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Min Fu International Holding Limited
民富國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8511)

**FIRST QUARTERLY RESULTS ANNOUNCEMENT
FOR THE THREE MONTHS ENDED 30 JUNE 2022**

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

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. 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.

*This announcement, for which the director (collectively the “**Directors**” and individually a “**Director**”) of Min Fu International Holding 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

The Company recorded an unaudited revenue of approximately HK\$7.0 million for the three months ended 30 June 2022, representing an increase of approximately 6.3% as compared to the corresponding period of the previous year.

The Company recorded an unaudited loss attributable to the owners of the Company of HK\$4.9 million for the three months ended 30 June 2022, compared to the loss of HK\$2.1 million in the corresponding period of the previous year, which was mainly attributed to the increase in administrative expenses.

Basic and diluted losses per share for the three months ended 30 June 2022 were approximately HK1.24 cents (2021: basic and diluted losses per share approximately HK0.52 cents).

The board of Directors (the “**Board**”) of the Company presents the unaudited condensed consolidated financial results of the Company and its subsidiaries (collectively the “**Group**”) for the three months ended 30 June 2022 (the “**Reporting Period**”), together with the comparative unaudited figures for the corresponding period of 2021 as follows:

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		For the three months ended 30 June	
		2022	2021
	Note	HK\$'000 (Unaudited)	HK\$'000 (Unaudited)
Revenue	3	7,009	6,596
Cost of sales		(4,064)	(4,447)
Gross profit		2,945	2,149
Selling and marketing expenses		(1,212)	(1,078)
Administrative expenses		(6,029)	(2,674)
Other income		11	–
Other (losses)/gains – net		(185)	111
Operating loss		(4,470)	(1,492)
Finance income		3	1
Finance cost		(264)	–
Finance (cost)/income – net		(261)	1
Loss before income tax		(4,731)	(1,491)
Income tax expense	4	(212)	(604)
Loss attributable to: Owners of the Company		(4,943)	(2,095)
Other comprehensive income			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operation		(1,255)	–
Other comprehensive income for the period, net of income tax		(1,255)	–
Total comprehensive income attributable to: Owners of the Company		(6,198)	(2,095)
Losses per share			
– Basic and diluted (<i>HK cents</i>)	6	(1.24)	(0.52)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital <i>HK\$'000</i>	Share premium <i>HK\$'000</i>	Capital reserve <i>HK\$'000</i>	Exchange reserves <i>HK\$'000</i>	Statutory reserves <i>HK\$'000</i>	Retained earnings/ (accumulated losses) <i>HK\$'000</i>	Total <i>HK\$'000</i>
Balance at 1 April 2021 (Audited)	312	51,640	163	774	2,461	7,905	63,255
Comprehensive income							
– Loss for the period	–	–	–	–	–	(2,095)	(2,095)
Total comprehensive income	–	–	–	–	–	(2,095)	(2,095)
Balance at 30 June 2021 (Unaudited)	<u>312</u>	<u>51,640</u>	<u>163</u>	<u>774</u>	<u>2,461</u>	<u>5,810</u>	<u>61,160</u>
Balance at 1 April 2022 (Audited)	312	51,640	163	3,157	3,067	(1,946)	56,393
Comprehensive income							
– Loss for the period	–	–	–	–	–	(4,943)	(4,943)
– Other comprehensive income	–	–	–	(1,255)	–	–	(1,255)
Total comprehensive income	–	–	–	(1,255)	–	(4,943)	(6,198)
Balance at 30 June 2022 (Unaudited)	<u>312</u>	<u>51,640</u>	<u>163</u>	<u>1,902</u>	<u>3,067</u>	<u>(6,889)</u>	<u>(50,195)</u>

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1 GENERAL INFORMATION

Min Fu International Holding Limited was incorporated in the Cayman Islands on 23 June 2017 as an exempted company with limited liability. The address of its registered office is the Offices of Conyers Trust Company (Cayman) Limited, Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands.

