



SILVER GRANT INTERNATIONAL HOLDINGS GROUP LIMITED

銀建國際控股集團有限公司

(Incorporated in Hong Kong with limited liability)

(於香港註冊成立之有限公司)

股份代號 Stock code: 171

2023

Annual Report

年報



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FINANCIAL HIGHLIGHTS 財務摘要

		2023 HK\$'m 百萬港元	2022 HK\$'m 百萬港元	Changes 變動 %
				百分比
Loss for the Year Attributable to Owners of the Company	本公司擁有人應佔年內虧損	(947.4)	(734.6)	29.0%
Net Assets	淨資產	3,486.4	4,494.5	(22.4%)
Total Assets	資產總值	7,771.1	10,018.8	(22.4%)
Equity Attributable to Owners of the Company	本公司擁有人應佔股權	3,119.8	4,022.4	(22.4%)
Cash and Bank Balances	現金及銀行結餘	57.3	97.5	(41.2%)

		2023 HK\$ 港元	2022 HK\$ 港元	Changes 變動 %
Key Performance and Liquidity Indicators	主要營運表現及財務狀況指標			百分比
Basic Loss Per Share (Note 1)	每股基本虧損 (附註1)	(0.4111)	(0.3187)	29.0%
Net Assets Per Share (Note 1)	每股資產淨值(附註1)	1.35	1.75	(22.9%)
P/E Ratio (Note 1)	市盈率(附註1)	(0.34x)	(1.02x)	(66.7%)
Return on Capital Employed (Note 2)	股本回報率(附註2)	(30.37%)	(18.26%)	66.3%
Return on Total Assets (Note 3)	總資產回報率(附註3)	(12.19%)	(7.33%)	66.3%
Gearing Ratio (Note 4)	借貸比率(附註4)	113.85%	98.76%	15.3%
Adjusted Gearing Ratio (Note 5)	經調整借貸比率(附註5)	112.01%	96.33%	16.3%
Current Ratio (附註)				

CORPORATE INFORMATION 企業資料

Board of Directors

The composition of the board ("Board") of directors ("Directors") of Silver Grant International Holdings Group Limited ("Company", together with its subsidiaries, the "Group") during the year ended 31 December 2023 ("Year 2023") and as at the date of this annual report is set out below:

Executive Directors

Chu Hing Tsung (*Chairman and Co-Chief Executive Officer*)
Chen Yongcun (*Co-Chief Executive Officer*)
Luo Zhihai
Tang Lunfei
Weng Jian (*appointed with effect from 1 July 2023*)
Wang Ping (*resigned with effect from 1 April 2023*)

Non-executive Director

Chen Zhiwei

Independent non-executive Directors

Liang Qing
Zhang Lu
Hung Muk Ming

Audit Committee

Hung Muk Ming (*Committee Chairman*)
Liang Qing
Zhang Lu

Remuneration Committee

Zhang Lu (*Committee Chairman*)
Liang Qing
Luo Zhihai

Nomination Committee

Chu Hing Tsung (*Committee Chairman*)
Zhang Lu
Hung Muk Ming

Company Secretary

Ng Hoi Leung, Leo

董事會

截至2023年12月31日止年度(「2023年度」)及於本年報日期,銀建國際控股集團有限公司(「本公司」)(連同其附屬公司統稱「本集團」)董事(「董事」)會(「董事會」)之組成呈列如下:

執行董事

朱慶焜 (*主席及聯席行政總裁*)
陳永存 (*聯席行政總裁*)
羅智海
唐倫飛
翁鍵 (*於2023年7月1日獲委任*)
王平 (*於2023年4月1日辭任*)

非執行董事

陳志偉

獨立非執行董事

梁青
張璐
洪木明

審核委員會

洪木明 (*委員會主席*)
梁青
張璐

薪酬委員會

張璐 (*委員會主席*)
梁青
羅智海

提名委員會

朱慶焜 (*委員會主席*)
張璐
洪木明

公司秘書

吳海良

CORPORATE INFORMATION 企業資料

Company Lawyers

LCH Lawyers LLP

Auditor

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor

Principal Bankers

Bank of China (Hong Kong) Limited
Industrial and Commercial Bank of China (Asia) Limited

Share Registrar and Transfer Office

Tricor Secretaries Limited
17/F, Far East Finance Centre,
16 Harcourt Road,
Hong Kong
(Tel: 29801333 Fax: 28108185)

Registered Office

Suite 4901, 49th Floor,
Office Tower, Convention Plaza,
1 Harbour Road, Wanchai, Hong Kong
(Tel: 28023606 Fax: 28029506)

Company Website

<http://www.silvergrant.com.cn>

Stock Code

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公司律師

呂鄭洪律師行有限法律責任合夥

核數師

安永會計師事務所
執業會計師
註冊公眾利益實體核數師

主要往來銀行

中國銀行(香港)有限公司
中國工商銀行(亞洲)有限公司

股份登記及過戶處

卓佳秘書商務有限公司
香港
夏慤道16號
遠東金融中心17樓
(電話：29801333 傳真：28108185)

註冊辦事處

香港灣仔港灣道1號
會展廣場辦公大樓
49樓4901室
(電話：28023606 傳真：28029506)

公司網址

<http://www.silvergrant.com.cn>

股份代號

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CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW

The Group has recorded a loss attributable to owners of the Company of approximately HK\$947,409,000 for Year 2023, as compared with that of approximately HK\$734,563,000 for the year ended 31 December 2022 ("Year 2022"). Basic loss per share ("Share") of the Company was 41.11 HK cents for Year 2023 (Year 2022: 31.87 HK cents).

In 2023, the global macro-environment was complex and volatile as a result of the frequent extreme weather conditions, the rapid developments in artificial intelligence, the continued regional conflicts and the volatility in the Sino-US relations, which all led to a faltering world economy. The economy of the People's Republic of China ("PRC", "China" or "Mainland China") also experienced a series of challenges, including insufficient effective domestic demand, difficulties in the real estate industry and pressure on foreign trading. Nevertheless, China's economy had still contributed significantly to global economic growth and remained one of the largest engines of global growth in 2023.

業務回顧

本集團錄得2023年度本公司擁有人應佔虧損約947,409,000港元，而截至2022年12月31日止年度(「2022年度」)則錄得約734,563,000港元。2023年度每股本公司股份(「股份」)基本虧損為41.11港仙(2022年度：31.87港仙)。

於2023年，全球宏觀環境複雜多變，極端天氣事件頻發，人工智能迅猛發展，局部地區衝突持續，中美關係跌宕起伏，世界經濟蹣跚前行。中華人民共和國(「中國」或「中國內地」)經濟亦經受著一系列挑戰，包括國內有效需求不足、房地產行業陷入困境、外貿形勢承受壓力等。儘管如此，2023年中國經濟對全球經濟增長的貢獻依舊可觀，仍是全球增長的最大引擎。

CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW (Continued)

The Company's joint venture, 中海油氣(泰州)石化有限公司 (Zhong Hai You Qi (Tai Zhou) Petrochemical Company Limited*) ("Zhong Hai You Qi"), which is principally engaged in the crude oil processing business as well as the production and sale of petrochemical products, has still successfully achieved its production and operation goals for Year 2023, despite the challenging and complex issues in connection with its products, such as the volatile international crude oil prices, the sharp decrease in the spread between the wholesale price and the retail price of domestic refined oil products, and the ongoing decline in the prices of chemical products. During the year under review, Zhong Hai You Qi strictly implemented various modules of its production safety and health, safety and environmental management systems. By adopting a diversified sales model that combines both the wholesale and retail markets, Zhong Hai You Qi has created a complementary management system that integrates sales and logistics to achieve a stable increase in the number of its customers and steady improvement in its delivery speed, which has laid a solid foundation for stabilising its market share. Zhong Hai You Qi has also made good strides in advancing its high-end lubricating oil business, including (1) the seamless progress of scientific research on adjuvants for animal vaccines, for which it has been exploring with business partners for industrial production and application; (2) the ongoing enhancement of product competitiveness and the reinforcement of partnerships with prominent multinational enterprises and state-owned enterprises; and (3) the breakthroughs in export for transformer oil products which are supplied to Southeast Asia and the Middle East. Nevertheless, Zhong Hai You Qi carried out a major overhaul at its factory during Year 2023, which resulted in a suspension in its operation for two months and thus a decline in its overall performance for Year 2023 as compared with that for Year 2022.

業務回顧(續)

儘管面對國際原油價格震盪波動、國內成品油批零價差大幅收窄、化工品價格持續低迷等嚴峻複雜形勢，本公司之合營企業中海油氣(泰州)石化有限公司(「中海油氣」)(主要從事原油加工及生產銷售石化產品的業務)仍出色地完成了2023年度的生產經營目標。於回顧年內，中海油氣嚴格落實安全生產和健康、安全與環境管理體系要素，通過採用批發和零售相結合的多元化銷售模式，並打造與之配套的銷售物流一體化管理系統，實現了客戶數量和發貨速度的穩步提升，為穩定市場份額打下了堅實的基礎。在推進高端潤滑油業務方面，中海油氣亦取得了積極的進展，包括(1)動物疫苗佐劑科研進展順利，正與業務合作夥伴共同探索工業化生產應用；(2)不斷提升產品競爭力，加強與頭部跨國企業及央企合作；(3)變壓器油產品取得出口突破，供貨至東南亞及中東地區。然而，中海油氣於2023年度對其工廠進行大型維修，導致其停產兩個月，使2023年整體業績較2022年有所下滑。

* English name is translated for identification purpose only

*英文名稱翻譯僅供識別

CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW (Continued)

Given the prevailing government policies and the development trends in relation to the green industry, the Board believes that making investments in the relevant sub-sectors of the new energy industry would be an essential move for the Group to achieve its strategic transformation. In the second half of 2023, the Group made additional adjustments to its strategic deployment. With respect to conventional energy, the Group had continued to support the transformation and upgrading of the petrochemical industry towards fine chemicals. Regarding the new energy business, the Group had concentrated on investing in distributed photovoltaic projects and electric vehicle charging pile projects, striving to create its own competitive advantages in the "photovoltaics, storage and charging" business sectors.

In 2023, the photovoltaic cell module project company invested by the Company's joint venture, 北京靈駿新能源科技有限責任公司 (Beijing Lingjun New Energy Technology Company Limited*) ("Beijing Lingjun"), had reached significant milestones. In September 2023, the first module of the first 5GW high-efficiency heterojunction cell and module project of the project company (which is engaged in the research and development, production and sales of photovoltaic module in China) was successfully rolled off the production line. In October 2023, the project commenced mass production. In December 2023, the project company started delivering the first batch of high-efficiency heterojunction module products to its customers.

In December 2023, the Group entered into a cooperation agreement with a partner in relation to investments in distributed photovoltaic projects, pursuant to which a rooftop distributed photovoltaic power plant with an installed capacity of approximately 1.3MW shall be constructed. The plant is currently in the pre-construction phase subject to the approval for project filing.

業務回顧(續)

考慮到目前的政策環境以及綠色產業的發展趨勢，董事會認為投資新能源產業的相關細分行業將成為本集團謀求戰略轉型的重要舉措。於2023年下半年，本集團進一步調整戰略部署，在傳統能源方面將持續支持石化產業向精細化工方向轉型升級，在新能源業務方面，將聚焦佈局分布式光伏項目和電動汽車充電樁項目的投資，力爭在「光、儲、充」業務領域打造自身的競爭優勢。

本公司合營企業北京靈駿新能源科技有限責任公司(「北京靈駿」)所投資的光伏電池組件項目公司於2023年內取得了里程碑式的進展：2023年9月，項目公司(在中國從事光伏電池組件的研發、生產及銷售)的首個5GW高效異質結電池與組件項目的首件組件順利下線；2023年10月，項目開始量產；2023年12月，項目公司開始向客戶陸續交付首批高效異質結組件產品。

於2023年12月，本集團就分布式光伏項目投資與一位合作夥伴達成了合作協議，擬建設裝機規模約1.3MW的屋頂分布式光伏電站，已進入項目備案批復及施工前準備階段。

CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW (Continued)

Investments

The Group has been well-established in the investment industry for decades and has developed its own investment system. During the year under review, the Group had readjusted its business strategies and made the decision to scale down part of the business operations under its investments business segment (including its non-performing asset investments and asset management businesses), and redirected its focus to equity investments, and in particular to those in the new energy industry and its sub-sectors.

The Group has made investments in certain enterprises in the PRC which are classified by the Group as financial assets at fair value through profit or loss. As at 31 December 2023, the NT Trust Scheme (as defined below) was the most significant financial asset investment of the Group, the carrying value of which represented approximately 3.0% (31 December 2022: 3.9%) of the total assets of the Group. Further details of the NT Trust Scheme are set out below:

業務回顧(續)

投資

本集團紮根投資業務數十年，構建了自身的投資體系。於回顧年內，經過全盤考慮，本集團重新調整經營策略，決定收縮部分投資業務分部項下的業務營運，包括其不良資產投資及資產管理業務，將重心轉為股權投資，特別着重新能源產業及其細分領域。

本集團投資於若干中國企業，並由本集團歸類為以公允值計量且其變動計入損益的金融資產。於2023年12月31日，NT Trust Scheme(定義如下)為本集團最重大的金融資產投資，其賬面值佔本集團總資產約3.0%(2022年12月31日: 3.9%)。有關NT Trust Scheme之進一步詳情載列如下：

CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW (Continued)

Investments (Continued)

The Group has invested RMB505,000,000 (equivalent to approximately HK\$557,419,000) in aggregate into a trust ("NT Trust Scheme") managed by 國民信託有限公司 (National Trust Co., Ltd.*), which holds a portfolio of limited liability partnerships investing in property development investments in Zhuozhou and Shenyang in the PRC. As at 31 December 2023, the carrying value of the NT Trust Scheme as measured at fair value through profit or loss, amounted to approximately HK\$230,801,000 (31 December 2022: HK\$387,458,000) and accounted for approximately 3.0% (31 December 2022: 3.9%) of the total assets of the Group. Out of the loss of approximately HK\$147,287,000 (Year 2022: HK\$166,108,000) recorded by the Group in the change in fair value of financial assets at fair value through profit or loss for Year 2023, a loss of approximately HK\$151,936,000 (Year 2022: HK\$35,309,000) was attributable to the fair value change of the NT Trust Scheme as at 31 December 2023. The Group did not receive any distribution from the NT Trust Scheme during Year 2023 (Year 2022: Nil). Based on the current investment strategy of the Group, its interest in the NT Trust Scheme is held for trading and classified as a current asset in its consolidated statement of financial position.

業務回顧(續)

投資(續)

本集團已向一項信託(「NT Trust Scheme」)合共投資人民幣505,000,000元(相當於約557,419,000港元),該信託由國民信託有限公司管理,並持有投資於中國涿州及瀋陽物業發展投資之有限責任合夥組合。於2023年12月31日,以公允值計量且其變動計入損益的NT Trust Scheme的賬面值為約230,801,000港元(2022年12月31日:387,458,000港元),並佔本集團總資產約3.0%(2022年12月31日:3.9%)。2023年度本集團以公允值計量且其變動計入損益的金融資產之公允值變動所錄得約147,287,000港元(2022年度:166,108,000港元)之虧損中,約151,936,000港元(2022年度:35,309,000港元)虧損乃歸因於NT Trust Scheme於2023年12月31日之公允值變動。於2023年度,本集團並無收到NT Trust Scheme之任何分派(2022年度:無)。根據本集團目前的投資策略,於NT Trust Scheme之權益乃持有待售,並於綜合財務狀況表內列為流動資產。

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*英文名稱僅供識別

CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW *(Continued)*

Investments *(Continued)*

In 2023, the Group successfully disposed of certain non-performing asset investment projects and recovered part of the funds. In relation to the existing equity investment projects, the investment management team has comprehensively sorted out the progress of the projects, strengthened its post-investment management of the projects and paid attention to the market dynamics at all times, so that each project can be exited at an appropriate time.

The objective of the Group in relation to its investments in financial assets is to capture returns from the appreciation of the value of its investments and to receive income therefrom. The Board believes that the performance of the financial asset investments of the Group is dependent on the financial and operating performance of the investee companies and market sentiment, which are affected by factors, such as interest rate movements, national policies, and the performance of the major economies. The Group will continue to adopt prudent investment principles, closely monitor the performance of its investment portfolio, and readjust its investment strategies as and when appropriate. In response to the potential market volatility and economic downturns, the Group has accelerated the realisation of its mature investments while reducing the proportion of its medium and long-term investments to improve its liquidity position.

業務回顧(續)

投資(續)

於2023年，本集團成功處置了若干不良資產投資項目，回籠了部分資金。針對存量股權投資項目，投資管理團隊全面梳理了各個項目的進度，加強其項目的投後管理力度，並時刻關注市場動態，等待合適時機推動項目退出。

本集團投資於金融資產旨在從其投資升值賺取回報並從中取得收入。董事會認為，本集團金融資產投資之表現取決於被投資公司之財務及經營表現，以及市場氣氛，而該等因素受利率變動、國家政策以及主要經濟體之表現所影響。本集團將繼續採取審慎投資原則，並密切監察其投資組合之表現，適時調整其投資策略。為應對潛在的市場波動和經濟衰退，本集團一方面加快變現其到期投資，另一方面降低中長期投資比重，以改善其流動資金狀況。

CHAIRMAN'S STATEMENT 主席報告

BUSINESS REVIEW *(Continued)*

Property Leasing

The rental income from the Group's property leasing business in Year 2023 was approximately HK\$96,958,000 (Year 2022: HK\$96,884,000), which had remained stable between the two years. Revenue from this business segment was derived from the leasing of East Gate Plaza, an investment property of the Group located in Beijing, China, consisting of apartments, shops and offices. The property operation team of the Group has endeavoured to implement various measures to stabilise the rental income of the Group, including: (1) conducting monthly market research, keeping abreast of market trends, and flexibly adjusting leasing strategies; (2) actively maintaining the relationships between the Group and its existing corporate and institutional customers and developing new customers to establish a long-term stable customer base; and (3) developing a rigorous and timely collection process to recover any rents in arrears and improve the rent recovery ratio of the Group in 2023.

業務回顧(續)

物業租賃

本集團物業租賃業務於2023年度的租金收入為約96,958,000港元(2022年度96,884,000港元),兩個年度之收入保持穩定。該分部收益來自於本集團位於中國北京的一個投資物業——東環廣場,包括出租公寓、商舖及寫字樓。本集團之物業經營團隊積極落實多方舉措穩定租金收入,包括:(1)以月度為週期進行市場調研,緊貼市場動態,靈活調整租賃策略;(2)積極維繫其現有企業和機構客戶及開拓新客戶,以保持長期穩定的客戶群體;(3)制定了嚴謹及時的催繳流程以追繳欠租,並在2023年內改善了租金的可收回比率。

CHAIRMAN'S STATEMENT 主席報告

PROSPECTS AND OUTLOOK

Looking forward to 2024, global economic growth is expected to slow down further. It is noted from China's Central Economic Work Conference held in December 2023 that stable growth will remain the keynote of the economic work of China in 2024. The main tasks of the Chinese government will include expanding domestic demand, effectively resolving the risks of the real estate corporations, and promoting financial stability. It is expected that investors will still focus on identifying new growth drivers through innovation and value chain upgrade, while capital in the market will continue to pour into areas such as the digital economy, artificial intelligence development and green technology. In order to maintain the stable growth of its existing businesses, the Group will delve deeply into new energy and scale down its investments in non-performing assets and loans gradually. By strengthening the construction of talent teams, developing relationships with different business partners and considering diversified financing channels, the Group will increase its investments in the "photovoltaics, storage and charging" sectors in the new energy industry, so as to lay a solid foundation for its sustainable development.

展望及前景

展望2024年，預期全球經濟增長將進一步放緩。通過解讀2023年12月召開的中國中央經濟工作會議，穩增長依舊是2024年中國經濟工作的基調，中國政府的重點工作包括擴大國內需求、有效化解房地產企業風險、促進金融穩定等。投資者仍然關注通過創新和價值鏈升級尋找新的增長驅動因素，市場資金將持續湧入數字經濟、人工智能發展和綠色技術等領域。本集團將在保持現有業務穩定增長的基礎上，深耕新能源賽道，並逐步縮減對不良資產及貸款的投資。通過加強人才隊伍建設、拓展不同類型的合作夥伴、考慮多元化的融資渠道，在「光、儲、充」業務領域新增投資規模，為集團的可持續發展奠定扎實的基礎。

CHAIRMAN'S STATEMENT 主席報告

MATERIAL ACQUISITIONS AND DISPOSALS

On 11 October 2023, (i) the Company, Silver Grant Hainan Investments (BVI) Limited ("SG Hainan"), a wholly owned subsidiary of the Company, and Silver Grant Group Limited ("First Purchaser"), an independent third party, entered into a sale and purchase agreement, pursuant to which (a) the Company and SG Hainan have conditionally agreed to sell, and the First Purchaser has conditionally agreed to acquire, 100% of the issued shares of Real China Development Limited ("Target Company"), a company incorporated in Hong Kong with limited liability and a wholly-owned subsidiary of the Company which held offices 1, 2 and 9 on 49th Floor, Office Tower, Convention Plaza, No. 1 Harbour Road, Hong Kong ("Office Property"), and (b) the Company has conditionally agreed to sell, and the First Purchaser has conditionally agreed to acquire, all amounts, including the principal and interest owing by the Target Company to the Company, at the consideration of HK\$200,000,000, subject to adjustments ("First Disposal"); and (ii) the Company and Mr. Gao Jimmy Z. ("Second Purchaser"), an independent third party, entered into a sale and purchase agreement, pursuant to which the Company has conditionally agreed to sell, and the Second Purchaser has conditionally agreed to acquire, the duplex apartment 9B on 9/F & 10/F, No. 6A Bowen Road, Hong Kong and the car parking space No. 106 on 2nd Level Basement, No. 6A Bowen Road, Hong Kong ("Investment Property"), at the consideration of HK\$70,000,000 ("Second Disposal").

Both the First Disposal and the Second Disposal were completed in December 2023. Further details of the First Disposal and the Second Disposal are set out in the announcement and the circular of the Company dated 11 October 2023 and 22 November 2023 respectively.

Save for the above, the Group did not have any material acquisition or disposal during Year 2023.

重大收購及出售事項

於2023年10月11日，(i)本公司、Silver Grant Hainan Investments (BVI) Limited(「SG Hainan」，為本公司之全資附屬公司)與銀建集團有限公司(「第一位買方」，為獨立第三方)訂立一項買賣協議，據此(a)本公司及SG Hainan有條件同意出售而第一位買方有條件同意購買泰境發展有限公司(「目標公司」)之100%已發行股份，該公司為於香港註冊成立之有限公司，並屬本公司之全資附屬公司，持有香港灣道1號會展廣場辦公大樓49樓1號、2號及9號辦公室(「辦公室物業」)；及(b)本公司有條件同意出售而第一位買方有條件同意收購包括目標公司結欠本公司之本金及利息之所有金額，代價為200,000,000港元，可予以調整(「第一項出售事項」)；及(ii)本公司與Gao Jimmy Z.先生(「第二位買方」，為獨立第三方)訂立一項買賣協議，據此本公司有條件同意出售而第二位買方有條件同意收購香港寶雲道6A號9樓及10樓9B複式公寓及地庫2樓106號停車位(「投資物業」)，代價為70,000,000港元(「第二項出售事項」)。

第一項出售事項及第二項出售事項均已於2023年12月完成。有關第一項出售事項及第二項出售事項之進一步詳情分別載於本公司日期為2023年10月11日及2023年11月22日之公告及通函。

除上述者外，於2023年度內，本集團並無任何重大收購或出售事項。

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FINANCIAL REVIEW

The loss attributable to the owners of the Company increased by approximately 29% from approximately HK\$734,563,000 for Year 2022 to approximately HK\$947,409,000 for Year 2023 and the basic loss per share attributable to ordinary equity holders of the Company increased from 31.87 HK cents for Year 2022 to 41.11 HK cents for Year 2023, mainly due to the following:

- (a) the decrease in the Group's other income, gains and losses from approximately HK\$467,687,000 for Year 2022 to approximately HK\$258,946,000 for Year 2023, mainly due to the combined effect of: (i) the decrease in the aggregate interest income from an amount due from a joint venture and loan receivables from approximately HK\$455,174,000 for Year 2022 to approximately HK\$202,694,000 for Year 2023; and (ii) the gain on the disposal of a subsidiary of approximately HK\$36,957,000 during Year 2023, which was absent during Year 2022;
- (b) the increase in the Group's impairment of financial assets, net from approximately HK\$251,580,000 for Year 2022 to approximately HK\$489,129,000 for Year 2023, mainly attributable to the increase in the impairment loss provision in the amount of approximately HK\$172,452,000 made by the Group on its loan receivables under the expected credit loss model in accordance with HKFRS 9 *Financial Instruments* from Year 2022 to Year 2023, as a result of the deterioration in the credit quality of the Group's loan receivables during Year 2023;

財務回顧

本公司擁有人應佔虧損已由2022年度約734,563,000港元增加約29%至2023年度約947,409,000港元，而本公司普通權益持有人應佔每股基本虧損由2022年度的31.87港仙增加至2023年度的41.11港仙，主要由於以下各項因素：

- (a) 本集團其他收入、收益及虧損由2022年度約467,687,000港元減少至2023年度約258,946,000港元，主要由於下列因素的綜合影響所致：(i)應收一家合營企業款及應收貸款利息收入由2022年度合共約455,174,000港元減少至2023年度約202,694,000港元；及(ii)於2023年度出售附屬公司的收益約36,957,000港元，而於2022年度並無此項；
- (b) 本集團金融資產減值淨額由2022年度約251,580,000港元增加至2023年度約489,129,000港元，主要由於2023年度本集團應收貸款信貸質量惡化，本集團根據香港財務報告準則第9號*金融工具*的預期信貸虧損模型就其應收貸款計提的減值虧損撥備從2022年度至2023年度增加約172,452,000港元所致；

CHAIRMAN'S STATEMENT 主席報告

FINANCIAL REVIEW (Continued)

- (c) the decrease in the loss from the fair value of the investment properties of the Group from approximately HK\$208,156,000 for Year 2022 to approximately HK\$63,646,000 for Year 2023, mainly due to (i) the decrease in the fair value loss of the Group's investment property located in Beijing as at 31 December 2023, as compared with that as at 31 December 2022; and (ii) the disposal of the Investment Property by the Group in December 2023;
- (d) the decrease in the finance costs incurred by the Group from approximately HK\$530,034,000 for Year 2022 to approximately HK\$342,422,000 for Year 2023, mainly due to the full redemption of the convertible bonds by the Group in the first half of Year 2023; and
- (e) the decline in the performance of Zhong Hai You Qi (one of the Company's joint ventures) in Year 2023 as a result of the major overhaul carried out by Zhong Hai You Qi at its factory, which led to a two-month interruption in its operation in Year 2023 and hence the turn of the Company's share of Zhong Hai You Qi's result from a profit of approximately HK\$6,600,000 for Year 2022 to a loss of approximately HK\$68,937,000 for Year 2023.

Revenue

Rental income of the Group for Year 2023 amounted to approximately HK\$96,958,000 (Year 2022: HK\$96,884,000), which had remained stable between the two years.

財務回顧(續)

- (c) 本集團投資物業公允值虧損由2022年度約208,156,000港元減少至2023年度約63,646,000港元，主要由於(i)於2023年12月31日，本集團位於北京的投資物業公允值虧損較2022年12月31日減少；及(ii)本集團於2023年12月出售投資物業所致；
- (d) 本集團產生之融資成本由2022年度約530,034,000港元減少至2023年度約342,422,000港元，主要由於本集團於2023年度上半年悉數贖回可換股債券所致；及
- (e) 於2023年度，本公司其中一家合營企業中海油氣業績下滑，乃由於中海油氣對其工廠進行大型維修，導致其於2023年度停產兩個月，因此，本公司攤佔中海油氣的業績由2022年度溢利約6,600,000港元轉為2023年度虧損約68,937,000港元。

收益

本集團2023年度的租金收入為約96,958,000港元(2022年度：96,884,000港元)，兩個年度的收入保持穩定。

CHAIRMAN'S STATEMENT 主席報告

FINANCIAL REVIEW (Continued)

Other income, gains and losses

The decrease in the Group's other income, gains and losses from approximately HK\$467,687,000 for Year 2022 to approximately HK\$258,946,000 for Year 2023 was mainly due to the combined effect of: (i) the decrease in the aggregate interest income from an amount due from a joint venture and loan receivables from approximately HK\$455,174,000 for Year 2022 to approximately HK\$202,694,000 for Year 2023; and (ii) the gain on the disposal of a subsidiary of approximately HK\$36,957,000 during Year 2023, which was absent during Year 2022.

Impairment of financial assets, net

The increase in the Group's impairment of financial assets, net from approximately HK\$251,580,000 for Year 2022 to approximately HK\$489,129,000 for Year 2023 was mainly attributable to the increase in the impairment loss provision in the amount of approximately HK\$172,452,000 made by the Group on its loan receivables under the expected credit loss model in accordance with HKFRS 9 *Financial Instruments* from Year 2022 to Year 2023, as a result of the deterioration in the credit quality of the Group's loan receivables during Year 2023.

Change in fair value of investment properties

The decrease in the loss from the fair value of the investment properties of the Group from approximately HK\$208,156,000 for Year 2022 to approximately HK\$63,646,000 for Year 2023 was mainly attributable to (i) the decrease in the fair value loss of the Group's investment property located in Beijing as at 31 December 2023, as compared with that as at 31 December 2022; and (ii) the disposal of the Investment Property by the Group in December 2023.

財務回顧(續)

其他收入、收益及虧損

本集團其他收入、收益及虧損由2022年度約467,687,000港元減少至2023年度約258,946,000港元，主要由於下列因素的綜合影響所致：(i)應收一家合營企業款及應收貸款利息收入由2022年度合共約455,174,000港元減少至2023年度約202,694,000港元；及(ii)2023年度出售一間附屬公司之收益約36,957,000港元，而於2022年度並無此項。

金融資產減值淨額

本集團金融資產減值淨額由2022年度約251,580,000港元增加至2023年度約489,129,000港元，主要由於2023年度本集團應收貸款信貸質量惡化，本集團根據香港財務報告準則第9號金融工具的預期信貸虧損模型就其應收貸款計提的減值虧損撥備從2022年度至2023年度增加約172,452,000港元所致。

投資物業之公允值變動

本集團之投資物業之公允值虧損由2022年度約208,156,000港元減少至2023年度約63,646,000港元，主要由於(i)於2023年12月31日本集團位於北京之投資物業之公允值虧損較2022年12月31日有所減少；及(ii)本集團於2023年12月出售投資物業。

CHAIRMAN'S STATEMENT 主席報告

FINANCIAL REVIEW (Continued)

Finance costs

The decrease in the finance costs incurred by the Group from approximately HK\$530,034,000 for Year 2022 to approximately HK\$342,422,000 for Year 2023 was mainly due to the full redemption of the convertible bonds by the Group in the first half of Year 2023.

Share of profits or losses of joint ventures

The change in the Company's share of profits or losses of joint ventures from profits of approximately HK\$1,130,000 for Year 2022 to losses of approximately HK\$83,071,000 for Year 2023 was mainly attributable to the decline in the performance of Zhong Hai You Qi (one of the Company's joint ventures) in Year 2023 as a result of the major overhaul carried out by Zhong Hai You Qi at its factory, which led to a two-month interruption in its operation in Year 2023 and hence the turn of the Company's share of Zhong Hai You Qi's result from a profit of approximately HK\$6,600,000 for Year 2022 to a loss of approximately HK\$68,937,000 for Year 2023.

Property, plant and equipment

The substantial decrease in the property, plant and equipment of the Group from approximately HK\$238,199,000 as at 31 December 2022 to approximately HK\$54,134,000 as at 31 December 2023 was mainly due to the disposal of the Office Property in December 2023, which had been used by the Company as its office in Hong Kong.

財務回顧(續)

財務費用

本集團的財務費用由2022年度約530,034,000港元減少至2023年度約342,422,000港元，主要由於本集團於2023年度上半年悉數贖回可換股債券。

攤佔合營企業損益

本公司攤佔合營企業損益由2022年度溢利約1,130,000港元轉為2023年度虧損約83,071,000港元，主要由於本公司其中一家合營企業中海油氣對其工廠進行大型維修，導致其於2023年度停產兩個月，使中海油氣於2023年度業績下滑，因此，本公司攤佔中海油氣的業績由2022年度溢利約6,600,000港元轉為2023年度虧損約68,937,000港元。

物業、廠房及設備

本集團的物業、廠房及設備由2022年12月31日約238,199,000港元大幅減少至2023年12月31日的約54,134,000港元，主要由於2023年12月已出售辦公室物業，其由本公司用作在香港的辦公室。

CHAIRMAN'S STATEMENT 主席報告

FINANCIAL REVIEW *(Continued)*

Accrued charges, rental deposits and other payables

The decrease in the Group's accrued charges, rental deposits

CHAIRMAN'S STATEMENT 主席報告

TREASURY POLICY (Continued)

Cash Position

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Restricted bank balance	受限制銀行結餘	—	674,814
Cash and bank balances	現金及銀行結餘	57,333	97,517
Total	總額	57,333	772,331

As at 31 December 2023, the Group's cash and bank balances were denominated in the following currencies:

庫務政策(續)

現金狀況

於2023年12月31日，本集團之現金及銀行結餘按下列貨幣計值：

		2023	2022
HK\$	港元	5.0%	0.5%
RMB	人民幣	94.7%	99.5%
US\$	美元	0.3%	0.0%
		100.0%	100.0%

The Group conducted its business almost exclusively in RMB except that certain transactions were conducted in HK\$ and United States dollars ("US\$"). The conversion of RMB into HK\$, US\$ or other foreign currencies has been based on the rates set by the People's Bank of China. The value of RMB against HK\$, US\$ and other foreign currencies may fluctuate and is affected by factors such as changes in the PRC's political and economic conditions. The Group has not adopted any financial instruments for hedging purposes. However, the Group will constantly assess the foreign exchange risk it encounters so as to decide on the hedging policy required against the possible foreign exchange risk that may arise.

除若干交易以港元及美元(「美元」)進行外，本集團絕大部分業務均以人民幣進行。人民幣兌港元、美元或其他外幣乃按照中國人民銀行設定的匯率兌換。人民幣兌港元、美元及其他外幣的價值或會波動，並受中國政治及經濟狀況變化等因素的影響。本集團並無採用任何金融工具作對沖用途。然而，本集團將持續評估所面臨的外匯風險，以針對可能出現的外匯風險釐定所需的對沖政策。

CHAIRMAN'S STATEMENT 主席報告

TREASURY POLICY (Continued)

Working Capital and Borrowings

As at 31 December 2023, the Group's total borrowings amounted to approximately HK\$3,551,936,000 in aggregate. The composition of these borrowings is summarised below:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Short term borrowings	短期借款	3,485,049	1,388,974
Long term borrowings	長期借款	66,887	2,541,766
Convertible bonds	可換股債券	—	41,712
Total borrowings	借款總額	3,551,936	3,972,452
Cash and bank balances	現金及銀行結餘	57,333	97,517
Net borrowings	借款淨額	3,494,603	3,874,935

Interests for all borrowings of the Group for Year 2023 were charged at fixed and floating rates ranging from 3.7% per annum to 27.6% per annum (Year 2022: 3.7% per annum to 12.0% per annum).

As at 31 December 2023, the long and short term borrowings of the Group which remained outstanding were denominated in the following currencies:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
HK\$	港元	—	180,000
RMB	人民幣	3,551,936	3,750,740
		3,551,936	3,930,740

庫務政策(續)

營運資金及借款

於2023年12月31日，本集團之借款總額約為3,551,936,000港元。該等借款的組成概述如下：

於2023年度，本集團所有借款之利息均是以固定及浮動利率計算，介乎年利率3.7%至年利率27.6%(2022年度：年利率3.7%至年利率12.0%)。

於2023年12月31日，本集團尚未償還之長期及短期借款按下列貨幣計值：

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TREASURY POLICY (Continued)

Working Capital and Borrowings (Continued)

As at 31 December 2023, the long and short term borrowings of the Group which remained outstanding carried at fixed and floating interest rates as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Fixed interest rates	固定利率	1,456,876	1,689,583
Floating interest rates	浮動利率	2,095,060	2,241,157
		3,551,936	3,930,740

As at 31 December 2023, the maturity profile of the long and short term borrowings of the Group was as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Bank loans repayable:	應償還銀行貸款：		
Within one year or on demand	一年內或按要求	161,700	50,392
In the second year	第二年	33,775	152,856
In the third to fifth years, inclusive	第三至第五年(包括首尾兩年)	—	35,386
		195,475	238,634
Other loans repayable:	應償還其他貸款：		
Within one year or on demand	一年內或按要求	3,323,349	1,338,582
In the second year	第二年	—	333,147
In the third to fifth years, inclusive	第三至第五年(包括首尾兩年)	33,112	2,020,377
		3,356,461	3,692,106
		3,551,936	3,930,740

庫務政策(續)

營運資金及借款(續)

於2023年12月31日，本集團尚未償還之長期及短期借款按固定及浮動利率計息的分類如下：

於2023年12月31日，本集團長期及短期借款到期情況如下：

CHAIRMAN'S STATEMENT 主席報告

TREASURY POLICY (Continued)

Working Capital and Borrowings (Continued)

The 12% per annum convertible bonds in the aggregate principal amount of HK\$1,150,000,000 due in December 2022 issued by the Company had been fully redeemed after the Company redeemed the remaining balance of such bonds in the aggregate principal amount of approximately HK\$41,712,000 during the first half of Year 2023.

As at 31 December 2023, the gearing ratio (calculated as interest-bearing bank and other borrowings, over equity attributable to owners of the Company) and the current ratio (calculated as current assets over current liabilities) of the Group were 114% (31 December 2022: 99%) and 0.8x (31 December 2022: 1.9x) respectively. These ratios are key performance indicators used by the management of the Group to measure the Group's level of leverage to ensure the Group has the liquidity to meet its financial obligations at all times. The Group will strive to improve its liquidity by expediting the collection and/or disposal of its outstanding loan receivables and the disposal of its financial asset investments (including its equity investments and non-performing assets portfolio).

庫務政策(續)

營運資金及借款(續)

本公司發行總本金額1,150,000,000港元以每年12%計算之可換股債券於2022年12月到期，其於2023年度上半年由本公司贖回該債券總本金額餘額約41,712,000港元後已悉數贖回。

於2023年12月31日，本集團之借貸比率(即計息銀行及其他借款除以本公司擁有人應佔股權計算所得)及流動比率(即流動資產除以流動負債計算所得)分別為114%(2022年12月31日：99%)及0.8x(2022年12月31日：1.9x)。該等比率為本集團管理層用以計量本集團槓桿水平之主要表現指標，以確保本集團於任何時候有可應付其財務責任之流動資金。本集團將通過加快收回及或出售其未償還應收貸款及出售其金融資產投資(包括股權投資及不良資產組合)以致力改善其流動資金。

CHAIRMAN'S STATEMENT 主席報告

TREASURY POLICY (Continued)

Working Capital and Borrowings (Continued)

As at 31 December 2023, the Group had cash and bank balances of approximately HK\$57 million and the Group's interest-bearing bank and other borrowings with an aggregate carrying amount of approximately HK\$3,485 million are due to be repaid within 12 months from the end of the reporting period, including (i) borrowing of approximately HK\$195 million which has not been repaid according to the scheduled repayment date before the end of the reporting period; and (ii) borrowings of approximately HK\$3,007 million with original maturity dates of over one year from the end of the reporting period which have been reclassified to current liabilities due to the delay in the payment of interest of certain borrowings and which has been repaid after year end. Furthermore, subsequent to the end of the reporting period, another borrowing of the Group with a principal amount of approximately HK\$131 million has not been repaid according to the scheduled repayment date. Up to the date of this annual report, the Group has not received any demand for immediate repayment of these and other borrowings, and the Group has been actively negotiating with the lenders for extension of the repayment date of certain of the aforesaid borrowings.

庫務政策(續)

營運資金及借款(續)

於2023年12月31日，本集團之現金及銀行結餘約為57,000,000港元，而本集團賬面總值約為3,485,000,000港元之計息銀行及其他借款須自報告期末起十二個月內償還，包括(i)於報告期末前尚未按照預定還款日期償還之借款約195,000,000港元；及(ii)原定到期日為距報告期末一年以上之借款約3,007,000,000港元(因延遲支付若干借款之利息(已於年末後償還)已重新分類至流動負債)。另外，於報告期末後，本集團另一筆本金額約為131,000,000港元之借款尚未按照預定還款日期償還。截至本年報日期，本集團尚未收到任何須即時償還該等及其他借款之要求，本集團亦就延長上述若干借款之還款日期積極與貸款人進行磋商。

CHAIRMAN'S STATEMENT 主席報告

TREASURY POLICY (Continued)

Working Capital and Borrowings (Continued)

In view of the above circumstances, the Directors have given careful consideration to the Group's future liquidity requirements, operating performance and available sources of financing in assessing the Group's ability to continue operating as a going concern. The following plans and measures are formulated to manage the working capital and improve the financial position of the Group:

- (i) the Group will continue to implement measures for the disposal of the outstanding loan receivables and loan interest receivables;
- (ii) the Group will continue to take measures to expedite the disposal of the financial asset investments, including equity investments and non-performing assets portfolio;
- (iii) the Group will continue its negotiations with the lenders of certain bank and other borrowings or other financial institutions on the refinancing of the borrowings; and
- (iv) the Group will obtain additional credit facilities from existing and other lenders as and when needed.

The Directors have reviewed the Group's cash flow projections prepared by management, which cover a period of not less than 12 months from 31 December 2023. They are of the opinion that, taking into account the above-mentioned plans and measures, the Group will have sufficient working capital to finance its operations and to meet its financial obligations as and when they fall due within 12 months from 31 December 2023. Accordingly, the Directors are satisfied that it is appropriate to prepare the consolidated financial statements of the Group on a going concern basis.

庫務政策(續)

營運資金及借款(續)

鑒於上述情況，董事在評估本集團持續經營能力時，已審慎考慮本集團未來流動資金需求、經營績效及可用融資來源。為管理營運資金及改善本集團財務狀況，制定以下計劃及措施：

- (i) 本集團將繼續實施出售未償還應收貸款及應收貸款利息的措施；
- (ii) 本集團將繼續採取措施，以加速出售金融資產投資，包括股權投資及不良資產組合；
- (iii) 本集團將繼續與若干銀行及其他借款的貸款人或其他金融機構就借款再融資進行磋商；及
- (iv) 本集團將於需要時向現有及其他貸款人獲取額外信貸融資。

董事已審閱管理層所編製本集團自2023年12月31日起不少於十二個月的現金流量預測。彼等認為，考慮到上述計劃及措施，本集團將擁有充足營運資金以為其營運提供資金，並履行自2023年12月31日起十二個月內到期的財務責任。因此，董事信納，按持續經營基礎編製本集團綜合財務報表乃屬適當。

CHAIRMAN'S STATEMENT 主席報告

TREASURY POLICY (Continued)

Working Capital and Borrowings (Continued)

Notwithstanding the above, significant uncertainties exist as to whether the Group is able to achieve its plans and measures as described above. Whether the Group will be able to continue as a going concern would depend on (i) the successful and timely implementation of the plans and measures for the disposal of the outstanding loan receivables and loan interest receivables; (ii) the successful and timely implementation of the plans for the disposal of the financial asset investments; (iii) the continual support from the existing lenders of the Group such that they will not demand for immediate repayment of the relevant borrowings; and (iv) the successful obtaining of new sources of financing as and when needed.

Should the Group be unable to achieve the above-mentioned plans and measures and operate as a going concern, adjustments would have to be made to write down the carrying values of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in the consolidated financial statements.

庫務政策(續)

營運資金及借款(續)

儘管上文所述，本集團能否實現上述計劃及措施仍存在重大不確定性。本集團能否持續經營取決於(i)出售未償還應收貸款及應收貸款利息的計劃及措施能否成功並及時實施；(ii)出售金融資產投資計劃能否成功並及時實施；(iii)本集團現有貸款人的持續支援，即其不會要求立即償還相關借款；及(iv)需要時成功獲得新的融資來源。

倘本集團未能實現上述計劃及措施且無法持續經營，則須進行調整以將本集團資產的賬面值撇減至可收回金額、就可能產生的任何進一步負債計提撥備，以及將非流動資產及非流動負債分別重新分類為流動資產及流動負債。該等調整的影響並無反映於綜合財務報表。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS

The Group has granted loans to persons who were introduced by the management of the Group, taking into account that the grant of the loans would provide interest income to the Group, which would bring better returns to the Group than bank deposits, in the absence of good investment opportunities with high returns, and broaden the income base of the Group. However, taking into consideration the current difficult economic conditions in the Mainland and the global markets, the Group does not intend to grant any further loans save for the loans and advances which may be made to the Company's associates or business partners.

Before granting the loans, the Group performed the following credit risk assessment:

- (i) understanding the background of the borrower, including its entity type, place of registration and nature of business;
- (ii) assessing the credit worthiness, reputation and credit history of the borrower etc.;
- (iii) performing public search to collate information about the borrower, such as checking the borrower's details in the "National Enterprise Credit Information Publicity System" in the PRC;
- (iv) obtaining the financial information of the borrower, such as its financial statements;
- (v) understanding the source of repayment from the borrower for assessing the repayment ability of the borrower; and
- (vi) if security is required to be provided, reviewing the adequacy of the securities and performing due diligence on the securities such as conducting property public search.

授出貸款

本集團向本集團管理層引薦的人士授出貸款，考慮到在缺乏高回報的良好投資機會的情況下，授出貸款將為本集團帶來利息收入，與銀行存款相較之下能為本集團帶來更佳回報，並拓闊本集團的收入基礎。然而，經計及目前內地及全球市場的經濟形勢嚴峻，除了可能向本公司聯營公司或業務夥伴提供之貸款及墊款外，本集團不擬提供任何進一步貸款。

在授出貸款之前，本集團已進行下列信貸風險評估：

- (i) 了解借款人的背景，包括其實體類型、註冊地點及業務性質；
- (ii) 評估借款人的信譽、聲譽及信貸記錄等；
- (iii) 進行公開查閱，以整理有關借款人的資料，例如於中國的「國家企業信用信息公示系統」中查看借款人的詳細資料；
- (iv) 獲取借款人的財務資料，例如其財務報表；
- (v) 了解借款人的還款來源，以評估借款人的還款能力；及
- (vi) 倘須提供抵押，審閱抵押物是否充足並對抵押物進行盡職調查，例如就財產進行公開查冊。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

After the grant of the loans, the Group has designated officers of its Financial Management Centre to monitor the repayment of the loans on the maturity dates. If there is any delay in the repayment of the loans, the designated officers will make telephone calls and/or send letters or messages to the borrowers in default to demand for repayment; and negotiate with the relevant borrowers for the repayment or settlement of the loans.

The Group may also engage lawyers to advise and/or assist in the recovery of the loans such as issuing demand letters to the borrowers in default, demanding for repayment of the outstanding amounts owed to the Group, and commencing legal actions against the relevant borrowers.

The Group will review and enhance its measures on the collection of loans and receivables to improve its loan recovery efficiency and financial resources.

Loan receivables

As at 31 December 2023, the carrying amount of the outstanding loan receivables of the Group ("Relevant Loan Receivables") amounted to approximately HK\$1,894,369,000 (31 December 2022: HK\$2,246,377,000), approximately HK\$156,000,000 (before loss allowance) (31 December 2022: HK\$156,000,000) of which were guaranteed. The Relevant Loan Receivables had fixed terms ranging from 2 months to 2 years (2022: 2 months to 2 years), with interest being charged at rates ranging from between 4.75% per annum to 20% per annum (2022: 4.75% per annum to 20% per annum).

授出貸款(續)

授出貸款後，本集團已指定財務管理中心人員監控到期日貸款的償還情況。倘出現任何延期還款，指定人員將致電及 或向違約借款人發出函件或信息追討還款；並與相關借款人協商償還或結清貸款。

本集團亦可能聘請律師提供意見及 或協助追回貸款，例如向違約借款人發出催款函、要求償還結欠本集團的款項、對相關借款人採取法律行動。

本集團將審閱及提高其收回貸款及應收款項之措施，從而提高收回貸款的效率及財務資源。

應收貸款

於2023年12月31日，本集團尚未償還的應收貸款(「相關應收貸款」)的賬面值為約1,894,369,000港元(2022年12月31日：2,246,377,000港元)，約156,000,000港元(計提虧損撥備前)(2022年12月31日：156,000,000港元)已予擔保。相關應收貸款的固定期限介乎2個月至2年(2022年：2個月至2年)，按年利率介乎4.75%至20%(2022年：年利率4.75%至20%)計息。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Loan receivables (Continued)

The Relevant Loan Receivables were granted to 56 corporate borrowers with business operations in China. Most of them are companies established in China. As at 31 December 2023, the Group's gross loan receivables amounted to approximately HK\$2,352,282,000 (31 December 2022: HK\$2,395,699,000), out of which approximately HK\$220,751,000 (31 December 2022: HK\$223,964,000) (representing approximately 9.4% (31 December 2022: 9.4%) of the total gross loan receivables of the Group) was due from the largest borrower of the Group and approximately HK\$579,551,000 (31 December 2022: HK\$582,764,000) (representing approximately 24.6% (31 December 2022: 24.3%) of the total gross loan receivables of the Group) was due from the five largest borrowers of the Group. All of the borrowers of the loans are independent of the Company and its connected persons (as defined in Chapter 14A of the Rules ("Listing Rules") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Stock Exchange")).

An ageing analysis of the Group's loan receivables (net of loss allowance for the loan receivables) based on the initial loan commencement dates as set out in the relevant loan agreements is as follows:

授出貸款(續)

應收貸款(續)

相關應收貸款已授予56名在中國營運業務的企業借款人。其大部分為中國註冊之公司。於2023年12月31日，本集團的應收貸款總額約為2,352,282,000港元(2022年12月31日：2,395,699,000港元)，其中約220,751,000港元(2022年12月31日：223,964,000港元)(約佔本集團應收貸款總額9.4%(2022年12月31日：9.4%))為應收本集團最大借款人款項及約579,551,000港元(2022年12月31日：582,764,000港元)(約佔本集團應收貸款總額24.6%(2022年12月31日：24.3%))為應收本集團前五大借款人款項。所有貸款之借款人均獨立於本公司及其關連人士(定義見香港聯合交易所有限公司(「聯交所」)證券上市規則(「上市規則」)第14A章)。

按相關貸款合同所載初始貸款開始日期所編製之本集團應收貸款(扣除應收貸款虧損撥備)之賬齡分析載列如下：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Within one year	一年內	346,627	1,303,898
After one year but within two years	一年後兩年內	778,191	585,244
After two years but within five years	兩年後五年內	769,551	357,235
		1,894,369	2,246,377

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Loan receivables (Continued)

An ageing analysis of the Group's loan receivables (net of loss allowance for the loan receivables) based on the loan maturity dates as set out in the relevant loan agreements is as follows:

授出貸款(續)

應收貸款(續)

按相關貸款合同所載貸款到期日所編製之本集團應收貸款(扣除應收貸款虧損撥備)之賬齡分析載列如下:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Not yet past due	尚未逾期	92,692	-
Past due:	逾期:		
0 - 90 days	0 - 90日	-	284,773
91 - 180 days	91 - 180日	253,935	369,678
181 - 365 days	181 - 365日	-	1,153,312
Over 365 days	超過365日	1,547,742	438,614
		1,894,369	2,246,377

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Loan receivables (Continued)

The COVID-19 pandemic had taken a toll on the financial performance and conditions of the relevant borrowers, and in turn their ability to repay the Relevant Loan Receivables. In early 2023, the operations in the offices of the Group in China gradually resumed to their pre-pandemic level after the Chinese government removed the COVID-19 related prevention and control measures and the employees of the Group returned to their office to work following the Chinese New Year holidays. As the business community (including the business partners of the Group) started to recover from the disruption caused by the pandemic, the Group commenced its process of recovering the Relevant Loan Receivables then outstanding by sending demand letters to the relevant borrowers, who indicated to the Group that they were unable to repay the loans on the original maturity dates as they, their businesses and/or the projects in which they had invested had been adversely affected by the pandemic. They proposed to the Group that they would settle the outstanding amounts by instalments (except for the borrowers of two loans) and requested the Group not to take legal action against them. Following the above actions taken by the Group, certain borrowers have settled their Relevant Loan Receivables. Taking into consideration the time and costs required to recover the Relevant Loan Receivables through legal actions and the financial conditions of the relevant borrowers, the Group considered that the repayment plans proposed by the relevant borrowers would be a better option in terms of the interest of the Group and no legal action has been taken by the Group. The Group has not entered into any agreement with the relevant borrowers in respect of the repayment proposals mentioned above, to the extent that the Group could reserve its right to take legal action against the relevant borrowers at any time. Nevertheless, throughout 2023, the Group had continued to closely monitor the status of the settlement of these loans and taken follow-up actions (when required), such as issuing demand letters to the defaulting borrowers.

