



HENGDELI HOLDINGS LIMITED

亨得利控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立之有限公司)

Stock Code 股份代號 : 3389

2021
INTERIM REPORT
中期報告

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FINANCIAL HIGHLIGHTS

財務概要

For the six months ended 30 June

截至六月三十日止六個月

		2021	2020	YoY change
		二零二一年	二零二零年	同比變動
		RMB'000	RMB'000	
		人民幣千元	人民幣千元	
		(Unaudited)	(Unaudited)	
		(未經審核)	(未經審核)	(%)
Revenue	收入	450,749	651,831	-30.8
Gross profit margin	毛利率	8.5%	12.5%	-400bps
Loss for the period	期間虧損	(21,885)	(71,317)	-69.3
Loss attributable to equity shareholders	股份持有人應佔虧損	(16,975)	(70,961)	-76.1

CHAIRMAN'S STATEMENT

主席報告書



Dear Shareholders,

In the first half of 2021, the pandemic was well-controlled in Mainland China, and the overall economy began to recover. Globally, however, the coronavirus pandemic was still fluctuating, the economic environment was extremely unstable, and the economy recovery of different countries showed a trend of divergence. Under the principle of “sound, steady and long-term operations”, the Group adapted to the market conditions, adjusted, and deployed its business in a timely manner, and enhanced the management level in response to the challenging environment, so as to ensure the survival and health of the enterprise, aiming to achieve long-term development in the future.

For the six months ended 30 June 2021 (the “period under review”), the Group recorded revenue of RMB450,749,000 (six months ended 30 June 2020: RMB651,831,000), representing a year-on-year decrease of 30.8%; high-end consuming accessories business (formerly known as “industrial group business”) recorded revenue of RMB210,787,000 (six months ended 30 June 2020: RMB208,502,000), which is similar to that in the same period of last year; watch retail and trading sales amounted to RMB64,518,000 (six months ended 30 June

各位股東：

二零二一年上半年，中國內地疫情控制良好，整體經濟開始恢復性上升。但全球來看，新冠疫情依舊跌宕起伏，經濟環境極不穩定，各國經濟恢復呈分化趨勢。本集團以「行穩致遠」為準則，面對嚴峻的環境，順應市場，適時進行業務的調整與佈局，加強管理水平的提升，以確保企業的生存與健康，冀圖未來之長遠發展。

截至二零二一年六月三十日止六個月（「回顧期」），本集團收入錄得450,749,000元（人民幣，下同；二零二零年六月三十日止六個月為651,831,000元），較去年同期下降了30.8%；高端消費配套業務（原稱「工業集團業務」）等收入為210,787,000元（二零二零年六月三十日止六個月為208,502,000元），與去年同期相若；鐘錶零售及貿易銷售額錄得64,518,000元（二零二零年六月三十日止六個月為399,959,000

2020: RMB399,959,000), representing a year-on-year decrease of 83.9%; commodity trading recorded revenue of RMB175,444,000 (six months ended 30 June 2020: RMB43,370,000), representing a year-on-year increase of 304.5%. In the first half of the year, the Group recorded a loss of RMB21,885,000 (six months ended 30 June 2020: loss of RMB71,317,000), and loss attributable to shareholders amounted to RMB16,975,000 (six months ended 30 June 2020: loss of RMB70,961,000). The loss was mainly due to the decrease of revenue and inventory provisions affected by the economic environment.

During the period under review, in accordance with the established strategy, the Group continued to close down the remaining watch retail stores in Hong Kong, generally ended the operation of retail business of renowned watches, and therefore shifted its main focus to the high-end consuming accessories business. The global economic situation remains, however, ever-changing and unpredictable; surge of raw materials, logistics and labor costs led to a larger increase in costs. The overall revenue of high-end consuming accessories services was similar to that in the same period last year, but the overall net profit recorded a sharper decrease.

At present, from a global perspective, although the coronavirus pandemic has eased, it has not been effectively controlled, and the trend of political unrest is also obvious. However, as the pandemic was well-controlled in Mainland China,

元), 較去年同期下降了83.9%, 大宗商品貿易收入為175,444,000元(二零二零年六月三十日止六個月為43,370,000元), 較去年同期上升了304.5%。上半年, 本集團錄得虧損達21,885,000元(二零二零年六月三十日止六個月: 虧損71,317,000元), 而股東應佔虧損達16,975,000元(二零二零年六月三十日止六個月: 虧損70,961,000元)。虧損的主要原因是: 經濟環境影響導致收入下降及庫存撥備等。

回顧期內, 根據既定戰略, 集團繼續關閉了香港剩餘的幾間手錶零售門店, 整體結束了名錶零售業務的運營, 繼而將工作的主要重心轉移到高端消費配套業務。唯全球經濟形勢仍然變化多端, 難以預測; 原材料、物流及人工成本急升等因素, 導致費用上升較大。高端消費配套業務之整體收入與去年同期相若, 但整體淨利潤跌幅較大。

當前, 於全球來看, 新冠疫情雖有緩解, 但仍未得到有效控制, 政治動盪不安趨勢亦十分明顯, 但因中國內地疫情控制良好, 我們預計中國內地經濟也將持續平穩發展。下半年, 本集

we expect the economy in Mainland China to sustain its steady trend. In the second half of the year, the Group will continue to adhere to the principle of "sound, steady and long-term operations". We will focus on expanding the development in manufacturing of high-end accessories for renowned watches, engage in deeper cooperation with brands and international counterparts in various ways by leveraging on the stable environment of economic development in Mainland China, striving to become an indispensable independent segment in the global industrial ecological chain of high-end watch groups. The Group will continue to enhance the integrated services for commercial space in Mainland China and international markets. The Group will also embark on a limited number of diversified business activities to include the manufacturing of high-end product accessories in other high-end lifestyle products such as jewellery, cosmetics and mobile phones, and to expand its commercial space beautification services to involve living space beautification services. At the same time, the Group will adapt to market changes, continue to explore new profit models, and achieve new breakthroughs in corporate development.

By Order of the Board

Zhang Yuping

Chairman

Hong Kong, 26 August 2021

團仍將繼續堅持「行穩致遠、持續經營」之原則，背靠中國內地穩定的經濟發展環境，集中力量擴充發展高端名錶配套產品的生產，以多種方式與品牌商及國際同行進行更深層次的合作，努力成為高端錶業集團全球產業生態鏈中不可或缺的一個獨立環節。本集團將面向中國內地及國際雙市場，不斷提升商業空間一體化服務水平。本集團還將全力展開有限多元化的業務進程，將高端商品配套生產滲透到珠寶、化妝品及手機等其他高端生活品領域，將商業空間美化服務擴充至生活空間美化服務領域等。同時，集團亦將順應市場變化，不斷探求新的盈利模式，實現企業發展的新突破。

承董事會命

主席

張瑜平

香港，二零二一年八月二十六日

MANAGEMENT DISCUSSION AND ANALYSIS

管理層討論和分析



In the first half of 2021, the pandemic was well-controlled in Mainland China, and the overall economy began to recover. Globally, however, the coronavirus pandemic was still fluctuating, the economic environment was extremely unstable, and the economy recovery of different countries showed a trend of divergence. Under the principle of “sound, steady and long-term operations”, the Group adapted to market conditions, adjusted, and deployed its business in a timely manner, and enhanced the management level in response to the challenging environment, so as to ensure the survival and health of the enterprise, aiming to achieve long-term development in the future.

I. Financial Review

Revenue

For the six months ended 30 June 2021, the Group recorded revenue of RMB450,749,000 (six months ended 30 June 2020: RMB651,831,000), representing a year-on-year decrease of 30.8%; high-end consuming accessories business recorded revenue of RMB210,787,000 (six months ended 30 June 2020: RMB208,502,000), which is similar to that in the same period of last year; watch retail and trading sales amounted to RMB64,518,000 (six months ended 30 June 2020: RMB399,959,000), representing a year-on-year decrease of 83.9%. Commodity trading recorded revenue of RMB175,444,000 (six months ended 30 June 2020: RMB43,370,000), representing a year-on-year increase of 304.5%.

二零二一年上半年，中國內地疫情控制良好，整體經濟開始恢復性上升。但全球來看，新冠疫情依舊跌盪起伏，經濟環境極不穩定，各國經濟恢復呈分化趨勢。本集團以「行穩致遠」為準則，面對嚴峻的環境，順應市場，適時進行業務的調整與佈局，加強管理水平的提升，以確保企業的生存與健康，冀圖未來之長遠發展。

一、財務回顧

收入

截至二零二一年六月三十日止六個月，本集團收入錄得450,749,000元（人民幣，下同；二零二零年六月三十日止六個月為651,831,000元），較去年同期下降了30.8%；高端消費配套業務等收入為210,787,000元（二零二零年六月三十日止六個月為208,502,000元），與去年同期相若，鐘錶零售及貿易銷售額錄得64,518,000元（二零二零年六月三十日止六個月為399,959,000元），較去年同期下降了83.9%。大宗商品貿易收入為175,444,000元（二零二零年六月三十日止六個月為43,370,000元），較去年同期上升了304.5%。

Breakdown of revenue:
(for the six months ended 30 June)

收入分佈：
(截至六月三十日止六個月)

		2021 二零二一年		2020 二零二零年	
		RMB'000 人民幣 (千元)	%	RMB'000 人民幣 (千元)	%
High-end Consuming Accessories	高端消費配套	210,787	46.8	208,502	32.0
Watches Retail and Trading Business	鐘錶零售及 貿易業務	64,518	14.3	399,959	61.4
Commodity Trading	大宗商品貿易	175,444	38.9	43,370	6.6
Total	總計	450,749	100	651,831	100



Gross profit and gross profit margin

For the six months ended 30 June 2021, the Group's gross profit amounted to approximately RMB38,466,000 (six months ended 30 June 2020: RMB81,777,000), representing a year-on-year decrease of 53.0%. Gross profit margin was approximately 8.5% (six months ended 30 June 2020: 12.5%), representing a year-on-year decrease of 400bps. The decrease in gross profit and gross profit margin was mainly due to the decrease in the revenue and the increase in the inventory provisions.

Loss for the period

During the period under review, the Group recorded a loss amounting to RMB21,885,000 (six months ended 30 June 2020: loss of RMB71,317,000). Loss attributable to equity shareholders amounted to RMB16,975,000 (six months ended 30 June 2020: loss of RMB70,961,000). The loss was mainly due to the decrease of revenue and inventory provisions affected by the economic environment.

Financial status and net debt to equity ratio

The Group maintained a sound and stable financial position. As at 30 June 2021, the Group had total equity of RMB3,322,492,000 (at 31 December 2020: RMB3,439,810,000) and net current assets of RMB2,101,938,000 (at 31 December 2020: RMB2,322,526,000), with cash and cash equivalents and deposits with banks of RMB1,134,615,000 (at 31 December 2020: RMB1,241,863,000) and total bank loans of RMB74,931,000 (at 31 December 2020: RMB29,918,000). As at 30 June 2021, bank loans bearing interests at fixed rates amounted to a total of RMB45,000,000 (at 31 December 2020: RMB0), with interest rate of 4.0%, and the remaining bank loans bore interests at floating rates of 1.4% (at 31 December 2020: 1.40% to 1.75%). As at 30 June 2021, approximately

毛利及毛利率

截至二零二一年六月三十日止六個月，本集團之毛利約為人民幣38,466,000元(截至二零二零年六月三十日六個月：人民幣81,777,000元)，較去年同期下降53.0%；毛利率約8.5%(截至二零二零年六月三十日六個月：12.5%)，較去年同期下降了400bps。毛利及毛利率的下降主要是因收入的下降以及庫存撥備增加等。

期間虧損

於回顧期內，本集團錄得虧損，虧損額為21,885,000元(人民幣，下同)；截至二零二零年六月三十日六個月虧損：71,317,000元)，股份持有人應佔虧損為16,975,000元(截至二零二零年六月三十日六個月虧損：70,961,000元)。虧損的主要原因為：經濟環境影響導致收入下降及庫存撥備等。

財務狀況及淨負債權益率

本集團維持穩健的財務狀況。於二零二一年六月三十日，本集團之權益總額達3,322,492,000元(二零二零年十二月三十一日：3,439,810,000元)(人民幣，下同)，流動資產淨值為2,101,938,000元(二零二零年十二月三十一日：2,322,526,000元)，其中現金及現金等價物和銀行存款為1,134,615,000元(二零二零年十二月三十一日：1,241,863,000元)，而銀行貸款則合共為74,931,000元(二零二零年十二月三十一日：29,918,000元)。於二零二一年六月三十日，按固定利率計息的45,000,000元(二零二零年十二月三十一日：人民幣0元)，其利率為4.0%，其餘銀行貸款按浮動利率計

60% (at 31 December 2020: 0%) and 40% (at 31 December 2020: 100%) of bank loans were denominated in RMB and NTD, respectively. The maturity profile of bank loans is set out in the notes to the accompanying financial statements. During the period under review, there was no sign of significant changes in the Group's demand for loans in a particular quarter.

