

DT CAPITAL



DT CAPITAL LIMITED

鼎立資本有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 356

INTERIM  
REPORT

**2022**



# CORPORATE INFORMATION

## Board of Directors

### Executive Directors

Mr. Su Chunxiang  
Mr. Leong Chi Wai  
Mr. Lewis Chan

### Non-executive Directors

Ms. Chan Pui Kwan (*Chairman*)  
Mr. Lam Chi Keung  
(Appointed on 31 May 2022)  
Ms. Li Peng  
(Retired on 27 May 2022)

### Independent non-executive Directors

Mr. Chen Yeung Tak  
Mr. Jochum Siebren Haakma  
Mr. Leung Ka Kui  
(Appointed on 31 May 2022)  
Mr. Ruan Zhi  
(Retired on 27 May 2022)

## Audit Committee

Mr. Chen Yeung Tak  
(*Chairman of Audit Committee*)  
Mr. Jochum Siebren Haakma  
Mr. Leung Ka Kui  
(Appointed on 31 May 2022)  
Mr. Ruan Zhi  
(Retired on 27 May 2022)

## Remuneration Committee

Mr. Chen Yeung Tak  
(*Chairman of Remuneration Committee*)  
Mr. Jochum Siebren Haakma  
Mr. Leung Ka Kui  
(Appointed on 31 May 2022)  
Mr. Ruan Zhi  
(Retired on 27 May 2022)

## Nomination Committee

Mr. Leung Ka Kui  
(Appointed on 31 May 2022)  
(*Chairman of Nomination Committee*)  
Mr. Chen Yeung Tak  
Mr. Jochum Siebren Haakma  
Mr. Ruan Zhi  
(Retired on 27 May 2022)

## Company Secretary

Mr. Ho Kim Fung

## Authorized Representatives

Ms. Chan Pui Kwan  
Mr. Ho Kim Fung  
(Appointed on 31 May 2022)  
Mr. Lee Tak Shing  
(Resigned on 31 May 2022)

## Auditors

CWK CPA Limited  
(Appointed on 8 August 2022)  
BDO Limited  
(Resigned on 8 August 2022)

## Principal Bankers

DBS Bank (Hong Kong) Limited  
Industrial and Commercial Bank of China  
(Asia) Limited  
Luso International Banking Limited

## Registered Office

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

## CORPORATE INFORMATION (CONTINUED)

### **Head Office and Principal Place of Business**

Unit D, 6th Floor, Eton Building  
288 Des Voeux Road Central  
Hong Kong

### **Principal Registrar**

Suntera (Cayman) Limited  
Suite 3204, Unit 2A  
Block 3  
Building D  
P.O. Box 1586  
Gardenia Court  
Camana Bay  
Grand Cayman KY1-1100  
Cayman Islands

### **Hong Kong Branch Share Registrar**

Tricor Secretaries Limited  
Level 54  
Hopewell Centre  
183 Queen's Road East  
Hong Kong

### **Stock Code**

356

## Interim Report and Condensed Accounts

The Board (the “Board”) of Directors (the “Directors”) of DT Capital Limited (the “Company”) hereby presents the unaudited condensed consolidated accounts of the Company and its subsidiaries (the “Group”) for the six months ended 30 June 2022. The interim results had been reviewed by the audit committee of the Company and approved by the Board.

### Review of Report

For the six months ended 30 June 2022, the Group recorded a net loss attributable to shareholders of approximately HK\$22,311,263 (2021: profit HK\$370,288) and loss per share of HK0.82 cents (2021: earnings HK0.02 cents).

### Interim Dividend

The Board of Directors has resolved not to declare and pay any interim dividend for the period ended 30 June 2022 (2021: Nil).

## Management Discussion and Analysis

### Business Review

Compared with the corresponding period of the last year, the loss were mainly caused by increasing realized and unrealized loss on financial assets at fair value through profit or loss to approximately HK\$10.03 million and HK\$8.81 million (2021: realized gain HK\$1.85 million and unrealized gain HK\$2.72 million).

We had invested one biotechnology project in January 2022 but this project had been ceased in June 2022 because we had considered the current investment environment, relevant risk and potential return of the biotechnology business.

