)	23,524	15,751	17,156	(972)	55,459
Finance income	財務收益	77	317	47	—	441
Finance costs	財務費用	(3,234)	(696)	(265)	—	(4,195)
Profit/(loss) before income tax	除稅前溢利/(虧損)	20,367	15,372	16,938	(972)	51,705

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

The segment information provided to the CODM for the reportable segments for the six months ended 31st December 2020 is as follows: (Continued)

### 6 客戶合約之收入及分部資料(續)

截至二零二零年十二月三十一日止六個月提供給首席經營決策者之可呈列報告分部資料如下：(續)

		Unaudited 未經審核				
		Engineering				Group 本集團
		Trading 貿易	Colorants 着色劑	plastic 工程塑料	Others 其他	
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Other information:	其他資料：					
Additions to non-current assets (other than financial instruments and deferred income tax assets)	非流動資產增加 (除金融工具及 遞延稅項資產外)	47	7,084	1,224	—	8,355
Depreciation of property, plant and equipment	物業、廠房及設備折舊	327	4,302	3,836	260	8,725
Depreciation of rights-of-use assets	使用權資產折舊	228	2,083	16	39	2,366
(Reversal of)/provision for impairment of inventories, net	存貨減值(撥回)/ 準備—淨額	(2,466)	2,847	515	—	896
(Reversal of)/provision for loss allowance on trade receivables	貿易應收款虧損 (撥回)/撥備	(268)	(47)	203	—	(112)
Fair value gains on derivative financial instruments	衍生金融工具公允價值 收益	(958)	—	—	—	(958)



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

The segment information provided to the CODM for the reportable segments as at 31st December 2020 is as follows:

### 6 客戶合約之收入及分部資料(續)

於二零二零年十二月三十一日提供給首席經營決策者之可呈列報告分部資料如下：

		Unaudited 未經審核				
		Engineering				Group 本集團
		Trading 貿易	Colorants 着色劑	plastic 工程塑料	Others 其他	
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Segment assets	分部資產	392,720	341,097	163,434	140,539	1,037,790
Segment liabilities	分部負債	(75,235)	(37,525)	(28,687)	(3,425)	(144,872)
Segment borrowings	分部借貸	(265,128)	(26,234)	(30,400)	—	(321,762)
		(340,363)	(63,759)	(59,087)	(3,425)	(466,634)

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

The segment information provided to the CODM for the reportable segments for the six months ended 31st December 2019 is as follows:

### 6 客戶合約之收入及分部資料(續)

截至二零一九年十二月三十一日止六個月提供給首席經營決策者之可呈列報告分部資料如下：

		Unaudited 未經審核				
		Trading	Colorants	Engineering	Others	Group
		貿易	着色劑	工程塑料	其他	本集團
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元
Revenue from contracts with customers	客戶合約之收入					
– Gross revenue	– 分部總銷售	646,971	187,627	101,029	—	935,627
– Inter-segment revenue	– 分部間銷售	(28,326)	(633)	(88)	—	(29,047)
Revenue from external customers	外部客戶收益	618,645	186,994	100,941	—	906,580
Operating (loss)/profit	經營(虧損)/溢利	(10,539)	16,057	12,241	(1,212)	16,547
Finance income	財務收益	25	420	24	—	469
Finance costs	財務費用	(8,363)	(776)	(520)	—	(9,659)
(Loss)/profit before income tax	除稅前(虧損)/溢利	(18,877)	15,701	11,745	(1,212)	7,357



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

The segment information provided to the CODM for the reportable segments for the six months ended 31st December 2019 is as follows: (Continued)

### 6 客戶合約之收入及分部資料(續)

截至二零一九年十二月三十一日止六個月提供給首席經營決策者之可呈列報告分部資料如下：(續)

	Unaudited 未經審核				
	Trading 貿易 HK\$'000 千港元	Colorants 着色劑 HK\$'000 千港元	Engineering plastic 工程塑料 HK\$'000 千港元	Others 其他 HK\$'000 千港元	Group 本集團 HK\$'000 千港元
Other information:	其他資料：				
Additions to non-current assets (other than financial instruments and deferred income tax assets)	非流動資產增加 (除金融工具及 遞延稅項資產外)				
	195	2,128	964	—	3,287
Depreciation of property, plant and equipment	物業、廠房及設備折舊				
	373	4,032	3,792	260	8,457
Depreciation of rights-of-use assets	使用權資產折舊				
	225	1,973	105	39	2,342
Provision for impairment of inventories, net	存貨減值準備－淨額				
	2,784	501	—	—	3,285
Reversal of loss allowance on trade receivables	貿易應收款虧損撥回				
	—	—	(140)	—	(140)
Fair value gains on derivative financial instruments	衍生金融工具公允價值 收益				
	(330)	—	—	—	(330)

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

The segment information provided to the CODM for the reportable segments as at 30th June 2020 is as follows:

### 6 客戶合約之收入及分部資料(續)

於二零二零年六月三十日提供給首席經營決策者之可呈列報告分部資料如下：

		Audited 經審核				
		Engineering				Group
		Trading 貿易	Colorants 着色劑	plastic 工程塑料	Others 其他	Group 本集團
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Segment assets	分部資產	424,868	296,882	132,536	140,553	994,839
Segment liabilities	分部負債	(91,706)	(29,958)	(13,530)	(3,747)	(138,941)
Segment borrowings	分部借貸	(327,445)	(22,907)	(15,025)	—	(365,377)
		(419,151)	(52,865)	(28,555)	(3,747)	(504,318)

The entity is domiciled in Hong Kong. The revenue from external customers from Hong Kong for the six months ended 31st December 2020 is approximately HK\$436,544,000 (2019: HK\$383,416,000) and the total of its revenue from external customers from other locations (mainly in Mainland China) is approximately HK\$515,443,000 (2019: HK\$523,164,000).

本實體以香港為基地。截至二零二零年十二月三十一日止六個月來自香港之外部客戶收益約為436,544,000港元(二零一九年：383,416,000港元)，而來自其他地區(主要為中國內地)之外部客戶收益約為515,443,000港元(二零一九年：523,164,000港元)。



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 6 REVENUE FROM CONTRACTS WITH CUSTOMERS AND SEGMENT INFORMATION (Continued)

At 31st December 2020, the total of non-current assets other than financial instruments and deferred income tax assets located in Hong Kong is approximately HK\$171,550,000 (30th June 2020: HK\$175,586,000) and the total of these non-current assets located in other locations (mainly in Mainland China) is approximately HK\$129,091,000 (30th June 2020: HK\$118,131,000).

### 7 OTHER (LOSSES)/GAINS, NET

## 簡明綜合中期財務資料附註(續)

### 6 客戶合約之收入及分部資料(續)

於二零二零年十二月三十一日，除金融工具及遞延稅項資產外位於香港之非流動資產約為171,550,000港元(於二零二零年六月三十日：175,586,000港元)，而位於其他地區(主要為中國內地)之此等非流動資產約為129,091,000港元(於二零二零年六月三十日：118,131,000港元)。

### 7 其他(虧損)/收益—淨額

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Net exchange loss	外匯虧損	(3,286)	(183)
Gain on disposal of property, plant and equipment	出售物業、廠房及設備收益	—	114
Fair value gains from derivative financial instruments	衍生金融工具公允價值收益	958	330
Others	其他	1,079	307
		(1,249)	568

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 8 OPERATING PROFIT

Operating profit is stated after charging/(crediting) the following:

### 8 經營溢利

經營溢利乃經扣除/(計入)下列各項後列賬：

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Cost of inventories recognised as expenses included in cost of sales	確認作開支並包括於銷售成本之出售存貨成本	755,021	754,314
Depreciation of property, plant and equipment	物業、廠房及設備折舊	8,725	8,457
Depreciation of rights-of-use assets	使用權資產折舊	2,366	2,342
Operating lease rentals in respect of land and buildings	土地及樓宇之經營租賃租金	3,356	3,516
Employee benefit expenses, including Directors' emoluments	僱員福利支出(包括董事酬金)	67,670	51,726
Reversal of provision for loss allowance on trade receivables, net	貿易應收款虧損準備撥回—淨額	(112)	(140)
Provision for impairment of inventories, net	存貨減值準備—淨額	896	3,285
Provision for claim related to a legal case	有關一法律訴訟的申索撥備	3,802	—
Gain on disposal of property, plant and equipment	出售物業、廠房及設備收益	—	(114)
Fair value gains on derivative financial instruments	衍生金融工具公允價值收益	(958)	(330)

Note:

During the period, the Hong Kong Special Administrative Region Government has launched the "Employment Support Scheme" (ESS) providing wage subsidies to eligible subsidiaries of the Group. Government grants amounted to HK\$4,043,000 are deducted in the employee benefit expenses. There are no unfulfilled conditions or other contingencies attached to the grants.

