

KINGDOM

KINGDOM HOLDINGS LIMITED

金達控股有限公司

(Incorporated in the Cayman Islands with limited liability and carrying on business in Hong Kong as "Kingdom (Cayman) Limited")
(於開曼群島註冊成立的有限公司，以「金達(開曼)有限公司」的名稱於香港經營業務)

(Stock Code 股份代號：528)

INTERIM REPORT **2022** 中期報告







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Corporate Information 公司資料

BOARD OF DIRECTORS

Executive Directors:

Mr. Ren Weiming (*Chairman*)
Mr. Shen Yueming
Mr. Zhang Hongwen
Ms. Shen Hong

Non-executive Director:

Mr. Ngan Kam Wai Albert

Independent non-executive Directors:

Mr. Lau Ying Kit
Mr. Lo Kwong Shun Wilson
Mr. Yan Jianmiao

AUDIT COMMITTEE

Mr. Lau Ying Kit (*Chairman*)
Mr. Yan Jianmiao
Mr. Lo Kwong Shun Wilson

REMUNERATION COMMITTEE

Mr. Yan Jianmiao (*Chairman*)
Mr. Zhang Hongwen
Mr. Lo Kwong Shun Wilson

NOMINATION COMMITTEE

Mr. Lo Kwong Shun Wilson (*Chairman*)
Mr. Lau Ying Kit
Mr. Shen Yueming

COMPANY SECRETARY

Mr. Chan Yan Kwan Andy

LEGAL ADVISERS TO THE COMPANY AS TO HONG KONG LAW

Sidley Austin

AUDITORS

Ernst & Young

AUTHORISED REPRESENTATIVES

Mr. Ren Weiming
Mr. Chan Yan Kwan Andy

董事會

執行董事：

任維明先生 (*主席*)
沈躍明先生
張鴻文先生
沈鴻女士

非執行董事：

顏金煒先生

獨立非執行董事：

劉英傑先生
羅廣信先生
嚴建苗先生

審核委員會

劉英傑先生 (*主席*)
嚴建苗先生
羅廣信先生

薪酬委員會

嚴建苗先生 (*主席*)
張鴻文先生
羅廣信先生

提名委員會

羅廣信先生 (*主席*)
劉英傑先生
沈躍明先生

公司秘書

陳仁君先生

本公司有關香港法律之法律顧問

盛德律師事務所

核數師

安永會計師事務所

授權代表

任維明先生
陳仁君先生

REGISTERED OFFICE

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

HEADQUARTERS IN CHINA

Henggang Town
Haiyan County
Zhejiang Province
China

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

5/F, Manulife Place,
348 Kwun Tong Road,
Kowloon, Hong Kong

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Royal Bank of Canada Trust Company (Cayman) Limited
4th Floor, Royal Bank House
24 Shedden Road
George Town
Grand Cayman KY-1110
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Investor Services Limited
17/F, Far East Finance Centre,
16 Harcourt Road,
Hong Kong

PRINCIPAL BANKERS

Bank of China, Rugao Branch
Bank of China, Haiyan Branch

STOCK CODE

00528

COMPANY WEBSITE

<http://www.kingdom-china.com>

INVESTOR RELATIONS CONTACT

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註冊辦事處

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P.O. Box 2681 GT
Grand Cayman KY1-1111
Cayman Islands

中國總辦事處

中國
浙江省
海鹽縣
橫港鎮

香港主要營業地點

香港九龍
觀塘道348號
宏利廣場5樓

主要股份過戶登記處

Royal Bank of Canada Trust Company (Cayman)
Limited
4th Floor, Royal Bank House
24 Shedden Road
George Town
Grand Cayman KY-1110
Cayman Islands

香港股份過戶登記分處

卓佳證券登記有限公司
香港
夏慤道16號
遠東金融中心17樓

主要往來銀行

中國銀行如皋支行
中國銀行海鹽支行

股份代號

00528

公司網站

<http://www.kingdom-china.com>

投資者關係聯繫方式

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Financial Highlights

財務摘要

The board (the “Board”) of directors (the “Directors”) of Kingdom Holdings Limited (the “Company”) is pleased to present the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 30 June 2022 (the “Review Period”):

- Revenue increased by approximately 26.5% to approximately RMB957,058,000 for the six months ended 30 June 2022 from approximately RMB756,724,000 for the six months ended 30 June 2021.
- Gross profit margin improved by approximately 8.7 percentage points to approximately 22.4% for the six months ended 30 June 2022 from approximately 13.7% for the six months ended 30 June 2021 as a result of higher average selling price of linen yarn, in particular, organic and REEL linen yarn and the appreciation of the United States Dollars against Renminbi during the Review Period.
- Profit for the Review Period surged by 5.9 times to approximately RMB84,439,000 for the six months ended 30 June 2022 from approximately RMB12,289,000 for the six months ended 30 June 2021.
- Profit attributable to the owners of the parent surged by approximately 4.8 times to approximately RMB82,494,000 for the six months ended 30 June 2022 from approximately RMB14,280,000 for the six months ended 30 June 2021.
- Basic earnings per share increased by 5.5 times to approximately RMB0.13 for the six months ended 30 June 2022 (for the six months ended 30 June 2021: RMB0.02).
- Total assets of the Group as at 30 June 2022 were approximately RMB3,045,925,000 (as at 31 December 2021: RMB2,789,467,000).

金達控股有限公司(「本公司」)董事(「董事」)會(「董事會」)欣然提呈本公司及其附屬公司(統稱「本集團」)截至二零二二年六月三十日止六個月(「回顧期間」)的未經審核合併中期業績如下:

- 收入由截至二零二一年六月三十日止六個月約人民幣756,724,000元增加約26.5%至截至二零二二年六月三十日止六個月約人民幣957,058,000元。
- 由於回顧期間亞麻紗(尤其是有機亞麻紗及瑞優亞麻紗)的平均售價較高,以及美元兌人民幣升值,毛利率由截至二零二一年六月三十日止六個月約13.7%上升約8.7個百分點至截至二零二二年六月三十日止六個月約22.4%。
- 回顧期間溢利由截至二零二一年六月三十日止六個月約人民幣12,289,000元激增5.9倍至截至二零二二年六月三十日止六個月約人民幣84,439,000元。
- 母公司擁有人應佔溢利由截至二零二一年六月三十日止六個月約人民幣14,280,000元激增約4.8倍至截至二零二二年六月三十日止六個月約人民幣82,494,000元。
- 截至二零二二年六月三十日止六個月,每股基本盈利增加5.5倍至約人民幣0.13元(截至二零二一年六月三十日止六個月:人民幣0.02元)。
- 本集團於二零二二年六月三十日的資產總值約為人民幣3,045,925,000元(於二零二一年十二月三十一日:人民幣2,789,467,000元)。

Management Discussion and Analysis 管理層討論及分析

BUSINESS REVIEW

Navigating the COVID-19 pandemic has become the new norm for many businesses. Some countries have partially or fully relaxed travel restrictions and businesses have started to operate as in the pre-COVID-19 era. China has adopted a different approach and remained vigilant on mandating quarantine for any positive cases, and implemented partial lockdown measures to curb the spreading of the virus to ensure the health and safety of the general public.

During the Review Period, revenue of the Group surged by approximately 26.5% on a year-on-year basis from RMB756,724,000 to RMB957,058,000. There were 10,572 tonnes of linen yarn sold during the Review Period, which was 7% fewer than the 11,370 tonnes of linen yarn sold during the six months ended 30 June 2021. The increase in revenue was mainly attributable to the higher average selling price of linen yarn, in particular, organic and REEL linen yarn, that benefited from the market recovery, additional production capacity from the Group's factory in Ethiopia, as well as the appreciation of the United States Dollars against Renminbi during the Review Period.

Major Markets and Customers

By implementing an international sales strategy, the Group has a sales network covering approximately 20 countries and regions around the world. During the Review Period, the Group's domestic sales of RMB312,827,000, which contributed to approximately 32.7% of the Group's total revenue, recorded an increase of approximately 2.9% as compared with the corresponding period last year, while the Group's overseas sales of RMB644,231,000, which contributed to approximately 67.3% of the Group's total revenue, recorded an increase of approximately 42.3% on a year-on-year basis. In particular, total sales to European Union countries and non-European Union countries reported an increase of 51.1% and 33.6% on a year-on-year basis respectively, as a result of the business activities resumption from COVID-19 pandemic during the Review Period. Key European Union countries that the Group sold its products to include Italy, Portugal, Belgium and Lithuania. Meanwhile, the Group continues to develop the domestic market with an objective to secure more cooperation with target customers in China.

業務回顧

應對COVID-19疫情已成為眾多企業的新常態。部分國家已部分或完全放寬出行限制，企業開始像COVID-19前時期一樣運營。中國則採取不同的方式，仍然保持警惕並對任何陽性病例進行強制隔離，實施部分封鎖措施以遏制病毒傳播，以此確保公眾的健康安全。

於回顧期間，本集團的收入由人民幣756,724,000元按年激增約26.5%至人民幣957,058,000元。於回顧期間售出亞麻紗10,572噸，較截至二零二一年六月三十日止六個月售出亞麻紗11,370噸減少7%。收入增加乃主要由於回顧期間得益於市場復甦，令亞麻紗（尤其是有機亞麻紗及瑞優亞麻紗）的平均售價上漲，本集團埃塞俄比亞工廠的產能提升，以及美元兌人民幣升值所致。

主要市場及客戶

本集團實行國際化的銷售策略，銷售網絡遍佈全球約20個國家及地區。於回顧期間，本集團的國內銷售額達人民幣312,827,000元，為本集團總收入貢獻約32.7%，較去年同期增加約2.9%；本集團海外銷售額達人民幣644,231,000元，為本集團總收入貢獻約67.3%，按年增加約42.3%。尤其是，於回顧期間，由於業務活動從COVID-19疫情中恢復，歐盟國及非歐盟國的銷售總額分別按年增加51.1%及33.6%。本集團產品出口的主要歐盟國包括意大利、葡萄牙、比利時及立陶宛。同時，本集團繼續拓展國內市場，旨在爭取與更多中國目標客戶合作。

Management Discussion and Analysis

管理層討論及分析

Raw Material Procurement

The Group mainly sources its fibre flax, the major raw material of linen yarn, from well-established suppliers such as those in France, Belgium and the Netherlands. Being one of the largest buyers in these regions, the Group has developed long term business relationships with its suppliers. During the Review Period, the Group procured approximately 22,426 tonnes (six months ended 30 June 2021: 13,955 tonnes) of raw materials abroad, representing a year-on-year increase of approximately 60.7%. The average procurement unit price was approximately RMB27,177 per tonne, representing an increase of approximately 27.6% from approximately RMB21,291 for the corresponding period last year. The Group is optimistic about the future of the linen textile industry. It is the corporate procurement strategy of the Group to maintain its production scale and to secure a steady volume of production going forward. The Group will continue to closely monitor the international market development and plan its procurement cautiously at the same time.

Production Capacity

As at 30 June 2022, the Group had five productions bases as follows:

No. 編號	Factory 廠房	Location 地點	Country 國家	Annual capacity (Tonnes) 年產能(噸)	Utilisation/Status 利用率/狀況
1	Haiyan 1st Factory 海鹽一期廠房	Zhejiang 浙江	China 中國	7,000	Close to 100% 接近100%
2	Rugao Factory 如皋廠房	Jiangsu 江蘇	China 中國	6,000	Close to 100% 接近100%
3	Haiyan 2nd Factory 海鹽二期廠房	Zhejiang 浙江	China 中國	5,000	Close to 100% 接近100%
4	Qinggang Factory 青崗廠房	Heilongjiang 黑龍江	China 中國	4,000	Close to 100% 接近100%
5	Ethiopia 埃塞俄比亞	Adama 阿達瑪	Ethiopia 埃塞俄比亞	5,000	Commenced production in 2021, capacity ramped up during the Review Period 二零二一年投產，回顧期間產能提升

原材料採購

本集團亞麻紗的主要原材料—亞麻纖維—主要從法國、比利時和荷蘭等地的優質供應商進口。本集團是以上產地最大的採購商之一，與供應商建立了長期的業務關係。於回顧期間，本集團在海外採購約22,426噸（截至二零二一年六月三十日止六個月：13,955噸）原材料，按年增加約60.7%。平均採購單價約為每噸人民幣27,177元，較去年同期約人民幣21,291元增加約27.6%。本集團對亞麻紡織業的未來持樂觀態度。本集團的企業採購策略仍為維持生產規模及確保未來產量穩定。本集團將繼續密切監察國際市場發展情況，同時審慎制定採購計劃。

產能

於二零二二年六月三十日，本集團設有以下五個生產基地：

Management Discussion and Analysis 管理層討論及分析

The Group is equipped with advanced equipment for its unique spinning technique, namely wet spinning and long and short spinning, and can manufacture products with multiple specifications from 3nm to 75nm, thereby broadening its customers' choices and achieving higher satisfaction from them at the same time.

A total of 11,189 tonnes of linen and hemp yarn under various specifications were produced during the Review Period. The Group owns 75.34% of the equity interest in the Heilongjiang venture, namely Heilongjiang Kingdom Enterprise Co., Ltd.* (黑龍江金達麻業有限公司) (“**Heilongjiang Kingdom**”), and this is the Group's maiden attempt to explore the hemp yarn market. The Group believes that the hemp yarn market will grow rapidly in the next few years due to the national policy in China to promote the planting of hemp in the Heilongjiang region and the use of the hemp textile products. There were 371 tonnes of hemp yarn produced during the Review Period.

Apart from China, the Group has also committed to investing in Ethiopia. The investment is expected to help the Group outperform its competitors not only by helping the Group save land cost, labour cost, energy cost and tax expenses, but also by allowing the Group to benefit from the Everything but Arms (EBA) initiative of the European Union for least developed countries (LDCs), which grants duty-free and quota-free access to all products made in LDCs into European Union countries, except for arms and ammunitions.

In order to ensure the well-being of the Group's employees in the Adama factory in Ethiopia, the factory operation in Ethiopia was halted in 2020 but has since re-commenced the recruitment of workers and started trial production in the second quarter of the year 2021.

本集團擁有採用行業獨有的紡紗工藝－濕紡及長紡和短紡工藝的先進設備，並可生產3公支至75公支多種規格產品，為客戶提供更多產品選擇，更能滿足彼等的需求。

於回顧期間，合共生產多規格亞麻及纖維大麻紗11,189噸。本集團擁有黑龍江合資公司(即黑龍江金達麻業有限公司(「**黑龍江金達**」))的75.34%股權。此項投資為本集團進軍纖維大麻紗市場的首項舉措。本集團相信，受惠於中國推動黑龍江地區纖維大麻種植及纖維大麻紡織品使用的國策，纖維大麻紗市場將於未來數年急速增長。於回顧期間，已生產371噸纖維大麻紗。

除中國外，本集團亦致力投資於埃塞俄比亞。預期該項投資不僅有助本集團節省土地成本、勞工成本、能源成本及稅項開支，更可讓本集團從歐盟就最不發達國家採納「除武器外一切都行(EBA)」的倡議中獲益，給予最不發達國家製造的所有進入歐盟國家的產品(武器及彈藥除外)免除關稅及無配額的優惠待遇。

為確保本集團於埃塞俄比亞阿達瑪廠房的僱員的福祉，埃塞俄比亞廠房於二零二零年停止運營，惟此後重新開始招聘工人，並於二零二一年第二季度開始試產。

* For identification purpose only

* 僅供識別

Management Discussion and Analysis

管理層討論及分析

FINANCIAL REVIEW

Revenue

For the Review Period, the Group's revenue surged by approximately 26.5% to approximately RMB957,058,000 (six months ended 30 June 2021: RMB756,724,000). The increase in revenue was mainly attributable to the recovery in demand of linen yarn due to business activities resumption from the COVID-19 pandemic, higher average selling price of linen yarn, additional production capacity from Ethiopia and appreciation of United States Dollars against Renminbi during the Review Period. Sales to all regions had a year-on-year growth, in particular, sales to each of the domestic, European Union and non-European Union regions increased by approximately 2.9%, 51.1% and 33.6%, respectively, during the Review Period.

