

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness, and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

OKG Technology Holdings Limited
歐科雲鏈控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1499)

**ANNOUNCEMENT OF INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2022**

FINANCIAL HIGHLIGHTS

- Revenue of the Group for the Period was approximately HK\$182.2 million (for the six months ended 30 September 2021: approximately HK\$191.2 million).
- Profit attributable to the owners of the Company for the Period amounted to approximately HK\$35.2 million (Loss attributable to the owners of the Company for the six months ended 30 September 2021: approximately HK\$28.9 million).
- Basic and diluted earning per share for the Period amounted to approximately HK cent 0.66 (Basic and diluted loss per share for the six months ended 30 September 2021: approximately HK cent 0.54).
- The Board does not recommend the payment of any interim dividend for the Period (2021: Nil).

The board (the “**Board**”) of directors (the “**Directors**”) of OKG Technology Holdings Limited (the “**Company**”, together with subsidiaries of the Company, the “**Group**”) is pleased to announce the unaudited consolidated financial results of the Group for the six months ended 30 September 2022 (the “**Period**”), together with comparative figures for the six months ended 30 September 2021 as follows:

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2022

		Six months ended	
		30 September	
	<i>Note</i>	2022	2021
		HK\$'000	HK\$'000
		(Unaudited)	(Unaudited)
Revenue	4	182,174	191,206
Cost of sales		(95,494)	(181,563)
Gross profit		86,680	9,643
Other income, gains and losses	4	1,759	10,798
Administrative and other operating expenses		(42,178)	(46,299)
Impairment losses on financial assets and contract assets		(1,423)	(279)
Operating profit/(loss)		44,838	(26,137)
Finance costs	5	(2,940)	(3,086)
Profit/(Loss) before income tax	6	41,898	(29,223)
Income tax (expenses)/credit	7	(7,060)	247
Profit/(Loss) for the period		34,838	(28,976)
Other comprehensive (loss)/income			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		(579)	501
Total comprehensive profit/(loss) for the period		34,259	(28,475)
Profit/(Loss) for the period attributable to:			
Owners of the Company		35,195	(28,928)
Non-controlling interests		(357)	(48)
		34,838	(28,976)
Total comprehensive profit/(loss) attributable to:			
Owners of the Company		35,070	(28,427)
Non-controlling interests		(811)	(48)
		34,259	(28,475)
Basic and diluted earning/(loss) per share	8	HK cent 0.66	HK cent (0.54)

Details of dividends are disclosed in Note 9 to the condensed consolidated interim financial statements.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2022

		At 30 September 2022 <i>HK\$'000</i> (Unaudited)	At 31 March 2022 <i>HK\$'000</i> (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	<i>10</i>	17,507	17,072
Right-of-use assets	<i>11</i>	7,705	10,251
Intangible assets		2,534	4,897
Deferred tax assets		242	242
		<u>27,988</u>	<u>32,462</u>
Current assets			
Trade and other receivables	<i>12</i>	54,391	32,769
Contract assets		50,085	67,265
Digital assets		1,177,494	560,097
Financial assets at fair value through profit or loss		17,924	20,856
Tax recoverable		–	783
Trust bank balance held on behalf of customers		103,758	147,547
Bank balances and cash		80,726	135,555
		<u>1,484,378</u>	<u>964,872</u>
Total assets		<u>1,512,366</u>	<u>997,334</u>
EQUITY			
Capital and reserves			
Share capital	<i>13</i>	26,853	26,853
Reserves		170,285	135,215
		<u>197,138</u>	<u>162,068</u>
Equity attributable to the owners of the Company		197,138	162,068
Non-controlling interests		3,744	4,555
		<u>200,882</u>	<u>166,623</u>
Total equity		<u>200,882</u>	<u>166,623</u>

		At 30 September 2022 <i>HK\$'000</i> (Unaudited)	At 31 March 2022 <i>HK\$'000</i> (Audited)
	<i>Note</i>		
LIABILITIES			
Non-current liabilities			
Lease liabilities	<i>11</i>	3,773	6,126
Deferred tax liabilities		457	457
		<u>4,230</u>	<u>6,583</u>
Current liabilities			
Trade and other payables	<i>14</i>	50,296	56,212
Contract liabilities		2,125	775
Digital assets liabilities		519,764	–
Liabilities due to customers		103,758	147,547
Amounts due to former subsidiaries		10,791	10,791
Amount due to a related party		16,207	18,073
Loans from related parties	<i>15</i>	92,110	92,135
Loan from a shareholder	<i>16</i>	79,022	–
Borrowings		420,384	494,072
Lease liabilities	<i>11</i>	4,297	4,414
Current income tax liabilities		8,500	109
		<u>1,307,254</u>	<u>824,128</u>
Total liabilities		<u>1,311,484</u>	<u>830,711</u>
Total equity and liabilities		<u>1,512,366</u>	<u>997,334</u>
Net current assets		<u>177,124</u>	<u>140,744</u>
Total assets less current liabilities		<u>205,112</u>	<u>173,206</u>

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2022

	Attributable to owners of the Company						Sub-total HK\$'000	Non- controlling interests HK\$'000	Total equity HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000 (Note a)	Merger reserve HK\$'000 (Note b)	Translation reserve HK\$'000	Accumulated losses HK\$'000			
Balance at 1 April 2021 (Audited)	26,853	239,372	7,922	1	625	(55,200)	219,573	–	219,573
Loss for the period	–	–	–	–	–	(28,928)	(28,928)	(48)	(28,976)
Other comprehensive income for the period	–	–	–	–	501	–	501	–	501
Total comprehensive income/(loss) for the period	–	–	–	–	501	(28,928)	(28,427)	(48)	(28,475)
Capital contribution from non-controlling interests	–	–	–	–	–	–	–	4,801	4,801
Balance at 30 September 2021 (Unaudited)	<u>26,853</u>	<u>239,372</u>	<u>7,922</u>	<u>1</u>	<u>1,126</u>	<u>(84,128)</u>	<u>191,146</u>	<u>4,753</u>	<u>195,899</u>
Balance at 1 April 2022 (Audited)	26,853	239,372	7,922	1	1,181	(113,261)	162,068	4,555	166,623
Profit/(loss) for the period	–	–	–	–	–	35,195	35,195	(357)	34,838
Other comprehensive loss for the period	–	–	–	–	(125)	–	(125)	(454)	(579)
Total comprehensive income/(loss) for the period	–	–	–	–	(125)	35,195	35,070	(811)	34,259
Balance at 30 September 2022 (Unaudited)	<u>26,853</u>	<u>239,372</u>	<u>7,922</u>	<u>1</u>	<u>1,056</u>	<u>(78,066)</u>	<u>197,138</u>	<u>3,744</u>	<u>200,882</u>

