



齐屹科技  
Qeeka Home

## Qeeka Home (Cayman) Inc.

Stock Code: 1739



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# Corporate Information

## BOARD OF DIRECTORS

### Executive Directors

Mr. DENG Huajin (*Chairman and Chief Executive Officer*)  
Mr. TIAN Yuan  
Ms. SUN Jie<sup>1</sup>  
Mr. GAO Wei<sup>2</sup>

### Non-executive Directors

Mr. LI Gabriel  
Mr. ZHAO Guibin  
Mr. XIAO Yang

### Independent Non-executive Directors

Mr. ZHANG Lihong  
Mr. CAO Zhiguang  
Mr. WONG Man Chung Francis

## JOINT COMPANY SECRETARIES

Mr. TIAN Yuan  
Ms. LEUNG Kwan Wai

## AUTHORIZED REPRESENTATIVES

Mr. DENG Huajin  
Mr. TIAN Yuan

## AUDIT AND RISK MANAGEMENT COMMITTEE

Mr. WONG Man Chung Francis (*Chairman*)  
Mr. ZHANG Lihong  
Mr. CAO Zhiguang

## REMUNERATION COMMITTEE

Mr. CAO Zhiguang (*Chairman*)  
Mr. DENG Huajin  
Mr. ZHANG Lihong  
Mr. WONG Man Chung Francis

## NOMINATION COMMITTEE

Mr. DENG Huajin (*Chairman*)  
Mr. ZHANG Lihong  
Mr. CAO Zhiguang

## REGISTERED OFFICE

ICS Corporate Services (Cayman) Limited  
3-212 Governors Square, 23 Lime Tree Bay Avenue  
P.O. Box 30746, Seven Mile Beach  
Grand Cayman KY1-1203  
Cayman Islands

## HEADQUARTERS

Building 1, No. 1926, Cao An Highway  
Jiading District, Shanghai  
PRC

## PRINCIPAL PLACE OF BUSINESS IN HONG KONG

5/F, Manulife Place  
348 Kwun Tong Road  
Kowloon  
Hong Kong

Notes:

1. Ms. SUN Jie was appointed as an executive Director of the Company on 17 June 2024.
2. Mr. GAO Wei resigned as an executive Director of the Company on 17 June 2024.

## Corporate Information

### PRINCIPAL SHARE REGISTRAR AND TRANSFER AGENT

ICS Corporate Services (Cayman) Limited  
3-212 Governors Square  
23 Lime Tree Bay Avenue  
P.O. Box 30746, Seven Mile Beach  
Grand Cayman KY1-1203  
Cayman Islands

### HONG KONG SHARE REGISTRAR

Tricor Investor Services Limited  
17/F, Far East Finance Centre  
16 Harcourt Road  
Hong Kong

### LEGAL ADVISERS

*As to Hong Kong law and United States law*  
Simpson Thacher & Bartlett  
35/F, ICBC Tower  
3 Garden Road  
Central  
Hong Kong

### AUDITOR

PricewaterhouseCoopers  
Certified Public Accountants and  
Registered Public Interest Entity Auditor  
22/F, Prince's Building  
Central  
Hong Kong

### STOCK CODE

1739

### COMPANY'S WEBSITE

[www.qeeka.com](http://www.qeeka.com)

### PRINCIPAL BANKS

China Merchants Bank, Shanghai Branch  
Road Jinshajiang Sub-branch  
1-2/F, Tower A, Shengnuoya Building  
No. 1759, Road Jinshajiang  
Putuo District  
Shanghai  
PRC

Bank of China (Hong Kong) Limited  
Hong Kong Branch  
3/F, Bank of China Tower  
1 Garden Road  
Central  
Hong Kong

# Key Financial and Operation Data

## 1. FINANCIAL SUMMARY

	Six months ended 30 June		Year-on-year Change (%)
	2024 (RMB'000)	2023 (RMB'000)	
Revenue	<b>580,926</b>	496,976	16.9%
Gross Profit	<b>215,883</b>	252,257	(14.4%)
Gross Margin	<b>37.2%</b>	50.8%	–
Net loss attributable to equity holders of the Company	<b>(48,663)</b>	(16,322)	198.1%
Adjusted net (loss)/profit attributable to equity holders of the Company <sup>(1)</sup>	<b>(12,808)</b>	8,202	N/A

Note:

- (1) Adjusted net (loss)/profit attributable to equity holders of the Company excludes impairment loss on investments accounted for using the equity method, net fair value change on investment on financial assets at fair value through profit or loss, which exclude wealth management products and others and share-based compensation expenses.

## 2. KEY OPERATION METRICS

The table below sets forth our key operation metrics during the Reporting Periods indicated:

	Six months ended 30 June	
	2024	2023
Number of sales leads <sup>(1)</sup>	<b>338,870</b>	437,031
Number of recommended users	<b>277,554</b>	338,566
Average revenue from SaaS and Marketing Service per sales lead (RMB) <sup>(2)</sup>	<b>514</b>	516

Notes:

- (1) It represents the number of data that identifies someone as a potential demand user of Interior Design and Construction for the six months ended 30 June 2024.
- (2) It refers to the average revenue per sales lead, which equals the revenue from SaaS and Marketing Service for the six months ended 30 June 2024 divided by the sales leads as of 30 June 2024.

# Chairman's Statement

Dear shareholders:

On behalf of the Board of the Company, I hereby present the interim results of the Group for the six months ended 30 June 2024.

## RESULTS

For the six months ended 30 June 2024:

- Total revenue increased by 16.9% year over year to RMB580.9 million, primarily due to a decline in SaaS and Marketing Service by 22.7% to RMB174.2 million, offset the increase of the revenue from Interior Design and Construction Service by 52.2% to RMB385.4 million, and Innovation and others by 15.2% to RMB21.3 million, respectively.
- Adjusted net loss attributable to equity holders of the Company was RMB12.8 million, compared to an adjusted net profit attributable to equity holders of the Company of RMB8.2 million in the same period last year.
- As of 30 June 2024, we had cash and cash equivalents of RMB198.9 million, term deposit of RMB684.8 million and restricted cash of RMB92.0 million, compared to the balance of RMB259.6 million, RMB757.9 million and RMB21.8 million, respectively as of 31 December 2023.

## BUSINESS REVIEW AND OUTLOOK

### Business Review

We are one of the leading marketing solution providers in interior design and construction industry in China, with the mission of “helping users achieve beautiful living scenarios easily, reassuringly and cost-effectively”, and are committed to providing a series of solutions for interior design and construction service providers to meet their diversified needs by promoting the digital upgrading of the interior design and construction industry. Our goal is to provide a SaaS-based mutually beneficial ecosystem for users and interior design and construction service providers, and attract more users by empowering our merchants, so as to achieve a win-win situation for both parties.

In the first half of 2024, the real estate market underwent a series of adjustments, and the interior design and construction market was also affected. The new housing market continued to adjust, which in turn affected the interior design and construction market closely related to real estate. Despite further policy relaxation after May, the real estate market is still in a slow recovery and adjustment phase. The adjustment of the real estate market and the uncertainty of housing prices have affected consumer confidence and have a certain inhibitory effect on consumer decoration needs.

As a related enterprise in the real estate industry, our performance has been under great pressure. With the downturn in consumer demand, the number of sales leads has decreased, and the revenue from SaaS and Marketing Service Business has decreased by 22.7% to RMB174.2 million year-on-year; our Interior Design and Construction Business has increased by 52.2%, contributing revenue of RMB385.4 million, mainly from the public decoration business, which achieved revenue of RMB337.0 million in the first half of 2024, an increase of 61.0% year-on-year.

As a result of above, the total revenue increased by 16.9% from RMB497.0 million for the six months ended 30 June 2023 to RMB580.9 million for the six months ended 30 June 2024. In addition, in the first half of 2024, we continued to implement cost reduction and efficiency enhancement policies, comprehensively improving the efficiency of capital utilization, providing solid financial support for all businesses.

## Chairman's Statement

- **SaaS and Marketing Service Business**

In the first half of 2024, China's real estate market has demonstrated a similar trend of consumer demand to that of 2023, with market performance showing a differentiated trend. In mega-cities (such as Beijing and Shanghai), due to the high base of housing prices, the decision-making cycle of consumers has been significantly extended, and strict budget control has become the norm. However, users in other cities have seen an increase in the transaction scale of the existing housing market due to the decline in housing prices, and their decoration needs have grown significantly, but they are sensitive to prices and pursue cost-effectiveness first, which leads to intensified competition among interior design and construction service providers, and profit margins have been further compressed.

Overall, as of June 30, 2024, the number of sales leads was 338,870, representing a year-on-year decrease of 22.5% compared to 437,031 the same period in 2023. As a result, our revenue from SaaS and Marketing service in the first half of 2024 amounted to RMB174.2 million, representing a decrease of 22.7% compared to the previous year. This decrease was primarily due to a decline in the number of sales leads.

From the user side, we focus on user experience, increased our marketing budget in new media, continued to popularize decoration knowledge and recommend interior design and construction service providers to users through content marketing methods such as short videos and live broadcasts; Additionally, we introduce the "Qijabao" service, which provides users with professional renovation managers offering one-stop management services throughout the renovation process. This aims to provide users with a reliable and cost-effective renovation service.

From the merchant side, we continuously empower merchants in their operations by optimizing products to improve the contract conversion rate and enhancing their operational efficiency, gradually restoring their confidence.

- **Interior Design and Construction Business**

In the first half of 2024, our revenue from Interior Design and Construction continued to grow, achieving RMB385.4 million, with an increase of 52.2% year-on-year.

In terms of home decoration business, we position in providing mid-to-high-end home decoration services, mainly targeting users with high purchasing power in second-tier and third-tier cities. We are committed to providing users with one-stop home decoration solutions.

To ensure a healthier development of this business, we have invested more effort in construction management, solidifying our profitability. We always focus on user experience, providing customers with an easily and cost-effectively service experience.

In terms of public decoration business, we mainly provide interior decoration services for real estate fine decoration housing, hotels, commercial real estate, and office spaces. To mitigate the impact of the real estate market on our performance, we have chosen partners with good credit and abundant cash flow to expand our business. We have increased the proportion of interior decoration services for commercial real estate and accelerated the return of funds. In the first half of 2024, the proportion of interior decoration services for real estate fine decoration housing was 17.9%, a decrease of 35.6 percentage points compared to 53.5% in 2023.

- **Innovation and others Business**

The "Supply chain" segment has been combined with "Innovation and others Business" segment last year, which was grouped under "Interior Design and Construction and other Business". We will actively explore more extended business related to the supply chain to enrich the ecosystem of the whole platform.

## Chairman's Statement

### Company Business Outlook

The real estate market in China is still undergoing a period of deep adjustment, the new housing market in first-tier cities is approaching saturation, and the real estate industry is gradually entering the era of existing housing. Existing houses in first-tier and new first-tier cities have entered a peak period of secondary decoration and partial renovation upgrades. Second-hand houses and existing housing will become the focus for home decoration companies to attract customers. Under the demand of population mobility and urbanization, there is still room for development in the new housing market in third- and fourth-tier cities, which will continue to drive the demand for home decoration.

As the real estate market is still slowly warming up and residents' consumption is becoming more rational, eliminating consumers' concerns and shortening the decision-making time for consumers are the main issues the decoration industry will face in the next stage. With the rise of a new generation of consumers, the diversification of media methods, and changes in the market environment, the consumption of home decoration is beginning to shift towards a new ecosystem with comprehensive integration. The information gap in the market is gradually narrowing, and the trend of information transparency in the decoration industry will accelerate the high-quality transformation of home decoration services.

We always adhere to putting the user experience first, exploring more diversified marketing methods to meet consumers' decoration needs, while empowering interior design and construction service providers to improve operational efficiency and work together through the transformation stage.

### DIVIDEND

The Group has always emphasized on shareholders' returns and is willing to share the Company's growth with shareholders. Having considered the Company's profitability, shareholders' returns and future sustainable development, the Board has declared an interim dividend of HKD0.011 per share, in an aggregate of approximately HKD12,600,000 for the six months ended 30 June 2024. The interim dividend is expected to be paid on Monday, 30 September 2024.

### APPRECIATION

I would like to take this opportunity to express my sincere gratitude to all shareholders, investors, business partners and users for their trust in and support to the Group, I would also like to thank our fellow board members, the management and staffs for their efforts and contributions to the Group. In the future, we will continue to drive the Group's growth and maximize value for our shareholders.

#### **Mr. DENG Huajin**

*Chairman*

Shanghai, China  
27 August 2024



# Management Discussion and Analysis

## MANAGEMENT DISCUSSION AND ANALYSIS

(The following information disclosures were based on financial information prepared in accordance with International Accounting Standards 34, 'Interim financial reporting' unless otherwise specified)

	Six months ended 30 June	
	2024 RMB'000	2023 RMB'000
<b>Revenue</b>	<b>580,926</b>	496,976
Cost of sales	<b>(365,043)</b>	(244,719)
<b>Gross profit</b>	<b>215,883</b>	252,257
Selling and marketing expenses	<b>(202,112)</b>	(203,251)
Administrative expenses	<b>(29,991)</b>	(37,685)
Research and development expenses	<b>(15,296)</b>	(19,368)
Net impairment gains/(losses) on financial assets	<b>689</b>	(773)
Other losses – net	<b>(33,572)</b>	(18,765)
<b>Operating loss</b>	<b>(64,399)</b>	(27,585)
Finance income	<b>20,606</b>	19,794
Finance costs	<b>(3,445)</b>	(2,087)
Finance income – net	<b>17,161</b>	17,707
Share of results of investments accounted for using the equity method	<b>934</b>	(2,678)
<b>Loss before income tax</b>	<b>(46,304)</b>	(12,556)
Income tax expenses	<b>(266)</b>	(4,041)
<b>Loss for the period</b>	<b>(46,570)</b>	(16,597)
<b>Loss attributable to:</b>		
Equity holders of the Company	<b>(48,663)</b>	(16,322)
Non-controlling interests	<b>2,093</b>	(275)
	<b>(46,570)</b>	(16,597)
<b>Non-IFRS measure</b>		
Adjusted net (loss)/profit attributable to equity holders of the Company	<b>(12,808)</b>	8,202

## Management Discussion and Analysis

### REVENUE

Total revenue increased by 16.9% from RMB497.0 million for the six months ended 30 June 2023 to RMB580.9 million for the six months ended 30 June 2024, primarily due to an increase in the revenue from public decoration service by 61.0% to RMB337.0 million, which offset some of the decline in the revenue from SaaS and Marketing Service.

