

CCID Consulting

CCID Consulting Company Limited

(A joint stock limited company incorporated in the People's Republic of China)

Stock Code: 02176

思維 創造世界

Interim Report
2024

資本運作第一專家



城市經濟第一智庫



企業戰略第一顧問



HIGHLIGHTS

- For the six months ended 30 June 2024, the unaudited turnover of the Group amounted to approximately RMB121,183 thousand, representing an increase of approximately 23% over the corresponding period of last year;
- For the six months ended 30 June 2024, the gross profit of the Group was approximately RMB68,837 thousand, representing an increase of approximately 57% over the corresponding period of last year. The gross profit margin was approximately 57% (approximately 45% for the corresponding period of last year);
- For the six months ended 30 June 2024, the earnings of the Group was approximately RMB38,317 thousand, representing an increase of approximately 36% over the corresponding period of last year, of which earnings attributable to equity holders of the parent company was approximately RMB41,483 thousand, representing an increase of approximately 33% over the corresponding period of last year;
- For the six months ended 30 June 2024, the basic earnings per share of the Group was approximately RMB5.93 cents;
- The board of Directors does not recommend the payment of an interim dividend for the six months ended 30 June 2024.

INTERIM RESULTS

The board of Directors (the "Board") of CCID Consulting Company Limited* (the "Company") is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2024, together with the unaudited comparative figures for the corresponding period of 2023 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

	Notes	For the six months ended 30 June	
		2024 RMB'000	2023 RMB'000
Turnover	2 & 3	121,183	98,289
Cost of sales		(52,346)	(54,533)
Gross profit		68,837	43,756
Other income		1,332	869
Selling and distribution expenses		(7,624)	(5,315)
Administrative expenses and others		(16,310)	(11,050)
Credit impairment losses		1,177	4,047
Finance cost		(74)	—
Profit before tax	4	47,338	32,307
Taxation	5	(9,021)	(4,123)
Profit for the period		38,317	28,184
Profit/(loss) for the period attributable to:			
Equity holders of the Company		41,483	31,300
Non-controlling interests of the Group		(3,166)	(3,116)
		38,317	28,184
Earnings per share			
— Basic (RMB cents)	6	5.93	4.47

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		Unaudited	Audited
		30 June	31 December
		2024	2023
	<i>Notes</i>	RMB'000	<i>RMB'000</i>
NON-CURRENT ASSETS			
Property, plant and equipment	8	10,947	11,463
Right-of-use assets		4,791	5,659
Intangible assets	8	14,516	14,681
Financial assets at fair value through other comprehensive income	9	1,483	1,483
Deferred tax assets		486	492
		32,223	33,778
CURRENT ASSETS			
Accounts receivables	10	51,354	37,871
Prepayments, deposits and other receivables		3,613	1,867
Financial assets at fair value through profit or loss		207	148
Tax recoverable		141	636
Amounts due from related parties		—	5
Restricted bank deposits		—	451
Cash and cash equivalents		335,886	299,686
		391,201	340,664

		Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 RMB'000
	<i>Notes</i>		
CURRENT LIABILITIES			
Accounts payables	12	8,400	21,974
Other payables		15,614	37,739
Contract liabilities	11	162,144	109,160
Amounts due to related parties	13	—	150
Income tax payable		7,991	13,835
Lease liabilities		1,367	1,367
		195,516	184,225
NET CURRENT ASSETS		195,685	156,439
Total assets less current liabilities		227,908	190,217
NON-CURRENT LIABILITY			
Lease liabilities		3,695	4,321
NET ASSETS		224,213	185,896
EQUITY			
Share capital		70,000	70,000
Reserves		130,820	89,337
Total equity attributable to equity holders of the Company		200,820	159,337
Non-controlling interests of the Group		23,393	26,559
TOTAL EQUITY		224,213	185,896

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

	Issued share capital <i>RMB'000</i>	Capital reserve <i>RMB'000</i>	Statutory reserve fund <i>RMB'000</i>	Investment reassessment reserve <i>RMB'000</i>	Retained profit <i>RMB'000</i>	Sub-total <i>RMB'000</i>	Non- controlling interests of the Group <i>RMB'000</i>	Total <i>RMB'000</i>
As at 1 January 2023 (audited)	70,000	(20,004)	33,770	(117)	56,956	140,605	25,888	166,493
Changes for the period	—	—	—	—	12,431	12,431	(3,116)	9,315
As at 30 June 2023 (unaudited)	70,000	(20,004)	33,770	(117)	69,387	153,036	22,772	175,808
As at 1 January 2024 (audited)	70,000	(20,004)	35,000	(148)	74,489	159,337	26,559	185,896
Changes for the period	—	—	—	—	41,483	41,483	(3,166)	38,317
As at 30 June 2024 (unaudited)	70,000	(20,004)	35,000	(148)	115,972	200,820	23,393	224,213

CONDENSED CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

	For the six months ended 30 June 2024 <i>RMB'000</i>	For the six months ended 30 June 2023 <i>RMB'000</i>
Net cash flow from operating activities	36,204	26,093
Net cash flow from investing activities	(4)	292
Net cash flow from financial activities	—	—
Change in cash and cash equivalents	36,200	26,385
Cash and cash equivalents at the beginning of the period	299,686	247,653
Cash and cash equivalents at the end of the period	335,886	274,038
Cash at bank and on hand	335,886	274,038

