WWPKG Holdings Company Limited
縱 橫 遊 控 股 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8069)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2018

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

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

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

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

The board of Directors of the Company (the "Board") is pleased to announce the unaudited interim financial results of the Group for the six months ended 30 September 2018, together with the comparative figures for the corresponding period in 2017, as set out below.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the six months ended 30 September 2018

		Six months ended 30 September		**Three months ended 30 September**	
		2018	2017	**2018**	2017
	Note	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
		(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Revenue	*5*	**162,864**	217,508	**75,792**	93,615
Cost of sales	*7*	**(147,928)**	(188,956)	**(67,107)**	(81,926)
Gross profit		**14,936**	28,552	**8,685**	11,689
Other income and other losses, net	*6*	**(4,420)**	(67)	**(4,240)**	(43)
Selling expenses	*7*	**(8,496)**	(8,906)	**(3,981)**	(3,491)
Administrative expenses	*7*	**(21,024)**	(20,324)	**(10,265)**	(10,237)
Operating loss		**(19,004)**	(745)	**(9,801)**	(2,082)
Finance (costs)/income, net	*8*	**(1)**	43	**–**	23
Share of results of a joint venture		**(100)**	–	**(67)**	–
Loss before income tax		**(19,105)**	(702)	**(9,868)**	(2,059)
Income tax credit/(expense)	*9*	**2,197**	(140)	**836**	195
Loss and total comprehensive loss for the period		**(16,908)**	(842)	**(9,032)**	(1,864)
Loss and total comprehensive loss attributable to:					
Owners of the Company		**(16,779)**	(818)	**(8,990)**	(1,860)
Non-controlling interests		**(129)**	(24)	**(42)**	(4)
		(16,908)	(842)	**(9,032)**	(1,864)
Basic and diluted loss per share *(expressed in HK cents)*	*10*	**(4.19)**	(0.20)	**(2.25)**	(0.47)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 September 2018

	Note	**30 September 2018** *HK$'000* **(unaudited)**	31 March 2018 *HK$'000* (audited)
ASSETS			
Non-current assets			
Property, plant and equipment		**6,750**	7,838
Prepayments, deposits and other receivables		**3,533**	2,654
Deferred income tax assets		**2,972**	816
Interests in a joint venture	*13*	**500**	–
		13,755	11,308
Current assets			
Inventories		**503**	452
Financial assets held at fair value through profit or loss	*14*	**6,276**	–
Trade receivables	*12*	**84**	622
Prepayments, deposits and other receivables		**33,051**	51,896
Current income tax recoverable		**3,124**	3,124
Short-term fixed deposit		**5,000**	5,000
Cash and cash equivalents		**65,194**	76,043
		113,232	137,137
Total assets		**126,987**	148,445
EQUITY			
Equity attributable to owners of the Company			
Share capital	*15*	**4,000**	4,000
Reserves		**68,038**	68,038
Retained earnings		**8,839**	25,618
		80,877	97,656
Non-controlling interests		**472**	601
Total equity		**81,349**	98,257

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)
As at 30 September 2018

	Note	30 September 2018 HK$'000 (unaudited)	31 March 2018 HK$'000 (audited)
LIABILITIES			
Non-current liabilities			
Obligations under finance leases		–	22
Other non-current liabilities		611	621
Deferred income tax liabilities		–	43
		611	686
Current liabilities			
Trade payables	16	5,621	5,176
Accruals and other payables		38,658	42,743
Obligations under finance leases		65	85
Derivative financial liabilities		9	–
Amounts due to related companies		674	1,498
		45,027	49,502
Total liabilities		45,638	50,188
Total equity and liabilities		126,987	148,445

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 8 June 2016 as an exempted company with limited liability under Companies Law, Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The registered address of the Company is at P.O. Box 1350, Clifton House, 75 Fort Street, Grand Cayman KY1-1108, Cayman Islands. Its principal place of business in Hong Kong is located at Unit 706–8, 7/F., Lippo Sun Plaza, 28 Canton Road, Tsim Sha Tsui, Kowloon, Hong Kong.

The Company is an investment holding company. The principal activities of the Group are (i) the design, development and sales of outbound package tours; (ii) the sales of air tickets and/or hotel accommodations (the "FIT products"); and (iii) the sales of ancillary travel related products and services (collectively, the "Business").

The shares of the Company (the "Shares") were listed on GEM on 12 January 2017 (the "Listing Date").

The ultimate holding company of the Group is WWPKG Investment Holdings Limited ("WWPKG Investment"), a company incorporated in the British Virgin Islands ("BVI").

The interim condensed consolidated financial information is presented in Hong Kong dollars ("HK$"), which is the same as the functional currency of the Company, and all values are rounded to the nearest thousand except when otherwise indicated.

2. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 September 2018 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34, "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual consolidated financial statements for the year ended 31 March 2018.

3. ACCOUNTING POLICIES

Except as described below, the accounting policies adopted are consistent with those adopted in the Company's annual consolidated financial statements for the year ended 31 March 2018.

(a) New standards and amendments to standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period and the Group had to change its accounting policies as a result of adopting the following standards:

- HKFRS 9 Financial Instruments
- HKFRS 15 Revenue from Contracts with Customers

The impact of the adoption of HKFRS 9, "Financial Instruments" and HKFRS 15, "Revenue from Contracts with Customers" are disclosed in Note 3(c) below.

The following amendments to existing standards are effective to the Group for accounting periods beginning on or after 1 April 2018 but did not result in any significant impact on the results and financial position of the Group. No retrospective adjustments are required.

HKFRS 2 (Amendment)	Classification and Measurement of Share-based Payment Transactions
HKFRS 4 (Amendment)	Applying HKFRS 9 Financial Instruments with HKFRS 4 Insurance Contracts
HKAS 28 (Amendments)	Investment in Associates and Joint Ventures
HKAS 40 (Amendments)	Transfers of Investment Property
Annual improvement project	Annual Improvements 2014-2016 Cycle
HKFRIC -Int 22	Foreign Currency Transactions and Advance Consideration

(b) New standards and amendments to standards not yet adopted by the Group

The following new standards, amendments to standards and interpretations are mandatory for accounting periods beginning on or after 1 April 2019.

