

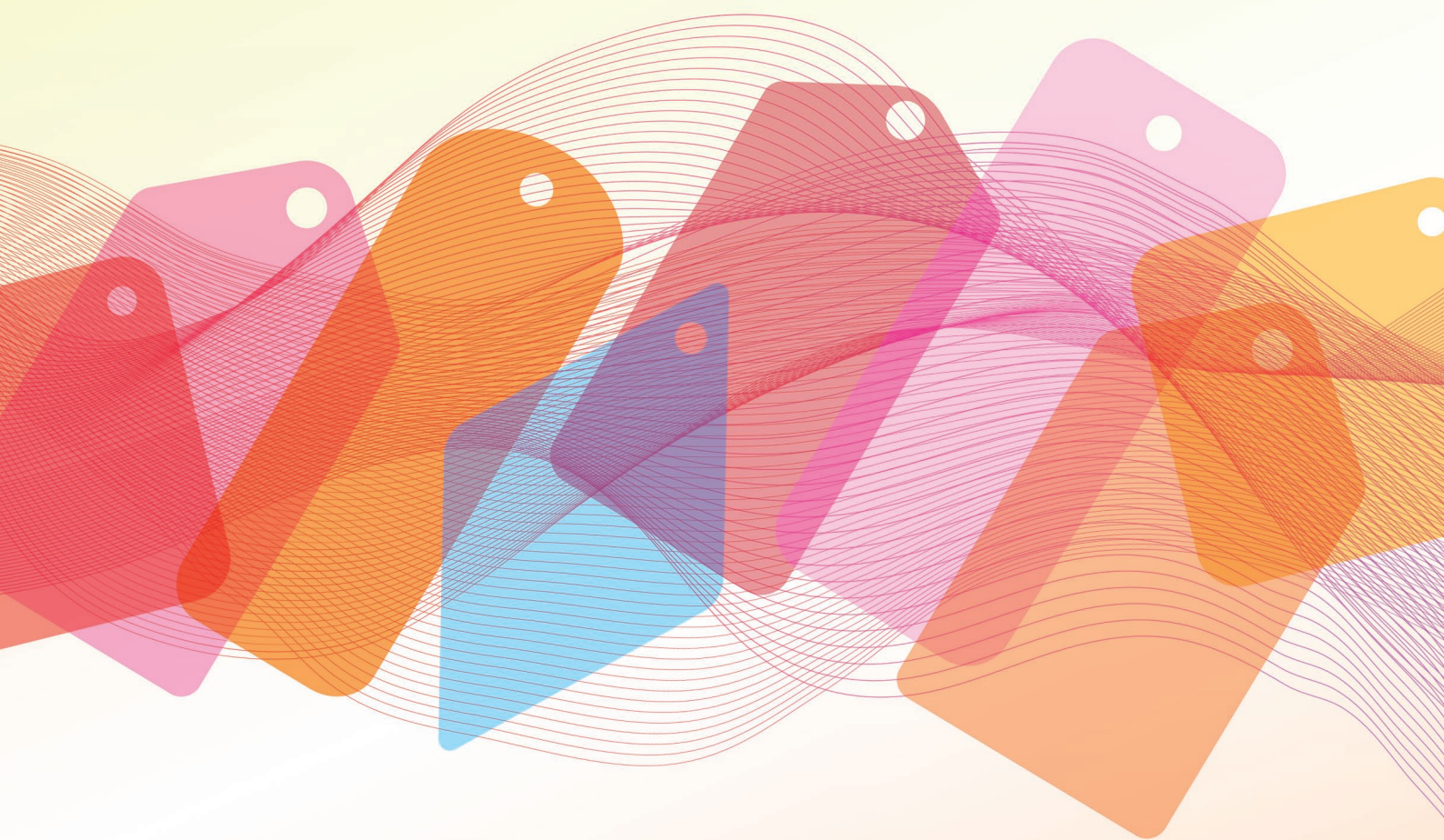


HANG SANG (SIU PO) INTERNATIONAL HOLDING COMPANY LIMITED

(Incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立的有限公司)

Stock Code 股份代號: 3626



Annual Report 年報
2017

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Corporate Information

公司資料

DIRECTORS

Executive Directors:

Mr Fung Man Wai Samson
(Chairman and Chief Executive Officer)
Mr Fung Man Kam
Mr Fung Kar Chue Alexander

Independent Non-executive Directors:

Dr Loke Yu
Ms Fung Po Yee
Ms Sung Ting Yee

BOARD COMMITTEES

Audit Committee

Dr Loke Yu (Chairman)
Ms Fung Po Yee
Ms Sung Ting Yee

Remuneration Committee

Ms Sung Ting Yee (Chairman)
Dr Loke Yu
Ms Fung Po Yee
Mr Fung Man Wai Samson
Mr Fung Kar Chue Alexander

Nomination Committee

Ms Fung Po Yee (Chairman)
Dr Loke Yu
Ms Sung Ting Yee
Mr Fung Man Wai Samson
Mr Fung Kar Chue Alexander

COMPLIANCE ADVISER

Gram Capital Limited

COMPANY SECRETARY

Mr Li Kit Chung (FCPA)

AUDITOR

Grant Thornton Hong Kong Limited

PRINCIPAL BANKS

The Hongkong and Shanghai Banking Corporation Limited
DBS Bank (Hong Kong) Limited
Bank of China (Hong Kong) Limited

董事

執行董事：

馮文偉先生
(主席兼行政總裁)
馮文錦先生
馮家柱先生

獨立非執行董事：

陸海林博士
馮寶儀女士
宋婷兒女士

董事委員會

審核委員會

陸海林博士 (主席)
馮寶儀女士
宋婷兒女士

薪酬委員會

宋婷兒女士 (主席)
陸海林博士
馮寶儀女士
馮文偉先生
馮家柱先生

提名委員會

馮寶儀女士 (主席)
陸海林博士
宋婷兒女士
馮文偉先生
馮家柱先生

合規顧問

嘉林資本有限公司

公司秘書

李杰聰先生 (FCPA)

核數師

致同(香港)會計師事務所有限公司

主要往來銀行

香港上海滙豐銀行有限公司
星展銀行(香港)有限公司
中國銀行(香港)有限公司

Corporate Information

公司資料

REGISTERED OFFICE

Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Block C, 5/F., Gee Hing Chang Industrial Building
No. 16 Cheung Yue Street
Cheung Sha Wan
Kowloon
Hong Kong

PRINCIPAL SHARE REGISTRAR

Conyers Trust Company (Cayman) Limited
Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited
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Hopewell Centre
183 Queen's Road East
Wan Chai
Hong Kong

STOCK CODE

3626

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註冊辦事處

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Grand Cayman KY1-1111
Cayman Islands

總辦事處及香港主要營業地點

香港
九龍
長沙灣
長裕街16號
志興昌工業大廈5樓C室

主要股份登記處

Conyers Trust Company (Cayman) Limited
Cricket Square
Hutchins Drive
P.O. Box 2681
Grand Cayman KY1-1111
Cayman Islands

香港股份登記及過戶分處

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舖

股份代號

3626

網站

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Chairman's Statement

主席報告

Dear Shareholders,

On behalf of the board (the "Board") of directors (the "Directors") of Hang Sang (Siu Po) International Holding Company Limited (the "Company") and its subsidiaries (collectively the "Group"), I am pleased to present the annual report for the year ended 30 June 2017.

BUSINESS REVIEW

The principal activities of the Group are manufacturing and sale of apparel labels and packaging printing products.

For the year ended 30 June 2017, the Group recorded revenue of approximately HK\$105.2 million, representing a decrease of approximately 11.0% as compared with that of the year ended 30 June 2016. Gross profit margin was approximately 41.8% for the year ended 30 June 2017 which was approximately 2.8 percentage point lower than that for the year ended 30 June 2016. Profit and total comprehensive income increased by approximately HK\$7.5 million to approximately HK\$10.7 million for the year ended 30 June 2017 as compared with last year. The increase in net profit was primarily due to the absence of the one-off listing expense incurred during the corresponding year in 2016.

For the year ended 30 June 2017, total assets of the Group amounted to approximately HK\$100.6 million, representing an increase of 5.3% as compared to last year; total equity attributable to shareholders increased by 13.8% to HK\$88.2 million.

The Group has been actively exploring other suitable opportunities to strengthen its products and business and further applying the cost effective measures to improve the financial performance of the Group.

The Group will try its best effort to achieve a financial growth for the Group to maximize shareholders' value.

尊敬的各位股東：

本人謹代表 Hang Sang (Siu Po) International Holding Company Limited (「本公司」) 及其附屬公司 (合稱「本集團」) 董事 (「董事」) 會 (「董事會」) 欣然提呈本公司截至二零一七年六月三十日止年度的年報。

業務回顧

本集團的主要活動為服裝標籤以及包裝印刷產品的製造及銷售。

截至二零一七年六月三十日止年度，本集團錄得收益約 105,200,000 港元，較截至二零一六年六月三十日止年度減少約 11.0%。截至二零一七年六月三十日止年度，毛利率約為 41.8%，較截至二零一六年六月三十日止年度減少約 2.8 個百分點。截至二零一七年六月三十日止年度，溢利及全面收益總額較去年增加約 7,500,000 港元至約 10,700,000 港元。純利增加主要由於並無二零一六產生的一次性上市開支。

截至二零一七年六月三十日止年度，本集團的總資產約為 100,600,000 港元，比去年增加 5.3%；而股東應佔權益總額上升 13.8% 至 88,200,000 港元。

本集團一直積極尋求其他強化產品及業務的合適機會，並進一步採用成本效益措施以改善本集團的財務表現。

本集團將盡最大努力達致財務增長，從而增大股東價值。

PROSPECTS

Further regulatory reform is expected in China and the geopolitical and economic climate around the world will remain uncertain and challenging in the immediate future. The Group's long term profitability and business growth are affected by the volatility and uncertainty of macro-economic conditions, and uncertain economic outlook and political conditions of Hong Kong, Mainland China, US and Asia countries.

We believe that the Group can capture opportunities during challenging times, and remains cautiously optimistic toward the business performance for the following year. The new six-colour offset printing machine with integrated components was delivered in March 2017 and was under inspection and testing processes and management expected that it will enhance production efficiency and cost effectiveness. The Group has come to the attention that the changes of the technological developments in the printing industry and respond to the changes in order to expand the Group's market share. The Group will continue to enhance its research and development on products, exploring new markets and expanding its customer base in order to further enhance the Group's overall competitiveness.

APPRECIATION

On behalf of the Board, I would like to express our sincere gratitude to our shareholders, customers and business partners for their persistent support to the Group. I would also like to take this opportunity to thank all colleagues and staff for their persistent contribution to the Group.

On behalf of the Board,

Fung Man Wai Samson
Chairman, Chief Executive Officer and Executive Director
Hong Kong, 22 September 2017

展望

預期中國監管改革將會深化及全球地緣政治和經濟形勢在短期內仍然不明朗和充滿挑戰。宏觀經濟狀況的波動及不確定性以及香港、中國內地、美國、及其他亞洲國家難以預測的經濟局面及政治因素均對本集團的長期盈利能力及業務增長造成影響。

我們相信，即使面臨重重挑戰，本集團依然能夠從中把握機遇，我們亦對來年的業務表現仍然抱審慎樂觀的態度。新購入的六色柯式印刷機以及整合部件已於二零一七年三月交付，現正處於檢查及測試階段，管理層預期將會提升生產效率及成本效益。本集團亦注意到印刷行業的技術發展變化並會作出適當應對措施，從而增大本集團的市場份額。本集團將繼續改善產品的研發過程，發掘新市場及擴充客戶層，以進一步提升本集團的整體競爭力。

鳴謝

本人謹代表董事會向各位股東、客戶及業務夥伴對本集團一直以來的支持致以誠摯的謝意。同時，本人亦藉此機會對本集團全體員工於過往的不懈努力深表感謝。

代表董事會

主席、行政總裁及執行董事
馮文偉
香港，二零一七年九月二十二日

Management Discussion and Analysis

管理層討論及分析

BUSINESS REVIEW

During the year, the business and operations of the Group were mainly on manufacturing and sale of apparel labels and packaging printing products to customers which comprised mainly garment manufacturers and garment related accessories trading companies. Most of the sales of the Group's products was ultimately used as labels on or packaging materials for finished garments of the garment brand companies.

Due to the uncertainties in the global economy and political environment, including deceleration in the Chinese economic growth, the complications in Brexit negotiations after the UK general election and other global economy and political events, consumption was adversely affected. As a result, the Group recorded revenue of approximately HK\$105.2 million for the year ended 30 June 2017, representing a decrease of approximately 11.0% as compared with that for the year ended 30 June 2016. Gross profit margin was approximately 41.8% for the year ended 30 June 2017 which was approximately 2.8 percentage point lower than that for the year ended 30 June 2016. Profit for the year ended 30 June 2017 was approximately HK\$10.7 million.

OUTLOOK

The global economic recovery was weaker than expected. Global economic uncertainties have been increased due to geopolitical tensions and economic pressures, the unpredictable US foreign and economic policies under the Trump administration and the instability in Korea Peninsula. These factors create great challenges to the market and to the Group's business as well.

Nevertheless, the Group will continue to strengthen its efforts in marketing, enhance the production quality, reinforce internal controls and implement stringent control over the costs in order to respond to the challenging global market conditions and achieve business growth of the Group.

業務回顧

於本年度，本集團的業務及營運主要為服裝標籤及包裝印刷產品的製造及銷售，客戶主要為成衣製造商和服裝相關配件貿易公司。本集團的銷售產品主要作成衣品牌公司完成服裝最終使用的標籤或包裝材料之用途。

由於全球經濟及政治的不明朗，包括中國經濟增長放緩，而「脫歐」談判在英國大選後亦複雜多變等其他全球經濟及政治事件，消費受到不利影響。因此，截至二零一七年六月三十日止年度，本集團錄得收益約105,200,000港元，較截至二零一六年六月三十日止年度減少約11.0%。截至二零一七年六月三十日止年度，毛利率約為41.8%，較截至二零一六年六月三十日止年度下降約2.8個百分點。截至二零一七年六月三十日止年度之溢利約為10,700,000港元。

展望

全球經濟復甦趨勢遜於預期。由於地緣政治局勢緊張及經濟壓力，在特朗普領導下難以預測的美國外交及經濟政策，朝鮮半島局勢的不穩定，皆增加全球經濟的不確定性。以上因素均為市場以及本集團的業務帶來巨大挑戰。

儘管如此，本集團仍將繼續致力加強營銷、提升生產質素、加強內部監控，並致力推行嚴謹的成本控制，以應對充滿挑戰的環球市場狀況，及促使本集團達成業務增長。

Management Discussion and Analysis

管理層討論及分析

The Group entered into agreements for purchase of a six-colour offset printing machine with integrated components in mid 2016 (the “New Machinery”). The New Machinery was delivered in March 2017 and was under inspection and testing processes up to the date of this annual report. The Group believes that the full operation of the New Machinery will enhance the Group’s ability to meet the clients’ needs for product quality and production lead time of apparel labels and packaging printing products in future. The Group will closely monitor changes of market demand and technological developments in the printing industry from time to time to strengthen its market position for the interests of the Group and its Shareholders as a whole.

FINANCIAL REVIEW

Revenue

Our Group generated revenue mainly from the sale of apparel labels and packaging printing products. Revenue decreased by approximately HK\$13.0 million or 11.0% from approximately HK\$118.2 million for the year ended 30 June 2016 to approximately HK\$105.2 million for the year ended 30 June 2017. Such decrease was primarily due to weak consumption sentiment caused by challenging global market conditions.

Cost of sales

Cost of sales over the total revenue of the Group for the year ended 30 June 2017 was approximately 58.2%. While comparing with 2016 of 55.4%, there was increase of approximately 2.8 percentage point. Such increase was mainly caused by increase of rental expenses for production facilities and warehouse.

As a result, the gross profit margins for the year ended 30 June 2017 decreased by approximately 2.8 percentage point to approximately 41.8% (2016: 44.6%). And the gross profit for the year ended 30 June 2017 decreased to approximately HK\$44.0 million (2016: HK\$52.7 million).

本集團就購置六式柯式印刷機以及整合部件（「新機器」）於二零一六年年中訂立協議。新機器已於二零一七年三月交付，截至本年報日期正處於檢查及測試階段。本集團相信，新機器投入運作後將提升本集團的實力，以符合客戶日後對服裝標籤及包裝印刷產品在產品質素及生產時間方面的需求。本集團將不時密切監測市場需求及印刷行業技術發展的變動，以鞏固市場地位，保障本集團及股東之整體利益。

財務回顧

收益

本集團的收益主要來自銷售服裝標籤及包裝印刷產品。收益由截至二零一六年六月三十日止年度約 118,200,000 港元減少約 13,000,000 港元或 11.0% 至截至二零一七年六月三十日止年度約 105,200,000 港元。有關減少主要由於環球市況充滿挑戰導致消費意慾減少。

銷售成本

本集團截至二零一七年六月三十日止年度的銷售成本與總收益百分比約為 58.2%。與二零一六年的 55.4% 相比，增長約 2.8 個百分點。該增長乃主要由於生產設施及倉庫的租金開支上漲所致。

因此，截至二零一七年六月三十日止年度的毛利率下降約 2.8 個百分點至約 41.8%（二零一六年：44.6%）。截至二零一七年六月三十日止年度的毛利減少至約 44,000,000 港元（二零一六年：52,700,000 港元）。

Management Discussion and Analysis

管理層討論及分析

Other income

Other income comprises commission income and interest income. Decrease in other income was caused by decrease in commission income derived from referrals of businesses.

Selling expenses

Selling expenses primarily consist of freight charges, transportation and marketing service fees. Selling expenses increased by approximately HK\$0.3 million to HK\$9.1 million for the year ended 30 June 2017. Such increase was mainly caused by increase of general marketing expenses for promotion of the Group's image.

Administrative and other operating expenses

Administrative and other operating expenses primarily comprise salaries, office rental and utilities, depreciation and other miscellaneous administrative expenses. There was decrease in administrative and other operating expenses by approximately HK\$14.8 million to HK\$22.4 million for the year ended 30 June 2017. The decrease was primarily due to the absence of the one-off listing expenses of approximately HK\$19.9 million incurred during the year ended 30 June 2016.

Profit and total comprehensive income

Profit and total comprehensive income increased by approximately HK\$7.5 million to approximately HK\$10.7 million for the year ended 30 June 2017 as compared with last year. Such increase was primarily due to the absence of the one-off listing expense incurred for the year ended 30 June 2016.

其他收入

其他收入包括佣金收入及利息收入，其他收入減少由於來自引薦業務的佣金收入減少所致。

銷售開支

銷售開支主要包括運費支出、運輸及市場營銷服務費。截至二零一七年六月三十日止年度，銷售開支增加約300,000港元至9,100,000港元。該增加主要由於用作推廣本集團形象的一般營銷開支增加所致。

行政及其他經營開支

行政及其他經營開支主要包括薪金、辦公室租金及公用設施費用、折舊及其他雜項行政開支。截至二零一七年六月三十日止年度，行政及其他經營開支減少約14,800,000港元至22,400,000港元。該減少主要由於並無於截至二零一六年六月三十日止年度所產生的一次性上市開支約19,900,000港元所致。

溢利及全面收益總額

截至二零一七年六月三十日止年度，溢利及全面收益總額較去年增加約7,500,000港元至約10,700,000港元。該增加主要由於並無截至二零一六年六月三十日止年度所產生的一次性上市開支所致。

Management Discussion and Analysis

管理層討論及分析

Liquidity and financial information

As at 30 June 2017, the total amount of cash and cash equivalents of the Group was approximately HK\$58.7 million, representing a decrease of approximately HK\$4.2 million as compared with that as at 30 June 2016. Such decrease was mainly caused by utilization of cash for acquisition of the new six-colour offset printing machine as disclosed in section headed "Use of Proceeds" below. There was no bank and other borrowings as at 30 June 2016 and 2017.

As at 30 June 2017, the current ratio (current assets/current liabilities) was 7.25 times (2016: 5.06 times) and the quick ratio ((current assets – inventories)/current liabilities) was 6.81 times (2016: 4.76 times).

Treasury policies

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the year. The Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

Capital structure

The capital of the Company comprises ordinary shares and reserves. The shares of the Company were first listed on the Stock Exchange on 18 May 2016. There has been no change in the capital structure of the Company since that date.

Share option

A share option scheme was adopted on 26 April 2016, there was no share options granted during the year ended 30 June 2017. And there was no outstanding share options granted as at 30 June 2017. Details of the share option scheme were set out in the Prospectus dated 30 April 2016.

流動資金及財務資料

於二零一七年六月三十日，本集團現金及現金等價物總額約為 58,700,000 港元，較二零一六年六月三十日減少約 4,200,000 港元。該減少主要由於如下文「所得款項用途」一節所述動用現金以購置新六色柯式印刷機所致。於二零一六年及二零一七年六月三十日，並無銀行及其他借款。

於二零一七年六月三十日，流動比率（流動資產／流動負債）為 7.25 倍（二零一六年：5.06 倍）及速動比率（（流動資產－存貨）／流動負債）為 6.81 倍（二零一六年：4.76 倍）。

庫務政策

本集團已對其庫務政策採取審慎的財務管理方針，故在整個年度維持穩健的流動資金狀況。董事會緊密監察本集團的流動資金狀況以確保本集團的資產、負債及其他承擔的流動資金結構可應付其不時的資金需求。

資本架構

本公司資本包括普通股及儲備。本公司股份首次於二零一六年五月十八日在聯交所上市。本公司資本架構自該日起並無變動。

購股權

購股權計劃已於二零一六年四月二十六日獲採納，截至二零一七年六月三十日止年度概無授予購股權，且於二零一七年六月三十日概無尚未行使的購股權。購股權計劃之詳情載於本公司日期為二零一六年四月三十日招股章程。

Management Discussion and Analysis

管理層討論及分析

Commitments

The contractual commitments of the Group were primarily related to the leases of its office premises and warehouses, and the purchase of office equipment and plant and machinery. Relevant commitments was shown under page 131 of this annual report.

Pledge of assets

As at 30 June 2017, the Group had not pledged any assets (2016: HK\$Nil).

Exposure to foreign exchange risk

The Group mainly carries out of its transactions in United States dollars (“USD”) and Hong Kong dollars (“HK\$”) and mainly of its bank balances are denominated in USD and HK\$. As HK\$ is pegged to USD, the management does not expect any significant movements in the USD/HK\$ exchange rate and considers the Group is not exposed to significant currency risk.

The Group does not hedge its foreign currency risks with USD as the rate of exchange between HK\$ and USD is controlled within a tight range. Permanent changes in foreign exchange rates would have an impact on consolidated financial statements. The Management will closely monitor the changes of the rate of exchange and government policies from time to time.

Material contingent liabilities

The Group is not aware of any material contingent liabilities as at 30 June 2017.

USE OF PROCEEDS

The Company’s shares have been listed on the Main Board of the Stock Exchange since 18 May 2016. The receipts of proceeds, net of listing expenses (including underwriting fee), including both recognised in the consolidated statement of profit or loss and other comprehensive income and deducted from the share premium (the “Net

承擔

本集團之合約承擔主要與其辦公室物業及倉庫租賃及購置辦公室設備及廠房以及機器有關。相關承擔載於本年報第 131 頁。

抵押資產

於二零一七年六月三十日，本集團並無抵押任何資產（二零一六年：零港元）。

外匯風險

本集團主要以美元（「美元」）及港元（「港元」）進行其若干交易，其主要銀行結餘亦以美元及港元計值。由於港元與美元掛鈎，管理層預期美元／港元匯率不會有任何重大變動，故認為本集團並無重大外匯風險。

由於港元兌美元之匯率受控制並維持於窄幅波動，本集團並無就美元對沖其外匯風險。外匯匯率之恆常變動可能對本集團之綜合財務報表構成影響。本集團將不時密切監察外匯匯率及政府政策之變動。

重大或然負債

於二零一七年六月三十日，本集團並無知悉任何重大或然負債。

所得款項用途

本公司股份自二零一六年五月十八日起在聯交所主板上市。經扣除已於綜合損益及其他全面收益表內確認及自股份溢價中扣除的上市開支（包括包銷費用）後，自本公司上市所收取之所得款項（「所得款

Management Discussion and Analysis

管理層討論及分析

Proceeds”) from the Company’s listing were approximately HK\$36,100,000. In accordance with the proposed applications set out in the section headed “Net Proceeds from the Share Offer” of the announcement of offer price and allotment results dated 17 May 2016 (the “Allotment Results”).

The business objectives, future plans and planned use of proceeds as stated in the Prospectus and the Allotment Results were based on the best estimation and assumption of future market conditions made by the Group at the time of preparing the Prospectus and the Allotment Results while the proceeds were applied based on the actual development of the Group’s business, the actual situation and the industry. The Directors will constantly evaluate the Group’s business objective and may change or modify plans against the changing market condition and technology development to ascertain the business growth of the Group. The Directors will also take a cautious approach continually when considering using the proceeds and closely monitor the changes of the market conditions and technology development from time to time.

The unused Net Proceeds have been placed as bank deposits with a licensed bank in Hong Kong as at the date of this annual report.

EMPLOYEES AND EMOLUMENT POLICIES

As at 30 June 2017, the Group had 99 full time management, administrative and operation staff in Hong Kong (as at 30 June 2016: 101).

The Group provides competitive remuneration packages with discretionary bonus to employees. The Group regularly reviews its remuneration packages in light of the overall development of the Group as well as the market conditions. In addition, the Group has adopted a share option scheme for eligible employees (including directors) to provide incentives to those with outstanding performance and contribution to the Group.

項淨額) 約為36,100,000 港元。根據日期為二零一六年五月十七日的發售價及配發結果公告(「配發結果」)「股份發售的所得款項淨額」一節所載擬定用途。

而招股章程及配發結果所述業務目標、未來計劃及所得款項計劃用途乃根據本集團於編製招股章程及配發結果時就未來市況的最佳估計及假設作出，而所得款項乃根據本集團業務、實際狀況及行業的實際發展應用。董事將不斷評估本集團的業務目標並可能針對不斷變化的市場狀況及技術發展更改或修改計劃以確保本集團的業務增長。董事於考慮所得款項用途時將繼續採取審慎策略，並將不時密切監測市況及技術發展的變動。

於本年報日期，未動用所得款項淨額已作為銀行存款存入香港持牌銀行。

僱員及薪酬政策

於二零一七年六月三十日，本集團於香港聘用 99 名全職管理、行政及營運員工（於二零一六年六月三十日：101 名）。

本集團向僱員提供具競爭力之薪酬組合及酌情花紅，並根據整體發展及市況定期檢討薪酬組合。此外，本集團已採納購股權計劃，以獎勵表現出色及對本集團作出貢獻之合資格僱員（包括董事）。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

Biographical details of the Directors and senior executive are set out as follows:

EXECUTIVE DIRECTORS

Mr Fung Man Wai Samson (“Mr Samson Fung”), aged 58, is one of our controlling shareholders, and our chairman, chief executive officer and executive Director. Mr Samson Fung joined the Group on 20 December 1997 and is a co-founder of our Group. Mr Samson Fung is a director of each of subsidiaries of the Group.

Mr Samson Fung was appointed as our Director on 8 October 2015 and designated as our chairman, chief executive officer and executive Director on 1 December 2015. Mr Samson Fung has had approximately 19 years of experience in the printing industry when he assisted his family’s printing business before joining our Group, and has had more than 16 years of experience in the apparel label and packaging printing industry. In December 1997, Mr Samson Fung and Mr Fung Man Kam (“Mr David Fung”) acquired A W Printing & Packaging Limited (“A W Printing”) which specialised in the trading of apparel labels and packaging printing products. Subsequently in November 1999, Mr Samson Fung and Mr David Fung established Hang Sang (Siu Po) Press Company Limited (“Hang Sang (Siu Po)”) which focused on the manufacturing and sale of apparel labels and packaging printing products. Mr Samson Fung is a director of Hang Sang (Siu Po) Holding Limited (“Hang Sang (Siu Po) Holding”), A W Printing and Hang Sang (Siu Po). He is the father of Mr Fung Kar Chue Alexander (“Mr Alex Fung”) and the elder brother of Mr David Fung.

董事及高級行政人員的履歷詳情載列如下：

執行董事

馮文偉先生 (「馮文偉先生」)，58歲，為控股股東之一及董事會主席、行政總裁及執行董事。馮文偉先生於一九九七年十二月二十日加入本集團，為本集團的共同創辦人之一。馮文偉先生為本集團各附屬公司之董事。

馮文偉先生於二零一五年十月八日獲委任為董事及於二零一五年十二月一日獲委任為董事會主席、行政總裁及執行董事。馮文偉先生於加入本集團前協理其家族印刷業務，於印刷行業方面擁有約19年經驗，並於服裝標籤及包裝印刷行業方面擁有超過16年經驗。於一九九七年十二月，馮文偉先生及馮文錦先生收購A W Printing & Packaging Limited (「A W Printing」) (其主要從事服裝標籤及包裝印刷產品的貿易業務)。隨後於一九九九年十一月，馮文偉先生及馮文錦先生成立恆生(兆保)印務有限公司(「恆生(兆保)」)，集中製造及銷售服裝標籤及包裝印刷產品。馮文偉先生為Hang Sang (Siu Po) Holding Limited (「Hang Sang (Siu Po) Holding」)、A W Printing及恆生(兆保)的董事。彼為馮家柱先生的父親及馮文錦先生的胞兄。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

Mr Fung Man Kam (“Mr David Fung”), aged 50, is one of our controlling shareholders, and our senior vice president and executive Director. Mr David Fung joined the Group on 20 December 1997 and is a co-founder of our Group. Mr David Fung is a director of each of subsidiaries of the Group.

Mr David Fung was appointed as our Director on 8 October 2015 and designated as our senior vice-president and executive Director on 1 December 2015. He graduated from York University, Toronto, Canada with a bachelor of arts in mathematics for commerce in November 1990. Mr David Fung has had approximately two years of experience in the printing industry when he assisted his family’s printing business before joining our Group, and has had more than 16 years of experience in the apparel label and packaging printing industry. In December 1997, Mr David Fung and Mr Samson Fung acquired A W Printing which specialised in the trading of apparel labels and packaging printing products. Subsequently, in November 1999, Mr David Fung and Mr Samson Fung established Hang Sang (Siu Po) which focused on the manufacturing and sale of apparel labels and packaging printing products. Mr David Fung is a director of Hang Sang (Siu Po) Holding, A W Printing and Hang Sang (Siu Po). Mr David Fung is the younger brother of Mr Samson Fung and an uncle of Mr Alex Fung.

馮文錦先生(「馮文錦先生」)，50歲，為控股股東之一，以及高級副總裁及執行董事。馮文錦先生自一九九七年十二月二十日起加入本集團，為本集團的共同創辦人之一。馮文錦先生為本集團各附屬公司之董事。

馮文錦先生於二零一五年十月八日獲委任為董事，於二零一五年十二月一日獲委任為高級副總裁及執行董事。彼於一九九零年十一月畢業於加拿大多倫多約克大學，擁有商務數學文學士學位。馮文錦先生於加入本集團前協助打理家族印刷業務，於印刷行業方面擁有約2年經驗，並於服裝標籤及包裝印刷行業方面擁有超過16年經驗。於一九九七年十二月，馮文錦先生及馮文偉先生收購A W Printing(其主要從事服裝標籤及包裝印刷產品的貿易業務)。隨後於一九九九年十一月，馮文錦先生及馮文偉先生成立恆生(兆保)，集中製造及銷售服裝標籤及包裝印刷產品。馮文錦先生為Hang Sang (Siu Po) Holding、A W Printing及恆生(兆保)的董事。馮文錦先生為馮文偉先生的胞弟及馮家柱先生的叔父。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

Mr Fung Kar Chue Alexander (“Mr Alex Fung”), aged 31, is our vice president and executive Director. Mr Alex Fung joined the Group on 24 August 2015. Mr Alex Fung is a director of certain subsidiaries of the Group.

Mr Alex Fung was appointed as our Director on 8 October 2015 and designated as our vice president and executive Director on 1 December 2015. Mr Alex Fung obtained a master’s degree in business, entrepreneurship and technology at the University of Waterloo, Ontario, Canada in October 2010. He worked at The Hongkong and Shanghai Banking Corporation Limited between February 2012 and February 2014, with his last position being an associate portfolio manager. He was confirmed employment by J.P. Morgan Chase Bank, N.A. under private banking analyst program in February 2014. His employment with J.P. Morgan Chase Bank, N.A. was between March 2014 and August 2015 before joining our Company. Mr Alex Fung is a director of Hang Sang (Siu Po) Holding. Mr Alex Fung is the son of Mr Samson Fung and a nephew of Mr David Fung.

INDEPENDENT NON-EXECUTIVE DIRECTORS

Dr Loke Yu alias **Loke Hoi Lam (“Dr Loke”)**, aged 68, was appointed as our independent non-executive Director (“INED”) and the chairman of our Audit Committee and member of each of the Remuneration Committee and the Nomination Committee on 26 April 2016.

Dr Loke obtained a master’s degree in business administration from the Universiti Teknologi Malaysia in April 2001 and a doctor’s degree in business administration from the University of South Australia in March 2006. Dr Loke has been a Fellow of The Institute of Chartered Accountants in England and Wales since January 1982, a Fellow of the Hong Kong Institute of Certified Public Accountants and The Hong Kong Institute of Directors since April 2004, and a Fellow of The Hong Kong Institute of Chartered Secretaries since October 2013.

