



F8 Enterprises (Holdings) Group Limited

F8 企業(控股)集團有限公司

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

Stock Code 股份代號 : 8347

2021

THIRD QUARTERLY REPORT

第三季度業績報告

CHARACTERISTICS OF THE GEM (“GEM”) OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

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This report, for which the directors (the “Directors”) of F8 Enterprises (Holdings) Group Limited (the “Company”) collectively and individually accept full responsibilities, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (the “GEM Listing Rules”) of the Stock Exchange for the purpose of giving information with regard to the Company and its subsidiaries (together the “Group”). The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief, the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, there are no other matters the omission of which would make any statement herein or this report misleading.

香港聯合交易所有限公司(「聯交所」) GEM (「GEM」) 之特色

GEM的定位乃為相比起聯交所上市的其他公司帶有更高投資風險的中小型公司提供上市的市場。有意投資者應了解投資於此類公司的潛在風險，並應經審慎周詳考慮後方作出投資決定。

由於在GEM上市的公司一般為中小型公司，在GEM買賣的證券可能會承受較於聯交所主板買賣的證券為高的市場波動風險，同時亦無法保證在GEM買賣的證券會有高流通量的市場。

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本報告乃遵照聯交所GEM證券上市規則(「GEM上市規則」)的規定而提供有關F8企業(控股)集團有限公司(「本公司」)及其附屬公司(統稱「本集團」)之資料。本公司之董事(「董事」)願就本報告所載資料共同及個別承擔全部責任。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完備，沒有誤導或欺詐成份，本報告無遺漏任何其他事項，足以令致本報告或其所載任何陳述產生誤導。

Highlight 摘要

The Group recorded a revenue of approximately HK\$273.2 million for the nine months ended 31 December 2021, representing a decrease of approximately HK\$79.7 million or 22.6% as compared to the nine months ended 31 December 2020.

The Group recorded a net loss of approximately HK\$11.3 million for the nine months ended 31 December 2021, as compared to the Group's net profit of approximately HK\$6.7 million for the nine months ended 31 December 2020.

The Group recorded a loss for the nine months ended 31 December 2021 was mainly due to the decrease in revenue of the Group from sales of marine diesel oil and sales of steel products, which is mainly due to the fierce competition in the industry for the nine months ended 31 December 2021 as compared to the nine months ended 31 December 2020, which was profit making.

The Board does not recommend the payment of any dividend for the nine months period ended 31 December 2021.

截至2021年12月31日止九個月，本集團錄得收益約273.2百萬港元，較截至2020年12月31日止九個月減少約79.7百萬港元或22.6%。

截至2021年12月31日止九個月，本集團錄得淨虧損約11.3百萬港元，而本集團於截至2020年12月31日止九個月則錄得純利約6.7百萬港元。

本集團於截至2021年12月31日止九個月錄得虧損主要由於截至2021年12月31日止九個月，與截至2020年12月31日止九個月錄得溢利相比本集團船用柴油銷售及鋼產品銷售收益減少，此乃主要由於行業競爭激烈。

董事會不建議派付截至2021年12月31日止九個月期間的任何股息。

Unaudited Condensed Consolidated Third Quarterly Results

未經審核簡明綜合第三季度業績

The board of Directors (the “Board”) of the Company is pleased to report the unaudited condensed consolidated quarterly results of the Company and its subsidiaries (collectively referred to as the “Group”) for the three months and nine months ended 31 December 2021 (the “Reporting Period”), together with the respective unaudited comparative figures for the corresponding periods in 2020, as follows:

本公司董事會(「董事會」)欣然報告本公司及其附屬公司(統稱「本集團」)截至2021年12月31日止三個月及九個月(「報告期間」)的未經審核簡明綜合季度業績，連同2020年同期的相關未經審核比較數字如下：

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

未經審核簡明綜合損益及其他全面收益表

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

		Notes 附註	Three months ended 31 December 截至12月31日止三個月		Nine months ended 31 December 截至12月31日止九個月	
			2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)
Revenue	收益	3	98,099	121,493	273,191	352,869
Cost of sales	銷售成本		(96,104)	(115,182)	(262,504)	(327,616)
Gross profit	毛利		1,995	6,311	10,687	25,253
Other gains and losses	其他收益及虧損	5	2,126	1,242	7,323	3,315
Administrative expenses	行政開支		(3,971)	(4,112)	(13,220)	(13,844)
Other operating expenses	其他營運開支		(5,166)	(2,013)	(12,425)	(4,288)
Fair value change on contingent consideration payable	應付或然代價的公平值變動		-	-	-	-
(Loss)/profit from operations	經營(虧損)/溢利		(5,016)	1,428	(7,635)	10,436
Share of result of an associate	分佔聯營公司業績		(221)	-	(296)	-
Finance costs	融資成本	6	(991)	(932)	(3,396)	(1,653)
(Loss)/profit before taxation	除稅前(虧損)/溢利	7	(6,228)	496	(11,327)	8,783
Income tax expenses	所得稅開支	8	(7)	(557)	(15)	(2,070)
(Loss)/profit for the period	期內(虧損)/溢利		(6,235)	(61)	(11,342)	6,713
Other comprehensive (loss)/income for the period	期內其他全面(虧損)/收益					
Items that may be reclassified subsequently to profit or loss:	其後可能重新分類至損益的項目：					
Reclassification for foreign operation disposed of during the period	期內已出售海外業務重新分類		-	-	(1,483)	-
Exchange differences on translating of foreign operations	換算海外業務的匯兌差額		(120)	136	198	256
Other comprehensive (loss)/income for the period, net of tax	除稅後期內其他全面(虧損)/收益		(120)	136	(1,285)	256
Total comprehensive (loss)/income for the period	期內全面(虧損)/收益總額		(6,355)	75	(12,627)	6,969

Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

未經審核簡明綜合損益及其他全面收益表

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

		Notes 附註	Three months ended 31 December 截至12月31日止三個月 2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)		Nine months ended 31 December 截至12月31日止九個月 2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	
			2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)
(Loss)/profit for the period attributable to:	以下人士應佔 期內(虧損)/溢利:					
Owners of the Company	本公司擁有人		(6,041)	270	(11,421)	7,559
Non-controlling interests	非控股權益		(194)	(331)	79	(846)
			(6,235)	(61)	(11,342)	6,713
Total comprehensive (loss)/income for the period attributable to:	以下人士應佔期內 全面(虧損)/收益 總額:					
Owners of the Company	本公司擁有人		(6,134)	394	(12,795)	7,829
Non-controlling interests	非控股權益		(221)	(319)	168	(860)
			(6,355)	75	(12,627)	6,969
(Loss)/earnings per share attributable to the owners of the Company	本公司擁有人應佔 每股(虧損)/盈利					
Basic and diluted (HK cents)	基本及攤薄(港仙)	10	(0.64)	0.03	(1.16)	0.87

Unaudited Condensed Consolidated Statement of Changes in Equity

未經審核簡明綜合權益變動表

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

		Attributable to owners of the Company 本公司擁有人應佔									
		Share capital	Share premium	Other reserve	Capital contribution reserve	Fair value through other comprehensive income reserve	Exchange reserve	Retained earnings	Sub-total	Non-controlling interests	Total
		股本	股份溢價	其他儲備	資本實繳儲備	其他全面收益儲備	匯兌儲備	保留盈利	小計	非控股權益	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	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	千港元	千港元	千港元	千港元	千港元
		(Note i)	(Note ii)	(Note iii)	(Note iv)	(Note v)	(Note vi)				
		(附註i)	(附註ii)	(附註iii)	(附註iv)	(附註v)	(附註vi)				
At 1 April 2020 (Audited)	於2020年4月1日(經審核)	8,000	49,221	-*	24,652	(905)	(565)	11,369	91,772	14,762	106,534
Profit/(loss) for the period	期內溢利/(虧損)	-	-	-	-	-	-	7,559	7,559	(846)	6,713
Other comprehensive income/(loss) for the period	期內其他全面收益/(虧損)	-	-	-	-	-	270	-	270	(14)	256
Profit and total comprehensive income for the period	期內溢利及全面收益總額	-	-	-	-	-	270	7,559	7,829	(860)	6,969
Issue of shares	發行股份	780	15,600	-	-	-	-	-	16,380	-	16,380
At 31 December 2020 (Unaudited)	於2020年12月31日(未經審核)	8,780	64,821	-*	24,652	(905)	(295)	18,928	115,981	13,902	129,883
At 1 April 2021 (Audited)	於2021年4月1日(經審核)	8,780	64,821	-*	24,652	(905)	1,379	17,756	116,483	15,555	132,038
(Loss)/profit for the period	期內(虧損)/溢利	-	-	-	-	-	-	(11,421)	(11,421)	79	(11,342)
Other comprehensive (loss)/income for the period	期內其他全面(虧損)/收益	-	-	-	-	-	(1,374)	-	(1,374)	89	(1,285)
Loss and total comprehensive loss for the period	期內虧損及全面虧損總額	-	-	-	-	-	(1,374)	(11,421)	(12,795)	168	(12,627)
Issue of shares	發行股份	1,300	9,880	-	-	-	-	-	11,180	-	11,180
Derecognition of non-controlling interest	終止確認非控股權益	-	-	-	-	-	-	-	-	(15,152)	(15,152)
At 31 December 2021 (Unaudited)	於2021年12月31日(未經審核)	10,080	74,701	-*	24,652	(905)	5	6,335	114,868	571	115,439

Unaudited Condensed Consolidated Statement of Changes in Equity

未經審核簡明綜合權益變動表

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

Notes:

(i) On 12 April 2017, 200,000,000 shares of HK\$0.01 each of the Company were allotted and issued at a price of HK\$0.32 per Share by way of Shares Offer.

On 21 April 2020, 78,000,000 new shares of HK\$0.01 each of the Company were allotted and issued as fully paid for the Vendor at the issue price of HK\$0.21 each under the general mandate.

On 4 August 2021, the allotment and issuance of the 130,000,000 new Shares (equivalent to approximately HK\$11,180,000) at the issue price of HK\$0.086 per Share, credited as fully paid.

(ii) Share premium represents the excess of shares issued over the par value.

(iii) Other reserve of the Group represents the difference between the total equity of the subsidiaries and the aggregated share capital of the subsidiaries pursuant to the reorganisation where the transfer of the subsidiaries to the Company were satisfied issue of new shares from the Company. The balance was approximately HK\$8.

