



嘉靈控股集團有限公司

Karin Technology Holdings Limited

(Incorporated in Bermuda on 30 August 2002)

(Company Registration Number 32514)

Full Year Financial Statements And Dividend Announcement
for the Year Ended 30 June 2019

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),
HALF-YEAR AND FULL YEAR RESULTS**

1(a) An income statement and statement of comprehensive income or a statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group full year financial statements for the year ended 30 June 2019. These figures have not been audited.

Group Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2019

	Group		
	2019 HK\$'000	2018 HK\$'000	% increase/ (decrease)
REVENUE	1,800,564	2,013,340	(10.6)
Cost of sales	(1,620,818)	(1,851,051)	(12.4)
Gross profit	179,746	162,289	10.8
Other income and gains, net	7,067	14,512	(51.3)
Selling and distribution costs	(74,925)	(65,223)	14.9
Administrative expenses	(68,356)	(74,055)	(7.7)
Other expenses, net	(2,837)	(63)	4,403.2
Finance costs	(4,827)	(3,446)	40.1
Share of profits and losses of associates	956	135	608.1
PROFIT BEFORE TAX	36,824	34,149	7.8
Income tax expense	(4,510)	(6,879)	(34.4)
PROFIT FOR THE YEAR	<u>32,314</u>	<u>27,270</u>	18.5

Group Statement of Profit or Loss and Other Comprehensive Income for the year ended 30 June 2019(continued)

	Group		
	2019	2018	% increase/ (decrease)
	HK\$'000	HK\$'000	
PROFIT FOR THE YEAR	<u>32,314</u>	<u>27,270</u>	18.5
OTHER COMPREHENSIVE INCOME:			
Items that may be reclassified to profit or loss in subsequent periods:			
Exchange differences on translation of foreign operations	(11,818)	8,151	(245.0)
Share of other comprehensive income of an associate	(99)	46	(315.2)
Item not to be reclassified to profit or loss in subsequent periods:			
Surplus on revaluation upon transfer of property, plant and equipment to investment properties	<u>28,814</u>	<u>28,996</u>	(0.6)
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF TAX	<u>16,897</u>	<u>37,193</u>	(54.6)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u><u>49,211</u></u>	<u><u>64,463</u></u>	(23.7)
Profit for the year attributable to:			
Owners of the Company	32,304	28,000	15.4
Non-controlling interests	<u>10</u>	(730)	(101.4)
	<u><u>32,314</u></u>	<u><u>27,270</u></u>	18.5
Total comprehensive income attributable to:			
Owners of the Company	49,319	65,025	(24.2)
Non-controlling interests	(108)	(562)	(80.8)
	<u><u>49,211</u></u>	<u><u>64,463</u></u>	(23.7)

The Group's profit before tax is arrived at after charging/(crediting):

	Group	
	2019	2018
	HK\$'000	HK\$'000
Cost of inventories sold	1,546,351	1,765,168
Cost of services provided	74,467	85,883
Write-down of inventories to net realisable value and write-off of obsolete inventories	4,286	5,687
Depreciation	12,060	17,117
Operating lease rentals in respect of land and buildings	3,641	1,083
Auditor's remuneration	1,620	1,650
Employee benefit expense (excluding directors' remuneration):		
Wages and salaries	93,187	87,375
Pension scheme contributions	7,665	7,658
	<u>100,852</u>	<u>95,033</u>
Directors' remuneration:		
Fees	776	802
Other emoluments	5,858	8,605
	<u>6,634</u>	<u>9,407</u>
Bank interest income	(730)	(448)
Gross rental income	(3,775)	(2,431)
Fair value losses/(gains) on investment properties	1,953	(1,034)
Fair value losses/(gains) on financial assets at fair value through profit or loss	(213)	865
Foreign exchange differences, net	(113)	(3,639)
Impairment/(reversal of impairment) of trade receivables, net	807	(829)
Loss/(gain) on disposal of items of property, plant and equipment	(182)	27

The Group's tax charge is as follows:

	Group	
	2019	2018
	HK\$'000	HK\$'000
Current		
Charge for the year	7,396	6,348
(Overprovision)/underprovision in prior years	(307)	293
	<u>7,089</u>	<u>6,641</u>
Deferred	(2,579)	238
Total tax expenses for the year	<u>4,510</u>	<u>6,879</u>

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	30 June 2019 HK\$'000	30 June 2018 HK\$'000	30 June 2019 HK\$'000	30 June 2018 HK\$'000
NON-CURRENT ASSETS				
Property, plant and equipment	87,853	100,458	-	-
Investment properties	88,808	62,429	-	-
Goodwill	2,098	2,098	-	-
Investments in subsidiaries	-	-	76,308	76,308
Investment in associates	2,800	2,109	-	-
Deferred tax assets	5,289	3,461	-	-
Factored trade receivables	-	950	-	-
Prepayments	1,639	-	-	-
Trade receivable	-	2,335	-	-
Total non-current assets	<u>188,487</u>	<u>173,840</u>	<u>76,308</u>	<u>76,308</u>
CURRENT ASSETS				
Inventories	176,096	190,418	-	-
Trade and bills receivables	401,852	429,911	-	-
Factored trade receivables	-	2,979	-	-
Prepayments, deposits and other receivables	123,219	46,367	-	-
Amounts due from subsidiaries	-	-	50,257	49,464
Financial assets at fair value through profits or losses	1,017	-	-	-
Financial assets at fair value through other comprehensive income	950	-	-	-
Tax recoverable	1,460	-	15	-
Derivatives financial instruments	-	8	-	-
Cash and cash equivalents	<u>73,227</u>	<u>54,211</u>	<u>627</u>	<u>495</u>
Total current assets	<u>777,821</u>	<u>723,894</u>	<u>50,899</u>	<u>49,959</u>
CURRENT LIABILITIES				
Trade and bills payables	209,945	221,677	-	-
Other payables and accruals	169,454	80,606	3,465	3,156
Amounts due to a subsidiary	-	-	1,010	621
Tax payable	4,166	5,976	-	-
Derivatives financial instruments	68	-	-	-
Interest-bearing bank and other borrowings	<u>126,175</u>	<u>140,162</u>	-	-
Total current liabilities	<u>509,808</u>	<u>448,421</u>	<u>4,475</u>	<u>3,777</u>
NET CURRENT ASSETS	<u>268,013</u>	<u>275,473</u>	<u>46,424</u>	<u>46,182</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>456,500</u>	<u>449,313</u>	<u>122,732</u>	<u>122,490</u>
NON-CURRENT LIABILITIES				
Trade payables	-	8,030	-	-
Deferred tax liabilities	2,441	3,266	-	-
Other payables	1,728	-	-	-
Other borrowings	<u>357</u>	-	-	-
Total non-current liabilities	<u>4,526</u>	<u>11,296</u>	-	-
Net assets	<u>451,974</u>	<u>438,017</u>	<u>122,732</u>	<u>122,490</u>