授出貸款(續)

應收貸款(續)

新冠肺炎疫情對相關借款人的財務表現及狀況造成影響，以及其償還相關應收貸款的能力。於2023年初，在中國政府取消與新冠肺炎疫情相關的防控措施以及本集團僱員於農曆新年假期後返回辦公室工作後，本集團中國辦事處的運營逐步恢復至疫情前的水平。隨著商界(包括本集團的業務夥伴)開始從疫情造成的中斷中恢復過來，本集團開始向相關借款人發出催款函追討當時尚欠的相關應收貸款，而相關借款人向本集團表示由於彼等、其業務和/或其投資的項目受到新冠肺炎疫情不利影響而無法在原定到期日償還貸款。彼等(除了兩筆貸款的借款人)向本集團提議分期結清未償還款項，並請求本集團不要對其採取法律行動。本集團採取上述行動後，若干借款人已清償其相關應收貸款。考慮到透過法律行動收回相關應收貸款所需的時間及成本，以及相關借款人的財務狀況，本集團認為相關借款人提出的還款計劃對本集團的利益而言是較好的選擇，而本集團並沒有採取法律行動。本集團並無就上述還款建議與相關借款人訂立任何協議，惟本集團可保留隨時對相關借款人採取法律行動的權利。儘管如此，於2023年全年，本集團繼續密切監察該等貸款的結清情況，並於需要時採取後續行動，例如向違約借款人發出催款函。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS *(Continued)*

Loan receivables *(Continued)*

Due to the sluggish global economy, the strained Sino-US relations and the lack of investor confidence, economic recovery in China after the pandemic remained slow in 2023. While the financial position of the borrowers of the Relevant Loan Receivables (which were engaged in businesses operating in China) had already been adversely affected by the pandemic, the poor post-pandemic economic environment further weakened their financial conditions and thus their ability to repay the Relevant Loan Receivables. Save for five of the Relevant Loan Receivables with a total outstanding principal amount and interest of approximately HK\$97 million, all of the Relevant Loan Receivables were overdue as at 31 December 2023.

Impairment loss

The Group recorded a provision for impairment loss on the Relevant Loan Receivables of approximately HK\$310,200,000 (Year 2022: HK\$137,748,000) for Year 2023, which had been assessed by an independent qualified professional valuer ("Valuer") based on the expected credit loss ("ECL") model in accordance with Hong Kong Financial Reporting Standard ("HKFRS") 9 *Financial Instruments*, using the ge R09756 TTW 1Tdel 3Sr

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Impairment loss (Continued)

The measurement of ECL under HKFRS 9 *Financial Instruments* for the Relevant Loan Receivables requires judgement on, in particular, the estimation of the amount and timing of future cash flows when determining impairment losses and the assessment of any significant increase in credit risk. There estimates are driven by a number of factors, where the change of the factors which result in different levels of allowances, a lower/higher impairment loss may arise. The Group uses its credit loss experience, repayment history and financial position of the Group's debtors and their guarantors (if any) and an assessment of both the current and forecast general economic conditions to estimate the probability of default (based on probability of default sourced from Moody's average cumulative issuer-weighted global default rates), the loss given default (based on recovery rate from Moody's average senior unsecured bond recovery rates) and the impact on the forward-looking information (including the historical analysis and identified the key economic variables, like the GDP of China and the credit default spread of China's sovereign bond and annual credit loss rate sourced from Moody's). Provision involving historical data and qualitative input will be made in the ECL assessment of particular loan receivables when the Group acknowledges potential loss or financial difficulties of certain borrowers. On each reporting date, the Group assesses whether there has been a significant increase in credit risk for exposures since initial recognition by comparing the risk of default occurring over the expected life between the reporting date and the date of initial recognition. The Group considers reasonable, supportable and available information that is relevant and available without undue cost or effort for this purpose. This includes quantitative and qualitative information and also forward-looking analysis.

授出貸款(續)

減值虧損(續)

相關應收貸款根據香港財務報告準則第9號金融工具計量預期信貸虧損需要專業判斷，特別是，當釐定減值虧損及評估任何大幅增加的信貸風險時所估計的未來現金流量金額及時間。該等估值由多項因素帶動，其導致不同水平撥備及可能產生較低 較高的減值虧損。本集團使用其債務人及其擔保人(如有)的信貸虧損經驗、還款歷史及財務狀況加上現時及預計的一般經濟情況，評估違約概率(基於穆迪平均累計發行人加權全球違約率的違約概率)、違約虧損率(按穆迪平均高級無抵押債券回收率的回收率計算)及對前瞻性資料的影響(包括歷史分析及所識別關鍵經濟變量，如中國國內生產總值及中國主權債券的信貸違約利差以及按穆迪的年度信貸虧損率)。當本集團承認若干借款人的潛在虧損或財務困難導致不同水平撥備時，特定應收貸款的預期信貸虧損評估中將計入涉及歷史資料及定性輸入數據的撥備。於每個報告日期，本集團透過比較報告日期與初始確認日期之間整個預期時段發生的違約風險，評估信貸風險自初始確認以來是否大幅增加。就此而言，本集團會參考無需付出過多成本或努力即可獲取合理的、支持性及可用的信息，包括定量和定性信息及前瞻性分析。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Impairment loss (Continued)

The Group categorises the credit quality of the Relevant Loan Receivables according to 3 different stages under the ECL model:

Stage 1: financial instruments for which credit risk has not increased significantly since initial recognition and for which the loss allowance is measured at an amount equal to 12-month ECLs;

Stage 2: financial instruments for which credit risk has increased significantly since initial recognition but that are not credit-impaired financial assets and for which the loss allowance is measured at an amount equal to lifetime ECLs; and

Stage 3: financial assets that are credit-impaired at the reporting date (but that are not purchased or originated credit-impaired) and for which the loss allowance is measured at an amount equal to lifetime ECLs.

The value of significant inputs/assumptions adopted in the ECL assessment of the Related Loan Receivables included the following:

- (a) ECL staging classifications of the Relevant Loan Receivables;
- (b) outstanding balance of the Relevant Loan Receivables at the end of the reporting period;
- (c) loan start date and loan end date of the Relevant Loan Receivables;
- (d) expected timing and repayment amount of the Relevant Loan Receivables;
- (e) industry group/credit rating of the borrower of each Relevant Loan Receivable;

授出貸款(續)

減值虧損(續)

本集團根據預期信貸虧損模型項下三個不同階段對相關應收貸款之信貸質素進行分類：

第一階段：自初始確認以來信貸風險未顯著增加的金融工具，其虧損撥備按等於十二個月預期信貸虧損的金額計量；

第二階段：自初始確認以來信貸風險顯著增加但並非信貸減值金融資產的金融工具，其虧損撥備按等於全期預期信貸虧損的金額計量；及

第三階段：於報告日期信貸減值的金融資產（但並非購買或原始信貸減值），其虧損撥備按等於全期預期信貸虧損的金額計量。

相關應收貸款之預期信貸虧損評估採納之重大輸入數據 假設包括下列：

- (a) 相關應收貸款的預期信貸虧損階段分類；
- (b) 於報告期末相關應收貸款的未償還餘額；
- (c) 相關應收貸款的貸款開始日期及貸款結束日期；
- (d) 相當應收貸款的預期還款時間及金額；
- (e) 每項相關應收貸款的行業組別／借款人信貸評級；

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS *(Continued)*

Impairment loss *(Continued)*

- (f) probability of default (range from 1.1% to 51.5%) based on Moody's rating/industry group of each borrower;
- (g) loss given default (range from 52.7% to 64.0%) based on Moody's rating/industry group of each borrower; and
- (h) impact of forward-looking information.

Save for the changes in the value of significant inputs resulting from the change in the credit quality of the Relevant Loan Receivables in Year 2023, there were no significant changes in the value of significant inputs/assumptions and method used in the ECL assessment of the Relevant Loan Receivables for Year 2023 from those used in that for Year 2022.

In light of the deterioration in the credit quality of the Relevant Loan Receivables, the amount of the Relevant Loan Receivables the credit quality of which had been categorised into stage 2 and stage 3 under the ECL model increased in Year 2023, resulting in the Group recording an impairment loss for ECL on the Relevant Loan Receivables of approximately HK\$310,200,000 (2022: HK\$1,556,000) (e)nti(Tw 0 -1.556 Td[ategorised into

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Formation of special investigation committee

On 18 March 2024, an independent special investigation committee ("Special Investigation Committee"), initially comprising Mr. Hung Muk Ming as chairman, Mr. Liang Qing and Mr. Zhang Lu as members, being all independent non-executive Directors, has been established pursuant to a resolution of the Board passed on 18 March 2024 for the purposes of, among other things, investigating on various matters and events relating to the loan agreements ("Loan Agreements") in relation to the portfolio of loan receivables held by the Group (consisting of loan receivables in the aggregate principal amount and accrued interest of approximately RMB2,201 million (equivalent to approximately HK\$2,429 million) as at 31 December 2023), in particular, the approval process of the Loan Agreements, the background information of the related borrowers ("Borrowers"), the commercial rationale for entering into the Loan Agreements and the effectiveness of the internal control system of the Group in relation to the approval of the Loan Agreements and the collection of all the rights, title, benefits and interests of the Company to, in and under the Loan Agreements (including but not limited to the loan receivables advanced pursuant to the Loan Agreements and all interests accrued thereon) ("Loan Interest"). Pursuant to the joint statement ("Joint Statement") issued by the Securities and Futures Commission and the Accounting and Financial Reporting Council on 13 July 2023 in relation to loans, advances, prepayments and similar arrangements made by listed issuers, directors of listed issuers should *"critically assess the commercial rationale for granting loans and ensure that loans are being granted for reasons and on terms that are beneficial for the company as a whole"* and auditors of listed issuers should carry out audit procedures in respect of loans, including but not limited to critically evaluate the commercial rationale for the loans and inspect evidence of credit assessments, due diligence procedures and proper approvals. As the Company's auditor could not ascertain the commercial rationale of the transactions contemplated under the Loan Agreements and the relationship between the Group and the Borrowers based on the results of the audit procedures performed in respect of the audit of the Group for Year 2023, the Company's auditor recommended to the audit committee of the Company that an independent review on the Loan Agreements and the Loan Interest should be conducted to ascertain the said matters, and thus the Special Investigation Committee has been established.

授出貸款(續)

成立獨立特別調查委員會

根據董事會於2024年3月18日通過的決議案，本公司已於2024年3月18日成立獨立特別調查委員會(「特別調查委員會」)，特別調查委員會初步由全體獨立非執行董事洪木明先生(作為主席)以及梁青先生及張璐先生(作為成員)組成，旨在(其中包括)調查與本集團持有的應收貸款組合(包括於2023年12月31日本金總額及應計利息約為人民幣2,201,000,000元(相當於約2,429,000,000港元)的應收貸款)有關的貸款協議(「貸款協議」)之各項事宜及事件，尤其是貸款協議的批准過程、相關借款人(「借款人」)的背景資料、訂立貸款協議的商業理據，以及本集團針對批准貸款協議及收取本公司於貸款協議的所有權利、所有權、利益及權益(包括但不限於根據貸款協議墊付的應收貸款及所有應計利息)(「貸款權益」)的內部監控系統的有效性。根據證券及期貨事務監察委員會與會計及財務匯報局於2023年7月13日刊發有關上市發行人作出貸款、墊付款項、預付款項及類似安排的聯合聲明(「聯合聲明」)，上市發行人董事「應嚴謹地評估授出貸款的商業理據，並確保貸款以合理理由及按照對公司整體而言有利的條款授出」，而上市發行人核數師應執行有關貸款的審計程序，包括但不限於嚴謹地評估貸款的商業理據，並審查信貸評估、盡職審查程序及獲得適當授權下批核的證據。鑒於根據本公司核數師就本集團於2023年度的審計工作而進行之審計程序結果仍無法確定貸款協議項下擬進行交易的商業理據及本集團與借款人的關係，故本公司核數師建議本公司審核委員會應就貸款協議及貸款權益進行獨立審閱，以確定上述事宜，因此已成立特別調查委員會。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Formation of special investigation committee (Continued)

On 18 March 2024, the Special Investigation Committee appointed a leading global professional services firm specialising in forensic accounting and investigations ("Investigation Agency") to assist in conducting independent investigation into the Loan Agreements. At the same time, the Special Investigation Committee appointed an independent third-party law firm ("Independent Legal Adviser") to instruct the Investigation Agency and to provide independent legal support to the Special Investigation Committee in respect of the investigation, if necessary.

The establishment of the Special Investigation Committee and the commencement of the investigation on the Loan Agreements and the Loan Interest are not due to any potential fraud nor dishonest acts discovered but purely voluntary initiatives taken by the Board in response to the Joint Statement and also the recommendation of the Company's auditor. In view of the urgency and importance of the review, the Company has voluntarily enhanced the level of review to a forensic investigation. As at the date of this annual report, the independent investigation has not been completed and is still ongoing. As at the date of this annual report, further information in relation to the formation of the Special Investigation Committee and the appointments of the Investigation Agency and the Independent Legal Adviser is set out in the announcements of the Company dated 18 March 2024 and 19 March 2024.

授出貸款(續)

成立獨立特別調查委員會(續)

特別調查委員會已於2024年3月18日委任一間專門從事法證會計及調查的全球領先專業服務公司(「調查機構」),協助對貸款協議進行獨立調查。與此同時,特別調查委員會已委任一間獨立第三方律師事務所(「獨立法律顧問」)為調查機構提供指引,並於需要時為特別調查委員會進行調查提供獨立法律支援。

本公司成立特別調查委員會並就貸款協議及貸款權益展開調查,並非由於發現任何潛在的欺詐或不誠實行為,而是由於董事會純粹出於自願主動回應聯合聲明及本公司核數師的推薦建議。鑑於審閱之緊迫性及重要性,本公司已主動將審閱等級提升為法證調查。於本年報日期,獨立調查尚未完成且仍在進行中。於本年報日期,有關成立特別調查委員會以及委任調查機構及獨立法律顧問的進一步資料載於本公司日期為2024年3月18日及2024年3月19日的公告內。

CHAIRMAN'S STATEMENT 主席報告

GRANT OF LOANS (Continued)

Proposed disposal of Loan Interest

On 18 March 2024, the Company and Guangdong Zhuguang Group Company Limited* (廣東珠光集團有限公司) ("Guangdong Zhuguang") entered into a memorandum of understanding, pursuant to which the Company intended to sell, and Guangdong Zhuguang intended to acquire, the Loan Interest, at the consideration of RMB2,200 million (equivalent to approximately HK\$2,428 million), which shall be settled by Guangdong Zhuguang by way of (i) entry into a deed of novation ("Debt Novation") to assume the obligations of a subsidiary of the Company under two entrusted loan agreements ("Entrusted Loan Agreements") (including but not limited to the repayment obligation of the underlying entrusted loans ("Entrusted Loans") in the aggregate outstanding principal amount of RMB1,880 million (equivalent to approximately HK\$2,075 million) and the interest accrued thereon), the release of all existing charges, guarantee and pledge of shares, and the provision of new charge(s), guarantee and/or pledge of shares pursuant to the requests of the entrusting party and the lender, if required; and (ii) the assignment of certain properties ("PRC Properties") located in the PRC by Guangdong Zhuguang to the Company ("Proposed Disposal").

The Proposed Disposal, if materialised, would provide a good opportunity for the Group to recover substantially the outstanding amount owed under the Loan Agreements within a foreseeable timeframe and in a relatively short period of time, thereby minimising the uncertainty and the credit risks associated with the Loan Interest and the administrative costs to be incurred by the Group for collecting the outstanding Loan Interest, and the Debt Novation provides a good opportunity for the Group to settle the Entrusted Loans and the rights and liabilities of the Group under the Entrusted Loan Agreements will be discharged. Further, the proposed transfer of the PRC Properties to the Company allows the Group to enlarge and diversify its investment properties portfolio with high quality assets, as well as to strengthen the income base of the Group and to generate stable cash flows to the Group. Further information on the Proposed Disposal is set out in the Company's announcements dated 18 March 2024 and 19 March 2024.

* English name is translated for identification purpose only

授出貸款(續)

建議出售貸款權益

於2024年3月18日，本公司與廣東珠光集團有限公司(「廣東珠光」)訂立諒解備忘錄，據此本公司擬出售而廣東珠光擬收購貸款權益，代價為人民幣2,200,000,000元(相當於約2,428,000,000港元)，並須由廣東珠光以下列方式償付：(i)訂立轉移契約(「債務轉移」)以承擔本公司一家附屬公司於兩項委託貸款協議(「該等委託貸款協議」)的義務(包括但不限於未償還本金總額人民幣1,880,000,000元(相當於約2,075,000,000港元)的相關委託貸款(「委託貸款」)及其應計利息的償還義務)、解除所有現有抵押、擔保及股份質押，及根據委託方及貸款人要求提供新的抵押、擔保及或股份質押(倘需要)；及(ii)由廣東珠光向本公司轉讓若干位於中國的物業(「中國物業」)(「建議出售事項」)。

倘落實建議出售事項，其將為本集團提供良機以在可預見的時間範圍及相對較短的時間內收回貸款協議下大部分未償還的款項，從而最大限度地減少與貸款權益相關的不確定性及信貸風險及本集團將就收取未償還貸款權益而產生的行政費用，債務轉移為本集團提供清償委託貸款的良機，而本集團於委託貸款協議下的權利及負債將會解除。此外，建議向本公司轉讓中國物業使本集團能夠擴大及多元化其優質資產的投資物業組合，並加強本集團的收入基礎及為本集團產生穩定的現金流量。建議出售事項的進一步資料載於本公司日期為2024年3月18日及2024年3月19日的公佈。

* 英文名稱僅供識別

CHAIRMAN'S STATEMENT 主席報告

PLEDGE OF ASSETS

As at 31 December 2023, certain investment properties of the Group with aggregate carrying value of approximately HK\$2,078,366,000 (31 December 2022: investment properties, and leasehold land and buildings with aggregate carrying values of approximately HK\$2,251,652,000 and HK\$176,300,000, respectively) were pledged to secure general banking facilities granted to the Group and other payable due to an independent third party. As at 31 December 2022, certain receivables (mainly the loans granted by the Group to its joint venture and independent third parties) of approximately HK\$3,285,685,000 (31 December 2022: HK\$3,285,685,000) and the equity interests in the subsidiaries and associates of the Company holding receivables of the Group were pledged to secure the convertible bonds issued by the Company which had been subsequently redeemed in full in the first half of Year 2023.

CAPITAL COMMITMENTS

As at 31 December 2023, the Group did not have any capital expenditures contracted for but not provided for in respect of the purchase of unlisted equity securities (31 December 2022: HK\$167,973,000). The management of the Group does not expect there to be any plans for material investments or capital assets in 2024 with reference to the current situation as at the date of this annual report.

CONTINGENT LIABILITIES

As at 31 December 2023, the Group provided corporate guarantees of approximately HK\$2,839,041,000 (31 December 2022: HK\$3,576,622,000) in respect of loans granted to a joint venture of the Company.

CAPITAL STRUCTURE

As at 31 December 2023, the shareholders' funds of the Group decreased by approximately HK\$902,605,000 to approximately HK\$3,119,792,000 (31 December 2022: HK\$4,022,397,000), representing a decline of approximately 22%. The decrease was mainly due to the loss attributable to the owners of the Company in Year 2023.

December 2022: HK\$3,576,622,000 *2023, thr 20 0 9 60Tc 0 -1.556be8.6614 63916 ()J05F5p Tw 0 \$3,576,622,5760

CHAIRMAN'S STATEMENT 主席報告

HUMAN RESOURCES

The Group had in aggregate 55 employees in Hong Kong and the PRC as at 31 December 2023 (31 December 2022: 66). The Group's overall staff costs amounted to approximately HK\$62,814,000 for Year 2023 (Year 2022: HK\$66,933,000). The employees of the Group are remunerated according to their respective job nature, market conditions, individual performance and qualifications. Other staff benefits include annual bonus and retirement benefits. The Directors' remuneration is determined based on their qualifications, experience, duties and responsibilities, the Company's remuneration policy and the prevailing market conditions.

The Group encourages sustainable training of its employees through coaching and further studies. In-house training was provided to eligible employees during Year 2023, including training on updates of accounting standards and market updates.

The Group has not experienced any significant problem with its employees or disruption to its operations due to labour discipline nor has it experienced any difficulty in the recruitment and retention of experienced staff. The Group has maintained a good relationship with its employees. Certain senior management and staff have been working for the Group for many years.

FINAL DIVIDEND

The Company aims to maximise the interests of its shareholders ("Shareholders") and at the same time maintaining a strong and healthy financial position, so as to prepare the Group for investment opportunities that may arise from time to time and its sustainable development in the future. In deciding whether to propose a dividend and in determining the dividend amount, the Board will take into account the Group's earnings performance, financial position, investment requirements and future prospects. In addition, the Board will also take into account any restrictive covenants imposed by banks and other funding facilities granted to the Group from time to time and any other factors the Board may deem appropriate and/or relevant.

人力資源

於2023年12月31日，本集團於香港及中國共聘用55名僱員(2022年12月31日：66名)。於2023年度，本集團之員工成本總額約為62,814,000港元(2022年度：66,933,000港元)。本集團根據僱員各自的工作性質、市場情況、個人表現及資歷向僱員提供薪酬。其他員工福利包括年度花紅及退休福利。董事薪酬乃根據其資歷、經驗、職責、本公司的薪酬政策以及當前的市場情況釐定。

本集團鼓勵僱員通過輔導及進修持續參加培訓。於2023年度，已為合資格僱員提供最新會計準則及市場最新資訊培訓等內部培訓。

本集團並無因違反勞工紀律而遇到任何有關僱員的重大問題或營運中斷，亦無在招聘及挽留經驗豐富的員工方面遇到任何困難。本集團一直與僱員保持良好關係。若干高級管理人員及若干員工已在本集團工作多年。

末期股息

本公司以股東(「股東」)利益最大化並且同時維持強大且良好的財務狀況以供本集團預備抓住未來或會不時出現的投資機會及維持可持續發展作為目標。在決定是否建議派發股息及釐定股息金額時，董事會將考慮本集團之盈利表現、財務狀況、投資需求及未來前景。此外，董事會還需考慮本集團不時取得的銀行及其他融資額度項下設定的限制性條款以及董事會認為合適及或相關的其他因素。

CHAIRMAN'S STATEMENT 主席報告

FINAL DIVIDEND (Continued)

The Board has resolved not to recommend the payment of a final dividend for Year 2023 (Year 2022: Nil).

CORPORATE GOVERNANCE PRACTICES

The Company is committed to establishing and maintaining a standard of corporate governance that is consistent with market practices. The Company complied with all the applicable code provisions set out in the Corporate Governance Code ("CG Code") contained in Appendix 14 (renumbered as Appendix C1 with effect from 31 December 2023) to the Listing Rules then in force throughout Year 2023, except for the deviation specified below:

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be the same individual. During the year under review, the Company did not have a separate chairman and chief executive officer as Mr. Chu Hing Tsung assumed both the roles of the chairman and one of the co-chief executive officer of the Company. The Board believes that vesting both the roles of the chairman and the co-chief executive officer in the same person has the benefit of ensuring consistent leadership within the Group and enables more effective and efficient overall strategic planning for the Group. The Board considers that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions efficiently.

COMPLIANCE WITH THE MODEL CODE

The Company adopted the Model Code for Securities Transactions by Directors of Listed Issuers ("Model Code") as set out in Appendix 10 (renumbered as Appendix C3 with effect from 31 December 2023) to the Listing Rules then in force as its own code of conduct regarding Directors' securities transactions in Year 2023. All Directors have confirmed that, following specific enquiry by the Company, they complied with the required standards set out in the Model Code throughout Year 2023.

末期股息(續)

董事會已通過決議，不建議派付截至2023年度的末期股息(2022年度：無)。

企業管治常規

本公司致力設立及維持一套符合市場慣例的企業管治標準。本公司於2023年度已遵守上市規則附錄14(於2023年12月31日起重新編號為附錄C1)所載之《企業管治守則》(「企業管治守則」)之所有適用守則條文，惟下列指定偏離情況除外：

企業管治守則之守則條文第C.2.1條規定，主席及行政總裁之角色應有區分，不應由同一名人士兼任。於回顧年內，由於朱慶崧先生擔任本公司主席兼任其中一名聯席行政總裁，故本公司並無獨立之主席及行政總裁職位。董事會相信由同一名人士兼任主席及聯席行政總裁之角色，可確保本集團內之貫徹領導及可令本集團之整體策略規劃更有效及具效率。董事會認為目前安排之權力及授權平衡將不受削弱，而此架構將得以使本公司有效作出及推行決策。

遵守標準守則

本公司已於2023年度採納上市規則附錄10(於2023年12月31日起重新編號為附錄C3)所載當時生效之《上市發行人董事進行證券交易的標準守則》(「標準守則」)，作為本公司關於董事證券交易操守之守則。經本公司具體查詢後，所有董事已確認於2023年度內已遵守標準守則之規定標準。

CHAIRMAN'S STATEMENT 主席報告

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

During Year 2023, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

APPRECIATION

On behalf of the Board, I would like to express my appreciation and gratitude to those resigned directors for their contribution and service to the Group during their tenure and give my warmest welcome to those newly appointed directors for joining our Group. Moreover, I would like to express my appreciation and gratitude to our shareholders for their support and all the Group's employees for their hard work and dedication in carrying out their duties and in achieving the Group's business goal.

On behalf of the Board

Silver Grant International Holdings Group Limited

Chu Hing Tsung

Chairman, Co-Chief Executive Officer and Executive Director

Hong Kong, 28 March 2024

購買、出售或贖回本公司之上市證券

於2023年度，本公司或其任何附屬公司概無購買、出售或贖回本公司任何上市證券。

致謝

本人謹代表董事會，向各位辭任的董事過往對本集團作出之貢獻及服務致以衷心謝意，並熱烈歡迎新委任的各位董事加盟本集團。此外，本集團有賴各位股東的鼎力支持和全體員工努力不懈的竭誠服務以達致本集團的目標，本人謹代表董事會向彼等致以深切謝意。

承董事會命

銀建國際控股集團有限公司

朱慶淞

主席、聯席行政總裁兼執行董事

香港，2024年3月28日

PROFILE OF DIRECTORS 董事簡介

Executive Directors

Chu Hing Tsung (alias Zhu Qing Yi) (*Chairman and Co-Chief Executive Officer*)

Mr. Chu, aged 54, was appointed as a non-executive Director and the chairman of the Board ("Chairman") on 29 January 2019. He has been re-designated from a non-executive Director to an executive Director and appointed as the chief executive officer ("Chief Executive Officer") of the Company and one of the authorised representatives of the Company under Rule 3.05 of the Listing Rules with effect from 1 August 2021. Mr. Chu has been re-designated from the Chief Executive Officer to a co-chief executive officer ("Co-Chief Executive Officer") of the Company with effect from 13 May 2022. He is also the chairman of the nomination committee of the Company. Mr. Chu is the chairman and an executive director of Zhuguang Holdings Group Company Limited ("Zhuguang Holdings"), a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 1176), which is a substantial Shareholder (within the meaning of the Listing Rules) whose interest in the Shares falls to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) ("SFO"). Mr. Chu has over 20 years of extensive experience in corporate management and property development in the PRC.

Chen Yongcun (*Co-Chief Executive Officer*)

Mr. Chen, aged 58, was an executive Director during the period from 25 October 2000 to 27 February 2008, and he re-joined the Company on 1 May 2016. Mr. Chen has been appointed as a Co-Chief Executive Officer and an executive Director with effect from 13 May 2022 and 16 September 2022, respectively. He has also been appointed as the legal representative, director and general manager of East Gate (Beijing) Property Management Co., Ltd., a wholly-owned subsidiary of the Company. He is responsible for the Group's property development and investments in Mainland China. Mr. Chen previously worked at China Construction Bank and China Cinda Asset Management Co., Ltd. ("China Cinda"), a company the shares of which are listed on the Main Board of the Stock Exchange (Stock codes: 01359 and 04621 (Preference Shares)), which is a substantial Shareholder (within the meaning of the Listing Rules) whose interest in the Shares falls to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO. He graduated from Tsinghua University with a bachelor's degree in engineering and a master's degree in business management. He has over 20 years of experience in finance and investment.

執行董事

朱慶焜 (又名朱慶伊) (*主席及聯席行政總裁*)

朱先生，54歲，於2019年1月29日獲委任為非執行董事及董事會主席(「主席」)。彼已由非執行董事調任為執行董事，並獲委任為本公司行政總裁(「行政總裁」)及上市規則第3.05條項下本公司授權代表之一，自2021年8月1日起生效。朱先生已由本公司行政總裁調任為聯席行政總裁(「聯席行政總裁」)，自2022年5月13日起生效。彼同時亦為本公司提名委員會主席。朱先生現為本公司主要股東(定義見上市規則)珠光控股集團有限公司(「珠光控股」)一間股份於聯交所主板上市之公司(股份代號：1176)主席及執行董事，其股份權益須根據香港法例第571章證券及期貨條例(「證券及期貨條例」)第XV部第2及3分部規定向本公司披露。朱先生於企業管理及於中國的物業發展行業擁有逾20年之豐富經驗。

陳永存 (*聯席行政總裁*)

陳先生，58歲，曾於2000年10月25日至2008年2月27日止期間擔任執行董事，並於2016年5月1日重新加盟本公司。陳先生獲委任為本公司的聯席行政總裁及執行董事，分別自2022年5月13日及2022年9月16日起生效。彼亦獲委任為本公司全資附屬公司東環(北京)物業管理有限公司之法定代表人、董事及總經理。彼負責本集團於中國內地的房地產發展及投資業務。陳先生曾於中國建設銀行及中國信達資產管理股份有限公司(「中國信達」)工作，而中國信達為一間股份在聯交所主板上市之公司(股份代號：01359及04621(優先股股份))以及為本公司之主要股東(定義見上市規則)，其於股份中之權益根據證券及期貨條例第XV部第2及第3分部之條文須向本公司披露。陳先生於清華大學畢業，取得工程學學士及工商管理碩士學位。彼於財務及投資方面擁有逾20年經驗。

PROFILE OF DIRECTORS 董事簡介

Executive Directors (Continued)

Luo Zhihai

Mr. Luo, aged 61, was appointed as an executive Director on 29 January 2019. He is a member of the remuneration committee of the Company. Prior to joining the Company, Mr. Luo worked in China Construction Bank, Huajian International (Macau) Co., Ltd., China Cinda and Guangdong Yuecai Asset Management Co., Ltd.. He has served successively as the head of Xiaohuayuan Office of Meixian Sub-branch of China Construction Bank, deputy general manager of the international business department of Meizhou Branch of China Construction Bank, general manager of the international business department of Zhuhai Branch of China Construction Bank, managing director of Huajian International (Macau) Co., Ltd., the head of the entity department, the investment banking department, the marketing department and the business department of China Cinda Guangzhou Office and deputy managing director of Guangdong Yuecai Asset Management Co., Ltd.. Mr. Luo received his bachelor's degree in engineering from South China University of Technology in 1983. He has accumulated more than 30 years of experiences in banking, investment banking, real estate investment and non-performing financial assets, especially with extensive practical experiences in the assets management industry. Meanwhile, Mr. Luo has a high reputation in the PRC's local assets management industry.

執行董事(續)

羅智海

羅先生，61歲，於2019年1月29日獲委任為執行董事。彼為本公司薪酬委員會成員。在加盟本公司之前，羅先生曾在中國建設銀行、華建國際(澳門)有限公司、中國信達及廣東粵財資產管理有限公司工作；歷任中國建設銀行梅縣支行小花園辦事處負責人、中國建設銀行梅州市分行國際業務部副總經理、中國建設銀行珠海市分行國際業務部總經理、華建國際(澳門)有限公司董事總經理、中國信達廣州辦事處實體部、投行部、市場部、業務部等部門處長、廣東粵財資產管理有限公司董事副總經理等職務。羅先生於1983年取得華南理工大學工學學士學位。彼在銀行、投行、房地產投資及不良金融資產等方面積累逾30年之經驗，尤其在資產管理行業具有豐富的實戰經驗。同時，羅先生在全中國的資產管理行業中享有較高的知名度。

PROFILE OF DIRECTORS 董事簡介

Executive Directors (Continued)

Tang Lunfei

Mr. Tang, aged 46, was appointed as an executive Director on 11 January 2021. He obtained his Bachelor of Economics from the Chongqing Institute of Technology of the PRC in June 2000 and his Master of National Economics from the Sichuan University of the PRC in June 2003. Mr. Tang has over 16 years of experience in the financial industry. He joined China Cinda Asset Management Corporation (currently known as China Cinda Asset Management Co., Ltd., i.e. China Cinda), as the business manager of its Chengdu office from July 2003 to April 2005. Subsequently, he worked at the Financial Stability Bureau of The People's Bank of China from May 2005 to June 2006, where he was responsible for resolving the risks associated with securities companies. Mr. Tang then joined Cinda Securities Company Limited from June 2006 to June 2012 with his last position as the business director. From June 2012 to July 2019, he worked at China Cinda with his last position as the chief and specialised approver of various departments of the company. Since July 2019, Mr. Tang has been serving as the chief risk and compliance officer of China Cinda (HK) Holdings Company Limited ("Cinda HK"), which is a wholly-owned subsidiary of China Cinda. Both China Cinda and Cinda HK are substantial Shareholders (within the meaning of the Listing Rules) whose interests in the Shares fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO. Mr. Tang has been appointed as (i) an executive director of Zhongchang International Holdings Group Limited ("Zhongchang"), a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 859) with effect from 13 May 2020; and (ii) a non-executive director of Modern Land (China) Co., Limited, a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 1107) ("Modern Land") with effect from 24 March 2022.

執行董事(續)

唐倫飛

唐先生，46歲，於2021年1月11日獲委任為執行董事。彼於2000年6月獲得中國重慶工學院經濟學學士學位，並於2003年6月獲得中國四川大學國民經濟學碩士學位。唐先生於金融行業擁有逾16年的經驗。自2003年7月至2005年4月，唐先生加入中國信達資產管理公司(現為中國信達資產管理股份有限公司(即中國信達))擔任成都分行的業務經理。隨後，自2005年5月至2006年6月，其就職於中國人民銀行金融穩定局，負責解決與證券公司有關的風險。其後自2006年6月至2012年6月，唐先生加入信達證券股份有限公司，其離職前最後職位為業務總監。自2012年6月至2019年7月，其就職於中國信達，其離職前最後職位為該公司多個部門的主管及專業審批人。自2019年7月以來，唐先生一直擔任中國信達(香港)控股有限公司(「信達香港」，中國信達的全資附屬公司)的首席風險兼合規總監。中國信達及信達香港均為主要股東(定義見上市規則)，其於股份中的權益須根據證券及期貨條例第XV部第2及3分部的條文向本公司披露。唐先生獲委任為(i)中昌國際控股集團有限公司(「中昌」)執行董事，該公司股份於聯交所主板上市(股份代號：859)，自2020年5月13日起生效；及(ii)當代置業(中國)有限公司(「當代置業」)非執行董事，該公司股份於聯交所主板上市(股份代號：1107)，自2022年3月24日起生效。

PROFILE OF DIRECTORS 董事簡介

Executive Directors (Continued)

Weng Jian

Mr. Weng, aged 41, has been appointed as the assistant president and the executive president of the Company since June 2020 and August 2021, respectively. He is responsible for human resources, administrative management and investment departments of the Group. He graduated from Sun Yat-sen University with a bachelor's degree in law and a master's degree in law. He previously worked in the Guangdong Provincial Supervisory Commission and the Office of the Guangdong Provincial Government, where he was engaged in the management of anti-corruption, legal policy and comprehensive administration. After resigning from public office, Mr. Weng joined Zhuguang Holdings, which is a substantial Shareholder (within the meaning of the Listing Rules) whose interest in the Shares falls to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, and successively served as the general manager of its President Office (Human Resources Centre), the general manager of its Legal Affairs Centre, a member of its Investment Decision Committee, general manager of its Investment Centre and the chairman of its industrial real estate sector. He is also a member of the Guangdong Youth Federation, a standing member of the Guangdong Law Society, a deputy director of the Legal Committee of the Guangdong Province Old Town Old Factory Old Village Recreation Association, a practical instructor for postgraduates of the Jinan University and an arbitrator of the Guangzhou Arbitration Commission.

執行董事(續)

翁鍵

翁先生，41歲，自2020年6月獲委任為本公司助理總裁及於2021年8月獲委任為執行總裁，分管本集團人力資源、行政管理及投資部門。畢業於中山大學，取得法學學士和法學碩士學位。曾先後任職於廣東省監察委員會、廣東省政府辦公廳，從事反腐敗、法律政策與行政綜合管理等工作。辭去公職後加入珠光控股(現為主要股東(定義見上市規則)，且其於股份中的權益須根據證券及期貨條例第XV部第2及3分部的條文向本公司披露)，先後擔任該集團總裁辦(人力資源中心)總經理、法務中心總經理、投資決策委員會委員兼投資中心總經理、產業地產板塊董事長。現兼任廣東省青聯常委、廣東省法學會理事、廣東省三舊改造協會法律委員會副主任、暨南大學碩士研究生實踐導師及廣州仲裁委員會仲裁員。

* English name is translated for identification purpose only

* 英文名稱僅供識別

PROFILE OF DIRECTORS 董事簡介

Non-executive Director

Chen Zhiwei

Mr. Chen, aged 39, was appointed as a non-executive Director on 29 January 2019. Mr. Chen is the chairman and an executive director of Zhongchang. Mr. Chen is the assistant general manager and managing director of the investment department of Cinda HK, responsible for managing Cinda HK's investment and financing businesses. Cinda HK is a substantial Shareholder (within the meaning of the Listing Rules), whose interest in the Shares falls to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO. Mr. Chen graduated from Tsinghua University with a bachelor's degree in economics in 2004. He then graduated from the National University of Singapore with a master's degree in science (estate management) in 2009. Mr. Chen was the executive assistant to the chairman of TIG Group in Singapore between 2007 and 2010, responsible for TIG Group's private equity investment business in the Greater China region. Between 2005 and 2007, Mr. Chen was a research scholar at the National University of Singapore. Mr. Chen has over 15 years of investment and research experience in the finance industry. From 30 December 2016 to 23 March 2022, Mr. Chen was a non-executive director of Modern Land. From 17 April 2018 to 11 November 2022, Mr. Chen was a non-executive director of China Fortune Financial Group Limited (now named as GoFintech Innovation Limited), a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 290). From 13 April 2018 to 5 December 2022, Mr. Chen was a non-executive director of SouthGobi Resources Ltd., a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 1878).

非執行董事

陳志偉

陳先生，39歲，於2019年1月29日獲委任為非執行董事。陳先生為中昌的主席及執行董事。陳先生現為信達香港總經理助理及投資業務部董事總經理，負責信達香港的投資及融資業務。信達香港現為主要股東(定義見上市規則)，其股份權益須根據證券及期貨條例第XV部第2及3分部規定向本公司披露。陳先生於2004年畢業於清華大學，獲經濟學學士學位。其後，於2009年畢業於新加坡國立大學，獲得理學(房地產管理)碩士學位。陳先生於2007年至2010年期間曾擔任新加坡TIG集團董事長的行政助理，負責協調TIG集團在大中華區的私募股權投資業務。於2005年至2007年期間，陳先生曾為新加坡國立大學的研究學者。陳先生擁有逾15年金融領域投資及研究經驗。由2016年12月30日至2022年3月23日，陳先生為當代置業之非執行董事。由2018年4月17日至2022年11月11日，陳先生為中國富強金融集團有限公司(現稱國富創新有限公司)(一間股份於聯交所主板上市之公司(股份代號：290))之非執行董事。由2018年4月13日至2022年12月5日，陳先生為南戈壁資源有限公司(一間股份於聯交所主板上市之公司(股份代號：1878))之非執行董事。

PROFILE OF DIRECTORS 董事簡介

Independent Non-executive Directors

Zhang Lu

Mr. Zhang, aged 71, was appointed as an independent non-executive Director on 4 May 2000. He is also the chairman of the remuneration committee of the Company and a member of the audit committee and the nomination committee of the Company. Mr. Zhang graduated from the Sichuan International Studies University in 1979. He was the General Manager of CITIC Central Tanshi Money Brokering Company Limited, which is a joint venture of CITIC Trust Co., Ltd. engaged in the money brokering business for financial institutions. From 1987 to 2000, Mr. Zhang was the executive vice president and treasurer of CITIC Ka Wah Bank Limited, responsible for both the Treasury and International Business. From 1974 to 1987, he worked for Bank of China and CITIC Industrial Bank. Mr. Zhang has engaged in the /

PROFILE OF DIRECTORS 董事簡介

Independent Non-executive Directors (Continued)

Hung Muk Ming

Mr. Hung, aged 59, was appointed as an independent non-executive Director on 23 December 2004. He is also the chairman of the audit committee of the Company and a member of the nomination committee of the Company. Mr. Hung is a Certified Public Accountant (Practicing) and is a Fellow CPA of the Hong Kong Institute of Certified Public Accountants. He is also a fellow member of the Association of Chartered Certified Accountants, an associate of The Hong Kong Chartered Governance Institute and The Chartered Governance Institute. Mr. Hung received his bachelor's degree in social sciences from the University of Hong Kong in 1990, and a master's degree in corporate governance from the Hong Kong Polytechnic University in 2008. Mr. Hung has over 25 years of experience in the accounting and audit sector. Mr. Hung was an independent non-executive director of Century Sage Scientific Holdings Limited, a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 1450), from 13 June 2014 to 28 September 2021. Mr. Hung was an independent non-executive director of Cinda International Holdings Limited, a company the shares of which are listed on the Main Board of the Stock Exchange (Stock code: 111) from 2 December 2008 to 30 November 2022. Mr. Hung is also an independent non-executive director of CA Cultural Technology Group Limited (formerly known as China Animation Characters Company Limited) (Stock code: 1566) and IBO Technology Company Limited (Stock code: 2708), both being companies the shares of which are listed on the Main Board of the Stock Exchange.

獨立非執行董事(續)

洪木明

洪先生，59歲，於2004年12月23日獲委任為獨立非執行董事。彼亦為本公司審核委員會主席及提名委員會成員。洪先生現為執業會計師並且為香港會計師公會資深會計師。洪先生同時亦為英國特許公認會計師公會之資深會員、香港公司治理公會及特許公司治理公會會士。洪先生於1990年取得由香港大學頒授的社會科學學士學位，並於2008年取得香港理工大學頒授的公司管治碩士學位。洪先生於會計及審計領域擁有逾25年經驗。洪先生於2014年6月13日至2021年9月28日擔任世紀睿科控股有限公司(其股份於聯交所主板上市，股份代號：1450)之獨立非執行董事。由2008年12月2日至2022年11月30日，洪先生為信達國際控股有限公司(一間股份於聯交所主板上市之公司(股份代號：111))之獨立非執行董事。洪先生亦為華夏文化科技集團有限公司(前稱華夏動漫形象有限公司)(股份代號：1566)及艾伯科技股份有限公司(股份代號：2708)(兩間公司之股份均於聯交所主板上市)之獨立非執行董事。

PROFILE OF SENIOR MANAGEMENT 高級管理人員簡介

Ng Hoi Leung, Leo

Mr. Ng, aged 50, has been appointed as the chief financial officer, the company secretary and an authorised representative of the Company with effect from 17 July 2019. Prior to joining the Company, Mr. Ng was the financial controller of Ping An Securities Group (Holdings) Limited (Stock code: 0231), and the financial controller and the company secretary of Zhuguang Holdings, which is a substantial Shareholder (within the meaning of the Listing Rules) and whose interest in the Shares falls to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, both being companies the shares of which are listed on the Main Board of the Stock Exchange. He was also the chief financial officer of a real estate company and a company whose subsidiary was engaged in the media business in the PRC. Mr. Ng has over 15 years of accounting and audit experience. He had worked in PricewaterhouseCoopers, an accounting firm from February 1997 to April 2010. Mr. Ng holds a Master of Commerce from the Macquarie University in Australia and is a fellow member of the Hong Kong Institute of Certified Public Accountants and a member of the Certified Practising Accountants of Australia.

吳海良

吳先生，50歲，獲委任為本公司財務總監、公司秘書及授權代表，自2019年7月17日起生效。於加入本公司前，吳先生為平安證券集團(控股)有限公司(股份代號：0231)之財務總監，及珠光控股(其為主要股東(定義見上市規則))，於股份中擁有根據證券及期貨條例第XV部第2及3分部須向本公司披露之權益)之財務總監及公司秘書，上述兩間公司均為股份於聯交所主板上市之公司。彼亦曾任一間房地產公司及一間其附屬公司於中國從事媒體業務之公司之首席財務官。吳先生擁有逾15年會計及審計經驗。彼曾於1997年2月至2010年4月於羅兵咸永道會計師事務所任職。吳先生持有澳洲麥格理大學商業學碩士，並為香港會計師公會資深會員及澳洲執業會計師公會會員。

PROFILE OF SENIOR MANAGEMENT 高級管理人員簡介

Zhang Wenguang

Mr. Zhang, aged 55, has been appointed as an executive president of the Company with effect from 27 September 2021. He is currently the chairman of 泰州東泰石化有限公司 (Tai Zhou Dong Thai Petrochemical Company Limited*), a non-wholly owned subsidiary of the Company, in charge of the petrochemical investment business of the Group. He graduated from the Jiaying University in foreign language and was a graduate student majoring in economic management in the Party School of the Guangdong Provincial Committee. He was successively appointed as the director of the Beijing Office of the Meizhou Municipal Government, the chief of the Economic and Trade Bureau of Meizhou, the chairman of 梅州市企信擔保投資公司 (Meizhou Qi Xin Guarantee Investment Company*), the county mayor of the Meixian People's Government, the secretary of the Meixian County Committee of the Communist Party of China ("CPC"), the assistant general manager of the Projection and Planning Department of China National Offshore Oil Corporation, a member of the Standing Committee of the Meizhou Municipal Committee and the head of the United Front Work Department of the Meizhou Municipal Committee of the CPC, a member of the Party Leadership Group of the Meizhou Municipal Committee of the Chinese People's Political Consultative Conference.

張文廣

張先生，55歲，自2021年9月27日起獲委任為本公司之執行總裁。彼現為本公司之非全資附屬公司泰州東泰石化有限公司之董事長，負責本集團石化投資業務。彼畢業於嘉應大學外語專業；廣東省委黨校經濟管理專業研究生。先後擔任梅州市政府駐京辦主任、梅州市經濟貿易局局長、梅州市企信擔保投資公司董事長、梅縣人民政府縣長、中國共產黨(「中共」) 煙

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ENVIRONMENTAL, SOCIAL AND GOVERNANCE 環境、社會及管治

The Group is committed to the long-term sustainability of its businesses and the communities with which it engages. The Group pursues this business approach by managing its business prudently and executing management decisions with due care and attention.

Stakeholder Engagement

The Group has maintained a continuous dialogue with its stakeholders that include its customers, employees, regulators and the public. The Group seeks to balance the views and interests of these various stakeholders through constructive conversations with a view to charting a course for the long-term prosperity of the Group and the communities.

Customers

Customer feedback plays an important role in the operation of the Group. Various channels, such as telephone hotlines and customer service front desks, have been established to maintain interactive communications between the Group and its customers.

Employees

Hard-working and dedicated employees are the backbone of a company. The Group treasures its loyal and industrious staff members. In addition, it has adopted non-discriminatory hiring and employment practices and it strives to provide a safe and healthy workplace for its employees.

Government & Public

Tough efforts have been exerted to ensure compliance with the laws and regulations of the jurisdictions in which the Group operates. The public at large is also an important stakeholder of the Group. A stable and prosperous community is important to the steady growth and long-term future prospects of the Group.

本集團致力維持業務及所在社區的長遠可持續發展。本集團努力不懈審慎管理業務，並謹慎專注執行管理層的決策，以推動此業務模式。

持份者溝通

本集團與各持份者，包括其客戶、僱員、監管機構及公眾人士保持持續緊密聯繫。本集團透過具建設性的溝通，努力平衡各持份者的意見及利益，從而為本集團與所在社區釐定長遠的發展方向。

客戶

本集團重視客戶對業務營運的意見。本集團已建立不同渠道(如電話熱線及客戶服務前台)維持客戶與本集團之間的互動溝通。

僱員

勤奮而專注的僱員是公司的骨幹。本集團重視忠誠勤奮的員工。此外，本集團已採納非歧視性的招聘與僱用守則，並致力為僱員提供安全及健康的工作環境。

政府與公眾人士

本集團一向竭力遵守業務所在管轄區域的法律與規例。普羅大眾亦為本公司的重要持份者，而穩定繁榮的社區對本集團的穩定增長及未來長遠發展十分重要。

ENVIRONMENTAL, SOCIAL AND GOVERNANCE 環境、社會及管治

Workplace Quality

As at 31 December 2023, the Group employed 55 staff members (31 December 2022: 66). Total employee costs for Year 2023, including Directors' emoluments, amounted to approximately HK\$62,814,000 (Year 2022: HK\$66,933,000).

The quality of its employees is crucial for the Group to maintain a competitive position in the market. With this in mind, the Group seeks to attract and retain talented individuals who are committed to achieving goals and objectives of the Group and provides a work environment that nurtures values such as fair play, respect and integrity. The Group values career development of its staff and provides ongoing training to them according to the needs of the Group. The Group offers competitive compensation packages to its employees, who are rewarded according to their performance. The Group reviews its salary structure, working conditions, bonuses and incentive systems annually.

The Group's employees are entitled to benefits such as medical cover, provident funds and share options scheme. The Group is committed to providing a healthy and safe workplace for all its employees and complying with all applicable health and safety laws and regulations. Health and safety considerations are incorporated into the design, operations and maintenance of the premises of the Group. Employees are provided with appropriate job skills and safety training and are educated with regard to their responsibilities for achieving the health and safety objectives of the Group. The Group also communicates with its employees on occupational health and safety issues.

工作環境質素

於2023年12月31日，本集團僱用55名員工（2022年12月31日：66名）。2023年度的僱員薪酬成本總額（包括董事酬金）合共約62,814,000港元（2022年度：66,933,000港元）。

僱員質素對本集團維持市場競爭性極為重要。因此，本公司致力吸納及挽留人才，讓他們於本集團著重公平、互相尊重及誠信等信念的工作環境中致力達致目標。本集團非常重視僱員的事業發展，並按本集團的需要提供持續培訓。本集團為僱員提供具競爭力的薪酬待遇，而回報與員工表現掛鉤，並每年檢討其薪酬架構、工作情況、花紅及獎勵制度。

本集團僱員可享的福利包括醫療保障、強積金及認股權計劃。本集團致力為其所有員工提供一個健康及安全的工作環境，並遵守一切適用的健康及安全法例及規例。健康及安全考慮已納入本集團辦公場所之設計、營運及維修內。僱員獲給予適當的工作技能及安全培訓，並獲灌輸有關達致本集團健康及安全目標的責任。本集團亦就職業健康及安全事宜與僱員溝通。

ENVIRONMENTAL, SOCIAL AND GOVERNANCE 環境、社會及管治

Environmental Protection

The Group recognises the importance of maintaining environmental sustainability in its daily operations and acts in all material respects in compliance with the laws and regulations relating to environmental protection and pollution control. Energy saving measures are enforced in the Group's offices and commercial premises for the purpose of reducing electricity consumption and greenhouse gas emissions.

The Group has also adopted policies to promote recycling and use of eco-friendly stationery, plus a series of measures to save paper and energy, including the use of double-sided printing and energy-efficient office equipment and appliances, resulting in more efficient use of resources, as well as reduction of waste.

Operating Practices

The Group is committed to adhering to the highest ethical standards. All employees are given a code of conduct ("Code") to which they are required to adhere. The Code explicitly prohibits employees from soliciting, accepting or offering bribes or any form of advantage. The Code also outlines the Group's expectations on its staff with regard to conflicts of interest. All managers are expected to communicate and instill a culture of good corporate governance to their staff.

ESG Report

The Company engaged external professionals to review the environmental, social and governance ("ESG") policies of the Group for Year 2023 and issue an ESG report for Year 2023 ("2023 ESG Report") for the Board's consideration.

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CORPORATE GOVERNANCE REPORT 企業管治報告

Corporate Governance Practices

The Company is committed to establishing and maintaining a standard of corporate governance that is consistent with market practices. The Company complied with all the principles and applicable code provisions set out in the Corporate Governance Code ("CG Code") contained in Appendix 14 (renumbered as Appendix C1 with effect from 31 December 2023) to the Listing Rules then in force throughout Year 2023, except for the deviations specified below.

Code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separate and should not be the same individual. During the year under review, the Company did not have a separate chairman and chief executive officer as the roles of the Chairman and one of the Co-Chief Executive Officers were both assumed by Mr. Chu Hing Tsung. The Board believes that vesting both the roles of the Chairman and the Chief Executive Officer/Co-Chief Executive Officer in the same person has the benefit of ensuring consistent leadership within the Group and enables more effective and efficient overall strategic planning for the Group. The Board considers that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions efficiently.

The Board will continue to monitor and review the Group's corporate governance practices to ensure compliance.

The following summarises the Company's key corporate governance practices.

企業管治常規

本公司致力設立及維持一套符合市場慣例的企業管治標準。除下文所列之偏離情況外，本公司於2023年度已遵守上市規則附錄14（自2023年12月31日起重新編號為附錄C1）所載之《企業管治守則》（「企業管治守則」）之所有原則及適用守則條文。

企業管治守則之守則條文第C.2.1條規定，主席及最高行政人員之角色應有區分，不應由同一名人士兼任。於回顧年內，本公司並無區分主席及行政總裁。主席及其中一名聯席行政總裁均由朱慶淞先生擔任。董事會相信由同一名人士兼任主席及行政總裁／聯席行政總裁之角色，可確保本集團內之貫徹領導及可令本集團之整體策略規劃更有效及具效率。董事會認為目前安排之權力及授權平衡將不受削弱，而此架構將得以使本公司作出及推行決策。

董事會將持續監察和審視本集團企業管治實踐以確保符合規定。

下文概括說明本公司的重要企業管治措施。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors

Board Composition

The Board is responsible for formulating the Group's long-term strategies, setting business development goals, assessing the results of management policies, monitoring management's performance and ensuring the existence of an effective internal control system. The Board is led by the Chairman. The Chairman, with the support of the company secretary ("Company Secretary") of the Company, is responsible for ensuring that the Directors receive adequate and complete information in a timely manner and appropriate briefing on issues arising at the Board meetings and that all key and appropriate issues are discussed by the Board in a timely manner.

