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## **Weigang Environmental Technology Holding Group Limited** **维港环保科技控股集团有限公司**

*(incorporated in the Cayman Islands with limited liability)*

*(於開曼群島註冊成立的有限公司)*

**(Stock Code 股份代號: 1845)**

### **ANNOUNCEMENT OF THE INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2020**

**截至2020年6月30日止六個月的  
中期業績公告**

#### **FINANCIAL HIGHLIGHTS FOR THE SIX MONTHS ENDED 30 JUNE 2020:**

**截至2020年6月30日止六個月的財務摘要：**

For the six months ended 30 June 2020, the revenue of the Group amounted to RMB183.0 million, representing an increase of 6.5% as compared with the six months ended 30 June 2019.

截至2020年6月30日止六個月，本集團的收入為人民幣183.0百萬元，較截至2019年6月30日止六個月增加6.5%。

For the six months ended 30 June 2020, the gross profit of the Group amounted to RMB29.7 million and the gross profit margin of the Group was 16.2%, representing a decrease of 19.2% and a decrease of 5.2 percentage points as compared with the six months ended 30 June 2019, respectively.

截至2020年6月30日止六個月，本集團的毛利為人民幣29.7百萬元，而本集團的毛利率則為16.2%，分別較截至2019年6月30日止六個月減少19.2%及減少5.2個百分點。

For the six months ended 30 June 2020, the Group recorded net loss amounted to RMB8.4 million, and the net loss margin of the Group was 4.6%, compared with the net profit amounted to RMB11.2 million and the net profit margin of 6.5% for the six months ended 30 June 2019.

與截至2019年6月30日止六個月的純利人民幣11.2百萬元及淨利率6.5%相比，本集團截至2020年6月30日止六個月錄得淨虧損人民幣8.4百萬元，而本集團的淨虧損率則為4.6%。

For the six months ended 30 June 2020, the loss attributable to owners of the Company was RMB6.0 million, compared with the profit attributable to owners of the Company amounted to RMB10.3 million for the six months ended 30 June 2019.

與截至2019年6月30日止六個月本公司擁有人應佔利潤人民幣10.3百萬元相比，截至2020年6月30日止六個月本公司擁有人應佔虧損為人民幣6.0百萬元。

For the six months ended 30 June 2020, the basic loss per share attributable to owners of the Company was RMB0.005, compared with the basic earnings per share attributable to owners of the Company amounted to RMB0.008 for the six months ended 30 June 2019.

與截至2019年6月30日止六個月本公司擁有人應佔每股基本盈利人民幣0.008元相比，截至2020年6月30日止六個月本公司擁有人應佔每股基本虧損為人民幣0.005元。

The board (the “**Board**”) of directors (the “**Directors**”) of Weigang Environmental Technology Holding Group Limited (the “**Company**”, together with its subsidiaries collectively referred to as the “**Group**”) hereby announces the unaudited consolidated interim results of the Group for the six months ended 30 June 2020, together with comparative figures for the corresponding period of 2019.

In this announcement, “we”, “us” and “our” refer to the Company and where the context otherwise requires, the Group.

维港环保科技控股集团有限公司(「本公司」，連同其附屬公司統稱為「本集團」)董事(「董事」)會(「董事會」)宣佈本集團截至2020年6月30日止六個月的未經審核綜合半年度業績，連同2019年同期的比較數字。

於本公告，「我們」及「我們的」指本公司，而在文義另有所指時指本集團。

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

*For the six months ended 30 June 2020  
(Expressed in Renminbi)*

**簡明綜合損益及其他全面收益表**

*截至2020年6月30日止六個月  
(以人民幣為單位)*

		<b>Six months ended</b>	
		<b>30 June</b>	
		截至6月30日止六個月	2019
		2020	2019年
		<b>(unaudited)</b>	<b>(unaudited)</b>
		<b>(未經審核)</b>	<b>(未經審核)</b>
		<b>RMB'000</b>	<b>RMB'000</b>
		<b>人民幣千元</b>	<b>人民幣千元</b>
		<i>Note</i>	
		<i>附註</i>	
Revenue	收入	4, 5	182,961
Cost of services	服務成本		<u>(153,268)</u>
Gross profit	毛利		29,693
Other income, gains and losses	其他收入、收益及虧損	6	6,344
Administrative expenses	行政開支		(26,317)
Distribution and selling expenses	分銷及銷售開支		(1,286)
Other expenses	其他開支		(8,400)
Written-off and impairment losses, net of reversal	撇銷及減值虧損 (扣除撥回)		(7,573)
Share of results of associates	應佔聯營企業的業績		(622)
Finance costs	融資成本	7	(840)
(Loss)/profit before tax	稅前(虧損)/利潤	9	(9,001)
Income tax credit/(expense)	所得稅抵免/(開支)	8	585
<b>(Loss)/profit for the period</b>	<b>期內(虧損)/利潤</b>		<u><b>(8,416)</b></u>
			<u>11,227</u>

		<b>Six months ended</b>	
		<b>30 June</b>	
		截至6月30日止六個月	
		2020	2019
		2020年	2019年
		(unaudited)	(unaudited)
		(未經審核)	(未經審核)
		<i>RMB'000</i>	<i>RMB'000</i>
		人民幣千元	人民幣千元
	<i>Note</i>		
	附註		
<b>Other comprehensive (expense)/ income</b>	其他全面(開支)/收益		
<i>Items that will not be reclassified to profit or loss:</i>	不會重新分類至損益的項目：		
Fair value (loss)/gain on equity instrument at fair value through other comprehensive income	按公允價值計量並計入其他全面收益的股本工具的公允價值(虧損)/收益	(1,416)	372
Income tax relating to items that will not be reclassified to profit or loss	與不會重新分類至損益的項目有關的所得稅	354	(93)
		<u>(1,062)</u>	<u>279</u>
<b>Total comprehensive (expense)/ income for the period</b>	期內全面(開支)/收益總額	<u>(9,478)</u>	<u>11,506</u>
<b>(Loss)/profit for the period attributable to:</b>	以下各方應佔期內(虧損)/利潤：		
— Owners of the Company	— 本公司擁有人	(6,015)	10,277
— Non-controlling interests	— 非控股權益	(2,401)	950
		<u>(8,416)</u>	<u>11,227</u>
<b>Total comprehensive (expense)/ income for the period attributable to:</b>	以下各方應佔期內全面(開支)/收益總額：		
— Owners of the Company	— 本公司擁有人	(6,502)	10,556
— Non-controlling interests	— 非控股權益	(2,976)	950
		<u>(9,478)</u>	<u>11,506</u>
<b>(Loss)/earnings per share</b>	每股(虧損)/盈利		
— Basic (RMB)	— 基本(人民幣元)	(0.005)	0.008
— Diluted (RMB)	— 攤薄(人民幣元)	(0.004)	0.008

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**CONDENSED CONSOLIDATED STATEMENT  
OF FINANCIAL POSITION**

As at 30 June 2020  
(Expressed in Renminbi)

**簡明綜合財務狀況表**

於2020年6月30日  
(以人民幣為單位)

		<b>30 June 2020 2020年 6月30日 (unaudited) (未經審核)</b>	31 December 2019 2019年 12月31日 (audited) (經審核)
	<i>Note 附註</i>	<b>RMB'000 人民幣千元</b>	<b>RMB'000 人民幣千元</b>
<b>Non-current assets</b>	<b>非流動資產</b>		
Property, plant and equipment	物業、廠房及設備	<b>104,893</b>	81,065
Intangible assets	無形資產	<b>23,147</b>	15,765
Right-of-use assets	使用權資產	<b>4,949</b>	6,310
Goodwill	商譽	<b>18,277</b>	—
Interest in associates	於聯營企業的權益	<b>925</b>	581
Equity instrument at fair value through other comprehensive income	按公允價值計量並計入 其他全面收益的股本 工具	<b>3,359</b>	4,775
Deposits for acquisition of property, plant and equipment	購置物業、廠房及設備的 按金	<b>22,538</b>	7,971
Pledged bank deposits	已抵押銀行存款	<b>15,734</b>	24,715
Deferred tax assets	遞延稅項資產	<b>11,720</b>	9,703
		<b>205,542</b>	150,885
<b>Current assets</b>	<b>流動資產</b>		
Inventories	存貨	<b>4,107</b>	5,250
Trade and note receivables	貿易應收款項及應收票據	<b>142,159</b>	143,874
Deposits, prepayments and other receivables	按金、預付款項及 其他應收款項	<b>86,053</b>	57,120
Contract assets	合約資產	<b>258,861</b>	274,408
Pledged bank deposits	已抵押銀行存款	<b>33,039</b>	28,284
Bank balances and cash	銀行結餘及現金	<b>115,382</b>	142,206
		<b>639,601</b>	651,142
<b>Current liabilities</b>	<b>流動負債</b>		
Trade payables	貿易應付款項	<b>94,654</b>	119,606
Other payables and accrued expenses	其他應付款項及 應計開支	<b>11,886</b>	15,264
Contract liabilities	合約負債	<b>114,062</b>	44,179
Lease liabilities	租賃負債	<b>2,872</b>	2,802
Income tax payable	應納所得稅	<b>978</b>	15,478
Bank borrowings	銀行借款	<b>28,133</b>	26,598
		<b>252,585</b>	223,927

		<b>30 June 2020</b> 2020年 6月30日 <b>(unaudited)</b> (未經審核) <b>RMB'000</b> 人民幣千元	31 December 2019 2019年 12月31日 (audited) (經審核) <b>RMB'000</b> 人民幣千元
<b>Net current assets</b>	<b>流動資產淨值</b>	<b>387,016</b>	<b>427,215</b>
<b>Total assets less current liabilities</b>	<b>資產總額減流動負債</b>	<b>592,558</b>	<b>578,100</b>
<b>Non-current liabilities</b>	<b>非流動負債</b>		
Bank borrowings	銀行借款	<b>3,000</b>	—
Lease liabilities	租賃負債	<b>2,528</b>	3,959
Deferred tax liabilities	遞延稅項負債	<b>508</b>	—
		<b>6,036</b>	<b>3,959</b>
<b>NET ASSETS</b>	<b>資產淨值</b>	<b>586,522</b>	<b>574,141</b>
<b>Capital and reserves</b>	<b>資本及儲備</b>		
Share capital	股本	<b>55,100</b>	55,100
Reserves	儲備	<b>454,688</b>	461,715
Equity attributable to owners of the Company	本公司擁有人應佔權益	<b>509,788</b>	516,815
Non-controlling interests	非控股權益	<b>76,734</b>	57,326
<b>TOTAL EQUITY</b>	<b>權益總額</b>	<b>586,522</b>	<b>574,141</b>

*Note*  
*附註*

# NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

(Expressed in Renminbi)

## 1. GENERAL

Weigang Environmental Technology Holding Group Limited (the “Company”) was incorporated in the Cayman Islands on 18 May 2017 as an exempted company with limited liability under the Companies Law of the Cayman Islands. The immediate holding company and the ultimate holding company of the Company are WeiGang Technology Limited and Weigang Green Technology Limited, respectively, both of which were incorporated in the British Virgin Islands (“BVI”) and are wholly owned by Mr. Cai Zhuhua (“Mr. Cai”), the ultimate controlling shareholder of the Company and its subsidiaries (collectively referred to as the “Group”), who is also the chairman and executive director of the Company. The shares of the Company had been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 3 January 2019.