The following table sets forth a breakdown of our revenue by segment during the periods indicated:

	Six months ended 30 June			
	2024		2023 (restated)	
	Amount RMB'000	% of total revenue	Amount RMB'000	% of total revenue
SaaS and Marketing Service Business	174,237	30.0%	225,341	45.3%
Interior Design and Construction and others Business	406,689	70.0%	271,635	54.7%
Total	580,926	100.0%	496,976	100.0%

Note: We had reorganized its business segments to better allocate resources and assess performance of the operating segments last year. The "Supply chain" segment had been combined with "Innovation and others Business" segment, which was grouped under "Interior Design and Construction and other Business". The segment information for the six months ended 30 June 2023 had been restated accordingly.

#### SaaS and Marketing Service Business

Revenue from SaaS and Marketing Service Business decreased by 22.7% from RMB225.3 million for the six months ended 30 June 2023 to RMB174.2 million for the six months ended 30 June 2024, the decrease in revenue was due to a decline in the number of sales leads, which decreased from 437,031 to 338,870.

#### Interior Design and Construction and others Business

##### – Interior Design and Construction Business

We operated three full-service Interior Design and Construction brands, namely "Brausen", "Jumei" and "Youzi", which were all operated under the self-operated model but targeting at different customer segments. Revenue from Interior Design and Construction increased by 52.2% from RMB253.2 million for the six months ended 30 June 2023 to RMB385.4 million for the six months ended 30 June 2024.

The revenue from Interior Design and Construction of our overall decoration brand "Brausen" increased by 31.7% from RMB34.7 million for the six months ended 30 June 2023 to RMB45.7 million for the six months ended 30 June 2024, primarily attributed to the expansion in Nanchang, Wuhan and Foshan during the second half of 2023. During the first half of this year, the business had achieved contract value of RMB40.3 million.

## Management Discussion and Analysis

The revenue from Interior Design and Construction of the brand “Jumei”, which provided interior decoration services for real estate fine decoration housing, hotels, commercial real estate and office spaces, increased by 61.0% from RMB209.3 million for the six months ended 30 June 2023 to RMB337.0 million for the six months ended 30 June 2024. The significant growth was attributed to our implementation of the strategy to gradually transition towards the interior decoration services for commercial real estate, coupled with continuous expansion in this segment, resulting in a significant increase of 257.8% in revenue from interior decoration services for commercial real estate, from RMB68.4 million for the six months ended 30 June 2023 to RMB244.7 million for the same period in 2024. During the first half of this year, the overall business had achieved contract value of RMB266.7 million.

The revenue from Interior Design and Construction of our partial decoration brand “Youzi” decreased from RMB9.1 million for the six months ended 30 June 2023 to RMB2.7 million for the six months ended 30 June 2024. We are still continuously exploring the sustainable development of this business.

### – Innovation and others Business

Innovation and others business, mainly includes Supply Chain Service, B2C export e-commerce business and other business, generated revenues of RMB9.7 million, RMB11.4 million and RMB0.2 million respectively in the first half of this year. These businesses represent an important part of our diversified revenue streams.

## COST OF SALES

Cost of sales increased by 49.2% to RMB365.0 million for the six months ended 30 June 2024, compared to RMB244.7 million for the six months ended 30 June 2023, of which Interior Design and Construction Business accounted for the main part.

### SaaS and Marketing Service Business

Cost of sales of our SaaS and Marketing Service Business decreased by 30.5% from RMB6.6 million for the six months ended 30 June 2023 to RMB4.6 million for the six months ended 30 June 2024, primarily due to the decrease in operating service cost for this segment.

## Interior Design and Construction and others Business

### – Interior Design and Construction Business

Cost from Interior Design and Construction Business increased by 55.8% from RMB220.3 million for the six months ended 30 June 2023 to RMB343.2 million for the six months ended 30 June 2024. The increase in cost from IDC business was primarily attributable to an increase in the consumption of the raw materials and labor costs resulting from the increase of approximately 52.2% in revenue as compared with that of the corresponding period.

### – Innovation and others Business

Cost from Innovation and others Business decreased by 3.3% from RMB17.9 million for the six months ended 30 June 2023 to RMB17.3 million for the six months ended 30 June 2024, primarily due to the decrease in material costs for the segment from Supply Chain Service.

## Management Discussion and Analysis

### GROSS PROFIT AND GROSS PROFIT MARGIN

As a result of the foregoing, our total gross profit decreased by 14.4% from RMB252.3 million for the six months ended 30 June 2023 to RMB215.9 million for the six months ended 30 June 2024.

Our overall gross profit margin decreased from 50.8% for the six months ended 30 June 2023 to 37.2% for the six months ended 30 June 2024. The primary reason for the decrease in the overall gross profit margin was the year-on-year growth of the revenue from our Interior Design and Construction Business with lower gross margin. Correspondingly, the proportion of this revenue increased to 66.3% for the six months ended 30 June 2024, compared to 50.9% in the corresponding period of 2023.

	Six months ended 30 June			
	2024		2023 (restated)	
	Amount RMB'000	Gross Margin %	Amount RMB'000	Gross Margin %
SaaS and Marketing Service Business	169,677	97.4%	218,780	97.1%
Interior Design and Construction and others Business	46,206	11.4%	33,477	12.3%
	215,883	37.2%	252,257	50.8%

#### SaaS and Marketing Service Business

Our gross profit margin from SaaS and Marketing Service Business, which is our core business, still stabilized at approximately 97.4% for the six months ended 30 June 2024, as compared to 97.1% for the six months ended 30 June 2023.

#### Interior Design and Construction and others Business

##### – Interior Design and Construction Business

The gross profit margin from our Interior Design and Construction decreased from 13.0% for the six months ended 30 June 2023 to 11.0% for the six months ended 30 June 2024, primarily due to the decline in the gross profit margin of the “Jumei” business, which accounted for a significant portion of the IDC service revenue. Specifically, the gross profit margin of “Jumei” dropped from 8.8% in the first half of 2023 to 7.5% in the first half of 2024.

##### – Innovation and others Business

The gross profit margin from our Innovation and others Business increased from 3.3% for the six months ended 30 June 2023 to 18.8% for the six months ended 30 June 2024 primary due to the higher gross profit margin of our new business, which was established in the second half of 2023.

### SELLING AND MARKETING EXPENSES

Our selling and marketing expenses primarily comprised advertising and promotion expenses, salaries and benefits (including share-based compensation expenses) for sales personnel, labor cost and other expenses associated with our selling and marketing activities. Our selling and marketing expenses as a percentage of revenue decreased from 40.9% for the six months ended 30 June 2023 to 34.8% for the six months ended 30 June 2024, which was primarily attributed to the decrease in the salaries and benefits.

## Management Discussion and Analysis

### ADMINISTRATIVE EXPENSES

Our administrative expenses primarily comprised salaries and benefits (including share-based compensation expenses) for our administrative personnel, labor cost, professional fee and other expenses. Our administrative expenses decreased by 20.4% from RMB37.7 million for the six months ended 30 June 2023 to RMB30.0 million for the six months ended 30 June 2024, mainly attributed to the decrease in the salaries and benefits.

### RESEARCH AND DEVELOPMENT EXPENSES

Our research and development expenses primarily comprised salaries and benefits for research and development personnel, office rental and other expenses associated with our research and development activities. Our research and development expenses decreased by 21.0% from RMB19.4 million for the six months ended 30 June 2023 to RMB15.3 million for the six months ended 30 June 2024, mainly attributed to the decrease in the salaries and benefits.

### NET IMPAIRMENT GAINS ON FINANCIAL ASSETS

Our net impairment gains on financial assets were RMB0.7 million for the six months ended 30 June 2024, primarily due to the normalization of cash collections from some of our public renovation projects, which led to a reduction in the expected credit losses related to the accounts receivable and contract assets within our public renovation business for this period. After assessment by the management of the Company, the net impairment gains on financial assets mainly of public renovation business was RMB1.0 million for the six months ended 30 June 2024.

### OTHER LOSSES – NET

Other net losses were RMB33.6 million for the six months ended 30 June 2024. It was mainly due to (i) impairment loss on investments accounted for using the equity method of RMB30.5 million, and (ii) loss on investment on financial assets at fair value through profit or loss of RMB4.0 million.

### FINANCE INCOME – NET

Our finance income for the six months ended 30 June 2024 was mainly due to the interest income from our term deposits.

### SHARE OF NET PROFIT OF INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Our share of net profit of investments accounted for using the equity method for the six months ended 30 June 2024 was mainly due to the operating profit picked up from investees.

### INCOME TAX EXPENSES

Our income tax expenses for the six months ended 30 June 2024 was RMB0.3 million mainly generated from the operating profits of certain companies.

## Management Discussion and Analysis

### **(LOSS)/PROFIT AND NON-IFRS MEASURES: ADJUSTED NET (LOSS)/PROFIT ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY**

As a result of the foregoing, our net loss was RMB46.6 million for the six months ended 30 June 2024, as compared to net loss of RMB16.6 million for the six months ended 30 June 2023.

To supplement our unaudited interim results, which is presented in accordance with IFRS, we also use adjusted net (loss)/profit attributable to equity holders of the Company as an additional financial measure, which is not required by, or presented in accordance with IFRS. The term “adjusted net (loss)/profit attributable to equity holders of the Company” is not defined under IFRS. We believe that this additional financial measure facilitates comparisons of operating performance from period to period and company to company by eliminating potential impacts of items that our management do not consider to be indicative of our operating performance. We believe that this measure provides useful information to investors and others in understanding and evaluating our consolidated results of operations in the same manner as they help our management. However, our presentation of the “adjusted net (loss)/profit attributable to equity holders of the Company” may not be comparable to a similarly titled measure presented by other companies. The use of this non-IFRS measure has limitations as an analytical tool, and should not be considered in isolation from, or as substitute for analysis of, our results of operations or financial condition as reported under IFRSs.

Our adjusted net loss attributable to equity holders of the Company was RMB12.8 million for the six months ended 30 June 2024. The adjusted net loss attributable to equity holders of the Company was mainly generated from the net losses in IDC business and Innovation and others Business.

The following table reconciled our adjusted net (loss)/profit attributable to equity holders of the Company for the six months ended 30 June 2024 and 2023 to the most directly comparable financial measure calculated and presented in accordance with IFRS:

	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Net loss attributable to equity holders of the Company for the period	<b>(48,663)</b>	(16,322)
Impairment loss on investments accounted for using the equity method	<b>30,487</b>	22,808
Share-based compensation expenses	<b>93</b>	278
Net fair value change on investment on financial assets at fair value through profit or loss, which exclude wealth management products and others	<b>5,275</b>	1,438
<b>Adjusted net (loss)/profit attributable to equity holders of the Company</b>	<b>(12,808)</b>	8,202

### **LIQUIDITY AND FINANCIAL RESOURCES**

We had historically funded our cash requirements principally from capital contribution from shareholders and financing through issuance and bank borrowings. We had cash and cash equivalents of RMB198.9 million, term deposits of RMB684.8 million and restricted cash of RMB92.0 million as of 30 June 2024, compared to the balance of cash and cash equivalents, term deposits and restricted cash of RMB259.6 million, RMB757.9 million and RMB21.8 million as of 31 December 2023, respectively. We still maintained a strong cash and other liquid financial resources at RMB975.6 million as of 30 June 2024.

## Management Discussion and Analysis

The following table sets forth a summary of cash and other liquid financial resources for the periods indicated:

	<b>30 June 2024</b>	31 December 2023
	<b>RMB'000</b>	RMB'000
Cash and cash equivalents	<b>198,880</b>	259,612
Term deposits	<b>684,775</b>	757,906
Restricted cash	<b>91,988</b>	21,779
<b>Cash and other liquid financial resources</b>	<b>975,643</b>	1,039,297

Cash and cash equivalents includes cash in hand and deposits held at call with banks. Restricted cash mainly represented bank regulatory account. Term deposits are bank deposits with original maturities over three months and redeemable on maturity. Most of our cash and cash equivalents, restricted cash and term deposits are denominated in the USD, RMB and HKD.

The following table sets forth our cash flows for the periods indicated:

	<b>Six months ended 30 June</b>	
	<b>2024</b>	2023
	<b>RMB'000</b>	RMB'000
Net cash generated from/(used in) operating activities	<b>36,559</b>	(29,351)
Net cash generated from/(used in) investing activities	<b>62,019</b>	(164,135)
Net cash (used in)/generated from financing activities	<b>(162,864)</b>	17,510
Net decrease in cash and cash equivalents	<b>(64,286)</b>	(175,976)
Effect on exchange rate difference	<b>3,554</b>	320
Cash and cash equivalents at the beginning of the period	<b>259,612</b>	445,429
Cash and cash equivalents at the end of the period	<b>198,880</b>	269,773

### NET CASH GENERATED FROM OPERATING ACTIVITIES

For the six months ended 30 June 2024, our net cash generated from operating activities was RMB36.6 million, which was primarily attributable to our loss before income tax of RMB46.3 million, as adjusted by (i) non-cash items, which primarily comprised depreciation and amortization of RMB10.0 million, impairment loss on investment in associate of RMB30.5 million, loss on investment on financial assets at fair value through profit or loss of RMB4.0 million and net finance income of RMB17.2 million; and (ii) changes in working capital, which primarily comprised a decrease in FVOCI of RMB113.2 million, an increase in trade and other receivables of RMB4.0 million, an increase in contract assets of RMB69.7 million, an increase in restricted cash of RMB70.2 million, and an increase in trade and other payables and contract liabilities of RMB85.7 million.

### NET CASH GENERATED FROM INVESTING ACTIVITIES

For the six months ended 30 June 2024, our net cash generated from investing activities was RMB62.0 million, which was mainly attributable to proceeds from disposals of financial assets at fair value through profit or loss of RMB108.4 million, net decrease in term deposits of RMB84.6 million, and interest received from term deposits of RMB7.3 million; partially offset by purchase of financial assets at fair value through profit or loss of RMB140.8 million.

