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GOLDEN FAITH GROUP HOLDINGS LIMITED

高豐集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 2863)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 31 MARCH 2018

The board (the “**Board**”) of directors (the “**Directors**”) of Golden Faith Group Holdings Limited (the “**Company**”) is pleased to announce the unaudited condensed consolidated results of the Company and its subsidiaries (collectively the “**Group**”) for the six months ended 31 March 2018. These interim results have been reviewed by the Company’s audit committee.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 31 March 2018

		Six months ended 31 March	
		2018	2017
	<i>NOTES</i>	<i>HK\$’000</i>	<i>HK\$’000</i>
		(Unaudited)	(Unaudited)
Revenue	3	180,566	167,823
Costs of sales		(150,989)	(137,245)
Gross profit		29,577	30,578
Other income	4	238	1
Other gains and losses	4	(9)	4,056
Administrative expenses		(9,769)	(6,434)
Listing expenses		—	(7,300)
Finance costs	5	(2)	(6)
Profit before taxation		20,035	20,895
Taxation	6	(3,762)	(4,234)
Profit and total comprehensive income for the period	7	16,273	16,661
Earnings per share	8		
Basic (HK\$)		0.03	0.04

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2018

		31 March 2018	30 September 2017
	<i>NOTES</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		(Unaudited)	(Audited)
Non-current assets			
Property, plant and equipment	9	2,982	3,146
Deferred tax assets		79	79
Deposits and prepayments	12	22	22
		3,083	3,247
Current assets			
Trade receivables	11	7,806	8,714
Other receivables, deposits and prepayments	12	2,525	7,640
Amounts due from customers for contract work	13	74,740	48,250
Bank balances and cash		134,877	152,330
		219,948	216,934
Current liabilities			
Trade payables	14	26,111	10,988
Other payables and accrued charges	15	18,601	19,214
Amounts due to customers for contract work	13	—	13,883
Amount due to a shareholder	16	—	5,554
Tax liabilities		1,708	10,130
Obligation under a finance lease		38	112
		46,458	59,881
Net current assets		173,490	157,053
Total assets less current liabilities		176,573	160,300
Non-current liabilities			
Provisions		943	943
		943	943
Net assets		175,630	159,357

		31 March 2018	30 September 2017
	<i>NOTES</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		(Unaudited)	(Audited)
Capital and reserves			
Share capital	17	5,400	5,400
Reserves		170,230	153,957
		<hr/>	<hr/>
Equity attributable to owners of the Company		175,630	159,357
		<hr/> <hr/>	<hr/> <hr/>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 31 March 2018

1. GENERAL

The Company is incorporated and registered as an exempted company incorporated in the Cayman Islands on 12 October 2016 and its shares were listed on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) on 11 August 2017. The address of the registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands and the principal place of business is Office B, 7/F, TLP132, Nos. 132-134 Tai Lin Pai Road, Kwai Chung, New Territories, Hong Kong. The immediate and ultimate holding company of the Company is Superior Ace Investment Limited (“**Superior Ace**”) which is incorporated in the British Virgin Islands (the “**BVI**”). The ultimate controlling party is Mr. Yung On Wah (“**Mr. Yung**”).

The Company is an investment holding company. The Group’s principal activity is the provision of electrical engineering services in Hong Kong.

The condensed consolidated financial statements are presented in Hong Kong dollars (“**HK\$**”), which is the functional currency of the Company.

2. GROUP REORGANISATION AND BASIS OF PREPARATION AND PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

Pursuant to the group reorganisation (“**Reorganisation**”) detailed in note 2 of the published annual report of the Company for the year ended 30 September 2017, the Company has become the holding company of the companies now comprising the Group on 24 November 2016. The Company and its subsidiaries have been under the common control of Mr. Yung before and after the Reorganisation, or since their respective dates of incorporation, where there is a shorter period.

Accordingly, the condensed consolidated financial statements have been prepared using the principles of merger accounting in accordance with the Accounting Guideline 5 “Merger Accounting for Common Control Combinations” (the “**Accounting Guideline 5**”) issued by Hong Kong Institute of Certified Public Accountants (“**HKICPA**”).

