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SuperRobotics Limited **超人智能有限公司**

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 8176)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2019

CHARACTERISTICS OF THE GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

*This announcement, for which the directors (the “**Directors**” and each, a “**Director**”) of SuperRobotics Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) collectively and individually accept responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (the “**GEM Listing Rules**”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquires, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

This announcement, containing the full text of the 2019 Interim Report of the Company, complies with the relevant requirements of the GEM Listing Rules in relation to information to accompany preliminary announcement of interim results. Printed version of the Company’s 2019 Interim Report will be delivered to the shareholders of the Company and available for viewing on the GEM website at <http://www.hkgem.com> and the Company’s website at <http://www.superrobotics.com.hk> on 14 August 2019.

INTERIM RESULTS

The board of Directors (the “**Board**”) is pleased to present the unaudited condensed consolidated results of the Group for the three months and six months ended 30 June 2019 together with the comparative figures for the corresponding period in 2018 as follows:

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

		For the three months ended 30 June		For the six months ended 30 June	
		2019	2018	2019	2018
	Notes	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
Turnover	4	19,930	14,780	35,600	30,939
Cost of sales		(8,812)	(16,359)	(17,923)	(25,417)
Gross profit/(loss)		11,118	(1,579)	17,677	5,522
Other revenue		201	(690)	825	1,291
Other gains, net		—	1,585	—	1,585
Selling and distribution costs		(4,449)	(4,320)	(7,869)	(6,557)
Administrative expenses		(33,142)	(19,377)	(60,432)	(45,851)
Loss from operations	5	(26,272)	(24,381)	(49,799)	(44,010)
Finance costs		(887)	—	(887)	—
Loss before taxation		(27,159)	(24,381)	(50,686)	(44,010)
Income tax expense	6	(814)	(531)	(1,352)	(1,016)
Loss for the period		(27,973)	(24,912)	(52,038)	(45,026)
Other comprehensive income/(expenses) for the period					
Item that may be subsequently reclassified to profit or loss:					
Exchange differences on translating foreign operations		1,395	(5,894)	1,611	(806)
Total comprehensive expenses for the period		(26,578)	(30,806)	(50,427)	(45,832)

		For the three months		For the six months	
		ended 30 June		ended 30 June	
		2019	2018	2019	2018
<i>Notes</i>		<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		(unaudited)	(unaudited)	(unaudited)	(unaudited)
Loss for the period attributable to:					
Owners of the Company		(30,254)	(26,138)	(55,504)	(47,375)
Non-controlling interests		2,281	1,226	3,466	2,349
		<u>(27,973)</u>	<u>(24,912)</u>	<u>(52,038)</u>	<u>(45,026)</u>
Total comprehensive expenses for the period attributable to:					
Owners of the Company		(28,858)	(32,015)	(53,899)	(48,186)
Non-controlling interests		2,280	1,209	3,472	2,354
		<u>(26,578)</u>	<u>(30,806)</u>	<u>(50,427)</u>	<u>(45,832)</u>
Loss per share					
— Basic and diluted	8	<u>HK(5.98) cents</u>	<u>HK(5.49) cents</u>	<u>HK(10.97) cents</u>	<u>HK(9.95) cents</u>

The accompanying notes form an integral part of these unaudited condensed consolidated financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		At 30 June 2019 <i>HK\$'000</i> (unaudited)	At 31 December 2018 <i>HK\$'000</i> (audited)
	<i>Notes</i>		
ASSETS			
Non-Current Assets			
Property, plant and equipment	9	26,233	25,679
Right-of-use assets		27,674	—
Intangible assets		112,999	113,387
Deposits	10	1,026	3,609
		<u>167,932</u>	<u>142,675</u>
Current assets			
Inventories		24,924	28,900
Tax recoverable		2,767	—
Trade receivables	11	11,829	13,536
Deposits, prepayments and other receivables	10	10,741	11,343
Restricted bank deposits		18,879	18,729
Cash and cash equivalents		27,717	43,604
		<u>96,857</u>	<u>116,112</u>
Total assets		<u><u>264,789</u></u>	<u><u>258,787</u></u>
EQUITY AND LIABILITIES			
Capital and reserves attributable to owners of the Company			
Share capital	12	50,622	50,622
Reserves		78,587	130,413
		<u>129,209</u>	<u>181,035</u>
Non-controlling interests		8,897	5,425
Total equity		<u><u>138,106</u></u>	<u><u>186,460</u></u>

		At 30 June 2019 <i>Notes</i> HK\$'000 (unaudited)	At 31 December 2018 <i>Notes</i> HK\$'000 (audited)
LIABILITIES			
Current liabilities			
Trade payables	13	4,729	4,836
Accruals and other payables		35,060	29,639
Other borrowings		25,427	53
Tax payables		1,113	1,491
Deferred revenue		27,316	31,149
Lease liabilities		27,879	—
		<u>121,524</u>	<u>67,168</u>
Non-current liability			
Deferred taxation		<u>5,159</u>	<u>5,159</u>
Total liabilities		<u>126,683</u>	<u>72,327</u>
Total equity and liabilities		<u>264,789</u>	<u>258,787</u>
Net current (liabilities)/assets		<u>(24,667)</u>	<u>48,944</u>
Net assets		<u>138,106</u>	<u>186,460</u>

The accompanying notes form an integral part of these unaudited condensed consolidated financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2019