馮家柱先生(「馮家柱先生」), 31歲, 為本集團的副總裁及執行董事。馮家柱先生於二零一五年八月二十四日加盟本集團。馮家柱先生為本集團若干附屬公司之董事。

馮家柱先生於二零一五年十月八日獲委任為董事及於二零一五年十二月一日獲調任為副總裁及執行董事。馮家柱先生於二零一零年十月在加拿大安大略省滑鐵盧大學取得商業、企業管理及技術碩士學位。彼於二零一二年二月至二零一四年二月間任職於香港上海滙豐銀行有限公司, 其最後職位為投資組合副經理。加入本集團之前彼獲確認於二零一四年二月起受僱為J.P. Morgan Chase Bank, N.A.之私人銀行部分析員, 其任職期為二零一四年三月至二零一五年八月。馮家柱先生為 Hang Sang (Siu Po) Holding 的董事。彼為馮文偉先生的兒子及馮文錦先生的侄兒。

獨立非執行董事

陸海林博士(「陸博士」), 68歲, 於二零一六年四月二十六日獲委任為本集團的獨立非執行董事及審核委員會主席。彼亦為提名委員會及薪酬委員會委員。

陸博士於二零零一年四月在馬來西亞理工大學取得工商管理碩士學位, 並於二零零六年三月在南澳大學取得工商管理博士學位。陸博士從一九八二年一月起, 成為英格蘭及威爾士特許會計師公會資深會員; 於二零零四年四月起, 成為香港會計師公會及香港董事學會資深會員; 並於二零一三年十月起, 成為香港特許秘書公會資深會員。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

Dr Loke is currently the company secretary of Minth Group Limited (stock code: 425), the issued shares of which are listed on the Stock Exchange. He also serves as an independent non-executive director of V1 Group Limited (stock code: 82), China Beidahuang Industry Group Holdings Limited (stock code: 39), Winfair Investment Company Limited (stock code: 287), China Fire Safety Enterprise Group Limited (stock code: 445), Matrix Holdings Limited (stock code: 1005), SCUD Group Limited (stock code: 1399), Zhong An Real Estate Limited (stock code: 672), Chiho Environmental Group Limited (stock code: 976), Tianjin Development Holdings Limited (stock code: 882), China Household Holdings Limited (stock code: 692), Tianhe Chemicals Group Limited (stock code: 1619), Lamtex Holdings Limited (stock code: 1041) Forebase International Holdings Limited (stock code: 2310), and Hong Kong Resources Holdings Company Limited (stock code: 2882). He was an independent non-executive director of Mega Medical Technology Limited (stock code: 876) from 20 June 2014 to 10 January 2017. All of these companies are listed on the Stock Exchange.

Ms Fung Po Yee (“Ms Fung”), aged 41, was appointed as our INED and the chairman of our Nomination Committee. She is also a member of each of our Remuneration Committee and Audit Committee on 26 April 2016.

Ms Fung obtained her bachelor of laws degree in December 1998 and was awarded the Postgraduate Certificate in Laws in September 1999 at The University of Hong Kong. She was also awarded the Postgraduate Diploma in International Commercial Law at The University of Nottingham of the United Kingdom in December 2003. Ms Fung was admitted as a solicitor in September 2002.

陸海林博士目前為敏實集團有限公司（股份代號：425）（其已發行股份於聯交所上市）的公司秘書。彼亦於第一視頻集團有限公司（股份代號：82）、中國北大荒產業集團控股有限公司（股份代號：39）、永發置業有限公司（股份代號：287）、中國消防企業集團有限公司（股份代號：445）、美力時集團有限公司（股份代號：1005）、飛毛腿集團有限公司（股份代號：1399）、眾安房產有限公司（股份代號：672）、齊合環保集團有限公司（股份代號：976）、天津發展控股有限公司（股份代號：882）、中國家居控股有限公司（股份代號：692）、天合化工集團有限公司（股份代號：1619）、林達控股有限公司（股份代號：1041）、申基國際控股有限公司（股份代號：2310）及香港資源控股有限公司（股份代號：2882）之獨立非執行董事，彼曾於二零一四年六月二十日至二零一七年一月十日擔任美加醫學科技有限公司（股份代號：876）之獨立非執行董事，以上公司均於聯交所上市。

馮寶儀女士（「馮女士」），41歲，於二零一六年四月二十六日獲委任為本集團的獨立非執行董事及提名委員會主席。彼亦為薪酬委員會及審核委員會委員。

馮女士於一九九八年十二月及一九九九年九月在香港大學分別取得法學士學位及專業法律證書。彼於二零零三年十二月在英國諾丁漢大學取得國際商法專業文憑。馮女士於二零零二年九月成為認可律師。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

Ms Fung worked at Woo, Kwan, Lee & Lo between September 2002 and June 2007, with her last position being an assistant solicitor. She then joined Reed Smith Richards Butler (formerly known as Richards Butler) as an assistant solicitor between July 2007 and August 2009, and between April 2011 and December 2012. She joined BOC Hong Kong (Holdings) Limited (stock code: 2388), the issued shares of which are listed on the Stock Exchange, as an assistant company secretary between August 2009 and March 2011. In January 2013, Ms Fung co-founded CFN Lawyers, a law firm in association with Broad & Bright, and is currently a partner of the firm.

Ms Sung Ting Yee (“Ms Sung”), aged 43, was appointed as our INED and the chairman of our Remuneration Committee on 26 April 2016. She is also a member of each of our Nomination Committee and Audit Committee.

Ms Sung obtained a bachelor’s degree in accountancy at the Birmingham City University (formerly known as University of Central England in Birmingham), United Kingdom and a master’s degree in business administration at the University of Birmingham, United Kingdom. She is a certified public accountant of the Hong Kong Institute of Certified Public Accountants and a fellow member of the Association of Chartered Certified Accountants.

She has more than 19 years of experience in accounting, finance, internal and external auditing.

彼於二零零二年九月至二零零七年六月期間在胡關李羅律師行工作，最後職位為助理律師。彼於二零零七年七月至二零零九年八月期間及二零一一年四月至二零一二年十二月期間在禮德齊伯禮律師行（原為Richards Butler）擔任助理律師。彼於二零零九年八月至二零一一年三月期間，加入中銀香港（控股）有限公司（股份代號：2388）（其已發行股份於聯交所上市）擔任助理公司秘書。於二零一三年一月，馮女士共同創辦陳馮吳律師事務所（與世澤律師事務所聯營），目前為該事務所的合夥人。

宋婷兒女士（「宋女士」），43歲，於二零一六年四月二十六日獲委任為本集團的獨立非執行董事及薪酬委員會主席。彼亦為提名委員會及審核委員會委員。

宋女士在英國伯明翰城市大學（原為伯明翰英格蘭中部大學）取得會計學士學位，並在英國伯明翰大學取得工商管理碩士學位。彼為香港會計師公會的會計師，並為特許公認會計師公會資深會員。

彼於會計、金融、內部及外部審計方面擁有超過19年經驗。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

In April 2008, Ms Sung joined Capital Finance Holdings Limited (stock code: 8239) (formerly known as Ming Kei Energy Holdings Limited and Ming Kei Holdings Limited), the issued shares of which are listed on the Stock Exchange, as an internal audit manager, and was appointed as the chief investment officer in March 2010 and also as the chief financial officer in September 2010. In May 2012, Ms Sung resigned as the chief investment officer but remained as the chief financial officer, and was re-designated from her position as the chief financial officer to the position of the group financial controller in August 2012. She was re-designated as the chief financial officer from July 2013 to September 2015, and the company secretary from October 2014 to January 2015, respectively. Ms Sung has been re-designated to the chief investment officer of Capital Finance Holdings Limited since July 2013 and resigned from this position with effect from September 2016.

Besides, Ms Sung was appointed as an executive director of Newtree Group Holdings Limited (stock code: 1323), the issued shares of which are listed on the Stock Exchange, in April 2012. In May 2012, she was appointed as a financial controller and was designated as the group finance director in November 2012 but resigned as the group finance director in January 2013. She was then appointed as the joint vice-chairman and the chief executive officer in July 2014. She retired as an executive director and ceased to be a joint vice-chairman in August 2015 and the chief executive officer on 31 March 2016.

In addition, Ms Sung was appointed as the chairman, an executive director and the finance director of China Ocean Fishing Holdings Limited (stock code: 8047) (formerly known as Sky Forever Supply Chain Management Group Limited, Rising Power Group Holdings Limited and China Neng Xiao Technology (Group) Limited), the issued shares of which are listed on the Stock Exchange, in May 2013. She resigned as the chairman in September 2013 but remained as an executive director and the finance director. Ms Sung resigned as an executive director and the finance director on 10 January 2014 and 17 January 2014 respectively.

於二零零八年四月，宋女士加入首都金融控股有限公司(股份代號：8239)(其已發行股份於聯交所上市)(原為明基能源控股有限公司及明基控股有限公司)，擔任內部審計經理，並於二零一零年三月獲委任為首席投資總監及於二零一零年九月獲委任為首席財務總監。於二零一二年五月，宋女士辭去首席投資總監一職但保留首席財務總監一職；於二零一二年八月，宋女士由首席財務總監被調任為集團財務總監。彼於二零一三年七月至二零一五年九月期間獲調任為首席財務總監，並於二零一四年十月至二零一五年一月期間獲委任為公司秘書。宋女士自二零一三年七月起獲調任為首都金融控股有限公司的首席投資總監及於二零一六年九月辭去該職務。

此外，宋女士於二零一二年四月獲委任為友川集團控股有限公司(股份代號：1323)(其已發行股份於聯交所上市)的執行董事。於二零一二年五月，彼獲委任為財務總監，並於二零一二年十一月獲指定為集團財務董事，但彼於二零一三年一月辭去集團財務董事一職。其後，彼於二零一四年七月獲委任為聯席副主席及行政總裁。於二零一五年八月，彼退任執行董事一職，並停止擔任聯席副主席及於二零一六年三月三十一日停止擔任行政總裁。

除此之外，宋女士於二零一三年五月獲委任為中國海洋捕撈控股有限公司(股份代號：8047)(其已發行股份於聯交所上市)(原為宇恒供應鏈集團有限公司、昇力集團控股有限公司及中國能效科技(集團)有限公司)的主席、執行董事及首席財務董事。彼於二零一三年九月辭去主席一職，但保留執行董事及首席財務董事的職務。宋女士分別於二零一四年一月十日及二零一四年一月十七日辭去執行董事及首席財務董事的職位。

Biographical Details of the Directors and Senior Executive

董事及高級行政人員的履歷詳情

Ms Sung is currently the owner and director of AccFin Corporate Finance Limited, which is principally engaged in advising on corporate finance (the Type 6 license is granted by SFC since May 2017).

Ms Sung is also the audit manager of an audit firm since 1 September 2017.

SENIOR EXECUTIVE

Mr Li Kit Chung (“Mr Li”), aged 35, is the chief financial officer and the company secretary (the “Company Secretary”) of the Group. Mr Li joined the Group in August 2015.

Mr. Li is a Fellow of the Hong Kong Institute of Certified Public Accountants. Mr. Li has more than 11 years of experience in accounting, auditing and corporate finance. He was awarded a bachelor’s degree of commerce (honours) in accountings at the Hong Kong Shue Yan University (formerly known as the Hong Kong Shue Yan College) in 2006 and a master degree of corporate governance at the Hong Kong Polytechnic University in 2017. He oversees the overall financial, budget control, internal control, company secretarial matters and corporate finance affairs of the Group.

宋婷兒女士目前為安里融資有限公司的擁有人及董事，該公司主要從事企業融資諮詢（證監會自二零一七年五月起發出第六類牌照）。

宋婷兒女士自二零一七年九月一日起亦擔任會計師行的審計經理。

高級行政人員

李杰聰（「李先生」），35歲，為本集團的首席財務總監及公司秘書（「公司秘書」）。李先生於二零一五年八月加入本集團。

李先生為香港會計師公會資深會員。李先生於會計、審計及企業財務方面擁有逾11年的經驗。彼於二零零六年於香港樹仁大學（原為香港樹仁學院）取得會計學（榮譽）商學士學位及於二零一七年在香港理工大學取得企業管治碩士學位。彼監督本集團的整體財務、預算控制、內部監控、公司秘書事宜及公司財政事務。

Corporate Governance Report

企業管治報告

The Company is committed to maintaining good standard and procedures of corporate governance to ensure the integrity, transparency and quality of disclosure in order to enhance the shareholder value.

CORPORATE GOVERNANCE CODE

The Board considers that good corporate governance of the Company is crucial to safeguard the interests of the shareholders of the Company and to enhance the performance of the Group. The Board and management of the Company are committed to enhancing corporate governance standard, in compliance with all relevant provisions as set out in the Corporate Governance Code and Corporate Governance Report (the “CG Code”) in Appendix 14 to the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”). The Company has, through out the year ended 30 June 2017, complied with the code provisions of the CG Code (“Code Provisions”), save for the deviations disclosed under the sub-section headed “chairman and chief executive officer” below.

THE BOARD

The Directors, individually and collectively, are committed to act in good faith and in the best interests of the Company and its shareholders. As at the date of this report, the Board comprised three executive Directors and three INEDs. The profile of all Directors are set out on pages 12 to 18, where relationships among members of the Board (including financial, business, family or other material or relevant relationship(s), if any) are also disclosed.

The Board is responsible for performing the corporate governance functions of the Company in accordance with the CG Code, including determining the Group’s corporate governance policies, and reviewing and monitoring the corporate governance practices of the Group.

本公司承諾維持良好企業管治標準及程序，旨在確保披露之完整、透明度及質素，以提升股東價值。

企業管治守則

董事會認為本公司良好的企業管治對保障本公司股東權益及提高本集團表現至關重要。本公司董事會及管理層承諾提高企業管治準則，遵守聯交所證券上市規則（「上市規則」）附錄14項下企業管治守則及企業管治報告（「企業管治守則」）載列的所有相關條文。截至二零一七年六月三十日止整個年度，本公司一直遵守企業管治守則的守則條文（「守則條文」），惟下文（「主席及行政總裁」）分節披露的偏離除外。

董事會

董事，無論個別或集體成員均致力以誠信行事，以符合本公司及其股東之最佳利益。於本報告日期，董事會由三名執行董事及三名獨立非執行董事組成。所有董事的簡介載列於第12至第18頁，其中董事會成員之間的關係（包括財務、業務、家屬或其他重大或相關的關係（如有））亦已作出披露。

董事會負責根據企業管治守則履行本公司的企業管治職能，包括確定本集團的企業管治政策，以及檢討及監察本集團的企業管治常規。

Corporate Governance Report

企業管治報告

The Board is responsible for the management of the business and affairs of the Group with the objective of enhancing shareholders value and presenting a balanced, clear and understandable assessment of the Company's performance, position and prospects in the annual and interim reports, and of other inside information announcements and accounting policies, and reports to regulators any information required to be disclosed pursuant to the relevant statutory requirements.

The Board has fiduciary duty and statutory responsibility towards the Company and the Group. Other responsibilities include, formulation of the Group's overall strategy and policies, setting corporate and management targets and key operational initiatives, monitoring and control of operational and financial performance, and approval of budgets and major capital expenditures, major investments, material acquisitions and disposals of assets, corporate or financial restructuring, significant operational, financial and management matters.

The Board delegates day-to-day management of the business of the Group to the management of the relevant principal subsidiaries and certain specific responsibilities to the Audit Committee, Remuneration Committee and Nomination Committee (collectively, "Committees"). These Committees have specific functions and the authority to examine issues and report to the Board with their recommendations (if appropriate). Final decisions rest with the Board, unless otherwise provided for in the terms of reference of the relevant Committee.

The Company has arranged appropriate liability insurance cover for liabilities in respect of legal actions against Directors arising out of corporate activities. The coverage of such insurance is reviewed regularly.

董事會負責管理本集團之業務及事務，力求提升股東價值，並在年報與中期報告、其他內部資料公告及會計政策中，以平衡、清晰及深入淺出的方式評估本公司之表現、狀況及前景，以及向監管機構報告有關法例規定須予披露之任何資料。

董事會須對本公司及本集團承擔受信責任及法定責任。其他責任包括制訂本集團整體策略及政策、設定公司及管理目標及主要營運行動、監察及監控營運及財務表現，以及審批財政預算與主要資本開支、主要投資、重大資產收購及出售資產、企業或財務重組、重大營運、財務及管理事宜。

董事會已授權有關主要附屬公司之管理層負責本集團之日常管理事務，另授權審核委員會、薪酬委員會及提名委員會（統稱「委員會」）負責若干特定工作。各委員會具有特定的職能及權限以查核各項事項，並須向董事會作出匯報及提供建議（如需要）。最終決定由董事會作出，但如有關委員會之職權範圍另有規定則除外。

本公司已就董事因企業經營活動遭受之法律行動所產生之責任安排適當責任保險。有關保險覆蓋範圍會進行定期檢討。

Corporate Governance Report

企業管治報告

The Company Secretary provides the Directors with updates on developments regarding the Listing Rules and other applicable regulatory requirements. Any Director may request the Company Secretary to arrange for independent professional advice at the expense of the Company to assist the Directors to effectively discharge their duties to the Company.

All INEDs, whose designations as INEDs are identified in all corporate communications of the Company, bring a variety of experience and expertise to the Group. The INEDs serve the important function of ensuring and monitoring the basis for an effective corporate governance framework. The INEDs participate in Board meetings to bring an independent judgment on the issues arising in the meetings and monitor the Group's performance in achieving the corporate goals and objectives. Each of the INEDs has to provide an annual confirmation of his/her independence to the Company. The Board considers that each of the INEDs is independent in character and judgment and that they all meet the specific independence guidelines as set out in Rule 3.13 of the Listing Rules.

公司秘書為董事提供上市規則及其他適用規管規定之最新發展資料。各董事均可要求公司秘書代為安排獨立專業意見服務，以協助彼等有效執行其於本公司之職務，有關費用由本公司支付。

全體獨立非執行董事（其職銜已標註於本公司所有企業通訊）均為本集團帶來豐富經驗及不同的專業知識。獨立非執行董事之主要責任為確保企業管治架構行之有效，並進行監察。獨立非執行董事參與董事會會議就所提出會議議題提供獨立判斷，並監察本集團在達致企業方針及目標方面之表現。各獨立非執行董事須向本公司提交有關其獨立身份之年度確認函。董事會認為，各獨立非執行董事均具有獨立性格及判斷力，並符合上市規則第3.13條所載之特定獨立性指引。

Corporate Governance Report

企業管治報告

All Directors are regularly updated on governance and regulatory matters. There is an established procedure for Directors to obtain independent advice where necessary at the expense of the Company in discharging of their duties to the Company.

Board Meetings

The Board meets at least four times each year to review the overall strategy and to monitor the operation as well as the financial performance of the Group. During the year ended 30 June 2017, the Board held five regular meetings.

The attendances of the respective Directors at the meetings are set out below:

全體董事均定期獲得有關管治及監管事宜之更新資訊。董事可按照既定程序，尋求獨立意見(如需要)，以協助履行其於本公司之責任，有關費用由本公司支付。

董事會會議

董事會每年至少召開四次會議，以審閱本集團的整體策略，並監控本集團的營運及財務表現。於截至二零一七年六月三十日止年度，董事會舉行了五次例行會議。

各董事出席會議的情況載於下文：

Name of director 董事姓名		Meeting attended/held 出席／舉行的會議			
		Board 董事會	Audit Committee 審核委員會	Remuneration Committee 薪酬委員會	Nomination Committee 提名委員會
Executive Directors	執行董事				
Mr Samson Fung ⁽¹⁾	馮文偉先生 ⁽¹⁾	5/5	N/A 不適用	2/2	1/1
Mr David Fung ⁽²⁾	馮文錦先生 ⁽²⁾	5/5	N/A 不適用	N/A 不適用	N/A 不適用
Mr Alex Fung ⁽³⁾	馮家柱先生 ⁽³⁾	5/5	N/A 不適用	2/2	1/1
Independent Non-executive Directors	獨立非執行董事				
Dr Loke Yu	陸海林博士	4/5	2/2	1/2	0/1
Ms Fung Po Yee	馮寶儀女士	4/5	2/2	2/2	1/1
Ms Sung Ting Yee	宋婷兒女士	4/5	2/2	2/2	1/1

Notes:

- (1) Mr Samson Fung is the father of Mr Alex Fung and the elder brother of Mr David Fung.
- (2) Mr David Fung is the younger brother of Mr Samson Fung and an uncle of Mr Alex Fung.
- (3) Mr Alex Fung is son of Mr Samson Fung and a nephew of Mr David Fung.

附註：

- (1) 馮文偉先生為馮家柱先生的父親及馮文錦先生的胞兄。
- (2) 馮文錦先生為馮文偉先生的胞弟及馮家柱先生的叔父。
- (3) 馮家柱先生為馮文偉先生的兒子及馮文錦先生的侄兒。

Corporate Governance Report

企業管治報告

Notice of at least fourteen days is served for regular board meetings. Reasonable notice would be given for all other special board meetings which are not held regularly. The chairman of the Board is primarily responsible for drawing up and approving the agenda for each board meetings in consultation with all Directors and ensure that all Directors are properly briefed on issues arising at board meetings. Agenda and accompanying board papers in respect of board meetings are sent out in full to all Directors within a reasonable time before the date of every board meetings to allow them to review these documents in advance. Minutes of all board meetings, and meetings of the Remuneration Committee, the Nomination Committee and the Audit Committee are kept by the Company Secretary and the Directors may inspect these minutes at any time during office hours upon giving reasonable notice. Minutes of all board meetings, and meetings of the Remuneration Committee, the Nomination Committee and the Audit Committee, have recorded in sufficient detail the matters considered by the Board and the board committees, including any concerns raised by Directors or dissenting view expressed. Draft and final versions of these minutes were sent to all Directors for their comment and records respectively, normally within 10 days after the relevant meeting was held.

就董事會定期會議而言，全體董事將獲發最少十四日通知，而就所有其他非定期舉行之董事會特別會議而言，將會發出合理通知。董事會主席主要負責在諮詢全體董事後，草擬及批准每次董事會會議之議程，以及確保董事會會議上所有董事均適當知悉當前的事項。董事會會議之議程及隨附之董事會文件之全部內容在每次董事會會議舉行日期前一段合理時間內派發予所有董事，使彼等得以事先審閱有關文件。所有董事會會議記錄、薪酬委員會、提名委員會及審核委員會之會議記錄均由公司秘書保存，董事可在給予合理通知後，於辦公時間內隨時查閱有關記錄。所有董事會會議記錄以及薪酬委員會、提名委員會及審核委員會之會議記錄，已對董事會及董事會轄下的委員會曾考慮事項作足夠詳細的記錄，其中包括董事提出之任何疑慮或表達之反對意見。本公司一般於上述會議舉行後十日內，先後將會議記錄的初稿及最終定稿發送全體董事，初稿供董事表達意見，最後定稿則作記錄之用。

Corporate Governance Report

企業管治報告

General Meeting

The attendances of the respective Directors at the general meetings of the Company are set out below:

股東大會

各董事出席股東大會的情況載於下文：

Name of director 董事姓名		Attendance of general meeting 出席股東 大會之情況
Executive Directors	執行董事	
Mr Samson Fung	馮文偉先生	1/1
Mr David Fung	馮文錦先生	1/1
Mr Alex Fung	馮家柱先生	1/1
Independent Non-executive Directors	獨立非執行董事	
Dr Loke Yu	陸海林博士	1/1
Ms Fung Po Yee	馮寶儀女士	1/1
Ms Sung Ting Yee	宋婷兒女士	1/1

The Board is responsible for maintaining an on-going dialogue with shareholders and in particular, uses annual general meetings or other general meetings to communicate with them and encourage their participation. The Board notes that the chairman of the Board and the chairmen or, in their absence, the Audit Committee, the Nomination Committee and the Remuneration Committee of the Company should attend annual general meetings to answer questions and collect views of shareholders.

董事會負責與股東保持持續對話，尤其是利用股東週年大會或其他股東大會與股東溝通及鼓勵股東參與。董事會知悉，董事會主席及本公司審核委員會、提名委員會及薪酬委員會的主席或倘彼等缺席，則各委員會的其他成員須出席股東週年大會以回答股東問題及收集其意見。

Corporate Governance Report

企業管治報告

Directors' Training

According to code provision A.6.5 of the CG Code, all directors should participate in continuous professional development to develop and refresh their knowledge and skills. The Directors have been given relevant guideline materials to ensure that they are apprised of the latest changes in the commercial, legal and regulatory requirements in relation to the Company's businesses, and to refresh their knowledge and skills on the roles, functions and duties of a listed company director.

The Company also continuously updates Directors on the latest developments regarding listing rules and other applicable regulatory requirements to ensure compliance and enhance their awareness of good corporate governance practices. Circulars or guidance notes are also issued to Directors where appropriate to ensure their awareness of best corporate governance practices.

This is to ensure that their contribution to the board remains informed and relevant. Directors are required to provide a record of the training they received to the Company annually. The participation by Directors in the continuous professional development with appropriate emphasis on duties of a Director of a listed company and corporate governance matters during the year ended 30 June 2017 is as follows:

董事培訓

根據企業管治守則的守則條文第A.6.5條，全體董事必須參與持續專業學習，以學習並重溫彼等之知識及技能。董事已獲發有關指引材料，確保彼等知悉與本公司業務相關之最新商業、法律和監管要求變動，並增進彼等對上市公司董事之職位、職能和職責之知識和技能。

本公司亦持續向董事提供有關上市規則及其他適用監管規定的最新資料，以確保董事遵守該等規則及提高董事對良好企業管治常規的認識，並向董事（倘適合）發出通函或指引，以確保其了解最佳企業管治常規。

這確保彼等繼續在具備全面資訊及切合所需之情況下對董事會作出貢獻。董事須每年向本公司提供彼等接受培訓的記錄。截至二零一七年六月三十日止年度，董事曾參與下列著重上市公司董事職責及企業管治事宜之持續專業發展：

Corporate Governance Report

企業管治報告

		Reading regulatory updates, newspapers and journals 閱讀有關規管之最新資料、報紙及期刊	Attending seminars/conferences/forums* 參加研討會/會議/論壇*
Executive Directors	執行董事		
Mr Samson Fung	馮文偉先生	√	√
Mr David Fung	馮文錦先生	√	√
Mr Alex Fung	馮家柱先生	√	√
Independent Non-executive Directors	獨立非執行董事		
Dr Loke Yu	陸海林博士	√	√
Ms Fung Po Yee	馮寶儀女士	√	√
Ms Sung Ting Yee	宋婷兒女士	√	√

* including physical attendance or by webcast

* 包括出席或收看網上廣播

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

Code provision A.2.1 of the CG Code provides that the roles of the chairman and chief executive officer should be separate and should not be performed by the same individual. The Company does not at present separate roles of the chairman and chief executive officer. Mr Samson Fung is both the chairman and chief executive officer of the Company. The Board believes that vesting the roles of both chairman and chief executive officer in the same person has the benefit of ensuring consistent leadership within the Group and enables more effective and efficient overall strategic planning for the Group. The Board further believes that the balance of power and authority will not be impaired by the present arrangement, and is adequately ensured by the current Board, which comprises experienced and high calibre individuals and a sufficient number of INEDs.

主席及行政總裁

企業管治守則的守則條文第A.2.1條規定，主席及行政總裁之職責應予區分，且不應由同一人履行。本公司現時並無將主席及行政總裁的角色獨立分開。馮文偉先生為本公司主席兼行政總裁。董事會相信由一名人士兼任主席及行政總裁之角色可確保本集團內之貫徹領導及可令本集團之整體策略規劃更有效及具效率。董事會進一步相信，權力及授權平衡將不受目前安排影響，且現時之董事會由經驗豐富及具才幹之人士組成，且有充足人數之獨立非執行董事，足以確保權力及授權均衡。

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INDEPENDENT NON-EXECUTIVE DIRECTORS

The number of INEDs throughout the year ended 30 June 2017 has met the minimum requirement of the Listing Rules and represented at least one-third of the total Board members. Further, at least one of the INEDs possesses the appropriate professional qualifications or accounting or related financial management expertise as required under the Listing Rules.

The Company has received from each of the INEDs an annual written confirmation of his/her independence pursuant to Rule 3.13 of the Listing Rules. The Board has reviewed their independence based on such confirmation and considers that all of them remain independent.

All INEDs have been appointed for a term of 2 years commencing from 26 April 2016 and are subject to retirement by rotation in accordance with the Articles of Association of the Company (the "Articles").

BOARD COMPOSITION

The Board currently comprises the following three executive Directors and three INEDs:

Executive Directors

Mr Fung Man Wai Samson (*Chairman*)
Mr Fung Man Kam
Mr Fung Kar Chue Alexander

Independent Non-executive Directors

Dr Loke Yu
Ms Fung Po Yee
Ms Sung Ting Yee

All INEDs are expressly identified as such in all of the Company's corporate communications that disclose the names of Directors.

獨立非執行董事

截至二零一七年六月三十日止整個年度獨立非執行董事人數達致上市規則的最低要求，並至少佔董事會成員總人數的三分之一。此外，根據上市規則規定，至少一名獨立非執行董事具備合適專業資格或會計或相關財務管理專業知識。

本公司已接獲各獨立非執行董事根據上市規則第3.13條發出的獨立身份年度書面確認書，而董事會已根據該等確認書審閱彼等的獨立性，並認為彼等仍為獨立人士。

全體獨立非執行董事均獲委任，任期為自二零一六年四月二十六日起計的2年，並根據本公司的組織章程細則（「細則」）須輪值退任。

董事會組成

董事會現時由以下三名執行董事及三名獨立非執行董事組成：

執行董事

馮文偉先生 (*主席*)
馮文錦先生
馮家柱先生

獨立非執行董事

陸海林博士
馮寶儀女士
宋婷兒女士

本公司所有載有董事姓名之公司通訊中，已明確列明所有獨立非執行董事身份。

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企業管治報告

BOARD DIVERSITY POLICY

The Company adopted a board diversity policy (the “Board Diversity Policy”) from 18 May 2016 up to the date of this corporate governance report. A summary of this Board Diversity Policy, together with the measurable objectives set for implementing this Board Diversity Policy, and the progress made towards achieving those objectives are disclosed as below.

The Company recognised the benefits of having a diverse Board to enhance the quality of its performance. The Board Diversity Policy aimed to set out the approach to achieve diversity on the Board. In designing the Board’s composition, Board diversity has been considered from a number of measurable aspects including but not limited to gender, age, cultural and educational background, professional experience, skills, knowledge and length of services, all of which the Company considers to be important to enhance the quality of its performance. All Board appointments will be based on meritocracy, and candidates will be considered against objective criteria, having due regards for the benefits of diversity on the Board.

The Nomination Committee will monitor the implementation of the Board Diversity Policy and recommend any proposed changes to the Board for approval. The Nomination Committee will from time to time review the Board Diversity Policy as appropriate to ensure its effectiveness.

The Nomination Committee of the Board has reviewed the Board Diversity Policy to ensure its effectiveness and considered that the Group achieved the Board Diversity Policy for the year ended 30 June 2017.

董事會多元化政策

本公司自二零一六年五月十八日起直至本企業管治報告日期採納董事會多元化政策（「董事會多元化政策」）。董事會多元化政策的概要連同為執行董事會多元化政策而制定的可計量目標及達標進度於下文披露。

本公司明白董事會多元化對提升公司的表現質素裨益良多。董事會多元化政策旨在列載為達致董事會多元化而採取的方針。本公司在設定董事會成員組合時，會從多個可計量方面考慮董事會多元化，包括但不限於性別、年齡、文化和教育背景、專業經驗、技能、知識和服務年期，本公司認為所有方面對提升其表現質素至關重要。董事會所有委任均以用人唯才為原則，並在考慮人選時以客觀條件充分顧及董事會多元化之裨益。

提名委員會負責監察董事會多元化政策之執行，並將任何擬議更改的建議提交董事會審批。提名委員會將在適當時候不時檢討董事會多元化政策，以確保其行之有效。

董事會轄下提名委員會已檢討董事會多元化政策，以確保其行之有效，委員會認為本集團於截至二零一七年六月三十日已達到董事會多元化政策的目標。

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APPOINTMENT AND RE-ELECTION OF DIRECTORS

In accordance with the Article 84(1) of the Articles, any new Director appointed by the Board, whether to fill a casual vacancy or as an addition to the existing Board, is subject to retirement and re-election by shareholders at the next following general meeting of the Company following his/her appointment. At every annual general meeting of the Company, one-third of the Directors for the time being (or, if the number of Directors is not a multiple of three, the number nearest to but not greater than one-third) shall retire from office and being eligible for re-election.

All Directors are subject to retirement by rotation and re-election by shareholders at annual general meetings of the Company at least once every three years.

BOARD COMMITTEES

As an integral part of good corporate governance, the Board has established the following Committees with defined terms of reference.

Audit Committee

The Company has established an Audit Committee in compliance with the Rule 3.21 of the Listing Rules. As at 30 June 2017, the Company's Audit Committee comprised a total of three members, all being INEDs, namely, Dr Loke Yu (chairman), Ms Fung Po Yee and Ms Sung Ting Yee.

董事之委任及重選

按照細則第84(1)條，任何獲董事會委任之新董事（不論為填補臨時空缺或增補加入現有董事會）須於其獲委任後本公司下一屆股東大會上退任及由股東重選連任。於每屆本公司股東週年大會上，當時董事的三分之一（或，倘董事人數並非三之整數倍，則為最接近三分之一但不高於三分之一之數目）須退任並合資格重選連任。

所有董事均須至少每三年於本公司股東週年大會上輪值退任一次及由股東重選連任。

董事委員會

作為良好企業管治不可分割的一部分，董事會設立了下列委員會，並訂有明確的職權範圍。

審核委員會

本公司根據上市規則第3.21條成立本公司審核委員會。於二零一七年六月三十日，審核委員會由總共三名獨立非執行董事成員陸海林博士（主席）、馮寶儀女士及宋婷兒女士組成。

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The Audit Committee oversees the financial reporting process, risk management and internal control system of the Company. The management of the Company is responsible for the preparation of the Group's financial statements while the external auditors are responsible for auditing the Group's financial statements. Members of the Audit Committee assist the Board in fulfilling its responsibilities by providing an independent review of the financial statements, and supervising the Company's system of financial reporting and internal control. The Audit Committee presents a report to the Board on its findings after each Audit Committee meeting.

The Audit Committee also provides an important link between the Board and the Company's auditors in matters coming within the scope of its terms of reference and keeps the independence and objectivity of the auditor's under review.

The written terms of reference, which describes the authority and duties of the Audit Committee, are regularly reviewed and was updated by the Board to comply with Code Provision C.3.3 of the Code in 2017. The Audit Committee held two meetings during the year ended 30 June 2017.

審核委員會監督本公司之財務申報程序，風險管理及內部監控系統。本公司管理層負責編製本集團之財務報表而外聘核數師則負責審核本集團之財務報表。審核委員會成員為協助董事會履行其責任而獨立審閱財務報表及監察本公司之財務申報及內部監控系統。審核委員會於每次舉行審核委員會會議後就其發現向董事會提交報告。

審核委員會亦就其職權範圍內的事項擔任董事會與本公司核數師之間的重要連繫，並持續檢討核數師之獨立性及客觀性。

於二零一七年，描述審核委員會的職權範圍的文件由董事會定期審核及更新，以符合守則條文第C.3.3條。審核委員會於截至二零一七年六月三十日止年度舉行了兩次會議。

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Subsequent to the year ended 30 June 2017 and up to the date of this annual report, the Audit Committee reviewed and discussed the 2017 consolidated financial statements included in this report with management and the external auditor. In this regard, the Audit Committee held discussions with management with regard to new accounting policies or changes in accounting policies that had been applied, and significant judgements of the management which affected the Group's financial statements. The Audit Committee received reports and met with the external auditor to discuss the general scope of their audit work, including the impact of new or changes in accounting policies that had been applied and their assessment of the Group's internal controls. Based on these reviews and discussions, and the report of the external auditor, the Audit Committee recommended the Board to approve the consolidated financial statements for the year ended 30 June 2017 and the independent auditor's report.