The Company is an investment holding company and the principal activities of its subsidiaries consist of i) smart manufacturing solutions business; and ii) burial business, in the People's Republic of China (the “**PRC**”).

These unaudited condensed consolidated quarterly financial statements are presented in Hong Kong dollar (“**HK\$**”) and all values are rounded to the nearest thousands (HK\$'000).

The condensed consolidated quarterly financial statements have not been audited.

2 BASIS OF PRESENTATION

The Group's unaudited condensed consolidated financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (“**HKFRSs**”), which collective term includes all applicable individual HKFRSs, Hong Kong Accounting Standards (“**HKAS**”) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinances. The unaudited condensed consolidated financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the GEM of the Stock Exchange.

The unaudited condensed consolidated financial statements have been prepared in accordance with the same accounting policies adopted in the 2022 annual financial statements except for the adoption of the standards, amendments and interpretation issued by the HKICPA mandatory for the annual periods beginning on 1 April 2022. The effect of the adoption of these standards, amendments and interpretation is not material on these unaudited condensed consolidated financial statements.

The unaudited condensed consolidated financial statements for the three months ended 30 June 2022 comprises the Company and its subsidiaries.

Items included in the financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates. The unaudited condensed consolidated financial statements are presented in HK\$, rounded to the nearest thousand except for otherwise indicated. The Company's functional and the Group's presentation currency are both HK\$.

The measurement basis used in the preparation of the unaudited condensed consolidated financial statements is the historical cost basis.

The preparation of unaudited condensed consolidated financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying amounts of assets and liabilities not readily apparent from other sources. Actual results may differ from these estimates.

3 REVENUE AND SEGMENT INFORMATION

The Chief Operating Decision-Maker (“**CODM**”) has been identified as the executive directors who review the Group’s internal reporting in order to assess performance and allocate resources. The CODM has determined the operating segments based on these reports.

The CODM assesses the performance based on a measure of profit after income tax and considers all businesses to be included in two operating segments.

The principal activities of the Group consist of i) smart manufacturing solutions business; and ii) burial business in the PRC.

a) Revenue

Revenue represents revenue from i) smart manufacturing solutions business; and ii) burial business.

	For the three months ended 30 June	
	2022	2021
	HK\$’000	HK\$’000
	(Unaudited)	(Unaudited)
Smart Manufacturing Solutions Business		
– Sales of equipment	5,646	4,853
– Technical services	711	1,743
	6,357	6,596
Burial Business		
– Agency services for sale of burial plots and columbarium units	652	–
	652	6,596
Total	7,009	6,596

b) Segment Information

The Group manages its businesses by business lines in a manner consistent with the way in which information is reported internally to the Group's CODM being the executive directors of the Company, for the purposes of resource allocation and performance assessment. The Group's reportable and operating segments are as follows:

- smart manufacturing solutions business: sales of equipment and provision of relevant technical service in the PRC
- burial business: agency services for sale of burial plots and columbarium units in the PRC

Segment results

Segment results represent the loss before income tax from each segment except for the unallocated corporate expenses, being central administrative costs.

Information regarding the Group's reportable segments as provided to the Group's CODM for the purposes of resource allocation and assessment of segment performance for the period is set out below:

	For the three months ended 30 June 2022 (Unaudited)			
	Smart Manufacturing Solution Business HK\$'000	Burial Business HK\$'000	Un-allocated HK\$'000	Total HK\$'000
Reportable segment revenue	6,357	652	–	7,009
Reportable segment loss before income tax	(2,069)	(1,337)	(1,325)	(4,731)
Amounts included in the measure of segment loss:				
Interest expenses	(157)	(92)	(15)	(264)
Depreciation	(315)	(584)	–	(899)
Amortisation	(555)	–	–	(555)
Interest income	<u>3</u>	<u>–</u>	<u>–</u>	<u>3</u>

For the three months ended 30 June 2021, the Group is principally engaged in the provision of smart manufacturing solutions of precision testing, which comprises the sales of precision testing equipment as well as the provision of technical services. Management reviews the operating results of the business as one segment to make decisions about resources to be allocated. Therefore, the executive directors of the Company regard that there is only one segment which is used to make strategic decisions. Revenue and loss before income tax are the measure reported to the executive directors of the Company for the purpose of resources allocation and performance assessment.

