



e Lighting Group Holdings Limited

壹照明集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)
(於開曼群島註冊成立之有限公司)

Stock Code 股份代號 : 8222

2019/20 年
Annual Report 報

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香港聯合交易所有限公司(「聯交所」) GEM的特色

GEM的定位，乃為中小型公司提供一個上市的市場，此等公司相比起其他在主板上市的公司帶有較高投資風險。有意投資的人士應了解投資於該等公司的潛在風險，並應經過審慎周詳的考慮後方作出投資決定。

由於**GEM**上市公司普遍為中小型公司，在**GEM**買賣的證券可能會較於主板買賣之證券承受較大的市場波動風險，同時無法保證在**GEM**買賣的證券會有高流通量的市場。

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本報告的資料乃遵照聯交所**GEM**證券上市規則(「**GEM**上市規則」)而刊載，旨在提供有關壹照明集團控股有限公司(「本公司」或「壹照明」)的資料；本公司的董事(「董事」)願就本報告的資料共同及個別地承擔全部責任。各董事在作出一切合理查詢後，確認就其所知及所信，本報告所載資料在各重要方面均屬準確及完備，沒有誤導或欺詐成分，且並無遺漏任何事項，足以令致本報告或其所載任何陳述產生誤導。

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CORPORATE INFORMATION

公司資料

BOARD OF DIRECTORS

Executive Directors

Hue Kwok Chiu (*Chairman*)
Hui Kwok Keung Raymond (*Chief Executive Officer*)
Hui Kwok Wing (*Chief Creative Officer*)

Independent non-executive Directors

Chung Wai Man
Leung Wai Chuen
Yeung Mo Sheung Ann

COMPANY SECRETARY

Lam Chi Yan, *FCPA*

COMPLIANCE OFFICER

Hue Kwok Chiu

BOARD COMMITTEES

Audit committee

Leung Wai Chuen (*Chairman*)
Chung Wai Man
Yeung Mo Sheung Ann

Nomination committee

Yeung Mo Sheung Ann (*Chairman*)
Leung Wai Chuen
Chung Wai Man

Remuneration committee

Chung Wai Man (*Chairman*)
Leung Wai Chuen
Yeung Mo Sheung Ann

Electricity Ordinance compliance committee

Hui Kwok Keung Raymond (*Chairman*)
Hui Kwok Wing
Chung Wai Man

Authorised representatives

Hui Kwok Keung Raymond
Hue Kwok Chiu

Company's website

www.elighting.asia

董事會

執行董事

許國釗(*主席*)
許國強(*行政總裁*)
許國榮(*首席創意總監*)

獨立非執行董事

鍾偉文
梁偉泉
楊慕嫻

公司秘書

林智欣 · *FCPA*

合規主任

許國釗

委員會

審核委員會

梁偉泉(*主席*)
鍾偉文
楊慕嫻

提名委員會

楊慕嫻(*主席*)
梁偉泉
鍾偉文

薪酬委員會

鍾偉文(*主席*)
梁偉泉
楊慕嫻

電力條例合規委員會

許國強(*主席*)
許國榮
鍾偉文

授權代表

許國強
許國釗

公司網站

www.elighting.asia

AUDITOR

BDO Limited
25/F., Wing On Centre
111 Connaught Road Central
Hong Kong

LEGAL ADVISER

as to Hong Kong law
Tso Au Yim & Yeung
2/F., Beautiful Group Tower
74-77 Connaught Road Central
Hong Kong

REGISTERED OFFICE

4th Floor
Harbour Place
103 South Church Street
George Town
P.O. Box 10240
Grand Cayman KY1-1002
Cayman Islands

HEADQUARTERS, HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

10th Floor
Tiffan Tower
199 Wanchai Road
Wanchai
Hong Kong

PRINCIPAL BANKERS

China Citic Bank International Limited
Industrial and Commercial Bank of China (Asia) Limited

核數師

香港立信德豪會計師事務所有限公司
香港
干諾道中111號
永安中心25樓

法律顧問

就香港法律
曹歐嚴楊律師行
香港
干諾道中74-77號
標華豐集團大廈2樓

註冊辦事處

4th Floor
Harbour Place
103 South Church Street
George Town
P.O. Box 10240
Grand Cayman KY1-1002
Cayman Islands

總部、總辦事處及主要營業地點

香港
灣仔
灣仔道199號
天輝中心
10樓

主要往來銀行

中信銀行(國際)有限公司
中國工商銀行(亞洲)有限公司

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Harneys Services (Cayman) Limited
4th Floor
Harbour Place
103 South Church Street
George Town
P.O. Box 10240
Grand Cayman KY1-1002
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
Level 54, Hopewell Centre
183 Queen's Road East
Hong Kong

STOCK CODE

8222

股份過戶登記總處

Harneys Services (Cayman) Limited
4th Floor
Harbour Place
103 South Church Street
George Town
P.O. Box 10240
Grand Cayman KY1-1002
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香港股份過戶登記分處

卓佳證券登記有限公司
香港
皇后大道東183號
合和中心54樓

股份代號

8222

CHAIRMAN'S STATEMENT

主席報告

Dear Shareholders,

E Lighting, a listed company with its business rooted in Hong Kong and also one of the most established retail chain groups of lighting and household products in Hong Kong, is committed to the sustainable development of the environment and the society and is devoted to social responsibility. During the year ended 31 March 2020 (the "Financial Year"), E Lighting has participating in several events launched by charitable institutions and has been honoured a "Caring Company" for six consecutive years. The Group also awarded the "Hong Kong Awards for Environmental Excellence", which has fully illustrated the Group's commitment to social responsibility, corporate spirit to care for the community and employee and reached out to the underprivileged.

Moreover, the Group has been participating in the "Fluorescent Lamp Recycling Programme", which provides households with free collection and treatment for all used mercury-containing lamps to reduce the environmental risk from improper disposal of these lamps and recover resources.

Despite the extremely challenging business environment, E Lighting remain resilient to the fast changing operating environment and continue to apply stringent cost control measures to safeguard the Group's ability to continue as a going concern.

In June 2020, the Group has encountered a suitable retail store in Tsuen Wan with favourable rent and has already finalised the terms of the tenancy agreement with the landlord. It would be beneficial to lease the premise as it is located close to one of the existing retail stores and create synergies with the Group's existing retail network. It will also enable the Group to expanse its retail network at a relatively lower cost, and lay the foundation for future growth in the long term. The design of the new retail store is under progress and the launch of the new retail store is expected to be in mid-July 2020 and will further increase the market share of the Group.

In the meantime, the Group actively developing smart home and COVID-19 related products and other international trading and closely looking for new opportunities for those businesses.

致各位股東：

作為一間業務紮根於香港的上市公司，及全港最具規模的燈飾及家居零售連鎖集團之一，壹照明力求實現環境及社會的可持續發展及積極履行環境及社會責任。截至二零二零年三月三十一日止年度（「本財政年度」），壹照明參加多個由善慈機構舉辦的活動，並連續六年獲得「商界展關懷」榮譽。本集團更獲「香港環境卓越大獎」等嘉許，充份展現本集團履行社會責任，關心社區及僱員、致力扶助弱勢社群的企業精神。

此外，本集團持續參加「慳電膽及光管回收計劃」，為家居免費回收和處理各類含水銀的舊燈管，以減少因不當處置這類燈管所帶來的環境威脅外，亦可回收有用的物料供循環再造。

縱然面對極具挑戰的營商環境，壹照明在瞬息萬變的營商環境中保持抵禦能力，繼續嚴格控制成本以保障本集團的持續營運。

於二零二零年六月，本集團於荃灣以有利條款成功覓得合適舖位，而且已與業主簽訂租賃合約。租賃該物業將使本集團受惠，因其鄰近其中一間零售店舖並為本集團零售網絡產生協同效應。本集團亦可以相對較低之成本擴展零售網絡，並為未來長期發展奠下基礎。新店舖已開始進行設計工作，預料新店於二零二零年七月中旬落成後將更進一步提升本集團之市場份額。

與此同時，本集團正積極發展智能家居及與COVID-19相關產品及其他國際貿易，並正密切尋找相關業務的機遇。

Looking forward, housing is one of the biggest concerns and need for Hong Kong citizens and housing is closely related to demand of lighting and household products. Therefore, the Group is afforded with new opportunities in its various lines of business. The Group will adopt more cautious strategies, which will be executed with prudence and closely control its expenditure in order to maintain its competitiveness. The Group will strive to maintain a streamlined business operation, while catering for consumers' specific needs and being responsive to market changes. Leveraging the support of the capital market, its own strengths, and the global trends of saving energy, protecting the environment and pursuing a higher quality of life, the Group is cautiously confident of its development in the future. The Group will strive to maintain steady growth and to maximise returns for the investors.

Hue Kwok Chiu
Chairman

Hong Kong, 24 June 2020

展望未來，住屋仍是香港市民其中最大的關切與需求之一，而住屋與燈飾及家居用品的需求有着不可分割的關係。故此，本集團的業務範疇亦迎來不斷湧現的機遇。本集團將採取更為謹慎的策略，審慎從事，嚴謹地控制支出，以保持競爭力。本集團將一如既往地用心經營，貼心照顧消費者需要，靈活對應市場變化。憑藉資本市場的支持、本集團自身的優勢，以及全球環保節能、追求品味生活的大勢所趨，本集團對未來發展保持審慎樂觀。本集團將努力保持穩定發展，為投資者爭取更大的回報。

許國釗
主席

香港，二零二零年六月二十四日

CEO'S STATEMENT

行政總裁報告

Dear Shareholders,

I present the results of the Group for the year ended 31 March 2020 (the "Financial Year").

This Financial Year was a year full of challenges to E Lighting. The weakened global and local economic outlook, the trade conflicts between the P.R.C. and the United States heightened the external uncertainties in macro business environment, the mass demonstrations in Hong Kong, as well as the coronavirus disease 2019 ("COVID-19") pandemic, which affect E Lighting's performance of each business during the Financial Year.

To address the change in market condition, the Group took proactive measures to strengthen cost and cash flow control measures, by reducing staff costs, lowering the inventory level and working closely with landlords to restructure leases while striving for rental concessions.

During the Financial Year, the Group's revenue was approximately HK\$69,515,000, representing a decrease of approximately 11.7% from approximately HK\$78,765,000 as compared with that of the preceding year, which was mainly due to uncertainty in macro business environment.

During the Financial Year, revenue of the retail chain business in lighting and designer label furniture was approximately HK\$66,522,000, accounted for approximately 95.7% of the Group's revenue, representing a decrease of approximately 7.7% from approximately HK\$72,083,000 as compared with that of the preceding year.

During the Financial Year, revenue of the tableware, giftware and other business was approximately HK\$2,993,000, accounted for approximately 4.3% of the Group's revenue, representing a decrease of approximately 55.2% from approximately HK\$6,682,000 as compared with that of the preceding year.

During the Financial Year, the Group's gross profit was approximately HK\$36,763,000 and recorded a loss of approximately HK\$4,932,000. As at 31 March 2020, the Group's net assets was approximately HK\$16,493,000.

致各位股東：

本人呈報本集團截至二零二零年三月三十一日止年度(「本財政年度」)之業績。

本財政年度對壹照明是充滿挑戰的一年。外圍環境充滿前所未有的挑戰。環球及本地經濟前景轉差、中國與美國之間的貿易衝突令外圍宏觀營商環境的不明朗加劇，香港的大型示威活動，再加上2019冠狀病毒病(「COVID-19」)全球大流行，影響本集團各業務於本財政年度的表現。

為應對市場情況轉變，本集團積極採取加強成本及現金流控制的措施，包括減低員工成本及降低庫存，並緊密與業主商議調整租約，同時致力爭取租金寬免。

於本財政年度，本集團的營業額約69,515,000港元，較去年同期約78,765,000港元減少約11.7%，主要受宏觀營商環境不明朗影響。

於本財政年度，來自經營燈飾及設計師品牌家具的零售連鎖業務的營業額約66,522,000港元，佔本集團營業額約95.7%，較去年同期約72,083,000港元減少約7.7%。

於本財政年度，來自經營餐具禮品及其他業務的營業額約2,993,000港元，佔本集團營業額約4.3%，較去年同期約6,682,000港元減少約55.2%。

於本財政年度，本集團的毛利約36,763,000港元及錄得虧損約4,932,000港元。於二零二零年三月三十一日，本集團的資產淨值約16,493,000港元。

In view of the COVID-19 heavily weighing on people traffic and consumption sentiment, the Hong Kong retail market becomes more uncertain and the business will be affected by the evolvement of the COVID-19 in the near term, but it is expected that the retail market may gradually recover in the year of 2020. The Group will closely monitor the market condition, adjust its product strategies and strengthen cost and cash flow control measures to safeguard the Group's ability to continue as a going concern.

Lastly, I hereby express my sincere gratitude to all shareholders, investors, business partners, staff and customers on behalf of E Lighting. In spite of the challenges ahead, E Lighting will step forward with ambitious entrepreneurship to reward for the continuous supports from all parties.

Hui Kwok Keung Raymond

Founder and Chief Executive Officer

Hong Kong, 24 June 2020

考慮到COVID-19沉重打擊人流及消費意欲。董事預計香港零售市場的經營增加不確定因素，短期內業務將受制於COVID-19的演變但預期零售市場有機會於2020年逐步復甦。本集團會密切審視市場情況，適時調整產品策略，並加強成本及現金流控制的措施，以保障本集團的持續營運。

最後，本人謹此代表壹照明感謝所有股東、投資者、業務夥伴、員工及客戶。儘管挑戰重重，壹照明將積極進取，邁步向前，以回饋各方友好的一貫支持。

許國強

創辦人兼行政總裁

香港，二零二零年六月二十四日

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

BUSINESS REVIEW

During the year ended 31 March 2020 (the “Financial Year”), there was unprecedented challenges in the business environment. The weakened global and local economic outlook, the trade conflicts between the P.R.C. and the United States heightened the external uncertainties in macro business environment, the mass demonstrations in Hong Kong, as well as the COVID-19 pandemic, which affect the Group’s performance of each business during the Financial Year.

To address the change in market condition, the Group took proactive measures to strengthen cost and cash flow control measures, by reducing staff costs, lowering the inventory level and working closely with landlords to restructure leases while striving for rental concessions.

The Group remains resilient to the fast changing operating environment and continue to apply stringent cost control measures to safeguard the Group’s ability to continue as a going concern.

Retail chain business in lighting and designer label furniture

Retail chain business in lighting and designer label furniture is the core business of the Company and its subsidiaries (collectively referred to as the “Group”). Being one of the most established retail chain groups of lighting products in Hong Kong, E Lighting possesses rich experience in the sale of quality lighting and designer label furniture products from all over the world. During the Financial Year, E Lighting was cautious in its retail network development due to the sluggish retail environment and has concentrated on the consolidation of its retail network and optimisation of the product mix.

During the Financial Year, revenue of the retail chain business in lighting and designer label furniture was approximately HK\$66,522,000, accounted for approximately 95.7% of the Group’s revenue.

Tableware, giftware and other business

Tableware, giftware and other business is mainly for wholesale of tableware, giftware and other trading worldwide, which has expanded the Group’s business portfolio, and broadened its source of income and generated additional cash flows. During the Financial Year, revenue of the business in tableware and giftware was approximately HK\$2,993,000, accounted for approximately 4.3% of the Group’s revenue.

業務回顧

於截至二零二零年三月三十一日止年度（「本財政年度」），外圍環境充滿前所未有的挑戰。環球及本地經濟前景轉差、中國與美國之間的貿易衝突令外圍宏觀營商環境的不明朗加劇，香港的大型示威活動，再加上COVID-19全球大流行，影響本集團各業務於本財政年度的表現。

為應對市場情況轉變，本集團積極採取加強成本及現金流控制的措施，包括減低員工成本及降低庫存，並緊密與業主商議調整租約，同時致力爭取租金寬免。

本集團在瞬息萬變的營商環境中保持抵禦能力，繼續嚴格控制成本以保障本集團的持續營運。

燈飾及設計師品牌家具的零售連鎖業務

燈飾及設計師品牌家具的零售連鎖業務為本公司及其附屬公司（統稱為「本集團」）的核心業務。壹照明作為全港最具規模的燈飾零售連鎖集團之一，於銷售來自世界各地的優質品牌燈飾及設計師家具方面擁有豐富經驗。於本財政年度，壹照明因應疲弱的零售環境，在零售網絡計劃方面採取審慎的態度，專注於零售網絡整合及產品組合優化。

於本財政年度，來自經營燈飾及設計師品牌家具的零售連鎖業務的營業額約66,522,000港元，佔本集團營業額約95.7%。

餐具禮品及其他業務

餐具禮品及其他業務主要為批發餐具禮品及其他貿易至世界各地，令本集團業務組合得以擴大，並產生多元收入及額外現金流。於本財政年度，來自經營餐具及禮品業務的營業額約2,993,000港元，佔本集團營業額約4.3%。

FUTURE OUTLOOK

With reference to the monthly figures released by the Census and Statistics Department of the Government of the Hong Kong Special Administrative Region (the "Government"), the value of total retail sales continued to drop for 15 consecutive months from February 2019 to April 2020 over the previous year, the retail sales registered a significant drop in February 2020 to April 2020, as the COVID-19 pandemic and resulting anti-epidemic measures seriously disrupted consumption-related activities.

In view of the COVID-19 heavily weighing on people traffic and consumption sentiment, the Directors foresee that the Hong Kong retail market becomes more uncertain and the business will be affected by the evolvement of the COVID-19 in the near term but the retail market may gradually recover in 2020. The Group will closely monitor the market condition, adjust its product strategies and strengthen cost and cash flow control measures to safeguard the Group's ability to continue as a going concern.

In June 2020, the Group has encountered a suitable retail store in Tsuen Wan with favourable rent and has already finalised the terms of the tenancy agreement with the landlord. It would be beneficial to lease the premise as it is located close to one of the existing retail stores and create synergies with the Group's existing retail network. It will also enable the Group to expand its retail network at a relatively lower cost, and lay the foundation for future growth in the long term. The design of the new retail store is under progress and the launch of the new retail store is expected to be in mid-July 2020 and will further increase the market share of the Group.

In the meantime, the Group actively developing smart home and COVID-19 related products and other international trading and closely looking for new opportunities for those businesses.

The Group will closely monitor the trend of the business environment and maintain pragmatic approach for its business. The Group will continue to concentrate on the consolidation of its retail network, optimisation of product mix and intensification of cost control, and will also continue to seize opportunities to stabilise growth through cautious strategic planning.

未來展望

參考香港特別行政區政府(「政府」)統計處每月發佈之數據，零售業銷貨額總值於二零一九年二月份至二零二零年四月份連續十五個月較去年下跌。零售業銷售在二零二零年二月份至四月份顯著按年下跌，由於COVID-19在全球大流行和因此而實施的防疫抗疫措施嚴重干擾與消費相關活動。

考慮到COVID-19沉重打擊人流及消費意欲，董事預計香港零售市場的經營增加不確定因素，短期內業務將受制於COVID-19的演變，但預期零售市場有機會於二零二零年逐步復甦。本集團會密切審視市場情況，適時調整產品策略，並加強成本及現金流控制的措施，以保障本集團的持續營運。

於二零二零年六月，本集團於荃灣以有利條款成功覓得合適舖位，而且已與業主簽訂租賃合約。租賃該物業將使本集團受惠，因其鄰近其中一間零售店舖並為本集團零售網絡產生協同效應。本集團亦可以相對較低之成本擴展零售網絡，並為未來長期發展奠下基礎。新店舖已開始進行設計工作，預料新店於二零二零年七月中旬落成後將更進一步提升本集團之市場份額。

與此同時，本集團正積極發展智能家居及與COVID-19相關產品及其他國際貿易，並正密切尋找相關業務的機遇。

本集團會密切監察營商環境趨勢以及在進行業務時保持務實。本集團除了繼續專注於其零售網絡整合、產品組合優化及加強成本控制外，透過審慎的策略規劃，繼續把握機會穩定增長。

Looking forward, housing is one of the biggest concerns and need for Hong Kong citizens and housing is closely related to demand of lighting and household products. Therefore, the Group is afforded with new opportunities in its various lines of business. The Group will adopt more cautious strategies, which will be executed with prudence and closely control its expenditure in order to maintain its competitiveness. The Group will strive to maintain a streamlined business operation, while catering for consumers' specific needs and being responsive to market changes. Leveraging the support of the capital market, its own strengths, and the global trends of saving energy, protecting the environment and pursuing a higher quality of life, the Group is cautiously confident of its development in the future. The Group will strive to maintain steady growth and to maximise returns for the investors.

FINANCIAL REVIEW

Revenue

During the Financial Year, the Group's revenue was approximately HK\$69,515,000, representing a decrease of approximately 11.7% from approximately HK\$78,765,000 as compared with that of the preceding year, which was mainly due to uncertainty in Hong Kong retail environment, macro business environment and the outbreak of COVID-19.

During the Financial Year, revenue of the retail chain business in lighting and designer label furniture was approximately HK\$66,522,000, representing a decrease of approximately 7.7% from approximately HK\$72,083,000 as compared with that of the preceding year.

During the Financial Year, revenue of the tableware, giftware and other business was approximately HK\$2,993,000, representing a decrease of approximately 55.2% from approximately HK\$6,682,000 as compared with that of the preceding year.

Gross Profit and Gross Profit Margin

During the Financial Year, the Group's gross profit was approximately HK\$36,763,000, representing a decrease of approximately 13.2% from approximately HK\$42,366,000 as compared with that of the preceding year. The decrease was primarily due to decrease in sales and gross profit margin. During the Financial Year, the Group's overall gross profit margin was approximately 52.9%.

展望未來，住屋仍是香港市民其中最大的關切與需求之一，而住屋與燈飾及家居用品的需求有着不可分割的關係。故此，本集團的業務範疇亦迎來不斷湧現的機遇。本集團將採取更為謹慎的策略，審慎從事，嚴謹地控制支出，以保持競爭力。本集團將一如既往地用心經營，貼心照顧消費者需要，靈活對應市場變化。憑藉資本市場的支持、本集團自身的優勢，以及全球環保節能、追求品味生活的大勢所趨，本集團對未來發展保持審慎樂觀。本集團將努力保持穩定發展，為投資者爭取更大的回報。

財務回顧

營業額

於本財政年度，本集團的營業額約69,515,000港元，較去年同期約78,765,000港元減少約11.7%，主要受香港零售環境、宏觀營商環境不明朗及COVID-19爆發影響。

於本財政年度，來自經營燈飾及設計師品牌家具的零售連鎖業務的營業額約66,522,000港元，較去年同期約72,083,000港元減少約7.7%。

於本財政年度，來自經營餐具禮品及其他業務的營業額約2,993,000港元，較去年同期約6,682,000港元減少約55.2%。

毛利及毛利率

於本財政年度，本集團的毛利約36,763,000港元，較去年同期約42,366,000港元減少約13.2%。減少主要由於銷售及毛利率減少所致。於本財政年度，本集團的整體毛利率約52.9%。

Selling and Distribution Expenses

During the Financial Year, the Group's selling and distribution expenses was approximately HK\$25,925,000, representing a decrease of approximately 10.2% from approximately HK\$28,863,000 as compared with that of the preceding year. Selling and distribution expenses primarily consists of rentals for retail outlets and related expenses, staff costs (including salaries and sales commission to salespersons), electronic payment charges and depreciation. The decrease was primarily due to decrease in rental and related expenses for retail outlets and staff costs.

Administrative and Other Expenses

During the Financial Year, the Group's administrative and other expenses was approximately HK\$13,790,000, representing a decrease of approximately 17.2% from approximately HK\$16,650,000 as compared with that of the preceding year. Administrative and other expenses primarily consists of rentals for office premises and warehousing facilities, staff costs (including salaries to administrative staff and emoluments to Directors) and professional expenses. The decrease was primarily due to decrease in rental and related expenses for office, amortisation of intangible assets and staff costs.

Loss for the Year

The Group recorded a loss of approximately HK\$4,932,000 during the Financial Year (2019: loss of approximately HK\$24,247,000).

Significant Investments held, Material Acquisitions and Disposals of Subsidiaries, and Future Plans for Material Investments or Capital Assets

(i) Renewal of Tenancy Agreement of Shop 335:

On 6 August 2019, E Lighting Group Limited (a wholly-owned subsidiary of the Company) as tenant entered into a renewal tenancy agreement with Sun Hung Kai Real Estate Agency Limited as the agent for the owner to renew the existing tenancy agreement for operation of retail store of retail business of the Group ("Renewal of Tenancy Agreement of Shop 335").

銷售及分銷開支

於本財政年度，本集團的銷售及分銷開支約25,925,000港元，較去年同期約28,863,000港元減少約10.2%。銷售及分銷開支主要包括零售店舖的租金及相關開支、員工成本(包括薪金及售貨員佣金)、電子付款費用及折舊。減少主要由於零售店舖租金及相關開支及員工成本減少所致。

行政及其他開支

於本財政年度，本集團的行政及其他開支約13,790,000港元，較去年同期約16,650,000港元減少約17.2%。行政及其他開支主要包括辦公室物業及倉庫設施租金，員工成本(包括行政人員的薪金及董事薪酬)及專業費用。減少主要由於辦公室的租金及相關開支、無形資產攤銷及員工成本減少所致。

年內虧損

於本財政年度，本集團錄得虧損約4,932,000港元(二零一九年：虧損約24,247,000港元)。

持有的重大投資、附屬公司的重大收購及出售，以及未來作重大投資或購入資本資產的計劃

(i) 重續335號舖之租賃協議：

於二零一九年八月六日，E Lighting Group Limited(本公司全資附屬公司，作為租戶)與新鴻基地產代理有限公司(業主代理人)訂立重續租賃協議，以重續現有租賃協議作本集團旗下零售業務之零售店舖(「重續335號舖之租賃協議」)。

Principal terms of Renewal of Tenancy Agreement of Shop 335:
重續335號舖之租賃協議的主要條款：

- Parties: (i) Sun Hung Kai Real Estate Agency Limited, as agent for the owner; and
訂約方: (i) 新鴻基地產代理有限公司(作為業主代理人); 及
- (ii) E Lighting Group Limited (a wholly-owned subsidiary of the Company) as tenant.
(ii) E Lighting Group Limited (本公司全資附屬公司, 作為租戶)。

The agent for the owner is principally engaged in property leasing and is a wholly-owned subsidiary of Sun Hung Kai Properties Limited, the shares of which are listed on the Main Board of Stock Exchange (stock code: 16). Sun Hung Kai Properties Limited is also the ultimate owner of the premises.

業主代理人主要從事物業租賃, 亦為新鴻基地產發展有限公司(該股份於聯交所主板上市(股份代號: 16))的全資附屬公司。新鴻基地產發展有限公司為物業最終擁有人。

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the agent for the owner, the ultimate owner of the premises and their respective ultimate beneficial owners are the parties independent of and not connected with the Company and its connected persons (the "Independent Third Parties").

以各董事所知所信, 並經過所有合理查詢, 業主代理人、物業最終擁有人及其各自的最終實益擁有人均為獨立於本公司及其關連人士且彼等概無關連的人士(「獨立第三方」)。

Premise: Shop No. 335 on level 3 of 138 Shatin Rural Committee Road, Shatin, New Territories,
物業: Hong Kong.
香港新界沙田鄉事會路138號3樓335號舖

Term: Two years from 1 October 2019 to 30 September 2021 (both days inclusive).
租期: 自二零一九年十月一日至二零二一年九月三十日(包括首尾兩天)為期兩年。

The aggregate value of consideration payable: Not less than approximately HK\$3,467,000, being the monthly basic rental in aggregate for the term of two years (exclusive of rates, air-conditioning and management charges, promotion levy and all other outgoings).
應付代價總值: 不低於約3,467,000港元, 即兩年租期內每月基本租金總數(不包括差餉、空調及管理費、推廣費用及其他支出)。

Tenant shall pay the lease payment on monthly basis by internal resources.
租戶須透過內部資源按月支付租賃款項。

The tenant is also subject to monthly additional turnover rental, being an amount by which 15% of the monthly gross receipt(s) of the tenant's business at the said premises during and for the rental payable month (without any deduction) exceeds the basic rental.

租戶亦須繳付每月額外營業額租金, 即租戶於租金應付月份該物業開展業務所得每月總收入的15%(不作任何扣減)超出每月基本租金的金額。

Reasons for and Benefits of Renewal of Tenancy Agreement of Shop 335:

Due to nature of its retail business in Hong Kong, the Group has to enter into tenancy agreements for leasing of retail stores from time to time. The terms of Renewal of Tenancy Agreement of Shop 335 (including the rental charge) were determined after arm's length negotiations between the parties and with reference to the open market rent of comparable properties and the rental payment made by the Group under the existing tenancy agreements. The Board considers that the terms of the Renewal of Tenancy Agreement of Shop 335 are on normal commercial terms and fair and reasonable and in the interests of the Company and the Shareholders as a whole.

Implications under the GEM Listing Rules of Renewal of Tenancy Agreement of Shop 335:

In accordance with HKFRS 16 "Lease", the Company recognises the value of the right-of-use assets on its consolidated statement of financial position in connection with the lease of the premise. Accordingly, Renewal of Tenancy Agreement of Shop 335 is regarded as acquisition of asset by the Group for the purpose of the GEM Listing Rules.

As the applicable percentage ratios (as defined under Rule 19.07 of the GEM Listing Rules) for the lease transaction contemplated under Renewal of Tenancy Agreement of Shop 335 exceed 5% but are below 25%, such transaction constitutes a discloseable transaction of the Company, and is subject to reporting and announcement requirements but exempt from Shareholders' approval requirement.

For details, please refer to the announcement of the Company dated 9 September 2019.

重續335號舖之租賃協議之理由及裨益:

由於於香港經營零售業務之性質使然，本集團須不時就租賃零售店舖重續租賃協議。重續335號舖之租賃協議之條款(包括租金)乃由訂約方經參考可比較物業之公開市場租金及本集團根據現有租賃協議支付之租金後公平磋商釐定。董事會認為重續335號舖之租賃協議之條款屬一般商業條款及公平合理，並符合本公司及股東之整體利益。

重續335號舖之租賃協議於GEM上市規則項下之涵義:

根據香港財務報告準則第16號「租賃」，本公司於綜合財務狀況表內確認租賃該物業有關的使用權資產的價值。因此，根據GEM上市規則，重續335號舖之租賃協議被視作本集團收購資產。

由於重續335號舖之租賃協議下進行之租約交易之適用百分比率(定義見GEM上市規則第19.07條)超過5%但低於25%，該交易構成本公司之須予披露交易，須遵守申報及公告規定但獲豁免遵守股東批准規定。

詳情請參閱載於本公司日期為二零一九年九月九日的公告。

(ii) Renewal of Tenancy Agreement of Shop 308:

On 26 September 2019, Culture Art Limited (a wholly-owned subsidiary of the Company) as tenant finalised the renewal terms with Sun Hung Kai Real Estate Agency Limited as the agent for the owner to renew the existing tenancy agreement for operation of retail store of retail business of the Group ("Renewal of Tenancy Agreement of Shop 308").

(ii) 重續308號舖之租賃協議

於二零一九年九月二十六日，文藝有限公司(本公司全資附屬公司作為租戶)與新鴻基地產代理有限公司(業主代理人)確定重續條款，以重續現有租賃協議作本集團旗下零售業務之零售店舖(「重續308號舖之租賃協議」)。

*Principal terms of Renewal of Tenancy Agreement of Shop 308:*重續308號舖之租賃協議的主要條款：

Parties: 訂約方：	(i) Sun Hung Kai Real Estate Agency Limited, as agent for the owner; and (i) 新鴻基地產代理有限公司(作為業主代理人)；及
	(ii) Culture Art Limited (a wholly-owned subsidiary of the Company) as tenant. (ii) 文藝有限公司(本公司全資附屬公司，作為租戶)。

The agent for the owner is principally engaged in property leasing and is a wholly-owned subsidiary of Sun Hung Kai Properties Limited, the shares of which are listed on the Main Board of Stock Exchange (stock code: 16). Sun Hung Kai Properties Limited is also the ultimate owner of the premises.

業主代理人主要從事物業租賃，亦為新鴻基地產發展有限公司(該股份於聯交所主板上市(股份代號：16))的全資附屬公司。新鴻基地產發展有限公司為物業最終擁有人。

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the agent for the owner, the ultimate owner of the premises and their respective ultimate beneficial owners are the Independent Third Parties.

以各董事所知所信，並經過所有合理查詢，業主代理人、物業最終擁有人及其各自的最終實益擁有人均為獨立第三方。

Premise: 物業：	Shop No. 308 on level 3 of 138 Shatin Rural Committee Road, Shatin, New Territories, Hong Kong. 香港新界沙田鄉事會路138號3樓308號舖
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Term: 租期：	Two years from 3 November 2019 to 2 November 2021 (both days inclusive). 自二零一九年十一月三日至二零二一年十一月二日(包括首尾兩天)為期兩年。
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The aggregate value of consideration payable: 應付代價總值：	Not less than approximately HK\$2,257,000, being the monthly basic rental in aggregate for the term of two years (exclusive of rates, air-conditioning and management charges, promotion levy and all other outgoings). 不低於約2,257,000港元，即兩年租期內每月基本租金總數(不包括差餉、空調及管理費、推廣費用及其他支出)。
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Tenant shall pay the lease payment on monthly basis by internal resources.
租戶須透過內部資源按月支付租賃款項。

The tenant is also subject to monthly additional turnover rental, being an amount by which 15% of the monthly gross receipt(s) of the tenant's business at the said premises during and for the rental payable month (without any deduction) exceeds the basic rental.

租戶亦須繳付每月額外營業額租金，即租戶於租金應付月份該物業開展業務所得每月總收入的15%(不作任何扣減)超出每月基本租金的金額。

Reasons for and Benefits of Renewal of Tenancy Agreement of Shop 308:

Due to nature of its retail business in Hong Kong, the Group has to enter into tenancy agreements for leasing of retail stores from time to time. The terms of Renewal of Tenancy Agreement of Shop 308 (including the rental charge) were determined after arm's length negotiations between the parties and with reference to the open market rent of comparable properties and the rental payment made by the Group under the existing tenancy agreements. The Board considers that the terms of Renewal of Tenancy Agreement of Shop 308 are on normal commercial terms and fair and reasonable and in the interests of the Company and the Shareholders as a whole.

Implications under the GEM Listing Rules of Renewal of Tenancy Agreement of Shop 308:

In accordance with HKFRS 16 "Lease", the Company recognises the value of the right-of-use assets on its consolidated statement of financial position in connection with the lease of the premise. Accordingly, Renewal of Tenancy Agreement of Shop 308 is regarded as acquisition of asset by the Group for the purpose of the GEM Listing Rules.

As the applicable percentage ratios (as defined under Rule 19.07 of the GEM Listing Rules) for the lease transaction contemplated under Renewal of Tenancy Agreement of Shop 308 exceed 5% but are below 25%, such transaction constitutes a discloseable transaction of the Company, and is subject to reporting and announcement requirements but exempt from Shareholders' approval requirement.

For details, please refer to the announcement of the Company dated 26 September 2019.

重續308號舖之租賃協議之理由及裨益:

由於於香港經營零售業務之性質使然，本集團須不時就租賃零售店舖訂立租賃協議。重續308號舖之租賃協議之條款(包括租金)乃由訂約方經參考可比較物業之公開市場租金及本集團根據現有租賃協議支付之租金後公平磋商釐定。董事會認為重續308號舖之租賃協議之條款屬一般商業條款及公平合理，並符合本公司及股東之整體利益。

重續308號舖之租賃協議於GEM上市規則項下之涵義:

根據香港財務報告準則第16號「租賃」，本公司於綜合財務狀況表內確認租賃該物業有關的使用權資產的價值。因此，根據GEM上市規則，重續308號舖之租賃協議被視作本集團收購資產。

由於重續308號舖之租賃協議下進行之租約交易之適用百分比率(定義見GEM上市規則第19.07條)超過5%但低於25%，該交易構成本公司之須予披露交易，須遵守申報及公告規定但獲豁免遵守股東批准規定。

詳情請參閱載於本公司日期為二零一九年九月二十六日的公告。

(iii) Renewal of Tenancy Agreement of Shop L5-6

On 8 June 2020 (after trading hours), Urban Lifestyle Limited (a wholly-owned subsidiary of the Company) as tenant finalised the renewal terms with MegaBox Development Company Limited as the landlord to renew the existing tenancy agreement for operation of retail store of retail business of the Group (the "Renewal of Tenancy Agreement of Shop L5-6").

(iii) 重續L5-6號舖之租賃協議

於二零二零年六月八日(交易時段後)，Urban Lifestyle Limited (本公司全資附屬公司，作為租戶)與MegaBox Development Company Limited (作為業主)確定重續條款，以重續現有租賃協議作本集團旗下零售業務之零售店舖(「重續L5-6號舖之租賃協議」)。

*Principal terms of Renewal of Tenancy Agreement of Shop L5-6:**重續L5-6號舖之租賃協議的主要條款：*

Parties: 訂約方：	(i) MegaBox Development Company Limited, as landlord; and (i) MegaBox Development Company Limited (作為業主)；及
	(ii) Urban Lifestyle Limited (a wholly-owned subsidiary of the Company), as tenant. (ii) Urban Lifestyle Limited (本公司全資附屬公司，作為租戶)。

The landlord is a company incorporated in Hong Kong and principally engaged in property investment. The landlord is a wholly-owned subsidiary of Kerry Properties Limited, the shares of which are listed on the Main Board of Stock Exchange (stock code: 683). 業主為一間於香港註冊成立的公司及主要從事物業投資。業主為嘉里建設有限公司(該股份於聯交所主板上市(股份代號：683))的全資附屬公司。

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, the landlord and its respective ultimate beneficial owners are the Independent Third Parties.

以各董事所知所信，並經過所有合理查詢，業主其各自的最終實益擁有人均為獨立第三方。

Premise: 物業：	Unit 6 on Level 5 of MegaBox, Enterprise Square Five, 38 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong 九龍九龍灣宏照道38號企業廣場5期MegaBox 5樓6號舖
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Term: 租期：	Three years from 23 June 2020 to 22 June 2023 (both days inclusive). 自二零二零年六月二十三日至二零二三年六月二十二日(包括首尾兩天)為期三年。
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The aggregate value of consideration payable: 應付代價總值：	Not less than approximately HK\$2,640,000, being the monthly basic rental in aggregate for the term of three years (exclusive of rates, air-conditioning and management charges, promotion levy and all other outgoings). 不低於約2,640,000港元，即三年租期內每月基本租金總數(不包括差餉、空調及管理費、推廣費用及其他支出)。
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The tenant shall pay the lease payment on monthly basis by internal resources. The tenant will enjoy a two months' rent free period at the beginning of the term.
租戶須透過內部資源按月支付租賃款項。租戶將自租期開始時享有兩個月免租期。

The tenant is also subject to monthly additional turnover rental, being an amount by which 15% of the monthly gross receipt(s) of the tenant's business at the Premise during and for the rental payable month (without any deduction) exceeds the basic rental.
租戶亦須繳付每月額外營業額租金，即租戶於租金應付月份該物業開展業務所得每月總收入的15%(不作任何扣減)超出每月基本租金的金額。

Reasons for and Benefits of Renewal of Tenancy Agreement of Shop L5-6:

Due to nature of its retail business in Hong Kong, the Group has to enter into tenancy agreements for leasing of retail stores from time to time. It would be beneficial to lease the premise as it will enable the Group to secure its stable operation at the premise without incurring additional costs and expenses in identifying, renovating and relocating to other retail store and ensure that there will be no disruption to the operations, business and growth of the Group.

