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**勝獅貨櫃企業有限公司**  
**SINGAMAS CONTAINER HOLDINGS LIMITED**

(Incorporated in Hong Kong with limited liability)

**Stock code: 716**

Websites: <http://www.singamas.com> and <http://www.irasia.com/listco/hk/singamas>

**2023 ANNUAL RESULTS ANNOUNCEMENT**

**ANNUAL RESULTS**

The Board of Directors (the “Board”/ “Directors”) of Singamas Container Holdings Limited (the “Company”) would like to announce the consolidated results of the Company and its subsidiaries (collectively the “Group”) for the year ended 31 December 2023 as follows:

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

*For the year ended 31 December 2023*

		<b>2023</b>	2022
	<i>Notes</i>	<b>US\$'000</b>	US\$'000
<b>Revenue</b>	<b>2</b>	<b>382,470</b>	776,455
Cost of sales		<b>(325,942)</b>	(629,324)
<b>Gross profit</b>		<b>56,528</b>	147,131
Other income	4	<b>20,608</b>	12,209
Distribution expenses		<b>(10,938)</b>	(18,361)
Administrative expenses		<b>(32,657)</b>	(34,215)
Finance costs		<b>(343)</b>	(366)
Other gains and losses	5	<b>(7,076)</b>	(17,687)
Share of results of associates		<b>1,316</b>	1,349
Share of results of joint ventures		<b>204</b>	(135)
<b>Profit before taxation</b>	<b>6</b>	<b>27,642</b>	89,925
Income tax expense	7	<b>(5,149)</b>	(33,360)
<b>Profit for the year</b>		<b>22,493</b>	56,565
<b>Profit for the year attributable to:</b>			
Owners of the Company		<b>19,438</b>	46,340
Non-controlling interests		<b>3,055</b>	10,225
		<b>22,493</b>	56,565

# **CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (Continued)**

*For the year ended 31 December 2023*

	<i>Note</i>	<b>2023</b> <b>US\$'000</b>	<b>2022</b> <b>US\$'000</b>
<b>Other comprehensive (expense) income</b>			
<i>Item that will not be reclassified to profit or loss:</i>			
Fair value (loss) gain on equity instrument at fair value through other comprehensive income ("FVTOCI"), net of tax effect		<b>(1,983)</b>	<b>2,677</b>
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences arising on translation		<b>(468)</b>	<b>(4,190)</b>
<b>Other comprehensive expense for the year</b>		<b>(2,451)</b>	<b>(1,513)</b>
<b>Total comprehensive income for the year</b>		<b>20,042</b>	<b>55,052</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company		<b>17,021</b>	<b>45,365</b>
Non-controlling interests		<b>3,021</b>	<b>9,687</b>
		<b>20,042</b>	<b>55,052</b>
<b>Basic earnings per share</b>	<b>9</b>	<b>US0.82 cent</b>	<b>US1.92 cents</b>

# **CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

*As at 31 December 2023*

		<b>2023</b>	2022
	<i>Notes</i>	<b>US\$'000</b>	US\$'000
<b>Non-current assets</b>			
Property, plant and equipment	<i>10</i>	<b>97,641</b>	86,991
Right-of-use assets		<b>35,582</b>	39,130
Investment properties		<b>32,380</b>	35,330
Interests in associates		<b>15,569</b>	15,768
Interests in joint ventures		<b>6,353</b>	6,302
Equity instrument at FVTOCI		<b>26,163</b>	28,367
Financial asset at fair value through profit and loss ("FVTPL")		<b>3,052</b>	3,044
Other receivables	<i>13</i>	<b>-</b>	4,842
Trade receivables	<i>12</i>	<b>30,092</b>	10,798
Deposits for non-current assets		<b>72</b>	94
		<hr/> <b>246,904</b>	230,666
<b>Current assets</b>			
Inventories	<i>11</i>	<b>106,593</b>	105,662
Trade receivables	<i>12</i>	<b>71,124</b>	80,136
Prepayments and other receivables	<i>13</i>	<b>30,032</b>	24,324
Amounts due from associates		<b>276</b>	424
Amounts due from joint ventures		<b>415</b>	995
Tax recoverable		<b>160</b>	276
Bank deposits with original maturity over 3 months		<b>173,130</b>	40,000
Cash and cash equivalents		<b>127,833</b>	329,770
		<hr/> <b>509,563</b>	581,587