The Group has consistently adopted all Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the HKICPA that are effective for the Group’s accounting period beginning on 1 October 2016 for both current and prior period. In addition, the condensed consolidated financial statements include applicable disclosures required by the Rules Govern the Listing of Securities on the Stock Exchange (“**Listing Rules**”).

The condensed consolidated financial statements have been prepared on the historical cost which is generally based on fair value of the consideration given in exchange for goods or services.

In the current interim period, the Group has applied, for the first time, the following amendments to HKFRSs issued by the HKICPA.

Amendments to Hong Kong Accounting Standards (“HKAS”) 7	Disclosure Initiative
Amendments to HKAS 12	Recognition of Deferred Tax Assets for Unrealised Losses
Amendments to HKFRSs	Annual Improvements to HKFRSs 2014–2016 Cycle

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

3. REVENUE AND SEGMENT INFORMATION

Revenue represents the fair value of amounts received and receivable from the engineering services provided by the Group to external customers. The Group’s operations is solely derived from engineering services in Hong Kong. Accordingly, the Group presents only one single operating segment and no further analysis is presented.

Geographical information

No geographical information is presented as the Group’s revenue are all derived from Hong Kong based on the location of services delivered and the Group’s property, plant and equipment are all located in Hong Kong by physical location of assets.

Information about major customers

Revenue attributed from customers that accounted for 10% or more of the Group’s total revenue during the period is as follows:

	Six months ended 31 March	
	2018	2017
	HK\$’000	HK\$’000
	(Unaudited)	(Unaudited)
Customer A	119,452	22,597
Customer B	41,644	24,789
Customer C	19,413	59,360

4. OTHER INCOME AND OTHER GAINS AND LOSSES

	Six months ended 31 March	
	2018	2017
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Other income:		
Interest income	5	1
Other	233	—
	<u>238</u>	<u>1</u>

	Six months ended 31 March	
	2018	2017
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Other gains and losses:		
Gain on disposal of property, plant and equipment	—	4,105
Net exchange loss	(9)	(49)
	<u>(9)</u>	<u>4,056</u>

5. FINANCE COSTS

	Six months ended 31 March	
	2018	2017
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Interest on finance lease	<u>2</u>	<u>6</u>

6. TAXATION

	Six months ended 31 March	
	2018	2017
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Hong Kong Profits Tax	<u>3,762</u>	<u>4,234</u>

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both periods.

7. PROFIT AND TOTAL COMPREHENSIVE INCOME FOR THE PERIOD

	Six months ended 31 March	
	2018	2017
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Profit and total comprehensive income for the period has been arrived at after charging:		
Staff cost:		
Directors' remuneration	1,291	709
Other staff costs	19,385	18,568
Contribution to retirement benefit schemes	536	532
	<u>21,212</u>	<u>19,809</u>
Depreciation of property, plant and equipment	270	317
Minimum lease payments in respect of office premises	518	332
Listing expenses	—	7,300
	<u>—</u>	<u>7,300</u>

8. EARNINGS PER SHARE

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

Earnings

	Six months ended 31 March	
	2018	2017
	<i>HK\$'000</i>	<i>HK\$'000</i>
	(Unaudited)	(Unaudited)
Earnings for the purpose of calculating basic earnings per share (profit for the period attributable to owners of the Company)	<u>16,273</u>	<u>16,661</u>

Number of shares

	Six months ended 31 March	
	2018 '000 (Unaudited)	2017 '000 (Unaudited)
Weighted average number of ordinary shares for the purpose of calculating basic earnings per share	540,000	405,495

The weighted average number of ordinary shares for 2017 for the purpose of calculating basic earnings per share has been determined on the assumption that the Reorganisation and the Capitalisation Issue had been effective on 1 October 2016.

No diluted earnings per share is presented as there is no potential ordinary shares outstanding during both periods.

9. MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT

During the six months period ended 31 March 2018, the Group paid approximately HK\$106,000 (2017: HK\$66,000) for acquisition of furniture and equipment.

10. DIVIDENDS

No dividends were paid, declared or proposed during the six months ended 31 March 2018. The directors of the Company do not recommend the payment of an interim dividend.

