



**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)

**INTERIM REPORT
2023**

CONTENTS

	Pages
Corporate Information	2
Management Discussion and Analysis	3
Other Information	7
Report on Review of Condensed Consolidated Financial Statements	13
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	15
Condensed Consolidated Statement of Financial Position	16
Condensed Consolidated Statement of Changes in Equity	17
Condensed Consolidated Statement of Cash Flows	18
Notes to the Condensed Consolidated Financial Statements	19

CORPORATE INFORMATION

BOARD OF DIRECTORS Executive Directors

Mr. SUN Bo (*Chairman*)
Mr. WANG Daming

Non-executive Directors

Mr. HE Yu
Ms. LIU Li*
Ms. YAN Jia#

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

LIF & Wong CPA Limited
*Certified Public Accountants and
Registered Public Interest Entity Auditors*

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

* Resigned on 12 May 2023

Appointed on 12 May 2023

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

PRINCIPAL BANKER

DBS Bank (Hong Kong) Limited

STOCK CODE

339

WEBSITE

www.ceig.hk

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 2023 (the "Period").

RESULTS

During the Period, the Group recorded a revenue of approximately HK\$194,000 (2022: Approximately HK\$164,000), other income of approximately HK\$185,000 (2022: Nil), loss attributable to owners of the Company of approximately HK\$2,255,000 (2022: Approximately HK\$6,579,000) and basic loss per share of HK\$0.009 (2022: HK\$0.027). The revenue recorded in the Period is generated from dividend income from listed investments as well as bank and other interest income. The increase in revenue was mainly attributable to increase in dividend income from listed equity securities during the Period.

The Group's administrative and other operating expenses amounted to approximately HK\$4,015,000 (2022: Approximately HK\$3,867,000). 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\$1,442,000 as compared with a loss of approximately HK\$2,672,000 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 recovery in financial market.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2023 (2022: Nil).

BUSINESS REVIEW

At the start of 2023, the mature stock markets demonstrated robust performance, thanks to an expansion of stock market valuations and relaxation of COVID-19 measures. The investment market outlook was optimistic, and most asset classes recorded substantial gains. Despite this, the US Federal Reserve's unwavering commitment to raising interest rates to counteract inflation has dimmed the outlook for the global stock market in the latter half of 2023. Looking ahead, it is anticipated that a combination of a weakened economy and slowing inflation will provide the Federal Reserve with greater flexibility to ease monetary policy towards the end of the year. China will also adopt further stimulus measures to support its economy. Nevertheless, heightened tensions between the United States and China are expected to cast a shadow over markets. Consequently, investors are advised to exercise caution and remain vigilant in evaluating valuation and fundamental data. The Company maintains a conservative investment approach in its efforts to manage the risks associated with economic recession and uncertainty.

MANAGEMENT DISCUSSION AND ANALYSIS

The Group's portfolio of listed securities as at 30 June 2023 consisted of DT Capital Limited, Tencent Holdings Limited, Alibaba Group Holding Limited, Sunac China Holdings Limited, New Silkroad Culturaltainment Limited and China Evergrande Group.

LIQUIDITY, FINANCIAL RESOURCES AND FUNDING

The Group mainly relies upon shareholders' funds, loans from a director, 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.

The Group had non-interest-bearing loans from a Director of HK\$3,000,000 as at 30 June 2023 (At 31 December 2022: HK\$3,000,000) which will be repayable on 31 December 2023. Details of the loans from the Director are disclosed in the section "Loans from a Director" below.

Cash and cash equivalents stood at HK\$230,605 as at 30 June 2023 (At 31 December 2022: HK\$323,642). As at 30 June 2023, the consolidated net asset value of the Group was HK\$5,395,249 (At 31 December 2022: HK\$7,650,684) with consolidated net asset value per share of HK\$0.02 (At 31 December 2022: HK\$0.03).

