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YEEBO (INTERNATIONAL HOLDINGS) LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 259)

INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

The board of directors of Yeebo (International Holdings) Limited (the “Company”) has pleasure in presenting the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30 September 2023 which have been reviewed by the Company’s audit committee and the auditor.

FINANCIAL HIGHLIGHTS

	Six months ended 30 September		
	2023	2022	
	(unaudited)	(unaudited)	Change
	(HK\$'000)	(HK\$'000)	
Revenue	514,760	734,965	(220,205)
Gross profit	77,537	121,538	(44,001)
Profit for the period	119,654	311,808	(192,154)
Profit attributable to owners of the Company	113,363	297,869	(184,506)
Earnings per share (HK cents)			
– Basic	11.9	30.6	(18.7)
– Diluted	11.9	30.4	(18.5)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2023

	<i>Notes</i>	Six months ended	
		30.9.2023 <i>HK\$'000</i> (unaudited)	30.9.2022 <i>HK\$'000</i> (unaudited)
Revenue	<i>3</i>	514,760	734,965
Cost of sales		(437,223)	(613,427)
Gross profit		77,537	121,538
Other income		13,881	19,402
Other gains and losses	<i>4</i>	7,535	5,976
Loss on derecognition of debt investments at amortised cost		(3,407)	–
Reversal of (allowance on) credit losses, net – trade receivables		4,503	(3,625)
– debt investments at amortised cost	<i>10</i>	(20,142)	(31,852)
Selling and distribution expenses		(41,814)	(46,881)
Administrative expenses		(14,480)	(20,800)
Finance costs		(573)	(526)
Gain on disposal of equity interests of an associate	<i>5</i>	–	169,146
Share of results of associates		106,483	141,640
Profit before income tax		129,523	354,018
Income tax expense	<i>6</i>	(9,869)	(42,210)
Profit for the period	<i>7</i>	119,654	311,808

		Six months ended	
		30.9.2023	30.9.2022
	<i>Notes</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		(unaudited)	(unaudited)
Other comprehensive (expense) income:			
Item that will not be reclassified to profit or loss:			
Share of other comprehensive expense of associates, net of related income tax		(4,738)	(893)
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations:			
Subsidiaries		(34,284)	(56,177)
Associates		(133,972)	(198,866)
Reclassification of cumulative translation reserve upon disposal of equity interests of an associate		–	(845)
		<u>–</u>	<u>(845)</u>
Total comprehensive (expense) income for the period		<u>(53,340)</u>	<u>55,027</u>
Profit for the period attributable to:			
Owners of the Company		113,363	297,869
Non-controlling interests		6,291	13,939
		<u>119,654</u>	<u>311,808</u>
Total comprehensive (expense) income for the period attributable to:			
Owners of the Company		(55,555)	45,776
Non-controlling interests		2,215	9,251
		<u>(53,340)</u>	<u>55,027</u>
		<i>HK cents</i>	<i>HK cents</i>
Earnings per share			
– basic	9	<u>11.9</u>	<u>30.6</u>
– diluted	9	<u>11.9</u>	<u>30.4</u>

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2023

	<i>Notes</i>	30.9.2023 HK\$'000 (unaudited)	31.3.2023 <i>HK\$'000</i> (audited)
Non-current assets			
Property, plant and equipment		187,494	215,851
Right-of-use assets		14,132	16,430
Investment properties		674	774
Interests in associates		1,978,317	2,061,371
Debt investments at amortised cost	<i>10</i>	6,940	32,878
Intangible assets		1,459	1,459
Other receivables and prepayment		4,732	4,892
Financial assets at fair value through profit or loss ("FVTPL")	<i>11</i>	107,240	–
		2,300,988	2,333,655
Current assets			
Inventories		139,846	184,683
Trade and other receivables	<i>12</i>	244,810	295,419
Cash and cash equivalents		251,247	300,313
		635,903	780,415
Current liabilities			
Trade and other payables	<i>13</i>	227,575	271,437
Dividend payables		94,298	–
Contract liabilities		29,928	39,303
Derivative financial instruments		–	3,262
Tax payable		17,794	13,903
Bank borrowings		4,256	4,284
Lease liabilities		2,249	4,750
		376,100	336,939
Net current assets		259,803	443,476
Total assets less current liabilities		2,560,791	2,777,131

	30.9.2023 HK\$'000 (unaudited)	31.3.2023 <i>HK\$'000</i> (audited)
Non-current liabilities		
Deferred tax liabilities	100,968	106,327
Lease liabilities	12,248	11,947
	<u>113,216</u>	<u>118,274</u>
	<u>2,447,575</u>	<u>2,658,857</u>
Capital and reserves		
Share capital	192,023	195,236
Reserves	2,163,500	2,356,549
	<u>2,355,523</u>	<u>2,551,785</u>
Equity attributable to owners of the Company	<u>92,052</u>	<u>107,072</u>
Non-controlling interests		
	<u>2,447,575</u>	<u>2,658,857</u>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2023

1. BASIS OF PREPARATION

The condensed consolidated financial statements of Yeebo (International Holdings) Limited (the “Company”) and its subsidiaries (collectively referred to as the “Group”) have been prepared in accordance with Hong Kong Accounting Standard 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (“SEHK”).