The address of the registered office of the Company is Cayman Corporate Centre, 27 Hospital Road, George Town, Grand Cayman, KY1-9008 Cayman Islands and the address of principal place of business of the Company is Unit 3507, 35/F, AIA Tower, 183 Electric Road, North Point, Hong Kong.

The condensed consolidated interim financial information is presented in Renminbi (“RMB”), which is also the functional currency of the Company. The condensed consolidated interim financial information has not been audited.

## 2. BASIS OF PREPARATION

The condensed consolidated interim financial information has been prepared in accordance with International Accounting Standard 34 (“IAS 34”), “Interim Financial Reporting” issued by the International Accounting Standards Board (“IASB”) as well as with the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. It was authorised for issued on 24 August 2020.

The condensed consolidated interim financial information is unaudited, but has been reviewed by Baker Tilly Hong Kong 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 (“HKICPA”).

# 簡明綜合中期財務資料附註

(以人民幣為單位)

## 1. 一般資料

維港環保科技控股集團有限公司(「本公司」)於2017年5月18日根據開曼群島公司法於開曼群島註冊成立為獲豁免有限公司。本公司的直接控股公司及最終控股公司分別為維港科技有限公司及維港綠色科技有限公司，兩者均於英屬維爾京群島(「英屬維爾京群島」)註冊成立，並由本公司及其附屬公司(統稱「本集團」)的最終控股股東蔡珠華先生(「蔡先生」)全資擁有，彼亦為本公司董事長兼執行董事。本公司股份已於2019年1月3日在香港聯合交易所有限公司(「聯交所」)主板上市。

本公司的註冊辦事處地址為Cayman Corporate Centre, 27 Hospital Road, George Town, Grand Cayman, KY1-9008 Cayman Islands，而本公司主要營業地點的地址為香港北角電氣道183號友邦廣場35樓3507單元。

簡明綜合中期財務資料以人民幣(「人民幣」)列示，人民幣亦為本公司的功能貨幣。簡明綜合中期財務資料未經審核。

## 2. 編製基準

簡明綜合中期財務資料乃根據國際會計準則理事會(「國際會計準則理事會」)頒佈的《國際會計準則》第34號(「《國際會計準則》第34號」)「中期財務報告」及香港聯合交易所有限公司證券上市規則的適用披露規定編製，並於2020年8月24日經授權發佈。

簡明綜合中期財務資料未經審核，惟已由天職香港會計師事務所有限公司根據香港會計師公會(「香港會計師公會」)頒佈的《香港審閱委聘準則》第2410號「由實體獨立核數師執行的中期財務資料審閱」進行審閱。

### 3. PRINCIPAL ACCOUNTING POLICIES

This condensed consolidated interim financial information has been prepared on the historical cost basis, except for certain financial instruments that are measured at fair value at the end of each reporting period.

Other than changes in accounting policies resulting from application of new and amendments to International Financial Reporting Standards (“IFRSs”), the accounting policies and methods of computation used in condensed consolidated interim financial information for the six months ended 30 June 2020 are the same as those followed in the preparation of the Group’s annual consolidated financial statements for the year ended 31 December 2019.

#### Application of new and amendments to IFRSs

The Group has applied the following amendment to IFRS issued by the IASB to these financial statements for the current accounting period:

- Amendment to IFRS 16, COVID-19 — Related Rent Concessions

Other than the amendment to IFRS 16, the Group has not applied any new standard or interpretation that is not yet effective for the current accounting period. Impact of the adoption of the amended IFRS is discussed below:

#### Amendment to IFRS 16, COVID-19 — Related Rent Concessions

The amendment provides a practical expedient that allows a lessee to by-pass the need to evaluate whether certain qualifying rent concessions occurring as a direct consequence of the COVID-19 pandemic (“COVID-19 — related rent concessions”) are lease modifications and, instead, account for those rent concessions as if they were not lease modifications.

The Group has elected to early adopt the amendments and applies the practical expedient to all qualifying COVID-19 — related rent concessions granted to the Group during the interim reporting period. Consequently, rent concessions received have been accounted for as negative variable lease payments recognised in profit or loss in the period in which the event or condition that triggers those payments occurred. There is no impact on the opening balance of equity at 1 January 2020.

### 3. 主要會計政策

本簡明綜合中期財務資料乃根據歷史成本基準編製，惟若干金融工具則按各報告期末的公允價值計量。

除應用新訂《國際財務報告準則》(「《國際財務報告準則》」)及其修訂本導致的會計政策變動外，截至2020年6月30日止六個月的簡明綜合中期財務資料所用的會計政策及計算方法與編製本集團截至2019年12月31日止年度的年度綜合財務報表所依循者一致。

#### 應用新訂《國際財務報告準則》及其修訂本

本集團已就本會計期間的財務報表應用下列由國際會計準則理事會頒佈的《國際財務報告準則》修訂本：

- 《國際財務報告準則》第16號(修訂本)「新型冠狀病毒病相關租金減免」

除《國際財務報告準則》第16號(修訂本)外，本集團並無應用任何於本會計期間尚未生效的新訂準則或詮釋。採納經修訂《國際財務報告準則》的影響闡述如下：

#### 《國際財務報告準則》第16號(修訂本)「新型冠狀病毒病相關租金減免」

該修訂本提供一項可行權宜方法，讓承租人毋須評估新型冠狀病毒病疫情直接導致的若干合資格租金減免(「新型冠狀病毒病相關租金減免」)是否屬租賃修改，而按非租賃修改的方式將該等租金減免入賬。

本集團已選擇提早採納該修訂本，並就本集團於中期報告期間內獲得的所有合資格新型冠狀病毒病相關租金減免應用可行權宜方法。因此，已收租金減免已在觸發該等付款的事件或情況發生期間於損益內入賬及確認為負可變租賃付款。於2020年1月1日的期初權益結餘不受影響。



#### 4. OPERATING SEGMENT INFORMATION

During the six months ended 30 June 2020, the Group commenced the business in oilfield auxiliary services along with the acquisition of subsidiaries (see note 15). It is considered as a new operating and reportable segment. The Group is organised into two business units based on the internal structure and management strategy, which is also the basis of information reported to the Group's chief operating decision maker (i.e. the executive directors of the Company) for the purpose of making strategic decisions.

The two reportable and operating segments are set out as follows:

- (a) solid waste treatment segment is engaged in the provision of comprehensive solid waste incineration turnkey solutions focused on the research, design, integration and commissioning of solid waste systems by the Group to external customers in the People's Republic of China (the "PRC"); and
- (b) oilfield auxiliary services segment is engaged in petroleum transportation, meter maintenance, oil pipe repair and water treatment.

Management monitors the results of the Group's operating segments separately for the purpose of making decision about resources allocation and performance assessment. Segment performance is evaluated based on reportable segment result, which is a measure of adjusted (loss)/profit before tax. The adjusted (loss)/profit before tax is measured consistently with the Group's (loss)/profit before tax except that bank interest income, net foreign exchange gains/(losses), certain finance costs, and income tax expenses are excluded from such measurement.

All assets are allocated to reportable segments other than certain cash and cash equivalents and certain other receivables as these assets are managed on a group basis.

All liabilities are allocated to reportable segments other than certain other payables and income tax payables as these liabilities are managed on a group basis.

Prior period segment disclosures have been re-presented to conform with the current period's presentation.

#### 4. 營運分部資料

於截至2020年6月30日止六個月，本集團開展油田周邊服務業務，同時收購多間附屬公司(見附註15)。該業務被視為新營運及可呈報分部。本集團以內部架構及管理策略為基準分為兩個業務單位，而上述基準亦為呈報予本集團主要經營決策者(即本公司執行董事)作戰略決定用途的資料基準。

上述兩個可呈報及營運分部載列如下：

- (a) 固體廢物處理分部，為本集團向中華人民共和國(「中國」)外部客戶提供專注於固體廢物系統的研究、設計、集成及調試的綜合固體廢物焚燒處置整體解決方案的分部；及
- (b) 油田周邊服務分部，為從事石油運輸、測量儀維護、油管維修及水處理業務的分部。

管理層會分別監察本集團各營運分部的業績，以作資源分配決定及表現評估。分部表現乃基於可呈報分部業績進行評估，即經調整稅前(虧損)/利潤的計量。除銀行利息收入、外匯收益/(虧損)淨額、若干融資成本及所得稅開支不納入計算外，經調整稅前(虧損)/利潤與本集團稅前(虧損)/利潤的計量方法一致。

所有資產已獲分配至可呈報分部，惟不包括按組別管理的若干現金及現金等價物以及若干其他應收款項。

所有負債已獲分配至可呈報分部，惟不包括按組別管理的若干其他應付款項及應納所得稅。

過往期間的分部披露經已重列，以符合本期間的呈列方式。

## Segment revenue and results

The Group's revenue and result by operating and reportable segments are presented below:

*Six months ended 30 June 2020 (unaudited)*

## 分部收入及業績

本集團按營運及可呈報分部劃分的收入及業績呈列如下：

*截至2020年6月30日止六個月(未經審核)*

		Solid waste treatment 固體廢物處理 RMB'000 人民幣千元	Oilfield auxiliary services 油田周邊服務 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
Revenue (Note 5)	收入(附註5)	159,461	23,500	182,961
Segment (loss)/profit	分部(虧損)/利潤	(11,587)	2,726	(8,861)
Bank interest income	銀行利息收入			2,159
Unallocated corporate other income, other gains and losses	未分配公司 其他收入、其他 收益及虧損			3,602
Unallocated corporate expenses	未分配公司 開支			(5,885)
Finance costs	融資成本			(16)
Loss before tax	稅前虧損			(9,001)
Income tax credit	所得稅抵免			585
Loss for the period	期內虧損			<u>(8,416)</u>
Segment assets as at 30 June 2020 (unaudited)	於2020年6月30日的 分部資產(未經審核)	662,304	81,405	743,709
Reconciliation: Corporate and other unallocated assets	對賬： 公司及其他 未分配資產			101,434
Total assets as at 30 June 2020 (unaudited)	於2020年6月30日的 資產總額(未經審核)			<u>845,143</u>
Segment liabilities as at 30 June 2020 (unaudited)	於2020年6月30日的 分部負債(未經審核)	(208,814)	(48,071)	(256,885)
Reconciliation: Corporate and other unallocated liabilities	對賬： 公司及其他 未分配負債			(1,736)
Total liabilities as at 30 June 2020 (unaudited)	於2020年6月30日的 負債總額(未經審核)			<u>(258,621)</u>

## Six months ended 30 June 2019 (unaudited)

截至2019年6月30日止六個月(未經審核)

