



**CORE ECONOMY
INVESTMENT GROUP LIMITED**
核心經濟投資集團有限公司

(Continued into Bermuda with limited liability)

(Stock Code : 339)

2021 INTERIM REPORT

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CORPORATE INFORMATION

BOARD OF DIRECTORS Executive Directors

Mr. SUN Bo (*Chairman*)

Mr. WANG Daming

Mr. CHAN Cheong Yee¹

Non-executive Directors

Mr. HE Yu

Mr. LIANG Qianyuan²

Ms. LIU Li³

Independent Non-executive Directors

Mr. CHEN Ming

Mr. MOK Ho Ming

Mr. WONG Yan Wai George

CHIEF EXECUTIVE OFFICER

Mr. ZHANG Yufei

COMPANY SECRETARY

Ms. CHEUNG Hoi Ue

AUDITOR

BDO Limited

Certified Public Accountants

REGISTERED OFFICE

Victoria Place, 5th Floor

31 Victoria Street

Hamilton HM 10

Bermuda

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 1805

18/F, Harbour Centre

25 Harbour Road

Wanchai, Hong Kong

PRINCIPAL BANKER

DBS Bank (Hong Kong) Limited

AUDIT COMMITTEE

Mr. MOK Ho Ming (*Chairman*)

Mr. CHEN Ming

Mr. WONG Yan Wai George

REMUNERATION COMMITTEE

Mr. WONG Yan Wai George (*Chairman*)

Mr. MOK Ho Ming

Mr. SUN Bo

NOMINATION COMMITTEE

Mr. SUN Bo (*Chairman*)

Mr. MOK Ho Ming

Mr. WONG Yan Wai George

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Ocorian Management (Bermuda) Limited

Victoria Place, 5th Floor

31 Victoria Street

Hamilton HM 10

Bermuda

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Tricor Tengis Limited

Level 54, Hopewell Centre

183 Queen's Road East

Hong Kong

STOCK CODE

339

¹ Appointed on 18 January 2021 and resigned on 15 June 2021

² Resigned on 15 June 2021

³ Appointed on 15 June 2021

MANAGEMENT DISCUSSION AND ANALYSIS

The board (the "Board") of directors (the "Directors", and each, a "Director") of Core Economy Investment Group Limited (the "Company", together with its subsidiaries, the "Group") is pleased to present the unaudited consolidated interim financial results for the six months ended 30 June 2021 (the "Period").

RESULTS

During the Period, the Group recorded a revenue of approximately HK\$75,000 (2020: Approximately HK\$311,000), loss attributable to owners of the Company of approximately HK\$3,259,000 (2020: Approximately HK\$6,749,000) and basic loss per share of HK\$0.014 (2020: HK\$0.039). The revenue recorded in the Period is generated from dividend income from listed investments as well as bank and other interest income. The decrease in revenue was mainly attributable to decrease in dividend income from listed equity securities during the Period.

The Group's administrative and other operating expenses amounted to approximately HK\$4,837,000 (2020: Approximately HK\$5,678,000). The Group recorded a gain on net change in fair value of financial assets at fair value through profit or loss for the Period of approximately HK\$1,774,000 as compared with a loss of approximately HK\$1,294,000 in the corresponding period of previous year. The decrease in net loss was mainly driven by increase in gain on net change in fair value of financial assets at fair value through profit or loss as a result of the recent upturn in financial market and decrease in administrative and other operating expenses because of implementation of cost saving plan, such result was partially mitigated by decrease in revenue due to reduce in dividend income received.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2021 (2020: HK\$ Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The stock market posted strong gains for the first six-month period thanks to rollout of COVID vaccines and governments fiscal stimulus. However, economic prospects for rich and poor nations have diverged more due to differing access to COVID vaccines; concerns over resurging COVID cases and the spread of the new variants also bring the uncertainty about the market restoration progress. At the beginning of 2021, the PRC government has strengthened the supervision on different sectors, especially on internet finance sector and education sector, leading investors opted to avoid the unknown in China's ongoing regulatory clampdown. Yet, crisis creates opportunities. We will continue to pursue for various investment opportunities to enhance the investment portfolio value.

The Group's portfolio of listed securities as at 30 June 2021 consisted of Tencent Holdings Limited, Alibaba Group Holding Limited, JD.com, Inc., Meituan, CK Hutchison Holdings Limited, Ping An Insurance (Group) Company of China, Ltd., New Silkroad Culturaltainment Limited, Sunac China Holdings Limited, New China Life Insurance Company Ltd., China Taiping Insurance Holdings Company Limited, Baidu, Inc., China Life Insurance Company Limited, Blue Moon Group Holdings Limited, HSBC Holdings Plc, JD Health International Inc. and Sunac Services Holdings Limited. For details of the Group's ten largest investments analysis, please refer to note 15 of the condensed consolidated financial statements.

LIQUIDITY, FINANCIAL RESOURCES AND FUNDING

The Group mainly relies upon shareholders' funds, funds from placing of shares and cash generated from its business operations to finance its operation and expansion. The Group managed the cash and cash equivalents principally based on making good use of capital to achieve returns for shareholders and ensuring sufficient liquidity for the working capital requirements. Cash and cash equivalents stood at HK\$13,074,126 as at 30 June 2021 (At 31 December 2020: HK\$3,904,660). As at 30 June 2021, the consolidated net asset value of the Group was HK\$31,182,091 (At 31 December 2020: HK\$26,981,940) with consolidated net asset value per share of HK\$0.13 (At 31 December 2020: HK\$0.13).

MANAGEMENT DISCUSSION AND ANALYSIS

The Company has completed the placing of 33,400,000 and 40,080,000 new shares of the Company under the general mandate of the Company on 26 May 2020 and 2 February 2021 respectively. The details have been set out as per below:

Date of announcements	Events	Number of shares placed	Placing price	Gross proceeds raised	Net proceeds raised
12 January 2021 and 2 February 2021	Placing of 40,080,000 new shares of the Company under the general mandate of the Company, which was granted to the Directors by the shareholders of the Company at the Company's annual general meeting held on 30 June 2020. ("2021 Placing")	40,080,000 new shares of the Company	HK\$0.188 per placing share	HK\$7.54 million	HK\$7.46 million
29 April 2020 and 26 May 2020	Placing of 33,400,000 new shares of the Company under the general mandate of the Company, which was granted to the Directors by the shareholders of the Company at the Company's annual general meeting held on 14 June 2019. ("2020 Placing")	33,400,000 new shares of the Company	HK\$0.17 per placing share	HK\$5.68 million	HK\$5.56 million

To the best knowledge, information and belief of the Company having made such reasonable enquiry and as informed by the placing agent, each of the placees and their respective ultimate beneficial owners are independent third parties and not connected with the Company and its connected persons as at the date of completion. The placees are professional investors and none of them has become a substantial shareholder of the Company immediately after completion.

