



**SHANGHAI JIAODA WITHUB  
INFORMATION INDUSTRIAL COMPANY LIMITED\***  
上海交大慧谷信息產業股份有限公司

*(a joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 8205)**

**INTERIM REPORT 2023**

*\* For identification purposes only*

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*This report for which the directors (the “Directors”) of Shanghai Jiaoda Withub Information Industrial Company Limited\* (the “Company”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rule Governing the Listing of Securities on GEM of the Stock Exchange (“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 report 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 report misleading.*

## **HIGHLIGHTS**

- The Group recorded a turnover of approximately RMB18,541,000 for the six months ended 30 June 2023 (2022: approximately RMB11,464,000), representing an increase of approximately 61.73% as compared with that of the corresponding period in 2022.
- The Group recorded a loss attributable to owners of the parent of approximately RMB6,248,000 for the six months ended 30 June 2023 (2022: loss of approximately RMB11,099,000), representing a decrease of loss of approximately 43.71% as compared with that of the corresponding period in 2022.
- The Board does not declare the payment of an interim dividend for the six months ended 30 June 2023 (2022: Nil).

## INTERIM RESULTS

The board of directors (the “Board”) of 上海交大慧谷信息產業股份有限公司 (Shanghai Jiaoda Withub Information Industrial Company Limited\*) (the “Company”) hereby announces the unaudited condensed consolidated results of the Company and its subsidiaries (collectively, the “Group”) for the three months and six months ended 30 June 2023, together with the unaudited comparative figures for the corresponding periods in 2022 as follows:

### CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

|                                      | Notes | For the three months<br>ended 30 June |                        | For the six months<br>ended 30 June |                        |
|--------------------------------------|-------|---------------------------------------|------------------------|-------------------------------------|------------------------|
|                                      |       | 2023<br>RMB'000                       | 2022<br>RMB'000        | 2023<br>RMB'000                     | 2022<br>RMB'000        |
| Turnover                             | 2     | 9,832                                 | 6,570                  | 18,541                              | 11,464                 |
| Cost of sales                        |       | <u>(8,562)</u>                        | <u>(5,037)</u>         | <u>(13,839)</u>                     | <u>(8,905)</u>         |
| Gross profit                         |       | 1,270                                 | 1,533                  | 4,702                               | 2,559                  |
| Other revenue                        |       | 34                                    | 103                    | 67                                  | 205                    |
| Distribution expenses                |       | <u>(1,380)</u>                        | <u>(1,135)</u>         | <u>(2,654)</u>                      | <u>(2,268)</u>         |
| Research and development<br>expenses |       | <u>(1,294)</u>                        | <u>(1,151)</u>         | <u>(2,534)</u>                      | <u>(2,294)</u>         |
| Administrative expenses              |       | <u>(3,422)</u>                        | <u>(3,973)</u>         | <u>(7,167)</u>                      | <u>(7,736)</u>         |
| Loss before tax                      | 4     | <u>(3,795)</u>                        | <u>(4,488)</u>         | <u>(6,174)</u>                      | <u>(9,245)</u>         |
| Share of losses of<br>associates     |       | <u>(583)</u>                          | <u>(523)</u>           | <u>(74)</u>                         | <u>(1,854)</u>         |
| Loss before taxation                 |       | <u>(4,378)</u>                        | <u>(5,011)</u>         | <u>(6,248)</u>                      | <u>(11,099)</u>        |
| Tax expenses                         | 5     | <u>–</u>                              | <u>–</u>               | <u>–</u>                            | <u>–</u>               |
| Loss for the period                  |       | <u><u>(4,378)</u></u>                 | <u><u>(5,011)</u></u>  | <u><u>(6,248)</u></u>               | <u><u>(11,099)</u></u> |
| Attributable to:                     |       |                                       |                        |                                     |                        |
| – Owners of the parent               |       | <u>(4,378)</u>                        | <u>(5,011)</u>         | <u>(6,248)</u>                      | <u>(11,099)</u>        |
| – Minority interests                 |       | <u>–</u>                              | <u>–</u>               | <u>–</u>                            | <u>–</u>               |
| Dividends                            | 6     | <u>–</u>                              | <u>–</u>               | <u>–</u>                            | <u>–</u>               |
|                                      |       | <u><u>(4,378)</u></u>                 | <u><u>(5,011)</u></u>  | <u><u>(6,248)</u></u>               | <u><u>(11,099)</u></u> |
| Loss per share (in RMB)              | 7     |                                       |                        |                                     |                        |
| – Basic                              |       | <u><u>(0.0091)</u></u>                | <u><u>(0.0104)</u></u> | <u><u>(0.013)</u></u>               | <u><u>(0.0231)</u></u> |
| – Diluted                            |       | <u><u>N/A</u></u>                     | <u><u>N/A</u></u>      | <u><u>N/A</u></u>                   | <u><u>N/A</u></u>      |