		Solid waste treatment 固體廢物處理 RMB'000 人民幣千元	Oilfield auxiliary services 油田周邊服務 RMB'000 人民幣千元	Total 總計 RMB'000 人民幣千元
<b>Revenue (Note 5)</b>	<b>收入(附註5)</b>	<u>171,928</u>	<u>—</u>	<u>171,928</u>
<b>Segment profit</b>	<b>分部利潤</b>	<u>14,034</u>	<u>—</u>	<u>14,034</u>
Bank interest income	銀行利息收入			960
Unallocated corporate other income, other gains and losses	未分配公司其他收入、其他收益及虧損			589
Unallocated corporate expenses	未分配公司開支			(3,681)
Finance costs	融資成本			<u>(27)</u>
Profit before tax	稅前利潤			11,875
Income tax expense	所得稅開支			<u>(648)</u>
Profit for the period	期內利潤			<u><u>11,227</u></u>
<b>Segment assets as at 31 December 2019 (audited)</b>	<b>於2019年12月31日的分部資產(經審核)</b>	<u>687,655</u>	<u>—</u>	<u>687,655</u>
Reconciliation: Corporate and other unallocated assets	對賬：公司及其他未分配資產			<u>114,372</u>
<b>Total assets as at 31 December 2019 (audited)</b>	<b>於2019年12月31日的資產總額(經審核)</b>			<u><u>802,027</u></u>
<b>Segment liabilities as at 31 December 2019 (audited)</b>	<b>於2019年12月31日的分部負債(經審核)</b>	<u>(203,173)</u>	<u>—</u>	<u>(203,173)</u>
Reconciliation: Corporate and other unallocated liabilities	對賬：公司及其他未分配負債			<u>(24,713)</u>
<b>Total liabilities as at 31 December 2019 (audited)</b>	<b>於2019年12月31日的負債總額(經審核)</b>			<u><u>(227,886)</u></u>

## Major customers

Revenue from customers of the corresponding periods contributing over 10% of the total revenue of the Group are as follows:

Customer A (Note i)	客戶 A (附註 i)
Customer B (Note i)	客戶 B (附註 i)
Customer C (Note i)	客戶 C (附註 i)
Customer D (Note ii)	客戶 D (附註 ii)
Customer E (Note ii)	客戶 E (附註 ii)
Customer F (Note ii)	客戶 F (附註 ii)
Customer G (Note ii)	客戶 G (附註 ii)

Note:

- (i) Contributed less than 10% of the Group's total revenue during the six months ended 30 June 2019.
- (ii) Contributed less than 10% of the Group's total revenue during the six months ended 30 June 2020.

## Geographical information

The Group primarily operates in the PRC. Substantially all of the Group's non-current assets are located in the PRC, and revenue of the Group is generated from customers located in the PRC.

## 主要客戶

於相應期間在本集團總收入中佔10%以上的客戶收入如下：

Six months ended 30 June	
截至6月30日止六個月	
2020	2019
2020年	2019年
(unaudited)	(unaudited)
(未經審核)	(未經審核)
RMB'000	RMB'000
人民幣千元	人民幣千元
47,891	N/A 不適用
24,775	N/A 不適用
21,504	N/A 不適用
N/A 不適用	37,584
N/A 不適用	30,948
N/A 不適用	22,572
N/A 不適用	22,022

附註：

- (i) 截至2019年6月30日止六個月內佔本集團總收入不足10%。
- (ii) 截至2020年6月30日止六個月內佔本集團總收入不足10%。

## 地區資料

本集團主要在中國境內營運。本集團幾乎全部的非流動資產均位於中國，且本集團的收入來源於中國的客戶。

## 5. DISAGGREGATION OF REVENUE

### Revenue from major services

The following is an analysis of the Group's revenue from its major services:

## 5. 收入分拆

### 主要服務收入

下表載列本集團來自其主要服務的收入分析：

		<b>Six months ended 30 June</b>	
		<b>截至6月30日止六個月</b>	
		<b>2020</b>	<b>2019</b>
		<b>2020年</b>	<b>2019年</b>
		<b>(unaudited)</b>	<b>(unaudited)</b>
		<b>(未經審核)</b>	<b>(未經審核)</b>
		<b>RMB'000</b>	<b>RMB'000</b>
		<b>人民幣千元</b>	<b>人民幣千元</b>
<i>Recognised over time</i>	<i>隨時間確認</i>		
Hazardous waste incineration solutions	危險廢物焚燒處置解決方案	<b>144,560</b>	153,316
Pyrolysis solid waste treatment solutions	無氧裂解固體廢物處置解決方案	<b>346</b>	—
Oil sludge thermal desorption treatment services	油泥熱脫附處理服務	—	11,328
Technical upgrading services	技術升級服務	<b>2,750</b>	962
Maintenance services	維護服務	<b>11,805</b>	6,322
		<hr/>	<hr/>
		<b>159,461</b>	171,928
Oilfield auxiliary services	油田周邊服務	<b>23,500</b>	—
		<hr/>	<hr/>
		<b>182,961</b>	171,928
		<hr/> <hr/>	<hr/> <hr/>

## 6. OTHER INCOME, GAINS AND LOSSES

## 6. 其他收入、收益及虧損

		Six months ended 30 June 截至6月30日止六個月	
		2020 2020年 (unaudited) (未經審核) RMB'000 人民幣千元	2019 2019年 (unaudited) (未經審核) RMB'000 人民幣千元
Bank interest income	銀行利息收入	2,159	960
Government grants (Note)	政府補助(附註)	1,242	3,206
Value-added tax refund	增值稅退稅	2,447	—
Sundry income	雜項收入	123	—
Other income	其他收入	<u>5,971</u>	<u>4,166</u>
Net foreign exchange gains/(losses)	外匯收益/(虧損)淨額	181	(572)
Loss on disposal of property, plant and equipment, net	處置物業、廠房及設備之淨虧損	(10)	—
Rent concessions	租金減免	<u>202</u>	—
Other gains and losses	其他收益及虧損	<u>373</u>	<u>(572)</u>
		<u><b>6,344</b></u>	<u><b>3,594</b></u>

Note:

Government grants represented immediate financial support granted by the local governments. There were no specific conditions attached to the grants and the amounts were recognised in profit or loss upon the receipt of relevant cash.

附註：

政府補助為當地政府給予的即時財務支持。補助不附帶特定條件，且金額於收到相關現金時在損益中確認。

## 7. FINANCE COSTS

## 7. 融資成本

		Six months ended 30 June 截至6月30日止六個月	
		2020 2020年 (unaudited) (未經審核) RMB'000 人民幣千元	2019 2019年 (unaudited) (未經審核) RMB'000 人民幣千元
Interest on bank borrowings	銀行借款利息	693	303
Interest on lease liabilities	租賃負債利息	<u>147</u>	<u>141</u>
Total	合計	<u><b>840</b></u>	<u><b>444</b></u>

## 8. INCOME TAX (CREDIT)/EXPENSE

## 8. 所得稅(抵免)/開支

		Six months ended 30 June 截至6月30日止六個月	
		2020 2020年 (unaudited) (未經審核) RMB'000 人民幣千元	2019 2019年 (unaudited) (未經審核) RMB'000 人民幣千元
The income tax (credit)/expense comprises:	所得稅(抵免)/開支包括：		
PRC Enterprise Income Tax:	中國企業所得稅：		
— Current tax	— 即期稅項	570	2,529
— Under-provision in prior periods	— 過往期間撥備不足	257	—
		<u>827</u>	<u>2,529</u>
Deferred tax	遞延稅項	<u>(1,412)</u>	<u>(1,881)</u>
Income tax (credit)/expense	所得稅(抵免)/開支	<u><u>(585)</u></u>	<u><u>648</u></u>

The Company and its subsidiaries, namely WeiGang Environment Limited, Jade Far Investment Limited and Definite Thrive Limited, were incorporated in the Cayman Islands and BVI, respectively. All these entities did not have tax assessable profit in the Cayman Islands, BVI or other jurisdictions in both periods.

No provision for Hong Kong profits tax has been recognised in the condensed consolidated interim financial information in both periods as the Group does not have income which arose in, or derived from, Hong Kong.

Pursuant to the Enterprise Income Tax Law effective on 1 January 2008, Guangzhou Weigang Environmental Protection Technology Limited (“Guangzhou Weigang”) obtained a “High and New Technology Enterprise” since 2016 which Guangzhou Weigang was entitled to a preferential tax rate of 15% from 2019 to 2021 and eligible for renewal every three years.

The applicable tax rate of other PRC subsidiaries of the Group was 25% during the six months ended 30 June 2020 (six months ended 30 June 2019: 25%) .

本公司及其附屬公司(即維港環境有限公司、杰發投資有限公司及興定有限公司)分別於開曼群島及英屬維爾京群島註冊成立。於該等期間，所有該等實體在開曼群島、英屬維爾京群島或其他司法管轄區均無應課稅利潤。

由於本集團並無得自香港的收入，因此於該等期間，於簡明綜合中期財務資料中並未確認香港利得稅撥備。

根據2008年1月1日生效的《企業所得稅法》，廣州維港環保科技有限公司(「廣州維港」)自2016年起獲認定為「高新技術企業」，並在2019年至2021年間享受15%的優惠稅率，每三年可續期。

截至2020年6月30日止六個月，本集團其他中國附屬公司的適用稅率為25%(截至2019年6月30日止六個月：25%)。

9. (LOSS)/PROFIT BEFORE TAX

9. 稅前(虧損)/利潤

		Six months ended 30 June 截至6月30日止六個月	
		2020 2020年 (unaudited) (未經審核) RMB'000 人民幣千元	2019 2019年 (unaudited) (未經審核) RMB'000 人民幣千元
(Loss)/profit before tax has been arrived at after charging/(crediting):	扣除/(計入)下列費用後的稅前(虧損)/利潤:		
Staff costs (including directors' emoluments)	員工成本(包括董事酬金)		
Directors' remuneration	董事薪酬	1,552	697
Other staff:	其他員工:		
— Salaries and other benefits	— 薪金與其他福利	25,718	15,254
— Contributions to retirement benefits scheme	— 退休福利計劃供款	2,959	2,746
— Share-based payment expenses	— 以股份為基礎的支付開支	499	536
Total staff costs	總員工成本	<u>30,728</u>	<u>19,233</u>
Auditors' remuneration	核數師薪酬	842	600
Research and development costs (included in other expenses)*	研發成本(計入其他開支)*	8,400	9,133
Depreciation of property, plant and equipment	物業、廠房及設備折舊	2,500	1,674
Depreciation of right-of-use assets	使用權資產折舊	1,361	966
Amortisation of intangible assets	無形資產攤銷	2,230	472
Loss on disposal of property, plant and equipment	處置物業、廠房及設備之虧損	10	—
Allowance for impairment of trade and note receivables	貿易應收款項及應收票據減值撥備	1,687	747
Written-off of trade receivables	撇銷貿易應收款項	6,540	—
Reversal of impairment of contract assets	合約資產減值撥回	(654)	(239)
Short-term leases payments	短期租賃付款	237	33
Low value leases payments	低價值租賃付款	<u>10</u>	<u>—</u>

\* Amount included staff costs of approximately RMB3,929,000 (six months ended 30 June 2019: RMB3,598,000), and material and other related costs of approximately RMB4,471,000 (six months ended 30 June 2019: RMB5,535,000) for the six months ended 30 June 2020.