Notes:

- The capital reserve represents the deemed capital contribution from the Company's shareholder (the "Shareholder") in relation to listing expenses reimbursed to the Company in prior years.
- The merger reserve represents the difference between the nominal value of the shares issued by the Company in exchange for the nominal value of the share capital of its subsidiaries arising from the reorganisation in prior years.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six months ended 30 September 2022

	Six months ended	
	30 September	
	2022	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Net cash used in operating activities	<u>(123,878)</u>	<u>(24,255)</u>
Net cash (used in)/generated from investing activities	<u>(3,066)</u>	<u>12,549</u>
Net cash generated from/(used in) financing activities	<u>73,644</u>	<u>(42,682)</u>
Net decrease in cash and cash equivalents	(53,300)	(54,388)
Effect of foreign exchange rate changes	(1,529)	603
Cash and cash equivalents at beginning of the period	<u>134,041</u>	<u>236,735</u>
Cash and cash equivalents at end of the period	<u><u>79,212</u></u>	<u><u>182,950</u></u>

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company is an exempted company with limited liability company incorporated in the Cayman Islands and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) with effect from 2 September 2015. Its parent company is OKC Holdings Corporation, a company incorporated in the Cayman Islands with limited liability and controlled by Mr. Xu Mingxing. The address of the Company’s registered office is Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman, KY1-1108, Cayman Islands. The address of the Company’s principal place of business in Hong Kong is Unit 902-903, 9th Floor, Sino Plaza, 255-257 Gloucester Road, Causeway Bay, Hong Kong.

The Company is an investment holding company. The Group is principally engaged in provision of foundation, building construction works and ancillary services, construction wastes handling services, digital assets related businesses, technical services and other businesses.

The condensed consolidated interim financial statements are presented in Hong Kong dollars (“**HK\$**”) which is also the functional currency of the Company, unless otherwise stated.

2. BASIS OF PREPARATION

The condensed consolidated interim financial statements for the six months ended 30 September 2022 have been prepared in accordance with the Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) as well as the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the “**Listing Rules**”). The condensed consolidated interim financial statements should be read in conjunction with the Group’s audited annual financial statements for the year ended 31 March 2022 (the “**Annual Financial Statements**”).

3. SIGNIFICANT ACCOUNTING POLICIES

The condensed consolidated interim financial statements have been prepared on the historical cost basis except for financial assets at fair value through profit or loss which are carried at fair value.

Other than changes in accounting policies resulting from application of new and amendments to Hong Kong Financial Reporting Standards (“**HKFRSs**”), the significant accounting policies used in the preparation of condensed consolidated interim financial statements are consistent with those described in the Annual Financial Statements.

Application of new and amendments to HKFRSs

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

Amendments to HKFRS 3	Reference to Conceptual Framework
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 Improvement to HKFRSs 2018-2020

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

4. REVENUE, OTHER INCOME, GAINS AND LOSSES AND SEGMENT INFORMATION

Revenue and other income, gains and losses recognised during the Period are as follows:

	Six months ended	
	30 September	
	2022	2021
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Revenue		
Foundation, building construction works and ancillary services	84,722	103,301
Construction wastes handling services	1,673	81,378
Technical services	21,967	8,487
Trust and custody services	1,745	2,532
Services income from operation of USDK	1,112	49
	<hr/>	<hr/>
Revenue from contracts with customers	111,219	195,747
Trading in digital assets and net fair value change on digital assets	71,367	–
Interest income from lending business	837	1,505
Rental income from lease of machinery	118	207
Fair value change on investments in securities	(1,367)	(6,253)
	<hr/>	<hr/>
	182,174	191,206
	<hr/> <hr/>	<hr/> <hr/>
Other income, gains and losses		
Interest income	51	73
Gain on disposal of property, plant and equipment	–	797
Written off of property, plant and equipment	–	(5,005)
Gain on disposal of subsidiaries	–	15,548
Government grants	1,843	32
Net losses on change in fair value of financial assets at fair value through profit or loss	(455)	(990)
Others	320	343
	<hr/>	<hr/>
	1,759	10,798
	<hr/> <hr/>	<hr/> <hr/>

Disaggregation of revenue from contracts with customers

	Six months ended	
	30 September	
	2022	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Type of services		
Foundation, building construction works and ancillary services	84,722	103,301
Construction wastes handling services	1,673	81,378
Technical services	21,967	8,487
Trust and custody services	1,745	2,532
Services income from operation of USDK	1,112	49
	<u>111,219</u>	<u>195,747</u>
Timing of revenue recognition		
Over time	<u>111,219</u>	<u>195,747</u>

Segment information

Management has determined the operating segments based on the reports reviewed by the directors, the chief operating decision maker (the “CODM”), that are used to make strategic decisions. The directors consider the business from a product/service perspective. Principal activities of the segments are as follows:

- (a) Foundation, building construction works and ancillary services: Provision of site formation works, excavation and lateral support works, piling construction, pile caps or footing construction and reinforced concrete structure works, building construction works and ancillary services mainly included hoarding and demolition works and lease of machinery;
- (b) Construction wastes handling services: Provision of management and operation of public fill reception facilities, including public fill banks and temporary construction waste sorting facilities, for construction and demolition materials;
- (c) Digital assets related businesses: Provision of 1) proprietary trading in digital assets; and 2) trust and custody services;

- (d) Technical services: Provision of 1) developing the USDK smart contract, managing the USDK smart contract to effect minting and burning of USDK; 2) technology development and I.T. infrastructure services; and 3) the Group's blockchain technology services, including the provision of Chaintelligence Pro, blockchain explorers, security audit and other related services; and
- (e) Other businesses: 1) investment in securities; and 2) lending business which includes the Group's money lending business carried out in Hong Kong and the lending of the Group's digital assets.

