



**Luxey International (Holdings) Limited**  
**薈萃國際（控股）有限公司**

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

**(Stock Code: 8041)**

*Website: <http://www.luxey.com.hk>*

**INTERIM RESULTS ANNOUNCEMENT**  
**FOR THE SIX MONTHS ENDED 31 DECEMBER 2023**

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

**GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration. The greater risk profile and other characteristics of GEM mean that it is a market more suited to professional and other sophisticated investors.**

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

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

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

# CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six months ended 31 December 2023

		(Unaudited)			
		Three months ended		Six months ended	
		31 December		31 December	
	Note	2023	2022	2023	2022
		<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
<b>Revenue</b>	5	<b>18,034</b>	16,402	<b>24,160</b>	34,565
Cost of sales and service rendered		<u>(14,157)</u>	<u>(12,243)</u>	<u>(19,348)</u>	<u>(28,866)</u>
<b>Gross profit</b>		<b>3,877</b>	4,159	<b>4,812</b>	5,699
Other income		<b>545</b>	508	<b>930</b>	1,183
Selling expenses		<b>(11)</b>	(37)	<b>(37)</b>	(66)
Administrative expenses		<u>(4,797)</u>	<u>(4,070)</u>	<u>(8,476)</u>	<u>(8,576)</u>
<b>Profit/(Loss) from operations</b>		<b>(386)</b>	560	<b>(2,771)</b>	(1,760)
Finance costs	6	<u>(70)</u>	<u>(181)</u>	<u>(163)</u>	<u>(353)</u>
<b>Profit/(Loss) before tax</b>		<b>(456)</b>	379	<b>(2,934)</b>	(2,113)
Income tax expense	7	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
<b>Profit/(Loss) for the period</b>	8	<u><b>(456)</b></u>	<u>379</u>	<u><b>(2,934)</b></u>	<u>(2,113)</u>
<b>Attributable to:</b>					
Owners of the Company		<b>(435)</b>	432	<b>(2,883)</b>	(2,018)
Non-controlling interests		<u>(21)</u>	<u>(53)</u>	<u>(51)</u>	<u>(95)</u>
		<u><b>(456)</b></u>	<u>379</u>	<u><b>(2,934)</b></u>	<u>(2,113)</u>
<b>Profit/(Loss) per share</b>	9				
Basic ( <i>cent per share</i> )		<u><b>(0.05)</b></u>	<u>0.05</u>	<u><b>(0.36)</b></u>	<u>(0.25)</u>
Diluted ( <i>cent per share</i> )		<u><b>(0.05)</b></u>	<u>0.05</u>	<u><b>(0.36)</b></u>	<u>(0.25)</u>

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

For the six months ended 31 December 2023

	(Unaudited)			
	Three months ended		Six months ended	
	31 December		31 December	
	2023	2022	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
<b>Profit/(Loss) for the period</b>	<u>(456)</u>	<u>379</u>	<u>(2,934)</u>	<u>(2,113)</u>
<b>Other comprehensive income:</b>				
<i>Item that may be reclassified to profit or loss:</i>				
Exchange differences on translating foreign operations	<u>639</u>	<u>44</u>	<u>(377)</u>	<u>607</u>
<b>Other comprehensive income for the period, net of tax</b>	<u>639</u>	<u>44</u>	<u>(377)</u>	<u>607</u>
<b>Total comprehensive income/(loss) for the period</b>	<u><u>183</u></u>	<u><u>423</u></u>	<u><u>(3,311)</u></u>	<u><u>(1,506)</u></u>
<b>Attributable to:</b>				
Owners of the Company	204	476	(3,260)	(1,411)
Non-controlling interests	<u>(21)</u>	<u>(53)</u>	<u>(51)</u>	<u>(95)</u>
	<u><u>183</u></u>	<u><u>423</u></u>	<u><u>(3,311)</u></u>	<u><u>(1,506)</u></u>

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

		(Unaudited) 31 December 2023 <i>HK\$'000</i>	(Audited) 30 June 2023 <i>HK\$'000</i>
	<i>Note</i>		
<b>Non-current assets</b>			
Property, plant and equipment	11	1,425	1,761
Right-of-use assets		<u>1,139</u>	<u>1,618</u>
Total non-current assets		<u>2,564</u>	<u>3,379</u>
<b>Current assets</b>			
Inventories		6,286	2,092
Trade and other receivables	12	31,178	32,789
Loan receivable		9,500	13,000
Bank and cash balances		<u>12,344</u>	<u>13,239</u>
Total current assets		<u>59,308</u>	<u>61,120</u>
<b>Current liabilities</b>			
Trade and other payables	13	26,451	24,351
Lease liabilities		2,062	2,938
Employee benefit obligations		3,163	3,185
Current tax liabilities		<u>478</u>	<u>478</u>
Total current liabilities		<u>32,154</u>	<u>30,952</u>
<b>Net current assets</b>		<u>27,154</u>	<u>30,168</u>
<b>Total assets less current liabilities</b>		<u>29,718</u>	<u>33,547</u>

