



(Incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立之有限公司)

Stock Code 股份代號 : 00157

Beauty

from Natural

美麗源於自然

2018 Interim Report 中期報告



Mission Statement

我們的使命

Natural Beauty is dedicated to cultivate our staff, customers, students and franchisees to appreciate our education, products and services, which are made by the love and kindness of our founder, Dr. Tsai Yen-Pin, who made modern ladies beautiful, confident and wealthy.

我們致力於使員工、顧客、學員及加盟老師們存著一份感恩的心來到自然美，學習自然美容術及使用自然美產品及服務，這都是自然美創辦人蔡燕萍博士以愛心砌成累積的成果，幫助無數女性建立美麗、自信及財富。



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Corporate Information 公司資料

(As at 11 September 2018 ("the latest practicable date"))
(於二零一八年九月十一日(「最後實際可行日期」))

BOARD OF DIRECTORS

Executive Directors

Dr. TSAI Yen-Yu

(alias Dr. TSAI Yen-Pin) (*Chairperson*)

Mr. LEE Ming-Ta

(alias Mr. LEE Ming-Tah) (*Vice Chairman*)

Dr. SU Chien-Cheng

Non-executive Director

Dr. SU Sh-Hsyu

(alias Dr. Spring Sh-Hsyu SU)

Independent Non-executive Directors

Mr. CHEN Ruey-Long

Mr. LU Chi-Chant

Mr. HSIEH Pang-Chang

(alias Mr. SHIA Ben-Chang)

AUTHORISED REPRESENTATIVES

Dr. SU Chien-Cheng

Ms. HO Siu Pik

COMPANY SECRETARY

Ms. HO Siu Pik (FCS, FCIS)

MEMBERS OF THE AUDIT COMMITTEE

Mr. CHEN Ruey-Long (*Chairman*)

Dr. SU Sh-Hsyu

(alias Dr. Spring Sh-Hsyu SU)

Mr. LU Chi-Chant

Mr. HSIEH Pang-Chang

(alias Mr. SHIA Ben-Chang)

MEMBERS OF THE REMUNERATION COMMITTEE

Mr. LU Chi-Chant (*Chairman*)

Dr. SU Chien-Cheng

Dr. SU Sh-Hsyu

(alias Dr. Spring Sh-Hsyu SU)

Mr. CHEN Ruey-Long

Mr. HSIEH Pang-Chang

(alias Mr. SHIA Ben-Chang)

董事會

執行董事

蔡燕玉博士

(又名蔡燕萍博士)(*主席*)

李明達先生(*副主席*)

蘇建誠博士

非執行董事

蘇詩琇博士

獨立非執行董事

陳瑞隆先生

盧啓昌先生

謝邦昌先生

法定代表

蘇建誠博士

何小碧女士

公司秘書

何小碧女士(FCS, FCIS)

審核委員會成員

陳瑞隆先生(*主席*)

蘇詩琇博士

盧啓昌先生

謝邦昌先生

薪酬委員會成員

盧啓昌先生(*主席*)

蘇建誠博士

蘇詩琇博士

陳瑞隆先生

謝邦昌先生

(As at 11 September 2018 ("the latest practicable date"))
(於二零一八年九月十一日(「最後實際可行日期」))

MEMBERS OF THE EXECUTIVE COMMITTEE

Mr. LEE Ming-Ta
(alias Mr. LEE Ming-Tah) (*Chairman*)
Dr. TSAI Yen-Yu
(alias Dr. TSAI Yen-Pin)
Dr. SU Chien-Cheng
Dr. SU Sh-Hsyu
(alias Dr. Spring Sh-Hsyu SU)

MEMBERS OF THE NOMINATION COMMITTEE

Mr. HSIEH Pang-Chang
(alias Mr. SHIA Ben-Chang) (*Chairman*)
Dr. TSAI Yen-Yu
(alias Dr. TSAI Yen-Pin)
Mr. LEE Ming-Ta
(alias Mr. LEE Ming-Tah)
Mr. CHEN Ruey-Long
Mr. LU Chi-Chant

REGISTERED OFFICE

P.O. Box 309
Ugland House
Grand Cayman
KY1-1104
Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Level 54
Hopewell Centre
183 Queen's Road East
Hong Kong

執行委員會成員

李明達先生 (主席)
蔡燕玉博士
(又名蔡燕萍博士)
蘇建誠博士
蘇詩琇博士

提名委員會成員

謝邦昌先生 (主席)
蔡燕玉博士
(又名蔡燕萍博士)
李明達先生
陳瑞隆先生
盧啓昌先生

註冊辦事處

P.O. Box 309
Ugland House
Grand Cayman
KY1-1104
Cayman Islands

香港主要營業地點

香港
皇后大道東183號
合和中心
54樓

Corporate Information 公司資料

(As at 11 September 2018 (“the latest practicable date”)
(於二零一八年九月十一日(「最後實際可行日期」)))

AUDITORS

Deloitte Touche Tohmatsu
Certified Public Accountants
35/F One Pacific Place
88 Queensway
Hong Kong

LEGAL ADVISERS

Bird & Bird
4/F, Three Pacific Place
1 Queen’s Road East
Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER AGENT

Maples Fund Services (Cayman) Limited
PO Box 1093, Boundary Hall
Cricket Square
Grand Cayman, KY1-1102
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR

Hong Kong Registrars Limited
Shops 1712-1716, 17th Floor
Hopewell Centre
183 Queen’s Road East
Wanchai
Hong Kong

LISTING INFORMATION

The Stock Exchange of Hong Kong Limited
Stock Code: 00157

核數師

德勤·關黃陳方會計師行
執業會計師
香港
金鐘道88號
太古廣場一期35樓

法律顧問

鴻鵠律師事務所
香港
皇后大道東1號
太古廣場3座4樓

主要股份過戶登記處

Maples Fund Services (Cayman) Limited
PO Box 1093, Boundary Hall
Cricket Square
Grand Cayman, KY1-1102
Cayman Islands

香港股份過戶登記分處

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

上市資料

香港聯合交易所有限公司
股份代號：00157

(As at 11 September 2018 ("the latest practicable date"))
(於二零一八年九月十一日(「最後實際可行日期」))

PRINCIPAL BANKERS

The Hongkong and Shanghai Banking Corporation Limited

1 Queen's Road Central
Hong Kong

Taiwan Cooperative Bank

No. 277, Section 3, Cheng Teh Road
Taipei
Taiwan

CTBC BANK Co., Ltd.

8F, No. 168, Jingmao 2nd Road
Taipei
Taiwan

China Merchants Bank Co., Ltd.

Shanghai Branch, Jingsi Sub-branch
1465 Beijing Road (W)
Shanghai
The PRC

China Minsheng Banking Corporation Limited

Shanghai Branch, Hongkou Sub-branch
1/F Gulf Building
53 Huangpu Road
Shanghai
The PRC

WEBSITE

www.ir-cloud.com/hongkong/00157/irwebsite

主要往來銀行

香港上海滙豐銀行有限公司

香港
皇后大道中1號

合作金庫銀行

台灣
台北
承德路三段277號

中國信託商業銀行股份有限公司

台灣
台北
經貿二路168號8樓

招商銀行股份有限公司

上海市分行靜安寺支行
中國
上海
北京西路1465號

中國民生銀行股份有限公司

上海市分行虹口支行
中國
上海
黃浦路53號
海灣大廈一樓

網址

www.ir-cloud.com/hongkong/00157/irwebsite

Management Discussion and Analysis

管理層討論及分析

FINANCIAL REVIEW

財務回顧

Turnover by geographical region 按地域劃分之營業額		1H 2018		1H 2017		Changes	
		二零一八年上半年		二零一七年上半年		變動	
		HK\$'000	%	HK\$'000	%	HK\$'000	%
		千港元		千港元		千港元	
The People's Republic of China ("PRC")	中華人民共和國 ([中國大陸])	154,055	79.5%	145,179	79.1%	8,876	6.1%
Taiwan	台灣	38,015	19.6%	37,141	20.2%	874	2.4%
Others	其他	1,668	0.9%	1,293	0.7%	375	29.0%
Total	總計	193,738	100.0%	183,613	100.0%	10,125	5.5%

During the six months ended 30 June 2018, turnover of Natural Beauty Bio-Technology Limited ("Natural Beauty" or the "Company") and its subsidiaries (the "Group") increased by 5.5% to HK\$193.7 million compared with HK\$183.6 million for the six months ended 30 June 2017. Turnover in the PRC and Taiwan remained relatively constant, while fluctuation in exchange rate resulted in an increase in turnover of the Group for the six months ended 30 June 2018 of HK\$10.1 million compared with the corresponding period last year.

For the six months ended 30 June 2018, turnover in the PRC market increased by 6.1% from HK\$145.2 million for the six months ended 30 June 2017 to HK\$154.1 million; and turnover in Taiwan increased by 2.4% from HK\$37.1 million for the six months ended 30 June 2017 to HK\$38.0 million.

Sales from other regions, including Hong Kong, Macau and Malaysia, increased by 29.0% to HK\$1.7 million for the six months ended 30 June 2018. Contribution from these regions remained at an insignificant level of just 0.9% of the Group's turnover.

The Group's overall gross profit margin declined from 73.5% for the six months ended 30 June 2017 to 70.8% for the six months ended 30 June 2018 mainly due to the offering of larger promotional discounts for the Group's product/service packages and new spa services during the period under review.

自然美生物科技有限公司（「自然美」或「本公司」）及其附屬公司（「本集團」）之營業額由截至二零一七年六月三十日止六個月的183,600,000港元增加5.5%至截至二零一八年六月三十日止六個月的193,700,000港元。中國大陸及臺灣地區之營業額基本持平，然而匯率變動導致本集團截至二零一八年六月三十日止六個月之營業額較去年同期相比增加10,100,000港元。

於截至二零一八年六月三十日止六個月，中國大陸市場之營業額由截至二零一七年六月三十日止六個月的145,200,000港元增加6.1%至154,100,000港元；台灣市場之營業額由截至二零一七年六月三十日止六個月之37,100,000港元增加2.4%至38,000,000港元。

於截至二零一八年六月三十日止六個月，其他地區（包括香港、澳門及馬來西亞）之銷售額增加29.0%至1,700,000港元。該等地區對本集團營業額之貢獻維持輕微，僅佔本集團總營業額0.9%。

本集團之整體邊際毛利率由截至二零一七年六月三十日止六個月的73.5%下降至截至二零一八年六月三十日止六個月的70.8%，原因為於回顧期間本集團產品／服務組合及新的水療服務提供較多推廣優惠所致。

FINANCIAL REVIEW (Continued)

財務回顧 (續)

Turnover by activities	按業務劃分之營業額	1H 2018		1H 2017		Changes	
		二零一八年 上半年 HK\$'000 千港元		二零一七年 上半年 HK\$'000 千港元		變動 HK\$'000 千港元	%
Products	產品						
PRC	中國大陸	148,528		143,788		4,740	3.3%
Taiwan	台灣	36,885		35,852		1,033	2.9%
Others	其他	1,668		1,293		375	29.0%
Total	總計	187,081		180,933		6,148	3.4%
Services	服務						
PRC	中國大陸	5,527		1,391		4,136	297.3%
Taiwan	台灣	1,130		1,289		(159)	(12.3%)
Total	總計	6,657		2,680		3,977	148.4%

Turnover by activities	按業務劃分之營業額	1H 2018		1H 2017		Changes	
		二零一八年上半年 HK\$'000 千港元	%	二零一七年上半年 HK\$'000 千港元	%	變動 HK\$'000 千港元	%
Products	產品	187,081	96.6%	180,933	98.5%	6,148	3.4%
Services	服務	6,657	3.4%	2,680	1.5%	3,977	148.4%
Total	總計	193,738	100.0%	183,613	100.0%	10,125	5.5%

FINANCIAL REVIEW (Continued)

Products

The Group is principally engaged in manufacturing and sales of a range of products, including skin care, beauty and aroma-therapeutic products, health supplements and make-up products under the “Natural Beauty” brand. Product sales are the Group’s key revenue source and primarily come from franchised spas, self-owned spas and concessionary counters at department stores. Product sales for the six months ended 30 June 2018 amounted to HK\$187.1 million, or 96.6% of the Group’s total revenue, representing an increase of HK\$6.1 million or by 3.4% when compared with sales of HK\$180.9 million for the six months ended 30 June 2017. The increase in product sales was mainly driven by the increase in turnover in such segment in the PRC market by 3.3% to HK\$148.5 million for the six months ended 30 June 2018 compared with HK\$143.8 million for the corresponding period last year.

財務回顧 (續)

產品

本集團主要以「自然美」品牌製造及銷售護膚產品、美容產品、香薰產品、健康食品及化妝品等各式各樣產品。產品銷售為本集團主要收入來源，且主要源自加盟水療中心、自資經營水療中心及百貨公司專櫃。截至二零一八年六月三十日止六個月之產品銷售額達187,100,000港元（或佔本集團總收入96.6%），較截至二零一七年六月三十日止六個月之銷售額180,900,000港元增加6,100,000港元或3.4%。產品銷售額增加主要由於截至二零一八年六月三十日止六個月該分部於中國大陸市場較去年同期之143,800,000港元上升3.3%至148,500,000港元所致。

Service income	服務收益	1H 2018		1H 2017		Changes	
		二零一八年上半年		二零一七年上半年		變動	
		HK\$'000	%	HK\$'000	%	HK\$'000	%
		千港元		千港元		千港元	
Training income	培訓收益	152	2.3%	203	7.6%	(51)	(25.1%)
Spa service income	水療服務收益	5,092	76.5%	2,251	84.0%	2,841	126.2%
Others	其他	1,413	21.2%	226	8.4%	1,187	525.2%
Total	總計	6,657	100.0%	2,680	100.0%	3,977	148.4%

Services

Service income is derived from the self-owned spas’ services, training and other services.

The Group provides skin treatment, beauty and spa services through its self-owned spas. The Group’s strategy is to establish self-owned spas as model outlets in strategic locations to stimulate overall sales of products to franchisees.

Service income is solely derived from the Group’s self-owned spas. The Group does not share any service income generated from spas run by franchisees under its current franchise arrangements. During the six months ended 30 June 2018, service income increased by 148.4% to HK\$6.7 million compared with HK\$2.7 million for the corresponding period last year. The increase was mainly due to the introduction of a high-tech device into the spa services provided by the Group’s self-owned spas.

服務

服務收益源自自資經營水療中心服務、培訓及其他服務。

本集團透過其自資經營水療中心提供肌膚護理、美容及水療服務。本集團之策略乃於戰略位置將自資經營水療中心打造成模範門店，以刺激加盟者之整體產品銷售額。

服務收益僅源自本集團之自資經營水療中心。按現行加盟經營安排，本集團不能分佔加盟者經營水療中心所得之任何服務收益。於截至二零一八年六月三十日止六個月，服務收益較去年同期之2,700,000港元增加148.4%至6,700,000港元。增長的原因主要由於本集團之自資經營水療中心所提供的水療服務引入了高科技設備。

FINANCIAL REVIEW (Continued)

Other income and other gains

Other income and other gains decreased by HK\$1.0 million or 13.6% from HK\$7.5 million for the six months ended 30 June 2017 to HK\$6.5 million for the six months ended 30 June 2018. Other income and other gains mainly comprised rental income from other properties, interest income and financial refunds of HK\$1.1 million, HK\$1.8 million and HK\$1.9 million respectively during the six months ended 30 June 2018.

