



**hmvod Limited**  
**hmvod 視頻有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 8103)**

**THIRD QUARTERLY RESULTS ANNOUNCEMENT  
FOR THE NINE MONTHS ENDED 31 DECEMBER 2021**

**CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG  
LIMITED (THE “GEM”)**

**GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.**

**Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.**

*Hong Kong Exchanges and Clearing Limited and the Stock Exchange take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

*This announcement, for which the directors (the “**Directors**”) of hmvod Limited (the “**Company**”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “**GEM Listing Rules**”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

## **HIGHLIGHTS**

- Turnover for the nine months ended 31 December 2021 amounted to approximately HK\$27.5 million representing an increase of approximately 10.0% over the corresponding period in 2020 amounting to approximately HK\$25.0 million.
- Loss attributable to the owners of the Company for the nine months ended 31 December 2021 amounted to approximately HK\$9.3 million (2020: Profit of HK\$1.4 million).
- Basic (loss)/earning per share for the nine months ended 31 December 2021 was approximately HK(9.46) cents (2020: HK3.54 cents).
- The Board does not recommend the payment of dividend for the nine months ended 31 December 2021 (2020: Nil).

The board of Directors (“**Board**”) of the Company presents the unaudited condensed consolidated financial statements of the Company and its subsidiaries (collectively the “**Group**”) for the three months and nine months ended 31 December 2021, together with the unaudited comparative figures for the corresponding periods in 2020 as follows:

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME**

		Unaudited Three months ended 31 December		Unaudited Nine months ended 31 December	
		2021	2020	2021	2020
	Notes	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Revenue	4	8,417	9,091	27,516	24,967
Other income and gain	5	514	12,988	725	13,233
Subcontractors cost		(5,862)	(5,330)	(18,761)	(15,383)
Amortisation of intangible asset		(1,722)	(1,722)	(5,166)	(5,166)
Selling and administrative expenses		(3,769)	(1,383)	(10,890)	(10,927)
Finance costs	6	(1,255)	(842)	(3,465)	(4,752)
Profit/(loss) before taxation		(3,677)	12,802	(10,041)	1,972
Income tax credit	7	283	283	850	847
Profit/(loss) for the period	8	(3,394)	13,085	(9,191)	2,819
Other comprehensive expense					
Item that may be reclassified					
subsequently to profit or loss:					
Exchange difference arising on					
translation of foreign					
operations		—	(82)	(19)	(153)
Total comprehensive income/ (expense) for the period		(3,394)	13,003	(9,210)	2,666

	<i>Note</i>	Unaudited Three months ended 31 December		Unaudited Nine months ended 31 December	
		2021	2020	2021	2020
		<b>HK\$'000</b>	<b>HK\$'000</b>	<b>HK\$'000</b>	<b>HK\$'000</b>
Profit/(loss) for the period attributable to:					
Owners of the Company		(3,466)	11,827	(9,298)	1,357
Non-controlling interest		<u>72</u>	<u>1,258</u>	<u>107</u>	<u>1,462</u>
		<b><u>(3,394)</u></b>	<b><u>13,085</u></b>	<b><u>(9,191)</u></b>	<b><u>2,819</u></b>
Total comprehensive income/ (expense) for the period attributable to:					
Owners of the Company		(3,466)	11,766	(9,317)	1,225
Non-controlling interest		<u>72</u>	<u>1,237</u>	<u>107</u>	<u>1,441</u>
		<b><u>(3,394)</u></b>	<b><u>13,003</u></b>	<b><u>(9,210)</u></b>	<b><u>2,666</u></b>
Earnings/(loss) per share	10				
– Basic and diluted ( <i>HK cents</i> )		<b><u>(3.53)</u></b>	<b><u>30.9</u></b>	<b><u>(9.46)</u></b>	<b><u>3.54</u></b>

# UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company						Non-controlling interests	Total
	Share capital	Share premium	Capital reserve	Exchange translation reserve	Accumulated losses	Sub-total		
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 April 2020 (audited)	142	510,565	1,200	(470)	(634,152)	(122,715)	(9,689)	(132,404)
Rights issue of shares	712	59,780	–	–	–	60,492	–	60,492
Transaction cost attributable to rights issue of shares	–	(3,500)	–	–	–	(3,500)	–	(3,500)
Profit for the period	–	–	–	–	1,357	1,357	1,462	2,819
Exchange difference arising on translation of foreign operations	–	–	–	(132)	–	(132)	(21)	(153)
Total comprehensive (expenses)/income for the period	–	–	–	(132)	1,357	1,225	1,441	2,666
At 31 December 2020 (unaudited)	<u>854</u>	<u>566,845</u>	<u>1,200</u>	<u>(602)</u>	<u>(632,795)</u>	<u>(64,498)</u>	<u>(8,248)</u>	<u>(72,746)</u>
At 1 April 2021 (audited)	<b>909</b>	<b>582,364</b>	<b>1,200</b>	<b>(626)</b>	<b>(642,751)</b>	<b>(58,904)</b>	<b>(8,253)</b>	<b>(67,157)</b>
Total comprehensive income for the period	–	–	–	(19)	(9,298)	(9,317)	107	(9,210)
Issue of shares upon placing	170	33,826	–	–	–	33,996	–	33,996
Transaction cost attributable to issue of shares	–	(1,703)	–	–	–	(1,703)	–	(1,703)
At 31 December 2021 (unaudited)	<u>1,079</u>	<u>614,487</u>	<u>1,200</u>	<u>(645)</u>	<u>(652,049)</u>	<u>(35,928)</u>	<u>(8,146)</u>	<u>(44,074)</u>

# NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

## 1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of the Cayman Islands. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The address of its principal place of business is Unit 02, 11/F, Eastmark, 21 Sheung Yuet Road, Kowloon Bay, Hong Kong. The Company's shares are listed on the GEM.

## 2. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements of the Group have been prepared in accordance with the applicable Hong Kong Accounting Standards issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) and the applicable disclosure requirements of Chapter 18 of the GEM Listing Rules. The principal accounting policies applied in preparing the unaudited condensed consolidated financial statements for the nine months ended 31 December 2021 are set out in note 3 below.

## 3. PRINCIPAL ACCOUNTING POLICIES

The accounting policies and methods of computation applied in the preparation of the unaudited consolidated financial statement are consistent with those applied in preparing the 2021 Annual Financial Statements except for the adoption of the new/revised HKFRSs which are relevant to the Group's operation and are effective for the Group's financial year beginning on 1 April 2021.

Amendments to HKAS 39, HKFRSs 4, 7, 9 and 16  
Amendments to HKFRS 16

Interest Rate Benchmark Reform – Phase 2  
Covid-19-Related Rent Concessions (amendments)

The adoption of these new/revised HKFRSs has no material impact on the Group's results and financial position for the current or prior periods and does not result in any significant change in accounting policies of the Group.

The Group has not early adopted any new/revised HKFRSs that have been issued but are not yet effective for the current period. The Directors do not anticipate that the adoption of new/revised HKFRSs in future periods will have any material impact on the results of the Group.

### Going Concern

In preparing the unaudited consolidated financial statement, the directors of the Company (the “Directors”) have given careful consideration to the future liquidity of the Group in light of the fact that the Group's current liabilities exceeded its current assets by approximately HK\$37,111,000 at 31 December 2021. There is a material uncertainty related to these matters that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

In order to improve the Group's liquidity and cash flows to sustain the Group as a going concern, the Group has implemented or is in the process of implementing the follow measures:

1. Boost revenue under rolling business plans;
2. Diversify the types of movies, drama and animated comedy series in online platform;
3. Actively negotiating with finance providers for the waiver of the repayable of certain other borrowings and/or extend maturity date of loan and other payables;
4. Actively negotiating with banks or other financial institutions to obtain additional new financing and other source of funding as and when required;

5. Negotiate with bondholders to settle the overdue bond by cash and shares;
6. Fund raising by different ways; and
7. Implementing comprehensive policies to monitor cash flows through cutting costs and capital expenditure.