		(Unaudited) 31 December 2023 <i>HK\$'000</i>	(Audited) 30 June 2023 <i>HK\$'000</i>
	<i>Note</i>		
<b>Non-current liabilities</b>			
Lease liabilities		246	764
		<u>246</u>	<u>764</u>
<b>NET ASSETS</b>			
		<b>29,472</b>	<b>32,783</b>
		<u><b>29,472</b></u>	<u><b>32,783</b></u>
<b>Capital and reserves</b>			
Share capital	14	269,325	270,910
Reserves		<u>(219,889)</u>	<u>(218,214)</u>
Equity attributable to owners of the Company		49,436	52,696
Non-controlling interests		<u>(19,964)</u>	<u>(19,913)</u>
<b>TOTAL EQUITY</b>		<u><b>29,472</b></u>	<u><b>32,783</b></u>

# CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 31 December 2023

	(Unaudited)							
	Attributable to owners of the Company							
	Share capital <i>HK\$'000</i>	Share premium <i>HK\$'000</i>	Translation reserve <i>HK\$'000</i>	Capital redemption reserve <i>HK\$'000</i>	Accumulated losses <i>HK\$'000</i>	Sub-total <i>HK\$'000</i>	Non- controlling interests <i>HK\$'000</i>	Total equity <i>HK\$'000</i>
As at 1 July 2022	270,910	705,729	298	150	(924,333)	52,754	(19,714)	33,040
Total comprehensive income for the period	–	–	607	–	(2,018)	(1,411)	(95)	(1,506)
As at 31 December 2022	<u>270,910</u>	<u>705,729</u>	<u>905</u>	<u>150</u>	<u>(926,351)</u>	<u>51,343</u>	<u>(19,809)</u>	<u>31,534</u>
As at 1 July 2023	270,910	705,729	1,722	150	(925,815)	52,696	(19,913)	32,783
Conversion of series B convertible non-voting preference share into ordinary shares	(1,585)	1,585	–	–	–	–	–	–
Total comprehensive income for the period	–	–	(377)	–	(2,883)	(3,260)	(51)	(3,311)
As at 31 December 2023	<u>269,325</u>	<u>707,314</u>	<u>1,345</u>	<u>150</u>	<u>(928,698)</u>	<u>49,436</u>	<u>(19,964)</u>	<u>29,472</u>

# CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 31 December 2023

	(Unaudited)	
	Six months ended	
	31 December	
	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
<b>NET CASH GENERATED FROM/(USED IN)</b>		
<b>OPERATING ACTIVITIES</b>	<u>885</u>	<u>(1,235)</u>
Purchase of property, plant and equipment	–	(971)
Other investing cash flows (net)	<u>154</u>	<u>3</u>
<b>NET CASH GENERATED FROM/(USED IN)</b>		
<b>INVESTING ACTIVITIES</b>	<u>154</u>	<u>(968)</u>
Loan from a shareholder	–	5,000
Repayment to loan from a shareholder	–	(4,014)
Repayment of lease liabilities	(1,394)	(1,688)
Interest paid on lease liabilities	(163)	(304)
Interest paid	<u>–</u>	<u>(49)</u>
<b>NET CASH GENERATED FROM/(USED IN)</b>		
<b>FINANCING ACTIVITIES</b>	<u>(1,557)</u>	<u>(1,055)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND</b>		
<b>CASH EQUIVALENTS</b>	(518)	(3,258)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	13,239	6,842
<b>EFFECT OF FOREIGN EXCHANGE RATE CHANGES</b>	<u>(377)</u>	<u>607</u>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD,</b>		
<b>REPRESENTED BY</b>	<u>12,344</u>	<u>4,191</u>
Bank and cash balances	<u>12,344</u>	<u>4,191</u>

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

*For the six months ended 31 December 2023*

## 1. GENERAL INFORMATION

Luxey International (Holdings) Limited (the “Company”) was incorporated in the Cayman Islands with limited liability. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The address of its principal place of business is Unit B, 5th Floor, Hang Cheong Factory Building, 1 Wing Ming Street, Cheung Sha Wan, Kowloon, Hong Kong. The Company’s shares are listed on the GEM of The Stock Exchange of Hong Kong Limited.