The breakdown of revenue by sales regions is as follows:

		For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月		For the six months ended 30 June 2021 截至二零二一年六月三十日止六個月		Year-on-year change in revenue 收入同比變動	
		RMB'000 人民幣千元	%	RMB'000 人民幣千元	%	RMB'000 人民幣千元	%
China	中國	312,827	32.7%	303,921	40.2%	8,906	2.9%
European Union	歐盟	339,165	35.4%	224,482	29.7%	114,683	51.1%
Non-European Union	非歐盟	305,066	31.9%	228,321	30.1%	76,745	33.6%
Total Revenue	總收入	<u>957,058</u>	<u>100.0%</u>	<u>756,724</u>	<u>100.0%</u>	<u>200,334</u>	<u>26.5%</u>

財務回顧

收入

於回顧期間，本集團的收入飆升約26.5%至約人民幣957,058,000元（截至二零二一年六月三十日止六個月：人民幣756,724,000元）。收入增加主要是由於回顧期間業務活動從COVID-19疫情中恢復令亞麻紗需求回暖、亞麻紗的平均售價上漲、埃塞俄比亞的產能提升以及美元兌人民幣升值所致。於回顧期間，所有地區的銷售額按年上升，尤其是國內、歐盟及非歐盟地區的銷售額各自分別上升約2.9%、51.1%及33.6%。

按銷售地區劃分的收入明細如下：

Management Discussion and Analysis

管理層討論及分析

Gross Profit and Gross Profit Margin

The Group's gross profit for the Review Period increased by approximately 106.1% to approximately RMB214,129,000 (six months ended 30 June 2021: approximately RMB103,900,000). Gross profit margin for the Review Period improved by approximately 8.7 percentage points to approximately 22.4% (six months ended 30 June 2021: approximately 13.7%) mainly due to higher average selling price of linen yarn, in particular, organic and REEL linen yarn and the appreciation of the United States Dollars against Renminbi during the Review Period.

Other Income and Gains

Other income and gains for the Review Period mainly comprises government grants and subsidies of approximately RMB8,117,000 (six months ended 30 June 2021: approximately RMB1,001,000), interest income of approximately RMB529,000 (six months ended 30 June 2021: approximately RMB180,000) and a net exchange gain of RMB28,238,000 (six months ended 30 June 2021: RMB1,295,000). The net exchange gain was mainly attributable to the appreciation of United States Dollars against Renminbi during the Review Period, as all overseas invoices were billed in United States Dollars. There were more government grants and subsidies provided by the Chinese government during the Review Period, targeted to alleviate the negative financial impacts to corporations during the lockdown to curb the spread of the COVID-19 in China.

Selling and Distribution Expenses

The Group's selling and distribution expenses for the Review Period amounted to approximately RMB51,257,000 (six months ended 30 June 2021: approximately RMB32,281,000), which accounted for approximately 5.4% (six months ended 30 June 2021: approximately 4.3%) of the Group's total revenue. The increase in selling costs as a percentage of revenue was mainly due to the significant increase in sea freight costs, as well as additional commission paid to overseas sales agents during the Review Period.

毛利及毛利率

本集團於回顧期間的毛利增加約106.1%至約人民幣214,129,000元(截至二零二一年六月三十日止六個月:約人民幣103,900,000元)。回顧期間的毛利率上升約8.7個百分點至約22.4%(截至二零二一年六月三十日止六個月:約13.7%)，主要是由於回顧期間亞麻紗(尤其是有機亞麻紗及瑞優亞麻紗)的平均售價上漲以及美元兌人民幣升值。

其他收益及得益

回顧期間的其他收益及得益主要包括政府補助及補貼約人民幣8,117,000元(截至二零二一年六月三十日止六個月:約人民幣1,001,000元)、利息收入約人民幣529,000元(截至二零二一年六月三十日止六個月:約人民幣180,000元)以及匯兌得益淨額人民幣28,238,000元(截至二零二一年六月三十日止六個月:人民幣1,295,000元)。匯兌得益淨額主要歸因於回顧期間美元兌人民幣升值，因為所有海外發票均以美元開具。於回顧期間，中國政府提供更多政府補助及補貼，旨在減輕為遏制COVID-19在中國傳播而實施的封鎖期間對企業的負面財務影響。

銷售及分銷開支

本集團於回顧期間的銷售及分銷開支約為人民幣51,257,000元(截至二零二一年六月三十日止六個月:約人民幣32,281,000元)，佔本集團總收入約5.4%(截至二零二一年六月三十日止六個月:約4.3%)。回顧期間的銷售成本佔收入百分比上升，主要是由於海運成本大幅增加及向海外銷售代理支付額外佣金所致。

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Administrative Expenses

The Group's administrative expenses for the Review Period amounted to approximately RMB60,087,000 (six months ended 30 June 2021: approximately RMB37,354,000), representing an increase of approximately 60.9% as compared with the corresponding period last year. The increase in the Group's administrative expenses was mainly due to additional staff costs of RMB6.0 million arising from the increase in headcount and bonuses, additional research and development expenses of RMB8.6 million, additional consulting fee of RMB2.6 million and additional provision of bad debts of RMB2.2 million during the Review Period.

Other Expenses

The Group's other expenses for the Review Period amounted to approximately RMB5,998,000 (six months ended 30 June 2021: approximately RMB546,000), which mainly represented the fair value loss on derivative instruments of RMB4,875,000 (six months ended 30 June 2021: Nil) and assets disposal loss of RMB621,000 (six months ended 30 June 2021: approximately RMB15,000) during the Review Period.

Finance Costs

Finance costs include net borrowing interest expense and interest on lease liabilities.

Net borrowing interests for the Review Period amounted to approximately RMB17,261,000 (six months ended 30 June 2021: approximately RMB19,194,000). Net borrowing interests represent the total interest expense on bank loans less amount capitalized attributable to capital assets.

An interest expense of approximately RMB3,490,000 was capitalized during the Review Period (six months ended 30 June 2021: approximately RMB2,706,000).

Interest on lease liabilities for the Review Period amounted to approximately RMB363,000 (six months ended 30 June 2021: RMB234,000).

Total finance costs for the Review Period amounted to approximately RMB17,624,000 (six months ended 30 June 2021: approximately RMB19,428,000).

行政開支

本集團於回顧期間的行政開支約為人民幣60,087,000元(截至二零二一年六月三十日止六個月：約人民幣37,354,000元)，較去年同期增加約60.9%。本集團於回顧期間的行政開支增加主要是由於員工人數及花紅增加導致額外員工成本人民幣6.0百萬元、額外研發開支人民幣8.6百萬元、額外諮詢費人民幣2.6百萬元及額外壞賬撥備人民幣2.2百萬元。

其他開支

本集團於回顧期間的其他開支約為人民幣5,998,000元(截至二零二一年六月三十日止六個月：約人民幣546,000元)，主要指回顧期間衍生工具的公允價值虧損人民幣4,875,000元(截至二零二一年六月三十日止六個月：無)及資產出售虧損人民幣621,000元(截至二零二一年六月三十日止六個月：約人民幣15,000元)。

財務成本

財務成本包括借貸利息開支淨額及租賃負債利息。

回顧期間的借貸利息淨額約為人民幣17,261,000元(截至二零二一年六月三十日止六個月：約人民幣19,194,000元)。借貸利息淨額指銀行貸款的利息開支總額減資本資產應佔的已撥充資本金額。

於回顧期間撥充資本的利息開支約為人民幣3,490,000元(截至二零二一年六月三十日止六個月：約人民幣2,706,000元)。

回顧期間的租賃負債利息約為人民幣363,000元(截至二零二一年六月三十日止六個月：人民幣234,000元)。

回顧期間的財務成本總額約為人民幣17,624,000元(截至二零二一年六月三十日止六個月：約人民幣19,428,000元)。

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Income Tax Expense

Income tax expense for the Review Period amounted to approximately RMB32,566,000 (six months ended 30 June 2021: RMB5,698,000). The effective tax rate for the Review Period and the corresponding period last year was approximately 27.8% and 31.7% respectively. The high effective tax rate in previous year was due to tax losses resulting from deferred tax assets of certain subsidiaries not being recognised.

Profit for the Review Period

The Group recorded a profit for the Review Period of approximately RMB84,439,000 (six months ended 30 June 2021: RMB12,289,000), representing a surge of approximately 5.9 times as compared with the corresponding period last year.

Minority interests

The minority interests of approximately RMB1,945,000 represented the share of the net profit of certain subsidiaries of the Group attributable to the minority shareholders during the Review Period (six months ended 30 June 2021: share of net loss of approximately RMB1,991,000).

Profit Attributable to Owners of the Parent

As a result of the aforesaid, the Group recorded a profit attributable to owners of the parent for the Review Period of approximately RMB82,494,000 (six months ended 30 June 2021: RMB14,280,000), representing a surge of approximately 4.8 times as compared with the corresponding period last year.

所得稅開支

回顧期間的所得稅開支約為人民幣32,566,000元（截至二零二一年六月三十日止六個月：人民幣5,698,000元）。回顧期間及去年同期的實際稅率分別為約27.8%及31.7%。上年實際稅率較高乃由於若干附屬公司的遞延稅項資產導致的稅項虧損並無確認。

回顧期間溢利

本集團於回顧期間錄得溢利約人民幣84,439,000元（截至二零二一年六月三十日止六個月：人民幣12,289,000元），較去年同期激增約5.9倍。

少數股東權益

少數股東權益約人民幣1,945,000元指於回顧期間少數股東應佔本集團若干附屬公司所佔純利（截至二零二一年六月三十日止六個月：應佔虧損淨額約人民幣1,991,000元）。

母公司擁有人應佔溢利

由於上文所述，於回顧期間，本集團錄得母公司擁有人應佔溢利約人民幣82,494,000元（截至二零二一年六月三十日止六個月：人民幣14,280,000元），較去年同期激增約4.8倍。

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Liquidity and Financial Resources

As at 30 June 2022, the Group had net current assets of approximately RMB274,407,000 (as at 31 December 2021: approximately RMB178,810,000). The Group financed its operations with internally generated resources and bank loans during the Review Period.

As at 30 June 2022, the Group had cash and cash equivalents of approximately RMB345,072,000 (as at 31 December 2021: approximately RMB249,213,000). The liquidity ratio of the Group as at 30 June 2022 was approximately 117.7% (as at 31 December 2021: approximately 113.3%).

Total assets of the Group as at 30 June 2022 were approximately RMB3,045,925,000 (as at 31 December 2021: RMB2,789,467,000).

Total equity of the Group as at 30 June 2022 was approximately RMB1,402,639,000 (as at 31 December 2021: approximately RMB1,350,616,000). As at 30 June 2022, the Group had interest-bearing bank and other borrowings repayable within 12 months from the date of the statement of financial position of approximately RMB819,243,000 (as at 31 December 2021: approximately RMB828,378,000) and long-term interest-bearing bank and other borrowings of approximately RMB56,532,000 (as at 31 December 2021: approximately RMB57,417,000). Together they represented a gross debt gearing ratio (i.e. total borrowings divided by total equity) amounted to approximately 62.4% (as at 31 December 2021: approximately 65.6%).

The Board believes that the Group's existing financial resources are relatively sufficient. In the event that additional financing is required, the Group may consider all possible financing options, including capital raising in the capital market as and when appropriate, with an objective to maintain the Group's gearing ratio at a healthy level.

The Group's cash and cash equivalents are mainly denominated in Renminbi, United States Dollars, Euros, Hong Kong Dollars and Ethiopian Birrs. Borrowings are mainly denominated in Renminbi and Euros.

流動資金及財務資源

於二零二二年六月三十日，本集團的流動資產淨值約為人民幣274,407,000元（於二零二一年十二月三十一日：約人民幣178,810,000元）。本集團於回顧期間以內部產生的資源及銀行貸款為營運提供資金。

於二零二二年六月三十日，本集團的現金及現金等價物約為人民幣345,072,000元（於二零二一年十二月三十一日：約人民幣249,213,000元）。本集團於二零二二年六月三十日的流動比率約為117.7%（於二零二一年十二月三十一日：約113.3%）。

本集團於二零二二年六月三十日的資產總值約為人民幣 3,045,925,000元（於二零二一年十二月三十一日：人民幣 2,789,467,000元）。

本集團於二零二二年六月三十日的權益總額約為人民幣1,402,639,000元（於二零二一年十二月三十一日：約人民幣1,350,616,000元）。於二零二二年六月三十日，本集團須於由財務狀況表日期起計十二個月內償還的計息銀行及其他借貸約為人民幣819,243,000元（於二零二一年十二月三十一日：約人民幣828,378,000元），並有長期計息銀行及其他借貸約人民幣56,532,000元（於二零二一年十二月三十一日：約人民幣57,417,000元）。兩者反映的總資本負債率（即總借貸除以權益總額）約為62.4%（於二零二一年十二月三十一日：約65.6%）。

董事會相信，本集團現有的財務資源相對充足。倘需額外資金，本集團可考慮一切可能的融資方案，包括於適當時在資本市場進行集資，旨在使本集團的資本負債率維持在穩健水平。

本集團的現金及現金等價物主要以人民幣、美元、歐元、港元及埃塞俄比亞比爾計值。借貸主要以人民幣及歐元計值。

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CAPITAL COMMITMENTS

As at 30 June 2022, outstanding contractual capital commitments of the Group in respect of the purchase of property, plant and equipment not provided for in the interim condensed consolidated financial statements amounted to approximately RMB224,387,000 (as at 31 December 2021: approximately RMB259,247,000). As at 30 June 2022, there was no capital commitment authorised but not contracted for (as at 31 December 2021: Nil).

CONTINGENT LIABILITIES

As at 30 June 2022, the Group did not have any contingent liabilities.

CHARGE ON ASSETS

As at 30 June 2022, the current interest-bearing bank loans with a carrying amount of RMB474,000,000 (31 December 2021: RMB443,521,000) were secured by certain property, plant and equipment with carrying amounts of approximately RMB302,669,000 (31 December 2021: RMB322,481,000), and by inventories with carrying amounts of approximately RMB40,000,000 (31 December 2021: RMB40,000,000), respectively.

MATERIAL ACQUISITION AND DISPOSAL

The Group did not have any material acquisition or disposal of subsidiaries, associates and joint ventures during the Review Period.

SIGNIFICANT INVESTMENTS HELD

The Group did not have any significant investment held during the Review Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save for the ongoing investment in the Group's Ethiopia factory project, various up-keeping and maintenance of existing factory projects, investment in linen fabric production capability and expansion plan to build a new warehouse in Heilongjiang, the Directors confirmed that as at the date of this report, there is no future plan for any material investments or capital assets.