Selling and administrative expenses

Distribution and selling expenses as a percentage of the Group's turnover increased to 33.8% for the six months ended 30 June 2018 compared with 25.7% for the six months ended 30 June 2017. The distribution and selling expenses increased by HK\$18.3 million from HK\$47.1 million for the six months ended 30 June 2017 to HK\$65.4 million for the six months ended 30 June 2018. Salaries increased by HK\$4.5 million from HK\$21.5 million for the six months ended 30 June 2017 to HK\$26.0 million for the six months ended 30 June 2018. Other key expenses included new products launching events and customers' training session expenses of HK\$8.1 million, advertising expenses of HK\$3.2 million, depreciation charges of HK\$2.4 million, transportation charges of HK\$3.6 million as well as rentals of offices of HK\$4.1 million for the six months ended 30 June 2018.

Total administrative expenses increased by HK\$4.0 million, or 12.7%, to HK\$35.6 million for the six months ended 30 June 2018 compared with HK\$31.6 million for the six months ended 30 June 2017. Administrative expenses mainly comprised staff costs and retirement benefits of HK\$12.7 million, consultancy and professional fee of HK\$4.6 million, depreciation charges of HK\$4.0 million and office and utility expenses of HK\$2.6 million.

財務回顧 (續)

其他收益和利得

其他收益和利得由截至二零一七年六月三十日止六個月之7,500,000港元減少1,000,000港元或13.6%至截至二零一八年六月三十日止之6,500,000港元。於截至二零一八年六月三十日止六個月，其他收益和利得主要包括其他物業之租金收益、利息收益、財務退款，分別為1,100,000港元、1,800,000港元及1,900,000港元。

分銷及行政開支

分銷及銷售開支佔本集團營業額之百分比由截至二零一七年六月三十日止六個月之25.7%增加至截至二零一八年六月三十日止六個月之33.8%。分銷及銷售開支由截至二零一七年六月三十日止六個月之47,100,000港元增加18,300,000港元至截至二零一八年六月三十日止六個月之65,400,000港元。薪金由二零一七年六月三十日止六個月之21,500,000港元增加4,500,000港元至二零一八年六月三十日止六個月之26,000,000港元。於截至二零一八年六月三十日止六個月，其他重要開支項目包括新產品發佈會及客戶培訓會議費用8,100,000港元、廣告費開支3,200,000港元、折舊開支2,400,000港元、銷貨運費3,600,000港元以及辦公室租金開支4,100,000港元。

於截至二零一八年六月三十日止六個月，總行政開支由截至二零一七年六月三十日止六個月的31,600,000港元增加4,000,000港元或12.7%至35,600,000港元。行政開支主要包括員工成本及退休福利12,700,000港元、諮詢及專業費用4,600,000港元、折舊開支4,000,000港元以及辦公室和水電開支2,600,000港元。

FINANCIAL REVIEW (Continued)

Other expenses and other losses

Other expenses and other losses decreased by HK\$11.4 million, from HK\$9.2 million for the six months ended 30 June 2017 to HK\$-2.2 million for the six months ended 30 June 2018. The decline was mainly due to the collection of accounts receivables which were accrued as bad debts in the previous year. Other expenses and other losses for the six months ended 30 June 2018 mainly included the provision for doubtful debts expense of HK\$-3.1 million, loss of HK\$0.1 million on disposal of property and related expenses of rental property of HK\$0.8 million.

Profit before tax

Taking into account the increase in selling and administrative expenses, profit before tax decreased by 18.0% from HK\$54.6 million for the six months ended 30 June 2017 to HK\$44.8 million for the six months ended 30 June 2018.

Taxation

Taxation expenses decreased by HK\$0.5 million to HK\$15.8 million for the six months ended 30 June 2018 compared with HK\$16.3 million for the six months ended 30 June 2017. The effective tax rates of the Group for the six months ended 30 June 2017 and 2018 were 29.8% and 35.3% respectively.

Profit for the period

Profit for the period decreased by 24.5% from HK\$38.4 million for the six months ended 30 June 2017 to HK\$29.0 million for the six months ended 30 June 2018.

財務回顧 (續)

其他支出和損失

其他支出和損失減少11,400,000港元，由截至二零一七年六月三十日止六個月之9,200,000港元減少至截至二零一八年六月三十日止六個月之-2,200,000港元。有關減少主要由於收回在去年已計提呆帳撥備的應收賬款。截至二零一八年六月三十日止六個月，其他支出和損失主要包括呆賬撥備-3,100,000港元、出售物業之虧損100,000港元及出租物業成本800,000港元。

除稅前溢利

鑑於分銷及行政開支增加，除稅前溢利由截至二零一七年六月三十日止六個月之54,600,000港元減少18.0%至截至二零一八年六月三十日止六個月之44,800,000港元。

稅項

稅項支出減少500,000港元，由截至二零一七年六月三十日止六個月之16,300,000港元減少至截至二零一八年六月三十日止六個月之15,800,000港元。本集團於截至二零一七年及二零一八年六月三十日止六個月之實際稅率分別為29.8%及35.3%。

期內溢利

期內溢利由截至二零一七年六月三十日止六個月之38,400,000港元減少24.5%至截至二零一八年六月三十日止六個月之29,000,000港元。

FINANCIAL REVIEW (Continued)

Liquidity and financial resources

Cash generated from (used in) operating activities for the six months ended 30 June 2018 was approximately HK\$60.5 million (HK\$-65.0 million for the six months ended 30 June 2017). As at 30 June 2018, the Group had bank balances and cash of approximately HK\$320.5 million (HK\$288.9 million as at 31 December 2017) with no external bank borrowing.

In terms of gearing, as at 31 December 2017 and 30 June 2018, the Group's gearing ratios were zero (defined as net debt divided by shareholders' equity) as the Group was in a net cash position on both year/period-end dates. Current ratios of the Group (defined as current assets divided by current liabilities) as at 31 December 2017 and 30 June 2018 were 4.3 times and 2.8 times respectively. As at 30 June 2018, the Group had no material contingent liabilities, other than those disclosed in its financial statements and notes thereto. With the cash and bank balances in hand, the Group's liquidity position remains strong and it has sufficient financial resources to finance its commitments and to meet its working capital requirements.

Treasury policies and exposure to fluctuations in exchange rates

Most of the Group's revenues are denominated in Renminbi and New Taiwan Dollars as its operations are mainly located in the PRC and Taiwan. As at 30 June 2018, approximately 80.0% (79.0% as at 31 December 2017) of the Group's bank balances and cash was denominated in Renminbi, while approximately 16.0% (16.9% as at 31 December 2017) in New Taiwan Dollars. The remaining 4.0% (4.1% as at 31 December 2017) was denominated in US Dollars, Hong Kong Dollars and Ringgit Malaysia. The Group continues to adopt a conservative approach in its foreign exchange exposure management. It reviews its foreign exchange risks periodically and uses derivatives to hedge against such risks when necessary.

財務回顧 (續)

流動資金及財務資源

於截至二零一八年六月三十日止六個月之經營業務所得(所用)現金約為60,500,000港元(截至二零一七年六月三十日止六個月為-65,000,000港元)。於二零一八年六月三十日,本集團之銀行結存及現金約為320,500,000港元(於二零一七年十二月三十一日為288,900,000港元),且並無外界銀行借款。

資產負債方面,於二零一七年十二月三十一日及二零一八年六月三十日,由於本集團在兩個年度/期間結算日均處於淨現金狀況,故資產負債比率(界定為淨負債除以股東權益)均為零。於二零一七年十二月三十一日及二零一八年六月三十日,本集團之流動比率(界定為流動資產除以流動負債)分別為4.3倍及2.8倍。於二零一八年六月三十日,除於財務報表及有關附註披露者外,本集團並無重大或然負債。憑藉所持有之現金及銀行結存,本集團之流動資金狀況維持穩健,且財務資源充裕,足以應付其承擔及營運資金所需。

理財政策及所承受匯率波動風險

基於本集團業務主要位於中國大陸及台灣,故其大部份收入乃以人民幣及新台幣計值。於二零一八年六月三十日,在本集團之銀行結存及現金中,約80.0%(於二零一七年十二月三十一日為79.0%)以人民幣計值,另約16.0%(於二零一七年十二月三十一日為16.9%)以新台幣計值。餘下4.0%(於二零一七年十二月三十一日為4.1%)則以美元、港元及馬來西亞幣計值。本集團繼續就外匯風險管理採取審慎政策,定期檢討其所承受之外匯風險,並於有需要時使用衍生金融工具對沖有關風險。

BUSINESS REVIEW

業務回顧

Turnover by geographic region	按地域劃分之營業額	1H 2018	1H 2017	Changes	
		二零一八年 上半年 HK\$'000 千港元	二零一七年 上半年 HK\$'000 千港元	變動 HK\$'000 千港元	
					%
PRC	中國大陸				
Products	產品	148,528	143,788	4,740	3.3%
Services	服務	5,527	1,391	4,136	297.3%
PRC Total	中國大陸總計	154,055	145,179	8,876	6.1%
Taiwan	台灣				
Products	產品	36,885	35,852	1,032	2.9%
Services	服務	1,130	1,289	(159)	(12.3%)
Taiwan Total	台灣總計	38,015	37,141	874	2.4%
Others	其他				
Products	產品	1,668	1,293	375	29.0%
Services	服務	-	-	-	-
Others Total	其他總計	1,668	1,293	375	29.0%

The PRC Market

The Group's turnover in the PRC market increased by 6.1% for the six months ended 30 June 2018 to HK\$154.1 million compared with HK\$145.2 million for the six months ended 30 June 2017. Gross margin on product sales remained stable at 76.6% for the six months ended 30 June 2018 compared with 76.8% for the six months ended 30 June 2017.

The Taiwan Market

The Group's turnover in the Taiwan market increased by 2.4% from HK\$37.1 million for the six months ended 30 June 2017 to HK\$38.0 million for the six months ended 30 June 2018. Gross margin increased from 76.9% for the six months ended 30 June 2017 to 78.4% for the six months ended 30 June 2018.

中國大陸市場

於截至二零一八年六月三十日止六個月，本集團於中國大陸市場之營業額較截至二零一七年六月三十日止六個月之145,200,000港元增加6.1%至154,100,000港元。截至二零一八年六月三十日止六個月的產品銷售之邊際毛利率為76.6%，與截至二零一七年六月三十日止六個月之76.8%比較，維持平穩。

台灣市場

本集團於台灣市場之營業額由截至二零一七年六月三十日止六個月之37,100,000港元增加2.4%至截至二零一八年六月三十日止六個月之38,000,000港元。邊際毛利率由截至二零一七年六月三十日止六個月之76.9%增至截至二零一八年六月三十日止六個月之78.4%。

BUSINESS REVIEW (Continued)
Distribution channels

業務回顧 (續)
分銷管道

Store Number by Ownership	按擁有權劃分之店鋪數目	Franchisee owned Spa 加盟者擁有水療中心	Self owned Spa 自資經營水療中心	Total Spa 水療中心總計	Entrusted Counter 委託經營專櫃	Self owned Counter 自資經營專櫃	Self owned		Total 總計
							Total Counter 專櫃總計	Medical Cosmetology 自營醫學美容中心	
As at 30 June 2018	於二零一八年六月三十日								
PRC	中國大陸	760	2	762	0	15	15	1	778
Taiwan	台灣	247	3	250	0	0	0	0	250
Others	其他	30	0	30	0	0	0	0	30
Total	總計	1,037	5	1,042	0	15	15	1	1,058

Store Number by Ownership	按擁有權劃分之店鋪數目	Franchisee owned Spa 加盟者擁有水療中心	Self owned Spa 自資經營水療中心	Total Spa 水療中心總計	Entrusted Counter 委託經營專櫃	Self owned Counter 自資經營專櫃	Total Counter 專櫃總計	Total 總計
PRC	中國大陸	787	1	788	0	12	12	800
Taiwan	台灣	253	3	256	0	0	0	256
Others	其他	30	0	30	0	0	0	30
Total	總計	1,070	4	1,074	0	12	12	1,086

BUSINESS REVIEW (Continued)
Distribution channels (Continued)

業務回顧 (續)
分銷管道 (續)

Average sales per store	每間店舖平均銷售額	1H 2018	1H 2017	1H 2018	1H 2017	Changes	
		Average store*	Average store*	Average sales per store	Average sales per store		
		二零一八年上半年 店舖 平均數目*	二零一七年上半年 店舖 平均數目*	二零一八年上半年 每間店舖 平均銷售額 HK\$ 港元	二零一七年上半年 每間店舖 平均銷售額 HK\$ 港元		
PRC	中國大陸	795.0	800.0	194,000	181,000	13,000	7.2%
Taiwan	台灣	249.5	254.0	152,000	146,000	6,000	4.1%
Group total**	集團總計**	1,044.5	1,054.0	184,000	173,000	11,000	6.4%

* Average store number is calculated by (opening period total + closing period total)/2

** Group total does not include Hong Kong, Macau and Malaysia turnover and store count.

* 平均店舖數目以(期初總計+期末總計)/2計算

** 集團總計不包括於香港、澳門及馬來西亞之營業額及店舖數目。

The Group derives its income principally from its network of distribution channels, including spas and concessionary counters in department stores. Franchised spas are owned by the franchisees who are responsible for the capital investment in these spas. They are obliged to use only Natural Beauty or "NB" products in their spas. A wide array of services including hydrotherapy, facial treatment, body care and skin care analysis are provided in all spas, while skin care analysis is widely available at the concessionary counters in department stores.

As at 30 June 2018, there were 1,042 spas, 15 concessionary counters and one medical cosmetology. Of these, 1,037 were franchised spas, while 5 spas, 15 concessionary counters and one medical cosmetology were directly operated by the Group. No concessionary counters were entrusted to third-party operators.

本集團收益主要來自其水療中心及百貨公司專櫃等分銷管道網絡。加盟水療中心由加盟者擁有，彼等須承擔本身水療中心的資本投資。彼等之水療中心僅可使用自然美或「NB」品牌產品。各水療中心均提供多種服務，包括水療、面部及身體護理以及皮膚護理分析服務，而百貨公司專櫃廣泛提供皮膚護理分析。

於二零一八年六月三十日，本集團共有1,042間水療中心、15個專櫃及1家醫學美容中心，當中包括1,037間加盟水療中心，以及由本集團直接經營的5間水療中心、15個專櫃及1家醫學美容中心。我們並無委託第三方經營者經營專櫃。

BUSINESS REVIEW (Continued)

Distribution channels (Continued)

Group-wide, a total of 17 new stores were opened and 51 stores were closed during the six months ended 30 June 2018. Average sales per store increased from HK\$173,000 for the six months ended 30 June 2017 to HK\$184,000 for the six months ended 30 June 2018.

Research and Development

The Group puts significant emphasis on research and development which allows it to maintain its competitive edge, to continuously improve the quality of its existing products and develop new products. The Group has been collaborating with overseas skin-care companies on technological development. The bio-technology materials the Group uses for its NB products are imported from Europe, Japan and Australia. The Group's research and development team comprises a number of overseas consultants with experience and expertise in cosmetics, medicine, pharmacy and bio-chemistry. NB products are constantly enhanced and modified by the application of new ingredients developed by the team. The Group draws on its collaboration of experts with different expertise and experience, together with Dr. TSAI Yen-Yu's 40-year-plus industry experience and knowledge to continue to develop high-quality beauty and skin care products. NB principally uses natural ingredients to manufacture products and adopts special formulae to cater to the specific needs of women with delicate skin. NB products accommodate the natural metabolism of skin with long-lasting effects.

