

Yik Wo International Holdings Limited

易和國際控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock code: 8659

Interim Report
2026

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*This report, for which the directors (the “**Director(s)**”) of Yik Wo International Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) 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 Group. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this report 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 report misleading.*

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Xu Youjiang (*Chairman*)
Ms. Xu Liping
Mr. Zhang Yuansheng
Mr. Cheng Congyu

Independent non-executive Directors

Mr. Chan Chun Hin (appointed on 10 February 2026)
Mr. Yang Jie
Mr. Zhang Hongbo
Mr. Chang Eric Jackson (resigned on 10 February 2026)

COMPLIANCE OFFICER

Mr. Xu Youjiang

AUTHORISED REPRESENTATIVES (FOR THE PURPOSES OF THE GEM LISTING RULES)

Ms. Lui Mei Ka
Mr. Xu Youjiang

COMPANY SECRETARY

Ms. Lui Mei Ka

AUDIT COMMITTEE

Mr. Chan Chun Hin (*Chairman*)
(appointed on 10 February 2026)
Mr. Yang Jie
Mr. Zhang Hongbo
Mr. Chang Eric Jackson (resigned on 10 February 2026)

REMUNERATION COMMITTEE

Mr. Yang Jie (*Chairman*)
Mr. Chan Chun Hin (appointed on 10 February 2026)
Mr. Zhang Hongbo
Mr. Zhang Yuansheng
Mr. Chang Eric Jackson (resigned on 10 February 2026)

NOMINATION COMMITTEE

Mr. Zhang Hongbo (*Chairman*)
Mr. Yang Jie
Mr. Chan Chun Hin (appointed on 10 February 2026)
Mr. Xu Youjiang
Mr. Chang Eric Jackson (resigned on 10 February 2026)

RISK MANAGEMENT COMMITTEE

Mr. Xu Youjiang (*Chairman*)
Ms. Xu Liping
Mr. Zhang Yuansheng
Mr. Zhang Hongbo

AUDITOR

Grant Thornton Hong Kong Limited
11th Floor
Lee Garden Two
28 Yun Ping Road
Causeway Bay
Hong Kong

CORPORATE INFORMATION

PRINCIPAL BANKER

Agricultural Bank of China
Jinjiang Longhu Branch
Baikai Jingbianzhong Complex
Fenglin Industrial Zone
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Jinjiang City
Fujian Province
China

REGISTERED OFFICE IN CAYMAN ISLANDS

Maples Corporate Services Limited
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KY1-1104
Cayman Islands

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN THE PRC

Wukeng Industrial Zone
Longhu Town
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Fujian Province
China

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Room 6, 3/F., Lladro Centre
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CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Maples Fund Services (Cayman) Limited
PO Box 1093, Boundary Hall
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Grand Cayman, KY1-1102
Cayman Islands

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Computershare Hong Kong Investor Services Limited
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183 Queen's Road East
Wan Chai
Hong Kong

WEBSITE ADDRESS

www.yikwo.cn

STOCK CODE

8659

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND OUTLOOK

The Group is principally engaged in the design and development, manufacturing and sales of disposable plastic food storage containers and to a lesser extent, sales of daily necessities and other household goods on e-commerce platform and retails shops in the People's Republic of China (the "PRC"). Mr. Xu Youjiang ("**Mr. Xu**"), the chairman and executive director of the Company, is responsible for the overall management, strategic development and major decision making of the Group.

The Group facilitates production of a comprehensive range of disposable plastic food storage containers, including the design and production of moulds, which are sold to customers in the PRC.

For the six months ended 30 June 2026, the revenue of the Group recorded a decrease primarily due to the sluggish market demand for the Group's disposable plastic food storage, following a period of significant revenue growth for such product over the past two years.

Looking forward, the Directors consider that the Group will continue to be affected by external opportunities and challenges such as the popularity of environmentally friendly disposable plastic food storage containers, advances in production technologies and competition from substitutes, such as disposable food storage containers in the market made of other materials. The Directors are of the view that maintaining product safety and focusing on environmental protection, brand promotion, expansion of sales channels and product customisation remain to be the key drivers for the growth of the disposable plastic storage container business. With the Group's experienced management team and reputation in the market, the Directors consider that the Group is well-positioned to compete against its competitors under such future challenges that are commonly faced by all competitors, and the Group will continue to strengthen its market position in the industry and expand its market share by the implementation of the Group's business plans through utilisation of the Group's cash and cash equivalents and cash generated from operating activities.