The directors of the Company have, at the time of approving the condensed consolidated financial statements, a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the condensed consolidated financial statements.

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair value, as appropriate.

Other than additional/change in accounting policies resulting from application of new and amendments to Hong Kong Financial Reporting Standards (“HKFRSs”), the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 September 2023 are the same as those presented in the Group’s annual consolidated financial statements for the year ended 31 March 2023.

Application of amendments to HKFRSs

In the current interim period, the Group has applied the following new and amendments to HKFRSs issued by the HKICPA, for the first time, which are mandatorily effective for the Group’s annual periods beginning on 1 April 2023 for the preparation of the Group’s condensed consolidated financial statements:

HKFRS 17 (including the October 2020 and February 2022 Amendments to HKFRS 17)	Insurance Contract
Amendments to HKAS 8	Definition of Accounting Estimates
Amendments to HKAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The application of the new and amendments to HKFRSs in the current interim period has had no material impact on the Group’s financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

3. REVENUE/SEGMENT INFORMATION

Information reported to the executive directors of the Group, being the chief operating decision maker (“CODM”), for the purposes of resource allocation and assessment of segment performance focuses on types of goods delivered. The Group has only one reportable and operating segment as liquid crystal displays (“LCDs”), liquid crystal display modules (“LCMs”), thin film transistor (“TFTs”) and capacitive touch panel modules (“CTPs”) (collectively “Displays”) products.

The management of the Group assesses the performance of the reportable segment based on the revenue and segment profit. As the CODM reviews the Group’s assets and liabilities for the Group as a whole on a consolidated basis, no assets or liabilities are allocated to the operating segments. Therefore, no analysis of segment assets and liabilities is presented. The accounting policies of the reportable segment are the same as the Group’s accounting policies.

The following is an analysis of the Group’s revenue and results by reportable and operating segment.

	Six months ended	
	30.9.2023	30.9.2022
	HK\$’000	HK\$’000
Revenue – Displays	514,760	734,965
Segment profit – Displays	33,200	59,816
Net exchange gain	5,294	8,800
Interest income	8,640	13,371
Rental income	562	607
Gain (loss) on fair value changes of derivative financial instruments	3,154	(2,718)
Loss on derecognition of debt investments at amortised cost	(3,407)	–
Allowances on credit loss for debt investments at amortised cost	(20,142)	(31,852)
Gain on disposal of equity interests of an associate	–	169,146
Loss on deemed disposal of equity interests of an associate	(867)	–
Unallocated administrative expenses	(2,821)	(4,266)
Finance costs	(573)	(526)
Share of results of associates	106,483	141,640
Profit before income tax	129,523	354,018

Segment profit represents the gross profit generated in operating segment and certain items of other income, other gains and losses, net of selling and distribution expenses and administrative expenses directly attributable to the segment without allocation of net exchange differences, interest income, rental income, fair value changes of derivative financial instruments, loss on derecognition of debt investments at amortised cost, allowance on credit losses on debt investments at amortised cost, gain on disposal of equity interests of an associate, loss on deemed disposal of equity interests of an associate, unallocated administrative expenses, finance costs and share of results of associates. This is the measure reported to the CODM for the purposes of resource allocation and performance assessment.

The following is an analysis of the Group's revenue by type of products:

	Six months ended	
	30.9.2023	30.9.2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
LCDs	74,741	107,639
LCMs	216,976	296,693
TFTs	92,699	219,679
CTPs	130,344	110,954
	<u>514,760</u>	<u>734,965</u>

The Group operates in two principal geographical areas, including Hong Kong and The People's Republic of China, other than Hong Kong, Macau and Taiwan ("PRC" for the purpose of these condensed consolidated financial statements).

Information about the Group's revenue from external customers by geographical location are detailed below:

	Six months ended	
	30.9.2023	30.9.2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
Germany	96,328	109,812
The PRC	88,891	120,930
United States	49,453	90,859
Hong Kong	43,139	56,104
Switzerland	41,453	63,768
Japan	38,395	63,495
Taiwan	36,544	57,868
Spain	28,500	30,574
Other European countries	63,455	85,032
Other Asian countries	24,564	41,367
Other countries	4,038	15,156
	<u>514,760</u>	<u>734,965</u>

Due to the diversification in customers, the Group has no single customer contributing over 10% of the total revenue of the Group under the periods of review.