The stock market was fluctuating and unsatisfactory in general in the first half of 2022 that led to the Group’s unrealized fair value loss on listed securities of approximately HK\$9.47 million (2021: gain HK\$3.13 million) and realized loss on listed securities of approximately HK\$10.03 million (2021: gain HK\$1.85 million).

The performance of investments were affected by the major factors as follows:

Economic and Social – Economic and Social factors affected the stock market and caused its fluctuation, such as “COVID-19” pandemic around the globe, Ukraine’s war and tense relationship between China and the United States.

Liquidity – Liquidity affected the Group short term strategy to balance in investing listed and unlisted securities and maintaining the cash position.

The Group strategy was to maintain strong cash balance to prepare for stock market fluctuation in 2022. The Group had a new investment plan in the first half of 2022. The Group short term strategy is changed from time to time to reflect the market and economic situation and long term strategy is balanced in investing listed and unlisted securities with an aim to increase shareholder's returns.

The proceeds of approximately HK\$15.72 million from the Placing on 31 December 2021 is for investment in potential projects relating to biological technology business or other potential projects identified by the Group. The Group had invested HK\$20 million, together with the balance of HK\$3.5 million of the proceeds from the Placing conducted on 28 December 2017, in one unit fund for biological technology business in January 2022. But this project had been ceased in June 2022 because we had considered the current investment environment, relevant risk and potential return of the biotechnology business. The invested amount of HK\$20 million will be fully refunded to the Group.

The Company will adopt a prudent approach to identify and assess investment opportunities in the second half of 2022. The Board will closely monitor the economic and financial condition of the market and will actively look for suitable investment opportunities, with the aim to use the available fund of the Company in a more effective way.

## Prospects

Markets continued to be dominated by worries over rising inflation and a potentially faster pace of central bank tightening, as well as the ongoing war in Ukraine.

Russia's invasion of Ukraine creates near-term risks for markets, but also casts a shadow over the longer-term outlook. The immediate threat comes from high energy prices, rising food prices and disrupted supply chains. The longer-term issues are a new cold war between Russia and the West, increased military spending and a further blow to globalisation. The war is a defining moment for Europe, which now needs to unwind decades of Russian energy dependence, accelerate its sustainable energy transition and rebuild military capability.

The Chinese government recently announced an above-expectations 5.5% GDP growth target for 2022. The economy, however, continues to face pressures, and market expect that significantly more stimulus will be required to get close to the growth target. COVID-19 still poses a challenge to the Chinese economy with the government's zero-tolerance approach. A recent outbreak has seen lockdowns in Shenzhen and parts of Shanghai, both of which are economically important.

In U.S, the prices of gas, food and most other goods and services jumped in May 2022, raising inflation to a new four-decade high. The new inflation figure, the biggest yearly increase since December 1981, will heighten pressure on the Federal Reserve to continue raising interest rates aggressively.

In Hong Kong, the COVID-19 pandemic, as well as the uncertainties surrounding the stock market brought by the international political disputes, has continually affecting the Hong Kong investment environment in 2022.

With the above in mind, we will adopt a prudent approach to identify and assess investment opportunities while continue to seek out investment opportunities with long-term prospects to enrich our investment portfolio. As always, we will maintain our pragmatic approach to maximize returns to shareholders while minimizing losses.

## **Financial Review**

### **Financial Resources and Liquidity**

The Group maintained a cash position, bank balance and cash amounting to approximately HK\$2.56 million as at 30 June 2022 (31 December 2021: HK\$26.6 million).

The Group's total borrowings comprising other payables and accruals amounted to approximately HK\$0.28 million as at 30 June 2022 (31 December 2021: HK\$0.7 million).

As at 30 June 2022, the Group's gearing ratio was approximately 0.26% (31 December 2021: 0.58%).

The Group had net financial asset investments of approximately in total of HK\$79.15 million as at 30 June 2022 (31 December 2021: HK\$100.17 million).

### **Capital structure**

There has been no change to the capital structure of the Company since 1 January 2022.

