



大同機械企業有限公司
COSMOS MACHINERY ENTERPRISES LIMITED

Stock Code 股份代號: 118

Interim Report 2022 中期報告



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CORPORATE INFORMATION

公司資料

As at 26 August 2022

於二零二二年八月二十六日

BOARD OF DIRECTORS

Executive Directors

Tang To (*Chairman*)
Tang Yu, Freeman (*Chief Executive Officer*)

Non-executive Directors

Kan Wai Wah
Qu Jinping

Independent Non-executive Directors

Yeung Shuk Fan
Cheng Tak Yin
Huang Zhi Wei

Audit Committee

Yeung Shuk Fan (*Chairman*)
Cheng Tak Yin
Huang Zhi Wei

Remuneration Committee

Cheng Tak Yin (*Chairman*)
Huang Zhi Wei
Tang To
Yeung Shuk Fan

Nomination Committee

Tang To (*Chairman*)
Cheng Tak Yin
Huang Zhi Wei
Tang Yu, Freeman
Yeung Shuk Fan

Committee of Executive Directors

Tang To (*Chairman*)
Tang Yu, Freeman

AUTHORISED REPRESENTATIVES

Tang To
Tang Yu, Freeman

董事會

執行董事

鄧 燾 (*主席*)
鄧 愚 (*行政總裁*)

非執行董事

簡衛華
瞿金平

獨立非執行董事

楊淑芬
鄭達賢
黃志煒

審核委員會

楊淑芬 (*主席*)
鄭達賢
黃志煒

薪酬委員會

鄭達賢 (*主席*)
黃志煒
鄧 燾
楊淑芬

提名委員會

鄧 燾 (*主席*)
鄭達賢
黃志煒
鄧 愚
楊淑芬

執行董事委員會

鄧 燾 (*主席*)
鄧 愚

授權代表

鄧 燾
鄧 愚

CORPORATE INFORMATION (CONTINUED)

公司資料 (續)

As at 26 August 2022

於二零二二年八月二十六日

COMPANY SECRETARY

Wong Lai Tong

AUDITOR

Ting Ho Kwan & Chan

PRINCIPAL BANKERS

Bank of China (Hong Kong) Limited
BNP Paribas Hong Kong Branch
Nanyang Commercial Bank, Limited
The Hongkong and Shanghai Banking Corporation Limited

REGISTERED OFFICE

10/F., Billion Plaza 2
No. 10 Cheung Yue Street
Cheung Sha Wan
Kowloon, Hong Kong

SHARE REGISTRAR

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

COMPANY WEBSITE

<http://www.cosmel.com>

INVESTOR RELATIONS CONTACT

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E-mail: ir@cosmel.com
Telephone: (852) 2376 6188
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STOCK CODE

118

公司秘書

王勵塘

核數師

丁何關陳會計師行

主要往來銀行

中國銀行(香港)有限公司
法國巴黎銀行香港分行
南洋商業銀行有限公司
香港上海滙豐銀行有限公司

註冊辦事處

香港九龍
長沙灣
長裕街10號
億京廣場2期10樓

股份過戶登記處

卓佳秘書商務有限公司
香港
夏愨道16號
遠東金融中心17樓

公司網站

<http://www.cosmel.com>

投資者關係聯絡

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股份代號

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CONDENSED CONSOLIDATED INCOME STATEMENT

簡明綜合收益表

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (Unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (Unaudited) (未經審核) HK\$'000 千港元
	Notes 附註		
Revenue	4	1,224,571	1,499,998
Cost of sales		(1,035,334)	(1,243,036)
Gross profit		189,237	256,962
Other income and gains, net		7,384	6,123
Selling and distribution costs		(82,878)	(101,603)
Administrative expenses		(101,405)	(107,358)
Operating profit		12,338	54,124
Finance costs		(6,134)	(9,162)
Investment income		2,343	1,922
Share of results of associates		2,213	1,099
Profit before tax	5	10,760	47,983
Taxation	6	(9,112)	(8,683)
Profit for the period		1,648	39,300
Profit/(loss) attributable to:			
– Equity shareholders of the Company		8,633	40,215
– Non-controlling interests		(6,985)	(915)
		1,648	39,300
Earnings per share – Basic and diluted	7	1.00 HK cent 港仙	4.67 HK cents港仙

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

簡明綜合全面收益表

For the six months ended 30 June 2022
截至二零二二年六月三十日止六個月

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 (Unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (Unaudited) (未經審核) HK\$'000 千港元
Profit for the period	期內溢利	1,648	39,300
Other comprehensive (expense)/income, net of tax:	扣除稅項後之其他全面(支出) ／收益：		
Items that have been reclassified or may be reclassified subsequently to profit or loss:	已重新分類或其後可重新 分類至損益之項目：		
– Share of other comprehensive (expense)/income of associates	– 應佔聯營公司之其他全面 (支出)／收益	(1,516)	382
– Exchange differences arising from translation of financial statements of foreign operations	– 換算海外業務財務報表時 產生之滙兌差額	(60,575)	15,316
		(62,091)	15,698
Total comprehensive (expense)/income for the period	期內全面(支出)／收益總額	(60,443)	54,998
Total comprehensive (expense)/income attributable to:	應佔全面(支出)／收益總額：		
– Equity shareholders of the Company	– 本公司股權持有人	(48,344)	53,926
– Non-controlling interests	– 非控股權益	(12,099)	1,072
Total comprehensive (expense)/income for the period	期內全面(支出)／收益總額	(60,443)	54,998

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

簡明綜合財務狀況表

At 30 June 2022

於二零二二年六月三十日

			30 June 2022 二零二二年 六月三十日 (Unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (Audited) (經審核) HK\$'000 千港元
Non-current Assets	非流動資產			
Property, plant and equipment	物業、廠房及設備	9	579,133	610,196
Right-of-use assets	使用權資產		75,784	85,578
Goodwill	商譽		32,996	32,996
Intangible assets	無形資產		1,614	2,305
Interests in associates	聯營公司權益		38,998	41,524
Finance lease receivables	應收融資租賃款項	10	82,397	76,205
Deferred tax assets	遞延稅項資產		27,491	28,722
			838,413	877,526
Current Assets	流動資產			
Inventories	存貨		519,054	542,429
Finance lease receivables	應收融資租賃款項	10	134,777	200,143
Trade and other receivables	貿易及其他應收款項	11	814,027	887,400
Other financial assets	其他金融資產	12	70,872	53,571
Current tax recoverable	本期可收回稅項		1,437	759
Cash and bank balances	現金及銀行結餘	13	376,251	406,057
			1,916,418	2,090,359

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

簡明綜合財務狀況表(續)

At 30 June 2022

於二零二二年六月三十日

			30 June 2022 二零二二年 六月三十日 (Unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (Audited) (經審核) HK\$'000 千港元
		<i>Note</i> 附註		
Current Liabilities	流動負債			
Trade and other payables	貿易及其他應付款項	14	732,151	853,744
Contract liabilities	合約負債		81,501	77,064
Bank borrowings	銀行借款		271,122	289,469
Lease liabilities	租賃負債		14,345	15,283
Current tax payable	本期應付稅項		7,261	10,683
			1,106,380	1,246,243
Net Current Assets	淨流動資產		810,038	844,116
Total Assets less Current Liabilities	總資產減流動負債		1,648,451	1,721,642
Non-current Liabilities	非流動負債			
Bank borrowings	銀行借款		6,248	11,698
Lease liabilities	租賃負債		28,571	36,186
Deferred tax liabilities	遞延稅項負債		33,551	33,234
			68,370	81,118
Net Assets	淨資產		1,580,081	1,640,524

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

簡明綜合財務狀況表(續)

At 30 June 2022

於二零二二年六月三十日

			30 June 2022 二零二二年 六月三十日 (Unaudited) (未經審核) HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 (Audited) (經審核) HK\$'000 千港元
Equity	權益			
Capital and reserves attributable to equity shareholders of the Company:	本公司股權持有人應佔資本及儲備：			
Share capital	股本	15	609,027	609,027
Reserves	儲備		753,438	801,782
			1,362,465	1,410,809
Non-controlling Interests	非控股權益		217,616	229,715
Total Equity	權益總值		1,580,081	1,640,524

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

簡明綜合權益變動表

For the six months ended 30 June 2022
截至二零二二年六月三十日止六個月

		Attributable to equity shareholders of the Company 本公司股權持有人應佔				Non- controlling interests 非控股權益	Total equity 權益總值
		Share capital 股本 HK\$'000 千港元	Other reserves* 其他儲備* HK\$'000 千港元	Retained profits 保留溢利 HK\$'000 千港元	Total 總額 HK\$'000 千港元	HK\$'000 千港元	HK\$'000 千港元
Balance at 1 January 2021	於二零二一年一月一日結餘	609,027	170,151	489,448	1,268,626	231,357	1,499,983
Profit for the period	期內溢利	-	-	40,215	40,215	(915)	39,300
Other comprehensive income for the period:	期內其他全面收益：						
- Share of other comprehensive income of associates	- 應佔聯營公司其他全面收益	-	382	-	382	-	382
- Exchange differences arising from translation of financial statements of foreign operations	- 換算海外業務財務報表時產生之滙兌差額	-	13,329	-	13,329	1,987	15,316
Total other comprehensive income for the period	期內其他全面收益總額	-	13,711	-	13,711	1,987	15,698
Total comprehensive income for the period	期內全面收益總額	-	13,711	40,215	53,926	1,072	54,998
Balance at 30 June 2021	於二零二一年六月三十日結餘	609,027	183,862	529,663	1,322,552	232,429	1,554,981
Balance at 1 January 2022	於二零二二年一月一日結餘	609,027	222,602	579,180	1,410,809	229,715	1,640,524
Profit for the period	期內溢利	-	-	8,633	8,633	(6,985)	1,648
Other comprehensive expense for the period:	期內其他全面支出：						
- Share of other comprehensive expense of associates	- 應佔聯營公司其他全面支出	-	(1,516)	-	(1,516)	-	(1,516)
- Exchange differences arising from translation of financial statements of foreign operations	- 換算海外業務財務報表時產生之滙兌差額	-	(55,461)	-	(55,461)	(5,114)	(60,575)
Total other comprehensive expense for the period	期內其他全面支出總額	-	(56,977)	-	(56,977)	(5,114)	(62,091)
Total comprehensive (expense)/income for the period	期內全面(支出)/收益總額	-	(56,977)	8,633	(48,344)	(12,099)	(60,443)
Balance at 30 June 2022	於二零二二年六月三十日結餘	609,027	165,625	587,813	1,362,465	217,616	1,580,081

* Please refer to Note 16 for details of other reserves.

