



華人策略控股有限公司

Chinese Strategic Holdings Limited

*(incorporated in Bermuda with limited liability)*

Stock Code: 8089

FIRST QUARTERLY  
REPORT 2019

## CHARACTERISTICS OF GEM OF THE EXCHANGE

**GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.**

**Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.**

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the “Exchange”) take no responsibility for the contents of this report, 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 report.*

*This report, for which the directors (the “Directors”) of Chinese Strategic Holdings Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Exchange (“GEM Listing Rules”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.*

*This report will remain on the “Latest Listed Company Information” page of the GEM website at [www.hkgem.com](http://www.hkgem.com) for at least 7 days and on the Company website at [www.chinesestrategic.com](http://www.chinesestrategic.com) from the date of its publication.*

The board of directors (the “**Board**”) of Chinese Strategic Holdings Limited (the “**Company**”) hereby announces the unaudited condensed consolidated results of the Company and its subsidiaries (collectively, the “**Group**”) for the three months ended 31 March 2019, together with the comparative figures for the corresponding period in year 2018, as follows:

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

	Notes	Three months ended	
		31 March	
		2019 (Unaudited) HK\$'000	2018 (Unaudited) HK\$'000
Revenue	3	<b>670</b>	10,568
Cost of sales		<b>(26)</b>	(9,068)
Gross profit		<b>644</b>	1,500
Other income and gains		<b>5</b>	1
Administrative expenses		<b>(14,927)</b>	(21,122)
Changes in fair values in investment properties, net		–	1,100
Changes in fair values of investments held for trading, net		–	(13,120)
Loss on disposals of investments held for trading, net		–	(13,570)
Changes in fair values of convertible instruments designated as financial assets at fair value through profit or loss, net		–	79
Loss on disposal of financial assets at fair value through profit or loss, net		<b>(1,390)</b>	–
Loss from changes in fair value of financial assets at fair value through profit or loss, net		<b>(156)</b>	–
Loss on disposal of subsidiaries		–	(1,653)
Share of profit (loss) of joint ventures		<b>772</b>	(235)
Operating loss		<b>(15,052)</b>	(47,020)
Finance costs	4	<b>(4,250)</b>	(5,454)
Loss before tax		<b>(19,302)</b>	(52,474)
Income tax expenses	5	–	–
Loss for the period	6	<b>(19,302)</b>	(52,474)

		<b>Three months ended</b>	
		<b>31 March</b>	
		<b>2019</b>	2018
		<b>(Unaudited)</b>	(Unaudited)
<i>Notes</i>		<b>HK\$'000</b>	<i>HK\$'000</i>
<b>Other comprehensive income (expense)</b>			
<b><i>Items that may be reclassified subsequently to profit or loss:</i></b>			
	Exchange differences arising on translation of foreign operations	–	4
	Other comprehensive expense for the period, net of income tax	–	4
	Total comprehensive expense for the period	<b>(19,302)</b>	(52,470)
	(Loss) profit for the period attributable to:		
	Owners of the Company	<b>(19,415)</b>	(52,667)
	Non-controlling interests	<b>113</b>	193
		<b>(19,302)</b>	(52,474)
	Total comprehensive (expense) income attributable to:		
	Owners of the Company	<b>(19,415)</b>	(52,663)
	Non-controlling interests	<b>113</b>	193
		<b>(19,302)</b>	(52,470)
	Loss per share		
	Basic (HK cents)	<b>(9.23) cents</b>	(25.47) cents
	Diluted (HK cents)	<b>N/A</b>	N/A

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2019

	Attributable to owners of the Company									
	Share capital HK\$'000	Share premium HK\$'000	Contributed surplus HK\$'000	Share options reserve HK\$'000	Investment revaluation reserve HK\$'000	Transition reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000	Non-controlling interests HK\$'000	Total HK\$'000
At 1 January 2018 (audited)	2,068	3,168,665	7,914	11,547	-	2,806	(2,684,354)	508,646	30,640	539,286
(Loss) profit for the period	-	-	-	-	-	-	(52,667)	(52,667)	193	(52,474)
Other comprehensive (expense) income for the period	-	-	-	-	-	4	-	4	-	4
Total comprehensive (expense) income for the period	-	-	-	-	-	4	(52,667)	(52,663)	193	(52,470)
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	10	10
At 31 March 2018 (unaudited)	2,068	3,168,665	7,914	11,547	-	2,810	(2,737,021)	455,983	30,843	486,826
At 1 January 2019 (audited)	2,068	3,168,665	7,914	8,484	(3,966)	(5,891)	(2,955,035)	224,339	32,981	257,320
(Loss) profit for the period	-	-	-	-	-	-	(19,415)	(19,415)	113	(19,302)
Other comprehensive (expense) income for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive (expense) income for the period	-	-	-	-	-	-	(19,415)	(19,415)	113	(19,302)
Issuance of shares upon placing	275	9,357	-	-	-	-	-	9,632	-	9,632
Transaction cost attributable to issuance of shares upon placing	-	(105)	-	-	-	-	-	(105)	-	(105)
At 31 March 2019 (unaudited)	2,343	3,177,917	7,914	8,484	(3,966)	(5,891)	(2,972,490)	214,351	33,094	247,445