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
(UNAUDITED)**

|  | <b>30 June</b>            | 31 December          |
|--|---------------------------|----------------------|
|  | <b>2023</b>               | 2022                 |
| <i>Notes</i>                                 | <b><i>RMB'000</i></b>     | <i>RMB'000</i>       |
|  | <b><i>(Unaudited)</i></b> | <i>(Audited)</i>     |
| <b>Non-current assets</b>                    |                           |                      |
| Plant and equipment                          | 57                        | 69                   |
| Long-term equity investment                  | 6,689                     | 11,911               |
| Right-of-use assets                          | 3,249                     | 4,332                |
| Other non-current financial assets           | 4,363                     | 4,363                |
|  | <u>14,358</u>             | <u>20,675</u>        |
| <b>Current assets</b>                        |                           |                      |
| Inventories                                  | 596                       | 672                  |
| Interest receivable                          | 8                         | –                    |
| Trade receivables                            | 5,485                     | 5,048                |
| Deposits, prepayments and other receivables  | 1,056                     | 957                  |
| Amounts due from associates                  | –                         | –                    |
| Amount due from a shareholder                | –                         | –                    |
| Other current assets                         | –                         | –                    |
| Bank balances and cash                       | 17,219                    | 20,197               |
|  | <u>24,356</u>             | <u>26,874</u>        |
| <b>Current liabilities</b>                   |                           |                      |
| Trade payables                               | 8,441                     | 9,197                |
| Other payables                               | 9                         | 3,858                |
| Advances from customers                      | 778                       | 1,905                |
| Payroll payable                              | 1,586                     | 2,125                |
| Tax payables                                 | 75                        | 173                  |
| Non-current liabilities due within one year  | 2,295                     | 2,188                |
|  | <u>17,033</u>             | <u>19,686</u>        |
| <b>Net current assets</b>                    | <u>7,323</u>              | <u>7,188</u>         |
| <b>Total assets less current liabilities</b> | <u><u>21,681</u></u>      | <u><u>27,863</u></u> |

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
(UNAUDITED) (CONTINUED)**

|  |              | <b>30 June</b>       | 31 December      |
|--|--------------|----------------------|------------------|
|  |              | <b>2023</b>          | 2022             |
|  | <i>Notes</i> | <b>RMB'000</b>       | <i>RMB'000</i>   |
|  |              | <b>(Unaudited)</b>   | <b>(Audited)</b> |
| <b>Non-current liability</b>                 |              |                      |                  |
| Lease liabilities                            |              | <u>2,292</u>         | <u>2,226</u>     |
| <b>Net assets</b>                            |              | <u><b>19,389</b></u> | <u>25,637</u>    |
| <b>Capital and reserves</b>                  |              |                      |                  |
| Share capital                                | <i>10</i>    | <b>48,000</b>        | 48,000           |
| Reserves                                     |              | <u>(28,611)</u>      | <u>(22,363)</u>  |
| Equity attributable to owners of the Company |              | <b>19,389</b>        | 25,637           |
| Minority interests                           |              | <u>–</u>             | <u>–</u>         |
| <b>Total equity</b>                          |              | <u><b>19,389</b></u> | <u>25,637</u>    |