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. BASIS OF PRESENTATION AND PRINCIPAL ACCOUNTING POLICIES

The Company was incorporated in the People's Republic of China (the "PRC") as a joint stock limited company. The listing of the H shares of the Company has been transferred to the Main Board of the Stock Exchange from the GEM since 14 May 2021. The registered address of the Company in the PRC is Room 311, No. 2 Building, No. 28 Zhen Xing Road, Chang Ping District, Beijing, the PRC. Its head office and principal place of business are located at the 9th and 10th Floors of CCID Plaza, 66 Zizhuyuan Road, Haidian District, Beijing, the PRC. Its principal place of business in Hong Kong is at 40th Floor, Dah Sing Financial Centre, 248 Queen's Road East, Wanchai, Hong Kong.

The Group's unaudited results are in compliance with Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards and its interpretation, all requirements under each applicable standard and each applicable interpretation effective at the beginning of the Reporting Period, all the disclosure requirements of the Hong Kong Companies Ordinance and the applicable disclosure provisions of the Listing Rules. The measurement basis used in preparation of these unaudited consolidated financial statements is the historical cost convention with the exception of financial assets measured at fair value.

The principal accounting policies adopted in the preparation of these unaudited consolidated financial statements for the six months ended 30 June 2024 are consistent with those used by the Group in the annual consolidated financial statements for the year ended 31 December 2023.

Impact of newly issued accounting standards

The Hong Kong Institute of Certified Public Accountants has issued certain new and revised Hong Kong Financial Reporting Standards and Hong Kong Accounting Standards (the "New Standards and Amendments").

The Group has not early adopted the New Standards and Amendments in these unaudited consolidated financial statements. The Group is going to initially apply the New Standards and Amendments in the first accounting period beginning on or after their respective mandatory effective dates. The Group is currently assessing the impact of the New Standards and Amendments and is not yet in a position to state whether they would have a significant impact on the consolidated financial statements in the period of initial application.



2. **TURNOVER**

The Group, a consultancy service provider, is committed to providing government agencies at all levels, industrial parks and enterprises, with (i) decision-making consulting services; (ii) data platform services; and (iii) science and technology innovation platform services. Turnover represents the sales amount of contract revenue with respect to services provided to customers (net of value-added tax), which excludes sales surtaxes. All significant intra-group transactions of the Group have been eliminated on consolidation.

3. **SEGMENT INFORMATION**

The Group's operating businesses are structured and managed separately, according to the nature of their operations and the services they provide. Each of the Group's business segments represents a strategic business unit that provides services which are subject to risks and returns that are different from those of other business segments. Summary of the business segments are as follows:

- (a) Decision-making consulting services: provide customers with specific decision-making consulting services such as regional strategy, park consulting, industrial planning, executive research and feasibility study, investment and financing, and digitalization transformation;
- (b) Data platform services: provide customers with industry data and digital technology-driven data analytics and decision-making services; and
- (c) Science and technology innovation platform services: provide customers with comprehensive services such as science and technology innovation center operation and brand conferences and exhibitions.

For the six months ended 30 June 2024 (unaudited)	Decision- making consulting services <i>RMB'000</i>	Data platform services <i>RMB'000</i>	Science and technology innovation platform services <i>RMB'000</i>	Total <i>RMB'000</i>
Turnover	78,148	17,893	25,142	121,183
Segment expenses	(33,757)	(7,729)	(10,860)	(52,346)
Segment results	44,391	10,164	14,282	68,837
Utilities expenses				(22,831)
Other income				1,332
Profit before tax				47,338
Taxation				(9,021)
Profit for the period				38,317

For the six months ended 30 June 2023 (unaudited)	Decision- making consulting services <i>RMB'000</i>	Data platform services <i>RMB'000</i>	Science and technology innovation platform services <i>RMB'000</i>	Total <i>RMB'000</i>
Turnover	80,386	11,430	6,473	98,289
Segment expenses	(41,731)	(5,678)	(7,124)	(54,533)
Segment results	38,655	5,752	(651)	43,756
Utilities expenses				(12,318)
Other income				869
Profit before tax				32,307
Taxation				(4,123)
Profit for the period				28,184

4. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging the following:

	Unaudited For six months ended 30 June	
	2024 <i>RMB'000</i>	2023 <i>RMB'000</i>
Staff costs (excluding directors' remuneration)	58,471	52,346
Depreciation of property, plant and equipment	520	565
Other income	(1,332)	(869)

5. TAXATION

	Unaudited	
	For six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
PRC enterprise income tax expense	9,021	4,123

No provision for Hong Kong profits tax has been made as the Group had no profits assessable arising in Hong Kong during the six months ended 30 June 2024 (for the six months ended 30 June 2023: Nil). Taxes on profits assessable elsewhere have been calculated at the effective and applicable rates of tax prevailing in the jurisdiction in which the Group operates, based on the existing legislation, interpretations and practices in respect thereof during the period.

Pursuant to the Tax Law of the PRC, the members of the Group (except the Company and Beijing CCID Industrial Brain Technology Co., Ltd.* (北京賽迪產業大腦科技有限公司) ("CCID Brain") are subject to a corporate income tax at a rate of 25% (during the corresponding period of 2023: 25%).