During the year, the Audit Committee also reviewed the unaudited condensed consolidated financial statements for the six months ended 31 December 2016 and recommended the Board to approve the unaudited condensed consolidated financial statements.

The members of the Audit Committee considered the appointment of external auditor, their audit fees and recommended the Board to seek shareholders' approval for the re-appointment of Grant Thornton Hong Kong Limited as the Group's external auditor for the year ending 30 June 2018.

截至二零一七年六月三十日止年度後及直至本年報日期，審核委員會檢討及與管理層及外聘核數師商討本報告載列的二零一七年綜合財務報表。就此審核委員會與管理層就已應用之新訂會計政策或經修訂會計政策以及管理層所作對本集團財務報表構成影響之重大判斷進行討論。審核委員會在接獲核數師報告後與外聘核數師會面，討論其核數工作之大致範圍，包括已應用之新訂或經修訂會計政策之影響及彼等對本集團內部監控之評估。基於上述檢討及討論，以及按照外聘核數師之報告，審核委員會建議董事會批准通過截至二零一七年六月三十日止年度之綜合財務報表及獨立核數師報告。

於年內，審核委員會亦審閱截至二零一六年十二月三十一日止六個月的未經審核簡明綜合財務報表，並建議董事會批准通過有關未經審核簡明綜合財務報表。

審核委員會之成員已考慮外聘核數師之委聘事宜及其核數費用，並建議董事會尋求股東批准續聘致同(香港)會計師事務所有限公司為本集團截至二零一八年六月三十日止年度之外聘核數師。

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企業管治報告

Nomination Committee

The Company has established a Nomination Committee with terms consistent with the CG Code Provisions A.5.1 to A.5.6. The written terms of reference of the Nomination Committee have included the duties as set out in the relevant CG Code Provisions. As at 30 June 2017, the Nomination Committee comprises a total of five members, being two Executive Directors, namely, Mr Samson Fung and Mr Alex Fung, and three INEDs, namely, Ms Fung Po Yee (Chairman), Dr Loke Yu and Ms Sung Ting Yee. Accordingly, a majority of the members are INEDs.

The primary responsibilities of the Nomination Committee include (i) making recommendations to the Board regarding candidates to fill vacancies on the Board; (ii) reviewing the Board Diversity Policy for the Board's consideration, and monitoring the progress on achieving the objectives of the Board Diversity Policy to ensure effective implementation, and (iii) reviewing the structure, size and composition (including the skills, knowledge, experience) of the Board on a regular basis at least annually and make recommendations to the Board regarding any proposed change to complement the Company's corporate strategy. The Nomination Committee held one meeting during the year ended 30 June 2017 to review the structure, size, composition and diversity of the Board.

提名委員會

本公司根據企業管治守則條文第A.5.1至A.5.6條成立提名委員會。提名委員會的書面職權範圍已包括相關企業管治守則所載之職責。於二零一七年六月三十日，提名委員會由總共五名成員組成，即兩名執行董事馮文偉先生及馮家柱先生以及三名獨立非執行董事馮寶儀女士(主席)、陸海林博士及宋婷兒女士。因此，大多數成員為獨立非執行董事。

提名委員會的主要責任包括(i)就填補董事會空缺的候選人向董事會作出推薦意見；(ii)檢討董事會多元化政策以供董事會考慮，並監察達致董事會多元化政策目標之進度以確保有效執行；及(iii)定期及至少每年一次檢討董事會之結構、規模及組成(包括技能、知識及經驗)，並就任何建議變動向董事會提供建議，以補充本公司之企業策略。提名委員會於截至二零一七年六月三十日止年度舉行了一次會議，檢討董事會的架構、規模、組成及多元化。

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Remuneration Committee

The Company has established a Remuneration Committee to deal with matters of remuneration and compensation arrangement of Directors and senior management. The written terms of reference of the remuneration committee have included the duties as set out in the relevant CG Provisions. As at 30 June 2017, the Remuneration Committee comprises a total of five members, being two Executive Directors, namely, Mr Samson Fung and Mr Alex Fung, and three INEDs, namely, Ms Sung Ting Yee (Chairman), Dr Loke Yu and Ms Fung Po Yee. Accordingly, a majority of the members are INEDs.

The primary responsibilities of the Remuneration Committee include, among others, (i) making recommendations to the Board on the policy and structure for all remuneration of the Directors and senior management and on the establishment of a set of formal and transparent procedures for developing policies on such remuneration; (ii) reviewing and approving the management's remuneration proposals with reference to the Board's corporate goals and objectives; and (iii) making recommendations to the Board on the remuneration packages of executive Directors and members of senior management. The Remuneration Committee shall meet at least once a year.

The Remuneration Committee held two meetings during the year ended 30 June 2017 to review the remuneration package of the individual Executive Directors and senior management for submission to the Board for approval.

薪酬委員會

本公司已成立薪酬委員會，以處理董事及高級管理層有關薪酬及賠償事宜。薪酬委員會的書面職權範圍已包括相關企業管治守則所載之職責。於二零一七年六月三十日，薪酬委員會由總共五名成員組成，即兩名執行董事馮文偉先生及馮家柱先生以及三名獨立非執行董事即宋婷兒女士（主席）、陸海林博士及馮寶儀女士。因此，大多數成員為獨立非執行董事。

薪酬委員會的主要責任包括（其中包括）(i) 就董事及高級管理層之所有薪酬政策及結構以及確立一套完善該等薪酬政策之正式及透明程序向董事提供推薦意見；(ii) 經參考董事會的公司宗旨及目標檢討及批准管理層的薪酬計劃；及(iii) 就執行董事及高級管理層成員的薪酬組合向董事會提供推薦意見。薪酬委員會須每年至少舉行一次會議。

薪酬委員會會議於截至二零一七年六月三十日止年度舉行了兩次會議，檢討個別執行董事及高級管理層的薪酬組合以提交董事會批准。

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Corporate Governance Functions

The Company's corporate governance functions are carried out by the Board pursuant to the code provisions as set out in the CG code.

The corporate governance functions currently performed by the Board are (i) to develop and review the Company's policies and practices on corporate governance to ensure compliance with the CG Code and other legal or regulatory requirements; (ii) to oversee the Company's orientation program for new Directors; (iii) to review and monitor the training and continuous professional development of Directors and senior management; (iv) to develop, review and monitor the code of conduct and compliance manual (if any) applicable to employees and Directors; and (v) to review the Company's disclosure in this Corporate Governance Report.

During the year ended 30 June 2017, the Board has reviewed the Company's policies and practices on corporate governance.

COMPLIANCE ADVISER

Pursuant to the Compliance Adviser Agreement dated 11 December 2015 entered into between the Company and Gram Capital Limited ("Gram Capital"), Gram Capital has been appointed as the compliance adviser as required under the Listing Rules for the period from the Listing Date to the date on which the Company dispatched its annual report in respect of its financial results for the first full financial year after the Listing Date. Pursuant to Rule 3A.23 of the Listing Rules, the Company shall consult with and, if necessary, seek advice from Gram Capital on a timely basis in the following circumstances:

- before the publication of any regulatory announcement, circular or financial report;

企業管治職能

本公司的企業管治職能由董事會根據企業管治守則載列的守則條文履行。

董事會現時履行之企業管治職能為：(i) 制訂及檢討本公司企業管治政策及常規，以確保符合企業管治守則及其他法律或監管規定；(ii) 監督本公司之新董事入職指引計劃；(iii) 檢討及監督董事及高級管理層人員培訓及持續專業發展；(iv) 制訂、檢討及監督僱員及董事適用之操守守則及合規手冊(如有)；及(v) 檢討本公司於本企業管治報告中之披露事項。

於截至二零一七年六月三十日止年度內，董事會已審閱本公司的企業管治政策及常規。

合規顧問

本公司與嘉林資本有限公司(「嘉林資本」)於二零一五年十二月十一日訂立合規顧問協議，嘉林資本已根據上市規則的規定獲委任為合規顧問，任期自上市日期起至本公司就其上市日期後的首個完整財政年度的財務業績寄發其年報的日期。根據上市規則第3A.23條，本公司將於下列情況及時諮詢及(如必要)尋求嘉林資本的意見：

- 刊發任何監管公告、通函或財務報告前；

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- where a transaction, which might be a notifiable or connected transaction, is contemplated including share issues and share repurchases;
 - where the Company proposes to use the proceeds of the IPO in a manner different from that detailed in the Prospectus or where the business activities, developments or results of the Company deviate from any forecast, estimate or other information in the Prospectus; and
 - where the Stock Exchange makes an inquiry of the Company under Rule 13.10 of the Listing Rules.
- 擬進行可能須予披露的交易或關連交易(包括股份發行及股份購回)時;
 - 本公司擬按有別於招股章程所詳述的方式動用首次公開發售的所得款項,或本公司業務活動、發展或業績偏離於招股章程所載任何預測、估計或其他資料;及
 - 根據上市規則第13.10條,聯交所向本公司查詢時。

COMPANY SECRETARY

The position of Company Secretary is held by Mr Li Kit Chung, a Fellow of the Hong Kong Institute of Certified Public Accountants, who is an employee of the Company. The Company Secretary reported to the Board from time to time. All Directors have access to the advice and services of the Company Secretary to ensure that Board procedures, and all applicable laws, rules and regulations are followed.

Pursuant to Rule 3.29 of the Listing Rules, the Company Secretary must take no less than 15 hours of relevant professional training in each financial year. The Company Secretary provided his training records to the Company indicating he took more than 15 hours of relevant professional development by means of attending inhouse briefings, attending seminars and reading relevant guideline materials.

公司秘書

公司秘書職位由本公司僱員李杰聰先生擔任,彼為香港會計師公會資深會員。公司秘書不時向董事會匯報。全體董事均獲得公司秘書的意見及服務以確保遵守董事會程序及所有適用法律、法規及規例。

根據上市規則第3.29條,公司特秘書須於各財政年度接受不少於15小時的相關專業培訓。公司秘書須向本公司提供其出席培訓的記錄,列明其出席不少於15小時有關專業發展的內部會議、研討會及閱讀相關指引材料的記錄。

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PERFORMANCE OF INDEPENDENT NON-EXECUTIVE DIRECTORS' DUTIES

The Company has adopted the rules and procedures on INEDs' work. The Company has three INEDs, representing more than one-third of the total number of the Directors as required under the Listing Rules. The INEDs are professionals with extensive experience in the fields of accounting, finance and business management. Dr. Loke Yu has appropriate accounting and financial experience. The INEDs do not hold other positions in the Company other than being members of the board committees.

During the year ended 30 June 2017, the INEDs had no objections to the resolutions made by the Board.

During the year, the INEDs earnestly and diligently performed their duties in accordance with the relevant laws and regulations and the Articles of the Company. The INEDs actively attended board meetings during the year ended 30 June 2017, and reviewed documents presented by the Company. They also provided professional and constructive advice on the Company's major decisions.

The Company has received confirmation from each of the INEDs about their independence pursuant to Rule 3.13 of the Listing Rules. The Company considers that the INEDs are completely independent of the Company, its substantial shareholders and its affiliates and comply fully with the requirements concerning the INEDs under the Listing Rules.

履行獨立非執行董事職責

本公司採納了有關獨立非執行董事工作的規則及程序。本公司有三名獨立非執行董事，佔上市規則規定的董事總人數三分之一以上。獨立非執行董事為在會計、財務及業務管理領域具有豐富經驗之專業人士。陸海林博士擁有適當之會計及財務經驗。獨立非執行董事並無在本公司擔任其他職務（董事委員會成員除外）。

於截至二零一七年六月三十日止年度，獨立非執行董事並無對董事會作出之決議提出異議。

於本年度，獨立非執行董事按照有關法律、法規及本公司之細則認真勤勉地履行彼等之職責。於截至二零一七年六月三十日止年度內，獨立非執行董事積極出席董事會會議，審閱本公司提交之文件。彼等亦對本公司之重大決策提供專業及建設性意見。

本公司已收到各位獨立非執行董事根據上市規則第3.13條就其獨立性發出之確認。本公司認為，獨立非執行董事完全獨立於本公司、其主要股東及其聯屬公司，並已完全遵守上市規則下有關獨立非執行董事之規定。

Corporate Governance Report

企業管治報告

AUDITOR'S REMUNERATION

It is the external auditor's responsibility to form an independent opinion, based on their audit, on the consolidated financial statements and to report their opinion solely to the shareholders of the Company, as a body, and for no other purpose. They do not assume responsibility towards or accept liability to any other person for the content of the auditor's report. For the year ended 30 June 2017, the Board has accepted the recommendation from the audit committee on re-appointing Grant Thornton Hong Kong Limited as the external auditor of the Group.

For the year ended 30 June 2017 and 2016, the remuneration paid and payable to the Company's external auditor for the provision of services are as follows:

核數師薪酬

外聘核數師之責任是根據其審核工作之結果，對綜合財務報表作出獨立意見，並向本公司全體股東報告，除此以外，外聘核數師之報告書別無其他目的。外聘核數師不會就其報告書之內容向任何其他人士負上或承擔任何責任。於截至二零一七年六月三十日止年度，董事會接納審核委員會有關續聘致同(香港)會計師事務所有限公司為本集團之外聘核數師之建議。

截至二零一七年及二零一六年六月三十日止年度，已付及應付予本公司核數師作其提供服務的薪酬如下：

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Statutory audit services	法定審核服務	620	691
Non-statutory audit services	非法定審核服務		
– for interim review	– 中期審閱服務	360	–
– as reporting accountants for listing of the shares of the Company on the Mainboard of the Stock Exchange	– 作為本公司股份在聯交所主板上市的申報會計師	–	2,300
		<u>980</u>	<u>2,991</u>

Corporate Governance Report

企業管治報告

DIRECTORS' RESPONSIBILITIES STATEMENTS

The Directors acknowledge their responsibility for preparing the Group's financial statements in accordance with statutory requirements and applicable accounting standards. The responsibilities of the Directors are to prepare the financial accounts for each financial period which gives a true and fair view of the state of affairs of the Group and of the results and cash flows for that period. The Directors also acknowledge that the publication of the financial statements should be distributed to the shareholders of the Company in a timely manner. In preparing the accounts for the year ended 30 June 2017, the Directors have selected suitable accounting policies and applied them consistently; adopted appropriate Hong Kong Financial Reporting Standards and Hong Kong Accounting Standards; made adjustments and estimates that are prudent, fair and reasonable and prepared accounts on a going concern basis. The Directors are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company.

Risk Management and Internal Control

The Board acknowledges its responsibility for the effectiveness of the Group's risk management and internal control systems.

The risk management process includes risk identification, risk evaluation, risk management and risk control and review.

The management is entrusted with duties to identify, analyze, evaluate, respond, monitor and communicate risks associated with any activity, function or process within its scope of responsibility and authority.

董事責任聲明

董事知悉其須負責按法定規定及適用會計準則編製本集團財務報表之責任。董事之責任為編製每一財政期間真實而公平地反映本集團狀況及該期間業績和現金流之財務賬目。董事亦知悉財務報表須準時分發予本公司之股東。在編製截至二零一七年六月三十日止年度之賬目時，董事已選擇合適之會計政策及貫徹一致地採用該等政策；採用合適之香港財務報告準則及香港會計準則；作出審慎、公平和合理之調整及估計，以及按持續經營基準編製賬目。董事亦須負責保存妥當之會計記錄，當中須合理準確地披露本公司當時之財務狀況。

風險管理及內部監控

董事會確認其有責任確保本集團風險管理及內部監控系統的功效。

風險管理程序包括風險識別、風險評估、風險管理以及風險控制及審查。

管理層獲委派於其責任及權力範圍內識別、分析、評估、應對、監控及傳達與任何活動、職務或程序有關之風險。

Corporate Governance Report

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The Group has conducted a review of the implemented system and procedures, including areas covering financial, operational, compliance and risk management functions. The systems are implemented to minimise the risk to which the Group is exposed and is used as a management tool for the day-to-day operation of business. The system can only provide reasonable but not absolute assurance against misstatement or losses.

The Group does not have an internal audit function as the Board has reviewed the effectiveness of the internal control system of the Company and is currently of the view that there is no immediate need to set up an internal audit function within the Group in light of the size, nature and complexity of the Group's business. The situation will be reviewed from time to time.

The Group has engaged an external professional consultant to conduct an independent internal control review for the year ended 30 June 2017.

For the year ended 30 June 2017, the Board considered the Group's risk management and internal control system as adequate and effective and that the Company has complied with the code provisions on internal control of the CG Code.

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding securities transactions by Directors (the "Securities Code") on terms no less exacting than the required standard set out by the Stock Exchange in the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in Appendix 10 to the Listing Rules. Having made specific enquiries, all Directors have confirmed that they have met the required standards of dealings as set out in the Model Code and the Securities Code during the financial year under review. Directors' interests as at 30 June 2017 in the shares in the Company and its associated corporations (within the meaning of Part XV of the SFO) are set out on pages 67 to 68 of this annual report.

本集團已就已實施的系統及程序進行評估，範圍包括財務、營運、合規及風險管理職能。實施系統旨在將本集團面臨的風險降至最低，並用作日常業務營運的管理工具。該系統僅提供合理而非絕對保證可避免出現錯誤陳述或損失。

本集團並無內部審核功能。董事會已檢討本公司內部監控系統之效用，目前認為根據本集團業務的規模、性質及複雜性，認為毋須即時於本集團內設立內部審核功能。本集團將不時進行檢討該情況。

本集團已委聘外聘專業顧問於截至二零一七年六月三十日止年度進行獨立內部監控檢討。

於截至二零一七年六月三十日止年度，董事會認為本集團的風險管理及內部監控系統適當及有效，且本公司已遵守企業管治守則中有關內部監控的守則條文。

董事進行證券交易之標準守則

本公司就董事進行證券交易（「證券守則」）採納了一套條款不遜於聯交所在上市規則附錄10所載《上市發行人董事進行證券交易的標準守則》（「標準守則」）所訂標準之操守準則。在向所有董事作出特定查詢後得悉，全體董事確認，彼等於回顧財政年度內已遵守標準守則及證券守則所載進行交易的規定準則。董事於二零一七年六月三十日在本公司及其相聯法團股份中擁有的權益（定義見證券及期貨條例第XV部）載於本年報第67至68頁。

Corporate Governance Report

企業管治報告

SHAREHOLDERS' RIGHTS

The general meetings of the Company provide an opportunity for communication between the shareholders and the Board. An annual general meeting of the Company shall be held each year and at such place as may be determined by the Board. Each general meeting, other than an annual general meeting, shall be called an extraordinary general meeting.

Shareholders to convene an extraordinary general meeting

According to the Articles, extraordinary general meetings shall be convened on the requisition of one or more shareholders holding, at the date of deposit of the requisition, not less than one tenth of the paid up capital of the Company having the right to vote at general meetings. Such requisition shall be made in writing to the Board or the Company Secretary at the address set out in the sub-section headed "Putting enquiries by Shareholders to the Board" for the purpose of requiring an extraordinary general meeting to be called by the Board for the transaction of any business specified in such requisition. The requisition must state clearly the name(s) of the requisitioner(s) concerned, its/his/her/their shareholding in the Company as at the date of the of the requisition, the reason for convening an extraordinary general meeting, the agenda proposed to be included and the details of the businesses proposed to be transacted at the extraordinary general meeting, signed by all the requisitioner(s) concerned. Such meeting shall be held within 2 months after the deposit of such requisition. If within 21 days of such deposit, the Board fails to proceed to convene such meeting, the requisitioner(s) himself/themselves may do so in the same manner, and all reasonable expenses incurred by the requisitioner(s) as a result of the failure of the Board shall be reimbursed to the requisitioner(s) by the Company.

股東權利

本公司的股東大會為股東及董事會提供溝通機會。本公司的股東週年大會應每年舉行，地點由董事會釐定。股東週年大會以外的股東大會應稱為股東特別大會。

股東召開股東特別大會

根據細則，股東特別大會須應一名或多名於遞呈要求當日持有不少於本公司有權於股東大會上投票之繳足股本十分之一的股東要求時召開。該項要求須以書面形式向董事會或公司秘書於「股東向董事會查詢」分節所列的地址提呈以要求董事會就該項要求所指定之任何業務事項召開股東特別大會。要求必須清晰列明有關要求人士之名稱，彼於作出要求當日於本公司之股權、召開股東特別大會之理由、建議議程及建議於股東特別大會處理之事務詳情，並由全體要求人士簽署。該大會須於該項要求遞呈後兩個月內舉行，倘於有關遞呈後21日內，董事會未有召開該大會，則遞呈要求人士可以相同方式召開大會，而本公司須向遞呈要求人士償付所有由遞呈要求人士因董事會未能召開大會而產生之所有合理開支。

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Putting Enquiries by shareholders to the Board

Shareholders may send written enquiries to the Company for the attention of the Company Secretary at the Company's principal place of business in Hong Kong. The relevant address is as follows:

Block C, 5/F., Gee Hing Chang Industrial Building
No. 16 Cheung Yue Street
Cheung Sha Wan
Kowloon
Hong Kong

Procedures for putting forward proposals by shareholders at shareholders' meetings

Shareholders should follow the procedures set out in the sub-section headed "Shareholders to convene an extraordinary general meeting" above for putting forward proposals for discussion at general meetings.

Voting by Poll

Pursuant to Rule 13.39(4) of the Listing Rules, any vote of shareholders at a general meeting must be taken by poll except where the chairman, in good faith, decides to allow a resolution which relates purely to a procedural or administrative matter to be voted on by a show of hands. As such, all the resolutions to be set out in the notice of 2017 Annual General Meeting ("AGM") will be voted by poll.

股東向董事會查詢

股東可將對本公司的書面查詢寄發至本公司的香港主要營業地點，收件人請註名為公司秘書。相關地址如下：

香港
九龍
長沙灣
長裕街16號
志興昌工業大廈5樓C室

股東於股東大會上提呈建議的程序

股東須根據上文「股東召開股東特別大會」分節所載的程序，於股東大會上提呈建議作討論。

投票表決

根據上市規則第13.39(4)條，股東於股東大會上的任何表決必須以投票表決進行，除非主席真誠決定允許純粹與程序或行政事宜有關的決議以舉手表決進行表決。因此，二零一七年股東週年大會（「股東週年大會」）通告所載的全部決議案將以投票表決。

Corporate Governance Report

企業管治報告

INVESTOR RELATIONS AND COMMUNICATION

The Company is responsible for ensuring that shareholders' rights are protected. In order to fulfill this responsibility, the Company endeavours to maintain a high level of transparency in communicating with shareholders and the investment community at large. The Company is committed to continue to maintain an open and effective investor communication policy and to update investors with the relevant information on its business in a timely and accurate manner, subject to the relevant regulatory requirements. In order to ensure effective, clear and accurate communication with investors, all corporate communications are arranged and handled by the executive Directors and designated senior executives according to established practices and procedures of the Company.

The Board uses annual general meetings and other general meetings as the principal channel to meet and communicate with the shareholders. Registered shareholders are notified by post for these general meetings, and the notice of meeting contains the agenda and the proposed resolutions. Any registered shareholder is entitled to attend the annual and special general meetings, provided that their shares have been recorded in the register of shareholders. The Board also encourages shareholders to participate in these general meetings to maintain an on-going dialogue with the shareholders.

Extensive information about the Company's activities is provided in its interim and annual reports, which are sent to shareholders, analysts and other interested parties. The Company's publication of announcements on the annual and interim results, issue of other announcements and shareholders' circulars in accordance with the continuing disclosure obligations under the Listing Rules are circulated on the Stock Exchange's website in a timely and accurate manner.

投資者關係及溝通

本公司有責任確保股東之權益得到保障。為了履行此責任，在與股東及投資界溝通時，本公司一直盡量保持高透明度。本公司致力按照有關監管規定，繼續維持公開及有效之投資者溝通政策，並及時及準確地向投資者提供最新的業務資料。為確保與投資者維持有效、清晰而準確之溝通，所有企業通訊事宜均按照本公司的既定慣例及程序，由執行董事及專責高級行政人員處理。

董事會利用股東週年大會及其他股東大會作為與股東會面及溝通之主要渠道。登記股東以郵遞方式收取上述股東大會通告。大會通告載有議程及獲提呈之決議案。任何登記股東均有權出席股東週年大會及股東特別大會，惟彼等之股份必須已經登記於股東名冊內。此外，董事會亦鼓勵股東參與上述股東大會，從而一直保持彼此之溝通。

寄發予股東、分析員及其他有關人士之中期報告及年報，載有大量本公司活動的資料。本公司根據上市規則的持續披露責任刊發的全年及中期業績公告、其他公告及股東通函均適時及準確地於聯交所網站發放。

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Separate resolutions will be proposed by the chairman of the meeting in respect of each substantially separate issue at the Company's forthcoming AGM. The chairman of the AGM, audit committee, the nomination committee and remuneration committee will attend the forthcoming annual general meeting to answer questions of shareholders.

CONSTITUTIONAL DOCUMENTS OF THE COMPANY

During the year under review, there were no changes in the constitutional documents of the Company. A copy of the latest version of the Memorandum and Articles of Association are available on the Company's website and the website of the Stock Exchange.

在本公司應屆股東週年大會上，會議主席將會就每項實際獨立之事宜個別提出決議案。股東週年大會主席、審核委員會、提名委員會及薪酬委員會將出席應屆股東週年大會，並於會上回答股東提問。

本公司組織章程文件

於回顧年度，本公司組織章程文件並無重大變動。組織章程大綱及細則最新版本於本公司網站及聯交所網站可供查閱。

Environmental, Social and Governance Report

環境、社會及管治報告

INTRODUCTION

This is the first annual Environmental, Social and Governance (“ESG”) report issued by Hang Sang (Siu Po) International Holding Company Limited. It is prepared in compliance with the Environmental, Social and Governance Reporting Guide set out in Appendix 27 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

This report is prepared not only to enhance the stakeholder’s understanding regarding the Group’s sustainability management approach, but also to highlight the ongoing environmental and social initiatives carried out by the Group.

REPORTING PERIOD AND SCOPE

The scope of this report includes Hang Sang (Siu Po) International Holding Company Limited and its subsidiaries established in Hong Kong, spanning across the Group’s core investment holding, manufacturing and sale of apparel labels and packaging printing products business. The information published in this Report covers the Company’s fiscal year period from 1 July 2016 to 30 June 2017.

FEEDBACK

The Group welcomes any feedback and suggestions from its stakeholders. You may contact us by sending emails to IR@HANGSANGPRESS.COM.

緒言

本報告為 Hang Sang (Siu Po) International Holding Company Limited 首份環境、社會及管治報告，乃遵照香港聯合交易所有限公司證券上市規則附錄二十七《環境、社會及管治報告指引》而編製。

本報告不但旨在提升持份者對本集團的可持續管理計劃的瞭解，並強調本集團持續實行的環境及社會措施。

報告期間及範圍

本報告範圍包括 Hang Sang (Siu Po) International Holding Company Limited 及其於香港成立的附屬公司有關本集團的核心投資控股、服裝標籤及包裝印刷產品的製造及銷售業務。本報告披露本公司於二零一六年七月一日至二零一七年六月三十日財政年度期間的資料。

意見回饋

如持份者對本報告有任何疑問或建議，歡迎隨時透過傳送電郵至 IR@HANGSANGPRESS.COM 聯繫本公司。

Environmental, Social and Governance Report

環境、社會及管治報告

The Group is committed to running our business sustainably and for the well being of employees, business partners, other stakeholders and the environment. We ensure that we meet all relevant laws and regulations as well as industry standards and behave like a good corporate citizen. We strive to provide a safe and healthy workplace for our employees and conserve the environment for the benefit of the community. This report provides information related to the business activities of the manufacturing sites and warehouse facilities and offices in Hong Kong. ESG data from our vendors or service providers is not included as such data is difficult to verify with available resources.

STAKEHOLDER ENGAGEMENT

The Group acknowledges the need and importance of the stakeholder engagement as one of the key elements in ESG reporting. The Group is also committed to achieving a high standard of ESG that can properly promote the Group's reputation as a caring and responsible company to enhance corporate value and accountability of the company.

A. ENVIRONMENTAL

The Group are committed to environmental-friendly development through rational resources utilization and practices of environmental protection, seeking to contribute to the improvement of ecological environment and sustainable development as a part of our social responsibility.

本集團致力以可持續方式經營業務，除了照顧僱員、業務夥伴及其他持份者的福祉外，更同時關注環保。為此，我們確保業務營運符合一切相關的法律及法規和行業標準，並竭盡作為良好企業公民的責任。我們致力為員工提供一個安全、健康的工作環境，同時推動環境保育，造福社群。本報告提供的資料涉及生產場地及倉庫設施以及香港辦事處的業務活動。本報告並不包括供應商或服務供應商的環境、社會及管治資料，因為本集團的現有資源難以核實有關資料。

持份者的參與

持份者的參與作為環境、社會及管治報告的重要元素之一，本集團深明其必要性及重要性。本集團亦矢志達成高標準的環境、社會及管治，以妥善提升本集團作為一家富關懷及責任感企業的聲譽，從而增強本公司的企業價值及問責性。

A. 環境

本集團積極履行社會責任，一直堅持發展與環境保護並重之理念，合理利用各類資源，以實際行動實踐環境保護，為改善生態環境、推動可持續發展貢獻出一份力量。

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The Group is not aware of any material non-compliance with the relevant laws and regulations that have a significant impact on the Group relating to air and greenhouse gas emissions, discharges into water and land, generation of hazardous and non-hazardous waste during the reporting period. Below disclose the policies and practices on the emissions, use of resources and environmental and natural resources of the Group:

Emissions

The Group adamantly implements government laws and regulations regarding environmental protection. The greenhouse gas emissions are primarily from fuel used in production and purchased electricity for factories and offices. There are other indirect emissions generated, for example, purchased paper, purchased print plates and paper waste.

Our operations consume fossil oil products which generate volatile organic chemicals (VOCs). As printing inks can generate VOCs, we have gradually replaced our mineral oil-based processing inks with soy oil-based processing inks, thereby reducing VOC emissions.

Our hazardous waste produced mainly consists of chemically tainted waste released water during the production process. Non-hazardous waste includes industrial waste. Recyclable waste mainly consists of scrap paper and used printing plates. All hazardous and non-hazardous wastes are stored separately, with recyclable and non-recyclable wastes handled and collected by approved licensed contractors.

本集團並不知悉於報告期內於空氣及溫室氣體排放、污水排放、廢物棄置、廢棄物的產生方面發生任何重大不符合有關法律及法規的情況，以致對本集團造成重大影響。下文披露本集團有關排放、資源使用以及環境及天然資源的政策及慣例。

排放

本集團堅定執行有關環境保護的政府法律及法規。溫室氣體排放主要來自生產過程中使用之燃料及為工廠及辦公室購買之電力。我們亦會產生其他間接排放，例如從購買紙張、購買印板以及廢紙的排放。

我們在營運過程中消耗石油產品，產生揮發性有機化合物。由於印刷用油墨會產生揮發性有機化合物，我們已逐步以大豆油加工油墨取代礦物油加工油墨，以減少揮發性有機化合物的排放量。

本集團產生的有害廢棄物主要為生產過程中釋放的化學污染廢棄物，而無害廢棄物則包括工業廢物。可回收廢物主要包括廢紙及經使用的印板。我們會分開存放所有有害及無害的廢棄物，並聘請認可的持牌承辦商處理及收集可回收及不可回收的廢棄物。

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Use of Resources

The Group commit to reduce the impact to the environment and continually improve the environmental performance as an integral and fundamental part of the business strategy and operating methods, as well as to comply with relevant government policy and environmental legislation.

We have successfully received certification from Forest Stewardship Council™ in 2013 and is authorized to use the instantly recognizable FSC™ logo when we print on FSC™ certified papers. It is a chain of custody systems that certify organisations along the supply chain from forests to mills, to merchants and manufacturers that use wood and paper. It can ensure our products come from responsibly managed forests that provide environmental, social and economic benefits.

We use vegetable-soy based inks in most of our printing assignments which are less harmful to the environment than petroleum-based counterparts. By comparison, petroleum based inks are mineral solvent, not being a renewable source, and contributing to ever growing greenhouse gas emissions.

We managed to use computer to plate technology in our printing process that can removes the use of traditional film and associated chemicals from the prepress process.

We also use digital printing machines in our production. Digital printing is more environmentally friendly solutions by eliminating the chemically tainted wastewater during the offset printing process with high production efficiency.

資源使用

我們致力減少對環境造成影響，並以持續提升環保績效作為業務策略及經營方法不可或缺的基本環節，確保遵守相關的政府政策及環保法例。

我們在二零一三年已經成功獲取森林管理委員會(Forest Stewardship Council™)的證書，並獲授權在使用FSC™認證的紙張印刷時用上廣泛認可的FSC™標誌。此為監管鏈體系，為涵蓋森林到木材廠及至貿易商及使用木材及紙張生產的廠商的整條供應鏈提供認證服務，能夠確保我們的產品均來自可為環境、社會及經濟帶來效益且受專業管理的森林。

我們的印刷廠房已大多轉用菜豆油墨，相比採用石油基油墨，對環境造成的傷害較少。相比之下，石油基油墨是一種礦物性溶劑，為不可再生資源，並會不斷增加溫室氣體的排放。

我們採用電腦製板成像技術印刷，有關過程摒棄使用傳統的底片以及預印工序的相關化學品。

我們亦於生產過程中使用數碼印刷機器。數碼印刷效率高，與柯式印刷的分別是不會排放受化學污染的廢水，因此更加環保。

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We also implemented below measures in respect of energy saving, carbon reduction and waste management:

Wastes reduction

Most of the used paper and used printing plates can be recycled and such materials were collected by an independent waste collector (which was a member of Hong Kong Recycle Materials & Re-production Business General Association Limited).

