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中 彩 網 通 控 股 有 限 公 司
China Netcom Technology Holdings Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8071)

INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 JUNE 2021

The board (the “**Board**”) of directors (the “**Directors**”) of China Netcom Technology Holdings Limited (the “**Company**”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries for the six months ended 30 June 2021. This announcement, containing the full text of the 2021 interim report of the Company, complies with the relevant requirements of the Rules (the “**GEM Listing Rules**”) Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) in relation to information accompanying the preliminary announcement of interim results. Printed versions of the Company’s 2021 interim report will be despatched to the shareholders of the Company and published on the websites of the Company (www.irasia.com/listco/hk/chinanetcom) and the Stock Exchange (www.hkexnews.hk) on or before 15 August 2021.

By order of the Board
China Netcom Technology Holdings Limited
Sun Haitao
Chairman and Executive Director

6 August 2021

As at the date of this announcement, the executive Directors are Mr. Sun Haitao and Mr. Zhao Ke; and the independent non-executive Directors are Mr. Song Ke, Mr. Wu Bo and Mr. Michael Yu Tat Chi.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the “Latest Listed Company Information” page of the GEM website at www.hkgem.com for a minimum period of 7 days from the date of its publication and on the Company’s website at www.irasia.com/listco/hk/chinanetcom.

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

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

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

Hong Kong Exchanges and Clearing Limited and the Stock Exchange take no responsibility for the contents of this report, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this report.

*This report, for which the directors (the “**Directors**”) of China Netcom Technology Holdings Limited (the “**Company**”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “**GEM Listing Rules**”) for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.*

This report will remain on the “Latest Listed Company Information” page of the GEM website at www.hkgem.com for a minimum period of 7 days from the date of its publication and on the Company’s website at www.irasia.com/listco/hk/chinanetcom.

HIGHLIGHTS

- The unaudited consolidated revenue of the Group from continuing operations for the six months ended 30 June 2021 was approximately HK\$13,944,000 (six months ended 30 June 2020: approximately HK\$7,858,000), representing an increase of approximately 77% as compared with that for the corresponding period in 2020.
- The Group recorded an unaudited consolidated loss from continuing and discontinued operations attributable to owners of the Company of approximately HK\$10,821,000 for the six months ended 30 June 2021 (six months ended 30 June 2020: approximately HK\$10,865,000).
- The unaudited basic and diluted loss per share from continuing and discontinued operations of the Company was approximately HK0.23 cents for the six months ended 30 June 2021 (six months ended 30 June 2020: approximately HK0.23 cents).
- The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2021 (six months ended 30 June 2020: Nil).

RESULTS

The board of Directors (the “**Board**”) hereby announces the unaudited consolidated results of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2021 together with the comparative figures for the corresponding period in 2020 as follows:

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three months and six months ended 30 June 2021 (Unaudited)

	Note	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
		2021 HK\$'000	2020 HK\$'000 (Restated)	2021 HK\$'000	2020 HK\$'000 (Restated)
Revenue	2	7,370	5,956	13,944	7,858
Cost of sales and services		(4,699)	(613)	(9,818)	(1,152)
Gross profit		2,671	5,343	4,126	6,706
Other income and (losses)/gains, net		(47)	(401)	638	(7,778)
Administrative expenses		(4,595)	(2,226)	(9,206)	(4,895)
Finance costs	4	(25)	(414)	(76)	(828)
(Loss)/profit before tax		(1,996)	2,302	(4,518)	(6,795)
Income tax charge	5	-	(85)	(103)	(117)
(Loss)/profit for the period from continuing operations	6	(1,996)	2,217	(4,621)	(6,912)
Loss for the period from discontinued operation	7	(114)	(1,902)	(6,588)	(3,091)
(Loss)/profit for the period		(2,110)	315	(11,209)	(10,003)
Other comprehensive income/(expense)					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
– Exchange differences on translating continuing foreign operations		939	(91)	638	(1,298)
– Exchange differences on translating discontinued foreign operation		(208)	(17)	364	-
Other comprehensive income/(expense) for the period		731	(108)	1,002	(1,298)
Total comprehensive (expense)/income for the period		(1,379)	207	(10,207)	(11,301)

	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
	2021 HK\$'000	2020 HK\$'000 (Restated)	2021 HK\$'000	2020 HK\$'000 (Restated)
(Loss)/profit attributable to:				
Owners of the Company				
– Continuing operations	(2,130)	452	(4,233)	(9,211)
– Discontinued operation	(114)	(1,019)	(6,588)	(1,654)
	(2,244)	(567)	(10,821)	(10,865)
Non-controlling interests				
– Continuing operations	134	1,765	(388)	2,299
– Discontinued operation	-	(883)	-	(1,437)
	134	882	(388)	862
	(2,110)	315	(11,209)	(10,003)
Total comprehensive (expense)/ income attributable to:				
Owners of the Company				
– Continuing operations	(1,251)	369	(3,642)	(10,519)
– Discontinued operation	(322)	(1,028)	(6,224)	(1,654)
	(1,573)	(659)	(9,866)	(12,173)
Non-controlling interests				
– Continuing operations	194	1,757	(341)	2,309
– Discontinued operation	-	(891)	-	(1,437)
	194	866	(341)	872
	(1,379)	207	(10,207)	(11,301)
(Loss)/earnings per share from continuing operations				
– Basic and diluted (<i>HK cents per share</i>)	(0.05)	0.01	(0.09)	(0.20)
Loss per share from continuing and discontinued operations				
– Basic and diluted (<i>HK cents per share</i>)	(0.05)	(0.01)	(0.23)	(0.23)

The accompany notes are an integral part of this interim financial information.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021 (Unaudited)

