

 **香港信貸**
Hong Kong Finance

香港信貸集團有限公司
Hong Kong Finance Group Limited

(Incorporated in the Cayman Islands with limited liability) Stock Code: 1273
(於開曼群島註冊成立之有限公司) 股份代號：1273

2021

ANNUAL REPORT
年報





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CORPORATE INFORMATION

公司資料

DIRECTORS AND BOARD COMMITTEES

Directors

Executive Directors

Chan Koung Nam
Chan Kwong Yin William (*Chairman*)
Tse Pui To (*Chief Executive Officer*)

Independent Non-executive Directors

Chan Siu Wing Raymond
Chu Yat Pang Terry
Cheung Kok Cheong

Board Committees

Audit Committee

Chan Siu Wing Raymond (*Chairman*)
Chu Yat Pang Terry
Cheung Kok Cheong

Remuneration Committee

Chu Yat Pang Terry (*Chairman*)
Chan Koung Nam
Cheung Kok Cheong

Nomination Committee

Chan Kwong Yin William (*Chairman*)
Chu Yat Pang Terry
Cheung Kok Cheong

COMPANY SECRETARY

Hui Chun Ho Eric

REGISTERED OFFICE

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

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS

Unit 3410, 34th Floor, Tower II
Lippo Centre
89 Queensway
Admiralty
Hong Kong

董事及董事委員會

董事

執行董事

陳光南
陳光賢 (*主席*)
謝培道 (*行政總裁*)

獨立非執行董事

陳兆榮
朱逸鵬
張國昌

董事委員會

審核委員會

陳兆榮 (*主席*)
朱逸鵬
張國昌

薪酬委員會

朱逸鵬 (*主席*)
陳光南
張國昌

提名委員會

陳光賢 (*主席*)
朱逸鵬
張國昌

公司秘書

許俊浩

註冊辦事處

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

總部及 主要營業地點

香港
金鐘
金鐘道89號
力寶中心
二座34樓3410室

CORPORATE INFORMATION

公司資料

PRINCIPAL BANKERS

DBS Bank (Hong Kong) Limited
Bank of China (Hong Kong) Limited

LEGAL ADVISERS

As to Hong Kong law:

Cheung & Choy Solicitors & Notaries

As to Cayman Islands law:

Conyers Dill & Pearman (Cayman) Limited

AUDITOR

PricewaterhouseCoopers
Certified Public Accountants
Registered Public Interest Entity Auditor

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE IN CAYMAN ISLANDS

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

BRANCH SHARE REGISTRAR AND TRANSFER OFFICE IN HONG KONG

Union Registrars Limited
Suites 3301-04, 33/F.
Two Chinachem Exchange Square
338 King's Road
North Point, Hong Kong

STOCK CODE

1273

COMPANY'S WEBSITE

www.hkfinance.hk

主要往來銀行

星展銀行(香港)有限公司
中國銀行(香港)有限公司

法律顧問

香港法律方面：

張世文蔡敏律師事務所

開曼群島法律方面：

Conyers Dill & Pearman (Cayman) Limited

核數師

羅兵咸永道會計師事務所
執業會計師
註冊公眾利益實體核數師

開曼群島股份登記及 過戶總處

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

香港股份過戶登記分處

聯合證券登記有限公司
香港北角
英皇道338號
華懋交易廣場2期
33樓3301-04室

股份代號

1273

公司網址

www.hkfinance.hk

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

BUSINESS REVIEW AND INDUSTRY OVERVIEW

Our Group is principally engaged in the money lending business specialising in providing property mortgage loans in Hong Kong under the MLO. Mortgage loan business is our core business under our well-known and highly recognised brand name “*Hong Kong Finance*”. We also provide unsecured personal loan products to property owners so as to diversify ourselves in different money lending market segments and to enhance our overall interest margin.

Mortgage loan business remained as the major source of the Group’s revenue, contributing approximately 70.0% to the Group’s revenue during the current year. Interest income generated from the mortgage loan business slightly decreased by 4.3% to HK\$109.7 million during the current year. The gross mortgage loan portfolio was reduced to HK\$653.0 million as at 31 March 2021 amid the subdued economic environment during the current year. As for our unsecured personal loan business, the interest income decreased by 6.5% to HK\$45.8 million, contributing to about 30.0% of our Group’s revenue for the current year. During the current year, we have rebalanced our products-mix and increased our gross personal loan portfolio to HK\$188.7 million as at 31 March 2021.

The pandemic of Coronavirus Disease 2019 (“**COVID-19**”) and the political tension between China, U.S. and the western countries have persistently and severely impacted the global and local economy during the current year. Coupled with the economic uncertainty and great challenges, we have experienced dampening demand in our loan products and dipping in our loan portfolio. We have adopted prudent and cautious approaches such as implementing stringent credit policy, having strict control on loan-to-value ratio, etc. which persistently supported our Group in maintaining our loan portfolio, and to generate stable interest income during the year. Further, in response to the market downturn and the challenges from the sluggish business environment, we have put significant effort on our debts recovery and successfully recovered the specific provision of doubtful debts of HK\$5.7 million during the current year.

業務回顧及行業概覽

本集團主要於香港根據放債人條例從事提供物業按揭貸款之放債業務。按揭貸款業務為我們以知名及深入民心之「**香港信貸**」品牌經營之核心業務。我們亦向業主提供無抵押私人貸款產品，藉以多元發展不同放債市場分部及提高整體息差。

按揭貸款業務仍為本集團之主要收益來源，佔本集團本年度收益約70.0%。來自按揭貸款業務之利息收入輕微減少4.3%至本年度109,700,000港元。本年度經濟環境疲弱，於2021年3月31日，按揭貸款組合總額減少至653,000,000港元。來自無抵押私人貸款業務之利息收入減少6.5%至45,800,000港元，佔本集團本年度收益約30.0%。於本年度，我們已調整產品組合並將我們的私人貸款組合總額增加至2021年3月31日的188,700,000港元。

2019冠狀病毒病（「**COVID-19**」）疫情以及中、美及西方國家政治局持續緊張，於本年度嚴重影響全球及本地經濟。加上經濟不明朗因素及重重挑戰，對我們貸款產品的需求下降及貸款組合下跌。我們已採取諸如實行嚴格信貸政策及嚴格控制按揭成數等審慎措施，並一直以此支持本集團貸款組合，於本年度締造穩定利息收入。此外，為應對市場不景及商業環境低迷帶來的挑戰，我們於本年度竭力收回債務，成功收回呆賬特定撥備5,700,000港元。

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FINANCIAL REVIEW

Revenue

Our interest income from money lending business of providing property mortgage loans and personal loans in Hong Kong decreased by HK\$8.1 million or 5.0% from HK\$163.6 million for the last year to HK\$155.5 million for the current year. Interest income for the last year included the interest income of HK\$18.6 million generated from unsecured personal loan products to individual borrowers (other than those of property owners) and such business of unsecured personal loan products has been disposed of in February 2020 (“**interest income from disposed business**”). Further details of such disposal has been set out in the Company’s circular dated 26 March 2020.

Should this interest income from disposed business be excluded for the last year, for comparison purpose, the interest income of the Group for the current year would have increased by 7.2% as compared to the last year, and such increase was mainly derived from the rebalancing of our products-mix to increase our gross personal loan portfolio from property owners which overall increased our interest income in this sector.

Interest income from our mortgage loan business decreased by HK\$4.9 million or 4.3% from HK\$114.6 million for the last year to HK\$109.7 million for the current year, whereas the interest income from our personal loan business increased by HK\$15.4 million or 50.7% from HK\$30.4 million (excluding interest income from disposed business of HK\$18.6 million, as for comparison purpose) for the last year to HK\$45.8 million for the current year.

Other income

We have recorded other income of HK\$3.9 million (2020: HK\$0.7 million) during the current year, mainly representing the government grant of HK\$1.8 million and the management service fee income of HK\$1.7 million received from provision of various management and administrative services to a disposed subsidiary.

Other gain

We have recorded other gain of HK\$14.2 million during the last year, which represented the gain arising from the disposal of our subsidiary engaging in providing unsecured personal loan products to individual borrowers (other than those of property owners). Further details of such disposal have been set out in the Company’s circular dated 26 March 2020. There was no such gain on disposal for the current year.

財務回顧 收益

本集團於香港提供物業按揭貸款及私人貸款之放債業務所得利息收入由上年度之163,600,000港元減少8,100,000港元或5.0%至本年度之155,500,000港元。上年度之利息收入包括向個人借款人(業主除外)提供無抵押私人貸款產品所產生利息收入18,600,000港元，而有關無抵押私人貸款產品業務已於2020年2月出售(「來自已出售業務之利息收入」)。有關出售事項之進一步詳情載於本公司日期為2020年3月26日之通函內。

倘上年度不包括此來自已出售業務之利息收入，為方便比較，本集團於本年度之利息收入較上年度將增加7.2%，而有關增加主要來自調整產品組合以增加來自業主的私人貸款組合總額，整體增加此領域的利息收入。

來自按揭貸款業務之利息收入由上年度之114,600,000港元減少4,900,000港元或4.3%至本年度之109,700,000港元，來自私人貸款業務之利息收入則由上年度之30,400,000港元(不包括來自已出售業務之利息收入18,600,000港元，為方便比較)增加15,400,000港元或50.7%至本年度之45,800,000港元。

其他收入

於本年度，我們錄得其他收入3,900,000港元(2020年：700,000港元)，主要指政府補助1,800,000港元以及向一間已出售附屬公司提供多種管理及行政服務而收取管理服務費收入1,700,000港元。

其他收益

於上年度，我們錄得其他收益14,200,000港元，乃指出售從事向個人借款人(業主除外)提供無抵押私人貸款產品之附屬公司所產生收益。有關出售事項之進一步詳情載於本公司日期為2020年3月26日之通函。本年度概無有關出售收益。

MANAGEMENT DISCUSSION AND ANALYSIS

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Fair value losses on revaluation of investment properties

During the current year, our Group recorded a loss of HK\$1.0 million (2020: HK\$7.3 million) on the revaluation of our investment properties, as the Group experienced a correction in the Hong Kong property market as a result from those unfavourable factors as mentioned above, during the current year.

(Reversal of)/provision for impairment and write-off of loans receivable, net

We have recorded a reversal of the provision for impairment and write-off of loans and interest receivable of HK\$2.4 million for the year (2020: a provision of HK\$19.2 million).

Below is the breakdown of (reversal of)/provision for impairment and write-off of loans receivable incurred from property mortgage loans and personal loans during the year and the prior year:

重估投資物業之公平值虧損

於本年度，本集團錄得重估投資物業虧損1,000,000港元(2020年：7,300,000港元)，乃由於本集團於本年度面對上文所述不利因素導致香港物業市場出現調整。

應收貸款減值(撥回)/撥備及撇銷淨額

我們於本年度錄得應收貸款及利息減值撥備撥回及撇銷2,400,000港元(2020年：撥備19,200,000港元)。

以下為本年度及上年度物業按揭貸款及私人貸款所產生應收貸款減值(撥回)/撥備及撇銷之分析：

		Property mortgage loans 物業按揭貸款		Personal loans 私人貸款	
		Year ended 31 March 截至3月31日止年度		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元	2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
(Reversal of)/provision for impairment on loans receivable	應收貸款減值(撥回)/撥備	(4.8)	7.6	(0.3)	4.2
Write-off of loans receivable	應收貸款撇銷	2.6	–	0.1	7.4
		(2.2)	7.6	(0.2)	11.6

Administrative expenses

We have incurred administrative expenses of HK\$47.3 million for the current year (2020: HK\$50.6 million), which mainly comprised of employee benefit expenses, advertising and marketing expenses, referral fees, depreciation of property, plant and equipment and other miscellaneous expenses. The decrease in the administration expenses by HK\$3.3 million or 6.5% was mainly due to the various cost controls implemented on our administrative expenses during the current year.

行政開支

我們於本年度產生行政開支47,300,000港元(2020年：50,600,000港元)，主要包括僱員福利開支、廣告及營銷開支、轉介費用、物業、廠房及設備折舊，以及其他雜項開支。行政開支減少3,300,000港元或6.5%乃主要由於本年度我們之行政開支實施各種成本控制。

MANAGEMENT DISCUSSION AND ANALYSIS

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Finance costs

We have incurred finance costs of HK\$25.7 million for the current year (2020: HK\$35.1 million), which mainly comprised of interest on interest bearing bank and other borrowings, amount due to a fellow subsidiary and issuance of bonds. The decrease in the finance costs by HK\$9.4 million or 26.8% was mainly attributable to the decrease in the utilisation of bank and other borrowings which were in line with the decrease in our loan portfolio during the current year.

Net interest margin

The net interest margin of our money lending business increased from 13.8% for the last year to 14.9% for the current year, which was mainly attributed to the shift of our product-mix to unsecured personal loan product for property owners which generated relatively high interest margin.

Profit and total comprehensive income

As a result of the foregoing, our profit and total comprehensive income attributable to owners of our Company achieved HK\$73.2 million for the current year as compared to HK\$55.5 million for the last year, representing an increase of 31.9%.

LIQUIDITY AND SOURCES OF FINANCIAL RESOURCES

During the current year, our Group's operations and capital requirements were financed principally through retained earnings, loans or advances from our fellow subsidiary, Tin Ching Industrial Company Limited, as well as banks and other borrowings, and proceeds from the issue of bonds. Based on our current and anticipated levels of operations, barring unforeseeable market conditions, our future operations and capital requirements will be financed through loans from banks or other financial institutions that are independent third parties, retained earnings, proceeds from the issue of the bonds and our share capital. We had no significant commitments for capital expenditure as at 31 March 2021.

The Group recorded net current assets of HK\$286.7 million as at 31 March 2021 (2020: HK\$363.8 million).

As at 31 March 2021, cash and cash equivalents amounted to HK\$80.0 million (2020: HK\$15.3 million); amount due to a fellow subsidiary amounted to HK\$128.8 million (2020: HK\$126.2 million); interest bearing bank and other borrowings amounted to HK\$177.1 million (2020: HK\$323.2 million), and bonds amounted to HK\$100.8 million (2020: HK\$99.5 million).

融資成本

我們於本年度產生融資成本25,700,000港元(2020年:35,100,000港元),主要包括計息銀行及其他借款、應付一間同系附屬公司款項以及發行債券之利息。融資成本減少9,400,000港元或26.8%,主要由於本年度減少動用銀行及其他借款,與貸款組合減少一致。

淨息差

放債業務之淨息差由上年度之13.8%增加至本年度之14.9%,主要由於我們將產品組合轉向息差較高之業主無抵押私人貸款產品。

溢利及全面收入總額

因上文所述,本年度本公司擁有人應佔溢利及全面收入總額達73,200,000港元,較上年度之55,500,000港元增加31.9%。

流動資金及財務資源之來源

於本年度,本集團營運及資金需求主要由保留盈利、來自同系附屬公司天晶實業有限公司之貸款或墊款以及銀行及其他借款與發行債券所得款項提供資金。根據我們目前及預期之營運水平,撇除不可預見之市況,我們未來營運及資金需求將透過向銀行或其他金融機構(均為獨立第三方)籌措貸款、保留盈利、發行債券所得款項及股本提供資金。於2021年3月31日,我們並無任何重大資本開支承擔。

本集團於2021年3月31日錄得流動資產淨額286,700,000港元(2020年:363,800,000港元)。

於2021年3月31日,現金及現金等價物為80,000,000港元(2020年:15,300,000港元);應付一間同系附屬公司款項為128,800,000港元(2020年:126,200,000港元);計息銀行及其他借款為177,100,000港元(2020年:323,200,000港元);以及債券為100,800,000港元(2020年:99,500,000港元)。

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During the current year, all interest bearing bank borrowings were repayable on demand and were secured by our Group's investment properties, land and buildings, certain properties mortgaged to our subsidiary, and corporate guarantee of our Company. The amounts due to a fellow subsidiary and other borrowings were unsecured, interest bearing at a rate ranging from 4.0% to 5.8% per annum with fixed term of repayment. The bonds were unsecured, interest bearing at their respective pre-determined interest rate ranging from 4.5% to 6.0% per annum, and were repayable upon seven years of their respective maturities.

During the current year, none of our banking facilities were subject to any covenants relating to financial ratio requirements or any material covenants that restrict our Group to undertake additional debt or equity financing. As at 31 March 2021, our unutilised banking facilities and other unutilised facility available to our Group for drawdown amounted to HK\$223.0 million and HK\$71.9 million, respectively. It is our Group's policy to prioritise the utilisation of our available facilities which offer the lowest finance cost to our Group.

During the current year, our bonds were subject to covenants relating to financial ratio requirements, such as interest coverage ratio, current ratio and debt to equity ratio.

KEY FINANCIAL RATIOS

The following table sets forth the key financial ratios of our Group during the years ended 31 March 2021 and 2020 respectively:

		As at 31 March 於3月31日	
		2021 2021年	2020 2020年
Current ratio ⁽¹⁾	流動比率 ⁽¹⁾	1.72	1.79
Gearing ratio ⁽²⁾	負債比率 ⁽²⁾	0.48	0.87

		For the year ended 31 March 截至3月31日止年度	
		2021 2021年	2020 2020年
Net interest margin ratio ⁽³⁾	淨息差比率 ⁽³⁾	14.9%	13.8%
Return on equity ratio ⁽⁴⁾	股本回報率 ⁽⁴⁾	10.8%	9.0%
Interest coverage ratio ⁽⁵⁾	利息覆蓋率 ⁽⁵⁾	4.5 times 倍	3.1 times 倍

於本年度，所有計息銀行借款均須按要求償還，並由本集團之投資物業、土地及樓宇、抵押予附屬公司之若干物業以及本公司之企業擔保作抵押。應付一間同系附屬公司款項及其他借款為無抵押，按介乎4.0%至5.8%之年利率計息，並附帶固定還款期。債券為無抵押，按介乎4.5%至6.0%之相關預設年利率計息，並須於各自之7年有效期屆滿時償還。

於本年度，銀行融資概無涉及與財務比率規定有關之任何契諾或限制本集團進行額外債務或股本融資之任何重大契諾。於2021年3月31日，可供本集團提取之未動用銀行融資及其他未動用融資分別為223,000,000港元及71,900,000港元。本集團之政策為優先動用本集團只需承擔最低融資成本之可動用融資。

於本年度，債券受與財務比率規定有關之契諾規限，如利息覆蓋率、流動比率及債務對權益比率。

主要財務比率

下表載列本集團分別於截至2021年及2020年3月31日止年度之主要財務比率：

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

Notes:

- (1) Current ratio was calculated by dividing current assets by current liabilities as at the respective year-end date.
- (2) Gearing ratio was calculated by dividing net debts (being the total interest bearing bank and other borrowings, amount due to a fellow subsidiary and the bonds, less cash and cash equivalents) by total equity as at the respective year-end date.
- (3) Net interest margin ratio was calculated by dividing net interest income (being the interest income net of finance costs) by the monthly average balance of loans receivable at the respective year-end date.
- (4) Return on equity ratio was calculated by dividing profit and total comprehensive income for year attributable to owners of the Company by the total equity as at the respective year-end date.
- (5) Interest coverage ratio was calculated by dividing profit before finance costs and income tax expenses (excluding fair value losses on revaluation of investment properties) by the finance costs for the corresponding year.

附註：

- (1) 流動比率按於各年度結算日之流動資產除以流動負債計算得出。
- (2) 負債比率按於各年度結算日之債務淨額(即計息銀行及其他借款總額、應付一間同系附屬公司款項以及債券減現金及現金等價物)除以權益總額計算得出。
- (3) 淨息差比率按於各年度結算日之利息收入淨額(即經扣除融資成本之利息收入)除以應收貸款平均每月結餘計算得出。
- (4) 股本回報率按於各年度結算日之本公司擁有人應佔年度溢利及全面收入總額除以權益總額計算得出。
- (5) 利息覆蓋率按相關年度之除融資成本及所得稅開支前溢利(不包括重估投資物業之公平值虧損)除以融資成本計算得出。

SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS AND DISPOSALS

Our Group did not have any significant investments held, material acquisitions and disposals of subsidiaries and associated companies during the current year.

IMPORTANT EVENTS OCCURRED AFTER THE END OF THE FINANCIAL YEAR

Subsequent to the end of the year ended 31 March 2021 and up to the date of this report, there was no other significant or important event that affects the business of the Group.

COMPLIANCE WITH MONEY LENDERS ORDINANCE

Our Group is required to and has, at all times, strictly complied with all relevant laws and regulations. In the opinion of our Directors, in addition to the Listing Rules, the MLO constituted a significant influence on our Group's money lending business during the current year.

The MLO is the principal ordinance which governs the money lending business in Hong Kong. Our money lending business has been conducted through the subsidiaries of our Company. During the current year, we did not receive any objection from and was not investigated by the Registrar of Money Lenders nor the Commissioner of Police regarding the renewal of the money lenders licence.

所持有之重大投資、重大收購及出售事項

於本年度，本集團概無持有任何重大投資，亦無有關附屬公司及聯營公司之重大收購及出售事項。

財政年度結算日後發生之重要事件

截至2021年3月31日止年度末後及直至本報告日期，概無其他影響本集團業務之重大或重要事件。

遵守放債人條例

本集團須於並已於任何時間嚴格遵守所有相關法律及法規。董事認為，除上市規則外，於本年度放債人條例對本集團之放債業務構成重大影響。

放債人條例為規管香港放債業務之主要條例。我們的放債業務乃透過本公司之附屬公司進行。於本年度，我們並無就續領放債人牌照事宜接獲放債人註冊處處長或警務處處長發出之任何反對或受其調查。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

To the best of our knowledge, our Group has complied with the MLO in all material aspects, and that our Directors are not aware of any matters that might come to their attention that our money lenders licence would be suspended, terminated or would not be renewed in foreseeable future.

CUSTOMERS

During the current year, our customers comprised individuals and corporations in Hong Kong and were all independent third parties (within the meaning of Chapter 14A of the Listing Rules), and were not connected persons or senior management of our Group.

During the current year, our top five customers (as determined by interest income generated) accounted for approximately 9.6% (2020: 12.0%) of our total revenue, and our single largest customer accounted for approximately 2.2% (2020: 2.1%) of our total revenue.

EMPLOYEES AND REMUNERATION POLICY

As at 31 March 2021, our Group employed 35 (2020: 33) full time employees. The total staff costs of our Group for the current year were HK\$22.1 million (2020: HK\$22.6 million)

Our Group adopts a remuneration policy covering the position, duties and performance of our employees. The remuneration of our employees include salary, overtime allowance, bonus and various subsidies. We conduct performance appraisal on an annual basis. Our Company has also adopted the share option scheme on 4 September 2013, the purpose of which is to provide incentives to our employees who made contributions to our Group with a view to motivating them and/or attracting and retaining them for the long term growth of our Group. No share options were granted and outstanding during the year end 31 March 2021.

CHARGES ON GROUP ASSETS

As at 31 March 2021, our land and buildings of HK\$71.9 million (2020: HK\$73.8 million), our investment properties of HK\$76.4 million (2020: HK\$77.3 million) and certain properties mortgaged to our subsidiary with aggregate fair values of these properties of approximately HK\$237.3 million (2020: HK\$456.1 million) were secured for the Group's bank borrowings.

據我們所深知，本集團已於各重大方面遵守放債人條例，而董事並不知悉任何事宜可導致我們的放債人牌照於可見將來遭吊銷、終止或不獲重續。

客戶

於本年度，客戶包括於香港之個人及企業，全部均為獨立第三方（定義見上市規則第14A章），且並非本集團之關連人士或高級管理層。

於本年度，五大客戶（按所產生利息收入釐定）佔總收益約9.6%（2020年：12.0%），而單一最大客戶則佔總收益約2.2%（2020年：2.1%）。

僱員及薪酬政策

於2021年3月31日，本集團聘有35名（2020年：33名）全職僱員。本集團本年度之員工成本總額為22,100,000港元（2020年：22,600,000港元）。

本集團採納與僱員之職位、職責及表現有關之薪酬政策。僱員之薪酬包括工資、加班津貼、花紅及各種補貼。我們每年進行表現評估。本公司亦於2013年9月4日採納購股權計劃，目的為獎勵對本集團作出貢獻之僱員，以鼓勵彼等及／或吸引及留聘彼等為本集團之長期增長努力。截至2021年3月31日止年度，並無已授出及未行使的購股權。

本集團資產抵押

於2021年3月31日，價值71,900,000港元（2020年：73,800,000港元）之土地及樓宇、價值76,400,000港元（2020年：77,300,000港元）之投資物業以及公平值總額約為237,300,000港元（2020年：456,100,000港元）之若干抵押予附屬公司之物業已用作本集團銀行借款之抵押。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論及分析

FOREIGN EXCHANGE EXPOSURE

During the current year, the business activities of our Group were denominated in Hong Kong dollars. Our Directors do not consider that our Group was exposed to any significant foreign exchange risks. Our Group did not use derivative financial instruments to hedge against the volatility associated with foreign currency transactions and other financial assets and liabilities arising in the ordinary course of business.

CONTINGENT LIABILITIES

As at 31 March 2021, our Group had no material contingent liabilities (2020: Nil).

CAPITAL COMMITMENTS

The Group did not have any capital commitments as at 31 March 2021 (2020: Nil).

OUTLOOK

The coming financial years remains challenging and highly unpredictable. The persistent COVID-19 pandemic and the on-going political tension between countries continuously impacts on Hong Kong economy and her business environment. We expect these unfavourable factors will continue to affect our loan product demand and our business operations for the coming financial years. The recovery from the dip in our loan product demand and our loan portfolio largely depends on the effectiveness and the general acceptance of the COVID-19 vaccines. Although the Hong Kong Government has rolled out several relief measures and support schemes to back enterprises and to support employment, and has freely provided for and encouraged the general public to take the vaccines, it is expected the global economy and the Hong Kong economic outlook will remain sluggish during the year 2021, which would certainly pose persistent challenges and uncertainty to both our mortgage loan and unsecured personal loan products.

Despite the difficulties and challenges ahead, our Group will continue to leverage our professionalism and solid experience in our money lending business. We shall persistently implement cautious and prudent measures, instantly and effectively review and tighten our credit policies, and increase the proportion of our business with high net-worth customers. We shall also rebalance our product-mix, especially in our unsecured personal loan products where we shall put more focus on personal loans with property owners. By leveraging our professionalism, the highly recognised brand name “*Hong Kong Finance*” and our profound experience in our money lending business, we are confident to put ourselves in a more stable and solid position in our money lending business, and we shall prepare ourselves to produce sound and fruitful operating and financial results again once the economy rebounds.

外匯風險

於本年度，本集團業務活動以港元計值。董事認為本集團並無承受任何重大外匯風險。本集團並無使用衍生金融工具對沖與外幣交易以及於日常業務過程中產生之其他金融資產及負債有關之波幅。

或然負債

於2021年3月31日，本集團並無任何重大或然負債(2020年：無)。

資本承擔

於2021年3月31日，本集團並無任何資本承擔(2020年：無)。

展望

下一財政年度依然極具挑戰，市況實在難以預測。持續的COVID-19疫情以及國家之間政治角力持續不斷影響香港經濟及其商業環境。我們預期此等不利因素將會繼續影響我們於未來財政年度的貸款產品需求及業務營運。我們的貸款產品需求及貸款組合能否從下滑中恢復，在很大程度上取決於COVID-19疫苗成效及普遍接受度。儘管香港政府推出多項支援企業及促進就業的紓困措施及支援方案，並免費提供並鼓勵公眾接種疫苗，預期全球經濟及香港的經濟前景於2021年仍會繼續疲弱，繼而令我們的按揭貸款及無抵押私人貸款產品持續面對挑戰及不明朗因素。

面對前路重重困難與挑戰，本集團將繼續秉承我們的專業精神和放債業務方面的堅實經驗，繼續落實執行審慎周詳的措施，及時有效地檢討並收緊信貸政策以及增加與高淨值客戶交易的比例。我們亦須調整產品組合，特別是無抵押私人貸款產品，我們將更集中於業主的私人貸款。憑藉我們的專業精神、深入民心的「**香港信貸**」品牌及於放債業務方面的豐富經驗，我們對放債業務能於業界取得更穩固地位充滿信心，我們亦將作好準備，於經濟復甦之時再次創造理想豐碩的經營和財務業績。

CORPORATE GOVERNANCE REPORT

企業管治報告

CORPORATE GOVERNANCE PRACTICES

Our Company is committed to achieving and maintaining high standards of corporate governance consistent with the needs and requirements of our business and our Shareholders for enabling them to evaluate how the principles of corporate governance have been applied. The corporate governance principles of our Company emphasis a quality board, sound internal controls, and transparency and accountability to all Shareholders.

Our Company has adopted and complied with the Code Provisions during the year ended 31 March 2021.

During the year ended 31 March 2021, the Board had reviewed our Company's corporate governance policies. The Directors will carry out a regular review and will propose any amendment, if and when necessary, to ensure compliance with the Code Provisions from time to time.

The below sets out the corporate governance principles and practices adopted by the Group which indicate how the Group has applied relevant principles in the CG Code.

企業管治常規

本公司致力達致及維持符合其業務及股東需要及要求之高水平企業管治，讓股東評估企業管治原則之應用方式。本公司之企業管治原則著眼於高質素董事會、有效內部監控，以及對全體股東保持透明及問責。

截至2021年3月31日止年度，本公司已採納及遵守守則條文。

截至2021年3月31日止年度，董事會已檢討本公司之企業管治政策。董事將定期檢討並於有需要時建議任何修訂，以確保遵守不時生效之守則條文。

下文載列本集團採納之企業管治原則及常規，顯示本集團應用企業管治守則相關原則之方式。

CORPORATE GOVERNANCE REPORT

企業管治報告

BOARD OF DIRECTORS

Board composition

The Board currently comprises six Directors, including three executive Directors and three independent non-executive Directors, with a variety and a balance of skills and experience in accounting, business, marketing, finance, investment and legal profession. During the year and up to the date of this report, the composition of the Board was as follows:

Directors

董事

Executive Directors:

執行董事：

Mr. Chan Koung Nam
陳光南先生
Mr. Chan Kwong Yin William (*Chairman of the Board*)
陳光賢先生 (*董事會主席*)
Mr. Tse Pui To (*Chief Executive Officer*)
謝培道先生 (*行政總裁*)

Independent Non-executive Directors:

獨立非執行董事：

Mr. Chan Siu Wing Raymond
陳兆榮先生
Mr. Chu Yat Pang Terry
朱逸鵬先生

Mr. Cheung Kok Cheong
張國昌先生

The Chairman of the Board is Mr. Chan Kwong Yin William and the Chief Executive Officer of the Company is Mr. Tse Pui To. The roles of the Chairman of the Board and the Chief Executive Officer are separate and exercised by different individuals.

During the year, the Chairman has met with all of three independent non-executive Directors without the executive Directors present.

董事會

董事會成員

董事會目前由六名董事組成，包括三名執行董事及三名獨立非執行董事，彼等擁有多樣化之均衡技術及經驗，涵蓋會計、商業、營銷、金融、投資及法律專業。於年內及直至本報告日期，董事會現任成員列載如下：

Membership of Board Committee(s)

董事委員會成員職務

Member of Remuneration Committee
薪酬委員會成員
Chairman of Nomination Committee
提名委員會主席

Chairman of Audit Committee
審核委員會主席
Chairman of Remuneration Committee
薪酬委員會主席
Member of Audit Committee
審核委員會成員
Member of Nomination Committee
提名委員會成員
Member of Audit Committee
審核委員會成員
Member of Remuneration Committee
薪酬委員會成員
Member of Nomination Committee
提名委員會成員

董事會主席為陳光賢先生，而本公司行政總裁為謝培道先生。董事會主席及行政總裁之職責有所區分，由不同人士承擔。

於年內，主席在執行董事並無列席之情況下與全體三名獨立非執行董事會面。

CORPORATE GOVERNANCE REPORT

企業管治報告

Our Company has complied with Rules 3.10(1) and (2), and 3.10A of the Listing Rules, requiring that the Board should contain at least three independent non-executive Directors representing at least one-third of the Board, and at least one of whom must have appropriate professional qualifications, accounting or related financial management expertise. The independent non-executive Directors have dedicated to provide our Company with professional advice with respect to the steady operation and development of our Company. They have also exercised supervision and coordination to safeguard the interests of our Company and our Shareholders.

Mr. Chan Siu Wing Raymond (independent non-executive Director and Chairman of the Audit Committee) is regarded as the appropriate person to fulfill such qualifications of having appropriate professional qualifications, accounting or related financial management expertise as required under the Listing Rules.

Each of the independent non-executive Directors has confirmed in writing to our Company their independence in particularly in regard to the requirements under Rule 3.13 of the Listing Rules. The Board considers that the independent non-executive Directors are free from any business or other relationship that may influence their exercise of independent judgement and are considered to be independent in accordance with the guidelines set out in Rule 3.13 of the Listing Rules.

The operation of the Board

The Board's main task is to supervise and direct the management of our Company to operate under good corporate governance, in order to maximise value of our Shareholders while balancing the interest of our various stakeholders.

The Board holds meetings to monitor the performance of our Company and to be briefed with market developments, to discuss and decide on major corporate, strategic and operational issues, and to appraise any good investment opportunities available.

The major duties performed by our Board are as follows:

1. setting our Company's values and standards, the objectives of our Company and responsibilities of the Board and its various committees;
2. establishing the strategic direction for our Company;
3. setting targets for and monitoring the performance of the management of our Group;
4. supervising the annual and interim results of our Group;

本公司已遵守上市規則第3.10(1)及(2)條以及第3.10A條，其規定董事會須設有最少三名獨立非執行董事，佔董事會成員人數至少三分之一，及其中最少一名獨立非執行董事必須具備適當專業資格，或具備適當會計或相關財務管理專長。獨立非執行董事致力向本公司提供專業意見，讓本公司可穩定經營及發展。彼等亦已作出監督及協調，以保障本公司及股東利益。

陳兆榮先生(獨立非執行董事兼審核委員會主席)被視為適當人選，彼符合該等資格，擁有上市規則規定之適當專業資格、會計或相關財務管理專長。

各獨立非執行董事已書面向本公司確認彼等為獨立人士，尤其就上市規則第3.13條之規定而言。董事會認為，獨立非執行董事並無任何可能影響其行使獨立判斷之任何業務或其他關係，且根據上市規則第3.13條所載指引獲視為獨立人士。

董事會運作

董事會之主要職務為監督及指導本公司管理層根據良好企業管治運作，以為股東爭取最大價值，同時平衡各持份者之利益。

董事會舉行會議，以監察本公司之表現及獲簡介市場發展、討論及決定重大公司、策略及營運事宜，以及評核任何現有投資良機。

董事會履行之主要職責如下：

1. 制定本公司之價值觀與標準、本公司之目標，以及董事會及其各個委員會之職責；
2. 制定本公司策略方針；
3. 為本集團制定目標及監察管理層之表現；
4. 監督本集團之年度及中期業績；

CORPORATE GOVERNANCE REPORT

企業管治報告

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|---|---|
| 5. ensuring that a framework of prudent and effective internal control is in place to assess and manage the risk of our Group and implementing appropriate systems to manage these risks; | 5. 確保推行審慎及有效之內部監控框架，以評估及管理本集團之風險，並實施適當制度以管理該等風險； |
| 6. overseeing the relationships between our Company and our Shareholders, customers, the community, various government authorities, interest groups and others who have a legitimate interest in the responsible conduct of our Group's business; | 6. 監督本公司與股東、客戶、社區、各個政府機構、權益群體及其他對本集團以負責任態度經營業務擁有合法權益之其他人士之關係； |
| 7. identifying and assessing any matters involving a conflict of interest for a substantial Shareholder or a Director; | 7. 識別及評估任何涉及主要股東或董事之利益衝突之事宜； |
| 8. determining (if any and available) any material acquisitions and/or disposals of assets, investments, capital, projects, authority levels, major treasury policies, risk management policies and key human resources issues; and | 8. 決定(如有及可獲得)重大收購及/或資產出售、投資、資本、項目、權力水平、重大庫務政策、風險管理政策及主要人力資源事宜；及 |
| 9. considering and determining issues which are the responsibilities of the Board pursuant to our Company's Memorandum and Articles of Association and the relevant laws and regulations in force by which our Company is governed from time to time. | 9. 考慮及決定根據本公司組織章程大綱及細則以及不時規管本公司之有關法律及法規屬董事會責任之事宜。 |

The Board is also responsible for the following corporate governance duties:

董事會亦負責處理以下企業管治職務：

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|---|--|
| 1. developing and reviewing our Company's policies and practices on corporate governance and making recommendations on any amendment or updates (if any); | 1. 制定及檢討本公司之企業管治政策及常規，並就任何修訂或更新(如有)作出推薦建議； |
| 2. reviewing and monitoring the training and continuous professional development of Directors and our Company's senior management; | 2. 檢討及監督董事及本公司高級管理層之培訓及持續專業發展； |
| 3. reviewing and monitoring our Company's policies and practices on compliance with legal and regulatory requirements; | 3. 檢討及監督本公司政策及常規是否遵守法律及監管規定； |
| 4. developing, reviewing and monitoring the code of conduct and compliance manual (if any) applicable to our Company's employees and Directors; | 4. 制定、檢討及監督適用於本公司僱員及董事之行為守則及合規手冊(如有)； |
| 5. reviewing our Company's compliance with the CG Code and disclosure in the Corporate Governance Report under the CG Code; and | 5. 檢討本公司就企業管治守則之合規情況及根據企業管治守則於企業管治報告所作披露；及 |
| 6. being responsible for performing any other corporate governance duties and functions set out in the CG Code and the Listing Rules (as amended from time to time), or delegating the responsibility to a committee or committees (if applicable). | 6. 負責履行企業管治守則及上市規則(經不時修訂)所載之任何其他企業管治職務及職能，或將職責授予一個或多個委員會(如適用)。 |

CORPORATE GOVERNANCE REPORT

企業管治報告

The Board delegates to the management of the Company in respect of the major corporate matters as stated below:

1. preparation of the annual and interim results of the Group to be approved by the Board;
2. giving clear directions to the management team as to their powers of management, and circumstances in which the management team should report back;
3. implementation of sufficient systems of internal control and risk management procedures of the Group;
4. execution of the corporate strategies and directions of the Group adopted by the Board; and
5. carrying out day-to-day management, administration and operation of the Group, etc.

The Board members are required to meet regularly at least four times a year. During the year, all the Board members have met four times and have attended the annual general meeting of our Company. The attendance of each Director at these meetings are stated as follows:

董事會將以下所述有關主要企業事宜授予本公司管理層處理：

1. 編製將由董事會批准之本集團年度及中期業績；
2. 就管理團隊之管理權力及管理團隊須匯報之情況向其發出清晰指示；
3. 實行本集團之充足內部監控及風險管理制度；
4. 執行董事會所採納之本集團企業策略及方針；及
5. 進行本集團日常管理、行政及營運等工作。

董事會須每年至少舉行四次常規會議。於年內，全體董事會成員已舉行四次會議，並出席本公司舉行之股東週年大會。各董事出席該等會議之情況載列如下：

Members of the Board	Attendance/ Number of Board meetings regularly held 出席次數/ 董事會常規 會議舉行次數	Attendance/ Number of annual general meeting held 出席次數/ 股東週年大會 舉行次數
Executive Directors:		
執行董事：		
Mr. Chan Koung Nam 陳光南先生	4/4	1/1
Mr. Chan Kwong Yin William (<i>Chairman of the Board</i>) 陳光賢先生 (<i>董事會主席</i>)	4/4	1/1
Mr. Tse Pui To (<i>Chief Executive Officer</i>) 謝培道先生 (<i>行政總裁</i>)	4/4	1/1
Independent Non-executive Directors:		
獨立非執行董事：		
Mr. Chan Siu Wing Raymond 陳兆榮先生	4/4	1/1
Mr. Chu Yat Pang Terry 朱逸鵬先生	4/4	1/1
Mr. Cheung Kok Cheong 張國昌先生	4/4	1/1

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Board meetings regularly held during the year were scheduled in advance, and notices of not less than fourteen days were given to all Directors so as to give them an opportunity to attend. Board papers were circulated to Directors not less than three days in advance before the date of each Board meeting, to enable the Directors to be well informed on matters to be raised and discussed at the Board meetings. All Directors were given an opportunity to include matters in the agenda for Board meetings.

In addition, the Directors had full and timely access at all times to all information of our Group and may seek independent professional advice at our Company's expense in carrying out their functions, after making a request to the Board.

The Chairman of the Board, Mr. Chan Kwong Yin William, is the brother of Mr. Chan Koung Nam, and both of them are the executive Directors and substantial Shareholders of the Company. The biographies of the Chairman and the Directors are set out on in the section headed "Directors and Senior Management". Save as disclosed on those pages as set out above or any pages in this annual report, the Board members do not have any family, financial, business or other material/relevant relationship with each other and in particular, between the Chairman of the Board and the Chief Executive Officer as disclosed therein.

The list of Directors and their roles and functions have been published on the websites of our Company and of the Stock Exchange pursuant to the Listing Rules from time to time.

Appointment and re-election of retiring Directors

Each of the executive Directors has entered into a service contract with our Company for an initial term of three years and is renewable automatically for successive terms of three years, and each of the independent non-executive Directors has been appointed for an initial term of two years and thereafter it may be extended for such period as he and our Company may agree in writing.

Pursuant to Article 84 of the Articles of Association of our Company, at each annual general meeting one-third of the directors for the time being or, if their number is not a multiple of three, the number nearest to but not less than one-third shall retire from office by rotation provided that every director shall be subject to retirement at an annual general meeting at least once every three years. A retiring director shall be eligible for re-election at such meeting. Accordingly, Mr. Chan Koung Nam (Executive Director) and Mr. Chan Kwong Yin William (Chairman and Executive Director) will retire and, being eligible, offer themselves for re-election at the forthcoming annual general meeting of the Company.

