盛業資本有限公司

SHENG YE CAPITAL LIMITED

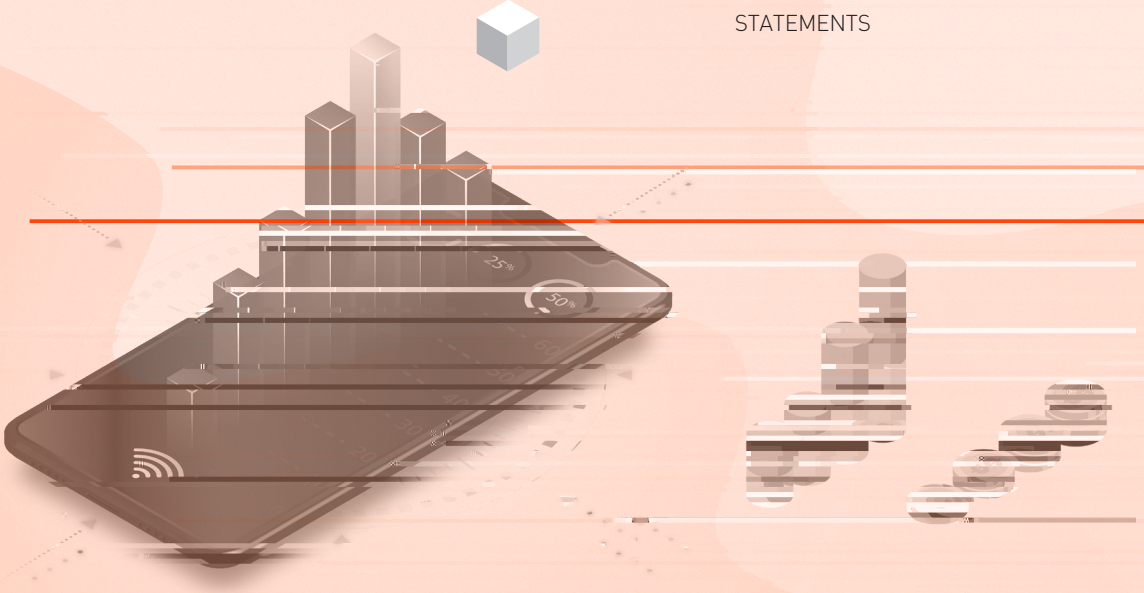
(Incorporated in the Cayman Islands with limited liability)

Stock Code: 6069

2020

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FINANCIAL HIGHLIGHTS

CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Independent Non-executive Directors

AUDIT COMMITTEE

NOMINATION COMMITTEE

REMUNERATION COMMITTEE

COMPANY SECRETARY

AUTHORISED REPRESENTATIVES

REGISTERED OFFICE

C

COMPANY'S WEBSITE ADDRESS

HEADQUARTERS AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

C

HONG KONG SHARE REGISTRAR AND TRANSFER OFFICE

AUDITORS

LEGAL ADVISER

&

STOCK CODE

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

1. About Sheng Ye Capital

(**Group**, **SY Capital**) -

(**AR**)-

(**SMEs**) . C -

Fintech-driven Business Model

C -

C

C % - (**NPL**)

% |

C

( ),

C

(**R&D**). ( ) , ,

C , -

/% C -

& - - - (**SaaS**)

C

| C ,

C

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C -

C - (**ABS**).
C
C
%
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2. First Half 2020 Performance

C
(**CBIRC**),
(**Civil Code**)

Limited Covid-19 Impact

C
C
%

MANAGEMENT DISCUSSION AND ANALYSIS

Commercial Factoring Demand Remained High

Enhancing Risk Control with Direct Integration of the People's Bank of China's ("PBoC") Credit Reporting System

(**Zhongdengwang**)

(**PBOC Credit Reporting System**).

Fintech-driven SME-based Loan Facilitation Gained Traction

Borrowings

CAPITAL STRUCTURE, LIQUIDITY, FINANCIAL RESOURCES AND GEARING

USE OF PROCEEDS

The Placing

(**Wisdom Cosmos**),

(**OCBC**) (**Macquarie**) (

Joint Placing Agents)

(**Placing**).

(

Subscription).