		(Unaudited) 30 June 2021 <i>HK\$'000</i>	(Audited) 31 December 2020 <i>HK\$'000</i>
	<i>Note</i>		
Non-current assets			
Property, plant and equipment	9	73	75
Right-of-use assets		2,366	2,591
Financial assets at fair value through other comprehensive income		<u>330</u>	<u>330</u>
		<u>2,769</u>	<u>2,996</u>
Current assets			
Inventories		96	93
Trade and other receivables	10	10,793	5,837
Amount due from a fellow subsidiary		4	2
Tax recoverable		168	–
Cash and bank balances		<u>48,139</u>	<u>57,467</u>
		<u>59,200</u>	<u>63,399</u>
Current liabilities			
Trade and other payables	11	3,931	5,804
Contract liabilities		881	750
Lease liabilities		1,724	1,492
Amount due to an intermediate holding company		4,515	2,103
Current tax liabilities		<u>–</u>	<u>431</u>
		<u>11,051</u>	<u>10,580</u>
Net current assets		<u>48,149</u>	<u>52,819</u>
Total assets less current liabilities		<u>50,918</u>	<u>55,815</u>

	(Unaudited) 30 June 2021 <i>HK\$'000</i>	(Audited) 31 December 2020 <i>HK\$'000</i>
<i>Note</i>		
Non-current liability		
Lease liabilities	<u>62</u>	<u>1,001</u>
Net assets	<u>50,856</u>	<u>54,814</u>
Capital and reserves		
Share capital	23,430	23,430
Reserves	<u>23,256</u>	<u>33,122</u>
Equity attributable to owners of the Company	46,686	56,552
Non-controlling interests	<u>4,170</u>	<u>(1,738)</u>
Total equity	<u>50,856</u>	<u>54,814</u>

The accompany notes are an integral part of this interim financial information.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2021 (Unaudited)

Attributable to owners of the Company													
	Share Capital-ordinary shares (Unaudited) HK\$'000	Share premium account (Unaudited) HK\$'000	Capital contribution reserve (Unaudited) HK\$'000	Capital redemption reserve (Unaudited) HK\$'000	Convertible bonds equity reserve (Unaudited) HK\$'000	Warrant reserve (Unaudited) HK\$'000	Financial asset at fair value through other comprehensive income reserve (Unaudited) HK\$'000	Foreign currency translation reserve (Unaudited) HK\$'000	Other reserve (Unaudited) HK\$'000	Accumulated losses (Unaudited) HK\$'000	Subtotal (Unaudited) HK\$'000	Non-controlling interests (Unaudited) HK\$'000	Total equity (Unaudited) HK\$'000
Balance at 1 January 2020	23,355	3,443,597	9,777	1	3,935	-	245	113,725	(49)	(3,548,370)	51,216	(881)	50,335
Loss/profit for the period	-	-	-	-	-	-	-	-	-	(10,865)	(10,865)	862	(10,003)
Other comprehensive (expense)/income for the period	-	-	-	-	-	-	-	(1,308)	-	-	(1,308)	10	(1,298)
Total comprehensive (expense)/income for the period	-	-	-	-	-	-	-	(1,308)	-	(10,865)	(12,173)	872	(11,301)
Issue of unlisted warrants net of expense	-	-	-	-	-	666	-	-	-	-	666	-	666
Capital contribution by non-controlling shareholders of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	547	547
Balance at 30 June 2020	23,355	3,443,597	9,777	1	3,935	666	245	112,417	(49)	(3,558,235)	39,709	538	40,247

Attributable to owners of the Company												
	Share Capital-ordinary shares (Unaudited) HK\$'000	Share premium account (Unaudited) HK\$'000	Capital contribution reserve (Unaudited) HK\$'000	Capital redemption reserve (Unaudited) HK\$'000	Warrant reserve (Unaudited) HK\$'000	Financial asset at fair value through other comprehensive income reserve (Unaudited) HK\$'000	Foreign currency translation reserve (Unaudited) HK\$'000	Other reserve (Unaudited) HK\$'000	Accumulated losses (Unaudited) HK\$'000	Subtotal (Unaudited) HK\$'000	Non-controlling interests (Unaudited) HK\$'000	Total equity (Unaudited) HK\$'000
Balance at 1 January 2021	23,430	3,466,638	9,777	1	666	215	116,559	(49)	(3,560,685)	56,552	(1,738)	54,814
Loss for the period	-	-	-	-	-	-	-	-	(10,821)	(10,821)	(388)	(11,209)
Other comprehensive income for the period	-	-	-	-	-	-	955	-	-	955	47	1,002
Total comprehensive income/(expense) for the period	-	-	-	-	-	-	955	-	(10,821)	(9,866)	(341)	(10,207)
Lapse of warrants	-	-	-	-	(666)	-	-	-	666	-	-	-
Deregistration of subsidiaries	-	-	-	-	-	-	-	-	-	-	6,249	6,249
Balance at 30 June 2021	23,430	3,466,638	9,777	1	-	215	117,514	(49)	(3,570,840)	46,686	4,170	50,856

The accompany notes are an integral part of this interim financial information.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2021 (Unaudited)

	(Unaudited)	
	Six months ended 30 June	
	2021	2020
	HK\$'000	HK\$'000
Net cash used in operating activities	(8,680)	(3,932)
Net cash generated from/(used in) investing activities	295	(3,775)
Net cash used in financing activities	<u>(1,541)</u>	<u>(1,115)</u>
Net decrease in cash and cash equivalents	(9,926)	(8,822)
Cash and cash equivalents at the beginning of period	57,467	75,791
Effect of foreign exchange rate changes, net	<u>598</u>	<u>(1,246)</u>
Cash and cash equivalents at the end of period	<u>48,139</u>	<u>65,723</u>
Analysis of the balances of cash and cash equivalents		
Cash and bank balances	<u>48,139</u>	<u>65,723</u>

The accompany notes are an integral part of this interim financial information.

