



KINGSTONE
金石礦業

CHINA KINGSTONE MINING HOLDINGS LIMITED

中國金石礦業控股有限公司

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(於開曼群島註冊成立並於百慕達存續的有限公司)

Stock Code 股份代號 : 1380

2017
中期報告
INTERIM REPORT



BOARD OF DIRECTORS

Executive Directors

Mr. Wang Minliang (*Chairman*)
Mr. Zhang Jianzhong
Mr. Zhang Weijun
Ms. Zhang Cuiwei

Independent Non-executive Directors

Mr. Ma Ho Yin
Ms. Wang Yihua
Mr. Sheng Guoliang

AUDIT COMMITTEE

Ms. Wang Yihua (*Chairman*)
Mr. Ma Ho Yin
Mr. Sheng Guoliang

REMUNERATION COMMITTEE

Mr. Sheng Guoliang (*Chairman*)
Mr. Ma Ho Yin
Mr. Wang Minliang

NOMINATION COMMITTEE

Mr. Ma Ho Yin (*Chairman*)
Mr. Sheng Guoliang
Mr. Wang Minliang

AUTHORISED REPRESENTATIVES

Mr. Wang Minliang
Mr. Cheung Wai Kee

COMPANY SECRETARY

Mr. Cheung Wai Kee

REGISTERED OFFICE

Canon's Court
22 Victoria Street
Hamilton HM12
Bermuda

董事會

執行董事

王民良先生 (*主席*)
張建忠先生
張衛軍先生
張翠薇女士

獨立非執行董事

馬浩賢先生
王藝華女士
盛國良先生

審計委員會

王藝華女士 (*主席*)
馬浩賢先生
盛國良先生

薪酬委員會

盛國良先生 (*主席*)
馬浩賢先生
王民良先生

提名委員會

馬浩賢先生 (*主席*)
盛國良先生
王民良先生

授權代表

王民良先生
張蔚琦先生

公司秘書

張蔚琦先生

註冊辦事處

Canon's Court
22 Victoria Street
Hamilton HM12
Bermuda

Corporate Information

公司資料

HEADQUARTERS OF BUSINESS IN THE PRC

Zhangjiaba Mine
Zhenjiang Village
Xiangshui County
Jiangyou City
Sichuan Province
The PRC

PRINCIPAL PLACE OF BUSINESS IN THE PRC

5/F, Nanfang Security Building,
386 Shuiwanlu
Xiangzhou District
Zhuhai City
Guangdong Province
The PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 6812-13, 68/F
The Center
99 Queen's Road Central
Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Estera Management (Bermuda) Limited
Canon's Court
22 Victoria Street
Hamilton HM12
Bermuda

HONG KONG SHARE REGISTRAR

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

PRINCIPAL BANKERS

China Construction Bank (Asia) Corporation Limited
Bank of Communications Limited
Industrial and Commercial Bank of China
The Hongkong and Shanghai Banking Corporation Limited

中國營業總部

中國
四川省
江油市
香水鄉
鎮江村
張家壩礦山

中國主要營業地點

中國
廣東省
珠海市
香洲區
水灣路386號
南方證券大廈5樓

香港主要營業地點

香港
皇后大道中99號
中環中心
68樓6812-13室

股份過戶登記總處

Estera Management (Bermuda) Limited
Canon's Court
22 Victoria Street
Hamilton HM12
Bermuda

香港股份過戶登記處

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號舖

主要往來銀行

中國建設銀行(亞洲)股份有限公司
交通銀行股份有限公司
中國工商銀行
香港上海滙豐銀行有限公司

Corporate Information

公司資料

AUDITORS

Elite Partners CPA Limited

LEGAL ADVISERS

Appleby (as to Bermuda law)

STOCK CODE

1380

WEBSITE OF THE COMPANY

www.kingstonemining.com

審計師

開元信德會計師事務所有限公司

法律顧問

毅柏律師事務所(百慕達法律)

股份代號

1380

公司網址

www.kingstonemining.com

Management Discussion and Analysis

管理層討論及分析

BUSINESS REVIEW

China Kingstone Mining Holdings Limited (the "Company"), together with its subsidiaries (the "Group"), is the mining operator in China which focuses on beige marble blocks and processing of marble slabs, and owned the largest beige marble mine, namely Zhangjiaba Mine, which is located in Zhenjiang Village, Xiangshui County, Jiangyou City of Sichuan Province, China, in terms of marble reserves, according to the certification issued by China Stone Material Association in August 2010.

Production and Sales Volume

The summarized production and sales volume are set out below:

業務回顧

中國金石礦業控股有限公司（「本公司」）連同其附屬公司（「本集團」）是中國專注於米黃色大理石荒料及加工成大理石板材的礦業營運商，擁有位於中國四川省江油市香水鄉鎮江村的張家壩礦山。根據中國石材協會於2010年8月發出的證明，張家壩礦山是全國米黃色大理石儲量最大的礦山。

產量及銷量

產量及銷量概況載列如下：

		Six months ended 30 June 截至6月30日止六個月		
		2017 2017年	2016 2016年	Change 變動
Production volume:	產量：			
Marble blocks mined (cubic meter)	已開採大理石荒料（立方米）	-	-	N/A 不適用
Marble slabs processed (square meter)	大理石板材加工（平方米）	-	-	N/A 不適用
Marble slags produced (tonnes)	已生產大理石礦渣（噸）	224,286	43,496	416%
Sales volume:	銷量：			
Marble blocks (cubic meter)	大理石荒料（立方米）	-	-	N/A 不適用
Marble slabs (square meter)	大理石板材（平方米）	-	-	N/A 不適用
Marble slags (tonnes)	大理石礦渣（噸）	224,286	43,496	416%
Average selling prices:	平均售價：			
Marble blocks (RMB per cubic meter)	大理石荒料（人民幣／立方米）	-	-	N/A 不適用
Marble slabs (RMB per square meter)	大理石板材（人民幣／平方米）	-	-	N/A 不適用
Marble slags (RMB per tonne)	大理石礦渣（人民幣／噸）	21	18	17%

Exploration, Development and Production Activities

There was no geological exploration activity during the six months ended 30 June 2017 ("HY17") as the Group focuses on the development and mining at the Zhangjiaba mine during the year. The Zhangjiaba mine located in Sichuan Province of China, contains 44.2 million cubic meter of measured and indicated marble resources, which represents 16.8 million cubic meter of proved and probable marble reserves based on a block rate of 38%, according to the independent competent person's report dated on 7 March 2011 (as shown in the Company's Prospectus).

The Zhangjiaba mine mainly divided into the eastern mining zone and the western mining zone. During HY17, the Group was carrying out the stripping at the Zhangjiaba mine. As the Group was mining the relatively upper benches of the mine, the limestone deposit in this area is still cracked and the quality of the marble stone in terms of the color and pattern is not satisfactory. It is expected that the further development of the mine to lower benches will be required for large block production.

During HY17, the aggregate expenditure of the mining operation of the Group was approximately RMB3.5 million, which mainly included depreciation on property, plant and equipment of approximately RMB2.8 million, fuel consumption of approximately RMB0.1 million, staff costs of approximately RMB0.3 million and repair and maintenance costs of approximately RMB0.3 million.

During HY17, the Group has not entered into any contracts and did not have any commitment relating to infrastructure projects, subcontracting arrangements and purchase of equipment.

勘探、開發及生產活動

於截至2017年6月30日止六個月（「2017年上半年」）並無地質勘探活動，因本集團於年內著重於張家壩礦山的開發及開採。張家壩礦山位於中國四川省，根據獨立合資格人士於2011年3月7日的報告（載於本公司招股章程），蘊藏44,200,000立方米探明及推定大理石資源，按荒料率38%計，相當於16,800,000立方米的證實及概略大理石儲量。

張家壩礦山主要分為東部採礦區及西部採礦區。於2017年上半年，本集團於張家壩礦山進行剝採。由於本集團一直在開採礦山的相對上層台階，該區域的石灰岩礦床仍為破裂，且大理石顏色及紋理的品質差強人意。預期大型荒料生產將需要進一步開發礦山的下層台階。

2017年上半年，本集團採礦業務的總開支約為人民幣3,500,000元（主要包括物業、廠房及設備折舊約人民幣2,800,000元、燃料消耗約人民幣100,000元、員工成本約人民幣300,000元及維修保養成本約人民幣300,000元）。

2017年上半年，本集團並無訂立任何合約，亦無任何有關基建項目、分判安排及購買設備的承擔。

Management Discussion and Analysis

管理層討論及分析

FINANCIAL REVIEW

Revenue and Gross Profit

The Group's revenue increased by RMB3.9 million or 487.5% to RMB4.7 million for HY17 from RMB0.8 million for the six months ended 30 Jun 2016 ("HY16"). The increase was primarily due to an increase in sales of marble slags arising from the stripping of the mine.