4. OTHER GAINS AND LOSSES

	Six months ended	
	30.9.2023 HK\$'000	30.9.2022 HK\$'000
Gain (loss) on fair value changes of derivative financial instruments	3,154	(2,718)
Loss on disposal of property, plant and equipment	(46)	(106)
Net exchange gain	5,294	8,800
Loss on deemed disposal of equity interest of an associate	(867)	—
	<u>7,535</u>	<u>5,976</u>

5. GAIN ON DISPOSAL OF EQUITY INTERESTS OF AN ASSOCIATE

During the previous interim period, the Group disposed of a total of 10,463,000 equity shares (representing approximately 1.3% equity interest) of Nantong Jianghai Capacitor Company Ltd. (“Nantong Jianghai”) at a consideration of RMB210,403,000 (equivalent to HK\$248,170,000) through block trade transactions on the Shenzhen Stock Exchange. The transaction was completed in June 2022 and a pre-tax gain on disposal of equity interest of an associate of HK\$169,146,000 was recognised in the condensed consolidated statement of profit or loss.

6. INCOME TAX EXPENSE

	Six months ended	
	30.9.2023 HK\$'000	30.9.2022 HK\$'000
The tax charge comprises:		
Current tax		
Hong Kong	1,185	1,419
PRC	4,679	34,343
Other jurisdictions	2,496	3,720
	<u>8,360</u>	<u>39,482</u>
Deferred taxation	<u>1,509</u>	<u>2,728</u>
	<u>9,869</u>	<u>42,210</u>

Under the two-tiered profits tax rates regime in Hong Kong, the first HK\$2,000,000 of profits of the qualifying companies will be taxed at 8.25%, and profits above HK\$2,000,000 will be taxed at 16.5%. The profits of companies not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. The directors of the Company considered the amount involved upon implementation of the two-tiered profits tax rates regime as insignificant to the condensed consolidated financial statements.

Current tax in the PRC represented PRC Enterprise Income Tax and PRC Enterprise Withholding Tax. Under the EIT Law and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25%. In addition, the EIT Law requires withholding tax to be levied on distribution of profits earned by the PRC entities for profits generated after 1 January 2008 and at rate of 5% or 10% for Hong Kong and non-Hong Kong resident companies respectively. During the previous interim period, PRC Enterprise Withholding Tax of HK\$24,342,000 was incurred and settled by the Group for the gain of disposal of equity interests of an associate.

Pursuant to the relevant law and regulations in the PRC, one of the Company's PRC subsidiaries was approved as Hi-Tech Enterprise and entitled to 15% PRC Enterprise Income Tax rate. Accordingly, the PRC Enterprise Income Tax of that PRC subsidiary was provided at 15% (2022: 15%) for the six months ended 30 September 2023.

Taxation arising in other jurisdictions is calculated at the rate prevailing in the relevant jurisdictions.

7. PROFIT FOR THE PERIOD

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

	Six months ended	
	30.9.2023	30.9.2022
	HK\$'000	HK\$'000
Depreciation of property, plant and equipment	21,250	24,874
Depreciation of right-of-use assets	2,674	2,466
Depreciation of investment properties	100	100
	<u>24,024</u>	<u>27,440</u>
Total depreciation		
	<u>24,024</u>	<u>27,440</u>
Interest expense for lease liabilities	299	127
Interest expense for bank borrowings	274	399
Reversal of allowance for inventories	(7,269)	(524)
Share of tax of associates (included in share of results of associates)	9,537	17,777
	<u>9,537</u>	<u>17,777</u>

8. DIVIDENDS

	Six months ended	
	30.9.2023	30.9.2022
	HK\$'000	HK\$'000
Final dividend in respect of the year ended 31 March 2023 of HK5 cents per share (six months ended 30 September 2022: HK5 cents per share for the year ended 31 March 2022)	48,006	49,334
Second special dividend in respect of the year ended 31 March 2023 of HK5 cents per share (six months ended 30 September 2022: nil)	48,005	–
	<u>48,005</u>	<u>–</u>
	<u>96,011</u>	<u>49,334</u>

For the six months ended 30 September 2023, the Company declared to distribute final dividend and a second special dividend in respect of the year ended 31 March 2023 of HK5 cents and HK5 cents, respectively (2022: final dividend in respect of the year ended 31 March 2022 of HK5 cents) per ordinary share, in an aggregate amount of HK\$96,011,000 (2022: HK\$49,334,000). The difference between this amount and the amount of dividends recognised as a distribution disclosed in the condensed consolidated statements of changes in equity represented the dividends payable to the Group's share award scheme.

9. EARNINGS PER SHARE

The calculation of earnings per share attributable to owners of the Group is based on the following data:

	Six months ended	
	30.9.2023	30.9.2022
	HK\$'000	HK\$'000
<u>Earnings</u>		
Profit for the period attributable to owners of the Company for the purpose of basic and diluted earnings per share	113,363	297,869
	Number of shares '000	Number of shares '000
<u>Number of shares</u>		
Weighted average number of ordinary shares for the purpose of basic earnings per share	951,086	973,004
Effect of dilutive potential ordinary shares in respect of unvested shares awarded under the share award scheme	4,158	6,734
Weighted average number of ordinary shares for the purpose of diluted earnings per share	955,244	979,738

The weighted average number of ordinary shares for the purpose of basic earnings per share shown above have been arrived at after deducting shares held by the share award scheme trust.

