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LEGENDARY EDUCATION GROUP LIMITED

傳承教育集團有限公司

(formerly known as Legendary Group Limited 創天傳承集團有限公司)

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8195)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE “STOCK EXCHANGE”)

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

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This announcement, for which the directors (the “Directors”) of Legendary Education Group 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”) is pleased to present the unaudited condensed consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the three months and six months ended 30 September 2023 (the “Interim Financial Statements”) together with the unaudited comparative figures for the corresponding period in 2022 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	NOTES	For the three months ended 30 September 2023		For the six months ended 30 September 2022	
		2023 HK\$'000 (unaudited)	2022 HK\$'000 (unaudited)	2023 HK\$'000 (unaudited)	2022 HK\$'000 (unaudited)
Revenue	5	63,853	52,107	132,786	102,221
Cost of sales		(30,198)	(17,830)	(58,419)	(32,705)
Other income		800	102	1,405	182
Other gains and losses, net	6	–	93	–	244
Selling and distribution expenses		(4,449)	(2,772)	(8,471)	(4,041)
Administrative and other expenses		(23,713)	(26,942)	(42,130)	(44,416)
Finance costs	7	(118)	(122)	(196)	(145)
Profit before taxation		6,175	4,636	24,975	21,340
Income tax expense	8	(2,053)	(1,074)	(4,769)	(3,076)
Profit and total comprehensive income for the period	9	4,122	3,562	20,206	18,264
Profit (loss) and total comprehensive income (expense) for the period attributable to:					
Owners of the Company		5,014	3,837	20,838	18,894
Non-controlling interests		(893)	(275)	(632)	(630)
		4,121	3,562	20,206	18,264
		<i>HK cent</i>	<i>HK cent</i>	<i>HK cent</i>	<i>HK cent</i>
Earnings per share	11				
Basic		1.24	1.07	5.23	5.27
Diluted		1.12	1.00	4.69	4.92

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
	<i>NOTES</i>		
Non-current assets			
Property, plant and equipment	12	33,241	35,503
Intangible assets		705	705
Goodwill		177,764	177,764
Rental deposits	14	3,616	3,175
		215,326	217,147
Current assets			
Financial assets at fair value through profit or loss		11,930	11,930
Trade and other receivables	14	68,377	58,705
Loan receivables	13	55,296	43,217
Cash and cash equivalents		71,739	48,599
		207,342	162,451
Current liabilities			
Trade and other payables	15	9,090	12,469
Contract liabilities		29,602	33,256
Bank and other borrowings		5,000	5,000
Lease liabilities		12,400	12,289
Tax payable		9,849	6,477
Provision for litigation		1,735	1,735
		67,676	71,226
Net current assets		139,666	91,225
Total assets less current liabilities		354,992	308,372

		At 30 September 2023	At 31 March 2023
	<i>NOTES</i>	<i>HK\$'000</i> (unaudited)	<i>HK\$'000</i> (audited)
Non-current liability			
Other payables	15	44,537	45,538
Lease liabilities		9,003	9,753
Deferred tax liabilities		709	663
		<u>54,249</u>	<u>55,954</u>
Net assets		<u>300,743</u>	<u>252,418</u>
CAPITAL AND RESERVES			
Share capital	16	208	197
Reserves		301,639	252,693
		<u>301,847</u>	<u>252,890</u>
Equity attributable to owners of the Company		301,847	252,890
Non-controlling interests		(1,104)	(472)
		<u>300,743</u>	<u>252,418</u>
Total equity		<u>300,743</u>	<u>252,418</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS

For the six months ended 30 September 2023

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands as an exempted company with limited liability. The Company's shares have been listed on the GEM of The Stock Exchange since 10 October 2014. The addresses of the registered office and the principal place of business of the Company are P.O. Box 309, Uglan House, Grand Cayman, KY1-1104 Cayman Islands and 5/F., World Interest Building, 8 Tsun Yip Lane, Kwun Tong, Hong Kong, respectively.

The Company is an investment holding company. The Group is principally engaged in the manufacturing and sales of OEM garment products; retailing and wholesaling of garment products under the Group's own brand and high-end fashion brand; provision of loan services; provision of financial quotient and investment education courses, property investment and provision of private supplementary education services.

2. BASIS OF PREPARATION

The Interim Financial Statements have been prepared in accordance with the Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants and the applicable disclosure provisions of Chapter 18 of the GEM Listing Rules.

This Interim Financial Statements contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2023 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual report for the year ended 31 March 2023 (the "2023 Annual Report").

The adoption of the new/revised Hong Kong Financial Reporting Standards ("HKFRSs") that are relevant to the Group and effective for the financial year begin on or after 1 April 2023 had no significant effects on the results and financial position of the Group for the current or prior accounting periods have been prepared or presented. At the date of authorisation of the Interim Financial Statements, the Group has not early adopted the new/revised HKFRSs that have been issued but are not yet effective.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation used in the preparation of the Interim Financial Statements are consistent with those adopted in the 2023 Annual Report.

The Interim Financial Statements are presented in Hong Kong dollars ("HK\$"), which is also the functional currency of the Company.

The Interim Financial Statements have been prepared on the historical cost basis, except for certain financial instruments that are measured at fair values.

4. ESTIMATES

The preparation of Interim Financial Statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing the Interim Financial Statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2023 Annual Report.

5. REVENUE AND SEGMENT INFORMATION

The Group manages its businesses by divisions, which are organised by business lines (products and services). In a manner consistent with the way in which information is reported internally to the Group's executive Directors (the chief operating decision maker) ("CODM") for the purposes of resource allocation and performance assessment, the Group has presented the following reportable segments. No operating segments have been aggregated to form the following reportable segments.