Segment revenue is measured in a manner consistent with that in the interim condensed consolidated statement of profit or loss and other comprehensive income.

From the year ended 31 March 2022, investment in securities and lending business were combined into a single segment, as the directors believe it could provide better summary to them in reviewing the Group's operating performance and making decision in resource allocation. Accordingly, the comparative figures of the reportable segments have been re-presented for the purpose of presenting segment information.

The CODM assesses the performance of the operating segments based on a measure of segment results. Unallocated income, unallocated corporate expenses, finance costs, income tax (expenses)/credit are not included in segment results.

Segment assets mainly consist of current assets and non-current assets as disclosed in the interim condensed consolidated statement of financial position except unallocated bank balances and cash, deferred tax assets and other unallocated assets.

Segment liabilities mainly consist of current liabilities and non-current liabilities as disclosed in the interim condensed consolidated statement of financial position except current income tax liabilities, deferred tax liabilities, amounts due to former subsidiaries, amount due to a related party, loans from related parties, loan from a shareholder, lease liabilities and other unallocated liabilities.

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
Period ended 30 September 2022						
(Unaudited)						
Revenue						
External revenue	84,840	1,673	73,112	23,079	(530)	182,174
Cost of sales	(58,723)	(2,899)	(25,272)	(8,384)	(216)	(95,494)
Impairment losses on financial assets and contract assets	140	187	-	(1,031)	(719)	(1,423)
Segment results	<u>26,257</u>	<u>(1,039)</u>	<u>47,840</u>	<u>13,664</u>	<u>(1,465)</u>	85,257
Unallocated income						1,759
Unallocated corporate expenses						(42,178)
Finance costs						<u>(2,940)</u>
Profit before income tax						41,898
Income tax expenses						<u>(7,060)</u>
Profit for the period						<u><u>34,838</u></u>
Included in segment results are:						
Depreciation of property, plant and equipment	831	1,793	153	450	16	3,243
Depreciation of right-of-use assets	286	-	811	266	786	2,149
Amortisation of intangible assets	-	-	-	2,043	-	2,043
	<u>1,117</u>	<u>1,793</u>	<u>964</u>	<u>2,759</u>	<u>802</u>	<u>7,435</u>

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
At 30 September 2022						
(Unaudited)						
Segment assets	52,070	33,478	1,325,892	39,431	27,311	1,478,182
Deferred tax assets						242
Unallocated assets						33,942
Total assets						<u>1,512,366</u>
Additions to non-current assets:						
Segment assets	-	-	3,919	-	-	3,919
Unallocated assets						-
						<u>3,919</u>
Segment liabilities	20,988	8,773	1,065,331	4,306	3,104	1,102,502
Unallocated liabilities						1,895
Amounts due to former subsidiaries						10,791
Amount due to a related party						16,207
Loans from related parties						92,110
Loan from a shareholder						79,022
Current income tax liabilities						8,500
Deferred tax liabilities						457
Total liabilities						<u>1,311,484</u>

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
Period ended 30 September 2021						
(Unaudited)						
Revenue						
External revenue	103,508	81,378	2,532	8,536	(4,748)	191,206
Cost of sales	(97,839)	(75,860)	(965)	(6,567)	(332)	(181,563)
Impairment losses on financial assets and contract assets	(664)	793	–	161	(569)	(279)
Segment results	<u>5,005</u>	<u>6,311</u>	<u>1,567</u>	<u>2,130</u>	<u>(5,649)</u>	9,364
Unallocated income						10,798
Unallocated corporate expenses						(46,299)
Finance costs						<u>(3,086)</u>
Loss before income tax						(29,223)
Income tax credit						<u>247</u>
Loss for the period						<u><u>(28,976)</u></u>
Included in segment results are:						
Depreciation of property, plant and equipment	782	3,355	–	509	–	4,646
Amortisation of intangible assets	<u>–</u>	<u>–</u>	<u>–</u>	<u>1,467</u>	<u>–</u>	<u>1,467</u>
	<u>782</u>	<u>3,355</u>	<u>–</u>	<u>1,976</u>	<u>–</u>	<u>6,113</u>

	Foundation, building construction works and ancillary services <i>HK\$'000</i>	Construction wastes handling services <i>HK\$'000</i>	Digital assets related businesses <i>HK\$'000</i>	Technical services <i>HK\$'000</i>	Other businesses <i>HK\$'000</i>	Total <i>HK\$'000</i>
At 31 March 2022 (Audited)						
Segment assets	60,900	37,791	709,619	74,585	66,088	948,983
Deferred tax assets						242
Unallocated assets						<u>48,109</u>
Total assets						<u><u>997,334</u></u>
Additions to non-current assets:						
Segment assets	1,515	1,753	3,985	6,517	4,869	18,639
Unallocated assets						<u>–</u>
						<u><u>18,639</u></u>
Segment liabilities	36,057	11,340	648,176	7,058	3,956	706,587
Unallocated liabilities						2,559
Amounts due to former subsidiaries						10,791
Amount due to a related party						18,073
Loans from related parties						92,135
Current income tax liabilities						109
Deferred tax liabilities						<u>457</u>
Total liabilities						<u><u>830,711</u></u>

Geographical information

Information about the Group's revenue from external customers is presented based on the geographical location of operation is as follows:

	Six months ended	
	30 September	
	2022	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Hong Kong	166,294	182,719
The People's Republic of China (The "PRC")	<u>15,880</u>	<u>8,487</u>
	<u>182,174</u>	<u>191,206</u>

Information about the Group's non-current assets (excluding deferred tax assets) is presented based on the geographical location of the assets:

	At	At
	30 September	31 March
	2022	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Audited)
Hong Kong	23,117	25,146
The PRC	<u>4,629</u>	<u>7,074</u>
	<u>27,746</u>	<u>32,220</u>