10. DEBT INVESTMENTS AT AMORTISED COST

At the end of both reporting periods, the Group's debt investments at amortised cost mainly comprise listed bonds that are graded in speculative credit risk investments (Caa3 in Moody's Rating Scale) as per globally understood definitions.

On 4 September 2023, the issuer of the debt investments at amortised cost (the "Issuer") announced the plan to seek for the consent of the bondholders for the further extension of the maturity date of all debt investments issued by the Issuer (which extended matured date were originally during June 2024 to September 2025) by four years to June 2028 and September 2029. The consent of the bondholders were obtained by the Issuer for the extension of maturity date of debt investments during September 2023.

Since the revised terms have resulted in a substantial modification from the original terms, the carrying amount of the debt investments of HK\$10,347,000 was derecognised and the fair value of the modified debt investments of HK\$6,940,000 was recognised at the date of modification. This resulted in a loss on derecognition of HK\$3,407,000 which was recognised in the profit or loss during the current interim period.

As at 30 September 2023, the credit-impaired effective interest rates (six months ended 30 September 2022: effective interest rate) of the modified debt investments are ranged from 1.1% to 4.6% per annum (six months ended 30 September 2022: 5.7% to 7.0% per annum).

11. FVTPL

During the current interim period, the Group invested RMB100,000,000 (equivalent to HK\$107,240,000) for approximately 1.2% equity interests in a private company, which is established in the PRC and principally engaged in the design, research and development and sales of graphics processing unit chips. These investments are not held for trading but for long-term strategic purposes.

12. TRADE AND OTHER RECEIVABLES

The Group has a policy of allowing credit periods ranging from 30 days to 150 days.

The following is an aged analysis by invoice date of trade receivables, net of allowance for credit losses, at the end of the reporting period:

	30.9.2023 HK\$'000	31.3.2023 <i>HK\$'000</i>
1 – 30 days	86,564	108,488
31 – 60 days	56,417	66,899
61 – 90 days	30,533	23,374
91 – 120 days	13,037	14,335
Over 120 days	4,015	4,920
	190,566	218,016

13. TRADE AND OTHER PAYABLES

The following is an aged analysis by invoice date of trade payables at the end of the reporting period:

	30.9.2023 HK\$'000	31.3.2023 <i>HK\$'000</i>
1 – 30 days	46,226	81,451
31 – 60 days	24,133	27,544
61 – 90 days	15,610	12,767
91 – 120 days	11,371	15,831
Over 120 days	9,958	15,882
	107,298	153,475

MANAGEMENT DISCUSSION AND ANALYSIS

Review of Operations

The Group's consolidated revenue for the six months ended 30 September 2023 (the "period under review") decreased by approximately 30% year on year to HK\$515 million as compared to that of HK\$735 million for the corresponding period of last year ("1H 2022"). Profit attributable to owners of the Company was HK\$113 million (1H 2022: HK\$298 million), representing a year-on-year decrease of approximately HK\$185 million. The significant decrease in profit was mainly due to a higher comparison base in the same period last year when a gain of approximately HK\$148 million on the disposal of certain shares in Nantong Jianghai Capacitor Company Ltd. was recorded.

A post-COVID-19 pandemic recovery in the business sentiment was not as strong as had been expected. Customers remained cautious and adopted the destocking approach in view of high interest rates and intensifying geopolitical tensions. As a result, the Group's revenue declined. Revenue from the sales of liquid crystal displays ("LCD") decreased to HK\$75 million for the period under review from HK\$108 million in the same period of last year while that from the sales of liquid crystal display modules ("LCM") decreased to HK\$217 million for the period under review from HK\$297 million in the same period of last year. Revenue from the sales of thin film transistors ("TFT") dropped to HK\$93 million for the period under review from HK\$220 million in the same period of last year while that from the sales of capacitive touch panel modules ("CTP") increased to HK\$130 million for the period under review from HK\$111 million in the same period of last year.

Gross profit margin decreased to around 15.1% for the period under review from 16.5% in the same period of last year because of a decline in the utilisation rate of the production facilities.

Other income amounted to approximately HK\$14 million for the period under review (1H 2022: HK\$19 million). The drop was mainly due to the decrease in interest income from debt investments at amortised cost.

