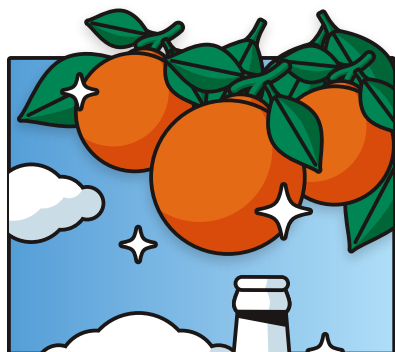


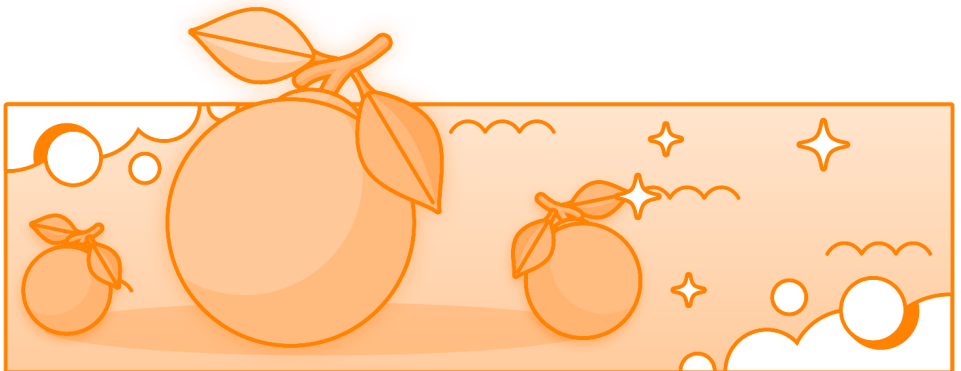


森美(集團)控股有限公司
Summi (Group) Holdings Limited
(incorporated in the Cayman Islands with limited liability)
Stock Code: 00756



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CORPORATE INFORMATION

AS AT 28 FEBRUARY 2025

DIRECTORS

Executive Directors

Mr. Wu Shaohao
Mr. Wu Liantao (*Chairman*)

Independent Non-Executive Directors

Ms. Chung Wing Yee
Ms. Yang Xuping
Mr. Pang Wai Ho (*appointed on 22 October 2024*)

COMPANY SECRETARY

Ms. Chin Ying Ying, CPA

AUTHORISED REPRESENTATIVES

Mr. Wu Liantao
Ms. Chin Ying Ying, CPA

AUDIT COMMITTEE

Mr. Pang Wai Ho (*Chairman*) (*appointed on 22 October 2024*)
Ms. Chung Wing Yee
Ms. Yang Xuping

REMUNERATION COMMITTEE

Mr. Pang Wai Ho (*Chairman*) (*appointed on 22 October 2024*)
Mr. Wu Shaohao
Ms. Chung Wing Yee
Ms. Yang Xuping

NOMINATION COMMITTEE

Ms. Yang Xuping (*Chairman*) (*appointed on 4 July 2024*)
Mr. Wu Shaohao (*ceased to act as chairman on 4 July 2024*)
Ms. Chung Wing Yee

INVESTMENT AND COMPLIANCE COMMITTEE

Mr. Wu Shaohao (*Chairman*)
Mr. Wu Liantao
Ms. Yang Xuping

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 702, 7/F
Laford Centre
838 Lai Chi Kok Road
Cheung Sha Wan, Kowloon
Hong Kong

REGISTERED OFFICE

Windward 3, Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

AUDITOR

SFAI (HK) CPA Limited

PRINCIPAL BANKER

Standard Chartered Bank

SHARE REGISTRAR IN HONG KONG

MUFG Corporate Markets Pty Limited
(Formerly know as "Link Market Services (Hong Kong) Pty Limited")
Suite 1601, 16/F., Central Tower
28 Queen's Road Central
Hong Kong

SHARE REGISTRAR AND TRANSFER OFFICE IN CAYMAN ISLANDS

Ocorian Trust (Cayman) Limited
Windward 3, Regatta Office Park
PO Box 1350
Grand Cayman KY1-1108
Cayman Islands

COMPANY WEBSITE

<https://hksummi.com/>

LISTING INFORMATION

Stock Code: 756



FINANCIAL SUMMARY

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024 (UNAUDITED)