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)***As at 31 December 2023*

	<i>Notes</i>	<b>2023</b> <b>US\$'000</b>	2022 US\$'000
<b>Current liabilities</b>			
Trade payables	14	34,990	40,230
Lease liabilities		2,099	2,664
Accruals and other payables		45,968	50,367
Advances from customers		36,525	37,704
Amount due to immediate holding company		75	62
Amounts due to associates		370	473
Amounts due to joint ventures		8	7
Derivative financial instruments		-	461
Tax payable		1,261	3,161
Bank and other borrowings		1,246	-
		<b>122,542</b>	135,129
<b>Net current assets</b>		<b>387,021</b>	446,458
<b>Total assets less current liabilities</b>		<b>633,925</b>	677,124
<b>Capital and reserves</b>			
Share capital	15	268,149	268,149
Accumulated profits		201,672	248,584
Other reserves		81,959	79,093
Equity attributable to owners of the Company		551,780	595,826
Non-controlling interests		62,855	63,051
<b>Total equity</b>		<b>614,635</b>	658,877
<b>Non-current liabilities</b>			
Lease liabilities		1,787	3,473
Deferred tax liabilities		11,914	14,774
Bank and other borrowings		5,589	-
		<b>19,290</b>	18,247
		<b>633,925</b>	677,124

Notes:

## 1. Basis of preparation and accounting policies

The consolidated financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). For the purpose of preparation of the consolidated financial statements, information is considered material if such information is reasonably expected to influence decisions made by primary users. In addition, the consolidated financial statements include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange and by the Hong Kong Companies Ordinance.

The consolidated financial statements have been prepared on the historical cost basis except for equity instrument at FVTOCI, financial asset at FVTPL, investment properties and derivative financial instruments, that are measured at fair values at the end of each reporting period.

In the current year, the Group has applied the following new and amendments to HKFRSs issued by the HKICPA for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2023 for the preparation of the consolidated financial statements:

HKFRS 17 (including the October 2020 and February 2022 Amendments to HKFRS 17)	Insurance Contracts
Amendments to HKAS 8	Definition of Accounting Estimates
Amendments to HKAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction
Amendments to HKAS 12	International Tax Reform - Pillar Two model Rules
Amendments to HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies

The application of the new and amendments to HKFRSs in the current year has had no material impact on the Group's financial positions and performance for the current and prior years and/or on the disclosures set out in the consolidated financial statements.

### Impacts on application of Amendments to HKAS 8 Definition of Accounting Estimates

The Group has applied the amendments for the first time in the current year. The amendments define accounting estimates as "monetary amounts in financial statements that are subject to measurement uncertainty". An accounting policy may require items in financial statements to be measured in a way that involves measurement uncertainty. In such a case, an entity develops an accounting estimate to achieve the objective set out by the accounting policy. The amendments to HKAS 8 clarify the distinction between changes in accounting estimates, and changes in accounting policies and the correction of errors.

The application of the amendments in the current year had no material impact on the consolidated financial statements.

### Impacts on application of Amendments to HKAS 12 Deferred Tax related to Assets and Liabilities arising from a Single Transaction

The Group has applied the amendments for the first time in the current year. The amendments narrow the scope of the recognition exemption of deferred tax liabilities and deferred tax assets in paragraphs 15 and 24 of HKAS 12 Income Taxes so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences.