(iv) Capital contribution reserve represents the amount of the financial impact arisen from the transfer of business from Great Wall (International) Oil Company (sole proprietorship business) to Great Wall (International) Oil Limited.

(v) Fair value reserve comprises the cumulative net change in the fair value of equity investments designated at fair value through other comprehensive income under HKFRS 9 that are held at the end of the reporting period.

(vi) Exchange reserve comprises all foreign exchange differences arising from the translation of the financial statements of operations outside Hong Kong.

* The balance was approximately HK\$8

附註：

(i) 於2017年4月12日，200,000,000股每股面值0.01港元的本公司股份以每股股份0.32港元的價格透過股份發售予以配發及發行。

於2020年4月21日，78,000,000股每股面值0.01港元的本公司新股份根據一般授權按發行價每股0.21港元向賣方配發及發行為繳足股份。

於2021年8月4日，按發行價每股股份0.086港元配發及發行130,000,000股入賬列作繳足的新股份（相當於約11,180,000港元）。

(ii) 股份溢價指已發行股份超過面值的金額。

(iii) 本集團的其他儲備指該等附屬公司的權益總額與附屬公司根據重組應佔的股本總額之間的差額（轉讓附屬公司予本公司透過本公司發行新股份支付）。結餘約為8港元。

(iv) 資本實繳儲備指長城（國際）石油公司（獨資經營業務）向長城（國際）石油有限公司轉讓業務產生的財務影響的金額。

(v) 公平值儲備包括於報告期末持有根據香港財務報告準則第9號指定為按公平值計入其他全面收益的權益投資公平值累計變動淨額。

(vi) 匯兌儲備包括換算香港境外業務的財務報表所產生的所有外匯差額。

* 餘額約為8港元

Notes to the Unaudited Condensed Consolidated Financial Statements

未經審核簡明綜合財務報表附註

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

1 GENERAL INFORMATION

The Company was incorporated in the Cayman Islands under the Companies Law of the Cayman Islands as an exempted company with limited liability on 30 March 2016. The registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands and principal place of business in Hong Kong is Unit 3304, 33/F, Tower 1, Enterprise Square Five, 38 Wang Chiu Road, Kowloon Bay, Kowloon, Hong Kong. The Company's immediate and ultimate holding company is Grand Tycoon Limited, a company incorporated in the British Virgin Islands ("BVI"). Grand Tycoon Limited is controlled by Mr. Fong Chun Man ("Mr. Fong"), a Director of the Company.

The Company is an investment holding company and its subsidiaries are principally engaged in the business of the sale and transportation of diesel oil and related products in Hong Kong and in the People's Republic of China (the "PRC"), and the manufacturing and sales of steel products and injecting molding machine in the PRC.

The unaudited condensed consolidated financial statements are presented in Hong Kong dollars ("HK\$"), which is the functional currency of the Company and its principal subsidiaries and all values are rounded to the nearest thousands (HK\$'000), except when otherwise stated.

2 BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

The unaudited condensed consolidated financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), Hong Kong Accounting Standards ("HKASs") and Interpretations (hereinafter collectively referred to as the "HKFRS") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the disclosure requirements of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) (the "Hong Kong Companies Ordinance"). In addition, the unaudited condensed consolidated financial statements include applicable disclosures required by the GEM Listing Rules. The principal accounting policies used in the unaudited consolidated third quarterly results of the Group for the nine months ended 31 December 2021 (the "Third Quarterly Results") are consistent with those adopted in the preparation of the Group's annual financial statements for the year ended 31 March 2021.

In the current period, the Group has applied all new amendments to HKFRSs that are mandatorily effective for the accounting period beginning on or after 1 April 2021.

1 一般資料

本公司於2016年3月30日根據開曼群島公司法在開曼群島註冊成立為獲豁免有限公司。本公司的註冊辦事處為Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands 及香港的主要營業地點為香港九龍九龍灣宏照道38號企業廣場五期一座33樓3304室。本公司的直接及最終控股公司為宏亨有限公司，該公司於英屬處女群島(「英屬處女群島」)註冊成立。宏亨有限公司由本公司董事方俊文先生(「方先生」)控制。

本公司為投資控股公司，其附屬公司主要在香港及中華人民共和國(「中國」)從事銷售及運送柴油及相關產品，以及在中國從事鋼產品及注塑機的製造及銷售。

除另有所指外，未經審核簡明綜合財務報表以本公司及其主要附屬公司的功能貨幣港元(「港元」)呈列，而所有價值湊整至最接近千位(千港元)。

2 編製基準及主要會計政策

未經審核簡明綜合財務報表乃根據所有由香港會計師公會(「香港會計師公會」)頒佈的適用香港財務報告準則(「香港財務報告準則」)、香港會計準則(「香港會計準則」)及詮釋(下文統稱為「香港財務報告準則」)以及香港法例第622章公司條例(「香港公司條例」)之披露規定編製。此外，未經審核簡明綜合財務報表包括GEM上市規則的適用披露規定。編製本集團截至2021年12月31日止九個月的未經審核綜合第三季度業績(「第三季度業績」)所用的主要會計政策與編製本集團截至2021年3月31日止年度的年度財務報表所用者貫徹一致。

於本期間，本集團已應用於2021年4月1日或之後開始的會計期間內強制生效的所有香港財務報告準則的新修訂。

Notes to the Unaudited Condensed Consolidated Financial Statements

未經審核簡明綜合財務報表附註

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

2 BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES (Continued)

The application of the new amendments to HKFRSs in the current period has had no material effect on the amounts reported in these unaudited condensed consolidated financial statements and/or disclosures set out in these condensed consolidated financial statements.

The Third Quarterly Results have not been audited by the Company's auditor but have been reviewed by the audit committee of the Company ("Audit Committee").

3 REVENUE

Revenue represents the net invoiced value of goods sold, after allowances for returns and trade discounts. An analysis of the Group's revenue for the reporting period is as follows:

Disaggregation of revenue from contracts with customers

Type of goods or services	商品或服務種類	Three months ended		Nine months ended	
		31 December		31 December	
Goods transferred at a point of time	在某一時間點轉移的貨品	截至12月31日止三個月		截至12月31日止九個月	
		2021	2020	2021	2020
Sales of diesel oil and related products	柴油及相關產品銷售	2021年	2020年	2021年	2020年
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)
Diesel oil	柴油	92,429	74,765	257,037	227,835
Marine diesel oil	船用柴油	98	21,805	3,162	62,157
Lubricant oil	潤滑油	5,572	3,073	12,950	11,665
		98,099	99,643	273,149	301,657
Sales of steel products	鋼產品銷售	-	21,850	42	51,212
Total revenue from contracts with customers	來自客戶合約收益總額	98,099	121,493	273,191	352,869

The Group operates in two segments for the sales of diesel oil and related products and the sales of steel products in Hong Kong and in the PRC.

2 編製基準及主要會計政策(續)

於本期間應用香港財務報告準則的新修訂對該等未經審核簡明綜合財務報表所呈報的金額及/或該等簡明綜合財務報表所載披露並無造成任何重大影響。

第三季度業績並未經本公司核數師審核，但已經由本公司審核委員會(「審核委員會」)審閱。

3 收益

收益指已售貨品的發票淨值(扣除退貨撥備及交易折扣)。本集團於報告期間的收益分析如下：

來自客戶合約收益的分類

本集團經營兩個分部，以於香港及中國銷售柴油及相關產品以及銷售鋼產品。

Notes to the Unaudited Condensed Consolidated Financial Statements

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4 SEGMENT INFORMATION

Segment information reported to the Board, being the chief operating decision maker, for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided. This is also the basis upon which the Group is organised and managed.

Segment revenues and results

The following is an analysis of the Group's turnover and results by reportable and operating segment:

		Sale and transportation of diesel oil		Sale of steel products		Unallocated		Total	
		Nine months ended 31 December		Nine months ended 31 December		Nine months ended 31 December		Nine months ended 31 December	
		柴油銷售及運輸		鋼產品銷售		尚未分配		總計	
		截至12月31日止九個月		截至12月31日止九個月		截至12月31日止九個月		截至12月31日止九個月	
		2021	2020	2021	2020	2021	2020	2021	2020
		2021年	2020年	2021年	2020年	2021年	2020年	2021年	2020年
		HK\$'000	HK\$'000	HK\$'000	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	千港元	千港元	千港元
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)	(未經審核)
Revenue	收益	273,149	301,657	42	51,212	-	-	273,191	352,869
Segment result	分部業績	(14,994)	11,507	36	(1,880)	-	(2,506)	(14,958)	7,121
Other segment information:	其他分部資料：								
Other gains and losses	其他收益及虧損							7,323	3,315
Share of result of an associate	分佔聯營公司業績							(296)	-
Finance costs	融資成本							(3,396)	(1,653)
(Loss)/profit before taxation	除稅前(虧損)/溢利							(11,327)	8,783

Geographical information

The Group's operation is located in Hong Kong and the PRC during the nine months ended 31 December 2021 and nine months ended 31 December 2020. The Group's revenue from external customers based on the location of customers are detailed below:

		Three months ended 31 December		Nine months ended 31 December	
		截至12月31日止三個月		截至12月31日止九個月	
		2021	2020	2021	2020
		2021年	2020年	2021年	2020年
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)
Hong Kong	香港	93,163	96,843	261,916	290,653
PRC	中國	4,936	24,650	11,275	62,216
		98,099	121,493	273,191	352,869

4 分部資料

分部資料向董事會(即主要營運決策者)匯報,以分配資源並評核側重於所交付或提供貨品或服務的類型的分部表現。此亦為本集團組織及管理的基準。

分部收益及業績

以下為按可呈報及經營分部對本集團營業額及業績的分析:

地理資料

截至2021年12月31日止九個月及截至2020年12月31日止九個月,本集團的業務位於香港及中國。本集團來自外部客戶的收益按客戶的位置詳述如下:

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For the nine months ended 31 December 2021 截至2021年12月31日止九個月

5 OTHER GAINS AND LOSSES

5 其他收益及虧損

		Three months ended 31 December		Nine months ended 31 December	
		截至12月31日止三個月		截至12月31日止九個月	
		2021	2020	2021	2020
		2021年	2020年	2021年	2020年
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)
Realised gain on financial assets at fair value through profit or loss	按公平值計入損益的金融資產已變現收益	-	-	-	390
Bank interest income (Note 1)	銀行利息收入(附註1)	-	1	-	1
Gain on disposals of subsidiaries	出售附屬公司收益	-	-	970	-
Rental income from diesel vehicle	來自柴油車的租金收入	1,666	402	4,912	1,252
Government grant (Note 2)	政府補助(附註2)	-	653	-	1,358
Sundry income	雜項收入	460	186	1,441	314
		2,126	1,242	7,323	3,315

Notes:

- Bank interest income mainly represents interest generated from the share offer fund deposited in bank.
- Government grant represents subsidies under the Anti-epidemic Fund.