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

|  | Equity attributable to owners of the parent |                  |                    |                       |                        |                       |                | Minority<br>interests | Total         |
|--|---|------------------|--------------------|-----------------------|------------------------|-----------------------|----------------|-----------------------|---------------|
|  | Share<br>capital                            | Share<br>premium | Capital<br>reserve | Statutory<br>reserves | Translation<br>reserve | Accumulated<br>losses | Total          |                       |               |
|  | <i>RMB'000</i>                              | <i>RMB'000</i>   | <i>RMB'000</i>     | <i>RMB'000</i>        | <i>RMB'000</i>         | <i>RMB'000</i>        | <i>RMB'000</i> |                       |               |
| At 1 January 2022  | 48,000                                      | 61,068           | 16,240             | 223                   | 1,328                  | (79,552)              | 47,361         | (30)                  | 47,331        |
| Net loss for the period  | -   | -                | -                  | -                     | -                      | (11,099)              | (11,099)       | -                     | (11,099)      |
| Exchange difference arising on translation of an overseas subsidiary | -   | -                | -                  | -                     | -                      | -                     | -              | -                     | -             |
| At 30 June 2022  | <u>48,000</u>                               | <u>61,068</u>    | <u>16,240</u>      | <u>223</u>            | <u>1,328</u>           | <u>(90,651)</u>       | <u>36,262</u>  | <u>(30)</u>           | <u>36,232</u> |
| At 1 January 2023  | 48,000                                      | 61,068           | 16,240             | 223                   | 1,444                  | (101,338)             | 25,637         | -                     | 25,637        |
| Net loss for the period  | -   | -                | -                  | -                     | -                      | (6,248)               | (6,248)        | -                     | (6,248)       |
| Exchange difference arising on translation of an overseas subsidiary | -   | -                | -                  | -                     | -                      | -                     | -              | -                     | -             |
| At 30 June 2023  | <u>48,000</u>                               | <u>61,068</u>    | <u>16,240</u>      | <u>223</u>            | <u>1,444</u>           | <u>(107,586)</u>      | <u>19,389</u>  | <u>-</u>              | <u>19,389</u> |

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (UNAUDITED)

|   | For the six months<br>ended 30 June |                   |
|---|-------------------------------------|-------------------|
|   | 2023                                | 2022              |
|   | <i>RMB'000</i>                      | <i>RMB'000</i>    |
| Net cash used in operating activities     | (8,181)                             | (5,939)           |
| Net cash used in investing activities     | 5,203                               | (159)             |
| Net cash used in financing activities     | -                                   | -                 |
|   | <u>          </u>                   | <u>          </u> |
| Net decrease in cash and cash equivalents | (2,928)                             | (6,098)           |
| Cash and cash equivalents as at 1 January | 20,197                              | 29,492            |
|   | <u>          </u>                   | <u>          </u> |
| Cash and cash equivalents as at 30 June   | <u>17,219</u>                       | <u>23,394</u>     |

*Notes:*

## **1. BASIS OF PRESENTATION**

The Financial statements has been prepared on the going-concern basis and transactions and events actually occurred in accordance with the “Accounting Standards for Business Enterprises” promulgated by the Ministry of Finance of the People’s Republic of China and relevant requirements (Collectively “Accounting Standards for Business Enterprises”), and China Securities Regulatory Commission’s “Compilation Rules for Information Disclosure by Companies Offering Securities to the Public No. 15-General Provisions on Financial Reports (2014 Revision)” and the provisions regarding disclosure pursuant to The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Companies Ordinance of Hong Kong, as well as the accounting policies and estimation as stated in “4. Significant Accounting Policies and Accounting Estimation” under this section.

## **2. TURNOVER**

Turnover represents revenue from the development and provision of business application solutions and application software, installation and maintenance of network and data security products, and the sales of electrical products and accessories.

An analysis of the Group's revenue for the period is as follows:

|  | For the three months |                    | For the six months   |                    |
|--|----------------------|--------------------|----------------------|--------------------|
|  | ended 30 June        |                    | ended 30 June        |                    |
|  | 2023                 | 2022               | 2023                 | 2022               |
|  | <i>RMB'000</i>       | <i>RMB'000</i>     | <i>RMB'000</i>       | <i>RMB'000</i>     |
|  | <i>(unaudited)</i>   | <i>(unaudited)</i> | <i>(unaudited)</i>   | <i>(unaudited)</i> |
| Development and provision of:  |                      |                    |                      |                    |
| – Business application solutions and application software            | <b>6,501</b>         | 5,091              | <b>10,494</b>        | 7,615              |
| – Installation and maintenance of network and data security products | <b>394</b>           | 461                | <b>3,731</b>         | 2,576              |
| Sales of electrical products and accessories                         | <u><b>2,937</b></u>  | <u>1,018</u>       | <u><b>4,316</b></u>  | <u>1,273</u>       |
|  | <u><b>9,832</b></u>  | <u>6,570</u>       | <u><b>18,541</b></u> | <u>11,464</u>      |

All of the Group's activities are conducted in the PRC. Turnover as disclosed above is net of applicable PRC tax.