## Management Discussion and Analysis

### NET CASH USED IN FINANCING ACTIVITIES

For the six months ended 30 June 2024, net cash used in financing activities was RMB162.9 million, which was mainly attributable to a net decline of RMB108.6 million in other loans, which were the secured borrowings associated with factoring arrangements of the trade receivables and FVOCI, repayment of bank borrowings of RMB48.1 million and dividends paid to the company's shareholders of RMB13.8 million, partially offset by proceeds from bank borrowings of RMB13.1 million.

### TRADE AND OTHER RECEIVABLES AND ADVANCES TO SUPPLIERS

Trade and other receivables and advances to suppliers slightly increased from RMB172.2 million as of 31 December 2023 to RMB175.4 million as of 30 June 2024, primarily because we have intensified our efforts in collecting payments from our IDC business, thereby effectively controlling the inflow of accounts receivable.

### TRADE AND OTHER PAYABLES

Trade and other payables increased by 31.8% from RMB418.3 million as of 31 December 2023 to RMB551.6 million as of 30 June 2024, primarily due to (i) increase of deposits payables of RMB95.9 million, which was mainly represent security deposits from users of our escrow payment services, and (ii) increase of trade payables from building materials suppliers of RMB43.9 million caused by the expansion of the IDC business.

### BORROWINGS

During the Reporting Period, short-term borrowings are comprised of bank borrowings and other loans, with balance of RMB18.0 million and RMB51.0 million respectively. Borrowings decreased by 67.6% from RMB212.8 million as of 31 December 2023 to RMB69.0 million as of 30 June 2024, primarily due to (i) a reduction of RMB108.6 million in other loans, which were the secured borrowings associated with factoring arrangements of the trade receivables and FVOCI with Qijia Jumei (Suzhou) Refined Construction Technology Co., Ltd, and (ii) the repayment of RMB30.0 million in bank loans borrowed by Shanghai Qiyi Information Technology Co., Ltd..

As of 30 June 2024, we had total bank borrowings principal of RMB18.0 million and the weighted average interest rate of the borrowings was 3.45% per annum. Among them, (i) RMB5.0 million of which was shared guaranteed by Shanghai Qiyi Information Technology Co., Ltd., Mr. Yang Weihang, who is the non-controlling shareholder of Qijia Jumei (Suzhou) Refined Construction Technology Co., Ltd. and Mrs. Zhang Fan, who is the wife of Mr. Yang Weihang, and (ii) RMB13.0 million of which was pledged by the property owned by Mrs. Zhang Fan.

### GEARING RATIO

Our gearing ratio is calculated as total borrowing divided by total equity attributable to equity holders of the Company. As of 30 June 2024, due to the balance of the Group's other loans of approximately RMB51.0 million, which were the secured borrowings associated with factoring arrangements of the trade receivables and FVOCI, resulting in a gearing ratio of 7.1% (as of 31 December 2023: 20.6%).

### TREASURY POLICY

We have adopted a prudent financial management approach towards our treasury policies and thus maintained a healthy liquidity position throughout the six months ended 30 June 2024. To manage the liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.



## Management Discussion and Analysis

### CAPITAL EXPENDITURE

	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Purchase of property and equipment	648	4,218
Purchase of intangible assets	5	848
<b>Total</b>	<b>653</b>	<b>5,066</b>

Our capital expenditures were mainly used for the acquisition of property and equipment such as leasehold improvement, servers and computers.

### SIGNIFICANT INVESTMENT HELD

As of 30 June 2024, the Group had the following significant investment held with a value of 5% or more of the Group's total assets which was classified as investment accounted for using the equity method:

Name of the investment	Investment costs	Net book value as at 30 June 2024	Number of shares of investment held as at 30 June 2024	Percentage of investment held as at 30 June 2024 (%)	Performance/	Performance/	Performance/	Size as
					Change in share of results of investment accounted for using the Equity method for the six months ended 30 June 2024			
	RMB'000	RMB'000			RMB'000	RMB'000	RMB'000	
Guangzhou Seagull Kitchen and Bath Products Co. Ltd. (廣州海鷗住宅工業股份有限公司, "Seagull")	242,834	126,505	39,720,000	6.20%	934	(833)	(30,487)	7.2%

## Management Discussion and Analysis

### DESCRIPTION OF THE INVESTMENT

In 2014, we made a minority investment in Guangzhou Seagull Kitchen and Bath Products Co. Ltd. (“**Seagull**”), a PRC company listed on the Shenzhen Stock Exchange (Stock code: 002084) that engages in the production and sale of high-end plumbing equipment and hardware. The investment in Seagull is not held for trading. We believe that we enjoyed strategic and synergic benefits from our investment and consider it as strategic investment. We will review our investment strategy regularly in response to the changes in market situation. The financial performance of this company has stabilized but still fell short of original projection and lowered the expectation to its future profitability and consequently affected the valuation conducted by independent valuer. As of 30 June 2024, except for the aforementioned investment, there were no other investments held with a value of 5% or more of the Group’s total assets.

### FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

As of 30 June 2024, the Group had current financial assets at fair value through profit or loss of approximately RMB72.4 million (31 December 2023: approximately RMB44.0 million), mainly comprised (i) investments in wealth management products of approximately RMB61.2 million (31 December 2023: approximately RMB27.3 million); and (ii) investments in listed companies of approximately RMB11.2 million (31 December 2023: approximately RMB16.8 million).

	<b>As at 30 June 2024 RMB’000</b>	As at 31 December 2023 RMB’000
<b>Financial assets at fair value through profit or loss</b>		
<b>Current</b>		
Wealth management products <sup>(1)</sup>	<b>61,168</b>	27,282
Investments in listed companies	<b>11,200</b>	16,752
<b>Total</b>	<b>72,368</b>	44,034

(1) Wealth management products increased from RMB27.3 million as at 31 December 2023 to RMB61.2 million as at 30 June 2024, mainly in order to diversify investment risks and enable some funds to achieve higher returns.

## Management Discussion and Analysis

### LONG-TERM INVESTMENT ACTIVITIES

	<b>As at 30 June 2024 RMB'000</b>	As at 31 December 2023 RMB'000
Investments accounted for using the equity method	<b>128,474</b>	162,024
<b>Total</b>	<b>128,474</b>	162,024

We have made non-controlling interests in investments that we believe have technologies or businesses that supplement and benefit our business. Some of the investments we made were companies that do not generate meaningful revenue and profits yet. It is therefore difficult to determine the success of these investments in such early stage, and while successful investments could generate substantial returns, unsuccessful ones may need to be impaired.

As of 30 June 2024, the decrease of long-term investment activities came from the decrease in the fair value of our investment company.

### FOREIGN EXCHANGE RISK

Foreign exchange risk arises when future commercial transactions or recognized assets and liabilities are denominated in a currency that is not the Group entities' functional currencies. Our Company's functional currency is USD. Our Company's primary subsidiaries were incorporated in the PRC and these subsidiaries use RMB as their functional currency. Our Group operates mainly in the PRC with most of the transactions settled in RMB. As a result, management considers that the business is not exposed to any significant foreign exchange risk as there are no significant financial assets or liabilities of our Group are denominated in the currencies other than the respective functional currencies of our Group's entities. Hence, we currently do not hedge or consider necessary to hedge any of these risks.

### CONTINGENT LIABILITIES

As of 30 June 2024, we did not have any material contingent liabilities.

## Other Information

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

As of 30 June 2024, the interests and short positions of the Directors and chief executive of the Company in the Shares, underlying shares or debentures of the Company and any of its associated corporations (within the meaning of Part XV of 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 those taken or deemed as their interests and short position in accordance with such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register kept by the Company referred to therein, or which were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange were as follows:

#### (i) Interest in Shares of the Company

Name of Director	Nature of interest	Number of ordinary Shares	Total number of Shares	Approximate percentage of the issued voting Shares of the Company
Mr. Deng <sup>(1)</sup>	Interest in controlled corporation and interest of spouse	308,377,140	308,377,140	26.93%
Ms. Sun Jie <sup>(2)</sup>	Interest in controlled corporation and interest of spouse	308,377,140	308,377,140	26.93%
Mr. Tian Yuan <sup>(3)</sup>	Interest in controlled corporation	4,578,876	4,578,876	0.40%
Mr. Gabriel Li <sup>(4)</sup>	Interest of spouse	100,000,000	100,000,000	8.73%

Notes:

- (1) Mr. Deng holds 100% equity interests of Qeeka Holding, which in turn directly holds 294,789,530 Shares. Accordingly, Mr. Deng is deemed to be interested in the 294,789,530 Shares held by Qeeka Holding. Mr. Deng is the spouse of Ms. Sun Jie ("**Ms. Sun**"), and is deemed to be interested in the 13,587,610 Shares of Ms. Sun held through Qeeka Sunjie Home Holding Limited ("**Sunjie Home**"), representing approximately 1.19% interest in the Company.
- (2) Ms. Sun wholly-owns Qeeka Sunjie Home Holding Limited and is deemed to be interested in the 13,587,610 shares in the Company held by Qeeka Sunjie Home Holding Limited under the SFO. In addition, Ms. Sun is the spouse of Mr. Deng and is therefore deemed to be interested in the 294,789,530 shares in the Company of Mr. Deng held through Qeeka Holding.
- (3) Mr. Tian Yuan holds 100% equity interests of Qeeka Tianyuan Home Holding Limited ("**Tianyuan Home**"), which in turn directly holds 4,578,876 Shares. Accordingly, Mr. Tian Yuan is deemed to be interested in the 4,578,876 Shares held by Tianyuan Home.
- (4) Mr. Gabriel Li is the spouse of Ms. Lam Lai Ming ("**Ms. Lam**"), and is deemed to be interested in the Shares held by Ms. Lam in Clinton Global Limited, it directly holds 100,000,000 Shares. Clinton Global Limited is owned as to 95% by Orchid Asia VI, L.P. and as to 5% by Orchid Asia V Co-Investment Limited. The general partner of Orchid Asia VI, L.P. is OAVI Holdings, L.P. and the general partner of OAVI Holdings, L.P. is Orchid Asia VI GP, Limited, a company which is indirectly wholly-owned by Ms. Lam. Orchid Asia V Co-Investment Limited is wholly controlled by Ms. Lam.

## Other Information

Save as disclosed above, as of 30 June 2024, none of the Directors and chief executives of the Company has any interest or short position in the Shares, underlying Shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to Model Code.

### (ii) Interest in associated corporations

Save as disclosed above, so far as the Directors are aware, as at 30 June 2024, none of the Directors or chief executive of the Company and their respective associates had any interest or short positions in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) (i) which will be required, pursuant to Section 352 of the SFO, to be recorded in the register kept by the Company, or (ii) which will be required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

## SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

So far as the Directors are aware, as at 30 June 2024, the following persons had interest or short positions in the shares of the Company which would be required to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which will be required, pursuant to Section 336 of the SFO, to be recorded in the register kept by the Company:

Name of Shareholders	Nature of interest	Number of shares <sup>(1)</sup>	Approximate percentage of shareholding in the Company
Mr. Deng <sup>(2)</sup>	Interest in a controlled corporation and interest of spouse	308,377,140 (L)	26.93%
Ms. Sun <sup>(3)</sup>	Interest in a controlled corporation and interest of spouse	308,377,140 (L)	26.93%
Qeeka Holding <sup>(2)</sup>	Beneficial owner	294,789,530 (L)	25.75%
Suzhou Oriza Holdings Co., Ltd. <sup>(4)(5)</sup>	Interest in a controlled corporation	185,246,080 (L)	16.18%
Suzhou Industrial Park Economic Development Co., Ltd. <sup>(4)(5)</sup>	Interest in a controlled corporation	185,246,080 (L)	16.18%
Suzhou Industrial Park Administrative Committee <sup>(4)(5)</sup>	Interest in a controlled corporation	185,246,080 (L)	16.18%
Baidu HK <sup>(6)</sup>	Beneficial owner	124,981,861 (L)	10.92%
Baidu Holdings Limited <sup>(6)</sup>	Interest in a controlled corporation	124,981,861 (L)	10.92%
Baidu, Inc. <sup>(6)</sup>	Interest in a controlled corporation	124,981,861 (L)	10.92%
Teng Yue Partners GP, LLC <sup>(7)</sup>	Interest in a controlled corporation	105,186,500 (L)	9.19%
Teng Yue Partners Holdings GP, LLC <sup>(7)</sup>	Interest in a controlled corporation	105,186,500 (L)	9.19%
Teng Yue Partners Holdings, LLC <sup>(7)</sup>	Interest in a controlled corporation	105,186,500 (L)	9.19%
Teng Yue Partners Master Fund, L.P. <sup>(7)</sup>	Beneficial owner	105,186,500 (L)	9.19%
Teng Yue Partners, L.P. <sup>(7)</sup>	Investment manager	105,186,500 (L)	9.19%
Mr. Li Tao <sup>(7)</sup>	Interest in a controlled corporation	105,186,500 (L)	9.19%
Hua Yuan International <sup>(4)</sup>	Beneficial owner	101,912,750 (L)	8.90%
China-Singapore Suzhou Industrial Park Ventures Co., Ltd. <sup>(4)</sup>	Interest in a controlled corporation	101,912,750 (L)	8.90%

## Other Information

Name of Shareholders	Nature of interest	Number of shares <sup>(1)</sup>	Approximate percentage of shareholding in the Company
Clinton Global Limited <sup>(6)</sup>	Beneficial owner	100,000,000 (L)	8.73%
Areo Holdings Limited <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
Mr. Gabriel Li <sup>(6)</sup>	Interest of spouse	100,000,000 (L)	8.73%
Ms. Lam Lai Ming <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
OAVI Holdings, L.P. <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
Orchid Asia V Group Management, Limited <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
Orchid Asia V Group, Limited <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
Orchid Asia VI GP, Limited <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
Orchid Asia VI, L.P. <sup>(6)</sup>	Interest in a controlled corporation	100,000,000 (L)	8.73%
SIP Oriza <sup>(5)</sup>	Beneficial owner	83,333,330 (L)	7.28%
Mr. Yao Hua <sup>(5)</sup>	Interest in a controlled corporation	83,333,330 (L)	7.28%
SIP Oriza PE Fund Management Co., Ltd. <sup>(5)</sup>	Interest in a controlled corporation	83,333,330 (L)	7.28%
SIP Oriza Jingfeng Equity Investment Management Co., Ltd. <sup>(5)</sup>	Interest in a controlled corporation	83,333,330 (L)	7.28%