		Effective for accounting periods beginning on or after
HKFRS 9 (Amendments)	Prepayment Features with Negative Compensation	1 April 2019
HKFRIC-Int 23	Uncertainty over Income Tax Treatments	1 April 2019
HKFRS 16	Leases	1 April 2019
HKFRS 17	Insurance Contracts	1 April 2021
HKFRS 10 and HKAS 28 (Amendments)	Sale or Contribution of Assets between an Investor and its Associate and Joint Venture	To be determined

The Group will apply the above new standards and amendments to existing standards when they become effective. The Group anticipates that the application of the above new standards and amendments to existing standards have no material impact on the results and the financial position of the Group, except for HKFRS 16 "Leases" as explained below.

HKFRS 16 was issued in January 2016. It will result in almost all leases being recognized on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term and low-value leases.

The standard will affect primarily the accounting for the Group's operating leases. As at the reporting date, the Group has non-cancellable operating lease commitments of HK$9,960,000 (As at 31 March 2018: HK$12,756,000).

However, the Group have not yet assessed what other adjustments, if any, are necessary for example because of the change in the definition of the lease term and the different treatment of variable lease payment and of extension and termination options. It is therefore not yet possible to estimate the amount of right-of-use assets and lease liabilities that will have to be recognised on adoption of the new standard and how this may affect the Group's profit or loss and classification of cash flows going forward.

(c) Changes in accounting policy

The following explains the impact of the adoption of HKFRS 9 "Financial Instruments" and HKFRS 15 "Revenue from Contracts with Customers" on the Group's financial information and also discloses the new accounting policies that have been applied from 1 April 2018, where they are different to those applied in prior periods.

The Group elected to adopt HKFRS 9 and HKFRS 15 without restating comparatives. The reclassifications and the adjustments are therefore not reflected in the consolidated balance sheet as at 31 March 2018, but are recognised in the opening balance sheet on 1 April 2018.

(i) HKFRS 9 — Impact on the financial statements

As a result of the changes in the entity's accounting policies, prior year's financial statements had to be restated. As explained in the notes below, HKFRS 9 was generally adopted without restating comparative information with the exception of certain aspects of hedge accounting. The reclassifications and the adjustments arising from the new impairment rules are therefore not reflected in the restated balance sheet as at 31 March 2018, but are recognised in the opening balance sheet on 1 April 2018.

(a) Classification and measurement

On 1 April 2018 (the date of initial application of HKFRS 9), the Group's management has assessed which business models apply to the financial assets held by the Group and has classified its financial instruments into the appropriate HKFRS 9 categories. All classes of financial assets and financial liabilities had the same carrying amounts in accordance with HKAS 39 and HKFRS 9 on 1 April 2018.

The adoption of the classification and measurement policy under HKFRS 9 has not resulted in any effect for financial position as at 1 April 2018.

(b) Impairment of financial assets

The Group's significant financial assets which are subject to the new expected credit loss model include trade receivables and other receivables. The Group was required to revise its impairment methodology under HKFRS 9 for these classes of financial assets.

While cash and cash equivalents are also subject to the impairment requirements of HKFRS 9, the identified impairment loss was immaterial.

For other receivables, the management considers that its credit risk has not increased significantly since initial recognition with reference to the counterparty historical default rate and current financial position. The impairment provision is determined based on the 12-month expected credit losses which is close to zero.

For trade receivables, the Group applies the simplified approach to provide for expected credit losses prescribed by HKFRS 9, which permits the use of the lifetime expected losses for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The adoption of the simplified expected loss approach under HKFRS 9 has not resulted in any additional impairment loss for trade receivables as at 1 April 2018.

Trade receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Group. The adoption of the written off policy under HKFRS 9 has not resulted in any additional written off for trade receivables as at 1 April 2018.

(ii) HKFRS 9 — Financial Instruments — Accounting policies applied from 1 April 2018

(a) Classification

From 1 April 2018, the Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income ("OCI"), or through profit or loss); and
- those to be measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI. For investments in equity instruments that are not held for trading, this will depend on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income ("FVOCI").

The Group reclassifies debt investments when and only when its business model for managing those assets changes.

(b) Measurement

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss ("FVPL"), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

(i) Financial assets

Subsequent measurement of financial assets depends on the group's business model for managing the asset and the cash flow characteristics of the asset. Currently the Group only classifies its debt instruments at amortised cost, since they are assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) — net, together with foreign exchange gains and losses. Impairment losses are presented as separate line item in the profit or loss.

(ii) Equity instruments

The Group subsequently measures all equity investments at fair value. Where the Group's management has elected to present fair value gains and losses on equity investments in OCI, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the Group's right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognised in other gains/(losses) — net in the condensed consolidated statements of comprehensive income as applicable. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

(iii) Impairment

The impairment of financial assets has changed from the incurred loss model under HKAS 39 to the expected credit loss model under HKFRS 9. Under the new expected loss approach, it is no longer necessary for a loss event to occur before an impairment loss is recognised. Impairment is made on the expected credit losses, which are the present value of the cash shortfalls over the expected life of the financial assets. The Group assesses on a forward looking basis the expected credit losses associated with its financial assets carried at amortised cost and FVOCI.

The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables, the Group applies the simplified approach permitted by HKFRS 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(iii) HKFRS 15 Revenue from Contracts with Customers — Accounting policies applied from 1 April 2018

The Group has adopted HKFRS 15 Revenue from Contracts with Customers from 1 April 2018 which resulted in changes in accounting policies. In accordance with the transitional provisions in HKFRS 15, comparative figures have not been restated.

The management assessed that the adoption of HKFRS 15 did not result in any significant impact on the results and financial position of the Group except for the reclassification as disclosed below.

The effects of the adoption of HKFRS 15 are related to presentation of contract liabilities.