All of the Group's revenue was derived in the PRC during the three months ended 30 June 2022 (2021: same).

All of the Group's non-current assets were located in the PRC as at 30 June 2022 and 2021.

	For the three months ended 30 June	
	2022	2021
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Current income tax		
– PRC corporate income tax	212	604
– Others	–	–
Deferred income tax	–	–
	<u>212</u>	<u>604</u>

No income tax relating to components of other comprehensive income was charged for the three months ended 30 June 2022 (2021: same).

- (a) Pursuant to the Corporate Income Tax Law of the People's Republic of China (the “**CIT Law**”) and the Implementation Rules of the CIT Law in the PRC, the standard tax rate is 25% for the Group's subsidiaries and operations in the PRC.

On 11 December 2017, Quick Tech Corporation Ltd. (“**Quick Tech**”), the Group's subsidiary incorporated in the PRC, was awarded the High and New Technology Enterprise which effective for three years commencing on 1 January 2017 and is entitled to preferential income tax rate of 15% for these three years. In 2020, Quick Tech had successfully renewed and granted this preferential tax treatment of 15% for three years. Accordingly, tax rate of 15% (2021:15%) has been applied for the current income tax and deferred income tax for the three months ended 30 June 2022.

- (b) Hong Kong Cheng Phong Technology Limited (“**Hong Kong Cheng Phong**”), Bow Chak Industry (HK) Limited (“**Bow Chak**”) and MGW Swans Ltd. (“**MGW Swans**”) are the Group's subsidiaries incorporated in Hong Kong and the BVI. However, their principal businesses for the three months ended 30 June 2022 and 2021 were carried out in the PRC and the related income was subject to PRC corporate income tax. Hong Kong Cheng Phong, Bow Chak and MGW Swans were approved by the PRC in-charge tax bureau to pay PRC income tax on a “deemed profit basis”, according to which their taxable income was calculated at 15% (2021:15%) of revenue for the three months ended 30 June 2022.
- (c) The statutory Hong Kong Profits Tax rate is 16.5% (2021:16.5%). No provision for Hong Kong Profits Tax has been made as the income of the companies comprising the Group neither arises in, nor is derived from Hong Kong for three months ended 30 June 2022 and 2021.
- (d) The Company was incorporated in the Cayman Islands as an exempted company with limited liability under the Companies Law of Cayman Islands and accordingly, is exempted from Cayman Islands income tax.

The Company's subsidiaries in the BVI were incorporated under the International Business Companies Act of the BVI and are exempted from the BVI income tax.

5 DIVIDENDS

The Directors did not recommend the payment of any interim dividend for the three months ended 30 June 2022 (2021: nil).

6 LOSSES PER SHARE

Basic losses per share is calculated by dividing the loss for the period by the weighted average number of ordinary shares in issue during the three months ended 30 June 2022 and 2021.

	For the three months ended 30 June	
	2022	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Loss for the period attributable to owners of the Company (<i>HK\$'000</i>)	(4,943)	(2,095)
Weighted average number of ordinary shares in issue (<i>thousands of shares</i>)	400,000	400,000
Basic losses per share (<i>HK cents</i>)	(1.24)	(0.52)

Diluted losses per share presented is the same as the basic losses per share as there were no potentially dilutive ordinary shares issued during the three months ended 30 June 2022 (2021: same).

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is principally engaged in the provision of i) smart manufacturing solutions including sales of equipment and provision of relevant technical service; and ii) agency services for sale of burial plots and columbarium units in the PRC.