5. FINANCE COSTS

	Six months ended	
	30 September	
	2022	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Interest on lease liabilities	142	58
Interest on loans from related parties	2,275	3,028
Interest on loan from a shareholder	523	–
	<u>2,940</u>	<u>3,086</u>

6. PROFIT/(LOSS) BEFORE INCOME TAX

Profit/(loss) before income tax has been arrived at after charging the following:

	Six months ended	
	30 September	
	2022	2021
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Depreciation of property, plant and equipment	3,243	7,267
Depreciation of right-of-use assets	2,149	2,544
Amortisation of intangible assets	2,043	1,668
Leasing expenses	658	868
Staff costs, including directors' emoluments		
– salaries and allowances	55,281	53,339
– retirement scheme contributions	899	1,588
Impairment losses on financial assets and contract assets	1,423	279

7. INCOME TAX EXPENSES/(CREDIT)

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profit arising in or derived from Hong Kong for both periods.

Under the Law of the People's Republic of China on Enterprise Income Tax (the "EIT Law") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for the Period.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

	Six months ended	
	30 September	
	2022	2021
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Hong Kong profits tax		
Current income tax	7,060	86
Deferred income tax	—	(333)
	<hr/>	<hr/>
Income tax expenses/(credit)	<u>7,060</u>	<u>(247)</u>

8. EARNING/(LOSS) PER SHARE

(a) Basic earning/(loss) per share

The calculation of basic earning per share is based on the profit attributable to owners of the Company of approximately HK\$35,195,000 (unaudited) (2021: loss attributable to owners of the Company of approximately HK\$28,928,000) and the weighted average of approximately 5,370,510,000 ordinary shares (unaudited) (2021: approximately 5,370,510,000 ordinary shares) in issue during the Period.

(b) Diluted earning/(loss) per share

For the six months period ended 30 September 2022 and 2021, the diluted earning/(loss) per share is equal to the basic earning/(loss) per share as there were no dilutive potential ordinary share in issue during the six months ended 30 September 2022 and 2021.

9. DIVIDENDS

No dividend has been paid or declared by the Company for the six months ended 30 September 2022 (2021: Nil).

10. PROPERTY, PLANT AND EQUIPMENT

**Property,
plant and
equipment**
HK\$'000

Six months ended 30 September 2022 (Unaudited)

Net book value

Opening amount at 1 April 2022	17,072
Additions	3,919
Depreciation	(3,243)
Exchange realignment, net	(241)
	<hr/>
Closing amount at 30 September 2022	17,507
	<hr/> <hr/>

Six months ended 30 September 2021 (Unaudited)

Net book value

Opening amount at 1 April 2021	34,569
Additions	37
Disposals	(3,853)
Written off	(5,005)
Depreciation	(7,267)
Disposal through disposal of a subsidiary	(292)
Exchange realignment, net	136
	<hr/>
Closing amount at 30 September 2021	18,325
	<hr/> <hr/>

11. RIGHT-OF-USE ASSETS/LEASE LIABILITIES

The Group obtains rights to control the use of certain premises for a period of time through lease arrangements. During the Period ended 30 September 2022, the addition to right-of-use assets was Nil (unaudited) (For the six months ended 30 September 2021: approximately HK\$7,542,000).

12. TRADE AND OTHER RECEIVABLES

	At 30 September 2022 <i>HK\$'000</i> (Unaudited)	At 31 March 2022 <i>HK\$'000</i> (Audited)
Trade receivables (<i>Note a</i>)	29,297	11,595
Less: Provision for impairment losses	<u>(5,955)</u>	<u>(7,699)</u>
	<u>23,342</u>	<u>3,896</u>
Loan receivables (<i>Note b</i>)	28,605	28,802
Less: Provision for impairment losses	<u>(12,305)</u>	<u>(10,944)</u>
	<u>16,300</u>	<u>17,858</u>
Other receivables, deposits and prepayment (<i>Note c</i>)	<u>14,749</u>	<u>11,015</u>
	<u>54,391</u>	<u>32,769</u>

Notes:

- (a) The ageing analysis of the trade receivables based on the date of payment certificate issued by customers or invoice date is as follows:

	At 30 September 2022 <i>HK\$'000</i> (Unaudited)	At 31 March 2022 <i>HK\$'000</i> (Audited)
0-30 days	22,850	3,895
31-60 days	637	139
61-90 days	–	94
Over 90 days	5,810	7,467
	29,297	11,595

- (b) The Group's loan receivables arise from the money lending business. The loan receivables are mainly secured by personal guarantee. The loan receivables of approximately HK\$20,754,000 (unaudited) (31 March 2022: approximately HK\$20,975,000) are not overdue based on contractual maturity date as at 30 September 2022.
- (c) As at 30 September 2022, the gross amount of other receivables was approximately HK\$9,700,000 (unaudited) (31 March 2022: approximately HK\$6,312,000) and the provision for the impairment loss was approximately HK\$227,000 (unaudited) (31 March 2022: approximately HK\$253,000).

13. SHARE CAPITAL

	Number of shares '000	Share capital <i>HK\$'000</i>
Authorised:		
At 1 April 2021, 31 March 2022, 1 April 2022 and 30 September 2022 (unaudited), ordinary shares of HK\$0.005 each	20,000,000	100,000
Issued and fully paid:		
At 1 April 2021, 31 March 2022, 1 April 2022 and 30 September 2022 (unaudited)	5,370,510	26,853

14. TRADE AND OTHER PAYABLES

	At 30 September 2022 <i>HK\$'000</i> (Unaudited)	At 31 March 2022 <i>HK\$'000</i> (Audited)
Trade payables	24,921	45,436
Accruals and other payables	25,375	10,776
	50,296	56,212

Note:

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

	At 30 September 2022 <i>HK\$'000</i> (Unaudited)	At 31 March 2022 <i>HK\$'000</i> (Audited)
0-30 days	1,214	7,019
31-60 days	2,572	3,377
61-90 days	1,235	8,804
Over 90 days	19,900	26,236
	24,921	45,436

15. LOANS FROM RELATED PARTIES

At 30 September 2022, included in loans from related parties are a principal portion of approximately HK\$89,857,000 (unaudited) (31 March 2022: approximately HK\$89,862,000) which were unsecured, interest bearing at 5% per annum and an interest portion of approximately HK\$2,253,000 (unaudited) (31 March 2022: approximately HK\$2,273,000). The loans are subject to review at any time and to the lender's overriding right of withdrawal and immediate repayment on demand. The related parties are companies controlled by the directors of certain subsidiaries of the Company.

