

**Gowin New Energy Group Limited (“GNE” or the “Group”)
(NEX: GWIN)**

Interim Results for the Six Months Ended 30 June 2019

London: Thursday, 19th September 2019: Gowin New Energy Group Limited, engaged in the research and development, outsourcing and sales of LED lighting products, and the tea trading business, today announces its unaudited financial results for the six months ended 30 June 2019.

Chairman’s Statement

Gowin New Energy Group Limited (“the Group”) is pleased to release its 2019 Interim Report for the period 1 January 2019 to 30 June 2019. There have been no material changes to the LED and tea businesses compared to that reported in the recently published 2018 Annual Report.

Management is working industriously on preparing its first allotment of preference shares to first round investors. This includes implementing corporate structures and banking facilities to support the new tea sales and distribution business as well as implementing a tea trading relationship with the Chinese Pu-erh Tea Exchange Association. Funds have been committed by the relevant investors. Upon completion of regulatory and related approval processes, the Group will complete the process of allotting the preference shares for the purpose of tea business operations. Tea business cash flow projections for the next 12 months are encouraging and over time should ensure a sure footing for the Group and a gradual retirement of debt obligations. The Board looks forward to the next phase of development of the Group.

On 19 March 2019, the Group announced that at the Company's Annual General Meeting ("AGM") held on that day, all of the resolutions proposed, as set out in the Notice of AGM, were duly passed.

CEO Mr. Chen Chih-Lung has committed to continue to fund short term liquidity to support the Group’s working capital requirements as and when required.

Events Post Reporting Date

The Group has obtained loans from the CEO Mr. Chen Chih Lung of £80,000 on 11 July 2019. These loans demonstrate his continuous commitment to support the working capital needs of the Group as when required.

Garry Willinge
Non-Executive Chairman

19th September 2019

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

INDEPENDENT REVIEW REPORT TO GOWIN NEW ENERGY GROUP LIMITED

Introduction

We have been engaged by the Group to review the condensed set of consolidated financial statements in the half-yearly financial report for the six months ended 30 June 2019 which comprises the Condensed Consolidated Balance Sheet, Condensed Consolidated Statements of Comprehensive Income, Changes in Equity and Cash Flows and related notes. We have read the other information contained in the half-yearly financial report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the condensed set of financial statements.

Directors' responsibilities

The half-yearly financial report is the responsibility of, and has been approved by, the Directors. The Directors are responsible for preparing the half-yearly financial report in accordance with the NEX Rules for Issuers.

The annual financial statements of the Group are prepared in accordance with IFRSs as adopted by the European Union. The condensed set of financial statements included in this half-yearly financial report has been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting".

Our responsibility

Our responsibility is to express to the Group a conclusion on the condensed set of financial statements in the half-yearly financial report based on our review.

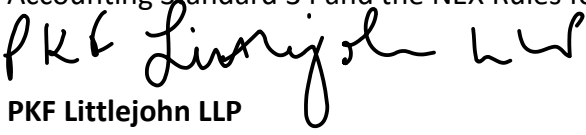
This report, including the conclusion, is made solely to the Group for the purpose of the NEX Rules for Issuers. We do not, in producing this report, accept or assume responsibility to anyone, other than the Company, for our work, for this report, or for the conclusion we have formed. This report may not be provided to third parties without our prior written consent.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of financial statements in the half-yearly financial report for the six months ended 30 June 2019 is not prepared, in all material respects, in accordance with International Accounting Standard 34 and the NEX Rules for Issuers.



PKF Littlejohn LLP
Statutory Auditor

15 Westferry Circus
Canary Wharf
London E14 4HD

19 September 2019

Gowin New Energy Group Limited
Condensed consolidated statement of comprehensive income
For the six months ended 30 June 2019

		Six months ended 30 June RMB'000 (Unaudited)	Six months ended 30 June RMB'000 (Unaudited)
Continuing Operations	Note		
Revenue	7	4	4
Cost of sales		-	-
Gross profit		<u>4</u>	<u>4</u>
Administrative expenses	10	(2,035)	(1,926)
Investment gain(loss)		2	(405)
Selling expenses		(3)	-
Operating loss		<u>(2,032)</u>	<u>(2,327)</u>
Finance costs	9	(86)	(47)
Other Income/ (loss)		10	-
Foreign exchange gain/(loss)		59	(153)
Loss before tax		<u>(2,049)</u>	<u>(2,527)</u>
Tax	11	-	-
Loss from continuing operations		<u>(2,049)</u>	<u>(2,527)</u>
Other comprehensive income		-	-
Total comprehensive loss for the period attributable to owners of the parent		<u><u>(2,049)</u></u>	<u><u>(2,527)</u></u>
Loss per share attributable to owners of the parent during the period expressed in RMB per share			
Basic and diluted loss per share	12	<u><u>(0.007)</u></u>	<u><u>(0.009)</u></u>