Smart Manufacturing Solution Business

The Group is a smart manufacturing solution provider focusing on precision 3D testing solutions and precision machining solutions in China. The Company provides smart manufacturing solutions to serve the needs of highend equipment manufacturers which require a high level of precision in the manufacture of their industrial products. Its solutions comprise and integrate various equipment and services, ranging from solution concept and design, procurement of machinery, auxiliary tools and software and system installation and debugging to provision of aftersales services such as technical support and training.

For the three months ended 30 June 2022, the Group continued to devote great efforts in expanding the market scopes, approaching new customers in various industries and regions, and maintaining the productive relationships with existing customers. Benefited from its sales efforts, the Group obtained a total of 2 new projects. 2 projects carried forward from prior years were completed during the three months ended 30 June 2022. As at 30 June 2022, the Group had 4 on-going projects, which were all precision 3D scanning solutions projects.

The Group had been persisting in developing new technology, including new auxiliary tools design and relevant software applications. As of 30 June 2022, the Group has 16 registered patents, including 6 invention patents and 10 utility model patents as well, and 8 invention patents in the registration process.

Burial Business

The Group's burial business consists of agency services for sale of burial plots and columbarium units, which includes the right to use the burial plots and headstones and other ancillary products to be used on the burial plots, and the right to use the columbarium units. Burial business is the new activities of the Group, which contributed approximately of 9.3% of its revenue for the three months ended 30 June 2022 (2021: N/A). The Group's revenue from burial business, in particular, the agency services for sale of burial plots, for a given period is dependent upon the number and the average selling price of burial plots sold and recognized as revenue during the financial period.

FINANCIAL REVIEW

Revenue

For the three months ended 30 June 2022, the Group recorded revenue of approximately HK\$7.0 million, representing a increase of approximately 6.3% comparing with that of approximately HK\$6.6 million for the three months ended 30 June 2021. The increase in revenue was mainly due to the burial business contributed HK\$0.6 million during the three months ended 30 June 2022 (corresponding period in 2021: Nil).

Gross profit

Gross profit increased by 37% to HK\$2.9 million for the three months ended 30 June 2022 from HK\$2.1 million for the three months ended 30 June 2021, which was primarily due to the contribution from burial business.

Selling and marketing expenses

Selling and marketing expenses slight increased by HK\$0.1 million to HK\$1.2 million for the three months ended 30 June 2022 (corresponding period in 2021: HK\$1.1 million), which was mainly due to increase in research and development expenses for smart manufacturing solutions business..

Administrative expenses

Administrative expenses increased by 125.5% to HK\$6.0 million for the three months ended 30 June 2022 from HK\$2.7 million for the three months ended 30 June 2021, which was mainly due to increase in staff cost, research and development expenses, depreciation and amortisation.

Loss for the period

Loss for the period increased by 135.9% to HK\$4.9 million for the three months ended 30 June 2022 from HK\$2.1 million for the three months ended 30 June 2021. Such increase was mainly due to the increase in administrative expenses.

GEARING RATIO

The Group monitors capital on the basis of the net gearing ratio. Net gearing ratio represents the ratio of net debts (total borrowings, lease liabilities and advance from related parties net of cash and cash equivalents and restricted cash) divided by total equity as 30 June 2022 was 24.2% (31 March 2022: 10.0%). The increase in net gearing ratio mainly due to i) increase in bank borrowing, ii) increase in lease liabilities for the purchase of motor vehicle under a finance lease; and iii) increase in advance from related parties.

As at 30 June 2022, the Group had a one year credit loan of HK\$2.3 million with annual interest rate at 4.05%, which to be repaid within 1 year. It also had a two-year credit loan of HK\$5.9 million with annual interest rate is 4.1%. Annual weighted average effective interest rate is 4.09%.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

As at 30 June 2022, the cash and cash equivalents of the Group was approximately HK\$5.0 million (31 March 2022: HK\$3.7 million). The Group expected to fund the future cash flow needs through internally generated cash flows from operations, bank facilities and equity financing.

