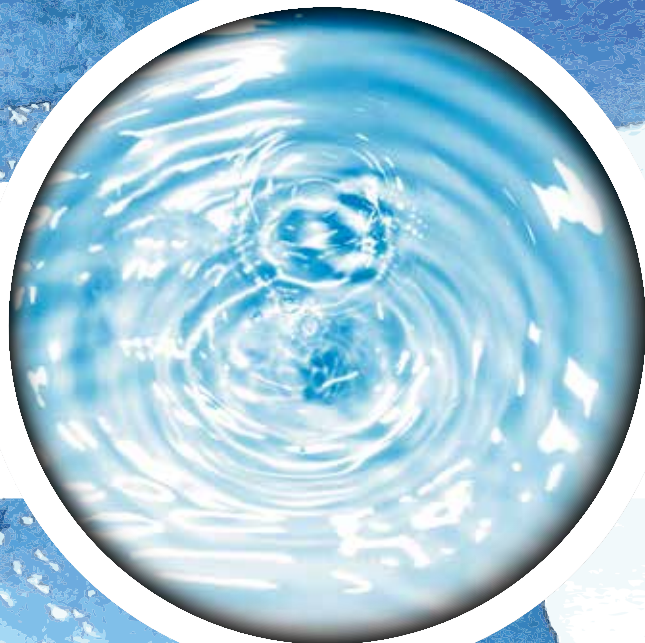


FIRST  
QUARTERLY  
REPORT 2022



**Hao Bai International (Cayman) Limited**  
**浩柏國際（開曼）有限公司**

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8431)

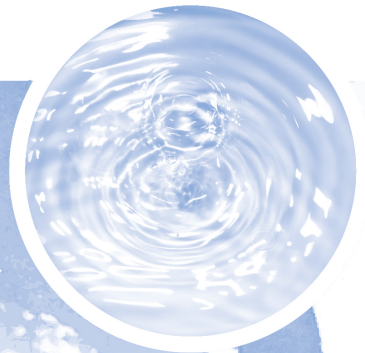
## **CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)**

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

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

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*This report, for which the directors (the “Directors”) of Hao Bai International (Cayman) Limited (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “GEM Listing Rules”) for the purpose of giving information with regard to the Company and its subsidiaries (collectively, 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, and there are no other matters the omission of which would make any statement herein or this report misleading.*



## QUARTERLY FINANCIAL RESULTS

The board of Directors (the “Board”) of the Company is pleased to announce the unaudited condensed consolidated results of the Group for the three months ended 30 June 2022 (the “Reporting Period”) as follows. The unaudited condensed consolidated results of the Group for the three months ended 30 June 2022 have been reviewed by the audit committee of the Company (the “Audit Committee”).

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended 30 June 2022

	NOTES	Three months ended 30 June	
		2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Revenue	3	7,618	1,745
Cost of services		(4,291)	(1,324)
Gross profit		3,327	421
Other income		–	24
Administrative expenses		(4,060)	(4,002)
Finance costs		(86)	(227)
Loss before income tax	4	(819)	(3,784)
Income tax expenses	5	–	–
Loss and total comprehensive expenses for the period		(819)	(3,784)
Loss per share, basic and diluted (HK cents)	7	(0.06)	(0.29)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 30 June 2022

	Share capital <i>HK\$'000</i>	Share premium <i>HK\$'000</i>	Other reserve <i>HK\$'000</i>	Accumulated losses <i>HK\$'000</i>	Total <i>HK\$'000</i>
<b>For the three months ended 30 June 2022</b>					
As at 1 April 2022 (Audited)	13,000	81,096	(16,790)	(60,238)	17,068
Issuance of new shares	2,600	-	-	-	-
Loss and total comprehensive expenses for the period	-	-	1,080	(810)	270
As at 30 June 2022 (Unaudited)	<b>15,600</b>	<b>81,096</b>	<b>15,710</b>	<b>61,048</b>	<b>17,338</b>
<b>For the three months ended 30 June 2021</b>					
As at 1 April 2021 (Audited)	13,000	81,096	(16,790)	(29,808)	47,498
Loss and total comprehensive expenses for the period	-	-	-	(3,784)	(3,784)
As at 30 June 2021 (Unaudited)	<b>13,000</b>	<b>81,096</b>	<b>(16,790)</b>	<b>(33,592)</b>	<b>43,714</b>

# NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION

*For the three months ended 30 June 2022*

## 1. General

Hao Bai International (Cayman) Limited (the "Company") is an exempted company with limited liability incorporated in the Cayman Islands and its shares are listed on GEM of The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The directors of the Company consider the Company's immediate and ultimate holding company is Harmony Asia International Limited, a company incorporated in Samoa. The Company's registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The address of its principal place of business in Hong Kong is located at Unit 1B, 10/F, Elite Industrial Centre, No. 883 Cheung Sha Wan Road, Kowloon, Hong Kong.

The principal activity of the Company is investment holding and the Company together with its subsidiaries (the "Group") are principally engaged in provision of design, procurement and installation services of water circulation systems.

## 2. (a) Principal Accounting Policies

The unaudited condensed consolidated financial information has been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs"), which collective term includes all applicable individual HKFRSs, Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the HKICPA and accounting principles generally accepted in Hong Kong. The unaudited condensed consolidated financial information also complies with the disclosure requirements of the Hong Kong Companies Ordinance and the applicable disclosure requirements under the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "GEM Listing Rules").

The unaudited condensed consolidated financial information is presented in Hong Kong Dollar ("HK\$"), which is also the functional currency of the Company and all amounts have been rounded to the nearest thousand (HK\$'000), unless otherwise indicated.

The unaudited condensed consolidated financial information has been prepared on a basis consistent with the accounting policies adopted in the Group's annual consolidated financial statements for the year ended 31 March 2022. The application of the new and amendments to HKFRSs in the current period has had no material impact on the Group's financial performance and positions for the current and prior periods and/or on the disclosures set out in the unaudited condensed consolidated financial information.

The Group has not early applied the new and revised HKFRSs that have been issued but are not yet effective.

The unaudited condensed financial information has not been audited by the Company's external auditor, but has been reviewed by the Audit Committee of the Company.



**2. (b) Basis of measurement and going concern assumption**

The directors of the Company have been proactively taking steps to improve the liquidity position of the Group. These steps include:

- (i) Explore fund-raising activities such as placing or share subscription to meet its repayment obligations;
- (ii) Look for investment opportunities in Hong Kong and mainland China with the aim of improving short or long term cash flows of the Group;
- (iii) Consider other financing arrangements and fund raising alternatives with a view to increase the Group's capitalisation/equity and to support the continuing growth of the Company;
- (iv) Negotiate with banks for renewing banking facilities. Based on the latest communications with the banks, the directors of the Company are not aware of any intention of the banks to withdraw their bank facilities or require early repayment of the loans; and
- (v) Implement stronger measures to improve the working capital and cash flows of the Group, including closely monitoring the incurrence of general operating expenses.

Provided that the above-mentioned plans can be successfully achieved, the Directors of the Company are satisfied that the Group will be able to meet its financial obligations as and when they fall due for the foreseeable future. Accordingly, the first quarterly financial statements have been prepared on a going concern basis.

### 3. Revenue and Segment Information

The executive directors of the Company, who have been identified as the chief operating decision makers review the Group's internal reports in order to assess performance and allocate resources.

Based on the products and services offered by the Group to the customers, the executive directors of the Company consider that the operating segments are as follows:

- Management contracting services – provision of design, procurement and installation services of the water circulation systems
- Consultancy services – provision of consultancy services on water circulation systems
- Maintenance services – provision of maintenance and repair services for water circulation systems and replacement of parts

	Three months ended 30 June	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Revenue from management contracting services in Hong Kong	3,332	1,745
Revenue from management contracting services in mainland China	4,286	–
	<b>7,618</b>	<b>1,745</b>

All revenue generated by the Group during the three months ended 30 June 2022 and 2021 was from contracts with customers within HKFRS 15, recognised over time and/or with fixed type of transaction price.

