

Quantum Thinking Limited

量子思維有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 8050)

FIRST QUARTERLY RESULTS ANNOUNCEMENT FOR THE THREE MONTHS ENDED 30 JUNE 2018

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*This announcement, for which the directors (the “**Directors**”) of Quantum Thinking Limited (the “**Company**”) 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 Company. 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 (the “**Board**”) of the Company hereby presents the unaudited consolidated results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the three months ended 30 June 2018 together with the unaudited comparative figures for the corresponding period in 2017 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the three months ended 30 June 2018

		Three months ended	
		30 June	
		2018	2017
		HK\$'000	HK\$'000
	<i>Note</i>	(unaudited)	(unaudited)
Revenue	3	4,050	2,015
Cost of services		<u>(1,813)</u>	<u>(1,543)</u>
Gross profit		2,237	472
Other income		468	1,963
Distribution costs		(823)	(898)
Administrative expenses		(3,184)	(4,506)
Finance costs		<u>–</u>	<u>–</u>
Loss before income tax		(1,302)	(2,969)
Income tax (expenses)/refund	4	<u>(195)</u>	<u>13</u>
Loss for the period		<u>(1,497)</u>	<u>(2,956)</u>
Other comprehensive (expense)/income			
Exchange differences arising on translation of foreign operations that will be reclassified subsequently to profit or loss		<u>(836)</u>	<u>459</u>
Other comprehensive (expense)/income for the period, net of tax		<u>(836)</u>	<u>459</u>
Total comprehensive expense for the period, net of tax		<u><u>(2,333)</u></u>	<u><u>(2,497)</u></u>

		Three months ended	
		30 June	
		2018	2017
		HK\$'000	HK\$'000
<i>Note</i>		(unaudited)	(unaudited)
(Loss)/Profit for the period attributable to:			
	Owners of the Company	(1,013)	(3,142)
	Non-controlling interests	(484)	186
		<u>(1,497)</u>	<u>(2,956)</u>
Total comprehensive (expense)/income for the period attributable to:			
	Owners of the Company	(2,610)	(2,486)
	Non-controlling interests	277	(11)
		<u>(2,333)</u>	<u>(2,497)</u>
Loss per share attributable to the owners of the Company:			
	— Basic (<i>in HK cents</i>)	5 <u>(0.07)</u>	<u>(0.23)</u>
	— Diluted (<i>in HK cents</i>)	5 <u><u>(0.07)</u></u>	<u><u>(0.23)</u></u>

NOTES:

1. GENERAL INFORMATION

Quantum Thinking Limited (the “**Company**”) was incorporated in the Cayman Islands on 8 May 2000 as an exempted company with limited liability under the Companies Law of the Cayman Islands. The Company’s registered office is situated at Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The Company’s principal place of business is situated at Unit 1201-5, China Resources Building, No. 26 Harbour Road, Wanchai, Hong Kong.

The Company’s shares are listed on GEM of The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”). The Company and its subsidiaries (collectively referred to as the “**Group**”) are principally engaged in the provision of system development services and other value-added technical consultation services and hardware-related business. The Group has also expanded into the People’s Republic of China (the “**PRC**”) market in the areas of manufacturing of ancillary high-tech software and hardware products; developing and establishing integrated online platforms for distribution of mobile products and provision of value-added services; and setting up joint ventures with multinational companies to introduce and procure mobile application services, among other things.

In the opinion of the directors of the Company (the “**Directors**”), the parent and ultimate holding company of the Company is Happy On Holdings Limited (“**Happy On**”), which was incorporated in the British Virgin Islands.

2. BASIS OF PREPARATION

The unaudited condensed consolidated interim financial information of the Group for the three months ended 30 June 2018 (the “**Condensed Financial Report**”) has been prepared in accordance with Hong Kong Financial Reporting Standards (“**HKFRSs**”) issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) and the applicable disclosure requirements of the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “**GEM Listing Rules**”).