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL RESULTS

### 1. COMPANY INFORMATION

The Company is incorporated in Bermuda as an exempted company with limited liability and its shares are listed on the GEM of The Stock Exchange of Hong Kong Limited (the “**Exchange**”) since 18 May 2000. The address of its registered office is Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda, and its principal place of business is located at 2nd Floor, Lee Kum Kee Central, 54-58 Des Voeux Road Central, Hong Kong.

The principal activity of the Company is investment holding, and the principal activities of its subsidiaries are properties investments, securities trading, loan financing, trading business and advising on securities and asset management.

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

### 2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

The unaudited condensed consolidated financial results have been prepared in accordance with the Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and the applicable disclosure requirements of the GEM Listing Rules.

The unaudited condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair values.

The accounting policies and methods of computation used in preparing the unaudited condensed consolidated financial results are consistent with those adopted by the Group in its annual financial statements for the year ended 31 December 2018 (the “**2018 Financial Statements**”), except for the new and revised HKFRSs (“**New HKFRSs**”) issued by HKICPA which have become effective in this period as detailed in notes of the 2018 Financial Statements. The Directors believe that the application of the New HKFRSs has no material impact on the unaudited condensed consolidated financial results.

### 3. REVENUE

Revenue represents the aggregate of rental income, interest income from loan financing, sales of goods and dividend income from financial assets at fair value through profit or loss during the period. The following is an analysis of the Group's revenue:

	Three months ended 31 March	
	2019	2018
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Rental income	357	663
Interest income from the provision of loan financing	307	455
Sales of goods	–	9,450
Dividend income from financial assets at fair value through profit or loss	6	–
	<b>670</b>	<b>10,568</b>

### 4. FINANCE COSTS

	Three months ended 31 March	
	2019	2018
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Interests on:		
Bank borrowings	665	124
Other loans	2,412	3,758
Bond payables	939	939
Obligations under finance leases	16	12
Margin accounts	218	621
	<b>4,250</b>	<b>5,454</b>

## 5. INCOME TAX EXPENSES

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profits for the three months ended 31 March 2019 and 31 March 2018.

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 the three months ended 31 March 2019 and 31 March 2018.

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

## 6. LOSS FOR THE PERIOD

	<b>Three months ended</b>	
	<b>31 March</b>	
	<b>2019</b>	2018
	<b>(Unaudited)</b>	(Unaudited)
	<b>HK\$'000</b>	HK\$'000
Loss for the period has been arrived at after charging (crediting):		
Staff costs including directors' emoluments:		
Salaries and allowances	5,750	7,663
Contributions to retirement benefits scheme	165	178
	<b>5,915</b>	7,841
Depreciation of plant and equipment	605	698
Amortisation of prepaid lease payment	97	97
Minimum lease payments under operating leases	993	1,063
Gross rental income	(357)	(663)
Less: outgoings (included in cost of sales)	26	68
Net rental income	<b>(331)</b>	(595)

## 7. DIVIDEND

No dividend was paid or proposed for ordinary shares of the Company during the three months ended 31 March 2019 and 31 March 2018, nor has any dividend been proposed since 31 March 2019 and up to the date of this report.



## 8. LOSS PER SHARE

The calculation of the basic and diluted loss per share attributable to the owners of the Company is based on the following data:

	Three months ended	
	31 March	
	2019	2018
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
<b>Loss</b>		
Loss for the period attributable to owners of the Company for the purpose of basic loss per share	(19,415)	(52,667)
	'000	'000
<b>Number of shares</b>		
Weighted average number of ordinary shares for the purpose of basic loss per share	210,447	206,778
Effect of dilutive potential ordinary shares: – Share options	N/A	N/A
Weighted average number of ordinary shares for the purpose of diluted loss per share	210,447	206,778

The computation of diluted loss per share for the three months ended 31 March 2019 and 31 March 2018 does not assume the exercise of the Company's share options, since it would result in a decrease in loss per share for the period which is regarded as anti-dilutive.