	Group		Company	
	30 June 2019 HK\$'000	30 June 2018 HK\$'000	30 June 2019 HK\$'000	30 June 2018 HK\$'000
EQUITY				
Equity attributable to owners of the Company				
Issued capital	21,476	21,461	21,476	21,461
Treasury shares	(19)	(19)	(19)	(19)
Reserves	431,205	417,822	101,275	101,048
	452,662	439,264	122,732	122,490
Non-controlling interests	(688)	(1,247)	-	-
Total equity	<u>451,974</u>	<u>438,017</u>	<u>122,732</u>	<u>122,490</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30 June 2019		As at 30 June 2018	
Secured HK\$'000	Unsecured HK\$'000	Secured HK\$'000	Unsecured HK\$'000
88	126,087	133	140,029

Amount repayable after one year

As at 30 June 2019		As at 30 June 2018	
Secured HK\$'000	Unsecured HK\$'000	Secured HK\$'000	Unsecured HK\$'000
357	-	-	-

Details of any collateral

As at 30 June 2019, the above unsecured bank and other borrowings of HK\$126,087,000 (2018: HK\$140,029,000) included bank borrowings of HK\$125,181,000 (2018: HK\$138,077,000), which were covered by cross guarantees given by the Company and certain of its subsidiaries.

As at 30 June 2019, the finance lease obligations of HK\$445,000 (2018: HK\$133,000) were secured by the underlying office equipment acquired.

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	2019	2018
	HK\$'000	HK\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	36,824	34,149
Adjustments for:		
Bank interest income	(730)	(448)
Fair value losses/(gains) on investment properties	1,953	(1,034)
Write-down of inventories to net realisable value and write-off of obsolete inventories	4,286	5,687
Depreciation	12,060	17,117
Fair value losses/(gains) on financial assets at fair value through profit or loss	(213)	865
Impairment/(reversal of impairment) of trade receivables, net	807	(829)
Loss/(gain) on disposal of items of property, plant and equipment	(182)	27
Finance costs	4,827	3,446
Gain on bargain purchase of a subsidiary	-	(2,695)
Share of profits and losses of associates	(956)	(135)
	<u>58,676</u>	<u>56,150</u>
Decrease/(increase) in inventories	8,380	(52,340)
Decrease/(increase) in trade and bills receivables	30,176	(32,410)
Decrease in factored trade receivables	2,979	5,163
(Increase)/decrease in prepayments, deposits and other receivables	(81,672)	11,952
(Decrease)/increase in trade and bills payables	(21,010)	33,579
Increase/(decrease) in other payables and accruals	89,990	(29,561)
Cash generated from/(used in) operations	87,519	(7,467)
Interest on bank and other borrowings paid	(4,814)	(3,436)
Interest element on finance lease rental payments	(13)	(10)
Income tax paid	(9,822)	(10,264)
Net cash flows from/(used in) operating activities	<u>72,870</u>	<u>(21,177)</u>

	Group	
	2019	2018
	HK\$'000	HK\$'000
Net cash flows from/(used in) operating activities	<u>72,870</u>	<u>(21,177)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of items of property, plant and equipment	(1,409)	(3,654)
Proceeds from disposal of financial assets at fair value through profit or loss	215	10,373
Investment in an associate	-	(100)
Dividend from an associate	166	-
Net cash acquired from the acquisition of a subsidiary	-	4,731
Interest received	<u>730</u>	<u>448</u>
Net cash flows (used in)/from investing activities	<u>(298)</u>	<u>11,798</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	91	-
New bank and other borrowings	376,055	597,654
Repayment of bank and other borrowings	(389,855)	(556,506)
Capital element of finance lease rental payments	(172)	(163)
Dividends paid to owners of the Company	<u>(37,795)</u>	<u>(35,624)</u>
Net cash flows (used in)/from financing activities	<u>(51,676)</u>	<u>5,361</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	20,896	(4,018)
Cash and cash equivalents at beginning of financial year	54,211	56,950
Effect of foreign exchange rate changes, net	<u>(1,880)</u>	<u>1,279</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u><u>73,227</u></u>	<u><u>54,211</u></u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash and bank balances	<u><u>73,227</u></u>	<u><u>54,211</u></u>