As at 30 June 2021, the Group's total debt was RMB74,931,000 (at 31 December 2020: RMB29,918,000). The net debt to equity ratio of the Group was zero (at 31 December 2020: zero). Net debt is defined as total debt (which includes total interest-bearing borrowings) less cash and cash equivalents and deposits with banks. It established a solid foundation for the further business expansion of the Group.

The Group adopts prudent treasury policies in financial and cash management, manages bank credit availability and monitors risks of credit cost centrally in various ways. The Group maintains a good partnership with a number of banks which provide financing facilities, and reviews its funding liquidity and financing needs regularly.

Foreign exchange risk

The Group's transactions are mainly denominated in HKD, RMB and NTD. During the period under review, the foreign exchange movements of such currencies were managed properly. Accordingly, the Group was not exposed to significant risks associated with foreign exchange fluctuations. The Group has not entered into foreign exchange hedging arrangements to manage foreign exchange risk but has been actively monitoring its foreign exchange risk.

息，其利率為1.4%（二零二零年十二月三十一日：1.40%至1.75%）。於二零二一年六月三十日，銀行貸款中約60%（二零二零年十二月三十一日：0%）以人民幣計值，40%（二零二零年十二月三十一日：100%）以新台幣計值。銀行貸款到期償還概況載於隨附之財務報表附註。回顧期內，並無觀察到本集團之借貸需求有特定的季度大變化趨勢。

於二零二一年六月三十日，本集團合共負債為人民幣74,931,000元（二零二零年十二月三十一日：人民幣29,918,000元），其淨負債權益比率約為零（二零二零年十二月三十一日：零）；淨負債定義為負債總額（包括計息借貸總額）減現金及現金等價物和銀行存款。為集團業務的下一步拓展奠定了堅實的基礎。

本集團對財務及現金採取審慎管理的庫務政策，通過集團集中處理，以多種方式管理銀行可用信貸額度及監察信貸成本風險。本集團與多家提供融資的銀行維持良好的合作夥伴關係，並對其資金流動性及融資要求做出定期檢討。

外匯風險

本集團之買賣主要以港幣、人民幣及新台幣為單位。於回顧期內，該等貨幣之間的匯率變動已做出妥善處理，故本集團並無面對重大外匯波動風險。本集團並無訂立外匯對沖安排管理外匯風險，而是一直積極關注及監察匯率風險。

Pledge of assets

As at 30 June 2021, the Group had land and buildings equivalent to RMB198,557,000 (at 31 December 2020: RMB99,047,000) pledged as security.

Contingent liabilities

As at 30 June 2021, the Group had no material contingent liabilities (at 31 December 2020: nil).

Current assets

As at 30 June 2021, the current assets of the Group amounted to approximately RMB2,266,979,000 (at 31 December 2020: RMB2,459,838,000), comprising inventories of approximately RMB623,316,000 (at 31 December 2020: RMB653,106,000), trade and other receivables of approximately RMB492,097,000 (at 31 December 2020: RMB535,487,000), other investments of approximately RMB16,864,000 (at 31 December 2020: RMB29,147,000), cash and cash equivalents and deposits with banks of approximately RMB1,134,615,000 (at 31 December 2020: RMB1,241,863,000).

As at 30 June 2021, cash and cash equivalents of approximately 19% (at 31 December 2020: 14%), 77% (at 31 December 2020: 82%) and 4% (at 31 December 2020: 4%) were denominated in RMB, HKD and other currencies, respectively.

資產質押

於二零二一年六月三十日，本集團有等值於人民幣198,557,000元（二零二零年十二月三十一日：人民幣99,047,000元）的土地和樓宇作為抵押。

或然負債

於二零二一年六月三十日，本集團無任何重大或然負債（二零二零年十二月三十一日：無）。

流動資產

於二零二一年六月三十日，本集團之流動資產約為2,266,979,000元（二零二零年十二月三十一日：2,459,838,000元）（人民幣，下同），其中包括存貨約為623,316,000元（二零二零年十二月三十一日：653,106,000元）、應收貿易賬款及其它應收賬款約492,097,000元（二零二零年十二月三十一日：535,487,000元）、其他投資約為16,864,000元（二零二零年十二月三十一日：29,147,000元）、現金及現金等價物和銀行存款約1,134,615,000元（二零二零年十二月三十一日：1,241,863,000元）。

於二零二一年六月三十日，現金及現金等價物約19%（二零二零年十二月三十一日：14%）以人民幣計值，77%（二零二零年十二月三十一日：82%）以港元計值，4%（二零二零年十二月三十一日：4%）以其他貨幣計值。

Current liabilities

As at 30 June 2021, the current liabilities of the Group amounted to approximately RMB165,041,000 (at 31 December 2020: RMB137,312,000), comprising bank loans of approximately RMB47,323,000 (at 31 December 2020: RMB2,322,000), trade and other payables of approximately RMB104,009,000 (at 31 December 2020: RMB117,563,000), lease liabilities of approximately RMB10,725,000 (at 31 December 2020: RMB12,248,000) and current tax payable of approximately RMB2,984,000 (at 31 December 2020: RMB5,179,000).

Capital structure

The Company's capital structure is composed of issued share capital, reserves and accumulated profits. As at 30 June 2021, the issued share capital of the Company was 4,464,806,959 shares (at 31 December 2020: 4,662,666,959 shares) with reserves and accumulated profits of RMB3,232,955,000 (at 31 December 2020: RMB3,344,357,000) in total.

Significant investment, material acquisition and disposal

The Company had no material acquisitions or disposals of subsidiaries, associates and joint ventures during the period under review, except as disclosed in the notes to the financial statements.

Except as disclosed in the notes to the financial statements, the Company did not hold other significant investments during the period under review.

流動負債

於二零二一年六月三十日，本集團之流動負債約165,041,000元(二零二零年十二月三十一日：137,312,000元)(人民幣，下同)，其中包括銀行貸款約47,323,000元(二零二零年十二月三十一日：2,322,000元)、應付貿易賬款及其它應付賬款約104,009,000元(二零二零年十二月三十一日：117,563,000元)、租賃負債約10,725,000元(二零二零年十二月三十一日：12,248,000元)本期應繳稅項約2,984,000元(二零二零年十二月三十一日：5,179,000元)。

資本結構

本公司的資本結構包括已發行股本、儲備及累計溢利。於二零二一年六月三十日，本公司已發行股本為4,464,806,959股(二零二零年十二月三十一日：4,662,666,959股)；儲備及累計溢利總額為人民幣3,232,955,000元(二零二零年十二月三十一日：人民幣3,344,357,000元)。

重大投資、收購及出售

除財務報表附註所披露之外，本公司於回顧期內概無附屬公司、聯營公司及合營企業的重大收購或出售。

除財務報表附註所披露之外，本公司於回顧期內無持有其他重大投資。

II. Business Review

During the period under review, the Group's business was primarily focused on the manufacturing of high-end consuming accessories and the construction of service platforms.

High-end Consuming Accessories Service

The Group has a relatively mature industrial chain for watch accessories manufacturing, mainly covering from the manufacturing of watch accessories and packaging products to commercial space design, production and decoration. Companies are mainly located in Suzhou, Guangzhou and Dongguan.

The two companies, namely “Guangzhou Artdeco” and “Dongguan Born Talent”, mainly produce high-end watch boxes and watch accessories for various types of watches. After years of development, we have achieved great success in all aspects ranging from low-end products to high-end products, from simple processing to independent innovative designs, and from techniques of purely hand-made to basically automated.

“Suzhou Henge” is a commercial space integration service enterprise engaged in design, production, on-site installation, and after-sales service, comprising the design and decoration for each types of counters, props, and various stores.

二、業務回顧

回顧期內，本集團業務主要專注於高端消費配套產品製造及服務平台建設等。

高端消費配套服務

本集團擁有比較成熟的手錶配套產品生產產業鏈，各間公司分別位於蘇州、廣州及東莞等地，業務範圍主要涵蓋手錶附屬產品及包裝產品製作、商業空間設計、製作及裝修等。

「廣州雅迪」和「東莞生才」兩間公司主要生產各類手錶之高檔錶盒及手錶配件等產品。經過多年的發展，產品從低端到高端，類型從簡單加工到自主創新設計，工藝從純手工製作到基本實現自動化，各方面均取得了極大的成功。

「蘇州亨冠」是一間從設計到產品生產、到現場安裝、再到售後服務的商業空間一體化服務企業，產品涵蓋各類櫃檯、道具及各類店鋪的設計與裝修等。

During the period under review, although the market in Mainland China is relatively stable, the international market is ever-changing and unpredictable. Our three companies all operate in both the Mainland China and international markets, therefore facing greater difficulties and challenges. Due to the operation of new factories, turbulence in international orders, surge of raw material, logistics and labor costs, the first half of the year saw a larger increase in costs and expenses. The overall revenue of high-end consuming accessories services was similar to that in the same period last year, but the overall net profit recorded a sharper decrease.

After years of development, all companies under the Group have achieved ISO9000 quality management certification, which provides strong support for the manufacturing of high-quality products; the companies have earned a solid reputation in their respective fields, forming tight relationships, mutual trust and interest sharing with brand suppliers. A wide customer base covering China, Switzerland, the United States and other countries in the Asia Pacific region has been established. The application of advanced information management systems, such as the industry-leading ERP, BIM, and MES, provides practical guarantee for efficient and compliance corporate operation.

In the second half of the year, the Group will seek opportunities to conduct industry integration of the upstream and downstream products, as well as further improve its leadership in the industry through fully seizing the development opportunities, further strengthening the industrial management together with technical R&D and innovation, taking quality as the priority and driving growth by innovation. The Group will focus on expanding the development in manufacturing

回顧期內，儘管中國內地市場較為穩定，但國際市場變化多端，難以預測，三間公司均面向中國內地及國際雙市場，故面臨著較大的困境與挑戰。因新廠房的使用，國際訂單動盪，原材料、物流及人工成本急升等原因，上半年，成本費用增加幅度較大，高端消費配套服務之整體收入與去年同期相若，但整體淨利潤跌幅較大。

經過多年的發展，本集團所屬各間公司均通過了ISO9000的質量管理認證，為高質量的產品生產提供了強力支持；各間公司也已在其各自的領域建立了良好的口碑；與品牌商合作極為緊密，建立了互信、共享的良好合作關係；客戶覆蓋中國、瑞士、美國、亞太區其他各國等。其在行業中領先的ERP、BIM、MES等先進信息管理系統的運用，為企業高效率及規範的運作提供了切實保障。

下半年，本集團將充分把握發展良機，進一步加強產業管理及技術方面的研發與創新，以質量為先，以創新驅動，尋找時機進行產品上下游的產業整合，進一步提升在行業內的領導地位。本集團將集中力量擴充發展高端名錶配套產品的生產，以多種方式與品牌商及國際同行進行更深層次的合作，努力成為高端錶業集團全球產業生態鏈中不可或缺的一個獨立環節。本集團將面向中國內地及國際雙

of high-end accessories for renowned watches, and on engaging in deeper cooperation with brands and international counterparts in various ways, striving to become an indispensable independent segment in the global industrial ecological chain of high-end watch groups. The Group will continue to enhance the service standard of its integrated services for commercial space in Mainland China and international markets. The Group will also embark on a limited number of diversified business activities to include the manufacturing of high-end product accessories in other high-end lifestyle products such as jewellery, cosmetics and mobile phones, and to expand its commercial space beautification services to include living space beautification services, so as to build momentum for future development.

Retail Network

During the period under review, in accordance with the established strategy, the Group continued to close down the remaining watch retail stores in Hong Kong and generally ended the operation of retail business of renowned watches.

III. Social Responsibility and Human Resources

The Group has always been advocating the corporate spirit of “mutual respect, shouldering responsibility, close collaboration and ongoing innovations” under the “people-oriented” core value, which serves as the solid cornerstone of our corporate management and social responsibility.

市場，不斷提升商業空間一體化服務水平。本集團還將全力展開有限多元化的業務進程，將高端商品配套生產滲透到珠寶、化妝品及手機等其他高端生活品領域，將商業空間美化服務擴充至生活空間美化服務領域等，為未來發展積蓄動力。

零售網絡

回顧期內，根據既定戰略，集團繼續關閉了香港剩餘的幾間手錶零售門店，整體結束了名錶零售業務的運營。

三、社會責任及人力資源

本集團一貫倡導「以人為本」的核心價值，提倡「相互尊重、勇於承擔、緊密協作、不斷創新」的企業精神，並以此作為企業管理和履行社會責任的堅實基礎。

As at 30 June 2021, the Group had a total of 1,497 employees in Mainland China, Hong Kong, Taiwan and Malaysia. Having always been committed to developing and adding value to human resources, the Group implements a standard recruitment system and allocates resources to various kinds of training for our managers, employees at all levels and front-line staff of our Company, including, among others, the art of management, optimization of technology, brand knowledge and service awareness, with an aim of enhancing knowledge, manufacturing skills and service capabilities of our staff.