The Company and its subsidiaries (collectively the “Group”) are engaged in:

- (i) manufacturing and trading of high-end swimwear and garment products;
- (ii) e-commerce and provision of on-line shopping; and
- (iii) money lending business.

## 2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

These unaudited condensed 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 (the “HKICPA”) and the applicable disclosures required by the Rules Governing the Listing of Securities on the GEM of The Stock Exchange of Hong Kong Limited.

These unaudited condensed financial statements should be read in conjunction with the 2023 annual financial statements. The accounting policies and methods of computation used in the preparation of these unaudited condensed financial statements are consistent with those used in the annual financial statements for the year ended 30 June 2023.

## 3. ADOPTION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

In the current period, the Group has adopted all the new and revised Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the HKICPA that are relevant to its operations and effective for its accounting period beginning on 1 July 2023. HKFRSs comprise Hong Kong Financial Reporting Standards; Hong Kong Accounting Standards; and Interpretations. The adoption of these new and revised HKFRSs did not have any significant effect on the condensed financial statements.

#### 4. SEGMENT INFORMATION

The Group has three reportable segments as follows:

Swimwear and garment – Manufacturing and trading of swimwear and garment products

E-commerce and on-line shopping related – E-commerce and provision of on-line shopping related

Money lending – Money lending business

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies.

Segment profits or losses do not include other income, finance costs and corporate administrative and other operating expenses. Segment assets do not include goodwill, club debenture and other assets for general administrative use. Segment liabilities do not include other liabilities for general administrative use.

	(Unaudited)			
	Swimwear and garment <i>HK\$'000</i>	E-commerce and on-line shopping related <i>HK\$'000</i>	Money lending <i>HK\$'000</i>	Total <i>HK\$'000</i>
Six months ended 31 December 2023:				
Revenue from external customers	10,534	13,218	408	24,160
Segment (loss)/profit	(524)	(902)	540	(886)
As at 31 December 2023:				
Segment assets	12,472	29,456	17,887	59,815
Segment liabilities	<u>29,235</u>	<u>1,249</u>	<u>–</u>	<u>30,484</u>

	(Unaudited)			
	Swimwear and garment <i>HK\$'000</i>	E-commerce and on-line shopping related <i>HK\$'000</i>	Money lending <i>HK\$'000</i>	Total <i>HK\$'000</i>
Six months ended 31 December 2022:				
Revenue from external customers	16,534	17,284	747	34,565
Segment (loss)/profit	556	(991)	675	240
As at 31 December 2022:				
Segment assets	16,970	36,169	14,592	67,731
Segment liabilities	<u>28,172</u>	<u>6,978</u>	<u>990</u>	<u>36,140</u>

	(Unaudited)	
	Six months ended 31 December	
	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
<b>Reconciliation of segment profit or loss:</b>		
Total profit or loss of reportable segments	(886)	240
Unallocated amounts		
Other income	2	17
Administrative expenses	(2,050)	(2,370)
Finance costs	<u>—</u>	<u>—</u>
Consolidated loss for the period	<u>(2,934)</u>	<u>(2,113)</u>

	(Unaudited) 31 December 2023 <i>HK\$'000</i>	(Audited) 30 June 2023 <i>HK\$'000</i>
--	---	---

**Reconciliation of segment assets:**

Total assets of reportable segments	59,815	62,085
Other assets	<u>2,057</u>	<u>2,414</u>
Consolidated total assets	<u><b>61,872</b></u>	<u><b>64,499</b></u>

**Reconciliation of segment liabilities:**

Total liabilities of reportable segments	30,484	29,497
Other liabilities	<u>1,916</u>	<u>2,219</u>
Consolidated total liabilities	<u><b>32,400</b></u>	<u><b>31,716</b></u>

**5. REVENUE**

The Group's revenue which represents sales of goods to customers and interest income from money lending business are as follows:

	(Unaudited) Six months ended 31 December 2023 <i>HK\$'000</i>	2022 <i>HK\$'000</i>
Revenue from contracts with customers within the scope of HKFRS 15:		
Sales of swimwear and garment products	10,534	16,534
Sales of second hand mobile phones	<u>13,218</u>	<u>17,284</u>
Revenue from contracts with customers recognised at a point in time	23,752	33,818
Revenue from other sources:		
Interest income from money lending business	<u>408</u>	<u>747</u>
	<u><b>24,160</b></u>	<u><b>34,565</b></u>

## 6. FINANCE COSTS

	<b>(Unaudited)</b>	
	<b>Six months ended</b>	
	<b>31 December</b>	
	<b>2023</b>	<b>2022</b>
	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
Interest on loan from a shareholder	–	49
Interest on lease liabilities	<u>163</u>	<u>304</u>
	<u><b>163</b></u>	<u><b>353</b></u>

## 7. INCOME TAX EXPENSE

No provision for Hong Kong Profits Tax is required for the six months ended 31 December 2023 and 31 December 2022 since the Group has no assessable profit for the periods.