Gross profit increased by RMB1.6 million or 533.3% to RMB1.9 million for HY17 from RMB0.3 million for HY16. The increase was primarily due to an increase in sales volume of marble slags during HY17.

Selling and distribution expenses

Selling and distribution expenses increased from RMB0.3 million for HY16 to RMB0.4 million for HY17. The increase was primarily due to an increase in transportation cost, arising from an increase of sales volume of marble slags.

Administrative expenses

Administrative expenses decreased from RMB25.7 million for HY16 to RMB18.3 million for HY17. The decrease was primarily due to a decrease in staff cost and a decrease in legal and professional fee for HY17.

Loss for the period

The Group recorded a loss of RMB15.5 million for HY17 as compared to a loss of RMB73.6 million for HY16, as a result of a combined effect of (i) an increase in sales and gross profit for the Group, (ii) a decrease by RMB7.4 million in administrative expenses and (iii) a decrease by RMB46.9 million in impairment of secured senior loan note.

Liquidity and Capital Resources

As at 30 June 2017, the Group's total equity interests was RMB235.2 million (31 December 2016: RMB169.4 million), representing an increase of 38.8%. The increase was mainly attributable to a loss of RMB15.5 million incurred for the period and exchange loss of RMB15.4 million on transaction of non-PRC operation and an increase in capital reserve in respect of fund raised by way of the right issue.

As at 30 June 2017, the Group had cash and bank balances of RMB97.8 million (31 December 2016: RMB7.2 million). Cash and bank balances were mainly denominated in Hong Kong dollars and Chinese Renminbi ("RMB").

財務回顧

收入及毛利

本集團收入由截至2016年6月30日止六個月（「2016年上半年」）的人民幣800,000元增加人民幣3,900,000元或487.5%至2017年上半年的人民幣4,700,000元。該增加乃主要由於剝採礦山所產生的大理石礦渣的銷售增加所致。

毛利由2016年上半年的人民幣300,000元增加人民幣1,600,000元或533.3%至2017年上半年的人民幣1,900,000元。該增加乃主要由於2017年上半年的大理石礦渣銷量增加所致。

銷售及分銷開支

銷售及分銷開支由2016年上半年的人民幣300,000元增加至2017年上半年的人民幣400,000元。該增加乃主要由於因大理石礦渣銷量增加而導致運輸成本增加所致。

行政開支

行政開支由2016年上半年的人民幣25,700,000元減少至2017年上半年的人民幣18,300,000元。該減少乃主要由於2017年上半年的員工成本減少以及法律及專業費用減少所致。

期內虧損

本集團於2017年上半年錄得虧損人民幣15,500,000元，2016年上半年則錄得虧損人民幣73,600,000元，乃由於(i)本集團的銷售及毛利增加，(ii)行政開支減少人民幣7,400,000元及(iii)有抵押優先貸款票據減值減少人民幣46,900,000元之合併影響。

流動資金及資本資源

於2017年6月30日，本集團總權益為人民幣235,200,000元（2016年12月31日：人民幣169,400,000元），增幅為38.8%。該增加乃主要由於期內產生虧損人民幣15,500,000元及非中國業務交易產生匯兌虧損人民幣15,400,000元以及因以供股方式進行集資的資本儲備增加。

於2017年6月30日，本集團擁有現金及銀行結餘人民幣97,800,000元（2016年12月31日：人民幣7,200,000元）。現金及銀行結餘主要以港元及中國人民幣（「人民幣」）計值。

Capital Expenditure

The Group's capital expenditure was amounted to RMB4.9 million during HY17 (HY16: 3.7 million), which was primarily related to an acquisition of plant and machinery.

Exposure to Fluctuations in Exchange Rates

The Group principally operates its businesses in the PRC. The Group is not exposed to significant foreign exchange risk as most of the Group's business transactions, assets and liabilities are principally denominated in Chinese Renminbi ("RMB"), which is the functional and reporting currency of the Group, except certain administrative expenses, denominated in Hong Kong dollar and United States dollar, in the Hong Kong office. The Group has not entered into any foreign exchange contract as hedging measures.

Human Resources

As at 30 June 2017, the Group had a total workforce of 32 (31 December 2016: 37). The total staff cost, including directors' emoluments, share options benefit and pension scheme contribution, was approximately RMB2.2 million for HY17 (HY16: RMB4.7 million).

The Group's emolument policies are formulated on the performance of individual employee and on the basis of the salary trends in Hong Kong and the PRC, and will be reviewed regularly. Subject to the Group's profitability, the Group may also distribute discretionary bonus to its employees as an incentive for their contribution to the Group.

資本開支

本集團於2017年上半年的資本開支為人民幣4,900,000元(2016年上半年:人民幣3,700,000元),主要與收購廠房及設備有關。

匯率波動風險

本集團主要營業地點為中國。本集團並無重大外匯風險,因為本集團大部份業務交易、資產及負債主要以中國人民幣(「人民幣」)計值,而人民幣為本集團的功能及列報貨幣,惟若干香港辦事處的行政開支則以港元及美元計值。本集團並無訂立任何外匯合同作對沖措施。

人力資源

於2017年6月30日,本集團共有32名員工(2016年12月31日:37名)。2017年上半年,員工成本總額(包括董事酬金、購股權福利及退休金計劃供款)約為人民幣2,200,000元(2016年上半年:人民幣4,700,000元)。

本集團的薪酬政策按照個別員工的表現以及香港及中國的薪酬趨勢制訂,並會定期審閱。本集團亦會根據盈利能力,向員工分派酌情花紅,以鼓勵員工對本集團作出貢獻。

Management Discussion and Analysis

管理層討論及分析

Pledge of Assets

As at 30 June 2017 and 2016, the Group had no pledge of assets.

Contingent Liabilities

As at 30 June 2017 and 2016, the Group had no material contingent liabilities.

PROSPECT

The Group's business of marble products is closely associated with the growth and prosperity of the property market in the PRC. However, the PRC government moved to cool property demand and price growth with a raft of austerity measures and policies. The Company expects the property developer will invest less in new construction projects. The marble stone business of the Group is still full of challenges. The Group will continue to carry out the further development of the mine to lower benches for a higher quality large block production. In short terms, the Company may rely on the sales of marble slags through the striping of overburden and cracked limestone and sourcing the marble slabs from other supplier for the Group's customers.

In pursuance of the Group's strategic plan to increase its competitiveness and to seek market opportunities to supplement its marble stone related business, the Group intends to co-operate with a partner company which is engaged in the manufacturing and sales of ground calcium carbonate products to form a joint venture company to develop the calcium carbonate business. The joint venture company would be able to supplement its existing marble and marble related business by utilizing the same resources while expansion of income stream. This new project is subject to obtaining the land use right approval for establishing the production plant of calcium carbonate product by the partner company.

Looking ahead, the Group will continue to consolidate the production and operations and also extend the customer base to get improved in the performance of the business of marble related business. On the other hand, the Group will continue to explore new business opportunities so arising in order to maximise shareholder's value in the future.

資產抵押

於2017年及2016年6月30日，本集團並無資產抵押。

或然負債

於2017年及2016年6月30日，本集團並無重大或然負債。

前景

本集團大理石產品的業務與中國物業市場的增長及興旺息息相關。然而，中國政府推出一攬子緊縮措施及政策以對物業需求及價格上漲進行降溫。本公司預期物業發展商將收緊投資新的建造項目。本集團的大理石業務仍充滿挑戰。本集團繼續進行對礦山下層台階的進一步開發以實現較高質量大型荒料生產。短期內，本公司或會倚賴透過剝採表面廢料及破裂的石灰岩的大理石礦渣銷售，以及為本集團客戶自其他供應商採購大理石板材。

根據本集團提升其競爭力的策略計劃以及為尋求市場機會補充其大理石相關業務，本集團有意與一間從事重碳酸鈣產品生產及銷售的夥伴公司合作以成立合營公司發展碳酸鈣業務。該合營公司將能夠利用相同資源拓展收入來源，進而補充其現有的大理石及大理石相關業務。該新項目須待夥伴公司取得建設碳酸鈣產品生產廠房的土地使用權批准後，方告作實。

展望未來，本集團將繼續鞏固生產及經營並拓展客戶基礎以提升大理石相關業務的業務表現。另一方面，本集團於未來將繼續探索新的業務機會以盡可能提升股東價值。

CORPORATE GOVERNANCE

The Company has complied with the Corporate Governance Code and Corporate Governance Report (the "CG Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") for the six months ended 30 June 2017 except for a deviation from code provisions A.2.1, A.1.8 and E1.2 of CG Code.