* 其他儲備之詳情，請參考附註16。

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

簡明綜合現金流量表

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

Six months ended 30 June
截至六月三十日止六個月

		2022 二零二二年 (Unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (Unaudited) (未經審核) HK\$'000 千港元
Net cash inflow/(outflow) from operating activities	經營業務之現金流入／(流出) 淨額	50,973	(22,991)
Net cash outflow from investing activities	投資活動之現金流出淨額	(39,559)	(9,058)
Net cash outflow from financing activities	融資活動之現金流出淨額	(34,994)	(21,902)
Decrease in cash and cash equivalents	現金及現金等值減少	(23,580)	(53,951)
Cash and cash equivalents at beginning of the period	期初之現金及現金等值	390,497	485,532
Effect of foreign exchange rate changes	匯率改變影響	(7,883)	3,427
Cash and cash equivalents at end of the period	期末之現金及現金等值	359,034	435,008

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

簡明綜合財務報表附註

For the six months ended 30 June 2022
截至二零二二年六月三十日止六個月

1. GENERAL INFORMATION

The principal activities of the Group are (i) trading of industrial consumables; (ii) processing and manufacturing of plastic products; (iii) manufacturing of machinery; and (iv) processing and trading of printed circuit boards.

The Company is a limited liability company incorporated in Hong Kong. The address of its registered office is located at 10/F., Billion Plaza 2, No. 10 Cheung Yue Street, Cheung Sha Wan, Kowloon, Hong Kong.

The Company has its primary listing on the Stock Exchange.

This unaudited condensed consolidated interim financial information is presented in Hong Kong dollars, unless otherwise stated.

These unaudited condensed consolidated financial statements were approved by the Board on 26 August 2022.

This unaudited condensed consolidated interim financial information has been reviewed by the Audit Committee.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

This interim financial report has been prepared in accordance with the applicable disclosure provisions of the Listing Rules and Hong Kong Accounting Standard (“HKAS”) 34, Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”).

These interim financial statements have been prepared in accordance with the accounting policies which are consistent with those adopted in the Group’s annual consolidated financial statements for the year ended 31 December 2021. The amendments to standards adopted by the Group in the current period are set out in Note 3 below.

1. 一般資料

本集團之主要業務為(i)工業消耗品貿易；(ii)注塑製品加工及製造；(iii)機械製造；及(iv)印刷線路板加工及貿易。

本公司為一間於香港註冊成立之有限公司，其註冊辦事處地址為香港九龍長沙灣長裕街10號億京廣場2期10樓。

本公司以聯交所為主要上市地點。

除另有指明外，本未經審核簡明綜合中期財務資料以港元呈列。

本未經審核簡明綜合財務報表已於二零二二年八月二十六日獲董事會批准。

本未經審核簡明綜合中期財務資料已由審核委員會審閱。

2. 編製基準及會計政策

本中期財務報告乃按照《上市規則》之適用披露條文及香港會計師公會（「香港會計師公會」）所頒佈之香港會計準則（「香港會計準則」）第34號「中期財務報告」而編製。

本中期財務報表乃根據本集團截至二零二一年十二月三十一日止年度的年度綜合財務報表採納一致的會計政策而編製。本期內本集團採納的準則修訂載於下文附註3。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES (Continued)

The information in this interim financial report is unaudited and does not constitute statutory financial statements. The financial information relating to the financial year ended 31 December 2021 that is included in this interim financial report as comparative information does not constitute the Company's statutory annual consolidated financial statements for that financial year but is derived from those financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Companies Ordinance is as follows:

The Company has delivered the consolidated financial statements for the year ended 31 December 2021 to the Registrar of Companies in accordance with section 662(3) of, and Part 3 of Schedule 6 to, the Companies Ordinance.

The Company's auditor has reported on those consolidated financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

3. APPLICATION OF AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS ("HKFRSs")

The Group has applied the following amendments to HKFRSs issued by the HKICPA to this interim financial report for the current accounting period:

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

2. 編製基準及會計政策(續)

本中期財務報告當中的資料乃未經審核及並不構成法定財務報表。本中期財務報告中載有有關截至二零二一年十二月三十一日止財政年度的財務資料(即比較資料)並不構成本公司於該財政年度的法定年度綜合財務報表,惟乃摘錄自該等財務報表。根據《公司條例》第436條的要求披露該等法定財務報表相關的額外資料如下:

本公司已按照《公司條例》第662(3)條及附表6第3部之規定,向公司註冊處處長遞交截至二零二一年十二月三十一日止年度之綜合財務報表。

本公司之核數師已就該等綜合財務報表發表報告。該核數師報告並無保留意見;並無提述任何核數師在無提出保留意見下強調須予注意的事項;亦無載有根據《公司條例》第406(2)、第407(2)或(3)條規定之聲明。

3. 應用經修訂香港財務報告準則(「香港財務報告準則」)

本集團已就本會計期間之中期財務報告應用下列由香港會計師公會頒佈之香港財務報告準則的修訂:

- 香港財務報告準則第3號的修訂,對概念框架之提述
- 香港會計準則第16號的修訂,物業、廠房及設備:擬定用途前的所得款項
- 香港會計準則第37號的修訂,虧損合約—履行合約的成本
- 香港財務報告準則的修訂,對香港財務報告準則二零一八年至二零二零年週期之年度改進

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

3. APPLICATION OF AMENDMENTS TO HONG KONG FINANCIAL REPORTING STANDARDS (“HKFRSs”) (Continued)

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

4. REVENUE AND SEGMENT REPORTING

(a) Revenue

Revenue, which is also the Group’s turnover, represents the amounts received and receivables for goods sold to external customers less returns and discounts, and interest income from finance lease receivables during the period. An analysis of revenue of the Group is as follows:

3. 應用經修訂香港財務報告準則(「香港財務報告準則」)(續)

於本中期期間應用經修訂香港財務報告準則對本集團本期及過往期間之財務狀況及表現及／或本簡明綜合財務報表所載之披露並無重大影響。

4. 收入及分部報告

(a) 收入

收入，亦即本集團之銷售額，指期內本集團向集團以外客戶銷售貨品減退貨及折扣後之已收及應收款項，以及應收融資租賃款項產生之利息收入。本集團之收入分析如下：

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元	2021 二零二一年 HK\$'000 千港元
Revenue	收入		
Sales of goods	產品銷售	1,208,883	1,485,337
Installation services for machinery	機械安裝服務	2,369	2,403
Revenue from contracts with customers	客戶合約收入	1,211,252	1,487,740
Finance lease income	融資租賃收入	13,319	12,258
Total revenue	總收入	1,224,571	1,499,998

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(a) Revenue (Continued)

Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products is as follows:

Trading of industrial consumables	工業消耗品貿易
Sales of plastic products	注塑製品銷售
Sales of machinery	機械銷售
Sales of printed circuit boards	印刷線路板銷售
Installation services for machinery	機械安裝服務

The timing of revenue recognition of all revenue from contracts with customers is at a point in time when customers obtain control of the goods or services.

4. 收入及分部報告(續)

(a) 收入(續)

收入分類

按主要產品分類的客戶合約收入如下：

Six months ended 30 June

截至六月三十日止六個月

2022 二零二二年 HK\$'000 千港元	2021 二零二一年 HK\$'000 千港元
227,258	250,690
231,571	265,022
440,203	583,592
309,851	386,033
2,369	2,403
1,211,252	1,487,740

所有客戶合約收入均於客戶取得貨品或服務控制權的時間點確認收入。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(b) Segment Reporting

The Group manages its business by a mixture of both business lines and geographical locations. In a manner consistent with the way in which information is reported internally to the Group's top management for the purposes of assessing segment performance and allocating resources between segments, the Group has identified, on a product basis, the following four reportable segments.

- (i) trading of industrial consumables;
- (ii) processing and manufacturing of plastic products;
- (iii) manufacturing of machinery; and
- (iv) processing and trading of printed circuit boards.

Segment results, assets and liabilities

For the purposes of assessing segment performance and allocating resources between segments, the Group's top executive management monitors the results, assets and liabilities attributable to each reportable segment on the following basis:

Segment revenue, expenses, results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis to that segment. For example, segment assets may include inventories, trade receivables, right-of-use assets and property, plant and equipment. Segment revenue, expenses, assets and liabilities are determined before intra-group balances and intra-group transactions are eliminated as part of the consolidation process, except to the extent that such intra-group balances and transactions are between group entities within a single segment. Inter-segment pricing is based on similar terms as those available to other external parties.

Unallocated items mainly comprise financial and corporate assets and corporate expenses.

4. 收入及分部報告 (續)

(b) 分部報告

本集團按其業務及地理位置來管理業務。為使分部資料之呈報方式與提供予本集團高級管理層供其評估分部表現及分配部間資源的內部報告更一致，本集團根據產品基準，已識別以下四項呈報分部。

- (i) 工業消耗品貿易；
- (ii) 注塑製品加工及製造；
- (iii) 機械製造；及
- (iv) 印刷線路板加工及貿易。

分部業績、資產及負債

在評估分部表現及分配部間資源時，本集團的高級行政管理層根據以下基準監控可歸屬每一呈報分部之業績、資產及負債：

分部收入、支出、業績、資產及負債包括一個分部直接應佔之項目，以及可按合理基準向有關分部分配之項目。例如，分部資產可包括存貨、貿易應收款項、使用權資產及物業、廠房及設備。分部收入、支出、資產及負債在集團內公司間結餘及集團內公司間交易互相抵消（此乃綜合賬目過程之一部份）前釐定，惟倘此等集團內公司間結餘及交易乃在集團間某單一分部內產生者，則作別論。分部間之定價乃以類似向其他外界人士提供之條款為基礎。

未分配項目主要包括金融及企業資產及企業費用。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(b) Segment Reporting (Continued)

Segment results, assets and liabilities (Continued)

The segment results for the six months ended 30 June 2022 are as follows:

		Industrial consumables 工業消耗品 HK\$'000 千港元	Plastic products 注塑製品 HK\$'000 千港元	Machinery 機械 HK\$'000 千港元	Printed circuit boards 印刷線路板 HK\$'000 千港元	Other operations 其他營運 HK\$'000 千港元	Eliminations 抵消 HK\$'000 千港元	Consolidated 綜合 HK\$'000 千港元
REVENUE	收入							
External sales	對外銷售	227,258	231,571	442,572	309,851	13,319	-	1,224,571
Inter-segment sales (Note)	分部間銷售(附註)	12,371	94	2,627	-	-	(15,092)	-
Total revenue	總收入	239,629	231,665	445,199	309,851	13,319	(15,092)	1,224,571
Segment result	分部業績	20,000	17,605	(6,695)	(12,309)	8,644	-	27,245
Unallocated corporate expenses	未分配之企業費用							(14,907)
Operating profit	經營溢利							12,338
Finance costs	財務費用							(6,134)
Investment income	投資收入							2,343
Share of results of associates	應佔聯營公司之業績							2,213
Profit before tax	除稅前溢利							10,760

Note:

Inter-segment sales are determined at prevailing market rates.