In addition, the e-commerce market in the PRC has continued to grow over the past few years. The Group acquired 100% interest in Beijing Youpinhui Trading Co., Ltd.* (北京優拼匯商貿有限公司) ("**Beijing Youpinhui**") through acquisition of Youpinhui Enterprise Limited ("**Youpinhui Enterprise**"), which held Beijing Youpinhui on 1 June 2022. Beijing Youpinhui is engaged in the development and operation of mobile app and e-commerce platform, enabling its users to purchase daily necessities and agricultural products via the mobile app. In July 2022, the Group launched a new e-commerce APP platform Yihe Tianxia* (易和天下), which is an online shopping platform covering daily necessities, beauty and skin care products, household appliances, domestic special agricultural products and other products.

The Group will continue to develop commercial business, continuously optimise customer experience, broaden its revenue stream and ultimately maximise shareholder returns.

* For identification purposes only

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW

Revenue

The revenue decreased from approximately RMB109.5 million for the six months ended 30 June 2025 to approximately RMB60.4 million for the six months ended 30 June 2026, representing a decrease of approximately RMB49.1 million or approximately 44.8%. Following the enhancement of regulatory environment policies in the PRC on the disposable plastic products, in particular in certain provinces and cities, such as Hainan and Shanghai, the government has banned the use of non-degradable plastics. In additions, the significant increase in United States tariffs has led to a significant decline in demand and sales of disposable plastic products in the PRC. There were a significant decrease in revenue for the six months ended 30 June 2026 as compared to that of 2025, due to the intense market competition, reduced demand on plastic box after COVID-19, increase in Unites States tariffs and gradual change of the preference to the use of bio-degradable plastic products in the market. The Group expected that there will be more challenging business environment in the near future in light of the intense competition from other market competitors of new biodegradable plastic products, which are expected to be more popular in the market.

Cost of sales

The cost of sales decreased from approximately RMB78.3 million for the six months ended 30 June 2025 to approximately RMB47.1 million for the six months ended 30 June 2026, representing a decrease of approximately RMB31.3 million or approximately 40.0%. Such decrease was in line with the decrease in revenue.

Gross profit

Gross profit of the Group decreased by approximately RMB17.9 million or approximately 57.3% from approximately RMB31.2 million for the six months ended 30 June 2025 to approximately RMB13.3 million for the six months ended 30 June 2026. The overall gross profit margin decreased from approximately 28.5% for the six months ended 30 June 2025 to approximately 22.1% for the six months ended 30 June 2026.

Selling expenses

Selling expenses for the six months ended 30 June 2026 amounted to approximately RMB3.2 million (six months ended 30 June 2025: RMB6.2 million), representing a decrease of approximately 51.5%. Such decrease was attributable to the decrease in selling expenses, including sales staff costs and promotional expenses incurred by both segments of disposable plastic food storage containers and e-commerce.

Administrative and other operating expenses

Administrative and other operating expenses of the Group increased by approximately RMB7.8 million or approximately 61.2% from approximately RMB12.5 million for the six months ended 30 June 2025 to approximately RMB20.2 million for the six months ended 30 June 2026.

Administrative and other operating expenses primarily consist of staff costs, research and development cost, amortisation expense on intangible assets, legal and professional service fees and other costs incurred for the Group's daily operation. The increase was primarily attributable to the increase in research and development cost arising from change to disposable plastic products.

Finance costs

During the six months ended 30 June 2026, finance costs for the Group was approximately RMB81,000 (30 June 2025: RMB86,000). It was mainly due to the lease arrangement in respect of the machinery and equipment at the end of lease term.

MANAGEMENT DISCUSSION AND ANALYSIS

Income tax credit/expense

Income tax credit for the Group was accounted for approximately RMB0.1 million for the six months ended 30 June 2026 while income tax expense was accounted for approximately RMB4.1 million for the six months ended 30 June 2025. Income tax expense was solely arisen from provision for the PRC enterprise income tax at applicable tax rate of 25% on the assessable profits of the PRC subsidiaries.