	Share Capital — ordinary shares <i>HK\$'000</i>	Share premium <i>HK\$'000</i>	Contributed surplus <i>HK\$'000</i>	Translation reserve <i>HK\$'000</i>	Accumulated losses <i>HK\$'000</i>	Share based payment reserve <i>HK\$'000</i>	Sub- Total <i>HK\$'000</i>	Non- Controlling interests <i>HK\$'000</i>	Total equity <i>HK\$'000</i>
At 1 January 2019 (audited)	50,622	488,163	27,141	(446)	(405,691)	21,246	181,035	5,425	186,460
Loss for the period	—	—	—	—	(55,504)	—	(55,504)	3,466	(52,038)
Other comprehensive expenses for the period:									
Exchange differences on translating foreign operations	—	—	—	1,605	—	—	1,605	6	1,611
Total comprehensive expenses for the period	—	—	—	1,605	(55,504)	—	(53,899)	3,472	(50,427)
Dividend paid to non-controlling interest	—	—	—	—	—	—	—	—	—
Transactions with owners in their capacity as owners:									
Employee share option scheme									
Value of employee services	—	—	—	—	—	2,073	2,073	—	2,073
At 30 June 2019 (unaudited)	<u>50,622</u>	<u>488,163</u>	<u>27,141</u>	<u>1,159</u>	<u>(461,195)</u>	<u>23,319</u>	<u>129,209</u>	<u>8,897</u>	<u>138,106</u>

	Share Capital — ordinary shares <i>HK\$'000</i>	Share Capital — preferred shares <i>HK\$'000</i>	Share premium <i>HK\$'000</i>	Contributed surplus <i>HK\$'000</i>	Translation reserve <i>HK\$'000</i>	Accumulated losses <i>HK\$'000</i>	Share based payment reserve <i>HK\$'000</i>	Sub- Total <i>HK\$'000</i>	Non- Controlling interests <i>HK\$'000</i>	Total equity <i>HK\$'000</i>
At 1 January 2018 (audited)	47,622	3,000	488,163	27,141	9,293	(273,346)	13,694	315,567	2,250	317,817
Loss for the period	—	—	—	—	—	(47,375)	—	(47,375)	2,349	(45,026)
Other comprehensive expenses for the period:										
Exchange differences on translating foreign operations	—	—	—	—	(811)	—	—	(811)	5	(806)
Total comprehensive expenses for the period	—	—	—	—	(811)	(47,375)	—	(48,186)	2,354	(45,832)
Dividend paid to non- controlling Interest	—	—	—	—	—	—	—	—	(1,470)	(1,470)
Employee share option scheme Value of employee services	—	—	—	—	—	—	3,188	3,188	—	3,188
At 30 June 2018 (unaudited)	<u>47,622</u>	<u>3,000</u>	<u>488,163</u>	<u>27,141</u>	<u>8,482</u>	<u>(320,721)</u>	<u>16,882</u>	<u>270,569</u>	<u>3,134</u>	<u>273,703</u>

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

Six months ended 30 June

	2019 <i>HK\$'000</i> (unaudited)	2018 <i>HK\$'000</i> (unaudited)
Net cash used in from operating activities	(30,149)	(51,572)
Net cash (used in)/generated from investing activities	(5,147)	87,065
Net cash generated from/(used in) financing activities	<u>24,487</u>	<u>(1,530)</u>
Net increase/(decrease) in cash and cash equivalents	(10,809)	33,963
Cash and cash equivalents at beginning of the period	43,604	80,434
Effects of foreign exchange rate changes	<u>(5,078)</u>	<u>(1,632)</u>
Cash and cash equivalents at end of the period	<u><u>27,717</u></u>	<u><u>112,765</u></u>
Analysis of the balances of cash and cash equivalents		
Cash at bank and on hand	27,717	112,765
Restricted bank deposits	<u>18,879</u>	<u>18,625</u>
	46,596	131,390
Less: restricted bank deposits	<u>(18,879)</u>	<u>(18,625)</u>
Cash and cash equivalents	<u><u>27,717</u></u>	<u><u>112,765</u></u>

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands and with effect from 22 April 2014, the Company was deregistered in the Cayman Islands and continued in Bermuda as an exempted company with limited liability and its shares are listed on GEM of the Stock Exchange. The Company's addresses of the registered office and the principal place of business in Hong Kong are Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda and Room 1405, 14/F., China Merchants Tower, Shun Tak Centre, 168-200 Connaught Road Central, Hong Kong respectively.

The unaudited condensed consolidated financial statements are presented in units of thousands of Hong Kong dollars (HK\$'000), unless otherwise stated, which is the same as the functional currency of the Company.

The Company's principal activity is investment holding and the principal activities of its principal subsidiaries are the provision of engineering products and related services (the "**Engineering Business**") and the sales of beauty products and provision of therapy services (collectively the "**Beauty Business**").

2. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("**HKFRSs**"), which is a collective term that includes all applicable HKFRSs, Hong Kong Accounting Standards ("**HKASs**") and Interpretations ("**Int**") issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**"), and accounting principles generally accepted in Hong Kong. In addition, the unaudited condensed consolidated financial statements include applicable disclosures required by the GEM Listing Rules and the disclosure requirements of the Companies Ordinance (Chapter 622 of the Laws of Hong Kong).

The unaudited condensed consolidated financial statements have been prepared on the historical cost basis. The accounting policies and basis of preparation adopted in the preparation of the unaudited condensed consolidated financial statements are consistent with those adopted in the audited consolidated financial statements for the year ended 31 December 2018.

The HKICPA has issued a number of new and revised standards, amendments to standards and Int (collectively referred to as "**new and revised HKFRSs**"). The Group has adopted the new and revised HKFRSs which are relevant to the Group's operations and are mandatory for the financial year beginning on 1 January 2019. The adoption of these new and revised HKFRSs does not have any significant financial effect on the Group's unaudited results of operations and financial position, except for the adoption of HKFRS 16 Lease. Under HKFRS 16 the Group may need to recognise and measure a liability at the present value of the future minimum lease payments and recognise a corresponding right-of-use assets for these leases. The interest expense on the lease liability and depreciation on the right-of-use assets will be recognised in profit or loss. The Group's assets and liabilities will increase and the timing of expense recognition will also be impacted as a result.

