



SUNeVision Holdings Ltd.

新意網集團有限公司

*(Incorporated in the Cayman Islands with limited liability)*

*(於開曼群島註冊成立之有限公司)*

Stock Code 股份代號 : 1686



2017/18

Interim Report

中期報告

Results for the six months ended 31 December 2017

截至2017年12月31日止六個月業績

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## CHOICE OF LANGUAGE OR MEANS OF RECEIPT OF CORPORATE COMMUNICATIONS

This interim report is now available in printed form in English and in Chinese, and on the website of the Company at [www.sunevision.com](http://www.sunevision.com) and the website of The Stock Exchange of Hong Kong Limited at [www.hkexnews.hk](http://www.hkexnews.hk).

If registered shareholders/noteholders, who have received or chosen to receive or are deemed to have consented to receive this interim report by electronic means, wish to receive a printed copy, or who for any reason have difficulty in receiving or gaining access to this interim report on the Company's website, they may obtain the same free of charge by sending a request to (a) in the case of registered shareholders, the Company's Hong Kong branch share registrar and transfer office, Computershare Hong Kong Investor Services Limited ("Computershare"), by post to 17M Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong or by email at [sunevision@computershare.com.hk](mailto:sunevision@computershare.com.hk); or (b) in the case of noteholders, the Company's registrar in respect of the convertible notes, Tricor Investor Services Limited ("Tricor"), by post to Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong or by email at [sunevision-ecom@hk.tricorglobal.com](mailto:sunevision-ecom@hk.tricorglobal.com).

For registered shareholders/noteholders who wish to change their choice of language or means of receipt of the Company's future corporate communications free of charge, they may at any time notify (i) in the case of registered shareholders, Computershare, by post or by email (at the address or email address mentioned above); or (ii) in the case of noteholders, Tricor, by post or by email (at the address or email address mentioned above).

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## Highlights

- On 22 January 2018, SUNeVision successfully transferred the listing of its shares to the Main Board of the Hong Kong Stock Exchange. The transfer of listing is expected to enhance the Company's reputation and attract a broader investor base, which will be beneficial to the Company's next horizon of growth.
- SUNeVision and its subsidiaries (the "Group") maintained its growth momentum during the first half of the 2017/18 financial year with profit attributable to owners of the Company of HK\$392.2 million for the six months ended 31 December 2017, an increase of 45% over the same period last year. The underlying profit attributable to owners of the Company (excluding the effect of other gains) was HK\$299.0 million, an increase of HK\$29.3 million, 11% over the same period last year.
- Revenue for the period was HK\$641.4 million, up 15% over the same period last year. This was principally due to increased revenues attributable to the revenue from our newly opened MEGA Plus, as well as new customers and rental reversion of existing customers at other data centre sites.
- Gross profit for the period increased to HK\$380.6 million, with gross margin at 59%. Cost of sales for the period rose by HK\$42.2 million to HK\$260.8 million, largely due to higher operating costs and depreciation charges for new data centre.
- Operating expenditures for the period increased to HK\$39.4 million. This was mainly due to expanded sales and marketing resources, including various marketing activities for the new data centre capacities, as well as the legal and professional fees incurred for the transfer of listing from the Growth Enterprise Market to Main Board.
- Other gains for the period were HK\$93.2 million, mainly due to the increase in fair value of investment properties.
- EBITDA for the period increased by 13% from HK\$362.2 million to HK\$410.3 million. In particular, EBITDA from the data centre business for the period increased 15% from HK\$331.9 million to HK\$381.2 million.
- The Group's cash and interest-bearing securities on hand as of 31 December 2017 amounted to approximately HK\$683.1 million, while long-term bank borrowing came to HK\$1,431.3 million. The gearing as of 31 December 2017, calculated as net borrowing to shareholders' funds, was 25%.

# Highlights

## RESULTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

	Jul to Dec 2017 HK\$'M	Jul to Dec 2016 HK\$'M
Revenue	<b>641.4</b>	557.3
Gross profit	<b>380.6</b>	338.7
Other income	<b>15.9</b>	17.9
Operating expenditures*	<b>(39.4)</b>	(33.4)
Profit from operations	<b>357.1</b>	323.2
Other gains	<b>93.2</b>	–
Profit before taxation	<b>450.3</b>	323.2
Income tax expense	<b>(58.1)</b>	(51.8)
Profit for the period	<b>392.2</b>	271.4
Attributable to:		
Owners of the Company	<b>392.2</b>	269.7
Non-controlling interests	–	1.7
	<b>392.2</b>	271.4
EBITDA		
Data centre business	<b>381.2</b>	331.9
Other businesses	<b>29.1</b>	30.3
	<b>410.3</b>	362.2

\* Selling, general and administrative expenses

## Chairman's Statement

On 22 January 2018, SUNeVision successfully transferred the listing of its shares to the Main Board of the Hong Kong Stock Exchange. The transfer of listing is expected to enhance the Company's reputation and attract a broader investor base, which will be beneficial to the Company's next horizon of growth.

The Group attained a profit attributable to owners of the Company of HK\$392.2 million for the six months ended 31 December 2017 during the 2017/18 financial year, an increase of 45% over the same period last year. The underlying profit attributable to owners of the Company (excluding the effect of other gains) was HK\$299.0 million, an increase of HK\$29.3 million or 11%.

Revenue for the period rose 15% to HK\$641.4 million, principally due to increased revenue from the Group's data centre operations. This increase was attributable to revenue from our newly opened MEGA Plus, the Group's new data centre in Tseung Kwan O, as well as new customers and rental reversions of existing customers at other data centres. Cost of sales for the period increased 19% to HK\$260.8 million, largely due to higher operating costs and depreciation charges due to the opening of MEGA Plus. Gross profit amount rose 12% to HK\$380.6 million with gross margin for the period at 59%.

Operating expenditure for the period increased from HK\$33.4 million to HK\$39.4 million. This was mainly due to expanded sales and marketing resources, including various marketing activities for new data centre capacities, as well as the legal and professional fees incurred for the transfer of listing from the GEM to Main Board.

Other gains for the period were HK\$93.2 million, mainly due to the increase in fair value of investment properties.

EBITDA for the period increased by 13% from HK\$362.2 million to HK\$410.3 million. In particular, EBITDA from the data centre business for the period increased 15% from HK\$331.9 million to HK\$381.2 million.

The Group's financial position remained healthy with approximately HK\$683.1 million in cash and interest-bearing securities on hand as of 31 December 2017, and a long-term bank borrowing of HK\$1,431.3 million. The Group had approximately HK\$893.6 million in net borrowing due to the planned capital expenditure for new data centre capacities. The gearing as of 31 December 2017, calculated as net borrowing to shareholders' funds, was 25%.

Looking ahead, the Group's focus is on growth, securing new business within our existing data centre facilities, now enhanced by the completion of MEGA Plus.

MEGA Plus is the first purpose-built facility on land designated for data centre use by the Hong Kong Government, and was acquired through an open tender at the market rate. This designation distinguishes the site from neighbouring data centres in the Tseung Kwan O Industrial Estate, which are built on subsidized land. Such subsidized land carries many restrictions on usage, including prohibitions against subletting, and tenants do not enjoy "exclusive access" to the premises. The location of MEGA Plus is designed to provide diversity of access, security and resilience which are key requirements of customers. These aspects position MEGA Plus as a superior location compared to all other data centre facilities within Tseung Kwan O Industrial Estate. Feedback on the facility has been excellent, and several multi-national anchor customers have already moved in, including a major global cloud player.

For Mega-i, our flagship, we are upgrading the facility to cater for customer demand and changing needs. For Mega Two, the revitalization of the entire facility into a dedicated centre is already complete, with good feedback from customers. On 3 January 2018, the Group successfully won a government tender for a piece of land at Tsuen Wan. This will add another approximately 200,000 square foot to the portfolio, in a district where the Group historically has less capacity to offer. All these initiatives ensure the Group will have good capacities to serve our customers effectively.

## Chairman's Statement

The Group recognizes that sustainable success depends on state-of-the-art facilities offering a high level of availability, connectivity and diversity as well as security. During this period, the Group has upgraded its facilities to meet these requirements. The Group is pleased to have received during 2017, several prestigious data centre awards from Computerworld Hong Kong. Like the Group's parent Sun Hung Kai Properties, the Group will continue its pursuit of service excellence.

I would like to close by thanking the Board, management and every member of our committed staff for their dedication and hard work, and our shareholders for their continued confidence and support.

**Kwok Ping-luen, Raymond**

*Chairman*

Hong Kong, 8 February 2018

# Management Discussion and Analysis

## OVERVIEW

The Group reported its unaudited results for the first half of the 2017/18 financial year with HK\$392.2 million in profit attributable to owners of the Company, an increase of HK\$122.5 million over the same period last year.

## BUSINESS REVIEW

### iAdvantage

iAdvantage secured new contracts from a leading global cloud service provider for MEGA Plus and MEGA Two, which will be the main infrastructure for its expansion across the region. At the same time, iAdvantage continued to work on various major expansion and enhancement projects to maintain its market position as a major carrier-neutral data centre service operator in Hong Kong.

The MEGA Plus flagship facility is now in operation and two anchor customers have already moved in. Fitting-out works for other customers continued apace during the period. The facility is designed and built with high flexibility catering to different needs in term of resilience and power density of various high growth customer segments. It meets environmental requirements with high-efficiency power usage to achieve best-in-class energy saving. MEGA Plus is also the only data centre built on dedicated land in Tseung Kwan O without any restrictions on land use such as subletting. This distinguishes the site from the neighbouring data centres in the Tseung Kwan O Industrial Estate, which are built on subsidized land that prohibit any form of subletting.

The transformation of the entire MEGA Two facility into a dedicated data centre building has been completed, and has proven to be a strong attraction for customers with high standards for mission critical operations.

The upgrading of the flagship MEGA-i facility, one of the most highly regarded data centres and connectivity hubs in the region, is well underway. It will enhance power capacity and density as well as connectivity to meet increasing demands from new and existing customers.

In addition to investing in the expansion of new capacity, continuous developments have been made at JUMBO to enable the Group to cater for customers' growing needs. In order to enhance the resilience of our data centres and provide the cost effective services to our customers, the Group is making a substantial investment in fibre to interconnect our data centre sites.