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

The Group

	Attributable to owners of the Company												Non-controlling interests HK\$'000	Total equity HK\$'000
	Issued capital HK\$'000	Treasury shares HK\$'000	Share premium account HK\$'000	Contributed surplus HK\$'000	Share option reserve HK\$'000	Land and buildings revaluation reserve HK\$'000	General reserve HK\$'000	Other reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Retained profits HK\$'000	Total HK\$'000			
At 1 July 2017, as previously reported	21,461	(19)	45,760	898	59	368,347	2,895	(890)	(503)	252,368	690,376	(1,859)	688,517	
Impact of change in accounting policy	-	-	-	-	-	(368,347)	-	-	2,456	85,378	(280,513)	-	(280,513)	
At 1 July 2017, as restated	21,461	(19)	45,760	898	59	-	2,895	(890)	1,953	337,746	409,863	(1,859)	408,004	
Profit for the year	-	-	-	-	-	-	-	-	-	28,000	28,000	(730)	27,270	
Other comprehensive income for the year:														
Exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	7,983	-	7,983	168	8,151	
Share of other comprehensive income of associates	-	-	-	-	-	-	-	-	46	-	46	-	46	
Surplus on revaluation upon transfer of property, plant and equipment to investment properties	-	-	-	-	-	28,996	-	-	-	-	28,996	-	28,996	
Total comprehensive income for the year	-	-	-	-	-	28,996	-	-	8,029	28,000	65,025	(562)	64,463	
Acquisition of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	1,174	1,174	
Final 2017 dividend paid	-	-	-	-	-	-	-	-	-	(21,031)	(21,031)	-	(21,031)	
Interim 2018 dividend paid	-	-	-	-	-	-	-	-	-	(14,593)	(14,593)	-	(14,593)	
At 30 June 2018	<u>21,461</u>	<u>(19)</u>	<u>45,760</u>	<u>898</u>	<u>59</u>	<u>28,996</u>	<u>2,895</u>	<u>(890)</u>	<u>9,982</u>	<u>330,122</u>	<u>439,264</u>	<u>(1,247)</u>	<u>438,017</u>	

The Group

	Attributable to owners of the Company												Non-controlling interests HK\$'000	Total equity HK\$'000
	Issued Capital HK\$'000	Treasury shares HK\$'000	Share premium account HK\$'000	Contributed surplus HK\$'000	Share option reserve HK\$'000	Land and buildings revaluation reserve HK\$'000	General reserve HK\$'000	Other reserve HK\$'000	Exchange fluctuation reserve HK\$'000	Retained profits HK\$'000	Total HK\$'000			
At 1 July 2018, as previously reported	21,461	(19)	45,760	898	59	28,996	2,895	(890)	9,982	330,122	439,264	(1,247)	438,017	
Effect of adoption of IFRS 9 (Note 5)	-	-	-	-	-	-	-	-	-	1,783	1,783	667	2,450	
At 1 July 2018, as restated	21,461	(19)	45,760	898	59	28,996	2,895	(890)	9,982	331,905	441,047	(580)	440,467	
Profit for the year	-	-	-	-	-	-	-	-	-	32,304	32,304	10	32,314	
Other comprehensive income for the year:														
Exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	(11,700)	-	(11,700)	(118)	(11,818)	
Share of other comprehensive income of associates	-	-	-	-	-	-	-	-	(99)	-	(99)	-	(99)	
Surplus on revaluation upon transfer of property, plant and equipment to investment properties	-	-	-	-	-	28,814	-	-	-	-	28,814	-	28,814	
Total comprehensive income for the year	-	-	-	-	-	28,814	-	-	(11,799)	32,304	49,319	(108)	49,211	
Issue of shares under the share option scheme	15	-	125	-	(49)	-	-	-	-	-	91	-	91	
Transfer of share option reserve upon the forfeiture of share options	-	-	-	-	(10)	-	-	-	-	10	-	-	-	
Final 2018 dividend paid	-	-	-	-	-	-	-	-	-	(25,340)	(25,340)	-	(25,340)	
Interim 2019 dividend paid	-	-	-	-	-	-	-	-	-	(12,455)	(12,455)	-	(12,455)	
Transfer between reserves of a subsidiary	-	-	-	-	-	-	188	-	-	(188)	-	-	-	
At 30 June 2019	<u>21,476</u>	<u>(19)</u>	<u>45,885</u>	<u>898</u>	<u>-</u>	<u>57,810</u>	<u>3,083</u>	<u>(890)</u>	<u>(1,817)</u>	<u>326,236</u>	<u>452,662</u>	<u>(688)</u>	<u>451,974</u>	

The Company

	Issued capital HK\$'000	Treasury shares HK\$'000	Share premium account HK\$'000	Contributed surplus HK\$'000	Share option reserve HK\$'000	Retained profits HK\$'000	Total equity HK\$'000
At 1 July 2017	21,461	(19)	45,760	36,311	59	21,786	125,358
Profit for the year and total comprehensive income for the year	-	-	-	-	-	32,756	32,756
Final 2017 dividend paid	-	-	-	-	-	(21,031)	(21,031)
Interim 2018 dividend paid	-	-	-	-	-	(14,593)	(14,593)
At 30 June 2018 and at 1 July 2018	21,461	(19)	45,760	36,311	59	18,918	122,490
Profit for the year and total comprehensive income for the year	-	-	-	-	-	37,946	37,946
Issue of shares under the share option scheme	15	-	125	-	(49)	-	91
Transfer of share option reserve upon the forfeiture of share options	-	-	-	-	(10)	10	-
Final 2018 dividend paid	-	-	-	-	-	(25,340)	(25,340)
Interim 2019 dividend paid	-	-	-	-	-	(12,455)	(12,455)
At 30 June 2019	<u>21,476</u>	<u>(19)</u>	<u>45,885</u>	<u>36,311</u>	<u>-</u>	<u>19,079</u>	<u>122,732</u>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

As at 1 July 2018, the Company held 12,000 (1 July 2017: 12,000) treasury shares. During the year ended 30 June 2019, the Company had not purchased any (30 June 2018: Nil) of the Shares pursuant to the 2009 Share Buyback mandate.