Amounts recognised in the unaudited condensed consolidated financial statements

Set out below, are the carrying amounts of the Group's right-of-use assets and lease liabilities and the movements during the period:

	Right-of-use assets <i>HK\$'000</i> (Unaudited)	Lease liabilities <i>HK\$'000</i> (Unaudited)
As at 31 December 2018	—	—
Adoption of HKFRS 16	<u>32,929</u>	<u>32,929</u>
As at 1 January 2019	32,929	32,929
Additions	—	—
Depreciation expense during the period	(5,255)	—
Interest expense	—	695
Payments	—	(5,634)
Exchange difference	<u>—</u>	<u>(111)</u>
As at 30 June 2019	<u><u>27,674</u></u>	<u><u>27,879</u></u>

Set out below, are the amounts recognised in profit or loss:

	For the three months ended 30 June		For the six months ended 30 June	
	2019	2018	2019	2018
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Depreciation expense of right-of-use assets	<u>2,627</u>	—	<u>5,255</u>	—
Interest expense on lease liabilities	<u>463</u>	—	<u>949</u>	—
Rent expense — short-term leases	<u>79</u>	—	<u>157</u>	—
	<u><u>3,169</u></u>	<u>—</u>	<u><u>6,361</u></u>	<u>—</u>

The Group has not early adopted the new and revised HKFRSs that have been issued but are not yet effective for the six months ended 30 June 2019.

3. OPERATING SEGMENTS

The Group's reportable segments have been determined based on the information reported to the Chairman of the Board, being the chief operating decision maker, that are used for performance assessment and to make strategic decisions. The Group's operating businesses are structured and managed separately according to the nature of their operations and the products and services they provide. Each of the Group's reportable segments represents a strategic business unit that offers products and services which are subject to risks and returns that are different from those of other reportable segments. The Group currently has three reportable segments:

- (a) Sale of beauty products
- (b) Provision of therapy services
- (c) Provision of engineering products and related services (*Note*)

Note:

For the engineering products, the Group offers WLAN and WIFI systems, and robotics products. For the provision of engineering related services, the Group provides equipment installation, support and maintenance services for WLAN and WIFI systems as well as robotics and automation systems.

An analysis of the Group's reportable segment results, assets and liabilities and other selected financial information for the six months ended 30 June 2019 and 2018 by operating segments are as follows:

Six months ended 30 June 2019

	Sale of beauty products <i>HK\$'000</i> (unaudited)	Provision of therapy services <i>HK\$'000</i> (unaudited)	Provision engineering products and related services <i>HK\$'000</i> (unaudited)	Consolidated <i>HK\$'000</i> (unaudited)
Revenue				
Segment revenue from external customers	1,456	27,252	6,892	35,600
Results				
Segment profit/(loss)	(4)	7,834	(48,153)	(40,323)
Unallocated corporate expense				(10,301)
Other income				825
Finance costs				(887)
Loss before taxation				(50,686)
Income tax expense				(1,352)
Loss for the period				(52,038)

At 30 June 2019

	Sale of beauty products <i>HK\$'000</i> (unaudited)	Provision of therapy services <i>HK\$'000</i> (unaudited)	Provision engineering products and related services <i>HK\$'000</i> (unaudited)	Consolidated <i>HK\$'000</i> (unaudited)
Assets				
Segment assets for reportable segments	2	68,317	193,743	262,062
Unallocated corporate assets				<u>2,727</u>
Consolidated total assets				<u><u>264,789</u></u>

Liabilities				
Segment liabilities for reportable segments	4	38,511	50,521	89,036
Unallocated corporate liabilities				<u>37,647</u>
Consolidated total liabilities				<u><u>126,683</u></u>

For six months ended 30 June 2019

	Sale of beauty products <i>HK\$'000</i> (unaudited)	Provision of therapy services <i>HK\$'000</i> (unaudited)	Provision engineering products and related services <i>HK\$'000</i> (unaudited)	Unallocated <i>HK\$'000</i> (unaudited)	Consolidated <i>HK\$'000</i> (unaudited)
Amounts included in the measure of segment (loss)/profit and segment assets					
Additions to property, plant and equipment	—	68	5,110	23	5,201
Amortisation of other intangible assets	—	—	1,972	—	1,972
Depreciation of property, plant and equipment	—	517	4,423	310	5,250
Depreciation of right-of-use assets	<u>—</u>	<u>1,977</u>	<u>3,278</u>	<u>—</u>	<u><u>5,255</u></u>

Six months ended 30 June 2018

	Sale of beauty products <i>HK\$'000</i> (unaudited)	Provision of therapy services <i>HK\$'000</i> (unaudited)	Provision engineering products and related services <i>HK\$'000</i> (unaudited)	Consolidated <i>HK\$'000</i> (unaudited)
Revenue				
Segment revenue from external customers	1,962	23,960	5,017	30,939
Results				
Segment profit/(loss)	748	8,500	(37,542)	(28,294)
Unallocated corporate expense				(18,544)
Interest income on bank deposits				313
Financial assets at fair value through profit or loss – fair value losses				1,585
Other income				930
Finance costs				—
Loss before taxation				(44,010)
Income tax expense				(1,016)
Loss for the period				<u><u>(45,026)</u></u>

At 31 December 2018

	Sale of beauty products <i>HK\$ '000</i> (unaudited)	Provision of therapy services <i>HK\$ '000</i> (unaudited)	Provision engineering products and related services <i>HK\$ '000</i> (unaudited)	Consolidated <i>HK\$ '000</i> (unaudited)
Assets				
Segment assets for reportable segments	5	57,559	196,361	253,925
Unallocated corporate assets				<u>4,862</u>
Consolidated total assets				<u><u>258,787</u></u>
Liabilities				
Segment liabilities for reportable segments	287	34,931	34,329	69,547
Unallocated corporate liabilities				<u>2,780</u>
Consolidated total liabilities				<u><u>72,327</u></u>