11. TRADE RECEIVABLES

The Group grants credit terms of 0 to 30 days to its customers from the date of invoices on progress payments of engineering service works. An ageing analysis of the trade receivables, presented based on the invoice date at the end of the reporting period, is as follows:

	31 March 2018 HK\$'000 (Unaudited)	30 September 2017 HK\$'000 (Audited)
0 – 30 days	1,469	5,350
31 – 60 days	6,317	3,344
Over 180 days	20	20
	7,806	8,714

12. OTHER RECEIVABLES, PREPAYMENTS AND DEPOSITS

	31 March 2018 HK\$'000 (Unaudited)	30 September 2017 HK\$'000 (Audited)
Rental and other deposits	229	251
Deposits for materials purchase	679	5,212
Prepayments and others	<u>1,639</u>	<u>2,199</u>
Total	<u><u>2,547</u></u>	<u><u>7,662</u></u>
Presented as non-current assets	22	22
Presented as current assets	<u>2,525</u>	<u>7,640</u>
Total	<u><u>2,547</u></u>	<u><u>7,662</u></u>

13. AMOUNTS DUE FROM/TO CUSTOMERS FOR CONTRACT WORK

	31 March 2018 HK\$'000 (Unaudited)	30 September 2017 HK\$'000 (Audited)
Contracts in progress at the end of the reporting period:		
Contract costs incurred plus recognised profits		
less recognised losses	1,310,525	1,129,952
Less: Progress billings	<u>(1,235,785)</u>	<u>(1,095,585)</u>
Total	<u><u>74,740</u></u>	<u><u>34,367</u></u>
Analysed as:		
Amounts due from customers for contract work	74,740	48,250
Amounts due to customers for contract work	<u>—</u>	<u>(13,883)</u>
	<u><u>74,740</u></u>	<u><u>34,367</u></u>

14. TRADE PAYABLES

The credit period on purchases and subcontracting of contract work services is 30 to 60 days. The following is an ageing analysis of trade payables presented based on the invoice date at the end of the reporting period:

	31 March 2018 HK\$'000 (Unaudited)	30 September 2017 HK\$'000 (Audited)
0 – 30 days	17,447	7,036
31 – 60 days	8,664	3,144
61 – 90 days	—	806
Over 90 days	—	2
	<u>26,111</u>	<u>10,988</u>

15. OTHER PAYABLES AND ACCRUED CHARGES

	31 March 2018 HK\$'000 (Unaudited)	30 September 2017 HK\$'000 (Audited)
Accrued charges for engineering service	1,040	1,119
Retention payables (<i>Note</i>)	1,022	2,361
Accrued payroll and bonus	15,581	12,838
Other accrued charges	958	2,896
	<u>18,601</u>	<u>19,214</u>

Note: Retention payables to subcontractors of contract works are unsecured, interest-free and recoverable after the completion of defect liability period of the relevant contracts or in accordance with the terms specified in the relevant contracts, ranging from 1 to 2 years from the date of completion of respective engineering service projects.

16. AMOUNT DUE TO A SHAREHOLDER

Amount represents Mr. Yung, made short-term advances to the Group for its working capital requirement in respect of its operations. Details of amount due to a shareholder, which are non-trade nature, unsecured, interest-free and repayable on demand, are as follows:

	31 March 2018 HK\$'000 (Unaudited)	30 September 2017 HK\$'000 (Audited)
Mr. Yung	<u>—</u>	<u>5,554</u>

17. SHARE CAPITAL

	Number of shares '000 (Unaudited)	Amount HK\$'000 (Unaudited)
Ordinary shares of HK\$0.01 each		
Authorised:		
At 31 March 2018	<u>10,000,000</u>	<u>100,000</u>
Issued and fully paid:		
At 31 March 2018	<u>540,000</u>	<u>5,400</u>

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

During the six months ended 31 March 2018, the Group continued to engage in the provision of engineering services in Hong Kong which include electrical and extra-low voltage system works in Hong Kong. As at 31 March 2018, our projects have encompassed a new hospital at Kai Tak, new government offices and a museum in Kowloon West. Revenue from projects in progress during the six months ended 31 March 2018 amounted to approximately HK\$180.6 million.