Under code provision A.2.1 of CG Code, the roles of chairman and chief executive officer (the "CEO") should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and the chief executive officer should be clearly established and set out in writing. During the six months ended 30 June 2017, there is no officer carrying the title of CEO. The duties of CEO are undertaken by executive directors of the Company. Although the responsibility of chairman and a part of responsibility of CEO are vested in Mr. Wang Minliang during the six months ended 30 June 2017, in which all major decisions are made in consultation with the other Board members and the senior management of the Company. The Board considers that there is sufficient balance of power and the current arrangement maintains a strong management position of the Company.

Under code provision of A.1.8 of CG Code, the Company should arrange appropriate insurance cover in respect of legal action against the Directors. The directors and officers liability insurance of the Company was expired on 23 March 2017. The Company is taking steps in negotiating the insurance coverage and the insurance policy terms with different insurers to arrange the directors and officers liability insurance.

Under code provision of E.1.2 of CG Code, Mr. Wang Minliang, the chairman of the Board was unable to attend the annual general meeting of the Company held on 30 June 2017 due to business reasons. Ms. Zhang Cuiwei, the executive director of the Company, was authorized by the Chairman present to chair the meeting.

Save as the deviation from the code provision A.2.1, A1.8 and E1.2 of the CG Code, in the opinion of the directors of the Company, the Company has complied with all code provisions as set out in the CG Code throughout the six months ended 30 June 2017 and, where appropriate, the applicable recommended best practices of the CG Code.

企業管治

本公司於截至2017年6月30日止六個月一直遵守聯交所證券上市規則(「上市規則」)附錄14所載《企業管治守則》及《企業管治報告》(「企業管治守則」)，惟與企業管治守則的守則條文第A.2.1條、第A.1.8條及第E1.2條有所偏離。

企業管治守則之守則條文第A.2.1條規定，主席及行政總裁(「行政總裁」)的角色應區分及不應由同一人擔任。主席及行政總裁的職責應清晰確立及以書面形式載列。截至2017年6月30日止六個月，並無高級人員出任行政總裁一職。行政總裁的職責由本公司執行董事承擔。儘管於截至2017年6月30日止六個月主席的職責及行政總裁的部分職責歸集於王民良先生，但所有重大決策均經過諮詢本公司其他董事會成員及高級管理層後作出。董事會認為已有足夠的權力均衡及目前的安排可維持本公司管理層的強勢地位。

企業管治守則之守則條文第A.1.8條規定，本公司應就針對董事的法律訴訟安排適當保險。本公司董事及高級人員的責任保險已於2017年3月23日屆滿。本公司正在與多間保險公司磋商保險範圍及保單條款以為董事及高級人員投購責任保險。

企業管治守則之守則條文第E1.2條規定，董事會主席王民良先生出於業務原因未能出席於2017年6月30日舉行的本公司股東週年大會。本公司執行董事張翠薇女士獲授權擔任大會主席。

除與企業管治守則之守則條文第A.2.1條、第A1.8條及第E1.2條有所偏離外，本公司董事認為，本公司於截至2017年6月30日止六個月一直遵守企業管治守則所載的所有守則條文及企業管治守則的適用建議最佳常規(如適用)。

Other Information

其他資料

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules as its own code of conduct regarding directors' securities transactions by the Directors. The Company confirms that, having made specific enquiries with all Directors of the Company, all Directors confirmed that they have complied with the required standards set out in the Model Code and its own code of conduct regarding directors' securities transaction throughout the six months ended 30 June 2017.

AUDIT COMMITTEE AND REVIEW OF INTERIM RESULTS

The audit committee of the Company comprised three independent non-executive directors, namely Ms. Wang Yihua, Mr. Ma Ho Yin and Mr. Sheng Guoliang. The audit committee of the Company has reviewed the unaudited interim results of the Group for the six months ended 30 June 2017 and has recommended their adoption to the Board.

BOARD OF DIRECTORS

As at 30 June 2017, the Board comprises four executive directors of the Company ("Executive Director(s)"), namely Mr. Wang Minliang, Mr. Zhang Jianzhong, Mr. Zhang Weijun and Ms. Zhang Cuiwei, and three independent non-executive directors of the Company ("Independent Non-executive Director(s)"), namely Mr. Ma Ho Yin, Ms. Wang Yihua and Mr. Sheng Guoliang.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

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

遵從標準守則

本公司已採納上市規則附錄10所載的上市發行人董事進行證券交易的標準守則（「標準守則」），作為其本身就董事進行證券交易之操守準則。本公司確認，經向本公司全體董事作出特定查詢後，全體董事確認彼等於截至2017年6月30日止六個月一直遵守標準守則所載之規定標準及其本身就董事進行證券交易之操守準則。

審計委員會及審閱中期業績

本公司的審計委員會由三名獨立非執行董事組成，包括王藝華女士、馬浩賢先生及盛國良先生。本公司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核中期業績，並已向董事會建議採納該等業績。

董事會

於2017年6月30日，董事會包括本公司四名執行董事（「執行董事」）王民良先生、張建忠先生、張衛軍先生及張翠薇女士以及本公司三名獨立非執行董事（「獨立非執行董事」）馬浩賢先生、王藝華女士及盛國良先生。

購買、贖回或出售本公司上市證券

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

DIRECTORS' INTEREST IN SECURITIES

As at 30 June 2017, the interests and short positions of the Directors in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), which (a) were required to be notified to the Company and the Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to provisions of Division 7 and 8 of Part XV of the SFO (including interests and short positions which the Directors or chief executive have taken or deemed to have under such provisions of the SFO); (b) were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) were required, pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") to be notified to the Company and the Stock Exchange were set out below:

董事於證券的權益

於2017年6月30日，董事於本公司或其任何相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）之股份、相關股份或債券中擁有(a)根據證券及期貨條例第XV部第7及第8分部之條文規定須知會本公司及香港聯合交易所有限公司（「聯交所」）之權益及淡倉（包括根據證券及期貨條例有關條文董事或最高行政人員被當作或視作持有之權益及淡倉）；(b)根據證券及期貨條例第352條須載入該條例所指之登記冊之權益及淡倉；或(c)根據聯交所證券上市規則（「上市規則」）附錄十所載之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之權益及淡倉載列如下：

(a) Long positions in ordinary shares of the Company

(a) 於本公司普通股之好倉

Name of director 董事姓名	Capacity 身份	Number of ordinary shares of HK\$0.10 each held 所持有每股面值0.10港元之普通股數目			Percentage of the issued share capital of the Company 佔本公司已發行股本百分比
		Direct interest 直接權益	Deemed interest 視作擁有權益	Total interest 總權益	
Mr. Wang Minliang 王民良先生	(a) Interest of a controlled corporation (a) 受控法團權益	-	8081 (Note) (附註)	8081	0.00%
	(b) Beneficial owner (b) 實益擁有人	6,324	-	6,324	0.00%
		6,324	8,081	14,405	0.00%

Note:

The 8,081 shares of the Company were directly owned by Jiang Tong Investment Limited. Mr. Wang Minliang owns the entire issued share capital of Jiang Tong Investment Limited.

附註：

該等8,081股本公司股份由建統投資有限公司直接擁有。王民良先生擁有建統投資有限公司全部已發行股本。

(b) Long positions in underlying shares of the Company

Details of the interests of the Directors in the share options of the Company are separately disclosed under the section headed "Share Options".

(b) 於本公司相關股份之好倉

董事所持本公司購股權權益的詳情於「購股權」一節內個別披露。

Other Information

其他資料

Save as disclosed above, none of Directors or the chief executive of the Company or their respective associates had any interests or short positions in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities of Futures Ordinance (the "SFO")) which have been notified to the Company and the Stock Exchange of Hong Kong (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.

Save as disclosed above, at no time during the period was the Company or any of its holding company or subsidiaries been participated in any arrangements to enable the Directors or chief executive (including their spouse and children under 18 years of age) to acquire any interests and short positions of shares or underlying shares or debentures of the Company or any of its associated corporation (within the meaning of Part XV of the SFO).

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SECURITIES

As at 30 June 2017, substantial shareholders' interests or short position in the shares and underlying shares of the Company, being interests of 5% or more, as recorded in the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO were as follows:

Name	Capacity	Number of underlying shares	Long/Short position	Percentage of the issued share capital of the Company 佔本公司已發行股本百分比
名稱	身份	相關股份數目	好倉／淡倉	
Ninotre Investment Limited	Beneficial owner	54,966,083	Long position	11.65%
Ninotre Investment Limited	實益擁有人		好倉	

Save as disclosed above, none of the Directors is aware that any person (not being Directors or chief executive of the Company) had an interest or short position in the shares and underlying shares of the Company as recorded in the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO.