### Notes:

- (1) The letter "L" denotes the person's long position in the Shares.
- (2) Qeeka Holding is wholly-owned by Mr. Deng, therefore Mr. Deng is deemed to be interested in the 294,789,530 Shares held by Qeeka Holding under the SFO. In addition, Mr. Deng is the spouse of Ms. Sun and therefore is deemed to be interested in the 13,587,610 Shares of Ms. Sun held through Sunjie Home under the SFO.
- (3) Qeeka Sunjie Home Holding Limited is wholly-owned by Ms. Sun, therefore Ms. Sun is deemed to be interested in the 13,587,610 Shares held by Sunjie Home under the SFO. In addition, Ms. Sun is the spouse of Mr. Deng and is therefore deemed to be interested in the 294,789,530 Shares of Mr. Deng held through Qeeka Holding under the SFO.
- (4) Hua Yuan International Limited is wholly-owned by China-Singapore Suzhou Industrial Park Ventures Co., Ltd., which is wholly – owned by Suzhou Oriza Holdings Co., Ltd., which is owned as to 60% by Suzhou Industrial Park Economic Development Co., Ltd., as to 20% by Suzhou Industrial Park State-owned Assets Holding Development Co., Ltd. and as to 20% by Jiangsu Guoxin Investment Group Limited. Suzhou Industrial Park Economic Development Co., Ltd. is majority-owned by Suzhou Industrial Park Administrative Committee. Under the SFO, China-Singapore Suzhou Industrial Park Ventures Co., Ltd., Suzhou Oriza Holdings Co., Ltd., Suzhou Industrial Park Economic Development Co., Ltd. and Suzhou Industrial Park Administrative Committee are deemed to be interested in the Shares held by Hua Yuan International Limited.
- (5) The general partner of SIP Oriza is SIP Oriza PE Fund Management Co., Ltd., which is owned as to 51% by SIP Oriza Jingfeng Equity Investment Management Co., Ltd. and as to 49% by Suzhou Oriza Holdings Co., Ltd. SIP Oriza Jingfeng Equity Investment Management Co., Ltd. is owned as to 44.19% by Yao Hua. Suzhou Oriza Holdings Co., Ltd. is owned as to 60% by Suzhou Industrial Park Economic Development Co., Ltd., as to 20% by Suzhou Industrial Park State-owned Assets Holding Development Co., Ltd. and as to 20% by Jiangsu Guoxin Investment Group Limited. Suzhou Industrial Park Economic Development Co., Ltd. is majority owned by Suzhou Industrial Park Administrative Committee. Under the SFO, SIP Oriza PE Fund Management Co., Ltd., SIP Oriza Jingfeng Equity Investment Management Co., Ltd., Suzhou Oriza Holdings Co., Ltd., Yao Hua, Suzhou Industrial Park Economic Development Co., Ltd. and Suzhou Industrial Park Administrative Committee are deemed to be interested in the Shares held by SIP Oriza.

## Other Information

- (6) Baidu (Hong Kong) Limited is an investment holding company wholly-owned by Baidu Holdings Limited, which is wholly-owned by Baidu, Inc., a company listed on the Nasdaq Stock Market and Hong Kong Stock Market (NASDAQ: BIDU; HKEX: 9888). Under the SFO, Baidu, Inc. and Baidu Holdings Limited are deemed to be interested in the Shares held by Baidu (Hong Kong) Limited.
- (7) Teng Yue Partners Master Fund, L.P., holds 105,186,500 Shares, which is wholly owned by Teng Yue Partners GP, LLC. Teng Yue Partners GP, LLC. is wholly owned by Teng Yue Partners Holdings GP, LLC, a company which is owned as to 99% by Mr. Li Tao. Teng Yue Partners, L.P. is wholly owned by Teng Yue Partners Holdings, LLC, a company which is owned as to 99% by Mr. Li Tao. Accordingly, based on the above disclosure, Teng Yue Partners Master Fund, L.P., Teng Yue Partners GP, LLC, Teng Yue Partners Holdings GP, LLC, Teng Yue Partners Holdings, LLC, Teng Yue Partners, L.P. and Mr. Li Tao are deemed to be interested in the Shares held by Teng Yue Partners Master Fund, L.P.
- (8) Clinton Global Limited (previously known as Orchid Asia) is owned as to 95% by Orchid Asia VI, L.P., and as to 5% by Orchid Asia V Co-Investment Limited. The general partner of Orchid Asia VI, L.P. is OAVI Holdings, L.P., and the general partner of OAVI Holdings, L.P. is Orchid Asia VI GP, Limited. Orchid Asia VI GP, Limited is wholly owned by Orchid Asia V Group Management, Limited, which is wholly owned by Orchid Asia V Group, Limited. Orchid Asia V Group, Limited is wholly owned by Areo Holdings Limited, a company which is wholly owned by Ms. Lam. Under the SFO, Orchid Asia VI, L.P., OAVI Holdings, L.P., Orchid Asia VI GP, Limited, Orchid Asia V Group Management, Limited, Orchid Asia V Group, Limited, Areo Holdings Limited and Ms. Lam are deemed to be interested in the Shares held by Clinton Global Limited. Mr. Gabriel Li is the spouse of Ms. Lam, and is deemed to be interested in the Shares held by Ms. Lam in Clinton Global Limited.

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

During the Reporting Period, the Company had not repurchased Shares on the Stock Exchange.

Save as disclosed above, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities (including sale of treasury shares) during the Reporting Period and up to the date of this report.

As of 30 June 2024, there were no treasury shares (as defined under the Listing Rules) held by the Company.

## 2021 RSU SCHEME

### Restricted Share Unit Scheme

The 2021 RSU Scheme was approved and adopted by the Board on 15 January 2021 (the “**Adoption Date**”). The RSU Scheme does not constitute a share option scheme pursuant to Chapter 17 of the Listing Rules and is a discretionary scheme of the Company. The purposes of the 2021 RSU Scheme are to attract, retain and incentivize the best personnel and senior management of the Group, and to promote the value of the Company by offering these individuals an opportunity to acquire Shares and a proprietary interest in the success of the Company, thereby linking their interests with the Company's performance.

Persons eligible to receive RSUs under the 2021 RSU Scheme are existing employees, directors or officers of the Company (the “**RSU Eligible Persons**”). Our Board selects the RSU Eligible Persons to receive RSUs under the 2021 RSU Scheme at its discretion. There is no maximum entitlement for each RSU Eligible Person under the rules of the 2021 RSU Scheme.

## Other Information

Subject to any termination as may be determined by the Board pursuant to the terms of the rules of the 2021 RSU Scheme (the “**Rules**”), the 2021 RSU Scheme shall be valid and effective for a period of ten (10) years commencing on the Adoption Date. As at 30 June 2024, the remaining life the 2021 RSU Scheme is approximately six and a half (6.5) years.

No Shares shall be subscribed for and/or purchased pursuant to the 2021 RSU Scheme, nor any amounts paid to the Trustee for the purpose of making such a subscription and/or purchase, if as a result of such subscription and/or purchase, the number of Shares administered under the 2021 RSU Scheme and the Pre-IPO Share Option Scheme shall exceed in total 7.5% of the number of the Company’s shares in issue from time to time (the “**Scheme Limit**”).

As at 31 December 2023 and 30 June 2024, the maximum number of RSUs available for grant under the 2021 RSU Scheme was both 50,113,070. No service provider sublimit was set under the 2021 RSU Scheme. As at 30 June 2024 and as at the date of the Interim Report, the total number of Shares in respect of which RSUs may be granted under the 2021 RSU Scheme is 50,113,070 Shares, representing approximately 4.4% of the Shares in issue as at that date.

A Selected Participant shall not have any contingent interest in the Shares which are referable to him until such RSUs have been vested as Shares in accordance with the Rules. Tricor Trust (Hong Kong) Limited was appointed as the Trustee for the administration of the 2021 RSU Scheme (the “**RSU Trustee**”). The Trustee shall hold the Shares awarded until they are vested to the relevant Selected Participants in accordance with the terms of the RSUs.

The vesting criteria of the RSUs is based on the satisfaction of specified criteria relating generally to the Company and the Selected Participant. The Board may from time to time while the 2021 RSU Scheme is in force determine any other vesting criteria or conditions for the RSUs to be vested or credited.

### Details of grant of RSUs under the 2021 RSU Scheme

There were no grants of RSUs during the period ended 30 June 2024. Details of movements in the RSUs previously granted during the period ended 30 June 2024 were as follows:

Grantee (Note 1)	Date of grant	Balance as 01/01/2024	Granted during the period ended 30 June 2024	Vested during the period ended 30 June 2024	Weighted average closing price immediately before the dates on which RSUs were vested (HK\$)	Cancelled during the Reporting Period	Lapsed during the Reporting Period	Balance as at 30/06/2024
Other employee participants	19/03/2021	3,791,000	-	118,783 (Note 2)	0.31	-	1,937,467	1,734,750
<b>Total</b>		3,791,000	-	118,783	0.31	-	1,937,467	1,734,750

Notes:

- (1) None of the directors nor five highest paid individuals have any outstanding RSUs as of 31/12/2023 and during the period ended 30 June 2024.
- (2) The transfers of 118,783 RSUs vested on 31 March 2024 were completed in May 2024.



## Other Information

### Vesting period

RSUs in respect of an aggregate of 28,522,540 Shares and 7,237,221 Shares were granted under the 2021 RSU Scheme on 19 March 2021 and 14 December 2021, respectively. For details, please refer to the announcements issued by the Company dated 22 March 2021 and 14 December 2021, respectively.

Vesting period for the 28,522,540 RSUs granted on 19 March 2021 were as follows:

- a. 4,292,040 RSUs shall vest on 12 August 2021;
- b. 3,435,125 RSUs shall vest on 31 March 2022;
- c. 1,350,000 RSUs shall vest on 1 June 2022;
- d. 3,473,625 RSUs shall vest on 31 March 2023;
- e. 1,575,000 RSUs shall vest on 1 June 2023;
- f. 3,417,625 RSUs shall vest on 31 March 2024;
- g. 1,800,000 RSUs shall vest on 1 June 2024;
- h. 3,354,125 RSUs shall vest on 31 March 2025;
- i. 1,800,000 RSUs shall vest on 1 June 2025; and
- j. 4,025,000 RSUs shall vest on 1 June 2026.

Vesting period for the 7,237,221 RSUs granted on 14 December 2021 were one month following the date of grant, which was 14 January 2022.

### Consideration payable on acceptance and exercise of the RSUs

There were no consideration payable on acceptance of RSUs granted.

Apart from the 11,000,000 RSUs granted to one grantee which was exercisable at HK\$1.00 per Share, other grantees of the RSUs were not required to pay for the exercise of the RSUs. The Board determined the exercise price of these RSUs awarded to this grantee based on the market price of the Shares of the Company with a discount to attract and incentivize the grantee. All the outstanding RSUs of this grantee have lapsed as of 31 December 2022.

## Other Information

### EMPLOYEE, REMUNERATION AND PENSION SCHEME

As of 30 June 2024, the Group had 848 full-time employees, most of whom were based in China, primarily at our headquarters in Shanghai, with the rest based in Beijing, Fuzhou and various other cities in China. The number of employees employed by the Group varies depending on needs and employees are remunerated based on industry practice.

Our success depends on our ability to attract, retain and motivate qualified personnel. As part of our retention strategy, we offer employees competitive salaries, performance-based cash bonuses and other incentives. As required under the PRC regulations, we participate in housing fund and various employee social security plan that are organized by applicable local municipal and provincial governments. Bonuses are generally discretionary and based in part on the overall performance of our business. We have granted and plan to continue to grant share-based incentive awards to our employees in the future to incentivize their contributions to our growth and development.

Since the adoption of the 2021 RSU Scheme, the RSU Trustee has purchased an aggregate of 31,642,000 shares at a total cash consideration of approximately HK\$63.2 million on-market to hold on trust for the benefit of the participants of the 2021 RSU Scheme (the “**RSU Participants**”). Such shares will be used as awards for relevant RSU Participants upon the grant and vesting of RSUs. During the period ended 30 June 2024, the trustee has not made any purchase.

As of 30 June 2024, RSUs in respect of an aggregate of 1,734,750 Shares (representing approximately 0.2% of the total issued share capital of the Company as at the date of this report) granted by the Company under the 2021 RSU Scheme remained outstanding. Further details of the 2021 RSU Scheme, together with, among others, the RSUs granted under the 2021 RSU Scheme, are set out in the section headed “2021 RSU SCHEME” above.

The Company participates in the national pension plans as defined by the laws of the PRC in which it has operations. Subsidiaries within the Group which are established and operate in China are required to provide certain staff pension benefits to their employees under existing regulations of the PRC (the “**PRC Pension Plan**”), whereby the Company is required to make contributions to the PRC Pension Plan based on certain percentages of the eligible employees’ salaries. The Company’s contributions to the PRC Pension Plan are vested fully with the employees upon the contributions are made and hence no forfeited contributions arise when the employees leave the respective plan. Accordingly, no forfeited contribution was utilised during the six months ended 30 June 2024, and as at 30 June 2024, there was no forfeited contribution available which may be used to reduce the Group’s existing level of contributions to the retirement benefit plans (2023: nil).

### MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATED COMPANIES AND JOINT VENTURES

During the Reporting Period, we did not have any material acquisitions and disposals of subsidiaries and joint ventures.

### COMPARATIVE FIGURES

Certain comparative figures have been restated to conform to the current period’s presentation. The new classification of the accounting items are considered to provide a more appropriate presentation of the state of affairs of the Group and provide more relevant information to reflect the Group’s nature of assets, liabilities, income and expenses.

## Other Information

### COMPLIANCE WITH THE CG CODE

The Company is committed to maintaining and promoting stringent corporate governance. The principle of the Company's corporate governance is to promote effective internal control measures, uphold a high standard of ethics, transparency, responsibility and integrity in all aspects of business, to ensure that its affairs are conducted in accordance with applicable laws and regulations and to enhance the transparency and accountability of the Board to all shareholders.

The Company has adopted the principals and code provisions of the CG Code as set out in Appendix C1 to the Listing Rules as the basis of the Company's corporate governance practices.