For six months ended 30 June 2018

	Sale of beauty products <i>HK\$ '000</i> (unaudited)	Provision of therapy services <i>HK\$ '000</i> (unaudited)	Provision engineering and related services <i>HK\$ '000</i> (unaudited)	Unallocated <i>HK\$ '000</i> (unaudited)	Consolidated <i>HK\$ '000</i> (unaudited)
Amounts included in the measure of segment (loss)/profit and segment assets					
Additions to property, plant and equipment	—	713	3,378	783	4,874
Additions to other intangible assets	—	—	179	—	—
Amortisation of other intangible assets	—	—	2,811	—	2,811
Depreciation of property, plant and equipment	<u>—</u>	<u>361</u>	<u>1,601</u>	<u>402</u>	<u>2,364</u>

Geographical information

The Group mainly operates in Hong Kong, Mainland China and Canada. The Group's revenue from external customers and information about its non-current assets by geographical location are detailed below:

	Revenue from external customers		Non-current assets	
	For the six months ended 30 June 2019	For the six months ended 30 June 2018	For the six months ended 30 June 2019	For the year ended 31 December 2018
	HK\$'000 (unaudited)	HK\$'000 (unaudited)	HK\$'000 (unaudited)	HK\$'000 (audited)
Hong Kong	28,708	25,922	62,535	5,493
Mainland China	6,492	3,720	237	17,099
Canada	400	1,297	105,160	120,083
	<u>35,600</u>	<u>30,939</u>	<u>167,932</u>	<u>142,675</u>

4. TURNOVER

	For the three months ended 30 June		For the six months ended 30 June	
	2019	2018	2019	2018
	HK\$'000 (unaudited)	HK\$'000 (unaudited)	HK\$'000 (unaudited)	HK\$'000 (unaudited)
Sale of beauty products	755	1,186	1,456	1,962
Provision of therapy services	14,840	12,248	27,252	23,960
Provision of engineering products and related services	4,335	1,346	6,892	5,017
	<u>19,930</u>	<u>14,780</u>	<u>35,600</u>	<u>30,939</u>

5. LOSS FROM OPERATIONS

	For the three months ended 30 June		For the six months ended 30 June	
	2019	2018	2019	2018
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Loss from operations has been arrived at after charging:				
Depreciation on property, plant and equipment	2,887	1,938	5,250	3,019
Depreciation of right-of-use assets	2,627	—	5,255	—
Operating lease rentals in respect of rented premises	79	2,849	157	4,930
Staff costs including directors' emoluments				
— salaries and other allowances	11,261	4,289	21,082	13,688
— contributions to retirement benefits scheme	658	1,421	1,427	2,659
	<u>658</u>	<u>1,421</u>	<u>1,427</u>	<u>2,659</u>

6. INCOME TAX

	For the three months ended 30 June		For the six months ended 30 June	
	2019	2018	2019	2018
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Current tax expense				
— Hong Kong Profits Tax	(529)	(531)	(1,352)	(1,016)
— China Corporate Income Tax	—	—	—	—
	<u>(529)</u>	<u>(531)</u>	<u>(1,352)</u>	<u>(1,016)</u>

Hong Kong profits tax has been provided for at the rate of 16.5% (six months ended 30 June 2018: 16.5%) on the estimated assessable profit for the period. The Group's subsidiaries in Mainland China are subject to the China corporate income tax at a rate of 25% on the estimated assessable profit (six months ended 30 June 2018: Nil). No income tax has been provided for the subsidiary in Canada since the subsidiary has no assessable profit for the six months ended 30 June 2019.

7. INTERIM DIVIDEND

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2019 (six months ended 30 June 2018: Nil).

8. LOSS PER SHARE

	For the three months ended 30 June		For the six months ended 30 June	
	2019 HK\$'000 (unaudited)	2018 HK\$'000 (unaudited)	2019 HK\$'000 (unaudited)	2018 HK\$'000 (unaudited)
Loss for the period attributable to owners of the Company	<u>(30,254)</u>	<u>(26,138)</u>	<u>(55,504)</u>	<u>(47,375)</u>
	Number of ordinary shares			
	'000 (unaudited)	'000 (unaudited)	'000 (unaudited)	'000 (unaudited)
Weighted average number of shares for the purpose of basic and diluted loss per shares	<u>506,220</u>	<u>476,220</u>	<u>506,220</u>	<u>476,220</u>

Diluted loss per share for the three months ended and six months ended 30 June 2019 and 2018 were the same as the basic loss per share as there were no dilutive event.

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2019, the Group acquired certain items of property, plant and equipment in an aggregate cost of approximately HK\$5,201,000 (six months ended 30 June 2018: HK\$4,874,000).

10. DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES

	At 30 June 2019 HK\$'000 (unaudited)	At 31 December 2018 HK\$'000 (audited)
Non-current assets		
Deposits	<u>1,026</u>	<u>3,609</u>
Current assets		
Deposits paid	294	340
Prepayments	4,121	6,231
Other receivables	<u>247,746</u>	<u>246,192</u>
Less: Provision for impairment of other receivables	<u>(241,420)</u>	<u>(241,420)</u>
	<u>6,326</u>	<u>11,343</u>
	<u>10,741</u>	<u>14,952</u>

11. TRADE RECEIVABLES

The Group assesses the credit status and imposes credit limits for the customers in accordance with the Group's credit policy. The credit limits are closely monitored and subject to periodic reviews. The Group allows credit period ranging from 0 day to 120 days to its customers. Details of the ageing analysis of trade receivables that are not considered to be impaired and based on the past due days are as follows:

	At 30 June 2019 HK\$'000 (unaudited)	At 31 December 2018 HK\$'000 (audited)
Current	4,346	13,536
1 – 30 days	3,679	—
31 – 60 days	204	—
61 – 90 days	621	—
Over 90 days	3,700	721
	<u>12,550</u>	<u>14,257</u>
Less: Provision for impairment of trade receivables	<u>(721)</u>	<u>(721)</u>
	<u><u>11,829</u></u>	<u><u>13,536</u></u>

12. SHARE CAPITAL

	Number of shares '000 (unaudited)	Amount HK\$'000 (unaudited)
Ordinary shares of HK\$0.10 each (2018: HK\$0.10 each)		
<i>Authorised:</i>		
At 31 December 2018 and 30 June 2019	<u>4,950,000</u>	<u>495,000</u>
<i>Issued and fully paid:</i>		
At 31 December 2018 and 30 June 2019	<u>506,220</u>	<u>50,622</u>

13. TRADE PAYABLES

The trade payables as at 30 June 2019 and 31 December 2018 are unsecured and repayable within one year.

