



SiS Mobile Holdings Limited

新龍移動集團有限公司*

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 1362

INTERIM REPORT

2021

*For identification purpose only

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Corporate Information

DIRECTORS

Non-executive Directors:

Lim Kia Hong (*Chairman*)
Lim Hwee Hai

Executive Directors:

Lim Kiah Meng
Fong Po Kiu
Wong Yi Ting

Independent Non-executive Directors:

Chu Chung Yi
Ng See Wai Rowena
Doe Julianne Pearl

AUDIT COMMITTEE

Chu Chung Yi (*Chairlady*)
Ng See Wai Rowena
Doe Julianne Pearl

REMUNERATION COMMITTEE

Ng See Wai Rowena (*Chairlady*)
Lim Kia Hong
Lim Kiah Meng
Chu Chung Yi
Doe Julianne Pearl

NOMINATION COMMITTEE

Lim Kia Hong (*Chairman*)
Lim Kiah Meng
Chu Chung Yi
Ng See Wai Rowena
Doe Julianne Pearl

COMPANY SECRETARY

Wong Yi Ting

AUDITORS

Deloitte Touche Tohmatsu
(*Registered Public Interest Entity Auditors*)

SOLICITORS

Cleary Gottlieb Steen & Hamilton (Hong Kong)

PRINCIPAL BANKERS

Bank of China (Hong Kong) Limited
Hang Seng Bank Limited
The Hongkong and Shanghai Banking
Corporation Limited
Standard Chartered Bank (Hong Kong) Ltd.
United Overseas Bank Limited

REGISTERED OFFICE

Windward 3
Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

PRINCIPAL PLACE OF BUSINESS

3118 No.1 Hung To Road, Kwun Tong
Kowloon, Hong Kong
Telephone: (852) 2138 3938
Fax: (852) 2138 3928

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Ocorian Trust (Cayman) Ltd.
Windward 3
Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
Level 54, Hopewell Centre
183 Queen's Road East
Hong Kong

STOCK CODE

1362

INVESTOR RELATIONS

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Message from the Chairman

Dear Shareholders,

I am pleased to present the financial results of the Group for the six-month period ended 30 June 2021.

RESULTS

Amidst a challenging business landscape brought about by the Covid-19 pandemic, revenue for the six months ended 30 June 2021 increased 395% from HK\$189,850,000 to HK\$940,694,000. Net Profit attributable to the owners of the Company for the interim period 2021 amounted to HK\$7,234,000 as compared to a net loss of HK\$3,380,000 in the corresponding period a year earlier.

Total assets of the Group increased to HK\$160,406,000 as at 30 June 2021. Net asset value grew 8% to HK\$112,880,000 in six months period.

BUSINESS REVIEW

Like many businesses, we continue to transform our business to seek out new opportunities and prepare for new recovery as we await the pandemic to wane off with widespread vaccination.

Sales revenue grew considerably when compared to same period last year attributed primarily to the expansion of products range and accelerated activities in the channels. Despite the challenging retail landscape in the face of the on-going pandemic, the Group continued to establish new channels with many of its online business partners in the area of e-commerce business, expanded its mobile phone range and added onto it various 5G devices with the advent of 5G technology.

PROSPECT

After a difficult year, there are some causes for optimism in 2021. With the vaccine, we have an opportunity to get Covid-19 under control.

The Group foresees a number of risks to the Group's growth forecast in the remainder of the year and recognizes that the impact of Covid-19 remains a significant uncertainty. The world's shortage in material supplies across the different industries including mobile phones, computers, home appliances and motor vehicles could adversely affect the sales of mobile handsets with increase in consumer demand.

Message from the Chairman

We are closely monitoring the situation. The Group will adapt and continue to build new ways of doing business to generate profit and for long term sustainability.

APPRECIATION

We would like to express our sincere appreciation to our committed staff for their contributions and hardworking, together with our customers, business partners and shareholders and directors for their support in SiS Mobile during this time; it is to their credit that we could continue to run our business without significant disruptions in these difficult times.