除上文所披露者外，董事或本公司最高行政人員或彼等各自之聯繫人概無於本公司或其相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）的股份、相關股份或債券中，擁有已根據證券及期貨條例第XV部第7及8分部知會本公司及香港聯交所（「聯交所」）之任何權益或淡倉，其中包括董事及本公司最高行政人員根據證券及期貨條例之該等條文被當作及視作擁有之權益及淡倉，或須要及已列入證券及期貨條例第352條規定本公司存置的登記冊內之任何權益及淡倉或已根據標準守則另行知會本公司及聯交所之任何權益及淡倉。

除上文所披露者外，本公司或其任何控股公司或附屬公司於期內任何時候從未參與任何安排，使董事或最高行政人員（包括彼等的配偶及未滿18歲子女）於本公司或其任何相聯法團（定義見證券及期貨條例第XV部）的股份或相關股份或債券中購入任何權益及淡倉。

主要股東於證券的權益

於2017年6月30日，按本公司根據證券及期貨條例第336條存置的主要股東名冊所記錄，主要股東於本公司股份及相關股份之權益或淡倉（即擁有5%或以上權益）載列如下：

除上文所披露者外，董事概不知悉任何人士（並非董事或本公司最高行政人員）於本公司股份及相關股份中擁有本公司根據證券及期貨條例第336條存置的主要股東名冊中登記的權益或淡倉。

SHARE OPTIONS

2011 Share Option Scheme

The Company has also adopted a share option scheme on 24 January 2011 (the "2011 Option Scheme") for the purpose of giving the eligible persons an opportunity to have a personal stake in the Company and help motivate them to optimize their future performance and efficiency to the Group and/or to reward them for their past contributions, to attract and retain or otherwise maintain 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, and additionally in the case of executives, to enable the Group to attract and retain individuals with experience and ability and/or to reward them for their past contributions.

The 2011 Share Option Scheme will be valid and effective for a period of 10 years from the date of adoption.

Details of outstanding and movement of share options under 2011 Option Scheme (the "2011 Options") during the six months ended 30 June 2017 are as follows:

Grantees	Date of grant		Exercise price	As at 1 January 2017 於2017年 1月1日	Grant during the period 於期內授出	Lapsed during the period 於期內失效	As at 30 June 2017 於2017年 6月30日
Directors							
董事							
Ms. Zhang Cuiwei 張翠薇女士	26 June 2014 2014年6月26日	note 4 附註4	HK\$2.37 2.37港元	1,269,230	-	-	1,269,230
	12 January 2015 2015年1月12日	note 5 附註5	HK\$2.25 2.25港元	1,776,923	-	-	1,776,923
Other employees							
其他僱員							
	9 June 2014 2014年6月9日	note 3 附註3	HK\$2.37 2.37港元	3,426,921	-	(1,015,384)	2,411,537
	26 June 2014 2014年6月26日	note 4 附註4	HK\$2.37 2.37港元	1,903,845	-	-	1,903,845
	30 December 2014 2014年12月30日	note 6 附註6	HK\$2.23 2.23港元	4,569,229	-	(1,015,384)	3,553,845
	12 January 2015 2015年1月12日	note 5 附註5	HK\$2.25 2.25港元	2,411,538	-	-	2,411,538
Former director and employee 前董事及僱員	4 November 2011 2011年11月4日	note 1, 2 附註1、2	HK\$10.87 10.87港元	989,999	-	-	989,999
				16,347,685	-	(2,030,768)	14,316,917
		Vested at end of period 於期末歸屬		16,347,685			14,316,917

購股權

2011年購股權計劃

本公司亦已於2011年1月24日採納一項購股權計劃(「2011年購股權計劃」)，旨在給予合資格人士機會，於本公司擁有個人權益，並有助於激勵彼等為本集團提升其未來表現及效率及／或為彼等過去的貢獻向彼等作出獎勵，並吸引和挽留該等在本集團中擔當重要角色及／或其貢獻目前或將有利於本集團的表現、增長或成功的合資格人士或以其他方式與彼等維持持續關係，而就高級行政人員而言，則可令本集團吸引和挽留具備經驗和能力的人士及／或為彼等過去的貢獻作出獎勵。

2011年購股權計劃將自採納日期起計十年期間生效及有效。

於截至2017年6月30日止六個月，2011年購股權計劃之未行使購股權(「2011年購股權」)及其變動詳情如下：

Other Information

其他資料

Note:

1. On 24 May 2012, the Board passed a resolution that these options shall continue to vest and be exercisable until the expiry of the option period regardless of these grantees ceased to be director or employee of the Company.
2. The options were divided into three tranches exercisable from 4 November 2011, 4 November 2012 and 4 November 2013 to 3 November 2021.
3. The options were exercisable from 9 June 2014 to 8 June 2024 (both dates inclusive).
4. The options were exercisable from 26 June 2014 to 25 June 2024 (both dates inclusive).
5. The options were exercisable from 12 January 2015 to 15 December 2024 (both dates inclusive).
6. The options were exercisable from 30 December 2014 to 18 December 2024 (both dates inclusive).
7. The Company recorded the fair value of these share options as staff cost in the income statement. The Company will record the nominal value of the shares which is HK\$0.01 per share issued pursuant to the exercise price of the share options as additional share capital and the Company will record the excess of the exercise price of the share options over nominal value of the shares in its share premium account. Any share options which has lapsed or been cancelled will be deducted from the balance of the share options.

附註：

1. 於2012年5月24日，董事會通過一項決議案，指儘管該等承授人不再擔任本公司董事或僱員，惟該等購股權應繼續歸屬及可予行使，直至購股權期間屆滿為止。
2. 購股權分為三批，自2011年11月4日、2012年11月4日及2013年11月4日起至2021年11月3日止可予行使。
3. 購股權自2014年6月9日起至2024年6月8日止（包括首尾兩日）可予行使。
4. 購股權自2014年6月26日起至2024年6月25日止（包括首尾兩日）可予行使。
5. 購股權自2015年1月12日至2024年12月15日止（包括首尾兩日）可予行使。
6. 購股權自2014年12月30日至2024年12月18日止（包括首尾兩日）可予行使。
7. 本公司將該等購股權的公平值於收益表內入賬為員工成本。本公司將把股份面值（根據購股權行使價為每股已發行股份0.01港元）入賬為額外股本，而本公司將把購股權行使價超出股份面值的金額入賬至股份溢價賬。任何已失效或已註銷的購股權將自購股權的結餘中扣除。

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

簡明綜合損益及其他全面收益表

For the six months ended 30 June 2017 截至2017年6月30日止六個月

		For the six months ended 30 June 截至6月30日止六個月	
		2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
	Notes 附註		
REVENUE	收入	5	4,710
Cost of sales	銷售成本		(2,821)
Gross profit	毛利		1,889
Other income and gains	其他收入及收益	6	1,238
Selling and distribution costs	銷售及分銷成本		(385)
Administrative expenses	行政開支		(18,258)
Impairment of secured senior loan note	有抵押優先貸款票據減值		-
OPERATING LOSS	營運虧損		(15,516)
Finance costs	財務成本	7	(26)
LOSS BEFORE TAX	除稅前虧損		(15,542)
Income tax	所得稅	8	-
LOSS FOR THE PERIOD	期內虧損	9	(15,542)
Other comprehensive loss:	其他全面虧損:		
<i>Items that may be reclassified subsequently to profit or loss:</i>	<i>其後可能重新分類至損益的項目:</i>		
Exchange differences on translation of non-PRC operations	因換算非中國業務產生的匯兌差異		(15,389)
			9,069
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY	本公司擁有人應佔期內全面虧損總額		(30,931)
			(Restated) (經重列)
Loss per share (RMB cents):	每股虧損(人民幣分):		
- Basic and diluted	- 基本及攤薄	10	(3.29)
			(19.01)

The notes on pages 20 to 36 are an integral part of these condensed consolidated interim financial statements.

