



HOSA INTERNATIONAL LIMITED
浩沙國際有限公司

(Incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立之有限公司)

Stock Code 股份代號 : 02200

2017
INTERIM REPORT
中期報告

CONTENTS 目錄

Corporate Information 公司資料	2
Financial Highlights 財務摘要	4
Chairman's Statement 董事長報告書	6
Management Discussion and Analysis 管理層討論及分析	10
Report of the Directors 董事會報告	27
Financial Section 財務部分	37

Corporate Information

公司資料

BOARD OF DIRECTORS

Executive Directors

Mr. Shi Hongliu (*Chairman*)

Mr. Shi Hongyan (*Vice Chairman and Chief Executive Officer*)

Mr. Shi Zhixiong

Mr. Lui Wai Ming (*Chief Financial Officer*)

Independent Non-Executive Directors

Ms. Ko Yuk Lan

Mr. Yao Ge

Mr. He Wenyi

BOARD COMMITTEES

Audit Committee

Ms. Ko Yuk Lan (*Chairlady*)

Mr. Yao Ge

Mr. He Wenyi

Nomination Committee

Mr. Yao Ge (*Chairman*)

Mr. He Wenyi

Mr. Shi Hongyan

Remuneration Committee

Mr. Yao Ge (*Chairman*)

Mr. He Wenyi

Mr. Shi Zhixiong

Risk Management Committee

Mr. Shi Hongliu (*Chairman*)

Mr. Shi Hongyan

Mr. Shi Zhixiong

Mr. Lui Wai Ming

REGISTERED OFFICE

Cricket Square

Hutchins Drive

P.O. Box 2681

Grand Cayman KY1-1111

Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 1902, 19/F

Far East Finance Centre

16 Harcourt Road

Hong Kong

AUTHORIZED REPRESENTATIVES

Mr. Shi Hongliu

Mr. Chiu Ming King

董事會

執行董事

施洪流先生(董事長)

施鴻雁先生(副董事長及行政總裁)

施志雄先生

雷偉銘先生(首席財務官)

獨立非執行董事

高玉蘭女士

姚戈先生

何文義先生

董事委員會

審計委員會

高玉蘭女士(主席)

姚戈先生

何文義先生

提名委員會

姚戈先生(主席)

何文義先生

施鴻雁先生

薪酬委員會

姚戈先生(主席)

何文義先生

施志雄先生

風險管理委員會

施洪流先生(主席)

施鴻雁先生

施志雄先生

雷偉銘先生

註冊辦事處

Cricket Square

Hutchins Drive

P.O. Box 2681

Grand Cayman KY1-1111

Cayman Islands

香港主要營業地點

香港

夏慤道16號

遠東金融中心

19樓1902室

授權代表

施洪流先生

趙明璟先生

Corporate Information

公司資料

COMPANY SECRETARY

Mr. Chiu Ming King

THE CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

SMP Partners
(Cayman) Limited
Royal Bank House – 3rd Floor
24 Shedden Road, P.O. Box 1586
Grand Cayman, KY1-1110
Cayman Islands

HONG KONG SHARE REGISTRAR

Computershare Hong Kong Investor Services Limited
Shop 1712–1716, 17th Floor
Hopewell Centre
183 Queen's Road East
Wanchai
Hong Kong

PLACE OF LISTING

The Main Board of The Stock Exchange of Hong Kong Limited
(the "Stock Exchange")

STOCK CODE

2200

PRINCIPAL BANKERS

Bank of China, Jinjiang Branch
Bank of China (Hong Kong)

AUDITOR

KPMG
Certified Public Accountants
8/F, Prince's Building
10 Chater Road, Central
Hong Kong

LEGAL ADVISOR

Luk & Partners
Unit 2001, Level 20
One International Finance Centre
1 Harbour View Street
Hong Kong

WEBSITE

www.hosa.cn

公司秘書

趙明璟先生

開曼群島主要股份過戶

登記處

SMP Partners
(Cayman) Limited
Royal Bank House – 3rd Floor
24 Shedden Road, P.O. Box 1586
Grand Cayman, KY1-1110
Cayman Islands

香港證券登記處

香港中央證券登記有限公司
香港
灣仔
皇后大道東183號
合和中心
17樓1712-1716室

上市地點

香港聯合交易所有限公司(「聯交所」)主板

股份代號

2200

主要往來銀行

中國銀行晉江支行
中國銀行(香港)

核數師

畢馬威會計師事務所
執業會計師
香港中環
遮打道10號
太子大廈8樓

法律顧問

陸繼鏘律師事務所
香港中環
港景街1號
國際金融中心1期
20樓2001室

網站

www.hosa.cn

Financial Highlights

財務摘要

Six months ended 30 June 截至6月30日止六個月			
	2017 (RMB million) (人民幣百萬元)	2016 (RMB million) (人民幣百萬元)	Change 變動 (%)
Revenue	收入	658.8	655.9
Gross profit	毛利	285.7	341.9
Profit before taxation	除稅前利潤	196.4	209.1
Profit for the period attributable to equity shareholders	權益股東應佔期間利潤	160.8	168.3
			(4.5)
	<i>(RMB cents) (人民幣分)</i>	<i>(RMB cents) (人民幣分)</i>	<i>(%) (百分比)</i>
Earnings per share	每股盈利		
– Basic	– 基本	9.6	10.1
– Diluted	– 攤薄	9.6	10.1
Shareholders' equity per share	每股股東權益	119.4	109.6
			8.9
		<i>(%) (百分比)</i>	<i>(%) (百分比)</i>
			<i>(% points) (百分點)</i>
Gross profit margin	毛利率	43.4	52.1
Net profit margin before interest and tax	除利息及稅項前純利率	30.7	32.1
Net profit margin	純利率	24.4	25.7
Effective tax rate	實際稅率	18.1	19.5
			(4.4)
			(5.1)
			(7.2)

Financial Highlights 財務摘要

Six months ended 30 June 2017	截至2017年 6月30日 止六個月	For the year ended 31 December 2016	Six months ended 30 June 2016
Average inventory turnover days ⁽¹⁾	平均存貨周轉日數 ⁽¹⁾	104.5	163.1
Average trade receivables turnover days ⁽²⁾	平均貿易應收款周轉日數 ⁽²⁾	117.3	99.7
Average trade payables turnover days ⁽³⁾	平均貿易應付款周轉日數 ⁽³⁾	90.4	122.7
			111.8

Notes:

附註：

- (1) Average inventory turnover days is equal to the average of the beginning and closing inventory balance divided by the cost of sales and multiplied by the number of days in the relevant period.
- (2) Average trade receivables turnover days is equal to the average of the beginning and closing trade receivables balance divided by the revenue and multiplied by the number of days in the relevant period.
- (3) Average trade payables turnover days is equal to the average of the beginning and closing trade and bills payables balance divided by the cost of sales and multiplied by the number of days in the relevant period.

- (1) 平均存貨周轉日數以期初及期末存貨餘額結餘的平均數除以銷售成本，再乘以有關期內日數計算。
- (2) 平均貿易應收款周轉日數以期初及期末貿易應收款結餘的平均數除以收入，再乘以有關期內日數計算。
- (3) 平均貿易應付款周轉日數以期初及期末貿易應付款及應付票據結餘的平均數除以銷售成本，再乘以有關期內日數計算。

Chairman's Statement

董事長報告書

Dear Shareholders,

On behalf of the board of directors (the "Board") of Hosa International Limited (the "Company", together with its subsidiaries, collectively the "Group"), I am pleased to present the Company's interim report for the six months ended 30 June 2017.

各位股東：

本人謹代表浩沙國際有限公司(「本公司」，連同其附屬公司，統稱為「本集團」)董事會(「董事會」)提呈本公司截至2017年6月30日止六個中期報告。

In the first half of 2017, the gross domestic product ("GDP") increased by 6.9%, representing an increase as compared with the increase of 6.7% of last year. Domestic online retail business continued to grow rapidly, the national online retail sales had reached RMB3.1 trillion in the first half of the year, representing a year-on-year increase of 33.4%. In view of this, the Group will actively promote "Hosa new retail" to integrate online and offline sales and sufficiently explore opportunities for "Internet+". Meanwhile, the Group will actively seek for cooperation with upstream and downstream enterprises in the industry, integrate industry resources by flexible cooperative investment, and develop the sports and health industry. As of 30 June 2017, the revenue for the first half of the year of the Group was RMB658.8 million, representing an increase of 0.4%. The net profit was RMB160.8 million, representing a decrease of 4.5%. The basic earnings per share was RMB9.6 cents, representing a decrease of 5.0%.

Based on the Group's performance for the first half of the year of 2017, the Board recommended the payment of an interim dividend of HK3.9 cents (equivalent to approximately RMB3.3 cents) per share to the shareholders of the Company (the "Shareholders") as of 30 June 2017, representing 35% of the profit attributable to equity holders.

2017年上半年，國內生產總值(「GDP」)增長6.9%，同比去年增長6.7%有所上升。國內網上零售繼續以高速增長，上半年全國網上零售額達人民幣3.1萬億元，按年增長33.4%。有見及此，本集團將積極推動「浩沙新零售」，整合線上線下資源，充分開拓「互聯網+」的機遇。同時，積極探索產業上下游的合作，以靈活的合作投資方式整合行業資源，發展運動健康產業。截至2017年6月30日止，本集團上半年營業額為人民幣658.8百萬元，比去年上升0.4%，淨利潤為人民幣160.8百萬元，比去年下降4.5%。每股基本盈利人民幣9.6分，比去年下降5.0%。

基於2017年上半年本集團的業績表現，董事會建議向本公司股東(「股東」)派付截至2017年6月30日止中期股息每股3.9港仙(相當於約人民幣3.3分)，佔權益持有人應佔盈利的35%。

Chairman's Statement

董事長報告書

The Group has been focusing on sports health market for a long time using professional contests and activities as principal marketing promotion strategy to create the advantage in differentiation in its brand identity. In the first half of 2017, the Company continuously devoted more efforts in the sponsorships of professional swimming competitions, such as the "Hosa Cup" National Sports Academy Swimming Championships, the National Swimming Championships, the "Hosa Cup" Adolescents Swimming Championships in various provinces and cities, titled sponsorships for "Hosa Cup" Youth Diving Championships and other sports programs, as its key focus in supporting adolescents' sports development. As the titled sponsor of the Fédération Internationale de Natation Association ("FINA") 10 km Marathon Swimming World Cup, and Diving Series as well as the global partner of FINA, the Group continued to sponsor the 10 km Marathon Swimming World Cup and the diving tournament of FINA World Cup. The Group was the title sponsor of provincial swimming teams and all swimming contests of certain provinces, creating the professional image and strategic value of the brand of Hosa in the field of professional fitness.

As a sports and health industry group with a brand mission of delivering and propagandising a natural, healthy and joyful sports lifestyle, the Group is committed to performing one of the important missions of giving back to society to fulfill its corporate social responsibilities while creating corporate operating results and offering favourable shareholders' returns. In the first half of 2017, other than the continuous promotion and development of national fitness, the Group also actively sponsored adolescents swimming competitions to nurture talented sports players and athletes for the country, while fulfilling its social responsibilities by enhancing the physical health and health awareness of adolescents and improving the health of national citizens. In 2017, the Group was awarded various awards in different selection, including the China Association for Quality Inspection Awards (中國品質檢驗協會獎項), the First Place in China Swimsuit Market (中國泳裝市場榜首), and once again listed on the China's 500 Most Valuable Brands assessed by the World Brand Lab with brand value amounting to RMB5.675 billion.

The Group has become a leading role in the industry by seizing the opportunities offered by the booming sports and health industry and the specialised niche markets for a long term, proactively striving for being innovative and responsive to the changes in the market environments and business forms. In recent years, the Group has been proactively implementing the strategies of transformation and upgrade in light of the influence brought along with the development of the Internet and popularization of e-commerce. In the first half of 2017, the Group sought to develop, transform and upgrade itself in four key aspects, namely brand segmentation, product structure optimization, reform of the distribution channels and strategic layout of sports and health ecosystem by adopting the following measures:

1. to proactively seek for cooperating opportunities on mobile applications for sports and health, based on the consuming characteristics of e-commerce channels;

本集團長期專注運動健康市場，以專業賽事及活動為主要市場推廣策略，在品牌方面建立了差異化優勢。2017年上半年，本公司繼續對游泳專業賽事贊助支持，先後贊助了「浩沙盃」全國體育院校游泳錦標賽、全國游泳冠軍賽、各省市「浩沙盃」青少年游泳錦標賽、冠名贊助「浩沙盃」少年兒童跳水錦標賽等活動，重點支持青少年體育發展。繼續作為國際游泳聯合會（「國際泳聯」）10km馬拉松世界盃和跳水系列賽的冠名贊助商和國際泳聯的全球合作夥伴，本集團贊助了10km馬拉松游泳世界盃、國際泳聯世界盃跳水賽，冠名贊助了多家省級游泳隊以及部分省級的全部各類游泳賽事，打造浩沙品牌在專業健身管道的專業形象及戰略價值。

作為以傳遞和宣導自然、健康、快樂的運動生活方式作為品牌使命的運動健康產業集團，本集團在創造企業經營業績和為股東提供良好回報的同時，也把回報社會、履行企業的社會責任作為企業的重要使命之一。2017年上半年，本集團除了繼續推進全民健身的普及和發展，同時亦積極贊助青少年游泳賽事，為國家培養體育競技人才，提高青少年體質健康水準及健康意識，強化國民健康並盡企業的社會責任。本年度，本集團在各項評選中獲得多個獎項，包括「中國品質檢驗協會獎項」、「中國泳裝市場榜首」、再度榮登由世界品牌實驗室評估的「中國500最具價值品牌」，品牌價值達到人民幣56.75億元。

本集團長期以來緊緊抓住運動健康產業和專業細分市場蓬勃發展的契機，根據市場環境和商業形態的變化，積極創新應變，成為產業領頭羊。近年來，本集團應對互聯網的發展和電子商務的普及所帶來的影響，大力推進產業轉型升級的戰略。2017年上半年，本集團繼續重點從品牌細分、產品結構完善、渠道變革、運動健康生態圈戰略佈局四個方面推進企業的發展和轉型升級，主要採取了以下措施：

1. 根據電子商務渠道的消費特點，積極探索運動健康移動APP的合作機會；

Chairman's Statement

董事長報告書

- 2. to establish a new retail department and carry out relevant works to implement the strategic development direction of new retail and integration of online and offline sales;
- 3. to improve the cooperation model with distributors by giving distributors a higher level of flexibility in marketing activities to respond to market changes in a more rapid manner;
- 4. to promote the establishment of channels in schools and specialized stadiums via title sponsorship to provincial swimming teams to explore the adolescent consumer market.
- 2. 成立新零售部門及開展相關工作，落實新零售及線上線下銷售整合的戰略發展方向；
- 3. 改進分銷商合作模式，給予分銷商於市場推廣活動上更高的自由度，以更迅速的應對市場變化；
- 4. 通過對各省級游泳隊的冠名贊助，推進學校及專業場館渠道建設，開拓青少年消費市場。

After the promulgation by the PRC State Council of several opinions regarding the sports and health industry since 2013, significant development opportunities have been opened up for the health service and sports service sectors. General Administration of Sports of China published the "13th Five-Year Plan for the Development of the Sports Industry" in 2016, which clarified that the total scale of sports industry between 2016 to 2020 exceeded RMB3 trillion, and the value added accounted for 1.0% of the GDP. In the same year, the State Council issued The National Fitness Plan (2016–2020), proposing vigorous efforts in developing mass sports programs, advocating a new trend of comprehensive fitness and promoting the establishment of "Health China". The plan stated that, by 2020, the number of people who do exercise once or more a week will reach 700 million, the number of people who frequently do exercise will reach 435 million, and the total scale of sports consumption will reach RMB1.5 trillion. National fitness will promote industrial development, and form new economic growth driver. Meanwhile, consumers' pursuits for sports and health products and services have been building up swiftly along with the surge in living standards among the public.

In view of the current situation, the Group and its controlling shareholder will fully utilize the leading position in sports and health products and services with the determination to implement the development strategy for the sports and health industry. The sports and health ecosystem will be continued to be established based on customers' sports and health lifestyle. Centered on sports and health products and big data to develop and consolidate industry resources, the ecosystem links consumers, scenarios and products with the service provider through a mobile sports and health community to cater for the consumers' sports and health lifestyle and provide them with comprehensive services.

從2013年開始，中國國務院發佈了多個關於運動健康產業有關的意見，為健康服務業和體育服務業的發展提供了重大的發展機遇。2016年，國家體育總局印發《體育產業發展「十三五」規劃》，明確了在2016年—2020年內體育產業總規模超過人民幣3萬億，產業增加值在國內生產總值中的比重達1.0%。同年，國務院發佈了《全面健身計劃(2016-2020年)》，提出要大力發展群眾體育，宣導全面健身新時尚，推進健康中國建設。並明確表示到了2020年，每週參加1次及以上體育鍛鍊的人數達到7億，經常參加體育鍛鍊的人數將達到4.35億，體育消費總規模達到人民幣1.5萬億，全民健身能促進產業發展，形成新的經濟增長點。同時，隨著大眾生活水準的提高，消費者對運動健康產品及服務的需求迅速增加。

在此背景之下，本集團和控股股東將發揮在運動健康產品、運動健康服務方面的領先優勢，堅定運動健康產業發展戰略，繼續圍繞消費者運動健康生活方式構建運動健康生態圈，以運動健康產品和大數據為中心，開發和整合產業資源，用移動運動健康社區來實現消費者、場景、產品、服務提供者的連接，為消費者的運動健康生活方式提供全面服務。

Chairman's Statement

董事長報告書

In the second half of 2017, the Group will focus on the promotion of the following tasks:

1. to vigorously promote "Hosa new retail", including implementation of integration of online and offline ("O2O") sales, establishment of brand new O2O function, improvement in consumption experience of customers through ordering products via mobile applications and providing mobile payment service at our offline stores, as well as the exploration of consumers' demand through big data analysis;
2. to implement the cooperation with upstream and downstream enterprises in the industry (including mobile applications for sports and health), to integrate industry resources by flexible cooperative investment, and develop the sports and health industry;
3. to continue to develop new sports and health products, research on and consolidate sports and health products and services to explore new business growth drivers based on consumers' needs;
4. to continue to promote the title sponsorship cooperation of various sports and fitness events, and enhance the professional image and reputation for the brand.