FINANCIAL HIGHLIGHTS

	Six months ended		
	31 December	31 December	Change %
	2024	2023	
	RMB'000	RMB'000	(Approximate)
Statement of profit or loss and other comprehensive income			
Revenue	36,687	38,752	(5.3%)
Gross profit	3,747	3,862	(3.0%)
Gross profit margin	10.2%	10.0%	0.2%
Loss for the period	(26,471)	(21,278)	24.4%
Basic and diluted loss per share (RMB cents)	(7.8)	(7.7)	1.3%
		(restated)	

	As at		Change %
	31 December	30 June	
	2024	2024	
	RMB'000	RMB'000	(Approximate)
Statement of financial position			
Cash and cash equivalents	16,839	4,796	251.1%
Inventories	10,299	36,616	(71.9%)
Trade receivables	23,011	4,315	433.3%
Borrowings	213,756	211,436	1.1%
Net liabilities	(279,490)	(252,543)	10.7%

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND PROSPECT

For the six months ended 31 December 2024 (the “Reporting Period”), the Group recorded revenue of approximately RMB36,687,000 (2023: approximately RMB38,752,000), representing a slight decrease of approximately 5.3%. During the Reporting Period, the gross profit of the Group was approximately RMB3,747,000 (2023: approximately RMB3,862,000) and the gross profit margin was approximately 10.2% (2023: approximately 10.0%). The revenue and gross profit remained stable when compared to those for the six months ended 31 December 2023.

The Company faced a difficult time for the Reporting Period. Amid the uncertain global economic outlook, the general business environment remains challenging in coming year. The Group would continue the strategy on focusing on the production of frozen concentrated orange juice (“FCOJ”) and not-from-concentrated orange juice to B2B customers including promoting and growing the sales to juice trading companies.

OPERATING PERFORMANCE

Summi Products

During the Reporting Period, the sales revenue of Summi Products decreased from approximately RMB8,327,000 over the same period last year to approximately RMB4,530,000 due to the Group’s strategy on focusing more on the development of FCOJ and related projects.

FCOJ and related products

Sales of FCOJ and related products increased by approximately 5.7% from approximately RMB30,425,000 over the same period last year to approximately RMB32,157,000 in the Reporting Period. The increase in sales of FCOJ and related products was attributable to the strategy focusing on the core FCOJ businesses by growing and promoting the sales to juice trading companies during the Reporting Period.

Gross Profit

During the Reporting Period, the Group’s gross profit was approximately RMB3,747,000, an approximate which remained stable compared to approximately RMB3,862,000 over the same period last year. The Group’s gross profit margin increased to approximately 10.2% (2023: approximately 10.0%).

Distribution costs and administrative expenses

The Group’s distribution costs mainly included marketing expenses and transportation costs. Distribution costs increased by approximately 29.2% from approximately RMB746,000 over the same period last year to approximately RMB964,000 during the Reporting Period.



MANAGEMENT DISCUSSION AND ANALYSIS

The Group's administrative expenses mainly included general office administrative expenses, salaries, amortisation, etc. Administrative expenses increased from approximately RMB16,704,000 over the last year to approximately RMB18,285,000 during the Reporting Period.

Finance costs

During the Reporting Period, the Group's finance costs were approximately RMB9,803,000 (2023: approximately RMB8,528,000).

Net loss

During the Reporting Period, the Group's net loss was approximately RMB26,471,000 (2023: approximately RMB21,278,000).

Interim dividend

The Board has resolved not to announce any interim dividend for the six months ended 31 December 2024 (2023: nil).

LIQUIDITY, FINANCIAL RESOURCES, GEARING AND CAPITAL STRUCTURE

Liquidity

As at 31 December 2024, current assets amounted to approximately RMB54,414,000 (30 June 2024: approximately RMB50,467,000); current liabilities amounted to approximately RMB404,921,000 (30 June 2024: approximately RMB385,601,000).

Financial Resources

As at 31 December 2024, the Group had cash and cash equivalents and pledged bank deposits of approximately RMB16,839,000 (30 June 2024: approximately RMB4,796,000) respectively, as well as total borrowings of approximately RMB255,114,000 (30 June 2024: approximately RMB251,892,000).

As at 31 December 2024, the Group's trade receivables amounted to approximately RMB23,011,000 (30 June 2024: approximately RMB8,166,000), and inventory amounted to approximately RMB10,299,000 (30 June 2024: approximately RMB36,616,000).