EXCHANGE RATE RISK EXPOSURE

For the operating entities of the Company that are incorporated in Hong Kong and the British Virgin Islands, their functional currencies are United States dollars (“US\$”). As certain trade and other receivables, bank balances, lease liabilities, trade and other payables of overseas entities are denominated in HK\$ or Euro (“EUR”) or Renminbi (“RMB”), currencies other than the functional currencies of the entities may cause the foreign exchange risk. Under the Linked Exchange Rate System in Hong Kong, HK\$ is pegged to US\$, the Board considers that there is no significant foreign exchange risk with respect to HK\$. Therefore, the foreign exchange risk mainly arises from the monetary assets and liabilities denominated in EUR and RMB, which the Board considers as not significant to the Group. The Group has not entered into forward exchange contract to hedge its exposure to foreign exchange risk.

Because of the fluctuation in the exchange rate of the functional currencies of the group entities, mainly RMB and US\$, to the Group’s presentation currency, HK\$, the Group recorded a loss in other comprehensive income of HK\$1.3 million for the three months ended 30 June 2022.

CAPITAL COMMITMENTS

As at 30 June 2022, the Group did not have any capital commitments.

CONTINGENT LIABILITIES

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

PLEDGE OF ASSETS

As at 30 June 2022, save for the restricted cash of HK\$0.1 million and a motor vehicle of HK\$1.9 million under a finance lease, the Group did not have any pledge on its assets.

SIGNIFICANT INVESTMENTS

As at 30 June 2022, the Group did not hold any significant investments.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

As at 30 June 2022, the Group did not have any plans for material investments.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES

During the three months ended 30 June 2022, the Group did not have any material acquisitions and disposals of subsidiaries and affiliated companies.

EMPLOYEES AND EMOLUMENT POLICIES

As at 30 June 2022, the Group had a total of 48 (2021: 23) employees, including executive Directors of the Company. The Group values employees because they are pivotal to our success. To recruit, develop and retain talented employees, the Group has provided its employees competitive remuneration packages, including internal promotion opportunities and performance-based bonus. The remuneration committee of the Company shall make recommendation to its Board on the overall remuneration policy and structure relating to all Directors and senior management; review remuneration proposals of the management with reference to its Board's corporate goals and objectives; and ensure none of its Directors or any of their associates determine their own remuneration.

PRINCIPAL RISKS AND UNCERTAINTIES

Business risk

The principal business of the Group is to provide smart manufacturing solutions to its customers on a project basis. As there are not any long-term contractual arrangements with its customers, no assurance is given that the Group will continue to secure new contracts or maintain or increase its current level of business activities with existing or future customers in the future. Therefore, the Group is increasing its sales and marketing efforts, expanding its sales teams and administrative teams, sales points and sales coverage, aiming to continuously get new tenders, secure contracts from more customers and increase market share.

The Group's major customers are high-end equipment manufacturers in the aviation, aerospace, shipbuilding, ground transportation vehicles and electronics industries. The market for smart manufacturing solutions is characterised by rapidly changing technologies and evolving developments. The success of its business is dependent upon its ability to continuously develop, in a timely manner, new technological applications through research and development and introduce new solution designs to cater its customers' requirements. Therefore, the Group intends to increase its research and development efforts, establish its own research and development centers, recruit more technical staff, so as to hold its edges and competitiveness in terms of technology.

Credit risk

Credit risk mainly arises from cash and cash equivalents, restricted cash, trade receivables and other receivables. The carrying amount of these balances in the consolidated statement of financial position represents the Group's maximum exposure to credit risk in relation to its financial assets. The Group has a credit policy in place and the exposure to these credit risks are monitored on an ongoing basis.