The management, led by the Co-Chief Executive Officers, focuses on implementing objectives, policies and strategies approved and delegated by the Board. In addition to the Group's day-to-day management and operations, the Co-Chief Executive Officers are also jointly responsible for developing strategic plans and formulating the organisational structure, control systems, internal procedures and processes for the Board's approval.

The independent non-executive Directors serve the important function of ensuring and monitoring the basis of an effective corporate governance framework of the Group.

As at the date of this annual report, the Board comprises five executive Directors, namely, Mr. Chu Hing Tsung (the Chairman and Co-Chief Executive Officer), Mr. Chen Yongcun (Co-Chief Executive Officer), Mr. Luo Zhihai, Mr. Tang Lunfei and Mr. Weng Jian (appointed with effect from 1 July 2023), one non-executive Director, namely, Mr. Chen Zhiwei, and three independent non-executive Directors, namely, Mr. Liang Qing, Mr. Zhang Lu and Mr. Hung Muk Ming. Mr. Wang Ping resigned as an executive Director with effect from 1 April 2023.

The biographies of the Directors are set out on pages 42 to 48 of this annual report. The number of the independent non-executive Directors represents no less than one-third of the Board members.

All members of the Board possess the appropriate expertise and skills to discharge their duties.

董事會

董事會組成

董事會負責制定本集團的長期策略、訂立業務發展目標、評估管理措施之成效、監察管理層之表現及確保存在有效的內部監控系統。董事會由主席領導。在本公司之公司秘書(「公司秘書」)協助下，主席負責確保董事適時接收足夠及完整的資訊、於董事會議提出的事宜獲得適當的簡報以及董事會適時討論所有主要及適當的事宜。

管理層由本集團的聯席行政總裁領導，專注於執行經董事會批准及下達的目標、政策及策略。除了負責本集團之日常管理及營運外，聯席行政總裁亦共同負責拓展策略計劃及籌劃組織架構、監控機制及內部程序及過程以供董事會批准。

獨立非執行董事則對確保及監察本集團之企業管治架構是否行之有效起著重要作用。

於本年報日期，董事會由五名執行董事包括朱慶淞先生(主席及聯席行政總裁)、陳永存先生(聯席行政總裁)、羅智海先生、唐倫飛先生及翁鍵先生(於2023年7月1日獲委任)、一名非執行董事陳志偉先生及三名獨立非執行董事包括梁青先生、張璐先生及洪木明先生組成。王平先生已辭任執行董事，自2023年4月1日起生效。

各董事之履歷詳情載列於本年報第42頁至48頁。獨立非執行董事數目佔董事會成員數目不少於三分之一。

董事會全體成員均具備適當的專業知識及技能以履行其職責。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors *(Continued)*

Board Composition *(Continued)*

The Company's Directors, Mr. Tang Lunfei and Mr. Chen Zhiwei are also directors and/or senior officers of Cinda HK. Mr. Chu Hing Tsung, the Chairman and the Co-Chief Executive Officer, is also a director and a shareholder of Zhuguang Holdings. Cinda HK and Zhuguang Holdings are substantial Shareholders (within the meaning of the Listing Rules). Save for the aforesaid, there is no relationship between the members of the Board, in terms of financial, business, family or other material/relevant relationship.

To assist the Board in discharging its duties and to fulfil the requirements of the CG Code, three standing Board committees have been set up under the Board: the audit committee, the remuneration committee and the nomination

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Board Composition (Continued)

Directors sitting on multiple boards of directors of listed companies will need to ensure that they devote sufficient time and dedicate adequate attention to each board and board committee.

The Company provides the independent non-executive Directors with both formal means of communication, including board meetings, and informal communication channels which allow independent non-executive Directors to express their views, such as meetings with the Chairman without the presence of other Directors at least annually. Further, to assist all the Directors (including the independent non-executive Directors) to discharge their duties, the Company provides the Directors with access to advice from external independent professionals, including independent legal advisors and auditors.

The Company is required to review the Independent Views Policy and its implementation and effectiveness on an annual basis.

The Board considers that each independent non-executive Director is independent in character and judgment and meets the specific independence criteria as required by the Listing Rules. The Company has received from each independent non-executive Director an annual confirmation confirming his independence.

All Directors are regularly updated on governance and regulatory matters. There are established procedures for Directors to obtain independent professional advice, at the expense of the Company, in the furtherance of their duties.

Should a potential conflict of interest involving a substantial Shareholder (within the meaning of the Listing Rules) or a Director arise, the matter will be discussed in a physical Board meeting, as opposed to being dealt with by a written resolution. Independent non-executive Directors with no conflict of interest will be present at Board meetings dealing with such conflict issues.

董事會(續)

董事會組成(續)

多個董事會任職的獨立非執行董事將需確保彼等可投入足夠時間並充分關注每個董事會及董事委員會。

本公司為獨立非執行董事提供正式溝通渠道(包括董事會會議)以及允許獨立非執行董事表達意見的非正式溝通渠道(例如在無其他董事在場的情況下至少每年一次與主席會面)。此外,為協助所有董事(包括獨立非執行董事)履行職責,本公司向董事提供外部獨立專業人士(包括獨立法律顧問及核數師)的意見。

本公司須每年審閱獨立意見政策以及其執行情況及成效。

董事會認為,每位獨立非執行董事均具有獨立的個性及判斷能力,並且他們都符合上市規則所定明,有關獨立性的特定標準。本公司已接獲每名獨立非執行董事有關其獨立身分的年度確認函。

全體董事均定期獲得有關管治及監管等事宜的更新資訊。董事可按照既定程序,尋求獨立專業意見,以協助履行其職責;相關費用由本公司承擔。

倘若本公司主要股東(定義見上市規則)或董事出現潛在利益衝突,有關事宜將於董事會實際會議上討論,而不會透過提呈書面決議案方式處理。並無涉及利益衝突的獨立非執行董事將會出席會議,處理有關衝突事宜。



CORPORATE GOVERNANCE REPORT 企業管治報告

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Board Composition (Continued)

During Year 2023, five Board meetings were held and the attendance of each Director is set out below:

董事會(續)

董事會組成(續)

於2023年度，共召開5次全體董事會議，每位董事的出席率載列如下：

Name of Directors	董事姓名	Number of meeting attended/held during the term of office	
		任期內出席舉行會議次數	Attendance rate 出席率
Executive Directors		執行董事	
Chu Hing Tsung (Chairman and Co-Chief Executive Officer)	朱慶淞(主席及聯席行政總裁)	3/5	60%
Chen Yongcun (Co-Chief Executive Officer and an executive Director)	陳永存(聯席行政總裁及執行董事)	5/5	100%
Luo Zhihai	羅智海	5/5	100%
Tang Lunfei	唐倫飛	4/5	80%
Weng Jian (appointed with effect from 1 July 2023) (Note)	翁鍵(於2023年7月1日獲委任) (附註)	2/2	100%
Wang Ping (resigned with effect from 1 April 2023) (Note)	王平(於2023年4月1日辭任)(附註)	2/2	100%
Non-executive Director		非執行董事	
Chen Zhiwei	陳志偉	5/5	100%
Independent non-executive Directors		獨立非執行董事	
Liang Qing	梁青	5/5	100%
Zhang Lu	張璐	5/5	100%
Hung Muk Ming	洪木明	5/5	100%

Note: The attendance of the Director who was appointed or who resigned during Year 2023 was made by reference to the number of such meetings held during his tenure.

附註：於2023年度獲委任或辭任董事之出席率乃按其在任期間舉行會議次數以計算得出。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors *(Continued)*

Board Composition *(Continued)*

According to the Articles of Association, the Board has the power to appoint any person as a Director either to fill a casual vacancy or as an addition to the Board. The Director so appointed shall hold office until the first annual general meeting following his appointment and shall then be eligible for re-election at that meeting. In other cases, all Directors, including the Chairman and the Co-Chief Executive Officers, shall retire by rotation at least once every three years at annual general meetings and be eligible for re-election.

Board Diversity Policy

The Board has adopted the Board diversity policy. The policy sets out the approach to achieve and maintain diversity on the Board in order to enhance the effectiveness of the Board.

The Company considered that diversity of Board members can be achieved through consideration of a number of aspects, including but not limited to gender, age, cultural and educational background, ethnicity, professional experience, skills, knowledge and length of service. All Board appointments will be based on meritocracy, and candidates will be based on meritocracy.

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Board Diversity Policy (Continued)

In Year 2023, the composition of the Board in terms of the age, experience and length of service with the Company of the Directors has fulfilled the objectives of the Board diversity policy. The nine Directors on the Board come from various background and they have brought different professional experience, skills and knowledge to the Company and contributed to the diversity at the Board. For the biographical details of the Directors, please refer to pages 42 to 48 of this annual report. Diversity at the Board supports good decision making in view of the core businesses and strategy of the Company and succession planning and development of the Board, which enables the Board to discharge its duties and responsibilities effectively. In the future, the Company will continue to seek to enhance the effectiveness of its Board by embracing the benefits of diversity in the Board. All Board appointments will continue to be made on a merit basis with due regard for the benefits of diversity. Selection of candidates will be based on a range of diversity perspectives, including but not limited to gender, age, cultural and educational background, ethnicity, professional experience, skills, knowledge and length of service.

During Year 2023 and up to the date of this annual report, there was no female Director on the Board. The Board has attempted to identify suitably qualified female candidates to become members of the Board and with reference to stakeholders' expectation and international and local recommended best practices with the ultimate goal of bringing the Board to gender parity. In the future, the Board will continue to pay due regard to the importance of diversity in identifying potential candidates for directorships and continue to ensure that gender is one of the factors to be considered in appointing Directors by the nomination committee of the Company. The Board targets to recruit one female Director by 31 December 2024.

The Board also recognises the importance of diversity at the workforce level. As at 31 December 2023, the gender ratio of the workforce of the Group (including senior management) was 51% : 49% male to female.

董事會(續)

董事會多元化政策(續)

於2023年度，董事會成員組成在年齡、經驗及本公司服務年期方面已經實現董事會多元化政策的目標。董事會九名董事來自不同背景，彼等為本公司帶來不同的專業經驗、技能及知識，並為董事會多元化作出貢獻。有關董事履歷詳情，請參閱本年度報告第42至48頁。董事會多元化在本公司的核心業務及戰略以及董事會的繼任規劃及發展方面有助作出良好決策，從而使董事會能夠有效履行其職責及責任。未來，本公司將繼續透過接納董事會多元化的利益以提高董事會的效率。董事會的所有委任將繼續以任人唯賢為基礎，並適當考慮多元化的利益。甄選候選人將基於一系列多元化的角度，包括但不限於性別、年齡、文化及教育背景、種族、專業經驗、技能、知識及服務年期。

於2023年度及截至本年報日期，董事會中並無女性董事。董事會已嘗試物色合適且合資格女性候選人成為董事會成員，並參考持份者的期望以及國際及本地建議最佳常規，最終目標為實現董事會性別均等。未來，董事會將繼續充分考慮多元化在物色潛在董事候選人方面的重要性，並繼續確保性別為本公司提名委員會委任董事時所考慮的因素之一。董事會旨在於2024年12月31日之前招聘一名女性董事。

董事會亦知悉員工職級多元化的重要性。於2023年12月31日，本集團(包括高級管理人員)員工性別比例為男51%：女49%。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

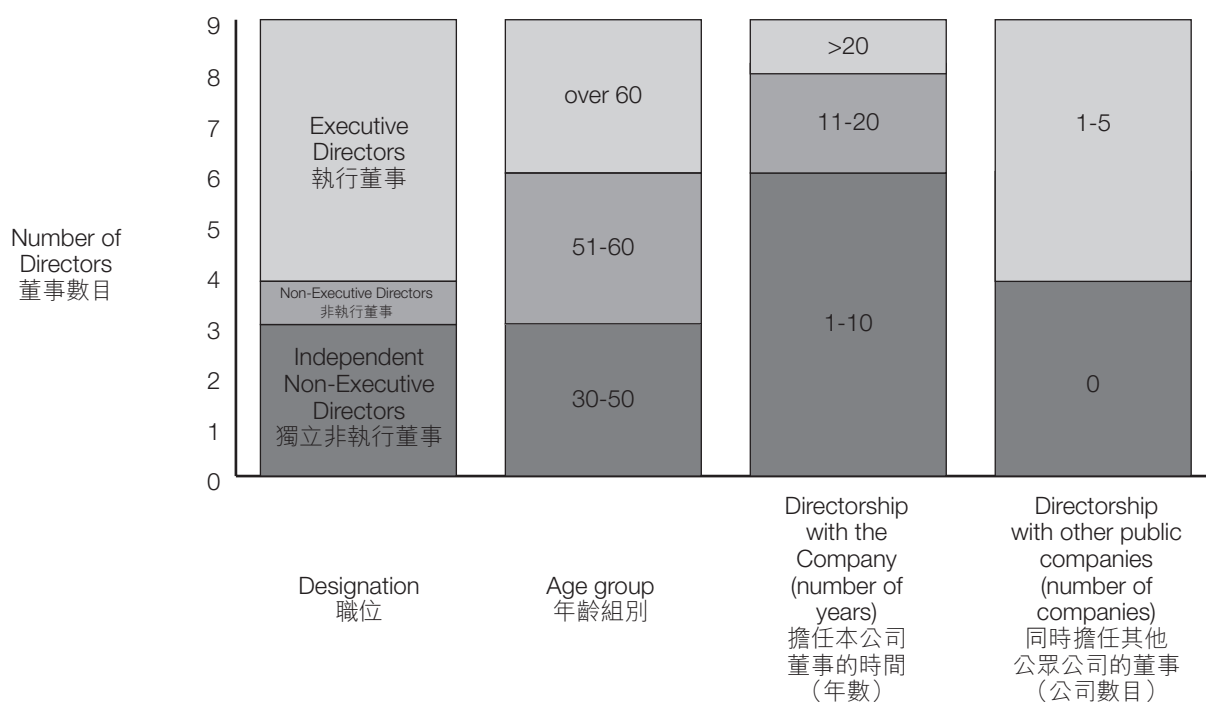
董事會(續)

Board Diversity Policy (Continued)

董事會多元化政策(續)

An analysis of the diversity of the Board as at 31 December 2023 based on a range of diversity perspectives is set out below:

於2023年12月31日按一系列多元化範疇為基準作出之董事會成員多元化分析載列如下；



CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Nomination Policy

The nomination policy of the Company was approved and adopted by a resolution of the Board passed on 28 December 2018. It sets out the criteria and procedures to be adopted when considering candidates to be appointed or re-appointed as Directors.

Recruitment for the Board is the key role of the nomination committee of the Company. Nevertheless, the ultimate responsibilities for the selection and appointment of Directors rest with the entire Board.

The nomination committee of the Company will select from a broad range of candidates and as far as feasible consider those who are outside the Board's circle of contacts in accordance with the Company's Board diversity policy. The nomination committee of the Company will consider the potential contribution a candidate can bring to the Board in terms of qualifications, skills, experience, independence and gender diversity. It will also consider succession planning for Directors to ensure the long term success of the Company.

Corporate Governance Committee

The CG Code recommends listed companies to set up a corporate governance committee to look after issues relating to the corporate governance of the companies. However, the Directors consider that it is more appropriate and efficient for the Company to retain in the Board the function of overseeing corporate governance issues. The Directors will continuously review and improve the Company's and the Group's corporate governance practices to ensure that the business activities and decision-making processes of the Group are regulated in a proper and prudent manner.

董事會(續)

提名政策

本公司提名政策已於2018年12月28日獲董事會透過決議案批准及採納。提名政策載列準則及程序，供考慮委任或重選本公司董事的候選人時採用。

為董事會招攬成員是本公司提名委員會的主要職責。儘管如此，甄選並委任董事的最終責任由董事會整體承擔。

本公司提名委員會將會從廣闊的範圍及在可行的情況下從董事會圈子以外的人選中，按董事會成員多元化政策物色合適人選。本公司提名委員會將會考慮個別人選可為董事會的資歷、技巧、經驗、獨立性及性別多元化等方面帶來的貢獻，亦會考慮董事的繼任承存計劃，以確保本公司的長遠成功。

企業管治委員會

企業管治守則建議上市公司應設立企業管治委員會負責處理與公司企業管治相關之事宜。然而，董事認為把處理企業管治相關事宜的職能保留在董事將為更有效率及更適合本公司。董事將會持續檢討及改善本公司及本集團的企業管治措施，以確保本集團之業務活動及決策過程，受到合適及審慎之規管。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Corporate Governance Committee (Continued)

During Year 2023 and up to the date of this annual report, the main corporate governance duties performed by the Board are set out below:

- developing and reviewing the Company's policies and practices on corporate governance and making recommendations;
- reviewing and monitoring the continuous professional development and training of the Directors and senior management of the Company;
- reviewing the Company's compliance with the CG Code and disclosure in the corporate governance report contained in the Company's annual report;
- reviewing and monitoring the Company's policies and practices on compliance with legal and regulatory requirements; and
- developing, reviewing and monitoring the Company's code of conduct and compliance manual (if any) applicable to its employees and Directors.

Securities Dealing by Directors

The Company adopted the Model Code for Securities Transactions by Directors of Listed Issuers then in force ("Model Code") as set out in Appendix 10 (renumbered as Appendix C3 with effect from 31 December 2023) to the Listing Rules as its own code of conduct regarding Directors' securities transactions in Year 2023. All Directors have confirmed that, following specific enquiry by the Company, they complied with the required standards set out in the Model Code throughout Year 2023.

The Company has also adopted codes of conduct regarding securities transactions by relevant employees (as defined in the CG Code) on terms no less exacting than the required standards set out in the Model Code.

董事會(續)

企業管治委員會(續)

於2023年度及截至本年報日期，由董事會執行的主要企業管治職能載列如下：

- 發展及檢討本公司企業管治政策及措施及提供建議；
- 檢討及監察本公司董事及高級管理人員的持續專業發展及培訓事宜；
- 檢討本公司遵守企業管治守則的情況及本公司年報《企業管治報告》所載的披露；
- 檢討及監察本公司遵守法律及監管要求的政策及措施；及
- 發展、檢討及監察本公司適用於其員工及董事的「行為守則及合規守則」(如有)。

董事進行證券交易

於2023年度，本公司已採納上市規則附錄10 (自2023年12月31日2023)

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Audit Committee

The Company established an audit committee ("Audit Committee") in 1999. The composition and professional qualifications of the members of the Audit Committee comply with the requirements under Rule 3.21 of the Listing Rules. The Audit Committee has written terms of reference that conform to the provisions of the CG Code. The written terms of reference are set out in detail on the websites of the Company and the Stock Exchange.

During Year 2023 and as at the date of this annual report, the Audit Committee comprises three independent non-executive Directors, namely Mr. Hung Muk Ming (committee chairman), Mr. Liang Qing and Mr. Zhang Lu.

The Audit Committee meets at least two times each year to review the reporting of financial and other information to the Shareholders, the systems of internal controls and risk management and the effectiveness and objectivity of the audit process. The Audit Committee also provides an important link between the Board and the Company's external auditor in matters coming within the scope of its terms of reference and keeps under review the independence and objectivity of the external auditor.

During Year 2023, the work performed by the Audit Committee includes the reviews of the annual results for Year 2022 of the Group, the risk management and internal control systems of the Group for Year 2022 and the interim results for the six months ended 30 June 2023 of the Group. The Group's consolidated annual results for Year 2023 have also been reviewed by the Audit Committee.

The Audit Committee together with the Board have reviewed the effectiveness of the Group's internal control system, risk management system and internal audit function and considered that they are effective and adequate for the time being.

董事會(續)

審核委員會

本公司已於1999年成立審核委員會(「審核委員會」)。審核委員會之組成及各成員的專業資格均符合上市規則第3.21條之要求。審核委員會的書面職權範圍書符合企業管治守則之守則條文。書面職權範圍書之詳情已登載於本公司及聯交所網站。

於2023年度及截至本年報日期，審核委員會由三位獨立非執行董事洪木明先生(委員會主席)、梁青先生及張璐先生組成。

審核委員會每年最少召開兩次會議，檢討向股東匯報的財務及其他資料、內部監控及風險管理系統以及核數程序的效力及客觀性。審核委員會亦會在其職權範圍內所涉及的事宜上擔當董事會與本公司外部核數師之間的重要聯繫，並對外部核數師的獨立性及客觀性做出檢討。

在2023年度，審核委員會所做的工作包括審閱2022年度本集團之業績、2022年度本集團的風險管理及內部監控系統及本集團截至2023年6月30日止期間之中期業績。本集團2023年度之綜合年度業績，亦經已由審核委員會審閱。

審核委員會聯同董事會已審閱本集團內部監控系統、風險管理系統及內部審核功能的成效，並且認為就目前而言屬有效及足夠。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Audit Committee (Continued)

During Year 2023, two Audit Committee meetings were held and the attendance of each member is set out below:

Name of Directors	董事姓名	Number of meetings attended/held during the term of office	Attendance rate
		任期內出席 舉行會議次數	出席率
Hung Muk Ming	洪木明	2/2	100%
Liang Qing	梁青	2/2	100%
Zhang Lu	張璐	2/2	100%

Remuneration Committee

The Company established a remuneration committee ("Remuneration Committee") in 2005 and adopted written terms of reference which conform to the provisions of the CG Code. The written terms of reference are set out in detail on the websites of the Company and the Stock Exchange. The Remuneration Committee comprises one executive Director, namely, Mr. Luo Zhihai, and two independent non-executive Directors namely, Mr. Zhang Lu (committee chairman) and Mr. Liang Qing.

The principal duties of the Remuneration Committee are to ensure that no Director or any of his associates (within the meaning of the Listing Rules) is involved in deciding his own remuneration and that the Company has an equitable and competitive remuneration policy to attract and retain talented persons to serve the Company. The Board has adopted the model where the Remuneration Committee performs an advisory role to the Board (i.e. making recommendations to the Board on the remunerations packages of individual Directors and senior management). The Remuneration Committee is also responsible for making recommendations to the Board on the Company's policy and structure for all Directors' and senior management's remuneration and making recommendations to the Board on the remuneration of the non-executive Directors.

董事會(續)

審核委員會(續)

於2023年度，審核委員會共召開2次會議，各成員之出席率載列如下：

薪酬委員會

本公司已於2005年成立薪酬委員會(「薪酬委員會」)並採納符合企業管治常規守則的書面職權範圍書。書面職權範圍書之詳情已登載於本公司及聯交所網站。薪酬委員會由一名執行董事羅智海先生及兩名獨立非執行董事張璐先生(委員會主席)及梁青先生組成。

薪酬委員會的主要職責為確保沒有董事或其聯繫人(定義見上市規則)參與制定該董事自己的酬金以及確保本公司存在一套公平且具競爭性的薪酬政策以便吸引及挽留卓越的人才為本公司服務。董事會已採納薪酬委員會作為董事會顧問的方式(即就個別董事及高級管理人員的薪酬組合向董事會提出建議)。薪酬委員會亦負責就董事及高級管理人員的全體薪酬政策及架構向董事會提出建議，亦就非執行董事的薪酬向董事會提出建議。

Board of Directors (Continued)

Remuneration Committee (Continued)

The remuneration package for each employee is structured according to his quality and qualification. The remuneration package will contain a combination or modification of some or all of the following four main components:

1. Basic salary

The basic salary ranges for each position are established with reference to the responsibilities and the duties attached to the position. The actual salary for the person filling the position is determined based on the experience and ability of the individual selected for the position.

The basic salary ranges are reviewed periodically by reference to the general market and by comparison to comparable positions at competitors of the Company in the relevant industry. The actual salaries of employees are reviewed annually and may be adjusted from time to time based on the cost of living and the financial performance of the Company.

Salaries are basic remuneration and are not intended to reward performance, either individually or corporately. Performance is rewarded through the other components of the remuneration package.

2. Incentive bonus

Incentive bonus is linked to individual and corporate performance. The incentive bonus for each employee is determined with reference to his position and performance during the year.

董事會(續)

薪酬委員會(續)

每位員工的薪酬待遇按個別人士的質素與專業資格釐定。薪酬待遇由以下四大項目中其中一部分或全部組成，亦可能有所修改：

1. 基本薪金

基本薪金是按個別職位及責任而釐定。而擔任該職務的人士實際可取得的基本薪金，則按個別受聘人士的經驗及能力而定。

基本薪金會定期參考一般市場及本公司於有關行業的競爭機構中同類職位的薪酬後作出檢討。僱員的實際基本薪金則每年進行檢討，並可按生活指數及本公司的財務表現不時作出調整。

薪金屬基本薪酬，並非按個別僱員或公司表現而作出的獎賞。薪酬政策中另有其他獎勵性質的項目。

2. 獎勵性花紅

獎勵性花紅與個別僱員及公司表現掛鉤。每名僱員所得的獎勵性花紅會按其職位及年內的表現而訂定。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Remuneration Committee (Continued)

3. Share option

Share options to subscribe for Shares are granted to employees from time to time at the discretion of the Board in order to retain valuable employees and to motivate future performance of the employees.

Share options granted to individual employee are determined with reference to his position, performance and ability to contribute to the overall success of the Group.

However, the Group does not have any share option scheme in force for the time being.

4. Other benefits

The Group offers other customary and/or mandatory benefits to employees, such as statutory retirement scheme, employee compensation, medical insurance, paid annual leaves and child education allowance, with reference to the prevailing practices in relevant jurisdictions.

董事會(續)

薪酬委員會(續)

3. 購股權

董事會可不時酌情向僱員授出購股權，以挽留有貢獻的員工並激勵員工繼續努力工作。

個別員工獲授的購股權數目會按其職位、表現及對本集團整體成就所作的貢獻而釐定。

然而，本集團目前並無實施任何購股權計劃。

4. 其他福利

本集團亦會參考有關司法管轄權區當前的慣例向僱員提供慣常的及或強制性的福利，如法定退休金計劃、僱員賠償、醫療保險、有薪年假及子女教育津貼。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Remuneration Committee (Continued)

The Remuneration Committee meets regularly to review the Company's human resources matters and remuneration policies. During Year 2023, one Remuneration Committee meeting was held and the attendance of each member is set out below:

Name of Directors	董事姓名	Number of meetings attended/held during the term of office 任期內出席舉行會議次數	Attendance rate 出席率
Zhang Lu	張璐	1/1	100%
Liang Qing	梁青	1/1	100%
Luo Zhihai	羅智海	1/1	100%

董事會(續)

薪酬委員會(續)

薪酬委員會定期召開會議審閱本公司的人力資源事宜及薪酬政策。於2023年度，薪酬委員會已召開一次會議，各成員之出席情況載

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors *(Continued)*

Remuneration Committee *(Continued)*

The Remuneration Committee has reviewed and made recommendation to the Board on the approval of the payment of the director's fees to the Directors for Year 2023 after taking into consideration the results of the Group, the performance of the Directors, the senior management and the employees and the prevailing market practices.

Details of the Directors' emoluments and the five highest paid employees as required to be disclosed pursuant to Appendix 16 (renumbered as Appendix D2 with effect from 31 December 2023) to the Listing Rules are set out in Notes 8 and 9 to the consolidated financial statements.

Nomination Committee

The Company established a nomination committee ("Nomination Committee") on 15 February 2012 and adopted written terms of reference for the Nomination Committee. The written terms of reference are set out in detail on the websites of the Company and the Stock Exchange. During Year 2023 and as at the date of this annual report, the Nomination Committee comprises Mr. Chu Hing Tsung (committee chairman, the Chairman, a Co-Chief Executive

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Directors' and Officers' Liability Insurance and Indemnity

The Company has arranged appropriate liability insurance to indemnify its Directors and officers in respect of legal actions against them.

Induction and Training

Each newly appointed Director, executive or non-executive, is provided with a director's induction package to ensure that he has a proper understanding of his duties and responsibilities. The director's induction package includes an overview of the Group's business operation and governance policies, the Director's responsibilities and duties, relevant regulatory requirements and briefing with the senior management of the Group.

Pursuant to the CG Code, all Directors should participate in continuous professional development to develop and refresh their knowledge and skills. This is to ensure that their contribution to the Board remains informed and relevant. During Year 2023, all Directors participated in appropriate continuous professional development activities by way of attending training and/or reading materials relevant to the Company's business or to the Directors' duties and responsibilities. All Directors have confirmed that, following specific enquiry by the Company, they complied with the continuous professional development requirement of the CG Code for Year 2023.

董事會(續)

董事及管理人員的責任保險及彌償保證

本公司已安排適當責任保險以就針對董事的法律訴訟向董事及管理人員作出彌償保證。

就職及培訓

每一位新委任之董事，不論是執行或非執行，均獲發一套董事就職簡介以確保其已恰當地知悉其職責及責任。該份董事就職簡介包括本集團的經營業務及企業管治措施的概覽、董事責任及職責、有關的監管規定以及與本集團高級管理層的簡報。

根據企業管治守則的規定，所有的董事均需要參與持續專業發展，發展並更新其知識及技能，以確保其繼續在具備全面資訊及切合所需的情況下對董事會作出貢獻。於2023年度，所有董事均已透過出席培訓及或閱讀與本公司業務或與董事職責及責任相關的材料參與適當的持續專業發展活動。經本公司具體查詢後，所有董事均已確認彼等於2023年度已遵守企業管治守則規定的持續專業發展要求。

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

董事會(續)

Induction and Training (Continued)

就職及培訓(續)

The training attended by the Directors during Year 2023 is summarised below:

董事於2023年度進行的培訓概述如下：

Name of Directors	董事姓名	Type of training (Note 1) 培訓方式(附註1)	Training matters (Note 2) 培訓事項(附註2)
Executive Directors			
Chu Hing Tsung	朱慶崧	a, b	i, ii, iv
Chen Yongcun	陳永存	a, b	i, ii
Luo Zhihai	羅智海	b	i, ii, iii, iv
Tang Lunfei	唐倫飛	a, b	i, ii, iv
Weng Jian (appointed with effect from 1 July 2023)	翁鍵(於2023年7月1日獲委任)	a, b	i, ii, iv
Wang Ping (resigned with effect from 1 April 2023)	王平(於2023年4月1日辭任)	a, b	i, ii, iv
Non-executive Director			
Chen Zhiwei	陳志偉	b	i, ii, iii, iv
Independent non-executive Directors			
Liang Qing	梁青	b	i, ii, iii, iv
Zhang Lu	張璐	b	i, ii, iv
Hung Muk Ming	洪木明	b	i, ii, iii

CORPORATE GOVERNANCE REPORT 企業管治報告

Board of Directors (Continued)

Induction and Training (Continued)

Note 1:

- a: attending seminar or training session
- b: reading newspapers, journals and updates relating to the economy, general business or directors' duties and responsibilities, etc.

Note 2:

- i: corporate governance
- ii: regulatory
- iii: finance and accounting
- iv: managerial

The Company also received confirmation from the Company Secretary that he has taken no less than 15 hours of relevant professional training during Year 2023.

董事會(續)

就職及培訓(續)

附註1:

- a: 出席研討會及培訓課程
- b: 閱讀與經濟、一般業務或董事職責及責任等相關的報紙、雜誌及最新資料等

附註2:

- i: 企業管治
- ii: 監管
- iii: 財務及會計
- iv: 管理

本公司同時已取得公司秘書確認其於2023年度內已進行不少於15小時的相關專業培訓。

CORPORATE GOVERNANCE REPORT 企業管治報告

Risk Management and Internal Control

The Board is responsible for ensuring that the Company has effective risk management and control systems. The Board evaluates the effectiveness of the systems at least annually. A review of the effectiveness of the risk management and internal control systems of the Group for Year 2023 was conducted.

Risk Management and Internal Control Systems

The Company's risk management and internal control systems are designed to manage and mitigate risks, rather than eliminate risks, and can only provide reasonable and not absolute assurance against material misstatement or loss. The Company has employed a bottom-up approach for the identification, assessment and mitigation of risks at business unit level and across functional areas.

Main Features of Risk Management and Internal Control Systems

The key elements of the Company's risk management and internal control systems include the establishment of a risk register to track and document identified risks, the assessment and evaluation of risks, the development and continuous updating of responsive procedures, and the ongoing testing of internal control procedures to ensure their effectiveness.

An ongoing risk assessment approach is adopted by the Company for identifying and assessing new risks. The identified risks will be recorded in the risk register which will be reviewed regularly. After considering the control measures against the risks identified, a risk matrix is adopted to determine the risk rating (L=low risk, M=medium risk, H=high risk) after evaluation of each risk identified by the likelihood and the impact of the risk event.

風險管理及內部監控

董事會在確保本公司推行有效的風險管理制度及內部監控制度方面肩負責任。董事會每年最少一次檢討該等系統的有效性。於2023年度，已就本集團風險管理及內部監控系統的成效作出檢討。

風險管理及內部監控系統

本公司的風險管理及內部監控系統並非著眼於消除風險，而是要管理及緩解風險，並且只能就不會有重大的失實陳述或損失作出合理而非絕對的保證。本公司採用了一個由下而上的分析方法，在業務單位層面和各個職能領域中識別、評估及減低風險。

風險管理及內部監控系統的主要功能

本公司的風險管理及內部監控制度主要元素包括設立風險登記冊以追蹤及記錄所識別的風險、評估及評測風險、發展及繼續更新對應程序，以及持續測試內部控制系統以確保行之有效程度。

本公司採用了一個持續性的風險評估方法以不斷識別新的風險。已辨識的風險會被記錄在定期檢討的風險登記冊中，在考慮已制定的風險控制措施後，本公司按已辨識的風險發生的可能性及其後果，根據風險矩陣釐定風險評級（低風險為「L」，中風險為「M」，高風險為「H」）對每項已辨識風險進行評估。

CORPORATE GOVERNANCE REPORT 企業管治報告

Risk Management and Internal Control (Continued)

Process Used to Identify, Evaluate and Manage Significant Risks

During the process of risk assessment, the risk owner of each of the departments of the Group and major subsidiaries of the Company is required to capture and identify the key inherent risks that affect the achievement of its objectives. Each inherent risk is evaluated according to the risk matrix. After taking into consideration the risk response, such as control measures in place to mitigate the risk, the residual risk of each inherent risk is evaluated again and categorised according to its risk level. The risk register with the risk responses and residual risks is reported to the Audit Committee. The Audit Committee, acting on behalf of the Board, evaluates the effectiveness of the risk management and internal control systems of the Group. The residual risks in the highest category will be subject to the Board's oversight.

Process Used to Review the Effectiveness of the Risk Management & Internal Control Systems and to Resolve Material Internal Control Defects

In view of the Company's business and scale of operations, and in order to adopt the most cost-effective method of conducting periodic reviews of the Company's internal controls, the Board has outsourced the internal audit function to an independent consulting firm ("Consulting Firm"). The Consulting Firm has conducted a review of the Company's risk management and internal control systems for Year 2023 according to the scope of review agreed and approved by the Audit Committee.

風險管理及內部監控(續)

用以辨認、評估及管理重大風險的程序

於風險評估的程序中，本集團各部門及本公司主要附屬公司的風險負責人須及時捕捉及辨識影響其達到目標的主要固有風險。各固有風險乃根據風險矩陣進行評估。經考慮風險的應對方法後(如採取監控措施以減低風險)將再次評估各固有風險的剩餘風險，並按風險水平分級。風險記錄冊連同風險應對方法及剩餘風險將會向審計委員會予以匯報。審計委員會(代表董事會)評估本公司風險管理及內部監控系統的有效程度。最高級別的剩餘風險須受董事會監管。

用以檢討風險管理及內部監控系統有效性及解決重大的內部監控缺失的程序

就本公司的業務及經營規模而言，及為就本公司內部監控進行定期檢討而採用最具成本效益的方法，董事會已將內部審核職能外判予一間獨立顧問公司(「顧問公司」)。顧問公司在2023年度已根據審核委員會同意及批准的檢討範圍對本公司風險管理及內部監控系統進行檢討。

CORPORATE GOVERNANCE REPORT 企業管治報告

Risk Management and Internal Control (Continued)

Inside Information

The Board is responsible for the handling and dissemination of inside information. In order to ensure that the market and Shareholders are fully and promptly informed about the material developments in the Group's business, the Board has adopted an inside information disclosure policy regarding the procedures of proper information disclosure. Release of inside information is subject to the approval of the Board. Unless duly authorised, all staff members of the Group shall not communicate inside information to any external parties and shall not respond to market speculation and rumours. In addition, all external presentation materials or publications must be pre-vetted before release.

Report to Audit Committee

The Consulting Firm reports directly to the Audit Committee and the Audit Committee is satisfied that there has been no major deficiency noted in the areas of the Company's risk management and internal control systems being reviewed after implementation of the measures recommended by the Consulting Firm to rectify the internal control defects reported by it. Accordingly, the Audit Committee and the Board considered the risk management and internal control systems of the Group to be effective and adequate.

風險管理及內部監控(續)

內幕消息

董事會負責處理及發佈內幕消息。為確保市場及股東全面且從速獲知本集團業務的重大發展，董事會已採納有關進行適當的信息披露程序的內幕消息披露政策。刊發內幕消息須待董事會批准後，方可作實。除非得到正式授權，本集團所有員工不得向任何外部人士傳達內幕消息及不會回應市場揣測和傳言。此外，所有向外部提呈的材料或刊物須於刊發前預先審閱。

向審核委員會匯報

顧問公司直接向審核委員會匯報，而審核委員會認為在實施顧問公司建議的內部監控缺陷糾正措施後，本公司經檢討的風險管理及內部監控系統範圍並無出現重大缺陷。因此，審核委員會及董事會認為風險管理制度及內部監控系統完善有效。

CORPORATE GOVERNANCE REPORT 企業管治報告

General Meetings

During Year 2023, the Company convened two general meetings, including the annual general meeting held on 15 June 2023. The attendance of each Director is set out below:

股東大會

於2023年度內，本公司召開二次股東大會，包括於2023年6月15日舉行之股東週年大會。各董事出席情況載列如下：

Name of Directors	董事姓名	Number of general meetings attended/held during the term of office 任期內出席舉行股東大會次數	Attendance rate 出席率
Executive Directors			
Chu Hing Tsung	朱慶淞	2/2	100%
Chen Yongcun	陳永存	2/2	100%
Luo Zhihai	羅智海	2/2	100%
Tang Lunfei	唐倫飛	0/2	0%
Weng Jian (appointed with effect from 1 July 2023) (Note)	翁鍵(於2023年7月1日獲委任)(附註)	1/1	100%
Wang Ping (resigned with effect from 1 April 2023) (Note)	王平(於2023年4月1日辭任)(附註)	N/A 不適用	N/A 不適用
Non-executive Director			
Chen Zhiwei	陳志偉	2/2	100%
Independent non-executive Directors			
Liang Qing	梁青	0/2	0%
Zhang Lu	張璐	2/2	100%
Hung Muk Ming	洪木明	2/2	100%

Note: The attendance of the Director who was appointed or who resigned during Year 2023 was made by reference to the number of such meetings held during his terms.

附註：於2023年度獲委任或辭任董事之出席率乃按其在任期間舉行會議次數以計算得出。

CORPORATE GOVERNANCE REPORT 企業管治報告

Auditor's Remuneration

For Year 2023, the remuneration paid/payable to the Company's auditor, Ernst & Young, for their audit and non-audit services provided, is set out as follows:

Nature of services	服務性質	Fee paid/payable	
		已付	應付費用
		HK\$	
		港元	
Audit services	審計服務		7,200,000
Non-audit services	非審計服務		
— Professional services in relation to a major transaction	— 有關重大交易之專業服務		430,000
— Internal control services	— 內部監控服務		300,000
Total	總額		7,930,000

核數師酬金

於2023年度就其所提供之審計及非審計服務已付 應付本公司核數師安永會計師事務所之酬金載列如下：

Remuneration of Senior Management

The emoluments paid to the senior management of the Group during Year 2023, which were amongst the emoluments paid to the five highest paid individuals of the Group, are set out in Note 9 to the consolidated financial statements.

The remuneration of the senior management of the Group by band for Year 2023 is as follows:

高級管理人員薪酬

於2023年度支付予本集團高級管理人員(本集團5名最高薪人士)之酬金已載列於綜合財務報表附註9。

本集團的高級管理人員於2023年度的薪酬等級載列如下：

		Number of individuals
		人數
HK\$1,000,001 to HK\$3,000,000	1,000,001港元至3,000,000港元	1
HK\$3,000,001 to HK\$3,500,000	3,000,001港元至3,500,000港元	—
HK\$3,500,001 to HK\$5,500,000	3,500,001港元至5,500,000港元	1
		2

CORPORATE GOVERNANCE REPORT 企業管治報告

Directors' Responsibility Statement

The Board acknowledges its responsibilities for the preparation of the financial statements of the Group for each financial year, which give a true and fair view of the state of the affairs, results and cash flows of the Group for that year in compliance with the relevant laws and disclosure requirements in the Listing Rules.

In preparing the consolidated financial statements of the Group for Year 2023, the Directors have (i) selected suitable accounting policies and applied them consistently; (ii) adopted appropriate Hong Kong Financial Reporting Standards and Hong Kong Accounting Standards; (iii) made adjustments and estimates that are prudent and reasonable; and (iv) prepared the consolidated financial statements on the going concern basis.

The Directors are also responsible for keeping proper accounting records, which reflect the financial position of the Group accurately at all times. The Directors also have general responsibilities for setting up an appropriate internal control system, which is mainly to safeguard the assets of the Group and to prevent and detect fraud and other irregularities. The Directors have reviewed the internal control system of the Group and are satisfied that the internal control system of the Group is functioning properly.

Disclaimer of Auditor's Opinion for Year 2023

The Company's auditor, Ernst & Young, issued a disclaimer of opinion on the Group's consolidated financial statements for Year 2023 ("2023 Accounts") due to multiple uncertainties relating to going concern as below:

董事的責任聲明

董事會確認其對各財政年度所編製之本集團財務報表的責任，該等財務報表應遵從有關法律及上市規則的披露規定，真確地反映本集團於該年度的業務狀況、業績及現金流量。

在編製2023年度之本集團綜合財務報表時，董事(i)已選取合適的會計政策，並貫徹應用；(ii)採用適當的香港財務報告準則及香港會計準則；(iii)作出審慎及合理的調整及估計；及(iv)按持續經營基準編製綜合財務報表。

董事亦負責保存適當的會計紀錄，使於任何時間準確反映本集團的財務狀況。董事亦有一般責任設立適當的內部監控系統，其主要目的為保障本集團資產與防止及揭發舞弊以及其他不當的行為。董事已檢討過本集團的內部監控系統並認為本集團的內部監控系統行之有效。

2023年度核數師不發表意見

本公司核數師(安永會計師事務所)對本集團2023年度綜合財務報表(「2023年賬目」)因有關持續經營之多項不確定因素而不發表意見，詳情如下：

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Multiple uncertainties relating to going concern

(a) Details of the audit opinion modification

As set out in Note 2.1 to the 2023 Accounts, as at 31 December 2023, the Group had cash and bank balances of approximately HK\$57 million and the Group's interest-bearing bank and other borrowings with an aggregate carrying amount of approximately HK\$3,485 million are due to be repaid within 12 months from the end of the reporting period, including (i) borrowing of approximately HK\$195 million which has not been repaid according to the scheduled repayment date before the end of the reporting period; and (ii) borrowings of approximately HK\$3,007 million with original maturity dates of over one year from the end of the reporting period which have been reclassified to current liabilities due to the delay in the payment of interest of certain borrowings before the end of the reporting period. Furthermore, subsequent to the end of the reporting period, another borrowing of the Group with a principal amount of approximately HK\$131 million has not been repaid according to the scheduled repayment date. These conditions, along with other matters set forth in Note 2.1 to the 2023 Accounts, indicate the existence of material uncertainties which cast significant doubt on the Group's ability to continue as a going concern.

The Directors have been undertaking plans and measures to improve the Group's liquidity and financial position, details of which are set out in Note 2.1 to the 2023 Accounts. The validity of the going concern assumptions on which the 2023 Accounts have been prepared depends on the outcome of these measures, which are subject to multiple uncertainties, including:

2023年度核數師不發表意見(續)

與持續經營相關的多項不確定性

(a) 審計意見修改的詳情

誠如2023年賬目附註2.1所述，於2023年12月31日，本集團之現金及銀行結餘約為57,000,000港元，而本集團賬面總值約為3,485,000,000港元之計息銀行及其他借款須自報告期末起十二個月內償還，包括(i)於報告期末前尚未按照預定還款日期償還之借款約195,000,000港元；及(ii)原定到期日為距報告期末一年以上之借款約3,007,000,000港元(因在報告期末前延遲支付若干借款之利息已重新分類至流動負債)。此外，於報告期末後，本集團另一筆本金額約為131,000,000港元之借款尚未按照預定還款日期償還。該等條件，連同2023年賬目附註2.1中所列的其他事項，顯示存在重大不確定性，致使對本集團持續經營的能力產生重大疑問。

董事已採取計劃及措施改善本集團的流動資金及財務狀況，有關詳情載於2023年賬目附註2.1。編製2023年賬目所依據的持續經營假設是否有效取決於該等措施的結果，而該等措施受限於多項不確定因素，其中包括：

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Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Multiple uncertainties relating to going concern (Continued)

(a) Details of the audit opinion modification (Continued)

- (i) the successful and timely implementation of the plans and measures for the disposal of the outstanding loan receivables and loan interest receivables;
- (ii) the successful and timely implementation of the plans for the disposal of the financial asset investments;
- (iii) the continual support from the existing lenders of the Group such that they will not demand for immediate repayment of the relevant borrowings; and
- (iv) the successful obtaining of new sources of financing as and when needed.

As a result of these multiple uncertainties, their potential interaction, and the possible cumulative effect thereof, the Company's auditor was unable to form an opinion as to whether the going concern basis of preparation is appropriate. Should the Group fail to achieve the above-mentioned plans and measures, it might not be able to operate as a going concern, and adjustments would have to be made to write down the carrying values of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in the 2023 Accounts.

2023年度核數師不發表意見(續)

與持續經營相關的多項不確定性(續)

(a) 審計意見修改的詳情(續)

- (i) 成功並及時實施出售未償還應收貸款及應收貸款利息的計劃及措施；
- (ii) 成功並及時實施出售金融資產投資的計劃；
- (iii) 本集團現有貸款人的持續支援，即其不會要求立即償還相關借款；及
- (iv) 需要時成功獲得新的融資來源。

鑒於該等多項不確定因素、其潛在交互作用以及潛在累計效應，本公司核數師無法就按持續經營基準編製是否適當發表意見。倘本集團未能實現上述計劃及措施，則可能無法持續經營，且須進行調整以將本集團資產的賬面值撇減至可收回金額，就可能產生的任何進一步負債計提撥備，以及將非流動資產及非流動負債分別重新分類為流動資產及流動負債。該等調整的影響並無反映於2023年賬目。

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Multiple uncertainties relating to going concern (Continued)

(b) Position and basis of the Group's management on the audit opinion modification

As at 31 December 2023, the Group had cash and bank balances of approximately HK\$57 million and the Group's interest-bearing bank and other borrowings with an aggregate carrying amount of approximately HK\$3,485 million were due to be repaid within 12 months from the end of the reporting period, including (i) borrowing of approximately HK\$195 million which has not been repaid according to the scheduled repayment date before the end of the reporting period; and (ii) borrowings of approximately HK\$3,007 million with original maturity dates of over one year from the end of the reporting period which have been reclassified to current liabilities due to the delay in the payment of interest of certain borrowings and which has been repaid after 31 December 2023. Furthermore, subsequent to the end of the reporting period, another borrowing of the Group with a principal amount of approximately HK\$131 million has not been repaid according to the scheduled repayment date. As at the date of approval of the 2023 Accounts, the Group has been actively negotiating with the lenders for extension of the repayment date of certain of the aforesaid borrowings. Up to the date of approval of the 2023 Accounts, the Group has not received any demand for immediate repayment of these and other borrowings.

In view of the above circumstances, the Directors have given careful consideration to the Group's future liquidity requirements, operating performance and available sources of financing in assessing the Group's ability to continue operating as a going concern. The following plans and measures ("Plans and Measures") have been formulated to manage the working capital and improve the financial position of the Group:

2023年度核數師不發表意見(續)

與持續經營相關的多項不確定性(續)

(b) 本集團管理層對審計意見修改的立場及依據

於2023年12月31日，本集團之現金及銀行結餘約為57,000,000港元，而本集團賬面總值約為3,485,000,000港元之計息銀行及其他借款須自報告期末起十二個月內償還，包括(i)於報告期末前尚未按照預定還款日期償還之借款約195,000,000港元；及(ii)原定到期日為距報告期末一年以上之借款約3,007,000,000港元(因延遲支付若干借款之利息(已於2023年12月31日後償還)已重新分類至流動負債)。此外，於報告期末後，本集團另一筆本金額約為131,000,000港元之借款尚未按照預定還款日期償還。於批准2023年賬目日期，本集團就延長上述若干借款之還款日期積極與貸款人進行磋商。截至批准2023年賬目日期，本集團尚未收到任何須即時償還該等及其他借款之要求。

鑒於上述情況，董事在評估本集團持續經營能力時，已審慎考慮本集團未來流動資金需求、經營績效及可用融資來源。為管理營運資金及改善本集團財務狀況，已制定以下計劃及措施(「計劃及措施」):

Disclaimer of Auditor's Opinion for Year 2023

(Continued)

Multiple uncertainties relating to going concern

(Continued)

(b) Position and basis of the Group's management on the audit opinion modification *(Continued)*

- (i) the Group will continue to implement measures for the disposal of the outstanding loan receivables and loan interest receivables;
- (ii) the Group will continue to take measures to expedite the disposal of the financial asset investments, including equity investments and non-performing assets portfolio;
- (iii) the Group will continue its negotiations with the lenders of certain bank and other borrowings or

(iii) the Group will continue its negotiations with the lenders of certain bank and other borrowings or

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Multiple uncertainties relating to going concern (Continued)

(b) Position and basis of the Group's management on the audit opinion modification (Continued)

On the other hand, in the view of the Company's auditor, there existed the following material uncertainties which cast significant doubt on the Group's ability to continue as a going concern:

- (i) the successful and timely implementation of the plans and measures for the disposal of the outstanding loan receivables and loan interest receivables;
- (ii) the successful and timely implementation of the plans for the disposal of the financial asset investments;
- (iii) the continual support from the existing lenders of the Group such that they will not demand for immediate repayment of the relevant borrowings; and
- (iv) the successful obtaining of new sources of financing as and when needed.

2023年度核數師不發表意見(續)

與持續經營相關的多項不確定性(續)

(b) 本集團管理層對審計意見修改的立場及 依據(續)

另一方面，本公司核數師認為，存在下列重大不確定性而對本集團持續經營之能力產生重大懷疑：

- (i) 成功並及時實施出售未償還應收貸款及應收貸款利息的計劃及措施；
- (ii) 成功並及時實施出售金融資產投資的計劃；
- (iii) 本集團現有貸款人的持續支援，即其不會要求立即償還相關借款；及
- (iv) 需要時成功獲得新的融資來源。

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Multiple uncertainties relating to going concern (Continued)

(b) Position and basis of the Group's management on the audit opinion modification (Continued)

The Audit Committee has discussed the audit opinion modification with the Group's management and the Directors, and agreed with their position and basis (including the matters involving their substantial judgments) in relation to the audit opinion modification and the preparation of the 2023 Accounts on a going concern basis, in reliance of the following factual matters: (i) up to the date of approval of the 2023 Accounts, the Group has not received any demand for immediate repayment of its borrowings; (ii) the Group has been and is still actively negotiating with the lenders of certain of its bank and other borrowings or other financial institutions on the refinancing of the borrowings; (iii) following the Company's entering into of a memorandum of understanding dated 18 March 2024 with Guangdong Zhuguang in relation to the Proposed Disposal (further details of which are set out in the paragraph headed "Grant of Loans – Proposed disposal of Loan Interest" in the Chairman's Statement above and the Company's announcements dated 18 March 2024 and 19 March 2024), the Company has been actively negotiating with Guangdong Zhuguang on the terms of the formal sale and purchase agreement in relation to the Proposed Disposal to be entered into between the Company and Guangdong Zhuguang; (iv) after the end of the reporting period and up to the date of approval of the 2023 Accounts, the Group has disposed of financial asset investments of approximately HK\$1.8 million in its non-performing assets portfolio; and (v) up to the date of approval of the 2023 Accounts, neither the Company nor any of its operating subsidiaries has been the subject of any winding-up proceedings.

2023年度核數師不發表意見(續)

與持續經營相關的多項不確定性(續)

(b) 本集團管理層對審計意見修改的立場及 依據(續)

審核委員會已就審計意見修改與本集團管理層及董事討論，並認同彼等有關審計意見修改及按持續經營基準編製2023年賬目之立場及依據(包括涉及彼等之重大判斷事宜)，所依據之事實如下：(i)直至批准2023年賬目日期，本集團並無收到任何即時償還其借款之要求；(ii)本集團已經及仍正在積極與其若干銀行及其他借款的貸款人或其他金融機構就借款再融資進行磋商；(iii)在本公司與廣東珠光訂立日期為2024年3月18日之諒解備忘錄(內容有關建議出售事項(進一步詳情載於上文主席報告「授出貸款—建議出售貸款權益」一段及本公司日期為2024年3月18日及2024年3月19日的公告))後，本公司正積極與廣東珠光就本公司與廣東珠光訂立有關建議出售事項正式買賣協議的條款進行磋商；(iv)於報告期末後及直至批准2023年賬目日期，本集團已出售其不良資產組合約1,800,000港元的金融資產投資；及(v)直至批准2023年賬目日期，本公司或其任何營運附屬公司概無涉及任何清盤法律程序。

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Multiple uncertainties relating to going concern (Continued)

(b) *Position and basis of the Group's management on the audit opinion modification* (Continued)

The Group will continue to implement the Plans and Measures diligently to better manage its working capital and improve its financial position in 2024.

Even had there been no afore-mentioned multiple uncertainties relating to going concern which precluded the Company's auditor from expressing an opinion on the 2023 Accounts, the opinion of the Company's auditor would have been qualified for the qualification on the loan receivables and loan interest receivables as below.