NOTES TO THE INTERIM FINANCIAL INFORMATION

1 BASIS OF PREPARATION AND IMPACT OF NEW HKFRSS AND HKASS

The unaudited consolidated financial statements of the Group for the six months ended 30 June 2021 have been prepared in accordance with the Hong Kong Accounting Standards (“**HKASS**”) 34 “Interim Financial Reporting”, other relevant HKASS and Interpretations (“**Ints**”) and Hong Kong Financial Reporting Standards (“**HKFRSS**”) issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and the applicable disclosure required by the GEM Listing Rules. It has been prepared under historical cost convention.

The unaudited consolidated financial statements of the Group for the six months ended 30 June 2021 have been prepared in accordance with the same accounting policies adopted in the annual financial statements for the year ended 31 December 2020, except for the adoption of the new and revised HKFRSS (which include individual HKFRSS, HKASS and Ints).

In the current interim period, the Group has adopted all the new and revised HKFRSS issued by the HKICPA that are relevant to its operations and effective for its accounting period beginning on 1 January 2021. The adoption of these new and revised HKFRSS did not result in significant changes to the Group’s accounting policies and amounts reported for the current and prior periods.

The Group has not applied the new and revised HKFRSS that have been issued but are not yet effective. The Group has already commenced an assessment of the impact of these new HKFRSS but is not yet in a position to state whether these new HKFRSS would have a material impact on its results of operations and financial position.

The unaudited consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual financial statements for the year ended 31 December 2020.

2 REVENUE

An analysis of the Group's revenue for the below-mentioned periods is as follows:

	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
	2021 HK\$'000	2020 HK\$'000 (Restated)	2021 HK\$'000	2020 HK\$'000 (Restated)
Revenue from contracts with customers within scope of HKFRS 15				
Provision of new retail solutions and service platform	6,858	5,303	13,215	6,867
Credit referral and service fee	-	61	-	74
Provision of management, marketing and operating services for lottery system and lottery halls	-	127	-	161
Provision of sports training services	512	465	729	756
	7,370	5,956	13,944	7,858

3 SEGMENT INFORMATION

The Group's operating segments are determined based on information reported to the Directors, being the chief operating decision maker, for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided.

During the year ended 31 December 2020, the Group ceased its apartment leasing business. In the first quarter of 2020, the Group commenced the smart retail business.

Specifically, the Group's reportable and operating segments under HKFRS 8 "Operating Segments" are as follows:

Continuing operations

- smart retail business – provision of new retail integrated software service platform to chain retailers and merchants and extended services therefrom such as omni-channel payment services and SMS marketing services, etc. and provision of cloud services to domestic and cross-border overseas business;

- (b) financial technology services business – provision of credit referral and services (including credit facilitation services, post-origination services and financial guarantee services);
- (c) lottery business – development of computer software, hardware and application system, sale of self-developed technology or results, provision of relevant technical consultancy services in the People’s Republic of China (the “**PRC**”) and development and provision of operation system sector of the PRC lottery market; and
- (d) sports training business – provision of sports training services.

Discontinued operation

- (a) apartment leasing business – management of apartment leasing for property owners and lessees.

The following tables present the revenue and results for the six months ended 30 June 2021 and 2020, and the total assets and total liabilities as at 30 June 2021 and 31 December 2020 for each of the Group’s business segments:

	Continuing operations				Discontinued operation		Total HK\$'000
	Smart retail business HK\$'000	Financial technology services business HK\$'000	Lottery business HK\$'000	Sports training business HK\$'000	Subtotal HK\$'000	Apartment leasing business HK\$'000	
Six months ended 30 June 2021 (Unaudited)							
Segment revenue	13,215	-	-	729	13,944	-	13,944
Segment loss	(727)	(768)	(247)	(167)	(1,909)	-	(1,909)
Interest on bank deposits, other income and losses, net					300	(6,587)	(6,287)
Central administration costs					(2,909)	(1)	(2,910)
Loss before tax					(4,518)	(6,588)	(11,106)

	Continuing operations				Discontinued operation		Total HK\$'000
	Smart retail business HK\$'000	Financial technology services business HK\$'000	Lottery business HK\$'000	Sports training business HK\$'000	Subtotal HK\$'000	Apartment leasing business HK\$'000 (Restated)	
Six months ended 30 June 2020 (Unaudited)							
Segment revenue	6,867	74	161	756	7,858	2,322	10,180
Segment profit/(loss)	6,464	(9,556)	(1,064)	(260)	(4,416)	(3,325)	(7,741)
Interest on bank deposits, other income and losses, net					877	234	1,111
Central administration costs					(3,256)	-	(3,256)
Loss before tax					(6,795)	(3,091)	(9,886)

	Continuing operations				Discontinued operation		Total HK\$'000
	Smart retail business HK\$'000	Financial technology services business HK\$'000	Lottery business HK\$'000	Sports training business HK\$'000	Subtotal HK\$'000	Apartment leasing business HK\$'000	
As at 30 June 2021 (Unaudited)							
Segment assets	15,347	37,388	1,576	1,092	55,403	-	55,403
Corporate and unallocated assets					6,566	-	6,566
Consolidated assets					61,969	-	61,969
Segment liabilities	7,373	80	555	902	8,910	-	8,910
Corporate and unallocated liabilities					2,203	-	2,203
Consolidated liabilities					11,113	-	11,113