MANAGEMENT DISCUSSION AND ANALYSIS

Gearing

The Board's approach to manage our working capital is to ensure sufficient current assets to meet its maturing liabilities, so as to avoid any unacceptable losses or damage to the Group's reputation.

	31 December 2024	30 June 2024
Quick ratio (x)	0.10	0.02
Current ratio (x)	0.13	0.13
Gearing ratio (<i>note</i>)	N/A	N/A

Note: Gearing ratio is defined as the sum of borrowings and corporate bonds over total equity.

Capital Structure

Details of the Company's share capital are set out in note 16 to the consolidated financial statements in this report.

FOREIGN EXCHANGE EXPOSURE

The Group is subject to foreign exchange risk of different currencies, primarily with respect to the United States Dollar. Foreign currency exposure arises out of future commercial activities, recognised assets and liabilities and net investment in overseas business. Furthermore, the exchange of Renminbi ("RMB") is subject to foreign exchange control regulations and laws of the government of PRC. The Group has established a set of foreign exchange exposure management policies, utilising forward contracts and multiple derivative tools to mitigate the related risks.

PLEDGE OF ASSETS

As at 31 December 2024 and 30 June 2024, the Group had pledged the following assets to the lenders to secure the credit facilities granted to the Group:

	31 December 2024 RMB'000 (Unaudited)	30 June 2024 RMB'000 (Audited)
Property, plant and equipment	54,024	52,917
Right-of-use assets	12,838	11,652
	66,862	64,569



MANAGEMENT DISCUSSION AND ANALYSIS

CONTINGENT LIABILITIES

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

CAPITAL EXPENDITURE

During the Reporting Period, the Group has no capital expenditure (six months ended 31 December 2023: nil) which was used for acquisition of property, plant and equipment.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

Save as disclosed in this report, there was no further specific plan for material investments or capital assets as at 31 December 2024. In the event that the Group is engaged in any plan for material investments or capital assets, the Company will make announcement(s) and comply with relevant rules under the Rules (the "Listing Rules") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") as and when appropriate.

HUMAN RESOURCES AND REMUNERATION POLICY

As at 31 December 2024, the Group had 110 employees (2023: 121 employees). The Group offers remuneration, discretionary bonuses and social insurance benefits to its employees. In addition, a share award scheme (the "Scheme") has been adopted on 11 September 2015 for the employees of the Group. Remuneration is determined with reference to market terms and the performance, qualification and experience of individual employee. The Group also provides appropriate staff training and development, so as to enhance the Group's sustainable development.

EVENT AFTER THE REPORTING PERIOD

There was no significant event relevant to the business or financial performance of the Group that came to the attention of the Directors after the Reporting Period.

OTHER INFORMATION

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

As at 31 December 2024, interests and short positions in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (chapter 571 of the Laws of Hong Kong) (“SFO”)) held by the Directors and chief executives of the Company which have been notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which were taken or deemed to have under such provisions of the SFO) or have been entered in the register maintained by the Company pursuant to section 352 of the SFO, or otherwise have been notified to the Company and the Stock Exchange pursuant to the Appendix 10 – Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) to Rule 3.13 of the Listing Rules are as follows:

Interests and long position in the shares of the Company (the “Shares”)

Name of Director	Capacity/Nature	Number of Shares held/ interested in	Approximate percentage of issued Share
Mr. Wu Shaohao (“Mr. Wu”)	Interest of controlled corporation (<i>Note 2</i>)	243,338,111 (L)	71.45%

Notes:

- The letter “L” denotes a long position in the Shares/underlying Shares.
- 243,338,111 Shares were held by Rui Er Holdings Company Limited (“Rui Er”), a company incorporated in the British Virgin Islands and is owned as to 100% by Mr. Wu beneficially. Therefore, Mr. Wu is deemed to be interested in these shares under the SFO.

Save as disclosed above, as at 31 December 2024, none of the Directors or chief executive of the Company had any interests or short positions in the Shares, underlying Shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would be required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.