\* 該款項包括截至2020年6月30日止六個月的員工成本約人民幣3,929,000元(截至2019年6月30日止六個月: 人民幣3,598,000元)以及材料及其他相關成本約人民幣4,471,000元(截至2019年6月30日止六個月: 人民幣5,535,000元)。



## 10. (LOSS)/EARNINGS PER SHARE

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

	(虧損)/利潤 用以計算每股基本及攤薄 (虧損)/盈利的(虧損)/利潤		
<b>(Loss)/profit</b> (Loss)/profit for the purpose of calculating basic and diluted (loss)/earnings per share		<b>(6,015)</b>	<b>10,277</b>
<b>Number of shares</b> Number of shares for the purpose of calculating basic (loss)/earnings per share	<b>股份數量</b> 用以計算每股基本(虧損)/ 盈利的股份數量	<b>1,333,335,000</b>	1,329,882,282
Effect of dilutive potential ordinary shares: Share options	攤薄潛在普通股的影響： 購股權	<b>21,419,601</b>	10,762,399
Number of shares for the purpose of calculating diluted (loss)/earnings per share	用以計算每股攤薄(虧損)/ 盈利的股份數量	<b>1,354,754,601</b>	<b>1,340,644,681</b>

## 11. DIVIDENDS

The directors do not recommend the payment of an interim dividend for six months ended 30 June 2020 (six months ended 30 June 2019: Nil).

## 10. 每股(虧損)/盈利

本公司擁有人應佔每股基本及攤薄(虧損)/盈利的計算乃基於下列數據：

Six months ended 30 June 截至6月30日止六個月			
2020 2020年 (unaudited) (未經審核) RMB'000 人民幣千元	2019 2019年 (unaudited) (未經審核) RMB'000 人民幣千元		
		<b>(6,015)</b>	<b>10,277</b>
		<b>1,333,335,000</b>	1,329,882,282
		<b>21,419,601</b>	10,762,399
		<b>1,354,754,601</b>	<b>1,340,644,681</b>

## 11. 股息

董事並不建議派發截至2020年6月30日止六個月之中期股息(截至2019年6月30日止六個月：無)。

## 12. TRADE AND NOTE RECEIVABLES

## 12. 貿易應收款項及應收票據

		30 June 2020 2020年 6月30日 (unaudited) (未經審核) RMB'000 人民幣千元	31 December 2019 2019年 12月31日 (audited) (經審核) RMB'000 人民幣千元
Trade receivables	貿易應收款項	127,008	123,008
Less: allowance for impairment	減：減值撥備	<u>(5,485)</u>	<u>(3,798)</u>
		121,523	119,210
Note receivables	應收票據	<u>20,636</u>	<u>24,664</u>
Total trade and note receivables	貿易應收款項及應收票據總額	<u><u>142,159</u></u>	<u><u>143,874</u></u>

The Group normally allows a credit period ranging within 180 days (31 December 2019: within 90 days) to its trade customers.

本集團一般向貿易客戶授予的信貸期間為180日內(2019年12月31日：90日內)。

The following is an aged analysis of trade receivables net of allowance for impairment at the end of the reporting period presented based on payment schedule or invoice date stated in the contracts.

下文載有貿易應收款項(減去根據合約所述付款安排呈報的各報告期末或發票日期之減值撥備)的賬齡分析。

		30 June 2020 2020年 6月30日 (unaudited) (未經審核) RMB'000 人民幣千元	31 December 2019 2019年 12月31日 (audited) (經審核) RMB'000 人民幣千元
0-90 days	0至90日	94,772	75,109
91-180 days	91至180日	11,189	24,944
181-365 days	181至365日	9,100	16,413
Over 365 days	365日以上	<u>6,462</u>	<u>2,744</u>
		<u><u>121,523</u></u>	<u><u>119,210</u></u>

Note receivables are bank acceptance notes and the average aging is within 90 days (31 December 2019: within 90 days) based on the issuance date.

應收票據為銀行承兌票據，且基於發行日期的平均賬齡為90日內(2019年12月31日：90日內)。

### 13. CONTRACT ASSETS AND LIABILITIES

### 13. 合約資產及負債

		<b>30 June 2020 2020年 6月30日 (unaudited) (未經審核) RMB'000 人民幣千元</b>	31 December 2019 2019年 12月31日 (audited) (經審核) RMB'000 人民幣千元
Contract assets	合約資產	<b>258,861</b>	<b>274,408</b>
Contract liabilities	合約負債	<b>114,062</b>	<b>44,179</b>

As at 30 June 2020 and 31 December 2019, contract assets include retention receivables of approximately RMB25,197,000 and RMB25,737,000, respectively. The Group generally provides their customers with one to two years warranty period. Upon the expiration of retention period, if the relevant hazardous wastage processing plant has met the requirements in the contract, the customers provides a final inspection and acceptance certificate and pay the retention within the term specified in the contract.

As at 30 June 2020, the allowance for impairment of contract assets was approximately RMB3,386,000 (31 December 2019: RMB4,040,000).

The changes in contract assets and liabilities are due to i) adjustments arising from changes in the progress of contracting work, or ii) reclassification to trade receivables when the Group has unconditional right to the consideration.

All the contract liabilities are expected to be recognised as revenue in the following year.

Contract liabilities represent the progress payment exceeds the revenue recognised to date under the input method and are recognised as revenue when the Group performs its obligations under the contracts.

於2020年6月30日及2019年12月31日，合約資產中分別包括應收保留金約人民幣25,197,000元及人民幣25,737,000元。本集團一般向其客戶提供一至兩年的保修期。於保留期屆滿之時，若相關危險廢物處理廠已滿足合約所列要求，客戶將進行最後檢驗並提供驗收合格證書，且於合約規定的期限內支付保留金。

於2020年6月30日，合約資產減值撥備約為人民幣3,386,000元(2019年12月31日：人民幣4,040,000元)。

合約資產及負債的變動乃由於i)因合約工程進度的變動而產生的調整，或ii)本集團擁有無條件收款權時重新分類至貿易應收款項。

全部合約負債預期於下一年度確認為收入。

合約負債指進度付款超過到目前為止根據投入法確認的收入，並於本集團履行其合約責任時確認為收入。

## 14. TRADE PAYABLES

The table below sets forth, as at the end of reporting periods, the aging analysis of trade payables, based on the date of invoice:

0-90 days	0至90日
91-180 days	91至180日
181-365 days	181至365日
Over 365 days	365日以上

No specific credit period has been granted to the Group on purchase of goods and services.

## 15. ACQUISITION OF SUBSIDIARIES

On 27 December 2019, Debo Environment (Guangzhou) Co., Ltd.<sup>#</sup> (“Debo”), a wholly-owned subsidiary of the Company, has entered into the Capital Injection and Subscription Agreement (the “Agreement”) with Xinjiang Tiansheng Xinhong Environmental Protection Technology Co., Ltd.<sup>#</sup> (“Xinjiang Tiansheng”) and its subsidiary (collectively referred to as “Xinjiang Tiansheng Group”) and two independent third parties, Xinjiang Hongtong Industry and Trade Co., Ltd.<sup>#</sup> (“Hongtong”) and Mr. Tian Yixin. Pursuant to the Agreement, Debo agreed to subscribe for 60% of equity interests in Xinjiang Tiansheng Group, by way of capital injection in the amount of RMB24,000,000, and shall subscribe for the registered capital of Xinjiang Tiansheng to RMB30,000,000 at a later date to be agreed between Debo and Hongtong. Upon the capital injection, Xinjiang Tiansheng will be held as to 60% by Debo and 40% by Hongtong, and the total registered capital of Xinjiang Tiansheng will be increased from RMB20,000,000 to RMB50,000,000.

On 26 March 2020, the transaction has been completed, Xinjiang Tiansheng became a non-wholly owned subsidiary of the Group. Xinjiang Tiansheng Group is principally engaged in the business of provision of oil sludge thermal desorption treatment services and oilfield auxiliary services. The acquisition has been accounted for as acquisition of business using the acquisition method.

A goodwill of RMB18,277,000 arising from this acquisition has been recognised during the period based on the valuation result provided by an independent valuer who assessed the fair values of the identifiable assets and liabilities acquired.

<sup>#</sup> The English name is for identification only.

## 14. 貿易應付款項

下表載列於報告期末按發票日期的貿易應付款項賬齡分析：

	30 June 2020 2020年 6月30日 (unaudited) (未經審核) RMB'000 人民幣千元	31 December 2019 2019年 12月31日 (audited) (經審核) RMB'000 人民幣千元
	49,351	98,797
	13,813	15,707
	26,040	4,576
	5,450	526
	<u>94,654</u>	<u>119,606</u>

本集團並無就購買商品及服務被授予特定的信貸期。

## 15. 收購附屬公司

於2019年12月27日，本公司的全資附屬公司德博環境(廣州)有限公司(「德博」)與新疆天聖新宏環保科技有限公司(「新疆天聖」)及其附屬公司(統稱「新疆天聖集團」)以及兩名獨立第三方(新疆宏通工貿有限公司(「宏通」)及田宜新先生)簽訂增資認購協議(「協議」)。根據協議，德博同意出資人民幣24,000,000元以認購新疆天聖集團60%股權，並將於德博與宏通協定的較後日期認購新疆天聖的註冊資本人民幣30,000,000元。於增資完成後，新疆天聖將分別由德博及宏通持有60%及40%股權，而新疆天聖的總註冊資本將由人民幣20,000,000元增加至人民幣50,000,000元。

於2020年3月26日，上述交易已完成，新疆天聖成為本集團的非全資附屬公司。新疆天聖集團主要從事提供油泥熱脫附處置服務及油田周邊服務業務。本次收購已按收購法入賬列作業務收購。

根據獨立估值師對本次收購涉及的可識別資產與負債的公允價值估值結果，於本期間已確認本次收購產生的商譽人民幣18,277,000元。

## I. BUSINESS REVIEW

The Group is a leading comprehensive hazardous waste incineration turnkey solution provider in China focused on the research, design, integration and commissioning of solid waste treatment systems, particularly for hazardous waste incineration. Leveraging its experience and expertise in hazardous waste incineration, the Group has expanded its offerings to other areas of solid waste treatment, such as thermal desorption of oil sludge, pyrolysis treatment of solid waste and cement plant parallel kiln co-treatment. The Group conduct research and development of technologies related to these new areas and have successfully applied some of them to its new solid waste treatment projects.

In the first half of 2020, the Group primarily engaged in and generated a substantial portion of our revenue from the design, integration and commissioning of hazardous waste incineration systems in China.