The Group recorded an allowance on credit loss for debt investments at amortised cost of HK\$20 million for the period under review (1H 2022: HK\$32 million) and loss on derecognition of debt investments at amortised cost of HK\$3 million for the period under review (1H 2022: nil). The Group had invested in notes (the "Greenland Notes") issued by Greenland Global Investment Limited (the "Issuer"). During the period under review, at the request of the Issuer, the bondholders approved to further extend the maturity of all the notes issued by the Issuer by four years. As at 30 September 2023, the Group held the Greenland Notes to the tune of a total face value of approximately US\$11 million and the investment was reflected in the condensed consolidated statement of financial position as a debt investment at amortised cost with a carrying value of approximately HK\$7 million. The directors of the Company are monitoring the situation closely and will take necessary actions where appropriate.

Selling and distribution expenses amounted to approximately HK\$42 million for the period under review (1H 2022: HK\$47 million). The decrease was mainly due to the drop in business promotion expenses, transportation expenditure and staff-related costs.

Administrative expenses amounted to approximately HK\$14 million for the period under review (1H 2022: HK\$21 million) which was mainly attributable to the decrease in legal and professional fees and staff-related costs.

Investments in Associates

Investment in Nantong Jianghai Capacitor Company Ltd. (“Nantong Jianghai”)

Nantong Jianghai, the Group’s 29.0%-owned associate, mainly engages in the manufacture and sales of aluminium electrolytic, thin-film and super capacitors, and the production and sales of aluminium foil for high-performance aluminium electrolytic capacitors.

The Group’s share of Nantong Jianghai’s profit was HK\$128 million, which was similar to 1H 2022. Although the electronic components industry experienced a downturn for the period under review, Nantong Jianghai’s business continued to grow steadily on the back of its wide product variety and strong customer base.

Particularly, Nantong Jianghai enhanced its position in the major markets for the applications of its products in areas such as energy storage, electric vehicles, big data, and smart manufacturing. During the period under review, it continued its effort in adopting energy-conservation initiatives, conducting research and develop on new technologies, as well as enhancing cost effectiveness in production. All these measures enabled Nantong Jianghai to maintain its competitive advantage in the global market of aluminium electrolytic capacitors. During the period under review, Nantong Jianghai has also achieved breakthroughs in the development of multi-layer polymer capacitors (“MLPC”), a critical peripheral component in central processing unit and graphic processing unit, in terms of technological efficiency. Thin film capacitor business continued to deliver impressive growth amid a stronger foothold in the new energy and automotive industries. In the development of supercapacitors, Nantong Jianghai focuses on solidifying the business foundation, nurturing core technologies, and fostering the strengths and specialisation.

Investment in Suzhou QingYue Optoelectronics Technology Co. Ltd. (“Suzhou QingYue”)

The Group’s share of the loss from Suzhou QingYue, its 28.1%-owned associate, which engages in the sales of organic light-emitting diodes (“OLED”), e-paper modules and micro-OLED, amounted to approximately HK\$17 million during the period under review, in contrast to the share of the profit of HK\$13 million in 1H 2022. Factors such as a global economic downturn, geopolitical tensions, and the oversaturation of the consumer electronics market led to unprecedented cyclical fluctuations in demand for various end-use applications. Both PMOLED and e-paper businesses were adversely affected. On the other hand, sales of micro-OLED in the near-eye display market were gaining momentum while augmented reality and virtual reality are the key target markets in the future.

Income Tax

Effective tax rate in relation to the Group’s core business (income tax expenses excluding the withheld tax on undistributed profits at the associates as a percentage of the profit before income tax excluding share of the results of associates, loss on derecognition of debt investments at amortised cost and allowance on credit loss for debt investments at amortised cost) was 12% (1H 2022: 14%).

Prospects

The Group's business was weaker than expected for the period under review amid the headwinds such as the market's fragile sentiment and persistently high interest rates. However, the Group has taken proactive measures by developing new industrial and medicinal applications, focusing on the business segments of high-value and customised products, extending the range of its products from the small modules to medium and large-sized display modules, and trying to capture sizeable orders from leading customers. All these can strengthen and expand our business presence. Meanwhile, the Group believes that the share of the results of the associates will continue to represent a meaningful contribution to its profit.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2023, the Group's current ratio was 1.7 (31 March 2023: 2.3). The gearing ratio, as a ratio of bank borrowings to net worth, was 0.2% (31 March 2023: 0.2%). As at 30 September 2023, the Group had total assets of approximately HK\$2,937 million, which consisted of liabilities of HK\$489 million and total equity of HK\$2,448 million. As at 30 September 2023, the Group's banking facilities amounted to approximately HK\$186 million (31 March 2023: HK\$161 million), of which approximately HK\$4 million (31 March 2023: HK\$4 million) were utilised mainly for the issuance of letters of credit, short-term loans and bills payable.

Certain subsidiaries of the Group have assets and liabilities in foreign currencies, which expose the Group to foreign currency risk. The management monitors the foreign exchange risk and has taken appropriate hedging measures against significant foreign currency exposures.

CONTINGENT LIABILITIES AND CHARGES OF ASSETS

The Group did not have any significant contingent liabilities and there were no significant charges or pledges on any of the Group's assets as at 30 September 2023.