Over the past two years, the Group was under transformation and upgrade, which in turn had a certain impact on the results indicators. However, the Group believes that with its efforts in the promotion of the sports and health industry and the implementation of above measures, a solid strategic foundation will be laid for the future development of the Group, which will sharpen its competitiveness in the sports and health industry and establish a long-term competitive edge, in turn expanding the room for future development in effective manner and creating greater value and returns to the customers and shareholders.

The contributions and support from the senior management, staff, partners, consumers and shareholders of the Group are the cornerstone and incentive of the continuous development of the Group. I would like to convey my gratitude to everyone who supports and trusts the Group.

Shi Hongliu
Chairman and Executive Director

Hong Kong, 21 August 2017

2017年下半年，本集團將重點推進以下相關工作：

1. 全力推進「浩沙新零售」，包括落實線上線下(「O2O」)銷售的整合、建立全新O2O功能、通過移動APP訂購產品及門店移動支付服務來提升客戶的消費體驗、通過大數據分析挖掘消費者需求等；
2. 落實產業上下游(包括運動健康移動APP)的合作，以靈活的合作投資方式整合行業資源，發展運動健康產業；
3. 根據使用者需求，繼續延伸運動健康產品，整合運動健康產品和服務，開發新的業務增長點。
4. 繼續推進各類運動健康活動的冠名贊助合作，提升品牌的專業度和美譽度。

過去兩年，本集團進行轉型升級，因此對業績指標產生一定的影響，但是相信隨著本集團運動健康產業的推進和以上各項措施的落實，將為本集團未來的發展奠定堅實的戰略基礎，強化本集團在運動健康領域的競爭優勢，形成長期競爭力，有效地提升發展空間，為消費者、股東創造更大的價值和回報。

本集團高級管理層、員工、合作夥伴、消費者及股東的貢獻和支持，是本集團持續發展的基礎和動力，本人謹此向支持和信任本集團的各位人士表示衷心的感謝。

施洪流
董事長兼執行董事

香港，2017年8月21日

Management Discussion and Analysis

管理層討論及分析

1 MARKET OVERVIEW

In recent years, the State Council issued a number of policies, proposing vigorous efforts in developing mass sports programs, advocating a new trend of comprehensive fitness and promoting the establishment of Healthy China. The plan stated that, by 2020, the number of people who frequently do exercise will reach 435 million, and the total scale of sports consumption will reach RMB1.5 trillion. National fitness will promote industrial development, and form new economic growth driver. The promising development trend of the sports and health industry creates favourable external conditions for the Group, which possesses competitive resources of the related industry, to implement the strategy of sports health industry and the successful transformation and upgrade.

In the first half of 2017, the gross domestic product ("GDP") increased by 6.9%, representing an increase as compared with the increase of 6.7% of last year. Domestic online retail business continued to grow rapidly, the national online retail sales had reached RMB3.1 trillion in the first half of the year, representing a year-on-year increase of 33.4%. The growth in the national online retail sales exceeds the overall growth of the consumer market. The change in the market environment drives the Group to re-examine the strategic planning of distribution channels and retail outlets.

2 BUSINESS HIGHLIGHTS

In the first half of 2017, the Group continued to actively promote innovations in respect of branding, sales channels and retail outlets and the transformation and upgrade of the enterprise. Although there was a decline in net profit as compared with the same period of last year, the operating condition was still healthy in general and the risks remained controllable, which are in line with the expectation on the fluctuating performance of the Group during the stage of transformation and upgrade. The strategy of sports health industry has been implemented, which provides the Group with a greater room for development.



1 市場概覽

近年，國務院發佈了多項政策提出要大力發展群眾體育，宣導全面健身新時尚，推進健康中國建設並明確表示到了2020年，經常參加體育鍛煉的人數將達到4.35億，體育消費總規模達到人民幣1.5萬億，全民健身能促進產業發展，形成新的經濟增長點。體育和健康產業呈現蓬勃發展的趨勢，為具備運動健康領域優勢資源的本集團的運動健康產業發展戰略的推進，及本集團順利完成轉型升級，創造了良好的外部條件。

2017年上半年，國內生產總值(「GDP」)增長6.9%，同比去年增長6.7%有所上升。國內網上零售繼續以高速增長，上半年全國網上零售額達人民幣3.1萬億元，按年增長33.4%，超越了整體消費增長。這市場環境的變化驅使本集團重新研究渠道及零售終端的佈局。

2 業務摘要

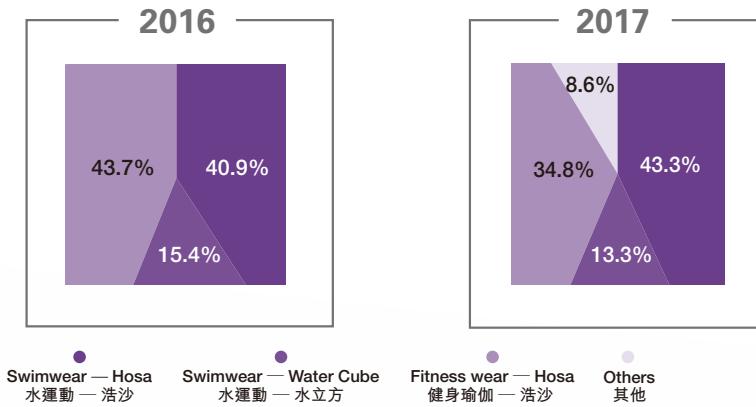
2017年上半年，本集團繼續積極推進品牌、渠道和終端的創新和企業的轉型升級。雖然淨利潤同比去年同期有所下滑，但整體運營情況依然處於健康狀態，風險依然可控，基本符合本集團企業轉型升級期的業績波動預期，而運動健康產業戰略也開始全面展開，為本集團創造更大的發展空間。

Management Discussion and Analysis

管理層討論及分析

The Group's revenue for the first half of 2017 amounted to RMB658.8 million (2016: RMB655.9 million), representing an increase of 0.4% as compared with the same period of last year. The profit for the year attributable to the shareholders of the Group amounted to RMB160.8 million (2016: RMB168.3 million), representing a decrease of 4.5% as compared with the same period of last year.

2017年上半年，本集團的營業額為人民幣658.8百萬元(2016年：人民幣655.9百萬元)，比去年同期上升0.4%。本集團股東應佔年度利潤人民幣160.8百萬元(2016年：人民幣168.3百萬元)，比去年同期下降4.5%。



(a) Products

Currently, the Group's main products are indoor sportswear, including fitness wear and swimwear. Others includes revenue from sales of fabric and health products. Focusing on the sports and fitness demand of the target users, the Group will continue to optimise its product structure. For the six months ended 30 June 2017, the Group's fitness wear, swimwear and others achieved an operating income of RMB229.5 million, RMB372.5 million and RMB56.8 million respectively (2016: RMB286.6 million, RMB369.4 million and RMB nil respectively). Revenue from sales of fitness wear and swimwear were decreased by 20.0% and increased by 0.9% respectively as compared to the same period last year.

(a) 產品

本集團現階段提供的主要產品為室內運動服飾，包括健身瑜伽服飾及水運動服飾，其他銷售收入包括布料銷售及健康產品銷售。本集團將圍繞目標用戶運動健身的需求不斷完善產品結構。截至2017年6月30日止六個月，本集團健身瑜伽服飾、水運動服飾及其他銷售收入分別達到人民幣229.5百萬元，人民幣372.5百萬元和人民幣56.8百萬元(2016年：分別為人民幣286.6百萬元、人民幣369.4百萬元和人民幣零元)。健身瑜伽服飾及水運動服飾的銷售收入對比去年同期分別下跌20.0%及上升0.9%。

Management Discussion and Analysis

管理層討論及分析

(b) Branding

In order to meet the multi-faceted demand from both the sports and healthy communities, the Group currently possesses two brands of products, namely Hosa and Water Cube. In the first half of 2017, as the titled sponsor of the Fédération Internationale de Natation Association ("FINA") 10 km Marathon Swimming World Cup, and Diving Series as well as the global partner of FINA, the Group continued to sponsor the 10 km Marathon Swimming World Cup and the diving tournament of FINA World Cup. The Group also continued to ramp up the promotion of and develop the independent sale channels for Water Cube brand apparel, and by leveraging its brand influence, high professional standard and price-performance ratio, the Group continued to expand sales in the mass swimwear market. For the six months ended 30 June 2017, the Hosa brand apparel's revenue amounted to RMB514.6 million (2016: RMB555.1 million), representing a decrease of 7.3% as compared with the same period in 2016, while the Water Cube brand apparel's revenue amounted to RMB87.5 million (2016: RMB100.8 million), representing a decrease of 13.2% as compared with the same period in 2016.

(c) Channels and Sales Outlets

In the first half of 2017, the Group strengthened the existing offline retail outlets. At the same time, the Group improved the cooperation model with distributors by giving distributors a higher level of flexibility in marketing activities to respond to market changes in a more rapid manner. In addition, the Group will actively promote "Hosa new retail" to integrate online and offline resources and sufficiently explore opportunities for "Internet+". The Group is making proactive efforts in implementing cooperation with upstream and downstream enterprises in the industry (including mobile applications for sports and health).



(b) 品牌

為滿足運動健康群體的多層次需求，本集團現擁有浩沙和水立方兩個品牌產品。2017年上半年繼續作為國際游泳聯合會(「國際泳聯」)10km馬拉松世界盃和跳水系列賽的冠名贊助商和國際泳聯的全球合作夥伴，本集團贊助了10km馬拉松游泳世界盃、國際泳聯世界盃跳水賽，打造浩沙品牌在專業健身管道的專業形象及戰略價值。另外，加強水立方品牌服飾的推廣，開發獨立渠道，並以其品牌影響力、產品專業度和高性價比，繼續擴大在大眾水運動市場的銷售。截至2017年6月30日止六個月，浩沙品牌服飾的營業額為人民幣514.6百萬元(2016年：人民幣555.1百萬元)，比2016年同期下跌7.3%，水立方品牌服飾營業額為人民幣87.5百萬元(2016年：人民幣100.8百萬元)，比2016年同期下跌13.2%。

(c) 渠道和銷售終端

2017年上半年，本集團除鞏固現有線下銷售終端。同時改進分銷商合作模式，給予分銷商於市場推廣活動上更高的自由度，以更迅速的應對市場變化。另外，本集團將積極推動「浩沙新零售」，整合線上線下資源，充分開拓「互聯網+」的機遇。本集團正積極落實產業上下游(包括運動健康移動APP)的合作。



Management Discussion and Analysis

管理層討論及分析

(d) Marketing and Consumer Relations

Focusing on promoting the lifestyle as being natural, joyful and healthy through the participation in sports, the Group continued to carry out accurate and effective brand promotion and marketing campaigns which focused on its target customers, and brought about delightful and pleasant experience in sports and health to its consumers. In the first half of 2017, other than the continuous promotion and development of national fitness, the Group also actively sponsored adolescents swimming competitions to nurture talented sports players and athletes for the country, while fulfilling its social responsibilities by enhancing the physical health and health awareness of adolescents and improving the health of national citizens.

In the first half of 2017, the Company continuously devoted more efforts in the sponsorships of professional swimming competitions, such as the "Hosa Cup" National Sports Academy Swimming Championships, the National Swimming Championships, the "Hosa Cup" Adolescents Swimming Championships in various provinces and cities, titled sponsorships for "Hosa Cup" Youth Diving Championships and other sports programs, as its key focus in supporting adolescents' sports development. As the titled sponsor of the Fédération Internationale de Natation Association ("FINA") 10 km Marathon Swimming World Cup, and Diving Series as well as the global partner of FINA, the Group continued to sponsor the 10 km Marathon Swimming World Cup and the diving tournament of FINA World Cup. The Group was the title sponsor of nearly ten provincial swimming teams and all swimming contests of certain provinces, creating the professional image and strategic value of the brand of Hosa in the field of professional fitness.

The above promotional events received satisfactory response in the market. The brand influence and professional status of Hosa were also effectively promoted.

(d) 市場推廣和消費者關係

本集團一直致力於傳播自然、快樂、運動健康生活方式，針對目標消費者採用精準高效的品牌和市場推廣策略，為消費者的運動健康生活帶來輕鬆快樂的體驗。為推廣健身文化，2017年上半年，本集團除了繼續推進全民健身的普及和發展，同時亦積極贊助青少年游泳賽事，為國家培養體育競技人才，提高青少年體質健康水準及健康意識，強化國民健康並盡企業的社會責任。

2017年上半年，本公司繼續對游泳專業賽事贊助支持，先後贊助了「浩沙盃」全國體育院校游泳錦標賽、全國游泳冠軍賽、各省市「浩沙盃」青少年游泳錦標賽、冠名贊助「浩沙盃」少年兒童跳水錦標賽等活動，重點支持青少年體育發展。繼續作為國際游泳聯合會（「國際泳聯」）10km馬拉松世界盃和跳水系列賽的冠名贊助商和國際泳聯的全球合作夥伴，本集團贊助了10km馬拉松游泳世界盃、國際泳聯世界盃跳水賽，冠名贊助了近十家省級游泳隊以及部分省級的全部各類游泳賽事，打造浩沙品牌在專業健身管道的專業形象及戰略價值。

以上各項推廣活動，取得了較好的市場反響，有效地提升了浩沙的品牌影響力和專業地位。

Management Discussion and Analysis

管理層討論及分析

(e) Product Research and Development

Equipped with nearly 20 years of experience in indoor sportswear research and development, rich professional knowledge and technological build-up, the Group has established a seasoned research and development team for indoor sports apparel that is familiar with the demand of indoor sportswear in China's consumer market. The Group has created a globalized and professional research and development system formed by domestic and foreign professional cooperating institutions including Hosa International Beijing Design Centre, Hosa International Fujian Technology Centre, French Design Studio, function and prototype expert team from Japan as well as The Asian Fitness Academy, which enabled the Group to continuously enhance its competitive strengths in terms of the professional design, fashion design, functional development and technology of indoor sportswear and thus maintained the market competitive edge of the Group's products. In 2014, Hosa obtained the certification for competition swimwear of FINA, in which Hosa is the only enterprise obtained such certification in the PRC up to now.

(e) 產品研發

本集團有室內運動服飾近20年的研發經驗，擁有豐富的專業知識和技術積累，建立了一支了解中國市場消費者室內運動服飾產品需求的資深室內運動服飾研發團隊，現已形成包括浩沙國際北京設計中心、浩沙國際福建技術中心及法國設計工作室、日本功能和版型技術專家團隊、亞洲健身學院等國內外專業合作機構在內的全球化專業化的研發體系，從而使本集團在室內運動服飾專業設計、時尚設計、功能開發和技術領域持續提升競爭優勢，從而保證了本集團產品的市場競爭優勢。2014年，浩沙泳裝通過了國際泳聯的比賽泳裝認證，是國內至今唯一通過認證的企業。



Management Discussion and Analysis

管理層討論及分析

3 FINANCIAL REVIEW

Revenue

Revenue of the Group for the six months ended 30 June 2017 was RMB658.8 million, representing an increase of 0.4% as compared to the revenue for the six months ended 30 June 2016 of RMB655.9 million. The following table sets forth the sources of the Group's revenue by operating segments in its operations:

3 財務回顧

收入

本集團截至2017年6月30日止六個月的收入為人民幣658.8百萬元，較截至2016年6月30日止六個月的人民幣655.9百萬元收入增加0.4%。下表載列本集團按業務經營分部劃分的收入來源：

Six months ended 30 June 截至6月30日止六個月					
	2017 RMB'000 人民幣千元	% 百分比	2016 RMB'000 人民幣千元	% 百分比	
Domestic sales					
Swimwear – Hosa	水運動－浩沙	195,014	29.6	220,913	33.7
Swimwear – Water Cube	水運動－水立方	87,463	13.3	100,800	15.4
Fitness wear – Hosa	健身瑜伽－浩沙	228,312	34.7	286,251	43.6
Others	其他	55,521	8.4	–	–
Subtotal	小計	566,310	86.0	607,964	92.7
Overseas sales					
Swimwear – Hosa	水運動－浩沙	90,036	13.6	47,658	7.2
Fitness wear – Hosa	健身瑜伽－浩沙	1,203	0.2	301	0.1
Others	其他	1,246	0.2	–	–
Subtotal	小計	92,485	14.0	47,959	7.3
Total	總計	658,795	100.0	655,923	100.0

Domestic sales decreased from RMB608.0 million for the six months ended 30 June 2016 to RMB566.3 million for the six months ended 30 June 2017, representing a decrease of 6.9%. Overseas sales increased from RMB48.0 million for the six months ended 30 June 2016 to RMB92.5 million for the six months ended 30 June 2017, representing an increase of 92.8%. China's domestic market remained the largest market of the Group.

國內銷售由截至2016年6月30日止六個月的人民幣608.0百萬元減少至截至2017年6月30日止六個月的人民幣566.3百萬元，跌幅為6.9%。海外銷售由截至2016年6月30日止六個月的人民幣48.0百萬元增加至截至2017年6月30日止六個月的人民幣92.5百萬元，增幅為92.8%。中國國內市場仍為本集團最大之市場。

Management Discussion and Analysis

管理層討論及分析

Cost of sales

The Group's cost of sales primarily consisted of production costs and procurement costs of finished products from external sources. Production costs include raw material costs, labor costs as well as manufacturing overhead incurred in the production. The following table sets forth a breakdown of the Group's cost of sales for its products:

Six months ended 30 June 截至6月30日止六個月					
	2017 RMB'000 人民幣千元	% 百分比	2016 RMB'000 人民幣千元	% 百分比	
Raw materials	原材料	295,144	79.1	243,449	77.5
Labor	勞工	32,080	8.6	27,839	8.9
Manufacturing overhead	製造費用	12,237	3.3	10,968	3.5
Procurement costs of finished products	成品採購成本	33,634	9.0	31,792	10.1
		373,095	100.0	314,048	100.0

Raw material costs primarily refer to the costs of procuring raw materials used in the production of products of the Group, such as fabrics, threads and ancillary clothing materials.