The Group offers a competitive remuneration package and various incentives to all employees, and regularly reviews the structure of relevant mechanisms to cope with corporate development needs. Meanwhile, the Group also offers other benefits to its employees, including mandatory provident fund scheme, insurance scheme, housing and meal allowances.

Environmental protection is one of the top priorities for the Group's sustainable development. During the period under review, the branches and subsidiaries of the Group carried out strict quality control procedures on products in full accordance with national quality standards, fully safeguarding the interests of clients and consumers. All branches and subsidiaries were also in strict compliance with national regulations. Reports on pollutants were submitted regularly to environmental authorities as required. All pollutant emissions including sewage and gas have passed inspection and met national standards.

於二零二一年六月三十日，本集團在中國內地、香港、台灣及馬來西亞合共聘用1,497名員工。本集團一貫重視人力資源的開發及增值，採用規範化的招聘體系，並有計劃地投入資源於管理人員、公司各級員工及前線人員的各類培訓，涵蓋範疇包括管理的藝術、技術優化、品牌知識及服務意識等，以提升其知識水平、製作技能及服務能力等。

本集團提供具有競爭力的薪酬及各種激勵機制，並定期檢討有關機制架構，以更加適應企業發展之需。同時，本集團亦為僱員提供其它多種福利，包括強積金、保險計劃、房屋及膳食等。

本集團將環境保護列為企業可持續發展的重中之重。回顧期內，集團所屬分、子公司生產的產品均實施嚴格的質檢流程，完全符合國家質量標準，充分保證了客戶和消費者的利益。各分、子公司亦嚴格遵守國家相關規定，定期按要求向環保局進行污染物申報，其污水、廢氣等污染排放監測結果均通過檢查，符合國家標準。

Apart from its efforts in achieving business results and creating brand value, the Group also actively participated in public welfare activities. The Group has made contributions to education, healthcare, sports and other welfare undertakings through its donations to The Community Chest of Hong Kong, Po Leung Kuk of Hong Kong and Hong Kong Red Cross, etc.

IV. Outlook

At present, from a global perspective, although the coronavirus pandemic has eased, it has not been effectively controlled, and the trend of political unrest is also obvious. However, as the pandemic was well-controlled in Mainland China, we expect the economy in Mainland China to sustain its steady trend. In the second half of the year, the Group will continue to adhere to the principle of “sound, steady and long-term operations” and will leverage on the stable environment of economic development in Mainland China to focus on expanding the development in manufacturing of high-end accessories for renowned watches and engage in deeper cooperation with brands and international counterparts in various ways, striving to become an indispensable independent segment in the global industrial ecological chain of high-end watch groups. The Group will continue to enhance the standard of its integrated services for commercial space in Mainland China and international markets. The Group will also embark on a limited number of diversified business activities to include the manufacturing of high-end product accessories in other high-end lifestyle products such as jewellery, cosmetics and mobile phones, and to expand its commercial space beautification services to include living space beautification services. At the same time, the Group will adapt to market changes, continue to explore new profit models, and achieve new breakthroughs in corporate development.

本集團在創造企業利益、實現品牌價值的同時也積極參與社會公益活動。通過香港公益金、香港保良局、香港紅十字會等做出多次捐贈，在教育、醫療、體育等公益事業中做出了應有的貢獻。

四、未來展望

當前，於全球來看，新冠疫情雖有緩解，但仍未得到有效控制，政治動盪不安趨勢亦十分明顯，但因中國內地疫情控制良好，我們預計中國內地經濟也將持續平穩。下半年，本集團仍將繼續堅持「行穩致遠、持續經營」之原則，背靠中國內地穩定的經濟發展環境，集中力量擴充發展高端名錶配套產品的生產，以多種方式與品牌商及國際同行進行更深層次的合作，努力成為高端錶業集團全球產業生態鏈中不可或缺的一個獨立環節。本集團將面向中國內地、國際雙市場，不斷提升商業空間一體化服務水平。本集團還將全力展開有限多元化的業務進程，將高端商品配套生產滲透到珠寶、化妝品及手機等其他高端生活品領域，將商業空間美化服務擴充至生活空間美化服務領域等。同時，集團亦將順應市場變化，不斷探求新的盈利模式，實現企業發展的新突破。

REPORT OF DIRECTORS

董事會報告書

Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures of the Company or any of its Associated Corporations

As at 30 June 2021, the interests or short positions of each of the directors and chief executives in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("SFO") which were recorded in the register required to be kept by the Company pursuant to section 352 of the SFO; or were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are deemed or taken to have under such provisions of the SFO); and were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers of the Listing Rules were as follows:

董事及最高行政人員持有本公司或任何相聯法團股份、相關股份及債權證之權益及淡倉

於二零二一年六月三十日，董事及最高行政人員於本公司及其相關法團（定義見香港法例第571章證券及期貨條例（「證券及期貨條例」）第XV部）股份、相關股份及債權證中，擁有根據證券及期貨條例第352條紀錄於本公司須予存置之登記冊內之權益及淡倉；或根據證券及期貨條例第XV部第7及第8分部，須通知本公司及香港聯合交易所有限公司（「聯交所」）交所之權益及淡倉（包括根據證券及期貨條例的該等條文、彼被當作或視作擁有的權益或淡倉）；及根據上市規則所載上市公司董事進行證券交易的標準守則規定，須通知本公司及聯交所之權益及淡倉如下：

Name of Director 董事姓名	Nature of Interest 權益性質	Number of Shares (Shares) 股份數目(股)	Approximate Percentage 約百分比 (Note 2) (附註2)
Mr. Zhang Yuping 張瑜平先生	Interest of Controlled Corporation and Beneficial Owner ^(Note 1) 受控制法團權益及實益擁有人 ^(附註1)	1,597,556,501 (L)	35.78%
Mr. Huang Yonghua 黃永華先生	Beneficial Owner 實益擁有人	56,172,800 (L)	1.26%
Mr. Lee Shu Chung, Stan 李樹忠先生	Beneficial Owner 實益擁有人	5,920,000 (L)	0.13%

The letter "L" denotes the person's long positions in the Shares.

Note 1: Mr. Zhang Yuping owned 100% of the issued share capital of Best Growth International Limited ("Best Growth"), which in turn held 1,505,832,901 shares of the Company as at 30 June 2021. As at 30 June 2021, Mr. Zhang Yuping held 91,723,600 shares of the Company under his name. Accordingly, Mr. Zhang Yuping held 1,597,556,501 shares of the Company in aggregate, representing 35.78% of the issued share capital.

Note 2: Shareholding percentage is based on 4,464,806,959 issued shares of the Company as at 30 June 2021.

Save as disclosed above, as far as the directors and chief executives of the Company were aware, as at 30 June 2021, none of the directors and chief executives had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its associated corporations which were recorded in the register required to be kept by the Company pursuant to section 352 of the SFO; or were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are deemed or taken to have under such provisions of the SFO); and were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers of the Listing Rules.

「L」代表有關人士於股份持有之好倉。

附註1: 張瑜平先生擁有佳增國際有限公司(「佳增」)100%的已發行股本，而該公司於二零二一年六月三十日持有本公司1,505,832,901股份；張瑜平先生於二零二一年六月三十日以個人名義持有本公司股份91,723,600股。故，張瑜平先生合共持有本公司股份1,597,556,501股，佔已發行股本的35.78%。

附註2: 持股百分比乃根據二零二一年六月三十日本公司有4,464,806,959股已發行股份計算。

除上文所披露者外，於二零二一年六月三十日，據本公司董事及主要行政人員所知，概無董事及主要行政人員於本公司或其任何相聯法團的任何股份、相關股份或債權證中擁有根據證券及期貨條例第352條紀錄於本公司須予存置之登記冊內之權益及淡倉；或根據證券及期貨條例第XV部第7及第8分部，須通知本公司及聯交所之權益及淡倉（包括根據證券及期貨條例的該等條文、彼被當作或視作擁有的權益或淡倉）；及根據上市規則所載《上市發行人董事進行證券交易的標準守則》規定，須通知本公司及聯交所之權益及淡倉。

Substantial Shareholders' Interests and Short Positions in Shares, Underlying Shares and Debentures of the Company

As far as the directors were aware, as at 30 June 2021, the interests or short positions of the persons, in the shares, underlying shares and debentures of the Company which were recorded in the register required to be kept by the Company pursuant to section 336 of the SFO were as follows:

主要股東持有本公司股份、相關股份及債權證之權益及淡倉

就董事所知悉，於二零二一年六月三十日，於本公司股份、相關股份及債權證中擁有根據證券及期貨條例第336條記錄，於本公司須予存置之登記冊內之權益或淡倉的人士如下：

Name of Director 股東姓名	Number of Shares (Share) 股份數目(股)	Approximate Percentage ^(Note 3) 約百分比 ^(附註3)
Best Growth ^(Note 1) 佳增 ^(附註1)	1,505,832,901(L)	33.73%
Mr. Zhang Yuping ^(Note 1) 張瑜平先生 ^(附註1)	1,597,556,501(L)	35.78%
The Swatch Group (Hong Kong) Limited ^(Note 2) The Swatch Group (Hong Kong) Limited ^(附註2)	437,800,000(L)	9.81%
The Swatch Group Limited ^(Note 2) The Swatch Group Limited ^(附註2)	437,800,000(L)	9.81%

The letter "L" denotes the person's long positions in the Shares.

[L]代表有關人士於股份持有之好倉。

Note 1: Mr. Zhang Yuping owned 100% of the issued share capital of Best Growth International Limited ("Best Growth"), which in turn held 1,505,832,901 shares of the Company as at 30 June 2021. As at 30 June 2021, Mr. Zhang Yuping held 91,723,600 shares of the Company under his name. Accordingly, Mr. Zhang Yuping held 1,597,556,501 shares of the Company in aggregate, representing 35.78% of the issued share capital.

附註1: 張瑜平先生擁有佳增國際有限公司(「佳增」)100%的已發行股本，而該公司於二零二一年六月三十日持有本公司1,505,832,901股份；張瑜平先生於二零二一年六月三十日以個人名義持有本公司股份91,723,600股。故，張瑜平先生合共持有本公司股份1,597,556,501股，佔已發行股本的35.78%。

Note 2: These 437,800,000 shares were held in the name of and registered in the capacity of The Swatch Group (Hong Kong) Limited as a beneficial owner. The entire issued share capital of The Swatch Group (Hong Kong) Limited was beneficially owned by The Swatch Group Limited. The Swatch Group Limited was taken to be interested in all the shares held by The Swatch Group (Hong Kong) Limited under the SFO.

Note 3: Shareholding percentage is based on 4,464,806,959 issued shares of the Company as at 30 June 2021.

Save as disclosed above, as at 30 June 2021, the Company had not been notified by any persons, other than directors or chief executives of the Company, who had any interests or short positions in the shares, underlying shares or debentures of the Company which were required to be recorded in the register kept by the Company pursuant to section 336 of the SFO.

Dividend Distribution

The Board does not recommend the payment of interim dividend for the six months ended 30 June 2021 (for the six months ended 30 June 2020: nil).

Equity-linked Agreements

Share Award Scheme

On 25 March 2015, a share award scheme ("Share Award Scheme") was adopted by the Company to recognise the contributions of certain participants to the Company and to attract suitable personnel for the growth and further development of the Company.