EMPLOYMENT AND REMUNERATION POLICY

The remuneration package for the Group's employees is structured with reference to market terms and industry's practices. Discretionary bonus and other performance reward are based on the financial performance of the Group and the performance of individual staff members. Staff benefit plans maintained by the Group include mandatory and voluntary provident fund scheme and medical insurance. The Company has adopted a restricted share award scheme (the "Scheme") pursuant to which shares of the Company ("Shares") will be purchased by an independent trustee from the market and held in trust for the participants of the Scheme, including employees or consultants engaged by any member of the Group, until such shares are vested with the relevant participants in accordance with the provisions of the Scheme. The purpose of the Scheme is to serve as an incentive to retain the participants and encourage them to contribute to the continued operation and development of the Group.

SHARE AWARD SCHEME

The Board would like to provide further information in relation to the Scheme of the Company for the year ended 31 March 2023 as set out in the Company's 2023 annual report as follows:

- (i) the purpose of the Scheme is to recognise and motivate the contribution of certain qualifying persons and to provide incentives and help the Company in retaining and recruiting qualifying persons for the continual operation and development of the Group, and to provide them with a direct economic interest in attaining the long-term business objectives of the Company;
- (ii) the participants of the Scheme include any employee (whether full-time, part-time or on contractual basis) of any member of the Group (including without limitation any executive and non-executive director of any member of the Group) as well as any person who is engaged by any member of the Group in the position as a consultant or otherwise to provide service(s) to the Group;
- (iii) the maximum number of Shares which may be granted under the Scheme is 101,115,517 Shares, representing 10% of the issued Shares as at 24 October 2012, the date of adoption of the Scheme;
- (iv) the maximum entitlement of each participant under the Scheme is 10,111,551 Shares, representing 1% of the issued Shares as at the date of adoption of the Scheme;
- (v) under the rules of the Scheme, the Shares granted to each participant will be vested in batches from the sixth to tenth year of the respective grant, provided that all the grant Shares shall be deemed to be vested on the date of the grantee attains the normal retirement age or the date of death of the grantee;
- (vi) no purchase price is payable by the grantees for Shares awarded under the Scheme and the Shares to be granted are subject to acceptance by the grantees within a reasonable time as stipulated in the respective grant letter;
- (vii) the Shares to be granted under the Scheme will be purchased by the trustee of the Scheme from the open market out of cash contributed by the Company;
- (viii) the Scheme will expire on 23 October 2027 unless the Board determines to terminate the Scheme sooner by a 3 months' prior notice provided that the early termination shall not affect any subsisting rights of any participant of the Scheme.

Details of movements in the Scheme during the year ended 31 March 2023 are as follows:

Name or Category of Grantees	Date of Grant	Unvested Awards Outstanding as at 1 April 2022	Vesting Period	Awards Granted During the Year	Awards Vested During the Year	Purchase Price	Weighted Average Closing Price of the Shares Immediately before the Date of Vesting (For Awards Vested During the Year)	Awards Cancelled During the Year	Awards Lapsed During the Year	Unvested Awards Outstanding as at 31 March 2023
Leung Tze Kuen (Executive Director)	27 Dec 2013	128,000	1 Apr 2019 to 31 Mar 2024	-	64,000	n/a	3.23	-	-	64,000
	25 Aug 2014	192,000	1 Apr 2020 to 31 Mar 2025	-	64,000	n/a	3.23	-	-	128,000
	25 Sept 2015	160,000	1 Apr 2021 to 31 Mar 2026	-	40,000	n/a	3.23	-	-	120,000
	27 Sept 2016	250,000	1 Apr 2022 to 31 Mar 2027	-	50,000	n/a	3.23	-	-	200,000
	29 Aug 2017	150,000	1 Apr 2023 to 31 Mar 2028	-	-	-	-	-	-	150,000
	10 Dec 2018	620,000	1 Apr 2024 to 31 Mar 2029	-	-	-	-	-	-	620,000
	03 Dec 2019	600,000	1 Apr 2025 to 31 Mar 2030	-	-	-	-	-	-	600,000
Sub-total		2,100,000		-	218,000			-	-	1,882,000
Five highest paid employees (Note)	16 Aug 2013	-	1 Apr 2019 to 31 Mar 2024	-	-	-	-	-	-	-
	25 Aug 2014	-	1 Apr 2020 to 31 Mar 2025	-	-	-	-	-	-	-
	25 Sept 2015	-	1 Apr 2021 to 31 Mar 2026	-	-	-	-	-	-	-
	27 Sept 2016	-	1 Apr 2022 to 31 Mar 2027	-	-	-	-	-	-	-
	29 Aug 2017	-	1 Apr 2023 to 31 Mar 2028	-	-	-	-	-	-	-
	29 Oct 2018	-	1 Apr 2024 to 31 Mar 2029	-	-	-	-	-	-	-
	03 Dec 2019	-	1 Apr 2025 to 31 Mar 2030	-	-	-	-	-	-	-
Sub-total		-		-	-			-	-	-
Other Employees	16 Aug 2013	456,000	1 Apr 2019 to 31 Mar 2024	-	228,000	n/a	3.23	20,000	-	208,000
	25 Aug 2014	740,400	1 Apr 2020 to 31 Mar 2025	-	246,800	n/a	3.23	64,000	-	429,600
	25 Sept 2015	686,400	1 Apr 2021 to 31 Mar 2026	-	171,600	n/a	3.23	52,800	-	462,000
	27 Sept 2016	970,000	1 Apr 2022 to 31 Mar 2027	-	194,000	n/a	3.23	48,000	-	728,000
	29 Aug 2017	980,000	1 Apr 2023 to 31 Mar 2028	-	-	-	-	60,000	-	920,000
	29 Oct 2018	1,300,000	1 Apr 2024 to 31 Mar 2029	-	-	-	-	60,000	-	1,240,000
	03 Dec 2019	2,060,000	1 Apr 2025 to 31 Mar 2030	-	-	-	-	100,000	-	1,960,000
Sub-total		7,192,800		-	840,400			404,800	-	5,947,600
Grand Total		9,292,800		-	1,058,400			404,800	-	7,829,600