於年內舉行之董事會常規會議均提早作出安排，並至少向全體董事發出不少於14日通知，讓彼等安排出席。董事會文件於董事會會議舉行日期前不少於3日向董事傳閱，以便董事得悉將於董事會會議提出及討論之事宜。全體董事均可以於董事會會議議程加入討論事項。

此外，董事可隨時全面及適時地得悉本集團所有資訊，並可於履行職能時向董事會提出要求後尋求獨立專業意見，費用由本公司承擔。

董事會主席陳光賢先生為陳光南先生之胞弟，彼等均為本公司執行董事兼主要股東。主席及董事履歷載於標題為「董事及高級管理層」內。除上述頁數或在本年報任何頁數所披露者外，董事會成員之間概無任何家族、財務、業務或其他重大／相關關係，尤其是董事會主席與行政總裁（見該部分所披露者）。

董事名單與其角色及職能已不時根據上市規則刊載於本公司及聯交所網站。

委任及重選退任董事

各執行董事已與本公司訂立服務合約，初步任期為三年，可自動重續，後續任期為三年。各獨立非執行董事已按初步任期兩年獲委任，其後彼與本公司可按書面協定延長有關任期。

根據本公司組織章程細則第84條，佔當時三分之一的董事（或倘人數並非三之倍數，則按最接近但不少於三分之一之人數計）將於每屆股東週年大會輪席告退，惟每名董事須至少每三年於股東週年大會退任一次。退任董事將符合資格於會上接受重選。因此，陳光南先生（執行董事）及陳光賢先生（主席兼執行董事）將於本公司應屆股東週年大會退任，並符合資格重選連任。

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Training and support for Directors

During the year ended 31 March 2021, briefings and reading materials had been provided and funded by our Company to develop and refresh the Directors' knowledge and skills (including but not limited to corporate governance matters and any development or updates on the Listing Rules and other relevant regulatory requirements) as their continuous professional development so as to keep abreast of their collective responsibilities and to emphasis on the roles, functions and duties of a director of a listed company.

During the year ended 31 March 2021, all Directors had participated in the continuous professional development, by attending external seminars or reading materials on various topics covering regulations, corporate governance, finance and business, etc. Our Company will also continuously update our Directors on the latest developments regarding the Listing Rules and other applicable regulatory requirements, to ensure compliance and enhance their awareness of good corporate governance practices, and to ensure that their contribution to the Board remains informed and relevant.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Board has adopted the Model Code to monitor the code of conduct regarding securities transactions by our Directors.

Having made specific enquiry of all Directors, they all have confirmed that they have complied with the required standards as set out in the Model Code during the year under review.

BOARD COMMITTEES

The Board has established three committees, namely the Audit Committee, the Remuneration Committee and the Nomination Committee to oversee the relevant aspects of our Group's affairs. The three Board committees are provided with sufficient resources to discharge their duties.

董事培訓及支援

截至2021年3月31日止年度，本公司已為董事提供簡介及閱讀資料並承擔有關費用，以增進及重溫彼等知識及技能（包括但不限於企業管治事宜以及有關上市規則及其他有關監管規定之任何發展或最新資料），作為董事之持續專業發展，讓彼等充分了解彼等整體職責，以及突出上市公司董事之角色、職能及職責。

截至2021年3月31日止年度，全體董事已參與持續專業發展，當中包括出席外部研討會或閱讀涵蓋規例、企業管治、財務及業務等不同議題之材料。本公司亦將持續知會董事有關上市規則及其他適用監管規定之最新發展，從而確保彼等遵守及培養良好企業管治常規之意識，並確保彼等持續對董事會作出知情及相關之貢獻。

遵守證券交易之標準守則

董事會已採納標準守則作為規範董事進行證券交易之行為守則。

經向所有董事查詢後，彼等確認於回顧年度內一直遵守標準守則所規定之準則。

董事委員會

董事會已成立三個委員會，即審核委員會、薪酬委員會及提名委員會，以監督本集團事務之有關方面。三個董事委員會獲提供充裕資源以履行職責。

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Audit Committee

The Audit Committee of our Company was established with specific written terms of reference in compliance with the Listing Rules.

During the year, the roles and functions of Audit Committee included:

- (a) making recommendations to the Board on the appointment, re-appointment and removal of the external auditor, and approving the remuneration and other terms of engagement of the external auditor, and any questions of its resignation or dismissal;
- (b) reviewing and monitoring the external auditor's independence and objectivity and the effectiveness of the audit process in accordance with applicable standards;
- (c) developing and implementing policy on engaging an external auditor to supply non-audit services;
- (d) monitoring the integrity of our Company's financial statements and annual report and accounts, interim report, and reviewing significant financial reporting judgements contained in them;
- (e) reviewing our Company's financial controls, risk management and internal control systems;
- (f) discussing the risk management and internal control systems with management to ensure that management has performed its duty to have an effective systems;
- (g) considering major investigation findings on risk management and internal control matters as delegated by the Board or on its own initiative and management's response to these findings;
- (h) reviewing our Group's financial and accounting policies and practices;
- (i) reviewing our external auditor's control recommendation letter, any material queries raised by the auditor to management about accounting records, financial accounts or systems of risk management and control and management's response;
- (j) ensuring that the Board will provide a timely response to the issues raised in the external auditor's management letter;
- (k) reporting to the Board on the matters set out above;

審核委員會

本公司審核委員會已成立，具體書面職權範圍符合上市規則。

於年內，審核委員會之角色及職能包括：

- (a) 就外聘核數師之委任、續聘及罷免向董事會提出推薦建議，批准外聘核數師之薪酬及其他聘用條款，以及處理任何有關核數師辭任或解聘之問題；
- (b) 按適用標準檢討及監察外聘核數師是否獨立客觀以及核數程序是否有效；
- (c) 就委聘外聘核數師提供非核數服務制定政策，並予以執行；
- (d) 監察本公司之財務報表以及年報及賬目及中期報告之完整性，並審閱報告及賬目所載有關財務匯報之重大判斷；
- (e) 檢討本公司之財務監控、風險管理及內部監控制度；
- (f) 與管理層討論風險管理及內部監控制度，確保管理層已履行職責建立有效制度；
- (g) 應董事會之委派或主動就有關風險管理及內部監控事宜之重要調查結果及管理層對調查結果之回應進行研究；
- (h) 檢討本集團之財務及會計政策以及常規；
- (i) 審閱外聘核數師監控建議函件、核數師就會計記錄、財務賬目或風險管理及監控制度向管理層提出之任何重大疑問以及管理層之回應；
- (j) 確保董事會及時回應於外聘核數師給予管理層之函件中提出之事宜；
- (k) 就上述事宜向董事會匯報；

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- (l) reviewing arrangements employees of our Company can use, in confidence, to raise concerns about possible improprieties in financial reporting, risk management, internal control or other matters as well as our whistleblowing policy;
- (m) acting as the key representative body for overseeing our Company's relations with the external auditor; and
- (n) considering other matters, as defined or assigned by the Board from time to time.

The Audit Committee discharged its responsibilities as required in accordance with its terms of reference during the year ended 31 March 2021 and the major of which are as follows:

1. reviewing and monitoring the integrity of the interim results, annual results and financial statements of our Company and of our Group and reviewing significant financial reporting judgements, and making recommendation to the Board for approval;
2. reviewing and monitoring the reporting, accounting and financial policies and practices of our Company;
3. reviewing the interim report, annual report, and results announcements of our Company;
4. considering and recommending to the Board for the re-appointment of our Company's independent external auditors;
5. reviewing the connected transactions and discloseable transactions; and
6. reviewing the effectiveness of the risk management and internal control systems of the Group, and reviewing the works performed by the independent internal control advisor, namely, APAC Compliance Consultancy and Internal Control Services Limited ("APAC"), on the risk management and internal control systems.

The members of the Audit Committee comprise Mr. Chan Siu Wing Raymond (Chairman of Audit Committee), Mr. Chu Yat Pang Terry and Mr. Cheung Kok Cheong, all of them are independent non-executive Directors whereas Mr. Chan Siu Wing Raymond possesses the appropriate professional qualifications and experience in accounting or related financial management expertise as required under the Listing Rules.

- (l) 檢討安排使本公司員工可以私下就財務匯報、風險管理、內部監控或其他方面可能發生之不正當行為提出關注以及舉報政策；
- (m) 擔任本公司與外聘核數師間關係之主要代表組織；及
- (n) 考慮董事會不時界定或委派之其他事項。

截至2021年3月31日止年度，審核委員會根據職權範圍履行職責，主要職責如下：

1. 檢討及監察本公司及本集團中期業績、年度業績及財務報表之完整性，並檢討重大財務申報判斷以及作出推薦建議以獲董事會批准；
2. 檢討及監察本公司之申報、會計及財務政策及常規；
3. 審閱本公司之中期報告、年報及業績公佈；
4. 考慮續聘本公司獨立外聘核數師，並就此向董事會提出推薦建議；
5. 審閱關連交易及須予披露交易；及
6. 檢討本集團風險管理及內部監控制度之成效，並檢討獨立內部監控顧問亞太合規顧問及內控服務有限公司(「亞太」)對風險管理及內部監控制度進行之工作。

審核委員會成員為陳兆榮先生(審核委員會主席)、朱逸鵬先生及張國昌先生，彼等均為獨立非執行董事，陳兆榮先生擁有上市規則規定之會計或相關財務管理專長之適當專業資格及經驗。

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During the year ended 31 March 2021, all the Audit Committee members have met two times, with the attendance of our Company's external auditor, in compliance with the Code Provisions and the Audit Committee's terms of reference. The attendance of each member at these meetings is stated as follows:

Members of the Audit Committee

審核委員會成員

Independent Non-executive Directors:

獨立非執行董事：

	Attendance/ Number of Audit Committee meetings held 出席次數/ 審核委員會會議舉行次數
Mr. Chan Siu Wing Raymond (<i>Chairman of the Audit Committee</i>) 陳兆榮先生 (審核委員會主席)	2/2
Mr. Chu Yat Pang Terry 朱逸鵬先生	2/2
Mr. Cheung Kok Cheong 張國昌先生	2/2

The Audit Committee has reviewed the contents of this annual report. The Audit Committee has also discussed and reviewed with the management and the external auditor of our Company the matters regarding the internal controls, risk management, and financial reporting including the accounting principles and practices related to the preparation of the consolidated financial statements for the year ended 31 March 2021, and recommended them to the Board for approval.

The terms of reference of the Audit Committee are available on the websites of our Company and of the Stock Exchange, respectively.

Auditor's Remuneration

The Audit Committee of our Company is responsible for considering the appointment and re-election of our Company's external auditor and reviewing any non-audit services provided by our external auditor. During the year, our Group has paid or payable to our external auditor, PricewaterhouseCoopers, the audit service in relation to the audit of annual consolidated financial statements for the year ended 31 March 2021 of HK\$800,000 (2020: HK\$800,000) and the non-audit service in relation to the review of interim condensed consolidated financial statements for the six-month ended 30 September 2020 of HK\$250,000 (30 September 2019: HK\$250,000), totalling HK\$1,050,000 (2020: HK\$1,050,000) in aggregate. The Audit Committee considered that the non-audit service has no adverse effect on the independence of the auditor. There was no disagreement between the Board and the Audit Committee on the selection, appointment, resignation or dismissal of the external auditor.

截至2021年3月31日止年度，全體審核委員會成員已舉行兩次會議(本公司外聘核數師已經出席，符合守則條文及審核委員會職權範圍)。各成員於該等會議之出席記錄如下：

審核委員會已審閱本年報之內容。審核委員會亦已與本公司管理層及外聘核數師討論及檢討有關內部監控、風險管理及財務申報事宜，包括與編製截至2021年3月31日止年度之綜合財務報表有關之會計原則及常規，並建議董事會通過。

審核委員會職權範圍分別於本公司及聯交所網站可供查閱。

核數師酬金

本公司審核委員會負責考慮委任及續聘本公司外聘核數師，以及審閱外聘核數師提供之任何非審核服務。於年內，本集團就審核服務向外聘核數師羅兵咸永道會計師事務所已付或應付款項涉及有關審核截至2021年3月31日止年度之年度綜合財務報表之審核服務800,000港元(2020年：800,000港元)，以及有關審閱截至2020年9月30日止六個月之中期簡明綜合財務報表之非審核服務250,000港元(2019年9月30日：250,000港元)，合共為1,050,000港元(2020年：1,050,000港元)。審核委員會認為，非審核服務對核數師之獨立身份並無不利影響。於外聘核數師挑選、委任、辭任或罷免方面，董事會與審核委員會之間並無意見分歧。

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Remuneration Committee

The Remuneration Committee of our Company was established with specific written terms of reference in compliance with the Listing Rules.

The roles and functions of the Remuneration Committee include:

- (a) making recommendations to the Board on our Company's policy and structure for all Directors' and senior management remuneration and on the establishment of a formal and transparent procedure for developing its remuneration policy;
- (b) reviewing and approving the management's remuneration proposals with reference to the Board's corporate goals and objectives;
- (c) making recommendations to the Board on the remuneration of non-executive Directors;
- (d) considering salaries paid by comparable companies, time commitment and responsibilities and employment conditions elsewhere in our Group;
- (e) reviewing and approving compensation payable to executive Directors and senior management for any loss or termination of office or appointment to ensure that it is consistent with contractual terms and is otherwise fair and not excessive;
- (f) reviewing and approving compensation arrangements relating to dismissal or removal of Directors for misconduct to ensure that they are consistent with contractual terms and are otherwise reasonable and appropriate; and
- (g) ensuring that no Director or any of his associates is involved in deciding his own remuneration.

During the year ended 31 March 2021, the Remuneration Committee (i) had reviewed the remuneration packages and bonus of executive Directors and our Company's senior management in relation to the terms of their service agreements and in accordance with the written remuneration policy of the Company (which had been reviewed during the said year); (ii) had assessed the performance of executive Directors and the Company's senior management; and (iii) had reviewed the Group's remuneration policy.

薪酬委員會

本公司薪酬委員會已成立，具體書面職權範圍符合上市規則。

薪酬委員會之角色及職能包括：

- (a) 就本公司全體董事及高級管理人員之薪酬政策及架構，及就制定薪酬政策設立正規而具透明度之程序，向董事會提出推薦建議；
- (b) 因應董事會所訂企業方針及目標而檢討及批准管理人員之薪酬建議；
- (c) 就非執行董事之薪酬向董事會提出推薦建議；
- (d) 考慮同類公司支付之薪酬、須付出之時間及職責以及集團內其他職位之僱傭條件；
- (e) 檢討及批准向執行董事及高級管理人員就其失去或終止職務或委任而須支付之賠償，以確保該等賠償與合約條款一致；若未能與合約條款一致，賠償亦須公平合理，不致過多；
- (f) 檢討及批准因董事行為失當而解僱或罷免有關董事所涉及之賠償安排，以確保該等安排與合約條款一致；若未能與合約條款一致，有關賠償亦須合理適當；及
- (g) 確保任何董事或其任何聯繫人不得參與釐定其本身薪酬。

截至2021年3月31日止年度，薪酬委員會(i)已就服務協議之條款及根據本公司已於上述年度檢討之書面薪酬政策，檢討執行董事及本公司高級管理人員之薪酬組合及花紅；(ii)評估執行董事及本公司高級管理人員之表現；及(iii)檢討本集團之薪酬政策。

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Our Company has adopted and the Remuneration Committee has been delegated with responsibility by the Board to determine the remuneration packages of individual executive Directors and the senior management of our Company.

The members of the Remuneration Committee include Mr. Chu Yat Pang Terry (Chairman of Remuneration Committee) and Mr. Cheung Kok Cheong, both are independent non-executive Directors, and Mr. Chan Koung Nam, an executive Director.

During the year ended 31 March 2021, all the committee members have met two times. The attendance of each member at these meetings are stated as follows:

本公司已採納及薪酬委員會已獲董事會授予職責釐定本公司個別執行董事及高級管理層之薪酬組合。

薪酬委員會成員包括獨立非執行董事朱逸鵬先生(薪酬委員會主席)及張國昌先生，以及執行董事陳光南先生。

截至2021年3月31日止年度，全體委員會成員已舉行兩次會議。各成員於該等會議之出席記錄如下：

Members of the Remuneration Committee	Attendance/ Number of Remuneration Committee meetings held 出席次數/ 薪酬委員會會議舉行次數
薪酬委員會成員	
Independent Non-executive Directors:	
獨立非執行董事：	
Mr. Chu Yat Pang Terry (<i>Chairman of Remuneration Committee</i>) 朱逸鵬先生(薪酬委員會主席)	2/2
Mr. Cheung Kok Cheong 張國昌先生	2/2
Executive Directors:	
執行董事：	
Mr. Chan Koung Nam 陳光南先生	2/2

The terms of reference of the Remuneration Committee are available on the websites of our Company and of the Stock Exchange, respectively.

薪酬委員會職權範圍分別於本公司及聯交所網站可供查閱。

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Nomination Committee

The Nomination Committee of our Company was established with specific written terms of reference in compliance with the Listing Rules.

The roles and functions of the Nomination Committee include:

- (a) reviewing the structure, size and composition (including the skills, knowledge and experience) of the Board at least annually and making recommendations on any proposed changes to the Board to complement our Company's corporate strategy;
- (b) identifying individuals suitably qualified to become members of the Board and selecting or making recommendations to the Board on the selection of individuals nominated for directorships;
- (c) assessing the independence of the independent non-executive Directors;
- (d) making recommendations to the Board on the appointment or reappointment of directors and succession planning for directors in particular the chairman and the chief executive; and
- (e) reviewing regularly the Nomination Policy and Board Diversity Policy of the Company to ensure the effectiveness of these policies and reviewing any progress on achieving those objectives in these policies.

The members of the Nomination Committee include Mr. Chan Kwong Yin William, an executive Director and Chairman of the Board (Chairman of the Nomination Committee), Mr. Chu Yat Pang Terry and Mr. Cheung Kok Cheong, both are independent non-executive Directors.

During the year ended 31 March 2021, one meeting of the Nomination Committee was held to (i) assess the independence of independent non-executive Directors; (ii) review the re-appointment of retiring Directors at the 2020 annual general meeting of the Company; (iii) review the structure, size, diversity and composition of the Board and determine the policy; (iv) review the roles of the existing Directors and ascertain whether any conflict of interests had been arisen for the Directors; and (v) review the Nomination Policy and Board Diversity Policy of the Company to ensure their effectiveness.

提名委員會

本公司提名委員會已成立，具體書面職權範圍符合上市規則。

提名委員會之角色及職能包括：

- (a) 至少每年檢討董事會之架構、人數及組成(包括技能、知識及經驗)，並就任何為配合本公司之企業策略而擬對董事會作出之變動提出推薦建議；
- (b) 物色具備合適資格可擔任董事會成員之人士，並挑選提名有關人士出任董事或就此向董事會提出推薦建議；
- (c) 評估獨立非執行董事之獨立身份；
- (d) 就董事委任或連任以及董事(尤其是主席及最高行政人員)繼任計劃向董事會提出推薦建議；及
- (e) 定期檢討本公司之提名政策及董事會成員多元化政策，確保該等政策行之有效，並檢討達成該等政策目標之任何進展。

提名委員會成員包括執行董事兼董事會主席陳光賢先生(提名委員會主席)、獨立非執行董事朱逸鵬先生及張國昌先生。

截至2021年3月31日止年度，提名委員會曾舉行一次會議，以(i)評估獨立非執行董事之獨立身份；(ii)檢討於本公司2020年股東週年大會再度委任退任董事之事宜；(iii)檢討董事會之架構、人數、成員多元化及組成並釐定政策；(iv)檢討現任董事之角色及查明董事有否任何利益衝突；及(v)檢討本公司之提名政策及董事會成員多元化政策，確保該等政策行之有效。

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During the year ended 31 March 2021, one meeting of the Nomination Committee was held and all members had attended this meeting with their respective record of attendance as follows:

截至2021年3月31日止年度，提名委員會已舉行一次會議，全體成員均有出席是次會議，彼等各自之出席記錄如下：

Members of the Nomination Committee	Attendance/ Number of Nomination Committee meeting held 出席次數/ 提名委員會會議舉行次數
提名委員會成員	
Executive Directors:	
執行董事：	
Mr. Chan Kwong Yin William (<i>Chairman of the Nomination Committee</i>) 陳光賢先生(提名委員會主席)	1/1
Independent Non-executive Directors:	
獨立非執行董事：	
Mr. Chu Yat Pang Terry 朱逸鵬先生	1/1
Mr. Cheung Kok Cheong 張國昌先生	1/1

The terms of reference of the Nomination Committee are available on the websites of our Company and of the Stock Exchange, respectively.

提名委員會職權範圍分別於本公司及聯交所網站可供查閱。

Nomination policy

The Board has adopted a "Nomination Policy" which governs the criteria, procedures and process of nomination of Directors, so as to ensure that the Board should (i) have a balance of skills and experience; (ii) always maintain the minimum number of independent non-executive Directors as required under the Listing Rules; and (iii) ensure the independency of those independent non-executive Directors.

提名政策

董事會已採納「提名政策」，規管提名董事之準則、程序及流程，從而確保董事會將(i)具備均衡之技能與經驗；(ii)時刻保持上市規則所規定最少數目之獨立非執行董事；及(iii)確保該等獨立非執行董事具備獨立身份。

When identifying, assessing and recommending suitable candidates for directorship for the Board's consideration, the Nomination Committee will take into account our Company's current needs and qualities needed for the Board's service, including but not limited to:

於物色、評估及推薦合適出任董事之人選以供董事會考慮時，提名委員會將考慮本公司現行需要及為董事會服務所需具備之質素，包括但不限於：

- (a) his/her ethical, integrity and maturity characters, educational and professional backgrounds, experience in money lending business or other relevant industry, and expertise in that area;

- (a) 彼之道德、誠信及成熟性格、教育及專業背景、於放債業務或其他相關行業之經驗以及於該範疇之專業知識；

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- (b) his/her willingness to devote the required amount of time to carrying out the duties and responsibilities of the Board and various committees' membership for multiple terms. In this regards, the numbers of offices held by the candidates in other public companies or organisations, and other significant commitments, etc. will be considered;
 - (c) any potential conflict of interest with the Group's business and assessment of the independence if he/she is appointed as independent non-executive Directors; and
 - (d) his/her willingness to comply with the Listing Rules and other regulatory requirements in full for discharging his/her liabilities.
- (b) 彼就於多個任期內履行董事會職務及職責以及擔任各委員會成員投放所需時間之意願。就此而言，候選人於其他公眾公司或組織擔任之職務數目以及其他重大承擔將納入考慮；
 - (c) 倘彼獲委任為獨立非執行董事，任何可能與本集團業務產生之利益衝突及評估彼之獨立身份；及
 - (d) 彼全面遵守上市規則及其他監管規定或履行彼之責任之意願。

For those potential candidates who appear upon first consideration to meet the above criteria, the Nomination Committee will conduct appropriate inquiries and arrange for in-person meeting with such candidates. Depending on the results of such inquiries and interview, the Nomination Committee will propose this candidate to the Board for election at the forthcoming annual general meeting of the Company.

就於首輪考慮中似乎符合上述標準之潛在候選人而言，提名委員會將作出適當查詢，並安排親身與該名候選人會面。提名委員會將視乎有關查詢及面談結果而向董事會建議該名候選人於本公司應屆股東週年大會接受選舉。

Board diversity policy

The Board has adopted a "Board Diversity Policy", which requires the Nomination Committee of our Company to review annually the structure, size, diversity and composition of the Board and where appropriate, make recommendations on any proposed changes to the Board for achieving diversity to our Board members, so as to enhance the quality of our performance. In relation to reviewing and assessing the Board's composition, the Nomination Committee has considered a number of aspects, including but not limited to gender, age, cultural and educational background, professional qualifications, skills, knowledge and industry and regional experience.

董事會成員多元化政策

董事會已採納「董事會成員多元化政策」。本公司提名委員會須就此每年檢討董事會架構、人數、成員多元化及組成，並就(如適用)任何為達致董事會成員多元化而擬對董事會作出之變動提出推薦建議，從而提升本公司表現水平。就檢討及評估董事會組成而言，提名委員會已考慮多項因素，包括但不限於性別、年齡、文化及教育背景、專業資格、技能、知識以及行業及地區經驗。

The Nomination Committee will consider all the measurable objectives that have been set for implementing the Board Diversity Policy for achieving diversity on the Board and recommend them to the Board as selection criteria for potential candidate to the Board. The Company aims to build and maintain an appropriate balance of diversity perspectives of the Board that are considered beneficial to the Company, and will regularly review the progress on achieving those measurable objectives set out in the Board Diversity Policy.

提名委員會將考慮所有就實行董事會成員多元化政策而制定之可計量目標，務求達致董事會成員多元化，並向董事會建議該等目標，作為董事會對候選人之遴選準則。本公司擬建立及適當平衡董事會成員多元化觀點，此舉對本公司有利，並將定期檢討達致董事會成員多元化政策所載該等可計量目標之進展。

The Nomination Committee have reviewed and will continue to review this policy, as appropriate, and discuss any revisions that may be required, and recommend any such revisions to the Board for consideration and approval.

提名委員會已檢討並將繼續檢討(視適用情況而定)此政策及討論任何須對此政策作出之修訂，並向董事會提出修訂建議，以供董事會考慮及批准。

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ACCOUNTABILITY AND AUDIT

Financial reporting

The financial results of our Group are announced in a timely manner in accordance with all statutory requirements, particularly the timeframe as stipulated in Rule 13.49(1) and Rule 13.49(6) of the Listing Rules.

All Directors acknowledged their responsibility for preparing the financial statements of our Group on a going concern basis, with supporting assumptions or qualifications as necessary, for each financial period which gives a true and fair view of our Group's financial affairs for the year ended 31 March 2021.

The statement of the auditors about their reporting responsibilities on the financial statements of our Group is set out in the section headed "Independent Auditor's Report".

Risk management and internal control

The maintenance of a sound and effective risk management and internal control systems in our Group is important to safeguard our Shareholders' investment and our Company's assets.

The Board acknowledges that it is its duty to oversee our Company's risk management and internal control systems on an ongoing basis and to review their effectiveness at least annually. These systems are designated to manage rather than eliminate the risk of failure to achieve our business objectives, and could only provide reasonable but not absolute assurance against material misstatement or loss.

During the year, with the assistance from APAC, our Group has identified and evaluated the relevant risks of our Group through a series of interviews. During the risk identification and evaluation processes, relevant risks were identified, evaluated and categorised into four sections, namely financial, compliance, strategic and operational, and our Group maintained a risk register to keep track of all identified risks which provided to our Board, the Audit Committee and our management a profile of those major and significant risks and a record of management's action taken to mitigate these risks. Each risk is evaluated at least annually based on its likelihood of occurrence and potential impact to our Group. This risk register is updated by our management as the risk owners with addition of new risks and/or removal of existing risks, if applicable, at least annually, after the annual risk evaluation and review have been performed.

問責及審核

財務申報

本集團之財務業績根據所有法律規定(尤其是上市規則第13.49(1)及13.49(6)條指明之期限),在適當時間公佈。

全體董事確認彼等有責任就各個財政期間,按持續經營基準編製本集團之財務報表,連同佐證假設或資歷(倘需要),以真實及公平地反映本集團截至2021年3月31日止年度之財政事務。

核數師就其對本集團財務報表之申報責任發表之聲明載於標題為「獨立核數師報告」章節內。

風險管理及內部監控

本集團維持穩健及有效之風險管理及內部監控制度對保障股東投資及本公司資產而言極為重要。

董事會深明其有責任持續監督本公司之風險管理及內部監控制度,並至少每年檢討其成效。此等制度旨在管理而非消除無法達成業務目標之風險,並僅就避免出現重大錯誤陳述或損失提供合理而非絕對保證。

於年內,在亞太之協助下,本集團透過進行一連串會面而識別及評估本集團之相關風險。於風險識別及評估過程中,相關風險已獲識別及評估,並分為財務、合規、策略及營運四類。本集團設有風險記錄以追蹤所有已識別風險,為董事會、審核委員會及管理層提供該等主要及重大風險概要,並記錄管理層為減輕該等風險而採取之行動。各項風險根據其發生可能性及對本集團之潛在影響至少每年進行評估。進行年度風險評估及檢討後,風險記錄至少每年由管理層以風險擁有人身份更新,加入新風險及/或移除現有風險(如適用)。

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During the year, there were no significant risks identified under the categories of financial risk and compliance risk. The following principal and significant risks of the Group, identified and classified into strategic risk and operational risks, were as follows:

Strategic risks:

Unfavourable macro-economic condition and the diverse factors, such as the continuous trade war between China and the United States, may affect the economic and business condition. Hence, cost of funding, revenue, financial performance, operational results and business prospects may be materially and adversely affected.

The continuing spread and prolonged occurrence of COVID-19 in Hong Kong may also adversely affect the business and operation of the company. If the outbreak prolonged or any of the Group's employees is contracted with COVID-19, the employees may be subject to quarantine, which could disrupt the normal operation of the business.

On the other hands, competition in the money lending industry is keen and may materially and adversely affect business, financial performance and operational results of the Group.

Finally, the changes in economic, political, business environment and property market of Hong Kong could have a material and adverse impact on the business, financial condition and results of operation of the Group.

Operational risks:

The decline in the value or residual value of mortgaged property will lead to the reduction of the safety margin of the loan, and the risk of recovering the full amount of the loan will be increased.

於年內，概無發現財務風險及合規風險類別項下之重大風險。下列本集團之主要及重大風險乃按下列方式識別及分類為策略風險及經營風險：

策略風險：

不利的宏觀經濟狀況及種種因素（例如中國及美國之間貿易戰持續）可能影響經濟及業務狀況。因此，資金成本、收益、財務表現、經營業績及業務前景可能受重大不利影響。

COVID-19於香港持續散播及長期存在亦可能對公司之業務及營運構成不利影響。倘爆發長時間持續或本集團任何僱員感染COVID-19，僱員可能需接受隔離，而此舉可能干擾業務正常運作。

另一方面，放債行業競爭激烈，可能對本集團之業務、財務表現及經營業績構成重大不利影響。

最後，香港之經濟、政府、商業環境及物業市場變動可能對本集團之業務、財務狀況及經營業績構成重大不利影響。

經營風險：

按揭物業之價值或剩餘價值下跌將導致貸款之安全保證額減少，而收回貸款全額之風險將會增加。

CORPORATE GOVERNANCE REPORT

企業管治報告

During the year, the Board has appointed APAC to review and assess our Group's effectiveness of the risk management and internal control systems, covering all material controls, including financial, operational, and compliance controls, with a view to ensure the adequacy of resources, staff qualification and experience, training programmes and budget of our accounting, internal audit and financial reporting functions. APAC had prepared the risk assessment report and internal control report to the Audit Committee and the Board for their review, which covered all material controls, including financial, operational, compliance and strategical controls and risk management function and control of our Group. Moreover, improvements in internal control system as recommended by APAC to enhance the risk management and internal control systems of our Group were also adopted by the Board. Based on the review findings and recommendation of APAC as well as the comments and suggestion of our Audit Committee, our Board considered the risk management and internal control systems are effective and adequate.

Function of internal audit

Currently our Group has no internal audit function. The Board has discussed and reviewed the need for an internal audit function and is of the view that in light of the size, nature and complexity of the business of our Group, it would be more cost effective to appoint external independent professionals to perform our internal audit functions and to review, at least annually, our risk management and internal control systems. Although our Group did not establish internal audit function during the year, the Board will continue to review a least annually the need for the function of internal audit.

Inside information

The Board has implemented procedures and internal controls for the handling and dissemination of inside information. Our Company has adopted the inside information policy which aims to set out guidelines to the Group's directors, officers and all relevant employees to ensure inside information (as defined below) of the Company is to be disseminated to the public in an equal and timely manner in accordance with the applicable laws and regulations.

The term "relevant employee" refers to employee of the Group, because of his office or employment, who is likely to be in possession of the unpublished inside information (as defined below).

於年內，董事會已委聘亞太檢討及評估本集團風險管理及內部監控制度之成效，涵蓋所有重大監控方面，包括財務、營運及合規監控，務求確保資源、員工資歷及經驗、培訓計劃以及會計、內部審核及財務申報職能之預算充分。亞太已編製風險評估報告及內部監控報告以供審核委員會及董事會審閱，當中涵蓋本集團所有重大監控方面，包括財務、營運、合規及策略監控以及風險管理職能及監控。此外，董事會亦已採納亞太建議之內部監控制度改善措施，以提升本集團風險管理及內部監控制度。根據亞太之檢討結果及推薦建議以及審核委員會之意見及建議，董事會認為風險管理及內部監控制度有效及充分。

內部審計職能

本集團目前不設內部審計職能。董事會已討論及檢討是否需要設立內部審計職能，並基於本集團業務規模、性質及複雜程度，認為委聘外聘獨立專業人士至少每年履行內部審計職能以及檢討風險管理及內部監控制度更符合成本效益。儘管本集團於年內不設內部審計職能，惟董事會將繼續至少每年檢討是否需要設立內部審計職能。

內幕消息

董事會已就處理及發佈內幕消息實施程序及內部監控。本公司已採納內幕消息政策，旨在為本集團董事、高級職員及所有相關僱員制定指引，確保本公司之內幕消息(定義見下文)根據適用之法律及法規，以平等基準適時發放予公眾。

「相關僱員」一詞指本集團之僱員，因為其職務或委聘，可能持有未經公佈之內幕消息(定義見下文)。

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Under the new Part XIVA of the SFO, inside information is the specific information about the Company, its Shareholders or officers or its listed securities or derivatives, which is not generally known to the persons who are accustomed, or would be likely, to deal in the company's listed securities but would, if generally known to them, be likely to materially affect the price of the Company's listed securities.

During the year ended 31 March 2021, the Board had reviewed the Company's inside information policy, no matters arising from the review.

COMPANY SECRETARY

During the year ended 31 March 2021, our Company Secretary undertook no less than 15 hours of relevant professional training.

COMMUNICATION WITH SHAREHOLDERS AND INVESTOR RELATIONS

The Board has established a Shareholders' communication policy for maintaining an on-going dialogue with our Shareholders and other stakeholders and encouraging them to communicate actively with our Company.

This policy sets out the principles of our Company in relation to Shareholders' communications, with the objective of ensuring that the communications with our Shareholders and other stakeholders (including potential investors) with ready, equal and timely access to balanced and understandable information about our Company (including its financial performance, strategic goals and plans, material developments, corporate governance and risk profile), in order to enable our Shareholders and other stakeholders to exercise their rights in an informed manner mainly through our Company's corporate communications (such as interim reports and annual reports, announcements and circulars, and notices of meetings), annual general meetings and other general meetings, as well as disclosure on the websites of our Company and of the Stock Exchange, respectively.

Announcements, interim reports, annual reports and circulars and associated explanatory documents etc. are despatched to our Shareholders and are also published on the websites of our Company and of the Stock Exchange under a dedicated "Investor Relations" section thereon as soon as practicable in plain language and in both English and Chinese versions or where permitted, in single language, and will be updated on a regular basis and in a timely manner.

根據證券及期貨條例全新第XIVA部，內幕消息指關於公司、其股東或高級職員，或其上市證券或衍生工具並非普遍為慣常（或相當可能會）買賣公司上市證券之人士所知之特定資料，但如普遍為彼等所知，則相當可能會對公司上市證券之價格造成重大影響。

截至2021年3月31日止年度，董事會已檢討本公司之內幕消息政策，有關檢討概無注意到任何事宜。

公司秘書

截至2021年3月31日止年度，公司秘書已接受不少於15個小時之相關專業培訓。

與股東溝通及投資者關係

董事會已制定股東通訊政策以與股東及其他持份者持續對話，以及鼓勵彼等積極與本公司溝通。

此政策載列本公司有關股東通訊之原則，旨在確保與股東及其他持份者（包括潛在投資者）保持溝通，並容易、公平及適時取得平衡及易於理解之本公司資料（包括其財務表現、策略目標及計劃、重大發展、企業管治及風險概況），以確保股東及其他持份者主要透過本公司之公司通訊（例如中期報告及年報、公佈及通函以及大會通告）、股東週年大會及其他股東大會，以及分別於本公司及聯交所網站上之披露資料，在知情之情況下行使其權利。

公佈、中期報告、年報及通函，以及相關解釋文件已在切實可行之情況下盡快以淺白語言，並以中英文（或在許可情況下以單一語言）寄發予股東，亦已刊載於本公司及聯交所網站內標題為「投資者關係」內，並將定時及適時更新。

CORPORATE GOVERNANCE REPORT

企業管治報告

Our Company's website provides our Shareholders and other stakeholders with the corporate information, such as our principal business activities and products, the development of corporate governance and the corporate social responsibilities of our Group, etc.

Our Company continues to commit to a proactive policy of promoting investor relations and effective communication with our Shareholders and analysts by maximising the use of our Company's website as a channel to disclose our Company's updated information and corporate communications to our Shareholders, stakeholders and the public on a timely basis. Our Company also encourages our Shareholders to attend shareholders' meetings to stay informed of our Group's businesses and convey any concerns they may have to the Directors and senior management.

Shareholders' rights

1. Procedures for Shareholders to convene an extraordinary general meeting

Pursuant to Article 58 of our Company's Articles of Association, any one or more Shareholders holding, at the date of deposit of the requisition, not less than one-tenth of the paid up capital of our Company carrying the right of voting at general meetings of our Company, shall at all times have the right to require an extraordinary general meeting (the "EGM") to be called by the Board.

Such requisition shall be made in writing to the Board or the Company Secretary of our Company at our principal place of business in Hong Kong for the purpose of requiring an EGM of our Company to be called by the Board for the transaction of any business specified in such requisition.

Such EGM will be held within two months after the deposit of such requisition.

If the requisition is in order, an EGM will be convened by serving sufficient notice in accordance with the requirements under the Articles of Association of the Company and the Listing Rules to all Shareholders. On the contrary, if the requisition is invalid, the Shareholders concerned will be advised of this outcome and accordingly, an EGM will not be convened as requested.

本公司網站向其股東及其他持份者提供主要業務活動及產品、企業管治之發展以及本集團之企業社會責任等公司資料。

本公司繼續奉行積極進取之政策，盡量使用本公司網站作為適時向股東、持份者及公眾披露本公司最新資料及公司通訊之渠道，促進投資者關係以及與股東及分析員間有效溝通。本公司亦鼓勵股東出席股東大會，以緊貼有關本集團業務之資訊，並向董事及高級管理層提出彼等之關注。

股東之權利

1. 股東召開股東特別大會之程序

根據本公司組織章程細則第58條，任何一名或以上於遞交呈請日期持有本公司繳入股本(附帶於本公司股東大會之表決權)不少於十分之一之股東，有權隨時要求董事會召開股東特別大會(「股東特別大會」)。

有關呈請須以書面形式寄至香港主要營業地點向董事會或本公司之公司秘書作出，以要求董事會就處理該呈請列明之任何事務召開本公司股東特別大會。

有關股東特別大會須於該呈請遞交後兩個月內舉行。

倘要求適當，將根據本公司組織章程細則及上市規則之規定向全體股東發出充分通知後召開股東特別大會。相反，倘要求無效，相關股東將獲告知此結果，亦不會應要求召開股東特別大會。

Depending on the nature of the proposals, any EGM of our Company at which the passing of a special resolution is to be considered shall be called by notice of not less than twenty-one clear days and not less than ten clear business days. All other EGM of our Company may be called by notice of not less than fourteen clear days and not less than ten clear business days (whereas the notice shall be exclusive of the day on which it is served or deemed to be served and of the day for which it is given), together with the accompanying circular which also sets out details of each proposed resolution and other relevant information as required under the Company's Articles of Association and the Listing Rules.

2. Procedures for raising enquiries

Shareholders may direct their queries such as their shareholdings, share transfer and registration, change of name or address, loss of share certificates or dividend warrants, registration and payment of dividend, etc. to our Company's branch share registrar and transfer office in Hong Kong, Union Registrars Limited:

Address : Suites 3301-04, 33/F.
Two Chinachem Exchange Square
338 King's Road
North Point, Hong Kong

Email : info@unionregistrars.com.hk

Tel : (852) 2849 3399

Fax : (852) 2849 3319

Shareholders and other stakeholders may also raise enquiries in respect of our Company's matters in writing to the Board or the Company Secretary whose contact details are as follows:

Address : Unit 3410, 34th Floor
Tower II, Lippo Centre
89 Queensway, Admiralty, Hong Kong

Email : ir@hkfinance.com.hk

Tel : (852) 2525 3535

Fax : (852) 2525 3534

按建議之性質，將於會上考慮通過特別決議案之本公司任何股東特別大會須透過發出不少於二十一個完整日子及不少於十個完整營業日之通知召開。本公司所有其他股東特別大會可藉由發出不少於十四個完整日子及不少於十個完整營業日之通知召開（通知期不包括送達或被視為送達當日及發送當日），連同隨附之通函，當中亦載列各項建議決議案之詳情以及本公司組織章程細則及上市規則規定之其他相關資料。

2. 查詢程序

股東可將彼等持股權、股份轉讓及登記、更改姓名或地址、遺失股票或股息證、登記及派付股息等查詢發送至本公司之香港股份過戶登記分處聯合證券登記有限公司：

地址 : 香港北角
英皇道338號
華懋交易廣場2期
33樓3301-04室

電郵 : info@unionregistrars.com.hk

電話 : (852) 2849 3399

傳真 : (852) 2849 3319

股東及其他持份者可將有關本公司之查詢以書面形式發送至董事會或公司秘書，聯繫詳情如下：

地址 : 香港金鐘金鐘道89號
力寶中心二座
34樓3410室

電郵 : ir@hkfinance.com.hk

電話 : (852) 2525 3535

傳真 : (852) 2525 3534

3. Procedures for putting forward proposals at shareholders' meetings

(i) *Proposal for election of a person other than a Director as a Director:*

Pursuant to Articles 83(2) and 85 of the Company's Articles of Association and the "Procedures for Shareholders to Propose a Person for Election as a Director of the Company", which is available at our Company's website, a Shareholder who wishes to propose a person other than a retiring Director for election to the office of Director at any general meeting should lodge:

- (a) notice in writing signed by him/her concerned of his/her intention to propose a candidate for election as a Director which must include the personal particulars of this nominated candidate as required by Rule 13.51(2) of the Listing Rules; and
- (b) notice in writing signed by this nominated candidate to be proposed indicating his/her willingness to be elected and his/her consent to publish his/her information on our Company's announcement.

The above-mentioned notices should be lodged and addressed to the Chairman of the Board or Chief Executive Officer of our Company at our principal place of business in Hong Kong, and the period for lodgment of these notices shall commence on the day after the despatch of the notice of the general meeting and end no later than ten business days prior to the date of such general meeting.

(ii) *Procedures for putting other forward proposals at general meetings:*

To put forward proposals other than the above at a general meeting, Shareholders should submit a written notice of those proposals with their detailed contact information to our Company Secretary at the principal place of business of our Company in Hong Kong. The notice period to be given to all Shareholders for consideration of the proposal raised by the Shareholders concerned at general meetings varies according to the nature of the proposal.

3. 於股東大會上提呈建議之程序

(i) 建議推選董事以外之人士擔任董事：

根據本公司組織章程細則第83(2)及85條，以及「股東提名人選參選為公司董事的程序」(可於本公司網站查閱)，股東如欲建議退任董事以外之人士於任何股東大會上參選董事，應遞交：

- (a) 由有意建議候選人參選董事之人士簽署之通知書，必須載列上市規則第13.51(2)條所規定該提名候選人之詳情；及
- (b) 獲建議推選之該提名候選人簽署之通知書，表明其參選意願及同意於本公司公佈上刊發其資料。

上述通知書須提交並寄至香港主要營業地點予本公司董事會主席或行政總裁，該等通知書之遞交期由寄發股東大會通告翌日開始，並於有關股東大會日期前不遲於十個營業日結束。

(ii) 於股東大會提出其他建議之程序：

擬在股東大會上提出上述以外之提案，股東須提交該等建議之書面通知，連同詳細聯絡資料，送交本公司在香港之主要營業地點予公司秘書。就有關股東提出於股東大會考慮之提案而向全體股東發出通告之通知期因應建議之性質而有所不同。

CORPORATE GOVERNANCE REPORT

企業管治報告

Constitutional Documents

During the year ended 31 March 2021, there was no change in the amended Articles of Association of our Company.