As at 30 June 2019, the Company held 12,000 (30 June 2018: 12,000) treasury shares or 0.0056% (30 June 2018: 0.0056%) of the Company's issued shares.

During the year ended 30 June 2019, the Company issued 150,000 (30 June 2018: Nil) new shares, upon the exercise of options under the Karin Employee Share Option Scheme.

	During the year ended 30 June 2019			During the year ended 30 June 2018		
Exercise price per share	S\$0.1264	S\$0.1608	S\$0.1060	S\$0.1264	S\$0.1608	S\$0.1060
Number of new shares issued	-	-	150,000	-	-	-

As at 30 June 2019, the Company's share capital was HK\$21,476,000 (30 June 2018: HK\$21,461,000) comprising 214,760,000 (30 June 2018: 214,610,000) ordinary shares.

There was no share options outstanding as at 30 June 2019 (30 June 2018: 150,000). Share options outstanding as at 30 June 2018 could be convertible to 150,000 ordinary shares of the Company upon exercise.

During the year ended 30 June 2019, the Company's subsidiaries had not purchased nor held any of the Company's shares (30 June 2018: Nil).

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Total number of issued shares excluding treasury share as at 30 June 2019 was 214,748,000 (30 June 2018: 214,598,000).

1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

There were no sales, transfers, cancellation nor use of treasury shares during year under review (30 June 2018: Nil).

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

There were no sales, transfer, cancellation nor use of subsidiary holdings during the year under review (30 June 2018: Nil).

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Except as described in point 5 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the year ended 30 June 2019 as compared with the audited financial statements of the Group for the year ended 30 June 2018.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

- (i) The Group has adopted the following revised International Financial Reporting Standards (“IFRSs”) for the first time in the financial statements for the financial year ended 30 June 2019:

Amendments to IFRS 2	<i>Classification and Measurement of Share-based payment Transactions</i>
Amendments to IFRS 4	<i>Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts</i>
IFRS 9	<i>Financial Instruments</i>
IFRS 15	<i>Revenue from Contracts with Customers</i>
Amendments to IFRS 15	<i>Clarifications to IFRS 15 Revenue from Contracts with Customers</i>
Amendments to IAS 40	<i>Transfers of Investment Property</i>
IFRIC 22	<i>Foreign Currency Transactions and Advance Consideration</i>
<i>Annual Improvements</i>	<i>Amendments to IFRS 1 and IAS 28 2012-2014 Cycle</i>

Other than as explained below regarding the impact of IFRS 9 and IFRS 15, the adoption of the above new and revised standards has had no significant financial effect in these financial statements.

- (ii) Impact of IFRS 9 and IFRS 15
- (a) IFRS 9 *Financial Instruments* replaces IAS 39 *Financial Instruments: Recognition and Measurement* for annual periods beginning on or after 1 January 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement, impairment and hedge accounting.

Classification and measurement

The following information sets out the impacts of adopting IFRS 9 on the statement of financial position, including the effect of replacing IAS 39’s incurred credit loss calculations with IFRS 9’s expected credit losses (“ECLs”).

A reconciliation between the carrying amounts under IAS 39 and the balances reported under IFRS 9 as at 1 July 2018 is as follows:

	IAS 39 measurement					IFRS 9 measurement		
	Notes	Category	Amount	Re-classification	Re-measurement	ECL	Amount	Category
			HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	
<u>Financial assets</u>								
Trade and bill receivables	(i)	L&R ¹	432,246	-	-	3,191	435,437	AC ²
Factored trade receivables	(iii)	L&R ¹	3,929	(3,929)	-	-	-	N/A
Financial assets included in prepayments, deposits and other receivables	(ii)	L&R ¹	9,124	(1,469)	-	-	7,655	AC ²
Financial asset at fair value through profit or loss	(ii)	FVPL ³	8	1,469	(741)	-	736	FVPL ³
Financial assets at fair value through other comprehensive income	(iii)	N/A	-	3,929	-	-	3,929	FVOCI ⁴
Cash and cash equivalents		L&R ¹	54,211	-	-	-	54,211	AC ²
			499,518	-	(741)	3,191	501,968	
<u>Financial liabilities</u>								
Trade payables		AC ²	229,707	-	-	-	229,707	AC ²
Financial liabilities included in other payables and accruals		AC ²	11,943	-	-	-	11,943	AC ²
Interest-bearing bank and other borrowings other than finance lease payables		AC ²	140,029	-	-	-	140,029	AC ²
Finance lease payables		AC ²	133	-	-	-	133	AC ²
			381,812	-	-	-	381,812	

¹ L&R: Loans and receivables

² AC: Financial assets or financial liabilities at amortised cost

³ FVPL: Financial assets at fair value through profit or loss

⁴ FVOCI: Financial assets at fair value through other comprehensive income

Notes:

- (i) The gross carrying amount of the trade and bill receivables under the column “IAS 39 measurement - Amount” represents the amount after adjustments for the adoption of IFRS 15 but before the measurement of ECLs.
- (ii) The Group has classified its investment in a project previously classified as loans and receivables as financial asset at fair value through profit or loss as the cash flow characteristics fail the solely comprised of principal and interest criterion or are not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell.
- (iii) The Group has reclassified the factored trade receivables, previously classified as loans and receivables as financial assets at fair value through other comprehensive income as these factored trade receivables are managed within

a business model with the objective of both holding to collect contractual cash flows and selling for working capital management and the contractual terms of these receivables give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Impairment

The following table reconciles the aggregate opening impairment allowances under IAS 39 to the ECL allowances under IFRS 9.