4. 收入及分部報告(續)

(b) 分部報告(續)

分部業績、資產及負債(續)

截至二零二二年六月三十日止六個月之分部業績如下：

附註：

分部間銷售按現行市場價格釐定。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(b) Segment Reporting (Continued)

Segment results, assets and liabilities (Continued)

The segment assets and liabilities as at 30 June 2022 are as follows:

		Industrial consumables 工業消耗品 HK\$'000 千港元	Plastic products 注塑製品 HK\$'000 千港元	Machinery 機械 HK\$'000 千港元	Printed circuit boards 印刷線路板 HK\$'000 千港元	Other operations 其他營運 HK\$'000 千港元	Consolidated 綜合 HK\$'000 千港元
ASSETS	資產						
Segment assets	分部資產	335,045	326,519	1,024,212	465,913	495,791	2,647,480
Interests in associates	聯營公司權益						38,998
Unallocated corporate assets	未分配之企業資產						68,353
Consolidated total assets	綜合資產總值						2,754,831
LIABILITIES	負債						
Segment liabilities	分部負債	93,535	104,983	465,927	164,776	22,598	851,819
Current tax payable	本期應付稅項						7,261
Borrowings	借款						277,370
Unallocated corporate liabilities	未分配之企業負債						38,300
Consolidated total liabilities	綜合負債總額						1,174,750

4. 收入及分部報告 (續)

(b) 分部報告 (續)

分部業績、資產及負債 (續)

於二零二二年六月三十日之分部資產及負債如下：

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(b) Segment Reporting (Continued)

Segment results, assets and liabilities (Continued)

The segment results for the six months ended 30 June 2021 are as follows:

		Industrial consumables 工業消耗品 HK\$'000 千港元	Plastic products 注塑製品 HK\$'000 千港元	Machinery 機械 HK\$'000 千港元	Printed circuit boards 印刷線路板 HK\$'000 千港元	Other operations 其他營運 HK\$'000 千港元	Eliminations 抵消 HK\$'000 千港元	Consolidated 綜合 HK\$'000 千港元
REVENUE	收入							
External sales	對外銷售	250,690	265,022	585,995	386,033	12,258	-	1,499,998
Inter-segment sales (Note)	分部間銷售(附註)	16,206	-	-	-	-	(16,206)	-
Total revenue	總收入	266,896	265,022	585,995	386,033	12,258	(16,206)	1,499,998
Segment result	分部業績	24,988	15,420	25,540	(2,228)	6,808	-	70,528
Unallocated corporate expenses	未分配之企業費用							(16,404)
Operating profit	經營溢利							54,124
Finance costs	財務費用							(9,162)
Investment income	投資收入							1,922
Share of results of associates	應佔聯營公司之業績							1,099
Profit before tax	除稅前溢利							47,983

Note:

Inter-segment sales are determined at prevailing market rates.

4. 收入及分部報告(續)

(b) 分部報告(續)

分部業績、資產及負債(續)

截至二零二一年六月三十日止六個月之分部業績如下：

附註：

分部間銷售按現行市場價格釐定。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(b) Segment Reporting (Continued)

Segment results, assets and liabilities (Continued)

The segment assets and liabilities as at 31 December 2021 are as follows:

		Industrial consumables 工業消耗品 HK\$'000 千港元	Plastic products 注塑製品 HK\$'000 千港元	Machinery 機械 HK\$'000 千港元	Printed circuit boards 印刷線路板 HK\$'000 千港元	Other operations 其他營運 HK\$'000 千港元	Consolidated 綜合 HK\$'000 千港元
ASSETS	資產						
Segment assets	分部資產	334,356	330,963	1,099,893	525,802	521,359	2,812,373
Interests in associates	聯營公司權益						41,524
Unallocated corporate assets	未分配之企業資產						113,988
Consolidated total assets	綜合資產總值						2,967,885
LIABILITIES	負債						
Segment liabilities	分部負債	107,810	115,011	510,766	204,078	40,255	977,920
Current tax payable	本期應付稅項						10,684
Borrowings	借款						301,167
Unallocated corporate liabilities	未分配之企業負債						37,590
Consolidated total liabilities	綜合負債總額						1,327,361

4. 收入及分部報告 (續)

(b) 分部報告 (續)

分部業績、資產及負債 (續)

於二零二一年十二月三十一日之
分部資產及負債如下：

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

4. REVENUE AND SEGMENT REPORTING

(Continued)

(b) Segment Reporting (Continued)

Segment results, assets and liabilities (Continued)

The breakdown of revenue by geographical market is as follows:

Hong Kong	香港
Mainland China	中國內地
Other Asia-Pacific countries	其他亞太國家
North America	北美洲
Europe	歐洲

4. 收入及分部報告(續)

(b) 分部報告(續)

分部業績、資產及負債(續)

按地區市場劃分之收入明細如下：

Six months ended 30 June 截至六月三十日止六個月

2022 二零二二年 HK\$'000 千港元	2021 二零二一年 HK\$'000 千港元
171,577	188,255
874,268	1,149,419
134,784	115,071
3,043	7,114
40,899	40,139
1,224,571	1,499,998

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

5. PROFIT BEFORE TAX

5. 除稅前溢利

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元	2021 二零二一年 HK\$'000 千港元
Profit before tax is arrived at after charging the following:	除稅前溢利已扣除 下列各項：		
Depreciation and amortisation on:	折舊及攤銷：		
– Property, plant and equipment	– 物業、廠房及設備		
– Ownership interest in leasehold land and buildings held for own use	– 自用租賃土地及樓宇 的所有權權益	1,887	1,790
– Other owned assets	– 其他自置資產	28,263	28,155
– Intangible assets	– 無形資產	691	691
– Right-of-use assets	– 使用權資產	6,790	8,317
Short-term leases payment	短期租賃租金	2,307	1,047

6. TAXATION

6. 稅項

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元	2021 二零二一年 HK\$'000 千港元
Hong Kong profits tax	香港利得稅	643	544
Overseas taxation	海外稅項	8,469	8,139
		9,112	8,683

Hong Kong profits tax has been provided at the rate of 16.5% (30 June 2021: 16.5%) on the estimated assessable profits. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

香港利得稅乃按估計應課稅溢利稅率16.5% (二零二一年六月三十日：16.5%)撥備。其他地區應課稅溢利之稅項乃根據本集團經營所在稅務管轄區之現行稅率，並按現行法例、詮釋及慣例計算。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

7. EARNINGS PER SHARE

The calculation of the basic earnings per ordinary share is based on the Group's profit attributable to equity shareholders of the Company and the weighted average number of ordinary shares in issue during the period.

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年	2021 二零二一年
Weighted average number of ordinary shares in issue during the period	以加權平均數計算期內已發行之普通股	861,930,692	861,930,692
		<i>HK\$'000</i> 千港元	<i>HK\$'000</i> 千港元
Profit attributable to the equity shareholders of the Company	本公司股權持有人的應佔溢利	8,633	40,215
		<i>HK cent</i> 港仙	<i>HK cents</i> 港仙
Basic and diluted earnings per share	每股基本及攤薄盈利	1.00	4.67

There were no dilutive potential ordinary shares in existence during the period.

期內並無存在潛在攤薄普通股。

8. DIVIDEND

The Board has resolved not to declare an interim dividend for the six months ended 30 June 2022 (30 June 2021: Nil).

8. 股息

董事會議決不宣派截至二零二二年六月三十日止六個月之中期股息(二零二一年六月三十日:無)。

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2022, the Group has acquired property, plant and equipment amounting to approximately HK\$23,497,000.

9. 物業、廠房及設備

截至二零二二年六月三十日止六個月內,本集團添置之物業、廠房及設備約值23,497,000港元。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

10. FINANCE LEASE RECEIVABLES

10. 應收融資租賃款項

		Minimum lease receipts 最低租賃收入		Present value of minimum lease receipts 最低租賃收入之現值	
		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元	30 June 2022 二零二二年 六月三十日 HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元
Amounts receivable under finance leases:	融資租賃項下應收款項：				
Not later than one year	不遲於一年	119,574	152,773	110,344	141,408
Later than one year and not later than five years	遲於一年但不遲於五年	86,479	82,542	83,229	76,976
		206,053	235,315	193,573	218,384
Less: Unearned finance income	減：未實現財務收入	(12,480)	(16,931)	N/A 不適用	N/A 不適用
		193,573	218,384	193,573	218,384
Overdue finance lease receivables	逾期應收融資租賃款項	31,150	65,860	31,150	65,860
Present value of minimum lease receipts	最低租賃收入之現值	224,723	284,244	224,723	284,244
Less: Allowance for impairment of bad and doubtful debts	減：呆壞賬減值撥備	(7,549)	(7,896)	(7,549)	(7,896)
		217,174	276,348	217,174	276,348
Less: Finance lease receivables under current assets	減：列入流動資產之 應收融資租賃款項			(134,777)	(200,143)
Non-current finance lease receivables	非流動應收融資租賃款項			82,397	76,205

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

11. TRADE AND OTHER RECEIVABLES

The Group grants an average credit period of 90 days to 120 days to its customers.

The aging analysis of trade receivables, based on the invoice date and net of allowance for impairment of bad and doubtful debts, is as follows:

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元
0 to 3 months	零至三個月	488,680	550,778
4 to 6 months	四至六個月	125,778	156,189
7 to 9 months	七至九個月	56,362	52,790
Over 9 months	超過九個月	52,012	41,483
Total trade receivables	貿易應收款項總額	722,832	801,240
Other receivables	其他應收款項	57,432	48,980
Prepayments	預付款	33,680	37,153
Amounts due from related parties	應收關聯方之款項	83	27
		814,027	887,400

12. OTHER FINANCIAL ASSETS

Other financial assets mainly represent unlisted investments placed with reputable banks in Mainland China, mainly invested in unlisted treasury bonds, bank debentures, central bank bills and asset-backed securities. There are no fixed or determinable returns of these bank wealth management products and the returns of principals are not guaranteed.

11. 貿易及其他應收款項

本集團給予客戶之平均賬期為90天至120天。

按發票日期並已扣除呆壞賬減值撥備的貿易應收款項賬齡分析如下：

12. 其他金融資產

其他金融資產乃主要存於信譽良好的中國內地銀行之非上市投資，主要投資於非上市國債、金融債券、央行票據及以資產支持之證券。該等銀行理財產品並無固定或可釐定之回報及本金回報不受保障。

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

13. CASH AND BANK BALANCES

13. 現金及銀行結餘

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
Short-term bank deposits with maturity over three months	到期日超過三個月之短期銀行存款	7,016	7,339
Pledged bank deposits	已抵押之銀行存款	10,201	8,221
Cash and cash equivalents	現金及現金等值	359,034	390,497
		376,251	406,057

14. TRADE AND OTHER PAYABLES

14. 貿易及其他應付款項

The aging analysis of trade payables, based on the invoice date, is as follows:

按發票日期的貿易應付款項賬齡分析如下：

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
0 to 3 months	零至三個月	474,379	480,862
4 to 6 months	四至六個月	95,803	147,803
7 to 9 months	七至九個月	19,163	21,583
Over 9 months	超過九個月	16,968	47,262
Total trade payables	貿易應付款項總額	606,313	697,510
Accruals and other payables	應付未付及其他應付款項	125,838	156,234
		732,151	853,744

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

15. SHARE CAPITAL

15. 股本

		Number of ordinary shares 普通股股數	Amount 總額 HK\$'000 千港元
At 1 January 2022 and 30 June 2022	於二零二二年一月一日及 二零二二年六月三十日	861,930,692	609,027

All ordinary shares rank equally with regard to the Company's residual assets.