The Condensed Financial Report should be read in conjunction with the annual financial statements of the Company for the year ended 31 March 2018 (the “**2018 Annual Financial Statements**”). The principal accounting policies used in the Condensed Financial Report are consistent with those adopted in the 2018 Annual Financial Statements.

The preparation of the Condensed Financial Report in conformity with HKFRSs requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

HKICPA has issued a number of new and revised HKFRSs. For those which are effective for accounting periods beginning on 1 April 2018, the adoption has no material effect on how the results and the financial position of the Group for the current or prior accounting periods have been prepared and presented. The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

The Condensed Financial Report has been prepared under the historical cost convention. The Condensed Financial Report is presented in Hong Kong dollars (“**HK\$**”) which is also the functional currency of the Company and all values are rounded to the nearest thousands (“**HK\$’000**”) unless otherwise stated.

3. REVENUE

Revenue represents the net invoiced value of goods sold and net value of services rendered, after allowances for returns and trade discounts.

All significant transactions amongst the companies comprising the Group have been eliminated on consolidation. Revenue recognised during the period is as follows:

	Three months ended	
	30 June	
	2018	2017
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Revenue:		
Hardware	–	2,015
Services	4,050	–
	<u>4,050</u>	<u>2,015</u>

4. INCOME TAX EXPENSE/(REFUND)

No provision for Hong Kong profits tax has been made for the three months ended 30 June 2018 as the Group had incurred losses for taxation purpose (three months ended 30 June 2017: Nil as the Group had incurred losses for taxation purpose). The PRC enterprise income tax has been provided at the rate of 25% for the three months ended 30 June 2018 on the estimated assessable profit for the period. No PRC enterprise income tax has been provided for the three months ended 30 June 2017 as the Group has incurred losses for taxation purposes.

	Three months ended	
	30 June	
	2018	2017
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
PRC enterprise income tax		
Current period	7	–
Under provision in respect of prior years	188	15
Income tax refund in respect of prior years	–	(28)
	<u>195</u>	<u>(13)</u>

Deferred tax has not been provided for the Group because the Group had no material temporary differences at the reporting date (30 June 2017: Nil).

5. LOSS PER SHARE

Basic loss per share is calculated by dividing the loss attributable to owners of the Company for the period of approximately HK\$1,013,000 (three months ended 30 June 2017: loss of HK\$3,142,000) by the weighted average number of 1,356,250,000 (30 June 2017: 1,356,250,000) ordinary shares in issue during the period.

Diluted loss per share for the three months ended 30 June 2017 equals to the basic loss per share as the potential ordinary shares on exercise of warrants were not included in the calculation of diluted loss per share because they are anti-dilutive.

No adjustment has been made to the basic earning per share presented for the three months ended 30 June 2018 as the Group had no potential dilutable ordinary shares in issue during the three months ended 30 June 2018.

6. DIVIDEND

The Board does not recommend the payment of an interim dividend for the three months ended 30 June 2018 (three months ended 30 June 2017: Nil).

7. RESERVES

For the three months ended 30 June 2018:

	Share premium (unaudited) HK\$'000	Warrant reserve (unaudited) HK\$'000	Translation reserve (unaudited) HK\$'000	Accumulated losses (unaudited) HK\$'000	Non- controlling interests (unaudited) HK\$'000	Total (unaudited) HK\$'000
As at 1 April 2017	99,935	900	(5,701)	(161,060)	(9,089)	(75,015)
Comprehensive expense (Loss)/Profit for the period	–	–	–	(3,142)	186	(2,956)
Other comprehensive income/(expense) Exchange differences arising on translation of foreign operations	–	–	656	–	(197)	459
Total comprehensive income/ (expense) for the period	–	–	656	(3,142)	(11)	(2,497)
Release upon expiry of warrants	–	(300)	–	300	–	–
As at 30 June 2017	99,935	600	(5,045)	(163,902)	(9,100)	(77,512)
As at 31 March 2018 and 1 April 2018	<u>99,935</u>	<u>–</u>	<u>(2,324)</u>	<u>(168,582)</u>	<u>(14,157)</u>	<u>(85,128)</u>
Comprehensive expense Loss for the period	–	–	–	(1,013)	(484)	(1,497)
Other comprehensive (expense)/income Exchange differences arising on translation of foreign operations	–	–	(1,597)	–	761	(836)
Total comprehensive (expense)/ income for the period	–	–	(1,597)	(1,013)	277	(2,333)
As at 30 June 2018	<u>99,935</u>	<u>–</u>	<u>(3,921)</u>	<u>(169,595)</u>	<u>(13,880)</u>	<u>(87,461)</u>