第20至36頁之附註屬本簡明綜合中期財務報表之一部份。

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表

As at 30 June 2017 於2017年6月30日

		Notes 附註	30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
NON-CURRENT ASSETS	非流動資產			
Property, plant and equipment	物業、廠房及設備	12	187,771	194,275
Intangible assets	無形資產		43,514	43,732
Prepaid land lease payments	預付土地租賃款項		1,521	1,321
Deposit paid for acquisition of investment	已付收購投資按金	13	–	31,332
			232,806	270,660
CURRENT ASSETS	流動資產			
Inventories	存貨		3,128	1,071
Trade receivables	貿易應收款項	14	22,878	23,232
Prepayments, deposits and other receivables	預付款項、按金及 其他應收款項		9,444	9,261
Cash and cash equivalents	現金及現金等價物		97,831	7,198
			133,281	40,762
CURRENT LIABILITIES	流動負債			
Trade payables	貿易應付款項	15	9,302	9,803
Other payables and accruals	其他應付款項及應計費用		34,997	45,570
Obligation under finance lease	融資租賃承擔		231	238
Interest-bearing loan	計息貸款	16	–	358
Provision for litigation	訴訟撥備		82,358	82,358
			126,888	138,327
NET CURRENT ASSETS/(LIABILITIES)	流動資產/(負債)淨額		6,393	(97,565)
TOTAL ASSETS LESS CURRENT LIABILITIES	總資產減流動負債		239,199	173,095

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表

As at 30 June 2017 於2017年6月30日

		Notes	30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
NON-CURRENT LIABILITIES				
	非流動負債			
Obligation under finance lease	融資租賃承擔		625	312
Provision for environmental rehabilitation	環境恢復撥備		2,697	2,697
Deferred income	遞延收入		95	102
Deferred tax liability	遞延稅項負債		608	608
			4,025	3,719
NET ASSETS			235,174	169,376
EQUITY				
	權益			
Equity attributable to owners of the Company	本公司擁有人應佔權益			
Share capital	股本	17	3,883	3,883
Reserves	儲備		231,291	165,493
Total equity	總權益		235,174	169,376

The notes on pages 20 to 36 are an integral part of these condensed consolidated interim financial statements.

第20至36頁之附註屬本簡明綜合中期財務報表之一部份。

Condensed Consolidated Statement of Changes in Equity

簡明綜合權益變動表

For the six months ended 30 June 2017 截至2017年6月30日止六個月

		Issued capital 已發行 股本 RMB'000 人民幣千元	Share premium 股份 溢價 RMB'000 人民幣千元	Capital reserve 資本 儲備 RMB'000 人民幣千元	Contributed reserve 繳入 儲備 RMB'000 人民幣千元	Share option reserve 購股權 儲備 RMB'000 人民幣千元	Foreign currency translation reserve 外幣換算 儲備 RMB'000 人民幣千元	Accumulated losses 累計 虧損 RMB'000 人民幣千元	Total equity 總權益 RMB'000 人民幣千元
At 1 January 2016 (Audited)	於2016年1月1日 (經審核)	297,294	857,146	-	14,480	68,815	(297)	(1,031,587)	205,851
Issue of shares (Unaudited)	發行股份 (未經審核)	91,066	(1,366)	-	-	-	-	-	89,700
Share options lapsed (Unaudited)	購股權失效 (未經審核)	-	-	-	-	(49,487)	-	49,487	-
Total comprehensive loss for the period (Unaudited)	期內全面虧損總額 (未經審核)	-	-	-	-	-	9,069	(73,600)	(64,531)
At 30 June 2016 (unaudited)	於2016年6月30日 (未經審核)	388,360	855,780	-	14,480	19,328	8,772	(1,055,700)	231,020
At 1 January 2017 (Audited)	於2017年1月1日 (經審核)	3,883	-	-	14,480	24,485	(3,226)	129,754	169,376
Fund raised by way of rights issue (note 1)	以供股方式籌集之資金 (附註1)	-	-	96,729	-	-	-	-	96,729
Share options lapsed (Unaudited)	購股權失效 (未經審核)	-	-	-	-	(995)	-	995	-
Total comprehensive loss for the period (Unaudited)	期內全面虧損總額 (未經審核)	-	-	-	-	-	(15,389)	(15,542)	(30,931)
At 30 June 2017 (unaudited)	於2017年6月30日 (未經審核)	3,883	-	96,729	14,480	23,490	(18,615)	115,207	235,174

Note 1:

It represents the certain proceeds received from the public shareholders who accepted for the Rights Issue with reference to the prospectus dated 9 June 2017 (the "Rights Issue"). The underwriting agreement in relation to the Rights Issue became unconditional on 27 June 2017. On 4 July 2017, the Company issue the share in respect of the Rights Issue to the public shareholders who accepted for the Rights Issue are the underwriter of the Rights Issue.

附註1:

其指已收接納日期為2017年6月9日的供股章程所述之供股(「供股」)的公眾股東之若干所得款項。有關供股的包銷協議於2017年6月27日成為無條件。於2017年7月4日，本公司就供股向接納供股而發行股份的公眾股東發行供股的包銷商。

Condensed Consolidated Statement of Cash Flows

簡明綜合現金流量表

For the six months ended 30 June 2017 截至2017年6月30日止六個月

		For the six months ended 30 June 截至6月30日止六個月	
		2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
NET CASH USED IN OPERATING ACTIVITIES	經營活動所用現金淨額	(828)	(8,668)
CASH FLOWS FROM INVESTING ACTIVITIES	投資活動所得現金流量		
Purchase of property, plant and equipment	購置物業、廠房及設備	(4,938)	(3,721)
Proceeds from disposal of property, plant and equipment	出售物業、廠房及設備所得款項	203	–
Other investing cash flows	其他投資現金流量	–	10
NET CASH USED IN INVESTING ACTIVITIES	投資活動所用現金淨額	(4,735)	(3,711)
CASH FLOWS FROM FINANCING ACTIVITIES	融資活動所得現金流量		
Issue of new shares	發行新股份	–	89,700
Received in advance	已收墊款	96,729	–
Repayments of obligation under finance lease	償還融資租賃承擔	(212)	(149)
Repayment of interest-bearing loans	償還計息貸款	(356)	(525)
Interest paid	已付利息	(26)	(1,497)
NET CASH GENERATED FROM FINANCING ACTIVITIES	融資活動所得現金淨額	96,135	87,529
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	現金及現金等價物增加/(減少)淨額	90,572	75,150
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	期初現金及現金等價物	7,198	10,437
EFFECT OF FOREIGN EXCHANGE	外匯影響	61	1,722
CASH AND CASH EQUIVALENTS AT END OF PERIOD	期末現金及現金等價物	97,831	87,309

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

1. GENERAL INFORMATION

China Kingstone Mining Holdings Limited (the "Company") and its subsidiaries (together the "Group") were principally engaged in the production and sale of marble and marble related products mainly in China.

The Company was incorporated as an exempted company with limited liability in the Cayman Islands under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands under the name of China Kingstone Mining Holdings Limited on 29 March 2010 and changed its domicile to Bermuda with limited liability on 10 August 2016. The registered office address of the Company is Canon's Court, 22 Victoria Street, Hamilton HM12, Bermuda. The principal place of business of the Company in Hong Kong is located at Units 6812 to 6813, The Center, 99 Queen's Road Central, Hong Kong.

These financial statements are presented in Chinese Renminbi ("RMB"), unless otherwise stated.

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on 25 August 2017.

2. BASIS OF PREPARATION

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2017 ("Interim Financial Statements") have been prepared in accordance with International Accounting Standard 34 ("IAS 34") issued by the International Accounting Standards Board and the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules").

The Interim Financial Statements do not include all the information and disclosures required in a full set of financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2016 ("2016 Annual Report").

1. 一般資料

中國金石礦業控股有限公司(「本公司」)及其附屬公司(統稱「本集團」)主要在中國從事大理石石材及大理石相關產品的生產及銷售。

本公司於2010年3月29日根據開曼群島法例第22章公司法(1961年第3號法例,經綜合及修訂)在開曼群島以中國金石礦業控股有限公司的名稱註冊成立為獲豁免有限公司,並於2016年8月10日遷冊至百慕達以有限公司形式存續。本公司的註冊辦事處地址為Canon's Court, 22 Victoria Street, Hamilton HM12, Bermuda。本公司於香港的主要營業地點為香港皇后大道中99號中環中心6812-6813室。

除另有指明外,此等財務報表以中國人民幣(「人民幣」)呈列。

本簡明綜合中期財務報表已於2017年8月25日獲董事會批准刊發。

2. 編製基準

截至2017年6月30日止六個月之未經審核簡明綜合中期財務報表(「中期財務報表」)已根據國際會計準則理事會頒佈的國際會計準則第34號(「國際會計準則第34號」)及香港聯合交易所有限公司證券上市規則(「上市規則」)之適用披露規定編製。

中期財務報表並不包括就編製完整財務報表所需之所有資料及披露,並應與本集團截至2016年12月31日止年度的年度綜合財務報表(「2016年年報」)一併閱讀。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

3. ESTIMATES

The preparation of the Interim Financial Statements in conformity with IAS 34 requires management to make judgments, 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.

In preparing the Interim Financial Statements, the significant judgements made by management in applying the group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2016.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the Interim Financial Statements are consistent with those followed in the preparation of 2016 Annual Report of the Company.