#### 4. REVENUE

Revenue represents income from professional services rendered, and over the top (“OTT”) services, net of sales related taxes if any.

An analysis of the revenue by principal activities of the operations of the Group during the reporting periods is as follows:

	Unaudited			
	Three months ended		Nine months ended	
	31 December		31 December	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Revenue from provision of				
Professional services	121	841	228	1,220
OTT services	8,296	8,250	27,288	23,747
	<u>8,417</u>	<u>9,091</u>	<u>27,516</u>	<u>24,967</u>
Turnover	<u>8,417</u>	<u>9,091</u>	<u>27,516</u>	<u>24,967</u>

#### 5. OTHER INCOME AND GAIN

	Unaudited			
	Three months ended		Nine months ended	
	31 December		31 December	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Gain on waive of trade and other payables	–	6,682	7	6,682
Written back of provision for trade and other receivables	–	3,799	–	3,799
Gain on disposal of subsidiaries	–	2,384	–	2,384
Others	514	123	718	368
	<u>514</u>	<u>12,988</u>	<u>725</u>	<u>13,233</u>
	<u>514</u>	<u>12,988</u>	<u>725</u>	<u>13,233</u>

## 6. FINANCE COSTS

	Unaudited			
	Three months ended		Nine months ended	
	31 December		31 December	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Interest on short term loans	971	531	2,665	3,660
Interest on bonds	248	288	721	1,023
Others	36	23	79	69
	<u>1,255</u>	<u>842</u>	<u>3,465</u>	<u>4,752</u>

## 7. INCOME TAX CREDIT

- (a) Hong Kong profits tax has not been provided for in the unaudited condensed consolidated financial statements as there was no estimated assessable profit derived from Hong Kong during the nine months ended 31 December 2021 and 2020.
- (b) Under the Law of the People's Republic of China (the "PRC") on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the standard tax rate is 25%.

## 8. PROFIT/(LOSS) FOR THE PERIOD

Profit/(loss) for the period has been arrived at after charging:

	Unaudited			
	Three months ended		Nine months ended	
	31 December		31 December	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Staff costs, including director's remuneration				
Salaries and other benefits	1,684	1,878	5,693	4,620
Retirement benefits scheme contributions	53	95	160	277
	<u>1,737</u>	<u>1,973</u>	<u>5,853</u>	<u>4,897</u>
Amortisation of intangible assets	1,722	1,722	5,166	5,166
Depreciation	143	148	426	423
Operating leases	66	2	71	6



## 9. DIVIDEND

The Board does not recommend the payment of any dividend for the nine months ended 31 December 2021 (2020: Nil).

## 10. EARNINGS/(LOSS) PER SHARE

The calculation of basic and diluted (loss)/earnings per share attributable to owners of the Company is based on the following data:

	Unaudited			
	Three months ended		Nine months ended	
	31 December		31 December	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Profit/(loss) for the period attributable to owners of the Company	<u>(3,466)</u>	<u>11,827</u>	<u>(9,298)</u>	<u>1,357</u>
	Unaudited			
	Three months ended		Nine months ended	
	31 December		31 December	
	2021	2020	2021	2020
Number of shares				
Weighted average number of ordinary shares for the purpose of basic earnings/(loss) per share	<u>98,292,557</u>	<u>38,280,030</u>	<u>98,292,557</u>	<u>38,280,030</u>

## MANAGEMENT DISCUSSION AND ANALYSIS

### BUSINESS PERFORMANCE AND PROSPECT

#### Professional services

In view of the change of business environment, the Company has strategically broadened our professional services in cyber security services and solutions.

Our professional service team can provide services and solutions in cyber security, including ramp up model advisory, physical and cyber security assessments, build and design of secured IT architecture, implementation of security devices and IT business policy controls.

Our professional service team specializes in enterprise cyber security solutions and risk management, providing a full range of security services and solutions to corporations in the Greater China and Asia Pacific region.