Gowin New Energy Group Limited
Condensed consolidated statement of financial position
As at 30 June 2019

	Note	As at 30 June 2019	As at 30 June 2018	As at 31 December 2018
		RMB'000 (Unaudited)	RMB'000 (Unaudited)	RMB'000 (Audited)
Assets				
Non-Current Assets				
Long-term Investments	14	2,269	4,135	2,305
Current assets				
Trade and other receivables	15	150	604	81
Cash in bank	16	203	235	330
		<u>2,622</u>	<u>4,974</u>	<u>2,716</u>
Total assets		<u>2,622</u>	<u>4,974</u>	<u>2,716</u>
Non-Current Liabilities				
Loans from equity holders	17	(4,428)	-	-
Current liabilities				
Trade and other payables	17	(11,790)	(12,408)	(14,263)
Total liabilities		<u>(16,218)</u>	<u>(12,408)</u>	<u>(14,263)</u>
Net assets		<u>(13,596)</u>	<u>(7,434)</u>	<u>(11,547)</u>
Equity attributable to owners of the Company				
Share capital	18	29,000	29,000	29,000
Retained loss		(42,596)	(36,434)	(40,547)
Total equity		<u>(13,596)</u>	<u>(7,434)</u>	<u>(11,547)</u>

Gowin New Energy Group Limited
Condensed consolidated statement of changes in equity
For the six months ended 30 June 2019

	Attributable to owners of the Company			
	Share capital RMB'000	Share premium RMB'000	Retained losses RMB'000	Total RMB'000
For the six months ended 30 June 2018 (Unaudited)				
Balance as at 1 January 2018 (Audited)	25,000	-	(33,907)	(8,907)
Loss for the period	-	-	(2,527)	(2,527)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	(2,527)	(2,527)
Total transactions with owners, recognized directly in equity				
Issue of shares	4,000	-	-	4,000
Balance as at 30 June 2018	29,000	-	(36,434)	(7,434)
For the six months ended 30 June 2019 (Unaudited)				
Balance as at 1 January 2019 (Audited)	29,000	-	(40,547)	(11,547)
Loss for the period	-	-	(2,049)	(2,049)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	(2,049)	(2,049)
Total transactions with owners, recognized directly in equity				
Issue of shares				
Balance as at 30 June 2019	29,000	-	(42,596)	(13,596)

Gowin New Energy Group Limited
Condensed consolidated statement of cash flows
For the six months ended 30 June 2019

	Six months ended 30 June 2019 RMB'000 (Unaudited)	Six months ended 30 June 2018 RMB'000 (Unaudited)
Cash Flows used in Operating Activities		
Loss before tax	(2,049)	(2,527)
Finance income	-	-
Finance cost	83	47
Investment loss/(gain)	(2)	-
Foreign currency loss/(gain)	(55)	-
Decrease/(Increase) in trade and other receivables	(69)	(22)
(Decrease)/Increase in trade and other payables	<u>1,237</u>	<u>(2,215)</u>
Net cash used in operating activities	<u>(855)</u>	<u>(4,717)</u>
Cash Flows generated from Financing Activities		
Shareholders' loans	728	3,831
Issue of shares	-	4,000
Repayment of loans	-	(3,213)
Finance cost	<u>-</u>	<u>(47)</u>
Net cash generated from financing activities	<u>728</u>	<u>4,571</u>
Net increase in cash and cash equivalents	<u>(127)</u>	<u>(146)</u>
Cash and cash equivalents at beginning of period	<u>330</u>	<u>381</u>
Cash and cash equivalents at end of period	<u><u>203</u></u>	<u><u>235</u></u>

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

1. General information

Gowin New Energy Group Limited (“the Company”) was incorporated in the Cayman Islands. The registered office of the Company is located at Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands and the main business office is located at 4F-3, No. 1247, Zhongzheng Road, Taoyuan District, Taoyuan City 330, Taiwan.

The principal activity of Gowin New Energy Group Limited and its subsidiaries (“the Group”) has historically been the research and development, outsourcing and sales of LED lighting products, and the tea trading business. The Group is continuing with its corporate restructuring including investing in businesses in related fields.

During this period of corporate restructuring, the CEO, Mr. Chen Chih Lung, has supported the Group financially by way of loans and guarantees.

The Company's shares are listed on the NEX Exchange (NEX) Growth Market.

The condensed consolidated interim financial information is presented in Renminbi (“RMB”), which is the presentational and functional currency of the Group, and all values are rounded to the nearest thousand except where indicated otherwise.

2. Basis of Preparation

The non-statutory condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and IFRS Interpretations Committee (IFRS IC) Interpretations.