Tax charges on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which the Group operates, based on existing legislation, interpretation and practices in respect thereof.

## 8. LOSS FOR THE PERIOD

The Group's loss for the period is stated after charging/(crediting) the following:

	<b>(Unaudited)</b>	
	<b>Six months ended</b>	
	<b>31 December</b>	
	<b>2023</b>	<b>2022</b>
	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
Interest income	(154)	(3)
Depreciation of property, plant and equipment	336	366
Depreciation of right-of-use assets	479	511
Directors' remuneration	1,482	762
Government grant	<u>(766)</u>	<u>(1,105)</u>

## 9. LOSS PER SHARE

### ***Basic profit/loss per share***

*For the six months ended 31 December 2023*

The calculation of basic loss per share attributable to owners of the Company is based on the loss for the period attributable to owners of the Company of approximately HK\$2,883,000 (2022: HK\$2,018,000) and the weighted average number of ordinary shares of 796,949,528 (2022: 792,745,615) in issue during the period.

*For the three months ended 31 December 2023*

The calculation of basic profit/loss per share attributable to owners of the Company is based on the loss for the period attributable to owners of the Company of approximately HK\$435,000 (2022: profit HK\$432,000) and the weighted average number of ordinary shares of 801,153,441 (2022: 792,745,615) in issue during the period.

### ***Diluted profit/loss per share***

*For the six months ended 31 December 2023*

The exercise of the Group's outstanding convertible non-voting preference shares would be anti-dilutive for the six months ended 31 December 2023. The exercise of the Group's outstanding convertible non-voting preference shares and the effect of all potential ordinary shares would be anti-dilutive for the six months ended 31 December 2022. Diluted loss per share was the same as the basic loss per share for the six months ended 31 December 2023 and 31 December 2022.

*For the three months ended 31 December 2023*

The exercise of the Group's outstanding convertible non-voting preference shares would be anti-dilutive for the three months ended 31 December 2023 and 31 December 2022. Diluted profit/loss per share was the same as the basic profit/loss per share for the three months ended 31 December 2023 and 31 December 2022.

## 10. DIVIDEND

The directors do not recommend the payment of dividend for the six months ended 31 December 2023 (2022: Nil).

## 11. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 31 December 2023, the Group did not have any acquired property, plant and equipment (2022: HK\$971,000).

During the six months ended 31 December 2023, the Group did not have any disposal of certain plant and equipment (2022: Nil).

## 12. TRADE AND OTHER RECEIVABLES

	<b>(Unaudited)</b>	(Audited)
	<b>31 December</b>	30 June
	<b>2023</b>	2023
	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
Trade and bills receivables	<b>29,834</b>	31,218
Prepayments, deposits	<b>1,130</b>	1,348
Other receivables	<b>214</b>	223
	<hr/>	<hr/>
	<b>31,178</b>	<b>32,789</b>
	<hr/> <hr/>	<hr/> <hr/>

The Group normally allows credit terms to customers ranging from 14 to 180 days. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the directors.

The ageing analysis of trade and bills receivables, based on invoice date, is as follows:

	<b>(Unaudited)</b>	(Audited)
	<b>31 December</b>	30 June
	<b>2023</b>	2023
	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
Current to 30 days	<b>3,638</b>	7,093
31 – 90 days	<b>7,305</b>	4,705
91 – 180 days	<b>4,069</b>	5,973
Over 180 days	<b>14,822</b>	13,447
	<hr/>	<hr/>
	<b>29,834</b>	<b>31,218</b>
	<hr/> <hr/>	<hr/> <hr/>

### 13. TRADE AND OTHER PAYABLES

	(Unaudited)	(Audited)
	31 December	30 June
	2023	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Trade payables	2,773	2,685
Due to a substantial shareholder	100	100
Contract liabilities	657	657
Accruals and other payables	<u>22,921</u>	<u>20,909</u>
	<u><b>26,451</b></u>	<u><b>24,351</b></u>

The amount due to a substantial shareholder is unsecured, interest-free and has no fixed terms of payment.