Chemicals and sewage include wastewater produced in the printing process and the chemical solution from the cleaning of our printing machines. We have installed a liquid waste treatment system which helps filter and recycle the wastewater produced. After the wastewater has been processed by the liquid waste treatment system, it will re-enter the relevant machine and no wastewater will be discharged into the sewer. We have also appointed a chemical waste collection company (which is licensed to collect and transport chemical waste and licensed to dispose of waste) to collect all the chemical waste.

We have developed our in-house ERP system that has achieved paper reduction. Plastic and timber pallets are on a reuse system with very few going to waste.

“Reduction, reuse and recycling” is our principles to manage the waste from our business operations.

本集團亦採取以下措施以節省能源、減少碳排放及管理廢棄物：

減少廢棄物

大部分廢紙及經使用的印版可循環再造，並由一家獨立廢物回收商（為香港環保廢料再造業總會有限公司的成員）回收。

化學品及廢水包括於印制過程產生的廢水及清潔印刷機產生的化學溶液。我們已安裝液體廢料處理系統，幫助過濾及回收排出的污水。污水經液體廢料處理系統處理後會再次進入相關機器，並無污水會排入下水道。我們亦已委任化學廢物回收商（為收集及運送並且處置化學廢物的持牌回收商）收集所有化學廢物。

我們開發運行內部ERP系統，有助減少用紙量。同時，我們亦循環使用塑膠和木卡板使其廢棄量極少。

我們奉行「減少使用、物盡其用及循環再用」的原則，以管理業務營運過程中產生的廢棄物。

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Electricity consumption

All electricity consumption has been derived from the use of lighting, air conditioners, computers and other electric equipment in the offices, and the regular operation of the machines in the operation sites. The Group understands well the positive correlation between electricity consumption and greenhouse gases emissions. Thus, in order to ensure the effective use of electricity and to reduce electricity consumption, several practices have been applied by the Group, which includes:

In the offices:

- Turn office lights off whenever and wherever unnecessary;
- Deployed natural light, energy-saving lightings or LED lighting, where feasible for better efficiency; and
- Adjust air-conditioners to a comfortable temperature in the offices, and turn them off whenever necessary.

In the factories:

- Turn off idling machines that are not in operation;
- Operate machines in a reasonable manner and repair them once they are out of order; and
- Replace obsolete equipment to improve electricity utilization efficiency.

用電

電力全數用於辦公室的照明、空調、電腦及其他電力設備以及營運場地的機器之日常運作。本集團非常了解耗用電力與溫室氣體排放之正面關係。因此，為了確保有效用電及節約用電，本集團應用了數項常規，包括：

就辦公室而言：

- 不論何時何地，如毋須照明，即將辦公室照明關掉；
- 利用自然光、安裝節能照明或LED照明，在可行情況下達致更佳能源效益；及
- 把辦公室的空調調教至舒適的溫度，並於無需使用時將之關掉。

就廠房而言：

- 關掉並非運作中的閒置機器；
- 以合理方式使用機器，並於機器故障時即時維修；及
- 更換陳舊機器，以改善用電效益。

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The Environment and Natural Resources

The Group is in strict compliance with the relevant laws and regulations such as Waste Disposal Ordinance (Chapter 354 of the Laws of Hong Kong) and the Water Pollution Control Ordinance (Chapter 358 of the Laws of Hong Kong). The Group tries to minimize environmental impacts in its operation processes. The Group's routine operations do not exert any influences in the surroundings. The wastes and other environmental impacts generated from the operation process are in compliance with environmental laws and regulations. The Group will continue to adhere to the safe, harmonious and green development concept and will reserve no efforts in creating a resource-saving and environmentally-friendly corporate.

環境及天然資源

本集團之營運場地嚴格遵守相關的法律及法規，例如：香港法例第354章《廢物處置條例》及香港法例第358章《水污染管制條例》。本集團致力將其業務運作對環境之影響減至最低。本集團之日常業務運作並無對周圍的環境造成任何壞影響。業務運作過程中所產生之廢物及其他環境影響均符合環保法律及法規之規定。本集團將繼續遵循安全至上、和諧共融及環保發展的概念，並將不遺餘力建立一個節約資源的環保企業。

B. SOCIAL

Employment

The Group regards all employees as one of the most important and valuable assets. The human resources policies strictly adhere to the applicable employment laws and regulations in Hong Kong including, the Employment Ordinance, Mandatory Provident Fund (MPF) Schemes Ordinance, Minimum Wage Ordinance. The Administration and Human Resources Department reviews and updates relevant company policies constantly in accordance with the latest laws and regulations.

B. 社會

僱傭

本集團視僱員為最重要及最珍貴的資產之一。人力資源政策嚴格遵守香港之適用僱傭法例及法規之規定，包括《僱傭條例》、《強制性公積金計劃條例》及《最低工資條例》。行政及人力資源部門一直根據最新的法律及法規檢討及更新相關公司政策。

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To motivate and reward employees, the Group offers competitive and fair remuneration and benefits based on individuals' performance, experiences and prevailing industry practice to attract, motivate and retain a high calibre workforce. These include competitive salaries, discretionary bonuses, other benefits as well as mandatory provident fund schemes. Meanwhile, any termination of employment contracts would be based on reasonable and lawful grounds.

The Group is committed to create a fair, respectful and diverse working environment by promoting anti-discrimination and equal opportunities in terms of all human resources and employment decisions, for instance, training and promotion opportunities, dismissals and retirement policies irrespective of their gender, race, age, disability, family status, marital status, sexual orientation, religion beliefs, nationality or any other nonjob related factors in all business units. The equal opportunities policy enforces zero tolerance to any workplace discrimination, harassment or victimization in accordance to relevant government legislation, ordinances and regulations such as Disability Discrimination Ordinance, Race Discrimination Ordinance and Sex Discrimination Ordinance.

To cultivate a sense of belonging for the employees, we hosted a series of activities for the employees, including the Christmas Party and Annual Dinner. These events helped the employees to relieve stress, and served to exemplify the Group's corporate culture of the spirit of cohesion and solidarity.

為了推動及獎勵僱員，本集團會根據個人表現、經驗及當時的市場慣例提供具競爭力及公平的薪酬及福利，藉此吸納、推動及挽留高質素的人力資源。此包括具競爭力的薪金、酌情花紅、其他福利以及強制性公積金計劃。與此同時，任何僱傭合約之終止均須有合理及合法理由作依據。

本集團致力創造一個公平、尊重他人及多元化的工作環境，藉此在一切人力資源及僱傭決策方面推動反歧視及平等機會，例如：所有業務單位的培訓及晉升機會、免職或退休政策均一視同仁，不會因為性別、種族、年齡、殘障、家庭狀況、婚姻狀況、性取向、宗教信仰、國籍或任何其他與工作無關的因素而有差別。平等機會政策對任何職場歧視、騷擾或傷害實施零容忍，符合相關政府法例、條例及法規（例如：《殘疾歧視條例》、《種族歧視條例》及《性別歧視條例》）之規定。

為了培養僱員的歸屬感，我們為僱員舉辦了一系列活動，包括聖誕節派對及年度晚宴。有關活動有助僱員舒緩壓力，並能彰顯本集團企業文化中團結共融的精神。

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The Group is not aware of any material non-compliance with the relevant laws and regulations that have a significant impact on the Group relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination and other benefits and welfare during the reporting period.

Health and Safety

The Group stressed on the importance of providing and maintaining a good working environment and safe working conditions. The safety and health policies are in line with various laws and regulations stipulated by the Government of Hong Kong, including the Occupational Safety and Health Ordinance.

The Group values the management and control of safety and health risks. It sets stringent safety practice standards to minimize the risk of accidents and enhances the employees' health and safety awareness. Relevant employees on the operation sites are required to be trained on emergency management, safe use of machines and attend occupational health and safety courses.

During the year, the Group has conducted several safety inspections. Besides, the Group has set up safety warning signs; and set up safety posters and slogans. The Group strives to maintain a clean, tidy, healthy and safe working environment for all employees.

本集團並不知悉於報告期內在僱員補償及解僱、招募及晉升、工時、休息時間、平等機會、多元性、反歧視及其他利益及福利方面發生任何重大不符合有關法例及規例的情況，以致對本集團造成重大影響。

健康與安全

本集團對提供及維持良好的工作環境及安全的工作情況尤為重視。本集團的安全及健康政策符合香港政府規定的各項法律及法規（包括《職業安全及健康條例》）之規定。

本集團重視安全及健康風險之管理與監控。本集團設定了嚴格的安全實務準則，致力把意外風險減至最低，以及提升僱員的健康及安全意識。營運場地的相關僱員須接受有關應急管理及安全使用機器的培訓，以及參與職業健康與安全課程。

於年內，本集團曾進行數次安全檢查。此外，本集團亦設置安全警示標誌及設置安全海報和標語。本集團致力為全體僱員提供一個清潔、整齊及安全的工作環境。

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The Group is not aware of any material non-compliance with the above-mentioned relevant laws and regulations that have a significant impact on the Group relating to providing a safe working environment and protecting employees from occupational hazards during the reporting period.

Development and Training

We offers different training and development opportunities to staff in order to strengthen skills and knowledge while improving operational efficiency and productivity.

For newly hired employees, the training provides comprehensive orientation for them to get a taste of corporate culture, business flows, health and safety issues, management systems and personal development. For experienced staff, the Group provides training to employees in various stages of work as required.

The Directors are regularly briefed on the latest development regarding the Listing Rules and other applicable statutory requirements to ensure compliance and upkeep of good corporate governance practices.

Labour Standards

The Group strictly abides to the Employment Ordinance of Hong Kong and other related labour laws and regulations in Hong Kong to prohibit any child and forced labour employment. In order to combat illegal employment on child and forced labour, prior to employment, the Administration and Human Resources Department and there relevant departments will specify that all employees should provide valid identity documents to ensure that they are lawfully employable.

本集團並不知悉於報告期內在提供安全工作環境及保護僱員免受職業危害方面發生任何重大不符合上述有關法例及規例的情況，以致對本集團造成重大影響。

發展與培訓

本集團為員工提供不同的培訓及發展機會，旨在增進員工技能與知識，以及改善營運效率及產能。

就新入職員工而言，有關培訓為彼等提供全面的入職培訓，讓彼等了解企業文化、業務流程、健康與安全問題、管理系統及個人發展。就資深員工而言，本集團亦會在不同工作階段為僱員提供所需培訓。

董事獲定期提供有關上市規則及其他適用法律規定的最新發展簡報，從而確保遵守及維持良好的企業管治常規。

勞工準則

本集團嚴格遵守香港《僱傭條例》以及香港任何有關禁止童工及強制勞工的其他相關勞動法律及法規。為打擊違法僱用童工及強制勞工，行政及人力資源部門及各有關部門在確認聘用前，會訂明所有僱員必須提供有效身份證明文件，確保彼等可予合法聘用。

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The Group is not aware of any material non-compliance with relevant laws and regulations that have a significant impact on the Group relating to preventing child or forced labour.

Supply Chain Management

The main raw materials used by the Group include paper, ink, chemical components and printing plate. Paper is the principal raw material of the Group. Purchase requisitions are placed with paper vendors based on sales forecasts and orders which are developed with the customers of the Group. The Group mainly purchases paper from paper manufacturers or trading companies in Hong Kong and China. The Group endeavours to work with Forest Stewardship Council™ certified paper suppliers to ensure that paper purchased and used in the production for its customers are in compliance with all standards of environmental care and social responsibility as required by customers. Moreover, suppliers are typically reviewed for their financial stability before they are accepted by the Group as a constant supplier.

We are committed to developing and maintaining effective and mutually beneficial working relationships with our supply chains. We perform annual assessment on our suppliers and if a supplier is found to be violating our Group's policy or contractual requirements, we will suspend using the supplier until the situation is improved.

Furthermore, environmental criteria are taken into account in the procurement of goods and services and the code of conduct is observed for our major suppliers.

本集團並不知悉在防止聘請童工或強制勞工方面發生任何重大不符合有關規則及規例的情況，以致對本集團造成重大影響。

供應鏈管理

本集團所用的主要原材料包括紙張、油墨、化學物質及印刷板，當中以紙張為首要原材料。我們根據銷售預測及本集團客戶下達的訂單，向紙張供應商要求採購紙張。本集團主要從香港及中國的造紙廠或貿易公司採購紙張。本集團致力與獲得森林管理委員會的認證的紙張供應商合作，以確保所購買及用於為客戶生產的紙張符合客戶要求的環保及社會責任標準。此外，本集團在接納供應商為固定供應商之前，通常會對他們進行財務穩健性調查。

我們力求與供應鏈建立及維持有效的雙贏合作關係。我們每年評核供應商的表現，如發現供應商違反本集團的政策或合約規定，我們會暫停聘用該供應商，直至情況有所改善為止。

此外，我們在採購貨品及服務時會將環境標準納入考慮之列，主要供應商亦符合行為操守。

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環境、社會及管治報告

Product Responsibility

We are committed to supplying quality apparel labels and packaging printing products to garment manufacturers and providing quality services that consistently meet its customers' expectations. Quality management system is used to ensure the product quality and we have received a number of certifications, including ISO 9001 and G7 Master Qualification.

Under the quality management system, quality assurance is performed to examine the product's quality against the acceptance quality level standard at every stage of the production process. Incoming raw materials, such as paper and ink are periodically tested against customers' technical specifications. Colours are matched against the customer's approved sample. Finished goods undergo a number of tests and visual inspections, before packaging and delivery to ensure the exact specifications of the customers are met.

We have also maintained a professional customer services team with high service standard to ensure responsiveness to clients' needs. By implementing the highest level of standard on quality management, we provide not only excellent products, but also safe and secured products to our customers.

For the management of personal data privacy, we are committed to protecting privacy and confidentiality of personal data of our employees, customers, business partners and other identifiable individuals. Our employees are instructed to handle customer information with due care. They may get information about the customer only when there is a good reason to do so. We collect and use customer information in a responsible and non-discriminatory manner by restricting the use of the customer information to the purposes consistent with those identified in our contracts.

產品責任

本集團致力於向成衣製造商供應優質服裝標籤及包裝印刷產品，服務質量一貫符合客戶所期望。我們設有質量管理系統，確保產品質素，並已取得ISO 9001及G7 認可企業認證水平等多項認證。

在質量管理系統下，我們對每個階段的生產程序進行質量保證，以檢驗產品的質量是否達到驗收的質量水平標準。至於紙張及油墨等接收的原材料，我們會定期因應客戶的技術規格進行測試，以及按客戶批准的貨辦比對顏色。完成製品在包裝及交付前會經過多項測試及目測檢驗，以確保完全符合客戶規格。

我們亦設有一支專業的客戶服務團隊，提供高水平的服務，確保回應客戶需要。我們通過首屈一指的質量管理，不僅提供質量上乘的產品，更為客戶提供安全可靠的產品。

至於管理個人資料私隱，我們致力保障僱員、客戶、業務夥伴及其他可識別人土的個人資料私隱，維持有關私隱保密。我們要求僱員審慎處理客戶資料，他們只有在具備充分理由的情況下才可獲得客戶的資料。我們以負責任及不偏不倚的態度採集及使用客戶的資料，並僅可按照合約訂明的目的使用客戶資料。

Environmental, Social and Governance Report

環境、社會及管治報告

The Group is not aware of any material non-compliance with the relevant laws and regulations that have a significant impact on the Group relating to health and safety, advertising, labelling and privacy matters relating to products and services provided and methods of redress during the reporting period.

Anti-corruption

The Group strictly adheres to the laws and regulations related to anti-corruption and bribery as set out by the government of Hong Kong, such as Hong Kong's Prevention of Bribery Ordinance in order to maintain a fair and efficient business environment. Besides, the Group has formulated and strictly enforced internal anti-corruption policies. All employees are expected to discharge their duties with integrity and self-discipline, and are required to abstain from engaging in any activities related to bribery, extortion, fraud and money laundering which affect their business decision or independent judgment in the course of business operation which are against the Group's interests. The management of the Group conducts investigation against any suspicious or illegal behaviour to protect the Group's interests. The Group advocates a confidentiality mechanism to protect whistleblowers from fear of threatens and any disadvantage to the informant's employment relationship. Where criminality is suspected after investigation, disciplinary actions will be taken, including termination of employment and the reporting of the matter to the relevant authorities.

The Group is not aware of any material non-compliance with the relevant laws and regulations that have a significant impact on the Group relating to bribery, extortion, fraud and money laundering during the reporting period.

本集團並不知悉於報告期內在所提供產品和服務的健康與安全、廣告、標籤及私隱事宜以及補救方法方面發生任何重大不符合有關法例及規例的情況，以致對本集團造成重大影響。

反貪污

為維護公平及高效的業務環境，本集團嚴格遵守香港政府頒佈的反貪污及反賄賂法律及法規，例如：香港《防止賄賂條例》。此外，本集團已制定並嚴格執行內部反貪污政策。本集團期望全體僱員會以誠實自律的態度履行職責，並應放棄參與任何涉及賄賂、敲詐、詐騙及洗黑錢，並會影響其在業務過程中作出業務決策或獨立判斷，且會危害本集團利益的活動。本集團管理層會針對任何可疑的或不法行為進行調查，以保障本集團利益。本集團提倡以保密機制保護告密者免受威脅及任何與告密者僱傭關係有關的不利影響。倘經調查後懷疑牽涉刑事罪行，本集團會採取紀律處分（包括終止僱用），並會向有關當局舉報有關事項。

本集團並不知悉於報告期內在賄賂、勒索、詐騙及清洗黑錢方面發生任何重大不符合有關法例及規例的情況，以致對本集團造成重大影響。

Environmental, Social and Governance Report

環境、社會及管治報告

Community Investment

We care about our community as our business cannot grow without good employees, resources and facilities from the community. We encourage our employees to participate in voluntary work for the benefit of the community. We donate to charitable bodies who we believe are best placed to provide care for those in need. We are committed to operating as a responsible corporate and continually supporting the economic and social vitality of local communities through charitable donations.

社區投資

我們關心社區，因為我們從社區獲得良好的員工、資源和設施，公司才可以擴展業務。我們鼓勵員工參與義務工作，為社會福祉出一分力。我們亦向慈善機構作出捐獻，因相信他們更合適照顧到有需要人士。我們不遺餘力擔當負責任的企業，藉著慈善捐獻，鼎力支持振興本地社區的經濟及社會活力。

HKEX ESG Content Index

香港交易所環境、社會及管治內容指引

KPIs 關鍵績效指標	ESG Reporting Guide Requirements 環境、社會及管治報告指引的規定	Section/Remarks 分節／註釋
A. Environmental A. 環境		
Aspect A1 層面 A1		
Emissions 排放物		
General Disclosure 一般披露	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer Relating to air and greenhouse gas emissions, discharges into water and land, and generation of hazardous and non-hazardous waste. 有關廢氣及溫室氣體排放、向水及土地的排污、有害及無害廢棄物的產生等的： (a) 政策；及 (b) 遵守對發行人有重大影響的相關法律及規例的資料。	Emissions 排放物
Aspect A2 層面 A2		
Use of Resources 資源使用		
General Disclosure 一般披露	Policies on efficient use of resources including energy, water and other raw materials. 有效使用資源(包括能源、水及其他原材料)的政策。	Use of Resources 資源使用
Aspect A3 層面 A3		
The Environment and Natural Resources 環境及天然資源		
General Disclosure 一般披露	Policies on minimizing the issuers' significant impact on the environment and natural resources. 減低發行人對環境及天然資源造成重大影響的政策。	The Environment and Natural Resources 環境及天然資源

Environmental, Social and Governance Report

環境、社會及管治報告

KPIs 關鍵績效指標	ESG Reporting Guide Requirements 環境、社會及管治報告指引的規定	Section/Remarks 分節／註釋
B. Social		
B. 社會		
Aspect B1 層面 B1	Employment 僱傭	
General Disclosure 一般披露	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer Relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination, and other benefits and welfare. 有關薪酬及解僱、招聘及晉升、工作時數、假期、平等機會、多元化、反歧視以及其他待遇及福利的： (a) 政策；及 (b) 遵守對發行人有重大影響的相關法律及規例的資料。	Employment 僱傭
Aspect B2 層面 B2	Health and Safety 健康與安全	
General Disclosure 一般披露	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer Relating to providing a safe working environment and protecting employees from occupational hazards. 有關提供安全工作環境及保障僱員避免職業性危害的： (a) 政策；及 (b) 遵守對發行人有重大影響的相關法律及規例的資料。	Health and Safety 健康與安全
Aspect B3 層面 B3	Development and Training 發展及培訓	
General Disclosure 一般披露	Policies on improving employees' knowledge and skills for discharging duties at work. Description of training activities. 有關提升僱員履行工作職責的知識及技能的政策。描述培訓活動。	Development and Training 發展及培訓

Environmental, Social and Governance Report

環境、社會及管治報告

KPIs 關鍵績效指標	ESG Reporting Guide Requirements 環境、社會及管治報告指引的規定	Section/Remarks 分節／註釋
Aspect B4 層面 B4	Labour Standards 勞工準則	
General Disclosure 一般披露	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer Relating to preventing child or forced labour. 有關防止童工或強制勞工的： (a) 政策；及 (b) 遵守對發行人有重大影響的相關法律及規例的資料。	Labour Standards 勞工準則
Aspect B5 層面 B5	Supply Chain Management 供應鏈管理	
General Disclosure 一般披露	Policies on managing environmental and social risks of the supply chain. 管理供應鏈的環境及社會風險政策。	Supply Chain Management 供應鏈管理
Aspect B6 層面 B6	Product Responsibility 產品責任	
General Disclosure 一般披露	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer Relating to health and safety, advertising, labelling and privacy matters relating to products and services provided and methods of redress. 有關所提供產品和服務的健康與安全、廣告、標籤及私隱事宜以及補救方法的： (a) 政策；及 (b) 遵守對發行人有重大影響的相關法律及規例的資料。	Product Responsibility 產品責任
Aspect B7 層面 B7	Anti-Corruption 反貪污	
General Disclosure 一般披露	Information on: (a) the policies; and (b) compliance with relevant laws and regulations that have a significant impact on the issuer Relating to bribery, extortion, fraud and money laundering. 有關防止賄賂、勒索、欺詐及洗黑錢的： (a) 政策；及 (b) 遵守對發行人有重大影響的相關法律及規例的資料。	Anti-corruption 反貪污

Environmental, Social and Governance Report

環境、社會及管治報告

KPIs 關鍵績效指標	ESG Reporting Guide Requirements 環境、社會及管治報告指引的規定	Section/Remarks 分節／註釋
Aspect B8 層面 B8	Community Investment 社區投資	
General Disclosure 一般披露	<p>Policies on community engagement to understand the needs of the communities where the issuer operates and to ensure its activities take into consideration the communities' interests.</p> <p>有關以社區參與來了解營運所在社區需要和確保其業務活動會考慮社區利益的政策。</p>	Community Investment 社區投資

The Board is pleased to present their annual report and the the audited financial statements of the Group for the year ended 30 June 2017.

PRINCIPAL ACTIVITIES

The Company is an investment holding company, the principal activities of its principal subsidiaries are set out in note 15 to the consolidated financial statements.

BUSINESS REVIEW

A review of the Group's business during the year, which includes a discussion of the uncertainties and opportunities facing by the Group, an analysis of the Group's performance using financial key performance indicators, particulars of important events affecting the Group during the year, an indication of likely future developments in the Group's business and discussion on the relationships with its stakeholders, can be found in the section headed "Chairman's Statement" and "Management Discussion and Analysis" on pages 4 to 11 of this annual report. The discussion forms part contained in this directors' report.

COMPLIANCE WITH THE RELEVANT LAWS AND REGULATIONS

The Group recognises the importance of compliance with rules and regulations and the impact of non-compliance with such rules and regulations on the business. The Group has been allocating system and staff resources to ensure ongoing compliance with rules and regulations and to maintain cordial working relationships with regulators effectively through effective communications. During the year ended 30 June 2017, the Group has complied, to the best of our knowledge, with all relevant rules and regulations that have a significant impact on the Company.

董事會欣然提呈其年度報告連同本集團截至二零一七年六月三十日止年度的經審核財務報表。

主要業務

本公司乃投資控股公司，其主要附屬公司的主要業務載於綜合財務報表附註15。

業務回顧

本集團於年內的業務回顧包括本集團面臨的不確定性及機遇、使用主要財務表現指標作出的分析、年內對本集團造成影響的主要事件詳情、本集團業務很有可能的未來發展及有關與持份者關係的討論，載於本年報第4至第11頁「主席報告」及「管理層討論及分析」各節。該討論作為本董事會報告內容的一部份。

遵守相關法律及法規

本集團明白遵守規則及法規的重要性，以及不遵守有關規則及法規對業務帶來的影響。本集團一直分配系統及員工資源以確保持續遵守規則及法規，並通過有效溝通有效地維持與監管機構的友好工作關係。於截至二零一七年六月三十日止年度，就我們所深知，本集團已遵守對本公司具有重大影響的所有相關規則及法規。

Directors' Report

董事會報告

USE OF PROCEEDS FROM THE COMPANY'S SHARE OFFER

The Company's shares have been listed on the Main Board of the Stock Exchange since 18 May 2016. The Net Proceeds from the Listing were approximately HK\$36,100,000. In accordance with the proposed applications set out in the section headed "Net Proceeds from the Share Offer" of the announcement of offer price and the Allotment Results, the Net Proceeds were applied by the Group from the Listing Date up to 30 June 2017 as follows:

本公司股份發售的所得款項用途

本公司股份自二零一六年五月十八日起在聯交所主板上市。自上市所收取之所得款項淨額約為36,100,000港元。根據發售價及配發結果公告「股份發售的所得款項淨額」一節所載擬定用途，本集團自上市日期起直至二零一七年六月三十日所得款項淨額用於下列用途：

Use of Net Proceeds 所得款項淨額用途		Planned use of proceeds as stated in the Allotment Results 配發結果所載所得 款項之計劃用途 HK\$ million 百萬港元	Actual use of proceeds from the date of listing up to 30 June 2017 自上市日期起 直至二零一七年 六月三十日所得款項 之實際用途 HK\$ million 百萬港元	Unused Amount 未動用金額 HK\$ million 百萬港元
Acquisition of one set of six-colour offset printing machine	購入一台六色柯式印刷機	15.6	10.0	5.6
Expansion of our sales and marketing team	擴大銷售和市場營銷團隊	4.2	1.0	3.2
Research and development of the know-how of the application of heat transfer technology	研發熱轉印技術應用的訣竅	8.8	–	8.8
Continuous upgrading of our ERP system	升級ERP系統	3.0	2.0	1.0
Expansion and/or upgrade of production facilities or development of potential projects through acquisition or cooperation.	透過收購擴大及／或升級生產設施或發展潛在項目	3.8	–	3.8
Working capital and general corporate purpose	為營運資金及一般公司用途	0.7	0.3	0.4
Total	總計	36.1	13.3	22.8

ENVIRONMENTAL POLICY AND PERFORMANCE

The environmental policies and performance of the Group for the year ended 30 June 2017 is set out in the section headed "Environmental, Social and Governance" on pages 44 to 60 of this annual report.

KEY RELATIONSHIPS WITH EMPLOYEES AND CUSTOMERS

The key relationships with the Group's employees and customers is discussed under section headed "Environmental, Social and Governance" on pages 44 to 60 of this annual report.

KEY RELATIONSHIPS WITH SUPPLIERS

The Group understands that the sustainable supply of quality products is indispensable for long-term business development. In view of this, the Group has adopted a supplier management policy to ensure quality and sustainability of product supply. The Group selects its suppliers prudently. The suppliers need to fulfill certain assessment criteria of the Group, including meeting the Group's standards for the quality of raw materials, reputation, environmental friendliness, production capacity, financial capability and experience. We view our suppliers as partners who make important contributions to the success of our business.

RESULTS AND APPROPRIATIONS

The results of the Group for the year are set out in the consolidated statement of profit or loss and other comprehensive income on page 85 of this annual report.

DISTRIBUTABLE RESERVES OF THE COMPANY

The Company has no reserves available for distribution as at 30 June 2017.

環境政策及表現

本集團截至二零一七年六月三十日止年度的環境政策及表現載於本年報第44至第60頁「環境、社會及管治」一節。

與僱員及客戶的主要關係

本集團與僱員及顧客的主要關係於本年報第44至第60頁「環境、社會及管治」一節下討論。

與供應商的主要關係

本集團了解到可持續地供應優質產品對長期業務發展必不可少。有鑑於此，本集團採納供應商管理政策，確保產品質素及可持續供應。本集團審慎地甄選供應商。供應商需要達致本集團的若干評估標準，包括滿足本集團有關原材料質素、聲譽、環境友好、生產力、財務能力及經驗的標準。我們視供應商為我們業務成功作出重大貢獻的夥伴。

業績及撥款

本集團於本年度的業績載於本年報第85頁的綜合損益及其他全面收益表。

本公司之可供分派儲備

於二零一七年六月三十日，本公司並無可供分派儲備。

Directors' Report

董事會報告

DIVIDEND

The Board did not recommend the payment of a final dividend for the year ended 30 June 2017.

PROPERTY, PLANT AND EQUIPMENT

Details of movements of the property, plant and equipment of the Group during the year are set out in note 14 to the consolidated financial statements.

RESERVES

Details of movements in the reserves of the Group and of the Company during the year are set out in the consolidated statement of changes in equity on page 87 and set out in note 22 to the consolidated financial statements respectively.

DONATIONS

During the year ended 30 June 2017, charitable and other donations made by the Group amounted to HK\$10,000 (2016: HK\$1,000,000).

ANNUAL GENERAL MEETING

The 2017 AGM will be held on Friday, 1 December 2017.

CLOSURE OF REGISTER OF MEMBERS

For the purpose of determining the identity of the shareholders entitled to attend and vote at the 2017 AGM, the register of members will be closed from Tuesday, 28 November 2017 to Friday, 1 December 2017, both days inclusive, during which period no transfer of shares will be registered. All transfers of shares accompanied by the relevant certificates must be lodged with the Company's transfer office and share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:30 p.m. on Monday, 27 November 2017.

股息

董事會並無建議派付截至二零一七年六月三十日止年度的末期股息。

物業、廠房及設備

有關本年度本集團的物業、廠房及設備變動之詳情載於綜合財務報表附註14。

儲備

有關本年度本集團及本公司的儲備變動之詳情分別載於第87頁的綜合權益變動表及綜合財務報表附註22。

捐贈

截至二零一七年六月三十日止年度，本集團作出慈善及其他捐贈10,000港元(二零一六年：1,000,000港元)。

股東週年大會

二零一七年股東週年大會將於二零一七年十二月一日(星期五)舉行。

暫停辦理股份過戶登記手續

為釐定有權出席本公司二零一七年股東週年大會及於會上投票的股東身份，於二零一七年十一月二十八日(星期二)至二零一七年十二月一日(星期五)(包括首尾兩日)將暫停辦理股份過戶登記，期間將不會進行任何股份過戶登記手續。所有股份過戶文件連同有關股票須於二零一七年十一月二十七日(星期一)下午四時三十分前送抵本公司的香港股份登記及過戶處香港中央證券登記有限公司，地址為香港灣仔皇后大道東183號合和中心17樓1712-1716號舖，以作登記。

SHARE CAPITAL

Details of movements in the Company's share capital for the year ended 30 June 2017 are set out in note 21(a) to the consolidated financial statements.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

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

PERMITTED INDEMNITY PROVISION

The Company has arranged for appropriate insurance cover for Directors' and officers' liabilities in respect of legal actions against its Directors and senior management arising from corporate activities. The permitted indemnity provision is in force for the benefit of the Directors as required by section 470 of the Companies Ordinance (Chapter 622 of the laws of Hong Kong) (the "Hong Kong Companies Ordinance") when the Report of the Board of the Directors prepared by the Directors is approved in accordance with section 391(1)(a) of the Hong Kong Companies Ordinance.

FIVE-YEAR FINANCIAL SUMMARY

A summary of the results, assets and liabilities of the Group for the last five financial years is set out on page 140.

股本

本公司截至二零一七年六月三十日止年度的股本變動詳情載於綜合財務報表附註21(a)。

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概無於報告期間購買、贖回或出售本公司的上市證券。

獲准許彌償條文

本公司已就公司活動所引致其董事及高級管理層人員面臨之法律行動，為董事及高級人員之責任安排適當之保險。基於董事利益的獲准許彌償條文根據香港法例第622章公司條例（「香港公司條例」）第470條的規定於董事編製之董事會報告根據香港公司條例第391(1)(a)條獲通過時有效。

五年財務概要

本集團於過往五個財政年度的業績、資產及負債概要載於第140頁。

Directors' Report

董事會報告

DIRECTORS

The Directors of the Company during the year and up to the date of this report were as follows:

Executive Directors:

Mr Fung Man Wai Samson
Mr Fung Man Kam
Mr Fung Kar Chue Alexander

Independent Non-executive Directors:

Dr Loke Yu
Ms Fung Po Yee
Ms Sung Ting Yee

In accordance with, amongst others, Articles 83(3) and 84(1) of the Articles, Ms Fung Po Yee and Ms Sung Ting Yee will retire and, being eligible, offer themselves for re-election at the forthcoming 2017 AGM.

INDEPENDENCE CONFIRMATION

The Company has received from each of the INEDs a confirmation of independence pursuant to Rule 3.13 of the Listing Rules. The Company considers all of the INEDs are independent.

EMOLUMENT POLICY

The remuneration policy in respect of the employees of the Group is formulated on the basis of merit, qualifications and competence.

Emoluments of the Directors are decided, based on factors such as their duties, responsibilities and contribution to the Company, the prevailing market conditions, time commitment and the desirability of performance-based remuneration.

The remuneration of the Directors and the details of the five highest-paid individuals of the Company are set out in notes 9 and 10 to the consolidated financial statements.