附註：

- 銀行利息收入主要指存入銀行的股份發售基金產生的利息。
- 政府補助指防疫抗疫基金項下的津貼。

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For the nine months ended 31 December 2021 截至2021年12月31日止九個月

6 FINANCE COSTS

6 融資成本

		Three months ended 31 December		Nine months ended 31 December	
		截至12月31日止三個月		截至12月31日止九個月	
		2021	2020	2021	2020
		2021年	2020年	2021年	2020年
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)
Interest expenses on bank and other borrowings wholly repayable within five years	須於五年內悉數償還的銀行及其他借款的利息開支	923	703	3,136	948
Interest expenses on bank overdrafts	銀行透支的利息開支	-	-	-	2
Interest expenses on bonds payable	應付債券的利息開支	-	220	192	660
Interest expenses on lease liabilities	租賃負債的利息開支	-	-	-	20
Interest expenses on obligations under finance leases	融資租賃承擔的利息開支	68	9	68	23
		991	932	3,396	1,653

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For the nine months ended 31 December 2021 截至2021年12月31日止九個月

7 (LOSS)/PROFIT BEFORE TAXATION

7 除稅前(虧損)/溢利

		Three months ended 31 December		Nine months ended 31 December	
		截至12月31日止三個月 2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)	截至12月31日止九個月 2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)
(Loss)/profit before taxation for the period has been arrived at after charging:	期內除稅前(虧損)/溢利已扣除下列各項：				
Directors' emoluments	董事薪酬	633	613	1,858	1,840
Other staff costs:	其他員工成本：				
— Salaries and other benefits	— 薪金及其他福利	1,823	2,311	5,069	6,730
— Retirement benefits scheme contributions	— 退休福利計劃供款	122	154	345	404
		1,945	2,465	5,414	7,134
Auditors' remuneration	核數師薪酬	178	181	549	531
Cost of inventories recognised as expenses	確認為開支的存貨成本	93,302	112,204	256,036	321,257
Depreciation of property, plant and equipment	物業、廠房及設備折舊				
— Cost of sales	— 銷售成本	308	544	1,009	1,566
— Administrative expenses	— 行政開支	51	89	153	371
		359	633	1,162	1,937
Operating lease rental expenses in respect of office premises	辦公處的經營租賃租金開支	414	398	1,212	1,026

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未經審核簡明綜合財務報表附註

For the nine months ended 31 December 2021 截至2021年12月31日止九個月

8 INCOME TAX EXPENSES

8 所得稅開支

		Three months ended 31 December		Nine months ended 31 December	
		截至12月31日止三個月		截至12月31日止九個月	
		2021	2020	2021	2020
		2021年	2020年	2021年	2020年
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)	(未經審核)	(未經審核)
Current tax	即期稅項				
— Hong Kong profits tax	— 香港利得稅	—	438	—	1,950
— The PRC Enterprise income tax	— 中國企業所得稅	7	119	15	120
Deferred tax	遞延稅項				
— Current period credit	— 當期信貸	—	—	—	—
		7	557	15	2,070

On 21 March 2018, the Hong Kong Legislative Council passed The Inland Revenue (Amendment) (No. 7) Bill 2017 (the "Bill") which introduces the two-tiered profits tax rates regime. The Bill was signed into law on 28 March 2018 and was gazetted on the following day. Under the two-tiered profits tax rates regime, the first HK\$2 millions of assessable profits of qualifying corporations will be taxed at 8.25%, and assessable profits above HK\$2 millions will be taxed at 16.5%. The assessable profits of corporations not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. The two-tiered profits tax rates regime is applicable to the Group for the nine months ended 31 December 2021 and 2020.

於2018年3月21日，香港立法會通過2017年稅務(修訂)(第7號)條例草案(「條例草案」)，引入利得稅兩級制。條例草案於2018年3月28日經簽署成為法律並於次日刊憲。根據利得稅兩級制，合資格企業首2百萬港元的應課稅溢利的稅率為8.25%，而超過2百萬港元應課稅溢利的稅率為16.5%。不符合利得稅兩級制的企業的應課稅溢利將繼續按16.5%劃一稅率繳稅。利得稅兩級制於截至2021年及2020年12月31日止九個月適用於本集團。

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For the nine months ended 31 December 2021 截至2021年12月31日止九個月

8 INCOME TAX EXPENSES (Continued)

Accordingly, starting from the current year, the Hong Kong Profits Tax is calculated at 8.25% on the first HK\$2 millions of the estimated assessable profits and at 16.5% on the estimated assessable profits above HK\$2 millions.

Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.

According to the EIT Law and the Implementation of the Enterprise Income Tax Law of the PRC (中華人民共和國企業所得稅法實施條例), an entity eligible as a Small Low-profit Enterprise (小型微利企業) is subject to preferential tax treatments. From 1 January 2019 to 31 December 2021, a Small Low-profit Enterprise with annual taxable income not more than RMB1,000,000 is subject to Enterprise Income Tax calculated at 25% of its taxable income at a tax rate of 20%. During both periods, a subsidiary of the Group is eligible as a Small Low-profit Enterprise and is subject to the relevant preferential tax treatments.

9 DIVIDENDS

The Board does not recommend a payment of any dividend for the nine months ended 31 December 2021 (nine months ended 31 December 2020: Nil).

8 所得稅開支(續)

因此，自本年度開始，首2百萬港元估計應課稅溢利之香港利得稅按8.25%稅率計算，而超過2百萬港元的估計應課稅溢利則按16.5%稅率計算。

根據開曼群島及英屬處女群島的規則及法規，本集團毋須繳納任何開曼群島及英屬處女群島的所得稅。

根據企業所得稅法及中華人民共和國企業所得稅法實施條例，符合小型微利企業資格的實體可享受稅收優惠待遇。於2019年1月1日至2021年12月31日，年度應課稅收入不超過人民幣1,000,000元的小型微利企業可按稅率20%就其應課稅收入的25%計算企業所得稅。兩個期間內，本集團一間附屬公司符合小型微利企業資格，並享有相關稅收優惠。

9 股息

董事會不建議派付截至2021年12月31日止九個月(截至2020年12月31日止九個月：無)的任何股息。

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10 (LOSS)/EARNINGS PER SHARE

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

10 每股(虧損)/盈利

本公司擁有人應佔每股基本及攤薄(虧損)/盈利乃按以下數據計算：

		Three months ended 31 December 截至12月31日止三個月		Nine months ended 31 December 截至12月31日止九個月	
		2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 2021年 HK\$'000 千港元 (Unaudited) (未經審核)	2020 2020年 HK\$'000 千港元 (Unaudited) (未經審核)
(Loss)/earnings (Loss)/profit for the period attributable to owners of the Company	(虧損)/盈利 本公司擁有人應佔 期內(虧損)/溢利	(6,041)	270	(11,421)	7,559
Number of shares Weighted average number of ordinary shares for the purpose of calculation basic (loss)/earnings per share	股份數目 計算每股基本(虧損)/ 盈利的普通股 加權平均數	'000 千股	'000 千股	'000 千股	'000 千股
		948,909	878,000	983,978	872,327

The calculation of basic (loss)/earnings per share for the nine months ended 31 December 2021 and 2020 is based on profit attributable to the owners of the Company and the weighted average number of shares.

The weighted average number of ordinary shares is based on 1,008,000,000 (nine months ended 31 December 2020: 878,000,000) shares in issue during the nine months ended 31 December 2021.

The diluted earnings per share is equal to the basic (loss)/earnings per share as there were no dilutive potential ordinary share in issue during the nine months ended 31 December 2021 and 2020.

截至2021年及2020年12月31日止九個月的每股基本(虧損)/盈利乃基於本公司擁有人應佔溢利及股份的加權平均數計算。

普通股加權平均數乃基於截至2021年12月31日止九個月的1,008,000,000(截至2020年12月31日止九個月：878,000,000)股已發行股份計算。

由於截至2021年及2020年12月31日止九個月不存在攤薄潛在已發行普通股，故每股攤薄盈利與每股基本(虧損)/盈利相同。

Management Discussion and Analysis

管理層討論及分析

BUSINESS REVIEW

The Group principally carries on the business of sales and transportation of diesel oil and related products in Hong Kong and the PRC. The Group also supplies marine diesel oil used for construction vessels and lubricant oil used for construction machinery and vehicles. Most of the Group's customers are construction companies which require diesel oil to operate their construction machinery and vehicles. The Group had a fleet of nine diesel tank wagons of various capacity and a marine oil barge as at 31 December 2021. The Group is also engaged in the business of manufacturing and sale of steel products in the PRC.

On 7 February 2021, Eastern Champion Development Limited ("**Eastern Champion**"), an indirect wholly-owned subsidiary of the Company, Xinyu Investment Holding Group Company Limited* (新余市投資控股有限公司) ("**Xinyu Holding**") and Xinyu Iron and Steel Group Company Limited* (新余鋼鐵集團有限公司) ("**Xinyu Steel Group**") (being the vendors), Jiangxi Xingang Southern New Material Company Limited* (江西新鋼南方新材料有限公司) (formerly known as WISDRI (Xinyu) Cold Processing Engineering Company Limited* (中冶南方(新余)冷軋新材料技術有限公司)) ("**Jiangxi Xingang**") (being the purchaser) and Jiangxi Xinji Power Technology Company Limited* (江西新冀動力科技有限公司) ("**Jiangxi Xinji**"), entered into an equity transfer agreement (the "**Equity Transfer Agreement**"), pursuant to which Eastern Champion, Xinyu Holding and Xinyu Steel Group agreed to sell approximately 22.96%, 14.61% and 4.18% of the equity interest in Jiangxi Xinji, respectively, and Jiangxi Xingang agreed to purchase the sale equity, in aggregate, representing 41.75% of the equity interest in Jiangxi Xinji, at nil consideration subject to the terms and conditions of the Equity Transfer Agreement. Pursuant to the Equity Transfer Agreement, the completion of the abovementioned equity transfer took place on 15 April 2021.