銷售成本

本集團的銷售成本主要包括生產成本及向外部採購成品的成本。生產成本包括生產的原材料成本、勞工成本及製造費用。下表載列本集團產品的銷售成本明細：

原材料成本主要指採購生產本集團產品所用的原材料(如面料、線料及配套成衣材料)的成本。



Management Discussion and Analysis

管理層討論及分析

Certain production and processing steps of products of the Group, primarily fabric manufacturing, fabric printing and dyeing, and fabric cutting, sewing and stitching, are outsourced to external contract manufacturers. The Group provides fabric materials to contract manufacturers for processing and pays outsourced processing and service fees. Such outsourced processing and service fees are categorized under the Group's raw material costs. Labor costs consisted of salaries, benefits and other compensation paid to the employees of the Group. Manufacturing overhead mainly includes depreciation of production facilities, costs associated with operating the Group's facilities including electricity, water and maintenance costs etc. The following table sets forth a breakdown of the Group's cost of sales by product:

本集團產品的若干生產加工步驟(主要為面料製造、面料印染、面料裁剪及縫紉)外包予外部的外包生產商。本集團提供面料材料供外包生產商進行加工，並支付外包委託加工及服務費。該等外包委託加工及服務費分類至本集團的原材料成本項下。勞工成本包括向本集團員工支付的薪金、福利及其他補償。製造費用主要包括生產設施折舊、與運作本集團設施相關的成本(如水電及維修成本)等。下表載列按產品劃分的本集團銷售成本明細：

Six months ended 30 June 截至6月30日止六個月					
	2017 <i>RMB'000</i> 人民幣千元	% 百分比	2016 <i>RMB'000</i> 人民幣千元	% 百分比	
Swimwear – Hosa	水運動－浩沙	153,672	41.2	123,559	39.3
Swimwear – Water Cube	水運動－水立方	51,588	13.8	59,755	19.1
Fitness wear – Hosa	健身瑜伽－浩沙	115,427	30.9	130,734	41.6
Others	其他	52,408	14.1	—	—
	373,095	100.0		314,048	100.0

Management Discussion and Analysis

管理層討論及分析

Gross profit

Gross profit of the Group for the six months ended 30 June 2017 was RMB285.7 million, representing a decrease of 16.4% as compared to that of the six months ended 30 June 2016 of RMB341.9 million. Gross profit margin of the Group for the six months ended 30 June 2017 was 43.4% (six months ended 30 June 2016: 52.1%). The decrease in gross profit margin was mainly due to the change in cooperation model with distributors, which led to decrease in selling prices of the Group's products.

The following table sets forth the Group's gross profit by operating segments in its operations:

毛利

本集團截至2017年6月30日止六個月的毛利為人民幣285.7百萬元，較截至2016年6月30日止六個月的人民幣341.9百萬元下降16.4%。本集團截至2017年6月30日止六個月的毛利率為43.4%(截至2016年6月30日止六個月：52.1%)。毛利率下降主要是本集團改變分銷商合作模式，以使本集團產品銷售價格下降。

下表載列本集團按業務經營分部劃分的毛利：

Six months ended 30 June 截至6月30日止六個月					
	2017			2016	
	Gross Profit 毛利 RMB'000 人民幣千元	Margin 毛利率 %	Gross Profit 毛利 RMB'000 人民幣千元	Margin 毛利率 %	Gross Profit 毛利 RMB'000 人民幣千元
Domestic sales					
Swimwear – Hosa	水運動－浩沙	96,225	49.3	126,216	57.1
Swimwear – Water Cube	水運動－水立方	35,875	41.0	41,045	40.7
Fitness wear – Hosa	健身瑜伽－浩沙	113,563	49.7	155,700	54.4
Others	其他	4,210	7.6	—	—
Subtotal	小計	249,873	44.1	322,961	53.1
Overseas sales					
Swimwear – Hosa	水運動－浩沙	35,153	39.0	18,796	39.4
Fitness wear – Hosa	健身瑜伽－浩沙	525	43.6	118	39.2
Others	其他	149	12.0	—	—
Subtotal	小計	35,827	38.7	18,914	39.4
Total	總計	285,700	43.4	341,875	52.1

Management Discussion and Analysis

管理層討論及分析

Other revenue

Other revenue of the Group primarily consisted of government grants and interest income from interest-bearing bank deposits. Government grants were provided by provincial or prefectural government authorities in the form of unconditional subsidies as recognition for the contribution of the Group to the local economy through its business operation and its achievements as one of the core enterprises in the local industry. Other revenue decreased from RMB27.1 million for the six months ended 30 June 2016 to RMB17.2 million for the six months ended 30 June 2017, representing a decrease of 36.5%.

Selling and distribution expenses

Selling and distribution expenses consisted primarily of advertising and promotion expenses, remuneration and employee benefits for the Group's sales and marketing personnel, rental expenses, packaging and transportation expenses, depreciation and amortisation expenses of the Group's properties used for sales and marketing activities and other miscellaneous expenses. Advertising and promotion expenses mainly include fees paid for sponsorship and television, magazine and billboard advertisements. Selling and distribution expenses decreased from RMB99.0 million for the six months ended 30 June 2016 to RMB55.6 million for the six months ended 30 June 2017, representing a decrease of 43.9%. Selling and distribution expenses represented approximately 8.4% of total revenue for the six months ended 30 June 2017, which was lower than the proportion for the six months ended 30 June 2016 of 15.1%. The decrease in selling and distribution expenses was mainly due to the change in cooperation model with distributors.

Administrative and other operating expenses

Administrative and other operating expenses primarily consisted of remuneration and employee benefits for the Group's administrative staff, travel expenses, general office expenses, and other miscellaneous expenses. Administrative and other operating expenses decreased from RMB59.8 million for the six months ended 30 June 2016 to RMB43.9 million for the six months ended 30 June 2017, representing a decrease of 26.6%. Administrative and other operating expenses represented approximately 6.7% of total revenue for the six months ended 30 June 2017, which was lower than the proportion for the six months ended 30 June 2016 of 9.1%.

其他收入

本集團的其他收入主要包括政府補貼及計息銀行存款的利息收入。政府補貼乃由省政府或縣政府機關以無條件資助的形式提供，以肯定本集團透過業務營運對地方經濟的貢獻及本集團作為地方行業核心企業之一的成就。其他收入由截至2016年6月30日止六個月的人民幣27.1百萬元下跌至截至2017年6月30日止六個月的人民幣17.2百萬元，跌幅為36.5%。

銷售及經銷成本

銷售及經銷成本主要包括廣告和宣傳開支、本集團銷售和市場推廣人員的薪酬和員工福利、租金開支、包裝及運輸開支、本集團用於銷售及市場推廣活動的物業折舊及攤銷開支及其他雜項開支。廣告及宣傳開支主要包括就活動贊助以及電視、雜誌及廣告牌廣告支付的費用。銷售及經銷成本由截至2016年6月30日止六個月的人民幣99.0百萬元下跌至截至2017年6月30日止六個月的人民幣55.6百萬元，跌幅為43.9%。銷售及經銷成本佔截至2017年6月30日止六個月總收入的約8.4%，低於截至2016年6月30日止六個月的15.1%。銷售及經銷成本下降主要是因為本集團改變分銷商合作模式。

行政及其他經營開支

行政及其他經營開支主要包括本集團行政員工的薪酬和員工福利、差旅開支、一般辦公室開支及其他雜項開支。行政及其他經營開支由截至2016年6月30日止六個月的人民幣59.8百萬元下跌至截至2017年6月30日止六個月的人民幣43.9百萬元，跌幅為26.6%。行政及其他經營費用佔截至2017年6月30日止六個月總收入的約6.7%，低於去年同期的9.1%。

Management Discussion and Analysis

管理層討論及分析

Finance costs

Finance costs of the Group primarily consisted of interest charged to the Group's interest-bearing bank borrowings. Total finance costs increased from RMB1.5 million for the six months ended 30 June 2016 to RMB6.0 million for the six months ended 30 June 2017, representing an increase of 304.8%.

Profit for the period and dividend

The profit for the six months ended 30 June 2017 decreased by 4.5% to RMB160.8 million as compared with RMB168.3 million for the six months ended 30 June 2016. Total comprehensive income for the six months ended 30 June 2017 increased by 1.5% to RMB168.2 million as compared with RMB165.7 million for the six months ended 30 June 2016. Final dividend of HK2.3 cents per share for the financial year of 2016 had been proposed and approved on 28 April 2017.

Key financial ratios

The following table sets forth certain of major financial ratios of the Group:

Six months ended 30 June 截至6月30日止六個月			
	2017	2016	
Current ratio	流動比率	3.33 times倍	4.66 times倍
Quick ratio	速動比率	3.06 times倍	4.07 times倍
Inventory turnover days	存貨周轉日數	104.5 days日	153.3 days日
Debtors' turnover days	應收賬款周轉日數	117.3 days日	81.6 days日
Creditors' turnover days	應付賬款周轉日數	90.4 days日	111.8 days日
Gearing ratio	負債比率	13.7%	8.6%

財務成本

本集團的財務成本主要包括就本集團計息銀行借款收取的利息。財務成本由截至2016年6月30日止六個月的人民幣1.5百萬元上升至截至2017年6月30日止六個月的人民幣6.0百萬元，升幅為304.8%。

期間利潤及股息

截至2017年6月30日止六個月的利潤較截至2016年6月30日止六個月的人民幣168.3百萬元下跌4.5%至人民幣160.8百萬元。截至2017年6月30日止六個月的全面收益總額較截至2016年6月30日止六個月的人民幣165.7百萬元上升1.5%至人民幣168.2百萬元。2016年財政年度的末期股息每股2.3港仙已於2017年4月28日獲提呈及批准。

主要財務比率

下表載列本集團的若干主要財務比率：

Management Discussion and Analysis

管理層討論及分析

Working capital and working capital management

The inventory turnover days of the Group were 104.5 days for the six months ended 30 June 2017 as compared to 153.3 days for the six months ended 30 June 2016. The Group's debtors' turnover days were 117.3 days for the six months ended 30 June 2017 as compared to 81.6 days for the six months ended 30 June 2016. The Group generally allowed a credit period of 90 days to 180 days to customers. The Group's creditors' turnover days were 90.4 days for the six months ended 30 June 2017 as compared to 111.8 days for the six months ended 30 June 2016. The overall working capital cycle has been increased from 123.1 days to 131.4 days. The overall operation remained at a normal level.

Liquidity, financial resources and capital structure

As at 30 June 2017, the Group had net current assets of RMB1,886.9 million (31 December 2016: RMB1,760.8 million), of which cash and bank deposits were RMB1,913.6 million (31 December 2016: RMB1,709.0 million). Total bank borrowings as at 30 June 2017 was RMB384.6 million (31 December 2016: RMB320.6 million) while the amount of bills payable was RMB178.7 million (31 December 2016: RMB124.1 million). Bank borrowings and bills payable were mainly used for working capital management, financing the purchases of the Group and financing the dividend paid to the Shareholders. The Group's gearing ratio as at 30 June 2017 (total bank borrowings divided by total assets) was 13.7% (31 December 2016: 13.0%). The Group's transactions and the monetary assets are principally denominated in Renminbi. The Group has not experienced any material difficulties or effects on its operations or liquidity as a result of fluctuations in currency exchange rates during the six months ended 30 June 2017. The Group adopts centralized financing and treasury policies in order to ensure the Group's funding is utilized efficiently. Prudent approach is adopted in monitoring foreign exchange exposure and interest rate risk. The Group's liquidity position remains healthy and is capable of meeting its working capital requirements. This strong cash position enables the Group to identify and grasp investment and business development opportunities when expanding its market share in China.

營運資金及營運資金管理

本集團截至2017年6月30日止六個月的存貨周轉日數為104.5日，而截至2016年6月30日止六個月為153.3日。本集團截至2017年6月30日止六個月的應收賬款周轉日數為117.3日，而截至2016年6月30日止六個月為81.6日。本集團一般允許向客戶提供90日至180日的信貸期。本集團截至2017年6月30日止六個月的應付賬款周轉日數為90.4日，而截至2016年6月30日止六個月為111.8日。整體營運資金週期由123.1日增加至131.4日，整體營運質量仍處於正常水平。

流動資金、財務資源及資本架構

於2017年6月30日，本集團的流動資產淨值為人民幣1,886.9百萬元(2016年12月31日：人民幣1,760.8百萬元)，其中現金及銀行存款為人民幣1,913.6百萬元(2016年12月31日：人民幣1,709.0百萬元)。於2017年6月30日的銀行借款總額為人民幣384.6百萬元(2016年12月31日：320.6百萬元)，而應付票據為人民幣178.7百萬元(2016年12月31日：人民幣124.1百萬元)。銀行借款及應付票據主要用於本集團的營運資金管理、本集團的採購提供資金及為支付給股東的股息提供資金。本集團於2017年6月30日的負債比率(銀行借款總額除以資產總值)為13.7%(2016年12月31日：13.0%)。本集團的交易及貨幣資產主要以人民幣計值。截至2017年6月30日止六個月內，本集團的業務營運或流動資金並無因匯率波動而經歷任何重大困難或影響。本集團採用集中的融資及庫務政策，以確保本集團的資金獲得高效利用。在監控外匯風險及利率風險方面，本集團採用穩健方式。本集團的流動資金狀況健康，可以滿足營運資金需求。良好的現金狀況令本集團於中國擴充其市場份額時有能力尋找和把握新的投資及業務發展機會。

Management Discussion and Analysis

管理層討論及分析

Use of Proceeds – Initial Public Offering

The shares of the Company were listed on the main board of the Stock Exchange on 16 December 2011 with net proceeds from the global offering of approximately RMB488.6 million (after deducting underwriting commissions and related expenses). The amount utilized as of 30 June 2017 was as follows:

所得款項用途－初次公開發售

本公司股份於2011年12月16日在聯交所主板掛牌，是次全球發售所得款項淨額約為人民幣488.6百萬元(扣除包銷佣金及相關費用後)。於2017年6月30日已動用金額如下：

Purposes of net proceeds 所得款項淨額用途	Percentage 百分比	Amount of net proceeds (RMB million) (人民幣百萬元)	As at 30 June 2017 於2017年6月30日		
			Amount utilized (RMB million) (人民幣百萬元)	Remaining balance (RMB million) (人民幣百萬元)	
1. Expansion of distribution network 擴展分銷網絡	35%	171.0	171.0	–	
2. Enhancement of brand image through marketing and promotion 透過市場推廣及宣傳提升品牌形象	25%	122.1	122.1	–	
3. Expansion of production capacity 擴充產能	15%	73.3	7.0	66.3	
4. Investment in research, design and development activities 研究、設計及開發活動的投資	10%	48.9	48.9	–	
5. Developing and upgrading of supply chain and information management systems 發展及升級供應鏈及信息管理系統	5%	24.4	–	24.4	
6. Funding for working capital and other general corporate purposes 為營運資金及其他一般公司用途提供資金	10%	48.9	48.9	–	
	100%	488.6	397.9	90.7	

The Company does not intend to apply the remaining net proceeds for purposes other than those disclosed in the prospectus of the Company dated 6 December 2011.

本公司無意按本公司日期為2011年12月6日的招股章程所披露以外的目的使用餘下所得款項淨額。

Management Discussion and Analysis

管理層討論及分析

Use of Proceeds – Share Placements

On 17 September 2013, Ho Born Investment Holdings Limited ("Ho Born"), the Company and Goldman Sachs (Asia) L.L.C., as the placing agent, entered into a placing and subscription agreement, pursuant to which the placing agent agreed to procure purchasers to subscribe for 54,500,000 existing shares owned by Ho Born to not fewer than six independent placees at the placing price of HK\$2.85 per share, and Ho Born conditionally agreed to subscribe for, and the Company agreed to allot and issue to Ho Born, such number of subscription shares which is equivalent to the number of shares actually placed under the placing at the subscription price of HK\$2.85 per share. Details of these transactions are set out in the Company's announcement dated 17 September 2013.

Approximately RMB116.9 million (after deducting underwriting commissions and related expenses) was raised from the subscription. The amount utilized as of 30 June 2017 was as follows:

Purposes of net proceeds 所得款項淨額用途	Percentage 百分比	Amount of net proceeds 所得款項淨額 (RMB million) (人民幣百萬元)	As at 30 June 2017 於2017年6月30日		
			Amount utilized 已動用金額 (RMB million) (人民幣百萬元)	Remaining balance 餘額 (RMB million) (人民幣百萬元)	
1. Advertising and promotion 廣告及推廣	30%	35.0	35.0	–	–
2. Expansion of production capacity 擴充產能	15%	17.5	–	17.5	–
3. Investment in research, design and development activities 研究、設計及開發活動的投資	40%	46.9	46.9	–	–
4. Funding for working capital 為營運資金提供資金	15%	17.5	17.5	–	–
	100%	116.9	99.4	17.5	–

The Company does not intend to apply the remaining net proceeds for the purposes other than those disclosed in the announcement of the Company dated 17 September 2013.

The Company has not conducted any equity fund raising activities in the past 12 months from the date of this announcement.

所得款項用途 – 股份配售

於2013年9月17日，浩邦投資控股有限公司(「浩邦」)、本公司及高盛(亞洲)有限公司(作為配售代理)訂立一份配售及認購協議，據此，配售代理同意促使認購人按每股股份2.85港元之配售價認購由浩邦擁有之54,500,000股現有股份及配售予不少於六名獨立承配人，而浩邦已有條件同意認購及本公司已同意向浩邦配發及發行相等於實際上按每股股份2.85港元之認購價配售之股份數目之該數目認購股份。該等交易之詳情載列於本公司日期為2013年9月17日之公佈。

透過認購籌得約人民幣116.9百萬元(經扣除包銷佣金及相關開支後)。截至2017年6月30日已動用之金額如下：

Purposes of net proceeds 所得款項淨額用途	Percentage 百分比	Amount of net proceeds 所得款項淨額 (RMB million) (人民幣百萬元)	As at 30 June 2017 於2017年6月30日		
			Amount utilized 已動用金額 (RMB million) (人民幣百萬元)	Remaining balance 餘額 (RMB million) (人民幣百萬元)	
1. Advertising and promotion 廣告及推廣	30%	35.0	35.0	–	–
2. Expansion of production capacity 擴充產能	15%	17.5	–	17.5	–
3. Investment in research, design and development activities 研究、設計及開發活動的投資	40%	46.9	46.9	–	–
4. Funding for working capital 為營運資金提供資金	15%	17.5	17.5	–	–
	100%	116.9	99.4	17.5	–

本公司無意按本公司日期為2013年9月17日的公佈所披露以外的目的使用餘下所得款項淨額。

本公司於本公佈日期起計過去12個月並未進行任何股本集資活動。

Management Discussion and Analysis

管理層討論及分析

Capital expenditure and capital commitments

The capital expenditure during the six months ended 30 June 2017 was approximately RMB2.4 million. As at 30 June 2017, the capital commitment amounted to approximately RMB12.8 million.