16. LOAN FROM A SHAREHOLDER

On 6 June 2022, MetaStar Trading Limited (“**MetaStar**”), a wholly-owned subsidiary of the Company, entered into a loan agreement with OKC Holdings Corporation (“**OKC**”), the parent company of the Company, pursuant to which OKC agreed to make available to MetaStar an unsecured loan facility up to the maximum aggregate amount of US\$10 million (equivalent to approximately HK\$78,499,000) (unaudited). Pursuant to the loan agreement, the availability period be 36 months commencing from the date of the loan agreement at the rate of 2% per annum compounded annually. During the Period, the interest portion of the loan is approximately US\$67,000 (equivalent to approximately HK\$523,000) (unaudited). The loan was unsecured and repayable on demand.

17. CONTINGENT LIABILITIES

The Group, in the ordinary course of its business, is involved in various claims, suits, investigations, and legal proceedings that arise from time to time. Although the Group does not expect that the outcome in any of these legal proceedings, individually or collectively, will have a material adverse effect on its financial position or results of operations, litigation is inherently unpredictable. Therefore, the Group could incur judgements or enter into settlements of claims that could adversely affect its operating results or cash flows in a particular period.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group's major sources of revenue are from foundation, building construction works and ancillary services, construction wastes handling services, digital assets related businesses, technical services and other businesses.

During the Period, the Group had no material change in its business nature and principal activities.

Foundation, Building Construction Works and Ancillary Services

The foundation works of the Group mainly include building construction works, site formation works, excavation and lateral support (“**ELS**”) works, piling construction, pile caps or footing construction and reinforced concrete structure works, and ancillary services which mainly include hoarding and demolition works and lease of machinery.

During the Period, revenue from this segment was approximately HK\$84.8 million, representing a decrease of approximately 18.1% as compared with approximately HK\$103.5 million for the corresponding period in 2021. Such decrease was mainly due to the decrease in the number of projects undertaken.

Gross profit of this segment for the Period was approximately HK\$26.1 million, which increased approximately HK\$20.4 million as compared with approximately HK\$5.7 million for the corresponding period in 2021. Gross profit margin of this segment for the Period was approximately 30.8%, representing an increase of 25.3 percentage points from approximately 5.5% for the corresponding period in 2021. Such increase was mainly attributable to the certain projects with higher gross profit margin at the final stage.

Construction Wastes Handling Services

The Group's construction wastes handling services mainly include the management and operation of public fill reception facilities, such as public fill banks and temporary construction waste sorting facilities for construction and demolition materials.

For the Period, revenue from this segment amounted to approximately HK\$1.7 million, which decreased approximately HK\$79.7 million or 97.9% as compared with approximately HK\$81.4 million for the corresponding period in 2021. Gross loss of this segment for the Period was approximately HK\$1.2 million, which decreased approximately 121.8% as compared with approximately HK\$5.5 million gross profit for the corresponding period in 2021. Such decrease was mainly caused by the certain project is completed during the Period. The Group will continue to seek potential business opportunities in the market of this segment.

New Projects Awarded

During the Period, the Group had been awarded 3 new contracts with total contract value of approximately HK\$135.0 million. The details of the new projects are as follows:

<u>Type of Projects</u>	<u>Site Location</u>	<u>Type of Works</u>
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works
Building Construction Works	Yuen Long District	Reinforced Concrete Structure Work

Projects in Progress

As at 30 September 2022, the Group had 5 projects in progress with total contract value amounted to approximately HK\$250.8 million. The details of projects in progress are as follows:

<u>Type of Projects</u>	<u>Site Location</u>	<u>Type of Works</u>
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works
Foundation Works and Ancillary Services	Wong Tai Sin District	Foundation, Pile Cap and ELS Works
Building Construction Works	Yuen Long District	Reinforced Concrete Structure Work
Foundation Works and Ancillary Services	Wong Tai Sin District	ELS Works, Soldier Piles and Site Preparation
Foundation Works and Ancillary Services	North District	Hoarding, Drainage Diversion and Associated Works

Completed Projects

During the Period, the Group completed 4 projects with total contract value amounted to approximately HK\$774.7 million. The details of completed projects are as follows:

<u>Type of Projects</u>	<u>Site Location</u>	<u>Type of Works</u>
Building Construction Works	Yau Tsim Mong District	Carcass Works
Foundation Works and Ancillary Services	Yau Tsim Mong District	Foundation and ELS Works
Foundation Works and Ancillary Services	Tseung Kwan O District	Foundation and ELS Works
Construction Wastes Handling Services	Tuen Mun District	Fill Bank Operation

Digital Assets Related Businesses

(i) Proprietary Trading in Digital Assets

During the Period, the revenue from this segment was generated through the Group's trading activities in leading cryptocurrency exchanges (the "**Trading Platform**"). As at 30 September 2022, the market value of the Group's digital assets was approximately HK\$1,177.5 million (31 March 2022: approximately HK\$560.1 million). The Group also borrowed loans from the Trading Platform in forms of digital assets whose fair value were 420.4 million at the end of the Period (31 March 2022: approximately HK\$494.1 million). During the Period, the revenue from trading in digital assets and net fair value changes on digital assets was approximately HK\$71.4 million.