The terms of Renewal of Tenancy Agreement of Shop L5-6 (including the rental charge) were determined after arm's length negotiations between the parties and with reference to the open market rent of comparable properties in the nearby districts and the rental payment made by the Group under the existing tenancy agreements. The Board considers that the terms of Renewal of Tenancy Agreement of Shop L5-6 were entered into on normal commercial terms, in the ordinary and usual course of business of the Group and are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

Implications under the GEM Listing Rules of Renewal of Tenancy Agreement of Shop L5-6:

In accordance with HKFRS 16 "Lease", the Company recognises the value of the right-of-use assets on its consolidated statement of financial position in connection with the lease of the premise. Accordingly, Renewal of Tenancy Agreement of Shop L5-6 is regarded as acquisition of asset by the Group for the purpose of the GEM Listing Rules.

As the applicable percentage ratios (as defined under Rule 19.07 of the GEM Listing Rules) for the lease transaction contemplated under Renewal of Tenancy Agreement of Shop L5-6 exceed 5% but are below 25%, such transaction constitutes a discloseable transaction of the Company, and is subject to reporting and announcement requirements but exempt from Shareholders' approval requirement.

For details, please refer to the announcement of the Company dated 8 June 2020.

重續L5-6號舖之租賃協議之理由裨益：

由於於香港經營零售業務之性質使然，本集團須不時就租賃零售店舖訂立租賃協議。租賃該物業將使本集團受惠，使本集團於該等物業獲得穩定營運，而不需要為尋求、裝修及搬遷至新零售店舖而產生額外成本及開支，並確保本集團的營運、業務及發展不會中斷。

重續L5-6號舖之租賃協議之條款(包括租金)乃由訂約方經參考附近地區可比較物業之公開市場租金及本集團根據現有租賃協議支付之租金後公平磋商釐定。董事會認為重續L5-6號舖之租賃協議之條款乃於本集團日常及一般業務過程中按一般商業條款訂立，屬公平合理，並符合本公司及股東之整體利益。

重續L5-6號舖之租賃協議於GEM上市規則項下之涵義：

根據香港財務報告準則第16號「租賃」，本公司於綜合財務狀況表內確認租賃該物業有關的使用權資產的價值。因此，根據GEM上市規則，重續L5-6號舖之租賃協議被視作本集團收購資產。

由於重續L5-6號舖之租賃協議下進行之租約交易之適用百分比率(定義見GEM上市規則第19.07條)超過5%但低於25%，該交易構成本公司之須予披露交易，須遵守申報及公告規定但獲豁免遵守股東批准規定。

詳情請參閱載於本公司日期為二零二零年六月八日的公告。

Save as otherwise disclosed, there were neither significant investments held as at 31 March 2020 nor material acquisitions and disposals of subsidiaries during the Financial Year.

除有所披露外，於二零二零年三月三十一日概無持有任何重大投資，本財政年度亦無附屬公司的重大收購及出售事項。

Save as otherwise disclosed, there is no plan for material investments or capital assets as at the date of this annual report.

除有所披露外，於本年報日，概無其他重大投資或購入資本資產的計劃。

Liquidity and Financial Resources

As at 31 March 2020, the Group had cash and bank balances of approximately HK\$7,750,000 (2019: HK\$7,107,000). The gearing ratio of the Group, calculated as total bank borrowings over total equity, was nil as at 31 March 2020 (2019: Nil), as the Group mainly financed the operations from internally generated funds and had no bank borrowings as at 31 March 2020 (2019: Nil).

流動性及財務資源

於二零二零年三月三十一日，本集團的現金及銀行結餘約7,750,000港元(二零一九年：7,107,000港元)。本集團的槓桿比率，以銀行借貸總額除以總權益計算，於二零二零年三月三十一日為無(二零一九年：無)，原因為本集團主要以內部產生的資金作為本集團的營運資金，且於二零二零年三月三十一日並無銀行借貸(二零一九年：無)。

The Group closely monitors the cash flow position to ensure that the Group has sufficient working capital available to fulfill its operational requirement. The Group takes into account the trade receivables, trade payables, cash and bank balances, administrative and capital expenditures to prepare cash flow forecast to forecast the Group's future liquidity.

本集團密切監察現金流量狀況，確保本集團擁有充足的可動用營運資金，可以符合營運需要。本集團計及應收款項、應付款項、現金及銀行結餘、行政及資本開支，以編製本集團的現金流量預測，預測本集團未來的流動性。

CAPITAL STRUCTURE

The capital of the Group comprises only ordinary shares. As at 31 March 2020, there were 451,035,713 ordinary shares in issue.

資本結構

本集團之資本僅包括普通股。於二零二零年三月三十一日已發行普通股為451,035,713股。

Total equity attributable to the owners of the Company amounted to approximately HK\$16,493,000 as at 31 March 2020 (2019: HK\$21,425,000).

於二零二零年三月三十一日，本公司擁有人應佔權益總額約16,493,000港元(二零一九年：21,425,000港元)。

Contingent Liabilities

As at 31 March 2020, save as otherwise disclosed, the Group did not have any material contingent liabilities (2019: Nil).

或然負債

於二零二零年三月三十一日，除有所披露外，本集團並無任何重大或然負債(二零一九年：無)。

Foreign Currency Risk

The Group undertakes certain purchase transactions denominated in Hong Kong dollar, Euro, United States dollar and Renminbi, hence exposure to exchange rate fluctuations arises. We are mainly exposed to foreign exchange fluctuation of the Euro and Renminbi against Hong Kong dollar, as Hong Kong dollar is pegged to United States dollar. The Group currently does not have a foreign currency hedging policy. However, the management of the Group monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arises. The Directors are of the view that the transactional exposure of the Group in currencies other than the functional currencies is maintained at an acceptable level.

Charges on Group Assets

As at 31 March 2020, there was no charges on the Group's assets (2019: Nil).

Segment Information

The Group's segmental information is set out in note 6 to the consolidated financial statements.

Capital Commitments

As at 31 March 2020, the Group did not have any significant capital commitments (2019: Nil).

Dividend

The board of Directors (the "Board") does not recommend the payment of any dividend for the Financial Year (2019: Nil).

Employee Information

Total remuneration of the Group for the Financial Year (including (i) Directors' emoluments, (ii) salaries to staff and (iii) MPF contributions) was approximately HK\$16,053,000 (2019: HK\$17,592,000).

As at 31 March 2020, the Group had 45 employees (2019: 44 employees).

外幣風險

本集團主要以港元、歐元、美元及人民幣進行採購，因此面對匯率波動帶來的風險。由於港元與美元掛鈎，我們主要面對歐元及人民幣兌港元的外匯波動風險。本集團現時並無外匯對沖政策。然而，本集團管理層會監察外匯風險及將於有需要時考慮對沖重大外匯風險。董事認為本集團就功能貨幣以外貨幣的交易風險保持在可接受的水平。

集團資產抵押

於二零二零年三月三十一日，本集團資產並無抵押(二零一九年：無)。

分部資料

本集團的分部資料載於合併財務報表附註6。

資本承擔

於二零二零年三月三十一日，本集團並無任何重大資本承擔(二零一九年：無)。

股息

董事會(「董事會」)不建議就本財政年度派付任何股息(二零一九年：無)。

僱員資料

於本財政年度，本集團的總薪酬開支(包括(i)董事薪酬、(ii)員工薪金及(iii)強積金供款)約16,053,000港元(二零一九年：17,592,000港元)。

於二零二零年三月三十一日，本集團共僱用45名僱員(二零一九年：44名)。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

EXECUTIVE DIRECTORS

Mr. Hue Kwok Chiu, aged 53, was appointed as an executive Director on 26 February 2014. Mr. Hue Kwok Chiu is the chairman of the Board and head of human resources department. Mr. Hue Kwok Chiu is also a director of several subsidiaries of the Company. Mr. Hue Kwok Chiu is responsible for the business development, operations and business expansion plans and human resources activities of the Group. Mr. Hue Kwok Chiu is the younger brother of Mr. Hui Kwok Wing, the executive Director, and Mr. Hui Kwok Keung Raymond, the executive Director.

Mr. Hue Kwok Chiu has over 21 years of business management experience and obtained a Bachelor of social sciences degree from the University of Hong Kong in December 1989.

Mr. Hui Kwok Keung Raymond, aged 57, was appointed as an executive Director on 26 February 2014. Mr. Hui Kwok Keung Raymond is one of the founders and chief executive officer of the Group. Mr. Hui Kwok Keung Raymond is also a director of several subsidiaries of the Company. Mr. Hui Kwok Keung Raymond is responsible for the business development, operations and devising market strategy and business expansion plans of the Group. Mr. Hui Kwok Keung Raymond is the younger brother of Mr. Hui Kwok Wing, the executive Director, and the elder brother of Mr. Hue Kwok Chiu, the executive Director.

Mr. Hui Kwok Keung Raymond has over 25 years of experience in lighting and furniture retails business in Hong Kong and obtained a Bachelor of arts degree from the University of Hong Kong in November 1985 and a Master of design degree from the Hong Kong Polytechnic University in November 2010.

Mr. Hui Kwok Wing, aged 58, was appointed as an executive Director on 19 June 2015. Mr. Hui Kwok Wing is the chief creative officer of the Group and responsible for the business development of the Group. Mr. Hui Kwok Wing is the elder brother of Mr. Hui Kwok Keung Raymond, the executive Director, and Mr. Hue Kwok Chiu, the executive Director.

Mr. Hui Kwok Wing has over 27 years of experience in concept creation, product design, design management and retail business management and obtained Bachelor of arts degree in industrial design from the Hong Kong Polytechnic University in 1989.

執行董事

許國釗先生，53歲，於二零一四年二月二十六日獲委任為本公司執行董事。許國釗先生為董事會主席及人力資源部主管。許國釗先生亦為本公司多間附屬公司之董事。許國釗先生負責本集團的業務發展、營運及業務擴充計劃及人力資源活動。許國釗先生為執行董事許國榮先生及執行董事許國強先生之胞弟。

許國釗先生擁有逾21年業務管理經驗，並於一九八九年十二月取得香港大學社會科學學士學位。

許國強先生，57歲，於二零一四年二月二十六日獲委任為本公司執行董事。許國強先生為本集團創辦人之一及行政總裁。許國強先生亦為本公司多間附屬公司之董事。許國強先生負責本集團的業務發展、營運及制定市場策略及業務擴充計劃。許國強先生為執行董事許國榮先生之胞弟及執行董事許國釗先生之胞兄。

許國強先生於香港燈飾及家具零售業務方面擁有逾25年經驗，並於一九八五年十一月取得香港大學文學士學位及於二零一零年十一月取得香港理工大學設計碩士學位。

許國榮先生，58歲，於二零一五年六月十九日獲委任為執行董事。許國榮先生為本集團首席創意總監及負責本集團的業務發展。許國榮先生為執行董事許國強先生及執行董事許國釗先生之胞兄。

許國榮先生擁有逾27年意念創新、產品設計、設計管理及零售業務管理之經驗，並於一九八九年取得香港理工大學文學士學位，主修工業設計。

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Chung Wai Man (“**Mr. Chung**”), aged 56, was appointed as an independent non-executive Director on 11 September 2014. Mr. Chung is responsible for providing independent judgement on the issue of strategy, performance, resources and standard of conduct of the Group.

Mr. Chung obtained a Bachelor’s degree (honours) in social sciences from the University of Hong Kong in December 1989 and a Master’s degree in international business management from the City University of Hong Kong in November 1998.

Mr. Chung became an associate member of the Hong Kong Institute of Certified Public Accountants in April 1995 and a fellow member of the Association of Chartered Certified Accountants in the United Kingdom in November 1999.

Mr. Chung has around 30 years of experience in accounting, taxation and finance. Mr. Chung is currently an independent non-executive director of Net Pacific Financial Holdings Limited (stock code: 5QY), the shares of which are listed on the Singapore Exchange Securities Trading Limited. Mr. Chung was an independent non-executive director, from June 2015 to October 2016, the company secretary and chief financial officer, from November 2016 to February 2017, and a non-executive director from February 2017 to November 2017, of Legend Strategy International Holdings Group Company Limited (stock code: 1355), the shares of which are listed on the Main Board of the Stock Exchange.

獨立非執行董事

鍾偉文先生(「**鍾先生**」)，56歲，於二零一四年九月十一日獲委任為獨立非執行董事。鍾先生負責就本集團進行的策略、表現、資源及行為為準則事宜提供獨立判斷。

鍾先生於一九八九年十二月取得香港大學社會科學榮譽學士學位，且於一九九八年十一月取得香港城市大學國際企業管理碩士學位。

鍾先生於一九九五年四月成為香港會計師公會會員，並於一九九九年十一月為英國特許會計師公會資深會員。

鍾先生擁有約30年會計、稅務及財務經驗。鍾先生現為利通太平洋金融控股有限公司(股份代號：5QY)之獨立非執行董事，該股份於新加坡證券交易所有限公司上市。鍾先生為枋濟國際集團控股有限公司(股份代號：1355)之獨立非執行董事(由二零一五年六月至二零一六年十月)、公司秘書及財務總監(由二零一六年十一月至二零一七年二月)及非執行董事(由二零一七年二月至二零一七年十一月)，該股份於聯交所主板上市。

Mr. Leung Wai Chuen (“**Mr. Leung**”), aged 54, was appointed as an independent non-executive Director on 11 September 2014. Mr. Leung is responsible for providing independent judgement on the issue of strategy, performance, resources and standard of conduct of the Group.

Mr. Leung obtained a Bachelor’s degree in social sciences from the University of Hong Kong in December 1989, a Master’s degree in business administration jointly awarded by the University of Wales and the University of Manchester in July 2001 and a Master’s degree in business (logistics management) from Royal Melbourne Institute of Technology (now known as RMIT University) in September 2007.

Mr. Leung is a member of the Hong Kong Institute of Certified Public Accountants, a fellow of the Association of Chartered Certified Accountants of the United Kingdom and an associate of the Hong Kong Institute of Chartered Secretaries and The Chartered Governance Institute (formerly known as The Institute of Chartered Secretaries and Administrators) respectively.

Mr. Leung has over 29 years’ experience in auditing, accounting, financial management and company secretarial matters. He worked for and held senior positions in various listed companies in Hong Kong and was responsible for their finance, accounting and company secretarial functions. Mr. Leung is currently the company secretary of Grand Ming Group Holdings Limited (stock code: 1271). Mr. Leung was a non-executive director, from November 2017 to August 2019, of MOS House Group Limited (stock code: 1653), the shares of which are listed on the Main Board of the Stock Exchange.

梁偉泉先生(「梁先生」)，54歲，於二零一四年九月十一日獲委任為獨立非執行董事。梁先生負責就本集團進行的策略、表現、資源及行為準則事宜提供獨立判斷。

梁先生於一九八九年十二月取得香港大學社會科學學士學位，於二零零一年七月取得威爾斯大學及曼徹斯特大學聯合頒發工商管理碩士學位，以及於二零零七年九月取得墨爾本皇家理工學院(現稱為墨爾本皇家理工大學)工商(物流管理)碩士學位。

梁先生分別為香港會計師公會會員、英國特許會計師公會資深會員、香港特許秘書公會及特許公司治理學會(前稱特許秘書及行政人員公會)會員。

梁先生於審核、會計及財務管理以及公司秘書事務方面擁有逾29年經驗。梁先生曾於多家香港上市公司工作及擔任高級職務，負責該等公司的財務、會計及公司秘書職能。梁先生現為佳明集團控股有限公司(股份代號：1271)之公司秘書。梁先生為MOS House Group Limited(股份代號：1653)之非執行董事(由二零一七年十一月至二零一九年八月)，該股份於聯交所主板上市。

Ms. Yeung Mo Sheung Ann (“**Ms. Yeung**”), aged 55, was appointed as an independent non-executive Director on 11 September 2014. Ms. Yeung is responsible for providing independent judgement on the issue of strategy, performance, resources and standard of conduct of the Group.

Ms. Yeung obtained a Bachelor of arts degree in retail marketing with honours from the Manchester Metropolitan University in the United Kingdom in June 1994. She pursued her further study on legal course and obtained a Diploma in legal practice from the Manchester Metropolitan University in the United Kingdom in July 1998.

Ms. Yeung became a qualified solicitor of Hong Kong in December 2000.

Ms. Yeung has over 19 years of experience in legal field in private practice working with various law firms in Hong Kong. Ms. Yeung is currently an independent non-executive director of Success Universe Group Limited (stock code: 487), the shares of which are listed on the Main Board of the Stock Exchange. Ms. Yeung is currently also an independent non-executive director of Merdeka Financial Group Limited (formerly known as Merdeka Financial Services Group Limited) (stock code: 8163), the shares of which are listed on GEM of the Stock Exchange. Ms. Yeung was also an independent non-executive director of Trillion Grand Corporate Company Limited (stock code: 8103) from March 2016 to October 2017, the shares of which are listed on GEM of the Stock Exchange.

楊慕嫦女士(「楊女士」)，55歲，於二零一四年九月十一日獲委任為獨立非執行董事。楊女士負責就本集團進行的策略、表現、資源及行為為準則事宜提供獨立判斷。

楊女士於一九九四年六月取得英國曼徹斯特都會大學零售市場學榮譽文學士學位。彼於一九九八年七月於英國曼徹斯特都會大學繼續深造法律課程，且取得法律實務文憑。

楊女士於二零零零年十二月成為香港合資格律師。

楊女士擁有逾19年與於香港私人執業的不同律師事務所的法律經驗。楊女士現為實德環球有限公司(股份代號：487)之獨立非執行董事，該股份於聯交所主板上市。楊女士現亦為領智金融集團有限公司(前稱萬德金融服務集團有限公司)(股份代號：8163)之獨立非執行董事，該股份於聯交所GEM上市。楊女士亦於二零一六年三月至二零一七年十月為萬泰企業股份有限公司(股份代號：8103)之獨立非執行董事(該股份於聯交所GEM上市)。

SENIOR MANAGEMENT

Mr. Chou Hing Yan Stephen (“**Mr. Chou**”), aged 57, was an executive Director from 26 February 2014 to 29 February 2016 and employed as senior business manager on 1 March 2016. Mr. Chou is one of the founders of the Group and responsible for the business, operations and marketing affairs of the Group.

Mr. Chou has over 16 years of experience in lighting and furniture retails business in Hong Kong and obtained a Bachelor’s degree in commerce from McMaster University of Canada in June 1987.

Mr. Wong Peng Lin (“**Mr. Wong**”), aged 47, is the operation manager of the Group. Mr. Wong joined the Group on 1 December 2003. He is primarily responsible for supervising the day to day operation of the retail stores in Hong Kong. Mr. Wong has over 15 years of experience in lighting retail business in the Group.

Mr. Chang David (“**Mr. Chang**”), aged 50, is the product & logistics manager of the Group. Mr. Chang joined the Group on 3 October 2012, he is primarily responsible for overseeing the product and logistics of the Group. Mr. Chang is also responsible to oversee compliance with safety requirements of all lighting and electrical products offered for sale at the retail stores, monitor the latest development on safety requirements and enhance closer communications between us and the suppliers in respect of the safety and certification requirements for lighting and electrical products in Hong Kong. Mr. Chang has over 23 years of experience in lighting business in Hong Kong.

Mr. Lam Chi Yan (“**Mr. Lam**”), aged 37, is the deputy financial controller and company secretary of the Group. Mr. Lam joined the Group on 27 June 2014, he is primarily responsible for overseeing the financial and daily secretarial matter of the Group.

Mr. Lam obtained a Bachelor of business administration (honours) in accountancy from the City University of Hong Kong in November 2005 and is a member and fellow member of the Hong Kong Institute of Certified Public Accountants since September 2008 and March 2016 respectively. He has around 14 years of experience in accounting, auditing, company secretarial and tax consultancy field.

高級管理層

仇慶仁先生(「**仇先生**」)，57歲，於二零一四年二月二十六日至二零一六年二月二十九日為本公司之執行董事及於二零一六年三月一日受僱為高級業務經理。仇先生為本集團創辦人之一及負責本集團的業務、營運及市場推廣事務。

仇先生於香港燈飾及家具零售業務方面擁有逾16年經驗，並於一九八七年六月取得加拿大麥克馬斯特大學商學學士學位。

黃炳煉先生(「**黃先生**」)，47歲，為本集團的營運經理。黃先生於二零零三年十二月一日加入本集團。彼主要負責監督我們香港零售店的日常運作。黃先生於本集團燈飾零售業務方面擁有逾15年經驗。

張大偉先生(「**張先生**」)，50歲，為本集團的產品及物流經理。張先生於二零一二年十月三日加入本集團，主要負責監督本集團的產品及物流。張先生亦負責監督我們零售店內所出售的全部燈飾及電氣產品均符合安全規定、監控安全規定的最新發展以及加強我們與供應商之間就香港燈飾及電氣產品的安全及認證規定的緊密溝通。張先生於香港燈飾業務方面擁有逾23年經驗。

林智欣先生(「**林先生**」)，37歲，為本集團的助理財務總監及公司秘書。林先生於二零一四年六月二十七日加入本集團，主要負責監督本集團的財務及日常的公司秘書事宜。

於二零零五年十一月，林先生取得香港城市大學工商管理榮譽學士(會計)學位，並分別由二零零八年九月及二零一六年三月起成為香港會計師公會會員及資深會員。彼於會計、審計、公司秘書及稅務諮詢領域擁有逾14年經驗。

CORPORATE GOVERNANCE REPORT

企業管治報告

CORPORATE GOVERNANCE PRACTICES

The Company is committed to achieving high standards of corporate governance to safeguard the interests of the shareholders of the Company and enhance its corporate value. The Company's corporate governance practices are based on the principles and code provisions as set out in the Corporate Governance Code and Corporate Governance Report in Appendix 15 to the GEM Listing Rules (the "CG Code"). To the best knowledge of the Board, the Company has complied with the code provisions in the CG Code during the Financial Year.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct for dealing in securities of the Company by the Directors in accordance with the required standard of dealings as set out in the Rules 5.48 to 5.67 of the GEM Listing Rules (the "Required Standard of Dealings"). The Company has made specific enquiries with all Directors and the Directors confirmed that they have complied with the Required Standard of Dealings and the code of conduct for dealing in securities of the Company during the Financial Year.

BOARD OF DIRECTORS

Composition of the Board of Directors

Up to the date of this annual report, the Board comprises three executive Directors and three independent non-executive Directors. The composition of the Board was as follows:

Executive Directors

Hue Kwok Chiu (*Chairman*)
Hui Kwok Keung Raymond (*Chief Executive Officer*)
Hui Kwok Wing (*Chief Creative Officer*)

Independent non-executive Directors

Chung Wai Man
Leung Wai Chuen
Yeung Mo Sheung Ann

企業管治常規

本公司致力推行高標準的企業管治保障本公司的股東利益及加強本公司的企業價值。本公司之企業管治常規乃以GEM上市規則附錄15所載企業管治守則及企業管治報告(「企業管治守則」)載列之原則及守則條文為基準。據董事會所知，於本財政年度，本公司已遵守企業管治守則內之守則條文。

董事進行證券交易

本公司已採納GEM上市規則第5.48至5.67條所載之交易必守標準(「交易必守標準」)，作為董事買賣本公司證券之操守守則。本公司已對各董事作出特定查詢，董事已確認彼等於本財政年度已遵守交易必守標準及買賣本公司證券之操守守則。

董事會

董事會的組成

截至本年報日，董事會包括三名執行董事及三名獨立非執行董事。董事會的組成如下：

執行董事

許國釗(主席)
許國強(行政總裁)
許國榮(首席創意總監)

獨立非執行董事

鍾偉文
梁偉泉
楊慕嫻

Functions of the Board

The principal function of the Board is to consider and approve the overall business plans and strategies of the Group, develop and implement the corporate governance function, monitor the implementation of these policies and strategies and the management of the Company. The Group has an independent management team, which is led by a team of senior management with substantial experience and expertise in the Group's business and the Board delegates the authority and responsibility for implementing the Group's policies and strategies.

Board Meetings and Board Practices

The Directors can attend meetings in person or through other means of electronic communication in accordance with the articles of association of the Company (the "Articles"). All minutes of the Board meetings were recorded in sufficient detail the matters considered by the Board and the decisions reached.

During the Financial Year, six Board meetings and one general meeting were held in addition to circulation of written resolutions. Details of the attendance of Directors are as follows:

董事會的職能

董事會的主要職能是考慮及審批本集團的整體業務計劃及策略、企業管治職能的發展和執行以及對本公司於該政策和策略的執行及管理層作出監察。董事會授權執行本集團政策及策略的權力及責任予一支獨立管理團隊，該團隊由一批經驗豐富且具備對本集團業務專業知識的高級管理層領導。

董事會會議及董事會常規

根據本公司組織章程細則（「組織章程細則」），公司董事可以親身出席或透過其他電子途徑方式進行會議。所有董事會會議的會議紀錄都充分詳細地記錄所有董事會考慮的事項及得出的決定。

於本財政年度，除了傳閱書面決議案，董事會舉行六次董事會會議及一次股東大會。以下是各董事出席紀錄的詳情：

	Attendance 出席率	
	General meeting 股東大會	Board meetings 董事會會議
Executive Directors		
執行董事		
Hue Kwok Chiu (<i>Chairman</i>) 許國釗(主席)	1/1	6/6
Hui Kwok Keung Raymond (<i>Chief Executive Officer</i>) 許國強(行政總裁)	1/1	6/6
Hui Kwok Wing (<i>Chief Creative Officer</i>) 許國榮(首席創意總監)	1/1	6/6
Independent Non-executive Directors		
獨立非執行董事		
Chung Wai Man 鍾偉文	1/1	6/6
Leung Wai Chuen 梁偉泉	1/1	6/6
Yeung Mo Sheung Ann 楊慕嫻	1/1	5/6

According to the code provision A.2.7 of the CG Code, the chairman should at least annually hold meetings with the independent non-executive directors without the presence of other directors. The Company complied with the code provision A.2.7 of the CG Code that the chairman of the Board held meetings with the independent non-executive Directors without the presence of other Directors.

根據企業管治守則第A.2.7條守則條文，主席應至少每年與獨立非執行董事舉行一次沒有其他董事出席的會議。本公司已遵守企業管治守則第A.2.7條守則條文，董事會主席已在並無其他董事的情況下與獨立非執行董事舉行會議。

Directors' Appointment, Re-election and Removal

Under the code provision A.4.1 of the CG Code, the non-executive directors should be appointed for a specific term.

Each of the executive Directors namely, Mr. Hue Kwok Chiu and Mr. Hui Kwok Keung Raymond, has entered into a service agreement with the Company for a fixed term of two years from 11 September 2018, which may be terminated by not less than three months' written notice served by either party on the other, and is subject to termination provisions therein and provisions on retirement by rotation of Directors as set out in the Articles.

Each of the independent non-executive Directors has entered into a service agreement with the Company for a fixed term of two years from 11 September 2018, which may be terminated by not less than three months' written notice served by either party on the other, and is subject to termination provisions therein and provisions on retirement by rotation of Directors as set out in the Articles.

Mr. Hui Kwok Wing, the executive Director, has entered into a service agreement with the Company for a fixed term of two years from 19 June 2019, which may be terminated by not less than three months' written notice served by either party on the other, and is subject to termination provisions therein and provisions on retirement by rotation of Directors as set out in the Articles.

In compliance with the code provision A.4.2 of the CG Code, all directors appointed to fill a casual vacancy should be subject to election by shareholders at the first general meeting after appointment. By virtue of article 83 of the Articles, the Directors shall have the power from time to time and at any time to appoint any person as a Director either to fill a casual vacancy on the Board or as an addition to the existing Board. Any Director appointed by the Board to fill a casual vacancy shall hold office until the first general meeting of the Company after his appointment and be subject to re-election at such meeting. Any Director appointed by the Board as an addition to the existing Board shall hold office only until the next following annual general meeting of the Company and shall then be eligible for re-election.

In compliance with the code provision A.4.2 of the CG Code, every director should be subject to retirement by rotation at least once every three years. Furthermore, pursuant to article 84 of the Articles, at each annual general meeting one-third of the Directors for the time being, (or, if their number is not a multiple of three (3), the number nearest to but not less than one third) shall retire from office by rotation provided that every Director shall be subject to retirement at an annual general meeting at least once every three years. A retiring Director shall be eligible for re-election and shall continue to act as a Director throughout the meeting at which he retires.

董事的委任、重選及罷免

按照企業管治守則第A.4.1條守則條文，非執行董事必須以特定的年期委任。

每名執行董事(許國釗先生及許國強先生)皆與本公司訂立一份服務協議，由二零一八年九月十一日起計為期兩年，可由任何一方向另一方發出不少於三個月的書面通知終止，並須受其中所述終止條文及組織章程細則所載董事輪流退任條文所規限。

每名獨立非執行董事皆與本公司訂立一份服務協議，由二零一八年九月十一日起計為期兩年，可由任何一方向另一方發出不少於三個月的書面通知終止，並須受其中所述終止條文及組織章程細則所載董事輪流退任條文所規限。

執行董事許國榮先生與本公司訂立一份服務協議，由二零一九年六月十九日起計為期兩年，可由任何一方向另一方發出不少於三個月的書面通知終止，並須受其中所述終止條文及組織章程細則所載董事輪流退任條文所規限。

根據企業管治守則第A.4.2條守則條文，所有獲委任以填補臨時空缺之董事須於獲委任後的首次股東大會上接受股東選舉。根據組織章程細則第83條，董事會不時及隨時有權委任任何人士為董事，以填補董事會臨時空缺或作為新增董事。任何獲董事會委任以填補臨時空缺之董事僅留任至其獲委任後本公司的首次股東大會，並須於該會上重選。任何獲董事會委任為現時董事會新增董事之董事僅留任至本公司下一屆股東週年大會，並合資格重選。

根據企業管治守則第A.4.2條守則條文，每名董事均應至少每三年輪值退任一次。此外，根據組織章程細則第84條，於每屆股東週年大會上，佔當時三分之一的董事(或如董事人數並非三的倍數，則按最接近但不少於三分之一的董事人數計算)均須輪席退任，惟每名董事須至少每三年於股東週年大會輪席退任一次。退任董事有資格膺選連任，並於其退任的大會期間繼續擔任董事。

Independent Non-executive Directors

The Company has three independent non-executive Directors to comply with Rule 5.05 of the GEM Listing Rules. Furthermore, among the three independent non-executive Directors, Mr. Chung and Mr. Leung have appropriate professional qualifications or accounting or related financial management expertise as required by Rule 5.05(2) of the GEM Listing Rules. In accordance with Rule 5.09 of the GEM Listing Rules, the Company has received from each of its independent non-executive Directors the written confirmation of his/her independence. The Company, based on such confirmations, considers Mr. Chung, Mr. Leung and Ms. Yeung to be independent.

Chairman and Chief Executive Officer

According to the code provision A.2.1 of the CG Code, the roles of the chairman and the chief executive should be separate and should not be performed by the same individual. During the Financial Year, the role of the chairman of the Board is performed by Mr. Hue Kwok Chiu and the office of the chief executive officer of the Company is performed by Mr. Hui Kwok Keung Raymond. The code provision A.2.1 of the CG Code has been complied with.

Delegation of Powers

The Board delegates day-to-day operations of the Group to executive Directors and management of the Company with department heads responsible for different aspects of the business/functions, while reserving certain key matters in making strategic decision for its approval. When the Board delegates aspects of its management and administration functions to management, it gives clear directions as to the powers of management, in particular, with respect to the circumstances where management need to report back and obtain prior approval from the Board before making decisions or entering into any commitments on behalf of the Company.

Continuing Professional Development

According to the code provision A.6.5 of the CG Code, all directors should participate in continuous professional development to develop and refresh their knowledge and skills to ensure their contribution to the board remains informed and relevant. The Company has arranged and/or introduced some director's training courses and has provided monthly financial highlight, business update of the Group and training materials for the Directors to develop and explore their knowledge and skills.

During the Financial Year, all Directors have participated in continuous professional development to develop and refresh their knowledge and skills.

獨立非執行董事

本公司有三名獨立非執行董事，符合GEM上市規則第5.05條規定。此外，三名獨立非執行董事中，鍾先生及梁先生擁有GEM上市規則第5.05(2)條規定之合適專業資格或會計或相關財務管理之專業知識。根據GEM上市規則第5.09條，本公司已收到各獨立非執行董事就其獨立性所發出的書面確認書。本公司根據有關確認書，認為鍾先生、梁先生及楊女士為獨立人士。

主席及行政總裁

根據企業管治守則第A.2.1條守則條文，應區分主席與行政總裁的角色，不應由同一人擔任。於本財政年度，董事會主席一職由許國釗先生擔任，本公司行政總裁之職位由許國強先生擔任。企業管治守則第A.2.1條守則條文已遵守。

授權

董事會授權執行董事及本公司管理層負責本集團的日常營運，亦授權部門主管負責不同的業務／職責，惟若干重大事項的策略決定仍須經董事會批准。董事會授權管理層負責管理及行政職務時會對管理層的權力作出明確指示，特別是代表本公司作出決定或訂立任何承擔前須向董事會報告並獲董事會事先批准。

持續專業發展

根據企業管治守則第A.6.5條守則條文，全體董事應參加持續專業發展，以開拓及增進其知識及技能，以確保彼等繼續向董事會作出知情及恰當之貢獻。本公司已向董事安排及／或介紹一些培訓課程及提供每月財務摘要、本集團業務更新及培訓資料，以發展及開發彼等之知識及技能。

於本財政年度，全體董事均已參與持續專業發展以開拓及增進其知識及技能。

Directors' and Officers' Liabilities

The Company has arranged for appropriate insurance covering the liabilities in respect of legal action against the Directors and officers of the Company that may arise out in the corporate activities which has been complied with the CG Code. The insurance coverage is reviewed on an annual basis.

BOARD COMMITTEES

Audit Committee

The audit committee of the Company (the "Audit Committee") was established by the Board on 11 September 2014 with written terms of reference in compliance with Rules 5.28 and 5.29 of the GEM Listing Rules and code provision C.3.3 of the CG Code. The Audit Committee currently comprises three independent non-executive Directors and is chaired by Mr. Leung. The other members are Mr. Chung and Ms. Yeung. The primary duties of the Audit Committee are mainly to oversee the relationship with the Company's external auditor, review the Company's financial information and oversee the Company's financial reporting system, risk management and internal control systems.

The Audit Committee had reviewed the consolidated results of the Group for the Financial Year with the management and is of the view that such results complied with the applicable accounting standards, the requirements under the GEM Listing Rules and other applicable legal requirements, and that adequate disclosures had been made.

Five Audit Committee meetings were held in addition to circulation of written resolutions during the Financial Year. Details of the attendance of members of the Audit Committee meeting are as follows:

Members 成員	Attendance 出席率
Leung Wai Chuen (<i>Chairman</i>) 梁偉泉(主席)	5/5
Chung Wai Man 鍾偉文	5/5
Yeung Mo Sheung Ann 楊慕嫦	4/5

董事及高級職員之責任

本公司已安排適當保險，就企業活動中可能出現之針對董事及本公司高級職員之法律行動涉及之法律責任提供保障，此做法符合企業管治守則。投保範圍乃每年進行檢討。

董事會

審核委員會

本公司的審核委員會(「審核委員會」)於二零一四年九月十一日由董事會成立，並遵照GEM上市規則第5.28條及5.29條規定及企業管治守則第C.3.3條守則條文制定書面職權範圍。審核委員會現時由三名獨立非執行董事組成，並由梁先生擔任主席，其餘成員為鍾先生及楊女士。審核委員會的主要職務為監察與本公司核數師的關係、審閱本公司的財務資料及監管本公司財務申報制度、風險管理及內部監控系統。

審核委員會與管理層已審閱本集團本財政年度之綜合業績，並認為有關業績已符合適用會計政策、GEM上市規則之規定及其他適用法律要求，亦已作出恰當披露。

除了傳閱書面決議案，審核委員會於本財政年度舉行了五次會議，會員於審核委員會會議出席率的詳情如下：

The following is a summary of work performed by the Audit Committee during the Financial Year:

- (a) reviewed the audited consolidated financial statements for the year ended 31 March 2019;
- (b) reviewed the unaudited consolidated financial statements for the three months ended 30 June 2019, six months ended 30 September 2019 and nine months ended 31 December 2019;
- (c) reviewed the Group's financial reporting system, risk management and internal control systems;
- (d) approved the remuneration and the appointment and the terms of engagement of the external auditor;
- (e) reviewed the external auditor's independence and objectivity and the effectiveness of audit process in accordance with applicable standards; and
- (f) reviewed and ensured that the internal audit function is adequately resourced and has appropriate standing within the Group.

The Group's risk management and internal control systems are reviewed regularly by management. With the view of enhancing the Group's risk management and internal control systems, during the Financial Year, the Company has engaged an independent external consulting firm (the "Internal Control Adviser") to review the Group's risk management and internal control systems and recommend actions to improve the Group's risk management and internal control systems.

Based on the review, the Audit Committee is of the view that the Group's risk management and internal control systems were generally effective and in compliance with the requirements of the code provision C.2.1 of the CG Code for the Financial Year in all material respects.

以下是審核委員會於本財政年度的工作概要：

- (a) 審閱截至二零一九年三月三十一日止年度之經審核之綜合財務報表；
- (b) 審閱截至二零一九年六月三十日止三個月、二零一九年九月三十日止六個月及二零一九年十二月三十一日止九個月未經審核之綜合財務報表；
- (c) 審閱本集團之財務申報制度、風險管理及內部監控及系統；
- (d) 批准外聘核數師之酬金、委任及聘用的條款；
- (e) 審閱外聘核數師之獨立性及客觀性以及根據適用準則中審核過程之效用；以及
- (f) 審閱及確保內部審核功能在集團內部有足夠資源運作，並且有適當地位。

管理層定期審閱本集團的風險管理及內部監控系統。為提升本集團的風險管理及內部監控系統，本公司已於本財政年度委聘一間獨立外部顧問公司（「內部監控顧問」）審閱本集團的風險管理及內部監控系統，以及建議採取的行動，以加強我們的風險管理及內部監控系統。

根據審閱，審核委員會認為，於本財政年度，本集團的風險管理及內部監控制度在各重大方面基本符合企業管治守則第C.2.1條守則條文之規定並有效運作。

Remuneration Committee

The remuneration committee of the Company (the "Remuneration Committee") was established by the Board on 11 September 2014 with written terms of reference in compliance with the CG Code. The Remuneration Committee currently comprises three independent non-executive Directors and is chaired by Mr. Chung. The other members are Mr. Leung and Ms. Yeung. The primary duties of the Remuneration Committee are, amongst other things, to review and make recommendations to the Board on the terms of remuneration packages, bonuses and other compensation payable to the Directors and senior management and to make recommendations to the Board on the policy and structure for all remuneration of the Directors and senior management.