### 3. SEGMENT INFORMATION

#### Business segments

For management reporting purpose, business segment information is chosen as the primary reporting format. The principal business segments of the Group comprise the followings:

|                                 |   |
|---------------------------------|---|
| Business application solutions: | Develop and provide business application solutions services which include business solutions development, application software, network and data security products. |
| Sales of goods:                 | Sales and distribution of computer and electrical products and accessories.   |

Segment information about these businesses is presented below.

|  | Business application solutions |                    | Sales of goods     |                    | Consolidated       |                    |
|--|--------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|  | for the six months             |                    | for the six months |                    | for the six months |                    |
|  | ended 30 June                  |                    | ended 30 June      |                    | ended 30 June      |                    |
|  | 2023                           | 2022               | 2023               | 2022               | 2023               | 2022               |
|  | <i>RMB'000</i>                 | <i>RMB'000</i>     | <i>RMB'000</i>     | <i>RMB'000</i>     | <i>RMB'000</i>     | <i>RMB'000</i>     |
|  | <i>(Unaudited)</i>             | <i>(Unaudited)</i> | <i>(Unaudited)</i> | <i>(Unaudited)</i> | <i>(Unaudited)</i> | <i>(Unaudited)</i> |
| <b>Segment revenue</b>                       |                                |                    |                    |                    |                    |                    |
| Turnover from external customers             | <u>14,225</u>                  | <u>10,191</u>      | <u>4,316</u>       | <u>1,273</u>       | <u>18,541</u>      | <u>11,464</u>      |
| Unallocated other revenue                    |                                |                    |                    |                    | <u>67</u>          | <u>205</u>         |
|  |                                |                    |                    |                    | <u>18,608</u>      | <u>11,669</u>      |
| <b>Results</b>                               |                                |                    |                    |                    |                    |                    |
| Segment results                              | <u>4,221</u>                   | <u>2,133</u>       | <u>481</u>         | <u>426</u>         | <u>4,702</u>       | <u>2,559</u>       |
| Unallocated operating expenses               |                                |                    |                    |                    | <u>(10,826)</u>    | <u>(11,804)</u>    |
| Loss before tax                              |                                |                    |                    |                    | <u>(6,174)</u>     | <u>(9,245)</u>     |
| Share of losses of associates                |                                |                    |                    |                    | <u>(74)</u>        | <u>(1,854)</u>     |
| Tax expenses of owners<br>of the parent      |                                |                    |                    |                    | <u>-</u>           | <u>-</u>           |
| Loss attributable to owners<br>of the parent |                                |                    |                    |                    | <u>(6,248)</u>     | <u>(11,099)</u>    |

### Geographical segment

The Group's business and assets are generated from and situated in the PRC. Accordingly, no geographical segment information has been presented.

#### 4. LOSS BEFORE TAX

Loss before tax has been arrived after charging:

|  | For the three months<br>ended 30 June        |  | For the six months<br>ended 30 June          |  |
|--|--|--|--|--|
|  | 2023<br><i>RMB'000</i><br><i>(unaudited)</i> | 2022<br><i>RMB'000</i><br><i>(unaudited)</i> | 2023<br><i>RMB'000</i><br><i>(unaudited)</i> | 2022<br><i>RMB'000</i><br><i>(unaudited)</i> |
| Staff costs (including Directors' emoluments) comprises: |  |  |  |  |
| Salaries, wages and other benefits                       | <b>3,767</b>                                 | 3,702  | <b>8,022</b>                                 | 7,779  |
| Contributions to retirement benefits scheme              | <b>1,352</b>                                 | 1,485  | <b>2,874</b>                                 | 3,569  |
|  | <b>5,119</b>                                 | 5,187  | <b>10,896</b>                                | 11,348                                       |
| Auditors' remuneration                                   | <b>90</b>                                    | 90   | <b>180</b>                                   | 180  |
| Cost of inventories recognised as an expense             | <b>8,562</b>                                 | 5,569  | <b>13,839</b>                                | 8,904  |

## 5. TAX EXPENSES

- (a) The amount of tax expenses in the consolidated income statement represents:

|   | For the three months<br>ended 30 June        |  | For the six months<br>ended 30 June          |  |
|---|--|--|--|--|
|   | 2023<br><i>RMB'000</i><br><i>(unaudited)</i> | 2022<br><i>RMB'000</i><br><i>(unaudited)</i> | 2023<br><i>RMB'000</i><br><i>(unaudited)</i> | 2022<br><i>RMB'000</i><br><i>(unaudited)</i> |
| Current tax – PRC                             |  |  |  |  |
| – tax for the period                          | -  | -  | -  | -  |
| – over-provision in<br>respect of prior years | <u>-</u>                                     | <u>-</u>                                     | <u>-</u>                                     | <u>-</u>                                     |
| Tax expenses for the period                   | <u>-</u>                                     | <u>-</u>                                     | <u>-</u>                                     | <u>-</u>                                     |

Under the Law of the People's Republic of China on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the Company and its subsidiaries are 15% and 25% respectively from 1 January 2017 onwards.