## 9. EVENT AFTER THE REPORTING PERIOD

On 12 April 2019, a wholly-owned subsidiary of the Company, Perfect Plus Investment Limited ("Perfect Plus"), entered into a sale and purchase agreement with a purchaser (the "Purchaser"), an independent third party of the Group, pursuant to which Perfect Plus agreed to sell, and the Purchaser agreed to acquire the entire issued share capital of Gain Millennia Limited, a wholly-owned subsidiary of the Company, for a consideration of approximately HK\$2,200,000.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Financial Performance

For the three months ended 31 March 2019, the Group recorded a revenue of approximately HK\$670,000 (three months ended 31 March 2018: approximately HK\$10,568,000), representing a decrease of approximately 93.66% as compared with the last corresponding period. The decrease in revenue was mainly due to the decrease in revenue of trading business during the three months ended 31 March 2019.

Administrative expenses for the three months ended 31 March 2019 was approximately HK\$14,927,000 (three months ended 31 March 2018: approximately HK\$21,122,000), representing a decrease of 29.33% as compared with the last corresponding period. The decrease in expenses was mainly due to decrease in consultancy fee and staff costs.

The Group incurred finance costs of approximately HK\$4,250,000 for the three months ended 31 March 2019 (three months ended 31 March 2018: approximately HK\$5,454,000), which mainly comprised interest on interest bearing bank borrowing and other borrowings, margin accounts and bonds.

The loss attributable to the owners of the Company for the three months ended 31 March 2019 aggregated at approximately HK\$19,415,000 (three months ended 31 March 2018: approximately HK\$52,667,000). Loss for the period was mainly attributable to administrative expenses of approximately HK\$14,927,000, loss on disposals of financial assets at fair value through profit or loss ("FVTPL") of approximately HK\$1,390,000 and finance costs of approximately HK\$4,250,000. The basic loss per share for the three months ended 31 March 2019 was HK9.23 cents (three months ended 31 March 2018: HK25.47 cents).

### Business Review and Outlook

The Group recorded a rental income of approximately HK\$357,000 for the three months ended 31 March 2019 (three months ended 31 March 2018: approximately HK\$663,000) through properties leasing. All the properties are for residential use and have committed tenants normally for two years. Rental income provided steady cash flow over the period, and this trend is expected to continue. The management remains cautiously optimistic about the property market.

As at 31 March 2019, the Group had financial assets at FVTPL which represent listed securities in Hong Kong amounted to approximately HK\$26,581,000, representing 5.36% of the total assets of the Group (31 December 2018: approximately HK\$33,294,000). During the period under review, the Group recorded a loss arising from the fair values changes of financial assets at FVTPL of approximately HK\$156,000 (three months ended 31 March 2018: loss of approximately HK\$13,120,000) and a loss on disposals of financial assets at FVTPL of approximately HK\$1,390,000 (three months ended 31 March 2018: loss of approximately HK\$13,570,000). The Group held certain unlisted instruments classified as financial assets at FVTPL, amounted to approximately HK\$7,468,000 as at 31 March 2019 (31 December 2018: approximately HK\$7,468,000). The Group will remain both prudent and cautious in the securities investment business with the aim of achieving healthy investment returns.

The performance of loan financing business was not satisfactory with tightened credit policy and keen market competition. As compared with the same period last year, the interest income dropped by 32.53% from approximately HK\$455,000 to approximately HK\$307,000. The Group will explore the opportunity to further develop loan financing business.

The Group diversified its revenue by launching trading business in the last quarter of 2017. The revenue and operating loss of tea leaves trading were approximately HK\$ Nil and HK\$ Nil respectively for the three months ended 31 March 2019 (31 December 2018: approximately HK\$20,544,000 and HK\$1,088,000 respectively). The Group will continue to explore other potential trading products with reasonable returns.

### Fund Raising Activities

On 4 March 2019, the Company, Excel Precise Securities Limited and Paragon Securities Limited (the **"Placing Agents"**) entered into a placing Agreement (the **"Placing Agreement"**) pursuant to which the Company proposed to offer the subscription of up to 41,000,000 placing shares (the **"Placing Shares"**) at the placing price of HK\$0.35 per Placing Share under general mandate and appoint the Placing Agents to place and to procure subscriptions for the Placing Shares on a best-effort basis, not less than six places (the **"Placing"**).