#### 4. Loss before Income Tax

	Three months ended 30 June	
	2022	2021
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
This is stated after charging:		
<b>Staff costs and related expenses (including directors' remuneration)</b>		
Directors' emoluments ( <i>Note (a)</i> )	792	733
Salaries, allowances and other benefits	2,413	1,344
Discretionary bonus	–	3
Contributions to defined contribution plans	32	64
	<b>3,237</b>	2,144
Less: Amount included in cost of services	<b>(1,585)</b>	(316)
	<b>1,652</b>	1,828
<b>Other items</b>		
Auditor's remuneration	36	120
Contract costs relating to management contracting services recognised as expenses ( <i>Note (b)</i> )	1,773	1,324
Depreciation of property, plant and equipment	30	33
Depreciation of right-of-use assets	64	127
Lease payment recognised under short-term lease	–	–

#### Notes:

- (a) The executive directors of the Company, Mr. Nam Ho Kwan, Mr. Ng Wan Lok and Ms. Wong Wing Hung will continue to waive 20% of their remuneration until further notice.
- (b) Contract costs included approximately HK\$1,919,392 (for the three months ended 30 June 2021: approximately HK\$385,500) and approximately HK\$1,585,429 (for the three months ended 30 June 2021: approximately HK\$316,000) relating to the consumables goods and staff cost respectively which the staff cost is also included in the amounts disclosed separately above.



## 5. Income Tax Expenses

The group entities established in the Cayman Islands, Samoa and the BVI are exempted from income tax.

Hong Kong Profits Tax has not been provided as the Group incurred a loss for taxation purposes during the three months ended 30 June 2022.

Pursuant to tax incentive approved under Section 20 of Decree Law No. 9/2014, Macau Complementary Tax is levied at a fixed rate of 12% (2021: 12%) on the taxable income above Macau Pataca ("MOP") 600,000.

## 6. Dividend

The directors of the Company did not declare or propose any dividend for the three months ended 30 June 2022 (for the three months ended 30 June 2021: Nil).

## 7. Loss per Share

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

	Three months ended 30 June	
	2022 HK\$'000 (Unaudited)	2021 HK\$'000 (Unaudited)
Loss for the period attributable to the owners of the Company, used in basic and diluted loss per share calculation	<b>(819)</b>	(3,784)
	<b>Number of shares</b>	
	<b>'000</b>	<b>'000</b>
Weighted average number of ordinary shares for basic and diluted loss per share calculation	<b>1,560,000</b>	1,300,000

Diluted loss per share is the same as the basic loss per share as there are no dilutive potential ordinary shares in existence during the three months ended 30 June 2022 and 2021.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Business Review and Outlook

The Group is a Hong Kong-based contractor specialised in design, procurement and installation services of water circulation systems, including swimming pools, water fountains and water curtains, etc. We provide services mainly to developers, main contractors and subcontractors in various private residential projects and hotel, casino, shopping and recreation complex projects in Hong Kong and Macau. Our services are mainly categorised as (i) management contracting services – design, procurement and installation of water circulation systems, (ii) consultancy services – provision of consultancy services on water circulation systems and (iii) maintenance services – provision of maintenance and repair services for water circulation systems.

The outlook for 2022/2023 is going to be challenging for the Group. Despite the impact the pandemic has had on the industry, the situation in Hong Kong has improved recently. The Board believes that the existing policies and systems developed by the newly elected HKSAR government is more than equipped to deal with any future and potential outbreaks of the virus within the community and is optimistic for the future of the industry and for Hong Kong.

It is expected that the Group will continue to face challenges such as high labour cost and shortage of experienced labour, while trying to win new projects at the same time. Although the Directors remain confident in the long term business outlook of Hong Kong, mainland China and Macau and also the performance of the Group, the financial results of the Group in the next nine months may potentially be affected as a result of the adversities.

The Company will continue to review its existing business on a regular basis and is committed to improve the business operations and financial position of the Group, while trying to identify potential business and investment opportunities to expand its source of income.

The Group has started to see the positive results of doing business in mainland China while it intends to expand its business operations into the Greater Bay Area (GBA) while continuing to participate in the tendering process with various construction or property development companies in Hong Kong. The Company's management team will spend more time in the GBA to proactively target certain companies for joint venture, business collaboration and investment opportunities.

