



ELL
Environmental
Holdings Limited

ELL Environmental Holdings Limited 強泰環保控股有限公司*

(Incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立的有限公司)

Stock Code 股份代號 : 1395



2022 INTERIM REPORT 中期報告

* For identification purpose only
僅供識別



Contents 目錄

	Page 頁次
Corporate Information 公司資料	2
Chairman's Statement 主席報告	5
Management Discussion and Analysis 管理層討論與分析	9
Corporate Governance and Other Information 企業管治及其他資料	18
Financial Information 財務資料	24



Corporate Information 公司資料

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

Mr. CHAU On Ta Yuen
BBS, SBS (Chairman)
Mr. CHAN Kwan (*Chief Executive Officer*)
Mr. Radius SUHENDRA
Mr. CHAU Chi Yan Benny

NON-EXECUTIVE DIRECTOR

Mr. CHAN Pak Lam Brian

INDEPENDENT NON-EXECUTIVE DIRECTORS

Ms. NG Chung Yan Linda
Mr. NG Man Kung
Ms. LEUNG Bo Yee Nancy

BOARD COMMITTEES

AUDIT COMMITTEE

Ms. NG Chung Yan Linda (*Chairlady*)
Mr. NG Man Kung
Ms. LEUNG Bo Yee Nancy

NOMINATION COMMITTEE

Mr. CHAU On Ta Yuen (*Chairman*)
Mr. CHAN Kwan
Ms. NG Chung Yan Linda
Mr. NG Man Kung
Ms. LEUNG Bo Yee Nancy

REMUNERATION COMMITTEE

Mr. NG Man Kung (*Chairman*)
Mr. CHAN Pak Lam Brian
Ms. NG Chung Yan Linda
Ms. LEUNG Bo Yee Nancy

REGISTERED OFFICE

Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman KY1-1111
Cayman Islands

董事會

執行董事

周安達源先生
銅紫荊星章、銀紫荊星章(主席)
陳昆先生(*行政總裁*)
蘇堅人先生
周致人先生

非執行董事

陳栢林先生

獨立非執行董事

伍頌恩女士
吳文拱先生
梁寶儀女士

董事委員會

審核委員會

伍頌恩女士(*主席*)
吳文拱先生
梁寶儀女士

提名委員會

周安達源先生(*主席*)
陳昆先生
伍頌恩女士
吳文拱先生
梁寶儀女士

薪酬委員會

吳文拱先生(*主席*)
陳栢林先生
伍頌恩女士
梁寶儀女士

註冊辦事處

Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman KY1-1111
Cayman Islands



HEADQUARTERS IN THE PEOPLE'S REPUBLIC OF CHINA (THE "PRC" OR "CHINA")

Rugao Hengfa Municipal and Industrial Wastewater Treatment Facility
North of Huimin Road
Rugao Economic and Technological Development Zone
Jiangsu Province
The PRC

於中華人民共和國(「中國」)的總部

如皋恆發市政及工業污水處理設施
中國
江蘇省
如皋經濟技術開發區
惠民路北側

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit 2304, 23rd Floor, Westlands Centre
20 Westlands Road
Hong Kong

香港主要營業地點

香港
華蘭路20號
華蘭中心23樓2304室

AUTHORISED REPRESENTATIVES

Mr. CHAN Kwan
Ms. TUNG Wing Yee Winnie

授權代表

陳昆先生
董穎怡女士

COMPANY SECRETARY

Ms. TUNG Wing Yee Winnie

公司秘書

董穎怡女士

CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR

Conyers Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman KY1-1111
Cayman Islands

開曼群島主要股份過戶登記處

Conyers Trust Company (Cayman) Limited
Cricket Square, Hutchins Drive
P.O. Box 2681, Grand Cayman KY1-1111
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR

Boardroom Share Registrars (HK) Limited
Room 2103B, 21st Floor
148 Electric Road
North Point
Hong Kong

香港證券登記分處

寶德隆證券登記有限公司
香港
北角
電氣道148號
21樓2103B室

PRINCIPAL BANKERS

Chiyu Banking Corporation Limited
The Hongkong and Shanghai Banking Corporation Limited
Bank of China (Hong Kong) Limited

主要來往銀行

集友銀行有限公司
香港上海滙豐銀行有限公司
中國銀行(香港)有限公司



Corporate Information 公司資料

INDEPENDENT AUDITOR

Baker Tilly Hong Kong Limited
Certified Public Accountants
Hong Kong

LEGAL ADVISORS

AS TO HONG KONG LAW:

Taylor Wessing

AS TO PRC LAW:

King & Wood Mallesons

WEBSITE

www.ellhk.com

LISTING INFORMATION

PLACE OF LISTING

Main Board of The Stock Exchange of Hong Kong Limited

BOARD LOT

5,000 Shares

STOCK CODE

1395

獨立核數師

天職香港會計師事務所有限公司
執業會計師
香港

法律顧問

有關香港法律：

泰樂信律師事務所

有關中國法律：

金杜律師事務所

公司網站

www.ellhk.com

上市資料

上市地點

香港聯合交易所有限公司主板

買賣單位

5,000股股份

股份代號

1395

Dear Shareholders,

On behalf of the board (the “Board”) of directors (the “Directors”) of ELL Environmental Holdings Limited (“ELL Environmental” or the “Company”, together with its subsidiaries, the “Group”), I would like to present the interim report of the Company for the six months ended 30 June 2022 (the “Period”).

China's gross domestic product (GDP) for the first half of 2022 was RMB56.3 trillion¹, representing a 2.5% increase over the same period of last year, according to the data released by the National Bureau of Statistics of China. With the rising vaccination rate and the fast response and stringent control against the pandemic by local governments, the pandemic in China was under effective control in the first quarter of 2022, which made the resumption of economic activities possible and recorded an increase in GDP of 4.8% in the first quarter of 2022 over the same period of last year¹. Yet, the new Omicron variant broke out across the country just as the domestic economy was recovering, causing the local governments to reimpose static management measures that impacted economic activities. As a result, the quarterly GDP growth rate dropped from 4.8% in the first quarter to 0.4% in the second quarter¹. However, under the coordination of various regions and departments, the pandemic has been effectively controlled with swift response. The national economy began to stabilise and rebound in June.

The environmental protection industry in China, despite the persistent pandemic disruptions, is seeing steady progress as the growing environmental protection awareness over the recent years and the enhanced policies on environmental protection in China during the “14th Five-Year Plan” period. The investment in water conservation, environment and public facilities management for the first half of 2022 increased by 10.7% over the same period of last year, according to the data from the National Bureau of Statistics of China². Meanwhile, the

致各位股東：

本人謹代表強泰環保控股有限公司（「強泰環保」或「本公司」，連同其附屬公司，統稱「本集團」）董事（「董事」）會（「董事會」）呈報截至二零二二年六月三十日止六個月（「本期間」）的中期報告。

根據中國國家統計局數據顯示，二零二二年上半年中國國內生產總值為人民幣56.3萬億元¹，比去年同期增長2.5%。隨著疫苗接種率上升及各地區政府就疫情作出迅速及嚴格的管控措施，中國的疫情在二零二二年第一季度得到有效的控制，經濟活動得以重啟，二零二二年第一季的中國國內生產總值較去年同期上升4.8%¹。然而，正當國內經濟重啟時，新型冠狀病毒Omicron的變異株在全國各地爆發，令各地區政府再次推行影響經濟活動的靜態管理措施。因此，國內生產總值季度增長率由第一季的4.8%下降至第二季的0.4%¹。但在各地區及部門高效的協調配合下，疫情在迅速的應對下得到有效的控制，全國經濟於六月開始企穩回升。

近年，隨著國內的環保意識日漸提升以及「十四五」規劃加強實施環境治理等政策，在疫情持續干擾下國內環保業的發展仍穩步推進。據國家統計局數據顯示，二零二二年上半年水利、環境和公共設施管理業投資額比去年同期增長10.7%²。同時，政府對污水處理設施的

Notes :

1. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886607.html
2. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886420.html

備註：

1. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886607.html
2. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886420.html



Chairman's Statement 主席報告

development policy “improvement in quality and efficiency” for wastewater treatment facilities formulated by the government continued. At the beginning of 2022, the National Development and Reform Commission of the PRC, the Ministry of Ecology and Environment of the PRC, the Ministry of Housing and Urban-Rural Development of the PRC, and the National Health Commission of the PRC jointly issued the Guidance on Accelerating the Construction of Environmental Infrastructure (《關於加快推進城鎮環境基礎設施建設的指導意見》)³, which set out the main objectives on the commitments to urban environmental infrastructure by 2025, including additional wastewater treatment capacity of 20 million m³/day, 80,000-kilometer new and reconstructed wastewater collection pipelines and new, reconstructed, and extended recycled water capacity of not less than 15 million m³/day, the rate of wastewater treatment in counties being over 95%, and the sewage resource utilisation rate for prefecture-level and above cities or those faced with water shortages being over 25%. As such, China's demand for the water pollution treatment business will stay on the rise. The Group will continue to keep a keen pulse on the changes in national policies and markets in the future, optimise business development strategy promptly and at the same time cooperate with the national water pollution control work to contribute to environmental protection.

In addition to constantly developing the Group's domestic water pollution treatment business in line with the policy pace, the Group has been actively looking for suitable overseas business development. The Group currently focuses on developing two overseas projects, including the development of the biofuel pellet business in Jambi, Indonesia and the development of a power supply project in Bangka, Indonesia. The biofuel pellet business started the production of wood particles business in 2021, which generated revenue and diversified the development model of its environmental protection business. The Group will continue to expand its biofuel pellet business and explore opportunities to cooperate with other power plants, sustaining the development of the business. Further, the Group's power

「提質增效」發展方針仍繼續進行。二零二二年初，國家發改委、生態環境部、住建部、衛健委聯合發佈了《關於加快推進城鎮環境基礎設施建設的指導意見》³，提出對二零二五年城鎮環境基礎設施建設的主要目標，包括新增污水處理能力2,000萬立方米／日，新增和改造污水收集管網8萬公里，新建、改建和擴建再生水生產能力不少於1,500萬立方米／日，縣城污水處理率達到95%以上，地級及以上缺水城市污水資源化利用率超過25%。由此可見，中國對水污染治理業務需求日增。本集團未來將繼續密切留意國家政策及市場的變化，及時優化業務發展策略，同時配合國家的水污染治理工作，為環境保護作出貢獻。

除跟隨政策步伐持續發展本集團國內水污染治理業務外，本集團一直積極找尋合適的海外發展業務。本集團現時主要集中發展兩項國外項目，包括於印尼佔碑省發展生物燃料球團的業務以及於印尼邦加島發展供電項目。生物燃料球團業務已於二零二一年開展木顆粒生產業務並產生收入，並使本集團的環保業務發展模式多元化。本集團未來將持續擴展生物燃料球團業務，並探索與其他發電廠合作的機會，從而推動生物燃料球團業務的發展。此外，就印尼邦加島發電廠項目，本集團旗下的邦加島發電廠

Notes :

3. <https://www.askci.com/news/chanye/20220210/0929321744900.shtml>

備註：

3. <https://www.askci.com/news/chanye/20220210/0929321744900.shtml>

plant project in Bangka, Indonesia (the “Bangka Plant”) is still under construction, but we have reached a consensus about the electricity sale with the local government. The Bangka Plant is expected to provide electricity to the state grid at a fixed rate for a 25-year term starting in 2023, according to the power supply agreement with PT Perusahaan Listrik Negara (Persero) (“PT PLN (Persero)”), details of which are set out in the announcement of the Company dated 21 July 2022. The Group will continue to promote the biofuel pellet business and the Bangka Plant as scheduled to enhance the Group’s competitive advantages in foreign markets.

Apart from the above two overseas key projects, the Group has been working on opportunities to cooperate with other power generation plants and companies. The Group expects to develop more paths in environmental protection businesses in the future and continues its research for the development direction and potential of other new energy businesses in the environmental protection industry, thereby stabilising its business foundation, which, in turn, empowers the Group to diversify its businesses for sustainable development.

In addition, the Group has entered into a sale and purchase agreement (the “Agreement”) with CGN Environmental Protection Industry Co., Ltd. (中廣核環保產業有限公司) (the “Buyer”) on the disposal of the Group’s interests in Haiyan Hengfa Wastewater Treatment Company Limited (“Haiyan Hengfa”) on 21 July 2022 (the “Disposal”). Subject to the terms and conditions of the Agreement, the Group will no longer hold any equity interests in Haiyan Hengfa, and Haiyan Hengfa will no longer be a subsidiary of the Company upon the completion of the Disposal. The Disposal will provide the Group with the proceeds of about RMB66.8 million, and the redistributed resources are expected to be used for the potential development of the Group’s another wastewater treatment facility, Rugao Hengfa Water Treatment Company Limited (“Rugao Hengfa”), the construction of the Bangka Plant and the improvement in the Group’s overall cash flow. Please refer to the announcement of the Company dated 21 July 2022 for further details.