In accordance with the transition provision:

- (i) the Group has applied the new accounting policy retrospectively to leasing transactions that occurred on or after 1 January 2022;
- (ii) the Group also, as at 1 January 2022, recognised a deferred tax asset (to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised) and a deferred tax liability for all deductible and taxable temporary difference associated with right-of-use-assets and lease liabilities.

*The application of the amendments has had no material impact on the Group's financial position and performance, except that the Group disclose the related deferred tax assets of US\$976,000 and deferred tax liabilities of US\$852,000 on a gross basis but it has no impact on the accumulated profits at the earliest period presented.*

*Impacts on application of Amendments to HKAS 1 and HKFRS Practice Statement 2 Disclosure of Accounting Policies*

*The Group has applied the amendments for the first time in the current year. HKAS 1 Presentation of Financial Statements is amended to replace all instances of the term "significant accounting policies" with "material accounting policy information". Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.*

*The amendments also clarify that accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material. If an entity chooses to disclose immaterial accounting policy information, such information must not obscure material accounting policy information.*

*HKFRS Practice Statement 2 Making Materiality Judgements (the "Practice Statement") is also amended to illustrate how an entity applies the "four-step materiality process" to accounting policy disclosures and to judge whether information about an accounting policy is material to its financial statements. Guidance and examples are added to the Practice Statement.*

*The application of the amendments has had no material impact on the Group's financial positions and performance.*

## 2. Revenue

Revenue represents sales of goods from manufacturing, containers leasing and services income from logistics services operations, less sales related taxes, and is analysed as follows:

	2023 US\$'000	2022 US\$'000
Manufacturing and leasing	354,983	748,847
Logistics services	27,487	27,608
	<b>382,470</b>	<b>776,455</b>

### Disaggregation of revenue from contracts with customers

	2023 US\$'000	2022 US\$'000
<b>Types of goods or services</b>		
Manufacturing		
Sales of dry freight containers	187,115	609,012
Sales of tank containers	61,236	59,639
Sales of other specialised containers and container parts	103,843	78,645
	<b>352,194</b>	<b>747,296</b>
Logistics services		
Container storage and handling services	4,075	4,084
Repair and drayage services	4,510	5,269
Container freight station services	15,983	15,214
Other container related services	2,919	3,041
	<b>27,487</b>	<b>27,608</b>
Revenue from contracts with customers	<b>379,681</b>	<b>774,904</b>
Leasing		
Finance leases interest income	1,102	472
Operating leases income	1,687	1,079
Total revenue arising from leases (note)	<b>2,789</b>	<b>1,551</b>
Total revenue	<b>382,470</b>	<b>776,455</b>

Note: During the year 2023, the management of the Group considered leasing of containers as ordinary course of business of the Group and accordingly has classified leases interest income as the Group's revenue, accordingly, the corresponding comparative figures have been reclassified from "other income" to "revenue" to conform with current year's presentation.

### 3. Segment information

Information reported to the Group's chief operating decision maker (i.e. Chief Executive Officer) for the purpose of resource allocation and assessment of segment performance are organised into two operating divisions – manufacturing and leasing and logistics services. These divisions are the basis on which the Group reports its segment information under HKFRS 8 Operating Segments.

Principal activities are as follows:

- Manufacturing and leasing*                    -    manufacturing of dry freight containers, tank containers, other specialised containers (including but not limited to collapsible flatrack containers and offshore containers) and container parts and leasing of dry freight containers.
- Logistics services*                                -    provision of container storage, repair and trucking services, serving as a freight station, container / cargo handling and other container related services.