Our professional service team also provides a series of highly skilled services including all level Penetration testing, complete coverage of Vulnerability management as well as DDoS protection.

Our Managed Security Services team can provide a full scale MSS security, from Firewall healthiness, critical patch management, attack and alert, incident management and change management, to endpoint management in order to cover the end-user machines.

Our professional service team mainly provides four major information security services which are summarized as follows:

#### ***1. IT Security General Control Review and Security Risk Assessment***

We adopt a proven, four-phase security methodology to conduct IT security general control review and security risk assessment services. This methodology has proved itself through many global case studies and offers a repeatable solution with predictable results time after time. Below is an illustration of the methodology:

- a) Discovery – The objective of this phase is to ‘footprint’ the current security status of the scoped IT systems components;
- b) Analysis – The objectives of this phase are to determine the risk level of identified loophole, and to determine the possible attack scenarios;
- c) Exploitation – Upon discovery of any loophole that could further be penetrated, exploitation will be carried out to determine the penetration depth of the loophole;
- d) Remediation and Auditing – Upon completion of the security risk assessment and analysis, we will provide a complete report listing.

## **2. *External and Internal Penetration Tests***

Our network security assessment is conducted through Internet targeting towards the customer's Internet facing external network (e.g. public domain or sub-domains) and from internal network to all internal servers. The focus of this test is to simulate an attack from a skillful black-hat attacker, in order to dig out the vulnerabilities.

## **3. *Risk-based Cyber Security Protection Safeguard and Implementation***

Our risk-based cyber security approach will evaluate best practices and technology solutions or services to address the top priority security risks of the client through:

- a) Gathering and verifying requirement;
- b) Design system Architecture;
- c) Procure the best-fit technology solutions or services;
- d) Implement, configure and strengthen the technology solutions or services;
- e) To assist our client to reengineer IT and business processes based on best practices.

Professional services recorded decrease in revenue to approximately HK\$0.228 million for the nine months ended 31 December 2021 (2020: HK\$1.2 million). Such decrease is due to epidemic of "COVID-19", some of our clients had suspended or postponed their projects during this period.

## **OTT services**

OTT services is providing multi-media related services and contents in the Hong Kong via different platforms. In view of the growing penetration and expansion of multi-media segment, the Group is about optimistic such business segment. In addition, consumers are moving beyond traditional media, the multi-media platform is an option used by many companies to brand and market their products. As such, the multi-media platform is playing an increasingly vital role in business marketing strategy. Considered that our OTT services is equipped with experience in the industry with diversified clientele and being specialized in the provision of OTT services of video-on-demand in Hong Kong and Taiwan via its own digital video rental platform. The revenue in OTT services recorded approximately HK\$27.29 million for the nine months ended 31 December 2021 (2020: HK\$23.7 million), compared with the corresponding period in 2020. Such increase is due to the films under Paramount Pictures Corporation were introduced in our online platform. Customers can now watch the latest release and all-time-hits movies, with more than hundreds of programme hours, under Paramount with effect from October 2021.

## **FUTURE PROSPECTS**

Currently, 4G and 5G networks co exist in Hong Kong. It is expected that 5G network will substitute 4G networks in the coming years, and that people using 4G network shall opt for 5G plan after the end of their 4G plan contract due to the attractive price of 5G plan and much higher speed performance attributed to the customers. We are now under the transition period and we expect to benefit from the increase in the number of users under the bundle of offers of 5G plan.

The Directors are of the view that the broadcasting market in Hong Kong from a traditional free-licensed television broadcasting will be substituted by OTT broadcasting. The Company intends to exploit the OTT broadcasting channel, which customers be offered with a wide variety of films, pop songs and TV series, etc. over the Internet. In view of the rapid global development in media contents and the rising popularity of new media platforms among the mobile and internet users, we hope to continue developing the quality media contents with the advantages of the existing platform resources and to thrive in the cultural and entertainment business.