In October 2021, Xinyu Steel Chain Technology Industry Innovation and Development Guidance Fund (Limited Partnership)* (新余鋼鏈科技產業創新發展引導基金(有限合夥)) ("**Xinyu Steel Chain**"), Eastern Champion, Xinyu Iron and Steel Group Company Limited* (新余鋼鐵集團有限公司) ("**Xinyu Steel Group**"), Xinyu Investment Holding Group Company Limited* (新余市投資控股有限公司) ("**Xinyu Holding**"), Jiangxi Xingang Southern New Material Company Limited* (江西新鋼南方新材料有限公司) ("**Jiangxi Xingang**"), entered into capital contribution agreement (the "**Capital Contribution Agreement**"), pursuant to which Xinyu Steel Group agreed to contribute RMB30.0 million to Jiangxi Xinji for capital injection. Upon completion of the Capital Contribution Agreement, the number of board members in Jiangxi Xinji becomes five and Eastern Champion has right to nominate one director.

* The English translation of name is for identification purpose only. The official names of these entities are in Chinese.

業務回顧

本集團主要在香港及中國進行柴油及相關產品的銷售及運輸業務。本集團亦提供用於工程船舶的船用柴油以及用於工程機器及汽車的潤滑油。本集團的客戶大多數為需要柴油以操作其工程機器及汽車的工程公司。本集團於2021年12月31日擁有九架不同容量的柴油貯槽車及一艘船用柴油駁船。本集團亦於中國從事鋼產品的製造及銷售業務。

於2021年2月7日，本公司間接全資附屬公司冠東發展有限公司(「冠東」)、新余市投資控股有限公司(「新余投控」)及新余鋼鐵集團有限公司(「新鋼集團」)(該等賣方)、江西新鋼南方新材料有限公司(前稱中冶南方(新余)冷軋新材料技術有限公司)(「江西新鋼」)(買方)及江西新冀動力科技有限公司(「江西新冀」)訂立股權轉讓協議(「股權轉讓協議」)，據此，冠東、新余投控及新鋼集團同意出售江西新冀分別約22.96%、14.61%及4.18%股權，而江西新鋼同意無償購買銷售權益，合共相當於江西新冀41.75%權益，惟須受限於股權轉讓協議的條款及條件。根據股權轉讓協議，上述股權轉讓於2021年4月15日完成。

於2021年10月，新余鋼鏈科技產業創新發展引導基金(有限合夥)(「新余鋼鏈」)、冠東、新余鋼鐵集團有限公司(「新鋼集團」)、新余市投資控股有限公司(「新余投控」)、江西新鋼南方新材料有限公司(「江西新鋼」)訂立注資協議(「注資協議」)，據此新鋼集團同意向江西新冀注資人民幣三千萬元。於注資協議完成後，江西新冀的董事會成員數目為五名，且冠東有權提名一名董事。

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BUSINESS REVIEW (Continued)

As such, upon completion of the Equity Transfer Agreement and the Capital Contribution Agreement, the equity interest in Jiangxi Xinji held by the Company will decreased from 55.0% to 19.70%, and then Jiangxi Xinji ceased to be a subsidiary of the Company for the purpose of the GEM Listing Rules. The results of Jiangxi Xinji have not been consolidated into the financial statements of the Group and it has been accounted for as an associate using equity accounting in the Group's consolidated financial statements.

Sale and transportation of diesel oil and related products business

The Group has recorded a revenue of approximately HK\$273.1 million from the sale and transportation of diesel oil and related products for the nine months ended 31 December 2021, representing approximately 99.9% of the Group's total revenue and a decrease of approximately HK\$28.6 million or 9.5% as compared to the nine months ended 31 December 2020. The decrease was mainly due to the fierce competition in the industry.

Sale of steel product business

The Group recorded a revenue of approximately HK\$0.1 million from the sale of steel products for the nine months ended 31 December 2021.

Meanwhile, the Group has executed strict control on costs and expenses. The Group recorded a net loss of approximately HK\$11.3 million for the nine months ended 31 December 2021. The net loss was mainly attributable to the decrease in revenue of the Group from sale of marine diesel oil and sale of steel products, which is mainly due to the fierce competition in the industry for the nine months ended 31 December 2021.

INDUSTRY REVIEW

In 2021, international oil prices fluctuated significantly. The outbreak of the COVID-19 pandemic brings uncertainties to the international oil prices in short-term. Notwithstanding the massive emergency fiscal plans introduced by the government of the Hong Kong Special Administrative Region, there is clearly a long way to go before we can put the pandemic crisis behind us. We believe we could work together to meet this historic challenge.

FUTURE PROSPECTS

The outbreak of the COVID-19 pandemic has brought adverse impact on the economic condition in an international and domestic context. The Directors will continue to observe closely and manage risks associated.

業務回顧(續)

因此，股權轉讓協議及出資協議完成後，本公司於江西新冀所持有的股權將由55.0%降至19.70%，屆時，根據GEM上市規則，江西新冀不再為本公司的附屬公司，故江西新冀的業績不再綜合入賬至本集團的財務報表，並於本集團的綜合財務報表中使用權益會計法入賬為聯營公司。

柴油及相關產品的銷售及運輸業務

截至2021年12月31日止九個月，本集團錄得來自柴油及相關產品銷售及運輸的收益約273.1百萬港元，佔本集團總收益約99.9%，較截至2020年12月31日止九個月減少約28.6百萬港元或9.5%。有關減少乃主要由於行業競爭激烈所致。

鋼產品的銷售業務

截至2021年12月31日止九個月，本集團錄得來自鋼產品銷售的收益約0.1百萬港元。

同時，本集團對各項成本及開支進行嚴格監控。截至2021年12月31日止九個月，本集團錄得淨虧損約11.3百萬港元。該淨虧損主要是由於本集團來自船用柴油銷售及鋼產品銷售的收益減少所致，有關收益減少主要是由於截至2021年12月31日止九個月的行業競爭激烈。

行業回顧

於2021年，國際油價大幅波動。新型冠狀病毒疫情爆發於短期內為國際油價帶來不確定性。儘管香港特別行政區政府已推行大量緊急財政計劃，惟對於我們遠離疫情的危機顯然尚有漫漫長路。我們深信我們可共同努力應對此歷史性挑戰。

未來前景

新型冠狀病毒疫情的爆發給國際及國內經濟狀況帶來了不利影響。董事將繼續密切觀察並管理相關風險。

Management Discussion and Analysis

管理層討論及分析

FUTURE PROSPECTS (Continued)

In view of the challenging business environment and keen competition in the diesel oil sales market in Hong Kong, the Group will deploy more resources on talent recruitment and strengthen the business development and marketing strategy on diesel oil guardedly and will also proactively seek potential business opportunities that will broaden our sources of income and enhance value to the Shareholders.

FINANCIAL REVIEW

Revenue

The Group's revenue decreased by approximately HK\$79.7 million or approximately 22.6% from approximately HK\$352.9 million for the nine months ended 31 December 2020 to approximately HK\$273.2 million for the nine months ended 31 December 2021.

Revenue from the sale of diesel oil, marine diesel oil and lubricant oil amounted to approximately HK\$257.0 million, HK\$3.2 million and HK\$12.9 million, representing approximately 94.1%, 1.1% and 4.7%, respectively, of the Group's total revenue for the nine months ended 31 December 2021. For the nine months ended 31 December 2020, the revenue from the sale of diesel oil, marine diesel oil and lubricant oil accounted for approximately HK\$227.8 million, HK\$62.2 million and HK\$11.7 million, representing approximately 64.6%, 17.6% and 3.3%, respectively, of the Group's total revenue. Sale of diesel oil remained the largest contributor to the Group's revenue. The decrease was mainly due to decrease in demand from construction customers and logistic customers.

Revenue from sale of steel products business amounted to approximately HK\$0.1 million, representing approximately 0.1% of the Group's total revenue (2020: HK\$51.2 million).

The decrease in the Group's revenue was mainly due to fierce competition in the industry.

Cost of sales

Cost of the sale and transportation of diesel oil and related products business primarily consists of diesel oil costs, marine diesel oil costs, lubricant oil costs, direct labour costs and depreciation. The purchase cost for the diesel oil, marine diesel oil costs and lubricant oil costs depends on the domestic purchase price offered by the Group's oil suppliers, with reference to the price indices such as Europe Brent spot crude price. Cost of the sale of steel product business mainly consists of raw material costs, direct labour costs and transportation costs. For the nine months ended 31 December 2021, the Group's cost of sales was approximately HK\$262.5 million, representing a decrease of approximately 19.9% from approximately HK\$327.6 million for the nine months ended 31 December 2020.

未來前景(續)

鑒於香港柴油銷售市場營商環境挑戰重重且競爭激烈，本集團將謹慎地投放更多資源於招募人才以及加強於柴油方面的業務發展及市場營銷策略，並將主動尋找可擴大本集團收入來源及增加股東價值的潛在商機。

財務回顧

收益

本集團的收益由截至2020年12月31日止九個月約352.9百萬港元減少約79.7百萬港元或約22.6%至截至2021年12月31日止九個月約273.2百萬港元。

來自柴油、船用柴油及潤滑油銷售的收益分別約為257.0百萬港元、3.2百萬港元及12.9百萬港元，分別佔截至2021年12月31日止九個月本集團的總收益約94.1%、1.1%及4.7%。截至2020年12月31日止九個月，來自柴油、船用柴油及潤滑油銷售的收益分別約為227.8百萬港元、62.2百萬港元及11.7百萬港元，分別佔本集團的總收益約64.6%、17.6%及3.3%。柴油銷售依然為本集團收益的最大貢獻者。減少主要由於建築客戶及物流客戶需求減少所致。

鋼產品的銷售業務產生收益為約0.1百萬港元，佔本集團收益總額的約0.1% (2020年：51.2百萬港元)。

本集團收益減少乃主要由於行業競爭激烈。

銷售成本

柴油及相關產品銷售及運輸業務成本主要包括柴油成本、船用柴油成本、潤滑油成本、直接勞工成本及折舊。柴油、船用柴油及潤滑油的採購成本取決於本集團燃油供應商提供的當地採購價，並經參考歐洲布倫特原油現貨價格等價格指標。鋼產品業務的銷售成本主要分為原材料成本、直接勞工成本及運輸成本。截至2021年12月31日止九個月，本集團的銷售成本約為262.5百萬港元，較截至2020年12月31日止九個月約327.6百萬港元減少約19.9%。

Management Discussion and Analysis

管理層討論及分析

FINANCIAL REVIEW (Continued)

Gross profit and gross profit margin

The gross profit represented the Group's revenue less cost of sales. The Group's gross profit decreased by approximately HK\$14.6 million from approximately HK\$25.3 million for the nine months ended 31 December 2020 to approximately HK\$10.7 million for the nine months ended 31 December 2021. The Group's gross profit margin decreased from approximately 7.2% for the nine months end 31 December 2020 to approximately 3.9% for the nine months ended 31 December 2021. The decrease in gross profit was mainly due to decrease in revenue and lower markup offered to our customers to maintain competitive advantage over competitors entering into the diesel oil market for the nine months ended 31 December 2021.