Save for code provision C.2.1 of part 2 of the CG Code, the Company has complied with all the code provisions as set out in the CG Code during the Reporting Period.

Pursuant to code provision C.2.1 of part 2 of the CG Code, companies listed on the Stock Exchange are expected to comply with, but may choose to deviate from the requirement that the responsibilities between the chairman and the chief executive officer should be segregated and should not be performed by the same individual. The Company does not have separate chairman and chief executive officer and Mr. Deng currently performs these two roles. The Board believes that vesting the roles of both chairman and chief executive officer by the same person has the benefit of ensuring consistent leadership within the Company and enables more effective and efficient overall strategic planning for the Company. The Board considers that the balance of power and authority for the present arrangement will not be impaired and this structure will enable the Company to make and implement decisions promptly and effectively. The Board will continue to review and consider segregating the roles of chairman of the Board and the chief executive officer of the Company at an appropriate time by taking into account the circumstances of the Company as a whole.

Save as the above, the Company has applied the principles and code provisions as set out in the CG Code for the Reporting Period.

### COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as its code of conduct regarding dealings in the securities of the Company since the Listing Date. Having made specific enquiry of all the Directors of the Company, all the Directors confirmed that they have strictly complied with the required standards set out in the Model Code during the Reporting Period.

The Board has also adopted the Model Code to regulate all dealings by relevant employees who are likely to be in possession of unpublished inside information of the Company in respect of securities in the Company as referred to in code provision C.1.3 of part 2 of the CG Code. No incident of non-compliance with the Model Code by the Company's relevant employees has been noted during the Reporting Period after making reasonable enquiry.

### AUDIT AND RISK MANAGEMENT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

We have established an audit and risk management committee (the "**Audit and Risk Management Committee**") with written terms of reference in compliance with Rule 3.21 of the Listing Rules and the CG Code. The Audit and Risk Management Committee consists of three independent non-executive Directors, namely Mr. WONG Man Chung Francis, Mr. CAO Zhiguang and Mr. ZHANG Lihong with Mr. WONG Man Chung Francis appointed as the chairman of the Audit and Risk Management Committee.

The Audit and Risk Management Committee has reviewed the Company's unaudited condensed consolidated interim results for the Reporting Period, and confirms that the applicable accounting principles, standards and requirements have been complied with, and that adequate disclosures have been made. The Audit and Risk Management Committee has also discussed the auditing, internal control and financial reporting matters.

## Other Information

### CHANGE IN DIRECTORS' INFORMATION UNDER RULE 13.51B(1) OF THE LISTING RULES

Pursuant to Rule 13.51B(1) of the Listing Rules, the change of Directors' information of the Company since the date of 2023 annual report are as follows:

Mr. WONG Man Chung Francis ceased as an independent non-executive director for (i) Shanghai Dongzheng Automotive Finance Co., Ltd. (HKSE: 2718) since the company delisted on 29 April 2024 and (ii) IntelliCentrics Global Holdings Ltd. (HKSE: 6819) since the company delisted on 8 May 2024. He also resigned as an independent non-executive director Digital China Holdings Limited (HKSE: 861) on 27 June 2024.

Save as disclosed above, there are no other changes to the Directors' information as required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

### INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HKD0.011 per share for the Reporting Period. The interim dividend is expected to be paid on Monday, 30 September 2024 to the Shareholders whose names are listed in the register of members of the Company on Friday, 13 September 2024, in an aggregate of approximately HKD12.6 million. The interim dividend will be distributed in Hong Kong dollars. The proposal for the distribution of the interim dividend above is subject to the consideration and approval of the Board.

### CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Wednesday, 11 September 2024 to Friday, 13 September 2024 (both days inclusive), during which no transfer of shares of the Company will be registered. In order to qualify for the interim dividend, all properly completed transfer documents and the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, not later than 4:30 p.m. on Tuesday, 10 September 2024.

### USE OF NET PROCEEDS FROM THE IPO

The total net proceeds from the issue of new Shares by the Company in its Listing (after deducting the underwriting fees and related expenses) amounted approximately RMB949.8 million, and the net proceeds had been used up during the previous Reporting Period. As a result, the balance of unutilized net proceeds was Nil as at 30 June 2024.

### IMPORTANT EVENTS AFTER THE REPORTING PERIOD

As disclosed in "Interim dividend" section above, the interim dividend distribution for the six months ended 30 June 2024 of approximately HKD12.6 million is proposed on Tuesday, 27 August 2024.

There were no other material subsequent events during the period from 30 June 2024 to the approval date of these financial statements by the Board of Directors on 27 August 2024.

### SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and to the knowledge of the Directors, the Company has maintained a public float of no less than 25% of the issued shares as at the date of this report, which was in line with the requirement under the Listing Rules.

# Interim Condensed Consolidated Income Statement

For the six months ended 30 June 2024

	Note	Unaudited	
		Six months ended 30 June	
		2024	2023
		RMB'000	RMB'000
<b>Revenue</b>	5	<b>580,926</b>	496,976
Cost of sales	6	<b>(365,043)</b>	(244,719)
<b>Gross profit</b>		<b>215,883</b>	252,257
Selling and marketing expenses	6	<b>(202,112)</b>	(203,251)
Administrative expenses	6	<b>(29,991)</b>	(37,685)
Research and development expenses	6	<b>(15,296)</b>	(19,368)
Net impairment gains/(losses) on financial assets	14(d)	<b>689</b>	(773)
Other losses – net	7	<b>(33,572)</b>	(18,765)
<b>Operating loss</b>		<b>(64,399)</b>	(27,585)
Finance income	8	<b>20,606</b>	19,794
Finance costs	8	<b>(3,445)</b>	(2,087)
Finance income – net	8	<b>17,161</b>	17,707
Share of results of investments accounted for using the equity method	11	<b>934</b>	(2,678)
<b>Loss before income tax</b>		<b>(46,304)</b>	(12,556)
Income tax expenses	9	<b>(266)</b>	(4,041)
<b>Loss for the period</b>		<b>(46,570)</b>	(16,597)
<b>Loss attributable to:</b>			
– Equity holders of the Company		<b>(48,663)</b>	(16,322)
– Non-controlling interests		<b>2,093</b>	(275)
		<b>(46,570)</b>	(16,597)
<b>Losses per share for loss attributable to equity holders of the Company</b>			
Basic losses per share (RMB)	10	<b>(0.0433)</b>	(0.0145)
Diluted losses per share (RMB)	10	<b>(0.0433)</b>	(0.0145)

The above interim condensed consolidated income statement should be read in conjunction with the accompanying notes.

# Interim Condensed Consolidated Statement of Comprehensive Income

For the six months ended 30 June 2024

	Note	Unaudited	
		Six months ended 30 June	
		2024	2023
		RMB'000	RMB'000
<b>Loss for the period</b>		<b>(46,570)</b>	(16,597)
<b>Other comprehensive income/(loss) for the period</b>			
<i>Items that may be reclassified to profit or loss:</i>			
Share of other comprehensive loss of investments accounted for using the equity method	11	<b>(833)</b>	(387)
Loss allowance on debt investments at FVOCI		<b>(67)</b>	–
Exchange differences on translation of foreign operations		<b>226</b>	19
		<b>(674)</b>	(368)
<i>Items that will not be reclassified to profit or loss:</i>			
Exchange differences on translation of foreign operations		<b>3,686</b>	20,747
Changes in the fair value of equity investments at fair value through other comprehensive income	12	–	(25,354)
		<b>3,686</b>	(4,607)
Total other comprehensive income/(loss) for the period, net of tax		<b>3,012</b>	(4,975)
<b>Total comprehensive loss for the period</b>		<b>(43,558)</b>	(21,572)
<b>Total comprehensive loss for the period attributable to:</b>			
Equity holders of the Company		<b>(45,629)</b>	(21,297)
Non-controlling interests		<b>2,071</b>	(275)
		<b>(43,558)</b>	(21,572)

The above interim condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

# Interim Condensed Consolidated Balance Sheet

As at 30 June 2024

	Note	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 RMB'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		23,727	25,900
Right-of-use assets		33,034	29,340
Intangible assets		1,846	2,353
Goodwill		2,361	2,361
Deferred tax assets		3,130	3,173
Investments accounted for using the equity method	11	128,474	162,024
Term deposits	15	161,339	232,596
<b>Total non-current assets</b>		<b>353,911</b>	457,747
<b>Current assets</b>			
Inventories		4,620	4,506
Trade and other receivables and prepayments to suppliers	14	175,404	172,162
Contract assets	14	312,171	242,014
Financial assets at fair value through other comprehensive income ("FVOCI")	12	29,932	143,121
Financial assets at fair value through profit or loss ("FVPL")	13	72,368	44,034
Term deposits	15	523,436	525,310
Restricted cash	15	91,988	21,779
Cash and cash equivalents	15	198,880	259,612
<b>Total current assets</b>		<b>1,408,799</b>	1,412,538
<b>Total assets</b>		<b>1,762,710</b>	1,870,285
<b>EQUITY</b>			
Share capital	16	761	761
Share premium	16	2,210,928	2,224,710
Other reserves	17	(264,331)	(267,342)
Treasury shares	16	(35,367)	(35,575)
Accumulated losses		(939,544)	(890,881)
<b>Equity attributable to equity holders of the Company</b>		<b>972,447</b>	1,031,673
<b>Non-controlling interests</b>		<b>(11,165)</b>	(13,236)
<b>Total equity</b>		<b>961,282</b>	1,018,437

## Interim Condensed Consolidated Balance Sheet

As at 30 June 2024

	Note	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 RMB'000
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities	21	24,216	21,314
<b>Total non-current liabilities</b>		<b>24,216</b>	21,314
<b>Current liabilities</b>			
Short-term borrowings	19	68,989	212,776
Trade and other payables	20	551,574	418,336
Contract liabilities	20	93,112	140,676
Lease liabilities	21	16,225	11,613
Income tax liabilities		47,312	47,133
<b>Total current liabilities</b>		<b>777,212</b>	830,534
<b>Total liabilities</b>		<b>801,428</b>	851,848
<b>Total equity and liabilities</b>		<b>1,762,710</b>	1,870,285

The above interim condensed consolidated balance sheet should be read in conjunction with the accompanying notes.



# Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2024

		Unaudited							
		Attributable to the equity holders of the Company						Non-	Total
	Note	Share capital	Share premium	Other reserves	Treasury Shares	Accumulated losses	Total	controlling interests	equity
		RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
<b>At 31 December 2023 (audited)</b>		761	2,224,710	(267,342)	(35,575)	(890,881)	1,031,673	(13,236)	1,018,437
(Loss)/profit for the period		-	-	-	-	(48,663)	(48,663)	2,093	(46,570)
Other comprehensive income/(loss)		-	-	3,034	-	-	3,034	(22)	3,012
<b>Total comprehensive loss for the six months ended 30 June 2024</b>		-	-	3,034	-	(48,663)	(45,629)	2,071	(43,558)
<b>Transactions with owners:</b>									
- Share-based compensation under Restricted Stock Units (RSUs)	17	-	-	93	-	-	93	-	93
- Issue of shares under RSU scheme	16, 17	-	(92)	(116)	208	-	-	-	-
- Dividends	16, 18	-	(13,690)	-	-	-	(13,690)	-	(13,690)
<b>Transactions with owners for the six months ended 30 June 2024</b>		-	(13,782)	(23)	208	-	(13,597)	-	(13,597)
<b>At 30 June 2024 (unaudited)</b>		761	2,210,928	(264,331)	(35,367)	(939,544)	972,447	(11,165)	961,282

## Interim Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2024

	Unaudited								
	Attributable to the equity holders of the Company							Non-controlling interests	Total equity
	Note	Share capital RMB'000	Share premium RMB'000	Other reserves RMB'000	Treasury Shares RMB'000	Accumulated losses RMB'000	Total RMB'000		
<b>At 31 December 2022 (audited)</b>		761	2,254,288	(241,275)	(35,987)	(794,012)	1,183,775	(13,242)	1,170,533
Loss for the period		-	-	-	-	(16,322)	(16,322)	(275)	(16,597)
Other comprehensive loss		-	-	(4,975)	-	-	(4,975)	-	(4,975)
<b>Total comprehensive loss for the six months ended 30 June 2023</b>		-	-	(4,975)	-	(16,322)	(21,297)	(275)	(21,572)
<b>Transactions with owners:</b>									
- Sale of treasury shares		-	-	-	12	-	12	-	12
- Share-based compensation under Restricted Stock Units (RSUs)	17	-	-	278	-	-	278	-	278
<b>Transactions with owners for the six months ended 30 June 2023</b>		-	-	278	12	-	290	-	290
<b>At 30 June 2023 (unaudited)</b>		761	2,254,288	(245,972)	(35,975)	(810,334)	1,162,768	(13,517)	1,149,251

# Interim Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2024

	Note	Unaudited	
		Six months ended 30 June	
		2024	2023
		RMB'000	RMB'000
<b>Cash flows from operating activities</b>			
Cash generated from/(used in) operations		34,417	(32,502)
Interest received		2,186	3,161
Income tax paid		(44)	(10)
<b>Net cash generated from/(used in) operating activities</b>		<b>36,559</b>	<b>(29,351)</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(648)	(4,218)
Proceeds from disposal of property, plant and equipment		108	7
Purchase of intangible assets		(5)	(848)
Net decrease/(increase) in term deposits		84,602	(226,455)
Interest received from term deposits		7,304	434
Purchase of financial assets at FVPL	13(a)	(140,786)	(272,012)
Dividends received from financial assets at FVPL	7	278	958
Proceeds from disposal of financial assets at FVPL	13(a)	108,436	291,937
Dividends received from investments accounted for using the equity method	11	1,195	–
Proceeds from disposal of investment in an associate	11(b)	1,500	–
Interest received from loans		–	26
Repayments of loans from third parties		35	46,036
<b>Net cash generated from/(used in) investing activities</b>		<b>62,019</b>	<b>(164,135)</b>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		43,307	53,000
Interest paid for borrowings		(2,914)	(1,368)
Repayments of borrowings		(186,920)	(18,000)
Cash received from sale of treasury shares		–	12
Payment for lease liabilities (including interest component)		(2,541)	(16,134)
Dividends paid	18	(13,796)	–
<b>Net cash (used in)/generated from financing activities</b>		<b>(162,864)</b>	<b>17,510</b>
<b>Net decrease in cash and cash equivalents</b>			
Effect on exchange rate difference		3,554	320
<b>Cash and cash equivalents at the beginning of the period</b>	15	<b>259,612</b>	<b>445,429</b>
<b>Cash and cash equivalents at the end of the period</b>	15	<b>198,880</b>	<b>269,773</b>

The above interim condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

# Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

## 1 GENERAL INFORMATION

Qeeka Home (Cayman) Inc. (the “Company”) was incorporated in the Cayman Islands on 20 November 2014 as an exempted company with limited liability under the Companies Law (Cap. 22, Law 3 of 1961 as consolidated and revised) of the Cayman Islands. The address of the Company’s registered office is 3-212 Governors Square, 23 Lime Tree Bay Avenue, P.O. Box 30746, Seven Mile Beach, Grand Cayman KY1-1203, Cayman Islands.