OTHER INFORMATION

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

As at 31 December 2024, as far as is known to the Directors, the following persons (not being a Director or chief executive of the Company) had interests or short positions in the Shares or underlying Shares which fell to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO:

Interests and long position in the Shares and underlying Shares

Name of Shareholder	Capacity/Nature	Number of Shares held/ interested in	Approximate percentage of issued share
Rui Er	Beneficial owner (Note 2)	243,338,111 (L)	71.45%
Ms. Yang Xijuan ("Ms. Yang")	Interest of spouse (Note 2)	243,338,111 (L)	71.45%

Notes:

- The letters "L" denote a long position in the Shares/underlying Shares.
- Rui Er is owned as to 100% by Mr. Wu. As Ms. Yang is the spouse of Mr. Wu, Ms. Yang was deemed, or taken to be, interested in the 243,338,111 Shares held by Mr. Wu by virtue of the SFO.

Save as disclosed above, and as at 31 December 2024, the Directors were not aware of any persons (who were not Directors or chief executive of the Company) or other corporation who had an interest or short position in the Shares or underlying Shares which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or which would be required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Apart from the details as disclosed under the heading "Interests and short positions of the Directors in Shares, underlying Shares and debentures of the Company and its associated corporations" above, at no time during the Reporting Period were rights to acquire benefits by means of the acquisition of Shares in or debentures of the Company granted to any Director or their respective spouse or children under 18 years of age, or were any such rights exercised by them; or was the Company and any of its subsidiaries a party to any arrangement to enable the directors, or their respective spouse or children under 18 years of age, to acquire such rights in any other body corporate.

OTHER INFORMATION

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

During the Reporting Period, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities.

USE OF PROCEEDS FROM SHARE SUBSCRIPTION

On 16 October 2023, 1,123,500,000 Shares have been issued to the controlling shareholder of the Company at HK\$0.067 per Share under specific mandate (the "Share Subscription"). The net placing price, after deduction of the relevant expenses, was approximately HK\$0.0665 per Share. The subscription shares have an aggregate nominal value of HK\$11,235,000 and market value of HK\$83,139,000 based on the closing price of HK\$0.074 per Share on the last trading day prior to the signing of the subscription agreement. Details of the Share Subscription were disclosed in the Company's announcements dated 10 July, 24 July, 6 October and 16 October 2023 and circular of the Company dated 31 August 2023.

The aggregate net proceeds of the Share Subscription, after the deduction of related fees and expenses, amounted to approximately HK\$74,710,000. Up to 31 December 2024, the net proceeds from the Share Subscription has been applied as follows:

	Planned use of net proceeds HK\$'000	Actual use of net proceeds HK\$'000	Unutilised net proceeds as at 31 December 2024 HK\$'000
Repayment of debts of the Group	67,239	67,239	–
General working capital	7,471	7,471	–
	<u>74,710</u>	<u>74,710</u>	<u>–</u>



OTHER INFORMATION

SHARE AWARD SCHEME

On 11 September 2015, the Company adopted the Scheme under which the Board may, from time to time, award the Shares (the “Awarded Shares”) to selected participants (including, without limitation, any Directors) of the Company or of any subsidiary pursuant to the terms of the trust deed of the Share Award Scheme.

During the Reporting Period, no Awarded Share was granted by the Company. Details of the Share Award Scheme are set out in the announcement issued by the Company on 11 September 2015.

CORPORATE GOVERNANCE PRACTICES

The Board recognises the importance of good corporate governance in management and internal procedures so as to achieve effective accountability. The Company has adopted the principles and all relevant code provisions as set out under the Corporate Governance Code (the “CG Code”) contained in Appendix 14 to the Listing Rules.

To the best of the knowledge of the Board, the Company has complied with the CG code during the Reporting Period. The Board will periodically review the Company’s corporate governance functions and will continuously improve the Company’s corporate governance practices by assessing their effectiveness with evolving standards to meet changing circumstances and needs.

CODE OF CONDUCT REGARDING DIRECTORS’ SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding Directors’ securities transactions on terms no less exacting than the required standard set out in the Model Code. Specific enquiry has been made of all the Directors and the Directors have confirmed that they had complied with such the required standard set out in the Model Code and code of conduct during the Reporting Period.

OTHER INFORMATION

AUDIT COMMITTEE

The Company established the audit committee (the “Audit Committee”) which comprises three independent non-executive Directors. The primary duties of the Audit Committee are to review the Company’s financial information, review and supervise the Company’s financial reporting process, risk management system and internal control procedures, nominate and monitor external auditors and provide advice and comments to the Board. The Audit Committee is established with specific terms of references which deal clearly with the committee’s authority and duties and is available on the website of the Stock Exchange and the Company.