### Provision of Hazardous Waste Incineration Solutions

Before 2020, the Group has 20 completed hazardous waste incineration projects with aggregate designed disposal capacity of 435,000 tonnes per annum which were passed to the Group's customers in normal operation. In the first half of 2020, the Group completed 8 more hazardous waste incineration projects which located in Fujian, Zhejiang, Guizhou, Jiangsu, Hubei, Sichuan and Guangdong with an aggregate designed disposal capacity of approximately 192,500 tonnes per annum. As at 30 June 2020, the Group had 18 ongoing hazardous waste incineration projects, covering 17 cities in the PRC with an aggregate designed disposal capacity of approximately 473,500 tonnes per annum. The table below sets out the summary of the completed hazardous waste incineration projects in the first half of 2020 and the ongoing hazardous waste incineration projects as at 30 June 2020:

## I. 業務回顧

本集團是中國領先的綜合危險廢物焚燒處置整體解決方案提供商，專注於固體廢物處理系統(尤其是危險廢物焚燒處置系統)的研究、設計、集成及調試。憑藉本集團在危險廢物焚燒處置方面的經驗及專業知識，本集團已將業務擴展至固體廢物處理的其他領域，如油泥熱脫附、固體廢物的無氧裂解處理及水泥回轉窯平行協同處置。本集團開展與該等新領域相關的技術研發，並已成功地將部分研發成果應用於新的固體廢物處理項目。

於2020年上半年，本集團主要在中國提供危險廢物焚燒處置系統的設計、集成及調試，並自其中產生很大一部分收入。

### 提供危險廢物焚燒處置解決方案

於2020年前，本集團完成了20個危險廢物焚燒處置項目並已於正常運營下轉交予本集團的客戶，累計設計處置能力為435,000噸／年。於2020年上半年，本集團額外完成了8個位於福建、浙江、貴州、江蘇、湖北及廣東的危險廢物焚燒處置項目，累計設計處置能力約為192,500噸／年。於2020年6月30日，本集團手上有18個危險廢物焚燒處置項目尚未完工，遍佈中國17個城市，累計設計處置能力約為473,500噸／年。下表載列於2020年上半年竣工危險廢物焚燒處置項目及於2020年6月30日尚未完工危險廢物焚燒處置項目的概要：

Completed hazardous waste incineration projects in the first half of 2020:

於2020年上半年竣工的危險廢物焚燒處置項目：

No.	project		Designed Disposal/ Treatment Capacity (tonnes per annum) 設計處置／處理能力 (噸／年)
編號	項目		
1	Xiamen hazardous waste incineration project	廈門危險廢物焚燒處置項目	20,000
2	Shaoxing hazardous waste incineration project	紹興危廢焚燒處置項目	20,000
3	Guizhou Qiannanzhou hazardous waste incineration project	貴州黔南州危廢焚燒處置項目	20,000
4	Jiangsu Changqing Nonghua Nantong hazardous waste incineration project	江蘇長青農化南通危險廢棄物焚燒處置項目	22,500
5	Hubei Yaojiagang industrial waste treatment and utilisation project I	湖北姚家港工業廢物處理及資源化項目一期	30,000
6	Sichuan Chengdu hazardous waste incineration project II	四川成都危險廢物處置中心二期	30,000
7	Foshan hazardous waste incineration project	佛山危廢焚燒處置項目	30,000
8	Dongguan hazardous waste incineration project	東莞危廢焚燒處置項目	20,000
	Total	總計	192,500
*	Completed project is defined as which the system functionality evaluation is completed.		* 已竣工項目界定為完成系統功能性評估的項目。

Ongoing hazardous waste incineration projects  
as at 30 June 2020:

於2020年6月30日尚未完工的危險  
廢物焚燒處置項目：

No.	project		Designed Disposal/ Treatment Capacity (tonnes per annum)
編號	項目		設計處置／處理能力 (噸／年)
1	Yantai hazardous waste incineration project	煙台危廢焚燒處置項目	30,000
2	North Bay hazardous waste incineration project	北部灣危險廢物焚燒處置項目	16,500
3	Hangzhou 3rd solid waste treatment center project I	杭州第三固廢處置中心一期項目	60,000
4	Xinjiang Bazhou hazardous waste and solid waste treatment center project	新疆巴州危廢固廢處理處置中心	20,000
5	Jilin hazardous waste incineration project	吉林危險廢物焚燒處置項目	20,000
6	Guangzhou hazardous waste incineration project	廣州危險廢物焚燒處置項目	33,000
7	Zhuhai hazardous waste incineration project	珠海危險廢物焚燒處置項目	20,000
8	Jiangsu Nanjing hazardous waste incineration Project	江蘇南京危險廢物焚燒處置項目	21,000
9	Henan Puyang hazardous waste incineration project	河南濮陽危廢焚燒處置項目	15,000
10	Sichuan Zigong industry hazardous waste treatment project	四川自貢工業危險廢物處置項目	30,000
11	Anqing hazardous waste incineration project	安慶危險廢物焚燒處置項目	30,000
12	Shandong hazardous waste incineration project	山東危險廢物焚燒處置項目	33,000
13	Hubei Xianning hazardous waste incineration project	湖北咸寧危險廢物焚燒處置項目	21,000
14	Sichuan Meishan hazardous waste incineration project	四川眉山危險廢物焚燒處置項目	21,000
15	Yunfu hazardous waste incineration project	雲浮危險廢物焚燒處置項目	25,000
16	Huanggang hazardous waste incineration project	黃岡危險廢物焚燒處置項目	30,000
17	Xianju hazardous waste incineration project	仙居危險廢物焚燒處置項目	15,000
18	Guangzhou East Area hazardous waste incineration project	廣州東部危險廢物焚燒處置項目	33,000
	Total	總計	473,500

## Provision of Oilfield Auxiliary Services

On 26 March 2020, the Group completed the acquisition of Xinjiang Tiansheng, which is principally engaged in the business of provision of oil sludge thermal desorption treatment services and oilfield auxiliary services in Xinjiang Uyghur Autonomous Region.

Through Xinjiang Tiansheng, the Group entered into the oilfield auxiliary services market of Xinjiang Province and recorded relevant revenue amounted to RMB23.5 million during the period.

## II. FINANCIAL POSITION AND OPERATING RESULTS

### Revenue

Revenue increased by 6.5% from RMB171.9 million for the six months ended 30 June 2019 to RMB183.0 million for the six months ended 30 June 2020. These increases were mainly attributable to the oilfield auxiliary services revenue brought by the acquisition of Xinjiang Tiansheng.

The Group derived the majority of its revenue from provision of hazardous waste incineration solutions and the remainder from provision of oilfield auxiliary services and other services including technical upgrading, maintenance services and pyrolysis solid waste treatment solutions.

Revenue from hazardous waste incineration solutions decreased by 5.7% from RMB153.3 million for the six months ended 30 June 2019 to RMB144.6 million for the six months ended 30 June 2020. These decreases were mainly attributable to the impact of the novel coronavirus outbreak in early 2020.

## 提供油田周邊服務

於2020年3月26日，本集團完成了對新疆天聖的收購，新疆天聖主要於新疆維吾爾自治區內從事油泥熱脫附處置業務以及油田周邊服務業務。

通過新疆天聖，本集團成功進入新疆省內的油田周邊服務市場並在本期間錄得相關營收人民幣23.5百萬元。

## II. 財務狀況及經營業績

### 收入

收入由截至2019年6月30日止六個月的人民幣171.9百萬元增加6.5%至截至2020年6月30日止六個月的人民幣183.0百萬元。該增加主要由於來自收購新疆天聖帶來的油田周邊服務收入。

本集團的大部分收入來自提供危險廢物焚燒處置解決方案，剩餘收入來自油田周邊服務及其他服務(包括技術升級、維護服務及固體廢物的無氧裂解處理解決方案)。

危險廢物焚燒處置解決方案的收入從截至2019年6月30日止六個月的人民幣153.3百萬元減少5.7%至截至2019年6月30日止六個月的人民幣144.6百萬元。該等減少主要由於新型冠狀病毒疫情於2020年初爆發的影響。



The Group recorded oilfield auxiliary services revenue amounted to RMB23.5 million for the six months ended 30 June 2020 (for the six months ended 30 June 2019: nil), which was brought by the acquisition of Xinjiang Tiansheng.

Revenue from other services increased by 104.1% from RMB7.3 million for the six months ended 30 June 2019 to RMB14.9 million for the six months ended 30 June 2020. This increase were attributable to more technical upgrading and maintenance services demand from customers during the six months ended 30 June 2020.

### Cost of Services

Cost of services increased by 13.4% from RMB135.2 million for the six months ended 30 June 2019 to RMB153.3 million for the six months ended 30 June 2020. This increase were mainly attributable to the increase of revenue.

Cost of services for the Group's hazardous waste incineration treatment business consists primarily of (i) cost of equipment and materials; (ii) direct labour costs; (iii) sub-contracting costs; and (iv) others.

The cost of services for the Group's hazardous waste incineration treatment business decreased by 1.8% from RMB127.0 million for the six months ended 30 June 2019 to RMB124.7 million for six months ended 30 June 2020. These decreases were mainly attributable to the decrease of the revenue.

The Group's cost of oilfield auxiliary services was RMB17.6 million for the six months ended 30 June 2020 (for the six months ended 30 June 2019: nil), which was attributable to the commencement of oilfield auxiliary services after the completion of acquisition of Xinjiang Tiansheng in the first quarter of 2020.

Cost of services for other services increased by 129.2% from RMB4.8 million for the six months ended 30 June 2019 to RMB11.0 million for the six months ended 30 June 2020. Such increase was attributable to the increase in revenue from other services.

截至2020年6月30日止六個月，本集團錄得油田周邊服務收入為人民幣23.5百萬元(截至2019年6月30日止六個月：無)，該等收入是來自於收購新疆天聖。

來自其他服務的收入由截至2019年6月30日止六個月的人民幣7.3百萬元增加104.1%至截至2020年6月30日止六個月的人民幣14.9百萬元。該增加主要歸因於截至2020年6月30日止六個月內客戶的技術升級及技術維護服務需求增加。

### 服務成本

服務成本由截至2019年6月30日止六個月的人民幣135.2百萬元增加13.4%至截至2020年6月30日止六個月的人民幣153.3百萬元。該增加主要歸因於收入增加。

本集團危險廢物焚燒處置業務的服務成本主要包括：(i)設備及材料成本；(ii)直接人工成本；(iii)分包成本；及(iv)其他。

本集團危險廢物焚燒處置業務的服務成本從截至2019年6月30日止六個月的人民幣127.0百萬元減少1.8%至截至2020年6月30日止六個月的人民幣124.7百萬元。該等減少主要由於收入的減少。

截至2020年6月30日止六個月，本集團來自油田周邊服務的服務成本為人民幣17.6百萬元(截至2019年6月30日止六個月：無)，歸因於本集團於2020年第一季度完成對新疆天聖的收購。

來自其他服務的服務成本從截至2019年6月30日止六個月的人民幣4.8百萬元增加129.2%至截至2020年6月30日止六個月的人民幣11.0百萬元。該增加歸因於收入的增加。

## Gross Profit and Gross Profit Margin

The Group's gross profit decreased by 19.1% from RMB36.7 million for the six months ended 30 June 2019 to RMB29.7 million for the six months ended 30 June 2020, while the gross profit margin decreased from 21.3% for the six months ended 30 June 2019 to 16.2% for the six months ended 30 June 2020.

The following table sets out the Group's gross profit and gross profit margin for each of the business segments for the periods stated.