In terms of the Group’s domestic businesses, the Group will continue to enhance its capital efficiency by strictly controlling capital expenditure and improving operational processes for a high-quality growth in the profit of the wastewater treatment business. The management will continue to align itself with national policies and lead the Group towards a good development path.

(「邦加島電廠」)目前仍處於建造階段，但已與當地政府談妥售電方案。根據與PT Perusahaan Listrik Negara (Persero) (「印尼國家電力公司」)的供電協議，邦加島電廠預期自二零二三年起為期二十五年，以固定價格向國家電網供電，詳情載於本公司日期為二零二二年七月二十一日的公告。本集團未來將持續有序推動生物燃料球團業務及邦加島電廠項目，以提高本集團在國外市場的競爭優勢。

除以上兩項國外重點項目外，本集團一直致力探索與其他發電廠及公司合作的機會。本集團預期未來能夠開拓更多環保業務的路線，繼續研究環保產業中其他新能源業務的可發展方向及空間，穩扎集團業務基礎，使集團得以實現業務多元性及達致可持續發展。

另外，本集團已與中廣核環保產業有限公司(「買方」)就出售本集團持有的海安恆發污水處理公司(「海安恆發」)權益於二零二二年七月二十一日訂立買賣協議(「協議」)(「出售事項」)。根據協議條款及受其條件所規限，於出售事項完成後，本集團將不再持有海安恆發的任何權益，而海安恆發亦不再為本公司的附屬公司。此出售事項將為本集團提供所得款項約人民幣66.8百萬元，其後重新分配的資源預期將用於對本集團另一間污水處理設施如皋恆發水處理有限公司(「如皋恆發」)的潛在發展及建設邦加島電廠，並改善本集團的整體現金流量狀況。更多詳情請參閱本公司日期為二零二二年七月二十一日的公告。

針對本集團的國內業務，本集團將繼續透過嚴格控制資本支出、改善營運流程以提升資本效率，為污水處理業務的盈利帶來高質量的增長。管理層將會繼續配合國家的政策，引領集團走向良好的發展道路。



Chairman's Statement 主席報告

For the six months ended 30 June 2022, ELL Environmental has recorded a revenue of HK\$88.1 million with a period-on-period increase of 166.9%. The gross profit for the Period was HK\$21.4 million, representing a period-on-period increase of 23.8%. The net loss was HK\$1.0 million.

We will continue to adhere to our well-established operation concepts, advance despite difficulties and aggressively address various challenges. Notwithstanding the continued economic and market challenges due to the ongoing disruptions brought by COVID-19 in the first half of 2022, we will formulate strategies in favour of the Group in accordance with national policies to tap into any potential development opportunity and maximise cost-effectiveness. Looking forward, the Group will focus on the development of the business of Rugao Hengfa and continue to explore other potential projects related to the environmental industry chain by restructuring resources through the Disposal. Meanwhile, the management will continue to play its part and work out risk management strategies to address any potential future challenge.

Here, I would like to express my gratitude to my fellow Directors, Shareholders, staff and stakeholders of the Company for their constant support. Thanks to the tireless dedication of the management and all other staff, as well as the support from our customers and partners, ELL Environmental has been able to go through all the challenges imposed by such a tough business environment over recent years. The Group will make persistent efforts to contribute to society and the environment with high-quality services and close relationship with customers, as well as create value for our investors and the Shareholders.

Chau On Ta Yuen
Chairman

Hong Kong, 30 August 2022

截至二零二二年六月三十日止六個月，強泰環保錄得營業收入約88.1百萬港元，同期增長166.9%。本期間毛利為21.4百萬港元，同期增加23.8%。淨虧損為1.0百萬港元。

我們將繼續堅守過往的經營理念，迎難而上，積極應對各項挑戰。儘管二零二二年上半年受COVID-19疫情反覆的影響，經濟和市場面臨持續挑戰，但我們將根據國家政策制定有利於本集團的策略，發掘任何潛在發展機會，務求實現成本效益最大化。展望未來，透過出售事項以重整資源後，本集團能集中發展如皋恆發的業務，並繼續探索其他具潛力的環保相關產業鏈項目。同時管理層將繼續穩守崗位，制定合適風險管理策略，以便應付未來各種可能出現的挑戰。

在此本人向各位董事、股東、員工及各持份者一直以來的支持致以衷心感謝。有賴管理層及全體員工一直以來的不辭勞苦，加上客戶和合作夥伴的支持，強泰環保才能在近年嚴峻的營商環境下跨過重重挑戰。本集團會不懈努力，以優質的服務並保持與客戶的緊密關係，為社會及環境作出貢獻，並為投資者及股東創造價值。

主席
周安達源

香港，二零二二年八月三十日



BUSINESS REVIEW

The pandemic in China was effectively contained in the first quarter of 2022, and economic activities restarted throughout the country with the gradual increase in vaccination rates and the rapid implementation of control measures by local governments. However, the emergence of Omicron, a new variant of the COVID-19, again affected economic and production activities. Fortunately, with the concerted efforts of various departments across the country, the pandemic was effectively contained, and the national economy began to rebound in June 2022. China's gross domestic product in the first half of 2022 was RMB56.3 trillion¹, an increase of 2.5% over the same period last year, while the quarterly growth rate dropped from 4.8% in the first quarter to 0.4% in the second quarter¹.

In recent years, China has attached more importance to various environmental protection issues, which, coupled with guidelines of the "14th Five-year Plan" for the implementation of environmental management, it has boosted demand and support for the domestic environmental protection industry. According to data from the National Bureau of Statistics, investments in the water conservancy, environment and public facilities management sector increased by 10.7% in the first half of 2022 compared to the same period last year². In early 2022, the National Development and Reform Commission, the Ministry of Ecology and Environment, the Ministry of Housing and Urban-Rural Development and the National Health Commission of PRC jointly issued the Guidance on Accelerating the Construction of Environmental Infrastructure (《關於加快推進城鎮環境基礎設施建設的指導意見》)³, which set out specific targets for the construction of urban-rural environmental infrastructure by 2025, including the addition of 20 million m³/day of sewage treatment capacity, the addition and renovation of 80,000-kilometer of sewage collection networks, the construction, renovation and expansion of not less than 15 million m³/day, of recycled water production capacity, the achievement of a sewage treatment rate of over 95% in counties, and a sewage resource utilisation rate of over 25% in water-scarce cities at the prefecture level and above. Under the guidance of the policy, the demand for water pollution treatment business in China is expected to grow, driving the overall industry development.

1. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886607.html
2. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886420.html
3. <https://www.askci.com/news/chanye/20220210/0929321744900.shtml>

業務回顧

隨著逐漸上升的疫苗接種率以及各地政府就疫情迅速落實的管控措施，中國的疫情在二零二二年第一季度得到有效的控制，全國的經濟活動均得以重啟。但新型冠狀病毒Omicron的變異株的出現，令經濟及生產活動再次受到影響，幸得全國各地及各部門的共同努力，疫情得到了有效的控制，全國經濟於二零二二年六月開始回升。二零二二年上半年中國國內生產總值為人民幣56.3萬億元¹，比去年同期增長2.5%，季度增長率則由第一季的4.8%下降至第二季的0.4%¹。

近年來，中國國內對各環保議題的重視程度均有所上升，加上「十四五規劃」對實施環境治理的指導方針，帶動了對國內環保產業的需求和支持。據國家統計局數據顯示，二零二二年上半年水利、環境和公共設施管理業投資額比去年同期增長10.7%²。二零二二年初，中國國家發改委、生態環境部、住建部、衛健委聯合發佈了《關於加快推進城鎮環境基礎設施建設的指導意見》³，提出對二零二五年城鎮環境基礎設施建設的具體目標，當中包括新增污水處理能力2,000萬立方米/日，新增和改造污水收集管網8萬公里，新建、改建和擴建再生水生產能力不少於1,500萬立方米/日，縣城污水處理率達到95%以上，地級及以上缺水城市污水資源化利用率超過25%。在政策指導下，預期中國對水污染治理業務需求日增，帶動整體行業發展。

1. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886607.html
2. http://www.stats.gov.cn/tjsj/zxfb/202207/t20220715_1886420.html
3. <https://www.askci.com/news/chanye/20220210/0929321744900.shtml>



Management Discussion and Analysis 管理層討論與分析

The Group owns a wastewater treatment facility in Jiangsu Province, the PRC, which is operated by Rugao Hengfa. In July 2021, the Group reached an agreement with the local management committee, and the water price was increased from RMB2.67 per tonne to RMB3.43 per tonne, which has contributed to a more robust result for the Group. In response to the increase in water price, we expect to see further increases in revenue and gross profit.

The Group has also been actively preparing for the development of suitable environmental projects overseas and is currently developing two key projects. The Bangka Plant is still under construction but has reached a consensus regarding the electricity selling plan with the local government. As disclosed in our announcement dated 21 July 2022, the Bangka Plant is expected to supply power to the national grid at a fixed price for 25 years since 2023, according to the power supply agreement with PT PLN (Persero). If the Bangka Plant turns out to be a success, we expect that the relevant operation model can be replicated to other outlying islands in Indonesia. Moreover, we will also continue our study on the feasibility of developing other new energy investment projects in other regions of Indonesia, while actively promoting the “Build-Operate-Transfer” or “BOT” investment projects in order to generate greater value for the Group and bring better cash flows and investment return.

As for the biofuel pellet business in Indonesia, the Group has been actively expanding such business and continuing to explore opportunities to cooperate with other power plants, thereby promoting the development of biofuel pellet business. The Group’s biofuel pellet operation in Indonesia commenced its wood pellet production business in 2021 and has been generating revenue since 2021. The management is confident that the biofuel pellet business will provide growth momentum for the Group and enable the Group to achieve its goal of diversified environmental businesses in the long run.

本集團擁有位於中國江蘇省的一座污水處理設施，由如皋恆發營運。本集團於二零二一年七月與當地的管委會達成協議，水價已由每噸人民幣2.67元增加至每噸人民幣3.43元，為本集團帶來更為穩健的業績。隨著水價調升，我們預期相關收入及毛利將進一步提升。

本集團在國外亦一直積極籌備發展合適的環保項目，現時主要發展兩個重點項目。邦加島電廠目前仍處於建造階段，但已與當地政府談妥售電方案，誠如我們於二零二二年七月二十一日的公告所披露，根據與印尼國家電力公司的供電協議，邦加島電廠預期自二零二三年起為期二十五年，以固定價格向國家電網供電。倘若邦加島電廠取得成功，我們預期相關營運模式將可複製至印尼其他離島進行。除此之外，我們亦將繼續研究於印尼其他地區發展其他新能源投資項目的可行性，同時積極推進「建設 — 經營 — 移交」或「BOT」投資項目，務求為本集團締造更多價值，帶來更理想的現金流量及投資回報。

印尼生物燃料球團業務方面，本集團一直積極拓展該業務並繼續探索與其他發電廠合作的機會，推動生物燃料球團業務的發展。本集團的印尼生物燃料球團業務已於二零二一年開展木顆粒生產業務並自二零二一年開始產生收入。管理層有信心生物燃料球團業務將為本集團提供增長動力，長遠而言有助於本集團實現環保業務多元化的發展目標。

Management Discussion and Analysis 管理層討論與分析

As regards Haian Hengfa, another wastewater treatment facility of the Group, as announced in our announcement dated 21 July 2022, the Group has entered into the Agreement to sell all the shares held by the Group in Haian Hengfa for a consideration of approximately RMB68.2 million. The shares to be sold by the Group represent 70% of the issued share capital of Haian Hengfa. Subject to the terms and conditions in the Agreement, upon completion, the Group will cease to hold any interest in Haian Hengfa, and Haian Hengfa will cease to be a subsidiary of the Group. The proceeds from the Disposal are expected to be used for the potential development of the Group's other wastewater treatment facility, Rugao Hengfa, and the construction of the Bangka Plant in Indonesia, while improving the overall cash flow of the Group. As at the date of this report, the Disposal has not been completed.