The Company is an investment holding company. The Company and its subsidiaries, including structured entities (collectively, the “Group”) are principally engaged in (i) the provision of SaaS based total marketing solution, targeted marketing services, inspection service and others (“SaaS and marketing service”); (ii) the provision of interior design and construction service (“Interior design and construction”); and (iii) the provision of other initiative services (“Innovation and others”). Mr. Deng Huajin (鄧華金, “Mr. Deng”) is the ultimate controlling shareholder of the Company.

The Company completed its initial public offering (“IPO”) and listed its shares on the Main Board of the Stock Exchange of Hong Kong on 12 July 2018.

The interim condensed consolidated financial information is presented in Renminbi thousand (RMB’000), unless otherwise stated.

The interim condensed consolidated financial information was approved by the Board of Directors on 27 August 2024.

The interim condensed consolidated financial information has not been audited.

## 2 BASIS OF PREPARATION OF THE INTERIM REPORT

These condensed consolidated interim financial statements for the sixth-month reporting period ended 30 June 2024 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim report does not include all of the notes normally included in an annual consolidated financial statement. Accordingly, this report should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended IFRS Accounting Standards as set out below.

### 2.1 New and amended standards adopted by the Group

The following new and amended standards have been adopted by the Group for the first time for the financial period beginning on or after January 1, 2024:

- Classification of Liabilities as Current or Non-current and Non-current liabilities with covenants – Amendments to IAS 1;
- Lease liability in sale and leaseback – Amendments to IFRS 16; and
- Supplier Finance Arrangements – Amendments to IAS 7 and IFRS 7.

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 2 BASIS OF PREPARATION OF THE INTERIM REPORT (continued)

#### 2.1 New and amended standards adopted by the Group (continued)

As a result of the adoption of the amendments to IAS 1, the Group changed its accounting policy for the classification of borrowings:

“Borrowings are classified as current liabilities unless at the end of the reporting period, the Group has a right to defer settlement of the liability for at least 12 months after the reporting period.”

This new policy did not result in a change in the classification of the Group’s borrowings. The Group did not make retrospective adjustments as a result of adopting the amendments to IAS 1.

The amendments listed above did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

#### 2.2 New and amended standards and interpretations not yet adopted

Certain and amended standards and interpretations that have been issued but not yet effective and not been early adopted by the Group for the reporting period are as follows:

		<b>Effective for annual periods beginning on or after</b>
Amendments to IAS 21	Lack of Exchangeability	January 1, 2025
Amendment to IFRS 9 and IFRS 7	Classification and Measurement of Financial Instruments	January 1, 2026
IFRS 18	Presentation and Disclosure in Financial Statements	January 1, 2027
IFRS 19	Subsidiaries without Public Accountability: Disclosures	January 1, 2027
Amendments to IFRS 10 and IAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

The Group has already commenced an assessment of the related impact of the above standards and amendments to standards which are relevant to the Group’s operation. There are no other standards that are not yet effective. These amendments are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

### 3 ESTIMATES

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing the interim condensed consolidated financial information, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the annual financial statements for the year ended 31 December 2023.

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 4 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

#### 4.1 Fair value hierarchy

This note provides an update on the judgements and estimates made by the group in determining the fair values of the financial instruments since the last annual financial report. To provide an indication about the reliability of the inputs used in determining fair value, the Group classifies its financial instruments into the three levels prescribed under the accounting standards. An explanation of each level follows underneath the table.

The following table presents the Group's financial assets and financial liabilities measured and recognised at fair value at 30 June 2024 and 31 December 2023 on a recurring basis:

	Level 1 RMB'000	Level 2 RMB'000	Level 3 RMB'000	Total RMB'000
<b>As at 30 June 2024 (unaudited)</b>				
– Financial assets at FVPL (Note 13)	11,200	–	61,168	72,368
– Financial assets at FVOCI (Note 12)	–	–	29,932	29,932
	11,200	–	91,100	102,300
<b>As at 31 December 2023 (audited)</b>				
– Financial assets at FVPL (Note 13)	16,752	–	27,282	44,034
– Financial assets at FVOCI (Note 12)	–	–	143,121	143,121
	16,752	–	170,403	187,155

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

The Group did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at 30 June 2024.

Level 1: The fair value of financial instruments traded in active markets (e.g. publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (e.g. over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and for instruments where climate risk gives rise to a significant unobservable adjustment.

There were no transfers between levels 1, 2 and 3 for recurring fair value measurements during the period.

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 4 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

#### 4.2 Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include:

- Quoted market prices, and
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

There was no change in valuation techniques in determining the level 3 fair values during the period.

#### 4.3 Fair value measurements using significant unobservable inputs (level 3)

The following table presents the changes in level 3 instruments for the interim period ended 30 June 2024 and 2023 (unaudited):

	Financial assets at FVOCI	Financial assets at FVPL	
	Debt investment RMB'000	Wealth management products RMB'000	Total RMB'000
<b>As at 1 January 2024</b>	143,121	27,282	170,403
Acquisitions	128,919	136,000	264,919
Changes in fair value	–	378	378
Disposals	(242,108)	(102,492)	(344,600)
<b>As at 30 June 2024</b>	29,932	61,168	91,100
<b>Net unrealised gains</b>	–	128	128

	Financial assets at FVOCI	Financial assets at FVPL		
	Equity investment RMB'000	Wealth management products RMB'000	Private equity funds RMB'000	Total RMB'000
<b>As at 1 January 2023</b>	34,926	49,403	4,451	88,780
Acquisitions	–	290,000	–	290,000
Changes in fair value	(25,354)	1,543	893	(22,918)
Currency translation differences	643	–	–	643
Disposals	–	(291,687)	–	(291,687)
<b>As at 30 June 2023</b>	10,215	49,259	5,344	64,818
<b>Net unrealised (losses)/gains</b>	(25,354)	260	893	(24,201)

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 4 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS (continued)

#### 4.4 Fair values of other financial instruments

The carrying amounts of the Group's financial assets, including cash and cash equivalents, term deposits and trade and other receivables, and financial liabilities including trade and other payables, interest-bearing bank borrowings and lease liabilities, approximate their fair values due to their short maturities. The carrying amounts of the Group's non-current lease liabilities approximate their fair values as they are carried at an interest rate close to market rate at each period end.

### 5 SEGMENT INFORMATION

The Group's business activities, for which discrete financial information is available, are regularly reviewed and evaluated by the chief operating decision-maker ("CODM"). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive directors of the Company that makes strategic decisions.

During the year ended 31 December 2023, the Group has reorganized its business segments to better allocate resources and assess performance of the operating segments. The "Supply chain" segment has been combined with "Innovation and others" segment. The segment information for the six months ended 30 June 2023 has been restated accordingly.

The Group's operations are mainly organised under the following business segments as a result of the aforementioned change on operating segments:

- SaaS and marketing service;
- Interior design and construction; and
- Innovation and others.

The CODM assesses the performance of the operating segments mainly based on segment revenues and segment gross profit. The revenues from external customers reported to CODM are measured as segment revenues, which is the revenues derived from the customers in each segment. The segment gross profit is consistent with the Group's gross profit.

There were no separate segment assets and segment liabilities information provided to the CODM, as CODM does not use this information to allocate resources to or evaluate the performance of the operating segments.



## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 5 SEGMENT INFORMATION (continued)

Segment	Six months ended 30 June 2024 (unaudited)			Total RMB'000
	SaaS and marketing service RMB'000	Interior design and construction RMB'000	Innovation and others RMB'000	
<b>Revenue</b>				
Segment revenue	178,229	385,412	27,836	591,477
Inter-segment sales	(3,992)	–	(6,559)	(10,551)
Revenue from external customers	174,237	385,412	21,277	580,926
Timing of revenue recognition				
At a point in time	169,534	437	21,277	191,248
Over time	4,703	384,975	–	389,678
	174,237	385,412	21,277	580,926
<b>Results</b>				
Segment gross profit	169,677	42,207	3,999	215,883
Selling and marketing expenses				(202,112)
Administrative expenses				(29,991)
Research and development expenses				(15,296)
Net impairment gains on financial assets				689
Other losses – net				(33,572)
Finance income – net				17,161
Share of results of investments accounted for using the equity method				934
Loss before income tax				(46,304)

Segment	Six months ended 30 June 2023 (unaudited) (restated)			Total RMB'000
	SaaS and marketing service RMB'000	Interior design and construction RMB'000	Innovation and others RMB'000	
<b>Revenue</b>				
Segment revenue	234,578	253,172	29,595	517,345
Inter-segment sales	(9,237)	–	(11,132)	(20,369)
Revenue from external customers	225,341	253,172	18,463	496,976
Timing of revenue recognition				
At a point in time	216,024	1,827	16,772	234,623
Over time	9,317	251,345	1,691	262,353
	225,341	253,172	18,463	496,976
<b>Results</b>				
Segment gross profit	218,780	32,874	603	252,257
Selling and marketing expenses				(203,251)
Administrative expenses				(37,685)
Research and development expenses				(19,368)
Net impairment losses on financial assets				(773)
Other losses – net				(18,765)
Finance income – net				17,707
Share of results of investments accounted for using the equity method				(2,678)
Loss before income tax				(12,556)

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 5 SEGMENT INFORMATION (continued)

#### (a) Revenue

The revenue for the six months ended 30 June 2024 and 2023 are set out as follows:

	Unaudited Six months ended 30 June	
	2024	2023 (restated)
	RMB'000	RMB'000
SaaS and marketing service	174,237	225,341
Interior design and construction	385,412	253,172
Innovation and others	21,277	18,463
	<b>580,926</b>	496,976

#### (b) Revenue by geographical markets

Most revenue of the Group was generated in the PRC during the six months ended 30 June 2024 and 2023.

#### (c) Information about major customers

The Group provided the interior design and construction services to Customer A for its 4S stores with more than 10% of the Group's total revenue recognised for the period ended 30 June 2024.

### 6 EXPENSES BY NATURE

Expenses included in cost of sales, selling and marketing expenses, administrative expenses and research and development expenses are analysed as follows:

	Unaudited Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Outsourced labour costs	238,042	190,097
Materials and other consumables used	135,704	75,282
Advertising and promotion expenses	126,481	110,120
Employee benefit expenses	71,238	93,509
Travelling, entertainment and communication expenses	10,047	7,132
Short-term leases and leases of low-valued assets	6,333	3,803
Depreciation of right-of-use assets	5,655	8,703
Distribution cost	3,902	–
Depreciation of property, plant and equipment	3,867	2,844
Professional fee	2,550	3,225
Auditor's remuneration		
– Audit service	1,450	1,750
– Non-audit service	81	81
Utilities and electricity expenses	825	590
Bank charges and point-of-sale device processing fees	786	1,550
Taxes and levies	720	869
Amortization of intangible assets	512	685
Miscellaneous	4,249	4,783
	<b>612,442</b>	505,023

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 7 OTHER LOSSES – NET

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Impairment loss on investments accounted for using the equity method (Note 11(a))	(30,487)	(22,808)
Fair value (losses)/gains of financial assets at FVPL (Note 13(a))	(4,018)	86
Net loss on disposal of investments accounted for using the equity method (Note 11(b))	(469)	–
Net foreign exchange losses	(197)	(93)
Net loss on disposal of property, plant and equipment	(39)	–
Net gain on termination of lease contracts	–	32
Dividends received from financial assets at FVPL	278	958
Government grants (a)	320	3,092
Others	1,040	(32)
	<b>(33,572)</b>	<b>(18,765)</b>

(a) Governments grants received during the period primarily comprised the financial subsidies received from local government authorities. There are no unfulfilled conditions or contingencies relating to these incomes.

### 8 FINANCE INCOME – NET

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
<b>Finance income:</b>		
Interest income	20,606	19,794
<b>Finance costs:</b>		
Interest expenses on borrowings	(2,739)	(1,364)
Interest expenses on lease liabilities	(706)	(723)
	<b>(3,445)</b>	<b>(2,087)</b>
Finance income – net	<b>17,161</b>	<b>17,707</b>

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 9 INCOME TAX EXPENSES

	Unaudited Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Current tax:		
Current tax for the period	223	137
Deferred income tax:		
Decrease in deferred tax assets	43	3,904
Income tax expenses	266	4,041

The Group's principal applicable taxes and tax rates are as follows:

#### (i) Cayman Islands

Under the current laws of the Cayman Islands, the Company is not subject to tax on income or capital gains. In addition, upon payments of dividends by the Company to its shareholders, no Cayman Islands withholding tax will be imposed.

#### (ii) British Virgin Islands

The Group's entities incorporated in the British Virgin Islands are not subject to tax on income or capital gains.

#### (iii) Hong Kong

Hong Kong profits tax rate is 8.25% for assessable profits on the first HKD2 million and 16.5% for any assessable profits in excess. No Hong Kong profit tax was provided for as there was no estimated assessable profit that was subject to Hong Kong profits tax during the six months ended 30 June 2024 and 2023.

#### (iv) PRC corporate income tax ("CIT")

CIT provision was made on the estimated assessable profits of entities within the Group incorporated in the PRC and was calculated in accordance with the relevant regulations of the PRC after considering the available tax benefits from refunds and allowances. The general PRC CIT rate is 25% for the six months ended 30 June 2024 and 2023.