The Audit Committee had reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, risk management, internal controls and financial reporting matters including a review of the interim report and the interim results of the Group for the Reporting Period.

On behalf of the Board

Wu Liantao
Chairman

28 February 2025



CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

	Notes	Six months ended 31 December	
		2024 RMB'000 (Unaudited)	2023 RMB'000 (Unaudited)
Revenue	3	36,687	38,752
Cost of sales		(32,940)	(34,890)
Gross profit		3,747	3,862
Other income	4	3,050	838
Impairment loss on property, plant and equipment		(4,216)	–
Selling and distribution costs		(964)	(746)
Administrative expenses		(18,285)	(16,704)
Loss from operations		(16,668)	(12,750)
Finance costs	5	(9,803)	(8,528)
Loss before tax		(26,471)	(21,278)
Income tax expense	7	–	–
Loss for the period	6	(26,471)	(21,278)
Other comprehensive (expense)/income for the period			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation of foreign operations		(476)	24,370
Total comprehensive (expense)/income for the period attributable to owners of the Company		(26,947)	3,092
			(restated)
Loss per share	9		
– Basic and diluted (RMB cents)		(7.8)	(7.7)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

		As at 31 December 2024 RMB'000 (Unaudited)	As at 30 June 2024 RMB'000 (Audited)
	<i>Notes</i>		
NON-CURRENT ASSETS			
Property, plant and equipment		54,024	64,790
Right-of-use assets		16,993	17,998
		71,017	82,788
CURRENT ASSETS			
Inventories		10,299	36,616
Trade and other receivables	12	26,387	8,166
Financial assets at fair value through profit or loss		889	889
Cash and cash equivalents		16,839	4,796
		54,414	50,467
CURRENT LIABILITIES			
Trade and other payables	13	149,326	133,184
Borrowings	14	213,756	211,436
Lease liabilities		481	525
Corporate bonds	15	41,358	40,456
		404,921	385,601
NET CURRENT LIABILITIES		350,507	(335,134)
TOTAL ASSETS LESS CURRENT LIABILITIES		(279,490)	(252,346)



CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

		As at 31 December 2024 RMB'000 (Unaudited)	As at 30 June 2024 RMB'000 (Audited)
	<i>Notes</i>		
NON-CURRENT LIABILITIES			
Corporate bonds	15	–	197
		–	197
NET LIABILITIES		(279,490)	(252,543)
CAPITAL AND RESERVES			
Share capital	16	29,842	29,842
Reserves		(309,332)	(282,204)
Deficiency of shareholders' equity		(279,490)	(252,362)
Non-controlling interests		–	(181)
		(279,490)	(252,543)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

	Attributable to owners of the Company								
	Share capital RMB'000	Share premium RMB'000 Note (a)	Capital reserve RMB'000 Note (b)	Statutory reserve RMB'000 Note (c)	Exchange reserve RMB'000	Accumulated losses RMB'000	Subtotal RMB'000	Non-controlling interests RMB'000	Total RMB'000
At 1 July 2024 (audited)	29,842	616,508	75,394	38,810	(28,471)	(984,445)	(252,362)	(181)	(252,543)
Loss for the period	-	-	-	-	-	(26,471)	(26,471)	-	(26,471)
Other comprehensive income									
Exchange differences arising on translation of foreign operations	-	-	-	-	(476)	-	-	-	(476)
Total comprehensive expense for the period	-	-	-	-	(476)	(26,471)	(26,947)	-	(26,947)
At 31 December 2024 (unaudited)	29,842	616,508	75,394	38,810	(28,947)	(1,010,916)	(279,309)	(181)	(279,490)
At 1 July 2023 (audited)	19,341	557,185	75,394	38,810	(28,200)	(959,900)	(297,370)	(176)	(297,546)
Loss for the period	-	-	-	-	-	(21,271)	(21,271)	(7)	(21,278)
Other comprehensive income									
Exchange differences arising on translation of foreign operations	-	-	-	-	24,370	-	24,370	-	24,370
Total comprehensive expense for the period	-	-	-	-	24,370	(21,271)	3,099	(7)	3,092
Issue of new shares	10,449	87,659	-	-	-	-	98,108	-	98,108
At 31 December 2023 (unaudited)	29,790	644,844	75,394	38,810	(3,830)	(981,171)	(196,163)	(183)	(196,346)



CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

Notes:

(a) **Share premium**

The application of the share premium account is governed by the Companies Law of the Cayman Islands. The share premium is distributable.