Foreign exchange risk management

Most of the sales and purchases of the Group are settled in Renminbi, which is not freely convertible into foreign currencies. The fluctuation of Renminbi during the first half of 2017 did not have any significant adverse effect on the Group's results. The Group is not exposed to any significant foreign exchange risk. Besides, the Group will conduct periodic review of its exposure to foreign exchange risk.

Contingent Liabilities

As at 30 June 2017, the Group had no material contingent liabilities.

Employees and Remuneration Policies

As at 30 June 2017, the Group had a workforce of approximately 1,300 people. Salaries of employees are maintained at a competitive level and are reviewed annually, with close reference to the relevant labour market and economic situation. The Group has adopted share option schemes whereby employees of the Group are granted options to acquire shares in the Company. A sound relationship has been maintained between the Group and its employees. The Group has also provided internal training to its staff and paid bonuses based upon staff performance and profits of the Group.



資本開支及資本承擔

截至2017年6月30日止六個月的資本開支約人民幣2.4百萬元。於2017年6月30日，資本承擔約人民幣12.8百萬元。

外匯風險管理

本集團大部分買賣均以人民幣結算，而人民幣不可自由兌換為外幣。人民幣於2017年上半年內的波動並無對本集團的業績造成任何重大不利影響。本集團並沒有面臨任何重大的外匯風險。另外，本集團將會定期檢討其外匯風險。

或有負債

於2017年6月30日，本集團並無重大或有負債。

僱員及薪酬政策

於2017年6月30日，本集團擁有員工約1,300人。僱員薪金保持在具競爭力水平，並密切參考有關勞工市場及經濟狀況予以每年檢討。本集團採納購股權計劃，據此，本集團僱員獲授予購股權購買本公司股份。本集團與其僱員之間保持良好關係。本集團亦向員工提供內部培訓，並根據員工表現及本集團利潤支付獎金。



Management Discussion and Analysis

管理層討論及分析

4 LOOKING AHEAD

Since 2013, the State Council and General Administration of Sports of China have published various opinions relating to sports and health industry which provided material development opportunities for the development of health services industry and sports services industry. Looking forward, there will still be tremendous room for the growth of the PRC sports and health industry which enters a flourishing stage, and the growth of demand will remain strong. Meanwhile, the construction of stadiums, which was driven by the urbanisation in the PRC, the growing number of consumers pursuing healthy lifestyle, the trend of fitness, the promotion of national fitness and support to health industry from the PRC government and the rising demand of consumers for products and services in terms of personalised need and professionalism have provided the Group with an important opportunity for future development. The Group will maintain its leading position in the existing sportswear business while promoting the implementation and enforcement of strategies with respect to sports and health industry in all aspects.

In view of the current situation, the Group and its controlling shareholder will fully utilize the leading position in sports and health products and services with the determination to implement the development strategy for the sports and health industry. The sports and health ecosystem will be continued to be established based on customers' sports and health lifestyle. Centered around sports and health products and big data to develop and consolidate industry resources, the ecosystem links consumers, scenarios and products with the service provider through a mobile sports and health community to cater for the consumers' sports and health lifestyle and provide them with comprehensive services.

In the second half of 2017, the Group will focus on the promotion of the following tasks:

1. to vigorously promote "Hosa new retail", including implementation of integration of online and offline sales, establishment of brand new O2O function, improvement in consumption experience of customers through ordering products via mobile applications and providing mobile payment service at our offline stores, as well as the exploration of consumers' demand through big data analysis;
2. to implement the cooperation with upstream and downstream enterprises in the industry (including mobile applications for sports and health), to integrate industry resources by flexible cooperative investment, and develop the sports and health industry;

4 展望未來

從2013年開始，國務院及國家體育總局發佈了多個關於運動健康產業有關的意見，為健康服務業和體育服務業的發展提供了重大的發展機遇。展望未來，中國運動健康產業進入蓬勃發展的階段，具有巨大的發展空間，需求增長強勁。同時，中國城市化進程推進的運動場館建設、越來越多的消費者追求健康的生活方式、健身運動日益成為一種時尚、中國政府對全民健身的推廣和對健康產業的支持、以及消費者對產品和服務的專業化、個性化需求的提升，都給本集團未來的發展提供了重大的發展機遇。本集團保持現有運動服飾業務領先地位的同時，將全面推進運動健康產業戰略的落實和實施。

在此背景下，本集團和控股股東將發揮在運動健康產品、運動健康服務方面的領先優勢，堅定運動健康產業發展戰略，圍繞消費者運動健康生活方式構建運動健康生態圈，以運動健康產品和大數據為中心，開發和整合產業資源，以移動運動健康社區實現消費者、場景、產品、服務提供者的連接，實現對消費者的運動健康生活方式提供全面的服務。

2017年下半年，本集團將重點推進以下相關工作：

1. 全力推進「浩沙新零售」，包括落實線上線下銷售的整合、建立全新O2O功能、通過移動APP訂購產品及門店移動支付服務來提升客戶的消費體驗、通過大數據分析挖掘消費者需求等；
2. 落實產業上下游(包括運動健康移動APP)的合作，以靈活的合作投資方式整合行業資源，發展運動健康產業；

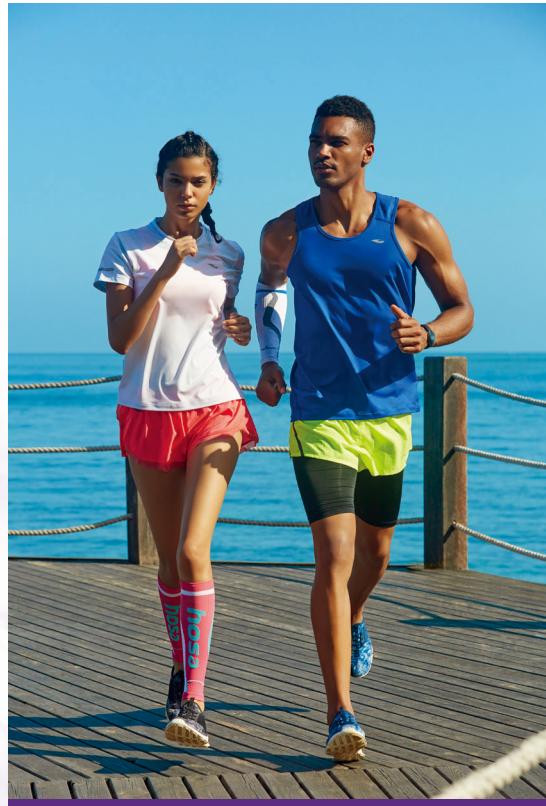
Management Discussion and Analysis

管理層討論及分析

3. to continue to develop new sports and health products, research on and consolidate sports and health products and services to explore new business growth drivers based on consumers' needs;
4. to continue to promote the title sponsorship cooperation of various sports and fitness events, and enhance the professional image and reputation for the brand.
3. 根據使用者需求，繼續延伸運動健康產品，整合運動健康產品和服務，開發新的業務增長點；
4. 繼續推進各類運動健康活動的冠名贊助合作，提升品牌的專業度和美譽度。

The Group believes that the promotion and implementation of the above measures will tremendously consolidate the competitive edges of the Group in sports and health sectors in the future. Although there might be an impact on the results indicators of the Group in a short term due to the transformation and upgrading, it is considered to be an inevitable stage for the better enhancement of its long-term competitiveness and for the greater room for development of the Group. We believe that the implementation of the Group's sports and health industry strategies will form a foundation for the future development and create a huge room for the future development and growth of the Group as well as greater value and returns to the consumers and Shareholders.

本集團相信以上各項措施的推進和落實，將在未來極大地強化本集團在運動健康領域的競爭優勢，雖然企業的轉型升級在短期內可能對本集團的業績指標產生一定的影響，但為了更好地提升企業的長期競爭力，為本集團創造更大的發展空間，這是企業必須經歷的階段。我們相信本集團運動健康產業戰略的落實，將為未來發展奠定戰略基礎，為本集團未來的發展創造巨大的增長空間，為消費者、股東創造更大的價值和回報。



Report of the Directors 董事會報告

The Directors have pleasure in presenting their report together with the unaudited financial statements for the six months ended 30 June 2017.

PRINCIPAL ACTIVITIES

The Company and its subsidiaries are principally engaged in the design and production of a wide range of mid-to-high end sportswear products, including swimwear and fitness wear, which are sold under the well-known Hosa and Water Cube brand.

FINANCIAL STATEMENTS

The profit of the Group for the six months ended 30 June 2017 and the state of the Group's affairs as at that date are set out in the financial statements on pages 40 to 68 of this interim report.

REVIEW OF INTERIM RESULTS

The Board has established the audit committee of the Company (the "Audit Committee") in compliance with the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). The Audit Committee comprises three independent non-executive Directors. The principal responsibilities of the Audit Committee are to review and supervise the financial reporting process and internal control systems of the Group. The interim results of the Group for the six months ended 30 June 2017 have not been audited but they have been reviewed by KPMG, the auditors of the Company, and the Audit Committee.

DIVIDENDS

The Board recommended the distribution of an interim dividend of HK3.9 cents (equivalent to approximately RMB3.3 cents) per share of the Company in cash to Shareholders for the six months ended 30 June 2017, representing a total payout of approximately HK\$65.0 million (equivalent to approximately RMB56.3 million). The interim dividend will be paid out from the Company's retained earnings.

董事欣然提呈本報告連同截至2017年6月30日止六個月的未經審計財務報表。

主要業務

本公司及其附屬公司主要從事設計及生產多元化的中高端運動服飾產品，包括水運動及健身瑜伽，並以著名的浩沙和水立方品牌出售。

財務報表

本集團截至2017年6月30日止六個月的利潤，以及本集團於該日的事務狀況，載於本中期報告第40至68頁的財務報表內。

中期業績審閱

董事會已遵照聯交所證券上市規則(「上市規則」)成立本公司審計委員會(「審計委員會」)。審計委員會包括三名獨立非執行董事。審計委員會的主要責任為審視及監督本集團的財務報告程序及內部監控系統。本集團截至2017年6月30日止六個月的中期業績未經審計，但已由本公司的核數師畢馬威會計師事務所及審計委員會審閱。

股息

董事會建議向股東派付截至2017年6月30日止六個月的中期現金股息每股3.9港仙(相當於約人民幣3.3分)，總派付金額約為港幣65.0百萬港元(相當於約人民幣56.3百萬元)。中期股息將以本公司保留利潤支付。

Report of the Directors

董事會報告

DIRECTORS

The Directors during the six months ended 30 June 2017 were:

Executive Directors

Mr. Shi Hongliu (*Chairman*)
Mr. Shi Hongyan (*Vice Chairman and Chief Executive Officer*)
Mr. Shi Zhixiong
Mr. Lui Wai Ming (*Chief Financial Officer*)

Independent Non-Executive Directors

Ms. Ko Yuk Lan
Mr. Yao Ge
Mr. He Wenyi

CHANGES IN THE BOARD AND DIRECTOR'S INFORMATION

During the six months ended 30 June 2017, there was no change in the composition of the Board.

There was no change in the information of the Directors since the date of the Company's 2016 annual report.

董事

於截至2017年6月30日止六個月的董事包括：

執行董事

施洪流先生(董事長)
施鴻雁先生(副董事長及行政總裁)
施志雄先生
雷偉銘先生(首席財務官)

獨立非執行董事

高玉蘭女士
姚戈先生
何文義先生

董事會成員及董事資料變更

截至2017年6月30日止六個月，董事會成員並沒有任何變更。

自本公司2016年年報日期以來，董事資料並無變更。

Report of the Directors 董事會報告

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 June 2017, the Directors and the chief executive of the Company had the following interests or short positions in the shares (the "Shares"), underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")) which have been notified to the Company and the Stock Exchange pursuant to Division 7 and 8 of Part XV of the SFO, including interests and short positions which the Directors and the chief executive of the Company are taken and deemed to have under such provisions of the SFO, or which are required to be and are recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code"):

董事及最高行政人員於股份、相關股份及債券的權益及淡倉

於2017年6月30日，本公司董事及最高行政人員於本公司及其相聯法團(定義見證券及期貨條例(「證券及期貨條例」)第XV部)的股份(「股份」)、相關股份及債券中，擁有以下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或淡倉(包括根據證券及期貨條例的有關條文被當作或視為本公司董事及最高行政人員擁有的權益及淡倉)，或須及已列入根據證券及期貨條例第352條規定存置的登記冊內，或根據上市發行人董事進行證券交易的標準守則(「標準守則」)須知會本公司及聯交所的權益或淡倉：

Name of Director	Name of company	Capacity/ Nature of Interest	Number of Shares	Number of Shares subject to options granted under the Share Option Scheme adopted on 23 November 2011 根據2011年11月23日採納的購股權計劃授出的購股權涉及的股份數目	Approximate percentage of shareholding in the Company/ associated corporations 於本公司／相聯法團的股權概約百分比
董事名稱	公司名稱	身份／權益性質	股份數目		
Mr. Shi Hongliu 施洪流先生	The Company 本公司	Interests of controlled corporations 於受控制法團的權益	829,884,859 ⁽¹⁾ (Long position) (好倉)	-	49.78%
	The Company 本公司	Beneficial interests 實益權益	500,000 (Long position) (好倉)	-	0.03%
Mr. Shi Hongyan 施鴻雁先生	Ho Born Investment Holdings Limited 浩邦投資控股有限公司	Beneficial interests 實益權益	26,233	-	26.23%
Mr. Lui Wai Ming 雷偉銘先生	The Company 本公司	Beneficial interests 實益權益	-	1,500,000	0.09%

Report of the Directors

董事會報告

Note:

- (1) Ho Born Investment Holdings Limited and Well Born Industrial Group Limited are beneficially owned as to 49.85% by Mr. Shi Hongliu. Mr. Shi Hongliu is therefore deemed to be interested in the aggregate of 829,884,859 Shares held by Ho Born Investment Holdings Limited and Well Born Industrial Group Limited.

Save as disclosed above, as at 30 June 2017, none of the Directors or the chief executive of the Company had or was deemed to have any interests or short position in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO), which had been recorded in the register maintained by the Company pursuant to section 352 of the SFO or which had been notified to the Company and the Stock Exchange pursuant to the Model Code.

At no time was the Company, its holding company, or any of its subsidiaries a party to any arrangements to enable the Directors and the chief executive of the Company (including their spouse and children under 18 years of age) to hold any interest 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).

附註 :

- (1) 浩邦投資控股有限公司及偉邦實業集團有限公司由施洪流先生實益擁有49.85%。故此，施洪流先生被視為浩邦投資控股有限公司及偉邦實業集團有限公司所持有的合共829,884,859股股份中擁有權益。

除上文披露者外，於2017年6月30日，概無本公司董事或最高行政人員於本公司及其相聯法團(定義見證券及期貨條例第XV部)的股份、相關股份或債券中，擁有或視為擁有已列入本公司根據證券及期貨條例第352條規定存置的登記冊內，或根據標準守則須知會本公司及聯交所的權益或淡倉。

本公司、其控股公司或其任何附屬公司從未訂立任何安排，使本公司董事及最高行政人員(包括彼等的配偶及未滿18歲子女)於本公司或其相聯法團(定義見證券及期貨條例第XV部)的股份、相關股份或債券中持有任何權益或淡倉。

Report of the Directors

董事會報告

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

So far as is known to any Director or chief executive of the Company, as at 30 June 2017, the persons or corporations (other than Director or chief executive of the Company) who had interest or short positions in the shares and underlying shares of the Company which were required to be disclosed to the Company under the provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept under section 336 of the SFO were as follows:

Name of Shareholders 股東名稱	Capacity/Nature of Interest 身份／權益性質	Number of Shares 股份數目	Approximate percentage of shareholding in the Company 佔本公司股權的概約百分比
Ho Born Investment Holdings Limited ⁽¹⁾ 浩邦投資控股有限公司 ⁽¹⁾	Beneficial interests 實益權益	710,076,859 (Long position) (好倉)	42.59%
Well Born Industrial Group Limited ⁽¹⁾ 偉邦實業集團有限公司 ⁽¹⁾	Beneficial interests 實益權益	119,808,000 (Long position) (好倉)	7.19%
Mr. Fang Chengyu 方誠鈺先生	Beneficial interests 實益權益	101,396,000 (Long position) (好倉)	6.08%

Note:

- (1) Mr. Shi Hongliu and Mr. Shi Hongyan, executive Directors, are two of the directors of Ho Born Investment Holdings Limited and Well Born Industrial Group Limited.

Save as disclosed above, as at 30 June 2017, the Directors and the chief executive of the Company are not aware of any other person or corporation having an interest or short position in the shares and underlying shares of the Company which would require to be disclosed to the Company under the provisions of Division 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO.

主要股東於股份及相關股份的權益及淡倉

就本公司任何董事或最高行政人員所知，於2017年6月30日，以下人士或法團(並非本公司董事或最高行政人員)於本公司股份及相關股份中，擁有根據證券及期貨條例第XV部第2及3分部的條文須披露予本公司的權益或淡倉，或已列入根據證券及期貨條例第336條規定存置的登記冊內的權益或淡倉：

附註：
(1) 執行董事施洪流先生及施鴻雁先生為浩邦投資控股有限公司及偉邦實業集團有限公司的兩名董事。

除上文披露者外，於2017年6月30日，本公司董事及最高行政人員並不知悉有任何其他人士或法團於本公司的股份及相關股份中擁有根據證券及期貨條例第XV部第2及3分部的條文須披露予本公司的權益或淡倉，或已列入根據證券及期貨條例第336條規定存置的登記冊內的權益或淡倉。

Report of the Directors

董事會報告

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2017.

SHARE OPTION SCHEMES

Pre-IPO Share Option Scheme

The Company adopted a pre-IPO share option scheme (the "Pre-IPO Share Option Scheme") on 23 November 2011 for the purpose of giving certain eligible persons an opportunity to have a personal stake in the Company and motivating them to optimise their future performance and efficiency to the Group and/or rewarding them for their past contributions, and attracting and retaining, or otherwise maintaining ongoing relationships with, such eligible persons who are significant to and/or whose contributions are or will be beneficial to the performance, growth or success of the Group. Options to subscribe for an aggregate of 20,500,000 Shares were granted on 23 November 2011. The exercise price per Share is HK\$1.28, representing a discount of 20% to the global offering price per Share. Save as disclosed below, no further options were granted under the Pre-IPO Share Option Scheme prior to the Listing Date. All options granted under the Pre-IPO Share Option Scheme may be exercised in the following manner:

Exercise period 行使期

Anytime after the first anniversary of the Listing Date
上市日期首週年後的任何時間

Anytime after the second anniversary of the Listing Date
上市日期第二週年後的任何時間

Anytime after the third anniversary of the Listing Date
上市日期第三週年後的任何時間

No share options were granted, exercised, cancelled or lapsed by the Company under the Pre-IPO Share Option Scheme during the period from 1 January 2017 to 30 June 2017 and there were no outstanding share options under the Pre-IPO Share Option Scheme as at 30 June 2017 and up to the date of this report.