Loss/profit for the period

Loss for the period was accounted for approximately RMB8.6 million during the six months ended 30 June 2026 while profit for the period was accounted for approximately RMB9.0 million during the six months ended 30 June 2025, representing a decrease of approximately RMB17.6 million or approximately 196.1% compared to the six months ended 30 June 2025. The decrease was mainly due to decrease in gross profit of approximately RMB17.9 million compared to the six months ended 30 June 2025.

LIQUIDITY AND FINANCIAL RESOURCES

The Group's net current assets increased from approximately RMB245.0 million as at 31 December 2025 to approximately RMB248.8 million as at 30 June 2026.

The current ratio decreased from approximately 14.7 as at 31 December 2025 to approximately 11.5 as at 30 June 2026.

The gearing ratio is calculated based on debts (sum of trade and other payables and lease liabilities) divided by total equity as at the respective dates and multiplied by 100%. The gearing ratio decreased from approximately 7.5% as at 31 December 2025 to approximately 9.5% as at 30 June 2026.

Cash position

At 30 June 2026, the bank balances and cash of the Group were approximately RMB228.1 million (31 December 2025: approximately RMB211.0 million). The increase was mainly due to the net cash generated from investing and financing activities.

Borrowings

As at 30 June 2026 and 31 December 2025, the Group had no borrowings.

Lease liabilities

As at 30 June 2026, the Group had lease liabilities of approximately RMB5.5 million (31 December 2025: RMB5.6 million), which are to be repaid based on the agreed repayment schedule ranging from 3 to 20 years as set out in the agreements. For details of the lease liabilities, please refer to note 14 to the interim financial report.

CAPITAL STRUCTURE

The shares of the Company were successfully listed on GEM of the Stock Exchange on 13 July 2020. There has been no material change in the capital structure of the Group since the listing of the shares of the Company on GEM of the Stock Exchange to 30 June 2026 and up to the date of this report. The share capital of the Group only comprises of ordinary shares.

MANAGEMENT DISCUSSION AND ANALYSIS

As at 30 June 2026, the Company's issued share capital was approximately HK\$8.2 million and the number of its issued ordinary shares was 823,331,036 of HK\$0.01 each.

Details of the movements during the year ended 31 December 2025 and six months ended 30 June 2026 in the Company's share capital are set out in note 21 to the interim financial report.

SUBSCRIPTIONS OF NEW SHARES

On 24 December 2025, the Company entered into the subscription agreements with Mr. Wei Guochun and Mr. Ruan Shixian, (the "**Subscribers**"), pursuant to which the Company has conditionally agreed to issue to the Subscribers, and the Subscribers have conditionally agreed to subscribe for, the subscription shares, being a total of 149,696,552 subscription shares at the subscription price of HK\$0.12 per subscription share under the general mandate granted by the shareholders of the Company at the annual general meeting of the Company held on 25 June 2025.

On 31 March 2026, the Company entered into the deed of termination with Mr. Ruan Shixian, pursuant to which Mr. Ruan Shixian and the Company agreed to terminate their subscription agreement with effect from 31 March 2026.

The subscriptions by Mr. Wei Guochun took place on 31 March 2026. 74,848,276 subscription shares were allotted and issued to Mr. Wei Guochun by the Company, at the subscription price of HK\$0.12 per subscription share.

As at 30 June 2026, the Group had utilised the proceeds as set out in the table below:

	Net proceeds from the subscriptions HK\$ million	Utilisation up to 30 June 2026 HK\$ million	Utilisation during the six months ended 30 June 2026 HK\$ million	Unutilised proceeds HK\$ million	Expected timeline for the use of unutilised proceeds
Settlement of other payables	8.0	1.75	1.75	6.25	2026
General working capital	0.86	0.37	0.37	0.49	2026
Total	8.86				

For details of the subscriptions, please refer to the announcements of the Company dated 24 December 2025, 27 February 2026 and 31 March 2026.

SEGMENTAL INFORMATION

The Directors regard the Group had two operation segments, being (i) design, development, manufacturing and sales of disposable food storage containers and (ii) sales of daily necessities and other household goods on e-commerce platform and retails shops.