所有普通股對本公司剩餘資產享有同等權益。

16. OTHER RESERVES

16. 其他儲備

		Property revaluation reserve 物業重估儲備 HK\$'000 千港元	Translation reserve 匯兌儲備 HK\$'000 千港元	Others 其他 HK\$'000 千港元	Total 總額 HK\$'000 千港元
Balance at 1 January 2021	於二零二一年一月一日結餘	87,928	81,544	679	170,151
Share of other comprehensive income of associates	應佔聯營公司其他全面收益	-	382	-	382
Exchange differences arising from translation of financial statements of foreign operations	換算海外業務財務報表時產生之匯兌差額	-	13,329	-	13,329
Balance at 30 June 2021	於二零二一年六月三十日結餘	87,928	95,255	679	183,862
Balance at 1 January 2022	於二零二二年一月一日結餘	103,225	116,198	3,179	222,602
Share of other comprehensive expense of associates	應佔聯營公司其他全面支出	-	(1,516)	-	(1,516)
Exchange differences arising from translation of financial statements of foreign operations	換算海外業務財務報表時產生之匯兌差額	-	(55,461)	-	(55,461)
Balance at 30 June 2022	於二零二二年六月三十日結餘	103,225	59,221	3,179	165,625

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

17. CAPITAL COMMITMENTS

17. 資本承擔

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元
Capital expenditure:	資本支出：		
Contracted but not provided for	已簽約但未作出撥備	19,101	19,819

18. PLEDGE OF ASSETS

18. 資產抵押

At the end of the reporting period, assets with the following carrying amounts were pledged by the Group to secure general banking facilities:

於報告結算日，本集團已將下列以賬面值計算的資產作抵押，以取得一般銀行信貸：

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元
Ownership interest in leasehold land and buildings held for own use	自用租賃土地及樓宇的所有權權益	156,016	159,970
Land use rights	土地使用權	2,968	3,217
Plant and machinery	廠房及機器	4,181	4,696
Motor vehicles	汽車	243	303
Bank deposits	銀行存款	10,201	8,221
		173,609	176,407

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

簡明綜合財務報表附註(續)

For the six months ended 30 June 2022

截至二零二二年六月三十日止六個月

19. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

During the period, the Group had material transactions with the following related parties:

Companies controlled by certain Directors and their relatives: Management fee paid (Note i)	由若干董事及彼等的親屬控制之公司: 管理費支出 (附註i)
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At the end of the reporting period, the Group has balances with the following related parties:

Associates: Balances due to the Group (Note ii)	聯營公司: 結欠本集團之結餘 (附註ii)
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Notes:

- (i) The prices of the transactions were determined by the Directors with reference to market prices for similar transactions with unrelated third parties.
- (ii) The balances are unsecured, interest free and have no fixed terms of repayment.

19. 與關聯方進行之交易及結餘

於期內，本集團與下列關聯方進行之重大交易：

Six months ended 30 June
截至六月三十日止六個月

2022 二零二二年 HK\$'000 千港元	2021 二零二一年 HK\$'000 千港元
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498	498
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於報告結算日，本集團與下列關聯方之結餘：

30 June 2022 二零二二年 六月三十日 HK\$'000 千港元	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元
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1,064	2,451
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附註：

- (i) 該等交易的價格經董事參考與非關聯第三者進行類似交易之市場價格後釐定。
- (ii) 該等結餘為無抵押、免息及無固定還款期。

MANAGEMENT DISCUSSION AND ANALYSIS

管理層論述及分析

RESULTS SUMMARY

業績摘要

		Six months ended 30 June 截至六月三十日止六個月		
		2022 二零二二年 (Unaudited) (未經審核) HK\$'000 千港元	2021 二零二一年 (Unaudited) (未經審核) HK\$'000 千港元	Change 變動
Revenue	收入	1,224,571	1,499,998	-18.4%
Gross profit	毛利	189,237	256,962	-26.4%
Operating profit	經營溢利	12,338	54,124	-77.2%
Profit for the period	期內溢利	1,648	39,300	-95.8%

FINANCIAL RESULTS

財務業績

Revenue

Revenue of the Group for the six months ended 30 June 2022 was approximately HK\$1,224,571,000 (30 June 2021: approximately HK\$1,499,998,000), a decrease of 18.4% over the same period last year, which was mainly due to the weak manufacturing demands in the PRC and globally, disrupted supply chains made worse by the pandemic lockdowns enforced in some cities in the PRC, and the Russia-Ukraine conflict worsened market conditions. This led to the decrease in sales revenue in most of the business segments of the Group.

收入

截至二零二二年六月三十日止六個月，本集團的收入約為1,224,571,000港元（二零二一年六月三十日：約1,499,998,000港元），比去年同期下跌18.4%，主要由於中國及全球對製造業需求乏力、中國部份城市因疫情實施封城使供應鏈中斷，加上俄烏衝突令市況轉差，導致本集團大部份業務板塊的銷售收入下跌。

Gross profit and gross profit margin

For the six months ended 30 June 2022 and 2021, the Group's gross profit amounted to approximately HK\$189,237,000 and HK\$256,962,000 with gross profit margin of 15.5% and 17.1%, respectively. The unfavorable impact of rising raw material prices and freight costs dragged down the financial results, causing the gross profit and gross profit margin of the Group decreased when compared with the same period last year.

毛利及毛利率

截至二零二二年及二零二一年六月三十日止六個月，本集團的毛利分別約為189,237,000港元及256,962,000港元，毛利率分別為15.5%及17.1%。原材料價格和貨運成本上漲的不利影響拖累了財務業績，令本集團的毛利及毛利率與去年同期相比下跌。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層論述及分析 (續)

Administrative expenses

The administrative expenses of the Group for the six months ended 30 June 2022 were approximately HK\$101,405,000 (30 June 2021: approximately HK\$107,358,000), a decrease of 5.5% over the same period last year. This was mainly due to the implementation of effective cost measures by the Group.

Selling and distribution costs

The selling and distribution costs of the Group for the six months ended 30 June 2022 amounted to approximately HK\$82,878,000 (30 June 2021: approximately HK\$101,603,000), and selling and distribution costs to revenue was approximately 6.8%, which was similar to the same period last year.

Finance costs

The Group's finance costs amounted to approximately HK\$6,134,000 for the six months ended 30 June 2022, representing a decrease of 33.0% as compared to approximately HK\$9,162,000 for the same period last year, which was mainly due to gradual repayment of bank borrowings. The Group will continue to improve the efficiency of capital utilisation and strive for the most favourable conditions for obtaining bank credits, so as to reduce the overall finance charges.

行政費用

截至二零二二年六月三十日止六個月，本集團的行政費用約為101,405,000港元(二零二一年六月三十日：約107,358,000港元)，較去年同期下跌5.5%，主要由於本集團的成本監控行之有效。

分銷費用

截至二零二二年六月三十日止六個月，本集團的分銷費用約為82,878,000港元(二零二一年六月三十日：約101,603,000港元)；而分銷費用佔收入約6.8%，與去年同期相若。

財務費用

截至二零二二年六月三十日止六個月，本集團的財務費用約為6,134,000港元，較去年同期的約9,162,000港元下跌33.0%，主要原因是本集團逐步償還銀行借款。本集團將持續提升資金使用效率及爭取銀行提供更好的授信條件，從而降低整體財務費用。

BUSINESS REVIEW

Machinery Manufacturing Business

The injection molding machine (“IMM”) manufacturing business operated in a difficult market environment during the first half of the year. It was the opposite of a vibrant growth market as reported during the corresponding period of last year. Weak overall market demands for machinery were exasperated by high raw material prices, weak manufacturing demands in the PRC and globally, disrupted supply chains made worse by the pandemic lockdowns enforced in Shanghai and its neighbouring cities, and the Russia-Ukraine conflict. In line with industry peers, this business experienced a marked drop in sales and net profits, caused by lower than expected order intake.

Orders from customer groups in industries such as infrastructures, electronics, and telecommunications indicated the most significant drops compared to the previous year. While customers in the medical supplies and daily necessities industries demonstrated relative strength in demands. Orders from automotive and household appliance customers rebounded from relative low levels in last year. Our export business and export-oriented customers confronted various difficulties including high freight costs, disrupted shipment supplies, and much weakened currencies relative to the US dollar.

On the production side, elevated prices of raw materials, namely metal castings, motion and drive components and electrical components, increased pressure on our profit margins. At the same time, management team had to respond in an agile manner to lessen supply chain disruptions caused by various pandemic lockdowns in Shanghai and its surrounding areas.

Despite the number of challenges described above, the Group is committed to invest in the IMM business for long-term growth and to strengthen its competitiveness. In addition to the new Computer Numerical Control (CNC) machining centers commissioned last year, investments for new Double Column Type Machining Center, fully automated welding production lines and water-based spray painting workshops will go ahead as planned. Talent recruitment, especially in engineering and technical departments and frontline sales teams, will continue as planned. Talent development is also a focus for this year, the number of internal and external trainings will significantly increase.

業務回顧

機械製造業務

有別於去年上半年報告的市場強勁增長，注塑機（「注塑機」）製造業務今年同期在艱難的市場環境中經營。原材料價格高企、中國及全球對製造業需求乏力、上海及其鄰近城市因疫情實施封城使供應鏈中斷，加上俄烏衝突，致使整體市場對機械需求疲弱的情況加劇。與同業相若，本業務訂單量未及預期，終致銷售及淨利潤均顯著下跌。

與去年相比，來自基建、電子及通訊等行業客戶群的訂單量出現顯著的跌幅，但醫療用品及日用品行業客戶卻表現出較強的需求，而來自汽車及家電行業客戶的訂單量也從去年低位回升。我們的出口業務和以出口為主的客戶則要面對各種困難，包括貨運成本高昂、運輸供應受阻，以及多種貨幣兌美元出現相當程度的貶值。

在生產方面，金屬鑄件、驅動與運行組件及電子零部件等原材料價格上漲，對我們的利潤率增添壓力。同時，針對上海及其周邊地區因疫情封城引致供應鏈中斷的情況，管理團隊已作出靈活應對以減少不利影響。

儘管注塑機業務面對上述種種挑戰，本集團仍會致力投資本業務以實現長遠增長並加強其競爭力。除了已於去年投入使用的全新數控加工中心外，各項投資計劃將如期進行，包括新增大型龍門加工中心、全自動焊接生產線及水性噴漆車間。針對工程技術人員和前線銷售團隊的人才招聘會按計劃進行，而人才發展也是本年度的重點，內外部的培訓課程將大幅增加。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層論述及分析 (續)

Our all electric injection molding machine series will further expand to wider range of clamping force within this year, after successful trials and market launch since last year. Orders for Polyethylene Terephthalate (PET) industry machine series, multi-component machine series, higher end "SEIII" series and large-sized two-platen series are forecasted to remain relatively robust.