Loans from a Director

On 8 June 2022, 24 June 2022 and 11 November 2022, the Company entered into three loan agreements with Mr. SUN Bo ("Mr. SUN"), an executive Director and one of the shareholders of the Company, pursuant to which Mr. SUN agreed to provide three loans to the Company with the principal amount of HK\$500,000, HK\$1,000,000 and HK\$1,500,000 respectively. The purpose of the loans is to support the day-to-day operation of the Group. The loans did not bear any interest and were repayable within six months. On 28 April 2023, the Company entered into loan extension agreements with Mr. SUN to further extend the maturity dates of loans to 31 December 2023. The loans will be repayable on 31 December 2023. As at 30 June 2023, HK\$3,000,000 has been drawn and all the fund has been used as working capital of the Group.

During the Period, the Company did not carry out any fund raising activities.

The Group's accruals and other payables amounted to HK\$2,630,142 as at 30 June 2023 (At 31 December 2022: HK\$1,745,833), a lease liability amounted to HK\$696,234 (At 31 December 2022: HK\$1,329,542) and a provision amounted to HK\$300,000 (At 31 December 2022: HK\$300,000). 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 1.23 as at 30 June 2023 (At 31 December 2022: 0.833).

MANAGEMENT DISCUSSION AND ANALYSIS

WAIVER OF DIRECTOR FEE

On 12 May 2023, Ms. LIU Li has agreed to waive the director fee of HK\$229,204, being the director emoluments for acting as a non-executive Director of the Company from 15 June 2021 to 12 May 2023.

CAPITAL STRUCTURE

The capital of the Group comprises only ordinary shares as at 30 June 2023 and 31 December 2022. There was no change on the Group's overall capital structure for the six months ended 30 June 2023.

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 2023, the Group did not incur any capital expenditure (2022: Nil).

CAPITAL COMMITMENTS

As at 30 June 2023, the Group did not have any significant capital commitments (At 31 December 2022: 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 2023, the Group has employed a total of 12 employees (At 31 December 2022: 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 2023 amounted to HK\$2,377,452 (2022: HK\$2,421,000).

CHARGES ON THE GROUP'S ASSETS

As at 30 June 2023, no charges had been created on the Group's assets (At 31 December 2022: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities as at 30 June 2023 (At 31 December 2022: Nil).

PROSPECTS

Having mentioned in "Business Review" section, the market is experiencing a tumultuous in short run. The Group expects 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.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisition and disposal of subsidiaries, associates or joint venture during the Period.

SIGNIFICANT INVESTMENT HELD

As at 30 June 2023, 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.

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 2023.

(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 2023.

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 2023, 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 specified undertaking or any of other 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 2023
HE Yu ¹	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%

Note:

- 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, as at 30 June 2023, none of the Directors or chief executives of the Company had, or were deemed to have, any interests or short positions in the shares, underlying shares and debentures of the Company, its specified undertaking or 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 contained in the Listing Rules.

OTHER INFORMATION

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

As at 30 June 2023, 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 2023
HK Jin Tai Feng Group Limited ¹	Beneficial Owner	Long position	57,950,000	24.10%
Zhongqing Keji Shiye Development Limited* (中肇科技實業發展有限公司) ¹	Interest of controlled corporation	Long position	57,950,000	24.10%
Ms. LIU Li 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%
Mr. CHENG Yun Hang	Beneficial owner	Long position	13,200,000	5.49%

Note:

- Based on the disclosure of interest form submitted by this substantial shareholder, these shares were held by HK Jin Tai Feng Group Limited. Ms. LIU Li holds 99% of Zhongqing Keji Shiye Development Limited* (中肇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 held by HK Jin Tai Feng Group Limited, representing 24.10% of the entire issued share capital of the Company.

Save as disclosed above, as at 30 June 2023, no other persons or corporations had/or were deemed to have, interests 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 2023.

* For identification purpose only

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.

DIRECTORS' MATERIAL INTERESTS IN TRANSACTIONS, ARRANGEMENTS AND CONTRACTS THAT ARE SIGNIFICANT IN RELATION TO THE GROUP'S BUSINESS

No transactions, arrangements and contracts of significance in relation to the Group's business to which the Company and any of its subsidiaries was a party and in which any Director of the Company had a material interest, whether directly or indirectly, subsisted at the end of the Period or at any time during the Period.