## 毛利及毛利率

本集團的毛利從截至2019年6月30日止六個月的人民幣36.7百萬元減少19.1%至截至2020年6月30日止六個月的人民幣29.7百萬元，而毛利率從截至2019年6月30日止六個月的21.3%減少至截至2020年6月30日止六個月的16.2%。

下表載列於所述期間本集團各業務分部的毛利及毛利率。

		Gross profit		Gross profit margin	
		毛利	毛利	毛利率	毛利率
		2020H1	2019H1	2020H1	2019H1
		2020上半年	2019上半年	2020上半年	2019上半年
		RMB million	RMB million		
		人民幣百萬元	人民幣百萬元		
Hazardous waste incineration solutions	危險廢物焚燒處置解決方案	19.9	26.3	13.8%	17.2%
Oilfield auxiliary services	油田周邊服務	5.9	—	25.1%	N/A
Oil sludge thermal desorption treatment services	油泥熱脫附處理服務	—	8.0	N/A	70.8%
Other services	其他服務	3.9	2.5	26.2%	34.2%
Total	合計	29.7	36.8	16.2%	21.4%

The gross profit of hazardous waste incineration solutions decreased by 24.3% from RMB26.3 million for the six months ended 30 June 2019 to RMB19.9 million for the six months ended 30 June 2020. These decreases were mainly attributable to the gross profit margin of hazardous waste incineration solutions decreased. The gross profit margin of hazardous waste incineration solutions decreased from 17.2% for the six months ended 30 June 2019 to 13.8% for the six months ended 30 June 2020 primarily due to the intense competition in the market.

危險廢物焚燒處置解決方案的毛利由截至2019年6月30日止六個月的人民幣26.3百萬元減少24.3%至截至2020年6月30日止六個月的人民幣19.9百萬元。該等減少主要歸因於危險廢物焚燒處置解決方案之毛利率減少。危險廢物焚燒處置解決方案的毛利率由截至2019年6月30日止六個月的17.2%減少至截至2020年6月30日止六個月的13.8%，此乃歸因於市場的激烈競爭。

The gross profit of oilfield auxiliary services for the six months ended 30 June 2020 amounted to RMB5.9 million (for the six months ended 30 June 2019: nil), which was attributable to the completion of acquisition of Xinjiang Tiansheng in the first quarter of 2020.

The gross profit of provision of oil sludge thermal desorption solution for the six months ended 30 June 2020 was nil (for the six months ended 30 June 2019: RMB8.0 million), which was attributable to the completion of the Group's existing oil sludge thermal desorption project by the end of 2019 and the new projects were still in initial stage.

The gross profit of other services increased by 56% from RMB2.5 million for the six months ended 30 June 2019 to RMB3.9 million for the six months ended 30 June 2020. These increases were mainly attributable to the revenue increased. The gross profit margin of other services decreased from 34.2% for the six months ended 30 June 2019 to 26.2% for the six months ended 30 June 2020 primarily due to the intense competition in the market.

### **Other Income, Gains and Losses**

The Group's other income and gains increased by 75.0% from RMB3.6 million for the six months ended 30 June 2019 to RMB6.3 million for the six months ended 30 June 2020, primarily attributable to: (1) bank interest increased of RMB1.2 million; (2) government grant (including value-added tax refund) increased of RMB0.5 million mainly due to the one-off government subsidy received in the first half of 2020; and (3) the net foreign exchange gains for the six months ended 30 June 2020 amounted to RMB0.2 million, compared with the net foreign exchange loss for the six months ended 30 June 2019 amounted to RMB0.6 million.

截至2020年6月30日止六個月，油田周邊服務的毛利為人民幣5.9百萬元(截至2019年6月30日止六個月：無)，歸因於本集團於2020年第一季度完成對新疆天聖的收購。

截至2020年6月30日止六個月，提供油泥熱脫附解決方案的毛利為無(截至2019年6月30日止六個月：人民幣8.0百萬元)，歸因於本集團現存的油泥熱脫附項目已於2019年底前結束且新的項目尚在啟動階段。

其他服務的毛利由截至2019年6月30日止六個月的人民幣2.5百萬元增加56%至截至2020年6月30日止六個月的人民幣3.9百萬元。該等增加主要歸因於收入的增加。其他服務的毛利率由截至2019年6月30日止六個月的34.2%減少至截至2020年6月30日止六個月的26.2%，此乃歸因於市場的激烈競爭。

### **其他收入、收益及虧損**

本集團之其他收入及收益從截至2019年6月30日止六個月之人民幣3.6百萬元增加75.0%至截至2020年6月30日止六個月之人民幣6.3百萬元，主要由於：(1)銀行利息增加人民幣1.2百萬元；(2)於2020年上半年收取的一次性政府補貼(包括增值稅退稅)令政府補助增加人民幣0.5百萬元；及(3)較從截至2019年6月30日止六個月的外匯虧損淨額人民幣0.6百萬元，截至2020年6月30日止六個月的外匯收益淨額為人民幣0.2百萬元。

## Administrative Expenses

The Group's administrative expenses increased by 52.0% from RMB17.3 million for the six months ended 30 June 2019 to RMB26.3 million for the six months ended 30 June 2020, primarily attributable to the Group has hired more staff for business development, which leads to an increase in staff salaries and benefits of RMB4.0 million, an increase in office administration expenses of RMB1.3 million, an increase in transportation and accommodation expenses of RMB1.0 million, and an increase in depreciation expenses of RMB2.0 million due to the increase of property, plant and equipment.

## Other Expenses

Other expenses include research and development expenses, including staff costs, material and other related costs mainly in connection with the research and development of solid waste treatment applications.

The Group's research and development expenses decreased by 7.7% from RMB9.1 million for the six months ended 30 June 2019 to RMB8.4 million for the six months ended 30 June 2020 due to the impact of the novel coronavirus outbreak in early 2020.

## Written-off and impairment losses, net of reversal

The Group's written-off and impairment losses increased from RMB0.5 million for the six months ended 30 June 2019 to RMB7.6 million for the six months ended 30 June 2020. This increase was attributable to a new written-off of account receivable amounted to RMB6.5 million in this period for the Group's oil sludge thermal desorption project in Karamay, Xinjiang, which has ended early due to the impact of the novel coronavirus outbreak.

## 行政開支

本集團之行政開支從截至2019年6月30日止六個月的人民幣17.3百萬元增加52.0%至截至2020年6月30日止六個月人民幣26.3百萬元，主要由於本集團已就業務發展僱用更多的員工，此令員工薪水及福利增加人民幣4.0百萬元、辦公室行政費用增加人民幣1.3百萬元、運輸及住宿開支增加人民幣1.0百萬元及因物業、廠房及設備增加導致的折舊費用增加人民幣2.0百萬元。

## 其他開支

其他開支包括研發開支(包括主要與固體廢物處理應用研發有關的人工成本、材料及其他相關成本)。

本集團的研發開支從截至2019年6月30日止六個月的人民幣9.1百萬元減少7.7%至截至2020年6月30日止六個月的人民幣8.4百萬元，主要歸因於新型冠狀病毒疫情於2020年初爆發的影響。

## 撇銷及減值虧損(扣除撥回)

本集團之減值虧損從截至2019年6月30日止六個月的人民幣0.5百萬元增加至截至2020年6月30日止六個月的人民幣7.6百萬元。該等增加主要由於本期間對本集團於新疆克拉瑪依的油泥熱脫附處置項目的應收款項計提新的核銷人民幣6.5百萬元，該項目由於新冠疫情的影響已提前結束。

## Finance Costs

The Group's finance costs increased by 100% from RMB0.4 million for the six months ended 30 June 2019 to RMB0.8 million for the six months ended 30 June 2020, primarily attributable to the increase of bank borrowings.

## Income Tax Expense

Income tax expense consists of current tax and deferred tax for PRC enterprise income tax.

The Company operated business principally through its PRC subsidiaries which were subject to the PRC enterprise income tax at a statutory rate of 25% on its estimated assessable profits for the six months ended 30 June 2020 (for the six months ended 30 June 2019: 25%). Guangzhou Weigang was recognised as a "High and New Technology Enterprise" since 2016 and was entitled to a preferential PRC income tax rate of 15% for each of 2019, 2020 and 2021 and such recognition can be applied for renewal every three years.

The Group's effective tax rate increased from 5.5% for the six months ended 30 June 2019 to 6.5% for the six months ended 30 June 2020, primarily due to under-provision in prior year amounted to RMB0.3 million recognized in the first half of 2020.

## (Loss)/Profit for the period

For the six months ended 30 June 2020, the Group recorded net loss amounted to RMB8.4 million, and the net loss margin of the Group was 4.6%, compared with the net profit amounted to RMB11.2 million and the net profit margin of 6.5% for the six months ended 30 June 2019. It's mainly due to (1) the novel coronavirus outbreak in early 2020, which caused disruption to the Group's business plan (including but not limited to the delay of hazardous waste incineration solutions progress); and (2) the gross profit margin of hazardous waste incineration solutions decreased because of the intense competition in the market.

## 融資成本

本集團的融資成本自截至2019年6月30日止六個月的人民幣0.4百萬元增加100%至截至2020年6月30日止六個月的人民幣0.8百萬元，主要歸因於銀行借款的增加。

## 所得稅開支

所得稅開支包括中國企業所得稅的即期稅項及遞延稅項。

本公司主要透過中國附屬公司運營業務，該等附屬公司於截至2020年6月30日止六個月就估計應課稅利潤按25%（截至2019年6月30日止六個月：25%）的法定稅率繳納中國企業所得稅。廣州維港自2016年被評為「高新技術企業」，並有權於2019年、2020年及2021年各年度享受15%的中國所得稅稅率優惠。該項認可每3年可申請續期。

本集團的實際稅率從截至2019年6月30日止六個月的5.5%增加至截至2020年6月30日止六個月的6.5%，主要由於2020年上半年確認的去年企業所得稅匯算清繳低估稅款人民幣0.3百萬元。

## 期內(虧損)/利潤

與截至2019年6月30日止六個月的純利人民幣11.2百萬元及淨利率6.5%相比，本集團截至2020年6月30日止六個月錄得淨虧損人民幣8.4百萬元，而本集團的淨虧損率則為4.6%。主要由於(1)新型冠狀病毒疫情於2020年初爆發，對本集團的業務計畫造成幹擾(包括但不限於危險廢物焚燒處置解決方案專案進度的延誤)；及(2)市場競爭激烈以致危險廢物焚燒處置解決方案的毛利率減少。

## Liquidity and Capital Resources

The Group's principal cash requirements are to pay for working capital needs and capital expenditures on equipment and intangible assets. The Group met these cash requirements by relying on its cash at banks, net cash flows from operating activities and net proceeds from the Listing as its principal source of funding. The Directors are of the view that the Group have sufficient working capital required for the Group's operations at present and for the year ending 31 December 2020.

### Trade and note receivables

The decrease in trade and note receivables from RMB143.9 million as at 31 December 2019 to RMB142.2 million as at 30 June 2020 was primarily due to the Group enhanced the management of trade and note receivables collection.

The average trade receivables turnover days decreased from 62.1 days in the first half of 2019 to 59.2 days in the first half of 2020 as the Group continued to spend more efforts in collecting trade receivables in a timely manner.

### Trade payables

The decrease in trade payables from RMB119.6 million as at 31 December 2019 to RMB94.7 million as at 30 June 2020 was primarily due to our efforts to expedite the payment to suppliers in order to speed up the project progress.