For the extrusion and rubber injection molding machines and hydraulic presses manufacturing business, it achieved slightly weaker than expected results. The weak overall conditions for manufacturing industries caused by high raw material prices, over-capacity in most industry segments, unfavourable export market conditions, and pandemic lockdowns creating supply chain disruptions, put pressure on our order intake and caused postponement in customers' equipment investment plans. Our export business did not recover as strongly as anticipated due to high freight costs, shipment delays, weak global growth, and unfavourable fluctuating foreign currencies.

Our highly automated rubber track belt production line, automated hydraulic presses for automotive braking systems, and various specialized extrusion lines for our electric vehicle customers, remain the bright spots of our product portfolio.

Despite the challenging market conditions, this business ramped up a number of investments and improvements in its operation. Development for new technical applications for niche market customers are on-going. Efforts to initiate innovative online marketing and knowledge-based content creation on social media platforms kicked off early this year with preliminary success. Talent recruitment, especially young engineering talents also saw improvement compared to previous years. The number of internal and external trainings for management team and employees also increased according to a refined talent development plan.

我們的全電動注塑機系列經過去年成功完成測試及推出市場後，今年將會進一步擴大其鎖模力範圍。我們預計PET (聚對苯二甲酸乙二醇酯) 行業專用機、多物料成型機、高端通用機「SEIII」及大型兩板機等系列的訂單量會維持相對穩健。

至於擠出機、橡膠注射機及油壓機製造業務，業績略低於預期。原材料價格高企、眾多行業產能過剩、不利於出口市場的條件，以及疫情封城引致的供應鏈中斷，拖累了製造業的整體表現，除了為我們的訂單量帶來壓力外，客戶的設備投入計劃亦有所推遲。由於貨運成本高昂、運輸延誤、全球經濟增長疲軟和不利的匯率波動，致使我們的出口業務未如預期般出現強勁復甦。

我們的高度自動化橡膠履帶生產線、汽車剎車系統專用的自動化油壓機，以及電動汽車行業客戶專用的各種擠出生產線依然是我們產品組合中的亮點。

儘管市場環境嚴峻，本業務仍會加大一系列投資及改善其營運。我們除了持續為利基市場客戶開發新技術應用外，在今年年初也開始使用社交媒體平台，努力進行創新網絡營銷及以知識為本的內容創作，並取得了初步成功。與過往幾年相比，人才招聘的情況亦有所改善，特別是年輕工程人員；我們按照完善的人才發展計劃，向管理團隊和僱員提供更多的內外部培訓。

Plastic Products Processing and Manufacturing Business

The plastic processing plant for food packaging industry in Zhuhai achieved relative stable operating results. Key customers in the PRC dairy industry placed slightly higher than expected order volume due to new projects deployment, and stock piling in order to mitigate supply disruption risk in response to the pandemic lockdowns in the PRC. The export business, however, suffered as a result of elevated freight costs and shipment delays. A number of overseas customers not only decreased purchasing from the PRC, but may shift procurement from other regions outside of the PRC.

Elevated and fluctuating plastic resins prices are causing a slight decrease in profit margins, as well as increased depreciation costs as a result of ramped up capital expenditures in previous years.

Our management team focused on enhancing the engineering team, as well as achieving breakthrough in innovative product design service for our customers. New projects development, especially multi-colour and multi-component products are ongoing. Additional automation equipment, as well as optical quality control systems are further deployed. Enhancement of our Group-developed Manufacturing Execution System (MES) achieved further management efficiencies and traceability capabilities to benefit our operation and our customers.

If demands for dairy and health supplements remain stable in the rest of the year, the Group anticipates steady performance from this business, as customers remain satisfied with our products' top quality and timely delivery.

The plastic components processing plant for household appliances in Hefei endured challenging operating conditions as anticipated. Overall demands for household appliances in the PRC continued its steady drop from previous years' peak. The weak housing market in most of the PRC cities provided no stimulus for new appliance purchases. Key market leaders in household appliance faced stagnated demands and decreased profitability. As a result, this business faced further pricing pressure from customers and intense competition from industry peers.

注塑製品之加工及製造業務

位於珠海之食品包裝塑料加工工廠取得平穩的經營業績。由於在中國內地從事乳製品行業的關鍵客戶正部署新項目，並且囤積庫存來減輕因疫情封城所引致的供應中斷風險，因此訂單量略高於預期。然而，出口業務卻因貨運成本上漲和運輸延誤而受到影響，部份海外客戶不僅減少在中國的採購量，還可能將採購活動轉移至中國以外地區。

塑料樹脂價格波動上升引致利潤率輕微下降，折舊成本亦因為過往數年資本開支的增加而有所上升。

我們的管理團隊聚焦於加強工程團隊能力，並在為客戶提供創新產品設計服務取得突破，多色多物料的新產品開發項目也在積極進行中。本集團持續投入更多自動化設備和光學質量檢測系統，配合自行開發的製造執行系統(MES)增強版，進一步提升管理效率和可追溯能力，使我們的營運及客戶得益。

倘若客戶依然滿意我們的高質量產品和按時交貨表現，而且乳製品和保健品的需求在今年餘下時間保持穩定，本集團預計本業務能達致穩健表現。

位於合肥主力為家電塑料配套件加工的工廠如預期般遇到了極具挑戰性的經營狀況。中國家電的整體需求由前幾年的高峰水平逐漸下滑，大部份中國城市的房地產市場疲軟，未能刺激新家電的購買需求。家電市場的龍頭企業面對需求停滯且盈利能力下降。因此，本業務面臨來自客戶進一步的定價壓力及同業間的激烈競爭。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層論述及分析 (續)

In mid-April 2022, our production plant was ordered to lockdown for 15 days by the Hefei authorities due to suspected cases of COVID-19 within our community. This caused major disruptions in production and sales during that period.

Our management team will continue to compete for orders so as to sustain a healthy production scale. Efforts to increase production efficiencies and cost control measures will remain the focus for this year. Should a slight rebound from the current depressed levels of household appliance sales materialize in the latter half of the year, this business is poised to achieve a stable performance and a relatively healthy cash flow.

The blow molded mannequins production plant in Dongguan delivered better than expected results despite challenging market conditions. Our major sporting goods retail customer placed high volume of orders as it is satisfied with our products' top quality and timely delivery, as well as executing their ambitious expansion plans globally and within the PRC. However, other customers especially those based in Europe, decreased their orders for blow molded mannequins as retail operations continue to slump globally, and online retail continue to affect in-store sales.

The management team responded well by working with customers to alleviate rises of plastic resins costs. Overall management and production efficiencies further improved, as talents in the management team emerge to serve their specific functions and also created a sound teamwork culture. The business will also further enhance new and additional 3D printing equipment to serve customers' rapid prototyping and small scale order needs.

This business should achieve steady growth for the rest of year if market conditions remain stable. New project development for a world-class sports brand customer is on-going, and the business is hopeful these new projects will successfully launch later this year.

於二零二二年四月中，我們工廠所屬的小區出現新型冠狀病毒疑似病例，令工廠須按合肥政府部門的要求實施十五天的封控管理，導致該期間的生產和銷售嚴重受阻。

我們的管理團隊將繼續爭取訂單以維持正常的生產規模，今年的重點仍然是努力提高生產效率和做好成本控制措施。倘若下半年家電銷售能從目前的低迷水平實現輕微反彈，本業務則有望達致穩定的業績和相對健康的現金流。

儘管市場環境充滿挑戰，位於東莞之生產吹塑人體模型展示品的工廠仍然取得較預期良好的業績。從事運動用品零售業的主要客戶對我們的高質量產品和按時交貨感到滿意，且為配合他們於全球及中國的大規模擴張計劃，而向我們下達大量訂單。然而，全球零售業市況持續低迷，加上網上零售繼續蠶食實體店的銷售，令其他客戶，尤其是歐洲客戶，減少了吹塑人體模型展示品的訂單。

管理團隊通過與客戶緊密合作來舒緩塑料樹脂成本的上升，並在團隊精英帶領下創造了良好的團隊文化，進一步提高整體管理和生產效率。本業務亦會繼續增添額外的3D打印設備，以滿足客戶對快速原型及小批量訂單的需求。

倘今年下半年的市況保持穩定，本業務應能實現穩步增長。我們亦正在為世界級運動品牌客戶開發新項目，並期望於今年稍後時間能成功啟動此等新項目。

Printed Circuit Boards (“PCB”) Processing and Trading Business

The PCB processing plant’s performance suffered massively during the first half of the year. Extreme weak demands from our European automotive customers was the main cause, as the supply crisis of silicon chips, unfavourable currency movements, and the Russia-Ukraine crisis are deepening supply shocks and depressing consumer confidence. Our European automotive orders were cut by almost two thirds compared to normal levels. In addition, our customer in the Japanese gaming industry significantly decreased orders as sales of their gaming consoles stagnated. On the contrary, sales to our PRC automotive customers remained stable as sales of vehicles in the PRC rebounded from depressed levels last year.

In response to the large drop in sales and profitability, the management team focused to lessen production costs by limiting outsourcing orders, controlling direct labour costs, decreasing production capacities, and shifting production schedules in order to save electricity and equipment running costs. Sales development will ramp up to focus on the PRC customers in industries such as automotive and electronics. However, due to the overall weakness in the PCB manufacturing industry, pricing competition is problematic.

The management team will strive to protect its cash flow amid the financial losses for this year. Despite the sizeable efforts to explore new high quality customers and limit costs, a quick turnaround for this business is not realistic as we are unable to foresee major customers ramping up orders in the near future.

The PCB trading business achieved better than anticipated stable result for this reporting period. Orders from our major customers, mostly Japanese enterprises in the office automation and automotive industries, remained stable despite the challenging economic conditions as well as supply chain disruptions caused by the lockdowns in the PRC.

A quick and massive depreciation of the Japanese Yen provided a backdrop for some high-end low-volume PCB manufacturing orders to shift back to Japan. Our Japan operation were able to benefit from this “on-shoring” shift of orders. Our lab test services on PCB quality assurance continues to serve new customers. Trading of high quality Japan made PCB will likely see a surge in orders this year.

印刷線路板 (「印刷線路板」) 之加工及貿易業務

於今年上半年，印刷線路板加工工廠的表現主要因為歐洲汽車行業客戶的需求極度疲軟而受到嚴重打擊。矽芯片的供應危機、不利的貨幣滙率波動，以及俄烏戰爭，加深了供給衝擊和抑制了消費者信心，因此來自歐洲汽車行業客戶的訂單與正常水平相比減少了近三分之二。此外，我們的日本遊戲行業客戶因遊戲主機滯銷而大幅削減訂單。相反地，隨著中國汽車銷量從去年的低位回升，這行業客戶的訂單量維持穩定。

為了應對銷售和盈利能力的大幅下滑，管理團隊實行了一系列降低生產成本的措施，包括限制外包訂單、控制直接勞動成本、降低產能及調整生產計劃以節省電力和設備運行成本等。我們將會加強針對中國汽車和電子等行業客戶的銷售拓展。然而，由於印刷線路板製造業的整體市場陷入萎靡，價格競爭將會是一個可見的挑戰。

在這財務虧損的一年，管理團隊將致力鞏固現金流。儘管我們相當努力地發掘高質量新客戶和控制成本，但仍無法揣測主要客戶會否於短期內增加訂單，因此難以快速扭轉本業務的不利局勢。

在本報告期間，印刷線路板貿易業務取得較預期穩定的業績。儘管在嚴峻的經濟環境及因中國實施封城造成的供應鏈中斷情況下，我們的重點客戶，主要從事辦公自動化和汽車行業的日本企業的訂單仍然保持平穩。

日圓急速大幅貶值令若干小批量的高端印刷線路板生產訂單轉回日本，使我們的日本業務受惠於這波「本土」訂單轉移潮。我們將繼續為印刷線路板測試和質量監控的服務尋找新客戶，並預計今年日本製造的高質量印刷線路板貿易訂單將會增加。

Industrial Consumables Trading Business

The industrial consumables trading business underperformed compared to the same period last year. The unfavourable macro-economic conditions of high raw material costs, weak demands in most manufacturing industries, weak housing market, and a severe drop in exports, caused our customers to decrease investments and demands for industrial components. The lengthy lockdown measures in Shanghai massively affected our operations and created supply chain disasters affecting the majority of industrial enterprises. Customers anchored in industries such as electronics, household appliances, machineries, automotive, elevators, and infrastructures displayed notable weakness in demands and investment sentiments.