附註：

本期間內香港特別行政區政府推出「保就業」計劃提供工資補貼予本集團之合資格附屬公司。政府補助共4,043,000港元用於扣減僱員福利支出，並無任何補助附帶的未達成條件或其他或然事項。

NOTES TO THE CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION (Continued)

簡明綜合中期財務資料附註(續)

9 FINANCE INCOME AND COSTS

9 財務收益及費用

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Finance income:	財務收益：		
– Interest income from bank deposits	– 銀行存款利息收入	441	469
Finance costs:	財務費用：		
– Interests on bank borrowings wholly repayable within five years	– 需於五年內全數償還之銀行借貸之利息	(5,290)	(8,764)
– Interests on lease liabilities	– 租賃負債之利息	(141)	(191)
– Net exchange gains/(losses) on financing activities	– 融資業務之外匯收益/(虧損)		
	淨額	1,236	(704)
		(4,195)	(9,659)
Finance costs, net	財務費用－淨額	(3,754)	(9,190)

10 INCOME TAX EXPENSE

Hong Kong profits tax has been provided for at the rate of 16.5% (2019: 16.5%) on the estimated assessable profit for the period. Income tax on the Group's subsidiaries established and operate in Mainland China has been calculated on the estimated assessable profit for the period at the rates of taxation as applicable to the relevant subsidiaries.

10 稅項支出

香港利得稅乃根據本集團於本期間內之估計應課稅溢利按稅率百分之十六點五(二零一九年：百分之十六點五)計算。中國所得稅乃根據於中國內地經營之附屬公司於本期間內之估計應課稅溢利按該等附屬公司所在地之適用稅率計算撥備。

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 10 INCOME TAX EXPENSE (Continued)

The amount of income tax charged to the interim consolidated income statement represents:

### 10 稅項支出(續)

中期簡明綜合收益表之稅項支出為：

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Current income tax	本期稅項		
– Hong Kong profits tax	– 香港利得稅	2,097	824
– Mainland China corporate income tax	– 中國內地企業所得稅	7,967	3,431
		10,064	4,255
Deferred income tax	遞延稅項	1,039	223
		11,103	4,478

Deferred income tax assets are recognised for tax losses carry forward to the extent that the realisation of the related tax benefit through the future taxable profits is probable. At 31st December 2020, the Group had unrecognised tax losses to be carried forward against future taxable income amounted to HK\$313,008,000 (30th June 2020: HK\$316,007,000). Aside from tax losses generated from certain subsidiaries incorporated in Mainland China amounted to HK\$12,385,000 (30th June 2020: HK\$11,635,000) with expiry dates from 2019 to 2023, the remaining tax losses have no expiry date. The potential deferred income tax assets in respect of these tax losses which have not been recognised amounted to approximately HK\$52,699,000 (30th June 2020: HK\$53,130,000).

就結轉的稅務虧損而確認的遞延所得稅資產僅限於有關之稅務利益有可能透過未來應課稅盈利實現的部分。於二零二零年十二月三十一日，本集團並無就可結轉以抵銷未來應課稅收益的稅務虧損約313,008,000港元(於二零二零年六月三十日：316,007,000港元)確認遞延所得稅資產約52,699,000港元(於二零二零年六月三十日：53,130,000港元)。於中國內地成立的附屬公司所產生由二零一九年至二零二三年到期的稅務虧損約為12,385,000港元(於二零二零年六月三十日：11,635,000港元)，其餘稅務虧損並無到期日。



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 11 DIVIDENDS

On 27th September 2019, the Directors resolved not to declare any final dividend for the year ended 30th June 2019.

On 27th February 2020, the Directors resolved not to declare any interim dividend for the period ended 31st December 2019.

On 29th September 2020, the Directors resolved not to declare any final dividend for the year ended 30th June 2020.

On 25th February 2021, the Directors declared an interim dividend of HK1.0 cent per share, totaling HK\$3,692,000 for the six months ended 31st December 2020.

On 25th February 2021, the Directors declared a special dividend of HK1.0 cent per share, totaling HK\$3,692,000 for the six months ended 31st December 2020.

### 12 EARNINGS PER SHARE

The calculation of basic earnings per share is based on the profit attributable to equity holders of the Company for the period of HK\$37,114,000 (2019: HK\$587,000) and 369,200,000 (2019: 369,200,000) ordinary shares in issue during the period.

## 簡明綜合中期財務資料附註(續)

### 11 股息

於二零一九年九月二十七日舉行之會議上，董事議決不就截至二零一九年六月三十日止年度宣派任何末期股息。

於二零二零年二月二十七日舉行之會議上，董事議決不就截至二零一九年十二月三十一日止期間宣派任何中期股息。

於二零二零年九月二十九日舉行之會議上，董事議決不就截至二零二零年六月三十日止年度宣派任何末期股息。

於二零二一年二月二十五日，董事宣佈就截至二零二零年十二月三十一日止期間派發中期股息每股1.0港仙，共3,692,000港元。

於二零二一年二月二十五日，董事宣佈就截至二零二零年十二月三十一日止期間派發特別股息每股1.0港仙，共3,692,000港元。

### 12 每股盈利

每股基本盈利乃根據本期公司股東應佔溢利37,114,000港元(二零一九年：587,000港元)及期內已發行普通股369,200,000股(二零一九年：369,200,000股)計算。

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 12 EARNINGS PER SHARE (Continued)

Dilutive earnings per share for the period ended 31st December 2020 and 2019 equal basic earnings per share as there was no dilutive potential ordinary share as at the period ended 31st December 2020 and 2019.

### 12 每股盈利(續)

於二零二零年十二月三十一日及二零一九年十二月三十一日，本公司並無具攤薄潛力之普通股，因此，於截至二零二零年十二月三十一日及二零一九年十二月三十一日止兩個期間，每股攤薄盈利相等於每股基本盈利。

### 13 PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND INVESTMENT PROPERTIES

### 13 物業、廠房及設備、使用權資產和投資物業

		Unaudited 未經審核		
		Property, plant and equipment 物業、廠房及 設備 HK\$'000 千港元	Right-of-use assets 使用權資產 HK\$'000 千港元	Investment properties 投資物業 HK\$'000 千港元
Net book value as at 1st July 2020	於二零二零年七月一日之 賬面淨額	105,307	25,167	155,292
Currency translation differences	匯兌差額	6,142	1,414	2,398
Additions	增加	8,355	—	—
Depreciation (Note 8)	折舊(附註8)	(8,725)	(2,366)	—
Net book value as at 31st December 2020	於二零二零年十二月三十一日 之賬面淨額	111,079	24,215	157,690
Net book value as at 1st July 2019	於二零一九年七月一日之 賬面淨額	114,691	26,953	159,973
Currency translation differences	匯兌差額	(1,226)	(219)	(489)
Additions	增加	3,287	—	—
Disposal	出售	(8)	—	—
Depreciation (Note 8)	折舊(附註8)	(8,457)	(2,342)	—
Net book value as at 31st December 2019	於二零一九年十二月三十一日 之賬面淨額	108,287	24,392	159,484

NOTES TO THE CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION (Continued)

簡明綜合中期財務資料附註(續)

14 TRADE AND BILLS RECEIVABLES

14 貿易應收款及應收票據

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Trade receivables	貿易應收款	253,001	175,944
Less: loss allowance	減：虧損撥備	(5,088)	(4,797)
		247,913	171,147
Bills receivables	應收票據	28,663	24,098
		276,576	195,245

At 31st December 2020, the aging analysis of trade receivables, based on invoice date, is as follows:

於二零二零年十二月三十一日貿易應收款根據發票日期之賬齡分析如下：

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Below 90 days	90日內	242,626	42,546
91-180 days	91—180日	5,198	109,515
Over 180 days	超過180日	5,177	23,883
		253,001	175,944

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 14 TRADE AND BILLS RECEIVABLES (Continued)

The majority of the Group's sales are with credit terms of 30 to 90 days. The remaining amounts are on letter of credit or documents against payment.