購買、出售或贖回本公司上市證券

於截至2017年6月30日止六個月，本公司或其任何附屬公司概無購買、出售或贖回本公司任何上市證券。

購股權計劃

首次公開發售前購股權計劃

本公司於2011年11月23日採納首次公開發售前購股權計劃(「首次公開發售前購股權計劃」)，旨在給予若干合資格人士於本公司擁有個人股權的機會，並激勵彼等於日後為本集團做出最佳表現及效率，及／或就彼等過去的貢獻給予獎勵，以吸引及挽留或以其他方式與該等對本集團的表現、發展或成功乃屬重要及／或其貢獻有利於或將有利於本集團的表現、發展或成功的合資格人士維持持續良好關係。可認購合共20,500,000股股份的購股權已於2011年11月23日授出。每股行使價為1.28港元，較每股股份的全球發售價折讓20%。除下文披露者外，於上市日期前，概無根據首次公開發售前購股權計劃進一步授出購股權。所有根據首次公開發售前購股權計劃授出的購股權可按下列方式行使：

Maximum percentage of options exercisable 可予行使購股權的最高百分比

30 % of the total number of options granted
已授出購股權總數的30%

30 % of the total number of options granted
已授出購股權總數的30%

40 % of the total number of options granted
已授出購股權總數的40%

於2017年1月1日起直至2017年6月30日止期間內，本公司概無根據首次公開發售前購股權計劃已授出、獲行使、已注銷或已失效之購股權，而於2017年6月30日及截至本報告日期，於首次公開發售前購股權計劃項下概無任何尚未行使之購股權。

Report of the Directors

董事會報告

Share Option Scheme

The Company adopted a share option scheme (the "Share Option Scheme") on 23 November 2011 for the purpose of giving certain eligible persons an opportunity to have a personal stake in the Company and motivating them to optimize their future performance and efficiency to the Group and/or rewarding them for their past contributions, and attracting and retaining, or otherwise maintaining on-going relationships with such eligible persons who are significant to and/or whose contributions are or will be beneficial to the performance, growth or success of the Group.

The maximum number of Shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other schemes of the Group shall not in aggregate exceed 10% of the Shares in issue as at the listing date, i.e. 1,600,000,000 Shares. The maximum number of Shares issued and to be issued upon exercise of the options granted under the Share Option Scheme to any one person (including exercised and outstanding share options) in any 12-month period shall not exceed 1% of the Shares in issue from time to time.

A share option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period as determined by the Board and not exceeding 10 years from the date of the grant. There is no minimum period for which an option must be held before it can be exercised. Participants of the Share Option Scheme are required to pay the Company HK\$1.0 upon acceptance of the grant on or before 28 days after the offer date. The exercise price of the options is determined by the Board in its absolute discretion and shall not be less than whichever is the highest of:

- (a) the nominal value of a Share;
- (b) the closing price of a Share as stated in the Stock Exchange's daily quotations sheet on the date of offer; and
- (c) the average closing price of a Share as stated in the Stock Exchange's daily quotation sheet for the five business days immediately preceding the date of offer.

購股權計劃

本公司於2011年11月23日採納購股權計劃（「購股權計劃」），旨在給予若干合資格人士於本公司擁有個人股權的機會，並激勵彼等於日後為本集團做出最佳表現及效率，及／或就彼等過去的貢獻給予獎勵，以吸引及挽留或以其他方式與該等對本集團的表現、發展或成功乃屬重要及／或其貢獻有利於或將有利於本集團的表現、發展或成功的合資格人士維持持續良好關係。

因行使根據購股權計劃及本集團任何其他計劃將予授出的所有購股權而可能發行的最高股份數目，合共不得超過於上市日期已發行股份（即1,600,000,000股股份）的10%。根據購股權計劃向任何一名人士授出購股權（包括已行使及未獲行使的購股權）獲行使而已發行及將予發行的最高股份數目於任何12個月期間不得超過不時已發行股份的1%。

每份購股權均可根據購股權計劃的條款於董事會釐定的期間內隨時行使，惟不得超過授出日期起計10年。每份購股權在行使前並無最短持有期。購股權計劃參與者如接納所授出的購股權，須於要約日期起計28日或之前向本公司支付1.0港元。購股權的行使價由董事會全權酌情釐定，惟行使價不得低於以下最高者：

- (a) 股份面值；
- (b) 股份於要約日期於聯交所每日報價表所報的收市價；及
- (c) 繫接要約日期前五個營業日聯交所每日報價表所報股份平均收市價。

Report of the Directors

董事會報告

The Share Option Scheme shall be valid and effective for a period of 10 years from the listing date, after which no further options will be granted or offered but the provisions of the Share Option Scheme shall remain in force and effect in all other respects. All share options granted prior to the termination of the Share Option Scheme and not then exercised shall continue to be valid and exercisable in accordance with the Share Option Scheme.

Details of the share options granted under the Share Option Scheme and the movement during the six months ended 30 June 2017 are as follows:

Name of director 董事姓名	As at 1 January 2017 於2017年 1月1日	Granted during the period 期內授出	Exercised during the period 期內行使	As at 30 June 2017 於2017年 6月30日 尚未行使	Exercise price 每股行使價	Date of grant 授出日期	Exercise period 行使期
Mr. Lui Wai Ming 雷偉銘先生	1,500,000	—	—	1,500,000	HK\$2.37 2.37港元	1 April 2016 2016年4月1日	(Notes (i)) (附註(i))
Total: 合計：	1,500,000	—	—	1,500,000			

Notes:

附註 :

- (i) Details of exercise period of the share options granted to Mr. Lui Wai Ming are as follows: (ii) 授予雷偉銘先生的購股權行使期詳情如下：

Exercise period 行使期	Percentage of exercisable share options 可予行使購股權的百分比
1 April 2018 to 31 March 2021 2018年4月1日至2021年3月31日	30% of the total number of share options granted 已授出購股權總數的30%
1 April 2019 to 31 March 2021 2019年4月1日至2021年3月31日	30% of the total number of share options granted 已授出購股權總數的30%
1 April 2020 to 31 March 2021 2020年4月1日至2021年3月31日	40% of the total number of share options granted 已授出購股權總數的40%

- (ii) No options were exercised, cancelled or lapsed during the period. (ii) 概無任何購股權於期內行使，註銷或失效。

購股權計劃由上市日期起計10年內一直有效及生效，其後不會授出或提呈其他購股權，但購股權計劃的條文在所有其他方面仍然有效及生效。於購股權計劃終止前已授出但尚未行使的全部購股權仍然有效並可根據購股權計劃予以行使。

截至2017年6月30日止六個月，根據購股權計劃授出的購股權及變動的詳情如下：

Report of the Directors 董事會報告

The total number of shares available for issue under the Share Option Scheme is 158,500,000, representing approximately 9.5% of the Company's issued share capital as at the date of this interim report.

Further details of the Pre-IPO Share Option Scheme and the Share Option Scheme are set out in note 14(b) to the unaudited interim financial report.

AUDIT COMMITTEE

The Audit Committee was established, in compliance with Rules 3.21 and 3.22 of the Listing Rules, with written terms of reference in compliance with the Corporate Governance Code. The primary duties of the Audit Committee are to review and supervise the financial reporting process and internal control system of the Group and to provide advice and comments to the Board. The members meet regularly with the external auditors and the Company's senior management for the review, supervision and discussion of the Company's financial reporting and internal control procedures and ensure that the management has discharged their duties to establish an effective internal control system. The Audit Committee comprises three members, namely Ms. Ko Yuk Lan, Mr. Yao Ge and Mr. He Wenyi, all of whom are independent non-executive Directors. Ms. Ko Yuk Lan, who has appropriate professional qualifications and experience in accounting matters, was appointed as the chairlady of the Audit Committee.

Pursuant to the meeting of the Audit Committee on 21 August 2017, the Audit Committee has reviewed the unaudited consolidated financial statements of the Group for the six months ended 30 June 2017, including the accounting principles, treatments and practices adopted by the Group. The Audit Committee has no disagreement with the accounting principles, treatments and practices adopted by the Group.

COMPLIANCE WITH THE MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules as its own code of conduct for securities transactions by the Directors. Specific enquiries have been made with all Director and all Directors confirmed that they have complied with the Model Code for the six months ended 30 June 2017.

於本中報日期，購股權計劃可供發行的股份數目合共158,500,000股，佔本公司已發行股本約9.5%。

首次公開發售前購股權計劃及購股權計劃的進一步詳情載於未經審計中期財務報告附註14(b)。

審計委員會

審計委員會按照上市規則第3.21條及第3.22條成立，並按企業管治守則的規定制訂其書面職權範圍。審計委員會的主要職責為審視及監督本集團的財務申報程序及內部監控系統，並向董事會提供建議及意見。成員定期與外聘核數師及本公司高級管理層進行會面，以審視、監督及討論本公司的財務申報及內部監控程序，並確保管理層履行其職責建立有效的內部監控系統。審計委員會由三名成員組成，即高玉蘭女士、姚戈先生及何文義先生(均為獨立非執行董事)。高玉蘭女士具備適當的專業資格及會計事宜經驗，獲委任為審計委員會主席。

根據審計委員會於2017年8月21日舉行的會議，審計委員會已審閱本集團截至2017年6月30日止六個月的未經審計綜合財務報表，包括本集團採納的會計原則、會計處理及常規。審計委員會對於本集團採納的會計原則、會計處理及常規並無意見不一。

遵守董事進行證券交易的標準守則

本公司已採納上市規則附錄十所載的標準守則作為其董事進行證券交易的行為守則。經向全體董事作出具體查詢後，全體董事均確認彼等於截至2017年6月30日止六個月內一直遵守標準守則的規定。

Report of the Directors

董事會報告

CORPORATE GOVERNANCE

During the period from 1 January 2017 to 30 June 2017, the Company complied with the code provisions of the Corporate Governance Code as set out in Appendix 14 to the Listing Rules.

ACKNOWLEDGEMENT

On behalf of the Board, I extend my gratitude to all our staff for their hard work and dedication.

企業管治

於2017年1月1日至2017年6月30日期間，本公司符合上市規則附錄十四所載的企業管治守則的守則條文。

致謝

本人謹代表董事會就全體員工所付出的努力及盡忠職守致以衷心的謝意。

By Order of the Board
Shi Hongliu
Chairman and Executive Director

Hong Kong, 21 August 2017

承董事會命
施洪流
董事長兼執行董事

香港，2017年8月21日

Financial Section 財務部分

Review Report of the Auditor 核數師審閱報告	38
Consolidated Statement of Profit or Loss and Other Comprehensive Income 合併損益及其他綜合收益表	40
Consolidated Statement of Financial Position 合併財務狀況表	41
Consolidated Statement of Changes in Equity 合併權益變動表	43
Condensed Consolidated Cash Flow Statement 簡明合併現金流量表	45
Notes to the Unaudited Interim Financial Report 未經審計中期財務報告附註	46

Review Report of the Auditor 核數師審閱報告



**Review report to the board of directors of Hosa International Limited
(Incorporated in the Cayman Islands with limited liability)**

INTRODUCTION

We have reviewed the interim financial report set out on pages 40 to 68 which comprises the consolidated statement of financial position of Hosa International Limited ("the Company") as of 30 June 2017 and the related consolidated statement of profit or loss and other comprehensive income and the consolidated statement of changes in equity and condensed consolidated cash flow statement for the six-month period then ended and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and International Accounting Standard 34, *Interim financial reporting*, issued by the International Accounting Standards Board. The directors are responsible for the preparation and presentation of the interim financial report in accordance with International Accounting Standard 34.

Our responsibility is to form a conclusion, based on our review, on the interim financial report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, *Review of interim financial information performed by the independent auditor of the entity*, issued by the Hong Kong Institute of Certified Public Accountants. A review of the interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**致浩沙國際有限公司董事會的審閱報告
(於開曼群島註冊成立的有限公司)**

引言

我們已審閱列載於第40至68頁浩沙國際有限公司（「貴公司」）的中期財務報告，此中期財務報告包括於2017年6月30日的合併財務狀況表，及截至該日止六個月期間的相關合併損益及其他綜合收益表、合併權益變動表及簡明合併現金流量表以及附註解釋。根據香港聯合交易所有限公司證券上市規則的規定，上市公司必須符合上市規則中的相關規定及國際會計準則理事會所頒佈的國際會計準則第34號中期財務報告的規定編製中期財務報告。董事須負責根據國際會計準則第34號編製及列報中期財務報告。

我們的責任是根據我們的審閱對中期財務報告作出結論，並按照我們雙方所協定的應聘條款，僅向全體董事會報告，除此以外，我們的報告書不可用作其他用途。我們概不就本報告的內容，對任何其他人士負責或承擔法律責任。

審閱範圍

我們已根據香港會計師公會頒佈的香港審閱工作準則第2410號企業獨立核數師對中期財務資料的審閱進行審閱。中期財務報告審閱工作包括主要向負責財務會計事項的人員詢問，並實施分析和其他審閱程序。由於審閱的範圍遠較按照香港審計準則進行審計的範圍小，所以不能保證我們會注意到在審計中可能會被發現的所有重大事項。因此，我們不會發表任何審計意見。

Review Report of the Auditor 核數師審閱報告

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial report as at 30 June 2017 is not prepared, in all material respects, in accordance with International Accounting Standard 34, *Interim financial reporting*.

KPMG

Certified Public Accountants
8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

21 August 2017

結論

根據我們的審閱工作，我們並沒有注意到任何事項，使我們相信於2017年6月30日的中期財務報告在所有重大方面沒有按照國際會計準則第34號中期財務報告的規定編製。

畢馬威會計師事務所

執業會計師
香港中環
遮打道10號
太子大廈8樓

2017年8月21日

Consolidated Statement of Profit or Loss and Other Comprehensive Income 合併損益及其他綜合收益表

For the six months ended 30 June 2017 – unaudited (Expressed in Renminbi)

截至2017年6月30日止六個月－未經審計(以人民幣列示)

			Six months ended 30 June 截至6月30日止六個月	
		Note 附註	2017 <i>RMB'000</i> 人民幣千元	2016 <i>RMB'000</i> 人民幣千元
Revenue	收入	3	658,795	655,923
Cost of sales	銷售成本		(373,095)	(314,048)
Gross profit	毛利		285,700	341,875
Other revenue	其他收入		17,193	27,059
Other net (loss)/income	其他收益淨額		(1,061)	477
Selling and distribution expenses	銷售及經銷成本		(55,553)	(99,002)
Administrative and other operating expenses	行政及其他經營開支		(43,947)	(59,816)
Profit from operations	經營利潤		202,332	210,593
Finance costs	財務成本	4(a)	(5,958)	(1,472)
Profit before taxation	除稅前利潤	4	196,374	209,121
Income tax	所得稅	5	(35,603)	(40,824)
Profit for the period attributable to equity shareholders of the Company	本公司權益股東應佔期間利潤		160,771	168,297
Other comprehensive income for the period	期間其他綜合收益			
Item that may be reclassified subsequently to profit or loss: Exchange differences on translation of financial statements of operations outside the mainland China	可能於其後重新分類至損益之項目： 換算中國內地境外業務的財務報表的匯兌差異		7,474	(2,599)
Total comprehensive income for the period attributable to equity shareholders of the Company	本公司權益股東應佔期間綜合收益總額		168,245	165,698
Earnings per share (RMB)	每股盈利(人民幣元)	6		
Basic	基本		0.10	0.10
Diluted	攤薄		0.10	0.10

The notes on pages 46 to 68 form part of this interim financial report.
Details of dividends payable to equity shareholders of the Company are set out in note 14.

第46至68頁的附註構成本中期財務報告的一部分。應付本公司權益股東的股息詳情載於附註14。

Consolidated Statement of Financial Position

合併財務狀況表

At 30 June 2017 – unaudited (Expressed in Renminbi)
於2017年6月30日－未經審計(以人民幣列示)

		30 June 6月30日 2017	31 December 12月31日 2016
	Note 附註	RMB'000 人民幣千元	RMB'000 人民幣千元
Non-current assets			
Property, plant and equipment	7	93,936	85,299
Lease prepayments	8	17,114	17,319
Intangible assets		984	513
Deferred tax assets		604	3,021
Total non-current assets		112,638	106,152
Current assets			
Inventories		213,135	220,255
Trade and other receivables	9	571,156	421,547
Pledged deposits	10	314,820	255,959
Fixed deposits held at banks with maturity over three months		1,388,190	1,364,266
Cash and cash equivalents	11	210,585	88,796
Total current assets		2,697,886	2,350,823
Current liabilities			
Trade and other payables	12	371,461	236,028
Bank loans	13	384,634	320,632
Current taxation		54,884	33,346
Total current liabilities		810,979	590,006

The notes on pages 46 to 68 form part of this interim financial report.

第46至第68頁的附註構成本中期財務報告的一部分。

Consolidated Statement of Financial Position

合併財務狀況表

At 30 June 2017 – unaudited (Expressed in Renminbi)

於2017年6月30日 – 未經審計(以人民幣列示)

		30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
	Note 附註		
Net current assets	流動資產淨值	1,886,907	1,760,817
Total assets less current liabilities	總資產減流動負債	1,999,545	1,866,969
Non-current liabilities	非流動負債		
Deferred tax liabilities	遞延稅項負債	8,966	10,782
Total non-current liabilities	非流動負債總值	8,966	10,782
Net assets	資產淨值	1,990,579	1,856,187
Capital and reserves	資本及儲備		
Share capital	股本	13,567	13,567
Reserves	儲備	1,977,012	1,842,620
Total equity	權益總額	1,990,579	1,856,187

Approved and authorised for issue by the board of directors on 21 August 2017.

由董事會於2017年8月21日批准及授權刊發。

Shi Hongliu
施洪流
Director
董事

Shi Hongyan
施鴻雁
Director
董事

The notes on pages 46 to 68 form part of this interim financial report.