The average trade payables turnover days increased from 47.4 days in the first half of 2019 to 62.9 days in the first half of 2020. It's due to the impact of the novel coronavirus outbreak in early 2020.

### Contract assets

The decrease in contract assets from RMB274.4 million as at 31 December 2019 to RMB258.9 million as at 30 June 2020 was primarily due to the impact of the novel coronavirus outbreak in early 2020.

## 流動性及資本資源

本集團的主要現金需求乃為營運資金需求以及設備及無形資產的資本開支付款。本集團依靠銀行存款、經營活動所得現金流量淨額及上市所得款項淨額作為其主要資金來源來滿足該等現金需求。董事認為，本集團具有充裕營運資金以應付本集團目前及截至2020年12月31日止年度的運營所需。

### 貿易應收款項及應收票據

貿易應收款項及應收票據自2019年12月31日的人民幣143.9百萬元減少至2020年6月30日的人民幣142.2百萬元，乃由於本集團提升了貿易應收款項及應收票據收回之管理。

貿易應收款項平均周轉日數自2019年上半年的62.1日減至2020年上半年的59.2日，原因是本集團繼續加倍努力及時收回貿易應收款項。

### 貿易應付款項

貿易應付款項自2019年12月31日的人民幣119.6百萬元減少至2020年6月30日的人民幣94.7百萬元，主要由於我們為加快項目進程而努力加快向供應商付款。

貿易應付款項的平均周轉日數自2019年上半年的47.4日增加至2019年上半年的62.9日，原因是新型冠狀病毒疫情於2020年初爆發的影響。

### 合約資產

合約資產自2019年12月31日的人民幣274.4百萬元減少至2020年6月30日的人民幣258.9百萬元，主要原因是新型冠狀病毒疫情於2020年初爆發的影響。

## Contract liabilities

The increase in contract liabilities from RMB44.2 million as at 31 December 2019 to RMB114.1 million as at 30 June 2020 was primarily due to the Group entered into new more hazardous waste incineration project contracts in the first half of 2020.

## Bank Borrowings

As at 30 June 2020, the Group had bank borrowings of RMB31.1 million provided by two commercial bank in China (as at 31 December 2019: RMB26.6 million).

## Capital Expenditure

For the six months ended 30 June 2020, the Group's material capital expenditure amounted to approximately RMB22.6 million (for the six months ended 30 June 2019: RMB10.8 million), mainly used for purchase of property, plant and equipment and acquisition of a subsidiary.

## Capital Commitment

As at 30 June 2020, the Group had capital commitment amounted to RMB5.9 million (as at 31 December 2019: RMB13.0 million) which consisted mainly of payments to be made for several operation projects under construction.

## Pledge of Assets

As at 30 June 2020, the Group had pledged deposits of RMB48.8 million (as at 31 December 2019: RMB53.0 million) mainly including (1) deposit for bank acceptance which the Groups issued to its suppliers ; and (2) deposit for bank guarantee given to several customers for performance obligation fulfilment.

## Contingent Liabilities

As at 30 June 2020, the Group had no material contingent liabilities.

## 合約負債

合約負債自2019年12月31日的人民幣44.2百萬元增加至2020年6月30日的人民幣114.1百萬元，主要由於本集團於2020年上半年簽署了更多的新危險廢物焚燒處理項目合同。

## 銀行借款

於2020年6月30日，本集團獲兩家中國商業銀行提供銀行借款人民幣31.1百萬元(於2019年12月31日：人民幣26.6百萬元)。

## 資本開支

截至2020年6月30日止六個月，本集團的重大資本開支約為人民幣22.6百萬元(截至2019年6月30日止六個月：人民幣10.8百萬元)，主要用於購置物業、廠房及設備以及收購一家子公司。

## 資本承擔

於2020年6月30日，本集團的資本承擔為人民幣5.9百萬元(於2019年12月31日：人民幣13.0百萬元)，主要由向數項建造中的營運項目作出的付款構成。

## 資產抵押

於2020年6月30日，本集團已抵押存款人民幣48.8百萬元(於2019年12月31日：人民幣53.0百萬元)，主要包括(1)本集團向其供應商發出的銀行承兌匯票按金；及(2)出具給若干客戶履行履約義務的銀行保函按金。

## 或有負債

於2020年6月30日，本集團概無重大或有負債。

## Gearing Ratio

As at 30 June 2020, the current assets of the Group were approximately RMB639.6 million, total assets were approximately RMB845.1 million, current liabilities were approximately RMB252.6 million and total liabilities were approximately RMB258.6 million. The gearing ratio (total liabilities/total assets) of the Group was approximately 30.6% (as at 31 December 2019: 28.5%).

## III. PROSPECTS

In recent years, the PRC government has over time introduced a series of policies that have far-reaching impact on the development of the environmental protection industry, and promoted the sustained and rapid development of environmental protection. The realisation of “Beautiful China initiative” and “Ecological Civilization” has been written into the PRC Constitution, highlighting the importance of ecological civilization construction in the overall layout of the country, and the construction of ecological civilization has risen to the level of national will. With a strong support from national policies, the demand for solid waste treatment will continue to grow. The Group will seize these development opportunities by virtue of its own strength and a leading solid waste treatment solutions provider in China.

So far, the prevention and control measures of the new coronavirus pandemic (“COVID-19 pandemic”) adopted by various countries are still under huge pressures due to the global spread of COVID-19 pandemic, having a significant impact on the global economy. In addition, intensifying geopolitical conflict against the backdrop of COVID-19 pandemic has also painted a grim outlook of global economy with uncertainties.

## 資本負債比率

於2020年6月30日，本集團之流動資產約為人民幣639.6百萬元，總資產約為人民幣845.1百萬元，流動負債約為人民幣252.6百萬元及總負債約為人民幣258.6百萬元。本集團之資本負債比率(負債總額／資產總額)約為30.6%(於2019年12月31日：28.5%)。

## III. 前景

近年，中國政府已隨時間推出一系列對環保行業發展有深遠影響的政策，並促進環境保護的可持續及急速發展。實現「美麗中國倡議」及「生態文明」已獲納入中國憲法，強調建立生態文明對國家整體佈局的重要性，且建立生態文明已提升至國家願景層面。憑藉國家政策所提供的強大支持，固體廢物處理的需求將繼續增長。作為中國領先固體廢物處理解決方案供應商，本集團將透過其自身優勢把握該等發展機遇。

目前，新型冠狀病毒疫情(「新冠疫情」)仍在全球範圍內肆虐蔓延，疫情防控形勢仍然嚴峻，各國因此而採取的防控措施對全球經濟體系造成較大沖擊。除此以外，疫情背景下地緣政治沖突日趨緊張，令全球經濟前景充滿較多不確定性。



At present, the COVID-19 pandemic appears to be effectively controlled in China, and domestic economic activities has returned to normal since the reopening of businesses at steady and gradual pace. The latest series of economic data also show that the Chinese economy has been resilient against the COVID-19 pandemic. As the pressures and challenges still weigh on the external economic landscape and the pandemic-control, China is expected to focus on pursuing economic progress while ensuring overall stability. Upon the balance between normalizing COVID-19 prevention efforts and promoting economic and social development, China' economy will be propelled to a phase of high-quality growth.

Taking into account the challenge for epidemic prevention, the Group has set up a epidemic prevention regime comprising the head office and the project companies, with specific duties, tasks and guidelines for epidemic prevention allocated to ensure that there would be no blind spots in epidemic prevention. The impact of the epidemic of coronavirus on the operation status of the Group has been controllable as a result of the adoption of the plans mentioned above.

The Group will continue to capture the opportunities brought by the policies for the development of the environmental protection industry, and actively seize more business opportunities from solid waste treatment by commercialising its advanced solid waste treatment technologies to market with the resources from strategic shareholders, the capital market network, and its strong R&D capabilities. The Group will still continue to focus on the technology innovation to further expand the Group's business scope, maintain the Group's leading position in the market, maximize shareholder returns. Looking forward, the Group will carry out the following tasks with its existing advantages:

目前，新冠疫情在中國已得到有效控制，復工復產持續有效推進，國內經濟活動逐漸回歸正常，最新公佈的系列經濟數據也顯示出中國經濟在抵禦新冠疫情沖擊時體現的強勁韌性。鑒於外部經濟及疫情防控形勢依然嚴峻，預計未來國內仍將堅持穩中求進的總基調，統籌疫情防控常態化及經濟社會發展工作，推動經濟高質量發展。

經考慮防疫工作帶來挑戰後，本集團已建立由總辦事處及項目公司組成的防疫體系，就防疫發佈具體職責、任務及指引，確保防疫工作並無盲點。由於採納上文所述的計劃，故冠狀病毒疫情對本集團營運狀況的影響已受控。

本集團將繼續抓住環保行業發展政策所帶來的機遇，以來自策略性股東的資源將先進的固體廢物處理技術商業化，積極把握更多來自固體廢物處理的商機。本集團將繼續專注於技術創新，進一步拓展本集團的業務範疇，維持本集團的市場領先地位，為股東帶來最大回報。展望未來，本集團將繼續以其現有優勢專注進行以下任務：

**Continue to consolidate the leading market position and expand the market share on hazardous waste incineration**

The Group will focus on: (1) further improving technics on hazardous waste incineration treatments; (2) continue to cultivate customer relationships as well as explore new customers in both China and oversea markets; (3) facilitate more frequent communications and provide more comprehensive value-add services with industry participants; and (4) further investment on other area of hazardous waste treatment, including applying the facilities of oil sludge thermal desorption technology, upgrading cement production facilities to implement hazardous waste cooperative disposal system and etc.

**Grasp more business opportunities on solid waste treatment through industrialization of pyrolysis technology**

The Group will explore the demand of market by developing and commercializing solutions for a number of new solid waste treatment applications such as with respect to waste new energy batteries and waste paper residues.

**Further enhance our competitiveness and risk management with the adoption of more project models**

The Group will continue to seek opportunities to participate in solid waste treatment projects by exploring different project models. In future, the Group may also consider investing in and/or operating its own solid waste treatment projects as primary or joint project owner in other new area of solid waste treatment industry

**Utilize capital market platform to realize enterprise value appreciation**

While developing business and expanding the markets, the Group will leverage its strong capital strength to enter the fields of solid waste treatment through various approaches, such as technology cooperation, investment, mergers and acquisitions, so as to build an integrated environmental industry group.