資本承擔

於二零二二年六月三十日，本集團就購買物業、廠房及設備未在中期簡明合併財務報表內計提的未償還合約資本承擔約為人民幣224,387,000元（於二零二一年十二月三十一日：約人民幣259,247,000元）。於二零二二年六月三十日，本集團並無已授權但尚未訂約的資本承擔（於二零二一年十二月三十一日：無）。

或有負債

於二零二二年六月三十日，本集團並無任何或有負債。

資產押記

於二零二二年六月三十日，賬面金額為人民幣474,000,000元（二零二一年十二月三十一日：人民幣443,521,000元）的即期計息銀行貸款分別以賬面金額約人民幣302,669,000元（二零二一年十二月三十一日：人民幣322,481,000元）的若干物業、廠房及設備，及賬面金額約人民幣40,000,000元（二零二一年十二月三十一日：人民幣40,000,000元）的存貨作抵押。

重大收購及出售

於回顧期間，本集團並無任何附屬公司、聯營公司及合營公司的重大收購或出售。

所持重大投資

本集團於回顧期間並無持有任何重大投資。

重大投資或資本資產的未來計劃

除對本集團埃塞俄比亞工廠項目的持續投資、現有工廠項目的各種維護保養、亞麻面料產能投資及於黑龍江省建立新倉庫的擴張計劃外，董事確認於本報告日期，概無任何重大投資或資本資產的未來計劃。

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FOREIGN CURRENCY EXPOSURE

The Group's transactions are mainly denominated in Renminbi, United States Dollars, Euros, Hong Kong Dollars and Ethiopian Birrs. The exchange rate fluctuations of such currencies are monitored regularly and managed appropriately. Currently, the Company has also entered into certain foreign currency forward contracts and derivative financial instruments by utilising its credit line. There were derivative financial instruments liabilities of RMB6,150,000 as at 30 June 2022 (as at 31 December 2021: RMB1,275,000).

REMUNERATION POLICY

As at 30 June 2022, the Group had a total of 4,342 employees (30 June 2021: 3,254 employees). Total staff costs incurred for the Review Period amounted to approximately RMB97,418,000 (six months ended 30 June 2021: RMB66,445,000).

The Group offers comprehensive and competitive remuneration, retirement scheme and benefit packages to its employees. The Group is required to make contributions to a social security scheme in China. Moreover, each of the Group and its employees in China is required to make contributions to fund pension insurance and unemployment insurance at rates specified in the relevant laws and regulations in China.

The remuneration policy for the employees of the Group is formulated by the Board with reference to the employee's respective qualification, experience, responsibilities and contributions to the Group, as well as the prevailing market rate of remuneration for a similar position. The remuneration of the Directors is determined by the Board and the remuneration committee of the Company with the mandate given by the shareholders of the Company (the "Shareholders") at the annual general meeting having regard to the Group's operating results, individual performance and comparable market statistics. The Group also provides both internal and external training programmes for its employees from time to time.

外幣風險

本集團的交易主要以人民幣、美元、歐元、港元及埃塞俄比亞比爾計值。本集團定期監察並妥善管理該等貨幣之間的匯率波動。目前，本公司亦運用信貸額訂立了若干外幣遠期合約及衍生金融工具。於二零二二年六月三十日，本集團有人民幣6,150,000元的衍生金融工具負債（於二零二一年十二月三十一日：人民幣1,275,000元）。

薪酬政策

於二零二二年六月三十日，本集團合共聘有4,342名僱員（二零二一年六月三十日：3,254名僱員）。回顧期間產生的總員工成本約為人民幣97,418,000元（截至二零二一年六月三十日止六個月：人民幣66,445,000元）。

本集團為其僱員提供全面及具競爭力的薪酬、退休計劃及福利待遇。本集團須向中國社會保障計劃供款。此外，本集團及其中國僱員須各自按有關中國法律及法規訂明的水平向養老保險及失業保險作出供款。

本集團僱員的薪酬政策由董事會參照各僱員的資歷、經驗、所承擔責任、對本集團的貢獻及類似職位的現行市場薪酬水平制定。董事會及本公司薪酬委員會獲本公司股東（「股東」）於股東週年大會上授權，根據本集團經營業績、董事個別表現及可比較市場數字釐定董事薪酬。本集團亦不時為其僱員提供內部及外部培訓課程。

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The Group has also adopted a share option scheme and a share award plan for the purpose of providing incentives and rewards to the Directors, including independent non-executive Directors, and other employees of the Group who have contributed to the success of the Group's operations. The Board will constantly review and determine at its absolute discretion such number of awarded shares of the Company (the "Shares") to be awarded to the selected persons under the share award plan with such vesting conditions as the Board may deem appropriate.

CHANGE IN CONSTITUTIONAL DOCUMENTS

Pursuant to a special resolution of the Shareholders at the annual general meeting of the Company held on 27 May 2022, the Memorandum of Association of the Company (the "Memorandum") and the Articles of Association of the Company (the "Articles") were amended and restated with effect from 27 May 2022. For details of the amendments to the Memorandum and Articles and the adoption of the amended and restated Memorandum and Articles, please refer to the circular of the Company dated 21 April 2022 and the poll results announcement of the Company dated 27 May 2022.

An updated copy of the Memorandum and Articles is available on the websites of the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

MISCELLANEOUS

The Board is of the opinion that there have been no material changes to the information published in the Company's annual report for the year ended 31 December 2021, other than those disclosed in this report.

PRINCIPAL RISKS AND UNCERTAINTIES FACING THE GROUP

The Group is principally engaged in the manufacturing of linen yarn and the sale of the products to over 20 countries. Overseas sales are invoiced in United States Dollars. Domestic sales in China are invoiced in Renminbi. Raw materials (fiber flax) are imported from Europe. The principal risks and uncertainties facing the Group include the demand for linen yarn, protectionism of certain countries and possible punitive tariffs imposed on products made in China, stable supplies of raw materials, depreciation of United States Dollars against Renminbi, the implementation risks of the new expansion project in Ethiopia, and outbreak of epidemic causing disruption of production.

本集團亦已採納購股權計劃及股份獎勵計劃，目的為向對本集團業務的成功作出貢獻的董事（包括獨立非執行董事）及本集團的其他僱員提供激勵及獎勵。董事會將不斷檢討及全權酌情釐定根據股份獎勵計劃按董事會可能視為合適的有關歸屬條件將向獲選人士授出的有關本公司獎勵股份（「股份」）數目。

章程文件變動

根據股東於二零二二年五月二十七日舉行的本公司股東週年大會上的特別決議案，本公司的組織章程大綱（「大綱」）及本公司的組織章程細則（「細則」）已修訂及重列，自二零二二年五月二十七日起生效。有關修訂大綱及細則以及採納經修訂及重列大綱及細則的詳情，請參閱本公司日期為二零二二年四月二十一日的通函及本公司日期為二零二二年五月二十七日的投票表決結果公告。

大綱及細則的最新文本可於本公司及香港聯合交易所有限公司（「聯交所」）網站查閱。

雜項資料

董事會認為，除本報告所披露者外，本公司截至二零二一年十二月三十一日止年度的年報內所刊發的資料並無重大變動。

本集團面對的主要風險及不明朗因素

本集團主要從事亞麻紗生產，並向超過20個國家銷售產品。海外銷售的發票以美元為單位。中國內地銷售的發票以人民幣為單位。原材料（亞麻纖維）從歐洲進口。本集團面對的主要風險及不明朗因素包括對亞麻紗的需求、若干國家的貿易保護主義及可能對中國製產品徵收懲罰性關稅、穩定的原材料供應、美元兌人民幣貶值、埃塞俄比亞新擴充項目的執行風險及導致生產中斷的疫情爆發。

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OUTLOOK AND PLANS

Business operation is getting back to normal after 2 whole years of COVID-19 pandemic. However, the trade tension between the United States and China is expected to continue in the foreseeable future.

The Group's factory in Ethiopia has been in operation since 2021 and would contribute extra production capacity to the Group.

The Group has partnered with COTTONCONNECT from the United Kingdom for the development of REEL Linen Code of Conduct in last year. REEL stands for "Responsible Environment, Enhanced Livelihoods". REEL Linen Code of Conduct is a social responsibility initiative committed to the improvement and promotion of environmental safety, quality responsibility and traceability of the global flax industry from farm to yarn, and to promote the sustainable development of the whole industry chain from planting to end user. The Company will continue to promote the REEL Linen Code of Conduct for the sustainability of the linen industry.

前景及計劃

於經歷整整兩年的COVID-19疫情後，業務運營逐步恢復正常。然而，預計中美貿易衝突於可預見未來仍將持續。

本集團於埃塞俄比亞的工廠已自二零二一年開始運營，並將為本集團貢獻額外產能。

本集團去年與英國的康特耐 (COTTONCONNECT) 合作制定瑞優亞麻行為守則。瑞優代表「對環境負責，讓生活改善」。瑞優亞麻行為守則為一項社會責任倡議，致力於改善及促進全球亞麻行業由農場到紗線的環境安全、質量責任及可追溯性，促進由種植到終端用戶的全產業鏈的可持續發展。本公司將繼續推廣瑞優亞麻行為守則，以促進亞麻行業的可持續發展。

Disclosure of Interests 權益披露

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

董事及最高行政人員於股份、相關股份及債券擁有的權益及淡倉

As at 30 June 2022, the Directors and their associates had the following interests 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 (the "SFO"), or which were recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"):

於二零二二年六月三十日，董事及彼等的聯繫人於股份、本公司及其相聯法團（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）的相關股份及債券中擁有，或已記入證券及期貨條例第352條規定存置的登記冊的權益，或按照香港聯合交易所有限公司證券上市規則（「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（「標準守則」）須另行知會本公司及聯交所的權益如下：

Long positions in Shares

股份的好倉

Ordinary Shares of HK\$ 0.01 each 每股面值0.01港元的普通股

Name of Director	董事姓名	Personal interests (Note 1)	Corporate interests	Total number of Shares interested	Approximately percentage of issued share capital (%)
		個人權益 (附註1)	公司權益	擁有權益的股份總數	佔已發行股本概約百分比(%)
Mr. Ren Weiming	任維明先生	12,072,000	302,800,000 (Note 2) (附註2)	314,872,000	50.01
Mr. Ngan Kam Wai Albert	顏金煒先生	418,000	67,000,000 (Note 3) (附註3)	67,418,000	10.71
Ms. Shen Hong	沈鴻女士	504,000	–	504,000	0.08

Notes:

附註：

1. The Shares are registered under the names of the Directors who are the beneficial Shareholders.

1. 該等股份以作為實益股東的董事的名義登記。

Disclosure of Interests 權益披露

2. Mr. Ren Weiming holds approximately 76.38% of the issued share capital of Kingdom Investment (BVI) (as defined below). Mr. Ren therefore holds a controlling interest in Kingdom Investment (BVI) and is deemed under the SFO to be interested in the Shares held by Kingdom Investment (BVI).
2. Kingdom Investment (BVI) (定義見下文) 由任維明先生持有約76.38%的已發行股本。因此，任先生對Kingdom Investment (BVI)持有控制權益。根據證券及期貨條例，任先生因而被視為於由Kingdom Investment (BVI)持有的股份中擁有權益。
3. Mr. Ngan Kam Wai Albert and Ms. Ngan Chan Kattie Sau Kat, the spouse of Mr. Ngan, holds approximately 51.00% and 23.00% of the issued share capital of Millionfull International (as defined below) and 57.98% and 29.76% of the issued share capital of Millionfull Company Limited, respectively. Mr. Ngan therefore holds controlling interests in both Millionfull International and Millionfull Company Limited and is deemed under the SFO to be interested in 64,800,000 Shares, i.e. 10.29%, held by Millionfull International and 2,200,000 Shares, i.e. 0.35%, held by Millionfull Company Limited.
3. Millionfull International (定義見下文) 由顏金煒先生及顏陳秀吉女士(顏先生的配偶)分別持有約51.00%及23.00%的已發行股本，而億裕有限公司則由彼等分別持有57.98%及29.76%的已發行股本。因此，顏先生對Millionfull International及億裕有限公司持有控制權益。根據證券及期貨條例，顏先生因而被視為於由Millionfull International持有的64,800,000股股份(即10.29%)及由億裕有限公司持有的2,200,000股股份(即0.35%)中擁有權益。

Share options

As at 30 June 2022, no share options were granted to the Directors or any of their associates.

Save as disclosed above, as at 30 June 2022, none of the Directors or their associates had or were deemed to have any interests or short positions in the Shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which were recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

Save as disclosed above, at no time during the Review Period was the Company or any of its subsidiary companies a party or parties to any arrangement to enable the Directors to acquire benefits by means of acquisition of Shares in or debentures of the Company or any other body corporate.

購股權

於二零二二年六月三十日，並無授出購股權予董事或彼等任何的聯繫人。

除以上所披露者外，於二零二二年六月三十日，概無董事或彼等的聯繫人於本公司或其任何相聯法團(定義見證券及期貨條例第XV部)的股份、相關股份及債券中擁有或被視為擁有已記入證券及期貨條例第352條規定存置的登記冊，或按照標準守則已另行知會本公司及聯交所的任何權益或淡倉。

除以上所披露者外，本公司或其任何附屬公司於回顧期間任何時候均無訂立任何安排，使董事以收購本公司或任何其他法人團體的股份或債券的方式獲得利益。

Disclosure of Interests 權益披露

INTERESTS AND SHORT POSITIONS OF SUBSTANTIAL SHAREHOLDERS

So far as it is known to the Directors, as at 30 June 2022, the following persons, other than a Director or chief executive of the Company, had interests or short positions in the Shares or underlying shares of the Company which were recorded in the register required to be kept under Section 336 of the SFO:

Long positions in Shares

Name of Shareholder 股東名稱	Capacity 身份	Number of Shares 股份數目	Approximately percentage of issued share capital (%) 佔已發行股本概約百分比(%)
Kingdom Investment Holdings Limited ("Kingdom Investment (BVI)") (Note 1) Kingdom Investment Holdings Limited (「Kingdom Investment (BVI)」) (附註1)	Beneficial owner 實益擁有人	302,800,000	48.09
Millionfull International Co., Ltd. ("Millionfull International") (Note 2) Millionfull International Co., Ltd. (「Millionfull International」) (附註2)	Beneficial owner 實益擁有人	64,800,000	10.29

Notes:

- Kingdom Investment (BVI) is owned as to 76.38% by Mr. Ren Weiming, an executive Director and substantial Shareholder of the Company.
- Millionfull International is owned as to 51.00% by Mr. Ngan Kam Wai Albert, a non-executive Director, and 23.00% by Ms. Ngan Chan Kattie Sau Kat, the spouse of Mr. Ngan.

Save as disclosed above, as at 30 June 2022, the Company had not been notified by any person, other than a Director or chief executive of the Company, who had interests or short positions in the Shares or underlying shares of the Company which were recorded in the register required to be kept by the Company under section 336 of the SFO.