Reclassifications were made as at 1 April 2018 to be consistent with the terminology used under HKFRS 15:

- Contract liabilities for receipt in advance from customers and deferred revenue were previously presented as accruals and other payables.

In summary, the following adjustments were made to the amounts recognised in the condensed consolidated statement of financial position at the date of initial application on 1 April 2018:

	HKAS 18 carrying amount as at 31 March 2018	**Reclassification**	**HKFRS 15 carrying amount as at 1 April 2018**
	HK$'000	*HK$'000*	***HK$'000***
Consolidated statement of financial position (extract)			
Advance receipts from customers	32,370	(32,370)	**–**
Deferred revenue	348	(348)	**–**
Contract liabilities	–	32,718	**32,718**

The Group provides travel services to the customers, including (i) the design, development and sales of outbound package tours; (ii) the sales of FIT products; and (iii) the sales of ancillary travel related products and services. Revenue arising from the design, development and sales of package tours is recognised over time as the customer simultaneously receives and consumes all of the benefit provided by the Group's performance as the Group performs. Revenue from the sales of FIT Products and ancillary travel related products and services which involve just sales of air tickets, hotel accommodation packages, transportation tickets and admission tickets are recognised at a point in time when the booking services or tickets are delivered to and have been accepted by the customers.

A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

4.1. ESTIMATES

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

In preparing this interim condensed consolidated financial information, the significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual consolidated financial statements for the year ended 31 March 2018.

4.2. FAIR VALUE ESTIMATION

The table below analyses the Group's financial instruments carried at fair value by level of the inputs to valuation technique used to measure fair value.

	Level 1	**Level 2**	**Total**
	HK$'000	*HK$'000*	*HK$'000*
As at 30 September 2018			
Assets			
Financial assets held at fair value through profit or loss	6,276	–	6,276
Liabilities			
Forward exchange contracts	–	9	9
As at 31 March 2018			
Assets/Liabilities			
Forward exchange contracts	–	–	–

The fair value of financial instruments traded in active markets is based on quoted market prices at the end of the reporting period. The quoted marked price used for financial assets held by the Group is the current bid price. These instruments are included in level 1. As at 30 September 2018, instruments included in level 1 represent listed equity securities in Hong Kong which were classified as financial assets at fair value through profit or loss.

The fair value of financial instruments in level 2 that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to measure the fair value of an instrument are observable, the instrument is included in level 2. As at 30 September 2018, instruments included in level 2 represent forward exchange contracts issued by a financial institution and foreign currency services companies in Hong Kong which were classified as financial assets/liabilities at fair value through profit or loss, and the fair value is determined using forward exchange rates at the date of the interim condensed consolidated statement of financial position.

There were no transfers between levels 1 and 2 during the six months ended 30 September 2018.

5. REVENUE AND SEGMENT INFORMATION

(a) Revenue

The Group's businesses include (i) the design, development and sales of package tours; (ii) the sales of FIT products; and (iii) the sales of ancillary travel related products and services. Revenue recognised are as follows:

	Six months ended 30 September		**Three months ended 30 September**	
	2018	2017	**2018**	2017
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Sales of package tours	**160,568**	213,365	**74,867**	92,173
Margin income from sales of FIT products	**212**	1,013	**(9)**	451
Margin income from sales of ancillary travel related products and services	**2,084**	3,130	**934**	991
	162,864	217,508	**75,792**	93,615

(b) Segment information

The Board has identified the Group's operating segments based on the reports reviewed by the chief operating decision makers that are used for making strategic decisions. The chief operating decision maker has been identified as the executive Directors of the Company. The only component in internal reporting to the chief operating decision maker is the Group's travel and travel-related services business for the six months ended 30 September 2018 (six months ended 30 September 2017: same). In this regard, management considers there is only one operating segment under the requirements of HKFRS 8 Operating Segments.

There is no single external customer that contributed more than 10% revenue of the Group for the six months ended 30 September 2018 (six months ended 30 September 2017: same).

The Group's business is domiciled in Hong Kong and all revenue was generated from customers located in Hong Kong and Macau. As at 30 September 2018 and 31 March 2018, all non-current assets were located in Hong Kong.

6. OTHER INCOME AND OTHER LOSSES, NET

	Six months ended 30 September		Three months ended 30 September	
	2018	2017	**2018**	2017
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Other income				
Referral income	**192**	33	**61**	20
Other losses, net				
Exchange losses, net	**(827)**	(136)	**(397)**	(29)
Fair value losses on derivative financial instruments	**(64)**	37	**(44)**	(33)
Loss on disposal of property, plant and equipment	**–**	(1)	**–**	(1)
Fair value losses on listed equity securities in Hong Kong	**(3,721)**	–	**(3,860)**	–
	(4,612)	(100)	**(4,301)**	(63)
Other income and other losses, net	**(4,420)**	(67)	**(4,240)**	(43)

7. EXPENSES BY NATURE

The Group's loss is stated after charging/(crediting) the following cost of sales, selling expenses and administrative expenses:

	Six months ended 30 September		Three months ended 30 September	
	2018	2017	**2018**	2017
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Land costs *(Note)*	**78,939**	109,016	**35,768**	47,025
Air fare costs	**68,735**	79,493	**31,225**	34,674
Operating lease rentals of:				
— Office and branches premises	**4,858**	5,083	**2,431**	2,584
— Equipment rental	**146**	139	**39**	44
Advertising and promotion	**3,268**	3,349	**1,494**	1,160
Credit card fees	**1,688**	1,688	**730**	484
Employee benefits expenses, excluding Directors' benefits and interests				
— Salaries, discretionary bonus and allowances	**10,811**	10,707	**5,472**	5,322
— Pensions costs — defined contribution plan	**651**	652	**323**	316
— Other employee benefits	**259**	106	**136**	42
	11,721	11,465	**5,931**	5,680
Directors' benefits and interests	**2,403**	2,411	**1,199**	1,204
Depreciation of property, plant and equipment	**1,222**	1,085	**603**	530
Office, telecommunication and utility expenses	**610**	837	**289**	405
Exchange (gains)/losses, net	**(108)**	51	**(27)**	36
Legal and professional fees	**1,235**	1,420	**571**	818
Auditor's remuneration				
— Audit services	**527**	573	**263**	298
Others	**2,204**	1,576	**837**	712
	177,448	218,186	**81,353**	95,654

Note:

Land costs mainly consist of direct costs incurred in the provision of package tours services such as land operator services, hotel accommodations, transportation expenses, meal expenses and admission tickets costs.

