



Water **Oasis** Group Limited

奧思集團有限公司

(incorporated in the Cayman Islands with limited liability)

(於開曼群島註冊成立之有限公司)

Stock Code 股份代號：1161

穩健發展 Spreading Light 前景光明

INTERIM REPORT
中期報告

2022

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The board of directors (the “Board”) of Water Oasis Group Limited (the “Company”) herein announces the unaudited consolidated results of the Company and its subsidiaries (collectively known as the “Group”) for the six months ended 31st March, 2022.

The unaudited consolidated results have been reviewed by the Company’s Audit Committee and the Company’s independent auditor, BDO Limited, in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”). The independent auditor, on the basis of their review, concluded that nothing has come to their attention that causes them to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting”.

Results and Dividend

For the six months ended 31st March, 2022, the Group’s revenue up 23.3% by comparison with the same period last year, to approximately HK\$388.3 million (six months ended 31st March, 2021: HK\$314.9 million) as a result of the full consolidation of the newly acquired Millistrong Group.

Profit for the period amounted to HK\$26.4 million, as against HK\$58.8 million for the same period last year. As at 31st March, 2022, the Group had approximately HK\$307.6 million in cash in hand.

The Board did not declare an interim dividend (six months ended 31st March, 2021: 5.5 HK cents per share) for the six months ended 31st March, 2022.

Management Discussion and Analysis

The period under review was almost literally a ‘game of two halves’ in terms of the Group’s performance. The Group performed well in the three-month period from October to December 2021, taking advantage of a stable pandemic situation in Hong Kong and a strong appetite for local spending, especially over the Christmas season. However, the outbreak of the “5th wave” of the pandemic in January 2022 led to the Government imposing very strict anti-epidemic measures. All Hong Kong beauty salons together with spas and similar locations, were required to close down completely from 7th January onwards. As a result, for the remainder of the period, the Group was reliant entirely on retail sales of beauty products and related items for its revenue.

Naturally, this mandatory closure of beauty service outlets and spas (which extended beyond the end of the period) had a direct impact on the Group’s overall revenue, and also affected its sales mix and gross profit margin for the period. At period-end, its sales mix of products to beauty services stood at 26.4% (products) to 73.6% (beauty services), a notable shift from the ratio of 19.9% to 80.1% respectively at the end of the previous period. This was also reflected in a lower gross profit margin, down from 92.1% a year ago to 84.9% at period-end.

Revenue for the period increased. However, this was because for this period, the Group consolidated into its accounts the revenue results of the brands acquired from the Millistrong Group in June 2021. Revenue from its Water Oasis brands dipped due to the 5th wave outbreak and closure of spas and beauty salons, especially since March is traditionally the peak month of the year for sales. Nevertheless, the Group reported a small bottom line profit for the period, a positive outcome especially given that no major Government subsidies or relief measures were provided for the three months when its beauty services outlets were closed.

The Group managed to control its advertising costs as a percentage of revenue in this period. It worked hard to maintain a strong public profile without spending money unnecessarily on advertising that would be unable to achieve significant results in the pandemic environment. Depreciation costs rose year-on-year due to increased spending on new outlets, renovations and new equipment. As for rental costs, these too rose on a comparative basis, due to an expansion in the number of outlets being operated by the Group despite an easing of the leasing environment over the past year.

Staff costs were higher than in the previous period, reflecting not only increased staff numbers following store expansion and the acquisition of the Millistrong Group, but also costs associated with retaining some professional staff even after the mandatory closures from early January onwards.

Capital expenditure rose to HK\$27.1 million for the period, nearly 74% more than for the previous period. This was mainly due to spending on new outlets and outlets being prepared for opening in the second half of the year, and on specialised equipment.

Beauty Services

As mentioned, after a strong three months up to early January 2022, all the Group's beauty services brands were required to close completely until the end of the period and beyond. On a period-on-period comparative basis, revenue still managed to increase considerably for this part of the Group's operations.

The closures affected the Group's 'Oasis' brand portfolio, which includes the beauty services businesses Oasis Beauty, Oasis Spa, Oasis Medical Centre, Oasis Hair Spa, and Oasis Homme. Prior to the closures, however, the Group had pushed ahead with its plans to expand its store network and enlarge some of its outlets. A new Oasis Medical Centre opened in The LOHAS in November 2021 to supplement the one opened in Festival Walk in June 2021, meaning that as at 31st March, 2022, the Group was operating 10 Oasis Medical Centres in Hong Kong, up from eight a year earlier.

As at 31st March, 2022, the Group was operating 15 Oasis Beauty centres, 2 Oasis Homme centres, 4 Oasis Hair Spas, 3 Oasis Spa centres, and 10 Oasis Medical Centres in Hong Kong, and 1 Oasis Beauty Store in Macau. In the PRC, 3 self-managed Oasis Beauty centres are in operation.

Another beauty services business affected was the Group's self-owned Glycel brand. This includes a number of Glycel Skinspa outlets providing treatments, along with some outlets selling Glycel-branded products. At period end, the Group was operating 18 Glycel brand outlets in Hong Kong and one in Macau.

Three brands that the Group acquired on taking over the Millistrong Group in June 2021 were also affected by the mandatory closures. One is spa ph+ (renamed from its previous 'Frederique' brand to reflect a younger target market), with five outlets as at 31st March, 2022. A further 32°C beauty salon is located in the Sogo department store, along with one medical beauty outlet under the brand name AesMedic Clinic.

Product Sales

The Group also operates a number of branded retail outlets in which it sells different self-owned and licenced skincare and beauty brands. These include its self-owned brands Eurobeauté and DermaSynergy, and its licensed brands Erno Laszlo and H2O+. Following its acquisition of the Millistrong Group last year, the Group also became a distributor of the beauty brand HABA. All these brands are sold in various physical locations and can also be ordered online. During the period, the Group opened two new outlets in Macau selling Eurobeauté and HABA products respectively, both in Macau's upmarket NOVA Mall.