LIM Kia Hong

Chairman

Hong Kong, 26 August 2021

The directors (the “Directors”) of SiS Mobile Holdings Limited (the “Company”) are pleased to announce that the condensed consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2021 together with comparative figures for the corresponding period in 2020. The interim report has been reviewed by the Company’s audit committee.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

FOR THE SIX MONTHS ENDED 30 JUNE 2021

		Six months ended	
		30 June	30 June
		2021	2020
	<i>Notes</i>	HK\$'000	<i>HK\$'000</i>
		(unaudited)	(unaudited)
Revenue	4	940,694	189,850
Cost of sales		(916,116)	(181,754)
Gross profit		24,578	8,096
Other income		276	440
Selling and distribution expenses		(6,112)	(4,463)
Administrative expenses		(9,594)	(7,363)
Finance cost		(62)	(108)
Profit (loss) before tax	5	9,086	(3,398)
Income tax (expense) credit	6	(1,852)	18
Profit (loss) for the period		7,234	(3,380)
Other comprehensive income (expense)			
<i>Items that will not be classified to profit or loss</i>			
Fair value gain (loss) on equity instruments at fair value through other comprehensive income		980	(2,760)
Profit (loss) and total comprehensive income (expense) for the period attributable to the owners of the Company		8,214	(6,140)
Earnings (loss) per share	7	HK cents	<i>HK cents</i>
— Basic		2.58	(1.21)
— Diluted		2.58	(1.21)

Condensed Consolidated Statement of Financial Position

AS AT 30 JUNE 2021

	Notes	30 June 2021 HK\$'000 (unaudited)	31 December 2020 HK\$'000 (audited)
Non-current assets			
Property, plant and equipment	9	2,566	2,977
Right-of-use assets		5,481	6,700
Equity instruments at fair value through other comprehensive income	10	14,342	13,362
Rental Deposit		418	418
		<u>22,807</u>	<u>23,457</u>
Current assets			
Inventories		22,413	28,460
Trade and other receivables, deposits and prepayments	11	45,122	55,982
Bank balances and cash		70,064	57,489
		<u>137,599</u>	<u>141,931</u>
Current liabilities			
Trade payables, other payables and accruals	12	39,606	53,033
Contract liabilities		36	466
Lease liabilities		2,420	2,396
Tax payable		2,358	506
		<u>44,420</u>	<u>56,401</u>
Net current assets		<u>93,179</u>	<u>85,530</u>
Total assets less current liabilities		<u>115,986</u>	<u>108,987</u>
Non-current liabilities			
Lease liabilities		3,106	4,321
Net assets		<u>112,880</u>	<u>104,666</u>
Capital and reserves			
Share capital	13	28,000	28,000
Reserves		84,880	76,666
Equity attributable to owners of the Company and total equity		<u>112,880</u>	<u>104,666</u>

Condensed Consolidated Statement of Changes in Equity

FOR THE SIX MONTHS ENDED 30 JUNE 2021

	Attributable to the owners of the Company						
	Share capital	Share premium	Special reserve	Share options reserve	Investments reserve	Retained profits	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
			(Note)				
At 1 January 2020 (audited)	28,000	2,522	3,497	7,135	(3,084)	56,393	94,463
Loss for the period	—	—	—	—	—	(3,380)	(3,380)
Fair value loss on equity instruments at fair value through other comprehensive income	—	—	—	—	(2,760)	—	(2,760)
Loss and total comprehensive expense for the period	—	—	—	—	(2,760)	(3,380)	(6,140)
At 30 June 2020 (unaudited)	28,000	2,522	3,497	7,135	(5,844)	53,013	88,323
At 1 January 2021 (audited)	28,000	2,522	3,497	7,135	(3,711)	67,223	104,666
Profit for the period	—	—	—	—	—	7,234	7,234
Fair value gain on equity instruments at fair value through other comprehensive income	—	—	—	—	980	—	980
Profit and total comprehensive income for the period	—	—	—	—	980	7,234	8,214
At 30 June 2021 (unaudited)	28,000	2,522	3,497	7,135	(2,731)	74,457	112,880

Note: The special reserve represents (i) the contribution from SiS International Holdings Limited (“SiS International”) in relation to the acquisition of Synergy Technologies (Asia) Limited in prior year and (ii) the difference between the nominal value of the shares of the Company issued pursuant to the group reorganisation and the aggregate share capital of the companies comprising the Group as at the date of the group reorganisation.