Three Remuneration Committee meetings were held in addition to circulation of written resolutions during the Financial Year. Details of the attendance of the members of the Remuneration Committee meeting are as follows:

Members 成員	Attendance 出席率
Chung Wai Man (<i>Chairman</i>) 鍾偉文(主席)	3/3
Leung Wai Chuen 梁偉泉	3/3
Yeung Mo Sheung Ann 楊慕嫻	3/3

Remuneration Policy for Directors and Senior Management

The remuneration payable to the employees includes salaries and allowances. The Group's remuneration policies are formulated based on the performance of individual employees and are reviewed regularly. Subject to the Group's profitability, the Group may also provide a discretionary bonus to employees as an incentive for their contribution to the Group. The primary goal of the remuneration policy with regard to the remuneration package of the executive Directors is to enable the Group to retain and motivate the executive Directors by linking his compensation with performance as measured against corporate objectives achieved. The executive Directors are entitled to the remuneration packages including basic salaries and discretionary bonuses.

薪酬委員會

本公司的薪酬委員會(「薪酬委員會」)於二零一四年九月十一日由董事會成立，並遵照企業管治守則制定書面職權範圍。薪酬委員會現時由三名獨立非執行董事組成，並由鍾先生擔任主席，其餘成員為梁先生及楊女士。薪酬委員會主要負責(其中包括)檢討及就董事及高級管理層的薪酬待遇條款、花紅及其他酬金向董事會提供推薦意見，以及就董事及高級管理層的所有酬金政策及架構向董事會提供推薦意見。

除了傳閱書面決議案，薪酬委員會於本財政年度舉行了三次會議，會員於薪酬委員會會議出席率的詳情如下：

董事及高級管理人員之薪酬政策

應付僱員之薪酬包括薪金及津貼。本集團之薪酬政策基於個別僱員的表現釐定，並定期檢討。根據本集團之盈利能力，本集團亦可能向僱員提供酌情花紅作為彼等對本集團貢獻的激勵。有關執行董事薪酬待遇政策的主要目的，是為讓本集團可將其薪酬與表現(以已達成的企業目標衡量)掛鉤，以挽留及激勵執行董事。執行董事均有權獲得包括基本薪金及酌情花紅的薪酬組合。

The remuneration packages of the Directors were determined by reference to their experience, duties and responsibilities in the Company and the prevailing market rate.

董事薪酬其乃經考慮彼等之經驗、職務及職責及現行市場水平而釐定。

The share option scheme of the Company (the “Share Option Scheme”) was adopted by all shareholders by way of written resolution on 11 September 2014. The terms of the Share Option Scheme are in accordance with the provisions of Chapter 23 of the GEM Listing Rules. The purpose of the Share Option Scheme is to attract and retain the best available personnel, to provide additional incentive to employees (full-time and part-time), directors, consultants, advisers, distributors, contractors, suppliers, agents, customers, business partners or service providers of the Group (the “Eligible Participants”) and to promote the success of the business of the Group.

本公司購股權計劃(「購股權計劃」)由全體股東於二零一四年九月十一日通過書面決議案採納。購股權計劃的條款乃符合GEM上市規則第23章的條文。購股權計劃旨在吸引及挽留最優秀的人員、向本集團僱員(全職及兼職)、董事、諮詢人、顧問、分銷商、承包商、供應商、代理、客戶、商業夥伴或服務供應商(「合資格參與者」)提供額外獎勵以及推動本集團業務創出佳績。

The Board is authorised, at its absolute discretion and subject to the terms of the Share Option Scheme, to grant options to the Eligible Participants to subscribe for the shares of the Company.

董事會獲授權按彼等之全權酌情，依照購股權計劃之條款授出可認購本公司股份之購股權予合資格參與者。

The Company believes that by offering the Eligible Participants a shareholding stake in the Company, the interests of the Eligible Participants and the Company become aligning and thereby the Eligible Participants have additional incentives to improve the Company’s performance.

本公司相信向合資格人士提供本公司股權，使合資格人士與本公司的利益緊密相連，可促使合資格人士有更大的動力推動本公司的表現。

All members of the Board agreed to reduce their emoluments by 50% for three months from 1 February 2020 to 30 April 2020 and reduce their emoluments by 30% for three months from 1 May 2020 to 31 July 2020, as part of cost control measures.

全部董事會成員同意由二零二零年二月一日至四月三十日三個月減薪50%及由二零二零年五月一日至七月三十一日三個月減薪30%，作為成本控制措施之一。

Senior Management’s Remuneration

Senior management’s remuneration payment of the Group for the Financial Year falls within the following band:

高級管理層薪酬

於本財政年度支付高級管理層薪酬介乎以下範圍：

	Number of individuals 人士的數目
Nil to HK\$1,000,000	4
零至1,000,000港元	

All senior management agreed to have a 24 days no-paid leave during February 2020 to June 2020, as part of cost control measures.

全體高級管理層同意由二零二零年二月至六月無薪休假24天，作為成本控制措施之一。

Nomination Committee

The Board is empowered under the Articles to appoint any person as a Director either to fill a casual vacancy on or, as an additional member of the Board. Qualified candidates will be proposed to the Board for consideration and the selection criteria are mainly based on the assessment of their professional qualifications and experience. The Board selects and recommends candidates for directorship to the shareholders having regards to the balance of skills and experience appropriate to the Group's business.

The nomination committee of the Company (the "Nomination Committee") was established by the Board on 11 September 2014 with written terms of reference in compliance with the CG Code. The Nomination Committee currently comprises three independent non-executive Directors and is chaired by Ms. Yeung. The other members are Mr. Chung and Mr. Leung. The primary duties of the Nomination Committee are mainly responsible for making recommendations to the Board on appointment of Directors and succession planning for Directors.

One Nomination Committee meeting was held in addition to circulation of written resolutions during the Financial Year. Details of the attendance of the members of the Nomination Committee meeting are as follows:

提名委員會

根據組織章程細則，董事會有權委任任何人士為董事以填補董事會臨時空缺或作為新增成員。合資格候選人將提名至董事會審議，挑選標準主要以彼等的專業資歷及經驗為準。董事會於考慮適合本集團業務之技能及經驗平衡後，挑選及向股東推薦候選人出任董事。

本公司的提名委員會（「提名委員會」）於二零一四年九月十一日由董事會成立，並遵照企業管治守則制定書面職權範圍。薪酬委員會現時由三名獨立非執行董事組成，並由楊女士擔任主席，其餘成員為鍾先生及梁先生。提名委員會主要負責就有關委任董事及董事之繼任計劃向董事會提出推薦意見。

除了傳閱書面決議案，提名委員會於本財政年度舉行了一次會議，會員於提名委員會會議出席率的詳情如下：

Members 成員	Attendance 出席率
Yeung Mo Sheung Ann (<i>Chairman</i>) 楊慕嫻(主席)	1/1
Leung Wai Chuen 梁偉泉	1/1
Chung Wai Man 鍾偉文	1/1

NOMINATION POLICY

The Board has adopted a nomination policy (the “Nomination Policy”) on 20 December 2018 to assist the Board in identifying suitably qualified candidates and making recommendations to the Board on the appointment or re-appointment of Directors and succession planning for Directors as well as providing the selection criteria and procedures adopted for making recommendations by the Nomination Committee. A summary of the selection criteria and procedures for recommendation and selection of candidates for directorship is disclosed below.

Selection Criteria

In assessing the suitability of a proposed candidate, the Nomination Committee shall consider the following factors:

- (a) Reputation for integrity;
- (b) Accomplishment, skills and experience in the industry;
- (c) Commitment in respect of available time and relevant interest; and
- (d) Diversity in all its aspects, including but not limited to, gender, age, cultural and educational background, professional qualification, skills, knowledge and length of service.

These factors are for reference only, and not meant to be exhaustive and decisive. The Nomination Committee has the discretion to nominate any person, as it considers appropriate.

Proposed candidates will be asked to submit the necessary personal information in a prescribed form, together with their written consent to be appointed as a Director and to the public disclosure of their personal data on any documents or the relevant websites for the purpose of or in relation to their standing for election as a Director.

The Nomination Committee may request candidates to provide additional information and documents, if considered necessary.

提名政策

董事會於二零一八年十二月二十日採納提名政策（「提名政策」），協助董事會物色合適及合資格的候選人，並就委任或重新委任董事以及董事繼任計劃向董事會提供推薦建議，並提供所採納的甄選標準及程序，以供提名委員會提供推薦建議。推薦及甄選董事候選人的甄選標準及程序概要披露如下。

甄選準則

評估建議候選人是否合適時，提名委員會須考慮以下因素：

- (a) 信譽；
- (b) 於行業的成就、技能及經驗；
- (c) 可投入的時間及相關的利益；及
- (d) 多方面考慮（包括但不限於性別、年齡、文化及教育背景、專業資格、技能、知識及服務年期）。

上述因素只供參考，並不旨在涵蓋所有因素，也不具決定性作用。提名委員會可決定提名任何其認為適當的人士。

建議人選將會被要求按既定格式提交所需的個人資料，以及提交同意書，同意被委任為董事，並同意就其參選董事或與此有關的事情在任何文件或相關網站公開披露其個人資料。

提名委員會如認為有必要，可以要求候選人提供額外資料及文件。

Nomination Procedures

The secretary of the Nomination Committee shall call a meeting of the Nomination Committee, and invite nominations of candidates from Board members if any, for consideration by the Nomination Committee prior to its meeting. The Nomination Committee may also put forward candidates who are not nominated by Board members.

For filling a casual vacancy, the Nomination Committee shall make recommendations for the Board's consideration and approval. For proposing candidates to stand for election at a general meeting, the Nomination Committee shall make nominations to the Board for its consideration and recommendation.

Until the issue of the shareholder circular, the nominated persons shall not assume that they have been proposed by the Board to stand for election at the general meeting.

In order to provide information of the candidates nominated by the Board to stand for election at a general meeting, and to invite nominations from shareholders, a circular will be sent to shareholders. The circular will set out the lodgment period for shareholders to make the nominations. The names, brief biographies (including qualifications and relevant experience), independence, proposed remuneration and any other information, as required pursuant to the applicable laws, rules and regulations, of the proposed candidates will be included in the circular to shareholders.

A shareholder can serve a notice to the secretary of the Company within the lodgment period of its intention to propose a resolution to elect a certain person as a Director, without the Board's recommendation or the Director's nomination, other than those candidates set out in the shareholder circular. The particulars of the candidates so proposed will be sent to all shareholders for information by a supplementary circular.

A candidate is allowed to withdraw his candidature at any time before the general meeting by serving a notice in writing to the secretary of the Company.

提名程序

提名委員會秘書須召開提名委員會會議，並邀請董事會成員提名人選(如有)供提名委員會開會前考慮。提名委員會亦可提名未獲董事會成員提名的人選。

如要填補臨時空缺，提名委員會須推薦人選供董事會考慮及批准。如要推薦候選人在股東大會上參選，提名委員會須向董事會提名供其考慮及推薦參選。

在直至發出股東通函前，被提名人士不可假設其已獲董事會推薦在股東大會上參選。

為提供有關獲董事會提名在股東大會上參選的候選人資料及邀請股東提名人選，本公司將會向股東發出通函，列出股東遞交提名的期限。候選人的姓名、簡歷(包括資格及相關經驗)、獨立性、建議酬金及其他資料將根據適用的法律、規則及規例載於向股東發出的通函。

股東可於提名期限內，在沒有董事會推薦或提名委員會的提名下向公司秘書發送通知，提出議案提名股東通函所載候選人以外的其他人士參選董事。有關建議候選人的個人資料將透過補充通函發送全體股東以提供有關資料。

候選人可於股東大會舉行前任何時候向公司秘書發出書面通知退選。

The Board shall have the final decision on all matters relating to its recommendation of candidates to stand for election at any general meeting.

As there may be more candidates than the vacancies available, and the “gross-vote” method will be used to determine who shall be elected as a Director, shareholder proposed resolutions shall therefore take the same form as the resolutions proposed for the candidates recommended by the Board.

BOARD DIVERSITY POLICY

The Company adopted a board diversity policy and aims to set the approach to achieve diversity on the Board. The Company seeks to achieve Board diversity through the consideration of a number of aspects, including but not limited to gender, age, cultural and educational background, professional qualification, skills, knowledge and length of service. All Board appointments will be based on meritocracy, and candidates will be considered against objective criteria, having due regard for the benefits of diversity on the Board.

For the purpose of implementation of the board diversity policy, the following measurable objectives were adopted:

- (i) at least one-third of the members of the Board shall be independent non-executive Directors; and
- (ii) at least one of the members of the Board shall have obtained accounting or other professional qualifications.

The Board has achieved the measurable objectives in the board diversity policy for the Financial Year.

The Nomination Committee will review the board diversity policy, as appropriate, to ensure the effectiveness of the board diversity policy. The Nomination Committee will discuss any revisions that may be required, and recommend any such revisions to the Board for consideration and approval.

董事會對於其推薦候選人在股東大會上參選的所有事宜有最後決定權。

由於候選人的數目可能較空缺數目為多，而「總票數」方法將會被採用去釐定哪一位候選人選任為董事，因此股東提出的議案與董事會推薦候選人的議案須採用相同的格式。

董事會成員多元化政策

本公司已採納董事會成員多元化政策並為達致董事會成員多元化而制訂了方針。本公司尋求透過多方面考慮(包括但不限於性別、年齡、文化及教育背景、專業資格、技能、知識及服務年期)而達致董事會成員多元化。所有董事會委任均以用人唯才為原則，並於考慮人選時以客觀條件充分顧及董事會成員多元化之裨益。

為執行董事會多元化政策目的，已採納以下可計量目標：

- (i) 董事會成員至少有一分之三須為獨立非執行董事；及
- (ii) 董事會成員至少有一位董事須取得會計或其他專業資格。

董事會已於本財政年度達到根據董事會多元化政策下之可計量目標。

為確保本政策行之有效，提名委員會將於適時候候檢討董事會多元化政策。提名委員會將會討論任何需對本政策作出的修訂，並向董事會提出修訂建議，供董事會考慮及通過。

EO COMPLIANCE COMMITTEE

The Electricity Ordinance (“EO”) compliance committee of the Company (the “EO Compliance Committee”) was established by the Board on 11 September 2014. The EO Compliance Committee currently comprises two executive Directors and one independent non-executive Director and is chaired by Mr. Hui Kwok Keung Raymond. The other members are Mr. Hui Kwok Wing and Mr. Chung. The primary duties of the EO Compliance Committee are to oversee and monitor the Group’s compliance of EO and other relevant regulations through regular meetings and special meetings.

Four EO Compliance Committee meetings were held during the Financial Year. Details of the attendance of the members of the EO Compliance Committee meeting are as follows:

電力條例合規委員會

本公司的電力條例(「電力條例」)合規委員會(「電力條例合規委員會」)於二零一四年九月十一日由董事會成立。電力條例合規委員會現時由兩名執行董事及一名獨立非執行董事組成，並由許國強先生擔任主席，其餘成員為許國榮先生及鍾先生。電力條例合規委員會主要負責透過定期會議及特別會議監督及監察本集團遵守電力條例及其他相關法規的情況。

電力條例合規委員會於本財政年度舉行了四次會議，會員於電力條例合規委員會會議出席率的詳情如下：

Members 成員	Attendance 出席率
Hui Kwok Keung Raymond (<i>Chairman</i>) 許國強(主席)	4/4
Hui Kwok Wing 許國榮	4/4
Chung Wai Man 鍾偉文	4/4

ACCOUNTABILITY AND AUDIT

Directors' and Auditor's Responsibilities for the Consolidated Financial Statements

All Directors acknowledge their responsibility to prepare the Group's consolidated financial statements for each financial year to give a true and fair view of the financial position of the Group and of its financial performance and cash flows for that financial year. In preparing the consolidated financial statements for the Financial Year, the Board has selected suitable accounting policies and applied them consistently, made judgements and estimates that are prudent, fair and reasonable and prepared the consolidated financial statements on a going concern basis. The Directors are responsible for taking all reasonable and necessary steps to safeguard the assets of the Group and to prevent and detect fraud and other irregularities. The statement of auditor about their reporting responsibilities on the consolidated financial statements is set out in the Independent Auditor's Report. The Directors continue to adopt the going concern approach in preparing the consolidated financial statements and are not aware of any material uncertainties relating to events or conditions that may cast significant doubt upon the Company's ability to continue as a going concern.

Auditor's Remuneration

The remuneration paid or payable to the Company's auditor, BDO Limited, in respect of their audit services for the Financial Year amounted to HK\$580,000.

RISK MANAGEMENT AND INTERNAL CONTROL

Goals and objectives

The Board acknowledges its responsibility for the effectiveness of the Group's risk management and internal control systems. Such risk management and internal control systems are designed for managing risks rather than eliminating the risk of failure to achieve business objectives, and can only provide reasonable and not absolute assurance against material misstatement or loss.

Risk management policy has been established to formalise the risk management of the Group, build up a standard and effective risk management system and improve the ability of risk prevention, so as to ensure the Group is operating in a safety and steady environment, the operation management level could be increased and the Group's operational strategy and target could be achieved. The current practices will be reviewed and updated regularly to follow the latest practices in corporate governance.

問責及審核

董事及核數師有關綜合財務報表之責任

全體董事知悉有關編製本集團各財政年度的綜合財務報表之責任，應真實公平地反映本集團於該財政年度內的財務狀況、財務表現及現金流量。編製本財政年度的綜合財務報表時，董事會選擇並貫徹運用合適的會計政策，作出審慎、公平及合理的判斷及估計，並按持續經營基準編製綜合財務報表。董事負責採取一切合理及必要措施保護本集團資產，以及防止及甄別欺詐行為及其他異常。核數師就其呈報綜合財務報表責任之聲明載於獨立核數師報告。董事於編製綜合財務報表時繼續採納持續經營基準，及並不知悉有任何可能導致本公司持續經營能力存疑之事件或情況等重大不明朗因素。

核數師酬金

於本財政年度，就核數服務已付或應付本公司核數師香港立信德豪會計師事務所有限公司之酬金為580,000港元。

風險管理及內部監控

方針及目標

董事會知悉其維持本集團風險管理及內部監控系統有效性之責任。該等風險管理及內部監控系統乃為管理風險而非免除未能達成業務目標的風險，而僅可對重大錯誤陳述或損失作出合理保證而非絕對保證。

風險管理政策已獲制定，以規範化本集團的風險管理、建立標準及有效的風險管理系統、改善預防風險的能力，從而確保本集團於安全及穩定的環境中營運，而經營管理水平可獲提升，且亦可達致本集團的經營策略及目標。目前的常規將會定期獲檢討及更新，以遵循最新的企業管治常規。

The Board has delegated its responsibilities (with relevant authorities) of risk management and internal control to the Audit Committee. The Audit Committee (on behalf of the Board) oversees the management in the design, implementation and monitoring of the risk management and internal control systems for the Financial Year.

Possible risks and uncertainties

The Group's possible risks and uncertainties range from raw material risk, market risk, operational risk, credit risk and financial risk.

Business Risk

The Group's business risks include rapid change in the general market conditions, especially the Hong Kong retail market, and also the downturn pressure on the overall economy of the Hong Kong and other overseas markets. The Board is responsible for the overall management of the business and review of material business decisions involving material risks exposures from time to time.

Financial Risk

The Board monitors closely the Group's foreign exchange risk, credit risk, liquidity risk and interest rate risk. The Board also reviews monthly performance, capital structure and key operating data of the Group.

Compliance Risk

The Board monitors and ensures that the Group is in compliance with the applicable laws, rules and regulations. The Group engages professionals from time to time to keep abreast of the latest developments in the regulatory environment, including legal, financial, environmental and operational developments. The Group also adopts a strict policy in prohibiting any unauthorised use or dissemination of confidential or inside information.

Main features of the risk management and internal control systems

To ensure the efficient and effective operation of the business and operations, relevant internal control procedures have been set up for safeguarding assets against unauthorised use or disposition, controlling over capital expenditure, maintaining proper accounting records and ensuring the reliability of financial information used for business and publication. These procedures are monitored and reviewed from time to time and updated where necessary.

董事會已將其有關風險管理及內部監控的責任(連同相關權限)委派予審核委員會。於本財政年度,審核委員會(代表董事會)監督管理層設計、實施及監控風險管理及內部監控系統。

潛在風險及不明朗因素

本集團的潛在風險及不明朗因素包括原材料風險、市場風險、營運風險、信貸風險及財務風險。

業務風險

本集團之業務風險包括整體市場狀況之急劇變化(尤其是香港零售市場以及香港及其他海外市場)整體經濟之下行壓力。董事會負責業務整體管理及不時檢討涉及重大風險之重大業務決策。

財務風險

董事會密切監察本集團之外匯風險、信貸風險、流動資金及利率風險。董事會亦審閱本集團之每月表現、資本架構及主要營運數據。

合規風險

董事會監察並確保本集團遵守適用法律、規則及法規。本集團不時委聘專業人員以緊貼監管環境之最新發展,包括法律、財務、環境及營運發展。本集團亦採取嚴格政策,禁止任何未經授權使用或發佈機密資料或內幕消息。

風險管理及內部監控系統之主要特點

為確保業務及營運能具有效率及有效地經營,相關內部監控政策及程序已獲設立,以保障資產不被擅自挪用或處置、控制資本開支、妥為保存會計賬目及確保業務及出版所用財務資料的可靠性。該等政策及程序會不時獲監察及檢討,並會適時獲更新。

The processes used to identify, evaluate and manage significant risks by the Group are summarised as follows:

Risk Identification

- Identifies risks that may potentially affect the key processes of the Group's business and operations.

Risk Assessment

- Assesses the risks identified by using the assessment criteria developed by the management; and
- Considers the impact on the business and the likelihood of their occurrence.

Risk Response

- Prioritises the risks by comparing the results of the risk assessment; and
- Determines the risk management strategies and internal control processes to prevent, avoid or mitigate the risks.

Risk Monitoring and Reporting

- Performs ongoing and periodic monitoring of the risk and ensures that appropriate internal control processes are in place;
- Revises the risk management strategies and internal control processes in case of any significant change of situation; and
- Reports the results of risk monitoring to the management and the Board regularly.

The Group has engaged the Internal Control Adviser to carry out the internal audit functions by performing an annual review on the risk management and internal control systems of the selected cycles of the selected subsidiaries for the Financial Year. Such review is conducted annually. The scope of review of Internal Control Adviser included revenue and receipt cycle, human resources and payroll cycle and financial reporting cycle for certain subsidiaries with principal activities of retail chain business in lighting, designed label furniture and household products in Hong Kong.

本集團識別、評估及管理重大風險所用的程序概述如下：

風險識別

- 識別可能對本集團業務及經營的主要程序有潛在影響的風險。

風險評估

- 利用管理層制訂的評估準則評估已識別風險；及
- 考慮對業務的影響及出現有關影響的可能性。

風險回應

- 透過比較風險評估的結果為風險排列優先次序；及
- 釐定風險管理策略及內部監控程序，以預防、避免或減輕該等風險。

風險監控及報告

- 持續及定期監控風險，並確保已設有合適的內部監控程序；
- 於情況出現任何重大變化，則修訂風險管理策略及內部監控程序；及
- 定期向管理層及董事會報告監控風險的結果。

本集團已委聘內部監控顧問專責內部審核職能，就本財政年度對選定流程及選定附屬公司的風險管理及內部監控系統的進行年度審閱。有關審閱會每年進行一次。內部監控顧問的審閱範圍包括若干主要業務為於香港經營燈飾、設計師品牌家具及家居產品的零售連鎖業務的收入及收款週期、人力資源及工資支付週期及財務報告週期。

Internal Control Adviser has reported major findings and areas for improvement to the Company. All recommendations from Internal Control Adviser would be followed up closely by the management of the Group to ensure that they are implemented within a reasonable period of time. The Group therefore considered that the risk management and internal control processes are adequate to meet the needs of the Group in its current business environment and that nothing has come to its attention to cause the Board to believe the Group's risk management and internal control systems are inadequate.

Based on the review, the Audit Committee is of the view that the Group's risk management and internal control systems were generally effective and in compliance with the requirements of the code provision C.2.1 of CG Code for the Financial Year in all material respects. The Company has reviewed the effectiveness of the systems of risk management and internal control of the Group, covering all material controls, including financial and operation for the Financial Year.

Inside Information Disclosure Policy

To ensure timely, fair, accurate and complete disclosure of inside information and for compliance with the applicable laws and regulations, the Group has in place, as an internal control element, a series of disclosure procedures of price sensitive information on reporting and dissemination of inside information and preservation of confidentiality. Under the inside information disclosure policy, head of the accounting department of the Company shall report to company secretary of the Company and Directors any potential/suspected inside information event as soon as practicable when it materialises for determining the nature of developments, and if required, making disclosure. All staff are also required to observe the code of ethical standards stated in staff handbook to keep non-public information confidential.

內部監控顧問已向審核委員會匯報主要檢討結果及需改善的範疇。內部監控顧問的所有建議均會獲密切跟進，以確保於一段合理時間內獲實施。因此，本集團認為，本集團的風險管理及內部監控過程足以應付本集團於其目前營商環境中的需求，以及董事會概無注意到任何事項令其相信本集團的風險管理及內部監控系統不足。

根據審閱，審核委員會認為，於本財政年度，本集團的風險管理及內部監控制度在各重大方面基本符合企業管治守則第C.2.1條守則條文之規定並有效運作。本公司已審閱本集團風險管理及內部監控系統的有效性，涉及所有重大監控事項，包括於本財政年度的財務及經營狀況。

內幕消息披露政策

為確保適時、公平、準確及完整披露內幕消息及符合適用法例及規定，本集團就匯報及發放內幕消息和保密設有一系列股價敏感資料披露程序，作為內部監控之一部分。根據內幕消息披露政策，本公司會計部主管如發現有任何潛在／疑似內幕消息事件，須在實際可行情況下盡快向本公司公司秘書和董事匯報，以釐定事態發展的性質，及在有需要時作出披露。所有員工亦須遵守員工手冊載明的道德標準，將非公開資料保密。

INVESTORS AND SHAREHOLDERS RELATIONS

The Company values communication with the shareholders and investors of the Company. The Company uses two-way communication channels to account to shareholders and investors for the performance of the Company. Enquiries and suggestions from shareholders or investors are welcomed, and enquiries from shareholders may be put to the Board through the following channels to the executive Directors:

1. By mail to the Company's principal place of business at 10th Floor, Tiffan Tower, 199 Wanchai Road, Wanchai, Hong Kong; or
2. By email at investor@elighting.asia.

The Company uses a number of formal communication channels to account to shareholders and investors for the performance of the Company. These include (i) the publication of quarterly, interim and annual reports; (ii) the annual general meeting or extraordinary general meeting providing a forum for shareholders to raise comments and exchange views with the Board; (iii) updating the key information of the Group available on the websites of the Stock Exchange and the Company; (iv) the Company's website offering communication channel between the Company and its shareholders and investors; and (v) the Company's share registrars in Hong Kong serving the shareholders in respect of all share registration matters.

The Company aims to provide its shareholders and investors with high standards of disclosure and financial transparency. The Board is committed to provide clear, detailed, timely manner and on a regular basis information of the Group to shareholders through the publication of quarterly, interim and annual reports and/or dispatching circulars, notices, and other announcements.

投資者及股東關係

本公司重視與股東及投資者的溝通。本公司利用雙向溝通渠道向股東及投資者交代本公司之表現，並歡迎股東或投資者作出查詢及給予建議，而股東可透過以下渠道向執行董事提出查詢，以便向董事會反映：

1. 郵寄至本公司主要營業地點香港灣仔灣仔道199號天輝中心10樓；或
2. 電郵至 investor@elighting.asia。

本公司利用多種正式溝通渠道向股東及投資者交代本公司之表現，包括(i)刊發季度、中期及年度報告；(ii)舉行股東週年大會或股東特別大會，為股東提供平台以向董事會提出及交換意見；(iii)在聯交所及本公司網站刊登可供查詢的本集團最新及重要資料；(iv)於本公司網站提供本公司與其股東及投資者之間的溝通渠道；及(v)本公司的香港股份過戶登記分處，就所有股份過戶登記事宜服務股東。

本公司旨在向其股東及投資者提供高水平之披露及財務透明度。董事會致力於透過刊發季度、中期及年度報告及／或寄發通函、通告及其他公告，定期向股東提供本集團清晰、詳細及及時的資料。

The Company strives to take into consideration its shareholders' views and inputs, and address shareholders' concerns. Shareholders are encouraged to attend the annual general meeting for which at least 20 clear business days' notice shall be given. The chairman of the Board as well as chairmen of the Audit Committee, the Nomination Committee and the Remuneration Committee, or in their absence, the Directors are available to answer shareholders' questions on the Group's businesses at the meeting. To comply with code provision E.1.2 of the CG Code, the management will ensure the external auditor to attend the annual general meeting to answer questions about the conduct of the audit, the preparation and content of the auditor's report, the accounting policies and auditor independence.

All shareholders have statutory rights to call for extraordinary general meetings and put forward agenda items for consideration by shareholders. According to article 58 of the Articles, any one or more members holding at the date of deposit of the requisition not less than one-tenth of the paid up capital of the Company carrying the right of voting at general meetings of the Company shall at all times have the right, by written requisition to the Board or the secretary of the Company, to require an extraordinary general meeting to be called by the Board for the transaction of any business specified in such requisition; and such meeting shall be held within two months after the deposit of such requisition. If within twenty one days of such deposit the Board fails to proceed to convene such meeting the requisitionist(s) himself (themselves) may do so in the same manner, and all reasonable expenses incurred by the requisitionist(s) as a result of the failure of the Board shall be reimbursed to the requisitionist(s) by the Company.

If a shareholder wishes to propose a person (the "Candidate") for election as a director of the Company at a general meeting, he/she shall deposit a written notice (the "Notice") at the Company's head office located at 10th Floor, Tiffan Tower, 199 Wanchai Road, Wanchai, Hong Kong.

本公司努力考慮其股東的觀點及意見，並回應彼等關注。本公司鼓勵股東出席股東週年大會，該大會須發出至少足20個營業日的通知。董事會主席以及審核委員會、提名委員會及薪酬委員會的主席，或(倘彼等缺席)董事可於大會上就本集團業務回答股東提問。為遵守企業管治守則第E.1.2條守則條文，管理層將確保外聘核數師出席股東週年大會，以就核數操守、核數師報告編製及內容、會計政策及核數師獨立性回答提問。

所有股東均有法定權利召開股東特別大會及提出議呈事項以供股東考慮。根據組織章程細則第58條，任何一名或多名於遞呈要求日期時持有不少於本公司繳足股本(附有於本公司股東大會投票權)十分之一的股東，於任何時候均有權透過向董事會或本公司秘書發出書面要求，要求董事會召開股東特別大會，以處理有關要求中指明的任何事項；且該大會應於遞呈該要求後兩個月內舉行。如於有關遞呈後二十一日內，董事會未有召開該大會，則遞呈要求人士可自行以相同方式召開大會，而本公司須向遞呈要求人士償付所有由遞呈要求人士因董事會未能召開大會而產生的合理開支。

若股東擬提名個別人士(「候選人」)於股東大會上參選為本公司董事，須把一份書面通知(「提名通知」)送交本公司的總辦事處，地址為香港灣仔灣仔道199號天輝中心10樓。

The Notice shall:

- (i) include the personal information of the Candidate as required by Rule 17.50(2) of the GEM Listing Rules; and
- (ii) be signed by the shareholder concerned and signed by the Candidate indicating his/her willingness.

The period for lodgment of the Notice shall commence on the day after the dispatch of the notice of general meeting and end no later than seven days prior to the date of such general meeting.

In order to ensure the Company's shareholders have sufficient time to receive and consider the proposal of election of the Candidate as a director of the Company without adjourning the general meeting, shareholders are urged to submit and lodge the Notice as early as practicable preferably at least 15 business days prior to the date of the general meeting appointed for such election.

In order to promote effective communication, the Company also maintains website (www.elighting.asia) which includes the latest information relating to the Group and its businesses.

Dividend Policy

The Board has adopted a dividend policy (the "Dividend Policy") on 20 December 2018. The Dividend Policy aims to allow shareholders of the Company to participate in the Company's profits whilst preserving the Company's liquidity to capture future growth opportunities.

In deciding whether to propose a dividend and in determining the dividend amount, the Board shall consider the following factors before declaring or recommending dividends:

- (a) the Company's actual and expected financial performance;
- (b) retained earnings and distributable reserves of the Company and each of the members of the Group, together with its subsidiaries;
- (c) the Group's working capital requirements, capital expenditure requirements and future expansion plans;

該提名通知必須：

- (i) 包括候選人按GEM上市規則第17.50(2)條的規定而須披露的資料；及
- (ii) 由有關股東簽署，以及候選人簽署以表示其願意接受委任。

遞交提名人通知的期間將由股東會議的通告發送後開始，至該股東會議舉行日期前七天止的期間。

為確保本公司的股東有充足時間以接收及考慮有關選舉候選人為本公司董事的建議的資料而無需將股東會議押後，本公司促請股東儘早遞交其提名通知(宜於舉行以委任董事的股東會議日期前十五個營業日前提交)。

為促進有效溝通，本公司亦設有網站(www.elighting.asia)，當中載有與本集團及其業務相關之最新資訊。

股息政策

董事會於二零一八年十二月二十日採納股息政策(「股息政策」)。股息政策旨在一方面讓本公司股東分享本公司溢利，同時預留足夠流動性以供本公司捕捉未來增長機遇。

在決定是否建議宣派股息及釐定股息的金額時，董事會在宣佈派發或建議派發股息前，須考慮下列因素：

- (a) 本公司的實際和預期財務業績；
- (b) 本公司及本集團成員(包括其附屬公司)的保留溢利和可供分派儲備；
- (c) 本集團預期營運資金要求，資本開支要求及未來擴展計劃；

- (d) the Group's liquidity position;
- (e) general economic conditions, business cycle of the Group's business and other internal or external factors that may have an impact on the business or financial performance and position of the Group; and
- (f) other factors that the Board may considered relevant.

The payment of dividend by the Company is also subject to any restrictions under the Cayman Islands laws and the Company's articles of association.

Company Secretary

Mr. Lam has been appointed as the company secretary of the Company on 27 June 2014. During the Financial Year, Mr. Lam has taken not less than 15 hours of relevant professional training in accordance with Rule 5.15 of the GEM Listing Rules.

- (d) 本集團的流動資金狀況；
- (e) 整體經濟狀況、本集團業務的商業週期，以及對本集團業務、財務業績和定位可能有影響的內在或外在因素；及
- (f) 董事局認為相關的其他因素。

本公司派付股息亦受開曼群島法律及本公司組織章程細則之任何限制所規限。

公司秘書

本公司於二零一四年六月二十七日委任林先生為公司秘書。於本財政年度，林先生已根據GEM上市規則第5.15條接受不少於十五小時之相關專業培訓。

REPORT OF THE DIRECTORS

董事會報告

The Directors submit their report together with the audited consolidated financial statements of the Group for the year ended 31 March 2020.

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

The Company is a limited liability company incorporated in the Cayman Islands and its principal place of business in Hong Kong is 10th Floor, Tiffan Tower, 199 Wanchai Road, Wanchai, Hong Kong.

PRINCIPAL ACTIVITIES

The Company's principal activity is investment holding while the Group is principally engaged in retail chain business in lighting, designer label furniture and household products in Hong Kong and wholesale of tableware, giftware and other trading worldwide. The principal activities and other particulars of the subsidiaries of the Company are set out in note 35 to the consolidated financial statements.

COMPLIANCE RELEVANT LAW AND REGULATIONS

During the Financial Year, the Group has complied with the relevant laws and regulations that have a significant impact on the operations of the Group.

CORPORATE GOVERNANCE

The Company maintains a high standard of corporate governance practices. Details of the corporate governance practices adopted by the Company are set out in the Corporate Governance Report on pages 26 to 46. The Directors believe the long term financial performance as opposed to short term rewards is a corporate governance objective. The Board would not take undue risks to make short term gains at the expense of the long term objectives.

BUSINESS REVIEW

A review of the business of the Group during the Financial Year and a discussion on the Group's future business development are provided in the Chairman's Statement on pages 5 to 6, CEO's Statement on pages 7 to 8 and Management Discussion and Analysis on pages 9 to 20 of this annual report.

Description of the principal risks and uncertainties facing the Group can be found throughout this annual report, in particular the "Risk Management and Internal Control" section under the Corporate Governance Report.

RESULTS AND DIVIDEND

The results of the Group for the Financial Year and the state of affairs of the Group as at 31 March 2020 are set out in the consolidated financial statements on pages 66 to 143.

The Board does not recommend the payment of a final dividend for the Financial Year.

董事謹此提呈彼等之年報及本公司及本集團截至二零二零年三月三十一日止年度之經審核財務報表。

於香港的主要營業地點

本公司是一間在開曼群島註冊成立的有限公司，其於香港的主要營業地點為香港灣仔灣仔道199號天輝中心10樓。

主要業務

本公司的主要業務為投資控股，而本集團則主要於香港經營燈飾、設計師品牌家具及家居產品的零售連鎖業務和批發餐具、禮品及其他貿易至世界各地。本公司之附屬公司的主要業務及其他詳情載於綜合財務報表附註35。

遵守有關法律或法規

於本財政年度，本集團已遵守對本公司之營運造成重大影響之有關法律或法規。

企業管治

本公司維持高水平的企業管治常規。本公司所採納企業管治常規之詳情載於企業管治報告第26至46頁。董事們相信長期財務表現而非短期收益是一項企業管治的目標。董事局不會承受不當風險為短期收益而損及長期目標。

業務回顧

本集團於本財政年度的業務回顧及對本集團日後業務發展的討論分別載於本年報第5至6頁主席報告一節、第7至8頁行政總裁報告及第9至20頁管理層討論與分析一節。

對本集團面對的主要風險及不明朗因素的描述，已在本年報各部分作出披露，尤其在企業管治報告內「風險管理及內部監控」章節。

業績及股息

本集團於本財政年度的業績及本集團於二零二零年三月三十一日的財務狀況載於綜合財務報表第66至143頁。

董事會不建議就本財政年度派付末期股息。

SHARE CAPITAL

Details of movements in the share capital of the Company during the Financial Year are set out in note 25 to the consolidated financial statements.