Natural Beauty has collaborated with a leading researcher in the field of human genome and stem cell technology for the development of an anti-aging NB-1 product family and other products for spot removal, whitening, allergy-resistance and slimming. The stem cell technology is patented in the United States to protect the uniqueness of the NB-1 products.

業務回顧 (續)

分銷管道 (續)

於截至二零一八年六月三十日止六個月，本集團合共開設17間新店舖，另關閉51間店舖。每間店舖之平均銷售額由截至二零一七年六月三十日止六個月之173,000港元增加至截至二零一八年六月三十日止六個月之184,000港元。

研究及開發

本集團非常著重於研究及開發，讓其保持競爭優勢，以持續改善現有產品的質素及開發新產品。本集團一直與海外護膚品公司合作研發新技術。本集團用於旗下自然美產品之生物科技物料乃從歐洲、日本及澳洲引進。本集團之研究及開發隊伍由多名具備化妝品、醫學、藥劑及生物化學經驗與專業知識之海外顧問組成。本集團透過使用團隊研發之新成分不斷提升及改良自然美產品。本集團透過與團隊內具備不同專業知識及經驗之專家通力合作，加上蔡燕玉博士於業內積逾40年之經驗及知識，將繼續開發優質美容及護膚產品。自然美產品主要使用天然成分製作，並採用特別配方，迎合女性嬌嫩肌膚的特別需要。自然美產品針對肌膚自然新陳代謝，功效持久。

自然美與人類基因及幹細胞科技範圍之頂尖研究員進行合作，開發抗衰老NB-1產品系列及其他去斑、美白、抗敏及纖體產品。為保護NB-1產品的獨特性，我們於美國取得幹細胞科技的專利權。

BUSINESS REVIEW (Continued)

Products

During the six months ended 30 June 2018, the Group's flagship NB-1 products accounted for 54.4% of total product sales. Sales of NB-1 branded products reached HK\$101.7 million for the six months ended 30 June 2018. During the six months ended 30 June 2018, the Group had successfully launched a new series of NB-1 Bright-Crystal target products, the sales of which achieved HK\$33.2 million, accounting for 17.7% of total product sales.

Human Resources

As at 30 June 2018, the Group had a total of 517 employees, of whom 416 were based in the PRC, 99 in Taiwan and 2 in other countries and regions. Total remuneration (excluding directors' emoluments) for the six months ended 30 June 2018 was approximately HK\$54.6 million (HK\$50.5 million for the six months ended 30 June 2017), including retirement benefit related costs of HK\$7.7 million (HK\$7.2 million for the six months ended 30 June 2017), with no stock option expenses (nil for the six months ended 30 June 2017). Competitive remuneration packages are maintained to attract, retain and motivate capable staff members and are reviewed on a regular basis.

The Group maintains good relations with its employees and is committed to their training and development. Professional training courses are offered to beauticians employed by the Group and to franchisees on a regular basis.

Capital Expenditures

The Group's capital expenditure of HK\$15.4 million for the six months ended 30 June 2018 was mainly related to the new plant construction in the PRC amounting to HK\$7.8 million, opening of new stores, renovation and equipment amounting to HK\$4.2 million, IT infrastructure amounting to HK\$0.3 million and office renovation amounting to HK\$1.0 million.

業務回顧 (續)

產品

於截至二零一八年六月三十日止六個月，本集團旗艦產品NB-1系列產品佔總產品銷售額之54.4%。於截至二零一八年六月三十日止六個月，NB-1品牌產品銷售額達到101,700,000港元。於截至二零一八年六月三十日止六個月，本集團成功推出一系列NB-1晶鑽之新產品，該系列產品銷售額高達33,200,000港元，佔總產品銷售額的17.7%。

人力資源

於二零一八年六月三十日，本集團合共僱用517名僱員，其中416名派駐中國大陸，台灣有99名，其他國家及地區則有2名。於截至二零一八年六月三十日止六個月之總酬金（不包括董事酬金）約為54,600,000港元（截至二零一七年六月三十日止六個月為50,500,000港元），其中包括退休福利相關成本7,700,000港元（截至二零一七年六月三十日止六個月為7,200,000港元）及無認股權開支（截至二零一七年六月三十日止六個月為零）。為招聘、留聘及鼓勵表現卓越的僱員，本集團保持並定期檢討具競爭力之酬金組合。

本集團與其僱員維持良好合作關係，並承擔彼等的培訓及發展，更定期為本集團聘用之美容師及加盟者提供專業培訓課程。

資本開支

本集團於截至二零一八年六月三十日止六個月之資本開支為15,400,000港元，其主要包括中國大陸新工廠建設7,800,000港元、新開店裝修及設備4,200,000港元、資訊科技系統300,000港元及翻新辦公室1,000,000港元。

OUTLOOK

Our strategic direction is to continue to grow our current core businesses while developing new businesses in the high-tech beauty/medical cosmetology market:

- Accelerate new store openings in cities with high rate of income growth.
- Increase market share to reach pharmacy chain stores (for supplement products) and beauty stores (for skincare products) by developing new distribution network.
- Develop new “high-tech beauty skin management” chain businesses to serve the needs of the younger generation and middle class consumers for quick and highly effective treatment – a comprehensive plan to solve minor skin problems by combining treatment of high-tech beauty devices and effective products.
- Enter the medical cosmetology market to meet consumers’ beauty needs for instant and long-lasting effects by offering medical-grade treatments.
- Enhance marketing strategy to strengthen Natural Beauty’s brand awareness.

展望

我們未來的戰略方向是持續發展自然美的現有核心業務，同時開展科技美容和醫學美容新業務：

- 加快推進在收入高速增長城市的設立新店。
- 通過發展新的銷售渠道，如連鎖藥店（保健品）和美妝商品店（護膚品），以擴大市場覆蓋。
- 開展新「科技美容皮膚管理」連鎖業務，以滿足目標「年輕中產消費族群」對於護膚快速和高效的療程需求，意即通過結合高科技美容儀器和高效產品以解決輕度皮膚問題的全方位方案。
- 進入醫療美容市場，提供消費者醫療等級的治療方案以滿足其追求迅速見效且效果持久的需求。
- 優化市場營銷策略以提升自然美的品牌知名度。

Corporate Governance Highlights

企業管治概要

CORPORATE GOVERNANCE

The Company is committed to achieving high standards of corporate governance that properly protect and promote the interests of its shareholders.

Accordingly, the board (the "Board") of directors (the "Directors") has established the Audit Committee, the Executive Committee, the Remuneration Committee and the Nomination Committee with defined terms of reference which are of no less exacting terms than those set out in the Corporate Governance Code and Corporate Governance Report (the "CG Code") as set out in Appendix 14 to the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). These committees (save for Executive Committee) are chaired by Non-executive Directors.

Audit Committee and Review of Interim Financial Statements

The Audit Committee has adopted terms of reference (Audit Committee Charter) which are in line with the code provisions of the CG Code. The unaudited condensed consolidated financial statements of the Company for the six months ended 30 June 2018 have been reviewed by the Audit Committee which is of the opinion that such statements comply with the applicable accounting standards, legal requirements and the Listing Rules, and that adequate disclosures have been made.

In addition, the unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2018 have also been reviewed by Messrs. Deloitte Touche Tohmatsu, the auditors of the Company, in accordance with Hong Kong Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", whose review report is disclosed on pages 30 to 68 of this Interim Report.

Remuneration Committee

The Remuneration Committee has adopted terms of reference (Remuneration Committee Charter) which are in line with the code provisions of the CG Code. The main duties of the Remuneration Committee include determining the policy and structure for the remuneration of Executive Directors, assessing performance of Executive Directors and approving the terms of Executive Directors' service contracts, and determining or making recommendations to the Board on the Company's remuneration packages of individual Executive and Non-executive Directors and senior management.

企業管治

本公司致力達致高水平之企業管治，以妥為保障及提升股東利益。

因此，董事（「董事」）會（「董事會」）已成立具明確職權範圍之審核委員會、執行委員會、薪酬委員會及提名委員會，有關職權範圍書之條款並不比香港聯合交易所有限公司（「聯交所」）證券上市規則（「上市規則」）附錄十四所載企業管治守則及企業管治報告（「企業管治守則」）所載條款寬鬆。該等委員會（除執行委員會外）均由非執行董事擔任主席。

審核委員會及中期財務報表之審閱

審核委員會已採納條款符合企業管治守則守則條文之職權範圍書（審核委員會憲章）。本公司截至二零一八年六月三十日止六個月之未經審核簡明綜合財務報表已由審核委員會審閱。審核委員會認為該等報表符合適用會計原則、法律規定及上市規則，並已作出充份披露。

此外，本集團截至二零一八年六月三十日止六個月之未經審核簡明綜合中期財務報表亦已由本公司核數師德勤•關黃陳方會計師行根據香港審閱工作準則第2410號「實體之獨立核數師對中期財務資料之審閱」進行審閱。德勤•關黃陳方會計師行之審閱報告載於本中期報告第30頁至第68頁。

薪酬委員會

薪酬委員會已採納條款符合企業管治守則守則條文之職權範圍書（薪酬委員會憲章）。薪酬委員會職責主要包括釐定執行董事之薪酬政策和架構、評核執行董事之表現及批准執行董事之服務合約條款，以及釐定或向董事會建議個別執行董事、非執行董事及高級管理人員之薪酬待遇。

CORPORATE GOVERNANCE (Continued)

Nomination Committee

The Nomination Committee has adopted terms of reference (Nomination Committee Charter) which are in line with code provisions of the CG Code. The Nomination Committee is responsible for, including but not limited to, determining the policy for the nomination of Directors, reviewing the structure, size, composition and diversity of the Board annually and making recommendations to the Board on selection of candidates for directorships pursuant to the Board Diversity Policy. It also assesses the independence of Independent Non-executive Directors.

Executive Committee

The Executive Committee is primarily responsible for formulating business policies, making decisions on key business issues and policies, facilitating the approval of certain corporate actions and exercising the powers and authority delegated by the Board in respect of matters arising between regularly scheduled Board meetings, and to review financial, marketing, retail, operation and other business performance, as well as to review and approve annual budget and key performance indicators (KPIs) and track performance.

Compliance with the CG Code

The Company recognises the importance of good corporate governance in enhancing the management of the Company as well as preserving the interests of the shareholders as a whole. The Board is of the view that the Company has fully complied with all the code provisions set out in the CG code throughout the six months ended 30 June 2018, except for code provision E.1.2.

企業管治 (續)

提名委員會

提名委員會已採納條款符合企業管治守則守則條文之職權範圍書(提名委員會憲章)。提名委員會負責(包括但不限於)釐定提名董事的政策,每年檢討董事會之架構、規模、組成和多元化及按照董事會多元化政策就甄選董事候選人向董事會提出建議。此外,其亦負責評估獨立非執行董事的獨立性。

執行委員會

執行委員會之主要職責為,制訂業務政策、就重要業務事宜及政策作出決定、協助批准若干企業行動、就董事會定期會議間隔期間發生之事宜行使董事會轉授之權力及授權,以及檢討財務、市場推廣、零售、營運及其他業務表現,並審批年度預算案及重要業務指標(KPI)及過往表現。

遵守企業管治守則

本公司明白良好企業管治對提升本公司管理水平以及保障股東整體利益之重要性。董事會認為,本公司於截至二零一八年六月三十日止六個月整段期間已全面遵守企業管治守則之守則條文,惟守則條文第E.1.2條除外。

CORPORATE GOVERNANCE (Continued)

Compliance with the CG Code (Continued)

Code provision E.1.2 stipulates that the chairman of the board of a listed issuer should attend the annual general meeting. The chairman of the board should also invite the chairmen of the audit, remuneration, nomination and any other committees to attend. In their absence, the chairman of the board should invite another member of the committee or failing this his duly appointed delegate, to attend. These persons should be available to answer questions at the annual general meeting.

Dr. TSAI Yen-Yu, the Chairperson of the Board, Mr. CHEN Ruey-Long, the Chairman of the Audit Committee, Mr. LU Chi-Chant, the Chairman of the Remuneration Committee, Mr. LEE Ming-Ta, the Chairman of the Executive Committee and Mr. HSIEH Pang-Chang, the Chairman of the Nomination Committee were unable to attend the Company's annual general meeting held on 24 May 2018 ("2018 AGM") due to other overseas commitments. The Board had arranged for Dr. SU Chien-Cheng, an Executive Director and a member of the Remuneration Committee and Executive Committee of the Company, who is well versed in all business activities and operations of the Group, to attend and chair the 2018 AGM on behalf of Dr. TSAI Yen-Yu and to respond to shareholders' questions.

The Company strives to optimise the planning and procedures of annual general meetings, by giving adequate time to all Directors to accommodate their work arrangements and providing all necessary supports for their presence and participation at annual general meetings such that the Chairperson of the Board and all Directors will be able to attend future annual general meetings of the Company.

企業管治 (續)

遵守企業管治守則 (續)

守則條文第E.1.2條規定，上市發行人之董事會主席應出席股東週年大會。董事會主席並應邀請審核委員會、薪酬委員會、提名委員會及任何其他委員會的主席出席。若有關委員會主席未克出席，董事會主席應邀請另一名委員（或如該名委員未能出席，則其適當委任的代表）出席。該等人士須在股東週年大會上回答提問。

董事會主席蔡燕玉博士、審核委員會主席陳瑞隆先生、薪酬委員會主席盧啟昌先生、執行委員會主席李明達先生及提名委員會主席謝邦昌先生因其他海外業務安排未能親自出席本公司於二零一八年五月二十四日舉行之股東週年大會（「二零一八年度股東週年大會」）。董事會已安排對本集團一切業務活動及營運瞭如指掌的蘇建誠博士（本公司執行董事、薪酬委員會及執行委員會成員）代表蔡燕玉博士出席及主持二零一八年度股東週年大會及解答股東提問。

本公司致力完善股東週年大會的規劃程序，給予全體董事充足時間以提前安排工作，並為彼等出席及參與股東週年大會提供一切所需支持，以便董事會主席及全體董事能夠出席本公司日後的股東週年大會。

CORPORATE GOVERNANCE (Continued)

Compliance with the Model Code

Securities Transactions made by Directors and Relevant Employees

The Company has adopted a code of conduct regarding Directors' securities transactions on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules. Having made specific enquiry with all Directors, all Directors have confirmed that the required standard of the Model Code has been complied with throughout the six months ended 30 June 2018 and up to the date of this Interim Report.

The Company has adopted written guidelines (the "Company's Guidelines"), which are equally stringent as the Model Code, in respect of securities transactions by relevant employees of the Company who are likely to be in possession of unpublished inside information of the Company pursuant to code provision A.6.4. No incident of non-compliance with the Model Code or the Company's Guidelines by the Company's relevant employees has been noted after making reasonable enquiry.

Disclosure of Information of Directors and Chief Executive Officer pursuant to Rule 13.51B(1) of the Listing Rules

Pursuant to Rule 13.51B(1) of the Listing Rules, the changes and updated information regarding the Directors and Chief Executive Officer since the Company's last published annual report and up to the date of this interim report are set out below:

Chief Executive Officer

With effect from 9 July 2018, Mr. HSIAO Wen-Chung resigned as Chief Executive Officer of the Group and Ms. YANG Shu-Hwa was appointed as Interim Chief Executive Officer of the Group.