	Continuing operations				Discontinued operation		Total HK\$'000
	Smart retail business HK\$'000	Financial technology services business HK\$'000	Lottery business HK\$'000	Sports training business HK\$'000	Subtotal HK\$'000	Apartment leasing business HK\$'000 (Restated)	
As at 31 December 2020 (Audited)							
Segment assets	17,481	41,993	2,220	1,553	63,247	24	63,271
Corporate and unallocated assets					3,124	-	3,124
Consolidated assets					<u>66,371</u>	<u>24</u>	<u>66,395</u>
Segment liabilities	2,986	547	589	1,212	5,334	52	5,386
Corporate and unallocated liabilities					6,195	-	6,195
Consolidated liabilities					<u>11,529</u>	<u>52</u>	<u>11,581</u>

4 FINANCE COSTS

	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
	2021 HK\$'000	2020 HK\$'000 (Restated)	2021 HK\$'000	2020 HK\$'000 (Restated)
Effective interest on convertible bonds	-	379	-	757
Interest on lease liabilities	<u>25</u>	<u>35</u>	<u>76</u>	<u>71</u>
	<u>25</u>	<u>414</u>	<u>76</u>	<u>828</u>

5 INCOME TAX CHARGE

Income tax recognised in profit or loss

	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
	2021 HK\$'000	2020 HK\$'000	2021 HK\$'000	2020 HK\$'000
PRC Corporate Income Tax				
Current tax	-	(3,699)	(103)	(3,793)
Deferred tax	-	3,614	-	3,676
	<hr/>	<hr/>	<hr/>	<hr/>
Total income tax charge recognised in profit or loss	-	(85)	(103)	(117)
	<hr/>	<hr/>	<hr/>	<hr/>

No provision for Hong Kong Profits Tax had been made as the Group had no assessable profits arising in or derived from Hong Kong for both periods.

Under the prevailing tax law in the PRC, the Corporate Income Tax rate of the PRC subsidiaries is 25% for both periods. Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions.

The Group did not have any significant unprovided deferred tax liabilities at 30 June 2021 and 31 December 2020.

6 (LOSS)/PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS

	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
	2021 <i>HK\$'000</i>	2020 <i>HK\$'000</i> (Restated)	2021 <i>HK\$'000</i>	2020 <i>HK\$'000</i> (Restated)
(Loss)/profit for the period from continuing operations has been arrived at after (crediting)/charging:				
Bank interest income	(91)	(468)	(328)	(962)
Net foreign exchange losses/(gains)	217	(35)	25	(145)
Interest income on financial assets at fair value through profit or loss	-	(5)	-	(5)
Quality assurance fund recovered	-	(12)	-	(14)
Quality assurance fund loss, net	-	2,722	-	8,244
Recognition of/(reversal of) loss allowance of contract assets	2	(1,673)	(25)	807
Covid-19 related rent concession	-	(50)	(17)	(50)
Auditor's remuneration	230	240	460	480
Employee benefits expenses (excluding directors' emoluments)				
– Salaries, bonus and other benefits in kind	3,317	988	7,283	2,303
– Contributions to retirement benefits schemes	490	36	1,054	119
Directors' emoluments	654	336	990	672
Short-term leases expenses	19	25	46	48
Depreciation of property, plant and equipment	13	120	36	425
Depreciation of right-of-use assets	504	325	1,002	632

7 DISCONTINUED OPERATION

During the year ended 31 December 2020, the Group discontinued the apartment leasing business in the PRC. The results of the discontinued operation for the periods ended 30 June 2021 and 2020 are presented below. The comparative figures in the unaudited consolidated statement of profit or loss and other comprehensive income have been restated to re-present the apartment leasing business as a discontinued operation.

	(Unaudited)		(Unaudited)	
	Three months ended		Six months ended	
	30 June		30 June	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		(Restated)		(Restated)
Revenue	-	964	-	2,322
Cost of sales and services	-	(1,744)	-	(3,863)
Gross loss	-	(780)	-	(1,541)
Other income and (losses)/gains, net	(114)	1,967	(6,587)	2,053
Administrative expenses	-	(2,886)	(1)	(3,138)
Finance costs	-	(203)	-	(465)
Loss before tax	(114)	(1,902)	(6,588)	(3,091)
Income tax charge	-	-	-	-
Loss for the period from discontinued operation	(114)	(1,902)	(6,588)	(3,091)
Other comprehensive income				
<i>Item that may be reclassified subsequently to profit or loss:</i>				
Exchange differences on translating discontinued foreign operation	(208)	(17)	364	-
Other comprehensive (expense)/income for the period	(208)	(17)	364	-
Total comprehensive expense arises from discontinued operation for the period	(322)	(1,919)	(6,224)	(3,091)

(Unaudited)		(Unaudited)	
Three months ended		Six months ended	
30 June		30 June	
2021	2020	2021	2020
<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Restated)		(Restated)

Loss for the period has been arrived at after (crediting)/charging:

Gain on lease termination	-	(1,872)	-	(1,919)
Employee benefits expense (excluding directors' emoluments)				
– Salaries and other benefits in kind	-	525	-	771
– Contributions to retirement benefits schemes	-	80	-	172
Short-term leases expenses	-	16	-	22
Depreciation of property, plant and equipment	-	140	-	590
Depreciation of right-of-use assets	-	1,159	-	2,732
Loss and disposal of property, plant and equipment	-	2,557	-	2,557
Loss on deregistration of subsidiaries	114	-	6,615	-

8 (LOSS)/EARNINGS PER SHARE

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

	(Unaudited)		(Unaudited)	
	Three months ended		Six months ended	
	30 June		30 June	
	2021	2020	2021	2020
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
		(Restated)		(Restated)
(Loss)/earnings				
(Loss)/earnings for the period attributable to owners of the Company for the purposes of basic and diluted (loss)/earnings per share				
– From continuing operations	(2,130)	452	(4,233)	(9,211)
– From discontinued operation	(114)	(1,019)	(6,588)	(1,654)
	(2,244)	(567)	(10,821)	(10,865)

Number of shares

	(Unaudited)		(Unaudited)	
	Three months ended		Six months ended	
	30 June		30 June	
	2021	2020	2021	2020
	'000	'000	'000	'000
Weighted average number of ordinary shares for the purposes of basic and diluted (loss)/earnings per share	4,686,048	4,671,035	4,686,048	4,671,035

There was no difference between the basic and diluted loss per share during the three months and six months ended 30 June 2021 as there were no dilutive potential shares outstanding for the periods.