## **FINANCIAL PERFORMANCE**

During the nine months ended 31 December 2021, the Group recorded a revenue of approximately HK\$27.5 million (2020: approximately HK\$25.0 million) representing an increase of approximately 10% as compared to that of the corresponding period in 2020. The increase in revenue was due to increase of the number of subscribers. Other income and gain decreased to approximately HK\$0.7 million as compared to approximately HK\$13.2 million of corresponding period in 2020 due to one-off gain on waive of trade and other payables, written back of provision for trade and other receivable and one off gain on disposal of subsidiaries of approximately of HK\$6.7 million, HK\$3.8 million and HK\$2.4 million respectively for the nine months ended 31 December 2020. Subcontractors cost increased to approximately HK\$18.8 million as compared to approximately HK\$15.4 million of corresponding period in 2020. The increase in subcontractors cost was due to increase in revenue. Operating and administrating expenses have no significant change as compared to approximately HK\$10.9 million of corresponding period in 2020. Finance cost decreased to approximately HK\$3.5 million as compared to approximately HK\$4.8 million of the corresponding period in 2020, representing a decrease of approximately 27.1% as compared to that of the corresponding period in 2020. The decrease in finance cost was due to settlement of loan by Right issue on September 2020. Loss attributable to the owners of the Company was approximately HK\$9.3 million for the nine months ended 31 December 2021 (nine months ended 31 December 2020: profit of approximately HK\$1.4 million).

## **DIVIDEND**

The Board does not recommend the payment of dividend for the nine months ended 31 December 2021 (2020: Nil).

## **LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE**

During the nine months ended 31 December 2021, the Company raised and completed placing of shares on 3 September 2021. The issued shares of the Company is 107,873,248 shares as at 31 December 2021.

The Board continues to look for opportunities to attract more investors, extend the shareholders base, reduce the accumulated loss and improve the flexibility of fund raising.

## **SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSAL OF SUBSIDIARIES AND AFFILIATED COMPANIES**

No material acquisition and disposal was completed during the nine months ended 31 December 2021.

## **SHARE OPTION SCHEME**

Pursuant to an ordinary resolution passed at an annual general meeting of the Company held on 12 November 2014, the Company approved and adopted a share option scheme. There were no movement in the share options during the nine months ended 31 December 2021 and there were no outstanding share options as at 31 December 2021 and 31 December 2020 respectively.

## DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS IN SECURITIES

As at 31 December 2021, none of the Directors and chief executive of the Company were interested in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571, the Laws of Hong Kong) (“SFO”)) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they have taken or deemed to have under such provisions of the SFO), or which are required, pursuant to section 352 of the SFO, to be entered in the register maintained by the Company referred to therein, or which are required, pursuant to the required standard of dealing by the Directors under the GEM Listing Rules relating to securities transactions by the Directors, to be notified to the Company and the Stock Exchange.

## SUBSTANTIAL SHAREHOLDERS INTERESTS IN SECURITIES

As at 31 December 2021, the persons (other than a director or chief executive of the Company) who have interests or short position in the shares, underlying shares and debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or who are, directly or indirectly, to be interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of the Group, were as follows:

### Long position in shares of the Company:

Name of the shareholder	Capacity	Number of shares held	Approximate percentage of shareholding (note 1)
Kingston Securities Limited (note 2)	Beneficial Owner	8,004,050	7.41
ACCP Global Limited (note 3)	Beneficial Owner	6,348,000	5.88
Prosper Rich Investments Limited (note 4)	Beneficial Owner	26,200,000	24.29
Shiu Stephen Junior (note 5)	Interest of controlled corporation and interest of spouse	12,546,000	11.63
Cheung Siu Fai (note 6)	Person having a security interest in shares	12,524,000	11.61