Our Company's latest versions of Memorandum of Association and Articles of Association are available on the websites of our Company and of the Stock Exchange, respectively.

Dividend policy

The Board has adopted a Dividend Policy to allow Shareholders to participate in our Company's profit whilst retaining adequate reserves for our Company's future growth. Any distribution of dividends shall be in accordance with the Articles of Association of our Company and with the applicable laws and regulations. The Board may distribute dividends by way of cash, shares, or by other means as the Board considers as appropriate.

Profit distribution shall achieve continuity, stability and sustainability and should take into account of (i) the earning per share of our Company; (ii) reasonable return in investment of the investors and the shareholders; (iii) general financial conditions, cash flow situation, and business plan, future operations and earnings, capital requirements and surplus of our Company; (iv) any restrictions on payment of dividends by our Company's or the Group's lenders; (v) the general market sentiment and circumstances; and (vi) other factors the Board deems appropriate.

The Board will continue to review this policy as appropriate, and may declare and distribute final dividends, interim dividends or special dividends from time to time.

憲章文件

截至2021年3月31日止年度，本公司之經修訂組織章程細則概無變動。

本公司組織章程大綱及組織章程細則之最新版本分別於本公司及聯交所網站可供查閱。

股息政策

董事會已採納股息政策，以便與股東分享本公司溢利，同時為本公司日後發展保留充足儲備。任何股息分派均須符合本公司組織章程細則以及適用法律及規例之規定。董事會可以現金、股份或董事會認為適當之其他方式分派股息。

溢利分派應實現持續、穩定及可持續發展，並應計及(i)本公司每股盈利；(ii)投資者及股東之合理投資回報；(iii)整體財務狀況、現金流量狀況以及本公司業務計劃、未來營運及盈利、資金需要及盈餘；(iv)本公司或本集團貸款人對股息派付之限制；(v)整體市場氛圍及情況；及(vi)董事會視為適當之其他因素。

董事會將繼續於適當時候檢討此政策，並可能不時宣派及分派末期股息、中期股息或特別股息。

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

環境、社會及管治報告

INTRODUCTION

Since the establishment of our Group more than twenty years ago, our Group has been principally engaged in the money lending business of providing property mortgage loans and personal loans in Hong Kong. In October 2013, our Group was listed on the Main Board of the Stock Exchange and we are the first Hong Kong listed company specialising in property mortgages with a solid financial background and high transparency. We are still focusing on our core business in property mortgage loans under our well-known and highly recognised brand name “*Hong Kong Finance*”. We also expanded our money lending business in unsecured personal loan products in 2016 in order to diversify ourselves in different money lending market segments, to capture new market opportunity and to enhance our overall interest margin.

We aim to provide “professional, reliable and flexible” mortgage services to our customers. Our experienced sales managers provide customised solutions based on the specific needs of customers. In order to build a harmonious community, our Group strives to maintain a sustainable business and contribute to the society.

Sustainable development is an integral part of our business strategy in order to achieve business excellence and to enhance capabilities for long-term competitiveness. Our Group is committed to maintaining our operation in manner that is economically, socially and environmentally sustainable while balancing the interests of our various stakeholders and foster a positive impact on the society. Our sustainability strategy is based on the compliance with the applicable legal requirements, principle of sustainability and opinions from stakeholders. We have established and implemented various policies to manage and monitor the risks related to the environment, employment, operating practices and community. Details of the management approaches to sustainable development of different areas are illustrated in this report.

STAKEHOLDER ENGAGEMENT AND MATERIALITY ASSESSMENT

The Group understands the success of the Group’s business depends on the support from its key stakeholders, who (a) have invested or will invest in the Group; (b) have the ability to influence the outcomes within the Group; and (c) are interested in or affected by or have the potential to be affected by the impact of the Group’s activities, products, services and relationships. It allows the Group to understand risks and opportunities. The Group will continue to ensure effective communication and maintain good relationship with each of its key stakeholders.

緒言

自本集團成立二十多年以來，本集團主要於香港從事提供物業按揭貸款及私人貸款之放債業務。於2013年10月，本集團於聯交所主板上市，為首間專門從事物業按揭之香港上市公司，具有穩健財務背景及高透明度。我們仍以知名及深入民心之「*香港信貸*」品牌專注經營物業按揭貸款之核心業務。我們亦於2016年擴充旗下無抵押私人貸款產品之放債業務，藉以多元發展不同放債市場分部，從而把握市場新機遇及提高整體息差。

我們之目標乃為客戶提供「專業、可靠及靈活」之按揭服務。我們經驗豐富之銷售經理根據客戶個別需要提供度身制定之解決方案。為創建和諧社區，本集團矢志維持可持續發展業務，並為社會作出貢獻。

可持續發展為我們業務策略其中一部分，藉以取得卓越業務表現及提升長遠競爭力。本集團銳意以經濟、社會及環境可持續之方式營運，同時兼顧各持份者之利益，並為社會帶來積極影響。可持續策略乃基於遵守適用法律規定、可持續原則及持份者之意見。我們已制定及實施各項政策管理及監察有關環境、僱傭、營運慣例及社區之風險。有關不同範疇可持續發展之管理方針詳情於本報告中詳述。

持份者參與及重大性評估

本集團深明本集團業務成功有賴(a)現已投資或將投資本集團；(b)能夠影響本集團內部成果；及(c)於本集團活動、產品、服務及關係中擁有權益或受到或可能會受到有關影響之主要持份者之支持，讓本集團了解所涉及及風險及掌握機遇。本集團將繼續確保與各主要持份者有效溝通及維持良好關係。

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

環境、社會及管治報告

Stakeholders are prioritised from time to time in view of the Group's roles and duties, strategic plan and business initiatives. The Group engages with its stakeholders to develop mutually beneficial relationships and to seek their views on its business proposals and initiatives as well as to promote sustainability in the marketplace, workplace, community and environment.

The Group acknowledges the importance of intelligence gained from the stakeholders' insights, inquiries and continuous interest in the Group's business activities. The Group has identified key stakeholders that are important to our business and established various channels for communication. The following table provides an overview of the Group's key stakeholders, and various platforms and methods of communication are used to reach, listen and respond.

基於本集團之角色與職責、策略規劃及業務計劃，持份者不時獲優先考慮。本集團與持份者合作發展互利關係，並向彼等徵詢有關業務建議及計劃之意見，以及促進市場、工作場所、社區及環境可持續發展。

本集團明白到向持份者了解彼等對本集團業務活動之見解、疑問及持續權益攸關重要。本集團已識別對我們業務至關重要之主要持份者，並設立各種溝通渠道。下表概述本集團主要持份者以及用以聯絡、聆聽及回應之各個平台和溝通方法。

Stakeholders 持份者	Issues of concern 關注事項	Engagement channels 接觸渠道
Government and regulatory authorities 政府及監管機關	<ul style="list-style-type: none"> Comply with the laws and regulations Proper tax payment Promote regional economic development and employment <ul style="list-style-type: none"> 遵守適用法律及法規 依法納稅 推動區域經濟發展及就業 	<ul style="list-style-type: none"> On-site inspections and checks Research and discussion through work conferences, work reports preparation and submission for approval Annual reports and announcements Company website <ul style="list-style-type: none"> 實地檢驗及檢查 透過工作會議、編製工作報告及提交批准展開研究及討論 年報及公佈 本公司網站
Shareholders and Investors 股東及投資者	<ul style="list-style-type: none"> Return on the investment Information disclosure and transparency Protection of interests and fair treatment of shareholders <ul style="list-style-type: none"> 投資回報 資料披露及透明度 保障股東利益及公平待遇 	<ul style="list-style-type: none"> Annual general meeting and other shareholder meetings Annual reports and announcements Newsletter Meeting with investors and analysts Websites of the Company and of the Stock Exchange Company contact information <ul style="list-style-type: none"> 股東週年大會及其他股東大會 年報及公佈 通訊 與投資者及分析員會面 本公司網站及聯交所網站 本公司聯絡資料

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

環境、社會及管治報告

Stakeholders 持份者	Issues of concern 關注事項	Engagement channels 接觸渠道
Employees 僱員	<ul style="list-style-type: none"> Safeguard the rights and interests of employees Working environment Career development opportunities Self-actualisation Occupational health and safety Staff remuneration, benefits and well-being 保障僱員權利及權益 工作環境 事業發展機會 自我實現 職業健康與安全 員工薪酬、福利及福祉 	<ul style="list-style-type: none"> Meetings and conferences Trainings, seminars, briefing sessions Entertainment, cultural and sport activities Feedback box 會面及會議 培訓、研討會及簡介會 娛樂、文化及體育活動 意見反饋箱
Customers 客戶	<ul style="list-style-type: none"> Safe and high-quality products Stable relationship Information transparency Business ethics 合法及優質產品 穩定關係 資料透明 商業道德 	<ul style="list-style-type: none"> Email and customer service hotline Visits and meetings 電郵及客戶服務熱線 觀訪及會面
Bank 銀行	<ul style="list-style-type: none"> To repay loans on schedule, monitor operating conditions and risks and operate with honesty and credibility 按時償還貸款、監察營運狀況及風險，並以誠信方式營運 	<ul style="list-style-type: none"> Work conferences On-site visits, post-loan tracking and various business communication 工作會議 實地訪查、貸後追蹤及各種商業通訊
Financial Institution 財務機構	<ul style="list-style-type: none"> Compliance with the laws and regulations 遵守法律及法規 	<ul style="list-style-type: none"> Work conferences On-site visits, post-loan tracking and various business communication 工作會議 實地訪查、貸後追蹤及各種商業通訊
Peer/Industry associations 同業／行業協會	<ul style="list-style-type: none"> Experience sharing and cooperation Fair competition 經驗分享與合作 公平競爭 	<ul style="list-style-type: none"> Industry conference and seminars Site visit 行業會議及研討會 實地訪查
Media 傳媒	<ul style="list-style-type: none"> Transparent information 資料透明 	<ul style="list-style-type: none"> Media 傳媒
Public and Communities 公眾人士及社區	<ul style="list-style-type: none"> Community involvement Social responsibilities 社區參與 社會責任 	<ul style="list-style-type: none"> Volunteering Village visiting Charity and social investment 義工服務 村莊探訪 慈善及社會投資

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Through general communication with stakeholders, the Group understands the expectations and concerns from stakeholders. The feedbacks obtained allow the Group to make more informed decisions, and to better assess and manage the resulting impact.

The Group has adopted the principle of materiality in the ESG reporting by understanding the key ESG issues that are important to the business of the Group. All the key ESG issues and key performance indicators (KPIs) are reported in this Report according to recommendations of the ESG Reporting Guide (Appendix 27 of the Listing Rules) and the GRI Guidelines.

The Group has evaluated the materiality and importance in ESG aspects through the following steps:

Step 1: Identification — Industry Benchmarking

- Relevant ESG areas were identified through the review of relevant ESG reports of the local and international industry peers.
- The materiality of each ESG areas was determined based on the important of each ESG area to the Group through internal discussion of the management and the recommendation of ESG Reporting Guide (Appendix 27 of the Listing Rules).

Step 2: Prioritisation — Stakeholder Engagement

- The Group discussed with key stakeholders on key ESG areas identified above to ensure all the key aspects were covered.

Step 3: Validation — Determining Material Issues

- Based on the discussion with key stakeholders and internal discussion among the management, the Group's management ensured that all the key and material ESG areas, which were important to the business development, were reported and in compliance with ESG Reporting Guide.

As a result of this process carried out in the year ended 31 March 2021, those important ESG areas to the Group were discussed in this Report.

藉著與持份者之平常溝通，本集團理解到持份者之期望與關注，而所獲得反饋意見讓本集團得以作出更明智決策以及更有效評估及管理因此產生之影響。

本集團了解對本集團業務至關重要之關鍵環境、社會及管治事宜，故於此報告中採取重大性原則。根據上市規則附錄二十七《環境、社會及管治報告指引》及《全球報告倡議組織指引》(GRI Guidelines)之建議，於本報告中匯報所有關鍵環境、社會及管治事宜以及關鍵績效指標（「**關鍵績效指標**」）。

本集團透過以下步驟評估環境、社會及管治範疇之重大性及重要性：

第一步：識別 — 行業基準

- 透過檢視本地及國際同業之有關環境、社會及管治報告識別相關環境、社會及管治範疇。
- 基於透過管理層內部討論得出對本集團至關重要之各環境、社會及管治範疇以及上市規則附錄二十七《環境、社會及管治報告指引》之建議，釐定各環境、社會及管治範疇之重大性。

第二步：優先考慮 — 持份者參與

- 本集團與主要持份者討論上述所識別關鍵環境、社會及管治範疇，以確保涵蓋所有關鍵範疇。

第三步：有效驗證 — 釐定重大事宜

- 基於與主要持份者之討論及管理層間之內部討論，本集團管理層確保就所有對業務發展至關重要之關鍵及重大環境、社會及管治範疇作出報告並符合《環境、社會及管治報告指引》規定。

基於在截至2021年3月31日止年度進行了以上程序，故於本報告內討論該等對本集團至關重要之環境、社會及管治範疇。

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環境、社會及管治報告

A. ENVIRONMENTAL ASPECTS

The Group is mainly involved in office operations and its business activities do not have significant impact on the environment or natural resources. In spite of this, as a financial services provider, we recognise that we have an obligation to reduce the impact of our operations on the environment and be accountable for the resources and materials that are used in our daily operations. We are committed to continuously improving our environmental sustainability by responsibly managing our operation, reducing our carbon footprint and using resources effectively.

Throughout the year, the Group fully complied with all of the relevant environmental laws and regulations in Hong Kong, such as the Air Pollution Control Ordinance (Cap. 311), the Sewage Services Ordinance (Cap. 463) and the Waste Disposal Ordinance (Cap. 354). Besides, no concluded case regarding environmental issues was brought against us or our employees. We also regularly update itself with the latest development of the applicable laws and regulations on environmental protection.

Apart from complying with the environmental protection rules and standards, the Group emphasises environmental protection and seeks ways to enhance efficiency in the use of natural resources and reduce the environmental impact of its business operation. We take the initiative to formulate and implement the “Corporate Environmental Policy” to establish relevant emissions reduction and energy saving initiatives internal policies and campaigns to facilitate the effective use of natural resources and eco-friendly operation. We also encourage employees to build up environmental-friendly habits through notice and promotion to save resources and minimise pollution.

A. 環境方面

本集團主要於辦公室進行業務且業務活動對環境或天然資源並無重大影響。儘管如此，我們作為金融服務供應商明白到有義務減少營運對環境之影響，並須對我們日常營運中使用之資源及材料負責。我們致力以負責任方式管理業務、減少碳足跡及善用資源，不斷改善環境方面之可持續發展。

本集團於整個年度一直全面遵守香港所有相關環境法律及法規，例如《空氣污染管制條例》(第311章)、《污水處理服務條例》(第463章)及《廢物處置條例》(第354章)。此外，概無任何針對我們或我們之僱員提出有關環境事宜之已終結案件。我們亦定期獲取有關適用環保法律及法規最新發展之資料。

除遵守環保規則及標準外，本集團亦重視環保，並尋求提高天然資源使用效率及減少業務營運對環境影響之方法。我們主動制定並實施「公司環境政策」，制定相關減排及節能舉措內部政策和運動，以促進善用天然資源及以對生態友善之方式營運。我們亦透過通知及宣傳鼓勵僱員養成環保習慣，從而節省資源及盡量減少污染。

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

環境、社會及管治報告

A1. EMISSIONS

Air Pollutant Emissions

Air pollutant emissions control is essential to mitigate the impact on the environment and to protect the health of employees. As the Group is mainly involved in general office activities, the amount of air pollutant emissions is insignificant. Our air pollutant emissions are mainly generated from the mobile sources. We take initiative to formulate plans in transportation management for the reduction of air pollutant emissions in our daily business operation, for example encouraging employees and clients to take video conference instead of unnecessary transportation. The increase in air pollutant emissions in 2021 was mainly attributable to the increase in the uses of motor vehicles for business purposes during the year. The detail of air pollutant emissions of the Group during the reporting period was as follows:

Type of Air Pollutant Emission 空氣污染物排放類別	Unit 單位	2021 2021年	2020 2020年
Nitrogen oxides (NO _x) 氮氧化物(NO _x)	kg 公斤	6.27	5.40
Sulphur dioxide (SO ₂) 二氧化硫(SO ₂)	kg 公斤	0.12	0.10
Particulate matter (PM) 懸浮粒子(PM)	kg 公斤	0.46	0.40

Greenhouse Gas ("GHG") Emission

GHG is considered as one of the major contributors to the climate change and global warming. The Group recognises that climate change is gradually concerned by the community as it affects our daily life and poses a risk to its business. Hence, we are committed to mitigating the effects of climate change and to protecting the health of employees.

A1. 排放物

空氣污染物排放

控制空氣污染物排放乃減輕對環境之影響及保障僱員健康之重要一環。由於本集團主要涉及一般辦公室活動，故空氣污染物排放量甚微。我們之空氣污染物排放主要源自移動源。我們主動制定交通管理計劃，以減少日常業務中之空氣污染物排放，例如鼓勵僱員和客戶採用視像會議取替不必要交通安排。2021年之空氣污染物排放量增加，主要由於年內業務用途的汽車用量增加。於報告期內，本集團空氣污染物排放詳情如下：

For the year ended 31 March

截至3月31日止年度

溫室氣體(「溫室氣體」)排放

溫室氣體被視為造成氣候變化及全球暖化之其中一項主要因素。由於氣候變化影響我們日常生活及對本集團業務構成風險，故本集團深明氣候變化日漸備受社會關注。因此，我們致力盡量將氣候變化之影響降至最低，並保障僱員健康。

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The major sources of our GHG emission are the fuel used by vehicles and indirect emission through electricity consumption for our office operations. The Group strives to improve energy efficiency and reduce energy consumption so as to minimise GHG emission by adopting energy saving initiatives mentioned in the section "Use of Resources" of this ESG Report. The increase in air pollutant emissions for the year ended 31 March 2021 was mainly attributable to the increase in the uses of motor vehicles for business purposes during the year. The detail of GHG emissions of the Group during the reporting period was as follow:

我們之溫室氣體排放主要源自汽車所用燃料及透過辦公室營運耗電而間接排放。本集團致力透過採納本環境、社會及管治報告內「資源使用」一節所述節能措施，提高能源效益及減少耗用能源，從而盡量減少溫室氣體排放。截至2021年3月31日止年度之空氣污染物排放量增加，主要由於年內業務用途的汽車用量增加。於報告期內，本集團溫室氣體排放詳情如下：

For the year ended 31 March 截至3月31日止年度

Type of GHG Emission 溫室氣體排放類別	Unit 單位	2021 2021年	2020 2020年
Scope 1 ¹ 範圍1 ¹	tonnes of CO ₂ e 噸二氧化碳當量	21.63	18.66
Scope 2 ² 範圍2 ²	tonnes of CO ₂ e 噸二氧化碳當量	26.00	21.58
Total GHG emission 溫室氣體總排放量	tonnes of CO ₂ e 噸二氧化碳當量	47.63	40.24
GHG emission intensity 溫室氣體排放密度	tonnes of CO ₂ e/area in sq. ft. 噸二氧化碳當量／ 每平方呎面積	0.01	0.01

¹ Scope 1: Direct emission from sources that are owned or controlled by our Group.

² Scope 2: Indirect emissions from the generation of purchased electricity consumed by our Group.

¹ 範圍1：來自本集團擁有或控制來源之直接排放。

² 範圍2：來自產生本集團所用購入電力之間接排放。

Hazardous and Non-hazardous Wastes

Waste management is considered as one of the material topics in environmental protection. The Group recognises the importance of waste reduction. Waste management measures have been introduced and implemented to minimise the amount of waste generated and the impact on the environment. With our business nature, no hazardous waste is generated or discharged during the office operation.

For non-hazardous waste, the waste is mainly generated from daily office operation. The Group takes initiative to reduce waste by formulating effective measures. Generally, we have engaged qualified recycling companies to collect and handle the waste in accordance to the Waste Disposal Ordinance (Cap. 354) in Hong Kong. The major source of our non-hazardous waste is paper waste.

With the aim to reduce the amount of waste generated, the Group endeavors to cultivate environmental awareness among employees. In order to reduce the paper consumption, we encourage our employees to consider environmental-friendly printing such as double-sided printing and copying. We also encourage employees to reuse single sided non-confidential print out. The waste paper is reused as fillers for packing when practicable.

有害及無害廢棄物

廢棄物管理被視為重要環保議題之一。本集團深明減少廢棄物攸關重要，已推行及實施廢棄物管理措施，務求盡量減少所產生廢棄物量及對環境之影響。基於我們之業務性質，於辦公室營運期間並無產生或排放任何有害廢棄物。

就無害廢棄物而言，廢棄物主要源自日常辦公室營運。本集團透過制定有效措施，主動減少浪費。一般而言，我們已聘請合資格回收公司根據香港《廢物處置條例》(第354章)收集及處理廢棄物。我們之無害廢棄物來源主要為廢紙。

為減少所產生廢棄物量，本集團致力加強僱員之環保意識。為減少用紙，我們鼓勵僱員考慮採用雙面打印及複印等環保印刷措施。我們亦鼓勵僱員重用經單面非機密打印之紙張，並在切實可行情況下，重用廢紙作為包裝填充物。

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On top of that, the Group actively promotes electronic communication such as emails to reduce the amount of paper used. In addition to paper saving, we also encourage employees to reuse stationery such as envelopes and use reusable items such as reusable cutleries and cups. All these measures are geared at reducing waste such as paper waste which can help mitigate the global greenhouse effect as well. Recycling bags are available for paper collection. All paper boxes, paper, newspaper and magazines are collected for recycling purpose. The amount of non-hazardous waste generated for the year ended 31 March 2021 remained stable when compared with 2020 as the Group strived for finding ways to manage the office waste effectively during the year. The detail of non-hazardous waste generated by the Group during the reporting period was as follows:

更重要的是，本集團積極推廣使用電郵等電子通訊方式，以減少用紙量。除節省用紙外，我們亦鼓勵僱員重用信封等文儀用品，並使用可重複使用之餐具及水杯等可重用物品。所有此等措施均旨在減少廢紙等廢棄物，此舉有助減輕全球溫室效應。我們設有環保袋收集紙張。我們收集所有紙箱、紙張、報紙和雜誌作回收之用。截至2021年3月31日止年度產生的無害廢棄物量與2020年相比維持穩定，乃由於本集團年內致力尋找有效管理辦公室廢棄物的方法。於報告期內，本集團所產生無害廢棄物詳情如下：

Type of Wastes Disposal 處置廢棄物類別	Unit 單位	For the year ended 31 March 截至3月31日止年度	
		2021 2021年	2020 2020年
Non-hazardous waste disposed 處置無害廢棄物	tonnes 噸	3.01	3.00
Non-hazardous waste intensity 無害廢棄物密度	tonnes/employee 噸／僱員	0.08	0.08

During the reporting period, non-hazardous waste recycled by the Group was as follows:

於報告期內，本集團所回收無害廢棄物情況如下：

Type of Wastes Recycled 回收廢棄物類別	Unit 單位	For the year ended 31 March 截至3月31日止年度	
		2021 2021年	2020 2020年
Paper recycled 回收紙張	tonnes 噸	0.44	0.43
Paper recycled intensity 回收紙張密度	tonnes/employee 噸／僱員	0.01	0.01

A2. USE OF RESOURCES

The Group considers environmental protection as an essential component of a sustainable and responsible business. We have an in-depth understanding of the importance of safeguarding sustainable development of the environment and this to attach importance to efficient utilisation of resources by introducing various measures in daily office operation. We understand that staff participation is the key to achieve such goals. We strive to build up a working environment that emphasises the “green office” policy such as a set of guidelines to improve the efficient use of resources for long-term sustainability. We also motivate our employees to participate in resources conservation activities to promote resources saving.

Energy Consumption

The Group considers environmental protection as an essential component of a sustainable and responsible business. With aims of resource saving and implementation of energy saving measures, we actively promote the concept of energy saving and emission reduction into the entire process of its business development and operation and implements different energy saving measures.

Regarding energy consumption of the Group, petrol and purchased electricity mainly result from fuel used by vehicles and premises operation respectively. The Group endeavors to reduce the energy consumption by advocating various energy conservation strategies. For examples, we choose to use power-saving facilities and reduce the number of equipment used. Computers are switched to energy-saving mode when they are not in use for a long period of time. All power supply in the area is switched off while idle. Besides, the temperature of air-conditioners is maintained at an energy-efficient level to reduce the energy consumption. Energy conservation reminders are placed to increase employees’ awareness of energy saving. We will consistently seek ways to improve energy efficiency and reduce energy consumption in our facilities in the future. The increase in energy consumption for the year ended 31 March 2021 was mainly attributable to the expansion of our personal loans business during the year.

A2. 資源使用

本集團視環保為可持續及負責任企業之重要元素。我們深明保障環境可持續發展至關重要，故於日常辦公室營運中推行各項措施，重視有效運用資源。我們明白到達致該等目標之關鍵在於員工參與。我們努力為實現長期可持續發展營造強調「綠色辦公室」政策之工作環境，有關政策包括一套旨在更有效運用資源之指引。我們亦鼓勵僱員參與資源保護活動，以促進節約資源。

能源耗用

本集團視環保為可持續及負責任企業之重要元素。為節約資源及實施節約能源措施，我們於整個業務發展及營運過程中積極推廣節約能源及減少排放物概念，並實施不同節約能源措施。

關於本集團能源耗用方面，汽油及購入電力分別主要源自汽車所用燃料及物業營運。本集團致力藉倡導各項節能策略減少能源耗用。舉例而言，我們選擇使用省電設施並減少所用設備數量；將長時間未使用之電腦切換至節能模式；關閉區內所有閒置電源。此外，我們將空調溫度維持在節能水平，以減少能源耗用。我們設有節能提示，以提高僱員之節能意識。我們日後將不斷尋求各種方法，以提高設施之能源效益及減少能源耗用。截至2021年3月31日止年度能源耗用增加，主要由於年內擴充私人貸款業務。

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The detail of energy consumption of the Group during the reporting period was as follows:

於報告期內，本集團能源耗用詳情如下：

Type of Energy 能源類別	Unit 單位	For the year ended 31 March 截至3月31日止年度	
		2021 2021年	2020 2020年
Purchased electricity 購入電力	MWh 兆瓦時	36.62	26.64
Petrol 汽油	MWh 兆瓦時	71.01	61.25
Total energy consumption 能源總耗量	MWh 兆瓦時	107.63	87.89
Energy consumption intensity 能源耗用密度	MWh/area in sq. ft. 兆瓦時／每平方呎面積	0.03	0.02

Water Consumption

Water is another important resource used during the daily operations. The business of our Group is operated in office premises where water supply is solely controlled by and centrally managed by the respective property management of the building. In this case, it is not feasible for the Group to provide all relevant water consumption data as there is no separate meter for the individual office unit to record water usage. In spite of this, we strive to prevent unnecessary water consumption by promptly reporting to the relevant department in case of a leaking faucet. We also actively raise employees' awareness of water saving through green office policies such as reminding employees to turn faucet off tightly and conducting regular inspection and maintenance of water facilities.

用水

水乃於日常營運中使用之另一重要資源。本集團於辦公室物業經營業務，而物業內之供水乃由樓宇各自之物業管理全權控制及集中管理。在此情況下，本集團無法提供所有相關用水數據，因為個別辦公室單位並無獨立儀錶記錄用水數據。儘管如此，我們致力透過即時向相關部門報告水龍頭滲漏情況，避免不必要用水。我們亦藉著綠色辦公室政策積極提高僱員之節水意識，例如提醒僱員關緊水龍頭以及定期檢查及維護供水設施。

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A3. THE ENVIRONMENT AND NATURAL RESOURCES

The Group's two main operating segments: (i) property mortgage loans and (ii) personal loans have no significant impact on the environment and natural resources. Notwithstanding, we continue to enhance the environmental awareness of our employees, customers, shareholders and business partners and enlist their supports in improving our environmental performance. With the integration of policies and measures to reduce air pollutants and GHG emissions, waste generation and resources consumption, we strive to enhance environmental sustainability and minimise our impacts on the environment. We will review our environmental policy from time to time and will consider implementing further eco-friendly measures and practices in order to enhance environmental sustainability.

B. SOCIAL ASPECTS

EMPLOYMENT AND LABOUR PRACTICES

B1. EMPLOYMENT

The Group believes people are our most important asset to the continuing development and success of our Group. As such, we aim to attract and motivate talents, maintain a safe and equal working environment and promote health and well-being of our employees. We pay special attention to its employees' rights and strictly complies with the Employment Ordinance, the Minimum Wage Ordinance, and other relevant regulations in Hong Kong. The staff handbook covers our Group's standard in respect of compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination and other benefits and welfare.

The Group strives to construct a diverse and inclusive workplace where all our employees are treated with dignity and respect. We strongly oppose to all discriminatory behaviour against any individual on their gender, age, nationality, race, colour, disability, creed, religion, sexual orientation, marital status or family status. The principle of equal opportunities is applied in all employment practices, including but not limited to recruitment, promotion and transfer, work allocation, benefits and training and development.

A3. 環境及天然資源

本集團旗下兩大經營分部(即(i)物業按揭貸款及(ii)私人貸款)對環境及天然資源均無任何重大影響。儘管如此，我們不斷提高僱員、客戶、股東及業務夥伴之環保意識，爭取其支持改善環境績效。隨著納入政策及措施以減少空氣污染物及溫室氣體排放、廢棄物產生以及資源耗用，我們矢志加強環境可持續發展及盡量降低對環境帶來之影響。我們將不時檢討環境政策，並將考慮實施其他環保措施及慣例，務求加強環境可持續發展。

B. 社會方面

僱傭及勞工常規

B1. 僱傭

本集團深信，員工為本集團持續發展及邁向成功之最重要資產。因此，我們努力吸引及留聘人才，並營造安全及平等的工作環境以及促進僱員身心健康。我們尤其注重僱員權利，並嚴格遵守《僱傭條例》、《最低工資條例》及香港其他相關規例。員工手冊載列本集團有關薪酬及解僱、招聘及晉升、工作時數、假期、平等機會、多元化、反歧視以及其他待遇及福利之標準。

本集團竭力建立多元化及共融的工作環境，禮待及尊重全體僱員。我們強烈反對一切因任何個別人士之性別、年齡、國籍、種族、膚色、傷健、信仰、宗教、性取向、婚姻狀況或家庭狀況而出現之歧視行為。所有僱傭常規均應用平等機會原則，包括但不限於招聘、晉升及調遷、工作分配、福利以及培訓及發展。

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The Group has formulated competitive remuneration packages to retain and motivate employees in achieving key goals of our Group. We provide remuneration for our employees according to their qualifications, experience, performance, job duties and service years as well as to the market benchmark. We perform salary reviews on an annual basis to ensure our remuneration practices are competitive and aligned with market rates. In addition to salary, we provide mandatory provident fund, allowances, required social security benefits, medical benefits and variable incentive-based remuneration such as discretionary bonus to our employees. Employees are also entitled to various types of leave including annual leave, sick leave, maternity leave and paternity leave.

The Group acknowledges the importance of work-life balance and strives to maintain a supportive and relaxing working environment for our employees. We organise activities such as an annual dinner for employees to relax and to strengthen their sense of belonging. In addition to those specified in the Employment Ordinance, we provide paid or partially paid leave and support services or activities for our employees to handle urgent personal and family matters. We also provide family care and supports to our employees and/or their family members to bring a positive impact on their family life.

We are committed to building a pleasant working environment to enhance the happiness of our employees. Our principal subsidiary, Hong Kong Finance has received the “Happy Company” 2018 logo issued by the Promoting Happiness Index Foundation and the Hong Kong Productivity Council as an encouragement for our commitment to create a happy workplace for our employees.

During the reporting period, we were not aware of any non-compliance with the relevant laws and regulations that had significant impact on our Group relating to compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, diversity, anti-discrimination and other benefits and welfare. Any changes of employment terms will be notified to staff and agreed in writing to protect the lawful rights and interests of all employees.

本集團已制定具競爭力之薪酬組合以留聘及激勵僱員達成本集團之主要目標。我們根據僱員之資歷、經驗、表現、工作職責及年資以及市場標準提供薪酬。我們每年檢討薪資，確保其薪酬常規具競爭力及符合市場水平。除薪金外，我們為僱員提供強制性公積金、津貼、必要社會保障福利、醫療福利及浮動獎勵酬金（如酌情花紅）。僱員亦有權享有各類假期，包括年假、病假、產假及待產假。

本集團了解工作與生活平衡至關重要，致力為僱員營造充滿支持及輕鬆的工作環境。我們舉辦年度晚宴等活動，以供僱員放鬆心情及增強其歸屬感。除《僱傭條例》所訂明者外，我們向僱員提供有薪或部分帶薪休假，並提供支援服務或活動，以便其處理緊急個人及家庭事務。我們亦向僱員及／或其家庭成員提供家庭護理及支援，對彼等之家庭生活產生積極影響。

我們銳意打造愉快的工作環境，為僱員謀求幸福。旗下主要附屬公司香港信貸已獲香港提升快樂指數基金與香港生產力促進局頒發2018「開心工作間」標誌，鼓勵我們致力為僱員營造愉快的工作環境。

於報告期內，本集團並不知悉任何未遵守有關薪酬及解僱、招聘及晉升、工作時數、假期、平等機會、多元化、反歧視以及其他待遇及福利之相關法律及法規而對本集團產生重大影響之情況。僱傭條款如有任何變動，將會通知員工並以書面協定，以保障所有僱員之法定權利及權益。

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As at 31 March 2021, the employee compositions (in percentage) by gender, employee category, age group, geographical region, employment category and employment mode were as follows:

於2021年3月31日，按性別、僱員類別、年齡組別、地區、僱傭類別及僱傭模式劃分之僱員組成情況（按百分比計算）如下：

Employee compositions 僱員組成情況	For the year ended 31 March 截至3月31日止年度	
	2021 2021年	2020 2020年
By gender 按性別劃分		
• Male 男性	54%	55%
• Female 女性	46%	45%
By age group 按年齡組別劃分		
• Age 30 or below 30歲或以下	11%	12%
• Age 31–40 31至40歲	46%	40%
• Age 41–50 41至50歲	19%	21%
• Age 51 or above 51歲或以上	24%	27%
By geographical region 按地區劃分		
• Hong Kong 香港	100%	100%
By employment category 按僱傭類別劃分		
• Senior management 高級管理層	24%	24%
• Middle management 中級管理層	35%	30%
• General staff 普通僱員	41%	46%
By employment mode 按僱傭模式劃分		
• Full-time staff 全職員工	100%	100%
• Part-time staff 兼職員工	–	–

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The employee turnover rates by gender, age group and geographical region at the end of the reporting period were as follows:

於報告期末，按性別、年齡組別及地區劃分之僱員流失比率如下：

Turnover rates (%) 流失比率 (%)	For the year ended 31 March 截至3月31日止年度	
	2021 2021年	2020 2020年
By gender 按性別劃分		
• Male 男性	16%	17%
• Female 女性	–	19%
By age group 按年齡組別劃分		
• 30 years old or below 30歲或以下	–	20%
• 31–40 years old 31至40歲	7%	17%
• 41–50 years old 41至50歲	29%	25%
• 51 years old or above 51歲或以上	–	13%
Overall 合計	9%	18%

B2. HEALTH AND SAFETY

The Group takes into consideration every precaution to establish a healthy and safe working environment for its employees. We place the highest priority on securing the health and safety of all employees. In order to ensure occupational health and safety of our employees, we strictly comply with the rules and guidelines stipulated in the Occupational Safety and Health Ordinance by the Labour Department in Hong Kong and any other applicable laws and regulations.

Besides, with the aim to provide and maintain a safe and healthy working environment for employees, the Group implements “Occupational Safety and Health Policy” to protect them from work-related injury. We support a culture that enhances the health and safety awareness of our employees in order to minimise the risk of work-related injury. We also provide medical benefits for our employees and establish work arrangement for typhoon and rainstorm warning. Besides, we place great emphasis on the employees’ mental wellness. We provide information and services regarding stress management and mental wellness counselling for our employees to relieve stress and to promote mental wellness.

During the reporting period, our Group was not aware of any non-compliance with the relevant laws and regulations that had significant impact on our Group in providing a safe and healthy working environment.

B2. 健康與安全

本集團會考慮一切預防措施，以為僱員營造健康及安全之工作環境。我們將確保所有僱員之健康與安全置於首位。為確保僱員之職業健康與安全，我們嚴格遵守香港勞工處之《職業安全及健康條例》內訂定之規則及指引以及任何其他適用法律及法規。

此外，本集團奉行「職業安全及健康政策」，以保障僱員免受工傷，務求為僱員提供及維持安全健康之工作環境。我們推舉提高僱員健康與安全意識之文化，盡量降低工傷風險。我們亦為僱員提供醫療福利，並制定颱風及暴雨警告下之工作安排。此外，我們非常重視僱員心理健康。我們為僱員提供有關壓力管理及心理健康諮詢之資訊及服務，以舒緩壓力並促進心理健康。

於報告期內，本集團並不知悉任何未遵守有關提供安全及健康工作環境之相關法律及法規而對本集團產生重大影響之情況。

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B3. DEVELOPMENT AND TRAINING

The Group believes that knowledge and skills of our employees are vital to our continued business growth and success. We have established a “Staff Training and Development Policy” to support our employees in the performance of their designated roles and help them to fulfill their potential during the course of their employment. We provide diversified on-the-job trainings for our employees and continue to improve the training system in order to enhance their requisite knowledge and skills in discharging their duties.

The detailed breakdown of the percentage of employees trained and the average training hours completed per employee by gender and employee category was as follows:

B3. 發展及培訓

本集團相信，僱員之知識及技能對業務蒸蒸日上及邁向成功至關重要。我們已制定「員工培訓及發展政策」，支持僱員於受僱期間履行指定職責並協助彼等發揮潛力。我們為僱員提供多元化在職培訓，並持續改善培訓制度，務求增進其履行職責所需知識及技能。

按性別及僱員類別劃分之受訓僱員百分比及每名僱員完成之平均培訓時數明細詳列如下：

Training 培訓	For the year ended 31 March 截至3月31日止年度			
	Average training hours (hours/employee) 平均培訓時數 (小時/僱員)		Percentage of employee trained (%) 受訓僱員百分比 (%)	
	2021 2021年	2020 2020年	2021 2021年	2020 2020年
By gender 按性別劃分				
• Male 男性	1.21	3.77 ³	100%	100% ³
• Female 女性	–	–	–	–
By employment category 按僱員類別劃分				
• Senior management 高級管理層	2.7	4.38 ³	100%	44% ³
• Middle management 中級管理層	–	1.60 ³	–	44% ³
• General staff 普通僱員	–	1.00 ³	–	12% ³

³ The data of 2020 has been restated for comparative purpose for adoption of the latest methodology recommended by the ESG Reporting Guidance of the Listing Rules for the computation of average training hours and percentage of employee trained.

³ 2020年數據乃就計算平均培訓時數及受訓僱員百分比而採取上市規則之《環境、社會及管治報告指引》所建議的最新方法而重列作比較用途。

B4. LABOUR STANDARDS

The Group respects the human rights of employees, and is strongly against the employment of child labour and forced labour. We strictly emphasise on the prohibition of engaging child labour and forced labour. Adhering to the Employment Ordinance and the Employment of Children Regulations in Hong Kong, we strictly prohibit recruitment of individuals under the age of 15. According to our “Human Resources Policy Guidelines”, job applicants are required to present their identity documents for age verification during recruitment process.

The Group is committed to respecting the freedom of employees and prohibiting all forms of forced labour. All work should be performed on a voluntary basis and the working hours are regulated in the staff handbook.

During the reporting period, our Group was not aware of any non-compliance with relevant laws and regulations related to recruitment of child labour or forced labour practices.

OPERATING PRACTICES

B5. SUPPLY CHAIN MANAGEMENT

As a financial services provider, the Group mainly works with third party services providers which provide services such as information technology services, property management services, advertising service and legal and consulting services. We also work with suppliers that supply office equipment, printing and stationery. During the primary engagement process, we select more than one supplier for comparison purpose and to ensure fair selection. With the implementation of our “Environmental Procurement Policy”, we strive to minimize our impacts on the environment by supporting and giving priority to purchase recycled and environmental-friendly products.

B4. 勞工標準

本集團尊重僱員人權，並強烈反對僱用童工及強制勞工。我們嚴格禁止僱用童工及強制勞工。我們遵循香港《僱傭條例》及《僱用兒童規例》，嚴禁僱用未滿15歲之人士。根據「人力資源政策指引」，求職者須於招聘過程中出示其身份證明文件以供核實年齡。

本集團致力尊重僱員之自由，並禁止一切形式之強制勞工。所有工作均為自願執行，而工作時間則受到員工手冊規管。

於報告期內，本集團並不知悉任何未遵守有關僱用童工或強制勞工之相關法律及法規之情況。

營運慣例

B5. 供應鏈管理

作為金融服務供應商，本集團主要與提供資訊科技服務、物業管理服務、廣告服務、法律及諮詢服務等服務之第三方服務供應商合作。本集團亦與供應辦公設備、印刷及文具之供應商合作。在初步委聘過程中，我們會選擇多於一名供應商以作比較及確保公平甄選。透過推行「環境採購政策」，並支持優先採購回收及環保產品，我們盡量減低對環境帶來之影響。

B6. PRODUCT RESPONSIBILITY

The Group regards service quality as a key competitive advantage of its business. We continue to provide high-quality services in order to enhance customer satisfaction. We strictly comply with relevant laws and regulations, including but not limited to the Money Lenders Ordinance, the Personal Data (Privacy) Ordinance, the Trade Description Ordinance and the Copyright Ordinance in Hong Kong. During the reporting period, our Group was not aware of any non-compliance regarding product responsibility.

Quality Management

The Group has implemented a “Quality Management Policy” to ensure the continual delivery of high-quality services to our customers. We continuously provide value-added features on our websites, such as mortgage calculator, online property valuation and online loan application, aiming to offer excellent customer experience and surpass customers’ expectations where possible.