Loss for the period

As a result of the foregoing, the Group recorded a loss of approximately HK\$11.3 million for the nine months ended 31 December 2021, while to the nine months ended 31 December 2020 was profit making. The Group recorded a negative net profit margin of approximately 4.2% for the nine months ended 31 December 2021 as compared to net profit margin of approximately 1.9% for the nine months ended 31 December 2020. The net loss and negative net profit margin for the nine months ended 31 December 2021 was mainly due to the decrease in revenue and gross profit for the for period. The decrease in gross profit was mainly due to decrease in revenue and lower markup offered to our customers to maintain competitive advantage over competitors entering into the diesel oil market for the nine months ended 31 December 2021.

LIQUIDITY AND CAPITAL RESOURCES

Financial Resources and Liquidity

The Group finances its operations through cash generated from interest-bearing bank borrowings. The Group recorded net current assets of approximately HK\$49.4 million as at 31 December 2021.

As at 31 December 2021, the Group's current assets amounted to approximately HK\$143.7 million and the Group's current liabilities amounted to approximately HK\$94.3 million. Current ratio was approximately 1.5 as at 31 December 2021. Current ratio is calculated based on total current assets at the end of the period divided by total current liabilities at the end of the period.

財務回顧(續)

毛利及毛利率

毛利指本集團的收益減去銷售成本。本集團的毛利由截至2020年12月31日止九個月約25.3百萬港元減少約14.6百萬港元至截至2021年12月31日止九個月約10.7百萬港元。本集團的毛利率由截至2020年12月31日止九個月約7.2%降至截至2021年12月31日止九個月約3.9%。截至2021年12月31日止九個月，毛利減少主要是由於收益減少及維持我們相對於進入柴油市場的其他競爭者的競爭優勢，因此向我們客戶收取較低利潤。

期內虧損

由於上述原因，本集團於截至2021年12月31日止九個月錄得虧損約11.3百萬港元，而於截至2020年12月31日止九個月則錄得溢利。與截至2020年12月31日止九個月的純利率約1.9%相比，本集團截至2021年12月31日止九個月錄得負純利率約4.2%。截至2021年12月31日止九個月淨虧損及負純利率主要由於本期間收益及毛利減少。截至2021年12月31日止九個月，毛利減少主要由於收益減少及維持我們相對於進入柴油市場的其他競爭者的競爭優勢，因此向我們客戶收取較低利潤。

流動資金及資本資源

財務資源及流動資金

本集團經營活動的資金來源為計息銀行借款所產生的現金。於2021年12月31日，本集團錄得流動資產淨值約49.4百萬港元。

於2021年12月31日，本集團的流動資產約為143.7百萬港元，而本集團的流動負債則約為94.3百萬港元。於2021年12月31日，流動比率約為1.5倍。流動比率乃根據期末的總流動資產除以期末的總流動負債計算。

Management Discussion and Analysis

管理層討論及分析

GEARING RATIO

As at 31 December 2021, the maximum limit of the banking facilities available to the Group amounted to approximately HK\$47 million and approximately HK\$12.2 million of the banking facilities was utilised.

As at 31 December 2021, The Group's total Group's bank and other borrowings of approximately HK\$44.2 million (as at 30 September 2021: approximately HK\$40.3 million). The bank and borrowings of the Group were secured by the corporate guarantee, fixed deposits and life insurance policy of the Group.

Gearing ratio was approximately 38.3% as at 31 December 2021 which was calculated based on the total debt at the end of the period divided by total equity at the end of the period.

CAPITAL STRUCTURE

For the nine months ended 31 December 2021, the capital structure of the Group consisted of equity attributable to the owners of the Company of approximately HK\$114.9 million. The share capital of the Group only comprises of ordinary shares.

The Shares were listed on GEM of the Stock Exchange on 12 April 2017 (the "Listing Date"). On 4 August 2021, 130,000,000 consideration shares of HK\$0.01 each of the Company were allotted and issued as fully paid for the Vendor (as defined below) at the price of HK\$0.086 each under the general mandate. Please refer to the announcements of the Company dated 11 June 2021, 16 June 2021 and 30 July 2021, respectively for details. There has been no change in the capital structure of the Group since then, save as disclosed below.

FOREIGN CURRENCY EXPOSURE RISKS

The Group operates mainly in Hong Kong and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the sale of lubricant oil and sales of steel products settled in Renminbi and the financial assets with Malaysian ringgit. Foreign exchange risk arises when future commercial transactions, recognised assets and liabilities are denominated in a currency that is not the group entities' functional currency. The Group however did not engage in any derivatives agreements and did not commit to any financial instrument to hedge its foreign exchange exposure during the nine months ended 31 December 2021.

資產負債比率

於2021年12月31日，本集團可用的銀行融資上限約為47百萬港元，而約12.2百萬港元銀行融資已獲動用。

於2021年12月31日，本集團的集團銀行及其他借款合共約為44.2百萬港元（於2021年9月30日：約40.3百萬港元），本集團的銀行及其他借款以本集團的公司擔保、定期存款及人壽保單作抵押。

於2021年12月31日，資產負債比率約為38.3%，乃按期末總債務除以期末總權益計算。

資本架構

截至2021年12月31日止九個月，本集團的資本架構包括本公司擁有人應佔權益約114.9百萬港元。本集團的股本僅包括普通股。

股份於2017年4月12日（「上市日期」）於聯交所GEM上市。於2021年8月4日，130,000,000股本公司每股面值0.01港元的代價股份根據一般授權按價格每股0.086港元以繳足股款的方式向賣方（定義見下文）配發及發行。詳情請參閱本公司日期為2021年6月11日、2021年6月16日及2021年7月30日的公佈。除下文所披露者外，自此本集團資本架構概無發生變動。

外匯風險

本集團主要在香港經營，並面臨各種貨幣風險所引起的外匯風險，主要指以人民幣結算的潤滑油銷售及鋼產品銷售及以馬來西亞令吉結算的金融資產。當未來商業交易、已確認資產及負債以集團實體功能貨幣以外的貨幣計值時，則會出現外匯風險。然而，於截至2021年12月31日止九個月，本集團並未涉及任何衍生工具協議及概無訂立任何金融工具以對沖外匯風險。

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管理層討論及分析

TREASURY POLICIES

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the nine months ended 31 December 2021. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

MATERIAL ACQUISITIONS AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES OR JOINT VENTURES

On 11 June 2021, Eastern Champion Investment Limited (the "Purchaser"), a wholly owned subsidiary of the Company, and Ms. Li Loretta Shui Wah (the "Vendor") entered into a sale and purchase agreement for the acquisition of a property by the Company, pursuant to which the Purchaser has conditionally agreed to acquire and the Vendor has conditionally agreed to sell Office 4, 6/F, Nam Wo Hong Building, 148 Wing Lok Street, Hong Kong, at an aggregate consideration of HK\$21,000,000, which shall be paid by the Company by way of (i) cash of HK\$9,820,000 to be paid in full on completion to the Vendor; and (ii) the allotment and issuance of the 130,000,000 new Shares (equivalent to approximately HK\$11,180,000) at the issue price of HK\$0.086 per share, credited as fully paid, for the purpose of settling the consideration, to Mr. Li Fat Sang. Please refer to the announcements of the Company dated 11 June 2021 and 16 June 2021, respectively for details.

On 7 February 2021, Eastern Champion, Xinyu Holding and Xinyu Steel Group (being the vendors), Jiangxi Xingang (being the purchaser) and Jiangxi Xinji, entered into the Equity Transfer Agreement, pursuant to which Eastern Champion, Xinyu Holding and Xinyu Steel Group agreed to sell approximately 22.96%, 14.61% and 4.18% of the equity interest in Jiangxi Xinji, respectively, and Jiangxi Xingang agreed to purchase the sale equity, in aggregate, representing 41.75% of the equity interest in Jiangxi Xinji, at nil consideration subject to the terms and conditions of the Equity Transfer Agreement. Pursuant to the Equity Transfer Agreement, the completion of the abovementioned equity transfer took place on 15 April 2021.

庫務政策

本集團已對其庫務政策採取審慎的財務管理方針，故於截至2021年12月31日止九個月整段期間內均得以維持穩健的流動資金狀況。本集團致力透過持續進行的信貸評估以及評估其客戶的財務狀況降低信貸風險。為管理流動資金風險，董事會密切監視本集團的流動資金狀況，以確保本集團資產、負債及其他承擔的流動資金架構可滿足其不時的資金要求。

附屬公司、聯營公司或合營企業的重大收購及出售

於2021年6月11日，本公司全資附屬公司 Eastern Champion Investment Limited (「買方」) 與 Li Loretta Shui Wah 女士 (「賣方」) 就本公司收購物業訂立買賣協議，據此，買方有條件同意收購而賣方有條件同意出售香港永樂街148號南和行大廈6樓4室，總代價為21,000,000港元，其將由本公司以(i)現金9,820,000港元(於完成時悉數支付予賣方)；及(ii)向Li Fat Sang先生按發行價每股股份0.086港元配發及發行130,000,000股入賬列作繳足的新股份(相當於約11,180,000港元)的方式支付，以償付代價。詳情請參閱本公司日期分別為2021年6月11日及2021年6月16日的公佈。

於2021年2月7日，冠東、新余投控及新鋼集團(該等賣方)、江西新鋼(買方)及江西新冀訂立股權轉讓協議，據此，冠東、新余投控及新鋼集團同意出售江西新冀分別約22.96%、14.61%及4.18%股權，而江西新鋼同意無償購買銷售權益，合共相當於江西新冀41.75%權益，惟須受限於股權轉讓協議的條款及條件。根據股權轉讓協議，上述股權轉讓於2021年4月15日完成。

Management Discussion and Analysis

管理層討論及分析

MATERIAL ACQUISITIONS AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES OR JOINT VENTURES (Continued)

As such, upon completion of the Equity Transfer Agreement, Jiangxi Xinji ceased to be a subsidiary of the Company for the purpose of the GEM Listing Rules and the results of Jiangxi Xinji have no longer been consolidated into the financial statements of the Group and it has been accounted for as an associate using equity accounting in the Group's consolidated financial statements.

