

**Midland Holdings Limited**  
**2014 - 2018 Interim Financial Results (unaudited)**

|                                     | <b>Six month ended 30th June</b> |                                |                                |                                |                                |
|-------------------------------------|----------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|
|                                     | <b>2018</b><br><i>HK\$'000</i>   | <b>2017</b><br><i>HK\$'000</i> | <b>2016</b><br><i>HK\$'000</i> | <b>2015</b><br><i>HK\$'000</i> | <b>2014</b><br><i>HK\$'000</i> |
| Revenues                            | 2,803,421                        | 2,778,018                      | 2,105,323                      | 2,164,396                      | 1,869,342                      |
| Other income / (loss)               | 4,149                            | 8,525                          | (612)                          | 2,283                          | 1,656                          |
| Staff costs                         | (1,494,462)                      | (1,399,635)                    | (1,291,667)                    | (1,208,043)                    | (1,024,430)                    |
| Depreciation and amortisation costs | (27,505)                         | (23,088)                       | (24,348)                       | (20,281)                       | (29,741)                       |
| Other operating costs               | (1,132,235)                      | (1,241,944)                    | (933,328)                      | (888,688)                      | (833,329)                      |
| Operating profit /(loss)            | <u>153,368</u>                   | <u>121,876</u>                 | <u>(144,632)</u>               | <u>49,667</u>                  | <u>(16,502)</u>                |
| Finance income                      | 194                              | 550                            | 1,372                          | 1,564                          | 1,687                          |
| Finance costs                       | (5,581)                          | (11,590)                       | (3,135)                        | (5,718)                        | (10,379)                       |
| Share of results of:                |                                  |                                |                                |                                |                                |
| Joint ventures                      | 13,967                           | 13,703                         | 3,329                          | 7,130                          | 4,696                          |
| Associates                          | 16,884                           | 16,660                         | -                              | -                              | -                              |
| Profit /(loss) before taxation      | <u>178,832</u>                   | <u>141,199</u>                 | <u>(143,066)</u>               | <u>52,643</u>                  | <u>(20,498)</u>                |
| Taxation                            | (28,424)                         | (25,532)                       | 5,998                          | (17,521)                       | (12,055)                       |
| Profit /(loss) for the period       | <u><u>150,408</u></u>            | <u><u>115,667</u></u>          | <u><u>(137,068)</u></u>        | <u><u>35,122</u></u>           | <u><u>(32,553)</u></u>         |
| Profit /(loss) attributable to:     |                                  |                                |                                |                                |                                |
| Equity holders                      | 150,408                          | 115,667                        | (134,416)                      | 32,353                         | (35,782)                       |
| Non-controlling interests           | -                                | -                              | (2,652)                        | 2,769                          | 3,229                          |
|                                     | <u><u>150,408</u></u>            | <u><u>115,667</u></u>          | <u><u>(137,068)</u></u>        | <u><u>35,122</u></u>           | <u><u>(32,553)</u></u>         |
| Dividends                           | <u><u>22,977</u></u>             | <u><u>-</u></u>                | <u><u>-</u></u>                | <u><u>-</u></u>                | <u><u>-</u></u>                |
| Dividend payout ratio               | <u><u>15%</u></u>                | <u><u>N/A</u></u>              | <u><u>N/A</u></u>              | <u><u>N/A</u></u>              | <u><u>N/A</u></u>              |
| Earnings /(loss) per share          |                                  |                                |                                |                                |                                |
| - Basic                             | <u><u>HK20.95 cents</u></u>      | <u><u>HK16.11 cents</u></u>    | <u><u>(HK18.72 cents)</u></u>  | <u><u>HK4.51 cents</u></u>     | <u><u>(HK4.98 cents)</u></u>   |
| - Diluted                           | <u><u>HK20.60 cents</u></u>      | <u><u>HK15.95 cents</u></u>    | <u><u>(HK18.72 cents)</u></u>  | <u><u>HK4.51 cents</u></u>     | <u><u>(HK4.98 cents)</u></u>   |

**MIDLAND HOLDINGS LIMITED**  
**CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)**  
**AS AT 30 JUNE 2018**

|  | As at<br>30 June<br>2018<br>HK\$'000 | As at<br>31 December<br>2017<br>HK\$'000 |
|--|--------------------------------------|--|
| <b>ASSETS</b>  |                                      |  |
| <b>Non-current assets</b>  |                                      |  |
| Property and equipment   | 132,681                              | 140,235                                  |
| Investment properties  | 92,125                               | 90,591                                   |
| Land use rights  | 1,141                                | 1,174                                    |
| Interests in joint ventures  | 31,755                               | 49,254                                   |
| Interests in associates  | 377,239                              | 360,355                                  |
| Available-for-sale financial assets                                  | -                                    | 7,028                                    |
| Financial assets at fair value through other<br>comprehensive income | 6,632                                | -  |
| Deferred taxation assets   | 12,976                               | 19,432                                   |
|  | <u>654,549</u>                       | <u>668,069</u>                           |
| <b>Current assets</b>  |                                      |  |
| Trade and other receivables  | 3,119,705                            | 2,583,475                                |
| Taxation recoverable   | -                                    | 2  |
| Cash and cash equivalents  | 1,147,190                            | 1,158,645                                |
|  | <u>4,266,895</u>                     | <u>3,742,122</u>                         |
| <b>Total assets</b>  | <u><u>4,921,444</u></u>              | <u><u>4,410,191</u></u>                  |
| <b>EQUITY AND LIABILITIES</b>  |                                      |  |
| <b>Equity holders</b>  |                                      |  |
| Share capital  | 71,805                               | 71,805                                   |
| Share premium  | 223,505                              | 223,505                                  |
| Reserves   | 1,274,735                            | 1,066,469                                |
| <b>Total equity</b>  | <u>1,570,045</u>                     | <u>1,361,779</u>                         |
| <b>Non-current liabilities</b>                                       |                                      |  |
| Deferred taxation liabilities  | 3,879                                | 3,846                                    |
| <b>Current liabilities</b>   |                                      |  |
| Trade and other payables   | 3,025,964                            | 2,626,842                                |
| Borrowings   | 291,850                              | 359,900                                  |
| Taxation payable   | 29,706                               | 57,824                                   |
|  | <u>3,347,520</u>                     | <u>3,044,566</u>                         |
| <b>Total liabilities</b>   | <u>3,351,399</u>                     | <u>3,048,412</u>                         |
| <b>Total equity and liabilities</b>                                  | <u><u>4,921,444</u></u>              | <u><u>4,410,191</u></u>                  |