The Group believes the opinions from customers can drive our continuous improvement and are essential to our pursuit for excellence. We welcome the opinions from customers by establishing various communication channels with customers, such as customer service hotline, email, WhatsApp, WeChat and Facebook. We have also established a customer service survey form on our website to understand the needs of our customers and improve our service quality.

Customer Data Protection and Privacy

The Group acknowledges that data privacy is a critical issue for financial services industry and we place great importance on the data protection of our customers. We adhere to the Personal Data (Privacy) Ordinance in Hong Kong and take high precaution in ensuring data confidentiality to avoid misuse or leakage of personal data. The confidential personal data is handled with due care and kept in a locked cabinet. We have incorporated our requirements into staff handbook and requires employees to abide by the guidance on prohibiting any unauthorised disclosure of confidential information. In addition, we have included the purpose of personal data collection in the loan application form to ensure our customers are aware of it.

B6. 產品責任

本集團視服務質素為旗下業務之主要競爭優勢。我們不斷提供優質服務，藉以提高客戶滿意程度。我們嚴格遵守相關法律及法規，包括但不限於香港《放債人條例》、《個人資料(私隱)條例》、《商品說明條例》及《版權條例》。於報告期內，本集團並不知悉任何有關產品責任之違規情況。

質量管理

本集團已實施「質量管理政策」，確保持續向客戶提供優質服務。我們努力不懈透過旗下網站提供按揭計算器、網上物業估值及網上貸款申請等增值功能，旨在為客戶提供最佳體驗並盡可能超越客戶期望。

本集團深信，客戶提出之意見推動我們不斷進步，對我們追求卓越只關重要。我們透過設立客戶服務熱線、電郵、WhatsApp、微信及Facebook等與客戶溝通之渠道，鼓勵客戶提出意見。我們亦於網站設有客戶服務調查表格，以期了解客戶需要及改善服務質素。

客戶資料保護及私隱

本集團深明資料私隱乃金融服務業之關鍵議題，並極為重視保護客戶資料。我們遵循香港《個人資料(私隱)條例》，採取高度預防措施確保資料保密，以免濫用或洩露個人資料。機密個人資料均獲審慎處理，並存置在上鎖的文件櫃內。我們已將其規定載入員工手冊，並要求僱員遵守指引，禁止出現任何未經授權披露機密資料之情況。此外，我們於貸款申請表格載列以確保客戶知悉收集個人資料之目的。

B7. ANTI-CORRUPTION

The Group is committed to upholding the high standards of business ethics and integrity in the conduct of our Group's business and operation. We strictly comply with all applicable laws and regulations, including the Prevention of Bribery Ordinance in Hong Kong. Our standards towards anti-corruption and business ethics, incorporated into the staff handbook, are communicated and reinforced to our employees. Employees shall not solicit or accept any forms of bribing benefits, including banquets, cash, gifts, rebates and commissions. If any case of suspected corruption or other criminal offence is discovered, it will be reported to the Independent Commission Against Corruption or other relevant authorities.

The Group aims to avoid being directly or indirectly involved in corrupt practices. Hence, we have established a "Guideline on Anti-Money Laundering and Counter-Terrorist Financing", which covers procedures for customer due diligence and reporting suspicious transaction, to prevent and detect any money laundering and terrorist financing.

Customer Due Diligence

Prior to accepting customers' loan application, the Group carries out Know-Your-Client procedures to verify the identity of customers and assess the risks associated with the customers by using documents, data and information obtained from reliable and independent sources, such as government and public authorities. We verify the identity of individual customers by inspecting their Hong Kong Identity Cards and proofs of residential address. For corporate customers, we verify their identity by inspecting their Certificates of Incorporation and/or Business Registration Certificates. For the individual who is acting on the authority of the customer, we will also verify his/her identity and examine whether he/she has the authority to act for that customer.

In addition, the Group conducts checking on land register to verify the ownership of the properties and ascertain whether the properties are under any charges. For body corporate customers, we enquire the ownership structures of the body corporate. We do not allow anonymous customer account to be set up, and all loan repayments from customers are made by cheques with their own bank accounts and payable to us or our solicitors.

B7. 反貪污

本集團矢志在業務營運過程中秉持高水平之商業道德及誠信。我們嚴格遵守所有適用法律及法規，包括香港《防止賄賂條例》。我們有關反貪污及商業道德之標準已載入員工手冊，並與僱員溝通及加強有關方面。僱員不得索取或收受任何形式之賄賂利益，包括宴請、現金、禮物、回扣及佣金。如發現任何懷疑干犯貪污或其他刑事罪行之情況，將向廉政公署或其他相關當局舉報。

本集團之目標為避免直接或間接參與貪污行為。因此，我們已制定「反洗黑錢及反恐怖分子融資活動指引」，其中涵蓋客戶盡職審查及報告可疑交易程序，以防止及發現任何洗黑錢及恐怖分子融資活動。

客戶盡職審查

在接受客戶之貸款申請前，本集團會執行「認識你的客戶」程序，使用來自政府及公營機構等可靠及獨立渠道之文件、數據及資料，以核實客戶身份及評估與客戶有關之風險。我們透過檢查個人客戶之香港身份證及住址證明，並透過檢查企業客戶之公司註冊證書及／或商業登記證書，以核實客戶身份。就獲客戶授權代其行事之人士而言，我們亦會核實其身份並查核其是否獲客戶授權代其行事。

此外，本集團會進行土地查冊，以核實物業之擁有權及確定有關物業是否涉及任何抵押。就法團客戶而言，我們將查詢該法團之擁有權架構。我們不容許設立匿名客戶賬戶，而客戶亦須使用其本身銀行賬戶開出之支票向我們或其律師償還所有貸款。

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORT

環境、社會及管治報告

Suspicious Transactions Reporting

Upon any suspected or confirmed case of property representing the proceeds of crime or terrorist property, employees are required to immediately report to the Group's top management in accordance with our internal guideline. The Group will promptly report the suspicious transactions to the Joint Financial Intelligence Unit⁴ using the standard form or e-channel "STREAMS".

During the reporting period, the Group was not aware of any non-compliance with the relevant laws and regulations that had significant impact on the Group relating to bribery, extortion, fraud and money laundering. There was no legal case regarding corruption practices brought against our Group during the reporting period.

COMMUNITY

B8. COMMUNITY INVESTMENT

As a socially responsible corporate citizen, the Group strives to contribute back to the society and bring a positive impact on the community. A "Community Involvement Policy" is in place to encourage and support community development initiatives. Our principal subsidiary, Hong Kong Finance Company limited has been awarded the "Caring Company" logo by the Hong Kong Council of Social Service for six consecutive years in recognition of our contribution to society and serving of the community by donating to different institutions.

In addition, the Group encourages its employees to dedicate their time and skills to participate in different voluntary activities and be aware of community needs. We also encourage our employees, customers and business partners to make donations in supporting the sustainable development of the community. For example, the Group donated HKD139,000 and HKD5,940 to Po Leung Kuk and Yan Tak Charity Fund Limited in Hong Kong respectively during the reporting period.

報告可疑交易

根據我們的內部指引，當僱員懷疑或確定任何物業為犯罪得益或恐怖分子物業，須即時向本集團高級管理層匯報。本集團將從速採用標準形式或電子渠道「可疑交易報告管理系統」向聯合財富情報組⁴報告可疑交易。

於報告期內，本集團並不知悉任何未遵守有關賄賂、勒索、欺詐及洗黑錢之相關法律及法規而對本集團產生重大影響之情況。於本年度，本集團亦無牽涉任何有關貪污之法律案件。

社區

B8. 社區投資

作為對社會負責任之企業公民，本集團致力回饋社會，並為社區帶來積極影響。我們已制定「社區參與政策」，以鼓勵及支援社區發展措施。旗下主要附屬公司香港信貸財務有限公司已連續六年獲得香港社會服務聯會之「商界展關懷」標誌，表揚我們對社區作出貢獻及服務社區。

本集團鼓勵僱員奉獻其時間及技能參與不同義工活動，並了解社區需求。我們亦鼓勵僱員、客戶及業務夥伴捐款，以支持社區可持續發展。例如，本集團於報告期內於香港分別向保良局及仁德慈善基金有限公司捐款139,000港元及5,940港元。

⁴ Joint Financial Intelligence Unit is a unit jointly operated by the Hong Kong Police Force and the Hong Kong Customs and Excise Department. Its role is to receive, analyse and store suspicious transactions reports and to disseminate them to the appropriate investigative unit.

⁴ 聯合財富情報組由香港警務處與香港海關共同管理，其職責在於接收、分析及儲存可疑交易報告，並且將可疑交易報告送交適當的調查小組處理。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

EXECUTIVE DIRECTORS

Mr. Chan Koung Nam (陳光南), aged 65, is our executive Director who was appointed to the Board in 2013. Mr. Chan is also acting as a director of various subsidiaries of our Company. He is the brother of Mr. Chan Kwong Yin William and one of the founders of our Group. Mr. Chan has extensive experience in money lending business and is responsible for the strategic planning and overall development of our Group.

Mr. Chan is one of the substantial Shareholders (as defined under the Listing Rules). He owns 50% of the issued share capital of Tin Ching Holdings which is one of the substantial Shareholders. Details of his interest in the Shares and underlying Shares have been disclosed in the section headed “Report of the Directors” under the sub-sections headed “Directors’ and Chief Executives’s Interests and/or Short Positions in Shares and Underlying Shares or any other associated corporation” and “Substantial Shareholders’ Interests and/or short positions in Shares and Underlying Shares” respectively.

Mr. Chan Kwong Yin William (陳光賢), aged 56, is our executive Director who was appointed to the Board in 2013. Mr. Chan is also acting as a director of various subsidiaries of our Company and is the Chairman of the Board. Mr. Chan is the brother of Mr. Chan Koung Nam and one of the founders of our Group. He has extensive experience in money lending business and is responsible for overseeing our Group’s business operation and development as well as monitoring our Group’s corporate strategy and administration. He also supervises the formulation of our Group’s marketing strategy and the execution of the relevant marketing programs.

Mr. Chan is one of the substantial Shareholders (as defined under the Listing Rules). He owns 50% of the issued share capital of Tin Ching Holdings which is one of the substantial Shareholders. Details of his interest in the Shares and underlying Shares have been disclosed in the section headed “Report of the Directors” under the sub-sections headed “Directors’ and Chief Executives’s Interests and/or Short Positions in Shares and Underlying Shares or any other associated corporation” and “Substantial Shareholders’ Interests and/or short positions in Shares and Underlying Shares” respectively.

Mr. Tse Pui To (謝培道), aged 55, is our executive Director and the Chief Executive Officer who was appointed to the Board in 2013. Mr. Tse joined our Group in 2002 and is responsible for managing our Group’s business operation with focus on our loan sales, aftersales activities and other administrative functions. Prior to joining our Group, he worked as and held senior positions in various financial institutions. Mr. Tse possesses extensive experience in corporate finance activities and business promotions.

執行董事

陳光南先生，65歲，於2013年獲委任加入董事會為我們的執行董事。陳光南先生亦出任本公司多間附屬公司之董事。彼為陳光賢先生之胞兄並為本集團創辦人之一。陳光南先生在放債業務方面具備豐富經驗，負責本集團策略性規劃及整體發展。

陳光南先生為其中一名主要股東(定義見上市規則)。彼於其中一名主要股東天晶控股之已發行股本中擁有50%權益。有關彼於股份及相關股份的權益詳情分別於標題為「董事會報告」項下「董事及最高行政人員於股份及相關股份或任何其他相聯法團之權益及／或淡倉」及「主要股東於股份及相關股份之權益及／或淡倉」分節內披露。

陳光賢先生，56歲，於2013年獲委任加入董事會為我們的執行董事。陳光賢先生亦出任本公司多間附屬公司之董事，並擔任董事會主席。陳光賢先生為陳光南先生之胞弟並為本集團創辦人之一。陳光賢先生在放債業務方面具備豐富經驗，負責監管本集團之業務營運和發展，並監察本集團之企業策略和管理。彼亦負責監督本集團營銷策略的制訂及相關營銷計劃的執行。

陳光賢先生為其中一名主要股東(定義見上市規則)。彼於其中一名主要股東天晶控股之已發行股本中擁有50%權益。有關彼於股份及相關股份的權益詳情分別於標題為「董事會報告」項下「董事及最高行政人員於股份及相關股份或任何其他相聯法團之權益及／或淡倉」及「主要股東於股份及相關股份之權益及／或淡倉」分節內披露。

謝培道先生，55歲，於2013年獲委任加入董事會為我們的執行董事兼行政總裁。謝先生於2002年加入本集團，負責管理本集團之業務營運，主要管理我們之貸款銷售、售後活動及其他行政職務。加入本集團之前，彼曾任職於若干金融機構，並擔任高級職位。謝先生於企業融資活動及業務推廣方面擁有豐富經驗。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Chan Siu Wing Raymond (陳兆榮), aged 56, is our independent non-executive Director who was appointed to the Board in 2013. Currently Mr. Chan is an independent non-executive director of each of Nature Home Holding Company Limited (stock code: 2083) and Quali-Smart Holdings Limited (stock code: 1348), the shares of these two companies are listed on the Main Board of the Stock Exchange. He is also an independent non-executive director of Phoenitron Holdings Limited (stock code: 8066), the shares of which are listed on the GEM of the Stock Exchange.

Mr. Chan possesses solid experience in the profession of accounting, taxation, finance and trusts. He obtained a bachelor of economics degree from the University of Sydney. Mr. Chan is a member of both HKICPA and the Macau Society of Certified Practising Accountants.

Mr. Chu Yat Pang Terry (朱逸鵬), aged 49, is our independent non-executive Director, who was appointed to the Board in 2013. Currently Mr. Chu is an independent non-executive director of each of Ten Pao Group Holdings Limited (stock code: 1979) and AB Builders Group Limited (stock code: 1615), the shares of these two companies are listed on the Main Board of the Stock Exchange. He is also a managing director of Halcyon Capital Limited which specialises in initial public offerings and corporate advisory in mergers and acquisitions.

Mr. Chu possesses solid experience in corporate finance and auditing. He has worked for an international accounting firm and other corporate finance departments of listed financial institutions in Hong Kong.

Mr. Chu graduated from The University of Western Ontario in Canada with a bachelor of arts degree, and from The University of Hull in the United Kingdom with a master of business administration (investment and finance) degree. He also obtained a diploma in accounting from the School of Business and Economics of the Wilfrid Laurier University in Canada. Mr. Chu is a member of HKICPA.

Mr. Cheung Kok Cheong (張國昌), aged 63, is our independent non-executive Director who was appointed to the Board in 2013. Mr. Cheung is also a practicing solicitor of the High Court of Hong Kong since 1993. Currently he is a partner of S. H. Chan & Co., a solicitors' firm in Hong Kong.

Mr. Cheung obtained a bachelor of arts degree from the University of Hong Kong and a bachelor of laws degree from the University of London. He was thereafter awarded the postgraduate certificate in laws by the University of Hong Kong.

獨立非執行董事

陳兆榮先生，56歲，於2013年獲委任加入董事會為我們的獨立非執行董事。目前，陳兆榮先生為大自然家居控股有限公司(股份代號：2083)及滉達富控股有限公司(股份代號：1348)各自之獨立非執行董事。此兩間公司之股份皆在聯交所主板上市。彼亦為品創控股有限公司(股份代號：8066)之獨立非執行董事，該公司股份在聯交所GEM上市。

陳兆榮先生在會計、稅務、財務及信託行業具備紮實經驗。彼於悉尼大學取得經濟學學士學位。陳兆榮先生為香港會計師公會會員及澳門會計師公會會員。

朱逸鵬先生，49歲，於2013年獲委任加入董事會為我們的獨立非執行董事。目前，朱先生為天寶集團控股有限公司(股份代號：1979)及奧邦建築集團有限公司(股份代號：1615)各自之獨立非執行董事。此兩間公司之股份皆在聯交所主板上市。彼亦為鎧盛資本有限公司之董事總經理，該公司致力於首次上市公開發售以及為企業提供併購諮詢。

朱先生在企業融資及審計方面累積紮實經驗。他曾於一間國際會計師事務所及其他香港上市金融機構之企業融資部任職。

朱先生畢業於加拿大西安大略大學，獲文學士學位，並畢業於英國赫爾大學，獲工商管理碩士(投資及財務學)學位。彼亦於加拿大威爾弗雷德勞里埃大學獲經商學院之會計文憑。朱先生為香港會計師公會會員。

張國昌先生，63歲，於2013年獲委任加入董事會為我們的獨立非執行董事。張先生自1993年起亦為香港高等法院之執業律師。目前，彼為香港律師事務所陳淑雄律師行之合夥人。

張先生於香港大學取得文學學士學位，並於倫敦大學取得法學學士學位。彼隨後獲香港大學頒授法學專業證書。

DIRECTORS AND SENIOR MANAGEMENT

董事及高級管理層

SENIOR MANAGEMENT

Mr. Hui Chun Ho Eric (許俊浩), aged 46, is the Financial Controller and Company Secretary of our Group. Mr. Hui joined our Group in 2012 and is responsible for the overall financial accounting and reporting, corporate finance and company secretarial matters of our Group.

Mr. Hui possesses solid experience in auditing, financial accounting and reporting, company secretarial matters and corporate finance matters. Prior to joining our Group, he worked for an international accounting firm and held several senior positions in other listed companies in Hong Kong.

Mr. Hui is a fellow member of both The Association of Chartered Certified Accountants and HKICPA, and an associate of The Taxation Institute of Hong Kong. He obtained a bachelor of arts degree in accountancy from The Hong Kong Polytechnic University and a master of business administration with distinction from The University of Manchester, United Kingdom.

Mr. Chan Siu Fai (陳少輝), aged 58, is the Senior Mortgage Sales Manager of our Group. Mr. Chan joined our Group in 2000 and is responsible for administering the mortgage loan sales and credit assessment of our Group's lending business.

Mr. Choi Tak On Jobby (蔡德安), aged 52, is the Senior Mortgage Sales Manager of our Group. Mr. Choi joined our Group in 2005 and is responsible for administering the mortgage loan sales and credit assessment of our Group's lending business.

高級管理層

許俊浩先生，46歲，為本集團的財務總監及公司秘書。許先生於2012年加入本集團，負責本集團之整體財務會計及報告、企業融資及公司秘書事宜。

許先生在審計、財務會計及報告、公司秘書工作以及企業融資方面擁有紮實經驗。在加入本集團之前，彼曾於一間國際會計師事務所任職，並曾於其他香港上市公司擔任若干高級職位。

許先生為特許公認會計師公會資深會員、香港會計師公會資深會員及香港稅務學會會員。彼於香港理工大學取得會計學文學士學位，並以優異成績獲英國曼徹斯特大學頒授工商管理碩士學位。

陳少輝先生，58歲，為本集團的高級按揭銷售經理。陳少輝先生於2000年加入本集團，負責管理本集團放債業務之按揭貸款銷售及信貸評估。

蔡德安先生，52歲，為本集團的高級按揭銷售經理。蔡先生於2005年加入本集團，負責管理本集團放債業務之按揭貸款銷售及信貸評估。

REPORT OF THE DIRECTORS

董事會報告

Our Directors are pleased to present the report of the directors together with the audited financial statements of our Group for the year ended 31 March 2021.

PRINCIPAL ACTIVITIES

The principal activity of our Company is investment holding. The principal activities of our subsidiaries are set out in Note 18 to the financial statements. There were no significant changes in the nature of our Group's principal activities during the year.

RESULTS

The results of our Group for the year ended 31 March 2021 are set out in the "Consolidated Statement of Comprehensive Income".

ANNUAL GENERAL MEETING

The annual general meeting of our Company will be held on Thursday, 2 September 2021 (the "AGM"). The notice of AGM, which constitutes part of the circular to the Shareholders, will be published on the websites of our Company and of the Stock Exchange, and despatched to our Shareholders together with our Company's 2021 annual report in due course.

DIVIDENDS

An interim dividend of HK1.3 cents per Share for the six months ended 30 September 2020 had been paid to our Shareholders on 19 January 2021. The Board recommended the payment of a final dividend of HK1.3 cents per Share for the year ended 31 March 2021, subject to shareholders' approval at the AGM. The proposed final dividend will be paid on Friday, 8 October 2021.

CLOSURES OF REGISTER OF MEMBERS

The register of members of the Company will be closed during the following periods, and no transfers of shares of the Company will be effected during such periods:

- (i) from Monday, 30 August 2021 to Thursday, 2 September 2021, both days inclusive, for the purpose of ascertaining shareholders' entitlement to attend and vote at the AGM. In order to be entitled to attend and vote at the AGM, all transfers of ordinary shares of the Company, duly accompanied by the relevant share certificates, must be lodged with the Hong Kong branch share registrar and transfer office of the Company, Union Registrars Limited (the "Branch Share Registrar"), at Suites 3301-04, 33/F., Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong for registration no later than 4:00 p.m. on Friday, 27 August 2021; and

董事欣然呈報董事會報告，連同本集團截至2021年3月31日止年度之經審核財務報表。

主要業務

本公司主要業務為投資控股。附屬公司主要業務詳情載於財務報表附註18。年內，本集團主要業務之性質並無任何重大變動。

業績

本集團截至2021年3月31日止年度之業績載於「綜合全面收入表」。

股東週年大會

本公司將於2021年9月2日(星期四)舉行股東週年大會(「股東週年大會」)。股東週年大會之通告(構成致股東通函之一部分)將於適當時候登載於本公司及聯交所網站，並連同本公司之2021年報一併寄發予股東。

股息

截至2020年9月30日止六個月之中期股息每股1.3港仙已於2021年1月19日派付予股東。董事會建議就截至2021年3月31日止年度派發末期股息每股1.3港仙，惟須待股東於股東週年大會上批准後，方可作實。建議末期股息將於2021年10月8日(星期五)派付。

暫停過戶登記

本公司之股東名冊將於下列期間暫停辦理股份過戶登記手續，期間將不會登記本公司股份之過戶：

- (i) 由2021年8月30日(星期一)至2021年9月2日(星期四)(首尾兩天包括在內)，以確定股東可出席股東週年大會並於會上投票之資格。為確保可出席股東週年大會並於會上投票之資格，所有本公司普通股過戶文件連同有關股票，必須不遲於2021年8月27日(星期五)下午4時正前送交本公司之香港股份過戶登記分處聯合證券登記有限公司(「過戶登記分處」)辦理登記，地址為香港北角英皇道338號華懋交易廣場2期33樓3301-04室；及

REPORT OF THE DIRECTORS

董事會報告

(ii) from Thursday, 9 September 2021 to Monday, 13 September 2021, both days inclusive, for the purpose of ascertaining shareholders' entitlement to the proposed final dividend. In order to determine entitlements to the proposed final dividend for the year ended 31 March 2021, all transfers of ordinary shares of the Company, duly accompanied by the relevant share certificates, must be lodged with the Branch Share Registrar at the address set out above for registration no later than 4:00 p.m. on Wednesday, 8 September 2021.

DONATIONS

Charitable and other donations made by our Group during the year amounted to HK\$145,000 (2020: HK\$168,000).

BUSINESS REVIEW

Details of our business review as at 31 March 2021 are set out in the preceding section headed "Management Discussion and Analysis". These discussions form part of this "Report of the Directors".

PRINCIPAL PROPERTIES

Details of our principal properties held for investment purposes are set out in the section headed "Schedule of Investment Properties".

SHARE ISSUED IN THE YEAR

Details of the share issued in the year ended 31 March 2021 are set out in Note 27 to the financial statements.

DISTRIBUTABLE RESERVES

Distributable reserves of our Company at 31 March 2021, calculated under the legislation applicable in Company's place of incorporation, amounted to HK\$371,760,000 (2020: HK\$367,770,000) before the proposed final dividend for the year ended 31 March 2021.

EQUITY LINKED AGREEMENTS

Details of the share option scheme is set out in Note 28 to the financial statements and in this section headed "Share Option Scheme". No share options were granted and outstanding during the year. All share options outstanding in last year was lapsed on 31 March 2020.

PRE-EMPTIVE RIGHTS

There is no provision for pre-emptive rights under the Company's memorandum and articles of association and there was no restriction against such rights under the laws of Cayman Islands, which would oblige our Company to offer new shares on a pro-rata basis to existing Shareholders.

(ii) 由2021年9月9日(星期四)至2021年9月13日(星期一)(首尾兩天包括在內),以確定股東可享有截至2021年3月31日止年度建議末期股息之資格。為釐定可享有建議末期股息之資格,所有本公司普通股過戶文件連同有關股票,必須不遲於2021年9月8日(星期三)下午4時正前送交過戶登記分處辦理登記,地址如上載述。

捐款

年內,本集團作出慈善及其他捐款145,000港元(2020年:168,000港元)。

業務回顧

於2021年3月31日之業務回顧詳情載於前部標題為「管理層討論及分析」內。此等討論構成本「董事會報告」之一部分。

主要物業

持作投資用途之主要物業詳情載於標題為「投資物業列表」內。

年內發行股份

截至2021年3月31日止年度發行股份之詳情載於財務報表附註27。

可分派儲備

於2021年3月31日,按照本公司註冊成立地點適用法律計算,本公司扣除截至2021年3月31日止年度建議末期股息前之可分派儲備為371,760,000港元(2020年:367,770,000港元)。

股票掛鈎協議

購股權計劃詳情載於財務報表附註28及於本節標題為「購股權計劃」內。年內,並無已授出及尚未行使之購股權。去年所有尚未行使購股權已於2020年3月31日失效。

優先購買權

本公司之組織章程大綱及細則並無優先購買權之規定,開曼群島法律亦無限制有關權利,致使本公司毋須按持股比例向現有股東發售新股。

REPORT OF THE DIRECTORS

董事會報告

FIVE-YEAR FINANCIAL SUMMARY

A summary of the results and of the assets and liabilities of our Group for the last five financial years is set out section headed “Five-year Financial Summary”.

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

Neither our Company nor any of our subsidiaries purchased, sold or redeemed any of our Company's listed securities during the year ended 31 March 2021.

SHARE OPTION SCHEME

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

The purpose of the Share Option Scheme is to provide incentives to those participants who made contributions to our Group with a view to motivating them and/or attracting and retaining them for the long term growth of our Group. The Board may, at its absolute discretion, grant options pursuant to the Share Option Scheme to any Director (whether executive or non-executive or independent non-executive), employee (whether full time or part time), officer, consultant, customer, supplier, agent, partner or adviser of or contractor to our Group or any entity in which our Company or any subsidiary holds any interest whom the Board determines on the basis of contribution or potential contribution to the development and growth of our Group.

The subscription price per share under the Share Option Scheme shall be determined by the Board, but shall not be less than the highest of (a) the closing price of the shares of our Company as stated in the Stock Exchange's daily quotations sheet on the date of the offer of grant of an option (the “Offer Date”), which must be a business date; (b) the average closing price of the shares of our Company as stated in the Stock Exchange's daily quotation sheets for the five business days immediately preceding the Offer Date; and (c) the nominal value of a share of our Company.

A nominal consideration of HK\$1.00 is payable on acceptance of the grant of an option.

五年財務概要

本集團於過去五個財政年度之業績以及資產及負債概要載於標題為「五年財務概要」內。

購買、出售或贖回本公司上市證券

本公司或其任何附屬公司於截至2021年3月31日止年度概無購買、出售或贖回本公司任何上市證券。

購股權計劃

購股權計劃主要條款概述如下：

購股權計劃設立目的為向曾對本集團作出貢獻之參與者提供獎勵，以期為本集團之長期增長鼓勵彼等及／或吸引及留聘彼等。根據購股權計劃，董事會可全權酌情授出購股權予任何董事（不論為執行或非執行或獨立非執行董事）、本集團或本公司或任何附屬公司持有任何權益之任何實體之僱員（不論全職或兼職）、高級職員、諮詢人、客戶、供應商、代理、合夥人或顧問或承辦商，由董事會基於對本集團發展及增長之貢獻或潛在貢獻而釐定。

購股權計劃項下之每股認購價將由董事會釐定，惟不得低於以下最高者：(a)本公司股份於授出購股權要約日期（「要約日期」）（必須為營業日）在聯交所每日報價表所列之收市價；(b)本公司股份於緊接要約日期前五個營業日在聯交所每日報價表所列之平均收市價；及(c)本公司股份面值。

接納授出之購股權時須支付象徵式代價1.00港元。

REPORT OF THE DIRECTORS

董事會報告

The total number of shares of our Company which may be issued upon exercise of all options (exclusive of options which have lapsed in accordance with the terms of the Share Option Scheme and any other share option scheme of our Group) to be granted under the Share Option Scheme and any other share option schemes of our Group shall not in aggregate exceed 10% of the shares of our Company in issue as at the date of approval of the refreshment by the Shareholders.

Our Company may seek approval of our Shareholders in general meeting for refreshing the 10% limit set out hereinabove such that the total number of shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other share option schemes of our Company under the limit as refreshed shall not exceed 10% of the total number of shares in issue as at the date of approval to refresh such limit. Share options previously granted under the Share Option Scheme and any other share option schemes (including those outstanding, cancelled, lapsed in accordance with the Share Option Scheme or any other share option schemes or exercised options) will not be counted for the purpose of calculating such limit as refreshed.

The overall limit on the number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other share option schemes of our Company shall not, in aggregate, exceed such number of shares as equals 30% of the shares in issue from time to time. No option may be granted under this Share Option Scheme or any other share option scheme of our Company if it would result in the above-mentioned 30% limit being exceeded.

The total number of shares issued and which may fall to be issued upon exercise of the options granted under the Share Option Scheme and any other share option scheme of our Group (including both exercised or outstanding options) to each participant in any 12-month period shall not exceed 1% of the issued shares for the time being.

An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period to be determined and notified by the Board to each grantee, which period may commence on a day after the date upon which the offer for the grant of options is made but shall end in any event not later than 10 years from the date of grant of the option subject to the provisions for early termination thereof. No further options may be granted more than 10 years after 4 September 2013.

Subject to earlier termination by our Company in general meeting or by the Board, the Share Option Scheme shall be valid and effective for a period of 10 years from 4 September 2013.

可能因行使根據購股權計劃及本集團任何其他購股權計劃授出之全部購股權(不包括根據購股權計劃及本集團任何其他購股權計劃之條款已失效之購股權)而發行之本公司股份總數,合共不得超過股東批准更新當日已發行之本公司股份10%。

本公司可在股東大會徵求股東批准更新上述10%限額,惟在經更新限額項下根據購股權計劃及本公司任何其他購股權計劃將予授出之所有購股權獲行使而可能發行之股份總數,不得超過於批准更新有關限額當日已發行股份總數之10%,而就計算該經更新限額而言,早前根據購股權計劃及任何其他購股權計劃授出之購股權(包括根據購股權計劃或任何其他購股權計劃尚未行使、已註銷或已失效或已行使之購股權)將不會計算在內。

根據購股權計劃及本公司任何其他購股權計劃已授出而尚未行使之所有購股權獲行使時可能發行之股份數目之整體限額,合共不得超過相等於不時已發行股份之30%之有關股份數目。倘會導致超出上述30%之限額,則不會根據本購股權計劃或本公司任何其他購股權計劃授出購股權。

於任何12個月期間因行使根據購股權計劃及本集團任何其他購股權計劃獲授之購股權(包括已行使或尚未行使之購股權)而向每名參與者發行及可能發行之股份總數,不得超過當時已發行股份之1%。

任何購股權可於董事會確定並通知各承授人之期限內任何時間,根據購股權計劃之條款行使,有關期限可自授出購股權要約當日後開始,但無論如何須不遲於授出購股權當日起計滿10年終止,惟其提前終止條文另有規定則除外。不得於2013年9月4日起計10年後進一步授出購股權。

除本公司於股東大會或董事會提前終止外,購股權計劃自2013年9月4日起計10年有效。

REPORT OF THE DIRECTORS

董事會報告

During the year ended 31 March 2021, no option was granted or agreed to be granted pursuant to the Share Option Scheme. As at 31 March 2021, there were no outstanding share options.

DIRECTORS

The Directors of our Company during the year and up to the date of this annual report were:

Executive Directors:

Mr. Chan Koung Nam
Mr. Chan Kwong Yin William (*Chairman*)
Mr. Tse Pui To (*Chief Executive Officer*)

Independent Non-executive Directors:

Mr. Chan Siu Wing Raymond
Mr. Chu Yat Pang Terry
Mr. Cheung Kok Cheong

Pursuant to Article 84 of the Articles of Association of our Company, at each annual general meeting one-third of the directors for the time being (or, if their number is not a multiple of three, the number nearest to but not less than one-third) shall retire from office by rotation provided that every director shall be subject to retirement at an annual general meeting at least once every three years. A retiring director shall be eligible for re-election at such meeting. Accordingly, Mr. Chan Koung Nam (Executive Director) and Mr. Chan Kwong Yin William (Chairman and Executive Director) will retire and, being eligible, offer themselves for re-election at the forthcoming annual general meeting of the Company.

Our Company has received, from each of the independent non-executive Directors, an annual confirmation of his independence pursuant to Rule 3.13 of the Listing Rules. Our Company considers all of the independent non-executive Directors to be independent during the year ended 31 March 2021 and up to the date of this Directors' Report.

截至2021年3月31日止年度，概無根據購股權計劃授出或同意授出購股權。於2021年3月31日，概無購股權尚未行使。

董事

本公司於年內及直至本年報日期之董事如下：

執行董事：

陳光南先生
陳光賢先生(主席)
謝培道先生(行政總裁)

獨立非執行董事：

陳兆榮先生
朱逸鵬先生
張國昌先生

根據本公司組織章程細則第84條，佔當時三分之一的董事(或倘人數並非三之倍數，則按最接近但不少於三分之一之人數計)將於每屆股東週年大會輪席告退，惟每名董事須至少每三年於股東週年大會退任一次。退任董事將符合資格於會上接受重選。因此，陳光南先生(執行董事)及陳光賢先生(主席兼執行董事)將於本公司應屆股東週年大會退任，並符合資格及願意重選連任。

根據上市規則第3.13條，各獨立非執行董事已向本公司發出年度獨立確認書。本公司認為所有獨立非執行董事於截至2021年3月31日止年度及截至本董事會報告日期均屬獨立人士。

REPORT OF THE DIRECTORS

董事會報告

DIRECTORS' SERVICE CONTRACTS

Each of the executive Directors has entered into a service agreement with our Company for an initial term of three years and shall continue thereafter unless terminated by not less than three months prior written notice or otherwise in accordance with the service agreement. Each of the executive Directors will receive a monthly salary subject to annual review by the Board and the remuneration committee of the Board. Each of the executive Directors is also entitled to a discretionary bonus as may be determined by the Board and the remuneration committee of the Board after each completed year of service provided that the aggregate amount of discretionary bonuses payable in each financial year to all executive Directors shall not exceed five per cent of the audited consolidated net profit attributable to owners of our Company but before extraordinary or exceptional items of the relevant financial year. Each of the executive Directors is also entitled to a guaranteed bonus which is equivalent to one-month salary.

Our Group has provided quarters located in Hong Kong to executive Directors, namely Mr. Chan Koung Nam and Mr. Chan Kwong Yin William as part of the remuneration of their directorships in our Group.

Each of the independent non-executive Directors has signed a letter of appointment with our Company for an initial term of two years and may be terminated by not less than three months (save for the notice period which is one month for Mr. Chan Siu Wing Raymond) prior written notice or otherwise in accordance with the relevant letter of appointment. The annual fees payable by our Company to the independent non-executive Directors is an aggregate amount according to the letters of appointment.

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

DIRECTORS' RIGHT TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed in the Share Option Scheme above, at no time during the year was our Company, nor any of our subsidiaries, fellow subsidiaries or our parent company a party to any arrangements to enable the Directors to acquire benefits by means of the acquisition of shares or debentures of our Company or any other body corporate; and none of the Directors, or their spouses or children under the age of 18, had any right to subscribe for the securities of our Company, or had exercised any such right during the year ended 31 March 2021.

董事服務合約

各執行董事已與本公司訂立服務協議，初步為期三年，並可續任直至透過發出不少於三個月之事先書面通知或根據服務協議另行終止。各執行董事將可獲得之月薪均須經董事會及其薪酬委員會按年審閱。各執行董事亦可就全年服務後享有董事會及其薪酬委員會可能釐定之酌情花紅，惟於各財政年度應付予所有執行董事之酌情花紅總額，不得超過本公司擁有人應佔經審核綜合純利(但未扣除相關財政年度之非經常性或特殊項目)之百分之五。各執行董事亦可享有相當於一個月薪資之保證花紅。

本集團已分別向執行董事陳光南先生及陳光賢先生在香港提供宿舍，作為其擔任本集團董事之一部分薪酬。

各獨立非執行董事已與本公司訂定委聘書，初步為期兩年，並可透過發出不少於三個月(陳兆榮先生之通知期為一個月)之事先書面通知或根據相關委聘書另行終止。本公司應向獨立非執行董事支付之年度袍金總額已於委聘書列明。

建議於本公司應屆股東週年大會重選之董事概無與本公司訂有未屆滿而本公司不可於一年內在毋須支付補償(法定補償除外)下終止之服務合約。

董事收購股份或債權證之權利

除上述購股權計劃所披露者外，本公司、其任何附屬公司、同系附屬公司或母公司概無於年內任何時間訂立任何安排，以使董事透過收購本公司或任何其他實體公司之股份或債權證獲取利益；且概無董事或其配偶或未滿18歲之子女於截至2021年3月31日止年度擁有任何可認購本公司證券之權利，亦無行使任何有關權利。

REPORT OF THE DIRECTORS

董事會報告

DIRECTORS' MATERIAL INTERESTS IN TRANSACTIONS, ARRANGEMENTS AND CONTRACTS THAT ARE SIGNIFICANT IN RELATION TO OUR COMPANY'S BUSINESS

Save for disclosed elsewhere in this annual report, no other transactions, arrangements and contracts of significance to which our Company, any of our subsidiaries, fellow subsidiaries or our parent company was a party and in which a Director had a material interest, whether directly or indirectly, subsisted at the end of the financial year or at any time during the year.

DIRECTORS' INTERESTS IN COMPETING BUSINESS

During the year under review, no Directors have interests in any business which directly or indirectly competes, or is likely to compete with the business of our Group.

PERMITTED INDEMNITY PROVISION

The Company's Articles of Association provides that every Director of our Company shall be entitled to be indemnified and secured harmless out of the assets and profits of our Company from and against any liability incurred by them or any one of them as holder of any such office or appointment to a third party.

A permitted indemnity provision is in force as at the date of this report and was in force throughout the year for the benefit of all the Directors pursuant to the directors' and officers' liability insurance arranged by our Company.

BIOGRAPHICAL DETAILS OF DIRECTORS AND SENIOR MANAGEMENT

Brief biographical details of Directors and senior management are set out in the preceding section headed "Directors and Senior Management".

CHANGE IN INFORMATION OF DIRECTORS

Upon specific enquiry by the Company and confirmations from Directors, there is no change in the information of the Directors required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules since the publication of 2020 annual report of the Company.

董事於對本公司業務而言屬重大之交易、安排及合約中之重大權益

除本年報其他章節所披露者外，本公司、其任何附屬公司、同系附屬公司或母公司概無訂立董事於其中擁有重大權益（無論直接或間接）且於財政年度結算日或於年內任何時間存續之其他重大交易、安排及合約。

董事於競爭業務之權益

於回顧年度內，概無董事於任何對本集團業務直接或間接構成競爭或可能構成競爭之業務中擁有權益。

獲准許彌償條文

本公司組織章程細則訂明，本公司每名董事應有權就彼等或其中任何人士在出任其職位或委任時招致任何須對第三方承擔之負債獲得以本公司之資產及溢利作出之彌償。

於本報告日期一項獲准許彌償條文根據由本公司安排之董事及高級職員責任保險為全體董事之利益生效並於全年有效。

董事及高級管理層之履歷詳情

董事及高級管理層之簡歷詳情載於前部標題為「董事及高級管理層」內。

董事資料變動

本公司作出特定查詢及經董事確認後，根據上市規則第13.51B(1)條須予披露之本公司董事資料自本公司2020年年報刊發以來並無變動。

REPORT OF THE DIRECTORS

董事會報告

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND/OR SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OR ANY OTHER ASSOCIATED CORPORATION

As at 31 March 2021, the interests and/or short positions of each Director and the chief executive of our Company in the shares and underlying shares of our Company and our associated corporations (within the meaning of Part XV of SFO) which were (i) recorded in the register kept by our Company pursuant to Section 352 of the SFO; or (ii) notified to our Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO and the Model Code, were as follows:

Interest in the Company (long position)

董事及最高行政人員於股份及相關股份或任何其他相聯法團之權益及／或淡倉

於2021年3月31日，本公司各董事及最高行政人員於本公司及其相聯法團（定義見證券及期貨條例第XV部）之股份及相關股份擁有(i)根據證券及期貨條例第352條規定本公司存置之登記冊所記錄之權益及／或淡倉；或(ii)根據證券及期貨條例第XV部第7及8分部以及標準守則之規定已知會本公司及聯交所之權益及／或淡倉如下：

於本公司之權益（好倉）

Name of Directors 董事姓名	Shares/ Equity derivatives 股份／ 股權衍生工具	Beneficial owner 實益擁有人	Number of Shares and underlying shares held ('000) 所持股份及相關股份數目（千股）	
			Interest in a controlled corporation 於受控制 法團權益	Total (% of the issued share capital of the Company) 總計 (佔本公司已發行 股本之百分比)
Chan Koung Nam 陳光南	Ordinary shares 普通股	–	300,000 (Note 附註)	300,000 (72.29%)
Chan Kwong Yin William 陳光賢	Ordinary shares 普通股	5,760	300,000 (Note 附註)	305,760 (73.68%)

Note:

These shares of the Company are held by Tin Ching Holdings. Each of Mr. Chan Koung Nam and Mr. Chan Kwong Yin William owns 50% of the issued share capital of Tin Ching Holdings. By virtue of the provisions of Part XV of the SFO, both Mr. Chan Koung Nam and Mr. Chan Kwong Yin William are deemed to be interested in all the shares of the Company in which Tin Ching Holdings is interested or deemed to be interested.