No provision for Enterprise Income Tax has been made for three years ended 31 December 2023 since the assessable profits of the companies within the Group are wholly absorbed by tax losses brought forward.

No provision for Hong Kong Profits Tax has been made as the Group's income neither arises in nor is derived from Hong Kong.

- (b) There is no significant unprovided deferred tax for the six months ended 30 June 2023 (2022: Nil).

## 6. DIVIDENDS

The Board does not declare the payment of an interim dividend for the six months ended 30 June 2023 (2022: Nil).

## 7. LOSS PER SHARE

The calculation of the basic loss per share for the six months ended 30 June 2023 is based on the unaudited net loss of approximately RMB6,248,000 (2022: net loss of approximately RMB11,099,000) and the weighted average number of shares during the six months ended 30 June 2023 was 480,000,000 shares (2022: 480,000,000 shares).

The calculation of the basic loss per share for the three months ended 30 June 2023 is based on the unaudited net loss of approximately RMB4,378,000 (2022: net loss of approximately RMB5,011,000) and the weighted average number of shares during the three months ended 30 June 2023 was 480,000,000 shares (2022: 480,000,000 shares).

Diluted loss per share is not presented for the six months and three months ended 30 June 2023 and 2022 as there were no potential dilutive shares in issue during the relevant periods.

## 8. TRADE RECEIVABLES

The normal credit terms of the Group are 30-90 days. The aged analysis of trade receivables net of allowance for bad and doubtful debts is as follows:

|                                   | <b>30 June<br/>2023<br/>RMB'000<br/>(Unaudited)</b> | 31 December<br>2022<br>RMB'000<br>(Audited) |
|-----------------------------------|---|---|
| Aged:                             |   |   |
| Within 3 months (inclusive)       | <b>4,555</b>  | 4,560                                       |
| 3 months to 6 months (inclusive)  | <b>272</b>  | –   |
| 7 months to 12 months (inclusive) | <b>114</b>  | –   |
| Over 1 year                       | <b>544</b>  | 488   |
|                                   | <b><u>5,485</u></b>                                 | <u>5,048</u>                                |

## 9. TRADE AND BILLS PAYABLE

The aged analysis of trade and bills payable is as follows:

|               | <b>30 June</b><br><b>2023</b><br><b>RMB'000</b><br><b>(Unaudited)</b> | 31 December<br>2022<br><i>RMB'000</i><br><i>(Audited)</i> |
|---------------|---|---|
| Aged:         |   |   |
| Within 1 year | <b>6,807</b>  | 6,764   |
| Over 1 year   | <b>1,634</b>  | 2,433   |
|               | <b>8,441</b>  | 9,197   |

## 10. SHARE CAPITAL

|   | <b>30 June</b><br><b>2023</b><br><b>RMB'000</b><br><b>(Unaudited)</b> | 31 December<br>2022<br><i>RMB'000</i><br><i>(Audited)</i> |
|---|---|---|
| Registered, issued and fully paid: 480,000,000<br>(2022: 480,000,000) shares of RMB0.1 each | <b>48,000</b>   | 48,000  |

The Company has conditionally adopted a share option scheme which enables the Company to grant options to selected participants as incentives or rewards for their contribution to the Group. The Directors may, at their discretion but on the basis of their contribution to the development and growth of the Group, make an offer to certain persons to subscribe for the Company's H shares.

During the period, no option was granted by the Company.

## 11. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the presentation for current accounting period.

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **FINANCIAL REVIEW**

For the six months ended 30 June 2023, the Group recorded a turnover of approximately RMB18,541,000, representing an increase of approximately RMB7,077,000 or approximately 61.73% (2022: approximately RMB11,464,000) as compared to the corresponding period in 2022. The gross profit was RMB4,702,000, representing an increase of approximately 83.74% as compared to the corresponding period in last year (2022: approximately RMB2,559,000). The loss recorded by the Group was approximately RMB6,248,000, representing a decrease in loss of approximately RMB4,851,000 as compared with a loss of approximately RMB11,099,000 of the corresponding period in 2022.

