

亞洲能源物流  
**ASIAENERGY**  
Logistics

亞洲能源物流集團有限公司  
**ASIA ENERGY LOGISTICS GROUP LIMITED**

(Incorporated in Hong Kong with limited liability)  
Stock Code : 351

**2024**

INTERIM REPORT



MIX  
Paper | Supporting  
responsible forestry  
FSC® C017167

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# Corporate Information

## Board of Directors

### Executive Directors

Mr. Pang Yuet (*Chairman*)  
Mr. Sun Peng  
Mr. Hui Wai (resigned on 1 July 2024)

### Non-Executive Director

Ms. Liu Siyuan (appointed on 18 July 2024)

### Independent Non-Executive Directors

Mr. Ng Kwun Wan  
Mr. Wong Cheuk Bun  
Mr. Hon Ming Sang

## Authorised Representatives

Mr. Pang Yuet  
Mr. Poon Pok Man Coca

## Company Secretary

Mr. Poon Pok Man Coca, FCPA, ACG,  
HKACG

## Audit Committee

Mr. Ng Kwun Wan (*Chairman*)  
Mr. Wong Cheuk Bun  
Mr. Hon Ming Sang

## Remuneration Committee

Mr. Ng Kwun Wan (*Chairman*)  
Mr. Wong Cheuk Bun  
Mr. Hon Ming Sang

## Nomination Committee

Mr. Pang Yuet (*Chairman*)  
Mr. Ng Kwun Wan  
Mr. Wong Cheuk Bun

## Executive Committee

Mr. Pang Yuet (*Chairman*)  
Mr. Sun Peng  
Mr. Hui Wai (resigned on 1 July 2024)

## Principal Banker

CMB Wing Lung Bank Ltd.  
OCBC Wing Hang Bank Ltd.

## Auditor

Forvis Mazars CPA Limited

## Share Registrar

Tricor Secretaries Limited  
17/F  
Far East Finance Centre  
16 Harcourt Road  
Hong Kong

## Corporate Information

### Registered Office

Suite 802-803  
8/F, One Pacific Place  
88 Queensway  
Hong Kong

### Hong Kong Stock Exchange Stock Code

351

### Website

<https://www.aelg.com.hk>



# Management Discussion and Analysis

## Business Review

During the period under review, the Company and its subsidiaries (together, the “Group”), were principally engaged in (i) shipping and logistics business and (ii) telecommunications related business in the PRC.

## Continuing Operations

### Shipping and Logistics

The Group currently operates a fleet of two dry bulk carriers trading worldwide, one of which is classified as continuing operation and another one is classified as discontinued operation. The total carrying capacity of the Group’s dry bulk fleet is about 64,000 DWT (30 June 2023: about 64,000 DWT).

Expect for the drydock period, all of the vessels of the Group were under full employment throughout the period under review.

For the period under review, the Group recorded a revenue of approximately HK\$20,432,000 (six months ended 30 June 2023: approximately HK\$24,594,000), representing a decrease of approximately 17% as compared to the corresponding period of 2023. The gross profit was approximately HK\$2,488,000 (six months ended 30 June 2023: approximately HK\$10,350,000), representing a decrease of approximately 76% as compared to the same period of 2023. The decrease in revenue was resulted from the loss of charter-hire income during the drydock period. The decrease in gross profit was resulted from the loss of charter-hire income during the drydock period and the increase in repair and maintenance.

## Management Discussion and Analysis

### Telecommunications Related Business

The telecommunications related business of the Group is mainly provision of SMS services and 5G communication network solution. For the period under review, the Group recorded a revenue of approximately HK\$2,437,000 (six months ended 30 June 2023: approximately HK\$29,129,000), representing a decrease of approximately 92% as compared to the corresponding period of 2023. The decrease in revenue was due to overall weak domestic consumption in China and the customers' stricter cost control, with 5G communication network solution being the most affected.

The gross loss was approximately HK\$52,000 (six months ended 30 June 2023: gross profit of approximately HK\$6,054,000), representing a decrease of approximately 101% as compared to the corresponding period of 2023. The decrease in gross profit was mainly due to the decrease in revenue as aforesaid.

### Discontinued Operation

On 23 May 2024, the Group and a purchaser, independent third party, entered into the memorandum of agreement pursuant to which the Group conditionally agreed to sell and the purchaser conditionally agreed to purchase the Vessel at the consideration of US\$9,500,000 (equivalent to HK\$74,100,000). Accordingly, the result of the Vessel was accounted for as discontinued operation for the six months ended 30 June 2024.

As at the date of this Interim Report, the disposal is yet to be completed and is expected to be completed by August 2024.

## Prospects

### Shipping and Logistics

Following the completion of the disposal of the Vessel, the Group will operate one dry bulk carrier. For the remaining vessel, the Group entered into a new charterparty with the charterer at new charter rate which is significantly lower than the previous rate. In this regard, the Group has taken various measures in minimizing the operating costs, the management of the Company expects that the shipping and logistics business will still generate positive contributions in the upcoming year.



## Management Discussion and Analysis

2024 is a challenging year for shipping industry. The main risks include the potential for weaker-than-expected global economic growth and geopolitical developments causing adverse dislocations. Red Sea crisis and the war in Ukraine have been the important drivers for dry bulk chartering business. Along with any other disruption that may affect trade flows, the war could continue to be a major driver into 2024. The Company will be in close watch of the market conditions, including but not limited to the price of vessels and the financial position of the Company, the vessel acquisition will only materialize in the best interest of the Company should an acquisition opportunity arises.

### Telecommunications Related Business

With the end of the COVID-19 pandemic, China's economy has gradually recovering, however, it has been adversely affected by factors such as declining exports, sluggish investment, and delayed recovery in domestic consumption, as well as the continued intensification of the real estate crisis, which have led to a decline in business confidence among Chinese enterprises and a low consumer confidence, resulting in a continued slowdown in China's economic recovery. Facing the coexistence of business opportunities, risks and challenges, and increasing uncertainties and unpredictable factors, it is expected that the overall business environment in China will remain severe in 2024, posing more obstacles to the Group's telecommunications business. The Company will be careful in promoting its business development and actively explore new customer bases.

The directors will continuously look for suitable investments opportunities which will bring in synergy with and positive contributions to the existing businesses.

