

Interim Report 2020/21

Corporate Information

M. Ma L (C a a Ma a D)
M. F G a (A 3 N 2020)
M. H a H
M. A a Ma
M. D a a a
M.
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M. O C
M. C a , D a
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M. C a , D a (C a a)
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M. Ma L (C a a)
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Chairman's Statement

O B (B) D (D) M H L (M C), I C , (G) 30 2020 (1HF 2021).

D G

Man Wah Holdings Limited
Wong Man Li
C
13 N 2020

Management Discussion and Analysis

D G

A N B C GD
3.6% 2020. D , C C
G

D G A G

	Revenue (HK$'000)			As a percentage of revenue (%)		Gross profit margin (%)	
	1HFY2021	1HF 2020	C (%)	**1HFY2021**	1HF 2020	**1HFY2021**	1HF 2020
B	**4,640,663**	3,830,500	21.2%	**70.0%**	68.5%	**36.1%**	37.8%
O	**1,494,812**	1,122,61	33.2%	**22.5%**	20.1%	**30.4%**	2 .0%
H G	**333,197**	355,25	-6.2%	**5.0%**	6.4%	**35.3%**	26.4%
O	**168,220**	284,2 5	-40.8%	**2.5%**	5.0%	**43.1%**	32.0%
	6,636,892	5,5 2,673	18.7%	**100.0%**	100.0%	**35.0%**	35.0%

F , G 18.7% , HK$6,636,8 2,000 (30 201 (1HF 2020): , HK$5,5 2,673,000), 35.0%, 1HF 2020.

D 1HF 2021, G a 15.8% a HK$111,535,000 a HK$231,095,000. a a a a a a a.

	1HFY2021 HK$'000	1HF 2020 HK$'000	C a (%)
I a *	**59,423**	60,334	1.5%
G **	**102,477**	82,761	23.5%
I ***	**31,793**	30,055	5.8%
O	**37,402**	26,185	42.8%
a	**231,095**	111,535	15.8%

N :

* I a a a a a a, a C a. D 1HF 2021, a a 0.1% a (a a a a a a 1.1% a a).

** G a a a a a C a.

*** I a G a a a C a

D 1HF 2021, a G a a HK$76,552,000, a a HK$76,715,000 a a . a a a a a a a

(b) A , , ,

A a 30 2020, G HK$4,067,851,000 a - HK$145,428,000. G HKD a MB, a 2.70% 3.72% (31 Ma 2020: 3.60% 4.35%).) H K I O a 1.35% 2.33% (31 Ma 2020: 2.58% 3.56%), a H a a B C L 1%) E I O a 1.62% 2.80% (31 Ma 2020: 2.10% 3.15%). a 1.72% a 3.25%, (31 Ma 2020: 3.01% a 4.07%,)

G a, a a a . A a 30 2020, G a, 1.0 (31 Ma 2020: a, 1.1). A a 30 2020, G a 57.7% (31 Ma 2020: a, 51.4%), a G .

A a 30 2020, a HK$20,116,000 a . A 30 2020, G a a a, a, a a HK$31,070,000 a a HK$15,657,000.

a N 22 a a a G a, a a

A a 30 2020, G a .

G a a, a a a a G . E H G, G a a D, a a a . G a C a H K a MB a H K D a (HKD) . E H G, G a a, D, MB a HKD. H G E a, E, a, E, a H, a . G a a C a a a C a a a G a .

a G a a, a 1HF 2021. G a a G .

Financial Review

Gearing Ratio

As at 30 June 2020, Group had 27,772 employees (31 March 2020: 22,041 employees).

Group has adopted a prudent financial management policy. As at 30 June 2020, Group had net cash of HK$755,756,000 (1HF 2020: net cash of HK$767,373,000), total assets of HK$7,571,000 (1HF 2020: total assets of HK$7,605,000) and total equity of HK$5,528,000. Group's gearing ratio (calculated as total liabilities divided by total assets) was 27% (1HF 2020: 30%).