MANAGEMENT DISCUSSION AND ANALYSIS

The following table set out the actual use of the net proceeds from the fund-raising exercise for the period ended 30 June 2021, up to this interim report date and brought forward from the previous years:

Date of announcements	Events	Proposed usage	Net proceeds raised	Utilised proceeds	Unutilised proceeds
12 January 2021 and 2 February 2021	2021 Placing	(a) Future investment and business development (b) General working capital	HK\$6.96 million HK\$0.50 million	HK\$6.96 million HK\$0.10 million	- HK\$0.40 million ¹
29 April 2020 and 26 May 2020	2020 Placing	(a) Future investment and business development (b) General working capital	HK\$2.78 million HK\$2.78 million	HK\$2.78 million HK\$2.78 million	- -
25 January 2019, 12 February 2019 and 25 February 2019	Placing of 27,800,000 new shares of the Company under the general mandate of the Company, which was granted to the Directors by the shareholders of the Company at the Company's annual general meeting held on 8 June 2018.	(a) Future investment and business development (b) General working capital	HK\$5.50 million HK\$5.50 million	HK\$5.50 million HK\$5.50 million	- -

Note:

- The unutilised proceeds is expected to be utilised by the end of 31 December 2021.

The Group has no significant liabilities. The Group's accruals and other payables amounted to HK\$90,332 as at 30 June 2021 (At 31 December 2020: HK\$472,459), a lease liability amounted to HK\$3,027,122 (At 31 December 2020: HK\$277,602) and a provision amounted to HK\$300,000 (At 31 December 2020: HK\$Nil). The Group has recognised a right-of-use asset and a lease liability for the office property lease contract. The gearing ratio of the Group, calculated on the basis of the Group's total liabilities over total owners' equity, was 0.11 as at 30 June 2021 (At 31 December 2020: 0.028).

MANAGEMENT DISCUSSION AND ANALYSIS

CAPITAL STRUCTURE

The capital of the Group comprises only ordinary shares as at 30 June 2021 and 31 December 2020. There was no change on the Group's overall capital structure for the six months ended 30 June 2021.

CAPITAL EXPENDITURES

The Group's capital expenditures primarily consisted of expenditures on acquisition of computer equipment, furniture and fixtures, motor vehicles, office equipment and leasehold improvements. During the six months ended 30 June 2021, the Group incurred capital expenditure in the amount of HK\$86,550 (2020: HK\$651,199).

CAPITAL COMMITMENTS

As at 30 June 2021, the Group did not have any significant capital commitments (At 31 December 2020: Nil).

FOREIGN EXCHANGE EXPOSURE

The Board believes that the Group has certain exposure to foreign exchange risk as some of the business transactions of the Group are denominated in Renminbi and United States dollars. The Group currently does not have a foreign currency hedging policy in respect of foreign currency transactions, assets and liabilities. The Board will monitor the foreign currency exposure closely.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2021, the Group has employed a total of 12 employees (2020: 12) including the directors of the Company. The remuneration packages consist of basic salary, mandatory provident fund, medical insurance, and other benefits considered as appropriate. Remuneration packages are generally structured by reference to the prevailing market conditions, individual qualification and performance. They are under periodic review based on individual merit and other market factors. The total staff costs for the six months ended 30 June 2021 amounted to HK\$2,637,859 (2020: HK\$2,421,000).

MANAGEMENT DISCUSSION AND ANALYSIS

CHARGES ON THE GROUP'S ASSETS

As at 30 June 2021, no charges had been created on the Group's assets (At 31 December 2020: Nil).

CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities as at 30 June 2021 (At 31 December 2020: Nil).

EVENTS AFTER THE REPORTING PERIOD

Save as disclosed above, there is no material subsequent event undertaken by the Group after the end of the six months ended 30 June 2021 and up to the date of this report.

SIGNIFICANT INVESTMENT HELD

As at 30 June 2021, the significant investments of the Group are included in the Note 15 to the condensed consolidated financial statements of this report.

FUTURE PLANS RELATING TO MATERIAL INVESTMENT OR CAPITAL ASSET

The Group had not executed any agreement in respect of material investment or capital asset and did not have any other future plans relating to material investment or capital asset as at the date of this report. Nonetheless, if any potential investment opportunity arises in the coming future, the Group will perform feasibility studies and prepare implementation plans to consider whether it is beneficial to the Group and the shareholders of the Company as a whole.

PROSPECTS

Having mentioned in "Business Review" section, the market is experiencing a tumultuous in short run. The Group expect the global economy will be full of challenge in future. The management of the Group will adopt a conservative approach in managing the existing investments in accordance with the Group's investment objectives and policies. On the other hand, the Group will continue to seek and evaluate good investment opportunities to enrich the investment portfolios, aiming to maximize the return for the shareholders of the Company.

OTHER INFORMATION

SHARE OPTION SCHEME

At the special general meeting of the Company held on 16 May 2016, the shareholders of the Company approved the adoption of a share option scheme (the "Share Option Scheme") under which the directors of the Company may grant options to eligible persons ("Eligible Person(s)") to subscribe for the Company's shares subject to the terms and conditions as stipulated therein. Unless otherwise cancelled or amended, the Share Option Scheme will remain valid for a period of 10 years from the date of its adoption. The Share Option Scheme constitutes a share option scheme governed by Chapter 17 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

The Share Option Scheme was adopted on 16 May 2016, details are as follows:

(i) Purpose

The purpose of the Share Option Scheme is to provide the Company with a flexible and effective means of incentivising, rewarding, remunerating, compensating and/or providing benefits to participants.

(ii) Eligible Person

(a) Any executive, i.e. any person who is a full-time or part-time employee or a Director (including executive and non-executive directors) of the Company or any of its subsidiaries at the offer date.