The Group's 18 Glycel stores sell Glycel products as well as offering beauty treatments. In the period, a new kiosk selling Glycel products was also opened in the New Yaohan department store in Macau's NOVA Mall, in addition to the two kiosks mentioned above.

As previously noted, beauty products made up a larger percentage of the revenue in the period than usual, due to the mandatory closure of all the Group's beauty salons and spas in Hong Kong from 7th January onwards under the Government's anti-COVID measures. However, caution about mixing in groups and social distancing rules also impacted the public's appetite for retail shopping, and sales volumes also fell in the second quarter.

Offsetting this was a significant rise in e-commerce sales in the quarter, which increased by 29% period-on-period. The Group's products clearly remained in demand and by facilitating online ordering and delivery, the Group was able to redirect sales through online channels to compensate to an extent for the fall in customer foot traffic through its stores.

Although the retail environment was difficult, the Group continued with its commitment to opening new stores in strategic locations in preparation for an expected post-pandemic rebound, at the same time taking advantage of the dampened environment to secure competitive rental terms. By getting new stores up and running even during the worst of the pandemic, the Group is ensuring that it will be very well-placed to meet and benefit from sudden rises in demand in the future. Further store openings are in the pipeline, as described in the Outlook section below.

As at 31st March, 2022, the Group was operating 2 H2O+ outlets and 3 Erno Laszlo stores in Hong Kong, with another Erno Laszlo outlet operating in Macau. As for HABA, the Group has 3 retail stores in Hong Kong, together with a fourth store that was opened in Macau in the period.

Outlook

The Government's mandatory closure of beauty salons and spas extended beyond the end of the period, with restrictions not being eased until 21st April, 2022. With the 5th wave outbreak largely under control, the Group is confident that a return to more normal conditions is just around the corner, and that its expansion plans will give it a definite competitive advantage in the months ahead.

Delays due to the 5th wave outbreak meant that the Group's plans to open a major new outlet in the Royal Park Hotel in Shatin had to be pushed back until after period-end. A new Oasis Medical Centre opened there on 21st April, 2022, once mandatory government restrictions ended. Inside the Oasis Medical Centre is a new joint venture of the Group that is further expanding its Oasis portfolio, namely Oasis Dental, offering professional cosmetic dental services.

Renovations are continuing in the Gateway Mall in Tsim Sha Tsui, which will expand the floor space of the existing Oasis Medical Centre there as well as adding a new Glycel spa outlet. The work is being done in phases to manage the changes as seamlessly as possible. A new and larger Oasis Medical Centre is also on track to open in the Soundwill Plaza later in the year. Similarly, the PopCorn Mall will see a new Oasis Medical Centre opening in the second half of 2022.

In Macau, following the expansion in the first half mentioned above, the Group is planning to launch a Glycel salon in the upmarket NOVA Mall in the second half. In Beijing, where the Group has run three self-managed Oasis Beauty centres for several years, it is on track to open a fourth before the end of the financial year. Handover of the new premises is scheduled for May, and renovation and acquisition of the relevant licences will follow.

All these ongoing new openings are part of a deliberate strategy of the Group, launched during pandemic restrictions, to pursue an active expansion plan in preparation for the expected post-pandemic revival. Already with the easing of the 5th wave, signs of a returning appetite for beauty services are evident, and the Group's ongoing store openings and planned openings means it is well-placed to be a provider of choice to customers returning to the scene.

With customer spending and usage continuing to grow, the Group is confident about its potential to deliver a good second-half performance. It will retain its focus on expanding the number and range of its outlets in a variety of locations and territories, so that it can take advantage of the expected rebound. Its strong and varied beauty services portfolio, widely recognised brands, and reputation for quality and professionalism, all give the Group confidence in its ability to step ahead with success in the coming months.

Liquidity and Financial Resources

As at 31st March, 2022, the Group had net current liabilities of approximately HK\$329.6 million (as at 30th September, 2021: HK\$251.7 million).

The Group generally finances its operations with internally generated resources. As at 31st March, 2022, the Group had cash reserves of approximately HK\$307.6 million (as at 30th September, 2021: HK\$369.7 million).

As at 31st March, 2022, the gearing ratio, expressed as a percentage of the secured mortgage loan over total equity of approximately HK\$272.3 million (as at 30th September, 2021: HK\$358.8 million) was approximately 1.8% (as at 30th September, 2021: 1.8%). Details of the maturity profile of the secured mortgage loan (including pledge of the Group assets and interest rate) as set out in note 14 are disclosed in the condensed consolidated financial statements. All borrowings are denominated in Hong Kong dollars. The bank balances and cash are mainly denominated in Hong Kong dollars, United States dollars and Renminbi.

The Group continues to follow the practice of prudent cash management. The Group has acceptable level of exposure on foreign currency fluctuations as most of its assets, receipts and payments are principally denominated in the functional currency of the relevant territories. The Group will continue to monitor its foreign exchange position and if necessary will hedge its foreign exchange exposure by entering forward foreign exchange contracts.

Contingent Liabilities

The Group had no significant contingent liability as at 31st March, 2022.

Capital Commitments

As at 31st March, 2022, the Group had capital commitment in respect of acquisition of property and equipment of approximately HK\$22.4 million.

Employees and Remuneration Policy

As at 31st March, 2022, the Group employed 1,043 staff (as at 30th September, 2021: 968 staff). The Group offers its staff competitive remuneration schemes. In addition, discretionary bonuses and share options (if any) will also be granted to eligible staff based on individual and Group performance. Other employee benefits include provident fund, insurance and medical cover, educational allowances and training programs.

The remuneration policy for the directors and our senior management members is based on their experience, level of responsibility, length of service and general market conditions. Any discretionary bonus and other merit payments are linked to the financial results of the Group and the individual performance of the directors and senior management members.

The Group is committed to nurturing a learning culture in the organisation. Heavy emphasis is placed on training and development, as the Group's success is dependent on the effort of a skilled and motivated work force.

Material Acquisitions and Disposal of Subsidiaries, Associates and Joint Ventures

During the period under review, the Group did not have any material acquisitions and disposals of subsidiaries, associates or joint ventures.