The Company and CCID Brain are high and new technology enterprises registered in the Beijing New Technology Enterprise Development Zone. Pursuant to the Income Tax Law of the PRC, they are subject to a corporate income tax at a rate of 15% (during the corresponding period of 2023: 15%).

There was no material unprovided deferred tax for the six months ended 30 June 2024 (during the corresponding period of 2023: Nil).

6. EARNINGS PER SHARE

Earnings per share have been calculated based on the earnings attributable to equity holders of the Company of approximately RMB41,483 thousand for the six months ended 30 June 2024 (during the corresponding period of 2023: earnings of approximately RMB31,300 thousand) and the average of 700,000,000 shares in issue during the current period (during the corresponding period of 2023: 700,000,000 shares).

No calculation of diluted earnings per share for the six months ended 30 June 2024 involved as no diluting events existed during the current period (during the corresponding period of 2023: Nil).

* For identification purpose only

7. DIVIDENDS

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2024 (during the corresponding period of 2023: payment of an interim dividend of RMB0.0373 per share (tax inclusive)).

8. CAPITAL EXPENDITURE

	Property, plant and equipment <i>RMB'000</i>	Intangible assets <i>RMB'000</i>
Net book value as at 1 January 2024	11,463	14,681
Additions	4	—
Depreciation/amortization expenses	(520)	(165)
Net book value as at 30 June 2024	10,947	14,516

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	Unaudited 30 June 2024 <i>RMB'000</i>	Audited 31 December 2023 <i>RMB'000</i>
Long-term investment	1,483	1,483

This long-term investment refers to the CCID Tiandi Equity Fund held by the Company. The Board, upon assessment, was of opinion that there has been no material change to the fair value during the period from 31 December 2023 to 30 June 2024.

10. ACCOUNTS RECEIVABLES

The ageing analysis of accounts receivable is as follows:

	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 <i>RMB'000</i>
Within 365 days	50,884	34,647
Over 365 days	470	3,224
Accounts receivables	51,354	37,871

The general credit terms of the Group range from 60 days to 365 days. The Group may extend the credit period upon request by the customers on an individual basis and after conducting business relationship and credit assessment. The ageing analysis is based on the relevant invoice date.

(a) Amount due from a related party:

The analysis of related party payments included in accounts receivables is as follows:

	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 <i>RMB'000</i>
CCID Network Information Technology Co., Ltd.* (北京賽迪網信息技術有限公司)	—	2
	—	2

The above related party is controlled by China Centre of Information Industry Development (“CCID”). The amount due from a related party was trade nature, unsecured, interest free and repayable at a credit period of 60 days as at 31 December 2023.

* For identification purpose only

11. CONTRACT LIABILITIES

	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 RMB'000
Contract liabilities	162,144	109,160

Contract liabilities represent advances received from customers for unsatisfied or partially satisfied service contracts. Information about the significant payment terms of the revenue from contracts with customers is set out below.

Type of revenue	Significant payment terms
Decision-making consulting services, science and technology innovation platform services and data platform services	By milestone payments per agreed terms at contract inception (ranging from 20% to 40% deposits), delivery of first draft, revised draft and final report upon acceptance
Science and technology innovation platform services (science and technology innovation center operation)	By milestone payments per agreed terms at contract inception (ranging from 20% to 30% deposits), the beginning of each consecutive years after the first year of operation (approximately 10% deposits) and delivery of services upon acceptance
Science and technology innovation platform services (brand conference and exhibitions)	By milestone payments per agreed terms at contract inception (ranging from 70% to 100% deposits) and delivery of services upon acceptance

12. ACCOUNTS PAYABLES

	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 RMB'000
Within 60 days	8,400	21,974
Current accounts payables	8,400	21,974

13. RELATED PARTIES DISCLOSURES

The following related parties are also members of CCID Group and are under control of the same ultimate holding company. In addition to the transactions and balances detailed elsewhere in this Report, the Group had the following material related parties transactions with the following companies during the current period:

	Unaudited	
	For the six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Consultancy services provided to the following companies (Total income earned before sales surcharges)		
Beijing CCID Publishing & Media Co. Ltd.* (北京賽迪出版傳媒有限公司)	163	2,358
CCID	—	925
China Software Testing Centre (Research Centre of Ministry of Industry and Information Technology Software and Integrated Circuit Promotion) (“Research Centre”)	—	151
CCID Network Information Technology Co., Ltd.* (北京賽迪網信息技術有限公司)	3	39
	166	3,473

* For identification purpose only

Unaudited
For the six months ended 30 June

	2024 RMB'000	2023 <i>RMB'000</i>
Related expenses		
Property management and parking expenses charged by Beijing CCID Property Management Co., Ltd.	55	616
Water and electricity fees, internet fees and utilities expenses paid to Research Centre	18	34
Technical service fee charged by Beijing CCID Infotech, Inc.* (北京賽迪時代信息產業股份有限公司)	12	—
Technical service fees paid to Beijing CCID Call Information Technology Ltd.* (北京賽迪數通信息科技有限公司)	—	230
	85	880

Notes:

- (i) The Directors of the Company are of their opinion that the transactions among the Company and the above members of the Group were conducted in the usual course of business and charged at cost incurred as well as recorded a reasonable profit margin.
- (ii) The above members of the Group are within the CCID Group and are under common control of the ultimate holding company of the Company.
- (iii) All of the related parties transactions as disclosed in this note to the unaudited consolidated financial statements constitute "connected transactions" or "continuing connected transactions" as defined in Chapter 14A of the Listing Rules which are transactions with CCID under the respective framework agreements as disclosed in the announcement of the Company and have complied with the disclosure requirements in accordance with Chapter 14A of the Listing Rules. For details, please refer to the announcement of the Company dated 17 December 2021.