The ageing analysis of trade payables, based on the date of receipt of goods, is as follows:

	(Unaudited)	(Audited)
	31 December	30 June
	2023	2023
	<i>HK\$'000</i>	<i>HK\$'000</i>
Current to 30 days	1,974	1,886
31 – 90 days	–	–
91 – 180 days	–	–
Over 180 days	<u>799</u>	<u>799</u>
	<u><b>2,773</b></u>	<u><b>2,685</b></u>

## 14. SHARE CAPITAL

	(Unaudited) 31 December 2023 <i>HK\$'000</i>	(Audited) 30 June 2023 <i>HK\$'000</i>
<b>Authorised:</b>		
7,000,000,000 ordinary shares of HK\$0.10	700,000	700,000
2,000,000,000 convertible non-voting preference shares of HK\$0.15 each	300,000	300,000
312,500,000 series B convertible non-voting preference shares of HK\$0.16 each	<u>50,000</u>	<u>50,000</u>
	<b><u>1,050,000</u></b>	<b><u>1,050,000</u></b>
	(Unaudited) 31 December 2023 <i>HK\$'000</i>	(Audited) 30 June 2023 <i>HK\$'000</i>
<b>Issued and fully paid:</b>		
801,535,615 (At 30 June 2023: 792,745,615) ordinary shares of HK\$0.10 each	80,154	79,275
1,083,333,333 convertible non-voting preference shares of HK\$0.15 each	162,500	162,500
166,693,518 (At 30 June 2023: 182,092,500) series B convertible non-voting preference shares of HK\$0.16 each	<u>26,671</u>	<u>29,135</u>
	<b><u>269,325</u></b>	<b><u>270,910</u></b>

A summary of the movements in the issued share capital of the Company is as follows:

	Number of ordinary shares of HK\$0.01 each <i>'000</i>	Number of convertible non-voting preference shares of HK\$0.15 each <i>'000</i>	Number of series B convertible non-voting preference shares of HK\$0.16 each <i>'000</i>	Par value <i>HK'000</i>
<b>Authorised:</b>				
As at 1 July 2022, as at 31 December 2022, as at 30 June 2023, as at 1 July 2023 and as at 31 December 2023	<u>7,000,000</u>	<u>2,000,000</u>	<u>312,500</u>	<u>1,050,000</u>
<b>Issued and fully paid:</b>				
As at 30 June 2022, as at 1 July 2022, as at 31 December 2022, as at 30 June 2023 and as at 1 July 2023	792,746	1,083,333	182,093	270,910
Conversion of convertible non-voting preference shares into ordinary shares	<i>(a)</i> <u>8,790</u>	<u>–</u>	<u>(15,399)</u>	<u>(1,585)</u>
As at 31 December 2023	<u>801,536</u>	<u>1,083,333</u>	<u>166,694</u>	<u>269,325</u>

*Note:*

- (a) On 5 October 2023, 8,790,000 ordinary shares of HK\$0.10 each were issued as a result of the conversion of 15,398,982 series B convertible non-voting preference shares of HK\$0.16 each.

## 15. SEASONALITY

The Group's sales of swimwear and garment products are subject to seasonal fluctuations, with peak demand in the first quarter of each calendar year. This is due to high demand of swimwear and related garment products for the summer.

The Group's other operations are not subject to material seasonal fluctuations.

## 16. CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities at 31 December 2023 (At 30 June 2023: Nil).

## 17. PENDING LITIGATIONS

- (a) On 19 January 2004, a winding up petition was filed against the Company by certain ex-senior employees of the Group claiming for payment in the sum of approximately HK\$594,000 from the Company in respect of an award/order dated 20 October 2003 granted by the Labour Tribunal in respect of the severance and bonus dispute between the Company and the ex-senior employees. The unsettled amounts of approximately HK\$594,000 were fully accrued in trade and other payables during the year ended 30 June 2005 and remain outstanding as at 30 June 2020 and 31 December 2020 even though the case had ceased to be active since the year ended 30 June 2005.
- (b) On 24 July 2018, Ratio Knitting Factory Limited (“Ratio”), a wholly-owned subsidiary of the Company, received a claim from a former director of Ratio for a total sum of approximately HK\$913,000 in respect of the salary and severance dispute between Ratio and the former director. The Company considered that she was not entitled to the said sum for the major reasons that her employment was terminated because of her misconducts and the termination payment made by Ratio to her was more than sufficient. The Company also commenced the action in the High Court against her for, inter alia, breach of fiduciary duties and contractual duties owed by her to Ratio. The Group seeks an order for damages and/or account of profit against her, which are subject to assessment.

## 18. CAPITAL COMMITMENTS

The Group did not have any significant capital commitments at 31 December 2023 (At 30 June 2023: Nil).