*Notes:*

1. As at 31 December 2021, the issued share capital of the Company was 107,873,248 shares.
2. Based on the notices of disclosure of interest filed by Chu Yuet Wah (“**Chu**”), Chu has a controlling interest in Kingston Securities Limited and is deemed to be interested in these shares held by Kingston Securities Limited.
3. Based on the notices of disclosure of interest filed by Lau Wang Chi Barry (“**Lau**”), Lau has a controlling interest in ACCP Global Limited and is deemed to be interested in these shares held by ACCP Global Limited.
4. Based on the notices of disclosure of interest filed by Leung Lisa (“**Lisa**”), Lisa has a controlling interest in Prosper Rich Investments Limited (“**Prosper Rich**”) and is deemed to be interested in these shares held by Prosper Rich Investments Limited. In January 2022, Prosper Rich was disposed the shares and the percentage of shareholding was reduced below 5% of the issued shares of the Company.
5. Based on the notices of disclosure of interest filed by Shiu Stephen Junior (“**Mr. Shiu**”), Popland Investments Limited owns 8,520,000 shares, Ms. Chen Min, spouse of Mr. Shiu owns 4,026,000 shares. Mr. Shiu has a controlling interest in Popland Investments Limited. Therefore, Mr. Shiu is deemed to be interested in these shares held by Popland Investments Limited and his spouse.
6. Based on the notices of disclosure of interest filed by Cheung Siu Fai (“**Cheung**”), Cheung is a person having a security interest in shares.

Save as disclosed above, as at 31 December 2021, no long positions and short positions of other persons or chief executive of the Company in the shares, underlying shares and debentures of the Company and its associated corporations were recorded in the register required to be kept under section 336 of the SFO.

## **DIRECTORS’ INTERESTS IN CONTRACTS**

No contracts of significance in relation to the Group’s business to which the Group was a party and in which a Director had a material interest, whether directly or indirectly, subsisted at the nine months ended 31 December 2021 or at any time during such period.

## **COMPETING INTERESTS**

As at 31 December 2021, none of the Directors nor the controlling shareholders of the Company or their respective associates (as defined under the GEM Listing Rules) had any business or interest in a business which competes or may compete with the business of the Group.

## **AUDIT COMMITTEE**

The Company has established an audit committee with written terms of reference in compliance with Rules 5.28, 5.29 and 5.33 of the GEM Listing Rules and the Corporate Governance Code (the “**Code**”).

The audit committee of the Company reviews the internal accounting procedures, considers and reports to the Board with respect to other auditing and accounting matters, including selection of independent auditors, fees to be paid to the independent auditors and the performance of the independent auditors.

As at 31 December 2021, the audit committee consists of three independent non-executive Directors namely Mr. Hau Chi Kit, Mr. Tang Chun Hei and Mr. Ho Chun Hang.

The unaudited condensed consolidated financial statements of the Group for the nine months ended 31 December 2021 have been reviewed by the audit committee of the Company, and is of the opinion that the preparation of such statements comply with the applicable accounting standards, GEM Listing Rules and that adequate disclosures have been made.

#### **CODE ON CORPORATE GOVERNANCE PRACTICES**

The Company has adopted the code provisions of the Code contained in Appendix 15 of the GEM Listing Rules as its own code on corporate governance practices. In the opinion of the Directors, the Company has complied with the code provisions as set out in the Code and there have been no material deviations from the Code during the nine months ended 31 December 2021.

#### **DIRECTORS' SECURITIES TRANSACTIONS**

The Company has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as the code of conduct regarding Directors' securities transactions in securities of the Company.

Having made specific enquiry, all Directors have confirmed that they have complied with the required standard of dealings and there is no event of non-compliance throughout the nine months ended 31 December 2021.

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

During the nine months period under review, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

By Order of the Board of  
**hmvod Limited**  
**Ho Chi Na**  
*Executive Director*

Hong Kong, 9 February 2022



As at the date of this announcement, the Board comprises the following Directors:

**Executive Director:**

Ms. Ho Chi Na

**Non-executive Director:**

Mr. Lau Chung Yin

**Independent non-executive Directors:**

Mr. Hau Chi Kit

Mr. Tang Chun Hei

Mr, Ho Chun Hang

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the GEM website at <http://www.hkgem.com> on the “Latest Company Announcements” page for 7 days from the date of its posting and on the website of the Company at [www.hmvod.com.hk](http://www.hmvod.com.hk).*