Note: The five highest paid individuals included two executive Directors and three employees of the Group. The movements in this section only include the Shares granted to non-Director employees. Other than Mr. Leung Tze Kuen, no Shares have been granted to any other Directors under the Scheme.

The above supplemental information does not affect other information contained in the 2023 annual report.

Details of movements in the Scheme during the six months ended 30 September 2023 are as follows:

Name or Category of Grantees	Date of Grant	Unvested Awards Outstanding as at		Awards Granted During the Period	Awards Vested During the Period	Purchase Price	Weighted Average Closing Price of the Shares Immediately before the Date of Vesting (For Awards Vested During the Period)	Awards Cancelled During the Period	Awards Lapsed During the Period	Unvested Awards Outstanding as at 30 September 2023
		1 April 2023	Vesting Period							
Leung Tze Kuen (Executive Director)	27 Dec 2013	64,000	1 Apr 2019 to 31 Mar 2024	-	64,000	n/a	2.84	-	-	-
	25 Aug 2014	128,000	1 Apr 2020 to 31 Mar 2025	-	128,000	n/a	2.84	-	-	-
	25 Sep 2015	120,000	1 Apr 2021 to 31 Mar 2026	-	120,000	n/a	2.84	-	-	-
	27 Sep 2016	200,000	1 Apr 2022 to 31 Mar 2027	-	200,000	n/a	2.84	-	-	-
	29 Aug 2017	150,000	1 Apr 2023 to 31 Mar 2028	-	150,000	n/a	2.84	-	-	-
	10 Dec 2018	620,000	1 Apr 2024 to 31 Mar 2029	-	620,000	n/a	2.84	-	-	-
	03 Dec 2019	600,000	1 Apr 2025 to 31 Mar 2030	-	600,000	n/a	2.84	-	-	-
	18 Apr 2023	-	1 Apr 2026 to 31 Mar 2031	300,000	300,000	n/a	2.84	-	-	-
	18 Apr 2023	-	1 Apr 2027 to 31 Mar 2032	200,000	200,000	n/a	2.84	-	-	-
	18 Apr 2023	-	1 Apr 2028 to 31 Mar 2033	150,000	150,000	n/a	2.84	-	-	-
Sub-total		1,882,000		650,000	2,532,000*			-	-	-
Five highest paid employees (Note)	16 Aug 2013	-	1 Apr 2019 to 31 Mar 2024	-	-	n/a	-	-	-	-
	25 Aug 2014	-	1 Apr 2020 to 31 Mar 2025	-	-	n/a	-	-	-	-
	25 Sep 2015	-	1 Apr 2021 to 31 Mar 2026	-	-	n/a	-	-	-	-
	27 Sep 2016	-	1 Apr 2022 to 31 Mar 2027	-	-	n/a	-	-	-	-
	29 Aug 2017	-	1 Apr 2023 to 31 Mar 2028	-	-	n/a	-	-	-	-
	29 Oct 2018	-	1 Apr 2024 to 31 Mar 2029	-	-	n/a	-	-	-	-
	03 Dec 2019	-	1 Apr 2025 to 31 Mar 2030	-	-	n/a	-	-	-	-
	18 Apr 2023	-	1 Apr 2026 to 31 Mar 2031	-	-	n/a	-	-	-	-
	18 Apr 2023	-	1 Apr 2027 to 31 Mar 2032	-	-	n/a	-	-	-	-
18 Apr 2023	-	1 Apr 2028 to 31 Mar 2033	-	-	n/a	-	-	-	-	
Sub-total		-		-	-			-	-	-