附註2：該等437,800,000股股份為The Swatch Group (Hong Kong) Limited以實益擁有人名義登記且由其持有；The Swatch Group (Hong Kong) Limited之全部已發行股本由The Swatch Group Limited實益擁有；根據證券及期貨條例，The Swatch Group Limited視作於The Swatch Group (Hong Kong) Limited持有之所有股份中擁有權益。

附註3：持股份百分比乃根據二零二一年六月三十日本公司有4,464,806,959股已發行股份計算。

除上文披露者外，於二零二一年六月三十日，本公司並無獲任何人士（本公司董事或主要行政人員除外）知會，其於本公司股份、相關股份或債權證中擁有任何須記錄於根據證券及期貨條例第336條存置的登記冊的權益或淡倉。

股息分派

董事會不建議派付截至二零二一年六月三十日止六個月之中期股息（截至二零二零年六月三十日止六個月：無）。

股份掛鈎協議

股份獎勵計劃

本公司於二零一五年三月二十五日採納股份獎勵計劃（「股份獎勵計劃」），以表揚若干參與人為公司所做出的貢獻，並吸引合適的人員以進一步推動本公司的發展。

Subject to any early termination as may be determined by the Board, the Share Award Scheme shall be valid for a term of ten (10) years commencing on the adoption date. The Board may select any participants, other than any excluded participant, for participation in the Share Award Scheme and determine the award amount for the purchase of the awarded shares to be awarded to the selected participants. The Board is entitled to impose any conditions (including a period of continued service within the Group), as it deems appropriate in its absolute discretion with respect to the entitlement of the selected participants to the awarded shares. No consideration for the awarded shares is needed to be paid by the selected participants to the Company. The Board shall not make any further award of awarded shares which will result in the nominal value of the shares awarded by the Board under the Share Award Scheme exceeding 10% of the issued share capital of the Company as at the adoption date. The maximum number of shares which may be awarded to a selected participant under the Share Award Scheme in a 12-month period shall not exceed 0.5% of the issued share capital of the Company as at the adoption date or such number of shares as determined by the Board from time to time.

The Share Award Scheme shall terminate on the earlier of the tenth anniversary date of the adoption date or such date of early termination (whichever is earlier) as determined by the Board.

During the period under review, no awarded shares were granted by the Company (for the six months ended 30 June 2020: nil).

除在董事會可能決定提前終止的規限下，股份獎勵計劃的有效期限為採納日期起計十(10)年。董事會可挑選任何參與人(不包括被排除參與人)參與股份獎勵計劃及釐定授予入選參與人的購買獎勵股份的獎勵金額。董事會可全權酌情在其認為合適的情況下就入選參與人所享有的獎勵股份權利施加任何條件(包括繼續為本集團服務的期限)。入選參與人不需要就獎勵股份支付任何代價予本公司。倘若進一步授予獎勵股份將致使董事會根據股份獎勵計劃所授予的股份面值超過本公司於採納日期已發行股本的10%，則不會做出進一步授予。根據股份獎勵計劃，授予選定參與人的股份數目於每12個月內最高不得超過本公司於採納日期已發行股本的0.5%，或董事會不時決定之股份數目。

股份獎勵計劃須於採納日期第十周年之日或董事會決定提早終止之日期(以較早者為準)終止。

回顧期內，公司概無授出任何獎勵股份(截至二零二零年六月三十日止六個月：無)。

Share Option Scheme

At the annual general meeting of the Company held on 15 May 2015, the share option scheme was adopted conditionally.

The share option scheme of the Company was adopted to grant options to selected participants including but not limited to directors and employees of the Group as incentives or rewards for their contributions to the Group (the "Share Option Scheme"). Subject to any early termination as may be determined by the Board, the Share Option Scheme shall be valid and effective for a term of ten (10) years commencing on the adoption date.

Under the Share Option Scheme, subject to the discretion of the directors, there is no minimum period for which an option must be held before it can be exercised. Each option has a maximum valid period of ten years after which the option shall lapse. The total number of shares issued and to be issued upon exercise of the options granted to each of the eligible participants in any 12-month period must not exceed 1% of the shares in issue. The exercise price shall not be less than the higher of: (i) the closing price of the shares as stated in the daily quotation sheets issued by the Stock Exchange on the date of offer of that option; (ii) the average of the closing prices per shares as stated in the daily quotation sheets issued by the Stock Exchange for the five business days immediately preceding the date of offer of that option; and (iii) the nominal value of the shares.

Under the Share Option Scheme, the grantee shall accept the option within ten days from the date of the offer to grant the share option and pay HKD1.00 to the Company as consideration for the grant upon acceptance of the option.

購股權計劃

本公司於二零一五年五月十五日召開之股東周年大會，有條件採納購股權計劃。

本公司採納的購股權計劃，可向選定之參與者（包括但不限於本集團董事及僱員）授出購股權，作為彼等為本集團所作貢獻之獎勵或報酬（「購股權計劃」）。除在董事會可能決定提前終止的規限下，購股權計劃的有效期為採納日期起計十(10)年。

於購股權計劃下，受限於董事的酌情權，於購股權可行使前並無最短持有期的限制。各購股權之有效期最長為十年，其後將告失效。在任何為期12個月的時間內，行使已向每名合資格參與者授出之購股權時已發行及將予發行之股份總數不得超過已發行股份之1%。行使價不得低於以下較高者：(i)於該購股權授出日期在聯交所刊發之每日報價表所列之股份收市價；(ii)緊接該購股權授出日期前五個營業日在聯交所刊發之每日報價表所列之股份平均收市價；及(iii)股份面值。

根據購股權計劃，承授人需於本公司授出購股權建議的日期起計十日內接納，於接納購股權時，承授人須支付港幣1.00元予本公司作為有關購股權的授予之代價。

As of 30 June 2021, the issued share capital of the Company was 4,464,806,959 shares, and there was no option outstanding (at 30 June 2020: nil).

截至二零二一年六月三十日止，本公司已發行股本為4,464,806,959股，無尚未行使的購股權（二零二零年六月三十日：無）。

Purchase, Sale or Repurchase of Securities

購買、出售或購回證券

During the period under review, the Company repurchased a total of 197,860,000 (the first half of 2020: nil) listed shares on the Stock Exchange by way of acquisition from the market. The total consideration paid was approximately HKD60,038,000, including related expenses. The details are as follows:

於回顧期內，本公司以市場收購方式在聯交所購回已上市股份合共197,860,000股（二零二零年上半年：無），合共支付金額總價約為港幣60,038,000元（包括相關費用），詳情如下：

Date of repurchase of shares	Number of shares repurchased	Highest price per share paid (HKD)	Lowest price per share paid (HKD)	Approximate aggregate consideration (HKD) (excluding related expenses)
購回股份日期	購回股份數目	已付每股最高價格 (港幣)	已付每股最低價格 (港幣)	概約總代價 (港幣)(不包括 相關費用)
12 January 2021 二零二一年一月十二日	7,200,000	0.30	0.295	2,129,700
13 January 2021 二零二一年一月十三日	16,300,000	0.30	0.29	4,830,760
14 January 2021 二零二一年一月十四日	16,700,000	0.305	0.295	4,968,140
15 January 2021 二零二一年一月十五日	17,000,000	0.30	0.29	5,021,800
18 January 2021 二零二一年一月十八日	20,300,000	0.30	0.29	5,957,500
19 January 2021 二零二一年一月十九日	17,600,000	0.305	0.295	5,275,800
20 January 2021 二零二一年一月二十日	15,600,000	0.305	0.295	4,671,940

Date of repurchase of shares	Number of shares repurchased	Highest price per share paid (HKD) 已付每股最高價格 (港幣)	Lowest price per share paid (HKD) 已付每股最低價格 (港幣)	Approximate aggregate consideration (HKD) (excluding related expenses) 概約總代價 (港幣)(不包括 相關費用)
購回股份日期	購回股份數目			
21 January 2021 二零二一年一月二十一日	13,200,000	0.305	0.30	4,023,000
29 March 2021 二零二一年三月二十九日	11,644,000	0.305	0.305	3,551,420
30 March 2021 二零二一年三月三十日	16,008,000	0.31	0.30	4,882,500
31 March 2021 二零二一年三月三十一日	15,000,000	0.31	0.305	4,576,760
1 April 2021 二零二一年四月一日	16,008,000	0.31	0.305	4,942,900
7 April 2021 二零二一年四月七日	15,300,000	0.315	0.31	4,743,060

All the above repurchased shares had been cancelled on 28 January 2021 and 15 April 2021, respectively. The repurchases are in the interests of the Company and its shareholders as a whole with a view to enhancing the net assets value per share of the Company.

上述購回股份已分別於二零二一年一月二十八日及二零二一年四月十五日全部註銷。進行購回冀藉此提升本公司之每股資產淨值，符合本公司及股東之整體利益。

Save as disclosed above, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2021.

除上述披露外，於截至二零二一年六月三十日止六個月，本公司及其任何附屬公司概無購買、出售或贖回任何本公司上市證券。

Events after the Period under Review

Save as disclosed in this report, there were no important events affecting the Group since the end of the period under review to the date of this report.

Acknowledgement

The directors would like to take this opportunity to express our sincere thanks to all the shareholders for their continuous support and to all our staff for their dedication and contribution to the Group during the period under review.

General Information

As at the date of this report, the executive directors are Mr. Zhang Yuping (Chairman), Mr. Huang Yonghua and Mr. Lee Shu Chung, Stan; the non-executive director is Mr. Shi Zhongyang, and the independent non-executive directors are Mr. Cai Jianmin, Mr. Wong Kam Fai, William and Mr. Liu Xueling.

By Order of the Board

Zhang Yuping

Chairman

Hong Kong, 26 August 2021

回顧期後事項

除於本報告內披露者外，回顧期結束後至本報告日期概無發生對本集團有重大影響的事件。

鳴謝

董事藉此機會感謝全體股東一直以來的鼎力支持，以及感謝本集團全體員工於回顧期內為本集團付出之努力和貢獻。

一般事項

於本報告日期，本公司有主席兼執行董事張瑜平先生、執行董事黃永華先生及李樹忠先生；非執行董事史仲陽先生；獨立非執行董事蔡建民先生、黃錦輝先生及劉學靈先生。

承董事會命

主席

張瑜平

香港，二零二一年八月二十六日

CORPORATE GOVERNANCE REPORT

企業管治報告

Compliance with the Corporate Governance Code

The Company has always been committed to maintaining a high standard of corporate governance to ensure a higher level of transparency in the Group, so as to safeguard the interests of our shareholders as a whole, and ensure cooperative development among our customers, employees and the Group.

The Company has adopted the Code on Corporate Governance Practices (the "Corporate Governance Code") set out in Appendix 14 to the Listing Rules.

The directors are of the opinion that the Company complied with the Corporate Governance Code during the period under review. In order to further enhance the corporate governance of the Group and comply with the provision A.2.1 of the Corporate Governance Code, Mr. Zhang Yuping, the Chairman of the Board, has stepped down from his role as the Chief Executive Officer of the Group on 21 April 2021. Meanwhile, Mr. Cheung Wing Lun Tony has been appointed as the Chief Executive Officer of the Group. After this appointment took effect, the Company no longer deviated from the code provision A.2.1.

遵守企業管治守則

長期以來，本公司致力保持高標準的公司管治機制，確保集團較高的透明度，以保障全體股東之利益，並確保客戶、員工及集團的協調發展。

本公司已採納上市規則附錄十四所載之企業管治守則（「企業管治守則」）。

董事認為，本公司於回顧期內已遵守企業管治守則。為進一步提升本集團的企業管治及遵守企業管治守則條文第A.2.1條之規定，董事局主席張瑜平先生已於二零二一年四月二十一日卸任本集團行政總裁之職務，同時，張泳麟先生獲委任為本集團行政總裁。此項委任生效後，本公司已不再偏離守則條文第A.2.1條之規定。

Corporate Governance Functions

In order to ensure the interests of our shareholders, the Board of the Company has procured the Group to establish departments dedicated to the supervision and risk control of finance and business operation. Such departments conduct audits and examinations of all aspects and at all departments twice or thrice a year and participate in operating activities of the Group from time to time, so as to enhance internal control and ensure the sound development of the enterprise. The audit committee and the Board of the Company have reviewed the effectiveness of our internal control system to ensure to have regular face to face contact with the management at least twice a year and timely collect information. During the period under review, the audit committee and the Board have completed its annual review on the risk management and internal control systems (including their effectiveness) through communication with the head of finance and risk control department of the Group. Based on the reviews made by independent review organisations of the risk management and internal control systems of the Group, the Company considers that these systems are effective and adequate, and will continue to review the effectiveness of these systems as well as improve the internal administration and control systems of the Group if required.

企業管治職能

為確保股東利益，公司董事會已責成集團專門成立財務與業務風控及監督部門。該等部門每年2-3次對集團所屬各層面、各部門進行審計及稽查，並時時參與集團各項業務進行之中，以加強內部監控，確保企業健康發展。本公司審核委員會及董事會已審視本集團內部監控系統的有效性，並確保每年不少於兩次與管理層進行面對面溝通及適時調取各項資料。於回顧期內，審核委員會及董事會已通過與集團財務及風控部門負責人的溝通完成年度內對集團風險管理及內部監控系統（包括其有效性）的檢討。根據獨立審核機構對集團風險管理及內部控制體系所作出的檢討，本公司認為該等系統有效及足夠，但本公司將繼續審視該等系統的有效性並會在需要時進一步完善本集團的內部管理以及監控制度。

Audit Committee

The Company has established an audit committee in compliance with Rule 3.21 of the Listing Rules. The audit committee of the Company comprises three independent non-executive directors, with the primary duties of reviewing the accounting principles and practices adopted by the Company as well as material extraordinary items, and discussing about auditing internal controls and financial reporting matters, including reviewing the unaudited interim report for the period ended 30 June 2021.