EQUITY-LINKED AGREEMENTS

Save as disclosed in the section headed "Share Option Scheme" of this annual report, no equity-linked agreement was entered into by the Company during the Financial Year.

RESERVES

Details of movements in the reserves of the Group and of the Company during the Financial Year are set out in the consolidated statement of changes in equity and in note 26 to the consolidated financial statements respectively.

DISTRIBUTABLE RESERVE

As at 31 March 2020, the Company had no distributable reserve that was for distribution to shareholders.

RELATIONSHIPS WITH STAKEHOLDERS

The Group recognises that the employees, customers and business partners (including suppliers and contractors) are key stakeholders to the Group's success. The Group strives to achieve corporate sustainability through engaging its employees, providing quality products and services to the customers, collaborating with business partners to deliver quality sustainable products and services and supporting the community.

MAJOR CUSTOMERS AND SUPPLIERS

During the Financial Year, the top five customers together accounted for approximately 4.6% of the Group's revenue and the Group's largest customer accounted for approximately 1.2% of the Group's revenue.

During the Financial Year, the top five suppliers together accounted for approximately 46.4% of the Group's purchases and the Group's largest supplier accounted for approximately 13.4% of the Group's purchases.

During the Financial Year, none of the Directors, their close associates (as defined in the GEM Listing Rules) or any shareholders (which to the knowledge of the Directors own more than 5% of the Company's total number of shares in issue) had any interest in these major customers and suppliers.

股本

於本財政年度，本集團股本的變動詳情載於綜合財務報表附註25。

股本掛鈎協議

除本年報「購股權計劃」等章節披露外，本公司於本財政年度概無訂立股本掛鈎協議。

儲備

於本財政年度，本集團及本公司的儲備變動詳情分別載於綜合權益變動表及綜合財務報表附註26。

可供分派儲備

於二零二零年三月三十一日，本公司並無可供分派予股東之可供分派儲備。

與利益相關者的關係

本集團認同員工、客戶及以業務夥伴(包括供應商及承包商)為本集團成功的主要利益相關者。本集團致力透過鼓勵員工、向客戶提供優質產品及服務、與業務夥伴合作提供高質量及可持續產品及服務，以及給予社會支持，藉以達致企業可持續性。

主要客戶及供應商

於本財政年度，五大客戶合共佔本集團收入約4.6%，而本集團最大客戶佔本集團收入約1.2%。

於本財政年度，五大供應商合共佔本集團採購約46.4%而本集團最大供應商佔本集團採購約13.4%。

於本財政年度，概無董事或彼等之緊密聯繫人士或任何股東(就董事所知擁有本公司已發行股份(定義見GEM上市規則)數目超過5%者)於本集團五大客戶及供應商擁有任何權益。

DIRECTORS

During the Financial Year and up to the date of this annual report, the Directors were:

Executive Directors

Hue Kwok Chiu (*Chairman*)
Hui Kwok Keung Raymond (*Chief Executive Officer*)
Hui Kwok Wing (*Chief Creative Officer*)

Independent non-executive Directors

Chung Wai Man
Leung Wai Chuen
Yeung Mo Sheung Ann

By virtue of article 84 of the Articles, Mr. Chung Wai Man and Mr. Leung Wai Chuen, will retire and, being eligible, offer themselves for re-election at the forthcoming annual general meeting of the Company.

DIRECTORS' SERVICE CONTRACTS

Each of the executive Directors, namely Mr. Hue Kwok Chiu and Mr. Hui Kwok Keung Raymond and independent non-executive Directors has entered into a service agreement with the Company for a fixed term of two years from 11 September 2018, which may be terminated by not less than three months' written notice served by either party on the other, and is subject to termination provisions therein and provisions on retirement by rotation of Directors as set out in the Articles.

Mr. Hui Kwok Wing, the executive Director, has entered into a service agreement with the Company for a fixed term of two years from 19 June 2019, which may be terminated by not less than three months' written notice served by either party on the other, and is subject to termination provisions therein and provisions on retirement by rotation of Directors as set out in the Articles.

None of the Directors (including those proposed for re-election at the forthcoming annual general meeting) has a service contract which is not determinable by the Group within 1 year without payment of compensation (other than statutory compensation).

BIOGRAPHICAL DETAILS OF DIRECTORS AND SENIOR MANAGEMENT

The biographical details of Directors and senior management are set out on pages 21 to 25.

董事

於本財政年度及直至到本年報日，董事為：

執行董事

許國釗(*主席*)
許國強(*行政總裁*)
許國榮(*首席創意總監*)

獨立非執行董事

鍾偉文
梁偉泉
楊慕嫻

根據組織章程細則第84條，鍾偉文先生及梁偉泉先生將會退任，並於即將召開的本公司股東週年大會上合資格膺選連任。

董事的服務合約

每名執行董事(許國釗先生及許國強先生)及獨立非執行董事均與本公司訂立服務協議，由二零一八年九月十一日起計為期兩年，可由任何一方發出不少於三個月的書面通知終止，並須受其中所述終止條文及組織章程細則所載董事輪流退任條文所規限。

執行董事許國榮先生與本公司訂立一份服務協議，由二零一九年六月十九日起計為期兩年，可由任何一方發出不少於三個月的書面通知終止，並須受其中所述終止條文及組織章程細則所載董事輪流退任條文所規限。

概無董事(包括擬於應屆股東週年大會上膺選連任的董事)訂立不可由本集團於一年內終止而毋須支付任何賠償(法定賠償除外)的服務合約。

董事及高級管理人員之履歷

董事及高級管理人員之履歷載於第21至25頁。

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

As at 31 March 2020, the interests and short positions of the Directors and the chief executives of the Company (the "Chief Executives") 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 ("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 Required Standard of Dealings were as follows:

Long positions in ordinary shares of the Company

Name 姓名	Capacity/Nature of interests 身分及權益性質	Number of securities 證券數目	Approximate percentage of shareholding 股權概約百分比
Mr. Hui Kwok Keung Raymond 許國強先生	Interest in controlling corporation 受控法團權益	210,000,000 (Note 1) (附註1)	46.56%
Mr. Hue Kwok Chiu 許國釗先生	Beneficial Owner 實益擁有人	45,000,000	9.98%

Note:

(1) These shares are held by Time Prestige Ventures Limited, a company wholly-owned by Mr. Hui Kwok Keung Raymond.

Save as disclosed above, as at 31 March 2020, none of the Directors or the Chief Executives had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations 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 Required Standard of Dealings.

董事及主要行政人員於本公司或任何相聯法團的股份、相關股份及債權證中的權益及淡倉

於二零二零年三月三十一日，本公司董事及主要行政人員（「主要行政人員」）於本公司或其任何相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）的股份、相關股份及債權證中擁有須根據證券及期貨條例第352條規定而備存之登記冊的紀錄，或根據交易必守標準須知會本公司及聯交所的權益及淡倉如下：

於本公司普通股的好倉

Name 姓名	Capacity/Nature of interests 身分及權益性質	Number of securities 證券數目	Approximate percentage of shareholding 股權概約百分比
Mr. Hui Kwok Keung Raymond 許國強先生	Interest in controlling corporation 受控法團權益	210,000,000 (Note 1) (附註1)	46.56%
Mr. Hue Kwok Chiu 許國釗先生	Beneficial Owner 實益擁有人	45,000,000	9.98%

附註：

(1) 該等股份由Time Prestige Ventures Limited（一間由許國強先生全資擁有的公司）持有。

除上文所披露以外，於二零二零年三月三十一日，概無董事或主要行政人員於本公司或其任何相聯法團的任何股份、相關股份及債權證中擁有須根據證券及期貨條例第352條規定而備存之登記冊的紀錄，或根據交易必守標準須知會本公司及聯交所的權益或淡倉。

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

As at 31 March 2020, to the best of the knowledge of the Directors and the Chief Executives and based on the public records filed on the website of the Stock Exchange and records kept by the Company, the interests and short positions of the persons or corporations (other than the Directors and the Chief Executives) in the shares or underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO were as follows:

Long positions in ordinary shares of the Company

Name 姓名	Capacity/Nature of interests 身分及權益性質	Number of securities 證券數目	Approximate percentage of shareholding 股權概約百分比
Time Prestige Ventures Limited	Beneficial Owner 實益擁有人	210,000,000	46.56%
Ms. Ng Hiu Ying (Note 1) 吳曉瑛女士(附註1)	Interest of spouse 配偶權益	45,000,000	9.98%

Note:

- (1) Ms. Ng Hiu Ying is the spouse of Mr. Hue Kwok Chiu. Under the SFO, Ms. Ng Hiu Ying is deemed to be interested in the same number of shares in which Mr. Hue Kwok Chiu is interested.

Save as disclosed above, as at 31 March 2020, no person or corporation (other than the Directors and the Chief Executives) who had any interests or short positions in the shares or underlying shares of the Company were recorded in the register required to be kept by the Company under section 336 of the SFO.

主要股東及其他人士於本公司股份及相關股份的權益及淡倉

於二零二零年三月三十一日，據董事及主要行政人員所知，按聯交所網頁所列公開資料及本公司所存置紀錄，下列人士或法團(董事及主要行政人員除外)於本公司股份或相關股份擁有須根據證券及期貨條例第336條規定而備存之登記冊的記錄之權益及淡倉如下：

於本公司普通股的好倉

附註：

- (1) 吳曉瑛女士為許國釗先生的配偶。根據證券及期貨條例，吳曉瑛女士被視為於許國釗先生擁有權益的相同數目股份中擁有權益。

除上文所披露以外，於二零二零年三月三十一日，概無人士或法團(董事及主要行政人員除外)於本公司股份或相關股份中擁有任何權益或淡倉記錄在本公司根據證券及期貨條例第336條規定而備存之登記冊內。

SHARE OPTION SCHEME

The purpose of the Share Option Scheme is to attract and retain the best available personnel, to provide additional incentive to the Eligible Participants and to promote the success of the business of the Group.

The Company conditionally adopted the Share Option Scheme on 11 September 2014 whereby the Board is authorised, at its absolute discretion and subject to the terms of the Share Option Scheme, to grant options to the Eligible Participants to subscribe for the shares of the Company. The Share Option Scheme will be valid and effective for a period of ten years commencing from the date of adoption of the Share Option Scheme.

The maximum number of shares in respect of which options may be granted under the Share Option Scheme and any other share option schemes of the Company must not in aggregate exceed 10% of the total number of shares in issue upon the date of the shares of the Company listed on GEM, being 40,000,000 shares (or such numbers of shares as shall result from a subdivision or a consolidation of such 40,000,000 shares from time to time) (the "Scheme Limit"). Subject to shareholders' approval in general meeting, the Board may (i) renew this limit at any time to 10% of the total number of shares in issue as at the date of the approval by the shareholders in general meeting; and/or (ii) grant options beyond the Scheme Limit to Eligible Participants specifically identified by the Board.

The number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option schemes of the Company at any time shall not exceed 30% of the total number of shares in issue from time to time. No options shall be granted under any schemes of the Company (including the Share Option Scheme) if this will result in the limit being exceeded.

The total number of shares issuable upon exercise of the options granted under the Share Option Scheme and any other share option schemes of the Company to each Eligible Participant in any 12-month period shall not exceed 1% of the total number of shares in issue. Any further grant of options is subject to shareholders' approval in general meeting with such Eligible Participant and his associates abstaining from voting.

購股權計劃

購股權計劃旨在吸引及挽留最優秀的人員、向合資格參與者提供額外獎勵以及推動本集團業務創出佳績。

本公司於二零一四年九月十一日有條件採納購股權計劃，據此，董事會獲授權按彼等之全權酌情，依照購股權計劃之條款授出可認購本公司股份之購股權予合資格參與者。購股權計劃由購股權計劃採納之日起十年期間一直有效及生效。

根據購股權計劃及本公司任何其他購股權計劃可予授出的購股權所涉及股份，合共最多不得超過本公司於本公司股份於GEM上市日所有已發行股份的10%，即40,000,000股股份（或因不時拆細或合併該40,000,000股股份而產生的股份數目）（「計劃限額」）。倘若獲股東於股東大會上批准，董事會可(i)隨時更新此限額至該股東大會上獲股東批准當日已發行股份總數的10%；及／或(ii)授出超過計劃限額的購股權予董事會指定的合資格參與者。

根據計劃及本公司任何其他購股權計劃所授出但尚未行使的所有未行使購股權獲行使時而可予發行的股份總數，於任何時間不得超過不時已發行股份總數的30%。倘此舉將導致股份總數超逾該限額，則不得根據本公司任何其他計劃（包括購股權計劃）授出購股權。

於任何十二個月期間，每名合資格參與者根據購股權計劃及本公司任何其他購股權計劃獲授的購股權獲行使時而可予發行的股份總數，不得超過已發行股份總數的1%。任何進一步授出購股權須待股東於股東大會上批准且該合資格參與者及其聯繫人放棄投票後方可作實。

An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period as the Board may determine which shall not exceed 10 years from the date of grant subject to the provisions of early termination thereof.

An offer for the grant of options must be accepted within seven days inclusive of the day on which such offer was made. The amount payable by the grantee of an option to the Company on acceptance of the offer for the grant of an option is HK\$1.

Pursuant to the Share Option Scheme, the participants may subscribe for the shares of the Company on exercise of an option at the price determined by the Board provided that it shall be at least the highest of: (i) the closing price of the shares as stated in the Stock Exchange's daily quotation sheet on the date of grant, which must be a business day; (ii) the average of the closing prices of the shares as stated in the Stock Exchange's daily quotation sheets for the five business days immediately preceding the date of grant; and (iii) the nominal value of the share.

As at 31 March 2020, the total number of shares available for issue under the Share Option Scheme is 40,000,000 shares, representing approximately 8.87% of the total number of issued shares of the Company. Since the adoption of the Share Option Scheme, no share option has been granted by the Company.

RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed above, at no time during the Financial Year was the Company, or any of its holding companies or any of its subsidiaries a party to any arrangement to enable the Directors and the Chief Executives (including their spouses and children under 18 years of age) to hold any interests or short positions in the shares, or underlying shares, or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO).

購股權可根據購股權計劃的條款於董事會可能釐定的期間內隨時行使，惟有關期間自授出日期起計不超過10年，且受有關計劃的提前終止條文所規限。

授出購股權之建議須於作出有關建議日期(包括當日)起計七日內接納。購股權承授人須於接納購股權建議時向本公司支付1港元。

根據購股權計劃，參與者可於行使購股權時按董事會釐定的價格認購本公司股份，惟該價格不得低於下列最高者：(i) 股份於授出日期(必須為營業日)在聯交所每日報價表所報的收市價；(ii) 股份於緊接授出日期前五個營業日在聯交所每日報價表所報的平均收市價；及(iii) 股份的面值。

於二零二零年三月三十一日，根據購股權計劃可供發行之股份總數為40,000,000股，佔本公司已發行股份總數約8.87%。自購股權計劃獲採納以來，本公司概無授出購股權。

收購股份或債權證之權利

除上文所披露以外，於本財政年度，本公司、其任何控股公司或其任何附屬公司概無參與達成任何安排，使董事及主要行政人員(包括其配偶及十八歲以下子女)於本公司或其相聯法團(定義見證券及期貨條例第XV部)擁有任何股份、相關股份及債權證之權益或淡倉。

PRE-EMPTIVE RIGHTS

There is no provision for pre-emptive rights under the Articles or the laws of the Cayman Islands, being the jurisdiction in which the Company was incorporated.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Financial Year.

SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to the Company and within the knowledge of the Directors, the Company has maintained a sufficient public float as required by the GEM Listing Rules.

DIRECTORS' MATERIAL INTERESTS IN TRANSACTIONS, ARRANGEMENTS AND CONTRACTS THAT ARE SIGNIFICANT IN RELATION TO THE COMPANY'S BUSINESS

Save as otherwise disclosed, no transactions, arrangements and contracts of significance in relation to the Group's business to which the Company, its holding companies, or any of its subsidiaries was a party, and in which a Director or the Director's connected party had a material interest, either directly or indirectly, subsisted at the end of the Financial Year or at any time during the Financial Year.

PERMITTED INDEMNITY PROVISION

The Articles provides that every Director, is entitled to be indemnified out of the assets of the Company against all losses or liabilities which he/she may sustain or incur in or about the execution of duties of his/her office or otherwise in relation thereto provided that such indemnity shall not extend to any matter in respect of fraud or dishonesty which may attach to the Director.

The Company has taken out and maintained directors' liability insurance throughout the Financial Year, which provides appropriate cover for the Directors.

優先購買權

組織章程細則或本公司註冊成立地點開曼群島的公司法並無有關優先購買權的條文。

購買、出售或贖回本公司上市證券

於本財政年度，本公司或其任何附屬公司概無購買、出售或贖回本公司之任何上市證券。

公眾持股量的充足性

根據本公司公開可得的資料及據董事所知，本公司已符合GEM上市規則的要求維持充足公眾持股量。

董事於對本公司業務重要的交易、安排及合約之重大權益

除有所披露外，本公司、其控股公司或其任何附屬公司於年結日或於本財政年度任何時間，並無訂有任何對本集團業務而言屬重大且本公司董事或董事的關連人士於當中擁有重大權益(不論直接或間接)的交易、安排及合約。

獲許的彌償條文

組織章程細則規定，就其任期內或因執行其職務而可能遭致或發生與此相關之所有損失或責任，每位董事有權從本公司資產中獲得賠償，惟與董事本身之欺詐或不誠實事宜有關者除外。

本公司於本財政年度已購買及維持全年的董事責任保險，為董事提供適當的保障。

MANAGEMENT CONTRACTS

No contract concerning the management and administration of the whole or any substantial part of the business of the Company was entered into or existed during the Financial Year.

DEED OF NON-COMPETITION

The controlling shareholders, namely Mr. Hui Kwok Keung Raymond and the company through which he holds equity interests in the Company, namely, Time Prestige Ventures Limited, have entered into a deed of non-competition with the Company on 11 September 2014. The details of the deed of non-competition have been disclosed in the prospectus of the Company dated 22 September 2014.

The controlling shareholders have confirmed the Company that they had complied with the non-competition undertakings during the Financial Year. The Board (including the independent non-executive Directors) has reviewed and confirmed the compliance with the non-competition undertakings by the controlling shareholders.

COMPETING INTERESTS

As at 31 March 2020, none of the Directors, the substantial shareholders of the Company and their respective close associates (as defined in the GEM Listing Rules) has any interests in a business which competes or is likely to compete, either directly or indirectly, with the business of the Group.

CONNECTED TRANSACTIONS

The “related party transactions” as disclosed in note 28 to the consolidated financial statements for the Financial Year did not constitute a connected transaction or a continuing connected transaction as defined in Chapter 20 of the GEM Listing Rules.

There are no other non-exempt connected and continuing connected transactions during the Financial Year.

RETIREMENT BENEFITS PLANS

Particulars of retirement benefits plans of the Group as at 31 March 2020 are set out in note 4(m)(i) to the consolidated financial statements.

管理合約

於本財政年度，本公司並沒有訂立或存在任何有關整體或主要部分業務管理及行政的合約。

不競爭契據

本公司的控股股東（即許國強先生，以及其用以持有本公司股權的公司（即Time Prestige Ventures Limited）已於二零一四年九月十一日與本公司訂立不競爭契據。不競爭契據詳情已於本公司日期為二零一四年九月二十二日的招股章程中披露。

控股股東已向本公司確認於本財政年度遵守不競爭承諾。董事會（包括獨立非執行董事）已審閱及確認控股股東遵守不競爭承諾。

競爭權益

於二零二零年三月三十一日，概無董事、主要股東或彼等各自之緊密聯繫人士（定義見GEM上市規則）於與或有可能與本集團業務直接或間接競爭之業務中擁有任何權益。

關連交易

本財政年度的綜合財務報表附註28所披露「關連方交易」並不構成GEM上市規則第20章所界定的關連交易或持續關連交易。

於本財政年度，並無其他不獲豁免關連交易及持續關連交易。

退休福利計劃

本集團於二零二零年三月三十一日退休福利計劃之詳情載於綜合財務報表附註4(m)(i)。

CONFIRMATION INDEPENDENCE

The Company has received from each of the independent non-executive Directors a confirmation of independence pursuant to Rule 5.09 of the GEM Listing Rules and considered that all the independent non-executive Directors were independent during the Financial Year.

COMPLIANCE ADVISER'S INTERESTS

After the completion of the engagement of Ample Capital Limited as the compliance adviser of the Company in compliance with Rule 6A.19 of the GEM Listing Rules on 30 June 2017, the Company did not have compliance adviser.

ENVIRONMENTAL ISSUES

The Group is committed to the sustainable development of the environment and the society. The Group has endeavoured to comply with laws and regulations regarding environmental protection and adopted effective environmental policies to ensure its projects meet the required standards and ethics in respect of environmental protection.

The Group aims to capture the flourishing LED market, by monitoring the latest development of policies for LED products and providing customers with more eco-friendly and cost-effective LED products. The Group has also assembled the product portfolio in order that the majority of the lighting appliance products to be LED compatible, and the Group has designated several of existing retail shops as LED specialty stores which primarily showcase LED lighting appliance products.

Moreover, the Group has been participating in the "Fluorescent Lamp Recycling Programme", which provides households with free collection and treatment for all used mercury-containing lamps to reduce the environmental risk from improper disposal of these lamps and recover resources.

EVENT AFTER THE REPORTING PERIOD

Save as otherwise disclosed, the Group does not have any material subsequent event after the reporting period and up to the date of this annual report.

獨立性確認

根據GEM上市規則第5.09條，本公司已收到各獨立非執行董事發出之獨立確認書及認為於本財政年度所有獨立非執行董事為獨立。

合規顧問權益

於二零一七年六月三十日完成本公司根據GEM上市規則第6A.19條委聘豐盛融資有限公司為合規顧問之後，本公司並無合規顧問。

環境事宜

本集團力求實現環境及社會的可持續發展。本集團致力遵守有關環保的法律法規，並採用有效的環保政策，確保其項目符合環保方面的所需標準及操守。

本集團的目標是作出定位以掌握發展蓬勃的LED市場，透過監察有關LED政策的最新發展及為客戶提供更為環保及具成本效益的LED產品。本集團已集合產品組合，以便大部份照明電器產品可與LED共存，而本集團亦已指定若干現有零售店舖為LED專門店，主要展示LED照明電器產品。

此外，本集團持續參加「慳電膽及光管回收計劃」，為家居免費回收和處理各類含水銀的舊燈管，以減少因不當處置這類燈管所帶來的環境威脅外，亦可回收有用的物料供循環再造。

報告期後事項

除有所披露外，直至本年報日，本集團並無任何重大報告期間後事項。

FINANCIAL SUMMARY

A summary of the results and of the assets and liabilities of the Group is set out in the financial summary on page 144 of this annual report.

AUDITOR

The consolidated financial statements for the Financial Year have been audited by BDO Limited who will retire and, being eligible, offer itself for re-appointment. A resolution for the re-appointment of BDO Limited as the auditor of the Company is to be proposed at the forthcoming annual general meeting of the Company.

By Order of the Board

E Lighting Group Holdings Limited
Hue Kwok Chiu
Chairman

Hong Kong, 24 June 2020

財務摘要

本集團業績、資產及負債概要載於本年報第144頁之財務摘要內。

核數師

本財政年度綜合財務報表已由香港立信德豪會計師事務所有限公司審核，其將於退任並符合資格膺選連任。本公司將於應屆股東週年大會中建議一份決議案膺選香港立信德豪會計師事務所有限公司連任為本公司之核數師。

承董事會命

壹照明集團控股有限公司
許國釗
主席

香港，二零二零年六月二十四日

INDEPENDENT AUDITOR'S REPORT

獨立核數師報告



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INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF E Lighting Group Holdings Limited

(incorporated in the Cayman Islands with limited liability)

致壹照明集團控股有限公司股東

(於開曼群島註冊成立的有限公司)

OPINION

We have audited the consolidated financial statements of e Lighting Group Holdings Limited (the "Company") and its subsidiaries (together the "Group") set out on pages 66 to 143, which comprise the consolidated statement of financial position as at 31 March 2020, and the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 2020, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAAs") issued by the HKICPA. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the Group in accordance with the HKICPA's "Code of Ethics for Professional Accountants" (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

意見

我們已審計壹照明集團控股有限公司(「貴公司」)及其附屬公司(統稱「貴集團」)列載於第66至143頁的綜合財務報表，包括於二零二零年三月三十一日的綜合財務狀況表與截至該日止年度的綜合損益及其他全面收益表、綜合權益變動表及綜合現金流量表，以及綜合財務報表附註，包括主要會計政策概要。

我們認為，該等綜合財務報表已根據香港會計師公會(「香港會計師公會」)頒佈的香港財務報告準則真實而公平地反映 貴集團於二零二零年三月三十一日的綜合財務狀況及其截至該日止年度的綜合財務表現及綜合現金流量，並已遵照香港《公司條例》的披露規定妥為編製。

意見的基礎

我們已根據香港會計師公會頒佈的香港審計準則(「香港審計準則」)進行審計。我們在該等準則下承擔的責任已在本報告「核數師就審計綜合財務報表須承擔的責任」一節中作進一步闡述。根據香港會計師公會頒佈的《專業會計師道德守則》(「守則」)，我們獨立於 貴集團，並已根據守則履行其他道德責任。我們相信，我們已獲得的審計憑證能充足及適當地為我們的意見提供基礎。

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Impairment assessment of property, plant and equipment and right-of-use assets

(Refer to Note 15 Property, Plant and Equipment and Note 16 Right-Of-Use Assets and Note 5 Critical Accounting Judgements and Key Sources of Estimation Uncertainty)

The carrying value of property, plant and equipment and right-of-use assets of the Group as at 31 March 2020 was approximately HK\$420,000 and HK\$9,566,000 respectively.

Two retail shops (cash generating units ("CGUs")) had reported continued losses in the current year. Management considered this as an impairment indicator on the property, plant and equipment and right-of-use assets and has performed an impairment assessment on these assets as at 31 March 2020 to determine the recoverable amount using value-in-use calculation.

Based on the result of management's assessment, impairment loss for the year of approximately HK\$54,000 and HK\$1,707,000 were recorded to reduce the carrying amounts of certain property, plant and equipment and right-of-use assets, respectively to their recoverable amounts.

Because of the significance of the balance, the existence of impairment indicators and the determination of recoverable amount of these assets, using value-in-use calculation, require significant judgements and estimates by the management about the future results of the related business and the discount rate applied to the cash flow forecast, we have identified this matter as a key audit matter.

關鍵審計事項

關鍵審計事項是根據我們的專業判斷，認為對本期綜合財務報表的審計最為重要的事項。這些事項是我們審計整體綜合財務報表及出具意見時進行處理的，我們不會對這些事項提供單獨的意見。

物業、廠房及設備及使用權資產的減值評估

(茲提述綜合財務報表附註15物業、廠房及設備及附註16使用權資產及附註5重大會計判斷及估計不肯定因素之主要來源)

於二零二零年三月三十一日，貴集團的物業、廠房及設備及使用權資產賬面值分別約420,000港元及9,566,000港元。

兩間零售店舖(現金產生單位(「現金產生單位」))於本年錄得連續虧損。管理層認為物業、廠房及設備及使用權資產存在減值跡象及為該等資產進行減值評估，並根據計算使用價值以決定相關資產於二零二零年三月三十一日的可收回金額。

根據管理層的評估結果，約54,000港元及1,707,000港元已分別被記錄為本年度的減值虧損，從而減少相關物業、廠房及設備及使用權資產的賬面值至可收回金額。

由於賬面值重大、存在減值跡象及根據計算使用價值，於估計相關資產的可收回金額時涉及管理層對相關業務的未來業績及有關現金流預算中所採用的貼現率的重大判斷及估計，我們認為這是一個關鍵的審計事項。

Our response:

- tested management's assessment as to which groups of property, plant and equipment and right-of-use assets have indicators of impairment, together with management's grouping of such assets in the relevant CGUs;
- for those CGUs that included property, plant and equipment and right-of-use assets with impairment indicators, tested the relevant discounted cash flow forecasts prepared by management, including:
 - assessed the reasonableness of key input data in the cash flow forecasts by comparing them with historical actual information and management's approved budget;
 - compared the expected revenue growth rates to relevant market expectations such as industry information;
 - tested the discount rates with reference to our understanding of the business including the future business plans of the relevant CGUs, comparisons to other similar companies and broader market considerations;
 - evaluated the methodologies adopted and checked the mathematical accuracy of the value in use calculation used to estimate the recoverable amounts; and
 - performed sensitivity analysis on the key input data and assumptions to the impairment assessment, to understand the impact of reasonable alternative assumptions that would have on the estimated recoverable amounts.

我們的應對措施：

- 測試管理層對現金流產生單位組成的物業、廠房及設備及使用權資產存在減值跡象的判斷進行評估；
- 對於有減值跡象的現金流產生單位的物業、廠房及設備及使用權資產，測試由管理層編製的相關折讓現金流量預測，包括：
 - 將過往的實際數據和管理層批准的預算進行比較，評估現金流量預測中的關鍵輸入數據是否合理；
 - 將預期收入增長率與相關的市場預測，比如行業資訊，進行比較；
 - 根據我們對業務的理解，包括相關現金流產生單位的業務計劃和市場的情況，並與其他相似的公司進行比較，來測試折讓率；
 - 評估可收回金額中所採用的使用價值估算及核實所採用的計算的準確性；及
 - 對減值評估的關鍵輸入數據和假設進行敏感性分析，以瞭解假設中的合理變化對估計可收回金額的影響。

Impairment assessment of inventories

(Refer to Note 19 Inventories and Note 5 Critical Accounting Judgements and Key Sources of Estimation Uncertainty)

As at 31 March 2020, the Group had inventories of approximately HK\$7,459,000 net of provision of HK\$2,045,000, with details being disclosed in note 19 to the consolidated financial statements. We had identified inventory valuation as a key audit matter as impairment on inventories was subject to significant management judgment and the amount involved was significant.

Our responses:

- Understood and evaluated the Group's provision policy on inventories and basis of the assessment;
- Reviewed and assessed management's process of the identification of obsolete or out-dated inventories and estimation of the net realisable value of these inventories;
- Evaluated historical accuracy of inventory provisioning by comparing historical provision made to the loss incurred for actual sales;
- Reviewed inventory ageing analysis and analysing the level of aged inventory and their associated provisions;
- Tested the purchase cost, selling price and margins of aged and obsolete inventories on a sample basis to the source documents; and
- Reviewed and evaluated net realisable value of inventories, with reference to subsequent sales information and the external price data and performed testing on a sample basis, by tracing to the source documents.

存貨的減值評估

(茲提述綜合財務報表附註19存貨及附註5重大會計判斷及估計不肯定因素之主要來源)

於二零二零年三月三十一日，經扣除2,045,000港元的減值撥備後，貴集團的存貨價值約為7,459,000港元，詳細資料見綜合財務報表附註19。我們將存貨的估值界定為關鍵審核事項主要因為相關評估工作涉及較大金額及重大的管理層判斷。

我們的應對措施：

- 了解及評估 貴集團之存貨撥備政策及存貨評估基準；
- 審查及評估管理層識別陳舊或過時存貨之程序及對該等存貨可變現淨值之估計；
- 透過比較過往確認之撥備與實際銷售損失，評核過往存貨撥備之準確性；
- 審查存貨賬齡分析，並分析陳舊存貨之平及其相關撥備；
- 就過時及陳舊存貨之採購成本、銷售價格及利潤進行抽樣測試；及
- 根據期後銷售記錄及外部價格數據進行抽樣測試，並追溯至來源文件，以審查及評核存貨之可變現淨值。

OTHER INFORMATION IN THE ANNUAL REPORT

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

DIRECTORS' RESPONSIBILITIES FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The directors are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the HKICPA and the disclosure requirements of the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

The directors are also responsible for overseeing the Group's financial reporting process. The Audit Committee assists the directors in discharging their responsibility in this regard.

年報內的其他資料

董事須對其他資料負責。其他資料包括刊載於年報內的資料，但不包括綜合財務報表及我們的相關核數師報告。

我們對綜合財務報表的意見並不涵蓋其他資料，我們亦不會就此表達任何形式的鑒證結論。

結合我們對綜合財務報表的審計，我們的責任是閱讀其他資料，在此過程中，考慮其他資料是否與綜合財務報表或我們在審計過程中所了解的情況存在重大抵觸或者似乎存在重大錯誤陳述的情況。基於我們已執行的工作，如果我們認為其他資料存在重大錯誤陳述，我們需要報告該事實。在這方面，我們沒有任何報告。

董事就綜合財務報表須承擔的責任

董事須負責根據香港會計師公會頒佈的香港財務報告準則及香港《公司條例》的披露規定編製真實而公平的綜合財務報表，並推行董事認為必要的有關內部監控，以使綜合財務報表不存在由於欺詐或錯誤而導致的重大錯誤陳述。

在編製綜合財務報表時，董事須負責評估 貴集團持續經營的能力，並在適用情況下披露與持續經營有關的事項，以及使用持續經營為會計基礎，除非董事有意將 貴集團清盤或停止經營，或別無其他實際的替代方案。

董事亦須負責監督 貴集團的財務報告過程。審核委員會協助董事履行就此方面的責任。

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made solely to you, as a body, in accordance with the terms of our engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with HKSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

核數師就審計綜合財務報表須承擔的責任

我們的目標是對綜合財務報表整體是否不存在由於欺詐或錯誤而導致的重大錯誤陳述取得合理保證，並出具包括我們意見的核數師報告。我們僅按照我們的委聘條款向整體股東報告我們的意見，除此以外，本報告別無其他目的。我們不會就本報告的內容向任何其他人士負上或承擔法律責任。

合理鑒證是高水平的鑒證，但不能保證按照香港審計準則進行的審計，在某一重大錯誤陳述存在時總能發現。錯誤陳述可以由欺詐或錯誤引起，如果合理預期它們單獨或匯總起來可能影響使用者依賴該等綜合財務報表所作出的經濟決定，則有關錯誤陳述可被視作重大。

於根據香港審計準則進行審計的過程中，我們運用專業判斷及保持專業懷疑態度。我們亦：

- 識別及評估由於欺詐或錯誤而導致綜合財務報表存在重大錯誤陳述的風險，設計及執行審計程序以應對這些風險，以及取得充足及適當的審計憑證，作為我們意見的基礎。由於欺詐可能涉及串謀、偽造、蓄意遺漏、虛假陳述，或凌駕於內部控制之上，因此未能發現因欺詐而導致的重大錯誤陳述的風險高於因錯誤而導致的重大錯誤陳述的風險。
- 了解與審計相關的內部控制，以設計適當的審計程序，但目的並非為對貴集團內部控制的有效性發表意見。
- 評價董事所採用的會計政策的恰當性及作出會計估算及相關披露的合理性。

- conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.
- 對董事採用持續經營會計基礎的恰當性作出結論。根據所獲取的審計憑證，確定是否存在與事件或情況有關的重大不確定性，從而可能導致對貴集團的持續經營能力產生重大疑慮。倘我們認為存在重大不確定性，則須在核數師報告中提請使用者注意綜合財務報表內的相關披露。假若有關披露不足，則我們應當發表非無保留意見。我們的結論是基於直至核數師報告日期為止所取得的審計憑證。然而，未來事項或情況可能會導致貴集團不能持續經營。
- 評價綜合財務報表的整體列報方式、結構及內容，包括披露，以及綜合財務報表是否公平反映相關交易及事項。
- 就貴集團內實體或業務活動的財務資料獲取充足、適當的審計憑證，以便對綜合財務報表發表意見。我們須負責貴集團審計的方向、監督及執行。我們對審計意見承擔全部責任。

We communicate with the Audit Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

除其他事項外，我們與審核委員會溝通了計劃的審計範圍、時間安排及重大審計發現等，包括我們在審計中所識別出內部控制的任何重大缺陷。

我們亦向審核委員會提交聲明，說明我們已符合有關獨立性的相關專業道德要求，並與他們溝通有可能合理地被認為會影響我們獨立性的所有關係及其他事項，以及在適用的情況下，相關的防範措施。

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

從與董事溝通的事項中，我們決定哪些事項對本期綜合財務報表的審計最為重要，因而構成關鍵審計事項。我們會在核數師報告中描述這些事項，除非法律或法規不允許公開披露這些事項，或在極端罕見的情況下，如果合理預期在我們報告中溝通某事項而造成的負面後果將會超過其產生的公眾利益，我們決定不應在報告中溝通該事項。

BDO Limited

Certified Public Accountants

Chow Tak Sing, Peter

Practising Certificate Number P04659

Hong Kong,

24 June 2020

香港立信德豪會計師事務所有限公司

執業會計師

周德陞

執業證書編號P04659

香港

二零二零年六月二十四日

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

綜合損益及其他全面收益表

For the year ended 31 March 2020 截至二零二零年三月三十一日止年度

			2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
		Notes 附註		
Revenue	營業額	7	69,515	78,765
Cost of sales	銷售成本		(32,752)	(36,399)
Gross profit	毛利		36,763	42,366
Other income, gains and losses	其他收入、收益及虧損	8	(1,316)	(21,538)
Selling and distribution expenses	銷售及分銷開支		(25,925)	(28,863)
Administrative and other expenses	行政及其他開支		(13,790)	(16,650)
Interest on lease liabilities	租賃負債利息		(694)	-
Loss before tax	除稅前虧損	9	(4,962)	(24,685)
Income tax credit	所得稅抵免	12	30	438
Loss and total comprehensive income for the year attributable to the owners of the Company	本公司擁有人應佔年度虧損及全面收益總額		(4,932)	(24,247)
Loss per share	每股虧損	13		
- Basic and diluted (HK cents)	- 基本及攤薄(港仙)		(1.09)	(5.38)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

綜合財務狀況表

As at 31 March 2020 於二零二零年三月三十一日

			2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
		Notes 附註		
Non-current assets	非流動資產			
Property, plant and equipment	物業、廠房及設備	15	420	1,069
Right-of-use assets	使用權資產	16	9,566	-
Intangible assets	無形資產	17	-	-
Goodwill	商譽	18	-	-
Rental deposits	租賃按金	20	2,052	2,806
Deferred tax assets	遞延稅項資產	24	240	258
Total non-current assets	非流動資產總值		12,278	4,133
Current assets	流動資產			
Inventories	存貨	19	7,459	10,382
Trade and other receivables	應收款項及其他應收款項	20	8,086	7,403
Tax recoverable	可收回稅項		36	44
Cash and bank balances	現金及銀行結餘		7,750	7,107
Total current assets	流動資產總值		23,331	24,936
Total assets	資產總值		35,609	29,069
Current liabilities	流動負債			
Trade and other payables	應付款項及其他應付款項	21	6,584	6,055
Contract liabilities	合約負債	22	873	1,409
Lease liabilities	租賃負債	23	8,195	-
Current tax liabilities	即期稅項負債		139	178
Total current liabilities	流動負債總值		15,791	7,642
Net current assets	流動資產淨值		7,540	17,294
Total assets less current liabilities	資產總值減流動負債		19,818	21,427

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

綜合財務狀況表

As at 31 March 2020 於二零二零年三月三十一日

			2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
		Notes 附註		
Non-current liabilities	非流動負債			
Lease liabilities	租賃負債	23	3,325	–
Deferred tax liabilities	遞延稅項負債	24	–	2
Total non-current liabilities	非流動負債總值		3,325	2
Total liabilities	負債總值		19,116	7,644
NET ASSETS	資產淨值		16,493	21,425
EQUITY	權益			
Share capital	股本	25	4,510	4,510
Reserves	儲備		11,983	16,915
TOTAL EQUITY	權益總值		16,493	21,425

On behalf of the Board
代表董事會

Hui Kwok Keung Raymond (許國強)
Director 董事

Hue Kwok Chiu (許國釗)
Director 董事

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

綜合權益變動表

For the year ended 31 March 2020 截至二零二零年三月三十一日止年度

		Share capital	Share premium	Other reserve (note)	Accumulated losses	Total equity
		股本	股份溢價	其他儲備 (附註)	累計虧損	權益總額
		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
As at 1 April 2018	於二零一八年四月一日	4,510	67,066	2	(25,906)	45,672
Loss and total comprehensive income for the year	年度虧損及全面收益總額	-	-	-	(24,247)	(24,247)
As at 31 March 2019	於二零一九年三月三十一日	4,510	67,066	2	(50,153)	21,425
As at 1 April 2019	於二零一九年四月一日	4,510	67,066	2	(50,153)	21,425
Loss and total comprehensive income for the year	年度虧損及 全面收益總額	-	-	-	(4,932)	(4,932)
As at 31 March 2020	於二零二零年三月三十一日	4,510	67,066	2	(55,085)	16,493

Note:

The other reserve of the Group represents the difference between the nominal value of shares issued by the Company and the aggregate nominal value of the issued share capital of subsidiaries acquired pursuant to a group reorganisation which became effective on 8 September 2014.