- (i) OEM Business: manufacturing and sales of OEM garment products;
- (ii) Retail Business: retailing and wholesaling of garment products under the Group's own brand and high-end fashion brand;
- (iii) Money Lending Business: provision of loan services;
- (iv) Financial Quotient and Investment Education Business: provision of financial quotient and investment education courses for the customers;
- (v) Property Investment Business: investing properties in Asia Pacific region to general rental income and to gain from the appreciation in the properties' values in the long term; and
- (vi) Private supplementary education business: Provision of private supplementary education services.

(a) Segment results

For the purposes of assessing segment performance and allocating resources between segments, the Group's executive Directors monitor the results attributable to each reportable segment on the following basis:

Revenue and expenses are allocated to the reportable segments with reference to sales generated by those segments and the expenses incurred by those segments or which otherwise arise from the depreciation or amortisation of assets attributable to those segments.

Segment results represents pretax profit/loss incurred from each segment without allocation of other income, other gains and losses, certain corporate expenses and finance costs. This is the measure reported to the CODM for the purpose of resource allocation and performance assessment.

Segments assets include all tangible, intangible assets and current assets with the exception of investments in financial assets and other corporate assets. Segment liabilities include provisions, lease liabilities and trade and other payables attributable to the activities of the individual segments and borrowings managed directly by the segments.

The accounting policies of the operating segments are the same as the Group's accounting policies.

Disaggregation of revenue from contracts with customers by the timing of revenue recognition, as well as information regarding the Group's reportable segments as provided to the Group's executive Directors for the purposes of resources allocation and assessment of segment performance for the six months ended 30 September 2023 and 2022 is set out below:

	Six months ended 30 September 2023						Total HK\$'000 (Unaudited)
	OEM Business HK\$'000 (Unaudited)	Retail Business HK\$'000 (Unaudited)	Money Lending Business HK\$'000 (Unaudited)	Financial Quotient and Investment Education Business HK\$'000 (Unaudited)	Property Investments Business HK\$'000 (Unaudited)	Private Supplementary Education Business HK\$'000 (Unaudited)	
Reportable segment revenue:							
Disaggregated by timing of revenue recognition							
Goods transferred at a point in time	290	-	-	99,024	-	31,766	131,080
Revenue from other resources	-	-	1,706	-	-	-	1,706
Revenue from external customers	<u>290</u>	<u>-</u>	<u>1,706</u>	<u>99,024</u>	<u>-</u>	<u>31,766</u>	<u>132,786</u>
Reportable segment profit	66	-	1,154	32,330	-	(1,949)	31,601
Other income							1,405
Finance cost							(196)
Corporate expenses							<u>(7,835)</u>
Profit before taxation							<u>24,975</u>

	OEM Business HK\$'000 (Unaudited)	Retail Business HK\$'000 (Unaudited)	Money Lending Business HK\$'000 (Unaudited)	Financial Quotient and Investment Education Business HK\$'000 (Unaudited)	Property Investments Business HK\$'000 (Unaudited)	Private Supplementary Education Business HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
As at 30 September 2023							
Assets							
Reportable segment assets (including interest in associates)	370	5,165	60,641	69,428	4	46,202	181,810
Goodwill							177,764
Financial assets at fair value through profit or loss							11,930
Unallocated head office and corporate assets							<u>51,164</u>
Consolidated total assets							<u><u>422,668</u></u>
Liabilities							
Reportable segment liabilities	70	126	584	53,791	-	17,889	72,460
Other payable for acquisition of subsidiaries							46,986
Unallocated head office and corporate liabilities							<u>2,479</u>
Consolidated total liabilities							<u><u>121,925</u></u>

Six months ended 30 September 2022

	Financial						Total
			Quotient and		Private		
	OEM	Retail	Money	Investment	Property	Supplementary	
	Business	Business	Lending	Education	Investments	Education	
	Business	Business	Business	Business	Business	Business	Total
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Reportable segment revenue:							
Disaggregated by timing of revenue recognition							
Goods transferred at a point in time	-	860	-	79,985	-	19,686	100,531
Revenue from other resources	-	-	1,690	-	-	-	1,690
	<u>-</u>	<u>860</u>	<u>1,690</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,690</u>
Revenue from external customers	<u>-</u>	<u>860</u>	<u>1,690</u>	<u>79,985</u>	<u>-</u>	<u>19,686</u>	<u>102,221</u>
Reportable segment profit	-	128	1,230	28,523	-	(4,013)	25,868
Fair value change of financial assets at fair value through profit or loss, net							172
Gain on disposal of financial assets at fair value through profit or loss, net							72
Other income							182
Finance cost							(145)
Corporate expenses							<u>(4,809)</u>
Profit before taxation							<u>21,340</u>

	OEM Business HK\$'000 (Unaudited)	Retail Business HK\$'000 (Unaudited)	Money Lending Business HK\$'000 (Unaudited)	Financial Quotient and Investment Education Business HK\$'000 (Unaudited)	Property Investments Business HK\$'000 (Unaudited)	Private Supplementary Education Business HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
As at 30 September 2022							
Assets							
Reportable segment assets (including interest in associates)	-	4,510	48,926	49,315	2	50,822	153,575
Goodwill							185,352
Financial assets at fair value through profit or loss							1,727
Unallocated head office and corporate assets							<u>15,212</u>
Consolidated total assets							<u><u>355,866</u></u>
Liabilities							
Reportable segment liabilities	-	74	322	51,407	-	17,869	69,672
Other payable for acquisition of subsidiaries							45,986
Unallocated head office and corporate liabilities							<u>9,827</u>
Consolidated total liabilities							<u><u>125,485</u></u>

There was no inter-segment revenue for the six months ended 30 September 2023 and 2022.