As at 31 March 2018, the Group submitted tenders for four potential projects.

FINANCIAL REVIEW

Results Analysis

The Group's revenue for the six months ended 31 March 2018 was approximately HK\$180.6 million, representing an increase of approximately HK\$12.7 million or 7.6% as compared to that in the corresponding period in 2017. The increase was mainly attributed to an increase in revenue from projects in progress.

The Group's gross profit for the six months ended 31 March 2018 decreased by approximately HK\$1.0 million which was the net effect of (i) two projects which has been delayed with decrease in gross profit of approximately HK\$5.5 million; and (ii) increase in gross profit contributed from other projects of approximately HK\$4.5 million. The decrease in average gross profit ratio from approximately 18.2% to approximately 16.4% as projects for new government offices have a relatively lower gross profit margin.

Other gains and losses

Decrease in other gains and losses was mainly due to gain on disposal of a property recognised of approximately HK\$4.1 million in the six months ended 31 March 2017 while no disposal made in the six months ended 31 March 2018.

Administrative expenses

For the six months ended 31 March 2018 administrative expense increase by approximately HK\$3.3 million as compared to the corresponding period in 2017 was mainly due to (i) increase in staff cost approximately HK\$0.6 million for appointment of six new directors; (ii) increase in professional fee of approximately HK\$1.7 million for advisory service in relation to statutory and regulatory compliance; and (iii) increase in consultancy fee of approximately HK\$0.6 million for project management and safety advisory service, information technology consultancy services and quality control accredited certification services.

Finance costs

The Group's finance cost represented interest on finance lease and the decrease in amount was due to repayment of principal amount of finance lease.

Taxation

The effective tax rate for the six months ended 31 March 2018 was approximately 18.8% (2017: 20.3%), the decrease was due to non-deductible listing expenses incurred in the corresponding period in 2017.

Profit and total comprehensive income

For the six months ended 31 March 2018, decrease in profit and total comprehensive income was the net effect of (i) decrease in gross profit of approximately HK\$1.0 million; (ii) decrease in other income and other gains and losses of approximately HK\$3.8 million; (iii) increase in administrative expenses of approximately HK\$3.3 million; (iv) decrease in listing expenses of approximately HK\$7.3 million and (v) decrease in taxation of approximately HK\$0.5 million.

FINANCIAL RESOURCES REVIEW

Liquidity, Financial Position and Capital Structure

As at 31 March 2018, the total number of issued Shares of the Company was 540,000,000.

As at 31 March 2018, the Group has bank and cash balance of approximately HK\$134.9 million (30 September 2017: HK\$152.3 million).

As at 31 March 2018, total borrowings of the Group being the balance of obligation under a finance lease were approximately HK\$0.04 million.

The finance lease is a short term loan classified as current liabilities and charged with a fixed interest rate.

The gearing ratio, defined as the ratio of total borrowings less bank and cash balances to equity attributable to owners of the Company was a net cash position (30 September 2017: net cash position).

Foreign Exchange Risk Management

The Group's monetary assets, liabilities and transactions are principally denominated in Hong Kong dollars. The Group is not significantly exposed to foreign currency risk arising from monetary assets and liabilities that are denominated in currencies other than the functional currencies of the respective group entities.

The Group currently does not have a foreign currency hedging policy as the foreign currency risk is considered to be insignificant. However, the management will continue to closely monitor the Group's foreign exchange risk exposure and will consider hedging significant foreign exchange exposure when necessary.

Charges on Assets

As at 31 March 2018, leasehold land and buildings with carrying amount of approximately HK\$2,107,000 (30 September 2017: HK\$2,150,000) has been pledged to secure a banking facility granted to the Group. The carrying value of motor vehicles included an amount of approximately HK\$207,000 (30 September 2017: HK\$259,000) in respect of assets held under finance lease as at 31 March 2018.