Name or Category of Grantees	Date of Grant	Unvested Awards		Awards Granted During the Period	Awards Vested During the Period	Purchase Price	Weighted Average Closing Price of the Shares Immediately before the Date of Vesting (For Awards Vested During the Period)	Awards Cancelled During the Period	Awards Lapsed During the Period	Unvested Awards Outstanding as at 30 September 2023
		Outstanding as at 1 April 2023	Vesting Period							
Other Employees	16 Aug 2013	208,000	1 Apr 2019 to 31 Mar 2024	-	208,000	n/a	2.84	-	-	-
	25 Aug 2014	429,600	1 Apr 2020 to 31 Mar 2025	-	214,800	n/a	2.84	-	-	214,800
	25 Sep 2015	462,000	1 Apr 2021 to 31 Mar 2026	-	154,000	n/a	2.84	-	-	308,000
	27 Sep 2016	728,000	1 Apr 2022 to 31 Mar 2027	-	182,000	n/a	2.84	-	-	546,000
	29 Aug 2017	920,000	1 Apr 2023 to 31 Mar 2028	-	184,000	n/a	2.84	-	-	736,000
	29 Oct 2018	1,240,000	1 Apr 2024 to 31 Mar 2029	-	-	n/a	-	-	-	1,240,000
	03 Dec 2019	1,960,000	1 Apr 2025 to 31 Mar 2030	-	-	n/a	-	-	-	1,960,000
	18 Apr 2023	-	1 Apr 2026 to 31 Mar 2031	240,000	20,000*	n/a	2.84	-	-	220,000
	18 Apr 2023	-	1 Apr 2027 to 31 Mar 2032	250,000	20,000*	n/a	2.84	-	-	230,000
	18 Apr 2023	-	1 Apr 2028 to 31 Mar 2033	1,340,000	190,000*	n/a	2.84	-	-	1,150,000
Sub-total		5,947,600		1,830,000	1,172,800			-	-	6,604,800
Grand Total		7,829,600		2,480,000	3,704,800			-	-	6,604,800

* Awards vested when retirement age reached.

Note: The five highest paid individuals included two executive Directors and three employees of the Group. The movements in this section only include the Shares granted to non-Director employees. Other than Mr. Leung Tze Kuen, no Shares have been granted to any other Directors under the Scheme.

DIVIDEND

The board of directors has resolved not to recommend the payment of an interim dividend for the six months ended 30 September 2023.

CORPORATE GOVERNANCE

None of the directors of the Company is aware of any information that would reasonably indicate that the Company has not complied with the Corporate Governance Code as set out in Appendix 14 of the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited (the "Listing Rules") throughout the six months ended 30 September 2023.

COMPLIANCE WITH MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules as its code of conduct regarding securities transactions by the Directors. Having made specific enquiries of all Directors, they have confirmed their compliance with the required standard as set out in the Model Code throughout the six months ended 30 September 2023.

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

The Company repurchased 15,112,000 shares on The Stock Exchange of Hong Kong Limited from 3 April 2023 to 30 September 2023, details of which are follows:

Month of repurchase	Number of shares repurchased	Highest price paid <i>HK\$</i>	Lowest price paid <i>HK\$</i>	Total amount paid <i>HK\$</i>
April 2023	2,174,000	2.92	2.82	6,256,880
June 2023	1,830,000	2.89	2.84	5,259,980
July 2023	4,454,000	2.97	2.82	12,915,800
August 2023	5,108,000	3.00	2.89	15,084,480
September 2023	1,546,000	2.94	2.80	4,444,760
Total	15,112,000			43,961,900

Save as disclosed above, no repurchase has been made by the Company or any of its subsidiaries of any listed securities of the Company for the six months ended 30 September 2023.

AUDIT COMMITTEE

The Audit Committee comprises Mr. Lau Yuen Sun, Adrian, Mr. Chu Chi Wai, Allan and Professor Lau Kei May, all independent non-executive Directors. The Audit Committee has reviewed the accounting principles and practices adopted by the Group and discussed financial reporting matters, including a review of the unaudited condensed accounts for the six months ended 30 September 2023.

PUBLICATION OF INTERIM REPORT

The interim results announcement is published on the websites of The Stock Exchange of Hong Kong Limited (<http://www.hkexnews.hk>) and the Company (<http://www.yeebo.com.hk>). The interim report will be dispatched to the shareholders and will be available on the websites of The Stock Exchange of Hong Kong Limited and the Company in due course.

By order of the Board
Yeebo (International Holdings) Limited
Lau Siu Ki, Kevin
Company Secretary

Hong Kong, 28 November, 2023

As at the date of this announcement, the Board comprises Mr. Fang Yan Tak, Douglas, Mr. Li Kwok Wai, Frankie and Mr. Leung Tze Kuen as executive Directors; and Mr. Chu Chi Wai, Allan, Mr. Lau Yuen Sun, Adrian and Professor Lau Kei May as independent non-executive Directors.