2023年度核數師不發表意見(續)

與持續經營相關的多項不確定性(續)

(b) 本集團管理層對審計意見修改的立場及依據(續)

本集團將繼續認真執行計劃及措施，以便更好地管理其營運資金及改善2024年財務狀況。

即使不存在上述與持續經營相關的多項不確定因素導致本公司核數師無法對2023年賬目發表意見，本公司核數師的意見對下述應收貸款及應收貸款利息仍屬保留意見。

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Qualification on loan receivables and loan interest receivables

(a) Details of the audit opinion modification

Included in loan receivables and deposits, prepayments and other receivables on the Group's consolidated statement of financial position as at 31 December 2023 were loan receivables from different borrowers with an aggregate carrying amount of approximately HK\$1,552 million, net of loss allowance, and related loan interest receivables with an aggregate carrying amount of approximately HK\$349 million, net of loss allowance. In addition, included in other income, gains and losses and impairment of financial assets, net on the Group's consolidated statement of profit or loss for Year 2023 were interest income of approximately HK\$165 million and impairment loss of approximately HK\$390 million in relation to the above-mentioned loan receivables and loan interest receivables. Furthermore, investing cash flows of interest received of approximately HK\$22 million, advance of loan receivables of approximately HK\$357 million and receipt of loan receivables of approximately HK\$75 million in relation to the abovementioned loan receivables and loan interest receivables were presented in the Group's consolidated statement of cash flows for Year 2023.

2023年度核數師不發表意見(續)

對應收貸款及應收貸款利息的保留意見

(a) 審計意見修改的詳情

計入本集團於2023年12月31日的綜合財務狀況表的應收貸款及按金、預付款項及其他應收款包括來自不同借款人的應收貸款，扣除虧損撥備後的賬面總值約為1,552,000,000港元，以及相關應收貸款利息，扣除虧損撥備後的賬面總值約為349,000,000港元。此外，計入本集團2023年度的綜合損益表的其他收入、收益及虧損以及金融資產減值淨額為與上述應收貸款及應收貸款利息有關的利息收入約165,000,000港元及減值虧損約390,000,000港元。此外，與上述應收貸款及應收貸款利息有關的已收利息投資現金流量約22,000,000港元、應收貸款墊款約357,000,000港元及收訖應收貸款約75,000,000港元已於本集團2023年度的綜合現金流量表中列示。

Disclaimer of Auditor's Opinion for Year 2023

(Continued)

Qualification on loan receivables and loan interest receivables *(Continued)*

(a) Details of the audit opinion modification *(Continued)*

As disclosed in Note 20 to the 2023 Accounts, the Company has established a special investigation committee to undertake investigation on matters pertaining to the loan transactions, including but not limited to, the commercial rationale of the loan transactions and the relationship between the Group and the borrowers. Up to the date of approval of the 2023 Accounts, as the afore-said investigation ("Investigation") has not been completed and is still in progress, the Company's auditor was unable to obtain sufficient appropriate audit evidence to satisfy themselves as to (i) the commercial rationale of the loan transactions, the relationships between the Group and the borrowers, and the relationships amongst the borrowers; (ii) whether the carrying amounts of the loan receivables and loan interest receivables were properly stated as at 31 December 2023; (iii) whether the impairment loss for these loan receivables and loan interest receivables for Year 2023 was properly assessed and recognised based on the reasonable and supportable information in accordance with the applicable accounting standard and, consequently, whether the interest income from these loan receivables was properly recognised during Year 2023; and (iv) whether the cash flows in relation to the loan transactions were properly presented in the Group's consolidated statement of cash flows for Year 2023.

Any adjustments to the figures as described above might have consequential effects on the financial position of the Group as at 31 December 2023 and the financial performance and cash flows of the Group for

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Qualification on loan receivables and loan interest receivables (Continued)

(b) Position and basis of the Group's management on the audit opinion modification

To allow the Company's auditor to perform their audit procedures on the loan receivables and loan interest receivables of the Group outstanding as at 31 December 2023, the following information was provided by the Group to the Company's auditor: (i) loan agreements; (ii) background information of the borrowers; (iii) credit assessments conducted by the Group on the borrowers; (iv) documents showing the Group's approval of the loans; (v) banking and other documents relating to the transfer of funds to confirm that funds relating to the loans flowed from the Group's bank accounts to the borrowers or their authorised representatives in accordance with the agreements; (vi) interest income calculation schedule for the outstanding loan receivables as at 31 December 2023; and (vii) ECL assessment on the outstanding loan receivables and loan interest receivables as at 31 December 2023 (collectively, "Loan Supporting Information"), which in the view of the Group's management and the Directors (contrary to the opinion of the Company's auditor), comprised sufficient appropriate audit evidence for the Company's auditor to perform their audit assessments on the matters in relation to the loan receivables and loan interest receivables of the Group outstanding as at 31 December 2023 set out above.

2023年度核數師不發表意見(續)

對應收貸款及應收貸款利息的保留意見(續)

(b) 本集團管理層對審計意見修改的立場及依據

為令本公司核數師就本集團於2023年12月31日尚未償還之應收貸款及應收貸款利息執行審計程序，本集團已提供下列資料予本公司核數師：(i)貸款協議；(ii)借款人之背景資料；(iii)本集團對借款人執行之信貸評估；(iv)顯示本集團批准貸款之文件；(v)有關資金轉賬之銀行及其他文件，以確認有關貸款之資金乃根據協議透過本集團銀行賬戶轉向借款人或彼等授權代表的賬戶；(vi)於2023年12月31日尚未償還應收貸款之利息收入計算表；及(vii)就於2023年12月31日尚未償還應收貸款及應收貸款利息之預期信貸虧損評估(統稱為「貸款支持文件」)而言，本集團管理層及董事(與本公司核數師意見相反)認為其已包括充足適當審核證據讓本公司核數師就上述有關本集團於2023年12月31日尚欠應收貸款及應收貸款利息之事項進行審計評估。

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Qualification on loan receivables and loan interest receivables (Continued)

(b) Position and basis of the Group's management on the audit opinion modification (Continued)

On the other hand, in the view of the Company's auditor, they could not ascertain the commercial rationale of the transactions contemplated under the Loan Agreements and the relationship between the Group and the borrowers based on the Loan Supporting Information and the results of their audit procedures performed in respect of the audit of the Group for Year 2023. Up to the date of the Company's auditor's report on the 2023 Accounts, as the Investigative Committee's view of the Company's auditor was that they remained unable to obtain sufficient appropriate audit evidence to satisfy themselves as to the commercial rationale of the loans under the Loan Agreements ("Loans"), the relationships between the Group and the borrowers, and the relationships amongst the borrowers. In addition, due to the lack of sufficient appropriate audit evidence on the commercial rationale of the Loans and the appropriateness of significant inputs used in the ECL calculation as a result of the lack of sufficient documentation supporting adequate due diligence procedures performed by the Group's management on the underlying business operations of the borrowers, the Company's auditor could not satisfy themselves as to whether the impairment losses for loan receivables and loan interest receivables as at 31 December 2023 were properly assessed and recognised based on reasonable and supportable information in accordance with applicable accounting standard and, consequently, whether the interest income from these loan receivables was properly recognised for Year 2023. As such, the Company's auditor could not satisfy themselves as to whether the carrying amounts of the loan receivables and loan interest receivables were properly stated as at 31 December 2023. Furthermore, due to the lack of sufficient appropriate audit evidence on the commercial rationale of the Loans, the Company's auditor could not satisfy themselves as to whether the cash flows in relation to the loan transactions were properly presented in the Group's consolidated statement of cash flows for Year 2023.

2023年度核數師不發表意見(續)

對應收貸款及應收貸款利息的保留意見(續)

(b) 本集團管理層對審計意見修改的立場及依據(續)

另一方面，本公司核數師認為，基於貸款支持文件及本集團2023年度審核所進行之審核程序的結果，彼等無法確認貸款協議項下擬進行交易之商業理據以及本集團與借款人的關係。直至本公司2023年賬目之核數師報告日期，由於調查仍在進行中，故本公司核數師認為其仍無法獲取足夠適當審核證據以信納

其仍未能釐清前項核數師意見

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Qualification on loan receivables and loan interest receivables (Continued)

(b) Position and basis of the Group's management on the audit opinion modification (Continued)

Whilst the Audit Committee agreed with the position of the Group's management and the Directors that the Loan Supporting Information provided by the Group to the Company's auditor should have comprised sufficient appropriate audit evidence for the Company's auditor to perform their audit assessments on the matters in relation to the loan receivables and loan interest receivables of the Group set out above, the Audit Committee had also accepted the recommendation of the Company's auditor that an independent review should be conducted on the Loan Agreements and the underlying loan receivables and loan interest receivables, in order to address the then concerns of the Company's auditor about the commercial rationale of the Loans and the relationship between the Group and the borrowers as mentioned above. On this basis, the Audit Committee agreed to the establishment of the Special Investigation Committee and the appointment of the Investigation Agency and the Independent Legal Advisor to conduct the Investigation, which is at its final stages.

2023年度核數師不發表意見(續)

對應收貸款及應收貸款利息的保留意見(續)

(b) 本集團管理層對審計意見修改的立場及依據(續)

儘管審核委員會同意本集團管理層及董事的立場，即本集團向本公司核數師提供之貸款支持資料應包括充足適當之審計證據以令本公司核數師就上述有關本集團應收貸款及應收貸款利息之事項進行審計評估，但審核委員會亦已接納本公司核數師之推薦建議，即對貸款協議以及相關應收貸款及應收貸款利息進行獨立審查，以解決本公司核數師當時有關上述貸款的商業理據以及本集團與借款人之關係之擔憂。就此而言，審核委員會認同成立特別調查委員會，並委任調查機構及獨立法律顧問進行調查，而調查已處於尾聲。

CORPORATE GOVERNANCE REPORT 企業管治報告

Disclaimer of Auditor's Opinion for Year 2023 (Continued)

Qualification on loan receivables and loan interest receivables (Continued)

(b) Position and basis of the Group's management on the audit opinion modification (Continued)

The Group will take the following actions to address and resolve the audit issues in relation to its loan receivables and loan interest receivables:

- (i) the Group has been sending demand letters to the borrowers on a regular basis following their defaults;
- (ii) the Investigation has reached its final stages, and the final written report is expected to be released by the end of May 2024;
- (iii) the Company intends to enter into a legally-binding agreement with Guangdong Zhuguang in relation to the Proposed Disposal by 31 May 2024 subject to the approval by the Stock Exchange and the Shareholders at the general meeting and proceed with the completion of the Proposed Disposal before the end of 2024 to dispose of the Loan Interest; and
- (iv) as soon as there are any changes in the circumstances causing the Company to believe that the completion of the Proposed Disposal is unlikely to take place, the Group will start looking for an alternative purchaser to acquire the Loan Interest, and until such a purchaser is secured, the Group will take actions in seeking to recover the loan receivables and loan interest receivables under the Loan Interest, including requesting the borrowers to settle the overdue amounts through telephone calls, e-mails and WeChat messages, and/or commencing legal action against the defaulting borrowers (upon receiving legal advice).

2023年度核數師不發表意見(續)

對應收貸款及應收貸款利息的保留意見(續)

(b) 本集團管理層對審計意見修改的立場及依據(續)

本集團將採取以下行動以處理及解決有關其應收貸款及應收貸款利息的審核問題：

- (i) 借款人違約後，本集團定期向借款人發出催款函；
- (ii) 調查已處於尾聲，預期最終書面報告將於2024年5月底發佈；
- (iii) 本公司擬於2024年5月31日前與廣東珠光就建議出售事項訂立具法律約束力的協議（惟須待聯交所及股東於股東大會上批准後，方告作實），並於2024年結束前完成建議出售事項以出售貸款權益；及
- (iv) 一旦情況發生任何變動導致本公司認為建議出售事項不太可能完成，則本集團將開始物色替代買家收購貸款權益，直至物色合適買家為止，本集團將採取行動尋求追回貸款權益項下的應收貸款及應收貸款利息，包括透過電話、電郵及微信訊息要求借款人結清逾期款項，及或於接獲法律意見後向違約借款人採取法律行動。

Shareholders' Rights

Set out below is a summary of certain rights of the Shareholders as required to be disclosed pursuant to the mandatory disclosure requirements under the CG Code.

Convening General Meeting on Request

Shareholder(s) may request the Directors to convene an extraordinary general meeting pursuant to Sections 566 to 568 of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong) ("Companies Ordinance").

In accordance with Section 566 of the Companies Ordinance, the Directors are required to call a general meeting if the Company has received requests to do so from members of the Company representing at least 5% of the total voting rights of all the members of the Company having a right to vote at general meeting. Such requests must state the general nature of the business to be dealt with at the meeting, and may include the text of a resolution that may properly be moved and is intended to be moved at the meeting. Such requests may be sent to the Company in hard copy form (by depositing at the registered office of the Company at Suite 4901, 49th Floor, Office Tower, Convention Plaza, 1 Harbour Road, Wanchai, Hong Kong for the attention of the Board) or in electronic form (by email: info@silvergrant.com.cn); and must be authenticated by the person or persons making it. In accordance with Section 567 of the Companies Ordinance, the Directors must call a meeting within 21 days after the date on which they become subject to the requirement under Section 566 of the Companies Ordinance and such meeting must be held on a date not more than 28 days after the date of the notice convening the meeting.

股東權利

根據企業管治守則的強制性披露規定須予披露的股東的若干權利摘要如下。

應請求召開股東大會

股東可根據香港法例第622章公司條例「公司條例」第566至568條要求董事召開股東特別大會。

根據公司條例第566條，如本公司收到佔全體有權在股東大會上投票之股東之總投票權最少5%之本公司股東之要求，要求召開股東大會，則董事須召開股東大會。有關要求須述明有待在大會上處理之事務之一般性質，及可包含可在該大會上恰當地動議並擬在該大會上動議之決議案之文本。有關要求可採用印本形式(透過送達本公司之註冊辦事處，地址為香港灣仔港灣道1號會展廣場辦公大樓49樓4901室，註明董事會為收件人)或電子形式(透過電郵至info@silvergrant.com.cn)送交本公司，及須經提出該要求之人士認證。根據公司條例第567條，董事須於彼等受到公司條例第566條規定所規限之日期後之21日內召開大會，而該大會須在召開大會通知日期後之28日內舉行。

CORPORATE GOVERNANCE REPORT 企業管治報告

Shareholders' Rights (Continued)

Convening General Meeting on Request (Continued)

If the Directors do not, within 21 days from the date of the deposit of the requisition, proceed duly to convene an extraordinary general meeting on a day not more than 28 days after the date on which the notice convening the extraordinary general meeting is given, the Shareholder(s) concerned, or any of them representing more than one half of the total voting rights of all of them, may themselves convene an extraordinary general meeting, provided that the extraordinary general meeting so convened shall not be held after the expiration of 3 months from the said date.

The extraordinary general meeting convened by Shareholders shall be convened in the same manner, as nearly as possible, as that in which general meetings are to be convened by the Directors.

Procedures for Directing Shareholders' Enquiries to the Board

Shareholders can raise enquiries to the Board. All enquiries shall be in writing and sent by post to the registered office of the Company at Suite 4901, 49/F, Office Tower, Convention Plaza, 1 Harbour Road, Wanchai, Hong Kong for the attention of the Company Secretary.

Putting Forward Proposals at Annual General Meetings

To put forward a resolution at an annual general meeting, Shareholders are requested to follow the requirements and procedures set out in Sections 615 and 616 of the Companies Ordinance.

股東權利(續)

應請求召開股東大會(續)

倘董事在該份請求書存放日期起計21天內，未有在召開股東特別大會通告發出日期後28天內妥為安排召開股東特別大會，則該等股東或佔該等全體股東總表決權一半以上的任何股東，可自行召開股東特別大會，但如此召開的股東特別大會不得在上述日期起計3個月屆滿後舉行。

由股東召開的股東特別大會，須盡可能以接近董事召開股東大會的相同方式召開。

向董事會傳達股東查詢的程序

股東可向董事會作出查詢。所有查詢均須為書面形式，並以郵遞方式送達本公司註冊辦事處(地址為香港灣仔港灣道1號會展廣場辦公大樓49樓4901室)，由公司秘書收啟。

於股東週年大會上提出議案

倘擬於股東週年大會上提呈一項決議案，股東須依照公司條例第615條及616條進行。

Shareholders' Rights (Continued)

Putting Forward Proposals at Annual General Meetings (Continued)

Section 615 of the Companies Ordinance provides that the Company must give notice of a resolution if it has received requests that it do so from (A) the members of the Company representing at least 2.5% of the total voting rights of all the members of the Company who have a right to vote on the resolution at the annual general meeting to which the requests relate; or (B) at least 50 members of the Company who have a right to vote on the resolution at the annual general meeting to which the requests relate. Such requests (a) may be sent to the Company in hard copy form (by depositing at the registered office of the Company at Suite 4901, 49th Floor, Office Tower, Convention Plaza, 1 Harbour Road, Wanchai, Hong Kong for the attention of the Board) or in electronic form (by email: info@silvergrant.com.cn); (b) must identify the resolution of which notice is to be given; (c) must be authenticated by the person or persons making it; and (d) must be received by the Company not later than (i) 6 weeks before the annual general meeting to which the requests relate; or (ii) if later, the time at which notice is given of that meeting. Section 616 of the Companies Ordinance provides that the Company which is required under Section 615 of the Companies Ordinance to give notice of a resolution must send a copy of it at the Company's own expense to each member of the Company entitled to receive notice of the annual general meeting (1) in the same manner as the notice of the meeting; and (2) at the same time as, or as soon as reasonably practicable after, it gives notice of the meeting.

Proposing Director for Election at General Meetings

In respect of proposing a person for election as a Director at general meetings, please refer to the procedures available on the website of the Company at <http://www.silvergrant.com.cn>.

股東權利(續)

於股東週年大會上提出議案(續)

公司條例第615條訂明，本公司如收到以下股東之要求，要求發出某決議案之通知，則須發出該通知(A)佔全體有權在該要求所關乎之股東週年大會上，就該決議案投票之股東之總投票權最少2.5%之本公司股東；或(B)最少50名有權在該要求所關乎之股東週年大會上就該決議案投票之股東。有關要求(a)可採用印本形式(透過送達本公司之註冊辦事處，地址為香港灣仔港灣道1號會展廣場辦公大樓49樓4901室，註明董事會為收件人)或電子形式(透過電郵至info@silvergrant.com.cn)送交本公司；(b)須指出有待發出通知所關乎之決議案；(c)須經提出該要求之人士認證；及(d)須於不遲過以下時間送抵本公司：(i)該要求所關乎之股東週年大會舉行前之6個星期之前；或(ii)該大會通知發出之時。公司條例第616條訂明，根據公司條例第615條須就某決議案發出通知之本公司須(1)按發出大會通知之同樣方式；及(2)在發出該大會通知之同時，或在發出該大會通知後，在合理切實可行之範圍內盡快，自費將該決議案之通知之文本，送交每名有權收到股東週年大會通知之本公司股東。

在股東大會上建議候選董事

就擬在股東大會上建議候選本公司董事的人士而言，請參閱本公司網站<http://www.silvergrant.com.cn>所載之程序。

CORPORATE GOVERNANCE REPORT 企業管治報告

Shareholders' Rights (Continued)

Constitutional Documents

During Year 2023, there was no change made to the Company's constitutional documents.

Communication with Shareholders

The Company endeavours to maintain a high level of transparency in communicating with Shareholders and investors at large. In order to enhance the transparency of Shareholders' voting in a general meeting, separate resolutions are proposed at a general meeting on each substantially separate issue, including the election of individual Directors and all resolutions are voted on by poll. The Company will engage an external scrutineer to count the votes. The poll voting results will be published on the websites of the Company and the Stock Exchange at a later time on the day of the general meeting. In addition, the requirement for resolutions to be voted by poll is stated in the circular or the annual report to be despatched to Shareholders. Moreover, the chairman of the meeting will explain to the Shareholders the detailed procedures for conducting a poll before voting at each general meeting.

The Company has maintained a website at <http://www.silvergrant.com.cn> which enables the Shareholders, investors and the general public to have open access to the information of the Company. Financial information and all corporate communications of the Company are made available on the Company's website and are updated regularly.

Shareholders who wish to raise any queries with the Board may write to the Company Secretary at Suite 4901, 49/F, Office Tower, Convention Plaza, 1 Harbour Road, Wanchai, Hong Kong.

The Company has reviewed the implementation and effectiveness of its shareholders' communication policy during Year 2023.

股東權利(續)

憲章文件

於2023年度，概無對本公司憲章文件作出變動。

與股東的溝通

本公司在與股東及大眾投資者溝通時，一直盡量保持透明度。此外，為了加強股東大會上股東投票的透明度，本公司於股東大會上對所有涉及具體事項的決議案包括選舉個別董事等均分開進行議案表決，而所有議案均採取按點票進行表決。為此，本公司會委任外部監票員進行點票工作，點票方式的投票結果亦會於股東大會當日同一個工作日上稍後時間上載及刊登於本公司及聯交所網站。此外，有關議案採取按點票方式進行表決的規定也會列於寄給股東的通函或年報內。同時於股東大會舉行但投票進行之前，會議主席會首先向股東解釋以按點票方式進行表決的詳細程序。

本公司常設一個網站於<http://www.silvergrant.com.cn>，以為股東、投資者及公眾人士提供一個公開渠道取得本公司之資料。本公司財務資料及所有與股東之間的公司通訊均已上載於本公司網站，並且會定期作出更新。

倘若股東需要向董事會提出查詢，可隨時致函公司秘書，地址為：香港灣仔港灣道1號會展廣場辦公大樓49樓4901室。

本公司已於2023年度審閱其股東通訊政策的執行情況及成效。

CORPORATE GOVERNANCE REPORT 企業管治報告

Communication with Shareholders (Continued)

The Company has established different communication channels with the Shareholders. Shareholders may raise their enquiries in general meetings. During Year 2023, the Company held two general meetings (including the annual general meeting held on 15 June 2023) which were attended by members of the Board and (in respect of the annual general meeting) the Company's auditor, Ernst & Young, to answer questions from the Shareholders attending the meetings.

The Company endeavours to disclose all material information about the Group to the Shareholders as effectively and timely as possible. Most information released by the Company to the Stock Exchange is also published on the Company's website, including annual and interim reports, annual and interim results announcements, circulars and notices of general meetings and associated explanatory documents, other announcements, monthly returns on movements in the Company's securities for each month, constitutional documents of the Company and terms of reference of the committees of the Board. Shareholders may at any time send their enquiries and concerns to the Board in writing to the Company Secretary at the Company's office in Hong Kong, and make a request for the Company's information to the extent such information is publicly available.

In view of the above, the Company considered its shareholders' communication policy effective.

與股東的溝通 (續)

本公司已與股東建立不同的溝通渠道。股東可於股東大會上提出查詢。於2023年度，本公司共舉行兩次股東大會(包括於2023年6月15日舉行的股東週年大會)，董事會成員及(就股東週年大會而言)本公司核數師安永會計師事務所均已出席會議回答出席會議的股東提問。

本公司致力盡可能有效並及時地向股東披露有關本集團的所有重要資料。本公司於聯交所刊發的大部分資料亦刊登於本公司網站，包括年度及中期報告、年度及中期業績公佈、通函及股東大會通告及相關說明文件、其他公佈、本公司每月證券變動的變動月報表、本公司章程文件及董事會各委員會的職權範圍。股東可隨時以書面形式致函本公司香港辦事處的公司秘書向其提出查詢及顧慮，並可提出要求索取本公司可公開查閱的資料。

鑒於上述情況，本公司認為其股東通訊政策有效。

DIRECTORS ' REPORT 董事會報告

The Board presents the annual report and the consolidated financial statements of the Group for Year 2023.

Principal Activities

The Company is an investment holding company. The subsidiaries of the Company are principally engaged in property leasing and investments. Details of the principal activities of the Company's subsidiaries are set out in Note 1 to the consolidated financial statements.

Results and Appropriations

The results of the Group and appropriations of the Company for Year 2023 are set out in the consolidated statement of profit or loss on page 122.

The Board has resolved not to recommend the payment of a final dividend for Year 2023.

董事會謹提呈2023年度本集團之年報及綜合財務報表。

主要業務

本公司為一家投資控股公司。本公司附屬公司的主要業務為從事物業租賃及投資。本公司各附屬公司的主要業務詳情載列於綜合財務報表附註1。

業績及分配

2023年度，本集團的業績及本公司的分配載於第122頁之綜合損益表。

董事會已通過決議，不建議派付2023年度末期股息。

DIRECTORS' REPORT 董事會報告

Business Review

The business review of the Group for Year 2023 is set out below:

	Section in the Annual Report 載列於年報之部分	Page number of the Annual Report 年報之頁數
a. Fair view of the Company's business 對本公司業務的中肯審視	Chairman's Statement 主席報告	5
b. Description of the principal risks and uncertainties facing the Company 對本公司面對的主要風險及不明朗因素的描述	Directors' Report 董事會報告	102
c. Indication of likely future development in the Company's business 本公司業務相當可能有的未來發軌w 虾蠶搖閑	Chairman's Statement 主席報告	12

DIRECTORS' REPORT 董事會報告

Business Review (Continued)

Compliance with laws and regulations

The Company was incorporated in Hong Kong with its shares listed on the Main Board of the Stock Exchange. The Company's subsidiaries were incorporated in the British Virgin Islands, Hong Kong and the PRC. The Group's operations are mainly carried out by the Company's subsidiaries in the PRC and through certain property investments in Hong Kong.

The Group's principal business activities are property leasing and investments in the PRC and Hong Kong which are highly regulated businesses. To engage in investments (both in the PRC and Hong Kong) and financial services, the Group must obtain relevant permits from government authorities before the commencement of the business. Set out below is a summary of certain aspects of the PRC and Hong Kong legal and regulatory provisions relating to the Group's operations and business:

- Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong);
- 私募投資基金監督管理暫行辦法 (Interim Measures for the Supervision and Administration of Privately Offered Investment Funds*); and
- 私募投資基金募集行為管理辦法 (Measures for the Administration of the Fundraising of Privately Offered Investment Funds*).

If there is any non-compliance with the above rules and regulations, it will affect the Group's operations, development and financial performance. During Year 2023, the Group complied with all the relevant laws and regulations in Hong Kong, the British Virgin Islands and the PRC that have a significant impact on the Group.

* English name is translated for identification purpose only.

業務審視(續)

法律與規例的遵守

本公司於香港註冊成立，其股份於聯交所主板上市。本公司之附屬公司於英屬處女群島、香港及中國註冊成立。本集團之營運主要由本公司之中國附屬公司及香港若干物業投資公司從事。

本集團的主要業務為從事於中國及香港之物業租賃及投資，業務受高度監管。為從事中國及香港的投資及金融服務，本集團須於開展業務前向政府機關取得相關許可證。有關本集團營運及業務的若干中國及香港法律及監管規定的概要載列如下：

香港法例第571章證券及期貨條例；

私募投資基金監督管理暫行辦法；及

私募投資基金募集行為管理辦法。

不遵守任何以上的規則及規例將影響本集團之經營、發展及財務表現。於2023年度，本集團遵守香港、英屬處女群島及中國對本集團有重大影響的所有相關法律及規例。

* 英文名稱翻譯僅供識別

DIRECTORS ' REPORT 董事會報告

Key Risk Factors

The following paragraphs list out the key risks and uncertainties facing the Group. It is a non-exhaustive list and there may be other risks and uncertainties in addition to the key risk areas outlined below. Besides, this annual report does not constitute a recommendation or an advice for anyone to invest in the securities of the Company and investors are advised to make their own judgment or consult their own investment advisors before making any investment in the securities of the Company.

Operational Risks

The Group's operation is subject to a number of risk factors distinctive to direct investment, property investment and property related businesses. Default on the part of the Group's buyers, tenants and strategic business partners, and inadequacies or failures of internal processes, people and systems or other external factors may have various levels of negative impact on the Group's results of operations. Additionally, accidents may happen despite systems and policies set up for their prevention, which may lead to financial loss, litigation or damage in reputation.

Policy Risks

The Group's principal operating activities are in Mainland China. The mainland market operates a system of planned economy. New laws and regulations are launched from time to time to regulate and/or promote economic activities. The enactment of any new regulatory policies may have various levels of negative impact on the Group's results of operations.

主要風險因素

以下列出本集團面對的主要風險及不明朗因素。此處未能詳錄所有因素；除下列主要範疇外，亦可能存在其他風險及不明朗因素。此外，本年報不對任何人就投資本公司證券作出任何建議或意見。投資者在投資本公司證券之前，應自行判斷或徵詢其投資顧問的意見。

營運風險

本集團的營運受到直接投資、地產投資及地產相關業務多種特有的風險因素所影響。來自本集團的買家、租戶及策略性業務夥伴的失責行為、內部流程、人為及系統性不足或失誤，或其他外圍因素對本集團的營運可能構成不同程度的負面影響。另外，即使本集團已制定了防範意外的系統和政策，意外仍然可能發生，因而引致財政損失、訴訟或聲譽受損。

政策風險

本集團主要於中國內地從事經營活動。內地市場採用計劃經濟系統。新的法律及規則將不時推出作為調節及或鼓勵經濟活動。新出台任何新的規劃政策將可能會對本集團的營運業績帶來不同程度負面影響。

DIRECTORS' REPORT 董事會報告

Key Risk Factors (Continued)

Past Performance and Forward Looking Statements

The performance and the results of operation of the Group as set out in this annual report are historical in nature and past performance is not a guarantee of future performance. This annual report may contain forward-looking statements and opinions that involve risks and uncertainties. Actual results may also differ materially from expectations discussed in such forward-looking statements and opinions. Neither the Group nor the Directors, employees or agents of the Group assume any obligations or liabilities in the event that any of the forward-looking statements or opinions does not materialise or turns out to be incorrect.

Fixed Assets

The Group's leasehold land and buildings were revalued at 31 December 2023. The surplus on revaluation of the leasehold land and buildings of approximately HK\$7,533,000 has been credited to the asset revaluation reserve.

The Group revalued all of its investment properties at 31 December 2023. The net decrease in fair value of investment properties, which has been charged directly to the consolidated statement of profit or loss, amounted to approximately HK\$63,646,000.

Details of the valuation and movements of the investment properties and property, plant and equipment of the Group during Year 2023 are set out in Notes 13 and 14 to the consolidated financial statements respectively.

Details of the major investment properties of the Group at 31 December 2023 are set out in the section headed "Summary of Investment Properties" of this annual report.

主要風險因素 (續)

過往表現及前瞻性陳述

本集團在本年報所載的業務表現及營運業績僅屬歷史數據，過往表現並不保證日後表現。本年報或載有前瞻性陳述及意見而當中涉及風險及不明朗因素。實際業務表現可能與前瞻性陳述及意見中論及的預期表現有重大差異。本集團、其董事、僱員或代理均不承擔倘因任何前瞻性陳述或意見不能實現或變得不正確而引致的任何責任。

固定資產

本集團的租賃土地及樓宇於2023年12月31日之價值經已作出重估。租賃土地及樓宇重估盈餘金額約7,533,000港元已於資產重估儲備增加。

本集團經已重估其所有投資物業於2023年12月31日之價值。投資物業公允值減少之淨額約為63,646,000港元，並經已直接於綜合損益表中扣除。

有關本集團的投資物業及物業、廠房及設備於2023年度之估值詳情及變動，經已分別載於綜合財務報表附註13及14。

有關本集團主要投資物業於2023年12月31日之詳情，已載於本年報之「投資物業概要」部分。



DIRECTORS ' REPORT 董事會報告

Charitable Donations

DIRECTORS ' REPORT 董事會報告

Directors (Continued)

Non-executive Director

Chen Zhiwei

Independent non-executive Directors

Liang Qing

Zhang Lu

Hung Muk Ming

Each Director has been appointed for a specific term, and is subject to retirement by rotation and re-election in accordance with the Articles of Association.

Directors of Subsidiaries

Other than the Directors named in the section headed "Directors" above, the persons who have served on the respective boards of directors of the subsidiaries of the Company during Year 2023 and up to the date of this annual report included Mr. Ng Hoi Leung Leo.

Directors' Service Contracts

No Director proposed for re-election at the forthcoming annual general meeting has a service contract which is not determinable by the Group within one year without payment of compensation (other than statutory compensation).

董事(續)

非執行董事

陳志偉

獨立非執行董事

梁青

張璐

洪木明

每位董事均有指定任期，並按照組織章程細則輪值告退及重選。

附屬公司之董事

除於上文「董事」一節所提及的董事姓名外，2023年度內及截至本年報刊發日期當日擔任本公司各個附屬公司董事的人士包括吳海良先生。

董事之服務合約

於即將舉行之股東週年大會膺選連任之董事概無與本集團訂立於一年之內不作出賠償(法定賠償除外)則不可終止之服務合約。

DIRECTORS' REPORT 董事會報告

Directors' and Chief Executives' Interests and Short Positions in the Shares, Underlying Shares and Debentures of the Company

As at 31 December 2023, save as disclosed below, no other Directors or the chief executives of the Company had any interests or short positions in any Shares, underlying Shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code:

Long position in the Shares

Name of Directors	Capacity	Number of Shares interested	Approximate percentage of issued Shares (Note 1)
董事名稱	身份	所擁有權益之股份數目	約佔已發行股份百分比(附註1)
Chu Hing Tsung (“Mr. Chu”) 朱慶澂(「朱先生」)	Interest of controlled corporations (Note 2) 受控制法團權益(附註2)	680,554,022	29.53%
Chen Yongcun 陳永存	Beneficial owner 實益擁有人	700,000	0.03%
Weng Jian 翁鍵	Interest of spouse (Note 3) 配偶權益(附註3)	644,000	0.03%

董事及最高行政人員於本公司股份、相關股份及債權證之權益及淡倉

除下文所披露者外，於2023年12月31日，概無其他董事或本公司最高行政人員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)的股份、相關股份或債權證中，擁有根據證券及期貨條例第352條須存置於本公司的登記冊或根據標準守則須以其他方式知會本公司及聯交所的權益或淡倉：

股份之好倉

DIRECTORS' REPORT 董事會報告

Directors' and Chief Executives' Interests and Short Positions in the Shares, Underlying Shares and Debentures of the Company *(Continued)*

Notes:

1. The total number of issued Shares as at 31 December 2023 (i.e. 2,304,849,611 Shares) has been used for the calculation of the approximate percentage of shareholdings in the Company.

DIRECTORS' REPORT 董事會報告

Directors' Interests in Transactions, Arrangements or Contracts of Significance

No transactions, arrangements or contracts of significance to which the Company, its parent company or any of its subsidiaries or fellow subsidiaries was a party and in which a Director or his connected entities had a material interest, whether directly or indirectly, subsisted at the end of Year 2023 or at any time during Year 2023.

Management Contracts

No contracts, other than employment contracts, concerning the management and administration of the whole or any part of the Company's business were entered into during Year 2023 or subsisted at the end of Year 2023.

Permitted Indemnity Provision

Pursuant to the Articles of Association, subject to the statutes, every Director shall be entitled to be indemnified out of the assets of the Company against all losses or liabilities which he may sustain or incur in or about the execution of the duties of his office or otherwise in relation thereon. The Company has arranged appropriate liability insurance to indemnify its Directors and officers in respect of legal actions against them during Year 2023 and such permitted indemnity provision is still in force as at the date of this annual report.

董事於重大交易、安排或合約的利益

本公司、其母公司或其任何附屬公司或同系附屬公司於2023年度末或於2023年度內任何時間，概無以訂約一方身分訂立任何董事或其關連實體於其中擁有(不論是直接或間接的)重大利益的重大交易、安排或合約。

管理合約

在2023年度內或於2023年度末，除僱員聘任合約外，本公司並無就全盤業務或其中任何重要部分簽訂或存有管理及行政合約。

獲准許之彌償條文

根據組織章程細則，每名董事均有權就所有在執行其職位或與此有關之職責時蒙受或招致或與之有關之損失或法律責任，獲得本公司從其資產中賠償。在2023年度內，本公司已安排適當責任保險以就針對董事及管理人員的法律訴訟向彼等作出彌償保證，而該獲准許之彌償條文於本年報日期仍然生效。

DIRECTORS' REPORT 董事會報告

Substantial Shareholders' Interests and Short Positions in the Shares and Underlying Shares of the Company

As at 31 December 2023, the following persons (other than the Directors or the chief executives of the Company) had interests or short positions in the Shares or underlying Shares, as recorded in the register required to be kept by the Company under Section 336 of the SFO:

Long position in the Shares

主要股東於本公司股份及相關股份之權益及淡倉

於2023年12月31日，以下人士(本公司董事或最高行政人員除外)於股份或相關股份中擁有根據證券及期貨條例第336條須存置於本公司登記冊的權益或淡倉：

股份之好倉

Name of substantial Shareholders 主要股東名稱	Capacity 身份	Number of Shares interested 擁有權益之股份數目	Approximate percentage of issued Shares (Note 1) 約佔已發行股份之百分比 (附註1)
China Cinda Asset Management Co., Ltd. (*China Cinda*) 中國信達資產管理股份有限公司(「中國信達」)	Interest of controlled corporations (Note 2) 受控制法團權益(附註2)	438,056,000	19.01%
China Cinda (HK) Holdings Company Limited (*Cinda HK*) 中國信達(香港)控股有限公司(「信達香港」)	Interest of a controlled corporation (Note 2) 受控制法團權益(附註2)	438,056,000	19.01%
Regent Star International Limited (*Regent Star*) 星耀國際有限公司(「星耀」)	Beneficial owner (Note 2) 實益擁有人(附註2)	438,056,000	19.01%
Liao Tengjia 廖騰佳	Interest of controlled corporations (Note 3) 受控制法團權益(附註3)	680,554,022	29.53%
Rong De 融德	Interest of controlled corporations (Note 3) 受控制法團權益(附註3)	680,554,022	29.53%
Zhuguang Holdings 珠光控股	Interest of a controlled corporation (Note 3) 受控制法團權益(附註3)	680,554,022	29.53%
Splendid Reach	Beneficial owner (Note 3) 實益擁有人(附註3)	680,554,022	29.53%

DIRECTORS' REPORT 董事會報告

Substantial Shareholders' Interests and Short Positions in the Shares and Underlying Shares of the Company (Continued)

Notes:

1. The total number of issued Shares as at 31 December 2023 (i.e. 2,304,849,611 Shares) has been used for the calculation of the approximate percentage of shareholdings in the Company.
2. China Cinda directly holds 100% of the issued shares of Cinda HK, which in turn holds 100% of the issued shares of Regent Star, the beneficial owner of such 438,056,000 Shares. Therefore, China Cinda and Cinda HK are deemed to be interested in the Shares held by Regent Star pursuant to Part XV of the SFO.
3. Mr. Liao Tengjia directly holds 36% of the issued shares of Rong De, which in turn holds 60.11% of the issued shares of Zhuguang Holdings, which in turn holds 100% of the issued shares of Splendid Reach, the beneficial owner of such 680,554,022 Shares. Therefore, Mr. Liao Tengjia, Rong De and Zhuguang Holdings are deemed to be interested in the Shares held by Splendid Reach pursuant to Part XV of the SFO.

Long position in the underlying Shares

主要股東於本公司股份及相關股份之權益及淡倉(續)

附註：

1. 於2023年12月31日之已發行股份總數(即2,304,849,611股)已用作計算本公司之持股概約百分比。
2. 中國信達直接持有信達香港100%已發行股份，而信達香港持有星耀100%已發行股份，星耀為該438,056,000股股份的實益擁有人。因此，中國信達及信達香港根據證券及期貨條例第XV部被視為於星耀所持有的股份中擁有權益。
3. 廖騰佳先生直接持有融德36%之已發行股份，而融德持有珠光控股60.11%已發行股份，而珠光控股持有Splendid Reach(680,554,022股股份的實益擁有人)100%已發行股份。因此，廖騰佳先生、融德及珠光控股根據證券及期貨條例第XV部被視為於Splendid Reach所持有的股份中擁有權益。

相關股份之好倉

Name of substantial Shareholders 主要股東名稱	Capacity 身份	Number of underlying Shares interested 擁有權益之 相關股份數目	Approximate percentage of issued Shares (Note 1) 約佔已發行 股份之百分比 (附註1)
China Cinda 中國信達	Interest of controlled corporations (Note 2) 受控制法團權益(附註2)	180,257,511 (Note 3) (附註3)	7.82%
Cinda HK 信達香港	Interest of a controlled corporation (Note 2) 受控制法團權益(附註2)	180,257,511 (Note 3) (附註3)	7.82%
Regent Star 星耀	Beneficial owner (Note 2) 實益擁有人(附註2)	180,257,511 (Note 3) (附註3)	7.82%

DIRECTORS' REPORT 董事會報告

Substantial Shareholders' Interests and Short Positions in the Shares and Underlying Shares of the Company (Continued)

Notes:

1. The total number of the issued Shares as at 31 December 2023 (i.e. 2,304,849,611 Shares) has been used for the calculation of the approximate percentage of shareholdings in the Company.
2. China Cinda directly holds 100% of the issued shares of Cinda HK, which in turn holds 100% of the issued shares of Regent Star, the beneficial owner of such 180,257,511 underlying Shares. Therefore, China Cinda and Cinda HK are deemed to be interested in the underlying Shares held by Regent Star pursuant to Part XV of the SFO.
3. These represent unlisted physically settled derivatives of the Company.

Save as disclosed above, as at 31 December 2023, the Company had not been notified of any persons (other than the Directors or the chief executives of the Company) who had interests or short positions in the Shares and underlying Shares, which would fall to be disclosed under Section 336 of the SFO.

Annual Confirmation of Independence

The Company has received from each of the independent non-executive Directors an annual confirmation of his independence pursuant to Rule 3.13 of the Listing Rules. The Company considers all of the independent non-executive Directors to be independent.

Connected Transactions

During Year 2023, there were no connected transactions or continuing connected transactions of the Company that were not exempt from the annual reporting requirement under Chapter 14A of the Listing Rules, and the related party transactions as set out in note 34(a) to the consolidated financial statements did not constitute connected transactions or continuing connected transactions under Chapter 14A of the Listing Rules. The Directors confirm that the Company has complied with the disclosure requirements in accordance with Chapter 14A of the Listing Rules.

主要股東於本公司股份及相關股份之權益及淡倉(續)

附註：

1. 於2023年12月31日之已發行股份總數(即2,304,849,611股)已用作計算本公司之持股概約百分比。
2. 中國信達直接持有信達香港100%已發行股份，而後者則持有該180,257,511股相關股份之實益擁有人星耀100%已發行股份。因此，根據證券及期貨條例第XV部，中國信達及信達香港視作於星耀所持相關股份中擁有權益。
3. 其指本公司非上市實物交收衍生工具。

除上文所披露者外，於2023年12月31日，本公司並無知會於股份及相關股份中擁有根據證券及期貨條例第336條須予以披露的權益或淡倉之任何人士。

獨立性的年度確認

本公司已取得各獨立非執行董事根據上市規則第3.13條項下就其獨立性所作出的年度確認函。本公司認為所有獨立非執行董事均為獨立。

關連交易

於2023年度，本公司並無任何未豁免遵守上市規則第14A章年度報告規定的關連交易或持續關連交易，而綜合財務報表附註34(a)所載關聯方交易並未構成上市規則第14A章項下的關連交易或持續關連交易。董事確認，本公司已遵守上市規則第14A章的披露規定。

DIRECTORS' REPORT 董事會報告

Buy-Back, Sales or Redemption of Listed Securities

During Year 2023, neither the Company nor any of its subsidiaries bought back, sold or redeemed any of its listed securities.

Emolument Policy

The emolument policy of the employees of the Group is set up by the Remuneration Committee and is based on their merit, qualifications and competence.

The emoluments of the Directors are decided by the Remuneration Committee, having regard to the Company's operating results, individual performance and comparable market practices.

Sufficiency of Public Float

Based on the information that is publicly available to the Company and within the knowledge of its directors, during Year 2023 and up to the date of this report, the Company has maintained sufficient public float of not less than 25% of the Company's issued shares as required under the Listing Rules.

Major Customers and Suppliers

The Group's revenue for Year 2023 comprised rental income from the leasing of properties and dividend income from listed securities.

The accumulated amount of revenue attributable to the Group's five largest customers during Year 2023 was less than 30% of the Group's total revenue for Year 2023.

The Group had no supplier during Year 2023 due to the nature of its principal business activities.

During Year 2023, none of the Directors or any of their close associates (within the meaning of the Listing Rules) or any of the Shareholders who, to the knowledge of the Board, owned more than 5% of the Shares had interest in any of the Group's five largest customers.

回購、出售或贖回上市證券

2023年度內，本公司或其任何附屬公司概無回購、出售或贖回本公司任何上市證券。

酬金政策

本集團僱員的酬金政策乃由薪酬委員會按僱員的功績、資歷及能力制定。

董事的酬金乃由薪酬委員會經考慮本公司的經營業績、個人表現及可供比較的市場慣例後釐定。

公眾持股量的充足性

根據本公司取得的公開資料及就董事所知悉，於2023年度及截至本報告日期，本公司維持足夠的公眾持股量，根據上市規則規定不少於本公司的已發行股份之25%。

主要客戶及供應商

本集團於2023年度的收入包含出租物業之租金收入及上市證券之股息收入。

2023年度內，本集團於五大客戶和最大客戶的累積收入佔本集團於2023年度之收入總額不足30%。

由於本集團的主要業務性質使然，其於2023年度內並無供應商。

2023年度內，本公司之董事、其緊密聯繫人（定義見上市規則）或任何股東（據董事會所知擁有5%以上股份者），並沒有擁有本集團任何五大客戶的權益。

DIRECTORS ' REPORT 董事會報告

Key Relationships with Employees, Customers and Suppliers

The Group recognises its employees as one of the significant assets of the Group. The Group aims to continue establishing a caring environment for its employees which emphasises the personal development of its employees. The Group organises various social and recreational activities, including annual dinner and birthday parties, to strengthen the bonding among its employees and promote their sense of belonging. During Year 2023, there was no material non-compliance with relevant laws and regulations that had a significant impact on the Group relating to the compensation and dismissal, recruitment and promotion, working hours, rest periods, equal opportunity, anti-discrimination, and other benefits and welfare with respect to its employees.

The Group understands that it is important to maintain good relationships with its tenants in relation to its property leasing business by continuous interaction with them and being responsive to their demands. The Group has also established procedures for handling the complaints from its tenants to ensure the complaints are dealt with in a prompt and timely manner. Because of its business nature, the Group does not rely on any major tenants and no credit terms are granted to them.

The Group operates a defined contribution Mandatory Provident Fund retirement benefit scheme ("MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong) for those employees who are eligible to participate in the MPF Scheme. Contributions are made based on a percentage of the employees' basic salaries and are charged to profit or loss as they become payable in accordance with the rules of the MPF Scheme. The Group's employer contributions vest fully with the employees when contributed into the MPF Scheme. Where employees leave the scheme prior to the full vesting of the employer's contributions, the amount of forfeited contributions cannot be used to reduce the contributions payable by the Group.

與僱員、客戶及供應商之間的重要關係

本集團確認其僱員為本集團重要資產之一。本集團以持續為僱員建立一個關愛環境為目標，着重僱員的個人發展。本集團舉辦各類社交及康樂活動，包括年度晚宴及生日會，以加強僱員之間的聯誼及增加僱員的歸屬感。於2023年度，本集團並無嚴重違反有關僱員薪酬及解僱、招聘及晉升、工作時數、假期、平等機會、反歧視以及其他待遇及福利等對本集團有重大影響的相關法律及規例。

就物業租賃業務而言，本集團明白透過持續與租戶互動及回應需求與租戶保持良好關係的重要性。本集團亦制定處理租戶投訴的程序以確保投訴得以及時處理。因本集團業務性質，本集團並無依賴任何主要租戶，亦無授予彼等信用期。

本集團根據強制性公積金計劃條例（香港法例第485章）為符合資格參與強制性公積金退休福利計劃（「強積金計劃」）之僱員推行定額供款強積金計劃。供款乃根據僱員基本薪金之指定百分比計算，並於根據強積金計劃規則應付時自損益扣除。本集團之僱主供款將於向強積金計劃作出時全數撥歸僱員所有。倘僱員在僱員供款全額歸屬之前退出該計劃，則沒收的供款額不可用於扣減本集團應支付的供款。

DIRECTORS' REPORT 董事會報告

Key Relationships with Employees, Customers and Suppliers (Continued)

The employees of the Company's subsidiaries which operate in Mainland China are required to participate in a central pension scheme ("Pension Scheme") operated by the local municipal government. The subsidiaries are required to contribute certain percentages of their payroll costs to the Pension Scheme. The only obligation of the Group with respect to the Pension Scheme is to pay the ongoing contributions under the Pension Scheme. The contributions are charged to profit or loss as they become payable in accordance with the rules of the Pension Scheme. No forfeited contribution is available to reduce the contribution payable by the Group in future years.

The Group is also dedicated to developing good relationships with its suppliers and business partners to ensure the stability of its business. The Group reinforces the business relationships with its suppliers and business partners by ongoing communication with them in a proactive and effective manner so as to ensure the timely delivery of services to the Group and a wide range of potential investments will be available to the Group at all times.

Auditor

Ernst & Young retire and a resolution for their reappointment as auditor of the Company will be proposed at the forthcoming annual general meeting.

On behalf of the Board

Chu Hing Tsung

Chairman, Co-Chief Executive Officer and Executive Director

Hong Kong, 28 March 2024

與僱員、客戶及供應商之間的重要關係 (續)

本公司於中國內地營運的附屬公司的僱員均須參與由當地市政府設立的統一退休金計劃(「退休金計劃」)。該等附屬公司須向退休金計劃作出佔其薪金成本若干比例的供款。本集團就退休金計劃的唯一責任乃根據退休金計劃持續支付供款。供款於根據退休金計劃規則應付時自損益扣除。沒有被沒收的供款額可用作扣減本集團日後應支付的供款。

本集團亦致力與其供應商及商業夥伴培養良好關係以確保其業務之穩定性。本集團透過積極及有效的持續溝通加強與其供應商及商業夥伴的商業關係，以確保及時向本集團提供服務及使本集團可在任何時候得到各式各樣之潛在投資來源。

核數師

安永會計師事務所退任，並將於應屆股東週年大會提呈一項決議案以重新委任彼為本公司核數師。

代表董事會

主席、聯席行政總裁及執行董事

朱慶崧

香港，2024年3月28日

INDEPENDENT AUDITOR'S REPORT 獨立核數師報告



INDEPENDENT AUDITOR'S REPORT 獨立核數師報告

Basis for disclaimer of opinion

Multiple uncertainties relating to going concern

As set out in note 2.1 to the consolidated financial statements, as at 31 December 2023, the Group had cash and bank balances of approximately HK\$57 million and the Group's interest-bearing bank and other borrowings with an aggregate carrying amount of approximately HK\$3,485 million are due to be repaid within 12 months from the end of the reporting period, including (i) borrowing of approximately HK\$195 million which has not been repaid according to the scheduled repayment date before the end of the reporting period; and (ii) borrowings of approximately HK\$3,007 million with original maturity dates of over one year from the end of the reporting period which have been reclassified to current liabilities due to the delay in the payment of interest of certain borrowings before the end of the reporting period. Furthermore, subsequent to the end of the reporting period, another borrowing of the Group with a principal amount of approximately HK\$131 million has not been repaid according to the scheduled repayment date. These conditions, along with other matters set forth in note 2.1 to the consolidated financial statements, indicate the existence of material uncertainties which cast significant doubt on the Group's ability to continue as a going concern.

不發表意見之基礎

有關持續經營之多項不確定因素

誠如綜合財務報表附註2.1所載，於2023年12月31日，貴集團之現金及現金結餘約為57,000,000港元，而貴集團賬面總值約3,485,000,000港元之計息銀行及其他借款須自報告期末起十二個月內償還，包括(i)於報告期末前尚未按照預定還款日期償還之借款約195,000,000港元；及(ii)原定到期日為距報告期末一年以上之借款約3,007,000,000港元(因在報告期末前延遲支付若干借款之利息已重新分類至流動負債)。另外，於報告期末後，貴集團另一筆本金額約為131,000,000港元之借款尚未按照預定還款日期償還。該等情況以及綜合財務報表附註2.1所載之其他事項顯示存在重大不確定性，對貴集團持續經營能力產生重大疑慮。

INDEPENDENT AUDITOR'S REPORT 獨立核數師報告

Basis for disclaimer of opinion (Continued)

Multiple uncertainties relating to going concern (Continued)

The directors of the Company have been undertaking plans and measures to improve the Group's liquidity and financial position, details of which are set out in note 2.1 to the consolidated financial statements. The validity of the going concern assumptions on which the consolidated financial statements have been prepared depends on the outcome of these measures, which are subject to multiple uncertainties, including:

- (a) the successful and timely implementation of the plans and measures for the disposal of the outstanding loan receivables and loan interest receivables;
- (b) the successful and timely implementation of the plans for the disposal of the financial asset investments;
- (c) the continual support from the existing lenders of the Group such that they will not demand for immediate repayment of the relevant borrowings; and
- (d) the successful obtaining of new sources of financing as and when needed.

不發表意見之基礎(續)

有關持續經營之多項不確定因素(續)

貴公司董事已採取計劃及措施改善貴集團的流動資金及財務狀況，有關詳情載於綜合財務報表附註2.1。編製綜合財務報表所依據的持續經營假設是否有效取決於該等措施的結果，而該等措施受限於多項不確定因素，其中包括：

- (a) 成功並及時實施出售未償還應收貸款及應收貸款利息的計劃及措施；
- (b) 成功並及時實施出售金融資產投資的計劃；
- (c) 貴集團現有貸款人的持續支援，即其不會要求立即償還相關借款；及
- (d) 需要時成功獲得新的融資來源。

INDEPENDENT AUDITOR'S REPORT 獨立核數師報告

Basis for disclaimer of opinion (Continued)

Multiple uncertainties relating to going concern (Continued)

As a result of these multiple uncertainties, their potential interaction, and the possible cumulative effect thereof, we were unable to form an opinion as to whether the going concern basis of preparation is appropriate. Should the Group fail to achieve the above-mentioned plans and measures, it might not be able to operate as a going concern, and adjustments would have to be made to write down the carrying values of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in the consolidated financial statements.