(b) **Capital reserve**

The capital reserve of the Group comprise the following:

- The excess of paid-in capital of Summi Fujian of RMB3,585,000;
- The capital reserve of Sunshine Vocal in connection with the waiver of an equity shareholder's loan and related interest of RMB36,396,000; and
- The fair value of the actual or estimated number of share options granted to employees of the Group recognised in accordance with the accounting policy adopted for share-based payments.

(c) **Statutory reserve**

Statutory reserves were established in accordance with the relevant PRC rules and regulations and the articles of association of the Group's PRC subsidiaries. Transfers to the reserves were approved by the directors of these companies.

The Group's PRC subsidiaries are required to transfer not less than 10% of their net profits, as determined in accordance with the PRC accounting rules and regulations, to the statutory reserve until the reserve balance reaches 50% of their registered capital. The transfer to this reserve must be made before the distribution of dividends to shareholders can be made.

The statutory surplus reserve can be used to make good previous years' losses, if any, and may be converted into share capital by the issue of new shares to shareholders in proportion to their existing shareholdings or by increasing the par value of the shares currently held by them, provided that the balance after such issue is not less than 25% of the registered capital.

The Group's PRC subsidiaries made appropriations to discretionary surplus reserve in accordance with their board of directors' resolutions.

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

	Six months ended	
	31 December 2024	2023
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Cash from/(used) in operations	11,176	(16,035)
Income tax paid	–	–
Net cash from/(used) in operating activities	11,176	(16,035)
Net cash used in investing activities	(2,358)	(50,072)
Net cash from financing activities	3,222	73,258
Net increase in cash and cash equivalents	12,040	7,151
Cash and cash equivalents at the beginning of the period	4,796	5,030
Effect of foreign exchange rates changes	3	5
Cash and cash equivalents at the end of the period, represented by bank balances and cash	16,839	12,186



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The unaudited condensed consolidated financial statements (the “Interim Financial Statements”) have been prepared in accordance with International Accounting Standard (“IAS”) 34 “Interim Financial Reporting” issued by the International Accounting Standards Board (the “IASB”) and the applicable disclosure requirements set out in Appendix 16 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) (the “Listing Rules”). The Interim Financial Statements do not include all the information and disclosure required in the annual consolidated financial statements of the Company and its subsidiaries (the “Group”), and should be read in conjunction with the annual consolidated financial statements for the year ended 30 June 2024, which have been prepared in accordance with International Financial Reporting Standards (the “IFRSs”) issued by the IASB.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies that have been used in the preparation of the Interim Financial Statements are consistent with those followed in the preparation of the Group’s annual financial statements for the year ended 30 June 2024, except for the adoption of the new and revised IFRS. In the current period, the Group has adopted a number of new and revised IFRSs, amendments to IAS and Interpretations (“Ints”) (hereinafter collectively referred to as “new and revised IFRSs”) issued by the IASB that are relevant to the Group and effective for accounting periods beginning on or after 1 July 2024. The adoption of these new and revised IFRSs did not result in substantial changes to the Group’s accounting policies and amounts reported for the current and prior periods. The Group has not early adopted the new and revised IFRSs that have been issued but are not yet effective. The Group is in the process of assessing their impact on the Group’s results and financial position.

The preparation of the Interim Financial Statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The Interim Financial Statements should be read in conjunction with the Group’s audited consolidated financial statements and notes thereto for the year ended 30 June 2024.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

3. REVENUE AND SEGMENT INFORMATION

The Group determines its operating segments based on the information reported to the chief operating decision maker, being the senior executive management of the Group, for making strategic decisions and assessing the performance of each operating segment. The segments are managed separately as each operating segment offers different products which require different production information to formulate different strategies. No operating segment identified by the chief operating decision maker has been aggregated in arriving at the reportable segments of the Group.