### Super e-Technology

Super e-Technology secured contracts for the installation of security surveillance, SMATV and IT systems totalling approximately HK\$24 million during the first half of the 2017/18 financial year.

Super e-Technology maintains a positive outlook for the security surveillance and SMATV sectors for the second half of the financial year and is constantly pursuing opportunities to expand its service offerings.

### Super e-Network

Super e-Network continues to seek new business providing wireless LAN infrastructure in shopping malls and related value-added services. It will continue expanding its broadband deployment and Wi-Fi services to different sectors.

## INVESTMENT

The Group maintained its prudent approach to financial management. At the same time, it is also committed to continued investment in existing and new infrastructure to enhance further business development. It is expected that the latest acquisition of the Tsuen Wan Town Lot No. 428 will support the Group's business growth, which will enhance the Group's income base in the long term.

# Management Discussion and Analysis

## OTHER FINANCIAL DISCUSSION AND ANALYSIS

The Group practises prudent financial management and has a healthy balance sheet with ample financial resources. The Group's cash and interest-bearing securities on hand as of 31 December 2017 amounted to approximately HK\$683.1 million, while it had a long-term bank borrowing of HK\$1,431.3 million. As a result, the Group had approximately HK\$893.6 million in net borrowing due to higher planned capital expenditure during the period. The gearing as of 31 December 2017, calculated as net borrowing to shareholders' funds, was 25%.

As of 31 December 2017, the Group had no contingent liability while the Company had an aggregate of HK\$1,462.9 million contingent liabilities in respect of guarantees for general banking facilities utilized by the Group subsidiaries and other guarantees.

The Group's core operations are based in Hong Kong and its assets are primarily in Hong Kong or US dollars. It had no significant exposure to foreign exchange rate fluctuations. The Group had not pledged any of its assets as of 31 December 2017 and there was no material acquisition or disposal of subsidiaries or affiliated companies during the period under review.

## EMPLOYEES

The Group had 241 full-time employees as of 31 December 2017. The Group is keen to motivate and retain talent and continues to offer abundant career progression opportunities for staff retention and motivation. Periodical compensation reviews are conducted to ensure competitiveness in the employment market. Payroll costs increased during the period as the Group expanded its footprint of data centres, but the Group believes these are worthwhile investments. Various engagement initiatives were also implemented to enhance staff communication and team spirit.

Other remuneration and benefits, including medical coverage and provident fund contributions, remained at competitive levels. Various training and development opportunities continued to be offered to enhance employee capabilities to meet the growth in business. The Group also operates a share-option scheme and granted share options to selected directors and employees to recognize their significant contributions.

# Directors' Profile

## EXECUTIVE DIRECTORS

### **Kwok Ping-luen, Raymond** (Age: 64)

#### *Chairman*

Mr. Kwok has been the Chairman and an Executive Director of the Company since 29 January 2000 and he is a director of certain subsidiaries of the Company. He holds a Master of Arts degree in Law from Cambridge University, a Master's degree in Business Administration from Harvard University, an Honorary Doctorate degree in Business Administration from The Open University of Hong Kong and an Honorary Doctorate degree in Laws from The Chinese University of Hong Kong.

Mr. Kwok is the chairman and managing director and a member of the executive committee of Sun Hung Kai Properties Limited ("SHKP"), the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong). Prior to the appointment as chairman of SHKP, Mr. Kwok had acted as vice chairman of SHKP. He is also the chairman and a non-executive director of SmarTone Telecommunications Holdings Limited, and a non-executive director of Transport International Holdings Limited and Wing Tai Properties Limited.

In civic activities, Mr. Kwok is a director of The Real Estate Developers Association of Hong Kong and a member of the council of The Chinese University of Hong Kong. He is also a member of the 13th National Committee of the Chinese People's Political Consultative Conference.

Mr. Kwok is the father of Mr. Kwok Kai-wang, Christopher (being a Non-Executive Director of the Company).

Save as disclosed above, Mr. Kwok (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any other Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

Mr. Kwok has entered into a service agreement with the Company for a period of three years commencing on 1 March 2003 and shall continue thereafter until terminated by either party giving to the other not less than six months' prior written notice, but is subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Kwok received a director's fee of HK\$48,000 for being the Chairman of the Company. His director's fee is fixed by the Board while his annual salary is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

### **Yan King-shun, Peter** (Age: 56)

#### *Chief Executive Officer and Authorised Representative*

Mr. Yan has been an Executive Director, the Chief Executive Officer and the authorised representative of the Company for accepting service of process and notices on behalf of the Company (under Part 16 of the Companies Ordinance, Chapter 622 of the laws of Hong Kong) since 15 October 2013. He is also the Authorised Representative of the Company under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules"). Mr. Yan is a member of the Corporate Governance Committee of the Board. He is also a director of certain subsidiaries of the Company. Mr. Yan holds a Bachelor's degree in Business Administration from The Chinese University of Hong Kong and received Executive Education for Global Leadership from the Harvard Business School.

Mr. Yan has over 32 years of experience in the information technology industry and is a fellow of the Hong Kong Computer Society. He was an executive director and group chief executive officer of Computer And Technologies Holdings Limited ("C&T"). Prior to joining C&T in April 2000, he had held senior management positions in large consulting and information technology services companies including Accenture and Tradelink Electronic Commerce Limited. Mr. Yan also has extensive experience serving on a range of public services committees. He is a director of Hong Kong Data Centre Association Limited and a Honorary Advisor of the Hong Kong Computer Society.

## Directors' Profile

Save as disclosed above, Mr. Yan (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Listing Rules) of the Company.

Mr. Yan has entered into a service agreement with the Company commencing on 15 October 2013 which has no fixed term of director's service and shall continue unless and until terminated by either party giving to the other notice in writing, but is subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Yan received a director's fee of HK\$42,000 for being the Chief Executive Officer of the Company and other emoluments of approximately HK\$6,434,015. His director's fee is fixed by the Board while his annual salary is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

### **Tung Chi-ho, Eric** (Age: 58)

Mr. Tung has been an Executive Director of the Company since 29 January 2000. He holds a Bachelor of Arts degree in Architectural Studies and a Bachelor of Architecture degree from The University of Hong Kong. Mr. Tung is a member of The Hong Kong Institute of Architects and a registered Architect.

Mr. Tung is the chairman of iAdvantage Limited, a subsidiary of the Company and a director of certain subsidiaries of the Company. He has been with the Sun Hung Kai Properties group for 30 years and has been an executive director of Sun Hung Kai Properties Limited ("SHKP"), the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong), since December 2013. Mr. Tung is a member of the executive committee of SHKP and an executive director of Sun Hung Kai Real Estate Agency Limited, a subsidiary of SHKP. He served as project director for various large-scale residential, commercial and mixed developments and oversaw the completion of data centres for major tenants such as JP Morgan and ING Barings.

Save as disclosed above, Mr. Tung (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

Mr. Tung has entered into a service agreement with the Company for a period of three years commencing on 1 March 2003 and shall continue thereafter until terminated by either party giving to the other not less than six months' prior written notice, but is subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Tung received a director's fee of HK\$36,000 for being a director of the Company. His director's fee is fixed by the Board while his annual salary is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

# Directors' Profile

## NON-EXECUTIVE DIRECTORS

### **Cheung Wing-yui** (Age: 68)

#### *Vice Chairman*

Mr. Cheung is a Vice Chairman of the Company and has been a Non-Executive Director of the Company since 29 January 2000. He is the Chairman of the Corporate Governance Committee of the Board and is a member of each of the Audit Committee, Remuneration Committee and Nomination Committee. Mr. Cheung received a Bachelor of Commerce degree in accountancy from The University of New South Wales, Australia and is a member of the CPA Australia. He has been a practising solicitor in Hong Kong since 1979 and is a consultant of the law firm Woo Kwan Lee & Lo. Mr. Cheung was also admitted as a solicitor in the United Kingdom and as an advocate and solicitor in Singapore.

Mr. Cheung is a deputy chairman and a non-executive director of SmarTone Telecommunications Holdings Limited. He is also a non-executive director of Tai Sang Land Development Limited, Tianjin Development Holdings Limited and Transport International Holdings Limited and an independent non-executive director of Agile Group Holdings Limited. Mr. Cheung was a non-executive director of SRE Group Limited (November 1999 – December 2015) and an independent non-executive director of Hop Hing Group Holdings Limited (November 1989 – August 2017). He is a non-executive director of Sun Hung Kai Properties Insurance Limited, which is a wholly-owned subsidiary of Sun Hung Kai Properties Limited, the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong).

Mr. Cheung is a director of The Community Chest of Hong Kong. He had held the positions of deputy chairman of the council of The Open University of Hong Kong, the deputy chairman of The Hong Kong Institute of Directors Limited, a director of Po Leung Kuk, the vice chairman of the Mainland Legal Affairs Committee of The Law Society of Hong Kong and a member of the Board of Review (Inland Revenue Ordinance).

Mr. Cheung was awarded the Bronze Bauhinia Star (BBS) in 2013.

Mr. Cheung was awarded an honorary degree of Doctor of Business Administration from The Open University of Hong Kong in 2016.

Save as disclosed above, Mr. Cheung (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Cheung. Mr. Cheung received an appointment letter from the Company for his appointment as a Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Cheung received a director's fee of HK\$216,000 for being the Vice Chairman of the Company and a member of each of the Audit Committee, Remuneration Committee and Nomination Committee of the Board. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## Directors' Profile

### **Fung Yuk-lun, Allen** (Age: 49)

*Vice Chairman*

Mr. Fung is a Vice Chairman of the Company and has been a Non-Executive Director of the Company since 1 January 2014. He obtained an undergraduate degree (Modern History) from Oxford University and holds a doctoral degree in History and East Asian Languages from Harvard University. Mr. Fung was a recipient of a Guggenheim Fellowship in 1996. He was a Teaching Fellow at Harvard University in 1993-1994 and a visiting Assistant Professor of History at Brown University in 1996-1997.

Mr. Fung is an executive director and a member of the executive committee of Sun Hung Kai Properties Limited ("SHKP"), the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong), as well as the chief executive officer of the SHKP group's non-property related portfolio investments. He is also a director of certain subsidiaries of SHKP. Mr. Fung is a deputy chairman and a non-executive director of SmarTone Telecommunications Holdings Limited. He is also a non-executive director of Transport International Holdings Limited. Mr. Fung was a non-executive director of RoadShow Holdings Limited (July 2014 – December 2017).