Additional matter – Qualification on loan receivables and loan interest receivables

Included in loan receivables and deposits, prepayments and other receivables on the consolidated statement of financial position as at 31 December 2023 were loan receivables from different borrowers with an aggregate carrying amount of approximately HK\$1,552 million, net of loss allowance, and related loan interest receivables with an aggregate carrying amount of approximately HK\$349 million, net of loss allowance. In addition, included in other income, gains and losses and impairment of financial assets, net on the consolidated statement of profit or loss for the year ended 31 December 2023 were interest income of approximately HK\$165 million and impairment loss of approximately HK\$390 million in relation to the abovementioned loan receivables and loan interest receivables. Furthermore, investing cash flows of interest received of approximately HK\$22 million, advance of loan receivables of approximately HK\$357 million and receipt of loan receivables of approximately HK\$75 million in relation to the abovementioned loan receivables and loan interest receivables were presented in the consolidated statement of cash flows for the year ended 31 December 2023.

不發表意見之基礎(續)

有關持續經營之多項不確定因素(續)

鑒於該等多項不確定因素、其潛在交互作用以及潛在累計效應，我們無法就按持續經營基準編製是否適當發表意見。倘貴集團未能實現上述計劃及措施，則可能無法持續經營，且須進行調整以將貴集團資產的賬面值撇減至可收回金額，就可能產生的任何進一步負債計提撥備，以及將非流動資產及非流動負債分別重新分類為流動資產及流動負債。該等調整的影響並無反映於綜合財務報表。

額外事項 – 對應收貸款及應收貸款利息有所保留

於2023年12月31日綜合財務狀況表的應收貸款及按金、預付款項及其他應收款項包括來自不同借款人的應收貸款賬面總值約1,552,000,000港元(扣除虧損撥備)及相關應收貸款利息賬面總值約349,000,000港元(扣除虧損撥備)。此外，截至2023年12月31日止年度的綜合損益表的其他收入、收益及虧損以及金融資產減值淨額包括有關上述應收貸款及應收貸款利息的利息收入約165,000,000港元及減值虧損約390,000,000港元。另外，投資現金流量中與上述應收貸款及應收貸款利息有關的已收利息約22,000,000港元、授出應收貸款約357,000,000港元及已收應收貸款約75,000,000港元已於截至2023年12月31日止年度的綜合現金流量表中呈列。

INDEPENDENT AUDITOR'S REPORT 獨立核數師報告

Additional matter – Qualification on loan receivables and loan interest receivables (Continued)

As disclosed in note 20 to the consolidated financial statements, the Company has established a special investigation committee to undertake investigation on matters pertaining to the loan transactions, including but not limited to, the commercial rationale of the loan transactions and the relationship between the Group and the borrowers. Up to the date of this report, as the aforesaid investigation has not been completed and is still in progress, we were unable to obtain sufficient appropriate audit evidence to satisfy ourselves as to (i) the commercial rationale of the loan transactions, the relationships between the Group and the borrowers, and the relationships amongst the borrowers; (ii) whether the carrying amounts of the loan receivables and loan interest receivables were properly stated as at 31 December 2023; (iii) whether the impairment loss for these loan receivables and loan interest receivables for the year ended 31 December 2023 was properly assessed and recognised based on the reasonable and supportable information in accordance with the applicable accounting standard and, consequently, whether the interest income from these loan receivables was properly recognised during the year ended 31 December 2023; and (iv) whether the cash flows in relation to the loan transactions were properly presented in the consolidated statement of cash flows for the year ended 31 December 2023.

Any adjustments to the figures as described above might have consequential effects on the financial position of the Group as at 31 December 2023 and the financial performance and cash flows of the Group for the year ended 31 December 2023, and the related disclosures thereof in the consolidated financial statements.

Even had there been no multiple uncertainties relating to going concern as described in the *Basis for disclaimer of opinion* section of our report which precluded us from expressing an opinion on the consolidated financial statements, our opinion would have been qualified for the additional matter as described above.

額外事項 – 對應收貸款及應收貸款利息有所保留(續)

誠如綜合財務報表附註20所披露，貴公司已成立特別調查委員會以就有關貸款交易的事項進行調查，包括但不限於進行貸款交易的商業理據以及貴集團與借款人之間的關係。截至本報告日期，由於上述調查尚未完成且仍在進行中，故我們無法取得充分、適當的審計證據以令我們信納(i)進行貸款交易的商業理據、貴集團與借款人的關係及各借戶人之間的關係；(ii)應收貸款及應收貸款利息賬面值是否已於2023年12月31日妥善載述；(iii)該等應收貸款及應收貸款利息的減值虧損是否已於截至2023年12月31日止年度根據適用會計準則依據合理且可支持的資料妥善評估及確認，且該等應收貸款的利息收入有否因而於截至2023年12月31日止年度妥善確認；及(iv)有關貸款交易的現金流量是否已妥善呈列於截至2023年12月31日止年度的綜合現金流量表。

上述數字的任何調整可能對貴集團於2023年12月31日的財務狀況及貴集團截至2023年12月31日止年度的財務業績及現金流量以及綜合財務報表中的相關披露產生相應影響。

即使我們的報告中不存在不發表意見之基礎一節所述的有關持續經營之多項不確定因素致使我們無法就綜合財務報表發表意見的情況下，我們的意見亦會因上述額外事項而有所保留。

INDEPENDENT AUDITOR'S REPORT 獨立核數師報告

Responsibilities of the directors for the consolidated financial statements

The directors of the Company are responsible for the preparation of the consolidated financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the directors of the Company are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors of the Company either intend to liquidate the Group or to cease operations or have no realistic alternative but to do so.

The directors of the Company are assisted by the Audit Committee in discharging their responsibilities for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

Our responsibility is to conduct an audit of the Group's consolidated financial statements in accordance with Hong Kong Standards on Auditing issued by the HKICPA and to issue an auditor's report. Our report is made solely to you, as a body, in accordance with section 405 of the Hong Kong Companies Ordinance, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. However, because of the matters as described in the *Basis for disclaimer of opinion* section of our report, it is not possible for us to form an opinion on these consolidated financial statements.

董事就綜合財務報表須承擔的責任

貴公司董事須負責根據香港會計師公會(「香港會計師公會」)頒佈的《香港財務報告準則》及香港公司條例擬備真實而中肯的綜合財務報表，並對董事認為為使綜合財務報表的擬備不存在由於欺詐或錯誤而導致的重大錯誤陳述所需的內部控制負責。

在擬備綜合財務報表時，貴公司董事負責評估貴集團持續經營的能力，並在適用情況下披露與持續經營有關的事項，以及使用持續經營為會計基礎，除非貴公司董事有意將貴集團清盤或停止經營，或別無其他可採用的替代方案。否則，董事就綜合財務報表所需的責任，與擬備真實而中肯的綜合財務報表所需的責任相同。

INDEPENDENT AUDITOR'S REPORT 獨立核數師報告

Auditor's responsibilities for the audit of the consolidated financial statements (Continued)

We are independent of the Group in accordance with the HKICPA's *Code of Ethics for Professional Accountants* (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code.

Report on other matters under sections 407(2) and 407(3) of the Hong Kong Companies Ordinance

In respect alone of the inability to obtain sufficient appropriate audit evidence about the loan receivables and loan interest receivables as described in the *Additional matter – Qualification on loan receivables and loan interest receivables* section of our report above:

- we were unable to determine whether adequate accounting records had been kept; and
- we have not obtained all the information or explanations that, to the best of our knowledge and belief, are necessary and material for the purpose of the audit.

The engagement partner on the audit resulting in this independent auditor's report is Chow Chi Chung.

Ernst & Young

Certified Public Accountants
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong
28 March 2024

核數師就審計綜合財務報表承擔之責任 (續)

根據香港會計師公會頒佈的《專業會計師道德守則》(以下簡稱「守則」), 我們獨立於貴集團, 並已履行守則中的其他專業道德責任。

根據香港公司條例第407(2)及407(3)條就其他事宜作出報告

僅就無法取得有關應收貸款及應收貸款利息的充足、適當的審計證據而言, 如本報告上文額外事項 – 對應收貸款及應收貸款利息有所保留一節所述:

- 我們無法確定有否保存足夠的會計記錄; 及
- 據我們深知及確信, 我們尚未獲得就審計而言所需且重大的所有資料或解釋。

出具本獨立核數師報告的審計項目合夥人為鄒志聰。

安永會計師事務所

執業會計師
香港鰂魚涌
英皇道979號
太古坊一座27樓
2024年3月28日

CONSOLIDATED STATEMENT OF PROFIT OR LOSS 綜合損益表

For the year ended 31 December 2023

截至2023年12月31日止年度

		Notes 附註	2023 HK\$'000 千港元	2022 HK\$'000 千港元
Rental income	租金收入	5	96,958	96,884
Direct operating expenses	直接經營開支		(6,465)	(3,542)
			90,493	93,342
Dividend income from listed securities	上市證券股息收入	5	2	136
Other income, gains and losses	其他收入、收益及虧損	5	258,946	467,687
Change in fair value of financial assets at fair value through profit or loss	以公允值計量且其變動 計入損益的金融資產之 公允值變動		(147,287)	(166,108)
Change in fair value of derivative financial instruments	衍生金融工具之公允值變動		-	(22,280)
Impairment of financial assets, net	金融資產減值淨額		(489,129)	(251,580)
Administrative expenses	行政費用		(165,030)	(181,456)
Change in fair value of investment properties	投資物業之公允值變動		(63,646)	(208,156)
Finance costs	財務費用	7	(342,422)	(530,034)
Share of (losses)/profits of:	攤佔下列之(虧損) 溢利:			
- associates	- 聯營公司		(31,141)	2,050
- joint ventures	- 合營企業		(83,071)	1,130
Loss before taxation	除稅前虧損	6	(972,285)	(795,269)
Taxation	稅項	10	16,009	52,611
Loss for the year	年內虧損		(956,276)	(742,658)
Loss attributable to:	以下各方應佔虧損:			
- Owners of the Company	- 本公司擁有人		(947,409)	(734,563)
- Non-controlling interests	- 非控股權益		(8,867)	(8,095)
			(956,276)	(742,658)
LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY (in HK cents)	本公司普通權益持有人應佔 每股虧損(以港仙列示)	12		
- Basic	- 基本		(41.11)	(31.87)
- Diluted	- 攤薄		(41.11)	(31.87)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME 綜合全面收益表

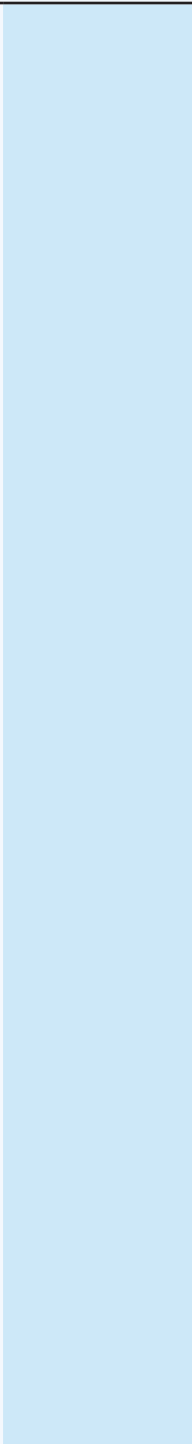
For the year ended 31 December 2023

截至2023年12月31日止年度

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
LOSS FOR THE YEAR	年內虧損	(956,276)	(742,658)
OTHER COMPREHENSIVE LOSS FOR THE YEAR	年內其他全面虧損		
Other comprehensive loss that may be reclassified to profit or loss in subsequent periods:	後期可重新分類至損益之其他全面虧損：		
Exchange differences on translation of foreign operations	換算海外業務產生之匯兌差額	(49,801)	(466,819)
Total other comprehensive loss that may be reclassified to profit or loss in subsequent periods	後期可重新分類至損益之其他全面虧損總額	(49,801)	(466,819)
Other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods:	後期不可重新分類至損益之其他全面收益（虧損）：		
Gain/(loss) arising on property revaluation	重估物業之收益（虧損）	7,533	(17,596)
Income tax effect	所得稅影響	(858)	3,353
Net other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods	後期不可重新分類至損益之其他全面收益（虧損）淨額	6,675	(14,243)
OTHER COMPREHENSIVE LOSS FOR THE YEAR, NET OF TAX	年內其他全面虧損(除稅後)	(43,126)	(481,062)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR	年內全面虧損總額	(999,402)	(1,223,720)
Total comprehensive loss attributable to:	應佔全面虧損總額：		
– Owners of the Company	— 本公司擁有人	(902,605)	(1,208,947)
– Non-controlling interests	— 非控股權益	(96,797)	(14,773)
		(999,402)	(1,223,720)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION 綜合財務狀況表

At 31 December 2023
於2023年12月31日

	Notes 附註	2023 HK\$'000 千港元	2022 HK\$'000 千港元
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CONSOLIDATED STATEMENT OF FINANCIAL POSITION 綜合財務狀況表

At 31 December 2023

於2023年12月31日

		Notes	2023	2022
		附註	HK\$'000	HK\$'000
			千港元	千港元
NON-CURRENT LIABILITIES	非流動負債			
Interest-bearing bank and other borrowings	計息銀行及其他借款	25	66,887	2,541,766
Lease liabilities	租賃負債	15	43,112	45,958
Deferred tax liabilities	遞延稅項負債	27	161,161	192,033
Total non-current liabilities	非流動負債總值		271,160	2,779,757
Net assets	淨資產		3,486,434	4,494,513
EQUITY	股權			
Equity attributable to owners of the Company	本公司擁有人應佔股權			
Share capital	股本	28	3,626,781	3,626,781
Reserves	儲備	29	(506,989)	395,616
Non-controlling interests	非控股權益		3,119,792	4,022,397
Total equity	股權總值		366,642	472,116
			3,486,434	4,494,513

Chen Yongcun

陳永存

Director

董事

Luo Zhihai

羅智海

Director

董事

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY 綜合權益變動表

For the year ended 31 December 2023

截至2023年12月31日止年度

		Attributable to owners of the Company 本公司擁有人應佔						
		Share capital	Asset revaluation reserve	Translation reserve	Retained profits/ (accumulated losses)	Sub-total	Non-controlling interests	Total equity
		股本	重估儲備	匯兌儲備	保留盈利/ (累計虧損)	小計	非控股權益	股權總值
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元
		(note 28)						
		(附註28)						
At 1 January 2022	於2022年1月1日	3,626,781	252,319	449,711	902,533	5,231,344	486,889	5,718,233
Loss for the year	年內虧損	-	-	-	(734,563)	(734,563)	(8,095)	(742,658)
Other comprehensive income for the year:	年內其他全面收益：							
Exchange differences on translation of foreign operations	換算海外業務產生之匯兌差額	-	-	(460,141)	-	(460,141)	(6,678)	(466,819)
Loss arising on property revaluation, net of tax	重估物業產生之虧損 (除稅後)	-	(14,243)	-	-	(14,243)	-	(14,243)
Total comprehensive loss for the year	年內全面虧損總額	-	(14,243)	(460,141)	(734,563)	(1,208,947)	(14,773)	(1,223,720)
At 31 December 2022 and 1 January 2023	於2022年12月31日及2023年1月1日	3,626,781	238,076*	(10,430)*	167,970*	4,022,397	472,116	4,494,513
Loss for the year	年內虧損	-	-	-	(947,409)	(947,409)	(8,867)	(956,276)
Other comprehensive loss for the year:	年內其他全面虧損：							
Exchange differences on translation of foreign operations	換算海外業務產生之匯兌差額	-	-	38,129	-	38,129	(87,930)	(49,801)
Gain arising on property revaluation, net of tax	重估物業產生之收益 (除稅後)	-	6,675	-	-	6,675	-	6,675
Total comprehensive income/(loss) for the year	年內全面收益/(虧損)總額	-	6,675	38,129	(947,409)	(902,605)	(96,797)	(999,402)
Deregistration of a subsidiary	取消註冊一間附屬公司	-	-	-	-	-	(8,677)	(8,677)
Transfer to retained profits upon disposal of properties	出售物業後轉移至保留盈利	-	(57,441)	-	57,441	-	-	-
Transfer to retained profits upon disposal of a subsidiary	出售一間附屬公司後轉移至保留盈利	-	(146,671)	-	146,671	-	-	-
At 31 December 2023	於2023年12月31日	3,626,781	40,639*	27,699*	(575,327)*	3,119,792	366,642	3,486,434

* These reserve accounts comprise the consolidated deficit of HK\$506,989,000 (2022: reserves of HK\$395,616,000) in the consolidated statement of financial position.

* 該等儲備賬目包括綜合財務狀況表中的綜合虧絀506,989,000港元(2022年：儲備395,616,000港元)。

CONSOLIDATED STATEMENT OF CASH FLOWS 綜合現金流量表

For the year ended 31 December 2023

截至2023年12月31日止年度

	Notes 附註	2023 HK\$'000 千港元	2022 HK\$'000 千港元
CASH FLOWS FROM OPERATING ACTIVITIES	經營業務產生之現金流量		
Loss before taxation	除稅前虧損	(972,285)	(795,269)
Adjustments for:	調整：		
Share of results of associates	攤佔聯營公司業績	31,141	(2,050)
Share of results of joint ventures	攤佔合營企業業績	83,071	(1,130)
Depreciation of property, plant and equipment	物業、廠房及設備折舊	14 12,270	13,527
Depreciation of right-of-use assets	使用權資產折舊	15 3,662	3,824
Impairment loss on other intangible assets	其他無形資產減值虧損	16 -	2,814
Finance costs	財務費用	342,422	530,034
Dividend income from listed securities	上市證券股息收入	5 (2)	(136)
Interest income	利息收入	(203,259)	(455,424)
Net (gain)/loss on disposal of property, plant and equipment	出售物業、廠房及設備之(溢利)/虧損淨額	5 (13)	59
Gain on disposal of a subsidiary	出售附屬公司之收益	5 (36,957)	-
Net loss on disposal of investment properties	出售投資物業之虧損淨額	5 10,500	-
Change in fair value of investment properties	投資物業之公允值變動	13 63,646	208,156
Change in fair value of financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產之公允值變動	6 147,287	166,108
Change in fair value of derivative financial instruments	衍生金融工具之公允值變動	6 -	22,280
Impairment of financial assets, net	金融資產減值淨額	6 489,129	251,580
Write-off of loan and other receivables and an amount due from an associate	應收貸款及其他應收款以及應收一家聯營公司款之撇銷	6 -	7,835
		(29,388)	(47,792)
Decrease in financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產減少	218,664	67,701
(Increase)/decrease in trade receivables	應收賬款(增加)/減少	(2,428)	443
(Increase)/decrease in deposits, prepayments and other receivables	按金、預付款及其他應收款(增加)減少	(185,567)	25,562
(Decrease)/increase in accrued charges, rental deposits and other payables	應計費用、租務按金及其他應付款(減少)增加	(114,284)	100,157

CONSOLIDATED STATEMENT OF CASH FLOWS 綜合現金流量表

For the year ended 31 December 2023

截至2023年12月31日止年度

		Note 附註	2023 HK\$'000 千港元	2022 HK\$'000 千港元
Cash (used in)/generated from operations	經營業務(所用) 所得之現金		(113,003)	146,071
Dividend received	已收股息		2	136
Interest paid	已付利息		(338,662)	(655,783)
Tax paid	已付稅款		(203)	(2,162)
Net cash flows used in operating activities	經營業務所用之淨現金流量		(451,866)	(511,738)
CASH FLOWS FROM INVESTING ACTIVITIES	投資業務所得現金流量			
Interest received	已收利息		291,831	157,587
Purchase of items of property, plant and equipment	購入物業、廠房及設備		(112)	(346)
Proceeds from disposal of property, plant and equipment	出售物業、廠房及設備之所得款項		275	-
Proceeds from disposal of investment properties	出售投資物業之所得款項		70,000	-
Disposal of a subsidiary	出售一間附屬公司	30	200,114	-
Advance of loan receivables	墊支應收貸款		(357,199)	(1,386,864)
Receipt of loan receivables	收取應收貸款		373,068	1,087,346
Repayment from joint ventures	合營企業之還款		211,236	1,263,405
Capital injection to a joint venture	向一家合營企業注資		-	(68,589)
Decrease in pledged deposits	已抵押存款減少		-	24,450
Net cash flows from investing activities	投資業務所得之淨現金流量		789,213	1,076,989

CONSOLIDATED STATEMENT OF CASH FLOWS 綜合現金流量表

For the year ended 31 December 2023

截至2023年12月31日止年度

		Note 附註	2023 HK\$'000 千港元	2022 HK\$'000 千港元
CASH FLOWS FROM FINANCING ACTIVITIES	融資業務所得現金流量			
Other loans raised	其他貸款融資		90,050	578,611
Repayment of other loans	償還其他貸款		(375,229)	(159,419)
New bank loans	新銀行貸款		11,038	100,336
Repayment of bank loans	償還銀行貸款		(50,773)	(24,636)
Principal portion of lease payments	租賃付款之本金部分		(1,918)	(2,920)
Settlement of convertible bonds	清償可換股債券		(41,712)	(1,108,288)
Net cash flows used in financing activities	融資業務所用之淨現金流量		(368,544)	(616,316)
NET DECREASE IN CASH AND CASH EQUIVALENTS	現金及現金等值減少淨額		(31,197)	(51,065)
Cash and cash equivalents at beginning of year	現金及現金等值年初數額		97,517	116,755
Effect of foreign exchange rate changes, net	外幣匯率變動之影響，淨值		(8,987)	31,827
CASH AND CASH EQUIVALENTS AT END OF YEAR	現金及現金等值年末數額		57,333	97,517
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS	現金及現金等值結餘分析			
Cash and bank balances	現金及銀行結餘	23	57,333	97,517

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

1. Corporate and Group Information (Continued)

Information about subsidiaries (Continued)

Particulars of the Company's principal subsidiaries are as follows: (Continued)

Company name 公司名稱	Place of incorporation/ registration and operations 註冊 登記及經營所在地	Nominal value of issued and paid-up/ registered capital 已發行及繳足 註冊股本面值	Equity interest attributable to the Company 本公司應佔股本權益		Principal activities 主要業務
			Direct	Indirect	
			直接	間接	
Silver Grant International Investment Management Limited 銀建國際投資管理有限公司	Hong Kong 香港	HK\$1,000 1,000港元	100%	—	Investment holding 投資控股
Beijing Runda International Investment Management Limited ^{#†} 北京潤達國際投資管理有限公司 ^{#†}	PRC/Chinese Mainland 中國 中國內地	RMB100,000,000 人民幣100,000,000元	—	100%	Investment 投資
Silver Grant International Investment (Guangzhou) Co., Limited ^{#†} 銀建國際投資(廣州)有限公司 ^{#†}	PRC/Chinese Mainland 中國 中國內地	RMB200,000,000 人民幣200,000,000元	—	100%	Investment holding 投資控股
Guangzhou Runsui No.2 Investment Partnership (Limited Partnership) ^{**} 廣州潤穗二號投資合夥企業(有限合夥) ^{**}	PRC/Chinese Mainland 中國 中國內地	N/A 不適用	—	87.25%	Corporate management service 企業管理服務
Silver Grant International Holding (Guangzhou) Co., Limited ^{#†} 銀建國際控股(廣州)有限公司 ^{#†}	PRC/Chinese Mainland 中國 中國內地	RMB500,000,000 人民幣500,000,000元	—	100%	Investment 投資
Guangzhou Runfu No.9 Investment Partnership (Limited Partnership) ^{**} 廣州潤富九號投資合夥企業(有限合夥) ^{**}	PRC/Chinese Mainland 中國 中國內地	N/A 不適用	—	100%	Non- performing asset investment 不良資產投資
Beihai Mao Yuan Investment Co., Limited ^{#†} 北海茂元投資有限公司 ^{#†}	PRC/Chinese Mainland 中國 中國內地	RMB50,000,000 人民幣50,000,000元	—	100%	Investment 投資
Yinjian Energy Trading (Guangzhou) Co., Limited ^{#†} 銀建能源貿易(廣州)有限公司 ^{#†}	PRC/Chinese Mainland 中國 中國內地	RMB500,000,000 人民幣500,000,000元	—	100%	Trading 貿易

1. 公司及集團資料(續)

附屬公司資料(續)

本公司的主要附屬公司詳情如下:(續)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

1. Corporate and Group Information (Continued)

Information about subsidiaries (Continued)

Particulars of the Company's principal subsidiaries are as follows: (Continued)

Company name 公司名稱	Place of incorporation/ registration and operations 註冊 登記及經營所在地	Nominal value of issued and paid-up/ registered capital 已發行及繳足 註冊股本面值	Equity interest attributable to the Company 本公司應佔股本權益		Principal activities 主要業務
			Direct	Indirect	
			直接	間接	
Taizhou Yinjian Energy Investment Co., Limited [#]	PRC/Chinese Mainland	RMB100,000,000	—	100%	Environmental conservation and renewable energy investment
泰州銀建能源投資有限公司 [#]	中國 中國內地	人民幣100,000,000元			環境保育及再生能源投資
Tai Zhou Dong Thai Petrochemical Company Limited [#]	PRC/Chinese Mainland	RMB1,664,089,268	—	68.07%	Investment holding and investment
泰州東泰石化有限公司 [#]	中國 中國內地	人民幣1,664,089,268元			投資控股及投資
Konson Investment Limited	Hong Kong	HK\$100	—	70%	Investment holding
港豐投資有限公司	香港	100港元			投資控股
East Gate (Beijing) Property Management Co., Ltd ("Beijing East Gate") ^{#⑧}	PRC/Chinese Mainland	US\$100,413,500	—	100%	Property development and investment
東環北京物業管理有限公司(「北京東環」) ^{#⑧}	中國 中國內地	100,413,500美元			物業發展及投資

[#] Registered as domestic limited liability companies under the PRC law.

^⑧ Registered as wholly-foreign-owned enterprise under the PRC law.

[^] The English names of these companies represent the best effort made by management of the Company to directly translate their Chinese names as they did not register any official English names.

^{*} Registered as limited partnership company under the PRC law.

1. 公司及集團資料(續)

附屬公司資料(續)

本公司的主要附屬公司詳情如下:(續)

[#] 根據中國法律註冊為國內有限責任公司。

^⑧ 根據中國法律註冊為外資全資擁有公司。

[^] 由於並未註冊任何官方英文名稱，該等公司的英文名稱乃本公司管理層盡最大努力由其中文名稱直譯所得。

^{*} 根據中國法律註冊為有限合夥企業。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

1. Corporate and Group Information (Continued)

Information about subsidiaries (Continued)

The above table lists the subsidiaries of the Company which, in the opinion of the directors, principally affected the results for the reporting year or formed a substantial portion of the net assets of the Group. To give details of other subsidiaries would, in the opinion of the directors, result in particulars of excessive length.

2.1 Basis of Presentation

As at 31 December 2023, the Group had cash and bank balances of approximately HK\$57 million and the Group's interest-bearing bank and other borrowings with an aggregate carrying amount of approximately HK\$3,485 million are due to be repaid within 12 months from the end of the reporting period, including (i) borrowing of approximately HK\$195 million which has not been repaid according to the scheduled repayment date before the end of the reporting period; and (ii) borrowings of approximately HK\$3,007 million with original maturity dates of over one year from the end of the reporting period which have been reclassified to current liabilities due to the delay in the payment of interest of certain borrowings before the end of the reporting period and which have been repaid after year end. Furthermore, subsequent to the end of the reporting period, another borrowing of the Group with a principal amount of approximately HK\$131 million has not been repaid according to the scheduled repayment date. As at the date of approval of these consolidated financial statements, the Group has been actively negotiating with the lenders for extension of the repayment date of certain of the aforesaid borrowings. Up to the date of approval of these consolidated financial statements, the Group has not received any demand for immediate repayment of these and other borrowings.

1. 公司及集團資料(續)

附屬公司資料(續)

上表載列董事認為主要影響本集團本報告年度業績或構成本集團淨資產重大部分之本公司附屬公司。董事認為，提供其他附屬公司的詳情會導致資料過於冗長。

2.1 呈列基準

於2023年12月31日，本集團之現金及銀行結餘約為57,000,000港元，而本集團賬面總值約為3,485,000,000港元之計息銀行及其他借款須自報告期末起十二個月內償還，包括(i)於報告期末前尚未按照預定還款日期償還之借款約195,000,000港元；及(ii)原定到期日為距報告期末一年以上之借款約3,007,000,000港元(因於報告期末延遲支付若干借款之利息(已於年末後償還)已重新分類至流動負債)。此外，於報告期末後，本集團另一筆本金額約為131,000,000港元之借款尚未按照預定還款日期償還。於批准該等綜合財務報表日期，本集團就延長上述若干借款之還款日期積極與貸款人進行磋商。截至批准該等綜合財務報表日期，本集團尚未收到任何須即時償還該等及其他借款之要求。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

2.1 Basis of Presentation (Continued)

In view of the above circumstances, the directors of the Company have given careful consideration to the Group's future liquidity requirements, operating performance and available sources of financing in assessing the Group's ability to continue operating as a going concern. The following plans and measures are formulated to manage the working capital and improve the financial position of the Group:

- (i) the Group will continue to implement measures for the disposal of the outstanding loan receivables and loan interest receivables;
- (ii) the Group will continue to take measures to expedite the disposal of the financial asset investments, including equity investments and non-performing assets portfolio;
- (iii) the Group will continue its negotiations with the lenders of certain bank and other borrowings or other financial institutions on the refinancing of the borrowings; and
- (iv) the Group will obtain additional credit facilities from existing and other lenders as and when needed.

The directors of the Company have reviewed the Group's cash flow projections prepared by management, which cover a period of not less than 12 months from 31 December 2023. They are of the opinion that, taking into account the above-mentioned plans and measures, the Group will have sufficient working capital to finance its operations and to meet its financial obligations as and when they fall due within 12 months from 31 December 2023. Accordingly, the directors of the Company are satisfied that it is appropriate to prepare the consolidated financial statements of the Group on a going concern basis.

2.1 呈列基準(續)

鑒於上述情況，本公司董事在評估本集團持續經營能力時，已審慎考慮本集團未來流動資金需求、經營績效及可用融資來源。為管理營運資金及改善本集團財務狀況，已制定以下計劃及措施：

- (i) 本集團將繼續採取措施，以出售未償還應收貸款及應收貸款利息；
- (ii) 本集團將繼續採取措施，以加速出售金融資產投資，包括股權投資及不良資產組合；
- (iii) 本集團將繼續就借款再融資與若干銀行及其他借款之貸款人或其他財務機構進行磋商；及
- (iv) 本集團將於需要時向現有及其他貸款人獲取額外信貸融資。

本公司董事已審閱管理層所編製本集團自2023年12月31日起不少於十二個月的現金流量預測。彼等認為，考慮到上述計劃及措施，本集團將擁有充足營運資金以為其營運提供資金，並履行自2023年12月31日起十二個月內到期的財務責任。因此，本公司董事信納，按持續經營基礎編製本集團綜合財務報表乃屬適當。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

2.1 Basis of Presentation (Continued)

Notwithstanding the above, significant uncertainties exist as to whether the Group is able to achieve its plans and measures as described above. Whether the Group will be able to continue as a going concern would depend on (i) the successful and timely implementation of the plans and measures for the disposal of outstanding loan receivables and loan interest receivables; (ii) the successful and timely implementation of the plans for the disposal of financial asset investments; (iii) the continual support from the existing lenders of the Group such that they will not demand for immediate repayment of the relevant borrowings; and (iv) the successful obtaining of new sources of financing as and when needed.

Should the Group be unable to achieve the above-mentioned plans and measures and operate as a going concern, adjustments would have to be made to write down the carrying values of the Group's assets to their recoverable amounts, to provide for any further liabilities which might arise and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in these consolidated financial statements.

2.1 呈列基準(續)

儘管上文所述，本集團能否實現上述計劃及措施仍存在重大不確定性。本集團能否持續經營取決於(i)出售未償還應收貸款及應收貸款利息的計劃及措施能否成功並及時實施；(ii)出售金融資產投資計劃能否成功並及時實施；(iii)本集團現有貸款人的持續支援，即其不會要求立即償還相關借款；及(iv)需要時成功獲得新的融資來源。

倘本集團未能實現上述計劃及措施且無法持續經營，則須進行調整以將本集團資產的賬面值撇減至可收回金額、就可能產生的任何進一步負債計提撥備，以及將非流動資產及非流動負債分別重新分類為流動資產及流動負債。該等調整的影響並無反映於該等綜合財務報表。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

2.2 Basis of Preparation

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the Hong Kong Companies Ordinance. They have been prepared under the historical cost convention, except for investment properties, leasehold land and buildings under property, plant and equipment, financial assets at fair value through profit or loss and derivative financial instruments, which have been measured at fair value. These financial statements are presented in Hong Kong dollars and all values are rounded to the nearest thousand (HK\$'000) except when otherwise indicated.

Basis of consolidation

The consolidated financial statements include the financial statements of the Company and its subsidiaries for the year ended 31 December 2023. A subsidiary is an entity (including a structured entity), directly or indirectly, controlled by the Company. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee (i.e., existing rights that give the Group the current ability to direct the relevant activities of the investee).

2.2 編製基準

該等財務報表已根據香港會計師公會(「香港會計師公會」)頒佈的香港財務報告準則(「香港財務報告準則」)(包括所有香港財務報告準則、香港會計準則(「香港會計準則」)及詮釋)及香港公司條例編製。除投資物業、物業、廠房及設備項下之租賃土地及樓宇、以公允值計量且其變動計入損益的金融資產及衍生金融工具是按公允值計量外，該等綜合財務報表是按歷史成本基準編製。除另有指明外，該等財務報表以港元呈列，且所有金額均湊整至最接近千位數(千港元)。

綜合入賬基準

綜合財務報表包括本公司及其附屬公司截至2023年12月31日止年度的財務報表。附屬公司為本公司直接或間接控制的實體(包括結構性實體)。當本集團能透過參與投資對象業務而享有或有權取得投資對象的可變回報，且有能力行使在投資對象的權力(即本集團獲賦予現有主導投資對象相關活動的能力的現有權利)影響該等回報時，即取得控制權。

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2.2 Basis of Preparation (Continued)

Basis of consolidation (Continued)

Generally, there is a presumption that a majority of voting rights results in control. When the Company has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- (a) the contractual arrangement with the other vote holders of the investee;
- (b) rights arising from other contractual arrangements; and
- (c) the Group's voting rights and potential voting rights.

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. The results of subsidiaries are consolidated from the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

Profit or loss and each component of other comprehensive income are attributed to the owners of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control described above. A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

2.2 編製基準(續)

綜合入賬基準(續)

一般而言，存在一個推定，即大多數投票權形成控制權。倘本公司於投資對象擁有的投票權或類似權利不足大多數，則本集團於評估其是否擁有對投資對象的權力時會考慮一切相關事實及情況，包括：

- (a) 與投資對象的其他投票權持有人的合約安排；
- (b) 其他合約安排所產生的權利；及
- (c) 本集團的投票權及潛在投票權。

附屬公司與本公司的財務報表的報告期相同，並採用一致的會計政策編製。附屬公司的業績由本集團獲得控制權當日起綜合入賬，直至有關控制權終止當日止。

損益及其他全面收益的各個組成部分歸屬於本集團母公司擁有人及非控股權益，即使此舉會導致非控股權益出現虧絀結餘。所有集團內公司間的資產及負債、權益、收入、開支及與本集團成員公司間交易相關的現金流量均於綜合入賬時悉數抵銷。

倘事實及情況顯示上述三項控制權因素之其中一項或多項出現變化，本集團會重新評估其是否仍控制投資對象。並無失去控制權的附屬公司之擁有權權益變動會以權益交易入賬。

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2.2 Basis of Preparation (Continued)

If the Group loses control over a subsidiary, it derecognises the related assets (including goodwill), any non-controlling interest and the exchange fluctuation reserve; and recognises the fair value of any investment retained and any resulting surplus or deficit in profit or loss. The Group's share of components previously recognised in other comprehensive income is reclassified to profit or loss or retained profits, as appropriate, on the same basis as would be required if the Group had directly disposed of the related assets or liabilities.

2.3 Changes in Accounting Policies and Disclosures

The Group has adopted the following new and revised HKFRSs for the first time for the current year's financial statements:

HKFRS 17	<i>Insurance Contracts</i>
Amendments to HKAS 1 and HKFRS Practice Statement 2	<i>Disclosure of Accounting Policies</i>
Amendments to HKAS 8	<i>Definition of Accounting Estimates</i>
Amendments to HKAS 12	<i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>
Amendments to HKAS 12	<i>International Tax Reform — Pillar Two Model Rules</i>

2.2 編製基準(續)

倘本集團失去對附屬公司的控制權，則終止確認相關資產(包括商譽)、任何非控股權益及匯兌波動儲備，以及確認所保留任何投資的公允值及損益中任何因此產生的盈餘或虧絀。先前已於其他全面收益內確認的本集團分佔部分重新分類至損益或保留溢利(如適當)，基準與本集團直接出售相關資產或負債所使用者相同。

2.3 會計政策及披露之變動

本集團已於本年度財務報表首次採納下列新訂及經修訂香港財務報告準則：

香港財務報告準則第17號	保險合約
香港會計準則第1號及香港財務報告準則實務報告第2號修訂本	會計政策披露
香港會計準則第8號修訂本	會計估計之定義
香港會計準則第12號修訂本	來自單一交易有關資產及負債的遞延稅項
香港會計準則第12號修訂本	國際稅務改革 — 支柱二示範規則

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2.3 Changes in Accounting Policies and Disclosures (Continued)

The nature and the impact of the new and revised HKFRSs that are applicable to the Group are described below:

Amendments to HKAS 1 require entities to disclose their material accounting policy information rather than their significant accounting policies. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. Amendments to HKFRS Practice Statement 2 *Making Materiality Judgements* provide non-mandatory guidance on how to apply the concept of materiality to accounting policy disclosures. The Group has disclosed the material accounting policy information in note 2 to the consolidated financial statements. The amendments did not have any impact on the measurement, recognition or presentation of any items in the Group's financial statements.

Amendments to HKAS 8 clarify the distinction between changes in accounting estimates and changes in accounting policies. Accounting estimates are defined as monetary amounts in financial statements that are subject to measurement uncertainty. The amendments also clarify how entities use measurement techniques and inputs to develop accounting estimates. Since the Group's approach and policy align with the amendments, the amendments had no impact on the Group's financial statements.

2.3 會計政策及披露之變動(續)

適用於本集團之經修訂香港財務報告準則的性質及影響載述如下：

香港會計準則第1號修訂本要求實體披露其重大會計政策之資料，而非其主要會計政策。倘將會計政策資料與實體之財務報表中所載的其他資料一併考慮時，可合理預期其將影響一般目的財務報表之主要使用者以此等財務報表作出之決定，則該會計政策資料屬重大。香港財務報告準則實務報告第2號修訂本作出重大性判斷為如何將重大性之概念應用於會計政策披露提供了非強制指引。本集團已於綜合財務報表附註2披露重大會計政策資料。該等修訂本對本集團的財務報表任何項目的計量、確認或呈列並無任何影響。

香港會計準則第8號修訂本澄清會計估計變動與會計政策變動之間的區別。會計估計乃界定為財務報表中存在計量不確定性之貨幣金額。有關修訂亦澄清實體如何使用計量技術及輸入數據以得出會計估計。由於本集團之方針及政策與該等修訂本一致，故該等修訂本對本集團的財務報表並無影響。

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2.3 Changes in Accounting Policies and Disclosures (Continued)

Amendments to HKAS 12 *Deferred Tax related to Assets and Liabilities arising from a Single Transaction* narrow the scope of the initial recognition exception in HKAS 12 so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences, such as leases and decommissioning obligations. Therefore, entities are required to recognise

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2.4 Issued But Not Yet Effective Hong Kong Financial Reporting Standards

The Group has not applied the following revised HKFRSs, that have been issued but are not yet effective, in these financial statements. The Group intends to apply these revised HKFRSs, if applicable, when they become effective.

Amendments to HKFRS 10 and HKAS 28	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> ³
Amendments to HKFRS 16	<i>Lease Liability in a Sale and Leaseback</i> ¹
Amendments to HKAS 1	<i>Classification of Liabilities as Current or Non-current (the "2020 Amendments")</i> ^{1, 4}
Amendments to HKAS 1	<i>Non-current Liabilities with Covenants (the "2022 Amendments")</i> ^{1, 4}
Amendments to HKAS 7 and HKFRS 7	<i>Supplier Finance Arrangements</i> ¹
Amendments to HKAS 21	<i>Lack of Exchangeability</i> ²

¹ Effective for annual periods beginning on or after 1 January 2024

² Effective for annual periods beginning on or after 1 January 2025

³ No mandatory effective date yet determined but available for adoption

⁴ As a consequence of the 2020 Amendments and 2022 Amendments, Hong Kong Interpretation 5 *Presentation of Financial Statements — Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause* was revised to align the corresponding wording with no change in conclusion

2.4 已頒佈但尚未生效之香港財務報告

本集團並無於該等財務報表應用下列已頒佈但尚未生效的經修訂香港財務報告準則。本集團擬於該等經修訂香港財務報告準則(倘適用)生效時再予應用。

香港財務報告準則第10號及香港會計準則第28號(修訂本)	投資者與其聯營公司或合營企業之間的資產出售或投入 ³
香港財務報告準則第16號(修訂本)	售後租回之租賃負債 ¹
香港會計準則第1號(修訂本)	負債分類為即期或非即期(「2020年修訂本」) ^{1, 4}
香港會計準則第1號(修訂本)	負債分類為即期或非即期(「2022年修訂本」) ^{1, 4}
香港會計準則第7號及香港財務報告準則第7號(修訂本)	供應商融資安排 ¹
香港會計準則第21號(修訂本)	缺乏可兌換性 ²

¹ 於2024年1月1日或之後開始之年度期間生效

² 於2025年1月1日或之後開始之年度期間生效

³ 尚未釐定強制生效日期，惟可供採納

⁴ 因應2020年修訂本及2022年修訂本，香港詮釋第5號財務報表的呈報——借款人對載有按要求償還條款的定期貸款的分類已進行修訂，以使相應措詞保持一致而結論保持不變

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2.4 Issued But Not Yet Effective Hong Kong Financial Reporting Standards (Continued)

Further information about those HKFRSs that are expected to be applicable to the Group is described below:

Amendments to HKFRS 10 and HKAS 28 address an inconsistency between the requirements in HKFRS 10 and in HKAS 28 in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The amendments require a full recognition of a gain or loss resulting from a downstream transaction when the sale or contribution of assets constitutes a business. For a transaction involving assets that do not constitute a business, a gain or loss resulting from the transaction is recognised in the investor's profit or loss only to the extent of the unrelated investor's interest in that associate or joint venture. The amendments are to be applied prospectively. The previous mandatory effective date of amendments to HKFRS 10 and HKAS 28 was removed by the HKICPA. However, the amendments are available for adoption now.

Amendments to HKFRS 16 specify the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction to ensure the seller-lessee does not recognise any amount of the gain or loss that relates to the right of use it retains. The amendments are effective for annual periods beginning on or after 1 January 2024 and shall be applied retrospectively to sale and leaseback transactions entered into after the date of initial application of HKFRS 16 (i.e., 1 January 2019). Earlier application is permitted. The amendments are not expected to have any significant impact on the Group's financial statements.

2.4 已頒佈但尚未生效之香港財務報告(續)

預期將適用於本集團之該等香港財務報告準則的進一步資料於下文載述：

香港財務報告準則第10號及香港會計準則第28號修訂本針對香港財務報告準則第10號及香港會計準則第28號分別於處理有關投資者與其聯營公司或合營企業之間資產出售或注資的規定之不一致情況。該等修訂規定，當資產出售或注資構成一項業務時，須確認下游交易產生的全數收益或虧損。當交易涉及不構成一項業務之資產時，由該交易產生之收益或虧損於該投資者之損益內確認，惟僅以不相關投資者於該聯營公司或合營企業之權益為限。該等修訂已前瞻應用。香港會計師公會已剔除香港財務報告準則第10號及香港會計準則第28號修訂本的先前強制生效日期。然而，該等修訂現時可供採納。

香港財務報告準則第16號修訂本闡明賣方承租人在計量售後租回交易中產生的租賃負債時使用的要求，以確保賣方承租人不確認與其保留的使用權相關的任何收益或虧損金額。該等修訂本自2024年1月1日或之後開始的年度期間生效，並應追溯應用於首次應用香港財務報告準則第16號之日期(即2019年1月1日)之後訂立的售後租回交易。允許提前採用。該等修訂本預期不會對本集團的財務報表造成任何重大影響。

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2.4 Issued But Not Yet Effective Hong Kong Financial Reporting Standards (Continued)

The 2020 Amendments clarify the requirements for classifying liabilities as current or non-current, including what is meant by a right to defer settlement and that a right to defer must exist at the end of the reporting period. Classification of a liability is unaffected by the likelihood that the entity will exercise its right to defer settlement. The amendments also clarify that a liability can be settled in its own equity instruments, and that only if a conversion option in a convertible liability is itself accounted for as an equity instrument would the terms of a liability not impact its classification. The 2022 Amendments further clarify that, among covenants of a liability arising from a loan arrangement, only those with which an entity must comply on or before the reporting date affect the classification of that liability as current or non-current. Additional disclosures are required for non-current liabilities that are subject to the entity complying with future covenants within 12 months after the reporting period. The amendments shall be applied retrospectively with early application permitted. An entity that applies the 2020 Amendments early is required to apply simultaneously the 2022 Amendments, and vice versa. The Group is currently assessing the impact of the amendments and whether existing loan agreements may require revision. Based on a preliminary assessment, the amendments are not expected to have any significant impact on the Group's financial statements.

2.4 已頒佈但尚未生效之香港財務報告(續)

2020年修訂本澄清將負債分類為流動或非流動的規定，包括延遲清償權的含義，以及延遲清償權必須在報告期末存在。負債的分類不受實體行使其延遲清償權的可能性的影響。該等修訂亦澄清，負債可用其自身的權益工具清償，以及僅當可轉換負債中的轉換選擇權本身作為權益工具入賬時，負債的條款方不會影響其分類。2022年修訂本進一步澄清，在貸款安排產生的負債契約中，只有實體於報告日期或之前必須遵守的契約才會影響負債分類為流動或非流動。對於實體於報告期後12個月內必須遵守未來契約的非流動負債，須進行額外披露。該等修訂本應追溯應用，並允許提早應用。提早應用2020年修訂本的實體必須同時應用2022年修訂本，反之亦然。本集團目前正在評估該等修訂本的影響以及現有貸款協議是否需要修訂。根據初步評估，預期該等修訂本不會對本集團的財務報表產生任何重大影響。

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2.4 Issued But Not Yet Effective Hong Kong Financial Reporting Standards (Continued)

Amendments to HKAS 7 and HKFRS 7 clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk. Earlier application of the amendments is permitted. The amendments provide certain transition reliefs regarding comparative information, quantitative information as at the beginning of the annual reporting period and interim disclosures. The amendments are not expected to have any significant impact on the Group's financial statements.

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. Earlier application is permitted. When applying the amendments, an entity cannot restate comparative information. Any cumulative effect of initially applying the amendments shall be recognised as an adjustment to the opening balance of retained profits or to the cumulative amount of translation differences accumulated in a separate component of equity, where appropriate, at the date of initial application. The amendments are not expected to have any significant impact on the Group's financial statements.

2.4 已頒佈但尚未生效之香港財務報告(續)

香港會計準則第7號及香港財務報告準則第7號修訂本闡明供應商融資安排的特點，並規定須就該等安排作出額外披露。該等修訂本的披露規定旨在協助財務報表使用者了解供應商融資安排對實體的負債、現金流量及流動資金風險的影響。允許提早應用該等修訂。該等修訂本就於年度報告期及中期披露期初的比較資料及定量資料提供若干過渡性減免。預期該等修訂本不會對本集團的財務報表產生任何重大影響。

香港會計準則第21號修訂本闡明實體應如何評估某種貨幣是否可兌換為另一種貨幣，以及在缺乏可兌換性的情況下，實體應如何估計於計量日期的即期匯率。該等修訂本要求披露讓財務報表使用者能夠了解貨幣不可兌換的影響的資料，允許提早應用。於應用該等修訂本時，實體不能重列比較資料。初始應用該等修訂本的任何累計影響應於初始應用當日確認為對保留溢利期初結餘的調整或對權益單獨組成部分中累積的匯兌差額累計金額的調整(如適用)。預期該等修訂本不會對本集團的財務報表產生任何重大影響。

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2.5 Material Accounting Policies

Investments in associates and joint ventures

An associate is an entity in which the Group has a long term interest of generally not less than 20% of the equity voting rights and over which it has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of a joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

The Group's investments in associates and joint ventures are stated in the consolidated statement of financial position at the Group's share of net assets under the equity method of accounting, less any impairment losses. Adjustments are made to bring into line any dissimilar accounting policies that may exist.

2.5 重大會計政策

於聯營公司及合營企業之投資

聯營公司為本集團於其一般不少於20%股本投票權中擁有長期權益之實體，且可對其擁有重大影響力。重大影響力指參與投資對象之財務及經營決策之權力，但並非控股或共同控制該等決策之權力。

合營企業為一種合營安排，據此，擁有安排共同控制權之人士有權享有合營企業之淨資產。共同控制權乃以合約協定分佔一項安排之控制權，其僅在相關活動決策必須獲分佔控制權之人士一致同意時方存在。

本集團於聯營公司及合營企業的投資乃按權益會計法，在本集團的綜合財務狀況表內，按本集團應佔的淨資產扣除減值虧損呈列。倘會計政策存在任何不一致，則會作出相應調整。

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2.5 Material Accounting Policies (Continued)

Investments in associates and joint ventures (Continued)

The Group's share of the post-acquisition results and other comprehensive income of associates and joint ventures is included in the consolidated statement of profit or loss and consolidated other comprehensive income, respectively. In addition, when there has been a change recognised directly in the equity of the associates or joint venture, the Group recognises its share of any changes, when applicable, in the consolidated statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and its associates or joint ventures are eliminated to the extent of the Group's investments in the associates and joint ventures, except where unrealised losses provide evidence of an impairment of the assets transferred. Goodwill arising from the acquisition of associates or joint ventures is included as part of the Group's investments in associates or joint ventures.

If an investment in an associate becomes an investment in a joint venture or vice versa, the retained interest is not remeasured. Instead, the investment continues to be accounted for under the equity method. In all other cases, upon loss of significant influence over the associate or joint control over the joint venture, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

When an investment in an associate or a joint venture is classified as held for sale, it is accounted for in accordance with HKFRS 5 *Non-current Assets Held for Sale and Discontinued Operations*.

2.5 重大會計政策(續)

於聯營公司及合營企業之投資(續)

本集團應佔聯營公司及合營企業收購後業績及其他全面收入分別計入綜合損益表及綜合其他全面收入。此外，倘於聯營公司或合營企業權益內直接確認一項變動，則本集團會於綜合權益變動表內確認其應佔之任何有關變動(倘適用)。本集團與聯營公司或合營企業交易所產生的未變現盈虧，均按本集團於聯營公司及合營企業的投資為限進行抵銷，除非未變現虧損顯示已轉讓資產出現減值則除外。收購聯營公司或合營企業所產生的商譽計入本集團於聯營公司或合營企業之投資項下。

倘於聯營公司的投資變成於合營企業的投資(或相反情況)，則不會重新計量保留權益。取而代之，該投資繼續按權益法入賬。在所有其他情況下，於失去對聯營公司的重大影響力或合營企業之共同控制權後，本集團按其公允值計量及確認任何保留投資。於失去重大影響力或共同控制權時聯營公司或合營企業的賬面金額與保留投資的公允值及出售所得款項之間的任何差額於損益內確認。

倘於聯營公司或合營企業之投資分類為持作出售，則根據香港財務報告準則第5號持作出售非流動資產及已終止經營業務入賬。

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2.5 Material Accounting Policies (Continued)

Business combinations and goodwill

Business combinations are accounted for using the acquisition method. The consideration transferred is measured at the acquisition date fair value which is the sum of the acquisition date fair values of assets transferred by the Group, liabilities assumed by the Group to the former owners of the acquiree and the equity transferred by the Group, liabilities assumed by the Group to the former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. For each business

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2.5 Material Accounting Policies (Continued)

Business combinations and goodwill (Continued)

Any contingent consideration to be transferred by the acquirer is recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability is measured at fair value with changes in fair value recognised in profit or loss. Contingent consideration that is classified as equity is not remeasured and subsequent settlement is accounted for within equity.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred, the amount recognised for non-controlling interests and any fair value of the Group's previously held equity interests in the acquiree over the identifiable net assets acquired and liabilities assumed. If the sum of this consideration and other items is lower than the fair value of the net assets acquired, the difference is, after reassessment, recognised in profit or loss as a gain on bargain purchase.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is tested for impairment annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. The Group performs its annual impairment test of goodwill as at 31 December. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units, or groups of cash-generating units, that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the Group are assigned to those units or groups of units.