Condensed Consolidated Statement of Cash Flows

FOR THE SIX MONTHS ENDED 30 JUNE 2021

	Six months ended	
	30 June	30 June
	2021	2020
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Net cash from operating activities	<u>13,865</u>	<u>23,624</u>
Net cash used in investing activities	<u>(37)</u>	<u>(280)</u>
Net cash used in financing activities	<u>(1,253)</u>	<u>(1,344)</u>
Net increase in cash and cash equivalents	12,575	22,000
Cash and cash equivalents at 1 January	<u>57,489</u>	<u>30,319</u>
Cash and cash equivalents at 30 June, represented by bank balances and cash	<u>70,064</u>	<u>52,319</u>

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

1. BASIS OF PREPARATION

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

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair value at the end of each reporting period.

Other than additional accounting policies resulting from application of amendments to Hong Kong Financial Reporting Standards (“HKFRSs”), the accounting policies used in these condensed consolidated financial statements for the six months ended 30 June 2021 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2020.

Application of amendments to HKFRSs

In the current interim period, the Group has applied the following amendments to HKFRSs issued by the HKICPA, for the first time, which are mandatorily effective for the annual period beginning on or after 1 January 2021 for the preparation of the Group’s condensed consolidated financial statements:

- Amendments to HKFRS 16 Covid-19-Related Rent Concessions beyond 30 June 2021
- Amendments to HKFRS 9, Interest Rates Benchmark Reform
HKAS 39, HKFRS7, HKFRS 4 and — Phase 2
HKFRS 16

The application of amendments to HKFRSs in the current period has had no material effect on the Group’s financial performance and positions for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

3. SEGMENT REPORTING

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to segments and to assess their performance.

The Group is principally engaged in the sales and distribution of mobile phones and related products in Hong Kong. The executive directors of the Company, being the chief operating decision maker (“CODM”) for the purposes of resource allocation and performance assessment focuses mainly on revenue analysis by brand. As no other discrete financial information other than the consolidated revenue and consolidated profit of the Group are provided to CODM, no segment information is presented other than entity-wide disclosures.

4. REVENUE

Revenue represents the net amount received and receivable for goods sold arising from the distribution and retail sales of mobile phones and related products.

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

5. PROFIT (LOSS) BEFORE TAX

	Six months ended	
	30 June	30 June
	2021	2020
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Profit (loss) before tax has been arrived at after charging and (crediting):		
Cost of inventories recognised as an expense	916,116	181,754
Reversal on obsolete and slow moving inventories	(194)	(5)
(Reversal of) impairment losses under expected credit losses model	(19)	99
Depreciation of property, plant and equipment	448	366
Depreciation of right-of-use assets	1,219	1,235
Exchange gain, net	(64)	(97)
Interest expense on lease liabilities	62	71
Loss on disposal of property, plant and equipment	—	3
Dividend income	(169)	(117)
Interest income on bank deposits	—	(30)

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

6. INCOME TAX EXPENSE (CREDIT)

	Six months ended	
	30 June 2021 HK\$'000 (unaudited)	30 June 2020 HK\$'000 (unaudited)
Hong Kong Profits Tax		
Current period	1,852	—
Overprovision in prior year	—	(18)
	<u>1,852</u>	<u>(18)</u>

The Hong Kong profits tax is calculated at 8.25% on the first HK\$2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above the HK\$2 million for the qualified entity.

7. EARNINGS (LOSS) PER SHARE

The calculation of basic and diluted earnings (loss) per share is based on the Group's profit of HK\$7,234,000 (six months ended 30 June 2020: loss of HK\$3,380,000) and the number of ordinary shares calculated below.