## 19. RELATED PARTY TRANSACTIONS

In addition to those related party transactions and balances disclosed elsewhere in the condensed financial statements, the Group had the following transactions with its related parties during the period:

	<b>(Unaudited)</b>	
	<b>Six months ended</b>	
	<b>31 December</b>	
	<b>2023</b>	<b>2022</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Interest expenses paid to a shareholder	–	49

## 20. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Board of Directors on 29 February 2024.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Financial Performance

For the six months ended 31 December 2023 (the “Current Period”), loss attributable to owners of the Company was approximately HK\$2,883,000 (six months ended 31 December 2022: HK\$2,018,000), representing a increase of approximately 42.86% over the corresponding period in 2022.

Gross profit for the Current Period was approximately HK\$4,812,000 (six months ended 31 December 2022: HK\$5,699,000).

For the Current Period, the Group’s unaudited total revenue amounted to approximately HK\$24,160,000 (six months ended 31 December 2022: HK\$34,565,000) representing a decrease of approximately 30.10% over the corresponding period in 2022. Details of the decrease in total revenue and decrease in gross profit are discussed below:

#### ***Manufacturing and trading of high end swimwear and garment products (“Swimwear and garment segment”)***

The revenue generated from Swimwear and garment segment for the Current Period was approximately HK\$10,534,000 (six months ended 31 December 2022: HK\$16,534,000). Gross profit for the Current Period was approximately HK\$4,008,000 (six months ended 31 December 2022: HK\$4,449,000). Gross profit ratio for the Current Period was 38.05% (six months ended 31 December 2022: 26.91%). The decrease in revenue was due to seasonal fluctuations, as shipments for this year were mainly in the first quarter of the calendar year.

#### ***E-commerce and provision of on-line shopping (“E-commerce and on-line shopping related segment”)***

The revenue generated for the Current Period was approximately HK\$13,218,000 (six months ended 31 December 2022: HK\$17,284,000). Gross profit for the Current Period was approximately HK\$396,000 (six months ended 31 December 2022: HK\$503,000). Gross profit ratio for the Current Period was 3.00% (six months ended 31 December 2022: 2.91%). The decrease in revenue was due to weaker sales pricing as a result of the strong US dollar and the lower demand for high quality second hand mobile phones.

### ***Money lending business (“Money lending segment”)***

The revenue generated from Money lending segment for the Current Period was approximately HK\$408,000 (six months ended 31 December 2022: HK\$747,000). Gross profit for the Current Period was approximately HK\$408,000 (six months ended 31 December 2022: HK\$747,000). Gross profit ratio for the Current Period was 100% (six months ended 31 December 2022: 100%).

### **Interim dividend**

The board of directors (the “Board”) does not recommend the payment of an interim dividend for the six months ended 31 December 2023 (six months ended 31 December 2022: Nil).

### **Operations**

During the Current Period, the Group maintained an effective cost measures in controlling the cost structure of its operations. Besides, the Group will be extremely prudent in the expansion of its operations in an organic manner. We also believe that it is of the Group’s best interest to explore different sources of income while still maintains an effective and efficient overhead structure for our supporting departments in each of the business segments under operation.

### **Foreign Exchange Exposure**

As most of the Group’s business transactions, assets and liabilities are principally denominated in Hong Kong dollars, United States dollars and Renminbi, the Group’s exposure to exchange rate risk is limited. It is the Group’s treasury policy to manage its foreign currency exposure only when its potential financial impact is material to the Group. The Group will continue to monitor its foreign exchange position and, if necessary, utilise hedging tools, if available, to manage its foreign currency exposure.

### **Capital Structure**

As at 31 December 2023, issued and fully paid share capital of the Company included (a) 801,535,615 ordinary shares of HK\$0.10 each (At 30 June 2023: 792,745,615); (b) 1,083,333,333 CPS (At 30 June 2023: 1,083,333,333) of HK\$0.15 each; and (c) 166,693,518 Series B CPS (At 30 June 2023: 182,092,500) of HK\$0.16 each.

## **Employees and Remuneration Policy**

As at 31 December 2023, the Group had 89 full time employees (At 30 June 2023: 88). The Group offers a comprehensive remuneration package and benefits to its full time employees in compliance with the regulations in Hong Kong and the People's Republic of China respectively, including medical scheme, provident fund or retirement fund. In addition, the Group adopts a share option scheme for eligible employees (including Directors) and consultants to provide incentives to participants for their contributions and continuing efforts to promote the interests of the Group.

## **Contingent liabilities**

As at 31 December 2023, the Group did not have any material contingent liabilities (At 30 June 2023: Nil).

## **Charge on Assets**

As at 31 December 2023, the Group did not have any material charge on assets (At 30 June 2023: Nil).