During the six months ended 31 December 2024, the Group's reportable and continuing operating segments are as follows:

- Production and sale of FCOJ and other related products; and
- Production and sale of Summi Products



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

3. REVENUE AND SEGMENT INFORMATION *(Continued)*

Segment revenues, results, assets and liabilities

The following is an analysis of the Group's revenue, results, assets and liabilities by reportable and operating segment are as follows:

For the six months ended 31 December 2024 (unaudited)

	Production and sale of FCOJ and other related products business RMB'000	Production and sale of Summi Fresh Orange Juice and other products business RMB'000	Total RMB'000
Segment revenue			
– Sales to external customers	32,157	4,530	36,687
Segment revenue	<u>32,157</u>	<u>4,530</u>	36,687
Elimination			–
Group revenue			<u>36,687</u>
Segment results	(42)	(10,755)	(10,797)
Unallocated gains			–
Corporate and other unallocated expenses			(5,871)
Finance costs			<u>(9,803)</u>
Loss before tax			<u>(26,471)</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

3. REVENUE AND SEGMENT INFORMATION *(Continued)*

Segment revenues, results, assets and liabilities *(Continued)*

For the six months ended 31 December 2023 (unaudited)

	Production and sale of FCOJ and other related products business RMB'000	Production and sale of Summi Fresh Orange Juice and other products business RMB'000	Total RMB'000
Segment revenue			
– Sales to external customers	30,425	8,327	38,752
Segment revenue	<u>30,425</u>	<u>8,327</u>	38,752
Elimination			<u>–</u>
Group revenue			<u>38,752</u>
Segment results	<u>1,606</u>	<u>(12,386)</u>	(10,780)
Unallocated gains			838
Corporate and other unallocated expenses			(2,808)
Finance costs			<u>(8,528)</u>
Loss before tax			<u>(21,278)</u>

The accounting policies of the operating segments are identical to the Group's accounting policies. Segment results represent the profit earned by/(loss from) each segment without allocation of certain central administration costs, director's remuneration, certain other income and finance costs. This is the measure reported to the chief operating decision maker for the purpose of resource allocation and performance assessment.

Inter-segment sales are charged at prevailing market rates and conducted with terms mutually agreed by both contract parties.



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FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

4. OTHER INCOME

	For the six months ended 31 December	
	2024 RMB'000 (Unaudited)	2023 RMB'000 (Unaudited)
Bank interest income	5	3
Government grants (<i>note i</i>)	638	835
Others	2,407	–
	3,050	838

Note:

- (i) All government grants received were on cash basis. The government grants were unconditional and recognised as other income immediately.

5. FINANCE COSTS

	For the six months ended 31 December	
	2024 RMB'000 (Unaudited)	2023 RMB'000 (Unaudited)
Interest on:		
– corporate bonds	1,284	1,255
– bank loans	8,507	7,261
– lease liabilities	12	12
	9,803	8,528

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

6. LOSS FOR THE PERIOD

	For the six months ended 31 December	
	2024 RMB'000 (Unaudited)	2023 RMB'000 (Unaudited)
Loss for the period has been arrived at after charging:		
Depreciation of property, plant and equipment	10,766	7,268
Depreciation of right-of-use assets	290	470
Amount of inventories recognised as an expense	32,940	34,890
Exchange difference, net	8	79

7. INCOME TAX EXPENSE

	For the six months ended 31 December	
	2024 RMB'000 (Unaudited)	2023 RMB'000 (Unaudited)
Current tax:		
PRC Enterprise Income Tax	-	-
Deferred tax	-	-
	-	-



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

7. INCOME TAX EXPENSE *(Continued)*

Notes:

- (a) Pursuant to rules and regulations of the Cayman Islands and the British Virgin Islands, the Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands.
- (b) Under the Law of the PRC on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for both periods.
- (c) No Hong Kong Profits Tax has been provided as the Group did not have any assessable profits subject to Hong Kong Profits Tax for both periods.

8. DIVIDEND

The Board does not recommend the payment of an interim dividend in respect of the six months ended 31 December 2024 (six months ended 31 December 2023: nil).

9. LOSS PER SHARE

The weighted average number of ordinary shares for the purpose of diluted earnings per share reconciled to the weighted average number of ordinary shares used in the calculation of basic earnings per share as follows:

Number of shares

	For the six months ended 31 December	
	2024 (Unaudited)	2023 (Unaudited) (restated)
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share	340,558,265	275,224,298

On 22 February 2024, an ordinary resolution passed at the extraordinary general meeting of the Company for the share consolidation of every 10 ordinary shares into 1 consolidated share, which was effective on 22 February 2024 (the “Share Consolidation”).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

9. LOSS PER SHARE *(Continued)*

Number of shares *(Continued)*

The weighted average numbers of ordinary shares in issue for the purpose of calculating basic and diluted loss per share for the six months ended 31 December 2023 have been retrospectively adjusted on the assumption that the Share Consolidation had been effective since 1 July 2023.