附註：

本集團其他儲備指本公司已發行股份面值與根據於二零一四年九月八日生效的集團重組所收購附屬公司已發行股本面值總額之間的差額。

CONSOLIDATED STATEMENT OF CASH FLOWS

綜合現金流量表

For the year ended 31 March 2020 截至二零二零年三月三十一日止年度

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Cash flows from operating activities	來自經營活動的現金流量		
Loss before tax	除稅前虧損	(4,962)	(24,685)
Adjustments for:	就下列各項作出調整：		
Impairment loss on goodwill	商譽減值虧損	-	19,817
Impairment loss on intangible assets	無形資產減值虧損	-	1,877
Impairment loss on property, plant and equipment	物業、廠房及設備減值虧損	54	20
Impairment loss on right-of-use assets	使用權資產減值虧損	1,707	-
Depreciation of property, plant and equipment	物業、廠房及設備的折舊	610	585
Depreciation of right-of-use assets	使用權資產折舊	10,765	-
Loss on disposal of property, plant and equipment	處置物業、廠房及設備的虧損	7	-
Provision for/(reversal of) impairment loss on inventories	存貨減值虧損準備/(回撥)	1,207	(99)
Gain on lease modification	租賃修訂的收益	(4)	-
Amortisation of intangible assets	無形資產攤銷	-	1,608
Expected credit losses (reversed)/recognised on trade receivables	應收款項之預期信貸虧損 (回撥)/確認	(4)	55
Interest income	利息收入	(1)	(1)
Interest on lease liabilities	租賃負債利息	694	-
Operating cash flows before working capital changes	營運資金變動前之經營現金流	10,073	(823)
Decrease in inventories	存貨減少	1,716	2,150
Decrease in trade and other receivables	應收款項及其他應收款項減少	75	547
Increase/(decrease) in trade and other payables	應付款項及其他應付款項增加/(減少)	529	(1,014)
(Decrease)/increase in contract liabilities	合約負債(減少)/增加	(536)	1,409
Cash generated from operations	經營所得的現金	11,857	2,269
Income tax refund	已退回所得稅	15	320
Net cash generated from operating activities	經營活動所得現金淨額	11,872	2,589
Cash flows from investing activities	來自投資活動的現金流量		
Purchase of property, plant and equipment	購買物業、廠房及設備	(22)	(419)
Net cash used in investing activities	投資活動所用的現金淨額	(22)	(419)

CONSOLIDATED STATEMENT OF CASH FLOWS 綜合現金流量表
For the year ended 31 March 2020 截至二零二零年三月三十一日止年度

		Notes 附註	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Cash flows from financing activities	來自融資活動的現金流量			
Repayment of principal portion of the lease liabilities	償還租賃負債之資本部份	31	(10,514)	-
Interest paid	已付利息	31	(694)	-
Interest received	已收利息		1	1
Net cash (used in)/generated from financing activities	融資活動(所用)/所得的現金淨額		(11,207)	1
Net increase in cash and cash equivalents	現金及現金等價物增加淨額		643	2,171
Cash and cash equivalents at beginning of year	年初之現金及現金等價物		7,107	4,936
Cash and cash equivalents at end of year	年末之現金及現金等價物		7,750	7,107
Analysis of the balances of cash and cash equivalents:	現金及現金等價物結餘分析			
Cash and bank balances	現金及銀行結餘		7,750	7,107

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

綜合財務報表附註

1. CORPORATE INFORMATION

E Lighting Group Holdings Limited (the “Company”) was incorporated in the Cayman Islands as an exempted company with limited liability on 29 November 2013 under the Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The address of the Company’s registered office and principal place of business are disclosed in the Corporate Information section of this annual report.

The Company’s issued shares have been listed on GEM of The Stock Exchange of Hong Kong Limited (“Stock Exchange”) since 29 September 2014 (the “Listing”).

The directors consider the Company’s parent and ultimate parent is Time Prestige Venture Limited, a company incorporated in British Virgin Islands (“BVI”).

The Company’s principal activity is investment holding while the Group is principally engaged in retail chain business in lighting, designer label furniture and household products in Hong Kong and wholesale of tableware, giftware and other trading worldwide. The principal activities and other particulars of the subsidiaries are set out in note 35 to the consolidated financial statements.

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019

In the current year, the Group has applied for the first time for following new/revised HKFRSs and amendments issued by HKICPA which is relevant to and effective for the Group’s financial statements for annual period beginning on 1 April 2019:

HKFRS 16	Leases
HK(IFRIC) – Int23	Uncertainty Over Income Tax Treatments
Annual Improvements to HKFRSs 2015-2017 Cycle	Amendments to HKAS 23, Borrowing Costs
Annual Improvements to HKFRSs 2015-2017 Cycle	Amendments to HKAS 12, Income Taxes
Amendments to HKFRS 9	Prepayment Features with Negative Compensation
Amendments to HKAS 28	Long-term Interests in Associates and Joint Ventures

1. 公司資料

壹照明集團控股有限公司(「本公司」)於二零一三年十一月二十九日根據開曼群島公司法第22章(一九六一年第三號法例，經綜合及修訂)在開曼群島註冊成立為獲豁免有限公司。本公司註冊辦事處及主要營業地點的地址已於本年報的公司資料部分作出披露。

本公司的已發行股份自二零一四年九月二十九日起於香港聯合交易所有限公司(「聯交所」) GEM上市(「上市」)。

董事認為本集團之控股公司及最終控股公司為 Time Prestige Venture Limited，一家於英屬處女群島(「英屬處女群島」)註冊成立之公司。

本公司的主要業務為投資控股，而本集團則主要於香港經營燈飾及設計師品牌家具及家居產品的零售連鎖業務及批發餐具、禮品及其他貿易至世界各地。附屬公司的主要業務及其他資料載於綜合財務報表附註35。

2. 採納香港財務報告準則(「香港財務報告準則」)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

於本年度，本集團已首次應用下列由香港會計師公會頒佈之新增／經修訂香港財務報告準則及該等相關香港財務報告準則之修訂適用於本集團由二零一九年四月一日開始之財政年度：

香港財務報告準則第16號	租賃
香港(國際財務報告詮釋委員會) – 詮釋第23號	所得稅處理之不確定性
香港財務報告準則2015年至2017年週期之年度改進	香港會計準則第23號之修訂本，借貸成本
香港財務報告準則2015年至2017年週期之年度改進	香港會計準則第12號之修訂本，所得稅
香港財務報告準則第9號之修訂	提早還款特性及負補償
香港會計準則第28號之修訂	於聯營公司及合營公司的長期權益

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

The impact of the adoption of HKFRS 16 Leases has been summarised below. The other new or revised HKFRSs that are effective from 1 April 2019 did not have any significant impact on the Group’s accounting policies.

HKFRS 16 – Leases

(i) Impact of the adoption of HKFRS 16

HKFRS 16 brings significant changes in accounting treatment for lease accounting, primarily for accounting for lessees. It replaces HKAS 17 Leases (“HKAS 17”), HK(IFRIC) – Interpretation 4 Determining whether an Arrangement contains a Lease, HK(SIC) – Interpretation 15 Operating Leases – Incentives and HK(SIC) – Interpretation 27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. From a lessee’s perspective, almost all leases are recognised in the statement of financial position as right-of-use assets and lease liabilities, with the narrow exception to this principle for leases which the underlying assets are of low value or are determined as short-term leases. From a lessor’s perspective, the accounting treatment is substantially unchanged from HKAS 17. For details of HKFRS 16 regarding its new definition of a lease, its impact on the Group’s accounting policies and the transition method adopted by the Group as allowed under HKFRS 16, please refer to sections (ii) to (iv) of this note.

The Group has applied HKFRS 16 using the modified retrospective approach and recognised all the cumulative effect of initially applying HKFRS 16 as an adjustment to the opening balance of retained earnings as at the date of initial application (1 April 2019). The comparative information presented in 2019 has not been restated and continues to be reported under HKAS 17 and related interpretations as allowed by the transition provision in HKFRS 16.

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

(續)

採納香港財務報告準則第16號租賃之影響概述如下。自二零一九年四月一日起生效之其他新訂或經修訂之香港財務報告準則並無對本集團之會計政策造成任何重大影響。

香港財務報告準則第16號—租賃

(i) 採納香港財務報告準則第16號之影響

香港財務報告準則第16號為租賃會計之會計處理(主要為對承租人之會計處理方法)帶來重大變動。其取代香港會計準則第17號租賃(「香港會計準則第17號」)、香港(國際財務報告詮釋委員會)–詮釋第4號判斷安排是否包括租賃、香港(準則詮釋委員會)–詮釋第15號經營租賃—優惠及香港(準則詮釋委員會)–詮釋第27號評估涉及租賃法律形式的交易本質。就承租人而言，幾乎所有租賃均於財務狀況表內確認為使用權資產及租賃負債，僅有少數租賃(相關資產為低價值或被釐定為短期租賃)可豁免遵守此原則。就出租人而言，會計處理與香港會計準則第17號大致相同。有關香港財務報告準則第16號對租賃之新定義、其對本集團會計政策之影響及本集團採納香港財務報告準則第16號所容許之過渡方法之詳情，請參閱本附註第(ii)至(iv)節。

本集團已使用經修訂追溯法採納香港財務報告準則第16號及將首次應用香港財務報告準則第16號之所有累計影響確認為於首次應用日期(二零一九年四月一日)對滾存盈利期初結餘之調整。於2019年呈列之比較資料並無重列，並繼續根據香港會計準則第17號及香港財務報告準則第16號之過渡性條文所容許之相關詮釋呈報。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

HKFRS 16 – Leases (Continued)

(i) Impact of the adoption of HKFRS 16 (Continued)

The following table summarised the impact of transition to HKFRS 16 on the consolidated statement of financial position as of 31 March 2019 to that of 1 April 2019 as follows (increase/(decrease)):

	At 31 March 2019 under HKAS 17 根據香港會計 準則第17號 於二零一九年 三月三十一日 HK\$'000 千港元	Effect of adoption of HKFRS 16 採納香港財務 報告準則 第16號的影響 HK\$'000 千港元	At 1 April 2019 under HKFRS 16 根據香港財務報告 準則第16號 於二零一九年 四月一日 HK\$'000 千港元
Right-of-use assets	使用權資產	–	10,849
Lease liabilities	租賃負債		
– non-current portion	– 非流動部份	–	3,136
Lease liabilities	租賃負債		
– current portion	– 流動部份	–	7,713

The following reconciliation explains how the operating lease commitments disclosed applying HKAS 17 as at 31 March 2019 could be reconciled to the lease liabilities as at the date of initial application (1 April 2019) recognised in the consolidated statement of financial position:

Reconciliation of operating lease commitments to lease liabilities	經營租賃承擔與租賃負債之對賬	HK\$'000 千港元
Operating lease commitments as at 31 March 2019	於二零一九年三月三十一日之經營租賃承擔	19,318
Less: short-term leases for which lease terms end within 31 March 2020	減：租賃期於二零二零年三月三十一日內完結之短期租賃	(4,286)
Less: contract signed but commenced after 1 April 2019	減：簽訂但於二零一九年四月一日後開始之合約	(4,231)
Add: other adjustments	加：其他調整	780
Less: future interest expenses	減：未來利息開支	(732)
Total lease liabilities as at 1 April 2019	於二零一九年四月一日之租賃負債總值	10,849

The weighted average of the incremental borrowing rates applied to lease liabilities recognised in the consolidated statement of financial position as at 1 April 2019 is 4.95% per annum.

於二零一九年四月一日，應用於綜合財務狀況表內確認之租賃負債之加權平均增量借款利率為每年4.95%。

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(a) 採納新增／經修訂香港財務報告準則－二零一九年四月一日生效

(續)
香港財務報告準則第16號－租賃

(i) 採納香港財務報告準則第16號之影響(續)

下表概述過渡至香港財務報告準則第16號對截至二零一九年三月三十一日至二零一九年四月一日之綜合財務狀況表之影響(增加／(減少))：

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

HKFRS 16 – Leases (Continued)

(ii) *New definition of a lease*

Under HKFRS 16, a lease is defined as a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration. A contract conveys the right to control the use of an identified asset for a period of time when the customer, throughout the period of use, has both: (a) the right to obtain substantially all of the economic benefits from use of the identified asset and (b) the right to direct the use of the identified asset.

For a contract that contains a lease component and one or more additional lease or non-lease components, a lessee shall allocate the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components, unless the lessee applies the practical expedient which allows the lessee to elect, by class of underlying assets, not to separate non-lease components from lease components, and instead account for each lease component and any associated non-lease components as a single lease component.

(iii) *Accounting as a lessee*

Under HKAS 17, a lessee has to classify a lease as an operating lease or a finance lease based on the extent to which risks and rewards incidental to ownership of a leased asset lie with the lessor or the lessee. If a lease is determined as an operating lease, the lessee would recognise the lease payments under the operating lease as an expense over the lease term. The asset under the lease would not be recognised in the consolidated statement of financial position of the lessee.

2. 採納香港財務報告準則(「香港財務報告準則」)^(續)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

(續)

香港財務報告準則第16號—租賃

(續)

(ii) *租賃之新定義*

根據香港財務報告準則第16號，租賃界定為一份合約或合約之一部分，透過轉讓於一段時間內使用一項資產(相關資產)之使用權換取代價。當客戶於整個使用期內均：(a)有權自使用已識別資產取得幾乎所有經濟效益及(b)有權指示使用已識別資產，則該合約轉讓可於一段時間內控制使用該已識別資產之權力。

就包含一項租賃組成部分及一項或多項額外租賃或非租賃組成部分之合約而言，承租人須按租賃組成部分之相關單獨價格及非租賃組成部分之單獨價格總額將合約內之代價分配至各租賃組成部分，除非承租人採用可行權宜方法，容許承租人按相關資產之類別選擇不將非租賃組成部分由租賃組成部分分隔開來，反而將各租賃組成部分及任何相聯非租賃組成部分視為單一租賃組成部分。

(iii) *作為承租人之會計處理方法*

根據香港會計準則第17號，承租人須根據出租人或承租人所承擔附帶於租賃資產擁有權之風險及回報之程度，將租賃分類為經營租賃或財務租賃。倘租賃確定為經營租賃，則承租人將確認經營租賃項下之租賃付款為於租賃期之支出。租賃項下之資產將不會於承租人之綜合財務狀況表內確認。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

HKFRS 16 – Leases (Continued)

(iii) Accounting as a lessee (Continued)

Under HKFRS 16, all leases (irrespective of they are operating leases or finance leases) are required to be capitalised in the consolidated statement of financial position as right-of-use assets and lease liabilities, but HKFRS 16 provides accounting policy choices for an entity to choose not to capitalise (i) leases which are short-term leases and/or (ii) leases for which the underlying asset is of low value. The Group has elected not to recognise right-of-use assets and lease liabilities for low-value assets and leases for which at the commencement date have a lease term of less than 12 months. The lease payments associated with those leases have been expensed on a straight-line basis over the lease term.

The Group recognised a right-of-use asset and a lease liability at the commencement date of a lease.

Right-of-use asset

The right-of-use asset should be recognised at cost and would comprise: (i) the amount of the initial measurement of the lease liability (see below for the accounting policy to account for lease liability); (ii) any lease payments made at or before the commencement date, less any lease incentives received; (iii) any initial direct costs incurred by the lessee and (iv) an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories. The Group measures the right-of-use assets at cost, less any accumulated depreciation and any impairment losses, and adjusted for any remeasurement of lease liability.

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

(續)

香港財務報告準則第16號—租賃

(續)

(iii) 作為承租人之會計處理方法

(續)

根據香港財務報告準則第16號，所有租賃(不論為經營租賃或財務租賃)均須於綜合財務狀況表內資本化為使用權資產及租賃負債，惟香港財務報告準則第16號為一間實體提供會計政策選擇，以選擇不資本化(i)短期租賃之租賃及／或(ii)相關資產為低價值之租賃。本集團已選擇不就低價值資產及租賃期於開始日期少於12個月之租賃確認為使用權資產及租賃負債。低價值資產包括複印機與該等租賃有關之租賃付款已於租賃期內按直線法支銷。

本集團於租賃之開始日期確認使用權資產及租賃負債。

使用權資產

使用權資產應按成本確認，並包括：(i)租賃負債之初步計量金額(見下文將租賃負債入賬之會計政策)；(ii)於開始日期或之前作出之任何租賃付款，減任何已收取之租賃優惠；(iii)承租人產生之任何初步直接成本；及(iv)承租人於拆除及移除相關資產以恢復至租賃條款及條件所規定之狀態而將予產生之估計成本，除非該等成本乃因生產存貨而產生。本集團按成本減任何累計折舊及任何減值損失計量使用權資產，並就重新計量之任何租賃負債進行調整。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

HKFRS 16 – Leases (Continued)

(iii) Accounting as a lessee (Continued)

Lease liability

The lease liability should be recognised at the present value of the lease payments that are not paid at the date of commencement of the lease. The lease payments shall be discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group shall use the Group’s incremental borrowing rate.

The following payments for the right to use the underlying asset during the lease term that are not paid at the commencement date of the lease are considered to be lease payments: (i) fixed payments less any lease incentives receivable; (ii) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date; (iii) amounts expected to be payable by the lessee under residual value guarantees; (iv) the exercise price of a purchase option if the lessee is reasonably certain to exercise that option and (v) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

Subsequent to the commencement date, a lessee shall measure the lease liability by: (i) increasing the carrying amount to reflect interest on the lease liability; (ii) reducing the carrying amount to reflect the lease payments made; and (iii) remeasuring the carrying amount to reflect any reassessment or lease modifications, e.g. a change in future lease payments arising from a change in an index or rate, a change in the lease term, a change in the in-substance fixed lease payments or a change in assessment to purchase the underlying asset.

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

(續)

香港財務報告準則第16號—租賃

(續)

(iii) 作為承租人之會計處理方法

(續)

租賃負債

租賃負債應以於租賃開始日期尚未支付之租賃付款之現值確認。倘利率可容易釐定，則租賃付款須使用租賃隱含之利率貼現。倘利率無法容易釐定，則本集團將使用本集團之增量借款利率。

於租賃期內，在租賃開始日期尚未支付之相關資產使用權之以下付款均被視為租賃付款：(i)固定付款減任何應收租賃優惠；(ii)基於指數或利率之可變租賃付款(初步使用於開始日期之指數或利率計量)；(iii)承租人根據剩餘價值擔保預期應付之金額；(iv)購買選擇權之行使價(倘承租人合理確定將行使購買權)；及(v)終止租賃之罰金付款(倘租賃期反映承租人行使終止租賃之權利)。

於開始日期後，承租人將按以下方式計量租賃負債：(i)增加賬面值以反映租賃負債利息；(ii)減少賬面值以反映已作出之租賃付款；及(iii)重新計量賬面值以反映重新評估或租賃調整，例如：指數或利率變動、租賃條款變動、固定租賃付款之實際變化或購買相關資產評估之變動所產生之未來租賃付款變動。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

HKFRS 16 – Leases (Continued)

(iv) Transition

As mentioned above, the Group has applied HKFRS 16 using the modified retrospective approach and recognised all the cumulative effect of initially applying HKFRS 16 as an adjustment to the opening balance of retained earnings as at the date of initial application (1 April 2019). The comparative information presented in 2019 has not been restated and continues to be reported under HKAS 17 and related interpretations as allowed by the transition provision in HKFRS 16.

The Group has recognised the lease liabilities as at 1 April 2019 for leases previously classified as operating leases under HKAS 17 and measured those lease liabilities at the present value of the remaining lease payments, discounted using the lessee’s incremental borrowing rate as at the date of initial application (1 April 2019).

The Group has elected to recognise all the right-of-use assets as at 1 April 2019 for leases previously classified as operating leases under HKAS 17 as if HKFRS 16 had been applied since the commencement date, but discounted using the lessee’s incremental borrowing rate as at the date of initial application (1 April 2019).

The Group has also applied the following practical expedients: (i) applied a single discount rate to a portfolio of leases with reasonably similar characteristics; (ii) applied the exemption of not to recognise right-of-use assets and lease liabilities for leases with a term that will end within 12 months of the date of initial application (1 April 2019) and accounted for those leases as short-term leases; (iii) excluded the initial direct costs from the measurement of the right-of-use asset as at 1 April 2019 and (iv) reliance on previous assessments on whether leases are onerous.

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

(續)

香港財務報告準則第16號—租賃

(續)

(iv) 過渡

誠如上文所述，本集團已使用經修訂追溯法採納香港財務報告準則第16號及將首次應用香港財務報告準則第16號之所有累計影響確認為於首次應用日期(二零一九年四月一日)對滾存盈利期初結餘之調整。於2019年呈列之比較資料並無重列，並繼續根據香港會計準則第17號及香港財務報告準則第16號之過渡性條文所容許之相關詮釋呈報。

本集團已於二零一九年四月一日就先前根據香港會計準則第17號分類為經營租賃之租賃確認租賃負債，並以餘下租賃付款之現值計量該等租賃負債，採用承租人於首次應用日期(二零一九年四月一日)之增量借款利率貼現。

本集團已選擇於二零一九年四月一日就先前根據香港會計準則第17號分類為經營租賃之租賃確認全部使用權資產，猶如香港財務報告準則第16號已自開始日期起應用，但採用承租人於首次應用日期(二零一九年四月一日)之增量借款利率貼現。

本集團亦已應用以下可行權宜方法：(i)對具有大致相似特點之租賃組合應用單一貼現率；(ii)對期限於首次應用日期(二零一九年四月一日)起計12個月內結束之租賃應用豁免，不確認使用權資產及租賃負債，並將該等租賃入賬為短期租賃；(iii)使用權資產於二零一九年四月一日之計量撇除初步直接成本及(iv)依賴先前就租賃是否有虧損性之評估。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(a) Adoption of new/revised HKFRSs – Effective 1 April 2019 (Continued)

HKFRS 16 – Leases (Continued)

(iv) Transition (Continued)

In addition, the Group has also applied the practical expedients such that: (i) HKFRS 16 is applied to all of the Group’s lease contracts that were previously identified as leases applying HKAS 17 and HK(IFRIC) – Interpretation 4 Determining whether an Arrangement contains a Lease and (ii) not to apply HKFRS 16 to contracts that were not previously identified as containing a lease under HKAS 17 and HK(IFRIC) – Interpretation 4.

Except as described above regarding the impact of HKFRS 16, the adoption of the above new/revised HKFRSs has no material impact on the Group’s financial statements.

(b) Early adoption of Amendments to HKFRS 16 Covid-19-Related Rent Concessions

Amendments to HKFRS 16 – Covid-19-Related Rent Concessions

The amendments allow, as a practical expedient, a lessee elect not to assess whether a rent concession that meets the conditions below is a lease modification.

A lessee that makes this election shall account for any change in lease payments resulting from the rent concession the same way it would account for the change applying HKFRS 16 if the change were not a lease modification.

The practical expedient applies only to rent concessions occurring as a direct consequence of the Covid-19 pandemic and only if all of the following conditions are met: (i) the change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change; (ii) any reduction in lease payments affects only payments originally due on or before 30 June 2021 (for example, a rent concession would meet this condition if it results in reduced lease payments on or before 30 June 2021 and increased lease payments that extend beyond 30 June 2021); and (iii) there is no substantive change to other terms and conditions of the lease.

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(a) 採納新增／經修訂香港財務報告準則—二零一九年四月一日生效

(續)

香港財務報告準則第16號—租賃

(續)

(iv) 過渡(續)

此外，本集團亦已應用可行權宜方法以便：(i)將香港財務報告準則第16號應用於先前應用香港會計準則第17號及香港(國際財務報告詮釋委員會)—詮釋第4號判斷安排是否包含租賃以識別為租賃之本集團所有租賃合約及(ii)並無將香港財務報告準則第16號應用於先前並無根據香港會計準則第17號及香港(國際財務報告詮釋委員會)—詮釋第4號識別為含有租賃之合約。

除上文所述有關香港財務報告準則第16號之影響外，採納上述新訂／經修訂香港財務報告準則並無對本集團之財務報表構成重大影響。

(b) 提早採納香港財務報告準則第16號之修訂—與COVID-19有關的租金優惠

香港財務報告準則第16號之修訂—與COVID-19有關的租金優惠

此修訂容許，作為可行權宜方法，承租人選擇不評估符合以下條件的租金優惠是否屬於租賃修改。

承租人作出此可行權宜方法選擇後，應對租金優惠產生的租賃付款的任何變動入賬，方法與如該變動並非租賃修改而對應用香港財務報告準則第16號的變動的入賬方法相同。

此可行權宜方法僅在滿足以下所有條件的情況下，才能應用於由於Covid-19疫情之直接影響而產生的租賃優惠：(a)租賃付款的變動導致租賃的代價修訂，與緊接變動前的租賃代價大致相同或低於該對價；(b)租賃付款的任何減少僅影響原於二零二一年六月三十日或之前到期的付款；及(c)租賃的其他條款及條件並無實質性變動。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(b) Early adoption of Amendments to HKFRS 16 Covid-19-Related Rent Concessions (Continued)

Amendments to HKFRS 16 – Covid-19-Related Rent Concessions (Continued)

The Group has early applied the practical expedient to all rent concessions that meet the conditions specified in the Amendments. During the year ended 31 March 2020, the Group recognised HK\$410,000 as negative variable lease payments in the consolidated statement of profit or loss for the Covid-19-related rent concessions provided by lessors.

(c) New/revised HKFRSs that have been issued but are not yet effective

The following new/revised HKFRSs, potentially relevant to the Group’s financial statements, have been issued, but are not yet effective and have not been early adopted by the Group for the year ended 31 March 2020. The Group’s current intention is to apply these changes on the date they become effective.

Amendments to HKAS 1 and HKAS 8	Definition of Material ¹
Amendments to HKFRS 3	Definition of Business ¹
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture ²

¹ Effective for annual periods beginning on or after 1 January 2020

² The amendments were originally intended to be effective for annual periods beginning on or after 1 January 2016. The effective date has now been deferred/removed. Early application of the amendments continues to be permitted.

Amendments to HKAS 1 and HKAS 8 – Definition of Material

The amendments clarify the definition and explanation of “Material”, aligning the definition across all HKFRSs and the Conceptual Framework, and incorporating supporting requirements in HKAS 1 into the definition.

2. 採納香港財務報告準則(「香港財務報告準則」)^(續)

(b) 提早採納香港財務報告準則第16號之修訂—與COVID-19有關的租金優惠^(續)

香港財務報告準則第16號之修訂—與COVID-19有關的租金優惠^(續)

本集團已於對有符合修訂所列明條件的租金優惠提早採納此可行權宜方法。於二零二零年三月三十一日止年度，本集團於綜合損益及其他全面收益表為出租人提供與COVID-19有關的租金優惠確認約410,000港元負浮動租賃付款。

(c) 已頒佈但尚未生效的新增／經修訂香港財務報告準則

以下與本集團財務報表潛在相關之新增／經修訂香港財務報告準則已經頒佈但尚未生效，本集團並未於截至二零二零年三月三十一日止年度提早採納。本集團目前擬於有關準則生效當日應用該等變動。

香港會計準則第1號及香港會計準則第8號之修訂	重大的定義 ¹
香港財務報告準則第3號之修訂	業務的定義 ¹
香港財務報告準則第10號及香港會計準則第28號之修訂	投資者與其聯營公司或合營公司之間的資產出售或注資 ²

¹ 於二零二零年一月一日或之後開始之年度期間生效

² 該等修訂原訂於二零一六年一月一日或之後開始之年度期間生效。生效日期現已延遲／刪除。繼續允許提前應用有關修訂。

香港會計準則第1號及香港會計準則第8號之修訂—重大的定義

該等修訂澄清「重大」之定義及解釋，統一所有香港財務報告準則及概念框架之定義，並將香港會計準則第1號之支持規定納入該定義。

2. ADOPTION OF HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

(c) New/revised HKFRSs that have been issued but are not yet effective (Continued)

Amendments to HKFRS 3 – Definition of a Business

The amendments clarify that a business must include, as a minimum, an input and a substantive process that together significantly contribute to the ability to create outputs, together with providing extensive guidance on what is meant by a “substantive process”.

Additionally, the amendments remove the assessment of whether market participants are capable of replacing any missing inputs or processes and continuing to produce outputs, whilst narrowing the definition of “outputs” and a “business” to focus on returns from selling goods and services to customers, rather than on cost reductions.

An optional concentration test has also been added that permits a simplified assessment of whether an acquired set of activities and assets is not a business.

Amendments to HKFRS 10 and HKAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

The amendments clarify the extent of gains or losses to be recognised when an entity sells or contributes assets to its associate or joint venture. When the transaction involves a business the gain or loss is recognised in full, conversely when the transaction involves assets that do not constitute a business the gain or loss is recognised only to the extent of the unrelated investors’ interests in the joint venture or associate.

The Group has already commenced an assessment of the impact of adopting the above amendments to HKFRSs to the Group. The directors of the Company anticipate that the application of these amendments to HKFRSs will have no material impact on the Group’s financial performance and positions and/or the disclosure to these consolidated financial statements of the Group.

2. 採納香港財務報告準則(「香港財務報告準則」)(續)

(c) 已頒佈但尚未生效的新增／經修訂香港財務報告準則(續)

香港財務報告準則第3號之修訂－業務的定義

該等修訂澄清業務必須包括至少一項投入及一個實質過程，該等投入及過程對創造產出的能力作出重大貢獻，並為「實質過程」之定義提供詳盡指引。

此外，該等修訂刪除市場參與者是否有能力取代任何缺失的投入或過程及持續產出的評估，同時收窄「產出」及「業務」的定義，以將重點放於向客戶出售貨品及服務之回報而非削減成本。

該等修訂亦引入選擇性集中測試，其允許對所收購之一組活動及資產是否不屬於業務進行簡化評估。

香港財務報告準則第10號及香港會計準則第28號之修訂－投資者與其聯營公司或合營公司之間的資產出售或注資

有關修訂澄清實體向其聯營公司或合營公司出售或注入資產時，將予確認之收益或虧損程度。當交易涉及一項業務，則須確認全數收益或虧損。反之，當交易涉及不構成一項業務的資產，則僅須就不相關投資者於合營公司或聯營公司之權益確認收益或虧損。

本集團已對採納上述香港財務報告準則的修訂對本集團的影響進行評估。本公司董事預計應用該等香港財務報告準則的修訂將不會對本集團的財務表現及狀況及／或該等本集團的綜合財務報表披露資料造成重大影響。

3. BASIS OF PREPARATION

(a) Statement of compliance

The consolidated financial statements have been prepared in accordance with all applicable HKFRSs, Hong Kong Accounting Standards (“HKASs”) and Interpretations (hereinafter collectively referred to as the “HKFRSs”) and the disclosure requirements of the Hong Kong Companies Ordinance. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “GEM Listings Rules”).

(b) Basis of measurement

The consolidated financial statements have been prepared under the historical cost basis.

(c) Functional and presentation currency

The consolidated financial statements are presented in Hong Kong dollar (“HK\$”), which is the same as the functional currency of the Company. These consolidated financial statements are presented in thousands of units of Hong Kong dollars (HK\$’000), unless otherwise stated.

3. 編製基準

(a) 合規聲明

綜合財務報表乃按適用的香港財務報告準則、香港會計準則(「香港會計準則」)及詮釋(統稱為「香港財務報告準則」)及香港公司條例的披露要求編製。此外，綜合財務報表包括香港聯合交易所有限公司GEM證券上市規則(「GEM上市規則」)所規定的適用披露。

(b) 計量基準

綜合財務報表乃按歷史成本法編製。

(c) 功能及呈列貨幣

綜合財務報表乃以本公司的功能貨幣港元(「港元」)呈列。除另有指明外，本綜合財務報表以千港元為單位(「千港元」)呈列。

4. SIGNIFICANT ACCOUNTING POLICIES

(a) Business combination and basis of consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries (“the Group”). Inter-company transactions and balances between group companies together with unrealised profits are eliminated in full in preparing the consolidated financial statements. Unrealised losses are also eliminated unless the transaction provides evidence of impairment on the asset transferred, in which case the loss is recognised in profit or loss.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated statement of profit or loss and other comprehensive income from the dates of acquisition or up to the dates of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with those used by other members of the Group.

Acquisition of subsidiaries or businesses is accounted for using the acquisition method. The cost of an acquisition is measured at the aggregate of the acquisition-date fair value of assets transferred, liabilities incurred and equity interests issued by the Group, as the acquirer. The identifiable assets acquired and liabilities assumed are principally measured at acquisition-date fair value.

The Group’s previously held equity interest in the acquiree is re-measured at acquisition-date fair value and the resulting gains or losses are recognised in profit or loss. The Group may elect, on a transaction-by-transaction basis, to measure the non-controlling interests that represent present ownership interests in the subsidiary either at fair value or at the proportionate share of the acquiree’s identifiable net assets. All other non-controlling interests are measured at fair value unless another measurement basis is required by HKFRSs. Acquisition-related costs incurred are expensed unless they are incurred in issuing equity instruments in which case the costs are deducted from equity.

4. 重大會計政策

(a) 業務合併及綜合賬目之基準

綜合財務報表包括本公司及其附屬公司（「本集團」）的財務報表。於編製綜合財務報表時，集團內公司的公司間交易及結餘連同未變現利潤均悉數對銷。除非有關交易提供所轉讓資產減值的證據，否則未變現虧損亦予以對銷，在此情況下，虧損會於損益內確認。

年內已收購或已出售之附屬公司業績分別自收購日期起或截至出售日期止（視情況而定）計入綜合損益及其他全面收益表。如有需要，會對附屬公司之財務報表作出調整，以令其會計政策與本集團旗下其他成員公司所採用之會計政策一致。

收購附屬公司或業務採用收購法列賬。一項收購之成本乃按所轉讓資產、所產生負債及本集團（作為收購方）發行之股權於收購當日之公平值總額計量。所收購可識別資產及所承擔負債則主要按收購當日公平值計量。

本集團先前所持被收購方之股權以收購當日公平值重新計量，而所產生之收益或虧損則於損益賬內確認。本集團可按逐筆交易基準選擇以被收購方之可識別資產淨值公平值或應佔比例計算非控股股東權益。除非香港財務報告準則規定另一計量基準，否則所有其他非控股股東權益均按公平值計量。所產生之收購相關成本列作開支，除非該等成本乃於發行股本工具時產生，在該情況下，有關成本乃從權益中扣除。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(a) Business combination and basis of consolidation (Continued)

Any contingent consideration to be transferred by the acquirer is recognised at acquisition-date fair value. Subsequent adjustments to consideration are recognised against goodwill only to the extent that they arise from new information obtained within the measurement period (a maximum of 12 months from the acquisition date) about the fair value at the acquisition date. All other subsequent adjustments to contingent consideration classified as an asset or a liability are recognised in profit or loss.

Changes in the Group's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions. The carrying amounts of the Group's interest and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests is adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Company.

When the Group loses control of a subsidiary, the profit or loss on disposal is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interest. Amounts previously recognised in other comprehensive income in relation to the subsidiary are accounted for in the same manner as would be required if the relevant assets or liabilities were disposed of.

Subsequent to acquisition, the carrying amounts of non-controlling interests that represent present ownership interests in the subsidiary is the amount of those interests at initial recognition plus such non-controlling interest's share of subsequent changes in equity. Total comprehensive income is attributed to such non-controlling interests even if this results in those non-controlling interests having a deficit balance.

4. 重大會計政策 (續)

(a) 業務合併及綜合賬目之基準 (續)

收購方將予轉讓之任何或然代價均按收購日期之公平值確認。其後代價調整僅於計量期間(最長為收購日期起計12個月)內所取得有關於收購日期之公平值之新資料時，方會於商譽確認。分類為資產或負債之或然代價所有其他其後調整均於損益確認。

本集團於附屬公司之權益變動(並無導致失去控制權)列作權益交易入賬。本集團之權益與非控股股東權益之賬面值均予以調整，以反映其於附屬公司相對權益之變動。非控股股東權益之調整額與已支付或收取之代價公平值之間的任何差額，均直接於權益確認，並歸屬於本公司擁有人。

當本集團失去附屬公司之控制權，出售損益乃按下列兩者之差額計算：(i)所收取代價之公平值與任何保留權益之公平值總額，與(ii)該附屬公司之資產(包括商譽)及負債與任何非控股股東權益過往之賬面值。先前就該附屬公司於其他全面收入確認之款額按出售相關資產或負債時所規定之相同方式列賬。

收購後，現時於附屬公司之擁有權益之非控股股東權益之賬面值為該等權益於初步確認時之款額加上非控股股東權益應佔權益其後變動之部份。即使會導致非控股股東權益出現虧絀結餘，全面收入總額乃歸屬於非控股股東權益。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(b) Subsidiaries

A subsidiary is an investee over which the Company is able to exercise control. The Company controls an investee if all three of the following elements are present: power over the investee, exposure, or rights, to variable returns from the investee, and the ability to use its power to affect those variable returns. Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control.