主要股東的權益及淡倉

就董事目前所知，於二零二二年六月三十日，以下人士（董事或本公司最高行政人員除外）於本公司股份或相關股份中擁有已記入證券及期貨條例第336條規定存置的登記冊的權益或淡倉：

股份好倉

Name of Shareholder 股東名稱	Capacity 身份	Number of Shares 股份數目	Approximately percentage of issued share capital (%) 佔已發行股本概約百分比(%)
Kingdom Investment Holdings Limited ("Kingdom Investment (BVI)") (Note 1) Kingdom Investment Holdings Limited (「Kingdom Investment (BVI)」) (附註1)	Beneficial owner 實益擁有人	302,800,000	48.09
Millionfull International Co., Ltd. ("Millionfull International") (Note 2) Millionfull International Co., Ltd. (「Millionfull International」) (附註2)	Beneficial owner 實益擁有人	64,800,000	10.29

附註：

- 本公司執行董事兼主要股東任維明先生擁有 Kingdom Investment (BVI) 76.38%的權益。
- 非執行董事顏金煒先生及顏陳秀吉女士（顏先生的配偶）分別擁有 Millionfull International 51.00% 及 23.00%的權益。

除以上所披露者外，於二零二二年六月三十日，本公司並無獲任何人士（董事或本公司最高行政人員除外）知會，其於本公司的股份或相關股份中擁有已記入證券及期貨條例第336條規定由本公司存置的登記冊的權益或淡倉。

Corporate Governance and Other Information

企業管治及其他資料

CONTINUING DISCLOSURE OBLIGATIONS PURSUANT TO THE LISTING RULES

The Company does not have any other disclosure obligations under Rules 13.20, 13.21 and 13.22 of the Listing Rules.

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

The Company or any of its subsidiaries did not purchase, sell or redeem any of the Company's listed securities during the Review Period.

CORPORATE STRATEGY AND LONG-TERM BUSINESS MODEL

The primary objective of the Group is to enhance long-term total return for Shareholders. The strategy of the Group is to deliver sustainable returns with solid financial fundamentals. To achieve this objective, the Company strives to be one of the largest linen yarn manufacturers in the world through implementation of strategic global production layout, its commitment to sustainable development and technical innovation, developing proprietary intellectual property rights, branding of products and pursuing advanced management for lean management and excellent performance to generate or preserve value over a longer term. The management discussion and analysis contains discussions and analyses of the performance of the Group and the basis on which the Group generates or preserves value over the long term and the strategy for delivering the objective of the Group.

INTERIM DIVIDEND

The Board has resolved not to recommend any interim dividend for the six months ended 30 June 2022 (30 June 2021: Nil).

根據上市規則的持續披露責任

本公司並無任何其他須根據上市規則第13.20、13.21及13.22條作出披露的責任。

購買、出售或贖回本公司上市證券

本公司或其任何附屬公司於回顧期間概無購買、出售或贖回本公司任何上市證券。

企業策略及長期業務模式

本集團的主要目標為提升股東長遠回報總額。本集團的策略為打造堅實的財務基礎，落實持續回報。為實現此目標，本公司實施了生產佈局全球化的策略，致力於可持續發展及技術創新，開發自主知識產權，產品品牌營銷，追求卓越管理從而達致精益管理及優秀表現，銳意成為全球最大型亞麻紗製造商之一，長期創造或維持價值。管理層討論及分析載有本集團表現的討論及分析，本集團長遠取得或維持有關價值的基礎，以及實現本集團目標的策略。

中期股息

董事會議決不建議就截至二零二二年六月三十日止六個月宣派任何中期股息（二零二一年六月三十日：無）。

Corporate Governance and Other Information 企業管治及其他資料

SHARE OPTION SCHEME

The Company has adopted a share option scheme (the “Scheme”) on 30 May 2016, for the purpose of providing rewards and incentives to any Director, employee, consultant, customer, supplier, agent, partner or adviser of or contractor to the Group who have contributed to the success of the Group’s operations. No option has been granted under the Scheme since its adoption on 30 May 2016.

SHARE AWARD PLAN

The Company has adopted a share award plan (the “Share Award Plan”) on 26 August 2016. The purpose of the Share Award Plan is to incentivise, recognize and reward eligible persons for their contribution to the Group, attract and retain personnel, and align the interests of award holders with that of the Shareholders to promote the long-term development and financial performance of the Company.

The Board may, from time to time and at its sole discretion, select any eligible person to participate in the Share Award Plan and determine the number of Shares to be awarded and the terms and conditions of the awards. Awards shall be satisfied by Shares acquired in the market at the prevailing market price and no new Shares will be allotted and issued under the Share Award Plan. The trustee of the Share Award Plan (the “Trustee”) shall hold the awarded Shares on trust for the award holders until the awarded Shares are vested in the relevant award holders according to the Share Award Plan rules. Upon vesting, the Trustee shall either transfer the vested awarded Shares at no cost to such award holders or sell the vested awarded Shares at the then prevailing market price by way of market order and remit the net proceeds to the award holders in accordance with the direction given by such award holders.

The Trustee had purchased an aggregate of 19,400,000 Shares on the market in 2017 as reserve for any future award of Shares and held them on trust for the selected eligible persons pursuant to the terms and conditions of the rules of the Share Award Plan and the trust deed. No Share was purchased by the Trustee during the Review Period.

購股權計劃

本公司於二零一六年五月三十日採納購股權計劃（「計劃」），旨在向任何曾對本集團業務成功作出貢獻的董事、本集團的僱員、顧問、客戶、供應商、代理、業務夥伴或諮詢人或承辦商提供獎勵及激勵。自計劃於二零一六年五月三十日採納以來，概無根據計劃授出購股權。

股份獎勵計劃

本公司已於二零一六年八月二十六日採納股份獎勵計劃（「股份獎勵計劃」）。股份獎勵計劃之目的為激勵、認可及獎勵合資格人士為本集團作出的貢獻、吸引及挽留人員以及使獎勵持有人與股東利益一致，以推動本公司長期發展及提升本公司財務表現。

董事會可不時按其全權酌情決定選擇任何合資格人士參與股份獎勵計劃及釐定將授予的股份數目以及獎勵的條款及條件。獎勵將以按當時市價於市場上購買的股份撥付而概不會根據股份獎勵計劃配發及發行任何新股份。股份獎勵計劃的受託人（「受託人」）應以信託方式為獎勵持有人持有獎勵股份，直至獎勵股份根據股份獎勵計劃規則歸屬予有關獎勵持有人為止。於歸屬後，受託人須按照該等獎勵持有人作出的指示，將已歸屬的獎勵股份免費轉讓予該等獎勵持有人，或於市場上按當時現行的市價出售已歸屬的獎勵股份並將所得款項淨額匯付予獎勵持有人。

於二零一七年，受託人已根據股份獎勵計劃規則及信託契約的條款及條件，於市場上購買合共 19,400,000 股股份作為任何未來股份獎勵的儲備，並以信託方式為獲選合資格人士持有該等股份。受託人於回顧期間概無購買股份。

Corporate Governance and Other Information

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On 25 May 2018, 19,400,000 Shares have been awarded to selected persons of which 19,370,000 Shares have been accepted pursuant to the Share Award Plan.

On 25 May 2019, 1,010,000 of the awarded Shares which have been vested were transferred from the Trustee to the names of 29 awardees.

On 29 April 2020, 5,159,250 of the awarded Shares which have been vested were transferred from the Trustee to the names of 51 awardees. In addition, 1,000,000 granted Shares were returned to the share pool due to resignation of relevant employees during the year ended 31 December 2020.

No awarded Shares were vested during the Review Period as the vesting condition on performance target for the year 2021 was not satisfied. As at 30 June 2022, 1,605,000 Shares currently held by the Trustee remain available for granting to employees in the future under the Share Award Scheme.

EVENTS AFTER THE REVIEW PERIOD

The Group has no material events after the Review Period that is required to be disclosed subsequent to 30 June 2022 and up to the date of this report.

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has devised its own code of conduct regarding securities transactions by Directors on terms no less exacting than the required standard as set out in the Model Code. Having made specific enquiries with all Directors, all Directors have confirmed that they have complied with the required standards as set out in the Model Code and the Company's code of conduct regarding Directors' securities transactions for the Review Period and up to the publication date of this report.

於二零一八年五月二十五日，已根據股份獎勵計劃向獲選人士授出19,400,000股股份，其中19,370,000股股份已獲接納。

於二零一九年五月二十五日，1,010,000股獎勵股份已予歸屬並由受託人轉移至29位承授人名下。

於二零二零年四月二十九日，5,159,250股獎勵股份已予歸屬並由受託人轉移至51位承授人名下。此外，截至二零二零年十二月三十一日止年度，1,000,000股已授出股份因相關僱員辭職而退回股份池。

由於二零二一年績效目標的歸屬條件未獲達成，故於回顧期間概無歸屬任何獎勵股份。於二零二二年六月三十日，受託人目前持有的1,605,000股股份仍可供根據股份獎勵計劃於日後授予僱員。

回顧期間後事項

於二零二二年六月三十日後及直至本報告日期，本集團於回顧期間後概無須披露之重大事項。

董事進行證券交易的標準守則

本公司已就董事進行證券交易制定其自身行為守則，其條款不遜於標準守則所載的規定標準。經向全體董事作出特定查詢後，全體董事已確認於回顧期間及直至本報告之刊發日期，彼等一直遵守標準守則所載的規定標準及本公司有關董事進行證券交易的行為守則。

Corporate Governance and Other Information 企業管治及其他資料

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE OF THE LISTING RULES

The Company is committed to the establishment of good corporate governance practices and procedures with a view to being a transparent and responsible organisation which is open and accountable to the Company's Shareholders. The Directors believe that good corporate governance practices are increasingly important for maintaining and promoting investor confidence. In the opinion of the Directors, save for the deviation from code provision C.2.1 of Part 2 of the Corporate Governance Code (the "Code") contained in Appendix 14 to the Listing Rules as disclosed below, the Company has complied with all the code provisions set out in Part 2 of the Code throughout the Review Period.

Code Provision C.2.1

Under code provision C.2.1 of Part 2 of the Code, the roles of the chairman and chief executive officer of the Company should be separated and should not be performed by the same individual. The Company does not have any officer with the title of "chief executive officer". Mr. Ren Weiming, who acts as the chairman of the Company, is also responsible for overseeing the general operations of the Group. The Board meets regularly to consider major matters affecting the operations of the Group. Given the nature and extent of the Group's operation and Mr. Ren's extensive experience in the industry, the Board considers that this structure will not impair the balance of power and authority between the Board and the management of the Company and is conducive to strong and consistent leadership, enabling the Company to operate efficiently.

遵守上市規則企業管治守則

本公司致力建立良好企業管治常規及程序，以成為具透明度及負責任的組織，並對本公司股東公開及負責。董事相信，良好企業管治常規對維持及提升投資者信心日益重要。董事認為，除下文所披露的偏離上市規則附錄十四所載企業管治守則（「守則」）第2部的守則條文第C.2.1條的情況外，本公司於整個回顧期間一直遵守守則第2部所載的所有守則條文。

守則條文第C.2.1條

根據守則第2部的守則條文第C.2.1條，本公司主席及行政總裁應有職責分工，兩職不應由同一人士擔任。本公司並無任何高級職員擁有「行政總裁」職銜。任維明先生為本公司主席，亦負責監察本集團一般營運。董事會定期舉行會議，以考慮影響本集團營運的主要事宜。基於本集團業務性質及規模，以及任先生於業內的豐富經驗，董事會認為此架構將不會損害董事會與本公司管理層之間的權力及職權平衡，且有助於建立有力而穩定的領導層，使本公司能有效營運。

Corporate Governance and Other Information

企業管治及其他資料

AUDIT COMMITTEE AND REVIEW OF INTERIM RESULTS

The audit committee of the Company (the “**Audit Committee**”) was established in compliance with Rules 3.21 and 3.22 of the Listing Rules and with written terms of reference in compliance with the Code. The primary duties of the Audit Committee are to review and supervise the financial reporting process, risk management and internal control systems of the Group as well as the Group’s internal audit function and to provide advice and comments to the Board. The Audit Committee comprises three members who are all independent non-executive Directors, namely, Mr. Lau Ying Kit, Mr. Yan Jianmiao and Mr. Lo Kwong Shun Wilson. Mr. Lau Ying Kit, who has appropriate professional qualifications and experience in accounting matters, was appointed as the chairman of the Audit Committee. The interim results of the Group for the Review Period and this interim report have been reviewed with no disagreement by the Audit Committee.

APPRECIATION

The chairman of the Company would like to take this opportunity to thank his fellow Directors for their invaluable advice and guidance, and to each and every one of the staff of the Group for their hard work and loyalty to the Group.

審核委員會及中期業績審閱

本公司已遵照上市規則第3.21及3.22條成立審核委員會（「**審核委員會**」），並訂出符合守則的書面職權範圍。審核委員會的主要職責為檢討及監察本集團財務申報程序、風險管理及內部監控制度以及本集團內部審核職能，並向董事會提供意見及評議。審核委員會由三名均屬獨立非執行董事的成員組成，分別為劉英傑先生、嚴建苗先生及羅廣信先生，而於會計事宜擁有適當專業資格及經驗的劉英傑先生獲委任為審核委員會主席。本集團於回顧期間的中期業績及本中期報告已由審核委員會審閱，並無不同意之處。

致謝

本公司主席希望藉此機會感謝眾位董事給予寶貴意見及指導，以及本集團各員工為本集團勤奮工作及忠誠服務。

Interim Condensed Consolidated Statement of Profit or Loss

中期簡明合併損益表

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

For the six months ended 30 June
截至六月三十日止六個月

		Notes 附註	2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
REVENUE FROM CONTRACTS WITH CUSTOMERS	客戶合約收入			
		4	957,058	756,724
Cost of sales	銷售成本		(742,929)	(652,824)
Gross profit	毛利		214,129	103,900
Other income and gains	其他收益及得益	4	37,842	3,696
Selling and distribution expenses	銷售及分銷開支		(51,257)	(32,281)
Administrative expenses	行政開支		(60,087)	(37,354)
Other expenses	其他開支		(5,998)	(546)
Finance costs	財務成本	5	(17,624)	(19,428)
PROFIT BEFORE TAX	除稅前溢利	6	117,005	17,987
Income tax expense	所得稅開支	7	(32,566)	(5,698)
PROFIT FOR THE PERIOD	期內溢利		84,439	12,289
Attributable to:	由下列項目應佔：			
Owners of the parent	母公司擁有人		82,494	14,280
Non-controlling interests	非控制性權益		1,945	(1,991)
			84,439	12,289
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	母公司普通股權益持有人應佔每股盈利			
Basic	基本	9	RMB人民幣0.13元	RMB人民幣0.02元
Diluted	攤薄	9	RMB人民幣0.13元	RMB人民幣0.02元

Interim Condensed Consolidated Statement of Comprehensive Income

中期簡明合併全面收益表

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

		For the six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
PROFIT FOR THE PERIOD	期內溢利	84,439	12,289
Other comprehensive income to be reclassified to profit or loss in subsequent periods:	將於往後期間重新分類至損益的其他全面收益：		
Exchange differences on translation of foreign operations	換算海外業務的匯兌差額	(1,527)	(493)
TOTAL COMPREHENSIVE INCOME, FOR THE PERIOD	期內全面收益總額	82,912	11,796
Attributable to:	由下列項目應佔：		
Owners of the parent	母公司擁有人	80,967	13,787
Non-controlling interests	非控制性權益	1,945	(1,991)
		82,912	11,796