Report on Review of Condensed Consolidated Financial Statements



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To the Board of Directors of Water Oasis Group Limited
(incorporated in the Cayman Islands with limited liability)

Introduction

We have reviewed the condensed consolidated financial statements of Water Oasis Group Limited (the “Company”) and its subsidiaries (collectively referred to as the “Group”) set out on pages 08 to 21, which comprise the condensed consolidated statement of financial position as of 31st March, 2022 and the related condensed consolidated statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the six months period then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 “Interim Financial Reporting” (“HKAS 34”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). The directors of the Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Scope of Review

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

Conclusion

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

BDO Limited

Certified Public Accountants

CHOI Kit Ying

Practising Certificate no. P07387

Hong Kong, 27th May, 2022

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

Unaudited
Six months ended
31st March,

	Notes	2022 HK\$'000	2021 HK\$'000
Revenue	5	388,347	314,857
Purchases and changes in inventories of finished goods		(58,522)	(24,828)
Other income		8,678	14,245
Other gains or losses		(2,272)	(174)
Staff costs		(151,773)	(107,131)
Depreciation		(80,622)	(62,176)
Finance costs		(3,057)	(3,549)
Other expenses	6	(63,042)	(59,823)
Profit before taxation		37,737	71,421
Taxation	7	(11,356)	(12,621)
Profit for the period	8	26,381	58,800
Profit (loss) for the period attributable to:			
Owners of the Company		26,588	58,980
Non-controlling interests		(207)	(180)
		26,381	58,800
Earnings per share			
Basic	9	3.9 HK cents	8.7 HK cents
Diluted	9	3.9 HK cents	8.7 HK cents

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Unaudited Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Profit for the period	26,381	58,800
Other comprehensive income:		
<i>Item that may be reclassified subsequently to profit or loss:</i>		
Exchange differences arising on translation of foreign operations	2,313	1,897
Total comprehensive income for the period	28,694	60,697
Total comprehensive income (expense) for the period attributable to:		
Owners of the Company	28,912	60,895
Non-controlling interests	(218)	(198)
	28,694	60,697

Condensed Consolidated Statement of Financial Position

	Notes	Unaudited As at 31st March, 2022 HK\$'000	Audited As at 30th September, 2021 HK\$'000
Non-current assets			
Intangible assets		76,018	79,148
Goodwill		29,673	29,673
Investment properties	11	225,786	227,915
Property and equipment	11	88,964	80,048
Right-of-use assets		328,307	296,480
Rental deposits		39,538	38,704
Deferred tax assets		7,137	6,873
		795,423	758,841
Current assets			
Inventories		81,461	65,245
Trade receivables	12	7,968	27,611
Contract costs		42,647	49,217
Financial assets at fair value through profit or loss		589	738
Prepayments		13,045	36,031
Other deposits and receivables		64,390	49,085
Tax recoverable		1,176	1,786
Bank balances and cash		307,618	369,662
		518,894	599,375
Current liabilities			
Trade payables	13	2,827	3,907
Accruals and other payables		101,725	129,399
Contract liabilities		499,140	590,535
Secured mortgage loan	14	3,443	3,407
Lease liabilities		100,347	103,869
Tax payable		28,759	19,976
Dividend payable		112,291	–
		848,532	851,093
Net current liabilities		(329,638)	(251,718)
Total assets less current liabilities		465,785	507,123
Capital and reserves			
Share capital	15	68,055	68,055
Reserves		202,993	284,366
Equity attributable to owners of the Company		271,048	352,421
Non-controlling interests		1,240	6,344
Total equity		272,288	358,765
Non-current liabilities			
Secured mortgage loan	14	1,456	3,187
Lease liabilities		171,828	126,122
Deferred tax liabilities		20,213	19,049
		193,497	148,358
		465,785	507,123

Condensed Consolidated Statement of Changes in Equity

	Attributable to owners of the Company										Non-controlling interests HK\$'000	Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Exchange reserve HK\$'000	Capital reserve HK\$'000	Capital redemption reserve HK\$'000	Statutory fund reserve HK\$'000	Other reserve HK\$'000	Retained profits HK\$'000	Total HK\$'000			
At 1st October, 2020 (audited)	68,055	1,153	22,576	(1,766)	450	1,797	(589)	124,762	216,438	6,671	223,109	
Profit (loss) for the period	-	-	-	-	-	-	-	58,980	58,980	(180)	58,800	
Other comprehensive income (expense) for the period: Exchange differences arising on translation of foreign operations	-	-	1,915	-	-	-	-	-	1,915	(18)	1,897	
Total comprehensive income (expense) for the period	-	-	1,915	-	-	-	-	58,980	60,895	(198)	60,697	
At 31st March, 2021 (unaudited)	68,055	1,153	24,491	(1,766)	450	1,797	(589)	183,742	277,333	6,473	283,806	

	Attributable to owners of the Company										Non-controlling interests HK\$'000	Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Exchange reserve HK\$'000	Capital reserve HK\$'000	Capital redemption reserve HK\$'000	Statutory fund reserve HK\$'000	Other reserve HK\$'000	Retained profits HK\$'000	Total HK\$'000			
At 1st October, 2021 (audited)	68,055	1,153	25,649	(1,766)	450	1,797	(589)	257,672	352,421	6,344	358,765	
Profit (loss) for the period	-	-	-	-	-	-	-	26,588	26,588	(207)	26,381	
Other comprehensive income (expense) for the period: Exchange differences arising on translation of foreign operations	-	-	2,324	-	-	-	-	-	2,324	(11)	2,313	
Total comprehensive income (expense) for the period	-	-	2,324	-	-	-	-	26,588	28,912	(218)	28,694	
2021 final dividend declared	-	-	-	-	-	-	-	(112,291)	(112,291)	-	(112,291)	
Acquisition of additional equity interest in a subsidiary	-	-	-	-	-	-	2,006	-	2,006	(6,986)	(4,980)	
Contribution from a non-controlling shareholder of a subsidiary	-	-	-	-	-	-	-	-	-	2,100	2,100	
	-	-	-	-	-	-	2,006	(112,291)	(110,285)	(4,886)	(115,171)	
At 31st March, 2022 (unaudited)	68,055	1,153	27,973	(1,766)	450	1,797	1,417	171,969	271,048	1,240	272,288	