(b) **Revenue from major products and services**

The following is an analysis of the Group's revenue from its major products and services:

	Six months ended	
	30 September	
	2023	2022
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Garment products	290	860
Interest income from loan receivables	1,706	1,690
Tuition fee from financial quotient and education courses	99,024	79,985
Tuition fee from private supplementary education services	31,766	19,686
	<u>132,786</u>	<u>102,221</u>

(c) **Geographical information**

The following is an analysis of geographical location of the Group's revenue from external customers. The geographical location of customers is based on the location at which the services were provided or the goods delivered.

	Six months ended	
	30 September	
	2023	2022
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Hong Kong (place of domicile)	<u>132,786</u>	<u>102,221</u>

6. **OTHER GAINS AND LOSSES, NET**

	For the three months ended		For the six months ended	
	30 September		30 September	
	2023	2022	2023	2022
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Gain on disposal of financial assets at fair value through profit or loss, net	-	93	-	72
Fair value change on financial assets through profit or loss	-	-	-	172
	<u>-</u>	<u>93</u>	<u>-</u>	<u>244</u>

7. FINANCE COSTS

	For the three months ended		For the six months ended	
	30 September		30 September	
	2023	2022	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Interest on:				
Other borrowings	17	15	25	23
Lease liabilities	101	107	171	122
	<u>118</u>	<u>122</u>	<u>196</u>	<u>145</u>

8. INCOME TAX EXPENSE

	For the three months ended		For the six months ended	
	30 September		30 September	
	2023	2022	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Hong Kong Profits Tax (<i>Note</i>)				
– current period	2,053	1,074	4,769	3,076
	<u>2,053</u>	<u>1,074</u>	<u>4,769</u>	<u>3,076</u>

Notes:

On 21 March 2018, the Hong Kong Legislative Council passed The Inland Revenue (Amendment) (No. 7) Bill 2017 (the “Bill”) which introduces the two-tiered profits tax rates regime. The Bill was signed into law on 28 March 2018 and was gazette on the following day.

Under the two-tiered profits tax rates regime, the first HK\$2 million of profits of qualifying corporations will be taxed at 8.25%, and profits above HK\$2 million will be taxed at 16.5%. The profits of corporations not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

9. PROFIT FOR THE PERIOD

	For the three months ended		For the six months ended	
	30 September		30 September	
	2023	2022	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
(unaudited)	(unaudited)	(unaudited)	(unaudited)	
Profit for the period has been arrived at after charging:				
Directors' remuneration:				
– Fees	447	590	867	740
– Other emoluments, salaries and other benefits	402	342	804	684
– Retirement benefit scheme contributions	5	5	9	9
	<u>854</u>	<u>937</u>	<u>1,680</u>	<u>1,433</u>
Other staff salaries and allowances	26,014	16,758	57,324	28,148
Retirement benefit scheme contributions, excluding those of Directors	<u>259</u>	<u>185</u>	<u>500</u>	<u>339</u>
Total employee benefits expenses	27,127	17,880	59,504	29,920
Cost of inventories recognised as an expense	112	170	222	730
Depreciation of property, plant and equipment	<u>2,356</u>	<u>786</u>	<u>3,094</u>	<u>1,517</u>

10. DIVIDEND

The Board of directors do not recommend any payment of an interim dividend for the six months ended 30 September 2023 (2022: HK\$Nil per share).

11. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share attributable to owners of the Company is based on the following data:

	Three months ended		Six months ended	
	30 September		30 September	
	2023	2022	2023	2022
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Earnings				
Profit attributable to ordinary equity holders of the Company, used in the basic earnings per share calculation	<u>5,014</u>	3,837	<u>20,838</u>	18,894
	'000	'000	'000	'000
Shares				
Weighted average of number of ordinary shares in issue during the period used in the basic earnings per share calculation	<u>402,994</u>	358,456	<u>398,816</u>	358,456
Effect of dilution – weighted average number of ordinary shares				
Share options	<u>45,289</u>	25,598	<u>45,289</u>	25,598
	<u><u>448,283</u></u>	<u>384,054</u>	<u><u>444,105</u></u>	<u>384,054</u>

12. PROPERTY, PLANT AND EQUIPMENT/INVESTMENT PROPERTY

During the six months ended 30 September 2023, additions of property, plant and equipment amounted to approximately HK\$832,000 (additions for the year ended 31 March 2023: approximately HK\$16,632,000).

13. LOAN RECEIVABLES

	At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
Fixed-rate loan receivables analysed for reporting purpose as:		
Non-current asset	–	–
Current asset	<u>55,296</u>	<u>43,217</u>
	<u>55,296</u>	<u>43,217</u>

The ranges of effective interest rates on the Group's loan receivables are as follows:

	At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
Effective interest rate:		
Fixed-rate loan receivables	<u>5.0% to 12.0% p.a.</u>	<u>6.0% to 12.0% p.a.</u>

The Group holds collaterals for certain loan receivables. In the event of default or failure to repay any outstanding amounts by the debtors, the Group will proceed with sales of collaterals. Interest rates are offered based on the assessment of a number of factors including the borrowers' credit worthiness and repayment abilities, collaterals as well as the general economic trends.

14. TRADE AND OTHER RECEIVABLES

	At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
Trade receivables, net of loss allowance	6,374	5,974
Other receivables	24,126	21,489
Temporary receipts	10,225	7,248
Other deposits	5,206	5,206
Deposit for decoration of education centre	3,530	3,530
Deposit for acquisition of a subsidiary	5,000	–
Prepayments	13,684	15,026
Rental deposit	3,848	3,407
	<u>71,993</u>	<u>61,880</u>
Representing:		
Current	68,377	58,705
Non-current	3,616	3,175
	<u>71,993</u>	<u>61,880</u>

All of the other trade and other receivables are expected to be recovered or recognised as expense within one year.