Please refer to the announcements of the Company dated 10 August 2021 and 12 August 2021 and the circular dated 24 September 2021 for details.

In October 2021, Xinyu Steel Chain, Eastern Champion, Xinyu Steel Group, Xinyu Holding, Jiangxi Xingang, entered into the Capital Contribution Agreement, pursuant to which Xinyu Steel Group agreed to contribute RMB30.0 million to Jiangxi Xinji for capital injection. As such, upon completion of the Capital Contribution Agreement, the equity interest in Jiangxi Xinji held by the Company will decrease from 32.04% to 19.70%.

Save as disclosed above, there were no other significant investments held, material acquisitions or disposals of subsidiaries, associates or joint ventures during the nine months ended 31 December 2021.

CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

As at 31 December 2021, save as disclosed above, the Group did not have any other material capital commitments or any material contingent liabilities.

SEGMENT INFORMATION

Segment information of the Group is presented is disclosed in note 4 to the unaudited condensed consolidated quarterly financial statements.

DIVIDENDS

The Board did not recommend a payment of any dividend for the nine months ended 31 December 2021 (2020: nil).

PLEDGE OF ASSETS

As at 31 December 2021, the Group's pledged short-term bank deposits in the amount of approximately HK\$12.2 million, life insurance policy in the amount of HK\$4.8 million and motor vehicles in the amount of approximately HK\$0.7 million were pledged as security for the Group's banking facilities.

附屬公司、聯營公司或合營企業的重大收購及出售(續)

因此，股權轉讓協議完成後，根據GEM上市規則江西新冀不再為本公司的附屬公司，故江西新冀的業績不再綜合入賬至本集團的財務報表，並於本集團的綜合財務報表中使用權益會計法入賬為聯營公司。

詳情請參閱本公司日期為2021年8月10日及2021年8月12日的公佈及日期為2021年9月24日的通函。

於2021年10月，新余鋼鏈、冠東、新鋼集團、新余投控、江西新鋼訂立注資協議，據此新余鋼鐵集團同意向江西新冀注資人民幣三千萬元。因此，注資協議完成後，本公司所持江西新冀權益將從32.04%減至19.70%。

除上文所披露者外，於截至2021年12月31日止九個月，本集團概無持有其他重大投資、附屬公司、聯營公司或合營企業的重大收購或出售。

資本承擔及或然負債

於2021年12月31日，除上文所披露者外，本集團概無任何其他重大資本承擔或任何重大或然負債。

分部資料

本集團的分部資料在未經審核簡明綜合季度財務報表附註4中披露。

股息

董事會不建議派付截至2021年12月31日止九個月的任何股息(2020年：零)。

資產抵押

於2021年12月31日，本集團約12.2百萬港元的已抵押短期銀行存款、金額為4.8百萬港元的人壽保單及金額約為0.7百萬港元的汽車已抵押，以作為本集團銀行融資的抵押品。

Management Discussion and Analysis

管理層討論及分析

USE OF PROCEEDS

As disclosed in the annual report of the Company for the year ended 31 March 2021, the actual net proceeds (the “**Net Proceeds**”) from the Share Offer (after deduction of the underwriting commission and Listing related expenses) were approximately HK\$45.1 million, which was less than the estimated Net Proceeds of approximately HK\$50.9 million as set out in the Prospectus and the allotment results announcement of the Company dated 11 April 2017.

Set out below is the actual use of the Net Proceeds up to 31 December 2021:

所得款項用途

誠如本公司截至2021年3月31日止年度的年報所披露，股份發售實際所得款項淨額（「**所得款項淨額**」）（經扣除包銷佣金及上市相關開支後）約為45.1百萬港元，低於招股章程及本公司日期為2017年4月11日的配股結果公佈所載估計所得款項淨額約50.9百萬港元。

以下載列直至2021年12月31日的所得款項淨額的實際用途：

		Planned use of total Net Proceeds	Approximate percentage of total Net Proceeds	Actual use of Net Proceeds up to 31 December 2021	Unused total Net Proceeds up to 31 December 2021	Expected timeframe for the remaining Net Proceeds (Note 6)
		總所得款項淨額計劃用途	佔總所得款項淨額概約百分比	直至2021年12月31日的所得款項淨額實際用途	直至2021年12月31日的未動用總所得款項淨額	剩餘可動用所得款項淨額預期時間表（附註6）
		HK\$ million 百萬港元	%	HK\$ million 百萬港元	HK\$ million 百萬港元	
Purchase of diesel tank wagons (Note 1)	購買柴油貯槽車（附註1）	7.8	17.3%	5.0	2.8	By 31 March 2022 於2022年 3月31日之前
Purchase of marine diesel oil barge (Note 2)	購買船用柴油駁船（附註2）	14.0	31.0%	8.5	5.5	By 31 March 2022 於2022年 3月31日之前
Further strengthen our manpower (Note 3)	進一步加強人手（附註3）	6.1	13.5%	3.2	2.9	By 31 March 2022 於2022年 3月31日之前
Upgrade of our information technology systems (Note 4)	提升資訊科技及系統（附註4）	3.6	8.0%	0.7	2.9	By 31 March 2022 於2022年 3月31日之前
Working capital necessary for the operation of the new diesel tank wagons and marine bunkering business (Note 5)	營運新柴油貯槽車及海上供油業務所需的營運資金（附註5）	9.1	20.2%	9.1	-	By 31 March 2022 於2022年 3月31日之前
Working capital	營運資金	4.5	10.0%	4.5	-	
Total	合計	45.1	100.0%	31.0	14.1	

Management Discussion and Analysis

管理層討論及分析

USE OF PROCEEDS (Continued)

Notes:

- 1 Three new diesel tank wagons had been purchased and two existing diesel tank wagons had been replaced up to 31 December 2021.
- 2 Marine diesel oil barge had been delivered in November 2017 and had commenced full operation in July 2018.
- 3 The Group has been actively involved in the recruitment and selection of suitable candidates through various means including job advertisements in major newspapers.
- 4 The Group was still in negotiation with the potential suppliers on the requirements and specification of the new office administrative information technology systems.
- 5 The Group contracted with a service company to operate the marine bunkering business.
- 6 The expected timeline for utilising the remaining proceeds is based on the best estimation of the future market condition made by the Group. It will be subject to change based on current and future development of market conditions.

Save as disclosed above, the Group will apply the net proceeds received from the Share Offer in the manners consistent with the proposed applications set out in the section headed "Future Plans and Use of Proceeds" in the Prospectus. The implantation plans for business strategies and use of Net Proceeds as stated in the Prospectus were based on the best estimation and assumption of future market conditions made by the Group at the time of preparing the Prospectus. The Group implemented its business strategies and applied the Net Proceeds based on the actual development of the Group's business and industry, as well as market conditions.

所得款項用途(續)

附註：

- 1 直至2021年12月31日，已購買三部新柴油貯槽車及兩部現有的柴油貯槽車已被取代。
- 2 船用柴油駁船已於2017年11月交付並於2018年7月開始全面運行。
- 3 本集團透過多種方式(包括在各大報章刊登招聘廣告)積極招聘及甄選合適人選。
- 4 本集團仍就新辦公室行政資訊科技系統的要求及規格與潛在供應商進行磋商。
- 5 本集團與服務公司訂立合約以經營海上供油業務。
- 6 可動用剩餘所得款項的預期時間表乃按本集團對未來市況的最佳估計為基礎。其將可根據當前及未來市況發展而產生變化。

除上文所披露者外，本集團將按照與招股章程「未來計劃及所得款項用途」一節所載的擬定用途一致的方式應用從股份發售所收取的所得款項淨額。招股章程所載的業務策略推行計劃及所得款項淨額用途乃基於本集團於編製招股章程時對未來市況作出的最佳估計及假設。本集團根據本集團業務及行業的實際發展以及市況推行其業務策略及應用所得款項淨額。

Management Discussion and Analysis

管理層討論及分析

FINANCIAL ASSETS THROUGH PROFIT AND LOSS

As at 31 December 2020, the Group had disposed all equity it held in a company listed in Bursa Malaysia Berhad. As at 31 December 2020, this investment had recorded a net realised gain of approximately HK\$0.4 million.

As at 31 December 2021, the Group had HK\$4.8 million of key management personnel life insurance with an insurance company.

EMPLOYEES AND REMUNERATION POLICIES

As at 31 December 2021, the Group employed a total of 37 employees (66 employees as at 31 December 2020) including the Directors. For the nine months ended 31 December 2021, total staff costs amounted to approximately HK\$7.3 million (nine months ended 31 December 2020: approximately HK\$9.0 million). Remuneration (including employees' benefits) is maintained within the market level and reviewed on a periodic basis. Employees' salary and relevant benefits are determined on the basis of performance, qualification, experience, positions and the Group's business performance.

ENVIRONMENT POLICIES AND PERFORMANCE

The principal activity of the Group is mainly governed by Hong Kong environmental laws and regulations including the Air Pollution Control Ordinance (Chapter 311 of the Laws of Hong Kong) and the Water Pollution Control Ordinance (Chapter 358 of the Laws of Hong Kong) in Hong Kong. These laws and regulations cover a broad range of environmental matters, including air pollution, noise and gas emissions, leakage of oil products or other hazardous substances. The Group recognises the importance of environmental protection and has implemented various environmental protection measures in order to minimise the operation impact on the environment and natural resources.