### **Material acquisitions and disposals of subsidiaries**

The Group has not made any material acquisition or disposal of subsidiaries during the period ended 30 June 2022.

## **Financial commitment, capital commitment and contingent liabilities**

As at 30 June 2022, the Group has no material capital commitment and no contingent liabilities.

## **Share options**

The Company has not adopted any share option scheme.

## **Employment and Remuneration Policies**

As at 30 June 2022, the Group employed a total of 6 employees (2021: 6) including the Directors and senior management of the Company. The remuneration packages consist of basic salary, mandatory provident fund, medical insurance, and other benefits considered as appropriate. Remuneration packages are generally structured by reference to market terms, individual qualification and performance. They are under periodic review based on individual merit and other market factors.

## **Staff Cost**

The Group's total staff costs for the period under review amounted to HK\$1,795,490 (2021: HK\$1,636,100).

## **Exposure to Fluctuations in Exchange Rates and Related Hedges**

The Group's assets and liabilities are majority denominated in Hong Kong dollars. The Group at present does not have any contracts to hedge against its foreign exchange risks.

## **Purchase, Sale or Redemption of Securities**

During the period under review, the Company has not redeemed any of its securities and neither the Company nor any of its subsidiaries has purchased or sold any of the Company's securities.

## Directors' Interests in Securities

As at 30 June, 2022, the interests and short positions of the Directors and the chief executives of the Company 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 (the "SFO")) which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "SEHK") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which the directors and the chief executive of the Company were deemed or taken to have under such provisions of the SFO) or which were required to be and were recorded in the register required to be kept pursuant to Section 352 of the SFO or as otherwise notified to the Company and the SEHK pursuant to the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") in the Listing Rules were as follows:

### Long position in shares of the Company

Name of Director	Number of shares				Total	Percentage of issued share capital
	Personal interests	Family interests (interest of spouse)	Corporate interests	Other interests (interest in controlled corporation)		
Chan Pui Kwan (Note 1)	-	-	-	254,500,000	254,500,000	9.3%

Note:

1. Fame Image Limited is beneficially and ultimately owned as to 100% by Ms. Chan Pui Kwan ("Ms. Chan"). On 18 January 2022, Mr. Wu Weihong, Tony transferred 30% of the issued shares in Fame Image Limited to Ms. Chan Pui Kwan. Fame Image Limited holds 50% of the issued shares of Sharp Years Limited, which in turns hold 254,500,000 shares of the Company. There is no change to the number of shares of the Company.

As at 30 June 2022, Ms. Chan is interested in 100% of the share capital of Fame Image Limited, which in turn owned 50% of the share capital of Sharp Years Limited, which in turn is holding 254,500,000 shares of the Company. Accordingly, Ms. Chan is deemed to be interested in 254,500,000 shares of the Company, representing approximately 9.3% of the entire issued share capital of the Company. Ms. Chan was appointed as Director with effect from 7 July 2014.

Save as disclosed above as at 30 June 2022, none of the Directors or the chief executives of the Company had or was deemed to have any interests or short positions in the shares, underlying shares of equity derivatives or debentures of the Company or any of its associated corporation (within the meaning of Part XV of the SFO) as 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.

## Substantial Shareholders' Interests in Securities

As at 30 June 2022, the following persons or corporations, other than the interest disclosed above in respect of the directors, interest in 5% or more in the shares and underlying shares of the Company have been notified to the Company and recorded in the register of substantial shareholders' interests in shares and short positions required to be kept under Section 336 of Part XV of the SFO:

### Long positions in Shares of the Company

Name of shareholders	Number of issued ordinary shares held	Approximate percentage of total issued ordinary shares
P.B. Global Asset Management Limited ( <i>Note 1</i> )	504,410,000	18.44%
P.B. Capital Advanced Fund SPC – P.B. Capital Advanced Fund 2 Segregated Portfolio ( <i>Note 1</i> )	504,410,000	18.44%
Mass Trade Global Limited ( <i>Note 2</i> )	455,880,000	16.67%
Liu Junda ( <i>Note 2</i> )	455,880,000	16.67%
Vibrant Noble Limited ( <i>Note 3</i> )	379,900,000	13.89%
Qian Jun ( <i>Note 4</i> )	379,900,000	13.89%
Sharp Years Limited ( <i>Note 4</i> )	254,500,000	9.30%
Long Surplus International Limited ( <i>Note 4</i> )	254,500,000	9.30%
Fame Image Limited ( <i>Note 4</i> )	254,500,000	9.30%
Ho Hoi Yee, Wisery ( <i>Note 4</i> )	254,500,000	9.30%
Lai Tsui Har ( <i>Note 4</i> )	254,500,000	9.30%