	Impairment allowances under IAS 39 at 30 June 2018 HK\$'000	Re-measurement HK\$'000	ECL allowance under IFRS 9 at 1 July 2018 HK\$'000
Trade and bill receivables	5,718	(3,191)	2,527

- (b) IFRS 15 and its amendments replace IAS 11 Construction Contracts, IAS 18 Revenue and related interpretations and it applies, with limited exceptions, to all revenue arising from contracts with customers. IFRS 15, establishes a new five-step model to account for revenue arising from contracts with customers. Under IFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IFRS 15 provide a more structured approach for measuring and recognising revenue. The standard also introduces extensive qualitative and quantitative disclosure requirements, including disaggregation of total revenue, information about performance obligations, changes in contract asset and liability account balances between periods and key judgements and estimates.

The Group has adopted IFRS 15 using the modified retrospective method of adoption. Under this method, the standard can be applied either to all contracts at the date of initial application or only to contracts that are not completed at this date. The Group has elected to apply the standard to contracts that are not completed as at 1 July 2018. Set out below are the amounts by which each financial statement line item was affected as at 1 July 2018 as a result of the adoption of IFRS 15:

	Notes	Increase/ (decrease) HK\$'000
Liabilities		
Provision for rebates included in other payables and accruals	(i)	(348)
Refund liabilities included in other payables and accruals	(i)	348
Receipts in advance included in other payables and accruals	(ii)	(49,728)
Contract liabilities	(ii)	49,728

Set out below are the amounts by which each financial statement line item was affected as at 30 June 2019 as a result of the adoption of IFRS 15. The adoption of IFRS 15 has had no impact on consolidated statement of profit or loss and other comprehensive income or on the Group's operating, investing and financing cash

flows. The first column shows the amounts recorded under IFRS 15 and the second column shows what the amounts would have been had IFRS 15 not been adopted:

Consolidated statement of financial position as at 30 June 2019:

	Notes	Amounts prepared under		
		IFRS 15 HK\$'000	Previous IFRS HK\$'000	Increase/ (decrease) HK\$'000
Provision for rebates included in other payables and accruals	(i)	-	2,529	(2,529)
Refund liabilities included in other payables and accruals	(i)	2,529	-	2,529
Receipts in advance included in other payables and accruals	(ii)	-	135,188	(135,188)
Contract liabilities	(ii)	135,188	-	135,188

The nature of the adjustment as at 1 July 2018 and the reason for the changes in the statement of financial position as at 30 June 2019 are described below:

Note:

(i) Volume rebates

Before the adoption of IFRS 15, the Group estimated the expected volume rebates using the probability-weighted average amount of rebates approach and included an allowance for rebates in other payables and accruals.

Under IFRS 15, volume rebates give rise to variable consideration. To estimate the variable consideration to which it will be entitled, the Group applied the 'most likely amount method' as the contracts offer fixed amount of rebates for a single volume threshold for each particular product. The Group then applies the requirements on constraining estimates of variable consideration. Upon adoption of IFRS 15, the Group recognised refund liabilities under other payables and accruals for the expected future rebates and derecognised the provision for rebates under other payables and accruals of HK\$348,000 as at 1 July 2018. The adoption of IFRS 15 did not result in any impact on the opening balance of retained profits as at 1 July 2018 as the estimation of variable considerations and application of constraint are not materially different from the provision estimation under IAS 18.

As at 30 June 2019, under IFRS 15, the Group recognised refund liabilities of HK\$2,529,000 under other payables and accruals for the provision for rebates.

(ii) Consideration received from customers in advance

Before the adoption of IFRS 15, the Group recognised consideration received from customers in advance as receipts in advance included in other payables and accruals. Under IFRS 15, the amount is classified as contract liabilities.

Therefore, upon adoption of IFRS 15, the Group reclassified HK\$49,728,000 from receipts in advance included in other payables and accruals to contract liabilities as at 1 July 2018, in relation to the consideration received from customers in advance as at 1 July 2018.

As at 30 June 2019, under IFRS 15, HK\$135,188,000 was reclassified from receipts in advance included in other payables and accruals to contract liabilities, in relation to the consideration received from customers in advance for the IT infrastructure segment.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

The Group

	30 June 2019	30 June 2018
Earnings per ordinary share of the Group, after deducting any provision for preference dividends (in HK cents):		
- Based on weighted average number of ordinary shares on issue (HK cents)	<u>15.0</u>	<u>13.0</u>
- On a fully diluted basis (HK cents)	<u>15.0</u>	<u>13.0</u>
Profit attributable to the owners of the Company for earnings per share (HK\$'000)	<u>32,304</u>	<u>28,000</u>

The calculation of basic earnings per share for the years ended 30 June 2019 and 2018 is based on the profit attributable to the ordinary shareholders of the Company for the respective years and the weighted average of 214,700,739 and 214,598,000 ordinary shares in issue, respectively, which has taken into account the effect of treasury shares.

The calculation of the diluted earnings per share amount is based on the profit attributable to ordinary shareholders of the Company for the respective years and 214,732,235 (2018: 214,697,170) ordinary shares, which was the weighted average of 214,700,739 (2018: 214,598,000) ordinary shares in issue during the year ended 30 June 2019, and the weighted average of 31,496 (2018: 99,170) ordinary shares deemed to have been issued at no consideration on the deemed exercise of all outstanding share options during the year under review.

7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	<u>Group</u>		<u>Company</u>	
	As at 30 June 2019	As at 30 June 2018	As at 30 June 2019	As at 30 June 2018
Net asset value per ordinary share (HK cents)	210.5	204.1	57.2	57.1

Net asset value per ordinary share as at 30 June 2019 and 30 June 2018 was calculated based on the issued share capital excluding treasury shares of 214,748,000 and 214,598,000 ordinary shares as at 30 June 2019 and 30 June 2018 respectively.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group’s business. It must include a discussion of the following:**
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Profit and Loss

Revenue

Consolidated revenue of the Group decreased by approximately HK\$212.7 million or 10.6% from HK\$2,013.3 million for the year ended 30 June 2018 to HK\$1,800.6 million for the year ended 30 June 2019.