DIRECTORS' INTERESTS IN COMPETING BUSINESS

For the period ended 30 June 2023 and up to the date of this report, none of the Directors or their respective associates (as defined in the Listing Rules) had any interest in any business which were in competition or were likely to compete, either directly or indirectly, with the Company's business which needs to be disclosed pursuant to Rule 8.10 of the Listing Rules.

CHANGE OF INFORMATION OF DIRECTORS AND CHIEF EXECUTIVES

With effect from 12 May 2023, Ms. LIU Li has resigned as a non-executive Director of the Company and Ms. YAN Jia has been appointed as a non-executive Director of the Company. Please refer to the announcement of the Company dated 12 May 2023 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 Period.

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 2023, the Company has complied with the code provisions under the CG Code.

OTHER INFORMATION

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 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 2023 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, LIF & Wong CPA Limited, has reviewed this report and the condensed consolidated financial statements for the six months ended 30 June 2023 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.

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 2023 and up to the date of this report.

APPRECIATION

The Board would like to take this opportunity to express its appreciation to the staff and management team of the Group for their hard work and dedication during the Period. The Board would also like to express its sincere gratitude to all the shareholders of the Company for their continuous support.

On behalf of the Board

Mr. SUN Bo

Chairman

Hong Kong, 29 August 2023

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

LIF & WONG CPA LIMITED

理賢蒼會計師事務所有限公司

**To the Board of Directors of
Core Economy Investment Group Limited**

(Continued into Bermuda with limited liability)

INTRODUCTION

We have reviewed the condensed consolidated financial statements set out on pages 15 to 32 which comprise the condensed consolidated statement of financial position of Core Economy Investment Group Limited (the "Company") and its subsidiaries (together, the "Group") as of 30 June 2023 and the 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, comprising significant accounting policies and other explanatory information. 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 of the Company 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 and to report our conclusion 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 these condensed consolidated financial statements 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 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 of the Group are not prepared, in all material respects, in accordance with HKAS 34.

LIF & WONG CPA LIMITED

Certified Public Accountants

Hong Kong, 29 August 2023

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2023

	Notes	(Unaudited)	
		Six months ended 30 June	
		2023	2022
		HK\$	HK\$
Revenue	6	193,710	164,418
Other income	7	185,333	–
Net change in fair value of financial assets at fair value through profit or loss	8	1,442,041	(2,671,934)
Administrative and other operating expenses		(4,015,002)	(3,867,006)
Finance costs	9	(61,030)	(204,962)
Loss before income tax expense	10	(2,254,948)	(6,579,484)
Income tax expense	11	–	–
Loss for the period attributable to owners of the Company		(2,254,948)	(6,579,484)
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		(487)	(441)
Total comprehensive income for the period attributable to owners of the Company		(2,255,435)	(6,579,925)
Loss per share			
– Basic and diluted	13	(0.009)	(0.027)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2023

	Notes	(Unaudited) As at 30 June 2023 HK\$	(Audited) As at 31 December 2022 HK\$
Non-current assets			
Property, plant and equipment	14	242,063	339,883
Right-of-use asset		619,345	1,216,227
Refundable rental deposit		403,129	403,129
		1,264,537	1,959,239
Current assets			
Financial assets at fair value through profit or loss	15	10,306,930	11,413,341
Prepayments, deposits and other receivables		219,553	329,837
Cash and cash equivalents		230,605	323,642
		10,757,088	12,066,820
Current liabilities			
Accruals and other payables		2,630,142	1,745,833
Director's loans	16	3,000,000	3,000,000
Lease liability		696,234	1,303,657
		6,326,376	6,049,490
Net current assets		4,430,712	6,017,330
Total assets less current liabilities		5,695,249	7,976,569
Non-current liabilities			
Lease liability		–	25,885
Provision		300,000	300,000
		300,000	325,885
NET ASSETS		5,395,249	7,650,684
Equity attributable to owners of the Company			
Share capital	17	4,809,600	4,809,600
Reserves		585,649	2,841,084
TOTAL EQUITY		5,395,249	7,650,684

