

FACESHEET

As of 24 Nov 2021

COMPANY PROFILE

Edvance International Holdings Limited (Stock code: 1410.HK) operates businesses in cybersecurity solutions via its' subsidiary companies - Edvance Technology, ESH and Green Radar. The group also established Axion Global Digits for fintech ventures and engages in digital asset management via Axion Global Asset Management.

Founded in 2002 and headquartered in Hong Kong, the group has business coverage in Hong Kong, Macau, Mainland China, and Singapore.

Business Structure of Edvance International



Edvance Technology Hong Kong

The largest cybersecurity solutions distributor in Hong Kong providing value-added services



Edvance Technology China

Cybersecurity solutions provider with product R&D capabilities, offering optimised cybersecurity solutions



ESH (Edvance Service Hub)

Provides cybersecurity technical services solutions package through channel partner business model



Green Radar

Cloud-based "Security as a Service" provider that offers email security protection, possesses technological R&D capabilities



Axion Global Digits

Investment and incubation arm to invest potential tech-focused projects with high technical requirement



Axion Global Asset Management

Licensed to carry out Type 1 (dealing in securities), Type 4 (advising on securities) and Type 9 (asset management) regulated activities, as a platform of capital raising and financing



180 Digital Platforms

A digital media platform and community network in Hong Kong, with our flagship brands wepro180 and fintalk180 specializing in information technology and digital asset sectors

STOCK INFORMATION

HKEx Stock Code	01410.HK
Listing Date	19 April 2017
Trade Currency	HKD
No. of Issued Shares	1,005M
Board Lots	10,000
Price (As of 24 Nov 2021)	0.630
Market Cap	633.12M
P/E Ratio	18.208

BOARD OF DIRECTOR

- ▲ Executive Directors
 - Mr. Liu Yui Ting Raymond (*Chairman & CEO*)
 - Mr. Lee Francis Sung Kei
 - Mr. Von John
 - Mr. Lam Tak Ling
- ▲ Non-executive Directors
 - Mr. Lo Wai Ho Ashley
- ▲ Independent non-executive Directors
 - Mr. Yu Kwok Chun Raymond
 - Mr. Ng Tsz Fung Jimmy
 - Mr. Chan Siu Ming Simon
 - Mrs. Wong Hung Flavia Yuen Yee

FY2022 INTERIM RESULTS - HIGHLIGHTS

Edvance International announces FY2022 interim results. Successful digital asset investment drives stellar profit growth by 560.4%

Edvance International, The innovative technology company in Hong Kong, announced its interim results for the six months ended 30 September 2021. During the Period, the Group recorded a total revenue of HK\$239.7 million, up 19.6% year-on-year. Gross profit increased by 9.9% to approximately HK\$61.9 million; gross profit margin was 25.8%. Profit attributable to owners of the company surged 560.4% to HK\$98.9 million, such substantial increase was attributable to a fair value gain on financial assets at fair value through profit or loss of HK\$100.2 million in respect of the Group's investment in a holding company of Hong Kong Digital Asset Ex Limited ("HKbitEX"), a regulated virtual asset trading exchange; Net profit margin soared to 41.4%. Earnings per share was 9.84 HK cents. The Company shall not pay any dividend.

OUR FOOTPRINTS

- ▲ Hong Kong
- ▲ Macau
- ▲ Mainland China
- ▲ Singapore

Core cybersecurity businesses grew steadily thanks to favourable market demand

As the COVID-19 pandemic led to the new normal of remote working, organizations are more vulnerable to cyber threats and in need of better protection from internet than ever before. Against this backdrop, the Group saw strong demand for its cybersecurity product and services, especially from the government and enterprises sectors, during the Period. Meanwhile, the increased traction in cloud adoption has been favourable to Green Radar, the Group's email security-as-a-service business unit. During the Period, Green Radar secured partnerships with three major telecom service players in Hong Kong, providing Green Radar a full coverage of the corresponding client base from small and medium sized enterprises to large enterprises.

First success in growing the digital asset ecosystem

The Group was buoyed by its long-term investment in a holding company of HKbitEX. Based on the post money valuation of the Group's holding of its Series A2 Preference Shares, a fair value gain of HK\$100.2 million, which represents a more than fourfold increase over its original investment, was recognised during the Period. This marked the Group's first major success in capitalising on its fast-growing digital asset ecosystem.

Three-pronged strategy developed on track, making great strides to become one of the first fully regulated digital asset managers in Hong Kong

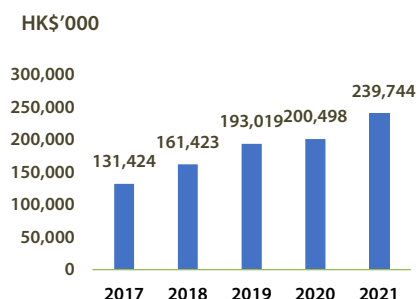
During the Period, the Group continued to execute its three-pronged strategy of venture investment, innovation and digital asset management through its investment and incubation arm Axion Global Digits ("AG Digits").

For asset management, Axion Global Asset Management Limited ("AGAM"), an indirect non-wholly owned subsidiary of the Company, has completed its transition into an institutional grade asset manager focusing on digital assets during the Period. Great strides have been made to become one of the first asset managers to operate a fully regulated digital asset management business and serve the needs of institutional and family office investors in Hong Kong. The team was also expanded to a new office location in Central in preparation for launching its digital asset products.

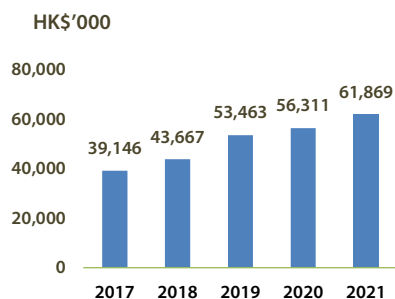
INTERIM FINANCIAL PERFORMANCE FOR FY2022

Note: For the six months ended September 30

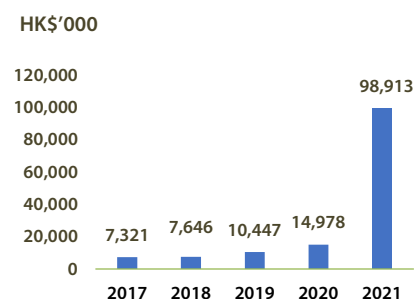
REVENUE



GROSS PROFIT



NET PROFIT



*Excluding non-recurring listing and transfer of listing related expenses

FINANCIAL SUMMARY

For the 6 months ended 30 September

	2021	2020	2019
	HK\$'000	HK\$'000	HK\$'000
RESULTS			
Revenue	239,744	200,498	193,019
Gross profit	61,869	56,311	53,463
Profit before taxation	101,933	18,973	14,321
Profit for the period attributable to owners of the Company	98,913	14,978	10,447

FINANCIAL RATIOS

Gross profit margin	25.8%	28.1%	27.7%
Net profit margin	41.4%	7.5%	5.4%
Return on equity	42.9%	10.7%	10.5%

Edvance International Holdings Limited

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