Information regarding these segments is presented below:

#### **Segment revenue and results**

The following is an analysis of the Group's revenue and results by operating and reportable segment:

**Year ended 31 December 2023**

	<b>Manufacturing and leasing US\$'000</b>	<b>Logistics services US\$'000</b>	<b>Total US\$'000</b>
<b>REVENUE</b>			
<i>External sales</i>	<b>354,983</b>	<b>27,487</b>	<b>382,470</b>
<b>SEGMENT RESULTS</b>	<b>6,555</b>	<b>3,648</b>	<b>10,203</b>
<i>Finance costs</i>			<b>(343)</b>
<i>Investment income</i>			<b>16,569</b>
<i>Fair value loss on derivative financial instruments</i>			<b>(365)</b>
<i>Fair value gain on financial asset at FVTPL</i>			<b>58</b>
<i>Share of results of associates</i>			<b>1,316</b>
<i>Share of results of joint ventures</i>			<b>204</b>
<i>Profit before taxation</i>			<b>27,642</b>



Year ended 31 December 2022

	<i>Manufacturing and leasing US\$ '000</i>	<i>Logistics services US\$ '000</i>	<i>Total US\$ '000</i>
<b>REVENUE</b>			
<i>External sales</i>	748,847	27,608	776,455
<b>SEGMENT RESULTS</b>	84,597	2,288	86,885
<i>Finance costs</i>			(366)
<i>Investment income</i>			7,804
<i>Fair value loss on derivative financial instruments</i>			(5,686)
<i>Fair value gain on financial asset at FVTPL</i>			74
<i>Share of results of associates</i>			1,349
<i>Share of results of joint ventures</i>			(135)
<i>Profit before taxation</i>			89,925

Segment results represent the profit earned by each segment without allocation of finance costs, investment income (including interest or dividend income), fair value loss on derivative financial instruments, fair value gain on financial asset at FVTPL, share of results of associates and share of results of joint ventures. This is the measure reported to the Group's Chief Executive Officer for the purposes of resource allocation and assessment of segment performance.

## Geographical information

The Group's operations, including both the manufacturing and logistics services division, are located in the People's Republic of China (the "PRC"); while the leasing division is operated in Hong Kong.

The following table provides an analysis of the Group's revenue by geographical market, based on the location of customers for manufacturing and leasing segment and based on the origin of the goods/services for logistics services segment:

	<u>Year ended 31 December 2023</u>			<u>Year ended 31 December 2022</u>		
	<i>Manufacturing and leasing</i>	<i>Logistics services</i>	<i>Total</i>	<i>Manufacturing and leasing</i>	<i>Logistics services</i>	<i>Total</i>
	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>
Europe	88,058	-	88,058	107,114	-	107,114
PRC	84,711	27,487	112,198	64,949	27,608	92,557
Hong Kong	60,598	-	60,598	230,358	-	230,358
Taiwan	50,223	-	50,223	29,015	-	29,015
United States of America	25,265	-	25,265	46,936	-	46,936
Middle East	18,965	-	18,965	78,663	-	78,663
Singapore	11,843	-	11,843	144,882	-	144,882
Malaysia	3,554	-	3,554	4,269	-	4,269
Korea	625	-	625	9,196	-	9,196
Indonesia	381	-	381	10,543	-	10,543
India	269	-	269	6,992	-	6,992
Others	10,491	-	10,491	15,930	-	15,930
<b>Total</b>	<b>354,983</b>	<b>27,487</b>	<b>382,470</b>	<b>748,847</b>	<b>27,608</b>	<b>776,455</b>

The following is an analysis of the carrying amount of non-current assets (other than financial instruments, other receivables and trade receivables), analysed by the geographical area in which the assets are located:

	<i>As at 31 December 2023</i>	<i>As at 31 December 2022</i>
	<i>US\$'000</i>	<i>US\$'000</i>
PRC	139,739	147,083
Hong Kong	46,741	35,154
Others	1,117	1,378
	<b>187,597</b>	<b>183,615</b>

## Information about major customers

During the year 2023, there is one customer (2022: one customer) contribute over 10% of the total sale. The customer contributes over 10% of the total sales amounted to US\$38,850,000 (2022: US\$106,915,000) in aggregate.