第46至第68頁的附註構成本中期財務報告的一部分。

Consolidated Statement of Changes in Equity

合併權益變動表

For the six months ended 30 June 2017 – unaudited (Expressed in Renminbi)
截至2017年6月30日止六個月－未經審計(以人民幣列示)

	Note 附註	Capital										Share-based compensation reserve Note14(b) 以股份為基準 的補償儲備 附註14(b)	Retained earnings	Total
		Share capital	Share premium	Capital redemption reserve	Capital reserve	Statutory reserve	Exchange reserve	Other reserve	Share-based compensation reserve Note14(b) 以股份為基準 的補償儲備 附註14(b)	Retained earnings				
		股本	股份溢價	資本 贖回儲備	資本儲備	法定儲備	匯兌儲備	其他儲備	保留利潤	總計	人民幣千元	人民幣千元	人民幣千元	
Balance at 1 January 2016		13,494	21,627	29	60	69,572	(8,763)	91,132	5,509	1,518,102	1,710,762			
Changes in equity for the six months ended 30 June 2016	於2016年1月1日的結餘 截至2016年6月30日止六個月的 權益變動													
Profit for the period	期間利潤	-	-	-	-	-	-	-	-	168,297	168,297			
Other comprehensive income	其他綜合收益	-	-	-	-	-	-	(2,599)	-	-	-	(2,599)		
Total comprehensive income	綜合收益總額	-	-	-	-	-	(2,599)	-	-	168,297	165,698			
Equity-settled share-based payments	以權益結算的股份支付	14(b)	-	-	-	-	-	-	-	56	-	56		
Share issued on exercise of share options	行使購股權時之已發行股份	14(b)	1	275	-	-	-	-	-	(89)	-	187		
Dividends approved in respect of the previous year	批准過往年度股息	14(a)(ii)	-	(21,627)	-	-	-	-	-	(37,331)	(58,958)			
Balance at 30 June 2016	於2016年6月30日的結餘	13,495	275	29	60	69,572	(11,362)	91,132	5,476	1,649,068	1,817,745			
Balance at 1 July 2016	於2016年7月1日的結餘													
Changes in equity for the six months ended 31 December 2016	於2016年12月31日止 六個月的權益變動：													
Profit for the period	期間利潤	-	-	-	-	-	-	-	-	100,540	100,540			
Other comprehensive income	其他綜合收益	-	-	-	-	-	(11,720)	-	-	-	-	(11,720)		
Total comprehensive income	綜合收益總額	-	-	-	-	-	(11,720)	-	-	100,540	88,820			
Equity-settled share-based payments	以權益結算的股份支付	14(b)	-	-	-	-	-	-	-	(856)	-	(856)		
Share issued on exercise of share options	行使購股權時之已發行股份	14(b)	72	13,489	-	-	-	-	-	(4,441)	-	9,120		
Dividends approved in respect of the previous period	批准過往期間股息	14(a)(ii)	-	-	-	-	-	-	-	-	(58,642)	(58,642)		
Balance at 31 December 2016	於2016年12月31日的結餘	13,567	13,764	29	60	69,572	(23,082)	91,132	179	1,690,966	1,856,187			

The notes on pages 46 to 68 form part of this interim financial report.

第46至第68頁的附註構成本中期財務報告的一部分。

Consolidated Statement of Changes in Equity

合併權益變動表

For the six months ended 30 June 2017 – unaudited (Expressed in Renminbi)

截至2017年6月30日止六個月－未經審計(以人民幣列示)

		Share capital	Share premium	Capital redemption reserve	Capital reserve	Statutory reserve	Exchange reserve	Other reserve	Share-based compensation reserve	Retained earnings	Total	
		股本	股份溢價	資本 贖回儲備	資本儲備	法定儲備	匯兌儲備	其他儲備	Note 14(b) 以股份為基準 的補償儲備 附註14(b)	保留利潤	總計	
		Note 附註	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	
Balance at 1 January 2017	於2017年1月1日的結餘		13,567	13,764	29	60	69,572	(23,082)	91,132	179	1,690,966	1,856,187
Changes in equity for the six months ended 30 June 2017	截至2017年6月30日止 六個月的權益變動：											
Profit for the period	期間利潤		-	-	-	-	-	-	-	-	160,771	160,771
Other comprehensive income	其他綜合收益		-	-	-	-	-	7,474	-	-	-	7,474
Total comprehensive income	綜合收益總額		-	-	-	-	-	7,474	-	-	160,771	168,245
Equity-settled share-based payments	以權益結算的股份支付	14(b)	-	-	-	-	-	-	-	115	-	115
Dividends approved in respect of the previous year	批准過往年度股息	14(a)(ii)	-	(13,764)	-	-	-	-	-	(20,204)	(33,968)	
Balance at 30 June 2017	於2017年6月30日的結餘		<u>13,567</u>	<u>-</u>	<u>29</u>	<u>60</u>	<u>69,572</u>	<u>(15,608)</u>	<u>91,132</u>	<u>294</u>	<u>1,831,533</u>	<u>1,990,579</u>

The notes on pages 46 to 68 form part of this interim financial report.

第46至第68頁的附註構成本中期財務報告的一部分。

Condensed Consolidated Cash Flow Statement

簡明合併現金流量表

For the six months ended 30 June 2017 – unaudited (Expressed in Renminbi)
截至2017年6月30日止六個月－未經審計(以人民幣列示)

	Six months ended 30 June 截至6月30日止六個月	2017 RMB '000 人民幣千元	2016 RMB '000 人民幣千元
Operating activities			
Cash generated from operations	經營所得現金	136,676	3,745
Income tax paid	已付所得稅	(13,464)	(15,446)
Net cash generated from/(used in) operating activities	經營活動所得／(所用)現金淨額	123,212	(11,701)
Investing activities			
Increase in pledged deposits	已質押存款增加	(58,861)	(83,830)
Placement of time deposits with original maturity over three months	存入原到期日超過三個月之定期存款	(429,924)	(632,500)
Maturity of time deposits with original maturity over three months	原到期日超過三個月之定期存款到期額	406,000	715,000
Other cash inflows arising from investing activities	投資活動產生之其他現金流入	17,538	24,926
Net cash (used in)/generated from investing activities	投資活動(所用)／所得現金淨額	(65,247)	23,596
Financing activities			
Proceeds from bank loans	銀行貸款所得款項	130,950	164,097
Repayments of bank loans	銀行貸款還款	(61,500)	(99,396)
Dividends paid to equity shareholders of the Company	已付本公司權益股東的股息	–	(60,538)
Other cash outflows arising from financing activities	融資活動產生之其他現金流出	(5,626)	(1,107)
Net cash generated from financing activities	融資活動所得現金淨額	63,824	3,056
Net increase in cash and cash equivalents	現金及現金等價物增加淨額	121,789	14,951
Cash and cash equivalents at 1 January	於1月1日的現金及現金等價物	88,796	21,000
Cash and cash equivalents at 30 June	於6月30日的現金及現金等價物	210,585	35,951

The notes on pages 46 to 68 form part of this interim financial report.

第46至第68頁的附註構成本中期財務報告的一部分。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

1 BASIS OF PREPARATION

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), including compliance with International Accounting Standard ("IAS") 34, *Interim Financial Reporting*, issued by the International Accounting Standard Board ("IASB"). It was authorised for issue on 21 August 2017.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2016 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2017 annual financial statements. Details of any changes in accounting policies are set out in note 2.

The preparation of an interim financial report in conformity with IAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2016 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRSs").

The interim financial report is unaudited, but has been reviewed by the audit committee of the Company. It has also been reviewed by KPMG in accordance with Hong Kong Standard on Review Engagements 2410, *Review of Interim Financial Information performed by the independent auditor of the entity*, issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). KPMG's independent review report to the Board of Directors is included on page 38 to 39.

The financial information relating to the financial year ended 31 December 2016 that is included in the interim financial report as comparative information does not constitute the Company's statutory annual consolidated financial statements for that financial year but is derived from those financial statements. Statutory financial statements for the year ended 31 December 2016 are available from the Company's principal place of business in Hong Kong. The auditor has expressed an unqualified opinion on those financial statements in their report dated 21 March 2017.

1 編製基準

此中期財務報告乃按照香港聯合交易所有限公司(「聯交所」)證券上市規則的適用披露條文規定編製並符合國際會計準則理事會(「國際會計準則理事會」)所頒佈的國際會計準則(「國際會計準則」)第34號中期財務報告。本年的中期財務報告於2017年8月21日獲授權刊發。

除預期將於2017年的年度財務報表中反映的會計政策變動外，本集團編製中期財務報告所採用的會計政策與編製2016年的年度財務報表所採用者一致。會計政策的變動詳情載於附註2。

按照國際會計準則第34號編製的中期財務報告，需要管理層作出判斷、估計及假設。此舉會影響政策的應用及按截至報告日期止基準呈報的資產與負債、收入與支出的金額。實際結果可能有別於該等估計。

此中期財務報告載有簡明合併財務報表及經選取的解釋附註。附註包括對瞭解本集團自2016年的年度財務報表以來財務狀況及表現的變動屬重要的事件及交易的說明。簡明合併中期財務報表及其附註並不包括按照國際財務報告準則(「國際財務報告準則」)編製全套財務報表規定的所有資料。

中期財務報告乃未經審計，但已由本公司審計委員會審閱。中期財務報告亦已由畢馬威會計師事務所根據香港會計師公會(「香港會計師公會」)頒佈的香港審閱工作準則第2410號企業獨立核數師對中期財務資料的審閱作出審閱。畢馬威會計師事務所致董事會的獨立審閱報告載於第38至39頁。

包括在中期財務報告中作為比較資料的有關截至2016年12月31日止財政年度的財務資料並不構成該財政年度本公司的法定年度合併財務報表，但該等財務資料均摘取自該等財務報表。截至2016年12月31日止年度的法定財務報表於本公司的香港主業營業地點可供索閱。核數師已於2017年3月21日報告中，表示對該等財務報表無保留意見。

Notes to the Unaudited Interim Financial Report 未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

2 CHANGES IN ACCOUNTING POLICIES

The IASB has issued the following amendments to IFRSs that are first effective for the current accounting period of the Group.

- *Annual Improvements to IFRSs 2014–2016 Cycle*
- *Amendments to IAS 7, Disclosure initiative*
- *Amendments to IAS 12, Income taxes – Recognition of deferred tax assets for unrealised losses*

None of these developments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented. The Group has not applied any new standard or interpretation that is not yet effective for current accounting period.

3 REVENUE AND SEGMENT REPORTING

The principal activities of the Group are design, manufacture and wholesale of swimwear and fitness wear by 30 June 2017.

Revenue represents the sales value of goods sold less returns, discounts and value added tax.

Segment information is presented in respect of the Group's business segments. The primary format, business segments, is based on the Group's management and internal reporting structure.

In 2017, the Group's management combined the design, manufacture and wholesales of fitness wear and sports under wear into one segment and streamlined its business into separate segments as follows:

- Design, manufacture and wholesale of swimwear under the brand name of "Hosa" ("Swimwear – Hosa");
- Design, manufacture and wholesale of swimwear under the brand name of "Water Cube" ("Swimwear – Water Cube"); and
- Design, manufacture and wholesale of fitness wear under the brand name of "Hosa" ("Fitness wear – Hosa").

2 會計政策的變動

國際會計準則理事會已頒佈下列國際財務報告準則修訂，並於本集團的本會計期間首次生效。

- 國際財務報告準則2014年至2016年週期之年度改進
- 國際會計準則7號(修訂本)，披露計劃
- 國際會計準則第12號(修訂本)，所得稅－確認未變現虧損之遞延稅項資產

概無該等發展對本集團的即期或以往期間的業績及財務狀況如何編製或呈列有重大影響。本集團並無應用任何於本會計期間仍未生效之新準則或詮釋。

3 收入及分部報告

本集團截至2017年6月30日的主要業務為水運動及健身瑜伽的設計、生產及批發。

收入指已出售貨品的銷售價值減去退貨、折扣及增值稅。

分部資料乃就本集團業務分部呈列。主要形式(業務分部)乃根據本集團管理及內部申報架構劃分。

於2017年，本集團的管理層已將健身服飾及運動內衣的設計、生產及批發合併為一個獨立分部，本集團的業務分部載列如下：

- 「浩沙」品牌下水運動的設計、生產及批發(「水運動－浩沙」)；
- 「水立方」品 牌下水運動的設計、生產及批發(「水運動－水立方」)；
- 「浩沙」品 品牌下健身瑜伽的設計、生產及批發(「健身服飾－浩沙」)。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

3 REVENUE AND SEGMENT REPORTING (CONTINUED)

Information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the period is set out below:

	Swimwear – Hosa 水運動 – 浩沙	Swimwear – Water Cube 水運動 – 水立方	Fitness wear – Hosa 健身瑜伽 – 浩沙	Subtotal of reportable segments 須申報 分部小計	Others	Total
	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元

Six months ended 截至2017年6月30日

30 June 2017 止六個月

Revenue	收入	285,050	87,463	229,515	602,028	56,767	658,795
Cost of sales	銷售成本	(153,672)	(51,588)	(115,427)	(320,687)	(52,408)	(373,095)
Gross profit	毛利	131,378	35,875	114,088	281,341	4,359	285,700

Six months ended 截至2016年6月30日

30 June 2016 止六個月

Revenue	收入	268,571	100,800	286,552	655,923	–	655,923
Cost of sales	銷售成本	(123,559)	(59,755)	(130,734)	(314,048)	–	(314,048)
Gross profit	毛利	145,012	41,045	155,818	341,875	–	341,875

Others mainly represent revenue from sales of fabrics and sales of health products.

向本集團最高級行政管理層提供以於期內分配資源及評估分部表現而有關本集團須申報分部的資料載列如下：

其他為布料及健康產品的銷售收入。

The Group's revenue by geographical location is determined by the destination where the goods are delivered.

本集團按地理位置劃分的營業額乃以產品交付目的地釐定。

	Six months ended 30 June 截至6月30日止六個月	
	2017 RMB'000 人民幣千元	2016 RMB'000 人民幣千元
Domestic		607,964
Overseas	566,310 92,485	47,959
	658,795	655,923

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

3 REVENUE AND SEGMENT REPORTING (CONTINUED)

The Group has five customers (six months ended 30 June 2016: three customers) with whom transactions have exceeded 10% of the Group's revenue for the period ended 30 June 2017. The amount of sales to five customers amounted to approximately RMB388,296,000 for six months ended 30 June 2017 (six months ended 30 June 2016: RMB298,532,000).

3 收入及分部報告(續)

截至2017年6月30日止期間，本集團與五名客戶(截至2016年6月30日止六個月：三名客戶)的交易均超過本集團收入的10%。截至2017年6月30日止六個月，來自這些客戶的銷售額約為人民幣388,296,000元(截至2016年6月30日止六個月：人民幣298,532,000元)。

4 PROFIT BEFORE TAXATION

Profit before taxation is arrived at after charging/(crediting):

4 除稅前利潤

除稅前利潤乃經扣除／(計入)以下各項後得出：

		Six months ended 30 June 截至6月30日止六個月	
		2017 RMB'000 人民幣千元	2016 RMB'000 人民幣千元
(a) Finance costs:	財務成本：		
Interest on borrowings	借款利息	5,958	1,472
(b) Staff costs:	員工成本：		
Contributions to defined contribution retirement plans	界定供款退休計劃供款	1,023	1,013
Equity-settled share-based payment expenses	以權益結算以股份支付開支	115	56
Salaries, wages and other benefits	薪金、工資及其他福利	42,283	48,828
		43,421	49,897
(c) Other items:	其他項目：		
Amortisation of intangible assets and lease prepayments	攤銷無形資產及預付租金	381	443
Depreciation	折舊	3,972	4,715
Operating lease charges in respect of properties	有關物業的經營租賃支出	3,283	3,232
Interest income	利息收入	(16,756)	(21,238)
Research and development costs (note (i))	研發成本(附註(i))	22,246	38,940
Cost of inventories (note (ii))	存貨成本(附註(ii))	373,095	314,048

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

4 PROFIT BEFORE TAXATION (CONTINUED)

Notes:

- (i) Research and development costs for the period ended 30 June 2017 include staff costs of employees in the design, research and development department of RMB4,576,000 (six months ended 30 June 2016: RMB6,614,000), which are also included in the staff costs as disclosed in note 4(b).
- (ii) Cost of inventories for the period ended 30 June 2017 includes RMB23,832,000 (six months ended 30 June 2016: RMB29,004,000) relating to staff costs, depreciation and amortisation expenses, which amount is included in the respective total amounts disclosed separately above in notes 4(b) and (c) for each of these types of expenses.

5 INCOME TAX IN THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

4 除稅前利潤(續)

附註：

- (i) 截至2017年6月30日止期間的研發成本包括設計及研發部僱員的員工成本人民幣4,576,000元(截至2016年6月30日止六個月：人民幣6,614,000元)，亦已計入於附註4(b)披露的員工成本。
- (ii) 截至2017年6月30日止期間的存貨成本包括人民幣23,832,000元(截至2016年6月30日止六個月：人民幣29,004,000元)，乃與員工成本、折舊及攤銷開支有關，而上述金額亦計入就各該等開支類別在上文附註4(b)及(c)另外披露的各總額中。

5 合併損益及其他綜合收益表中的所得稅

		Six months ended 30 June 截至6月30日止六個月	
		2017 RMB'000 人民幣千元	2016 RMB'000 人民幣千元
Current tax – PRC income tax	即期稅項—中國所得稅		
Provision for the period	期間撥備	27,802	31,945
PRC dividend withholding tax (note (iv))	中國股息預扣稅(附註(iv))	7,200	8,300
Deferred tax	遞延稅項		
Reversal of temporary differences	撥回暫時性差額	2,417	579
Reversal of dividends withholding tax	股息預扣稅撥回	(1,816)	–
		35,603	40,824

- (i) Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax in the Cayman Islands and the BVI.

No provision was made for Hong Kong Profits Tax as the Group did not earn any assessable profit subject to Hong Kong Profits Tax for the six months ended 30 June 2017 and 2016.