(b) Any non-executive as approved by the Board.

(iii) The total number of shares available for issue under the Share Option Scheme and the percentage of the issued share capital that it represents as at the date of the interim report

(a) The total number of shares which may be issued upon exercise of all options to be granted under the Share Option Scheme and any other schemes must not in aggregate exceed 11,600,000 shares, representing approximately 4.82% of the issued share capital as at 30 June 2021.

(b) The maximum number of shares which may be issued upon exercise of all outstanding options granted and yet to be exercised under the Share Option Scheme and any other schemes of the Company must not exceed 30% of the shares in issue from time to time.

OTHER INFORMATION

SHARE OPTION SCHEME *(continued)*

(iv) **Maximum entitlement of each Eligible Person**

The maximum number of shares issued and to be issued upon the exercise of options granted to each Eligible Person (including both exercised and outstanding options) in any 12-month period shall not exceed 1% of the issued share capital of the Company. Any further grant of share options in excess of this limit is subject to shareholders' approval in general meeting of the Company.

(v) **Timing for exercise of options**

An option may be exercised in accordance with the terms of the Share Option Scheme at any time during a period to be notified by the Directors to each option holder but may not be exercised after the expiry of 10 years from the offer date. The Directors may provide restrictions on the exercise of an option during the period and option may be exercised as a result.

(vi) **The minimum period for which an option must be held before it can be exercised**

Pursuant to the Share Option Scheme, the Directors have discretion to set a minimum period for which an option has to be held before the exercise of the subscription rights attaching thereto.

(vii) **Basis for determination of option price**

The option price per share in relation to an option shall be a price to be determined by the Directors and shall be no less than the highest of:

- (a) the closing price of the shares as stated in the daily quotation sheets issued by The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on the date on which the option is offered to an Eligible Person, which must be a business day;
- (b) the average closing price of the shares as stated in the daily quotation sheets issued by the Stock Exchange for the five business days immediately preceding the offer date; or
- (c) the nominal value of the shares on the offer date.

(viii) **Life of the scheme**

The Share Option Scheme will remain in force for a period of 10 years commencing on 16 May 2016, which was the date of adoption of the Share Option Scheme.

During the reporting period, no option was granted, exercised, cancelled or lapsed under the Share Option Scheme and there was no outstanding option as at 30 June 2021.

OTHER INFORMATION

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND/OR SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY SPECIFIED UNDERTAKING OF THE COMPANY OR ANY OTHER ASSOCIATED CORPORATION

As at 30 June 2021, so far as the Directors are aware, the interests and/or short positions of the Directors and chief executives of the Company in the shares, underlying shares and debentures of the Company, its specific undertaking or any of others associated corporations (within the meaning of Part XV of the Securities and Future Ordinance (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 for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in the Listing Rules, were as follows:

Name of Directors or chief executives	Capacity	Long/ Short position	Number of shares held	Approximate percentage of the issued share capital as at 30 June 2021
LIU Li ¹	Interest of controlled corporation	Long position	57,950,000	24.10%
HE Yu ²	Interest of controlled corporation	Long position	27,800,000	11.56%
SUN Bo	Beneficial owner	Long position	22,275,000	9.26%
ZHANG Yufei	Beneficial owner	Long position	8,000,000	3.33%

Notes:

- Ms. LIU Li holds 99% of Zhongqing Keji Shiye Development Limited* (中擎科技實業發展有限公司) which holds 80% of HK Jin Tai Feng Group Limited, which holds 57,950,000 shares of the Company. By virtue of the SFO, Ms. LIU Li is deemed to be interested in the 57,950,000 shares of the Company.
- The 27,800,000 shares were held by Sun Oxford Co., Limited was solely and wholly owned by Mr. HE Yu. By virtue of the SFO, Mr. HE Yu is deemed to be interested in the 27,800,000 shares of the Company.

Save as disclosed above, at no time during the Period, the Directors or chief executives had any interest in, or had been granted, or exercised, any rights to subscribe for shares of the Company and its specific undertaking or any other associated corporations required to be disclosed pursuant to the SFO.

* for identification purpose only

OTHER INFORMATION

Save as disclosed above, at no time during the Period was the Company or its subsidiaries a party to any arrangement to enable the Directors or chief executives of the Company to hold any interests or short positions in shares or underlying shares in, or debentures of, the Company, its specific undertaking or any other associated corporation.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND/OR SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2021, as far as the Directors are aware, the Company had been notified of the following substantial shareholders' interests or short positions in the shares and underlying shares of the Company (representing 5% or more of the Company's issued share capital) which were recorded in the register of substantial shareholders maintained by the Company under Section 336 of Part XV of the SFO:

Name of substantial shareholders	Capacity	Long/ Short position	Number of shares held	Approximate percentage of the issued share capital as at 30 June 2021
HK Jin Tai Feng Group Limited	Beneficial Owner	Long position	57,950,000	24.10%
Zhongqing Keji Shiye Development Limited* (中擎科技實業發展有限公司) ¹	Interest of controlled corporation	Long position	57,950,000	24.10%
Sun Oxford Co., Limited	Beneficial Owner	Long position	27,800,000	11.56%

Note:

- These shares were held by HK Jin Tai Feng Group Limited. Zhongqing Keji Shiye Development Limited* owned 80% of the issued shares of HK Jin Tai Feng Group Limited and therefore was deemed to be interested in these shares.

Save as disclosed above, as far as the Directors are aware, no other person had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of the Divisions 2 and 3 of Part XV of the SFO, or which was recorded in the register of substantial shareholders required to be kept by the Company pursuant to section 336 of Part XV of the SFO as at 30 June 2021.

OTHER INFORMATION

ARRANGEMENTS TO PURCHASE SHARES OR DEBENTURES

Save as disclosed in the sections headed "DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND/OR SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY SPECIFIED UNDERTAKING OF THE COMPANY OR ANY OTHER ASSOCIATED CORPORATION" and the "SHARE OPTION SCHEME" above in this report, at no time during the reporting period was the Company, a party to any arrangements to enable the Directors and chief executives of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

CHANGE OF INFORMATION OF DIRECTORS AND CHIEF EXECUTIVES

With effect from 18 January 2021, Mr. CHAN Cheong Yee ("Mr. CHAN") has been appointed as an executive Director of the Company and Mr. CHAN has resigned as the executive Director of the Company with effect from 15 June 2021. Please refer to the announcements of the Company dated 18 January 2021 and 15 June 2021 for details.