*Notes:*

1. P.B. Global Asset Management Limited is an investment manager. P.B. Capital Advanced Fund SPC– P.B. Capital Advanced Fund 2 Segregated Portfolio beneficially owned the Shares.
2. Mass Trade Global Limited is wholly-owned by Mr. Liu Junda.
3. Vibrant Noble Limited is wholly owned by Mr. Qian Jun.
4. Sharp Years Limited is owned as to 50% by Long Surplus International Limited and 50% by Fame Image Limited respectively. Long Surplus International Limited is beneficially and ultimately owned as to 66.67% by Ms. Ho Hoi Yee, Wisery and 33.33% by Ms. Lai Tsui Har. Fame Image Limited is beneficially and ultimately owned as to 100% by Ms. Chan Pui Kwan, a non-executive Director. On 18 January 2022, Mr. Wu Weihong, Tony transferred 30% of the issued shares in Fame Image Limited to Ms. Chan Pui Kwan. Fame Image Limited holds 50% of the issued shares of Sharp Years Limited, which in turns hold 254,500,000 shares of the Company. There is no change to the number of shares of the Company.

Save as disclosed above, the Directors are not aware of any other persons who have interests or short positions in the shares, underlying shares of equity derivatives or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would be required to be disclosed to the Company pursuant to Part XV of the SFO as at 30 June 2022.

## **Public Float**

Based on the information that is publicly available to the Company and within the knowledge of its directors, as at the date of this report, there is sufficient public float of more than 25% of the issued share capital of the Company as required under the Listing Rules.

## **Directors' Interests in Transaction, Arrangement, Contracts and Competing Business**

In the opinion of the Board, save as disclosed in note 16 to the condensed consolidated financial statement, there were no contracts of significance in relation to the Group's business to which the Company or any of its subsidiaries was a party and in which any director of the Company had a material interest, whether directly or indirectly, subsisted at any time during the period.

None of the Directors is interested in any business apart from the Group's interests, which competes or is likely to compete, either directly or indirectly with the Group's business.

## Corporate Governance

The Board has established procedures on corporate governance that comply with the requirements of the Corporate Governance Code (the “CG Code”) contained in Appendix 14 of the Listing Rules. The Board has reviewed and taken measures to adopt the CG Code as the Company’s code of corporate governance practices. During the six months ended 30 June 2022, the Company has complied with the code provisions under the CG Code.

## Audit Committee

The Company has established an audit committee in accordance with Rule 3.21 of the Listing Rules, for the purpose of reviewing and providing supervision over the Group’s financial reporting process and internal controls. The audit committee of the Company has reviewed the interim report for the period ended 30 June 2022.

## Model Code for Securities Transactions by Directors

The Company has complied with the code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standard of dealings as set out in the Model Code. Having made specific enquiry of all Directors, they have complied with the required standard set out in the Model Code and the code of conduct regarding securities transaction by the Directors adopted by the Company.

## Publication of Interim Report

This interim report is published on HKExnews website at [www.hkexnews.hk](http://www.hkexnews.hk) and on the website of the Company at [www.dt-capitalhk.com](http://www.dt-capitalhk.com).