繼續鞏固領先市場地位，並擴大在危險廢物處置領域的市場份額

本集團將專注於：(1)進一步提高危險廢物焚燒處理技術；(2)於國內外市場繼續培養客戶關係及發掘新客戶；(3)與行業參與者進行更頻繁的溝通及提供更全面的增值服務；及(4)進一步投資危險廢物處理的其他範疇，包括應用油泥熱脫附技術及升級水泥生產設施以推行協作處置系統等。

通過將無氧裂解技術工業化，把握更多來自固體廢物處理領域的商機

本集團將通過開發及商業化其他多種新固體廢物處置應用解決方案(例如廢舊新能源電池及廢紙渣處置等)，以挖掘市場需求。

我們將採用更多的項目模式，進一步提升競爭力並加強風險管理

本集團將繼續通過發掘不同項目模式，以尋求參與固體廢物處置項目的機遇。將來，本集團亦可能會考慮以項目主要或聯合擁有人的身份投資及／或運營自有的固體廢物處理項目的其他新範疇。

運用資本市場平臺實現企業增值

於發展業務及擴展市場時，本集團將憑藉其強勁資本優勢透過各途徑(如技術合作、投資、併購)進入固體廢物處理領域，從而建立一個綜合環保行業集團。

## OTHER INFORMATION

### EMPLOYEES, REMUNERATION AND PENSION SCHEME

As at 30 June 2020, the Group employed 233 employees (as at 31 December 2019: 230 employees), among which approximately 157 were personnel conducting R&D, project management and execution for our business.

The Group's remuneration policy takes into consideration the relevant Director or member of senior management's duties, responsibilities, experiences, skills, time commitment, performance of the Group and are made with reference to those paid by comparable companies. Its employees are remunerated with monthly salaries and discretionary bonuses based on individual performance, market performance, the Group's profit as a whole and comparable market levels. Apart from salary payment, other staff benefits include allowances, benefits in kind, performance-related bonuses, share based payments, pensions, and other social insurance benefits.

### COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE ("CG CODE")

The Company has adopted the CG Code as set out in Appendix 14 to the Listing Rules. In the opinion of the Directors, the Company has fully complied with the CG Code during the period under review except from the deviation from the Code Provision A.2.1 of the CG Code.

Under code provision A.2.1 of the CG Code provides that the roles of chairman and chief executive should be separate and should not be performed by the same individual. Mr. Cai Zhuhua serves as chairman as well as chief executive officer of the Company and this dual role leadership has been in practice by the Company since 2009. Such deviation is deemed appropriate as it is considered to be more efficient to have one single person to be chairman of the Company as well as to discharge the executive functions of a chief executive thereby enabling more effective planning and better execution of long-term strategies. The Board believes that the balance

## 其他資料

### 僱員、薪酬及退休金計劃

於2020年6月30日，本集團聘有233名僱員(於2019年12月31日：230名僱員)，其中約157名僱員負責我們業務的研發、項目管理及執行。

本集團薪酬政策已考慮有關董事或高級管理層成員的職責、責任、經驗、技能、付出的時間及本集團業績，並參照可資比較公司所支付的薪酬而確定。其僱員依據各自的表現、市場狀況、本集團的整體利潤及可資比較市場水準，收取月薪及酌情花紅。除薪金外，其他員工福利包括津貼、實物福利、績效花紅、以股份為基礎的付款、退休金及其他社會保險福利等。

### 遵守《企業管治守則》(「《企業管治守則》」)

本公司已採納《上市規則》附錄十四所載的《企業管治守則》。董事認為本公司於報告期內已全面遵守《企業管治守則》，惟偏離《企業管治守則》的守則條文第A.2.1條除外。

《企業管治守則》的守則條文第A.2.1條規定，董事長與行政總裁的角色應有區分，並不應由一人同時兼任。蔡珠華先生為本公司董事長兼行政總裁，而此雙角色領導模式自2009年起於本公司一直推行。有關偏離情況被視為恰當，原因是由同一人士擔任本公司董事長兼履行行政總裁的執行職能被視為更具效率，有助提高長遠戰略的有效規劃及執行表現。董事會認為董事

of power and authority is adequately ensured by the operations and governance of the Board which comprises experienced and high calibre individuals, with half of them being non-executive directors of the Company. The Company will review the current structure when and as it becomes appropriate.

## **COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix 10 to the Listing Rules as the code of conduct regarding Directors’ dealings in the securities of the Company.

Having made specific enquiry of all the Directors, each Director confirmed that he/she had complied with the required standards set out in the Model Code during the period under review. The Board has also established written guidelines to regulate dealings by relevant employees who are likely to be in possession of inside information of the Company in respect of securities in the Company as referred to in code provision A.6.4 of the CG Code.

## **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES**

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company’s listed securities during the six months ended 30 June 2020.

## **USE OF NET PROCEEDS FROM GLOBAL OFFERING**

The Company was listed on the Stock Exchange on 3 January 2019. The net proceeds raised from the global offering were approximately HK\$259.4 million (approximately equivalent to RMB227.2 million). During the six months ended 30 June 2020, there was no change in the intended use of net proceeds as previously disclosed in the prospectus of the Company dated 19 December 2018 (the “**prospectus**”).

會成員不乏經驗豐富及具才幹的人士(其中半數為本公司非執行董事)，其營運及管治足以確保權力及職能平衡。本公司將於適當時候檢討現行架構。

## **遵守董事進行證券交易的《標準守則》**

本公司已採納《上市規則》附錄十所載《上市發行人董事進行證券交易的標準守則》(「《標準守則》」)，作為董事買賣本公司證券時的行為準則。

在向全體董事作出特定查詢後，各董事均已確認彼等在審閱期內遵守《標準守則》所載的必守準則。董事會亦已制定書面指引，規範可能擁有本公司有關本公司證券內幕消息的相關僱員的所有交易(如《企業管治守則》的守則條文第A.6.4條所述)。

## **購買、出售或贖回上市證券**

截至2020年6月30日止六個月，本公司或其任何附屬公司概無購買、出售或贖回本公司任何上市證券。

## **全球發售所得款項淨額用途**

本公司於2019年1月3日在聯交所上市。全球發售募集的所得款項淨額約為259.4百萬港元(約等於人民幣227.2百萬元)。截至2020年6月30日止六個月內，先前在2018年12月19日的本公司招股章程(「招股章程」)披露的所得款項淨額擬定用途概無變動。

As at 30 June 2020, the Company has utilised RMB139.9 million of the net proceeds from the global offering. For the amounts not yet utilised, the Company will apply the remaining net proceeds in the manner as set out in the Prospectus. The following table sets forth a breakdown of the utilisation of net proceeds as at 30 June 2020:

於2020年6月30日，本公司已動用全球發售所得款項淨額中的人民幣139.9百萬元。本公司將會按招股章程所載的方式應用餘下未動用所得款項淨額。下表載列於2020年6月30日的所得款項淨額動用情況明細：

		Net proceeds from the global offering  全球發售 所得款項淨額	Utilisation as at 30 June 2020 於2020年 6月30日 已動用金額	Unutilised amount  未動用金額	Expected timeline of the unutilised amount  未動用金額預計使用時間
<i>Unit: RMB million</i>	<i>單位：百萬人民幣</i>				
Utilisation of the pyrolysis technology for the treatment of various types of solid waste	用作利用各類固體廢物處理的無氧裂解技術	90.9	84.6	6.3	The unutilised amount is expected to be fully utilised by the second half of 2023 未動用金額預計在2023年下半年前全部使用完畢
Establishment of a research and engineering centre	用作設立研究與工程技術中心	45.4	—	45.4	The unutilised amount is expected to be fully utilised by the second half of 2023 未動用金額預計在2023年下半年前全部使用完畢
Commercialisation of oil sludge thermal desorption technology	用作油泥熱脫附技術的商業化	34.1	10.2	23.9	The unutilised amount is expected to be fully utilised by the second half of 2023 未動用金額預計在2023年下半年前全部使用完畢
Invest in and operate the business of cement plant parallel kiln co-treatment solutions	用作投資及經營水泥回轉窯平行協同處置解決方案業務	34.1	22.4	11.7	The unutilised amount is expected to be fully utilised by the second half of 2023 未動用金額預計在2023年下半年前全部使用完畢
Working capital and general corporate use	用作營運資金及一般公司用途	22.7	22.7	—	N/A 不適用
<b>Total</b>	<b>總計</b>	<b>227.2</b>	<b>139.9</b>	<b>87.3</b>	

## **INTERIM DIVIDEND**

The Board does not recommend the payment of an interim dividend for the six months ended 30 June 2020.

## **AUDIT COMMITTEE**

The Group's interim results for the six months ended 30 June 2020 have been reviewed by the Audit Committee of the Company.

## **INDEPENDENT REVIEW**

The interim results for the six months ended 30 June 2020 are unaudited, but have also been reviewed by Baker Tilly Hong Kong Limited, the Company's independent auditor, 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. A Report on Review of Interim Financial Information is included in the interim report to be sent to shareholders.

## **EVENTS AFTER REPORTING PERIOD**

The Group has no important events after the Reporting Period.

## **PUBLICATION OF 2020 INTERIM RESULTS AND INTERIM REPORT**

This interim results announcement of the Group for 2020 is published on the Stock Exchange's website at [www.hkexnews.hk](http://www.hkexnews.hk) and the Company's website at [www.gzweigang.com](http://www.gzweigang.com). The 2020 interim report containing all applicable information required by the Listing Rules will be despatched to the shareholders of the Company and published on the above websites in September 2020.

## **中期股息**

董事會不建議派發截至2020年6月30日止六個月的中期股息。

## **審核委員會**

本集團截至2020年6月30日止六個月的中期業績已由本公司的審核委員會審閱。

## **獨立審閱**

截至2020年6月30日止六個月的中期業績未經審核，惟亦已根據香港會計師公會頒佈的《香港審閱委聘準則》第2410號「由實體獨立核數師執行的中期財務資料審閱」由本公司獨立核數師天職香港會計師事務所有限公司審閱。有關審閱中期財務資料的報告載於將寄發予股東的中期報告。

## **報告期後事項**

本集團並無任何重大報告期後事項。

## **刊發2020年中期業績及中期報告**

本集團2020年的中期業績公告刊登於聯交所網站([www.hkexnews.hk](http://www.hkexnews.hk))及本公司網站([www.gzweigang.com](http://www.gzweigang.com))。載有《上市規則》規定所有適用資料的2020年中期報告將於2020年9月寄發予本公司股東及刊登於上述網站。

## APPRECIATION

On behalf of the Board, I would like to take this opportunity to express my gratitude to the management and staff of the Group for their commitment and contribution during the period. I would also like to express my appreciation to the guidance from the regulators and continued support from our shareholders and customers.

By order of the Board  
**Weigang Environmental Technology Holding Group Limited**

**CAI Zhuhua**  
*Chairman & Executive Director*

PRC, 24 August 2020

*As at the date hereof, the Board comprises Mr. CAI Zhuhua, Mr. DONG Honghui and Mr. DENG Zhaoshan as executive directors; Mr. REN Jingfeng and Mr. YANG Zhiqiang as non-executive directors; and Mr. YANG Zhifeng; Mr. JIANG Guoliang and Mr. FENG Tao as independent non-executive directors.*

## 致謝

本人謹藉此機會代表董事會，向本集團管理層及員工於期內的努力及奉獻致以謝意。本人亦謹此答謝監管機構的指導以及股東與客戶的長期支持。

承董事會命  
**維港環保科技控股集团有限公司**

董事長兼執行董事  
**蔡珠華**

中國，2020年8月24日

於本公告日期，董事會包括執行董事蔡珠華先生、董紅暉先生及鄧兆善先生；非執行董事任景豐先生及楊志強先生；以及獨立非執行董事楊志峰先生、蔣國良先生及馮濤先生。