The Group forecasts to have approximately over HK\$30 million of revenue recognised within the next 18 to 21 months based on the 4 current management contracting projects. Furthermore, we will explore funding sources to enhance the financial position of the Company. The Group will continue, in the best interests of the Company and the Shareholders as a whole, endeavor fund-raising alternatives to strengthen the capital base and support the continuing growth of the Company.

The Directors will also evaluate its business strategies on a regular basis while any potential business opportunities will be discussed and reviewed internally. Business decisions are made in the view of improving the Group's long term potential growth while we will continue to leverage our network to enhance our financial positions for our shareholders and stakeholders.

Overall, the Board considered that the Company has a viable and sustainable business with a sufficient level of operations and assets to support its operations to meet requirement of the GEM Listing Rules.

## **Financial Review**

### ***Revenue***

Our total revenue increased by approximately HK\$5.9 million or 337% from approximately HK\$1.7 million for the three months ended 30 June 2021 to approximately HK\$7.6 million for the three months ended 30 June 2022.

Increase in revenue was mainly due to the Company (a) being able to recognise HK\$3.3 million of income generated from its current projects in Hong Kong; and (b) has started to recognise income (56.3% of total revenue) from its projects/investment in mainland China.

### ***Cost of services***

The Group's cost of services mainly consists of (i) consumables; (ii) sub-contracting fees; (iii) staff costs; (iv) consulting fees; (v) labour cost; and (vi) other expenses.

Our cost of services increased by approximately HK\$2.9 million or 224% from approximately HK\$1.3 million for the three months ended 30 June 2021 to approximately HK\$4.2 million for the three months ended 30 June 2022. While the Group has managed to reduce the cost in consumables, sub-contracting fees, project costs and labour salaries for the three months ended 30 June 2022, increase in cost of services was due to the Group recognising costs from the projects/investment in mainland China the first time.

### ***Gross profit and gross profit margin***

Our gross profit increased by approximately HK\$2.9 million or 690% from approximately HK\$0.4 million for the three months ended 30 June 2021 to approximately HK\$3.3 million for the three months ended 30 June 2022. Such increase was primarily attributable to the increase in revenue as discussed above.

Our gross profit margin increased from approximately 24.1% for the three months ended 30 June 2021 to approximately 43.7% for the three months ended 30 June 2022. The increase was mainly due to management's effort to reduce material and subcontract costs for the current projects.

### ***Other income***

Our other income decreased from approximately HK\$0.02 million for the three months ended 30 June 2021 to no other income for the three months ended 30 June 2022.

### ***Administrative expenses***

Our administrative expenses increased by approximately HK\$0.06 million or 1.4% from approximately HK\$4.0 million for the three months ended 30 June 2021 to approximately HK\$4.1 million for the three months ended 30 June 2022.

### ***Finance costs***

Our finance costs decreased by approximately HK\$0.1 million or 62.1% from approximately HK\$0.2 million for the three months ended 30 June 2021 to approximately HK\$0.08 million for the three months ended 30 June 2022.

### ***Income tax expenses***

For the three months ended 30 June 2022 and 30 June 2021, there were no assessable profits in Hong Kong and Macau and as a result, no income tax expenses were provided for.

### ***Net loss***

The Company recorded a net loss of approximately HK\$0.8 million for the three months ended 30 June 2022 as compared to a net loss of approximately HK\$3.8 million for the three months ended 30 June 2021.

### ***Contingent liabilities***

As at 30 June 2022 and 2021, the Group did not have any significant contingent liabilities.

### **Dividend**

No dividend was declared or proposed by the Board for the three months ended 30 June 2022 and 2021.

### **Foreign currency exposure**

Since the Company's business activities are mainly operated in Hong Kong, mainland China and Macau, and the relevant transactions are denominated in Hong Kong dollars and Renminbi, the Directors consider that the Company's risk in foreign exchange is insignificant.

### **Events after the Reporting Period**

The Board is not aware of any significant events subsequent to 30 June 2022 which would materially affect the Group's operating and financial performance except on 13 July 2022, 57,000,000 of share options were being exercised at an exercise price of HK\$0.0342 per share. This resulted the Company's number of issued shares increased from 1,560,000,000 to 1,617,000,000 as of 13 July 2022.