Bill receivables are mainly with maturity period of within 180 days.

At 31st December 2020, there are bills of exchange of HK\$12,845,000 (30th June 2020: HK\$16,584,000) transferred to banks with recourse in exchange for cash. The transactions had been accounted for as collateralised bank advances (Note 16).

### 15 TRADE PAYABLES

At 31st December 2020, the aging analysis of trade payables, based on invoice date, is as follows:

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Below 90 days	90日內	75,187	85,622
91-180 days	91—180日	221	1,279
Over 180 days	超過180日	710	356
		<b>76,118</b>	<b>87,257</b>

## 簡明綜合中期財務資料附註(續)

### 14 貿易應收款及應收票據(續)

本集團大部份銷售的信貸期為三十至九十日，其餘以信用狀或付款交單方式進行。

應收票據之到期日主要為一百八十日內。

於二零二零年十二月三十一日，並無任何附追索權之貼現票據轉讓予若干銀行以換取現金12,845,000港元(於二零二零年六月三十日：16,584,000港元)。有關交易已列為抵押化的銀行墊款(附註16)。

### 15 貿易應付款

於二零二零年十二月三十一日貿易應付款根據發票日期之賬齡分析如下：



NOTES TO THE CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION (Continued)

簡明綜合中期財務資料附註(續)

16 BORROWINGS

16 借貸

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Bank loans due for repayment within one year - secured	需於一年內償還之銀行貸款 —有抵押	78,060	106,080
Trust receipt loans due for repayment within one year - secured	需於一年內償還之信託收據貸款 —有抵押	230,857	242,713
Bank advances for discounted bills (Note 14)	銀行貼現票據墊款(附註14)	12,845	16,584
<b>Total borrowings</b>	<b>總借貸</b>	<b>321,762</b>	<b>365,377</b>

Movements in borrowings are analysed as follows:

借貸變動分析如下：

		Unaudited 未經審核 six months period ended 31 December 截至十二月三十一日止六個月 2020 HK\$'000 千港元	2019 HK\$'000 千港元
Opening amount as at 1st July	於七月一日之期初金額	365,377	406,977
Currency translation differences	匯兌差額	3,815	(1,774)
Repayment of borrowings	償還借貸	(62,572)	(112,821)
Drawdown of new borrowings	新借貸款	26,998	60,146
(Decrease)/increase in trust receipt loans	信託收據貸款(減少)/增加	(11,856)	42,342
<b>Closing amount as at 31st December</b>	<b>於十二月三十一日之期末金額</b>	<b>321,762</b>	<b>394,870</b>

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 16 BORROWINGS (Continued)

The Group has the following undrawn borrowing facilities:

		Unaudited	Audited
		未經審核	經審核
		31st December	30th June
		2020	2020
		於二零二零年	於二零二零年
		十二月三十一日	六月三十日
		HK\$'000	HK\$'000
		千港元	千港元
Floating rate – expiring beyond one year	浮動利率 – 一年以上到期	321,347	268,922

Note:

Bank borrowings of the Group are secured by certain property, plant and equipment, rights-of-use assets, investment properties and restricted cash with carrying amounts of HK\$34,716,000 (30th June 2020: HK\$34,992,000), HK\$4,487,000 (30th June 2020: HK\$4,406,000), HK\$39,163,000 (30th June 2020: HK\$39,163,000) and HK\$38,077,000 (30th June 2020: HK\$34,898,000), respectively.

### 16 借貸(續)

本集團有以下未使用之借貸額度：

附註：

本集團之銀行貸款以部分物業、廠房及設備、使用權資產、投資物業及受限制的銀行存款為抵押，其賬面值分別為34,716,000港元(於二零二零年六月三十日：34,992,000港元)、4,487,000港元(於二零二零年六月三十日：4,406,000港元)、39,163,000港元(於二零二零年六月三十日：39,163,000港元)及38,077,000港元(於二零二零年六月三十日：34,898,000港元)。

NOTES TO THE CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION (Continued)

簡明綜合中期財務資料附註(續)

17 SHARE CAPITAL

17 股本

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Authorised:	法定股本：		
800,000,000 (30th June 2020: 800,000,000) ordinary shares of HK\$0.10 each	800,000,000 (於二零二零年 六月三十日：800,000,000) 每股面值0.10港元之普通股	80,000	80,000
Issued and fully paid:	已發行及繳足股本：		
369,200,000 (30th June 2020: 369,200,000) ordinary shares of HK\$0.10 each	369,200,000 (於二零二零年 六月三十日：369,200,000) 每股面值0.10港元之普通股	36,920	36,920

18 COMMITMENTS

Capital commitments

18 承擔

資本承擔

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Property, plant and equipment land and land use rights: Contracted but not provided for	物業、廠房及設備 與土地使用權： 已授權但未簽約	3,114	3,629

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 19 RELATED PARTY TRANSACTIONS

The Group is controlled by Good Benefit Limited, a company incorporated in the British Virgin Islands, which owns 53.3% of the Company's shares. The remaining 46.7% of the shares were widely held. Substantially all of the shares of Good Benefit Limited are beneficially owned by certain Directors of the Company.

Details of compensation paid to key management of the Group (all being Directors of the Company) are as follows:

## 簡明綜合中期財務資料附註(續)

### 19 關連人士交易

本集團由 Good Benefit Limited (在英屬處女群島註冊成立之公司) 控制，其擁有本公司百分之五十三點三股權，其餘之百分之四十六點七股權為廣泛持有。Good Benefit Limited 實質上大部分股權由本公司之部分董事實益持有。

支付予本集團主要管理人員(均為本公司之執行董事)之酬金詳情如下：

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020	2019
		HK\$'000	HK\$'000
		千港元	千港元
Basic salaries, allowances and other benefits in kind	基本薪酬、津貼及其他實物利益	8,893	6,248
Pensions - defined contribution plans	退休金－界定供款計劃	54	54
		<b>8,947</b>	6,302

NOTES TO THE CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION (Continued)

簡明綜合中期財務資料附註(續)

19 RELATED PARTY TRANSACTIONS (Continued)

In addition to key management compensation disclosed above, the following transactions were carried out with related parties:

19 關連人士交易(續)

除主要管理人員之酬金外，與關連人士進行的交易如下：

		Unaudited 未經審核	
		Six months ended 31st December 截至十二月三十一日止六個月	
		2020 HK\$'000 千港元	2019 HK\$'000 千港元
Lease payment/operating lease expense to related parties:	交付予關連人士之應付租賃款項／租賃租金：		
– Build Fair Limited (Note (i))	– 景聰有限公司(附註(i))	522	540
– Shine Systems Plastic Material Company Limited (Note (ii))	– 百亮塑膠原料有限公司(附註(ii))	502	508
– Mr. HUI Sai Chung (Note (iii))	– 許世聰先生(附註(iii))	157	23
		1,181	1,071
Interest expense to related parties:	予關連人士之利息支出：		
– Build Fair Limited (Note (i))	– 景聰有限公司(附註(i))	25	20
– Shine Systems Plastic Material Company Limited (Note (ii))	– 百亮塑膠原料有限公司(附註(ii))	14	30
– Mr. HUI Sai Chung (Note (iii))	– 許世聰先生(附註(iii))	18	3
		57	53
Addition of right-of-use assets to related parties:	關連人士使用權資產增加：		
– Mr. HUI Sai Chung (Note (iii))	– 許世聰先生(附註(iii))	—	833
		—	833

## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

## 簡明綜合中期財務資料附註(續)

### 19 RELATED PARTY TRANSACTIONS (Continued)

### 19 關連人士交易(續)

		Unaudited 未經審核 31st December 2020 於二零二零年 十二月三十一日 HK\$'000 千港元	Audited 經審核 30th June 2020 於二零二零年 六月三十日 HK\$'000 千港元
Lease liabilities to related parties:	予關聯人士之租賃負債：		
– Build Fair Limited (Note (i))	– 景聰有限公司(附註(i))	1,363	362
– Shine Systems Plastic Material Company Limited (Note (ii))	– 百亮塑膠原料有限公司(附註(ii))	503	818
– Mr. HUI Sai Chung (Note (iii))	– 許世聰先生(附註(iii))	571	813
		<b>2,437</b>	<b>1,993</b>

#### Notes:

- (i) Build Fair Limited is a company wholly owned by Mr. HUI Sai Chung, a Director of the Company.
- (ii) Shine Systems Plastic Material Company Limited is a company wholly owned by Mr. HUI Kwok Kwong, a Director of the Company.
- (iii) Mr. HUI Sai Chung is a Director of the Company.