The computation of diluted (loss)/earnings per share for the three months and the six months ended 30 June 2020 did not assume the exercise of the Company's potential ordinary shares granted under the Company's convertible bonds and warrants since their exercise and conversion would have an anti-dilutive effect.

9 PROPERTY, PLANT AND EQUIPMENT

	(Unaudited) As at 30 June 2021 <i>HK\$'000</i>	(Audited) As at 31 December 2020 <i>HK\$'000</i>
Net book value, beginning of the period/year	75	6,395
Additions	33	31
Disposals/write-off	–	(4,688)
Disposal of a subsidiary	–	(45)
Depreciation	(36)	(1,665)
Effect of foreign currency exchange differences	1	47
	<u>73</u>	<u>75</u>
Net book value, end of the period/year	73	75
Cost	1,874	2,363
Accumulated depreciation and impairment	(1,801)	(2,288)
	<u>73</u>	<u>75</u>
Net book value, end of the period/year	73	75

10 TRADE AND OTHER RECEIVABLES

As of the end of the reporting period, the ageing analysis of trade and other receivables, based on the respective revenue recognition date and net of loss allowance, was as follows:

	(Unaudited) As at 30 June 2021 HK\$'000	(Audited) As at 31 December 2020 <i>HK\$'000</i>
0 – 30 days	2,256	2,420
31 – 60 days	577	24
61 – 90 days	235	–
Over 90 days	129	–
Trade receivables, net of loss allowance	3,197	2,444
Deposits, other receivables and prepayments	7,596	3,393
Total trade and other receivables	10,793	5,837

Trade receivables are due within 20 days from the date of billing.

11 TRADE AND OTHER PAYABLES

As of the end of the reporting period, the ageing analysis of trade and other payables, based on the invoice date, was as follows:

	(Unaudited) As at 30 June 2021 HK\$'000	(Audited) As at 31 December 2020 <i>HK\$'000</i>
0 – 30 days	86	142
31 – 60 days	78	–
61 – 90 days	52	–
Over 90 days	319	160
Total trade payables	535	302
Other payables and accruals	2,348	4,280
Accrued salaries and other benefits in kind	1,048	1,222
Total trade and other payables	3,931	5,804

12 RELATED PARTY TRANSACTIONS

Save as disclosed in this report, the Group had the following significant transactions with related parties during the period:

Compensation of key management personnel

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

	(Unaudited) Three months ended 30 June		(Unaudited) Six months ended 30 June	
	2021 HK\$'000	2020 HK\$'000	2021 HK\$'000	2020 HK\$'000
Short-term benefits	645	327	972	654
Post-employment benefits	9	9	18	18
	<u>654</u>	<u>336</u>	<u>990</u>	<u>672</u>

13 INTERIM DIVIDEND

The Board does not recommend the payment of any interim dividend for the six months ended 30 June 2021 (six months ended 30 June 2020: Nil).

MANAGEMENT DISCUSSION AND ANALYSIS

Business Review

Smart Retail Business

The Group's smart retail business is operated under its subsidiary, Hangzhou Zhongtuo Netcom Technology Limited ("**Zhongtuo Netcom**"), which positions itself as an integrated smart retail solution provider. Its main business is to provide new retail digital transformation solutions and new retail integrated software service platform to chain retailers and merchants, and a series of extended services such as cloud services (cloud storage and cloud computing), omni-channel payment services and SMS marketing services, etc. During the business development over the past year or so, the demand for domestic cloud services and cross-border overseas business has been growing rapidly, the market extends from Mainland China to overseas, cloud services business is expected to become the focal point of development. The Group receives fixed income from system development and sales of software and hardware, and also receives agency fees that are based on customer of usage such as transaction payment amount, cloud service usage and SMS traffic. For the six months ended 30 June 2021, the Group's smart retail business generated revenue of approximately HK\$13,215,000 (for the period from 27 February 2020 (being the date of incorporation of Zhongtuo Netcom) to 30 June 2020: approximately HK\$6,867,000).

Financial Technology Services Business

Under the backdrop of stringent regulatory requirements in the PRC for Internet financial technology companies, uncertainties remained in the Group's development of its financial technology services business in the first half of 2021. For the six months ended 30 June 2021, the Group's financial technology services business did not generate any revenue (six months ended 30 June 2020: approximately HK\$74,000).

Sports Training Business

The Group operates the Hui So Hung Table Tennis Training Centre in Hong Kong to provide table tennis training services to students of different ages and levels. The outbreak of the coronavirus disease 2019 (“**COVID-19**”) since 2020 had directly and continuously affected the operations and revenue of the Group’s sports training business during the first half of 2021. For the six months ended 30 June 2021, the sports training business of the Group recorded a revenue of approximately HK\$729,000 (six months ended 30 June 2020: approximately HK\$756,000).

Lottery Business

As at 30 June 2021, the Group had submitted applications for the establishment of 1,629 sales points in various cities in Shandong, PRC, 1,011 of which had been approved and 323 sales points of which have been in operation. For the six months ended 30 June 2021, the Group’s lottery business did not record any revenue (six months ended 30 June 2020: approximately HK\$161,000). The Group is closely monitoring the performance of the lottery business and is downsizing this business, as it continuously records operating losses.