Condensed Consolidated Statement of Cash Flows

Unaudited
Six months ended
31st March,

	2022 HK\$'000	2021 HK\$'000
Net cash from operating activities	13,351	77,636
Net cash used in investing activities:		
Purchase of property and equipment	(27,115)	(15,627)
Purchase of financial assets at fair value through profit or loss	–	(1,326)
Other investing cash flows	766	947
	(26,349)	(16,006)
Net cash used in financing activities:		
Repayment of principal portion of lease liabilities	(44,448)	(41,204)
Repayment of interest portion of lease liabilities	(2,562)	(3,409)
Contribution from a non-controlling shareholder of a subsidiary	2,100	–
Acquisition of additional equity interest in a subsidiary	(4,980)	–
Other financing cash flows	(1,758)	(1,757)
	(51,648)	(46,370)
Net (decrease) increase in cash and cash equivalents	(64,646)	15,260
Cash and cash equivalents at beginning of the period	369,662	418,516
Effect of foreign exchange rate changes	2,602	3,591
Cash and cash equivalents at end of the period, represented by bank balances and cash	307,618	437,367

Notes to the Condensed Consolidated Financial Statements

1. General Information

Water Oasis Group Limited (the “Company”) was incorporated in the Cayman Islands as an exempted company with limited liability on 27th September, 2001 under the Companies Law, Cap.22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The addresses of the registered office and principal place of business of the Company are disclosed in the “Corporate Information” section of this interim report. Its issued shares have been listed on The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) since 11th March, 2002.

The Company is an investment holding company. Its principal subsidiaries are engaged in the operations of beauty services including spas, beauty salons and medical beauty centres as well as the distribution of skincare products in Hong Kong, Macau and the People’s Republic of China (the “PRC”).

The condensed consolidated financial statements are presented in Hong Kong Dollars (“HK\$”) which is the functional currency of the Company. The condensed consolidated financial statements were approved for issue by the Board of Directors (the “Board”) on 27th May, 2022.

2. Basis of Preparation

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

The condensed consolidated financial statements are unaudited, but have been reviewed by BDO Limited in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the HKICPA.

The condensed consolidated financial statements should be read in conjunction with the annual financial statements of the Group for the year ended 30th September, 2021.

3. Principal Accounting Policies

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties and financial assets at fair value through profit or loss which are measured at fair values.

Except as described below, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 31st March, 2022 are the same as those followed in the preparation of the annual financial statements of the Group for the year ended 30th September, 2021.

New and amendments to Hong Kong Financial Reporting Standards (“HKFRS(s)”)

The HKICPA has issued a number of new HKFRSs and amendments to HKFRSs that are first effective for the current accounting period of the Group:

Amendments to HKFRS 16	COVID-19-Related Rent Concessions beyond 30th June, 2021
Amendments to HKFRS 9, HKAS 39, HKFRS 7, HKFRS 4 and HKFRS 16	Interest Rate Benchmark Reform – Phase 2

The application of these new and amendments to HKFRSs in the current interim period had no material impact on the amounts reported and/or disclosures set out in these condensed consolidated financial statements.

4. Use of Judgements and Estimates

In preparing these condensed consolidated financial statements, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 30th September, 2021.

5. Revenue and Segment Information

Information reported to the Company's executive directors, being the chief operating decision makers, in respect of the Group's business operating segments based on the said information for the purposes of resources allocation and performance assessment, under HKFRS 8 are therefore as follows:

- (i) Product segment – sales of skincare products
- (ii) Service segment – provision of treatment services in beauty salons, spas and medical beauty centres

Disaggregation of revenue from contracts with customers

Revenue recognised during the period is as follows:

	Six months ended 31st March,					
	Product segment		Service segment		Total	
	2022 HK\$'000	2021 HK\$'000	2022 HK\$'000	2021 HK\$'000	2022 HK\$'000	2021 HK\$'000
Timing of revenue recognition						
At a point of time	102,405	62,505	–	–	102,405	62,505
Over time	–	–	285,942	252,352	285,942	252,352
Total	102,405	62,505	285,942	252,352	388,347	314,857

Performance obligations for contracts with customers

The following is an analysis of the Group's revenue and results by operating segments for the period under review:

	Six months ended 31st March,							
	Product segment		Service segment		Elimination		Consolidated	
	2022 HK\$'000	2021 HK\$'000	2022 HK\$'000	2021 HK\$'000	2022 HK\$'000	2021 HK\$'000	2022 HK\$'000	2021 HK\$'000
Sales to external customers	102,405	62,505	285,942	252,352	–	–	388,347	314,857
Inter-segment sales	22,732	9,568	–	–	(22,732)	(9,568)	–	–
Total	125,137	72,073	285,942	252,352	(22,732)	(9,568)	388,347	314,857
Segment results	9,575	11,766	76,462	83,775	–	–	86,037	95,541
Other income							8,678	14,245
Other gains or losses							(2,272)	(174)
Finance costs							(3,057)	(3,549)
Central administrative costs							(51,649)	(34,642)
Profit before taxation							37,737	71,421

Segment results represent the profit earned by each segment without allocation of other income, other gains or losses, finance costs and central administrative costs (including directors' emoluments). This is the measure reported to the Company's executive directors for the purposes of resources allocation and performance assessment.

Inter-segment sales are charged at prevailing market rates at terms determined.

Geographical information

The Group's operations are located in Hong Kong, Macau and the PRC. The PRC includes Mainland China but excludes Hong Kong and Macau.