	Six months ended	
	30 June 2021 '000 shares (unaudited)	30 June 2020 '000 shares (unaudited)
Number of ordinary shares for the purpose of basic and diluted earnings (loss) per share	<u>280,000</u>	<u>280,000</u>

The computation of diluted earnings (loss) per share for the six months ended 30 June 2021 and 2020 did not assume the exercise of share options of the Company as the exercise prices of those options were higher than the average market prices of the Company for the periods.

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

8. DIVIDENDS

There is no dividend distributed during the six months ended 30 June 2021 and 2020.

9. MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT

During the period, the Group spent approximately HK\$37,000 (six months ended 30 June 2020: HK\$280,000) on the addition of property, plant and equipment.

10. EQUITY INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June 2021 HK\$'000 (unaudited)	31 December 2020 HK\$'000 (audited)
Listed investments at fair value:		
Equity securities listed overseas	4,999	4,653
Equity securities listed in Hong Kong	9,343	8,709
Total	14,342	13,362

The fair values are determined based on the quoted market bid prices available on the relevant exchange.

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

11. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

Included in trade and other receivables, deposits and prepayments are trade receivables of HK\$20,582,000 (31 December 2020: HK\$25,429,000). The following is an aged analysis of trade receivables presented based on the invoice date at end of each reporting period.

	30 June 2021 HK\$'000 (unaudited)	31 December 2020 HK\$'000 (audited)
Within 30 days	15,757	19,596
31 to 60 days	4,014	4,566
61 to 90 days	811	1,163
91 to 120 days	—	104
Total trade receivables	20,582	25,429

The Group maintains a defined credit policy. Before accepting any new customers, the Group assesses the potential customer's credit quality and defines credit limits of the customers. Limits granted to customers are reviewed periodically. For sales of goods, the Group allows an average credit period of 30 days to its trade customers. No interest is charged on overdue debts.

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

12. TRADE PAYABLES, OTHER PAYABLES AND ACCRUALS

Included in trade payables, other payables and accruals are trade payables of HK\$21,194,000 (31 December 2020: HK\$31,276,000). The average credit period on purchase of goods is 30 days. The following is an aged analysis of the trade payables presented based on the invoice date at end of each reporting period.

	30 June 2021 HK\$'000 (unaudited)	31 December 2020 HK\$'000 (audited)
Within 30 days	14,844	24,982
31 to 90 days	162	73
91 to 120 days	4	20
Over 120 days	6,184	6,201
	<hr/>	<hr/>
Total trade payable	21,194	31,276

13. SHARE CAPITAL

	Number of ordinary shares of HK\$0.10 each	Nominal value HK\$'000
Authorised	<u>500,000,000</u>	<u>50,000</u>
Issued and fully paid		
At 1 January 2020 (audited), 30 June 2020 (unaudited), 31 December 2020 (audited) and 30 June 2021 (unaudited)	<u>280,000,000</u>	<u>28,000</u>

Notes to the Condensed Consolidated Financial Statements

FOR THE SIX MONTHS ENDED 30 JUNE 2021

14. SHARE-BASED PAYMENTS

Pursuant to the SiS Mobile Share Option Scheme adopted by the Company on 16 December 2014, the Company may grant options to qualified persons, including employees and directors of the Company, its subsidiaries and associates, and third parties with a view to maintain business relationship with such persons to subscribe for shares of the Company.

Share options were granted by the Company on 25 June 2015. No options were granted, exercised, lapsed or forfeited during the period ended 30 June 2021.

Grantee	Outstanding number of share options
At 31 December 2020 (audited) and 30 June 2021 (unaudited)	
Directors	6,390,000
Employees and others	1,200,000
	7,590,000

15. RELATED PARTY TRANSACTIONS

During the six month ended 30 June 2021, the Group paid rent of HK\$1,415,000 (six months ended 30 June 2020: HK\$1,307,440) in respect of office and warehouse space from a subsidiary of the immediate holding company of the Group. As at 30 June 2021, related right-of-use asset was HK\$5,481,000 (31 December 2020: HK\$6,700,000) and a lease liability was \$5,526,000 (31 December 2020: HK\$6,717,000).