The Group allows credit period ranging from 30 days to 180 days to customers from OEM Business. For Retail Business, its revenue mainly comprises of credit sales. Trade receivables under credit sales are due within 6 months. The Group allows credit period ranging from 30 days to 60 days to customers from Wholesaling Business.

As of the end of the reporting period, an ageing analysis of the trade receivables net of loss allowances presented based on the invoice date is as follows:

	At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
Within 30 days	5,734	5,470
31 to 60 days	510	–
61 to 90 days	–	–
Over 90 days	130	504
	<u>6,374</u>	<u>5,974</u>

15. TRADE AND OTHER PAYABLES

	At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
Trade payables	820	448
Accrued staff salaries	3,973	4,759
Other accruals and payables	3,296	7,262
Other payable for acquisition of subsidiaries	43,047	43,047
Promissory note	2,491	2,491
	<u>53,627</u>	<u>58,007</u>
Analysed as:		
– Current	9,090	12,469
– Non-current	44,537	45,538
	<u>53,627</u>	<u>58,007</u>

- (a) An ageing analysis of the trade payables as at the end of the reporting period based on the invoice date is as follows:

	At 30 September 2023 <i>HK\$'000</i> (unaudited)	At 31 March 2023 <i>HK\$'000</i> (audited)
Over 90 days	<u>820</u>	<u>448</u>

- (b) All of the trade and other payables are expected to be settled or recognised as income within one year or are repayable on demand.
- (c) The balances are unsecured, interest free, repayable on demand and will be settled in cash.

16. SHARE CAPITAL

	Number of shares	Amount HK\$'000
Authorised:		
– At 31 March 2023 and 30 September 2023, ordinary shares of HK\$0.0005 each	<u>1,000,000,000,000</u>	<u>500,000</u>
Issued and fully paid:		
– At 31 March 2023 and 1 April 2023, ordinary shares of HK\$0.0005 each	394,301,664	197
– Exercise of share options	<u>22,298,000</u>	<u>11</u>
– At 30 September 2023, ordinary shares of HK\$0.0005 each	<u>416,599,664</u>	<u>208</u>

17. RELATED PARTY DISCLOSURES

Compensation of Directors and key management personnel

	For the three months ended		For the six months ended	
	30 September 2023 HK\$'000 (unaudited)	2022 HK\$'000 (unaudited)	30 September 2023 HK\$'000 (unaudited)	2022 HK\$'000 (unaudited)
Salaries and other allowances	5,501	4,680	10,951	9,030
Consultant fee	74	–	74	–
Retirement benefit scheme contributions	–	–	–	–
	<u>5,575</u>	<u>4,680</u>	<u>11,025</u>	<u>9,030</u>

The remuneration of Directors and key management personnel are determined having regard to the performance of the individuals.

18. SHARE OPTION SCHEME

The Company's existing share option scheme (the "Scheme") was adopted pursuant to a resolution passed on 4 September 2023 for the primary purpose of providing incentives or rewards to Eligible Persons (as defined below), and will expire on 3 September 2033.

The previous share option scheme of the Company was terminated pursuant to a resolution passed on 4 September 2023 (the "Previous Scheme"). Further details of the Previous Scheme were disclosed in the 2022-2023 Annual Report of the Company. There was no change in any terms of the Previous Scheme for the period between 1 April 2023 and 4 September 2023. Under the Scheme, the Board may grant options to Directors (including executive Directors, non-executive Directors and independent non-executive Directors), officers and employees (whether full time or part time) of any member of the Group (including nominees and/or trustees of any employee benefit trust established or them) (collectively, the "Eligible Persons").

The maximum number of the Shares which may be issued in respect of all options and awards to be granted under all share schemes of the Company (including under the Scheme and any other share scheme(s) of the Company) shall not in aggregate exceed 10% of the Shares in issue as at the Adoption Date of the Share Award Scheme (i.e. 25 November 2022). Where any grant of options and awards to an Eligible Person would result in the Shares issued and to be issued in respect of all Options and awards granted and to be granted to such Eligible Person (excluding options and awards that have been lapsed in accordance with this Scheme and any other Share Scheme(s)) in the 12-month period up to and including the date of such grant representing in aggregate over 1% of the Shares in issue, such grant must be separately approved by the shareholders in general meeting with such Eligible Person and his/her close associates (or his/her associates if the Eligible Person is a connected person) abstaining from voting.

Options granted must be taken up within 28 days of the date of grant, upon payment of HK\$1 as consideration. Options may be exercised at any time within ten years from the offer date of the option. The exercise price is determined by the Directors, and will not be less than the highest of (i) the average closing price of the ordinary shares as stated in the Stock Exchange's daily quotations sheet for the five business days immediately preceding the date of grant of the option (which must be a business day); (ii) the closing price of the ordinary shares as stated in the Stock Exchange's daily quotations sheet on the date of grant of the option (which must be a business day); and (iii) nominal value of the Company's share.

No share options have been granted, exercised, cancelled or lapsed under the Scheme for the period between 4 September 2023 and 30 September 2023. No options were outstanding under the Scheme as at 30 September 2023.

The following share options have been granted pursuant to the Previous Scheme:

On 26 March 2021, a total of 127,992,000 share options were granted to certain grantees. Details were set out in the Company's announcement dated 26 March 2021 and 7 April 2021.