2.5 重大會計政策(續)

業務合併及商譽(續)

由收購方將予轉讓的任何或然代價於收購日期按公允值確認。分類為資產或負債的或然代價按公允值計量，而公允值變動會於損益確認。分類為權益的或然代價毋須重新計量，而其後結算於權益內入賬。

商譽初始按成本計量，即已轉讓代價、就非控股權益確認的金額及本集團先前持有之收購對象股權之任何公允值總額，超逾所收購可識別淨資產及所承擔負債的差額。如該代價及其他項目的總和低於所收購淨資產之公允值，於再評估後其差額將於損益內確認為議價收購收益。

於初始確認後，商譽按成本減任何累計減值虧損計量。商譽須每年作減值測試，若有事件發生或情況改變顯示賬面值有可能減值，則會更頻密地進行測試。本集團於12月31日進行商譽之年度減值測試。為進行減值測試，因業務合併而收購的商譽，自收購之日被分配至預期可從合併產生的協同效益中獲益的本集團各個現金產生單位或現金產生單位組別，而無論本集團其他資產或負債是否已分配予該等單位或單位組別。

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2.5 Material Accounting Policies (Continued)

Business combinations and goodwill (Continued)

Impairment is determined by assessing the recoverable amount of the cash-generating unit (group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit (group of cash-generating units) is less than the carrying amount, an impairment loss is recognised. An

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2.5 Material Accounting Policies (Continued)

Fair value measurement (Continued)

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — based on quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 — based on valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly

Level 3 — based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the

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2.5 Material Accounting Policies (Continued)

Impairment of non-financial assets

Where an indication of impairment exists, or when annual impairment testing for non-financial asset is required (other than inventories, investment properties and deferred tax assets), the asset's recoverable amount is estimated. An asset's recoverable amount is the higher of the asset's or cash-generating unit's value in use and its fair value less costs of disposal, and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In testing a cash-generating unit for impairment, a portion of the carrying amount of a corporate asset (e.g., a headquarters building) is allocated to an individual cash-generating unit if it can be allocated on a reasonable and consistent basis or, otherwise, to the smallest group of cash-generating units.

An impairment loss is recognised only if the carrying amount of an asset exceeds its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. An impairment loss is charged to profit or loss in the period in which it arises in those expense categories consistent with the function of the impaired asset.

An impairment loss is charged to the statement of profit or loss in the period in which it arises, unless the asset is carried at a revalued amount, in which case the impairment loss is accounted for in accordance with the relevant accounting policy for that revalued asset.

2.5 重大會計政策(續)

非金融資產減值

倘有跡象顯示出現減值，或須就非金融資產(存貨、投資物業及遞延稅項資產除外)進行年度減值測試時，則評估資產之可收回款項。資產的可收回金額乃資產或現金產生單位的使用價值，以及其公允值減出售成本兩者的較高者，並就個別資產釐定，除非資產並不產生很大程度上獨立於其他資產或資產組別的現金流入，在此情況下，可收回金額則按資產所屬的現金產生單位予以釐定。

在對現金產生單位進行減值測試時，倘能按合理一致的基準進行分配，則公司資產(如總部樓宇)的一部分賬面值會分配至個別現金產生單位，否則會分配至最小的現金產生單位組別。

減值虧損僅於資產的賬面值超過其可收回金額時確認。在評估使用價值時，估計日後現金流量按能反映當時市場對貨幣時間價值及該項資產特定風險之評估的除稅前貼現率貼現至現值。減值虧損於其產生期間自損益表扣除，並列於減值資產項下之開支類別。

減值虧損於其產生期間自損益表扣除，除非該資產以重估值列賬，在此情況下，減值虧損根據該重估資產之相關會計政策入賬。

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2.5 Material Accounting Policies (Continued)

Impairment of non-financial assets (Continued)

An assessment is made at the end of each reporting period as to whether there is an indication that previously recognised impairment losses may no longer exist or may have decreased. If such an indication exists, the recoverable amount is estimated. A previously recognised impairment loss of an asset other than goodwill is reversed only if there has been a change in the estimates used to determine the recoverable amount of that asset, but not to an amount higher than the carrying amount that would have been determined (net of any depreciation/amortisation) had no impairment loss been recognised for the asset in prior years. A reversal of such an impairment loss is credited to profit or loss in the period in which it arises, unless the asset is carried at a revalued amount. In such cases, the reversal is credited to other comprehensive income, unless the asset is carried at a revalued amount which

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2.5 Material Accounting Policies (Continued)

Related parties (Continued)

- (b) the party is an entity where any of the following conditions applies:
- (i) the entity and the Group are members of the same group;
 - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
 - (iii) the entity and the Group are joint ventures of the same third party;
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Group or an entity related to the Group;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a);
 - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
 - (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Group or to the parent of the Group.

2.5 重大會計政策(續)

關連人士(續)

- (b) 該方為符合下列任何條件之實體：
- (i) 該實體與本集團屬同一集團的成員公司；
 - (ii) 一間實體為另一實體(或另一實體的母公司、附屬公司或同系附屬公司)的聯營公司或合營企業；
 - (iii) 該實體及本集團均為同一第三方的合營企業；
 - (iv) 一間實體為第三方實體的合營企業，而另一實體為該第三方實體的聯營公司；
 - (v) 該實體為離職後福利計劃，該計劃的受益人為本集團或與本集團有關的實體僱員；
 - (vi) 該實體由(a)項所述人士控制或共同控制；
 - (vii) 於(a)(i)項所述人士對該實體有重大影響或屬該實體(或該實體的母公司)主要管理人員的成員；及
 - (viii) 該實體或屬該實體其中一部分的集團旗下任何成員公司為向本集團或本集團母公司提供主要管理人員服務。

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2.5 Material Accounting Policies (Continued)

Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or valuation less accumulated depreciation and any impairment losses. The cost of an item of property, plant and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. Expenditure incurred after items of property, plant and equipment have been put into operation, such as repairs and maintenance, is normally charged to profit or loss in the period in which it is incurred. In situations where the recognition criteria are satisfied, the expenditure for a major inspection is capitalised in the carrying amount of the asset as a replacement. Where significant parts of property, plant and equipment are required to be replaced at intervals, the Group recognises such parts as individual assets with specific useful lives and depreciates them accordingly.

Valuations are performed frequently enough to ensure that the fair value of a revalued asset does not differ materially from its carrying amount. Changes in the values of property, plant and equipment are dealt with as movements in the asset revaluation reserve. If the total of this reserve is insufficient to cover a deficit, on an individual asset basis, the excess of the deficit is charged to the statement of profit or loss. Any subsequent revaluation surplus is credited to the statement of profit or loss to the extent of the deficit previously charged. An annual transfer from the asset revaluation reserve to retained profits is made for the difference between the depreciation based on the revalued carrying amount of an asset and the depreciation based on the asset's original cost. On disposal of a revalued asset, the relevant portion of the asset revaluation reserve realised in respect of previous valuations is transferred to retained profits as a movement in reserves.

2.5 重大會計政策(續)

物業、廠房及設備以及折舊

物業、廠房及設備按成本或估值減累計折舊及任何減值虧損列賬。物業、廠房及設備項目之成本包括其購買價及將該項資產達至其運作狀態及地點以供其擬定用途的任何直接應計成本。於物業、廠房及設備項目投產後產生的開支(例如維修及保養),一般於產生的期間自損益中扣除。倘符合確認標準,則主要檢查的開支作為重置於資產賬面值中資本化。倘須定期替換物業、廠房及設備的重要部分,本集團將該等部分確認為有特定可使用年期的個別資產,並相應計提折舊。

進行估值之頻密程度足以確保重估資產之公允值不會與其賬面值有重大差異。物業、廠房及設備價值之變動列作資產重估儲備變動處理。倘該儲備總額不足以補足個別資產之虧絀,多出之虧絀則自損益表扣除。日後任何重估盈餘按以往扣除之虧絀數額計入損益表。對於按資產重估賬面值計算得出之折舊與按資產原來成本計算得出之折舊間的差額,會每年從資產重估儲備轉撥至保留溢利。於出售重估資產時,按以往估值變現之資產重估儲備有關部分撥入保留溢利作儲備變動。

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2.5 Material Accounting Policies (Continued)

Property, plant and equipment and depreciation (Continued)

Depreciation is calculated on the straight-line basis to write off the cost of each item of property, plant and equipment to its residual value over its estimated useful life. The principal annual rates used for this purpose are as follows:

Leasehold land and buildings	50 years or over the lease term, whichever is shorter
Leasehold improvements	3 years
Furniture and fixtures	10 years
Office equipment	5 years
Motor vehicles	10 years

Where parts of an item of property, plant and equipment have different useful lives, the cost of that item is allocated on a reasonable basis among the parts and each part is depreciated separately. Residual values, useful lives and the depreciation method are reviewed, and adjusted if appropriate, at least at each financial year end.

An item of property, plant and equipment including any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on disposal or retirement recognised in profit or loss in the year the asset is derecognised is the difference between the net sales proceeds and the carrying amount of the relevant asset.

2.5 重大會計政策(續)

物業、廠房及設備以及折舊(續)

折舊按下列各物業、廠房及設備項目的估計可使用年期以直線法計算，並撇銷其成本至其剩餘價值。就此使用的主要年率如下：

租賃土地及樓宇	50年或按租期，以較短者為準
租賃物業裝修	3年
傢俬及設備	10年
辦公室設備	5年
汽車	10年

倘物業、廠房及設備項目其中部分的可使用年期不同，該項目之成本會按合理基準分配至有關部分，而各部分均分開計提折舊。剩餘價值、可使用年期及折舊方法將至少於各財政年度末檢討及按需要作出調整。

物業、廠房及設備項目(包括任何初次確認的重大部分)於出售或預期使用或出售有關項目不會產生未來經濟利益時終止確認。於終止確認資產年度在損益確認的出售或報廢資產之收益或虧損，為出售有關資產所得款項淨額與其賬面值兩者間的差額。

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2.5 Material Accounting Policies (Continued)

Investment properties

Investment properties are interests in land and buildings (including the right-of-use assets) held to earn rental income and/or for capital appreciation. Such properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value, which reflects market conditions at the end of the reporting period.

Gains or losses arising from changes in the fair values of investment properties are included in profit or loss in the period in which they arise.

Any gains or losses on the retirement or disposal of an investment property are recognised in profit or loss in the period of the retirement or disposal.

Intangible assets (other than goodwill)

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is the fair value at the date of acquisition. The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are subsequently amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at each financial year end.

2.5 重大會計政策(續)

投資物業

投資物業指以獲得租金收入及或達致資本升值為目的而持有之土地及樓宇權益(包括使用權資產)。該等物業初步按成本(包括交易成本)計量。於初始確認後，投資物業按公允值列賬，以反映於報告期末之市場狀況。

投資物業公允值變動所產生之盈虧計入產生期間之損益。

報廢或出售投資物業之任何盈虧在報廢或出售期間之損益中確認。

無形資產(商譽除外)

單獨收購的無形資產於初始確認時按成本計量。在業務合併中所收購的無形資產的成本即為收購當日的公允值。無形資產的可使用年期分為有限期或無限期。有限期的無形資產按可使用經濟年期後繼續攤銷，並於有跡象顯示無形資產可能出現減值時評估減值。有限可使用年期的無形資產的攤銷期及攤銷方法至少於每個財政年度末複核一次。

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2.5 Material Accounting Policies (Continued)

Intangible assets (other than goodwill) (Continued)

Intangible assets with indefinite useful lives are tested for impairment annually either individually or at the cash-generating unit level. Such intangible assets are not amortised. The useful life of an intangible asset with an indefinite life is reviewed annually to determine whether the indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is accounted for on a prospective basis.

Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

2.5 重大會計政策(續)

無形資產(商譽除外)(續)

具無限可使用年期的無形資產個別或在現金產生單位層面每年進行減值測試。此類無形資產不予攤銷。每年對具無限可使用年期的無形資產的可使用年期進行檢討以釐定是否仍可支持無限年期的評估。如果有證據表明使用年期有限，則按上述使用年期有限的無形資產的政策進行會計處理。

租賃

本集團於合約開始時評估合約是否為或包含租賃。倘合約為換取代價而給予在一段時間內控制使用已識別資產之權利，則該合約為或包含租賃。

本集團作為承租人

本集團對所有租賃(惟短期租賃及低價值資產租賃除外)採取單一確認及計量方法。本集團確認租賃負債以作出租賃款項，而使用權資產指使用相關資產之權利。

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2.5 Material Accounting Policies (Continued)

Leases (Continued)

Group as a lessee (Continued)

(a) *Right-of-use assets*

Right-of-use assets are recognised at the

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2.5 Material Accounting Policies (Continued)

Leases (Continued)

Group as a lessee (Continued)

(a) Right-of-use assets (Continued)

When the right-of-use assets are related to property, plant and equipment measured at revalued amount, the right-of-use assets are included in property, plant and equipment and measured at revalued amount in accordance with the Group's policy for "property, plant and equipment".

(b) Lease liabilities

Lease liabilities are recognised at the commencement date of the lease at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for termination of a lease, if the lease term reflects the Group exercising the option to terminate the lease. The variable lease payments that do not depend on an index or a rate are recognised as an expense in the period in which the event or condition that triggers the payment occurs.

2.5 重大會計政策(續)

租賃(續)

本集團作為承租人(續)

(a) 使用權資產(續)

倘使用權資產與以重估價值計量的物業、廠房及設備有關，則使用權資產計入物業、廠房及設備，並根據本集團有關「物業、廠房及設備」之政策按重估價值計量。

(b) 租賃負債

租賃負債於租賃開始日期按於租期內作出的租賃付款現值確認。租賃付款包括固定付款(包括實質固定付款)減任何應收租賃優惠、取決於某一指數或比率的可變租賃款項及剩餘價值擔保下預期應付之金額。租賃付款亦包括本集團合理確定行使購買選擇權的行使價，及倘在租期內反映本集團行使終止選擇權時，則須就終止租賃支付的罰款。並非取決於某一指數或比率的可變租賃款項於觸發付款的事件或狀況發生期間內確認為開支。

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2.5 Material Accounting Policies (Continued)

Leases (Continued)

Group as a lessee (Continued)

(b) Lease liabilities (Continued)

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in lease payments (e.g., a change to future lease payments resulting from a change in an index or rate) or a change in assessment of an option to purchase the underlying asset.

(c) Short-term leases

The Group applies the short-term lease recognition exemption to its short-term leases of office premises (that is those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases are recognised as an expense on a straight-line basis over the lease term.

Group as a lessor

When the Group acts as a lessor, it classifies at lease inception (or when there is a lease modification) each of its leases as either an operating lease or a finance lease.

2.5 重大會計政策(續)

租賃(續)

本集團作為承租人(續)

(b) 租賃負債(續)

於計算租賃付款之現值時，倘租賃中所隱含的利率不易釐定，本集團則於租賃開始日期使用增量借貸利率計算。於開始日期後，租賃負債金額增加反映利息增加，而減少則為租賃付款所致。此外，倘出現修改、租期變動、租賃付款變動(如因指數或比率變動而產生的未來租賃付款變動)或購買相關資產的選擇權評估更改，則租賃負債的賬面值將重新計量。

(c) 短期租賃

本集團將短期租賃確認豁免應用於辦公物業的短期租賃(即自租賃開始日期起計租期為十二個月或以下，並且不包含購買選擇權的租賃)。短期租賃的租賃付款於租賃期內以直線法確認為開支。

本集團作為出租人

當本集團作為出租人時，在租賃開始時(或發生租賃變更時)將其所有租賃分類為經營租賃或融資租賃。

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2.5 Material Accounting Policies (Continued)

Leases (Continued)

Group as a lessor (Continued)

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. When a contract contains lease and non-lease components, the Group allocates the consideration in the contract to each component on a relative stand-alone selling price basis. Rental income is accounted for on a straight-line basis over the lease terms and is included in revenue in the statement of profit or loss due to its operating nature. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases that transfer substantially all the risks and rewards incidental to ownership of an underlying asset to the lessee, are accounted for as finance leases.

Investments and other financial assets

Initial recognition and measurement

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost and fair value through profit or loss.

2.5 重大會計政策(續)

租賃(續)

本集團作為出租人(續)

所有本集團並未轉讓資產所有權所附帶之絕大部分風險及回報的租賃歸類為經營租賃。倘合約包含租賃及非租賃部分，本集團根據相關獨立售價將合約代價分配至各個部分。租金收入於租期內按直線法列賬，而由於其營運性質，計入損益表之收益。於磋商及安排經營租賃時產生的初始直接成本乃計入租賃資產的賬面值，並於租期內按相同方法確認為租金收入。或然租金乃於所賺取的期間內確認為收益。

將相關資產所有權所附帶之絕大部分風險及回報轉移至承租人的租賃，以融資租賃入賬。

投資及其他金融資產

初始確認及計量

金融資產於初始確認時分類為其後按攤銷成本及以公允值計量且其變動計入損益計量。

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2.5 Material Accounting Policies (Continued)

Investments and other financial assets (Continued)

Initial recognition and measurement (Continued)

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Group's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Group has applied the practical expedient of not adjusting the effect of a significant financing component, the Group initially measures a financial assets at its fair value, plus in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Group has applied the practical expedient are measured at the transaction price determined under HKFRS 15 in accordance with the policies set out for "Revenue recognition" below.

In order for a financial asset to be classified and measured at amortised cost, it needs to give rise to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

2.5 重大會計政策(續)

投資及其他金融資產(續)

初始確認及計量(續)

金融資產於初始確認時之分類，取決於其合約現金流量特點以及本集團管理該等現金流量之業務模式。除不包含重大融資成分之應收賬款或本集團就此運用可行權宜方法不對重大融資成分之影響作出調整之應收賬款外，本集團初步以公允值計量金融資產，加上交易成本（金融資產並非以公允值計量且其變動計入損益之情況下）。不包含重大融資成分或本集團就此運用可行權宜方法之應收賬款，根據下文「收益確認」所載政策按根據香港財務報告準則第15號所釐定之交易價格計量。

倘金融資產按攤銷成本計量，該金融資產需要產生純粹為支付本金及未償還本金的利息（「純粹為支付本金及利息」）之現金流量。不論業務模式如何，現金流量並非純粹為支付本金及利息的金融資產以公允值計量且其變動計入損益分類及計量。

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2.5 Material Accounting Policies (Continued)

Investments and other financial assets (Continued)

Initial recognition and measurement (Continued)

The Group's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows, while financial assets classified and measured at fair value through other comprehensive income are held within a business model with the objective of both holding to collect contractual cash flows and selling. Financial assets which are not held within the aforementioned business models are classified and measured at fair value through profit or loss.

Purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace are recognised on the trade date, that is, the date that the Group commits to purchase or sell the asset.

2.5 重大會計政策(續)

投資及其他金融資產(續)

初始確認及計量(續)

本集團管理金融資產之業務模式指其如何管理金融資產以產生現金流量之方式。業務模式釐定現金流量是否源自收取合約現金流量、出售金融資產或同時因兩者而產生。於旨在持有金融資產以收取合約現金流量的業務模式中持有之金融資產，按攤銷成本分類及計量；於旨在持有以收取合約現金流量及出售金融資產之業務模式中持有之金融資產，按公允值計入其他全面收益分類及計量。並非於上述業務模式中持有之金融資產，乃以公允值計量且其變動計入損益分類及計量。

買賣財務資產均於交易日(即本集團承諾購買或出售該資產之日期)確認，而買賣則指於市場規定或慣例一般規定之期間內交付資產之財務資產買賣。

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2.5 Material Accounting Policies (Continued)

Investments and other financial assets (Continued)

Subsequent measurement

The subsequent measurement of financial assets depends on their classification as follows:

Financial assets at amortised cost (debt instruments)

Financial assets at amortised cost are subsequently measured using the effective interest method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in profit or loss.

This category includes derivative instruments and equity investments which the Group had not irrevocably elected to classify at fair value through other comprehensive income. Dividends on the equity investments classified as financial assets at fair value through profit or loss are also recognised in profit or loss when the right of payment has been established.

2.5 重大會計政策(續)

投資及其他金融資產(續)

其後計量

金融資產其後視乎以下分類作出計量：

按攤銷成本計量的金融資產(債務工具)

按攤銷成本計量的金融資產其後使用實際利率法計量，並計量減值。當資產終止確認、修訂或減值時，收益及虧損於損益確認。

以公允值計量且其變動計入損益的金融資產

以公允值計量且其變動計入損益的金融資產於財務狀況表按公允值列賬，而公允值變動淨額則於損益確認。

該類別包括本集團並無不可撤回地選擇按公允值計入其他全面收入進行分類的衍生工具及股權投資。在支付權確立時，分類為以公允值計量且其變動計入損益的金融資產之股權投資的股息亦於損益確認。

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2.5 Material Accounting Policies (Continued)

Investments and other financial assets (Continued)

Financial assets at fair value through profit or loss (Continued)

A derivative embedded in a hybrid contract, with a financial liability or non-financial host, is separated from the host and accounted for as a separate derivative if the economic characteristics and risks are not closely related to the host; a separate instrument with the same terms as the embedded derivative would meet the definition of a derivative; and the hybrid contract is not measured at fair value through profit or loss. Embedded derivatives are measured at fair value with changes in fair value recognised in the statement of profit or loss. Reassessment only occurs if there is either a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required or a reclassification of a financial asset out of the fair value through profit or loss category.

A derivative embedded within a hybrid contract containing a financial asset host is not accounted for separately. The financial asset host together with the embedded derivative is required to be classified in its entirety as a financial asset at fair value through profit or loss.

2.5 重大會計政策(續)

投資及其他金融資產(續)

以公允值計量且其變動計入損益的金融資產(續)

當嵌入於混合合約(包含金融負債或非金融主合約)的衍生工具具備與主合約不緊密相關的經濟特徵及風險;擁有與嵌入式衍生工具相同條款的單獨工具符合衍生工具的定義;且混合合約並非以公允值計量且其變動計入損益計量,則該衍生工具與主合約分開並作為單獨衍生工具列賬。嵌入式衍生工具按公允值計量,公允值的變動於損益表內確認。僅在合約條款變動大幅改變其他情況下所需現金流量或金融資產從以公允值計量且其變動計入損益類別重新分類時方會進行重新評估。

嵌入於混合合約(包含金融資產主合約)的衍生工具並非單獨入賬。金融資產主合約連同嵌入式衍生工具須全部分類為以公允值計量且其變動計入損益的金融資產。

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2.5 Material Accounting Policies (Continued)

Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e., removed from the Group's consolidated statement of financial position) when:

- the rights to receive cash flows from the asset have expired, or
- the Group has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a "pass-through" arrangement; and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Group has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if, and to what extent, it has retained the risk and rewards of ownership of the asset. When it has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the Group continues to recognise the transferred asset to the extent of the Group's continuing involvement. In that case, the Group also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Group has retained.

2.5 重大會計政策(續)

終止確認金融資產

在下列情況下會終止確認(即自本集團的綜合財務狀況表移除)金融資產(或(倘適用)部分金融資產或一組類似金融資產的一部分):

收取資產現金流量的權利已屆滿;或

本集團已轉讓收取資產現金流量的權利或有責任根據「轉手」安排在無重大延誤的情況下將已收取的現金流量全部支付予第三方;及(a)本集團已轉讓該資產的絕大部分風險及回報,或(b)本集團既無轉讓亦無保留該資產的絕大部分風險及回報,但已轉讓資產的控制權。

倘本集團已轉讓其收取資產現金流量的權利或已訂立轉手安排,本集團評估其是否保留該資產擁有權的風險及回報以及相關程度。倘本集團既無轉讓亦無保留該資產絕大部分風險及回報,亦無轉讓該資產的控制權,本集團繼續按本集團之持續參與確認所轉讓資產。在此情況下,本集團亦會確認相關負債。已轉讓資產及相關負債以本集團保留之相關權利及義務為基準計量。

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2.5 Material Accounting Policies (Continued)

Derecognition of financial assets (Continued)

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of the consideration that the Group could be required to repay.

Impairment of financial assets

The Group recognises an allowance for expected credit losses (“ECLs”) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

General approach

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

2.5 重大會計政策(續)

終止確認金融資產(續)

以轉讓資產作擔保方式持續參與業務，乃按資產之原有賬面值及本集團可能被要求償付之最高代價金額兩者中較低者計量。

金融資產減值

本集團對並非以公允值計量且其變動計入損益而持有的所有債務工具確認預期信貸虧損(「預期信貸虧損」)撥備。預期信貸虧損乃基於根據合約應付的合約現金流量與本集團預期收取的所有現金流量之間的差額，按原有實際利率相近值貼現。預期現金流量將包括同為合約條款組成部分的自銷售所持有抵押品所得的現金流量或其他信貸提升物品。

一般方法

預期信貸虧損於兩個階段獲確認。就自初始確認起信貸風險並無顯著增加的信貸風險而言，對因未來十二個月內可能發生的違約事件而導致的信貸虧損計提預期信貸虧損(十二個月預期信貸虧損)。就自初始確認起經已顯著增加的信貸風險而言，不論何時發生違約事件，均須在風險餘下年期內就預期虧損計提虧損撥備(全期預期信貸虧損)。

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2.5 Material Accounting Policies (Continued)

Impairment of financial assets (Continued)

General approach (Continued)

At each reporting date, the Group assesses whether the credit risk on a financial instrument has increased significantly since initial recognition. When making the assessment, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information that is available without undue cost or effort, including historical and forward-looking information.

The Group considers a financial asset in default when internal or external information indicates that the Group is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Group. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Financial assets at amortised cost are subject to impairment under the general approach and they are classified within the following stages for measurement of ECLs except for trade receivables which apply the simplified approach as detailed below.

Stage 1 — Financial instruments for which credit risk has not increased significantly since initial recognition and for which the loss allowance is measured at an amount equal to 12-month ECLs

2.5 重大會計政策(續)

金融資產減值(續)

一般方法(續)

於各報告日期，本集團評估自初始確認後金融工具的信貸風險是否顯著增加。當作出評估時，本集團比較於報告日期發生在金融工具上的違約風險與於初始確認日期發生在金融工具上的違約風險，並於沒有過度成本或努力的情況下考慮可得的合理及可支持資料，包括過往及前瞻性資料。

倘內部或外部資料表明，在沒有計及本集團持有的任何信貸提升措施前，本集團不大可能悉數收到未結之合約款項，則本集團認為金融資產違約。金融資產於無合理預期可收回合約現金流量時撇銷。

按攤銷成本計量的金融資產按一般方法計量減值，且除應用簡化方法的應收賬款，彼等在以下階段分類用於計量預期信貸虧損，詳情如下。

第一階段 — 自初始確認以來信貸風險未顯著增加的金融工具，其虧損撥備按等於十二個月預期信貸虧損的金額計量

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2.5 Material Accounting Policies (Continued)

Impairment of financial assets (Continued)

General approach (Continued)

Stage 2 — Financial instruments for which credit risk has increased significantly since initial recognition but that are not credit-impaired financial assets and for which the loss allowance is measured at an amount equal to lifetime ECLs

Stage 3 — Financial assets that are credit-impaired at the reporting date (but that are not purchased or originated credit-impaired) and for which the loss allowance is measured at an amount equal to lifetime ECLs

Simplified approach

For trade receivables that do not contain a significant financing component or when the Group applies the practical expedient of not adjusting the effect of a significant financing component, the Group applies the simplified approach in calculating ECLs. Under the simplified approach, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Group has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

2.5 重大會計政策(續)

金融資產減值(續)

一般方法(續)

第二階段 — 自初始確認以來信貸風險顯著增加但並非信貸減值金融資產的金融工具，其虧損撥備按等於全期預期信貸虧損的金額計量

第三階段 — 於報告日期信貸減值的金融資產(但並非購買或原始信貸減值)，其虧損撥備按等於全期預期信貸虧損的金額計量

簡化方法

就不包含重大融資成分的應收賬款而言，或當本集團採用可行權宜方法不予調整重大融資成分的影響時，本集團採納簡化方法計算預期信貸虧損。根據簡化方法，本集團不會追蹤信貸風險之變動，而是根據每個報告日期的全期預期信貸虧損確認虧損撥備。本集團已根據其過往信貸虧損經驗建立撥備矩陣，並根據債務人及經濟環境的前瞻性因素作出調整。

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2.5 Material Accounting Policies (Continued)

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Group's financial liabilities include other payables, borrowings, convertible bonds and derivative financial instruments.

Subsequent measurement

The subsequent measurement of financial liabilities depends on their classification as follows:

Financial liabilities at amortised cost (loans and borrowings)

After initial recognition, interest-bearing loans, borrowings and senior notes are subsequently measured at amortised cost, using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at cost. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the effective interest rate amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The effective interest rate amortisation is included in finance costs in profit or loss.

2.5 重大會計政策(續)

金融負債

初始確認及計量

於初始確認時，金融負債分類為以公允價值計量且其變動計入損益之金融負債、貸款及借款、應付款或指定為有效對沖中的對沖工具之衍生工具(如適用)。

所有金融負債初步按公允價值確認，倘為貸款及借款以及應付款，則扣除直接應佔交易成本。

本集團的金融負債包括其他應付款、借款、可換股債券及衍生金融工具。

其後計量

金融負債其後視乎以下分類作出計量：

按攤銷成本計量的金融負債(貸款及借款)

在初始確認後，計息貸款、借款及優先票據其後使用實際利率法按攤銷成本進行其後計量，但若貼現的影響不重大，在此情況下，則以成本列賬。當負債終止確認後，在損益中確認收益及虧損，或使用實際利率法在攤銷過程中確認收益及虧損。

攤銷成本的計算需要考慮收購中所產生的折讓或溢價，以及確定構成實際利率其中部分的費用或成本。對實際利率的攤銷於損益中列為財務費用。

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2.5 Material Accounting Policies (Continued)

Financial liabilities (Continued)

Financial guarantee contracts

Financial guarantee contracts issued by the Group are those contracts that require a payment to be made reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. A financial guarantee contract is recognised initially as a liability at its fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequent to initial recognition, the Group measures the financial guarantee contracts at the higher of: (i) the ECL allowance determined in accordance with the policy as set out in "Impairment of financial assets"; and (ii) the amount initially recognised less, when appropriate, the cumulative amount of income recognised.

2.5 重大會計政策(續)

金融負債(續)

財務擔保合約

本集團發出的財務擔保合約即規定須付款以償付持有人因特定債務人未能根據債務工具條款償還到期款項而招致損失的合約。財務擔保合約初步按公允值確認為負債，並就發出擔保直接產生的交易成本作出調整。於初步確認後，本集團按以下兩項的較高者計量財務擔保合約：(i)根據「金融資產減值」所載政策釐定的預期信貸虧損撥備；及(ii)初步確認金額減(如適用)確認的累計收入金額。

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2.5 Material Accounting Policies (Continued)

Financial liabilities (Continued)

Convertible bonds

The component of convertible bonds that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs. If the conversion option of convertible bonds exhibits characteristics of an embedded derivative, it is separated from its liability component. On initial recognition, the derivative component of the convertible bonds is measured at fair value and presented as part of derivative financial instruments. Any excess of proceeds over the amount initially recognised as the derivative component is recognised as the liability component. Transaction costs are apportioned between the liability and derivative components of the convertible bonds based on the allocation of proceeds to the liability and derivative components when the instruments are initially recognised. The portion of the transaction costs relating to the liability component is recognised initially as part of the liability. The portion relating to the derivative component is recognised immediately in the statement of profit or loss.

In subsequent periods, the liability component of convertible bonds is carried at amortised cost using the effective interest method. The derivative financial instruments are measured at fair value with changes in fair value recognised in profit or loss.

Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled, or expires.

2.5 重大會計政策(續)

金融負債(續)

可換股債券

展示負債特性之可換股債券部分會於財務狀況表內確認為負債(扣除交易成本)。倘可換股債券的換股權顯示出嵌入式衍生工具的特性,其會從負債部分中分開。於首次確認時,可換股債券衍生工具部分按公允值計量,並作為衍生金融工具的一部分呈列。所得款項超出首次確認為衍生工具部分金額的部分,會被確認為負債部分。交易成本根據工具首次確認時分配至負債及衍生工具部分的所得款項,於可換股債券的負債及衍生工具部分之間劃撥。與負債部分相關的交易成本部分初步確認為負債的一部分。與衍生工具部分相關的部分即時於損益表中確認。

於往後期間,可換股債券之負債部分乃採用實際利率法按攤銷成本入賬。衍生金融工具按公允值計量,而公允值變動則於損益確認。

終止確認金融負債

當負債項下的責任已解除、取消或屆滿,即會終止確認金融負債。

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2.5 Material Accounting Policies (Continued)

Derecognition of financial liabilities (Continued)

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and a recognition of a new liability, and the difference between the respective carrying amounts is recognised in profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash on hand and at banks, and short-term highly liquid deposits with a maturity of generally within three months that are readily convertible into known amounts of cash, subject to an insignificant risk of changes in value, and held for the purpose of meeting short-term cash commitments.

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise cash on hand and at banks, and short-term deposits as defined above, less bank overdrafts which are repayable on demand and form an integral part of the Group's cash management.

2.5 重大會計政策(續)

終止確認金融負債(續)

倘一項現有金融負債被來自同一貸方且大部分條款不同之另一項金融負債所取代，或現有負債之條款被大幅修改，則該項置換或修改視作終止確認原有負債及確認新增負債處理，而兩者之賬面值差額於損益中確認。

金融工具之抵銷

倘目前擁有可合法執行權利以抵銷已確認的款項，且有意按淨額基準清償該款項，或變現該等資產及同時清償該等負債，則可抵銷金融資產及金融負債，並於財務狀況表內呈列淨額。

現金及現金等值

財務狀況表中的現金及現金等值包括手頭現金及銀行現金，以及到期日通常在三個月內的短期高流動性存款，其可隨時轉換為已知金額的現金，價值變動風險輕微且為滿足短期現金承擔而持有。

就綜合財務狀況表而言，現金及現金等值包括手頭及銀行現金以及上文所界定的短期存款，減須按要償還並構成本集團現金管理組成部分的銀行透支。

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2.5 Material Accounting Policies (Continued)

Provisions

A provision is recognised when a present obligation (legal or constructive) has arisen as a result of a past event and it is probable that a future outflow of resources will be required to settle the obligation, provided that a reliable estimate can be made of the amount of the obligation.

When the effect of discounting is material, the amount recognised for a provision is the present value at the end of the reporting period of the future expenditures expected to be required to settle the obligation. The increase in the discounted present value amount arising from the passage of time is included in finance costs in the statement of profit or loss.

Income tax

Income tax comprises current and deferred tax. Income tax relating to items recognised outside profit or loss is recognised outside profit or loss, either in other comprehensive income or directly in equity.

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates (and tax laws) tax

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2.5 Material Accounting Policies (Continued)

Income tax (Continued)

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- when the deferred tax liability arises from goodwill or the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and
- in respect of taxable temporary differences associated with interests in subsidiaries, associates and joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, and the carryforward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carryforward of unused tax credits and unused tax losses can be utilised, except:

- when the deferred tax asset relating to the deductible temporary differences arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss and does not give rise to equal taxable and deductible temporary differences; and

2.5 重大會計政策(續)

所得稅(續)

遞延稅項負債乃就所有應課稅暫時差額而確認，惟下列情況除外：

遞延稅項負債乃因商譽或在一項並非業務合併的交易中初始確認資產或負債而產生，並於交易時並不影響會計溢利或應課稅溢利或虧損，且並無產生同等應課稅及可予扣減暫時差額；及

就與於附屬公司、聯營公司及合營企業之權益有關的應課稅暫時差額而言，暫時差額的撥回時間為可控制，而該等暫時差額於可預見將來可能不會撥回。

遞延稅項資產乃就所有可扣稅暫時差額、未動用稅項抵免及任何未動用稅項虧損的結轉而確認。遞延稅項資產以有應課稅溢利以動用可扣稅暫時差額、未動用稅項抵免及未動用稅項虧損的結轉以作對銷為限確認，惟下列情況除外：

與可扣稅暫時差額有關的遞延稅項資產乃因在一項並非業務合併的交易中初始確認資產或負債而產生，且於交易時並不影響會計溢利及應課稅溢利或虧損，且並無產生同等應課稅及可予扣減暫時差額；及

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2.5 Material Accounting Policies (Continued)

Income tax (Continued)

- in respect of deductible temporary differences associated with interests in subsidiaries, associates and joint ventures, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at the end of each reporting period and are recognised to the extent that it has become probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset if and only if the Group has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

2.5 重大會計政策(續)

所得稅(續)

就與於附屬公司、聯營公司及合營企業之權益有關的可扣稅暫時差額而言，遞延稅項資產僅於暫時差額於可見將來有可能撥回以及有應課稅溢利以動用暫時差額以作對銷的情況下，方予確認。

遞延稅項資產的賬面值於各報告期末審閱，並沖減至不可能再有足夠應課稅溢利以致可動用全部或部分遞延稅項資產的水平。並未確認的遞延稅項資產將於各報告期末重新評估，並於可能將有足夠的應課稅溢利以致可收回全部或部分遞延稅項資產時予以確認。

遞延稅項資產及負債乃按預期資產變現或負債清償的期間所適用的稅率及以報告期末已頒佈或實質已頒佈的稅率(及稅法)為基準計算。

僅當本集團有可合法執行權利可將即期稅項資產與即期稅項負債抵銷，且遞延稅項資產與遞延稅項負債與同一稅務機關對同一應稅實體或於各未來期間預期有大額遞延稅項負債或資產需要結算或清償時，擬按淨額基準結算即期稅項負債及資產或同時變現資產及結算負債之不同稅務實體徵收之所得稅相關，則遞延稅項資產與遞延稅項負債可予抵銷。

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2.5 Material Accounting Policies (Continued)

Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the costs, for which it is intended to compensate, are expensed.

Revenue recognition

Revenue from contracts with customers

Revenue from contracts with customers is recognised when or as control of goods or services is transferred to the customers at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

When the consideration in a contract includes a variable amount, the amount of consideration is estimated to which the Group will be entitled in exchange for transferring the goods or services to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant revenue reversal in the amount of cumulative revenue recognised will not occur when the associated uncertainty with the variable consideration is subsequently resolved.

2.5 重大會計政策(續)

政府補貼

當能合理確定本集團將收到補貼並符合補助之所有附帶條件時，則政府補貼按其公允值確認。當補貼與開支項目相關時，則於擬用作補償之成本開支之期間按系統化基準確認為收入。

收益確認

客戶合約收益

客戶合約收益於貨品或服務的控制權轉移予客戶時予以確認，而該金額反映本集團預期就提供該等貨品或服務有權獲得的代價。

當合約中的代價包括可變金額時，估計代價為本集團將貨品或服務轉移予客戶而有權獲得的金額。可變代價在合約開始時作出估計並受其約束，直至與可變代價相關的不確定性消除，而累計已確認收益金額極有可能不會發生重大收益轉回時。

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2.5 Material Accounting Policies (Continued)

Revenue recognition (Continued)

Revenue from contracts with customers (Continued)

When the contract contains a financing component which provides the customer with a significant benefit of financing the transfer of goods or services to the customer for more than one year, revenue is measured at the present value of the amount receivable, discounted using the discount rate that would be reflected in a separate financing transaction between the Group and the customer at contract inception. When the contract contains a financing component which provides the Group with a significant financial benefit for more than one year, revenue recognised under the contract includes the interest expense accreted on the contract liability under the effective interest method. For a contract where the period between the payment by the customer and the transfer of the promised goods or services is one year or less, the transaction price is not adjusted for the effects of a significant financing component, using the practical expedient in HKFRS 15.

Revenue from other sources

Rental income is recognised on a time proportion basis over the lease terms. Variable lease payments that do not depend on an index or a rate are recognised as income in the accounting period in which they are incurred.

Other income

Interest income is recognised on an accrual basis using the effective interest method by applying the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument to the net carrying amount of the financial asset.

2.5 重大會計政策(續)

收益確認(續)

客戶合約收益(續)

倘合約中包含為客戶提供超過一年的重大融資利益(撥付轉讓貨品或服務至客戶)的融資部分,則收益按應收金額的現值計量,並使用本集團與客戶之間於合約開始時的單獨融資交易中反映的貼現率貼現。倘合約中包含為本集團提供超過一年的重大融資利益的融資部分,則根據該合約確認的收益包括按實際利率法計算的合約負債所產生的利息開支。就客戶付款與轉讓承諾貨品或服務

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2.5 Material Accounting Policies (Continued)

Revenue recognition (Continued)

Other income (Continued)

Dividend income is recognised when the shareholders' right to receive payment has been established, it is probable that the economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably.

Other employee benefits

Pension scheme

The Group operates a defined contribution Mandatory Provident Fund retirement benefit scheme (the "MPF Scheme") under the Mandatory Provident Fund Schemes Ordinance for those employees who are eligible to participate in the MPF Scheme. Contributions are made based on a percentage of the employees' basic salaries and are charged to profit or loss as they become payable in accordance with the rules of the MPF Scheme. The assets of the MPF Scheme are held separately from those of the Group in an independently administered fund. The Group's employer contributions vest fully with the employees when contributed into the MPF Scheme. Where employees leave the scheme prior to the full vesting of the employer's contributions, the amount of forfeited contributions cannot be used to reduce the contributions payable by the Group.

2.5 重大會計政策(續)

收益確認(續)

其他收入(續)

股息收入於收取付款的股東權利確立、與股息相關的經濟利益很可能流入本集團且股息金額能可靠地計量時確認。

其他僱員福利

退休金計劃

本集團根據強制性公積金計劃條例為符合資格參與強制性公積金退休福利計劃(「強積金計劃」)之僱員推行定額供款強積金計劃。供款乃根據僱員基本薪金之指定百分比計算，並於根據強積金計劃規則應付時自損益扣除。強積金計劃之資產與本集團之資產分開持有，並由獨立管理之基金管理。本集團之僱主供款將於向強積金計劃作出時全數撥歸僱員所有。倘僱員在僱員供款全額歸屬之前退出該計劃，則沒收的供款額不可用於扣減本集團應支付的供款。

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2.5 Material Accounting Policies (Continued)

Other employee benefits (Continued)

Pension scheme (Continued)

The employees of the Group's subsidiaries which operate in Chinese Mainland are required to participate in a central pension scheme (the "Pension Scheme") operated by the local municipal government. The subsidiaries are required to contribute certain percentages of their payroll costs to the Pension Scheme. The only obligation of the Group with respect to the Pension Scheme is to pay the ongoing contributions under the Pension Scheme. The contributions are charged to profit or loss as they become payable in accordance with the rules of the Pension Scheme.

Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, i.e., assets that necessarily take a substantial period of time to get ready for their intended use or sale, are capitalised as part of the cost of those assets. The capitalisation of such borrowing costs ceases when the assets are substantially ready for their intended use or sale. All other borrowing costs are expensed in the period in which they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

2.5 重大會計政策(續)

其他僱員福利(續)

退休金計劃(續)

本集團於中國內地營運的附屬公司的僱員均須參與由當地市政府設立的統一退休金計劃(「退休金計劃」)。該等附屬公司須向退休金計劃作出佔其薪金成本若干比例的供款。本集團就退休金計劃的唯一責任乃根據退休金計劃持續支付供款。供款於根據退休金計劃規則應付時自損益扣除。

借款成本

因收購、建設或生產合資格資產(需要一段長時間方能達至其擬定用途或出售者)而直接產生之借款成本乃資本化為該等資產之成本一部分。該等借款成本之資本化於該等資產大致上可準備用作擬定用途或出售時為止。所有其他借款成本於其產生期間內支銷。借款成本包括利息及某實體就資金借款產生的其他成本。

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2.5 Material Accounting Policies (Continued)

Foreign currencies

These financial statements are presented in Hong Kong dollars, which is the Company's functional currency. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency. Foreign currency transactions recorded by the entities in the Group are initially recorded using their respective functional currency rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rates of exchange ruling at the end of the reporting period. Differences arising on settlement or translation of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of a non-monetary item measured at fair value is treated in line with the recognition of the gain or loss on change in fair value of the item (i.e., translation difference on the item whose fair value gain or loss is recognised in other comprehensive income or profit or loss is also recognised in other comprehensive income or profit or loss, respectively).

2.5 重大會計政策(續)

外幣

本財務報表以港元呈列，此乃本公司之功能貨幣。本集團各實體自行釐定其功能貨幣，各實體的財務報表所載項目以其功能貨幣計值。本集團各實體錄得之外幣交易初步按交易日彼等各自之功能貨幣匯率換算入賬。以外幣計值之貨幣資產及負債按功能貨幣於報告期末適用之匯率換算。因結算或換算貨幣項目而產生之所有差額均於損益表確認。

按歷史成本以外幣計量之非貨幣項目，採用初步交易時之非量龍項算或採

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2.5 Material Accounting Policies (Continued)

Foreign currencies (Continued)

In determining the exchange rate on initial recognition of the related asset, expense or income on the derecognition of a non-monetary asset or non-monetary liability relating to an advance consideration, the date of initial transaction is the date on which the Group initially recognises the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, the Group determines the transaction date for each payment or receipt of the advance consideration.

The functional currencies of certain overseas subsidiaries, an associate and joint ventures are currencies other than Hong Kong dollars. As at the end of the reporting period, the assets and liabilities of these entities are translated into Hong Kong dollars at the exchange rates prevailing at the end of the reporting period and their statements of profit or loss are translated into Hong Kong dollars at the exchange rates that approximate to those prevailing at the dates of the transactions. The resulting exchange differences are recognised in other comprehensive income and accumulated in the exchange fluctuation reserve, except to the extent that the differences are attributable to non-controlling interests. On disposal of a foreign operation, the cumulative amount in the reserve relating to that particular foreign operation is recognised in the statement of profit or loss.

Any goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on acquisition are treated as assets and liabilities of the foreign operation and translated at the closing rate.

2.5 重大會計政策(續)

外幣(續)

於終止確認與預付代價相關的非貨幣性資產或非貨幣性負債時，為釐定初始確認相關資產、開支或收入採用的匯率，初步交易日期為本集團初始確認預付代價產生的非貨幣性資產或非貨幣性負債當日。倘存在多筆預先付款或收款，本集團就每筆預付代價的付款或收款釐定交易日期。

若干海外附屬公司、聯營公司及合營企業之功能貨幣均為港元以外之貨幣。於報告期末，該等實體之資產與負債按報告期末之匯率換算為港元，其損益表則按與交易當日現行匯承相若之匯率換算為港元。所產生的匯兌差額於其他全面收益中確認，並於匯兌波動儲備中累計，惟該差額歸屬於非控股權益則除外。於出售海外業務時，儲備中有關該特定海外業務的累計金額於損益表中確認。

收購海外業務產生的任何商譽及收購所導致資產及負債賬面值的任何公允值調整被當作海外業務的資產及負債，並按結算日之匯率換算。

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2.5 Material Accounting Policies (Continued)

Foreign currencies (Continued)

For the purpose of the consolidated statement of cash flows, the cash flows of overseas subsidiaries are translated into Hong Kong dollars at the exchange rates ruling at the dates of the cash flows. Frequently recurring cash flows of overseas subsidiaries which arise throughout the year are translated into Hong Kong dollars at the weighted average exchange rates for the year.

3. Significant Accounting Judgements and Estimates

The preparation of the Group's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and their accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in the future.

Judgements

In the process of applying the Group's accounting policies, management has made the following judgements, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

2.5 重大會計政策(續)

外幣(續)

就綜合現金流量表而言，海外附屬公司之現金流量按現金流量日期的適用匯率換算為港元。海外附屬公司於整個年度產生之經常性現金流量，則按年內的加權平均匯率換算為港元。

3. 重大會計判斷及估計

於編製本集團財務報表時，管理層須作出判斷、估計及假設，而有關判斷、估計及假設會對收入、開支、資產及負債之申報金額及其隨附披露，以及或然負債之披露造成影響。該等假設及估計之不確定性可能引致須對在未來遭受影響之資產或負債之賬面值進行重大調整。

判斷

於應用本集團會計政策之過程中，除該等涉及估計者外，管理層已作出以下對財務報表所確認的金額有最重大影響之判斷：

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3. Significant Accounting Judgements and Estimates (Continued)

Judgements (Continued)

Property lease classification – the Group as lessor

The Group has entered into commercial property leases on its investment property portfolio. The Group has determined, based on an evaluation of the terms and conditions of the arrangements, such as the lease term not constituting a major part of the economic life of the commercial property and the present value of the minimum lease payments not amounting to substantially all the fair value of the commercial property, that it retains substantially all the significant risks and rewards incidental to ownership of these properties which are leased out and accounts for the contracts as operating leases.

Classification between investment properties and owner-occupied properties

The Group determines whether a property qualifies as an investment property, and has developed criteria in making that judgement. Investment property is a property held to earn rentals or for capital appreciation or both. Therefore, the Group considers whether a property generates cash flows largely independently of the other assets held by the Group. Some properties comprise a portion that is held to earn rentals or for capital appreciation and another portion that is held for use in the production or supply of goods or services or for administrative purposes. If these portions could be sold separately or leased out separately under a finance lease, the Group accounts for these portions separately. If the portions could not be sold separately, the property is an investment property only if an insignificant portion is held for use in the production or supply of goods or services or for administrative purposes. Judgement is made on an individual property

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3. Significant Accounting Judgements and Estimates (Continued)

Judgements (Continued)

Deferred taxation on investment properties

For the purpose of measuring deferred taxation arising from investment properties that are measured using the fair value model, the directors of the Company have reviewed the Group's investment property portfolios and concluded that the Group's investment properties of HK\$2,133,714,000 (2022: HK\$2,309,146,000), representing properties for residential or commercial use, are held under a business model whose objective is to consume substantially all of the economic benefits embodied in the investment properties over time, rather than through sale. Therefore, in measuring the Group's deferred taxation on investment properties, the directors of the Company have determined that the presumption that the carrying amounts of these investment properties measured using the fair value model are recovered entirely through sale is rebutted. Accordingly, deferred taxation in relation to these investment properties has been measured based on the tax consequences of recovering the carrying amounts entirely through use.

Estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

3. 重大會計判斷及估計(續)

判斷(續)

投資物業的遞延稅項

就計量投資物業產生的遞延稅項(採用公允值模式計量者)而言,本公司董事已審閱本集團的投資物業組合,並認為本集團的投資物業為2,133,714,000港元(2022年:2,309,146,000港元)作住宅或商業用途的物業,乃按隨時間消耗投資物業內含的絕大部分經濟利益為目的商業模式持有,而不是通過銷售獲得利益。因此,計量本集團投資物業的遞延稅項時,本公司董事已釐定採用公允值模式計量的該等投資物業的賬面值全部透過銷售收回的假設已被駁回。因此,有關此等投資物業的遞延稅項已根據全部透過使用收回賬面值的稅務結果計量。

估計不確定性

以下是於本報告期末關於對未來的重要假設及其他估計不確定的主要來源,該等假設及估計存在可能導致下一個財政年度的資產及負債之賬面值有重大調整風險。

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3. Significant Accounting Judgements and Estimates (Continued)

Estimation uncertainty (Continued)

Provision for ECL for amounts due from an associate and joint ventures, loan receivables and loan interest receivables

The Group individually calculates ECLs for its amounts due from an associate and joint ventures, loan receivables and loan interest receivables. The measurement of ECL under HKFRS 9 for the Group's amounts due from an associate and joint ventures, loan receivables and loan interest receivables requires judgement on, in particular, the estimation of the amount and timing of future cash flows when determining impairment losses and the assessment of any significant increase in credit risk. These estimates are driven by a number of factors, where the change of the factors which result in different levels of allowances, a lower/higher impairment loss may arise. The Group uses its credit loss experience, repayment history and financial position of the Group's associate and joint ventures, debtors and their guarantors (if any) and an assessment of both the current and forecast general economic conditions to estimate the probability of default, the loss given default and the impact on the forward-looking information. At each reporting date, the Group assesses whether there has been a significant increase in credit risk for exposures since initial recognition by comparing the risk of default occurring over the expected life between the reporting date and the date of initial recognition. The Group considers reasonable, supportable and available information that is relevant and available without undue cost or effort for this purpose. This includes quantitative and qualitative information and also forward-looking analysis.

3. 重大會計判斷及估計(續)

估計不確定性(續)

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3. Significant Accounting Judgements and Estimates (Continued)

Estimation uncertainty (Continued)

Provision for ECL for amounts due from an associate and joint ventures, loan receivables and loan interest receivables (Continued)

In relation to the valuation of amounts due from an associate and joint ventures, in addition to the above, the management has exercised judgement in estimating the timing and future cash flows to be recovered with reference to the timing of the collection of receivable from the associate and joint ventures, in order to determine the recoverability of the amounts due from the associate and joint ventures.

The carrying amounts and the accumulated ECLs of amounts due from an associate and joint ventures, loan receivables and loan interest receivables are as follows:

3. 重大會計判斷及估計(續)

估計不確定性(續)

應收一家聯營公司及合營企業款、應收貸款及應收貸款利息之預期信貸虧損撥備(續)

有關應收一家聯營公司及合營企業款的估值，除上述外，管理層參照應收聯營公司及合營企業收回款的時間，行使專業判斷評估現金流可收回的時間及金額，從而決定應收聯營公司及合營企業款的可收回性。

應收一家聯營公司及合營企業款、應收貸款及應收貸款利息的賬面值及累計預期信貸虧損如下：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Carrying amounts	賬面值		
Amount due from an associate	應收一家聯營公司款	416,542	439,486
Amounts due from joint ventures	應收合營企業款	217,880	430,437
Loan receivables	應收貸款	1,894,369	2,246,377
Loan interest receivables	應收貸款利息	467,902	465,806
		2,996,693	3,582,106
Accumulated ECLs	累計預期信貸虧損		
Amount due from an associate	應收一家聯營公司款	99,200	83,613
Amounts due from joint ventures	應收合營企業款	4,433	9,577
Loan receivables	應收貸款	457,913	149,322
Loan interest receivables	應收貸款利息	118,996	32,517
		680,542	275,029

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3. Significant Accounting Judgements and Estimates (Continued)

Estimation uncertainty (Continued)

Estimation of fair value of investment properties and leasehold land and buildings

At the end of the reporting period, the Group's investment properties and leasehold land and buildings under property, plant and equipment are stated at fair value of HK\$2,133,714,000 (2022: HK\$2,309,146,000) and HK\$36,959,000 (2022: HK\$214,640,000), respectively, based on the valuation performed by independent qualified professional valuers. In determining the fair value, the valuers have based on investment approach or direct comparison approach, which involves, inter-alia, certain estimates, including capitalisation rate, market rent, term yields, reversion yields and comparable market transactions. In relying on the valuation, management has exercised judgement and is satisfied that the method of valuation is reflective of the current market conditions.