The remuneration paid or payable to the Directors who are considered to be the key management personnel for the six months ended 30 June 2021 was HK\$2,348,000 (six months ended 30 June 2020: HK\$1,940,000).

Interim Dividend

The Directors do not recommend the payment of an interim dividend for the six months ended 30 June 2021 (six months ended 30 June 2020: Nil).

Financial Review and Analysis

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2021, the Group had total assets of HK\$160,406,000 which were financed by total equity of HK\$112,880,000 and total liabilities of HK\$47,526,000. The Group had current ratio of approximately 3.1 compared to that of approximately 2.5 at 31 December 2020.

As at 30 June 2021, the Group had HK\$70,064,000 (31 December 2020: HK\$57,489,000) bank balances and cash. The Group's working capital requirements were mainly financed by internal resources.

The Group maintained a healthy liquidity position. As at 30 June 2021, the Group had a net cash surplus of HK\$70,064,000 (31 December 2020: HK\$57,489,000) without borrowing (31 December 2020: Nil).

CHARGES ON GROUP ASSETS

There was no pledged asset as at 30 June 2021 (31 December 2020: Nil).

NUMBER AND REMUNERATION OF EMPLOYEES, REMUNERATION POLICIES, BONUS AND SHARE OPTION SCHEMES

The number of staff of the Group as at 30 June 2021 was 43 (30 June 2020: 35) and the salaries and other benefits paid and payable to employees, excluding Directors' emoluments, amounted to HK\$8,440,000 (30 June 2020: HK\$5,595,000). In addition to the contributory provident fund and medical insurance, the Company adopts share option scheme and may grant shares to eligible employees of the Group. The Directors believe that the Company's share option schemes could create more incentives for directors and employees to work with commitment towards enhancing the value of the Company and its shareholders and therefore the Company can retain high caliber executives and employees. No share options have been exercised, granted, expired or forfeited during current period. The Group's remuneration policy is to relate performance with compensation. The Group's salary and discretionary bonus system is reviewed annually. There are no significant changes in staff remuneration policies from last year.

Financial Review and Analysis

SIGNIFICANT INVESTMENTS

The listed securities held by the Group are held for long term investment purpose and value up by 7% during the six months ended 30 June 2021, as a result of improving performance in both USA and Hong Kong stock markets. The fair value gain HK\$980,000 was accounted for in other comprehensive income. During the interim period 2021, there was no addition or disposal to the portfolio. Received dividend income was HK\$169,000 (interim 2020: HK\$117,000).

Stock code	Stock name	As at 30 June 2021		% to total assets	Fair value gain/(loss) credited/ (charged) to inv. reserve during 2021 (HK\$'000)
		No. of shares	Fair Value (HK\$'000)		
FEYE:US	Fire Eye Inc.	10,000	1,577	1.0%	(222)
NTNX.US	Nutanix Inc.	11,480	3,422	2.1%	568
1299.HK	AIA Group Limited	25,000	2,413	1.5%	38
939.HK	China Construction Bank, Inc.	300,000	1,833	1.1%	66
11.HK	Hang Seng Bank Limited	15,000	2,327	1.4%	322
6823.HK	HKT Limited	100,000	1,058	0.7%	52
5.HK	HSBC Holdings Plc	38,178	1,712	1.1%	156
			14,342	8.9%	980

CURRENCY RISK MANAGEMENT

Certain purchase of goods, other receivables and bank balances of the Group are denominated in United States Dollar (US\$), the currency other than the functional currencies of the relevant group entities. As Hong Kong Dollars are pegged to US\$, the management of the Group does not expect that there would be any material currency risk exposure between these two currencies. The Group currently does not have currency hedging policy. However, the management monitors the currency fluctuation exposure and will consider hedging significant currency risk exposure should the need arise.