董事

本公司於本年度及直至本報告日的董事如下：

執行董事：

馮文偉先生
馮文錦先生
馮家柱先生

獨立非執行董事：

陸海林博士
馮寶儀女士
宋婷兒女士

根據(其中包括)細則第83(3)及84(1)條，馮寶儀女士及宋婷兒女士將於即將舉行的二零一七年股東週年大會上退任及合資格膺選連任。

獨立確認書

本公司已收到各獨立非執行董事根據上市規則第3.13條發出的獨立確認書。本公司認為，全體獨立非執行董事均為獨立人士。

薪酬政策

本集團僱員的薪酬政策根據其功績、資格及勝任能力制定。

董事酬金乃基於其職責、責任及對本公司的貢獻、現行市況、付出的時間及按表現釐定薪酬的適宜性等因素而釐定。

董事薪酬及本公司五名最高薪酬人士之詳情載於綜合財務報表附註9及10。

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

As at 30 June 2017, the interests or short positions of the Directors in the shares, underlying shares and debentures of the Company, its holding company, any of its subsidiaries and other associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong) ("SFO")) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code, are set out below:

(i) The Company

董事及行政總裁於股份、相關股份及債權證的權益

於二零一七年六月三十日，董事於本公司、其控股公司或其任何附屬公司及其他相聯法團（定義見香港法例第571章證券及期貨條例（「證券及期貨條例」）第XV部）的股份、相關股份及債權證中擁有根據證券及期貨條例第XV部第7及8分部須向本公司及聯交所披露的權益或淡倉（包括根據證券及期貨條例的該等條文被當作或視為擁有的權益或淡倉），或根據證券及期貨條例第352部須存置於當中所述的登記冊的權益或淡倉，或根據標準守則規定的權益或淡倉載於下文：

(i) 本公司

Name of Director 董事姓名	Nature of interest 權益性質	Long position/ short position 好倉／淡倉	Number of ordinary shares/underlying shares held 所持普通股／相關 股份的數目	Approximate percentage of shareholding in the Company 佔本公司股權的 概約百分比
Mr Samson Fung 馮文偉先生	Interest of controlled corporation (Note 1) 於受控制公司的權益(附註1)	Long position 好倉	138,000,000	75%
Mr David Fung 馮文錦先生	Interest of controlled corporation (Note 1) 於受控制公司的權益(附註1)	Long position 好倉	138,000,000	75%

Note 1: Mr Samson Fung and Mr David Fung are the beneficial owners of 62% and 38%, respectively, of the issued share capital of HSSP Limited ("HSSP") and are deemed to be interested in the shares in the Company held by HSSP by virtue of Mr Samson Fung and Mr David Fung being entitled to exercise or control the exercise of one-third or more of the voting power at general meetings of HSSP.

附註1：馮文偉先生及馮文錦先生分別為HSSP Limited（「HSSP」）已發行股本62%及38%的實益擁有人及彼等有權行使或控制行使HSSP股東大會表決權三分之一或以上，其被視為擁有HSSP持有的本公司股份權益。

Directors' Report

董事會報告

(ii) Associated corporation

(ii) 相聯法團

Name of Director 董事姓名	Nature of associated corporation 相聯法團性質	Capacity/nature 身份/性質	Number of shares held/ interested 所持/擁有權益的 股份數目	Percentage of shareholding in 所佔股權百分比
Mr Samson Fung (Note 1) 馮文偉先生(附註1)	HSSP HSSP	Beneficial interest 實益權益	62	62%
Mr David Fung (Note 1) 馮文錦先生(附註1)	HSSP HSSP	Beneficial interest 實益權益	38	38%

Note 1: Mr Samson Fung and Mr David Fung are the beneficial owners of 62% and 38%, respectively, of the issued share capital of HSSP and are deemed to be interested in the shares in the Company held by HSSP by virtue of Mr Samson Fung and Mr David Fung being entitled to exercise or control the exercise of one-third or more of the voting power at general meetings of HSSP.

附註1：馮文偉先生及馮文錦先生分別為HSSP已發行股本62%及38%的實益擁有人及彼等有權行使或控制行使HSSP股東大會表決權三分之一或以上，其被視為擁有HSSP持有的本公司股份權益。

Save as disclosed above, none of the Directors of the Company and/or any of their spouses or children under eighteen years of age had any interests or short positions in any shares, underlying shares and debentures of the Company, or its holding company, any of its subsidiaries and other associated corporations as at 30 June 2017 as recorded in the register required to be kept under section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

除上文所披露外，於二零一七年六月三十日，本公司董事及／或他們的配偶或18歲以下子女於本公司、其控股公司或其任何附屬公司及其他相聯法團的任何股份、相關股份及債權證中概無擁有根據證券及期貨條例第352條須存置的登記冊所記錄或根據標準守則另行知會本公司及聯交所的任何權益或淡倉。

EQUITY-LINKED AGREEMENTS

Save as disclosed in the section headed "Share Option Scheme", no equity-linked agreements were entered into during the year or subsisted at the end of the year ended 30 June 2017.

股權掛鈎協議

除「購股權計劃」一節所披露者外，年內並無訂立或截至二零一七年六月三十日止年度末並不存在任何股權掛鈎協議。

Share Option Scheme

The Company adopted the Share Option Scheme pursuant to the written resolutions of the shareholders passed on 26 April 2016. Pursuant to the Share Option Scheme, the Board may, at its discretion, offer to grant an option to subscribe new shares in aggregate not exceeding 30% of the shares in issue from time to time.

購股權計劃

本公司根據於二零一六年四月二十六日通過的股東書面決議案採納一份購股權計劃。根據購股權計劃，董事會可按其酌情提呈授出一份購股權以認購合計不超過不時已發行的股份30%的新股份。

The principal terms of the Share Option Scheme are summarised as follows:

(1) Purpose of the Share Option Scheme

The purpose of the Share Option Scheme is to provide an incentive for the participants (defined below) to work with commitment towards enhancing the value of the Company and the shares in the Company for the benefit of our shareholders and to attract and retain persons whose contribution is or may be beneficial to the growth and development of the Group.

(2) Participants of the Share Option Scheme and the basis of determining the eligibility of the Participants

The Board may at its discretion grant options to (i) any executive Director, or employees (whether full time or part time) of the Company, any member of the Group or any entity in which any member of the Group holds an equity interest ("Invested Entity"); (ii) any non-executive Directors (including INEDs) of the Company, any member of the Group or any Invested Entity; (iii) any supplier of goods or services of the Company, any member of the Group or any Invested Entity; (iv) any customer of the Company, any member of the Group or any Invested Entity; and (v) any such persons (including but not limited to consultants, advisers, contractors, business partners or service providers of the Company or any member of the Group or any Invested Entity) who in the absolute discretion of the Board has contributed or will contribute to the Group (individually, the "Participant", or collectively, the "Participants").

購股權計劃的主要條款概述如下：

(1) 購股權計劃之目的

購股權計劃旨在鼓勵合資格參與者(定義見下文)對提升本公司及本公司股份的價值而為股東帶來利益作出努力，並藉以吸引及挽留可為本集團增長及發展作出貢獻或有利的人士。

(2) 購股權計劃的參與者及釐定參與者是否合資格的基準

董事會可酌情向以下人士授出購股權：(i)本公司、本集團任何成員公司或本集團任何成員公司持有任何股權的任何實體(「被投資實體」)的任何執行董事或僱員(不論是全職或兼職)；(ii)本公司、本集團任何成員公司或任何被投資實體的任何非執行董事(包括獨立非執行董事)；(iii)本公司、本集團任何成員公司或任何被投資實體的任何貨品或服務供應商；(iv)本公司、本集團任何成員公司或任何被投資實體的任何客戶；及(v)董事會全權認為對或將對本集團作出貢獻的任何人士(包括但不限於本公司、本集團任何成員公司或任何被投資實體的專家顧問、顧問、承包商、業務夥伴或服務供應商)(個別及統稱「參與者」)。

Directors' Report

董事會報告

(3) Total number of shares available for issue under the Share Option Scheme

The limit on the total number of shares of the Company which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other scheme(s) of any member of the Group must not exceed 10% of the nominal amount of all the issued share capital of the Company as at the Listing Date (which shall be 18,400,000 shares) unless approval of the shareholders of the Company has been obtained, and which must not in aggregate exceed 30% of the shares in issue from time to time.

As at the date of this report, the total number of shares available for issue under the Share Option Scheme is 18,400,000 shares, which represents 10% of the issued shares as at the date of this report.

(4) Maximum entitlement of each Participant

The total number of shares issued and which may be issued upon exercise of all options (whether exercised, cancelled or outstanding) granted to any Participant in any 12-month period up to the date of grant shall not exceed 1% of the issued shares as at the date of grant.

(3) 購股權計劃項下可供發行股份總數

除非已取得本公司股東的批准，對因所授出的所有未行使購股權獲行使及根據購股權該計劃及本集團任何成員公司的任何其他計劃尚未獲行使而可能發行的本公司股份總數不得超過於上市日期本公司全部已發行股本面值10%（應為18,400,000股股份）及合計不得超過不時已發行股份30%的限制。

於本報告日期，可根據購股權計劃發行的股份總數為18,400,000股，佔於本報告日已發行股份的10%。

(4) 各參與者可享有之最高股份數目

已發行及因直至授出日期的任何12個月期間授予任何參與者的所有購股權（不論獲行使、註銷或未獲行使）及獲行使而可能發行的股份總數不得超過授出日期已發行股份的1%。

(5) Basis for determining the subscription price

The subscription price for the shares under the options to be granted under the Share Option Scheme will be a price determined by the Board at the time of grant of the options, and will be not less than the highest of (i) the closing price of the shares as stated in the Stock Exchange's daily quotation sheets on the date of grant which must be a business day; (ii) the average closing price of the shares as stated in the Stock Exchange's daily quotation sheets for the five business days immediately preceding the date of grant; and (iii) the nominal value of a share.

(6) Time of exercise of options

An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period to be notified by the Board to each Participant who accepts the grant of any options, which must not be more than 10 years from the date of the grant (subject to acceptance) of the option.

(7) Payment on acceptance of option

HK\$1.00 is payable by the Participant who accepts the grant of an option in accordance with the terms of the Share Option Scheme on acceptance of the grant of an option.

(8) Remaining life of the Share Option Scheme

The Share Option Scheme shall be valid and effective for a period of ten years commencing on the Listing Date, i.e. 18 May 2016.

Other details of the Share Option Scheme are set out in the Prospectus dated 30 April 2016.

No share option under the Share Option Scheme has been granted by the Company since its adoption and up to the date of this annual report.

(5) 釐定認購價之基準

根據購股權計劃予以授出的購股權項下的股份認購價將由董事會於授出購股權時釐定，且將不會低於下列者的最高者 (i) 於授出日期 (必須為營業日) 聯交所每日報價表所述的股份收市價；(ii) 緊接授出日期前的五個營業日聯交所每日報價表所述的股份平均收市價；及 (iii) 股份面值。

(6) 購股權之行使時間

購股權可於董事會知會接納授出任何購股權的各參與者的期間內隨時根據購股權計劃的條款獲行使，而有關期間不得超過自該購股權授出 (可予接納) 當日起的 10 年。

(7) 接納購股權的付款

根據該計劃接納授出購股權時由參與者支付 1.00 港元。

(8) 購股權計劃的餘下年期

購股權計劃於上市日期 (即二零一六年五月十八日) 起計的十年期限內有效及生效。

購股權計劃的其他詳情載於二零一六年四月三十日的招股章程。

本公司購股權計劃下的購股權自其獲採納起及直至本年報日期概無授出。

Directors' Report

董事會報告

SUBSTANTIAL SHAREHOLDERS AND OTHER PERSONS' INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 June 2017, so far as is known to the Directors, the following persons (other than the Directors of the Company) had interests or short positions in the shares and underlying shares of the Company which were required to be notified to the Company under Divisions 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.

主要股東及其他人士於股份及相關股份的權益

於二零一七年六月三十日，就董事所知，下列人士（本公司董事除外）於本公司股份及相關股份中擁有須根據證券及期貨條例第XV部第2及3分部知會本公司或根據證券及期貨條例第336條須存置於登記冊所記錄的權益或淡倉。

Name 名稱	Nature of interest 權益性質	Long position/ short position 好倉／淡倉	Number of ordinary shares/ underlying shares held 所持普通股數目／ 相關股份數目	Approximate percentage of shareholding in the Company 佔本公司股權的 概約百分比
HSSP ¹ (Note) HSSP ¹ (附註)	Beneficial interest 實益權益	Long position 好倉	138,000,000	75%

Note: It is directly wholly-owned by Mr Samson Fung and Mr David Fung. They are controlling shareholders holding 138,000,000 shares of the Company.

附註：該公司由馮文偉先生及馮文錦先生直接全資擁有，彼等為持有本公司138,000,000股股份的控股股東。

¹ HSSP, a company incorporated in the British Virgin Islands with limited liability on 8 October 2015.

¹ HSSP，於二零一五年十月八日在英屬處女群島註冊成立的有限公司。

Save as disclosed above, the Directors are not aware of any other persons who have interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 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.

除上文所披露外，董事並不知悉任何其他人士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分部條文須向本公司披露或根據證券及期貨條例第336條須存置於登記冊所記錄的權益或淡倉。

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Other than the section headed "Share Option Scheme" disclosed above, the Company, its holding company or any of its subsidiaries or fellow subsidiaries was at no time during the year a party to any arrangements which would enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate. Save as disclosed in this annual report, none of the Directors or any of their spouses or children under the age of 18 was granted any right to subscribe for the shares or debentures of the Company or any other body corporate, or had exercised any such right during the year.

DIRECTORS' SERVICE CONTRACTS

Each of the executive Directors has entered into a service agreement dated 8 October 2015 with the Company for an initial fixed term of three years commencing from 8 October 2015. Each of the executive Directors may receive a discretionary bonus, the amount of which will be determined by reference to the comments of the Remuneration Committee of the Company.

Each of the independent non-executive Directors have signed a letter of appointment dated 26 April 2016 with the Company for an initial fixed term of two years commencing from the Listing Date.

None of the Directors who are proposed for re-election at the forthcoming annual general meeting has a service contract with the Company which is not determinable within one year without payment of compensation, other than statutory compensation.

董事收購股份或債權證的權利

除上文「購股權計劃」一節所披露者外，本公司、其控股公司、其任何附屬公司或同系附屬公司概無於年內任何時間訂立任何安排，使董事得以透過收購本公司或任何其他法人團體的股份或債權證獲利。除本年報所披露者外，董事或任何其他法人團體的配偶或18歲以下的子女概無於年內獲授任何權利以認購本公司或其附屬公司股份或債權證或已行使任何該等權利。

董事的服務合約

各執行董事已於二零一五年十月八日與本公司訂立服務協議，初始固定期限為自二零一五年十月八日起計的三年。各執行董事可收取酌情花紅，其金額將經參考本公司薪酬委員會的意見而釐定。

各獨立非執行董事已於二零一六年四月二十六日與本公司簽署委任函，初始固定期限為自上市日期起計的兩年。

於即將舉行的股東週年大會上擬重選連任的董事概無與本公司訂立若無支付賠償（法定賠償除外），則不可於一年內終止的服務合約。

Directors' Report

董事會報告

DIRECTORS' INTERESTS IN TRANSACTIONS, ARRANGEMENTS OR CONTRACTS

Saved as disclosed in notes 9 and 24(i) to the consolidated financial statements, no transactions, arrangements or contracts of significance to which the Company, its holding company or any of its subsidiaries or fellow subsidiaries was a party and in which a director of the Company had a material interest, either directly or indirectly, subsisted at the end of the year or at any time during the year.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as the code of conduct regarding securities transactions by the Directors. Having made specific enquiries of all Directors, the Company confirmed that all Directors have complied with the required standard set out in the Model Code.

CONTINUING CONNECTED TRANSACTIONS

The Group has entered into a number of transactions with parties who, upon the listing of the Company's shares on the Stock Exchange, became connected persons of the Company under the Listing Rules. Details of such transactions are set out below.

Connected Persons

(1) Karwin Corporation Limited ("Karwin")

Karwin is principally engaged in the business of property investment and is wholly-owned by Mr Samson Fung.

(2) Super Champion Limited ("Super Champion")

Super Champion is principally engaged in the business of property investment and is wholly-owned by Mr David Fung.

董事於交易、安排或合約的權益

除綜合財務報表附註9及24(i)所披露外，於年終或年內任何時間本公司、其控股公司或其任何附屬公司或同系附屬公司概無進行涉及業務的重要交易、安排或簽訂相關合約，而本公司董事及其相關人士於該等交易、安排或合約中直接或間接擁有重大權益。

董事進行證券交易的標準守則

本公司已採納標準守則作為有關董事進行證券交易的操守守則。經向全體董事作出特定查詢後，本公司確認全體董事均遵守標準守則載列的準則規定。

持續關連交易

本集團已與於本公司股份於聯交所上市時成為本公司於上市規則項下的關連人士的有關方訂立若干交易。該等交易的詳情載於下文。

關連人士

(1) 嘉韻有限公司(「嘉韻」)

嘉韻主要從事物業投資業務及由馮文偉先生全資擁有。

(2) 偉冠有限公司(「偉冠」)

偉冠主要從事物業投資業務及由馮文錦先生全資擁有。

Fully exempt continuing connected transactions

The following connected transactions constitute fully exempt continuing connected transactions for the Company under Chapter 14A of the Listing Rules.

TENANCY AGREEMENTS

Background

(a) Tenancy agreement relating to Karwin

On 15 March 2017, Hang Sang (Siu Po) entered into a tenancy agreement with Karwin for the leasing of the property at House 24 (comprising the ground, first and second floors and the terrace thereof, parking area, yard, garden area and slope), The Riviera, 10 Pik Sha Road, Silverstrand, Sai Kung, New Territories, Hong Kong with a saleable area of approximately 2,208.8 sq.ft. to the Group for a monthly rental of HK\$70,000 (inclusive of rates and service charges but exclusive of all water, gas and electricity charges and other outgoings) commencing from 1 April 2017 to 31 March 2019. The leased property is used as a director's quarter of the Group. The aggregate rental payments payable to Karwin for the years ended 30 June 2016 and 2017 are approximately HK\$840,000 and HK\$840,000 respectively.

全面豁免持續關連交易

下列關連交易構成本公司於上市規則第14A章項下的全面豁免持續關連交易。

租賃協議

背景

(a) 有關嘉韻的租賃協議

於二零一七年三月十五日，恆生(兆保)與嘉韻訂立租賃協議，向本集團出租香港新界西貢銀線灣碧沙路10號滿湖花園第24號屋的一個物業(包括地下、一樓及二樓及露台、泊車位、庭院、花園及斜坡)，實用面積約2,208.8平方呎，每月租金為70,000港元(包括差餉及服務收費但不包括水費、煤氣費、電費及其他支出)，有效期由二零一七年四月一日起至二零一九年三月三十一日止。租賃物業作本集團董事宿舍之用途。截至二零一六年及二零一七年六月三十日止年度應向嘉韻支付的租金總額分別約為840,000港元及840,000港元。

Directors' Report

董事會報告

(b) Tenancy agreement relating to Super Champion

On 10 December 2016, Hang Sang (Siu Po) entered into a tenancy agreement with Super Champion for the leasing of the property at Flat A, Ground Floor, Content Lodge (duplex apartment A on G/F and 1/F and the garden adjoining to the apartment), 140 Waterloo Road, Kowloon Tong, Kowloon, Hong Kong with a saleable area of approximately 2,869.7 sq.ft. to the Group for a monthly rental of HK\$70,000 (inclusive of rates and service charges but exclusive of all water, gas and electricity charges and other outgoings) commencing from 1 January 2017 to 31 December 2018. The leased property is used as a director's quarter of the Group. The aggregate rental payments payable to Super Champion for the years ended 30 June 2016 and 2017 are approximately HK\$840,000 and HK\$840,000 respectively.

TAX RELIEF AND EXEMPTION

The Directors are not aware of any tax relief and exemption available to shareholders by reason of their holding of the Company's securities.

MAJOR CUSTOMERS AND SUPPLIERS

During the year, the percentage of sales attributable to the largest customer and the five largest customers of the Group is 5.5% and 16.9% respectively.

During the year, the largest supplier and the five largest suppliers of the Group accounted for approximately 16.7% and 50.2% of the total purchases of the Group respectively.

None of the Directors, their associates or any substantial shareholder (which to the knowledge of the Directors owns 5% or more of the number of issued shares of the Company) had an interest in the major suppliers or customers set out above.

(b) 有關偉冠的租賃協議

於二零一六年十二月十日，恆生(兆保)與偉冠訂立租賃協議，向本集團出租香港九龍九龍塘窩打老道140號康定舍地下A室的一個物業(包括地下及一樓的複式單位A，以及單位鄰近的花園)，實用面積約2,869.7平方呎，每月租金為70,000港元(包括差餉及服務收費但不包括水費、煤氣費、電費及其他支出)，有效期由二零一七年一月一日起至二零一八年十二月三十一日止。租賃物業作本集團董事宿舍之用途。截至二零一六年及二零一七年六月三十日止年度應向偉冠支付的租金總額分別約為840,000港元及840,000港元。

稅項減免

董事並無知悉因股東持有本公司證券而可獲得任何稅項減免。

主要客戶及供應商

於本年度，本集團最大客戶及五大客戶應佔的銷售百分比分別為5.5%及16.9%。

於本年度，本集團最大供應商及五大供應商分別佔本集團採購總額約16.7%及50.2%。

概無董事、其聯繫人或任何主要股東(就董事所知擁有本公司已發行股本的5%或以上的股東)於上述主要供應商或客戶中擁有權益。

SUBSIDIARIES

Details of the subsidiaries of the Company are set out in note 15 to the consolidated financial statements.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and to the knowledge of the Directors, the Directors confirm that the Company has maintained sufficient public float as required under the Listing Rules during the year and up to the date of this report.

COMPETITION AND CONFLICT OF INTERESTS

During the year, save as disclosed in this annual report, none of the Directors or substantial shareholders of the Company or any of their respective associates has engaged in any business that competes or may compete with the business of the Group.

CORPORATE GOVERNANCE

A report on the corporate governance practices adopted by the Company is set out on pages 19 to 43 of this annual report.

AUDITOR

At the conclusion of the 2017 AGM, Grant Thornton Hong Kong Limited shall retire as auditor of the Company and a resolution will be submitted in the 2017 AGM to re-appoint Grant Thornton Hong Kong Limited as the auditor of the Company.

On behalf of the Board

Fung Man Wai Samson
Chairman, Chief Executive Officer and Executive Director
Hong Kong, 22 September 2017

附屬公司

本公司之附屬公司的詳情載於綜合財務報表附註15。

足夠之公眾持股量

基於本公司可公開獲得的資料及據董事所知，董事確認，本公司於年內直至本報告日期一直維持上市規則規定的足夠公眾持股量。

權益競爭及衝突

於本年度，除本年報所披露外，概無本公司董事或主要股東或任何其各自的聯繫人已從事與本集團業務競爭或可能競爭的任何業務。

企業管治

本公司採納的企業管治常規報告載於本年報的第19至43頁。

核數師

於二零一七年股東週年大會結束時，致同(香港)會計師事務所有限公司將退任本公司核數師及本公司將於二零一七年股東週年大會上提呈一項決議案以續聘致同(香港)會計師事務所有限公司為本公司的核數師。

代表董事會

主席、行政總裁及執行董事
馮文偉
香港，二零一七年九月二十二日

Independent Auditor's Report

獨立核數師報告



Grant Thornton

致同

To the members of Hang Sang (Siu Po) International Holding Company Limited

(incorporated in the Cayman Islands with limited liability)

致 Hang Sang (Siu Po) International Holding Company Limited 全體股東

(於開曼群島註冊成立的有限公司)

OPINION

We have audited the consolidated financial statements of Hang Sang (Siu Po) International Holding Company Limited (the "Company") and its subsidiaries (the "Group") set out on pages 85 to 139, which comprise the consolidated statement of financial position as at 30 June 2017, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 2017 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

BASIS FOR OPINION

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

意見

我們已審核列載於第85至139頁 Hang Sang (Siu Po) International Holding Company Limited (「貴公司」)及其附屬公司(「貴集團」)的綜合財務報表，此綜合財務報表包括於二零一七年六月三十日的綜合財務狀況表，及截至該日止年度的綜合損益及其他全面收益表、綜合權益變動表及綜合現金流量表，以及綜合財務報表附註，包括主要會計政策概要。

我們認為，該等綜合財務報表已根據由香港會計師公會(「香港會計師公會」)頒佈之香港財務報告準則(「香港財務報告準則」)真實而公平地反映 貴集團於二零一七年六月三十日的綜合財務狀況及其截至該日止年度的綜合財務表現及綜合現金流量，並已遵照香港公司條例的披露規定妥為編製。

意見的基礎

我們已根據香港會計師公會頒佈之香港審計準則(「香港審計準則」)進行審核。我們根據該等準則承擔之責任於本報告「核數師就審計綜合財務報表承擔的責任」一節中進一步闡述。根據香港會計師公會之《專業會計師道德守則》(「守則」)，我們獨立於 貴集團，並已根據守則履行其他道德責任。我們相信，我們所獲得之審核憑證能充分及適當地為我們之意見提供基礎。

Independent Auditor's Report

獨立核數師報告

KEY AUDIT MATTERS

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

Revenue recognition 收益確認

The Key audit matter 關鍵審計事項

Please refer to note 6 to the consolidated financial statements and the accounting policies as set out on note 3.3.

請參閱綜合財務報表附註6及載列於附註3.3之會計政策。

Revenue from customers principally comprises revenue from the sales of apparel labels and packaging printing products.

源於客戶的收益主要為服裝標籤及包裝印刷產品的銷售收益。

Sales of apparel labels and packaging printing products are recognised upon the transfer of the significant risks and rewards of ownership to customers, which generally coincides with the time when the goods are delivered to the customers and title has been passed.

服裝標籤及包裝印刷產品的銷售所得收入乃於轉讓擁有權之重大風險及回報予客戶時確認。所有權轉讓通常與貨品交付予客戶及所有權轉讓之時間一致。

We identified the recognition of revenue as a key audit matter because revenue is one of the key performance indicators of the Group and it is a significant audit risk area.

我們將 貴集團收入確認識別為關鍵審計事項，由於收入是 貴集團的關鍵績效指標之一及重大審計風險範疇。

關鍵審計事項

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

How the matter was addressed in our audit 在審計中如何應對該事項

Our audit procedures to assess the revenue recognition included the following:

與評估收入確認相關的審計程序中包括以下程序：

- reviewing sales orders from customers, on a sample basis, to understand the terms of the sales transactions to assess if the Group's revenue recognition criteria were in accordance with the requirements of the prevailing accounting standards;
- 以抽樣方式審閱來自客戶之銷售訂單，以了解銷售交易之條款，從而評估 貴集團的收入確認標準是否符合現行會計準則之規定；
- assessing, on a sample basis, whether specific revenue transactions around the financial year end had been recognised in the appropriate period by comparing the transactions selected with relevant underlying documentation, including goods delivery notes and the terms of sale as set out in the sales invoices;
- 以抽樣方式透過比較所選交易與相關文件，包括發貨單及銷售票據所載的銷售條款，評估於財政年度末的特定收入交易是否已於適當期間確認；
- reviewing if there are any significant adjustments to revenue during the year, understanding the reasons for such adjustments and comparing the details of the adjustments with relevant underlying documentation.
- 審閱年內收入有否進行重大調整、了解調整之原因及將調整細節與相關文件進行對比。

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獨立核數師報告

KEY AUDIT MATTERS (CONTINUED)

關鍵審計事項(續)

Impairment of trade receivables

貿易應收款項減值

The Key audit matter

關鍵審計事項

Please refer to note 17 to the consolidated financial statements and the accounting policies as set out on note 3.8.

請參閱綜合財務報表附註17及載列於附註3.8之會計政策。

As at 30 June 2017, the Group had trade receivables of HK\$10,257,000, net of allowance for doubtful debts of HK\$941,000. The impairment of trade receivables is made based on assessment of the recoverability of receivables due from customers. When determining whether a trade receivable is collectable, significant management judgement is involved. Management considered various factors which included the ageing analysis of the balances, locations of customers, existence of disputes, recent historical payment patterns and any other available information concerning the creditworthiness of customers.

於二零一七年六月三十日，貴集團的貿易應收款項為10,257,000港元(扣除呆賬撥備941,000港元)。貿易應收款項減值乃根據應收客戶款項的可收回性評估結果釐定。在釐定貿易應收款項是否可收回時，涉及重要管理層判斷。管理層已考慮各種因素，包括結餘的賬齡分析、客戶位置、存在爭議、近期的付款模式以及有關客戶信譽的任何其他可用資料。

How the matter was addressed in our audit

在審計中如何應對該事項

Our audit procedures to assess the recoverability of trade receivables included the following:

與評估收回應收款項的能力相關的審計程序中包括以下程序：

- checking the correctness of the ageing analysis by customer on a sample basis;
- 以抽樣方式檢查按客戶分類的賬齡分析之準確性；
- evaluating the financial strength of customers with significant overdue balances by considering cash collection performance against historical trends and the level of allowance for doubtful debts over time;
- 比對過往趨勢及一段時間內呆賬撥備水平以考慮現金收回表現，從而評估拖欠重大逾期餘額的客戶之財務實力；
- reviewing the collections subsequent to the end of the reporting period, with focus on long outstanding debts and debts which are past due but not impaired;
- 檢討報告期末後的收款情況，重點關注長期未償還債務及已逾期但未減值之債務；
- challenging management on their evidences and grounds on the recoverability of the outstanding trade receivables beyond credit period with no provision made.
- 檢討管理層有關已超過信貸期惟並無作出撥備的未償還貿易應收款項之可回收性的憑證及理由。

Independent Auditor's Report

獨立核數師報告

OTHER INFORMATION

The directors are responsible for the other information. The other information comprises all the information included in the annual report, other than the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF THE DIRECTORS FOR THE CONSOLIDATED FINANCIAL STATEMENTS

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

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

The directors are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

其他信息

董事需對其他信息負責。其他信息包括刊載於年報內的全部信息，但不包括綜合財務報表及我們的核數師報告。

我們對綜合財務報表的意見並不涵蓋其他信息，我們亦不對該等其他信息發表任何形式的鑒證結論。

結合我們對綜合財務報表的審計，我們的責任是閱讀其他信息，在此過程中，考慮其他信息是否與綜合財務報表或我們在審計過程中所了解的情況存在重大抵觸或者似乎存在重大錯誤陳述的情況。

基於我們已執行的工作，如果我們認為其他信息存在重大錯誤陳述，我們需要報告該事實。在這方面，我們沒有任何報告。

董事就綜合財務報表須承擔的責任

貴公司董事須負責根據香港會計師公會頒佈的香港財務報告準則及按照香港《公司條例》的披露規定編製及真實而公平地列報綜合財務報表，及落實其認為編製財務報表所必要的內部控制，以使綜合財務報表不存在由於欺詐或錯誤而導致的重大錯誤陳述。

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

審核委員會協助董事履行監督貴集團的財務報告過程的責任。

Independent Auditor's Report

獨立核數師報告

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

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

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

As part of an audit in accordance with HKSA's, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

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

核數師就審計綜合財務報表承擔的責任

我們的目標是對綜合財務報表整體是否不存在由於欺詐或錯誤而導致的重大錯誤陳述取得合理保證，並出具包括我們意見的核數師報告。我們僅向整體股東報告。除此以外，我們的報告不可用作其他用途。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。

合理保證是高水平的保證，但不能保證按照《香港審計準則》進行的審計，在某一大錯誤陳述存在時總能發現。錯誤陳述可以由欺詐或錯誤引起，如果合理預期它們單獨或匯總起來可能影響綜合財務報表使用者依賴財務報表所作出的經濟決定，則有關的錯誤陳述可被視作重大。

在根據《香港審計準則》進行審計的過程中，我們運用了專業判斷，保持了專業懷疑態度。我們亦：

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

Independent Auditor's Report

獨立核數師報告

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

As part of an audit in accordance with HKSA's, we exercise professional judgement and maintain professional skepticism throughout the audit. We also (Continued):

- conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

核數師就審計綜合財務報表承擔的責任(續)

在根據《香港審計準則》進行審計的過程中，我們運用了專業判斷，保持了專業懷疑態度。我們亦(續)：

- 對董事採用持續經營會計基礎的恰當性作出結論。根據所獲取的審計憑證，確定是否存在與事項或情況有關的重大不確定性，從而可能導致對 貴集團的持續經營能力產生重大疑慮。如果我們認為存在重大不確定性，則有必要在核數師報告中提請使用者注意綜合財務報表中的相關披露。假若有關的披露不足，則我們應當發表非無保留意見。我們的結論是基於核數師報告日止所取得的審計憑證。然而，未來事項或情況可能導致 貴集團不能持續經營。
- 評估綜合財務報表的整體列報方式、結構和內容，包括披露，以及評估綜合財務報表是否中肯反映交易和事項。
- 就 貴集團內實體或業務活動的財務信息獲取充足、適當的審計憑證，以便對綜合財務報表發表意見。我們負責 貴集團審計的方向、監督和執行。我們為審計意見承擔全部責任。

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

Independent Auditor's Report

獨立核數師報告

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

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

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

Grant Thornton Hong Kong Limited

Certified Public Accountants

Level 12
28 Hennessy Road
Wanchai
Hong Kong

22 September 2017

Chan Tze Kit

Practising Certificate No.: P05707

核數師就審計綜合財務報表承擔的責任(續)

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

從與審核委員會溝通的事項中，我們確定哪些事項對本期綜合財務報表的審計最為重要，因而構成關鍵審計事項。我們在核數師報告中描述有關事項，除非法律法規不允許公開披露有關事項，或在極端罕見的情況下，如果合理預期在我們報告中討論某事項造成的負面後果超過產生的公眾利益，我們決定不應在報告中討論該事項。

致同(香港)會計師事務所有限公司

執業會計師

香港
灣仔
軒尼詩道28號
12樓

二零一七年九月二十二日

陳子傑

執業證書編號：P05707

Consolidated Statement of Profit or Loss and Other Comprehensive Income

綜合損益及其他全面收益表

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

		Note	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
		附註		
Revenue	收益	6	105,223	118,194
Cost of sales	銷售成本		(61,229)	(65,505)
Gross profit	毛利		43,994	52,689
Other income	其他收入	7	891	1,139
Selling expenses	銷售開支		(9,145)	(8,849)
Administrative and other operating expenses	行政及其他經營開支		(22,351)	(37,129)
Profit before income tax	除所得稅前溢利	8	13,389	7,850
Income tax expense	所得稅開支	11	(2,719)	(4,692)
Profit and total comprehensive income for the year	本年度溢利及全面收益總額		10,670	3,158
Earnings per share attributable to equity owners of the Company	本公司權益擁有人應佔每股盈利			
Basic and diluted	基本及攤薄	13	<u>HK5.80 cents 港仙</u>	<u>HK2.20 cents 港仙</u>

The notes on pages 89 to 139 are an integral part of these consolidated financial statements.