	At 30 June 2019 <i>HK\$'000</i> (unaudited)	At 31 December 2018 <i>HK\$'000</i> (audited)
0 – 30 days	3,020	4,836
31 – 60 days	36	—
61 – 90 days	197	—
Over 90 days	1,476	—
	<u>4,729</u>	<u>4,836</u>

14. COMMITMENTS

The Group does not have significant capital commitment as at 30 June 2019 and 31 December 2018.

15. MATERIAL RELATED PARTY TRANSACTIONS

The Group did not have material related party transactions during the financial period ended 30 June 2019 and the financial year ended 31 December 2018.

Compensation for key management personnel

Remuneration for key management personnel, including amounts paid to the Directors and certain of the Company's highest paid employees for the six months ended 30 June 2019 and 2018, is as follows:

	For the six months ended 30 June 2019 <i>HK\$'000</i> (unaudited)	2018 <i>HK\$'000</i> (unaudited)
Salaries and allowances	4,336	3,779
Contributions to retirement benefits scheme	—	—
	<u>4,336</u>	<u>3,779</u>

16. CONTINGENT LIABILITIES

The Group does not have significant contingent liability as at 30 June 2019.

17. EVENTS AFTER REPORTING PERIOD

The Group has no significant event after the reporting period.

MANAGEMENT DISCUSSION AND ANALYSIS

Business review

The Group is principally engaged in the sale of beauty products and provision of therapy services (collectively, the “**Beauty Business**”), as well as the provision of engineering products and related services (the “**Engineering Business**”). For the sale of beauty products, the Group offers a variety of beauty products under the brand name “Evidens de Beauté”, and a variety of medical skincare products, including the brand “Activa”. For the provision of therapy services, the Group operates a medical skincare centre at Soundwill Plaza in Causeway Bay.

For the engineering products, the Group offers WLAN and WIFI systems, and robotic products. For the provision of engineering related services, the Group provides equipment installation, support and maintenance services for WLAN and WIFI systems as well as robotics and automation systems.

Despite facing increased competition in the Hong Kong market, the performance of the Beauty Business as a whole has met the expectation of the Board. The revenue derived from the sale of beauty products and the provision of therapy services rendered has reduced by approximately 25.8% and has increased by approximately 13.7% to approximately HK\$1.5 million and approximately HK\$27.3 million, respectively for the six months ended 30 June 2019.

For the Engineering Business, during the six months ended 30 June 2019, the Group continued to develop and perfect its robotic products. The Group has also driven the commercialization of its products at steady pace through domestic platforms, upon which large-scale of civil application can be expected. In respect of police use, with its outstanding products and technology, the Group has been admitted as supply items of the “police equipment procurement centre agreement” of the Ministry of Public Security for 2018 to 2019, indicating the high recognition of its products, which further increased the influence of the Group’s products in the market. For the period under review the revenue of the Engineering Business has increased by approximately 37.4% and contributed a total revenue of approximately HK\$6.9 million to the total turnover of the Group.

Financial review

During the period under review, the Group recorded a turnover of approximately HK\$35.6 million, representing an increase of approximately 15.1% as compared with the corresponding period in 2018, of which approximately HK\$1.5 million (2018: approximately HK\$2.0 million), approximately HK\$27.2 million (2018: approximately HK\$24.0 million) and approximately HK\$6.9 million (2018: HK\$5.0 million) were generated from the sale of beauty products, provision of therapy services and sale of robotic products respectively.

The positive gross margin was approximately 49.7% (2018: positive gross margin of approximately 17.8%). The improvement in gross margin is mainly due to improvement in the gross margin of the Beauty Business, which has increased to 51.6% for the six months ended 30 June 2019 from 46% for the corresponding period in 2018 as well as improvement in the gross margin of the Engineering Business, which has increased from a negative gross margin for the six months end 30 June 2018 to 43.9% for the six months ended 30 June 2019.

Other income of approximately HK\$0.8 million (2018: approximately HK\$1.3 million) was mainly contributed by interest income from bank deposits and government subsidies.

Selling and distribution costs were approximately HK\$7.9 million for the six months ended 30 June 2019 (2018: approximately HK\$6.6 million), representing an increase of 19.7% compared with the corresponding period in 2018. Such increase was mainly attributed to the advertising and promotion expenses of approximately HK\$2.3 million (2018: approximately HK\$4.0 million) and approximately HK\$5.6 million (2018: approximately HK\$2.6 million) incurred by the Beauty Business and the Engineering Business respectively during the period under review. During the current financial period, the Group has stepped up its marketing efforts to promote its robotics products.

Administrative expenses were approximately HK\$60.4 million for the six months ended 30 June 2019 (2018: approximately HK\$45.9 million), representing an increase of 31.6% over the last corresponding period. Such increase was mainly attributed to the increase in research and development expense of HK\$15.6 million. The increase in administration expense is partially offset by a decrease in amortization of equity-settled share-based payment of HK\$1.1 million.

Consolidated loss attributable to owners of the Company amounted to approximately HK\$55.5 million for the six months ended 30 June 2019 (2018: approximately HK\$47.4 million). The increase in consolidated loss was mainly due to the increase in research and development cost incurred by the Engineering Business.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2019, the Group had total assets of approximately HK\$264.8 million (31 December 2018: approximately HK\$258.8 million), including cash and cash equivalents of approximately HK\$27.7 million (31 December 2018: approximately HK\$43.6 million).