Other Major Appointments

Mr. LU Chi-Chant, an Independent Non-executive Director of the Company, ceased to act as an independent director of Li Peng Enterprise Co., Ltd. (stock code: 1447), a company listed on the Taiwan Stock Exchange Corporation, on 12 June 2018.

企業管治 (續)

遵守標準守則

董事和相關僱員進行之證券交易

本公司已採納有關董事進行證券交易之操守準則，有關操守準則條款不比上市規則附錄十所載上市發行人董事進行證券交易之標準守則（「標準守則」）所載規定標準寬鬆。經向全體董事作出具體查詢後，全體董事已確認於截至二零一八年六月三十日止六個月內及截至本中期報告日期期間一直遵守標準守則載列之規定標準。

就可能得知本公司未公開內幕消息之本公司相關僱員所進行之證券交易，本公司已根據守則條文第A.6.4條採納不比標準守則寬鬆的書面指引（「公司指引」）。本公司於進行合理查詢後知悉並無相關僱員不遵守標準守則或公司指引之事宜。

根據上市規則13.51B(1)條披露董事及行政總裁資料

根據上市規則第13.51B(1)條，自本公司最近期刊發之年報起至本中期報告日期止，有關本公司董事及行政總裁的資料變動及最新資訊載列如下：

行政總裁

自二零一八年七月九日起，蕭文聰先生辭任本集團行政總裁及楊淑華女士獲委任為本集團代理行政總裁。

其他主要委任

本公司獨立非執行董事盧啟昌先生已於二零一八年六月十二日不再擔任在台灣證券交易所上市的力鵬企業股份有限公司（股份代號：1447）之獨立董事。

Other Information 其他資料

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

During the six months ended 30 June 2018, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

INTERIM DIVIDEND

The Board of the Company has resolved to declare an interim dividend for the six months ended 30 June 2018 of HK\$0.0145 per share (2017: an interim dividend of HK\$0.0171 per share and a special interim dividend of HK\$0.0054 per share). The interim dividend will be distributed on Thursday, 22 November 2018 to shareholders whose names appear on the register of members of the Company as at the close of business on Thursday, 1 November 2018.

CLOSURE OF REGISTER OF MEMBERS

For the purpose of determining the identity of shareholders who qualify for the interim dividend, the Register of Members of the Company will be closed from Wednesday, 31 October 2018 to Thursday, 1 November 2018, both days inclusive. In order to qualify for the interim dividend, all transfer documents should be lodged for registration with the Company's Hong Kong branch share registrar, Hong Kong Registrars Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Tuesday, 30 October 2018.

購買、出售或贖回本公司上市證券

截至二零一八年六月三十日止六個月內，本公司或其任何附屬公司並無購買、出售或贖回本公司任何上市證券。

中期股息

本公司董事會議決宣派截至二零一八年六月三十日止六個月的中期股息每股0.0145港元（二零一七年：中期股息每股0.0171港元及特別中期股息每股0.0054港元）。本公司將於二零一八年十一月二十二日（星期四）向於二零一八年十一月一日（星期四）營業時間結束時名列本公司股東名冊之股東派發中期股息。

暫停辦理股東登記手續

為確定符合資格獲取中期股息之股東身份，本公司將於二零一八年十月三十一日（星期三）至二零一八年十一月一日（星期四）（包括首尾兩天）止期間暫停辦理股東登記手續。為符合資格獲發中期股息，所有過戶文件最遲須於二零一八年十月三十日（星期二）下午四時三十分前，交回本公司之香港股份過戶登記分處香港證券登記有限公司，地址為香港灣仔皇后大道東183號合和中心17樓1712-1716室。

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES

As at 30 June 2018, the interests and short positions of the Directors and chief executives of the Company in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO") which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were 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 to be notified to the Company and the Stock Exchange pursuant to section 347 of the SFO and the Model Code, were as follows:

Long positions in shares and underlying shares of the Company and its associated corporation

董事及主要行政人員持有之股份權益

於二零一八年六月三十日，本公司董事及主要行政人員於本公司及其相聯法團（定義見證券及期貨條例（「證券及期貨條例」）第XV部）股份、相關股份及債券的權益及淡倉中，擁有根據證券及期貨條例第XV部第7及8分部須知會本公司及聯交所的權益或淡倉（包括彼等根據證券及期貨條例的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條須登記於該條所述登記冊的權益或淡倉，或須根據證券及期貨條例第347條及標準守則須知會本公司及聯交所的權益及淡倉如下：

於本公司及其相聯法團之股份及相關股份之好倉

Director	Company	Nature of interest	Number of ordinary shares	Approximate percentage of the issued share capital of the Company 佔本公司已發行股本概約百分比
董事	公司	權益性質	普通股數目	
Dr. TSAI Yen-Yu ⁽¹⁾ 蔡燕玉博士 ⁽¹⁾	The Company 本公司	Interest of controlled companies 受控制公司權益	1,466,386,559	73.24%
Mr. LEE Ming-Ta ⁽²⁾ 李明達先生 ⁽²⁾	The Company 本公司	Interest of spouse 配偶權益	1,466,386,559	73.24%

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES (Continued)

Long positions in shares and underlying shares of the Company and its associated corporation (Continued)

董事及主要行政人員持有之股份權益 (續)

於本公司及其相聯法團之股份及相關股份之好倉 (續)

Director	Associated corporation	Nature of interest	Number of shares	Approximate percentage of shareholding interest
董事	相聯法團	權益性質	股份數目	佔股權概約百分比
Dr. TSAI Yen-Yu 蔡燕玉博士	Next Focus Holdings Limited	Beneficial owner 實益擁有人	20,000	40%
Mr. LEE Ming-Ta 李明達先生	Next Focus Holdings Limited	Interest of spouse 配偶權益	20,000	40%
Dr. SU Chien-Cheng 蘇建誠博士	Next Focus Holdings Limited	Beneficial owner 實益擁有人	15,000	30%
Dr. SU Sh-Hsyu 蘇詩琇博士	Next Focus Holdings Limited	Beneficial owner 實益擁有人	15,000	30%

Notes:

附註：

- Dr. TSAI Yen-Yu directly owns 40% of Next Focus Holdings Limited, which, in turn, indirectly owns 100% of Standard Cosmos Limited. Next Focus Holdings Limited is therefore a controlled corporation of Dr. TSAI Yen-Yu pursuant to Section 316 of the SFO. As such, the 1,466,386,559 shares of the Company owned by Next Focus Holdings Limited were attributable to Dr. TSAI Yen-Yu.
- Mr. LEE Ming-Ta is the spouse of Dr. TSAI Yen-Yu and accordingly, was deemed to be interested in the 1,466,386,559 shares of the Company attributable to Dr. TSAI Yen-Yu pursuant to Section 316 of the SFO.

- 蔡燕玉博士直接擁有Next Focus Holdings Limited 40%權益，而該公司則間接擁有Standard Cosmos Limited 100%權益。根據證券及期貨條例第316條，Next Focus Holdings Limited因而屬蔡燕玉博士之受控制法團。因此，Next Focus Holdings Limited所擁有之1,466,386,559股本公司股份可歸於蔡燕玉博士。
- 李明達先生為蔡燕玉博士之配偶，根據證券及期貨條例第316條，李明達先生被視作於蔡燕玉博士應佔之1,466,386,559股本公司股份中擁有權益。

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS IN SHARES (Continued)

Long positions in shares and underlying shares of the Company and its associated corporation (Continued)

Save as disclosed above, so far as known to any Directors, as at 30 June 2018, none of the Directors or chief executives of the Company or any of their close associates had or was deemed to have any interests or short positions in the Shares, underlying Shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were required to be recorded in the register to be kept by the Company pursuant to section 352 of the SFO, or which were required, pursuant to section 347 of the SFO and the Model Code, to be notified to the Company and the Stock Exchange.

SHARE OPTIONS

The Company

Particulars of the Company's share option scheme are set out in note 25 to the consolidated financial statements contained in the Annual Report of the Company for the year ended 31 December 2017.

On 13 May 2011, the Company adopted a share option scheme whereby the Board of Directors can grant options for the subscription of the Company's shares to any full-time employee of the Group, the chief executive, executive or non-executive director of the Group at the time when a share option is granted to such person as determined by the Board at its absolute discretion as described in the share option scheme as a performance incentive and/or reward for their continued and improved service with the Group and by enhancing eligible participants' contribution to the Group, in order to advance the interests of the Company and its shareholders and such other persons.

During the six months ended 30 June 2018, no share option was granted under the share option scheme.

董事及主要行政人員持有之股份權益 (續)

於本公司及其相聯法團之股份及相關股份之好倉 (續)

除上文所披露者外，截至二零一八年六月三十日，就任何董事所知，概無董事或本公司主要行政人員或彼等任何緊密聯繫人士於本公司或其相聯法團（定義見證券及期貨條例第XV部）的股份、相關股份或債券中，擁有或被視為擁有根據證券及期貨條例第XV部第7及8分部須知會本公司及聯交所的權益或淡倉（包括根據證券及期貨條例的有關條文彼等被當作或視為擁有的權益及淡倉），或須登記於根據證券及期貨條例第352條本公司須予存置的登記冊的權益或淡倉，或根據證券及期貨條例第347條及標準守則須知會本公司及聯交所的權益或淡倉。

認股權

本公司

本公司認股權計劃之詳情載於本公司截至二零一七年十二月三十一日止年度之年度報告內之綜合財務報表附註25。

本公司於二零一一年五月十三日採納認股權計劃，據此，根據認股權計劃所述，董事會可按其絕對酌情權向本集團任何全職僱員以及本集團行政總裁、任何執行或非執行董事授出可認購本公司股份的認股權，作為提供工作表現之推動力及／或對他們向本集團所作出的持續和良好的服務給予酬勞，並以增加此等人士對本集團作出的貢獻，從而促進本公司和其股東及同類的其他人士之利益。

於二零一八年六月三十日止六個月期間，本公司概無根據認股權計劃授出任何認股權。

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in this Interim Report, at no time during the period under review was the Company or any of its subsidiaries, a party to any arrangement that would enable the Directors to acquire benefits by means of acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the Directors or any of their spouses or children under the age of 18 were granted any right to subscribe for the equity or debt securities of the Company or any other body corporate or had exercised any such right.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2018, within the knowledge of the Directors, the following persons or corporations had or deemed or taken to have an interest or a short position in the shares or underlying shares of the Company which were required 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 by the Company pursuant to Section 336 of the SFO:

董事收購股份或債券的權利

除本中期報告所披露者外，本公司或其任何附屬公司概無在回顧期內任何時間參與任何安排，致使董事可藉收購本公司或任何其他法人團體的股份或債券而獲益，及概無董事或其任何配偶或十八歲以下的子女獲授任何權利可認購本公司或任何其他法人團體的股本證券或債務證券或行使任何該等權利。

主要股東

於二零一八年六月三十日，就董事所知，下列人士或法團於本公司股份或相關股份中擁有或被視為擁有根據證券及期貨條例第XV部第2及3分部須向本公司披露的權益或淡倉，或登記於根據證券及期貨條例第336條本公司須予存置的登記冊的權益或淡倉：

SUBSTANTIAL SHAREHOLDERS (Continued)
Long positions in shares and underlying shares of the Company
Ordinary shares of HK\$0.10 each of the Company

主要股東 (續)
於本公司股份及相關股份之好倉
本公司每股面值0.10港元之普通股

Name of substantial shareholder	Notes	Nature of interest	Number of ordinary shares beneficially held	Approximate percentage of the issued share capital of the Company
主要股東姓名／名稱	附註	權益性質	實益持有普通股數目	佔本公司已發行股本概約百分比
Efficient Market Investments Limited		Beneficial owner 實益擁有人	838,530,000 (L)	41.88%
Adventa Group Limited		Beneficial owner 實益擁有人	236,580,000 (L)	11.82%
Fortune Bright Group Limited		Beneficial owner 實益擁有人	236,580,000 (L)	11.82%
Starsign International Limited	1	Interest of controlled companies 受控制公司權益	1,314,030,000 (L)	65.63%
Next Focus Holdings Limited	2	Beneficial owner/Interest of controlled companies 實益擁有人／受控制公司權益	1,466,386,559 (L)	73.24%

(L): Long position

(L): 好倉

SUBSTANTIAL SHAREHOLDERS (Continued)

Long positions in shares and underlying shares of the Company

(Continued)

Ordinary shares of HK\$0.10 each of the Company (Continued)

Notes:

- (1) Starsign International Limited is the sole shareholder of Standard Cosmos Limited, which, in turn, is the sole shareholder of Efficient Market Investments Limited, Adventa Group Limited and Fortune Bright Group Limited. As such, the 1,311,690,000 shares of the Company collectively held by Efficient Market Investments Limited, Adventa Group Limited and Fortune Bright Group Limited and 2,340,000 shares of the Company held directly by Standard Cosmos Limited (totalling 1,314,030,000 shares of the Company) are attributable to Standard Cosmos Limited and Starsign International Limited.
- (2) Next Focus Holdings Limited directly held 152,356,559 shares of the Company and directly owned 100% of Starsign International Limited. As such, the 1,314,030,000 shares of the Company in which Starsign International Limited was interested were attributable to Next Focus Holdings Limited.

Save as disclosed above, as at 30 June 2018, the Directors are not aware of any other person (other than the Directors or chief executives of the Company) who had an interest or short position in the Shares or underlying Shares of the Company as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO.

主要股東 (續)

於本公司股份及相關股份之好倉 (續)

本公司每股面值0.10港元之普通股 (續)

附註：

- (1) Starsign International Limited為Standard Cosmos Limited之唯一股東，而Standard Cosmos Limited為Efficient Market Investments Limited、Adventa Group Limited及Fortune Bright Group Limited之唯一股東。因此，由Efficient Market Investments Limited、Adventa Group Limited及Fortune Bright Group Limited共同持有之1,311,690,000股本公司股份以及由Standard Cosmos Limited直接持有之2,340,000股本公司股份（合共1,314,030,000股本公司股份）可歸於Standard Cosmos Limited及Starsign International Limited。
- (2) Next Focus Holdings Limited直接持有152,356,559股本公司股份，同時直接擁有Starsign International Limited 100%權益，因此，Starsign International Limited擁有權益之1,314,030,000股本公司股份可歸於Next Focus Holdings Limited。

除上文所披露者外，於二零一八年六月三十日，董事並不知悉任何人士（董事及本公司主要行政人員除外）於本公司股份或相關股份中擁有已登記於根據證券及期貨條例第336條本公司須予存置的登記冊的權益或淡倉。

Report on Review of Condensed Consolidated Financial Statements 簡明綜合財務報表審閱報告

TO THE BOARD OF DIRECTORS OF NATURAL BEAUTY BIO-TECHNOLOGY LIMITED

(incorporated in the Cayman Islands with limited liability)

Introduction

We have reviewed the condensed consolidated financial statements of Natural Beauty Bio-Technology Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") set out on pages 30 to 68, which comprise the condensed consolidated statement of financial position as of 30 June 2018 and the related condensed consolidated statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the six-month period then ended, and certain explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with HKAS 34.