(

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%

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MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND ASSOCIATES

MANAGEMENT DISCUSSION AND ANALYSIS

EMPLOYEES AND REMUNERATION POLICY

CORPORATE GOVERNANCE AND OTHER INFORMATION

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATION

(SFO))

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY

Name	Capacity/nature of interest	Number and class of securities interested (Note 1)	Percentage of shareholding

SHARE OPTION SCHEME

(**Share Option Scheme**)

/ (**Listing Date**).

(a) Purpose of the Share Option Scheme

(**Options**) - - C ,

(d) Price of Shares

(e) Maximum number of Shares

( )

%

( ),

( )

( ),

( )

%

(f) Time of exercise of Option

/

Date of grant	Exercise price	Exercise period		Granted during the period	Exercised during the period	Forfeited during the period	Outstanding at 30 June 2020

EVENT AFTER THE REPORTING PERIOD

(盛業商業保理有限公司),

REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
	226,130	
	22,245	
	248,375	
C	75,105	
	323,480	
( )	12,726	
( )	41,889	
( )	(16,806)	( )
	(44,562)	( )
	(43,392)	( )
	(245)	
	–	
	4,732	
	(64,317)	( )
	213,505	
	(30,846)	( )
	182,659	

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
Other comprehensive income ("OCI"):		
( )	4,258	
	(1,979)	( )
	–	
	(930)	( )
	1,349	
	184,008	

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30.6.2020 RMB'000 (Unaudited)	
Non-current assets			
		5,961	
		19,504	
		24,296	
		140,748	
		1,269	
		12,783	
		3,182	
		207,743	
Current assets			
		3,947,696	
		48,268	
		1,435	
		3,812	
		241	
	( )	13,845	
	( )	3,717	
	( )	31,512	
		9,134	
		175,552	
		211,448	
		4,446,660	

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2020	
	RMB'000	
	(Unaudited)	( )

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
	765,741	
	214,922	
	2,644	
	–	
	(708)	( )
	(3,132)	( )
	(3,961)	( )
	(8,427)	
	(42,364)	( )
	(50,133)	( )
	(98,575)	( )
	(893,870)	( )
( )	(117,863)	
	(156,643)	( )
	359,463	
	(7,877)	( )
	194,943	
	211,448	
	(16,505)	( )
	194,943	

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

2. PRINCIPAL ACCOUNTING POLICIES (continued)

Application of amendments to HKFRSs (continued)

2.1 Impacts of application on Amendments to HKAS 1 and HKAS 8 "Definition of Material"

2.2 Impacts and changes in accounting policies of early application on Amendment to HKFRS 16 "Covid-19-Related Rent Concessions"

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

3. REVENUE AND SEGMENT INFORMATION

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( )

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	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
	226,130	
	12,992	
C	5,500	
	–	
( )	3,753	
	22,245	
	248,375	

/)

3. REVENUE AND SEGMENT INFORMATION (continued)

( )

	Six months ended 30 June	
	2020	
	RMB'000	
	(Unaudited)	( )

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

5. OTHER INCOME/OTHER GAINS AND LOSSES

(a) Other income

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	
C ( )	10,421	
	1,368	
	923	
	–	
	14	
	12,726	

(b) Other gains and losses

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	
C	47,482	
	2,343	
C	26	
	(2)	( )
( ) ( )	(48)	
	(7,743)	( )
	(169)	( )
	41,889	

6. FINANCE COSTS

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
( )	59,419	
( )	4,190	
( )	708	
	64,317	

7. TAXATION

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
( )	14,795	
	2,383	
	–	
	17,178	
( )	13,668	
	30,846	

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

7. TAXATION (continued)

關於新疆喀什霍爾果斯兩個特殊經濟開發區企業所得稅優惠政策的通知

8. DISPOSAL OF A SUBSIDIARY

Consideration received:

	RMB'000 (Unaudited)
	29,976

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

11. EARNINGS PER SHARE

	Six months ended 30 June
	2020
	RMB'000
	(Unaudited)

12. MOVEMENTS IN PROPERTY AND EQUIPMENT/INTANGIBLE ASSETS/ RIGHT-OF-USE ASSETS (continued)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