Lease payments made to related parties are on mutually agreed basis.

#### 附註：

- (i) 景聰有限公司由本公司董事許世聰先生全資擁有。
- (ii) 百亮塑膠原料有限公司由本公司董事許國光先生全資擁有。
- (iii) 許世聰先生為本公司董事。

支付予有關連人士的應付租賃款項根據一般商業條款及條件訂立。



## NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (Continued)

### 20 EVENTS AFTER REPORTING PERIOD

During the year ended 30th June 2016, the Group received a claim from a customer in respect of the sales of alleged defective goods with claim amount approximately RMB5,000,000 (equivalent to approximately HK\$5,952,000). On 7th May 2019, Wenling City People's Court of Zhejiang Province (the "Court") has made a judgement, ordering the customer to return the unused goods to the Group for a refund of the respective sales.

During the year ended 30th June 2020, the customer further lodged a claim amounted to approximately RMB5,000,000 (equivalent to approximately HK\$5,952,000) in respect of originally closed claim disclosed as above. Following the hearing on 19th January 2021, the court has made its judgement on 29th January 2021, holding the Group liable to pay the customer compensation amounted to RMB3,193,000 (equivalent to approximately HK\$3,802,000). As at 31st December 2020, a full provision against such compensation has been made by the Group.

The Directors intended to lodge an appeal to the Court. As at the date of this report, no further court hearing has been held.

## 簡明綜合中期財務資料附註(續)

### 20 報告期後事項

於截至二零一六年六月三十日止年度，本集團收到一客戶就所謂的不合格產品提出約5,000,000人民幣(等值約5,952,000港元)的申索。於二零一九年五月七日，浙江省溫嶺市人民法院(「法院」)已作出判決並要求該客戶向本集團退回未使用之產品以換取相關銷售之退款。

於截至二零二零年六月三十日止年度，該客戶再就上述原已結案的申索提出約5,000,000人民幣(等值約5,952,000港元)的申索。於二零二一年一月十九日的審理後，法院已於二零二一年一月二十九日作出判決，裁定本集團需就客戶賠償支付共3,193,000人民幣(等值約3,802,000港元)。於二零二零年十二月三十一日，本集團已就此賠償作出全額撥備。

董事意向就此判決提出上訴。於本報告日並無進行進一步的審理。

## INTERIM AND SPECIAL DIVIDENDS

The Directors are pleased to declare an interim dividend of Hong Kong 1.0 cent per share for the six months ended 31st December 2020 to members whose names appear on the Register of Members on 26th March 2021. As a reward to the shareholders for their continuous support, having considered the business, financial and cash flow position of the Group, the Directors have also declared a special dividend of Hong Kong 1.0 cent per share for the six months ended 31st December 2020 to members whose names appear on the Register of Members on 26th March 2021. The interim dividend and the special dividend will be paid on or before 12th April 2021.

## CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Wednesday, 24th March 2021 to Friday, 26th March 2021 (both dates inclusive) during which period no transfer of shares will be registered. In order to qualify for the interim dividend and the special dividend, all properly completed transfer forms accompanied by the relevant share certificates must be lodged with the Company's Branch Share Registrar in Hong Kong, Union Registrars Limited, Suites 3301-04, 33/F., Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong not later than 4:00 p.m. on Tuesday, 23rd March 2021.

## MANAGEMENT DISCUSSION AND ANALYSIS

### BUSINESS REVIEW

In the second half of 2020, the COVID-19 pandemic continued spreading across the world and disabled global economies from returning to normal. However, stabilised oil prices and increased demand for raw materials became conducive to rising plastic material prices. Furthermore, with the pandemic brought under control and with the implementation of the inner circulation policy in Mainland China, the release of demand and resumption of production and exports grew faster than expected. As domestic consumption began to heat up, Mainland China's economy posted gradual recovery. International capital inflows to Mainland China led to the Renminbi exchange rate's appreciation. Riding on the boost from related short-term favourable factors, the sales performance of the Group's customers gradually returned to normal and their orders increased. As a result, the Group's business improved steadily. For the six months ended 31st December 2020, the Group's total turnover amounted to HK\$951,987,000 (2019: HK\$906,580,000), 5% higher than the previous year.

## 中期及特別股息

董事會欣然宣佈派發截至二零二零年十二月三十一日止六個月之中期股息每股1.0港仙予於二零二一年三月二十六日名列股東名冊之股東。為報答股東一直以來之支持，董事會亦於考慮過本集團之業務、財務及現金流狀況後，宣佈就截至二零二零年十二月三十一日止六個月派發特別股息每股1.0港仙予於二零二一年三月二十六日名列股東名冊之股東。中期股息及特別股息將於二零二一年四月十二日或之前支付。

## 暫停辦理股份過戶登記手續

本公司將由二零二一年三月二十四日(星期三)至二零二一年三月二十六日(星期五)，首尾兩天包括在內，暫停辦理股票過戶登記手續。為確保享有中期股息及特別股息，所有填妥之股份過戶文件連同有關股票，須於二零二一年三月二十三日(星期二)下午四時正前送達本公司之香港股份過戶登記分處，聯合證券登記有限公司，地址為香港北角英皇道338號華懋交易廣場2期33樓3301-04室，辦理登記。

## 管理層討論及分析

### 業務回顧

二零二零年下半年，新型冠狀病毒病(COVID-19)疫情全球持續蔓延，阻礙環球經濟恢復正常，然而油價回復平穩，原料需求擴大利好塑膠原料價格持續攀升。此外，受惠於國內疫情受控及內循環政策，需求釋放及生產和出口恢復速度快於預期，內需全面回暖，中國內地經濟逐漸復蘇，國際資本流入中國內地推動人民幣匯率升值。相關短期利好因素的刺激下，本集團客戶的銷情亦逐漸回復正常，訂單數量相應增加令本集團業務穩步改善。截至二零二零年十二月三十一日止六個月，本集團之總營業額為951,987,000港元(二零一九年：906,580,000港元)，較去年上升百分之五。



## MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

### BUSINESS REVIEW (Continued)

In addition to the improved operating environment during the period, the Group effectively implemented the strategy of continuously optimising its product mix, exerting greater efforts in clearing inventory and streamlining costs. Hence, the overall gross profit spiked by 44% to HK\$150,875,000 (2019: HK\$104,763,000) while the gross profit margin rose by 4.3 percentage points to 15.8% compared to the level in the last cooresponding period. Profit attributable to the Company's equity holders increased by 63.2 times to HK\$37,114,000 (2019: HK\$587,000). Basic earnings per share were HK10.05 cents (2019: HK0.16 cents).

To reward shareholders for their unwavering support, the Board of Directors ("the Board") recommended the payment of an interim dividend of HK1.0 cent per share (2019: Nil) and a special dividend of HK1.0 cent per share.

Despite challenges during the period, domestic consumption was fully restored, driven by the inner circulation policy. Moreover, increasing public awareness to hygiene due to the pandemic outbreak boosted surging demand for post-pandemic products, such as medical devices and air filter systems, generating more orders for the Group's plastic material trading business. Consequently, turnover grew by 5.5% to HK\$652,386,000 compared to the same period last year, making it the most improved performer among three major businesses during the interim period. Apart from maintaining close ties with existing customers and continuously producing electrical appliances and traditional automobiles to bring stable orders, the Group also provided materials to the developers of smart products, household goods and high-end kitchenware to open up income sources. Rising oil prices resulted in growing demand for raw materials, thereby leading to increasing plastic material prices. Due to the Group's effective reduction and control of inventory, inventory level has improved. Gross profit margin climbed by 3.6 percentage points compared to the same period in the previous year.