Capital Structure

In order to maintain or adjust the capital structure, Group may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes for managing capital during 1HF 2021 and 1HF 2020. Group monitors capital on the basis of the gearing ratio. This ratio is calculated as total liabilities divided by total assets. Total liabilities comprise trade and other payables, contract liabilities, lease liabilities, tax payable and deferred tax liabilities as shown in the consolidated statement of financial position.

Significant Investments

In addition to the investment in Group's core business, Group has also invested in a number of properties in Hong Kong and Macau for rental purposes. As at 30 June 2020, Group had investment properties with a total gross floor area of approximately 130,000 sq. ft. and 528,000 sq. ft. respectively. Most of these properties were acquired before 2017 and have been held by Group for a long time. Group's investment properties in Kowloon, Hong Kong and Macau are mainly leased to tenants for retail purposes.

Except as disclosed in this report, Group did not hold any other significant investments during 1HF 2021.

Other Information

B a a HK10.0 a (30 201 : a
HK7.0 a) a a a C a, (a) a
a a C a, a , 2 D 2020.

a a, a C a, a, a a, a C a,
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A a 30 2020, a C a,
a, a a C a, a a a (a K
a F O a (FO)), a 352 FO,
a C a, a E a a D 7 a 8 a K
FO (a , a, , a a a FO),
a C a, a E a a M C a a
D L I (M C) A 10 G L
E a (L), a :

( )

Name of director	Capacity	Number of issued ordinary shares held	Approximate percentage of the issued share j/T1 1 Tf12.31

N :

1. C , 3,802,463,600 C , ( ) 30 2020.

2. 2,362,336,800 M L M . H 80% 20%, . M . 2,362,336,800 M L . M . M L . M . 2,427,200 513,600 C , 5 M 2010 (O 2010) , . M . 3,020,800 . M . FO, 2,481,600 M . H M .

3. 2,481,600 1,156,000 525,600 O M . H O 2010 , M . H 2,481,600 . M . H FO, 2,365,357,600 M . M L, M . H (. 3,020,800 2,362,336,800).

4. 800,000 M . A M .

5. 340,800 M . D 581,200 M . D O 2010 , M . D 130,000 .

6. 1,821,600 M . 354,400 M . O 2010 , M . 2,176,000 .

( ) ( )

Name of Director	Name of associated corporation	Capacity	Number of issued shares held	Approximate percentage in the associated corporation
M . M L	M L	B	800	80%
M . H H	M L	B	200	20%

30 2020, C , D , , , , , C , , (FO) 352 FO C , E M C .

O C , C , , , D C , 30 2020.

N :

1. N a C a, a O 2010 a a

2. a O a a a a 50% a 100% a a a a a 18 a 60 , a a a a a a .

3. a a a , a a HK$8.24.

4. a O 2010 a 4 Ma 2020. N O a a C a, 3 J , 2020.

C a, a a a a (a A a) 27 Ja a, 2011 (A D a) a a 10 , a A D a . a A a a , G a a a a G a a G . a C a, a 31 Ja a, 2011 a a A a .

A a 30 2020, a A a a a . a a C a, C a, a D a a A a .

G a a a A a a a a, a a a a A a a a 30 2020.

D , C a, a G a a a, a a a C a, a 18 Ma 2010 a N 23 a a a a . a a a a , a a a a a L . a a a a a a a a a a a a a L .

N a a , C a, a, a a a a, a D a a a a a , a 30 2020 a a, .

Ea Ma a I L a M. Ma L a a - a 5 Ma 2010 C a, a a , , a a a, a, .

D 30 2020, C a, a a a
a C a G a C a C a G a (CG C) a
A 14 L , a C A.2.1 CG C .

C A.2.1, a a a a a
a . D , C a, a a,
. M . Ma L , a a C a a a Ma a D C a, , a
a a G . B a , a a
a G . B a a a a a a
B a a a a C a, . D a a a
a a a a . B a a
a a a a G a , .

C a, a M . F G a a a D a C E
O C a, 3 N 2020. a a a a a a
a M . F .

C a, a a M C a a C a, ' a a . H a
a , a D , D a a a M C a
C a, ' a ' a a 30
2020.