Interim Condensed Consolidated Statement of Financial Position

中期簡明合併財務狀況表

As at 30 June 2022 於二零二二年六月三十日

			30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
	<i>Notes</i> <i>附註</i>			
NON-CURRENT ASSETS		非流動資產		
Property, plant and equipment		物業、廠房及設備	1,116,429	1,150,775
Investment property		投資物業	4,832	5,132
Right-of-use assets		使用權資產	85,088	87,362
Other intangible assets		其他無形資產	6,513	5,987
Prepayments for equipment		設備預付款項	3,424	1,456
Deferred tax assets		遞延稅項資產	2,886	7,233
Other non-current assets		其他非流動資產	3,407	3,407
Total non-current assets		非流動資產總值	<u>1,222,579</u>	<u>1,261,352</u>
CURRENT ASSETS		流動資產		
Inventories		存貨	703,153	629,221
Trade and notes receivables		應收貿易賬款及應收票據	487,248	512,732
Prepayments, deposits and other receivables		預付款、押金及其他應收款項	105,075	92,219
Pledged deposits		已抵押存款	182,798	44,730
Cash and cash equivalents		現金及現金等價物	345,072	249,213
Total current assets		流動資產總值	<u>1,823,346</u>	<u>1,528,115</u>
CURRENT LIABILITIES		流動負債		
Trade and notes payables		應付貿易賬款及應付票據	455,580	293,920
Other payables and accruals		其他應付款項及預提費用	209,203	210,602
Interest-bearing bank and other borrowings		計息銀行及其他借貸	819,243	828,378
Derivative financial instruments		衍生金融工具	6,150	1,275
Dividend payable		應付股息	32,501	182
Tax payable		應付稅項	26,262	14,948
Total current liabilities		流動負債總額	<u>1,548,939</u>	<u>1,349,305</u>
NET CURRENT ASSETS		流動資產淨值	<u>274,407</u>	<u>178,810</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		資產總值減流動負債	<u>1,496,986</u>	<u>1,440,162</u>

Interim Condensed Consolidated Statement of Financial Position

中期簡明合併財務狀況表

As at 30 June 2022 於二零二二年六月三十日

		30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
TOTAL ASSETS LESS CURRENT LIABILITIES	資產總值減流動負債	1,496,986	1,440,162
NON-CURRENT LIABILITIES	非流動負債		
Deferred tax liabilities	遞延稅項負債	37,815	32,129
Interest-bearing bank and other borrowings	計息銀行及其他借貸	56,532	57,417
	15		
Total non-current liabilities	非流動負債總額	94,347	89,546
Net assets	資產淨值	1,402,639	1,350,616
EQUITY	權益		
Equity attributable to owners of the parent	母公司擁有人應佔權益		
Share capital	股本	6,329	6,329
Treasury shares	庫存股份	(13,305)	(13,305)
Reserves	儲備	1,322,780	1,272,702
		1,315,804	1,265,726
Non-controlling interests	非控制性權益	86,835	84,890
Total equity	權益總額	1,402,639	1,350,616

Interim Condensed Consolidated Statement of Changes in Equity

中期簡明合併權益變動表

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

		Attributable to owners of the parent 母公司擁有人應佔								Non-controlling interests 非控制性權益		Total equity 權益總額
		Issued capital 已發行股本	Share premium 股份溢價	Treasury shares 庫存股份	Merger reserve 合併儲備	Statutory reserve 法定儲備	Other reserve 其他儲備	Exchange reserve 匯兌儲備	Retained profits 保留溢利	Total 總計	Non-controlling interests 非控制性權益	Total equity 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
At 31 December 2021 (audited)	於二零二一年十二月三十一日 (經審核)	6,329	269,226	(13,305)	196,019	157,628	758	(12,384)	661,455	1,265,726	84,890	1,350,616
Profit for the period	期內溢利	-	-	-	-	-	-	-	82,494	82,494	1,945	84,439
Exchange differences on translation of foreign operations	換算海外業務的匯兌差額	-	-	-	-	-	-	(1,527)	-	(1,527)	-	(1,527)
Total comprehensive income for the period	期內全面收益總額	-	-	-	-	-	-	(1,527)	82,494	80,967	1,945	82,912
Final 2021 dividend declared	已宣派二零二一年末期股息	-	-	-	-	-	-	-	(30,889)	(30,889)	-	(30,889)
At 30 June 2022 (unaudited)	於二零二二年六月三十日 (未經審核)	<u>6,329</u>	<u>269,226</u>	<u>(13,305)</u>	<u>196,019</u>	<u>157,628</u>	<u>758</u>	<u>(13,911)</u>	<u>713,060</u>	<u>1,315,804</u>	<u>86,835</u>	<u>1,402,639</u>

		Attributable to owners of the parent 母公司擁有人應佔								Non-controlling interests 非控制性權益		Total equity 權益總額
		Issued capital 已發行股本	Share premium 股份溢價	Treasury shares 庫存股份	Merger reserve 合併儲備	Statutory reserve 法定儲備	Exchange reserve 匯兌儲備	Retained profits 保留溢利	Total 總計	Non-controlling interests 非控制性權益	Total equity 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	
At 31 December 2020 (audited)	於二零二零年十二月三十一日 (經審核)	6,329	269,226	(13,305)	196,816	145,113	(2,662)	583,827	1,185,344	41,891	1,227,235	
Profit for the period	期內溢利	-	-	-	-	-	-	14,280	14,280	(1,991)	12,289	
Exchange differences on translation of foreign operations	換算海外業務的匯兌差額	-	-	-	-	-	(493)	-	(493)	-	(493)	
Total comprehensive income/(loss) for the period	期內全面收益/(虧損) 總額	-	-	-	-	-	(493)	14,280	13,787	(1,991)	11,796	
Dividend paid to non-controlling shareholders	支付予非控股股東的股息	-	-	-	-	-	-	-	-	(7,000)	(7,000)	
At 30 June 2021 (unaudited)	於二零二一年六月三十日 (未經審核)	<u>6,329</u>	<u>269,226</u>	<u>(13,305)</u>	<u>196,816</u>	<u>145,113</u>	<u>(3,155)</u>	<u>598,107</u>	<u>1,199,131</u>	<u>32,900</u>	<u>1,232,031</u>	

Interim Condensed Consolidated Statement of Cash Flows

中期簡明合併現金流量表

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

For the six months ended 30 June
截至六月三十日止六個月

		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
CASH FLOWS FROM OPERATING ACTIVITIES	經營活動的現金流量		
Profit before tax	除稅前溢利	117,005	17,987
Adjustments for:	調整項目：		
Fair value loss/(gain) on derivative financial instruments transactions not qualifying as hedges	不合資格作對沖的衍生金融工具交易的公允價值虧損／(得益)	4,875	(431)
Depreciation	折舊	51,420	38,308
Depreciation of right-of-use assets	使用權資產折舊	2,346	2,341
Amortisation of intangible assets	無形資產攤銷	362	272
Provision for impairment of inventories	存貨減值撥備	2,884	716
Losses/(Gains) on disposal of items of property, plant and equipment	出售物業、廠房及設備項目虧損／(得益)	621	(311)
Provision for impairment of trade and notes receivables	應收貿易賬款及應收票據減值撥備	3,841	1,783
Finance costs	財務成本	17,624	19,428
Bank interest income	銀行利息收入	(529)	(180)
		200,449	79,913
(Increase)/Decrease in inventories	存貨(增加)／減少	(76,816)	74,241
Decrease/(Increase) in trade and notes receivables	應收貿易賬款及應收票據減少／(增加)	21,643	(14,513)
Increase in prepayments and other assets	預付款及其他資產增加	(12,856)	(2,654)
Increase in right-of-use asset	使用權資產增加	(182)	-
Proceeds from pledged deposits	已抵押存款的所得款項	140,526	49,894
New pledged deposits	新造已抵押存款	(278,594)	(90,015)
Increase in trade and notes payables	應付貿易賬款及應付票據增加	161,660	36,286
Decrease in other payables and accruals	其他應付款項及預提費用減少	(1,399)	(36,072)
Cash generated from operations	經營產生的現金	154,431	97,080
Interest received	已收利息	529	180
Income tax paid	已付所得稅	(11,219)	(573)
Net cash flows generated from operating activities	經營活動產生的現金流量淨額	143,741	96,687

Interim Condensed Consolidated Statement of Cash Flows 中期簡明合併現金流量表

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

For the six months ended 30 June
截至六月三十日止六個月

		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
CASH FLOWS FROM INVESTING ACTIVITIES	投資活動的現金流量		
Purchases of items of property, plant and equipment	購置物業、廠房及設備項目	(14,397)	(29,034)
Prepayments for land lease payment	土地租賃付款預付款項	(72)	(18,047)
Prepayments for equipment	設備預付款項	(3,424)	(756)
Proceeds from disposal of items of property, plant and equipment and other intangible assets	出售物業、廠房及設備項目及其他無形資產所得款項	1,059	893
Proceeds from disposal of a subsidiary	出售一家附屬公司所得款項	-	15,000
Net cash flows used in investing activities	投資活動所用的現金流量淨額	<u>(16,834)</u>	<u>(31,944)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	融資活動的現金流量		
New bank loans	新造銀行貸款	722,083	761,914
Repayment of bank loans	償還銀行貸款	(730,872)	(843,258)
Interest paid	已付利息	(19,684)	(22,134)
Principal portion of lease payment	租賃付款本金部分	(1,049)	(1,351)
Proceeds from pledged deposits	已抵押存款的所得款項	-	21,475
New pledged deposits	新造已抵押存款	-	(11,942)
Dividends paid to non-controlling shareholders	支付予非控股股東的股息	-	(7,000)
Net cash flows used in financing activities	融資活動所用的現金流量淨額	<u>(29,522)</u>	<u>(102,296)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	現金及現金等價物增加/(減少)淨額	97,385	(37,553)
Cash and cash equivalents at beginning of period	期初現金及現金等價物	249,213	166,761
Effect of foreign exchange rate changes, net	匯率變動影響淨額	(1,526)	(475)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	期末現金及現金等價物	<u>345,072</u>	<u>128,733</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS	現金及現金等價物結餘分析		
Cash and bank balances	現金及銀行結餘	345,072	128,733
Cash and cash equivalents as stated in the interim condensed consolidated statement of financial position	中期簡明合併財務狀況表所列的現金及現金等價物	<u>345,072</u>	<u>128,733</u>

Notes to Interim Condensed Consolidated Financial Statements 中期簡明合併財務報表附註

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

1. CORPORATE AND GROUP INFORMATION

Kingdom Holdings Limited (the “Company”) was incorporated in the Cayman Islands as an exempted company with limited liability on 21 July 2006. The Company’s shares were listed on the Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 12 December 2006.

The Group is principally engaged in the manufacture and sale of linen yarn.

The Company’s registered office address is Cricket Square, Hutchins Drive, P.O. Box 2681 GT, Grand Cayman KY1-1111, Cayman Islands; and the principal place of business is located at 5/F, Manulife Place, 348 Kwun Tong Road, Kowloon, Hong Kong.

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial statements for the six months ended 30 June 2022 have been prepared in accordance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting”.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual financial statements for the year ended 31 December 2021.

1. 公司及集團資料

金達控股有限公司（「本公司」）於二零零六年七月二十一日在開曼群島註冊成立為獲豁免有限公司。本公司股份於二零零六年十二月十二日在香港聯合交易所有限公司（「聯交所」）上市。

本集團主要從事生產及銷售亞麻紗。

本公司的註冊辦事處地址為Cricket Square, Hutchins Drive, P.O. Box 2681 GT, Grand Cayman KY1-1111, Cayman Islands; 其主要營業地點則位於香港九龍觀塘道348號宏利廣場5樓。

2.1 編製基準

截至二零二二年六月三十日止六個月的中期簡明合併財務報表乃按照《國際會計準則》（「國際會計準則」）第34號「中期財務報告」編製。

本中期簡明合併財務報表並不包括全年財務報表所要求的全部資料及披露，故應與本集團截至二零二一年十二月三十一日止年度的全年財務報表一併閱覽。

Notes to Interim Condensed Consolidated Financial Statements 中期簡明合併財務報表附註

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2021, except for the adoption of the following revised International Financial Reporting Standards ("IFRSs") for the first time for the current period's financial information.

Amendments to IFRS 3	<i>Reference to the Conceptual Framework</i>
Amendments to IAS 16	<i>Property, Plant and Equipment: Proceeds before Intended Use</i>
Amendments to IAS 37	<i>Onerous Contracts – Cost of Fulfilling a Contract</i>
Annual Improvements to IFRS Standards 2018-2020	Amendments to IFRS 1, IFRS 9, Illustrative Examples accompanying IFRS 16, and IAS 41

The nature and impact of the revised IFRSs are described below:

- (a) Amendments to IFRS 3 replace a reference to the previous *Framework for the Preparation and Presentation of Financial Statements* with a reference to the *Conceptual Framework for Financial Reporting* issued in March 2018 without significantly changing its requirements. The amendments also add to IFRS 3 an exception to its recognition principle for an entity to refer to the Conceptual Framework to determine what constitutes an asset or a liability. The exception specifies that, for liabilities and contingent liabilities that would be within the scope of IAS 37 or IFRIC 21 if they were incurred separately rather than assumed in a business combination, an entity applying IFRS 3 should refer to IAS 37 or IFRIC 21 respectively instead of the Conceptual Framework. Furthermore, the amendments clarify that contingent assets do not qualify for recognition at the acquisition date. The Group has adopted the amendments prospectively from 1 January 2022. Since the amendments apply prospectively to business combinations for which the acquisition date is on or after the date of first application, the Group was not affected by these amendments on the date of transition.

2.2 會計政策及披露的變動

編製中期簡明合併財務報表所採納的會計政策與編製本集團截至二零二一年十二月三十一日止年度的全年合併財務報表所遵循者一致，惟就本期間的財務資料首次採納以下經修訂《國際財務報告準則》（「《國際財務報告準則》」）除外。

《國際財務報告準則》第3號的修訂本	對概念框架的提述
《國際會計準則》第16號的修訂本	物業、廠房及設備：擬定用途前的所得款項
《國際會計準則》第37號的修訂本	虧損性合約 – 履行合約的成本
《國際財務報告準則》二零一八年至二零二零年的年度改進	《國際財務報告準則》第1號、《國際財務報告準則》第9號、《國際財務報告準則》第16號隨附的範例及《國際會計準則》第41號的修訂本

經修訂《國際財務報告準則》的性質及影響載述如下：

- (a) 《國際財務報告準則》第3號的修訂本以二零一八年三月頒佈的引用財務報告概念框架取代引用先前財務報表編製及呈列框架，而毋須大幅度改變其規定。該等修訂亦就《國際財務報告準則》第3號就實體引用概念框架以釐定構成資產或負債之內容之確認原則增設一項例外情況。該例外情況規定，對於可能屬於《國際會計準則》第37號或《國際財務報告詮釋委員會》詮釋第21號範圍內的負債及或然負債而言，倘該等負債屬單獨產生而非於業務合併中產生，則應用《國際財務報告準則》第3號的實體應分別參考《國際會計準則》第37號或《國際財務報告詮釋委員會》詮釋第21號，而非概念框架。此外，該等修訂本澄清或然資產於收購日期不符合確認條件。本集團已自二零二二年一月一日起提前採納該等修訂。由於該等修訂提前適用於收購日期為首次應用日期或之後的業務合併，因此本集團於過渡日期並未受該等修訂的影響。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (continued)

- (b) Amendments to IAS 16 prohibit an entity from deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling any such items, and the cost of those items, in profit or loss. Group has applied the amendments retrospectively to items of property, plant and equipment made available for use on or after 1 January 2021. Since there was no sale of items produced while making property, plant and equipment available for use on or after 1 January 2021, the amendments did not have any impact on the financial position or performance of the Group.
- (c) Amendments to IAS 37 clarify that for the purpose of assessing whether a contract is onerous under IAS 37, the cost of fulfilling the contract comprises the costs that relate directly to the contract. Costs that relate directly to a contract include both the incremental costs of fulfilling that contract (e.g., direct labour and materials) and an allocation of other costs that relate directly to fulfilling that contract (e.g., an allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract as well as contract management and supervision costs). General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract. The Group has applied the amendments prospectively to contracts for which it has not yet fulfilled all its obligations at 1 January 2022 and no onerous contracts were identified. Therefore, the amendments did not have any impact on the financial position or performance of the Group.