Further details, including the key assumptions used for fair value measurement and a sensitivity analysis, for investment properties and leasehold land and buildings, are disclosed in notes 13 and 14 to the consolidated financial statements, respectively.

3. 重大會計判斷及估計(續)

估計不確定性(續)

投資物業以及租賃土地及樓宇的公允價值估計

於本報告期末，基於獨立合資格專業估值師的評估，本集團投資物業以及物業、廠房及設備項下的租賃土地及樓宇分別按公允價值2,133,714,000港元(2022年：2,309,146,000港元)及36,959,000港元(2022年：214,640,000港元)列賬。在釐定公允價值時，估值師以投資法或直接比較法為基準，當中涉及若干估計，包括資本化率、市場租金、年期收益率、復歸收益率及可比較的市場交易。於信賴有關評估時，管理層亦運用其判斷，並信納有關估值方法可反映現時的市場狀況。

更多詳情，包括用於投資物業以及租賃土地及樓宇的公允價值計量及敏感性分析的關鍵假設，分別於綜合財務報表附註13及14中披露。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

3. Significant Accounting Judgements and Estimates (Continued)

Estimation uncertainty (Continued)

Valuation of financial assets at fair value through profit or loss

When the fair value of financial assets at fair value through profit or loss recorded in the consolidated statement of financial position cannot be derived from active markets, the fair value is determined using a variety of valuation techniques that include the use of mathematical models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. The estimates include considerations of certain unobservable inputs as detailed in note 36 to the consolidated financial statements. Changes in assumptions about these factors could affect the reported fair value of financial assets at fair value through profit or loss in the consolidated statement of financial position and the level where the financial assets at fair value through profit or loss are disclosed in the fair value hierarchy. Significant management judgements and estimates are required in determining the valuation of financial instruments which are categorised as Level 3 in the fair value hierarchy. As at 31 December 2023, the amount of financial assets at fair value through profit or loss was HK\$436,317,000 (2022: HK\$811,069,000). Further details are disclosed in note 19 to the consolidated financial statements.

3. 重大會計判斷及估計(續)

估計不確定性(續)

以公允值計量且其變動計入損益的金融資產之估值

當綜合財務狀況表列賬的以公允值計量且其變動計入損益的金融資產之公允值不能由交投活躍市場取得時，則使用多種估值技術(包括使用數學模式)釐定其公允值。該等模式的輸入參數在可能情況下從可觀察市場取得，惟在不可行情況下，則須作出估計以釐定公允值。有關估計包括考慮綜合財務報表附註36所詳述的若干不可觀察輸入參數。有關該等因素假設的變動可能對綜合財務狀況表中以公允值計量且其變動計入損益的金融資產的已呈報公允值及該等以公允值計量且其變動計入損益的金融資產在公允值等級中披露的等級造成影響。在釐定歸入第三級公允值等級的金融工具的估值時需要管理層作出重大判斷及估計。於2023年12月31日，以公允值計量且其變動計入損益的金融資產為436,317,000港元(2022年：811,069,000港元)。進一步詳情於綜合財務報表附註19內披露。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

3. Significant Accounting Judgements and Estimates (Continued)

Estimation uncertainty (Continued)

Impairment assessment of investment in joint ventures

The Group assesses whether there are any indicators of impairment for investment in joint ventures at the end of each reporting period. An impairment exists when the carrying value of the investment in the joint venture exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The calculation of recoverable amount requires significant judgements by management, in particular, on key internal inputs and external market conditions which impact future cash flows, discount rates and long-term growth rate. If future events do not correspond to the assumptions, the recoverable amount will need to be revised, and this may have impact on the Group's operating performance or financial position. Further details are given in note 18 to the consolidated financial statements.

4. Operating Segment Information

For management purposes, the Group is organised into business units based on their products and has the following reporting segments:

- (a) the property leasing segment representing holding of properties for rental income potential and/or for capital appreciation; and
- (b) the investments segment representing the investments in financial assets at fair value through profit or loss and loan receivables.

3. 重大會計判斷及估計(續)

估計不確定性(續)

於合營企業之投資之減值測試

本集團於各報告期末評估於合營企業之投資是否存在減值跡象。當於一家合營企業之投資的賬面值超過其可收回金額(即其公允值減出售成本與使用價值兩者中的較高者)時,則出現減值。計算可收回金額需要管理層作出重大判斷,尤其需要管理層就影響未來現金流量、貼現率及長期增長率的關鍵內部輸入數據及外部市況之意見。倘未來事件與假設不符,則需要對可收回金額進行修訂,由此可能對本集團的經營業績或財務狀況產生影響。進一步詳情載於綜合財務報表附註18。

4. 經營分部資料

就管理而言,本集團按產品劃分業務單位,並設有以下可呈報分部:

- (a) 物業租賃分部指為獲取租金收入及或資本增值目的持有物業;及
- (b) 投資分部指以公允值計量且其變動計入損益的金融資產及應收貸款的投資。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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截至2023年12月31日止年度

4. Operating Segment Information (Continued)

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resources allocation and performance assessment. Segment performance is evaluated based on reportable segment profit/loss, which is a measure of adjusted profit/loss before tax. The adjusted profit/loss before tax is measured consistently with the Group's profit/loss before tax except that non-lease-related finance costs, share of results of associates and joint ventures and corporate expenses are excluded from such measurement.

No segment assets or liabilities are presented as the chief operating decision maker does not regularly review segment assets and liabilities.

4. 經營分部資料(續)

管理層個別監察本集團經營分部業績，以便作出資源分配決策及評估表現。分部表現按可呈報分部溢利／虧損評估，即計量經調整除稅前溢利／虧損。經調整除稅前溢利／虧損之計量與本集團除稅前溢利／虧損貫徹一致，惟有關計量不包括非租賃相關的財務費用、應佔聯營公司及合營企業業績以及企業開支。

由於主要營運決策者並未定期審閱分部資產及負債，故並無呈列分部資產或負債。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

4. Operating Segment Information (Continued)

Year ended 31 December 2023

Investments	Property leasing	Total
投資	物業租賃	總計
HK\$'000	HK\$'000	HK\$'000
千港元	千港元	千港元

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

4. Operating Segment Information (Continued)

4. 經營分部資料(續)

Year ended 31 December 2023 (Continued)

截至2023年12月31日止年度(續)

		Investments	Property	Unallocated	Total
		投資	leasing	未分配	總計
		HK\$'000	物業租賃	HK\$'000	HK\$'000
		千港元	HK\$'000	千港元	千港元
			物業租賃		
			千港元		
<i>Other segment information:</i>	<i>其他分部資料:</i>				
Depreciation	折舊	—	(763)	(15,169)	(15,932)
Change in fair value of financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產之公允值變動	(147,287)	—	—	(147,287)
Interest income from a joint venture	來自一家合營企業的利息收入	4,787	—	—	4,787
Interest income from loan receivables	應收貸款的利息收入	197,907	—	—	197,907
Impairment of financial assets, net	金融資產減值淨額	(489,129)	—	—	(489,129)
Change in fair value of investment properties	投資物業之公允值變動	—	(63,646)	—	(63,646)
Net gain on disposal of property, plant and equipment	出售物業、廠房及設備之收益淨額	—	—	13	13
Capital expenditure	資本開支	—	—	112	112
Interests in associates	聯營公司權益	—	—	274,094	274,094
Interests in joint ventures	合營企業權益	—	—	1,402,837	1,402,837
Share of losses of associates	攤佔聯營公司的虧損	—	—	(31,141)	(31,141)
Share of losses of joint ventures	攤佔合營企業的虧損	—	—	(83,071)	(83,071)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

4. Operating Segment Information (Continued)

4. 經營分部資料(續)

Year ended 31 December 2022

截至2022年12月31日止年度

		Investments 投資 HK\$'000 千港元	Property leasing 物業租賃 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Revenue	收益			
— Rental income	— 租金收入	—	96,884	96,884
— Dividend income from listed securities	— 上市證券股息收入	136	—	136
		136	96,884	97,020
Segment loss	分部虧損	(13,073)	(153,952)	(167,025)
Other unallocated income, gains and losses	其他未分配收入、收益及虧損			18,383
Corporate expenses	企業開支			(123,874)
Finance costs (other than interest on lease liabilities)	財務費用(租賃負債之利息除外)			(525,933)
Share of profits of:	攤佔下列之溢利：			
— associates	— 聯營公司			2,050
— joint ventures	— 合營企業			1,130
Loss before taxation	除稅前虧損			(795,269)
Taxation	稅項			52,611
Loss for the year	年內虧損			(742,658)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

4. Operating Segment Information (Continued)

4. 經營分部資料(續)

Year ended 31 December 2022 (Continued)

截至2022年12月31日止年度(續)

		Investments 投資 HK\$'000 千港元	Property leasing 物業租賃 HK\$'000 千港元	Unallocated 未分配 HK\$'000 千港元	Total 總計 HK\$'000 千港元
<i>Other segment information:</i>	<i>其他分部資料:</i>				
Depreciation	折舊	—	(814)	(16,537)	(17,351)
Change in fair value of financial assets at fair value through profit or loss	以公允價值計量且 其變動計入 損益的金融 資產之公允價值 變動	(166,108)	—	—	(166,108)
Interest income from a joint venture	來自一家合營 企業的利息 收入	44,666	—	—	44,666
Interest income from loan receivables	應收貸款的利息 收入	410,508	—	—	410,508
Write-off of loan and other receivables and an amount due from an associate	應收貸款及其他應 收款以及 應收一家聯營 公司款之撇銷	(7,835)	—	—	(7,835)
Impairment of financial assets, net	金融資產減值 淨額	(251,580)	—	—	(251,580)
Change in fair value of investment properties	投資物業之公允價值 變動	—	(208,156)	—	(208,156)
Change in fair value of derivative financial instruments	衍生金融工具之 公允價值變動	(22,280)	—	—	(22,280)
Net loss on disposal of property, plant and equipment	出售物業、廠房及 設備的虧損 淨額	—	—	(59)	(59)
Impairment loss on other intangible assets	其他無形資產之 減值虧損	—	—	(2,814)	(2,814)
Capital expenditure	資本開支	—	—	346	346
Interests in associates	聯營公司權益	—	—	309,475	309,475
Interests in joint ventures	合營企業權益	—	—	1,506,247	1,506,247
Share of profits of associates	攤佔聯營公司的 溢利	—	—	2,050	2,050
Share of profits of joint ventures	攤佔合營企業的 溢利	—	—	1,130	1,130

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

4. Operating Segment Information (Continued)

Geographical information

Revenue from external customers

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Hong Kong	香港	2	136
PRC	中國	96,958	96,884
Total revenue	總收益	96,960	97,020

The revenue information above is based on the locations of the customers.

Non-current assets

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Hong Kong	香港	803	256,508
PRC	中國	3,903,436	4,150,288
Total non-current assets	非流動資產總額	3,904,239	4,406,796

The non-current asset information above is based on the locations of the assets and excludes financial assets at fair value through profit or loss, amount due from an associate and amounts due from joint ventures.

Information about major customers

During the current and prior years, no revenue from a single external customer amounted to 10% or more of the Group's total revenue.

4. 經營分部資料(續)

地域資料

來自外部客戶的收益

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Hong Kong	香港	2	136
PRC	中國	96,958	96,884
Total revenue	總收益	96,960	97,020

以上收益資料乃基於客戶所在的地點。

非流動資產

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Hong Kong	香港	803	256,508
PRC	中國	3,903,436	4,150,288
Total non-current assets	非流動資產總額	3,904,239	4,406,796

以上非流動資產資料乃基於資產所在的地點，不包括以公允值計量且其變動計入損益的金融資產、應收一家聯營公司款及應收合營企業款。

主要客戶的資料

於本年度及過往年度，來自單個外部客戶的收入概不超過本集團總收入的10%或以上。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

5. Revenue, Other Income, Gains and Losses

An analysis of revenue is as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
<i>Revenue from other sources</i>	其他來源收益		
Gross rental income	總租金收入	96,958	96,884
Dividend income from listed securities	上市證券股息收入	2	136
Total revenue	總收益	96,960	97,020

An analysis of other income, gains and losses is as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Interest income on:	利息收入：		
— amount due from a joint venture	— 應收一家合營企業款	4,787	44,666
— bank deposits	— 銀行存款	565	250
— loan receivables	— 應收貸款	197,907	410,508
Net foreign exchange gain/(loss)	匯兌溢利/(虧損)淨額	37	(1,551)
Net gain/(loss) on disposal of property, plant and equipment	出售物業、廠房及設備之溢利/(虧損)淨額	13	(59)
Net loss on disposal of investment properties	出售投資物業之虧損淨額	(10,500)	—
Impairment loss on other intangible assets	其他無形資產之減值虧損	—	(2,814)
Government grants*	政府補貼*	—	7
Gain on disposal of a subsidiary (note 30)	出售一間附屬公司之收益		

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

6. Loss Before Taxation

The Group's loss before taxation is arrived at after charging/(crediting):

	2023 HK\$'000 千港元	2022 HK\$'000 千港元

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

6. Loss Before Taxation (Continued)

- * During the year ended 31 December 2022, wage subsidies of HK\$240,000 was granted to the Group from the Employment Support Scheme under the Anti-Epidemic Fund in Hong Kong. The amount was recognised in administrative expenses and set-off against the amount of wages and salaries. There are no unfulfilled conditions or contingencies relating to this grant.
- ** There were no forfeited contributions that may be used by the Group as the employer to reduce the existing level of contributions.
- *** The impairment loss on other intangible assets is included in "Other income, gains and losses" in the consolidated statement of profit or loss.

7. Finance Costs

An analysis of finance costs is as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Interest on bank loans	銀行貸款利息	14,897	14,808
Interest on other loans	其他貸款利息	323,765	370,725

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

8. Directors' and Co-Chief Executive Officers' Remuneration

The remuneration paid to the Company's directors and the co-chief executive officers for the year, disclosed pursuant to the Listing Rules, section 383(1)(a), (b), (c) and (f) of the Hong Kong Companies Ordinance and Part 2 of the Companies (Disclosure of Information about Benefits of Directors) Regulation, is as follows.

8. 董事及聯席行政總裁酬金

本年度，根據上市規則、香港公司條例第383(1)(a)、(b)、(c)及(f)條以及公司(披露董事利益資料)規例第2部披露，支付予本公司董事及聯席行政總裁的薪酬如下：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Fees	袍金	3,800	3,617
Other emoluments:	其他酬金：		
Salaries, allowances and benefits in kind	薪金、津貼及實物福利	9,127	9,481
Discretionary bonuses	酌情花紅	1,559	921
Pension scheme contributions	退休金計劃供款	116	91
Subtotal	小計	10,802	10,493
Total fees and other emoluments	袍金總額及其他酬金	14,602	14,110

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

8. Directors' and Co-Chief Executive Officers' Remuneration (Continued)

(a) Independent non-executive directors

The fees paid to the Company's independent non-executive directors during the year were as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Liang Qing	梁青	400	400
Zhang Lu	張璐	400	400
Hung Muk Ming	洪木明	300	300
		1,100	1,100

There were no other emoluments payable to the Company's independent non-executive directors during the year ended 31 December 2023 (2022: Nil).

8. 董事及聯席行政總裁酬金(續)

(a) 獨立非執行董事

年內支付予本公司獨立非執行董事之袍金如下：

於截至2023年12月31日止年度，並無其他應付本公司獨立非執行董事之酬金(2022年：無)。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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8. Directors' and Co-Chief Executive Officers' Remuneration (Continued)

(b)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

8. Directors' and Co-Chief Executive Officers' Remuneration (Continued)

8. 董事及聯席行政總裁酬金(續)

(b) Executive directors, non-executive directors and the co-chief executive officers (Continued)

(b) 執行董事、非執行董事及聯席行政總裁(續)

		Salaries, allowances and benefits Fees	in kind 薪金、津貼 及實物福利	Discretionary bonuses 酌情花紅	Pension scheme contributions 退休金 計劃供款	Total remuneration 薪酬總額
		HK\$ '000 千港元	HK\$ '000 千港元	HK\$ '000 千港元	HK\$ '000 千港元	HK\$ '000 千港元
2022	2022年					
Executive directors:	執行董事：					
Chu Hing Tsung (note a)	朱慶崧 (附註a)	600	—	—	—	600
Chen Yongcun (note b)	陳永存 (附註b)	117	3,862	307	18	4,304
Luo Zhihai	羅智海	600	2,817	307	73	3,797
Tang Lunfei	唐倫飛	400	—	—	—	400
Wang Ping (note c)	王平(附註c)	400	2,802	307	—	3,509
		2,117	9,481	921	91	12,610
Non-executive director:	非執行董事：					
Chen Zhiwei	陳志偉	400	—	—	—	400
		2,517	9,481	921	91	13,010

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8. Directors' and Co-Chief Executive Officers' Remuneration (Continued)

(b) Executive directors, non-executive directors and the co-chief executive officers (Continued)

- (a) Mr. Chu Hing Tsung has been redesignated from a non-executive director to an executive director and appointed as the chief executive officer of the Company on 1 August 2021 and redesignated to a co-chief executive officer of the Company with effect from 13 May 2022.
- (b) Mr. Chen Yongcun has been appointed as the co-chief executive officer of the Company with effect from 13 May 2022 and appointed as an executive director of the Company with effect from 16 September 2022.
- (c) Mr. Wang Ping resigned as an executive director of the Company with effect from 1 April 2023.
- (d) Mr. Weng Jian has been appointed as an executive director of the Company with effect from 1 July 2023.

There was no arrangement under which a director waived or agreed to waive any remuneration during the year.

8. 董事及聯席行政總裁酬金(續)

(b) 執行董事、非執行董事及聯席行政總裁(續)

- (a) 朱慶淞先生已於2021年8月1日由非執行董事調任為執行董事並獲委任為本公司行政總裁，並調任為本公司聯席行政總裁，自2022年5月13日起生效。
- (b) 陳永存先生已獲委任為本公司聯席行政總裁，自2022年5月13日起生效，並獲委任為本公司執行董事，自2022年9月16日起生效。
- (c) 王平先生已辭任本公司執行董事，自2023年4月1日起生效。
- (d) 翁鍵先生已獲委任為本公司執行董事，自2023年7月1日起生效。

於年內，概無本公司有關董事放棄或同意放棄任何薪酬之安排。

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10. Taxation

No provision for Hong Kong profits tax has been made as the Company and its subsidiaries in Hong Kong had no assessable profits or had incurred tax losses during the year ended 31 December 2023 (2022: Nil).

The taxation charge of the PRC Corporate Income Tax ("CIT") for the year has been made based on the Group's estimated assessable profits calculated in accordance with the relevant income tax laws applicable to the Company's subsidiaries in the PRC. Under the Law of the PRC on Corporate Income Tax ("CIT Law") and the Implementation Regulation of the CIT Law, the tax rate of the Company's subsidiaries in the PRC was 25% for the year ended 31 December 2023 (2022: 25%).

The withholding tax arising from dividend income received from the Company's subsidiaries in the PRC is calculated at 5%.

10. 稅項

截至2023年12月31日止年度，由於本公司及其於香港之附屬公司並無錄得應課稅溢利或錄得稅務虧損，故並沒有提撥香港利得稅(2022年：無)。

年內，中國企業所得稅(「企業所得稅」)乃本公司於中國之附屬公司以估計應課稅溢利根據適用的相關所得稅法例計算所得之稅項支出。根據中國企業所得稅法(「企業所得稅法」)及企業所得稅法實施細則，截至2023年12月31日止年度，本公司於中國之附屬公司之稅率為25%(2022年：25%)。

自本公司於中國之附屬公司收取股息收入之預扣稅按5%稅率計算。

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Current:	即期：		
PRC CIT — charge for the year	中國企業所得稅 — 年內支出	—	344
Deferred (note 27)	遞延(附註27)	(16,009)	(52,955)
Total tax credit for the year	年內稅項抵免總額	(16,009)	(52,611)

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10. Taxation (Continued)

A reconciliation of income tax credit applicable to loss before tax at the statutory rate for the jurisdictions in which the Company and most of its subsidiaries are domiciled to the tax credit at the effective tax rate for the year is as follows:

		2023		2022	
		HK\$'000	%	HK\$'000	%
		千港元		千港元	
Loss before taxation	除稅前虧損	(972,285)		(795,269)	
Tax credit at the PRC statutory income tax rate	按中國法定所得稅率計算之稅項抵免	(243,071)	25.0	(198,817)	25.0
Share of results of joint ventures	攤佔合營企業業績	20,768	(2.2)	(283)	—
Share of results of associates	攤佔聯營公司業績	7,785	(0.8)	(513)	0.1
Income not subject to tax	毋須課稅收入	(6,553)	0.7	(508)	0.1
Expenses not deductible for tax	不可扣稅開支	197,100	(20.3)	105,919	(13.4)
Tax losses not recognised	未確認稅項虧損	7,962	(0.8)	41,591	(5.2)
Tax credit at the Group's effective tax rate	按本集團實際稅率計算之稅項抵免	(16,009)	1.6	(52,611)	6.6

The share of tax attributable to associates and joint ventures amounting to HK\$21,000 (2022: HK\$111,000) and HK\$5,921,000 (2022: HK\$31,288,000), respectively, are included in "Share of profits or losses of associates" and "Share of profits or losses of joint ventures" in the consolidated statement of profit or loss, respectively.

10. 稅項 (續)

按本公司及其大部分附屬公司註冊所在司法權區之法定稅率計算之除稅前虧損適用所得稅抵免與按實際稅率計算之本年度稅項抵免對賬如下：

攤佔聯營公司及合營企業稅項分別為21,000港元(2022年: 111,000港元)及5,921,000港元(2022年: 31,288,000港元), 已分別計入綜合損益表內的「攤佔聯營公司損益」及「攤佔合營企業損益」。

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截至2023年12月31日止年度

11. Dividend

No dividend was paid or proposed for the year ended 31 December 2023 (2022: Nil).

12. Loss Per Share Attributable to Ordinary Equity Holders of the Company

The calculation of the basic loss per share attributable to the ordinary equity holders of the Company is based on the following data:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Loss attributable to ordinary equity holders of the Company used in the basic loss per share calculation	用以計算每股基本虧損之本公司普通權益持有人應佔虧損	947,409	734,563
		Number of shares 股份數目	
		2023 in thousand 千股	2022 in thousand 千股
Weighted average number of ordinary shares in issue during the year used in the basic loss per share calculation	用以計算每股基本虧損之年內已發行普通股加權平均數	2,304,850	2,304,850

No adjustment for dilution has been made to the basic loss per share amounts presented for the years ended 31 December 2023 and 2022 as the Company's convertible bonds outstanding had an anti-dilutive effect on the basic loss per share amounts presented.

11. 股息

於截至2023年12月31日止年度內並無派付或建議派付股息(2022年：無)。

12. 本公司普通權益持有人應佔每股虧損

本公司普通權益持有人應佔每股基本虧損乃根據下列數據計算所得：

由於本公司尚未轉換之可換股債券對所呈列每股基本虧損金額具有反攤薄影響，因此並無就截至2023年及2022年12月31日止年度呈列之每股基本虧損金額作出攤薄調整。

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13. Investment Properties

13. 投資物業

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At beginning of the year	於年初	2,309,146	2,730,045
Disposal	出售	(80,500)	—
Exchange realignment	匯兌調整	(31,286)	(212,743)
Change in fair value recognised in profit or loss	於損益表確認之公允值變動	(63,646)	(208,156)
At end of the year	於年末	2,133,714	2,309,146

The Group's investment properties are situated in Hong Kong and Chinese Mainland and were revalued on 31 December 2023 based on valuations performed by Greater China Appraisal Limited ("GCA"), an independent professionally qualified valuer, at HK\$2,133,714,000 (2022: HK\$2,309,146,000).

本集團的投資物業位於香港及中國內地，乃根據獨立專業合資格估值師漢華評值有限公司(「漢華」)於2023年12月31日所作的估值重估為2,133,714,000港元(2022年：2,309,146,000港元)。

The investment properties are leased to third parties under operating leases, further details of which are included in note 15 to the consolidated financial statements.

投資物業根據經營租賃出租予第三方，進一步詳情載於綜合財務報表附註15。

At 31 December 2023, the legal title of the Group's investment properties with a carrying value of approximately HK\$101,264,000 (2022: HK\$104,414,000) situated in the PRC has not been passed to the Group.

於2023年12月31日，本集團位於中國的投資物業之賬面值約為101,264,000港元(2022年：104,414,000港元)的業權仍未過戶至本集團。

At 31 December 2023, certain of the Group's investment properties with an aggregate carrying amount of HK\$2,078,366,000 (2022: HK\$2,251,652,000) were pledged to secure general credit facilities granted to the Group (note 25(a)(i)).

於2023年12月31日，本集團賬面總值為2,078,366,000港元(2022

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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13. Investment Properties (Continued)

Fair value hierarchy

For the years ended 31 December 2023 and 2022, the fair value measurements of the Group's investment properties are using significant unobservable inputs (Level 3).

In the opinion of the directors of the Company, for all investment properties that are measured at fair value, the properties have been used in their highest and best use.

During the year ended 31 December 2023, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3 (2022: Nil).

13. 投資物業(續)

公允值等級

截至2023年及2022年12月31日止年度，本集團投資物業的公允值計量使用重大不可觀察輸入數據(第3級)。

本公司董事認為，就所有以公允值計量的投資物業而言，物業之現有用途是最大及最佳用途。

截至2023年12月31日止年度，第1級與第2級之間並無公允值計量轉移，亦無轉入或轉出第3級(2022年：無)。

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截至2023年12月31日止年度

13. Investment Properties (Continued)

Fair value hierarchy (Continued)

Below is a summary of the valuation techniques and the key inputs used in the valuation of the Group's investment properties:

13. 投資物業(續)

公允值等級(續)

以下為本集團之投資物業估值所用之估值技術及主要輸入數據概要：

	Valuation techniques 估值技術	Significant unobservable inputs 重大不可觀察輸入數	2023	2022
Office 寫字樓	Investment approach 投資法	Capitalisation rate (%) 資本化率(%)	6.25	6
		Market rent (RMB per square meter per month) 市場租金(每月每平方米人民幣元)	150 – 240	136 – 179
Carpark 停車場	Direct comparison approach 直接比較法	Adjusted transaction price (RMB per carpark space) 經調整交易價格(每個車位人民幣元)	220,000 – 250,000	171,000 – 270,000
		Capitalisation rate (%) 資本化率(%)	5.75 – 6	5.5 – 5.75
Commercial and Residential 商業及住宅	Investment approach 投資法	Market rent (RMB per square meter per month) 市場租金(每月每平方米人民幣元)	150 – 265	88 – 278
		Adjusted transaction price (HK\$ per square foot) 經調整交易價格(每平方呎港元)	N/A	26,561 – 31,338
Residential (located in Hong Kong) 住宅(位於香港)	Direct comparison approach 直接比較法		不適用	

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13. Investment Properties (Continued)

Fair value hierarchy (Continued)

The fair value was determined using direct comparison approach by reference to comparable sales transactions available in the relevant market or by investment approach, where the market rentals of all lettable units of the properties are assessed and discounted at the market yield expected by investors for these types of properties. The market rentals are assessed by reference to the rentals achieved in the lettable units of the properties as well as other lettings of similar properties in the neighbourhood. The capitalisation rate adopted is made by reference to the yields derived from analysing the sales transactions of similar commercial properties and adjusted to take into account the market expectation from property investors to reflect factors specific to the Group's investment properties.

A significant increase/decrease in the market rent and adjusted transaction price in isolation would result in a significant increase/decrease in the fair value of the investment properties. A significant increase/decrease in the capitalisation rate in isolation would result in a significant decrease/increase in the fair value of the investment properties.

13. 投資物業(續)

公允值等級(續)

公允值是使用直接比較法參考於相關市場之可供比較的銷售交易或以投資法藉評估所有可出租物業單位之市場租金及使用投資者就此類物業所預期的市場回報率折現而釐定。市場租金評估是參考已完成出租物業單位之租金及其他鄰近之相若出租物業作出。資本化率是參考分析相若商業物業之銷售交易所得之收益率而作出，並予以調整以計及物業投資者的市場預期從而反映本集團投資物業之特別因素。

投資物業市場租金及經調整交易價格單獨大幅上升/下降將導致其公允值大幅增加/減少。資本化率單獨大幅上升/下降將導致投資物業公允值大幅減少/增加。

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14. Property, Plant and Equipment

14. 物業、廠房及設備

		Leasehold land and buildings 租賃土地 及樓宇 HK\$'000 千港元	Leasehold improvements 租賃物業裝修 HK\$'000 千港元	Furniture and fixtures 傢俬及設備 HK\$'000 千港元	Office equipment 辦公室設備 HK\$'000 千港元	Motor vehicles 汽車 HK\$'000 千港元	Total 合計 HK\$'000 千港元
31 December 2023	2023年12月31日						
At 1 January 2023:	於2023年1月1日:						
Cost	成本	–	26,570	5,875	10,899	19,870	63,214
Revalued amount	重估金額	214,640	–	–	–	–	214,640
Accumulated depreciation and impairment	累計折舊及減值	–	(18,001)	(1,109)	(5,821)	(14,724)	(39,655)
Net carrying amount	賬面淨值	214,640	8,569	4,766	5,078	5,146	238,199
At 1 January 2023, net of accumulated depreciation and impairment	於2023年1月1日， 累計折舊及減值淨額	214,640	8,569	4,766	5,078	5,146	238,199
Exchange realignment	匯兌調整	(44)	(193)	(68)	(58)	(52)	(415)
Additions	添置	4	–	–	108	–	112
Disposals	出售	–	–	–	(12)	(250)	(262)
Disposal of a subsidiary (note 30)	出售一間附屬公司 (附註30)	(178,739)	–	(24)	–	–	(178,763)
Revaluation	重估	7,533	–	–	–	–	7,533
Depreciation provided during the year	年內計提折舊撥備	(6,435)	(1,851)	(63)	(2,686)	(1,235)	(12,270)
At 31 December 2023, net of accumulated depreciation and impairment	於2023年12月31日， 累計折舊及減值淨額	36,959	6,525	4,611	2,430	3,609	54,134
At 31 December 2023:	於2023年12月31日:						
Cost	成本	–	19,557	4,697	10,191	17,430	51,875
Revalued amount	重估金額	36,959	–	–	–	–	36,959
Accumulated depreciation and impairment	累計折舊及減值	–	(13,032)	(86)	(7,761)	(13,821)	(34,700)
Net carrying amount	賬面淨值	36,959	6,525	4,611	2,430	3,609	54,134

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14. Property, Plant and Equipment (Continued)

		Leasehold land and buildings 租賃土地 及樓宇 HK\$'000 千港元	Leasehold improvements 租賃物業裝修 HK\$'000 千港元	Furniture and fixtures 傢俬及設備 HK\$'000 千港元	Office equipment 辦公室設備 HK\$'000 千港元	Motor vehicles 汽車 HK\$'000 千港元	Total 合計 HK\$'000 千港元
31 December 2022	2022年12月31日						
At 1 January 2022:	於2022年1月1日:						
Cost	成本	—	28,324	5,988	12,517	22,266	69,095
Revalued amount	重估金額	240,742	—	—	—	—	240,742
Accumulated depreciation and impairment	累計折舊及減值	—	(17,831)	(1,078)	(3,969)	(15,300)	(38,178)
Net carrying amount	賬面淨值	240,742	10,493	4,910	8,548	6,966	271,659
At 1 January 2022, net of accumulated depreciation and impairment	於2022年1月1日， 累計折舊及減值淨額	240,742	10,493	4,910	8,548	6,966	271,659
Exchange realignment	匯兌調整	(299)	(845)	(408)	(621)	(451)	(2,624)
Additions	添置	—	—	320	26	—	346
Disposals	出售	—	—	(2)	(11)	(46)	(59)
Revaluation	重估	(17,596)	—	—	—	—	(17,596)
Depreciation provided during the year	年內計提折舊撥備	(8,207)	(1,079)	(54)	(2,864)	(1,323)	(13,527)
At 31 December 2022, net of accumulated depreciation and impairment	於2022年12月31日， 累計折舊及減值淨額	214,640	8,569	4,766	5,078	5,146	238,199
At 31 December 2022:	於2022年12月31日:						
Cost	成本	214,640	28,324	5,988	12,517	22,266	283,735

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14. Property, Plant and Equipment (Continued)

At 31 December 2023, the legal titles of the Group's leasehold land and buildings with a carrying value of approximately HK\$33,946,000 (2022: HK\$35,228,000) situated in the PRC have not been passed to the Group.

The fair values of the Group's leasehold land and buildings at 31 December 2023 and 2022 have been arrived at on the basis of valuations carried out by GCA. The valuations were arrived at using direct comparison approach by reference to sales evidence as available on the market, and investment approach, where the market rentals of all lettable units of the properties are assessed and discounted at the market yield expected by investors for these types of properties. The market rentals are assessed by reference to the rentals achieved in the lettable units of the properties as well as other lettings of similar properties in the neighbourhood. The capitalisation rate adopted is made by reference to the yields derived from analysing the sales transactions of similar commercial properties and adjusted to take into account the market expectation from property investors to reflect factors specific to the Group's leasehold land and buildings. The revaluation surplus on revaluation of the leasehold land and buildings amounting to approximately HK\$7,533,000 (2022: revaluation deficit of HK\$17,596,000), before tax effect, was credited to asset revaluation reserve.

At 31 December 2022, certain of the Group's leasehold land and buildings with an aggregate carrying amount of HK\$176,300,000 were pledged to secure general banking and other facilities granted to the Group (note 25(a)(ii)).

14. 物業、廠房及設備(續)

於2023年12月31日，本集團位於中國的賬面價值約為33,946,000港元(2022年：35,228,000港元)之租賃土地及樓宇的業權並未過戶至本集團。

本集團的租賃土地及樓宇於2023年及2022年12月31日之公允值乃基於漢華所作出之價值評估所得。該等估值乃使用直接比較法經參照市場可取得的銷售證據以及投資法釐定，當中所有可出租物業單位之市場租金乃按投資者就此類物業所預期的市場回報率進行評估及折現。市場租金評估是參考已完成出租物業單位之租金及其他鄰近相近之出租物業。資本化利率是參考分析相似商業物業之銷售交易及調整物業投資者對市場的期望從而反映本集團租賃土地及樓宇之特別因素。租賃土地及樓宇於稅項影響前的重估盈餘約為7,533,000港元(2022年：重估虧絀17,596,000港元)，已計入資產重估儲備。

於2022年12月31日，本集團賬面總值為176,300,000港元的若干租賃土地及樓宇已作抵押，以擔保授予本集團的一般銀行及其他信貸(附註25(a)(ii))。

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14. Property, Plant and Equipment (Continued)

Fair value hierarchy

For the years ended 31 December 2023 and 2022, the fair value measurements of the leasehold land and buildings are using significant unobservable inputs (Level 3).

In the opinion of the directors of the Company, for leasehold land and buildings that are measured at fair value, the properties have been used in their highest and best use.

During the years ended 31 December 2023 and 2022, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3.

Below is a summary of the valuation techniques and the key inputs used in the valuation of the Group's leasehold land and buildings:

	Valuation techniques 估值技術	Significant unobservable inputs 重大不可觀察輸入數據	Weighted average 加權平均值	
			2023	2022
Office (located in the PRC) 寫字樓(位於中國)	Investment approach 投資法	Term yields 年期收益率	5.8%	5.5%
		Reversion yields 復歸收益率	6.3%	6.0%
		Market rents (RMB per square meter per month) 市場租金(每月每平方米人民幣元)	88	88
Office (located in Hong Kong) 寫字樓(位於香港)	Direct comparison approach 直接比較法	Adjusted transaction price (HK\$ per square foot) 經調整交易價格(每平方呎港元)	N/A 不適用	39,746 — 44,113

14. 物業、廠房及設備(續)

公允值等級

截至2023年及2022年12月31日止年度，本集團租賃土地及樓宇的公允值計量使用重大不可觀察輸入數據(第3級)。

本公司董事認為，就以公允值計量的租賃土地及樓宇而言，物業之現有用途是最大及最佳用途。

截至2023年及2022年12月31日止年度，第1級與第2級之間並無公允值計量轉移，亦無轉入或轉出第3級。

以下為本集團租賃土地及樓宇估值所用之估值技術及主要輸入數據概要：

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14. Property, Plant and Equipment (Continued)

Fair value hierarchy (Continued)

A significant increase/decrease in the market rent and adjusted transaction price in isolation would result in a significant increase/decrease in the fair value of the leasehold land and buildings. A significant increase/decrease in the yield in isolation would result in a significant decrease/increase in the fair value of the leasehold land and buildings.

If leasehold land and buildings had not been revalued, they would have been included on a historical cost basis at the following amounts:

14. 物業、廠房及設備(續)

公允值等級(續)

租賃土地及樓宇的市場租金及經調整交易價格單獨大幅上升 下降將導致其公允值大幅增加 減少。租賃土地及樓宇的收益率單獨大幅上升 下降將導致其公允值大幅減少 增加。

倘未對租賃土地及樓宇進行重估，則將按歷史成本基準以下列金額入賬：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At 1 January:	於1月1日：		
Cost	成本	148,932	148,932
Accumulated depreciation	累計折舊	(139,233)	(134,720)
Net carrying amount	賬面淨值	9,699	14,212
At 1 January, net of accumulated depreciation	於1月1日，累計折舊淨額	9,699	14,212
Depreciation provided during the year	年內之折舊撥備	(4,513)	(4,513)
Disposal	出售	(4,352)	—
At 31 December, net of accumulated depreciation	於12月31日，累計折舊淨額	834	9,699
At 31 December:	於12月31日：		
Cost	成本	23,938	148,932
Accumulated depreciation	累計折舊	(23,104)	(139,233)
Net carrying amount	賬面淨值	834	9,699

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15. Leases

The Group as a lessee

The Group leased office premises in the PRC under operating lease arrangements. Leases for the property are negotiated for a term of 13 years. Generally, the Group is restricted from assigning and subleasing the leased assets outside the Group.

(a) Right-of-use assets

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15. Leases (Continued)

The Group as a lessee (Continued)

(b) Lease liabilities

The carrying amount of lease liabilities and the movements during the year are as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At beginning of year	年初	48,003	54,452
Accretion of interest recognised during the year	年內確認的利息增加	3,760	4,101
Payments	付款	(1,918)	(2,920)
Amount transferred to accrued charges, rental deposits and other payables	轉撥至應計費用、租務按金及其他應付款之金額	(3,836)	(2,920)
Exchange realignment	匯兌調整	(710)	(4,710)
Carrying amount at end of year	年末賬面值	45,299	48,003
Analysed into:	分析為：		
Current portion	流動部分	2,187	2,045
Non-current portion	非流動部分	43,112	45,958
		45,299	48,003

The maturity analysis of lease liabilities is disclosed in note 37 to the consolidated financial statements.

15. 租賃(續)

本集團作為承租人(續)

(b) 租賃負債

租賃負債的賬面值及年內的變動如下：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At beginning of year	年初	48,003	54,452
Accretion of interest recognised during the year	年內確認的利息增加	3,760	4,101
Payments	付款	(1,918)	(2,920)
Amount transferred to accrued charges, rental deposits and other payables	轉撥至應計費用、租務按金及其他應付款之金額	(3,836)	(2,920)
Exchange realignment	匯兌調整	(710)	(4,710)
Carrying amount at end of year	年末賬面值	45,299	48,003
Analysed into:	分析為：		
Current portion	流動部分	2,187	2,045
Non-current portion	非流動部分	43,112	45,958
		45,299	48,003

租賃負債的到期日分析於綜合財務報表附註37披露。

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15. Leases (Continued)

The Group as a lessor (Continued)

At the end of each reporting period, the Group had the following undiscounted lease payments receivable in future periods under non-cancellable operating leases with its tenants:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Within one year	一年內	74,548	82,243
After one year but within two years	一年後兩年內	38,601	35,665
After two years but within three years	兩年後三年內	23,244	18,906
After three years but within four years	三年後四年內	12,340	11,725
After four years but within five years	四年後五年內	9,115	7,973
After five years	五年以後	19,662	19,144
		177,510	175,656

15. 租賃(續)

本集團作為出租人(續)

於報告期末，本集團根據與其租戶之不可撤銷經營租賃之未來期間應收未貼現租賃付款如下：

16. Other Intangible Assets

16. 其他無形資產

		Licenses 牌照 HK\$'000 千港元
31 December 2023	2023年12月31日	
Cost at 1 January 2023, net of accumulated amortisation and impairment	於2023年1月1日的成本，累計攤銷及減值淨額	—
Impairment during the year	年內減值	—
At 31 December 2023	於2023年12月31日	—
At 31 December 2023:	於2023年12月31日：	
Cost	成本	5,621
Accumulated amortisation and impairment	累計攤銷及減值	(5,621)
Net carrying amount	賬面淨值	—

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16. Other Intangible Assets (Continued)

16. 其他無形資產(續)

		Licenses 牌照 HK\$'000 千港元
31 December 2022	2022年12月31日	
Cost at 1 January 2022, net of accumulated amortisation and impairment	於2022年1月1日的成本，累計攤銷及減值淨額	2,814
Impairment during the year	年內減值	(2,814)
At 31 December 2022	於2022年12月31日	—
At 31 December 2022:	於2022年12月31日：	
Cost	成本	5,621
Accumulated amortisation and impairment	累計攤銷及減值	(5,621)
Net carrying amount	賬面淨值	—

17. Interests in Associates

17. 聯營公司權益

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Share of net assets	分佔淨資產	274,094	309,475
Amount due from an associate	應收一家聯營公司款	515,742	523,099
Impairment	減值	(99,200)	(83,613)
		416,542	439,486

As at 31 December 2023 and 2022, the amount due from an associate was unsecured, non-trade in nature, non-interest bearing and expected to be repaid beyond one year.

於2023年及2022年12月31日，應收一家聯營公司款為無抵押、非交易性、不計息及預期於一年後償還。

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17. Interests in Associates (Continued)

An impairment analysis was performed at each reporting date by considering the probability of default of the amount due from an associate. As at 31 December 2023, the probability of default applied was 26.8% (2022: 23.1%) and the loss given default was estimated to be 62.1% (2022: 61.6%).

The following table shows the reconciliation of loss allowance for an amount due from an associate:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At the beginning of the year	於年初	83,613	9,416
Impairment loss provided during the year	年內減值虧損計提	16,787	74,988
Exchange realignment	匯兌調整	(1,200)	(791)
At the end of the year	於年末	99,200	83,613

Particulars of the associates are as follows:

聯營公司詳情如下：

Company name	Particulars of equity held	Place of registration and business	Percentage of ownership interest attributable to the Group 本集團應佔 擁有權益比例	Principal activities
公司名稱	所持權益資料	登記及營業地點		主要業務
Cinda Jianrun Property Company Limited ^{#^}	Registered capital	PRC	30%	Investment holding
信達建潤地產有限公司 ^{#^}	註冊資本	中國		投資控股
Guangzhou Ruifeng Investment Company Limited ^{#^}	Registered capital	PRC	19.6%	Investment holding
廣州瑞豐投資有限公司 ^{#^}	註冊資本	中國		投資控股

[#] Registered as a domestic limited liability companies under the PRC law.

[#] 根據中國法律註冊為國內有限責任公司。

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17. Interests in Associates (Continued)

^ The English name of these companies represents the best effort made by management of the Company to directly translate their Chinese name as it did not register any official English name.

The following table illustrates the aggregate financial information of the Group's associates that are not individually material:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Share of the associates' (losses)/profits for the year	攤佔聯營公司年內(虧損) 溢利	(31,141)	2,050
Share of the associates' total comprehensive (loss)/income	攤佔聯營公司全面(虧損) 收益總額	(31,141)	2,050
Aggregate carrying amount of the Group's investments in the associates	本集團於聯營公司之投資之賬面值總額	274,094	309,475

17. 聯營公司權益(續)

^ 由於並未註冊任何官方英文名稱，該等公司的英文名稱乃本公司管理層盡最大努力由其中文名稱直譯所得。

下表列示本集團個別而言並不重大的聯營公司的財務資料匯總：

18. Interests in Joint Ventures

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Share of net assets	分佔淨資產	1,707,471	1,810,881
Impairment	減值	(304,634)	(304,634)
		1,402,837	1,506,247
Amounts due from joint ventures	應收合營企業款	222,313	440,014
Impairment	減值	(4,433)	(9,577)
		217,880	430,437
Portion classified as current assets	歸類為流動資產之部分	(1,664)	(430,437)
Non-current portion	非流動部分	216,216	—

18. 合營企業權益

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18. Interests in Joint Ventures

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18. Interests in Joint Ventures (Continued)

The following table shows the reconciliation of loss allowance for the amounts due from joint ventures:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At the beginning of the year	於年初	9,577	3,536
Impairment loss (reversed)/provided during the year	年內減值虧損(撥回)計提	(5,005)	6,327
Exchange realignment	匯兌調整	(139)	(286)
At the end of the year	於年末	4,433	9,577

Particulars of the joint ventures are as follows:

18. 合營企業權益(續)

下表列示就應收合營企業款之虧損撥備之對賬：

合營企業詳情如下：

Company name	Particulars of equity held	Place of registration and business	Percentage of ownership interest attributable to the Group 本集團應佔 擁有權權益比例	Principal activities
公司名稱	所持權益資料	登記及營業地點		主要業務
Zhong Hai You Qi (Tai Zhou) Petrochemical Company Limited (*ZHYQ)* 中海油氣(泰州)石化有限公司(「中海油氣」)*	Registered capital 註冊股本	PRC 中國	51%	Production and trading of petroleum and petrochemical products 生產及銷售石油及石化產品
Meizhou City Ji Shan Operation Management Company Limited#^ 梅州市集善經營管理有限公司#^	Registered capital 註冊股本	PRC 中國	50%	Investment in urban renewal projects 投資城市更新項目
Beijing Lingjun New Energy Technology Company Limited#^ 北京靈駿新能源科技有限責任公司#^	Registered capital 註冊股本	PRC 中國	50%	Research and development, transfer and promotion of new energy technology 新能源技術的研發、轉讓及推廣

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18. Interests in Joint Ventures (Continued)

Registered as a domestic limited liability companies under the PRC law.

^ The English names of these companies represent the best effort made by management of the Company to directly translate their Chinese names as they did not register any official English names.

ZHYQ is considered as a material joint venture of the Group and is accounted for using equity method.

The following table illustrates the summarised financial information in respect of ZHYQ adjusted for any differences in accounting policies and reconciled to the carrying amount in the financial statements:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Current assets	流動資產	3,712,394	4,612,770
Non-current assets	非流動資產	8,076,715	8,846,663
Current liabilities	流動負債	(6,614,599)	(9,086,135)
Non-current liabilities	非流動負債	(1,964,595)	(990,587)
Reconciliation to the Group's interest in the joint venture: 與本集團合營企業權益之對賬：			
Proportion of the Group's ownership	本集團之擁有權比例	51%	51%
Share of net assets	分佔淨資產	1,637,057	1,725,182
Impairment	減值	(304,634)	(304,634)
Carrying amount of the investment	投資之賬面值	1,332,423	1,420,548
Revenue	收入	29,813,453	36,999,342
(Loss)/profit for the year	年內(虧損) 溢利	(135,171)	12,940
Other comprehensive loss for the year	年內其他全面虧損	—	—
Total comprehensive (loss)/income for the year	年內全面(虧損) 收益總額	(135,171)	12,940

18. 合營企業權益 (續)

根據中國法律註冊為國內有限責任公司。

^ 由於並未註冊任何官方英文名稱，該等公司的英文名稱乃本公司管理層盡最大努力由其中文名稱直譯所得。

中海油氣被視為本集團的重大合營企業，採用權益法入賬。

下表列示有關中海油氣的財務資料摘要，已就會計政策的任何差異作出調整並與綜合財務報表內的賬面值對賬：

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18. Interests in Joint Ventures

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19. Financial Assets at Fair Value Through Profit or Loss (Continued)

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20. Loan Receivables (Continued)

The following table shows the reconciliation of loss allowance for loan receivables:

	2023 HK\$'000 千港元	2022 HK\$'000 千港元

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20. Loan Receivables (Continued)

Subsequent to the end of the reporting period, the Company published an announcement dated 18 March 2024 that the Company had entered into a memorandum of understanding with Guangdong Zhuguang Group Company Limited (“Guangdong Zhuguang”), pursuant to which the Company intends to sell and Guangdong Zhuguang intends to acquire all the rights, title, benefits and interests of the Group to, in and under the loan agreements with an aggregate outstanding principal and interest of approximately HK\$2,430 million as at 31 December 2023, whereas the consideration shall be settled by Guangdong Zhuguang by way of assuming the obligations of a subsidiary of the Company under two entrusted loan agreements with an aggregate outstanding principal amount of approximately HK\$2,075 million and interest accrued thereon and assignment of certain properties located in the PRC by Guangdong Zhuguang to the Company. The proposed transaction, if materialised, would provide a good opportunity for the Group to recover substantially the outstanding loan receivables and loan interest receivables within a foreseeable timeframe and in a relatively short period of time, thereby minimising the associated uncertainty and credit risks, and the proposed novation of the Group’s debt under the entrusted loan agreements to Guangdong Zhuguang also provides a good opportunity for the Group to settle the entrusted loans and the rights and liabilities of the Group under the entrusted loan agreements will be discharged. Furthermore, the proposed transfer of the target properties to the Company allows the Group to enlarge and diversify its investment properties portfolio with high quality assets, as well as to strengthen the income base of the Group.

20. 應收貸款(續)

於報告期末後，本公司刊發日期為2024年3月18日的公告，內容有關本公司與廣東珠光集團有限公司(「廣東珠光」)訂立諒解備忘錄，據此本公司擬出售而廣東珠光擬收購本集團於貸款協議的所有權利、所有權、利益及權益，其未償還本金及利息總額於2023年12月31日為約2,430,000,000港元，而代價須由廣東珠光以下列方式償付：承擔本公司一間附屬公司於兩份委託貸款協議項下的義務，其尚未償還本金總額約2,075,000,000港元以及應計利息，及廣東珠光轉讓位於中國的若干物業予本集團。倘落實建議交易，其將為本公司提供良機以在可預見的時間範圍及相對較短的時間內收回大部分尚未償還的應收貸款及應收貸款利息，從而最大限度地減少相關的不確定性及信貸風險，且本集團在委託貸款協議下的債務建議轉移至廣東珠光亦為本集團提供清償委託貸款的良機，而本集團於委託貸款協議項下的權利及負債將會解除。此外，建議向本公司轉讓該等目標物業使本集團能夠擴大及多元化其優質資產的投資物業組合，並加強本集團的收入基礎。

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21. Trade Receivables

The following is an ageing analysis of trade receivables presented based on the invoice dates at the end of the reporting period, which approximated on the respective revenue recognition dates:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Within 1 month	1個月內	6,362	3,934

The Group's trade receivables represent receivables arising from the rental income from tenants. The credit period is generally one month to two months. The Group seeks to maintain strict control over its outstanding receivables and overdue balances are reviewed regularly by management.

Since the Group's trade receivables were related to a number of diversified customers as at 31 December 2023 and 2022, there was no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

The Group applies the simplified approach to provide for ECL prescribed by HKFRS 9, which permits the use of the lifetime expected loss provision for all trade receivables. Based on evaluation on ECL rate and gross carrying amount, the directors of the Company are of the opinion that the financial impact of ECL in respect of these balances is considered immaterial. As at 31 December 2023 and 2022, the loss allowance for trade receivables was assessed to be minimal.

21. 應收賬款

下列是按發票日為基準之應收賬款與相應收入確認日期相約之應收賬款於報告期末之賬齡分析：

本集團的應收賬款指來自租戶的租金收入所產生之應收款。信貸期一般為一至兩個月。本集團務求維持嚴格控制尚未償還之應收款項，而管理層會定期審閱逾期結餘。

於2023年及2022年12月31日，由於本集團的應收賬款與多名不同客戶有關，故並無重大信貸集中風險。本集團並無就其應收賬款結餘持有任何抵押品或其他信貸增強措施。應收賬款並不計息。

本集團應用香港財務報告準則第9號的簡化方法計提預期信貸虧損，該準則允許就所有應收賬款採用全期預期虧損撥備。根據對預期信貸虧損率及賬面總額的評估，本公司董事認為，預期信貸虧損對該等結餘的財務影響甚微。於2023年及2022年12月31日，應收賬款的虧損撥備被評估為極低。

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22. Deposits, Prepayments and Other Receivables

22. 按金、預付款及其他應收款

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Loan interest receivables	應收貸款利息	586,898	498,323
Prepayments	預付款	3,144	3,296
Deposits and other receivables	按金及其他應收款	447,360	439,250
		1,037,402	940,869
Impairment	減值	(199,316)	(32,517)
		838,086	908,352

The following table shows the reconciliation of loss allowance for financial assets in the above balances:

下表列示上述結餘中金融資產虧損撥備之對賬：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
At the beginning of the year	於年初	32,517	—
Impairment loss provided during the year	年內減值虧損計提	167,147	32,517
Exchange realignment	匯兌調整	(348)	—
At the end of the year	於年末	199,316	32,517

An impairment analysis was performed at each reporting date by considering the probability of default of financial assets in the above balances. As at 31 December 2023, the probability of default applied ranged from 1.1% to 100% (2022: 1.1% to 20.7%) and the loss given default was estimated to range from 52.7% to 64.0% (2022: 53.8% to 62.7%).