In the Company's statement of financial position, investments in subsidiaries are stated at cost less impairment loss, if any. The results of subsidiaries are accounted for by the Company on the basis of dividend received and receivable.

(c) Goodwill

Goodwill is initially recognised at cost being the excess of the aggregate of the consideration transferred, the amount recognised for non-controlling interests in the acquiree and the acquisition date fair value of the acquirer's previously held equity interest in the acquiree over the fair value of identifiable assets and liabilities acquired.

Where the fair value of identifiable assets and liabilities exceed the aggregate of the fair value of consideration paid, the amount of any non-controlling interest in the acquiree and the acquisition date fair value of the acquirer's previously held equity interest in the acquiree, the excess is recognised in profit or loss on the acquisition date, after re-assessment.

Goodwill is measured at cost less impairment losses. For the purpose of impairment testing, goodwill arising from an acquisition is allocated to each of the relevant cash-generating units that are expected to benefit from the synergies of the acquisition. A cash-generating unit is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets. A cash-generating unit to which goodwill has been allocated is tested for impairment annually, by comparing its carrying amount with its recoverable amount (see note 4(g)), and whenever there is an indication that the unit may be impaired.

4. 重大會計政策 (續)

(b) 附屬公司

附屬公司指本公司能對其行使控制權之被投資公司。倘具備以下全部三項元素，本公司即對被投資公司擁有控制權：對被投資公司擁有權力、就被投資方可變回報承受風險或享有權利，及其行使權力影響有關可變回報之能力。倘有事實及情況顯示任何該等控制權元素可能有變，將會重新評估有關控制權。

在本公司財務狀況表中，於附屬公司的投資乃以成本減減值虧損列帳。本公司以已收股息及應收股息作附屬公司業績的依據。

(c) 商譽

商譽初步以成本確認，指所轉移代價、就被收購方之非控股權益確認之金額及收購方之前於被收購方中持有股本權益於收購日期之公平值之總和，超出所收購可識別資產及負債之公平值之差額。

如可識別資產及負債之公平值超出已付代價之公平值、被收購方之任何非控股權益之金額及收購方之前於被收購方中持有股本權益於收購日期之公平值之總和，則有關差額於重估後於收購日期於損益賬確認。

商譽以成本扣除減值虧損計算。就減值測試而言，收購產生之商譽會分配至預期受惠於收購所帶來協同效益之相關各現金產生單位。現金產生單位是其產生之現金流入基本上獨立於其他資產或資產組別之現金流入之最小可識別資產組合。獲分配商譽之現金產生單位會每年透過將其賬面值與其可收回金額作比較而進行減值測試(見附註4(g))及於有跡象顯示該單位可能出現減值時進行減值測試。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(c) Goodwill (Continued)

For goodwill arising on an acquisition in a financial year, the cash-generating unit to which goodwill has been allocated is tested for impairment before the end of that financial year. When the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated to reduce the carrying amount of any goodwill allocated to the unit first, and then to the other assets of the unit pro-rata on the basis of the carrying amount to each asset in the unit. However, the loss allocated to each asset will not reduce the individual asset's carrying amount to below its fair value less cost of disposal (if measurable) or its value in use (if determinable), whichever is the higher. Any impairment loss for goodwill is recognised in profit or loss and is not reversed in subsequent periods.

(d) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and any impairment losses. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to its present working condition and location for its intended use. Expenditure incurred after the asset has been put into operation, such as repairs and maintenance and overhaul costs, is charged to profit or loss in the year in which it is incurred. In situations where it is probable that future economic benefits associated with the subsequent expenditure will flow to the Group and the cost can be measured reliably, the expenditure is capitalised as an additional cost of the asset.

The cost of property, plant and equipment includes its purchase price and the costs directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are recognised as an expense in profit or loss during the financial period in which they are incurred.

4. 重大會計政策 (續)

(c) 商譽 (續)

就於某財政年度收購產生之商譽而言，獲分配商譽之現金產生單位於該財政年度結束之前測試減值。當現金產生單位之可收回款額少於該單位之賬面值，則減值虧損首先分配以減少分配至單位之任何商譽賬面值，然後再根據有關單位各項資產之賬面值按比例分配至單位之其他資產。然而，分配至各項資產之虧損將不會令個別資產之賬面值減至低於其公平值減出售成本(如可計量)或其使用價值(如可釐定)(以較高者為準)。商譽之任何減值虧損於損益賬確認且不會於其後期間撥回。

(d) 物業、廠房及設備

物業、廠房及設備均以成本減累計折舊及任何減值虧損列賬。資產之成本包括購買價及任何將資產達至用途所需的使用狀況及位置所產生的直接應計成本。資產投入運作後產生之支出，如維修保養及大修費，一般於產生期間自損益表列支。倘若有關之其後支出可為本集團產生未來經濟效益且有關成本能可靠地計量，該支出會被資本化成為資產的額外成本。

物業、廠房及設備之成本包括其購買價及購置項目直接應佔的成本。

如項目相關之未來經濟利益可能歸入本集團，而其成本能可靠計算，則項目之其後成本方會計入資產之賬面值，或如適當則當作一項獨立資產確認。重置部份的賬面值會被終止確認。其他修理及維修則在其產生的財政期間在損益賬中支銷。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(d) Property, plant and equipment (Continued)

Property, plant and equipment are depreciated so as to write off their cost net of expected residual value over their estimated useful lives on a straight-line basis. The useful lives, residual value and depreciation method are reviewed, and adjusted if appropriate, at the end of each reporting period. The useful lives are as follows:

Leasehold land and buildings	Over the lease terms
Leasehold improvements	4 years or over the lease terms, whichever is shorter
Furniture, fixtures and equipment	5 years

An asset is written down immediately to its recoverable amount if its carrying amount is higher than the asset's estimated recoverable amount.

The gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

(e)(1) Leasing (accounting policies applied from 1 April 2019)

All leases (irrespective of they are operating leases or finance leases) are required to be capitalised in the statement of financial position as right-of-use assets and lease liabilities, but accounting policy choices exist for an entity to choose not to capitalise (i) leases which are short-term leases and/or (ii) leases for which the underlying asset is of low value. The Group has elected not to recognise right-of-use assets and lease liabilities for low-value assets and leases for which at the commencement date have a lease term of less than 12 months. The lease payments associated with those leases have been expensed on a straight-line basis over the lease term.

4. 重大會計政策 (續)

(d) 物業、廠房及設備 (續)

物業、廠房及設備以直線法按估計可用年期折舊以撇銷其成本或估值(減預期剩餘價值)。可用年期、剩餘價值及折舊方法於各報告期間完結時檢討，並於適當時調整。可用年期如下：

租賃土地及樓宇	租賃年期
租賃物業裝修	4年或租賃年期，以較短者為準
家具、裝置及設備	5年

倘資產賬面值超出其估計可收回金額，則資產即時撇減至其可收回金額。

處置物業、廠房及設備項目之收益或虧損指出售所得款項淨額與其賬面值之差額，並於出售時在損益表確認。

(e)(1) 租賃(自二零一九年四月一日起應用之會計政策)

所有租賃(不論為經營租賃或財務租賃)均須於財務狀況表內資本化為使用權資產及租賃負債，惟會計政策選擇可供實體選擇不將(i)屬短期租賃之租賃及/或(ii)相關資產為低價值之租賃進行資本化。本集團已選擇不就低價值資產及租賃期於開始日期少於12個月之租賃確認為使用權資產及租賃負債。與該等租賃相關之租賃付款已於租賃期內按直線法攤銷。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(e)(1) Leasing (accounting policies applied from 1 April 2019) (Continued)

Right-of-use asset

The right-of-use asset should be recognised at cost and would comprise: (i) the amount of the initial measurement of the lease liability (see below for the accounting policy to account for lease liability); (ii) any lease payments made at or before the commencement date, less any lease incentives received; (iii) any initial direct costs incurred by the lessee and (iv) an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories. The Group measures the right-of-use assets applying a cost model. Under the cost model, the Group measures the right-to-use at cost, less any accumulated depreciation and any impairment losses, and adjusted for any remeasurement of lease liability.

Lease liability

The lease liability is recognised at the present value of the lease payments that are not paid at the date of commencement of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses the Group's incremental borrowing rate.

The following payments for the right-to-use the underlying asset during the lease term that are not paid at the commencement date of the lease are considered to be lease payments: (i) fixed payments less any lease incentives receivable; (ii) variable lease payments that depend on an index or a rate, initially measured using the index or rate as at commencement date; (iii) amounts expected to be payable by the lessee under residual value guarantees; (iv) the exercise price of a purchase option if the lessee is reasonably certain to exercise that option and (v) payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

4. 重大會計政策 (續)

(e)(1) 租賃 (自二零一九年四月一日起應用之會計政策) (續)

使用權資產

使用權資產應按成本確認，並包括：(i) 租賃負債之初步計量金額(見下文將租賃負債入賬之會計政策)；(ii) 於開始日期或之前作出之任何租賃付款，減任何已收取之租賃優惠；(iii) 承租人產生之任何初步直接成本；及(iv) 承租人於拆除及移除相關資產以恢復至租賃條款及條件所規定之狀態而將予產生之估計成本，除非該等成本乃因生產存貨而產生。本集團採用成本模式計量使用權資產。根據成本模式，本集團按成本減任何累計折舊及任何減值損失計量使用權資產，並就重新計量之任何租賃負債進行調整。

租賃負債

租賃負債按並非於租賃開始日期支付之租賃付款之現值確認。倘該利率可輕易釐定，則租賃付款採用租賃隱含之利率貼現。倘該利率無法輕易釐定，則本集團使用本集團之增量借款利率。

於租賃期內，在租賃開始日期尚未支付之相關資產使用權之以下付款均被視為租賃付款：(i) 固定付款減任何應收租賃優惠；(ii) 基於指數或利率之可變租賃付款(初步使用於開始日期之指數或利率計量)；(iii) 承租人根據剩餘價值擔保預定期應付之金額；(iv) 購買選擇權之行使價(倘承租人合理確定將行使購買權)；及(v) 終止租賃之罰金付款(倘租賃期反映承租人行使終止租賃之權利)。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(e)(1) Leasing (accounting policies applied from 1 April 2019) (Continued)

Lease liability (Continued)

Subsequent to the commencement date, the Group measures the lease liability by: (i) increasing the carrying amount to reflect interest on the lease liability; (ii) reducing the carrying amount to reflect the lease payments made; and (iii) remeasuring the carrying amount to reflect any reassessment or lease modifications, e.g., a change in future lease payments arising from change in an index or rate, a change in the lease term, a change in the in substance fixed lease payments or a change in assessment to purchase the underlying asset.

(e)(2) Leasing (accounting policies applied until 31 March 2019)

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to lessee. All other leases are classified as operating leases.

The Group as lessee

Assets held under finance leases are initially recognised as assets at their fair value or, if lower, the present value of the minimum lease payments. The corresponding lease commitment is shown as a liability. Lease payments are analysed between capital and interest. The interest element is charged to profit or loss over the period of the lease and is calculated so that it represents a constant proportion of the lease liability. The capital element reduces the balance owed to the lessor.

The total rentals payable under the operating leases are recognised in profit or loss on a straight-line basis over the lease term. Lease incentives received are recognised as an integrated part of the total rental expense, over the term of the lease.

The land and buildings elements of property leases are considered separately for the purposes of lease classification.

4. 重大會計政策 (續)

(e)(1) 租賃(自二零一九年四月一日起應用之會計政策)(續)

租賃負債(續)

於開始日期後，本集團按以下項目計量租賃負債：(i)增加賬面值以反映租賃負債之利息；(ii)減少賬面值以反映作出之租賃付款；及(iii)重新計量賬面值以反映任何重估或租賃調整，例如：指數或利率變動、租賃條款變動、固定租賃付款之實際變動或購買相關資產之評估變動所產生之未來租賃付款變動。

(e)(2) 租約(應用到二零一九年三月三十一日之會計政策)

凡租約條款規定擁有權之絕大部份風險及回報轉移至承租人之租約均分類為融資租約。所有其他租約均分類為經營租約。

本集團作為承租人

按融資租賃持有之資產乃初步按公平值或(倘較低)按最低租賃付款之現值確認為資產。相應租賃承擔呈列為負債。租賃付款於資本及利息之間作出分析。利息部份於租賃期間自損益扣除，計算方式為使利息於租賃負債中佔有固定比例。資本部份則可用作削減結欠出租人之餘額。

根據經營租約應付之租金總額以直線法按租期於損益確認。所獲取之租金優惠按租期確認為租金開支總額之構成部份。

物業租賃之土地及樓宇就租賃分類而言視為分開處理。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(f) Intangible assets (other than goodwill)

(i) Acquired intangible assets

Intangible assets acquired separately are initially recognised at cost. The cost of intangible assets acquired in a business combination is fair value at the date of acquisition. Subsequently, intangible assets with finite useful lives are carried at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is provided on a straight-line basis over their useful lives as follows. Intangible assets with indefinite useful lives are carried at cost less any accumulated impairment losses. The amortisation expense is recognised in profit or loss and included in administrative expenses.

Customers relationship	5 years
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(ii) Impairment

Intangible assets with finite lives are tested for impairment when there is an indication that an asset may be impaired. Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, irrespective of whether there is any indication that they may be impaired. Intangible assets are tested for impairment by comparing their carrying amounts with their recoverable amounts (see note 4(g)).

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately.

An impairment loss is recognised as an expense immediately, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as revaluation decrease to the extent of its revaluation surplus.

4. 重大會計政策 (續)

(f) 無形資產(商譽除外)

(i) 收購無形資產

個別收購之無形資產初步按成本確認。於業務合併當中收購之無形資產成本為收購日之公平值。其後，具有有限可使用年期之無形資產按成本減累計攤銷及累計減值虧損列賬。

攤銷乃就以下可使用年期按直線法撥備。具永久可使用年期之無形資產按成本減任何累計減值虧損列賬。攤銷開支於損益賬確認，並計入行政開支。

客戶關係	5年
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(ii) 減值

具有有限可使用年期之無形資產出現可能減值之跡象時亦會作減值測試。具無限可使用年期的無形資產及尚未可供使用的無形資產須至少每年進行一次減值測試，無論有否跡象顯示其可能出現減值。無形資產透過將其賬面值與其可收回金額作比較而進行減值測試(見附註4(g))。

倘資產的可收回金額估計少於其賬面值，則該項資產的賬面值將降至其可收回金額。減值虧損乃即時確認為開支。

減值虧損即時於損益賬中確認為支出，除非相關資產是以重估價值列賬，則該項減值虧損(僅至其重估盈餘)需作為重估減值處理。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(g) Impairment of other assets (other than financial assets)

At the end of each reporting period, the Group reviews the carrying amounts of its property, plant and equipment, intangible assets and investments in subsidiaries to determine whether there is any indication that those assets have suffered an impairment loss or an impairment loss previously recognised no longer exists or may have decreased.

If the recoverable amount (i.e. the greater of the fair value less costs of disposal and value in use) of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately, unless the relevant asset is carried at a revalued amount under another HKFRS, in which case the impairment loss is treated as a revaluation decrease under that HKFRS.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as an income immediately, unless the relevant asset is carried at a revalued amount under another HKFRS, in which case the reversal of the impairment loss is treated as a revaluation increase under that HKFRS.

Value in use is based on the estimated future cash flows expected to be derived from the asset or cash-generating unit (see note 4(c)), discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash-generating unit.

4. 重大會計政策 (續)

(g) 其他資產減值(金融資產除外)

於各報告期末，本集團審核物業、廠房及設備、無形資產以及本公司於附屬公司的投資的賬面值，以釐定是否有跡象顯示該等資產已出現減值虧損，或先前確認的減值虧損已不存在或可能已減少。

倘資產的可收回金額(即公平值減處置成本與使用價值兩者的較高者)估計少於其賬面值，則該項資產的賬面值將降至其可收回金額。減值虧損乃即時確認為開支，除非相關資產根據另一項香港財務報告準則按重估金額列賬，其時減值虧損將根據該項香港財務報告準則視作重估減值處理。

倘減值虧損其後撥回，則資產賬面值將提高至其修訂後的估計可收回金額，惟受限於經提高的賬面值不得超過往年該項資產在無已確認減值虧損的情況下原應釐定的賬面值。撥回的減值虧損乃即時確認為收入，除非相關資產根據另一項香港財務報告準則按重估金額列賬，其時減值虧損之撥回將根據該項香港財務報告準則視作重估增值處理。

使用價值乃根據預期將自資產或現金產生單位(見附註4(c))產生之估計未來現金流量釐定，按使用可反映金錢時間值之現行市場評估以及對資產或現金產生單位屬特定風險之稅前貼現率貼現。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(h) Inventories

Inventories are initially recognised at cost, and subsequently at the lower of cost and net realisable value. Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost is calculated using the first-in first-out method. Net realisable value represents the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

(i) Financial instruments

(i) Financial assets

A financial asset (unless it is a trade receivable without a significant financing component) is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

All regular way purchases and sales of financial assets are recognised on the trade date, that is, the date that the Group commits to purchase or sell the asset. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the market place.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Financial assets at amortised cost are subsequently measured using the effective interest rate method. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gains or losses on derecognition is recognised in profit or loss.

4. 重大會計政策 (續)

(h) 存貨

存貨初步按成本確認，其後按成本及可變現淨值兩者中的較低者確認。成本包括所有採購成本、轉換成本及將存貨送至現有地點及達致現有狀況所需的其他成本。成本按先進先出法計算。可變現淨值指日常業務過程中的估計售價減進行銷售必要的估計成本。

(i) 金融工具

(i) 金融資產

金融資產(除非是並無重大融資部分的營業應收款項)首次按公平價值加上收購或發行金融資產(並非按公平價值計入損益的金融資產)直接應佔的交易成本計量。並無重大融資部分的營業應收款項首次按交易價格計量。

以常規方式購買及出售的金融資產，均按交易日期(即本集團承諾購買或出售相關資產的日期)進行確認。以常規方式購買及出售是指要求在相關市場中的規則或慣例通常約定的時間內交付資產的金融資產買賣。

於釐定內含衍生金融工具的金融資產的現金流量是否屬於僅支付本金及利息時，將全盤考慮內含衍生金融工具的金融資產。

攤銷成本：就持作收回合約現金流量的資產而言，倘有關資產的現金流量為僅支付本金及利息，則按攤銷成本計量。按攤銷成本計量的金融資產其後使用實際利率法計量。利息收入、外幣匯兌收益及虧損以及減值於損益確認。終止確認的任何收益或虧損於損益確認。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(i) Financial instruments (Continued)

(ii) Impairment loss on financial assets

The Group recognises loss allowances for expected credit losses (“ECLs”) on trade receivables, other receivables and financial assets measured at amortised cost. The ECLs are measured on either of the following bases: (1) 12-month ECLs: these are the ECLs that result from possible default events within the 12 months after the reporting date; and (2) lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument. The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive. The shortfall is then discounted at an approximation to the assets’ original effective interest rate.

The Group has elected to measure loss allowances for trade receivables using HKFRS 9 simplified approach and has calculated ECLs based on lifetime ECLs. The Group has established a provision matrix that is based on the Group’s historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

For other receivables, the ECLs are based on the 12-month ECLs. However, when there has been a significant increase in credit risk since origination, the allowance will be based on the lifetime ECLs.

4. 重大會計政策 (續)

(i) 金融工具 (續)

(ii) 金融資產之減值損失

本集團就應收款項、其他應收款項及按攤銷成本計量的金融資產確認預期信貸虧損(「預期信貸虧損」)虧損撥備。預期信貸虧損按以下其中一項基準計量：(1)12個月的預期信貸虧損：其為於報告日期後12個月內發生的潛在違約事件導致的預期信貸虧損；及(2)年限內預期信貸虧損：此乃於金融工具預計年內所有可能由違約事件產生的預期信貸虧損。估計預期信貸虧損時所考慮的最長期間為本集團面對信貸風險的最長合約期間。

預期信貸虧損為信貸虧損的概率加權估計。信貸虧損乃按本集團根據合約應收的所有合約現金流量與本集團預期收取的所有現金流量之間的差額計量。該差額其後按貼近資產原有實際利率貼現。

本集團已選用香港財務報告準則第9號簡化法以計量應收款項的虧損撥備，並已根據年限內預期信貸虧損計算預期信貸虧損。本集團已設立根據本集團過往信貸虧損經驗計算的撥備矩陣，並按債務人特定的前瞻性因素及整體經濟環境予以調整。

就其他應收款項而言，預期信貸虧損乃基於12個月預期信貸虧損。然而，倘信貸風險自開始以來大幅增加，撥備將以全期預期信貸虧損為基準。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(i) Financial instruments (Continued)

(ii) Impairment loss on financial assets

(Continued)

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information analysis, based on the Group's historical experience and informed credit assessment and including forward-looking information.

The Group assumes that the credit risk on a financial asset has increased significantly if it is more than 180 days past due.

The Group considers a financial asset to be credit-impaired when: (1) the borrower is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held); or (2) the financial asset is more than 12 months past due.

Interest income on credit-impaired financial assets is calculated based on the amortised cost (i.e. the gross carrying amount less loss allowance) of the financial asset. For non credit-impaired financial assets interest income is calculated based on the gross carrying amount.

4. 重大會計政策 (續)

(i) 金融工具 (續)

(ii) 金融資產之減值損失 (續)

當釐定金融資產之信貸風險自初步確認後有否大幅增加及於估計預期信貸虧損時，本集團會考慮相關及無須付出過多成本或努力即可獲得之合理及可靠資料。此包括根據本集團之過往經驗及已知信貸評估得出之量化及質化資料及分析，並包括前瞻性資料。

本集團假設，倘金融資產逾期超過180日，其信貸風險會大幅增加。

本集團認為金融資產於下列情況下為信貸減值：(1) 借款人不大有可能在本集團無追索權採取行動(例如：變現抵押)(如持有)的情況下向本集團悉數支付其信貸義務；或(2) 該金融資產逾期超過12個月。

信貸減值金融資產的利息收入按金融資產的攤銷成本(即總賬面值減虧損撥備)計算。非信貸減值資產的利息收入按總賬面值計算。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(i) Financial instruments (Continued)

(iii) Financial liabilities

The Group classifies its financial liabilities, depending on the purpose for which the liabilities were incurred. Financial liabilities at amortised costs are initially measured at fair value, net of directly attributable cost incurred.

Financial liabilities at amortised cost including trade and other payables are subsequently measured at amortised cost, using the effective interest method. The related interest expense is recognised in profit or loss.

Gains or losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process.

(iv) Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or liability, or where appropriate, a shorter period.

(v) Equity instruments

Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

(vi) Derecognition

The Group derecognises a financial asset when the contractual rights to the future cash flows in relation to the financial asset expire or when the financial asset has been transferred and the transfer meets the criteria for derecognition in accordance with HKFRS 9.

Financial liabilities are derecognised when the obligation specified in the relevant contract is discharged, cancelled or expires.

4. 重大會計政策 (續)

(i) 金融工具 (續)

(iii) 金融負債

本集團視乎金融負債產生的目的將其金融負債分類。按攤銷成本計量的金融負債初步按公平價值減所產生的直接應佔成本計量。

按攤銷成本計量之金融負債包括應付款項及其他應付款項，其後使用實際利息法按攤銷成本計量。有關利息開支於損益中確認。

收益或虧損於終止確認負債時透過攤銷於損益中確認。

(iv) 實際利息法

實際利息法為計算金融資產或金融負債攤銷成本及就相關期間分配利息收入或利息開支之方法。實際利率為透過金融資產或負債預期年期或(如適用)較短期間準確貼現估計未來現金收款或付款之利率。

(v) 權益工具

本公司發行的權益工具以集資所得扣除直接發行成本作出記錄。

(vi) 終止確認

本集團在與金融資產有關之未來現金流量合約權利屆滿，或金融資產已轉讓，且該轉讓根據香港財務報告準則第9號符合終止確認標準時，終止確認金融資產。

金融負債於有關合約所訂明責任解除、註銷或屆滿時終止確認。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(j) Income tax

Income taxes comprise current tax and deferred tax.

Current tax is based on the profit or loss from ordinary activities adjusted for items that are non-assessable or disallowable for income tax purposes and is calculated using tax rates that have been enacted or substantively enacted at the end of reporting period.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for tax purposes. Except for goodwill and recognised assets and liabilities that affect neither accounting nor taxable profits, deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Deferred tax is measured at the tax rates appropriate to the expected manner in which the carrying amount of the asset or liability is realised or settled and that have been enacted or substantively enacted at the end of reporting period.

Income taxes are recognised in profit or loss except when they relate to items recognised in other comprehensive income in which case the taxes are also recognised in other comprehensive income or when they relate to items recognised directly in equity in which case the taxes are also recognised directly in equity.

When different tax rates apply to different levels of taxable income, deferred tax assets and liabilities are measured using the average tax rates that are expected to apply to the taxable income of the periods in which the temporary differences are expected to reverse.

The determination of the average tax rates requires an estimation of (1) when the existing temporary differences will reverse and (2) the amount of future taxable income in those years. The estimate of future taxable income includes:

- income or loss excluding reversals of temporary differences; and
- reversals of existing temporary differences.

4. 重大會計政策 (續)

(j) 所得稅

所得稅包括即期稅項及遞延稅項。

即期稅項乃按已就毋須就利得稅課稅或不可扣減利得稅之項目作出調整之日常業務溢利或虧損，按報告期間結算日已頒佈或實際頒佈之稅率計算。

遞延稅項乃就作財務報告之資產與負債賬面值，與就稅務所用相應數值間之暫時性差額確認。除不影響會計或應課稅溢利之商譽已確認資產與負債外，會就所有應課稅暫時性差額確認遞延稅項負債。遞延稅項資產於有可能動用應課稅溢利抵銷可扣稅暫時性差額之情況下確認。遞延稅項乃按適用於資產或負債之賬面值獲變現或結算之預期方式及於各報告期末已頒佈或大致上頒佈定之稅率計量。

所得稅乃於損益中確認，惟倘所得稅與其他全面收入確認之項目有關則除外，在此情況下，稅項亦於其他全面收入確認，或倘所得稅與直接於權益確認之項目有關，在此情況下，稅項亦直接於權益確認。

當不同稅率適用於不同水平的應課稅收入時，遞延所得稅資產和負債按預期適用於預計暫時性差額撥回期間的應課稅收入的平均稅率計量。

釐定平均稅率需要估計(i)於何時現有暫時性差額將撥回及(ii)該等年度的未來應課稅收入金額。未來應課稅估計數包括：

- 不包括暫時性差額撥回之收入或虧損；及
- 現有暫時性差額撥回。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(k) Revenue recognition

Revenue from contracts with customers is recognised when control of goods or services is transferred to the customers at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services, excluding those amounts collected on behalf of third parties. Revenue excludes value added tax or other sales taxes and is after deduction of any trade discounts.

Depending on the terms of the contract and the laws that apply to the contract, control of the goods or services may be transferred over time or at a point in time. Control of the goods or services is transferred over time if the Group's performance:

- provides all of the benefits received and consumed simultaneously by the customer;
- creates or enhances an asset that the customer controls as the Group performs; or
- does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

If control of the goods or services transfers over time, revenue is recognised over the period of the contract by reference to the progress towards complete satisfaction of that performance obligation. Otherwise, revenue is recognised at a point in time when the customer obtains control of the goods or services.

When the contract contains a financing component which provides the customer a significant benefit of financing the transfer of goods or services to the customer for more than one year, revenue is measured at the present value of the amounts receivable, discounted using the discount rate that would be reflected in a separate financing transaction between the Group and the customer at contract inception. Where the contract contains a financing component which provides a significant financing benefit to the Group, revenue recognised under that contract includes the interest expense accreted on the contract liability under the effective interest method. For contracts where the period between the payment and the transfer of the promised goods or services is one year or less, the transaction price is not adjusted for the effects of a significant financing component, using the practical expedient in HKFRS 15.

4. 重大會計政策 (續)

(k) 收入確認

客戶合同收入在貨物或服務的控制權轉移予客戶時確認，金額為反映本集團預期就交換該等貨物或服務有權獲得的代價(經扣除代表第三方收取的金額)。收入不包括增值稅或其他銷售稅，並扣除任何貿易折讓。

視乎合約條款及適用於該合約之法律規定，貨物或服務控制權可隨時間轉移或於某一時間點轉移。倘本集團在履約過程中滿足下列條件，貨物或服務控制權已隨時間轉移：

- 提供客戶同時收到並消耗的所有利益；
- 創建並提升客戶控制之資產(如本集團履約)；或
- 沒有創建對本集團而言有其他用途之資產，而本集團可強制執行其權利收回累計至今已完履約部分之款項。

倘貨物或服務之控制權隨時間轉移，收入確認將按整個合約期間已完成履約責任之進度進行。否則，收入於客戶獲得貨物或服務控制權之時間點確認。

當合約包含融資部分，就貨物或服務轉移予客戶而為客戶提供重大利益超過一年時，收入按應收金額的現值計量，使用合約開始時在本集團與客戶之間訂立的獨立融資交易中反映的貼現率貼現。當合約包含為本集團提供重大財務利益的融資部分時，根據合約確認的收入包括根據實際利率法計算的合約負債所附加的利息開支。對於付款與承諾貨物或服務轉移之間的期限為一年或不足一年的合約，交易價格不會根據香港財務報告準則第15號應用可行權宜方式就重大融資部分的影響進行調整。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(k) Revenue recognition (Continued)

(i) Sales of lighting and furniture products and tableware and giftware products

Customers obtain control of the products when the goods are delivered to and have been accepted. Revenue is thus recognised upon when the customers accepted the products. There is generally only one performance obligation. Invoices are usually payable within 30 days. In the comparative period, revenue from sales of goods is recognised on transfer of risks and rewards of ownership, which was taken as at the time of delivery and the title is passed to customer.

Some of the Group's contracts with customers from the sale of product provides customers a right of return (a right to exchange another product). These rights of return do not allow the returned goods to be refund in cash. The right of return gives rise to variable consideration. The variable consideration is estimated at contract inception and constrained until the associated uncertainty is subsequently resolved. The application of the constraint on variable consideration increases the amount of revenue that will be deferred. In the comparative period, revenue for these contracts was recognised when a reasonable estimate of the returns could be made, provide that all other revenue recognition criteria are met. If a reasonable estimate could not be made, such revenue would be deferred until the return period lapsed or a reasonable estimate could be made.

(ii) Other revenue

Interest income is accrued on a time-apportioned basis by reference to the principal outstanding at the applicable interest rate.

4. 重大會計政策 (續)

(k) 收入確認 (續)

(i) 銷售燈飾及家具產品及餐具及禮品產品

當貨物已交付且獲接收時，客戶獲得產品的控制權。因此於客戶接收商品時確認收入。合約通常僅有一項履約責任。發票通常須於30日內支付。於比較期間，貨物銷售收入於擁有權的風險及回報轉移(即貨物交付及擁有權轉移予客戶)時確認。

本集團與客戶簽訂的部分產品銷售合約提供客戶退貨權(交換另一種產品的權利)。該等退貨權不允許退貨的商品以現金退還。退貨權產生可變代價。可變代價乃於合約開始時估計且受約束，直至相關不確定性於其後解除為止。對可變代價應用約束會增加將予遞延的收入金額。於比較期間，該等合約的收入於可對退貨作出合理估計時確認，惟須符合所有其他收入確認準則。倘不能作出合理估計，則有關收入將遞延，直至退貨期失效或可作出合理估計為止。

(ii) 其他收入

利息收入乃依據未償還本金額按適用利率以時間分攤基準累計。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(l) Contract liabilities

A contract liability represents the Group's obligation to transfer goods to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer.

A contract liability is recognised when the customer pays consideration before the Group recognises the related revenue. A contract liability would also be recognised if the Group has an unconditional right to receive consideration before the Group recognises the related revenue. In such cases, a corresponding receivable would also be recognised.

(m) Employee benefits

(i) Defined contribution retirement plan

The group entities incorporated in Hong Kong manage a defined contribution Mandatory Provident Fund Scheme (the "MPF Scheme"), a defined contribution scheme managed by an independent trustee for those employees who are eligible to participate in the MPF scheme. The Group makes contributions based on a percentage of the eligible employees' salaries funded by the Group and are charged to profit or loss as they become payable in accordance with the rules of the MPF scheme.

Contributions to defined contribution retirement plans are recognised as an expense in profit or loss when the services are rendered by the employees.

(ii) Short-term employee benefits

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the reporting date.

4. 重大會計政策 (續)

(l) 合約負債

合約負債指本集團就本集團已經自客戶收取的代價(或到期的代價金額)而向該客戶轉移貨物的責任。

合約負債於集團確認相關收入前客戶支付代價時確認。倘集團在確認相關收入前有權無條件收取代價，亦會確認合約負債。於該等情況下亦會確認相應的應收款項。

(m) 僱員福利

(i) 定額供款退休計劃

於香港註冊成立的集團實體管理一項定額供款強制性公積金計劃(「強積金計劃」)，該定額供款計劃由獨立信託人為合資格參與強積金計劃的僱員進行管理。本集團按合資格僱員薪金的某一百分比以集團本身資源作出供款，有關供款於根據強積金計劃規應付時在損益扣除。

向定額供款退休計劃之供款，於僱員提供服務時在損益確認為開支。

(ii) 短期僱員福利

僱員放年假的權利於僱員獲得假期時確認。本集團就截至報告日期止僱員已提供的服務而產生的年假的估計負債作出撥備。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(n) Foreign currencies

Transactions entered into by the group entities in currencies other than the currency of the primary economic environment in which they operate (the “functional currency”) are recorded at the rates ruling when the transactions occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the end of reporting period. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are recognised in profit or loss in the period in which they arise. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the period except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised in other comprehensive income, in which case, the exchange differences are also recognised in other comprehensive income.

On consolidation, income and expense items of foreign operations are translated into the presentation currency of the Group (i.e. HK\$) at the average exchange rates for the year, unless exchange rates fluctuate significantly during the period, in which case, the rates approximating to those ruling when the transactions took place are used. All assets and liabilities of foreign operations are translated at the rate ruling at the end of reporting period. Exchange differences arising, if any, are recognised in other comprehensive income and accumulated in equity as foreign exchange reserve (attributed to non-controlling interests as appropriate). Exchange differences recognised in profit or loss of group entities’ separate financial statements on the translation of long-term monetary items forming part of the Group’s net investment in the foreign operation concerned are reclassified to other comprehensive income and accumulated in equity as foreign exchange reserve.

4. 重大會計政策 (續)

(n) 外幣

集團實體以其經營所在主要經營環境的貨幣(「功能貨幣」)以外的貨幣進行的交易按進行交易時的通行匯率入賬。外幣貨幣資產及負債按報告期末通行的匯率換算。以外幣計值按公平值列賬的非貨幣項目按釐定公平值當日通行的匯率重新換算。以外幣按歷史成本計算的非貨幣項目不會重新換算。

結算貨幣項目以及換算貨幣項目產生的匯兌差額於其產生期間內於損益確認。重新換算按公平值列賬的非貨幣項目產生的匯兌差額計入期內損益，惟重新換算已於其他全面收入直接確認的收益及虧損的非貨幣項目產生的差額除外，在此情況下，匯兌差額亦於其他全面收入直接確認。

於編製綜合財務報表時，收入及開支按年內的平均匯率換算為本集團的呈列貨幣(即港元)，惟匯率於期內大幅波動的情況則除外，在此情況下，使用與進行交易時通行的匯率相若的匯率。海外業務的所有資產及負債按報告期末通行的匯率換算。交易所產生的匯兌差額於其他全面收入直接確認，並於權益內累計為外匯兌換儲備(歸於非控制性權益如適用)。已於集團實體的獨立財務報表的損益確認的匯兌差額於換算長期貨幣項目(構成本集團於有關海外業務的投資淨額的一部分)時重新分類至全面收益及並於權益內累計為外匯兌換儲備。

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(o) Provisions and contingent liabilities

Provisions are recognised for liabilities of uncertain timing or amount when the Group has a legal or constructive obligation arising as a result of a past event, which will probably result in an outflow of economic benefits that can be reasonably estimated.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, the existence of which will only be confirmed by the occurrence or non-occurrence of one or more future events, are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

(p) Related parties

(a) A person or a close member of that person's family is related to the Group if that person:

- (i) has control or joint control over the Group;
- (ii) has significant influence over the Group; or
- (iii) is a member of key management personnel of the Group or the Company's parent.

(b) An entity is related to the Group if any of the following conditions apply:

- (i) The entity and the Group are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
- (iii) Both entities are joint ventures of the same third party;
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity;

4. 重大會計政策 (續)

(o) 撥備及或然負債

當本集團因過去事項而須承擔法定或擬定責任，而清償該負債很可能需要付出經濟利益及可合理地估計金額時，便為未確定時間或金額的負債確認撥備。

如果經濟利益需要外流的可能性不大，或不能對數額作出可靠估計，則有關責任會作為或然負債披露，惟若經濟利益外流的可能性極低則作別論。如有可能產生的責任，其存在僅能以一個或數個未來事項的發生或不發生來證實，亦披露為或然負債，除非經濟利益外流的可能性極低則作別論。

(p) 關連方

(a) 倘屬以下人士，即該人士或該人士之近親與本集團有關連：

- (i) 控制或共同控制本集團；
- (ii) 對本集團有重大影響力；或
- (iii) 為本集團或本公司母公司的主要管理層成員。

(b) 倘符合下列任何條件，即實體與本集團有關連：

- (i) 該實體與本集團屬同一集團之成員公司（即各自的母公司、附屬公司及同系附屬公司彼此間有關連）；
- (ii) 一間實體為另一實體的聯營公司或合營企業（或另一實體為成員公司之集團旗下成員公司之聯營公司或合營企業）；
- (iii) 兩間實體均為同一第三方的合營企業；
- (iv) 一間實體為第三方實體的合營企業，而另一實體為該第三方實體的聯營公司；

4. SIGNIFICANT ACCOUNTING POLICIES

(Continued)

(p) Related parties (Continued)

- (b) An entity is related to the Group if any of the following conditions apply: (Continued)
 - (v) The entity is a post-employment benefit plan for the benefit of the employees of the Group or an entity related to the Group;
 - (vi) The entity is controlled or jointly controlled by a person identified in (a);
 - (vii) A person identified in (a)(i) has significant influence over the entity or is a member of key management personnel of the entity (or of a parent of the entity); or
 - (viii) The entity, or any member of a group of which it is a part, provides key management personal services to the group or to the group's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity and include:

- (i) that person's children and spouse or domestic partner;
- (ii) children of that person's spouse or domestic partner; and
- (iii) dependents of that person or that person's spouse or domestic partner.

(q) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and deposits held at call with banks. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are also included as a component of cash and cash equivalents for the purpose of the consolidated statement of cash flows.