載於第89至139頁之附註構成本綜合財務報表之重要組成部分。

Consolidated Statement of Financial Position

綜合財務狀況表

As at 30 June 2017

於二零一七年六月三十日

	Note	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
	附註		
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	14	9,704	10,488
Deposits paid for acquisition of property, plant and equipment	17	11,361	1,895
		21,065	12,383
Current assets			
Inventories	16	4,834	4,889
Trade and other receivables	17	15,942	15,366
Cash and cash equivalents	18	58,720	62,900
		79,496	83,155
Current liabilities			
Trade and other payables	19	9,525	9,382
Current tax liabilities		1,443	7,060
		10,968	16,442
Net current assets		68,528	66,713
Total assets less current liabilities		89,593	79,096
Non-current liabilities			
Deferred tax liabilities	20	1,344	1,517
Net assets		88,249	77,579
EQUITY			
Share capital	21(a)	1,840	1,840
Reserves		86,409	75,739
Total equity		88,249	77,579

Mr Fung Man Wai Samson

馮文偉先生

Director

董事

Mr Fung Kar Chue Alexander

馮家柱先生

Director

董事

The notes on pages 89 to 139 are an integral part of these consolidated financial statements.

載於第89至139頁之附註構成本綜合財務報表之重要組成部分。

Consolidated Statement of Changes in Equity

綜合權益變動表

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

		Equity attributable to equity owners of the Company 本公司權益擁有人應佔權益				
		Share capital 股本	Share premium 股份溢價	Capital reserve 資本儲備	Retained earnings 保留盈利	Total 總計
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
		(note 21(a)) (附註21(a))	(note 21(b)) (附註21(b))	(note 21(c)) (附註21(c))		
As at 1 July 2015	於二零一五年七月一日	-	-	400	48,070	48,470
Profit and total comprehensive income for the year	本年度溢利及全面收益總額	-	-	-	3,158	3,158
Transaction with owners:	與擁有人之交易：					
Issuance of share capital upon group reorganisation (note 21(a))	集團重組時發行股本(附註21(a))	40	22,994	(22,994)	-	40
Issuance of shares upon share offer, net of share issuance expenses (note 21(a))	股份發售時發行的股份，扣除股份發行開支(附註21(a))	460	55,451	-	-	55,911
Share capitalisation issue (note 21(a))	股份資本化發行(附註21(a))	1,340	(1,340)	-	-	-
Dividends approved in respect of the previous year (note 12)	就過往年度批准之股息(附註12)	-	-	-	(30,000)	(30,000)
Transaction with owners	與擁有人之交易	1,840	77,105	(22,994)	(30,000)	25,951
As at 30 June 2016 and 1 July 2016	於二零一六年六月三十日及二零一六年七月一日	1,840	77,105	(22,594)	21,228	77,579
Profit and total comprehensive income for the year	本年度溢利及全面收益總額	-	-	-	10,670	10,670
As at 30 June 2017	於二零一七年六月三十日	<u>1,840</u>	<u>77,105</u>	<u>(22,594)</u>	<u>31,898</u>	<u>88,249</u>

The notes on pages 89 to 139 are an integral part of these consolidated financial statements.

載於第89至139頁之附註構成本綜合財務報表之重要組成部分。

Consolidated Statement of Cash Flows

綜合現金流量表

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

	Note 附註	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Cash flows from operating activities			
Profit before income tax		13,389	7,850
Adjustments for:			
Depreciation	8(b)	1,969	2,168
Interest income	7	(2)	(44)
Impairment loss on trade receivables	8(b)	229	166
Operating profit before working capital changes		15,585	10,140
Decrease/(increase) in inventories		55	(1,618)
Increase in trade and other receivables		(805)	(1,000)
Increase/(decrease) in trade and other payables		143	(3,967)
Cash generated from operations		14,978	3,555
Hong Kong Profits Tax paid		(8,509)	(1,816)
Net cash from operating activities		6,469	1,739
Cash flows from investing activities			
Purchase of property, plant and equipment		(10,651)	(2,500)
Interest received	7	2	44
Net cash used in investing activities		(10,649)	(2,456)
Cash flows from financing activities			
Decrease in net advance from a director		-	(30,153)
Proceeds from issuance of shares, net of share issuance expenses		-	55,951
Net cash from financing activities		-	25,798
Net (decrease)/increase in cash and cash equivalents		(4,180)	25,081
Cash and cash equivalents at the beginning of the year		62,900	37,819
Cash and cash equivalents at the end of the year	18	58,720	62,900

The notes on pages 89 to 139 are an integral part of these consolidated financial statements.

載於第89至139頁之附註構成本綜合財務報表之重要組成部分。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

1. GENERAL INFORMATION

Hang Sang (Siu Po) International Holding Company Limited (the “Company”) was incorporated in the Cayman Islands on 8 October 2015 as an exempted company with limited liability. The address of the registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company is Block C, 5/F., Gee Hing Chang Industrial Building, No. 16 Cheung Yue Street, Cheung Sha Wan, Kowloon, Hong Kong. The Company’s shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 18 May 2016.

At 30 June 2017, the parent and ultimate holding company of the Company is HSSP Limited, a company incorporated in the British Virgin Islands (the “BVI”) and is beneficially owned by Mr Fung Man Wai Samson (“Mr Samson Fung”) and Mr Fung Man Kam (“Mr David Fung”) (the “Controlling Shareholders”). The Company is an investment holding company. The Company and its subsidiaries (collectively referred to as the “Group”) are principally engaged in manufacturing and sale of apparel labels and packaging printing products.

The consolidated financial statements are presented in thousands of Hong Kong dollars (“HK\$’000”), which is also the functional currency of the Company and its subsidiaries, unless otherwise stated.

The consolidated financial statements for the year ended 30 June 2017 were approved and authorised for issue by the board of directors on 22 September 2017.

1. 一般資料

Hang Sang (Siu Po) International Holding Company Limited (「本公司」) 於二零一五年十月八日在開曼群島註冊成立為獲豁免有限公司。本公司註冊辦事處的地址為 Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands。本公司主要營業地點為香港九龍長沙灣長裕街16號志興昌工業大廈5樓C室。本公司股份於二零一六年五月十八日在香港聯合交易所有限公司(「聯交所」)上市。

於二零一七年六月三十日，本公司之母公司及最終控股公司為HSSP Limited，一家於英屬處女群島(「英屬處女群島」)註冊成立的公司，並由馮文偉先生(「馮文偉先生」)及馮文錦先生(「馮文錦先生」)(統稱「控股股東」)實益擁有。本公司乃投資控股公司。本公司及其附屬公司(統稱「本集團」)主要從事製造及銷售服裝標籤及包裝印刷產品。

除另有註明者外，綜合財務報表以千港元(「千港元」)呈列，該貨幣為本公司及其附屬公司的功能貨幣。

截至二零一七年六月三十日止年度之綜合財務報表已於二零一七年九月二十二日獲董事會批准及授權刊發。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

2. BASIS OF PRESENTATION

Pursuant to the group reorganisation (the “Reorganisation”) of the Group completed on 13 November 2015 in connection with the listing of the Company’s shares on the main board of the Stock Exchange as detailed in the Prospectus dated 30 April 2016 issued by the Company, the Company became the holding company of the companies now comprising the Group. The companies comprising the Group were under the common control of the Controlling Shareholders prior to and after the Reorganisation. Accordingly, the Group comprising the Company and its subsidiaries resulting from the Reorganisation is regarded as a continuing entity.

The consolidated financial statements of the Group have been prepared using the principles of merger accounting as if the Company had always been the holding company of the Group and the current group structure had been in existence throughout the years ended 30 June 2017 and 2016, or since their respective dates of incorporation/establishment, where it is a shorter period.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of preparation

These annual consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“HKASs”) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and the accounting principles generally accepted in Hong Kong.

The consolidated financial statements also comply with the applicable disclosure requirements of the Hong Kong Companies Ordinance and the Rules Governing the Listing of Securities on the Stock Exchange (“Listing Rules”).

2. 呈列基準

根據本集團就本公司股份於聯交所主板上市(其詳情載於本公司於二零一六年四月三十日刊發之招股章程)於二零一五年十一月十三日完成的集團重組(「重組」),本公司成為本集團旗下公司的控股公司。本集團旗下公司於重組前及重組後受控股股東共同控制。因此,因重組而形成的包含本公司及其附屬公司的本集團被視為持續經營實體。

本集團的綜合財務報表乃猶如本公司一直為本集團的控股公司且採用合併會計原則按現行集團架構於截至二零一七年及二零一六年六月三十日止年度或彼等各自的註冊成立/成立日期以來(以較短期間為準)一直存在的假設編製。

3. 重大會計政策概要

3.1 編製基準

年度綜合財務報表乃按香港財務報告準則(「香港財務報告準則」)編製,香港財務報告準則包括香港會計師公會(「香港會計師公會」)頒佈的所有適用個別香港財務報告準則、香港會計準則(「香港會計準則」)及詮釋以及香港公認會計原則。

綜合財務報表同時符合香港公司條例及聯交所證券上市規則(「上市規則」)的適用披露規定。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.1 Basis of preparation (Continued)

The significant accounting policies that have been used in the preparation of these consolidated financial statements are summarised below. These policies have been consistently applied to all the years presented unless otherwise stated. The adoption of new and amended HKFRSs and the impacts on the Group's consolidated financial statements, if any, are disclosed in note 4.

The consolidated financial statements have been prepared on the historical cost basis. The measurement bases are fully described in the accounting policies below.

It should be noted that accounting estimates and assumptions are used in preparation of the consolidated financial statements. Although these estimates are based on management's best knowledge and judgement of current events and actions, actual results may ultimately differ from those estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 5.

3.2 Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and its subsidiaries made up to 30 June each year.

Subsidiaries are entities controlled by the Group. The Group controls an entity when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. When assessing whether the Group has power over the entity, only substantive rights relating to the entity (held by the Group and others) are considered.

The Group includes the income and expenses of a subsidiary in the consolidated financial statements from the date it gains control until the date when the Group ceases to control the subsidiary.

3. 重大會計政策概要(續)

3.1 編製基準(續)

除另有說明外，編製此等綜合財務報表時採用的主要會計政策概述於下文。該等政策已貫徹應用在所呈報的所有年度。新訂及經修訂香港財務報告準則之採用及對本集團綜合財務報表之影響(如有)披露於附註4。

綜合財務報表已根據歷史成本基準編製。計量基準於下列會計政策中充分闡述。

應注意，編製綜合財務報表時曾使用會計估計及假設。儘管該等估計乃基於管理層對當前事件及行動的最佳認識及判斷而作出，但實際結果最終可能會與該等估計有所不同。涉及高度判斷或複雜性的範疇，或假設及估計對綜合財務報表而言屬重大的範疇，均於附註5披露。

3.2 綜合基準

綜合財務報表包括本公司及其附屬公司截至每年六月三十日止之財務報表。

附屬公司為本集團控制的實體。當本集團因參與實體而承擔可變回報的風險或享有可變回報的權利，且有能力透過其對實體的權力影響該等回報時，即本集團控制該實體。於評估本集團是否有擁有該實體之權力時，僅會考慮有關該實體之重大權利(由本集團及其他人士持有)。

本集團自取得附屬公司控制權之日起將附屬公司的收入及開支列入綜合財務報表，直至本集團不再擁有附屬公司控制權之日為止。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.2 Basis of consolidation (Continued)

Intra-group transactions, balances and unrealised gains and losses on transactions between group companies are eliminated in preparing the consolidated financial statements. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from the Group's perspective. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Changes in the Group's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions, whereby adjustments are made to the amounts of controlling interests within consolidated equity to reflect the change in relative interests, but no adjustments are made to goodwill and no gain or loss is recognised.

When the Group loses control of a subsidiary, the profit or loss on disposal is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. Where certain assets of the subsidiary are measured at revalued amounts or fair values and the related cumulative gain or loss has been recognised in other comprehensive income and accumulated in equity, the amounts previously recognised in other comprehensive income and accumulated in equity are accounted for as if the Company had directly disposed of the related assets (i.e., reclassified to profit or loss or transferred directly to retained earnings). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under HKAS 39 "Financial Instruments: Recognition and Measurement" ("HKAS 39") or, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

3. 重大會計政策概要(續)

3.2 綜合基準(續)

於編製綜合財務報表時，本集團公司間之交易、結餘及進行交易時之未變現收益及虧損將予以抵銷。本集團內部資產銷售之未變現虧損於綜合賬目時撥回，而相關資產亦會從本集團之角度進行減值測試。附屬公司財務報表內所呈報的金額已於必要時作出調整，以確保與本集團所採納的會計政策一致。

本集團並無導致失去附屬公司控制權之擁有權權益變動，按權益交易入賬，並對綜合權益中之控股權益作出調整，以反映有關權益之變動，惟概無對商譽作出任何調整及並無確認任何收益或虧損。

倘本集團失去對附屬公司的控制權，出售時產生的溢利或虧損以下列兩者的差額計算：(i) 已收代價的公平值與任何保留權益的公平值的總和及(ii) 附屬公司及任何非控股權益的資產(包括商譽)及負債的過往賬面值。倘附屬公司的若干資產按重估額或公平值計量，而相關累計盈虧已於其他全面收益確認及於權益累計，先前於其他全面收益確認及於權益累計的金額予以入賬，猶如本公司已直接出售相關資產(即重新分類為溢利或虧損或直接轉撥至保留盈利)。於控制權失去當日於前附屬公司保留的任何投資公平值，會根據香港會計準則第39號「金融工具：確認及計量」(「香港會計準則第39號」)於往後的會計處理中被視為初步確認於聯營公司或合營企業投資的公平值，或(如適用)其初步確認時的成本。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.2 Basis of consolidation (Continued)

In the Company's statement of financial position, investments in subsidiaries are carried at cost less any impairment loss (see note 3.9) unless the subsidiary is held for sale or included in a disposal group. Cost is adjusted to reflect changes in consideration arising from contingent consideration amendments. Cost also includes direct attributable costs of investment.

The results of subsidiaries are accounted for by the Company on the basis of dividends received and receivable at the end of the reporting period. All dividends whether received out of the investee's pre or post-acquisition profits are recognised in the Company's profit or loss.

3.3 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable. Provided it is probable that the economic benefits will flow to the Group and the revenue and costs, if applicable, can be measured reliably, revenue is recognised as follows:

- (a) Sales of goods are recognised upon transfer of the significant risks and rewards of ownership to the customer. This is usually taken as the point in time when the goods are delivered and the customer has accepted the goods;
- (b) Commission income is recognised when the related services are rendered; and
- (c) Interest income is recognised as it accrues using the effective interest method.

3.4 Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses (see note 3.9). Historical cost includes purchase price and expenditure that is directly attributable to the acquisition of the item.

3. 重大會計政策概要(續)

3.2 綜合基準(續)

於附屬公司的投資乃按成本減去減值虧損(見附註3.9)後於本公司財務狀況表中入賬,除非該附屬公司為持有待售或包括於出售組別。成本經調整以反映修改或有代價所產生的代價變動。成本亦包括投資的直接歸屬成本。

附屬公司之業績由本公司按報告期末之已收及應收股息列賬。所有股息(無論是從被投資方收購前或收購後的溢利中獲取)均在本公司損益表確認。

3.3 收益確認

收益包括已收或應收代價的公平值。在經濟效益很可能流入本集團及能夠可靠地計算收益及成本時, (如適用)收益會根據下列基準在損益內確認:

- (a) 銷售貨品收入乃於轉移所有權的相關風險及回報至客戶時確認,一般於貨品交付予客戶及客戶接納貨品時確認;
- (b) 佣金收入於提供服務時確認;及
- (c) 利息收入以實際利息法確認。

3.4 物業、廠房及設備

物業、廠房及設備乃按歷史成本減累計折舊及累計減值虧損列賬(見附註3.9)。歷史成本包括收購有關項目直接應佔之購買價及開支。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.4 Property, plant and equipment (Continued)

Depreciation of item of property, plant and equipment is provided to write off the cost less their residual values, if any, over their estimated useful lives using the straight-line method, at the following rates per annum:

Plant and machinery	10-30%
Motor vehicles	30%
Furniture and fixtures	20%
Office equipment	20%

The assets' residual values, depreciation methods and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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

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

3.5 Leases

An arrangement, comprising a transaction or a series of transactions, is or contains a lease if the Group determines that the arrangement conveys a right to use a specific asset or assets for an agreed period of time in return for a payment or a series of payments. Such a determination is made based on an evaluation of the substance of the arrangement and is regardless of whether the arrangement takes the legal form of a lease.

3. 重大會計政策概要(續)

3.4 物業、廠房及設備(續)

物業、廠房及設備項目的折舊按估計可使用年期以直線法撇銷成本減其剩餘價值(如有)計提,所採用年率如下:

廠房及機器	10-30%
汽車	30%
傢俬及固定裝置	20%
辦公室設備	20%

資產的剩餘價值、折舊方法及可使用年期於各報告期末檢討及調整(如適用)。

廢棄或出售物業、廠房及設備項目時產生的收益或虧損按銷售所得款項與資產賬面值間的差額釐定,並於損益確認。

其後成本僅在項目相關的未來經濟利益將會流入本集團及能夠可靠計量項目成本時,方會在適當情況下計入資產賬面值或確認為獨立資產。更換部分的賬面值終止確認。維修及保養等所有其他支出,均於產生的財政年間自損益扣除。

3.5 租賃

倘本集團釐定一項安排(不論由一宗交易或一系列交易組成)附有權利可於協定期間內使用一項特定資產或多項資產以換取一項或多項付款,則該安排屬於或包含一項租賃。該釐定乃基於對該安排實質內容的評估而作出,不論該安排是否採用租賃的法定形式。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.5 Leases (Continued)

Classification of assets leased to the Group

Assets that are held by the Group under leases which transfer to the Group substantially all the risks and rewards of ownership are classified as being held under finance leases. Leases which do not transfer substantially all the risks and rewards of ownership to the Group are classified as operating leases.

Operating lease charges as the lessee

Where the Group has the right to use of assets held under operating leases, payments made under the leases are charged to the profit or loss on a straight-line basis over the lease terms except where an alternative basis is more representative of the time pattern of benefits to be derived from the leased assets. Lease incentives received are recognised in profit or loss as an integral part of the aggregate net lease payments made. Contingent rental are charged to profit or loss in the accounting period in which they are incurred.

3.6 Foreign currency translation

In the individual financial statements of the consolidated entities, foreign currency transactions are translated into the functional currency of the individual entity using the exchange rates prevailing at the dates of the transactions. At the end of the reporting period, monetary assets and liabilities denominated in foreign currencies are translated at the foreign exchange rates ruling at that date. Foreign exchange gains and losses are recognised in profit or loss.

Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the foreign exchange rates ruling at the transaction dates and are not retranslated.

3. 重大會計政策概要(續)

3.5 租賃(續)

租予本集團的資產的分類

本集團根據將所有權的絕大部分風險及回報轉移至本集團的租賃持有的資產均分類為根據融資租賃持有的資產。並無將所有權的絕大部分風險及回報轉移至本集團的租賃分類為經營租賃。

作為承租人的經營租賃費用

倘本集團有權使用根據經營租賃持有的資產，則根據租賃作出的付款於租賃期內按直線法計入損益表，惟倘有另一種基準可更妥當地展示自租賃資產獲得的收益的時間模式則除外。收取的租賃獎勵於損益確認，作為合共所作租賃付款淨額的組成部分。或然租金於產生的會計期間自損益扣除。

3.6 外幣換算

於綜合實體的個別財務報表中，外幣交易按交易當日匯率換算為個別實體的功能貨幣。於報告期末，以外幣計值的貨幣資產及負債乃按當日的匯率換算。外匯盈虧於損益確認。

以外幣計值並按公平值列賬的非貨幣項目，按釐定公平值當日的當時匯率換算。按歷史成本計量以外幣為單位的非貨幣項目均使用換算當日的匯率折算並不重新換算。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.7 Accounting for income taxes

Income tax comprises current tax and deferred tax.

Current tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting period, that are unpaid at the end of the reporting period. They are calculated according to the tax rates and tax laws applicable to the fiscal periods to which they relate, based on the taxable profit for the year. All changes to current tax assets or liabilities are recognised as a component of tax expense in profit or loss.

Deferred tax is calculated using the liability method on temporary differences at the end of the reporting period between the carrying amounts of assets and liabilities in the consolidated financial statements and their respective tax bases. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences, tax losses available to be carried forward as well as other unused tax credits, to the extent that it is probable that taxable profit, including existing taxable temporary differences, will be available against which the deductible temporary differences, unused tax losses and unused tax credits can be utilised.

Deferred tax assets and liabilities are not recognised if the temporary difference arises from goodwill or from initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither taxable nor accounting profit or loss.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries, except where the Group is able to control the reversal of the temporary differences and it is probable that the temporary differences will not reverse in the foreseeable future.

3. 重大會計政策概要(續)

3.7 所得稅的會計處理

所得稅包括即期稅項及遞延稅項。

即期稅務資產及／或負債包括本報告期間或過往報告期間(且於報告期末尚未支付)向財政當局繳納稅款的責任或來自有關財政當局催繳稅款的索償。所得稅乃根據有關財政期間適用的稅率及稅法按年內應課稅溢利計算。即期稅項資產或負債的所有變動於損益中確認為稅項開支的一部分。

遞延稅項乃按於報告期末綜合財務報表內資產與負債賬面值與其相應稅基的暫時差額使用負債法計算。遞延稅項負債一般會就所有應課稅暫時差額確認。遞延稅項資產乃就所有可扣稅暫時差額、可結轉稅項虧損以及其他未運用稅務抵免確認，惟以可能有應課稅溢利(包括現有應課稅暫時差額)可抵銷可扣稅暫時差額、未運用稅項虧損及未運用稅務抵免的情況為限。

倘商譽或一宗交易中初次確認(業務合併除外)資產及負債而產生的暫時差額並不影響應課稅損益或會計損益，則不會就此確認遞延稅項資產及負債。

於附屬公司的投資所產生應課稅暫時差額確認為遞延稅項負債，惟倘本集團可控制暫時差額的撥回，且該暫時差額於可見將來不可能撥回者除外。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.7 Accounting for income taxes (Continued)

Deferred tax is calculated, without discounting, at tax rates that are expected to apply in the period the liability is settled or the asset realised, provided they are enacted or substantively enacted at the end of the reporting period.

Changes in deferred tax assets or liabilities are recognised in profit or loss, or in other comprehensive income or directly in equity if they relate to items that are charged or credited to other comprehensive income or directly in equity.

Current tax assets and current tax liabilities are presented in net if, and only if:

- (a) the Group has the legally enforceable right to set off the recognised amounts; and
- (b) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

The Group presents deferred tax assets and deferred tax liabilities in net if, and only if:

- (a) the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- (b) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on either:
 - (i) the same taxable entity; or
 - (ii) different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

3. 重大會計政策概要(續)

3.7 所得稅的會計處理(續)

遞延稅項乃按預期於清償負債或變現資產期間適用的稅率計算(不作折現)，惟有關稅率於報告期末須為已頒佈或實際上頒佈的稅率。

遞延稅項資產或負債變動於損益中確認，或倘與其他全面收益或直接於權益扣除或計入的項目有關，則於其他全面收益或直接於權益中確認。

即期稅項資產與即期稅項負債僅於以下情況以淨額呈列：

- (a) 本集團依法有強制執行權可以將已確認金額對銷；及
- (b) 計劃以淨額基準結算或同時變現資產及清償負債。

本集團僅於以下情況以淨額呈列遞延稅項資產與遞延稅項負債：

- (a) 該實體依法有強制執行權可以將即期稅項資產與即期稅項負債對銷；及
- (b) 遞延稅項資產與遞延稅項負債是關於同一稅務機關就以下任何一項所徵收的所得稅：
 - (i) 同一應課稅實體；或
 - (ii) 計劃於各未來期間(而預期在未來將結清或收回大額的遞延稅項負債或資產)以淨額基準結算即期稅項負債與資產或同時變現資產及清償負債的不同應課稅實體。

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綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.8 Financial assets

The Group's accounting policies for financial assets other than investments in subsidiaries of the Company are set out below.

Financial assets are classified into loans and receivables. Management determines the classification of its financial assets at initial recognition depending on the purpose for which the financial assets were acquired and where allowed and appropriate, re-evaluates this designation at the end of each reporting period.

All financial assets are recognised when, and only when, the Group becomes a party to the contractual provisions of the instrument. Regular way purchases of financial assets are recognised on trade date. When financial assets are recognised initially, they are measured at fair value, plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs.

Derecognition of financial assets occurs when the rights to receive cash flows from the investments expire or are transferred and substantially all of the risks and rewards of ownership have been transferred.

At the end of each reporting period, financial assets are reviewed to assess whether there is objective evidence of impairment. If any such evidence exists, impairment loss is determined and recognised based on the classification of the financial asset.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are subsequently measured at amortised cost using the effective interest method less any impairment losses. Amortised cost is calculated taking into account any discount or premium on acquisition and includes fees that are an integral part of the effective interest rate and transaction cost.

3. 重大會計政策概要(續)

3.8 金融資產

本集團有關金融資產(於附屬公司的投資除外)的會計政策載於下文。

金融資產分類為貸款及應收款項。管理層視乎購入金融資產的目的於初步確認時釐定其金融資產分類，並在允許及適當情況下，於各報告期末重新評估此劃分。

所有金融資產只會在本集團成為有關工具合約條文的訂約方時確認。以常規方式購買的金融資產於交易日期確認。金融資產於初步確認時按公平值計量，倘並非按公平值計入損益，則加上直接應佔交易成本。

當從投資收取現金流量的權利屆滿或被轉讓且所有權的絕大部分風險與回報已轉讓時，解除確認金融資產。

於各報告期末會對金融資產進行檢討，以評估是否有客觀減值證據。如有任何上述證據，則根據金融資產分類釐定及確認減值虧損。

貸款及應收款項

貸款及應收款項為附帶固定或可釐定付款且並無在活躍市場報價的非衍生金融資產。貸款及應收款項其後採用實際利息法按攤銷成本減任何減值虧損列賬。攤銷成本經計及任何收購折讓或溢價後計算，並包括屬於實際利率及交易成本組成部分的各項費用。

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For the year ended 30 June 2017
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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.8 Financial assets (Continued)

Impairment of financial assets

At the end of each reporting period, financial assets are reviewed to determine whether there is any objective evidence of impairment.

Objective evidence of impairment of individual financial assets includes observable data that comes to the attention of the Group about one or more of the following loss events:

- significant financial difficulty of the debtor;
- a breach of contract, such as default or delinquency in interest or principal payments;
- it becoming probable that the debtor will enter bankruptcy or financial reorganisation;
- significant changes in the technological, market, economic or legal environment that have an adverse effect on the debtor; and
- the disappearance of an active market for that financial asset because of financial difficulties.

Loss events in respect of a group of financial assets include observable data indicating that there is a measurable decrease in the estimated future cash flows from the group of financial assets. Such observable data including but not limited to adverse changes in the payment status of debtors in the group and, national or local economic conditions that correlate with defaults on the assets in the group.

If any such evidence exists, the impairment loss is measured and recognised as follows:

3. 重大會計政策概要(續)

3.8 金融資產(續)

金融資產之減值

於各報告期末，金融資產會予以審閱，以確定是否有任何減值的客觀證據。

個別金融資產減值的客觀證據，包括本集團注意到以下一項或多項虧損事項的可觀察數據：

- 債務人出現重大財政困難；
- 違反合約，如不支付或拖欠利息或本金；
- 債務人可能破產或進行其他財務重組；
- 科技、市場、經濟或法律環境有重大改變而對債務人有不利影響；及
- 因出現財政困難導致該金融資產失去活躍市場。

有關某一組金融資產的虧損事項包括顯示該組金融資產的估計未來現金流量出現可計量跌幅的可觀察數據。該等可觀察數據包括但不限於組別內債務人的付款狀況以及與組別內資產拖欠情況有關的國家或當地經濟狀況出現逆轉。

若任何該等證據存在，將根據以下方式計量及確認減值虧損：

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.8 Financial assets (Continued)

Financial assets carried at amortised cost

If there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial asset's original effective interest rate (i.e. the effective interest rate computed at initial recognition). The amount of the loss is recognised in profit or loss of the period in which the impairment occurs.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that it does not result in a carrying amount of the financial asset exceeding what the amortised cost would have been had the impairment not been recognised at the date the impairment is reversed. The amount of the reversal is recognised in profit or loss of the period in which the reversal occurs.

Impairment loss on financial assets other than trade receivables that are stated at amortised cost are written off against the corresponding assets directly. Where the recovery of trade receivables is considered doubtful but not remote, the impairment losses for doubtful receivables are recorded using an allowance account. When the Group is satisfied that recovery of trade receivables is remote, the amount considered irrecoverable is written off against trade receivables directly and any amounts held in the allowance account in respect of that receivable are reversed. Subsequent recoveries of amounts previously charged to the allowance account are reversed against the allowance account. Other changes in the allowance account and subsequent recoveries of amounts previously written off directly are recognised in profit or loss.

3. 重大會計政策概要(續)

3.8 金融資產(續)

按攤銷成本列賬的金融資產

倘有客觀證據顯示按攤銷成本列賬的貸款及應收款項出現減值虧損，則虧損金額按該金融資產賬面值與其原實際利率(即首次確認時計算的實際利率)折算的估計未來現金流量(不包括尚未產生的未來信貸虧損)現值的差額計量。虧損金額於減值期間在損益確認。

倘若其後減值虧損金額減少，而有關減幅可客觀地與確認減值後發生的事件聯繫，則需撥回過往確認的減值虧損，惟於撥回減值當日，不得導致金融資產賬面值超過未被確認減值的原本應計的攤銷成本。撥回金額於撥回發生期間在損益確認。

金融資產(按攤銷成本列賬之貿易應收款項除外)之減值虧損乃直接與相關資產撇銷。若貿易應收款項被認為有可能但並非不能收回，則屬應收款項呆賬的減值虧損記入撥備。若本集團相信貿易應收款項的可收回性極低，則被認為不可收回的金額乃直接自貿易應收款項撇銷，並撥回就該應收款項記入撥備的任何金額。先前計入撥備的金額如在其後收回，則從撥備撥回。撥備的其他變動及其後收回先前已直接撇銷的金額，均在損益確認。

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For the year ended 30 June 2017
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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.9 Impairment of non-financial assets

Property, plant and equipment and investments in subsidiaries in the statement of financial position of the Company, are subject to impairment testing. They are tested for impairment whenever there are indications that the asset's carrying amount may not be recoverable.

An impairment loss is recognised as an expense immediately for the amount by which the asset's carrying amount exceeds its recoverable amount. Recoverable amount is the higher of fair value, reflecting market conditions less costs of disposal, and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of time value of money and the risk specific to the asset.

For the purposes of assessing impairment, where an asset does not generate cash inflows largely independent from those from other assets, the recoverable amount is determined for the smallest group of assets that generate cash inflows independently (i.e., a cash-generating unit). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level.

Impairment loss is charged on a pro rata basis to the assets in the cash-generating unit except that the carrying value of an asset will not be reduced below its individual fair value less costs of disposal, if measurable, or value in use, if determinable.

An impairment loss is reversed if there has been a favourable change in the estimates used to determine the asset's recoverable amount and only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

3. 重大會計政策概要(續)

3.9 非金融資產減值

物業、廠房及設備，以及本公司財務狀況表內於附屬公司的投資須接受減值測試。當有跡象表明資產賬面值可能無法收回，則會進行減值測試。

減值虧損按資產賬面值超出其可收回金額的差額，即時確認為開支。可收回金額為反映市況的公平值減出售成本與使用價值兩者的較高者。評估使用價值時，估計未來現金流量採用稅前折現率折現至其現值，以反映現時市場對貨幣時間值及有關資產特有風險的評估。

為評估減值，倘資產並無產生大致上獨立於其他資產的現金流入，可收回金額則按可獨立產生現金流入的最小資產組合(即現金產生單位)釐定。因此，部分資產個別進行減值測試，另有部分按現金產生單位測試。

減值虧損會按比例基準自現金產生單位之資產扣除，惟資產之賬面值不得減至低於其個別公平值減出售成本(倘能計量)或使用價值(倘能釐定)。

倘用於釐定資產可收回金額的估計出現有利變動，則撥回減值虧損，惟以資產賬面值不得高於並無確認減值虧損時原應釐定的賬面值(扣除折舊或攤銷)為限。

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.9 Impairment of non-financial assets (Continued)

Under the Listing Rules, the Group is required to prepare an interim financial report in compliance with HKAS 34 “Interim Financial Reporting” in respect of the first six months of the financial year. At the end of the interim period, the Group applies the same impairment testing, recognition, and reversal criteria as it would at the end of the financial year.

3.10 Inventories

Inventories are carried at the lower of cost and net realisable value.

Cost is calculated using the first-in-first-out method and comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

When inventories are sold, the carrying amount of those inventories is recognised as an expense in the period in which the related revenue is recognised. The amount of write-down of inventories to net realisable value and all losses of inventories are recognised as an expense in the period the write-down or loss occurs. The amount of any reversal of any write-down of inventories is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

3.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term highly liquid investments with original maturities of three months or less that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

3. 重大會計政策概要(續)

3.9 非金融資產減值(續)

根據上市規則，本集團必須遵照《香港會計準則》第34號「中期財務報告」之規定編製每個財政年度首六個月的中期財務報告。在中期期間結束時，本集團應用的減值測試、確認及撥回標準與財政年度末將會採用的相同。

3.10 存貨

存貨乃按成本與可變現淨值兩者中之較低者列賬。

成本按先進先出法計算，且包括採購成本、轉變成本及將存貨達致現有地點及狀況所產生之其他成本。

可變現淨值乃於日常業務過程中之估計售價減估計完工成本及適用銷售開支。

於出售存貨時，該等存貨之賬面值於確認有關收益之期間確認為開支。存貨撇減至可變現淨值之款額及所有存貨虧損均於撇減或虧損出現之期間列作開支。已撇減存貨之任何撥回金額於撥回產生年度列作開支並確認為所確認存貨金額減少。

3.11 現金及現金等價物

現金及現金等價物包括手頭現金、銀行活期存款及原訂期限為三個月或以下、可隨時轉換為已知金額現金且價值變動風險小的其他短期高流動性投資。

Notes to the Consolidated Financial Statements

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.12 Financial liabilities

The Group's financial liabilities include trade and other payables. The Company's financial liabilities comprise other payables and amount due to a subsidiary.

Financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. All interest related charges are recognised in accordance with the Group's accounting policy for borrowing costs which are expensed in the period in which they are incurred.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amount is recognised in profit or loss.

Trade and other payables and amount due to a subsidiary

They are recognised initially at their fair values and subsequently measured at amortised cost, using the effective interest method.