BORROWINGS

As at 30 June 2019, the total borrowings of the Group amounted to approximately HK\$25.4 million (as at 31 December 2018: approximately HK\$53,000), representing (i) an unsecured other borrowing of HK\$10.0 million, which is repayable within one year and carries a fixed interest rate of 6%; (ii) an unsecured other borrowing of HK\$4.0 million, which is repayable within one year and carries a fixed interest rate of 6%; (iii) an other borrowing of RMB10.0 million (equivalent to HK\$11.4 million) secured over entire shares of a 99% owned subsidiary of the Company, which is repayable within one year and carries a fixed interest rate of 10%; and (iv) an unsecured other borrowing of HK\$53,000, which is repayable within one year and interest free.

SHARE CAPITAL

During the six months ended 30 June 2019, there was no movement in the Company's issued share capital.

USE OF NET PROCEEDS FROM ISSUANCE OF ORDINARY SHARES

Net proceeds from the allotment and issue of 345,000,000 new shares and 30,000,000 convertible preferred shares of the Company, which was completed on 6 November 2015, were approximately HK\$135.0 million. The use of proceeds is as follows:

		Utilisation up to 31 December 2015	Utilisation up to 31 December 2016	Utilisation up to 31 December 2017	Utilisation up to 31 December 2018	Utilisation up to 30 June 2019	Remainin balance
Intended use	Net proceeds 'million	'million	'million	'million	'million	'million	'million
Acquisition of equipment and developing in-flight WLAN and WIFI Engineering and service business	124.3	19.0	107.8	124.3	124.3	124.3	—
General working capital	10.7	—	—	—	—	10.7	—
	<u>135.0</u>	<u>19.0</u>	<u>107.8</u>	<u>124.3</u>	<u>124.3</u>	<u>135.0</u>	<u>—</u>

Net proceeds from the Subscription which was completed on 4 August 2017 were HK\$130.0 million. The use of proceeds is as follows:

		Utilisation up to 31 December 2017 'million	Utilisation up to 31 December 2018 'million	Utilisation up to 30 June 2019 'million	Remaining balance 'million
Intended use	Net proceeds				
Construction of production plants	50.0	16.8	27.9	33.1	16.9 (Note)
General working capital	<u>80.0</u>	<u>40.1</u>	<u>80.0</u>	<u>80.0</u>	<u>—</u>
	<u>130.0</u>	<u>56.9</u>	<u>107.9</u>	<u>113.1</u>	<u>16.9</u>

Note: The remaining balance is expected to be fully utilised within the next 12 months period. If there is still any unutilised net proceeds after completion of the construction of the production plants, the remaining balance will be used as general working capital.

GEARING RATIO

The gearing ratio, expressed as percentage of total borrowings over total assets, was approximately 9.2% as at 30 June 2019 (as at 31 December 2018: approximately 0.03%).

PLEDGE OF ASSETS

As at 30 June 2019, the Group's restricted bank deposits of approximately HK\$18.8 million (as at 31 December 2018: approximately HK\$18.7 million) were deposits held at banks in respect of credit card and instalment sales arrangement of its sale of beauty products and provision of therapy services business.

FOREIGN EXCHANGE RISK

The Group has not used any foreign currency derivative instruments to hedge its exposure to foreign exchange risk. However, the management monitors closely the exposures and will consider hedging the exposures should the need arise.

EMPLOYEES

As at 30 June 2019, the Group had 191 employees. Total staff costs for the six months ended 30 June 2019 amounted to approximately HK\$21.1 million (for the six months ended 30 June 2018: approximately HK\$20.4 million). Their remuneration, promotion and salary are assessed based on job responsibilities, work performance, professional experiences and the prevailing industry practices. The employees in Hong Kong joined the mandatory provident fund scheme and the employees in the PRC joined the national statutory social security insurance scheme.

SIGNIFICANT INVESTMENT

The Group did not have any significant investment during the six months ended 30 June 2019.

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND AFFILIATED COMPANIES

There was no material acquisition and disposal of subsidiaries, associates and affiliated companies during the six months ended 30 June 2019.

OUTLOOK

The robust development of the robotic industry in China represents enormous potential for market expansion for the Group in the future. The construction of intelligent cities has been in full swing based upon artificial intelligent technology. The wide application of intelligent robotics covers from police use to various aspects such as services and security. The overall global penetration rate of civil security is around 10% at present, while the penetration rate of civil security in the U.S. reaches 50%. The market penetration rate of civil security in China is only 11%, reflecting the larger potentials of civil security robotics market, which is likely to be the next hot sector where rapid industrialization will take place. Data suggests that the global investments in robotics and related services by 2019 are expected to be almost doubled as compared to 2015. In view of the growth rate of domestic security industry which will remain at above 10%, the market will continue to expand. The value of domestic security industry in 2018 amounted to over 600 billion. The Group's security robotics has the potential to become the major replenishment for security systems and expand into civil market for the realization of large-scale expansion.

The Group will continue to focus on three robotic production lines: police use, commercial use and civilian use, in accordance with market conditions and the status of product development. The Group will also incorporate its experience in diversified robotic technology so as to commit itself to producing customised robots and providing total mechatronic solutions for customers across various industries.