4. 重大會計政策 (續)

(p) 關連方 (續)

- (b) 倘符合下列任何條件，即實體與本集團有關連：(續)
 - (v) 實體為本集團或與本集團有關連之實體就僱員福利設立的離職後福利計劃；
 - (vi) 實體受(a)所識別人士控制或受共同控制；
 - (vii) (a)(i)中所識別的人士對實體有重大影響力或屬該實體(或該實體的母公司)主要管理層成員；或
 - (viii) 實體、或集團之任何成員公司向集團或其母公司提供任何管理人員服務。

某一人士的近親家屬成員指預期可影響該人士與實體進行買賣或於買賣時受該人士影響的有關家屬成員，包括：

- (i) 該名人士的子女及配偶或家庭伴侶；
- (ii) 該名人士的配偶或家庭伴侶的子女；及
- (iii) 該名人士或該名人士的配偶或家庭伴侶的受供養人。

(q) 現金及現金等價物

現金及現金等價物包括銀行存款及現金。就編製綜合現金流量表而言，由於銀行透支須於按獲通知時償還並構成本集團現金管理的一部份，現金及現金等價物亦包括銀行透支。

5. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

(a) Provision for inventories

The Group reviews and identifies at the end of each financial period, provision for inventories (if any) is based on recent sales performance, management experience with characteristic customer purchase behaviour and assessment of the product's alignment with current market trend. The management estimates the net realisable value for inventories based primarily on the latest market prices and current market conditions. The assessment of the provision amount required involves management judgement and estimates. Where the actual outcome or expectation in future is different from the original estimate, such differences will impact the carrying value of inventories and provision charge/written back in the period in which the estimate has been changed.

(b) Estimated impairment of trade receivables

The Group recognises lifetime ECLs for trade receivables, using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date. The amount of the impairment loss based on ECLs model is measured as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the effective interest rate determined at initial recognition. Where the future cash flows are less than expected, or being revised downward due to changes in facts and circumstances, a material impairment loss may arise.

5. 重大會計判斷及估計不肯定因素之主要來源

於應用本集團之會計政策過程中，董事需要就目前不能從其他來源得出之資產與負債之賬面值作出判斷、估計及假設。該等估計及有關假設乃根據過往經驗及相關之其他因素而作出。實際數字或會有別於估計數字。

本集團持續審核估計及相關假設。倘修訂會計估計僅影響某一期間，則於修訂有關估計期間內確認修訂，倘修訂影響當前期間及未來期間，則於作出修訂的期間及未來期間確認有關修訂。

(a) 存貨撥備

於財政期間期末，本集團根據近期的銷售表現、管理層對於典型客戶購物行為的經驗以及產品與現行市場趨勢一致的評估，審閱及識別任何存貨撥備(如有)。管理層董事根據最新市場價格及現時市況預計存貨的可變現淨值。管理層於評估撥備金額時需作出判斷及估計。若實際結果或對未來的預計有別於原有估計，則有關差額將於有關估計已改變的期間內影響存貨及撥備開支/回撥的賬面值。

(b) 營業應收款項的估計減值

本集團根據本集團過往信貸虧損經驗使用撥備矩陣確認營業應收款項的年限內預期信貸虧損，並根據於報告日期債務人的特定因素、整體經濟環境及對現有及預計的環境方向的評估進行調整。根據預期信貸虧損模式作出的減值撥備金額按根據合約應付本集團的所有合約現金流量與本集團預期將收到的所有現金流量之間的差額計量，並按初始確認時的實際利率貼現。倘未來現金流量少於預期或因事實及環境變化而向下修訂，則可能產生重大減值虧損。

5. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY (Continued)

(c) Taxation

Determining income tax provisions involves judgement on the future tax treatment of certain transactions. The Group carefully evaluates tax implications of transactions, and tax provisions are set up accordingly. The tax treatment of such transactions is reconsidered periodically to take into account all changes in tax legislations. Where the final tax outcome of these transactions is different from the amounts that were initially recorded, such difference will impact the income tax and deferred tax provisions in the year in which such determination is made.

Deferred tax assets are recognised for all deductible temporary differences and all unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the unused tax losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits, which affects the probability of utilisation and tax rate to be used in the calculations.

(d) Impairment of property, plant and equipment and right-of-use assets

The Group reviews internal and external sources of information at the end of each reporting period to identify indications that assets may be impaired or an impairment loss previously recognised no longer exists or may have decreased, except in the case of goodwill. The Group estimates the asset's recoverable amount when any such indication exists. The recoverable amount of an asset, or of the cash-generating unit to which it belongs, is the greater of its fair value less costs of disposal and value in use. In assessing value-in-use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and these risks specific to the assets. The preparation of projected future cash flows involves the estimation of future revenue and operating costs which are based on reasonable assumptions supported by information available to the Group. Changes in the estimates would result in additional impairment provisions or reversal of impairment in future years.

5. 重大會計判斷及估計不肯定因素之主要來源 (續)

(c) 稅務

於釐定利得稅項準備時，須判斷若干業務之日後稅務安排。本集團會小心評估業務之應課稅性質而提撥利得稅項準備。該等業務之應課稅情況將因應稅務法例之改變而作定期檢討。倘有關交易的最終稅務結果與首次記錄的金額有差異，有關差額將影響作出有關釐定年度的所得稅及遞延稅項撥備。

若日後有可能錄得應課稅溢利，並抵銷可扣稅暫時性差額及未動用稅項虧損，則所有可扣稅暫時性差額及未動用稅項虧損會作遞延稅項資產確認。要釐定可予確認的遞延稅項資產金額，管理層需要根據日後應課稅溢利產生的可能時間及金額(將會影響可抵銷的可能性及稅率以用作計算)作出重大的判斷。

(d) 物業、廠房及設備及使用權資產的減值

本集團於各報告期末審閱內部與外部之資料來源，以辨識有否跡象顯示資產可能出現減值或先前確認之減值虧損已不再存在或可能減少。本集團於有任何上述跡象出現時估計資產之可收回金額。資產之可收回金額或其所屬之現金產生單位乃其淨售價與使用價值兩者中之較高者。於評估使用價值時，預計日後現金流量按扣稅前貼現率貼現至其現值，以反映目前市場對現金時間價值及資產特定風險之評估。編製預測未來現金流量涉及未來收益及經營成本之估計，而有關估計乃以本集團所得資料支持之合理假設作基準。此等估計之變動可導致未來數年出現額外減值撥備或減值撥回。

6. SEGMENT INFORMATION

Operating segments are reported in a manner consistent with the internal reporting, in accordance with the Group's internal organisation and reporting structure, provided to the chief operating decision-maker to make strategic decisions.

The Group has two reportable segments. The segments are managed separately as each business offers different products and requires different business strategies. The following summary describes the operations in each of the Group's reportable segments:

- | | | |
|--|---|--|
| Lighting and furniture business | - | retail of lighting products and household furniture in Hong Kong |
| Tableware, giftware and other business | - | retail and wholesale of tableware and giftware and other trading worldwide |

Inter-segment transactions are priced with reference to prices charged to external parties for similar order. Central revenue and expenses are not allocated to the operating segments as they are not included in the measure of the segments' profit that is used by the chief operating decision-maker for assessment of segment performance.

6. 分部資料

本集團按主要營運決策者用以作出策略性決定而審閱之報告(根據本集團的內部組織及報告架構)確定其經營分部。

本集團擁有兩個報告分部。由於各業務提供不同產品及需要不同業務策略，因此各分部之管理工作乃獨立進行。本集團各呈報分部之業務概述如下：

- | | | |
|-----------|---|---------------------|
| 燈飾及家具業務 | - | 於香港零售燈飾及家具產品 |
| 餐具禮品及其他業務 | - | 零售及批發餐具禮品及其他貿易至世界各地 |

分部間交易之價格乃參考就類似訂單向外部人士收取之價格釐定。中央收入及開支並不分配至經營分部，原因為在主要經營決策者在評估分部表現時並不包括所用的分部溢利計量中。

6. SEGMENT INFORMATION (Continued)

(a) Business segment

For the year ended 31 March 2020

		Lighting and furniture business 燈飾及 家具業務 HK\$'000 千港元	Tableware, giftware and other business 餐具、禮品 及其他業務 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Revenue from external customers	來自外部客戶收入	66,522	2,993	69,515
Reportable segment result	呈報分部業績	10,043	(404)	9,639
Other segment information:	其他分部資料：			
Depreciation of property, plant and equipment	物業、廠房及設備的折舊	610	-	610
Depreciation of right-of-use assets	使用權資產折舊	10,765	-	10,765
Impairment loss on property, plant and equipment	物業、廠房及設備減值虧損	50	-	50
Impairment loss on right-of-use assets	使用權資產減值虧損	1,593	-	1,593
Additions to property, plant and equipment	添置物業、廠房及設備	22	-	22
Additions to right-of-use assets	添置使用權資產	11,371	-	11,371
ECLs reversed on trade receivables, net	應收款項之預期信貸虧損回撥淨值	4	-	4

For the year ended 31 March 2019

截至二零一九年三月三十一日止年度

		Lighting and furniture business 燈飾及 家具業務 HK\$'000 千港元	Tableware, giftware and other business 餐具、禮品 及其他業務 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Revenue from external customers	來自外部客戶收入	72,083	6,682	78,765
Reportable segment result	呈報分部業績	13,667	(8)	13,659
Other segment information:	其他分部資料：			
Interest income	利息收入	1	-	1
Depreciation of property, plant and equipment	物業、廠房及設備的折舊	562	23	585
Additions to non-current assets	添置非流動資產	419	-	419
Impairment loss on property, plant and equipment	物業、廠房及設備減值虧損	-	20	20
ECLs (recognised)/reversed on trade receivables, net	應收款項之預期信貸虧損(確認)/回撥淨值	(57)	2	(55)

6. SEGMENT INFORMATION (Continued)

(b) Reconciliation of reportable segment results

6. 分部資料 (續)

(b) 呈報分部業績之對賬

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Reportable segment result	呈報分部業績	9,639	13,659
Other gains or losses – impairment loss on goodwill	其他收益及虧損 – 商譽減值虧損	–	(19,817)
Other gains or losses – impairment loss on intangible assets	其他收益及虧損 – 無形資產減值虧損	–	(1,877)
Other gains or losses – impairment loss on property, plant and equipment	其他收益及虧損 – 物業、廠房及設備減值虧損	(4)	–
Other gains or losses – impairment loss on right-of-use assets	其他收益及虧損 – 使用權資產減值虧損	(114)	–
Interest on lease liabilities	租賃負債利息	(694)	–
Unallocated corporate expenses (warehousing and general office expenses)	未分配企業開支(倉庫及辦公室開支)	(10,674)	(11,222)
Other unallocated corporate expenses (note)	未分配企業開支(附註)	(3,115)	(5,428)
Consolidated loss before tax	除稅前綜合虧損	(4,962)	(24,685)

Note: Other unallocated corporate expenses mainly consist of professional expenses and other administrative expenses.

附註：其他未分配企業開支主要包括專業費用及其他行政開支。

(c) Segment assets and liabilities

(c) 分部資產及負債

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Assets	資產		
Lighting and furniture business	燈飾及家具業務	32,854	25,637
Tableware, giftware and other business	餐具、禮品及其他業務	2,755	3,388
Consolidated total assets	綜合總資產	35,609	29,025
Liabilities	負債		
Lighting and furniture business	燈飾及家具業務	19,004	7,409
Tableware, giftware and other business	餐具、禮品及其他業務	112	191
Consolidated total liabilities	綜合總負債	19,116	7,600

6. SEGMENT INFORMATION (Continued)**(d) Geographic information**

The following table provides an analysis of the Group's revenue from external customers:

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Hong Kong (place of domicile)	香港(所在地)	67,059	73,771
North America	北美洲	1,751	4,052
PRC (excluding Hong Kong)	中國(不包括香港)	705	384
Other countries	其他國家	-	558
		69,515	78,765

(e) Information about major customers

The Group had no customer for whom the revenue raised individually accounted for more than 10% of the Group's total revenue during the year ended 31 March 2020 (2019: Nil).

7. REVENUE**Disaggregation of revenue**

Disaggregation of revenue from contracts with customers by products and timing of revenue recognition are as follows:

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Revenue from contracts with customers within the scope of HKFRS 15:	香港財務報告準則第15號範圍內的客戶合同收入：		
Sales of lighting and furniture products	銷售燈飾及家具產品	66,522	72,083
Sales of tableware and giftware products	銷售餐具及禮品產品	2,993	6,682
		69,515	78,765
Timing of revenue recognition:	確認收入的時間：		
At a point in time	在某時間點	69,515	78,765

6. 分部資料 (續)**(d) 地區資料**

下表載列本集團來自外部客戶之收入之分析：

(e) 有關主要客戶的資料

本集團並無收入單獨佔本集團於截至二零二零年三月三十一日止年度總營業額逾10%的客戶(二零一九年：無)。

7. 營業額**收入分列**

按產品及按確認收入時間劃分的客戶合同收入分列如下：

7. REVENUE (Continued)**Disaggregation of revenue** (Continued)

The following table provides information about trade receivables and contract liabilities from contracts with customers.

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Trade receivables (note 20)	應收款項(附註20)	668	638
Contract liabilities (note 22)	合約負債(附註22)	873	1,409

The contract liabilities mainly relate to the advance consideration received from customers. HK\$911,000 of the contract liabilities as of 1 April 2019 has been recognised as revenue for the year ended 31 March 2020.

7. 營業額 (續)
收入分列 (續)

下表提供有關應收款項以及來自客戶合約的合約負債資料。

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Trade receivables (note 20)	應收款項(附註20)	668	638
Contract liabilities (note 22)	合約負債(附註22)	873	1,409

合約負債主要與收自客戶的預付代價有關。而於二零一九年四月一日合約負債911,000港元已確認為截至二零二零年三月三十一日止年度的收入。

8. OTHER INCOME, GAINS AND LOSSES**8. 其他收入、收益及虧損**

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Impairment loss on right-of-use assets	使用權資產減值虧損	(1,707)	-
Impairment loss on property, plant and equipment	物業、廠房及設備減值虧損	(54)	(20)
ECLs reversed/(recognised) on trade receivables, net	應收款項之預期信貸虧損 回撥/(確認)(淨值)	4	(55)
Loss on disposal of property, plant and equipment	處置物業、廠房及設備的虧損	(7)	-
Gain on lease modification	修訂租賃條款的收益	4	-
Bank interest income	銀行利息收入	1	1
Impairment loss on goodwill	商譽減值虧損	-	(19,817)
Impairment loss on intangible assets	無形資產減值虧損	-	(1,877)
Others	其他	443	230
		(1,316)	(21,538)

9. LOSS BEFORE TAX

Loss before tax is arrived at after charging:

9. 除稅前虧損

除稅前虧損已扣除：

		2020	2019
		二零二零年	二零一九年
		HK\$'000	HK\$'000
		千港元	千港元
Auditor's remuneration	核數師酬金	626	746
Costs of inventories recognised as expenses	確認為開支的存貨成本		
Carrying amount of inventories sold	售出存貨賬面值	27,447	32,154
Provision for/(reversal of) impairment loss on inventories, net	存貨減值虧損準備／ (回撥)(淨額)	1,207	(99)
		28,654	32,055
Depreciation	折舊		
– property, plant and equipment	– 物業、廠房及設備	610	585
– right-of-use assets (note)	– 使用權資產(附註)	10,765	–
Amortisation of intangible assets (included in administrative expenses)	無形資產攤銷 (計入行政開支)	–	1,608
Lease expenses under HKFRS 16	根據香港財務報告準則 第16號之租賃支出		
– short-term leases	– 短期租賃	4,847	–
– variable lease payments	– 浮動租賃付款	18	–
Lease payments for leases previously classified as operating leases under HKAS 17	根據香港會計準則第17號 先前分類為經營租賃之 租賃付款		
– minimum lease payments	– 最低租賃付款	–	14,770
– contingent rent	– 或然租金	–	95
		–	14,865
Employee costs (note 10)	僱員成本(附註10)	16,053	17,592

9. LOSS BEFORE TAX (Continued)

Note:

As further explained in note 2(a), the Group has initially applied HKFRS 16 using the modified retrospective approach and adjusted the opening balances as at 1 April 2019 to recognise right-of-use assets relating to leases which were previously classified as operating leases under HKAS 17. After initial recognition of right-of-use assets as at 1 April 2019, the Group as lessee is required to recognise the depreciation of right-of-use assets, instead of the previous policy of recognising rental expenses incurred under operating leases on a straight-line basis over the lease term. Under this approach, the comparative information has not been restated.

10. EMPLOYEE COSTS

9. 除稅前虧損 (續)

附註：

誠如附註2(a)所進一步闡述，本集團已使用經修訂追溯法首次應用香港財務報告準則第16號，並調整於二零一九年四月一日之年初結餘，以確認有關先分類為香港會計準則第17號項下經營租賃之租賃之使用權資產。於二零一九年四月一日首次確認使用權資產後，本集團(作為承租人)須確認使用權資產折舊，而非如先前政策以直線法於租賃期內確認經營租賃項下產生之租金開支。根據此方法並無重列比較資料。

10. 僱員成本

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Employee costs (including directors) comprise:	僱員成本(包括董事)包括：		
Salaries and other benefits	薪金及其他福利	15,473	16,920
Contributions to defined contribution retirement plans	向定額供款退休計劃之供款	580	672
		16,053	17,592

11. DIRECTORS' EMOLUMENTS AND FIVE HIGHEST PAID INDIVIDUALS

(a) Directors' emoluments

The aggregate amount of emoluments paid or payable to each of the directors is as follows:

Executive directors

The emoluments paid or payable to executive directors during the year are as follows:

11. 董事薪酬及五名最高薪酬人士

(a) 董事薪酬

已支付或應付予每位董事的薪酬總額如下：

執行董事

於本年度已支付或應付予執行董事的薪酬如下：

		Fees	Salaries and other benefits	Contributions to defined contribution retirement plans	Total
		袍金	薪金及其他福利	向定額供款退休計劃之供款	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
Year ended 31 March 2020	截至二零二零年三月三十一日止				
Hui Kwok Keung Raymond	許國強	-	2,035	18	2,053
Hue Kwok Chiu	許國釗	-	608	18	626
Hui Kwok Wing	許國榮	-	473	17	490
		-	3,116	53	3,169
Year ended 31 March 2019	截至二零一九年三月三十一日止				
Hui Kwok Keung Raymond	許國強	-	2,265	18	2,283
Hue Kwok Chiu	許國釗	-	654	18	672
Hui Kwok Wing	許國榮	-	504	18	522
		-	3,423	54	3,477

11. DIRECTORS' EMOLUMENTS AND FIVE HIGHEST PAID INDIVIDUALS (Continued)

(a) Directors' emoluments (Continued)

Independent non-executive directors

The fees paid to independent non-executive directors during the year are as follows:

		Fees	Salaries and other benefits	Contributions to defined contribution retirement plans	Total
		袍金	薪金及其他福利	向定額供款退休計劃之供款	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
Year ended 31 March 2020	截至二零二零年三月三十一日止				
Chung Wai Man	鍾偉文	165	-	-	165
Leung Wai Chuen	梁偉泉	165	-	-	165
Yeung Mo Sheung Ann	楊慕嫦	165	-	-	165
		495	-	-	495
Year ended 31 March 2019	截至二零一九年三月三十一日止				
Chung Wai Man	鍾偉文	180	-	-	180
Leung Wai Chuen	梁偉泉	180	-	-	180
Yeung Mo Sheung Ann	楊慕嫦	180	-	-	180
		540	-	-	540

11. 董事薪酬及五名最高薪酬人士

(續)

(a) 董事薪酬 (續)

獨立非執行董事

於本年度已支付予獨立非執行董事的袍金如下：

		Fees	Salaries and other benefits	Contributions to defined contribution retirement plans	Total
		袍金	薪金及其他福利	向定額供款退休計劃之供款	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
Year ended 31 March 2020	截至二零二零年三月三十一日止				
Chung Wai Man	鍾偉文	165	-	-	165
Leung Wai Chuen	梁偉泉	165	-	-	165
Yeung Mo Sheung Ann	楊慕嫦	165	-	-	165
		495	-	-	495
Year ended 31 March 2019	截至二零一九年三月三十一日止				
Chung Wai Man	鍾偉文	180	-	-	180
Leung Wai Chuen	梁偉泉	180	-	-	180
Yeung Mo Sheung Ann	楊慕嫦	180	-	-	180
		540	-	-	540

11. DIRECTORS' EMOLUMENTS AND FIVE HIGHEST PAID INDIVIDUALS (Continued)

(b) Five highest paid individuals

Of the five individuals with the highest emoluments in the Group, two (2019: two) were directors of the Company whose emoluments are included in the disclosures in note 11(a) above. The emoluments of the remaining three (2019: three) individuals are as follows:

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Salaries and other benefits	薪金及其他福利	1,782	1,874
Contributions to defined contribution retirement plans	向定額供款退休計劃之供款	54	54
		1,836	1,928

Emoluments paid to each of above individuals for each of the year fell within the following band:

		2020 二零二零年 No. of individuals 人士的數目	2019 二零一九年 No. of individuals 人士的數目
Nil to HK\$1,000,000	零至港元1,000,000	3	3

During the year ended 31 March 2020, no emoluments were paid by the Group to the directors of the Company or the five highest paid individuals as an inducement to join or upon joining the Group or as compensation for loss of office (2019: Nil). During the year ended 31 March 2020, all six directors agreed to reduce their emoluments by 50% for three months from 1 February 2020 to 30 April 2020 and reduce their emoluments by 30% for three months from 1 May 2020 to 31 July 2020, as part of control measures. (2019: None of the directors nor the five highest paid individuals have waived or agreed to waive any emoluments during the year).

11. 董事薪酬及五名最高薪酬人士

(續)

(b) 五名最高薪酬人士

本集團的五名最高薪酬人士中，其中兩名為本公司董事(二零一九年：兩名)，他們的薪酬已於附註11(a)中作出披露。餘下三名人士(二零一九年：三名)的薪酬如下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Salaries and other benefits	薪金及其他福利	1,782	1,874
Contributions to defined contribution retirement plans	向定額供款退休計劃之供款	54	54
		1,836	1,928

薪酬介乎以下範圍的上述人士數目如下：

		2020 二零二零年 No. of individuals 人士的數目	2019 二零一九年 No. of individuals 人士的數目
Nil to HK\$1,000,000	零至港元1,000,000	3	3

截至二零二零年三月三十一日止年度，本集團並沒有向本公司之董事或五名最高薪酬人士支付薪酬，作為加入本集團或於加入本集團時之獎金或離職補償(二零一九年：無)。截至二零二零年三月三十一日止年度，全部六名董事同意由二零二零年二月一日至四月三十日三個月減薪50%及由二零二零年五月一日至七月三十一日三個月減薪30%，作為成本控制措施之一。(二零一九年：於年內董事或五名最高薪酬人士並無放棄或同意放棄任何薪酬的安排)。

12. INCOME TAX CREDIT

The amount of income tax credit in the consolidated statement of profit or loss and other comprehensive income represents:

12. 所得稅抵免

於綜合損益及其他全面收益表中的所得稅抵免額為：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Current tax – Hong Kong Profits Tax	即期稅項 – 香港利得稅		
– charge for the year	– 本年度支出	(6)	(57)
– over-provision in respect of prior year	– 過往年度超額撥備	52	–
		46	(57)
Deferred tax (note 24)	遞延稅項(附註24)		
– (charge)/credit for the year	– 本年度(支出)/抵扣	(14)	490
– effect of change in tax rates	– 稅率變動的影響	(2)	5
		(16)	495
Income tax credit	所得稅抵免	30	438

In March 2018, the Hong Kong Government introduced a two-tiered profits tax rates regime by enacting the Inland Revenue (Amendment) (No. 3) Ordinance 2018 (the “Ordinance”). Under the two-tiered profits tax rates regime, the first HK\$2 million of assessable profits of qualifying corporations is taxed at 8.25% and the remaining assessable profits at 16.5%. The Ordinance is effective from the year of assessment 2018/19.

Accordingly, the provision for Hong Kong Profits Tax for the year ended 31 March 2020 and 2019 is calculated in accordance with the two-tiered profits tax rates regime.

香港政府在2018年3月通過《2018年稅務(修訂)(第3號)條例》(「該條例」)，實施利得稅兩級制。根據利得稅兩級制，合資格企業的首2,000,000港元應評稅利潤的稅率為8.25%，而餘下的應評稅利潤則為16.5%。該條例自2018/19課稅年度起生效。

因此，截至二零二零年及二零一九年三月三十一日止年度的香港利得稅撥備乃根據利得稅兩級制計算。

12. INCOME TAX CREDIT (Continued)

The income tax credit for the year can be reconciled to the loss before tax per the consolidated statement of profit or loss and other comprehensive income as follows:

12. 所得稅抵免 (續)

本年度所得稅抵免可與綜合損益及其他全面收益表所示的除稅前虧損對賬如下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Loss before tax	除稅前虧損	4,962	24,685
Tax credit calculated at the applicable domestic tax rate	按本地適用稅率計算之所得稅抵免額	819	4,105
Tax effect of expenses not deductible for tax purposes	不可扣稅開支之稅務影響	-	(3,272)
Tax effect of other deferred tax not recognised	未確認其他遞延稅項之稅務影響	(302)	15
Tax effect of tax losses not recognised	未確認稅務虧損之稅務影響	(626)	(416)
Tax effect of income not taxable for tax purpose	無須課稅收入之稅務影響	-	1
Utilisation of tax loss previously not recognised	動用先前未確認之稅務虧損	89	-
Effect on opening deferred tax balances resulting for change in tax rates	稅率變動對年初遞延稅結餘的影響	(2)	5
Over-provision in respect of prior year	過往年度超額撥備	52	-
Income tax credit	所得稅抵免	30	438

13. LOSS PER SHARE

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

	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Loss:		
Loss for the year for the purpose of calculating basic and diluted loss per share	(4,932)	(24,247)
Number of shares:		
Weighted average number of shares for the purpose of calculating basic and diluted loss per share	451,036	451,036

Notes:

- (i) Basic loss per share was calculated by dividing the loss attributable to the owners of the Company by the weighted average number of ordinary shares in issue during the year.
- (ii) For the years ended 31 March 2020 and 2019, diluted loss per share was the same as basic loss per share as there were no dilutive potential ordinary shares outstanding during the years ended 31 March 2020 and 2019.

14. DIVIDENDS

The Board does not recommend payment of any dividend for the year ended 31 March 2020, nor has any dividend been proposed since the end of reporting period (2019: Nil).

13. 每股虧損

本公司擁有人應佔之每股基本及攤薄虧損乃基於以下數據計算：

	2020 二零二零年 '000 千股	2019 二零一九年 '000 千股
虧損：		
就計算每股基本及攤薄虧損之年內虧損	(4,932)	(24,247)
股份數目：		
就計算每股基本及攤薄虧損之加權平均股份數目	451,036	451,036

附註：

- (i) 每股基本虧損根據擁有人應佔虧損，除以年內已發行普通股的加權平均數目計算。
- (ii) 截至二零二零年及二零一九年三月三十一日止年度，由於截至二零二零年及二零一九年三月三十一日止年度並無潛在攤薄普通股，因此每股攤薄虧損與每股基本虧損相同。

14. 股息

董事會不建議就截至二零二零年三月三十一日止年度派付任何股息，而自報告期間結算日以來亦無建議派付任何股息(二零一九年：無)。

15. PROPERTY, PLANT AND EQUIPMENT

15. 物業、廠房及設備

		Leasehold improvements	Furniture, fixtures and equipment	Total
		租賃物業裝修	家具、裝置 及設備	總計
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Cost	成本			
As at 31 March 2018	於二零一八年三月三十一日	6,049	2,106	8,155
Additions at cost	成本增加	404	15	419
Disposal	處置	(1,500)	(239)	(1,739)
As at 31 March 2019	於二零一九年三月三十一日	4,953	1,882	6,835
Additions at cost	成本增加	-	22	22
Disposal	處置	(52)	(115)	(167)
As at 31 March 2020	於二零二零年三月三十一日	4,901	1,789	6,690
Accumulated depreciation and impairment losses	累計折舊及減值虧損			
As at 31 March 2018	於二零一八年三月三十一日	5,214	1,686	6,900
Depreciation	折舊	205	380	585
Impairment loss	減值虧損	20	-	20
Written back on disposal	處置時撥回	(1,500)	(239)	(1,739)
As at 31 March 2019	於二零一九年三月三十一日	3,939	1,827	5,766
Depreciation	折舊	571	39	610
Impairment loss (Note)	減值虧損	54	-	54
Written back on disposal	處置時撥回	(72)	(88)	(160)
As at 31 March 2020	於二零二零年三月三十一日	4,492	1,778	6,270
Net book value	賬面淨值			
As at 31 March 2019	於二零一九年三月三十一日	1,014	55	1,069
As at 31 March 2020	於二零二零年三月三十一日	409	11	420

Note:

The impairment loss related to property, plant and equipment amounting to HK\$54,000 (2019: HK\$20,000) have been recorded in other gains and losses. For the purpose of impairment testing, retail shops are determined as CGUs. The impairment losses attributable to those CGUs were then allocated to write down the assets in the CGUs (including right-of-use assets (Note 16) and related property, plant and equipment).

附註：

物業、廠房及設備的減值約54,000港元(二零一九：20,000港元)已於其他收益及虧損確認。就減值測試而言，零售店舖被確認為現金產生單位。來自該等現金產生單位之減值虧損亦已分配至該等現金產生單位的資產(包括使用權資產(附註16)及相關物業、廠房及設備)。

16. RIGHT-OF-USE ASSETS

16. 使用權資產

		Land and buildings 土地及樓宇 HK\$'000 千港元
Cost	成本	
As at 1 April 2019	於二零一九年四月一日	–
Impact of adoption of HKFRS 16	應用香港財務準則第16號之影響	10,849
Additions	增加	11,371
Disposal/Modification	處置／修訂	(1,185)
As at 31 March 2020	於二零二零年三月三十一日	21,035
Accumulated depreciation and impairment	累計折舊及減值虧損	
As at 1 April 2019	於二零一九年四月一日	–
Depreciation	折舊	10,765
Impairment loss recognised	減值虧損	1,707
Written back on disposal/Modification	處置／修訂時撥回	(1,003)
As at 31 March 2020	於二零二零年三月三十一日	11,469
Net book value	賬面淨值	
As at 31 March 2019	於二零一九年三月三十一日	–
As at 31 March 2020	於二零二零年三月三十一日	9,566

Impairment of right-of-use assets

The impairment loss related to right-of-use assets amounting to HK\$1,707,000 (2019: Nil) has been recognised in other gains and losses to write down the carrying amount of the CGUs to its recoverable amount of HK\$119,000. For the purpose of impairment testing, retail shops are determined as CGUs. The impairment losses attributable to those CGUs were then allocated to write down the assets in the CGUs (including property, plant and equipment (Note 15) and related right-of-use assets).

使用權資產減值

使用權資產的減值約1,707,000港元(二零一九：無)已於其他收益及虧損確認，將使用權資產的賬面值撇減至其可收回金額約119,000港元。就減值測試而言，零售店舖被確認為現金產生單位。來自該等現金產生單位之減值虧損亦已分配至該等現金產生單位的資產(包括物業、廠房及設備(附註15)及相關使用權資產)。

16. RIGHT-OF-USE ASSETS (Continued)**Impairment of right-of-use assets** (Continued)

The recoverable amounts of the CGUs in which the right-of-use assets were included have been determined from value-in-use calculations based on cash flow projections from formally approved budgets covering a five-year period and adopted pre-tax discount rate of 13.81%. Cash flows beyond the five-year period are extrapolated using an estimated weighted average growth rate of 3%, which does not exceed the long-term growth rate for the retail industry in Hong Kong. The key assumptions for the value in use calculations are budgeted gross margin of 44% to 53%, growth rate of 3% to 6.42% and wage inflation of 3%. The budgeted gross margin and growth rate are determined based on the unit's past performance and management's expectations regarding market development. Wage inflation has been based with reference to the independent economic data published by the Census and Statistics Department of the Government of the Hong Kong Special Administrative Region. The discount rate is determined based on the Hong Kong risk-free interest rate adjusted by the specific risk associated with the CGUs.

Due to the outbreak of COVID-19, the consumption-related activities have been seriously disrupted and the performance of Group's retail business have been adversely affected. This had an adverse impact on the estimated value-in-use of certain CGUs and impairment losses on property, plant and equipment and right-of-use assets were recognised.

16. 使用權資產 (續)**使用權資產減值** (續)

使用權資產所屬的現金產生單位的可收回金額按使用價值釐定，而使用價值乃根據經批准的五年期預算的現金流量預測計算得出。超逾五年期間的現金流量乃使用估計平均增長率3%推算，有關增長率不高於香港零售市場的長期增長率。使用價值乃根據經批准的五年期預算的現金流量預測及13.81%稅前折現率計算得出。超逾五年期間的現金流量乃使用估計平均增長率3%推算，有關增長率不高於香港零售市場的長期增長率。使用價值計算方法的主要假設為預算毛利率為44%至53%、預算增長率為3%至6.42%及工資增長率為3%。預算毛利率及預算增長率乃按有關單位的過往表現及管理層對市場發展的預期釐定。工資增長率乃參考香港特別行政區政府統計處所公佈之獨立經濟數據而定。所用貼現率乃根據香港無風險利率而定，並就現金產生單位的相關特定風險調整。

由於COVID-19爆發，嚴重干擾與消費相關活動，令本集團零售業務的表現受到不利影響。這對部份現金產生單位的估計使用價值構成不利影響，故導致物業、廠房及設備及使用權資產減值虧損。

17. INTANGIBLE ASSETS

17. 無形資產

		Customers relationship 客戶關係 HK\$'000 千港元
Cost	成本	
As at 1 April 2018, 31 March 2019 and 31 March 2020	於二零一八年四月一日、 二零一九年三月三十一日及 二零二零年三月三十一日	8,041
Accumulated amortisation and impairment losses	累計攤銷及減值虧損	
As at 1 April 2018	於二零一八年四月一日	4,556
Amortisation	攤銷	1,608
Impairment loss	減值虧損	1,877
As at 31 March 2019 and 31 March 2020	於二零一九年三月三十一日及 二零二零年三月三十一日	8,041
Net book value	賬面淨值	
As at 31 March 2019	於二零一九年三月三十一日	-
As at 31 March 2020	於二零二零年三月三十一日	-

18. GOODWILL

18. 商譽

		HK\$'000 千港元
Cost	成本	
As at 1 April 2018, 31 March 2019 and 31 March 2020	於二零一八年四月一日、 二零一九年三月三十一日及 二零二零年三月三十一日	36,906
Accumulated impairment losses	累計減值虧損	
As at 1 April 2018	於二零一八年四月一日	17,089
Impairment loss	減值虧損	19,817
As at 31 March 2019 and 31 March 2020	於二零一九年三月三十一日及 二零二零年三月三十一日	36,906
Net book value	賬面淨值	
As at 31 March 2019	於二零一九年三月三十一日	-
As at 31 March 2020	於二零二零年三月三十一日	-

18. GOODWILL (Continued)**Impairment of goodwill**

For the purpose of impairment testing in the year ended 31 March 2019, goodwill was allocated to cash-generating unit (“CGU”) of sales of tableware and giftware products. The recoverable amounts of the CGU had been determined from value in use calculations based on cash flow projections from formally approved budgets covering a five-year period and adopted pre-tax discount rate of 16.6%. Cash flow beyond the five-year period was extrapolated using an estimated weighted average growth rate of 3%, which did not exceed the long-term growth rate for the industry. The key assumptions for the value in use calculations are budgeted gross margin of 20% to 23% and growth rate of 3% to 5%, which were determined based on the unit’s past performance and management’s expectations regarding market development. The discount rate was determined based on the Hong Kong risk-free interest rate adjusted by the specific risk associated with the CGU.

Goodwill impairment of approximately HK\$19,817,000 was made due to the recently intensively competitive environment within which the CGU operates, as a result of macro business environment uncertainty. Management had therefore adjusted their expected profit forecast for the CGU to allow for the impact of material competitiveness in the market.

19. INVENTORIES

A provision of impairment loss of approximately HK\$1,207,000 (2019: Reversal of impairment loss of HK\$99,000) against the carrying value of merchandise have been recognised during the year. This provision arose due to slow moving of certain lighting and household furniture products as a result of a change in consumer preferences.

18. 商譽 (續)**商譽減值**

就於二零一九年三月三十一日止年度減值測試而言，商譽已分配至餐具及禮品產品之現金產生單位（「現金產生單位」）。現金產生單位的可收回金額按使用價值釐定，而使用價值乃根據經批准的五年期預算的現金流量預測及16.6%稅前折現率計算得出。超逾五年期間的現金流量乃使用估計平均增長率3%推算，有關增長率不高於市場的長期增長率。使用價值計算方法的主要假設為預算毛利率為20%至23%及預算增長率為3%至5%，此兩項乃按有關單位的過往表現及管理層對市場發展的預期釐定。所用貼現率乃根據香港無風險利率而定，並就現金產生單位的相關特定風險調整。

由於宏觀營商環境不明朗，現金產生單位經營所在之環境於近期面臨激烈競爭，故計提商譽減值約19,817,000港元。因此，管理層已調整現金產生單位之預期盈利預測，以計及重大市場競爭力之影響。

19. 存貨

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Merchandise	商品	9,504	11,220
Less: provision of impairment loss	減：存貨減值虧損準備	(2,045)	(838)
		7,459	10,382

存貨減值虧損準備約1,207,000港元已於本年度確認，以減低商品的帳面值（二零一九：回撥99,000港元）。由於若干燈飾及家具產品隨消費者喜好變動而令週轉期變慢，故作出準備。

20. TRADE AND OTHER RECEIVABLES

20. 應收款項及其他應收款項

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Trade receivables	應收款項	668	638
Deposits and other receivables	按金及其他應收款項	5,284	5,715
Prepayments	預付款項	4,186	3,856
Total	總計	10,138	10,209
Less: non-current – rental deposits	減：非即期－租賃按金	(2,052)	(2,806)
		8,086	7,403

The average credit period on sales of goods is 30 days from invoice date. At the end of reporting period, ageing analysis of the trade receivables (net of impairment losses of HK\$162,000 (2019: HK\$166,000)), based on invoice dates, are as follows:

銷售貨物的平均信貸期為發票日起計30天。於報告期間末，應收款項(扣除減值虧損162,000港元後(二零一九年：166,000港元))按發票日期的賬齡分析如下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Within 30 days	30天內	282	402
31 to 90 days	31至90天	100	49
91 to 180 days	91至180天	209	164
Over 180 days	超過180天	77	23
		668	638

20. TRADE AND OTHER RECEIVABLES (Continued)

The Group and the Company assessed impairment loss based on the accounting policy stated in note 4(i)(ii). The Group did not hold any collateral as security or other credit enhancement over the trade receivables.