3. 重大會計政策概要(續)

3.12 金融負債

本集團的金融負債包括貿易及其他應付款項。本公司的金融負債包括其他應付款項及應付一間附屬公司款項。

金融負債於本集團成為工具合約條款訂約方時確認。所有利息相關費用根據本集團的借貸成本(於其產生期間支銷)會計政策確認。

當負債下的責任獲免除或取消或到期，金融負債將撤銷確認。

當現有金融負債以同一貸款人按極為不同的條款提供的另一項金融負債所取代，或對現有負債的條款作出重大修訂，此類交換或修訂被視為取消確認原有負債及確認新負債，有關賬面值的差額於損益中確認。

貿易及其他應付款項及應付一間附屬公司款項

該等款項最初以其公平值確認，隨後使用實際利息法按攤銷成本計量。

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.13 Provision and contingent liabilities

Provisions are recognised when the Group has a present (legal or constructive) obligation arising as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligations can be made. Where the time value of money is material, provisions are stated at the present value of the expenditure expected to settle the obligation.

All provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate.

Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote. Possible obligations, whose existence will only be confirmed by the occurrence or non-occurrence of one or more future uncertain events not wholly within the control of the Group are also disclosed as contingent liabilities unless the probability of outflow of economic benefits is remote.

3. 重大會計政策概要(續)

3.13撥備及或然負債

當本集團因過往事件而須承擔法定或推定責任，且可能須有經濟利益流出以結清責任及能夠可靠地估計有關責任金額時，則會確認撥備。倘貨幣時間值屬重大，則撥備按預計結清責任所需開支的現值列賬。

所有撥備均於各報告期末作出檢討並作出調整以反映現時的最佳估計。

倘經濟利益流出的可能性不大，或無法可靠估計金額時，該責任會披露為或然負債，除非經濟利益流出的可能性極低，則作別論。可能的責任(視乎日後是否發生本集團無法完全控制的一宗或多宗未確定事件而確定其是否存在)亦披露為或然負債，除非經濟利益流出的可能性極低，則作別論。

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.14 Share capital

Ordinary shares are classified as equity. Share capital is determined using the nominal value of shares that have been issued.

Any transaction costs associated with the issuing of shares are deducted from share premium (net of any related income tax benefit) to the extent they are incremental costs directly attributable to the equity transaction.

3.15 Employee benefits

Retirement benefits

Retirement benefits to employees are provided through defined contribution plans.

The Group operates a defined contribution retirement benefit plan under the Mandatory Provident Fund Schemes Ordinance, for all of its employees who are eligible to participate in the Mandatory Provident Fund Scheme. Contributions are made based on a percentage of the employees' basic salaries.

Contributions are recognised as an expense in profit or loss as employees render services during the year. The Group's obligations under these plans are limited to the fixed percentage contributions payable.

3. 重大會計政策概要(續)

3.14 股本

普通股分類為權益。股本以已發行股份面值釐定。

與發行股份相關的任何交易成本均自股份溢價內扣減(扣除任何相關所得稅利益)，惟以權益交易直接應佔的增加成本為限。

3.15 僱員福利

退休福利

退休福利乃通過界定供款退休計劃向僱員提供。

本集團根據《強制性公積金計劃條例》為本集團所有合資格參與強積金計劃的僱員參加界定供款退休福利計劃，供款按僱員基本薪酬的某個百分比作出。

供款於年內隨僱員提供服務於損益確認為開支。本集團根據該等計劃的責任僅限於應付固定百分比供款。

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.15 Employee benefits (Continued)

Short-term employee benefits

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the end of the reporting period.

Non-accumulating compensated absences such as sick leave and maternity leave are not recognised until the time of leave.

Termination benefits

Termination benefits are recognised at the earlier of when the Group can no longer withdraw the offer of those benefits and when it recognises restructuring costs involving the payment of termination benefits.

3.16 Segment reporting

Operating segments, and the amounts of each segment item reported in the consolidated financial statements, are identified from the financial information provided regularly to the Group's most senior executive management for the purposes of allocating resources to, and assessing the performance of, the Group's various lines of business and geographical locations.

Individually material operating segments are not aggregated for financial reporting purposes unless the segments have similar economic characteristics and are similar in respect of the nature of products and services, the nature of production processes, the type or class of customers, the methods used to distribute the products or provide the services, and the nature of the regulatory environment. Operating segments which are not individually material may be aggregated if they share a majority of these criteria.

3. 重大會計政策概要(續)

3.15 僱員福利(續)

短期僱員福利

僱員應得的年假於其可享有時確認。截至報告期末，僱員因提供服務而可享有年假的估計負債已作撥備。

病假及產假等非累積補假於休假時方予確認。

辭退福利

辭退福利會在本集團不再能夠撤回所提供的辭退福利或確認涉及辭退福利付款的重組成本(以較早者為準)時確認。

3.16 分部報告

經營分部及綜合財務報表所呈報之各分部項目金額，乃根據就分配資源予本集團各業務及地區分部及評估其表現而定期提供予本集團最高層管理人員之財務資料而確定。

個別重要的經營分部不會合計以供財務報表之用，但如該等經營分部的產品和服務性質、生產工序性質、客戶類別或階層、分銷產品或提供服務的方法以至監管環境的本質等經濟特性均屬類似，則作別論。個別不重要的經營分部如果符合以上大部分條件，則可以合計為一個分部報告。

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.17 Related parties

A party is considered to be related to the Group if:

- (a) the party is a person or a close member of that person's family and if that person:
 - (i) has control or joint control over of the Group;
 - (ii) has significant influence over the Group; or
 - (iii) is a member of the key management personnel of the Group or of a parent of the Group.
- (b) the party is an entity and if any of the following conditions applies:
 - (i) the entity and the Group are members of the same group.
 - (ii) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) the entity and the Group are joint ventures of the same third party.
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group.

3. 重大會計政策概要(續)

3.17 關聯方

符合以下條件的人士被視為與本集團有關聯：

- (a) 該人士為符合以下條件的人士或緊密家族成員，且該人士：
 - (i) 對本集團有控制權或共同控制權；
 - (ii) 對本集團有重大影響；或
 - (iii) 為本集團或本集團母公司的主要管理層成員。
- (b) 該人士為實體且符合以下任何條件：
 - (i) 該實體及本集團為同一集團的成員公司。
 - (ii) 該實體為其他實體(或為該實體所屬集團成員公司的聯營公司或合營企業)的聯營公司或合營企業。
 - (iii) 該實體及本集團為同一第三方的合營企業。
 - (iv) 一個實體為某第三方實體的合營企業，而另一實體為該第三方實體的聯營公司。
 - (v) 該實體屬本集團或與本集團有關聯的實體為僱員利益設立的離職後福利計劃。

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3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3.17 Related parties (Continued)

(b) the party is an entity and if any of the following conditions applies (Continued):

(vi) the entity is controlled or jointly controlled by a person identified in (a).

(vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

(viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the Group's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

4. ADOPTION OF NEW AND AMENDED HKFRSs

The HKICPA has issued a number of new and amended HKFRSs that are first effective for the current accounting period of the Group. 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.

At the date of authorisation of these consolidated financial statements, the Group has not early adopted the following new and amended HKFRSs which are relevant to the Group's operations that have been issued but are not yet effective.

HKFRS 9	Financial Instruments ²
HKFRS 15	Revenue from Contracts with Customers ²
HKFRS 16	Leases ³

3. 重大會計政策概要(續)

3.17 關聯方(續)

(b) 該人士為實體且符合以下任何條件(續)：

(vi) 該實體由一名於(a)指明的人士控制或共同控制。

(vii) 於(a)(i)指明的對該實體有重大影響或為該實體(或該實體的母公司)的主要管理層成員的人士。

(viii) 該實體或其所屬集團之任何成員公司向本集團或本集團母公司提供主要管理人員服務。

個別人士的緊密家族成員指與該實體交易時預期可影響該個別人士或受該個別人士影響的家族成員。

4. 採納新訂及經修訂香港財務報告準則

香港會計師公會頒佈多項新訂及經修訂香港財務報告準則，並於本集團本會計期間首次生效。該等發展對本集團所編製或呈列之本期或往期業績及財務狀況概無重大影響。

於批准綜合財務報表日期，下列與本集團營運有關之新訂及經修訂香港財務報告準則已頒佈但尚未生效，且未獲本集團提早採納。

香港財務報告準則第9號	金融工具 ²
香港財務報告準則第15號	來自客戶合約收益 ²
香港財務報告準則第16號	租賃 ³

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4. ADOPTION OF NEW AND AMENDED HKFRSs (CONTINUED)

Amendments to HKAS 7 Disclosure Initiative¹

- 1 Effective for annual periods beginning on or after 1 January 2017
- 2 Effective for annual periods beginning on or after 1 January 2018
- 3 Effective for annual periods beginning on or after 1 January 2019

The Group is in the process of making an assessment of the impact of these new and amended HKFRSs upon initial application. Currently it has been considered that adoption of them is unlikely to have an impact on the Group's results of operations and financial position, except for the following:

HKFRS 9 "Financial Instruments" ("HKFRS 9")

HKFRS 9 will replace the current standard on accounting for financial instruments, HKAS 39. HKFRS 9 introduces new requirements for classification and measurement of financial assets, calculation of impairment of financial assets and hedge accounting. On the other hand, HKFRS 9 incorporates without substantive changes the requirements of HKAS 39 for recognition and derecognition of financial instruments and the classification of financial liabilities. The Group has decided not to adopt HKFRS 9 until it becomes mandatory on 1 January 2018. Expected impacts of the new requirements on the Group's consolidated financial statements are as follows:

(a) Classification and measurement

HKFRS 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").

Based on the preliminary assessment, the Group expects that its financial assets currently measured at amortised cost will continue with their classification and measurements upon the adoption of HKFRS 9.

4. 採納新訂及經修訂香港財務報告準則(續)

香港會計準則第7號 披露計劃¹ (修訂本)

- 1 於二零一七年一月一日或之後開始的年度期間生效
- 2 於二零一八年一月一日或之後開始的年度期間生效
- 3 於二零一九年一月一日或之後開始的年度期間生效

本集團正在對該等新訂及經修訂香港財務報告準則在初始應用後的影響進行評估。目前，本集團認為上述香港財務報告準則的應用不會對本集團的經營業績及財務狀況造成影響，惟以下準則除外：

香港財務報告準則第9號「金融工具」 （「香港財務報告準則第9號」）

香港財務報告準則第9號將取代有關金融工具會計處理的現有準則香港會計準則第39號。香港財務報告準則第9號引入分類及計量金融資產、計算金融資產減值及對沖會計處理的新規定。另一方面，香港財務報告準則第9號納入且無大幅改動香港會計準則第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。本集團決定直至二零一八年一月一日強制採用前並不採用香港財務報告準則第9號。新規定對本集團綜合財務報表的預期影響如下：

(a) 分類及計量

香港財務報告準則第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) 按公平值計入損益（「FVTPL」）及(3) 按公平值計入其他全面收益（「FVTOCI」）。

根據初步評估，本集團預期其目前按攤銷成本計量的金融資產將會於採納香港財務報告準則第9號後繼續沿用彼等的分類及計量。

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4. ADOPTION OF NEW AND AMENDED HKFRSs (CONTINUED)

HKFRS 9 “Financial Instruments” (“HKFRS 9”) (Continued)

(a) Classification and measurement (Continued)

The classification and measurement requirements for financial liabilities under HKFRS 9 are largely unchanged from HKAS 39, except that HKFRS 9 requires the fair value change of a financial liability designated at FVTPL that is attributable to changes of that financial liability's own credit risk to be recognised in other comprehensive income (without reclassification to profit or loss). The Group currently does not have any financial liabilities designated at FVTPL and therefore this new requirement may not have any impact on the Group on adoption of HKFRS 9.

(b) Impairment

The new impairment model in HKFRS 9 replaces the “incurred loss” model in HKAS 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.

4. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第9號「金融工具」(「香港財務報告準則第9號」)(續)

(a) 分類及計量(續)

香港財務報告準則第9號項下金融負債的分類及計量規定與香港會計準則第39號無重大變化，惟香港財務報告準則第9號規定指定為FVTPL的金融負債的公平值變動倘因金融負債本身的信貸風險變動所引致，則須於其他全面收益確認，而不得重新分類至損益。本集團目前並無任何指定為FVTPL的金融負債，故於採納香港財務報告準則第9號時，此項新規定可能不會對本集團產生任何影響。

(b) 減值

香港財務報告準則第9號的新減值模式以「預期信貸虧損」模式取代香港會計準則第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貿易應收款項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。

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4. ADOPTION OF NEW AND AMENDED HKFRSs (CONTINUED)

HKFRS 16 “Leases” (“HKFRS 16”)

Currently the Group classifies leases into operating leases. Once HKFRS 16 is adopted, lessees will no longer distinguish between finance leases and operating leases. Instead, 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.

HKFRS 16 will primarily affect the Group’s accounting as a lessee of leases for premises and plant and machinery 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 consolidated statement of profit or loss and other comprehensive income over the period of the lease. At 30 June 2017, the Group’s future minimum lease payments under non-cancellable operating leases amounted to HK\$8,114,000, the majority of which is payable either between 1 and 5 years after the end of the reporting period. Some of these amounts may therefore need to be recognised as lease liabilities, with corresponding right-of-use assets, once HKFRS 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 HKFRS 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 HKFRS 16 and the effects of discounting.

4. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號「租賃」 〔香港財務報告準則第16號〕

本集團現將租賃分類為經營租賃。香港財務報告準則第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，租賃開支將繼續於租期內按系統基準確認。

香港財務報告準則第16號將主要影響本集團作為租約承租人就經營物業、廠房及機器(現時分類為經營租賃)的會計處理方法。預期應用新會計模式將導致資產及負債均有所增加，及影響租約期間於綜合損益及其他全面收益表確認開支的時間。於二零一七年六月三十日，本集團於不可撤銷經營租約項下的未來最低租約款項達8,114,000港元，其中大部分須於報告日期後1至5年內支付。因此，一旦採納香港財務報告準則第16號，若干該等款項可能須按照相應使用權資產確認為租賃負債。經考慮實際權宜方法的適用性及調整現時與採納香港財務報告準則第16號之間已訂立或終止的任何租約及折讓影響後，本集團將須進行更為詳細的分析以釐定於採納香港財務報告準則第16號時經營租約承擔所產生的新資產及負債的金額。

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4. ADOPTION OF NEW AND AMENDED HKFRSs (CONTINUED)

HKFRS 16 “Leases” (“HKFRS 16”) (Continued)

HKFRS 16 is effective for annual periods beginning on or after 1 January 2019. The Group has decided not to early adopt HKFRS 16 in its consolidated financial statements for the year ending 30 June 2018.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the Group's accounting policies, which are described in note 3, management is required to make estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experiences and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year are discussed below:

Depreciation charges of property, plant and equipment

Property, plant and equipment are depreciated on a straight-line basis over the estimated useful lives of the assets, after taking into account the estimated residual value, if any.

The Group reviews the estimated useful lives of the assets regularly in order to determine the amount of depreciation expense to be recorded during each financial year. The useful lives are based on the Group's historical experience with similar assets and taking into account anticipated technological changes. The depreciation expense for future periods is adjusted if there are significant changes from previous estimates. Carrying amount of the property, plant and equipment is set out in note 14.

4. 採納新訂及經修訂香港財務報告準則(續)

香港財務報告準則第16號「租賃」(「香港財務報告準則第16號」)(續)

香港財務報告準則第16號將於二零一九年一月一日或之後開始的年度期間生效。本集團已決定不於其截至二零一八年六月三十日止年度的綜合財務報表提早採納香港財務報告準則第16號。

5. 主要會計估計及判斷

於附註3所述本集團的會計政策應用時，管理層須就未能從其他地方輕易得到資產及負債的賬面值作出估計及假設。估計及相關假設乃基於過往經驗及其他被視為有關的因素。實際結果可能與估計有異。

估計及相關假設按持續基準檢討。有重大可能使下個財政年度內之資產面值須作重大調整之估計及假設在下文論述：

物業、廠房及設備之折舊

物業、廠房及設備的折舊是根據預計可使用年期扣除估計剩餘價值(如有)後按直線法計算。

本集團定期審閱資產的可使用年期，以確定在各財政年度應被記錄的折舊費用的數額。可使用年期乃根據本集團以往在類似資產上的經驗而作出，並考慮到了預期發生的技術上的變化。如果原來估計發生任何重大變化，未來期間內的折舊費用將被調整。物業、廠房及設備的賬面值見附註14。

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5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS (CONTINUED)

Impairment of trade and other receivables

Impairment losses on trade and other receivables are assessed and recognised based on management's regular review of ageing analysis and evaluation of collectability. A considerable level of judgement is exercised by management when assessing the creditworthiness and past collection history of each party. Any increase or decrease in impairment losses would affect profit or loss in future periods. For the year ended 30 June 2017, impairment losses of HK\$229,000 (2016: HK\$166,000) have been provided for trade receivables. Carrying amount of trade and other receivables is set out in note 17.

Write-down of inventories

The Group performs regular review of the carrying amounts of inventories with reference to aged inventories analysis, historical consumption trends and management judgement. Based on this review, write-down of inventories will be made when the carrying amounts of inventories decline below their estimated net realisable value. Due to changes in market trends, actual consumption may be different from estimation and profit or loss could be affected by accuracy of this estimation. Carrying amount of inventories is set out in note 16.

6. REVENUE AND SEGMENT INFORMATION

All of the Group's revenue and operating profit are generated from manufacturing and sale of apparel labels and packaging printing products net of any trade discounts. The chief operating decision-maker has been identified as the board of directors of the Company. The board of directors regards the Group's business of manufacturing and sales of apparel labels and packaging printing products as a whole to make decision about resources allocation and reviews the overall results of the Group. Accordingly, no business segment analysis information is presented.

5. 主要會計估計及判斷(續)

貿易及其他應收款項之減值

貿易及其他應收款項之減值虧損乃根據管理層對賬齡分析及評估可收回程度之定期檢討結果作出評估及撥備。管理層於評估各方的信譽及過往收款記錄時作出大量判斷。減值虧損的任何增減將影響未來期間的損益。截至二零一七年六月三十日止年度，已就貿易應收款項的減值虧損撥備約229,000港元(二零一六年：166,000港元)。貿易及其他應收款項的賬面值見附註17。

存貨撇減

本集團定期參考陳舊存貨分析、過往消費趨勢及管理層判斷審閱存貨之賬面值。根據是項審閱，倘若存貨之賬面值減至低於估計可變現淨值，則會撇減存貨。由於市場趨勢不斷轉變，實際之消費模式可能與估計有所差異，是項估計之準確性可能影響損益。存貨的賬面值見附註16。

6. 收益及分部資料

本集團所有收益及營運溢利來自製造及銷售服裝標籤及包裝印刷產品(扣除任何交易折扣)。本公司董事會已確認為最高的營運決策者。董事會將本集團製造及銷售服裝標籤及包裝印刷產品業務視為整體經營分部，並審閱本集團整體之業績，以就資源分配作出決策。因此，並無呈報業務分部分析資料。

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6. REVENUE AND SEGMENT INFORMATION (CONTINUED)

The amount of revenue recognised is as follows:

	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Sale of apparel labels and packaging printing products 銷售服裝標籤及包裝印刷產品	<u>105,223</u>	<u>118,194</u>

Geographical information

The following table sets out information about the geographical location of the Group's revenue. The geographical location of revenue is based on the country in which the customer is located.

	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Hong Kong (place of domicile) 香港(所屬地)	24,387	30,544
South Korea 南韓	19,998	23,893
Vietnam 越南	14,839	12,878
Taiwan 台灣	11,213	13,115
United States 美國	9,073	9,646
China 中國	6,044	7,060
India 印度	4,246	4,106
Indonesia 印尼	3,525	4,581
Sri Lanka 斯里蘭卡	2,678	3,307
Others 其他	9,220	9,064
	<u>105,223</u>	<u>118,194</u>

All property, plant and equipment and deposits paid for acquisition of property, plant and equipment of the Group ("specified non-current assets") are physically located in Hong Kong.

Major customers

There is no single external customer contributed more than 10% revenue to the Group's revenue for the years ended 30 June 2017 and 2016.

6. 收益及分部資料(續)

確認的收益款項如下：

	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Sale of apparel labels and packaging printing products 銷售服裝標籤及包裝印刷產品	<u>105,223</u>	<u>118,194</u>

地區資料

下表列載有關本集團收益的地理位置的資料。收益之所在地區乃以客戶所在國家為基準。

	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Hong Kong (place of domicile) 香港(所屬地)	24,387	30,544
South Korea 南韓	19,998	23,893
Vietnam 越南	14,839	12,878
Taiwan 台灣	11,213	13,115
United States 美國	9,073	9,646
China 中國	6,044	7,060
India 印度	4,246	4,106
Indonesia 印尼	3,525	4,581
Sri Lanka 斯里蘭卡	2,678	3,307
Others 其他	9,220	9,064
	<u>105,223</u>	<u>118,194</u>

本集團所有物業、廠房及設備及購置物業、廠房及設備支付之按金(「指定非流動資產」)均位於香港。

主要客戶

截至二零一七年及二零一六年六月三十日止年度，並無單一外界客戶之收益佔本集團收益10%以上。

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7. OTHER INCOME

7. 其他收入

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Interest income	利息收入	2	44
Commission income	佣金收入	705	975
Others	其他	184	120
		<u>891</u>	<u>1,139</u>

8. PROFIT BEFORE INCOME TAX

8. 除所得稅前溢利

The Group's profit before income tax is arrived at after charging/(crediting):

本集團除所得稅前溢利已扣除/(計入)下列各項：

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
(a) Staff costs (including directors' remuneration (note 9))#	(a) 員工成本(包括董事酬金(附註9))#		
Salaries, allowances and other benefits	薪酬、津貼及其他福利	27,507	26,157
Contributions to defined contribution retirement plans	向界定供款退休計劃供款	1,026	1,024
		<u>28,533</u>	<u>27,181</u>
(b) Other items	(b) 其他項目		
Auditor's remuneration	核數師酬金	620	691
Cost of inventories#	存貨成本#	61,229	65,505
Depreciation#	折舊#	1,969	2,168
Net exchange gain	淨匯兌收益	(63)	(2)
Marketing services fee	市場營銷服務費	7,774	7,560
Impairment loss on trade receivables (note 17)	貿易應收款項的減值虧損(附註17)	229	166
Listing expenses	上市費用	–	19,949
Operating lease charges#:	經營租賃費用#:		
– plant and machinery	– 廠房及機器	559	485
– premises	– 物業	7,486	7,072
		<u>7,486</u>	<u>7,072</u>

For the year ended 30 June 2017, cost of inventories includes HK\$16,686,000 (2016: HK\$17,461,000) relating to staff costs, HK\$1,416,000 (2016: HK\$1,502,000) relating to depreciation and HK\$4,998,000 (2016: HK\$4,584,000) relating to operating lease charges, which amounts are also included in the respective total amounts disclosed separately above for each of these types of expenses.

* 截至二零一七年六月三十日止年度，存貨成本包括與員工成本有關的16,686,000港元(二零一六年：17,461,000港元)、與折舊有關的1,416,000港元(二零一六年：1,502,000港元)及與經營租賃費用有關的4,998,000港元(二零一六年：4,584,000港元)，而該等金額亦分別計入上文個別披露的相關總額內各項此類費用中。

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For the year ended 30 June 2017
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9. DIRECTORS' AND CHIEF EXECUTIVE OFFICER'S EMOLUMENTS

Remuneration of the directors disclosed pursuant to section 383(1) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation, is as follows:

2017

9. 董事及行政總裁酬金

根據香港公司條例第383(1)條及公司(披露董事利益資料)規例第2部披露的董事酬金如下：

二零一七年

		Salaries, allowances and benefits in kind	Discretionary bonuses	Retirement scheme contributions	Total	
		Fees				
		袍金	薪金、津貼及實物利益	酌情花紅	退休計劃供款	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元
Executive directors (note (a)):	執行董事(附註(a)):					
Mr Samson Fung (<i>Chairman and Chief Executive Officer</i>)	馮文偉先生(主席兼行政總裁)	-	1,880	-	18	1,898
Mr David Fung	馮文錦先生	-	1,880	-	18	1,898
Mr Fung Kar Chue Alexander	馮家柱先生	-	1,010	113	18	1,141
Independent non-executive directors (note (b)):	獨立非執行董事(附註(b)):					
Dr Loke Yu	陸海林博士	120	-	-	-	120
Ms Fung Po Yee	馮寶儀女士	120	-	-	-	120
Ms Sung Ting Yee	宋婷兒女士	120	-	-	-	120
		<u>360</u>	<u>4,770</u>	<u>113</u>	<u>54</u>	<u>5,297</u>

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For the year ended 30 June 2017
截至二零一七年六月三十日止年度

9. DIRECTORS' AND CHIEF EXECUTIVE OFFICER'S EMOLUMENTS (CONTINUED)

9. 董事及行政總裁酬金(續)

2016

二零一六年

		Salaries, allowances and benefits in kind		Discretionary bonuses	Retirement scheme contributions	Total
		Fees				
		袍金	薪金、津貼及實物利益	酌情花紅	退休計劃供款	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元
Executive directors (note (a)):	執行董事(附註(a)):					
Mr Samson Fung (<i>Chairman and Chief Executive Officer</i>)	馮文偉先生(主席兼行政總裁)	–	1,800	–	18	1,818
Mr David Fung	馮文錦先生	–	1,800	–	18	1,818
Mr Fung Kar Chue Alexander	馮家柱先生	–	770	–	17	787
Independent non-executive directors (note (b)):	獨立非執行董事(附註(b)):					
Dr Loke Yu	陸海林博士	22	–	–	–	22
Ms Fung Po Yee	馮寶儀女士	22	–	–	–	22
Ms Sung Ting Yee	宋婷兒女士	22	–	–	–	22
		<u>66</u>	<u>4,370</u>	<u>–</u>	<u>53</u>	<u>4,489</u>

Notes:

附註:

(a) Included in the directors' remuneration were rental benefits for accommodation provided to Mr Samson Fung and Mr David Fung totalling HK\$1,680,000 (2016: HK\$1,680,000), represented by HK\$840,000 (2016: HK\$840,000) to each of the directors during the year ended 30 June 2017.

(a) 截至二零一七年六月三十日止年度，分別已向馮文偉先生及馮文錦先生支付住房津貼840,000港元(二零一六年:840,000港元)，合共1,680,000港元(二零一六年:1,680,000港元)，有關款項已計入董事薪酬。

Mr Samson Fung, Mr David Fung and Mr Fung Kar Chue Alexander, son of Mr Samson Fung, were appointed as directors of the Company on 8 October 2015 and designated as executive directors on 1 December 2015.

馮文偉先生、馮文錦先生及馮家柱先生(馮文偉先生之子)於二零一五年十月八日獲委任為本公司董事，並於二零一五年十二月一日獲調任為執行董事。

(b) Dr Loke Yu, Ms Fung Po Yee and Ms Sung Ting Yee were appointed as independent non-executive directors of the Company on 26 April 2016.

(b) 陸海林博士、馮寶儀女士及宋婷兒女士於二零一六年四月二十六日獲委任為本公司獨立非執行董事。

(c) The remuneration of directors are determined by the remuneration committee having regard to the performance of individuals and market trends.

(c) 董事薪酬由薪酬委員會按個人表現及市場趨勢而定。

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10. INDIVIDUALS WITH HIGHEST EMOLUMENTS

The five highest paid individuals of the Group include three (2016: three) directors for the year ended 30 June 2017, whose emoluments are disclosed in note 9. The aggregate of the emoluments in respect of the remaining two (2016: two) individuals are as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Salaries, allowances and benefits in kind	薪金、津貼及實物利益	1,441	1,147
Retirement scheme contributions	退休計劃供款	36	33
		<u>1,477</u>	<u>1,180</u>

The above individuals' emoluments are within the following bands:

		Number of individuals 人數	
		2017 二零一七年	2016 二零一六年
Emolument band	酬金範圍		
HK\$Nil to HK\$1,000,000	零港元至 1,000,000 港元	<u>2</u>	<u>2</u>

There was no arrangement during the years ended 30 June 2017 and 2016, under which a director or the five highest paid individuals waived or agreed to waive any remuneration, and no emoluments were paid by the Group to the directors or the five highest paid individuals as an inducement to join or upon joining the Group, or as compensation for loss of office.

10. 最高薪酬個別人士

截至二零一七年六月三十日止年度，本集團五名最高薪酬人士包括三名董事(二零一六年：三名)，彼等之薪酬已於附註9披露。餘下兩名(二零一六年：兩名)人士之酬金總額詳情如下：

上述人士之酬金介乎下列幅度：

於截至二零一七年及二零一六年六月三十日止年度，董事或五名最高薪酬人士概無根據任何安排放棄或同意放棄任何酬金，且本集團並無向董事或五名最高薪酬人士已付任何酬金，以作為加盟本集團或於加盟本集團時的獎金或作為離職補償。

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11. INCOME TAX EXPENSE

The Group is subject to income tax on an entity basis on profits arising in or derived from the jurisdictions in which members of the Group are domiciled and operate.

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.

Hong Kong Profits Tax has been provided at the rate of 16.5% (2016: 16.5%) on the estimated assessable profits for the year ended 30 June 2017.

Taxation in the consolidated statement of profit or loss and other comprehensive income represents:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Current tax-Hong Kong Profits Tax	即期稅項－香港利得稅		
– Provision for the year	– 本年度撥備	2,892	4,908
– Over-provision in respect of prior year	– 過往年度超額撥備	–	(26)
Deferred tax (note 20)	遞延稅項(附註20)	(173)	(190)
Total income tax expense	所得稅開支總額	2,719	4,692

Reconciliation between accounting profit and tax expense at applicable tax rate is as follows:

本集團須就本集團成員公司在所在及經營之司法權區產生之利潤按實體方式繳付所得稅。

根據開曼群島及英屬處女群島的規則及規例，本集團毋須於開曼群島及英屬處女群島繳納任何所得稅。

截至二零一七年六月三十日止年度之香港利得稅撥備乃根據本年度的估計應課稅溢利，按16.5% (二零一六年：16.5%)的稅率計提。

綜合損益及其他全面收益表之稅項指：

會計溢利與按適用稅率計算之稅項開支之間的對賬如下：

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Profit before income tax	除所得稅前溢利	13,389	7,850
Tax at the statutory tax rate of 16.5% (2016: 16.5%)	按法定稅率16.5% (二零一六年：16.5%)計算的稅項	2,209	1,295
Tax effect of non-deductible expenses	不可扣除開支的稅務影響	510	3,423
Over-provision in respect of prior year	過往年度超額撥備	–	(26)
Income tax expense	所得稅開支	2,719	4,692

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For the year ended 30 June 2017
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12. DIVIDENDS

12. 股息

	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Final dividends paid in respect of the previous financial year, approved and paid during the year (2016: HK\$180 and HK\$40 per share to the shareholders of Hang Sang (Siu Po) Press Company Limited ("Hang Sang (Siu Po)") and A W Printing & Packaging Limited ("A W Printing") respectively)		
就上一財政年度支付並於年內批准支付的末期股息 (二零一六年：每股180港元及40港元分別支付予恆生(兆保)印務有限公司(「恆生(兆保)」)及A W Printing & Packaging Limited (「A W Printing」)之股東	-	30,000

For the year ended 30 June 2017, the directors do not recommend the payment of a final dividend (2016: HK\$Nil).

董事並無建議派付截至二零一七年六月三十日止年度的末期股息(二零一六年：零港元)。

13. EARNINGS PER SHARE

13. 每股盈利

The calculation of basic and diluted earnings per share is based on the profit attributable to equity owners of the Company of HK\$10,670,000 (2016: HK\$3,158,000) and the weighted average of 184,000,000 ordinary shares (2016: 143,545,000 shares adjusting for the shares in issue during the year, as if the Reorganisation and capitalisation issue as set out in note 21(a) had been effective since 1 July 2015) in issue during the year.

每股基本及攤薄盈利是按本公司權益擁有人應佔之溢利約10,670,000港元(二零一六年：3,158,000港元)及184,000,000股普通股的加權平均數(二零一六年：於年內調整並發行的143,545,000股股份，猶如附註21(a)所載自二零一五年七月一日起已生效的重組及資本化股份發行)計算。

Diluted earnings per share for the years ended 30 June 2017 and 2016 equate the basic earnings per share as the Group had no potential dilutive ordinary shares in issue during the years ended 30 June 2017 and 2016.