## Management Discussion and Analysis

### Financial Review

For the period under review, the unaudited revenue from the continuing operations of the Group was approximately HK\$22,869,000 (six months ended 30 June 2023: approximately HK\$53,723,000), representing a decrease of approximately 57% as compared to the corresponding period of 2023. The decrease in revenue was resulted from (i) the loss of charter-hire income of shipping and logistics business during the drydock period and (ii) the weak consumption market of telecommunications related business in China.

The Group recorded a loss from the continuing operations for the period under review of approximately HK\$35,898,000 (six months ended 30 June 2023: approximately HK\$12,059,000) representing an increase of approximately 198% as compared to the corresponding period of 2023. The increase in loss for the period was mainly attributable to (i) the decrease in revenue as aforementioned; (ii) a loss on disposal of financial assets at fair value through profit or loss; and (iii) the change in the fair value of financial assets at fair value through profit or loss.

For the period under review, the basic and diluted loss per Share from continuing operations was HK1.77 cents (30 June 2023: HK0.64 cents) whilst the basic and diluted earnings per Share from discontinued operation was HK0.69 cents (30 June 2023: HK0.65 cents).





## Management Discussion and Analysis

### Financial Resources, Liquidity and Gearing Ratio

As at 30 June 2024, the Group had:

1. Cash and bank balances of approximately HK\$15,182,000 (31 December 2023: approximately HK\$14,517,000);
2. Other borrowings from a regulated securities broker of approximately HK\$Nil (31 December 2023: approximately HK\$1,932,000);
3. Total equity attributable to owners of the Company of approximately HK\$170,141,000 (31 December 2023: approximately HK\$191,879,000);
4. Net current assets of approximately HK\$95,628,000 (31 December 2023: approximately HK\$50,480,000);
5. Current ratio (being current assets over current liabilities) of approximately 419% (31 December 2023: approximately 332%); and
6. Gearing ratio (being total debt divided by total equity) of approximately 20% (31 December 2023: approximately 14%).

### Share Capital

As at 30 June 2024, the total number of Shares in issue was 1,994,975,244.

## Management Discussion and Analysis

### **Significant Investments Held, Material Acquisitions and Disposals of Subsidiaries, and Future Plan for Material Investments or Capital Assets**

As at 30 June 2024, the Group's held the following significant investment:

#### ***Financial assets at fair value through profit or loss***

As at 30 June 2024, financial assets at fair value through profit or loss included a portfolio of investment in listed shares with fair value of approximately HK\$24,504,000, which amounts to approximately 12% of the Group's total assets. Given the turbulence in the capital market, the Group will review its performance closely and take the most appropriate strategy for the benefits of the shareholders of the Company.

#### **Disposal of the Vessel**

On 23 May 2024, the Group and a purchaser, independent third party entered into the memorandum of agreement pursuant to which the Group conditionally agreed to sell and the purchaser conditionally agreed to purchase the Vessel at the consideration of US\$9,500,000 (equivalent to HK\$74,100,000). Further details of the transaction are disclosed in the Company's circular dated on 14 June 2024.



## Management Discussion and Analysis

Save for those disclosed above, there were no other significant investments held, nor were there any material acquisitions or disposals of subsidiaries during the period under review.

As at the date of this Interim Report, save as disclosed herein, there was no plan authorized by the Board for any material investments or additions of capital assets.

### **Pledge of Assets and Contingent Liabilities**

As at 30 June 2024, the Group had no pledges on its assets, whilst as at 31 December 2023, the financial assets at fair value through profit or loss of HK\$35,418,000 was pledged as collateral for a margin facilities of HK\$1,932,000 granted by a regulated securities broker.

As at 30 June 2024, the Group did not have any contingent liabilities (31 December 2023: Nil).

### **Capital Commitments**

As at 30 June 2024, the Group had no capital commitment (31 December 2023: Nil).

### **Exposure to Fluctuation in Exchange Rates**

The Group's assets, liabilities and transactions are mainly denominated in the functional currency of the operations to which the transactions relate and did not have significant exposure to risk resulting from changes in foreign currency exchange rates, the Directors consider that the Group's currency exchange risk is minimal. Therefore, no hedging devices or other alternatives have been implemented.

## Management Discussion and Analysis

### Employees

As at 30 June 2024, the Group had 17 (31 December 2023: 40) full-time employees in Hong Kong and the PRC. Staff costs of the Group for the period under review, including Directors' remuneration, were approximately HK\$14,530,000 (30 June 2023: approximately HK\$14,950,000). The Group decides the remunerations payable to its staff based on their duties, working experience and the prevailing market practices. Apart from basic remuneration, share options may be granted to eligible employees by reference to the performance of the Group and individual employees. The Group also participates in a defined contribution mandatory provident fund scheme and the retirement benefit scheme for its Hong Kong and PRC employees respectively.


The Company had adopted the 2018 Share Option Scheme on 20 August 2018. As at 30 June 2024, there were no outstanding options granted under the 2018 Share Option Scheme entitling the holders thereof to subscribe for Shares, details are set out in pages 16 to 18 of this Interim Report.

On behalf of the Board

### **Pang Yuet**

*Chairman and Executive Director*

Hong Kong, 16 August 2024



# Corporate Governance and Other Information

## Corporate Governance

### Compliance with Corporate Governance Code

The Company is committed in maintaining high standard of corporate governance and considers that effective corporate governance enhances corporate success and its shareholder value. The Company has adopted and applied the code provisions set out in the CG Code. Throughout the six months ended 30 June 2024, the Company has complied with the CG Code save as specified and explained below:

#### *Code Provision C.2.1*

The post of chief executive of the Company has remained vacant since March 2009. The duties of chief executive have been performed by other Executive Directors of the Company. As there is a clear division of responsibilities of each Director, the vacancy of the post of chief executive did not have any material impact on the operations of the Group. However, the Board will review the current structure of the Board from time to time and if a candidate with suitable knowledge, skill and experience is identified, the Board will make an appointment to fill the post of chief executive as appropriate.

## Board of Directors

### (1) Board Composition

The composition of the Board as at the date of this Interim Report is set out in the section headed "Corporate Information" and their biographies are available on the Company's website. Save for (i) the resignation of Mr. Hui Wai as an ED on 1 July 2024; and (ii) the appointment of Ms. Liu Siyuan as an NED on 18 July 2024; There has been no change in the composition of the Board since the last published 2023 annual report.

## Corporate Governance and Other Information

### (2) Information on Directors

Ms. Liu Siyuan, a NED who has been appointed on 18 July 2024, is the daughter-in-law of the brother of the spouse of Mr. Pang Yuet, the chairman and an executive Director of the Company. Save for the information set out above, there has been no change in the Directors' information required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules since the last published 2023 annual report.