Save as disclosed above, none of our Directors or the chief executive of the Company had registered any interest or short positions in the shares or underlying shares of the Company or any of its associated corporations that was required to be recorded pursuant to Section 352 of the SFO and the Hong Kong Companies Ordinance (Cap. 622), or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

附註：

該等本公司股份由天晶控股持有。陳光南先生及陳光賢先生分別擁有天晶控股已發行股本的50%。根據證券及期貨條例第XV部的條文，陳光南先生及陳光賢先生均被視為於天晶控股擁有或視為擁有權益的所有本公司股份中擁有權益。

除上文所披露者外，概無本公司董事或最高行政人員於本公司或其任何相聯法團之股份或相關股份中，登記擁有根據證券及期貨條例第352條及香港公司條例（第622章）須予記錄之任何權益或淡倉，或根據標準守則須知會本公司及聯交所之權益或淡倉。

REPORT OF THE DIRECTORS

董事會報告

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

As at 31 March 2021, so far as is known to the Directors, the following persons (other than a director or chief executive of our Company), who had interests and/or short positions in the shares or the underlying shares of our Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO, or as recorded in the register required to be kept under Section 336 of the SFO:

主要股東於股份及相關股份之權益及／或淡倉

於2021年3月31日，據董事所知，以下人士（本公司董事或最高行政人員除外）擁有本公司之股份或相關股份之權益及／或淡倉，須根據證券及期貨條例第XV部第2及3分部之條文予以披露，或根據證券及期貨條例第336條規定記錄於規定存置之登記冊內：

Name of substantial shareholders	Shares/ Equity derivatives	Number of Shares and underlying shares held ('000)		Interest in a controlled corporation	Total (% of the issued share capital of the Company)
		Beneficial owner	所持股份及相關股份數目(千股)		
主要股東姓名／名稱	股份／ 股權衍生工具	實益擁有人		於受控制 法團權益	總計 (佔本公司已發行 股本之百分比)
Tin Ching Holdings 天晶控股	Ordinary shares 普通股	300,000		–	300,000 (72.29%)
Chan Koung Nam 陳光南	Ordinary shares 普通股	–		300,000	300,000 (72.29%)
Chan Kwong Yin William 陳光賢	Ordinary shares 普通股	5,760		300,000	305,760 (73.68%)
Head and Shoulders Global Investment Fund SPC – HS Powered Alpha Segregated Portfolio	Ordinary shares 普通股	20,772		–	20,772 (5.01%)

Save as disclosed above, as at 31 March 2021, there was no other person (other than the Directors or the chief executive of the Company) who had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed 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 under Section 336 of the SFO.

除上文所披露者外，於2021年3月31日，概無其他人士（董事或本公司最高行政人員除外）於本公司之股份或相關股份中，擁有須根據證券及期貨條例第XV部第2及3分部之條文予以披露，或已記入本公司根據證券及期貨條例第336條須存置之登記冊內之權益或淡倉。

REPORT OF THE DIRECTORS

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MANAGEMENT CONTRACTS

No contracts concerning the management and administrative of the whole or any substantial part of the business of our Company were entered into or existed during the year ended 31 March 2021.

MAJOR CUSTOMERS

During the year, our top five customers (as determined by interest income generated) accounted for approximately 9.6% (2020: 12.0%) of our total revenue, and our single largest customer accounted for approximately 2.2% (2020: 2.1%) of our total revenue.

All of our top five customers were third parties independent to our Company and its connected person(s) or associate(s). To the best of our Directors' knowledge, information and belief, none of our Group, our Directors, members of our senior management, and their respective associates and Shareholders who own more than 5% of the issued Shares, had any interest in or financial or business relationship with any of our Group's top five customers during the year ended 31 March 2021.

NON-COMPETITION UNDERTAKING

Each of our Controlling Shareholders, namely Tin Ching Holdings, Mr. Chan Koung Nam and Mr. Chan Kwong Yin William, has entered into a Deed of Non-competition in favour of our Company, pursuant to which each of the Controlling Shareholders, irrevocably and unconditionally, undertakes and covenants with each of our Company and our subsidiaries that as long as the Shares remain so listed on the Stock Exchange and he/it and his/its associates, individually or collectively with any other Controlling Shareholder(s) is, directly or indirectly, interested in 30% or more of the Shares in issue, or is otherwise regarded as a Controlling Shareholder (as that term is defined under the Listing Rules from time to time) of our Company, each of the Controlling Shareholders shall not, and shall procure that none of his/its associated (excluding any members of our Group) shall, among others:

- (a) directly or indirectly engage, participate or hold any right or interest in or render any services to or otherwise be involved in any business in competition with or likely to be in competition with the existing business activity and any business activities undertaken by our Group from time to time (the "Restricted Business") which any member of our Group may undertake in the future in Hong Kong except for the holding of not more than 5% shareholding interests in any listed company in Hong Kong;
- (b) take any direct or indirect action which constitutes an interference with or a disruption to the Restricted Business including, but not limited to, solicitation of the customers, suppliers or staff of our Group; and

管理合約

截至2021年3月31日止年度，本公司並無就整體或任何重要部分業務之管理及行政工作訂立或存有任何合約。

主要客戶

於本年度，我們之五大客戶（按所產生利息收入釐定）佔我們總收益約9.6%（2020年：12.0%），而我們之單一最大客戶則佔我們總收益約2.2%（2020年：2.1%）。

五大客戶均為獨立於本公司及其關連人士或聯繫人之第三方。據董事所知、所悉及所信，本集團、董事、高級管理層成員及彼等各自之聯繫人，以及擁有已發行股份5%以上之股東，於截至2021年3月31日止年度概無於本集團五大客戶中擁有任何權益或與之維持任何財務或業務關係。

不競爭承諾

控股股東天晶控股、陳光南先生及陳光賢先生已各自以本公司為受益人訂立不競爭契據，據此，各控股股東不可撤回及無條件地分別向本公司及其附屬公司承諾及契諾，只要股份仍在聯交所上市，而彼及其聯繫人個別或聯同任何其他控股股東直接或間接擁有已發行股份30%或以上權益，或基於其他理由被視作本公司之控股股東（定義見不時之上市規則），各控股股東將不會，並將促使其聯繫人（不包括本集團任何成員公司）不會（其中包括）：

- (a) 除持有不多於香港任何上市公司5%股權外，直接或間接從事及參與與本集團之現有業務活動及本集團不時從事之任何業務活動構成競爭或可能構成競爭之業務（「受限制業務」）（本集團任何成員公司日後於香港可能從事之業務），或於其中持有任何權利或權益或向其提供任何服務或以其他方式參與有關業務；
- (b) 採取任何對受限制業務構成干擾或阻礙之直接或間接行動，包括但不限於招攬本集團之客戶、供應商或員工；及

REPORT OF THE DIRECTORS

董事會報告

(c) exploit his/its knowledge or information obtained from our Group to compete, directly or indirectly, with the business carried on by our Group from time to time.

An annual confirmation has been received from each of the Controlling Shareholders on compliance with each of their respective undertakings under the Deeds of Non-competition.

The independent non-executive Directors have reviewed the compliance with the Deed of Non-competition by the Controlling Shareholders and confirmed that the Deed of Non-competition is fully complied with and duly enforced during the year.

CONNECTED TRANSACTIONS

A summary of the related party transaction, which also constituted connected transactions as defined under the Listing Rules, entered into by our Group during the year ended 31 March 2021 is contained in Note 35 to the financial statements.

The following summarised continuing connected transactions of the Group during the year ended 31 March 2021. The Directors confirm that the Company has complied with the disclosure requirements in accordance with Chapter 14A of the Listing Rules.

Fully exempted continuing connected transaction

On 1 April 2021, HK Finance (as borrower), our Company (as guarantor) and Tin Ching Industrial (as lender) entered into the loan agreement, pursuant to which Tin Ching Industrial agreed to provide the loan facility of up to HK\$200,000,000 to HK Finance for the money lending business of our Group at an interest rate of 0.5% per annum over the HK\$ prime rate quoted by DBS (Hong Kong) Limited for a term subject to review by Tin Ching Industrial at any time but in any event no later than one year after the date of the loan agreement.

As Tin Ching Industrial is a wholly-owned subsidiary of Tin Ching Holdings which is the substantial Shareholder of our Company and is a connected person (as defined under the Listing Rules), accordingly the loan agreement constitutes a continuing connected transaction for providing financial assistance to our Company under Chapter 14A of the Listing Rules. However, as the loan facility is provided by Tin Ching Industrial for our Group's and Shareholders' benefits, and on normal or better commercial terms to our Company where no security over our Group's assets is granted in respect of the loan facility, the loan agreement as continuing connected transaction is fully exempt from reporting, announcement and independent shareholders' approval requirements pursuant to Rule 14A.90 of the Listing Rules.

(c) 將自本集團獲得之知識或資訊用於與本集團不時從事之業務直接或間接競爭。

本公司已接獲各控股股東就遵守彼等各自於不競爭契據項下所作承諾而發出之年度確認函。

獨立非執行董事已審視控股股東遵守不競爭契據之情況，並確認不競爭契據於年內獲全面遵守及妥為執行。

關連交易

本集團於截至2021年3月31日止年度訂立之關聯方交易亦構成上市規則所界定關連交易，有關概要載於財務報表附註35。

下文概述本集團於截至2021年3月31日止年度之持續關連交易。董事確認，本公司已遵守上市規則第14A章之披露規定。

獲全面豁免之持續關連交易

於2021年4月1日，香港信貸(作為借款人)、本公司(作為擔保人)及天晶實業(作為貸款人)訂立貸款協議，據此，天晶實業同意向香港信貸提供貸款融資，金額最多為200,000,000港元，用於本集團放債業務，年利率為星展銀行(香港)有限公司所報之港元最優惠利率加年利率0.5%，期限可由天晶實業於任何時間檢討，惟無論如何不得遲於貸款協議日期後一年。

由於天晶實業為本公司主要股東天晶控股之全資附屬公司，屬上市規則所界定關連人士，因此，根據上市規則第14A章，貸款協議構成向本公司提供財務資助之持續關連交易。然而，由於貸款融資乃天晶實業為本集團及股東之利益按一般或對本公司而言屬更佳之商業條款提供，且毋須就貸款融資抵押本集團資產，根據上市規則第14A.90條，作為持續關連交易之貸款協議獲全面豁免遵守申報、公佈及獨立股東批准之規定。

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The aforesaid continuing connected transaction has been reviewed by the independent non-executive Directors of our Company. The independent non-executive Directors confirmed that the aforesaid continuing connected transaction was entered into (a) in the ordinary and usual course of business of our Group and under arm's length negotiations; (b) either on normal commercial terms or on terms no less favourable to our Group than terms available to or from independent third parties; and (c) in accordance with the loan agreement governing them on terms that are fair and reasonable and in the interests of our Shareholders as a whole.

Our Directors confirms that our Company has complied with the requirements of Chapter 14A of the Listing Rules in relation to the connected transactions to which our Company was a party during the year ended 31 March 2021.

SUFFICIENCY OF PUBLIC FLOAT

Based on information that is publicly available to our Company and within the knowledge of the Directors, our Company has maintained a sufficient public float of its issued shares in the Stock Exchange throughout the year ended 31 March 2021 and up to the date of this annual report.

AUDITORS

The financial statements of our Company have been audited by PricewaterhouseCoopers, who retire and, being eligible, offer themselves for re-appointment.

On behalf of the Board

Chan Kwong Yin William
Chairman

Hong Kong, 24 June 2021

上述持續關連交易已由本公司之獨立非執行董事審閱。獨立非執行董事確認，上述持續關連交易乃(a)於本集團日常及一般業務過程中按公平基準磋商；(b)按一般商業條款或對本集團不遜於獨立第三方獲得或給予之條款；及(c)根據規管有關交易之貸款協議訂立，其條款誠屬公平合理，且符合股東整體利益。

董事確認本公司於截至2021年3月31日止年度遵守上市規則第14A章有關本公司所訂關連交易之披露規定。

足夠公眾持股量

根據本公司所得公開資料，且據董事所知，本公司於截至2021年3月31日止年度及截至本年報日期，已於聯交所就其已發行股份維持足夠公眾持股量。

核數師

本公司之財務報表已由羅兵咸永道會計師事務所審核，其將退任且符合資格並願意獲續聘。

代表董事會

主席
陳光賢

香港，2021年6月24日

INDEPENDENT AUDITOR'S REPORT

獨立核數師報告



羅兵咸永道

To the Shareholders of Hong Kong Finance Group Limited
(incorporated in the Cayman Islands with limited liability)

致：香港信貸集團有限公司之股東
(於開曼群島註冊成立之有限公司)

OPINION

What we have audited

We have audited the consolidated financial statements of Hong Kong Finance Group Limited (the “Company”) and its subsidiaries (the “Group”) set out on pages 77 to 152, which comprise:

- the consolidated statement of financial position as at 31 March 2021;
- the consolidated statement of comprehensive income for the year then ended;
- the consolidated statement of changes in equity for the year then ended;
- the consolidated statement of cash flows for the year then ended; and
- the notes to the consolidated financial statements, which include a summary of significant accounting policies and other explanatory information.

Our opinion

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 31 March 2021, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and have been properly prepared in compliance with the disclosure requirements of the Hong Kong Companies Ordinance.

BASIS FOR OPINION

We conducted our audit in accordance with Hong Kong Standards on Auditing (“HKSA”) issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the HKICPA’s Code of Ethics for Professional Accountants (“the Code”), and we have fulfilled our other ethical responsibilities in accordance with the Code.

意見

我們已審計的內容

我們已審計第77至152頁所載香港信貸集團有限公司(「貴公司」)及其附屬公司(「貴集團」)之綜合財務報表包括：

- 於2021年3月31日之綜合財務狀況表；
- 截至該日止年度之綜合全面收入表；
- 截至該日止年度之綜合權益變動表；
- 截至該日止年度之綜合現金流量表；及
- 綜合財務報表附註，包括主要會計政策概要及其他說明資料。

我們的意見

我們認為，綜合財務報表已根據香港會計師公會(「香港會計師公會」)頒佈之香港財務報告準則(「香港財務報告準則」)真實而公平地反映貴集團於2021年3月31日之綜合財務狀況以及截至該日止年度之綜合財務表現及綜合現金流量，並已遵照香港公司條例之披露規定妥為擬備。

意見的基礎

我們已根據香港會計師公會頒佈之香港審計準則(「香港審計準則」)進行審計。在該等準則下，我們之責任在我們之報告內「核數師就審計綜合財務報表承擔之責任」一節中進一步闡述。

我們相信，我們所獲得審計憑證能充足及適當地為我們之意見提供基礎。

獨立性

根據香港會計師公會之《專業會計師道德守則》(「守則」)，我們獨立於貴集團，並已遵循守則履行守則中的其他專業道德責任。

INDEPENDENT AUDITOR'S REPORT

獨立核數師報告

KEY AUDIT MATTERS

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

Key audit matter identified in our audit relates to impairment assessment of loans and interest receivable.

關鍵審計事項

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

我們於審計中識別的關鍵審計事項與應收貸款及利息之減值評估有關。

Key Audit Matter

關鍵審計事項

Impairment assessment of loans and interest receivable
應收貸款及利息減值評估

Refer to Note 3.1(b) (credit risk), Note 4(a) (critical accounting estimates and judgements), Note 21 (loans receivable) and Note 23 (interest receivable) to the consolidated financial statements.

提述綜合財務報表附註3.1(b)(信貸風險)、附註4(a)(重要會計估計及判斷)、附註21(應收貸款)及附註23(應收利息)。

As at 31 March 2021, the Group's net loans and interest receivable amounted to HK\$817,553,000 and HK\$16,981,000, respectively.

於2021年3月31日，貴集團之應收貸款及利息淨額分別為817,553,000港元及16,981,000港元。

How our audit addressed the Key Audit Matter

我們的審計如何處理關鍵審計事項

We assessed management's assessment of provision for impairment of loans and interest receivable by performing the following procedures:

我們透過執行下列程序評估管理層就應收貸款及利息減值撥備作出之評估：

- obtained an understanding of management's internal control and assessment process of loss allowance for expected credit losses and assessed the inherent risk of material misstatement by considering the degree of estimation uncertainty and level of other inherent risk factors such as complexity, subjectivity, changes and susceptibility to management bias or fraud;
- 了解管理層對預計信貸損失的虧損撥備的內部控制及評估過程，並透過考慮估計不確定性程度及其他固有的風險因素水平(如複雜性、主觀性、變化及受管理層偏見或欺詐影響程度)評估重大錯報的固有風險；
- carried out procedures, on a sample basis, to test the existence and accuracy of the aging of loans and interest receivable applied in the Expected Credit Loss ("ECL") model and as at the consolidated statement of financial position date;
- 為應用於預計信貸損失模式之應收貸款及利息於綜合財務狀況表日期之賬齡是否存在及準確執行抽樣檢測程序；
- checked the valuation methodology and approach adopted by management in the ECL assessment;
- 檢查管理層於預計信貸損失評估採納之估值方法及方式；

INDEPENDENT AUDITOR'S REPORT

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KEY AUDIT MATTERS (Continued)

關鍵審計事項(續)

Key Audit Matter

關鍵審計事項

Impairment assessment of loans and interest receivable (Continued)

應收貸款及利息減值評估(續)

Management assessed the provision for impairment of loans and interest receivable based on the ECL model. In developing the loss allowance of loans and interest receivable, management use judgement in making the assumptions about the probability of default and loss given default with reference to the historical delinquency ratio of loans portfolio, collateral values used in the ECL model, probability of default and current and forward-looking information on macroeconomic factors.

管理層基於預計信貸損失模式評估應收貸款及利息減值撥備。在編製應收貸款及利息的虧損撥備時，管理層經參考貸款組合的過往拖欠比率、預計信貸損失模式所用抵押品價值、違約機率以及有關宏觀經濟因素的現有及前瞻性資料，使用判斷對違約機率及違約損失率作出假設。

We focused on this area because the carrying value of loans and interest receivable is significant to the consolidated financial statements and management's impairment assessment of loans and interest receivable require the use of significant judgments and estimates.

我們專注於此範疇之原因為應收貸款及利息之賬面值對綜合財務報表而言實屬重大，而管理層對應收貸款及利息的減值評估需運用重大判斷及估計。

How our audit addressed the Key Audit Matter

我們的審計如何處理關鍵審計事項

- evaluated and challenged the appropriateness of the key assumptions, such as historical delinquency ratio of loan portfolio, collateral values used in the ECL model, probability of default and current and forward-looking information with reference to the historical data and market economic data; and
- 評估及質疑主要假設是否合適，例如參考過往數據及市場經濟數據的貸款組合的過往拖欠比率、預計信貸損失模式所用抵押品價值、違約機率以及現有及前瞻性資料；及
- re-performed management's calculation of loss allowance under ECL model which grouped together all the receivables with similar risk characteristics based on the probability of default, exposure at default, loss given default, forward-looking information and other significant factors taken into account in estimating the ECL allowance.
- 重新計算管理層對預計信貸損失模式項下之虧損撥備，根據違約機率、違約風險、違約損失率、前瞻性資料以及估計預計信貸損失撥備時考慮之其他重大因素綜合所有信貸風險特徵類似之應收款項進行。

Based on the procedures described above, we considered the methodology used, key assumptions, judgments and estimates applied in the impairment assessment of loans and interest receivable were supportable by available evidence.

根據上述程序，我們認為評估應收貸款及利息減值時所採用方法、關鍵假設、判斷及估計乃有據可依。

INDEPENDENT AUDITOR'S REPORT

獨立核數師報告

OTHER INFORMATION

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

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

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

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

RESPONSIBILITIES OF DIRECTORS AND AUDIT COMMITTEE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

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

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

The Audit Committee is responsible for overseeing the Group's financial reporting process.

其他信息

貴公司董事須為其他信息負責。其他信息包括年報所載所有信息，惟不包括綜合財務報表及我們之核數師報告。

我們對綜合財務報表發表之意見並不涵蓋其他信息，我們亦不會就此發表任何形式之保證結論。

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

基於我們就本核數師報告日期前獲取的其他信息已執行的工作，如果我們認為其他信息存在重大錯誤陳述，我們需要報告該事實。在這方面，我們沒有任何報告。

董事及審核委員會就綜合財務報表須承擔之責任

貴公司董事須負責根據香港會計師公會頒佈的《香港財務報告準則》及香港《公司條例》的披露規定擬備真實而中肯的綜合財務報表，並對其認為為使綜合財務報表的擬備不存在由於欺詐或錯誤而導致的重大錯誤陳述所需的內部控制負責。

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

審核委員會負責監督 貴集團之財務申報程序。

INDEPENDENT AUDITOR'S REPORT

獨立核數師報告

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with Section 405 of the Hong Kong Companies Ordinance and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

核數師就審計綜合財務報表承擔之責任

我們的目標是對綜合財務報表整體是否不存在由於欺詐或錯誤而導致之重大錯誤陳述取得合理保證，並出具載有我們意見之核數師報告。我們根據香港《公司條例》第405條僅向整體股東匯報我們之意見，除此之外不作其他用途。我們並不就本報告之內容對任何其他人士負責或承擔責任。合理確定屬高層次之保證，惟根據香港審計準則進行之審計工作不能保證總能察覺所存在之重大錯誤陳述。錯誤陳述可因欺詐或錯誤而產生，倘個別或整體在合理預期情況下可影響使用者根據該等綜合財務報表作出之經濟決定時，則被視為重大錯誤陳述。

作為根據香港審計準則進行審計工作其中一環，我們於審計過程中運用專業判斷並保持專業懷疑態度。我們亦：

- 識別及評估由於欺詐或錯誤而導致綜合財務報表存在重大錯誤陳述之風險、設計及執行審計程序以應對該等風險，以及獲取充足和適當之審計憑證，作為我們意見之基礎。由於欺詐可能涉及串謀、偽造、蓄意遺漏、虛假陳述或凌駕內部監控之情況，故未能發現因欺詐而導致之重大錯誤陳述之風險高於未能發現因錯誤而導致之重大錯誤陳述之風險。
- 了解與審計相關之內部監控，以設計適當審計程序，惟並非旨在對貴集團之內部監控成效發表意見。
- 評估董事所採用會計政策是否恰當以及所作出會計估計及相關披露是否合理。
- 對董事採用持續經營會計基礎是否恰當作出結論，並根據所獲得審計憑證確定是否存在與可能導致對貴集團持續經營能力產生重大疑慮之事件或情況有關之重大不確定因素。倘我們認為存在重大不確定因素，則有必要在核數師報告中提請使用者注意綜合財務報表中之相關披露。倘有關披露不足，則修訂我們之意見。我們之結論乃基於截至核數師報告日期止所獲得之審計憑證。然而，未來事件或情況可能導致貴集團無法持續經營。

INDEPENDENT AUDITOR'S REPORT

獨立核數師報告

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

(Continued)

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

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

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

The engagement partner on the audit resulting in this independent auditor's report is Mr. Cheung Kin Bong.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 24 June 2021

核數師就審計綜合財務報表承擔之責任(續)

- 評估綜合財務報表之整體呈報方式、結構及內容，包括披露資料，以及綜合財務報表是否中肯反映相關交易及事件。
- 就 貴集團內實體或業務活動之財務資料獲取充足及適當審計憑證，以便對綜合財務報表發表意見。我們負責集團審計之方向、監督及執行。我們為審計意見承擔全部責任。

我們與審核委員會就(其中包括)審計之規劃範圍、時間安排及重大審計發現進行溝通，該等發現包括我們在審計過程中識別之任何重大內部監控缺失。

我們亦向審核委員會作出聲明，指出我們已符合有關獨立身分之相關道德要求，並與彼等溝通可能被合理認為會影響我們獨立身分之所有關係及其他事宜，以及在適用的情況下，用以消除對獨立身分產生威脅的行動或所採取的防範措施。

從與審核委員會溝通之事項中，我們釐定對本期綜合財務報表之審計至關重要之事項，因而構成關鍵審計事項。我們在核數師報告中描述該等事項，除非法律或法規不允許公開披露該等事項，或在極罕見情況下，倘合理預期在我們報告中傳達某事項所造成負面後果超出所產生公眾利益，則我們決定不應在報告中傳達該事項。

出具本獨立核數師報告之審計項目合夥人為張健邦先生。

羅兵咸永道會計師事務所
執業會計師

香港，2021年6月24日

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

綜合全面收入表

For the year ended 31 March 2021 截至2021年3月31日止年度

		Note	2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
		附註		
Revenue	收益	6	155,503	163,614
Other income	其他收入	6	3,902	725
Other gain	其他收益	6	–	14,164
Fair value losses on revaluation of investment properties	重估投資物業之公平值 虧損	17	(990)	(7,340)
Reversal of/(provision for) impairment and write-off of loans receivable, net	應收貸款減值撥回/(撥備)及 撇銷淨額	7	2,394	(19,158)
Administrative expenses	行政開支	8	(47,338)	(50,641)
Operating profit	經營溢利		113,471	101,364
Finance costs	融資成本	11	(25,676)	(35,146)
Profit before income tax	除所得稅前溢利		87,795	66,218
Income tax expense	所得稅開支	12	(14,577)	(10,723)
Profit and total comprehensive income for the year attributable to owners of the Company	本公司擁有人應佔 年度溢利及全面 收入總額		73,218	55,495
Earnings per share for profit attributable to owners of the Company	本公司擁有人應佔 溢利之每股盈利			
– Basic (HK cents)	– 基本(港仙)	13(a)	17.6	13.4
– Diluted (HK cents)	– 攤薄(港仙)	13(b)	17.6	13.4
Dividends	股息	14	10,790	10,790

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

綜合財務狀況表

As at 31 March 2021 於 2021 年 3 月 31 日

		Note 附註	2021 2021 年 HK\$'000 千港元	2020 2020 年 HK\$'000 千港元
Assets	資產			
Non-current assets	非流動資產			
Property, plant and equipment	物業、廠房及設備	16	74,105	75,140
Investment properties	投資物業	17	76,350	77,340
Financial asset at fair value through profit or loss	按公平值計入損益之金融資產	20	800	800
Loans receivable	應收貸款	21	264,241	197,889
Other asset	其他資產	22	–	1,054
Deferred income tax assets	遞延所得稅資產	33	749	791
Total non-current assets	非流動資產總額		416,245	353,014
Current assets	流動資產			
Loans receivable	應收貸款	21	553,312	737,896
Interest receivable	應收利息	23	16,981	19,840
Repossessed assets	收回資產	24	33,557	34,511
Prepayments, deposits and other receivables	預付款項、按金及其他應收款項	25	1,873	17,356
Tax recoverable	可收回稅項		–	424
Cash and cash equivalents	現金及現金等價物	26	80,023	15,279
Total current assets	流動資產總額		685,746	825,306
Total assets	資產總額		1,101,991	1,178,320
Equity	權益			
Equity attributable to the owners of the Company	本公司擁有人應佔權益			
Share capital	股本	27	4,150	4,150
Reserves	儲備	29	672,710	610,282
Total equity	權益總額		676,860	614,432

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

綜合財務狀況表

As at 31 March 2021 於2021年3月31日

		Note	2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
		附註		
Liabilities	負債			
Non-current liabilities	非流動負債			
Bonds	債券	32	22,954	99,513
Deferred income tax liabilities	遞延所得稅負債	33	3,168	2,902
Total non-current liabilities	非流動負債總額		26,122	102,415
Current liabilities	流動負債			
Other payable and accruals	其他應付款項及應計費用	30	7,006	5,550
Amount due to a fellow subsidiary	應付一間同系附屬公司款項	35(b)	128,840	126,246
Tax payable	應付稅項		8,248	6,474
Bank and other borrowings	銀行及其他借款	31	177,058	323,203
Bonds	債券	32	77,857	–
Total current liabilities	流動負債總額		399,009	461,473
Total liabilities	負債總額		425,131	563,888
Total equity and liabilities	權益及負債總額		1,101,991	1,178,320
Net current assets	流動資產淨額		286,737	363,833
Total assets less current liabilities	資產總額減流動負債		702,982	716,847

On behalf of the Board

代表董事會

Mr. Chan Kwong Yin William

陳光賢先生

Chairman

主席

Mr. Chan Koung Nam

陳光南先生

Executive director

執行董事

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

綜合權益變動表

For the year ended 31 March 2021 截至2021年3月31日止年度

		Attributable to owners of the Company 本公司擁有人應佔						
	Note 附註	Share capital 股本 HK\$'000 千港元	Share premium 股份溢價 HK\$'000 千港元	Capital reserve 資本儲備 HK\$'000 千港元	Share option reserve 購股權儲備 HK\$'000 千港元	Retained earnings 保留盈利 HK\$'000 千港元	Total 總計 HK\$'000 千港元	
Balance at 1 April 2019	於2019年4月1日之結餘	4,150	103,665	100,020	3,196	358,696	569,727	
Total comprehensive income for the year	年度全面收入總額	-	-	-	-	55,495	55,495	
Transactions with owners	與擁有人之交易							
Employee share option scheme:	僱員購股權計劃：							
— Expiry of share options	— 購股權屆滿	-	-	-	(3,196)	3,196	-	
Dividends relating to 2019	有關2019年之股息	14	-	-	-	(5,395)	(5,395)	
Dividends relating to 2020	有關2020年之股息	14	-	-	-	(5,395)	(5,395)	
Total transactions with owners, recognised directly in equity	與擁有人之交易總額，直接於權益確認	-	-	-	(3,196)	(7,594)	(10,790)	
Balance at 31 March 2020	於2020年3月31日之結餘	4,150	103,665	100,020	-	406,597	614,432	
Balance at 31 March 2020	於2020年3月31日之結餘	4,150	103,665	100,020	-	406,597	614,432	
Total comprehensive income for the year	年度全面收入總額	-	-	-	-	73,218	73,218	
Transactions with owners	與擁有人之交易							
Dividends relating to 2020	有關2020年之股息	14	-	-	-	(5,395)	(5,395)	
Dividends relating to 2021	有關2021年之股息	14	-	-	-	(5,395)	(5,395)	
Total transactions with owners, recognised directly in equity	與擁有人之交易總額，直接於權益確認	-	-	-	-	(10,790)	(10,790)	
Balance at 31 March 2021	於2021年3月31日之結餘	4,150	103,665	100,020	-	469,025	676,860	

CONSOLIDATED STATEMENT OF CASH FLOWS

綜合現金流量表

For the year ended 31 March 2021 截至2021年3月31日止年度

		Note	2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
		附註		
Cash flows from operating activities	經營業務之現金流量			
Cash generated from operations	經營所得現金	15(a)	257,513	15,944
Interest paid	已付利息		(24,378)	(33,849)
Hong Kong profits tax paid	已付香港利得稅		(12,071)	(582)
Net cash generated from/(used in) operating activities	經營業務所得/(所用)現金淨額		221,064	(18,487)
Cash flows from investing activities	投資業務之現金流量			
Purchase of property, plant and equipment	購買物業、廠房及設備		(1,979)	(243)
Disposal of a subsidiary	出售一間附屬公司	36	-	25,463
Net cash (used in)/generated from investing activities	投資業務(所用)/所得現金淨額		(1,979)	25,220
Cash flows from financing activities	融資業務之現金流量			
Repayment of bank and other borrowings	償還銀行及其他借款		(770,295)	(1,405,517)
Proceeds from new bank and other borrowings	新增銀行及其他借款所得款項		624,150	1,367,837
Increase in amount due to a fellow subsidiary	應付一間同系附屬公司款項增加		2,594	19,722
Dividend paid	已付股息		(10,790)	(10,790)
Net cash used in financing activities	融資業務所用現金淨額		(154,341)	(28,748)
Net increase/(decrease) in cash and cash equivalents	現金及現金等價物增加/(減少)淨額		64,744	(22,015)
Cash and cash equivalents at beginning of the year	年初之現金及現金等價物		15,279	37,294
Cash and cash equivalents at end of the year	年終之現金及現金等價物	26	80,023	15,279

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

1 GENERAL INFORMATION

Hong Kong Finance Group Limited (the “Company”) was incorporated in the Cayman Islands on 6 February 2013 as an exempted company with limited liability under the Companies Law, Cap 22 (Law 3 of 1961, as consolidated and revised), of the Cayman Islands. The address of the Company’s registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands.

The Company is an investment holding company. The Company and its subsidiaries (the “Group”) are principally engaged in the money lending business of providing property mortgage loans and personal loans in Hong Kong.

The ultimate holding company of the Company is Tin Ching Holdings Limited, a company incorporated in the British Virgin Islands.

The Company has its primary listing on the Main Board of The Stock Exchange of Hong Kong Limited.

These consolidated financial statements are presented in thousands of Hong Kong dollars (“HK\$’000”), unless otherwise stated. These consolidated financial statements were approved by the board of directors of the Company for issue on 24 June 2021.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

These consolidated financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). These consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss and investment properties, which are carried at fair value.

The consolidated financial statements are prepared in accordance with the disclosure requirements of the Companies Ordinance (Cap. 622) for this financial year and the comparative year.

1 一般資料

香港信貸集團有限公司(「本公司」)於2013年2月6日根據開曼群島公司法第22章(1961年第三項法例，經綜合及修訂)在開曼群島註冊成立為獲豁免有限公司。本公司之註冊辦事處地址為Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands。

本公司為一間投資控股公司。本公司及其附屬公司(「本集團」)主要於香港從事提供物業按揭貸款及私人貸款之放債業務。

本公司之最終控股公司為天晶控股有限公司，該公司在英屬處女群島註冊成立。

本公司以香港聯合交易所有限公司主板為第一上市地。

除另有註明外，該等綜合財務報表以千港元(「千港元」)呈列。該等綜合財務報表已於2021年6月24日獲本公司董事會批准刊發。

2 重大會計政策概要

編製該等綜合財務報表應用之主要會計政策載於下文。除另有註明外，該等政策已於呈列之所有年度貫徹應用。

2.1 編製基準

該等綜合財務報表已按照香港會計師公會(「香港會計師公會」)頒佈之所有適用香港財務報告準則(「香港財務報告準則」)編製。該等綜合財務報表已按歷史成本慣例編製，並就重估按公平值計入損益之金融資產及投資物業(按公平值列賬)加以修訂。

於本財政年度及比較期間，綜合財務報表乃按照《公司條例》(第622章)之披露規定編製。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.1 Basis of preparation (Continued)

The preparation of the consolidated financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 4.

2.1.1 Changes in accounting policies and disclosures

(a) Amended standards effective in 2021 but not relevant to the Group

The Group has applied the following amendments to standards for the first time for its annual reporting period commencing 1 April 2020:

HKAS 1 and HKAS 8 (Amendments)	Definition of material
HKFRS 16 (Amendment)	COVID-19-related rent concessions
HKAS 39, HKFRS 7 and HKFRS 9 (Amendments)	Interest rate benchmark reform
HKFRS 3 (Amendment)	Definition of a business
Conceptual Framework for Financial Reporting 2018	Revised conceptual framework for financial reporting

The Group has adopted these new standards, amendments of standards and interpretations and the adoption of these new standards, amendments of standards and interpretations do not have significant impacts on the Group's consolidated financial statements.

2 重大會計政策概要(續)

2.1 編製基準(續)

按照香港財務報告準則編製財務報表需要使用若干關鍵會計估計，亦需要管理層在應用本集團會計政策之過程中作出判斷。涉及高度判斷或高度複雜之範疇，或涉及對綜合財務報表有重大影響之假設及估計之範疇於附註4披露。

2.1.1 會計政策及披露資料之變動

(a) 於2021年生效但與本集團無關的經修訂準則

本集團已於2020年4月1日開始之年度報告期間首次應用以下準則之修訂：

香港會計準則 第1號及香港 會計準則 第8號(修訂)	重大之定義
香港財務報告準則 第16號(修訂)	COVID-19相關 租金優惠
香港會計準則 第39號、香港 財務報告準則 第7號及香港 財務報告準則 第9號(修訂)	利率基準改革
香港財務報告準則 第3號(修訂)	業務之定義
2018年財務 報告概念框架	經修訂之 財務報告 概念框架

本集團已採納該等新準則、準則修訂及詮釋，而採納該等新準則、準則修訂及詮釋對本集團綜合財務報表並無重大影響。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.1 Basis of preparation (Continued)

2.1.1 Changes in accounting policies and disclosures

(Continued)

- (b) The following new and amended standards have been issued but are not effective for the financial year beginning on 1 April 2020 and have not been early adopted by the Group

		Effective for annual periods beginning on or after 於以下日期或 之後開始之 年度期間生效
HKFRSs (Amendments)	Annual improvements 2018–2020 cycle	1 April 2022
香港財務報告準則(修訂)	2018年至2020年週期之年度改進	2022年4月1日
Amendments to HKFRS 3, HKAS 16 and HKAS 37	Narrow – scope amendments	1 April 2022
香港財務報告準則第3號、 香港會計準則第16號及 香港會計準則第37號(修訂)	狹義修訂	2022年4月1日
Amendments to Accounting Guideline 5	Merger Accounting for Common Control Combination	1 April 2022
會計指引第5號(修訂)	共同控制合併的合併會計法	2022年4月1日
HKFRS 17	Insurance contracts and the related amendments	1 April 2023
香港財務報告準則第17號	保險合約及相關修訂	2023年4月1日
Amendments to HKAS 1	Classification of liabilities as current or non-current	1 April 2023
香港會計準則第1號(修訂)	將負債分類為流動或非流動	2023年4月1日
HK(IFRIC) – Int 5	Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 April 2023
香港(國際財務報告詮釋委員會) – 詮釋5	呈列財務報表 – 借款人將載有按要求 償還條款的有期貨款分類	2023年4月1日
HKFRS 10 and HKAS 28 (Amendments)	Sale or contribution of assets between an investor and its associate or joint venture	To be determined
香港財務報告準則第10號及 香港會計準則第28號(修訂)	投資者與其聯營公司或合營公司之間 之資產出售或投入	有待釐定

The above new and amended standards are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

預期上述新訂及經修訂準則將不會於目前或未來報告期間及在可見將來的交易中對實體構成任何重大影響。

2 重大會計政策概要(續)

2.1 編製基準(續)

2.1.1 會計政策及披露資料之變動

(續)

- (b) 下列為已公佈但於2020年4月1日開始之財政年度尚未生效及本集團並未提早採納之新訂及經修訂準則

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.2 Subsidiaries

2.2.1 Consolidation

A subsidiary is an entity (including a structured entity) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

Intra-group transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. When necessary, amounts reported by subsidiaries have been adjusted to confirm with the Group's accounting policies.

2.2.2 Separate financial statements

Investments in subsidiaries are accounted for at cost less impairment. Cost includes direct attributable costs of investment. The results of subsidiaries are accounted for by the Company on the basis of dividend received and receivable.

2.3 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive directors of the entities now comprising the Group that makes strategic decisions.

2.4 Foreign currency translation

Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The consolidated financial statements are presented in Hong Kong dollars ("HK\$"), which is the Company's functional and the Group's presentation currency.

2 重大會計政策概要(續)

2.2 附屬公司

2.2.1 綜合賬目

附屬公司是指本集團擁有控制權之實體(包括結構性實體)。當本集團承受或享有參與實體所得之可變回報，且有能力透過其對實體之權力影響該等回報時，則本集團控制該實體。附屬公司自控制權轉移至本集團當日起開始綜合入賬。附屬公司自控制權終止當日起終止綜合入賬。

集團內公司間之交易、結餘與集團公司間交易之未變現收益對銷。未變現虧損亦予以對銷，惟交易提供證據表明所轉讓資產出現減值除外。附屬公司之呈報金額於有需要時作出調整，確保與本集團之會計政策一致。

2.2.2 獨立財務報表

於附屬公司之投資乃以成本減減值入賬。成本包括投資直接應佔成本。附屬公司之業績由本公司按已收及應收股息入賬。

2.3 分部呈報

經營分部之呈報方式與向主要營運決策人提供之內部呈報一致。主要營運決策人負責分配資源及評估經營分部之表現，並已獲識別為制定策略性決策的現時組成本集團之實體各執行董事。

2.4 外幣換算

功能及呈列貨幣

本集團各實體之財務報表所載項目，乃按有關實體經營所在主要經濟環境之貨幣(「功能貨幣」)計量。綜合財務報表以本公司之功能貨幣及本集團之呈列貨幣港元(「港元」)呈列。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.5 Property, plant and equipment

Land and buildings comprise mainly offices and residential property for a director. Leasehold land classified as finance lease and all other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

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

Depreciation of property, plant and equipment is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

— Land and buildings	40–50 years
— Office equipment	4 years
— Furniture and fixtures	4 years
— Leasehold improvements	4 years
— Motor vehicles	4 years

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

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (Note 2.7).

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the consolidated statement of comprehensive income.

2 重大會計政策概要(續)

2.5 物業、廠房及設備

土地及樓宇主要包括辦公室及董事住宅之物業。被分類為融資租賃之租賃土地以及所有其他物業、廠房及設備按過往成本減折舊列賬。過往成本包括收購該等項目直接應佔開支。

僅將在有關項目之未來經濟利益流向本集團，且該項目之成本能可靠計量時，其後成本方計入資產之賬面值或確認為個別資產(如適用)。替換部分之賬面值會被終止確認。所有其他維修及保養費用會於其產生之財政期間在綜合全面收入表中扣除。

物業、廠房及設備之折舊乃採用直線法於其估計可使用年限內按成本分配至剩餘價值，詳情如下：

— 土地及樓宇	40–50年
— 辦公設備	4年
— 傢俬及裝置	4年
— 租賃物業裝修	4年
— 汽車	4年

資產之剩餘價值及可使用年期於各報告期末檢討及調整(如適用)。

倘資產之賬面值高於其估計可收回金額，資產之賬面值隨即被撇減至其可收回金額(附註2.7)。

出售所得之盈虧以比較所得款項與賬面值之方式釐定，於綜合全面收入表中確認。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.6 Investment properties

Investment properties, principally comprising leasehold land and buildings, are held for long-term rental yields or for capital appreciation or both, and that are not occupied by the Group. Investment properties are initially measured at cost, including related transaction costs and where applicable borrowing costs. After initial recognition, investment properties are carried at fair value, representing open market value determined at each reporting date by external valuers. Fair value is based on active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. If the information is not available, the Group uses alternative valuation methods such as recent prices on less active markets or discounted cash flow projections. Changes in fair values are recorded in the consolidated statement of comprehensive income as "Fair value losses on revaluation of investment properties".

2.7 Impairment of non-financial assets

Assets that have indefinite useful lives are not subject to amortization and are tested annually for impairment. All assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffer an impairment are reviewed for possible reversal of the impairment at each reporting date.

2 重大會計政策概要(續)

2.6 投資物業

投資物業(主要包括租賃土地及樓宇)乃持作賺取長期租金或資本增值或兩者兼備而非由本集團佔用者。投資物業初始按其成本計量,包括相關交易成本及(如適用)借款成本。於初始確認後,投資物業乃按公平值列賬,即於各報告日期由外聘估值師釐定之公開市值價值。公平值乃以活躍市價為基準,並就特定資產之性質、地點或狀況之任何差異作出調整(尚需要)。倘並無有關資料,本集團會使用其他估值方法,如於較不活躍市場之近期價格或貼現現金流量預測。公平值變動乃於綜合全面收入表入賬列作「重估投資物業之公平值虧損」。

2.7 非金融資產減值

具有無限可使用年期之資產毋須攤銷,但須每年進行減值測試。倘有事件發生或情況變動顯示賬面值可能無法收回,則對所有資產進行減值檢討。減值虧損乃按資產賬面值超出其可收回金額之差額予以確認。可收回金額為資產公平值減出售成本與使用價值中兩者之較高者。在進行減值評估時,資產按很大程度上獨立於來自其他資產或資產組合之現金流入的獨立可識別現金流入中之最低水平(現金產生單位)作分類。對於出現減值之非金融資產(商譽除外),須於各報告日期就減值是否可以撥回進行檢討。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.8 Financial assets

2.8.1 Classification

The Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through OCI or through profit or loss), and
- those to be measured at amortised cost.