The directors do not expect any significant growth in the Group's Beauty Business.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATIONS

As at 30 June 2019, the interests and short positions of the Directors or the chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the “SFO”), which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or were required, pursuant to Section 352 of the SFO, to be recorded in the register referred to therein, or as otherwise were required to be notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.68 of the GEM Listing Rules were as follows:

Long and short positions in the ordinary shares and underlying shares of the Company

Name of Director/ chief executive	Nature of interests	Notes	Interest in shares (Note 1)	Total interest in shares (Note 1)	Approximate percentage of shareholding (Notes 1 and 3)
Mr. Su Zhituan	Interest of controlled corporation	2	151,425,197(L)	151,425,197(L)	29.91%(L)

Notes:

1. “L” represents long position in shares of the Company and “S” represents short position in shares of the Company.
2. Tai Dong New Energy Limited (“**Tai Dong**”) is ultimately owned as 100% by Mr. Su Zhituan and holds long positions in 151,425,197 shares of the Company. Accordingly, Mr. Su Zhituan is deemed to be interested in the long positions in 151,425,197 shares of the Company.
3. The percentage is calculated on the basis of 506,219,666 shares of the Company in issue as at 30 June 2019.

Save as disclosed above, as at 30 June 2019, so far as is known to any Directors or chief executive of the Company, none of the Directors and chief executives of the Company had any interests or short positions in any shares, underlying shares and debenture of the Company or any of 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 pursuant to Section 352 of the SFO, or which were required, pursuant to Rules 5.46 to 5.68 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange.

SUBSTANTIAL SHAREHOLDER'S INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2019, so far as is known to the Directors and the chief executive of the Company, the interests and shorts positions of the persons or corporations (other than the Directors and the chief executive of the Company) in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO were as follows:

Interests and short positions in the ordinary shares or underlying ordinary shares of the Company

Name of shareholder	Nature of interests	Notes	Interest in shares of the Company (Note 1)	Total interest in shares of the Company (Note 1)	Approximate percentage of shareholding (Notes 1 and 9)
Tai Dong New Energy Holding Limited (“ Tai Dong ”)	Beneficial owner	2	151,425,197(L)	151,425,197(L)	29.91%(L)
Hong Kong Bridge Investments Limited (“ Hong Kong Bridge Investments ”)	Interest of controlled corporation	3	41,666,666(L)	41,666,666(L)	8.23%(L)
HKBridge Absolute Return Fund L.P (“ HKBridge Absolute ”)	Beneficial owner	4	64,148,063(L)	64,148,063(L)	12.67%(L)
On Top Global Limited (“ On Top Global ”)	Beneficial owner	5	36,697,946(L)	36,697,946(L)	7.25%(L)
Hong Kong Bridge High-Tech Investment Fund L.P (“ Hong Kong Bridge High-Tech ”)	Interest of controlled corporation	5	36,697,946(L)	36,697,946(L)	7.25%(L)
China HKBridge Holdings Limited (“ China HKBridge ”)	Interest of controlled corporation	3,4,5	142,512,675(L)	142,512,675(L)	28.15%(L)
Bloom Right Limited	Beneficial owner	6	10,870,000(L)	10,870,000(L)	2.15%(L)
Ample Key Investments Limited	Security interest	6	64,148,063(L)	64,148,063(L)	12.67%(L)
Allied Year Limited	Security interest	6	41,666,666(L)	41,666,666(L)	8.23%(L)

Name of shareholder	Nature of interests	Notes	Interest in shares of the Company (Note 1)	Total interest in shares of the Company (Note 1)	Approximate percentage of shareholding (Notes 1 and 9)
中國華融資產管理股份有限公司 (China Huarong Asset Management Co., Ltd.) (“China Huarong”)	Interest of controlled corporation	6	116,684,729(L)	116,684,729(L)	23.05%(L)
KE10MA Holdings Inc. (“KE10MA Holdings”)	Beneficial Owner	7	29,486,971(L)	29,486,971(L)	5.78%(L)
Andrew Avi Goldenberg	Interest of controlled corporation	7	29,486,971(L)	29,486,971(L)	5.78%(L)
Aviva C Goldenberg	Interest of controlled corporation	7	29,486,971(L)	29,486,971(L)	5.78%(L)
Greater Harmony Limited (“Greater Harmony”)	Interest of controlled corporation	8	30,000,000(L)	30,000,000(L)	5.93%(L)
Ko Chun Shun Johnson	Beneficial Owner	8	30,000,000(L)	30,000,000(L)	5.93%(L)

Notes:

1. “L” represents long position in shares or underlying shares of the Company and “S” represents short position in shares or underlying shares of the Company.
2. Tai Dong is interested in 151,425,197 shares of the Company. As Tai Dong is ultimately wholly-owned by Mr. Su Zhituan, Mr. Su Zhituan is deemed to be interested in such 151,425,197 shares of the Company.
3. Hong Kong Bridge Investments is interested in 41,666,666 shares of the Company. As Hong Kong Bridge Investments is a wholly-owned subsidiary of China HKBridge Holdings Limited (“**China HKBridge**”), China HKBridge is deemed to be interested in such 41,666,666 shares of the Company.
4. HKBridge Absolute, a Cayman Islands exempted limited partnership, the general partner of which is HKBridge (Cayman) GP2 Limited, a Cayman Islands limited liability company, is interested in 64,148,063 shares of the Company. As the entire issued share capital of the general partner of HKBridge Absolute is indirectly owned by China HKBridge, China HKBridge is deemed to be interested in such 64,148,063 shares of the Company.