By order of the Board

**Chan Pui Kwan**

*Chairman*

Hong Kong, 26 August 2022

*As at the date of this report, the Board comprises Mr. Su Chunxiang, Mr. Leong Chi Wai and Mr. Lewis Chan as Executive Directors; Ms. Chan Pui Kwan and Mr. Lam Chi Keung as Non-executive Directors; Mr. Chen Yeung Tak, Mr. Leung Ka Kui and Mr. Jochum Siebren Haakma as Independent Non-executive Directors.*

# CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2022

		<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
	<i>Note</i>		
Revenue	4	<b>318,670</b>	822,403
Other revenue	5	<b>67,643</b>	58,700
Fair value (loss)/gain on financial assets at fair value through profit or loss	6	<b>(18,841,845)</b>	4,573,746
Administrative and other operating expenses		<b>(4,173,920)</b>	(4,139,998)
Finance cost	7	–	(35,773)
(Loss)/Profit before taxation	8	<b>(22,629,452)</b>	1,279,078
Taxation	9	<b>318,189</b>	(908,790)
(Loss)/Profit and total comprehensive (expense)/income for the period attributable to equity holder of the Company		<b>(22,311,263)</b>	370,288
(Loss)/Earnings per share	10	<b>(0.82) cents</b>	0.02 cents
Interim dividend	11	<b>Nil</b>	Nil

The notes on pages 16 to 28 form part of this interim report.

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	<i>Note</i>	<b>30 June 2022 (Unaudited) HK\$</b>	31 December 2021 (Audited) HK\$
<b>Current assets</b>			
Financial assets at fair value through profit or loss	12	<b>79,150,073</b>	100,170,107
Other receivables, deposits and prepayments		<b>23,536,613</b>	1,526,315
Cash and bank balances		<b>2,561,021</b>	26,643,975
		<b>105,247,707</b>	128,340,397
<b>Current liabilities</b>			
Other payables and accruals	13	<b>280,920</b>	744,158
		<b>280,920</b>	744,158
<b>Net current assets</b>		<b>104,966,787</b>	127,596,239
<b>Non-current liability</b>			
Deferred taxation	9	<b>663,950</b>	982,139
		<b>663,950</b>	982,139
<b>Net assets</b>		<b>104,302,837</b>	126,614,100
<b>Capital and reserves</b>			
Share capital	14	<b>27,352,800</b>	27,352,800
Reserves		<b>76,950,037</b>	99,261,300
<b>Shareholders' funds</b>		<b>104,302,837</b>	126,614,100

The notes on pages 16 to 28 form part of this interim report.

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2022

	For the six months ended 30 June 2021 (Unaudited)			
	Share	Share	Accumulated	Total
	capital	premium	losses	
	HK\$	HK\$	HK\$	
Balance at 1 January 2021	22,794,000	262,926,160	(170,041,028)	115,679,132
Profit and total comprehensive income attributable to equity holders of the Company	–	–	370,288	370,288
At 30 June 2021	22,794,000	262,926,160	(169,670,740)	116,049,420
	For the six months ended 30 June 2022 (Unaudited)			
	Share	Share	Accumulated	Total
	capital	premium	losses	
	HK\$	HK\$	HK\$	
Balance at 1 January 2022	<b>27,352,800</b>	<b>274,083,823</b>	<b>(174,822,523)</b>	<b>126,614,100</b>
Loss and total comprehensive expense attributable to equity holders of the Company	–	–	<b>(22,311,263)</b>	<b>(22,311,263)</b>
At 30 June 2022	<b>27,352,800</b>	<b>274,083,823</b>	<b>(197,133,786)</b>	<b>104,302,837</b>

The notes on pages 16 to 28 form part of this interim report.

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2022

<i>Notes</i>	<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
	<b>(24,082,954)</b>	(4,358,557)
<b>Cash flows from investing activities</b>		
<b>Net proceeds from disposal of a subsidiary</b>	–	–
	<b>–</b>	–
<b>Cash flows from financing activities</b>		
<b>Payment of principal portion of the lease liabilities</b>	<i>15</i> –	(1,763,507)
<b>Interest paid</b>	–	(35,773)
	<b>–</b>	(1,799,280)
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(24,082,954)</b>	(6,157,837)
<b>Cash and cash equivalents at beginning of period</b>	<b>26,643,975</b>	33,904,598
<b>Cash and cash equivalents at end of period</b>	<b>2,561,021</b>	27,746,761
<b>Analysis of the balances of cash and cash equivalents</b>		
Cash at bank and in hand	<b>2,561,021</b>	27,746,761

The notes on pages 16 to 28 form part of this interim report.