No diluted earnings per share for the six months ended 31 December 2024 and 2023 were presented as there were no potential ordinary shares in issue for both periods.

10. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 31 December 2024, the Group did not purchase any property, plant and equipment (six months ended 31 December 2023: nil).

During the six months ended 31 December 2024, the Group did not dispose of certain property, plant and equipment (six months ended 31 December 2023: nil).

11. RIGHT-OF-USE ASSETS AND LEASES LIABILITIES

(i) Right-of-use assets

During the six months ended 31 December 2024, the Group did not enter into lease agreements.

(ii) Contract liabilities

During the six months ended 31 December 2024, the Group did not enter into lease agreements.

(iii) Amount recognised in profit or loss

	For the six months ended 31 December 2024 RMB'000 (Unaudited)	For the six months ended 31 December 2023 RMB'000 (Unaudited)
Depreciation of right-of-use assets	47	52
Expense relating to short-term leases	98	101



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

12. TRADE RECEIVABLES

The Group allowed a credit period ranging from 30 to 120 days (30 June 2024: 30 to 120 days) to its trade customers from the date of billing.

The following is an aged analysis of trade receivables based on the due dates at the end of the reporting period:

	31 December 2024 RMB'000 (Unaudited)	30 June 2024 RMB'000 (Audited)
Neither past due nor impaired	23,011	4,315

Trade receivables that were neither past due nor impaired related to customers that had no recent history of default payment.

The Group did not hold any collateral over the trade receivables.

13. TRADE PAYABLES

The Group had financial risk management policies in place to ensure all payables are settled within the credit timeframe. The average credit period on purchase of goods was 90 to 150 days (30 June 2024: 90 to 150 days).

The following is an aged analysis of trade payables presented based on the invoice dates.

	31 December 2024 RMB'000 (Unaudited)	30 June 2024 RMB'000 (Audited)
0-90 days	6,129	1,808
Over 365 days	–	378
	6,129	2,186

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

14. BORROWINGS

	As at 31 December 2024 RMB'000 (Unaudited)	As at 30 June 2024 RMB'000 (Audited)
Bank borrowings	155,927	153,529
Other borrowings	57,829	57,907
	213,756	211,436
The carrying amount of borrowings that repayable:		
Within one year or on demand	213,756	191,897
Within a period of more than one year but not exceeding two years	–	19,539
	213,756	211,436
Less: amounts due within one year shown under current liabilities	(213,756)	(211,436)
Amounts shown under non-current liabilities	–	–
Analysed as:		
– Secured	175,556	173,529
– Unsecured	38,200	37,907
	213,756	211,436



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

15. CORPORATE BONDS

As at 31 December 2024, the Company held 5 corporate bonds to independent third parties for the purpose of general working capital with an aggregate carrying value of approximately HK\$41,358,000 (30 June 2024: HK\$40,456,000) in aggregate and periods of ranging from five to eight years.

These corporate bonds were issued at a fixed interest rate of 4.5% to 6.5% (30 June 2024: 4.5% to 6.50%) per annum and are payable annually from the date of issuance and maturity date. The principal amount will be repaid on maturity. The effective interest rate is 7.15% (30 June 2024: 7.15%) per annum.

16. SHARE CAPITAL

	Number of shares	Share capital	
		HK\$'000	RMB'000

Authorised

As at 1 July 2024 and
31 December 2024
(ordinary share at
HK\$0.1 per share)

500,000,000	50,000	44,976
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	Number of shares	Share capital	
		HK\$'000	RMB'000

Issued and fully paid

As at 1 July 2024 and
31 December 2024
(ordinary share at
HK\$0.1 per share)

340,558,265	34,056	29,842
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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2024

17. RELATED PARTY TRANSACTIONS

Compensation of key management personnel

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

	For the six months ended	
	31 December 2024	2023
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
Short-term benefits	358	365
Post-employment benefits	62	65
	420	430