#### 4. Other income

	2023 US\$'000	2022 US\$'000
<i>Interest earned on bank deposits</i>	<b>6,527</b>	5,056
<i>Interest earned on bank deposits with original maturity over 3 months</i>	<b>7,889</b>	218
<i>Imputed interest income from consideration receivable</i>	<b>322</b>	604
<i>Dividend income from equity instrument at FVTOCI</i>	<b>1,831</b>	1,926
<i>Governments grants</i>	<b>829</b>	1,432
<i>Rental income from leased properties</i>	<b>1,990</b>	1,989
<i>Others</i>	<b>1,220</b>	984
	<b>20,608</b>	12,209

During the year 2023, the Group received US\$829,000 (2022: US\$1,432,000) from the local government authorities for the encouragement on economic contribution to the industry development with no specific conditions attached.

#### 5. Other gains and losses

	2023 US\$'000	2022 US\$'000
<i>Net exchange loss</i>	<b>(502)</b>	(8,122)
<i>Fair value loss on derivative financial instruments</i>	<b>(365)</b>	(5,686)
<i>Fair value gain on financial assets at FVTPL</i>	<b>58</b>	74
<i>Fair value loss on investment properties</i>	<b>(2,647)</b>	(909)
<i>Adjustment to consideration receivables</i>	<b>(3,676)</b>	(3,360)
<i>Impairment losses under expected credit loss model, net of reversal</i>	<b>43</b>	22
<i>Gain on disposal of property, plant and equipment</i>	<b>54</b>	525
<i>Loss on property, plant and equipment written off</i>	<b>(41)</b>	(231)
	<b>(7,076)</b>	(17,687)

## 6. Profit before taxation

	2023 US\$'000	2022 US\$'000
<i>Profit before taxation has been arrived at after charging (crediting) the following:</i>		
<i>Auditors' remuneration</i>	<u>564</u>	<u>447</u>
<i>Research and development costs</i>		
- Included in cost of sales	3,344	4,597
- Included in administrative expenses	<u>2,112</u>	<u>1,861</u>
	<u>5,456</u>	<u>6,458</u>
<i>Staff costs, including directors' emoluments</i>		
- Salaries and other benefits	71,808	89,019
- Retirement benefit costs	<u>2,899</u>	<u>2,805</u>
	<u>74,707</u>	<u>91,824</u>
<i>Depreciation expense</i>		
- Depreciation of property, plant and equipment	8,459	7,780
- Depreciation of right-of-use assets	<u>4,405</u>	<u>3,912</u>
	<u>12,864</u>	<u>11,692</u>
<i>Share of taxation charge of associates</i>	413	366
<i>Share of taxation charge of joint ventures</i>	<u>53</u>	<u>4</u>
	<u>466</u>	<u>370</u>
<i>Gross rental income from investment properties</i>	(1,877)	(1,871)
<i>Less: direct operating expenses incurred for investment properties that generated rental income during the year</i>		
	304	305
	<u>(1,573)</u>	<u>(1,566)</u>
<i>Cost of inventories recognised as expense (including reversal of provision of inventories US\$426,000 (2022: provision of inventories US\$1,633,000))</i>	<u>325,942</u>	<u>629,324</u>

## 7. *Income tax expense*

*No Hong Kong Profits Tax has been provided as there was no taxable profit during both years.*

*PRC Enterprise Income Tax has been calculated on the estimated assessable profit for the year at the rates of taxation prevailing in the PRC in which the Group operates.*

	<b>2023</b> <b>US\$'000</b>	2022 US\$'000
<i>Current tax:</i>		
<i>PRC Enterprise Income Tax</i>		
- Current year	<b>4,875</b>	29,818
- Overprovision in prior years	<b>(91)</b>	(8)
	<b>4,784</b>	29,810
<i>Deferred tax:</i>		
- Current year credit	<b>(353)</b>	(208)
- Withholding tax on undistributed profits	<b>718</b>	3,758
	<b>365</b>	3,550
<i>Income tax expense for the year</i>	<b>5,149</b>	33,360