Interest rate risk

The Group's interest rate risk arises primarily from bank borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk. The Group has not used financial derivatives to hedge against the interest rate risk. However, from time to time, if interest rate fluctuates significantly, appropriate measures would be taken to manage interest risk exposure.

Liquidity risk

To manage the liquidity risk, the Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the operations and mitigate the effects of fluctuations in cash flows. The Group expects to fund its future cash flow needs through internally generated cash flows from operation and borrowings from financial institutions.

CORPORATE GOVERNANCE AND OTHER INFORMATION

INTERIM DIVIDEND

The Board did not recommend the payment of an interim dividend for the three months ended 30 June 2022 (2021: nil).

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

For the three months ended 30 June 2022, none of the Company or any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

INTERESTS IN COMPETING BUSINESS

For the three months ended 30 June 2022, none of the Directors or any of their respective close associates (as defined under the GEM Listing Rules) are engaged in any business that competes or may compete, directly or indirectly, with the business of the Group or have any other conflicts of interest with the Group nor are they aware of any other conflicts of interest which they have or may have with the Group.

CONNECTED TRANSACTIONS AND CONTINUING CONNECTED TRANSACTIONS

During the Reporting Period, the Company had not entered into any connected transaction or continuing connected transactions which are subject to the disclosure requirements under the GEM Listing Rules.

EVENTS AFTER THE REPORTING PERIOD

The Directors are not aware of any significant events requiring disclosure that has taken place subsequent to 30 June 2022 and up to the date of this announcement.

COMPLIANCE WITH THE REQUIRED STANDARD OF DEALINGS IN SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules (the “**Standard of Dealings**”), as its own code of conduct regarding Directors' securities transactions. Having made specific enquiries of all the Directors, each of the Directors has confirmed that he or she has complied with the required Standard of Dealings for the three months ended 30 June 2022.

CORPORATE GOVERNANCE PRACTICES

The corporate governance practices of the Group are based on the principles and the code provisions in the Corporate Governance Code (the “**Code**”) as set out in Appendix 15 to the GEM Listing Rules.

The Company has complied with the applicable code provisions of the Code as set out in Appendix 15 to the GEM Listing Rules for the three months ended 30 June 2022.

AUDIT COMMITTEE

The Audit Committee has been established with written terms of reference in compliance with Rules 5.28 and 5.29 of the GEM Listing Rules and code provision C.3.3 of the CG Code. The Audit Committee currently comprises three independent non-executive Directors and is chaired by Mr. Leung Gavin L. The other members are Mr. Ling Jie and Mr. Zhou Wenming. All members of the Audit Committee are appointed by the Board.

The primary duties of the Audit Committee are mainly to make recommendations to the Board on the appointment, re-appointment and removal of external auditor, review the financial statements and material advice in respect of financial reporting, to oversee financial reporting system, the internal control and risk management systems of the Group and to monitor continuing connected transactions (if any).

The audit committee has reviewed the accounting principles and practices adopted by the Group and has discussed with the management regarding the auditing and financial reporting matters. The audit committee has discussed and reviewed the unaudited financial information and the announcement for the three months ended 30 June 2022.

APPRECIATION

The Board would like to express its sincere gratitude to the management of the Group and all the staff for their hard work and dedication, as well as its shareholders, business associates and other professional parties for their support throughout the Reporting Period.

By order of the Board
Min Fu International Holding Limited
Huang Minzhi
Chairman

Hong Kong, 12 August 2022

As at the date of this announcement, the executive Directors are Mr. Huang Minzhi and Mr. Zeng Weijin; non-executive Directors are Mr. Zhou Ruizhao and Ms. Ye Jialing; and the independent non-executive Directors are Mr. Leung Gavin L., Mr. Ning Jie and Dr. Zhou Wenming.

This announcement will be available on the Company's website www.minfuintl.com and will remain on the "Latest Company Announcements" page on the HKExnews website at www.hkexnews.hk for at least 7 days from the date of its posting.