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2023

	Share Capital HK\$	Share Premium HK\$	Contributed Surplus HK\$	Exchange Reserve HK\$	Accumulated Losses HK\$	Total HK\$
At 1 January 2022 (audited)	4,809,600	72,344,942	28,040,011	228	(85,745,445)	19,449,336
Loss for the period	-	-	-	-	(6,579,484)	(6,579,484)
Other comprehensive income for the period:						
Exchange differences arising on translation of foreign operations	-	-	-	(441)	-	(441)
Total comprehensive income for the period	-	-	-	(441)	(6,579,484)	(6,579,925)
At 30 June 2022 (unaudited)	4,809,600	72,344,942	28,040,011	(213)	(92,324,929)	12,869,411
At 1 January 2023 (audited)	4,809,600	72,344,942	28,040,011	(441)	(97,543,428)	7,650,684
Loss for the period	-	-	-	-	(2,254,948)	(2,254,948)
Other comprehensive income for the period:						
Exchange differences arising on translation of foreign operations	-	-	-	(487)	-	(487)
Total comprehensive income for the period	-	-	-	(487)	(2,254,948)	(2,255,435)
At 30 June 2023 (unaudited)	4,809,600	72,344,942	28,040,011	(928)	(99,798,376)	5,395,249

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2023

	Notes	(Unaudited)	
		Six months ended 30 June	
		2023	2022
		HK\$	HK\$
Cash flows from operating activities			
Cash generated from/(used in) operations		408,078	(841,065)
Dividend income received	6	193,412	164,398
Interest received	6	298	20
Net cash generated from/(used in) operating activities		601,788	(676,647)
Cash flows from financing activities			
Proceed from director's loans	16	–	1,500,000
Interest paid on other borrowings	9	–	(75,876)
Principal elements of lease payments		(633,308)	(565,252)
Interest on lease liability	9	(61,030)	(129,086)
Net cash (used in)/generated from financing activities		(694,338)	729,786
Net (decrease)/increase in cash and cash equivalents		(92,550)	53,139
Effect of foreign exchange rate changes		(487)	(441)
Cash and cash equivalents at 1 January		323,642	1,419,050
Cash and cash equivalents at 30 June			
Representing cash and cash equivalents		230,605	1,471,748

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".

These condensed consolidated financial statements are presented in Hong Kong Dollars ("HK\$"), unless otherwise stated.

The condensed consolidated financial statements have not been audited.

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 accounting policies applied in these condensed consolidated financial statements are consistent with those of the annual consolidated financial statements for the year ended 31 December 2022, except for those that relate to new standards or interpretations effective for the first time for periods beginning on or after 1 January 2023. 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.

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 annual consolidated financial statements for the year ended 31 December 2022.

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

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 HKAS 8	Definition of Accounting Estimates
Amendments to HKAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies
HKFRS 17 (Including the October 2020 and February 2022 Amendments to HKFRS 17)	Insurance Contracts and the related Amendments

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 these condensed consolidated financial statements. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

4. USE OF JUDGEMENTS AND ESTIMATES

Except for the estimation of fair value of certain financial assets, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty in preparing these condensed consolidated financial statements, were the same as those that applied to the annual consolidated financial statements for the year ended 31 December 2022.

Estimation of the fair value of certain financial assets

The fair value of financial assets at fair value through profit or loss ("FVTPL") that suspended for trading on the Stock Exchange are determined using valuation technique. The Group uses its judgement to select comparable companies and makes assumptions that are mainly based on market conditions existing at the end of reporting period. Detail information about the valuation technique is disclosed in note 5.

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.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5. FAIR VALUE MEASUREMENTS *(continued)*

(a) Fair value hierarchy

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 and the inputs to valuation techniques used to measure fair value:

Level 1: Fair value measured using only Level 1 inputs, i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date;

Level 2: Fair value measured based on valuation techniques using Level 2 inputs, i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs; or

Level 3: Fair value measured based on valuation techniques using significant unobservable inputs (i.e. not derived from market data).

The fair value of the Group's financial assets traded in active markets is based on quoted market prices for identical items at the end of the reporting period. An active market represents a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide information on an ongoing basis. These financial assets of listed equity securities are included in Level 1 of fair value measurements.