14. DEFERRED TAXATION

14. DEFERRED TAXATION (continued)



15. FACTORING ASSETS AT FVTOCI (continued)

	30 June 2020 RMB'000 (Unaudited)	
	3,947,696	

16. OTHER FINANCIAL ASSETS AT FVTPL

	30 June 2020 RMB'000 (Unaudited)	
	44,916	
	3,352	
	48,268	

17. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL

	Six months ended 30 June	
	2020 RMB'000 (Unaudited)	( )
	7,998	
	4,442	
	4,188	
	178	
	–	
	16,806	

As at 30 June 2020

Internal credit rating	12-month or lifetime ECL	Average loss rate	Gross carrying amount/ exposure RMB'000 (Unaudited)	Impairment loss allowance RMB'000 (Unaudited)
Factoring assets at FVTOCI				
		%		
		%		
	(-)			
	(-)			

17. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL (continued)

As at 30 June 2020

Internal credit rating	12-month or lifetime ECL	Average loss rate	Gross carrying amount/ exposure RMB'000 (Unaudited)	Impairment loss allowance RMB'000 (Unaudited)
Financial assets at amortised cost				
/ +( )	-			
+( )	-			
/ +( )	-			
		%		
	-	%		
		%		
	-			
( )	-			
( )				
	-			
(-)				
( )( )	-			

17. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL (continued)

As at 30 June 2020

Internal credit rating	12-month or lifetime ECL	Average loss rate	Gross carrying amount/ exposure RMB'000 (Unaudited)	Impairment loss allowance RMB'000 (Unaudited)
Other items				
( )				
-				
	-	. %	,/	,
		. %	,	,
	(-)			
-				
	-	%	,	,
			,/	,
			5	

As at 31 December 2019

17. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL (continued)

As at 31 December 2019

Other items

( )

()

( )

( )

17. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL (continued)

	12-month ECL	Lifetime ECL not credit-impaired	Total
	46,080	254	46,334
	(14)	14	–
	(41,127)	(216)	(41,343)
	43,444	2,087	45,531
	48,383	2,139	50,522

17. IMPAIRMENT ASSESSMENT ON FINANCIAL ASSETS AND OTHER ITEMS SUBJECT TO ECL MODEL (continued)

	12-month ECL	Lifetime ECL not credit-impaired	Total
	7,998	–	7,998
	(353)	353	–
	(4,500)	1,326	(3,174)
	11,209	2,629	13,838
	14,354	4,308	18,662

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

18. DERIVATIVE FINANCIAL INSTRUMENTS

	30 June 2020	
	Assets	Liabilities
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
	1,139	585
	296	–
	1,435	585

	30 June 2020	
	Assets	Liabilities
	RMB'000	RMB'000
	(Unaudited)	(Unaudited)
	1,435	585

18. DERIVATIVE FINANCIAL INSTRUMENTS

18. DERIVATIVE FINANCIAL INSTRUMENTS (continued)

Foreign currency forward contracts

At 30 June 2020

Notional amount	Maturity date	Contracted exchange rate
[illegible]	[illegible]	[illegible]
[illegible]	[illegible]	[illegible]

C [illegible] $.

C [illegible]

19. RECEIVABLES FROM GUARANTEE CUSTOMERS/TRADE RECEIVABLES/ OTHER RECEIVABLES, PREPAYMENTS AND OTHERS

(a) Receivables from guarantee customers

C C

	30 June 2020 RMB'000 (Unaudited)	[illegible] ( )
[illegible]	13,845	[illegible]

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

20. OTHER PAYABLES AND ACCRUED CHARGES

	30 June 2020 RMB'000 (Unaudited)	( )
	38,315	

21. LIABILITIES ARISING FROM GUARANTEE CONTRACTS (continued)

	30 June 2020 RMB'000 (Unaudited)	
	918,961	
	340,800	
	–	
	1,259,761	

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

22. BORROWINGS/BANK OVERDRAFT

(a) Borrowings

	30 June 2020 RMB'000 (Unaudited)	
	740,772	
	323,710	
	14,686	
	669,288	
	1,748,456	
	903,870	
	844,586	
	1,748,456	
	1,556,903	
	191,553	
	1,748,456	

*

22. BORROWINGS/BANK OVERDRAFT (continued)

(a) Borrowings (continued)