5. On Top Global is interested in 36,697,946 shares of the Company. As On Top Global is a wholly-owned subsidiary of Hong Kong Bridge High-Tech, Hong Kong Bridge High-Tech is deemed to be interested in such 36,697,946 shares. Hong Kong Bridge High-Tech, a Cayman Islands exempted limited partnership, the general partner of which is Hong Kong Bridge High-Tech Investment G.P Limited, a Cayman Islands limited liability company. As the entire issued share capital of the general partner of the Hong Kong Bridge High-Tech is indirectly owned by China HKBridge, China HKBridge is deemed to be interest in such 36,697,946 shares of the Company.
6. China Huarong indirectly owned 50.99% equity interest in Bloom Right Limited (“**Bloom Right**”) and Ample Key Investments Limited (“**Ample Key**”). Bloom Right was directly interest in 10,870,000 shares of the Company, while Ample Key had a security interest over 64,148,063 shares of the Company. China Huarong also indirectly owned 51% equity interest in Allied Year Limited, which had a security interest over 41,666,666 shares of the Company. China Huarong is therefore deemed to be interested in 116, 684,729 shares of the Company.
7. KE10MA Holdings is interested in 29,286,971 shares of the Company. KE10MA Holdings is 50%-owned by Dr. Andrew Avi Goldenberg and 50%-owned by Mrs. Aviva C Goldenberg. As Mrs. Aviva C Goldenberg is the spouse of Dr. Andrew Avi Goldenberg, Dr. Andrew Avi Goldenberg and Mrs. Aviva C Goldenberg are deemed to be interested in such 29,286,971 shares of the Company.
8. Greater Harmony is interested in 30,000,000 shares of the Company. As Greater Harmony is ultimately wholly-owned by Mr. Ko Chun Shun Johnson. Mr. Ko Chun Shun Johnson is deemed to be interested in such 30,000,000 shares of the Company.
9. The percentage is calculated on the basis of 506,219,666 shares of the Company in issue as at 30 June 2019.

Save as disclosed above, as at 30 June 2019, so far as is known to the Directors and the chief executive of the Company, and based on the public records filed on the website of the Stock Exchange and records kept by the Company, no other persons or corporations (other than the Directors and the chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO.

SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted its own codes of conduct regarding Directors’ and relevant employees’ securities transactions, namely “Code for Securities Transactions by Directors” and “Code for Securities Transactions by Relevant Employees”, both of which apply to all Directors and relevant employees of the Company on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules.

Having made specific enquiry with each of the Directors, all Directors have confirmed that they have complied with such code and the required standard of dealings on Directors’ securities transactions during the six months ended 30 June 2019.

SHARE OPTION SCHEME

Pursuant to an ordinary resolution passed by the shareholders of the Company on 7 November 2014, the Company adopted a new share option scheme to replace the share option scheme adopted on 30 January 2002. The principal terms of the share option scheme were disclosed in the Company's 2018 annual report. Details of movements in the Company's share options during the six months ended 30 June 2019 are set out as follows:

	Number of share options				
	Outstanding at 1 January 2019	Granted during the period (Note)	Exercised during the period	Lapsed during the period	Outstanding at 30 June 2019
Senior management and employees	5,732,000	—	—	(2,064,000)	3,668,000
Total	<u>5,732,000</u>	<u>—</u>	<u>—</u>	<u>(2,064,000)</u>	<u>3,668,000</u>
Exercisable at the end of the period					<u>3,668,000</u>

Note:

A total of 7,480,000 share options were granted on 3 January 2017, with an exercise price of HK\$8.9 and exercise period from 3 January 2017 to 2 January 2022, of which (i) 25% of the share options are exercisable from 3 January 2018 to 2 January 2022; (ii) 25% of the share options are exercisable from 3 January 2019 to 2 January 2022; (iii) 25% of the share options are exercisable from 3 January 2020 to 2 January 2022; and (iv) 25% of the share options are exercisable from 3 January 2021 to 2 January 2022.

COMPETING INTERESTS

As at 30 June 2019, none of the Directors, substantial shareholders of the Company nor any of their respective close associates (as defined in the GEM Listing Rules) had any interest in a business which causes or may cause any significant competition with the business of the Group.

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

The Company did not redeemed any of its listed shares during the six months ended 30 June 2019. Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2019.

AUDIT COMMITTEE

The Board has established an audit committee (the “**Audit Committee**”) with written terms of reference in compliance with Rules 5.28 to 5.29 of the GEM Listing Rules. As at the date of this announcement, the Audit Committee comprises three independent non-executive Directors, namely, Mr. Chu Kin Wang, Peleus (chairman), Mr. Tam B Ray, Billy and Dr. Wang Dangxiao. The Audit Committee has reviewed the unaudited condensed consolidated interim results of the Group for the six months ended 30 June 2019 and has provided advice and comments thereon.

Following the retirement of Mr. Xie Zhichun, an independent non-executive Director on 8 May 2019, (i) the Company had only two independent nonexecutive Directors which deviated from the requirement under the Rule 5.05(1) of the Rules Governing the Listing of Securities on the GEM on the Stock Exchange (the “**GEM Listing Rules**”); (ii) the Company had only two members in the Audit Committee which deviated from the requirement under the Rule 5.28 of the GEM Listing Rules; and (iii) the number of independent non-executive Directors in the Remuneration Committee did not meet the majority requirement under Rule 5.34 of the GEM Listing Rules.

On 21 May 2019, Dr. Wang Dangxiao was appointed as an independent non-executive Director. Following the appointment of Dr. Wang, the composition of the Board, the Audit Committee and the remuneration committee of the Company meet the requirements under Rules 5.05(1), 5.28 and 5.34 of the GEM Listing Rules.

CORPORATE GOVERNANCE CODE

The Board believes that corporate governance is essential to the success of the Company. The Board is committed to maintaining corporate governance with high standard and ensuring compliance of the legal and regulatory requirements. The Company has put in place governance practices with emphasis on the integrity, quality of disclosures, transparency and accountability for the shareholders of the Company.

Throughout the 2019 Interim Period, the Company has complied with the code provisions in the Corporate Governance Code as set out in Appendix 15 to the GEM Listing Rules.

By Order of the Board
SuperRobotics Limited

Su Zhituan

Chairman and Executive Director

Hong Kong, 14 August 2019

As at the date of this announcement, the Board comprises three executive Directors, namely Mr. Su Zhituan (Chairman), Mr. Sun Ziqiang (Vice-chairman) and Mr. Fu Hengke and one non-executive director Mr. Cheng Yu and three independent non-executive Directors, namely Mr. Tam B Ray, Billy, Mr. Chu Kin Wang, Peleus and Dr. Wang Dangxiao.