### **BUSINESS REVIEW AND FUTURE PROSPECTS**

In the sales review, income is mainly generated from the sales of electrical products and accessories. The sales amounted to approximately RMB4,316,000, which increased by approximately RMB3,043,000 or 239.04% as compared with approximately RMB1,273,000 of the corresponding period in last year, which mainly due to the affected project progress by the epidemic in last year and the recognized income in this year.

Besides, for the sales of the business application solution and application software, its sales increased from approximately RMB7,615,000 to approximately RMB10,494,000, representing an increase of approximately 37.81% over the corresponding period of last year, which mainly due to the affected project progress by the epidemic in last year and the recognized income in this year.

In terms of the sales of installation and maintenance of network and data security products, its sales increased from approximately RMB2,576,000 to approximately RMB3,731,000, representing an increase of approximately 44.84% over the corresponding period of last year. In terms of the sales of business application solutions and application software, the Company provides corresponding installation and maintenance services for the customers on a continuous basis.

For the expenses management and control, administrative expenses amounted to approximately RMB7,167,000, representing a decrease of approximately RMB569,000 over the corresponding period of last year; and the expenses of marketing and sales amounted to approximately RMB2,654,000, representing an increase of approximately RMB386,000 over the corresponding period of last year. The expenses of research and development amounted to approximately RMB2,534,000, representing an increase of approximately RMB240,000 over the corresponding period of last year.

In conclusion, the Company will take necessary proactive steps to monitor its financial condition. Meanwhile, it will also maintain its focus on cost control with the attempt to expand new market areas, including acquiring new clients through the referrals by the existing clients and marketing initiatives by the management, so as to secure higher business volumes.

### **Financial resources and liquidity**

As at 30 June 2023, shareholders' funds of the Group amounted to approximately RMB19,388,570.62 (as at 31 December 2022: approximately RMB25,636,861.03). Current assets amounted to approximately RMB24,355,951.98 (as at 31 December 2022: approximately RMB26,873,821.01), of which approximately RMB17,218,575.89 (as at 31 December 2022: approximately RMB20,197,211.85) were bank balances and cash. Current liabilities amounted to approximately RMB17,032,488.13 (as at 31 December 2022: approximately RMB19,686,009.43), which mainly comprised of trade and bill payables and accrued expenses. The Group's net assets per share are approximately RMB0.10 (as at 31 December 2022: approximately RMB0.10).

As at 30 June 2023, the Group has bank balances and cash amounting to approximately RMB17,218,575.89 with a current ratio of approximately 143%. The Directors believed that the Group's financial position is healthy.

As at 30 June 2023, the Group has a gearing ratio of approximately 49.92% (as at 31 December 2022: approximately 46.08%).

### **Capital structure**

There has been no change to the capital structure of the Company during the six months ended 30 June 2023.

### **Foreign exchange exposure**

During the six months ended 30 June 2023, the Group's monetary assets and transactions are mainly denominated in RMB, HKD and USD. Though the exchange rates between RMB, HKD and USD are not pegged, there are relatively low level of fluctuation in exchange rates among RMB, HKD and USD. The Management noted that the recent appreciation in the exchange rate of RMB to HKD and USD and is of the opinion that it does not currently have a material adverse impact on the Group's financial position. The Group currently does not have a foreign currency hedging policy. However, the management monitors foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

## **Employee information and remuneration policies**

As at 30 June 2023, the Group employed permanent staff of approximately 100 (2022: 100). For the six months ended 30 June 2023, the remuneration for the employees (including the Directors emoluments) amounted to approximately RMB10,896,000 (2022: approximately RMB11,348,000). The Group's remuneration and bonus policies are principally determined with reference to the qualification, experience and performance of individual employee.

## **Significant Investments**

During the six months ended 30 June 2023, the Group had no significant investments.

## **Material acquisitions or disposals of subsidiaries, associates and joint ventures**

During the six months ended 30 June 2023, the Group had no material acquisitions or disposal of subsidiaries, associates or joint ventures.