	30 June 2020 RMB'000 (Unaudited)	
	1,132,130	
	616,326	
	1,748,456	

	30 June 2020 %	
	4.00~12.60	
	1.39~5.65	

22. BORROWINGS/BANK OVERDRAFT (continued)

(b) Bank overdraft

23. SHARE CAPITAL

	Number of shares	Share capital

Authorised:

	Number of shares	Share capital

Issued:

	30 June 2020 RMB'000 (Unaudited)	
	7,642	

25. SHARE-BASED PAYMENT TRANSACTIONS (continued)

Equity-settled share option scheme of the Company (continued)

	Date of grant	Vesting period	Exercise period	Exercise Price	Exercise dates
	/ /	/ / - / /	/ / - / /	$.	/ /
	/ /	/ / - / /	/ / - / /	$.	/ /
	/ /	/ / - / /	/ / - / /	$.	/ /

	Date of grant	Vesting period	Exercise period	Exercise Price	Exercise dates
	/ /	/ / - / /	/ / - / /	$.	/ /
	/ /	/ / - / /	/ / - / /	$.	/ /
	/ /	/ / - / /	/ / - / /	$.	/ /

Grantee	Exercise period		Granted during period	Forfeited during period	Exercised during period	Outstanding at 30 June 2020
	/ / - / /					
	/ / - / /					
	/ / - / /					
	/ / - / /					
	/ / - / /					
	/ / - / /					
		.				.

25. SHARE-BASED PAYMENT TRANSACTIONS (continued)

Equity-settled share option scheme of the Company (continued)

Grantee	Exercise period		Granted during period	Forfeited during period	Exercised during period	Outstanding at 30 June 2020
	/ / - / /				( )	
	/ / - / /				( )	
	/ / - / /			( )		
	/ / - / /			( )		
	/ / - / /			( )		
	/ / - / /			( )		
				( )	( )	

25. SHARE-BASED PAYMENT TRANSACTIONS (continued)

Equity-settled share option scheme of the Company (continued)

Grantee	Exercise period		Granted during period	Forfeited during period	Exercised during period	
	/ / - / /				( )	
	/ / - / /			( )		



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

26. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS (continued)

Reconciliation of Level 3 fair value measurements of financial assets

	Other Financial assets at FVTPL RMB'000	Factoring assets at FVTOCI RMB'000
	4,497	3,837,348
	1,100	6,520,026
	(4,811)	(6,409,748)
	–	70
	47,482	–
	48,268	3,947,696

27. TRANSFERS OF FINANCIAL ASSETS

	Factoring assets
	30 June 2020 RMB'000 (Unaudited)
	734,240
	822,739

28. RELATED PARTY DISCLOSURES (continued)

(a) Related party balances (continued)

(ii) Amounts due from a related party

Name of Related Party	Relationship	30 June 2020 RMB'000 (Unaudited)

28. RELATED PARTY DISCLOSURES (continued)

(a) Related party balances (continued)

(v) Loans from an associate

Name of Related Party	Relationship	30 June 2020 RMB'000 (Unaudited)	( )
C		117,405	

%

C

(vi) Contract liabilities

Name of Related Party	Relationship	30 June 2020 RMB'000 (Unaudited)	( )
C		157	
		–	
		157	

(vii) Liabilities arising from guarantee contracts

Name of Related Party	Relationship	30 June 2020 RMB'000

28. RELATED PARTY DISCLOSURES (continued)

(a) Related party balances (continued)

(viii) Lease liability

Name of Related Party	Relationship	30 June 2020 RMB'000 (Unaudited)	( )
		2,712	

(b) Related party transactions

(i) Revenue from related parties

Name of Related Party	Relationship	Six months ended 30 June 2020 RMB'000 (Unaudited)	( )
		31,086	
		2,272	
		827	
		–	
		34,185	

28. RELATED PARTY DISCLOSURES (continued)

(b) Related party transactions (continued)

(iv) Interest expenses on a lease liability

Name of Related Party	Relationship	Six months ended 30 June 2020 RMB'000 (Unaudited)	
		40	

(v) Compensation of key management personnel

	Six months ended 30 June

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

29. EVENTS AFTER THE END OF THE REPORTING PERIOD