In the current period, the Group has adopted all the new and revised International Financial Reporting Standards ("IFRSs") that are relevant to its operations and effective for its accounting year beginning on 1 January 2017. IFRSs comprise International Financial Reporting Standards; International Accounting Standards and Interpretations. The adoption of these new and revised IFRSs did not result in significant changes to the Group's accounting policies, presentation of the Group's financial statements and amounts reported for the current and prior periods.

The Group has not applied the new and revised IFRSs that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new and revised IFRSs but is not yet in a position to state whether these new and revised IFRSs would have a material impact on its results of operations and financial position.

3. 估計

根據國際會計準則第34號編製中期財務報表時，管理層須作出影響政策應用及本年度截至現在為止之資產與負債、收益及開支之呈報數額之判斷、估計及假設。實際結果與此等估計可能有差異。

編製中期財務報表時，管理層於應用集團會計政策所作之重大判斷及估計不確定因素之主要來源與截至2016年12月31日止年度之綜合財務報表所應用者一致。

4. 主要會計政策概要

編製中期財務報表所採納之會計政策與編製本公司2016年年報所遵循者一致。

於本期間，本集團已採納所有新訂及經修訂國際財務報告準則（「國際財務報告準則」），該等準則與其經營有關，並於2017年1月1日開始之會計年度生效。國際財務報告準則包括國際財務報告準則、國際會計準則及詮釋。採納該等新訂及經修訂國際財務報告準則並無對本集團的會計政策、本集團財務報表之呈列及本期間及過往期間呈報的金額造成重大變動。

本集團並無應用已頒佈但尚未生效的新訂及經修訂國際財務報告準則。本集團已開始評估該等新訂及經修訂國際財務報告準則的影響，惟尚未能說明該等新訂及經修訂國際財務報告準則會否對其經營業績及財務狀況構成重大影響。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

5. REVENUE AND OPERATING SEGMENT INFORMATION

Revenue represents the net invoiced value of goods sold, net of trade discounts and returns.

The Group's revenue and contribution to profit were mainly derived from its sale of marble and marble related products, which is regarded as a single reportable segment in a manner consistent with the way in which information is reported internally to the Group's senior management for purposes of resource allocation and performance assessment. In addition, the principal assets employed by the Group are located in Sichuan Province, the PRC.

Accordingly, no segment analysis is presented other than entity-wide disclosures.

Entity-wide disclosures

Information about products

The following table sets forth the total revenue from external customers by product and the percentage of total revenue during the period:

5. 收入及經營分部資料

收入指已售貨品的淨發票值，扣除貿易折扣及退回。

本集團的收入及對利潤的貢獻主要源自大理石及大理石相關產品的銷售，其被視作單一可報告分部，與內部向本集團的高級管理層報告資料作資源分配及表現評估用途的方式一致。此外，本集團使用的主要資產均位於中國四川省。

因此，除整個實體披露外，未有呈列分部分析。

整個實體披露

有關產品的資料

下表載列期內按產品劃分來自外部客戶的總收入及佔總收入的百分比：

		For the six months ended 30 June 截至6月30日止六個月			
		2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	%	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)	%
Marble slags	大理石礦渣	4,710	100%	764	100%

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

6. OTHER INCOME AND GAINS

6. 其他收入及收益

For the six months ended 30 June
截至6月30日止六個月

		2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
Reversal of impairment	減值撥回	1,200	–
Bank interest income	銀行利息收入	1	10
Machinery rental income	機器租金收入	18	124
Miscellaneous	雜項	19	290
		1,238	424

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

7. FINANCE COSTS

7. 財務成本

For the six months ended 30 June
截至6月30日止六個月

		2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
Finance leases charges	融資租賃費用	26	15
Interest on other loan	其他貸款的利息		
– Wholly repayable within five years	– 須於五年內悉數償還	–	1,482
		26	1,497

8. INCOME TAX

8. 所得稅

For the six months ended 30 June
截至6月30日止六個月

		2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
Current – the PRC	即期 – 中國	–	–
Deferred tax	遞延稅項	–	–
		–	–

Under the Law of the PRC on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, the tax rate of subsidiaries of the Company in the PRC is 25% for the six months ended 30 June 2017 and 2016.

根據中國企業所得稅法(「企業所得稅法」)及企業所得稅法實施規例，本公司於中國之附屬公司於截至2017年及2016年6月30日止六個月之稅率為25%。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

9. LOSS FOR THE PERIOD

The Group's loss for the period is arrived at after charging/(crediting):

9. 期內虧損

本集團之期內虧損已扣除/(計入)以下各項:

		For the six months ended 30 June	
		截至6月30日止六個月	
		2017	2016
		2017年	2016年
		RMB'000	RMB'000
		人民幣千元	人民幣千元
		(unaudited)	(unaudited)
		(未經審核)	(未經審核)
Amortisation of intangible assets	無形資產攤銷	17	17
Depreciation of items of property, plant and equipment	物業、廠房及設備項目折舊	2,837	1,310
Gain on disposal of property, plant and equipment	出售物業、廠房及設備之收益	(14)	-

10. LOSS PER SHARE

(a) Basic loss per share

The calculation of basic loss per share attributable to owners of the Company is based on the loss for the six months ended 30 June 2017 attributable to owners of the Company of approximately RMB15,542,000 (six months ended 30 June 2016: RMB73,600,000) and the weighted average number of 472,014,000 (six months ended 30 June 2016: 387,157,000 (restated)) ordinary shares in issue during the period.

(b) Diluted loss per share

No diluted loss per share is presented as the Company did not have any dilutive potential ordinary shares during the six months ended 30 June 2017 and 2016.

10. 每股虧損

(a) 每股基本虧損

本公司擁有人應佔每股基本虧損乃根據本公司擁有人應佔截至2017年6月30日止六個月虧損約人民幣15,542,000元(截至2016年6月30日止六個月:人民幣73,600,000元)及期內已發行普通股加權平均數472,014,000股(截至2016年6月30日止六個月:387,157,000股(經重列))計算得出。

(b) 每股攤薄虧損

由於本公司於截至2017年及2016年6月30日止六個月並無任何具潛在攤薄性質之普通股,因此並無呈列每股攤薄虧損。

11. DIVIDEND

The Directors do not recommend the payment of any dividend for each of the six months ended 30 June 2017 and 2016.

11. 股息

董事並不建議就截至2017年及2016年6月30日止六個月各期間派付任何股息。

12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2017, the Group acquired plant and machinery at a cost of RMB4,938,000 (2016: Plant and machinery at a cost of RMB3,721,000).

12. 物業、廠房及設備

截至2017年6月30日止六個月,本集團收購成本為人民幣4,938,000元之廠房及設備(2016年:成本為人民幣3,721,000元之廠房及設備)。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

13. DEPOSIT PAID FOR ACQUISITION OF INVESTMENT

13. 已付收購投資按金

	30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
Deposit paid for acquisition of investment 已付收購投資按金	-	29,309
Exchange realignment 匯兌調整	-	2,023
	-	31,332

On 29 July 2014, the Group entered into a sale and purchase agreement with Ms. Zhang Cuiwei, an executive director of the Company, to purchase the entire issued share capital of China Fortune Investment Holdings Limited (the "Target") at the consideration of RMB131.2 million ("Proposed Acquisition"). The Target is wholly-owned and controlled by Ms. Zhang. Details of the Proposed Acquisition has been set out in the circular issued by the Company on 27 February 2015.

The principal business of the Target are property investment, property management and property consultancy in the PRC. The Proposed Acquisition was not yet completed up to the date of this report.

An initial deposit of HK\$35 million (equivalent to RMB31 million as at 31 December 2016) had been paid to Ms. Zhang as an earnest money for the Proposed Acquisition which is interest-free and shall be refund if the acquisition is not completed on or before 31 January 2017 or terminated.

On 31 January 2017, the Company decided to terminate the proposed acquisition, and HK\$30 million of the earnest money paid for the acquisition had been refunded to the Group on that day. The remaining balance of HK\$5 million had been settled in May and June 2017.