Performance Guarantee

As at 31 March 2017, performance guarantee of approximately HK\$5,767,000 was given by a bank in favour of the Group's customers as security for the due performance and observance of the Group's obligations under the contracts entered into between the Group and their customers. If the Group fails to provide satisfactory performance to their customers to whom performance guarantee have been given, such customers may demand the bank to pay to them the sum or sum stipulated in such demand. The Group will become liable to compensate such bank accordingly. The performance guarantee will be released upon completion of the contract works. The performance guarantees were guaranteed by Mr. Yung. The directors of the Company do not consider it is probable that a claim will be made against the Group as at 31 March 2017. On 31 May 2017, the said performance guarantee was released by the bank and the Group had not entered into other performance guarantees.

As at 29 May 2018 (the "**Date of Announcement**"), a bank facility of amount HK\$20.0 million was granted to the Group as security for due performance and observance of the Group's obligations under the contracts entered into between the Group and their customers.

EMPLOYEES AND REMUNERATION POLICY

As at 31 March 2018, the Group had 85 long term employees and 399 short term employees. The Group believes its success and long-term growth depend primarily on the quality, performance and commitment of its employees. To ensure that the Group attracts and retains competent staff, remuneration packages are reviewed on a regular basis. Discretionary bonuses and share options are offered to qualified employees based on individual and the Group's performance.

COMPLIANCE WITH RELEVANT LAWS AND REGULATIONS

To the best knowledge of the Directors, the Group has complied with all the relevant laws and regulations that have a significant impact on the Group in relation to its business including health and safety, workplace conditions, employment and the environment.

COMMITMENTS

The contractual commitments of the Group were primarily related to the leases of its office premises. The Group's operating lease commitments amounted to approximately HK\$0.9 million as at 31 March 2018 (30 September 2017: approximately HK\$0.5 million). As at 31 March 2018, the Group did not have any capital commitment (30 September 2017: Nil).

CONTINGENT LIABILITIES

As at 31 March 2018, the Group did not have any significant contingent liabilities.

SIGNIFICANT INVESTMENTS HELD

Except for investments in its subsidiaries, the Group did not hold any significant investments during the six months ended 31 March 2018.

MATERIAL ACQUISITIONS OR DISPOSALS

As at 31 March 2018, the Group did not have any significant investment plans, material acquisitions or disposals.

USE OF NET PROCEEDS FROM LISTING

The net proceeds from the Listing, after deducting listing related expenses and underwriting fees, were approximately HK\$56.7 million. After the Listing, a part of these proceeds has been applied for the purposes in accordance with the "Future Plans and Use of Proceeds" of the prospectus of the Company dated 31 July 2017 (the "**Prospectus**").

An analysis of the intended application of net proceeds as stated in the Prospectus and the actual use of net proceeds from the Listing up to 31 March 2018 are set out below:

	Application of net proceeds as stated in the Prospectus HK\$'000	Actual use of net proceeds HK\$'000	Unused net proceeds HK\$'000
Provision of performance guarantee (Note 1)	39,800	—	39,800
Recruitment	9,700	1,905	7,795
Induction, tool box training and specific safety training	200	200	—
Computer training	100	—	100
Upgrading the computer system and software	1,500	47	1,453
Upgrading the quality management system obtained under ISO9001	1,500	234	1,266
	<u>1,500</u>	<u>234</u>	<u>1,266</u>

Note 1: As at the Date of Announcement, a bank facility to secure a performance guarantee which was pledged by a bank deposit amounting to HK\$20.0 million has been granted.

The unused amounts of the net proceeds will be applied in the manner consistent with that mentioned in the Prospectus.

The Directors do not anticipate any change to the plan of the use of proceeds as disclosed above. As at 31 March 2018, the unused net proceeds were deposited in licensed banks in Hong Kong.

For further information regarding the use of the Company's proceeds from the public offer, please refer to the section headed "Future Plans and Use of Proceeds" in the Prospectus.