OUTLOOK

Despite the slowdown in China's economic growth due to the repeated pandemics and the external economic environment being affected by supply chain issues, the Company will continue to be calm and steady in dealing with the changing market conditions and continue to observe and manage the risks of different development projects. At the same time, ELL Environmental will continue to actively monitor market trends and seek development opportunities in China and overseas in accordance with national and regional policies. The Group is committed to contributing to global sustainable development through the development of diversified environmental businesses in different regions. With the resources released through the repositioning of our business, we will maintain our strong foundation in the wastewater treatment business in China and continue to provide a high standard of service to our customers to create clean water domestically; and at the same time, by leveraging our experience and expertise accumulated over the years, we seek to develop and actively implement projects with potential in the environmental protection-related industry chain globally, making continuous attempts and breakthroughs to grasp and create more opportunities, so as to promote the growth of the Group's business, remain loyal to our customers and to the quality of service provided to them, and adhere to a sound and prudent business strategy.

至於本集團旗下另一家污水處理設施海安恆發，誠如我們於二零二二年七月二十一日的公告中宣佈，本集團已訂立協議，以代價約人民幣68.2百萬元出售本集團持有的所有海安恆發股份，本集團將出售之股份佔海安恆發已發行股本的70%。受限於協議的條款和條件，於完成後，本集團將不再持有海安恆發的任何權益，而海安恆發亦不再為本集團的附屬公司。出售事項所得款項預期將用於對本集團另一間污水處理設施如皋恆發的潛在發展及建設印尼邦加島電廠，同時改善本集團的整體現金流量狀況。於本報告日期，出售事項尚未完成。

未來展望

儘管中國經濟增長因疫情反覆而放緩，外圍經濟環境亦受供應鏈問題影響，本公司仍然將繼續沉著穩健應對變化市況，並繼續觀察及管理不同發展項目的風險。同時強泰環保亦將積極關注市場趨勢，根據國家及地區政策，尋找國內及海外的發展機會。本集團將透過於各地發展多元化環保業務，致力為全球可持續發展盡一分力。重整業務過後，透過重配所釋放的資源，我們會堅守在中國污水處理業務的穩固根基，繼續向客戶提供高水準的服務，為國內締造潔淨水質；同時透過善用多年來累積的經驗和專業知識，致力於全球尋求發展並積極落實具有潛力的環保相關產業鏈的項目，不斷作出嘗試和突破竭力把握並創造更多商機，促進本集團業務的增長，忠於我們的客戶和為客戶提供服務的品質，堅持穩健和審慎的經營策略。



Management Discussion and Analysis 管理層討論與分析

FINANCIAL REVIEW

REVENUE

Our total revenue increased by HK\$55.1 million or 166.9% to HK\$88.1 million for the Period from HK\$33.0 million for the corresponding period in 2021 (the “Last Corresponding Period”). Such increase was primarily attributable to (i) the construction revenue arising from the construction works of the Bangka Plant during the Period of which there was no such revenue for the Last Corresponding Period, and (ii) the sales of biofuel in Indonesia during the Period of which there was no such sales for the Last Corresponding Period.

COST OF SALES

Our total cost of sales increased by HK\$51.0 million or 323.9% to HK\$66.7 million for the Period from HK\$15.7 million for the Last Corresponding Period, primarily due to (i) the construction costs arising from the Bangka Plant during the Period of which there was no such cost for the Last Corresponding Period, and (ii) the cost of biofuel in Indonesia during the Period of which there was no such cost for the Last Corresponding Period.

GROSS PROFIT AND GROSS PROFIT MARGIN

Our gross profit increased by HK\$4.1 million or 23.8% to HK\$21.4 million for the Period from HK\$17.3 million for the Last Corresponding Period, primarily due to the aforementioned factors. Our gross profit margin decreased from 52.3% for the Last Corresponding Period to 24.3% for the Period.

OTHER INCOME AND NET GAINS/LOSSES

We recorded other income and net gains of HK\$1.8 million for the Period as compared to net losses of HK\$1.6 million for the Last Corresponding Period, primarily due to the increase in the refund of value-added tax and decrease in net foreign exchange loss as compared to the Last Corresponding Period.

ADMINISTRATIVE EXPENSES

Our administrative expenses increased by HK\$2.0 million or 16.5% to HK\$14.4 million for the Period from HK\$12.4 million for the Last Corresponding Period, primarily due to an increase in legal and professional fee.

財務回顧

營業收入

我們的營業收入總額由二零二一年同期（「去年同期」）33.0百萬港元增加55.1百萬港元或166.9%至本期間88.1百萬港元。有關增長主要由於(i)本期間印尼邦加島電廠導致的建築營業收入，去年同期無該等營業收入，及(ii)本期間於印尼的生物燃料銷售，去年同期無該等銷售。

銷售成本

我們的銷售成本總額由去年同期15.7百萬港元增加51.0百萬港元或323.9%至本期間66.7百萬港元，主要由於(i)本期間邦加島電廠導致的建築成本，去年同期無該等成本，及(ii)本期間於印尼的生物燃料成本，去年同期無該等成本。

毛利及毛利率

我們的毛利由去年同期17.3百萬港元增加4.1百萬港元或23.8%至本期間21.4百萬港元，主要是由於上述因素所致。我們的毛利率由去年同期52.3%減少至本期間24.3%。

其他收入及淨收益／虧損

於本期間，我們錄得其他收入及淨收益1.8百萬港元，而去年同期錄得淨虧損1.6百萬港元，主要是由於增值稅退稅較去年同期增加及外匯虧損淨值較去年同期減少。

行政開支

我們的行政開支由去年同期12.4百萬港元增加2.0百萬港元或16.5%至本期間14.4百萬港元，主要是由於法律及專業費用增加。



FINANCE COSTS

Our finance costs increased by HK\$2.1 million or 129.5% to HK\$3.8 million for the Period from HK\$1.7 million for the Last Corresponding Period, primarily due to the increase in loan borrowing for the financing of the Bangka Plant during the Period.

PROFIT BEFORE TAX

Our profit before tax increased by HK\$3.3 million or 199.4% to HK\$5.0 million for the Period from HK\$1.7 million for the Last Corresponding Period, primarily due to the factors mentioned above.

INCOME TAX EXPENSE

Our income tax expense increased by HK\$2.4 million or 65.3% to HK\$6.0 million for the Period from HK\$3.6 million for the Last Corresponding Period, primarily due to the increase in deferred tax expenses recognised for construction of biomass power plant by our Indonesia subsidiary.

LOSS FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY

Loss attributable to owners of the Company decreased by HK\$1.7 million or 50.7% to HK\$1.6 million for the Period from HK\$3.3 million for the Last Corresponding Period, primarily due to the factors mentioned above.

LIQUIDITY, FINANCIAL AND CAPITAL RESOURCES

Our principal liquidity and capital requirements primarily relate to investments in our projects, construction and upgrading of our wastewater treatment facilities, purchases of equipment as well as costs and expenses related to the operation and maintenance of our wastewater treatment and electricity generating facilities. The Group does not employ any financial instruments for hedging purposes.

融資成本

我們的融資成本由去年同期1.7百萬港元增加2.1百萬港元或129.5%至本期間3.8百萬港元，主要是由於本期間為邦加島電廠融資而借入的貸款增加。

除稅前溢利

我們的除稅前溢利由去年同期1.7百萬港元增加3.3百萬港元或199.4%至本期間5.0百萬港元，主要由於上文所述原因所致。

所得稅開支

我們的所得稅開支由去年同期3.6百萬港元增加2.4百萬港元或65.3%至本期間6.0百萬港元，主要由於就印尼附屬公司建造生物質發電廠確認的遞延稅項開支增加所致。

本公司擁有人應佔期內虧損

本公司擁有人應佔虧損由去年同期3.3百萬港元減少1.7百萬港元或50.7%至本期間1.6百萬港元，主要是由於上述因素所致。

流動資金、財務及資本資源

我們主要的流動資金及資本需求主要涉及我們的項目投資、建設及升級污水處理設施、購買設備以及與經營及維護污水處理及發電設施有關的成本及開支。本集團並無使用任何金融工具作對沖用途。



Management Discussion and Analysis 管理層討論與分析

As at 30 June 2022, the carrying amount of the Group's bank balances and cash was HK\$21.4 million, representing a decrease of 67.1% as compared with that of HK\$65.1 million as at 31 December 2021. As at 30 June 2022, the Group's bank balances and cash of HK\$4.9 million, HK\$1.5 million, HK\$14.6 million and HK\$0.4 million were denominated in Renminbi ("RMB"), Hong Kong Dollars ("HK\$"), Indonesian Rupiah ("IDR") and United States Dollars ("US\$"), respectively (31 December 2021: HK\$35.8 million, HK\$4.9 million, HK\$7.7 million and HK\$16.7 million were denominated in RMB, HK\$, IDR and US\$, respectively).

BANK AND OTHER BORROWINGS

As at 30 June 2022, the total amount of our utilised bank borrowings was HK\$18.0 million, which was repayable within one year and denominated in HK\$ (31 December 2021: HK\$18.0 million and HK\$2.2 million were denominated in HK\$ and US\$, respectively).

The HK\$18.0 million outstanding bank borrowings bore a floating interest rate of 1.4% over the Hong Kong Interbank Offered Rate per annum (31 December 2021: HK\$18.0 million). We had HK\$7.3 million unutilised banking facilities as at 30 June 2022 and 31 December 2021.

As at 30 June 2022, the Company had outstanding borrowings from two independent third parties of the Group amounted to HK\$23.9 million, which bore a fixed interest rate of 8% per annum. The loans were repayable within one year.

As at 30 June 2022, the Company had outstanding amounts due to related parties of the Group amounted to HK\$75.3 million, of which HK\$52.1 million bore a fixed interest rate of 8% per annum and HK\$23.2 million bore a fixed interest rate of 6% per annum. The amounts due to related parties were repayable within one year.

To the best knowledge of the Directors and management of the Group, all the interest rates of the above borrowings were determined at arm's length.

於二零二二年六月三十日，本集團銀行結餘及現金的賬面值為21.4百萬港元，較二零二一年十二月三十一日的65.1百萬港元減少67.1%。於二零二二年六月三十日，本集團的銀行結餘及現金4.9百萬港元、1.5百萬港元、14.6百萬港元及0.4百萬港元分別以人民幣（「人民幣」）、港元（「港元」）、印尼盾（「印尼盾」）及美元（「美元」）計值（二零二一年十二月三十一日：35.8百萬港元、4.9百萬港元、7.7百萬港元及16.7百萬港元分別以人民幣、港元、印尼盾及美元計值）。

銀行及其他借款

於二零二二年六月三十日，我們已動用的銀行借款總額為18.0百萬港元，須於一年內償還，並以港元計值（二零二一年十二月三十一日：18.0百萬港元及2.2百萬港元分別以港元及美元計值）。

18.0百萬港元未償還銀行借款按浮動利率即香港銀行同業拆借年利率加1.4%計息（二零二一年十二月三十一日：18.0百萬港元）。我們於二零二二年六月三十日及二零二一年十二月三十一日有7.3百萬港元的未動用銀行融資。

於二零二二年六月三十日，本公司來自本集團兩名獨立第三方的未償還借款為23.9百萬港元，按固定利率每年8%計息。該筆貸款須於一年內償還。

於二零二二年六月三十日，本公司應付本集團關聯方未償還款項為75.3百萬港元，其中52.1百萬港元按固定利率每年8%計息，23.2百萬港元按固定利率每年6%計息。應付關聯方款項須於一年內償還。

據董事及本集團管理層所深知，上述借款的所有利率均按公平原則釐定。



GEARING RATIO

Gearing ratio is calculated by dividing total debt by total equity and then multiplied by 100%, and total debt includes the interest-bearing bank borrowings, amounts due to related parties and other borrowings. Our gearing ratio increased from 19.4% as at 31 December 2021 to 32.6% as at 30 June 2022.

CHARGE ON ASSETS

As at 30 June 2022, the Group did not have any charge on assets (31 December 2021: nil).

TREASURY POLICIES

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the Period. The Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time. Surplus cash will be invested appropriately so that the Group's cash requirements for its strategy or direction from time to time can be met.

CAPITAL EXPENDITURES

Our capital expenditures consist primarily of expenditures for the Bangka Plant and the biofuel pellet business in Indonesia. During the Period, our capital expenditures amounted to HK\$41.4 million, which were funded by funds generated from our financing activities.