8. FINANCE (COSTS)/INCOME, NET

	Six months ended 30 September		Three months ended 30 September	
	2018	2017	**2018**	2017
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Finance income				
Bank interest income	**1**	48	**–**	25
Finance costs				
Interest expense on obligations under finance leases	**(2)**	(5)	**–**	(2)
Finance (costs)/income, net	**(1)**	43	**–**	23

9. INCOME TAX CREDIT/(EXPENSE)

Hong Kong profits tax has been provided at the rate of 16.5% on the estimated assessable profits for the six months ended 30 September 2018 (six months ended 30 September 2017: 16.5%).

No overseas profits tax has been calculated as the Group companies are incorporated in the BVI or the Cayman Islands and are exempted from tax.

Income tax credit/(expense) credited/(charged) to the interim condensed consolidated statement of comprehensive income represents:

	Six months ended 30 September		Three months ended 30 September	
	2018	2017	**2018**	2017
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Current income tax credit/(expense)	**–**	(540)	**(68)**	120
Deferred income tax credit	**2,197**	400	**904**	75
	2,197	(140)	**836**	195

10. BASIC AND DILUTED LOSS PER SHARE

(a) Basic

Basic loss per Share is calculated by dividing the loss attributable to owners of the Company by the weighted average number of ordinary shares in issue during the respective periods.

	Six months ended 30 September		Three months ended 30 September	
	2018	2017	**2018**	2017
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Loss attributable to owners of the Company *(HK$'000)*	**(16,779)**	(818)	**(8,990)**	(1,860)
Weighted average number of ordinary shares in issue *('000)*	**400,000**	400,000	**400,000**	400,000
Basic loss per Share *(HK cents per share)*	**(4.19)**	(0.20)	**(2.25)**	(0.47)

(b) Diluted

Diluted loss per Share is the same as basic loss per Share due to the absence of potential dilutive ordinary shares during the six months ended 30 September 2018 (six months ended 30 September 2017: same).

11. DIVIDENDS

The Board does not recommend the payment of interim dividend for the six months ended 30 September 2018 (six months ended 30 September 2017: same).

12. TRADE RECEIVABLES

The carrying amounts of trade receivables approximate their fair values as at 30 September 2018 and 31 March 2018 and the credit terms granted by the Group generally ranged up to 90 days.

As at 30 September 2018 and 31 March 2018, the ageing analysis of trade receivables based on invoice date were as follows:

	30 September 2018	31 March 2018
	HK$'000	*HK$'000*
	(unaudited)	(audited)
1 to 30 days	**23**	381
31 to 60 days	**–**	241
61 to 90 days	**–**	–
91 to 120 days	**2**	–
Over 120 days	**59**	–
	84	622

As at 30 September 2018, trade receivables of HK$61,000 (31 March 2018: Nil) were past due but not impaired. These related to a number of independent customers for whom there is no significant financial difficulty and based on past experience, the overdue amount can be recovered. The ageing analysis of these trade receivables is as follows:

	30 September 2018	31 March 2018
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Overdue by:		
1 to 30 days	**2**	–
31 to 60 days	**59**	–
	61	–

The maximum exposure to credit risk is the carrying amounts of trade receivables and the Group does not have any collateral or other credit enhancements over the trade receivables. The Group's trade receivables are denominated in HK$.

13. INTERESTS IN A JOINT VENTURE

	30 September 2018	31 March 2018
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Beginning of the period	**–**	–
Additions	**600**	–
Share of post-tax results of a joint venture	**(100)**	–
Dividend received	**–**	–
End of the period	**500**	–

Set out below is the joint venture of the Group as at 30 September 2018.

Name of joint venture	**Place of incorporation**	**Effective equity interest**	**Principal activities**	**Measurement method**
Airbare.com Limited	Hong Kong	20%	*Note (i)*	Equity

Note:

(i) On 25 May 2018, the Group completed an acquisition of 20% of the issued share capital of Airbare.com Limited for a cash consideration of HK$600,000. Airbare.com Limited principally engages in the business of travel metasearch engines, which enable users to (i) search for information on flight tickets; (ii) navigate through multiple booking options simultaneously and compare prices; and (iii) direct users to respective service providers to complete the booking process.

14. FINANCIAL ASSETS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS

	30 September 2018	31 March 2018
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Listed equity securities in Hong Kong, at market value *(Note)*	**6,276**	–

Note:

The listed equity securities were designated as financial assets at fair value through profit or loss at inception. The fair values of the listed equity securities were based on their bid prices in an active market. Fair value loss on the listed equity securities, net at 30 September 2018 of HK$3,721,000 (31 March 2018: Nil) was included under "Other income and other losses, net" in the interim condensed consolidated statement of comprehensive income.

15. SHARE CAPITAL

	Number of shares	**Share capital**
		HK$'000
Authorised:		
Ordinary Shares of HK$0.01 each		
As at 30 September 2018 and 31 March 2018	10,000,000,000	100,000
Issued and fully paid:		
Ordinary Shares of HK$0.01 each		
As at 30 September 2018 and 31 March 2018	400,000,000	4,000

16. TRADE PAYABLES

As at 30 September 2018 and 31 March 2018, the ageing analysis of trade payables based on invoice date were as follows:

	30 September 2018	31 March 2018
	HK$'000	*HK$'000*
	(unaudited)	(audited)
1 to 30 days	**4,504**	3,961
31 to 60 days	**183**	991
61 to 90 days	**424**	140
91 to 120 days	**163**	44
Over 120 days	**347**	40
	5,621	5,176

The carrying amounts of trade payables approximate their fair values as at 30 September 2018 and 31 March 2018.