於各報告日，經考慮上述結餘中金融資產的違約概率後進行減值分析。於2023年12月31日，所應用之違約概率介乎1.1%至100%（2022年：1.1%至20.7%），估計違約損失率介乎52.7%至64.0%（2022年：53.8%至62.7%）。

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23. Pledged Bank Deposits, Restricted Bank Balance and Cash and Bank Balances

23. 已抵押銀行存款、受銀行限制結餘及現金及銀行結餘

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Restricted bank balance	受銀行限制結餘	—	674,814
Cash and bank balances	現金及銀行結餘	57,333	97,517
		57,333	772,331

At the end of the reporting period, the cash and bank balances of the Group denominated in Renminbi ("RMB") amounted to approximately HK\$54,321,000 (2022: HK\$93,728,000). The RMB is not freely convertible into other currencies. However, under Chinese Mainland's Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations, the Group is permitted to exchange RMB for other currencies through banks authorised to conduct foreign exchange business.

As at 31 December 2022, the Group had certain funds in the amount of HK\$674,814,000 in its designated bank account which were restricted as to use and designated for settlement of the amounts due to certain other creditors. As these funds had not been released by the Group to such other creditors, a corresponding liability was recorded as other payables in the Group's consolidated statement of financial position as at 31 December 2022. During the current year, these funds had been released to settle the relevant payables.

Cash at banks earns interest at floating rates based on daily bank deposit rates. The bank balances and pledged deposits are deposited with creditworthy banks with no recent history of default.

於報告期末，本集團以人民幣「人民幣」計值之現金及銀行結餘約為54,321,000港元(2022年：93,728,000港元)。人民幣不可自由兌換為其他貨幣。然而，根據中國內地外匯管理條例以及結匯、售匯及付匯管理規定，本集團可透過獲授權從事外匯業務之銀行將人民幣兌換為其他貨幣。

於2022年12月31日，本集團於其指定銀行賬戶中持有之674,814,000港元資金被限制使用，並指定用於清償應付若干其他債權人款項。由於本集團尚未向該些債權人發放該等資金，因此相應負債已於本集團2022年12月31日之綜合財務狀況表中記錄為其他應付款。於本年度，該等資金已用於結清相關應付款項。

銀行現金根據每日銀行存款利率按浮動利率賺取利息。銀行結餘及已抵押存款存置於近期並無違約記錄之信譽良好銀行。

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24. Accrued Charges, Rental Deposits and Other Payables

24. 應計費用、租務按金及其他應付款

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Purchase of land use rights	收購土地使用權	41,612	42,218
Accrued charges	應計費用	109,199	183,765
Rental deposits	租務按金	17,865	16,842
Other payables	其他應付款	207,995	922,999
Financial guarantee contracts	財務擔保合約	42,513	38,622
		419,184	1,204,446

The payable for the purchase of land use rights in the PRC as at 31 December 2023 and 2022 was due to an independent third party and was secured by certain of the Group's investment properties of approximately HK\$77,263,000 (2022: HK\$79,507,000).

The financial guarantee contracts represent guarantees given in connection with the loans of a joint venture of the Company. The Group does not hold any collateral or other credit enhancements over the guarantees.

The financial guarantee contracts are measured at the higher of the ECL allowance and the amount initially recognised less the cumulative amount of income recognised. The ECL allowance is measured by estimating the cash shortfalls, which are based on the expected payments to reimburse the holders (i.e., the banks) for a credit loss that it incurs less any amounts that the Group expects to receive from the debtor (i.e., the joint venture). During the year ended 31 December 2023, no ECL allowance was provided as a result of the loans of the joint venture (2022: Nil).

The credit exposure of the financial guarantee contracts is classified as Stage 1. During the year, there were no transfers between stages (2022: Nil).

於2023年及2022年12月31日，於中國收購土地使用權之應付款為應付予一名獨立第三方的款項，乃由金額約為77,263,000港元(2022年：79,507,000港元)之本集團若干投資物業作抵押。

財務擔保合約指就本公司合營企業的借貸提供的擔保。本集團並無就擔保持有任何抵押品或其他信貸增強措施。

財務擔保合約按預期信貸虧損撥備及初始確認金額減累計確認收入金額中的較高者計量。預期信貸虧損撥備透過估算現金缺口計量，而這按為彌償持有人(即銀行)產生的信貸虧損預期支付的款項減本集團預期從債務人(即合營企業)收到的任何金額計算。於截至2023年12月31日止年度，並無因合營企業的借貸而作出預期信貸虧損撥備(2022年：無)。

財務擔保合同之信貸風險獲分類至第一級。於本年度，概無於級間的轉撥(2022年：無)。

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24. Accrued Charges, Rental Deposits and Other Payables (Continued)

Except for the above, the accrued charges, rental deposits and other payables are unsecured, non-interest-bearing and repayable on demand.

24. 應計費用、租務按金及其他應付款 (續)

除上述者外，應計費用、租務按金及其他應付款為無抵押、免息及須按要求償還。

25. Interest-Bearing Bank and Other Borrowings

25. 計息銀行及其他借款

		2023			2022		
		Effective interest rate 實際利率	Maturity 到期日	HK\$'000 千港元	Effective interest rate 實際利率	Maturity 到期日	HK\$'000 千港元
Current	即期						
Bank loans — secured	銀行貸款 - 有抵押	8%	2024	130,795	8%	2023	16,797
Bank loans — unsecured	銀行貸款 - 無抵押	3.7% to至 5.5%	2024	30,905	3.7% to至 5.5%	2023	33,595
Other loans — secured	其他貸款 - 有抵押	4% to至 12%	2024	316,589	4% to至 12%	2023	1,307,084
Other loans — secured	其他貸款 - 有抵押	9%	On demand 按要求	3,006,760	—	—	—
Other loans — unsecured	其他貸款 - 無抵押	—	—	—	5.35%	On demand 按要求	31,498
				3,485,049			
Non-current	非即期						
Bank loans — secured	銀行貸款 - 有抵押	—	—	—	8%	2024	132,699
Bank loans — unsecured	銀行貸款 - 無抵押	3.7% to至 5.5%	2025	33,775	3.7% to至 5.5%	2025	55,543
Other loans — secured	其他貸款 - 有抵押	4% to至 27.6%	2026 to至 2028	33,112	4% to至 9%	2024 to至 2026	2,353,524
				66,887			
				3,551,936			

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25. Interest-Bearing Bank and Other Borrowings (Continued)

25. 計息銀行及其他借款(續)

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Analysed into:			
Bank loans repayable:	分析為：		
Within one year or on demand	應償還銀行貸款		
In the second year	一年內或按要求	161,700	50,392
In the third to fifth years, inclusive	第二年	33,775	152,856
	第三至第五年		
	(包括首尾兩年)	—	35,386
		195,475	238,634
Other loans repayable:	應償還其他貸款：		
Within one year or on demand	一年內或按要求	3,323,349	1,338,582
In the second year	第二年	—	333,147
In the third to fifth years, inclusive	第三至第五年		
	(包括首尾兩年)	33,112	2,020,377
		3,356,461	3,692,106
		3,551,936	3,930,740

Notes:

- (a) As at 31 December 2023, certain of the Group's borrowings were secured or guaranteed by:
- pledges over the Group's investment properties with an aggregate carrying amount of HK\$2,078,366,000 (2022: HK\$2,251,652,000) (note 13);
 - pledges over the Group's leasehold land and buildings with an aggregate carrying amount of nil (2022: HK\$176,300,000) (note 14); and
 - guarantees provided by Mr. Chu Hing Tsung and Guangdong Zhuguang for borrowings of the Group amounting to HK\$2,057,533,000 (2022: HK\$2,132,360,000) at the end of the reporting period.
- (b) As at 31 December 2023, other than certain bank and other borrowings with an aggregate carrying amount of nil (2022: HK\$180,000,000) denominated in Hong Kong dollars, all bank and other borrowings were denominated in RMB as at the end of the reporting period.
- (c) As at 31 December 2023, the Group's interest-bearing bank and other borrowings included borrowings of approximately HK\$3,007 million with original maturity dates of one year from the end of the reporting period which have been reclassified to current liabilities due to the delay in the payment of interest of certain borrowings before the end of the reporting period.

附註：

- (a) 於2023年12月31日，本集團若干借款乃以下列各項作抵押或擔保：
- 本集團賬面總值為2,078,366,000港元(2022年：2,251,652,000港元)的投資物業之質押(附註13)；
 - 本集團賬面總值為零港元(2022年：176,300,000港元)的租賃土地及樓宇之質押(附註14)；及
 - 朱慶淞先生及廣東珠光於報告期末就2,057,533,000港元(2022年：2,132,360,000港元)之本集團借貸提供擔保。
- (b) 於2023年12月31日，除賬面總值為零港元(2022年：180,000,000港元)以港元計值之若干銀行及其他借款外，於報告期末，所有銀行及其他借款均以人民幣計值。
- (c) 於2023年12月31日，本集團的計息銀行及其他借款包括約3,007,000,000港元的借款，其原定期日為報告期末起一年，因於報告期末前延遲支付若干借款的利息而已重新分類為流動負債。

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26. Convertible bonds

On 3 July 2019 (the "CB Issue Date"), pursuant to a placing agreement and certain subscription agreements dated 20 May 2019 entered into between the placing agent and certain connected persons of the Company, respectively, the Company issued the convertible bonds with an aggregate principal amount of HK\$1,150,000,000 (the "Convertible Bonds"), among which convertible bonds with a principal amount of HK\$200,000,000 were placed to the placing agent and convertible bonds with the remaining amount of HK\$950,000,000 were subscribed by the connected persons of the Company (including Mr. Gao Jian Min, a company owned by the elder sister of Mr. Hui Xiao Bing and a company controlled by the spouse of Mr. Liu Tianni). Mr. Chu Hing Tsung, the chairman of the Company, has provided personal guarantees in favour of the relevant subscribers.

The Convertible Bonds were unsecured and carried interest at 7% per annum on the outstanding principal amount. Interest was payable semi-annually. The maturity period of the Convertible Bonds was 36 months from the date of issue and fell due on 3 July 2022 (the "Relevant Payment Date").

The Convertible Bonds were convertible at the option of the bondholders into ordinary shares of the Company at the initial conversion price of HK\$2.33 per conversion share (subject to adjustments pursuant to the terms and conditions of the Convertible Bonds) and the Convertible Bonds should be redeemable at the option of the Company at any time from the CB Issue Date up to the close of business on the date which was five trading days prior to the maturity date of the Convertible Bonds at an amount being the principal amount of the Convertible Bonds plus aggregate internal rate of return on the relevant amount of the Convertible Bonds at 12% per annum thereon (having included the interest paid) calculated from the CB Issue Date to (and including) the early redemption date.

26. 可換股債券

於2019年7月3日(「可換股債券發行日期」), 根據配售代理與本公司若干關連人士分別訂立的配售協議及日期為2019年5月20日的若干認購協議, 本公司已發行本金總額為1,150,000,000港元的可換股債券(「可換股債券」), 其中本金額200,000,000港元的可換股債券已配售予配售代理, 餘下950,000,000港元的可換股債券已由本公司的關連人士(包括高建民先生、一家由惠小兵先生胞姊擁有之公司及一家由劉天倪先生配偶控制之公司)認購。本公司主席朱慶淞先生已向相關認購人提供個人擔保。

可換股債券為無抵押, 未償還本金額按年利率7%計息。利息每半年支付一次。可換股債券的到期期限為自發行日期起36個月並於2022年7月3日到期(「相關支付日期」)。

可換股債券可按債券持有人之選擇按每股換股股份2.33港元之初步換股價轉換為本公司普通股(可根據可換股債券之條款及條件予以調整), 可換股債券將於可換股債券發行日期起計至可換股債券到期日五個交易日前隨時按本公司之選擇贖回, 贖回金額為可換股債券之本金額加上相等於按內部收益率每年12%計算, 由可換股債券發行日期至提早贖回日期(連同當日)的可換股債券相關金額(包括已支付利息)。

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26. Convertible bonds (Continued)

Upon the maturity of the Convertible Bonds, the Company should redeem from the bondholders all of the Convertible Bonds at an amount equivalent to 116.5% of the principal amount of the outstanding Convertible Bonds.

On 6 July 2022, (i) the Company, as issuer; (ii) the bondholders; and (iii) Mr. Chu Hing Tsung, as guarantor, entered into a first amendment deed (the "First Amendment Deed"), pursuant to which the parties to the First Amendment Deed conditionally agreed to extend the maturity date of the Convertible Bonds to 30 December 2022 (the "New Maturity Date"). The interest rate of the Convertible Bonds was adjusted from 7% per annum to 12% per annum immediately after the extension from the Relevant Payment Date to the New Maturity Date. The maturity redemption price payable by the Company was adjusted from 116.5% of the outstanding principal amount of the Convertible Bonds at the New Maturity Date to a sum equal to the aggregate of (i) 100% of the outstanding principal amount of the Convertible Bonds; and (ii) the interests on 100% of the outstanding principal amount of the Convertible Bonds accrued at 12% per annum for the period from the date immediately after the Relevant Payment Date up to and including the New Maturity Date. The Convertible Bonds were secured by additional securities and the Company retained the right for early redemption of the Convertible Bonds. Further details of the First Amendment Deed are set out in the announcement of the Company dated 6 July 2022.

26. 可換股債券(續)

於可換股債券到期時，本公司將按相當於尚未償付可換股債券本金額之116.5%之金額向債券持有人贖回所有可換股債券。

於2022年7月6日，(i)本公司(作為發行人)；(ii)債券持有人；及(iii)朱慶淞先生(作為擔保人)訂立第一份修訂契據(「第一份修訂契據」)，據此第一份修訂契據之訂約方有條件同意將可換股債券之到期日延長至2022年12月30日(「新到期日」)。緊隨延長相關支付日期後起至新到期日，可換股債券之利率由每年7%調整至每年12%。本公司應付之到期贖回價由新到期日未償付可換股債券本金之116.5%調整至相當於下列各項之總額：(i)未償付可換股債券本金額之100%；及(ii)於緊隨相關支付日期後之日期起至(包括)新到期日止期間按每年12%計算之未償付可換股債券本金額之100%應計利息。可換股債券由額外擔保作擔保，及本公司保留提前贖回可換股債券之權利。第一份修訂契據之進一步詳情載於本公司日期為2022年7月6日的公佈。

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26. Convertible bonds (Continued)

On 15 July 2022, the parties to the First Amendment Deed entered into a second amendment deed (the "Second Amendment Deed"), pursuant to which the parties agreed to amend certain terms of the First Amendment Deed. The amendments included details of the Group's assets that were being pledged and the requirement to set up designated bank accounts for settlement. Further details of the Second Amendment Deed are c 0. Cs23u47Ce7ets that were being pledged and the rm a joi0.6vpu(r)17.0 -1.55 0m10 ynted nd of the Grrei(r)17spect.0 -ments insubidiarTc 0ted ann terms of6J0.04

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26. Convertible bonds (Continued)

26. 可換股債券(續)

The movements in liability component of the Convertible Bonds during the reporting years are as follows:

報告年度內可換股債券負債部分變動如下：

		HK\$'000 千港元
Liability component at 1 January 2022	於2022年1月1日之負債部分	1,301,494
Interest expense	利息開支	140,400
Interest paid	已付利息	(80,500)
Redemption premium paid	已付贖回溢價	(189,750)
Interest payable transferred to accrued charges, rental deposits and other payables	轉撥至應計費用、租務按金及其他應付款之應付利息	(21,644)
Settlement	清償	(1,108,288)
Liability component at 31 December 2022 and 1 January 2023	於2022年12月31日及2023年1月1日之負債部分	41,712
Settlement	清償	(41,712)
Liability component at 31 December 2023	於2023年12月31日之負債部分	—

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27. Deferred Tax Liabilities

The movements in deferred tax assets and liabilities during the reporting years are as follows:

		Accelerated tax depreciation 加速稅項折舊 HK\$'000 千港元	Revaluation of properties 物業重估 HK\$'000 千港元	Revaluation of financial assets 金融資產重估 HK\$'000 千港元	Tax losses 稅項虧損 HK\$'000 千港元	Total 總計 HK\$'000 千港元
At 1 January 2022	於2022年1月1日	(55)	(245,169)	(5,126)	1,808	(248,542)
Credited to profit or loss during the year (note 10)	年內計入損益 (附註10)	—	48,030	4,925	—	52,955
Credited to other comprehensive income for the year	年內計入其他全面 收益	—	3,353	—	—	3,353
Exchange realignment	匯兌調整	—	—	201	—	201
At 31 December 2022 and 1 January 2023	於2022年12月31日及 2023年1月1日	(55)	(193,786)	—	1,808	(192,033)
Credited to profit or loss during the year (note 10)	年內計入損益 (附註10)	—	16,009	—	—	16,009
Charged to other comprehensive income for the year	年內於其他全面 收益扣除	—	(858)	—	—	(858)
Disposal of a subsidiary (note 30)	出售一間附屬公司 (附註30)	—	15,721	—	—	15,721

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27. Deferred Tax Liabilities (Continued)

The Group had tax losses arising in Hong Kong of approximately HK\$1,220,680,000 as at 31 December 2023 (2022: HK\$1,276,248,000) that are available indefinitely for offsetting against future taxable profits of the companies in which the losses arose. The Group also had tax losses arising in Chinese Mainland of approximately HK\$381,599,000 (2022: HK\$296,449,000) that will expire in one to five years for offsetting against future taxable profits. Deferred tax assets have not been recognised in respect of these losses as it is not considered probable that taxable profits will be available against which the tax losses can be utilised.

Pursuant to the PRC Corporate Income Tax Law, a 10% withholding tax is levied on dividends declared to foreign investors from the foreign investment enterprises established in Chinese Mainland. The requirement is effective from 1 January 2008 and applies to earnings after 31 December 2007. A lower withholding tax rate may be applied if there is a tax treaty between Chinese Mainland and the jurisdiction of the foreign investors. For the Group, the applicable rate is 5%. The Group is therefore liable for withholding taxes on dividends distributed by those subsidiaries established in Chinese Mainland in respect of earnings generated from 1 January 2008.

At 31 December 2023 and 2022, no deferred tax was recognised for withholding taxes that would be payable on the unremitted earnings that were subject to withholding taxes of the Company's subsidiaries established in Chinese Mainland. In the opinion of the directors of the Company, it is not probable that these subsidiaries will distribute such earnings in the foreseeable future. The aggregate amount of temporary differences associated with investments in subsidiaries in Chinese Mainland for which deferred tax liabilities were not recognised totalled approximately HK\$2,010,230,000 as at 31 December 2023 (2022: HK\$2,315,700,000).

27. 遞延稅項負債(續)

於2023年12月31日，本集團有源自香港之稅項虧損約1,220,680,000港元(2022年：1,276,248,000港元)，可供無限期用作抵銷錄得虧損公司之未來應課稅溢利。本集團亦有源自中國內地之稅項虧損約381,599,000港元(2022年：296,449,000港元)，將於一至五年內到期，可供用作抵銷未來應課稅溢利。尚未就該等虧損確認遞延稅項資產，原因為目前被視為不大可能有可動用稅項虧損以抵銷應課稅溢利。

根據中國企業所得稅法，於中國內地成立之外國投資企業向外國投資者宣派之股息須徵收10%預扣稅。有關規定自2008年1月1日起生效，並適用於2007年12月31日之後之盈利。倘中國內地與外國投資者所屬司法權區之間有稅務條約，則適用預扣稅率可能較低。就本集團而言，適用稅率為5%。因此，本集團須就該等於中國內地成立的附屬公司就自2008年1月1日起所產生盈利分派之股息繳納預扣稅。

於2023年及2022年12月31日，概無就本公司於中國內地成立之附屬公司原應就須繳納預扣稅之未付匯盈利支付之預扣稅確認任何遞延稅項。本公司董事認為，該等附屬公司不大可能於可預見未來分派有關盈利。於2023年12月31日，與於中國內地附屬公司之投資有關之暫時差額總額(尚無就此確認任何遞延稅項負債)約為2,010,230,000港元(2022年：2,315,700,000港元)。

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28. Share Capital

28. 股本

		Number of shares 股份數目 '000 千股	Nominal value 面值 HK\$ '000 千港元
Issued and fully paid:	已發行及已繳足股本：		
At 1 January 2022, 31 December 2022, 1 January 2023 and 31 December 2023	於2022年1月1日、2022年 12月31日、2023年1月1日及 2023年12月31日		
		2,304,850	3,626,781

29. Reserves

29. 儲備

The amounts of the Group's reserves and the movements therein for the current and prior years are presented in the consolidated statement of changes in equity of the financial statements.

本集團於本年度及過往年度的儲備及其變動金額於財務報表之綜合權益變動表中呈列。

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30. Disposal of a Subsidiary

30. 出售一間附屬公司

		2023 HK\$'000 千港元
Net assets disposed of:	所出售資產淨值：	
Property, plant and equipment	物業、廠房及設備	178,763
Other receivables	其他應收款項	115
Cash and bank balance	現金及銀行結餘	12
Accruals and other payables	應計款項及其他應付款項	(99,402)
Deferred tax liabilities (note 27)	遞延稅項負債(附註27)	(15,721)
		63,767
Shareholders' loans assigned	已轉讓股東貸款	99,402
Gain on disposal of a subsidiary	出售一間附屬公司之收益	36,957
		200,126
Total consideration	總代價	200,126
Satisfied by cash	以現金結付	200,126
Cash consideration	現金代價	200,126
Cash and bank balances disposed of	所出售現金及銀行結餘	(12)
Net inflow of cash and cash equivalents in respect of the disposal of a subsidiary	就出售一間附屬公司之現金及現金等值的 淨流入	200,114

On 11 October 2023, the Group entered into a sale and purchase agreement with an independent third party in respect of the disposal of the entire interest of Real China Development Limited, a wholly-owned subsidiary of the Company, for a consideration of HK\$200,126,000.

於2023年10月11日，本集團與獨立第三方訂立買賣協議，以出售本公司一間全資附屬公司泰境發展有限公司之全部權益，代價為200,126,000港元。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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31. Notes to the Consolidated Statement of Cash Flows

31. 綜合現金流量表附註

(a) Changes in liabilities arising from financing activities

(a) 融資業務所產生之負債變動

		Borrowings 借款 HK\$'000 千港元	Lease liabilities 租賃負債 HK\$'000 千港元	Convertible bonds 可換股債券 HK\$'000 千港元
At 1 January 2022	於2022年1月1日	3,734,665	54,452	1,301,494
Changes from financing cash flows	融資現金流量變動	494,892	(2,920)	(1,108,288)
Interest expense of convertible bonds	可換股債券之利息支出	—	—	140,400
Interest and redemption premium paid classified as operating cash flows	已付利息及贖回溢價分類為經營現金流量	—	—	(270,250)
Accretion of interest recognised during the year	年內確認的利息增加	—	4,101	—
Amount transferred to accrued charges, rental deposits and other payables	轉撥至應計費用、租務按金及其他應付款之金額	—	(2,920)	—
Interest payable transferred to accrued charges, rental deposits and other payables	轉撥至應計費用、租務按金及其他應付款之應付利息	—	—	(21,644)
Exchange realignment	匯兌調整	(298,817)	(4,710)	—
At 31 December 2022 and 1 January 2023	於2022年12月31日及2023年1月1日	3,930,740	48,003	41,712
Changes from financing cash flows	融資現金流量變動	(324,914)	(1,918)	(41,712)
Accretion of interest recognised during the year	年內確認的利息增加	—	3,760	—
Amount transferred to accrued charges, rental deposits and other payables	轉撥至應計費用、租務按金及其他應付款之金額	—	(3,836)	—
Exchange realignment	匯兌調整	(53,890)	(710)	—
At 31 December 2023	於2023年12月31日	3,551,936	45,299	—

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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31. Notes to the Consolidated Statement of Cash Flows (Continued)

(b) Total cash outflow for leases

The total cash outflow for leases included in the statement of cash flows is as follows:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Within operating activities	於經營業務中產生	3,760	4,101
Within financing activities	於融資活動中產生	1,918	2,920
		5,678	7,021

32. Pledge of Assets

Details of the Group's assets pledged for the Group's borrowings are included in notes 13, 14, 23, 25 and 26 to the consolidated financial statements.

33. Commitments

The Group had the following capital commitments at the end of the reporting period:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Contracted, but not provided for:	已落實但並未反映：		
Unlisted equity securities	非上市股本證券	—	167,973

31. 綜合現金流量表附註(續)

(b) 租賃現金流出總額

計入現金流量表之租賃現金流出總額如下：

32. 資產抵押

就本集團借款已抵押之資產詳情載於綜合財務報表附註13、附註14、附註23、附註25及附註26。

33. 承擔

本集團於報告期末有以下資本承擔：

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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34. Related Party Transactions

- (a) In addition to the transactions detailed elsewhere in the financial statements, the Group had the following transactions with related parties during the year:

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Interest income from a joint venture	一家合營企業之利息收入	4,787	44,666
Interest expense to non-controlling shareholders of subsidiaries	附屬公司非控股股東之利息支出	1,325	1,744
Interest expense to a substantial shareholder	主要股東之利息支出	—	54,939
Management fee to an entity controlled by a close family member of Mr. Chu Hing Tsung	支付朱慶淞先生一名近親控制實體之管理費	1,356	1,651
Motor vehicle leasing income from a joint venture	一家合營企業之汽車租賃收入	3,839	1,007

The above transactions were conducted in accordance with the terms of the underlying agreements. In the opinion of the directors of the Company, the related party transactions were conducted in the ordinary course of business of the Group.

(b) Compensation of key management personnel of the Group

In the opinion of the directors of the Company, the directors and the co-chief executive officers of the Company represented the key management personnel of the Group and details of the compensation of the key management personnel are set out in note 8 to the consolidated financial statements.

34. 關聯方交易

- (a) 除財務報表其他部分所述之交易外，本集團於年內與關聯方進行下述交易：

上述交易乃根據相關協議之條款進行。本公司董事認為，關聯方交易乃於本集團日常業務過程中進行。

(b) 本集團主要管理人員酬金

本公司董事認為，本公司董事及聯席行政總裁為本集團之主要管理人員。有關主要管理人員酬金之詳情載於綜合財務報表附註8。

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35. Financial Instruments by Category (Continued)

35. 按類別劃分之金融工具(續)

Financial assets (Continued)

金融資產(續)

2022

2022年

		Financial assets at FVTPL 以公允值計量且其變動 計入損益的金融資產			Total
		Designated as such upon initial recognition	Mandatorily designated as such	Financial assets at amortised cost	
		於初步 確認時指定	強制指定	按攤銷 成本計量的 金融資產	總計
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元
Amounts due from joint ventures	應收合營企業款	—	—	430,437	430,437
Financial assets at fair value through profit or loss	以公允值計量且其變動 計入損益的金融資產	156,385	654,684	—	811,069
Loan receivables	應收貸款	—	—	2,246,377	2,246,377
Trade receivables	應收賬款	—	—	3,934	3,934
Financial assets included in deposits, prepayments and other receivables	計入按金、預付款及 其他應收款之金融 資產	—	—	905,056	905,056
Amount due from an associate	應收一家聯營公司款	—	—	439,486	439,486
Restricted bank balance	受限制銀行結餘	—	—	674,814	674,814
Cash and bank balances	現金及銀行結餘	—	—	97,517	97,517
		156,385	654,684	4,797,621	5,608,690

Financial liabilities

金融負債

All financial liabilities of the Group as at 31 December 2023 and 2022 were financial liabilities at amortised cost.

本集團於2023年及2022年12月31日的所有金融負債均為按攤銷成本計量的金融負債。

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36. Fair Value and Fair Value Hierarchy of Financial Instruments

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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36. Fair Value and Fair Value Hierarchy of Financial Instruments (Continued)

The fair values of non-current portion of amount due from an associate and borrowings have been calculated by discounting the expected future cash flows using rates currently available for instruments with similar terms, credit risk and remaining maturities. The fair value of the liability component of the convertible bonds is estimated by discounting the expected future cash flows using an equivalent market interest rate for a similar convertible bond with consideration of the Group's own non-performance risk. The changes in fair value as a result of the Group's own non-performance risk for borrowings as at 31 December 2023 and 2022 were assessed to be insignificant. In the opinion of the directors of the Company, since their carrying amounts are not significantly different from their respective fair values, no disclosure of fair values of these financial instruments is made.

The fair values of the listed equity investments are based on their quoted market prices. The fair values of certain club debentures have been valued based on historical transaction price from the relevant institutions, which are classified as Level 2. The fair values of unlisted securities and unlisted funds are based on adjusted net assets approach by adjusting the book value of assets and liabilities of investees to their fair values, or estimated by using a discounted cash flow valuation model based on the contractual disposal price of an unlisted security.

The fair value of the non-performing asset portfolio is estimated by discounting the expected future cash flows using rates for instruments with similar terms, credit risk and the aggregate of the values of the underlying collateral secured to the respective outstanding receivables owned by the creditors. The Group's own non-performance risk for non-performing asset portfolio as at 31 December 2023 and 2022 was assessed to be insignificant.

36. 金融工具之公允值及公允值等級 (續)

應收一家聯營公司款及借款的非流動部分的公允值乃透過使用當前可供工具使用之利率按類似條款、信用風險及餘下到期日，貼現預期未來現金流量而計算。考慮到本集團之不履約風險，可換股債券負債部分之公允值按類似可換股債券之同等市場利率貼現預期未來現金流量進行估計。於2023年及2022年12月31日，因本集團本身借款之不履約風險而引致之公允值變動被評定為並不重大。本公司董事認為，由於其賬面值與其各自的公允值並無明顯差異，故並無披露該等金融工具的公允值。

上市股本投資之公允值乃基於其市場報價釐定。若干會所債券之公允值乃按相關機構過往之交易價為基準估值，故列為第2級。非上市證券及非上市基金之公允值乃將被投資公司之資產及負債賬面值調整至其公允值，根據經調整淨資產法釐定，或根據一項非上市證券之合約出售金額使用折現現金流量模式估計。

不良資產組合之公允值乃使用具類似條款及信用風險的工具之貼現率，及就債權人所擁有之各未償還應收款作出抵押之相關抵押品之總價值貼現之預期未來現金流量進行估計。於2023年及2022年12月31日，本集團就不良資產組合承受之違約風險經評估為微不足道。

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36. Fair Value and Fair Value Hierarchy of Financial Instruments (Continued)

The directors of the Company believe that the estimated fair values resulting from the valuation technique, which are recorded in the consolidated statement of financial position, and the related changes in fair values, which are recorded in profit or loss, are reasonable, and that they were the most appropriate values at the end of the reporting period.

Below is a summary of significant unobservable inputs to the valuation of unlisted equity securities, unlisted funds and non-performing asset portfolio:

	Valuation techniques 估值方法	Significant unobservable inputs 重大不可觀察輸入數據	2023	2022
Unlisted equity securities and unlisted funds	Adjusted net asset approach	Book value of assets and liabilities of the investees adjusted to their fair value (HK\$ million)	289	475
非上市股本證券及非上市基金	經調整的淨資產法	被投資公司之資產及負債的賬面值調整至其公允值(百萬港元)		
Non-performing assets portfolio	Discounted cash flow approach	Aggregate of the valuation of the individual underlying collateral secured to the respective outstanding receivables owned by the creditors (HK\$ million)	140	408
不良資產組合	折現現金流量法	對債權人所擁有的相應未償還應收款作抵押的個別相關抵押品的估值總額(百萬港元)		

A 1% increase/decrease in the fair values of assets and liabilities of the investees would result in an increase/decrease in the fair value of the unlisted equity securities and unlisted funds of HK\$2,890,000 (2022: HK\$4,750,000).

A 1% increase/decrease in the fair value of the collateral for the respective non-performing assets would result in an increase/decrease in the fair value of the non-performing assets portfolio of HK\$1,400,000 (2022: HK\$4,080,000).

36. 金融工具之公允值及公允值等級 (續)

本公司董事認為，由估值技術所得出之估計公允值(計入綜合財務狀況表)及公允值相關變動(計入損益)屬合理，且為報告期末最合適之估值。

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36. Fair Value and Fair Value Hierarchy of Financial Instruments (Continued)

Fair value hierarchy

The following tables illustrate the fair value measurement hierarchy of the Group's financial instruments:

36. 金融工具之公允值及公允值等級 (續)

公允值等級

下表展示本集團金融工具之公允值計量等級：

HK\$'000	千港元	Fair value measurement using 使用下列各項之公允值計量			Total 總計
		Quoted prices in active markets 於活躍市場之報價 (Level 1) (第1級)	Significant observable inputs 重大可觀察輸入數據 (Level 2) (第2級)	Significant unobservable inputs 重大不可觀察輸入數據 (Level 3) (第3級)	
<i>Assets measured at fair value as at 31 December 2023:</i>					
於2023年12月31日 按公允值計量之資產:					
Financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產	16,534	1,640	418,143	436,317
<i>Assets measured at fair value as at 31 December 2022:</i>					
於2022年12月31日 按公允值計量之資產:					
Financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產	66,909	2,370	741,790	811,069

During the years ended 31 December 2023 and 2022, there were no transfers of fair value measurements between Level 1 and Level 2 and no transfers into or out of Level 3 for both financial assets and financial liabilities.

截至2023年及2022年12月31日止年度，金融資產及金融負債概無於第1級與第2級之間轉撥任何公允值計量，亦無轉入或轉出第3級。

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36. Fair Value and Fair Value Hierarchy of Financial Instruments (Continued)

Fair value hierarchy (Continued)

The movements in fair value measurements in Level 3 during the years are as follows:

36. 金融工具之公允值及公允值等級 (續)

公允值等級 (續)

年內，第3級內之公允值計量變動如下：

		Financial assets 金融資產 HK\$'000 千港元
At 1 January 2022	於2022年1月1日	969,876
Additions of financial assets at fair value through profit or loss measured at fair value in Level 3	添置按第3級公允值計量且其變動計入損益的金融資產	35,437
Disposal of financial assets at fair value through profit or loss measured at fair value in Level 3	出售按第3級公允值計量且其變動計入損益的金融資產	(50,038)
Total loss recognised in profit or loss	於損益確認之虧損總額	(138,720)
Exchange realignment	匯兌調整	(74,765)
At 31 December 2022 and 1 January 2023	於2022年12月31日及2023年1月1日	741,790
Disposal of financial assets at fair value through profit or loss measured at fair value in Level 3	出售按第3級公允值計量且其變動計入損益的金融資產	(217,934)
Total loss recognised in profit or loss	於損益確認之虧損總額	(96,912)
Exchange realignment	匯兌調整	(8,801)
At 31 December 2023	於2023年12月31日	418,143

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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37. Financial Risk Management Objectives and Policies

The Group's principal financial instruments comprise borrowings, amounts due from an associate and joint ventures, pledged bank deposits and bank balances and cash. The main purpose of these financial instruments is to raise finance for the Group's operations. The Group has various other financial assets and liabilities such as trade receivables, which arise directly from its operations.

The main risks arising from the Group's financial instruments are interest rate risk, foreign currency risk, credit risk and liquidity risk. The directors of the Company review and agree policies for managing each of these risks and they are summarised below.

Interest rate risk

The Group's exposure to risk for changes in market interest rates relates primarily to the Group's borrowings set out in note 25 to the consolidated financial statements. The Group does not use derivative financial instruments to hedge interest rate risk. The Group manages its interest cost using a mix of fixed and variable rate borrowings.

At 31 December 2023, if the interest rate of borrowings had increased/decreased by 1% and all other variables held constant, the loss before taxation of the Group, through the impact on floating rate borrowings, would have increased/decreased by approximately HK\$20,951,000 (2022: HK\$22,412,000).

37. 金融風險管理目標及政策

本集團之主要金融工具包括借款、應收一家聯營公司及合營企業款、已抵押銀行存款及銀行結餘及現金。該等金融工具之主要用途是為本集團業務營運籌集資金。本集團有應收賬款等多項其他金融資產及負債，直接來自其業務營運。

本集團金融工具所產生主要風險為利率風險、外幣風險、信貸風險及流動資金風險。本公司董事審閱並同意有關管理上述各項風險之政策，並概述如下。

利率風險

本集團所面對之市場利率變動風險主要與綜合財務報表附註25所載之本集團借款有關。本集團並無使用衍生金融工具以對沖利率風險。本集團採用固定及可變利率借款組合管理其利息成本。

於2023年12月31日，在所有其他變數保持不變的情況下，倘借款利率上升下降1%，則由於浮動利率借款之影響，本集團除稅前虧損將增加 減少約20,951,000港元(2022年：22,412,000港元)。

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37. Financial Risk Management Objectives and Policies (Continued)

Foreign currency risk

The major financial assets and liabilities of the Group are denominated in the functional currency of the respective group entities. Other than a loan receivable which is denominated in United States dollars, the directors of the Company consider that the Group's exposure to foreign currency exchange risk is insignificant as the majority of the Group's transactions are denominated in the functional currency of each individual group entity.

During the year ended 31 December 2023, the Group did not use any financial instruments for hedging purposes (2022: Nil).

Credit risk

The Group only trades with recognised and creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis.

The credit risk of the Group's other financial assets, which comprise loans receivable, amounts due from joint ventures and an associate, pledged bank deposits and cash and bank balance, arises from default of the counterparty, with a maximum exposure equal to the carrying amounts of these instruments.

For the Group's trade receivables, since the Group only trades with recognised and creditworthy third parties, there is no requirement for collateral. Concentration of credit risk is managed by counterparty. There is no significant concentration of credit risk for the Group's trade receivables.

37. 金融風險管理目標及政策(續)

外幣風險

本集團主要金融資產及負債以各集團實體的功能貨幣計價。除以美元計值之應收貸款外，本公司董事認為本集團所面臨的外匯風險並不大，原因為本集團的大部分交易以各獨立集團實體的功能貨幣計值。

截至2023年12月31日止年度內，本集團並無使用任何金融工具作對沖用途（2022年：無）。

信貸風險

本集團僅與經認可及信譽良好之第三方進行交易。本集團的政策是，所有擬按信貸條款交易的客戶均須進行信貸核驗程序。此外，應收款結餘受到持續監察。

本集團其他金融資產包括應收貸款、應收合營企業及一家聯營公司款、已抵押銀行存款以及現金及銀行結餘，其信貸風險乃因交易對手違約而產生，所承受之最高風險相當於該等工具的賬面值。

就本集團的應收賬款而言，由於本集團僅與經認可及信譽良好之第三方進行交易，因此毋須提供抵押品。信貸集中風險由交易對手管理。本集團的應收賬款並不存在重大信貸集中風險。

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For the year ended 31 December 2023

截至2023年12月31日止年度

37. Financial Risk Management Objectives and Policies (Continued)

Credit risk (Continued)

Maximum exposure and year-end staging

The tables below show the credit quality and the maximum exposure to credit risk based on the Group's credit policy, which is mainly based on past due information unless other information is available without undue cost or effort, and year-end staging classification as at 31 December 2023 and 2022. The amounts represented gross carrying amounts for financial assets and the exposure to credit risk for the financial guarantee contracts.

As at 31 December 2023

37. 金融風險管理目標及政策(續)

信貸風險(續)

最高風險及年結階段

下表顯示基於本集團信貸政策的信貸質素及最高信貸風險(主要按逾期資料得出,除非其他可得資料毋須付出額外成本或努力),以及於2023年及2022年12月31日的年結階段分類。所示金額為金融資產賬面總額及財務擔保合約面臨之信貸風險。

於2023年12月31日

HK\$'000	千港元	12-month ECLs 12個月預期 信貸虧損		Lifetime ECLs 全期預期信貸虧損		Total 總計
		Stage 1 第一階段	Stage 2 第二階段	Stage 3 第三階段	Simplified approach 簡化方法	
Trade receivables	應收賬款	—	—	—	6,362	6,362
Loan receivables	應收貸款					
— Normal*	— 一般*	95,610	—	—	—	95,610
— Doubtful*	— 可疑*	—	261,589	1,995,083	—	2,256,672
Financial assets included in deposits, prepayments and other receivables	計入按金、預付款及其他應收款之金融資產					
— Normal*	— 一般*	346,423	—	—	—	346,423
— Doubtful*	— 可疑*	—	42,164	645,671	—	687,835
Amount due from an associate	應收一家聯營公司款					
— Doubtful*	— 可疑*	—	515,742	—	—	515,742
Amounts due from joint ventures	應收合營企業款					
— Normal*	— 一般*	222,313	—	—	—	222,313
Cash and bank balances	現金及銀行結餘					
— Not yet past due	— 尚未逾期	57,333	—	—	—	57,333
		721,679	819,495	2,640,754	6,362	4,188,290

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For the year ended 31 December 2023

截至2023年12月31日止年度

37. Financial Risk Management Objectives and Policies (Continued)

37. 金融風險管理目標及政策(續)

Credit risk (Continued)

信貸風險(續)

Maximum exposure and year-end staging

最高風險及年結階段(續)

(Continued)

As at 31 December 2022

於2022年12月31日

HK\$'000	千港元	12-month ECLs 12個月預期 信貸虧損		Lifetime ECLs 全期預期信貸虧損		Total 總計
		Stage 1 第一階段	Stage 2 第二階段	Stage 3 第三階段	Simplified approach 簡化方法	
Trade receivables	應收賬款	—	—	—	3,934	3,934
Loan receivables	應收貸款					
— Normal*	— 一般*	—	—	—	—	—
— Doubtful*	— 可疑*	—	1,919,899	475,800	—	2,395,699
Financial assets included in deposits, prepayments and other receivables	計入按金、預付款及其他應收款之金融資產					
— Normal*	— 一般*	439,250	—	—	—	439,250
— Doubtful*	— 可疑*	—	391,494	106,829	—	498,323
Amount due from an associate	應收一家聯營公司款					
— Doubtful*	— 可疑*	—	523,099	—	—	523,099
Amounts due from joint ventures	應收合營企業款					
— Normal*	— 一般*	440,014	—	—	—	440,014
Restricted bank balance	受限制銀行結餘					
— Not yet past due	— 尚未逾期	674,814	—	—	—	674,814
Cash and bank balances	現金及銀行結餘					
— Not yet past due	— 尚未逾期	97,517	—	—	—	97,517
		1,651,595	2,834,492	582,629	3,934	5,072,650

* The credit quality of loan receivables, financial assets included in deposits, prepayments and other receivables and amounts due from an associate and joint ventures is considered to be "normal" when they are not past due and there is no information indicating that the financial assets had a significant increase in credit risk since initial recognition. Otherwise, the credit quality of the financial assets is considered to be "doubtful".

* 就應收貸款、計入按金、預付款及其他應收款之金融資產以及應收一家聯營公司及合營企業款而言，倘並未逾期且無資料顯示該等金融資產之信貸風險自初始確認以來顯著提高，則其信貸質素被視為「正常」。否則，該等金融資產的信貸質素被視為「可疑」。

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37. Financial Risk Management Objectives and Policies (Continued)

Liquidity risk

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of borrowings. In addition, banking facilities have been put in place for contingency purposes.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments.

As at 31 December 2023

37. 金融風險管理目標及政策(續)

流動資金風險

本集團之目標為致力透過利用借款，確保資金持續性與靈活性兼備。此外，已備妥銀行融通，以備不時之需。

下表概述根據合約未貼現付款本集團金融負債之到期情況。

於2023年12月31日

HK\$'000	千港元	Within one	In the	In the	Beyond	Total
		year or on demand	second year	third to fifth years, inclusive	five years	
		於一年內或 按要求	於第二年	於第三至第五年 (包括首尾兩年)	於五年以上	總計
Accrued charges, rental deposits and other payables	應計費用、租務按金及其他應付款	419,184	—	—	—	419,184
Borrowings	借款	4,054,940	43,644	55,275	—	4,153,859
Lease liabilities	租賃負債	5,214	5,527	16,913	32,744	60,398
Financial guarantee contracts	財務擔保合約	2,839,041	—	—	—	2,839,041
		7,318,379	49,171	72,188	32,744	7,472,482

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For the year ended 31 December 2023

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37. Financial Risk Management Objectives and Policies (Continued)

37. 金融風險管理目標及政策(續)

Liquidity risk (Continued)

流動資金風險(續)

As at 31 December 2022

於2022年12月31日

HK\$'000	千港元	Within one year or on demand 於一年內或 按要求	In the second year 於第二年	In the third to fifth years, inclusive 於第三至第五年 (包括首尾兩年)	Beyond five years 於五年以上	Total 總計
Accrued charges, rental deposits and other payables	應計費用、租務按金及 其他應付款	1,204,446	—	—	—	1,204,446
Convertible bonds	可換股債券	41,712	—	—	—	41,712
Borrowings	借款	1,686,916	687,248	2,364,563	—	4,738,727
Lease liabilities	租賃負債	5,839	5,839	18,569	43,228	73,475
Financial guarantee contracts	財務擔保合約	3,576,622	—	—	—	3,576,622
		6,515,535	693,087	2,383,132	43,228	9,634,982

Capital management

資本管理

The primary objectives of the Group's capital management are to safeguard the Group's ability to continue as a going concern and to maintain healthy capital ratios in order to support its business and maximise shareholders' value.

本集團管理資本主要旨在確保本集團能夠持續經營並維持穩健資本比率，以支持其業務及為股東創造最大價值。

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Group is not subject to any externally imposed capital requirements. No changes were made in the objectives, policies or processes for managing capital during the years ended 31 December 2023 and 2022.

本集團管理其資本結構，並因應經濟環境之改變及相關資產之風險特徵作出調整。為維持或調整資本結構，本集團可調整向股東派付之股息、股東之資本回報或發行新股份。本集團毋須受任何外部施加之資本要求所規限。於截至2023年及2022年12月31日止年度，管理資本之目標、政策或程序概無任何變動。

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

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37. Financial Risk Management Objectives and Policies (Continued)

Capital management (Continued)

The Group monitors capital using a gearing ratio, which is total borrowings over equity attributable to owners of the Company. Total borrowings included borrowings and convertible bonds, which had been fully redeemed by the Company in 2023. The gearing ratios as at the end of the reporting periods were as follows:

37. 金融風險管理目標及政策(續)

資本管理(續)

本集團採用資產負債比率監控資本，有關比率乃以借款總額除以本公司擁有人應佔股權得出。借款總額包括借款及可換股債券(已於2023年由本公司悉數贖回)。於報告期間末，本集團之資產負債比率如下：

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
Short-term borrowings	短期借款	3,485,049	1,388,974
Long-term borrowings	長期借款	66,887	2,541,766
Convertible bonds	可換股債券	—	41,712
Total borrowings	借款總額	3,551,936	3,972,452
Equity attributable to owners of the Company	本公司擁有人應佔股權	3,119,792	4,022,397
Gearing ratio	資產負債比率	114%	99%

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

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38. Statement of Financial Position of the Company

38. 本公司財務狀況表

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
NON-CURRENT ASSETS	非流動資產	24,001	104,107
Investment properties	投資物業		
Property, plant and equipment	物業、廠房及設備	34,323	35,706
Unlisted investments in subsidiaries	投資於非上市附屬公司	84,827	675,433
Amounts due from subsidiaries	應收附屬公司款	4,228,542	3,176,853
Amount due from an associate	應收一家聯營公司款	10,410	10,410
Financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產	1,640	1,640
Total non-current assets	非流動資產總值	4,383,743	4,004,149
CURRENT ASSETS	流動資產		
Deposits, prepayments and other receivables	按金、預付款及其他應收款	49,843	101,894
Amounts due from subsidiaries	應收附屬公司款	143,795	121,974
Financial assets at fair value through profit or loss	以公允值計量且其變動計入損益的金融資產	21,522	76,235
Loan receivables	應收貸款	365,935	438,614
Cash and bank balances	現金及銀行結餘	2,831	2,258
Total current assets	流動資產總值	583,926	740,975
CURRENT LIABILITIES	流動負債		
Accrued charges, rental deposits and other payables	應計費用、租務按金及其他應付款	40,024	768,599
Amounts due to subsidiaries	應付附屬公司款	1,526,528	154,631
Other borrowings	其他借款	—	180,000
Convertible bonds	可換股債券	—	41,712
Total current liabilities	流動負債總值	1,566,552	1,144,942

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For the year ended 31 December 2023

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38. Statement of Financial Position of the Company (Continued)

38. 本公司財務狀況表(續)

		2023 HK\$'000 千港元	2022 HK\$'000 千港元
NET CURRENT LIABILITIES	淨流動負債	(982,626)	(403,967)
TOTAL ASSETS LESS CURRENT LIABILITIES	資產總值減流動負債	3,401,117	3,600,182
NON-CURRENT LIABILITIES	非流動負債		
Deferred tax liabilities	遞延稅項負債	8,863	8,863
Total non-current liabilities	非流動負債總值	8,863	8,863
Net assets	淨資產	3,392,254	3,591,319
EQUITY	股權		
Equity attributable to owners of the Company	本公司擁有人應佔股權		
Share capital	股本	3,626,781	3,626,781
Reserves	儲備	(234,527)	(35,462)
Total equity	股權總值	3,392,254	3,591,319

Chen Yongcun

陳永存

Director 董事

Luo Zhihai

羅智海

Director 董事

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 綜合財務報表附註

For the year ended 31 December 2023

截至2023年12月31日止年度

38. Statement of Financial Position of the Company (Continued)

38. 本公司財務狀況表

Note:

A summary of the Company's reserves is as follows:

		Asset revaluation reserve	Retained profits/ (accumulated losses)	Total
		資產重估儲備	保留盈利 (累計虧損)	總計
		HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元
At 1 January 2022	於2022年1月1日	99,629	289,744	389,373
Loss for the year	年內虧損	—	(422,166)	(422,166)
Other comprehensive loss for the year	年內其他全面虧損	(2,669)	—	(2,669)
Total comprehensive loss for the year	年內全面虧損總額	(2,669)	(422,166)	(424,835)
At 31 December 2022 and 1 January 2023	於2022年12月31日和 2023年1月1日	96,960	(132,422)	(35,462)
Loss for the year	年內虧損	—	(197,784)	(197,784)
Other comprehensive loss for the year	年內其他全面虧損	(1,281)	—	(1,281)
Total comprehensive loss for the year	年內全面虧損總額	(1,281)	(197,784)	(199,065)
Transfer to accumulated losses upon disposal of properties	於出售物業後轉移至 累計虧損	(58,023)	58,023	—
At 31 December 2023	於2023年12月31日	37,656	(272,183)	(234,527)

39. Approval of the Financial Statements

The financial statements were approved and authorised for issue by the board of directors on 28 March 2024.

FINANCIAL SUMMARY 財務概要

For the year ended 31 December 2023

截至2023年12月31日止年度

		Year ended 31 December 截至12月31日止年度				
		2019 (Restated) (經重列) HK\$ Million 百萬港元	2020 HK\$ Million 百萬港元	2021 HK\$ Million 百萬港元	2022 HK\$ Million 百萬港元	2023 HK\$ Million 百萬港元
Results	業績					
Revenue	收入	107.6	89.1	87.4	96.9	97.0
Profit/(loss) for the year attributable to owners of the Company	本公司擁有人應佔年內 溢利 (虧損)	2.5	(317.6)	(1,452.6)	(734.6)	(947.4)

		At 31 December 於12月31日				
		2019 (Restated) (經重列) HK\$ Million 百萬港元	2020 HK\$ Million 百萬港元	2021 HK\$ Million 百萬港元	2022 HK\$ Million 百萬港元	2023 HK\$ Million 百萬港元
Assets and liabilities	資產及負債					
Investment properties and property, plant and equipment	投資物業及物業、廠房及 設備	2,800.2	2,875.2	3,001.7	2,547.3	2,187.8
Other intangible assets	其他無形資產	—	—	2.8	—	—
Right-of-use assets	使用權資產	—	54.2	51.8	43.7	39.5
Interests in associates	聯營公司權益	77.1	85.6	335.5	309.5	274.1
Interests in joint ventures	合營企業權益	3,128.9	3,033.4	1,568.4	1,506.3	1,402.9
Financial assets at fair value through profit or loss — non-current	以公允值計量且其變動 計入損益的金融資產 — 非流動	2.8	2.8	167.6	1.6	1.6

SUMMARY OF INVESTMENT PROPERTIES 投資物業概要

For the year ended 31 December 2023

截至2023年12月31日止年度

The following is a list of the Group's investment properties at 31 December 2023:

下列為本集團於2023年12月31日的投資物業清單：

Investment properties in the PRC

位於中國之投資物業

Location 地點	Lease term 租約期限	Purpose 用途	Gross area 建築面積 Sq. ft. 平方呎
1. Basement 1, Basement 2, Level 0 and Level 1 to 3 of East Gate Plaza, 19 Dongzhong Street, Dongcheng District, Beijing, The PRC 中國北京市東城區東中街19號東環廣場地庫1層、地庫2層、夾層及1層至3層	Medium term lease 中期	Commercial 商業	700,427
2. Level 4 to 31 of South Apartment Tower (including 401, 402, 403, 405, 406, 407, 408, 501, 502, 503, 505, 506, 507, 508, 30/F and 31/F), East Gate Plaza, 39 Dongzhong Street, Dongcheng District, Beijing, The PRC 中國北京市東城區東中街39號東環廣場南座公寓樓第4至31層(包括401, 402, 403, 405, 406, 407, 408, 501, 502, 503, 505, 506, 507, 508, 30樓及31樓)	Long lease 長期	Residential 住宅	31,171
3. Level 4 to 31, North Apartment Tower, East Gate Plaza, 19 Dongzhong Street, Dongcheng District, Beijing, The PRC 中國北京市東城區東中街19號東環廣場北座公寓樓第4至31層	Long lease 長期	Residential 住宅	339,993
4. Portion of Level 2-5, 6 and 8 of Hua Po Lou, No. 28 Dong Zhong Jie Jia, Dongcheng District, Beijing, The PRC (Note) 中國北京市東城區東中街甲28號華波樓第2至5、6及8層部分(附註)	Medium term lease 中期	Commercial 商業	10,540

Note: The legal titles of the properties have not been passed to the Group at 31 December 2023.

附註：此等物業之產權於2023年12月31日尚未過戶予本集團。



GRANT INTERNATIONAL HOLDINGS

銀華

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(於香港註冊成立之有限公司)
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