Our operation in Shanghai was virtually shut down for over two months due to the pandemic lockdown, and deliveries to and from our warehouse were halted. Staff were forced to work from home. Consequently, sales dropped significantly during that period. However, our cash flow quickly returned to normalized levels once operations resumed in June this year.

The rare bright spot for strong orders intake for this business is the lithium battery industry. With favourable government directives to stimulate electric vehicles growth in the PRC, alongside the mega trend of lower emissions for cleaner energy, our lithium battery customers continued to place large orders for our drive and motion components. This momentum is likely to continue for the rest of the year.

In summary, our overall outlook for the industrial consumables trading business is not optimistic for the remainder of the year, as numerous global macro-economic risks will continue to suppress industrial growth. Rampant inflations are denting consumer confidence in the most advanced economies, raw materials costs remain at high levels, geopolitical tensions and conflicts see no signs of abating. Supply chain issues such as costly and delayed shipments will continue to affect our customers. Lower production outputs, especially our overseas suppliers, will continue to increase lead time and create supply bottlenecks.

工業消耗品之貿易業務

工業消耗品貿易業務的表現遜於去年同期。原材料成本居高不下、大多數製造業需求萎縮、房地產市場疲軟，以及出口嚴重下跌等不利的宏觀經濟因素，導致我們的客戶減少了投資及對工業零部件的需求。上海的長期封城措施嚴重影響我們的營運，並釀成供應鏈災難影響了大部份工業企業。電子、家電、機械、汽車、電梯及基建等行業客戶的需求和投資意欲也明顯轉弱。

我們的上海業務因疫情封城而被逼停止運作超過兩個月，貨物亦未能進出倉庫，僱員只能居家工作，故此該期間的銷售額大幅下降。然而，在今年六月恢復營運後，我們的現金流已迅速回復至正常水平。

大量來自鋰電池行業的訂單成為本業務難得的亮點。隨著利好刺激中國電動汽車市場增長的政策出台，加上使用低排放的清潔能源成為大趨勢，我們的鋰電池行業客戶繼續大量訂購我們的驅動和運行組件，這勢頭有機會在今年下半年延續。

總括而言，我們對工業消耗品貿易業務於今年餘下時間的整體前景並不樂觀，原因是眾多環球宏觀經濟風險將繼續抑制工業增長，包括嚴重通貨膨脹削弱先進經濟體的消費者信心、原材料成本處於高位、地緣政治緊張和衝突沒有緩解的跡象、運費高昂和運輸延誤等供應鏈問題將繼續影響我們的客戶，以及尤其是海外供應商的產出減少，令交貨期延長並造成供應瓶頸。

Subsequent Events

There has been no material event since the end of the reporting period.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2022, the Group's total outstanding bank borrowings amounted to approximately HK\$277,370,000 (31 December 2021: approximately HK\$301,167,000), which comprised mainly bank loans and trade finance facilities. The bank borrowings repayable within one year and in the second to the fifth year amounted to approximately HK\$271,122,000 and HK\$6,248,000 respectively (31 December 2021: approximately HK\$289,469,000 and HK\$11,698,000 respectively).

After including lease liabilities of approximately HK\$42,916,000 (31 December 2021: approximately HK\$51,469,000) and deducting cash and bank balances of approximately HK\$376,251,000 (31 December 2021: approximately HK\$406,057,000), the Group's net cash amounted to approximately HK\$55,965,000 (31 December 2021: approximately HK\$53,421,000). Total equity attributable to equity Shareholders as at 30 June 2022 was approximately HK\$1,362,465,000 (31 December 2021: approximately HK\$1,410,809,000).

The gearing ratio of the Group is measured as total of bank indebtedness and lease liabilities less cash and bank balance, pledged deposit and short-term bank deposits with maturity over three months divided by net assets. The Group had a net cash position as at 30 June 2022. As a result, no gearing ratio was presented.

The Group's financial statements are presented in Hong Kong dollars. The Group carried out its business transactions mainly in Hong Kong dollars, Renminbi, United States dollars and Japanese Yen. As the Hong Kong dollar remained pegged to the United States dollar, there was no material exchange risk in this respect. The Group continues to monitor its foreign exchange exposure in Japanese Yen and Renminbi, and enter into forward contracts when necessary. The Group's long-term bank loans were denominated mainly in Hong Kong dollars and carried interest at floating rates. Credit risk was hedged mainly through credit insurance.

結算日後事項

於報告結算日後，並無發生任何重大事件。

流動資金及財務資源

於二零二二年六月三十日，本集團之未償還銀行借款總額約為277,370,000港元(二零二一年十二月三十一日：約301,167,000港元)，主要包括銀行貸款及貿易融資信貸。將於一年內到期以及於第二至第五年到期償還之銀行借款金額分別約為271,122,000港元及6,248,000港元(二零二一年十二月三十一日：分別約289,469,000港元及11,698,000港元)。

連同租賃負債約42,916,000港元(二零二一年十二月三十一日：約51,469,000港元)並扣除現金及銀行結餘約376,251,000港元(二零二一年十二月三十一日：約406,057,000港元)後，本集團之現金淨額約為55,965,000港元(二零二一年十二月三十一日：約53,421,000港元)。於二零二二年六月三十日之股權持有人應佔權益總額約為1,362,465,000港元(二零二一年十二月三十一日：約1,410,809,000港元)。

本集團的負債比率乃按銀行債務和租賃負債總額減現金及銀行結餘、抵押存款和到期日超過三個月之短期銀行存款除以淨資產。於二零二二年六月三十日，本集團持有淨現金結餘。因此，並無呈報負債比率。

本集團之財務報表以港元呈列。本集團主要以港元、人民幣、美元及日圓進行業務交易。由於港元與美元掛鈎，故此方面並無重大外匯風險。本集團繼續監察來自日圓及人民幣之外匯風險，並於需要時透過訂立遠期合約加以調控。本集團之長期銀行貸款均主要以港元計值及以浮動利率計息。信貸風險主要透過信用保險對沖。

CONTINGENT LIABILITIES

As at 30 June 2022, the Group had no material contingent liabilities (31 December 2021: Nil).

MATERIAL ACQUISITION AND DISPOSAL

There were no material acquisitions and disposals by the Group during the six months ended 30 June 2022.

CAPITAL STRUCTURE

There was no change in the total number of issued Shares during the six months ended 30 June 2022. The total number of issued Shares remained at 861,930,692 shares at 30 June 2022.

EMPLOYEES, REMUNERATION POLICY AND TRAINING SCHEME

As at 30 June 2022, the Group had a total of 2,458 employees (30 June 2021: 2,563) located in Hong Kong and Mainland China.

The remuneration policy regarding the employees of the Group is based on qualifications, competence and performance of the employees as well as market trends. Employees' benefits include retirement benefits and medical insurance coverage.

The emoluments of the Directors are decided by the remuneration committee of the Company, having regard to individual performance, the Group's performance and profitability, remuneration benchmark in the industry and prevailing market condition.

The Group had provided training programmes or courses for employees of the Group, including employees at all levels from different departments in Mainland China and Hong Kong, and also for Directors, respectively, so as to further enhance their technical skills in production operation and management, professional skills and knowledge.

或然負債

於二零二二年六月三十日，本集團並無任何重大或然負債(二零二一年十二月三十一日：無)。

重大收購與出售

截至二零二二年六月三十日止六個月內，本集團沒有任何重大收購與出售。

資本結構

截至二零二二年六月三十日止六個月內，已發行股份總數保持不變。於二零二二年六月三十日，已發行股份總數仍為861,930,692股。

僱員、薪酬政策及培訓計劃

於二零二二年六月三十日，本集團於香港及中國內地合共有2,458名僱員(二零二一年六月三十日：2,563名)。

本集團僱員的薪酬政策乃按僱員的資歷、能力及表現，亦以市場趨勢而釐定。僱員福利包括退休福利及醫療保險。

董事之酬金由本公司薪酬委員會按照個人表現、本集團之業績及盈利狀況，亦以業界薪酬指標及當時市場環境而釐定。

本集團分別向本集團僱員，包括中國內地及香港各部門各級僱員，以及董事提供培訓計劃或課程，從而進一步提升他們在生產營運和管理上的技能、專業技巧和知識。

OUTLOOK AND FORECAST

The risks and uncertainties for the remainder of 2022 are severe and highly challenging. On the macro-economic level, we observe anaemic global economic growth hampered by volatile costs of raw materials, weak consumer spending, rampant inflation in most Western and emerging markets economies, rising interest rates, and volatile US dollars appreciation against most currencies. At the same time, various on-going crises are further dampening business sentiments and overall demands, such as the Russia-Ukraine conflict, the ensuing energy crisis in Europe, the food scarcity crisis, and rising geopolitical tensions especially between the US and PRC. The aforementioned negative factors will certainly affect our businesses and our customers, especially demands from export markets.

While the PRC government launched a series of stimulus and incentives to revitalize its economy after recording weak economic growth in the first half of the year caused by various COVID-19 related lockdowns, the potency and effectiveness of such policies are yet to be seen. A potential real-estate crisis with far reaching consequences is being seriously handled by the authorities. Presently, the COVID-19 pandemic is still sporadically spreading in various regions in the PRC. Encouragingly, it seems the Central Government is deploying more flexible and tolerant measures in combating the pandemic in order to avoid mass lockdowns affecting the flow of people and goods, but if more severe outbreaks occur, it is difficult to predict the repercussions to all businesses.