Compliance with the Model Code for Securities Transactions by Directors

For the six months ended 30 June 2021, the Company has adopted a code for securities transactions by directors on terms no less exacting than the standard required by the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Listing Rules. All directors have confirmed, following specific enquiry by the Company, their compliance with the required standard for securities transactions by directors set out in the above code.

審核委員會

本公司已遵循上市規則第3.21條成立審核委員會。本公司審核委員會由三位獨立非執行董事組成。審核委員會負責審閱公司採納的會計原則及慣例、重大不尋常項目、並討論審核內部監控以及財務報告等事宜，其中包括審閱截至二零二一年六月三十日止未經審計的中期報告。

遵守董事進行證券交易的標準守則

截至二零二一年六月三十日止的六個月內，本公司已就董事的證券交易，採納一套不低於上市規則附錄十所載的《上市發行人董事進行證券交易的標準守則》所規定的標準行為守則。經本公司向所有董事做出特定查詢，全體董事確認已遵守上述守則所規定的有關董事的證券交易標準。

INTERIM RESULTS

中期業績

The board of directors (“the Board”) of Hengdeli Holdings Limited (“the Company”) is pleased to present the unaudited consolidated interim results of the Company and its subsidiaries (“the Group”) for the six months ended 30 June 2021, along with the comparative figures and selected explanatory notes, which are prepared in accordance with the Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants, and have been reviewed by the Audit Committee of the Company.

亨得利控股有限公司（「本公司」或「公司」）之董事會（「董事會」）欣然呈報本公司及其附屬公司（「本集團」或「集團」）截至二零二一年六月三十日止六個月之未經審核綜合中期業績連同比較數字及說明性附註摘要，此乃根據香港會計師公會頒佈之香港財務報告準則編製而成，並已由本公司審核委員會審閱。

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

綜合損益表

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)
截至二零二一年六月三十日止六個月 – 未經審核（以人民幣呈列）

		Six months ended 30 June		
		截至六月三十日止六個月		
		2021	2020	
		二零二一年	二零二零年	
		RMB' 000	RMB' 000	
		人民幣千元	人民幣千元	
Revenue	收入	2	450,749	651,831
Cost of sales	銷售成本		(412,283)	(570,054)
Gross profit	毛利		38,466	81,777
Other revenue	其他收入	3(a)	25,749	23,884
Other net gain/(loss)	其他收益/ (虧損)淨額	3(b)	4,761	(13,657)
Distribution costs	分銷成本		(23,891)	(78,995)
Administrative expenses	行政費用		(65,741)	(81,193)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS (CONTINUED)

綜合損益表（續）

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)

截至二零二一年六月三十日止六個月 – 未經審核（以人民幣呈列）

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB' 000 人民幣千元	2020 二零二零年 RMB' 000 人民幣千元
	Note 附註		
Loss from operations	經營虧損	(20,656)	(68,184)
Finance costs	財務成本 4(a)	(1,700)	(4,944)
Loss before taxation	除稅前虧損 4	(22,356)	(73,128)
Income tax credit	所得稅抵免 5	471	1,811
Loss for the period	期內虧損	(21,885)	(71,317)
Attributable to:	應佔：		
Equity shareholders of the Company	本公司股份持有人	(16,975)	(70,961)
Non-controlling interests	非控股權益	(4,910)	(356)
Loss for the period	期內虧損	(21,885)	(71,317)
Losses per share	每股虧損		
Basic	基本 6	RMB(0.004) 人民幣(0.004)元	RMB(0.015) 人民幣(0.015)元
Diluted	攤薄	RMB(0.004) 人民幣(0.004)元	RMB(0.015) 人民幣(0.015)元

The notes on pages 41 to 65 form part of this interim financial report.

第41至65頁之附註屬本中期財務報告之一部分。

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

綜合損益及其他全面收入表

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)
截至二零二一年六月三十日止六個月 – 未經審核 (以人民幣呈列)

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
	Note 附註		
Loss for the period	期內虧損	(21,885)	(71,317)
Other comprehensive income for the period (after tax and reclassification adjustments)	期內其他全面收入 (稅後及重新分類調整後)		
Item that may be reclassified subsequently to profit or loss:	隨後可能重新分類至損益之項目：		
Release of exchange differences on disposal of subsidiaries	撥回出售附屬公司所產生之匯兌差額	30	-
Exchange differences on translation of overseas subsidiaries' financial statements	換算海外附屬公司財務報表所產生之匯兌差額	(9,981)	41,177
		(9,951)	41,177
Items that will not be reclassified subsequently to profit or loss:	隨後不會重新分類至損益之項目：		
Equity investments at fair value through other comprehensive income – net movement in fair value reserve (non-recycling)	通過其他全面收入按公允價值計量之股本投資 – 公允價值儲備變動淨額 (不可轉入損益)	(19,906)	62,391
Exchange differences on translation of equity investments at fair value through other comprehensive income	換算通過其他全面收入按公允價值計量之股本投資所產生之匯兌差額	(3,971)	4,847
Exchange differences on translation of the Company's financial statements	換算本公司財務報表所產生之匯兌差額	(11,501)	16,007
		(35,378)	83,245
Total comprehensive income for the period	期內全面收入總額	(67,214)	53,105

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

綜合損益及其他全面收入表（續）

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)

截至二零二一年六月三十日止六個月 – 未經審核（以人民幣呈列）

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Attributable to:	應佔：		
Equity shareholders of the Company	本公司股份持有人	(62,132)	52,719
Non-controlling interests	非控股權益	(5,082)	386
Total comprehensive income for the period	期內全面收入總額	(67,214)	53,105

The notes on pages 41 to 65 form part of this interim financial report.

第41至65頁之附註屬本中期財務報告之一部分。

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

綜合財務狀況表

At 30 June 2021 – unaudited (Expressed in Renminbi)
於二零二一年六月三十日 – 未經審核 (以人民幣呈列)

			At 30 June 2021 於 二零二一年 六月三十日	At 31 December 2020 於 二零二零年 十二月三十一日
		Note 附註	RMB' 000 人民幣千元	RMB' 000 人民幣千元
Non-current assets	非流動資產			
Investment properties	投資物業		132,216	134,057
Property, plant and equipment	物業、廠房及設備	7	466,768	479,302
			598,984	613,359
Intangible assets	無形資產		2,494	2,772
Goodwill	商譽		63,156	63,547
Other investments	其他投資	8	543,343	487,251
Prepayment and deposits	預付款項及按金	10	58,764	1,642
Deferred tax assets	遞延稅項資產		52	52
			1,266,793	1,168,623
Current assets	流動資產			
Inventories	存貨	9	623,316	653,106
Trade and other receivables	應收貿易賬款及 其他應收款項	10	492,097	535,487
Other investments	其他投資	8	16,864	29,147
Current tax recoverable	本期可收回稅項		87	235
Deposits with banks	銀行存款	11	24,983	226,880
Cash and cash equivalents	現金及現金等價物	12	1,109,632	1,014,983
			2,266,979	2,459,838

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

綜合財務狀況表（續）

At 30 June 2021 – unaudited (Expressed in Renminbi)

於二零二一年六月三十日 – 未經審核（以人民幣呈列）

		At 30 June 2021 於 二零二一年 六月三十日	At 31 December 2020 於 二零二零年 十二月三十一日
	Note 附註	RMB' 000 人民幣千元	RMB' 000 人民幣千元
Current liabilities	流動負債		
Trade and other payables and contract liabilities	應付貿易賬款及其他應付款項以及合約負債 13	104,009	117,563
Bank loans	銀行貸款 14	47,323	2,322
Lease liabilities	租賃負債	10,725	12,248
Current taxation	本期應繳稅項	2,984	5,179
		165,041	137,312
Net current assets	流動資產淨值	2,101,938	2,322,526
Total assets less current liabilities	總資產減流動負債	3,368,731	3,491,149
Non-current liabilities	非流動負債		
Bank loans	銀行貸款 14	27,608	27,596
Lease liabilities	租賃負債	16,306	21,418
Deferred tax liabilities	遞延稅項負債	2,325	2,325
		46,239	51,339

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

綜合財務狀況表（續）

At 30 June 2021 – unaudited (Expressed in Renminbi)

於二零二一年六月三十日 – 未經審核（以人民幣呈列）

			At 30 June 2021	At 31 December 2020
			於 二零二一年 六月三十日	於 二零二零年 十二月三十一日
		<i>Note</i>	RMB'000	RMB'000
		<i>附註</i>	人民幣千元	人民幣千元
NET ASSETS	資產淨值		3,322,492	3,439,810
CAPITAL AND RESERVES	資本及儲備	15		
Share capital	股本		21,503	22,337
Reserves	儲備		3,232,955	3,344,357
Total equity attributable to equity shareholders of the Company	本公司股份持有人應佔權益總額		3,254,458	3,366,694
Non-controlling interests	非控股權益		68,034	73,116
TOTAL EQUITY	權益總額		3,322,492	3,439,810

The notes on pages 41 to 65 form part of this interim financial report.

第41至65頁之附註屬本中期財務報告之一部分。

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

綜合權益變動表

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)
截至二零二一年六月三十日止六個月 – 未經審核 (以人民幣呈列)

		Attributable to equity shareholders of the Company 本公司股份持有人應佔										
		Share capital	Share premium	Capital redemption reserve	Capital reserve	Exchange reserve	PRC statutory reserve	Fair value reserve (non-recycling)	Retained profits	Total	Non-controlling interests	Total equity
		股本	股份溢價	贖回儲備	資本儲備	匯兌儲備	法定儲備	轉入損益	保留溢利	總計	非控股權益	權益總額
		RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元
Balance at 1 January 2020	於二零二零年一月一日之結餘	22,337	2,620,409	761	1,328	(98,985)	28,813	69,734	1,250,218	3,894,615	86,972	3,981,587
Changes in equity for the six months ended 30 June 2020	截至二零二零年六月三十日止六個月之權益變動											
Loss for the period	期內虧損	-	-	-	-	-	-	-	(70,961)	(70,961)	(356)	(71,317)
Other comprehensive income	其他全面收入	-	-	-	-	61,289	-	62,391	-	123,680	742	124,422
Total comprehensive income	全面收入總額	-	-	-	-	61,289	-	62,391	(70,961)	52,719	386	53,105
Disposal of equity interests in a subsidiary	出售一間附屬公司之股權	-	-	-	-	-	(44)	-	-	(44)	(3,884)	(3,928)
Balance at 30 June 2020	於二零二零年六月三十日之結餘	22,337	2,620,409	761	1,328	(37,696)	28,769	132,125	1,179,257	3,947,290	83,474	4,030,764

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

綜合權益變動表 (續)

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)
截至二零二一年六月三十日止六個月 – 未經審核 (以人民幣呈列)

		Attributable to equity shareholders of the Company 本公司股份持有人應佔										
		Share capital	Share premium	Capital redemption reserve	Capital reserve	Exchange reserve	PRC statutory reserve	Fair value reserve (non-recycling)	Retained profits	Total	Non-controlling interests	Total equity
		股本	股份溢價	贖回儲備	資本儲備	匯兌儲備	中國法定儲備	中國(不可轉入損益)公允價值儲備	保留溢利	總計	非控股權益	權益總額
		RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元	RMB'000 人民幣千元
Balance at 1 July 2020	於二零二零年七月一日之結餘	22,337	2,620,409	761	1,328	(37,696)	28,769	132,125	1,179,257	3,947,290	83,474	4,030,764
Changes in equity for the six months ended 31 December 2020	截至二零二零年十二月三十一日止六個月之權益變動											
Loss for the period	期內虧損	-	-	-	-	-	-	-	(312,115)	(312,115)	(3,092)	(315,207)
Other comprehensive income	其他全面收入	-	-	-	-	(267,132)	-	(1,350)	-	(268,482)	3,578	(264,904)
Total comprehensive income	全面收入總額	-	-	-	-	(267,132)	-	(1,350)	(312,115)	(580,597)	486	(580,111)
Transfer between reserves	儲備之間轉移	-	-	-	-	-	2,253	-	(2,253)	-	-	-
Disposal of equity interests in subsidiaries	出售附屬公司之股權	-	-	-	-	-	1	-	-	1	(10,844)	(10,843)
Amount transferred from fair value reserve (non-recycling) to retained profit upon disposal of investments	出售投資後自公允價值儲備(不可轉入損益)轉撥至保留溢利之金額	-	-	-	-	-	-	(26,153)	26,153	-	-	-
Balance at 31 December 2020	於二零二零年十二月三十一日之結餘	22,337	2,620,409	761	1,328	(304,828)	31,023	104,822	891,042	3,366,694	73,116	3,439,810