2.2 會計政策及披露的變動 (續)

- (b) 《國際會計準則》第16號的修訂本禁止實體從物業、廠房及設備項目的成本中扣除資產達到管理層預定的可使用狀態(包括位置與條件)過程中產生的全部出售所得款項。實體將出售任何該等項目的所得款項及該等項目的成本計入當期損益。本集團已對於二零二一年一月一日或之後可供使用的物業、廠房及設備項目追溯應用該等修訂。由於在二零二一年一月一日或之後令物業、廠房及設備可供使用的過程中並無產生任何銷售項目，因此，該等修訂並無對本集團的財務狀況或表現造成任何影響。
- (c) 《國際會計準則》第37號的修訂本澄清，就根據《國際會計準則》第37號評估合約是否屬虧損性而言，履行合約的成本包括與合約直接相關的成本。與合約直接相關的成本包括履行該合約的增量成本(例如直接勞工及材料)及與履行合約直接相關的其他成本分配(例如分配履行合約所用物業、廠房及設備項目的折舊開支以及合約管理及監管成本)。一般及行政成本與合約並無直接關連，除非根據合約明確向對手方收取費用，否則不包括在內。本集團已對於二零二二年一月一日尚未履行所有責任的合約提前應用該等修訂，並且沒有識別出任何虧損性合約。因此，該等修訂並無對本集團的財務狀況或表現造成任何影響。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES (continued)

- (d) *Annual Improvements to IFRS Standards 2018-2020* sets out amendments to IFRS 1, IFRS 9, Illustrative Examples accompanying IFRS 16, and IAS 41. Details of the amendments that are applicable to the Group are as follows:

IFRS 9 Financial Instruments: clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. The Group has applied the amendment prospectively to financial liabilities that are modified or exchanged on or after 1 January 2022. As there was no modification of the Group's financial liabilities during the period, the amendment did not have any impact on the financial position or performance of the Group.

IFRS 16 Leases: removes the illustration of payments from the lessor relating to leasehold improvements in Illustrative Example 13 accompanying IFRS 16. This removes potential confusion regarding the treatment of lease incentives when applying IFRS 16.

2.2 會計政策及披露的變動 (續)

- (d) 《國際財務報告準則》二零一八年至二零二零年的年度改進載列《國際財務報告準則》第1號、《國際財務報告準則》第9號、《國際財務報告準則》第16號隨附的範例及《國際會計準則》第41號的修訂本。適用於本集團的修訂詳情如下：

《國際財務報告準則》第9號金融工具：闡明實體於評估新訂或經修訂金融負債條款是否明顯不同於原金融負債的條款時所包含的費用。該等費用僅包括借款人及貸款人之間支付或收取的費用，包括借款人或貸款人代表另一方支付或收取的費用。本集團已對於二零二二年一月一日或之後經修訂或交換的金融負債提前應用該修訂。由於本集團的金融負債於期內並無修訂，因此，該修訂並無對本集團的財務狀況或表現造成任何影響。

《國際財務報告準則》第16號租賃：刪除《國際財務報告準則》第16號隨附的範例13中出租人與租賃物業裝修有關的付款說明。此舉消除應用《國際財務報告準則》第16號時對租賃激勵措施的潛在混淆。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

3. OPERATING SEGMENT

For management purposes, the Group is organised into one single business unit that includes primarily the manufacture and sale of linen yarns. Management reviews the consolidated results when making decisions about allocating resources and assessing performance of the Group. Accordingly, no segmental analysis is presented.

Geographical information

- (a) Revenue from contracts with customers
An analysis of the Group's geographical information on revenue attributed to the regions on the basis of the customers' locations for the six months ended 30 June 2022 is set out in the following table:

Mainland China	中國大陸
European Union	歐盟
Non-European Union	非歐盟
Total	總額

3. 經營分部

為方便管理，本集團已組織成一個單一業務單位，主要包括生產及銷售亞麻紗。管理層於就分配本集團資源及評估表現作出決定時會審閱合併業績。因此，本集團並無呈列分部分析。

地理資料

- (a) 客戶合約收入
下表載列本集團於截至二零二二年六月三十日止六個月按客戶所在地劃分的地區應佔收入的地理資料分析：

**Revenue from contracts
with customers
客戶合約收入
For the six months
ended 30 June
截至六月三十日止六個月**

2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
312,827	303,921
339,165	224,482
305,066	228,321
957,058	756,724

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

3. OPERATING SEGMENT (continued) Geographical information (continued)

(b) Non-current assets

Mainland China	中國大陸
Ethiopia	埃塞俄比亞

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

Information about major customers

No revenue amounting to 10 percent or more of the Group's total revenue was derived from sales to a single customer for the six months ended 30 June 2022 (six months ended 30 June 2021: Nil).

3. 經營分部(續) 地理資料(續)

(b) 非流動資產

30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
839,437	861,900
380,256	392,219
1,219,693	1,254,119

上文所載之持續經營業務的非流動資產資料乃基於資產(金融工具及遞延稅項資產除外)所處的位置。

有關主要客戶的資料

於截至二零二二年六月三十日止六個月，並無向單一客戶進行的銷售收入佔本集團總收入10%或以上(截至二零二一年六月三十日止六個月：無)。

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4. REVENUE FROM CONTRACTS WITH CUSTOMERS, OTHER INCOME AND GAINS

Revenue from contracts with customers, which is also the Group's turnover, represents the sales value of linen yarn, hemp yarn and scraps, net of sales tax and deduction of any sales discounts and returns.

An analysis of revenue from contracts with customers, other income and gains is as follows:

4. 客戶合約收入、其他收益及得益

客戶合約收入（亦即本集團營業額）指亞麻紗、纖維大麻紗及廢料的銷售價值，經扣除銷售稅及扣減任何銷售折扣及退還。

客戶合約收入、其他收益及得益分析如下：

		For the six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
Type of goods or services	貨品或服務類型		
Sales of linen yarn, hemp yarn and scraps	銷售亞麻紗、纖維大麻紗及廢料	<u>957,058</u>	<u>756,724</u>
Timing of revenue recognition	收入確認時間		
Goods transferred at a point in time	於某一時點轉讓的貨品	<u>957,058</u>	<u>756,724</u>
Other income	其他收益		
Foreign exchange gains, net	外匯得益淨額	28,238	1,295
Government grants	政府補助	8,117	1,001
Bank interest income	銀行利息收入	529	180
Fair value gains on derivative financial instruments	衍生金融工具的公允價值得益	-	431
Others	其他	958	789
		<u>37,842</u>	<u>3,696</u>

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

5. FINANCE COSTS

5. 財務成本

		For the six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
Interest on bank loans	銀行貸款的利息	20,751	21,900
Interest on lease liabilities	租賃負債的利息	363	234
Total interest expense on financial liabilities not at fair value through profit or loss	未按公允價值計入損益的 金融負債的利息開支總額	21,114	22,134
Less: interest capitalised	減：資本化利息	(3,490)	(2,706)
		17,624	19,428

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中期簡明合併財務報表附註

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

6. PROFIT BEFORE TAX

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

6. 除稅前溢利

本集團除稅前溢利於扣除／(計入)下列各項後得出：

		For the six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
Cost of inventories sold	出售存貨成本	742,929	652,824
Depreciation	折舊	51,420	38,308
Depreciation of right-of-use asset	使用權資產折舊	2,346	2,341
Amortisation of intangible assets	無形資產攤銷	362	272
Research and development ("R&D") expenses	研究及開發(「研發」)開支	15,699	7,099
Auditors' remuneration	核數師酬金	1,025	1,025
Employee benefit expense (including directors' and chief executive's remuneration):	僱員福利開支(包括董事及最高行政人員薪酬)：		
Wages, salaries and other benefits	工資、薪金及其他福利	91,649	62,966
Pension scheme contributions	退休金計劃供款	5,769	3,479
		97,418	66,445
Foreign exchange gains, net	外匯得益淨額	(28,238)	(1,295)
Fair value loss/(gains) on derivative financial instruments	衍生金融工具的公允價值虧損／(得益)		
– transactions not qualifying as hedges	– 不合資格作對沖的交易	4,875	(431)
Write-down of inventories to net realisable value	撇減存貨至可變現淨值	2,884	716
Provision for impairment of trade and notes receivables	應收貿易賬款及應收票據減值撥備	3,841	1,783
Finance costs	財務成本	17,624	19,428
Bank interest income	銀行利息收入	(529)	(180)

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7. INCOME TAX

Major components of the Group's income tax expense for the period are as follows:

Current charge for the period	即期期內支出
Deferred	遞延
Total tax charge for the period	期內稅項支出總額

- (i) Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands or the British Virgin Islands.
- (ii) In accordance with the PRC Corporate Income Tax Law which was approved and became effective on 1 January 2008, the provision for current income tax of Mainland China has been based on a statutory rate of 25% of the assessable profits of the Group for the year, except for Zhejiang Jinda Flax Co., Ltd. ("Zhejiang Jinda"), an indirect wholly-owned subsidiary of the Group. Zhejiang Jinda obtained the High-new Technology Certificate for the years from 2019 to 2022 and was entitled to a tax rate of 15%.

7. 所得稅

本集團於期內的所得稅開支主要項目如下：

For the six months
ended 30 June
截至六月三十日止六個月

2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
22,533	1,414
10,033	4,284
32,566	5,698

- (i) 根據開曼群島及英屬處女群島規則及法規，本集團毋須繳納開曼群島或英屬處女群島任何所得稅。
- (ii) 根據已通過並於二零零八年一月一日生效的《中國企業所得稅法》，中國大陸即期所得稅撥備已根據年內本集團的應課稅溢利按25%法定稅率計算，惟本集團的一間間接全資附屬公司浙江金達亞麻有限公司（「浙江金達」）除外。浙江金達取得於二零一九年至二零二二年各個年度的高新技術認證，可享有15%稅率。

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中期簡明合併財務報表附註

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

7. INCOME TAX (continued)

- (iii) Hong Kong profits tax has been provided at the rate of 8.25% on the estimated assessable profits arising in Hong Kong up to HK\$2 million. The assessable profits over HK\$2 million are subject to a tax rate of 16.5%.
- (iv) Pursuant to the rules and regulations of Italy, the Group is subject to tax at an income tax rate of 28.82%, which comprises the Italy Corporate Income Tax at 24% and the Italy Regional Income Tax at 4.82%.
- (v) Pursuant to the rules and regulations of Ethiopia, the Group is subject to tax at an income tax rate of 30%. The Group enjoys a tax holiday of profit tax exemption of 10 years.

8. DIVIDEND

The board has resolved not to declare any interim dividend in respect of the six months ended 30 June 2022 (six months ended 30 June 2021: Nil).

9. BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amount is based on the profit for the period attributable to ordinary equity holders of the parent and the weighted average number of ordinary shares of 616,447,000 (six months ended 30 June 2021: 616,447,000) in issue during the reporting period.

The calculation of the diluted earnings per share amount is based on the profit for the reporting period attributable to ordinary equity holders of the parent. The weighted average number of ordinary shares used in the calculation is the number of ordinary shares in issue during the reporting period, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed exercise or conversion of all dilutive potential ordinary shares into ordinary shares.

7. 所得稅 (續)

- (iii) 香港利得稅按於香港產生的至多2百萬港元估計應課稅溢利以8.25%稅率計提撥備。超逾2百萬港元的應課稅溢利須按16.5%的稅率繳稅。
- (iv) 根據意大利規則及法規，本集團須按28.82%稅率繳納所得稅，當中包括按24%稅率計算的意大利企業所得稅及按4.82%稅率計算的意大利地區所得稅。
- (v) 根據埃塞俄比亞規則及法規，本集團須按30%稅率繳納所得稅。本集團享有10年利得稅豁免的稅務優惠。

8. 股息

董事會議決不宣派截至二零二二年六月三十日止六個月的任何中期股息(截至二零二一年六月三十日止六個月：無)。

9. 母公司普通股權益持有人應佔每股基本及攤薄盈利

每股基本盈利金額乃根據母公司普通股權益持有人應佔期內溢利及報告期內已發行普通股加權平均數616,447,000股(截至二零二一年六月三十日止六個月：616,447,000股)計算。

每股攤薄盈利金額乃根據母公司普通股權益持有人應佔報告期內溢利計算。計算時使用的普通股加權平均數乃報告期內已發行普通股數目(與計算每股基本盈利所使用者相同)，以及假設全部攤薄潛在普通股被視為獲行使或兌換為普通股後無償發行的普通股加權平均數。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

9. BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (continued)

The calculations of basic and diluted earnings per share are based on:

9. 母公司普通股權益持有人應佔每股 基本及攤薄盈利 (續)

每股基本及攤薄盈利的計算方式如下：

		For the six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
Earnings	盈利		
Profit attributable to ordinary equity holders of the parent used in the basic earnings per share calculation	用作計算每股基本盈利的母公司普通股權益持有人應佔溢利	<u>82,494</u>	<u>14,280</u>
Shares	股份		
Weighted average number of ordinary shares in issue during the period used in the basic earnings per share calculation	用作計算每股基本盈利的期內已發行普通股加權平均數	<u>616,447</u>	616,447
Effect of dilution – weighted average number of ordinary shares: Share award plan*	攤薄影響—普通股加權平均數： 股份獎勵計劃*	<u>—</u>	<u>—</u>
		<u>616,447</u>	<u>616,447</u>

* The share award is subject to profit target which is contingently issuable and as the condition is not met by the end of the year, it is not included in the calculation of diluted earnings per share calculation.