Mr. Fung joined McKinsey & Company ("McKinsey"), a global management consulting company, in 1997. He primarily served clients in China and Hong Kong, and also served institutions in Europe and Southeast Asia. Mr. Fung was the co-leader of the infrastructure practice for McKinsey. He was the managing partner of McKinsey Hong Kong from 2004 to 2010. In 2011, Mr. Fung became a director of McKinsey globally, being the first Hong Kong Chinese to become a director in McKinsey's history. He was also the head of recruiting for the Asia region in McKinsey.

Mr. Fung is a member of the General Committee of the Hong Kong General Chamber of Commerce. He is the president of the Hong Kong Society for the Protection of Children, an honorary treasurer of The Hong Kong Federation of Youth Groups and a council member of The Hong Kong Management Association. Mr. Fung is also a council member of Sir Edward Youde Memorial Fund. He is a member of the board of the Asian Youth Orchestra and a member of the Advisory Committee on Gifted Education of Education Bureau, The Government of the Hong Kong Special Administrative Region.

Save as disclosed above, Mr. Fung (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Fung. Mr. Fung received an appointment letter from the Company for his appointment as a Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Fung received a director's fee of HK\$42,000 for being the Vice Chairman of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

### **Kwok Kai-wang, Christopher** (Age: 31)

Mr. Kwok has been a Non-Executive Director of the Company since 1 February 2017. He holds a Bachelor of Science Degree in Chemistry from Harvard University and a Master's degree in Business Administration from Stanford Graduate School of Business. Mr. Kwok is an executive director and a member of the executive committee of Sun Hung Kai Properties Limited ("SHKP"), the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong). He worked in an international management consultancy firm before joining the SHKP group in 2011. Mr. Kwok is responsible for sales, project management and leasing of major residential and commercial properties of the SHKP group in Hong Kong and mainland China. He assists Mr. Kwok Ping-luen, Raymond ("Mr. Raymond Kwok", the chairman and managing director of SHKP as well as the Chairman and an Executive Director of the Company) in all other businesses, in particular, the non-property related matters. Mr. Kwok is a son of Mr. Raymond Kwok.

## Directors' Profile

In addition, Mr. Kwok is a member of the Beijing Municipal Committee of the Chinese People's Political Consultative Conference.

Save as disclosed above, Mr. Kwok (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any other Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Kwok. Mr. Kwok received an appointment letter from the Company for his appointment as a Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. Mr. Kwok is entitled to receive a director's fee of HK\$36,000 per annum (or a pro rata amount for the duration of his directorship for an incomplete year) for being a director of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

### **David Norman Prince** (Age: 66)

Mr. Prince has been a Non-Executive Director of the Company since 29 October 2016. He is a member of the Chartered Institute of Management Accountants (UK) and the Chartered Institute of Purchasing and Supply (UK). Mr. Prince has been a non-executive director of SmarTone Telecommunications Holdings Limited since 2005. He is also a director of Wilson Group Limited, a wholly-owned subsidiary of Sun Hung Kai Properties Limited ("SHKP"), the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong), as well as a consultant of Sun Hung Kai Real Estate Agency Limited, a wholly-owned subsidiary of SHKP.

Mr. Prince has over 20 years' experience of operating at board level in an international environment. He is currently a non-executive director and chair of the audit committee of Adecco SA which is the global leader in human resources services. Mr. Prince was previously a non-executive director of Ark Therapeutics plc.

Mr. Prince was group finance director of Cable and Wireless plc. until December 2003 and prior to this, spent some 12 years working in the telecommunications industry in Hong Kong, Mainland China and Asia. From 1994 to 2000 he was finance director and latterly deputy chief executive officer of Hong Kong Telecommunications Limited until it was acquired by PCCW in 2000. Mr. Prince went on to join PCCW plc. as group chief financial officer. In 2002, he left PCCW to join Cable and Wireless as group finance director. Prior to his time in Hong Kong, he held senior management roles for Cable and Wireless. His early career was spent in the gas, oil and electronic industries within Europe and the USA.

Save as disclosed above, Mr. Prince (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Prince. Mr. Prince received an appointment letter from the Company for his appointment as a Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. Mr. Prince is entitled to receive a director's fee of HK\$120,000 per annum (or a pro rata amount for the duration of his directorship for an incomplete year) for being a director of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## Directors' Profile

### **Siu Hon-wah, Thomas** (Age: 64)

Mr. Siu has been a Non-Executive Director of the Company since 7 May 2010. He holds a MPhil degree from University of Cambridge and a PhD degree in Information Systems. Mr. Siu is a Certified Public Accountant and is a member of the British Computer Society.

Mr. Siu is a non-executive director of SmarTone Telecommunications Holdings Limited. He is also the managing director of Wilson group which is a major transport infrastructure services provider in Hong Kong and is wholly-owned by Sun Hung Kai Properties Limited, the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong). Prior to joining Wilson group, Mr. Siu had more than 25 years of experience in telecommunications and IT sectors. His experience covers finance, business operations and development.

Save as disclosed above, Mr. Siu (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Siu. Mr. Siu received an appointment letter from the Company for his appointment as a Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Siu received a director's fee of HK\$36,000 for being a director of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

### **Chan Hong-ki, Robert** (Age: 53)

Mr. Chan has been a Non-Executive Director of the Company since 7 August 2017. He graduated from the Hong Kong Polytechnic University and holds a Bachelor's Degree from the University of Greenwich.

Mr. Chan joined Sun Hung Kai Properties Limited ("SHKP"), the substantial shareholder of the Company within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong), in 1993 and is now a project director for various key residential, commercial, industrial and mixed developments both in Hong Kong and Mainland China. He is an executive director of Sun Hung Kai Architects and Engineers Limited, a wholly-owned subsidiary of SHKP, and is responsible for design aspects including architectural, structural, electrical and mechanical, landscape and interior design of various development projects.

Mr. Chan is a member of The Hong Kong Institute of Surveyors and The Royal Institution of Chartered Surveyors and a Registered Professional Surveyor. He is also an Authorized Person under the Buildings Ordinance (Chapter 123 of the laws of Hong Kong).

Mr. Chan has been a member of the Appeal Tribunal Panel (Buildings) since January 2007 and a director of BEAM Society Limited since 2014.

Save as disclosed above, Mr. Chan (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

## Directors' Profile

There is no service contract entered into between the Company and Mr. Chan. Mr. Chan received an appointment letter from the Company for his appointment as a Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. Mr. Chan is entitled to receive a director's fee of HK\$36,000 per annum (or a pro rata amount for the duration of his directorship for an incomplete year) for being a director of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

### INDEPENDENT NON-EXECUTIVE DIRECTORS

#### **Li On-kwok, Victor** (Age: 63)

Professor Li has been an Independent Non-Executive Director of the Company since 29 January 2000. He is also the Chairman of the Nomination Committee and a member of each of the Audit Committee and Remuneration Committee of the Board. Professor Li received his bachelor's, master's, engineer's and doctoral degrees in Electrical Engineering and Computer Science from the Massachusetts Institute of Technology in 1977, 1979, 1980 and 1981 respectively.

Professor Li was an independent non-executive director of Anxin-China Holdings Limited ("Anxin-China") from June 2013 and he had resigned from such position on 1 October 2015. A petition for the winding-up of Anxin-China was presented to the High Court of the Hong Kong Special Administrative Region (the "Court") by Bloom Zone Limited on 29 September 2015 (the "Winding-up Petition") and provisional liquidators of Anxin-China were appointed on 2 October 2015. The Winding-Up Petition was subsequently dismissed by the Court and the provisional liquidators appointed were discharged on 20 January 2017. Anxin-China is a company incorporated in the Cayman Islands whose shares are listed on the Main Board of the Stock Exchange (stock code 1149), and is an integrated solutions provider, services operator and equipment manufacturer of intelligent surveillance, disaster alert and rescue coordination systems and intelligent safety systems.

Professor Li is the head of Department of the Electrical and Electronic Engineering Department ("EEED") at The University of Hong Kong ("HKU") and the Chair Professor of Information Engineering of the EEED at HKU. Prior to joining HKU, he was Professor of Electrical Engineering at the University of Southern California ("USC") and director of the USC Communication Sciences Institute. Professor Li has chaired various committees of international professional organisations such as the Technical Committee on Computer Communications of the Institute of Electrical and Electronic Engineers. He was awarded the Bronze Bauhinia Star by the Government of Hong Kong in 2002.

Save as disclosed above, Professor Li (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Professor Li. Professor Li received an appointment letter from the Company for his appointment as an Independent Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Professor Li received a director's fee of HK\$192,000 for being a director of the Company and a member of each of the Audit Committee, Remuneration Committee and Nomination Committee of the Board. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## Directors' Profile

### **King Yeo-chi, Ambrose** (Age: 82)

Professor King has been an Independent Non-Executive Director of the Company since 1 January 2007. He is also the Chairman of the Remuneration Committee and a member of each of the Audit Committee and Nomination Committee of the Board. Professor King received his BA from National Taiwan University (1957), MA from National Cheng Chi University (1959), and PhD from the University of Pittsburgh (1970).

Professor King is the Emeritus Professor of Sociology at The Chinese University of Hong Kong. He has been the head of New Asia College (1977-1985), Chair Professor of Sociology (1983-2004), Pro-Vice-Chancellor (1989-2002) and Vice-Chancellor (2002-2004) at The Chinese University of Hong Kong. In addition, Professor King has been the Visiting Fellow at the Centre of International Studies, MIT (1976) and Visiting Professor at University of Heidelberg (1985) and University of Wisconsin (1986). He was elected as Academician, Academia Sinica, Taipei (1994).

Professor King has held many advisory positions to the Hong Kong Government such as Independent Commission Against Corruption, The Law Reform Commission, Central Policy Unit and University Grants Committee – Research Grants Council. He is a member of the board of directors of Chiang Ching-kuo Foundation for International Scholarly Exchange. Professor King was appointed the Non-Official Justice of Peace in 1994. He was awarded the Silver Bauhinia Star of Hong Kong and the Doctor of Literature, honoris causa of the Hong Kong University of Science and Technology in 1998 and the Doctor of Laws, honoris causa of The Chinese University of Hong Kong in 2005.