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

綜合權益變動表 (續)

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)
截至二零二一年六月三十日止六個月 – 未經審核 (以人民幣呈列)

		Attributable to equity shareholders of the Company 本公司股份持有人應佔										
		Share capital	Share premium	Capital redemption reserve	Capital reserve	Exchange reserve	PRC statutory reserve	Fair value reserve (non-recycling)	Retained profits	Total	Non-controlling interests	Total equity
		股本	股份溢價	贖回儲備	資本儲備	匯兌儲備	法定儲備	中國(不可)公允價值儲備	保留溢利	總計	非控股權益	權益總額
		RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元
Balance at 1 January 2021	於二零二一年一月一日之結餘	22,337	2,620,409	761	1,328	(304,828)	31,023	104,622	891,042	3,366,694	73,116	3,439,810
Changes in equity for the six months ended 30 June 2021	截至二零二一年六月三十日止六個月之權益變動											
Loss for the period	期內虧損	-	-	-	-	-	-	-	(16,975)	(16,975)	(4,910)	(21,885)
Other comprehensive income	其他全面收入	-	-	-	-	(25,251)	-	(19,906)	-	(45,157)	(172)	(45,329)
Total comprehensive income	全面收入總額	-	-	-	-	(25,251)	-	(19,906)	(16,975)	(62,132)	(5,082)	(67,214)
Shares repurchased	已購回股份	(834)	(50,096)	626	-	-	-	-	-	(50,104)	-	(50,104)
Amount transferred from fair value reserve (non-recycling) to retained profit upon disposal of investments	出售投資後自公允價值儲備(不可轉入溢利)轉撥至保留溢利之金額	-	-	-	-	-	-	(8,759)	8,759	-	-	-
Balance at 30 June 2021	於二零二一年六月三十日之結餘	21,503	2,570,313	1,587	1,328	(330,079)	31,023	75,957	882,826	3,254,458	68,034	3,322,492

The notes on pages 41 to 65 form part of this interim financial report.

第41至65頁之附註屬本中期財務報告之一部分。

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

簡明綜合現金流量表

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)
截至二零二一年六月三十日止六個月 – 未經審核 (以人民幣呈列)

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB' 000 人民幣千元	2020 二零二零年 RMB' 000 人民幣千元
Operating activities			
Cash (used in)/generated from operations	經營活動 營運(所耗)/所得現金	(12,701)	30,744
Income tax paid	已付所得稅	(1,962)	(15,398)
Net cash (used in)/generated from operating activities		(14,663)	15,346
Investing activities			
Payment for the purchase of property, plant and equipment	投資活動 購入物業、廠房及設備付款	(10,091)	(29,399)
Decrease in deposits with banks	銀行存款減少	200,256	363,899
Payment for advances to third parties	支付第三方墊款	(48,565)	(163,509)
Proceeds from repayment of advances to third parties	償還第三方墊款所得款項	98,629	–
Payment for purchase of other investments	購入其他投資付款	(151,216)	(46,900)
Proceeds from sale of other investments	出售其他投資所得款項	88,076	–
Other cash flows arising from investing activities	投資活動產生之其他現金流量	(46,224)	24,239
Net cash generated from investing activities		130,865	148,330
Financing activities			
Capital element of lease rentals paid	融資活動 已付租賃租金的資本部分	(4,378)	(72,051)
Interest element of lease rentals paid	已付租賃租金的利息部分	(457)	(2,355)
Other cash flows arising from financing activities	融資活動產生之其他現金流量	(6,168)	(82,439)
Net cash used in financing activities		(11,003)	(156,845)

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (CONTINUED)

簡明綜合現金流量表 (續)

For the six months ended 30 June 2021 – unaudited (*Expressed in Renminbi*)

截至二零二一年六月三十日止六個月 – 未經審核 (以人民幣呈列)

		Six months ended 30 June	
		截至六月三十日止六個月	
		2021	2020
		二零二一年	二零二零年
		RMB' 000	RMB' 000
		人民幣千元	人民幣千元
		<i>Note</i>	
		<i>附註</i>	
Net increase in cash and cash equivalents	現金及現金等價物 增加淨額		6,831
			105,199
Cash and cash equivalents at 1 January	於一月一日之現金及 現金等價物	12	1,165,169
			1,014,983
Effect of foreign exchange rates changes	外幣匯率變動影響		14,946
			(10,550)
Cash and cash equivalents at 30 June	於六月三十日之現金及 現金等價物	12	1,186,946
			1,109,632

The notes on pages 41 to 65 form part of this interim financial report.

第41至65頁之附註屬本中期財務報告之一部分。

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

未經審核中期財務報告附註

(Expressed in Renminbi unless otherwise indicated)

(除另有指明外，數額以人民幣呈列)

1 Basis of preparation

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“the Stock Exchange”), including compliance with Hong Kong Accounting Standard (“HKAS”) 34, *Interim financial reporting*, issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). It was authorised for issue on 26 August 2021.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2020 annual financial statements.

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

1 編製基準

本中期財務報告已根據香港聯合交易所有限公司（「聯交所」）證券上市規則之適用披露規定編製，包括遵守香港會計師公會（「香港會計師公會」）頒佈之香港會計準則（「香港會計準則」）第34號，*中期財務報告*。本中期財務報告於二零二一年八月二十六日獲准刊發。

中期財務報告已根據二零二零年年度財務報表採納之相同會計政策編製。

管理層需在編製符合香港會計準則第34號之中期財務報告時作出判斷、估計及假設，而有關判斷、估計及假設會影響政策之應用及以年初至今為基準計算之資產與負債及收入與支出之呈列金額。因此，實際結果可能與該等估計有所出入。

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2020 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”).

The financial information relating to the financial year ended 31 December 2020 that is included in the interim financial report as comparative information does not constitute the Company's statutory annual consolidated financial statements for that financial year but is derived from those financial statements. Statutory annual consolidated financial statements for the year ended 31 December 2020 are available from the Company's registered office. The auditor had expressed an unqualified opinion on those financial statements in their report dated 23 March 2021.

本中期財務報告包含簡明綜合財務報表及說明性附註摘要。附註包括對了解本集團自刊發二零二零年年度財務報表以來之財務狀況及表現所出現之變動而言屬重大之事項及交易之詮釋。簡明綜合中期財務報表及其附註並無包括根據香港財務報告準則（「香港財務報告準則」）編製之完整財務報表所需之全部資料。

載於中期財務報告與截至二零二零年十二月三十一日止財政年度有關之財務資料，作為比較資料並不構成本公司該財政年度之法定年度綜合財務報表之一部分，惟乃摘錄自該等財務報表。截至二零二零年十二月三十一日止年度之法定年度綜合財務報表可於本公司之註冊辦事處查閱。核數師已在其於二零二一年三月二十三日刊發之報告對該等財務報表發表無保留意見。

2 Segment reporting

The Group manages its businesses by divisions, which are organised by a mixture of both business lines (products and services) and geography (mainly in Mainland China, Hong Kong and Taiwan/Malaysia). In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purpose of resource allocation and performance assessment, and given the importance of retail division to the Group, the Group's retail and trading business is separated into the following two reportable segments on a geographical and products and services basis, as the divisional managers for each of these regions report directly to the senior executive team. All segments primarily derive their retail revenue through their own retail network. No operating segments have been aggregated to form the following reportable segments.

The Group has identified the following reportable segments:

- | | | | |
|----------------------------------|--|-----------|------------------------|
| - High-end consuming accessories | - Manufacturing of watch accessories and shop design and decoration services business; | - 高端消費配套 | - 鐘錶配套產品以及店舖設計及裝修服務業務； |
| - Watches retail and trading | - Retail and trading of watches and jewellery business; | - 鐘錶零售及貿易 | - 鐘錶及珠寶零售及貿易業務； |
| - Commodity trading | - Trading of iron ore. | - 大宗商品貿易 | - 鐵礦石貿易。 |

2 分部報告

本集團透過生產線（產品及服務）及按地區（主要位於中國內地、香港及台灣／馬來西亞）成立之分部管理業務。按與向本集團最高層行政管理人員就資源分配及表現評估之內部報告資料一致之方式，及鑒於本集團零售分部之重要性，本集團之零售及貿易業務按地區以及產品及服務分為以下兩個呈報分部，原因為該等地區之各分區經理均直接向高層行政團隊匯報。所有分部均主要透過其本身之零售網絡而產生其零售收入。本集團並無合併營運分部，以組成以下之呈報分部。

本集團已識別以下呈報分部：

(a) Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products or service lines and geographical location of customers is as follows:

(a) 收入細分

按主要產品或服務線及客戶所在地區之客戶合約收入細分如下：

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Revenue from contracts with customers within the scope of HKFRS 15	來自客戶合約之收入 (香港財務報告準則第15號範圍內)		
Disaggregated by major products or service lines	按主要產品或服務線細分		
– Revenue from sales of watches and jewellery	– 來自銷售鐘錶及珠寶之收入	64,518	399,959
– Revenue from manufacturing of watch accessories	– 來自製造鐘錶配套產品之收入	131,499	122,796
– Revenue from provision of shop design and decoration service	– 來自提供店舖設計及裝修服務之收入	79,288	85,706
– Revenue from commodity trading	– 來自大宗商品貿易之收入	175,444	43,370
		450,749	651,831
Revenue from other sources	其他來源收入		
– Gross rentals from investment properties	– 來自投資物業之租金總收入	1,779	550
		452,528	652,381
Disaggregated by geographical location of customers	按客戶所在地區細分		
– Hong Kong Region (place of domicile)	– 香港地區(經營所在地)	64,968	312,572
– Mainland China	– 中國內地	387,560	252,112
– Taiwan Region/Malaysia	– 台灣地區/馬來西亞	–	87,697
		452,528	652,381

Revenue from sales of watches, jewellery, related accessories and commodities is recognised to be the point in time.

來自銷售鐘錶、珠寶、相關配套產品及商品之收入乃隨時間確認。

Revenue from provision of shop design and decoration service is recognised progressively over time.

來自提供店舖設計及裝修服務之收入隨時間推移確認。

The geographical analysis above includes property rental income from external customers in Hong Kong Region and Mainland China for the six months ended 30 June 2021 of RMB1,779,000 (six months ended 30 June 2020: RMB550,000).

上述地區分析包括截至二零二一年六月三十日止六個月之來自香港地區及中國內地外部客戶的物業租金收入人民幣1,779,000元(截至二零二零年六月三十日止六個月：人民幣550,000元)。

(b) Information about profit or loss and assets

(b) 有關損益及資產之資料

For the purposes of assessing segment performance and allocating resources between segments, the Group's senior executive management monitors the profit or loss and assets attributable to each reportable segment on the following basis:

為評估分部表現及於分部間分配資源，本集團最高層行政管理人員按下列基準監察各個呈報分部之損益及資產：

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments. However, other than reporting inter-segment sales, assistance provided by one segment to another, including sharing of assets, is not measured.

收入及開支乃參考呈報分部產生之銷售及該等分部產生之開支分配至有關分部。然而，除呈報分部間銷售外，某一分部向另一分部提供之協助(包括共用資產)並不計算在內。

The measure used for reporting segment profit is "gross profit".

用於呈報分部溢利之表示方式為「毛利」。

Segment assets represent inventories only, without eliminating the unrealised inter-segment profits.