透過損益計算金融資產

於2020年12月31日，本集團已出售其所持一間在馬來西亞交易所上市的公司所有股權。於2020年12月31日，此項投資錄得已變現收益淨額約0.4百萬港元。

於2021年12月31日，本集團已向一間保險公司投保主要管理人員人壽保險4.8百萬港元。

僱員及薪酬政策

於2021年12月31日，連董事在內，本集團共聘用37名僱員（於2020年12月31日：66名僱員）。截至2021年12月31日止九個月，總員工成本約為7.3百萬港元（截至2020年12月31日止九個月：約9.0百萬港元）。薪酬（包括僱員福利）維持在市場水平，並會定期檢討。僱員薪金及相關福利乃按其表現、資歷、經驗、職位以及本集團業務表現而釐定。

環境政策及表現

本集團的主要業務在香港主要受香港環保法律及法規規管，包括香港法例第311章空氣污染管制條例及香港法例第358章水污染管制條例。該等法律及法規涵蓋範圍廣泛的環境事務，包括空氣污染、噪音及氣體排放、石油產品洩漏或其他危害物質。本集團認同環境保護的重要性，並已實施多項環境保護措施以將業務對環境及天然資源的影響降至最低。

Management Discussion and Analysis

管理層討論及分析

ENVIRONMENT POLICIES AND PERFORMANCE

(Continued)

The Group will continue to monitor the business operations in order to ensure that it does not have any significant adverse effect on the environment and that the Group's environment protection measures are adequate to ensure compliance with all applicable current Hong Kong laws or regulations.

As at the date of this report, no prosecution, penalty or punishment has been imposed upon the Group for the violation of any environmental laws or regulations.

EVENTS AFTER THE REPORTING PERIOD

As from 31 December 2021 to the date of this report, save as disclosed in this report, the Board is not aware of any significant events requiring disclosure that have occurred.

SIGNIFICANT INVESTMENT, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, AND FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed above, during the nine months ended 31 December 2021, the Group did not have any significant investment, material acquisitions nor disposals of subsidiaries and affiliated companies. The Group currently does not have any other plan for material investments or capital assets.

OTHER INFORMATION

Purchase, Sale or Redemption of the Company's Listed Securities

For the nine months ended 31 December 2021, there has been no purchase, sale or redemption of any Company's listed securities.

環境政策及表現 (續)

本集團將持續監察業務運營，以確保其概無對環境造成任何重大不利影響，而本集團有充足的環境保護措施以確保遵守所有適用現行香港法律或法規。

於本報告日期，本集團概無因違反任何環境法律或法規而遭受檢控、罰款或處罰。

報告期間後事項

於2021年12月31日至本報告日期，除本報告所披露者外，據董事會所知，並無發生任何須予披露的重大事項。

附屬公司的重大投資、重大收購及出售以及有關重大投資或資本資產的未來計劃

除上文所披露者外，於截至2021年12月31日止九個月，本集團的附屬公司及聯屬公司並無任何重大投資、重大收購或出售。本集團目前並無任何其他重大投資或資本資產的計劃。

其他資料

購買、出售或贖回本公司上市證券

截至2021年12月31日止九個月，概無購買、出售或贖回任何本公司上市證券。

Management Discussion and Analysis

管理層討論及分析

OTHER INFORMATION (Continued)

Interests and short positions of Directors and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations

As at 31 December 2021, the interests and short positions of the Directors and the chief executive of the Company in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required (i) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO) or (ii) to be entered into the register required to be kept therein, pursuant to section 352 of the SFO, or (iii) to be notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules relating to securities transactions by Directors to be notified to the Company and the Stock Exchange, were as follows:

其他資料(續)

董事及最高行政人員於本公司及其相聯法團的股份、相關股份及債權證中的權益及淡倉

於2021年12月31日，董事及本公司最高行政人員於本公司或其相聯法團(定義見證券及期貨條例第XV部)的股份、相關股份或債權證中擁有(i)根據證券及期貨條例第XV部第7及8分部須知會本公司及聯交所的權益及淡倉(包括根據證券及期貨條例有關條文被當作或視作擁有的權益及淡倉)或(ii)須列入根據證券及期貨條例第352條須存置的登記冊內的權益及淡倉，或(iii)根據GEM上市規則第5.46條至5.67條有關須知會本公司及聯交所的董事進行證券交易而須知會本公司及聯交所的權益及淡倉如下：

Name of Directors 董事姓名	Capacity/nature of interest 身份／權益性質	Number of shares held 持有股份數量	Percentage of shareholding 持股百分比
Mr. Fong Chun Man 方俊文先生	Interest in a controlled corporation (Note 1) 受控制法團權益(附註1)	504,576,000 (Long position)	50.06%
Ms. Lo Pui Yee 勞佩儀女士	Interest of spouse (Note 2) 配偶權益(附註2)	504,576,000 (Long position)	50.06%

Notes:

- The shares are held by Grand Tycoon Limited, the equity interest of which is owned as to 100% by Mr. Fong Chun Man. Mr. Fong Chun Man is deemed to be interested in all the shares held by Grand Tycoon Limited for the purpose of Part XV of SFO.
- Ms. Lo Pui Yee is the spouse of Mr. Fong Chun Man and is therefore deemed to be interested in all the shares which Mr. Fong Chun Man is interested for the purpose of Part XV of the SFO.

附註：

- 該等股份由宏亨有限公司持有，其全部股權由方俊文先生擁有。就證券及期貨條例第XV部而言，方俊文先生被視為於宏亨有限公司持有之全部股份中擁有權益。
- 勞佩儀女士為方俊文先生之配偶，並因此就證券及期貨條例第XV部而言，被視為於方俊文先生擁有權益之全部股份中擁有權益。

Management Discussion and Analysis

管理層討論及分析

OTHER INFORMATION (Continued)

Interests and short positions of Directors and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations (Continued)

Save as disclosed above, as at 31 December 2021, none of the Directors and the chief executive of the Company has any interests or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required (i) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part V of the SFO (including interests and/or short positions which they were taken or deemed to have under such provisions of the SFO), or (ii) to be entered into the register required to be kept therein, pursuant to section 352 of the SFO, or (iii) to be notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules relating to securities transactions by directors to be notified to the Company and the Stock Exchange.

Interests and short positions of the substantial shareholders and other persons in the shares, underlying shares and debentures of the Company and its associated corporations

As at 31 December 2021, so far as it is known to the Directors, the following persons (not being a Director or chief executive of the Company) had or were deemed to have interests in shares or underlying shares which (i) were recorded in the register required to be kept by the Company under Section 336 of the SFO, or (ii) which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO and the GEM Listing Rules, or (iii) who will be, directly or indirectly, be interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any member of our Group.

其他資料(續)

董事及最高行政人員於本公司及其相聯法團的股份、相關股份及債權證中的權益及淡倉(續)

除上文所披露者外，於2021年12月31日，概無董事及本公司最高行政人員於本公司或其相聯法團(定義見證券及期貨條例第XV部)的股份、相關股份或債權證中擁有(i)根據證券及期貨條例第V部第7及8分部須知會本公司及聯交所的任何權益或淡倉(包括根據證券及期貨條例有關條文被當作或視作擁有的權益及/或淡倉)，或(ii)須列入根據證券及期貨條例第352條須存置的登記冊內的任何權益或淡倉，或(iii)根據GEM上市規則第5.46條至5.67條有關須知會本公司及聯交所的董事進行證券交易而須知會本公司及聯交所的任何權益或淡倉。

主要股東及其他人士於本公司及其相聯法團的股份、相關股份及債權證中的權益及淡倉

於2021年12月31日，據董事所知，下列人士(董事或本公司最高行政人員除外)於股份或相關股份中擁有或被視作擁有(i)須列入於本公司根據證券及期貨條例第336條規定須存置的登記冊的權益，或(ii)根據證券及期貨條例第XV部第2及3分部條文及GEM上市規則而將予以披露的權益，或(iii)將直接或間接於附帶權利可於所有情況下在本集團任何成員公司的股東大會上表決的任何類別股本面值10%或以上中擁有權益。

Name of Shareholders 股東名稱/姓名	Capacity/nature of interest 身份/權益性質	Number of shares held 持有股份數量	Percentage of shareholding 持股百分比
Grand Tycoon Limited	Beneficial owner (Note 1)	504,576,000 (Long position)	50.06%
宏亨有限公司	實益擁有人(附註1)	504,576,000 (好倉)	50.06%

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管理層討論及分析

OTHER INFORMATION (Continued)

Interests and short positions of the substantial shareholders and other persons in the shares, underlying shares and debentures of the Company and its associated corporations (Continued)

Note:

1. The shares are held by Grand Tycoon Limited, the equity interest of which is owned as to 100% by Mr. Fong Chun Man. Mr. Fong Chun Man is deemed to be interested in all the shares held by Grand Tycoon Limited for the purpose of Part XV of SFO.

Save as disclosed above, as at 31 December 2021, the Directors have not been notified by any person who had interests or short positions in the shares, underlying shares or debentures of the Company as recorded in the register required to be kept pursuant to Section 336 of the SFO, or which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO.

Share Option Scheme

The Company has conditionally adopted the share option scheme in which certain eligible participants including, among others, the Directors and employees of the Group may be granted options to subscribe for Shares on 23 March 2017 (the “**Adoption Date**”). The share option scheme became unconditional upon the Listing Date. Under the terms of the Scheme, the Board may, at its discretion, grant options to eligible participants to subscribe for Shares.

No share options were granted since the Adoption Date up to 31 December 2021, and there was no share option outstanding as at 31 December 2021. As at 31 December 2021, the Company had 80,000,000 shares available for issue under the Scheme, representing 10% of the then existing issued share capital of the Company as at the Listing Date.

Directors’ Rights to Acquire Shares and Debentures

Other than the Share Option Scheme, at no time during the nine months ended 31 December 2021 was the Company, any of its holding company, or any of its subsidiaries, a party to any arrangement to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

其他資料(續)

主要股東及其他人士於本公司及其相聯法團的股份、相關股份及債權證中的權益及淡倉(續)

附註：

1. 該等股份由宏亨有限公司持有，其全部股權由方俊文先生擁有。就證券及期貨條例第XV部而言，方俊文先生被視為於宏亨有限公司擁有之全部股份中擁有權益。

除上文披露者外，於2021年12月31日，概無任何人士已知會董事於本公司股份、相關股份或債權證中擁有須列入根據證券及期貨條例第336條須存置的登記冊之權益或淡倉，或根據證券及期貨條例第XV部第2及3分部條文須予披露之權益或淡倉。

購股權計劃

本公司已於2017年3月23日(「**採納日期**」)有條件採納購股權計劃，其中若干合資格參與者(其中包括董事及本集團僱員)可能獲授購股權以認購股份。購股權計劃於上市日期後成為無條件。根據該計劃的條款，董事會可酌情向合資格參與者授予購股權以認購股份。

自採納日期起直至2021年12月31日，概無授出任何購股權，而於2021年12月31日亦無任何購股權尚未行使。於2021年12月31日，本公司根據該計劃擁有80,000,000股股份可供發行，佔本公司於上市日期的當時現有已發行股本10%。

董事購買股份及債權證的權利

除購股權計劃外，截至2021年12月31日止九個月，本公司、其任何控股公司或其任何附屬公司概無訂立任何安排令董事可透過購入本公司或任何其他法人團體的股份或債權證而獲益。

Management Discussion and Analysis

管理層討論及分析

OTHER INFORMATION (Continued)

Competing Interests

The Directors confirm that none of the controlling shareholders of the Company or the Directors and their respective close associates (as defined in the GEM Listing Rules) is interested in any business apart from the business operated by the Group which competes or is likely to compete, directly or indirectly, with the Group's business during the Reporting Period and up to the date of this report.