Save as disclosed above, Professor King (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Professor King. Professor King received an appointment letter from the Company for his appointment as an Independent Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Professor King received a director's fee of HK\$192,000 for being a director of the Company and a member of each of the Audit Committee, Remuneration Committee and Nomination Committee of the Board. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## Directors' Profile

### **Wong Kai-man** (Age: 67)

Mr. Wong has been an Independent Non-Executive Director of the Company since 16 January 2007. He is also the Chairman of the Audit Committee and a member of each of the Remuneration Committee and Nomination Committee of the Board. Mr. Wong obtained his Bachelor of Science from The University of Hong Kong and Master of Business Administration from The Chinese University of Hong Kong. He is a fellow of the Association of Chartered Certified Accountants, United Kingdom and a fellow of the Hong Kong Institute of Certified Public Accountants. Mr. Wong is an accountant with 32 years of experience in audit, initial public offering and computer audit.

Mr. Wong is a member of the Financial Reporting Council (FRC) and an independent non-executive director of VTech Holdings Limited. He serves in a number of government committees and the boards of certain non-governmental organisations. Mr. Wong was a non-executive director of the Securities and Futures Commission (May 2009 – May 2015) and an independent non-executive director of China Construction Bank Corporation (November 2007 – December 2013), Shangri-La Asia Limited (July 2006 – May 2015) and Great Wall Pan Asia Holdings Limited (formerly known as Armada Holdings Limited and SCMP Group Limited) (April 2007 – November 2016). He is currently a director of Victor and William Fung Foundation Limited. He was an honorary associate professor of the School of Business of The University of Hong Kong (2005 – January 2018). He was a member of the Growth Enterprise Market Listing Committee of The Stock Exchange of Hong Kong Limited from 1999 to 2003. Mr. Wong was an audit partner of PricewaterhouseCoopers, Hong Kong before his retirement on 30 June 2005.

Mr. Wong was appointed as a Justice of the Peace in 2002, and was awarded Bronze Bauhinia Star in 2007 by the Government of Hong Kong. He was conferred honorary fellowships of Lingnan University, Hong Kong in 2007, City University of Hong Kong in 2013 and The University of Hong Kong in 2016 respectively.

Save as disclosed above, Mr. Wong (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Wong. Mr. Wong received an appointment letter from the Company for his appointment as an Independent Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Wong received a director's fee of HK\$192,000 for being a director of the Company and a member of each of the Audit Committee, Remuneration Committee and Nomination Committee of the Board. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## Directors' Profile

### **Kwok Kwok-chuen** (Age: 64)

Mr. Kwok has been an Independent Non-Executive Director of the Company since 5 May 2012. He holds a Bachelor of Social Sciences degree from The University of Hong Kong, a Master of Philosophy degree in Economics from The Chinese University of Hong Kong and a Master of Social Sciences degree in Public Administration from The University of Hong Kong.

Mr. Kwok is an independent non-executive director of DBS Bank (Hong Kong) Limited. He has been an honorary senior research fellow of the Faculty of Business and Economics, The University of Hong Kong since November 2008, after resigning from the job of Government Economist for the Hong Kong SAR Government, a post that he served from 2004 to 2008. Before joining the Hong Kong SAR Government, Mr. Kwok was the regional chief economist of Standard Chartered Bank (Hong Kong) Limited for the East Asia region. He was also a senior economist of The Hongkong and Shanghai Banking Corporation Limited.

Mr. Kwok has served on numerous committees and boards in Hong Kong. He is now a member of the Hong Kong Maritime and Port Board, a member of the Competition Commission and the chairman of its Enforcement Committee, a member of the Aviation Development and Three-runway System Advisory Committee, and a member of the Steering Committee and the Investment Committee of the HKSAR Government Scholarship Fund and a member of the Investment Committee of the Self-financing Post-secondary Education Fund.

Mr. Kwok also served as the chairman of the Hong Kong Coalition of Service Industries, the vice chairman of the Economic Policy Committee of the Hong Kong General Chamber of Commerce, and the honorary economist of the British Chamber of Commerce in Hong Kong. He was awarded the Bronze Bauhinia Star in 1999 and was appointed a Justice of the Peace in 2003 by the Government, in recognition of his long and dedicated public service.

Save as disclosed above, Mr. Kwok (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

There is no service contract entered into between the Company and Mr. Kwok. Mr. Kwok received an appointment letter from the Company for his appointment as an Independent Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Kwok received a director's fee of HK\$120,000 for being a director of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## Directors' Profile

### **Lee Wai-kwong, Sunny** (Age: 58)

Mr. Lee has been an Independent Non-Executive Director of the Company since 1 November 2013. He holds a Bachelor's Degree and Master's Degree in Operations Research & Industrial Engineering, both from Cornell University in the USA. Mr. Lee is a Distinguished Fellow of Hong Kong Computer Society and Fellow of Hong Kong Institute of Engineers.

Mr. Lee is the vice-president (Administration) of City University of Hong Kong. He has more than 30 years of experience in business and technology management gained in both Hong Kong and overseas. Mr. Lee was the executive director of information technology ("IT") of The Hong Kong Jockey Club ("HKJC"), where he served as member of board of management and had overall responsibility for HKJC's IT strategy and innovation.

Prior to joining HKJC, Mr. Lee served at The Hong Kong and China Gas Company Limited (Towngas) where he was an executive committee member and held a number of key positions thereat, including chief information officer of the group and chief executive officer of two strategic diversification businesses, iCare.com Limited and Towngas Telecommunications Company Limited.

During the early 1990's, Mr. Lee was vice president and systems director of the Bank of America in Hong Kong, where he played a key role in building up IT capabilities to support the bank's business expansion in Asia. He has also held key IT positions in the financial, management consulting and manufacturing industries in the USA.

Mr. Lee takes time to serve in many high level governing and advisory committees in the academic, professional and community arena. He is a board director of The Hong Kong Applied Science and Technology Research Institute Company Limited (ASTRI), the board chairman of Hong Kong Education City, a council member of Hong Kong Management Association and an audit committee member of Hong Kong Housing Society. Mr. Lee is also a past president of Hong Kong Computer Society, a past chairman of the Hong Kong Institute of IT Professional Certification and a past council member of Vocational Training Council.

Mr. Lee was a recipient of Hong Kong's Ten Outstanding Young Digi Persons Award in 1999, Asia CIO Award in 2002 and 2007, China Top CIO Award in 2007, 2009 Asian IT Influencer recognition, 2009 China Best Value CIO Award, and 2011 Hong Kong CIO Outstanding Achievement Award. He was appointed a Justice of the Peace in 2010 and was a torchbearer of the 2008 Beijing Olympics, representing Hong Kong's IT achievers.

Save as disclosed above, Mr. Lee (i) did not hold any other directorships in the last three years in any other public companies, the securities of which are listed on any securities market in Hong Kong or overseas; (ii) does not hold any other position in the Company and its subsidiaries; and (iii) does not have any relationship with any Directors, senior management, substantial shareholders or controlling shareholders (as respectively defined in the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) of the Company.

## Directors' Profile

There is no service contract entered into between the Company and Mr. Lee. Mr. Lee received an appointment letter from the Company for his appointment as an Independent Non-Executive Director of the Company for a period not exceeding three years, subject to retirement by rotation and re-election at annual general meetings of the Company in accordance with the articles of association of the Company. For the financial year ended 30 June 2017, Mr. Lee received a director's fee of HK\$120,000 for being a director of the Company. His director's fee is fixed by the Board while his annual salary, if any, is determined by the Board from time to time with reference to his contribution in terms of time, effort and his expertise and is reviewed on an annual basis, and the sum of discretionary bonus, if any, is determined by the Board at its absolute discretion having regard to the operating results of the Company, its subsidiaries and its associated companies from time to time and the performance of the Director.

## SENIOR MANAGEMENT

The Executive Directors of the Company are also members of senior management of the Group.



**TO THE BOARD OF DIRECTORS OF SUNEVISION HOLDINGS LTD.**

新意網集團有限公司

## INTRODUCTION

We have reviewed the condensed consolidated financial statements of SUNeVision Holdings Ltd. (the "Company") and its subsidiaries (collectively referred to as the "Group") set out on pages 22 to 37, which comprise the consolidated statement of financial position as of 31 December 2017 and the related consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and certain explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" ("HKAS 34") issued by the Hong Kong Institute of Certified Public Accountants. The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

## SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with HKAS 34.

## OTHER MATTER

The comparative consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period ended 31 December 2016 and the relevant explanatory notes disclosed in these condensed consolidated financial statements have not been reviewed in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

**Deloitte Touche Tohmatsu**

*Certified Public Accountants*

Hong Kong

8 February 2018

# Consolidated Income Statement

For the six months ended 31 December 2017

	NOTES	Six months ended 31 December	
		2017 HK\$'000 (unaudited)	2016 HK\$'000 (unaudited)
Revenue	3	641,365	557,272
Cost of sales		(260,788)	(218,563)
Gross profit		380,577	338,709
Other income	4	15,885	17,863
Selling expenses		(11,595)	(7,555)
Administrative expenses		(27,792)	(25,804)
Other gains	5	357,075 93,164	323,213 –
Profit before taxation		450,239	323,213
Income tax expense	6	(58,065)	(51,791)
Profit for the period	7	392,174	271,422
Attributable to:			
Owners of the Company		392,174	269,670
Non-controlling interests		–	1,752
		392,174	271,422
Earnings per share based on profit attributable to owners of the Company (reported earnings per share)			
Basic (Remark (i))	9(a)	9.70 cents	6.67 cents
Diluted (Remarks (i) and (ii))		9.68 cents	6.66 cents
Earnings per share excluding the effect of other gains (underlying earnings per share)			
Basic (Remark (i))	9(b)	7.40 cents	6.67 cents
Diluted (Remarks (i) and (ii))		7.38 cents	6.66 cents

## Remarks:

- (i) Upon completion of the bonus issue of shares (with a convertible note ("Convertible Note(s)", which were constituted by the deed poll dated 25 November 2010) alternative) on 25 November 2010, the Company had 2,342,675,478 ordinary shares in issue and outstanding Convertible Notes which could be converted into 1,720,292,188 fully paid ordinary shares, representing a total of 4,062,967,666 ordinary shares which form the basis for the calculation of basic and diluted earnings per share. Adjustments are made in respect of shares repurchased.
- (ii) The calculation of diluted earnings per share for the six months ended 31 December 2017 has been taken into account of weighted average number of potential ordinary shares of 7,681,282 (2016: 4,132,791) shares in existence arising from the share options granted on 8 March 2016.