### Compliance with Model Code

The Company has adopted the Model Code as the Company's code of conduct for dealings in securities of the Company by Directors. Having made specific enquiry of all Directors, all Directors confirmed that they have complied with the Model Code throughout the period under review.

### Risk Management and Internal Control

During the period under review, the Group has complied with Code Provision D.2 of the CG Code by establishing appropriate and effective risk management and internal control systems. Management is responsible for the design, implementation and monitoring of such systems, while the Board oversees management in performing its duties on an ongoing basis.

The Group has outsourced the internal audit work (the "IA function") to SHINEWING Risk Services Limited, which is one of the professional internal audit services providers in Hong Kong. The IA function is independent of the Group's daily operations and carries out appraisal of the risk management and internal control systems by conducting interviews, walkthroughs and tests of operating effectiveness.

### Disclosure of Interests

#### Directors' Interests and Short Positions in Shares and Underlying Shares and debentures

As at 30 June 2024, the following person(s) is/are Directors of the Company who had or was deemed to have an interest in any Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO which (i) were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interest or short position which they had or were deemed to have under such provisions of the SFO); or (ii) were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (iii) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code:

#### Long Position in the Shares and underlying Shares

Name of Director	Capacity	Number of Shares held	Approximate percentage of issued Shares <i>(Note)</i>
Mr. Pang Yuet	Interest of a controlled corporation	1,400,000,000	70.18%
Mr. Hui Wai	Interest of his spouse	24,000	0.00%

*Note:* Mr. Pang Yuet is deemed to be interested in 1,400,000,000 Shares through his interests in Oriental Solar Group Limited, which is 100% owned by Mr. Pang Yuet.

## Corporate Governance and Other Information

Save as disclosed above, as at 30 June 2024, as far as the Board was aware, none of the Directors of the Company had or was deemed to have any interest or short position in any Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which (i) were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interest or short position which they had or were deemed to have under such provisions of the SFO); or (ii) were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (iii) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

### Substantial Shareholders' and Other Persons' Interests and Short Positions in Shares and Underlying Shares

So far as is known to any Directors, as at 30 June 2024, the following persons (not being a Director) had interests in the Shares or underlying Shares which were notified to the Company and the Stock Exchange pursuant to the provisions of Division 2 and 3 of Part XV of the SFO as recorded in the register required to be kept under Section 336 of the SFO:

#### Long Position in the Shares and underlying Shares

Name	Capacity	Number of Shares and underlying Shares held <i>(Note 1)</i>	Approximate percentage of issued Shares
Oriental Solar Group Limited	Beneficial owner <i>(Note 2)</i>	1,400,000,000 (L)	70.18%





## Corporate Governance and Other Information

### Notes:


- (1) The letter “L” denotes a long position in the shares.
- (2) As at 30 June 2024, Mr. Pang Yuet held 100% equity interest in Oriental Solar Group Limited, the controlling shareholder of the Company. Accordingly, Mr. Pang Yuet was deemed to have an interest in all the Shares beneficially owned by Oriental Solar Group Limited under the SFO.

Save as disclosed above, as at 30 June 2024, the Company had not been notified of any other person (other than the Directors whose interests are set out in the section headed “Directors’ Interests and Short Positions in Shares and Underlying Share and Debentures” above) who had an interest or short position in the Shares or underlying Shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept under Section 336 of the SFO.

## Share Option Scheme

### 2018 Share Option Scheme

The 2018 Share Option Scheme was adopted by the Company on 20 August 2018 for a term of ten years commencing from the date of adoption. The Company may grant options to selected participants (as defined in the 2018 Share Option Scheme) as incentives or rewards for their contributions to the Group (or any member of the Group) and/or to enable the Group (or any member of the Group) to recruit and retain high caliber employees and attract human resources that are valuable to the Group (or any member of the Group) and/or to any invested entity.



## Corporate Governance and Other Information

Under the 2018 Share Option Scheme, the Board has the authority to set the terms and conditions in respect of grant of options (e.g. the minimum period of the options to be held, the performance targets to be achieved before the options can be exercised and the subscription price). This provides the Board with more flexibility in imposing appropriate conditions in light of the circumstances of each grant and help to achieve the purposes of the 2018 Share Option Scheme. The aggregate number of Shares in respect of which options (including both exercised and outstanding options) may be granted under the 2018 Share Option Scheme of the Company shall not exceed 10% of the total number of Shares in issue on its adoption date unless the Company obtains approvals from the Shareholders in General Meeting to refresh the scheme mandate limit. Further, the maximum number of Shares which may be issued upon exercise of all outstanding options granted under the 2018 Share Option Scheme and any other share option scheme(s) of the Company must not exceed 30% of the total number of Shares in issue from time to time. The total number of Shares issued and to be issued upon exercised of the Options granted and to be granted to eligible participant in any 12-month period shall not exceed 1% of the total number of Shares in issue of the Company.

The eligible participants as defined under the 2018 Share Option Scheme are as follows:

- (1) any employees (whether full time or part time, including any EDs but excluding any NEDs) of the Company, or of any of its subsidiaries or invested entity in which the Group holds any equity interest;
- (2) any NEDs (including INEDs) of the Company, any of its subsidiaries or any invested entity;
- (3) any shareholders of any members of the Group or any invested entity or any holder of any securities issued or proposed to be issued by any member of the Group or any invested entity;



## Corporate Governance and Other Information

- (4) any other entity (including any consultant, advisor, distributor, contractor, supplier, agent, customer, business partner, joint venture business partner or service provider of any member of the Group) whom the Broad considers, in its sole discretion, has contributed or will contribute to the Group; or
- (5) any other persons (including any individual staff member of any consultant, advisor, distributor, contractor, supplier, agent, customer, business partner, joint venture business partner or service provider of any member of the Group) whom the Broad considers, in its sole discretion, has contributed or will contribute to the Group.

During the period under review, no options were granted, exercised, cancelled and lapsed under the 2018 Share Option Scheme. There were no outstanding options on 30 June 2024 granted under the 2018 Share Option Scheme (31 December 2023: Nil).

### Related Party Transactions

Details of the related party transactions are set out in Note 20 to the Condensed Consolidated Interim Financial Statements. All related party transactions constituted connected transactions under the Listing Rules and that they have complied with the disclosure requirements in accordance with chapter 14A of the Listing Rules.