With effect from 15 June 2021, Mr. LIANG Qianyuan has resigned as the non-executive Director of the Company. Please refer to the announcement of the Company dated 15 June 2021 for details.

With effect from 15 June 2021, Ms. LIU Li has been appointed as the non-executive Director of the Company. Please refer to the announcement of the Company dated 15 June 2021 for details.

Save as disclosed above, there is no other change in the Directors' and chief executive's information required to be disclosed pursuant to Rule 13.51B (1) of the Listing Rules.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as set out in Appendix 10 of the Listing Rules regarding Directors' securities transactions on terms no less exacting than the required standard set out in the Model Code. Having made specific enquiry of all Directors, all the Directors have complied with the required standards as set out in the Model Code and its code of conduct regarding directors' securities transactions throughout the reporting period.

OTHER INFORMATION

CORPORATE GOVERNANCE

The Company is dedicated to maintaining and ensuring high standards of corporate governance practices and the corporate governance principles of the Company are adopted in the best interest of the Company and its shareholders. The Company has established procedures on corporate governance that comply with the requirements of the Corporate Governance Code (the "CG Code") contained in Appendix 14 of the Listing Rules. The Board has reviewed and taken measures to adopt the CG Code as the Company's code of corporate governance practices. During the six months ended 30 June 2021, the Company has complied with the code provisions under the CG Code.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the reporting period.

AUDIT COMMITTEE

The audit committee of the Company (the "Audit Committee"), with its terms of reference established in compliance with the Listing Rules, comprises three independent non-executive Directors, namely Mr. MOK Ho Ming (the chairman of the Audit Committee), Mr. CHEN Ming and Mr. WONG Yan Wai George. The Audit Committee has reviewed with the management of the Company the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2021 including the accounting principles and practices adopted by the Group and has also discussed with management of the Company the financial reporting procedures, internal control and risk management systems.

REVIEW OF ACCOUNTS

The external auditor, BDO Limited, has reviewed the interim financial information for the six months ended 30 June 2021 in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



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 永安中心25樓

To the Board of Directors of Core Economy Investment Group Limited

(continued into Bermuda with limited liability)

INTRODUCTION

We have reviewed the interim condensed consolidated financial statements set out on pages 17 to 36 which comprise the condensed consolidated statement of financial position of Core Economy Investment Group Limited (the "Company") and its subsidiaries (collectively referred to as the "Group") as of 30 June 2021 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six months period then ended, and a summary of significant accounting policies and other explanatory notes (the "condensed consolidated financial statements"). The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). The directors are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34.

Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review. This report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with HKAS 34.

BDO Limited

Certified Public Accountants

Choi Kit Ying

Practising Certificate Number P07387

Hong Kong, 20 August 2021

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2021

	Notes	(Unaudited) Six months ended 30 June	
		2021 HK\$	2020 HK\$
Revenue	6	74,721	310,983
Net change in fair value of financial assets at fair value through profit or loss	7	1,774,293	(1,294,394)
Administrative and other operating expenses		(4,836,842)	(5,677,578)
Finance costs	8	(270,924)	(87,967)
Loss before income tax expense	9	(3,258,752)	(6,748,956)
Income tax expense	10	-	-
Loss for the period attributable to owners of the Company		(3,258,752)	(6,748,956)
Other comprehensive income for the period, net of tax:			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		(206)	(115)
Total comprehensive income for the period attributable to owners of the Company		(3,258,958)	(6,749,071)
Loss per share			
- Basic and diluted	13	(0.014)	(0.039)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	Notes	(Unaudited) As at 30 June 2021 HK\$	(Audited) As at 31 December 2020 HK\$
Non-current assets			
Property, plant and equipment	14	634,829	600,722
Right-of-use asset		3,006,873	405,629
Refundable rental deposit		403,129	403,129
		4,044,831	1,409,480
Current assets			
Financial assets at fair value through profit or loss	15	17,280,648	20,722,381
Prepayments, deposits and other receivables		199,940	1,695,480
Cash and cash equivalents		13,074,126	3,904,660
		30,554,714	26,322,521
Current liabilities			
Accruals and other payables		90,332	472,459
Lease liability		1,099,268	277,602
		1,189,600	750,061
Net current assets		29,365,114	25,572,460
Total assets less current liabilities		33,409,945	26,981,940
Non-current liabilities			
Lease liability		1,927,854	–
Provision		300,000	–
		2,227,854	–
NET ASSETS		31,182,091	26,981,940
Equity attributable to owners of the Company			
Share capital	16	4,809,600	4,008,000
Reserves		26,372,491	22,973,940
TOTAL EQUITY		31,182,091	26,981,940

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2021

	Share capital HK\$	Share premium HK\$	Contributed surplus HK\$	Exchange reserve HK\$	Accumulated losses HK\$	Total HK\$
At 1 January 2020 (audited)	3,340,000	60,791,430	28,040,011	(1,771)	(61,683,003)	30,506,667
Loss for the period	-	-	-	-	(6,748,956)	(6,748,956)
Other comprehensive income for the period:						
Exchange differences arising on translation of foreign operations	-	-	-	(115)	-	(115)
Total comprehensive income for the period	-	-	-	(115)	(6,748,956)	(6,749,071)
Issue of shares (note 16)	668,000	4,896,003	-	-	-	5,564,003
At 30 June 2020 (unaudited)	4,008,000	65,687,433	28,040,011	(1,886)	(68,411,959)	29,321,599
At 1 January 2021 (audited)	4,008,000	65,687,433	28,040,011	3	(70,753,507)	26,981,940
Loss for the period	-	-	-	-	(3,258,752)	(3,258,752)
Other comprehensive income for the period:						
Exchange differences arising on translation of foreign operations	-	-	-	(206)	-	(206)
Total comprehensive income for the period	-	-	-	(206)	(3,258,752)	(3,258,958)
Issue of shares (note 16)	801,600	6,657,509	-	-	-	7,459,109
At 30 June 2021 (unaudited)	4,809,600	72,344,942	28,040,011	(203)	(74,012,259)	(31,182,091)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2021