## **PROSPECT**

We expect that the Group's manufacturing and trading of swimwear and garment products segment will continue to improve after the pandemic. The Group will continue to adopt costs cutting measures and is well position to capture the business opportunities from the market recovery. The Company is committed to maintaining this segment as the Group's principal business. The Company will continue to deepen its relationships with existing customers and will seek new business opportunities with new customers including domestic customers in China.

For the E-commerce and on-line shopping related segment, due to the strong US dollar, there was a downward pressure in the selling price of second hand mobile phones while the purchase costs remained still. There was also lower demand for high quality mobile phones. The Group will closely monitor the market challenges and to maintain this segment in healthy operation.

For the money leading business, the Group will continue to maintain and develop the business and to allocate sufficient resources to meet business demands.

## SHARE OPTION

On 28 November 2017, the Company terminated the share option scheme adopted by the Company on 18 March 2008 and the rules of the new share option scheme (the “Scheme”) be approved as the new share option scheme.

The Company operates the Scheme for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group’s operations. Eligible participants include the full-time and part-time employees, executives, officers, directors, business consultants, suppliers, customers, legal and financial advisers of the Company and the Company’s subsidiaries. The Scheme became effective on 28 November 2017 and, unless otherwise cancelled or amended, will remain in force for 10 years from that date.

The maximum number of unexercised share options currently permitted to be granted under the Scheme is an amount equivalent, upon their exercise, to 10% of the shares of the Company in issue at any time. The maximum number of shares issuable under share options to each eligible participant in the Scheme within any 12-month period, is limited to 1% of the shares of the Company in issue at any time. Any further grant of shares options in excess of this limit is subject to shareholders’ approval in a general meeting.

At 31 December 2023, no option was outstanding under the Scheme (2022: Nil). Share options granted to a director, chief executive or substantial shareholder of the Company, or to any of their associates, are subject to approval in advance by the independent non-executive directors. In addition, any share options granted to a substantial shareholder or an independent non-executive director of the Company, or to any of their associates, in excess of 0.1% of the shares of the Company in issue at any time or with an aggregate value (based on the price of the Company’s shares at the date of the grant) in excess of HK\$5 million, within any 12-month period, are subject to shareholders’ approval in advance in a general meeting.

The exercise price of the share options is determinable by the directors, but may not be less than the highest of (i) the Stock Exchange closing price of the Company’s shares on the date of the offer of the share options; (ii) the average Stock Exchange closing price of the Company’s shares for the five trading days immediately preceding the date of the offer; and (iii) the nominal value of the Company’s shares on the date of the offer.

The offer of a grant of share options may be accepted within 28 days from the date of the offer, upon payment of a nominal consideration of HK\$1 in total by the grantee. The exercise period of the share options granted is determinable by the directors, and commences after a certain vesting period and ends on a date which is not later than five years from the date of the offer of the share options or the expiry date of the Scheme, if earlier.

## DISCLOSURE OF INTERESTS

### Interests in Securities of Directors and Chief Executive

As at 31 December 2023, none of the directors and chief executives of the Company has any interests and short positions in the shares (“Shares”), underlying Shares or debentures of the Company and its associated corporations (within the meaning of part XV of the Securities and Futures Ordinance, the Laws of Hong Kong (the “SFO”)) which are required (a) to be notified to the Company and The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they are taken or deemed to have under such provisions of the SFO); or (b) pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) were required to be notified to the Company and the Stock Exchange pursuant to the GEM Listing Rules relating to securities transaction by Directors.

### Interests in Securities of Substantial Shareholders

As far as was known to any Director or chief executive of the Company, as at 31 December 2023, the persons or companies (not being a Director or chief executive of the Company) who had interests or short positions in the Shares or underlying Shares which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO or who were directly or indirectly deemed to be interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any member of the Group were as follows:

#### (i) Long positions in Shares

Name of Shareholder	Number of Shares	Type of interests	Approximate percentage of issued share capital (%) (Note 1)
Mr. Lau Chi Yuen, Joseph (“Mr. Lau”)	149,294,199 (Note 2)	Personal & Corporate	18.63%
JL Investments Capital Limited	141,674,199	Beneficial	17.68%
Big Good Management Limited (“Big Good”)	135,053,384	Beneficial	16.85%
Mr. Ma Hoi Cheuk (“Mr. Ma”)	135,053,384 (Note 3)	Corporate	16.85%
Wide Select Investments Limited (“Wide Select”)	126,642,000	Beneficial	15.80%
Mr. Lee Yim (“Mr. Lee”)	126,642,000 (Note 4)	Corporate	15.80%

*Notes:*

1. The percentage of issued share capital had been arrived at on the basis of a total of 801,535,615 Shares in issue as at 31 December 2023.
2. These shares are held as to 7,620,000 shares by Mr. Lau personally and as to 141,674,199 shares by JL Investments Capital Limited (“JL Investments”), which is wholly-owned by Mr. Lau. Mr. Lau is deemed to be interested in the shares held by JL Investments.
3. Big Good is wholly-owned by Mr. Ma who is deemed to be interested in underlying shares held by Big Good.
4. Wide Select is wholly-owned by Mr. Lee who is deemed to be interested in underlying shares held by Wide Select.