## 管理層討論及分析(續)

### 業務回顧(續)

期內，除了經營環境改善，本集團持續優化產品組合、加大力度清理庫存及精簡成本的策略得宜，令整體毛利大幅增加百分之四十四至150,875,000港元(二零一九年：104,763,000港元)，毛利率較去年同期增加四點三個百分點至百分之十五點八。公司股東應佔溢利大幅攀升六十三點二倍至37,114,000港元(二零一九年：587,000港元)。每股基本盈利為10.05港仙(二零一九年：0.16港仙)。

為回饋股東之不懈支持，董事會建議派發中期股息每股1.0港仙(二零一九年：無)及特別股息每股1.0港仙。

雖然期內面對不少挑戰，但在內循環政策的推動，國內消費進入全面恢復階段，加上疫情令市民對衛生意識日漸提高，帶動醫療器材、空氣過濾系統等後疫情產品需求急增，相關訂單增加利好塑膠原料貿易業務之營業額較去年同期上升百分之五點五至652,386,000港元，此業務亦在三大業務中期內表現獲得最顯著之改善。除了與現有客戶保持緊密聯繫，繼續生產電器、傳統汽車等產品為本集團帶來穩定的訂單外，本集團亦致力為智能產品、家居用品及高端廚房用品開發商提供所需原料，增加收入渠道。此外，油價上升帶動原料需求擴大，利好塑膠原料價格持續攀升，本集團有效減少及控制庫存，存貨情況得以改善，毛利率較去年同期上升三點六個百分點。

## MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

### BUSINESS REVIEW (Continued)

During the period under review, the work-from-home mode in different countries across the world that encouraged citizens to stay home and to go out less became the new normal, thus reshaping people's way of living and driving up the continued increase in demand for general home appliances such as kitchenware. Facing changes in consumers' consumption categories and habits, the Group's export customers also changed their sales strategy and shifted to the export of high-end kitchenware, such as cooking utensils, coffee machines and ovens for baking cakes and bread, in order to explore new income streams. Meanwhile, the Group also flexibly modified its existing product portfolio to meet the huge order demand from customers. As a result, turnover of the engineering plastic product business jumped by 21.5% to HK\$122,640,000. With the reduction of the Group's inventory due to rising plastic material prices, as well as the effective cost control measures, gross profit margin grew by 4.3 percentage points and profit before taxation surged by 44.2% to HK\$16,938,000 when compared to the same period in the previous year. Apart from maintaining its orders from internationally-renowned brands, the Group continued to enrich its product portfolio, leverage its business advantages, focus on promoting higher-margin products, and actively approach and engage in discussions with end customers, all in a bid to explore new income streams and expand its customer base. By capitalising on its industry experience of more than 50 years and excellent reputation, the Group is set to secure more orders and broaden its existing customer portfolio.

The pandemic has caused delays in the date of completion of various property projects. These delays, coupled with short-term demand for food packaging and basic necessities gradually returning to normal level, have led to a drop in the turnover of the colorants, pigments and compounded plastic resins segment to HK\$176,961,000 during the period. However, with the rise in plastic material prices, its gross profit margin increased by 4.8 percentage points, while profit before taxation was maintained at a similar level as that during the same period in the previous year. With the market undergoing consolidation in which only competent enterprises are able to survive, small enterprises, engaged in low-end manufacturing businesses with relatively lower cost control ability and lower technical standards, have been acquired and phased out. In this regard, the Group will continue implementing its proven business strategies and centralise resources in the production of high-end sanitary and electronic products. It will also raise the production capacity of its factories to secure high gross profit margin orders and maintain stable business development.

### 管理層討論及分析(續)

#### 業務回顧(續)

回顧期內，在家工作模式及各國政府鼓勵民眾留家減少外出成為新常態，重塑人們的生活模式，令一般家庭電器如廚具用品等需求持續上升。面對消費者的消費品類和行為習慣的轉變，本集團的出口客戶亦紛紛改變營銷策略，轉營出口高端廚具用品，包括煮食用具、咖啡機、烘焙蛋糕及麵包的烤爐等，尋求新出路。與此同時，本集團亦靈活改變現有產品組合以滿足客戶龐大訂單的需求，帶動工程塑料業務營業額錄得大幅增長百分之二十一點五至122,640,000港元。因塑膠原料價格高走讓本集團有效去存貨，以及成本控制見效，毛利率錄得四點三個百分點之增幅。除稅前盈利較去年同期錄得百分之四十四點二之增幅至16,938,000港元，業績表現亮麗。本集團除了將積極維持國際知名品牌訂單外，更透過持續豐富產品組合，善用企業優勢，以較高毛利率的產品為推廣重點，積極與終端客戶接洽，開闢新收入渠道及客戶群。透過本集團逾五十年的行業豐富經驗及優良企業商譽，將爭取更多訂單，豐富現有客戶組合。

多項房地產項目因疫情關係推遲竣工，以及市場對食品包裝及必需品的短暫需求逐漸調整至正常水平，令着色劑、色粉及混料業務於期內營業額回落至176,961,000港元。然而，受惠塑膠原料價格上升，毛利率增加四點八個百分點，除稅前盈利則維持於去年同期相約之水平。隨著市場持續汰弱留強的整合現象，成本控制能力和技術水準相對較低，以及從事低端製造的小型企業受疫情衝擊被合併淘汰。有見及此，本集團將維持行之有效的業務策略，集中增加生產高端衛浴產品及電子產品等。本集團將持續提升各廠房產能以爭取高毛利率的訂單，保持業務穩定發展。

## MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

### PROSPECTS

The world's economy is expected to recover with the launch of COVID-19 vaccines and the conclusion of the US presidential election. Looking ahead to the first half of 2021, Mainland China will continue focusing on the "domestic circulation" development strategy and rely on strong domestic demand to support economic recovery. Europe and the US will continue to be affected by the pandemic, making global economic growth prospects highly uncertain. If no widespread outbreak recurs going forward, the Group expects to see stable business development in the first half of 2021. The management is also cautiously optimistic in the Group's long term development.

As the post-COVID-19 new normal emerges, the Group believes kitchenware will become its growth driver in the future, particularly those which employ high-production technologies that will grab market attention. In addition to producing traditional products, the Group will draw on its corporate advantage and years of extensive industry experience to invest in resources that will advance high-end production technologies, including electric vehicles and other new energy vehicles-related products so as to further optimise its product mix.

Various real estate market data continued to improve at the end of last year according to the "National Real Estate Development and Sales in January to December 2020" issued by the National Bureau of Statistics. It is expected that the property market to gradually rebound in 2021, with annual growth rate estimated between 5% and 10% that will be favourable to the Group's sales of quality sanitary products.

As for cost control, the Group will continue implementing stringent cost control measures, including improving financing methods to maintain the existing low borrowing level and reducing administrative and distribution fees and production costs. It will also enhance overall administrative efficiency by sharing internal resources to achieve greater synergies and a solid financial position.

The Group was able to alleviate the pandemic's negative impact with the strong support of its management team and customers, as well as the diligence and contribution of all staff. I would like to extend to them my sincerest appreciation. As always, the Group will continue exerting relentless efforts to achieve long-term and stable growth as well as generate long-term returns for shareholders.