MANAGEMENT DISCUSSION AND ANALYSIS

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

The Group has a preliminary plan to build a new factory and procure new machineries and equipment for the production of bio-degradable plastic products. Based on the current plan and budget of the Group, the Group will need to expend:

- (i) an aggregate of approximately RMB150 million for the acquisition of land-use rights and construction of the new factory building; and
- (ii) an aggregate of approximately RMB118 million for the preparation for the production of bio-degradable plastic products, including the purchase of machinery, equipment.

As at 30 June 2026, except as disclosed above, the Group did not have plans for material investments and capital assets.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES

On 31 December 2025, the Company and 廈門榮登盛世國際貿易有限公司 (Xiamen Rongdeng Shengshi International Trading Co. Ltd.)* (the "**Purchaser**") entered into the agreement, pursuant to which the Company has conditionally agreed to sell the 100% equity interest in June Pictures & Media Limited (頤臻影視傳媒有限公司), an indirectly wholly owned subsidiary of the Company, to the Purchaser at the consideration of RMB15 million. June Pictures & Media Limited is principally engaged in investment holding, which in turn holds 10% interest in a film project, with the tentative title "English (英格力士)". The disposal was completed on 23 March 2026.

For details of the disposal, please refer to the announcements of the Company dated 31 December 2025, 16 February 2026 and 23 March 2026, and note 22 of this report.

During the six months ended 30 June 2026, except as disclosed above, the Group did not make any significant investments, acquisitions or disposal during the period ended 30 June 2026 which would constitute a discloseable transaction under GEM Listing Rules.

CHARGES ON GROUP ASSETS

As at 30 June 2026, the Group did not have any charges on its assets (31 December 2025: Nil).

CONTINGENT LIABILITIES

The Group did not have any contingent liabilities as at 30 June 2026 (31 December 2025: Nil).

EXPOSURE TO EXCHANGE RATE FLUCTUATION

The Group operated mainly in the PRC with most of the Group's transactions settled in Renminbi. As such, the Group did not have significant exposure to foreign exchange risk during the year. The Group did not use any financial instruments for hedging purpose during the six months ended 30 June 2026.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, the Group employed a total of 172 employees (31 December 2025: 186 employees). The staff costs, including Directors' emoluments, of the Group were approximately RMB8.6 million for the six months ended 30 June 2026 (six months ended 30 June 2025: approximately RMB9.6 million). Remuneration is determined with reference to a fixed salary and the Group utilises an appraisal system for the employees, which is based on conducting salary reviews and thereby making promotion decisions.

MANAGEMENT DISCUSSION AND ANALYSIS

DISCLOSURE OF INTERESTS

A. Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures

As at 30 June 2026, the interests or short positions of the Directors, chief executives of the Company in the Shares, underlying Shares and debentures of the Company or any of its associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) which were required (i) 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 short positions which they were taken or deemed to have under such provisions of the SFO), or (ii) pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or (iii) pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, to be notified to the Company and the Stock Exchange, were as follows:

Long/short Position in the Company's Shares

Name of Director	Capacity/Nature of interest	Number and class of securities	Long/short position	Approximate percentage of shareholding in the Company
Mr. Xu	Beneficial Owner	74,482,760 ordinary shares	Long	9.05%
Ms. Xu Liping ("Ms. Xu")	Interest of spouse ^(Note 1)	74,482,760 ordinary shares	Long	9.05%

Notes:

1. Ms. Xu Liping is the spouse of Mr. Xu and is therefore deemed to be interested in the Shares in which Mr. Xu is interested under the SFO.

MANAGEMENT DISCUSSION AND ANALYSIS

B. Substantial Shareholders' and Other Persons' Interests and Short Positions in Shares, Underlying Shares and Debentures

As at the 30 June 2026, the interests and short positions of the person (other than the Directors or chief executive of the Company) or company in the Shares, underlying Shares and debentures of the Company which was required to be recorded in the register required to be kept under Section 336 of the SFO were as follows:

Name	Capacity	Number and class of securities	Long/short position	Approximate percentage of shareholding in the Company
Mr. Xu	Beneficial owner	74,482,760 ordinary shares	Long	9.05%
Merit Winner Limited ("Merit Winner")	Beneficial owner	67,500,000 ordinary shares	Long	8.20%
Mr. Hui Man Kit ("Mr. Hui")	Interest of a controlled corporation ^(Note 1)	67,500,000 ordinary shares	Long	8.20%
Ms. Hui Mei Nga	Interest of spouse ^(Note 2)	67,500,000 ordinary shares	Long	8.20%
Youpinhui Investment	Beneficial owner	64,000,000 ordinary shares	Long	7.78%
Mr. Ma Jianqing	Interest of a controlled corporation ^(Note 3)	64,000,000 ordinary shares	Long	7.78%

Notes:

1. The entire issued share capital of Merit Winner was held by Mr. Hui. Accordingly, Mr. Hui is deemed to be interested in the Shares held by Merit Winner under the SFO.
2. Ms. Hui Mei Nga is the spouse of Mr. Hui and is therefore deemed to be interested in the Shares in which Mr. Hui is interested under the SFO.
3. The entire issued share capital of Youpinhui Investment was held by Mr. Ma Jianqing. Accordingly, Mr. Ma Jianqing is deemed to be interested in the Shares held by Youpinhui Investment under the SFO.

MANAGEMENT DISCUSSION AND ANALYSIS

Same as disclosed above, as at the date of this report and so far as is known to the Directors, no person, other than the Directors and chief executive of the Company whose interests are set out in the section "A. Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures" and "B. Substantial Shareholders' and Other Persons' Interests and Short Positions in Shares, Underlying Shares and Debentures" above, had notified the Company of an interest or short position in the Shares or underlying shares and/or the debentures of the Company that was required to be recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO.

COMPETING AND CONFLICTS OF INTERESTS

The Directors are not aware of any business or interest of the Directors nor the controlling shareholder of the Company nor any of their respective associates (as defined in the GEM Listing Rules) that competes or may compete with the business of the Group and any other conflicts of interest which any such person has or may have with the Group during the six months ended 30 June 2026.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2026 (including sale of treasury shares, if any).

CORPORATE GOVERNANCE CODE

Ms. Xu is the chief executive officer of the Group, while Mr. Xu is the chairman. The roles of the chairman and chief executive are separated and performed by different individuals.

During the six months ended 30 June 2026, the Company has complied with the applicable code provisions of the Corporate Governance Code (the "CG Code") as set out in Appendix C1 to the GEM Listing Rules.

DIRECTORS' SECURITIES TRANSACTIONS

The Group has adopted a code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standards of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules. The Company had also made specific enquiries of all the Directors and except as disclosed below, the Company was not aware of any non-compliance with the required standard of dealings and its code of conduct regarding securities transactions by the Directors throughout the six months ended 30 June 2026.

On 18 March 2026, Prize Investment Limited, a company wholly owned by Mr. Xu Youjiang, disposed of 66,100,000 shares of the Company at an average consideration of HK\$0.157 per Share (the "Disposal") without notifying the director designated by the board of the Company in writing and obtain his clearance prior to the Disposal in accordance with GEM Rule 5.61. Mr. Xu did the Disposal during the period of 60 days immediately preceding the publication date of the annual results and failed to comply GEM Rule 5.56(a). Mr. Xu confirmed to the Board that such non-compliance was an inadvertent oversight and he did not intend to commit such breach. Mr. Xu further confirmed that he does not possess any inside information of the Company when the Disposal took place.

DIVIDEND

The Board does not recommend the payment of interim dividend for the six months ended 30 June 2026 (2025: RMB Nil).

SHARE OPTION SCHEME

The Company did not have share option scheme as at 30 June 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

IMPORTANT EVENTS AFTER THE REPORTING PERIOD

The Board proposed the adoption of the restricted share award scheme (the **"Share Award Scheme"**). The purposes of the Share Award Scheme are to (i) provide its participants (the **"Participants"**) with an opportunity to acquire a proprietary interest in the Company; (ii) encourage and retain such individuals to work with the Group; and (iii) provide additional incentive for them to achieve performance goals, with a view to achieving the objective of increasing the value of the Group by motivating the Participants to strive for the continual operation and future development and expansion of the Group and aligning the interests of the Participants and the Shareholders.