* For identification purpose only

MANAGEMENT DISCUSSION AND ANALYSIS

Turnover Analysis

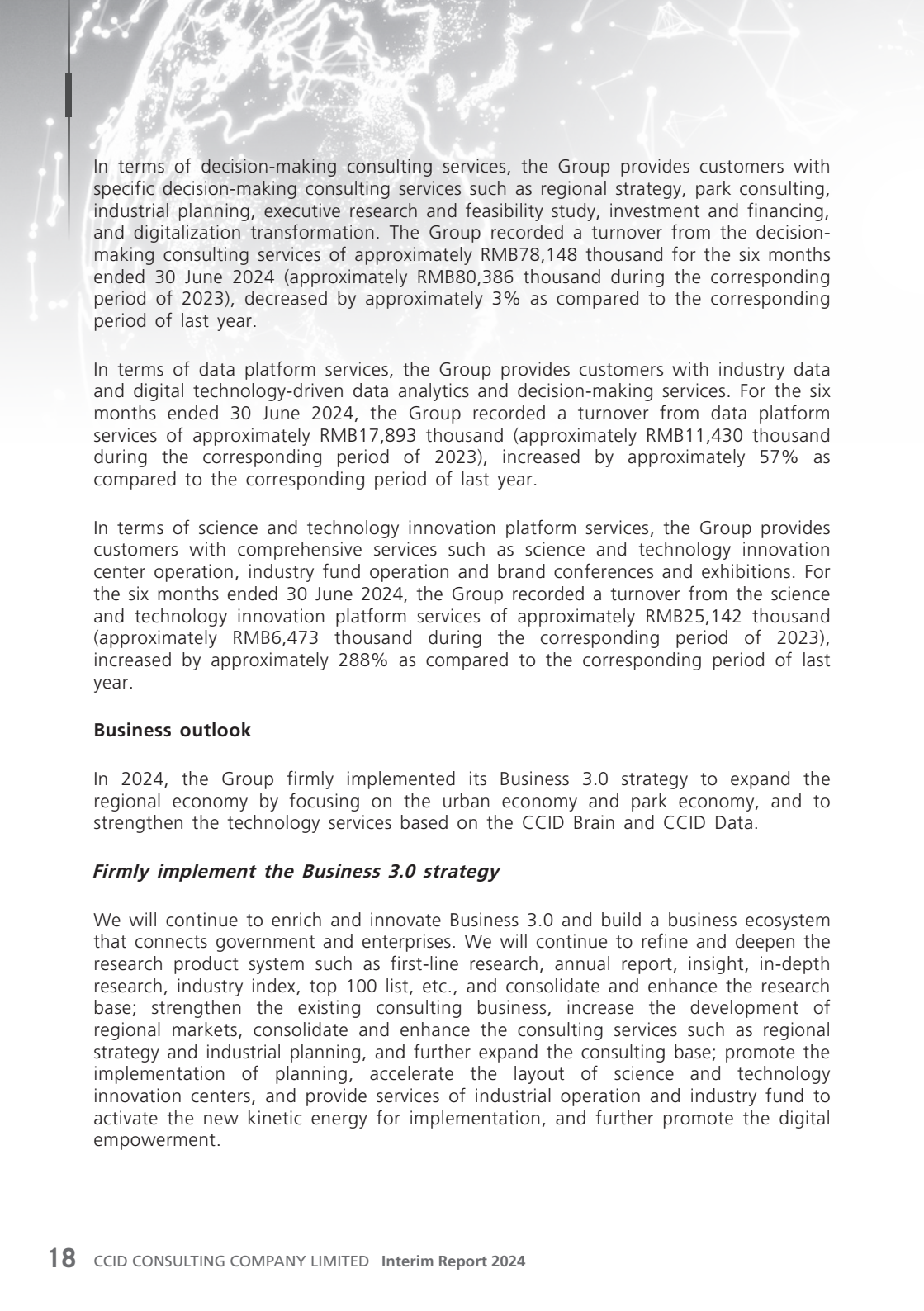
For the six months ended 30 June 2024, the turnover by operations of the Group is analyzed as follows:

	For the six months ended 30 June 2024 Turnover RMB'000	For the six months ended 30 June 2023 Turnover RMB'000
Decision-making consulting services	78,148	80,386
Data platform services	17,893	11,430
Science and technology innovation platform services	25,142	6,473
Total	121,183	98,289

Business Review

For the six months ended 30 June 2024, the turnover and gross profit of the Group amounted to approximately RMB121,183 thousand and RMB68,837 thousand respectively (approximately RMB98,289 thousand and RMB43,756 thousand respectively during the corresponding period of 2023). The turnover increased by approximately 23% and the gross profit increased by approximately 57% as compared to the corresponding period of last year. These changes were attributable to the following factors:

The Group actively responded to market demand, stabilized its research base, expanded its consulting base, enhanced hard power of technology services, activated new momentum for implementation, promoted the innovative integrated services of "Research + Consulting + Implementation" and digital empowerment services, with rapid growth of data platform services, such as the CCID Mantianxing, CCID's Industrial Big Data Platform, and CCID Merchants Link, etc. The services of science and technology innovation platforms such as CCID Science and Technology Innovation Center and CCID Consulting Empowerment Center have grown significantly.