資產負債比率

資產負債比率按債務總額除以權益總額並乘以100%計算，而債務總額包括計息銀行借款、應付關聯方款項及其他借款。我們的資產負債比率由於二零二一年十二月三十一日的19.4%上升至於二零二二年六月三十日的32.6%。

資產抵押

於二零二二年六月三十日，本集團並無任何資產抵押(二零二一年十二月三十一日：無)。

庫務政策

本集團已對其庫務政策採取審慎的財務管理方法，故在本期間一直維持穩健的流動資金狀況。董事會緊密監察本集團的流動資金狀況以確保本集團的資產、負債及其他承擔的流動資金結構可應付其不時的資金需求。本集團將適當地投資盈餘現金，以致可不時滿足其策略或方針的現金需求。

資本開支

我們的資本開支主要包括邦加島電廠以及印尼生物燃料球團業務開支。於本期間，我們的資本開支為41.4百萬港元，其由我們的融資活動所得資金撥付。



Management Discussion and Analysis 管理層討論與分析

FOREIGN EXCHANGE RISK

Individual member companies in China and Indonesia within our Group have limited foreign currency risk as most of the transactions are denominated in the same currency as the functional currency of the operations in which they relate. However, as these principal subsidiaries mainly carry assets and liabilities in RMB and IDR, any appreciation or depreciation of HK\$ against RMB and IDR will affect the Group's consolidated financial position which is presented in HK\$, and will be reflected in the exchange fluctuation reserve.

The Group does not have a foreign currency hedging policy. The Group minimises foreign exchange exposure by converting its cash and cash equivalents in other currencies generated from the operation of its foreign operating subsidiaries to HK\$.

CONTINGENT LIABILITIES

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

EMPLOYEE AND REMUNERATION POLICIES

As at 30 June 2022, the Group had 177 employees (31 December 2021: 122 employees). Employee costs, including Directors' emoluments, amounted to approximately HK\$6.9 million for the Period (six months ended 30 June 2021: HK\$6.8 million). The remuneration policy for our Directors, senior management members and general staff is based on their experience, level of responsibility and general market conditions. Any discretionary bonus and other merit payments are linked to the profit performance of the Group and the individual performance of our Directors, senior management members and general staff. The Group encourages the self-development of its employees and provides on-the-job training where appropriate.

The Company adopted a share option scheme on 5 September 2014 for the purpose of providing incentives and rewards to eligible directors and employees of the Group.

外匯風險

由於本集團內中國及印尼各成員公司大部份交易採用的貨幣與其業務有關功能貨幣相同，因此此等公司僅承受有限的外幣風險。但是，由於此等主要附屬公司的資產及負債主要以人民幣及印尼盾記賬，港元兌人民幣及印尼盾的任何升值或貶值將對本集團的綜合財務狀況(其以港元呈列)產生影響並反映於匯兌波動儲備。

本集團並無外幣對沖政策。本集團透過將其海外營運附屬公司的營運產生的其他貨幣的現金及現金等價物轉換為港元，以盡量減低外匯風險。

或然負債

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

僱員及薪酬政策

於二零二二年六月三十日，本集團共有177名(二零二一年十二月三十一日：122名)僱員。本期間的僱員成本(包括董事酬金)約為6.9百萬港元(截至二零二一年六月三十日止六個月：6.8百萬港元)。我們的董事、高級管理層成員以及一般員工的薪酬政策乃根據彼等的經驗、所負責任及一般市場情況釐定。任何酌情花紅及其他獎勵金均與本集團溢利表現及董事、高級管理層成員以及一般員工的個人表現掛鉤。本集團鼓勵其僱員自我發展，並提供適當的在職培訓。

本公司已於二零一四年九月五日採納一項購股權計劃，以激勵及回報本集團合資格董事及僱員。



SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS

The Group did not have any significant investments, material acquisitions or disposals of assets, subsidiaries, associates or joint ventures during the Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed in this report, the Group has no plan authorised by the Board for other material investments or additions of capital assets as at the date of this report.

EVENTS AFTER THE REPORTING PERIOD

On 21 July 2022, the Group has entered into a sale and purchase agreement with the Buyer to sell all the shares held by the Group in Hai'an Hengfa. Please refer to the announcement of the Company dated 21 July 2022 for further details. Save as disclosed above, the Group has no other material event subsequent to the end of the Period and up to the date of this report.

INTERIM DIVIDEND

During its meeting held on 30 August 2022, the Board resolved not to declare the payment of any interim dividend for the Period (six months ended 30 June 2021: HK0.5 cent per ordinary share).

重要投資、重大收購及出售事項

於本期間，本集團並無任何重大投資、重大資產、附屬公司、聯營公司或合營企業收購或出售事項。

重大投資或資本資產的未來計劃

除本報告所披露者外，於本報告日期，本集團並無已獲董事會批准有關其他重大投資或增添資本資產的計劃。

報告期後事項

於二零二二年七月二十一日，本集團已與買方訂立買賣協議，以出售本集團於海安恆發持有的全部股份。有關進一步詳情，請參閱本公司日期為二零二二年七月二十一日之公告。除上文所披露者外，本集團於本期間結束後及直至本報告日期並無其他重大事項。

中期股息

於二零二二年八月三十日舉行的會議上，董事會決議不就本期間宣派任何中期股息(截至二零二一年六月三十日止六個月：每股普通股0.5港仙)。



Corporate Governance and Other Information 企業管治及其他資料

SHARE OPTION SCHEME

On 5 September 2014, the Company adopted a share option scheme (the “Share Option Scheme”) to enable the Company to grant options to the eligible participants as incentives or rewards for their contribution or potential contribution to the Group. The principal terms of the Share Option Scheme are set out in the section headed “Share Option Scheme” in the Directors’ Report of the 2021 Annual Report.

The Share Option Scheme took effect on 26 September 2014. During the Period, no options had been granted, exercised, cancelled or lapsed. As at 1 January 2022 and 30 June 2022, no options were outstanding under the Share Option Scheme.

購股權計劃

於二零一四年九月五日，本公司採納一項購股權計劃（「購股權計劃」），令本公司能夠向合資格參與者授予購股權作為彼等對本集團作出貢獻或潛在貢獻的激勵或獎勵。購股權計劃的主要條款載於二零二一年年報董事會報告「購股權計劃」一節。

購股權計劃於二零一四年九月二十六日生效。於本期間，概無購股權獲授出、獲行使、註銷或失效。於二零二二年一月一日及二零二二年六月三十日，購股權計劃項下概無尚未行使的購股權。



INTERESTS AND SHORT POSITIONS OF THE DIRECTORS AND THE CHIEF EXECUTIVE OF THE COMPANY IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATIONS

As at 30 June 2022, the interests and short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong (the “SFO”), which were required: (i) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) pursuant to section 352 of the SFO, to be recorded in the register referred to therein (the “Register”); or (iii) to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix 10 to the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules” and the “Model Code”, respectively), were as follows:

INTEREST IN THE COMPANY’S ORDINARY SHARES OF HK\$0.0001 EACH (THE “SHARES”)

本公司董事及最高行政人員於本公司及其相聯法團的股份、相關股份及債權證中的權益及淡倉

於二零二二年六月三十日，本公司董事及最高行政人員於本公司或其任何相聯法團（定義見香港法例第571章證券及期貨條例（「證券及期貨條例」）第XV部）的股份、相關股份及債權證中擁有：(i)根據證券及期貨條例第XV部第7及8分部知會本公司及聯交所的權益及淡倉（包括彼等根據證券及期貨條例的該等條文被當作或視為擁有的權益及淡倉）；或(ii)根據證券及期貨條例第352條須登記於該條所指登記冊（「登記冊」）的權益及淡倉；或(iii)根據聯交所證券上市規則（「上市規則」）附錄十所載上市發行人董事進行證券交易的標準守則（「標準守則」）須知會本公司及聯交所的權益及淡倉如下：

於本公司每股面值0.0001港元的普通股股份（「股份」）之權益

Name of Directors/Chief Executive 董事／最高行政人員姓名	Capacity/Nature of Interest 身份／權益性質	Number of Shares Held 所持股份數目	Approximate Percentage of Shareholding Interest in the Company 佔本公司股權概約百分比
Mr. Chau On Ta Yuen (“Mr. Chau”) 周安達源先生（「周先生」）	Interest in a controlled corporation 受控法團權益	225,000,000 ⁽¹⁾	20.32%
Mr. Chan Kwan (“Mr. Chan”) 陳昆先生（「陳先生」）	Interest in controlled corporations 受控法團權益	353,200,000 ⁽²⁾	31.90%

Notes:

(1) Wealthy Sea Holdings Limited (“Wealthy Sea”) which held 225,000,000 Shares is owned as to 90% and 10% by Mr. Chau, an executive Director and the chairman of the Board (the “Chairman”), and Ms. Wong Mei Ling, the wife of Mr. Chau, respectively.

附註：

(1) 潤海集團有限公司（「潤海」）持有 225,000,000 股股份，並由執行董事兼董事會主席（「主席」）周先生及王美玲女士（周先生的妻子）分別擁有 90% 及 10%。



Corporate Governance and Other Information 企業管治及其他資料

(2) Everbest Environmental Investment Limited (“Everbest Environmental”) which held 337,500,000 Shares is owned as to 50%, 30% and 20% by Ms. Wong Shu Ying (“Ms. Wong”), Ms. Judy Chan and Mr. Chan, an executive Director and the chief executive officer of the Company, respectively. Mr. Chan is the sole director of Everbest Environmental. Ms. Wong is the mother of all of Ms. Judy Chan, Mr. Chan and Mr. Chan Pak Lam Brian, the non-executive Director. Mr. Chan also owns 20% of the issued shares in Kingdrive Limited which in turn owns 100% of the issued shares in Carlton Asia Limited (“Carlton Asia”). Carlton Asia held 15,700,000 Shares and is accustomed to act in accordance with the directions of Mr. Chan.

(3) All the above Shares were held in long position.

Save as disclosed above, as at 30 June 2022, none of the Directors or the chief executive of the Company had any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO), which had been notified to the Company and the Stock Exchange or recorded in the Register or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

(2) Everbest Environmental Investment Limited (「Everbest Environmental」) 持有 337,500,000 股股份並由王穗英女士(「王女士」)、陳芳女士及本公司執行董事兼行政總裁陳先生分別擁有50%、30%及20%。陳先生為Everbest Environmental的唯一董事。王女士為陳芳女士、陳先生及非執行董事陳栢林先生的母親。陳先生亦持有Kingdrive Limited 20%的已發行股份，而該公司擁有Carlton Asia Limited (「Carlton Asia」) 100%已發行股份。Carlton Asia持有15,700,000股股份並慣於按照陳先生的指示行事。

(3) 上述所有股份均以好倉持有。

除上文所披露者外，於二零二二年六月三十日，概無本公司董事或最高行政人員於本公司或其任何相聯法團(定義見證券及期貨條例第XV部)的任何股份、相關股份或債權證中擁有已知會本公司及聯交所或記錄於登記冊內或根據標準守則須知會本公司及聯交所的權益或淡倉。



SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

主要股東及其他人士於本公司股份及相關股份中的權益及淡倉


As at 30 June 2022, the following entities or persons (other than the Directors or the chief executive of the Company) had or were deemed or taken to have interests and short positions in the Shares and underlying Shares as recorded in the register of interests and short positions of the substantial shareholders (the "Register of Substantial Shareholders") required to be kept by the Company under section 336 of the SFO:

於二零二二年六月三十日，下列實體或人士(本公司董事或最高行政人員除外)擁有或被視作或當作於股份及相關股份中擁有記錄於本公司根據證券及期貨條例第336條須存置的主要股東之權益及淡倉之登記冊(「主要股東登記冊」)內的權益及淡倉：

INTEREST IN THE COMPANY'S SHARES

於本公司股份之權益

Name of Shareholders 股東姓名／名稱	Capacity/Nature of Interest 身份／權益性質	Number of Shares Held 所持股份數目	Total 總計	Approximate Percentage of Shareholding Interest in the Company 佔本公司股權概約百分比
Everbest Environmental	Beneficial interest 實益權益	337,500,000 ⁽¹⁾	337,500,000	30.48%
Ms. Wong 王女士	Beneficial interest 實益權益	18,915,000 ⁽¹⁾	371,080,000	33.51%
	Interest in controlled corporations 受控法團權益	352,165,000 ⁽¹⁾		
Mr. Chan Chun Keung 陳進強先生	Interest in a controlled corporation 受控法團權益	14,665,000 ⁽²⁾	371,080,000	33.51%
	Interest held by spouse 配偶所持權益	356,415,000 ^{(1) & (2)}		
Wealthy Sea 潤海	Beneficial interest 實益權益	225,000,000 ⁽³⁾	225,000,000	20.32%
Ms. Wong Mei Ling 王美玲女士	Interest held by spouse 配偶所持權益	225,000,000 ⁽³⁾	225,000,000	20.32%
Morgan Top Trading Co., Ltd.	Beneficial interest 實益權益	143,300,000	143,300,000	12.94%



Corporate Governance and Other Information 企業管治及其他資料

Notes:

- (1) Each of Everbest Environmental and Hightop Investment Limited (“Hightop”) is owned as to 50% by Ms. Wong and, therefore, Ms. Wong is deemed to be interested in the 337,500,000 Shares and 14,665,000 Shares held by Everbest Environmental and Hightop respectively pursuant to the SFO. Also, Ms. Wong is beneficially interested in 18,915,000 Shares.
- (2) Hightop is also owned as to 50% by Mr. Chan Chun Keung, the husband of Ms. Wong. Therefore, Mr. Chan Chun Keung is deemed to be interested in the 14,665,000 Shares held by Hightop, 337,500,000 Shares deemed to be held by Ms. Wong through Everbest Environmental and 18,915,000 Shares beneficially owned by Ms. Wong pursuant to the SFO.
- (3) Wealthy Sea is owned as to 90% and 10% by Mr. Chau, an executive Director and the Chairman, and Ms. Wong Mei Ling, the wife of Mr. Chau, respectively. Ms. Wong Mei Ling is, therefore, deemed to be interested in the 225,000,000 Shares held by Wealthy Sea controlled by Mr. Chau pursuant to the SFO.
- (4) All of the above Shares were held in long position.