17. EVENTS AFTER THE REPORTING PERIOD

On 25 October 2018, the Board and the board of directors of CTEH INC. ("CTEH") jointly announced that WWPKG Management Company Limited ("WWPKG Management") and CTEH Ventures Limited ("CTEH Ventures"), each being a wholly-owned subsidiary of the Company and of CTEH respectively, entered into a joint venture agreement (the "JV Agreement") in relation to the subscription of shares of Triplabs (BVI) Limited (the "JV Company"). CTEH Ventures shall subscribe for 50% of the JV Company's issued share capital, which shall be satisfied by cash payment in the sum of HK$15.0 million. WWPKG Management shall subscribe for 50% of the JV Company's issued share capital, which shall be satisfied by (i) cash payment in the sum of HK$9.4 million; and (ii) procuring Worldwide Package Travel Service Limited, being a wholly-owned subsidiary of the Company, transferring 100,000 ordinary shares of Airbare.com Limited, to the subsidiary of the JV Company.

Through operating the JV Company, the Group expects to expand its scope of business to tourism and travel technology and other businesses closely related hereto, so as to enhance future earning capability and potential.

MANAGEMENT DISCUSSION AND ANALYSIS

The Board is pleased to announce the unaudited interim financial results of the Group for the six months ended 30 September 2018, together with the comparative figures for the corresponding period in 2017, as set out below.

BUSINESS REVIEW

Founded in 1979, the Group is one of the long-established and well-known travel agents in Hong Kong. The Group markets its travel related products under the brand "縱橫遊". The Group's businesses include (i) the design, development and sales of outbound package tours; (ii) the sales of FIT products; and (iii) the sales of ancillary travel related products and services. The Group's major business is the provision of outbound package tours to various destinations with particular focus on Japan-bound tours.

The shares of the Company (the "Shares") were successfully listed on GEM (the "Listing") by way of placing and public offer (collectively, the "Share Offer") on the Listing Date.

The Group's loss for the period increased from approximately HK$0.8 million for the six months ended 30 September 2017 to approximately HK$16.9 million for the six months ended 30 September 2018 mainly due to (i) a fair value loss of approximately HK$3.7 million recorded on the Company's investment in the shares of CTEH; and (ii) the significant decrease in gross profit of Japan-bound package tours as a result of the following:

— sales performance (in terms of both number of tour participants and selling prices) for Japan-bound package tours during April 2017 was remarkable as the Easter holidays' period coincided with the cherry blossom season;

— outbreak of measles in Okinawa, Japan that began in late March 2018 posed major negative impacts on customers' desire to travel, hence leading to decreased revenues for the months of May and June 2018, including the Golden Week holiday;

— although a declaration of the end of the measles' outbreak was made by the Okinawa Prefectural Government on 11 June 2018, traveller sentiment to Japan in general remained low, especially for families who were looking for summer holiday vacations during the months of July and August 2018; and

— cancellation of package tours destined for Kansai region and Hokkaido prefecture due to typhoon and earthquake, respectively in early September 2018 contributed to the loss of revenues and gross profits for the month of September 2018.

On 25 October 2018, the Board and the board of directors of CTEH jointly announced that WWPKG Management and CTEH Ventures, each being a wholly-owned subsidiary of the Company and of CTEH respectively, entered into the JV Agreement in relation to the subscription of shares of the JV Company. CTEH Ventures shall subscribe for 50% of the JV Company's issued share capital, which shall be satisfied by cash payment in the sum of HK$15.0 million. WWPKG Management shall subscribe for 50% of the JV Company's issued share capital, which shall be satisfied by (i) cash payment in the sum of HK$9.4 million; and (ii) procuring Worldwide Package Travel Service Limited, being a wholly-owned subsidiary of the Company, transferring 100,000 ordinary shares of Airbare.com Limited, to the subsidiary of the JV Company.

Through operating the JV Company, the Group expects to expand its scope of business to tourism and travel technology and other businesses closely related hereto, so as to enhance future earning capability and potential.

FINANCIAL REVIEW

Revenue and gross profit

The following table sets out the Group's revenue and gross profit by major category of products/services:

	Six months ended 30 September				Three months ended 30 September			
	2018		2017		**2018**		2017	
	Revenue *HK$ million*	**%**	Revenue *HK$ million*	%	**Revenue** *HK$ million*	**%**	Revenue *HK$ million*	%
Package tours	**160.6**	**98.6**	213.4	98.1	**74.9**	**98.8**	92.2	98.5
FIT products Note	**0.2**	**0.1**	1.0	0.5	**–**	**–**	0.4	0.4
Ancillary travel related products and services Note	**2.1**	**1.3**	3.1	1.4	**0.9**	**1.2**	1.0	1.1
Total	**162.9**	**100.0**	217.5	100.0	**75.8**	**100.0**	93.6	100.0

	Six months ended 30 September				Three months ended 30 September			
	2018		2017		**2018**		2017	
	Gross profit *HK$ million*	**Gross profit margin %**	Gross profit *HK$ million*	Gross profit margin %	**Gross profit** *HK$ million*	**Gross profit margin %**	Gross profit *HK$ million*	Gross profit margin %
Package tours	**12.6**	**7.9**	24.5	11.5	**7.8**	**10.4**	10.3	11.2
FIT products Note	**0.2**	**N/A**	1.0	N/A	**–**	**N/A**	0.4	N/A
Ancillary travel related products and services Note	**2.1**	**N/A**	3.1	N/A	**0.9**	**N/A**	1.0	N/A
Total	**14.9**	**9.2**	28.6	13.2	**8.7**	**11.5**	11.7	12.5

Note: The Group's revenue from sales of FIT products and ancillary travel related products and services are recognised on net basis as the Group renders its services as an agent.