The classification depends on the Group's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI. For investments in equity instruments that are not held for trading, this will depend on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income ("FVOCI").

The Group reclassifies debt investments when and only when its business model for managing those assets changes.

2.8.2 Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Group commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

2 重大會計政策概要(續)

2.8 金融資產

2.8.1 分類

本集團將其金融資產分類為以下計量類別：

- 其後按公平值(經其他全面收入或損益入賬)計量，及
- 按攤銷成本計量。

分類視乎管理金融資產的本集團業務模式及現金流合約條款而定。

就按公平值計量的資產而言，收益及虧損將於損益或其他全面收入入賬。就並非持作買賣的權益工具的投資而言，此將取決於本集團是否於初始確認時不可撤回地選擇按公平值計入其他全面收入(「按公平值計入其他全面收入」)對股本投資列賬。

本集團於及僅於管理該等資產的業務模式變動時將債務投資重新分類。

2.8.2 確認及終止確認

常規買賣金融資產於交易日(即本集團承諾購買或出售資產當日)確認。當自投資收取現金流量之權利屆滿或被轉讓及本集團已轉讓擁有權之絕大部分風險及回報時，方會終止確認金融資產。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.8 Financial assets (Continued)

2.8.3 Measurement

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (“FVPL”), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Debt instruments

Subsequent measurement of debt instruments depends on the Group’s business model for managing the asset and the cash flow characteristics of the asset. There are three measurement category into which the Group classifies its debt instruments:

- Amortised cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains together with foreign exchange gains and losses. Impairment losses are presented as separate line item in the statement of profit or loss.

2 重大會計政策概要(續)

2.8 金融資產(續)

2.8.3 計量

於初始確認時，本集團按金融資產的公平值外加(倘為並非按公平值計入損益(「按公平值計入損益」)的金融資產)直接歸屬於收購該金融資產的交易成本計量。按公平值計入損益的金融資產交易成本於損益支銷。

在確定具有嵌入衍生工具的金
融資產的現金流量是否僅支付
本金及利息時，需從金融資產
的整體進行考慮。

債務工具

債務工具其後計量取決於本
集團管理資產的業務模式及資
產的現金流量特徵而定。本集
團按照以下三種計量類別對債
務工具進行分類：

- 攤銷成本：持作收回合約現金流量的資產，倘該等現金流量僅指支付本金及利息，則按攤銷成本計量。該等金融資產的利息收入採用實際利率法計入其他收入。終止確認產生的任何收益或虧損乃於損益中直接確認，並與匯兌收益及虧損一併呈列於其他收益中。減值虧損作為單獨項目於損益表中呈列。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.8 Financial assets (Continued)

2.8.3 Measurement (Continued)

Debt instruments (Continued)

- FVOCI: Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses which are recognised in profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains. Interest income from these financial assets is included in finance income using the effective interest rate method. Foreign exchange gains and losses are presented in other gains and impairment expenses are presented as separate line item in the statement of profit or loss.
- FVPL: Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss and presented net within other gains in the period in which it arises.

2 重大會計政策概要(續)

2.8 金融資產(續)

2.8.3 計量(續)

債務工具(續)

- 按公平值計入其他全面收入：持作收回合約現金流量及出售金融資產的資產，倘該等資產現金流量僅指所支付的本金及利息，則按公平值計入其他全面收入計量。賬面值的變動乃計入其他全面收入，惟於損益確認的減值收益或虧損、利息收益及匯兌收益及虧損除外。終止確認金融資產時，先前於其他全面收入確認的累計收益或虧損由權益重新分類至損益並確認為其他收益。該等金融資產的利息收入乃採用實際利率法計入其他收入。匯兌收益及虧損於其他收益呈列，而減值虧損作為單獨項目於損益表中呈列。
- 按公平值計入損益：未達攤銷成本或按公平值計入其他全面收入標準的資產乃按公平值計入損益計量。其後按公平值計入損益計量的債務投資的收益或虧損於損益確認，並於產生期間在其他收益呈列淨額。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.8 Financial assets (Continued)

2.8.4 Impairment

The Group assesses on a forward-looking basis the expected credit losses associated with its debt instrument assets carried at amortised cost. The Group recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

Note 3.1(b) provides more detail of how the expected credit loss allowance is measured.

Loans and interest receivable of the Group are classified as debt investments carried at amortised cost and are subject to the ECL model.

While cash and cash equivalents, deposit and other receivables are also subject to the impairment requirement of HKFRS 9, the identified impairment loss was immaterial.

2.9 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the consolidated statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

2 重大會計政策概要(續)

2.8 金融資產(續)

2.8.4 減值

本集團按前瞻基準評估其按攤銷成本列賬之債務工具資產相關預計信貸損失。本集團於各報告日期就該等損失確認虧損撥備。預計信貸損失之計量反映：

- 透過評估一系列可能結果釐定之無偏概率加權金額；
- 貨幣時間價值；及
- 於報告日期毋須付出不必要成本或努力即可取得有關過往事件、目前狀況及未來經濟狀況預測之合理可作為依據之資料。

附註3.1(b)載有更多有關如何計量預計信貸損失撥備之詳情。

本集團的應收貸款及利息分類為按攤銷成本列賬的債務投資，並須採用預計信貸損失模式。

現金及現金等價物、按金及其他應收款項亦須符合香港財務報告準則第9號的減值規定，已識別的減值虧損並不重大。

2.9 抵銷金融工具

倘有合法強制執行權利抵銷已確認金額及有意以淨額基準結算或同時變現資產及清償負債時，金融資產及負債將予抵銷，有關款項淨額則於綜合財務狀況表內呈報。合法強制執行權利不得取決於未來事項且必須可於日常業務過程中當公司或交易對手違約、無力償債或破產時強制執行。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.10 Loans and interest receivable

Loans receivable are property mortgage loans granted to customers in the ordinary course of business. If collection of loans receivable is expected in one year or less, they are classified as current assets. If not, they are presented as non-current assets.

Interest receivable are interests derived from property mortgage and personal loans granted to customers in the ordinary course of business.

Loans and interest receivable are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

2.11 Prepayments, deposits and other receivables

Prepayments, deposits and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

2.12 Cash and cash equivalents

In the consolidated statement of cash flows, cash and cash equivalents includes cash on hand and deposits held at call with banks.

2.13 Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.

2.14 Other payables

Other payable are presents as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

2 重大會計政策概要(續)

2.10 應收貸款及利息

應收貸款為在日常業務中向客戶授出之物業按揭貸款。倘預計應收貸款於一年或以內收回，則被分類為流動資產，否則呈列為非流動資產。

應收利息為在日常業務中向客戶授出之物業按揭及私人貸款所產生利息。

應收貸款及利息初始按公平值確認，隨後以實際利率法按攤銷成本減減值撥備計量。

2.11 預付款項、按金及其他應收款項

預付款項、按金及其他應收款項初始按公平值確認，隨後以實際利率法按攤銷成本減減值撥備計量。

2.12 現金及現金等價物

於綜合現金流量表內，現金及現金等價物包括手頭現金及於銀行之活期存款。

2.13 股本

普通股按權益分類。發行新股直接應佔之新增成本於權益中呈列為所得款項減少(扣除稅項)。

2.14 其他應付款項

其他應付款項呈列為流動負債，除非付款並非在報告期後12個月內到期。該等初始按公平值確認，隨後以實際利率法按攤銷成本計量。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.15 Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently carried at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the consolidated statement of comprehensive income over the period of the borrowings using the effective interest method.

Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period.

2.16 Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

2 重大會計政策概要(續)

2.15 借款

借款初始按公平值扣除所產生之交易成本確認。借款隨後按攤銷成本入賬；所得款項(扣除交易成本)與贖回價值間任何差額以實際利率法在借款期間於綜合全面收入表中確認。

在貸款將很有可能部分或全部提取之情況下，就作出貸款融資所支付之費用乃確認為交易成本。在此情況下，該費用將遞延處理，直至提取貸款為止。若並無跡象顯示該貸款將很有可能部分或全部提取，則將該費用撥充資本作為流動資金服務之預付款項，並於其相關融資期間內攤銷。

除非本集團擁有無條件權利將負債之結算遞延至報告期末後最少12個月，否則借款歸類為流動負債。

2.16 借款成本

直接歸屬於收購、興建或生產合資格資產(指必須經一段長時間處理以作其擬定用途或銷售之資產)之一般及特定借款成本，乃計入該等資產之成本內，直至資產大致上備妥供其預定用途或銷售為止。

所有其他借款成本在產生期間於損益中確認。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.17 Current and deferred income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

(a) Current income tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Company's subsidiaries operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

(b) Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

The deferred tax liability in relation to investment properties that are measured at fair value is determined assuming the properties will be recovered entirely through use and through sale for investment properties in Hong Kong.

Deferred tax assets are recognized only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

2 重大會計政策概要(續)

2.17 即期及遞延所得稅

期內之所得稅開支或抵免指就本期間應課稅收入按各司法權區之適用所得稅稅率支付之稅項(就暫時差額及未動用稅項虧損應佔遞延稅項資產及負債變動作出調整)。

(a) 即期所得稅

即期所得稅開支按報告期末本公司附屬公司經營並產生應課稅收入所在國家已頒佈或實質頒佈之稅法計算。管理層定期檢討報稅表就須予詮釋之適用稅務規例之立場。管理層亦根據預期須向稅務機關支付之數額作出適當之撥備。

(b) 遞延所得稅

遞延所得稅乃利用債務法就資產及負債之稅基與資產及負債在綜合財務報表之賬面值間之暫時差額悉數計提撥備。然而，若遞延所得稅因在交易(不包括業務合併)中初始確認資產或負債而產生，而在交易時不影響會計或應課稅損益，則不作記賬。遞延所得稅採用在報告期末已頒佈或實質頒佈，並預期於變現有關遞延所得稅資產或結算遞延所得稅負債時將適用之稅率(及稅法)。

按公平值計量的投資物業相關遞延稅項負債乃假設物業可透過在香港使用及銷售投資物業而全部收回釐定。

遞延稅項資產僅在可能有日後應課稅款項可利用暫時差額及虧損時確認。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.17 Current and deferred income tax (Continued)

(b) **Deferred income tax** (Continued)

Deferred tax liabilities and assets are not recognized for temporary differences between the carrying amount and tax bases of investments in foreign operations where the Company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

(c) **Offsetting**

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in the income statement, except to the extent that it relates to items recognized in OCI or directly in equity. In this case, the tax is also recognized in OCI or directly in equity, respectively.

2.18 Employee benefits

(a) **Employee leave entitlements**

Employee entitlements to annual leave are recognized when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the end of reporting date. Employee entitlements to sick leave and maternity leave are not recognised until the time of leave.

(b) **Bonus plans**

The Group recognises a liability and an expense for bonuses, based on a formula that takes into consideration the profit attributable to the Company's shareholders after certain adjustments. The Group recognises a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

2 重大會計政策概要(續)

2.17 即期及遞延所得稅(續)

(b) **遞延所得稅**(續)

倘本公司可控制撥回暫時差額之時間，且差額可能不會在可見將來撥回，則不會就海外業務投資的賬面值與稅基之間的暫時差額確認遞延稅項負債及資產。

(c) **抵銷**

當有合法可強制執行權力將即期稅項資產與負債抵銷，而遞延稅項結餘涉及同一稅務機關，則可將遞延稅項資產與負債互相抵銷。當實體有合法可強制執行權力可抵銷資產與負債，並擬按淨額基準結算或同時變現資產及結算負債，則可將即期稅項資產與稅項負債互相抵銷。

即期及遞延稅項於收入表確認，惟倘與在其他全面收入或直接於權益確認的項目有關，則有關稅項亦分別在其他全面收入或直接於權益確認。

2.18 僱員福利

(a) **僱員假期權利**

僱員享有之年假乃於向僱員提供年假時確認。已就截至報告期末因僱員提供服務所產生年假之估計負債計提撥備。僱員之病假及產假權利於請假時方予以確認。

(b) **花紅計劃**

本集團乃根據一項公式(即計及經若干調整後本公司股東應佔溢利)確認花紅之負債及開支。於出現合約責任或過往慣例所引致推定責任時，本集團即確認撥備。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.18 Employee benefits (Continued)

(c) Pension obligations

For employees in Hong Kong, the Group has a defined contribution plan. The Group pays contributions to trustee-administered pension funds on a mandatory, contractual or voluntary basis. The Group has no further payment obligations once the contributions have been paid. The contributions are recognised as employment costs when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(d) Equity-settled share-based payment transactions

The Group operates an equity-settled, share-based compensation plan, under which the entity receives services from employees as consideration for equity instruments (options) of the Group. The fair value of the employee services received in exchange for the grant of the options is recognised as an expense. The total amount to be expensed is determined by reference to the fair value of the options granted:

- including any market performance conditions (for example, an entity's share price);
- excluding the impact of any service and non-market performance vesting conditions (for example, profitability, sales growth targets and remaining an employee of the entity over a specified time period); and
- including the impact of any non-vesting conditions (for example, the requirement for employees to save or holding shares for a specified period of time).

At the end of each reporting period, the Group revises its estimates of the number of options that are expected to vest based on the non-marketing performance and service conditions. It recognises the impact of the revision to original estimates, if any, in the consolidated statement of comprehensive income, with a corresponding adjustment to equity.

2 重大會計政策概要(續)

2.18 僱員福利(續)

(c) 退休金責任

本集團為香港僱員設有定額供款計劃。本集團按強制、合約或自願基準向受託人管理之退休金供款。本集團於支付供款後，再無其他付款責任。供款於到期時確認為僱傭成本。預付供款確認為資產，惟以退回現金或可扣減日後付款金額為限。

(d) 以權益結算以股份為基礎之付款交易

本集團設有以權益結算、以股份為基礎之報酬計劃，據此，實體獲得僱員之服務作為本集團股本工具(購股權)之代價。為換取授出購股權而獲得之僱員服務公平值乃確認為開支。將支銷之總金額乃參考已授出購股權之公平值釐定：

- 包括任何市場表現條件(如實體之股價)；
- 不包括任何服務及非市場表現歸屬條件之影響，如盈利能力、銷售增長目標及於指定期間留任實體僱員；及
- 包括任何非歸屬條件之影響，如要求僱員於一段特定期間內保存或持有股份。

於各報告期末，本集團會根據非市場表現及服務條件修訂預期歸屬之購股權數目之估計數字，並於綜合全面收入表內確認修訂對原來估計產生之影響(如有)及對權益作出相應調整。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.18 Employee benefits (Continued)

(d) Equity-settled share-based payment transactions

(Continued)

In addition, in some circumstances employees may provide services in advance of the grant date and therefore the grant date fair value is estimated for the purposes of recognising the expense during the period between service commencement period and grant date.

When the options are exercised, the Company issues new shares. The proceeds received net of any directly attributable transaction costs are credited to share capital (and share premium).

2.19 Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

2 重大會計政策概要(續)

2.18 僱員福利(續)

(d) 以權益結算以股份為基礎之付款交易(續)

此外，在若干情況下，僱員或會在授出日期前提供服務，因此估計授出日期之公平值，以確認於服務開始時直至授出日期期間之開支。

當行使購股權時，本公司會發行新股份。收訖之所得款項經扣除任何直接應佔交易成本後之金額計入股本(及股份溢價賬)內。

2.19 撥備

倘本集團現時因過往事件而涉及法律或推定責任，而履行責任可能須耗用資源，且金額已被可靠估計，則確認撥備。概無就未來經營虧損確認撥備。

倘有多項同類責任，則整體考慮責任類別以釐定履行責任時可能耗用之資源。即使在同一責任類別所涉及任何一個項目相關之資源流出可能性極低，仍須確認撥備。

撥備按預期履行責任所需開支之現值以除稅前比率(反映當時市場對該責任特定之貨幣時間值及風險之評估)計量。隨時間產生之撥備增加會被確認為利息開支。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.20 Repossessed assets

There are two types of repossessed assets:

In the recovery of credit-impaired loans and interest receivable, the Group takes ownership and control of the collateral assets (e.g. through court proceedings) for release of the obligations of the borrower. Repossessed assets are classified as non-current assets held for sale when they meet the definition of non-current assets held for sale and the recognition criteria under HKFRS 5. Non-current assets held for sale are measured at the lower of fair value less costs of disposal and the carrying amount. The related loans and interest receivable together with the impairment allowances are derecognised from the consolidated statement of financial position upon the recognition of these repossessed assets.

In situation where the Group obtains rights to rent or sell of the underlying collateral assets in the recovery of credit-impaired loans and interest receivable (e.g. through court proceedings) but does not obtain ownership and control of the underlying collateral assets, repossessed assets represent these credit-impaired loans and interest receivable that are not derecognised and continue to be measured at amortised cost less provision for impairment under HKFRS 9.

2.21 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of services in the ordinary course of the Group's activities.

The Group recognises revenue when the amount of revenue can be reliably measured; when it is probable that future economic benefits will flow to the entity; and when specific criteria have been met for each of the Group's activities, as described below.

(a) Interest income

Interest income is recognised and accrued using the effective interest method. When a loan and receivable is impaired, the Group reduces the carrying amount to its recoverable amount, being the estimated future cash flow discounted at the original effective interest rate of the instrument, and continues unwinding the discount as interest income. Interest income on impaired loan and receivables are recognised using the original effective interest rate.

(b) Rental income

Rental income from investment properties is recognised in the consolidated statement of comprehensive income on a straight-line basis over the period of the lease.

2 重大會計政策概要(續)

2.20 收回資產

收回資產分為兩類：

在收回已信貸減值應收貸款及利息時，本集團取得抵押資產的所有權及控制權(例如透過法院訴訟)以解除借款人的責任。當收回資產符合持作出售非流動資產的定義及香港財務報告準則第5號的確認標準時，則分類為持作出售的非流動資產。持作出售的非流動資產按公平值減出售成本及賬面值(以較低者為準)計量。相關應收貸款及利息連同減值撥備於確認該等收回資產後於綜合財務狀況表中終止確認。

在本集團在收回已信貸減值應收貸款及利息(例如透過法院訴訟)時獲得相關抵押資產出租或出售之權利但並無獲得相關抵押資產的所有權及控制權的情況下，收回資產指未終止確認並繼續根據香港財務報告準則第9號按攤銷成本減去減值撥備計量之已信貸減值應收貸款及利息。

2.21 收益確認

收益包括本集團於日常業務中就銷售服務已收或應收代價之公平值。

本集團於收益金額能可靠計量，且未來經濟利益可能流入實體並已符合下文所述本集團各業務活動之特定條件時確認收益。

(a) 利息收入

利息收入以實際利率法確認及累計。倘貸款及應收款項出現減值，本集團將其賬面值減至可收回金額，即估計之未來現金流量按工具之原實際利率貼現，並繼續將貼現計算為利息收入。已減值貸款及應收款項之利息收入按原實際利率確認。

(b) 租金收入

投資物業之租金收入在整個租賃期間按直線法於綜合全面收入表內確認。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(Continued)

2.22 Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the consolidated statement of comprehensive income on a straight-line basis over the period of the lease.

Lease income from operating leases where the group is a lessor is recognised in income on a straight-line basis over the lease term (Note 34). Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying asset and recognised as expense over the lease term on the same basis as lease income. The respective leased assets are included in the balance sheet based on their nature. The Group did not need to make any adjustments to the accounting for assets held as lessor as a result of adopting the new leasing standard.

2.23 Government grants

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to costs are deferred and recognized in the profit or loss over the period necessary to match them with the costs that they are intended to compensate.

2.24 Dividend distribution

Dividend distribution to the Company's shareholders is recognised as a liability in the Group's and Company's financial statements in the period in which the dividends are approved by the Company's shareholders.

2 重大會計政策概要(續)

2.22 租賃

由出租人保留擁有權之大部分風險及回報之租賃會被分類為經營租賃。經營租賃付款(扣除出租人給予之任何優惠)在整個租賃期間按直線法於綜合全面收入表內扣除。

本集團作為出租人之經營租賃之租賃收入乃於租期內按直線基準於收入中確認(附註34)。取得經營租賃所產生之初步直接成本乃加入相關資產之賬面值，並按與租賃收入相同之基準於租期內確認為開支。相關租賃資產按其性質計入資產負債表。本集團毋須就採納新租賃準則而對作為出租人持有之資產之入賬方式作出任何調整。

2.23 政府補助

政府補助在合理確信可收取及本集團之一切附帶條件均可達成的情況下按公平值確認。

與政府補助相關的成本均遞延處理，並在與其擬補償而支銷相關成本的期間於損益內確認。

2.24 股息分派

分派予本公司股東之股息，於本公司股東批准股息期間內之本集團及本公司財務報表內確認為負債。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT

3.1 Financial risk factors

The Group's activities expose it to various types of financial risks: market risk (including cash flow and fair value interest rate risk), credit risk and liquidity risk. The Group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance.

(a) Market risk — Cash flow and fair value interest rate risk

The Group's interest rate risk arises from its bank and other borrowings, bonds and an amount due to a fellow subsidiary. Bank and other borrowings and an amount due to a fellow subsidiary issued at variable rates expose the Group to cash flow interest rate risk which is partially offset by cash held at variable rates. Bonds issued at fixed rates are not subject to fair value interest rate risk. The Group has not used any interest rate swaps to hedge its exposure to interest-rate risk. The Group manages its cash flow and fair value interest rate risk mainly by adjusting the interest rates on loans granted to customers.

As at 31 March 2021, if market interest rates had been 1% higher/lower with all other variables held constant, post-tax profit for the year would have been HK\$2,345,499 lower/higher (2020: HK\$3,418,895), mainly as a result of higher/lower interest expense on bank and other borrowings and amount due to a fellow subsidiary carried at variable rates.

3 財務風險管理

3.1 財務風險因素

本集團之經營令其面對多項財務風險：市場風險（包括現金流量及公平值利率風險）、信貸風險及流動資金風險。本集團之整體風險管理計劃專注於金融市場之不可預測性，並致力減低其對本集團財務表現造成之潛在不利影響。

(a) 市場風險 — 現金流量及公平值利率風險

本集團之利率風險源自其銀行及其他借款、債券以及應付一間同系附屬公司款項。按浮動利率作出之銀行及其他借款以及應付一間同系附屬公司款項令本集團面對現金流量利率風險，而按浮動利率持有之現金部分抵銷該風險。按固定利率發行之債券毋須承受公平值利率風險。本集團並無使用任何利率掉期對沖其利率風險。本集團主要透過調整授予客戶之貸款利率管理其現金流量及公平值利率風險。

於2021年3月31日，若市場利率升值／貶值1%，在所有其他變量保持不變之前提下，主要由於按浮動利率列賬之銀行及其他借款以及應付一間同系附屬公司款項之利息開支增加／減少，導致於年內之稅後溢利將分別減少／增加2,345,499港元（2020年：3,418,895港元）。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk

The Group's credit risk arises from cash and cash equivalents, loans receivable, interest receivable, deposits and other receivables. Management has a credit policy in place and the exposures to these credit risks are monitored on an ongoing basis. The carrying amount of these balances represents the Group's maximum exposure to credit risk in relation to financial assets are as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
		Note 附註	
Loans receivable	應收貸款	21	817,553
Interest receivable	應收利息	23	16,981
Deposits and other receivables	按金及其他應收款項	25	809
Cash and cash equivalents	現金及現金等價物	26	80,023
			915,366
			935,785
			19,840
			15,607
			15,279
			986,511

(i) Credit risk management

Most of the Group's cash and cash equivalents are deposited in major financial institutions located in Hong Kong, which the Group's management believes are of high credit quality.

The Group manages and analyses the credit risk for each of their new and existing clients before standard payment terms and conditions are offered. If there is no independent rating, the Group assesses the credit quality of the customer based on the customer's financial position, past experience and other factors.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險

本集團之信貸風險主要源自現金及現金等價物、應收貸款、應收利息、按金及其他應收款項。管理層已實施信貸政策，並持續監察該等信貸風險。有關結餘賬面值指本集團就下文所述金融資產而面臨之最大信貸風險：

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
		Note 附註	
Loans receivable	應收貸款	21	817,553
Interest receivable	應收利息	23	16,981
Deposits and other receivables	按金及其他應收款項	25	809
Cash and cash equivalents	現金及現金等價物	26	80,023
			915,366
			935,785
			19,840
			15,607
			15,279
			986,511

(i) 信貸風險管理

本集團大多數現金及現金等價物均存於香港境內之大型金融機構，本集團管理層相信該等機構信貸質素優異。

於提供標準支付條款及條件之前，本集團會管理與分析其各個新客戶及現有客戶之信貸風險。若無獨立評級，則本集團根據客戶之財務狀況、過往表現及其他因素評估客戶之信貸質素。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(i) Credit risk management (Continued)

For property mortgage loans, the Group holds collateral against loans receivable and interest receivable in the form of mortgages over property. Majority of the collateral are residential properties, commercial properties and industrial properties and all of the collaterals are located in Hong Kong. Individual risk limits are set based on the value of collaterals provided by customers and internal or external ratings in accordance with limits set by the directors. The utilisation of credit limits is regularly monitored.

The Group generally grants loans with a loan-to-value ratio of no more than 70% of the value in the valuation report of the property for first property mortgage, and where it is subordinate property mortgage, the aggregate lending from all lenders to the customer should not exceed 70% of the value of the underlying property. Approval from the directors, a credit manager and a credit officer are needed for loans granted with a loan-to-value ratio that exceeds 70%. The directors meet regularly to review the loan-to-value ratio and when (1) there is a significant change in the property price index in Hong Kong; or (2) when loans are renewed. The directors consider that the credit risk arising from loans and interest receivable is significantly mitigated by the property held as collateral, with reference to the estimated market value of the property which were valued by independent third-party valuers as at the end of the reporting period.

In general, the loan officers of the Group propose to management of the Company on a monthly basis the amount of provision to be made.

For personal loans, the Group assesses the credit quality of the customer based on the customer's financial position, past experience, internal and external credit rating of the customers and other factors.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(i) 信貸風險管理(續)

就物業按揭貸款而言，本集團以物業質押之形式就應收貸款及應收利息持有抵押品。大多數抵押品為住宅物業、商業物業及工業物業，且全部抵押品均位於香港境內。個別風險限額基於客戶所提供抵押品之價值或根據董事設定之限額而進行之內部或外部評級釐定。定期監察信貸限額之使用情況。

本集團一般就首次物業按揭授出之貸款之按揭成數不多於物業估值報告所載估值之70%；倘為物業按揭二按，則所有貸款人向客戶借出之總金額不得超過相關物業估值之70%。授出按揭成數超過70%之貸款須經董事、信貸經理及信貸負責人員批准。當(1)香港樓價指數大幅變動；或(2)重續貸款時，董事定期會面以檢討按揭成數。董事經參照獨立第三方估值師於報告期末為物業評估之估計市場價值後認為，持作抵押品之物業大幅減輕應收貸款及利息所產生信貸風險。

一般而言，本集團貸款負責人員每月向本公司管理層建議將計提之撥備金額。

就私人貸款而言，本集團根據客戶之財務狀況、過往表現、有關該客戶之內部與外部信貸評級以及其他因素評估客戶之信貸質素。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(ii) ECL measurement

HKFRS 9 outlines a “three-stage” model for impairment based on changes in credit quality since initial recognition as summarised below:

Stage 1: A financial instrument that is not credit-impaired on initial recognition.

Stage 2: If a significant increase in credit risk since initial recognition is identified, the financial instrument is moved to Stage 2 but is not yet deemed to be credit-impaired.

Stage 3: If the financial instrument is credit-impaired, the financial instrument is then moved to Stage 3.

Financial instruments in Stage 1 have their ECL measured at an amount equal to the portion of lifetime expected credit losses that result from default events possible within the next 12 months. Investment in Stages 2 or 3 have their ECL measured based on expected credit losses on a lifetime basis. A pervasive concept in measuring ECL in accordance with HKFRS 9 is that it should consider forward-looking information. The key judgements and assumptions adopted by the Group in addressing the requirements of the standard are discussed below.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(ii) 預計信貸損失之計量

下文載列香港財務報告準則第9號概述根據自初始確認以來信貸質素之變動就減值之「三個階段」模式之概要：

第1階段：於初始確認時並無信貸減值之金融工具。

第2階段：倘識別自初始確認以來信貸風險顯著增加，則金融工具轉入第2階段，但尚未被視為出現信貸減值。

第3階段：倘金融工具出現信貸減值，則金融工具轉入第3階段。

第1階段之金融工具按相等於因於未來12個月可能發生之違約事件引致之全期預計信貸損失其中部分之金額計量預計信貸損失。第2階段或第3階段之投資按全期預計信貸損失計量預計信貸損失。普遍認為根據香港財務報告準則第9號計量預計信貸損失時應考慮前瞻資料。本集團就該項準則之規定採納之主要判斷及假設於下文論述。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(iii) Significant increase in credit risk

The Group considers a financial instrument to have experienced a significant increase in credit risk when one or more of the following criteria have been met:

- The borrower is more than 30 days past due on its contractual payments.

The assessment of significant increase in credit risk is performed on a monthly basis for all loans and interest receivable held by the Group. The criteria used to identify significant increase in credit risk are monitored and reviewed periodically for appropriateness by the directors and the credit team. The Group has not used the low credit risk exemption for any financial instruments in the year ended 31 March 2021.

(iv) Definition of default and credit-impaired assets

The Group defines a loan as in default, which is fully aligned with the definition of credit-impaired, when it meets one or more of the following criteria:

- The borrower is more than 90 days past due on its contractual payments.
- The borrower is deceased.
- The borrower is insolvent.
- It is becoming probable that the borrower will enter bankruptcy.

The criteria above have been applied to all loans held by the Group and are consistent with the definition of default used for internal credit risk management purposes. The default definition has been applied consistently to model the Probability of Default (“PD”), Exposure at Default (“EAD”) and Loss Given Default (“LGD”) throughout the Group’s expected loss calculations.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(iii) 信貸風險顯著增加

本集團認為金融工具於符合下列其中一項或以上標準時屬信貸風險顯著增加：

- 借款人之合約付款逾期超過30日。

本集團所持所有應收貸款及利息均按月評估信貸風險有否顯著增加。董事及信貸團隊定期監察及檢討用於識別信貸風險有否顯著增加之標準是否合適。本集團於截至2021年3月31日止年度尚未就任何金融工具使用低信貸風險豁免規定。

(iv) 違約及信貸減值資產之定義

本集團將符合下列其中一項或以上標準之貸款界定為違約，而此定義與信貸減值之定義完全相符：

- 借款人之合約付款逾期超過90日。
- 借款人身故。
- 借款人無力償債。
- 借款人將可能破產。

上述標準已應用於本集團所持所有貸款，且就管理內部信貸風險所採用違約之定義貫徹一致。本集團計算預計損失時全面貫徹應用違約之定義作為違約機率(「違約機率」)、違約風險(「違約風險」)及違約損失率(「違約損失率」)之模型。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(iv) Definition of default and credit-impaired assets (Continued)

A loan is considered to no longer be in default when it no longer meets any of the default criteria for a consecutive period of six months. This period of six months has been determined based on an analysis which considers the likelihood of a loan returning to default status.

(v) ECL measuring techniques

ECLs are the discounted product of the PD, EAD and LGD defined as follows:

- PD represents the likelihood of a borrower defaulting on its financial obligation.
- EAD is based on the amounts the Group expects to be owed at the time of default.
- LGD represents the Group's expectation of the extent of loss on a defaulted exposure. It varies by type of counterparty and availability of collateral.

The ECL is determined by projecting the PD, LGD and EAD for each individual exposure. These three components are multiplied together and adjusted based on the forward-looking information.

The lifetime PD is developed by applying a maturity profile to the current 12-month PD. The maturity profile looks at how defaults develop on a portfolio from the point of initial recognition throughout the lifetime of the loans. The maturity profile is based on historical observed data and is assumed to be the same across all assets within a portfolio. This is supported by historical analysis.

The 12-month and lifetime EADs are determined based on the contractual repayments owed by the borrower over a 12-month or lifetime basis.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(iv) 違約及信貸減值資產之定義(續)

倘貸款連續六個月期間不再符合任何違約標準，則被視為不再違約。此六個月期間乃基於考慮貸款再次違約之機會之分析釐定。

(v) 預計信貸損失之計量方法

預計信貸損失為下文所界定違約機率、違約風險及違約損失率相乘後貼現之結果：

- 違約機率指借款人拖欠支付其財務責任之機率。
- 違約風險乃基於預期違約時結欠本集團之金額釐定。
- 違約損失率指本集團就違約風險所產生損失程度之預期，視乎對手方類別及是否有抵押品而異。

預計信貸損失乃透過就各個別風險預測違約機率、違約損失率及違約風險釐定。該三項元素相乘並根據前瞻資料調整。

全期違約機率乃應用到期日分佈至即期12個月得出。到期日分佈檢視組合於初始確認起至貸款期內如何形成違約。到期日分佈以過往可觀察數據為基準及假定組合內所有資產皆相同。此可由過往分析為理據。

12個月及全期違約風險乃根據借款人於12個月或期限內結欠之合約還款釐定。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(v) ECL measuring techniques (Continued)

The 12-month and lifetime LGDs are determined based on the factors which impact the recoveries made post default. For property mortgage loans, this is primarily based on collateral type and projected collateral values, historical discounts to market values due to forced sales, time to repossession and recovery costs observed. For personal loans, LGDs are typically set at product level due to the limited differentiation in recoveries achieved across different borrowers.

Forward-looking economic information is also included in determining the 12-month and lifetime PD, EAD and LGD.

The assumptions underlying the ECL calculation are monitored and reviewed on a quarterly basis. There have been no significant changes in estimation techniques or significant assumptions made during the reporting period.

(vi) Forward-looking information incorporated

The Group has established macro-economic forecast model. The Group conduct forecasts regularly to establish three economic scenario, optimistic, neutral and pessimistic to ensure coverage of non-linear features for the ECL model. Neutral scenario is defined as the most probable situation which will become benchmark for other scenarios. Optimistic and pessimistic scenarios are possible scenarios which are better and worse than neutral scenario respectively. The Group uses internal and external information to generate a neutral scenario. The external information used includes economic data and forecasts published by the government and monetary authorities.

Other forward-looking considerations such as the impact of any regulatory, legislative or political changes have been considered but are not deemed to have material impact and therefore no adjustment has been made to the ECL for such factors. This is reviewed and monitored for appropriateness on a quarterly basis.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(v) 預計信貸損失之計量方法(續)

12個月及全期違約損失率乃根據影響於違約後收回款項之因素釐定。就物業按揭貸款而言，此乃主要以抵押品類型及預測抵押品價值、過往因強制銷售引致之市值折讓、收回時間以及所觀察收回成本為依據。就私人貸款而言，違約損失率一般按產品層面釐定，原因為不同借款人之可收回情況差異有限。

釐定12個月及全期違約機率、違約風險及違約損失率時亦考慮前瞻經濟資料。

計算預計信貸損失涉及之相關假設會按季監察及檢討。估計方法或所作重大假設於報告期內並無任何重大變動。

(vi) 所納入前瞻資料

本集團已制定宏觀經濟預測模型。本集團定期進行預測，以便制訂樂觀、中性及悲觀三種經濟情況，從而確保涵蓋預計信貸損失模式之非線性特徵。中性情況界定為最可能出現之情況，此情況將成為其他情況之基準。樂觀及悲觀情況乃可能出現之情況，分別優於及遜於中性情況。本集團使用內部及外部資料得出中性情況。所使用外部資料包括政府及金融機構公佈之經濟數據及預測。

其他前瞻考慮(例如任何監管、法例或政治變動之影響)已納入考慮惟尚未被視為重大影響，故並無就該等因素調整預計信貸損失。本集團按季檢討及監察有關事宜是否適當。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(vii) Sensitivity analysis

The allowance for credit losses is sensitive to the inputs used in internally developed models, macroeconomic variables in the forward-looking forecasts, economic scenario weighting and other factors considered when applying expert judgment. Changes in these inputs, assumptions and judgments impact the assessment of significant increase in credit risk and the measurement of ECLs.

The following table shows the impact on the reversal of ECL allowance on loans and interest receivable as at 31 March 2021 by changing individual input.

Change in input on ECL model 預計信貸損失模式之 輸入數據變動	Impact on the reversal of ECL allowance on loans and interest receivable 對應收貸款及利息之 預計信貸損失撥備撥回之影響
— Assuming a further 10% weighting added to the probability of the optimistic scenario and a corresponding 10% weighting reduction in the base scenario	— Increase by HK\$114,000 — 增加 114,000 港元
— 假設樂觀情況之機率額外添加權重 10%，並於基礎情況相應減少權重 10%	
— Assuming a further 10% weighting added to the probability of the pessimistic scenario and a corresponding 10% weighting reduction in the base scenario	— Decrease by HK\$695,000 — 減少 695,000 港元
— 假設悲觀情況之機率額外添加權重 10%，並於基礎情況相應減少權重 10%	
— Assuming the forecast collateral value increased by 10%	— Increase by HK\$2,535,000
— 假設預測抵押品價值增加 10%	— 增加 2,535,000 港元
— Assuming the forecast collateral value decreased by 10%	— Decrease by HK\$5,975,000
— 假設預測抵押品價值減少 10%	— 減少 5,975,000 港元

3 財務風險管理 (續)

3.1 財務風險因素 (續)

(b) 信貸風險 (續)

(vii) 敏感度分析

信貸損失撥備對以下各項相當敏感：內部發展模式所用輸入數據、前瞻性預測之宏觀經濟變動、經濟情境比重及應用專家判斷時所考慮其他因素。此等輸入數據、假設及判斷出現變動會對信貸風險及預計信貸損失計量顯著增加之評估構成影響。

下表顯示個別輸入數據變動對 2021 年 3 月 31 日之應收貸款及利息之預計信貸損失撥備撥回之影響。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(viii) Credit risk exposure

The following table contains an analysis of the credit risk exposure of loans and interest receivable for which an ECL allowance is recognised. The gross carrying amount of loans and receivables below also represents the Group's maximum exposure to credit risk on these assets.