For certain listed equity securities held by the Group, the trading of which on the Stock Exchange has been halted and remained suspended at the end of the reporting period (the "Suspended Equity Securities"). The Suspended Equity Securities are included in Level 3 of the fair value measurements and their fair values at the end of the reporting period are determined by independent professional valuer using valuation in accordance with generally accepted valuation methodology. The management of the Group works closely with the valuer to establish the appropriate valuation techniques and inputs to the valuation.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5. FAIR VALUE MEASUREMENTS (continued)

(a) Fair value hierarchy (continued)

The following table presents the Group's financial assets at FVTPL measured and recognised at fair value at the end of the reporting period on recurring basis:

	Level 1 HK\$	Level 2 HK\$	Level 3 HK\$	Total HK\$
At 30 June 2023 (Unaudited)				
Financial assets at FVTPL				
– Listed equity securities excluding the Suspended Equity Securities	10,240,730	–	–	10,240,730
– Suspended Equity Securities	–	–	66,200	66,200
	10,240,730	–	66,200	10,306,930
At 31 December 2022 (Audited)				
Financial assets at FVTPL				
– Listed equity securities excluding the Suspended Equity Securities	10,335,141	–	–	10,335,141
– Suspended Equity Securities	–	–	1,078,200	1,078,200
	10,335,141	–	1,078,200	11,413,341

(b) Valuation techniques and fair value measurements using significant unobservable inputs (Level 3)

The valuation techniques and significant unobservable inputs used in the fair value measurements with Level 3 for the six months ended 30 June 2023:

	(Unaudited) Fair value at 30 June 2023 HK\$	(Audited) Fair value at 31 December 2022 HK\$	Valuation techniques	Unobservable inputs *	Range of inputs	Relationship of unobservable inputs to fair value
Suspended Equity Securities	66,200	1,078,200	Market approach	Discounts for market trend	64.75% (2022: 33.74% – 37.23%)	10% increase/decrease in the discounts for market trend would result in decrease/increase in fair value by approximately HK\$19,000 (2022: HK\$164,000).
				Discounts for lack of marketability	33.22% (2022: 33.73%)	10% increase/decrease in the discounts for lack of marketability would result in decrease/increase in fair value by approximately HK\$10,000 (2022: HK\$162,000).

* There were no significant inter-relationships between unobservable inputs that materially affect fair values.

Market approach is adopted by applying the average discounts for market trend from the comparable companies, which have similar business nature with the Suspended Equity Securities, and discounts for lack of marketability to the latest quoted prices or observable market data upon suspension of the Suspended Equity Securities.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5. FAIR VALUE MEASUREMENTS *(continued)*

(c) Transfers between Levels 1 and 3

The Group recognises and determines any transfers into and transfers out of any level of fair value hierarchy as at the end of each reporting period or date of the change in circumstances that caused the transfer. As at 1 January 2022, the fair values of the financial assets at FVTPL were based on the quoted market prices on the relevant stock exchange, which were within Level 1 fair value measurements. As it is no longer possible to determine the fair value of the Suspended Equity Securities using quoted prices or observable market data after the suspension during the year ended 31 December 2022, there were transfers of fair value measurements of financial assets at FVTPL from Level 1 to Level 3 for the Suspended Equity Securities amounted to HK\$2,480,900, which were determined by their latest quoted prices upon the suspension of trading. As at 31 December 2022 and 30 June 2023, the fair values of the Suspended Equity Securities were determined by independent professional valuer using valuation in accordance with generally accepted valuation methodology. During the current reporting period, certain Suspended Equity Securities has resumed trading. Accordingly, equity securities amounted to HK\$864,300, which were determined by the fair values of the equity securities of 31 December 2022, were transferred out of Level 3 to Level 1 equity securities investments during the six months ended 30 June 2023 as the Group measured its fair value with reference to market. Save as the transfers of Suspended Equity Securities between Levels 1 and 3 explained above, there were no other transfers between the levels of the fair value hierarchy for the six months ended 30 June 2023 and 2022. The movements in fair value measurements in Level 3 are as follows:

	(Unaudited)	(Audited)
	As at	As at
	30 June	31 December
	2023	2022
	HK\$	HK\$
Financial assets at FVTPL – Suspended Equity Securities		
At 1 January	1,078,200	–
Transfers (to)/from Level 1	(864,300)	2,480,900
Unrealised losses charged to profit or loss	(147,700)	(1,402,700)
At 30 June/31 December	66,200	1,078,200

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

6. REVENUE AND SEGMENT INFORMATION

	(Unaudited)	
	Six months ended 30 June	
	2023	2022
	HK\$	HK\$
Dividend income from listed equity investments	193,412	164,398
Bank interest income	73	20
Other interest income	225	–
Revenue	193,710	164,418
Proceeds from disposals of financial assets at FVTPL	2,715,290	14,757,090

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. OTHER INCOME

During the six months ended 30 June 2023, other income of HK\$185,333 (2022: Nil) was recognised from waiver of accrued director's remuneration.

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

	(Unaudited)	
	Six months ended 30 June	
	2023	2022
	HK\$	HK\$
Net realised (losses)/gains on disposals of financial assets at FVTPL	(698,438)	1,044,294
Net unrealised gains/(losses) on financial assets at FVTPL	2,140,479	(3,716,228)
	1,442,041	(2,671,934)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

9. FINANCE COSTS

	(Unaudited)	
	Six months ended 30 June	
	2023	2022
	HK\$	HK\$
Interest expense on lease liability	61,030	129,086
Interest expense on other borrowings	–	75,876
	61,030	204,962

10. LOSS BEFORE INCOME TAX EXPENSE

	(Unaudited)	
	Six months ended 30 June	
	2023	2022
	HK\$	HK\$
Loss before income tax expense for the period is stated at after charging:		
Auditor's remuneration	50,000	48,000
Depreciation		
– Property, plant and equipment	97,820	97,820
– Right-of-use asset	596,882	596,882
Directors' emoluments		
– Fees	1,324,452	1,368,000

11. INCOME TAX EXPENSE

No provision for Hong Kong Profits Tax is required since the Group has no assessable profit for the period (2022: Nil).

As at 30 June 2023, the Group has unused tax losses of HK\$106,628,362 (At 31 December 2022: HK\$101,719,030) and unrealised losses from financial assets at FVTPL of HK\$9,313,709 (At 31 December 2022: HK\$10,760,222) 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.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

12. DIVIDENDS

The directors do not recommend the payment of interim dividend for the six months ended 30 June 2023 (2022: Nil).

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\$2,254,948 (2022: HK\$6,579,484) and the weighted average number of 240,480,000 (2022: 240,480,000) 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 2023 and 2022.

14. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2023 and 2022, the Group did not acquire and dispose of any item of property, plant and equipment.

15. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	(Unaudited) 30 June 2023 HK\$	(Audited) 31 December 2022 HK\$
Equity securities excluding Suspended Equity Securities, at fair value		
– Listed in Hong Kong	10,240,730	9,462,159
– Listed outside Hong Kong	–	872,982
	10,240,730	10,335,141
Suspended Equity Securities in Hong Kong, at fair value	66,200	1,078,200
	10,306,930	11,413,341

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.

Except for the Suspended Equity Securities, the fair values of the listed securities are based on quoted market prices. Details of fair value measurements of equity securities are disclosed in note 5.

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 2023

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/(liabilities) attributable to the Group HK\$
Equity securities excluding Suspended Equity Securities									
- Listed in Hong Kong:									
DT Capital Limited ("DT Capital")	Cayman Islands	35,670,000	Less than 2%	1,397,172	3,602,670	2,205,498	-	N/A	1,013,277
Tencent Holdings Limited ("Tencent")	Cayman Islands	9,500	Less than 1%	5,189,012	3,150,200	(2,038,812)	192,038	1.40	832,626
Alibaba Group Holding Limited ("Alibaba")	Cayman Islands	32,300	Less than 1%	7,015,900	2,622,760	(4,393,140)	-	N/A	1,679,432
Sunac China Holdings Limited ("Sunac China")	Cayman Islands	430,000	Less than 1%	2,776,106	593,400	(2,182,706)	-	N/A	5,205,113
New Silkroad Culturaltainment Limited ("New Silkroad")	Bermuda	1,900,000	Less than 1%	1,202,546	271,700	(930,846)	-	N/A	664,654
Suspended Equity Securities in Hong Kong:									
China Evergrande Group ("Evergrande")	Cayman Islands	310,000	Less than 1%	2,039,903	66,200	(1,973,703)	-	N/A	(13,228,277)
				<u>19,620,639</u>	<u>10,306,930</u>	<u>(9,313,709)</u>			