Financial Review

For the six months ended 30 June 2021, the Group recorded an unaudited consolidated revenue from continuing operations of approximately HK\$13,944,000 (six months ended 30 June 2020: approximately HK\$7,858,000), representing an increase of approximately 77% as compared with that of the corresponding period in 2020. The revenue of the Group was predominantly derived from its smart retail business.

The Group's discontinued operation, being its apartment leasing business, had incurred a loss attributable to owners of the Company of approximately HK\$6,588,000 for the six months ended 30 June 2021 (six months ended 30 June 2020: approximately HK\$1,654,000), which was mainly attributable to the loss recognised upon deregistration of a company engaged in the apartment leasing business.

For the six months ended 30 June 2021, the unaudited consolidated loss attributable to owners of the Company was approximately HK\$10,821,000 (six months ended 30 June 2020: approximately HK\$10,865,000). The Group's loss for the six months ended 30 June 2021 was mainly attributable to the losses arising from the discontinued operation and continuing operations.

Liquidity and gearing ratio

As at 30 June 2021, the Group recorded total assets of approximately HK\$61,969,000 (31 December 2020: approximately HK\$66,395,000), total liabilities of approximately HK\$11,113,000 (31 December 2020: approximately HK\$11,581,000) and cash and bank balances of approximately HK\$48,139,000 (31 December 2020: approximately HK\$57,467,000).

As at 30 June 2021, the gearing ratio (calculated as total borrowings divided by total assets) of the Group was zero as the Group had no borrowings (31 December 2020: zero).

Capital structure

As at 30 June 2021, the capital structure of the Group consisted of equity attributable to owners of the Company of approximately HK\$46,686,000 (31 December 2020: approximately HK\$56,552,000), comprising issued share capital and reserves. As at 30 June 2021, the Company's total number of issued shares (the "**Shares**") of HK\$0.005 each was 4,686,048,381 (31 December 2020: 4,686,048,381 Shares).

Charges on the Group's assets

As at 30 June 2021, the Group did not have any charges on its assets (31 December 2020: Nil).

Material investments, material acquisitions or disposal of subsidiaries, associates or joint ventures

During the six months ended 30 June 2021, the Group did not hold any material investment nor make any material acquisition or disposal of any subsidiary, associate or joint venture.

Capital investment and future plans for material investment or capital asset purchase

During the six months ended 30 June 2021, the Group paid approximately HK\$33,000 (six months ended 30 June 2020: Nil) for the purchase of property, plant and equipment and had no specific plan for material investments or acquisition of capital assets.

Exposure to fluctuation in exchange rates

The Group's sales and purchases were mostly denominated in Hong Kong Dollars ("HK\$") and Renminbi ("RMB").

RMB is not a freely convertible currency. Future exchange rates of RMB could vary significantly from the current or historical exchange rates as a result of controls that could be imposed by the PRC government. The exchange rates may also be affected by economic developments and political changes domestically and internationally, and the demand and supply of RMB. The appreciation or devaluation of RMB against HK\$ may have an impact on the operation results of the Group.

The Group monitors its foreign currency risks and will consider hedging significant currency exposures should the need arise. No hedging transaction had been entered into by the Group during the six months ended 30 June 2021 (six months ended 30 June 2020: Nil).

Contingent liabilities

As at 30 June 2021, the Group had no significant contingent liabilities (31 December 2020: Nil).

Segmental information

Please refer to note 3 to the financial statements for the segmental information of the Group.

Prospects

Looking forward, the Group's business growth will continue to be propelled by its smart retail business. At the same time, the Group will closely monitor and may downsize or cease certain continuously loss-making business(es) in order to focus its resources on profit-making businesses.

Employees and remuneration policies

As at 30 June 2021, the Group had a total of 71 employees (31 December 2020: 88).

The salaries and benefits of the Group's employees are kept at a competitive level and employees are rewarded on a performance-related basis within the general framework of the Group's salary and bonus system, which is reviewed annually.

INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVES OF THE COMPANY IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

As at 30 June 2021, the interests or short positions of the Directors and chief executives of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (the “SFO”) (Cap. 571 of the Laws of Hong Kong)), which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which were taken or deemed to have under such provisions of the SFO), or pursuant to section 352 of the SFO, to be recorded in the register of the Company referred to therein, or as otherwise notified to the Company and the Stock Exchange pursuant to the required standard of dealings in securities by directors of listed issuers (the “Required Standard of Dealings”) as referred to in Rules 5.46 to 5.67 of the GEM Listing Rules, were as follows:

Long position in the Shares

Name of Director	Capacity and nature of interests	Number of Shares	Approximate percentage of issued Shares ⁽¹⁾
Mr. Sun Haitao (“Mr. Sun”)	Interest in controlled corporation	1,834,963,213 ⁽²⁾	39.16%

Notes:

- (1) The calculation is based on the number of Shares as a percentage of the total number of issued Shares (i.e. 4,686,048,381 Shares) as at 30 June 2021.
- (2) 51RENPIN.COM INC. is wholly owned by Shanghai Wuniu Network Technology Company Limited* (“Shanghai Wuniu”), which is in turn wholly owned by Hangzhou Enniu Network Technology Co., Ltd.* (“Enniu Network”). Further, contractual arrangements are entered into between Hangzhou Zhenniu Information Technology Co., Ltd.* (“Hangzhou Zhenniu”) (a company wholly owned by 51 Credit Card (China) Limited, which is in turn wholly owned by 51 Credit Card Inc. (“51 Credit Card”) (listed on the Stock Exchange, stock code: 2051), and ultimately controlled by Mr. Sun) (details of which are set out in the section headed “Long position in shares of associated corporations” below) and Enniu Network so that Hangzhou Zhenniu can control Enniu Network. By virtue of the SFO, Mr. Sun is deemed to be interested in those Shares held by 51RENPIN.COM INC.