Save as disclosed above, as at 30 June 2022, the Directors were not aware of any entities which or persons (other than a Director or the chief executive of the Company) who had or were deemed or taken to have interests or short positions in the Shares or the underlying Shares, which were recorded in the Register of Substantial Shareholders under section 336 of the SFO.

CORPORATE GOVERNANCE

The Company strives to maintain a high standard of corporate governance, and has applied the principles and complied with all applicable code provisions as set out in the Corporate Governance Code contained in Appendix 14 to the Listing Rules (the “CG Code”) throughout the Period and up to the date of this report.

SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code as its own code of conduct governing the securities transactions by the Directors. Following specific enquiries made by the Company with all the Directors, all of them have confirmed that they had complied with the required standard as set out in the Model Code during the Period.

附註：

- (1) Everbest Environmental及高峻投資有限公司(「高峻」)各由王女士擁有50%，因此，根據證券及期貨條例，王女士被視為分別於Everbest Environmental及高峻所持有的337,500,000股及14,665,000股股份中擁有權益。此外，王女士實益擁有18,915,000股股份。
- (2) 高峻亦由陳進強先生(王女士的丈夫)擁有50%。因此，根據證券及期貨條例，陳進強先生被視為於高峻所持有的14,665,000股股份、視為王女士透過Everbest Environmental所持有的337,500,000股股份及由王女士實益擁有的18,915,000股股份中擁有權益。
- (3) 潤海由執行董事兼主席周先生及王美玲女士(周先生的妻子)分別擁有90%及10%。因此，根據證券及期貨條例，王美玲女士被視為於周先生控制的潤海所持有的225,000,000股股份中擁有權益。
- (4) 上述所有股份均以好倉持有。

除上文所披露者外，於二零二二年六月三十日，董事並不知悉有任何實體或人士(董事或本公司最高行政人員除外)，於股份或相關股份中擁有或被視為或視作擁有根據證券及期貨條例第336條已記錄於主要股東登記冊內的權益或淡倉。

企業管治

本公司致力維持高標準的企業管治，並於本期間及直至本報告日期一直應用原則及遵守上市規則附錄十四所載企業管治守則(「企業管治守則」)的所有適用守則條文。

董事進行證券交易

本公司已採納標準守則，作為其監管董事進行證券交易的行為守則。經本公司向全體董事作出具體查詢後，彼等確認其於本期間內一直遵守標準守則載列的規定準則。

Corporate Governance and Other Information 企業管治及其他資料



PURCHASE, SALE OR REDEMPTION OF SHARES

The Company did not redeem its Shares listed on the Main Board of the Stock Exchange, nor did the Company or any of its subsidiaries purchase or sell any of such Shares during the Period.

REVIEW BY AUDIT COMMITTEE

The Company has established an audit committee (the “Audit Committee”) in compliance with Rule 3.21 of the Listing Rules and paragraph D.3 of the CG Code for the purpose of reviewing and providing supervision over the Group’s financial reporting process, risk management and internal controls. The Audit Committee comprises three members, namely Ms. Ng Chung Yan Linda (who is also the chairlady of the Audit Committee), Mr. Ng Man Kung and Ms. Leung Bo Yee Nancy, all being independent non-executive Directors. The Audit Committee has reviewed with the Company’s management the accounting principles and practices adopted by the Group and the unaudited interim results of the Group for the Period and this interim report.

UPDATE ON THE DIRECTORS’ INFORMATION UNDER RULE 13.51B(1) OF THE LISTING RULES

The Company is not aware of any change in the Directors’ information since the date of the 2021 Annual Report pursuant to Rule 13.51B(1) of the Listing Rules.

買賣或贖回股份

於本期間，本公司概無贖回其於聯交所主板上市的股份，本公司或其附屬公司亦無買賣任何有關股份。

由審核委員會審閱

本公司已遵照上市規則第3.21條及企業管治守則第D.3段成立審核委員會（「審核委員會」），旨在審閱及監督本集團的財務申報程序、風險管理及內部控制。審核委員會包括三名成員，即獨立非執行董事伍頌恩女士（彼同時為審核委員會主席）、吳文拱先生及梁寶儀女士。審核委員會已與本公司管理層審閱於本期間本集團所採納的會計原則及慣例及本集團的未經審核中期業績以及本中期報告。

根據上市規則第13.51B(1)條更新董事資料

根據上市規則第13.51B(1)條，本公司並不知悉董事資料自二零二一年年報日期以來有任何變動。

Condensed Consolidated Statement of Profit or Loss 簡明綜合損益表

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

		Six months ended 30 June		
		截至六月三十日止六個月		
		Notes 附註	2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Revenue	營業收入	4	88,110	33,011
Cost of sales	銷售成本		(66,722)	(15,741)
Gross profit	毛利		21,388	17,270
Other income and net gains/(losses)	其他收入及淨收益／ (虧損)	6	1,811	(1,581)
Administrative expenses	行政開支		(14,412)	(12,366)
Finance costs	融資成本	7	(3,817)	(1,663)
Profit before tax	除稅前溢利	8	4,970	1,660
Income tax expense	所得稅開支	9	(5,963)	(3,607)
Loss for the period	期內虧損		(993)	(1,947)
(Loss)/profit for the period attributable to:	以下各方應佔期內 (虧損)／溢利：			
Owners of the Company	本公司擁有人		(1,611)	(3,269)
Non-controlling interests	非控股權益		618	1,322
			(993)	(1,947)
			HK cent 港仙	HK cent 港仙
Loss per share	每股虧損	11		
— Basic	— 基本		(0.15)	(0.30)
— Diluted	— 攤薄		(0.15)	(0.30)

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

簡明綜合損益及其他全面收益表

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

		Six months ended 30 June	
		截至六月三十日止六個月	
		2022	2021
		二零二二年	二零二一年
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)
Loss for the period	期內虧損	(993)	(1,947)
Other comprehensive (expense)/ income	其他全面(開支)/ 收入		
<i>Item that will not be reclassified to profit or loss:</i>	將不會重新分類至損益的項目：		
Actuarial loss of defined benefit retirement plan	界定福利退休計劃之精算虧損	—	(1)
<i>Items that may be reclassified subsequently to profit or loss:</i>	隨後可能重新分類至損益的項目：		
Exchange differences arising on translation of foreign operations	換算海外業務產生之匯兌差額	(21,323)	5,575
Net fair value loss on debt instruments at fair value through other comprehensive income	透過其他全面收益按公允值計量的債務工具的公允值虧損淨額	(1,698)	(97)
Release on redemption of debt instruments at fair value through other comprehensive income	贖回透過其他全面收益按公允值計量的債務工具時撥回	—	5
Other comprehensive (expense)/income for the period	期內其他全面(開支)/ 收入	(23,021)	5,482
Total comprehensive (expense)/ income for the period	期內全面(開支)/ 收入總額	(24,014)	3,535
Total comprehensive (expense)/ income for the period attributable to:	以下各方應佔期內全面(開支)/ 收入總額：		
Owners of the Company	本公司擁有人	(23,059)	1,745
Non-controlling interests	非控股權益	(955)	1,790
		(24,014)	3,535



Condensed Consolidated Statement of Financial Position 簡明綜合財務狀況表

As at 30 June 2022 於二零二二年六月三十日

			30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
NON-CURRENT ASSETS				
Property, plant and equipment	非流動資產 物業、廠房及設備	12	65,866	71,490
Receivables under service concession arrangements	服務特許權安排下的應收款項	13	244,134	313,194
Goodwill	商譽	14	—	—
Debt instruments at fair value through other comprehensive income	透過其他全面收益按公允值計量的債務工具	15	314	2,012
Other financial assets at amortised cost	按攤銷成本計量的其他金融資產		13	14
Prepayments and other receivables	預付款項及其他應收款項	16	—	341
Restricted bank deposits	受限制銀行存款		—	2,960
			310,327	390,011
CURRENT ASSETS				
Inventories	流動資產 存貨		807	1,973
Trade receivables	貿易應收款項	16	1,821	73
Receivables under service concession arrangements	服務特許權安排下的應收款項	13	24,162	25,559
Prepayments and other receivables	預付款項及其他應收款項	16	42,815	30,867
Other financial assets at amortised cost	按攤銷成本計量的其他金融資產		4	5
Restricted bank deposits	受限制銀行存款		5,679	2,960
Time deposits	定期存款		—	12,269
Bank balances and cash	銀行結餘及現金		21,352	65,054
			96,640	138,760
Assets classified as held for sale	分類為持作出售的資產	17	137,279	—
			233,919	138,760

Condensed Consolidated Statement of Financial Position

簡明綜合財務狀況表

As at 30 June 2022 於二零二二年六月三十日

			30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
CURRENT LIABILITIES	流動負債			
Trade payables	貿易應付款項	18	1,579	3,301
Other payables and accruals	其他應付款項及 應計費用		5,468	5,984
Amounts due to related parties	應付關聯方款項		75,312	35,207
Borrowings	借款	19	41,867	35,107
Lease liabilities	租賃負債		191	472
Income tax payable	應付所得稅		1,427	4,972
			125,844	85,043
Liabilities associated with assets classified as held for sale	與分類為持作出售資產 有關之負債	17	22,998	—
			148,842	85,043
NET CURRENT ASSETS	流動資產淨值		85,077	53,717
TOTAL ASSETS LESS CURRENT LIABILITIES	總資產減流動負債		395,404	443,728
CAPITAL AND RESERVES	資本及儲備			
Share capital	股本	20	111	111
Reserves	儲備		329,695	352,754
Equity attributable to owners of the Company	本公司擁有人應佔權益		329,806	352,865
Non-controlling interests	非控股權益		29,245	30,200
TOTAL EQUITY	權益總額		359,051	383,065
NON-CURRENT LIABILITIES	非流動負債			
Amounts due to related parties	應付關聯方款項		—	4,000
Deferred tax liabilities	遞延稅項負債		22,574	36,620
Provision for major overhauls	重大檢修撥備		12,786	18,978
Retirement benefit obligations	退休福利責任		993	1,065
			36,353	60,663
			395,404	443,728