Details of earnings per share calculation and the Company's share capital are set out in notes 9 and 17 respectively.

# Consolidated Statement of Comprehensive Income

For the six months ended 31 December 2017

	Six months ended 31 December	
	2017 HK\$'000 (unaudited)	2016 HK\$'000 (unaudited)
Profit for the period	<b>392,174</b>	271,422
Other comprehensive (expense) income for the period		
Items that may be reclassified subsequently to the consolidated income statement:		
Change in fair value of available-for-sale investments	<b>(1,067)</b>	(4,360)
Exchange differences arising from translation of operations outside Hong Kong	<b>(9)</b>	7
	<b>(1,076)</b>	(4,353)
Total comprehensive income for the period	<b>391,098</b>	267,069
Total comprehensive income attributable to:		
Owners of the Company	<b>390,572</b>	265,882
Non-controlling interests	<b>526</b>	1,187
	<b>391,098</b>	267,069

# Consolidated Statement of Financial Position

At 31 December 2017

	NOTES	31 December 2017 HK\$'000 (unaudited)	30 June 2017 HK\$'000 (audited)
<b>Non-current assets</b>			
Investment properties	10	1,615,000	1,527,000
Property, plant and equipment	11	3,593,098	3,071,660
Investments	12	99,834	144,651
Deposit paid for tender of land	11	25,000	–
		<b>5,332,932</b>	<b>4,743,311</b>
<b>Current assets</b>			
Investments	12	49,242	142,353
Inventories		12,418	9,499
Trade and other receivables	13	171,587	125,681
Amounts due from customers for contract works		7,908	8,599
Bank balances and deposits		537,738	604,303
		<b>778,893</b>	<b>890,435</b>
<b>Current liabilities</b>			
Trade and other payables	14	839,918	616,521
Deferred revenue	15	34,564	34,769
Tax payables		40,443	86,691
		<b>914,925</b>	<b>737,981</b>
Net current (liabilities) assets		<b>(136,032)</b>	<b>152,454</b>
Total assets less current liabilities		<b>5,196,900</b>	<b>4,895,765</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities		137,021	98,414
Deferred revenue	15	91,414	101,947
Bank borrowing	16	1,431,333	996,458
		<b>1,659,768</b>	<b>1,196,819</b>
		<b>3,537,132</b>	<b>3,698,946</b>
<b>Capital and reserves</b>			
Share capital	17	232,272	232,261
Reserve arising from issuance of convertible notes	17	172,002	172,003
Other reserves		3,117,770	3,280,120
Equity attributable to owners of the Company		<b>3,522,044</b>	<b>3,684,384</b>
Non-controlling interests		<b>15,088</b>	<b>14,562</b>
Total equity		<b>3,537,132</b>	<b>3,698,946</b>

# Consolidated Statement of Changes in Equity

For the six months ended 31 December 2017

	Attributable to owners of the Company									
	Share capital	Share premium	Reserve arising from issuance of convertible notes	Share option reserve	Exchange reserve	Investments revaluation reserve	Retained profits	Total	Non-controlling interests	Total equity
	HK\$'000	HK\$'000	HK\$'000 (Note)	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 July 2017 (audited)	232,261	2,315,904	172,003	3,873	2,517	3,303	954,523	3,684,384	14,562	3,698,946
Profit for the period	-	-	-	-	-	-	392,174	392,174	-	392,174
Exchange differences arising from translation of operations outside Hong Kong	-	-	-	-	(535)	-	-	(535)	526	(9)
Change in fair value of available-for-sale investments	-	-	-	-	-	(1,067)	-	(1,067)	-	(1,067)
Total comprehensive income for the period	-	-	-	-	(535)	(1,067)	392,174	390,572	526	391,098
Exercise of share options (note 17)	10	276	-	(41)	-	-	-	245	-	245
Conversion of Convertible Notes (note 17)	1	-	(1)	-	-	-	-	-	-	-
Recognition of equity-settled share-based payments	-	-	-	697	-	-	-	697	-	697
Final dividend and distribution paid (note 8)	-	-	-	-	-	-	(553,854)	(553,854)	-	(553,854)
<b>At 31 December 2017 (unaudited)</b>	<b>232,272</b>	<b>2,316,180</b>	<b>172,002</b>	<b>4,529</b>	<b>1,982</b>	<b>2,236</b>	<b>792,843</b>	<b>3,522,044</b>	<b>15,088</b>	<b>3,537,132</b>
At 1 July 2016 (audited)	232,237	2,315,239	172,003	1,100	2,374	8,245	834,064	3,565,262	13,071	3,578,333
Profit for the period	-	-	-	-	-	-	269,670	269,670	1,752	271,422
Exchange differences arising from translation of operations outside Hong Kong	-	-	-	-	572	-	-	572	(565)	7
Change in fair value of available-for-sale investments	-	-	-	-	-	(4,360)	-	(4,360)	-	(4,360)
Total comprehensive income for the period	-	-	-	-	572	(4,360)	269,670	265,882	1,187	267,069
Conversion of Convertible Notes (note 17)	-	-	-	-	-	-	-	-	-	-
Recognition of equity-settled share-based payments	-	-	-	1,443	-	-	-	1,443	-	1,443
Final dividend and distribution paid (note 8)	-	-	-	-	-	-	(509,342)	(509,342)	-	(509,342)
At 31 December 2016 (unaudited)	232,237	2,315,239	172,003	2,543	2,946	3,885	594,392	3,323,245	14,258	3,337,503

## Note:

Pursuant to an ordinary resolution in relation to the bonus issue of shares (with a Convertible Note alternative) passed at the extraordinary general meeting of the Company held on 1 November 2010, 311,191,645 bonus shares of HK\$0.1 each were issued on 25 November 2010 on the basis of one bonus share for every existing share held by the shareholders of the Company whose names appeared on the register of members of the Company on 1 November 2010.

Reserve arising from issuance of convertible notes was then capitalised from the Company's share premium account for the purpose of issue of new shares upon conversion of the Convertible Notes. This reserve balance represented the aggregate amount of the Convertible Notes outstanding at the period end. The Convertible Notes in the amount of HK\$500.00 (2016: HK\$50.00) were exercised and converted into 5,000 (2016: 500) ordinary shares by noteholders during the six months ended 31 December 2017. As a result, the Convertible Notes in the amount of HK\$172,001,883.30 (2016: HK\$172,002,633.30) remained outstanding as at 31 December 2017.

The Convertible Notes are unlisted, non-transferable and irredeemable but have conversion rights entitling the noteholders to convert into an equivalent number of shares as the number of bonus shares which the noteholders would otherwise be entitled to receive under the bonus issue had the shareholder not elected for the Convertible Notes. The Convertible Notes do not carry voting rights at any general meeting of shareholders of the Company. The noteholders can exercise the conversion rights at anytime after the issue of the Convertible Notes, subject to the terms and conditions of the deed poll constituting the Convertible Notes. The Convertible Notes were recognised as equity and are presented in reserves as "reserve arising from issuance of convertible notes".

## Condensed Consolidated Statement of Cash Flows

For the six months ended 31 December 2017

	Six months ended 31 December	
	2017 HK\$'000 (unaudited)	2016 HK\$'000 (unaudited)
NET CASH GENERATED FROM OPERATING ACTIVITIES	268,648	255,803
NET CASH USED IN INVESTING ACTIVITIES	(204,090)	(428,815)
NET CASH (USED IN) FROM FINANCING ACTIVITIES	(131,124)	287,258
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(66,566)	114,246
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	604,303	652,220
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	1	(1)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD, represented by bank balances and deposits	537,738	766,465

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

## 2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis, except for investment properties and certain financial instruments, which are measured at fair values.

The accounting policies adopted in the condensed consolidated financial statements for the six months ended 31 December 2017 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 30 June 2017.

In the current interim period, the Group has applied, for the first time, the following new amendments to Hong Kong Financial Reporting Standards ("HKFRSs") issued by the HKICPA, and are mandatorily effective for the Group's financial year beginning on 1 July 2017:

Amendments to HKAS 7	Disclosure Initiative
Amendments to HKAS 12	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to HKFRS 12	As part of the Annual Improvements to HKFRSs 2014 – 2016 Cycle

The application of the above new amendments to HKFRSs in the current interim period has had no material impact on these condensed consolidated financial statements.

The application of Amendments to HKAS 7 "Disclosure Initiative" will result in additional disclosures on the Group's financing activities, specifically reconciliation between the opening and closing balances in the consolidated statement of financial position for liabilities arising from financing activities will be provided in the consolidated financial statements for the year ending 30 June 2018 on application.

The Group has not early applied the new and revised HKFRSs that have been issued but are not yet effective.

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 3. SEGMENT INFORMATION

Segment profit represents the profit earned by each segment without allocation of central administrative costs, directors' emoluments, increase in fair value of an investment at fair value through profit or loss, interest income and investment income. This is the measure reported to the Group's management, being the chief operating decision maker, for the purposes of resource allocation and performance assessment.

The principal activities of the operating segments and reportable segments of the Group are as follows:

- (a) Data centre and IT facilities cover the provision of data centre, facilities management and value added services.
- (b) Satellite master antenna television ("SMATV"), communal aerial broadcast distribution ("CABD"), structural cabling and security systems comprise installation and maintenance services for the respective systems.
- (c) Properties holding refers to the Group's interests in investment properties which generate rental and other related income.