Deloitte Touche Tohmatsu

Certified Public Accountants

Hong Kong

30 August 2018

致自然美生物科技有限公司董事會

(於開曼群島註冊成立之有限公司)

緒言

吾等已審閱第30頁至第68頁所載自然美生物科技有限公司(「貴公司」)及其附屬公司(統稱「貴集團」)之簡明綜合財務報表,當中包括於二零一八年六月三十日之簡明綜合財務狀況報表以及截至該日止六個月期間之相關簡明綜合損益及其他全面收益表、權益變動表及現金流量表及若干解釋附註。香港聯合交易所有限公司證券上市規則規定,就中期財務資料編製之報告必須符合當中訂明之相關條文及香港會計師公會頒佈之香港會計準則第34號「中期財務報告」(「香港會計準則第34號」)。貴公司之董事須負責根據香港會計準則第34號編製及呈列此等簡明綜合財務報表。吾等之責任是基於吾等之審閱工作,對此等簡明綜合財務報表作出結論,並按協定之委聘條款僅向董事會整體報告吾等之結論,除此之外,本報告不可作其他用途。吾等概不會就本報告內容向任何其他人士承擔或負上任何責任。

審閱範圍

吾等已根據香港會計師公會頒佈之香港審閱工作準則第2410號「實體之獨立核數師對中期財務資料之審閱」進行審閱工作。此等簡明綜合財務報表之審閱工作主要包括向負責財務及會計事務之人員作出查詢,以及進行分析性及其他審閱程序。由於審閱之範圍遠較根據香港審計準則進行審核之範圍為小,所以不能保證吾等會知悉所有在審核中可能發現之重大事項。因此,吾等不會發表任何審核意見。

結論

根據吾等之審閱結果,吾等並無發現任何事項而令吾等相信簡明綜合財務報表在任何重大方面未有根據香港會計準則第34號編製。

德勤·關黃陳方會計師行

執業會計師

香港

二零一八年八月三十日

Condensed Consolidated Statement of Profit or Loss and other Comprehensive Income

簡明綜合損益及其他全面收益表

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

			Six months ended 30 June 六月三十日止六個月	
			2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)	2017 二零一七年 HK\$'000 千港元 (unaudited) (未經審核)
		Notes 附註		
Revenue	收入	3A	193,738	183,613
Cost of sales	銷售成本		(56,603)	(48,613)
Gross profit	毛利		137,135	135,000
Other income and other gains	其他收益和利得		6,516	7,544
Distribution and selling expenses	分銷及銷售開支		(65,388)	(47,080)
Administrative expenses	行政開支		(35,614)	(31,594)
Other expenses and other losses	其他支出和損失		2,157	(9,227)
Profit before tax	除稅前溢利		44,806	54,643
Income tax expense	所得稅開支	4	(15,806)	(16,279)
Profit for the period	期內溢利	5	29,000	38,364
Other comprehensive (expense) income: <i>Item that may be reclassified subsequently to profit or loss:</i>	其他全面(開支)收益: <i>其後可能被重新分類至 損益表之項目:</i>			
Exchange differences arising on translation of foreign operations	換算海外業務產生之匯兌差額		(10,717)	26,612
Total comprehensive income for the period	期內全面收益總額		18,283	64,976
Profit for the period attributable to: Owners of the Company	以下人士應佔期內溢利: 本公司擁有人		29,000	38,364
Total comprehensive income attributable to: Owners of the Company	以下人士應佔全面收益總額: 本公司擁有人		18,283	64,976
Earnings per share Basic and diluted	每股盈利 基本及攤簿	7	HK1.45 cents 港仙	HK1.92 cents 港仙

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況報表

At 30 June 2018
於二零一八年六月三十日

		At 30 June 2018 於二零一八年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	At 31 December 2017 於二零一七年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
		Notes 附註	
Non-current assets	非流動資產		
Investment properties	投資物業		7,715
Property, plant and equipment	物業、廠房及設備	8	198,903
Prepaid lease payments	自用土地租賃款		51,132
Intangible assets	無形資產	9	10,670
Goodwill	商譽	10	30,060
			<u>298,480</u>
Current assets	流動資產		
Inventories	存貨		81,265
Trade and other receivables	貿易及其他應收賬款	11	80,714
Prepaid lease payments	自用土地租賃款		1,232
Pledged bank deposits	抵押銀行存款		3,621
Bank balances and cash	銀行結存及現金		320,495
			<u>487,327</u>
Current liabilities	流動負債		
Trade and other payables	貿易及其他應付賬款	13	72,022
Contract liabilities	合約負債		13,402
Deferred income	遞延收益		-
Taxation payable	應付稅項		5,981
Dividend payable	應付股息	6	18,389
			<u>67,070</u>
			<u>174,981</u>
Net current assets	流動資產淨值		<u>312,346</u>
Total assets less current liabilities	總資產減流動負債		<u>610,826</u>
			<u>286,029</u>
			<u>491,856</u>
			<u>115,652</u>
			<u>376,204</u>
			<u>662,233</u>

Condensed Consolidated Statement of Financial Position 簡明綜合財務狀況報表

At 30 June 2018

於二零一八年六月三十日

		At 30 June 2018 於二零一八年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	At 31 December 2017 於二零一七年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
		Notes 附註	
Non-current liabilities	非流動負債		
Deferred tax liabilities	遞延稅項負債	3,370	5,863
Retirement benefit obligations	退休福利責任	5,497	5,624
		601,959	650,746
Capital and reserves	股本及儲備		
Share capital	股本	200,210	200,210
Reserves	儲備	401,749	450,536
		601,959	650,746
Total equity	總權益	601,959	650,746

Condensed Consolidated Statement of Changes in Equity

簡明綜合權益變動表

For the six months ended 30 June 2018

截至二零一八年六月三十日止六個月

		Attributable to owners of the Company							
		本公司擁有人應佔							
		Share capital	Capital surplus	Share premium	Statutory reserve	Translation reserve	Share option reserve	Retained profits	Total
		股本	資本盈餘	股份溢價	法定儲備	匯兌儲備	認股權儲備	保留溢利	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
At 1 January 2017 (audited)	於二零一七年一月一日 (經審核)	200,210	42,554	41,016	163,490	45,769	11,109	150,525	654,673
Other comprehensive income for the period	期內其他全面收益	-	-	-	-	26,612	-	-	26,612
Profit for the period	期內溢利	-	-	-	-	-	-	38,364	38,364
Total comprehensive income for the period	期內全面收益總額	-	-	-	-	26,612	-	38,364	64,976
Dividends recognised as distribution (note 6)	確認為分派之股息 (附註6)	-	-	-	-	-	-	(115,521)	(115,521)
Transfer to statutory reserve	轉撥至法定儲備	-	-	-	5,672	-	-	(5,672)	-
At 30 June 2017 (unaudited)	於二零一七年六月三十日 (未經審核)	200,210	42,554	41,016	169,162	72,381	11,109	67,696	604,128
Other comprehensive income (expense) for the period	期內其他全面收益 (開支)	-	-	-	-	25,767	-	(1,126)	24,641
Profit for the period	期內溢利	-	-	-	-	-	-	67,024	67,024
Total comprehensive income for the period	期內全面收益總額	-	-	-	-	25,767	-	65,898	91,665
Dividends recognised as distribution	確認為分派之股息	-	-	-	-	-	-	(45,047)	(45,047)
Transfer to statutory reserve	轉撥至法定儲備	-	-	-	6,469	-	-	(6,469)	-
At 31 December 2017 (audited)	於二零一七年十二月三十一日 (經審核)	200,210	42,554	41,016	175,631	98,148	11,109	82,078	650,746
Other comprehensive expense for the period	期內其他全面開支	-	-	-	-	(10,717)	-	-	(10,717)
Profit for the period	期內溢利	-	-	-	-	-	-	29,000	29,000
Total comprehensive (expense) income for the period	期內全面 (開支) 收益總額	-	-	-	-	(10,717)	-	29,000	18,283
Dividends recognised as distribution (note 6)	確認為分派之股息 (附註6)	-	-	-	-	-	-	(67,070)	(67,070)
At 30 June 2018 (unaudited)	於二零一八年六月三十日 (未經審核)	200,210	42,554	41,016	175,631	87,431	11,109	44,008	601,959

Condensed Consolidated Statement of Cash Flows

簡明綜合現金流量表

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

		Six months ended 30 June 六月三十日止六個月	
		2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)	2017 二零一七年 HK\$'000 千港元 (unaudited) (未經審核)
		Note 附註	
NET CASH FROM (USED IN) OPERATING ACTIVITIES	經營活動所得(所用)現金淨額		60,538 (65,025)
INVESTING ACTIVITIES	投資活動		
Purchase of property, plant and equipment	購買物業、廠房及設備		(15,373) (6,383)
Interest received	已收利息		1,810 2,945
Proceeds from disposal of property, plant and equipment	出售物業、廠房及設備所得款項		16 4
Net cash outflow in acquisition of a subsidiary	收購一家附屬公司現金流出淨額	16	(11,776) –
Release (Increase) of pledged bank deposits	解除(增加)抵押銀行存款		3,736 (1,865)
NET CASH USED IN INVESTING ACTIVITIES	投資活動所用之現金淨額		(21,587) (5,299)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	現金及現金等價物增加(減少)淨額		38,951 (70,324)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	於一月一日之現金及現金等價物		288,903 428,633
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	匯率變動之影響		(7,359) 14,736
CASH AND CASH EQUIVALENTS AT 30 JUNE	於六月三十日之現金及現金等價物		320,495 373,045
represented by bank balances and cash	指銀行結存及現金		

Notes to the Condensed Consolidated Financial Statements

簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

1. Basis of Preparation

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

2. Principal Accounting Policies

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties, which are measured at fair values.

Other than changes in accounting policies resulting from application of new and amendments to Hong Kong Financial Reporting Standards ("HKFRSs"), the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2018 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2017.

1. 編製基準

簡明綜合財務報表乃根據香港會計師公會（「香港會計師公會」）頒佈之香港會計準則第34號「中期財務報告」及香港聯合交易所有限公司證券上市規則（「上市規則」）附錄16之適用披露規定編製。

2. 主要會計政策

除按公平值計量的投資物業外，簡明綜合財務報表乃按照歷史成本基準編製。

除應用新訂及經修訂香港財務報告準則（「香港財務報告準則」）引致之會計政策的變動外，截至二零一八年六月三十日止六個月的簡明綜合財務報表所採用的會計政策及計算方法與編製本集團截至二零一七年十二月三十一日止年度的年度財務報表所採用者一致。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued) Application of new and amendments to HKFRSs

In the current interim period, the Group has applied, for the first time, the following new and amendments to HKFRSs issued by the HKICPA which are mandatory effective for the annual period beginning on or after 1 January 2018 for the preparation of the Group's condensed consolidated financial statements:

HKFRS 9	<i>Financial Instruments</i>
HKFRS 15	<i>Revenue from Contracts with Customers and the related Amendments</i>
HK(IFRIC)-Int 22	<i>Foreign Currency Transactions and Advance Consideration</i>
Amendments to HKFRS 2	<i>Classification and Measurement of Share-based Payment Transactions</i>
Amendments to HKFRS 4	<i>Applying HKFRS 9 Financial Instruments with HKFRS 4 Insurance Contracts</i>
Amendments to HKAS 28	<i>As part of the Annual Improvements to HKFRSs 2014-2016 Cycle</i>
Amendments to HKAS 40	<i>Transfer of Investment Property</i>

The new and amendments to HKFRSs have been applied in accordance with the relevant transition provisions in the respective standards and amendments which results in changes in accounting policies, amounts reported and/or disclosures as described below.

2. 主要會計政策 (續) 應用新訂及經修訂香港財務報告準則

於本中期期間，本集團就編製本集團的簡明綜合財務報表首次應用下列由香港會計師公會頒佈及於二零一八年一月一日或之後開始的年度期間強制生效之新訂及經修訂香港財務報告準則：

香港財務報告準則第9號	金融工具
香港財務報告準則第15號	來自客戶合約收入及相關修訂
香港(國際財務報告詮釋委員會)-詮釋第22號	外幣交易及墊款代價
香港財務報告準則第2號(修訂本)	股份付款交易之分類及計量
香港財務報告準則第4號(修訂本)	與香港財務報告準則第4號保險合約一併應用的香港財務報告準則第9號金融工具
香港會計準則第28號(修訂本)	作為香港財務報告準則二零一四年至二零一六年週期之年度改進之一部分
香港會計準則第40號(修訂本)	轉讓投資物業

新訂及經修訂香港財務報告準則已根據各準則之有關過渡條文及有關修訂應用，其導致會計政策、報告金額及／或下文所述披露資料之變動。

Notes to the Condensed Consolidated Financial Statements

簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers

The Group has applied HKFRS 15 for the first time in the current interim period. HKFRS 15 superseded HKAS 18 *Revenue*.

The Group recognises revenue from the following major sources:

- Sale of a range of products including skin care, beauty and aroma-therapeutic products, health supplements and mark-up products
- Provision of skin treatments, beauty and spa services

The Group has applied HKFRS 15 retrospectively with the cumulative effect of initially applying this Standard recognised at the date of initial application, 1 January 2018. Difference at the date of initial application is recognised in the opening retained profits (or other components of equity, as appropriate) and comparative information has not been restated. Furthermore, in accordance with the transition provisions in HKFRS 15, the Group has elected to apply the Standard retrospectively only to contracts that are not completed at 1 January 2018. Accordingly, certain comparative information may not be comparable as comparative information was prepared under HKAS 18 *Revenue*.

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動

本集團於本中期期間首次應用香港財務報告準則第15號。香港財務報告準則第15號取代香港會計準則第18號收入。

本集團自下列主要來源確認收入：

- 銷售護膚、美容、精油產品、健康食品及化妝品等各式各樣產品
- 提供肌膚護理、美容及水療服務

本集團已追溯應用香港財務報告準則第15號，而首次應用該準則的累計影響於首次應用日期二零一八年一月一日確認。於首次應用日期的差額於期初保留溢利（或其他適用權益組成部分）確認，及並無重列比較資料。此外，根據香港財務報告準則第15號的過渡條文，本集團已選擇僅將該準則追溯應用於二零一八年一月一日尚未完成的合約。由於比較資料乃根據香港會計準則第18號收入而編製，故若干比較資料可能無法比較。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.1 Key changes in accounting policies resulting from application of HKFRS 15

HKFRS 15 introduces a 5-step approach when recognising revenue:

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

Under HKFRS 15, the Group recognises revenue when (or as) a performance obligation is satisfied, i.e. when "control" of the goods or services underlying the particular performance obligation is transferred to the customer.

A performance obligation represents a good and service (or a bundle of goods or services) that is distinct or a series of distinct goods or services that are substantially the same.

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.1 因應用香港財務報告準則第15號所產生的主要會計政策變動

香港財務報告準則第15號引入五個確認收入之步驟：

- 第1步－識別與客戶簽訂的合約
- 第2步－識別合約中的履約義務
- 第3步－確定交易價格
- 第4步－將交易價格分攤至合約中的履約義務
- 第5步－在本集團完成履約義務時確認收入

根據香港財務報告準則第15號，本集團在完成履約義務時才能確認收入，即於特定履約義務之商品或服務的「控制權」轉移給客戶時。

履約義務指可區分之單一商品及服務（或組合商品或服務）或大致相同之一系列可區分商品或服務。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.1 Key changes in accounting policies resulting from application of HKFRS 15 (Continued)

Control is transferred over time and revenue is recognised over time by reference to the progress towards complete satisfaction of the relevant performance obligation if one of the following criteria is met

- the customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs;
- the Group's performance creates and enhances an asset that the customer controls as the Group performs; or
- the Group's performance does not create an asset with an alternative use to the Group and the Group has an enforceable right to payment for performance completed to date.