Revenue from our Components Distribution (“CD”) segment decreased by HK\$105.6 million or 12.1%, from HK\$870.1 million for the year ended 30 June 2018 to HK\$764.5 million for the year under review. The decrease was mostly due to (1) tighter credit control through customer selection as explained in the FY19 interim results announcement, and (2) orders from customers on design-in changes on certain electronic component modules for smart phones slowed down shipments in the second half of the year under review.

Revenue from our Information Technology Infrastructure (“IT Infrastructure”) segment decreased by HK\$162.8 million or 17.4%, from HK\$937.0 million for the year ended 30 June 2018 to HK\$774.2 million for the current year. The decrease was mostly due to the change of the Group’s policy in focusing on relatively higher margin business and tighter credit control through customer selection during the year under review.

Revenue from our Consumer Electronics Products (“CEP”) segment increased by HK\$55.7 million or 27.0%, from HK\$206.3 million for the year ended 30 June 2018 to HK\$262.0 million for the current year. The increase was mainly due to the re-investment into retail stores business in March 2018 and securing of a few more distribution rights for prestigious CEP brands during the year under review.

Gross profit

Gross profit increased by HK\$17.4 million or 10.7%, from HK\$162.3 million for the year ended 30 June 2018 to HK\$179.7 million for the year ended 30 June 2019. The increase was mainly due to (1) selling more solution based projects in both CD and IT segments and (2) selling more relatively high margin technical services in IT segment; and (3) increase in revenue in CEP segment during the year under review as mentioned in the FY19 Interim results announcement offset by decreased provision of obsolete inventories of HK\$1.4 million from HK\$5.7 million for the year ended 30 June 2018 to HK\$4.3 million for the year ended 30 June 2019.

Other income and gains, net

Other income and gains, net decreased by HK\$7.4 million or 51.3%, from HK\$14.5 million for the year ended 30 June 2018 to HK\$7.1 million for the year ended 30 June 2019. The decrease was mostly due to (1) decrease in exchange gain of HK\$3.5 million; (2) decrease in sundry income of HK\$2.3 million; (3) fair value gains on investment properties of HK\$1.0 million in last year turned into fair value losses on investment properties in current year which is recorded under Other expenses, net; and (4) gain on bargain purchase arising from the re-investment in retail stores business of HK\$2.7 million recorded last year which did not recur in the current year.

Selling and distribution costs

Selling and distribution costs increased by HK\$9.7 million or 14.9%, from HK\$65.2 million for the year ended 30 June 2018 to HK\$74.9 million for the year ended 30 June 2019. The increase was mainly due to (1) increase in salary, bonus and commission of HK\$6.9 million, specifically to enhance our technical and engineering capabilities and (2) increase in shops rent and rates of HK\$2.6 million as a result of re-investment in retail stores business in March 2018.

Administrative expenses

Administrative expenses decreased by HK\$5.7 million or 7.7%, from HK\$74.1 million for the year ended 30 June 2018 to HK\$68.4 million for the year ended 30 June 2019. The decrease was mainly due to decrease in depreciation of HK\$5.0 million from HK\$17.1 million for the year ended 30 June 2018 to HK\$12.1 million for the year ended for the year ended 2019. Decrease in depreciation was due to certain leasehold improvements and furniture and fixtures were fully depreciated in the early part of the year under review.

Other expenses, net

Other expenses, net increased by HK\$2.7 million from HK\$0.1 million for the year ended 30 June 2018 to HK\$2.8 million for the year ended 30 June 2019. The increase was mainly due to fair value gains on investment properties of HK\$1.0 million for the year ended 30 June 2018 recorded under other income and gains, net turned into losses of HK\$2.0 million for the year under review.

Finance costs

Finance costs increased by HK\$1.4 million or 41.2%, from HK\$3.4 million for the year ended 30 June 2018 to HK\$4.8 million for the year ended 30 June 2019. The increase was mainly due to the utilizing of banking facilities in the PRC to finance local operations.

Net Profit

Net profit attributable to owners of the Company increased by HK\$4.3 million or 15.4%, from HK\$28.0 million for the year ended 30 June 2018 to HK\$32.3 million for the year ended 30 June 2019. The increase was mostly due to increase in gross profit and offset by increase in selling and distribution costs as explained above respectively.

Non-controlling interests

Non-controlling interests represented the non-controlling shareholders' share of loss in our non-wholly owned subsidiaries.

Statement of financial position

Non-current assets

Non-current assets comprised goodwill of HK\$2.1 million; investment properties, office equipment, leasehold land and buildings and motor vehicles amounting to HK\$176.7 million; investment in associates of HK\$2.8 million; prepayments of HK\$1.6 million and deferred tax assets of HK\$5.3 million. At 30 June 2019, non-current assets amounted to HK\$188.5 million, representing approximately 19.5% of the total assets. Non-current assets increased by HK\$14.7 million or 8.5% from HK\$173.8 million for the year ended 30 June 2018 to HK\$188.5 million for the year ended 30 June 2019. The increase was mostly due to increase in investment properties of HK\$26.4 million offset by (1) decrease in property, plant and equipment of HK\$12.6 million as a result of depreciation, and (2) there being no long term trade receivables and factored trade receivables as at end of current year (2018: HK\$3.3 million).