分部資產僅指存貨，並未撇除未實現之分部間溢利。

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

本期內，為分配資源及評估分部表現向本集團最高層行政管理人員提供之有關本集團呈報分部之資料載列如下。

		High-end consuming accessories 高級消費配套		Watches retail and trading 鐘錶零售及貿易		Commodity trading 大宗商品貿易		Total 總計			
		PRC 中國		Hong Kong 香港		Taiwan/Malaysia 台灣/馬來西亞		PRC 中國			
For the six months ended 30 June	截至六月三十日止六個月	2021	2020	2021	2020	2021	2020	2021	2020		
		二零二一年	二零二零年	二零二一年	二零二零年	二零二一年	二零二零年	二零二一年	二零二零年		
		RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000		
		人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元		
Revenue from external customers	來自外部客戶之收入	210,787	208,502	64,518	312,262	-	87,697	175,444	43,370	450,749	651,831
Inter-segment revenue	分部間收入	35,408	31,774	-	-	-	-	-	-	35,408	31,774
Reportable segment revenue	呈報分部收入	246,195	240,276	64,518	312,262	-	87,697	175,444	43,370	486,157	683,605
Reportable segment gross profit/(loss)	呈報分部毛利/(損)	28,894	47,833	(47,106)	18,116	-	12,304	56,678	3,524	38,466	81,777

		High-end consuming accessories 高級消費配套		Watches retail and trading 鐘錶零售及貿易		Commodity trading 大宗商品貿易		Total 總計			
		PRC 中國		Hong Kong 香港		Taiwan/Malaysia 台灣/馬來西亞		PRC 中國			
Reportable segment assets	呈報分部資產	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020		
		二零二一年六月三十日	二零二零年十二月三十一日	二零二一年六月三十日	二零二零年十二月三十一日	二零二一年六月三十日	二零二零年十二月三十一日	二零二一年六月三十日	二零二零年十二月三十一日		
		RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000	RMB' 000		
		人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元	人民幣千元		
Reportable segment assets	呈報分部資產	130,747	101,821	335,763	450,751	-	174	156,806	100,360	623,316	653,106

(c) Reconciliations of reportable segment profit or loss **(c) 呈報分部損益之對賬**

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB' 000 人民幣千元	2020 二零二零年 RMB' 000 人民幣千元
Revenue	收入		
Total revenues for reportable segments	呈報分部總收入	486,157	683,605
Elimination of inter-segment revenue	抵銷分部間收入	(35,408)	(31,774)
Consolidated revenue	綜合收入	450,749	651,831
Profit	溢利		
Total gross profit for reportable segments	呈報分部總毛利	38,466	81,777
Other revenue	其他收入	25,749	23,884
Other net gain/(loss)	其他收益/(虧損) 淨額	4,761	(13,657)
Distribution costs	分銷成本	(23,891)	(78,995)
Administrative expenses	行政費用	(65,741)	(81,193)
Finance costs	財務成本	(1,700)	(4,944)
Consolidated loss before taxation	綜合除稅前虧損	(22,356)	(73,128)

3 Other revenue and other net gain/ (loss)	3 其他收入及其他收益／(虧損)淨額
(a) Other revenue	(a) 其他收入

Six months ended 30 June
截至六月三十日止六個月

		2021	2020
		二零二一年	二零二零年
		RMB' 000	RMB' 000
		人民幣千元	人民幣千元
Interest income	利息收入	8,587	14,429
Rental income	租金收入	1,779	550
Government grants	政府補貼	1,151	2,178
Dividend income from other investments	來自其他投資的 股息收入	9,520	5,689
Others	其他	4,712	1,038
		25,749	23,884

(b) Other net gain/(loss)	(b) 其他收益／(虧損)淨額
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Six months ended 30 June
截至六月三十日止六個月

		2021	2020
		二零二一年	二零二零年
		RMB' 000	RMB' 000
		人民幣千元	人民幣千元
Net foreign exchange gain/(loss)	外匯兌換收益／ (虧損)淨額	3,504	(3,310)
Net loss on disposal of property, plant and equipment	出售物業、廠房及 設備虧損淨額	(25)	(2,551)
Net loss on disposal of subsidiaries	出售附屬公司虧損淨額	(3,983)	-
Net realised gain on financial assets held for trading	持作交易性金融資產 收益淨額	4,864	-
Fair value gain on financial assets held for trading	持作交易性金融資產之 公允值收益	401	-
Rent concession	租金寬減	-	11,514
Impairment of property, plant and equipment	物業、廠房及設備減值	-	(11,789)
Impairment of right-of-use assets	使用權資產減值	-	(7,521)
		4,761	(13,657)

4 Loss before taxation

Loss before taxation is arrived at after charging:

(a) Finance costs

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Interest on bank loans	銀行貸款利息	1,064	2,361
Interest on lease liabilities	租賃負債利息	457	2,355
Bank charges	銀行費用	179	228
		1,700	4,944

(b) Other items

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Amortisation	攤銷	355	302
Depreciation	折舊		
– Investment properties and property, plant and equipment	– 投資物業及物業、廠房及設備	15,664	19,680
– Right-of-use assets	– 使用權資產	5,340	26,784
Provision for impairment loss on trade and other receivables	應收貿易賬款及其他應收款項減值虧損撥備	4,769	1,160
Write-down of inventories	存貨撇減	43,255	22,904
Expenses relating to short-term leases and leases of low-value assets	有關短期租賃及低價值資產租賃的開支	748	10,646
Variable lease payments not included in the measurement of lease liabilities	未計入租賃負債計量的可變租賃付款	–	427

4 除稅前虧損

除稅前虧損經扣除以下項目後得出：

(a) 財務成本

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Interest on bank loans	銀行貸款利息	1,064	2,361
Interest on lease liabilities	租賃負債利息	457	2,355
Bank charges	銀行費用	179	228
		1,700	4,944

(b) 其他項目

		Six months ended 30 June 截至六月三十日止六個月	
		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Amortisation	攤銷	355	302
Depreciation	折舊		
– Investment properties and property, plant and equipment	– 投資物業及物業、廠房及設備	15,664	19,680
– Right-of-use assets	– 使用權資產	5,340	26,784
Provision for impairment loss on trade and other receivables	應收貿易賬款及其他應收款項減值虧損撥備	4,769	1,160
Write-down of inventories	存貨撇減	43,255	22,904
Expenses relating to short-term leases and leases of low-value assets	有關短期租賃及低價值資產租賃的開支	748	10,646
Variable lease payments not included in the measurement of lease liabilities	未計入租賃負債計量的可變租賃付款	–	427

5 Income tax

5 所得稅

Six months ended 30 June

截至六月三十日止六個月

		2021 二零二一年 RMB'000 人民幣千元	2020 二零二零年 RMB'000 人民幣千元
Current tax	本期稅項		
Hong Kong Profits Tax	香港利得稅	(177)	(1,630)
Mainland China Income Tax	中國內地所得稅	(294)	4,991
Other overseas tax	其他海外稅項	-	39
		(471)	3,400
Deferred taxation	遞延稅項	-	(5,211)
		(471)	(1,811)

The provision for Hong Kong Profits Tax is calculated by applying the estimated annual effective tax rate of 16.5% (2020: 16.5%) to the six months ended 30 June 2021, except for one subsidiary of the Group which is a qualifying corporation under the two-tiered Profits Tax rate regime.

For this subsidiary, the first HK\$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong Profits Tax for this subsidiary was calculated at the same basis in 2020.

Taxation for other overseas subsidiaries is similarly calculated using the estimated annual effective rates of taxation that are expected to be applicable in the relevant countries or jurisdictions.

香港利得稅撥備乃按截至二零二一年六月三十日止六個月採用的估計年度實際稅率16.5%（二零二零年：16.5%）計算，惟本集團一間身為利得稅兩級制合資格企業之附屬公司除外。

就此附屬公司而言，首2百萬港元應課稅溢利以8.25%的稅率徵稅，而餘下應課稅溢利以16.5%的稅率徵稅。此附屬公司之香港利得稅撥備乃按與二零二零年相同的基準計算。

同樣地，其他海外附屬公司之稅項乃按預期適用於其所在的相關國家或司法權區之估計年度實際稅率計算。

6 Losses per share

(a) Basic losses per share

The calculation of basic losses per share is based on the loss attributable to equity shareholders of the Company of RMB16,975,000 (six months ended 30 June 2020: loss attributable to equity shareholders of the Company of RMB70,961,000) and the weighted average of 4,512,422,717 ordinary shares (six months ended 30 June 2020: 4,662,666,959 ordinary shares) in issue during the interim period.

(b) Diluted losses per share

There were no dilutive potential ordinary shares during the period ended 30 June 2021 and 2020, and therefore, diluted losses per share are the same as basic losses per share.

7 Property, plant and equipment

(a) Right-of-use assets

During the six months ended 30 June 2021, the Group entered into a number of lease agreements for office use, and therefore recognised the additions to right-of-use assets of RMB983,000 (six months ended 30 June 2020: RMB1,581,000).

(b) Acquisitions of owned assets

During the six months ended 30 June 2021, the Group mainly acquired items of plant and machinery with a cost of RMB10,091,000 (six months ended 30 June 2020: RMB29,399,000).

6 每股虧損

(a) 每股基本虧損

每股基本虧損乃根據本公司股份持有人應佔虧損人民幣16,975,000元(截至二零二零年六月三十日止六個月：本公司股份持有人應佔虧損人民幣70,961,000元)及中期期間已發行加權平均股數4,512,422,717股普通股(截至二零二零年六月三十日止六個月：4,662,666,959股普通股)計算。

(b) 每股攤薄虧損

截至二零二一年及二零二零年六月三十日止期間，並無攤薄潛在普通股，故每股攤薄虧損與每股基本虧損相同。

7 物業、廠房及設備

(a) 使用權資產

截至二零二一年六月三十日止六個月，本集團為辦公室用途訂立多項租賃協議，並因此確認添置使用權資產人民幣983,000元(截至二零二零年六月三十日止六個月：人民幣1,581,000元)。

(b) 自有資產之收購

截至二零二一年六月三十日止六個月，本集團以成本人民幣10,091,000元(截至二零二零年六月三十日止六個月：人民幣29,399,000元)主要收購廠房及機器項目。

8 Other investments

(a) Equity investments at fair value through other comprehensive income

8 其他投資

(a) 通過其他全面收入按公允值計量之股本投資

		At 30 June 2021	At 31 December 2020
		於 二零二一年 六月三十日	於 二零二零年 十二月三十一日
	<i>Note</i>	RMB'000	RMB'000
	<i>附註</i>	人民幣千元	人民幣千元
Equity securities designated at FVOCI (non-recycling)	指定為通過其他全面收入按公允值計量之股本證券(不可轉入損益)		
– Listed securities	– 上市證券	441,454	485,766
– Unlisted fund investments	– 非上市基金投資	100,404	–
– Unlisted securities	– 非上市證券 (i)	1,485	1,485
		543,343	487,251

Notes:

- (i) The directors are in the view that the cost of RMB1,485,000 represents the best estimate of fair value within that range.
- (ii) The value of the above equity securities and fund investments was individually insignificant (individually less than 5% of the Group's total assets).

附註：

- (i) 董事認為人民幣1,485,000元的成本代表該範疇內公允值的最佳估計。
- (ii) 上述股本證券及基金投資的價值乃個別不重大(個別少於本集團總資產的5%)。

(b) Equity investments at fair value through profit or loss

(b) 通過損益按公允價值計量之股本投資

		At 30 June 2021 於 二零二一年 六月三十日 RMB' 000 人民幣千元	At 31 December 2020 於 二零二零年 十二月三十一日 RMB' 000 人民幣千元
Equity securities, at fair value	按公允價值計量之 股本證券		
– Listed securities	– 上市證券	16,864	29,147

9 Inventories

9 存貨

		At 30 June 2021 於 二零二一年 六月三十日 RMB' 000 人民幣千元	At 31 December 2020 於 二零二零年 十二月三十一日 RMB' 000 人民幣千元
Raw materials	原材料	16,993	12,503
Work in progress	在製品	49,089	36,865
Finished goods	製成品	557,234	603,738
		623,316	653,106

10 Trade and other receivables

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

10 應收貿易賬款及其他應收款項

於報告期末，按發票日期計及扣除虧損撥備後之應收貿易賬款（計入應收貿易賬款及其他應收款項）之賬齡分析如下：

		At 30 June 2021 於 二零二一年 六月三十日 RMB'000 人民幣千元	At 31 December 2020 於 二零二零年 十二月三十一日 RMB'000 人民幣千元
Current assets	流動資產		
Within 3 months	3個月內	151,852	168,318
Over 3 months but less than 12 months	超過3個月但 少於12個月	7,176	6,215
Over 12 months	超過12個月	4,615	12,664
Trade receivables, net of loss allowance	應收貿易賬款 減虧損撥備	163,643	187,197
Other receivables	其他應收款項	278,253	264,399
Prepayment and deposits	預付款項及按金	50,201	83,891
		492,097	535,487
Non-current assets	非流動資產		
Prepayment and deposits	預付款項及按金	58,764	1,642
		550,861	537,129

Trade receivables are due within 30 to 180 days from the date of billing. All of the trade and other receivables in current assets are expected to be recovered within one year.

應收貿易賬款由開票日期起計30至180日到期。流動資產內所有應收貿易賬款及其他應收款項均預期於一年內收回。

11 Deposits with banks

11 銀行存款

	At 30 June 2021	At 31 December 2020
	於 二零二一年 六月三十日	於 二零二零年 十二月三十一日
	RMB'000	RMB'000
	人民幣千元	人民幣千元
Deposits with original maturities over three months	24,983	226,880
原到期日超過 三個月之存款		

12 Cash and cash equivalents

12 現金及現金等價物

As at 30 June 2021 and 31 December 2020, all of the Group's cash and cash equivalents in the consolidated statement of financial position represent cash at bank and cash in hand.