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 2022

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 attributable to the Group HK\$
Equity securities excluding Suspended Equity Securities									
- Listed in Hong Kong:									
Tencent Holdings Limited	Cayman Islands	11,900	Less than 1%	6,499,920	3,974,600	(2,525,320)	148,770	14.75	1,012,070
Alibaba Group Holding Limited	Cayman Islands	32,300	Less than 1%	7,015,900	2,786,875	(4,230,025)	-	N/A	1,630,418
DT Capital Limited	Cayman Islands	37,230,000	Less than 2%	1,458,276	2,122,110	663,834	-	N/A	1,419,670
New Silkroad Culturalainment Limited	Bermuda	1,900,000	Less than 1%	1,202,546	338,200	(864,346)	-	N/A	982,825
JD.com, Inc. ("JD")	Cayman Islands	567	Less than 1%	129,730	124,854	(4,876)	2,793	N/A (note)	42,917
HSCB Holdings Plc	England	2,400	Less than 1%	178,200	116,520	(61,680)	5,083	2.82	173,123
- Listed outside Hong Kong:									
Meta Platforms, Inc.	United States of America	600	Less than 1%	1,043,109	560,808	(482,301)	-	N/A	262,101
Ping An Insurance (Group) Company of China, Ltd.	People's Republic of China ("PRC")	6,000	Less than 1%	523,839	312,174	(211,665)	14,743	3.53	320,971
Suspended Equity Securities in Hong Kong:									
Sunac China Holdings Limited	Cayman Islands	430,000	Less than 1%	2,776,106	864,300	(1,911,806)	-	N/A	7,969,153
China Evergrande Group	Cayman Islands	310,000	Less than 1%	2,039,903	213,900	(1,826,003)	-	N/A	5,389,004
				22,867,529	11,413,341	(11,454,188)			

Note: Special dividend was declared by JD during the year ended 31 December 2022. Dividend cover is not applicable for the special dividend recognised by the Group during the year ended 31 December 2022.

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 all investments at 30 June 2023, based on their published annual and interim reports, is as follows:

- (a) DT Capital is to invest in listed equity securities and unlisted debt securities for earnings growth and capital appreciation. The audited consolidated loss attributable to owners of DT Capital for the year ended 31 December 2022 was HK\$24,097,700 (2021: HK\$4,781,495). As at 31 December 2022, the audited consolidated net asset value attributable to owners of DT Capital was HK\$102,516,400 (2021: HK\$126,614,100). The unaudited consolidated loss attributable to owners of DT Capital for the six months ended 30 June 2023 was HK\$24,815,324 (2022: HK\$22,311,263). As at 30 June 2023, the unaudited consolidated net asset value attributable to owners of DT Capital was HK\$77,701,076 (2022: HK\$104,302,837).
- (b) Tencent is principally engaged in providing of value-added services ("VAS"), online advertising services and fintech and business 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 2022 was approximately HK\$219,190,149,000 (2021: HK\$271,000,439,000). As at 31 December 2022, the audited consolidated net asset value attributable to owners of Tencent was approximately HK\$813,801,187,000 (2021: HK\$987,313,126,000). The unaudited consolidated profit attributable to owners of Tencent for the six months ended 30 June 2023 was approximately HK\$58,832,581,000 (2022: HK\$50,728,421,000). As at 30 June 2023, the unaudited consolidated net asset value attributable to owners of Tencent was approximately HK\$839,314,406,000 (2022: HK\$862,729,072,000).
- (c) 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 2023 was approximately HK\$82,022,181,000 (2022: HK\$74,778,317,000). As at 31 March 2023, the audited consolidated net asset value attributable to owners of Alibaba was approximately HK\$1,067,246,109,000 (2022: HK\$1,111,048,301,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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