The conditions set out in the precedent to the Placing Agreement were fulfilled on 20 March 2019 and completion of the Placing took place. An aggregate of 27,518,400 Placing Shares had been successfully placed by the Placing Agents to not less than six places at the Placing Price of HK\$0.35 per Placing Share pursuant to the terms of the Placing Agreement.

Details are set out in the announcements of the Company dated 4 March 2019 and 20 March 2019.

### **Liquidity and Financial Resources**

The Group principally finances its operations through a combination of shareholders' equity, internally generated cash flows and borrowings.

The Group had cash and cash equivalent of approximately HK\$2,793,000 (31 December 2018: approximately HK\$7,185,000), interest-bearing borrowings of approximately HK\$126,483,000 (31 December 2018: approximately HK\$142,349,000) and bond payables of HK\$50,000,000 (31 December 2018: HK\$50,000,000).

As at 31 March 2019, the gearing ratio (measured as total liabilities to total assets) was approximately 50.1% (31 December 2018: approximately 51.0%).

### **Capital Structure**

As at 31 March 2019 after the Placing, the Company's issued share capital was HK\$2,342,959 (31 December 2018: HK\$2,067,775), divided into 234,295,913 shares of HK\$0.01 each (31 December 2018: 206,777,513 shares of HK\$0.01 each).

### **Capital Commitments**

As at 31 March 2019 and 31 December 2018, the Group did not have any capital commitments.

### **Contingent Liabilities**

As at 31 March 2019 and 31 December 2018, the Group did not have any material contingent liability.

## **Charges on Assets**

As at 31 March 2019, investment properties and certain financial assets at FVTPL with an aggregate carrying value of approximately HK\$178,154,000 (31 December 2018: approximately HK\$179,562,000) have been pledged to banks and other financial institutions to secure the credit facilities granted to the Group.

## **Significant Investment**

Save as disclosed in this report, the Group did not have any other significant investment during the three months ended 31 March 2019.

## **Material Acquisition and Disposal**

Save as disclosed in this report, the Group did not process any material acquisition or disposal of subsidiaries or joint ventures during the three months ended 31 March 2019.

## **Litigations**

Reference is made to page 12 of 2018 Annual Report of the Company which discloses particulars on and progress of litigation matters in which the Company and/or its subsidiaries are involved.

The Company will announce or disclose the conduct of litigation matters and/or outcome of enforcement wherever appropriate or necessary.

## **Advance to an Entity**

On 15 February 2015 and 24 March 2015, Hong Kong Entertainment (Overseas) Investments Limited ("**HKE**") and Tinian Entertainment Co., Ltd ("**TEC**"), a former indirect wholly-owned subsidiary of the Company, entered into a provisional operating agreement and operating agreement respectively ("**Operating Agreement**") under which HKE intended to lease to TEC and TEC intended to lease from HKE, the leased property comprising of the Hotel-Casino Complex and the relevant assets at the occupation fees of approximately HK\$133,000,000. Upon the entering into the Operating Agreement, TEC has paid HKE a refundable deposit of HK\$50,000,000, which has been set off with part of the rental prepayment repayable by HKE.

Following to the term sheet of 7 April 2016 and the restructuring agreement of 29 April 2016 regarding the restructuring of the Hotel-Casino Complex, the total outstanding amount due from HKE to Gain Millennia Limited (the “**GML**”) an indirect wholly-owned subsidiary of the Company and TEC and other moneys payable by HKE to GML and/or its affiliated companies is HK\$164,624,000 (the “**GML Outstanding Amount**”). Pursuant to the restructuring agreement, a new company incorporated by Mr. Chen Chien Yeh (“**NewCo**”) shall issue a convertible bonds in a principal sum of USD21,150,002 to GML or its nominee as a full and final settlement of the GML Outstanding Amount. On 29 June 2016, a supplemental agreement was entered into to extend the long stop date of the restructuring agreement from 30 June 2016 to 30 September 2016. On 30 September 2016 the restructuring agreement lapsed. As at 31 March 2019, the net amount due and owing by HKE in the aggregate sum of HK\$164,624,000.

The management has taken a prudent approach and made full impairment of the GML Outstanding Amount during the year ended 31 December 2016. On 12 April 2019, the GML outstanding Amount has been written off as resolved and approved by the Board.

Details are set out in the announcements of the Company dated 23 February 2015, 3 March 2015, 20 April 2015, 7 April 2016, 29 April 2016, 11 May 2016 and 29 June 2016.