- (i) 根據開曼群島及英屬維京群島的規則及法規，本集團毋須繳納開曼群島及英屬維京群島的任何所得稅。

由於本集團於截至2017年及2016年6月30日止六個月並無賺取任何須繳納香港利得稅的應課稅利潤，因此並無就香港利得稅計提撥備。

Notes to the Unaudited Interim Financial Report 未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

5 INCOME TAX IN THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

- (ii) According to the PRC Corporate Income Tax ("CIT") Law that took effect on 1 January 2008, the statutory income tax rate of the Group's subsidiaries in mainland China Haosha Industry (Fujian) Co., Ltd. ("Haosha Industry") and Haosha Industry (Datian) Co., Ltd. ("Haosha Industry (Datian)") is 25%.

In accordance with the CIT Law, its implementation rules and the relevant regulations, Haosha Industry was granted the High and New Technology Enterprise Status ("HNTE") in 2013 for a valid period of 3 years from 2013 to 2015 which entitles Haosha Industry to a reduced income tax rate at 15% during the valid period under the CIT Law and its relevant regulations, Haosha Industry successfully renewed the HNTE qualification on 1 December 2016 and continues to enjoy a preferential income tax rate of 15% for another three years from 2016 to 2018.

- (iii) According to the PRC CIT Law and its implementation rules, dividends receivable by non-PRC corporate residents from PRC enterprises which are earned since 1 January 2008 are subject to withholding tax at a rate of 10%, unless reduced by tax treaties or arrangements. Under the Sino-Hong Kong Double Tax Arrangement, a qualified Hong Kong tax resident will be liable for withholding tax at the rate of 5% for dividend income derived from the PRC if the Hong Kong tax resident is the "beneficial owner" and holds 25% or more of the equity interests of the PRC Company.

As at the date of the interim financial report, the Group had not yet obtained the certificates of Hong Kong tax residents from the Inland Revenue Department of Hong Kong. Therefore, the Group is applicable to the withholding tax rate of 10%.

The Directors of the Group have determined that in determining the amounts of dividends to be distributed from PRC subsidiaries to the Hong Kong incorporated subsidiary in future, the amounts of dividends declared or to be declared by the Company would be considered. As at 30 June 2017, the Directors of the Group determined that the estimated dividends to be distributed will not be greater than RMB89,660,000 (31 December 2016: RMB107,820,000) in the foreseeable future.

5 合併損益及其他綜合收益表中的所得稅(續)

- (ii) 根據於2008年1月1日生效的中國企業所得稅(「企業所得稅」)法，本集團中國內地附屬公司浩沙實業(福建)有限公司(「浩沙實業」)及浩沙實業(大田)有限公司(「浩沙實業(大田)」)的法定所得稅率為25%。

根據企業所得稅法、其實施細則及相關法規，浩沙實業於2013年獲授予高新技術企業資格，由2013年至2015年，有效期三年，根據企業所得稅法及其相關法規，浩沙實業於有效期內的所得稅稅率獲減至15%。浩沙實業於2016年12月1日成功更新高新科技術企業資格，從2016年至2018年三年期間繼續享有15%的優惠稅率。

- (iii) 根據中國企業所得稅法及其實施條例，非中國企業居民自2008年1月1日開始賺取的應收中國企業股息須繳納10%的預扣稅，除非獲稅務條約或安排減免則屬例外。根據中港避免雙重徵稅安排，倘一名合資格香港稅務居民為中國公司的「實益擁有人」，並持有25%或以上股權，該名香港稅務居民自中國產生的股息收入則須按5%稅率繳納預扣稅。

於中期財務報告日期，本集團尚未取得香港稅務局發出的香港稅務居民證明。因此，本集團需按10%的預扣稅率繳納預扣稅。

本集團董事已經決定，釐定未來從中國附屬公司向香港註冊成立附屬公司派發股息金額時，將會考慮本公司已宣派或將宣派的股息金額。2017年6月30日，本集團董事確定了在可預見的未來將派發的預期股息不會超過人民幣89,660,000元(2016年12月31日：人民幣107,820,000元)。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

5 INCOME TAX IN THE CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

- (iv) PRC dividend withholding tax represents tax charged by the PRC tax authority on dividends distributed by the Group's PRC subsidiaries during the period.

6 EARNINGS PER SHARE

(a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to ordinary equity shareholders of the Company of RMB160,771,000 (six months ended 30 June 2016: RMB168,297,000) and the weighted average of 1,667,276,000 ordinary shares (six months ended 30 June 2016: 1,657,433,000 ordinary shares) in issue during the interim period.

(b) Diluted earnings per share

The calculation of diluted earnings per share is based on the profit attributable to ordinary equity shareholders of the Company of RMB160,771,000 (six months ended 30 June 2016: RMB168,297,000) and the weighted average number of ordinary shares of 1,667,359,000 (six months ended 30 June 2016: 1,663,141,000 shares), are as follows:

Weighted average number of ordinary shares (diluted)

Weighted average number of ordinary shares	普通股加權平均數	2017 '000 千股	2016 '000 千股
Effect of deemed issue of shares under the Company's share option scheme for nil consideration	根據本公司購股權計劃視作無償發行股份的影響	83	5,708
Weighted average number of ordinary shares (diluted)	普通股加權平均數 (攤薄)	1,667,359	1,663,141

5 合併損益及其他綜合收益表中的所得稅(續)

- (iv) 中國股息預扣稅指中國稅務機關就本集團中國附屬公司於期內所宣派的股息而收取的稅項。

6 每股盈利

(a) 每股基本盈利

每股基本盈利乃根據本公司普通權益股東應佔利潤人民幣160,771,000元(截至2016年6月30日止六個月：人民幣168,297,000元)及於中期期間已發行普通股加權平均數1,667,276,000股(截至2016年6月30日止六個月：1,657,433,000股)計算。

(b) 每股攤薄盈利

每股攤薄盈利乃根據本公司普通權益股東應佔利潤人民幣160,771,000元(截至2016年6月30日止六個月：人民幣168,297,000元)及普通股加權平均數1,667,359,000股(截至2016年6月30日止六個月：1,663,141,000股)計算如下：

普通股加權平均數(攤薄)

Six months ended 30 June 截至6月30日止六個月

2017 '000 千股	2016 '000 千股
--------------------	--------------------

Weighted average number of ordinary shares 1,667,276 1,657,433

Effect of deemed issue of shares under the Company's share option scheme for nil consideration 83 5,708

Weighted average number of ordinary shares (diluted) 1,667,359 1,663,141

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

7 PROPERTY, PLANT AND EQUIPMENT

		2017 RMB'000 人民幣千元	2016 RMB'000 人民幣千元
Net book value, as at 1 January	於1月1日的賬面淨值	85,299	79,939
Additions	添置	12,802	14,388
Disposals (net carrying amount)	出售(淨賬面值)	(193)	—
Depreciation charge for the period/year	期間／年度折舊支出	(3,972)	(9,028)
Net book value, as at 30 June/ 31 December	於6月30日／12月31日的 賬面淨值	93,936	85,299

8 LEASE PREPAYMENTS

As at 30 June 2017, the Group's interests in leasehold land are held on a medium-term lease of 50 years in the PRC. As at 30 June 2017, the Group was in the process of obtaining the land use right certificate in respect of a parcel of leasehold land in the PRC with net book value of RMB6,583,300 (31 December 2016: RMB6,669,000).

9 TRADE AND OTHER RECEIVABLES

		30 June 6月30日 2017 RMB'000 人民幣千元	31 December 12月31日 2016 RMB'000 人民幣千元
Trade receivables	貿易應收款	504,160	354,594
Less: allowance for doubtful debts	減：呆賬撥備	—	—
Trade receivables, net of allowance for doubtful debts	貿易應收款，扣除呆賬撥備	504,160	354,594
Deposits and prepayments	按金及預付款	36,826	40,430
Other receivables	其他應收款	30,170	26,523
		571,156	421,547

All of the trade and other receivables are expected to be recovered or recognised as expense within one year.

7 物業、廠房及設備

		2017 RMB'000 人民幣千元	2016 RMB'000 人民幣千元
Net book value, as at 1 January	於1月1日的賬面淨值	85,299	79,939
Additions	添置	12,802	14,388
Disposals (net carrying amount)	出售(淨賬面值)	(193)	—
Depreciation charge for the period/year	期間／年度折舊支出	(3,972)	(9,028)
Net book value, as at 30 June/ 31 December	於6月30日／12月31日的 賬面淨值	93,936	85,299

8 預付租金

於2017年6月30日，本集團在中國租賃土地的權益以中期租賃持有，為期50年。於2017年6月30日，本集團現正就一幅位於中國的租賃土塊取得土地使用權證，其賬面淨值為人民幣6,583,300元(2016年12月31日：人民幣6,669,000元)。

9 貿易及其他應收款

		30 June 6月30日 2017 RMB'000 人民幣千元	31 December 12月31日 2016 RMB'000 人民幣千元
Trade receivables	貿易應收款	504,160	354,594
Less: allowance for doubtful debts	減：呆賬撥備	—	—
Trade receivables, net of allowance for doubtful debts	貿易應收款，扣除呆賬撥備	504,160	354,594
Deposits and prepayments	按金及預付款	36,826	40,430
Other receivables	其他應收款	30,170	26,523
		571,156	421,547

所有貿易及其他應收款預期在一年內收回或確認為費用。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

9 TRADE AND OTHER RECEIVABLES (CONTINUED)

The Group accepts bank and commercial acceptance bills for settlement of trade receivables. As at 30 June 2017, outstanding bank and commercial acceptance bills in the amount of RMB237,549,000 (31 December 2016: RMB401,490,000) have been discounted to the banks. As these bills have been discounted without recourse, the Group has derecognised these outstanding bills as receivables as at 30 June 2017.

As of the end of reporting period, the ageing analysis of trade receivables (which are included in trade and other receivables), based on the invoice date and net of allowance for doubtful debts, is as follows:

9 貿易及其他應收款(續)

本集團接納以銀行及商業承兌票據支付貿易應收款。於2017年6月30日，已透過貼現轉讓予銀行的未到期應收銀行及商業承兌票據為人民幣237,549,000元(2016年12月31日：人民幣401,490,000元)。由於該類承兌票據被貼現時不存在追索權利，故此，本集團於2017年6月30日終止確認該類未到期承兌票據作為應收款。

於報告期末，根據發票日期並扣除呆賬撥備的貿易應收款(計入貿易及其他應收款)的賬齡分析如下：

	30 June 6月30日	31 December 12月31日	
	2017	2016	
	RMB'000 人民幣千元	RMB'000 人民幣千元	
Within 1 month	1個月內	201,521	91,746
More than 1 month but within 3 months	1個月以上但3個月內	243,474	168,628
More than 3 months but within 6 months	3個月以上但6個月內	43,810	78,779
More than 6 months but within 1 year	6個月以上但1年內	14,078	13,037
More than 1 year	1年以上	1,277	2,404
		504,160	354,594

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

10 PLEDGED DEPOSITS

	30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Amount pledged as security for bank loans (note 13)	已就銀行貸款質押之款項(附註13) 216,220	207,800
Amount pledged as security for bills payable (note 12)	已就應付票據質押之款項(附註12) 98,600	48,159
	314,820	255,959

The pledged deposits are expected to be released upon the settlement of the relevant bank loans and bills payable within 12 months.

已質押存款預期於清償相關銀行貸款及應付票據後在12個月內解除。

11 CASH AND CASH EQUIVALENTS AND FIXED DEPOSITS HELD AT BANKS

	30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Fixed deposits held at banks with maturity over three months	到期日超過三個月的銀行定期存款 1,388,190	1,364,266
Cash and cash equivalents in the consolidated statement of financial position and the condensed consolidated cash flow statement	於合併財務狀況表及簡明合併現金流量表的現金及現金等價物 210,585	88,796
	1,598,775	1,453,062

Cash and cash equivalents represent cash at bank and in hand as at the end of the reporting period.

現金及現金等價物代表於報告期末的銀行存款及手頭現金。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

12 TRADE AND OTHER PAYABLES

12 貿易及其他應付款

	30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Trade payables	51,748	20,052
Bills payable	178,659	124,098
Receipts in advance	705	1,455
Amounts due to the immediate controlling party	52,075	53,671
Dividends payable	33,294	12
Other payables and accruals	54,980	36,740
	371,461	236,028

Bills payable as at 30 June 2017 and 31 December 2016 were secured by pledged bank deposits (see note 10).

於2017年6月30日及2016年12月31日的應付票據以已質押銀行存款作抵押(見附註10)。

All of the trade and other payables are expected to be settled or recognised as income within one year or are repayable on demand.

所有貿易及其他應付款預期於一年內結付或確認為收入或按要求償還。

As of the end of the reporting period, the ageing analysis of trade and bills payables (which are included in trade and other payables), based on the invoice date, is as follows:

於報告期末，根據發票日期的貿易應付款及應付票據(計入貿易及其他應付款)的賬齡分析如下：

	30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Within 1 month	1個月內	68,997
More than 1 month but within 3 months	1個月以上但3個月內	75,232
More than 3 months but within 6 months	3個月以上但6個月內	79,801
More than 6 months	6個月以上	6,377
	230,407	144,150

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

13 BANK LOANS

As at 30 June 2017, the bank loans were repayable within 12 months. The bank loans were secured or guaranteed as follows:

13 銀行貸款

於2017年6月30日，銀行貸款須於12個月內償還。銀行貸款的擔保或保證情況如下：

	30 June 6月30日 2017 RMB'000 人民幣千元	31 December 12月31日 2016 RMB'000 人民幣千元
Secured by pledged bank deposits	由已質押銀行存款擔保	206,632
Guaranteed by a key management personnel	由主要管理人員保證	14,000
Unsecured	沒有擔保	100,000
	384,634	320,632

14 CAPITAL, RESERVES AND DIVIDENDS

(a) Dividends

(i) *Dividends payable to equity shareholders attributable to the interim period*

14 資本、儲備及股息

(a) 股息

(i) *應付權益股東有關中期的股息*

	Six months ended 30 June 截至6月30日止六個月 2017 RMB'000 人民幣千元	2016 RMB'000 人民幣千元
Interim dividend declared and paid after the interim period of HK3.9 cents per share (2016: HK 4.2 cents per share)	於中期後宣派及派付的中期股息每股3.9港仙(2016年：每股4.2港仙)	56,270

The interim dividend has not been recognised as a liability at the end of the reporting period.

於報告期末，中期股息並未確認為負債。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

14 CAPITAL, RESERVES AND DIVIDENDS 14 資本、儲備及股息(續) (CONTINUED)

(a) Dividends (Continued)

(ii) Dividends payable to equity shareholders attributable to the previous financial year, approved during the interim period

(a) 股息(續)

(ii) 於中期內批准的應付權益股東有關過往財政年度的股息：

**Six months ended 30 June
截至6月30日止六個月**

2017

RMB'000

人民幣千元

2016

RMB'000

人民幣千元

Final dividend in respect of the previous financial year, approved during the following interim period of HK2.3 cents per share (2015: HK2.2 cents per share)	於下一中期期間內批准有關過往財政年度的末期股息每股2.3港仙(2015年：每股2.2港仙)	33,968	30,883
Special dividend in respect of the previous financial year, approved during the following interim period of HK Nil cents per share (2015: HK2.0 cents per share)	於下一中期期間內批准有關過往財政年度的特別股息每股無港仙(2015年：每股2.0港仙)	—	28,075
		33,968	58,958

(b) Equity settled share-based transactions

The Company has two share option schemes, namely, a Pre-IPO Employee Share Option Scheme (the "Pre-IPO Share Option Scheme") and a Share Option Scheme (the "Share Option Scheme"), which were adopted on 23 November 2011.

(b) 以權益結算以股份為基準的交易

本公司於2011年11月23日採納兩項購股權計劃，即首次公開發售前僱員購股權計劃(「首次公開發售前購股權計劃」)及購股權計劃(「購股權計劃」)。

Notes to the Unaudited Interim Financial Report 未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

14 CAPITAL, RESERVES AND DIVIDENDS (CONTINUED)

(b) Equity settled share-based transactions (Continued)

On 1 April 2016, 1,500,000 share options were granted for a consideration of HK\$1 to Mr. Lui Wai Ming, an executive director and chief financial officer of the Company under the Share Option Scheme. Each option gives the holder the right to subscribe for one ordinary share of the Company. 30% of these share options will vest on second anniversary of the date of grant, 30% of these share options will vest on third anniversary of the date of grant, and 40% of these share options will vest on fourth anniversary of the date of grant, with an exercise period of 5 years from the date of grant. The exercise price is HK\$2.37 per share, which represents the highest of: (1) the nominal value of a share; (2) the closing price of HK\$2.22 per share as stated in the daily quotation sheets issued by the Stock Exchange on the date of grant; and (3) the average closing price of HK\$2.37 per share as stated in the daily quotation sheets issued by the Stock Exchange for the five business days immediately preceding the date of grant.