Current assets

As at 30 June 2019, current assets amounted to HK\$777.8 million, an increase of HK\$53.9 million compared to the immediately preceding financial year end at 30 June 2018. The increase was mostly due to (1) increase in prepayments, deposits and other receivable of HK\$76.8 million as a result of requesting prepayments from customers on certain huge projects; (2) increase in cash and cash equivalent of HK\$19.0 million offset by (1) decrease in inventories of HK\$14.3 million; and (2) decrease in trade and bill receivables of HK\$28.1 million.

Current liabilities

As at 30 June 2019, current liabilities amounted to approximately HK\$509.8 million, an increase of HK\$61.4 million compared to the immediately preceding financial year end as at 30 June 2018. The increase was mainly due to (1) focusing on relatively higher margin business during the year under review. Accordingly quite a few beyond one year service contracts have been secured and resulting a HK\$74.2 million contract liabilities balance; (2) increase in other payables and accruals of HK\$14.8 million offset by (1) decrease in trade and bills payables of 11.7 million; (2) decrease in interest-bearing bank and other borrowings of HK\$14.0 million; and (3) tax payable of HK\$1.8 million.

Non-current liabilities

Non-current liabilities amounted to HK\$4.5 million, representing 0.9% of the total liabilities as at 30 June 2019. The amount was comprised of deferred tax liabilities, long term contract liabilities and long term finance lease payable. Deferred tax liabilities were recognised as a result of temporary differences between the carrying amounts and tax bases of our investment properties.

Liquidity and cash flow

As at 30 June 2019, cash and cash equivalents amounted to HK\$73.2 million. Total interest bearing loans and borrowings as at 30 June 2019 were HK\$126.5 million and the gearing ratio which is defined as total borrowings and finance leases to total equity, is 0.28 times (2018: 0.32 times).

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Further to the completion of new design-in on certain electronic component modules for smartphones in the second half of the year under review, sales in the CD segment is expected to continue to be healthy. Besides, demand on solution product projects on wireless controlled appliances for consumer, medical and commercial sectors is anticipated to be maintained throughout the next 12 months.

Apart from steady demand for network and security products, and enterprise cloud solutions and services during the year under review, demand on data management solutions is expected to remain healthy.

Further to the re-investment in retail stores business in March 2018 and the securing of a few more distribution rights on prestigious CEP brands during the year under review, it is expected that revenue from our CEP segment will be maintained throughout the next 12 months despite the overall weakening of the retail sector.

On the other hand, IoT (Internet of Things) business on smart city concept has been launched across all three segments. This may contribute to the Group's net results throughout the next 12 months.

The present trade tensions between China and United States; exchange rate volatility between RMB and USD; and the recent Hong Kong social instability may have negative impact on the Group's financial results. Based on the information available to the Group, the management has performed high-level risk assessment to estimate the impact of these events and is taking appropriate actions to minimize the impact.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on?

Yes.

At the Annual General Meeting (“AGM”) to be held, a tax not applicable final dividend of HK7.8 cents per share amounting to a total of HK\$16,750,000 will be recommended at the forthcoming AGM.

Name of dividend	Interim (paid)	Final
Dividend type	Cash	Cash
Dividend amount per share (in HK cents)	5.8 cents per share	7.8 cents per share
Par value of share (in HK cents)	10 cents per share	10 cents per share
Tax rate	Not applicable	Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes.

Name of dividend	Interim	Final
Dividend type	Cash	Cash
Dividend amount per share (in HK cents)	6.8 cents per share	11.8 cents per share
Par value of share (in HK cents)	10 cents per share	10 cents per share
Tax rate	Not applicable	Not applicable

(c) Date payable

21 November 2019

(d) Books closure date

The Register of Members and Share Transfer Books of the Company will be closed on 4 November 2019, for the purpose of determining Members’ entitlements to final dividend of HK7.8 cents per ordinary share for the financial year ended 30 June 2019. Duly completed registrable transfers in respect of the shares in the Company received up to the close of business at 5.00 p.m. on 1 November 2019 by the Company’s Singapore Share Transfer Agent, Tricor Barbinder Share Registration Services (a division of Tricor Singapore Pte. Ltd.), 80 Robinson Road, #02-00, Singapore 068898 will be registered to determine Members’ entitlements to such dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares in the Company as at 5.00 p.m. on 1 November 2019 will be entitled to such dividend.

12. If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained and there is no IPT during the period under review.

14. Negative confirmation pursuant to Rule 705(5). (Not required for announcement of full year results)

Not applicable.

15. Confirmation That The Issuer Has Procured Undertakings From All Its Directors And Executive Officers (in the format set out in Appendix 7.7) Under Rule 720(1) Of The Listing Manual

Pursuant to Rule 720(1) of the Listing Manual, the Company has procured undertakings from all its directors and executive officers.

**PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR
ANNOUNCEMENT**

16. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

SEGMENT INFORMATION

Business segments

The following tables present revenue, profit and certain asset, liability and expenditure information for the Group's business segments for the years ended 30 June 2019 and 2018.

	Components distribution HK\$'000	IT infrastructure HK\$'000	Consumer electronics products HK\$'000	Total HK\$'000
<u>Year ended 30 June 2019</u>				
Segment revenue	764,453	774,160	261,951	1,800,564
Segment results	8,012	24,995	10,245	43,252
<i>Reconciliation:</i>				
Bank interest income				730
Fair value losses on investment properties				(1,953)
Fair value gain on financial assets measured at fair value through profits and losses				213
Finance costs				(4,827)
Share of profits and losses of associates				956
Corporate and other unallocated expenses				(1,547)
Profit before tax				<u>36,824</u>
Segment assets	341,528	392,192	56,005	789,725
<i>Reconciliation:</i>				
Investment in associates				2,800
Deferred tax assets				5,289
Cash and cash equivalents				73,227
Corporate and other unallocated assets				95,267
Total assets				<u>966,308</u>