- (d) Sunac China is principally engaged in property development, cultural tourism city construction and operation and property management services in the PRC. The audited consolidated loss attributable to owners of Sunac China for the year ended 31 December 2022 was approximately HK\$32,217,792,000 (2021: HK\$46,124,220,000). As at 31 December 2022, the audited consolidated net asset value attributable to owners of Sunac China was approximately HK\$65,958,272,000 (2021: HK\$100,983,693,000).
- (e) New Silkroad is principally engaged in the production and distribution of wine. It operates its business through three segments. The Production and Distribution of Wine segment engages in the production and distribution of wine. The Development and Operation of Real Estate, Integrated Resort and Cultural Tourism segment engages in the development and operation of real estate, integrated resort and cultural tourism. The Entertainment Business segment engages in the operation of entertainment business. The audited consolidated loss attributable to owners of New Silkroad for the year ended 31 December 2022 was approximately HK\$112,474,000 (2021: profit of HK\$61,864,000). As at 31 December 2022, the audited consolidated net asset value attributable to owners of New Silkroad was approximately HK\$1,556,331,000 (2021: HK\$1,809,150,000). The unaudited consolidated loss attributable to owners of New Silkroad for the six months ended 30 June 2023 was approximately HK\$12,195,000 (2022: HK\$73,318,000). As at 30 June 2023, the unaudited consolidated net asset value attributable to owners of New Silkroad was approximately HK\$1,459,715,000 (2022: HK\$1,659,212,000).
- (f) Evergrande is principally engaged in property development, property investment, property management, new energy vehicle business, cultural tourism business and health industry business in the PRC. The audited consolidated loss attributable to owners of Evergrande for the year ended 31 December 2022 was approximately HK\$123,326,262,000 (2021: HK\$573,812,589,000). As at 31 December 2022, the audited consolidated net liabilities attributable to owners of Evergrande was approximately HK\$563,452,107,000 (2021: HK\$479,188,483,000).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

16. DIRECTOR'S LOANS

The director's loans were carried at amortised cost. During the six months ended 30 June 2023, the Company entered into loan extension agreement with the director to further extend the repayment date to 31 December 2023, all other terms and conditions under the original loan agreements remain unchanged. The director's loans were unsecured, interest free and repayable within one year.

17. SHARE CAPITAL

	Number of shares	Nominal value of shares HK\$
Authorised:		
Ordinary shares of HK\$0.02 each		
At 1 January 2022, 31 December 2022,		
1 January 2023 and 30 June 2023	1,000,000,000	20,000,000
Issued and fully paid:		
Ordinary shares of HK\$0.02 each		
At 1 January 2022, 31 December 2022,		
1 January 2023 and 30 June 2023	240,480,000	4,809,600

18. NET ASSET VALUE PER SHARE

The net asset value per share is HK\$0.02 as at 30 June 2023 (At 31 December 2022: HK\$0.03). The calculation is based on the net assets of the Group as at 30 June 2023 of HK\$5,395,249 (At 31 December 2022: HK\$7,650,684) and the number of ordinary shares of 240,480,000 (At 31 December 2022: 240,480,000) in issue as at that date.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

19. RELATED PARTY TRANSACTIONS

(a) 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	
	2023	2022
	HK\$	HK\$
Fees	1,324,452	1,368,000
Salaries	60,000	60,000
Retirement benefit scheme contributions	12,000	12,000
	1,396,452	1,440,000

During the six months ended 30 June 2023, one of the directors waived emoluments of HK\$229,204 (2022: Nil).

(b) Loans from a related party

	(Unaudited)	(Audited)
	30 June	31 December
	2023	2022
	HK\$	HK\$
Loans from a director	3,000,000	3,000,000

20. CONTINGENT LIABILITIES

The Group did not have any significant contingent liabilities at 30 June 2023 (At 31 December 2022: Nil).

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 29 August 2023.