* 股份獎勵須達成或然可發出的溢利目標，由於年底前未達成該條件，故未計入每股攤薄盈利計算的計算中。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

10. PROPERTY, PLANT AND EQUIPMENT

10. 物業、廠房及設備

		Plant and buildings 廠房及樓宇 RMB'000 人民幣千元	Machinery 機器 RMB'000 人民幣千元	Office equipment 辦公室設備 RMB'000 人民幣千元	Motor vehicles 汽車 RMB'000 人民幣千元	Leasehold improvements 租賃物業裝修 RMB'000 人民幣千元	Construction in progress 在建工程 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
At 31 December 2021 and at 1 January 2022:	於二零二一年十二月三十一日 及於二零二二年一月一日:							
Cost	成本	715,915	855,238	128,499	9,719	27,603	118,920	1,855,894
Accumulated depreciation	累計折舊	(172,350)	(441,573)	(66,358)	(6,648)	(18,190)	-	(705,119)
Net carrying amount	賬面淨額	<u>543,565</u>	<u>413,665</u>	<u>62,141</u>	<u>3,071</u>	<u>9,413</u>	<u>118,920</u>	<u>1,150,775</u>
At 1 January 2022, net of accumulated depreciation	於二零二二年一月一日， 扣除累計折舊	543,565	413,665	62,141	3,071	9,413	118,920	1,150,775
Additions	添置	2,607	113	1,939	-	785	13,011	18,455
Depreciation provided during the period	期內折舊撥備	(16,613)	(26,576)	(5,745)	(350)	(1,836)	-	(51,120)
Transfers	轉撥	-	291	339	-	79	(709)	-
Disposals	出售	-	(272)	(1)	-	-	(1,407)	(1,680)
Exchange realignment	匯兌調整	-	-	(1)	-	-	-	(1)
At 30 June 2022, net of accumulated depreciation	於二零二二年六月三十日， 扣除累計折舊	<u>529,559</u>	<u>387,221</u>	<u>58,672</u>	<u>2,721</u>	<u>8,441</u>	<u>129,815</u>	<u>1,116,429</u>
At 30 June 2022:	於二零二二年六月三十日:							
Cost	成本	718,522	852,914	130,760	9,719	28,467	129,815	1,870,197
Accumulated depreciation	累計折舊	(188,963)	(465,693)	(72,088)	(6,998)	(20,026)	-	(753,768)
Net carrying amount	賬面淨額	<u>529,559</u>	<u>387,221</u>	<u>58,672</u>	<u>2,721</u>	<u>8,441</u>	<u>129,815</u>	<u>1,116,429</u>

As at 30 June 2022, the Group's property, plant and equipment with a net carrying amount of approximately RMB302,669,000 (31 December 2021: RMB322,481,000) were pledged to secure bank loans granted to the Group as set out in note 15(i).

如附註15(i)所載，於二零二二年六月三十日，本集團賬面淨額約人民幣302,669,000元(二零二一年十二月三十一日：人民幣322,481,000元)的物業、廠房及設備已予質押，作為本集團獲授銀行貸款的擔保。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

11. OTHER INTANGIBLE ASSETS

		Patents and licences 專利及特許權 RMB'000 人民幣千元	Certified emission rights 認證排放權 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
At 1 January 2022, net of accumulated amortisation	於二零二二年一月一日， 扣除累計攤銷	2,000	3,987	5,987
Additions	添置	-	888	888
Amortisation provided during the period	期內攤銷撥備	-	(362)	(362)
At 30 June 2022, net of accumulated amortisation	於二零二二年六月三十日， 扣除累計攤銷	<u>2,000</u>	<u>4,513</u>	<u>6,513</u>
At 30 June 2022:	於二零二二年六月三十日：			
Cost	成本	2,000	11,095	13,905
Accumulated amortisation	累計攤銷	-	(6,582)	(6,582)
Net carrying amount	賬面淨額	<u>2,000</u>	<u>4,513</u>	<u>6,513</u>

12. INVENTORIES

		30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
Raw materials	原材料	315,053	322,234
Work in progress	在製品	57,141	58,796
Finished goods	製成品	330,959	248,191
		<u>703,153</u>	<u>629,221</u>

As at 30 June 2022, inventories with a carrying amount of RMB40,000,000 (31 December 2021: RMB40,000,000) were pledged to secure bank loans granted to the Group as set out in note 15(i).

如附註15(i)所載，於二零二二年六月三十日，賬面金額為人民幣40,000,000元（二零二一年十二月三十一日：人民幣40,000,000元）的存貨已予質押，作為本集團獲授銀行貸款的擔保。

11. 其他無形資產

		Patents and licences 專利及特許權 RMB'000 人民幣千元	Certified emission rights 認證排放權 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
At 1 January 2022, net of accumulated amortisation	於二零二二年一月一日， 扣除累計攤銷	2,000	3,987	5,987
Additions	添置	-	888	888
Amortisation provided during the period	期內攤銷撥備	-	(362)	(362)
At 30 June 2022, net of accumulated amortisation	於二零二二年六月三十日， 扣除累計攤銷	<u>2,000</u>	<u>4,513</u>	<u>6,513</u>
At 30 June 2022:	於二零二二年六月三十日：			
Cost	成本	2,000	11,095	13,905
Accumulated amortisation	累計攤銷	-	(6,582)	(6,582)
Net carrying amount	賬面淨額	<u>2,000</u>	<u>4,513</u>	<u>6,513</u>

12. 存貨

		30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
Raw materials	原材料	315,053	322,234
Work in progress	在製品	57,141	58,796
Finished goods	製成品	330,959	248,191
		<u>703,153</u>	<u>629,221</u>

As at 30 June 2022, inventories with a carrying amount of RMB40,000,000 (31 December 2021: RMB40,000,000) were pledged to secure bank loans granted to the Group as set out in note 15(i).

如附註15(i)所載，於二零二二年六月三十日，賬面金額為人民幣40,000,000元（二零二一年十二月三十一日：人民幣40,000,000元）的存貨已予質押，作為本集團獲授銀行貸款的擔保。

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13. TRADE AND NOTES RECEIVABLES

Trade receivables	應收貿易賬款
Notes receivable	應收票據
Impairment	減值

Customers are normally granted credit terms ranging from 30 days to 150 days depending on the creditworthiness of the individual customers. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. Trade receivables are non-interest-bearing.

The Group's notes receivable were all aged within six months and were neither past due nor impaired.

13. 應收貿易賬款及應收票據

30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
389,653	399,627
102,348	114,017
(4,753)	(912)
487,248	512,732

客戶一般獲授予信貸期30日至150日，視乎個別客戶的信譽而定。本集團力求持續嚴格控制未收回的應收款項，並設有信貸控制部以將信貸風險減至最低。高級管理層定期審閱逾期結餘。應收貿易賬款並不計息。

本集團的應收票據賬齡均為六個月內，並無逾期亦無減值。

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

13. TRADE AND NOTES RECEIVABLES (continued)

An aged analysis of the Group's trade receivables as at the end of the reporting period, based on the invoice date and net of provisions, is as follows:

Within 1 month	一個月以內
1 to 2 months	一至兩個月
2 to 3 months	兩至三個月
Over 3 months	超過三個月

13. 應收貿易賬款及應收票據 (續)

於報告期末，按發票日期分類並扣減撥備的本集團的應收貿易賬款賬齡分析如下：

30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
123,528	274,160
33,270	60,851
135,097	35,114
93,005	28,590
384,900	398,715

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

14. TRADE AND NOTES PAYABLES

An aged analysis of the trade and notes payables as at 30 June 2022, based on the invoice date, is as follows:

Due within 1 month or on demand	一個月內到期或於要求時償還
Due after 1 month but within 3 months	一個月以後但三個月內到期
Over 3 months	超過三個月

The above balances are unsecured and non-interest-bearing with credit terms of 90 days. The carrying amount of trade and notes payables at the end of each reporting period approximates to their fair value due to their short term maturity.

14. 應付貿易賬款及應付票據

於二零二二年六月三十日，按發票日期分類的應付貿易賬款及應付票據賬齡分析如下：

30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
101,046	26,092
272,094	207,178
82,440	60,650
455,580	293,920

上述結餘為無抵押及不計息，信貸期為90日。於各報告期末，由於短期內到期，故應付貿易賬款及應付票據的賬面金額與其公允價值相若。

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15. INTEREST-BEARING BANK AND OTHER BORROWINGS

15. 計息銀行及其他借貸

			30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
		Notes 附註		
Current	即期			
Secured bank loans	有抵押銀行貸款	(i)	474,000	443,521
Unsecured bank loans	無抵押銀行貸款		337,326	376,827
Other loans – unsecured	其他貸款—無抵押		5,951	5,951
Lease liability	租賃負債		1,966	2,079
Subtotal	小計		<u>819,243</u>	<u>828,378</u>
Non-current	非即期			
Other loans – unsecured	其他貸款—無抵押		50,000	50,000
Lease liability	租賃負債		6,532	7,417
Subtotal	小計		<u>56,532</u>	<u>57,417</u>
Total	總計		<u>875,775</u>	<u>885,795</u>

Notes:

- (i) As at 30 June 2022, the current interest-bearing bank loans with a carrying amount of RMB474,000,000 (31 December 2021: RMB443,521,000) were secured by certain property, plant and equipment, and inventories with carrying amounts of approximately RMB302,669,000 (31 December 2021: RMB322,481,000), approximately RMB40,000,000 (31 December 2021: RMB40,000,000), respectively.
- (ii) The bank borrowings bear interest at rates ranging from 1.66% to 5.00% per annum (31 December 2021: 1.10% to 5.00% per annum).

The carrying amount of the current interest-bearing bank loans of the Group approximates to their fair value due to their short-term maturity.

附註：

- (i) 於二零二二年六月三十日，賬面金額為人民幣474,000,000元（二零二一年十二月三十一日：人民幣443,521,000元）的即期計息銀行貸款以賬面金額分別約人民幣302,669,000元（二零二一年十二月三十一日：人民幣322,481,000元）及約人民幣40,000,000元（二零二一年十二月三十一日：人民幣40,000,000元）的若干物業、廠房及設備及存貨作抵押。
- (ii) 銀行借貸按年利率介乎1.66%至5.00%（二零二一年十二月三十一日：年利率1.10%至5.00%）計息。

由於短期內到期，故本集團即期計息銀行貸款的賬面金額與其公允價值相若。

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15. INTEREST-BEARING BANK AND OTHER BORROWINGS (continued)

The fair values of the non-current interest-bearing bank borrowings have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The Group's own non-performance risk for interest-bearing bank borrowings as at 30 June 2022 was assessed to be insignificant. Management has assessed that the carrying amount of the non-current interest-bearing bank loans of the Group approximates to the fair value due to their floating interest rate.

16. SHARE CAPITAL Authorised:

Ordinary shares of HK\$0.01 each 每股面值0.01港元的普通股

15. 計息銀行及其他借貸(續)

非即期計息銀行借貸的公允價值按適用於具有類似條款、信貸風險及剩餘年期的工具的現行利率折現預期未來現金流量計算。於二零二二年六月三十日，本集團本身對計息銀行借貸的不履約風險被評定為並不重大。按管理層的評估，本集團的非即期計息銀行貸款由於按浮動利率計息，故其賬面金額與其公允價值相若。

16. 股本 法定：

30 June 2022 二零二二年六月三十日		31 December 2021 二零二一年十二月三十一日	
Number of shares	Amount HK\$'000 金額	Number of shares	Amount HK\$'000 金額
股份數目 (Unaudited) (未經審核)	千港元 (Unaudited) (未經審核)	股份數目 (Audited) (經審核)	千港元 (Audited) (經審核)
3,000,000,000	30,000	3,000,000,000	30,000

Issued and fully paid:

已發行及繳足：

	30 June 2022 二零二二年六月三十日			31 December 2021 二零二一年十二月三十一日		
	Number of shares	Amount HK\$'000 金額	RMB'000 equivalent 人民幣千元 等值	Number of shares	Amount HK\$'000 金額	RMB'000 equivalent 人民幣千元 等值
股份數目	千港元 (Unaudited) (未經審核)	人民幣千元 (Unaudited) (未經審核)	等值	股份數目	千港元 (Audited) (經審核)	人民幣千元 (Audited) (經審核)
At the beginning and the end 於期初及期末	629,678,000	6,297	6,329	629,678,000	6,297	6,329

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For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

17. TREASURY SHARES

17. 庫存股份

	30 June 2022 二零二二年六月三十日			31 December 2021 二零二一年十二月三十一日		
	Number of shares	Amount 金額		Number of shares	Amount 金額	
	HK\$'000	RMB'000 equivalent		HK\$'000	RMB'000 equivalent	
股份數目	千港元	人民幣千元 等值		千港元	人民幣千元 等值	
	(Unaudited) (未經審核)	(Unaudited) (未經審核)		(Audited) (經審核)	(Audited) (經審核)	
At the beginning and the end 於期初及期末	<u>13,230,750</u>	<u>14,632</u>	<u>13,305</u>	<u>13,230,750</u>	<u>14,632</u>	<u>13,305</u>

On 26 August 2016, the Company adopted a share award plan, which is not subject to the provisions of Chapter 17 of the Listing Rules (the "Share Award Plan"). The board of directors may, at their discretion, grants shares of the Company to eligible participants. The Company has appointed a trustee for administration of the Share Award Plan (the "Trustee"). The principal activity of the Trustee is administrating and holding the Company's shares for the Share Award Plan for the benefit of the Company's award holders. The Company's shares will be purchased by the Trustee in the market with cash paid by the Company and held in the trust for relevant award holders until such shares are vested in accordance with the provisions of the Share Award Plan. Upon vesting, the Trustee shall either transfer the vested awarded shares at no cost to such award holders or sell the vested awarded shares at the then prevailing market price by way of market order and remit the net proceeds to the award holders in accordance with the direction given by such award holders. The Trustee purchased 19,400,000 shares of the Company at a total consideration of approximately RMB19,508,000 and 19,370,000 shares were granted to award holders. In the six months ended 30 June 2022, no vested shares were transferred to award holders.