### Segment revenue and results

An analysis of the Group's revenue and results, substantially derived from Hong Kong, by reportable segment is as follows:

#### For the six months ended 31 December 2017

	Data centre and IT facilities <i>HK\$'000</i>	SMATV, CABD, structural cabling and security systems <i>HK\$'000</i>	Properties holding <i>HK\$'000</i>	Elimination <i>HK\$'000</i>	Consolidated total <i>HK\$'000</i>
<b>REVENUE</b>					
External	524,336	86,210	30,819	–	641,365
Inter-segment	–	187	1,116	(1,303)	–
Total	524,336	86,397	31,935	(1,303)	641,365
<b>RESULTS</b>					
Segment results	317,827	14,681	112,588	–	445,096
Unallocated corporate expenses					(11,392)
Increase in fair value of an investment at fair value through profit or loss					5,164
Interest income					11,229
Investment income					142
Profit before taxation					450,239

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 3. SEGMENT INFORMATION (continued)

### Segment revenue and results (continued)

For the six months ended 31 December 2016

	Data centre and IT facilities <i>HK\$'000</i>	SMATV, CABD, structural cabling and security systems <i>HK\$'000</i>	Properties holding <i>HK\$'000</i>	Elimination <i>HK\$'000</i>	Consolidated total <i>HK\$'000</i>
REVENUE					
External	455,942	71,053	30,277	–	557,272
Inter-segment	513	176	1,206	(1,895)	–
<b>Total</b>	<b>456,455</b>	<b>71,229</b>	<b>31,483</b>	<b>(1,895)</b>	<b>557,272</b>
RESULTS					
Segment results	281,764	11,624	24,483	–	317,871
Unallocated corporate expenses					(12,008)
Interest income					12,534
Investment income					4,816
Profit before taxation					<b>323,213</b>

Inter-segment sales are charged at prevailing market rates.

The Group does not report regularly segment assets and liabilities to the chief operating decision maker and therefore no analysis of segment assets and liabilities is presented.

## 4. OTHER INCOME

	Six months ended 31 December	
	2017 <i>HK\$'000</i>	2016 <i>HK\$'000</i>
Interest income	11,229	12,534
Investment income	142	4,816
Miscellaneous	4,514	513
	<b>15,885</b>	<b>17,863</b>

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 5. OTHER GAINS

	Six months ended 31 December	
	2017	2016
	HK\$'000	HK\$'000
Increase in fair value of investment properties (note 10)	88,000	–
Increase in fair value of an investment at fair value through profit or loss	5,164	–
	<b>93,164</b>	–

## 6. INCOME TAX EXPENSE

	Six months ended 31 December	
	2017	2016
	HK\$'000	HK\$'000
Current tax		
– Hong Kong Profits Tax	19,458	49,097
Deferred tax charge	38,607	2,694
	<b>58,065</b>	51,791

Hong Kong Profits Tax is calculated at 16.5% (2016: 16.5%) on the estimated assessable profits for the period.

## 7. PROFIT FOR THE PERIOD

	Six months ended 31 December	
	2017	2016
	HK\$'000	HK\$'000
Profit for the period has been arrived at after charging (crediting):		
Depreciation of property, plant and equipment	64,453	51,498
Interest on bank borrowing	7,515	3,400
Other finance costs	4,875	1,250
Less: amounts capitalised	(12,390)	(4,650)
Total finance costs	–	–

## 8. DIVIDENDS

During the period, a final dividend of HK\$13.70 cents per share in respect of the year ended 30 June 2017 (2016: HK\$12.60 cents per share in respect of the year ended 30 June 2016) was declared and paid to the owners and convertible noteholders of the Company. The aggregate amount of the final dividend declared and paid in the period amounted to HK\$553,854,000 (2016: HK\$509,342,000).

The board of Directors does not recommend the payment of an interim dividend for the six months ended 31 December 2017 (2016: Nil).

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 9. EARNINGS PER SHARE

### (a) Reported earnings per share

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

	Six months ended 31 December	
	2017 HK\$'000	2016 HK\$'000
Earnings for the purposes of basic and diluted earnings per share	<b>392,174</b>	269,670

  

	2017	2016
	Number of shares	Number of shares
Weighted average number of ordinary shares for the purpose of basic earnings per share	<b>4,042,683,699</b>	4,042,399,666
Effect of dilutive potential ordinary shares:		
Share options	<b>7,681,282</b>	4,132,791
Weighted average number of ordinary shares for the purpose of diluted earnings per share	<b>4,050,364,981</b>	4,046,532,457

For the purposes of basic and diluted earnings per share, the weighted average number of ordinary shares is calculated after taking into account the effect of the issuance of bonus shares (with a Convertible Note alternative) in November 2010. Details of the issuance of bonus shares are set out in note 17.

Save as the share options mentioned above, there were no other dilutive potential ordinary shares in existence during the six months ended 31 December 2017 and 2016.

### (b) Underlying earnings per share

For the purpose of assessing the underlying performance of the Group, underlying earnings per share is calculated based on the underlying profit attributable to owners of the Company of HK\$299,010,000 (2016: HK\$269,670,000), excluding the effect of other gains. A reconciliation of profit is as follows:

	Six months ended 31 December	
	2017 HK\$'000	2016 HK\$'000
Profit attributable to owners of the Company as shown in the consolidated income statement	<b>392,174</b>	269,670
Other gains (note 5)	<b>(93,164)</b>	–
Underlying profit attributable to owners of the Company	<b>299,010</b>	269,670

The denominators used are the same as those detailed above for both reported and underlying earnings per share.

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 10. INVESTMENT PROPERTIES

	HK\$'000
At 1 July 2017	1,527,000
Increase in fair value recognised in the consolidated income statement (note 5)	88,000
<b>At 31 December 2017</b>	<b>1,615,000</b>

The fair value of the Group's investment properties, which are located in Hong Kong, at 31 December 2017 has been determined with reference to a valuation on market value basis carried out by Cushman & Wakefield Limited, independent qualified professional surveyors not connected with the Group. The valuation was arrived at by reference to market evidence of recent transaction prices for similar properties.

## 11. PROPERTY, PLANT AND EQUIPMENT

During the period, additions to property, plant and equipment amounted to approximately HK\$585,891,000.

During the period, the Group submitted a tender of a piece of land located in Tsuen Wan, Hong Kong with a tender deposit of HK\$25,000,000, which was classified as a non-current asset at 31 December 2017, to the Lands Department of Hong Kong. On 3 January 2018, the tender at the land premium of HK\$725,800,000 was accepted by the Lands Department of Hong Kong. The tender deposit of HK\$25,000,000, as part of the settlement for the land premium of HK\$725,800,000, will be transferred to property, plant and equipment accordingly.

## 12. INVESTMENTS

	31 December 2017 HK\$'000	30 June 2017 HK\$'000
Available-for-sale investments:		
Listed debt securities, at fair value		
– outside Hong Kong	–	98,275
– in Hong Kong	96,124	140,941
Unlisted equity technology investments, at cost less impairment	3,710	3,710
	<b>99,834</b>	242,926
Investment at fair value through profit or loss:		
Listed debt security		
– outside Hong Kong	49,242	44,078
	<b>149,076</b>	287,004

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 12. INVESTMENTS (continued)

	31 December 2017 HK\$'000	30 June 2017 HK\$'000
Carrying amount analysed for reporting purposes as:		
Non-current assets	99,834	144,651
Current assets (debt securities maturing within one year)	49,242	142,353
	<b>149,076</b>	287,004

## 13. TRADE AND OTHER RECEIVABLES

	31 December 2017 HK\$'000	30 June 2017 HK\$'000
Trade receivables	82,316	64,071
Less: allowance for doubtful debts	(878)	(878)
	<b>81,438</b>	63,193
Other receivables, prepayments and deposits	90,149	62,488
	<b>171,587</b>	125,681

The Group allows an average credit period of 30 days to its customers. The following is an ageing analysis of trade receivables net of allowance for doubtful debts at the period/year end date:

	31 December 2017 HK\$'000	30 June 2017 HK\$'000
0 – 60 days	73,893	52,738
61 – 90 days	2,910	3,455
> 90 days	4,635	7,000
	<b>81,438</b>	63,193

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 14. TRADE AND OTHER PAYABLES

	<b>31 December 2017 HK\$'000</b>	30 June 2017 HK\$'000
Trade payables aged within 60 days	<b>13,921</b>	56,557
Trade payables aged over 60 days	<b>322</b>	–
Other payables	<b>62,266</b>	33,168
Deposits received and accruals	<b>763,409</b>	526,796
	<b>839,918</b>	616,521

## 15. DEFERRED REVENUE

Deferred revenue represents upfront lump sum amounts received from customers in respect of data centre and IT facilities.

The carrying amount of deferred revenue is as follows:

	<b>31 December 2017 HK\$'000</b>	30 June 2017 HK\$'000
Current liabilities (release to the consolidated income statement within one year)	<b>34,564</b>	34,769
Non-current liabilities	<b>91,414</b>	101,947
	<b>125,978</b>	136,716

## 16. BANK BORROWING

During the period, the Group obtained another long-term banking facility of HK\$2,000,000,000 to refinance its existing unsecured bank loan and to fund various existing data centre projects. At 31 December 2017, the carrying amount of the Group's unsecured bank loan amounted of approximately HK\$1,431,333,000 (30 June 2017: HK\$996,458,000). The loan carries interest at the Hong Kong Interbank Offered Rate plus a specific margin (30 June 2017: Hong Kong Interbank Offered Rate plus a specific margin) and is wholly repayable in August 2022 (30 June 2017: December 2018). Subsequent to the reporting period, the Group has further drawn down HK\$550,000,000 from the banking facility.

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 17. SHARE CAPITAL

	Number of ordinary shares	Amount HK\$'000
Ordinary shares of HK\$0.1 each		
Authorised:		
At 1 July 2016, 30 June 2017 and <b>31 December 2017</b>	<b>10,000,000,000</b>	<b>1,000,000</b>
Issued and fully paid:		
At 1 July 2016	2,322,372,833	232,237
Conversion of Convertible Notes (Note (i))	3,000	–
Exercise of share options	241,000	24
At 30 June 2017	2,322,616,833	232,261
Conversion of Convertible Notes (Note (i))	5,000	1
Exercise of share options (Note (ii))	100,000	10
<b>At 31 December 2017</b>	<b>2,322,721,833</b>	<b>232,272</b>

Notes:

- (i) Pursuant to an ordinary resolution in relation to the bonus issue of shares (with a Convertible Note alternative) passed at the extraordinary general meeting of the Company held on 1 November 2010, 311,191,645 bonus shares of HK\$0.1 each were issued on 25 November 2010 to the shareholders of the Company who were entitled to those bonus shares and did not elect to receive the Convertible Notes.