A subsidiary of the Group in the PRC was qualified as "High and New Technology Enterprise", and accordingly, they were subject to a reduced preferential CIT rate of 15% for the six months ended 30 June 2024 and 2023 according to the applicable CIT Law.

Certain subsidiaries of the Group in the PRC were qualified as Small Low Profit Enterprise and accordingly, the CIT of these entities are calculated on a deemed profit margin.

#### (v) Withholding tax on undistributed profits

According to CIT law, distribution of profits earned by PRC companies since 1 January 2008 is subject to withholding tax with a rate of 5% or 10%, depending on the country of incorporation of the foreign investor, upon the distribution of profits to overseas – incorporated immediate holding companies. During the six months ended 30 June 2024 and 2023, the Group do not have any profit distribution plan.

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 10 LOSSES PER SHARE

#### (a) Basic losses per share

Basic losses per share is calculated by dividing the loss of the Group attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the interim periods excluding treasury shares.

	Unaudited Six months ended 30 June	
	2024	2023
Losses attributable to equity holders of the Company (RMB'000)	(48,663)	(16,322)
Weighted average number of ordinary shares in issue (thousand)	1,123,189	1,123,045
Losses per share (RMB per share)	(0.0433)	(0.0145)

#### (b) Diluted losses per share

Diluted losses per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

For the six months ended 30 June 2024 and 2023, the Company had one category of dilutive potential ordinary shares: Restricted Stock Units. For the Restricted Stock Units, a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average annual market share price of the Company's shares) based on the monetary value of the rights attached to outstanding shares under RSU Scheme. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the vesting of outstanding shares under RSU Scheme.

As the Group incurred losses for the six months ended 30 June 2024 and 2023, the potential ordinary shares were not included in the calculation of diluted losses per share as their inclusion would be anti-dilutive. Accordingly, diluted losses per share for the six months ended 30 June 2024 and 2023 were the same as basic losses per share.

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 11 INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Associates	<b>128,474</b>	162,024

The carrying amount of equity-accounted investments has changed as follows in the six months to June 2024 and 2023:

	<b>Unaudited Six months ended 30 June 2024 RMB'000</b>	2023 RMB'000
<b>At the beginning of the period</b>		
Gross amount	<b>275,569</b>	293,431
Less: provision for impairment	<b>(113,545)</b>	(60,329)
Net book amount	<b>162,024</b>	233,102
At the beginning of the period – carrying amount	<b>162,024</b>	233,102
Share of results of associates	<b>934</b>	(2,678)
Share of other comprehensive loss of investments accounted for using the equity method (Note 17)	<b>(833)</b>	(387)
Cash dividends	<b>(1,195)</b>	–
Disposals (b)	<b>(1,969)</b>	–
Increase in impairment (a)	<b>(30,487)</b>	(22,808)
At the end of the period – carrying amount	<b>128,474</b>	207,229
<b>At the end of the period</b>		
Gross amount	<b>272,506</b>	290,366
Less: provision for impairment	<b>(144,032)</b>	(83,137)
Net book amount	<b>128,474</b>	207,229

- (a) In respect of the Group's investments accounted for using the equity method, the Group tested them for impairment by estimating the value-in-use of these investments as at 30 June 2024 and 2023 if any impairment indicator noted. Based on the result of test, an impairment loss of RMB30,487,000 was recognised for the six months ended 30 June 2024 (2023: RMB22,808,000).
- (b) During the period ended 30 June 2024, the Group disposed of 50% of equity interest in Kuai Zhu Technology (Suzhou) Co., Ltd. for a consideration of RMB1,500,000. The Group recorded loss of RMB469,000 (Note 7).

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 12 FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
<b>Current:</b>		
Debt investment measured at FVOCI		
– Trade receivables under factoring arrangements	<b>28,176</b>	123,385
– Trade receivables in hand	<b>1,756</b>	19,736
At the end of the period – carrying amount	<b>29,932</b>	143,121

(a) The movements of financial assets at FVOCI are listed below:

	<b>Unaudited Six months ended 30 June 2024 RMB'000</b>	2023 RMB'000
At the beginning of the period	<b>143,121</b>	34,926
Acquisitions	<b>128,919</b>	–
Disposal	<b>(242,108)</b>	–
Currency translation differences	–	643
Changes in the fair value of the equity investment measured at FVOCI (Note 17)	–	(25,354)
At the end of the period	<b>29,932</b>	10,215

(b) Net impairment gains on financial assets at FVOCI was RMB67,000 for the six months ended 30 June 2024 (Note 14(d)).

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 13 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
<b>Current:</b>		
Wealth management products (b)	<b>61,168</b>	27,282
Investment in listed companies (c)	<b>11,200</b>	16,752
	<b>72,368</b>	44,034

(a) The movements of financial assets at FVPL are listed below:

	<b>Unaudited Six months ended 30 June 2024 RMB'000</b>	2023 RMB'000
At the beginning of the period	<b>44,034</b>	71,212
Additions	<b>140,786</b>	290,012
Currency translation difference	<b>2</b>	17
Disposals	<b>(108,436)</b>	(291,687)
	<b>76,386</b>	69,554
Add: fair value change (Note 7)	<b>(4,018)</b>	86
At the end of the period	<b>72,368</b>	69,640

(b) Wealth management products were denominated in RMB with expected rate of return of 2.00% to 2.55% per annum during the six months ended 30 June 2024. The return on these wealth management products is not guaranteed, hence the contractual cash flow does not qualify for solely payments of principal and interest. Therefore, they are measured at fair value through profit or loss.

The fair values were based on cash flow discounted using the expected return based on management judgment and are within level 3 of the fair value hierarchy.

(c) The fair values of investment in listed companies were based on quoted prices in active markets and are within level 1 of the fair value hierarchy.



## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 14 TRADE AND OTHER RECEIVABLES AND PREPAYMENTS TO SUPPLIERS AND CONTRACT ASSETS

	Unaudited 30 June 2024 RMB'000	Audited 31 December 2023 RMB'000
<b>Notes receivables</b>		
Bank acceptance bills	3,182	9,959
<b>Trade receivables</b>		
Due from third parties	116,273	115,650
Due from related parties (Note 22(d)(iii))	351	328
Gross trade receivables	116,624	115,978
Less: provision for impairment of trade receivables	(23,649)	(23,679)
Net trade receivables	92,975	92,299
<b>Other receivables</b>		
Electronic payment platform balance	11,333	5,045
Project deposits	10,564	10,500
Loans due from third parties	5,430	5,465
Staff advances	4,580	5,693
Rental deposits	1,731	2,563
Loans due from related parties (Note 22(d)(i))	1,480	1,230
Others	8,738	10,456
Gross other receivables	43,856	40,952
Less: provision for impairment of other receivables	(8,383)	(8,546)
Net other receivables	35,473	32,406
<b>Others</b>		
Prepayments to suppliers and others	43,774	37,498
<b>Total trade and other receivables and prepayments to suppliers</b>	<b>175,404</b>	<b>172,162</b>
<b>Contract assets</b>		
Due from third parties	328,056	258,328
Less: provision for impairment of contract assets	(15,885)	(16,314)
Net contract assets	312,171	242,014

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 14 TRADE AND OTHER RECEIVABLES AND PREPAYMENTS TO SUPPLIERS AND CONTRACT ASSETS (continued)

- (a) As at 30 June 2024, the carrying amounts of the trade receivables include receivables which are subject to factoring arrangements. Under these arrangements, the Group has transferred the relevant receivables to the factor in exchange for cash, but the Group has retained late payment and credit risk. The Group therefore continues to recognise the transferred assets in their entirety in the consolidated balance sheet. The amount repayable under the factoring agreement is presented as secured borrowing.

The relevant carrying amounts are as follows:

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Transferred receivables under factoring arrangements	<b>22,813</b>	36,216
Associated secured borrowing (Note 19(b))	<b>(22,813)</b>	(36,216)

- (b) As at 30 June 2024, the carrying amounts of trade and other receivables and contract assets are primarily denominated in RMB and approximate their fair values at each of the reporting dates.
- (c) The Group grants credit periods to customers ranging from 30 days to 180 days. As at 30 June 2024, the aging analysis of the trade receivables based on invoice date were as follows:

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
<b>Trade receivables – gross</b>		
Within 1 month	<b>50,035</b>	61,099
Over 1 month and within 1 year	<b>43,528</b>	34,361
Over 1 year and within 2 years	<b>16,238</b>	10,948
Over 2 years	<b>6,823</b>	9,570
	<b>116,624</b>	115,978

Movements on the Group's provision for impairment of trade receivables are as follows:

	<b>Unaudited Six months ended 30 June 2024 RMB'000</b>	2023 RMB'000
<b>At the beginning of the period</b>	<b>(23,679)</b>	(16,725)
Decrease/(increase) in impairment	<b>30</b>	(2,792)
<b>At the end of the period</b>	<b>(23,649)</b>	(19,517)

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 14 TRADE AND OTHER RECEIVABLES AND PREPAYMENTS TO SUPPLIERS AND CONTRACT ASSETS (continued)

- (c) The Group grants credit periods to customers ranging from 30 days to 180 days. As at 30 June 2024, the aging analysis of the trade receivables based on invoice date were as follows: (continued)

Movements on the Group's provision for impairment of contract assets are as follows:

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
<b>At the beginning of the period</b>	<b>(16,314)</b>	(13,991)
Decrease in impairment	429	1,819
<b>At the end of the period</b>	<b>(15,885)</b>	(12,172)

Movements on the Group's provision for impairment of other receivables are as follows:

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
<b>At the beginning of the period</b>	<b>(8,546)</b>	(8,539)
Decrease in impairment	163	200
<b>At the end of the period</b>	<b>(8,383)</b>	(8,339)

- (d) Net impairment gains/(losses) on financial assets are analysed as follows:

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Net impairment gain/(losses) provision		
– Trade receivables	30	(2,792)
– Contract assets	429	1,819
– Other receivables	163	200
– FVOCI (Note 12(b))	67	–
	<b>689</b>	(773)

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 15 CASH AND CASH EQUIVALENTS

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Cash at bank	975,593	1,039,262
Cash on hand	50	35
	<b>975,643</b>	1,039,297
Less: term deposits with initial term of over three months (a)	<b>(684,775)</b>	(757,906)
Less: restricted cash (b)	<b>(91,988)</b>	(21,779)
	<b>198,880</b>	259,612

(a) Term deposits with initial terms of over three months

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
<b>Non-current:</b>		
Term deposits – principal	155,000	225,000
Term deposits – interest receivables	6,339	7,596
	<b>161,339</b>	232,596
<b>Current:</b>		
Term deposits – principal	506,356	520,602
Term deposits – interest receivables	17,080	4,708
	<b>523,436</b>	525,310
<b>Total term deposits</b>	<b>684,775</b>	757,906

Term deposits with initial terms of over three months were neither past due nor impaired and approximated to their fair value.

(b) Restricted cash mainly represented bank regulatory account as at 30 June 2024. The Group considered it with no impairment risk. Therefore, no further provisions were provided.

(c) Cash at bank and cash on hand are denominated in the following currencies:

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
RMB	428,156	477,607
U.S. dollars (“USD”)	544,910	553,796
Hong Kong dollars (“HKD”)	2,577	7,894
	<b>975,643</b>	1,039,297

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 15 CASH AND CASH EQUIVALENTS (continued)

- (d) Cash and cash equivalents include the following for the purposes of the interim condensed consolidated statement of cash flows:

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Cash at bank	198,830	259,577
Cash on hand	50	35
	<b>198,880</b>	259,612

### 16 SHARE CAPITAL AND SHARE PREMIUM

	<b>Ordinary shares Number of ordinary shares</b>	<b>Nominal value of ordinary shares US\$'000</b>
<b>Authorised:</b>		
<b>As of 30 June 2024 and 31 December 2023</b>	<b>2,000,000,000</b>	<b>200</b>

	<b>Number of ordinary shares</b>	<b>Nominal value of ordinary shares US\$'000</b>	<b>Equivalent nominal value of ordinary shares RMB'000</b>	<b>Share premium RMB'000</b>
<b>Issued:</b>				
<b>As of 31 December 2023</b>	<b>1,145,011,090</b>	<b>114</b>	<b>761</b>	<b>2,224,710</b>
Dividends	–	–	–	(13,690)
Issue of shares under RSU scheme	–	–	–	(92)
<b>As at 30 June 2024</b>	<b>1,145,011,090</b>	<b>114</b>	<b>761</b>	<b>2,210,928</b>

- (a) Treasury shares

	<b>Treasury shares Number of treasury shares</b>	<b>Value of treasury shares RMB'000</b>
<b>As at 31 December 2023</b>	<b>21,734,781</b>	<b>35,575</b>
Issue of shares under RSU scheme	(118,783)	(208)
<b>As at 30 June 2024</b>	<b>21,615,998</b>	<b>35,367</b>

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 17 OTHER RESERVES

	Capital reserve RMB'000	Statutory surplus reserve RMB'000	Currency translation differences RMB'000	Share option reserve RMB'000	RSUs reserve RMB'000	FVOCI reserve RMB'000	Others RMB'000	Total RMB'000
<b>At 1 January 2024 (audited)</b>	(209,487)	9,841	31,946	15,309	392	(98,883)	(16,460)	(267,342)
Currency translation differences	-	-	3,912	-	-	-	-	3,912
Share-based compensation under RSUs	-	-	-	-	93	-	-	93
Issue of shares under RSU scheme	-	-	-	-	(116)	-	-	(116)
Loss allowance on debt investments at FVOCI (Note 12(b))	-	-	-	-	-	-	(45)	(45)
Share of other comprehensive loss of investments accounted for using the equity method (Note 11)	-	-	-	-	-	-	(833)	(833)
<b>At 30 June 2024 (unaudited)</b>	(209,487)	9,841	35,858	15,309	369	(98,883)	(17,338)	(264,331)
	Capital reserve RMB'000	Statutory surplus reserve RMB'000	Currency translation differences RMB'000	Share option reserve RMB'000	RSUs reserve RMB'000	FVOCI reserve RMB'000	Others RMB'000	Total RMB'000
<b>At 1 January 2023 (audited)</b>	(209,487)	9,841	22,959	15,309	416	(63,750)	(16,563)	(241,275)
Currency translation differences	-	-	20,766	-	-	-	-	20,766
Share-based compensation under RSUs	-	-	-	-	278	-	-	278
Fair value change of financial assets at FVOCI (Note 12(a))	-	-	-	-	-	(25,354)	-	(25,354)
Share of other comprehensive loss of investments accounted for using the equity method (Note 11)	-	-	-	-	-	-	(387)	(387)
<b>At 30 June 2023 (unaudited)</b>	(209,487)	9,841	43,725	15,309	694	(89,104)	(16,950)	(245,972)

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 18 DIVIDENDS

Movements of dividends payables are as follows:

	<b>Unaudited</b>	
	<b>Six months ended 30 June</b>	
	<b>2024</b>	2023
	<b>RMB'000</b>	RMB'000
At the beginning of the period	123	–
Dividends declared (a)	13,690	–
Dividends paid	(13,796)	–
At the end of the period	17	–

- (a) An annual dividend of HKD0.0131 per share amounting to RMB13,690,000 were announced on 26 March 2024 to the shareholders of the Company, among which RMB17,000 remained as dividend payables as at 30 June 2024.
- (b) Pursuant to resolution passed by the Board on 27 August 2024, the Board declared an interim dividend of HKD0.011 per share, in an aggregate of approximately HKD12,600,000 for the six months ended 30 June 2024 (for the six months ended 30 June 2023: RMB30,000,000). The interim dividend is expected to be paid on Monday, 30 September 2024. The interim dividend is declared after the reporting period, such dividend has not been recognised as liability as at 30 June 2024.