The Group's revenue by geographical location is detailed below:

	Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Hong Kong and Macau	330,974	291,568
The PRC	57,373	23,289
	388,347	314,857

6. Other Expenses

	Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Auditor's remuneration	988	541
Amortisation of intangible assets	3,134	34
Bank charges	8,662	12,410
Marketing expenses	7,189	13,623
Expenses relating to leases of		
– Short-term lease expense	2,399	2,791
– Low-value lease expense	430	266
– Variable lease payments not included in the measurement of lease liabilities	3,497	1,211
Building management fees, government rent and rates	14,478	9,929
Cleaning and laundry	1,929	2,097
Transportation, storage and delivery	3,478	2,788
Printing, stationery and administration	3,763	3,690
Utilities and telecommunications	2,052	1,497
Others	11,043	8,946
	63,042	59,823

7. Taxation

	Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Current tax		
Current period	10,485	12,036
Deferred tax	871	585
	11,356	12,621

Hong Kong Profits Tax has been provided at the rate of 16.5% (2021: 16.5%) on the estimated assessable profits for the period after setting off available tax losses brought forward from prior years.

On 21st March, 2018, the Hong Kong Legislative Council passed The Inland Revenue (Amendment) (No. 7) Bill 2017 (the "Bill") which introduces the two-tiered profits tax rates regime. The Bill was signed into law on 28th March, 2018 and was gazetted on the following day. Under the two-tiered profits tax rates regime, the first HK\$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK\$2 million will be taxed at 16.5%. The profits of other group entities in Hong Kong not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

Accordingly, the Hong Kong profits tax of the qualifying group entity is calculated at 8.25% on the first HK\$2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above HK\$2 million.

The PRC Enterprise Income Tax was calculated at the statutory income tax rate of 25% (2021: 25%) on the assessable profits.

Withholding tax has been imposed on dividends declared in respect of profits generated by companies established in the PRC. Deferred taxation has been provided for in respect of the undistributed profits from the Company's PRC subsidiaries accordingly.

Taxation on profits generated outside Hong Kong has been calculated on the estimated assessable profits for the period at the rates of taxation prevailing in the countries/places in which the Group operates.

8. Profit for the Period

	Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Profit for the period is stated at after charging:		
Amortisation of contract costs	29,914	29,762
Loss on fair value change of investment properties	2,129	163
Loss on fair value of financial assets at fair value through profit or loss	149	136
Write-off of property and equipment	123	128
Depreciation:		
– Property and equipment	18,040	12,368
– Right-of-use assets	62,582	49,808
and after crediting:		
Net exchange gain	110	190
Gain on disposal of property and equipment	19	63
Interest income on bank deposits	706	836
Government subsidies	45	18,444
Rental income from investment properties net of negligible direct operating expenses	1,712	1,707
Rent concessions related to COVID-19	5,341	5,030

9. Earnings Per Share

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

	Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Earnings for the purposes of basic and diluted earnings per share	26,588	58,980

	Number of shares	
	2022	2021
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share	680,552,764	680,552,764

10. Dividends

	Six months ended 31st March,	
	2022 HK\$'000	2021 HK\$'000
Interim dividend declared after the end of the reporting period of Nil (2021: 5.5 HK cents) per share	–	37,430

During the six months ended 31st March, 2022, a final dividend of 16.5 HK cents (2021: Nil) per share totalled approximately HK\$112,291,000 was declared and payable to shareholders of the Company in respect of the year ended 30th September, 2021 (2021: Nil was declared and paid to shareholders of the Company in respect of the year ended 30th September, 2020).

At the Board meeting held on 27th May, 2022, the directors did not declare an interim dividend for the six months ended 31st March, 2022 (2021: 5.5 HK cents per share).

11. Investment Properties and Property and Equipment

During the six months ended 31st March, 2022, the Group incurred capital expenditure of approximately HK\$27,115,000 for property and equipment (six months ended 31st March, 2021: HK\$15,627,000).

The Group's investment properties were revalued based on a valuation as of 31st March, 2022 carried out by Dynasty Premium Asset Valuation & Real Estate Consultancy Limited, an independent valuer not connected with the Group. The resulting decrease in fair value of investment properties of HK\$2,129,000 (six months ended 31st March, 2021: HK\$163,000) has been recognised directly in profit or loss.

12. Trade Receivables

The Group generally allows its trade debtors' credit terms of 30 days to 180 days. The following is an aging analysis of trade receivables, net of allowance for credit losses, presented based on the invoice dates, at the end of the reporting period:

	As at 31st March, 2022 HK\$'000	As at 30th September, 2021 HK\$'000
0 to 30 days	1,741	17,341
31 to 60 days	512	3,171
61 to 90 days	379	2,599
91 to 120 days	1,581	2,336
121 to 150 days	1,391	1,440
151 to 180 days	644	724
Over 180 days	1,720	–
	7,968	27,611

13. Trade Payables

The following is an aging analysis of trade payables, presented based on the invoice dates, at the end of the reporting period:

	As at 31st March, 2022 HK\$'000	As at 30th September, 2021 HK\$'000
0 to 30 days	2,326	3,035
31 to 60 days	420	851
Over 60 days	81	21
	2,827	3,907

14. Secured Mortgage Loan

	As at 31st March, 2022 HK\$'000	As at 30th September, 2021 HK\$'000
Analysed for reporting purpose as:		
Current liabilities	3,443	3,407
Non-current liabilities	1,456	3,187
	4,899	6,594

The scheduled principal repayment dates of the loan with reference to the mortgage loan agreement are as follows:

	As at 31st March, 2022 HK\$'000	As at 30th September, 2021 HK\$'000
Within 1 year	3,443	3,407
1 year to less than 2 years	1,456	3,187
	4,899	6,594
Less: Amount due within one year shown under current liabilities	(3,443)	(3,407)
Amount shown under non-current liabilities	1,456	3,187

The mortgage loan, which is denominated in Hong Kong dollars, is secured by the Group's investment properties with a carrying value of HK\$225,786,000 as at 31st March, 2022 (as at 30th September, 2021: HK\$227,915,000). It bears interest at 2.85% (as at 30th September, 2021: 2.85%) below the bank's Hong Kong Dollar Best Lending Rate per annum. The effective interest rate is approximately 2.15% (as at 30th September, 2021: 2.15%) per annum.