The condensed interim consolidated financial statements have been prepared under the historical cost convention.

The preparation of the condensed interim consolidated financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires Management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the Consolidated non-statutory Financial Statements, are disclosed in Note 5.

New and amended accounting standards adopted by the Group

Effective during the year

During the year, the Group has adopted the following standards and amendments:

- IFRS 16 – Leases effective 1 January 2019
- IFRIC 23 revisions – Uncertainty over tax treatments effective 1 January 2019

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

2. Basis of Preparation (continued)

- Annual Improvement – 2015-2017 Cycle effective 1 January 2019

The adoption of the above standards and amendments did not have any impact on the financial position or performance of the Group.

Not yet effective

At the date of authorisation of these non-statutory condensed interim consolidated financial statements, the following Standards, amendments and interpretations were not yet effective:

- IFRS 3 amendments – Business definition effective 1 January 2020
- ISA 1&ISA 8 amendments – Definition of materiality effective 1 January 2020

The Group is evaluating the impact of the new and amended standards above. The Directors do not expect that these new and amended standards will have a material impact on the Group's results or shareholders' funds.

3. Going Concern

The non-statutory condensed interim consolidated financial statements have been prepared on a going concern basis.

The Group reported a net loss after tax of RMB 2,049,000 for the six months ended 30 June 2019 (six months ended 30 June 2018: loss of RMB 2,527,000). Management's assessment of the ability of the Group to continue as a going concern has considered cashflow forecasts, including assumptions regarding the Group's activities, raising funds from existing shareholders and the open market, and the Group's ability to settle liabilities as and when they fall due.

Mr Chen has recommitted his personal financial support to provide loans for business operations as and when required for a period of no less than 12 months from the date of signing the Financial Statements.

Additionally, the Group expects to make a placement for new preferred shares to support the Tea Business.

Based on the above, the Directors consider there are reasonable grounds to believe that the Group will be able to fund the Group's future operating expenses. Should the Group not be able to continue trading, adjustments would have to be made to reduce the value of assets to their recoverable amounts, to provide for further liabilities which might arise and to re-classify non-currents assets as current.

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

3. Going Concern (continued)

The non-statutory condensed interim consolidated financial statements do not include any adjustments that may be required should the Group be unable to continue as a going concern.

4. Risks and uncertainties

The additional activities planned for the Group will add new challenges, risks and uncertainties. The Board is actively reviewing the impact of its plans but does not immediately see any variations in the key financial risks other than the valuation of investments.

5. Critical accounting estimates and judgements

The preparation of condensed consolidated interim financial information requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the end of the reporting period. Significant items subject to such estimates are set out in Note 5 of the Group's 2018 Annual Report and Financial Statements. The nature and amounts of such estimates have not changed significantly during the interim period.

6. Significant accounting policies

The condensed consolidated interim financial information has been prepared under the historical cost convention as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss.

The accounting policies and methods of computation used in the preparation of these condensed consolidated interim financial information are consistent with those used in the Group's 2018 Annual Report and Financial Statement, except for the adoption of the amendments and interpretations issued by the International Accounting Standards Board that are mandatory for accounting periods beginning 1 January 2019.

The effect of the adoption of these amendments and interpretations was not material to the Group's results or financial position.

7. Segment information

The business of the Group consists the outsourcing production, sales of LED lighting products in China and abroad and sales of tea. For the purpose of IFRS 8, the chief operating decision makers are the Directors. All of the Group's income is derived from Taiwan and China. Internal and external reporting is on a consolidated basis, with transactions between Group companies eliminated on consolidation. Therefore, the financial information of the single segment is the same as that set out in the consolidated statement of comprehensive income,

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

7. Segment information (continued)

the consolidated statement of financial position, the consolidated statement of changes in equity and the consolidated statement of cash flows.

8. Financial assets

All financial assets are recognised and de-recognised on a trade date basis where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value plus transaction costs, except for those financial assets classified as at fair value through profit or loss which are initially measured at fair value.

Financial assets are classified into the following specified categories: financial assets “at fair value through profit or loss”, “held-to-maturity investments”, “available-for-sale” financial assets and “loans and receivables”. The classification depends on the nature and purpose of financial assets and is determined at the time of initial recognition.

The Group assesses at the end of each reporting period whether there is objective evidence that a financial asset, or a group of financial assets, is impaired. For equity investments, a significant or prolonged decline in the fair value of the security below its cost is also evidence that the assets are impaired. If any such evidence exists the cumulative loss – measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss – is removed from equity and recognised in profit or loss. Impairment losses recognised in the consolidated income statement on equity instruments are not reversed through the consolidated income statement.