### 19 SHORT-TERM BORROWINGS

	<b>Unaudited</b>	Audited
	<b>30 June</b>	31 December
	<b>2024</b>	2023
	<b>RMB'000</b>	RMB'000
Bank borrowings – principal (a)	18,000	53,000
Bank borrowings – interest payables	–	175
Other loans (b)	50,989	159,601
	<b>68,989</b>	212,776

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 19 SHORT-TERM BORROWINGS (continued)

#### (a) Bank borrowings – principal

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Secured Bank borrowings (i)	<b>13,000</b>	13,000
Unsecured Bank borrowings	<b>5,000</b>	40,000
	<b>18,000</b>	53,000

(i) The secured bank borrowings are mortgaged by the property owned by Mrs. Zhang Fan, who is the wife of Mr. Yang Weihang being the non-controlling shareholder of Qijia Jumei (Suzhou) Refined Construction Technology Co., Ltd.

(ii) The weighted average interest rate of bank borrowings is 3.45% for the period ended 30 June 2024. The carrying amounts of the bank borrowings approximated their fair values.

(b) The carrying amounts of other loans are the secured borrowings associated with factoring arrangements of the trade receivables and FVOCI, and the relevant carrying amounts are as follows:

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Related to the FVOCI (Note 12)	<b>28,176</b>	123,385
Related to the trade receivables (Note 14(a))	<b>22,813</b>	36,216
	<b>50,989</b>	159,601



## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 20 TRADE AND OTHER PAYABLES AND CONTRACT LIABILITIES

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
<b>Trade payables (c)</b>	<b>256,342</b>	212,425
<b>Other payables</b>		
Deposits payables (a)	113,171	17,232
Quality and performance guarantee deposits	66,459	63,440
Decoration payments collected on behalf of merchants	1,357	786
Dividend payables (Note 18)	17	123
Amount due to related parties	–	11
Other accrued expenses and payables	27,829	29,207
Total other payables	<b>208,833</b>	110,799
<b>Others</b>		
Staff salaries and welfare payables	49,052	64,256
Accrued taxes other than income tax	37,347	30,856
<b>Total trade and other payables</b>	<b>551,574</b>	418,336
<b>Contract liabilities (b)</b>	<b>93,112</b>	140,676

- (a) Deposits payables mainly represent security deposits from users of our escrow payment services.
- (b) Contract liabilities represent prepayments made by customers in exchange for goods or services to be provided by the Group in subsequent period, primarily in relation to order recommendation services, interior design and construction services and sales of building materials.
- (c) The aging analysis of the trade payables based on invoice date was as follows:

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Within 1 month	103,633	92,694
Over 1 month and within 3 months	27,370	42,994
Over 3 months and within 1 year	55,249	32,750
Over 1 year	70,090	43,987
	<b>256,342</b>	212,425

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 21 LEASE LIABILITIES

	<b>Unaudited 30 June 2024 RMB'000</b>	Audited 31 December 2023 RMB'000
Minimum lease payment due:		
– Within 1 year	<b>17,348</b>	12,997
– Between 1 and 2 years	<b>10,683</b>	7,549
– Between 2 and 5 years	<b>14,911</b>	14,979
– More than 5 years	<b>–</b>	70
	<b>42,942</b>	35,595
Less: future finance charges	<b>(2,501)</b>	(2,668)
	<b>40,441</b>	32,927

### 22 RELATED PARTY TRANSACTIONS

Related parties are those parties that have the ability to control or exert significant influence over the other party in holding power over the investee; exposure or rights, to variable returns from its involvement with the investee; and the ability to use its power over the investee to affect the amount of the investor's returns. Parties are also considered to be related if they are subject to common control. Related parties may be individuals or other entities.

- (a) Saved as disclosed elsewhere in this report, the directors of the Company are of the view that the following parties/companies were related parties that had transaction or balances with the Group during the period:

<b>Name of related parties</b>	<b>Relationship with the Group</b>
Mr. Deng	Controlling shareholder and executive director of the Company
Ms. Sun Jie (孫傑)	Spouse of controlling shareholder and of executive director, and executive director
Mr. Yang Weihao (楊衛涵)	Non-controlling shareholder
Mr. Zhang Huawei (張華巍)	Non-controlling shareholder
Shanghai Ruiqi Information Technology Co., Ltd. (上海瑞齊信息科技有限公司, "Shanghai Ruiqi")	Controlled by the controlling shareholder
Shanghai Qijia E-commerce Co., Ltd. (上海齊家電子商務有限公司, "Shanghai Qijia E-commerce")	Controlled by the controlling shareholder

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 22 RELATED PARTY TRANSACTIONS (continued)

#### (b) Transactions in non-trade nature with related parties

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
(i) Loans provided to a related party Mr. Zhang Huawei	250	–
(ii) Lease from a related party Shanghai Qijia E-commerce	255	302
(iii) Increased right-of-use assets from a related party Ms. Sun Jie	–	720
(iv) Interest expenses on lease liabilities to a related party Ms. Sun Jie	14	5

#### (c) Transactions in trade nature with related parties

	Unaudited	
	Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
(i) Sales of goods to a related party Shanghai Ruiqi	59	401
(ii) Service income from a related party Shanghai Qijia E-commerce	205	1,250

#### (d) Period-end balances with related parties

	Unaudited	Audited
	30 June	31 December
	2024	2023
	RMB'000	RMB'000
(i) Loans due from related parties:		
Mr. Yang Weihai	980	980
Mr. Zhang Huawei	500	250
	1,480	1,230
(ii) Prepayments to related party suppliers:		
Shanghai Qijia E-commerce	28	–
(iii) Amounts due from related parties:		
Shanghai Ruiqi	351	328
(iv) Amounts due to related parties:		
Ms. Sun Jie	590	638
Shanghai Qijia E-commerce	–	11
	590	649

## Notes to the Interim Condensed Consolidated Financial Information

For the six months ended 30 June 2024

### 22 RELATED PARTY TRANSACTIONS (continued)

#### (d) Period-end balances with related parties (continued)

Receivables and payables from/(to) the above related parties were unsecured, interest-free and repayable on demand. The amounts due from related parties are neither past due nor impaired. The carrying amounts of the amounts due from/(to) related parties approximate their fair values and are denominated in RMB.

#### (e) Key management compensation

Key management includes directors (executive and non-executive) and the senior management of the Group. The compensation paid or payable to key management for employee services is shown below:

	Unaudited Six months ended 30 June	
	2024	2023
	RMB'000	RMB'000
Salaries	1,261	1,680
Discretionary bonuses	300	555
Pension cost – defined contribution plans	163	154
Other social security costs, housing benefits and other employee benefits	173	166
	1,897	2,555

### 23 CONTINGENT LIABILITIES

As at 30 June 2024 and 31 December 2023, the Group did not have any material contingent liabilities.

### 24 SUBSEQUENT EVENTS

Pursuant to resolution passed by the Board on 27 August 2024, the Board declared an interim dividend of HKD0.011 per share, in an aggregate of approximately HKD12,600,000 for the six months ended 30 June 2024. The interim dividend is expected to be paid on 30 September 2024.

## Definition

“associate(s)”	has the meaning ascribed thereto under the Listing Rules
“Auditor”	PricewaterhouseCoopers, the independent auditor of the Company
“Audit and Risk Management Committee”	the audit and risk management committee under the Board
“Board”	the board of Directors of our Company
“Brausen”	the overall decoration brand of the Company
“BVI”	the British Virgin Islands
“CEO”	the chief executive officer of our Company
“CG Code”	the Corporate Governance Code as set out in Appendix C1 of the Listing Rules
“Chairman”	the chairman of the Board
“CIT”	corporate income tax
“CODM”	the chief operating decision-maker
“Companies Ordinance”	the Companies Ordinance (Chapter 622 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Company”, “our Company”, “we” or “us”	Qeeka Home (Cayman) Inc. 齊屹科技(開曼)有限公司 (formerly known as China Home (Cayman) Inc.), an exempted company with limited liability incorporated in the Cayman Islands on 20 November 2014, whose Shares are listed on the Main Board of the Stock Exchange (stock code: 1739)
“Contractual Arrangement(s)”	the series of contractual arrangements entered into by, among Shanghai Qijia, Qijia Network Technology and the shareholders of Shanghai Qijia, details of which are described in the section headed “Contractual Arrangements” of the Prospectus
“Controlling Shareholder(s)”	has the meaning ascribed thereto under the Listing Rules
“Director(s)”	the director(s) of our Company
“EPS”	earnings/(loss) per share
“FVOCI”	Financial assets at fair value through other comprehensive income
“FVPL”	Financial assets at fair value through profit or loss
“Group” or “our Group”	the Company, its subsidiaries, and the PRC Operating Entities (the financial results of which have been consolidated and accounted for as subsidiaries of our Company by virtue of the Contractual Arrangements) from time to time
“HKD” or “HK\$”	Hong Kong dollars, the lawful currency of Hong Kong

## Definition

“Hong Kong” or “HK”	the Hong Kong Special Administrative Region of the PRC
“IAS”	the International Accounting Standards
“IASB”	the International Accounting Standards Board
“IDC” or “Interior Design and Construction Business”	the provision of interior design and construction service
“IFRS”	the International Financial Reporting Standards, which include standards and interpretations promulgated by the International Accounting Standards Board (IASB), and the International Accounting Standards (IAS) and interpretation issued by the International Accounting Standards Committee (IASC)
“Innovation and others Business”	the provision of other initiative services
“Interior Design and Construction and others Business”	composed of Interior Design and Construction Business and Innovation and others Business
“IPO”	the Company’s initial public offering and listing of its shares on Main Board of the Stock Exchange on 12 July 2018
“Jumei”	Qijia Jumei (Suzhou) Refined Construction Technology Co., Ltd.* (齊家居美(蘇州)精裝科技有限公司), a company with limited liability incorporated in PRC on 30 August 2016
“Listing Date”	12 July 2018, on which the Shares were listed on the Stock Exchange and from which dealings in the Shares were permitted to commence on the Stock Exchange
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, as amended, supplemented or otherwise modified from time to time
“Main Board”	The stock exchange (excluding the option market) operated by the Stock Exchange which is independent from and operates in parallel with the Growth Enterprise Market of the Stock Exchange
“Model Code”	the Model Code for Securities Transactions by Directors of Listed Issuers set out in Appendix C3 of the Listing Rules
“Mr. Deng”	Mr. Deng Huajin, our founder, Chairman of the Board, executive Director, CEO and our single largest Shareholder
“PRC” or “China”	the People’s Republic of China, except where the context requires otherwise and only for the purposes of this prospectus, excluding Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan
“PRC Operating Entities”	Shanghai Qijia and its subsidiaries and branches, the financial accounts of which have been consolidated and accounted for as if they were subsidiaries of our Company by virtue of the Contractual Arrangements
“Prospectus”	the prospectus being issued in connection with the IPO

## Definition

“Reporting Period”	the six months ended 30 June 2024
“RMB”	Renminbi, the lawful currency of PRC
“RSU(s)”	restricted share unit(s)
“RSU Trustee”	Tricor Trust (Hong Kong) Limited was appointed as the trustee for the administration of the 2021 RSU Scheme
“SaaS and Marketing Service Business”	the provision of SaaS based total marketing solution, targeted marketing services, inspection service and others
“Sales lead”	the data that identifies someone as a potential demand user of Interior Design and Construction
“Seagull”	a PRC company listed on the Shenzhen Stock Exchange (Stock code: 002084) that engages in the production and sale of high-end plumbing equipment and hardware
“SFO”	the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), as amended, supplemented or otherwise modified from time to time
“Shanghai Brausen”	Shanghai Brausen Decoration Engineering Co., Ltd.* (上海博若森裝飾工程有限公司), a company incorporated in the PRC with limited liability and a wholly owned subsidiary of the Company
“Shanghai Qijia E-Commerce”	Shanghai Qijia E-Commerce Co., Ltd.* (上海齊家電子商務有限公司), a company with limited liability incorporated in the PRC, which is ultimately controlled by Mr. Deng
“Shanghai Qiyu”	Shanghai Qiyu Information Technology Co., Ltd.* (上海齊煜信息科技有限公司), a company incorporated in the PRC and a wholly owned subsidiary of the Company
“Share(s)”	ordinary share(s) in the share capital of our Company with a par value of US\$0.0001 each
“Shareholder(s)”	holder(s) of the Shares
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“subsidiary” or “subsidiaries”	has the meaning ascribed thereto in section 15 of the Companies Ordinance
“Supply Chain Service Business”	the provision of building and home decoration materials
“USD”	United States dollar, the lawful currency of the United States
“Youzi”	the partial renovation brand of the Company
“%”	per cent

\* The English names of the PRC nationals, enterprises, entities, departments, facilities, certificates, titles and the like are translation and/or transliteration of their Chinese names and are included for identification purposes only. In the event of inconsistency between the Chinese names and their English translations and/or transliterations, the Chinese names shall prevail.