The Group did not have any derivatives financial instrument outstanding as at 30 June 2021 (31 December 2020: Nil).

Financial Review and Analysis

CONTINGENT LIABILITIES

As at 30 June 2021, the Group did not have any material contingent liabilities or guarantees (31 December 2020: Nil).

Other Information

DIRECTORS' INTERESTS IN SHARES

As at 30 June 2021, the interests of the Directors and their associates, in the shares of the Company and its associated corporations, as recorded in the register maintained by the Company pursuant to Section 352 of the Securities and Futures Ordinance ("SFO"), or as otherwise notified to the Company and the HKSE pursuant to the Model Code for Securities Transactions by Directors of Listed Companies, were as follows:

(i) Long positions in ordinary shares of HK\$0.10 each of the Company

Name of Director	Personal Interests	Family Interests	Joint Interests <i>(Note 1)</i>	Corporate interests <i>(Note 2 and 3)</i>	Total number of issued ordinary shares held	Percentage of the issued share capital of the Company
Lim Kia Hong	1,846,754	128,000	—	203,607,467	205,582,221	73.42%
Lim Kiah Meng	1,729,024	80,000	170,880	203,607,467	205,587,371	73.42%
Lim Hwee Hai	1,065,984	1,145,330	—	—	2,211,314	0.79%

Notes:

- (1) Shares are jointly held by Mr. Lim Kiah Meng and his spouse.
- (2) 146,442,667 shares are registered in the name of SiS International Holdings Limited ("SiS International"). It is owned as to approximately 50.5% by Gold Sceptre Limited.
- (3) Gold Sceptre Limited holds 44,915,200 shares and Kelderman Limited, Valley Tiger Limited and Swan River Limited each holds 4,083,200 shares in the issued share capital of the Company. Mr. Lim Kiah Meng and his spouse and Mr. Lim Kia Hong and his spouse together own 40.5% and 39.5%, respectively of the issued share capital of Summertown Limited which owns the entire issued share capital of each of the above-mentioned companies.

Other Information

DIRECTORS' INTERESTS IN SHARES *(cont'd)*

(ii) Share options

Directors of the Company and their associates had interest in share options under the Company's share option scheme, detail of which are set out in "Share Options" below.

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

Ordinary share of HK\$0.10 each of SiS International, which is listed on the Main Board of the HKSE (Stock Code: 00529).

Name of Director	Personal Interests	Family Interests	Joint Interests <i>(Note 1)</i>	Corporate interests <i>(Note 2)</i>	Total number of issued ordinary shares held	Percentage of the issued share capital of SiS International
Lim Kia Hong	6,933,108	400,000	—	178,640,000	185,973,108	66.90%
Lim Kiah Meng	5,403,200	250,000	534,000	178,640,000	184,827,200	66.49%
Lim Hwee Hai	4,493,200	4,751,158	—	—	9,244,358	3.33%
Chu Chung Yi	1,662,000	—	—	—	1,662,000	0.60%

Notes:

- (1) 534,000 shares are jointly held by Mr. Lim Kiah Meng and his spouse.
- (2) Gold Sceptre Limited holds 140,360,000 shares and Kelderman Limited, Valley Tiger Limited and Swan River Limited each holds 12,760,000 shares in the issued share capital of SiS International. Mr. Lim Kiah Meng and his spouse and Mr. Lim Kia Hong and his spouse together own 40.5% and 39.5%, respectively of the issued share capital of Summertown Limited which owns the entire issued share capital of each of the above-mentioned companies.