15. Share Capital

	Number of shares	Amount HK\$'000
Ordinary shares of HK\$0.1 each		
Authorised:		
At 1st October, 2020, 31st March, 2021, 1st October, 2021 and 31st March, 2022	2,000,000,000	200,000
Issued and fully paid:		
At 1st October, 2020, 31st March, 2021, 1st October, 2021 and 31st March, 2022	680,552,764	68,055

16. Share Options

On 24th February, 2012, the Company adopted a new share option scheme (the “Share Option Scheme”), which replaced an old share option scheme that expired on 22nd January, 2012. The purpose of the Share Option Scheme is to provide participants with the opportunity to acquire proprietary interests in the Company and to encourage participants to work towards enhancing the value of the Company and its shares for the benefit of the Company and its shareholders as a whole. Pursuant to the Share Option Scheme, the Board may, on or before 23rd February, 2022, at its discretion, offer to grant share options at an option price of HK\$1.00 to any executives and full-time employees, part-time employees with weekly working hours of 10 hours and above, executive or non-executive directors of the Company or any of its subsidiaries, any advisors (professional or otherwise), consultants, distributors, suppliers, agents, customers, partners, joint venture partners, promoters and service providers to subscribe for shares of the Company, representing (when aggregated with share options granted under any other scheme) initially not more than 10% of the shares in issue as at 24th February, 2012 which is 76,395,276 shares, on which the Share Option Scheme was conditionally adopted pursuant to the resolution of the shareholders of the Company in general meeting held on that date. The subscription price shall be the highest of (i) the closing price of the shares of the Company as stated in the Stock Exchange’s daily quotation sheets on the date of the grant of options; (ii) the average closing price of the shares of the Company as stated in the Stock Exchange’s daily quotation sheets for the five business days immediately preceding the date of the grant of share options; and (iii) the nominal value of the shares. The Board may in its absolute discretion determine the period, saved that such period shall not be more than 10 years commencing on the date of the grant of option, and the minimum period for which a share option must be held before it can be exercised. The maximum aggregate number of shares issued and to be issued on the exercise of share options and in respect of which share options may be granted under the Share Option Scheme must not exceed 30% of the total number of shares in issue from time to time.

The Share Option Scheme shall be valid and effective for a period of ten years commencing on the adoption date i.e. 24th February, 2012. The total number of shares issued and to be issued upon exercise of the share options granted to each participant except for independent non-executive directors and substantial shareholders of the Company (including exercised, cancelled and outstanding options) within any twelve-month period under the Share Option Scheme and any other share option scheme(s) of the Company and/or any of its subsidiaries must not exceed 1% of the number of shares in issue.

Any grant of share options to a substantial shareholder or an independent non-executive director of the Company, or any of their respective associates, would result in the shares issued and to be issued upon exercise of all share options already granted and to be granted (including share options exercised, cancelled or outstanding) to such person in the 12-month period up to and including the date of such grant: (i) representing in aggregate over 0.1% of the number of shares in issue on the date of such grant; and (ii) having an aggregate value, based on the closing price of the shares as stated in the Stock Exchange’s daily quotations sheets on each relevant date on which the grant of such options is made to (and subject to acceptance by) such person under the relevant scheme, in excess of HK\$5 million, such further grant of share options shall be subject to prior approval by resolution of the shareholders of the Company (voting by way of poll).

An offer shall remain open for acceptance by the participant concerned for 14 days from the date of grant. A consideration of HK\$1.00 is payable on acceptance of the offer of the grant of share option.

No share option under the Share Option Scheme was granted, cancelled, exercised or lapsed during the current interim period nor outstanding as at 31st March, 2022. The Share Option Scheme expired on 23rd February, 2022.

17. Commitments and Operating Lease Arrangements

(a) Capital commitments

	As at 31st March, 2022 HK\$'000	As at 30th September, 2021 HK\$'000
Capital expenditure in respect of acquisition of property and equipment contracted for but not provided in the condensed consolidated financial statements	22,444	3,729

(b) **Commitments and arrangements under operating leases**

As at 31st March, 2022 and 30th September, 2021, the Group had total future aggregate minimum lease receipts under non-cancellable operating leases in respect of investment properties as follows:

As lessors Rental receipts	As at 31st March, 2022 HK\$'000	As at 30th September, 2021 HK\$'000
Not later than 1 year	3,568	2,965
More than 1 year but not later than 2 years	3,194	2,610
More than 2 years but not later than 3 years	660	1,100
	7,422	6,675

There was no contingent lease arrangement for the Group's rental receipts.

18. **Related Party Transactions**
Compensation of key management personnel

	Six months ended 31st March, 2022 HK\$'000	2021 HK\$'000
Basic salaries	3,959	3,899
Bonuses	14,619	2,219
Retirement benefit costs	9	13
	18,587	6,131

The above related party transaction was fully exempted connected transaction under Chapter 14A of the Listing Rules.

19. **Fair Value Measurements of Financial Instruments**

The fair values of financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis.

The directors of the Company consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate to their fair values.

20. **Event after the Reporting Period**

There is no significant subsequent event after the reporting period.

Interim Dividend

The Board did not declare an interim dividend for the six months ended 31st March, 2022.

Audit Committee

The Company's Audit Committee comprises Prof. Wong Lung Tak, Patrick, Mr. Wong Chun Nam, Duffy and Dr. Wong Chi Keung who are the independent non-executive directors of the Company. The Audit Committee is chaired by Prof. Wong Lung Tak, Patrick.

It is responsible for the appointment of the external auditor, review of the Group's financial information and overseeing the Group's financial reporting system, risk management and internal control systems. It is also responsible for reviewing the interim and annual results of the Group prior to recommending them to the Board for approval. The Board has delegated its responsibilities to the Audit Committee to develop and review the policies and practices of the Company on corporate governance and make recommendations to the Board; to review and monitor the Company's policies and practices on compliance with legal and regulatory requirements; to develop, review and monitor the code of conduct applicable to the directors and employees; to review and monitor the training and continuous professional development of directors and senior management and to review the Company's compliance with the code provisions set out in the Corporate Governance Code contained in Appendix 14 to the Listing Rules (the "CG Code") and disclosures in the corporate governance report.