於2014年7月29日，本集團與本公司執行董事張翠薇女士訂立買賣協議，以代價人民幣131,200,000元收購中國兆和投資集團有限公司（「目標」）的全部已發行股本（「建議收購事項」）。目標由張女士全資擁有及控制。建議收購事項的詳情載於本公司於2015年2月27日刊發的通函。

目標的主要業務為在中國從事物業投資、物業管理及物業諮詢。截至本報告日期，建議收購事項尚未完成。

本公司已就建議收購事項向張女士支付初步按金35,000,000港元（於2016年12月31日相當於人民幣31,000,000元）作為保證金，該款項為免息且在收購事項於2017年1月31日或之前尚未完成或終止的情況下可予退還。

於2017年1月31日，本公司決定終止建議收購事項，就收購事項所支付的保證金30,000,000港元已於該日退還予本集團。餘額5,000,000港元已於2017年5月及6月支付。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

14. TRADE RECEIVABLES

14. 貿易應收款項

		30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
Trade receivables	貿易應收款項	122,224	122,578
Less: impairment	減: 減值	(99,346)	(99,346)
		22,878	23,232

An aged analysis of trade receivables, as at the end of the reporting periods based on the goods delivery date, and net of impairments, is as follows:

於報告期末，根據貨品交付日期，貿易應收款項（已扣除減值）的賬齡分析如下：

		30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
0 to 90 days	0至90日	221	8,189
91 to 180 days	91至180日	-	-
181 to 365 days	181至365日	7,361	-
Over 1 year	1年以上	15,296	15,043
		22,878	23,232

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

14. TRADE RECEIVABLES (Continued)

Reconciliation of allowance for trade receivables:

		30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
At beginning of period/year	於期/年初	99,346	56,447
Allowance for the period/year	期/年內撥備	-	42,899
At end of period/year	於期/年末	99,346	99,346

The Group's trading terms with its customers are mainly on credit. The credit period is generally one month. Except for certain customers developed by the Group at the beginning of its commercial operation were granted for a credit period of 18 months. In view of the fact that the Group sells most of its products to several major customers, there is a high level of concentration of credit risk. The Group seeks to maintain strict control over its outstanding receivables to minimise credit risk. Trade receivables are non-interest-bearing.

As at 30 June 2017, trade receivables of RMB22,878,000 (as at 31 December 2016: RMB23,232,000) were past due but not impaired, among which RMB13,797,000 (as at 31 December 2016: RMB13,797,000) were secured by certain properties in the PRC as collateral ("Properties"). In year 2016 a court order obtained from the PRC court that the title of Properties be transferred to the Group as part settlement of trade receivable. The Group has been assessing the feasibility of administrative procedures and further cost to be incurred in relation to the title transfer of Properties.

14. 貿易應收款項 (續)

貿易應收款項之撥備對賬如下：

		30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
At beginning of period/year	於期/年初	99,346	56,447
Allowance for the period/year	期/年內撥備	-	42,899
At end of period/year	於期/年末	99,346	99,346

本集團與其客戶的貿易條款主要為信貸形式。除本集團於其開始商業營運時已發展的若干客戶獲授予18個月信貸期外，信貸期一般為一個月。由於本集團向若干主要客戶出售其大部分產品，信貸風險集中水平甚高。本集團設法對其尚未償還應收款項實施嚴格控制以盡量減低信貸風險。貿易應收款項為不計息。

於2017年6月30日，人民幣22,878,000元（於2016年12月31日：人民幣23,232,000元）貿易應收款項已逾期，惟尚未減值，其中人民幣13,797,000元（於2016年12月31日：人民幣13,797,000元）以若干中國物業作為抵押品（「物業」）。於2016年，本集團自中國法院取得一項法院命令，命令物業的業權將轉讓予本集團以部分結算貿易應收款項。本集團正在評估有關物業業權轉讓的行政程序可行性及將產生的追加成本。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

15. TRADE PAYABLES

Trade payables are non-interest-bearing and are normally settled in 180 days. An aged analysis of trade payables, based on the invoice date, is as follows:

		30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
Outstanding balances with ages:	具有以下賬齡的未償還結餘:		
0 to 60 days	0至60日	614	3,483
61 to 120 days	61至120日	-	4,957
121 to 180 days	121至180日	5	-
Over 180 days	180日以上	8,683	1,363
		9,302	9,803

15. 貿易應付款項

貿易應付款項不計息且一般於180日內清付。根據發票日期，貿易應付款項的賬齡分析如下：

16. INTEREST BEARING LOAN

Unsecured – within one year 無抵押—於一年內

16. 計息貸款

		30 June 2017 2017年 6月30日 RMB'000 人民幣千元 (unaudited) (未經審核)	31 December 2016 2016年 12月31日 RMB'000 人民幣千元 (audited) (經審核)
Unsecured – within one year	無抵押—於一年內	-	358

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

17. SHARE CAPITAL

17. 股本

Ordinary shares of HK\$0.1 每股面值0.1港元之普通股		Number of shares '000 股份數目 千股	RMB'000 人民幣千元
Authorised:	法定:		
Ordinary shares of HK\$0.1 each	每股面值0.1港元之普通股		
At 1 January 2016	於2016年1月1日	15,000,000	1,215,275
Share consolidation (note (a))	股份合併(附註(a))	(13,500,000)	-
Share subdivision (note (a))	股份拆細(附註(a))	148,500,000	-
		150,000,000	1,215,275
Issued and fully paid:	已發行及繳足:		
Ordinary shares of HK\$0.1 each	每股面值0.1港元之普通股		
At 1 January 2016	於2016年1月1日	3,640,137	297,294
Issue of shares (note (b))	發行股份(附註(b))	1,080,000	91,002
Share consolidation (note (a))	股份合併(附註(a))	(4,248,123)	-
Capital reduction (note (a))	股本削減(附註(a))	-	(384,413)
At 31 December 2016, at 1 January 2017 and 30 June 2017	於2016年12月31日、 2017年1月1日及2017年6月30日	472,014	3,883

Note:

附註:

(a) Pursuant to a special resolution passed by the Shareholders at the extraordinary general meeting held on 15 July 2016, the Company proceed with capital reorganization involving, among others, the following:

(a) 根據股東於2016年7月15日舉行的股東特別大會上通過的特別決議案，本公司進行股本重組，其中包括以下方面：

(i) share consolidation whereby every ten issued and unissued shares of HK\$0.1 each were consolidated into one consolidated share of HK\$1 each;

(i) 股份合併，即每十股已發行及未發行的每股面值0.1港元的股份合併為一股每股面值1港元的經合併股份；

(ii) capital reduction whereby the nominal value of all the issued consolidated shares was reduced from HK\$1 each to HK\$0.01 each by cancelling paid-up capital to the extent of HK\$0.99 on each issued consolidated share so as to form the adjusted Share of HK\$0.01 each; and

(ii) 股本削減，即透過註銷繳足股本（將每股已發行經合併股份削減0.99港元）將所有已發行經合併股份的面值由每股1港元削減至每股0.01港元，從而構成每股0.01港元的經調整股份；及

(iii) the sub-division was made of each of the authorized but unissued consolidated shares of HK\$1 each into 100 adjusted shares of HK\$0.01 each.

(iii) 將每股面值1港元的尚未發行法定經合併股份拆細為100股每股面值0.01港元的經調整股份。

The capital reorganisation was taken place and completed on 7 September 2016.

股本重組已進行並於2016年9月7日完成。

(b) On 23 May 2016, pursuant to the placing and subscription agreement dated 8 March 2016, 1,080,000,000 shares of HK\$0.1 each were allotted and issued at the price of HK\$0.1 per share.

(b) 於2016年5月23日，根據日期為2016年3月8日之配售及認購協議，1,080,000,000股每股面值0.1港元之股份已按每股股份0.1港元之價格進行配發及發行。

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

18. SHARE OPTION SCHEME

Pre-IPO share option scheme and 2011 Option Scheme

The Company has adopted the Pre-IPO share option scheme (the "Pre-IPO Option Scheme") and a share option scheme (the "2011 Option Scheme") on 24 January 2011 for the purpose of giving its employees, directors, advisers, consultants and business partners an opportunity to have a personal stake in the Company and help motivate them to optimize their future performance and efficiency and/or to reward them for their past contributions, to attract and retain or otherwise maintain on going relationships with such employees, advisers, consultants and business partners who are significant to and/or whose contributions are or will be beneficial to the performance, growth or success of the Company.