### Review of Interim Results

The unaudited consolidated interim results of the Group for the six months ended 30 June 2024 have been reviewed by the Audit Committee, which expressed no disagreement with the accounting treatments adopted in preparation of the Condensed Consolidated Interim Financial Statements.

## Corporate Governance and Other Information

### **Sufficiency of Public Float**

Based on the information that is publicly available to the Company and to the knowledge of the Directors, the Company has maintained sufficient public float during the six months ended 30 June 2024 and up to the date of this Interim Report.

### **Purchase, Sale or Redemption of Listed Securities of the Company**

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any listed securities of the Company during the period under review.

# Condensed Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2024

	Note	For the six months ended 30 June	
		2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
<b>Continuing operations</b>			
<b>Revenue</b>	4	<b>22,869</b>	53,723
Cost of services		<b>(20,433)</b>	(37,319)
<b>Gross profit</b>		<b>2,436</b>	16,404
Other income	5	<b>363</b>	1,135
Staff costs		<b>(14,530)</b>	(14,950)
Depreciation		<b>(3,561)</b>	(2,869)
Legal and professional fee		<b>(2,262)</b>	(2,604)
Motor vehicle expenses		<b>(937)</b>	(1,143)
Other administrative and operating expenses		<b>(6,230)</b>	(7,540)
Change in fair value of financial assets at FVPL		<b>(4,145)</b>	1,950
Loss on disposal of financial assets at FVPL		<b>(6,769)</b>	–
Finance costs	7	<b>(263)</b>	(2,442)
<b>Loss before tax from continuing operations</b>	8	<b>(35,898)</b>	(12,059)
Income tax expense	9	–	–

## Condensed Consolidated Statement of Comprehensive Income

	Note	For the six months ended 30 June	
		2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
<b>Loss for the period from continuing operations</b>		<b>(35,898)</b>	(12,059)
<b>Discontinued operation</b>			
Profit for the period from discontinued operation	10	<b>13,686</b>	12,124
<b>(Loss) Profit for the period</b>		<b>(22,212)</b>	65
<b>Other comprehensive loss</b>			
Exchange difference arising on translation of financial statements of foreign operations which may be reclassified subsequently to profit or loss		<b>(60)</b>	(473)
<b>Total comprehensive loss for the period</b>		<b>(22,272)</b>	(408)

## Condensed Consolidated Statement of Comprehensive Income

	Note	For the six months ended 30 June	
		2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
<b>(Loss) Profit for the period attributable to owners of the Company:</b>			
– from continuing operations		(35,370)	(11,973)
– from discontinued operation		13,686	12,124
		(21,684)	151
<b>Loss for the period attributable to non-controlling interests</b>			
– from continuing operations		(528)	(86)
– from discontinued operation		–	–
		(528)	(86)
<b>Total comprehensive loss for the period attributable to:</b>			
– Owners of the Company		(21,738)	(239)
– Non-controlling interests		(534)	(169)
		(22,272)	(408)
<b>(Loss) Earnings per share attributable to owners of the Company</b>			
Basic and diluted			
– from continuing operations (HK cents)		(1.77)	(0.64)
– from discontinued operation (HK cents)		0.69	0.65
	11	(1.08)	0.01

## Condensed Consolidated Statement of Financial Position

As at 30 June 2024

	Note	At 30 June 2024 HK\$'000 (Unaudited)	At 31 December 2023 HK\$'000 (Audited)
<b>Non-current assets</b>			
Property, plant and equipment		70,416	136,506
Intangible asset		1,000	1,000
Right-of-use assets		6,193	9,180
Goodwill	13	1,026	1,026
		<b>78,635</b>	147,712
<b>Current assets</b>			
Trade and other receivables	14	20,322	22,302
Financial assets at FVPL	15	24,504	35,418
Bank balances and cash		15,182	14,517
		<b>60,008</b>	72,237
Asset classified as held for sale	16	65,605	–
		<b>125,613</b>	72,237
<b>Current liabilities</b>			
Trade and other payables	17	15,666	9,739
Amount due to the ultimate holding company	18	10,800	7,000
Lease liabilities		3,519	5,018
		<b>29,985</b>	21,757
<b>Net current assets</b>		<b>95,628</b>	50,480
<b>Total assets less current liabilities</b>		<b>174,263</b>	198,192



## Condensed Consolidated Statement of Financial Position

	Note	At 30 June 2024 HK\$'000 (Unaudited)	At 31 December 2023 HK\$'000 (Audited)
<b>Non-current liabilities</b>			
Lease liabilities		3,460	5,117
<b>NET ASSETS</b>		<b>170,803</b>	193,075
<b>Capital and reserves</b>			
Share capital	19	1,981,158	1,981,158
Reserves		(1,811,017)	(1,789,279)
<b>Equity attributable to owners of the Company</b>		<b>170,141</b>	191,879
<b>Non-controlling interests</b>		<b>662</b>	1,196
<b>TOTAL EQUITY</b>		<b>170,803</b>	193,075

# Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2024

	Attributable to owners of the Company					Sub-total HK\$'000	Non- controlling interests HK\$'000	Total equity HK\$'000
	Share capital HK\$'000	Capital reserve HK\$'000	Convertible bonds reserve HK\$'000	Translation reserve HK\$'000	Accumulated losses HK\$'000			
<b>As at 1 January 2023 (Audited)</b>	1,906,379	4,239	30,244	(762)	(1,805,296)	134,804	2,769	137,573
<b>Profit for the period</b>	-	-	-	-	151	151	(86)	65
<b>Other comprehensive loss for the period</b> Exchange difference arising from translation of foreign operations	-	-	-	(390)	-	(390)	(83)	(473)
<b>Total comprehensive loss for the period</b>	-	-	-	(390)	151	(239)	(169)	(408)
<b>Transaction with owners of the Company</b> <i>Contributions and distribution:</i> Conversion of the 2020 Convertible Bonds	74,779	-	(30,244)	-	-	44,535	-	44,535
<b>As at 30 June 2023 (Unaudited)</b>	1,981,158	4,239	-	(1,152)	(1,805,145)	179,100	2,600	181,700
<b>As at 1 January 2024 (Audited)</b>	1,981,158	4,239	-	(898)	(1,792,620)	191,879	1,196	193,075
<b>Loss for the period</b>	-	-	-	-	(21,684)	(21,684)	(528)	(22,212)
<b>Other comprehensive loss for the period</b> Exchange difference arising from translation of foreign operations	-	-	-	(54)	-	(54)	(6)	(60)
<b>Total comprehensive loss for the period</b>	-	-	-	(54)	(21,684)	(21,738)	(534)	(22,272)
<b>As at 30 June 2024 (Unaudited)</b>	1,981,158	4,239	-	(952)	(1,814,304)	170,141	662	170,803

# Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2024

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
<b>Net cash from (used in) operating activities</b>	<b>5,987</b>	(3,228)
<b>INVESTING ACTIVITIES</b>		
Purchase of financial assets at FVPL	(84)	–
Proceeds from disposal of financial assets at FVPL	84	3,711
Purchase of property, plant and equipment	(3,802)	–
<b>Net cash (used in) from investing activities</b>	<b>(3,802)</b>	3,711
<b>FINANCING ACTIVITIES</b>		
Repayment of other borrowings	(1,932)	(3,245)
Advance from the ultimate holding company	3,800	7,000
Repayment of lease liabilities	(3,388)	(3,135)
<b>Net cash (used in) from financing activities</b>	<b>(1,520)</b>	620
<b>Net increase in cash and cash equivalents</b>	<b>665</b>	1,103
<b>Cash and cash equivalents at beginning of the period</b>	<b>14,517</b>	18,087
<b>Cash and cash equivalents at end of the period represented by bank balances and cash</b>	<b>15,182</b>	19,190

# Notes to the Condensed Consolidated Interim Financial Statements

## 1. CORPORATE INFORMATION

Asia Energy Logistics Group Limited (the “Company”) is a limited liability company incorporated in Hong Kong. The Company’s registered office and principal place of business is located at Suite 802-803, 8/F, One Pacific Place, 88 Queensway, Hong Kong. Its shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The Company and its subsidiaries (together, the “Group”) are engaged in shipping and logistics business and telecommunications related business.

## 2. BASIS OF PREPARATION

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

The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Company’s annual consolidated financial statements for the year ended 31 December 2023.



## Notes to the Condensed Consolidated Interim Financial Statements

### 2. BASIS OF PREPARATION *(continued)*

The preparation of these condensed consolidated interim financial statements in compliance with HKAS 34 requires the use of certain judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates. The areas where significant judgments and estimates have been made in preparing these condensed consolidated interim financial statements and their effect are the same as those applied to the consolidated financial statements of the Company for the year ended 31 December 2023.

The financial information relating to the year ended 31 December 2023 that is included in these condensed consolidated interim financial statements as comparative information does not constitute the Company's specified financial statements for that year as defined in section 436 of the Companies Ordinance but is derived therefrom.

The Company's specified financial statements for the year ended 31 December 2023 had been delivered to the Registrar of Companies in Hong Kong. An auditor's report has been prepared on the specified financial statements for that year. The auditor's report:

- was not qualified or otherwise modified;
- did not refer to any matter to which the auditor drew attention by way of emphasis without qualifying the report; and
- did not contain a statement under section 406(2) or 407(2) or (3) of the Companies Ordinance.

## Notes to the Condensed Consolidated Interim Financial Statements

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

The accounting policies adopted in the Company's consolidated financial statements for the year ended 31 December 2023 have been applied consistently to these condensed consolidated interim financial statements, except for the adoption of the following new/revised Hong Kong Financial Reporting Standards ("HKFRSs") that are effective from 1 January 2024.

The Group has adopted, for the first time, the following new/revised HKFRSs that are relevant to the Group.

Amendments to HKAS 1	<i>Classification of Liabilities as Current or Non-current</i>
Amendments to HKAS 1	<i>Non-current Liabilities with Covenants</i>
Amendments to HK Interpretation 5	<i>Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause</i>
Amendments to HKAS 7 and HKFRS 7	<i>Supplier Finance Arrangements</i>
Amendments to HKFRS 16	<i>Lease Liability in a Sale and Leaseback</i>

The adoption of these amendments to HKFRSs does not have any significant impact on the condensed consolidated interim financial statements of the Group.

## Notes to the Condensed Consolidated Interim Financial Statements

### 4. REVENUE

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
<b>Continuing operations</b>		
<i>Operating lease income</i>		
Charter-hire income	20,432	24,594
<i>Revenue from contract with customers within HKFRS 15</i>		
Telecommunications service income	2,437	29,129
	<b>22,869</b>	53,723

The revenue from contracts with customers within HKFRS 15 is based on fixed price and recognised over time.

## Notes to the Condensed Consolidated Interim Financial Statements

### 5. OTHER INCOME

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
<b>Continuing operations</b>		
Bank interest income	56	15
Claims from insurance company	–	126
Exchange gain, net	61	–
Other subsidy income	–	566
Recharge of expenses to charter parties	74	184
Sundry income	172	244
	<b>363</b>	1,135

### 6. SEGMENT INFORMATION

The chief operating decision makers evaluate the performance of and allocate resources to operating segments based on the Group's internal reporting in respect of these segments. The Group's operating segments are structured and managed separately according to the nature of their businesses. The Group's reportable segments are as follows:

**Continuing operations:**

- (a) Shipping and logistics
- (b) Telecommunications related business



## Notes to the Condensed Consolidated Interim Financial Statements

### 6. SEGMENT INFORMATION *(continued)*

#### Discontinued operation:

- (a) Shipping and logistics (in relation to the Vessel as defined in note 10)

Segment results represent the result from each reportable segment without allocation of corporate income and expenses.

Six months ended 30 June 2024 (Unaudited)	Telecommunications related business HK\$'000	Shipping and logistics (Continuing operations) HK\$'000	Shipping and logistics (Discontinued operation) HK\$'000	Total HK\$'000
Segment revenue from external customers	2,437	20,432	24,779	47,648
Segment (loss) profit	(2,277)	(14,221)	13,686	(2,812)
Unallocated income				104
Change in fair value of financial assets at FVPL				(4,145)
Loss on disposal of financial assets at FVPL				(6,769)
Other unallocated corporate expenses				(8,590)
Loss for the period				(22,212)
<b>Other segment information:</b>				
Depreciation of property, plant and equipment	(32)	(1,881)	(2,235)	(4,148)
Depreciation of right-of-use assets	(457)	(1,040)	-	(1,497)
Finance costs	(6)	(16)	-	(22)
Additions of property, plant and equipment	-	(3,802)	-	(3,802)