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Man Wah Holdings Limited
Wong Man Li
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Report on Review of Interim Financial Information



Condensed Consolidated Interim Statement of Comprehensive Income

F 30 2020

	N	Six months ended 30 September 2020 HK$'000 (Unaudited)	201 HK$'000 ( )
	6	**6,636,892**	5,5 2,673
C		**(4,314,630)**	(3,636,353)
Gross profit		**2,322,262**	1, 56,320
O	7	**231,095**	1 ,535
O ( )/	8	**(76,552)**	76,7 5
		(1,162,791)	(58,463)
A		**(339,969)**	(283,173)
Operating profit		**974,045**	1,014
F	10	**(55,186)**	(83,052)
		1,659	228
Profit before income tax		**920,518**	08,1 0
I	11	**(132,169)**	(174,036)
Profit for the period		**788,349**	734,154
Profit for the period attributable to:			
O C		**749,303**	705,67
N -		**39,046**	28,475
		788,349	734,154

	N	Six months ended 30 September 2020 HK$'000 (Unaudited)	201 HK$'000 ( )
Profit for the period		**788,349**	734,154
Other comprehensive income/(loss):			
/			
C		**262,384**	(481,312)
Other comprehensive income/(loss) for the period, net of tax		**262,384**	(481,312)
Total comprehensive income for the period		**1,050,733**	252,842
Total comprehensive income for the period attributable to:			
O C		**1,020,623**	236,708
N -		**30,110**	16,134
		1,050,733	252,842
Earnings per share attributable to owners of the Company			
B (HK)	12	**19.73**	18.46
D (HK)	12	**19.68**	18.46

Condensed Consolidated Interim Statement of Financial Position

A a 30 2020

	N	30 September 2020 HK$'000 (Unaudited)	31 M a 2020 HK$'000 (A)
ASSETS			
Non-current assets			
	14	**4,240,467**	3,141,187
I		**464,175**	455,215
		2,276,252	2,228,518
G	15	**536,265**	524,048
O	15	**182,007**	188,440
I		**32,565**	21,673
F		**1,817**	
D		**35,200**	12,031
D		**3,841**	3,672
		219,525	156,023
		7,992,114	7,547,627
Current assets			
I		**1,686,609**	1,532,773
		20,002	48,227
		155,666	141,410
	16	**1,511,310**	1,210,754
O		**683,417**	470,341
F		**17,136**	204,682
		8,702	1,741
		–	3,746
		20,116	23,636
C		**2,707,222**	2,020,245

	N	30 September 2020 HK$'000 (Unaudited)	31 M a 2020 HK$'000 (A)
LIABILITIES			
Non-current liabilities			
L a		**27,931**	2 ,533
B a -	1	**145,428**	701,786
D a		**130,491**	128,8 6
O - a		**1,419**	1,333
		305,269	861,548
Current liabilities			
a a a	17	**1,005,739**	67,0 0
O a a a a a		**691,999**	452,160
L a		**27,586**	28,755
C a	18	**634,438**	260,856
B a	1	**4,069,859**	3,277,4 7
a a a		**193,112**	133,1 8
		6,622,733	5,11 ,558
Total liabilities		**6,928,002**	5, 81,106
Total equity and liabilities		**14,802,294**	13,213,802