Condensed Consolidated Statement of Changes in Equity 簡明綜合權益變動表

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

		Attributable to owners of the Company 本公司擁有人應佔										
		Share capital	Share premium	Share option reserve	Other reserve	Exchange reserve	General reserve	Investment revaluation reserve	Accumulated losses	Sub-total	Non-controlling interests	Total
		股本	股份溢價	購股權儲備	其他儲備	匯兌儲備	一般儲備	重估儲備	累計虧損	小計	非控股權益	總額
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
At 1 January 2021 (Audited)	於二零二一年一月一日 (經審核)	111	408,460	121	(31,476)	3,617	24,608	146	(60,451)	345,136	30,028	375,164
(Loss)/profit for the period	期內(虧損)/溢利	-	-	-	-	-	-	-	(3,269)	(3,269)	1,322	(1,947)
Actuarial loss of defined benefit retirement plan	界定福利退休計劃之精算虧損	-	-	-	-	-	-	-	(1)	(1)	-	(1)
Exchange differences arising on translation of foreign operations	換算海外業務產生之匯兌差額	-	-	-	-	5,107	-	-	-	5,107	468	5,575
Net fair value loss on debt instruments at fair value through other comprehensive income	透過其他全面收益按公允價值計量的債務工具的公允價值虧損淨額	-	-	-	-	-	-	(97)	-	(97)	-	(97)
Release on redemption of debt instruments at fair value through other comprehensive income	贖回透過其他全面收益按公允價值計量的債務工具時撥回	-	-	-	-	-	-	5	-	5	-	5
Total comprehensive income/(expense) for the period	期內全面收益/(開支)總額	-	-	-	-	5,107	-	(92)	(3,270)	1,745	1,790	3,535
At 30 June 2021 (Unaudited)	於二零二一年六月三十日 (未經審核)	111	408,460	121	(31,476)	8,724	24,608	54	(63,721)	346,881	31,818	378,699

Condensed Consolidated Statement of Changes in Equity 簡明綜合權益變動表

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

		Attributable to owners of the Company 本公司擁有人應佔									
		Share capital	Share premium	Other reserve	Exchange reserve	General reserve	Investment revaluation reserve	Accumulated losses	Sub-total	Non- controlling interests	Total
		股本	股份溢價	其他儲備	匯兌儲備	一般儲備	重估儲備	累計虧損	小計	非控股權益	總額
		HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元	千港元
At 1 January 2022 (Audited)	於二零二二年一月一日(經審核)	111	391,851	(31,476)	11,281	27,652	(1,152)	(45,402)	352,865	30,200	383,065
(Loss)/profit for the period	期內(虧損)/溢利	-	-	-	-	-	-	(1,611)	(1,611)	618	(993)
Exchange differences arising on translation of foreign operations	換算海外業務產生之匯兌差額	-	-	-	(19,750)	-	-	-	(19,750)	(1,573)	(21,323)
Net fair value loss on debt instruments at fair value through other comprehensive income	透過其他全面收益按公允值計量的債務工具的公允值虧損淨額	-	-	-	-	-	(1,698)	-	(1,698)	-	(1,698)
Total comprehensive expense for the period	期內全面開支總額	-	-	-	(19,750)	-	(1,698)	(1,611)	(23,059)	(955)	(24,014)
At 30 June 2022 (Unaudited)	於二零二二年六月三十日 (未經審核)	111	391,851	(31,476)	(8,469)	27,652	(2,850)	(47,013)	329,806	29,245	359,051

Condensed Consolidated Statement of Cash Flows 簡明綜合現金流量表

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

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Operating activities	經營活動		
Cash used in operations	經營所用的現金	(54,504)	(7,212)
Income tax paid	已付所得稅	(7,202)	(3,903)
Net cash used in operating activities	經營活動所用的現金淨額	(61,706)	(11,115)
Investing activities	投資活動		
Purchases of property, plant and equipment	購買物業、廠房及設備	(812)	(2,982)
Proceeds from redemption of debt instruments at fair value through other comprehensive income	贖回透過其他全面收益按公允值計量的債務工具的所得款項	—	1,593
Proceeds from redemption of the other financial assets at amortised cost	贖回按攤銷成本計量的其他金融資產的所得款項	—	5,983
Withdrawal of restricted bank deposits	提取受限制銀行存款	—	5,877
Interest received	已收利息	236	484
Net cash (used in)/from investing activities	投資活動(所用)/所得的現金淨額	(576)	10,955
Financing activities	融資活動		
Repayment to a related party	償還一名關聯方款項	—	(15,550)
Repayments of borrowings	償還借款	(2,240)	(2,240)
Repayments of lease liabilities	償還租賃負債	(281)	(270)
Interest paid	已付利息	(2,677)	(482)
New loans from related parties	來自關聯方的新貸款	44,512	33,451
New borrowings raised	新增借款	—	14,867
Dividend paid	已付股息	—	(798)
Net cash from financing activities	融資活動所得現金淨額	39,314	28,978

Condensed Consolidated Statement of Cash Flows 簡明綜合現金流量表

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

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Net (decrease)/increase in cash and cash equivalents	現金及現金等價物 (減少)/增加淨額	(22,968)	28,818
Cash and cash equivalents at beginning of the period	期初現金及現金等價物	65,054	51,067
Effect of foreign exchange rate changes	外匯匯率變動的影響	(2,003)	4,721
Cash and cash equivalents at end of the period	期末現金及現金等價物	40,083	84,606
Represented by:	指：		
Bank balances and cash	銀行結餘及現金	21,352	84,606
Bank balances and cash included in assets classified as held for sale	銀行結餘及現金計入分類為持作出售之資產	18,731	—
		40,083	84,606

MAJOR NON-CASH TRANSACTION:

During the six months ended 30 June 2022, a close family member of a director provided HK\$9,000,000 new loans to the Company, who is further entered into deed of assignments to assign all his legal and beneficial right and interest of those new loans to an independent third party, hereafter the amounts due to related parties of HK\$9,000,000 was reallocated to borrowings.

主要非現金交易：

截至二零二二年六月三十日止六個月，一名董事的近親向本公司提供了9,000,000港元的新貸款，彼進一步訂立轉讓契據，以向一名獨立第三方轉讓其於該等新貸款的所有法定及實益權益，此後應付關聯方款項9,000,000港元重新分配至借款。



Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

1. CORPORATION AND GROUP INFORMATION

ELL Environmental Holdings Limited (the “Company”) is incorporated in the Cayman Islands as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”). The addresses of the registered office of the Company is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands and the principal place of business of the Company is Unit 2304, 23rd Floor, Westlands Centre, 20 Westlands Road, Hong Kong.

The condensed consolidated financial statements are presented in Hong Kong dollars (“HK\$”), which is also the functional currency of the Company. The Company acts as an investment holding company. The principal activities of its principal subsidiaries are engaged in the construction and operation of wastewater treatment facilities, construction of biomass power plant and sales of biofuel.

2. BASIS OF PREPARATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The unaudited condensed interim financial information of the Group for the period (the “Unaudited Condensed Interim Financial Information”) has been prepared in accordance with Hong Kong Accounting Standard (the “HKAS”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) as well as the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange and the Hong Kong Companies Ordinance.

The Unaudited Condensed Interim Financial Information does not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2021.

This Unaudited Condensed Interim Financial Information is presented in HK\$ and all values are rounded to the nearest thousand (“HK\$’000”) except when otherwise indicated. This Unaudited Condensed Interim Financial Information has not been audited or reviewed by the Company’s external auditor, but has been reviewed by the Company’s audit committee.

1. 公司及集團資料

強泰環保控股有限公司(「本公司」)為一間在開曼群島註冊成立的獲豁免有限責任公司，其股份於香港聯合交易所有限公司(「聯交所」)上市。本公司的註冊辦事處地址為Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands，本公司的主要營業地點位於香港華蘭路20號華蘭中心23樓2304室。

簡明綜合財務報表以港元(「港元」)列值，港元亦為本公司功能貨幣。本公司為投資控股公司。其主要附屬公司的主要活動為從事污水處理設施的建造及營運、建設生物質發電廠以及銷售生物燃料。

2. 簡明綜合財務報表編製基準

本集團於期內的未經審核簡明中期財務資料(「未經審核簡明中期財務資料」)乃根據香港會計師公會(「香港會計師公會」)頒佈的香港會計準則(「香港會計準則」)第34號「中期財務報告」及聯交所證券上市規則附錄十六的適用披露規定及香港公司條例編製。

未經審核簡明中期財務資料並不包括年度綜合財務報表規定的所有資料及披露，且應與本集團截至二零二一年十二月三十一日止年度的年度綜合財務報表一併閱讀。

本未經審核簡明中期財務資料以港元呈列，而除另有指明外，所有數值已約整至最接近的千位數(「千港元」)。本未經審核簡明中期財務資料未經本公司外部核數師審核或審閱，惟已由本公司審核委員會審閱。

Notes to the Condensed Interim Financial Information

簡明中期財務資料附註

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

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements of the Group have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting period.

Other than additional accounting policies resulting from application of amendments to Hong Kong Financial Reporting Standards (the “HKFRSs”), the accounting policies and methods of computation used in the condensed consolidated financial statements of the Group for the six months ended 30 June 2022 are the same as those presented in the Group’s annual consolidated financial statements for the year ended 31 December 2021.

APPLICATION OF AMENDMENTS TO HKFRSs

In the current interim period, the Group has applied the following amendments to HKFRSs issued by the HKICPA, for the first time, which are mandatorily effective for the Group’s annual period beginning on or after 1 January 2022 for the preparation of the Group’s condensed consolidated financial statements:

Amendments to HKFRS 3	Reference to the Conceptual Framework
Amendment to HKFRS 16	COVID-19-Related Rent Concessions beyond 30 June 2021
Amendments to HKAS 16	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to HKAS 37	Onerous Contracts – Cost of Fulfilling a Contract
Amendments to HKFRSs	Annual Improvements to HKFRSs 2018–2020

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

3. 主要會計政策

除若干金融工具於各報告期末按公允值計量外，本集團之簡明綜合財務報表按歷史成本基準編製。

除因應用經修訂香港財務報告準則（「香港財務報告準則」）所導致的額外會計政策變動外，截至二零二二年六月三十日止六個月本集團之簡明綜合財務報表所採用之會計政策及計算方法與本集團截至二零二一年十二月三十一日止年度之年度綜合財務報表所呈列者一致。

應用經修訂香港財務報告準則

於本中期期間，本集團首次應用下列由香港會計師公會頒佈之經修訂香港財務報告準則（其於本集團自二零二二年一月一日或之後開始的年度期間強制生效），以編製本集團的簡明綜合財務報表：

香港財務報告準則第3號（修訂本）	概念框架之提述
香港財務報告準則第16號（修訂本）	二零二一年六月三十日後之COVID-19相關的租金優惠
香港會計準則第16號（修訂本）	物業、廠房及設備—擬定用途前之所得款項
香港會計準則第37號（修訂本）	虧損性合約—履行合約之成本
香港財務報告準則（修訂本）	二零一八年至二零二零年週期之香港財務報告準則年度改進

於本中期期間應用經修訂香港財務報告準則對本集團本期間及過往期間的財務狀況及表現及／或此等簡明綜合財務報表所載的披露並無重大影響。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

4. REVENUE

4. 營業收入

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Types of goods and services	商品及服務類別		
Wastewater treatment facilities operation services	污水處理設施營運服務	26,796	24,513
Wastewater treatment facilities construction services	污水處理設施建設服務	—	953
Biomass power plant construction services	生物質發電廠建設服務	46,210	—
Sales of biofuel	銷售生物燃料	6,475	—
Revenue from goods and services	商品及服務營業收入	79,481	25,466
Imputed interest income on receivables under service concession arrangements	服務特許權安排下應收款項推算的利息收入	8,629	7,545
		88,110	33,011

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Timing of revenue recognition	收入確認時間點		
A point in time	於某一時間點	33,271	24,513
Over time	隨時間	46,210	953
Revenue from goods and services	商品及服務營業收入	79,481	25,466

The contracts for biomass power plant construction services, wastewater treatment facility operation services and sales of biofuel are for periods of one year or less. As permitted under HKFRS 15, the transaction price allocated to these unsatisfied contracts is not disclosed.

生物質發電廠建設服務、污水處理設施營運服務及銷售生物燃料的合約均為期一年或以下。如香港財務報告準則第15號所批准，並無披露分配至該等未履行合約的交易價。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

5. SEGMENT INFORMATION

The Group is engaged in the construction and operation of wastewater treatment facilities, construction of biomass power plant and sales of biofuel business. Information reported to the Group's chief operating decision maker (i.e. the executive directors) for the purposes of resource allocation and assessment of performance is focused on geographical locations of its manpower and customers, including Hong Kong, the People's Republic of China (the "PRC") and the Republic of Indonesia ("Indonesia").