The Share Award Scheme was approved by the shareholders of the Company in the extraordinary general meeting of the Company on 30 July 2026. For details of the Share Award Scheme, please refer to the announcement of the Company dated 14 July 2026 and the circular of the Company dated 15 July 2026.

Except as disclosed above, the Board is not aware of any significant event requiring disclosure that has taken place subsequent to 30 June 2026 and up to the date of this report.

CHANGE IN DIRECTORS' INFORMATION

Since the date of the annual report of the Company for the year ended 31 December 2025 and up to the date of this report, there were no substantial changes to the Directors' information required to be disclosed pursuant to Rule 17.50A(1) of the GEM Listing Rule.

AUDIT COMMITTEE

The Company established an audit committee (**"Audit Committee"**) with its written terms of reference in compliance with the GEM Listing Rules, in accordance with provisions set out in the CG Code which are available on both websites of the Stock Exchange and the Company. The primary duties of the Audit Committee are mainly (i) to review and supervise the financial reporting process and to oversee the audit process of the Group; (ii) to oversee internal control procedures and corporate governance of the Group; (iii) to supervise internal control systems of the Group; and (iv) to monitor any continuing connected transactions. The Audit Committee consists of three members, namely Mr. Chan Chun Hin, Mr. Zhang Hongbo and Mr. Yang Jie, all being independent non-executive Directors of the Company. Mr. Chan Chun Hin currently serves as the chairman of the Audit Committee.

The Audit Committee has reviewed the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2026.

By order of the Board
Yik Wo International Holdings Limited
Xu Youjiang
Chairman and Executive Director

Hong Kong, 31 August 2026

As at the date of this report, the executive Directors are Mr. Xu Youjiang, Ms. Xu Liping, Mr. Zhang Yuansheng and Mr. Cheng Congyu, and the independent non-executive Directors are Mr. Chan Chun Hin, Mr. Zhang Hongbo, and Mr. Yang Jie.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		Six months ended 30 June	
	Notes	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Revenue	6	60,401	109,517
Costs of sales		(47,070)	(78,326)
Gross profit		13,331	31,191
Other income	7	70	639
Selling expenses		(3,018)	(6,220)
Administrative and other operating expenses		(20,225)	(12,471)
(Loss)/profit from operations		(9,842)	13,139
Finance costs	8	(81)	(86)
Gain on disposal of a subsidiary	22	1,204	—
(Loss)/profit before income tax	9	(8,719)	13,053
Income tax credit/(expense)	10	120	(4,102)
(Loss)/profit for the period		(8,599)	8,951
Other comprehensive income, net of tax:			
Items that will be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operation recognised		526	2
Total comprehensive (expenses)/income for the period		(8,073)	8,953
(Loss)/earnings per share attributable to equity holders of the Company			
Basic and diluted	12	(RMB1.09 cents)	RMB1.20 cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	30 June 2026 RMB'000 (unaudited)	31 December 2025 RMB'000 (audited)
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	13	36,604	40,172
Intangible assets	15	1,088	1,576
		37,692	41,748
Current assets			
Financial assets at fair value through profit or loss ("FVTPL")	16	—	15,000
Inventories	17	8,341	5,022
Tax recoverable		163	163
Trade and other receivables	18	35,902	31,709
Cash and cash equivalents	19	228,088	210,959
		272,494	262,853
Current liabilities			
Trade and other payables	20	21,359	15,564
Lease liabilities	14	2,331	2,284
		23,690	17,848
Net current assets		248,804	245,005
Total assets less current liabilities		286,496	286,753
Non-current liabilities			
Lease liabilities	14	3,177	3,283
Net assets		283,319	283,470
EQUITY			
Share capital	21	7,327	6,667
Reserves		275,992	276,803
Total Equity		283,319	283,470