Long position in shares of associated corporations

Name of Directors	Name of associated corporation	Capacity and nature of interests	Number of shares	Approximate percentage of issued shares ⁽¹⁾
Mr. Sun	51 Credit Card	Founder of a discretionary trust who can influence how the trustee exercises his discretion ⁽²⁾	114,117,732	8.40%
		Others ⁽²⁾	50,355,000	3.71%
		Others ⁽²⁾	232,078,004	17.09%
			396,550,736	29.19%
Mr. Zhao Ke	51 Credit Card	Beneficial owner	3,100,000	0.23%

Notes:

- (1) The calculations are based on the number of shares as a percentage of the total number of issued shares of 51 Credit Card (i.e. 1,358,320,188 shares) as at 30 June 2021.
- (2) Rising Sun Limited (the sole shareholder of which is Wukong Ltd., which is beneficially owned by a discretionary trust, Wukong Trust, founded by Mr. Sun), (i) beneficially holds 114,117,732 shares in 51 Credit Card; (ii) acts as a general partner and controls 51 Xinhua L.P., which in turn holds 50,355,000 shares in 51 Credit Card; and (iii) holds 232,078,004 shares in 51 Credit Card through various voting proxies.

Save as disclosed above, as at 30 June 2021, no other Director or chief executive of the Company had or was deemed to have any interest or short position in any shares, underlying shares and debentures of the Company or 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 interests or short positions which were taken or deemed to have under such provisions of the SFO), as recorded in the register required to be kept under section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Required Standard of Dealings.

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

As at 30 June 2021, so far as was known to the Directors, the persons or entities, other than the Directors or chief executives of the Company, who had or was deemed to have an interest or a short position in the Shares, underlying Shares and debentures of the Company which were recorded in the register required to be kept by the Company under section 336 of the SFO, or which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO are as follows:

Name	Capacity and nature of interests	Number of Shares directly or indirectly held and category ⁽⁴⁾	Approximate percentage of issued Shares ⁽¹⁾
51 Credit Card ⁽²⁾	Interest in controlled corporation	1,834,963,213 (L)	39.16%
51 Credit Card (China) Limited ⁽²⁾	Interest in controlled corporation	1,834,963,213 (L)	39.16%
Hangzhou Zhenniu ⁽²⁾	Interest in controlled corporation	1,834,963,213 (L)	39.16%
Enniu Network ⁽²⁾	Interest in controlled corporation	1,834,963,213 (L)	39.16%
Shanghai Wuniu ⁽²⁾	Interest in controlled corporation	1,834,963,213 (L)	39.16%
51RENPIN.COM INC. ⁽²⁾	Beneficial owner	1,834,963,213 (L)	39.16%
Mr. Wang Yonghua ("Mr. Wang") ⁽³⁾	Interest in controlled corporation	2,199,963,213 (L)	46.95%
Tian Tu Capital Co., Ltd.* ("Tian Tu Capital") ⁽³⁾	Interest in controlled corporation	2,199,963,213 (L)	46.95%
Tiantu Advisory Company Limited ⁽³⁾	Interest in controlled corporation	1,834,963,213 (L)	39.16%
Tiantu Investments Limited ⁽³⁾	Person having a security interest in shares	1,834,963,213 (L)	39.16%

Name	Capacity and nature of interests	Number of Shares directly or indirectly held and category⁽⁴⁾	Approximate percentage of issued Shares⁽¹⁾
Tiantu Investments International Limited ⁽³⁾	Beneficial owner	365,000,000 (L)	7.79%
Mr. Zuo Lei	Beneficial owner	333,690,000 (L)	7.12%

Notes:

- (1) The calculations are based on the number of Shares which each party is interested in (whether directly or indirectly interested or deemed to be interested) as a percentage of the total number of issued Shares (i.e. 4,686,048,381 Shares) as at 30 June 2021.
- (2) Duplicate with those disclosed in the section headed "INTERESTS AND SHORT POSITIONS OF DIRECTORS AND CHIEF EXECUTIVES OF THE COMPANY IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION" above.
- (3) Tiantu Investments Limited is wholly owned by Tiantu Advisory Company Limited, which is in turn wholly owned by Tian Tu Capital which is owned as to approximately 40.35% by Mr. Wang. Mr. Wang is deemed to be interested in an aggregate of 2,199,963,213 Shares, of which 1,834,963,213 Shares held by 51RENPIN.COM INC. is charged in favour of Tiantu Investments Limited and 365,000,000 Shares are held by Tiantu Investments International Limited, a company wholly owned by Tian Tu Capital.
- (4) (L) – Long Position, (S) – Short Position.

Save as disclosed above, so far as was known to the Directors, as at 30 June 2021, there was no person (not being a Director or a chief executive of the Company) who had or was deemed to have an interest or a short position in the Shares, underlying Shares and debentures of the Company which were recorded in the register required to be kept by the Company under section 336 of the SFO, or which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO.



COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Board is committed to maintaining high standards of corporate governance in order to uphold the transparency of the Group and safeguard the interests of the shareholders (the “**Shareholders**”) of the Company.

During the six months ended 30 June 2021, the Company had applied and complied with all the code provisions in the Corporate Governance Code (the “**CG Code**”) as set out in Appendix 15 to the GEM Listing Rules except for the following:

Code provision A.2.1

Code provision A.2.1 of the CG Code stipulates that the role of chairman and chief executive should be separate and should not be performed by the same individual.