## Notes to the Condensed Consolidated Interim Financial Statements

### 6. SEGMENT INFORMATION *(continued)*

Six months ended 30 June 2023 (Unaudited) (re-presented)	Telecommunications related business HK\$'000	Shipping and logistics (Continuing operations) HK\$'000	Shipping and logistics (Discontinued operation) HK\$'000	Total HK\$'000
Segment revenue from external customers	29,129	24,594	24,375	78,098
Segment profit (loss)	1,661	(5,538)	12,124	8,247
Unallocated income				112
Change in fair value of financial assets at FVPL				1,950
Other unallocated corporate expenses				(10,244)
Profit for the period				65
<b>Other segment information:</b>				
Depreciation of property, plant and equipment	(18)	(2,191)	(2,291)	(4,500)
Depreciation of right-of-use assets	(939)	(1,040)	-	(1,979)
Finance costs	(53)	(65)	-	(118)

## Notes to the Condensed Consolidated Interim Financial Statements

### 6. SEGMENT INFORMATION *(continued)*

	<b>At 30 June 2024 HK\$'000 (Unaudited)</b>	At 31 December 2023 HK\$'000 (Audited) (re-presented)
<b>Assets</b>		
<b>Continuing operations</b>		
Shipping and logistics	<b>81,232</b>	78,644
Telecommunications related business	<b>15,066</b>	13,236
<b>Discontinued operation</b>		
Shipping and logistics	<b>72,029</b>	77,040
Segment assets	<b>168,327</b>	168,920
Unallocated corporate assets	<b>35,921</b>	51,029
<b>Consolidated total assets</b>	<b>204,248</b>	219,949

## Notes to the Condensed Consolidated Interim Financial Statements

### 6. SEGMENT INFORMATION *(continued)*

	<b>At 30 June 2024 HK\$'000 (Unaudited)</b>	At 31 December 2023 HK\$'000 (Audited) (re-presented)
<b>Liabilities</b>		
<b>Continuing operations</b>		
Shipping and logistics	<b>6,100</b>	4,173
Telecommunications related business	<b>6,508</b>	2,343
<b>Discontinued operation</b>		
Shipping and logistics	<b>948</b>	1,415
Segment liabilities	<b>13,556</b>	7,931
Other unallocated corporate liabilities	<b>19,889</b>	18,943
<b>Consolidated total liabilities</b>	<b>33,445</b>	26,874

## Notes to the Condensed Consolidated Interim Financial Statements

### 6. SEGMENT INFORMATION *(continued)*

#### Geographical information

As at 30 June 2024, apart from the vessels and goodwill, approximately HK\$9,481,000 and HK\$80,000 (31 December 2023: HK\$12,555,000 and HK\$569,000) of the Group's non-current assets are located in Hong Kong and the PRC respectively.

Geographical segment information of the Group's revenue arising from provision of shipping and logistics service is not presented as the directors consider that the relevant services are carried out internationally, preclude a meaningful allocation of operating results to specific geographical segments.

#### Major customers

Revenue information for the telecommunications related business based on locations of customers is as follows:

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
The PRC	2,437	29,129

## Notes to the Condensed Consolidated Interim Financial Statements

### 6. SEGMENT INFORMATION *(continued)*

#### Major customers *(continued)*

Revenue from customers from shipping and logistics segment and telecommunications related business segment individually accounting for 10% or more of the revenue of the Group are as follows:

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
<b>Continuing operations</b>		
Customer A (Shipping and logistics segment)	20,432	24,594
Customer B (Telecommunications related business)	N/A	10,784
Customer C (Telecommunications related business)	N/A	7,899
<b>Discontinued operation</b>		
Customer A (Shipping and logistics segment)	24,779	24,375

The revenue from Customer B and Customer C was less than 10% of the Group's revenue for the six months ended 30 June 2024.

## Notes to the Condensed Consolidated Interim Financial Statements

### 7. FINANCE COSTS

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
<b>Continuing operations</b>		
Interest on other borrowings	30	368
Interest on the 2020 Convertible Bonds	–	1,908
Interest on lease liabilities	233	166
	<b>263</b>	2,442

## Notes to the Condensed Consolidated Interim Financial Statements

### 8. LOSS BEFORE TAX FROM CONTINUING OPERATIONS

This is stated after charging:

	<b>For the six months ended 30 June</b>	
	<b>2024</b>	2023
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
		(re-presented)
<b>Continuing operations</b>		
Depreciation of property, plant and equipment:		
Recognised in cost of services	<b>1,881</b>	2,191
Recognised in other administrative and operating expenses	<b>576</b>	18
	<b>2,457</b>	2,209
Depreciation of right-of-use assets, recognised in other administrative and operating expenses	<b>2,985</b>	2,851
Staff costs (including directors' remuneration):		
Employee benefits expenses	<b>14,129</b>	13,946
Contributions to defined contribution retirement schemes	<b>401</b>	1,004
	<b>14,530</b>	14,950





## Notes to the Condensed Consolidated Interim Financial Statements

### 9. INCOME TAX

Hong Kong Profits Tax, if any, is calculated at 16.5% (six months ended 30 June 2023: 16.5%) on the estimated assessable profits for the six months ended 30 June 2024. The PRC enterprise income tax, if any, is provided at the rate of 25% (six months ended 30 June 2023: 25%) on the estimated assessable profits of subsidiaries operating in the PRC.

No provision for income tax has been made as the Group entities either had no estimated assessable profits or incurred tax losses for the six months ended 30 June 2024 and 2023.

### 10. DISCONTINUED OPERATION

#### **Disposal of a vessel**

On 23 May 2024, Lotus Gold Shipping Limited, an indirect wholly-owned subsidiary of the Company, entered into a memorandum of agreement with a buyer pursuant to which the Group has conditionally agreed to dispose of and the buyer conditionally agreed to acquire a vessel, M/V Clipper Panorama (the "Vessel"), with cash consideration of US\$9,500,000 (equivalent to approximately HK\$74,100,000).

The management, having considered that the Group has committed to sell the Vessel and located the potential buyer, has classified the Vessel as "asset classified as held for sale" under current assets (note 16). The Vessel is expected to be delivered to the buyer in August 2024.