In terms of decision-making consulting services, the Group provides customers with specific decision-making consulting services such as regional strategy, park consulting, industrial planning, executive research and feasibility study, investment and financing, and digitalization transformation. The Group recorded a turnover from the decision-making consulting services of approximately RMB78,148 thousand for the six months ended 30 June 2024 (approximately RMB80,386 thousand during the corresponding period of 2023), decreased by approximately 3% as compared to the corresponding period of last year.

In terms of data platform services, the Group provides customers with industry data and digital technology-driven data analytics and decision-making services. For the six months ended 30 June 2024, the Group recorded a turnover from data platform services of approximately RMB17,893 thousand (approximately RMB11,430 thousand during the corresponding period of 2023), increased by approximately 57% as compared to the corresponding period of last year.

In terms of science and technology innovation platform services, the Group provides customers with comprehensive services such as science and technology innovation center operation, industry fund operation and brand conferences and exhibitions. For the six months ended 30 June 2024, the Group recorded a turnover from the science and technology innovation platform services of approximately RMB25,142 thousand (approximately RMB6,473 thousand during the corresponding period of 2023), increased by approximately 288% as compared to the corresponding period of last year.

Business outlook

In 2024, the Group firmly implemented its Business 3.0 strategy to expand the regional economy by focusing on the urban economy and park economy, and to strengthen the technology services based on the CCID Brain and CCID Data.

Firmly implement the Business 3.0 strategy

We will continue to enrich and innovate Business 3.0 and build a business ecosystem that connects government and enterprises. We will continue to refine and deepen the research product system such as first-line research, annual report, insight, in-depth research, industry index, top 100 list, etc., and consolidate and enhance the research base; strengthen the existing consulting business, increase the development of regional markets, consolidate and enhance the consulting services such as regional strategy and industrial planning, and further expand the consulting base; promote the implementation of planning, accelerate the layout of science and technology innovation centers, and provide services of industrial operation and industry fund to activate the new kinetic energy for implementation, and further promote the digital empowerment.

Enlarge the regional economy

Carry out deep urban areas, science and technology cities, urban new zones, high-tech zones, economic development zones and other urban economies and park economies, accelerate the summarization of industrial development patterns and general laws of counties, districts and parks, form core methodologies, further enhance the influence of regional economic research, increase regional market development, and expand the regional economic business.

Strengthen science and technology services

Strengthen the data accumulation capacity of the research department, promote the digitization of industrial data, consolidate the digital foundation, transform research capacity into scientific and technological capacity, strengthen the supply of digital products, expand the CCID Merchants Link, and accelerate the application of CCID Seeking Way Big Model. Designing a full-process product line around the full life cycle of digital transformation, building a science and technology service system, and promoting the transformation of consulting services into digital implementation services.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2024, cash and bank balance of the Group were approximately RMB335,886 thousand, representing an increase of approximately 23% over the corresponding period of last year (as at 30 June 2023: RMB274,038 thousand). The Group's primary source of funds was cash flow generated from operation activities. Management believes that the Group has adequate working capital for its present needs.

SIGNIFICANT INVESTMENT

As of 30 June 2024, the Group had no significant investment.

MATERIAL ACQUISITIONS AND DISPOSALS

As of 30 June 2024, the Group had no material acquisitions or disposals.

EMPLOYEES

As at 30 June 2024, the Group had 285 employees (30 June 2023: 275 employees).

The Group adopts a healthy and flexible policy, remuneration are determined based on the prevailing market condition and performance of the employee, his or her qualifications and experience.

CAPITAL STRUCTURE

The capital structure of the Group as at 30 June 2024 is summarized below:

	<i>RMB'000</i>	<i>Percentage</i>
Total shareholders' equity attributable to equity holders of the Company	200,820	90%
Non-controlling interests of the Group	23,393	10%
Total	224,213	100%

CONTINGENT LIABILITIES

As at 30 June 2024, the Group had no contingent liabilities (31 December 2023: Nil).

PLEDGE OF ASSETS

As at 30 June 2024, the Group had not pledge any assets (31 December 2023: Nil).

GEARING RATIO

As at 30 June 2024, the Group's gearing ratio was approximately 89% (31 December 2023: approximately 183%), which was calculated by dividing the sum of total debt less amount due to related parties and 2023 final dividend by total equity less 2023 final dividend.