Condensed Consolidated Interim Statement of Changes in Equity

F [illegible] 30 [illegible] 2020

	Attributable to owners of the Company												
	Share Capital HK$'000	Share Premium HK$'000	Special reserve HK$'000 (Note ii)	Other reserve HK$'000 (Note iii)	Statutory reserve HK$'000 (Note iv)	Translation reserve HK$'000	Revaluation surplus HK$'000	Shares held under share award scheme HK$'000	Share option reserve HK$'000	Retained earnings HK$'000	Sub-total HK$'000	Non-controlling interests HK$'000	Total HK$'000
Balance at 1 April 2020	1,518,376	–	(16,132)	(11,811)	641,044	(852,485)	37,099	(448)	26,906	5,361,598	6,704,147	528,549	7,232,696
Comprehensive income													
[illegible]	–	–	–	–	–	–	–	–	–	749,303	749,303	39,046	788,349
Other comprehensive income													
C [illegible]	–	–	–	–	–	271,320	–	–	–	–	271,320	(8,936)	262,384
Total comprehensive income	–	–	–	–	–	271,320	–	–	–	749,303	1,020,623	30,110	1,050,733
Transactions with owners													
C [illegible]	–	–	–	–	–	–	–	–	–	–	–	10,420	10,420
[illegible]	–	–	–	–	–	–	–	–	4,865	–	4,865	–	4,865
I [illegible]	2,609	34,180	–	–	–	–	–	–	(5,275)	–	31,514	–	31,514
D [illegible] (N [illegible] 13)	–	–	–	–	–	–	–	–	–	(455,936)	(455,936)	–	(455,936)
Total transactions with owners	2,609	34,180	–	–	–	–	–	–	(410)	(455,936)	(419,557)	10,420	(409,137)
448114 0 53052,609													

A C

F 30 2020

N :

( ) 10,450,800 C HK$0.4 HK$3.73 HK$4.80 30 2017. O 2017.

( ) C

( ) O

( ) M C(C) C C 50%

Condensed Consolidated Interim Statement of Cash Flows

F 30 2020

	N	Six months ended 30 September 2020 HK$'000 (Unaudited)	201 HK$'000 ( )
Cash flows from operating activities			
C		**1,378,226**	1,664,11
I		**(54,074)**	(81,738)
I		**4,139**	28,535
I		**(98,150)**	(133,744)
Net cash generated from operating activities		**1,230,141**	1,477,172
Cash flows from investing activities			
I		**(8,962,411)**	(3,16 ,641)
		(479,897)	(536,726)
		6,848	23 ,57
		(5,147)	(167,004)
		(180)	(5,226)
		8,971,027	3,171,283
		3,819	
		128,684	
		(1,817)	
Net cash used in investing activities		**(339,074)**	(467,735)
Cash flows from financing activities			
D	13	**(455,936)**	(22 ,3 8)
		–	(47, 68)
		(731,854)	(53,35)
		–	4,139 -1

Notes to the Condensed Consolidated Interim Financial Information

1

M H L (C) G
C , B C A 1 81 B ( ) E H K L (H K E)
(C : 01). C , 22 , H HM 12, B

G M I L M. M L M. H H , G .

C , (D). H K (HK$'000),
C , H K .

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30 2020
I A (IA) 34, I .
31 M 2020, I F (IF).

3

E 31 M 2020,

A :

A IF 3
A IA 1 IA 8
C 2018
IF 7, IF IA 3

D
D
I IF 7, IF IA 3

G

3

N a a a a a a a a a 0 , a 1
A 2020 a a a a , a a G

A IF 16, CO ID-1 - a 0 C 1 J 2020
A IA 1, C a a L a a C N - 1 J a a, 2022
A IA 16, a a I 1 J a a, 2022
A IA 37, O C a C F a C a 1 J a a, 2022
A IF 3, a C /G 0 F a 1 J a a, 2022
A A 0 I 1 J a a, 2022
A 0 I IF 2018 2020 ,
IF 17, I a C a 1 J a a, 2023
A IF 10 a IA 28, a C N
A a I a A 0 J

N : a a I a 0 A a a B a

a a a a a CC a a 0 a a a , G a a a a a a a a a

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For the six months ended 30 September 2020 (Unaudited)

	Sofa and ancillary products HK$'000	Other products HK$'000	Other business HK$'000	Home Group business HK$'000	Total HK$'000
Revenue					
E	4,640,663	1,494,812	168,220	333,197	6,636,892
Results					
	750,463	301,715	33,657	36,383	1,122,218
I					22,977
I					8,604
					8,879
					1,659
E					(11,342)
G					102,477
L					
					(58,862)
F					(53,826)
					(222,266)
					920,518

6

For the six months ended 30 September 2019 (Unaudited)