截至二零一七年及二零一六年六月三十日止年度之每股攤薄盈利等於每股基本盈利，乃由於本集團於截至二零一七年及二零一六年六月三十日止年度內並無已發行具攤薄潛力之普通股。

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14. PROPERTY, PLANT AND EQUIPMENT

14. 物業、廠房及設備

		Plant and machinery 廠房及機器 HK\$'000 千港元	Motor vehicles 汽車 HK\$'000 千港元	Furniture and fixtures 傢俬及 固定裝置 HK\$'000 千港元	Office equipment 辦公室設備 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Cost	成本					
At 1 July 2015	於二零一五年七月一日	32,076	2,239	6,004	3,073	43,392
Additions	添置	605	-	-	-	605
Disposals	出售	(2,364)	-	(4,545)	(1,089)	(7,998)
At 30 June 2016 and 1 July 2016	於二零一六年六月三十日 及二零一六年七月一日	30,317	2,239	1,459	1,984	35,999
Additions	添置	33	-	803	349	1,185
Disposals	出售	(1,960)	-	-	(2)	(1,962)
At 30 June 2017	於二零一七年六月三十日	28,390	2,239	2,262	2,331	35,222
Accumulated depreciation	累計折舊					
At 1 July 2015	於二零一五年七月一日	21,637	2,091	5,137	2,476	31,341
Charge for the year	本年度折舊	1,502	148	288	230	2,168
Written back on disposals	出售時撥回	(2,364)	-	(4,545)	(1,089)	(7,998)
At 30 June 2016 and 1 July 2016	於二零一六年六月三十日 及二零一六年七月一日	20,775	2,239	880	1,617	25,511
Charge for the year	本年度折舊	1,416	-	310	243	1,969
Written back on disposals	出售時撥回	(1,960)	-	-	(2)	(1,962)
At 30 June 2017	於二零一七年六月三十日	20,231	2,239	1,190	1,858	25,518
Net book value	賬面淨值					
At 30 June 2017	於二零一七年六月三十日	8,159	-	1,072	473	9,704
At 30 June 2016	於二零一六年六月三十日	9,542	-	579	367	10,488

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15. INVESTMENTS IN SUBSIDIARIES

Particulars of the principal subsidiaries at 30 June 2017 and 2016 are as follows:

Name of company 公司名稱	Place and date of incorporation and operations 註冊成立及營運地點及 日期	Paid up capital 繳足股本	Equity interest attributable to the Group 本集團應佔權益		Principal activities 主要業務
			2017 二零一七年	2016 二零一六年	
Directly held	直接持有				
Hang Sang (Siu Po) Holding Limited	The BVI 8 October 2015 英屬處女群島 二零一五年十月八日	HK\$10 10 港元	100%	100%	Investment holding 投資控股
Indirectly held	間接持有				
Hang Sang (Siu Po) Press Company Limited 恆生(兆保)印務有限公司	Hong Kong 12 November 1999 香港 一九九九年十一月十二日	HK\$100,000, 100,000 shares 100,000 港元 100,000 股	100%	100%	Manufacturing and sale of apparel labels and packaging printing products 製造及銷售服裝標籤及包裝印刷 產品
A W Printing & Packaging Limited	Hong Kong 29 November 1994 香港 一九九四年十一月二十九日	HK\$300,000, 300,000 shares 300,000 港元 300,000 股	100%	100%	Sale of apparel labels and packaging printing products 銷售服裝標籤及包裝印刷產品

15. 於附屬公司的投資

於二零一七年及二零一六年六月三十日，主要附屬公司詳情如下：

16. INVENTORIES

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Raw materials	原材料	2,914	2,881
Work in progress	在製品	143	291
Finished goods	製成品	1,777	1,717
		4,834	4,889

16. 存貨

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17. TRADE AND OTHER RECEIVABLES

17. 貿易及其他應收款項

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Trade receivables (note (a))	貿易應收款項(附註(a))	11,198	11,522
Less: allowance for doubtful debts (note (b))	減：呆賬撥備(附註(b))	(941)	(712)
		10,257	10,810
Deposits, prepayments and other receivables	按金、預付款及其他應收款項		
Deposits	按金	13,891	4,045
Prepayments	預付款	1,749	689
Other receivables	其他應收款項	1,406	1,717
		17,046	6,451
Less: non-current portion	減：非即期部分		
Deposits paid for acquisition of property, plant and equipment (note (d))	購置物業、廠房及設備已付之按金(附註(d))	(11,361)	(1,895)
Current portion	即期部分	15,942	15,366

(a) Trade receivables

The Group's credit terms granted to customers generally ranged from 0 to 2 months. Further details on the Group's credit policy are set out in note 25.3. The Group usually reaches an agreement on the term of each payment with the customer by taking into account of factors such as, among other things, the credit history of the customer, its liquidity position and the Group's working capital needs, which varies on a case-by-case basis that requires the judgement and experience of the management.

(a) 貿易應收款項

本集團通常向客戶提供0至2個月信用期。有關本集團信貸政策之進一步詳情載於附註25.3。本集團一般與客戶就各項付款期達成協議，方法為計及(其中包括)客戶的信貸記錄、其流動資金狀況及本集團的營運資金需求等因素，其按個別情況而有所不同，並須依靠管理層的判斷及經驗。

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17. TRADE AND OTHER RECEIVABLES (CONTINUED)

(a) Trade receivables (Continued)

At 30 June 2017, the ageing analysis of trade receivables, based on the invoice date, net of allowance for doubtful debts is as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Within 3 months	3個月內	8,038	9,000
Over 3 months but within 6 months	超過3個月至6個月內	1,319	1,137
Over 6 months but within 1 year	超過6個月至1年內	633	602
Over 1 year	超過1年	267	71
		<u>10,257</u>	<u>10,810</u>

(b) Impairment of trade receivables

Impairment losses in respect of trade receivables are recorded using an allowance account unless the Group is satisfied that recovery of the amount is remote, in which case the impairment loss is written off against trade receivables directly.

The movement in the allowance for doubtful debts during the year, including both specific and collective loss components, is as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
At 1 July	於七月一日	712	546
Impairment loss recognised	已確認減值虧損	229	166
At 30 June	於六月三十日	<u>941</u>	<u>712</u>

At 30 June 2017, the Group's trade receivables of HK\$941,000 (2016: HK\$712,000) were individually determined to be impaired, consequently specific allowances for doubtful debts of HK\$229,000 (2016: HK\$166,000) were recognised during the year ended 30 June 2017. The individually impaired receivables related to customers that were in financial difficulties and management assessed that only a portion of the receivables is expected to be recovered.

17. 貿易及其他應收款項(續)

(a) 貿易應收款項(續)

於二零一七年六月三十日，按發票日期呈列(扣除呆賬撥備後)的貿易應收款項的賬齡分析如下：

(b) 貿易應收款項減值

有關貿易應收款項之減值虧損乃使用撥備入賬，除非本集團認為收回款項之可能性不大，而在此情況下，減值虧損會直接從貿易應收款項內撇銷。

於年內的呆賬撥備之變動(包括特定及綜合虧損部分)如下：

於二零一七年六月三十日，本集團之貿易應收款項941,000港元(二零一六年：712,000港元)乃個別釐定為予以減值，因此於截至二零一七年六月三十日止年度確認呆賬特別撥備229,000港元(二零一六年：166,000港元)。該等個別減值應收款項與有財務困難之客戶有關，而管理層評估預期僅可收回部分應收款項。

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17. TRADE AND OTHER RECEIVABLES (CONTINUED)

(c) Trade receivables that are not impaired

The ageing analysis of trade receivables, based on the due date, that are neither individually nor collectively considered to be impaired are as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Neither past due nor impaired	無逾期亦無減值	2,245	2,931
Less than 3 months past due	逾期少於3個月	6,668	6,590
Over 3 months but within 6 months past due	逾期超過3個月至6個月內	493	616
Over 6 months but within 1 year past due	逾期超過6個月至1年內	626	610
Over 1 year past due	逾期超過1年	225	63
		<u>10,257</u>	<u>10,810</u>

Trade receivables that were neither past due nor impaired were related to a wide range of independent customers for whom there was no recent history of default.

Trade receivables that were past due but not impaired were related to a large number of diversified customers that had a good track record with the Group. Based on past experience, management believes that no impairment allowance is necessary in respect of these balances as there has not been a significant change in credit quality and the balances are still considered to be fully recoverable.

(d) Deposits paid for acquisition of property, plant and equipment

At 30 June 2017, the amount represented deposits paid for acquisition of plant and machinery for the Group's production facilities and office equipment. The related capital commitments are set out in note 23(a) to the consolidated financial statements.

17. 貿易及其他應收款項(續)

(c) 概無減值之貿易應收款項

概無個別或整體上考慮為減值之貿易應收款項於到期日之賬齡分析如下：

未逾期亦未減值的貿易應收款項來自眾多並無近期違約紀錄的獨立客戶。

已逾期但未作出減值之貿易應收款項來自大量與本集團擁有良好往績記錄之不同類型客戶。根據過往經驗，管理層相信無須就該等結餘作出減值撥備，因為有關客戶之信貸質素並無重大改變，且該等結餘仍被視為可悉數收回。

(d) 購置物業、廠房及設備已付之按金

於二零一七年六月三十日，該金額即本集團就其生產設施購置廠房及機器以及辦公室設備而支付的按金。相關資本承擔載於綜合財務報表附註23(a)。

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18. CASH AND CASH EQUIVALENTS

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Cash at banks	銀行現金	<u>58,720</u>	<u>62,900</u>

19. TRADE AND OTHER PAYABLES

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Trade payables	貿易應付款項	3,858	4,269
Marketing services fee payables	應付市場營銷服務費	1,272	1,523
Receipt in advance	預收款項	364	261
Accruals and other payables	應計費用及其他應付款項	<u>4,031</u>	<u>3,329</u>
		<u>9,525</u>	<u>9,382</u>

Payment terms granted by suppliers ranged from 1 to 3 months from the invoice date of the relevant purchases.

At 30 June 2017, the ageing analysis of trade payables, based on the invoice date, are as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Within 3 months	3個月內	3,858	4,266
Over 3 months but within 6 months	超過3個月至6個月內	–	3
		<u>3,858</u>	<u>4,269</u>

18. 現金及現金等價物

19. 貿易及其他應付款項

供應商授予的付款期限為自有關購買發票日期起1至3個月。

於二零一七年六月三十日，貿易應付款項按發票日期計算的賬齡分析如下：

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20. DEFERRED TAX LIABILITIES

The movement in the deferred tax liabilities is as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Accelerated tax depreciation	加速稅項折舊		
At the beginning of the reporting period	報告期初	1,517	1,707
Recognised in profit or loss (note 11)	已於損益確認(附註11)	(173)	(190)
		<u>1,344</u>	<u>1,517</u>
At the end of the reporting period	報告期末		

20. 遞延稅項負債

遞延稅項負債之變動如下：

21. CAPITAL AND RESERVES

(a) Share capital

		2017 二零一七年		2016 二零一六年	
		No. of shares 股份數目	HK\$'000 千港元	No. of shares 股份數目	HK\$'000 千港元
Authorised:	法定：				
At 1 July 2016	於二零一六年七月一日	760,000,000	7,600	-	-
Ordinary shares of HK\$0.01 each upon incorporation (note (i))	於註冊成立時每股面值0.01港元的普通股份(附註(i))	-	-	38,000,000	380
Increase in authorised share capital (note (ii))	法定股本增加(附註(ii))	-	-	722,000,000	7,220
		<u>760,000,000</u>	<u>7,600</u>	<u>760,000,000</u>	<u>7,600</u>
At 30 June 2017	於二零一七年六月三十日				
Issued and fully paid:	已發行及繳足：				
At 1 July 2016	於二零一六年七月一日	184,000,000	1,840	-	-
Upon incorporation on 8 October 2015 (note (i))	於二零一五年十月八日註冊成立時(附註(i))	-	-	1	-
Issuance of shares (note (i))	發行股份(附註(i))	-	-	99	-
Issuance of shares in connection with the Reorganisation (note (i))	就重組發行股份(附註(i))	-	-	4,000,000	40
Share capitalisation issue (note (ii))	股份資本化發行(附註(ii))	-	-	133,999,900	1,340
Issuance of shares upon share offer (note (iii))	於股份發售時發行股份(附註(iii))	-	-	46,000,000	460
		<u>184,000,000</u>	<u>1,840</u>	<u>184,000,000</u>	<u>1,840</u>
At 30 June	於六月三十日				

21. 資本及儲備

(a) 股本

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21. CAPITAL AND RESERVES (CONTINUED)

(a) Share capital (Continued)

- (i) The Company was incorporated in the Cayman Islands as an exempted company under the Company Law of the Cayman Islands with limited liability on 8 October 2015 with an initial authorised share capital of HK\$380,000 divided into 38,000,000 ordinary shares of HK\$0.01 each. On the date of incorporation, 1 share of HK\$0.01 each was issued. On the same date, 99 shares of HK\$0.01 each were further issued and fully paid. On 13 November 2015, 4,000,000 shares of HK\$0.01 each were issued in connection with the Reorganisation.
- (ii) Pursuant to the written resolutions of the shareholders passed on 26 April 2016, the authorised share capital of the Company was increased from HK\$380,000 to HK\$7,600,000 by the creation of an additional of 722,000,000 shares. On the same date, 133,999,900 ordinary shares of HK\$0.01 each were allotted and issued, credited as fully paid at par, by way of capitalisation standing to the credit of the share premium account of the Company.
- (iii) In connection with the Company's share offer, the Company issued a total of 46,000,000 ordinary shares of HK\$0.01 each at an issue price of HK\$1.36 per share. The Company's total number of issued shares was increased to 184,000,000 shares upon completion of the share offer. The gross total proceeds and the related share issuance expenses amounted to HK\$62,560,000 and HK\$6,649,000 respectively, of which HK\$460,000 was credited to the share capital account and HK\$55,451,000 was credited to the share premium account of the Company.

These new shares rank pari passu with the existing shares in all respects.

21. 資本及儲備(續)

(a) 股本(續)

- (i) 本公司於二零一五年十月八日根據開曼群島公司法於開曼群島註冊成立為獲豁免有限公司，初步法定股本380,000港元分為38,000,000股每股面值0.01港元的普通股，於註冊成立當日，已發行一股面值0.01港元的股份。於同日，進一步發行及繳足99股每股面值0.01港元的股份。於二零一五年十一月十三日，因重組而發行4,000,000股每股面值0.01港元的股份。
- (ii) 根據股東於二零一六年四月二十六日通過的書面決議案，透過增設722,000,000股股份，本公司法定股本由380,000港元增至7,600,000港元。於同日，透過將本公司股份溢價賬之進賬撥作資本配發及發行133,999,900股每股面值0.01港元的普通股，按面值入賬列作繳足。
- (iii) 就本公司股份發售而言，本公司按每股1.36港元的發行價發行合共46,000,000股每股面值0.01港元的普通股。本公司已發行股份總數於股份發售完成時增至184,000,000股。所得款項總額及相關股份發行開支分別為62,560,000港元及6,649,000港元，其中460,000港元計入股本賬及55,451,000港元計入本公司股份溢價賬。

該等新股份在所有方面與現有股份享有同等權利。

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21. CAPITAL AND RESERVES (CONTINUED)

(b) Share premium

The share premium represents the difference between the par value of the Company and proceeds received from the issuance of the shares of the Company, net of shares issue costs and the difference between the nominal value of the share capital issued by the Company and the aggregate of the net assets value of Hang Sang (Siu Po) and A W Printing acquired by the Company pursuant to the Reorganisation.

(c) Capital reserve

Capital reserve of the Group represents the share capital of entities comprising the Group prior to the Reorganisation and the reserves arising from the Reorganisation.

21. 資本及儲備(續)

(b) 股份溢價

股份溢價指本公司的股份面值與發行本公司股份所收取所得款項之間的差額，已扣除股份發行成本及本公司已發行股本面值與本公司根據重組收購的恆生(兆保)及A W Printing之資產總淨值之間的差額。

(c) 資本儲備

本集團的資本儲備指重組前組成本集團的實體之股本及重組產生的儲備。

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22. STATEMENT OF FINANCIAL POSITION OF THE COMPANY

22. 本公司之財務狀況表

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
		Note 附註	
ASSETS AND LIABILITIES	資產及負債		
Non-current asset	非流動資產		
Investments in subsidiaries	於附屬公司的投資	<u>22,994</u>	<u>22,994</u>
Current assets	流動資產		
Other receivables	其他應收款項	230	488
Amount due from subsidiaries	應收附屬公司款項	6,693	–
Cash and cash equivalents	現金及現金等價物	<u>25,533</u>	<u>45,533</u>
		<u>32,456</u>	<u>46,021</u>
Current liabilities	流動負債		
Other payables	其他應付款項	298	566
Amount due to a subsidiary	應付一間附屬公司款項	–	<u>10,223</u>
		<u>298</u>	<u>10,789</u>
Net current assets	流動資產淨值	<u>32,158</u>	<u>35,232</u>
Total assets less current liabilities	總資產減流動負債	<u>55,152</u>	<u>58,226</u>
Net assets	資產淨值	<u>55,152</u>	<u>58,226</u>
Equity	權益		
Share capital	股本	21(a) 1,840	1,840
Reserves	儲備	(i) 53,312	56,386
Total equity	權益總額	<u>55,152</u>	<u>58,226</u>

Approved and authorised for issue by the board of directors on 22 September 2017.

董事會於二零一七年九月二十二日批准及授權刊發。

Mr Fung Man Wai Samson
馮文偉先生
Director
董事

Mr Fung Kar Chue Alexander
馮家柱先生
Director
董事

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22. STATEMENT OF FINANCIAL POSITION OF THE COMPANY (CONTINUED)

Note:

(i) The movement of the Company's reserves is as follows:

		Share premium 股份溢價 HK\$'000 千港元	Accumulated loss 累計虧損 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Upon incorporation	註冊成立時	-	-	-
Issuance of shares upon share offer, net of share issuance expenses	股份發售時發行股份，已扣除股份發行開支	55,451	-	55,451
Share capitalisation issue	股份資本化發行	(1,340)	-	(1,340)
Loss and total comprehensive loss for the year	本年度虧損及全面虧損總額	-	(20,719)	(20,719)
Arising from the Reorganisation	自重組產生	22,994	-	22,994
At 30 June 2016 and 1 July 2016	於二零一六年六月三十日及二零一六年七月一日	77,105	(20,719)	56,386
Loss and total comprehensive loss for the year	本年度虧損及全面虧損總額	-	(3,074)	(3,074)
At 30 June 2017	於二零一七年六月三十日	77,105	(23,793)	53,312

22. 本公司之財務狀況表(續)

附註：

(i) 本公司儲備變動如下：

23. COMMITMENTS

(a) Capital commitments

Capital commitments of the Group outstanding at 30 June 2017 and 2016 not provided for were as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Contracted for:	已簽約：		
- Office equipment	- 辦公室設備	282	-
- Plant and machinery	- 廠房及機器	-	7,332
		282	7,332

In March 2017, the Group has signed a purchase agreement for an office equipment amounted to HK\$1,500,000 and a deposit of HK\$1,218,000 was paid upon signing the agreement.

於二零一七年三月，本集團已簽署1,500,000港元之辦公室設備購買協議及於簽署該協議時已支付按金1,218,000港元。

In June 2016, the Group has signed a purchase agreement for a machinery amounted to Euro1,073,000 (equivalents to HK\$9,227,000) and a deposit of Euro215,000 (equivalents to HK\$1,895,000) was paid upon signing the agreement.

於二零一六年六月，本集團已簽署1,073,000歐元(約等於9,227,000港元)之機器購買協議及於簽署該協議時已支付按金215,000歐元(約等於1,895,000港元)。

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23. COMMITMENTS (CONTINUED)

(b) Operating lease commitments

At 30 June 2017, the total future minimum lease payments under non-cancellable operating leases were payable by the Group as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Within 1 year	1年內	6,782	7,443
After 1 year but within 5 years	1年後及5年內	1,332	7,396
		8,114	14,839

The Group leases a number of properties, and items of plant and machinery under operating lease arrangements which run for an initial period of 1 to 5 years (2016: 1 to 5 years), with an option to renew the lease and renegotiate the terms at the expiry date or at dates as mutually agreed between the Group and respective lessors. None of the leases include contingent rentals.

23. 承擔(續)

(b) 經營租約承擔

於二零一七年六月三十日，本集團根據不可撤銷經營租約應付的未來最低租金如下：

本集團根據經營租賃安排租賃若干物業、廠房及機器，初步為期1至5年(二零一六年:1至5年)，可選擇於到期日或本集團與有關出租方相互協定的日期重續租賃年期及重新談判條款。該等租約概無包括或然租金。

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24. MATERIAL RELATED PARTY TRANSACTIONS

(i) Transactions with related companies

Save as disclosed elsewhere in the consolidated financial statements, during the year, the Group entered into the following material related party transactions with related companies:

Name of company 公司名稱	Relationship 關係	Nature of transaction 交易性質	2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Karwin Corporation Limited 嘉韻有限公司	Controlled by Mr Samson Fung, a controlling shareholder who is also a director of the Group 由控股股東馮文偉先生(亦為本集團董事)控制	Rental expense paid for a director's quarter (note) 支付董事宿舍的租賃費用(附註)	840	840
Super Champion Limited 偉冠有限公司	Controlled by Mr David Fung, a controlling shareholder who is also a director of the Group 由控股股東馮文錦先生(亦為本集團董事)控制	Rental expense paid for a director's quarter (note) 支付董事宿舍的租賃費用(附註)	840	840

Note:

The rental expenses paid and/or payable for directors' quarters were made at the prices mutually agreed between the Group and the respective related companies.

For the year ended 30 June 2017, the related party transactions above constitute connected transactions or continuing connected transactions as defined in Chapter 14A of the Listing Rules. However those transactions are exempt from the disclosure requirements in Chapter 14A of the Listing Rules as they are below the de minimis threshold under Rule 14A.76(1).

24. 重大關聯方交易

(i) 與關聯公司之交易

除綜合財務報表其他地方所披露者外，於年內，本集團與關聯公司訂立下列重大關聯方交易：

附註：

支付及／或應付董事宿舍的租賃費用均以本集團與各別關聯公司互相協定的價格支付。

截至二零一七年六月三十日止年度，上述關聯方交易構成上市規則第14A章所界定的關連交易或持續關連交易。然而，該等交易獲豁免遵守上市規則第14A章之披露規定，乃由於其低於第14A.76(1)條項下之最低豁免水平。

Notes to the Consolidated Financial Statements

綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

24. MATERIAL RELATED PARTY TRANSACTIONS (CONTINUED)

(ii) Key management personnel remuneration

Key management personnel of the Group, including amounts paid to the directors as disclosed in note 9, and senior management, is as follows:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Salaries, allowances and other benefits	薪金、津貼及其他福利	8,544	7,723
Discretionary bonuses	酌情花紅	113	–
Retirement benefit costs – defined contribution plan	退休福利成本 – 界定供款計劃	178	171
		<u>8,835</u>	<u>7,894</u>

Total remuneration above is included in 'staff costs' (see note 8(a)).

Other than the related party transactions disclosed above, no other transaction, arrangement or contract of significance to which the Company was a party and in which a director of the Company or a connected entity of the director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year.

24. 重大關聯方交易(續)

(ii) 主要管理人員酬金

本集團主要管理人員酬金，包括支付予董事(於附註9披露)及高級管理層之款項如下：

上述酬金總額包括於「員工成本」(見附註8(a))。

除上文所披露之關聯方交易外，概無本公司為其中一方或本公司董事或與董事有關連的任何實體直接或間接擁有重大權益且於本年度末或年內任何時間存續之其他重大交易、安排或合約。

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綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

25. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS

The Group is exposed to financial risks through its use of financial instruments in its ordinary course of operations. The financial risks include foreign currency risk, credit risk, interest rate risk and liquidity risk. The management manages and monitors these exposures to ensure appropriate measures are implemented on a timely and effective manner. The most significant financial risk to which the Group is exposed as discussed below.

There has been no change to the types of the Group's exposure in respect of financial instruments or the manner in which it manages and measures the risks.

25.1 Categories of financial assets and liabilities

The carrying amounts presented in the consolidated statement of financial position relate to the following categories of financial assets and financial liabilities:

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元
Financial assets:	金融資產：		
Loans and receivables	貸款及應收款項		
– Trade and other receivables	– 貿易及其他應收款項	14,193	14,677
– Cash and cash equivalents	– 現金及現金等價物	58,720	62,900
		<u>72,913</u>	<u>77,577</u>
Financial liabilities:	金融負債：		
Financial liabilities measured at amortised cost	按攤銷成本計量的金融負債		
– Trade and other payables	– 貿易及其他應付款項	9,161	9,121

25.2 Foreign currency risk

Foreign currency risk refers to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The Group's exposures to foreign currency risk arise from its cash and cash equivalents, trade and other receivables and trade and other payables, which are primarily denominated in United States dollars ("USD") and Euro ("EUR"). USD and EUR are not the functional currency of the companies comprising the Group to which these transactions relate.

25. 財務風險管理及公平值計量

本集團於日常業務過程中使用金融工具而承擔財務風險。財務風險包括外匯風險、信貸風險、利率風險及流動資金風險。管理層管理及監察該等風險，以確保及時而有效實施適當措施。本集團面對最主要的財務風險於下文討論。

本集團金融工具面對之風險類型或其管理及計量風險之方式並無改變。

25.1 金融資產及負債分類

綜合財務狀況表所列賬面值與下列金融資產與金融負債分類有關：

25.2 外匯風險

外匯風險指金融工具之公平值或未來現金流量因外幣匯率變動而波動之風險。本集團承受之外匯風險來自其現金及現金等價物、貿易及其他應收款項以及貿易及其他應付款項，主要以美元（「美元」）及歐元（「歐元」）計值。美元及歐元並非涉及此等交易之組成本集團之公司之功能貨幣。

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綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

25. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (CONTINUED)

25.2 Foreign currency risk (Continued)

Foreign currency denominated financial assets and liabilities, translated into Hong Kong dollars at the closing rates, are as follows:

		2017 二零一七年	2016 二零一六年	
		USD 美元 HK\$'000 千港元	USD 美元 HK\$'000 千港元	EUR 歐元 HK\$'000 千港元
Cash and cash equivalents	現金及現金等價物	27,977	10,132	–
Trade and other receivables	貿易及其他應收款項	11,977	11,637	1,895
Trade and other payables	貿易及其他應付款項	(1,485)	(2,176)	–
Net exposure arising from recognised assets and liabilities	已確認資產及負債產生之淨風險	38,469	19,593	1,895

As HK\$ is pegged to USD, the management does not expect any significant movements in the USD/HK\$ exchange rate and considers the Group does not expose to significant currency risk.

The Group does not hedge its foreign currency risks with USD as the foreign exchange rate between HK\$ and USD is controlled within a tight range and the Group is not exposed to material foreign currency risk, therefore, no sensitivity analysis is presented. Permanent changes in foreign exchange rates would have an impact on consolidated financial statements.

25.3 Credit risk

Credit risk relates to the risk that the counterparty to a financial instrument would fail to discharge its obligations under the terms of the financial instrument and cause a financial loss to the Group.

Bank deposits are only placed with a creditworthy financial institution. The management does not expect any financial institution fail to meet their obligations which will result in material credit losses to the Group.

25. 財務風險管理及公平值計量(續)

25.2 外匯風險(續)

以外幣為單位按收市匯率換算為港元的金融資產及負債如下：

由於港元與美元掛鈎，管理層預期美元／港元匯率不會有任何重大變動，故認為本集團並無重大外匯風險。

由於港元兌美元之匯率受控制並維持於窄幅波動且本集團並無重大外匯風險，本集團並無就美元對沖其外幣風險，因此亦無呈列敏感度分析。外幣匯率之恆常變動可能對本集團之綜合財務報表構成影響。

25.3 信貸風險

信貸風險指金融工具的對方未能根據金融工具的條款履行其責任及對本集團造成財務虧損的風險。

銀行存款只會存放於信譽昭著之金融機構。管理層預期並無任何金融機構無法履行其責任以致將造成本集團重大信貸損失。

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綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

25. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (CONTINUED)

25.3 Credit risk (Continued)

In respect of trade and other receivables, individual credit evaluations are performed on all customers. These evaluations focus on the past history of making payments when due and current ability to pay, and take into account information specific to the customer as well as pertaining to the economic environment in which the customer operates. Trade receivables are due within 0 to 2 months from the date of billing. Normally, the Group does not obtain collateral from customers.

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer rather than the industry or country in which the customers operate and therefore significant concentrations of credit risk primarily arise when the Group has significant exposure to individual customers. At 30 June 2017, 34.2% (2016: 19.0%) of the total trade and other receivables was due from the Group's five largest customers.

The Group does not provide any other guarantees which would expose the Group to credit risk. The maximum exposure to credit risk in respect of these financial assets at 30 June 2017 is disclosed in note 25.1 above.

Further quantitative disclosure in respect of the Group's exposure to credit risk arising from trade and other receivables are set out in note 17 to the consolidated financial statements.

25.4 Interest rate risk

Interest rate risk relates to the risk that the fair value or cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The Group's interest rate risk arises primarily from bank balances. The exposure to interest rates for the Group's short-term bank deposits is considered immaterial. The Group therefore does not have significant exposure to interest rate risk for the years ended 30 June 2017 and 2016.

25. 財務風險管理及公平值計量(續)

25.3 信貸風險(續)

關於貿易及其他應收款項，需要對所有客戶進行個別信貸評估。該等評估集中於客戶過往繳付到期款項之歷史及現時付款之能力，以及考慮到客戶之具體資料及客戶營運所在地之經濟環境。貿易應收款項乃於開出發票日後0至2個月內到期。一般而言，本集團並無要求客戶提供抵押品。

本集團所承受之信貸風險主要受各客戶之個別特性所影響而非客戶經營之行業或國家。因此信貸風險高度集中之情況主要發生於本集團對個別客戶有著重大風險承擔時產生。於二零一七年六月三十日，貿易及其他應收款項的總額的34.2% (二零一六年：19.0%)來自本集團五大客戶。

本集團並無提供任何其他擔保，致令本集團面對信貸風險。於二零一七年六月三十日，有關金融資產所面對最大之信貸風險載於上文附註25.1。

更多有關本集團因貿易及其他應收款項面對之信貸風險之量化披露載於綜合財務報表附註17。

25.4 利率風險

利率風險與金融工具的公平值或現金流量將會因市場利率的變動而波動的風險有關。本集團的利率風險主要來自銀行結餘。本集團短期銀行存款之利率風險並不重大。本集團因此於截至二零一七年及二零一六年六月三十日止年度並無重大利率風險。

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綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

25. FINANCIAL RISK MANAGEMENT AND FAIR VALUE MEASUREMENTS (CONTINUED)

25.5 Liquidity risk (Continued)

The Group's policy is to regularly monitor its liquidity requirements to ensure that it maintains sufficient reserve of cash to meet its liquidity requirements in the short and longer term.

The following table show the details of the remaining contractual maturities at 30 June 2017 and the Group's non-derivative liabilities and derivative liabilities which are based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on rates current at the end of each reporting period) and the earliest date the Group can be required to pay.

2017

	Within 1 year or on demand 於1年內或 按要求 HK\$'000 千港元	Total contractual undiscounted cash flow 合約未貼現 現金流總額 HK\$'000 千港元	Carrying amount 賬面值 HK\$'000 千港元
Trade and other payables 貿易及其他應付款項	<u>9,161</u>	<u>9,161</u>	<u>9,161</u>

2016

	Within 1 year or on demand 於1年內或 按要求 HK\$'000 千港元	Total contractual undiscounted cash flow 合約未貼現 現金流總額 HK\$'000 千港元	Carrying amount 賬面值 HK\$'000 千港元
Trade and other payables 貿易及其他應付款項	<u>9,121</u>	<u>9,121</u>	<u>9,121</u>

25.6 Fair value estimation

All financial instruments are carried at amounts not materially different from their fair values at 30 June 2017 and 2016 due to the short-term maturities.

25. 財務風險管理及公平值計量(續)

25.5 流動資金風險(續)

本集團之政策是按時監控其流動資金需要以確保本集團能維持充足現金儲備以應付其於短期及長期之流動資金需要。

下表載列於二零一七年六月三十日的剩餘合約期限及本集團的非衍生金融負債及衍生金融負債，乃根據合約未貼現之現金流量(包括按合約利率或(如屬浮息)根據各報告期末通行的利率計算的利息)釐定，以及本集團須償還有關款項的最早日期詳情。

二零一七年

二零一六年

25.6 公平值計量

由於所有金融工具將於短期內到期，故於二零一七年及二零一六年六月三十日的賬面值與其公平值均無重大差別。

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綜合財務報表附註

For the year ended 30 June 2017
截至二零一七年六月三十日止年度

26. CAPITAL MANAGEMENT

The Group's primary objectives when managing capital are to (i) safeguard the Group's ability to continue as a going concern, so that it continues to provide returns and benefits for its stakeholders, (ii) support the Group's stability and growth, and (iii) provide capital for the purpose of strengthening the Group's risk management capability.

The Group actively and regularly reviews and manages its capital structure to ensure optimal capital structure and shareholders returns, taking into consideration the future capital requirements of the Group and capital efficiency, prevailing and projected profitability, projected operating cash flows, projected capital expenditures and projected strategic investment opportunities. The Group currently does not adopt any formal dividend policy. The Group's capital management objectives, policies or processes were unchanged during the year ended 30 June 2017.

The Group is not subject to any externally imposed capital requirements.

27. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation.

26. 資本管理

本集團資本管理的首要目的是(i)保障本集團有能力持續經營，使能繼續為其持份者提供回報及利益，(ii)支持本集團之穩定及發展及(iii)提供資本加強本集團之風險管理能力。

本集團積極定期檢討及管理資本架構，力求達到最理想的資本架構及股東回報；過程中，本集團考慮的因素計有：本集團日後的資本需求與資本效率、當前及預期之盈利能力、預期之營運現金流量、預期資本開支及預期策略投資機會等。本集團現時尚未採納任何正式股息政策。本集團的資金管理目標、政策或程序於截至二零一七年六月三十日止年度均無改變。

本集團不受外部實施的資本規定所限。

27. 比較數字

為配合本年度之呈報方式，上年度若干比較數字已予重新分類。

Financial Summary

財務摘要

		2017 二零一七年 HK\$'000 千港元	2016 二零一六年 HK\$'000 千港元	2015 二零一五年 HK\$'000 千港元 (note) (附註)	2014 二零一四年 HK\$'000 千港元 (note) (附註)	2013 二零一三年 HK\$'000 千港元 (note) (附註)
Results	業績					
Year ended 30 June	截至六月三十日止年度					
Revenue	收益	<u>105,223</u>	<u>118,194</u>	<u>133,097</u>	<u>126,275</u>	<u>119,568</u>
Profit before income tax	除所得稅前溢利	<u>13,389</u>	<u>7,850</u>	<u>32,900</u>	<u>27,888</u>	<u>23,691</u>
Income tax expense	所得稅開支	<u>(2,719)</u>	<u>(4,692)</u>	<u>(5,428)</u>	<u>(4,594)</u>	<u>(3,897)</u>
Profit for the year	本年度溢利	<u>10,670</u>	<u>3,158</u>	<u>27,472</u>	<u>23,294</u>	<u>19,794</u>
Assets and liabilities	資產及負債					
As at 30 June	於六月三十日					
Total assets	資產總值	<u>100,561</u>	<u>95,538</u>	<u>77,796</u>	<u>66,618</u>	<u>56,833</u>
Total liabilities	負債總額	<u>(12,312)</u>	<u>(17,959)</u>	<u>(29,326)</u>	<u>(45,620)</u>	<u>(36,129)</u>
Net assets	資產淨值	<u>88,249</u>	<u>77,579</u>	<u>48,470</u>	<u>20,998</u>	<u>20,704</u>

Note:

The results and summary of assets and liabilities for the years ended 30 June 2013, 2014 and 2015 which were extracted from the Company's prospectus dated 30 April 2016 have been prepared on a combined basis to indicate the results of the Group as if the Group structure, at the time the Company's shares were listed on the Main Board of the Stock Exchange, had been in existence throughout those years.

附註：

截至二零一三年、二零一四年及二零一五年六月三十日止年度之業績及資產及負債概要乃摘錄自本公司日期為二零一六年四月三十日的招股章程，已按合併基準編製，以顯示本集團的業績，猶如本公司股份於聯交所主板上市時，本集團結構於該等年度內一直存在。

HANG SANG (SIU PO) INTERNATIONAL HOLDING COMPANY LIMITED