14 資本、儲備及股息(續)

(b) 以權益結算以股份為基準的交易 (續)

2016年4月1日，根據購股權計劃，1,500,000份購股權以港幣1元代價授予本公司執行董事兼首席財務官雷偉銘先生。每份購股權賦予認購人認購本公司一股普通股的權利。該等購股權中的30%將在授出日期起計第二個週年歸屬，其中30%將在授出日期起計第三個週年歸屬，40%將在授出日期起計第四個週年歸屬，行使期為由授出日期起計為期5年。行使價格為每股2.37港元，佔以下較高者：(1)股份面值；(2)聯交所於授出日期所發出每日報價表所報的收市價每股2.22港元；(3)聯交所緊接授出日期前五個營業日所發出每日報價表所報的平均收市價每股2.37港元。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

14 CAPITAL, RESERVES AND DIVIDENDS (CONTINUED)

(b) Equity settled share-based transactions (Continued)

Details of the number and weighted average exercise price of share options granted under these two share option schemes during the period are as follows:

14 資本、儲備及股息(續)

(b) 以權益結算以股份為基準的交易(續)

期內根據此兩項購股權計劃授出的購股權的數目及加權平均行使價詳情如下：

	Outstanding at 1 January 2016	Pre-IPO Share Option Scheme 首次公開發售前購股權計劃		Share Option Scheme 購股權計劃	
		Exercise price 行使價	No. of options 購股權數目	Exercise price 行使價	No. of options 購股權數目
Outstanding at 1 January 2016	於2016年1月1日尚未行使	HK\$1.28	11,415,000	-	-
Exercised during the period	期內行使	HK\$1.28	(174,000)	-	-
Granted during the period	期內授出	-	-	HK\$2.37	1,500,000
Outstanding at 30 June 2016 and 1 July 2016	於2016年6月30日及2016年7月1日	HK\$1.28	11,241,000	HK\$2.37	1,500,000
Exercised during the period	期內行使	HK\$1.28	(8,221,000)	-	-
Expired during the period	期內屆滿	HK\$1.28	(3,020,000)	-	-
Outstanding at 31 December 2016	於2016年12月31日尚未行使	-	-	HK\$2.37	1,500,000
Outstanding at 1 January 2017	於2017年1月1日尚未行使	-	-	HK\$2.37	1,500,000
Outstanding at 30 June 2017	於2017年6月30日尚未行使	-	-	HK\$2.37	1,500,000

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

15 COMMITMENTS

(a) Operating leases

As at 30 June 2017, the total future minimum lease payments under non-cancellable operating leases are payable as follows:

		30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Within 1 year	1年内	5,346	5,624
After 1 year but within 5 years	1年後但5年內	8,948	11,500
		14,294	17,124

(b) Capital commitments

Capital commitments outstanding at 30 June 2017 not provided for in the interim financial report were as follows:

		30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Contracted for	已訂約	1,775	2,400
Authorised but not contracted for	已授權但未訂約	11,000	12,200
		12,775	14,600

15 承擔

(a) 經營租賃

於2017年6月30日，根據不可撤銷經營租賃應付的未來最低租金付款總額如下：

		30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Within 1 year	1年内	5,346	5,624
After 1 year but within 5 years	1年後但5年內	8,948	11,500
		14,294	17,124

(b) 資本承擔

於2017年6月30日並未於中期財務報告作出撥備的未償付資本承擔如下：

		30 June 6月30日 2017 <i>RMB'000</i> 人民幣千元	31 December 12月31日 2016 <i>RMB'000</i> 人民幣千元
Contracted for	已訂約	1,775	2,400
Authorised but not contracted for	已授權但未訂約	11,000	12,200
		12,775	14,600

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

16 MATERIAL RELATED PARTY TRANSACTIONS

During the six months ended 30 June 2017, the directors are of view that the followings are related parties of the Group:

Name of party 各方名稱	Relationship 關係
Fujian Province Jinjiang City Haosha Garments Co., Ltd* ("Haosha Garments") 福建省晉江市浩沙製衣有限公司(「浩沙製衣」)	75 % and 25 % owned by Mr. Shi Hongliu and Mr. Shi Hongyan respectively 分別由施洪流先生及施鴻雁先生擁有75%及25%權益
Ho Born Investment Holdings Limited ("Ho Born Investment") 浩邦投資控股有限公司**(「浩邦投資」)	49.85 % and 26.23 % owned by Mr. Shi Hongliu and Mr. Shi Hongyan respectively 分別由施洪流先生及施鴻雁先生擁有49.85%及26.23%權益
Quanzhou Hosa Fitness Club Co., Ltd.* ("Quanzhou Hosa Fitness") 泉州浩沙健身俱樂部有限公司(「泉州浩沙健身」)	60 % and 40 % owned by Mr. Shi Hongliu and Mr. Shi Hongyan respectively 分別由施洪流及施鴻雁先生擁有60%及40%權益

* The English translation of the company's name is for reference only.
The official name of the company is in Chinese.

截至2017年6月30日止六個月期間，董事認為以下乃本集團的關聯方：

** The Chinese translation of the companies' names is for reference only. The official names of the companies are in English.

* 公司名稱之英文翻譯僅供參考。該公司的官方名稱為中文名稱。

** 公司名稱之中文翻譯僅供參考。該公司的官方名稱為英文名稱。

(a) Transactions with related parties

(a) 與關聯方的交易

Six months ended 30 June 截至6月30日止六個月			
	2017 RMB '000 人民幣千元	2016 RMB '000 人民幣千元	
Receiving processing services – Haosha Garments	獲取委託加工服務 – 浩沙製衣	25,820	26,728
Purchase of materials – Haosha Garments	購買產品 – 浩沙製衣	2,333	–
Sales of goods – Quanzhou Hosa Fitness	產品銷售 – 泉州浩沙健身	1,343	–

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

16 MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

16 重大關聯方交易(續)

(b) Balances with related parties

As at 30 June 2017, the Group had the following balances with related parties:

於2017年6月30日，本集團與關聯方有下列結餘：

	30 June 6月30日 2017 RMB'000 人民幣千元	31 December 12月31日 2016 RMB'000 人民幣千元
Trade payables – Haosha Garments	貿易應付款 – 浩沙製衣	(1,160) –
Prepayments – Haosha Garments	預付款 – 浩沙製衣	– 767
Bills payable – Haosha Garments	應付票據 – 浩沙製衣	(16,543) (2,000)
Amounts due to the immediate controlling party – Ho Born Investment	應付直接控股方 – 浩邦投資	(52,075) (53,671)
Trade receivables – Quanzhou Hosa Fitness	貿易應收款 – 泉州浩沙健身	1,571 –
	(68,207)	(54,904)

The amounts due to related parties are unsecured, interest free and are expected to be paid within one year.

應付關聯方的款項為無抵押、免息及預期在一年內支付。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

17 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2017

A number of amendments and new standards are effective for annual periods beginning after 1 January 2017 and earlier application is permitted; however, the group has not early adopted any new or amended standards in preparing this interim financial report.

The group has the following updates to the information provided in the last annual financial statements about the possible impacts of the new standards issued but not yet effective which may have a significant impact on the group's consolidated financial statements.

IFRS 9, Financial instruments

IFRS 9 will replace the current standard on accounting for financial instruments, IAS 39, Financial instruments: Recognition and measurement. IFRS 9 introduces new requirements for classification and measurement of financial assets, calculation of impairment of financial assets and hedge accounting. On the other hand, IFRS 9 incorporates without substantive changes the requirements of IAS 39 for recognition and derecognition of financial instruments and the classification of financial liabilities. Expected impacts of the new requirements on the Group's financial statements are as follows:

(a) Classification and measurement

IFRS 9 contains three principal classification categories for financial assets: measured at (1) amortised cost, (2) fair value through profit or loss (FVTPL) and (3) fair value through other comprehensive income (FVTOCI) as follows:

- The classification for debt instruments is determined based on the entity's business model for managing the financial assets and the contractual cash flow characteristics of the asset. If a debt instrument is classified as FVTOCI then effective interest, impairments and gains/losses on disposal will be recognised in profit or loss.

17. 截至2017年6月30日止六個月已頒佈但未生效的修訂、新訂準則及詮釋的可能影響

一些修訂和新訂準則是從2017年1月1日以後開始的年度開始生效，並允許提早應用；然而，於準備此中期財務報告時，本集團尚未提早應用任何新的或修訂的準則。

該集團對上一年度財務報告中提供的關於已發行但尚未生效的新訂準則可能對本集團合併財務報表產生的重大影響的信息進行了以下的更新。

國際財務報告準則第9號，金融工具

國際財務報告準則第9號將取代有關金融工具會計處理的現有準則國際會計準則第39號，金融工具：確認及計量。國際財務報告準則第9號引入金融資產分類及計量、金融資產減值計算及對沖會計處理的新規定。另一方面，國際財務報告準則第9號納入且無大幅改動國際會計準則第39號有關確認及終止確認金融工具及金融負債分類的規定。新規定對本集團財務報表的預期影響如下：

(a) 分類及計量

國際財務報告準則第9號載有三個主要金融資產分類類別：(1)以攤銷成本計量；(2)按公允值計入損益（「FVTPL」）及(3)按公允值計入其他全面收益（「FVTOCI」），現載列如下：

- 債務工具的分類按實體管理金融資產的商業模式及該資產的合約現金流量特性釐定。倘債務工具分類為FVTOCI，則實際利息、減值及出售的收益／虧損將會於損益內確認。

Notes to the Unaudited Interim Financial Report 未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

17 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2017 (CONTINUED)

IFRS 9, Financial instruments (Continued)

(a) Classification and measurement (Continued)

- For equity securities, the classification is FVTPL regardless of the entity's business model. The only exception is if the equity security is not held for trading and the entity irrevocably elects to designate that security as FVTOCI. If an equity security is designated as FVTOCI then only dividend income on that security will be recognised in profit or loss. Gains, losses and impairments on that security will be recognised in other comprehensive income without recycling.

Based on the Group's financial instruments as at 30 June 2017, the Group expects that its financial assets/liabilities currently measured at amortised cost will continue with their respective classification and measurements upon the adoption of IFRS 9.

(b) Impairment

The new impairment model in IFRS 9 replaces the "incurred loss" model in IAS 39 with an "expected credit loss" model. Under the expected credit loss model, it will no longer be necessary for a loss event to occur before an impairment loss is recognised. Instead, an entity is required to recognise and measure expected credit losses as either 12-month expected credit losses or lifetime expected credit losses, depending on the asset and the facts and circumstances. This new impairment model may result in an earlier recognition of credit losses on the Group's trade receivables and other financial assets. However, a more detailed analysis is required to determine the extent of the impact.

The Group does not plan to adopt IFRS 9 before its effective date of 1 January 2018.

17. 截至2017年6月30日止六個月已頒佈但未生效的修訂、新訂準則及詮釋的可能影響(續)

國際財務報告準則第9號，金融工具(續)

(a) 分類及計量(續)

- 就股本證券而言，其分類為FVTPL(不論實體的業務模式)。唯一例外為倘股本證券並非持作買賣，則該實體不可撤回地選擇將該證券指定為FVTOCI。倘股本證券指定為FVTOCI，則僅有該證券的股息收入將會於損益內確認。該證券的收益、虧損及減值將會在其他全面收益內確認(不可撥回)。

根據本集團於2017年6月30日的金融資產，本集團預期其目前按攤銷成本計量的金融資產／負債將會於採納國際財務報告準則第9號後繼續延用彼等各自的分類及計量。

(b) 減值

國際財務報告準則第9號的新減值模式以「預期信貸虧損」模式取代國際會計準則第39號的「已產生虧損」模式。根據預期信貸虧損模式，其將不再需要在確認減值虧損前發生虧損事件。相反，一間實體須將預期信貸虧損確認並計量為十二個月的預期信貸虧損或可使用年期內的預期信貸虧損，惟視乎資產、事實及情況而定。此項新減值模式可能導致提早確認有關本集團應收賬款及其他金融資產的信貸虧損。然而，釐定影響的程度須進行更詳細的分析。

本集團並沒計劃於其生效日(2018年1月1日)前採納國際財務報告準則第9號。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

17 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2017 (CONTINUED)

IFRS 15, Revenue from contracts with customers

IFRS 15 establishes a comprehensive framework for recognising revenue from contracts with customers. IFRS 15 will replace the existing revenue standards, IAS 18, Revenue, which covers revenue arising from sale of goods and rendering of services, and IAS 11, Construction contracts, which specifies the accounting for revenue from construction contracts. The core principle of IFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard introduces a 5-step approach to revenue recognition:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligations in the contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation

Under IFRS 15, revenue is recognised when the customer obtains control of the promised good or service in the contract. IFRS 15 identifies 3 situations in which control of the promised good or service is regarded as being transferred over time:

- (a) When the customer simultaneously receives and consumes the benefits provided by the entity's performance, as the entity performs;
- (b) When the entity's performance creates or enhances an asset (for example work in progress) that the customer controls as the asset is created or enhanced;
- (c) When the entity's performance does not create an asset with an alternative use to the entity and the entity has an enforceable right to payment for performance completed to date.

17. 截至2017年6月30日止六個月已頒佈但未生效的修訂、新訂準則及詮釋的可能影響(續)

國際財務報告準則第15號，來自客戶合約的收入

國際財務報告準則第15號建立了一個確認來自客戶合約收入的綜合框架。國際財務報告準則第15號將取代現有的收入準則：國際會計準則第18號－收入(涵蓋銷售商品和提供服務產生的收入)和國際會計準則第11號－建造合約(規定了建造合約收入的會計核算)。國際財務報告準則第15號之核心原則為實體應確認收入以說明向客戶轉讓承諾貨品或服務，而該金額能反映該實體預期就交換該等貨品或服務有權獲得之代價。該準則引入確認收入之五個步驟：

- 第一步：識別與客戶訂立之合約
- 第二步：識別合約中之履約責任
- 第三步：釐定交易價
- 第四步：將交易價分配至合約中之各履約責任
- 第五步：於(或隨著)實體完成履約責任時確認收入

根據國際財務報告準則第15號，收入於客戶獲得合約中承諾商品和服務的控制權時確認。國際財務報告準則第15號確定了對承諾商品或服務的控制被視為隨時間轉移的三種情況：

- (i) 當客戶同時取得及消耗實體履約所提供的利益時；
- (ii) 實體的履約行為創造或改良了客戶在資產被創造或改良時就控制的資產(如在產品)；
- (iii) 實體的履約行為並未創造一項可被實體用於替代用途的資產，並且實體具有就迄今為止已完成的履約部分獲得客戶付款的可執行權利。

Notes to the Unaudited Interim Financial Report 未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

17 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2017 (CONTINUED)

IFRS 15, Revenue from contracts with customers (Continued)

If the contract terms and the entity's activities do not fall into any of these 3 situations, then under IFRS 15 the entity recognises revenue for the sale of that good or service at a single point in time, being when control has passed. Transfer of risks and rewards of ownership is only one of the indicators that will be considered in determining when the transfer of control occurs. Furthermore, extensive disclosures are required by IFRS 15.

The Group has preliminarily assessed the impact of IFRS 15, and consider the requirements to recognise revenue under IFRS 15 is similar to the Group's current revenue recognition policy for sales of goods and therefore, the Group expects that the application of IFRS 15 will not have a significant impact on the Group's results of operations and financial position.

The Group does not plan to adopt IFRS 15 before its effective date of 1 January 2018.

IFRS 16, Leases

Currently the Group enters into some leases as the lessee. Once IFRS 16 is adopted, subject to practical expedients, lessees will account for all leases in a similar way to current finance lease accounting, i.e. at the commencement date of the lease the lessee will recognise and measure a lease liability at the present value of the minimum future lease payments and will recognise a corresponding "right-of-use" asset. After initial recognition of this asset and liability, the lessee will recognise interest expense accrued on the outstanding balance of the lease liability, and the depreciation of the right-of-use asset, instead of the current policy of recognising rental expenses incurred under operating leases on a systematic basis over the lease term. As a practical expedient, the lessee can elect not to apply this accounting model to short-term leases (i.e. where the lease term is 12 months or less) and to leases of low-value assets, in which case the rental expenses would continue to be recognised on a systematic basis over the lease term.

17. 截至2017年6月30日止六個月已頒佈但未生效的修訂、新訂準則及詮釋的可能影響(續)

國際財務報告準則第15號，來自客戶合約的收入(續)

如果合約條款及實體履約行為並不屬於任何該等三種情況，則根據國際財務報告準則第15號，實體於某一時間點(即控制權轉移時)就銷售商品或服務確認收入。所有權的風險及回報的轉移僅為於釐定控制權轉移發生時將考慮的其中一項指標。此外，國際財務報告準則第15號要求詳盡披露。

本集團已初步評估國際財務報告準則第15號的影響，並考慮到國際財務報告準則第15號確認收入的要求類似於集團目前的銷售收入的確認政策，因此，本集團預期國際財務報告準則第15號的應用不會對本集團的經營業績及財務狀況產生重大影響。

本集團並沒計劃於其生效日(2018年1月1日)前採納國際財務報告準則第15號。

國際財務報告準則第16號，租賃

本集團作為承租人訂立部分租賃，而其他則為以出租人訂立。國際財務報告準則第16號一經採納，承租人將不再區分融資租賃及經營租賃。取而代之，受可行權宜方法所規限，承租人將所有租賃以類似現有融資租賃會計處理的方法入賬，即承租人於租賃開始日期按最低未來租賃款項現值確認及計量租賃負債，及確認相應的使用權資產。於初步確認該資產及負債後，承租人將確認租賃負債尚未償還的結餘所產生的利息開支及使用權資產折舊，而非根據現有政策於租賃期內按系統基準確認根據經營租賃所產生的租賃開支。作為一項可行權宜方法，承租人可選擇不將此會計模式應用於短期租賃(即租期為12個月或以下)及低價值資產的租賃，於該等情況下，租金開支將繼續於租期內按系統基準確認。

Notes to the Unaudited Interim Financial Report

未經審計中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，均以人民幣列示)

17 POSSIBLE IMPACT OF AMENDMENTS, NEW STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE FOR THE SIX MONTHS ENDED 30 JUNE 2017 (CONTINUED)

IFRS 16, Leases (Continued)

IFRS 16 will primarily affect the group's accounting as a lessee of leases for properties, plant and equipment which are currently classified as operating leases. The application of the new accounting model is expected to lead to an increase in both assets and liabilities and to impact on the timing of the expense recognition in the statement of profit or loss over the period of the lease. At 30 June 2017 the group's future minimum lease payments under non-cancellable operating leases amount to RMB14,294,000 for properties, the majority of which is payable either between 1 and 5 years after the reporting date or in more than 5 years. Some of these amounts may therefore need to be recognised as lease liabilities, with corresponding right-of-use assets, once IFRS 16 is adopted. The group will need to perform a more detailed analysis to determine the amounts of new assets and liabilities arising from operating lease commitments on adoption of IFRS 16, after taking into account the applicability of the practical expedient and adjusting for any leases entered into or terminated between now and the adoption of IFRS 16 and the effects of discounting.

IFRS 16 is effective for annual periods beginning on or after 1 January 2019. The group has decided not to early adopt IFRS 16 in its 2018 consolidated financial statements.

17. 截至2017年6月30日止六個月已頒佈但未生效的修訂、新訂準則及詮釋的可能影響(續)

國際財務報告準則第16號，租賃(續)

國際財務報告準則第16號主要影響本集團於物業、廠房及設備的租賃(現分類為經營租賃)作為承租人的會計處理。採用新會計模式預期會增加資產及負債，以及影響於租賃期內損益表確認開支的時間。於2017年6月30日，本集團不可撤銷的未來最低租賃付款金額為人民幣14,294,000元，其中大部分應在報告日期後1至5年或5年以上支付。因此，採用國際財務報告準則第16號後，若干該等款項可能須確認為租賃負債，並附帶相應使用權資產。經考慮可行權宜方法的適用性及就現時與採用國際財務報告準則第16號期間已訂立或終止的任何租約及折現影響作出調整後，本集團將須進行更為詳細的分析以釐定於採用國際財務報告準則第16號時經營租賃承擔所產生的新資產及負債的金額。

國際財務報告準則第16號在2019年1月1日或之後開始的年度期間生效。本集團決定在其2018年合併財務報表中不提早採用國際財務報告準則第16號。