On 14 October 2022, a total of 35,844,000 share options were granted to certain grantees. Among the total of 35,844,000 Share Options granted, a total of 11,480,000 Share Options were granted to the following Directors and substantial shareholder of the Company:

Name of Grantees	Position in the Group	Number of share options
Directors		
Mr. Yuen Yu Sum	Executive Director and Chairman	3,584,000
Mr. Chan Lap Jin Kevin	Executive Director	3,584,000
Mr. Law Wing Chung	Non-executive Director	<u>728,000</u>
		7,896,000
Substantial Shareholder		
Mr. Lui Yu Kin	Substantial Shareholder and tutor of an operating subsidiary of the Group, providing financial quotient and investment experience-sharing training courses	<u>3,584,000</u>
		<u><u>11,480,000</u></u>

Details were set out in the Company's announcement dated 14 October 2022.

Movements in the number of share options under the Previous Scheme during the six months ended 30 September 2023 are as follows:

Grantees	Date of grant	Exercise price (HK\$)	Exercise period	Vesting period/ conditions	Number of share options					outstanding as at 30 September 2023
					outstanding as at 31 March 2023	granted during the period	exercised during the period	cancelled during the period	lapsed during the period	
Directors										
Mr. Yuen Yu Sum	14 October 2022	1.004 (Note 1)	14 October 2022 to 13 October 2032	N/A	3,942,400	-	-	-	-	3,942,400
Mr. Chan Lap Jin Kevin	14 October 2022	1.004 (Note 1)	14 October 2022 to 13 October 2032	N/A	3,942,400	-	-	-	-	3,942,400
Mr. Law Wing Chung	14 October 2022	1.004 (Note 1)	14 October 2022 to 13 October 2032	N/A	800,800	-	-	-	-	800,800
Substantial Shareholder										
Mr. Lui Yu Kin	26 March 2021	1.500	26 March 2021 to 25 March 2031	N/A	3,373,920	-	-	-	-	3,373,920
	14 October 2022	1.004 (Note 1)	14 October 2022 to 13 October 2032	N/A	3,942,400	-	-	-	-	3,942,400
Eligible Employees										
	26 March 2021	1.500	26 March 2021 to 25 March 2031	N/A	24,784,320	-	(10,380,600)	-	-	14,403,720
	14 October 2022	1.004 (Note 1)	14 October 2022 to 13 October 2032	Note 2	24,096,600	-	(11,917,400)	-	-	12,179,200
Consultants										
	14 October 2022	1.004 (Note 1)	14 October 2022 to 13 October 2032	Note 3	2,703,800	-	-	-	-	2,703,800
					67,586,640	35,844,000	(22,298,000)	-	-	45,288,640

Notes:

1. The closing price of the Shares immediately before the date of grant (being 13 October 2022) was HK\$1.1 per Share.
2. Among the 21,906,000 share options (before the effect of bonus issue of the Company conducted during FY2023) granted to eligible employees on 14 October 2022, a total of 8,258,000 share options granted to three employees will only be vested if each of the net profit of the Group for the financial years ending 31 March 2023 and 2024 is equal to or exceeds the net profit of the Group for the financial year ended 31 March 2022.
3. A total of 2,458,000 share options (before the effect of bonus issue of the Company conducted during FY2023) granted to consultants on 14 October 2022 will only be vested if each of the net profit of the Group for the financial years ending 31 March 2023 and 2024 is equal to or exceeds the net profit of the Group for the financial year ended 31 March 2022.

Save as disclosed above, no share options have been granted, exercised, cancelled or lapsed under the Previous Scheme for the six months ended 30 September 2023.

The number of options available for grant under the scheme mandate on 1 April 2023 and 30 September 2023 are 1,605 and 35,845,605, respectively.

The number of shares that may be issued in respect of options and awards granted under all share schemes of the Company (including but not limited to the Scheme and the share award scheme of the Company adopted on 26 September 2022) during the six months ended 30 September 2023, divided by the weighted number of shares in issue for the six months ended 30 September 2023, is 11.4%.

19. LITIGATION

During the year ended 31 March 2019, the Group received a writ of summons in relation to a repudiatory breach of a tenancy agreement between the plaintiff, an independent third party landlord, and Sino Shine Retailing Limited, a former subsidiary of the Group, entered into on 27 October 2016, which the plaintiff is claiming the Group for, inter alia, damages in the sum of approximately HK\$1,735,000 plus interest. As the directors of the Group consider that it is probable that an outflow of economic benefits will be required to settle the obligation, the Group recognised the provision of HK\$1,735,000 which is considered as a reliable estimate that can be made.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group principally derives its revenue from the following business arms: (i) OEM business segment, which entails product design and development, raw materials sourcing and procurement, manufacturing and product quality control management (the “OEM Business”); (ii) apparel retail business segment, which entails designing, procuring, manufacturing, marketing and retailing of pure cashmere apparel and other apparel products as well as accessories through the retail network in Hong Kong under the Group’s own brand and high-end fashion brand (the “Retail Business”); (iii) money lending business segment, which provides financing to customers for interest income (“Money Lending Business”); (iv) financial quotient and investment education business segment, which provides financial quotient and investment education courses for the customers in return of tuition fees from them (“Financial Quotient and Investment Education Business”); (v) property investment business (“Property Investment Business”); and (vi) private supplementary education business segment, which provides private supplementary education courses for the students in return of tuition fees from them (“Private Supplementary Education Business”).

OEM BUSINESS

The garment sector of the consumer market has experienced a downturn in recent years. Meanwhile, the Company currently has no intention, arrangement, agreement, understanding, negotiation (concluded or otherwise) on disposal, termination and/or scaling-down of the Company’s OEM business. The Group will cautiously monitor the business environment, market sentiment and customers’ behaviors of the OEM business and will continue to devote effort to the development of the OEM business. Going forward, the Group will continue to focus on expanding the customer base by diversifying the service scope of the OEM business. Since the last financial year, the Group started business with a new customer based in Hong Kong which provides non-garment textile products to commercial offices, restaurants, healthcare and retail premises.