Otherwise, revenue is recognised at a point in time when the customer obtains control of the distinct good or service.

A contract asset represents the Group's right to consideration in exchange for goods or services that the Group has transferred to a customer that is not yet unconditional. It is assessed for impairment in accordance with HKFRS 9. In contrast, a receivable represents the Group's unconditional right to consideration, i.e. only the passage of time is required before payment of that consideration is due.

A contract liability represents the Group's obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer.

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.1 因應用香港財務報告準則第15號所產生的主要會計政策變動 (續)

倘符合下列其中一項標準，控制權隨時間逐步轉移，而收入確認會按一段時間內已完成相關履約義務的進度進行

- 於本集團履約時，客戶同時收取及耗用由本集團履約所帶來的利益；
- 本集團之履約產生及提升於本集團履約時由客戶控制的一項資產；或
- 本集團履約並無產生對本集團有替代用途的資產，且本集團享有強制執行權，以收回至今已履約的款項。

否則，收入於客戶獲得可區分之商品或服務的控制權時確認。

合約資產指本集團就向客戶換取本集團已轉讓的商品或服務收取代價的權利（尚未成為無條件）。其根據香港財務報告準則第9號評估減值。相反，應收款項指本集團收取代價的無條件權利，即代價付款到期前僅需時間推移。

合約負債指本集團就已自客戶收取之代價（或已可自客戶收取代價），而須向客戶轉讓商品或服務之義務。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.1 Key changes in accounting policies resulting from application of HKFRS 15 (Continued)

Contracts with multiple performance obligations (including allocation of transaction price)

For contracts that contain more than one performance obligations (provide products and services), the Group allocates the transaction price to each performance obligation on a relative stand-alone selling price basis, except for the allocation of discounts and variable consideration.

The stand-alone selling price of the distinct good or service underlying each performance obligation is determined at contract inception. It represents the price at which the Group would sell a promised good or service separately to a customer. If a stand-alone selling price is not directly observable, the Group estimates it using appropriate techniques such that the transaction price ultimately allocated to any performance obligation reflects the amount of consideration to which the Group expects to be entitled in exchange for transferring the promised goods or services to the customer.

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.1 因應用香港財務報告準則第15號所產生的主要會計政策變動 (續)

具有多項履約義務的合約 (包括交易價格的分攤)

對於包含多項履約義務 (提供產品及服務) 的合約, 除折扣分攤和可變代價外, 本集團按照單獨售價的相對比例, 將交易價格分攤至各項履約義務。

每項履約義務下可區分商品或服務的單獨售價在合約開始時確定。單獨售價指本集團向客戶分開出售已約定之商品或服務的價格。如果單獨售價無法直接觀察, 本集團則使用適當技術對其進行估算, 以使最終分攤至任何履約義務的交易價格反映本集團因向客戶轉讓已約定商品或服務而預期有權收取的代價金額。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.1 Key changes in accounting policies resulting from application of HKFRS 15 (Continued)

Over time revenue recognition: measurement of progress towards complete satisfaction of a performance obligation

Output method

The progress towards complete satisfaction of a performance obligation is measured based on output method, which is to recognise revenue on the basis of direct measurements of the value of the goods or services transferred to the customer to date relative to the remaining goods or services promised under the contract, that best depict the Group's performance in transferring control of goods or services.

Variable consideration

For contracts that contain variable consideration (sales rebates), the Group estimates the amount of consideration to which it will be entitled using the most likely amount method.

The estimated amount of variable consideration is included in the transaction price only to the extent that it is highly probable that such an inclusion will not result in a significant revenue reversal in the future when the uncertainty associated with the variable consideration is subsequently resolved.

At the end of each reporting period, the Group updates the estimated transaction price (including updating its assessment of whether an estimate of variable consideration is constrained) to represent faithfully the circumstances present at the end of the reporting period and the changes in circumstances during the reporting period.

The application of the amendment had no impact on the condensed consolidated financial statements.

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.1 因應用香港財務報告準則第15號所產生的主要會計政策變動 (續)

隨時間確認收入：履約義務完成進度的計量

產出法

完成履約義務的進度按產出法計量，即根據直接計量迄今轉移給客戶的商品或服務價值相對於合約項下承諾的剩餘商品或服務來確認收入，其最能說明本集團在轉移商品或服務控制權方面的表現。

可變代價

就具有可變代價（銷售返利）之合約而言，本集團以最有可能金額方法估計其將有權獲得之代價金額。

可變代價之估計金額乃包含於交易價格內，惟僅當可變代價之相關不確定性在其後變得確定，致使有關估計金額很有可能不會導致將來出現重大收益撥回時，方可包含於交易價格內。

於各報告期間，本集團更新其估計交易價格（包括更新其有關可變代價估計金額是否已設限之評估），以忠實反映於報告期末之情況及於報告期內之情況變動。

應用該修訂本不會對簡明綜合財務報表造成影響。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.2 Summary of effects arising from initial application of HKFRS 15

Sales of products

Revenue from sales of products is recognised when i) control of the products has transferred, being when the products are delivered to the customers and there is no unfulfilled obligation that could affect the customer's acceptance of the products; and ii) collectability of the related receivables is reasonably assured.

Service income

Revenue from services is recognised over time in accordance with the output method (i.e. the value of the goods or services transferred to the customer to date relative to the remaining goods or services promised under the contract) when the service has transferred.

The following adjustments were made to the amounts recognised in the condensed consolidated statement of financial position at 1 January 2018. Line items that were not affected by the changes have not been included.

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.2 首次應用香港財務報告準則第15號所產生的影響概要

產品銷售

當i) 產品的控制權已轉移，即產品已交付客戶，且並無未履行責任可能影響客戶接收產品時；及ii) 可合理確保相關應收款項的可收回性時，產品銷售收入即予以確認。

服務收入

服務收入於服務轉移時按產出法（即迄今轉移給客戶的商品或服務價值相對於合約項下承諾的餘下商品或服務）隨時間確認。

下列為對於二零一八年一月一日的簡明綜合財務狀況表中所確認金額作出的調整。不受有關變動影響的項目不包括在內。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.2 Summary of effects arising from initial application of HKFRS 15 (Continued)

Service income (Continued)

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.2 首次應用香港財務報告準則第15號所產生的影響概要 (續)

服務收入 (續)

		Carrying amounts previously reported at 31 December 2017	Reclassification	Carrying amounts under HKFRS 15 at 1 January 2018
		先前已於二零一七年十二月三十一日呈報的賬面值	重新分類	於二零一八年一月一日根據香港財務報告準則第15號呈列的賬面值
		Notes	HK\$'000	HK\$'000
		附註	千港元	千港元
Current Liabilities	流動負債			
Trade and other payables	貿易及其他應付賬款	(a)	91,282	(4,151)
Contract liabilities	合約負債	(a)/(b)	-	10,132
Deferred income	遞延收益	(b)	5,981	(5,981)
				87,131
				10,132
				-

(a) As at 1 January 2018, advances from customers of HK\$4,151,000 previously included in trade and other payables were reclassified to contract liabilities.

(b) At the date of initial application, included in the total deferred income, HK\$5,981,000 related to the consideration received for skin treatments, beauty and spa services. The balance was reclassified to contract liabilities upon application of HKFRS 15.

(a) 於二零一八年一月一日，先前計入貿易及其他應付賬款的客戶墊款4,151,000港元已重新分類至合約負債。

(b) 於首次應用日期，總遞延收益中5,981,000港元乃與肌膚護理、美容及水療服務的已收代價有關。該餘額於應用香港財務報告準則第15號時重新分類至合約負債。

The following tables summarise the impacts of applying HKFRS 15 on the Group's condensed consolidated statement of financial position as at 30 June 2018 for each of the line items affected. Line items that were not affected by the changes have not been included.

下表概述了應用香港財務報告準則第15號對本集團於二零一八年六月三十日的簡明綜合財務狀況表中各受影響項目之影響。不受有關變動影響的項目不包括在內。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.1 Impacts and changes in accounting policies of application on HKFRS 15 Revenue from Contracts with Customers (Continued)

2.1.2 Summary of effects arising from initial application of HKFRS 15 (Continued)

Impact on condensed consolidated statement of financial position

2. 主要會計政策 (續)

2.1 應用香港財務報告準則第15號來自客戶合約收入之會計政策的影響及變動 (續)

2.1.2 首次應用香港財務報告準則第15號所產生的影響概要 (續)

對簡明綜合財務狀況表的影響

			As reported	Adjustments	Amounts without application of HKFRS 15
			已呈報	經調整	未應用香港財務報告準則第15號呈列的金額
		Notes	HK\$'000	HK\$'000	HK\$'000
		附註	千港元	千港元	千港元
Current Liabilities	流動負債				
Trade and other payables	貿易及其他應付賬款	(a)	72,022	4,508	76,530
Contract liabilities	合約負債	(a)/(b)	13,402	(13,402)	-
Deferred income	遞延收益	(b)	-	8,894	8,894

(a) The amount of HK\$4,508,000 in relation to balance of advances from customers had been recognised as contract liabilities upon application of HKFRS 15 as at 30 June 2018.

(b) Upon application of HKFRS 15, the amount of HK\$8,894,000 in relation to balance of consideration received for skin treatments, beauty and spa services had been recognised as contract liabilities as at 30 June 2018.

(a) 於二零一八年六月三十日應用香港財務報告準則第15號後，有關預收客戶款項之餘額4,508,000港元已確認為合約負債。

(b) 於應用香港財務報告準則第15號後，有關肌膚護理、美容及水療服務的已收代價餘額8,894,000港元已於二零一八年六月三十日確認為合約負債。

There was no impact on the Group's condensed consolidated statement of profit or loss and other comprehensive income for the current interim period.

於本中期期間，對本集團之簡明綜合損益及其他全面收益表概無影響。

Notes to the Condensed Consolidated Financial Statements

簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.2 Impacts and changes in accounting policies of application on HKFRS 9 Financial Instruments and the related amendments

In the current period, the Group has applied HKFRS 9 Financial Instruments and the related consequential amendments to other HKFRSs. HKFRS 9 introduces new requirements for 1) the classification and measurement of financial assets and financial liabilities, 2) expected credit losses ("ECL") for financial assets and 3) general hedge accounting.

The Group has applied HKFRS 9 in accordance with the transition provisions set out in HKFRS 9, i.e. applied the classification and measurement requirements (including impairment) retrospectively to instruments that have not been derecognised as at 1 January 2018 (date of initial application) and has not applied the requirements to instruments that have already been derecognised as at 1 January 2018. The difference between carrying amounts as at 31 December 2017 and the carrying amounts as at 1 January 2018 is recognised in the opening retained profits and other components of equity, without restating comparative information.

2.2.1 Key changes in accounting policies resulting from application of HKFRS 9

Classification and measurement of financial assets

Trade receivables arising from contracts with customers are initially measured in accordance with HKFRS 15.

All recognised financial assets that are within the scope of HKFRS 9 are subsequently measured at amortised cost or fair value.

Debt instruments that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

2. 主要會計政策 (續)

2.2 應用香港財務報告準則第9號金融工具之會計政策及相關修訂的影響及變動

於本期間，本集團已應用香港財務報告準則第9號金融工具及對其他香港財務報告準則有關之相應修訂。香港財務報告準則第9號為1) 金融資產及金融負債的分類和計量、2) 金融資產的預期信貸虧損(「預期信貸虧損」)及3) 一般對沖會計引入新的規定。

本集團已根據香港財務報告準則第9號所載的過渡條文應用香港財務報告準則第9號，即將分類及計量規定(包括減值)追溯應用於二零一八年一月一日(首次應用日期)尚未取消確認的工具，且並無將該等規定應用於二零一八年一月一日已取消確認的工具。二零一七年十二月三十一日之賬面值與二零一八年一月一日之賬面值間的差額於期初保留溢利及其他權益組成部分中確認，並無重列比較資料。

2.2.1 因應用香港財務報告準則第9號所產生的主要會計政策變動

金融資產之分類及計量

來自客戶合約所產生之貿易應收賬款初始根據香港財務報告準則第15號計量。

於香港財務報告準則第9號範圍內所有確認之金融資產其後按攤銷成本或公平值計量。

符合下列條件的債務工具於其後按攤銷成本計量：

- 該金融資產於以收取合約現金流量為目的之商業模式下持有；及
- 該金融資產之合約條款令於特定日期產生之現金流量僅為支付本金及未償還本金之利息。

Notes to the Condensed Consolidated Financial Statements

簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.2 Impacts and changes in accounting policies of application on HKFRS 9 Financial Instruments and the related amendments (Continued)

2.2.1 Key changes in accounting policies resulting from application of HKFRS 9 (Continued)

Impairment under ECL model

The Group recognises a loss allowance for ECL on financial assets which are subject to impairment under HKFRS 9 (including trade and other receivables, pledged bank deposits and bank balances). The amount of ECL is updated at each reporting date to reflect changes in credit risk since initial recognition.

Lifetime ECL represents the ECL that will result from all possible default events over the expected life of the relevant instrument. In contrast, 12-month ECL ("12m ECL") represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date. Assessment are done based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current conditions at the reporting date as well as the forecast of future conditions.

The Group always recognises lifetime ECL for trade receivables without significant financing component. The ECL on these assets are assessed individually for debtors with significant balances and/or collectively using a provision matrix with appropriate groupings.

2. 主要會計政策 (續)

2.2 應用香港財務報告準則第9號金融工具之會計政策及相關修訂的影響及變動 (續)

2.2.1 因應用香港財務報告準則第9號所產生的主要會計政策變動 (續)

預期信貸虧損模式下的減值

本集團就根據香港財務報告準則第9號須予減值之金融資產(包括貿易及其他應收賬款、抵押銀行存款及銀行結存)的預期信貸虧損確認虧損撥備。預期信貸虧損金額於各報告日期更新以反映信貸風險自初始確認以來的變動。

年期預期信貸虧損指於有關工具之預計年期內所有可能違約事件而產生的預期信貸虧損。相較之下, 12個月預期信貸虧損(「12個月預期信貸虧損」)指於報告日期後12個月內因可能發生的違約事件而預期產生的部分年期預期信貸虧損。評估乃根據本集團就債務人特定因素、整體經濟狀況以及對於報告日期之現時狀況及未來狀況預測而調整的過往信貸虧損經驗。

本集團一直並無就重大財務部分將年期預期信貸虧損確認為貿易應收賬款。該等資產的預期信貸虧損乃就其重大結餘的債務人進行個別評估及/或採用具合適組別的撥備矩陣進行整體評估。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.2 Impacts and changes in accounting policies of application on HKFRS 9 Financial Instruments and the related amendments (Continued)

2.2.1 Key changes in accounting policies resulting from application of HKFRS 9 (Continued)

Impairment under ECL model (Continued)

For all other instruments, the Group measures the loss allowance equal to 12m ECL, unless when there has been a significant increase in credit risk since initial recognition, the Group recognises lifetime ECL. The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition.