The Audit Committee has reviewed the accounting principles and practices adopted by the Group and the unaudited consolidated results of the Group for the six months ended 31st March, 2022 with management and discussed with the independent auditor on reviewing internal control and financial reporting matters in respect of the condensed consolidated financial statements of the Group for the six months ended 31st March, 2022. It has also reviewed this report.

Remuneration Committee

The Company established a Remuneration Committee on 26th June, 2006. The Remuneration Committee comprises all independent non-executive directors of the Company and is chaired by Mr. Wong Chun Nam, Duffy.

The primary objectives of the Remuneration Committee include making recommendations on the remuneration policy and structure and remuneration packages of the executive directors and the senior management. The Remuneration Committee is also responsible for establishing transparent procedures for developing such remuneration policy and structure to ensure that no director or any of his/her associates will participate in deciding his/her own remuneration, which remuneration will be determined by reference to the performance of the individual and the Company as well as market practice and conditions. It also makes recommendations to the Board on the remuneration of non-executive directors.

Investment Advisory Committee

To establish better control on the Group's investment portfolio, an Investment Advisory Committee was established on 15th November, 2007. The members of the Investment Advisory Committee comprise all independent non-executive directors of the Company and Mr. Yu Kam Shui, Erastus, an executive director of the Company, and is chaired by Dr. Wong Chi Keung.

The objectives of this committee are to set guidelines on the portfolio mix of the Group's investments for the daily execution of investment decisions and monitoring of the investment portfolio. The Committee members meet and review the investment directions and the portfolio mix as well as evaluate the performance of the investment portfolio.

Nomination Committee

To comply with the CG Code, a Nomination Committee was established on 22nd March, 2012. The members of the Nomination Committee comprise all independent non-executive directors of the Company and is chaired by Dr. Wong Chi Keung.

It is responsible for making recommendations to the Board on nominations, appointment or re-appointment of directors and succession planning for directors. The principal duties of the Nomination Committee include reviewing the structure, size, diversity and composition (including the skills, knowledge and experience) of the Board at least annually, making recommendations on any proposed changes to the Board to complement the Company's corporate strategy, identifying individuals suitably qualified to become Board members and assessing the independence of independent non-executive directors.

Disclosure Committee

In order to enhance timely disclosure of inside information (the "Inside Information") as defined under the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong (the "SFO"), a Disclosure Committee was established on 10th January, 2013. The Disclosure Committee comprises Mr. Yu Kam Shui, Erastus, an executive director of the Company and all independent non-executive directors of the Company, and is chaired by Mr. Yu Kam Shui, Erastus.

The objectives of the Disclosure Committee are to consider and make recommendations to the Board in relation to the Company's disclosure policy and guidelines regarding the Inside Information of the Company and to make recommendations to the Board on the disclosure of Inside Information in compliance with the established disclosure policy and guidelines adopted by the Board, the applicable laws and regulations, including but not limited to the Listing Rules and the SFO; and to consider other topics, as defined by the Board.

Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures

As at 31st March, 2022, the interests and short positions of the directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or, as the case may be, the percentage in the equity interest and debentures of the Company or its associated corporations (within the meaning of the SFO), which were required (i) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they have taken or deemed to have under such provisions of the SFO), or (ii) pursuant to Section 352 of the SFO, to be entered in the register maintained by the Company referred to therein, or (iii) pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix 10 to the Listing Rules (the "Model Code"), to be notified to the Company and the Stock Exchange were as follows:

Long position in the shares of the Company and its associated corporations

Name of directors and chief executive	Name of companies in which interests are held	Capacity in which interests are held	Number and class of shares			Total	Approximate percentage of issued share capital
			Personal interests	Family interests	Corporate interests		
Yu Kam Shui, Erastus	The Company	Beneficial owner	10,166,000 ordinary	–	–	10,166,000 ordinary	1.49%
Yu Lai Chu, Eileen	The Company	Beneficial owner and interest of controlled corporations	12,144,000 ordinary ⁽¹⁾	–	155,333,760 ordinary ⁽¹⁾	167,477,760 ordinary	24.61%
	Water Oasis Company Limited	Beneficial owner	165,000 non-voting deferred	–	–	165,000 non-voting deferred	–
Lai Yin Ping	The Company	Interest of spouse	–	10,166,000 ordinary ⁽²⁾	–	10,166,000 ordinary	1.49%
Tam Siu Kei	The Company	Beneficial owner and interest of spouse	6,238,000 ordinary	2,294,000 ordinary ⁽³⁾	–	8,532,000 ordinary	1.25%
Wong Chun Nam, Duffy	The Company	Beneficial owner and interest of spouse	600,000 ordinary	180,000 ordinary ⁽⁴⁾	–	780,000 ordinary	0.11%
Wong Lung Tak, Patrick	The Company	Beneficial owner	494,000 ordinary	–	–	494,000 ordinary	0.07%

Notes:

- (1) 12,144,000 shares are registered in the name of Ms. Yu Lai Chu, Eileen and 155,333,760 shares are registered in the name of Zinna Group Limited, a company incorporated in Hong Kong. All voting rights over Zinna Group Limited are held by Royalion Worldwide Limited, a British Virgin Islands company which is 80% owned by Ms. Yu Lai Chu, Eileen and 20% owned by her son, Mr. Tam Yue Hung.
- (2) These shares are registered in the name of Mr. Yu Kam Shui, Erastus, the husband of Ms. Lai Yin Ping.
- (3) These shares are registered in the name of Ms. Leung Pui Yi, the wife of Mr. Tam Siu Kei.
- (4) These shares are jointly registered in the name of Mr. Wong Chun Nam, Duffy and his wife Ms. Chiu Ching Wa, Tina.