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2022

## 1. Basis of Preparation

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

## 2. Principal Accounting Policies

The unaudited condensed consolidated financial statements have been prepared on the historical cost basis, except for financial assets at fair value through profit or loss which are measured at fair values.

The accounting policies and methods of computation used in the unaudited condensed consolidated financial statements for the six months ended 30 June 2022 are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2021 except for the accounting policy changes that are expected to be reflected in the 2022 annual financial statements. Details of any changes in accounting policies are set out in note 3.

## 3. Changes in Accounting Policies

The accounting policies adopted in the preparation of the 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 new standards effective as of 1 January 2022.

Amendments to HKFRS 3	Reference to the Conceptual Framework
Amendments to HKAS 16	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to HKAS 37	Onerous Contracts – Cost of Fulfilling a Contract
Amendments to HKFRSs	Annual Improvements to HKFRSs 2018-2020

None of these amended standards has a impact on the Group’s resents and financial position for the current or prior period. The Group has not early applied any new or amended standards that is not yet effective for the current accounting period.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)  
For the six months ended 30 June 2022

#### 4. Revenue

	<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
Dividend income from listed equity securities	<b>318,670</b>	822,403
	<b>318,670</b>	822,403

The principal activities of the Group are investments in securities listed on The Stock Exchange of Hong Kong Limited and unlisted securities with a potential growth and capital appreciation.

No analysis of the Group's revenue and contribution to operating loss for the current and prior period set out by principal activities and geographical markets is provided. It is because the Group has only one single business segment, investment holding, and all the consolidated revenue and the consolidated results of the Group are attributable to performance of the markets in Hong Kong.

#### 5. Other Revenue

	<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
Other Revenue		
Interest income	<b>19,643</b>	58,700
HKSAR – ESS's Subsidy	<b>48,000</b>	–
	<b>67,643</b>	58,700

## 6. Fair Value (Loss)/Gain on Financial Assets at Fair Value through Profit or Loss

	<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
Fair value (loss)/gain on financial assets at fair value through profit and loss		
Realised		
– from listed shares in Hong Kong	<b>(10,031,256)</b>	1,849,211
Unrealised		
– from listed shares in Hong Kong	<b>(9,469,110)</b>	3,127,726
– from unlisted investment 廣州市金洋水產養殖有限公司	<b>658,521</b>	(403,191)
	<b>(8,810,589)</b>	2,724,535
	<b>(18,841,845)</b>	4,573,746

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)  
For the six months ended 30 June 2022

## 7. Finance Costs

	<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
Interest on lease liabilities	–	35,773

## 8. (Loss)/Profit Before Taxation

	<b>Six months ended 30 June 2022 (Unaudited) HK\$</b>	Six months ended 30 June 2021 (Unaudited) HK\$
(Loss)/Profit before taxation is stated after charging the following:		
Staff cost (including directors' remuneration)		
– Salaries, bonuses and allowances	<b>1,750,240</b>	1,592,600
– Contribution on defined contribution mandatory provident fund scheme	<b>45,250</b>	43,500

## 9. Taxation

No provision for Hong Kong profits tax has been made as the tax losses brought forward from prior years exceeded the estimated assessable profits of the Group for the period ended 30 June 2021 and 30 June 2022.

Deferred tax liabilities recognised are analysed as follows:

	<b>Unrealised gain on financial assets at FVPL HK\$</b>
At 31 December 2021 (audited)	982,139
At 31 December 2021 and 1 January 2022 (audited)	982,139
Credit for the period	(318,189)
<b>At 30 June 2022 (unaudited)</b>	<b>663,950</b>

## 10. (Loss)/Earnings Per Share

The calculation of the loss per share for the six months ended 30 June 2022 is based on the Group's loss attributable to the equity holders of the Company of HK\$22,311,263 (unaudited) and the weighted average number of 2,735,280,000 ordinary shares in issue during the period. Earnings per share for the six months ended 30 June 2021 is based on the Group's profit attributable to equity holders of the Company of HK\$370,288 (unaudited) and the weighted average number of 2,279,400,000 ordinary shares in issue during the prior period.