PROSPECTS AND OUTLOOK

The Group's primary objective is to strengthen its market position in the electrical and mechanical engineering services industry and capitalise on expansion opportunities in Hong Kong with the following strategies:

- (i) To further strengthen, the Group's market position in the electrical and mechanical engineering services industry by paying attention to electrical and mechanical engineering works the Group used to undertake to solidify its existing market share by deploying resources to tender for sizable and profitable electrical and mechanical engineering services projects in Hong Kong, particularly hospital-related projects which it has specialised requisite technical expertise and experience.
- (ii) To further strengthen the Group's manpower which will increase its capacity to cope with expected business growth.
- (iii) To further enhance the Group's work quality and quality management system which will improve competitiveness and brand image.
- (iv) To enhance the Group's information technology capabilities which will improve the overall operational efficiency.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

There was no purchase, sale or redemption of the Company's listed securities by the Company or any of its subsidiaries during the six months ended 31 March 2018.

EVENTS AFTER THE REPORTING PERIOD

The Board is not aware of any significant event requiring disclosure that has been taken place subsequent to 31 March 2018 and up to the date of this announcement.

CORPORATE GOVERNANCE PRACTICES

The Board has always recognized the importance of shareholders' accountability and transparency and is committed to maintaining high standards of corporate governance. The Company has, throughout the six months ended 31 March 2018, applied the principles and complied with the requirements of the Corporate Governance Code (the "CG Code") contained in Appendix 14 to the Listing Rules except for the following deviations.

Code provision A.1.3 of the CG Code requires that notice of at least 14 days should be given of a regular board meeting to give all directors an opportunity to attend. During the year, certain regular Board meetings were convened with less than 14 days' notice in order to enable the Board members to react timely and carry out expeditious decision making in respect of certain business matters which were significant to the Group's business. As a result, the aforesaid regular Board meetings were held with a shorter notice period than required with the consent of the Directors. The Board will do its best endeavor to meet the requirement of code provision A.1.3 of the CG Code in the future.

Code provision A.2.1 of the CG Code requires that the roles of chairman and chief executive should be separate and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing.

The Company did not officially have a position of chief executive officer and Mr. Yung On Wah, the Chairman of the Board, provides leadership to the Board to ensure that the Board works effectively and all important issues are discussed in the regular monthly Board meeting. The day-to-day management of the Group's business is handled by the Executive Directors collectively. The Board believes that the present arrangement is adequate to ensure an effective management and control of the Group's business operations. The Board will continue to review the effectiveness of the Group's structure as business continues to grow and develop in order to assess whether any changes, including the appointment of a chief executive officer, are necessary.

Code provisions C.2.5 of the CG Code requires that the Company should have an internal audit function. The Company does not establish a standalone internal audit department. However, the Board has put in place adequate measures to perform the internal audit function in relation to different aspects including (i) the Board has established formal arrangements to apply financial reporting and internal control principles in accounting an financial matters to ensure compliance with the Listing Rules and all relevant laws and regulations and (ii) the Company has appointed an external consultant to perform periodic review of the internal control system of the Company. The current practices will be reviewed and updated regularly so that the latest development in corporate governance can be followed and observed.

DIRECTORS' SECURITIES TRANSACTIONS

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 its code of conduct regarding securities transaction by Directors. The Company, having made specific enquiry, confirms that all Directors have complied with the Model Code throughout the six months ended 31 March 2018.

REVIEW OF INTERIM RESULTS

The interim results of the Group for the six months ended 31 March 2018 have not been audited, but have been reviewed by the audit committee of the Company.

PUBLICATION OF RESULTS ANNOUNCEMENT AND INTERIM REPORT

This results announcement is available for viewing on the website of Hong Kong Exchanges and Clearing Limited at www.hkexnews.hk and on the website of the Company at www.goldenfaith.hk. The interim report of the Company for the six months ended 31 March 2018 will be dispatched to the shareholders of the Company and will be published on the same websites in due course.

By Order of the Board
Golden Faith Group Holdings Limited
Yung On Wah
Executive Director

Hong Kong, 29 May 2018

As at the date of this announcement, the Board comprises Mr. Yung On Wah, Mr. Li Kar Fai Peter and Mr. Pu Li Wei, as executive directors; and Mr. Chan Cho Chak, Mr. Chan Wing Fai, Ir. Yan Wai Yan and Mr. Yeung Wai Lung as independent non-executive directors.