Significant increase in credit risk

In assessing whether the credit risk has increased significantly since initial recognition, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition. In making this assessment, the Group considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort.

2. 主要會計政策 (續)

2.2 應用香港財務報告準則第9號金融工具之會計政策及相關修訂的影響及變動 (續)

2.2.1 因應用香港財務報告準則第9號所產生的主要會計政策變動 (續)

預期信貸虧損模式下的減值 (續)

就所有其他工具而言，本集團計量虧損撥備等於12個月預期信貸虧損，除非當信貸風險自初始確認以來顯著上升，則本集團確認年期預期信貸虧損。是否應確認年期預期信貸虧損乃根據自初始確認以來出現違約的可能性或風險顯著上升而評估。

信貸風險顯著上升

評估信貸風險是否自初始確認以來顯著上升時，本集團比較金融工具於報告日期發生違約的風險與金融工具於初始確認日期發生違約的風險。作出該評估時，本集團會考慮合理及可靠的定量及定性資料，包括過往經驗及無需付出過多成本或努力即可得的前瞻性資料。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.2 Impacts and changes in accounting policies of application on HKFRS 9 Financial Instruments and the related amendments (Continued)

2.2.1 Key changes in accounting policies resulting from application of HKFRS 9 (Continued)

Impairment under ECL model (Continued)

Significant increase in credit risk (Continued)

In particular, the following information is taken into account when assessing whether credit risk has increased significantly:

- an actual or expected significant deterioration in the financial instrument's external (if available) or internal credit rating;
- significant deterioration in external market indicators of credit risk, e.g. a significant increase in the credit spread, the credit default swap prices for the debtor;
- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations;
- an actual or expected significant deterioration in the operating results of the debtor;
- an actual or expected significant adverse change in the regulatory, economic, or technological environment of the debtor that results in a significant decrease in the debtor's ability to meet its debt obligations.

2. 主要會計政策 (續)

2.2 應用香港財務報告準則第9號金融工具之會計政策及相關修訂的影響及變動 (續)

2.2.1 因應用香港財務報告準則第9號所產生的主要會計政策變動 (續)

預期信貸虧損模式下的減值 (續)

信貸風險顯著上升 (續)

具體而言，評估信貸風險是否顯著上升時會考慮以下資料：

- 金融工具外部 (如有) 或內部信貸測評的實際或預期顯著惡化；
- 信貸風險的外部市場指標顯著惡化，例如債務人的信貸息差、信用違約交換價格顯著上升；
- 業務、財務或經濟情況目前或預期將有不利變動，預計將導致債務人償還債項的能力顯著下降；
- 債務人經營業績實際或預期顯著惡化；
- 債務人的監管、經濟或技術環境有實際或預期的顯著不利變動，導致債務人償還債項的能力顯著下降。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.2 Impacts and changes in accounting policies of application on HKFRS 9 Financial Instruments and the related amendments (Continued)

2.2.1 Key changes in accounting policies resulting from application of HKFRS 9 (Continued)

Impairment under ECL model (Continued)

Significant increase in credit risk (Continued)

Irrespective of the outcome of the above assessment, the Group presumes that the credit risk has increased significantly since initial recognition when contractual payments are more than 30 days past due, unless the Group has reasonable and supportable information that demonstrates otherwise.

The Group considers that default has occurred when the instrument is more than 90 days past due unless the Group has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

Measurement and recognition of ECL

The measurement of ECL is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information.

2. 主要會計政策 (續)

2.2 應用香港財務報告準則第9號金融工具之會計政策及相關修訂的影響及變動 (續)

2.2.1 因應用香港財務報告準則第9號所產生的主要會計政策變動 (續)

預期信貸虧損模式下的減值 (續)

信貸風險顯著上升 (續)

無論上述評估的結果如何，本集團假設倘合約付款逾期超過30天，則信貸風險自初始確認以來顯著增加，除非本集團有能說明信貸風險並無顯著增加的合理可靠資料，則作別論。

本集團認為，倘該工具逾期超過90天，則已發生違約事件，除非本集團有能說明更寬鬆的違約標準更為合適的合理可靠資料，則作別論。

預期信貸虧損的計量及確認

預期信貸虧損的計量的依據為違約概率、違約損失率（即違約時的損失程度）及違約風險的函數。評估違約概率及違約損失率的依據為按前瞻性資料調整的過往數據。

Notes to the Condensed Consolidated Financial Statements

簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.2 Impacts and changes in accounting policies of application on HKFRS 9 Financial Instruments and the related amendments (Continued)

2.2.1 Key changes in accounting policies resulting from application of HKFRS 9 (Continued)

Impairment under ECL model (Continued)

Measurement and recognition of ECL (Continued)

Generally, the ECL is estimated as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the effective interest rate determined at initial recognition.

Interest income is calculated based on the gross carrying amount of the financial asset unless the financial asset is credit impaired, in which case interest income is calculated based on amortised cost of the financial asset.

The Group recognises an impairment gain or loss in profit or loss for all financial instruments by adjusting their carrying amount, with the exception of trade receivables where the corresponding adjustment is recognised through a loss allowance account.

As at 1 January 2018, the directors of the Company reviewed and assessed the Group's existing financial assets for impairment using reasonable and supportable information that is available without undue cost or effort in accordance with the requirements of HKFRS 9. The impact thereof was insignificant on retained profits at 1 January 2018.

2. 主要會計政策 (續)

2.2 應用香港財務報告準則第9號金融工具之會計政策及相關修訂的影響及變動 (續)

2.2.1 因應用香港財務報告準則第9號所產生的主要會計政策變動 (續)

預期信貸虧損模式下的減值 (續)

預期信貸虧損的計量及確認 (續)

一般而言，預期信貸虧損按根據合約應付本集團的所有合約現金流量與本集團預計收取的所有現金流量（按於初始確認時釐定的實際利率折現）之間的差額估計。

利息收入根據金融資產的賬面值總額計算，惟金融資產為信貸減值的情況除外，於此情況下，利息收入則根據金融資產的攤銷成本計算。

本集團藉由調整所有金融工具的賬面值於損益中確認其減值收益或虧損，惟相應調整於虧損撥備賬中確認的貿易應收賬款除外。

於二零一八年一月一日，本公司董事根據香港財務報告準則第9號規定，使用無需付出過多成本或努力即可得的合理可靠資料審核及評估本集團現有金融資產是否減值。因此對於二零一八年一月一日的保留溢利無重大影響。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

2. Principal Accounting Policies (Continued)

2.3 Impacts on opening condensed consolidated statement of financial position arising from the application of all new standards

As a result of the changes in the entity's accounting policies above, the opening condensed consolidated statement of financial position had to be restated. The following table show the adjustments recognised for each individual line item.

2. 主要會計政策 (續)

2.3 因應用所有新準則而產生對期初簡明綜合財務狀況報表之影響

由於上述實體會計政策之變動，期初之簡明綜合財務狀況報表須作重列。下表呈列就各獨立項目確認之調整。

		31 December 2017 (Audited) HKFRS 15 於二零一七年 十二月三十一日 (經審核) HK\$'000 千港元	1 January 2018 (Restated) 二零一八年 一月一日 (經重列) HK\$'000 千港元
Current liabilities	流動負債		
Trade and other payables	貿易及其他應付賬款	91,282	(4,151)
Contract liabilities	合約負債	–	10,132
Deferred income	遞延收益	5,981	(5,981)
			87,131
			10,132
			–

Except as described above, the application of amendments to HKFRSs in the current interim period has had no material effect on the amounts reported and/or disclosures set out in these condensed consolidated financial statements.

除上文所述者外，於本中期期間應用香港財務報告準則之修訂本，對呈報之金額及／或本簡明綜合財務報表所載之披露資料並無重大影響。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

3A. Revenue

Disaggregation of revenue

3A. 收入

收入之分類

		For the six months ended 30 June 2018 截至二零一八年 六月三十日 止六個月 HK\$'000 千港元 (unaudited) (未經審核)
Types of goods or services		
Sales of goods	產品或服務類型 產品銷售	187,081
Service income	服務收益	6,657
Total	總計	<u>193,738</u>
Geographical markets		
The People's Republic of China (the "PRC")	地域市場 中華人民共和國 (「中國大陸」)	154,055
Taiwan	台灣	38,015
Others	其他	1,668
Total	總計	<u>193,738</u>
Timing of revenue recognition		
A point in time	確認收入的時間 在某個時間點確認	187,081
Over time	隨時間確認	6,657
Total	總計	<u>193,738</u>

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

3B. Segment Information

Segment revenues and results

The following is an analysis of the Group's revenue and results by reportable and operating segments for the period under review:

Six months ended 30 June 2018

		The PRC 中國大陸 HK\$'000 千港元 (unaudited) (未經審核)	Taiwan 台灣 HK\$'000 千港元 (unaudited) (未經審核)	Others 其他 HK\$'000 千港元 (unaudited) (未經審核)	Total 總計 HK\$'000 千港元 (unaudited) (未經審核)
Revenue from external customers	來自外部客戶之收入	154,055	38,015	1,668	193,738
Segment profit	分部溢利	41,666	6,413	1,645	49,724
Unallocated corporate expenses	未分配公司支出				(6,728)
Unallocated income	未分配收益				1,810
Profit before tax	除稅前溢利				44,806

3B. 分部資料

分部收入及業績

本集團於回顧期間之收入及業績按可報告及經營分部作出之分析如下：

截至二零一八年六月三十日止六個月

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

3B. Segment Information (Continued) Segment revenues and results (Continued)

Six months ended 30 June 2017

		The PRC 中國大陸	Taiwan 台灣	Others 其他	Total 總計
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
		(unaudited) (未經審核)	(unaudited) (未經審核)	(unaudited) (未經審核)	(unaudited) (未經審核)
Revenue from external customers	來自外部客戶之收入	145,179	37,141	1,293	183,613
Segment profit	分部溢利	49,216	7,402	928	57,546
Unallocated corporate expenses	未分配公司支出				(5,848)
Unallocated income	未分配收益				2,945
Profit before tax	除稅前溢利				54,643

Segment profit represents the profit earned by each segment without allocation of equity-settled share based payments, central administration costs and directors' salaries. This is the measure reported to the chief operating decision maker ("CODM") for the purposes of resource allocation and performance assessment. Unallocated income mainly includes interest income.

3B. 分部資料 (續) 分部收入及業績 (續)

截至二零一七年六月三十日止六個月

分部溢利為各分部賺取所得之溢利，當中並未分配股本權益結算股份付款、中央行政費用及董事薪酬。此乃為了作出資源分配及表現評估而向主要營運決策人（「主要營運決策人」）作出報告之標準。未分配收益主要包括利息收入。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

3B. Segment Information (Continued)

Geographical information

The following is an analysis of the Group's non-current assets by reportable and operating segments:

		At 30 June 2018 於二零一八年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	At 31 December 2017 於二零一七年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
The PRC	中國大陸	248,651	234,300
Taiwan	台灣	49,770	51,701
Others	其他	59	28
		298,480	286,029

No analysis of segment assets and liabilities is presented as they are not regularly reviewed by the CODM.

3B. 分部資料 (續)

地域資料

下文為本集團之非流動資產按可報告及經營分部作出之分析：

因主要營運決策人並未對分部資產及負債進行定期檢查，故並無呈列其分析。

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

4. Income Tax Expense

4. 所得稅開支

		Six months ended 30 June 六月三十日止六個月	
		2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)	2017 二零一七年 HK\$'000 千港元 (unaudited) (未經審核)
The charge comprises:	支出包括：		
Taxation in the PRC	中國大陸稅項		
Current period	本期間	9,744	9,969
Withholding tax on dividends	股息預扣稅	6,046	5,039
		15,790	15,008
Taxation in Taiwan and other jurisdictions	台灣及其他司法管轄區稅項		
Current period	本期間	1,751	2,319
Overprovision in prior years	過往年度超額撥備	-	(332)
Withholding tax on dividends	股息預扣稅	3,316	5,305
		5,067	7,292
Deferred taxation	遞延稅項		
Current period	本期間	(5,051)	(6,021)
		15,806	16,279

Under the Law of the People's Republic of China on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25%. The statutory withholding tax rate for non-PRC resident is 10%.

根據中華人民共和國企業所得稅法（「企業所得稅法」）及企業所得稅法實施條例，中國大陸附屬公司之稅率為25%。非中國居民的法定預扣稅稅率為10%。

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4. Income Tax Expense (Continued)

Pursuant to the relevant laws and regulations in the PRC and Taiwan, dividend withholding tax is imposed at a rate of 10% and 21% on dividends declared in respect of profits earned by PRC and Taiwan subsidiaries respectively that are received by non-local resident entities. Withholding tax on dividends of approximately HK\$6,046,000 (2017: HK\$5,039,000) and HK\$3,316,000 (2017: HK\$5,305,000) for PRC and Taiwan were recognised respectively.

Corporate Income Tax in Taiwan is charged at 17% in both periods.

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both periods.

5. Profit For The Period

4. 所得稅開支 (續)

根據中國大陸和台灣相關法例及規例，就中國大陸和台灣附屬公司賺取所得溢利而宣派並由非本地居民企業收取之股息，股息預扣稅稅率分別為10%和21%。中國大陸和台灣的股息預扣稅確認分別為約6,046,000港元（二零一七年：5,039,000港元）和3,316,000港元（二零一七年：5,305,000港元）。

於上述兩個期間，台灣企業所得稅按17%計算。

香港利得稅按上述兩個期間之估計應課稅溢利之16.5%計算。

5. 期內溢利

		Six months ended 30 June 六月三十日止六個月	
		2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)	2017 二零一七年 HK\$'000 千港元 (unaudited) (未經審核)
Profit for the period has been arrived at after charging (crediting):	期內溢利已扣除（計入）下列各項：		
Depreciation of property, plant and equipment	物業、廠房及設備折舊	12,202	10,126
Release of prepaid lease payments	撥回自用土地租賃款	640	571
Total staff cost	總員工成本	58,400	54,087
Loss on disposal of property, plant and equipment	處置物業、廠房及設備之虧損	101	159
(Reversal of allowance) allowance for trade receivables	貿易應收賬款（撥備撥回）撥備	(3,120)	5,913
Allowance for obsolete inventories, included in cost of sales	陳舊存貨撥備（計入銷售成本）	3,820	2,022
Exchange (gain) loss	匯兌（收益）虧損	(982)	2,336
Interest income on bank deposits	銀行存款利息收入	(1,810)	(2,945)

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6. Dividends

At the annual general meeting of the Company held on 24 May 2018, a final dividend of HK\$0.0335 per share in respect of the year ended 31 December 2017 (2017: a final dividend of HK\$0.0327 per share and a special final dividend of HK\$0.025 per share in respect of the year ended 31 December 2016) was declared to be payable to the owners of the Company. The aggregate amount of the final dividend declared in the interim period amounted approximately to HK\$67,070,000 and is recognised as dividend payable as of 30 June 2018 (2017: HK\$115,521,223 was recognised as dividend payable in the interim period).

7. Earnings Per Share

The calculation of the basic earnings per share attributable to the owners of the Company is based on the profit attributable to the owners of the Company of approximately HK\$29,000,000 for the six months ended 30 June 2018 (2017: HK\$38,364,000) and on the number of 2,002,100,932 (2017: 2,002,100,932) ordinary shares of the Company in issue during the period.

8. Movements in Property, Plant and Equipment

During the current interim period, the Group acquired property, plant and equipment of approximately HK\$15,373,000 (2017: HK\$6,383,000) for business expansion.