Set out below were significant digital assets held by the Group as of 30 September 2022:

Name of Digital Assets	Number of Digital Assets Held	Market Value as at 30 September 2022	% to the Group's Total Assets as at 30 September 2022
		<i>(HK\$'000)</i>	
Stablecoins	99,415,271	780,402	51.6%
Bitcoin (BTC)	1,512	234,257	15.5%

(ii) Trust and Custody Services

The Group's trust and custody services were being carried out through OKLink Trust Limited ("OKLink Trust"). OKLink Trust has been registered as a Trust Company under section 78(1) of the Trustee Ordinance (Chapter 29 of the Laws of Hong Kong) since 17 June 2020. The trust and custody services provided by the Group typically include the safekeeping, settlement and other customised services of its clients' assets. The types of assets custodied under this business include digital assets and fiat currencies. At the end of the Period, the total assets of the Group's custody clients were approximately HK\$198.6 million, decreased approximately 29.2% as compared with approximately HK\$280.5 million as at 31 March 2022. The clients' digital assets constitute trust assets and are not accounted for as assets of the Group and do not give rise to liabilities to the relevant customers.

During the Period, the revenue generated from the provision of trust and custody services was approximately HK\$1.7 million, which decreased approximately 32.0% compared with approximately HK\$2.5 million for the corresponding period in 2021. The decrease was mainly due to the decrease in the total client assets held and the related services provided by the Group.

During the Period, gross profit of the Group's digital assets related businesses amounted to approximately HK\$47.8 million which increased by approximately HK\$46.2 million as compared with approximately HK\$1.6 million for corresponding period in 2021. The increase in gross profit was mainly attributable to the proprietary trading in digital assets business commenced in 2022.

Technical Services

The Group's technical services income mainly includes (i) income generated by developing the USDK smart contract, managing the USDK smart contract to effect minting and burning of USDK; (ii) providing the technology development and I.T. infrastructure services; and (iii) the Group's blockchain technology services, including the provision of Chaintelligence Pro, blockchain explorers, security audit and other related services.

During the Period, revenue from this segment amounted to approximately HK\$23.1 million which was increased by approximately HK\$14.6 million or 171.8% as compared with approximately HK\$8.5 million for the corresponding period in 2021. The increase in revenue was mainly attributable to the security audit and other blockchain technology services provided during the Period. Gross profit of this segment was approximately HK\$14.7 million which increased by approximately HK\$12.7 million or 635.0% as compared with approximately HK\$2.0 million for corresponding period in 2021.

Other Businesses

(i) Investments in Securities

During the Period, the Group maintained the business of investments in securities in order to diversify the Group's business. The Group invested in a portfolio of listed securities in Hong Kong and overseas. As at 30 September 2022, the Group managed a portfolio of listed securities with total market value of approximately HK\$1.9 million (31 March 2022: approximately HK\$3.2 million). During the Period, the Group recorded a loss of approximately HK\$1.3 million on fair value changes in its investment portfolios, as compared with a loss of approximately HK\$6.3 million for the corresponding period in 2021. The Group reviewed the performance of its investment portfolio and evaluated the investment potentials of other investment opportunities available to the Group as part of the routine exercise with a view to optimise the expected return and minimise the risks.

(ii) Lending Business

During the Period, the Group continued to carry out its money lending business, which maintains a money lender's licence in Hong Kong, under the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong).

During the Period, the revenue and gross profit from this segment was approximately HK\$0.8 million (30 September 2021: approximately HK\$1.5 million) and approximately HK\$0.6 million (30 September 2021: approximately HK\$1.2 million), respectively. The Directors believe that the lending business benefits to the Group in exploring opportunities to widen its revenue base and minimise the risks of the Group overall, so as to enhance the capital use of the Group as well as the overall interests of the Company and its Shareholders.

FINANCIAL REVIEW

Revenue

The Group recorded a revenue of approximately HK\$182.2 million for the Period, representing a decrease of approximately 4.7% as compared with approximately HK\$191.2 million for the corresponding period in 2021. Such decrease was mainly due to the decrease in the revenues of the Group's construction wastes handling services which was offset by the increase in the revenue of proprietary trading in digital assets.

Gross Profit and Gross Profit Margin

The gross profit of the Group for the Period amounted to approximately HK\$86.7 million, representing an increase of approximately 803.1% as compared with approximately HK\$9.6 million for the corresponding period in 2021. The gross profit margin increased by 42.6 percentage points to approximately 47.6% for the Period from approximately 5.0% for the same period of last year. Such increase was mainly due to the Group's proprietary trading in digital assets business commenced in 2022 which has a higher gross profit margin.

Other Income, Gains and Losses

Other income, gains and losses of the Group amounted to approximately HK\$1.8 million, representing a decrease of approximately 83.3% as compared with approximately HK\$10.8 million for the corresponding period in 2021. The decrease is mainly due to the gain on disposal of subsidiaries incurred in 2021.

Administrative and Other Operating Expenses

The administrative and other operating expenses of the Group for the Period amounted to approximately HK\$42.2 million, representing a decrease of approximately 8.9% as compared with approximately HK\$46.3 million for the corresponding period in 2021. Such decrease was mainly due to the achievement in cost saving through more effective cost control performed by the Group.

Impairment Losses under Expected Credit Loss (“ECL”) Model

Impairment losses under ECL model derived from trade receivables, loan receivables, other receivables and contract assets of the Group. The Group classified them as in default when there was an evidence indicating the assets are credit impaired. The Group recorded an impairment loss of approximately HK\$1.4 million during the Period, increased approximately HK\$1.1 million as compared with approximately HK\$0.3 million for the period ended 30 September 2021. The increase of impairment loss in the Period was mainly due to the increase in gross amount of trade receivables.

Finance Costs

Finance costs for the Group during the Period amounted to approximately HK\$2.9 million, representing a decrease of approximately 6.5% as compared with approximately HK\$3.1 million for the corresponding period in 2021. Such decrease is mainly attributed to the decrease of interest on the loans from related parties.

Income Tax Expenses/(Credit)

Income tax expenses for the Group during the Period amounted to approximately HK\$7.0 million as compared with income tax credit approximately HK\$0.2 million for the corresponding period in 2021.

Profit/(Loss) for the Period Attributable to the Owners of the Company

The Group recorded a net profit attributable to the owners of the Company of approximately HK\$35.2 million for the Period, as compared with a loss of approximately HK\$28.9 million for the corresponding period in 2021. The increase in the profit for the Period was mainly attributable to the increase of revenue of proprietary trading in digital assets.