Package Tours

The Group's revenue from package tours decreased by 24.7% from approximately HK$213.4 million for the six months ended 30 September 2017 to approximately HK$160.6 million for the six months ended 30 September 2018, mainly due to the decrease in both number of tour participants and selling prices as discussed in the sub-section headed "Business Review" above. Gross profit margin from package tours decreased from 11.5% for the six months ended 30 September 2017 to 7.9% for the six months ended 30 September 2018, mainly due to (i) decrease in selling prices; (ii) increase in cost per customer as a result of the increase in land costs, air fare costs and forfeiture incurred on flights operated; and (iii) the operation of the Group's certain relatively low-priced tours with lower profit margins that were supported by the charter flights destined for Kumamoto in Japan launched since November 2017.

FIT products

The Group's revenue from the sales of the FIT products decreased from approximately HK$1.0 million for the six months ended 30 September 2017 to approximately HK$0.2 million for the six months ended 30 September 2018, mainly due to continuous keen competition from online agencies, booking platforms of hotels and budget airlines.

Ancillary travel related products and services

Ancillary travel related products and services mainly include travel insurance, admission tickets to attractions such as theme parks and shows, local transportation such as airport transportation, overseas transportation such as rail passes, car rental, prepaid telephone and internet cards and travel visa applications. The Group's revenue from the sales of ancillary travel related products and services decreased from approximately HK$3.1 million for the six months ended 30 September 2017 to approximately HK$2.1 million for the six months ended 30 September 2018, mainly due to (i) decrease in margin income from insurance companies for the sales of travel insurance to customers; and (ii) decrease in sales of rail passes as a result of keen competition from online agencies.

Selling expenses

Selling expenses mainly consist of (i) advertising and promotion expenses, such as sponsoring television travel programmes and films, online and offline media advertisements, participating in tourism fairs and organising travel seminars; (ii) credit card and debit card charges in respect of payments from customers with credit cards and electronic payment services (EPS); and (iii) rental and related expenses for the Group's branches. Selling expenses decreased by 4.5% from approximately HK$8.9 million for the six months ended 30 September 2017 to approximately HK$8.5 million for the six months ended 30 September 2018, mainly due to the termination of the rental agreement of the Shatin branch of the Group, decrease in advertising and marketing expenses on the Group's traditional advertisements in newspapers and hardcopy magazines, and decrease in levy paid to Travel Industry Council of Hong Kong as a result of decreased number of tour participants.

Administrative expenses

Administrative expenses mainly consist of (i) staff costs, representing the Directors' remuneration and the salaries and benefits for the Group's administrative and operational staff; (ii) rental and related expenses for the Group's office premises; (iii) office, telecommunication and utility expenses incurred in the Group's daily operations; (iv) legal and professional fees; and (v) other miscellaneous administrative expenses. Administrative expenses increased by 3.5% from approximately HK$20.3 million for the six months ended 30 September 2017 to approximately HK$21.0 million for the six months ended 30 September 2018, mainly due to (i) brokerage, transaction levy and trading fee incurred in connection with the subscription of the shares of CTEH under the cornerstone investment agreement dated 12 June 2018; and (ii) increase in general administrative costs, including depreciation charge on property, plant and equipment, licence fee and repair and maintenance expenses.

Loss and total comprehensive loss for the period

The Group's loss and total comprehensive loss for the six months ended 30 September 2018 increased significantly to approximately HK$16.9 million as compared to the corresponding period in 2017, mainly due to the decrease in gross profit of approximately HK$13.7 million and a fair value loss recorded on the Company's investment in the shares of CTEH.

LIQUIDITY AND FINANCIAL RESOURCES

The Group's financial position as at 30 September 2018 remained healthy with net assets value of approximately HK$81.3 million (31 March 2018: approximately HK$98.3 million). Including the short-term fixed deposit, the Group had total cash and cash equivalents of approximately HK$70.2 million as at 30 September 2018 (31 March 2018: approximately HK$81.0 million), which included unutilised net proceeds from the Share Offer of approximately HK$37.7 million. The cash and bank balances of the Group were mainly denominated in Hong Kong Dollars, which accounted for 93.1% (31 March 2018: 95.3%) of the total balances.

Current ratio is calculated as current assets divided by current liabilities. The Group's current ratio as at 30 September 2018 was approximately 2.5 times (31 March 2018: approximately 2.8 times).

USE OF PROCEEDS

On the Listing Date, the Company issued 100,000,000 Shares at a price of HK$0.80 per Share pursuant to the initial public offering of the Company and the total proceeds of which amounted to approximately HK$80 million and the Shares were listed on GEM of the Stock Exchange.

The net proceeds received by the Company from the Share Offer, after deducting underwriting commissions and all related expenses, amounted to approximately HK$57.0 million (the "Net Proceeds"), which were more than the estimated amounts stated in the prospectus of the Company dated 30 December 2016 (the "Prospectus") using mid-point of the indicative offer price range. Thus, the Company plans to apply the Net Proceeds on the same business strategic plans as stated in the Prospectus but with monetary adjustments to each business strategic plan on a pro-rata basis. As at 30 September 2018, the unused Net Proceeds of approximately HK$37.7 million were deposited into a licensed bank in Hong Kong.