## **Treasury policy**

The Group adopts a treasury policy that aims to better control its treasury operations and lower borrowing cost. As such, the Group endeavours to maintain an adequate level of cash and cash equivalents to address short term funding needs. The Board would also consider various funding sources depending on the Group's funding needs to ensure that the financial resources are used in the most cost-effective and efficient way to meet the Group's financial obligations. The Board reviews and evaluates the Group's treasury policy from time to time to ensure its adequacy and effectiveness.

## **Charges on Group's assets**

As at 30 June 2023, the Group had no charges on Group's assets.

## **Details of future plans for material investments or capital assets**

As at 30 June 2023, the Group had no future plans for material investments or capital assets.

## **Contingent liabilities**

As at 30 June 2023, the Group had no material contingent liabilities (2022: Nil).

## **DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES**

As at 30 June 2023, none of the Directors, the supervisors of the Company (as if the requirements applicable to the Directors under the Securities and Futures Ordinance (“SFO”) had applied to the supervisors) or chief executive of the Company have any interests and short positions in the shares, underlying shares and debentures of the Company and its associated corporation (within the meaning of Part XV of the SFO) as recorded in the Company’s 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 required standard of dealings by directors of listed issuers as referred to in Rule 5.46 of the GEM Listing Rules.

## **DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVE'S RIGHTS TO ACQUIRE H SHARES**

As at 30 June 2023, none of the Directors, supervisors and chief executive of the Company was granted options to subscribe for H shares of the Company. As at 30 June 2023, none of the Directors, supervisors and chief executives of the Company had any rights to acquire H shares in the Company.

**SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITION IN SHARES AND UNDERLYING SHARES IN THE COMPANY**

**A. Substantial shareholders**

As at 30 June 2023, the following shareholders (other than the Directors and the supervisors of the Company) (as if the requirements applicable to the Directors under the SFO had applied to the supervisors of the Company) had an interest or a short position in the Shares and underlying shares in the Company as recorded in the register required to be kept under section 336 of the SFO and were directly or indirectly interested in 10% or more of the Shares:

| <b>Name of shareholders</b>  | <b>Capacity and nature</b>                           | <b>Number and class of shares</b><br><i>(Note 1)</i> | <b>Approximate percentage of interest</b> |
|--|--|--|---|
| State-owned Assets Supervision and Administration Commission of Shanghai | Interest of a controlled corporation <i>(Note 2)</i> | 114,000,000 domestic shares (L)                      | 23.75%                                    |
| Shanghai Jiaoda Industrial Investment Management (Group) Limited         | Beneficial owner                                     | 114,000,000 domestic shares (L)                      | 23.75%                                    |
| Shanghai Xin Xuhui (Group) Company Limited                               | Beneficial owner                                     | 60,000,000 domestic shares (L)                       | 12.50%                                    |
| Xuhui District Industrial Association                                    | Interest of a controlled corporation <i>(Note 3)</i> | 60,000,000 domestic shares (L)                       | 12.50%                                    |
| Shanghai Huixin Investment Operation Company Limited                     | Beneficial owner                                     | 57,000,000 domestic shares (L)                       | 11.88%                                    |
| Shanghai Technology Venture Capital Management Company Limited           | Beneficial owner                                     | 57,000,000 domestic shares (L)                       | 11.88%                                    |

*Notes:*

1. The letter “L” represents the entity’s interest in the shares of the Company.
2. These 114,000,000 domestic shares are registered and owned by Shanghai Jiaoda Industrial Investment Management (Group) Limited (“Jiaoda Industrial”) (Shanghai Jiaoda Science and Technology Park Limited transferred these domestic shares to Jiaoda Industrial at the end of June 2020). 90% of registered capital of Jiaoda Industrial is owned by the State-owned Assets Supervision and Administration Commission of Shanghai. State-owned Assets Supervision and Administration Commission of Shanghai is deemed to be interested in the aggregate of 114,000,000 domestic shares held by Jiaoda Industrial under the SFO.
3. These 60,000,000 domestic shares are registered and owned by Shanghai Xin Xuhui (Group) Company Limited, the registered capital of which will be owned as to approximately 88.57% by Xuhui District Industrial Association after the completion of certain capital reorganisation as referred to in the Prospectus. Xuhui District Industrial Association is deemed to be interested in the 60,000,000 domestic shares held by Shanghai Xin Xuhui (Group) Company Limited under the SFO.