9. Finance cost

	Six months ended 30 June 2019 RMB'000 (Unaudited)	Six months ended 30 June 2018 RMB'000 (Unaudited)
Interest cost	83	47
Bank charge	3	-
Total finance cost	86	47

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

10. Expense by nature

	Six months ended 30 June 2019 RMB'000 (Unaudited)	Six months ended 30 June 2018 RMB'000 (Unaudited)
Staff costs	532	576
Directors' remuneration	756	747
Auditors' remuneration	277	-
Other professional fees	300	404
Other operating expenses	170	199
Total administrative expenses	<u>2,035</u>	<u>1,926</u>

11. Income tax

	Six months ended 30 June 2019 RMB'000 (Unaudited)	Six months ended 30 June 2018 RMB'000 (Unaudited)
Current income tax for the period	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

The Group is not subject to taxation in the Cayman Islands, British Virgin Islands or Samoa Islands.

No provision for Hong Kong or Chinese taxation has been made as the Group has not generated any profit in Hong Kong, Taiwan or China.

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

12. Loss per share

Loss per share for the period ended 30 June 2019 is calculated by dividing RMB 2,049,000 loss for the period attributable to the equity holders of the Company by the average number of shares, of 290,000,659 (30 June 2018: 269,448,047).

	Six months ended 30 June 2019 RMB (Unaudited)	Six months ended 30 June 2018 RMB (Unaudited)
Basic and diluted loss per share (RMB)	<u>(0.007)</u>	<u>(0.009)</u>

No diluted loss per share are presented as there are no potential ordinary shares outstanding for the six months ended 30 June 2019 and 2018.

13. Dividend

No dividends were proposed during the reporting period and the Directors do not recommend the payment of an interim dividend for the six months ended 30 June 2019.

14. Long term investments

Quoted equity securities

	RMB'000
As at 1 January 2019	<u>2,305</u>
Investment gain	2
Foreign Exchange loss	(38)
As at 30 June 2019	<u>2,269</u>

The Company holds 1,040,000 shares in Taiwan Thick-Film Industries Corp., a company listed on Taipei Stock Exchange.

Gowin New Energy Group Limited
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For the six months ended 30 June 2019

15. Trade and other receivables	As at 30 June 2019 RMB'000 (Unaudited)	As at 30 June 2018 RMB'000 (Audited)
Guarantee deposits paid	12	-
Trade receivables	-	24
Prepayment	73	37
Amounts due from related party	12	15
Loans to related party	53	527
	<u>150</u>	<u>603</u>

The amounts due from related party and the loans to related party were unsecured, interest-free and repayable on demand. The related party is controlled by a director of the Group.

The ageing analysis of the Group's trade receivables after impairment based on delivery date is as follows:

	As at 30 June 2019 RMB'000 (Unaudited)	As at 30 June 2018 RMB'000 (Audited)
Current trade receivables		
0 - 30 days	-	-
31 – 60 days	-	-
61 – 365 days	-	24
	<u>-</u>	<u>24</u>

16. Cash and cash equivalents	As at 30 June 2019 RMB'000 (Unaudited)	As at 30 June 2018 RMB'000 (Audited)
Cash on hand	11	14
Cash at bank and in hand	191	221
	<u>203</u>	<u>235</u>

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

17. Trade and other payables	As at 30 June 2019 RMB'000 (Unaudited)	As at 30 June 2018 RMB'000 (Audited)
Trade payables	369	27
Accruals and other payables	584	630
Loans from equity holders	9,021	7,035
Management personnel	6,242	4,290
Receipt in advance	2	426
	<u>16,218</u>	<u>12,408</u>

The amounts due to equity holders were unsecured, interest-free and repayable on demand.

The loans from equity holders bear interest rate of 2% and are repayable in 2020.

An ageing analysis of the Group's trade payables based on the invoice date is as follows:

	As at 30 June 2019 RMB'000 (Unaudited)	As at 30 June 2018 RMB'000 (Audited)
Current trade payables		
31 to 60 days	-	-
61 to 365 days	369	27
	<u>369</u>	<u>27</u>

18. Share capital

	No. of 1p ordinary shares	RMB'000
As at 1 January 2019	<u>290,000,533</u>	<u>29,000</u>
Issue of shares	-	-
As at 30 June 2019	<u>290,000,533</u>	<u>29,000</u>

Gowin New Energy Group Limited
Notes to the condensed consolidated interim financial information
For the six months ended 30 June 2019

19. Related party transactions

The ultimate controlling party of the Group is the CEO Mr Chen Chih Lung.

20. Approval of interim financial information

The condensed consolidated interim financial information was approved by the Board of Directors on 28 September 2019.

21. Events after reporting date

1. The Group has obtained loans from the CEO Mr. Chen Chih Lung of £80,000 on 11 July 2019. These loans demonstrate his continuous commitment to support the working capital needs of the Group as when required.