Audit Committee

The Company has established the Audit Committee on 23 March 2017 in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules and with written terms of reference amended and restated with effect from 1 January 2019 in compliance with the Corporate Governance Code set out in Appendix 15 of the GEM Listing Rules. The full terms of reference setting out details of the authority, duties and responsibilities of the Audit Committee is available on both the GEM website and the Company's website. The audit committee comprises three independent non-executive Directors, namely Mr. Chui Chi Yun, Robert, Mr. Wang Anyuan and Mr. Kwong Yuk Lap. Mr. Chui Chi Yun, Robert is the Chairman of the Audit Committee and he holds the appropriate professional qualifications as required under Rules 5.05(2) and 5.28 of the GEM Listing Rules.

The primary duties of the Audit Committee are to assist the Board by providing an independent view of the effectiveness of the Company's internal control and risk management system, overseeing the balance, transparency and integrity of the Company's financial statements and the application of financial reporting principles, reviewing the relationship with the external auditor and its independence assessment and the adequacy of resources, qualifications and experience of the Company's accounting staff, their training programs and budget.

The unaudited condensed consolidated financial statements of the Group for the nine months ended 31 December 2021 had been reviewed by the Audit Committee, which was of the opinion that the unaudited condensed consolidated financial statements have been prepared in compliance with the applicable accounting standards and the GEM Listing Rules, and that adequate disclosures have been made.

其他資料(續)

競爭權益

董事確認，於報告期間及直至本報告日期，概無本公司控股股東或董事及彼等各自之緊密聯繫人(定義見GEM上市規則)於與本集團業務直接或間接構成競爭或可能構成競爭之任何業務(本集團所營運之業務除外)中擁有權益。

審核委員會

本公司已於2017年3月23日根據GEM上市規則第5.28至5.29條成立審核委員會，並根據GEM上市規則附錄15所載的企業管治守則備有書面職權範圍，自2019年1月1日起經修訂及重列。載有審核委員會的職權、職責及責任詳情的全部職權範圍可於GEM網站及本公司網站查閱。審核委員會由三名獨立非執行董事崔志仁先生、王安元先生及鄭旭立先生組成。崔志仁先生為審核委員會主席並持有GEM上市規則第5.05(2)及5.28條所規定的合適專業資格。

審核委員會的主要職責為透過就以下事項向董事會提供獨立意見，為董事會提供協助：本公司內部監控及風險管理系統的成效，監督本公司財務報表的收支、透明度及完整性以及財務報告原則的應用、審閱與外部核數師的關係及其獨立性評估以及本公司會計人員的資源、資格和經驗的充足性、其培訓計劃及預算。

本集團截至2021年12月31日止九個月的未經審核簡明綜合財務報表已由審核委員會審閱，其認為未經審核簡明綜合財務報表已按照適用會計準則及GEM上市規則編製，並已作出充足披露。

Management Discussion and Analysis

管理層討論及分析

OTHER INFORMATION (Continued)

Nomination Committee

The Company established a nomination committee (the “**Nomination Committee**”) on 23 March 2017 which comprised Mr. Fong Chun Man and two independent non-executive Directors, namely Mr. Kwong Yuk Lap and Mr. Chui Chi Yun, Robert. Mr. Kwong Yuk Lap is the Chairman of the Nomination Committee. The written terms of reference are amended and restated with effect from 1 January 2019.

The primary function of the Nomination Committee is to review the policy concerning diversity of board members and the structure, size and composition of the Board on regular basis and disclose such policy, including any measurable objectives that the Committee has set for implementing the policy and progress on achieving those objectives, pursuant to the GEM Listing Rules (including disclosure in the Company’s corporate governance report as appropriate); identify individuals suitably qualified to become Board members; assess the independence of independent non-executive Directors; and make recommendations to the Board on relevant matters relating to the appointment or re-appointment of Directors. The full terms of reference setting out details of the authority, duties and responsibilities of the Nomination Committee is available on both the GEM website and the Company’s website.

Pursuant to the terms of reference of the Nomination Committee, meeting shall be held at least once a year and additional meetings should be held if the committee shall so request.

The Nomination Committee has reviewed the structure, size and composition of the Board and the Policy as well as discussing matters regarding the retirement and re-election of Directors.

Remuneration Committee

The Company established a remuneration committee (the “**Remuneration Committee**”) on 23 March 2017 in compliance with Appendix 15 of the GEM Listing Rules, which comprised two independent non-executive Directors, namely Mr. Wang Anyuan and Mr. Chui Chi Yun, Robert together with Mr. Fong Chun Man. Mr. Wang Anyuan is the Chairman of the Remuneration Committee.

The primary duties of the Remuneration Committee are to make recommendation to the Board on the overall remuneration policy and structure relating to all Directors and senior management of the Group, review and approve the management’s remuneration proposals, and ensure none of the Directors determine their own remuneration.

The full terms of reference setting out details of duties of the Remuneration Committee is available on both the GEM website and the Company’s website.

其他資料(續)

提名委員會

本公司於2017年3月23日成立提名委員會(「**提名委員會**」)，由方俊文先生以及兩名獨立非執行董事鄭旭立先生及崔志仁先生組成。鄭旭立先生為提名委員會主席。書面職權範圍自2019年1月1日起經修訂及重列。

提名委員會的主要職責為定期檢討有關董事會成員組合多元化以及董事會架構、規模及組成的政策，並根據GEM上市規則披露該政策(包括適時在本公司的企業管治報告內披露資料)，當中包括委員會為落實該政策而制定的任何可衡量目標及達致該等目標的進度；物色適合且合資格成為董事會成員人選；評核獨立非執行董事的獨立性；以及就有關董事委聘或續聘的相關事宜向董事會提供推薦意見。載列提名委員會的職權、職責及責任的全部職權範圍詳情可於GEM網站及本公司網站查閱。

根據提名委員會的職權範圍，每年應至少舉行一次會議，並應按委員會的要求舉行其他會議。

提名委員會已檢討董事會架構、規模及組成以及政策，並討論有關董事退任及重選的事宜。

薪酬委員會

本公司於2017年3月23日根據GEM上市規則附錄15成立薪酬委員會(「**薪酬委員會**」)，由兩名獨立非執行董事王安元先生及崔志仁先生與方俊文先生組成。王安元先生為薪酬委員會主席。

薪酬委員會的主要職責為就本集團全體董事及高級管理層的整體薪酬政策及架構向董事會作出推薦意見；審閱及批准管理層薪酬建議；及確保董事概無自行釐定薪酬。

載列薪酬委員會職責詳情的全部職權範圍可於GEM網站及本公司網站查閱。

Management Discussion and Analysis

管理層討論及分析

OTHER INFORMATION (Continued)

Remuneration Committee (Continued)

The Remuneration Committee determines Directors' remuneration by reference to the benchmarking of the market. The Company also looks into individual Director's competence, duties, responsibilities, performance and the results of the Group in determining the exact level of remuneration for each Director.

Pursuant to the terms of reference of the Remuneration Committee, meeting shall be held at least once a year and additional meetings should be held if the committee shall so request.

Directors' Securities Transactions

The Company adopted a code of conduct regarding directors' securities transactions on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiries of all Directors, the Company confirms that all of the Directors complied with such required standard of dealings and its code of conduct regarding directors' securities transactions as at the date of this report.

Corporate Governance

The Company is firmly committed to maintaining and ensuring a high level of corporate governance standards and will review and improve the corporate governance practices and standards constantly. During the nine months ended 31 December 2021, the Company has complied with the code provisions set out in the Corporate Governance Code contained in Appendix 15 of the GEM Listing Rules.

On behalf of the Board
F8 Enterprises (Holdings) Group Limited
Mr. Fong Chun Man
Chairman and executive Director

Hong Kong, 8 February 2022

As at the date of this report, the chairman and the executive Director of the Company is Mr. FONG Chun Man, the executive Directors of the Company are Ms. LO Pui Yee and Mr. CHAN Chi Fai; and the independent non-executive Directors of the Company are Mr. CHUI Chi Yun, Robert, Mr. KWONG Yuk Lap and Mr. WANG Anyuan.

This report will remain on the GEM website at www.hkgem.com on the "Latest Company Announcements" page for at least 7 days from the date of its posting and on the Company's website at www.f8.com.hk.

其他資料(續)

薪酬委員會(續)

薪酬委員會透過參考市場基準釐定董事薪酬。本公司亦考慮董事個人能力、職責、責任、表現及本集團之業績釐定各董事之確切薪酬水平。

根據薪酬委員會的職權範圍，每年應至少舉行一次會議，並應按委員會的要求舉行額外會議。

董事的證券交易

本公司採納了董事進行證券交易的行為守則，其條款嚴謹程度不遜於GEM上市規則第5.48至5.67條所載的規定交易標準。向全體董事作出具體查詢後，本公司確認，所有董事於本報告日期均已遵守規定交易標準及本公司有關董事進行證券交易的行為守則。

企業管治

本公司致力維持及確保高水平的企業管治標準，並會不斷檢討及改善企業管治常規及標準。本公司於截至2021年12月31日止九個月一直遵守GEM上市規則附錄15所載企業管治守則的守則條文。

承董事會命
F8企業(控股)集團有限公司
主席兼執行董事
方俊文先生

香港，2022年2月8日

於本報告日期，本公司主席兼執行董事為方俊文先生，本公司執行董事為勞佩儀女士及陳志輝先生，以及本公司獨立非執行董事為崔志仁先生、鄭旭立先生及王安元先生。

本報告將由刊登日期起計最少一連7日於GEM網站www.hkgem.com的「最新公司公告」網頁及於本公司網站www.f8.com.hk刊登。

F8 Enterprises (Holdings) Group Limited
F8 企業(控股)集團有限公司