## 管理層討論及分析(續)

### 展望

隨著疫苗陸續推出及美國大選塵埃落定，環球經濟有望回暖。展望二零二一上半年，國內將保持內循環為發展主調，龐大的內需市場支持經濟復蘇，但歐美市場仍未能走出疫情陰霾，全球經濟增長前景仍存在高度不確定性。如疫情沒再出現大規模爆發，預期二零二一上半年本集團之業務將會轉趨穩定發展，管理層對未來長遠發展持審慎樂觀態度。

疫後新常態已漸成形，本集團相信廚具用品將繼續成為未來的增長點，高生產技術的將獲市場垂青。除了繼續生產傳統產品外，本集團將善用企業優勢及多年的行業豐富經驗，投入資源加強高端生產技術，包括電動車及其他新能源汽車相關產品，進一步優化產品組合。

此外，據國家統計局剛發表的《2020年1-12月份全國房地產開發投資和銷售情況》，房地產市場各項資料於去年年底均持續復蘇，預計二零二一年樓市逐步回暖，全年增速在百分之五至十之間，將利好本集團高質量的衛浴產品的銷售。

成本控制方面，本集團繼續嚴格執行成本控制措施，包括改善融資方式以保持現有低借貸水平、降低行政、分銷費用以及生產成本，並通過內部資源互享提升整體行政效率以發揮更大的協同效益，讓集團財務狀況更為穩健。

本集團成功減低疫情衝擊，離不開管理團隊及客戶的支援和全體員工的辛勞貢獻，我謹此表示誠摯的謝意。本集團會誠如以往不懈努力，竭盡所能實現長期穩定增長，為股東帶來長遠回報。

## LIQUIDITY AND FINANCIAL RESOURCES

The Group generally finances its operations with internally generated cashflow and banking facilities provided by its principal bankers. As at 31st December 2020, the Group has available aggregate bank loan facilities of approximately HK\$646,167,000 of which HK\$324,820,000 have been utilised and were secured by corporate guarantee issued by the Group and legal charges on certain leasehold land and buildings, investment properties and machinery and equipment in Mainland China and Hong Kong owned by the Group. The Group's cash and bank balances as at 31st December 2020 amounted to approximately HK\$155,639,000. The Group's gearing ratio as at 31st December 2020 was approximately 59%, based on the total bank borrowings of approximately HK\$321,762,000 and the shareholders' funds of approximately HK\$545,184,000.

Details of the Group's capital commitments are disclosed in Note 18 to the condensed consolidated interim financial information.

## FOREIGN EXCHANGE RISK

The Group's bank borrowings and cash and cash equivalents are primarily denominated in Hong Kong dollars, Renminbi and US dollars. The Group's purchases were principally denominated in US dollars. The Group closely monitors currency fluctuations and manages its exchange risk by entering into forward exchange contracts from time to time.

As at 31st December 2020, the Group had outstanding forward foreign exchange contracts mainly to purchase US dollars. The maximum notional principal amounts of these outstanding forward foreign exchange contracts at 31st December 2020 were as follows:

	2020 HK\$'000 千港元
Sell HK dollars for US dollars	185,640
沽港元以買入美元	

## 流動資金及財務資源

本集團一般以內部流動現金及主要銀行提供銀行貸款作為營運資金。於二零二零年十二月三十一日，本集團可動用銀行貸款約646,167,000港元，經已動用合共約324,820,000港元，該等貸款乃由本集團發出的擔保及本集團擁有之若干中國內地及香港租賃土地及樓宇、投資物業及機器及設備之法定抵押作擔保。本集團於二零二零年十二月三十一日之現金及銀行結餘約為155,639,000港元。根據銀行貸款總額約321,762,000港元及股東資金約545,184,000港元計算，本集團於二零二零年十二月三十一日之資產負債比率約為百分之五十九。

有關本集團之資本承擔已刊載於簡明綜合中期財務資料附註18。

## 外匯風險

本集團之銀行借貸及現金及現金等額主要為港元、人民幣及美元。本集團的採購主要以美元計算。本集團不時密切監察匯率波動情況及透過對沖遠期外匯合約管理匯率波動風險。

於二零二零年十二月三十一日，本集團有未交收外匯遠期合約主要以買美元。於二零二零年十二月三十一日此等未交收外匯遠期合約之最高設定本金額如下：

## EMPLOYEE INFORMATION

As at 31st December 2020, the Group employed a total of approximately 620 full-time employees. The Group's emolument policies are formulated on the performance of individual employees and are reviewed annually. The Group has an incentive scheme which is geared to the profit of the Group and the performance of its employees, as an incentive to motivate its employees to increase their contribution to the Group. The Group also provides social and medical insurance coverage, and provident fund scheme (as the case may be) to its employees depending on the location of such employees.

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

The Company has not redeemed any of its shares during the period. Neither the Company nor any of its subsidiaries has purchased or sold any of the Company's listed securities during the period.

## SHARE OPTIONS

On 22nd November 2012, the Company has adopted a share option scheme (the "Scheme") and terminated the share option scheme adopted by the Company on 5th December 2002. Under the terms of the Scheme, the Directors may, at their discretion, invite eligible participants to take up Share Options to subscribe for the shares of the Company subject to the terms and conditions stipulated therein.

No Share Options under the Scheme were granted, exercised or cancelled during the period.

## 僱員資料

於二零二零年十二月三十一日，本集團有合共約620名全職僱員。本集團之酬金政策乃按個別僱員之表現而制訂，並每年定期檢討。本集團亦為其僱員提供一個獎勵計劃，以鼓勵員工增加對公司之貢獻，惟須視本集團之溢利及僱員之表現而定。本集團不同地區之僱員亦獲提供社會及醫療保險保障以及公積金計劃。

## 購買、出售及贖回本公司之上市證券

本公司於期內並無贖回其股票。本公司或其任何附屬公司於期內亦無購買或出售本公司之上市證券。

## 購股權

本公司之股東於二零一二年十一月二十二日採納了購股權計劃（「購股權計劃」），並同日取消了本公司之股東於二零零二年十二月五日接納之購股權計劃。根據購股權計劃之條款及條件，董事會可酌情邀請合資格參與者接納可認購本公司股份之購股權。

於期內概無根據購股權計劃授出、行使或取消任何購股權。

## DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

At 31st December 2020, the interests and short positions of each Director and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")), as recorded in the register maintained by the Company under Section 352 of the SFO or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") contained in the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") were as follows:

### Ordinary shares of HK\$0.10 each in the Company

董事及最高行政人員於本公司或其任何相聯法團股份、相關股份及債券之權益及淡倉

於二零二零年十二月三十一日，本公司各董事及最高行政人員於本公司或其任何相關法團(定義見證券及期貨條例(「證券期貨條例」)第XV部)須向本公司申報之權益或已登記於根據證券期貨條例第352條存置之名冊之股份，相關股份及債券之權益及淡倉，或根據香港聯合交易所有限公司(「聯交所」)證券上市規則(「上市規則」)之上市公司董事進行證券交易的標準守則(「標準守則」)已向本公司及聯交所申報者如下：

### 本公司每股面值0.10港元之普通股

Name of Directors	董事姓名		Number of shares of the Company beneficially held			
			Personal interests	Corporate interests	Family interests	Other interests
			個人權益	法團權益	家屬權益	其他權益
Mr. HUI Sai Chung	許世聰先生	Long Positions 好倉	17,625,600	202,721,500(a)	—	—
Mr. HUI Kwok Kwong	許國光先生	Long Positions 好倉	19,850,400	198,803,500(b)	—	—
Mr. HUI Yan Kuen	許人權先生	Long Positions 好倉	—	—	—	(c)
Mr. HUI Yan Lung Geoffrey	許人龍先生	Long Positions 好倉	—	—	—	(d)
Mr. HUI Man Wai	許文偉先生	Long Positions 好倉	250,000	—	—	(e)



## DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION (Continued)

Notes:

- (a) 196,721,500 of these shares are held by Good Benefit Limited ("Good Benefit"), a company in which Ever Win Limited ("Ever Win") holds a 45.1% interest (note (e)). In addition, 6,000,000 shares are held by Ever Win directly.

50,001 ordinary shares of one Canadian dollar each in Ever Win are held by Mr. HUI Sai Chung. Mr. HUI Sai Chung and his spouse further own 33,957 and 5 class A non-convertible redeemable preferred shares of no par value in Ever Win respectively.

- (b) 196,721,500 of these shares are held by Good Benefit, a company in which Evergrow Company Limited ("Evergrow") holds a 45.1% interest (note (e)). In addition, 2,082,000 shares are held by Evergrow directly.

50,000 ordinary shares of one Canadian dollar each in Evergrow are held by Mr. HUI Kwok Kwong. Mr. HUI Kwok Kwong further owns 30,823 class A non-convertible redeemable preferred shares of no par value in Evergrow.

- (c) 196,721,500 of these shares are held by Good Benefit, a company in which Ever Win holds a 45.1% interest (note (e)). In addition, 6,000,000 shares are held by Ever Win directly. 333 ordinary shares of one Canadian dollar each in Ever Win are held by Mr. HUI Yan Kuen.