The following table sets forth the status of the use of the Net Proceeds as at 30 September 2018:

Objective	**Adjusted allocation of Net Proceeds**	**Amount utilised up to 30 September 2018**	**Balance as at 30 September 2018**	**Expected timeframe**
	HK$ million	*HK$ million*	*HK$ million*	
Promoting brand recognition and awareness	25.4	(5.9)	19.5	To be used in two to three years by continuously engaging in various marketing campaigns
Strengthening and enhancing sales channels	14.2	(3.4)	10.8	To be used in two years for enhancements of the Group's online sales platform, incorporation of a new customer relationship management system and set up of a new branch
Improving operational efficiency	11.7	(5.0)	6.7	To be used in two to three years
General corporate and working capital purposes	5.7	(5.0)	0.7	To be used in one year
	57.0	(19.3)	37.7	

FOREIGN EXCHANGE EXPOSURE

The Group's revenue was mainly denominated in Hong Kong Dollars. However, the settlement of substantial portion of its land costs, such as hotel tariffs, transportation costs, meal expenses and admission ticket costs, is denominated in Japanese Yen. The Group is therefore exposed to foreign exchange risk primarily with respect to Japanese Yen. The Group has implemented foreign exchange risk management procedures to manage exposure to foreign exchange risk in relation to Japanese Yen. The procedures were established to control the foreign exchange risk to an acceptable level by ensuring that the Group is able to obtain sufficient amount of Japanese Yen at acceptable exchange rates for meeting its payment obligations arising from business operations and at the same time do not purchase unnecessary amounts of Japanese Yen more than it requires. The purchase amounts were limited to the corresponding costs of the travel elements payable in Japanese Yen for the Japan bound tours for the coming four weeks (or eight weeks during peak seasons). Such amounts were estimated based on the actual enrolment data (i.e. headcount enrolled for the Group's Japan bound tours) and the costs of travel elements payable in Japanese Yen per headcount, of which such costs were determined with reference to the historical spending and the effect of general inflation.

Although the Group may enter into foreign exchange forward contracts with major and reputable financial institutions and foreign currency services companies of long establishment history to manage its exposure to foreign exchange risk, it does not intend to speculate on the future direction of foreign exchange fluctuation. As at 30 September 2018, the Group had outstanding foreign exchange forward contract denominated in Japanese Yen of notional principal amounts of approximately HK$2.1 million (31 March 2018: Nil). Management will continue to evaluate the Group's foreign exchange risk management procedures and take actions as appropriate to minimise the Group's exposure whenever necessary.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 September 2018, the Group had a workforce of 150 employees (31 March 2018: 155), excluding the Directors. Salaries of employees are maintained at competitive levels. The Group operates a defined contribution mandatory provident fund scheme for all its employees. The Group also offers discretionary bonuses to its employees by reference to the performance of individual employees and the overall performance of the Group. Total employee benefits expenses, excluding Directors' emoluments, incurred by the Group for the six months ended 30 September 2018 amounted to approximately HK$11.7 million (six months ended 30 September 2017: approximately HK$11.5 million).

The Company has adopted a share option scheme on 16 December 2016 with a term of 10 years (the "Share Option Scheme"). The Share Option Scheme is designed to motivate eligible participants, including executives and key employees, who may make a contribution to the Group, and enables the Group to attract and retain individuals with experience and ability and to reward them for their contributions. During the six months ended 30 September 2018, no share options had been granted, exercised, lapsed or cancelled under the Share Option Scheme.

The Group did not experience any significant labour disputes or substantial changes in the number of its employees that led to any disruption of its normal business operations during the period ended 30 September 2018.

FUTURE PROSPECTS

With its long-established brand name, well-maintained business relationship with suppliers, ability to respond to adversities and healthy net assets position, the Group will continue to put forth its best efforts to drive business performance and growth by:

— boosting its marketing efforts (i) on digital marketing, including advertising on social media and search engine marketing, so as to increase online channel presence and online traffic and drive online inquiry to the Group's product offerings; and (ii) through collaboration with its spokesperson to raise the awareness of the Group's brand and enhance the popularity of its products through travel television programmes, social media and other conventional media advertisements such as newspapers and television commercials;

— continuing to (i) evaluate and optimise the Group's online sales platform to improve user experience; (ii) revamp the customer relationship management system to boost customer loyalty; and (iii) consider the development of a mobile application; and

— introducing new routes (including collaboration with airline suppliers to develop charter flights and/or charter routes), itineraries, activities and hotel accommodations from time to time in order to offer new and/or better travel experience to its customers.

The Group has been striving to explore investment opportunities that could create operating synergies, broaden its source of income, and enhance value to its shareholders. Through the subscription of the shares of the JV Company as discussed in the sub-section headed "Business Review" above, leveraging on the Group's experience and network in travel agents business, while capitalising on CTEH's experience and expertise in air ticketing and related business, the Group expects to expand its scope of business to tourism and travel technology and other businesses closely related hereto, so as to enhance future earning capability and potential.

The Group will try its best endeavor to implement the above strategic initiatives that will enable the Group to grow and move forward.

DISCLOSURE OF INTERESTS

A. Directors' and chief executive's interests and/or short positions in the shares, underlying shares and debentures of the Company or any specified undertaking of the Company or any associated corporations

As at 30 September 2018, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meanings of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong) (the "SFO")) which were notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which any such director or chief executive is taken or deemed to have under such provision of the SFO) or which were required pursuant to section 352 of the SFO, to be entered in the register of members of the Company, or which were required, pursuant to standard of dealings by Directors as referred to the GEM Listing Rules, to be notified to the Company and the Stock Exchange were as follows:

(i) Long Positions in the Company's Shares

Name of Director	Capacity/Nature	Number of Shares held/ interested in	Percentage of shareholding
Ms. Chan Suk Mei ("Ms. Chan") *Note*	Interest in a controlled corporation	300,000,000	75%
Mr. Yuen Sze Keung ("Mr. SK Yuen") *Note*	Interest in a controlled corporation	300,000,000	75%

Note: WWPKG Investment is an investment holding company incorporated in the BVI and is owned as to 68.02%, 23.42% and 8.56% by Ms. Chan, Mr. SK Yuen and Mr. Yuen Chun Ning ("Mr. CN Yuen") respectively. Ms. Chan and Mr. SK Yuen are parties acting jointly and are therefore deemed to be interested in all the Shares held by WWPKG Investment under the SFO.