*Pursuant to the relevant law and regulations in the PRC, PRC subsidiaries qualified as Hi-Tech Enterprise are entitled to a favorable tax rate of 15% for PRC enterprise income tax. The tax rate of the other PRC subsidiaries is 25%.*

## 8. *Dividends*

*Dividends recognised as distributions during the year:*

	<b>2023</b> <b>US\$'000</b>	2022 US\$'000
<i>Interim dividend in respect of the current financial year</i>		
- HK1 cent (2022: HK4 cents) per ordinary share	<b>3,055</b>	12,317
<i>Final dividend in respect of the previous financial year</i>		
- HK2 cents (2022: HK11 cents) per ordinary share	<b>6,079</b>	33,881
<i>Special dividend in respect of the current and previous financial year - HK17 cents (2022: HK25 cents) per ordinary share</i>	<b>51,933</b>	77,396

*An interim dividend of HK1 cent per ordinary share, total of which equivalent to approximately HK\$ 23,822,000 (equivalent to approximately US\$3,055,000) was declared and paid during the year ended 31 December 2023.*

*An interim special dividend of HK17 cents per ordinary share, total of which equivalent to approximately HK\$404,975,000 (equivalent to approximately US\$51,933,000) was declared and paid during the year ended 31 December 2023.*

*The final dividend of HK2 cents in respect of the year ended 31 December 2022 per ordinary share, total of which equivalent to approximately HK\$47,644,000 (equivalent to approximately US\$6,079,000) were approved by the shareholders in the annual general meeting held on 23 June 2023 and was distributed on 21 July 2023.*

*The final dividend of HK4 cents in respect of the year ended 31 December 2023 per ordinary share, total of which equivalent to approximately HK\$95,288,000 (equivalent to approximately US\$12,216,000) has been proposed by the board of directors and is subject to approval by the shareholders in forthcoming annual general meeting.*

## 9. Basic earnings per share

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

	2023 US\$'000	2022 US\$'000
<i>Earnings:</i>		
<i>Profit for the purposes of calculating basic earnings per share</i>	<u>19,438</u>	<u>46,340</u>
<i>Number of shares:</i>		
<i>Weighted average number of ordinary shares for the purpose of calculating basic earnings per share</i>	<u>2,382,205,918</u>	<u>2,411,359,693</u>

No diluted earnings per share was presented as the Company has no potential ordinary shares in issue in both years.

## 10. Movements in property, plant and equipment

During the year, there was an addition of US\$19,645,000 (2022: US\$19,388,000) in property, plant and equipment for upgrading existing manufacturing and logistics services facilities of the Group, including transfer of leased assets from inventories amounted to US\$14,138,000 (2022: US\$8,891,000).

## 11. Inventories

	2023 US\$'000	2022 US\$'000
<i>Raw materials</i>	38,160	45,303
<i>Work in progress</i>	22,827	23,210
<i>Finished goods</i>	45,606	37,149
	<u>106,593</u>	<u>105,662</u>

## 12. Trade receivables

	2023 US\$'000	2022 US\$'000
Trade receivables from third parties	65,964	76,697
Trade receivables from fellow subsidiaries	385	219
Operating lease receivables from immediate holding company	233	195
Finance lease receivables from third parties	34,739	13,971
Less : allowance for credit losses	(105)	(148)
Net trade receivables	<u>101,216</u>	<u>90,934</u>
Analysed for reporting purpose of:		
Amount shown under non-current assets	30,092	10,798
Amount shown under current assets	<u>71,124</u>	<u>80,136</u>
	<u>101,216</u>	<u>90,934</u>

### Trade receivables from third parties

A defined credit policy is maintained within the Group. The credit terms are agreed with each of its trade customers depending on the creditworthiness of the customers ranging from 30 days to 120 days (2022: 30 days to 120 days).