SEGMENT REVENUE AND RESULTS

The following is an analysis of the Group's revenue and results by reportable and operating segments:

Six months ended 30 June 2022 (unaudited)

		Hong Kong 香港 HK\$'000 千港元	PRC 中國 HK\$'000 千港元	Indonesia 印尼 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Results	業績				
Segment revenue	分部收入	—	34,108	54,002	88,110
Segment (loss)/profit	分部(虧損)/溢利	(8,972)	13,802	140	4,970
Unallocated expenses	未分配開支				
Administrative expenses	行政開支				—
Profit before tax	除稅前溢利				4,970

5. 分部資料

本集團從事建設及營運污水處理設施、建設生物質發電廠以及銷售生物燃料業務。呈報予本集團主要營運決策人(即執行董事)，以作為資源分配及表現評估之用的資料集中在其人力資源及客戶的地理位置，包括香港、中華人民共和國(「中國」)及印度尼西亞共和國(「印尼」)。

分部收入及業績

本集團按可呈報及經營分部劃分之收入及業績分析如下：

截至二零二二年六月三十日止六個月
(未經審核)

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

5. SEGMENT INFORMATION (Cont'd)

SEGMENT REVENUE AND RESULTS (Cont'd)

Six months ended 30 June 2021 (unaudited)

		Hong Kong 香港 HK\$'000 千港元	PRC 中國 HK\$'000 千港元	Indonesia 印尼 HK\$'000 千港元	Total 總計 HK\$'000 千港元
Results	業績				
Segment revenue	分部收入	—	32,476	535	33,011
Segment (loss)/profit	分部(虧損)/溢利	(4,538)	14,340	(8,118)	1,684
Unallocated expenses	未分配開支				
Administrative expenses	行政開支				(24)
Profit before tax	除稅前溢利				1,660

There were no inter-segment sales for both periods.

All of the segment revenue reported above is from external customers.

Revenue from customers contributing over 10% of the Group's revenue for the six months ended 30 June 2022 and 2021 are as follows:

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Customer A from the PRC segment	中國分部客戶A	10,414	13,430
Customer B from the PRC segment	中國分部客戶B	23,694	19,046
Customer C from the Indonesia segment	印尼分部客戶C	47,527	N/A* 不適用*

* The corresponding revenue did not contribute over 10% of the total revenue of the Group.

5. 分部資料(續)

分部收入及業績(續)

截至二零二一年六月三十日止六個月
(未經審核)

兩個期間均無分部間銷售。

上述呈報的所有分部收入均來自外部客戶。

截至二零二二年及二零二一年六月三十日止六個月，佔本集團營業收入10%以上的客戶收入如下：

* 相應收入佔本集團營業收入總額不超過10%。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

6. OTHER INCOME AND NET GAINS/(LOSSES)

6. 其他收入及淨收益／(虧損)

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Bank interest income	銀行利息收入	209	346
Interest income from advance to a third party	向一名第三方作出墊款的利息收入	199	—
Interest income from debt instruments at fair value through other comprehensive income	透過其他全面收益按公允價值計量的債務工具的利息收入	95	138
Foreign exchange gain/(loss), net	外匯收益／(虧損)淨額	73	(2,648)
Government grants (note)	政府補助(附註)	67	—
Refund of value-added tax	增值稅退稅	1,077	583
Others	其他	91	—
		1,811	(1,581)

Note: For the six months ended 30 June 2022, the Group recognised government grants HK\$16,000 in respect of COVID-19 related subsidies, which relates to Employment Support Scheme provided by the Hong Kong Government. There were no unfulfilled conditions or contingencies relating to these grants.

附註：截至二零二二年六月三十日止六個月，本集團確認了COVID-19相關補貼的政府補助16,000港元，這與香港政府提供的僱傭支援計劃有關。概無有關該等補助的未達成條件或或然事項。

7. FINANCE COSTS

7. 融資成本

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Interest on borrowings	借款利息	1,115	465
Interest on loans from related parties	來自關聯方的貸款利息	2,149	595
Interest on lease liabilities	租賃負債利息	6	17
Increase in discounted amounts of provision for major overhauls arising from the passage of time	由於時間流逝而產生的重大檢修撥備的貼現金額增加	547	586
		3,817	1,663

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

8. PROFIT BEFORE TAX

Profit before tax has been arrived at after charging:

8. 除稅前溢利

除稅前溢利已扣除：

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Staff cost (including directors' remuneration):	員工成本(包括董事酬金):		
Salaries, allowances and benefits in kind	薪金、津貼及實物福利	6,836	5,987
Discretionary bonus	酌情花紅	125	—
Pension scheme contributions (note)	退休金計劃供款 (附註)	892	767
Less: Amount capitalised in inventories	減：於存貨資本化的款項	(196)	—
Less: Amount recognised in cost of sales	減：已確認之銷售成本款項	(786)	—
		6,871	6,754
Depreciation of property, plant and equipment	物業、廠房及設備折舊	3,072	2,329
Less: Amount capitalised in inventories	減：於存貨資本化的款項	(137)	—
Less: Amount recognised in cost of sales	減：已確認之銷售成本款項	(611)	—
		2,324	2,329
Cost of construction services	建設服務成本	40,597	857
Cost of wastewater treatment facilities operation services rendered	提供污水處理設施營運服務的成本	17,479	14,884
Cost of biofuel operation	生物燃料營運成本	8,646	—
Provision for major overhauls	重大檢修撥備	966	1,105

Note: As at 30 June 2022, the Group had no forfeited contributions available to reduce its contributions to the pension scheme in future years (six months ended 30 June 2021: Nil).

附註：於二零二二年六月三十日，本集團概無可供減少未來年度的退休金計劃供款之沒收供款(截至二零二一年六月三十日止六個月：無)。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

9. INCOME TAX EXPENSE

9. 所得稅開支

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Current tax:	即期稅項：		
PRC	中國	3,890	3,617
Under provision in prior periods:	過往期間撥備不足：		
PRC	中國	204	30
Deferred tax:	遞延稅項	1,869	(40)
		5,963	3,607

Pursuant to the rules and regulations of the Cayman Islands and the British Virgin Islands (“BVI”), the Group is not subject to any income tax in the Cayman Islands and the BVI.

No provision for Hong Kong profits tax had been made as the Group did not generate any assessable profits arising in Hong Kong during the period (six months ended 30 June 2021: Nil).

The provision for the PRC income tax is based on the respective corporate income tax rates applicable to the subsidiaries of the Company located in the PRC as determined in accordance with the relevant income tax rules and regulations of the PRC.

No provision for Indonesian income tax had been made as the Group did not generate any assessable profits arising in Indonesia during the period (six months ended 30 June 2021: Nil).

根據開曼群島及英屬處女群島(「英屬處女群島」)的規則及法規，本集團毋須於開曼群島及英屬處女群島繳納任何所得稅。

由於本集團本期間並無於香港產生任何應課稅溢利，故概無計提香港利得稅撥備(截至二零二一年六月三十日止六個月：無)。

中國所得稅撥備是根據本公司位於中國的附屬公司所適用並按中國相關所得稅規則及法規所釐定的各企業所得稅率而作出。

由於本集團本期間並無於印尼產生任何應課稅溢利，故概無計提印尼所得稅撥備(截至二零二一年六月三十日止六個月：無)。



Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

10. DIVIDEND

No dividends were paid, declared or proposed during the interim period. The directors of the Company have determined that no dividend will be paid in respect of the interim period (for six months ended 30 June 2021: an interim dividend of HK0.5 cent per ordinary share).

11. LOSS PER SHARE

The calculation of the basic and diluted loss per share attributable to the owners of the Company is based on the following data:

10. 股息

於中期期間並無派付、宣派或擬派股息。本公司董事已決定不就中期期間派付股息(截至二零二一年六月三十日止六個月：中期股息每股普通股0.5港仙)。

11. 每股虧損

本公司擁有人應佔每股基本及攤薄虧損的計算基於下列數據：

		Six months ended 30 June	
		截至六月三十日止六個月	
		2022	2021
		二零二二年	二零二一年
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)
Loss for the purposes of basic and diluted loss per share, being loss for the period attributable to owners of the Company	就每股基本及攤薄虧損而言之虧損，即本公司擁有人應佔期內虧損	(1,611)	(3,269)

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

11. LOSS PER SHARE (Cont'd)

11. 每股虧損(續)

	Number of shares 股份數目	
	Six months ended 30 June 截至六月三十日止六個月	
	2022 二零二二年 '000 千股 (Unaudited) (未經審核)	2021 二零二一年 '000 千股 (Unaudited) (未經審核)
Weighted average number of ordinary shares for the purpose of basic loss per share	1,107,300	1,107,300

For the six months ended 30 June 2021, the computation of diluted loss per share does not assume the exercise of the Company's outstanding share options because the exercise price of those options was higher than the average market price for shares for the period.

No diluted loss per share for the six months ended 30 June 2022 were presented as there were no potential ordinary share in issue for the six months ended 30 June 2022.

截至二零二一年六月三十日止六個月，計算每股攤薄虧損並無假設本公司尚未行使購股權獲行使，原因為該等購股權的行使價高於期內股份平均市價。

由於截至二零二二年六月三十日止六個月並無已發行的潛在普通股，故截至二零二二年六月三十日止六個月並無呈列每股攤薄虧損。

12. PROPERTY, PLANT AND EQUIPMENT

During the current interim period, the Group paid HK\$812,000 (six months ended 30 June 2021: HK\$3,879,000) for the acquisition of items of property, plant and equipment.

12. 物業、廠房及設備

於本中期期間，本集團就購買物業、廠房及設備項目支付812,000港元(截至二零二一年六月三十日止六個月：3,879,000港元)。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

13. RECEIVABLES UNDER SERVICE CONCESSION ARRANGEMENTS 13. 服務特許權安排下的應收款項

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
Receivables under service concession arrangements	服務特許權安排下的應收款項	268,296	338,753
Portion classified as current assets	分類為流動資產的部份	(24,162)	(25,559)
Portion classified as non-current assets	分類為非流動資產的部份	244,134	313,194

The following is an aged analysis of receivables under service concession arrangements, presented based on the invoice date:

根據發票日期呈列對服務特許權安排下的應收款項的賬齡分析如下：

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
Billed within 3 months	已於三個月內開具發票	14,529	12,248
Unbilled	尚未開具發票	253,767	326,505
		268,296	338,753

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

14. GOODWILL

14. 商譽

HK\$'000
千港元

COST

At 1 January 2021, 31 December 2021,
1 January 2022 and 30 June 2022

成本

於二零二一年一月一日、
二零二一年十二月三十一日、
二零二二年一月一日及
二零二二年六月三十日

81,407

ACCUMULATED IMPAIRMENT

At 1 January 2021, 31 December 2021,
1 January 2022 and 30 June 2022

累計減值

於二零二一年一月一日、
二零二一年十二月三十一日、
二零二二年一月一日及
二零二二年六月三十日

81,407

CARRYING VALUE

At 30 June 2022 (unaudited)

賬面值

於二零二二年六月三十日(未經審核)

—

At 31 December 2021 (audited)

於二零二一年十二月三十一日(經審核)

—

The amount represents goodwill arising on the acquisition of Weal Union Limited and its subsidiary on 21 October 2016, and is allocated to the Group's cash-generating unit ("CGU") in the biomass power generation business. The goodwill was fully impaired during the year ended 31 December 2018, as the carrying amount of the CGU was determined to be higher than its recoverable amount.

該金額表示於二零一六年十月二十一日收購旭衡有限公司及其附屬公司產生的商譽，並已分配至本集團之生物質發電業務現金產生單位(「現金產生單位」)。於截至二零一八年十二月三十一日止年度，由於該現金產生單位之賬面值被認定高於其可收回金額，商譽已予全數減值。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

15. DEBT INSTRUMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

15. 透過其他全面收益按公允值計量的債務工具

				30 June 2022	31 December 2021
				二零二二年 六月三十日	二零二一年 十二月三十一日
				HK\$'000	HK\$'000
				千港元	千港元
				(Unaudited)	(Audited)
				(未經審核)	(經審核)
Listed investments, fair value	上市投資，公允值				
— Debt securities listed in Hong Kong	— 於香港上市的債務證券			314	2,012
				30 June 2022	31 December 2021
				二零二二年 六月三十日	二零二一年 十二月三十一日
		Fixed interest rate	Maturity date	HK\$'000	HK\$'000
		固定利率	到期日	千港元	千港元
				(Unaudited)	(Audited)
				(未經審核)	(經審核)
Listed bond	上市債券	6.13%	21 February 2024 二零二四年 二月二十一日	314	2,012

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

16. TRADE RECEIVABLES, PREPAYMENTS AND OTHER RECEIVABLES

16. 貿易應收款項、預付款項及其他應收款項

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
Trade receivables	貿易應收款項	1,821	73
Less: Allowance for credit losses	減：信貸虧損撥備	—	—
		1,821	73
Other receivables	其他應收款項	4,375	3,827
Advance to a third party (note)	向一名第三方作出的墊款 (附註)	3,865	4,049
Prepayments for BOT construction	BOT建設預付款項	30,966	19,785
Prepaid expenses	預付開支	1,844	1,774
VAT recoverable	可收回增值稅	2,746	2,800
		43,796	32,235
Less: Allowance for credit losses on advance to a third party	減：向一名第三方作出的 墊款之信貸虧損 撥備	(981)	(1,027)
		42,815	31,208
		44,636	31,281
Analysed as:	分析為：		
Non-current	非流動	—	341
Current	流動	44,636	30,940
		44,636	31,281

Note: The advance bears interest of 10% per annum, is repayable on demand and secured by pledge of 40% equity interest in a private company incorporated in the PRC.