Capital Structure

The Group's total assets and total liabilities as at 30 September 2022 amounted to approximately HK\$1,512.4 million (31 March 2022: HK\$997.3 million) and approximately HK\$1,311.5 million (31 March 2022 HK\$830.7 million), respectively. The Group's debt ratio (which was expressed as a percentage of total liabilities over total assets) was approximately 86.7% as at 30 September 2022 (31 March 2022; 83.3%).

Liquidity, Financial and Capital Resources

The Group has funded the liquidity and capital requirements primarily through capital contributions from the Shareholders and other borrowings, internally generated cash flow and proceeds received from the placing of the Company's shares.

As at 30 September 2022, the Group had bank and cash balance approximately HK\$80.7 million (31 March 2022: approximately HK\$135.6 million).

Gearing Ratio

The gearing ratio is calculated based on the amount of total interest-bearing debts divided by total equity. The gearing ratio of the Group as at 30 September 2022 was approximately 89.2% (31 March 2022: approximately 61.6%). Such increase was mainly due to the Group borrowed a loan of US\$10 million with interest rate of 2% per annum compounded annually in 2022.

Pledge of Assets

In the Group's proprietary trading in digital assets business, the Trading Platform provided the Group a credit up to certain times of the Group's own funds in that Trading Platform. The Trading Platform had the right to liquidate the Group's assets in the Trading Platform, if the Group failed to repay the amounts due and payable to them. Consequently, the Group's digital assets constituted a collateral to the Group's borrowing. As of 30 September 2022, these borrowings were secured by Group's digital assets at the fair value of approximately HK\$631.0 million (31 March 2022: HK\$554.5 million) as collateral, interest-free and repayable on demand.

As at 30 September 2022, the Group did not have any pledged bank deposit (30 September 2021: Nil) to secure the bank facilities granted to the Group.

Save as disclosed above, the Group did not have any charge on its assets during the Period.

Risk Disclosures

The Group operates in two main business segments, including foundation, building construction works and ancillary services and digital assets related businesses, each of which carries distinct risks related to its business model and correlation with the macroeconomic environment.

The unaudited condensed consolidated interim financial statements does not include all risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Annual Financial Statements. There have been no material changes in any risk management policies since 31 March 2022.

Capital Commitments

The Group did not have any significant capital commitment as at 30 September 2022 (31 March 2022: Nil).

Contingent Liabilities

The Group, in the ordinary course of its business, is involved in various claims, suits, investigations, and legal proceedings that arise from time to time. Although the Group does not expect that the outcome in any of these legal proceedings, individually or collectively, will have a material adverse effect on its financial position or results of operations, litigation is inherently unpredictable. Therefore, the Group could incur judgements or enter into settlements of claims that could adversely affect its operating results or cash flows in a particular period.

PROSPECTS

Although the coronavirus disease (COVID-19) pandemic is entering a “post-pandemic” phase, the global political and economic situation remains uncertain and the financial market volatility continues rising, to which Hong Kong is hardly immune. The gross domestic product (GDP) of Hong Kong declined 4.5% in real terms year-on-year in the third quarter of 2022. The Hong Kong SAR Government has relaxed inbound control measures and resumed international connection since 26 September 2022, on the premise of striking a balance between risks and economic impetus. We expect it will have a boosting effect on the local economy and will also facilitate the Group’s business development.

In the face of the unpredictable market environment, the Group is prudently carrying out its construction related businesses in Hong Kong, optimising its business segments, gradually expanding the scale of its proprietary trading in digital assets business, expanding the research, development and commercialisation of blockchain technologies, to enhance steady growth of its financial performance. During the Period, the Group realised a turnaround from a loss to a net profit of approximately HK\$35.2 million, which further improved the financial conditions of the Group and laid a solid foundation for future business developments.

The Group continued to optimise its products such as the blockchain explorer and “Chaintelligence Pro” (鏈上天眼 Pro), which were developed independently through OKLink.com. During the Period, our blockchain explorer has launched 8 new explorers, including Aptos, Fantom, Arbitrum, etc., and currently supported 22 blockchain explorers. We also upgraded our OpenAPI service, launched and optimised NFT feature lists. Meanwhile, our Chaintelligence Pro 2.0 has supported OKC chain, the address analysis has supported BSC and TRON chains and the token analysis function was also launched. In October 2022, the Group officially launched the blockchain eco-security brand “OKLink Audit”. OKLink Audit will provide services such as risky token scanning, smart contract audit, to help users quickly gain insight into token risks. In addition, the Group has recorded as many as 400 million address tags in 13 different dimensions, including sanctions, fraud, hacking, dark web, etc., and built a database of tens of millions of black and gray addresses. The database can be used to protect assets by assisting law enforcement agencies to investigate virtual assets related cases more efficiently.

In September 2022, at the 2022 World Artificial Intelligence Conference (WAIC), the Group’s Chaintelligence Pro 2.0 was successfully inscribed on the “2022 Global Blockchain Innovative Application Demonstration Collection” and was the only innovative application case based on on-chain data to provide a comprehensive solution for blockchain security.

2022 has been a turbulent year for the cryptocurrency market. The collapse of TerraUSD and LUNA provided an impetus for regulators to accelerate industry regulation. The bankruptcy of FTX, a major digital assets trading platform, has reinforced investors’ concerns over the safety of assets in the cryptocurrency market and the urgent need for enhanced government regulation. It has also urged the industry participants to operate in a more transparent and compliant way to facilitate the long-term development of the industry. The Group will continue to operate its businesses prudently, take advantage of its compliant operations and enhance its corporate governance, financial and operation disclosures, to escort the Group’s stable development.