Other Information

DIRECTORS' INTERESTS IN SHARES (cont'd)

(iv) Share options of SiS International, an associated corporation of the Company

Date of grant	Vesting period	Exercisable period	Exercise price HK\$	No. of share options of SiS International
				Outstanding at 31 December 2020 (audited) and 30 June 2021 (unaudited)
Directors and their associates:				
Lim Kia Hong				
26.06.2015	27.06.2015-31.12.2015	01.01.2016-26.06.2025	4.47	50,000
26.06.2015	27.06.2015-31.12.2016	01.01.2017-26.06.2025	4.47	50,000
26.06.2015	27.06.2015-31.12.2017	01.01.2018-26.06.2025	4.47	50,000
Lim Hwee Hai (Note)				
26.06.2015	27.06.2015-31.12.2015	01.01.2016-26.06.2025	4.47	100,000
26.06.2015	27.06.2015-31.12.2016	01.01.2017-26.06.2025	4.47	100,000
26.06.2015	27.06.2015-31.12.2017	01.01.2018-26.06.2025	4.47	100,000
Lim Kiah Meng				
26.06.2015	27.06.2015-31.12.2015	01.01.2016-26.06.2025	4.47	50,000
26.06.2015	27.06.2015-31.12.2016	01.01.2017-26.06.2025	4.47	50,000
26.06.2015	27.06.2015-31.12.2017	01.01.2018-26.06.2025	4.47	50,000
Wong Yi Ting				
26.06.2015	27.06.2015-31.12.2015	01.01.2016-26.06.2025	4.47	20,000
26.06.2015	27.06.2015-31.12.2016	01.01.2017-26.06.2025	4.47	20,000
26.06.2015	27.06.2015-31.12.2017	01.01.2018-26.06.2025	4.47	20,000
				660,000

Note: Mr. Lim Hwee Hai interest in the share options of the Company includes the deemed interest in his spouse under the SFO.

Other Information

SHARE OPTIONS

For details of the Company's share option scheme, please refer to page 28 in the 2020 annual report.

The following table discloses movements in Company's share options during the period:

Date of grant	Vesting period	Exercisable period	Exercise price HK\$	No. of share options	
				Outstanding at 31 December 2020 (audited) and 30 June 2021 (unaudited)	
Directors and their associates:					
Lim Kia Hong					
25.06.2015	26.06.2015-31.12.2015	01.01.2016-30.06.2023	2.36	400,000	
25.06.2015	26.06.2015-31.12.2016	01.01.2017-30.06.2023	2.36	400,000	
25.06.2015	26.06.2015-31.12.2017	01.01.2018-30.06.2023	2.36	400,000	
Lim Hwee Hai (Note)					
25.06.2015	26.06.2015-31.12.2015	01.01.2016-30.06.2023	2.36	600,000	
25.06.2015	26.06.2015-31.12.2016	01.01.2017-30.06.2023	2.36	600,000	
25.06.2015	26.06.2015-31.12.2017	01.01.2018-30.06.2023	2.36	600,000	
Lim Kiah Meng					
25.06.2015	26.06.2015-31.12.2015	01.01.2016-30.06.2023	2.36	400,000	
25.06.2015	26.06.2015-31.12.2016	01.01.2017-30.06.2023	2.36	400,000	
25.06.2015	26.06.2015-31.12.2017	01.01.2018-30.06.2023	2.36	400,000	
Fong Po Kiu					
25.06.2015	26.06.2015-31.12.2015	01.01.2016-30.06.2023	2.36	300,000	
25.06.2015	26.06.2015-31.12.2016	01.01.2017-30.06.2023	2.36	300,000	
25.06.2015	26.06.2015-31.12.2017	01.01.2018-30.06.2023	2.36	300,000	

Other Information

SHARE OPTIONS (cont'd)