(ii) Long Positions in the Ordinary Shares of Associated Corporations

Name of Director	**Name of associated corporation**	**Capacity/Nature**	**Number of Shares held/ interested in**	**Percentage of shareholding**
Ms. Chan	WWPKG Investment	Beneficial owner	6,802	68.02%
		Interest of spouse	2,342	23.42%
Mr. SK Yuen	WWPKG Investment	Beneficial owner	2,342	23.42%
		Interest of spouse	6,802	68.02%
Mr. CN Yuen	WWPKG Investment	Beneficial owner	856	8.56%

Save as disclosed above, as at 30 September 2018, none of the Directors and chief executive of the Company had any other interests or short positions in any shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO) or which were required pursuant to Section 352 of the SFO, to be entered in the register of members of the Company or which were required to be notified to the Company and the Stock Exchange, pursuant to standard of dealings by Directors as referred to the GEM Listing Rules.

B. Substantial shareholders' and other persons' interests and/or short positions in shares, underlying shares and debentures

As at 30 September 2018, the interest and short positions of the persons (other than the Directors or chief executive of the Company) in the shares and underlying shares of the Company which were notified to the Company and the Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO or required to be recorded in the register required to be kept by the Company under section 336 of the SFO were as follows:

Long Position in the Company's Shares

Name of Shareholder	**Capacity/Nature**	**Number of Shares held/ interested in**	**Percentage of shareholding**
WWPKG Investment *Note*	Beneficial owner	300,000,000	75%

Note: WWPKG Investment is an investment holding company incorporated in the BVI and is owned as to 68.02%, 23.42% and 8.56% by Ms. Chan, Mr. SK Yuen and Mr. CN Yuen respectively. Ms. Chan and Mr. SK Yuen are parties acting jointly and are therefore deemed to be interested in all the Shares held by WWPKG Investment under the SFO.

Save as disclosed above, as at 30 September 2018, the Company had not been notified by any persons (other than Directors or chief executive of the Company) who had interests or short positions in the shares, underlying shares or debentures of the Company which would fall under the provisions of Divisions 2 and 3 of Part XV of the SFO to be disclosed to the Company, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBT SECURITIES

Save as disclosed in the sub-section headed "Disclosure of Interests" above, at no time during the six months ended 30 September 2018 was the Company or any of its subsidiaries, or any of its fellow subsidiaries, a party to any arrangement to enable the Directors or chief executive of the Company (including their spouses or children under 18 years of age) to have any right to subscribe for securities of the Company or any of its associated corporations as defined in the SFO or to acquire benefits by means of acquisition of shares in, or debentures of, the Company or any other body corporate.

INTERIM DIVIDEND

The Board does not recommend the payment of interim dividend for the six months ended 30 September 2018 (six months ended 30 September 2017: same).

CORPORATE GOVERNANCE PRACTICES AND COMPLIANCE

The Company's corporate governance practices are based on the principles and code provisions as set out in the Corporate Governance Code and Corporate Governance Report as set out in Appendix 15 to the GEM Listing Rules (the "CG Code"). The Board and the management of the Company are committed to maintaining and achieving a high standard of corporate governance practices with an emphasis on a quality Board, an effective accountability system and a healthy corporate culture in order to safeguard the interests of the shareholders of the Company and enhance the business growth of the Group.

During the six months ended 30 September 2018, the Company has complied with all the code provisions as set out in the CG Code.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted Rules 5.48 to 5.67 of the GEM Listing Rules as its own code of conduct regarding Directors' securities transactions. Having been enquired by the Company, all Directors confirmed that they had complied with the required standard of dealings and the code of conduct concerning securities transactions by the Directors during the six months ended 30 September 2018.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S 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 September 2018.

DIRECTORS' AND CONTROLLING SHAREHOLDERS' COMPETING INTERESTS

For the six months ended 30 September 2018, each of the Directors, the controlling shareholders of the Company and their respective close associates (as defined in the GEM Listing Rules) has confirmed that none of them had any business or interests in any company that competes or may compete with the business of the Group and any other conflict of interests which any such person has or may have with the Group.

INTERESTS OF THE COMPLIANCE ADVISER

In accordance with Rule 6A.19 of the GEM Listing Rules, the Company has appointed Lego Corporate Finance Limited as its compliance adviser, which provides advices and guidance to the Company in respect of compliance with the GEM Listing Rules including various requirements relating to the Directors' duties. Except for the compliance adviser agreement entered into between the Company and the compliance adviser dated 5 July 2016, neither the compliance adviser nor any of its directors, employees or close associates had any interests in relation to the Company which is required to be notified to the Group pursuant to Rule 6A.32 of the GEM Listing Rules as at 30 September 2018.

SHARE OPTION SCHEME

The Share Option Scheme was adopted pursuant to a resolution passed by the Company's then shareholders on 16 December 2016. No share option was granted, lapsed, exercised or cancelled by the Company under the Share Option Scheme during the six months ended 30 September 2018 and there was no outstanding share option as at the date of this announcement.

AUDIT COMMITTEE

The Company has established an audit committee (the "Audit Committee") on 16 December 2016 with written terms of reference in compliance with the requirements as set out in Rules 5.28 to 5.33 of the GEM Listing Rules and the CG Code. The Audit Committee reviews, amongst others, the financial information of the Group; the relationship with and terms of appointment of the external auditors; and the Group's financial reporting system, risk management and internal control systems, and provides advices and comments to the Board. The Audit Committee consists of three independent non-executive Directors, chaired by Mr. Lam Yiu Kin, and the other two members are Mr. Ho Wing Huen and Mr. Yen Yuen Ho Tony. The unaudited interim financial results of the Group for the six months ended 30 September 2018 have been reviewed by the Audit Committee together with the Group's management.

By Order of the Board
WWPKG Holdings Company Limited
縱橫遊控股有限公司
Yuen Sze Keung
Chairman and Executive Director

Hong Kong, 12 November 2018

As at the date of this announcement, the executive Directors are Mr. Yuen Sze Keung, Ms. Chan Suk Mei and Mr. Yuen Chun Ning; and the independent non-executive Directors are Mr. Ho Wing Huen, Mr. Lam Yiu Kin and Mr. Yen Yuen Ho Tony.

This announcement will remain on the GEM website at http://www.hkgem.com on the "Latest Company Announcements" page for at least seven days from the date of its posting and will also be published on the website of the Company at http://www.wwpkg.com.hk.