Convertible Notes in the amount of HK\$172,029,218.80 were issued to shareholders of the Company who elected for the Convertible Note alternative, and the same amount was capitalised from the Company's share premium account as "reserve arising from issuance of convertible notes". Holders of the Convertible Notes are entitled to convert into an equivalent number of shares as the number of bonus shares which the noteholders would otherwise be entitled to receive under the bonus issue. Accordingly, Convertible Notes can be converted into ordinary shares of HK\$0.1 each on a one-to-one basis.

During the six months ended 31 December 2017, Convertible Notes in the amount of HK\$500.00 were exercised and converted into 5,000 ordinary shares of the Company.

	Number of fully paid ordinary shares to be issued (issued) upon conversion	Amount HK\$'000
At 1 July 2016	1,720,026,833	172,003
Conversion of Convertible Notes	(3,000)	–
At 30 June 2017	1,720,023,833	172,003
Conversion of Convertible Notes	(5,000)	(1)
<b>At 31 December 2017</b>	<b>1,720,018,833</b>	<b>172,002</b>

Upon conversion of all the outstanding Convertible Notes, the issued share capital of the Company would be 4,042,740,666 (30 June 2017: 4,042,640,666) fully paid ordinary shares of HK\$0.1 each.

Details of the bonus issue of shares (with a Convertible Note alternative) are set out in the circular of the Company dated 29 September 2010.

- (ii) During the six months ended 31 December 2017, 100,000 shares were issued on exercise of share options.

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 18. RELATED PARTY TRANSACTIONS

The significant transactions with related parties during the period are as follows:

(a) Transactions with the Sun Hung Kai Properties Limited and its subsidiaries, other than members of the Group

	Six months ended 31 December	
	2017 HK\$'000	2016 HK\$'000
Income from installation, operation and provision of cable networking	51,943	36,617
Income from maintenance and repair of network infrastructure and security systems	29,199	29,731
Space and rack rental income	1,673	1,732
Lease, licence and management fee charges	37,517	34,123
Property management service fees paid	7,044	5,372
Network infrastructure and security system installation charges	5,183	1,585
Maintenance and repair charges of network infrastructure and security system	1,788	1,415
Management fee charges	1,000	1,000
Insurance service charges paid	1,076	737
Estate agency fees paid	831	819
Cable and network rental charges	397	398
Technical service charges paid	201	456
Construction work charges	202,423	369,136

(b) Transaction with a director

During the period, professional fees of HK\$1,009,000 (2016: HK\$72,300) were paid/payable by the Group to Messrs. Woo Kwan Lee & Lo, a firm of solicitors which provided professional services to the Group. Mr. Cheung Wing-yui, a director of the Company, is a consultant of Messrs. Woo Kwan Lee & Lo.

(c) Compensation of key management personnel

Fees, salaries and other benefits paid/payable by the Group to the key management personnel during the period amounted to HK\$4,342,000 (2016: HK\$4,834,000).

# Notes to the Condensed Consolidated Financial Statements

For the six months ended 31 December 2017

## 19. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

The Group's financial instruments that are measured subsequent to initial recognition at fair value, are categorised as Level 1 fair value measurements based on the degree to which the fair value is observable. Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

	<b>31 December 2017 HK\$'000</b>	30 June 2017 HK\$'000
Listed debt securities investments (Level 1)	<b>145,366</b>	283,294

Fair values of the listed debt securities investments have been determined by reference to bid prices quoted in active markets.

The carrying amounts of financial assets and liabilities recorded at amortised costs in the condensed consolidated financial statements approximate to their fair values.

There was no transfer of financial assets and liabilities between fair value hierarchy classifications during the six months ended 31 December 2017.

## 20. CAPITAL COMMITMENTS

	<b>31 December 2017 HK\$'000</b>	30 June 2017 HK\$'000
Capital expenditure in respect of property, plant and equipment contracted for but not provided in the condensed consolidated financial statements	<b>306,566</b>	448,964

## 21. EVENTS AFTER REPORTING PERIOD

Save as disclosed above, on 22 January 2018, the Company transferred the listing of its shares from Growth Enterprise Market to the Main Board of the Hong Kong Stock Exchange.

## Other Information

### DIVIDEND

The board of Directors (the "Board") does not recommend the payment of an interim dividend for the six months ended 31 December 2017 (2016: Nil).

### DIRECTORS' INTERESTS

As at 31 December 2017, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company under Section 352 of the SFO, or which were required, pursuant to Rules 5.46 to 5.67 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of the Stock Exchange (the "GEM Listing Rules"), to be notified to the Company and the Stock Exchange, were as follows:

#### 1. Long position in shares and underlying shares of the Company

Name of Director	Number of shares held				Number of underlying shares held under equity derivatives	Total	% of shares in issue as at 31.12.2017
	Personal interests (held as beneficial owner)	Family interests (interests of spouse or child under 18)	Other interests	Sub-total			
Kwok Ping-luen, Raymond	–	–	3,485,000 <sup>1</sup>	3,485,000	–	3,485,000	0.15
Yan King-shun, Peter	–	–	–	–	4,000,000 <sup>2</sup>	4,000,000	0.17
Fung Yuk-lun, Allen	–	–	–	–	4,000,000 <sup>2</sup>	4,000,000	0.17
Kwok Kai-wang, Christopher	–	–	13,272,658 <sup>1&amp;3</sup>	13,272,658	–	13,272,658	0.57
King Yeo-chi, Ambrose	1,000	–	–	1,000	–	1,000	0.00

Notes:

- Messrs. Kwok Ping-luen, Raymond and Kwok Kai-wang, Christopher were deemed to be interested in 3,485,000 shares in the Company by virtue of them being beneficiaries of certain discretionary trusts for the purpose of Part XV of the SFO. Such shares represented the same interests and were therefore duplicated between them.
- These underlying shares of the Company held under equity derivatives represented the share options (being regarded for the time being as unlisted physically settled equity derivatives) granted by the Company under its share option scheme. Particulars of these share options and their movements during the six months ended 31 December 2017 are set out in the section headed "Share Option Scheme".
- Mr. Kwok Kai-wang, Christopher was also deemed to be interested in 9,787,658 shares in the Company by virtue of him being a beneficiary of a discretionary trust for the benefit of the sons of Mr. Kwok Ping-sheung, Walter, of Mr. Kwok Ping-kwong, Thomas and of Mr. Kwok Ping-luen, Raymond respectively for the purpose of Part XV of the SFO.

## Other Information

### 2. Long position in shares and underlying shares of associated corporations of the Company

#### (a) Sun Hung Kai Properties Limited ("SHKP")

Name of Director	Number of shares held					Number of underlying shares held under equity derivatives	Total	% of shares in issue as at 31.12.2017
	Personal interests (held as beneficial owner)	Family interests (interests of spouse or child under 18)	Corporate interests (interests of controlled corporation)	Other interests	Sub-total			
Kwok Ping-luen, Raymond	188,743	-	-	514,093,186 <sup>1</sup>	514,281,929	-	514,281,929	17.75
Tung Chi-ho, Eric	-	-	-	-	-	100,000 <sup>2</sup> (personal interests in share options)	100,000	0.00
Kwok Kai-wang, Christopher	110,000 <sup>3</sup>	60,000 <sup>4</sup>	-	641,046,601 <sup>185</sup>	641,216,601	-	641,216,601	22.14
David Norman Prince	2,000	-	-	-	2,000	-	2,000	0.00
Siu Hon-wah, Thomas	-	-	-	7,000 <sup>6</sup>	7,000	-	7,000	0.00
Kwok Kwok-chuen	-	-	-	16,942 <sup>7</sup>	16,942	-	16,942	0.00

Notes:

- Messrs. Kwok Ping-luen, Raymond and Kwok Kai-wang, Christopher were deemed to be interested in 514,093,186 shares in SHKP by virtue of them being beneficiaries of certain discretionary trusts for the purpose of Part XV of the SFO. Such shares represented the same interests and were therefore duplicated between them.
- These underlying shares of SHKP held under equity derivatives represented the share options (being regarded for the time being as unlisted physically settled equity derivatives) granted by SHKP under its share option scheme. Particulars of these share options and their movements during the six months ended 31 December 2017 were as follows:

Name of Director	Date of grant	Exercise price per share	Exercise period	Number of share options				
				Balance as at 01.07.2017	Granted during the period	Exercised during the period	Cancelled/Lapsed during the period	Balance as at 31.12.2017
Tung Chi-ho, Eric	11.07.2014	106.80	11.07.2015 to 10.07.2019	100,000	-	-	-	100,000

The share options of SHKP can be exercised up to 30% of the grant from the first anniversary of the date of grant, up to 60% of the grant from the second anniversary of the date of grant, and in whole or in part of the grant from the third anniversary of the date of grant.

- These shares in SHKP were held jointly with the spouse of Mr. Kwok Kai-wang, Christopher.
- These shares in SHKP were held by the spouse of Mr. Kwok Kai-wang, Christopher.
- Mr. Kwok Kai-wang, Christopher was also deemed to be interested in 126,953,415 shares in SHKP by virtue of him being a beneficiary of a discretionary trust for the benefit of the sons of Mr. Kwok Ping-sheung, Walter, of Mr. Kwok Ping-kwong, Thomas and of Mr. Kwok Ping-luen, Raymond respectively for the purpose of Part XV of the SFO.
- These shares in SHKP were held jointly with the spouse of Mr. Siu Hon-wah, Thomas.
- These shares in SHKP were held jointly with the spouse of Mr. Kwok Kwok-chuen.

## Other Information

(b) *SmarTone Telecommunications Holdings Limited ("SmarTone")*

Name of Director	Number of shares held			Number of underlying shares held under equity derivatives	Total	% of shares in issue as at 31.12.2017
	Personal interests (held as beneficial owner)	Other interests	Sub-total			
Kwok Ping-luen, Raymond	–	5,005,048 <sup>1</sup>	5,005,048	–	5,005,048	0.45
Fung Yuk-lun, Allen	428,210	–	428,210	–	428,210	0.04
Kwok Kai-wang, Christopher	–	11,645,526 <sup>1&amp;2</sup>	11,645,526	–	11,645,526	1.04

Notes:

- Messrs. Kwok Ping-luen, Raymond and Kwok Kai-wang, Christopher were deemed to be interested in 5,005,048 shares in SmarTone by virtue of them being beneficiaries of a discretionary trust for the purpose of Part XV of the SFO. Such shares represented the same interests and were therefore duplicated between them.
- Mr. Kwok Kai-wang, Christopher was also deemed to be interested in 6,640,478 shares in SmarTone by virtue of him being a beneficiary of a discretionary trust for the benefit of the sons of Mr. Kwok Ping-sheung, Walter, of Mr. Kwok Ping-kwong, Thomas and of Mr. Kwok Ping-luen, Raymond respectively for the purpose of Part XV of the SFO.