REVIEW AND PROSPECTS

FINANCIAL REVIEW

During the three months ended 30 June 2018 (the “**Reporting Period**”), Quantum Thinking Limited (the “**Company**”) and its subsidiaries (together with the Company, the “**Group**”) recorded revenue of approximately HK\$4,050,000, representing an increase of approximately 101% when compared with approximately HK\$2,015,000 in the corresponding period last year. Loss before income tax of the Group for the Reporting Period was approximately HK\$1,302,000, compared with loss before income tax of approximately HK\$2,969,000 for the corresponding period last year. Loss attributable to owners of the Company for the Reporting Period was approximately HK\$1,013,000 compared with loss attributable to owners of the Company of approximately HK\$3,142,000 for the corresponding period last year.

INDUSTRY OVERVIEW

In the People’s Republic of China (“**PRC**”), transaction value of the third-party comprehensive payment (which mainly consists of mobile payment and online payment) grew by approximately 57.20% year on year to approximately RMB51.24 trillion in the first quarter of 2018, according to a PRC-based market research firm, Analysys. The growth could be attributed to aggressive moves by the country’s leading e-commerce and internet conglomerates, Alibaba Group Holding Limited and Tencent Holdings Limited, to expand their shares of the market for third-party comprehensive payment. This led to significant growth in both the value of transaction and the number of transactions made by the users. The increase in the value of the third-party comprehensive payment mainly consisted of the exponential growth in the transaction value of the country’s third-party mobile payment, which surged by approximately 114.60% year on year to approximately RMB40.36 trillion in the first quarter of 2018, according to Analysys. The emergence of social media-based electronic commerce operators and the consistently increasing use of mobile payment in both public transport and self-serve payment helped to contribute to the growth in the transaction value of the country’s third-party mobile payment. The transaction value of the country’s third-party online payment grew by approximately 24.67% year on year to approximately RMB6.96 trillion in the first quarter of 2018.

BUSINESS REVIEW

During the Reporting Period, the Group continued to tap China’s expanding market for digital and mobile payments. It was developing systems and solutions for online/offline digital payments, and forged ahead with its strategy for building up an ecosystem of online/offline digital payments by cooperating with companies which engaged in various types of businesses. In that ecosystem, the comprehensive, online shopping platforms are connected to the digital payment system for public utilities with a technology for unified communications. The Group made progress in or finished some phases of a number of projects and started a new one.

1. Development and construction of unified payment system and platform, and the provision of Product Business Operation Support Systems (“PBOSS”) solution of the Internet of Things for monitoring and managing such system and platform

The Company, through its wholly-owned subsidiary Guangzhou YBDS IT Co., Ltd.* (廣州韻博信息科技有限公司) (“**Guangzhou YBDS**”), undertook the construction of the fifth phase of the unified payment platform of a Shenzhen-based subsidiary of a leading telecommunications company during the Reporting Period. The system and platform enable mobile wallet users to make mobile payments such as that of phone bills and to redeem consumption points and gift cards. Guangzhou YBDS also provided repair and maintenance services for such system. In addition, Guangzhou YBDS provided PBOSS, which was the solution of the Internet of Things for monitoring and managing such system and platform, and the work was in the second phase during the Reporting Period.

Guangzhou YBDS intends to replicate the unified payment system and platform and then sell them to other units and/or subsidiaries of that leading telecommunications company in 31 provinces in the PRC.