## DISCLOSURE OF INTERESTS

### (i) Directors' and Chief Executives' Interest and Short Position in the Shares, Underlying Shares or Debentures

So far as the Director are aware, as at 30 June 2022, the interests and short positions of the Directors and chief executive of the Company in shares of the Company (the "Shares"), underlying Shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities of Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO"), which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including the interests or short positions which any such director or chief executive was taken or deemed to have under such provision of the SFO) or which were required pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to standard of dealings by Directors referred in Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange were as follows:

<b>Name of Director</b>	<b>Capacity/ Nature of Interest</b>	<b>Number of the Shares held/ interested in</b>	<b>Long/short position</b>	<b>Percentage of Shareholding</b>
Mr. Nam Ho Kwan (Note)	Interest in controlled corporation	652,290,000	Long position	41.81%

*Note:* Mr. Nam owns the entire issued share capital of Harmony Asia International Limited ("Harmony Asia International") and is deemed, or taken to be, interested in the same number of the Shares held by Harmony Asia International for the purpose of the SFO. Mr. Nam is the Chairman of the Board and Chief Executive Officer and one of the controlling shareholders of the Company. These Shares were pledged to Prudential Brokerage Limited on 14 September 2020.

Save as disclosed above, as at 30 June 2022, none of the Directors nor chief executive of the Company has registered an interest and short position in the Shares, underlying Shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) (i) which were required to be notified to the Company and the Stock Exchange pursuant to Division 7 and 8 of Part XV of the SFO (including interests or short positions which were taken or deemed to have under such provisions of the SFO); or (ii) which were required to be notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules.



(ii) **Substantial Shareholders' and Other Persons' Interest and Short Position in Shares, Underlying Shares or Debentures**

So far as the Directors are aware, as at 30 June 2022, the following persons/entities had or deemed to taken to have an interest or short position in the Shares, underlying Shares or debentures which were recorded in the register of interests required to be kept by the Company 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 and the GEM Listing Rules.

<b>Name of Shareholder</b>	<b>Capacity/ Nature of Interest</b>	<b>Number of the Shares held/ interested in</b>	<b>Long/short position</b>	<b>Percentage of Shareholding</b>
Harmony Asia International	Beneficial owner <i>(Note)</i>	652,290,000	Long position	41.81%
Mr. Nam Ho Kwan	Interest in controlled corporation <i>(Note)</i>	652,290,000	Long position	41.81%
Prudential Brokerage Limited	Person having security interest in shares	652,290,000	Long position	41.81%
Mr. Sung Chenglei	Beneficial owner	260,000,000	Long position	16.67%
Ms. Chen Mingxia	Beneficial owner	243,750,000	Long position	15.63%

*Note:* Harmony Asia International is a company incorporated in Samoa which is wholly-owned by Mr. Nam. Therefore, Mr. Nam is deemed to be interested in all Shares held by Harmony Asia International. These Shares were pledged to Prudential Brokerage Limited on 14 September 2020.

Save as disclosed above, as at 30 June 2022, no person/entities had notified the Company of an interest or short position in the Shares, underlying Shares or debentures of the Company that was required to be recorded in the register required to be kept by the Company 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 share option scheme was adopted by the Company on 12 May 2017 in which 130,000,000 of share options were granted on 27 April 2022. For further details, please refer to the Company's announcement dated 27 April 2022.

## **DIRECTORS' RIGHTS TO ACQUIRE SHARES**

Apart from the Share Option Scheme, at no time during the three months ended 30 June 2022 was the Company or any of its associated corporation a party to any arrangement to enable the Directors to acquire benefits by means of acquisition of the Shares in, or debentures of, the Company or any other body corporate, and none of the Directors, or their spouses or children under the age of 18, had any right to subscribe for the Shares in, or debentures of, the Company, or had exercised any such rights.