(c) *Each of Messrs. Kwok Ping-luen, Raymond and Kwok Kai-wang, Christopher had the following interests in shares of the following associated corporations of the Company:*

Name of associated corporation	Attributable shares held through corporation	Attributable % of shares in issue through corporation as at 31.12.2017	Actual shares held through corporation	Actual % of interests in issued shares as at 31.12.2017
Splendid Kai Limited	2,500	25.00	1,500 <sup>1</sup>	15.00
Hung Carom Company Limited	25	25.00	15 <sup>1</sup>	15.00
Tinyau Company Limited	1	50.00	1 <sup>1</sup>	50.00
Open Step Limited	8	80.00	4 <sup>1</sup>	40.00

Note:

- Messrs. Kwok Ping-luen, Raymond and Kwok Kai-wang, Christopher were deemed to be interested in these shares by virtue of them being beneficiaries of a discretionary trust for the purpose of Part XV of the SFO. Such shares represented the same interests and were therefore duplicated between them.

Save as disclosed above, as at 31 December 2017, none of the Directors or chief executive of the Company had any interests or short positions in any shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company under Section 352 of the SFO, or which were required to be notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules.

## Other Information

### SHARE OPTION SCHEME

#### 1. Share Option Scheme of the Company

By an ordinary resolution of the Company passed at its annual general meeting held on 1 November 2012, the Company adopted a share option scheme which became effective on 15 November 2012 following the passing of an ordinary resolution approving the same by the then shareholders of SHKP at its annual general meeting held on 15 November 2012 (the "2012 Scheme").

During the six months ended 31 December 2017, no share options have been granted under the 2012 Scheme. Particulars of the outstanding share options granted under the 2012 Scheme and their movements during the six months ended 31 December 2017 were as follows:

Grantees	Date of grant	Exercise price per share	Exercise period <sup>1</sup>	Number of share options				Balance as at 31.12.2017	Closing price per share
				Balance as at 01.07.2017	Granted during the period	Exercised during the period	Cancelled/ Lapsed during the period		
		HK\$						HK\$	
<b>(i) Directors</b>									
Yan King-shun, Peter	08.03.2016	2.45	08.03.2017 to 07.03.2021	4,000,000	-	-	-	4,000,000	N/A
Fung Yuk-lun, Allen	08.03.2016	2.45	08.03.2017 to 07.03.2021	4,000,000	-	-	-	4,000,000	N/A
<b>(ii) Other employees</b>									
	08.03.2016	2.45	08.03.2017 to 07.03.2021	6,159,000	-	(100,000)	-	6,059,000	5.35 <sup>2</sup>
<b>Total</b>				14,159,000	-	(100,000)	-	14,059,000	

Notes:

- The share options of the Company can be exercised up to 30% of the grant from the first anniversary of the date of grant, up to 60% of the grant from the second anniversary of the date of grant, and in whole or in part of the grant from the third anniversary of the date of grant.
- This represented the weighted average closing price of the shares of the Company immediately before the dates on which the share options were exercised.

Save as disclosed above, there were no outstanding share options granted under the 2012 Scheme during the six months ended 31 December 2017.

#### 2. Arrangement to Purchase Shares or Debentures

Other than the share option scheme as mentioned above, at no time during the six months ended 31 December 2017 was the Company or any of its subsidiaries a party to any arrangement to enable the Directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

## Other Information

### INTERESTS OF SUBSTANTIAL SHAREHOLDERS

As at 31 December 2017, the interests or short positions of the persons, other than Directors or chief executive of the Company, in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO, were as follows:

Name	Number of shares held	Number of underlying shares held under equity derivatives	Total	% of shares in issue as at 31.12.2017
Sunco Resources Limited ("Sunco") <sup>1</sup>	1,719,427,500	1,719,427,500 <sup>2</sup>	3,438,855,000	148.05
SHKP <sup>3</sup>	1,719,427,500	1,719,427,500 <sup>2</sup>	3,438,855,000	148.05

Notes:

1. Sunco is the beneficial owner of the 1,719,427,500 shares of the Company and the derivative interests referred to in Note 2 below.
2. These represented the interests in the underlying shares of the Company in respect of the convertible notes (which are unlisted, non-transferable, irredeemable and physically settled equity derivatives) in the amount of HK\$171,942,750 convertible into 1,719,427,500 shares of the Company at the conversion price of HK\$0.10 per share (subject to adjustment in accordance with the deed poll constituting the convertible notes dated 25 November 2010) upon the exercise of the conversion rights attached to the convertible notes.
3. As Sunco is a wholly-owned subsidiary of SHKP, SHKP is deemed to have interest in the 3,438,855,000 shares of the Company (including 1,719,427,500 underlying shares referred to in Note 2 above) held by Sunco for the purpose of Part XV of the SFO.

Save as disclosed above, as at 31 December 2017, the Company had not been notified by any persons (other than Directors or chief executive of the Company) who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

### INTERESTS OF OTHER PERSONS

During the six months ended 31 December 2017, other than the interests in shares and underlying shares of the Company and its associated corporations held by the Directors, the chief executive and the substantial shareholders of the Company stated above, there were no other persons with interests recorded in the register required to be kept by the Company under Section 336 of the SFO.

### INTERESTS IN COMPETING BUSINESS

Professor Li On-kwok, Victor ("Professor Li"), an Independent Non-Executive Director, is a well recognised leader in the field of information technology development and has been appointed to various positions including consultants and directors to institutions and business entities which are engaged in research, development and relevant business.

## Other Information

Professor Li is a co-founder and a director of Accosys Limited (now known as Fano Labs Limited), which is a spin-off from The University of Hong Kong and an artificial intelligence company building multilingual virtual customer assistant for large enterprises, with primary clients being mostly leaders in the utility industry and property development industry. Professor Li also serves as a director of Versitech Limited, a non-profit making company and the commercial arm of The University of Hong Kong, which negotiates, executes and manages commercial business contracts and agreements on behalf of The University of Hong Kong. He is also an alternate director of the Hong Kong R&D Centre for Logistics and Supply Chain Management Enabling Technologies, a research centre founded with funding from the Hong Kong Government and hosted by three universities in Hong Kong, which supports and performs applied research related to logistics and supply chain management. Professor Li was also an independent non-executive director of Anxin-China Holdings Limited (stock code: 1149) ("Anxin-China") and resigned from such position on 1 October 2015. Anxin China is an integrated solutions provider, services operator and equipment manufacturer of intelligent surveillance, disaster alert and rescue coordination systems and intelligent safety systems.

Given the difference in nature of the businesses operated by the Group and those of the aforesaid institutions and companies, during the six months ended 31 December 2017, none of the above institutions and companies are in any direct competition with the Group.

Save as disclosed above, none of the Directors or the controlling shareholders of the Company or their respective close associates (as defined in the GEM Listing Rules) have any business or interest which competes or may compete with the business of the Group or any other conflicts of interest with the Group during the six months ended 31 December 2017.

## REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim results for the six months ended 31 December 2017 are unaudited, but have been reviewed in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants, by Messrs. Deloitte Touche Tohmatsu, whose report on review of condensed consolidated financial statements is set out on page 21 of this report.

## AUDIT COMMITTEE

The Audit Committee has four members comprising three Independent Non-Executive Directors, Mr. Wong Kai-man (Chairman of the Committee), Professor Li On-kwok, Victor and Professor King Yeo-chi, Ambrose, and one Non-Executive Director, Mr. Cheung Wing-yui, with written terms of reference in compliance with the Rules Governing the Listing of Securities on the Stock Exchange (the "Main Board Listing Rules"). The Audit Committee has reviewed this report and has provided advice and comments thereon.

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

During the six months ended 31 December 2017, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company.

## COMPLIANCE WITH THE REQUIRED STANDARD OF DEALINGS IN SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as the code of conduct regarding Directors' securities transactions in the securities of the Company before the transfer of listing of the shares of the Company from the Growth Enterprise Market to the Main Board of the Stock Exchange (the "Transfer of Listing"). Upon the Company's specific enquiry, each Director has confirmed that during the six months ended 31 December 2017, he has fully complied with the required standard of dealings and there is no event of non-compliance.

## Other Information

Following the Transfer of Listing on 22 January 2018, the Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix 10 to the Main Board Listing Rules as the code of conduct for Directors in their dealings in the securities of the Company.

### CORPORATE GOVERNANCE CODE

Throughout the six months ended 31 December 2017, the Group has complied with the code provisions in the Corporate Governance Code as set out in Appendix 15 to the GEM Listing Rules, except that the Chairman of the Board was unable to attend the annual general meeting of the Company held on 31 October 2017 due to other commitment.

### REGULAR PUBLICATION OF RESULTS

After the Transfer of Listing on 22 January 2018, the Company will not continue with the quarterly reporting of financial results and will follow the relevant requirements under the Main Board Listing Rules as regards publication of its interim and annual results within 2 months and 3 months from the end of the relevant periods or financial year ends respectively. The Board is of the view that the investors and the shareholders of the Company will continue to have access to relevant information on the Company pursuant to the reporting requirements under the Main Board Listing Rules.

On behalf of the Board

**Kwok Ping-luen, Raymond**

*Chairman*

Hong Kong, 8 February 2018

*As at the date of this report, the Board comprises three Executive Directors, being Kwok Ping-luen, Raymond, Yan King-shun, Peter and Tung Chi-ho, Eric; six Non-Executive Directors, being Cheung Wing-yui, Fung Yuk-lun, Allen, Kwok Kai-wang, Christopher, David Norman Prince, Siu Hon-wah, Thomas and Chan Hong-ki, Robert; and five Independent Non-Executive Directors, being Li On-kwok, Victor, King Yeo-chi, Ambrose, Wong Kai-man, Kwok Kwok-chuen and Lee Wai-kwong, Sunny.*

**SUNeVision Holdings Ltd.**  
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