展望及前景

二零二二年剩餘的時間充斥著嚴峻及極具挑戰性的風險和不確定性。在宏觀經濟層面，我們注意到原材料成本波動、消費者支出放緩、大部份西方和新興市場的經濟體通貨膨脹非常嚴重、利率上升，以及美元兌多種貨幣的波動性升值，這些均導致全球經濟增長乏力。與此同時，目前各種危機，如俄烏衝突、接踵而至的歐洲能源危機、糧食短缺危機，以及日益加劇的地緣政治緊張局勢，尤其是中美關係，將進一步打擊商業信心及整體需求。上述的負面因素勢必影響我們的業務和客戶，特別是來自出口市場的需求。

在上半年，中國政府實施各項有關新型冠狀病毒的封城措施導致經濟增長疲軟後，出台一系列刺激及激勵政策以振興經濟，但該等政策的力度和成效尚待觀察。政府現正慎重處理一場具深遠影響的房地產潛在危機。目前，新型冠狀病毒仍在內地各個地區零星蔓延，但令人鼓舞的是，中央政府似乎正在部署更靈活和寬鬆的防疫措施，以避免因大規模封城而影響人員和貨物的流動，但若爆發更嚴峻的疫情，則難以預測為所有企業帶來的反響。

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

管理層論述及分析 (續)

Weak overall demands and rising production costs are directly affecting businesses' capital expenditure plans, which put pressure on our machinery manufacturing business. The weak outlook is almost certain to continue for the rest of the year. Pricing competition amongst industry peers is ever more intense. However, with a relatively healthy cash flow, the Group is focusing on its longer-term growth by investing in necessary capital expenditures, research and development, and talent development. The PCB processing business is experiencing structural lack of customer orders and rising costs. This difficult period is likely to persist in the near future. Our industrial consumables trading business will face further headwinds as most customer groups in various manufacturing industries experience low growth in orders. Fortunately, our business with electric vehicle customers will likely continue to grow for the rest of the year. The plastic processing business should provide a relatively stable sales volume for the remainder of the year, although rising and fluctuating raw materials costs are the key challenge.

Despite the extremely challenging market conditions, the Group is committing on the necessary investments of capital expenditure, research and development, and talent development in most subsidiaries to foster future growth opportunities. At the same time, prudent financial management and priority on a healthy cash flow are being implemented in order to safeguard against this challenging period.

INTERIM DIVIDEND

The Board has resolved not to declare an interim dividend for the six months ended 30 June 2022 (30 June 2021: Nil).

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2022.

整體需求疲弱和生產成本上升均直接影響了企業的資本開支計劃，這對我們的機械製造業務造成壓力。這疲軟的前景頗為肯定會在今年餘下時間持續，而且同業間的價格競爭愈趨激烈；然而，本集團憑藉擁有相對穩健的現金流，現正通過投入必要的資本開支、研發及人才培訓，以達致長遠增長。印刷線路板加工業務正面對結構性的客戶訂單不足和成本上漲問題，這段艱難時期或會短暫持續下去。工業消耗品貿易業務將面臨更大阻力，源於眾多從事各種製造業的客戶群正經歷訂單增長緩慢，幸好我們與電動汽車行業客戶的業務在今年餘下時間可能會繼續增長。儘管塑料加工業務受到原材料成本波動上升的關鍵挑戰，但是在今年剩餘時間應能實現較穩定的銷售額。

縱使市場環境極具挑戰，但本集團為促進未來的增長機會，仍會致力增加大部份附屬公司的必要資本開支、研發和人才培訓；同時為應對這段具挑戰性的時期，我們會貫徹審慎的財務管理及優先保持健康的現金流。

中期股息

董事會議決不宣派截至二零二二年六月三十日止六個月之中期股息（二零二一年六月三十日：無）。

購買、售出或贖回本公司上市證券

截至二零二二年六月三十日止六個月內，本公司或其任何附屬公司概無購買、售出或贖回本公司任何上市證券。

SUPPLEMENTARY INFORMATION 補充資料

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES, DEBENTURES OR UNDERLYING SHARES UNDER THE SFO

As at 30 June 2022, the interests and short positions of the Directors in the shares, debentures or underlying shares of the Company or any associated corporations (within the meaning of Part XV of the SFO) which had to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he was taken or deemed to have under such provisions of the SFO), or which were required to be recorded in the register referred therein pursuant to section 352 of the SFO, or which were required to be notified to the Company and the Stock Exchange herein pursuant to the Model Code, were as follows:

Long position in Shares or underlying Shares:

Name of Director 董事姓名	Number of Shares held 持有股份數目			Total number of Shares held 持有股份總數	Approximate % of the total number of issued Shares 佔已發行股份總數 之概約百分比
	Personal interests 個人權益	Family interests 家族權益	Corporate interests 企業權益		
Tang To 鄧燾	4,970,005	226,000 ⁽¹⁾	445,617,458 ⁽²⁾	450,813,463	52.30
Tang Yu, Freeman 鄧愚	–	–	442,157,052 ⁽³⁾	442,157,052	51.30
Kan Wai Wah 簡衛華	136,400	–	–	136,400	0.02
Cheng Tak Yin 鄭達賢	1,406,000	–	–	1,406,000	0.16

根據《證券及期貨條例》董事於股份、債權證或相關股份之權益及淡倉

於二零二二年六月三十日，董事於本公司或其任何相聯法團（定義見《證券及期貨條例》第XV部）之股份、債權證或相關股份中擁有根據《證券及期貨條例》第XV部第7及8分部須知會本公司及聯交所之權益及淡倉（包括根據《證券及期貨條例》條文被視為或當作擁有之權益及淡倉），或根據《證券及期貨條例》第352條須記錄於該條例所提及的登記冊內之權益及淡倉，或根據《標準守則》須知會本公司及聯交所之權益及淡倉如下：

於股份或相關股份之好倉：

SUPPLEMENTARY INFORMATION (CONTINUED)
補充資料 (續)

Notes:

- (1) The 226,000 Shares were held by Mr. Tang To and his spouse jointly.
- (2) Mr. Tang To was deemed to be interested in the 445,617,458 Shares under the SFO, comprising (i) 3,460,406 Shares held by Ginta Company Limited (incorporated in Hong Kong) which is approximately 99.999% owned by Fullwin Limited (incorporated in the Republic of Liberia), which in turn is owned as to 50% by Mr. Tang To and 50% by his spouse respectively; (ii) 405,907,052 Shares held by Codo through its wholly-owned subsidiaries, Tai Shing, Hung Cheong and Cosmos Holdings; and (iii) 36,250,000 Shares held by Saniwell (as the trustee of The Saniwell Trust, the beneficiaries of which include Mr. Tang To and certain of his family members) which in turn is owned as to approximately 57.14% by Mr. Tang To.
- (3) Mr. Tang Yu, Freeman was deemed to be interested in the 442,157,052 Shares under the SFO, comprising (i) 405,907,052 Shares held by Codo through its wholly-owned subsidiaries, Tai Shing, Hung Cheong and Cosmos Holdings; and (ii) 36,250,000 Shares held by Saniwell (as the trustee of The Saniwell Trust, the beneficiaries of which include Mr. Tang To and certain of his family members) which in turn is owned as to approximately 42.86% by Mr. Tang Yu, Freeman.

Save as disclosed above, as at 30 June 2022, none of the Directors, chief executives of the Company and their associates had any interests or short positions in any shares, debentures or underlying shares of the Company or any associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

附註：

- (1) 該226,000股股份由鄧燾先生及其配偶共同持有。
- (2) 根據《證券及期貨條例》，鄧燾先生被當作持有445,617,458股股份的權益，包括(i)堅達有限公司(於香港註冊成立)持有的3,460,406股股份，堅達有限公司由Fullwin Limited(於利比里亞共和國註冊成立)擁有約99.999%權益，而Fullwin Limited由鄧燾先生及其配偶各自擁有50%權益；(ii)高度透過其全資附屬公司Tai Shing、Hung Cheong及大同控股持有的405,907,052股股份；及(iii)Saniwell(作為The Saniwell Trust的受託人，其受益人包括鄧燾先生及其若干家族成員)持有的36,250,000股股份，而Saniwell由鄧燾先生擁有約57.14%權益。
- (3) 根據《證券及期貨條例》，鄧愚先生被當作持有442,157,052股股份的權益，包括(i)由高度透過其全資附屬公司Tai Shing、Hung Cheong及大同控股持有的405,907,052股股份；及(ii)Saniwell(作為The Saniwell Trust的受託人，其受益人包括鄧燾先生及其若干家族成員)持有的36,250,000股股份，而Saniwell由鄧愚先生擁有約42.86%權益。

除上文披露外，於二零二二年六月三十日，概無董事、本公司最高行政人員及彼等聯繫人士於本公司或其任何相聯法團(定義見《證券及期貨條例》第XV部)之任何股份、債權證或相關股份中擁有根據《證券及期貨條例》第352條須記錄於備存的登記冊內之任何權益或淡倉，或根據《標準守則》須知會本公司及聯交所之任何權益或淡倉。

SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES OR UNDERLYING SHARES UNDER THE SFO

根據《證券及期貨條例》股東於股份或相關股份之權益及淡倉

As at 30 June 2022, so far was known to the Directors, the following persons had an interest or long position or short position in the Shares and underlying Shares which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were required to be recorded in the register referred therein pursuant to section 336 of the SFO:

於二零二二年六月三十日，就董事所知，下列人士於股份及相關股份中擁有根據《證券及期貨條例》第XV部第2及3分部條文須向本公司披露之權益或好倉或淡倉，或根據《證券及期貨條例》第336條須記錄於該條例所提及的登記冊內之權益或好倉或淡倉：

Long position in Shares or underlying Shares:

於股份或相關股份之好倉：

Name of Shareholder 股東姓名	Capacity in which interests are held 持有權益之身份	Number of Shares held 持有股份數目		Total number of Shares held 持有股份總數	Approximate % of the total number of issued Shares 佔已發行股份總數之概約百分比
		Direct interests 直接權益	Deemed interests 被當作持有之權益		
Tai Shing	Beneficial owner 實益擁有人	170,104,452	-	170,104,452	19.74
Cosmos Holdings 大同控股	Beneficial owner and interest of controlled corporations 實益擁有人及受控法團之權益	235,802,600	170,104,452 ⁽¹⁾	405,907,052	47.09
Codo 高度	Interest of controlled corporations 受控法團之權益	-	405,907,052 ⁽²⁾	405,907,052	47.09
Law Kit Fong 羅潔芳	Interest of controlled corporations 受控法團之權益	-	405,907,052 ⁽³⁾	405,907,052	47.09
Saniwell	Beneficial owner and interest of controlled corporations 實益擁有人及受控法團之權益	36,250,000	405,907,052 ⁽⁴⁾	442,157,052	51.30
China Resources (Holdings) Company Limited 華潤(集團)有限公司	Beneficial owner 實益擁有人	169,649,046	-	169,649,046	19.68
CRC Bluesky Limited	Interest of controlled corporations 受控法團之權益	-	169,649,046 ⁽⁵⁾	169,649,046	19.68
China Resources Co., Limited 華潤股份有限公司	Interest of controlled corporations 受控法團之權益	-	169,649,046 ⁽⁶⁾	169,649,046	19.68

SUPPLEMENTARY INFORMATION (CONTINUED)

補充資料 (續)

Notes:

- (1) Tai Shing was wholly-owned by Hung Cheong, which is a wholly-owned subsidiary of Cosmos Holdings. By virtue of the SFO, Cosmos Holdings was deemed to be interested in the 170,104,452 Shares held by Tai Shing.
- (2) Cosmos Holdings was owned as to approximately (i) 99.999% by Codo; and (ii) 0.001% by Glad Season Investments Limited (incorporated in Hong Kong), which was owned as to 50% by Codo and 50% by Cosmos Holdings (as trustee for Codo). By virtue of the SFO, Codo was deemed to be interested in the 405,907,052 Shares held by Cosmos Holdings.
- (3) Codo was owned as to approximately (i) 8.37% by Elegant Power Enterprises Limited (incorporated in Hong Kong, "Elegant Power"); and (ii) 30.25% by Friendchain Investments Limited (incorporated in Hong Kong, "Friendchain"), which was owned as to 40% by Elegant Power. Elegant Power was owned as to approximately 0.002% by Mr. Kan Wai Wah, a non-executive Director (as trustee for Ms. Law Kit Fong), and approximately 99.998% by Ms. Law Kit Fong. By virtue of the SFO, Ms. Law Kit Fong was deemed to be interested in the 405,907,052 Shares held by Codo.
- (4) Codo was owned as to approximately (i) 25.06% by Keepsound Investments Limited (incorporated in Hong Kong), which was owned as to 94% by Saniwell; and (ii) 30.25% by Friendchain, which was owned as to approximately 57.42% by Saniwell. By virtue of the SFO, Saniwell was deemed to be interested in the 405,907,052 Shares held by Codo.
- (5) By virtue of the SFO, CRC Bluesky Limited (incorporated in the British Virgin Islands) was deemed to be interested in the 169,649,046 Shares held by China Resources (Holdings) Company Limited (incorporated in Hong Kong), which was a wholly-owned subsidiary of CRC Bluesky Limited.
- (6) By virtue of the SFO, China Resources Co., Limited (incorporated in the PRC) was deemed to be interested in the 169,649,046 Shares held by CRC Bluesky Limited, which was a wholly-owned subsidiary of China Resources Co., Limited.

附註：

- (1) Tai Shing由Hung Cheong全資持有，而Hung Cheong為大同控股的全資附屬公司。根據《證券及期貨條例》，大同控股被當作擁有Tai Shing所持有之170,104,452股股份的權益。
- (2) 大同控股由(i)高度擁有約99.999%權益；及(ii)佳時投資有限公司(於香港註冊成立)擁有約0.001%權益，而其由高度及大同控股(作為高度的受託人)各自擁有50%權益。根據《證券及期貨條例》，高度被當作擁有大同控股所持有之405,907,052股股份的權益。
- (3) 高度由(i)豪力企業有限公司(於香港註冊成立，「豪力」)擁有約8.37%權益；及(ii)友昌投資有限公司(於香港註冊成立，「友昌」)擁有約30.25%權益，而其由豪力擁有40%權益。豪力由非執行董事簡衛華先生(作為羅潔芳女士的受託人)及羅潔芳女士分別擁有約0.002%及約99.998%權益。根據《證券及期貨條例》，羅潔芳女士被當作擁有高度所持有之405,907,052股股份的權益。
- (4) 高度由(i)協生投資有限公司(於香港註冊成立)擁有約25.06%權益，而其由Saniwell擁有94%權益；及(ii)友昌擁有約30.25%權益，而其由Saniwell擁有約57.42%權益。根據《證券及期貨條例》，Saniwell被當作擁有高度所持有之405,907,052股股份的權益。
- (5) 華潤(集團)有限公司(於香港註冊成立)為CRC Bluesky Limited(於英屬處女群島註冊成立)之全資附屬公司。根據《證券及期貨條例》，CRC Bluesky Limited被當作擁有華潤(集團)有限公司所持有之169,649,046股股份的權益。
- (6) CRC Bluesky Limited為華潤股份有限公司(於中國註冊成立)之全資附屬公司。根據《證券及期貨條例》，華潤股份有限公司被當作擁有CRC Bluesky Limited所持有之169,649,046股股份的權益。

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

COMPLIANCE WITH THE MODEL CODE

The Company has adopted a CMEL Code on terms no less exacting than the required standard of the Model Code as the Company's code of conduct and rules governing dealing by all Directors and relevant employees in the securities of the Company. All Directors have confirmed, following specific enquiry by the Company, they have complied with the required standard set out in the Model Code and CMEL Code for the six months ended 30 June 2022.

CORPORATE GOVERNANCE CODE

The Board is committed to practicing and maintaining a high standard of corporate governance for the enhancement of Shareholders' value and safeguarding interests of Shareholders and other stakeholders. In the opinion of the Board, the Company has complied with all the principles and applicable code provisions of the CG Code throughout the six months ended 30 June 2022.

AUDIT COMMITTEE

The Audit Committee was established with specific written terms of reference and currently comprises of three independent non-executive Directors, namely Ms. Yeung Shuk Fan (chairman), and Messrs. Cheng Tak Yin and Huang Zhi Wei.

The Audit Committee has reviewed the unaudited consolidated interim results of the Group for the six months ended 30 June 2022, the accounting principles and practices adopted by the Group, and the financial information.

除上文披露外，於二零二二年六月三十日，各董事概不知悉任何其他人士於本公司或其相聯法團（定義見《證券及期貨條例》第XV部）之股份、相關股份或債權證中擁有根據《證券及期貨條例》第XV部須向本公司及聯交所披露之權益或淡倉。

遵守標準守則

本公司已採納一套《大同企業守則》，作為本公司監管全體董事及相關僱員買賣本公司證券的操守準則和規則，而《大同企業守則》不比《標準守則》所訂明的標準寬鬆。經本公司特定查詢後，全體董事已確認截至二零二二年六月三十日止六個月，彼等一直遵守《標準守則》及《大同企業守則》所訂的標準。

企業管治守則

董事會致力實行及維持高水準之企業管治以提升股東價值及維護股東及其他持份者的權益。董事會認為，本公司截至二零二二年六月三十日止六個月內一直遵守《企業管治守則》之所有原則及適用之守則條文。

審核委員會

審核委員會之成立設有特定職權範圍，且現由三名獨立非執行董事組成，包括楊淑芬女士（主席）、鄭達賢先生和黃志煒先生。

審核委員會已審閱本集團截至二零二二年六月三十日止六個月之未經審核綜合中期業績、本集團採取之會計原則和慣例，以及財務資料。

SUPPLEMENTARY INFORMATION (CONTINUED)
補充資料 (續)

**PUBLICATION OF INTERIM RESULTS
ANNOUNCEMENT AND INTERIM REPORT**

The interim results announcement and interim report of the Company were published on the websites of the Company at <http://www.cosmel.com> and the Stock Exchange at <https://www.hkexnews.hk>.

By order of the Board
TANG To
Chairman

Hong Kong, 26 August 2022

刊載中期業績公告及中期報告

本公司之中期業績公告及中期報告已刊載於本公司網站<http://www.cosmel.com>及聯交所網站<https://www.hkexnews.hk>。

承董事會命
主席
鄧燾

香港，二零二二年八月二十六日

GLOSSARY

詞彙

In this report, unless the context otherwise specifies, the following expressions have the following meanings:
於本報告內，除文義另有所指外，下列詞彙具有以下涵義：

“Audit Committee” 「審核委員會」	the audit committee of the Company 本公司審核委員會
“Board” 「董事會」	the board of Directors of the Company 本公司董事會
“CG Code” 「《企業管治守則》」	the Corporate Governance Code under Appendix 14 to the Listing Rules 《上市規則》附錄十四《企業管治守則》
“CMEL Code” 「《大同企業守則》」	the Code for Securities Transactions by Directors and Relevant Employees of Cosmos Machinery Enterprises Limited, revised from time to time thereafter 《大同機械企業有限公司董事及有關僱員進行證券交易守則》(隨後不時修訂)
“Codo” 「高度」	Codo Development Limited, a company incorporated in Hong Kong with limited liability, a substantial Shareholder (as defined under the SFO) 高度發展有限公司，一間於香港註冊成立之有限公司，一名主要股東(根據《證券及期貨條例》定義)
“Companies Ordinance” 「《公司條例》」	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) 《公司條例》(香港法例第622章)
“Company” 「本公司」	Cosmos Machinery Enterprises Limited, a company incorporated in Hong Kong with limited liability and the Shares of which are listed on the Main Board of the Stock Exchange (Stock Code: 118) 大同機械企業有限公司，一間於香港註冊成立之有限公司及其股份在聯交所主板上市(股份代號：118)
“Cosmos Holdings” 「大同控股」	Cosmos Machinery (Holdings) Limited, a company incorporated in Hong Kong with limited liability, a controlling Shareholder (as defined under the Listing Rules) 大同機械(控股)有限公司，一間於香港註冊成立之有限公司，一名控股股東(根據《上市規則》定義)
“Director(s)” 「董事」	the director(s) of the Company 本公司董事
“Group” 「本集團」	the Company and its subsidiaries 本公司及其附屬公司
“HK\$” 「港元」	Hong Kong Dollars, the lawful currency of Hong Kong 港元，香港法定貨幣
“Hong Kong” 「香港」	the Hong Kong Special Administrative Region of the PRC 中國香港特別行政區

GLOSSARY (CONTINUED)
詞彙 (續)

“Hung Cheong” 「Hung Cheong」	Hung Cheong Realty Limited, a company incorporated in the British Virgin Islands with limited liability, a wholly-owned subsidiary of Cosmos Holdings Hung Cheong Realty Limited, 一間於英屬處女群島註冊成立之有限公司, 大同控股之全資附屬公司
“Listing Rules” 「《上市規則》」	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited 《香港聯合交易所有限公司證券上市規則》
“Mainland China” or “PRC” 「中國內地」或「中國」	The People’s Republic of China, for the purpose of this report, shall exclude Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan 中華人民共和國, 就本報告而言, 不包括香港、中國澳門特別行政區及台灣
“Model Code” 「《標準守則》」	the Model Code for Securities Transactions by Directors of Listed Issuers under Appendix 10 to the Listing Rules 《上市規則》附錄十《上市發行人董事進行證券交易的標準守則》
“Saniwell” 「Saniwell」	Saniwell Holding Inc., a company incorporated in the Cook Islands with limited liability Saniwell Holding Inc., 一間於庫克群島註冊成立之有限公司
“SFO” 「《證券及期貨條例》」	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) 《證券及期貨條例》(香港法例第571章)
“Share(s)” 「股份」	the ordinary share(s) of the Company 本公司之普通股
“Shareholder(s)” 「股東」	the holder(s) of the Share(s) of the Company 本公司股份持有人
“Stock Exchange” 「聯交所」	The Stock Exchange of Hong Kong Limited 香港聯合交易所有限公司
“Tai Shing” 「Tai Shing」	Tai Shing Agencies Limited, a company incorporated in the British Virgin Islands with limited liability, a substantial Shareholder (as defined under the SFO) Tai Shing Agencies Limited, 一間於英屬處女群島註冊成立之有限公司, 一名主要股東 (根據《證券及期貨條例》定義)
“US” or “United States” 「美國」	the United States of America 美利堅合眾國
“%” 「%」	per cent. 百分比