Currently, the role of the chairman of the Board is performed by Mr. Sun and the appointment of the chief executive officer of the Company remains outstanding. The overall management of the Company is performed by Mr. Sun and Mr. Zhao Ke, and their respective areas of profession spearheaded the Group’s overall development and business strategies.

While this constitutes a deviation from code provision A.2.1 of the CG Code, the Board believes that this arrangement will not impair the balance of power and authority between the management of the Board and the day-to-day management of the Group’s business, given that: (i) decisions to be made by the Board require approval by at least a majority of the Directors and since the Board comprises three independent non-executive Directors out of five Directors, which is more than the GEM Listing Rules requirement of one third, the Board believes there are sufficient checks and balances among the Board; (ii) Mr. Sun and the other Directors are aware of and undertake to fulfill their fiduciary duties as Directors, which require, among other things, that he acts for the benefit and in the best interests of the Company and will make decisions for the Group accordingly; (iii) the balance of power and authority is ensured by the operations of the Board which comprises qualified professionals and experienced individuals who meet regularly to discuss issues relating to the operations of the Company; and (iv) the effective execution of strategic initiatives could be promoted and the flow of information between the Directors could be facilitated under the role of chairman of the Board as performed by Mr. Sun.

The Company is still looking for a suitable candidate to fill the vacancy of the chief executive officer of the Company in order to comply with the CG Code.

Code provision E.1.2


Code provision E.1.2 of the CG code stipulates that the chairman of the Board shall attend the annual general meeting. Mr. Sun, the chairman of the Board, was unable to attend the annual general meeting held in 2021 due to unexpected business engagements.

However, Mr. Yu Tat Chi Michael, the chairman of the Audit Committee and a member of each of the Remuneration and Nomination Committees, took the chair of that annual general meeting and Mr. Zhao Ke, an executive Director, together with the representatives of the auditor of the Company, Baker Tilly Hong Kong Limited, were also present to answer questions from the Shareholders.

UNLISTED WARRANTS

On 22 November 2019, Zhong Tuo Limited (“**Zhong Tuo**”) (a wholly owned subsidiary of the Company) entered into the joint venture agreement (the “**JV Agreement**”) with Ningbo Yunni Enterprise Management Partnership (Limited Partnership)* (“**Ningbo Yunni**”), Ningbo Yun Ma Enterprise Management Partnership (Limited Partnership)* (“**Ningbo Yunma**”) and Mr. Ye Cunshi, pursuant to which the parties agreed to jointly establish a joint venture to explore the business development, cooperation and investment opportunities in the area of smart retail business, and Zhong Tuo conditionally agreed to procure the Company to issue 700,655,257 unlisted warrants (the “**Warrant(s)**”) to Yun Ma Limited at the issue price of HK\$0.001 per Warrant as performance incentive. Each Warrant carries the right to subscribe at any time during the subscription period for one warrant Share (the “**Warrant Share**”) at the subscription price of HK\$0.054 (subject to adjustment) per Warrant Share. The closing price per Share as quoted in the Stock Exchange on the date of the JV Agreement was HK\$0.034. The approval of the issue of Warrants and the grant of specific mandate to issue Warrant Shares upon the exercise of the subscription rights attaching to the Warrants was obtained at the extraordinary general meeting of the Company held on 13 December 2019.

On 23 January 2020, Zhong Tuo and Zhong Tuo Holdings (HK) Limited (a wholly owned subsidiary of Zhong Tuo) further entered into the supplemental joint venture agreement with Ningbo Yunni and Ningbo Yunma, pursuant to which all rights and obligations of Zhong Tuo under the JV Agreement would be transferred to Zhong Tuo Holdings (HK) Limited. The said joint venture (Zhongtuo Netcom) was incorporated in February 2020.



700,655,257 Warrants were issued in February 2020 by the Company to Yun Ma Limited at the issue price of HK\$0.001 per Warrant, carrying the right to subscribe for up to a maximum of 700,655,257 Warrant Shares during a 36-month period commencing from the date of vesting of the Warrants. On 23 March 2021, all the unvested Warrants had lapsed as the vesting conditions could not be achieved.

DISCLOSURE OF CHANGE IN DIRECTORS' INFORMATION

Pursuant to Rule 17.50A(1) of the GEM Listing Rules, the change in Directors' information for the six months ended 30 June 2021 and up to the date of this report is set out below:

- Mr. Yu Tat Chi Michael resigned as the independent non-executive director of EVOC Intelligent Technology Company Limited (listed on the Stock Exchange, stock code: 2308) with effect from 21 May 2021.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct for securities transactions by Directors (the “**Code**”) which is on terms no less exacting than the Required Standard of Dealings against which issuers and their directors must measure their conduct regarding transactions in securities of their issuers. The Company made specific enquiries with all Directors and had not been notified of any non-compliance with the Required Standard of Dealings and the Code by any of the Directors during the period under review.

AUDIT COMMITTEE

The Group's interim results for the six months ended 30 June 2021 have been reviewed by the audit committee of the Company, which was of the opinion that such statements complied with the applicable accounting standards, the GEM Listing Rules and other legal requirements and that adequate disclosures have been made.

COMPETING INTERESTS

During the period under review, none of the Directors or controlling Shareholders or any of their respective close associates (as defined in the GEM Listing Rules) had any business or interest which caused or may have caused any significant competition with the business of the Group or any other conflict of interests with the Group.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2021.

By order of the Board
China Netcom Technology Holdings Limited
Sun Haitao
Chairman and Executive Director

6 August 2021

As at the date of this report, the executive Directors are Mr. Sun Haitao and Mr. Zhao Ke; and the independent non-executive Directors are Mr. Song Ke, Mr. Wu Bo and Mr. Yu Tat Chi Michael.

* *The English name(s) has/have been transliterated from its/their respective Chinese name(s) and is/are for identification purposes only.*