	Notes	(Unaudited)	
		Six months ended 30 June	
		2021	2020
		HK\$	HK\$
Cash flows from operating activities			
Cash generated from/(used in) operations		2,409,366	(19,647,956)
Dividend income received	6	74,027	310,651
Interest received	6	694	332
Net cash generated from/(used in) operating activities		2,484,087	(19,336,973)
Cash flow from investing activities			
Purchase of property, plant and equipment and net cash used in investing activities		(86,550)	(651,199)
Cash flows from financing activities			
Interest paid on other borrowings	8	(87,710)	(49,111)
Proceeds from issue of shares		7,535,040	5,678,000
Share issue expenses		(75,931)	(113,997)
Principal elements of lease payments		(416,050)	(1,630,499)
Interest on lease liability	8	(183,214)	(38,856)
Net cash generated from financing activities		6,772,135	3,845,537
Net increase/(decrease) in cash and cash equivalents		9,169,672	(16,142,635)
Effect of foreign exchange rate changes		(206)	(115)
Cash and cash equivalents at 1 January		3,904,660	23,308,357
Cash and cash equivalents at 30 June			
Representing cash and cash equivalents		13,074,126	7,165,607

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Core Economy Investment Group Limited (the "Company") was continued into Bermuda as an exempted company with limited liability under Bermuda Companies Act 1981. The address of its registered office is Victoria Place, 5th Floor, 31 Victoria Street, Hamilton HM 10, Bermuda. The address of its principal place of business is Room 1805, 18th Floor, Harbour Centre, 25 Harbour Road, Wanchai, Hong Kong. The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Company acts as an investment holding company and its principal activities are investment and trading of listed and unlisted securities. The Company and its subsidiaries are collectively referred to as the "Group".

2. BASIS OF PREPARATION

These condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA") and applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). These condensed consolidated financial statements were authorised for issue on 20 August 2021.

These condensed consolidated financial statements have been prepared with the same accounting policies adopted in the 2020 annual financial statements, except for those that relate to new standards or interpretations effective for the first time for periods beginning on or after 1 January 2021. The Group has not early adopted any new and revised Hong Kong Financial Reporting Standards (the "HKFRSs") that has been issued but not yet effective in the current accounting period.

The preparation of these condensed consolidated financial statements in compliance with HKAS 34 requires the use of certain judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates. The areas where significant judgments and estimates have been made in preparing the financial statements and their effect are disclosed in note 4 to the condensed consolidated financial statements.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2. BASIS OF PREPARATION *(continued)*

These condensed consolidated financial statements are presented in Hong Kong Dollars (“HK\$”), unless otherwise stated. These condensed consolidated financial statements contain condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2020 annual financial statements. These condensed consolidated financial statements and notes do not include all of the information required for a complete set of financial statements prepared in accordance with HKFRSs and should be read in conjunction with the 2020 consolidated financial statements.

These condensed consolidated financial statements are unaudited, but have been reviewed by BDO Limited in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the HKICPA.

3. CHANGES IN HONG KONG FINANCIAL REPORTING STANDARDS

The HKICPA has issued a number of amendments to HKFRSs that are first effective for the current accounting period of the Group. Of these, the following amendments are relevant to the Group:

Amendments to HKFRS 16	COVID-19-Related Rent Concession
Amendments to HKFRS 4, HKFRS 7, HKFRS 9, HKFRS 16 and HKAS 39	Interest Rate Benchmark Reform – Phase 2

None of these developments have had a material effect on how the Group's results and financial position for the current or prior periods have been prepared or presented in this interim financial report. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

4. USE OF JUDGEMENTS AND ESTIMATES

In preparing these condensed consolidated financial statements, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to 2020 annual financial statements.

5. FAIR VALUE MEASUREMENTS

The carrying amounts of the Group's financial assets and financial liabilities as reflected in the condensed consolidated statement of financial position approximate their respective fair values.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following disclosures of fair value measurements use a fair values hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value:

Level 1 inputs:	quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.
Level 2 inputs:	inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3 inputs:	unobservable inputs for the asset or liability.

The Group's policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer.

The recurring fair value measurements of the Group's financial assets at fair value through profit or loss ("FVTPL") are using the Level 1 of the fair value hierarchy.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

6. REVENUE AND SEGMENT INFORMATION

	(Unaudited)	
	Six months ended 30 June	
	2021	2020
	HK\$	HK\$
Dividend income from listed equity investments	74,027	310,651
Bank interest income	30	54
Other interest income	664	278
Revenue	74,721	310,983
Proceeds from disposals of financial assets at FVTPL	38,395,131	28,511,479

No segment information is presented as all of the revenue and contribution to operating results, assets and liabilities of the Group are attributable to investment activities which are carried out or originated principally in Hong Kong.

7. NET CHANGE IN FAIR VALUE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	(Unaudited)	
	Six months ended 30 June	
	2021	2020
	HK\$	HK\$
Net realised gains on disposals of financial assets at FVTPL	1,692,987	287,549
Net unrealised gains/(losses) on financial assets at FVTPL	81,306	(1,581,943)
	1,774,293	(1,294,394)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

8. FINANCE COSTS

	(Unaudited)	
	Six months ended 30 June	
	2021	2020
	HK\$	HK\$
Interest expense on lease liability	183,214	38,856
Interest expense on other borrowings	87,710	49,111
	270,924	87,967

9. LOSS BEFORE INCOME TAX EXPENSE

	(Unaudited)	
	Six months ended 30 June	
	2021	2020
	HK\$	HK\$
Loss before income tax expense for the period is stated at after charging:		
Auditor's remuneration	48,000	40,000
Depreciation		
– Property, plant and equipment	115,005	124,575
– Right-of-use asset	980,048	1,622,517
Directors' emoluments		
– Fees	1,516,881	1,368,000
Investment management fee (note 11)	–	261,290
Written off of property, plant and equipment	5,088	–

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

10. INCOME TAX EXPENSE

No provision for Hong Kong Profits Tax is required since the Group has no assessable profit for the period (2020: Nil).

As at 30 June 2021, the Group has unused tax losses of HK\$88,927,123 (At 31 December 2020: HK\$82,855,783) available to offset against future profits. No deferred tax asset has been recognised in the condensed consolidated financial statements due to the unpredictability of future profit streams.