Movements in gross balance of loans and interest receivable:

		Year ended 31 March 2021 截至2021年3月31日止年度			
		Stage 1 第1階段 HK\$'000 千港元	Stage 2 第2階段 HK\$'000 千港元	Stage 3 第3階段 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Balance as at 31 March 2020	於2020年3月31日之結餘	700,807	96,790	184,513	982,110
New loans originated	新造貸款	458,442	5,921	23,875	488,238
Loans recovered or repaid during the year	年內收回或償還貸款	(427,965)	(69,802)	(113,956)	(611,723)
Transfers from Stage 1 to Stage 2	第1階段轉入第2階段	(38,773)	38,773	-	-
Transfers from Stage 1 to Stage 3	第1階段轉入第3階段	(16,971)	-	16,971	-
Transfers from Stage 2 to Stage 1	第2階段轉入第1階段	11,275	(11,275)	-	-
Transfers from Stage 2 to Stage 3	第2階段轉入第3階段	-	(2,152)	2,152	-
Transfers from Stage 3 to Stage 1	第3階段轉入第1階段	175	-	(175)	-
Transfers from Stage 3 to Stage 2	第3階段轉入第2階段	-	1,162	(1,162)	-
Total transfers between stages	階段之間轉撥總額	(44,294)	26,508	17,786	-
Loans receivable directly written-off	直接撇銷應收貸款	(118)	-	(2,553)	(2,671)
As at 31 March 2021	於2021年3月31日	686,872	59,417	109,665	855,954

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(viii) 信貸風險

下表載列已確認預計信貸損失撥備之應收貸款及利息之信貸風險分析。以下貸款及應收款項之賬面總值亦代表本集團就該等資產面對之最大信貸風險。

應收貸款及利息結餘總額之變動：

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(viii) Credit risk exposure (Continued)

		Year ended 31 March 2020 截至2020年3月31日止年度			
		Stage 1	Stage 2	Stage 3	Total
		第1階段	第2階段	第3階段	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
Balance as at 31 March 2019	於2019年3月31日之結餘	635,826	145,714	146,869	928,409
New loans originated	新造貸款	471,634	10,241	2,769	484,644
Loans recovered or repaid during the year	年內收回或償還貸款	(281,882)	(27,021)	(90,675)	(399,578)
Transfers from Stage 1 to Stage 2	第1階段轉入第2階段	(78,326)	78,326	-	-
Transfers from Stage 1 to Stage 3	第1階段轉入第3階段	(21,268)	-	21,268	-
Transfers from Stage 2 to Stage 1	第2階段轉入第1階段	1,017	(1,017)	-	-
Transfers from Stage 2 to Stage 3	第2階段轉入第3階段	-	(108,922)	108,922	-
Transfers from Stage 3 to Stage 1	第3階段轉入第1階段	3,347	-	(3,347)	-
Total transfers between stages	階段之間轉撥總額	(95,230)	(31,613)	126,843	-
Disposal of a subsidiary	出售一間附屬公司	(29,541)	(531)	(1,293)	(31,365)
As at 31 March 2020	於2020年3月31日	700,807	96,790	184,513	982,110

3 財務風險管理 (續)

3.1 財務風險因素 (續)

(b) 信貸風險 (續)

(viii) 信貸風險 (續)

Year ended 31 March 2020

截至2020年3月31日止年度

Stage 1	Stage 2	Stage 3	Total
第1階段	第2階段	第3階段	總計
HK\$'000	HK\$'000	HK\$'000	HK\$'000
千港元	千港元	千港元	千港元

Balance as at 31 March 2019	於2019年3月31日之結餘	635,826	145,714	146,869	928,409
New loans originated	新造貸款	471,634	10,241	2,769	484,644
Loans recovered or repaid during the year	年內收回或償還貸款	(281,882)	(27,021)	(90,675)	(399,578)
Transfers from Stage 1 to Stage 2	第1階段轉入第2階段	(78,326)	78,326	-	-
Transfers from Stage 1 to Stage 3	第1階段轉入第3階段	(21,268)	-	21,268	-
Transfers from Stage 2 to Stage 1	第2階段轉入第1階段	1,017	(1,017)	-	-
Transfers from Stage 2 to Stage 3	第2階段轉入第3階段	-	(108,922)	108,922	-
Transfers from Stage 3 to Stage 1	第3階段轉入第1階段	3,347	-	(3,347)	-
Total transfers between stages	階段之間轉撥總額	(95,230)	(31,613)	126,843	-
Disposal of a subsidiary	出售一間附屬公司	(29,541)	(531)	(1,293)	(31,365)
As at 31 March 2020	於2020年3月31日	700,807	96,790	184,513	982,110

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(viii) Credit risk exposure (Continued)

Movements in ECL allowance on loans and interest receivable:

		Year ended 31 March 2021 截至2021年3月31日止年度			
		Stage 1 第1階段 HK\$'000 千港元	Stage 2 第2階段 HK\$'000 千港元	Stage 3 第3階段 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Balance as at 31 March 2020	於2020年3月31日之結餘	1,815	949	23,721	26,485
New loans originated	新造貸款	3,191	328	220	3,739
Loans recovered or repaid during the year	年內收回或償還貸款	(1,323)	(5)	(2,236)	(3,564)
Transfers from Stage 1 to Stage 2	第1階段轉入第2階段	(267)	267	-	-
Transfers from Stage 1 to Stage 3	第1階段轉入第3階段	(29)	-	29	-
Transfers from Stage 2 to Stage 1	第2階段轉入第1階段	224	(224)	-	-
Transfers from Stage 2 to Stage 3	第2階段轉入第3階段	-	(721)	721	-
Total transfers between stages	階段之間轉撥總額	(72)	(678)	750	-
Impact on year end ECL exposure	對年終預計信貸損失風險之影響	966	(267)	(61)	638
Movement within same stage due to change in credit risk	因信貸風險變動而引致同一階段內之變動	(152)	-	(5,726)	(5,878)
As at 31 March 2021	於2021年3月31日	4,425	327	16,668	21,420

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(viii) 信貸風險(續)

應收貸款及利息預計信貸損失撥備之變動：

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(viii) Credit risk exposure (Continued)

		Year ended 31 March 2020 截至2020年3月31日止年度			
		Stage 1 第1階段 HK\$'000 千港元	Stage 2 第2階段 HK\$'000 千港元	Stage 3 第3階段 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Balance as at 31 March 2019	於2019年3月31日之結餘	4,444	697	19,894	25,035
New loans originated	新造貸款	2,754	879	404	4,037
Loans recovered or repaid during the year	年內收回或償還貸款	(1,674)	(314)	-	(1,988)
Transfers from Stage 1 to Stage 2	第1階段轉入第2階段	(310)	310	-	-
Transfers from Stage 1 to Stage 3	第1階段轉入第3階段	(61)	-	61	-
Transfers from Stage 2 to Stage 3	第2階段轉入第3階段	-	(383)	383	-
Total transfers between stages	階段之間轉撥總額	(371)	(73)	444	-
Impact on year end ECL exposure	對年終預計信貸損失風險之影響	47	87	2,948	3,082
Movement within same stage due to change in credit risk	因信貸風險變動而引致同一階段內之變動	1,514	3	5,111	6,628
Write-offs through provision	透過撥備撇銷	-	-	(3,786)	(3,786)
Disposal of a subsidiary	出售一間附屬公司	(4,899)	(330)	(1,294)	(6,523)
As at 31 March 2020	於2020年3月31日	1,815	949	23,721	26,485

3 財務風險管理 (續)

3.1 財務風險因素 (續)

(b) 信貸風險 (續)

(viii) 信貸風險 (續)

Year ended 31 March 2020
截至2020年3月31日止年度

Stage 1 第1階段 HK\$'000 千港元	Stage 2 第2階段 HK\$'000 千港元	Stage 3 第3階段 HK\$'000 千港元	Total 總計 HK\$'000 千港元
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Balance as at 31 March 2019	於2019年3月31日之結餘	4,444	697	19,894	25,035
New loans originated	新造貸款	2,754	879	404	4,037
Loans recovered or repaid during the year	年內收回或償還貸款	(1,674)	(314)	-	(1,988)
Transfers from Stage 1 to Stage 2	第1階段轉入第2階段	(310)	310	-	-
Transfers from Stage 1 to Stage 3	第1階段轉入第3階段	(61)	-	61	-
Transfers from Stage 2 to Stage 3	第2階段轉入第3階段	-	(383)	383	-
Total transfers between stages	階段之間轉撥總額	(371)	(73)	444	-
Impact on year end ECL exposure	對年終預計信貸損失風險之影響	47	87	2,948	3,082
Movement within same stage due to change in credit risk	因信貸風險變動而引致同一階段內之變動	1,514	3	5,111	6,628
Write-offs through provision	透過撥備撇銷	-	-	(3,786)	(3,786)
Disposal of a subsidiary	出售一間附屬公司	(4,899)	(330)	(1,294)	(6,523)
As at 31 March 2020	於2020年3月31日	1,815	949	23,721	26,485

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(b) Credit risk (Continued)

(ix) Write-off policy

The Group writes off loans and interest receivable, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The Group may write-off loans and interest receivable that are still subject to enforcement activities. The amounts written-off during the year ended 31 March 2021 was HK\$2,671,000. The Group still seeks to recover amounts it is legally owed in full, but which have been written-off due to no reasonable expectation of full recovery.

(x) Concentration risk

Revenue from the top five customers constituted approximately 10% (2020: 9%) of the Group's revenue for the year ended 31 March 2021. They accounted for approximately 9% (2020: 12%) of the gross loans receivable balances as at 31 March 2021.

(c) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facility. Cash flow forecasting is performed by management. The Group monitors its rolling forecasts of the Group's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Group does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans, covenant compliance, compliance with internal financial position ratio targets and, if applicable external regulatory or legal requirements.

3 財務風險管理(續)

3.1 財務風險因素(續)

(b) 信貸風險(續)

(ix) 撇銷政策

本集團於作出一切實際收回之努力後得出結論認為並無合理預期可收回時，撇銷全數或部分應收貸款及利息。本集團可撇銷仍須進行強制活動之應收貸款及利息。於截至2021年3月31日止年度撇銷之金額為2,671,000港元。本集團仍尋求全數收回其合法擁有但因無合理預期可全數收回而撇銷之款項。

(x) 風險集中

截至2021年3月31日止年度，來自五大客戶之收益佔本集團收益約10% (2020年：9%)，佔於2021年3月31日之應收貸款結餘總額約9% (2020年：12%)。

(c) 流動資金風險

審慎流動資金風險管理指維持充足現金及獲得充足承諾信貸融資。管理層進行現金流量預測。本集團監控其對本集團流動資金需求作出之滾動預測，確保有足夠資金應付營運資金需求，同時於任何時間均就未提取承諾借款融資維持足夠上升空間，以確保本集團不會違反其任何借款融資之借款限額或契諾(如適用)。該等預測乃計及本集團之債務融資計劃、契諾合規情況、內部財務狀況利率目標遵守及(如適用)外部規定或法律要求。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.1 Financial risk factors (Continued)

(c) Liquidity risk (Continued)

The Group's primary cash requirements, apart from granting loans to customers, are for payment of bank and other borrowings, bonds, an amount due to a fellow subsidiary and operating expenses.

The table below analyses the Group's financial liabilities into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Within one year:	1年內：		
Other payables and accruals	其他應付款項及應計費用	4,623	3,451
Amount due to a fellow subsidiary	應付一間同系附屬公司款項	128,840	126,246
Bank and other borrowings	銀行及其他借款	177,058	323,203
Bonds	債券	5,769	5,850
		316,290	458,750
Two to five years:	2至5年：		
Bonds	債券	101,581	106,052

3.2 Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns to the shareholder and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

3 財務風險管理(續)

3.1 財務風險因素(續)

(c) 流動資金風險(續)

除向客戶授出貸款外，本集團之主要現金需求為銀行及其他借款還款、債券、應付一間同系附屬公司款項及營運開支。

下表對根據報告期末至合約到期日之剩餘期間劃分本集團之金融負債至有關到期組別作出分析。表中所披露金額為合約未貼現現金流量。

3.2 股本風險管理

本集團管理股本之目標為保障本集團能持續經營，從而為股東提供回報並為其他持份者提供利益，以及維持最佳之股本架構以減低股本成本。

為維持或調整股本架構，本集團或會調整支付予股東之股息、向股東退還股本、發行新股或出售資產以減低債務。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.2 Capital risk management (Continued)

The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including 'bank and other borrowings', 'bonds' and 'amount due to a fellow subsidiary' as shown in the consolidated statement of financial position) less cash and cash equivalents. Total capital is calculated as 'equity' as shown in the consolidated statement of financial position. The Group's strategy remains unchanged and the gearing ratio and net cash position of the Group as at 31 March 2021 are as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
		Note 附註	
Bank and other borrowings	銀行及其他借款	31	323,203
Bonds	債券	32	99,513
Amount due to a fellow subsidiary	應付一間同系附屬公司款項	35(b)	126,246
Less: cash and cash equivalents	減：現金及現金等價物	26	(15,279)
Net debt	債務淨額		533,683
Total equity	權益總額		614,432
Gearing ratio	資產負債比率		0.87

3.3 Fair value estimation

The table below analyses the Group's financial instruments carried at fair value as at 31 March 2021 by level of inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).

3 財務風險管理 (續)

3.2 股本風險管理 (續)

本集團以資產負債比率為基準監控股本。該比率按債務淨額除以股本總額予以計算。債務淨額為借款總額(包括綜合財務狀況表內所示之「銀行及其他借款」、「債券」及「應付一間同系附屬公司款項」)減現金及現金等價物。股本總額為綜合財務狀況表所示之「權益」金額。本集團之策略維持不變；本集團於2021年3月31日之資產負債比率及現金狀況淨額如下：

3.3 公平值估計

下表透過計量公平值所用估值技術之輸入數據等級，分析本集團於2021年3月31日按公平值列賬之金融工具。有關輸入數據乃按下列歸入公平值架構內三個等級：

- 同一資產或負債在活躍市場之報價(未經調整)(第一級)。
- 除包含於第一級之報價外，資產或負債之可觀察直接(即價格)或間接(即源自價格)輸入數據(第二級)。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

3 FINANCIAL RISK MANAGEMENT (Continued)

3.3 Fair value estimation (Continued)

- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Level 2 financial asset	第二級金融資產		
Financial asset at fair value through profit or loss	按公平值計入損益之金融資產	800	800

See Note 17 to the consolidated financial statements for disclosures of the fair value estimation of investment properties that are measured at fair value.

There were no transfers between levels 1, 2 and 3 during the year (2020: Nil).

3 財務風險管理(續)

3.3 公平值估計(續)

- 並非依據可觀察市場數據而釐定之資產或負債輸入數據(即不可觀察輸入數據)(第三級)。

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Level 2 financial asset	第二級金融資產		
Financial asset at fair value through profit or loss	按公平值計入損益之金融資產	800	800

有按公平值計量之投資物業之公平值估計之披露資料，請參閱綜合財務報表附註17。

年內第一級、第二級及第三級之間並無發生轉撥(2020年：無)。

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

4 重要會計估計及判斷

估計及判斷會持續評估，並以過往經驗及其他因素為基準，包括預期日後出現相信在有關情況下屬合理之事件。

本集團就未來作出估計及假設。顧名思義，所產生會計估計絕少與有關實際結果相同。涉及導致下一個財政年度之資產與負債賬面值作出大幅調整之重大風險之估計及假設論述如下。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

(Continued)

(a) Measurement of the expected credit loss allowance

The measurement of the expected credit loss allowance for loans and interest receivable is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behavior. Explanation of the inputs, assumptions and estimation techniques used in measuring ECL is further detailed in Note 3.1(b), which also sets out key sensitivities of the ECL to changes in these elements.

A number of significant judgements are also required in applying the accounting requirements for measuring ECL, such as:

- Determining criteria for significant increase in credit risk;
- Choosing appropriate models and assumptions for the measurement of ECL; and
- Establishing the number and relation weightings of forward looking scenarios.

(b) Estimated valuation of investment properties

The fair value of investment property is determined annually by similar transaction on an open market in existing use basis. In making the judgement, consideration has been given to assumptions that are mainly on market conditions existing at the end of the reporting period and appropriate capitalisation rates of rental income.

4 重要會計估計及判斷(續)

(a) 預計信貸損失撥備之計量

應收貸款及利息預計信貸損失撥備之計量乃須使用複雜模式以及有關未來經濟狀況及信貸行為之重大假設之範疇。有關計量預計信貸損失所用輸入數據、假設及估計方法之解釋於附註3.1(b)進一步詳述，當中亦載列預計信貸損失對該等元素變動之主要敏感度。

應用有關計量預計信貸損失之會計規定時亦須作出多項重大判斷，例如：

- 釐定信貸風險顯著增加之標準；
- 就計量預計信貸損失選用合適模式及假設；及
- 制訂前瞻情況之數目及關係權重。

(b) 投資物業之估計估值

投資物業之公平值每年按目前使用基準參考公開市場之類似交易釐定。在作出判斷時，會考慮主要有關報告期末市場狀況及租金收入之適當股本化率之假設。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

(Continued)

(c) Income tax

The Group is subject to current income tax. Significant judgment is required in determining the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain. The Group recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current income tax and deferred income tax assets and liabilities in the period in which such determination is made.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted at the balance sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled. Deferred income tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

The Group's management determines the deferred income tax assets based on the enacted or substantively enacted tax rates (and laws) and the best knowledge of profit projections of the Group for coming years during which the deferred income tax assets are expected to be utilised. In assessing the amount of deferred income tax assets that need to be recognised, the Group considers future taxable income and ongoing prudent and feasible tax planning strategies. In the event that the Group estimates of projected future taxable income and benefits from available tax strategies are changed, or changes in current tax regulations are enacted that would impact the timing or extent of the Group's ability to utilise the tax benefits of net operating loss carried forward in the future, adjustments to the recorded amount of net deferred income tax assets and income tax expense would need to be made. In addition, management will revisit the assumptions and profit projections at each balance sheet date.

4 重要會計估計及假設(續)

(c) 所得稅

本集團須繳納即期所得稅。釐定所得稅撥備時須作出重大判斷。眾多交易及計算之最終稅項未能確定。本集團基於估計有否額外稅項到期確認預計稅務審計問題之負債。倘有關最終稅項結果與最初入賬金額不同，則差額會影響釐定稅項期間之即期所得稅及遞延所得稅資產與負債。

遞延所得稅採用在結算日已頒佈或實質已頒佈，及預期在變現有有關遞延所得稅資產或清償遞延所得稅負債時適用之稅率(及法例)釐定。僅於未來可能有應課稅溢利可用於抵銷暫時差額，方確認遞延所得稅資產。

本集團管理層根據已頒佈或實質已頒佈之稅率(及法例)，以及本集團就預期動用遞延所得稅資產之未來年度之最佳溢利預測釐定遞延所得稅資產。評估須予確認之遞延所得稅資產金額時，本集團會考慮未來應課稅收入及現行審慎及可行之稅務規劃策略。倘本集團有關預測未來應課稅收入及現有稅務策略所帶來利益之估計出現任何變動，或現行稅務法規經修訂後會影響本集團日後動用結轉經營虧損淨額之稅務利益之時間或能力範疇，則須調整所錄得遞延所得稅資產淨值及所得稅開支。此外，管理層會於各結算日修訂假設及溢利預測。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

5 SEGMENT INFORMATION

The chief operating decision-maker has been identified as the management committee which comprises the executive directors and the chief executive officer of the Group. The management committee reviews the Group's internal reporting in order to assess performance and allocate resources. The management committee has determined the operating segments based on these reports.

The management committee has determined that the Group is organised into two main operating segments: (i) Property mortgage loans and (ii) Personal loans. The management committee measures the performance of the segments based on their respective segment results. The segment results derived from profit/loss before taxation, excluding unallocated income/(expenses). Unallocated income/(expenses) mainly comprise of corporate income net off with corporate expenses including salary and other administrative expenses which are not attributable to particular reportable segment.

Segment assets exclude cash and cash equivalent and other unallocated head office and corporate assets which are managed on a group basis. Segment liabilities exclude income tax liabilities and other unallocated head office and corporate liabilities which are managed on a group basis.

There were no sales between the operating segments in the year ended 31 March 2021 (2020: There were sales between operating segments).

All of the Group's revenue from external customers and assets were generated from and located in Hong Kong during the years ended 31 March 2021 and 2020.

All of the Group's operating segments operate solely in Hong Kong, and accordingly geographical segment information is not presented.

5 分部資料

主要營運決策人已確認為管理委員會，其由本集團執行董事及行政總裁組成。管理委員會審閱本集團之內部申報，從而評估表現及分配資源。管理委員會已根據該等報告確定經營分部。

管理委員會已確定本集團分為兩個主要經營分部：(i) 物業按揭貸款及(ii) 私人貸款。管理委員會根據彼等各自之分部業績計量分部表現。分部業績源自除稅前溢利／虧損，惟不包括未分配收入／(開支)。未分配收入／(開支) 主要包括企業收入，經扣除並非歸屬於特定呈報分部之企業開支(包括薪金及其他行政開支)。

分部資產不包括現金及現金等價物及以集團管理為基礎之其他未分配總部及企業資產。分部負債不包括所得稅負債及以集團管理為基礎之其他未分配總部及企業負債。

截至2021年3月31日止年度，經營分部之間並無進行銷售(2020年：經營分部之間曾進行銷售)。

截至2021年及2020年3月31日止年度，本集團來自外部客戶之所有收益及資產均產生自及位於香港境內。

本集團所有經營分部均僅於香港營運，故並無呈列地區分部資料。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

5 SEGMENT INFORMATION (Continued) For the year ended 31 March 2021

5 分部資料(續) 截至2021年3月31日止年度

		Property mortgage loans 物業按揭貸款 HK\$'000 千港元	Personal loans 私人貸款 HK\$'000 千港元	Unallocated 未分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Revenue from external customers	來自外部客戶之收益	109,735	45,768	-	155,503
Other income and gain	其他收入及收益	2,641	987	274	3,902
Fair value losses on revaluation of investment properties	重估投資物業之公平值虧損	-	-	(990)	(990)
Reversal of impairment and write-off of loans receivable, net	應收貸款減值撥回及撤銷淨額	2,215	179	-	2,394
Administrative expenses	行政開支	(29,397)	(13,905)	(4,036)	(47,338)
Operating profit/(loss)	經營溢利/(虧損)	85,194	33,029	(4,752)	113,471
Finance costs	融資成本	(18,361)	-	(7,315)	(25,676)
Profit/(loss) before income tax	除所得稅前溢利/(虧損)	66,833	33,029	(12,067)	87,795
Income tax expense	所得稅開支	(9,441)	(3,809)	(1,327)	(14,577)
Profit/(loss) and total comprehensive income/(loss) for the year attributable to owners of the Company	本公司擁有人應佔年度溢利/(虧損)及全面收入/(虧損)總額	57,392	29,220	(13,394)	73,218

As at 31 March 2021

於2021年3月31日

		Property mortgage loans 物業按揭貸款 HK\$'000 千港元	Personal loans 私人貸款 HK\$'000 千港元	Unallocated 未分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Segment assets	分部資產	755,857	201,940	144,194	1,101,991
Segment liabilities	分部負債	(307,643)	(6,009)	(111,479)	(425,131)
Other information:	其他資料:				
Depreciation expense	折舊開支	(562)	(511)	(1,941)	(3,014)
(Provision for)/reversal of impairment:	減值(撥備)/撥回:				
- Stage 1	- 第1階段	(2,823)	213	-	(2,610)
- Stage 2	- 第2階段	223	399	-	622
- Stage 3	- 第3階段	7,368	(315)	-	7,053
Loans and interest receivable written-off	撤銷應收貸款及利息	(2,553)	(118)	-	(2,671)

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

5 SEGMENT INFORMATION (Continued) For the year ended 31 March 2020

5 分部資料 (續) 截至 2020 年 3 月 31 日止年度

		Property mortgage loans 物業按揭貸款 HK\$'000 千港元	Personal loans 私人貸款 HK\$'000 千港元	Unallocated 未分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Total segment revenue	分部收益總額	114,627	49,268	-	163,895
Inter-segment revenue	分部間收益	-	(281)	-	(281)
Revenue from external customers	來自外部客戶之收益	114,627	48,987	-	163,614
Other income and gain	其他收入及收益	346	(120)	14,663	14,889
Fair value losses on revaluation of investment properties	重估投資物業之公平值虧損	-	-	(7,340)	(7,340)
Provision for impairment and write-off of loans receivable, net	應收貸款減值撥備 及撇銷淨額	(7,584)	(11,574)	-	(19,158)
Administrative expenses	行政開支	(31,981)	(18,446)	(214)	(50,641)
Operating profit	經營溢利	75,408	18,847	7,109	101,364
Finance costs	融資成本	(27,799)	-	(7,347)	(35,146)
Profit/(loss) before income tax	除所得稅前溢利/(虧損)	47,609	18,847	(238)	66,218
Income tax expense	所得稅開支	(6,371)	(3,314)	(1,038)	(10,723)
Profit/(loss) and total comprehensive income/(loss) for the year attributable to owners of the Company	本公司擁有人應佔年度 溢利/(虧損)及全面 收入/(虧損)總額	41,238	15,533	(1,276)	55,495

As at 31 March 2020

於 2020 年 3 月 31 日

		Property mortgage loans 物業按揭貸款 HK\$'000 千港元	Personal loans 私人貸款 HK\$'000 千港元	Unallocated 未分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Segment assets	分部資產	865,279	150,243	162,798	1,178,320
Segment liabilities	分部負債	(448,181)	(5,311)	(110,396)	(563,888)
Other information:	其他資料:				
Depreciation expense	折舊開支	(417)	(670)	(1,937)	(3,024)
(Provision for)/reversal of impairment:	減值(撥備)/撥回:				
- Stage 1	- 第1階段	(706)	(1,564)	-	(2,270)
- Stage 2	- 第2階段	207	(789)	-	(582)
- Stage 3	- 第3階段	(7,085)	(1,822)	-	(8,907)
Loans and interest receivable written-off	撇銷應收貸款及利息	-	(7,399)	-	(7,399)

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

6 REVENUE AND OTHER INCOME AND GAIN

Revenue represents the interest income earned from the money lending business of providing property mortgage loans and personal loans in Hong Kong. Revenue and other income and gain recognised during the year are as follows:

6 收益以及其他收入及收益

收益即在香港提供物業按揭貸款及私人貸款之放債業務所賺取之利息收入。於年內確認之收益以及其他收入及收益如下：

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Revenue:	收益：		
Interest income — property mortgage loans	利息收入 — 物業按揭貸款	109,735	114,627
Interest income — personal loans	利息收入 — 私人貸款	45,768	48,987
Total revenue	總收益	155,503	163,614
Other income:	其他收入：		
Rental income	租金收入	343	440
Sundry income	雜項收入	8	15
Management service fee income	管理服務費收入	1,742	270
Government grant	政府補助	1,809	—
Total other income	其他收入總額	3,902	725
Other gain:	其他收益：		
Gain on disposal of a subsidiary (Note 36)	出售一間附屬公司之收益 (附註36)	—	14,164
Total other gain	其他收益總額	—	14,164

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

7 (REVERSAL OF)/PROVISION FOR IMPAIRMENT AND WRITE-OFF OF LOANS RECEIVABLE, NET

7 應收貸款減值(撥回)/撥備及撇銷淨額

		Year ended 31 March 2021 截至2021年3月31日止年度			
		12 months expected credit loss (Stage 1)	Lifetime expected credit loss not credit impaired (Stage 2) 並無信貸 減值之 全期預計 信貸損失 (第2階段)	Lifetime expected credit loss credit impaired (Stage 3) 出現信貸 減值之 全期預計 信貸損失 (第3階段)	Total
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	總計 HK\$'000 千港元
Charge for/(reversal of) provisions for impairment on loans receivable	扣除/(撥回)應收貸款減值撥備	2,610	(622)	(7,053)	(5,065)
Write-off of loans receivable	撇銷應收貸款	118	-	2,553	2,671
		2,728	(622)	(4,500)	(2,394)

		Year ended 31 March 2020 截至2020年3月31日止年度			
		12 months expected credit loss (Stage 1)	Lifetime expected credit loss not credit impaired (Stage 2) 並無信貸 減值之 全期預計 信貸損失 (第2階段)	Lifetime expected credit loss credit impaired (Stage 3) 出現信貸 減值之 全期預計 信貸損失 (第3階段)	Total
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	總計 HK\$'000 千港元
Charge for provisions for impairment on loans receivable	扣除應收貸款減值撥備	2,270	582	8,907	11,759
Write-off of loans receivable	撇銷應收貸款	49	888	6,462	7,399
		2,319	1,470	15,369	19,158

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

8 ADMINISTRATIVE EXPENSES

8 行政開支

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
	Note 附註		
Employee benefit expenses (excluding directors' emoluments)	僱員福利開支(不包括董事酬金)		
	9	15,985	16,807
Directors' emoluments	董事酬金	6,089	5,764
Advertising and marketing expenses	廣告及營銷開支	10,795	10,115
Legal and professional fees	法律及專業費用	3,107	3,551
Rent and rates	租金及差餉	365	307
Auditor's remuneration	核數師酬金		
— audit services	— 審核服務	800	800
— non-audit services	— 非審核服務	250	250
Bank charges	銀行收費	400	410
Referral fees	轉介費用	1,352	2,035
Valuation and search fee	估值及查冊費用	590	1,394
Depreciation of property, plant and equipment	物業、廠房及設備折舊		
	16	3,014	3,024
Other expenses	其他開支	4,591	6,184
		47,338	50,641

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

9 EMPLOYEE BENEFIT EXPENSES (EXCLUDING DIRECTORS' EMOLUMENTS)

(a) Employee benefit expenses during the year are as follows:

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Salaries and bonus	薪金及花紅	15,299	15,992
Pension costs — defined contribution plans (Note)	退休金成本 — 界定供款計劃 (附註)	496	569
Other benefits	其他福利	190	246
		15,985	16,807

Note:

The Group participates in the Mandatory Provident Fund scheme (the "MPF scheme") in accordance with the Mandatory Provident Fund Scheme Ordinance of Hong Kong. Under the rules of the MPF scheme, the employer and its employees in Hong Kong are each required to contribute 5% of the employee's relevant income with a ceiling of HK\$1,500 per month to the MPF scheme. The only obligation of the Group with respect to the MPF scheme is to make the required contributions under the scheme. No forfeited contribution is available to reduce the contribution payable in future year.

(b) Five highest paid individuals

The five individuals whose emoluments were the highest in the Group included 3 directors for the year ended 31 March 2021 (2020: 3), whose emoluments are reflected in Note 10. The emoluments payable to the remaining 2 individuals for the year ended 31 March 2021 (2020: 2), are as follows:

9 僱員福利開支 (不包括董事酬金)

(a) 年內僱員福利開支如下：

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Salaries and bonus	薪金及花紅	15,299	15,992
Pension costs — defined contribution plans (Note)	退休金成本 — 界定供款計劃 (附註)	496	569
Other benefits	其他福利	190	246
		15,985	16,807

附註：

本集團根據香港《強制性公積金計劃條例》參與強制性公積金計劃(「強積金計劃」)。根據強積金計劃規定，香港僱主及其僱員各自須按僱員相關收入之5%(每月上限為1,500港元)向強積金計劃供款。在強積金計劃內，本集團之唯一責任為向計劃作出所需供款。概無已沒收供款可用作減少未來年度應付之供款。

(b) 五名最高薪人士

截至2021年3月31日止年度，本集團五名最高薪人士包括3名(2020年：3名)董事，該等酬金已反映於附註10。截至2021年3月31日止年度，應付餘下2名(2020年：2名)最高薪人士之酬金如下：

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Salaries and bonus	薪金及花紅	2,546	2,360
Pension costs — defined contribution plans	退休金成本 — 界定供款計劃	36	36
		2,582	2,396

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

9 EMPLOYEE BENEFIT EXPENSES (EXCLUDING DIRECTORS' EMOLUMENTS) (Continued)

(b) Five highest paid individuals (Continued)

The emoluments of the remaining 2 (2020: 2) highest paid individuals fell within the following band:

		Number of individuals 人數	
		2021 2021年	2020 2020年
Emolument band	酬金範圍		
HK\$1,000,001–HK\$2,000,000	1,000,001 港元 – 2,000,000 港元	2	2
		2	2

10 BENEFIT AND INTEREST OF THE DIRECTORS

(a) Directors' emoluments

The remuneration of each director is set out below:

Emoluments paid or receivable in respect of a person's services as a director, whether of the Company or its subsidiary undertaking for the year ended 31 March 2021:

		Fees	Salaries	Bonuses	Allowances and benefits in kind (Note) 津貼及實物福利(附註)	Employer's contribution to the MPF Scheme 強積金計劃之僱主供款	Total
		HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Executive directors	執行董事						
Mr. Chan Koung Nam	陳光南先生	-	1,548	383	70	18	2,019
Mr. Chan Kwong Yin William	陳光賢先生	-	1,548	383	840	18	2,789
Mr. Tse Pui To	謝培道先生	-	1,362	337	-	18	1,717
Independent non-executive directors	獨立非執行董事						
Mr. Chan Siu Wing Raymond	陳兆榮先生	138	-	-	-	-	138
Mr. Chu Yat Pang Terry	朱逸鵬先生	198	-	-	-	-	198
Mr. Cheung Kok Cheong	張國昌先生	138	-	-	-	-	138
		474	4,458	1,103	910	54	6,999

9 僱員福利開支(不包括董事酬金)(續)

(b) 五名最高薪人士(續)

餘下2名(2020年:2名)最高薪人士之酬金範圍如下:

10 董事福利及利益

(a) 董事酬金

各董事之酬金載列如下:

截至2021年3月31日止年度就作為董事為本公司或其附屬公司業務提供個人服務之已付或應收酬金:

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

10 BENEFIT AND INTEREST OF THE DIRECTORS (Continued)

(a) Directors' emoluments (Continued)

Emoluments paid or receivable in respect of a person's services as a director, whether of the Company or its subsidiary undertaking for the year ended 31 March 2020:

		Fees	Salaries	Bonuses	Allowances and benefits in kind (Note)	Employer's contribution to the MPF Scheme	Total
		袍金	薪金	花紅	津貼及實物福利(附註)	強積金計劃之僱主供款	總計
		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
Executive directors	執行董事						
Mr. Chan Koung Nam	陳光南先生	-	1,499	248	-	18	1,765
Mr. Chan Kwong Yin William	陳光賢先生	-	1,499	248	840	18	2,605
Mr. Tse Pui To	謝培道先生	-	1,309	433	-	18	1,760
Independent non-executive directors	獨立非執行董事						
Mr. Chan Siu Wing Raymond	陳兆榮先生	138	-	-	-	-	138
Mr. Chu Yat Pang Terry	朱逸鵬先生	198	-	-	-	-	198
Mr. Cheung Kok Cheong	張國昌先生	138	-	-	-	-	138
		474	4,307	929	840	54	6,604

Note:

The allowances and benefits in kind represents the rental of residential properties owned by the Group and used by Mr. Chan Kwong Nam of HK\$70,000 and Mr. Chan Kwong Yin William of HK\$840,000 (2020: HK\$840,000).

(b) Directors' retirement benefits and termination benefits

None of the directors received or will receive any retirement benefits or termination benefits during the year (2020: Nil).

(c) Consideration provided to third parties for making available directors' services

During the year ended 31 March 2021, no consideration was provided to or receivable by third parties for making available director's services (2020: Nil).

10 董事福利及利益(續)

(a) 董事酬金(續)

截至2020年3月31日止年度就作為董事為本公司或其附屬公司業務提供個人服務之已付或應收酬金：

	Fees	Salaries	Bonuses	Allowances and benefits in kind (Note)	Employer's contribution to the MPF Scheme	Total
	袍金	薪金	花紅	津貼及實物福利(附註)	強積金計劃之僱主供款	總計
	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
Executive directors	執行董事					
Mr. Chan Koung Nam	陳光南先生	-	1,499	248	-	1,765
Mr. Chan Kwong Yin William	陳光賢先生	-	1,499	248	840	2,605
Mr. Tse Pui To	謝培道先生	-	1,309	433	-	1,760
Independent non-executive directors	獨立非執行董事					
Mr. Chan Siu Wing Raymond	陳兆榮先生	138	-	-	-	138
Mr. Chu Yat Pang Terry	朱逸鵬先生	198	-	-	-	198
Mr. Cheung Kok Cheong	張國昌先生	138	-	-	-	138
		474	4,307	929	840	6,604

附註：

津貼及實物福利指由本集團擁有且陳光南先生及陳光賢先生使用之住宅物業之租金分別70,000港元及840,000港元(2020年：840,000港元)。

(b) 董事退休與離職福利

概無董事於本年度內收取或將會收取任何退休福利或離職福利(2020年：無)。

(c) 因董事服務向第三方提供之代價

截至2021年3月31日止年度，並無因董事服務向第三方提供代價，或第三方亦無應收代價(2020年：無)。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

10 BENEFIT AND INTEREST OF THE DIRECTORS (Continued)

(d) Information about loans, quasi-loans and other dealings in favour of directors, controlled bodies corporate by and connected entities with such directors

There are no loans, quasi-loans or other dealings in favour of directors, controlled bodied corporate by and connected entities with such directors (2020: Nil).

(e) Directors' material interests in transactions, arrangements or contracts

Save as disclosed in Note 35, no significant transactions, arrangements and contracts in relation to the Group's business to which the Company was a party and in which a director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the year or at any time during the year (2020: Nil).

11 FINANCE COSTS

Interest on secured bank borrowings	有抵押銀行借款利息	10,186	17,556
Interest on bank overdrafts	銀行透支利息	385	265
Interest on amount due to a fellow subsidiary (Note 35(a))	應付一間同系附屬公司款項利息(附註35(a))	5,926	7,016
Interest and other expenses on bonds	債券之利息及其他開支	7,147	7,147
Interest on other borrowings	其他借款利息	2,032	3,162
Total finance costs	融資成本總額	25,676	35,146

10 董事福利及利益(續)

(d) 有關以董事、受該等董事控制之法人團體及與該等董事有關連之實體為受益人之貸款、準貸款及其他交易資料

概無有關以董事、受該等董事控制之法人團體及與該等董事有關連之實體為受益人之貸款、準貸款或其他交易(2020年：無)。

(e) 董事於交易、安排或合約之重大權益

除附註35所披露者外，截至年終或於年內任何時間，本公司並無訂立任何與本集團業務有關且本公司董事於當中擁有重大權益(無論直接或間接)之重大交易、安排及合約(2020年：無)。

11 融資成本

Year ended 31 March 截至3月31日止年度

		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Interest on secured bank borrowings	有抵押銀行借款利息	10,186	17,556
Interest on bank overdrafts	銀行透支利息	385	265
Interest on amount due to a fellow subsidiary (Note 35(a))	應付一間同系附屬公司款項利息(附註35(a))	5,926	7,016
Interest and other expenses on bonds	債券之利息及其他開支	7,147	7,147
Interest on other borrowings	其他借款利息	2,032	3,162
Total finance costs	融資成本總額	25,676	35,146

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

12 INCOME TAX EXPENSE

Hong Kong profits tax for the year ended 31 March 2021 and 2020 have been provided for the rate of 8.25% for the first HK\$2,000,000 estimated assessable profits and 16.5% for estimated assessable profits above HK\$2,000,000 for an entity of the Group qualified for the two-tiered profits tax rates regime introduced pursuant to the Inland Revenue (Amendment) (No.7) Bill 2017. For group entities not qualifying for the two-tiered profits tax rates regime, Hong Kong profits tax has been provided for at a flat rate of 16.5% (2020: 16.5%).

The amount of income tax expense charged to the consolidated statement of comprehensive income represents:

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Hong Kong profits tax	香港利得稅		
— Current year	— 本年度	14,504	10,999
— (Over)/under provision in prior years	— 過往年度(超額撥備)/撥備不足	(235)	22
Deferred income tax	遞延所得稅	308	(298)
		14,577	10,723

The tax on the Group's profit before income tax differs from the theoretical amount that would arise as follows:

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Profit before income tax	除所得稅前溢利	87,795	66,218
Calculated at Hong Kong profits tax rate of 16.5%	按香港利得稅稅率 16.5% 計算	14,486	10,926
(Over)/under provision in prior year	過往年度(超額撥備)/撥備不足	(235)	22
Income not subject to taxation	毋須課稅收入	(333)	(1,677)
Expenses not deductible for tax purposes	不可扣稅開支	930	1,617
Tax loss recognised	已確認稅項虧損	(106)	—
Tax concession	稅務優惠	(165)	(165)
Income tax expense	所得稅開支	14,577	10,723

12 所得稅開支

根據2017年稅務(修訂)(第7號)條例草案引入兩級制利得稅稅率，截至2021年及2020年3月31日止年度，合資格集團實體之首2,000,000港元估計應課稅溢利按8.25%計提香港利得稅撥備，2,000,000港元以上之估計應課稅溢利按16.5%計提香港利得稅撥備。就未符合兩級制利得稅稅率資格之集團實體而言，香港利得稅以統一稅率16.5%(2020年：16.5%)計提撥備。

於綜合全面收入表扣除之所得稅開支金額指：

本集團除所得稅前溢利產生之稅項與理論金額間之差額如下：

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

13 EARNINGS PER SHARE

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company of HK\$73,218,000 (2020: HK\$55,495,000) by the weighted average number of 415,000,000 (2020: 415,000,000) ordinary shares in issue during the year ended 31 March 2021.

		Year ended 31 March 截至3月31日止年度	
		2021 2021年	2020 2020年
Profit attributable to owners of the Company (HK\$'000)	本公司擁有人應佔溢利(千港元)	73,218	55,495
Weighted average number of ordinary shares in issue for basic earnings per share ('000)	就計算每股基本盈利之已發行普通股之加權平均數(千股)	415,000	415,000
Basic earnings per share (HK cents)	每股基本盈利(港仙)	17.6	13.4

(b) Diluted earnings per share

As at 31 March 2021 and 2020, diluted earnings per share presented is the same as the basic earnings per share as there was no potentially diluted ordinary share outstanding.

13 每股盈利

(a) 每股基本盈利

每股基本盈利之計算方式為將本公司擁有人應佔溢利73,218,000港元(2020年: 55,495,000港元)除以截至2021年3月31日止年度已發行普通股之加權平均數415,000,000股(2020年: 415,000,000股)。

(b) 每股攤薄盈利

於2021年及2020年3月31日，由於並無發行在外之潛在攤薄普通股，故所呈列每股攤薄盈利與每股基本盈利相同。

14 DIVIDENDS

A final dividend in respect of the year ended 31 March 2021 of HK1.3 cents per share, totaling HK\$5,395,000, is scheduled to be declared at the forthcoming annual general meeting of the Company. These consolidated financial statements do not reflect this dividend payable.

14 股息

本公司計劃於應屆股東週年大會宣派截至2021年3月31日止年度之末期股息每股1.3港仙，合共為5,395,000港元。該等綜合財務報表並無反映該筆應付股息。

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Interim dividend paid of HK1.3 cents (2020: HK1.3 cents) per share	已付中期股息每股1.3港仙(2020年: 1.3港仙)	5,395	5,395
Proposed final dividend of HK1.3 cents (2020: HK1.3 cents) per share	建議末期股息每股1.3港仙(2020年: 1.3港仙)	5,395	5,395
		10,790	10,790

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

15 NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS

(a) Cash generated from operations

15 綜合現金流量表之附註

(a) 經營所得現金

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
	Note 附註		
Profit before income tax	除所得稅前溢利	87,795	66,218
Adjustments for:	就下列各項作出調整：		
Depreciation	折舊	3,014	3,024
Interest expenses	利息開支	25,676	35,146
Gain on disposal of a subsidiary	出售一間附屬公司之收益	–	(14,164)
Fair value losses on revaluation of investment properties	重估投資物業之公平值虧損	990	7,340
(Reversal of)/provision for impairment assessment of loans receivable	應收貸款減值評估(撥回)/撥備	(5,065)	11,759
Loans and interest receivable written off	撇銷應收貸款及利息	2,671	7,399
Changes in working capital:	營運資金變動：		
Loans receivable	應收貸款	120,626	(101,501)
Interest receivable	應收利息	3,813	2,235
Other assets	其他資產	1,054	–
Prepayments, deposits and other receivables	預付款項、按金及其他應收款項	15,483	(783)
Trade and other payables	貿易及其他應付款項	1,456	(729)
Cash generated from operations	經營所得現金	257,513	15,944

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

15 NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS (Continued)

(b) This section sets out the reconciliation of liabilities arising from financing activities for the year ended 31 March 2021 and 2020.

15 綜合現金流量表之附註(續)

(b) 本節載列截至2021年及2020年3月31日止年度融資活動所產生負債之對賬。

		Amount due to a fellow subsidiary 應付 一間同系 附屬公司 款項 HK\$'000 千港元	Dividend payable 應付股息 HK\$'000 千港元	Bond 債券 HK\$'000 千港元	Bank and other borrowings 銀行及 其他借款 HK\$'000 千港元	Total 總計 HK\$'000 千港元
At 1 April 2019	於2019年4月1日	106,524	-	98,216	360,883	565,623
Non cash — dividend declared	非現金 — 已宣派股息	-	10,790	-	-	10,790
Non cash — interest cost	非現金 — 利息成本	-	-	1,297	-	1,297
Cash flow	現金流量	19,722	(10,790)	-	(37,680)	(28,748)
At 31 March 2020	於2020年3月31日	126,246	-	99,513	323,203	548,962
At 1 April 2020	於2020年4月1日	126,246	-	99,513	323,203	548,962
Non cash — dividend declared	非現金 — 已宣派股息	-	10,790	-	-	10,790
Non cash — interest cost	非現金 — 利息成本	-	-	1,298	-	1,298
Cash flow	現金流量	2,594	(10,790)	-	(146,145)	(154,341)
At 31 March 2021	於2021年3月31日	128,840	-	100,811	177,058	406,709

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

16 PROPERTY, PLANT AND EQUIPMENT

16 物業、廠房及設備

		Land and buildings 土地及樓宇 HK\$'000 千港元	Office equipment 辦公設備 HK\$'000 千港元	Furniture and fixtures 傢俬及裝置 HK\$'000 千港元	Leasehold improvements 租賃物業裝修 HK\$'000 千港元	Motor vehicles 汽車 HK\$'000 千港元	Total 總計 HK\$'000 千港元
At 31 March 2019	於2019年3月31日						
Cost	成本	90,326	3,256	1,981	3,964	615	100,142
Accumulated depreciation	累計折舊	(14,562)	(1,586)	(1,702)	(3,787)	(307)	(21,944)
Net book amount	賬面淨值	75,764	1,670	279	177	308	78,198
Year ended 31 March 2020	截至2020年3月31日止年度						
Opening net book amount	年初賬面淨值	75,764	1,670	279	177	308	78,198
Additions	添置	-	243	-	-	-	243
Disposal of a subsidiary (Note 36)	出售一間附屬公司(附註36)	-	(258)	(19)	-	-	(277)
Depreciation	折舊	(1,936)	(699)	(135)	(100)	(154)	(3,024)
Closing net book amount	年終賬面淨值	73,828	956	125	77	154	75,140
At 31 March 2020	於2020年3月31日						
Cost	成本	90,326	2,681	1,889	3,964	615	99,475
Accumulated depreciation	累計折舊	(16,498)	(1,725)	(1,764)	(3,887)	(461)	(24,335)
Net book amount	賬面淨值	73,828	956	125	77	154	75,140
Year ended 31 March 2021	截至2021年3月31日止年度						
Opening net book amount	年初賬面淨值	73,828	956	125	77	154	75,140
Additions	添置	-	1,012	5	-	962	1,979
Depreciation	折舊	(1,938)	(635)	(91)	(77)	(273)	(3,014)
Closing net book amount	年終賬面淨值	71,890	1,333	39	-	843	74,105
At 31 March 2021	於2021年3月31日						
Cost	成本	90,326	3,693	1,894	3,964	1,577	101,454
Accumulated depreciation	累計折舊	(18,436)	(2,360)	(1,855)	(3,964)	(734)	(27,349)
Net book amount	賬面淨值	71,890	1,333	39	-	843	74,105

At 31 March 2021, the Group's land and buildings with net book value of approximately HK\$71,890,000 (2020: HK\$73,828,000) were pledged to a bank to secure bank borrowings granted to two subsidiaries of the Company (Note 31(ii)).