9. Intangible Assets

During the six months ended 30 June 2018, the Group spent approximately HK\$11,158,000 (2017: Nil) for intangible assets, acquired through the acquisition of a subsidiary, to expand its operations. The Group has no material write-off of intangible assets in current interim period.

6. 股息

於二零一八年五月二十四日舉行的本公司之股東週年大會上，本公司已向本公司擁有人宣派及應派付截至二零一七年十二月三十一日止年度之末期股息每股0.0335港元（二零一七年：截至二零一六年十二月三十一日止年度之末期股息每股0.0327港元及特別末期股息每股0.025港元）。本中期期間已宣派之末期股息總額約為67,070,000港元並已確認為截至二零一八年六月三十日止之應付股息（二零一七年：中期期間已確認之應付股息總額為115,521,223港元）。

7. 每股盈利

本公司擁有人應佔每股基本盈利乃根據截至二零一八年六月三十日止六個月之本公司擁有人應佔溢利約29,000,000港元（二零一七年：38,364,000港元）及本公司期內已發行普通股數2,002,100,932股（二零一七年：2,002,100,932股）計算。

8. 物業、廠房及設備之變動

於本中期期間，本集團購入約15,373,000港元（二零一七年：6,383,000港元）之物業、廠房及設備作拓展業務之用。

9. 無形資產

截至二零一八年六月三十日止六個月，本集團花費約11,158,000港元（二零一七年：無）透過收購附屬公司購入無形資產，以擴大營運。於本中期期間，本集團並無重大無形資產撇銷。

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10. Goodwill

10. 商譽

		At 30 June 2018	At 31 December 2017
		於二零一八年 六月三十日	於二零一七年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
		(unaudited)	(audited)
		(未經審核)	(經審核)
COST	成本		
At 1 January	於一月一日	30,287	28,702
Exchange realignment	匯兌調整	(444)	1,585
Arising on acquisition of a subsidiary (note 16)	來自收購附屬公司(附註16)	3,409	-
		33,252	30,287
At 31 December 2017 and 30 June 2018	於二零一七年十二月三十一日 及二零一八年六月三十日		
IMPAIRMENT	減值		
At 1 January 2017, 31 December 2017 and 30 June 2018	於二零一七年一月一日、 二零一七年十二月三十一日 及二零一八年六月三十日	3,192	3,192
CARRYING VALUES	賬面值		
At 31 December 2017 and 30 June 2018	於二零一七年十二月三十一日 及二零一八年六月三十日	30,060	27,095

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11. Trade and Other Receivables

The Group allows a credit period for 90 days (2017: 90 days) to its trade customers. The aging analysis of trade receivables presented based on the date of delivery of goods at the end of reporting period is as follows:

11. 貿易及其他應收賬款

本集團給予其貿易客戶90日之信貸期(二零一七年：90日)。於報告期間結算日，按發貨日期計算呈列之貿易應收賬款賬齡分析如下：

		At 30 June 2018 於二零一八年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	At 31 December 2017 於二零一七年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Trade receivables	貿易應收賬款		
Within credit period	信貸期內	53,523	78,503
Credit period – 180 days	信貸期 – 180日	9,249	6,783
Over 180 Days	超過180日	7,943	17,954
Less: allowance for doubtful debts	減：呆賬撥備	(1,877)	(5,089)
		68,838	98,151
Prepayments	預付款項	6,673	7,522
Other receivables	其他應收賬款	5,203	3,616
Total trade and other receivables	貿易及其他應收賬款總額	80,714	109,289

Details of the impairment assessment are set out in note 12.

減值評估詳情載於附註12。

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12. Impairment Assessment on Financial Assets Subject to ECL Model

Provision matrix – debtors' aging

As part of the Group's credit risk management, the Group uses debtors' aging to assess the impairment for its product sales because these customers consist of a large number of small customers with common risk characteristics that are representative of the customers' abilities to pay all amounts due in accordance with the contractual terms. The Group considers that default has occurred when the instrument is more than 180 days past due as the Group remains a long-term relationship with customers. The Group considers both quantitative and qualitative information that is reasonable and supportable to have a more lagging default criterion.

The following table provides information about the exposure to credit risk and ECL for trade receivables which are assessed collectively based on provision matrix as at 30 June 2018.

12. 金融資產按預期信貸虧損模式之減值評估

撥備矩陣 – 賬款之賬齡

作為本集團信貸風險管理的一部分，本集團利用賬款之賬齡為其產品銷售進行減值評估，原因為該等客戶乃由數量眾多的小型客戶所組成，而彼等擁有可代表彼等根據合約條款有能力償還所有應付金額的共同風險特性。本集團認為，由於本集團與客戶保持長期關係，故倘該工具逾期超過180天，則已發生違約事件。本集團會考慮合理及可靠的定量及定性資料，以制定更寬鬆的違約標準。

下表提供有關於二零一八年六月三十日根據撥備矩陣共同評估所面對之信貸風險及貿易應收賬款之預期信貸虧損的資料。

		Average loss rate 平均虧損率	Gross carrying amount 賬面值總額 HK\$'000 千港元	Impairment loss allowance 減值虧損撥備 HK\$'000 千港元
Current (not past due)	即期 (未逾期)	0.57%	53,523	305
1 – 180 days past due	逾期1至180日	2.58%	9,249	239
181 – 360 days past due	逾期181至360日	2.68%	696	19
More than 360 days past due	逾期超過360日	53.54%	523	280
			63,991	843

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12. Impairment Assessment on Financial Assets Subject to ECL Model (Continued)

Provision matrix – debtors' aging (Continued)

The estimated loss rates are estimated based on historical observed default rates over the expected life of the debtors and are adjusted for forward-looking information that is available without undue cost or effort. The grouping is regularly reviewed by management to ensure relevant information about specific debtors is updated.

During the current interim period, the Group provided HK\$843,000 impairment allowance based on the provision matrix. In addition, debtors with significant balances amounting to HK\$6,724,000 as at 30 June 2018 were assessed individually and impairment allowance of HK\$1,034,000 were made on these debtors for the current interim period taking into consideration the fair value of collateral held by the Group and the costs expected to be incurred to recover the balances.

Allowance for impairment

The movement in the allowance for impairment during the current interim period was as follows.

		HK\$'000 千港元
Balance at 1 January 2018*	於二零一八年一月一日餘額*	5,089
Amounts written off	已撇銷款項	(94)
Reversal of loss allowance	虧損撥備撥回	(3,120)
Exchange realignment	匯兌調整	2
Balance at 30 June 2018	於二零一八年六月三十日餘額	1,877

* The Group has initially applied HKFRS 9 at 1 January 2018. Under the transition method chosen, comparative information is not restated.

12. 金融資產按預期信貸虧損模式 之減值評估 (續)

撥備矩陣 – 賬款之賬齡 (續)

估計虧損率乃按賬款預期年期的過往觀察違約率，並就無需付出過多成本或努力即可得的前瞻性資料作出調整後估計所得。有關分組乃定期由管理層審閱，以確保有關特定賬款資料已更新。

於本中期期間，本集團已根據撥備矩陣作出843,000港元的減值撥備。此外，於二零一八年六月三十日，重大結餘賬款6,724,000港元已進行個別評估，並於本中期期間經參考本集團持有抵押之公平值及預期收回結餘將產生的成本就此等賬款計提減值撥備1,034,000港元。

減值撥備

於本中期期間減值撥備之變動如下。

* 本集團已於二零一八年一月一日初步應用香港財務報告準則第9號。根據所選的過渡方法，並無重列比較資料。

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13. Trade and Other Payables

The following is an analysis of trade payables by age, presented based on the invoice date at the end of the reporting period:

13. 貿易及其他應付賬款

於報告期間結算日，按發票日期計算呈列之貿易應付賬款賬齡分析如下：

		At 30 June 2018 於二零一八年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	At 31 December 2017 於二零一七年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Trade payables:	貿易應付賬款：		
Within 90 days	90日內	11,036	21,123
91 days to 365 days	91日至365日	4	18
Over 365 days	超過365日	71	380
		11,111	21,521
Deposits from customers	客戶押金	27,294	25,934
Other tax payables	其他應付稅項	7,363	14,981
Accruals	應付費用	21,619	21,483
Other payables	其他應付賬款	4,635	7,363
		72,022	91,282

The average credit period on purchases of goods is 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

購買貨品之平均信貸期為90日。本集團已制定財務風險管理政策，以確保所有應付賬款均於設定信貸時限內償付。

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14. Share Capital

14. 股本

		Number of shares 股份數目	Share capital 股本 HK\$'000 千港元
Ordinary shares of HK\$0.1 each	每股面值0.1港元之普通股		
Authorised:	法定：		
At 1 January 2017, 31 December 2017 and 30 June 2018	於二零一七年一月一日、 二零一七年十二月三十一日 及二零一八年六月三十日	4,000,000,000	400,000
Issued and fully paid:	已發行及繳足：		
At 1 January 2017, 31 December 2017 and 30 June 2018	於二零一七年一月一日、 二零一七年十二月三十一日 及二零一八年六月三十日	2,002,100,932	200,210

15. Capital Commitments

15. 資本承擔

		At 30 June 2018 於二零一八年 六月三十日 HK\$'000 千港元 (unaudited) (未經審核)	At 31 December 2017 於二零一七年 十二月三十一日 HK\$'000 千港元 (audited) (經審核)
Capital expenditure in respect of acquisition of property, plant and equipment contracted for but not provided in the consolidated financial statements	已訂約但未於綜合財務報表 撥備有關收購物業、廠房 及設備之資本開支	26,756	34,088

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16. Acquisition of a Subsidiary

On 28 April 2018, the Group acquired a 100% interest of Shanghai Lixin Medical Beauty Clinic Company Limited at a cash consideration of HK\$11,776,000. Shanghai Lixin Medical Beauty Clinic Company Limited is principally engaged in the medical aesthetics business and was acquired with the objective of developing the Group's medical aesthetics business.

16. 收購一家附屬公司

於二零一八年四月二十八日，本集團以現金代價11,776,000港元收購上海力信醫療美容診所有限公司之100%權益。上海力信醫療美容診所有限公司主要從事醫學美容業務，收購該公司將有助本集團發展醫學美容業務。

Consideration transferred

已轉讓代價

	HK\$'000 千港元
Cash	11,776

Acquisition-related costs recognised as an expense in the current interim period were insignificant.

於本中期期間確認為開支的收購相關成本極微。

Assets and liabilities recognised at the end of date of acquisition (determined on a provisional basis)

於收購日期結束時確認的資產及負債（按臨時基準釐定）

	HK\$'000 千港元
Non-current asset	
Intangible assets	11,158
Current liability	
Taxation payable	(2)
Non-current liability	
Deferred tax liabilities	(2,789)
	8,367

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16. Acquisition of a Subsidiary (Continued)

Goodwill arising on acquisition (determined on a provisional basis)

		HK\$'000 千港元
Consideration transferred	已轉讓代價	11,776
Less: recognised amount of identifiable net assets acquired	減：所收購可識別資產淨值之 已確認金額	<u>8,367</u>
Goodwill arising on acquisition	收購產生的商譽	<u>3,409</u>

None of the goodwill arising on the acquisition is expected to be deductible for tax purpose.

16. 收購一家附屬公司 (續)

收購產生的商譽 (按臨時基準釐定)

預期概無收購產生的商譽為可扣稅。

Net cash outflows arising on acquisition

		HK\$'000 千港元
Consideration paid in cash	現金支付的代價	<u>11,776</u>

Impact of acquisition on the result of the Group

Included in the profit for the interim period, the loss and revenue attributable to Shanghai Lixin Medical Beauty Clinic Company Limited were insignificant.

Had the acquisition of Shanghai Lixin Medical Beauty Clinic Company Limited been effected at the beginning of the interim period, the revenue and profit generated from the subsidiary would be insignificant, accordingly, no such disclosure is made.

收購產生的現金流出淨額

收購對本集團業績的影響

於本中期期間溢利中來自上海力信醫療美容診所有限公司的虧損及收益極微。

倘收購上海力信醫療美容診所有限公司於本中期期初生效，該附屬公司產生的收益及溢利極微，因此並無就此作出披露。

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17. Connected and Related Party Transactions

During the period, the Group had significant transactions with related parties, which are also deemed to be connected parties pursuant to the Listing Rules. The significant transactions with these parties during the period are as follows:

17. 關連及關聯人士交易

期內，本集團曾與關聯人士進行重大交易。根據上市規則之規定，有關關聯人士亦被視為關連人士。期內，本集團曾與此等人士進行之重大交易如下：

Name of company 公司名稱	Nature of transactions 交易性質	Six months ended 30 June 六月三十日止六個月	
		2018 二零一八年 HK\$'000 千港元 (unaudited) (未經審核)	2017 二零一七年 HK\$'000 千港元 (unaudited) (未經審核)
<i>Companies controlled by individuals who collectively have joint control over the Company's ultimate holding company and are also executive Directors of the Company:</i> 集體共同控制本公司的最終控股公司兼同為本公司執行董事之個人人士所控制公司：			
青春再現度假育樂股份有限公司	Rental income 租金收益	8	7
幸福農企業股份有限公司	Rental income 租金收益	8	7
<i>Directors of the Company:</i> 本公司董事：			
<i>Individuals who collectively have joint control over the Company's ultimate holding company and are also executive Directors of the Company</i> 集體共同控制本公司的最終控股公司兼同為本公司執行董事之個人人士		3,705	4,101

Notes to the Condensed Consolidated Financial Statements 簡明綜合財務報表附註

For the six months ended 30 June 2018
截至二零一八年六月三十日止六個月

18. Events After the End of the Reporting Period

Potential material transaction of shares

Subsequent to the end of the current interim period, the Company, Far Eastern Silo & Shipping (Panama) S.A. ("Purchaser A") and Insbro Holdings Limited (together with Purchaser A, the "Potential Purchasers") made a joint announcement on 31 July 2018. The board of directors of the Company was informed by Efficient Market Investments Limited, Adventa Group Limited (collectively, the "Potential Vendors") and Dr. Tsai Yen-Yu ("Dr. Tsai") that the Potential Vendors and Dr. Tsai entered into a non-legally binding memorandum of understanding on 30 July 2018 with the Potential Purchasers in relation to a potential sale of 1,021,071,476 issued shares of the Company held by the Potential Vendors, representing approximately 51% of the total issued shares as at the date of the announcement for an intended total consideration of approximately HK\$918,964,328.40 (representing HK\$0.90 per Share).

18. 報告期後事項

潛在重大股份交易

於本中期期末後，本公司、遠東倉儲航運(巴拿馬)股份有限公司(「買方甲」)及保經控股有限公司(連同買方甲統稱「潛在買方」)於二零一八年七月三十一日刊發聯合公告。本公司董事會獲Efficient Market Investments Limited、Adventa Group Limited(統稱「潛在賣方」)及蔡燕玉博士(「蔡博士」)告知，潛在賣方及蔡博士於二零一八年七月三十日與潛在買方訂立不具法律約束力之諒解備忘錄，內容有關可能出售潛在賣方持有之1,021,071,476股本公司已發行股份，佔於該公告日期已發行股份總數約51%，擬定總代價約為918,964,328.40港元(即每股股份0.90港元)。



 自然美
natural beauty

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

Stock Code 股份代號 : 00157