附註：墊款按年利率10%計息、按要求償還，並以一間於中國註冊成立的私人公司的40%股權作抵押。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

16. TRADE RECEIVABLES, PREPAYMENTS AND OTHER RECEIVABLES (Cont'd)

The following is an aged analysis of trade receivables (net of allowance for credit losses) presented based on the invoice date:

	30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
0-60 days	0至60日	1,821 73

The Group had a policy of allowing a credit period of 30 days.

貿易應收款項按發票日期列示之賬齡分析(扣除信貸虧損撥備)如下:

	30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)	31 December 2021 二零二一年 十二月三十一日 HK\$'000 千港元 (Audited) (經審核)
0-60 days	0至60日	1,821 73

本集團的政策為批准30日信貸期。

17. DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE

During the current interim period, the directors of the Company decided to dispose of the entire 70% share capital of Haian Hengfa Wastewater Treatment Company Limited ("Haian Hengfa"), an indirect partially-owned subsidiary of the Company, which operates wastewater treatment facilities in the PRC.

Subsequent to the end of the current interim period, Everbest Water Treatment Development Company Limited, an indirect wholly-owned subsidiary of the Company entered into sale and purchase agreement (the "Agreement") with CGN Environmental Protection Industry Co., Ltd., an independent third party to dispose of the entire 70% share capital of Haian Hengfa. The assets and liabilities attributable to Haian Hengfa, which are expected to be sold within twelve months, have been classified as a disposal group held for sale and are presented separately in the condensed consolidated statement of financial position. Haian Hengfa is included in the Group's PRC segment.

17. 分類為持作出售之出售組別

於本中期期間，本公司董事決定出售海安恆發污水處理有限公司(「海安恆發」)(為一間由本公司間接持有的非全資附屬公司)的全部70%股本，海安恆發於中國營運污水處理設施。

於本中期期間結束後，本公司間接全資附屬公司恆發水務發展有限公司與獨立第三方中廣核環保產業有限公司訂立買賣協議(「該協議」)，以出售海安恆發全部70%股本。預期將於十二個月內出售的海安恆發應估資產及負債已分類為持作出售的出售組別，並於簡明綜合財務狀況表內單獨呈列。海安恆發計入本集團的中國分部。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

17. DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE (Cont'd)

Details of the Agreement are set out in the Group's circular of "Very Substantial Disposal" dated 29 August 2022 and published on the websites of the Stock Exchange and the Company.

The net proceeds of disposal exceed the net carrying amount of the relevant assets and liabilities and accordingly, no impairment loss has been recognised.

The assets and liabilities associated with disposal group classified as held for sale are analysed as follows:

17. 分類為持作出售之出售組別(續)

該協議之詳情載於本集團日期為二零二二年八月二十九日之「非常重大出售事項」通函，其於聯交所及本公司網站刊發。

出售所得款項淨額超過相關資產及負債的賬面淨值，因此並無確認減值虧損。

與分類為持作出售之出售組別有關之資產及負債分析如下：

		30 June 2022 二零二二年 六月三十日 HK\$'000 千港元 (Unaudited) (未經審核)
Property, plant and equipment Receivables under service concession arrangements Inventories Prepayments and other receivables Time deposits Bank balances and cash	物業、廠房及設備 服務特許安排下的 應收款項 存貨 預付款項及其他應收款項 定期存款 銀行結餘及現金	511 106,235 25 64 11,713 18,731
Total assets classified as held for sale		137,279
Trade payables Other payables and accruals Income tax payable Deferred tax liabilities Provision for major overhauls	貿易應付款項 其他應付款項及應計費用 應付所得稅 遞延稅項負債 重大檢修撥備	1,614 73 309 14,204 6,798
Total liabilities associated with assets classified as held for sale		22,998

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

18. TRADE PAYABLES

The following is an aged analysis of the trade payables presented based on the invoice date:

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Audited)
		(未經審核)	(經審核)
0–60 days	0至60日	1,171	667
61–90 days	61至90日	1	3
Over 90 days	90日以上	407	2,631
		1,579	3,301

19. BORROWINGS

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Audited)
		(未經審核)	(經審核)
Unsecured bank borrowings	無抵押銀行借款	18,000	20,240
Unsecured other borrowings	無抵押其他借款	23,867	14,867
		41,867	35,107

During the current interim period, the Group repaid bank borrowings amounting to HK\$2,240,000 (six months ended 30 June 2021: HK\$2,240,000), and obtained new other borrowings amounting to HK\$9,000,000 (six months ended 30 June 2021: HK\$14,867,000) which carried interest at 8% per annum. The new other borrowings of HK\$9,000,000 are unsecured and repayable within one year.

18. 貿易應付款項

貿易應付款項按發票日期列示之賬齡分析如下：

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Audited)
		(未經審核)	(經審核)
0–60 days	0至60日	1,171	667
61–90 days	61至90日	1	3
Over 90 days	90日以上	407	2,631
		1,579	3,301

19. 借款

		30 June 2022	31 December 2021
		二零二二年 六月三十日	二零二一年 十二月三十一日
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Audited)
		(未經審核)	(經審核)
Unsecured bank borrowings	無抵押銀行借款	18,000	20,240
Unsecured other borrowings	無抵押其他借款	23,867	14,867
		41,867	35,107

於本中期期間，本集團償還銀行借款2,240,000港元(截至二零二一年六月三十日止六個月：2,240,000港元)，並取得新增其他借款9,000,000港元(截至二零二一年六月三十日止六個月：14,867,000港元)，按年利率8%計息。新增其他借款9,000,000港元為無抵押且須於一年內償還。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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



20. SHARE CAPITAL

20. 股本

		Number of shares 股份數目 '000 千股	Share capital 股本 HK\$'000 千港元
Ordinary shares of HK\$0.0001 each	每股面值0.0001港元的普通股		
Authorised	法定		
At 1 January 2021, 30 June 2021, 1 January 2022 and 30 June 2022	於二零二一年一月一日、 二零二一年六月三十日、 二零二二年一月一日及 二零二二年六月三十日	3,800,000	380
Issued and fully paid	已發行及繳足		
At 1 January 2021, 30 June 2021, 1 January 2022 and 30 June 2022	於二零二一年一月一日、 二零二一年六月三十日、 二零二二年一月一日及 二零二二年六月三十日	1,107,300	111

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

21. RELATED PARTY TRANSACTIONS

- (a) The Group has following transactions and balances with related parties:

21. 關聯方交易

- (a) 本集團與關聯方的交易及結餘載列如下：

Six months ended 30 June 截至六月三十日止六個月

		2022	2021
		二零二二年	二零二一年
		HK\$'000	HK\$'000
		千港元	千港元
		(Unaudited)	(Unaudited)
		(未經審核)	(未經審核)
Nature of transactions and balances with related companies:	與關聯公司的交易性質及結餘：		
Rental expense*	租金開支*	161	158
Administrative service expense**	行政服務開支**	1,184	1,123
Interest expenses on lease liabilities	租賃負債的利息開支	6	17
Lease liabilities***	租賃負債***	191	472

* During the period ended 30 June 2022 and 2021 rental expense was paid to a related company over which a director of the Company has significant influence to operate, monitor and maintain the two power plants of the Group.

** The Group entered an administrative service sharing agreement with a related party, a company controlled by certain executive directors and their family members, in connection with the sharing of administrative services on a cost basis.

*** During the year ended 31 December 2019, the Group entered a sub-lease agreement with Dragonfield Management Limited, a company controlled by certain executive directors and their family members, to sub-lease the office premise. The sub-lease has a term of three years from 20 November 2019 to 19 November 2022 at a rent of HK\$47,800 per month. For the period commencing on 1 January 2021, the rent was changed period to HK\$30,000 per month from 1 January 2021 to 19 November 2022. At the commencement date of the sub-lease, the Group recognised a right-of-use asset and a lease liability of HK\$1,629,000.

* 於截至二零二二年及二零二一年六月三十日止期間，已支付租金開支予一間關聯公司，而本公司一名董事對關聯公司擁有重大影響力，從而影響本集團兩座發電廠的營運、監督及維護。

** 本集團已就共享行政服務與一名關聯方(由若干執行董事及其家屬控制的公司)訂立行政服務共享協議(按成本基準收費)。

*** 於截至二零一九年十二月三十一日止年度，本集團已就分租辦公室與龍田管理有限公司(由若干執行董事及其家屬控制的公司)訂立分租協議。分租期為期三年(自二零一九年十一月二十日至二零二二年十一月十九日)，月租為47,800港元。自二零二一年一月一日起期間，租金自二零二一年一月一日起至二零二二年十一月十九日期間更改為每月30,000港元。於分租開始日期，本集團確認使用權資產及租賃負債1,629,000港元。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

21. RELATED PARTY TRANSACTIONS (Cont'd)

(b) Compensation of key management personnel

The remuneration of the directors and other members of key management during the period was as follows:

		Six months ended 30 June 截至六月三十日止六個月	
		2022 二零二二年 HK\$'000 千港元 (Unaudited) (未經審核)	2021 二零二一年 HK\$'000 千港元 (Unaudited) (未經審核)
Short-term employee benefits	短期僱員福利	1,897	797
Post-employment benefits	離職後福利	65	9
		1,962	806

The remuneration of the directors and key executives is determined by the remuneration committee having regard to the performance of individuals and market trends.

21. 關聯方交易(續)

(b) 主要管理層人員的薪酬

於本期間董事及主要管理層其他人員的薪酬如下：

董事及主要行政人員之薪酬由薪酬委員會經考慮個人表現及市場趨勢後釐定。

22. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

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

22. 金融工具的公允值計量

公允值計量根據公允值計量之輸入數據可觀察程度及輸入數據對公允值計量之整體重要性分類為第一級、第二級或第三級，載述如下：

- 第一級輸入數據為實體於計量日期可以取得的相同資產或負債於活躍市場的報價(未經調整)；
- 第二級輸入數據為就資產或負債直接或間接地可觀察之輸入數據(第一級內包括的報價除外)；及
- 第三級輸入數據為資產或負債的不可觀察輸入數據。

Notes to the Condensed Interim Financial Information 簡明中期財務資料附註

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

22. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS (Cont'd)

FAIR VALUE OF THE GROUP'S FINANCIAL ASSETS THAT ARE MEASURED AT FAIR VALUE ON A RECURRING BASIS

Some of the Group's financial assets are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets are determined (in particular, the valuation techniques and inputs used).

Financial assets/financial liabilities 金融資產／金融負債	Fair value as at 於以下日期之公允值		Fair value Hierarchy 公允值層級	Valuation techniques and key inputs 估值技術及主要輸入數據
	30.6.2022 二零二二年 六月三十日	31.12.2021 二零二一年 十二月三十一日		
	Listed debt securities classified as financial assets at fair value through other comprehensive income 分類為透過其他全面收益按公允值計量的金融資產的上市債務證券	Asset — HK\$314,000 資產 — 314,000港元		

The Directors consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate their fair values.

There were no transfers between Level 1 and Level 2 and no transfers into or out of Level 3 during the period.

23. APPROVAL OF THE CONDENSED INTERIM FINANCIAL INFORMATION

The unaudited condensed interim financial information was approved by the Board on 30 August 2022.

22. 金融工具的公允值計量(續)

按經常性基準以公允值計量之本集團金融資產之公允值

本集團部分金融資產於各報告期末按公允值計量。下表提供有關如何釐定該等金融資產公允值的資料(特別是所使用的估值技術及輸入數據)。

董事認為，於簡明綜合財務報表內按攤銷成本列賬之金融資產及金融負債之賬面值與其公允值相若。

於本期間第一級與第二級之間並無轉撥，亦無轉入或轉出第三級。

23. 簡明中期財務資料的批准

未經審核簡明中期財務資料已於二零二二年八月三十日獲董事會批准。



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