11. CONTINUING CONNECTED TRANSACTIONS

The Company entered into an investment management agreement with China Everbright Securities (HK) Limited ("CES"), for the provision of investment management services to the Company for a period of two years from 12 May 2016. On 11 May 2018, the Company entered into a new investment agreement with CES to extend the terms for a further period of two years from 12 May 2018 to 11 May 2020 with the monthly fee and payment term remain unchanged. During the period ended 30 June 2020, the investment management fee of HK\$261,290 was paid by the Company to CES. After the expiration of agreement on 11 May 2020, the management does not appoint a new investment manager and no further investment management fee was charged.

Rule 14A.08 of the Listing Rules provides that where a listed company is an investment company listed under Chapter 21 of the Listing Rules, its connected persons also include an investment manager. Accordingly, the provision of investment management services by CES to the Company under the above-mentioned investment management agreements constitutes continuing connected transactions of the Company under Chapter 14A of the Listing Rules.

12. DIVIDENDS

The directors do not recommend the payment of interim dividend for the six months ended 30 June 2021 (2020: Nil).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

13. LOSS PER SHARE

The calculation of basic loss per share attributable to owners of the Company is based on the loss for the period attributable to owners of the Company of HK\$3,258,752 (2020: HK\$6,748,956) and the weighted average number of 233,394,033 (2020: 173,606,593) ordinary shares in issue during the period.

Diluted loss per share equals to basic loss per share, as there were no potential dilutive ordinary shares issued during the six months ended 30 June 2021 and 2020.

14. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2021, the Group acquired items of property, plant and equipment with a cost of HK\$154,200 (2020: HK\$721,199) and wrote off an item of property, plant and equipment with a net book value of HK\$5,088 (2020: Nil).

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	(Unaudited) 30 June 2021 HK\$	(Audited) 31 December 2020 HK\$
Equity securities, at fair value		
Listed in Hong Kong	16,822,344	12,673,181
Listed outside Hong Kong	458,304	8,049,200
	17,280,648	20,722,381

The investments included above represent investments in listed equity securities that offered the Group the opportunity for return through dividend income and fair value gains. They have no fixed maturity or coupon rate.

The fair values of the listed securities are based on quoted market prices.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Particulars of the Group's financial assets at FVTPL are as follows:

At 30 June 2021

Name of investee company	Place of incorporation	Number of shares held	Proportion of investee's capital owned	Cost HK\$	Market Value HK\$	Fair value gains/(losses) HK\$	Dividend income received during the period HK\$	Dividend cover	Net assets attributable to the Group HK\$
Listed in Hong Kong:									
Tencent Holdings Limited ("Tencent") (note a)	Cayman Islands	10,100	Less than 1%	5,660,760	5,898,400	237,640	16,160	12.64	1,071,465
Alibaba Group Holding Limited ("Alibaba") (note b)	Cayman Islands	21,800	Less than 1%	5,041,900	4,796,000	(245,900)	-	N/A	1,133,024
JD.com, Inc. ("JD") (note c)	Cayman Islands	7,900	Less than 1%	2,256,701	2,412,660	155,959	-	N/A	564,226
Meituan ("Meituan") (note d)	Cayman Islands	3,500	Less than 1%	922,091	1,121,400	199,309	-	N/A	66,683
CK Hutchison Holdings Limited ("CKH Holdings") (note e)	Cayman Islands	17,000	Less than 1%	909,270	1,028,500	119,230	42,500	4.45	2,269,969
New Silkroad Culturaltainment Limited ("New Silkroad") (note g)	Bermuda	1,900,000	Less than 1%	1,202,546	380,000	(822,546)	-	N/A	1,003,783
Sunac China Holdings Limited ("Sunac China") (note h)	Cayman Islands	10,000	Less than 1%	321,000	266,500	(54,500)	-	N/A	320,270
New China Life Insurance Company Ltd. ("NCL") (note i)	People's Republic of China ("PRC")	7,700	Less than 1%	399,245	204,060	(195,185)	-	N/A	299,102
China Taiping Insurance Holdings Company Limited ("China Taiping") (note j)	Hong Kong	14,000	Less than 1%	400,400	180,880	(219,520)	-	N/A	353,105
Baidu, Inc.	Cayman Islands	700	Less than 1%	176,400	139,580	(36,820)	-	N/A	68,142
China Life Insurance Company Limited	PRC	8,000	Less than 1%	194,000	123,200	(70,800)	-	N/A	151,826
Blue Moon Group Holdings Limited	Cayman Islands	10,500	Less than 1%	138,180	115,290	(22,890)	-	N/A	20,930
HSBC Holdings Plc	England	2,400	Less than 1%	178,200	107,640	(70,560)	2,797	2.53	178,058
JD Health International Inc.	Cayman Islands	350	Less than 1%	24,703	38,954	14,251	-	N/A	5,142
Sunac Services Holdings Limited	Cayman Islands	322	Less than 1%	3,735	9,290	5,555	-	N/A	1,198
Listed outside Hong Kong:									
Ping An Insurance (Group) Company of China, Ltd. ("Ping An Insurance") (note f)	PRC	6,000	Less than 1%	523,839	458,304	(65,535)	8,942	12.03	298,321
				18,352,970	17,280,648	(1,072,322)			

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Particulars of the Group's financial assets at FVTPL are as follows: (continued)