		O	O	H G	
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
Revenue					
E	3,830,500	1,122,61	284,2 5	355,25	5,5 2,673
Results					
	643, 78	217,802	66,360	1 ,280	47,420
I					28,474
I					1,642
					6,276
					228
E					76,776
G					82, 61
G					
					1,058
F					(81,163)
					(155,482)
					08,1 0

6

	Six months ended 30 September	
	2020	201
	HK$'000	HK$'000
	(Unaudited)	( )
C(H K M)	**4,360,842**	3,171,252
N A	**1,596,241**	1,626,167
E	**450,463**	538,667
O	**229,346**	248,587
	6,636,892	5,512,673

N : O A , A A E , I A I N

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F 30 201

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	Six months ended 30 September	
	2020	201
	HK$'000	HK$'000
	(Unaudited)	(a)
a a a a & a	**59,423**	60,334
I	**8,604**	1,642
I	**23,189**	28,413
G	**102,477**	82,761
O	**37,402**	26,185
	231,095	111,535

( )/

	Six months ended 30 September	
	2020	201
	HK$'000	HK$'000
	(Unaudited)	(a)
E a ( )/ a	**(12,395)**	77,161
L a a a	**(4,974)**	(1,161)
I a a a 523 .76		

	Six months ended 30 September	
	2020	2019
	HK$'000	HK$'000
	(Unaudited)	(Audited)
C	**4,225,304**	3,561,056
A	**16,385**	16,187
D	**172,084**	127,766
D	**45,160**	46,146
E	**955,956**	767,373
( )/	**(13,900)**	746

10

	Six months ended 30 September	
	2020	2019
	HK$'000	HK$'000
	(Unaudited)	(Audited)
I	**53,838**	71,473
I	**1,259**	1,314
O	**89**	2,265
	55,186	83,052

11

	Six months ended 30 September	
	2020	201
	HK$'000	HK$'000
	(Unaudited)	(a)
C a :		
C C a I a (C CI)	122,163	136,580
C I a	11,422	7,560
C L a A a a (C LA)	16,754	16,574
. . F a a a C I a (. . CI)	606	716
O	3,299	6,477
D a	(24,182)	4,781
- a	2,107	1,348
	132,169	174,036

L a C E I a (EI L a) a I a a EI L a , a a C a 25% , a C a, C a, a , a C, a a a 15%.

EI L a a a C a, / C a a 1 J a a, 2008 - a .

. . CI a a a a a 21% (30 201: 21%) a a a a 0% % (30 201: 0.75% .5%) a a C a, a a . ..

A a D L a N . 58/M, C a 2, A 12, a 18 O 1, G M a a a, M a C a, a .

12

E

		Six months ended 30 September 2020 (Unaudited)	201 ( )
Basic			
	(HK$'000)	**749,303**	705,67
		3,798,745	3,822,776
B HK		**19.73**	18.46
Diluted			
	(HK$'000)	**749,303**	705,67
		3,798,745	3,822,776
E		**9,088**	155

14

	Property, plant and equipment HK$'000
As at 31 March 2020 (Audited)	
C	5,221,863
A a a	(1,271,876)
N a	3,141,187
For the period ended 30 September 2020	
O a	3,141,187
E a a	141,032
A	417,636
D a	(47,553)
a	(56,551)
D a	(172,084)
C a	4,240,467
As at 30 September 2020 (Unaudited)	
C	5,705,444
A a a	(1,464,977)
N a	4,240,467
As at 31 March 2019 (Audited)	
C	4,817,437
A a a	(1,018,681)
N a	3,718,748
For the period ended 30 September 2019	
O a	3,718,748
E a a	(186,621)
A	483,781
D a	(3,103)
a	(11,643)
D a	(121,766)
C a	3,150,576
As at 30 September 2019 (Unaudited)	
C	5,101,601
A a a	(1,151,005)
N a	3,150,576