On 31 October 2022, along with the opening of the 7th Hong Kong Fintech Week, the Hong Kong SAR Government officially issued the “Policy Statement on Development of Virtual Assets in Hong Kong”, demonstrating Hong Kong’s vision to be the international virtual asset hub, as well as its commitment and determination to explore financial innovations together with the global virtual assets community. Looking ahead, benefiting from the Hong Kong SAR Government’s ongoing policy support to financial innovation and the digital economy, the Group will continue to strengthen its technical innovations in blockchain big data, increase its investment in the blockchain-based fintech industry and actively participate in the setting of industry standards, to facilitate the healthy development of the industry. We are committed to building a stable financial environment with blockchain network security technology, supporting the stable development of the financial market with innovative technological data, and developing our trust, custody, technology and information services. While expanding the market and enhancing profitability, the Group is also optimising our business structure and promoting proprietary investment in digital assets business, to seek sustainable development and strive for better investment returns to our Shareholders.

EMPLOYEES AND REMUNERATION POLICY

As at 30 September 2022, the Group employed a total of 92 staff (31 March 2022: 141 staff). Total staff costs including directors’ emoluments for the Period, amounted to approximately HK\$56.2 million (30 September 2021: approximately HK\$54.9 million). The salary and benefit levels of the employees of the Group are competitive, and individual performance is rewarded through the Group’s salary and bonus system. The Group provides adequate job training to the employees to equip them with practical knowledge and skills.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS

The Group did not have any significant investments held or any material acquisitions or disposals of subsidiaries or associated companies as at 30 September 2022.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

As at 30 September 2022, the Company did not have any future plans for material investments or capital assets.

EVENTS AFTER THE REPORTING PERIOD

No significant event has taken place after the end of the Period.

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

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

PLEDGE OF SHARES BY CONTROLLING SHAREHOLDER

During the Period, the Group did not have any pledge of shares by controlling shareholder.

INTERIM DIVIDEND

No interim dividend was declared by the Board during the Period (30 September 2021: Nil).

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of its Shareholders and to enhance corporate value and accountability. The Company has adopted the Corporate Governance Code (the “**CG Code**”) contained in Appendix 14 to the Listing Rules. During the Period, to the best knowledge of the Board, the Company has applied the principles of and complied with the applicable code provisions of the CG Code to the Listing Rules contained therein except for the following deviations:

- (i) The code provision C.2.1 of the CG Code stipulates that the roles of chairman and chief executive should be separated and should not be performed by the same individual.

Mr. Ren Yunan serves as an executive Director, the Chairman as well as the chief executive officer (the “**Chief Executive Officer**”) of the Company. The Board believes that vesting the roles of both Chairman and Chief Executive Officer in the same person provides the Company with strong and consistent leadership, allows for effective and efficient planning and implementation of business decisions and strategies, and is beneficial to the business prospects and management of the Group. Although Mr. Ren performs both the roles of Chairman and Chief Executive Officer, the division of responsibilities between the Chairman and Chief Executive Officer is clearly established. These two roles are performed by Mr. Ren distinctly.

The Board will examine and review, from time to time, the Company's corporate governance practices and operations in order to meet the relevant provisions under the CG Code and to protect the Shareholders' interest.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding directors' securities transactions with terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) in Appendix 10 of the Listing Rules. The Company has made specific enquiry of all Directors and all those Directors have confirmed that they have complied with the required standard set out in the Model Code during the Period and up to the date of this announcement.

UPDATED INFORMATION ON DIRECTORS PURSUANT TO RULE 13.51B(1) OF THE LISTING RULES

Save for the changes to a Director's information as set out below, since the Company's annual report for the year ended 31 March 2022, there has been no material change in the information of the Directors that is required to be disclosed under Rule 13.51B(1) of the Listing Rules:

Director's Updated Biographical Details

Zhejiang Chengchang Technology Co., Ltd. (Stock Code: 001270), with Mr. Jiang Guoliang (“**Mr. Jiang**”) serving as an independent director, was listed on the Shenzhen Stock Exchange, with effect from 6 June 2022.

Mr. Jiang has resigned as an independent non-executive director of Weigang Environmental Technology Holding Group Limited (Stock Code: 1845), a company listed on the Main Board of the Stock Exchange, with effect from 9 September 2022.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors as at the date of this announcement, the Company has maintained sufficient public float as required under the Listing Rules during the Period.

AUDIT COMMITTEE

The Company has established an audit committee (the “**Audit Committee**”) in accordance of among the Listing Rules with terms of reference aligned with the provision of the CG Code as set out in Appendix 14 to the Listing Rules.

The Audit Committee is to serve as a focal point for communication between other Directors, the external auditors, and the management as their duties relate to financial and other reporting, internal controls and the audits; and to assist the Board in fulfilling its responsibilities by providing an independent review of financial reporting, be satisfying themselves as to the effectiveness of the Company's internal controls and as to the efficiency of the audits. The Audit Committee comprises three independent non-executive Directors, namely Mr. Li Zhouxin (the Chairman), Mr. Lee Man Chiu and Mr. Jiang Guoliang.

REVIEW OF INTERIM RESULTS

The Group's unaudited condensed consolidated financial information for the Period have been reviewed by the Audit Committee. The Audit Committee was of the opinion that the preparation of such results complied with the applicable accounting standards, principles and policies and requirements as well as the Listing Rules and other applicable legal requirements and that adequate disclosures have been made.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

The results announcement is published on the website of the Stock Exchange (www.hkexnews.hk) and the Company's website (www.okg.com.hk). The interim report of the Company for the Period containing all information required by the Listing Rules will be dispatched to the Shareholders and will be available on the websites of the Stock Exchange and the Company in due course.

ACKNOWLEDGEMENT

On behalf of the Board, I would like to express my sincere gratitude to all our staff for their dedication and contribution to the Group. In addition, I would like to thank all our Shareholders and investors for their support and our customers for their patronage.

By order of the Board
OKG Technology Holdings Limited
Ren Yunan

Chairman, Chief Executive Officer and Executive Director

Hong Kong, 28 November 2022

As at the date of this announcement, the executive Directors are Mr. Ren Yunan and Mr. Zhang Chao; the non-executive Directors are Mr. Tang Yue and Mr. Pu Xiaojiang; and the independent non-executive Directors are Mr. Li Zhouxin, Mr. Lee Man Chiu and Mr. Jiang Guoliang.