As at 31st March, 2022, save as disclosed above, none of the directors, chief executive or any of their close associates had any interests and short positions, whether beneficial or non-beneficial, in the shares, underlying shares and debentures of the Company or any of its associated corporations as recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

Share Options

Particulars of the Share Option Scheme are set out in note 16 to the condensed consolidated financial statements.

On 23rd February, 2022, the Share Option Scheme expired.

Other than as disclosed above, at no time during the period was the Company or any of its subsidiaries a party to any arrangements to enable the directors or the chief executive of the Company to acquire benefits by means of the acquisition of shares in, or debt securities (including debentures) of, the Company or any other body corporate and none of the directors, the chief executive, their spouses or children under the age of 18 had any right to subscribe for securities of the Company, or had exercised any such right during the period under review.

Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares

As at 31st March, 2022, the following persons and corporations, other than a director or the chief executive of the Company as disclosed in the section "Directors' and Chief Executive's Interests and Short Positions in Shares, Underlying Shares and Debentures", had an interest and short position in the shares and underlying shares of the Company as recorded in the register required to be kept by the Company under section 336 of the SFO, or, who/which was, directly or indirectly, with 5% interest or more of the issued share capital of the Company:

Long position in the shares of the Company

Name of substantial shareholders	Capacity/ Nature of interest	Number of issued ordinary shares	Approximate percentage of issued share capital
Yu Lai Si ⁽¹⁾	Beneficial owner/ Personal interest	166,113,760	24.41%
Zinna Group Limited ⁽²⁾	Registered owner/ Personal interest	155,333,760	22.82%
Advance Favour Holdings Limited ⁽³⁾	Registered owner/ Personal interest	37,994,880	5.58%
Billion Well Holdings Limited ⁽⁴⁾	Registered owner/ Personal interest	77,666,880	11.41%
Lai Yin Ling ^{(3)&(4)}	Interest of controlled corporations/ Corporate interest	115,661,760	16.99%

Notes:

- (1) Ms. Yu Lai Si is the sister of Mr. Yu Kam Shui, Erastus and Ms. Yu Lai Chu, Eileen, both being the executive directors of the Company and the aunt of Mr. Tam Siu Kei, an executive director of the Company and the chief executive officer of the Company.
- (2) Zinna Group Limited is a company incorporated in Hong Kong. All of its voting rights are held by Royalion Worldwide Limited, a British Virgin Islands company which is 80% owned by Ms. Yu Lai Chu, Eileen and 20% owned by her son, Mr. Tam Yue Hung.
- (3) Advance Favour Holdings Limited is a British Virgin Islands company beneficially owned by Ms. Lai Yin Ling, the sister of Ms. Lai Yin Ping, an executive director of the Company.
- (4) Billion Well Holdings Limited is a British Virgin Islands company beneficially owned by Ms. Lai Yin Ling, the sister of Ms. Lai Yin Ping, an executive director of the Company.

Save as disclosed above and so far as the directors and the chief executive of the Company were aware of, as at 31st March, 2022, no other person who or corporation which (other than a director and the chief executive of the Company) had any interests and short positions in the shares and underlying shares of the Company which would, pursuant to section 336 of the SFO, were required to be entered in the register referred to therein.

Purchase, Sale or Redemption of the Company's Listed Securities

During the period under review, the Company did not redeem any of its listed shares nor did the Company or its subsidiaries purchase or sell any such shares.

Corporate Governance

In the opinion of the directors, the Company has complied with, where applicable, the code provisions set out in Part 2 of the CG Code during the period under review.

Compliance with the Model Code for Securities Transactions

The Company has adopted the Model Code. Following a specific enquiry by the Company, all directors confirmed that they had complied with the Model Code for transactions in the Company's securities throughout the period under review.

The Company has also adopted a code of conduct governing securities transactions by employees who may possess or have access to the Inside Information.

By Order of the Board
Water Oasis Group Limited
Tam Siu Kei
Executive Director and Chief Executive Officer

Hong Kong, 27th May, 2022

Corporate Information

Directors

Executive Directors

Yu Kam Shui, Erastus
Tam Siu Kei (*Chief Executive Officer*)
Yu Lai Chu, Eileen
Lai Yin Ping

Independent Non-executive Directors

Wong Lung Tak, Patrick, B.B.S., J.P.
Wong Chun Nam, Duffy, B.B.S., J.P.
Wong Chi Keung

Audit Committee

Wong Lung Tak, Patrick, B.B.S., J.P. (*Chairman*)
Wong Chun Nam, Duffy, B.B.S., J.P.
Wong Chi Keung

Remuneration Committee

Wong Chun Nam, Duffy, B.B.S., J.P. (*Chairman*)
Wong Lung Tak, Patrick, B.B.S., J.P.
Wong Chi Keung

Investment Advisory Committee

Wong Chi Keung (*Chairman*)
Wong Lung Tak, Patrick, B.B.S., J.P.
Wong Chun Nam, Duffy, B.B.S., J.P.
Yu Kam Shui, Erastus

Nomination Committee

Wong Chi Keung (*Chairman*)
Wong Lung Tak, Patrick, B.B.S., J.P.
Wong Chun Nam, Duffy, B.B.S., J.P.

Disclosure Committee

Yu Kam Shui, Erastus (*Chairman*)
Wong Lung Tak, Patrick, B.B.S., J.P.
Wong Chun Nam, Duffy, B.B.S., J.P.
Wong Chi Keung

Company Secretary

Lee Pui Shan

Independent Auditor

BDO Limited
Certified Public Accountants and
Registered Public Interest Entity Auditor
25th Floor, Wing On Centre
111 Connaught Road Central
Hong Kong

Legal Advisors

Deacons
Reed Smith Richards Butler

Principal Bankers

The Hongkong and Shanghai Banking
Corporation Limited
Hang Seng Bank Limited

Principal Share Registrar and Transfer Office

Suntera (Cayman) Limited
Suite 3204, Unit 2A, Block 3, Building D
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Cayman Islands

Hong Kong Branch Share Registrar and Transfer Office

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Hong Kong

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