2. Construction of an e-commerce network platform for payment and clearing, and installation of point-of-sales (“POS”) terminals

Through its partnership with a Shanghai-based subsidiary of a third-party payment service company, Guangzhou YBDS finished the construction of an e-commerce network platform for payment and clearing, and the installation of POS terminals at more than 100 outlets of a retail chain in Beijing. The two parties also leased out the POS terminals to such outlets of the retail chain. During the Reporting Period, Guangzhou YBDS and that Shanghai-based subsidiary of a third-party payment service company extended their market coverage to the surrounding areas of Beijing. They plan to install and lease out the POS terminals at the outlets of the businesses in other service industries such as a convenience store chain.

3. Development of software for a comprehensive payment platform of a leading property developer in the PRC

In March 2018, Shenzhen YBDS IT Co., Ltd.* (深圳市韻博信息科技有限公司) (“**Shenzhen YBDS**”), the Company’s indirect, wholly-owned subsidiary, finished the development of the software for the first phase of the construction of a comprehensive payment platform of a leading property developer in the PRC for the property developer’s commercial properties and e-commerce. The platform will enable the club members or users of the property developer’s commercial properties to digitise consumption points, gift cards, coupons and other membership services so as to create a delightful experience of faster, smoother shopping. Shenzhen YBDS will assist that property developer in leveraging its traditional real estate business as a springboard to internet-enabled businesses. It will do so by establishing an e-commerce platform on which the developer can provide comprehensive online services that can complement its offline services.

4. Provision of technical support for and localisation of an automatic system for vending and checking tickets of an intercity railway in Shandong province

In 2015, the Company, through its indirect subsidiary, Hua Strong Network Science and Technology Limited Company* (華天網絡科技有限公司), signed an agreement to cooperate with a software development and system integration company in the provision of technical support for and localisation of an automatic system for vending and checking tickets of an intercity railway in Shandong province, the PRC. As at 30 June 2018, approximately 50% of the project had been completed.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

To ensure that the Company is financially stable with sufficient financial resources to continue the development of its proposed projects, the Company had on 5 August 2013, raised net proceeds of approximately HK\$100 million through a subscription (the “**Subscription**”). Immediately after the completion of the Subscription, Happy On held 987,888,771 shares of the Company, representing approximately 72.83% of the total issued share capital of the Company.

As stipulated in the circular of the Company dated 11 July 2013, such proceeds were to be applied in the following manner:

- (i) approximately HK\$30,000,000 will be used to pay up the remaining registered capital of Guangzhou YBDS and Beijing YBDS IT Co., Ltd.* (北京韻博港信息科技有限公司) (“**Beijing YBDS**”);
- (ii) approximately HK\$50,000,000 will be used as further investment for contribution towards the total investment amounts of Guangzhou YBDS and Beijing YBDS; and
- (iii) the remaining balance as general working capital of the Company.

The Company had previously applied approximately HK\$9,400,000 (or approximately RMB7,350,000) and approximately HK\$5,500,000 (or approximately RMB4,330,000) of the proceeds to pay up the remaining initial registered capital of RMB20,000,000 and increased registered capital of RMB20,000,000 of Guangzhou YBDS, respectively. During the year ended 31 March 2015, the Company had applied approximately HK\$19,785,000 (or approximately RMB15,670,000) of the proceeds to pay up the outstanding remaining increased registered capital of Guangzhou YBDS.

At the time of the Subscription, only 20% of the registered capital or RMB4 million of Beijing YBDS has been paid up with the remaining 80% or RMB16 million due to be paid on or before 18 December 2014. The Company had intended to apply to the Bureau of Foreign Trade and Economic Cooperation of Beijing Municipality (北京市對外貿易經濟合作局) to increase the registered capital of Beijing YBDS from RMB20 million to RMB40 million and its total investment from RMB40 million to RMB80 million. A sum of approximately HK\$45.5 million from the proceeds of the Subscription was earmarked for paying up the initial registered capital and increased registered capital of Beijing YBDS (the “**Capital Increase**”). The intent of the Capital Increase was to enable the Group’s subsidiaries to meet the minimum capital threshold requirement when submitting bids for proposed projects offered by the relevant telecommunications service providers in the PRC.