EXCHANGE RATE RISK

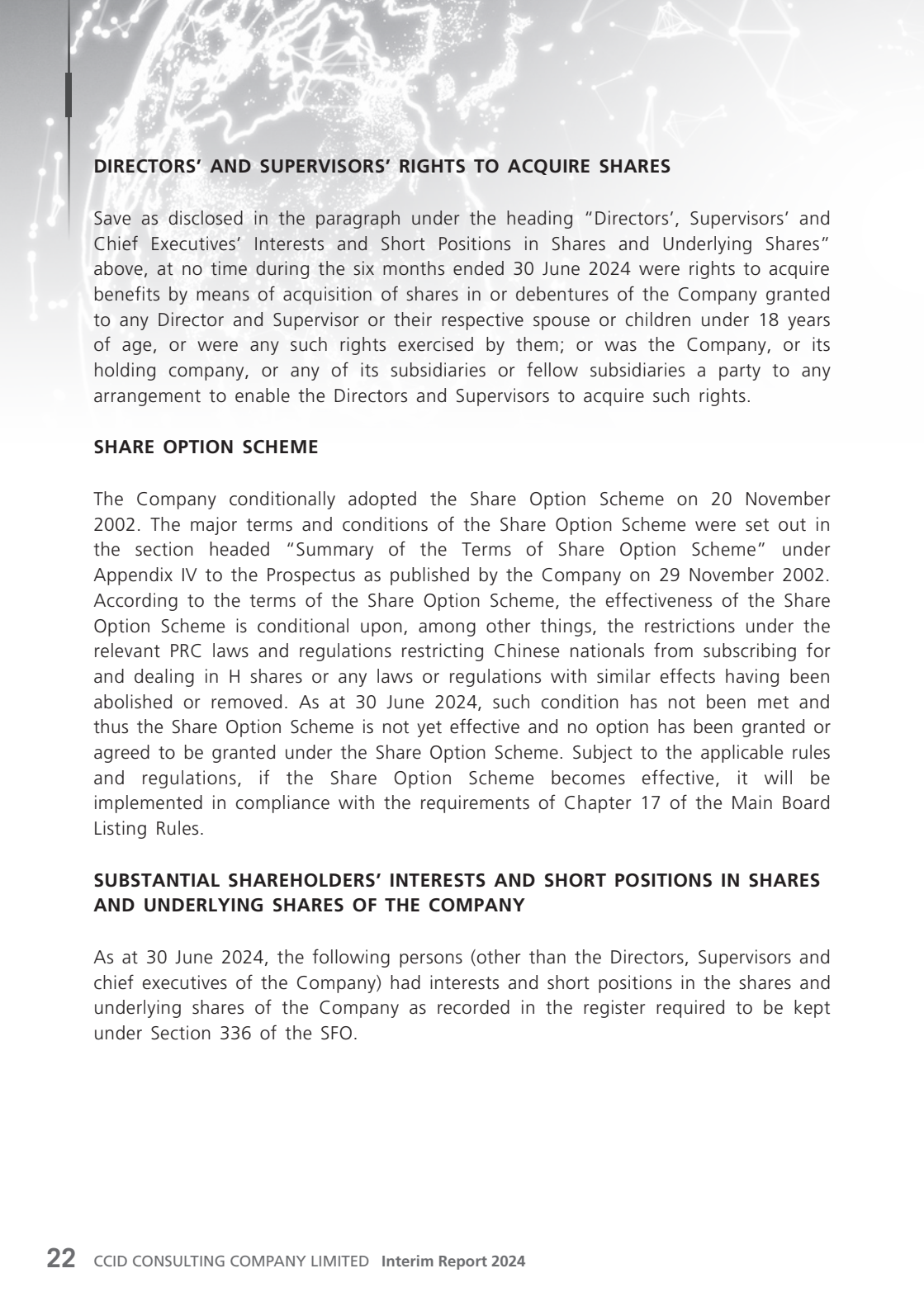
The Group has maintained a conservative policy towards the foreign exchange risk and interest management with most of its deposits denominated in RMB. The deposits in U.S. dollar and Hong Kong dollar are exposed to foreign exchange risk in RMB conversion. In consideration of the exchange rate between RMB, U.S. dollar and Hong Kong dollar, the Group is of the opinion that the relevant foreign exchange risk is normal and will convert the deposits in foreign currency to RMB in a timely manner.

INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2024 (for the six months ended 30 June 2023: payment of an interim dividend of RMB0.0373 per share (tax inclusive)).

DIRECTORS', SUPERVISORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 June 2024, none of the Directors, supervisors of the Company ("Supervisor(s)") and chief executives or their close associates have any interest or short position in the shares and underlying shares 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 are required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including the interests and short positions which they are taken or deemed to have under such provisions of the SFO) or which are required pursuant to Section 352 of the SFO to be entered in the register referred to therein, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for securities transactions by the Directors and Supervisors mentioned in Appendix C3 to the Listing Rules.



DIRECTORS' AND SUPERVISORS' RIGHTS TO ACQUIRE SHARES

Save as disclosed in the paragraph under the heading “Directors’, Supervisors’ and Chief Executives’ Interests and Short Positions in Shares and Underlying Shares” above, at no time during the six months ended 30 June 2024 were rights to acquire benefits by means of acquisition of shares in or debentures of the Company granted to any Director and Supervisor or their respective spouse or children under 18 years of age, or were any such rights exercised by them; or was the Company, or its holding company, or any of its subsidiaries or fellow subsidiaries a party to any arrangement to enable the Directors and Supervisors to acquire such rights.