## Notes to the Condensed Consolidated Interim Financial Statements

### 10. DISCONTINUED OPERATION *(continued)*

#### Disposal of a vessel *(continued)*

The management considers that the disposal of the Vessel, which are previously grouped under shipping and logistics segment, constituted discontinued operation during the six months ended 30 June 2024. Accordingly, certain comparative figures in the condensed consolidated interim financial statements have been re-presented to separately reflect the results of the discontinued operation. The results and net cash flows of the discontinued operation for the six months ended 30 June 2024 and 2023 are summarised as follows:

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
Revenue	24,779	24,375
Cost of services	(11,153)	(12,436)
Other income	187	224
Operating costs	(127)	(39)
Profit before tax	13,686	12,124
Taxation	–	–
Profit after tax from discontinued operation and profit attributable to discontinued operation	13,686	12,124

## Notes to the Condensed Consolidated Interim Financial Statements

### 10. DISCONTINUED OPERATION *(continued)*

#### Disposal of a vessel *(continued)*

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
Net cash inflows		
Operating activities	<b>846</b>	678

### 11. (LOSS) EARNINGS PER SHARE

The calculation of the basic and diluted (loss) earnings per share of the Company is based on the following data:

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited) (re-presented)
(Loss) Profit attributable to owners of the Company		
– from continuing operations	<b>(35,370)</b>	(11,973)
– from discontinued operation	<b>13,686</b>	12,124
Weighted average number of ordinary shares for basic and diluted (loss) earnings per share	<b>1,994,975,244</b>	1,852,433,808

## Notes to the Condensed Consolidated Interim Financial Statements

### 11. (LOSS) EARNINGS PER SHARE *(continued)*

	For the six months ended 30 June	
	2024 (Unaudited)	2023 (Unaudited) (re-presented)
(Loss) Earnings per share		
Basic and diluted		
– Continuing operations (HK cents)	<b>(1.77)</b>	(0.64)
– Discontinued operation (HK cents)	<b>0.69</b>	0.65
	<b>(1.08)</b>	0.01

Diluted (loss) earnings per share for the six months ended 30 June 2024 are same as the basic (loss) earnings per share as there was no potential diluted ordinary shares outstanding during the period. The calculation of diluted (loss) earnings per share for the six months ended 30 June 2023 did not assume the conversion of the Company's outstanding convertible instruments since the conversion would result in an anti-dilutive effect on the basic (loss) earnings per share, therefore the diluted (loss) earnings per share was the same as basic (loss) earnings per share.

## Notes to the Condensed Consolidated Interim Financial Statements

### 12. DIVIDEND

No dividend was paid or declared by the Company during the six months ended 30 June 2024 and 2023.

The directors do not recommend the payment of any dividend in respect of the six months ended 30 June 2024 and 2023.

### 13. GOODWILL

	<b>At 30 June 2024 HK\$'000 (Unaudited)</b>	At 31 December 2023 HK\$'000 (Audited)
<b>Reconciliation of carrying amount</b>		
At the beginning of the year and at the end of the reporting period	<b>1,026</b>	1,026

A goodwill of approximately HK\$1,026,000 arising from the acquisition of certain subsidiaries in telecommunications related business, representing the excess of the consideration transferred and the amount of non-controlling interest in the certain subsidiaries over the fair values of the identifiable assets acquired and the liabilities assumed.

For the six months ended 30 June 2024 and 2023, no impairment loss was made on the goodwill.

## Notes to the Condensed Consolidated Interim Financial Statements

### 14. TRADE AND OTHER RECEIVABLES

	Note	At 30 June 2024 HK\$'000 (Unaudited)	At 31 December 2023 HK\$'000 (Audited)
<b>Trade receivables</b>			
Lease income receivables	14(a)	12	–
Service income receivables		1,264	2,921
		<b>1,276</b>	2,921
<b>Other receivables</b>			
Other debtors	14(b)	6,700	6,928
Deposits		7,180	1,719
Deposit for vessel operation	14(c)	4,111	12,529
Prepayments		1,055	1,207
		<b>19,046</b>	22,383
Less: Loss allowance on other receivables		–	(3,002)
		<b>19,046</b>	19,381
		<b>20,322</b>	22,302

## 14. TRADE AND OTHER RECEIVABLES *(continued)*

### 14(a) Trade receivables

As at 30 June 2024, all trade receivables aged within 30 to 90 days (31 December 2023: 30 to 90 days), based on the invoice date.

### 14(b) Other debtors

As at 30 June 2024, a balance of HK\$1,299,000 (31 December 2023: HK\$1,237,000) carries interest at interest rate of 10% per annum, is unsecured and repayable in October 2024 (31 December 2023: carries interest at interest rate of 10% per annum, is unsecured and repayable in April 2024) and the remaining balances are interest-free, unsecured and repayable on demand.

### 14(c) Deposit for vessel operation

The amount represents the monies deposited in designated bank accounts of a vessel management company for daily operating use. The Group is the beneficiaries of these designated bank accounts. The balance is unsecured, repayable on demand and bearing interest at floating daily bank deposit rates.

## Notes to the Condensed Consolidated Interim Financial Statements

### 15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (“FVPL”)

	<b>At 30 June 2024 HK\$'000 (Unaudited)</b>	At 31 December 2023 HK\$'000 (Audited)
Mandatorily measured at FVPL		
Securities listed in Hong Kong	<b>24,504</b>	35,418

As at 30 June 2024, margin facilities of HK\$4,096,000 (31 December 2023: HK\$6,572,000) from a regulated securities broker was granted to the Group under which the securities listed in Hong Kong of HK\$24,504,000 (31 December 2023: HK\$35,418,000) were pledged as collateral for the facilities granted. The Group did not utilise the margin facilities as at 30 June 2024 as detailed in note 17(b) (31 December 2023: HK\$1,932,000) to the condensed consolidated interim financial statements.

The fair value of the securities listed in Hong Kong is based on the quoted market price which is a level 1 input in accordance with HKFRS 13.



## Notes to the Condensed Consolidated Interim Financial Statements

### 16. ASSET CLASSIFIED AS HELD FOR SALE

The Vessel held for sale as mentioned in note 10 is measured at the lower of carrying amount and fair value less costs to sell at the end of the reporting period. The fair value of the asset classified as held for sale was based on the consideration to be received at the end of the reporting period. Since the carrying amount of HK\$65,605,000 is lower than the fair value less costs to sell of the Vessel, no impairment loss of asset classified as held for sales is recognised.

### 17. TRADE AND OTHER PAYABLES

	Note	At 30 June 2024 HK\$'000 (Unaudited)	At 31 December 2023 HK\$'000 (Audited)
<b>Trade payables</b>	17(a)	<b>5,884</b>	2,409
<b>Other payables</b>			
Accruals and other payables		<b>7,441</b>	3,774
Receipts in advance		<b>2,341</b>	1,624
Other borrowings from a regulated securities broker	17(b)	–	1,932
		<b>9,782</b>	7,330
		<b>15,666</b>	9,739

## Notes to the Condensed Consolidated Interim Financial Statements

### 17. TRADE AND OTHER PAYABLES *(continued)*

#### 17(a) Trade payables

The credit period of trade payables is normally within 90 days (31 December 2023: 90 days). As at 30 June 2024 and 31 December 2023, all trade payables was aged within 30 days, based on the invoice date.