No diluted earnings per share is presented since the Group did not issue any dilutive potential ordinary shares during both periods presented.

## 11. Dividend

The Directors do not recommend the payment of any interim dividend for both periods.  
(2021: HK\$Nil)

## 12. Financial Assets at Fair Value through Profit or Loss

	<b>30 June 2022 (Unaudited) HK\$</b>	31 December 2021 (Audited) HK\$
Equity securities listed in Hong Kong at fair value	<b>75,878,348</b>	97,556,902
Unlisted equity securities, at fair value	<b>3,271,725</b>	2,613,205
	<b>79,150,073</b>	100,170,107

### a) Detail of Financial Assets at Fair Value through Profit or Loss

	<b>30 June 2022 (Unaudited) HK\$</b>	31 December 2021 (Audited) HK\$
Name of investee		
<b>Unlisted equity securities, at fair value</b>		
廣州市金洋水產養殖有限公司	<b>3,271,725</b>	2,613,205
	<b>3,271,725</b>	2,613,205

## 12. Financial Assets at Fair Value through Profit or Loss (Continued)

### a) Detail of Financial Assets at Fair Value through Profit or Loss (Continued)

	30 June 2022 (Unaudited)		31 December 2021 (Audited)	
	Holding shares	HK\$	Holding shares	HK\$
UBA Investments Limited	9,034,000	271,020	4,932,000	212,076
Upbest Group Limited	22,440,000	12,790,800	33,812,000	27,725,840
Bank of China Limited	50,000	156,500	500,000	1,405,000
Ausupreme International Holdings Limited	38,050,000	8,371,000	38,050,000	9,055,900
Gemilang International Limited	7,505,250	4,127,888	11,583,250	7,992,443
Kwong Man Kee Group Limited	29,793,000	11,321,340	29,793,000	13,555,815
PCCW Limited	200,000	830,000	270,000	1,066,500
Cathay Pacific Airways Limited	2,000	17,180	30,000	191,700
I-Control Holdings Limited	18,960,000	7,584,000	17,320,000	8,833,200
Bank of Communication Company Limited	205,000	1,111,100	720,000	3,391,200
Power Assets Holdings Limited	21,000	1,036,350	37,000	1,798,200
MTR Corporation Limited	110,000	4,510,000	110,000	4,603,500
True Partner Capital Holding Limited	2,100,000	1,701,000	2,100,000	1,953,000
Pacific Century Premium Developments Limited	1,540,000	770,000	1,440,000	864,000
Swire Pacific Limited	24,000	1,122,000	24,000	1,064,400
Kidztech Holdings Limited	–	–	2,240,000	2,195,200
China Construction Bank Corporation	405,000	2,134,350	500,000	2,700,000
Yuzhou Group Holdings Company Limited	200,000	93,000	200,000	128,000
Standard Chartered PLC	500	29,525	10,000	462,500
CK Hutchison Holdings Limited	500	26,525	2,000	100,600
Shen You Holdings Limited	19,972,711	6,191,540	16,852,711	8,257,828
Youth Champ Financial Group Holdings Limited	11,500,000	10,120,000	–	–
AIA Group Limited	3,600	306,180	–	–
SenseTime Group Inc.	40,000	125,200	–	–
Shanghai MicroPort MedBot (Group) Company Limited	21,500	668,650	–	–
Hong Kong Exchanges and Clearing Limited	1,200	463,200	–	–
Subtotal		75,878,348		97,556,902

## 12. Financial Assets at Fair Value through Profit or Loss (Continued)

### a) Detail of Financial Assets at Fair Value through Profit or Loss (Continued)

#### *Unlisted equity securities*

##### *廣州市金洋水產養殖有限公司 (“金洋水產”)*

金洋水產 is incorporated in The People's Republic of China and is principally engaged in business of aquacultural and feed production during the period.

The Group holds 1.6% interest in 金洋水產. No dividend was received since January 2022.

## 13. Other Payables and Accruals

As at 30 June 2022, the other payables and accruals in current liabilities is the provision for reinstatement of HK\$280,920 (unaudited) (31 December 2021: HK\$744,158 (audited)) for the office premise leased by the Group.