於二零二一年六月三十日及二零二零年十二月三十一日，於綜合財務狀況表呈列之所有本集團現金及現金等價物指存於銀行之現金及手頭現金。

13 Trade and other payables and contract liabilities

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

13 應付貿易賬款及其他應付款項以及合約負債

於報告期末，按發票日期計應付貿易賬款（計入應付貿易賬款及其他應付款項）之賬齡分析如下：

		At 30 June 2021 於 二零二一年 六月三十日 RMB'000 人民幣千元	At 31 December 2020 於 二零二零年 十二月三十一日 RMB'000 人民幣千元
Within 1 month	1個月內	28,497	23,289
Over 1 month but less than 3 months	超過1個月但少於3個月	32,713	10,258
Over 3 months but less than 12 months	超過3個月但少於12個月	8,002	8,076
Over 1 year	超過1年	-	13,669
Trade payables	應付貿易賬款	69,212	55,292
Contract liabilities	合約負債	2,177	10,222
Other payables and accrued expenses	其他應付款項及應計費用	32,620	52,049
		104,009	117,563

14 Bank loans

14 銀行貸款

		At 30 June 2021 於 二零二一年 六月三十日 RMB'000 人民幣千元	At 31 December 2020 於 二零二零年 十二月三十一日 RMB'000 人民幣千元
Bank loans within one year or on demand	一年內或按要求償還的銀行貸款		
– Secured	– 有抵押	47,323	2,322
Bank loans after one year	一年後償還的銀行貸款		
– Secured	– 有抵押	27,608	27,596
		74,931	29,918

At 30 June 2021, the banking facilities of certain subsidiaries were secured over their land and buildings with an aggregate carrying value of RMB198,557,000 (31 December 2020: RMB99,047,000).

於二零二一年六月三十日，若干附屬公司之銀行信貸由彼等賬面值合共人民幣198,557,000元（二零二零年十二月三十一日：人民幣99,047,000元）之土地及樓宇作抵押。

15 Capital, reserves and dividends

(a) Dividends

The board does not recommend any interim dividend for the six months ended 30 June 2021 (six months ended 30 June 2020: Nil).

(b) Shares granted under share award scheme

Pursuant to a share award scheme approved by the Board in 2015, the Company may purchase its own shares and grant such shares to certain employees or consultants of the Group.

During the six months ended 30 June 2021 and 2020, no shares were granted under shares award scheme.

(c) Repurchase of shares

During the period under review, the Company repurchased a total of 197,860,000 (the first half of 2020: nil) listed shares on the Stock Exchange by way of acquisition from the market at the price between HK\$0.29 to HK\$0.315. The total consideration paid was approximately HKD60,038,000.

15 資本、儲備及股息

(a) 股息

董事會不建議派付截至二零二一年六月三十日止六個月之中期股息（截至二零二零年六月三十日止六個月：無）。

(b) 根據股份獎勵計劃授出股份

根據董事會於二零一五年批准之股份獎勵計劃，本公司可購買其自身股份及向本集團若干僱員或顧問授出相關股份。

截至二零二一年及二零二零年六月三十日止六個月，並無股份根據股份獎勵計劃授出。

(c) 購回股份

於回顧期內，本公司按0.29港元至0.315港元的價格以市場收購方式在聯交所購回已上市股份合共197,860,000股（二零二零年上半年：無）。支付總代價約為60,038,000港元。

16 Commitments

Capital commitments outstanding at 30 June 2021 not provided for in the interim financial report

16 承擔

於二零二一年六月三十日尚未履行且並無於中期財務報告內計提撥備之資本承擔

		At 30 June 2021	At 31 December 2020
		於 二零二一年 六月三十日	於 二零二零年 十二月三十一日
		RMB'000	RMB'000
		人民幣千元	人民幣千元
Contracted for	已訂約	9,725	12,288

17 Fair value measurement of financial instruments

(a) Fair value measurement

- (i) Financial assets and liabilities measured at fair value

Fair value hierarchy

The following table presents the fair value of the Group's financial instruments measured at the end of the reporting period on a recurring basis, categorised into the three level fair value hierarchy as defined in HKFRS 13, *Fair value measurement*. The level into which a fair value measurement is classified is determined with reference to the observability and significance of the inputs used in the valuation technique as follows:

- Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date.
- Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available.
- Level 3 valuations: Fair value measured using significant unobservable inputs.

17 金融工具之公允值計量

(a) 公允值計量

- (i) 按公允值計量之金融資產及負債

公允值等級架構

下表呈列於報告期末按香港財務報告準則第13號，*公允值計量*所界定公允值等級架構的三個等級經常以公允值計量之本集團金融工具公允值。公允值計量所屬級別乃參照在估值技術中使用之輸入項目之可觀察程度及重要性而釐定，有關等級界定如下：

- 第一級估值：公允值只採用第一級輸入項目計量，即在計量日於活躍市場中相同資產或負債之未經調整報價。
- 第二級估值：公允值採用第二級輸入項目計量，即未能符合第一級之可觀察輸入項目，及不會採用重大不可觀察輸入項目。不可觀察輸入項目為無法取得市場數據之輸入項目。
- 第三級估值：公允值採用重大不可觀察輸入項目計量。

**Fair value measurement as at
30 June 2021 categorised into**
於二零二一年六月三十日
按下列分類之公允值計量

		Fair value at 30 June 2021	Level 1	Level 2	Level 3
		於二零二一年 六月三十日 之公允值	第一級	第二級	第三級
		RMB' 000	RMB' 000	RMB' 000	RMB' 000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元
The Group	本集團				
Equity investments	股本投資	459,803	458,318	–	1,485
Unlisted fund investments	非上市基金投資	100,404	–	–	100,404

**Fair value measurement as at
31 December 2020 categorised into**
於二零二零年十二月三十一日
按下列分類之公允值計量

		Fair value at 31 December 2020	Level 1	Level 2	Level 3
		於二零二零年 十二月三十一日 之公允值	第一級	第二級	第三級
		RMB' 000	RMB' 000	RMB' 000	RMB' 000
		人民幣千元	人民幣千元	人民幣千元	人民幣千元
The Group	本集團				
Equity investments	股本投資	516,398	514,913	–	1,485

As at 30 June 2021, the financial instruments of the Group carried at fair value were listed equity securities of RMB458,318,000 (31 December 2020: RMB514,913,000) (see note 8). These instruments are measured at fair value on a recurring basis and their fair value measurements fall into Level 1 of the fair value hierarchy described above.

於二零二一年六月三十日，本集團按公允值入賬的金融工具為上市的股本證券人民幣458,318,000元（二零二零年十二月三十一日：人民幣514,913,000元）（請參見附註8）。該等工具經常以公允值計量，且其公允值計量分類為上述所示的公允值等級架構第一級。

Reconciliation of assets measured at fair value based on level 3:

根據第三級以公允值計量的資產之對賬：

		At 30 June 2021	At 31 December 2020
		於 二零二一年 六月三十日	於 二零二零年 十二月三十一日
		RMB'000	RMB'000
		人民幣千元	人民幣千元
At 1 January	於一月一日	1,485	-
Purchases	採購	100,128	1,485
Total gains recognized in other comprehensive income	於其他全面收入中 確認的收益總額	469	-
Net foreign exchange loss	外匯虧損淨額	(193)	-
		101,889	1,485

Disclosure of valuation process used by the Group and valuation techniques and inputs used in fair value measurements at 30 June 2021:

The Group's directors are responsible for the fair value measurements of assets and liabilities required for financial reporting purposes, including level 3 fair value measurements. Discussion of valuation processes and results are held by the board of directors at least twice a year.

本集團於二零二一年六月三十日所採用估值程序及公允值計量所採用的估值技術及輸入項目的披露：

本集團董事負責就財務報告所需的資產及負債之公允值計量（包括第三級公允值計量）。董事會每年至少兩次討論估值程序及有關結果。

Level 3 fair value measurements

第三級公允值計量

Description	Valuation technique	Unobservable inputs	Range	Effect on fair value for increase of inputs	Fair value	Fair value
					30 June 2021	31 December 2020
描述	估值技術	不可觀察輸入項目	範圍	輸入項目增加對公允值的影響	於二零二一年六月三十日之公允值 RMB' 000 人民幣千元	於二零二零年十二月三十一日之公允值 RMB' 000 人民幣千元
Unlisted fund investments classified as investments at fair value through other comprehensive income 通過其他全面收入按公允值計量之分類為投資的非上市基金投資	Net asset value 資產淨值	N/A 不適用	N/A 不適用	N/A 不適用	100,404	-
Unlisted equity investments classified as investments at fair value through other comprehensive income 通過其他全面收入按公允值計量之分類為投資的非上市股本投資	Net asset value 資產淨值	N/A 不適用	N/A 不適用	N/A 不適用	1,485	1,485

During the period ended 30 June 2021, there was no transfer between Level 1 and Level 2, or transfer into or out of Level 3.

截至二零二一年六月三十日止期間，第一級與第二級工具之間並無任何轉撥，亦無自第三級工具轉入或轉出。

(ii) Fair value of financial assets and liabilities carried at other than fair value

The carrying amounts of the Group's financial instruments carried at cost or amortised cost were not materially different from their fair values as at 30 June 2021 and 31 December 2020.

(b) Estimation of fair values

Fair value estimates are made at a specific point in time and based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgement and therefore cannot be determined with precision. Changes in assumptions could significantly affect the estimates.

The following methods and assumptions were used to estimate the fair value for each class of financial instruments:

(i) Cash and cash equivalents, trade and other receivables, and trade and other payables and contract liabilities

The carrying values approximate fair value because of the short maturities of these instruments.

(ii) Interest-bearing bank loans

The carrying amounts of bank loans approximate their fair value based on the borrowing rate currently available for bank loans with similar terms and maturity.

(ii) 並非按公允值列賬的金融資產及負債的公允值

於二零二一年六月三十日及二零二零年十二月三十一日，本集團按成本或攤銷成本入賬的金融工具的賬面值與其公允值之間並無重大差異。

(b) 公允值估計

公允值是於特定時間根據有關市場資料及金融工具之資料作出估計。該等估計性質主觀，並涉及不明朗因素及須作重大判斷之事項，因此並不能準確地釐定。假設的變更有可能嚴重影響公允值估計。

各類金融工具的公允值使用以下方法及假設進行估算：

(i) 現金及現金等價物、應收貿易賬款及其他應收款項、應付貿易賬款及其他應付款項以及合約負債

由於該等工具的年期較短，故其賬面值與公允值相若。

(ii) 計息銀行貸款

根據現時可獲取且條款及到期日相若的銀行貸款的借貸利率計算，銀行貸款的賬面值與公允值相若。

18 Material related party transactions

18 重大關連方交易

Six months ended 30 June

截至六月三十日止六個月

		2021	2020
		二零二一年	二零二零年
		RMB'000	RMB'000
		人民幣千元	人民幣千元
Shop design and decoration services provided to Primetime Group (formerly known as Xinyu Group)	向盛時集團(前稱新宇集團)提供之店舖設計及裝修服務	10,170	16,363
Goods purchased from Primetime Group	向盛時集團購買的貨品	278	—
Payment made on behalf of the subsidiaries by Primetime Group	盛時集團代附屬公司墊付費用	39	—
Receipt on behalf of Primetime Group by the subsidiaries	附屬公司代盛時集團所收取的款項	1,021	—

CORPORATE INFORMATION

公司資料

Stock Information

Place of Listing: Main Board of The Stock Exchange of Hong Kong Limited

Stock Short Name: Hengdeli

Stock Code: 3389

Company Website: www.hengdeligroup.com

股份資料

上市地點：香港聯合交易所有限公司主板

股份簡稱：亨得利

股份代號：3389

公司網址：www.hengdeligroup.com

Board of Directors

Executive Directors

Mr. Zhang Yuping (*Chairman*)

Mr. Huang Yonghua

Mr. Lee Shu Chung, Stan

董事會

執行董事

張瑜平先生 (*董事局主席*)

黃永華先生

李樹忠先生

Non-executive Director

Mr. Shi Zhongyang

非執行董事

史仲陽先生

Independent Non-executive Directors

Mr. Cai Jianmin

Mr. Wong Kam Fai, William

Mr. Liu Xueling

獨立非執行董事

蔡建民先生

黃錦輝先生

劉學靈先生

Audit Committee Members

Mr. Cai Jianmin (*Committee Chairman*)

Mr. Wong Kam Fai, William

Mr. Liu Xueling

審核委員會成員

蔡建民先生 (*委員會主席*)

黃錦輝先生

劉學靈先生

Remuneration Committee Members

Mr. Liu Xueling (*Committee Chairman*)

Mr. Cai Jianmin

Mr. Zhang Yuping

薪酬委員會成員

劉學靈先生 (*委員會主席*)

蔡建民先生

張瑜平先生

Nomination Committee Members

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Mr. Cai Jianmin
Mr. Liu Xueling

Company Secretary

Mr. Ng Man Wai (*CPA, FCCA*)

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