#### 17(b) Other borrowings from a regulated securities broker

As at 31 December 2023, the other borrowings from a regulated securities broker were secured by securities listed in Hong Kong of HK\$35,418,000 and repayable on demand, bore interest at rate of 10% per annum.

### 18. AMOUNT DUE TO THE ULTIMATE HOLDING COMPANY

The balance is unsecured, interest-free and repayable within one year.

## Notes to the Condensed Consolidated Interim Financial Statements

### 19. SHARE CAPITAL

	At 30 June 2024		At 31 December 2023	
	Number of shares (Unaudited)	HK\$'000 (Unaudited)	Number of shares (Audited)	HK\$'000 (Audited)
<b>Issued and fully paid:</b>				
At beginning of the period/year	1,994,975,244	1,981,158	1,694,975,244	1,906,379
Conversion of the 2020 Convertible Bonds	-	-	300,000,000	74,779
At end of the period/year	1,994,975,244	1,981,158	1,994,975,244	1,981,158

## Notes to the Condensed Consolidated Interim Financial Statements

### 20. RELATED PARTY TRANSACTIONS AND BALANCES

In addition to the transactions and balances disclosed elsewhere in the condensed consolidated interim financial statements, the Group entered into the following significant related party transactions during the six months ended 30 June 2024:

- a) Compensation of key management personnel of the Group comprised the directors only whose remuneration is set out below.

	For the six months ended 30 June	
	2024 HK\$'000 (Unaudited)	2023 HK\$'000 (Unaudited)
Salaries and other benefits	2,847	2,490
Contributions to defined contribution retirement scheme	18	18
	<b>2,865</b>	2,508

- b) Consultancy fee of HK\$300,000 (six months ended 30 June 2023: HK\$360,000) paid to Chatwin Financial PR Company Limited which is beneficially owned by Mr. Wu Jian, a director of certain subsidiaries of the Company.
- c) Imputed interest expenses in relation to the 2020 Convertible Bonds of Nil (six months ended 30 June 2023: HK\$1,908,000) was charged by Oriental Solar, the ultimate holding company of the Company.



## Notes to the Condensed Consolidated Interim Financial Statements

### 20. RELATED PARTY TRANSACTIONS AND BALANCES *(continued)*

- d) Amount due to Oriental Solar, the ultimate holding company of the Company, of HK\$10,800,000 (31 December 2023: HK\$7,000,000).

The related party transactions disclosed in notes 20(b), 20(c) and 20(d) to the condensed consolidated interim financial statements constituted connected transactions exempted from the reporting, announcement and independent shareholders' approval requirements under the Listing Rules.

### 21. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

The following presents the financial assets measured at fair value in the condensed consolidated interim financial statements on a recurring basis across the three levels of the fair value hierarchy defined in HKFRS 13 Fair Value Measurement with the fair value measurement categorised in its entirety based on the lowest level input that is significant to the entire measurement. The levels of inputs are defined as follows:

- Level 1 – Quoted price (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – Inputs other than quoted price included within Level 1 that are observable for the assets or liabilities, either directly or indirectly.
- Level 3 – Inputs for the asset or liability that are not based on observable market data.

Notes to the Condensed Consolidated Interim Financial Statements

**21. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS**

*(continued)*

**Fair value of the Group's financial assets that are measured at fair value on a recurring basis**

At 30 June 2024	Level 1 HK\$'000 (Unaudited)	Level 2 HK\$'000 (Unaudited)	Level 3 HK\$'000 (Unaudited)
Assets			
Financial assets at FVPL ( <i>Note 15</i> )	<b>24,504</b>	–	–

	Level 1 HK\$'000 (Audited)	Level 2 HK\$'000 (Audited)	Level 3 HK\$'000 (Audited)
At 31 December 2023	35,418	–	–

The Group's financial assets at FVPL is measured at fair value. During the six months ended 30 June 2024, there was no transfer between Level 1 and Level 2 (six months ended 30 June 2023: nil), or transfer into or out of Level 3 (six months ended 30 June 2023: nil).

Further detail of the fair value of the financial assets at FVPL is set out in note 15 to the condensed consolidated interim financial statements.



## Glossary

2018 Share Option Scheme	The share option scheme adopted by the Company on 20 August 2018 (as refreshed on 27 May 2019 and 27 May 2022)
Audit Committee	The audit committee of the Company
Board	The Board of Directors of the Company
CG Code	Corporate Governance Code as set out in Appendix C1 to the Listing Rules
Chairman	The chairman of the Company
Companies Ordinance	The Companies Ordinance (Chapter 622 of the Laws of Hong Kong)
Company	Asia Energy Logistics Group Limited

## Glossary

Condensed Consolidated Interim Financial Statements	The unaudited condensed consolidated financial statements of the Company and its subsidiaries for the six months ended 30 June 2024
Director(s)	Director(s) of the Company
ED(s)	Executive Director(s) of the Company
Executive Committee	The executive committee of the Company
General Meeting	The Company's general meeting
Group	The Company together with its subsidiaries
HK\$	Hong Kong dollars, the lawful currency of Hong Kong
HKAS(s)	Hong Kong Accounting Standard(s)
HKFRS(s)	Hong Kong Financial Reporting Standard(s)
HKICPA	Hong Kong Institute of Certified Public Accountants
INED(s)	Independent Non-executive Director(s) of the Company
Listing Rules	The Rules Governing the Listing of Securities on the Stock Exchange
Model Code	Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules





## Glossary

NED(s)	Non-executive Director(s) of the Company
Nomination Committee	The nomination committee of the Company
Oriental Solar	Oriental Solar Group Limited, a company incorporated in the British Virgin Islands with limited liability and wholly owned by Mr. Pang Yuet
PRC	The People's Republic of China
Remuneration Committee	The remuneration committee of the Company
SFO	Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
Share(s)	Ordinary share(s) of the Company
Shareholder(s)	Holder(s) of the Share(s)
SMS	Short Message Service
Stock Exchange	The Stock Exchange of Hong Kong Limited
US\$	United States dollar(s), the lawful currency of the United States of America
Vessel	Vessel named "Clipper Panorama", a bulk carrier vessel with Hong Kong flag