Given the Company has acquired China Mobile Payment on 23 December 2014, a holding company that owns a subsidiary with the aforesaid threshold requirement for bids submission, this corporate action is no longer deemed to be necessary. The Company has already commenced the process of deregistration of Beijing YBDS. De-registration has entered into the final stage and is pending for the approval of PRC authority.

Moreover, the Company intends to apply the aforesaid earmarked proceeds of approximately HK\$45.5 million for new potential projects and for general working capital purposes.

PROSPECT

The Group’s business of developing systems and solutions for online/offline digital payments is expected to continue gaining momentum in the future as it is making progress in ongoing projects and has started new ones.

The Company, through Guangzhou YBDS, will continue to cooperate with a third-party payment service company in developing a system and software that enable a leading property developer to diversify into e-commerce through its comprehensive, online shopping platform with a built-in payment system. The property developer will thus be able to implement an online-to-offline business model. In that project, Guangzhou YBDS will fully utilise its capability of developing internet-enabled systems and platforms for finance and payment as well as its capability of big data processing and cloud computing. The cooperation’s objective is to enhance the users’ experience of ordering a comprehensive range of services and products on that property developer’s online platform at the commercial and residential properties that it has developed. The first phase of the comprehensive, online shopping platform with a built-in payment system has been completed.

Meanwhile, the Group has also been developing digital systems that enable citizens to pay for public utilities. It has started off this line of business by undertaking the construction of a smart traffic platform in Urumqi, Xinjiang that comprises systems for a traffic control centre, the comprehensive monitoring of the traffic, traffic signal control and communication network. In that project, the Group also provides technical support for the security of such systems. The smart traffic platform has potential for enabling digital payment, and the Group will explore such a possibility. The Group plans to replicate the smart traffic platform and sell it to other provinces in the PRC.

In May 2018, Shenzhen YBDS entered into an agreement with a leading information system integration and services firm. Under the agreement, Shenzhen YBDS is to implement a mobile client technology, which is an application that runs on mobile devices to enable a company to promote its products and services through such devices on a leading telecommunications company's instant messaging and social media platform. Shenzhen YBDS will also provide technical support for that application.

To capitalise on the PRC's growing popularity with digital and mobile payments, the Group will continue to cooperate with firms which are in other fields of business in building an ecosystem of online/offline digital payments. This will lay the solid foundations of the Group's development in the future.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY ASSOCIATED CORPORATIONS

As at 30 June 2018, (i) Mr. Wang Xiaoqi is interested in 382,000 ordinary shares of the Company, representing approximately 0.028% of the total number of ordinary shares of the Company; (ii) Mr. Ho Yeung is interested in 18,083,500 ordinary shares of the Company, representing approximately 1.333% of the total number of ordinary shares of the Company. Saved as disclosed above, none of the other Directors or their respective associates and the chief executive of the Company had any interests or short positions in the shares and underlying shares of the Company or its associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept by the Company under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the minimum standards of dealing by directors of the Company as referred to in Rule 5.46 of the GEM Listing Rules.

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

As at 30 June 2018, so far as the Directors are aware of and having made due enquires, the following persons (not being a Director or chief executive of the Company) had an interest or short position in the shares or underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO and/or were directly or indirectly interested in 5% or more of the issued share capital carrying rights to vote in all circumstances at general meetings of any other members of the Group:

Name of shareholder	Capacity	Number of issued ordinary shares held (Note 2)	Approximate percentage of issued share capital as at 30 June 2018 (Note 3)
Happy On (Note 1)	Beneficial owner	987,888,771 (L)	72.83%
Mr. Chan Foo Wing ("Mr. Chan") (Note 1)	Interest in a controlled corporation	987,888,771 (L)	72.83%

Notes:

1. As Mr. Chan is the ultimate beneficial owner and the sole director of Happy On, by virtue of the SFO, Mr. Chan is deemed to be interested in the 987,888,771 shares held by Happy On.
2. "L" means long positions in the shares.
3. Based on 1,356,250,000 shares of the Company in issue as at 30 June 2018.