SHARE OPTION SCHEME

The Company conditionally adopted the Share Option Scheme on 20 November 2002. The major terms and conditions of the Share Option Scheme were set out in the section headed “Summary of the Terms of Share Option Scheme” under Appendix IV to the Prospectus as published by the Company on 29 November 2002. According to the terms of the Share Option Scheme, the effectiveness of the Share Option Scheme is conditional upon, among other things, the restrictions under the relevant PRC laws and regulations restricting Chinese nationals from subscribing for and dealing in H shares or any laws or regulations with similar effects having been abolished or removed. As at 30 June 2024, such condition has not been met and thus the Share Option Scheme is not yet effective and no option has been granted or agreed to be granted under the Share Option Scheme. Subject to the applicable rules and regulations, if the Share Option Scheme becomes effective, it will be implemented in compliance with the requirements of Chapter 17 of the Main Board Listing Rules.

SUBSTANTIAL SHAREHOLDERS’ INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2024, the following persons (other than the Directors, Supervisors and chief executives of the Company) had interests and short positions in the shares and underlying shares of the Company as recorded in the register required to be kept under Section 336 of the SFO.

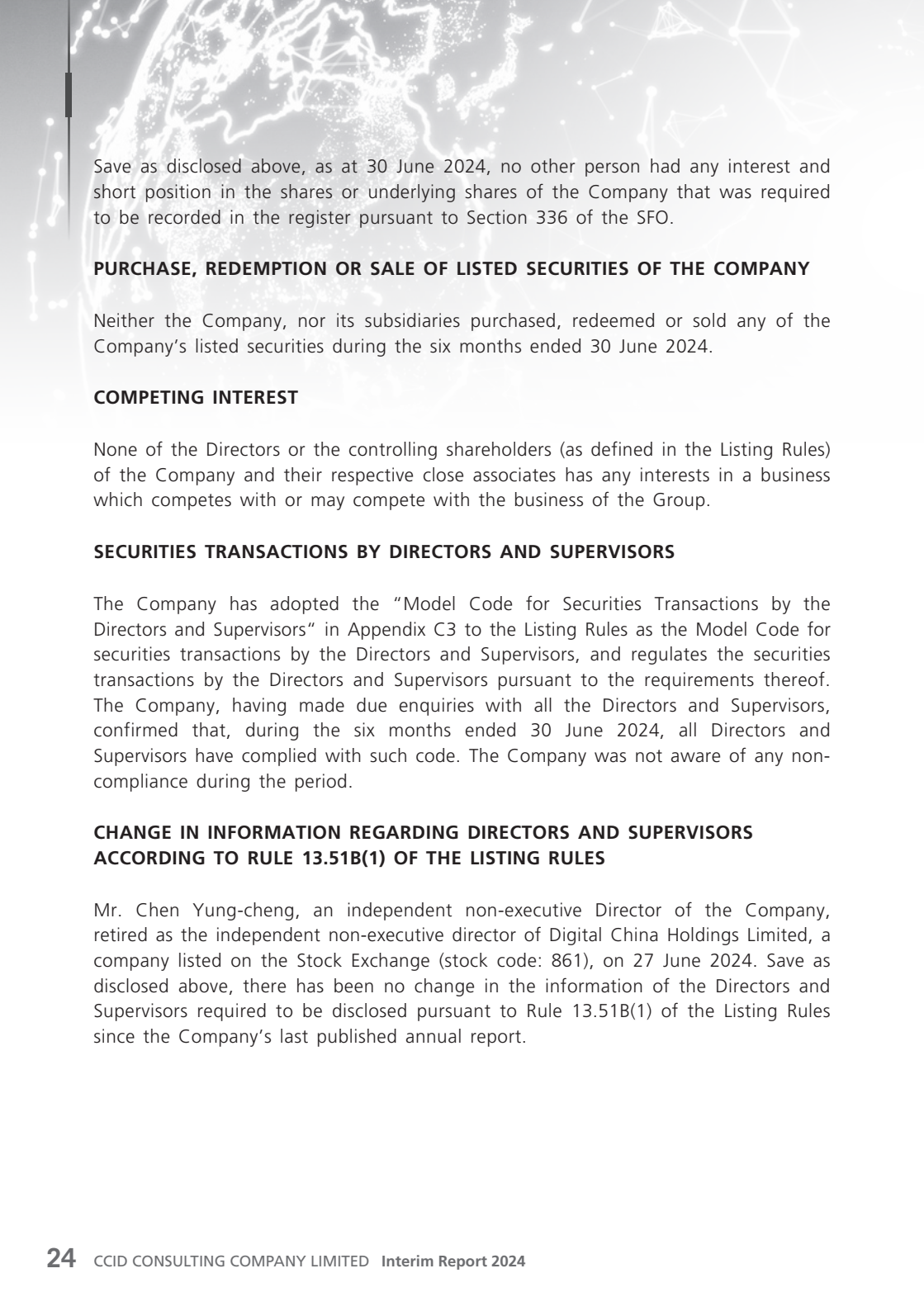
Long positions in shares

Name	Capacity	Number and class of shares ¹	Approximate percentage in the same class of shares	Approximate percentage of the issued share capital
CCID ²	Interest of controlled corporation	491,000,000(L) Domestic Shares	100%	70.14%
CCID Academy for Industry and Information Technology Limited* (賽迪工業和信息化研究院(集團)有限公司) ("CCID Group Co") ²	Beneficial owner	392,610,000(L) Domestic Shares	79.96%	56.09%
Beijing CCID Riyue Investment Co., Ltd* (北京賽迪日月投資有限公司) ("CCID Riyue") ²	Beneficial owner	98,390,000(L) Domestic Shares	20.04%	14.06%
Lenovo Manufacturing Limited ³	Beneficial owner	20,000,000(L) H Shares	9.57%	2.89%
Legend Holdings (BVI) Limited ³	Interest of controlled corporation	20,000,000(L) H Shares	9.57%	2.89%
Lenovo Group Limited ³	Interest of controlled corporation	20,000,000(L) H Shares	9.57%	2.89%