The aged analysis of trade receivables from third parties, net of allowance for credit losses, which is prepared based on invoice date of each transaction which approximated the respective revenue recognition dates or date of rendering of services, at the end of the reporting period is as follows:

	2023 US\$'000	2022 US\$'000
0 to 30 days	34,711	46,637
31 to 60 days	19,052	11,288
61 to 90 days	7,309	7,132
91 to 120 days	471	6,812
Over 120 days	4,326	4,682
Classified as current asset	<u>65,869</u>	<u>76,551</u>

### Trade receivables from fellow subsidiaries

The payment term with fellow subsidiaries is that the transaction amount shall be settled within 60 days (2022: 10 days) from the invoice date.

The aged analysis of trade receivables from fellow subsidiaries, net of allowance for credit losses, which is prepared based on invoice date of each transaction, which approximated the respective revenue recognition dates, at the end of the reporting period is as follows:

	2023 US\$'000	2022 US\$'000
0 to 30 days	175	200
31 to 60 days	178	19
61 to 90 days	32	-
	<u>385</u>	<u>219</u>

Operating lease receivables from immediate holding company

For lease receivables from immediate holding company, the lease rental shall be settled within 45 days (2022: 45 days) from the invoice date.

The aged analysis of lease receivables from immediate holding company, net of allowance for credit losses, which is prepared based on invoice date of each transaction, which approximated the respective revenue recognition dates, at the end of the reporting period is as follows:

	2023 US\$'000	2022 US\$'000
0 to 30 days	137	99
31 to 60 days	96	96
	<u>233</u>	<u>195</u>

Finance lease receivables from third parties

	2023 US\$'000	2022 US\$'000
Finance lease receivables comprise:		
Within one year	6,168	3,672
In the second year	3,793	3,682
In the third year	2,654	1,583
In the fourth year	2,654	443
In the fifth year	2,627	443
After five years	22,196	4,531
	<u>40,092</u>	<u>14,354</u>
Unguaranteed residual values	7,746	2,996
Gross investment in the lease	<u>47,838</u>	<u>17,350</u>
Less: unearned finance income	(13,109)	(3,381)
Present value of minimum lease payments	<u>34,729</u>	<u>13,969</u>
Analysed as		
Current	4,637	3,171
Non-current	30,092	10,798
	<u>34,729</u>	<u>13,969</u>

**13. Prepayments and other receivables**

As at 31 December 2023, prepayments and other receivables included consideration receivables in connection with disposal of subsidiaries of US\$4,753,000 (2022: US\$9,848,000), and advanced to suppliers of US\$15,920,000 (2022: US\$6,833,000) as deposits for raw materials purchases. The remaining balances mainly included refundable value added tax and other advance payments.



#### 14. Trade payables

Included in the Group's trade payables as at 31 December 2023 are bills presented by the Group to relevant creditors of US\$8,611,000 (2022: US\$350,000) which are for future settlement. All bills presented by the Group are aged within 365 days and not yet due at the end of the reporting period. The Group continues to recognise these trade payables as the relevant banks are obliged to make payments only on due dates of the bills, under the same conditions as agreed with the suppliers without further extension. The following is an analysis of trade payables by age based on invoice date of each transaction.

	2023 US\$'000	2022 US\$'000
0 to 30 days	20,528	20,245
31 to 60 days	6,182	10,224
61 to 90 days	6,175	4,890
91 to 120 days	305	2,741
Over 120 days	1,800	2,130
	<b>34,990</b>	<b>40,230</b>

The average credit period on purchases of materials is 30 to 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

#### 15. Share capital

	Number of shares		Share Capital			
	2023	2022	2023 US\$'000	2023 HK\$'000	2022 US\$'000	2022 HK\$'000
Issued and fully paid:						
At beginning of the year	2,382,205,918	2,416,919,918	268,149	2,078,513	268,149	2,078,513
Share repurchased and cancelled	-	(34,714,000)	-	-	-	-
At end of the year	<b>2,382,205,918</b>	<b>2,382,205,918</b>	<b>268,149</b>	<b>2,078,513</b>	<b>268,149</b>	<b>2,078,513</b>