- (d) 196,721,500 of these shares are held by Good Benefit, a company in which Ever Win holds a 45.1% interest (note (e)). In addition, 6,000,000 shares are held by Ever Win directly. 333 ordinary shares of one Canadian dollar each in Ever Win are held by Mr. HUI Yan Lung Geoffrey.

董事及最高行政人員於本公司或其任何相聯法團股份、相關股份及債券之權益及淡倉(續)

附註：

- (a) 該等股份中之196,721,500股乃由Good Benefit Limited(「Good Benefit」)持有。Ever Win Limited(「Ever Win」)持有Good Benefit百分之四十五點一權益(附註(e))。此外，6,000,000股股份由Ever Win直接持有。

Ever Win每股面值1加元之普通股份50,001股由許世聰先生持有。許世聰先生及其配偶另分別擁有Ever Win A級無面值不可兌換可贖回優先股份33,957股及5股。

- (b) 該等股份中之196,721,500股乃由Good Benefit持有。Evergrow Company Limited(「Evergrow」)持有Good Benefit百分之四十五點一權益(附註(e))。此外，2,082,000股股份由Evergrow直接持有。

Evergrow每股面值1加元之普通股份50,000股由許國光先生持有。許國光先生另擁有Evergrow A級無面值不可兌換可贖回優先股份30,823股。

- (c) 該等股份中之196,721,500股乃由Good Benefit持有。Ever Win持有Good Benefit百分之四十五點一權益(附註(e))。此外，6,000,000股股份由Ever Win直接持有。Ever Win每股面值1加元之普通股份333股由許人權先生持有。

- (d) 該等股份中之196,721,500股乃由Good Benefit持有。Ever Win持有Good Benefit百分之四十五點一權益(附註(e))。此外，6,000,000股股份由Ever Win直接持有。Ever Win每股面值1加元之普通股份333股由許人龍先生持有。

## DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION (Continued)

Notes: (Continued)

- (e) The beneficial interests of the Directors in the share capital of Good Benefit, which held 196,721,500 shares of the Company as at 31st December 2020 are as follows:

Name of Directors	董事姓名	Number of shares 股份數目	Percentage of holding 持股百分比
Mr. HUI Sai Chung	許世聰先生	4,510	45.1%
Mr. HUI Kwok Kwong	許國光先生	4,510	45.1%
Mr. HUI Man Wai	許文偉先生	360	3.6%
Others	其他	620	6.2%
		10,000	100.0%

At 31st December 2020, the following Directors owned interests in non-voting deferred shares in Ngai Hing Hong Plastic Materials Limited, which are subject to an option granted to Ngai Hing (International) Company Limited to acquire the said non-voting deferred shares.

Name of Directors	董事姓名	Number of non-voting deferred shares held 持有無投票權遞延股份數目	
		Personal interests 個人權益	Other interests 其他權益
Mr. HUI Sai Chung	許世聰先生	200,000	50,000 (i)
Mr. HUI Kwok Kwong	許國光先生	200,000	50,000 (ii)

Notes:

- (i) These shares are held by Ever Win.  
(ii) These shares are held by Evergrow.

董事及最高行政人員於本公司或其任何相聯法團股份、相關股份及債券之權益及淡倉(續)

附註：(續)

- (e) 董事在Good Benefit(於二零二零年十二月三十一日持有本公司196,721,500股股份)股本之實益權益如下：

於二零二零年十二月三十一日，下列董事擁有毅興塑膠原料有限公司無投票權遞延股份權益，而該公司並已授予Ngai Hing (International) Company Limited可購買上述無投票權遞延股份之購股權。

附註：

- (i) 該等股份由Ever Win持有。  
(ii) 該等股份由Evergrow持有。



## DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION (Continued)

Save as disclosed above and other than certain nominee shares in the subsidiaries of the Company held by certain Directors of the Company in trust for the Group as at 31st December 2020, none of the Directors and chief executives have any beneficial or non-beneficial interests in the share capital of the Company and associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

Save as disclosed under the section headed by "Share Options" above,

- (a) at no time during the period was the Company, its holding company or any of its subsidiaries a party to any arrangements to enable the Directors or chief executives of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate; and
- (b) none of the Directors, chief executives, their spouses or children under the age of 18 had been granted any right to subscribe for shares in or debentures of the Company, or exercised any such right.

## SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 31st December 2020, the register of substantial shareholders maintained under Section 336 of the SFO shows that the Company had not been notified of any substantial shareholders' interests and short positions, being 5% or more of the Company's issued share capital, other than those of the Directors and chief executives as disclosed above.

## 董事及最高行政人員於本公司或其任何相聯法團股份、相關股份及債券之權益及淡倉(續)

除上文所披露及本公司若干董事以信託方式代本集團持有本公司若干附屬公司代理人股份外，於二零二零年十二月三十一日，根據證券期貨條例第352條規定存置之名冊所記錄或根據標準守則而向本公司及聯交所作出的知會，各董事及最高行政人員於本公司及相關法團(具有證券期貨條例第XV部的涵義)之股本中概無擁有任何根據證券期貨條例須予披露之實益或非實益權益。

除上述「購股權」一段所列外：

- (a) 於本期間任何時間內，本公司、其控股公司或其任何附屬公司並無參與訂立任何安排，致使本公司董事或最高行政人員可藉購買本公司或任何其他法人團體之股份或債券而獲益；及
- (b) 各董事、最高行政人員、其配偶或十八歲以下之子女概無獲授予可認購本公司股份或債券之權利，或已行使此等權利。

## 主要股東於本公司股份及相關股份之權益及淡倉

除上文所披露有關董事之權益外，根據本公司按證券期貨條例第336條而存置之主要股東名冊所顯示，本公司概無接獲任何人士於二零二零年十二月三十一日擁有本公司已發行股本百分之五或以上權益及淡倉之通知。

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

The Company has adopted the Model Code as set out in Appendix 10 to the Listing Rules as its own code of conduct regarding directors' securities transaction. The Company has made specific enquiry to all Directors and all Directors confirmed that they had complied with the required standard of dealings set out therein during the period.

## CORPORATE GOVERNANCE PRACTICE

The Company is committed to the establishment of good corporate governance practices and procedures which serve as an important element of risk management throughout the growth and expansion of the Company. The Company emphasises on maintaining and carrying out sound, solid and effective corporate governance principles and structures.

The Company has complied with all the applicable code provisions as set out in Corporate Governance Code and Corporate Governance Report to the Appendix 14 of the Listing Rules (the "CG Code") throughout the six months ended 31st December 2020, except for the deviation as mentioned below.

According to the code provision A.2.1 of the CG Code, the roles of chairman and chief executive should be separate and should not be performed by the same individual. Up to the date of this interim report, the Board has not appointed any individual to be the chief executive. The roles of the chief executive have been performed collectively by all the executive directors, including the chairman, of the Company. The Board considers that this arrangement allows contributions from all executive directors with different expertise and is beneficial to the continuity of the Company's policies and strategies. Going forward, the Board will periodically review the effectiveness of this arrangement and considers appointing an individual to chief executive when it thinks appropriate.

For the purpose of enhancing the risk management and internal control systems, the Company has engaged an external consultant to assist the Board and the audit committee of the Company (the "Audit Committee") in ongoing monitoring and in performing the internal audit functions for the Group. Deficiencies in the design and implementation of internal controls are identified and recommendations are proposed for improvement. Significant internal control deficiencies are reported to the Audit Committee and the Board on a timely basis to ensure prompt remediation actions are taken.