RETAIL BUSINESS

While the economic slowdown in the People’s Republic of China (the “PRC”) and the shifting of pattern to online shopping further negatively impacted the Retail Business.

Under such an unfavorable ambience, the Group has adopted a prudent approach in restructuring its sales network aiming at minimising the operating costs amid meeting the shift of consumers’ preference towards shopping online.

MONEY LENDING BUSINESS

The Group obtained the money lender licence and commenced Money Lending Business from June 2016. During the six months ended 30 September 2023, the Money Lending Business had generated interest income of approximately HK\$1.7 million. The Group expects that the worsening business environment in Hong Kong may affect the loan demand and lending risks of the Group.

Therefore, the Group will continue to evaluate its risk management measures and ensure a proper balance between return and risk in the long run.

FINANCIAL QUOTIENT AND INVESTMENT EDUCATION BUSINESS

During the year ended 31 March 2021, the Group established the Financial Quotient and Investment Education Business. The Group provides financial quotient and investment education courses for the customers, aiming at enhancing their knowledge in the areas of finance and investment. The Group in return earns tuition fee income from the provision of courses. During the six months ended 30 September 2023, certain courses were completed with inspiring achievements and revenue of approximately HK\$99.0 million, representing an increase of approximately 23.8% as compared to that of approximately HK\$80.0 million for the corresponding period in 2022.

PROPERTY INVESTMENT BUSINESS

The Group also established the Property Investment Business during the year ended 31 March 2020. The Group will keep seeking for opportunities of asset appreciation and cash flow return in the property market within Hong Kong and in the Asian-Pacific region.

PRIVATE SUPPLEMENTARY EDUCATION BUSINESS

In August 2021, the Group resolved to develop the business of provision of private supplementary education services as a new business of the Group. Private supplementary education services play a supplemental role to regular schools, helping students deepen their understanding of what they have learnt in classes, improve their school grades and better prepare themselves for public examinations. Private supplementary education services, especially those for local secondary school students, have been in high demand in Hong Kong.

As at 30 September 2023, each of the education centers located in Causeway Bay, Kowloon Bay, Prince Edward, Tsuen Wan and Mongkok has obtained the “Certificate of Provisional Registration of A School” granted by the Education Bureau of Hong Kong.

During the six months ended 30 September 2023, the Private Supplemental Education Business had generated revenue of approximately HK\$31.8 million, representing an increase of approximately 61.4% as compared to that of approximately HK\$19.7 million for the corresponding period in 2022.

PROSPECTS

For the OEM Business, the management of the Group (the “Management”) is committed to strengthening the customer base. The Group will continue to find new orders and customers. Also, as mentioned above, the Group started to have business with a new customer based in Hong Kong which provides non-garment textile products to commercial offices, restaurants, healthcare and retail premises.

For the Retail Business, the Management will closely monitor the consumers’ behaviour and will continue the promotion campaigns. Because of the outbreak of coronavirus in Hong Kong, there was an adverse impact to the Group and accordingly, the Management will actively keep monitoring the performance of the Group, and will implement appropriate strategy in a timely manner. Despite the uncertainties, the Management still remains positive towards the Retail Business in the long run.

For Money Lending Business, the Group will continue to expand in a prudent and balanced risk management approach.

For the Financial Quotient and Investment Education Business, the Group will (i) invest resources to expand the market share, and (ii) strive to broaden its customer base. The Group is also seeking for opportunities of asset appreciation and cash flow return in the property market within Hong Kong and in the Asian-Pacific region. Whilst the Group remains focused on developing its existing businesses, in particular the Investment Education Business, it has been the business strategy of the Group to proactively seek potential investment opportunities in order to enhance value of the Shareholders.

The Group commenced the business of provision of private supplementary education services. The Board is optimistic on the prospects of the demand for the private tutorial classes and considers that the new business of the private supplementary education services will further enhance the Company’s financial performance as well as the value of the Shareholders.

FINANCIAL REVIEW

Revenue

The Group’s revenue increased from approximately HK\$102.2 million for the six months ended 30 September 2022 to approximately HK\$132.8 million for the six months ended 30 September 2023, representing an increase of approximately 30.0%, which was mainly driven by the strong performance of the “Financial Quotient and Investment Education Business” and the “Private Supplementary Education Business”.

For the Financial Quotient and Investment Education Business, certain courses were completed with inspiring achievements and revenue of approximately HK\$99.0 million, representing an increase of approximately 23.8% as compared to that of approximately HK\$80.0 million for the corresponding period in 2022.

For the business of provision of private supplementary education services, it had achieved encouraging result with tuition income of approximately HK\$31.8 million for the six months ended 30 September 2023. It represented a significant increase of approximately 61.4% as compared to the same period in 2022.

For the OEM Business and Money Lending Business, it had generated income of approximately HK\$0.3 million and HK\$1.7 million for the six months ended 30 September 2023 respectively.

The following table sets forth the breakdowns of the revenue of the Group by segment for each of the six months ended 30 September 2023 and 30 September 2022.

	Six months ended 30 September			
	2023		2022	
	<i>HK\$'000</i>	%	<i>HK\$'000</i>	%
OEM Business	290	0.2	–	0.0
Retail Business	–	0.0	860	0.8
Money Lending Business	1,706	1.3	1,690	1.7
Financial Quotient and Investment				
Education Business	99,024	74.6	79,985	78.2
Property Investment Business	–	0.0	–	0.0
Private Supplementary Education				
Business	31,766	23.9	19,686	19.3
	132,786	100.0	102,221	100.0

Cost of sales

The Group's cost of sales increased by 78.6% to approximately HK\$58.4 million for the six months ended 30 September 2023 as compared to the six months ended 30 September 2022. The increase was mainly attributable to the increase in the cost of sales of the Financial Quotient and Investment Education Business and Private Supplementary Education Business during the six months ended 30 September 2023.