The following share options were outstanding under the Pre-IPO Option Scheme and the 2011 Option Scheme during the reporting period:

Pre-IPO Option Scheme

At beginning of reporting period 於報告期初
Lapsed 已失效

At the end of reporting period 於報告期末

18. 購股權計劃

首次公開發售前購股權計劃及2011年購股權計劃

本公司於2011年1月24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」)及一項購股權計劃(「2011年購股權計劃」),旨在給予其僱員、董事、顧問、諮詢人和業務夥伴機會,於本公司擁有個人權益,並激勵彼等提升其未來表現及效率及/或為彼等過去的貢獻向彼等作出獎勵,並吸引和挽留該等在本公司中擔當重要角色及/或其貢獻目前或將有利於本公司的表現、增長或成功的僱員、顧問、諮詢人和業務夥伴或以其他方式與彼等維持持續關係。

於報告期內,根據首次公開發售前購股權計劃及2011年購股權計劃尚未行使的購股權如下:

首次公開發售前購股權計劃

	30 June 2017 2017年6月30日	31 December 2016 2016年12月31日		
	Weighted average exercise price per share 每股加權 平均行使價 HK\$ 港元	Number of options 購股權數目 '000 千份	Weighted average exercise price per share 每股加權 平均行使價 HK\$ 港元	Number of options 購股權數目 '000 千份
At beginning of reporting period 於報告期初	-	-	0.473	50,769
Lapsed 已失效	-	-	(0.6)	(50,769)
At the end of reporting period 於報告期末	-	-	-	-

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

18. SHARE OPTION SCHEME (Continued)

2011 Option Scheme

18. 購股權計劃 (續)

2011年購股權計劃

		30 June 2017 2017年6月30日		31 December 2016 2016年12月31日	
		Weighted average exercise price per share 每股加權 平均行使價 HK\$ 港元	Number of options 購股權數目 '000 千份	Weighted average exercise price per share 每股加權 平均行使價 HK\$ 港元	Number of options 購股權數目 '000 千份
At beginning of reporting period 於報告期初		0.281	16,348	0.281	163,477
Lapsed during the period 於期內失效		(2.30)	(2,031)	-	-
Adjustment upon capital reorganisation effective on 7 September 2016 於2016年9月7日股本重組生效時調整		-	-	-	(147,129)
Outstanding at end of reporting period 於報告期末尚未行使		2.89	14,317	0.281	16,348
Exercisable at end of reporting period 於報告期末可行使		2.89	14,317	0.281	16,348

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

18. SHARE OPTION SCHEME (Continued)

2011 Option Scheme (Continued)

The exercise price and exercise period of those share options outstanding under the 2011 Option Scheme as at 30 June 2017 and 31 December 2016 are as follows:

	Number of options 購股權數目 '000 千股	Exercise price per share 每股行使價 HK\$ 港元	Exercise period 行使期
At 30 June 2017 於2017年6月30日	990	10.87	Three tranches in proportion of 50%, 25% and 25% exercisable from 4 November 2011, 4 November 2012 and 4 November 2013 to 3 November 2021, respectively. 按50%、25%及25%的比例分作三批，分別自2011年11月4日、2012年11月4日及2013年11月4日起至2021年11月3日止可予行使。
	3,173	2.37	From 26 June 2014 to 25 June 2024 自2014年6月26日起至2024年6月25日止
	2,412	2.37	From 9 June 2014 to 8 June 2024 自2014年6月9日起至2024年6月8日止
	3,554	2.23	From 30 December 2014 to 18 December 2024 15,230,769 options offered may be exercised on or after 30 December 2014; and 30,461,539 options offered may be exercised on or after 19 December 2015. 自2014年12月30日起至2024年12月18日止，15,230,769份提呈授予購股權可於2014年12月30日或之後行使；30,461,539份提呈授予購股權可於2015年12月19日或之後行使。
	4,189	2.25	From 12 January 2015 to 15 December 2024 自2015年1月12日起至2024年12月15日止

18. 購股權計劃 (續)

2011年購股權計劃 (續)

於2017年6月30日及2016年12月31日，該等於2011年購股權計劃項下尚未行使的購股權的行使價和行使期如下：

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

18. SHARE OPTION SCHEME (Continued)

2011 Option Scheme (Continued)

	Number of options 購股權數目 '000 千股	Exercise price per share 每股行使價 HK\$ 港元	Exercise period 行使期
At 31 December 2016 於2016年12月31日	990	10.87	Three tranches in proportion of 50%, 25% and 25% exercisable from 4 November 2011, 4 November 2012 and 4 November 2013 to 3 November 2021, respectively 按50%、25%及25%的比例分作三批，分別自2011年11月4日、2012年11月4日及2013年11月4日起至2021年11月3日止可予行使
	3,173	2.37	From 26 June 2014 to 25 June 2024 自2014年6月26日起至2024年6月25日止
	3,427	2.37	From 9 June 2014 to 8 June 2024 自2014年6月9日起至2024年6月8日止
	4,569	2.23	From 19 December 2014 to 18 December 2024 12,000,000 options offered may be exercised on or after 19 December 2014; and 24,000,000 options offered may be exercised on or after 19 December 2015. 自2014年12月19日起至2024年12月18日止，12,000,000份提呈授予購股權可於2014年12月19日或之後行使；及24,000,000份提呈授予購股權可於2015年12月19日或之後行使。
	4,189	2.25	From 12 January 2015 to 15 December 2024 自2015年1月12日起至2024年12月15日止

18. 購股權計劃 (續)

2011年購股權計劃 (續)

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

18. SHARE OPTION SCHEME (Continued)

2011 Option Scheme (Continued)

No share options were granted during the six months ended 30 June 2016 and 2017.

The fair value of equity-settled share options granted during the period was estimated as at the date of grant, using a binomial model, taking into account the terms and conditions upon which the options were granted. The following table lists the inputs to the model used:

		Share options granted to employees 向僱員授出之 購股權	Share options granted to directors 向董事授出之 購股權	Share options granted to employees 向僱員授出之 購股權	Share options granted to directors 向董事授出之 購股權
Date of grant	授出日期	9 June 2014 2014年6月9日	26 June 2014 2014年6月26日	30 December 2014 2014年12月30日	12 January 2015 2015年1月12日
Number of share options	購股權數目	32,000,000	30,400,000	36,000,000	34,800,000
Dividend yield (%)	派息率(%)	3.12%	3.12%	3.12%	3.12%
Expected volatility (%)	預期波幅(%)	40.29%	40.35%	40.04%	39.68%
Risk-free interest rate (%)	無風險利率(%)	2.06%	2.04%	1.89%	1.59%

19. RELATED PARTY TRANSACTIONS

During the six months ended 30 June 2017, the Group had the following material transaction with related parties:

(A) KEY MANAGEMENT COMPENSATION

Salaries, wages and other benefits 薪金、工資及其他福利

18. 購股權計劃 (續)

2011年購股權計劃 (續)

於截至2016年及2017年6月30日止六個月並無授出購股權。

於期內授出的股權結算購股權公平值於授出日期採用二項模式估計，當中計及授出購股權時的條款及條件。下表載列該模式所使用的輸入數據：

19. 關連方交易

截至2017年6月30日止六個月，本集團與關連方有以下重大交易：

(A) 主要管理層酬金

For the six months ended 30 June
截至6月30日止六個月

2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
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821

1,069

Notes to the Condensed Consolidated Interim Financial Statements

簡明綜合中期財務報表附註

For the six months ended 30 June 2017 截至2017年6月30日止六個月

19. RELATED PARTY TRANSACTIONS (Continued)

(B)

Name of related party 關連方名稱	Relationship 關係	Nature of transaction 交易性質
Kinwin International Investment Company Limited ("Kinwin")	Mr. Wang Minliang, a director of the Company, is the beneficial owner of Kinwin	Interest-bearing loan 計息貸款
建勝國際投資有限公司 (「建勝」)	本公司董事王民良先生為建勝之實益擁有人	Interest paid 已付利息

19. 關連方交易 (續)

(B)

For the six months ended 30 June
截至6月30日止六個月

2017 2017年 RMB'000 人民幣千元 (unaudited) (未經審核)	2016 2016年 RMB'000 人民幣千元 (unaudited) (未經審核)
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–	4,855
–	448

20. LITIGATIONS

On 13 July 2015, Royal Moon International Company Limited ("Royal Moon"), the underwriter of the open offer announced by the Company on 14 May 2015, issued a writ of summons at the High Court of the Hong Kong Special Administrative Region (the "Writ") against the Company. Pursuant to the Writ, Royal Moon claims against the Company, amongst others, a sum of not less than HK\$150,000,000 being damages for the breach of a written underwriting agreement made between Royal Moon and the Company dated 13 May 2015. The Group made a provision of HK\$92 million (equivalent to RMB82.4 million (2016: RMB82.4 million)) in relation to an estimated cash outflow in relation to the litigation.

20. 訴訟

於2015年7月13日，本公司於2015年5月14日公佈之公开发售包銷商皇月國際有限公司（「皇月」）向香港特別行政區高等法院針對本公司提出傳訊令狀（「令狀」）。根據令狀，皇月向本公司提出（其中包括）一筆總額不少於150,000,000港元（就違反皇月與本公司所訂立日期為2015年5月13日之書面包銷協議之損害賠償）之申索。本集團已就有關該訴訟之預期現金流出作出92,000,000港元（相當於人民幣82,400,000元）（2016年：人民幣82,400,000元）之撥備。



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