**B. Other persons who are required to disclose their interests pursuant to Division 2 and 3 of Part XV of the SFO**

As at 30 June 2023, save for the persons/entities disclosed in sub-section A above, the following person/entity had an interest or a short position in the shares and underlying shares of the Company as recorded in the register required to be kept under section 336 of the SFO:

| <b>Name of shareholder</b> | <b>Capacity and nature</b> | <b>Number and class of shares</b><br><i>(Note)</i> | <b>Approximate percentage of interest</b> |
|----------------------------|----------------------------|--|---|
| Chen Jianbo                | Beneficial owner           | 24,300,000<br>domestic shares (L)                  | 5.06%                                     |

*Note:* The letter “L” represents the entity’s interest in the shares of the Company.

Save as disclosed above, as at 30 June 2023, the Directors are not aware of any other person (other than the Directors and chief executive of the Company) who has interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company and the Stock Exchange under the provision of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register required to be kept by the Company under section 336 of the SFO.

## **COMPETING INTERESTS**

None of the Directors or the management shareholders (as defined under the GEM Listing Rules) of the Company had any interest in a business which competes or may compete with the business of the Group.

## **PRACTICE AND PROCEDURES OF THE BOARD**

Throughout the six months ended 30 June 2023, the Company was in compliance with the Board Practices and Procedures as set out in Rule 5.34 of the GEM Listing Rules.

## **CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY THE DIRECTORS**

The Company had adopted a code of conduct regarding securities transactions by the Directors and supervisors on terms no less exacting than Rules 5.48 to 5.67 of the GEM Listing Rules. The Company had made specific enquiry of all Directors and supervisors and the Company was not aware of any non-compliance by any Directors and supervisors with the Exchange's required standard of dealings and its code of conduct regarding securities transactions by the Directors and supervisors throughout the six months ended 30 June 2023.

## **AUDIT COMMITTEE**

The Company established an audit committee on 7 July 2002 with written terms of reference for the purpose of reviewing and supervising the Group's financial reporting and internal control procedures. The audit committee comprises three independent non-executive Directors, Mr. Yuan Shumin, Mr. Liu Feng and Mr. Zhou Guolai. The audit committee has reviewed the unaudited results of the Company for the six months ended 30 June 2023.

## **PURCHASE, SALE OR REDEMPTION OF SECURITIES**

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any listed securities of the Company during the six months ended 30 June 2023.

## CORPORATE GOVERNANCE

The Company has adopted a corporate governance statement of policy which provides guidance on the application of the corporate governance principles on the Company, with reference to the Corporate Governance Code (the “CG Code”) as set out in Appendix 15 of the GEM Listing Rules.

Save as disclosed below, the Company has complied with all the code provisions in the CG Code during the Current Period except the following deviation:

Under code provision C.2.1 of the Code, the roles of the Chairman and the Chief Executive should be separated and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing. Mr. Chang Jiang was the Chairman while the role of the Chief Executive (the “CE”) was performed by Mr. Shang Ling for the period from 21 October 2021 to 30 June 2023. The Chairman focuses on the business strategy and direction of the Company and has executive responsibilities, provides leadership for the Board and ensures proper and effective functioning of the Board in discharging of its responsibilities. The CE is accountable to the Board for the overall implementation of the Company’s strategies and the coordination of overall business operations.

Since Mr. Shang Ling resigned as an executive Director and the CE on 30 June 2023, the post of CE has been vacant. The executive Directors and the senior management have been delegated with the authority and responsibility by the Board for the day-to-day operations of the Group while reserving certain key matters for the approval by the Board. After evaluation of the current situation of the Company and considering of the board composition, the Board is of the opinion that it is appropriate and in the best interests of the Company at the present stage for such arrangement as it helps to maintain the continuity of the policies and the stability of the operations of the Company.

## IMPORTANT EVENTS AFTER THE REPORTING PERIOD

No important events affecting the Group has occurred subsequent to 30 June 2023.

By Order of the Board  
**Shanghai Jiaoda Withub Information Industrial Company Limited\***  
**Chang Jiang**  
*Chairman*

As at the date of this report, the Directors of the Company are as follows:

**Executive Directors**                      Chang Jiang, Shuai Ge, Hu Lunjie,  
Gu Xiaomin and Sun Jingchen

**Independent Non-executive  
Directors**                      Yuan Shumin, Liu Feng and Zhou Guolai

Shanghai, the PRC, 10 August 2023

*This report will remain on the “Latest Company Announcements” page of the Stock Exchange website at [www.hkexnews.hk](http://www.hkexnews.hk) for at least 7 days of its posting.*