## **DIRECTORS’ AND CHIEF EXECUTIVES’ INTERESTS IN SHARES OF THE COMPANY**

As at 31 March 2019, the interests and short positions of the Directors and the chief executives of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “**SFO**”), as recorded in the register required to be kept by the Company under Section 352 of the SFO or otherwise notified to the Company and the Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which the Directors and the chief executives of the Company were deemed or taken to have under such provision of the SFO), or which were recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Exchange pursuant to the required standard of dealings by directors of listed issuer as referred to in Rule 5.46 of the GEM Listing Rules were as follows:

## Long position in shares and underlying shares of the Company

Name of Director	Type of interests	Number of issued ordinary shares held	Number of underlying shares	Approximate percentage of the issued share capital
Lam Kwok Hing Wilfred	Beneficial owner	–	297,870 (Note)	0.12%
Chan Shui Sheung Ivy	Beneficial owner	9,000	297,870 (Note)	0.13%
Mok Tsan San	Beneficial owner	–	297,870 (Note)	0.12%

*Note:*

All underlying shares are share options granted by the Company on 23 March 2016 under the Company's share option scheme at the exercise price of HK\$6.1640 per share which was adjusted after taking into account the effect of the open offer and share consolidation of the shares became effective on 26 June 2017 and 27 June 2017 respectively.

Save as disclosed above, as at 31 March 2019, none of the Directors or chief executives of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporation (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company under Section 352 of the SFO, or as otherwise notified to the Company and the Exchange pursuant to Rule 5.46 of the GEM Listing Rules.

## DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in the above section headed "Directors' and Chief Executives' Interests in Shares of the Company", at no time during the three months ended 31 March 2019 was the Company or any of its subsidiaries a party to any arrangement to enable any of the Directors or the chief executives of the Company to acquire benefits by means of the acquisition of shares in, or debt securities (including debentures) of the Company or any other body corporate, and none of the Directors, their spouse or their children under the age of 18, had any right to subscribe for the securities of the Company, or had exercised any such right during the three months ended 31 March 2019.

## SUBSTANTIAL SHAREHOLDERS

As at 31 March 2019, so far as is known to the Directors, persons (other than a director or chief executive of the Company) who had interests or short positions directly or indirectly in the Company's shares and/or underlying shares recorded in the register kept by the Company pursuant to Section 336 of the SFO, or as otherwise notified to the Company and the Exchange were as follows:

### Long position in shares and underlying shares of the Company

Name of Shareholders	Capacity	Number of Shares	Approximate percentage of interests
Ng Kam Ching	Beneficial owner	34,986,000	14.93% <i>(Note)</i>

*Note:* This is calculated based on the total number of issued shares of the Company as at 31 March 2019, which was 234,295,913 shares.

Save as disclosed above, the Directors were not aware of any other persons, other than a director or chief executive of the Company, who had an interest or a short position in the shares or underlying shares of the Company as at 31 March 2019 as recorded in the register required to be kept by the Company under Section 336 of the SFO or as otherwise notified to the Company or the Exchange.

## COMPETING INTERESTS

None of the Directors or any of their respective associates (as defined in the GEM Listing Rules) had any business or interest that competes or may compete with the business of the Group or had any other conflict of interest with the Group during the three months ended 31 March 2019.

## PURCHASE, SALE OR REDEMPTION OF SECURITIES

Neither the Company, nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the three months ended 31 March 2019.



## AUDIT COMMITTEE

The Company has established an audit committee (the “**Audit Committee**”) with written terms of reference in compliance with the GEM Listing Rules. The primary duties of the Audit Committee are to review the Company’s annual reports and financial statements, interim reports, quarterly reports and risk management and internal control systems and to provide comments thereon to the Board.

The Audit Committee has reviewed the Group’s unaudited condensed consolidated financial statements and this quarterly report for the three months ended 31 March 2019 and has provided comments thereon.

On behalf of the Board  
**Chinese Strategic Holdings Limited**  
**Lam Kwok Hing Wilfred**  
*Chairman*

Hong Kong, 14 May 2019

*As at the date hereof, the Company’s executive Directors are Ms. Chan Shui Sheung Ivy and Mr. Mok Tsan San; non-executive Director is Mr. Lam Kwok Hing Wilfred, J.P., (Chairman); and the independent non-executive Directors are Ms. Yuen Wai Man, Mr. Chow Fu Kit Edward and Mr. Lam Raymond Shiu Cheung.*