於二零一六年八月二十六日，本公司採納一項股份獎勵計劃（「股份獎勵計劃」），該計劃不受上市規則第十七章條文所規限。董事會可酌情向合資格參與人授出本公司股份。本公司已委聘受託人（「受託人」）管理股份獎勵計劃。受託人的主要活動乃為本公司獎勵持有人的利益就股份獎勵計劃管理及持有本公司股份。本公司之股份將由受託人於市場上使用本公司支付之現金購入並以信託方式為相關獎勵持有人而持有，直至有關股份根據股份獎勵計劃條文予以歸屬為止。於歸屬後，受託人須按照該等獎勵持有人作出的指示，將已歸屬之獎勵股份免費轉讓予該等獎勵持有人，或於市場上按當時現行之市價盤出售已歸屬之獎勵股份並將所得款項淨額匯付予獎勵持有人。受託人以總代價約人民幣19,508,000元購入本公司19,400,000股股份，而19,370,000股股份已授予獎勵持有人。截至二零二二年六月三十日止六個月，概無歸屬股份已轉讓予獎勵持有人。

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18. FINANCIAL INSTRUMENTS BY CATEGORY

The carrying amounts of each of the categories of financial instruments as at the end of the reporting period are as follows:

Financial assets

As at 30 June 2022	於二零二二年六月三十日
Trade receivables	應收貿易賬款
Notes receivable	應收票據
Financial assets included in deposits and other receivables	計入押金及其他應收款項的金融資產
Pledged deposits	已抵押存款
Cash and cash equivalents	現金及現金等價物

18. 按類別分類的金融工具

於報告期末，各類別金融工具的賬面金額如下：

金融資產

Financial assets at fair value through other comprehensive income 按公允價值計入其他全面收益的金融資產 RMB'000 人民幣千元 (Unaudited) (未經審核)	Financial assets at amortised cost 按攤銷成本列賬的金融資產 RMB'000 人民幣千元 (Unaudited) (未經審核)	Total 總計 RMB'000 人民幣千元 (Unaudited) (未經審核)
–	384,900	384,900
102,348	–	102,348
–	23,106	23,106
–	182,798	182,798
–	345,072	345,072
102,348	935,876	1,038,224

As at 31 December 2021	於二零二一年十二月三十一日
Trade receivables	應收貿易賬款
Notes receivable	應收票據
Financial assets included in deposits and other receivables	計入押金及其他應收款項的金融資產
Pledged deposits	已抵押存款
Cash and cash equivalents	現金及現金等價物

Financial assets at fair value through other comprehensive income 按公允價值計入其他全面收益的金融資產 RMB'000 人民幣千元 (Audited) (經審核)	Financial assets at amortised cost 按攤銷成本列賬的金融資產 RMB'000 人民幣千元 (Audited) (經審核)	Total 總計 RMB'000 人民幣千元 (Audited) (經審核)
–	398,715	398,715
114,017	–	114,017
–	13,902	13,902
–	44,730	44,730
–	249,213	249,213
114,017	706,560	820,577

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18. FINANCIAL INSTRUMENTS BY CATEGORY

(continued)

Financial liabilities

As at 30 June 2022	於二零二二年六月三十日
Interest-bearing bank and other borrowings	計息銀行及其他借貸
Financial liabilities included in other payables and accruals	計入其他應付款項及預提費用的金融負債
Derivative financial instruments	衍生金融工具
Dividend payable	應付股息
Trade and notes payables	應付貿易賬款及應付票據

18. 按類別分類的金融工具 (續)

金融負債

Financial liabilities at fair value through profit or loss 按公允價值計入損益的金融負債 RMB'000 人民幣千元 (Unaudited) (未經審核)	Financial liabilities at amortised cost 按攤銷成本列賬的金融負債 RMB'000 人民幣千元 (Unaudited) (未經審核)	Total 總計 RMB'000 人民幣千元 (Unaudited) (未經審核)
–	875,775	875,775
–	159,038	159,038
6,150	–	6,150
–	32,501	32,501
–	455,580	455,580
6,150	1,522,894	1,529,044

As at 31 December 2021	於二零二一年十二月三十一日
Interest-bearing bank and other borrowings	計息銀行及其他借貸
Financial liabilities included in other payables and accruals	計入其他應付款項及預提費用的金融負債
Derivative financial instruments	衍生金融工具
Dividend payable	應付股息
Trade and notes payables	應付貿易賬款及應付票據

Financial liabilities at fair value through profit or loss 按公允價值計入損益的金融負債 RMB'000 人民幣千元 (Audited) (經審核)	Financial liabilities at amortised cost 按攤銷成本列賬的金融負債 RMB'000 人民幣千元 (Audited) (經審核)	Total 總計 RMB'000 人民幣千元 (Audited) (經審核)
–	885,795	885,795
–	167,654	167,654
1,275	–	1,275
–	182	182
–	293,920	293,920
1,275	1,347,551	1,348,826

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19. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS

Set out below is a comparison of the carrying amounts and fair values of financial instruments as at 30 June 2022:

19. 金融工具的公允價值及公允價值等級架構

下文載列於二零二二年六月三十日金融工具賬面金額及公允價值的比較：

		Carrying amounts 賬面金額		Fair values 公允價值	
		2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Audited) (經審核)	2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Audited) (經審核)
Financial assets	金融資產				
Debt instruments at fair value through other comprehensive income	按公允價值計入其他全面收益的債務工具	<u>102,348</u>	<u>114,017</u>	<u>102,348</u>	<u>114,017</u>
Financial liabilities	金融負債				
Derivative financial instruments	衍生金融工具	<u>6,150</u>	<u>1,275</u>	<u>6,150</u>	<u>1,275</u>

Management has assessed that the fair values of cash and cash equivalents, trade and notes receivables, financial assets included in prepayments, deposits and other receivables, pledged deposits, current interest-bearing bank and other borrowings, trade and notes payables, dividend payable, financial liabilities included in other payables and accruals approximate to their carrying amounts largely due to the short term maturities of these instruments. The carrying amount of the non-current interest-bearing bank and other borrowings of the Group approximates to their fair value because the loans have a floating interest rate.

按管理層的評估，現金及現金等價物、應收貿易賬款及應收票據、計入預付款、押金及其他應收款項的金融資產、已抵押存款、即期計息銀行及其他借貸、應付貿易賬款及應付票據、應付股息、計入其他應付款項及預提費用的金融負債的公允價值與其賬面金額相若，主要由於該等工具於短期內到期所致。本集團的非即期計息銀行及其他借貸由於按浮動利率計息，故其賬面金額與其公允價值相若。

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19. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

The Group's finance department headed by the finance manager is responsible for determining the policies and procedures for the fair value measurement of financial instruments. The finance manager reports directly to the chief financial officer and the audit committee. At each reporting date, the finance department analyses the movements in the values of financial instruments and determines the major inputs applied in the valuation. The valuation is reviewed and approved by the chief financial officer. The valuation process and results are discussed with the audit committee twice a year for interim and annual financial reporting.

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Group enters into derivative financial instruments with various counterparties, principally financial institutions with AAA credit ratings. Derivative financial instruments, including forward currency contracts and cross-currency swap, are measured using valuation techniques similar to forward pricing and swap models, using present value calculations. The models incorporate various market observable inputs including the credit quality of counterparties, foreign exchange spot and forward rates and interest rate curves. The carrying amounts of forward currency contracts are the same as their fair values.

As at the end of the period, the marked to market value of the derivative asset position is net of a debt valuation adjustment attributable to derivative counterparty default risk. The changes in counterparty credit risk had no material effect on the financial instruments recognised at fair value.

19. 金融工具的公允價值及公允價值等級架構(續)

以本集團財務經理為首的財務部負責釐定金融工具公允價值計量的政策及程序。財務經理直接向財務總監及審核委員會匯報。於各報告日期，財務部分析金融工具的價值變動並釐定估值所採用的主要輸入值。估值由財務總監審閱及批准。審核委員會每年討論估值過程及結果兩次以進行中期及年度財務呈報。

金融資產及負債的公允價值按當前交易(強制或清算出售除外)中雙方自願交換工具的金額入賬。

本集團與多個對手方(主要為具AAA信貸評級的金融機構)訂立衍生金融工具。衍生金融工具(包括遠期貨幣合約及換匯換利掉期)乃採用與遠期定價及掉期模型類似的估值技巧計量(採用現值計算)。該等模型納入了多項不同的市場可觀察輸入值,包括對手方的信貸素質、外匯即期及遠期匯率與利率曲線。遠期貨幣合約的賬面金額與其公允價值相同。

於期末,按市值標價的衍生資產頭寸已扣除涉及衍生工具對手方違約風險應佔的債務評估調整。對手方信貸風險的變動對按公允價值確認的金融工具並無重大影響。

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19. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments:

Assets measured at fair value:

Notes receivable 應收票據

30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	Fair value measurement using 採用以下項目進行的公允價值計量		
	Quoted prices in active markets Level 1 於活躍市場的 報價 第一層 RMB'000 人民幣千元 (Unaudited) (未經審核)	Significant observable inputs Level 2 重大可觀察 輸入值 第二層 RMB'000 人民幣千元 (Unaudited) (未經審核)	Significant unobservable inputs Level 3 重大不可觀察 輸入值 第三層 RMB'000 人民幣千元 (Unaudited) (未經審核)
102,348	-	102,348	-

19. 金融工具的公允價值及公允價值等級架構 (續)

公允價值等級架構

下表顯示本集團金融工具的公允價值計量等級架構：

按公允價值計量的資產：

31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)	Fair value measurement using 採用以下項目進行的公允價值計量		
	Quoted prices in active markets Level 1 於活躍市場的 報價 第一層 RMB'000 人民幣千元 (Audited) (經審核)	Significant observable inputs Level 2 重大可觀察 輸入值 第二層 RMB'000 人民幣千元 (Audited) (經審核)	Significant unobservable inputs Level 3 重大不可觀察 輸入值 第三層 RMB'000 人民幣千元 (Audited) (經審核)
114,017	-	114,017	-

Notes receivable 應收票據

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19. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy (continued)

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments: (continued)

Liabilities measured at fair value:

Financial liabilities at fair value through profit or loss – foreign exchange forward contracts

按公允價值計入損益的金融負債
—外匯遠期合約

30 June 2022 二零二二年六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	Fair value measurement using 採用以下項目進行的公允價值計量		
	Quoted prices in active markets Level 1 於活躍市場的報價 第一層 RMB'000 人民幣千元 (Unaudited) (未經審核)	Significant observable inputs Level 2 重大可觀察輸入值 第二層 RMB'000 人民幣千元 (Unaudited) (未經審核)	Significant unobservable inputs Level 3 重大不可觀察輸入值 第三層 RMB'000 人民幣千元 (Unaudited) (未經審核)
6,150	-	6,150	-

19. 金融工具的公允價值及公允價值等級架構 (續)

公允價值等級架構 (續)

下表顯示本集團金融工具的公允價值計量等級架構：(續)

按公允價值計量的負債：

31 December 2021 二零二一年十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)	Fair value measurement using 採用以下項目進行的公允價值計量		
	Quoted prices in active markets Level 1 於活躍市場的報價 第一層 RMB'000 人民幣千元 (Audited) (經審核)	Significant observable inputs Level 2 重大可觀察輸入值 第二層 RMB'000 人民幣千元 (Audited) (經審核)	Significant unobservable inputs Level 3 重大不可觀察輸入值 第三層 RMB'000 人民幣千元 (Audited) (經審核)
1,275	-	1,275	-

Financial liabilities at fair value through profit or loss – foreign exchange forward contracts

按公允價值計入損益的金融負債
—外匯遠期合約

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19. FAIR VALUE AND FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy (continued)

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments: (continued)

Liabilities measured at fair value: (continued)

During the six month ended 30 June 2022, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements (2021: Nil).

20. COMMITMENTS

The Group had the following capital commitments at the end of the reporting period:

Contracted, but not provided for:	已訂約但未撥備：
Plant and machinery	廠房及機器

21. RELATED PARTY TRANSACTIONS

(a) Transactions with companies controlled by one of the Company's directors

- (i) During the six months ended 30 June 2022, the Group leased offices and manufacturing facilities located in Mainland China from Zhejiang Kingdom Creative Co., Ltd. ("Kingdom Creative") and incurred operating lease charges of RMB333,000 (six months ended 30 June 2021: RMB333,000). Mr. Ren Weiming has a controlling equity interest in Kingdom Creative. Rental and other terms for these lease arrangements were negotiated between the parties on arm's length basis with reference to the then prevailing market rates.

19. 金融工具的公允價值及公允價值等級架構 (續)

公允價值等級架構 (續)

下表顯示本集團金融工具的公允價值計量等級架構：(續)

按公允價值計量的負債：(續)

於截至二零二二年六月三十日止六個月，公允價值計量在第一層及第二層之間概無轉移，亦無公允價值計量轉入第三層或自第三層轉出(二零二一年：無)。

20. 承擔

於報告期末，本集團的資本承擔如下：

30 June 2022 二零二二年 六月三十日 RMB'000 人民幣千元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 RMB'000 人民幣千元 (Audited) (經審核)
224,387	259,247

21. 關連方交易

(a) 與由本公司一名董事控制的公司進行的交易

- (i) 於截至二零二二年六月三十日止六個月，本集團向浙江金達創業股份有限公司(「金達創業」)租用多個位於中國大陸的辦公室及製造廠房，所產生的經營租賃費用為人民幣333,000元(截至二零二一年六月三十日止六個月：人民幣333,000元)。任維明先生擁有金達創業的控股權益。該等租賃安排之租金及其他條款乃由雙方參考當時現行的市價公平協商。

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21. RELATED PARTY TRANSACTIONS (continued)

(a) Transactions with companies controlled by one of the Company's directors (continued)

- (ii) During the six months ended 30 June 2022, the Group purchased electricity from Zhejiang Yuyuan Solar Co., Ltd. with an amount of RMB1,311,000 (six months ended 30 June 2021: RMB1,053,000). Mr. Ren Weiming has a controlling equity interest in this company. The price of electricity was made with a discount rate of approximately 3.5% to the market prices.
- (iii) During the six months ended 30 June 2022, the Group purchased chemicals and additives from Zhejiang Jinxiu Jiangnan Silk Co., Ltd. with an amount of RMB1,417,000 (six months ended 30 June 2021: RMB1,474,000). Mr. Ren Weiming has a controlling equity interest in this company. The raw material purchase was made according to published prices and conditions offered by the supplier to its major customers.
- (iv) During the six months ended 30 June 2022, the Group leased cars from and leased an office to Interconnect Financial Leasing (Shanghai) Co., Ltd, which incurred lease charges of RMB159,000 (six months ended 30 June 2021: RMB191,000) and generated lease income of RMB171,000 (six months ended 30 June 2021: RMB171,000). Mr. Ren Weiming has a controlling equity interest in Interconnect Financial Leasing (Shanghai) Co., Ltd.'s parent company, Kingdom Creative. Rental and other terms for these lease arrangements were negotiated between the parties on arm's length basis with reference to the then prevailing market rates.

21. 關連方交易 (續)

(a) 與由本公司一名董事控制的公司進行的交易 (續)

- (ii) 於截至二零二二年六月三十日止六個月，本集團以人民幣1,311,000元(截至二零二一年六月三十日止六個月：人民幣1,053,000元)向浙江昱源光伏有限公司購電。任維明先生擁有該公司的控股權益。電價較市價折讓約3.5%。
- (iii) 於截至二零二二年六月三十日止六個月，本集團向浙江錦繡江南絲綢有限公司採購金額為人民幣1,417,000元(截至二零二一年六月三十日止六個月：人民幣1,474,000元)的化學品及添加劑。任維明先生擁有該公司的控股權益。原材料採購乃根據供應商向其主要客戶提供的已公佈價格及條件作出。
- (iv) 於截至二零二二年六月三十日止六個月，本集團自滙通融資租賃(上海)有限公司租賃汽車，並向該公司出租辦公室，產生租賃費用人民幣159,000元(截至二零二一年六月三十日止六個月：人民幣191,000元)及租賃收入人民幣171,000元(截至二零二一年六月三十日止六個月：人民幣171,000元)。任維明先生擁有滙通融資租賃(上海)有限公司的母公司金達創業的控股權益。該等租賃安排之租金及其他條款乃由雙方參考當時現行的市價公平協商。

Notes to Interim Condensed Consolidated Financial Statements 中期簡明合併財務報表附註

For the six months ended 30 June 2022 截至二零二二年六月三十日止六個月

21. RELATED PARTY TRANSACTIONS (continued)

(b) Compensation of key management personnel of the Group

Short-term employee benefits 短期僱員福利
Post-employment benefits 離職後福利

21. 關連方交易 (續)

(b) 本集團主要管理人員的補償

For the six months
ended 30 June
截至六月三十日止六個月

2022 二零二二年 RMB'000 人民幣千元 (Unaudited) (未經審核)	2021 二零二一年 RMB'000 人民幣千元 (Unaudited) (未經審核)
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1,745 1,870

904 182

2,649 **2,052**

22. APPROVAL OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The unaudited interim condensed consolidated financial statements were approved and authorised for issue by the board of directors on 19 August 2022.

22. 批准中期簡明合併財務報表

董事會已於二零二二年八月十九日批准及授權刊發未經審核中期簡明合併財務報表。





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