	Components distribution HK\$'000	IT infrastructure HK\$'000	Consumer electronics products HK\$'000	Total HK\$'000
<u>Year ended 30 June 2019</u> (continued)				
Segment liabilities	132,308	164,895	53,135	350,338
<i>Reconciliation:</i>				
Income tax payable				4,166
Interest-bearing bank and other borrowings				126,532
Deferred tax liabilities				2,441
Corporate and other unallocated liabilities				30,857
Total liabilities				<u>514,334</u>
Other segment information:				
Depreciation				12,060
Other non-cash expenses, net	4,586	396	111	5,093
Capital expenditure				<u>1,890</u>

	Components distribution HK\$'000	IT infrastructure HK\$'000	Consumer electronics products HK\$'000	Total HK\$'000
<u>Year ended 30 June 2018</u>				
Segment revenue	870,079	936,953	206,308	2,013,340
Segment results	7,993	23,064	7,297	38,354
<i>Reconciliation:</i>				
Bank interest income				448
Fair value gains on investment properties				1,034
Fair value loss on financial assets at fair value through profit or loss, net				(865)
Finance costs				(3,446)
Share of profits and losses of associates				135
Corporate and other unallocated expenses				(1,511)
Profit before tax				<u>34,149</u>
Segment assets	424,829	278,084	44,327	747,240
<i>Reconciliation:</i>				
Investment in associates				2,109
Deferred tax assets				3,461
Forward currency contracts				8
Cash and cash equivalents				54,211
Corporate and other unallocated assets				90,705
Total assets				<u>897,734</u>

	Components distribution HK\$'000	IT infrastructure HK\$'000	Consumer electronics products HK\$'000	Total HK\$'000
Year ended 30 June 2018 (continued)				
Segment liabilities	124,849	130,547	20,617	276,013
<i>Reconciliation:</i>				
Income tax payable				5,976
Interest-bearing bank and other borrowings				140,162
Deferred tax liabilities				3,266
Corporate and other unallocated liabilities				34,300
Total liabilities				<u>459,717</u>
Other segment information:				
Depreciation				17,117
Other non-cash expenses, net	4,179	(193)	872	4,858
Capital expenditure				<u>3,654</u>

Geographical information

The following tables present revenue and certain asset information for the Group's geographical segments for the years ended 30 June 2019 and 2018.

	Hong Kong HK\$'000	Mainland China HK\$'000	Others HK\$'000	Total HK\$'000
Year ended 30 June 2019				
Segment revenue	<u>1,130,141</u>	<u>530,534</u>	<u>139,889</u>	<u>1,800,564</u>
Non-current assets	<u>94,721</u>	<u>65,660</u>	<u>22,817</u>	<u>183,198</u>
Year ended 30 June 2018				
Segment revenue	<u>1,756,441</u>	<u>236,912</u>	<u>19,987</u>	<u>2,013,340</u>
Non-current assets	<u>68,742</u>	<u>72,202</u>	<u>26,150</u>	<u>167,094</u>

The revenue information is based on the locations of the customers.

The non-current assets information is based on the locations of assets and excludes financial instruments and deferred tax assets.

17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to note 8.

18. A breakdown of sales as follows:-

	Group		% increase/ (decrease)
	2019 HK\$'000	2018 HK\$'000	
(a) Sales reported for the first half year	1,059,763	1,053,816	0.6
(b) Operating profit after tax before deducting non-controlling interests reported for the first half year	11,078	3,732	196.8
(c) Sales reported for the second half year	740,801	959,524	(22.8)
(d) Operating profit after tax before deducting non-controlling interests reported for the second half year	21,236	23,538	(9.8)

19 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

	2019 HK\$'000	2018 HK\$'000
Declared and paid during the year	12,455	14,593
Proposed final dividend	<u>16,750</u>	<u>25,323</u>
Total	<u><u>29,205</u></u>	<u><u>39,916</u></u>

20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any Director and/or substantial shareholder	Current position and duties, and the year position was held	Details of changes in duties and position held, if any, during the year
Mr. Ng Yuk Wing, Philip	70	He is the father of Ng Mun Kit, Michael and brother of Ng Kin Wing, Raymond and Ng Kam Wing, Allan. Mr. Ng Mun Kit, Michael is an Executive Director while Mr. Ng Kin Wing, Raymond is the Executive Chairman and CEO and Mr. Ng Kam Wing, Allan is Chief Technology Officer of the Group.	He is the Executive Advisor and is responsible for strategic planning and business development of the Group. He is one of the founders of the Group since 1977.	Ceased as Senior Executive Director with effect from 1 July 2018
Mr. Ng Kin Wing, Raymond	69	He is uncle of Ng Mun Kit, Michael and brother of Ng Yuk Wing, Philip and Ng Kam Wing, Allan.	He is the Executive Chairman and Chief Executive Officer and is responsible for overseeing the entire operations and general management of the Group. He is one of the founders of the Group since 1977.	N/A
Mr. Ng Kam Wing, Allan	63	He is uncle of Ng Mun Kit, Michael and brother of Ng Yuk Wing, Philip and Ng Kin Wing, Raymond.	He was the Chief Technology Officer of the Group and responsible for the overall IT system control and development of ITSD of the Group until his resignation effective 1 January 2019.	Ceased as Chief Technology Officer with effect from 1 January 2019
Mr. Ng Mun Kit, Michael	41	He is son of Ng Yuk Wing, Philip and nephew of Ng Kin Wing, Raymond and Ng Kam Wing, Allan.	He is an Executive Director of the Group and is responsible for new business strategy, marketing and service operation for the Group.	Appointed as a Director of the Company with effect from 1 July 2018

BY ORDER OF THE BOARD

Ng Kin Wing, Raymond
Executive Chairman

28 August 2019