Save as disclosed above, as at 30 June 2018, so far as the Directors are aware of and having made due enquiries, there were no other persons (other than Directors or chief executives of the Company) who had interests or short positions in the shares or underlying shares of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO and/or were directly or indirectly interested in 5% or more of the issued share capital carrying rights to vote in all circumstances at general meetings of any other members of the Group.

DIRECTORS' RIGHT TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed above, as at 30 June 2018, at no time during the three months ended 30 June 2018 were rights to acquire benefits by means of the acquisition of shares in or debentures of the Company granted to any Director or their respective spouses or minor children, or were any such rights exercised by them; or was the Company or any of its subsidiaries a party to any arrangement to enable the Directors to acquire such rights in any other body corporate.

OPTIONS TO SUBSCRIBE FOR SHARES IN THE COMPANY

A share option scheme was adopted on 1 August 2011 by the shareholders of the Company under which the Directors may, at their discretion, grant options to themselves and any employees of the Group entitling them to subscribe for shares representing up to a maximum of 10 per cent of the shares in the Company in issue as at the date of approval of the share option scheme. The purpose of the share option scheme is to enable the Company to grant options to participants as incentives and rewards for their contribution to the Company or its subsidiaries. No options were granted under the share option scheme since its adoption by the Company or outstanding, lapsed, cancelled or exercised at any time during the three months ended 30 June 2018.

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

Neither the Company, nor any of its subsidiaries has purchased, redeemed or sold any of the Company's listed securities during the three months ended 30 June 2018.

DIRECTORS' INTEREST IN COMPETING BUSINESS

As at the date of this announcement, none of the Directors, or the initial management shareholders or substantial shareholders of the Company or their respective close associates (as defined in the GEM Listing Rules) had any interests in a business which competed with or might compete with the business of the Group and had or might have any other conflicts of interest with the Group.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by Directors on terms no less exacting than the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. Having made specific enquiry of all Directors, all Directors have complied with the required standard of dealings and the code of conduct regarding securities transactions by Directors adopted by the Company throughout the three months ended 30 June 2018.

AUDIT COMMITTEE

The audit committee of the Company (the “**Audit Committee**”) was established in May 2000, and the Company had adopted a revised specific terms of reference as of 11 November 2016 in accordance with Rules 5.28 to 5.33 of the GEM Listing Rules. Currently, the Audit Committee comprised Mr. Tse Yee Hin, Tony, Mr. Lau Chor Ki and Mr. Wong Kin Kee, all of whom are independent non-executive Directors. Mr. Tse Yee Hin, Tony is the current chairman of the Audit Committee. The primary duties of the Audit Committee are to review the Group’s audit findings, accounting policies and standards, changes of accounting rules (if any), compliance to the GEM Listing Rules, internal and audit control, and cash flow forecast.

The unaudited consolidated results of the Group for the three months ended 30 June 2018 have been reviewed by the Audit Committee.

By Order of the Board
Quantum Thinking Limited
Wang Xiaoqi
Director

Hong Kong, 14 August 2018

As at the date of this announcement, the executive directors of the Company are Mr. Wang Xiaoqi and Mr. Ho Yeung; and the independent non-executive directors of the Company are Mr. Lau Chor Ki, Mr. Tse Yee Hin, Tony and Mr. Wong Kin Kee.

This announcement, for which the directors of the Company collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The directors of the Company, 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.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at <http://www.hkgem.com> for at least 7 days from the date of its posting and on the Company’s website at <http://www.8050hk.com>.

* For identification purpose only