At 31 December 2020

Name of investee company	Place of incorporation	Number of shares held	Proportion of investee's capital owned	Cost HK\$	Market Value HK\$	Fair value gains/(losses) HK\$	Dividend income received during the year HK\$	Dividend cover	Net assets/(liabilities) attributable to the Group HK\$
Listed in Hong Kong:									
Alibaba Group Holding Limited	Cayman Islands	14,500	Less than 1%	3,500,500	3,372,700	(127,800)	-	N/A	683,210
Tencent Holdings Limited	Cayman Islands	4,900	Less than 1%	2,488,860	2,763,600	274,740	1,560	9.24	428,551
CK Hutchison Holdings Limited	Cayman Islands	51,000	Less than 1%	2,727,810	2,759,100	31,290	202,836	6.65	6,537,221
CK Asset Holdings Limited	Cayman Islands	30,500	Less than 1%	1,410,600	1,213,900	(196,700)	14,980	6.70	2,928,599
China Pacific Insurance (Group) Co., Ltd.	PRC	10,600	Less than 1%	394,320	321,710	(72,610)	12,535	2.83	282,648
The Wharf (Holdings) Limited	Hong Kong	15,000	Less than 1%	380,250	312,750	(67,500)	4,125	12.53	780,909
Sunac China Holdings Limited	Cayman Islands	10,000	Less than 1%	321,000	286,500	(34,500)	30,535	7.91	321,101
New Silkroad Culturaltainment Limited	Bermuda	1,900,000	Less than 1%	1,202,546	279,300	(923,246)	-	N/A	953,571
JD.com, Inc.	Cayman Islands	800	Less than 1%	180,800	273,600	92,800	-	N/A	57,137
New China Life Insurance Company Ltd.	PRC	7,700	Less than 1%	399,245	232,925	(166,320)	10,687	3.68	299,102
China Taiping Insurance Holdings Company Limited	Hong Kong	14,000	Less than 1%	400,400	196,720	(204,680)	4,200	8.19	353,105
Blue Moon Group Holdings Limited	Cayman Islands	10,500	Less than 1%	138,180	160,230	22,050	-	N/A	5,625
Ming Yuan Cloud Group Holdings Limited	Cayman Islands	3,000	Less than 1%	49,500	143,400	93,900	-	N/A	573
China Life Insurance Company Limited	PRC	8,000	Less than 1%	194,000	136,800	(57,200)	5,757	3.12	151,826
HSBC Holdings Plc	England	2,400	Less than 1%	178,200	97,800	(80,400)	-	N/A	176,637
Tianjin Development Holdings Limited	Hong Kong	44,000	Less than 1%	180,558	65,120	(115,438)	3,423	8.37	460,566
JD Health International Inc.	Cayman Islands	350	Less than 1%	24,708	52,500	27,797	-	N/A	(703)
Sunac Services Holdings Limited	Cayman Islands	322	Less than 1%	3,735	5,526	1,791	-	N/A	1,198
Listed outside Hong Kong:									
PetroChina Company Limited	PRC	475,200	Less than 1%	2,747,198	2,319,166	(428,027)	72,865	1.42	3,760,522
China Petroleum & Chemical Corporation	PRC	420,000	Less than 1%	2,170,413	1,990,497	(179,916)	108,142	(0.14)	3,065,885
Alibaba Group Holding Limited	Cayman Islands	885	Less than 1%	1,537,571	1,590,573	53,002	-	N/A	41,699
Lufax Holding Ltd	Cayman Islands	14,000	Less than 1%	1,482,919	1,535,233	52,314	-	N/A	1,105,434
Ping An Insurance (Group) Company of China, Ltd.	PRC	6,000	Less than 1%	523,839	613,731	89,892	20,869	8.38	298,321
				22,637,142	20,722,381	(1,914,761)			

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS *(continued)*

A brief description of the business and financial information of the listed investee companies that accounted for the Group's ten largest investments at 30 June 2021, based on their published annual and interim reports, is as follows:

- (a) Tencent is principally engaged in providing of value-added services ("VAS") and online advertising services. Tencent operates through three main segments. The VAS segment is mainly involved in provision of online or mobile games, community value-added services and applications across various internet and mobile platforms. The online advertising segment is mainly engaged in display based and performance based advertisements. The others segment is mainly involved in provision of payment related services, cloud services and other services. The audited consolidated profit attributable to owners of Tencent for the year ended 31 December 2020 was approximately HK\$179,779,921,000 (2019: HK\$105,794,878,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of Tencent was approximately HK\$839,078,530,000 (2019: HK\$483,548,955,000). The unaudited consolidated profit attributable to owners of Tencent for the six months ended 30 June 2021 was approximately HK\$108,442,871,000 (2020: HK\$68,345,907,000). As at 30 June 2021, the unaudited consolidated net asset value attributable to owners of Tencent was approximately HK\$1,017,987,021,000 (2020: HK\$586,915,346,000).
- (b) Alibaba is principally engaged in providing the technology infrastructure and marketing reach to its customers including retail and wholesale, logistics services and consumer service business; cloud computing; digital media and entertainment; and innovation initiatives and others. The audited consolidated profit attributable to owners of Alibaba for the year ended 31 March 2021 was approximately HK\$180,399,662,000 (2020: HK\$164,532,605,000). As at 31 March 2021, the audited consolidated net asset value attributable to owners of Alibaba was approximately HK\$1,127,776,410,000 (2020: HK\$828,070,576,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS *(continued)*

- (c) JD was listed in the Stock Exchange in Hong Kong on 18 June 2020. It provides the technology infrastructure to its customers, including online retail and online marketplace through its retail mobile apps and website, the marketing service to business partners, the integrated supply chain solutions and logistics service, primarily including warehousing and distribution services. The audited consolidated profit attributable to owners of JD for the year ended 31 December 2020 was approximately HK\$55,566,054,000 (2019: HK\$13,814,395,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of JD was approximately HK\$223,532,853,000 (2019: HK\$91,474,046,000).
- (d) Meituan is China's leading e-commerce platform for services. It provides a platform using technology to connect consumers and merchants and offers diversified daily services, including food delivery, in-store, hotel and travel booking and other services and sales. The audited consolidated profit attributable to owners of Meituan for the year ended 31 December 2020 was approximately HK\$5,295,440,000 (2019: HK\$2,538,316,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of Meituan was approximately HK\$116,440,319,000 (2019: HK\$102,935,657,000).
- (e) CKH Holdings is principally engaged in provision of ports and related services, health and beauty retail services, infrastructure, energy as well as telecommunications. The audited consolidated profit attributable to owners of CKH Holdings for the year ended 31 December 2020 was approximately HK\$29,143,000,000 (2019: HK\$39,830,000,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of CKH Holdings was approximately HK\$494,296,000,000 (2019: HK\$464,285,000,000). The unaudited consolidated profit attributable to owners of CKH Holdings for the six months ended 30 June 2021 was approximately HK\$18,300,000,000 (2020: HK\$13,000,000,000). As at 30 June 2021, the unaudited consolidated net asset value attributable to owners of CKH Holdings was approximately HK\$513,733,000,000 (2020: HK\$465,811,000,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS *(continued)*