## **USE OF PROCEEDS FROM LISTING**

The Shares were listed on GEM on 26 May 2017 pursuant to the initial public offering of the Company. The net proceeds from the Listing (after deducting the underwriting fees and expenses related to the Listing) of a total of approximately HK\$38.0 million would be used for the intended purposes as set out in the section headed "Future Plans and Use of Proceeds" of the Prospectus. To cope with the increasingly challenging external business environment, the Board resolved to change and re-allocate the uses of the unutilised net proceeds. For more details including the reasons and benefits for the said change, please refer to the announcement of the Company dated 18 September 2020 (the "Announcement"). As at 30 June 2022, the Group had fully utilised the net proceeds from the Listing.

## **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY**

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities for the three months ended 30 June 2022.

## **CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Group has adopted a code of conduct regarding securities transactions by the Directors 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. The Company has also made specific enquiry of all the Directors and the Company was not aware of any non-compliance with the required standard of dealings regarding securities transactions by the Directors during the Reporting Period.

## **CORPORATE GOVERNANCE PRACTICE**

The Directors and the management of the Group recognise the importance of sound corporate governance to the long-term success and continuing development of the Group. Therefore, the Board is committed to upholding good corporate standards and procedures, so as to improve the accountability system and transparency of the Group, protect the interests and create value for shareholders of the Company.

During the Reporting Period, the Company has adopted and complied with, where applicable, the Corporate Governance Code (“CG Code”) set out in Appendix 15 of the GEM Listing Rules to ensure that the Group’s business activities and decision-making processes are regulated in a proper and prudent manner, except for code provisions mentioned below.

Pursuant the code provision A.2.1 of the CG Code, the role of chairman and chief executive should be separate and should not be performed by the same individual. Mr. Nam Ho Kwan is currently the Chairman of the Board and the Chief Executive Officer, responsible for formulating the overall business development strategy and planning of the Group. In view of that, Mr. Nam has been responsible for the overall management of the Group since its inception, the Board believes that it is in the best interest of the Group to have Mr. Nam taking up both roles for effective management and business development.

Save as disclosed above, the Board is pleased to report compliance with all applicable code provisions of the CG Code during the Reporting Period.

## **COMPETING INTERESTS**

The Directors are not aware of any business or interest of the Directors nor the controlling shareholder of the Company nor any of their respective close associate (as defined in the GEM Listing Rules) that compete or may compete with the business of the Group and any other conflicts of interests which any such person has or may have with the Group for the three months ended 30 June 2022.

## **AUDIT COMMITTEE**

The Group has established an Audit Committee pursuant to a resolution of the Board passed on 19 January 2017 in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules and paragraph C.3.3 and C.3.7 of the Corporate Governance Code as set out in Appendix 15 to the GEM Listing Rules. The primary duties of the Audit Committee are to make recommendations to the Board on appointment or re-appointment and removal of external auditor; review financial statements of the Company and judgments in respect of financial reporting; and oversee the effectiveness of the procedures of the risk management and internal control procedures of the Group.

The Audit Committee consists of three independent non-executive Directors being Mr. Ng Kam Tsun (“Mr. Ng”), Mr. Ma Meng (“Mr. Ma”) and Mr. Li Ruyi (“Mr. Li”). Mr. Ng was appointed as the chairman of the Audit Committee on 30 September 2021, while Mr. Ma and Mr. Li were appointed as members of the Audit Committee on 3 January 2022 and 7 January 2022 respectively.

The unaudited condensed consolidated results of the Group for the three months ended 30 June 2022 has been reviewed by the Audit Committee, which was of the opinion that the unaudited condensed consolidated results have been prepared in compliance with the applicable accounting standards and the GEM Listing Rules, and that adequate disclosures have been made.

## **APPRECIATION**

On behalf of the Board, I would like to express my sincerest gratitude to our valued customers, subcontractors, business partners and shareholders for their persistent support, while also expressing my appreciation to the management team and employees for their valuable contribution to the development of the Group.

By order of the Board

**Hao Bai International (Cayman) Limited**  
**Nam Ho Kwan**

*Chairman and Chief Executive Officer*

Hong Kong, 31 August 2022

*As at the date of this report, the executive Directors are Mr. Nam Ho Kwan, Mr. Ng Wan Lok, Ms. Wong Wing Hung and Mr. Wang Xinliang; and the independent non-executive Directors are Mr. Ng Kam Tsun, Mr. Ma Meng and Mr. Li Ruyi.*