Notes:

1. The letter "L" represents the substantial shareholder's long position in the shares.
2. CCID Group Co was owned by CCID and Research Centre as to 50% and 50%, respectively, while Research Centre is controlled and supervised by CCID. CCID, through CCID Group Co and CCID Riyue, had effective interests in 491,000,000 Domestic Shares of the Company comprising 392,610,000 Domestic Shares directly held by CCID Group Co and 98,390,000 Domestic Shares directly held by CCID Riyue. Research Centre was formerly known as China Software Testing Center (Research Centre of Ministry of Industry and Information Technology Computer and Microelectronics Industry Development* (中國軟件評測中心(工業和信息化部計算機與微電子發展研究中心)).
3. Lenovo Manufacturing Limited, a wholly-owned subsidiary of Legend Holdings (BVI) Limited, directly held 20,000,000 H Shares of the Company. Legend Holdings (BVI) Limited was a wholly-owned subsidiary of Lenovo Group Limited.

* For identification purpose only



Save as disclosed above, as at 30 June 2024, no other person had any interest and short position in the shares or underlying shares of the Company that was required to be recorded in the register pursuant to Section 336 of the SFO.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2024.

COMPETING INTEREST

None of the Directors or the controlling shareholders (as defined in the Listing Rules) of the Company and their respective close associates has any interests in a business which competes with or may compete with the business of the Group.

SECURITIES TRANSACTIONS BY DIRECTORS AND SUPERVISORS

The Company has adopted the "Model Code for Securities Transactions by the Directors and Supervisors" in Appendix C3 to the Listing Rules as the Model Code for securities transactions by the Directors and Supervisors, and regulates the securities transactions by the Directors and Supervisors pursuant to the requirements thereof. The Company, having made due enquiries with all the Directors and Supervisors, confirmed that, during the six months ended 30 June 2024, all Directors and Supervisors have complied with such code. The Company was not aware of any non-compliance during the period.

CHANGE IN INFORMATION REGARDING DIRECTORS AND SUPERVISORS ACCORDING TO RULE 13.51B(1) OF THE LISTING RULES

Mr. Chen Yung-cheng, an independent non-executive Director of the Company, retired as the independent non-executive director of Digital China Holdings Limited, a company listed on the Stock Exchange (stock code: 861), on 27 June 2024. Save as disclosed above, there has been no change in the information of the Directors and Supervisors required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules since the Company's last published annual report.



AUDIT COMMITTEE

The Company has established an audit committee (the “Audit Committee”) in accordance with Rule 3.21 of the Listing Rules, for the purposes of reviewing and supervising the Group’s financial reporting process, risk management and internal control systems. The Audit Committee is comprised of three independent non-executive Directors of the Company, namely, Mr. Zhang Tao, Mr. Chen Yung-cheng and Mr. Hu Bin. Mr. Zhang Tao is the chairman of the Audit Committee. The Audit Committee has reviewed the Group’s unaudited condensed consolidated interim results for the six months ended 30 June 2024 and considered that the preparation of those results is in compliance with the appropriate accounting standards and relevant regulations and laws.

MATERIAL EVENTS AFTER THE END OF THE REPORTING PERIOD

There are no material events affecting the Group which has occurred after the end of the reporting period.

CORPORATE GOVERNANCE

The Company has been in compliance with the provisions set out in the Corporate Governance Code contained in Appendix C1 to the Listing Rules during the six months ended 30 June 2024.

FUTURE PLANS FOR MATERIAL ACQUISITION AND DISPOSALS

The Group has no material acquisition and disposal plan.

RISK MANAGEMENT AND INTERNAL CONTROL

The Board has conducted regular review of the risk management and internal control systems of the Group to ensure that the systems are effective and appropriate. The Board held regular meetings to discuss matters concerning finance, operation and risk management and monitoring.



SUFFICIENCY OF PUBLIC FLOAT

Based on the information publicly available to the Company and within the knowledge of the Directors, the Company has maintained the sufficiency of public float requirement as specified in the Listing Rules as at the latest practicable date prior to the issue of this report.

ACKNOWLEDGEMENT

Hereby, I avail myself of this opportunity to thank all Directors, supervisors, management of the Group and all the employees for their dedication and commitment and all suppliers, customers, bankers and shareholders for their continued support.

By Order of the Board
CCID CONSULTING COMPANY LIMITED*
Ms. Shen Wen
Chairman

Beijing, The People's Republic of China
23 August 2024

As at the date of this report, the Board comprises two executive Directors, namely Ms. Shen Wen and Mr. Fu Changwen; and three independent non-executive Directors, namely Mr. Zhang Tao, Mr. Chen Yung-cheng and Mr. Hu Bin.

* *For identification purposes only*