Further details on the Group's credit policy and credit risk arising from trade receivables are set out in note 30(b).

21. TRADE AND OTHER PAYABLES

Trade payables are non-interest bearing. The Group is normally granted credit terms ranging from 30 to 180 days. At the end of reporting period, ageing analysis of the trade payables, based on invoice dates, are as follows:

20. 應收款項及其他應收款項 (續)

本集團根據附註4(i)(ii)所載列的會計政策評估減值損失。本集團並無就應收款項持有任何抵押品作為抵押或其他信貸增級措施。

有關集團信貸政策及來自應收賬款的信貸風險的進一步詳情載於附註30(b)。

21. 應付款項及其他應付款項

應付款項為不計息。本集團一般獲介乎30至180天之信貸期。於報告期間末，應付款項按發票日期的賬齡分析如下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Trade payables	應付款項	4,222	3,694
Accruals and other payables	應計款項及其他應付款項	2,362	2,361
		6,584	6,055

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Within 30 days	30天內	1,469	1,803
31 to 60 days	31至60天	771	525
61 to 90 days	61至90天	605	624
Over 90 days	超過90天	1,377	742
		4,222	3,694

22. CONTRACT LIABILITIES

The Group has recognised the following revenue-related contract liabilities:

	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Contract liabilities	873	1,409

Movements in contract liabilities

	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Balance at the beginning of the year	1,409	768
Decrease in contract liabilities as a result of recognising revenue during the year that was included in the contract liabilities at the beginning of the year (note 7)	(911)	(338)
Increase in contract liabilities as a result of advanced consideration received from customers	375	979
Balance at the end of the year	873	1,409

A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

When the Group receives sales deposits from customers before the delivery of goods, this will give rise to contract liabilities at the start of a contract. Contract liabilities are recognised until the goods are delivered and accepted by the customers. The unsatisfied performance obligations are expected to be recognised within one year.

23. LEASE LIABILITIES

HKFRS 16 Leases was adopted on 1 April 2019 without restatement of comparative figures. For an explanation of the transitional requirements that were applied as at 1 April 2019, see Note 2(a). In addition, the Group early adopted Amendments to HKFRS 16 – Covid-19-Related Rent Concessions as disclosed in Note 2(b). The accounting policies applied subsequent to the date of initial application, 1 April 2019, as disclosed in note 4(e)(1).

22. 合約負債

本集團已確認以下收入相關合約負債：

	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Contract liabilities	873	1,409

合約負債的變動

	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Balance at the beginning of the year	1,409	768
Decrease in contract liabilities as a result of recognising revenue during the year that was included in the contract liabilities at the beginning of the year (note 7)	(911)	(338)
Increase in contract liabilities as a result of advanced consideration received from customers	375	979
Balance at the end of the year	873	1,409

當產品交付後，並從那一刻開始，可以無條件收到代價(到期付款前的時間流逝除外)，便可確認為應收款。

當本集團在交付貨物之前收到客戶按金時，按金將於合約開始時產生合約負債。合約負債在貨物交付及客戶接受之後確認。尚未達成合約負債預期於一年內確認。

23. 租賃負債

香港財務報告準則第16號於二零一九年四月一日採納，並無重列比較數字。就於二零一九年四月一日所應用之過渡規定之闡釋，見附註2(a)。此外，本集團提早採納香港財務報告準則第16號之修訂 – 與COVID-19有關的租金優惠披露於附註2(b)。於首次應用日期(二零一九年四月一日)後應用之會計政策披露於附註4(e)(1)。

23. LEASE LIABILITIES (Continued)

Nature of leasing activities (in the capacity as lessee)

The Group leases various offices, retail shops and warehouses under lease agreements. The lease agreements are between one and three years. The leases of certain retail shops comprise fixed payments and variable payments over the lease terms (call for additional rentals), which will be based on a certain percentage of revenue of the operation being undertaken therein pursuant to the terms and conditions as stipulated in the respective rental agreements.

Contracts may contain both lease and non-lease components. The Group allocates the consideration in the contracts to the lease and non-lease components based on their relative stand-alone prices.

Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any covenants. Leased assets may not be used as security for borrowing purposes.

The lease payments are discounted using the interest rate implicit in the leases. If that rate cannot be readily determined, which is generally the case for leases in the Group, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Group:

- where possible, uses recent third-party financing received by the individual lessee as a starting point, adjusted to reflect changes in financing conditions since third party financing was received;
- uses a build-up approach that starts with a risk-free interest rate adjusted for credit risk of lessee; and
- makes adjustments specific to the lease, e.g. term and security.

23. 租賃負債(續) 租賃業務之性質(作為承租人)

本集團根據租賃協議租用若干辦公室、零售店舖及倉庫。該等租賃協議為期一至三年。若干零售店舖的租賃包含於租賃期作出固定付款及浮動付款(要求額外租金)，有關租金將根據各租賃協議訂明的條款及條件按將從業務收益的一定百分比計算。

合約可包含租賃及非租賃組成部分。本集團根據租賃及非租賃組成部分之相對單獨價格，將合約之代價分配至租賃及非租賃組成部分。

租賃期乃按個別基準進行磋商，且包含多種不同條款及條件。租賃協議不會施加任何契諾。租賃資產不得用作借款之抵押。

租賃款項乃使用租賃隱含之利率貼現。倘無法輕易釐定該利率(本集團之租賃通常如此)，則使用承租人之增量借款利率，即個別承租人於類似經濟環境根據類似條款、抵押及條件為借入取得與使用權資產之價值相若之資產所需之資金而將須支付之利率。

為釐定增量借款利率，本集團：

- 在可能情況下使用個別承租人近期取得之第三方融資作為基點，並作出調整以反映自取得第三方融資以來融資條件之變動；
- 使用累加法，首先就承租人之信貸風險調整無風險利率；及
- 對租賃作出特定調整，如年期、國家、貨幣及抵押。

23. LEASE LIABILITIES (Continued)
Nature of leasing activities (in the capacity as lessee) (Continued)

23. 租賃負債 (續)
租賃業務之性質(作為承租人) (續)

Lease liabilities 租賃負債		Land and buildings 土地及樓宇 HK\$'000 千港元
Balance at the beginning of the year	年初結餘	10,849
Additions	增加	11,371
Interest expense	利息支出	694
Lease payments	租賃付款	(11,208)
Effect on modification of lease term	修訂租賃條款之影響	(186)
Balance at the end of the year	年末結餘	11,520

The analysis of the present value of future lease payments is as follows:

未來租賃款項之現值分析如下：

		At 31 March 2020 二零二零年 三月三十一日 HK\$'000 千港元	At 1 April 2019 二零一九年 四月一日 HK\$'000 千港元
Current liabilities	流動負債	8,195	7,713
Non-current liabilities	非流動負債	3,325	3,136
		11,520	10,849

23. LEASE LIABILITIES (Continued)
Nature of leasing activities (in the capacity as lessee) (Continued)

23. 租賃負債 (續)
 租賃業務之性質(作為承租人)(續)

		2020 二零二零年 HK\$'000 千港元
Short-term lease expense	短期租賃支出	4,847
Expense relating to variable lease payments not included in the measurement of lease liabilities	不計入租賃負債計量之浮動租賃付款相關支出	18
Credit relating to negative variable lease payments not included in the measurement of lease liabilities (note)	不計入租賃負債計量之負浮動租賃付款相關抵免(附註)	(410)
Aggregate undiscounted commitments for short-term leases	未貼現短期租賃承擔總額	969

Note:

Negative variable lease payments represent covid-19-related rent concessions reduced lease payments provided by lessors.

附註：

負浮動租賃付款為出租人提供與COVID-19有關的租金優惠。

24. DEFERRED TAX

The movements in the deferred tax assets/(liabilities) during the year are as follows:

		Accelerated tax depreciation 加速 稅項折舊 HK\$'000 千港元	Decelerated tax depreciation 減速 稅項折舊 HK\$'000 千港元	Fair value adjustment on intangible assets 無形資產 公平值調整 HK\$'000 千港元	Total 總計 HK\$'000 千港元
As at 1 April 2018	於二零一八年四月一日	(10)	346	(575)	(239)
Effect of change in tax rates (note)	稅率變動的影響	5	-	-	5
Credit to profit or loss (note 12)	於損益計入(附註12)	3	(88)	575	490
As at 31 March 2019	於二零一九年三月三十一日	(2)	258	-	256
Effect of change in tax rates (note)	稅率變動的影響	(2)	-	-	(2)
Credit to profit or loss (note 12)	於損益計入(附註12)	4	(18)	-	(14)
As at 31 March 2020	於二零二零年三月三十一日	-	240	-	240

Note: The opening deferred tax balance is adjusted to reflect the effects of the two-tiered tax rates. Since current tax for the year is subject to the two-tiered tax rates, the opening (as opposed to the closing) deferred tax balance is adjusted to reflect the two-tiered tax rates so that temporary differences originating and reversing during the year will be subject to the same tax rates as other items subject to current tax.

Deferred tax asset has not been recognised for the following:

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Deductible temporary differences	可抵扣暫時性差異	3,917	1,298
Unused tax losses	未動用稅務虧損	47,373	42,636
		51,290	43,934

No deferred tax asset has been recognised in respect of the deductible temporary differences and unused tax losses due to the unpredictability of future profit streams. The deductible temporary differences and unused tax losses can be carried forward indefinitely.

24. 遞延稅項

遞延稅項資產/(負債)於本年度之變動如下:

		Accelerated tax depreciation 加速 稅項折舊 HK\$'000 千港元	Decelerated tax depreciation 減速 稅項折舊 HK\$'000 千港元	Fair value adjustment on intangible assets 無形資產 公平值調整 HK\$'000 千港元	Total 總計 HK\$'000 千港元
As at 1 April 2018	於二零一八年四月一日	(10)	346	(575)	(239)
Effect of change in tax rates (note)	稅率變動的影響	5	-	-	5
Credit to profit or loss (note 12)	於損益計入(附註12)	3	(88)	575	490
As at 31 March 2019	於二零一九年三月三十一日	(2)	258	-	256
Effect of change in tax rates (note)	稅率變動的影響	(2)	-	-	(2)
Credit to profit or loss (note 12)	於損益計入(附註12)	4	(18)	-	(14)
As at 31 March 2020	於二零二零年三月三十一日	-	240	-	240

附註: 年初遞延稅結餘已調整以反映兩級制稅率。由於兩級制稅率適用於本年度即期稅項, 年初(而非年末)遞延稅結餘已調整以反映兩級制稅率, 故此本年度暫時性差異之產生及撥回亦能與其他即期稅項項目採用同一稅率。

以下遞延稅項資產尚未確認:

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Deductible temporary differences	可抵扣暫時性差異	3,917	1,298
Unused tax losses	未動用稅務虧損	47,373	42,636
		51,290	43,934

由於未能預測未來溢利來源, 故並無就可抵扣稅暫時性差異及未動用稅項虧損確認遞延稅項資產。可抵扣暫時性差異及未動用稅項虧損可以無限期結轉。

25. SHARE CAPITAL

25. 股本

		Number of ordinary shares 普通股數目	Nominal value of ordinary shares 普通股面值 HK\$'000 千港元
Authorised:	法定：		
Ordinary shares of HK\$0.01 each as at 1 April 2018, 31 March 2019 and 31 March 2020	每股面值0.01港元之普通股 於二零一八年四月一日、二零一九年三月三十一日 及二零二零年三月三十一日	1,000,000,000	10,000
Issued and fully paid:	已發行及繳足：		
As at 1 April 2018, 31 March 2019 and 31 March 2020	於二零一八年四月一日、二零一九年三月三十一日及 二零二零年三月三十一日	451,035,713	4,510

All new shares issued rank pari passu in all respects with the then existing shares.

所發行之新股皆與現有股份享有同等待遇。

26. RESERVES
Group

Details of the movements in the reserves of the Group during the year are set out in the consolidated statement of changes in equity.

Share premium

The share premium account of the Group represents the premium arising from the issuance of shares at premium.

Company

26. 儲備
本集團

本集團於年內儲備變動的詳情載於綜合權益變動表中。

股份溢價

本集團之股份溢價帳代表以溢價發行股份所得出的溢價。

本公司

		Share premium 股份溢價 HK\$'000 千港元	Accumulated losses 累計虧損 HK\$'000 千港元	Total 總計 HK\$'000 千港元
As at 31 March 2018	於二零一八年三月三十一日	67,066	(26,228)	40,838
Loss and total comprehensive income for the year	年內虧損及全面收益總額	-	(1)	(1)
As at 31 March 2019	於二零一九年三月三十一日	67,066	(26,229)	40,837
Loss and total comprehensive income for the year	年內虧損及全面收益總額	-	(42,017)	(42,017)
As at 31 March 2020	於二零二零年三月三十一日	67,066	(68,246)	(1,180)

27. LEASE**Operating leases – As lessee (accounting policies applied until 31 March 2019)**

The Group leases various offices, retail shops and warehouses under non-cancellable lease agreements. The lease agreements are between one and three years, and majority of lease arrangements are renewable at the end of the lease period with either pre-set increment rate or market rate to be agreed with landlords.

The operating leases of certain retail shops also call for additional rentals, which will be based on a certain percentage of revenue of the operation being undertaken therein pursuant to the terms and conditions as stipulated in the respective rental agreements. As the future revenue of these retail shops could not be accurately determined as at the end of the year, the relevant contingent rentals have not been included.

The future aggregate minimum lease payments under non-cancellable operating leases in respect of offices, retail shops and warehouses are as follows:

27. 租賃**經營租賃－作為承租人(應用到二零一九年三月三十一日之會計政策)**

本集團根據不可撤銷租賃協議租用若干辦公室、零售店舖及倉庫。該等租賃協議為期一至三年，大部份租賃安排可於租期結束後按預定增加比率或與業主協定的市場比率予以重續。

若干零售店舖的經營租賃亦要求額外租金，有關租金將根據各租賃協議訂明的條款及條件按將從事業務收益的一定百分比計算。由於該等零售店舖的未來收益無法於年終準確釐定，故並無載列計入相關或然租金。

根據不可撤銷經營租約應就辦公室、零售店舖及貨倉支付的未來最低租金款項總額如下：

		2019 二零一九年 HK\$'000 千港元
Not later than one year	一年內	12,083
Later than one year and not later than five years	一年後及五年內	7,235
		19,318

28. RELATED PARTY TRANSACTIONS

The Group had the following material transactions with its related parties during the years ended 31 March 2020 and 2019.

Compensation of key management personnel

Key management includes directors and senior managements. The compensation paid or payable to key management personnel for employee services is shown below:

28. 關連方交易

本集團於截至二零二零年及二零一九年三月三十一日止年度內曾與關聯方進行下列重大交易。

主要管理人員之薪酬

主要管理層包括董事及高級管理人員。已支付或應付主要管理人員的僱員服務薪酬如下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Salaries and other benefits	薪金及其他福利	5,657	6,100
Contributions to defined contribution retirement plans	向定額供款退休計劃之供款	124	126
		5,781	6,226

29. SUMMARY OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES BY CATEGORY

Below summary of financial assets and financial liabilities by category:

29. 按類別劃分金融資產及金融負債的概要

按類別劃分金融資產及金融負債的概要以下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Financial assets	金融資產		
Financial assets at amortised cost:	按攤銷成本計量的金融資產：		
Trade and other receivables	應收款項及其他應收款項	5,952	6,353
Cash and bank balances	現金及銀行結餘	7,750	7,107
		13,702	13,460
Financial liabilities	金融負債		
Financial liabilities at amortised cost:	按攤銷成本計量的金融負債：		
Trade and other payables	應付款項及其他應付款項	6,584	6,055
Lease liabilities	租賃負債	11,520	-
		18,104	6,055

30. FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks: including foreign exchange risk, credit risk, liquidity risk and interest rate risk. The Group's overall risk management procedures focus on the unpredictability of financial markets and seek to minimise potential adverse effects on the Group's financial performance.

(a) Foreign exchange risk

The Group undertakes certain purchase transactions denominated in foreign currencies, hence exposure to exchange rate fluctuations arises. The Group currently does not have a foreign currency hedging policy. However, the management of the Group monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

The Group is mainly exposed to foreign exchange fluctuation of the Euro ("EUR"), United States dollar ("USD") and Renminbi ("RMB") against HK\$.

Since HK\$ is pegged to USD, management considers that there is no significant foreign currency risk between these two currencies to the Group.

The Group's trade payables denominated in EUR and RMB are in insignificant amount at the end of each of reporting periods. The directors are of the opinion that the volatility of the Group's results against change in exchange rate of EUR and RMB would not be significant. Accordingly, no sensitivity analysis is performed.

(b) Credit risk

Credit risk includes risks resulting from counterparty default and risks of concentration. The Group's credit risk is primarily attributable to its trade and other receivables. Management has a credit policy in place and the exposures to these credit risks are monitored on an ongoing basis.

Most of the retail sales are made in cash or by credit cards. In respect of sales on credit, the Group trades on credit only with corporate customers who have an established trading history with the Group. The Group has policies in place for the control and monitoring of relevant credit risks. These credit evaluations focus on the customer's past history of making payments when due and current ability to pay, and take into account information specific to the customer as well as pertaining to the economic environment in which the customer operates.

30. 財務風險管理

本集團的業務承受多種財務風險：包括外匯風險、信貸風險、流動資金風險及利率風險。本集團的整體風險管理程序針對難以預測的金融市場，並尋求盡量降低對貴集團財務表現所構成的潛在負面影響。

(a) 外匯風險

本集團進行若干以外幣計值的採購交易，因而承受匯率波動所產生的風險。本集團現時並無外匯對沖政策。然而，本集團管理層會監察外匯風險及將於有需要時考慮對沖重大外匯風險。

本集團主要承受歐元(「歐元」)、美元(「美元」)及人民幣(「人民幣」)兌港元的外匯波動風險。

由於港元與美元掛鈎，管理層認為該兩種貨幣並無為本集團帶來重大外匯風險。

於各報告期間末，本集團有少量以歐元及人民幣計值的應付款項。董事認為，本集團的業績因歐元及人民幣匯率變動而出現的波動不大。因此，並無進行敏感度分析。

(b) 信貸風險

信貸風險包括對手方違約及風險集中而引致的風險。本集團之信貸風險主要來自其應收貿易賬款及其他應收款項。管理層設有信貸政策，並持續監察本集團所承擔之該等信貸風險。

由於大部份的銷售以現金或以信用卡結付。就信貸銷售而言，本集團僅與本集團擁有長期交易歷史的公司客戶進行信貸交易。本集團有控制及監察相關信貸風險的政策。此等信貸評估集中於客戶過往繳付到期款項之歷史及現時付款之能力，以及考慮到客戶之具體資料及客戶營運所在地之經濟環境。

30. FINANCIAL RISK MANAGEMENT (Continued)**(b) Credit risk** (Continued)

As at 31 March 2020, the trade receivables from the five largest debtors represented 44% (2019: 57%) of the total trade receivables respectively, while the largest debtor represented 22% (2019: 17%) of the total trade receivables respectively.

The Group measures loss allowances for trade receivables at an amount equal to lifetime ECLs, which is calculated using a provision matrix. As the Group's historical credit loss experience does not indicate significantly different loss patterns for different customer segments, the loss allowance based on past due status is not further distinguished between the Group's different customer bases.

The following table provides information about the Group's exposure to credit risk and ECLs for trade receivables as at 31 March 2020 and 2019:

At 31 March 2020 於二零二零年三月三十一日		Expected loss rate 預期虧損比率 (%)	Gross carrying amount 總賬面值 HK\$'000 千港元	Loss allowance 虧損撥備 HK\$'000 千港元
Not past due	未逾期	0.30	334	(1)
1-180 days past due	逾期1-180天	0.92	327	(3)
			661	(4)
Individual assessment	個別評估		169	(158)
			830	(162)
At 31 March 2019 於二零一九年三月三十一日		Expected loss rate 預期虧損比率 (%)	Gross carrying amount 總賬面值 HK\$'000 千港元	Loss allowance 虧損撥備 HK\$'000 千港元
Not past due	未逾期	0.99	406	(4)
1-180 days past due	逾期1-180天	1.00	218	(2)
			624	(6)
Individual assessment	個別評估		180	(160)
			804	(166)

30. 財務風險管理 (續)**(b) 信貸風險** (續)

於二零二零年三月三十一日，五名最大債務人之應收款項佔應收款項總額44% (二零一九年：57%)，而最大債務人之應收款項則佔應收款項總額22% (二零一九年：17%)。

本集團按等於年限內預期信貸虧損的金額(根據撥備矩陣計算得出)計量應收款項虧損撥備。由於本集團的過往信貸虧損經驗並無表明不同客戶分部的虧損模式具有明顯差異，故並無進一步區分本集團不同客戶群按逾期狀況的虧損撥備。

下表提供關於本集團於二零二零年及二零一九年三月三十一日就應收款項所面臨的信貸風險及預期信貸虧損的資料：

30. FINANCIAL RISK MANAGEMENT (Continued)**(b) Credit risk** (Continued)

Expected loss rates are based on actual loss experience over the past 5 years. These rates are adjusted to reflect differences between economic conditions during the period over which the historic data has been collected, current conditions and the Group's view of economic conditions over the expected lives of the receivables.

The following tables show reconciliation of loss allowance that has been recognised for trade receivables which is measured under lifetime ECL:

		lifetime ECL – provision matrix (not credit- impaired) 全期預期信貸 虧損 – 矩陣 計量 (非信貸減值) HK\$'000 千港元	lifetime ECL – individual assessment (credit- impaired) 全期預期信貸 虧損 – 個別 評估 (信貸減值) HK\$'000 千港元	Total 總計 HK\$'000 千港元
As at 1 April 2018	於二零一八年四月一日	27	84	111
Impairment loss (reserved)/ recognised	減值虧損(回撥)/確認	(21)	76	55
As at 31 March 2019	於二零一九年三月三十一日	6	160	166
Impairment loss (reserved)/ recognised	減值虧損(回撥)/確認	(2)	(2)	(4)
As at 31 March 2020	於二零二零年三月三十一日	4	158	162

The credit risks on rental deposits are considered to be low as they can be recovered by offsetting against the rental payments.

The credit risk on cash and cash equivalents is limited because the counterparties are reputable and creditworthy banks.

30. 財務風險管理 (續)**(b) 信貸風險** (續)

預期虧損比率乃按過往5年的實際虧損經驗為基準。該等比率乃經調整，以反映在收集歷史數據期間的經濟狀況、目前狀況以及本集團對應收款項的預期年期期間經濟狀況之看法的差異。

下表列示已就應收款項以全期預期信貸虧損確認之虧損撥備之對賬：

租賃按金的信貸風險被評為低，原因是能藉抵銷租金付款以予收回。

現金及現金等價物的信貸風險有限，原因是對手方是信譽良好的銀行。

30. FINANCIAL RISK MANAGEMENT (Continued)
(c) Liquidity risk

Liquidity risk relates to the risk that the Group will not be able to meet its obligations associated with its financial liabilities that are settled by delivering cash or other financial assets. The Group is exposed to liquidity risk in respect of settlement of trade and other payables, and also in respect of its cash flow management. The cash management of all operating entities is centralised, including the raising of funds to cover expected cash demands. The Group's objective is to maintain sufficient reserves of cash to meet its liquidity requirements in the short and longer term.

The following tables show the remaining contractual maturities at the end of the reporting period of the Group's non-derivative based on undiscounted cash flows and the earliest date the Group can be required to pay.

30. 財務風險管理 (續)
(c) 流動資金風險

流動資金風險與本集團未能達成其以交付現金或其他金融資產清償金融負債之責任相關風險有關。本集團在清償應付款項及其他應付款項及就其現金流量管理方面承受流動資金風險。所有經營實體之現金管理實行中央處理，包括籌集資金以應付預期現金需求。本集團之目標在於維持足夠現金儲備，以滿足其短期及較長期的流動資金需求。

下表載列於報告期末本集團非衍生金融負債的餘下合同到期情況，乃按照本集團可能被要求付款的最早日期根據金融負債的未貼現現金流量編製。

		Less than 1 year or on demand	1-2 years	2-5 years	Total undiscounted cash flows	Carrying amount at 31 March 2020 於二零二零年 三月三十一日 的賬面值
		少於1年 或應要求 HK\$'000 千港元	1-2年 HK\$'000 千港元	2-5年 HK\$'000 千港元	未貼現現金 流量總值 HK\$'000 千港元	HK\$'000 千港元
At 31 March 2020						
Trade and other payables	應付款項及其他應付款項	6,584	-	-	6,584	6,584
Lease liabilities (note)	租賃負債(附註)	8,566	2,972	440	11,978	11,520
		15,150	2,972	440	18,562	18,104
		Less than 1 year or on demand	1-2 years	2-5 years	Total undiscounted cash flows	Carrying amount at 1 April 2019 於二零一九年 四月一日 的賬面值
		少於1年 或應要求 HK\$'000 千港元	1-2年 HK\$'000 千港元	2-5年 HK\$'000 千港元	未貼現現金 流量總值 HK\$'000 千港元	HK\$'000 千港元
At 1 April 2019						
Trade and other payables	應付款項及其他應付款項	6,055	-	-	6,055	6,055
Lease liabilities (note)	租賃負債(附註)	8,078	3,182	-	11,260	10,849
		14,133	3,182	-	17,315	16,904

30. FINANCIAL RISK MANAGEMENT (Continued)

(c) Liquidity risk (Continued)

		Less than 1 year or on demand	1-2 years	2-5 years	Total undiscounted cash flows	Carrying amount at 31 March 2019 於二零一九年 三月三十一日 的賬面值 HK\$'000 千港元
At 31 March 2019						
於二零一九年三月三十一日		少於1年 或應要求 HK\$'000 千港元	1-2年 HK\$'000 千港元	2-5年 HK\$'000 千港元	未貼現現金 流量總值 HK\$'000 千港元	
Trade and other payables	應付款項及其他應付款項	6,055	-	-	6,055	6,055
		6,055	-	-	6,055	6,055

Note: The Group has initially applied HKFRS 16 using the modified retrospective approach and adjusted the opening balance at 1 April 2019 to recognise lease liabilities related to leases which were previously classified as operating leases under HKAS 17. Lease liabilities include amounts recognised at the date of transition to HKFRS 16 in respect of leases previously classified as operating leases under HKAS 17 and amounts relating to new leases entered into during the year. Under this approach, the comparative information is not restated. See note 2(a).

附註：本集團已使用經修訂追溯法首次應用香港財務報告準則第16號及調整於二零一九年四月一日之期初結餘，以確認與先前根據香港會計準則第17號分類為經營租賃之租賃相關之租賃負債。租賃負債包括於過渡至香港財務報告準則第16號當日就先前根據香港會計準則第17號分類為經營租賃之租賃所確認之金額以及於年內訂立之新租賃之金額。根據該方法，並無重列比較資料。見附註2(a)。

(d) Interest rate risk

As the Group has no significant interest-bearing assets and liabilities, the Group's income and operating cash flows are substantially independent of changes in market interest rate.

(d) 利率風險

由於本集團並無重大的計息資產，集團的收入及營業現金流量大部份不受市場利率變動影響。

31. NOTES SUPPORTING CONSOLIDATED STATEMENT OF CASH FLOWS

(a) Reconciliation of liabilities arising from financing activities:

		Lease liabilities 租賃負債 (note 23) (附註23) HK\$'000 千港元
At 31 March 2019	於二零一九年三月三十一日	-
Impact of initial application of HKFRS16	應用香港財務報告準則第16號的影響	10,849
At 1 April 2019	於二零一九年四月一日	10,849
Changes from cash flows:	現金流量變動	
Repayment of principal portion of the lease liabilities	償還租賃負債之資本部分	(10,514)
Repayment of interest portion of the lease liabilities	償還租賃負債之利息部分	(694)
Total changes from financing cash flow:	融資現金流量總值變動	(359)
Other non-cash movements:	其他變動	
Interest on lease liabilities	租賃負債利息	694
Increase in lease liabilities from entering into new leases during the year	於本年度因簽訂新租賃而增加	11,371
Effect on modification of lease term	修訂租賃條款之影響	(186)
Total other non-cash movements	其他變動總值	11,879
At 31 March 2020	於二零二零年三月三十一日	11,520

(b) Major non-cash transactions

During the year ended 31 March 2020, the Group had non-cash additions to right-of-use assets and lease liabilities of HK\$11,371,000 and HK\$11,371,000, respectively, in respect of lease arrangements for land and buildings (2019: Nil).

31. 綜合現金流量表附註

(a) 融資活動產生的負債之對賬

(b) 重大非現金交易

於截至二零二零年三月三十一日止年度，就租賃土地及樓宇，本集團使用權資產及租賃負債的非現金添置分別為11,371,000港元及11,371,000港元(二零一九年：無)

32. CAPITAL RISK MANAGEMENT

The Group's capital management objectives are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders, to maintain an optimal capital structure to reduce the cost of capital and to support the Group's stability and growth.

The Group actively and regularly reviews and manages its capital structure, taking into consideration the future capital requirements of the Group, to ensure optimal shareholder returns.

The Group monitors its capital structure on the basis of a debt-to-equity ratio. For this purpose, net debt includes borrowing less cash and bank balances while equity comprises share capital and reserves.

The debt-to-equity ratio at the end of reporting period was as follows:

32. 資本風險管理

本集團之資本管理目標乃保障本集團的持續營運，以為股東提供回報及為其他利益相關者提供利益、維持最佳資本結構以減少資金成本以及支持貴集團之穩定性及增長之能力。

本集團積極及定期檢討及管理其資本結構，同時考慮本集團之未來資金需要，以確保締造最佳股東回報。

本集團以權益負債比率作為監控資本的基準。就此而言，淨負債包括貸款減現金及銀行結餘，而權益包括股本及儲備。

於各報告期間結算日的負債權益比率如下：

		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Net Debt	淨債項	(7,750)	(7,107)
Equity	權益	16,493	21,425
Debt to equity ratio	負債權益比率	(47%)	(33%)

33. EVENT AFTER THE REPORTING PERIOD

Since January 2020, the outbreak of COVID-19 has impacted on the global business environment. Up to the date of these financial statements, COVID-19 caused a worsen impact to the Group's business. Pending the development and spread of COVID-19 subsequent to the date of these financial statements, further changes in economic conditions for the Group arising thereof may have further impact on the financial results of the Group. The Group will keep continuous attention on the situation of the COVID-19 and react actively to its impact on the financial position and operating results of the Group.

33. 報告期後事項

自二零二零年一月起，COVID-19爆發對全球營商環境構成影響。鑒於COVID-19於本公佈日期後的發展及散播，本集團所面對經濟狀況由此引致的進一步變動可能對本集團的財務業績構成影響，於本公佈日期無法估計有關影響的程度。本集團將繼續留意COVID-19的疫情發展，亦積極應對有關情況對本集團財務狀況及經營業績的影響。

34. SUMMARISED FINANCIAL POSITION OF THE COMPANY

34. 本公司財務狀況概要

		Notes 附註	2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元
Non-current assets	非流動資產			
Investments in subsidiaries	於附屬公司的投資		2,700	44,717
Total non-current assets	非流動資產總值		2,700	44,717
Current assets	流動資產			
Other receivable	其他應收款項		41	41
Cash and bank balances	現金及銀行結餘		589	589
Total current assets	流動資產總值		630	630
Total assets	資產總值		3,330	45,347
NET ASSETS	資產淨值		3,330	45,347
Equity	權益			
Share capital	股本	25	4,510	4,510
Reserves	儲備	26	(1,180)	40,837
TOTAL EQUITY	權益總額		3,330	45,347

On behalf of the Board
代表董事會

Hui Kwok Keung Raymond (許國強)
Director 董事

Hue Kwok Chiu (許國釗)
Director 董事

35. PARTICULARS OF THE SUBSIDIARIES

Particulars of the Group's subsidiaries as at 31 March 2020 are as follows:

Name 名稱	Place and date of incorporation/establishment 註冊成立/成立地點及日期	Issued and fully paid share capital 已發行及 繳足股本	Attributable equity interest held by the Group 本集團所持有的 應佔股本權益	Principal activities and place of operation 主要業務及營業地點
Top Triumph Global Limited	BVI, 20 November 2013 英屬處女群島， 二零一三年十一月二十日	US\$1 1美元	100% direct 100%直接	Investment holding 投資控股
Central United Global Limited	BVI, 18 November 2010 英屬處女群島， 二零一零年十一月十八日	US\$100 100美元	100% indirect 100%間接	Investment holding 投資控股
Elegant Chain Development Limited	BVI, 8 August 2008 英屬處女群島， 二零零八年八月八日	US\$140 140美元	100% indirect 100%間接	Investment holding 投資控股
Top Investor Global Limited	BVI, 11 November 2014 英屬處女群島， 二零一四年十一月十一日	US\$1 1美元	100% indirect 100%間接	Investment holding 投資控股
Central Sky Holdings Limited 中天控股有限公司	Hong Kong, 24 October 2003 香港，二零零三年十月二十四日	HK\$10 10港元	100% indirect 100%間接	Retail of lighting products in Hong Kong 於香港零售燈飾產品
E Lighting Group Limited	Hong Kong, 4 January 2011 香港，二零一一年一月四日	HK\$10,000 10,000港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
Element Lighting Design Limited 照明設計有限公司	Hong Kong, 11 May 2005 香港，二零零五年五月十一日	HK\$10 10港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
Good Harvest Surplus Limited 喜豐盈有限公司	Hong Kong, 20 May 2011 香港，二零一一年五月二十日	HK\$1 1港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具

35. 附屬公司詳情

本集團於二零二零年三月三十一日之附屬公司詳情如下：

35. PARTICULARS OF THE SUBSIDIARIES (Continued) 35. 附屬公司詳情(續)

Name 名稱	Place and date of incorporation/establishment 註冊成立／成立地點及日期	Issued and fully paid share capital 已發行及 繳足股本	Attributable equity interest held by the Group 本集團所持有的 應佔股本權益	Principal activities and place of operation 主要業務及營業地點
RS Holdings Limited	Hong Kong, 23 February 2009 香港，二零零九年二月二十三日	HK\$10,000 10,000港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
228 Inc Limited	Hong Kong, 6 November 2013 香港，二零一三年十一月六日	HK\$10,000 10,000港元	100% indirect 100%間接	Retail of lighting products in Hong Kong 於香港零售燈飾產品
Culture Art Limited 文藝有限公司	Hong Kong, 6 October 2014 香港，二零一四年十月六日	HK\$1 1港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
Major Will Limited	Hong Kong, 6 October 2014 香港，二零一四年十月六日	HK\$1 1港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
ELG Operations Limited 壹照明集團營運有限公司	Hong Kong, 14 October 2014 香港，二零一四年十月十四日	HK\$1 1港元	100% indirect 100%間接	Sourcing of lighting products and household furniture 採購燈飾產品及家具
ELG Management Limited 壹照明集團管理有限公司	Hong Kong, 14 October 2014 香港，二零一四年十月十四日	HK\$1 1港元	100% indirect 100%間接	Provision of management services 提供管理服務
Urban Lifestyle Limited	Hong Kong, 26 November 2014 香港，二零一四年十一月二十六日	HK\$1 1港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
Lighting Connected Limited	Hong Kong, 26 November 2014 香港，二零一四年十一月二十六日	HK\$1 1港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具

35. PARTICULARS OF THE SUBSIDIARIES (Continued) 35. 附屬公司詳情(續)

Name 名稱	Place and date of incorporation/establishment 註冊成立/成立地點及日期	Issued and fully paid share capital 已發行及 繳足股本	Attributable equity interest held by the Group 本集團所持有的 應佔股本權益	Principal activities and place of operation 主要業務及營業地點
Real Luck Limited	Hong Kong, 1 December 2014 香港，二零一四年十二月一日	HK\$1 1港元	100% indirect 100%間接	Retail of lighting products and household furniture in Hong Kong 於香港零售燈飾產品及家具
Trendmall Group Limited	Hong Kong, 2 December 2014 香港，二零一四年十二月二日	HK\$1 1港元	100% indirect 100%間接	Wholesale of tableware and its related products worldwide 於世界各地市場批發餐具 及相關產品
Trendmall Gallery Limited 山貓生活館有限公司	Hong Kong, 15 December 2014 香港，二零一四年十二月十五日	HK\$1 1港元	100% indirect 100%間接	Retail of tableware and giftware in Hong Kong 於香港零售餐具及禮品
Trendmall International Limited	Hong Kong, 15 December 2014 香港，二零一四年十二月十五日	HK\$1 1港元	100% indirect 100%間接	International trade 國際貿易

Note: None of the subsidiaries had issued any debt securities at the end of the year.

附註：附屬公司於年終並沒有發行任何債務證券。

36. APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved and authorised for issue by the board of directors on 24 June 2020.

36. 批准綜合財務報表

綜合財務報表已於二零二零年六月二十四日獲本公司董事會批准並授權刊發。

FINANCIAL SUMMARY

財務摘要

		Year ended 31 March 截至三月三十一日止年度				
		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元	2018 二零一八年 HK\$'000 千港元	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
OPERATING RESULTS		經營業績				
Revenue	營業額	69,515	78,765	81,725	83,237	106,488
Cost of sales	銷售成本	(32,752)	(36,399)	(41,647)	(38,773)	(57,089)
Gross profit	毛利	36,763	42,366	40,078	44,464	49,399
Other income and gain	其他收入及收益	(1,316)	(21,538)	(17,125)	(1,516)	19,330
Selling and distribution expenses	銷售及分銷開支	(25,925)	(28,863)	(33,584)	(36,848)	(41,332)
Administrative and other expenses	行政及其他開支	(13,790)	(16,650)	(17,028)	(18,546)	(21,576)
Finance costs	財務成本	(694)	-	-	(4)	(10)
Profit/(Loss) before tax	除稅前溢利/(虧損)	(4,962)	(24,685)	(27,659)	(12,450)	5,811
Income tax credit/(expense)	所得稅抵免/(開支)	30	438	246	9	(154)
Profit/(Loss) and total comprehensive income for the year attributable to the owners of the Company	本公司擁有人應佔年內溢利/(虧損)及全面收益總額	(4,932)	(24,247)	(27,413)	(12,441)	5,657
		As at 31 March 於三月三十一日				
		2020 二零二零年 HK\$'000 千港元	2019 二零一九年 HK\$'000 千港元	2018 二零一八年 HK\$'000 千港元	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
ASSETS AND LIABILITIES		資產及負債				
Total assets	資產總值	35,609	29,069	53,561	84,402	95,765
Total liabilities	負債總值	(19,116)	(7,644)	(7,778)	(11,206)	(17,010)
Net assets	資產淨值	16,493	21,425	45,783	73,196	78,755
Equity	權益總額	16,493	21,425	45,783	73,196	78,755



e Lighting Group Holdings Limited 壹照明集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)
(於開曼群島註冊成立之有限公司)

Stock Code 股份代號：**8222**



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