Expenses

Selling and administrative expenses for the six months ended 30 September 2023 was approximately HK\$50.6 million (2022: HK\$48.5 million).

Profit for the period

The profit for the six months ended 30 September 2023 was approximately HK\$20.2 million. The profit for the six months ended 30 September 2022 was approximately HK\$18.3 million. Such increase in profit was primarily attributable to the growth in the Group's Financial Quotient and Investment Education business and Private Supplementary Education business.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

As at 30 September 2023, the share capital and equity attributable to owners of the Company amounted to approximately HK\$208,000 and HK\$301.8 million respectively (31 March 2023: approximately HK\$197,000 and HK\$252.9 million respectively).

As at 30 September 2023, the Group had approximately HK\$71.7 million in bank balances and cash (31 March 2023: approximately HK\$48.6 million). The Group's total borrowings (including promissory note) were approximately HK\$7.5 million (31 March 2023: HK\$7.5 million). The gearing ratio was approximately 2.5% at 30 September 2023 (31 March 2023: 3.0%).

Note:

Gearing ratio is calculated as the total debt (borrowings) divided by total equity.

Capital Expenditure and Commitments

Details of capital expenditure are set out in Note 12 to the Interim Financial Statements. Save as disclosed in this announcement, the Group did not have any significant capital commitments as at 30 September 2023.

CHANGE OF COMPANY NAME

On 2 June 2023, the Company changed its English name from “Legendary Group Limited” to “Legendary Education Group Limited” and adopted the Chinese name “傳承教育集團有限公司” as its dual foreign name to replace its former Chinese name “創天傳承集團有限公司” (the “Change of Company Name”). Further details of the Change of Company Name were set out in the announcement of the Company dated 7 March 2023 and 2 June 2023, and the circular of the Company dated 7 March 2023. The Change of Company Name was registered with the Registrar of Companies in Hong Kong on 5 May 2023. Following the Change of Company Name becoming effective, the stock short name of the Company has been changed from “LEGENDARY GROUP” in English and “創天傳承” in Chinese to “LEGENDARY EDU” in English and “傳承教育集團” in Chinese with effect from 9:00 a.m. on 7 June 2023. The Company also adopted a new company logo with effect from 2 June 2023.

Significant investments, acquisitions and disposals, and Plans for Material Investment or Capital Assets

Save as disclosed in this announcement, there were no significant investment held, material acquisitions or disposal of subsidiaries and affiliated companies as at 30 September 2023.

Save as disclosed in this announcement, there was no future plan for material investments or capital assets as at 30 September 2023.

Contingent Liabilities

Save as disclosed in this announcement, the Group had no material contingent liabilities as at 30 September 2023.

Foreign Exchange Risk

The Group’s business operations are denominated mainly in HK\$. The Group’s assets and liabilities are mainly denominated in HK\$. Currently, the Group has not entered into agreements or purchased instruments to hedge the Group’s exchange rate risks.

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

As at 30 September 2023, the interests and short positions of each Director and chief executive in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (“SFO”)), which are required (i) to be notified to the Company and the Stock Exchange pursuant to the provisions of Division 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); (ii) pursuant to section 352 of Part XV of the SFO, to be entered in the register referred to therein; or (iii) pursuant to the Model Code to be notified to the Company and the Stock Exchange, were as follows:

Long positions in Shares and underlying shares of the Company:

Name of Directors	Capacity	Number of Shares held	Number of Options held	Total	Percentage of the Company's issue share as at 30 September 2023 (%)
Chan Lap Jin Kevin	Beneficial owner	33,982,080	3,584,000	37,566,080	9.02
Yuen Yu Sum	Beneficial owner	6,904,480	3,584,000	10,488,480	2.52
Chung Chin Kwan	Beneficial owner	1,135,200	–	1,135,200	0.27
	Interest of spouse	184,800 (Note 1)	–	184,800	0.04
Law Wing Chung	Beneficial owner	211,200	728,000	939,200	0.23

Note:

(1) 184,800 shares are owned by Ms. Lam Ka Yee, who is the spouse of Mr. Chung Chin Kwan.

Saved as disclosed above, as at 30 September 2023, none of the Directors and chief executives of the Company had any interests or short position in any shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) (i) as required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and/or short positions which they are taken or deemed to have under such provisions of the SFO), or (ii) as required to be recorded in the register required to be kept by the Company pursuant to Sections 352 of the SFO, or (iii) as otherwise notified to the Company and the Stock Exchange pursuant to the required standard of dealings by directors of listed issuers as referred to in Rule 5.46 to Rule 5.67 of the GEM Listing Rules.

DIRECTORS' AND CHIEF EXECUTIVE'S RIGHTS TO ACQUIRE SHARES OR DEBT SECURITIES

Save as disclosed under the section headed "DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES OR DEBENTURES OF THE COMPANY AND ITS ASSOCIATED CORPORATION", as at 30 September 2023, neither the company, holding company nor any of its subsidiaries was a party to any arrangements to enable the directors and chief executive of the company to acquire benefits by means of the acquisition of shares in, or debt securities, including debentures, of the company or any other body corporate, and none of the directors and chief executive of the company or their spouses or children under the age of 18, had any right to subscribe for the securities of the company, or had exercised any such rights.