## 14. Share Capital

	Number of ordinary shares of HK\$0.01 each	HK\$
Authorised:		
At 31 December 2021 (audited), 1 January 2022 (unaudited) and 30 June 2022 (unaudited)	4,000,000,000	40,000,000
Issued and fully paid:		
At 31 December 2021 (audited), 1 January 2022 (unaudited) and 30 June 2022 (unaudited)	2,735,280,000	27,352,800

## 15. Fair Values Measurement of Financial Instruments

### i) Fair value hierarchy

The following table presents the fair value of the Group's financial instruments measured as at 30 June 2022 and 31 December 2021 on a recurring basis, categorised into the three-level fair value hierarchy as defined in HKFRS 13, Fair value measurement. The level into which a fair value measurement is classified is determined with reference to the observability and significance of the inputs used in the valuation technique as follows:

- Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date.
- Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available.
- Level 3 valuations: Fair value measured using significant unobservable inputs.

## 15. Fair Values Measurement of Financial Instruments (Continued)

### i) Fair value hierarchy (Continued)

	Fair value measurements as at 30 June 2022 categorised into			Fair value
	Level 1	Level 2	Level 3	at 30 June 2022
	HK\$	HK\$	HK\$	HK\$
	(unaudited)			(unaudited)
Financial assets at fair value through profit or loss				
– listed equity securities	<b>75,878,348</b>	–	–	<b>75,878,348</b>
– unlisted equity securities	–	–	<b>3,271,725</b>	<b>3,271,725</b>
	<b>75,878,348</b>	–	<b>3,271,725</b>	<b>79,150,073</b>

## 15. Fair Values Measurement of Financial Instruments (Continued)

### i) Fair value hierarchy (Continued)

	Fair value measurements			Fair value
	as at 30 June 2021 categorised into			at 30 June
	Level 1	Level 2	Level 3	2021
	HK\$	HK\$	HK\$	HK\$
	(unaudited)			(unaudited)
Financial assets at fair value through profit or loss				
– listed equity securities	86,731,770	–	2,041,923	88,773,693
– unlisted equity securities	–	–	1,418,262	1,418,262
	86,731,770	–	3,460,185	90,191,955

The fair value of financial instruments traded in active markets is based on quoted market prices for identical instruments at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available and those prices represent actual and regularly occurring market transactions on an arm's length basis. These instruments are included in Level 1. The Group adopted HKFRS 13 and use closing price as the valuation basis for listed equity investments.

Unlisted equity securities are stated at their fair value, which are determined by reference to the valuation in accordance with generally accepted valuation methodologies.

## 15. Fair Values Measurement of Financial Instruments (Continued)

### i) Fair value hierarchy (Continued)

The valuation techniques and inputs used in the fair value measurements within Level 3 is as follows:

Financial assets	30 June 2022 (Unaudited) HK\$	31 December 2021 (Audited) HK\$	Fair value hearthly	Valuation technique and key inputs	Significant unobservable inputs in 2022	Significant unobservable inputs in 2021	Sensitivity of fair value to the input
Unlisted equity securities	3,271,725	2,613,205	Level 3	Market approach – Guideline Publicly Traded Company Method	Price-to-earnings ("P/E") multiples: N/A	Price-to-earnings ("P/E") multiples: 19.68x	The higher the multiple, the higher the fair value
					Enterprise value-to-sales ("EVS") multiples: 1.16x	Enterprise value-to-sales ("EVS") multiples: 1.02x	The higher the multiple, the higher the fair value
					Discount for lack of marketability ("DLOM"): 40%	Discount for lack of marketability ("DLOM"): 31%	The higher the discount rate, the lower the fair value

During the six months ended 30 June 2022 and the year ended 31 December 2021, there were no transfer of fair value measurements between levels of fair value hierarchy.

### ii) Fair values of financial instruments carried at other than fair value

The carrying amounts of the Group's other financial instruments carried at costs are not materially different from their fair values as at 30 June 2022 and 31 December 2021.

## 16. Commitments

As at 30 June 2022, the Group has no material capital commitment and no contingent liabilities.