Save as disclosed above, as at 31 December 2023, the Directors were not aware of any other person who had an interest or short positions in the shares or underlying shares which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or who was interested in 5% or more of the nominal value of any class of share capital, or options in respect of such capital, carrying rights to vote in all circumstances at general meetings of the Company.

***(ii) Long positions in the shares and underlying shares of equity derivatives of the Company***

<b>Name of Shareholder</b>	<b>Number of Shares</b>	<b>Type of interests</b>	<b>Approximate percentage of issued share capital (%)</b> <i>(Note 1)</i>
Wide Select	237,435,165 <i>(Note 3 &amp; 4)</i>	Beneficial	29.62%
Mr. Lee	237,435,165 <i>(Note 2)</i>	Corporate	29.62%

*Notes:*

1. see Note 1 on above.
2. see Note 4 on above.

3. Wide Select was the holder of 1,063,333,333 convertible non-voting preference shares of HK\$0.15 each which have no voting rights and are convertible into ordinary shares. Pursuant to the terms of the convertible non-voting preference shares, the conversion price of the outstanding convertible non-voting preference shares has been adjusted from HK\$1.20 per share to HK\$1.121 per share as a result of the Rights Issue. The said adjustment took effect on 19 August 2020, being the day next following the Record Date.
4. Wide Select was also the holder of 166,693,518 series B convertible non-voting preference shares of HK\$0.16 each which have no voting rights and are convertible into ordinary shares. Pursuant to the terms of the series B convertible non-voting preference shares, the conversion price of the outstanding series B convertible non-voting preference shares had been adjusted from HK\$0.30 to HK\$0.2803 per share as a result of the Rights Issue. The said adjustment took effect on 19 August 2020, being the day next following the Record Date.

As far as the Directors are aware, save as disclosed herein, as at 31 December 2023, no persons have short positions in shares or underlying shares of equity derivatives of the Company.

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

The Company had not redeemed any of its Shares during the Current Period. Neither the Company nor any of its subsidiaries had purchased or sold any Shares during the Current Period.

## **COMPETING INTERESTS**

The Directors are not aware of, as at 31 December 2023, any business or interest of each Director, substantial shareholder and management shareholder (as defined in the GEM Listing Rules) and their respective associates that competes or may compete with the business of the Group and any other conflicts of interest which any such person has or may have with the Group.

## **AUDIT COMMITTEE**

The Company established an audit committee with written terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules.

The primary duties of the audit committee are (i) to review the annual reports and accounts, half-year reports and quarterly reports and give advice and comments thereon to the Directors; and (ii) to review and supervise the financial reporting process and internal controls. The audit committee comprises three Independent Non-executive Directors of the Company.

The audit committee has reviewed the Group's unaudited results for the six months ended 31 December 2023.

## CODE ON CORPORATE GOVERNANCE PRACTICES

The Board is committed to maintain high standards of corporate governance for the Company. During the Current Period, the Company is in compliance with the Corporate Governance Code (the “CG Code”) as set out in Appendix 15 to the GEM Listing Rules.

## DIRECTORS’ SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding securities transactions by directors on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiry of all Directors, all Directors of the Company have complied with the required standard of dealings and the code of conduct regarding securities transactions by Directors adopted by the Company throughout the six months ended 31 December 2023.

The Company has adopted the same code of conduct for securities transactions by employees who are likely to be in possession of unpublished price-sensitive information of the Company.

No incident of non-compliance of the code of conduct by the relevant employees was noted by the Company.

By Order of the Board  
**Luxey International (Holdings) Limited**  
**Lau Chun Fat, George**  
*Chairman*

Hong Kong, 29 February 2024

*As at the date of this announcement, the Board comprises two (2) Executive Directors, namely, Mr. Lau Chun Fat, George and Ms. Chan Hiu Kwan, and three (3) Independent Non-executive Directors, namely Dr. Lee Chung Mong, John, Mr. Tam Wing Kin and Mr. Fung Chan Man, Alex.*

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