## 遵守董事進行證券交易之標準守則

本公司已採納上市規則附錄10所載之標準守則作為董事進行證券交易之標準守則。本公司已向所有董事作出特定查詢，而全體董事已確認彼等於期內均有遵守當中所要求之買賣標準。

## 企業管治常規

本公司致力建立良好企業管治常規及程序，在擴大本公司的業務中，該常規及程序為風險管理之重要元素。本公司著重維持及執行優良、穩健及有效的良好企業管治常規及架構。

除下文所述的偏離外，截至二零二零年十二月三十一日止六個月，本公司一直遵守上市規則附錄14《企業管治守則》及《企業管治報告》(「守則」)所載列之所有適用守則條文。

根據守則條文第A.2.1條，主席及行政總裁之職能應分開，不應由一人同時兼任。直至本中期報告日期，董事會尚未委任任何人士擔任行政總裁。行政總裁之職責乃由本公司所有執行董事(包括主席)共同擔任。董事會認為，該安排讓各位擁有不同專業的執行董事共同決策，亦可貫徹執行本公司之政策及策略，故符合本集團利益。展望未來，董事會將定期檢討該安排之成效，及考慮於適當時候委任行政總裁。

就加強風險管理及內部監控系統，本公司已委聘外界顧問負責協助董事會及本公司的審核委員會(「審核委員會」)以持續監控及執行本集團之內部審核功能，並將發現內部監控設計及執行之缺失及提供改善建議。重大內部監控缺失將適時向董事會及審核委員匯報以確保儘快執行整改行動。



## CORPORATE GOVERNANCE PRACTICE (Continued)

The Board has reviewed and considered the Group's risk management and internal control systems were effective and adequate during the period. The risk management and internal control systems of the Group are designed to manage rather than eliminate the risk of failure to achieve business objectives, and can only provide reasonable and not absolute assurance against material misstatement or loss.

## NOMINATION COMMITTEE

The Company has formulated written terms of reference for the nomination committee of the Company (the "Nomination Committee") in accordance with the requirements of the Stock Exchange. The Nomination Committee consists of all independent non-executive Directors, namely Mr. HO Wai Chi, Paul, Mr. CHING Yu Lung and Mr. YU Chi Kwong and an executive Director, Mr. HUI Sai Chung.

The Nomination Committee is responsible for reviewing the structure, size and composition of the Board (including the skills, knowledge and experience) on a regular basis and make recommendations to the Board regarding any proposed changes; identifying individuals suitably qualified to become Board members and select or make recommendations to the Board on the selection of, individuals nominated for directorships; assessing the independence of independent non-executive Directors; and making recommendations to the Board on relevant matters relating to the appointment or re-appointment of Directors and succession planning for Directors. The Nomination Committee would review the Board's composition from time to time where Board diversity would be considered from a number of aspects, including but not limited to gender, age, cultural and education background, ethnicity, professional experience, skills, knowledge and length of services. The Nomination Committee meets at least once a year to assess the structure, size and composition of the Board.

## 企業管治常規(續)

本期間內董事會已檢討本集團的風險管理及內部監控系統的有效性，並認為已足夠。設立本集團的風險管理及內部監控系統旨在管理而非消除未能達成業務目標之風險，並只合理而非絕對保證可防範重大失實陳述或損失。

## 提名委員會

本公司根據聯交所之規定擬定本公司的提名委員會(「提名委員會」)的職權範圍。提名委員會由全體獨立非執行董事(何偉志先生、程如龍先生及余志光先生)及一名執行董事(許世聰先生)組成。

提名委員會負責定期檢討董事會的架構、規模及組合(包括技術、知識及經驗)，並就任何建議變更向董事會提出意見；識別具合適資格成為董事會成員的個人及就獲提名成為董事的個人作出篩選或向董事會作出選擇建議；評定獨立非執行董事的獨立性；及就有關董事的委任或再委任及董事的接任計劃之相關事項向董事會提供建議。提名委員會不時檢討董事會之組成，從多個方面考慮董事會成員多元化，包括但不限於性別、年齡、文化及教育背景、種族、專業經驗、技能、知識以及服務年期。提名委員會每年最少就董事會的架構、規模及組合舉行一次會議。

## AUDIT COMMITTEE

The Company has formulated written terms of reference for the Audit Committee in accordance with the requirements of the Stock Exchange. The Audit Committee consists of all independent non-executive Directors, namely Mr. HO Wai Chi, Paul, Mr. CHING Yu Lung and Mr. YU Chi Kwong.

The principal duties of the Audit Committee are to ensure the objectivity and credibility of financial reporting and internal control procedures as well as to maintain an appropriate relationship with the external auditor of the Company. The terms of reference of the Audit Committee are aligned with the recommendations set out in "A Guide for Effective Audit Committees" issued by the Hong Kong Institute of Certified Public Accountants and Listing Rules.

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including a review of the unaudited condensed consolidated interim financial information for the six months ended 31st December 2020 with the Directors.

## REMUNERATION COMMITTEE

The Company has formulated written terms of reference for the remuneration committee of the Company (the "Remuneration Committee") in accordance with the requirements of the Stock Exchange. The Remuneration Committee consists of three independent non-executive Directors, namely Mr. HO Wai Chi, Paul, Mr. CHING Yu Lung and Mr. YU Chi Kwong and an executive Director, Mr. HUI Sai Chung.

The Remuneration Committee is responsible for ensuring formal and transparent procedures for developing remuneration policies and making recommendations to the Board on the remuneration packages of the individual executive Director and senior management. This includes benefits in kind, pension rights and compensation payments, including any compensation payable for loss or termination of their office or appointment. It takes into consideration on factors such as salaries paid by comparable companies, time commitment and responsibilities of Directors and senior management. The Remuneration Committee meets at least once a year to assess the performance and review the annual salaries and bonus of the senior executives.

## 審核委員會

本公司根據聯交所之規定擬定審核委員會之職權範圍。審核委員會由全體獨立非執行董事(何偉志先生、程如龍先生及余志光先生)組成。

審核委員會主要職責為確保財務報告及內部監控程序之客觀性及可信度，以及與本公司外聘的核數師保持良好關係。審核委員會的職權範圍與香港會計師公會頒布的《審核委員會有效運作指引》及上市規則內載的建議相符。

審核委員會已經與管理層審閱本集團所採納之會計原則及方法，並與董事討論有關內部監控及財務匯報事宜，包括審閱截至二零二零年十二月三十一日止六個月之未經審核簡明綜合中期財務資料。

## 薪酬委員會

本公司根據聯交所之規定擬定本公司的薪酬委員會(「薪酬委員會」)之職權範圍。薪酬委員會由三位獨立非執行董事(何偉志先生、程如龍先生及余志光先生)及一位執行董事(許世聰先生)組成。

薪酬委員會負責確保正式及具透明度之薪酬政策制訂程序，及向董事會就個別執行董事及高級管理層之薪酬組合提出建議，這包括實物利益、退休金權利及補償(當中包括因失去或中止其職務或委任引致之任何應付補償)。薪酬委員會考慮之因素包括可比較公司之薪金水平、各董事及高級管理人員所投入之時間及職責等。薪酬委員會每年最少舉行一次會議以評估表現及審閱高級管理人員每年之薪酬及獎金。

## CORPORATE GOVERNANCE COMMITTEE

The Company has formulated written terms of reference for the corporate governance committee of the Company (the "Corporate Governance Committee") in accordance with the CG Code. The Corporate Governance Committee consists of all independent non-executive Directors, namely Mr. HO Wai Chi, Paul, Mr. CHING Yu Lung and Mr. YU Chi Kwong.

The Corporate Governance Committee is responsible for developing and reviewing the policies and practices on corporate governance of the Group and making recommendations to the Board; reviewing and monitoring the training and continuous professional development of Directors and senior management; reviewing and monitoring the Group's policies and practices on compliance with legal and regulatory requirements; developing, reviewing and monitoring the code of conduct and compliance manual (if any) applicable to employees and Directors; and reviewing the Group's compliance with the CG Code and disclosure in the Corporate Governance Report of the Company. The Corporate Governance Committee meets at least once a year to review the corporate governance functions.

On behalf of the Board

**HUI Sai Chung**

*Chairman*

Hong Kong,

25th February 2021

## 企業管治委員會

本公司根據守則之規定擬定本公司的企業管治委員會(「企業管治委員會」)的職權範圍。企業管治委員會由全體獨立非執行董事(何偉志先生、程如龍先生及余志光先生)組成。

企業管治委員會負責發展及檢討本集團企業管治的政策及實施並向董事會提出意見；檢討及監察董事及高級管理人員的培訓及持續專業進修；檢討及監察本集團就法律及規則的合規性要求的政策及實施；發展、檢討及監察適用於員工及董事的行為準則及合規手冊(如有)；及檢討本集團就守則的合規性及本公司於企業管治報告的披露。企業管治委員會每年最少就企業管治功能舉行一次會議。

代表董事會

主席

**許世聰**

香港，

二零二一年二月二十五日



Ngai Hing Hong Company Limited  
毅興行有限公司