- (f) Ping An Insurance is principally engaged in provision of integrated financial products and services and is engaged in life insurance, property and casualty insurance, trust, securities and other assets management as well as banking. The audited consolidated profit attributable to owners of Ping An Insurance for the year ended 31 December 2020 was approximately HK\$160,943,445,000 (2019: HK\$169,397,657,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of Ping An Insurance was approximately HK\$908,895,264,000 (2019: HK\$752,257,418,000).
- (g) New Silkroad is principally engaged in the development and operation of integrated resort and cultural tourism in South Korea, development and operation of real estate in South Korea and Australia, production and distribution of wine in the PRC and operation of entertainment business in South Korea. The audited consolidated loss attributable to owners of New Silkroad for the year ended 31 December 2020 was approximately HK\$92,028,000 (2019: HK\$188,729,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of New Silkroad was approximately HK\$1,694,593,000 (2019: HK\$1,708,499,000).
- (h) Sunac China is principally engaged in the businesses of property development and investment, property management services and operations in the PRC. The audited consolidated profit attributable to owners of Sunac China for the year ended 31 December 2020 was approximately HK\$40,088,557,000 (2019: HK\$29,509,985,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of Sunac China was approximately HK\$149,735,424,000 (2019: HK\$92,834,355,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS *(continued)*

- (i) NCI is principally engaged in acting as an agent for domestic and foreign insurance institution for insurance including life insurance, health insurance, accident and casualty insurance in the PRC. The audited consolidated profit attributable to owners of NCI for the year ended 31 December 2020 was approximately HK\$16,076,462,000 (2019: HK\$16,506,994,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of NCI was approximately HK\$121,176,897,000 (2019: HK\$94,373,993,000).

- (j) China Taiping is principally engaged in acting as an agent for life insurance, PRC and overseas property and casualty insurance, reinsurance, pension and group life insurance. The audited consolidated profit attributable to owners of China Taiping for the year ended 31 December 2020 was approximately HK\$6,548,980,000 (2019: HK\$9,008,522,000). As at 31 December 2020, the audited consolidated net asset value attributable to owners of China Taiping was approximately HK\$90,647,452,000 (2019: HK\$76,307,604,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

16. SHARE CAPITAL

	(Unaudited) 30 June 2021 HK\$	(Audited) 31 December 2020 HK\$
Authorised:		
1,000,000,000 ordinary shares of HK\$0.02 each	20,000,000	20,000,000
Issued and fully paid:		
240,480,000 (At 31 December 2020: 200,400,000) ordinary shares of HK\$0.02 each	4,809,600	4,008,000
	Number of	Nominal
	Notes	value of
	shares issued	shares issued
		HK\$
At 1 January 2020	167,000,000	3,340,000
Issue of shares	(a) 33,400,000	668,000
At 31 December 2020 and 1 January 2021	200,400,000	4,008,000
Issue of shares	(b) 40,080,000	801,600
At 30 June 2021	240,480,000	4,809,600

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

16. SHARE CAPITAL *(continued)*

Notes:

- (a) On 29 April 2020, the Company and Bonus Eventus Securities Limited entered into a placing agreement in respect of the placement of 33,400,000 ordinary shares of HK\$0.02 each ("the 2020 Placing Shares") to independent investors at a price of HK\$0.17 each. The placement was completed on 26 May 2020 and the 2020 Placing Shares were issued and allotted to not less than six placees, at the placing price of HK\$0.17 each. To the best knowledge, information and belief of the Company having made such reasonable enquiry and as informed by the placing agent, each of the placees and their respective ultimate beneficial owners are independent third parties and not connected with the Company and its connected persons as at the date of completion. The placees are professional investors and none of them has become a substantial shareholder of the Company immediately after completion. The premium on issue of shares amounting to HK\$4,896,003 (net of share issue expenses of HK\$113,997) was credited to the Company's share premium account.
- (b) On 12 January 2021, the Company and CNI Securities Group Limited entered into a placing agreement in respect of the placement of 40,080,000 ordinary shares of HK\$0.02 each ("the 2021 Placing Shares") to independent investors at a price of HK\$0.188 each. The placement was completed on 2 February 2021 and the 2021 Placing Shares were issued and allotted to not less than six placees, at the placing price of HK\$0.188 each. To the best knowledge, information and belief of the Company having made such reasonable enquiry and as informed by the placing agent, each of the placees and their respective ultimate beneficial owners are independent third parties and not connected with the Company and its connected persons as at the date of completion. The placees are professional investors and none of them has become a substantial shareholder of the Company immediately after completion. The premium on issue of shares amounting to HK\$6,657,509 (net of share issue expenses of HK\$75,931) was credited to the Company's share premium account.

17. NET ASSET VALUE PER SHARE

The net asset value per share is HK\$0.13 as at 30 June 2021 (At 31 December 2020: HK\$0.13). The calculation is based on the net assets of the Group as at 30 June 2021 of HK\$31,182,091 (At 31 December 2020: HK\$26,981,940) and the number of ordinary shares of 240,480,000 (At 31 December 2020: 200,400,000) in issue as at that date.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

18. RELATED PARTY TRANSACTIONS

Key management compensation

The key management personnel of the Group comprises all directors and the chief executive officer. Details of their emoluments are disclosed below:

	(Unaudited)	
	Six months ended 30 June	
	2021	2020
	HK\$	HK\$
Fees	1,516,881	1,368,000
Salaries	60,000	60,000
Retirement benefit scheme contributions	19,427	12,000
	1,596,308	1,440,000

19. CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities at 30 June 2021 (At 31 December 2020: Nil).

20. IMPACTS OF COVID-19 PANDEMIC

Since January 2020, the outbreak of Novel Coronavirus ("COVID-19") has dealt a big blow on the global business environment. In preparing the condensed consolidated financial statements, the Group applies fair value approach to measure its financial assets at FVTPL. Since 2020, fair value of the Group's financial assets at FVTPL has been suffering from fluctuations due to the COVID-19 outbreak. The impact will largely depend on duration of the outbreak.

In view of the development and spread of COVID-19 subsequent to the date of this report, further changes in economic conditions arising thereof may have negative impact on the financial results of the Group, the extent of which could not be estimated as at the date of this report. The Group will keep monitoring to the situation of the COVID-19 and react actively to its impact on the financial position and operating results of the Group.

21. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

The unaudited condensed consolidated financial statements were approved and authorised for issue by the board of directors on 20 August 2021.