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

So far as the Directors are aware, as at 30 September 2023, other than the Directors or chief executives of the Company whose interests or short positions are disclosed under the paragraph headed “Directors’ and Chief Executives’ Interests and Short Positions in the Shares, Underlying Shares or Debentures of the Company and Its Associated Corporations” above, the following parties have interest or short position in the shares or underlying shares of the Company which have to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO and as recorded in the register required to be kept under Section 336 of the SFO, and who were expected, directly or indirectly, to be interested in 5% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of the Company are listed as follows:

Long positions in shares and underlying shares of the Company

Name of shareholder	Capacity/ Nature of interests	Number of ordinary shares	Percentage of the Company’s issue share capital
Lui Yu Kin	Beneficial owner	55,669,300	13.36

SHARE OPTION SCHEME

Details of the share option scheme are set out in Note 18 to the Interim Financial Statements.

CORPORATE GOVERNANCE PRACTICES

The Group’s corporate governance practices are based on the principles and the code provisions in the Corporate Governance Code (the “Code”) as set out in Appendix 15 to the GEM Listing Rules.

During the six months ended 30 September 2023 and up to the date of this announcement, save for the deviation from code provision A.2.1 of the Code which explained below, the Company has applied the principles and complied with all the applicable code provisions of the Code contained in Appendix 15 to the GEM Listing Rules.

CHAIRMAN AND CHIEF EXECUTIVE OFFICER (“CEO”)

Under the code provision A.2.1 of the Code, the roles of the chairman and the CEO should be separate and should not be performed by the same individual. Mr. Yuen Yu Sum was appointed as the chairman of the Board on 14 April 2021. The Board is in the process of finding an appropriate person to fill the vacancy of the CEO as soon as practicable. Meanwhile, the Board considers that the existing Board members are able to share the power and responsibilities of CEO among themselves.

COMPLIANCE WITH THE REQUIRED STANDARD OF DEALINGS IN SECURITIES TRANSACTIONS BY DIRECTORS

The Group adopted the required standards of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as the code of conduct regarding Directors’ securities transactions in securities of the Company.

Upon the Group’s specific enquiry, each Director confirmed that he/she had fully complied with the required standard of dealings and there was no event of non-compliance during the six months ended 30 September 2023 and up to the date of this announcement.

PURCHASE, SALES OR REDEMPTION OF THE COMPANY’S LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company’s listed securities for the six months ended 30 September 2023.

DIRECTORS’ INTEREST IN COMPETING BUSINESS

The Directors confirm that none of the Directors and their respective close associates (as defined in the GEM Listing Rules) had an interest in any business which competed or was likely to compete, either directly or indirectly with the Group’s business during the six months ended 30 September 2023.

Compliance Committee

The Company established a compliance committee (the “Compliance Committee”) with effect from 20 June 2022. The Compliance Committee is responsible for overseeing the regulatory compliance with all relevant rules and regulations applicable to the Company, including but not limited to, the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the “GEM Listing Rules”), the Securities and Futures Ordinance, and the Companies Ordinance (Cap. 622 of the Laws of Hong Kong) (together, “Applicable Laws”).

The members of the Compliance Committee consist of two independent non-executive Directors and one executive Director. The Board has appointed Mr. Chung Chin Kwan, Mr. Chan Kim Fai Eddie, both being independent non-executive Directors and Mr. Yuen Yu Sum, being the chairman of the Board and an executive Director, as members of the Compliance Committee. Mr. Chung Chin Kwan has been appointed as the chairman of the Compliance Committee.

The terms of reference of the Compliance Committee will be made available on the Company’s website at <http://www.legendaryedu.com> and the Stock Exchange’s website at <http://www.hkexnews.hk>.

With the aim to implement the Independent Consultant’s recommendation and strengthen the regulatory compliance function of the Group, the Company has engaged Kenneth Chong Law Office, an independent Hong Kong legal adviser, to provide consultation on Applicable Laws compliance to the Group for a period Starting from 1 July 2022.

AUDIT COMMITTEE

The Company has established the audit committee (the “Audit Committee”) with terms in compliance with the Code as set out in Appendix 15 to the GEM Listing Rules. The duties of the Audit Committee are to primary review financial statements of the Group and oversee internal control procedures and risk management of the Group.

As at the date of this announcement, the Audit Committee consists of 3 independent non-executive Directors, namely Mr. Chan Kim Fai Eddie, Mr. Chung Kwok Pan and Mr. Chung Chin Kwan. Mr. Chan Kim Fai Eddie is the chairman of the Audit Committee.

The Audit Committee has reviewed the accounting principles and policies adopted by the Group and the Interim Financial Statements and is of the opinion that the preparation of such statements complied with the applicable accounting standards, GEM Listing Rules and that adequate disclosures have been made.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This announcement is published on the websites of the GEM and the Company (www.legendaryedu.com). The interim report of the Company for the six months ended 30 September 2023 containing all the information required by the GEM Listing Rules will be dispatched to the Company's shareholders and published on the above websites.

By order of the Board
Legendary Education Group Limited
Yuen Yu Sum
Chairman and Executive Director

Hong Kong, 14 November 2023

As at the date of this announcement, the Board comprises two executive Directors, namely, Mr. Yuen Yu Sum (Chairman) and Mr. Chan Lap Jin Kevin; three non-executive Directors, namely, Mr. Law Wing Chung, Dr. Tang Sing Hing Kenny and Ms. Mak Louisa Ming Sze; and three independent non-executive Directors, namely, Mr. Chung Chin Kwan, Mr. Chan Kim Fai Eddie and Mr. Chung Kwok Pan.

This announcement, for which the Directors 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, 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 Stock Exchange's website at <http://www.hkexnews.hk> for at least 7 days from the date of its posting and on the website of the Company at <http://www.legendaryedu.com>.