於2021年3月31日，本集團賬面淨值約為71,890,000港元(2020年：73,828,000港元)之土地及樓宇已抵押予一間銀行作為本公司旗下兩間附屬公司獲授銀行借款之擔保(附註31(ii))。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

17 INVESTMENT PROPERTIES

17 投資物業

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
At beginning of year	於年初	77,340	84,680
Fair value losses on revaluation	重估公平值虧損	(990)	(7,340)
At end of the year	於年終	76,350	77,340

As at 31 March 2021, the Group had no unprovided contractual obligation for future repairs and maintenance (2020: Nil). At 31 March 2021 and 2020, the investment properties of the Group were pledged to a bank to secure bank borrowings granted to a subsidiary of the Company (Note 31(i)).

An independent valuation of the Group's investment properties was performed by the independent professional valuer, Roma Appraisals Limited, who hold a recognised relevant professional qualification and have recent experience in the locations and segments of the investment properties valued. The valuation determines the fair value of the investment properties as at 31 March 2021 and 2020. The fair value losses are included in "Fair value losses on revaluation of investment properties" in the consolidated statement of comprehensive income.

The recurring fair value measurements for investment properties are included in level 2 of the fair value hierarchy. The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer. There were no transfer between level 1, 2 and 3 during the year.

於2021年3月31日，本集團並無涉及未來維修及保養之未撥備已訂約債務（2020年：無）。於2021年及2020年3月31日，本集團之投資物業已抵押予一間銀行作為本公司旗下一間附屬公司獲授銀行借款之擔保（附註31(i)）。

本集團投資物業由獨立專業估值師羅馬國際評估有限公司進行獨立估值，該公司持有相關認可專業資格，並富有有關所評估投資物業位置及分部之近期經驗。估值釐定投資物業於2021年及2020年3月31日之公平值。公平值虧損計入綜合全面收入表之「重估投資物業之公平值虧損」內。

投資物業之經常性公平值計量計入第二級公平值等級。本集團之政策為因事件或情況變動而造成轉撥當日，確認公平值等級間之轉入及轉出。於年內，第一級、第二級及第三級之間並無發生轉撥。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

17 INVESTMENT PROPERTIES (Continued)

The Group's finance department includes personnel who review the valuations performed by the independent valuer for financial reporting purposes. The results are reported directly to the chief financial officer ("CFO") and the audit committee ("AC"). Discussions of valuation processes and results are held between the CFO, AC and the valuer at least once every six months, which is in line with the Group's interim and annual reporting dates.

At each financial year end, the finance department verifies all major inputs to the independent valuation report, assess property valuations movement when compared to prior year valuation reports, and holds discussion with the independent valuer.

Valuation techniques

The valuation of investment properties was determined by using the sale comparison method approach (Level 2 approach). Sales price of comparable properties in close proximity are adjusted for differences in key attributes such as property size. The most significant input into this valuation approach is price per square foot.

17 投資物業(續)

本集團財務部之人員審閱獨立估值師就財務報告所進行估值。有關結果直接向財務總監(「財務總監」)及審核委員會(「審核委員會」)匯報。為配合本集團之中期及年度報告日期，財務總監、審核委員會與估值師最少每六個月開會一次，討論估值程序及結果。

於各財政年度末，財務部核實獨立估值報告內全部主要輸入數據；與去年估值報告比較以評估物業估值之變動；並與獨立估值師討論。

估值方法

投資物業之估值乃使用銷售比較法(第二級比較法)釐定。就主要特點(例如物業面積)之差異調整鄰近可比較物業之售價。此估值方法之最重大輸入數據為每平方呎之價格。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

18 SUBSIDIARIES

The following is a list of subsidiaries of the Group:

18 附屬公司

以下為本集團之附屬公司列表：

Name 名稱	Place of incorporation 註冊成立地點	Principal activities and place of operation 主要業務及營運地點	Particulars of issued share capital 已發行股本詳情	Percentage of interest held 所持權益百分比	
				2021 2021年	2020 2020年
Directly owned: 直接擁有：					
HKF Overseas Limited	British Virgin Islands	Investment holding in Hong Kong	10,000 ordinary shares of US\$1 each	100%	100%
HKF Overseas Limited	英屬處女群島	於香港投資控股	10,000股每股面值 1美元之普通股		
HKF BVI Limited	British Virgin Islands	Investment holding in Hong Kong	100 ordinary share of US\$1 each	100%	100%
HKF BVI Limited	英屬處女群島	於香港投資控股	100股每股面值 1美元之普通股		
Indirectly owned: 間接擁有：					
Asia Ford Investment Limited	Hong Kong	Property investment holding in Hong Kong	10,000 ordinary shares	100%	100%
福亞投資有限公司	香港	於香港物業投資控股	10,000股普通股		
Charterfame Investment Limited	Hong Kong	Property investment holding in Hong Kong	10,000 ordinary shares	100%	100%
維卓投資有限公司	香港	於香港物業投資控股	10,000股普通股		
Hong Kong Finance (Personal Loan) Limited	Hong Kong	Money lending business of providing personal loans in Hong Kong	1 share of HK\$1 each	100%	100%
香港信貸(私人貸款)有限公司	香港	於香港提供私人貸款 之放債業務	1股面值1港元之股份		
Hong Kong Finance Express Limited	Hong Kong	Inactive	1 share of HK\$1 each	100%	100%
香港信貸快遞有限公司	香港	暫無營業	1股面值1港元之股份		
Hong Kong Finance Company Limited	Hong Kong	Money lending business of providing property mortgage loans in Hong Kong	100,000,000 ordinary shares	100%	100%
香港信貸財務有限公司	香港	於香港提供物業按揭貸款 之放債業務	100,000,000股普通股		
Max Art Limited	Hong Kong	Inactive	10,000 ordinary shares	100%	100%
溢藝有限公司	香港	暫無營業	10,000股普通股		
Hong Kong Promise Finance Limited	Hong Kong	Inactive	1 share of HK\$1 each	100%	100%
港信財務有限公司	香港	暫無營業	1股面值1港元之股份		

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

19 FINANCIAL INSTRUMENTS BY CATEGORY

19 按類別劃分之金融工具

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Assets per consolidated statement of financial position	綜合財務狀況表所示資產		
Financial assets measured at amortised cost	按攤銷成本計量之金融資產		
Loans receivable	應收貸款	817,553	935,785
Interest receivable	應收利息	16,981	19,840
Repossessed assets	收回資產	33,557	34,511
Deposits and other receivables	按金及其他應收款項	809	15,607
Cash and cash equivalents	現金及現金等價物	80,023	15,279
Total financial assets measured at amortised cost	按攤銷成本計量之金融資產總額	948,923	1,021,022
Financial asset at fair value through profit or loss	按公平值計入損益之金融資產	800	800
Total	總額	949,723	1,021,822
Liabilities per consolidated statement of financial position	綜合財務狀況表所示負債		
Financial liabilities at amortised cost	按攤銷成本列賬之金融負債		
Other payables and accruals	其他應付款項及應計費用	4,623	3,451
Amount due to a fellow subsidiary	應付一間同系附屬公司款項	128,840	126,246
Bank and other borrowings	銀行及其他借款	177,058	323,203
Bonds	債券	100,811	99,513
Total	總額	411,332	552,413

20 FINANCIAL ASSET AT FAIR VALUE THROUGH PROFIT OR LOSS

20 按公平值計入損益之金融資產

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
At beginning and end of the year	於年初及年終	800	800

The financial asset is an unlisted instrument denominated in Hong Kong dollars and is classified as non-current assets.

金融資產乃以港元計值之非上市工具，並分類為非流動資產。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

21 LOANS RECEIVABLE

21 應收貸款

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Gross loans receivable — property mortgage loans	應收貸款總額 — 物業按揭貸款	652,991	822,745
Gross loans receivable — personal loans	應收貸款總額 — 私人貸款	188,653	139,525
Total gross loans receivable	應收貸款總額	841,644	962,270
Less: Provision for impairment	減：減值撥備		
— Stage 1	— 第1階段	(4,425)	(1,815)
— Stage 2	— 第2階段	(327)	(949)
— Stage 3	— 第3階段	(16,668)	(23,721)
Loans receivable directly written-off	直接撇銷應收貸款	(2,671)	—
Loans receivable, net of provision	應收貸款，扣除撥備後	817,553	935,785
Less: non-current portion	減：非流動部分	(264,241)	(197,889)
Current portion	流動部分	553,312	737,896

The Group's loans receivable, which arise from the money lending business of providing property mortgage loans and personal loans in Hong Kong, are denominated in Hong Kong dollars and the carrying amounts approximate their fair values.

Except for personal loans receivable of HK\$188,653,000 (2020: HK\$139,525,000) which are unsecured, loans receivable are secured by collaterals provided by customers, bear interest and are repayable with fixed terms agreed with the customers.

本集團應收貸款來自於香港提供物業按揭貸款及私人貸款之放債業務，以港元計值，而賬面值與其公平值相若。

除為數188,653,000港元(2020年：139,525,000港元)之應收私人貸款為無抵押外，應收貸款以客戶提供之抵押品作為抵押、計息及須於與客戶議定之固定期限內償還。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

21 LOANS RECEIVABLE (Continued)

The Group's maximum credit risk exposure of loans receivable and the movements on the Group's impairment of loans receivable for the year ended 31 March 2020 and 2021 are set out in Note 3.1(b)(viii).

As at 31 March 2021, loans receivable amounted to HK\$2,671,000 (2020: Nil) had been written-off. These relate to customers who are either (i) in financial difficulties; (ii) declared bankruptcy; or (iii) deceased and in the opinion of the directors, such loans receivable are uncollectible.

A maturity profile of the loans receivable as at the end of the reporting periods, based on the maturity date and net of provision, is as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Current	即期	553,312	737,896
2-5 years	2至5年	61,744	42,824
Over 5 years	5年以上	202,497	155,065
		817,553	935,785

As at 31 March 2021, certain properties mortgaged to the subsidiary of the Company for loans granted to its respective customers were pledged to independent third party to secure bank and other borrowings granted (Note 31(iii)).

22 OTHER ASSET

As at 31 March 2020, the Group subscribed for a third party customer credit report checking service.

The Group's other asset is denominated in Hong Kong dollars.

21 應收貸款 (續)

本集團於截至2020年及2021年3月31日止年度之應收貸款最大信貸風險及應收貸款減值變動載於附註3.1(b)(viii)。

於2021年3月31日，應收貸款為2,671,000港元(2020年：無)已撇銷。有關款項涉及客戶(i)面對財務困難；(ii)已宣佈破產；或(iii)已身故而董事認為無法收回有關應收貸款。

根據到期日及在扣除撥備後，應收貸款於報告期末之到期情況如下：

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Current	即期	553,312	737,896
2-5 years	2至5年	61,744	42,824
Over 5 years	5年以上	202,497	155,065
		817,553	935,785

於2021年3月31日，若干抵押予本公司附屬公司以為其相關客戶獲得貸款之物業已質押予獨立第三方，作為獲授銀行及其他借款之抵押(附註31(iii))。

22 其他資產

於2020年3月31日，本集團訂購第三方客戶信貸報告審查服務。

本集團之其他資產以港元計值。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

23 INTEREST RECEIVABLE

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Interest receivable	應收利息	16,981	19,840

The Group's interest receivable, which arise from the money lending business of providing property mortgage loans and personal loans in Hong Kong, are denominated in Hong Kong dollars and the carrying amounts approximate their fair values.

Except for interest receivable of HK\$7,755,000 (2020: HK\$3,701,000) which are unsecured, interest receivable are secured by collaterals provided by customers and repayable with fixed terms agreed with the customers. The maximum exposure to credit risk at each of the reporting dates is the carrying value of the receivables mentioned above.

24 REPOSSESSED ASSETS

The nature and carrying value of these assets held as at 31 March 2021 and 2020 are summarised as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Reposessed assets — a mix of commercial and residential property	收回資產 — 商住兩用物業	33,557	34,511

Reposessed assets represent the underlying collateral assets in which the Group has the rights to rent or sell in the recovery of the credit-impaired loans and interest receivable (e.g. through court proceedings) but does not obtain ownership and control of the underlying collateral assets. They are classified as debt investments carried at amortised cost and are subject to the expected credit loss model. No provision for impairment of reposessed assets was made as at 31 March 2021 (2020:Nil). Note 3(b) provides for details of how the expected credit loss allowance is measured.

23 應收利息

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Interest receivable	應收利息	16,981	19,840

本集團應收利息來自於香港提供物業按揭貸款及私人貸款之放債業務，以港元計值，而賬面值與其公平值相若。

除為數7,755,000港元(2020年：3,701,000港元)之應收利息為無抵押外，應收利息以客戶提供之抵押品作為抵押，須於與客戶議定之固定期限內償還。於各報告日期面對之最大信貸風險為上述應收款項之賬面值。

24 收回資產

於2021年及2020年3月31日所持該等資產之性質及賬面值概述如下：

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Reposessed assets — a mix of commercial and residential property	收回資產 — 商住兩用物業	33,557	34,511

收回資產指本集團在收回已信貸減值應收貸款及利息(例如透過法院訴訟)時獲得出租或出售之權利但並無獲得相關抵押資產的所有權及控制權的相關抵押資產。該等分類為按攤銷成本列賬之債務投資，並受限於預計信貸損失模型。於2021年3月31日並無就收回資產減值計提撥備(2020年：無)。附註3(b)載有預計信貸損失撥備計量方法之詳情。

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財務報表附註

25 PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Prepayments	預付款項	1,064	1,749
Consideration receivable (Note 36)	應收代價(附註36)	-	14,737
Deposits	按金	174	259
Other receivables	其他應收款項	635	611
		1,873	17,356

The carrying amounts of the Group's prepayments, consideration receivable, deposits and other receivables approximate their fair values.

The Group's prepayments, consideration receivable, deposits and other receivables are denominated in Hong Kong dollars.

All deposits and other receivables are neither past due nor impaired.

本集團之預付款項、應收代價、按金及其他應收款項之賬面值與其公平值相若。

本集團之預付款項、應收代價、按金及其他應收款項以港元計值。

所有按金及其他應收款項均未逾期亦無減值。

26 CASH AND CASH EQUIVALENTS

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Cash at bank and maximum exposure to credit risk	銀行現金及最大信貸風險	80,023	15,279

The cash and cash equivalents are denominated in Hong Kong dollars.

現金及現金等價物以港元計值。

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財務報表附註

27 SHARE CAPITAL

27 股本

		Number of shares 股份數目		Share capital 股本	
		2021 2021年 '000 shares 千股	2020 2020年 '000 shares 千股	2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Ordinary shares of HK\$0.01 each	每股面值0.01港元之普通股				
Authorised:	法定：				
At beginning and end of the year	於年初及年終	10,000,000	10,000,000	100,000	100,000
Issued and fully paid:	已發行及繳足：				
At beginning and end of the year	於年初及年終	415,000	415,000	4,150	4,150

28 SHARE OPTIONS

On 1 April 2015, 21,350,000 share options were granted to eligible directors and selected employees. These share options have an exercise price of HK\$0.89 with a vesting period of 0-2 years. These share options are exercisable until 31 March 2020.

During the year ended 31 March 2021, no share options were granted (2020: Same).

Options are conditional on the employee completing 0-2 years of service (the vesting period). The options are exercisable starting one year and two years from the grant date. The group has no legal or constructive obligation to repurchase or settle the options in cash.

28 購股權

於2015年4月1日，已向合資格董事及選定僱員授出21,350,000份購股權。該等購股權之行使價為0.89港元，歸屬期為0至2年。該等購股權可行使直至2020年3月31日止。

截至2021年3月31日止年度，概無授出購股權(2020年：相同)。

購股權須待僱員完成0至2年服務(歸屬期)後方可作實。購股權可自授出日期起計一年及兩年行使。本集團並無法定或推定責任以現金回購或結算購股權。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

28 SHARE OPTIONS (Continued)

Movements in share options are as follows:

		2020 2020年 HK\$'000 千港元
At beginning of year	於年初	18,800
Expired	已屆滿	(18,800)
At end of the year	於年終	–

The weighted average fair value of options granted was determined using the binomial valuation model was HK\$0.17 per option. The significant inputs into the model were closing share price of HK\$0.84 at the date of grant, exercise price shown above, volatility of 39%, dividend yield of 5.4%, an expected option life of five years, and an annual risk-free interest rate of 1.03%. The volatility measured at the standard deviation of expected share price returns is based on statistical analysis of daily share closing prices of the Company over past period preceding the grant date.

29 RESERVES

The amount of the Group's reserve and the movements therein for the current and prior years are presented in the consolidated statement of changes in equity on page 80 of this consolidated financial statements.

The Group's capital reserve represents the excess of the nominal value of the shares of the subsidiaries acquired pursuant to the group reorganisation prior to the listing of the Company's shares, over the nominal value of the Company's share issued in exchange therefore.

28 購股權(續)

購股權變動如下：

	2020 2020年 HK\$'000 千港元
購股權之加權平均公平值使用二項式估值模式釐定為每份購股權0.17港元。該模式之重大輸入數據為於授出日期之股份收市價0.84港元、上文所示行使價、波幅39%、股息率5.4%、預期購股權年限五年及無風險年利率1.03%。按預期股價回報之標準偏離率計量之波幅乃以授出日期前過往期間本公司每日股份收市價之統計數據分析為基準。	

29 儲備

本集團於本年及往年之儲備及其變動金額呈列於本綜合財務報表第80頁之綜合權益變動表。

本集團之資本儲備指於本公司股份上市前，根據集團重組收購之附屬公司股份之面值超出本公司發行以換取上述股份之股份面值之數額。

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30 OTHER PAYABLE AND ACCRUALS

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Rental deposits received	已收租金按金	87	87
Interest payable on bonds	債券之應付利息	1,147	1,147
Other payables and accrued charges	其他應付款項及應計開支	5,772	4,316
		7,006	5,550

The Group's other payables and accruals are denominated in Hong Kong dollars and the carrying amounts approximate their fair values.

本集團之其他應付款項及應計費用以港元計值，而賬面值與其公平值相若。

31 BANK AND OTHER BORROWINGS

Bank and other borrowings are analysed as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Bank loans	銀行貸款	152,058	283,203
Other borrowings	其他借款	25,000	40,000
Total bank and other borrowings	銀行及其他借款總額	177,058	323,203

The weighted average effective interest rate on bank loans and bank overdrafts during the year ended 31 March 2021 was 5.3% (2020: 5.4%) per annum.

截至2021年3月31日止年度，銀行貸款及銀行透支之加權平均實際年利率為5.3% (2020年：5.4%)。

Other borrowings of HK\$25,000,000 (2020: HK\$40,000,000) are unsecured, interest bearing at rate ranging from 4% to 5.25% (2020: 5.25%) per annum and repayable within one year.

為數25,000,000港元(2020年：40,000,000港元)之其他借款為無抵押、按年利率介乎4%至5.25%(2020年：5.25%)計息及須於一年內償還。

At 31 March 2021 and 2020, all bank and other borrowings are denominated in Hong Kong dollars and the carrying amounts approximate their fair values.

於2021年及2020年3月31日，所有銀行及其他借款以港元計值，而賬面值與其公平值相若。

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財務報表附註

31 BANK AND OTHER BORROWINGS (Continued)

As at 31 March 2021, the bank loans and overdrafts utilised by the Group amounted to HK\$152,058,000 (31 March 2020: HK\$283,203,000). The Group's unutilised banking facilities as at the same date amounted to HK\$222,983,000 (2020: HK\$85,313,000). These banking facilities were secured by the following:

- (i) investment properties held by the Group with a net book value of HK\$76,350,000 (Note 17) (2020: HK\$77,340,000);
- (ii) land and buildings held by the Group with a net book value of HK\$71,890,000 (Note 16) (2020: HK\$73,828,000);
- (iii) pledge of certain properties mortgaged to a subsidiary of the Company for loans granted to its respective customers. The fair value of these properties were approximately HK\$237,300,000 (2020: HK\$456,100,000); and
- (iv) corporate guarantee of the Company.

32 BONDS

As at 31 March 2021, the Company had balances of Bond I and Bond II (in aggregate, the "Bonds") with an aggregate amount of HK\$84,000,000 and HK\$18,000,000 (2020: HK\$84,000,000 and HK\$18,000,000), before placing commission, respectively, with coupon rates at 6% (2020: 6%) and 4.5% (2020: 4.5%) per annum, respectively, repayable in 7 years from the respective issue dates and the maturity dates ranging from 9 October 2021 to 27 August 2022. Bond II carries an option by the bondholders to redeem Bond II three years after the date of issuance.

31 銀行及其他借款(續)

於2021年3月31日，本集團已使用之銀行貸款及透支為152,058,000港元(2020年3月31日：283,203,000港元)。本集團於同日之未使用銀行融資為222,983,000港元(2020年：85,313,000港元)。該等銀行融資以下列各項作為抵押：

- (i) 本集團所持賬面淨值為76,350,000港元(2020年：77,340,000港元)之投資物業(附註17)；
- (ii) 本集團所持賬面淨值為71,890,000港元(2020年：73,828,000港元)之土地及樓宇(附註16)；
- (iii) 若干抵押予本公司旗下一間附屬公司作為其相關客戶獲授貸款之質押之物業。該等物業之公平值約為237,300,000港元(2020年：456,100,000港元)；及
- (iv) 本公司之企業擔保。

32 債券

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Bonds	債券	100,811	99,513
Less: current portion	減：流動部分	(77,857)	—
Non-current portion	非流動部分	22,954	99,513

於2021年3月31日，本公司有總金額(扣除配售佣金前)分別為84,000,000港元及18,000,000港元(2020年：84,000,000港元及18,000,000港元)之債券一及債券二(統稱「債券」)結餘，票面年息率分別為6%(2020年：6%)及4.5%(2020年：4.5%)，須由各自之發行日期起計7年內償還，到期日介乎2021年10月9日至2022年8月27日。債券二賦予債券持有人選擇權可於發行日期後三年贖回債券二。

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財務報表附註

32 BONDS (Continued)

The aggregate carrying amounts of the Bonds are HK\$100,811,000 as at 31 March 2021 (2020: HK\$99,513,000), and approximate their fair values. The fair values are determined using the expected future payments discounted at effective interest rates prevailing at the year ended and are within level 3 of the fair value hierarchy. The carrying amounts of the Group's bonds are denominated in Hong Kong dollars.

33 DEFERRED INCOME TAX

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority.

The analysis of deferred tax assets and liabilities is as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Deferred tax assets:	遞延稅項資產：		
— To be recovered within 12 months	— 將於12個月內收回	(749)	(791)
Deferred tax liabilities:	遞延稅項負債：		
— To be settled after more than 12 months	— 將於超過12個月後結清	3,168	2,902
Deferred tax liabilities, net	遞延稅項負債淨額	2,419	2,111

The gross movement on the deferred income tax account is as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
At beginning of the year	於年初	2,111	1,591
Charged/(credited) to in the consolidated statement of comprehensive income	於綜合全面收入表扣除/(計入)	308	(298)
Disposal of a subsidiary (Note 36)	出售一間附屬公司(附註36)	—	818
At end of the year	於年終	2,419	2,111

32 債券(續)

於2021年3月31日，債券之賬面值合共為100,811,000港元(2020年：99,513,000港元)，與其公平值相若。公平值乃使用按年終現行實際利率貼現之預期未來付款而釐定，並屬公平值等級第三級範圍內。本集團債券之賬面值以港元計值。

33 遞延所得稅

當有合法強制執行權力將即期稅項資產與即期稅項負債互相抵銷，且遞延所得稅涉及同一稅務機關時，則可將遞延所得稅資產與負債互相抵銷。

遞延稅項資產及負債之分析如下：

遞延所得稅賬目之整體變動如下：

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

33 DEFERRED INCOME TAX (Continued)

The movement in deferred income tax assets and liabilities during the year, without taking into consideration the offsetting of balances within the same tax jurisdiction, is as follows:

33 遞延所得稅(續)

遞延所得稅資產及負債於年內之變動(未考慮同一稅務司法權區內之結餘抵銷)如下:

		Provisions for collective impairment of loans receivable 應收貸款整體 減值撥備 HK\$'000 千港元
At 31 March 2019	於 2019 年 3 月 31 日	(848)
Credited to the consolidated statement comprehensive income	於綜合全面收入表計入	(884)
Disposal of a subsidiary	出售一間附屬公司	863
At 31 March 2020	於 2020 年 3 月 31 日	(869)
Credited to the consolidated statement of comprehensive income	於綜合全面收入表計入	-
At 31 March 2021	於 2021 年 3 月 31 日	(869)
		Accelerated tax depreciation 加速稅項折舊 HK\$'000 千港元
At 1 April 2019	於 2019 年 4 月 1 日	2,439
Charged to the consolidated statement of comprehensive income	於綜合全面收入表扣除	586
Disposal of a subsidiary	出售一間附屬公司	(45)
At 31 March 2020	於 2020 年 3 月 31 日	2,980
Charged to the consolidated statement of comprehensive income	於綜合全面收入表扣除	308
At 31 March 2021	於 2021 年 3 月 31 日	3,288

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財務報表附註

34 OPERATING LEASE COMMITMENTS – AS LESSOR

The Group leases out its investment properties to independent third parties under non-cancellable operating lease agreements. The lease terms are within 1 year (2020: ranges from 1 to 2 years).

The future aggregate minimum lease receipts under non-cancellable operating leases in respect of the investment properties are as follows:

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Within 1 year	1年內	262	279
Within 2–5 years	2至5年內	–	256
		262	535

The Group did not have any significant capital commitment at 31 March 2021 (2020: Nil).

35 RELATED PARTY TRANSACTIONS

Related parties are those parties that have the ability to control the other party or exercise significant influence in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence.

The following is a summary of the significant transactions carried out between the Group and its related parties in the ordinary course of business during the years ended 31 March 2021 and 2020, and balances arising from related party transactions as at 31 March 2021 and 2020.

34 經營租賃承擔 — 作為出租人

本集團根據不可撤銷之經營租賃協議向獨立第三方出租投資物業。租期為1年內(2020年：介乎1至2年)。

根據投資物業之不可撤銷經營租約，應收之未來最低租金總額如下：

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Within 1 year	1年內	262	279
Within 2–5 years	2至5年內	–	256
		262	535

於2021年3月31日，本集團並無任何重大資本承擔(2020年：無)。

35 關聯方交易

關聯方指有能力控制另一方或可對另一方之財政及營運決策行使重大影響力之人士。受共同控制或共同重大影響之人士亦被視為有關聯。

下文概述本集團與其關聯方於截至2021年及2020年3月31日止年度在日常業務過程中進行之重大交易，以及於2021年及2020年3月31日之關聯方交易結餘。

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

35 RELATED PARTY TRANSACTIONS (Continued)

(a) Significant related party transactions

Saved as disclosed elsewhere in this report, the following significant transactions were undertaken by the Group with related parties.

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Interest expense paid to a fellow subsidiary — Tin Ching Industrial Company Limited ("Tin Ching Industrial")	付予一間同系附屬公司之利息開支 — 天晶實業有限公司 〔天晶實業〕	5,926	7,016

Interest expense on an amount due to a fellow subsidiary was charged at an effective interest rate of 5.8% (2020: 5.5%) per annum.

(b) Amount due to a fellow subsidiary

Tin Ching Industrial, a fellow subsidiary, provided the Group with a loan facility with a limit of HK\$200,000,000 (2020: HK\$200,000,000), of which the Group utilised an amount of HK\$128,840,000 (2020: HK\$126,246,000) as at 31 March 2021.

The amount was unsecured, interest bearing at an effective interest rate of 5.8% (2020: 5.5%) per annum on the outstanding amount, and repayable on demand. The carrying amount of the amount due to a fellow subsidiary is denominated in Hong Kong dollars.

(c) Key management compensation

35 關聯方交易 (續)

(a) 重大關聯方交易

除本報告其他部分所披露者外，本集團與關聯方進行之重大交易如下。

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Interest expense paid to a fellow subsidiary — Tin Ching Industrial Company Limited ("Tin Ching Industrial")	付予一間同系附屬公司之利息開支 — 天晶實業有限公司 〔天晶實業〕	5,926	7,016

應付一間同系附屬公司款項之利息開支按實際年利率5.8% (2020年：5.5%) 收取。

(b) 應付一間同系附屬公司款項

同系附屬公司天晶實業向本集團提供貸款融資，限額為200,000,000港元 (2020年：200,000,000港元)，本集團於2021年3月31日已動用其中128,840,000港元 (2020年：126,246,000港元)。

該款項為無抵押、未清結餘按實際年利率5.8% (2020年：5.5%) 計息及須按的要求償還。應付一間同系附屬公司款項之賬面值以港元計值。

(c) 主要管理層薪酬

		Year ended 31 March 截至3月31日止年度	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Salaries and bonus	薪金及花紅	8,394	8,036
Other benefits	其他福利	840	840
Pension costs — defined contribution plans	退休金成本 — 界定供款計劃	108	108
		9,342	8,984

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財務報表附註

36 DISPOSAL OF A SUBSIDIARY

On 24 January 2020, the Group entered into a sale and purchase agreement with an independent third party to dispose its 100% equity interest of its interest in Easylend Finance Company Limited at a consideration of HK\$46,535,000.

36 出售一間附屬公司

於2020年1月24日，本集團與一名獨立第三方訂立買賣協議，以按代價46,535,000港元出售易貸網信貸有限公司之100%股權。

		2020 2020年 HK\$'000 千港元
Considerations:	代價：	
— Cash	— 現金	31,798
— Cash consideration receivable	— 應收現金代價	14,737
		46,535
Less:	減：	
Loans receivable	應收貸款	24,842
Cash and cash equivalents	現金及現金等價物	6,335
Property, plant and equipment	物業、廠房及設備	277
Other assets	其他資產	181
Prepayments and deposits	預付款項及按金	193
Deferred tax assets	遞延稅項資產	818
Other payables and accruals	其他應付款項及應計費用	(275)
		32,371
Gain on disposal of a subsidiary	出售一間附屬公司之收益	14,164
Proceeds from disposal of the subsidiary:	出售該附屬公司之所得款項：	
		2020 2020年 HK\$'000 千港元
Received consideration of disposal of a subsidiary	出售一間附屬公司之已收代價	31,798
Less:	減：	
Cash and cash equivalent of the subsidiary	附屬公司之現金及現金等價物	(6,335)
Net cash inflow from the disposal	出售事項之現金流入淨額	25,463

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財務報表附註

37 STATEMENT OF FINANCIAL POSITION OF THE COMPANY (a) Statement of financial position

37 本公司財務狀況表 (a) 財務狀況表

		As at 31 March 於3月31日	
		2021 2021年 HK\$'000 千港元	2020 2020年 HK\$'000 千港元
Assets	資產		
Non-current assets	非流動資產		
Investments in subsidiaries	於附屬公司之投資	260,850	260,850
Total non-current assets	非流動資產總額	260,850	260,850
Current assets	流動資產		
Amount due from fellow subsidiaries	應收同系附屬公司款項	245,507	210,821
Tax recoverable	可收回稅項	-	176
Prepayments, deposits, and other receivables	預付款項、按金及其他應收款項	151	165
Cash and cash equivalents	現金及現金等價物	276	647
Total current assets	流動資產總額	245,934	211,809
Total assets	資產總額	506,784	472,659
Equity	權益		
Equity attributable to the owners of the Company	本公司擁有人應佔權益		
Share capital	股本	4,150	4,150
Reserves	儲備	371,760	367,770
Total equity	權益總額	375,910	371,920
Liabilities	負債		
Non-current liabilities	非流動負債		
Bonds	債券	22,954	99,513
Total non-current liabilities	非流動負債總額	22,954	99,513
Current liabilities	流動負債		
Bonds	債券	77,857	-
Trade and other payables	貿易及其他應付款項	1,185	1,226
Tax payable	應付稅項	662	-
Amounts due to subsidiaries	應付附屬公司款項	28,216	-
Total current liabilities	流動負債總額	107,920	1,226
Total liabilities	負債總額	130,874	100,739
Total equity and liabilities	權益及負債總額	506,784	472,659
Net current assets	流動資產淨額	138,014	210,583
Total assets less current liabilities	資產總額減流動負債	398,864	471,433

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

37 STATEMENT OF FINANCIAL POSITION OF THE COMPANY (Continued)

(b) Reserve movements of the Company

37 本公司財務狀況表(續)

(b) 本公司儲備變動

		Share premium	Share-based Capital reserve	Share-based payment	Accumulated losses/ retained earnings	Total
		股份溢價	以股份為基礎之資本儲備	以股份為基礎之付款	(累計虧損)/ 保留盈利	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元
Balance at 1 April 2019	於 2019 年 4 月 1 日之結餘	103,665	260,829	3,196	(4,667)	363,023
Total comprehensive income for the year	年度全面收入總額	-	-	-	15,537	15,537
Transactions with owners	與擁有人之交易					
Employee share option scheme:	僱員購股權計劃：					
— Expiry of share options	— 購股權屆滿	-	-	(3,196)	3,196	-
Dividends relating to 2019	有關 2019 年之股息	-	-	-	(5,395)	(5,395)
Dividends relating to 2020	有關 2020 年之股息	-	-	-	(5,395)	(5,395)
Balance at 31 March 2020	於 2020 年 3 月 31 日之結餘	103,665	260,829	-	3,276	367,770
Representing	指					
Reserves	儲備	103,665	255,434	-	3,276	362,375
Proposed final dividend	建議末期股息	-	5,395	-	-	5,395
Balance at 31 March 2020	於 2020 年 3 月 31 日之結餘	103,665	260,829	-	3,276	367,770
Balance at 1 April 2020	於 2020 年 4 月 1 日之結餘	103,665	260,829	-	3,276	367,770
Total comprehensive income for the year	年度全面收入總額	-	-	-	14,780	14,780
Transactions with owners	與擁有人之交易					
Employee share option scheme:	僱員購股權計劃：					
Dividends relating to 2020	有關 2020 年之股息	-	-	-	(5,395)	(5,395)
Dividends relating to 2021	有關 2021 年之股息	-	-	-	(5,395)	(5,395)
Balance at 31 March 2021	於 2021 年 3 月 31 日之結餘	103,665	260,829	-	7,266	371,760
Representing	指					
Reserves	儲備	103,665	255,434	-	7,266	366,365
Proposed final dividend	建議末期股息	-	5,395	-	-	5,395
Balance at 31 March 2021	於 2021 年 3 月 31 日之結餘	103,665	260,829	-	7,266	371,760

NOTES TO THE FINANCIAL STATEMENTS

財務報表附註

37 STATEMENT OF FINANCIAL POSITION OF THE COMPANY (Continued)

(b) Reserve movements of the Company (Continued)

The Company's capital reserve represents the excess of the fair value of the net assets of the subsidiaries acquired by the Company pursuant to the group reorganisation prior to the listing of the Company's share, over the nominal value of the Company's share issued in exchange therefore.

Under Companies Law of the Cayman Islands, a company may make distributions to its shareholders out of the capital reserves in certain circumstances.

37 本公司財務狀況表(續)

(b) 本公司儲備變動(續)

本公司之資本儲備指於本公司股份上市前，本公司根據集團重組收購之附屬公司資產淨值之公平值超出本公司發行以換取上述股份之面值之數額。

根據開曼群島公司法，公司可於若干情況下自資本儲備向其股東作出分派。

SCHEDULE OF INVESTMENT PROPERTIES

投資物業列表

As at 31 March 2021 於2021年3月31日

	Property 物業	Use 用途	Remaining lease terms 餘下租期	Percentage of interest attributable to our Company 本公司應佔權益百分比
1.	Unit No. 2 on 7th Floor Sunray Industrial Centre No. 610 Cha Kwo Ling Road Kowloon 九龍 茶果嶺道610號 生利工業中心 7樓2室	Godown 倉庫	Medium term 中期	100%
2.	Flat E on 10/F of Block 3 (Orchid Court) New Town Plaza (Phase III) Nos. 2-8 Sha Tin Centre Street Shatin New Territories 新界 沙田 沙田正街2-8號 新城市廣場(第三期) 3座(蕙蘭閣) 10樓E室	Residential 住宅	Medium term 中期	100%
3.	Unit No. 6A on 25th Floor Tower Two Lippo Centre No. 89 Queensway Hong Kong 香港 金鐘道89號 力寶中心 二座 25樓6A室	Office 辦公室	Medium term 中期	100%

FIVE-YEAR FINANCIAL SUMMARY

五年財務概要

RESULTS		業績	2021	2020	2019	2018	2017
			2021年	2020年	2019年	2018年	2017年
			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
Revenue	收益	155,503	163,614	160,992	132,149	103,658	
Profit and total comprehensive income for the year attributable to owners of the Company	本公司擁有人應佔年度溢利及全面收入總額	73,218	55,495	42,164	50,050	46,299	
ASSETS AND LIABILITIES		資產及負債	2021	2020	2019	2018	2017
			2021年	2020年	2019年	2018年	2017年
			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
Total assets	資產總額	1,101,991	1,178,320	1,144,796	1,104,612	1,006,933	
Total liabilities	負債總額	425,131	563,888	575,069	565,867	510,353	
Total equity	權益總額	676,860	614,432	569,727	538,745	496,580	

GLOSSARY

詞彙

In this annual report, unless or otherwise further expressed, the following expressions have the following meanings: 於本年報內，除文義另有所指外，下列詞彙具有以下涵義：

“Articles” or “Articles of Association” 「細則」或「組織章程細則」	the amended and restated articles of association of our Company conditionally adopted on 4 September 2013, and as amended from time to time 於2013年9月4日有條件採納並經不時修訂之本公司經修訂及重列組織章程細則
“Board” 「董事會」	the board of Directors 董事會
“CG Code” 「企業管治守則」	the Corporate Governance Code and Corporate Governance Report as set out in Appendix 14 to the Listing Rules 上市規則附錄十四所載《企業管治守則》及《企業管治報告》
“Code Provisions” 「守則條文」	the code provisions as set out under the CG Code 企業管治守則所載守則條文
“Company” or “our Company” 「公司」或「本公司」	Hong Kong Finance Group Limited, a company incorporated in the Cayman Islands with limited liability, the Shares of which are listed on the Main Board of the Stock Exchange 香港信貸集團有限公司，一間於開曼群島註冊成立之有限公司，其股份於聯交所主板上市
“Controlling Shareholder(s)” 「控股股東」	has the meaning ascribed to it under the Listing Rules 具上市規則所賦予涵義
“Director(s)” 「董事」	the director(s) of the Company 本公司董事
“ESG Report” 「環境、社會及管治報告」	the Environmental, Social and Governance Report as set out in pages 35 to 55 of this annual report 本年報第35至55頁所載環境、社會及管治報告
“Group”, “our Group”, “we”, “our” or “us” 「集團」或「本集團」或「我們」	the Company and its subsidiaries 本公司及其附屬公司
“HK\$” 「港元」	Hong Kong Dollars, the lawful currency of Hong Kong 香港法定貨幣港元
“HKICPA” 「香港會計師公會」	Hong Kong Institute of Certified Public Accountants 香港會計師公會
“HK Finance” 「香港信貸」	Hong Kong Finance Company Limited, a company incorporated in Hong Kong with limited liability and with a money lenders licence registered under MLO, and is an indirect wholly-owned subsidiary of the Company 香港信貸財務有限公司，一間於香港註冊成立之有限公司，持有根據放債人條例註冊之放債人牌照，亦為本公司間接全資附屬公司

GLOSSARY

詞彙

“Hong Kong” 「香港」	the Hong Kong Special Administrative Region of the People’s Republic of China 中華人民共和國香港特別行政區
“Listing Rules” 「上市規則」	the Rules Governing the Listing of Securities on the Stock Exchange 聯交所證券上市規則
“Memorandum” or “Memorandum of Association” 「大綱」或「組織章程大綱」	the memorandum of association of our Company, as amended from time to time 經不時修訂之本公司組織章程大綱
“MLO” 「放債人條例」	the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong) as amended, supplemented or otherwise modified from time to time 香港法例第163章《放債人條例》，經不時修訂、補充或以其他方式修改
“Model Code” 「標準守則」	“Model Code for Securities Transactions by Directors of Listed Issuers” as set out in Appendix 10 to the Listing Rules 上市規則附錄十所載《上市發行人董事進行證券交易的標準守則》
“SFO” 「證券及期貨條例」	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) 香港法例第571章《證券及期貨條例》
“Share Option Scheme” 「購股權計劃」	A share option scheme adopted pursuant to a written resolution of the then sole shareholder of our Company on 4 September 2013 於2013年9月4日根據本公司當時唯一股東之書面決議案採納之購股權計劃
“Share(s)” 「股份」	ordinary share(s) of HK\$0.01 each in the share capital of the Company 本公司股本中每股面值0.01港元之普通股
“Shareholder(s)” 「股東」	the holder(s) of Share(s) 股份持有人
“Stock Exchange” 「聯交所」	The Stock Exchange of Hong Kong Limited 香港聯合交易所有限公司
“Tin Ching Holdings” 「天晶控股」	Tin Ching Holdings Limited, a company incorporated in the British Virgin Islands, owned as to 50% by each of Mr. Chan Koung Nam and Mr. Chan Kwong Yin William, and a Controlling Shareholder of our Company 天晶控股有限公司，一間於英屬處女群島註冊成立之公司，由陳光南先生及陳光賢先生各擁有50%權益，並為本公司之控股股東
“Tin Ching Industrial” 「天晶實業」	Tin Ching Industrial Company Limited, a company incorporated in Hong Kong and owed as to 100% interest by Tin Ching Holdings 天晶實業有限公司，一間於香港註冊成立之公司，由天晶控股擁有100%權益



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