Date of grant	Vesting period	Exercisable period	Exercise price HK\$	No. of share options
				Outstanding at 31 December 2020 (audited) and 30 June 2021 (unaudited)
Directors and their associates: (cont'd)				
Wong Yi Ting				
25.06.2015	26.06.2015–31.12.2015	01.01.2016–30.06.2023	2.36	150,000
25.06.2015	26.06.2015–31.12.2016	01.01.2017–30.06.2023	2.36	150,000
25.06.2015	26.06.2015–31.12.2017	01.01.2018–30.06.2023	2.36	150,000
Chu Chung Yi				
25.06.2015	26.06.2015–31.12.2015	01.01.2016–30.06.2023	2.36	93,333
25.06.2015	26.06.2015–31.12.2016	01.01.2017–30.06.2023	2.36	93,333
25.06.2015	26.06.2015–31.12.2017	01.01.2018–30.06.2023	2.36	93,334
Ng See Wai Rowena				
25.06.2015	26.06.2015–31.12.2015	01.01.2016–30.06.2023	2.36	93,333
25.06.2015	26.06.2015–31.12.2016	01.01.2017–30.06.2023	2.36	93,333
25.06.2015	26.06.2015–31.12.2017	01.01.2018–30.06.2023	2.36	93,334
Doe Julianne Pearl				
25.06.2015	26.06.2015–31.12.2015	01.01.2016–30.06.2023	2.36	93,333
25.06.2015	26.06.2015–31.12.2016	01.01.2017–30.06.2023	2.36	93,333
25.06.2015	26.06.2015–31.12.2017	01.01.2018–30.06.2023	2.36	93,334
Total directors and their associates				6,390,000

Other Information

SHARE OPTIONS (*cont'd*)

Date of grant	Vesting period	Exercisable period	Exercise price <i>HK\$</i>	No. of share options
				Outstanding at 31 December 2020 (audited) and 30 June 2021 (unaudited)
Employees and other qualified persons				
25.06.2015	26.06.2015–31.12.2015	01.01.2016–30.06.2023	2.36	400,000
25.06.2015	26.06.2015–31.12.2016	01.01.2017–30.06.2023	2.36	400,000
25.06.2015	26.06.2015–31.12.2017	01.01.2018–30.06.2023	2.36	400,000
Total employees and other qualified persons				<u>1,200,000</u>
Total number of share options				<u>7,590,000</u>

Note: Mr. Lim Hwee Hai interest in the share options of the Company includes the deemed interest in his spouse under the SFO.

Other than disclosed above, no share options were granted, exercised, forfeited or expired during the reporting period.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2021, the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO shows that other than the interests disclosed above in respect of certain directors and the chief executive, the following shareholders had notified the Company of relevant interests and long positions in the issued share capital of the Company.

Other Information

SUBSTANTIAL SHAREHOLDERS (cont'd)

Long positions in ordinary shares of HK\$0.10 each of the Company

Name of Shareholder	Corporate interests <i>(Note)</i>	Approximate% of issued share capital of the Company
Summertown Ltd	203,607,467	72.72%
Gold Sceptre Limited	191,357,867	68.34%
SiS International Holdings Limited	146,442,667	52.30%

Note: 146,442,667 shares are registered in the name of SiS International. SiS International is owned as to approximately 50.5% by Gold Sceptre Limited. Gold Sceptre Limited holds 44,915,200 shares and Kelderman Limited, Valley Tiger Limited and Swan River Limited each holds 4,083,200 shares in the issued share capital of the Company. Mr. Lim Kiah Meng and his spouse and Mr. Lim Kia Hong and his spouse together own 40.5% and 39.5%, respectively of the issued share capital of Summertown Limited which owns the entire issued share capital of each of the above-mentioned companies.

Other than disclosed above, the Company has not been notified of any other relevant interests or short positions in the issued share capital of the Company as at 30 June 2021.

CORPORATE GOVERNANCE

The Company has adopted the Corporate Governance Code (the “Code”) as set out in Appendix 14 of the Rules Governing the Listing of Securities on the HKSE (the “Listing Rules”). Throughout the period ended 30 June 2021, the Company has complied with the code provision under the Code.

MODEL CODE

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix 10 of the Listing Rules as the code of conduct for Directors in their dealings in securities of the Company. Having made specific enquiry of all directors, all directors confirmed that they have complied with the Model Code.

Other Information

AUDIT COMMITTEE

The Audit Committee comprises all independent non-executive Directors. The Audit Committee has reviewed the Company's condensed consolidated financial statements for the six months ended 30 June 2021, including the accounting principles and practices adopted by the Company.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the period ended 30 June 2021.

On behalf of the Board of

SiS Mobile Holdings Limited

Lim Kiah Meng

Director

Hong Kong, 26 August 2021