15

	Goodwill HK$'000	Other intangible assets HK$'000	Total HK$'000
As at 31 March 2020 (Audited)			
C	524,048	278,168	803,016
A	[illegible]	(70,528)	(70,528)
N	524,048	188,440	712,488
For the period ended 30 September 2020			
O	524,048	188,440	712,488
E	12,217	7,772	21,781
A	[illegible]	180	180
A	[illegible]	(16,385)	(16,385)
C	536,265	182,007	718,272
As at September 2020 (Unaudited)			
C	536,265	274,651	830,716
A	[illegible]	(112,644)	(112,644)
N	536,265	182,007	718,272
As at 31 March 2019 (Audited)			
C	525,104	283,174	808,078
A	[illegible]	(61,141)	(61,141)
N	525,104	222,033	747,137
For the period ended 30 September 2019			
O	525,104	222,033	747,137
E	(17,443)	(6,435)	(23,878)
A	[illegible]	5,225	5,225
A	[illegible]	(16,187)	(16,187)
C	508,461	204,636	713,097
As at 30 September 2019 (Unaudited)			
C	508,461	271,618	788,079
A	[illegible]	(74,782)	(74,782)
N	508,461	204,636	713,097

16

	30 September 2020 HK$'000 (Unaudited)	31 M a 2020 HK$'000 (A)
a a a	**1,516,209**	1,215,2 4
L : a a a a	**(4,899)**	(4,540)
a a a a ,	**1,511,310**	1,210,754

A a 30 2020, a a a HK$128,701,000 (A a 31 M a 2020: HK$51,372,000). A G a a a .

G a, a a 30 0 a . a a a, G a a a (a a a) a a a :

	30 September 2020 HK$'000 (Unaudited)	31 M a 2020 HK$'000 (A)
0 0 a	**1,369,792**	1,054,410
1 180 a	**95,311**	123,737
O 180 a	**46,207**	32,607
	1,511,310	1,210,754

B a a, G a a a a a a .

17

	30 September 2020 HK$'000 (Unaudited)	31 M a 2020 HK$'000 (A)
a a a	1,005,739	67,0 0

1

	30 September 2020 HK$'000 (Unaudited)	31 M 2020 HK$'000 (A)
(N)	9,716	10,772
	4,205,571	3,168,413
	4,215,287	3,171,285

G :

	30 September 2020 HK$'000 (Unaudited)	31 M 2020 HK$'000 (A)
	4,069,859	3,277,477
	145,346	701,581
	82	205
	4,215,287	3,171,285
N -	145,428	701,786
C	4,069,859	3,277,477
	4,215,287	3,171,285

0.03 31 M-032 interest at fiw11 %1272 00 03,215% 02espactive

2.70% 3.72% (31 M 2020: 3.60% 4.35%).

20

	Number of Shares	Amounts HK$'000
Authorised:		
O		
A 1 A 201 , 31 M 2020 30 2020		
HK$0.40	5,000,000,000	2,000,000
		HK$'000
Issued and fully paid:		
A 1 A 201	3,823,123,000	1,521,24
(N)	(33,003,000)	(13,201)
E	5,820,000	2,328
A 31 M 2020	3,7 5,140,000	1,518,376
A 1 A 2020	3,7 5,140,000	1,518,376
E	6,524,000	2,60
A 30 2020	3,802,464,000	1,520,785

N :

D 31 M 2020, 33,003,000 C HK$0.40 HK$3.73 HK$6.53 .

21

1,518

21

	Number of share options	
	2020	201
	'000	'000
O a a 1 A	**31,449**	37,446
C a / a	**(2,298)**	(3,228)
E	**(6,524)**	(182)
O a a 30	**22,627**	34,036

D 30 2020, HK$31,514,000 (30 201 : HK$613,000).

D a a a :

Options	Date of grant	Number of share options outstanding as at 30 September 2020	Vesting period	Exercise period	Original exercise price	Adjusted exercise price

22

	30 September 2020 HK$'000 (Unaudited)	31 M a 2020 HK$'000 (A)
C a a a a b		
a a a		

23 (a)

G

	Six months ended 30 September	
	2020	201
	HK$'000	HK$'000
	(Unaudited)	( )
	7,210	7,115
	25	30
E	**344**	460
	7,579	7,605