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Share capital RMB'000 (unaudited)	Share premium* RMB'000 (unaudited)	Other reserve* RMB'000 (unaudited)	Translation reserve* RMB'000 (unaudited)	Retained profits* RMB'000 (unaudited)	Total RMB'000 (unaudited)
As at 1 January 2025	6,667	83,348	26,091	(356)	172,695	288,445
Profit for the period	—	—	—	—	8,951	8,951
Other comprehensive income:						
— Exchange differences on translation of foreign operation recognised	—	—	—	2	—	2
Total comprehensive income for the period	—	—	—	2	8,951	8,953
As at 30 June 2025 (unaudited)	6,667	83,348	26,091	(354)	181,646	297,398
As at 1 January 2026	6,667	83,348	26,091	1,442	165,922	283,470
Loss for the period	—	—	—	—	(8,599)	(8,599)
Other comprehensive income:						
— Exchange differences on translation of foreign operation recognised	—	—	—	526	—	526
Total comprehensive income/(expenses) for the period	—	—	—	526	(8,599)	(8,073)
Issuance of ordinary shares (note 21)	660	7,262	—	—	—	7,922
As at 30 June 2026 (unaudited)	7,327	90,610	26,091	1,968	157,323	283,319

* The reserves accounts comprise the Group's reserves of RMB275,992,000 in the condensed consolidated statement of financial position as at 30 June 2026 (as at 31 December 2025: RMB276,803,000).

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
<i>Net cash (used in)/generated from operating activities</i>	(3,715)	11,783
Cash flows from/(used in) investing activities		
Interest received	56	94
Purchase of property, plant and equipment	(2,508)	(2,625)
Proceeds from disposal of a subsidiary	15,000	—
<i>Net cash from/(used in) investing activities</i>	12,548	(2,531)
Cash flows from/(used in) financing activities		
Proceeds from issuance of shares	7,922	—
Payment of lease liabilities	(140)	(1,539)
<i>Net cash from/(used in) financing activities</i>	7,782	(1,539)
Net increase in cash and cash equivalents	16,615	7,713
Cash and cash equivalents at the beginning of the period	210,959	206,143
Effect of foreign exchange rate changes	514	7
Cash and cash equivalents at the end of the period	228,088	213,863

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

1. GENERAL INFORMATION

Yik Wo International Holdings Limited (the **"Company"**, together with its subsidiaries, the **"Group"**) was incorporated as an exempted company in the Cayman Islands on 13 December 2018 with limited liability. The addresses of the Company's registered office and principal place of business are PO Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands and Wukeng Industrial Zone, Longhu Town, Jinjiang City, Fujian Province, the PRC, respectively.

The Company is an investment holding company and its subsidiaries are principally engaged in the design and development, manufacturing and sales of disposable plastic food storage containers and the sales of daily necessities and other household goods on e-commerce platform and retail shops in the PRC.

2. BASIS OF PREPARATION

The condensed consolidated interim financial information for the six months ended 30 June 2026 has been prepared in accordance with the applicable disclosure requirements of the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited and Hong Kong Accounting Standard (**"HKAS"**) 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the **"HKICPA"**). The condensed consolidated interim financial information does not include all of the information required in annual consolidated financial statements and should be read in conjunction with the annual report of the Group for the year ended 31 December 2025.

The condensed consolidated interim financial information is unaudited.

The condensed consolidated interim financial information is presented in thousands of units of Renminbi (**"RMB'000"**), except when otherwise indicated, which was approved for issue by the Board of Directors on 31 August 2026.

3. SIGNIFICANT ACCOUNTING POLICIES

The condensed consolidated interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with the accounting policies adopted in the Group's consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following new and amended Hong Kong Financial Reporting Standards (**"HKFRSs"**) which are effective as of 1 January 2026.

Adoption of new and amended HKFRSs

The Group has adopted the following new and amended HKFRSs that have become effective for accounting period beginning on 1 January 2026 and are relevant to the Group:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature — dependent Electricity
Annual Improvements to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

3. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Adoption of new and amended HKFRSs *(continued)*

The adoption of the new and amended HKFRSs had no material impact on how the results and financial position for the current and prior periods have been prepared and presented.

The Group has not applied any new standards, interpretations or amendments to standards and interpretations that is not yet effective for the current accounting period.

4. ESTIMATES AND JUDGEMENTS

The preparation of condensed consolidated interim financial information requires management to make accounting judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed consolidated interim financial information, 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 consolidated financial statements of the Group for the year ended 31 December 2025.

5. SEGMENT INFORMATION

The executive directors of the Company, being the chief operating decision maker (the "CODM"), have identified the Group's two major product and service lines as operating segments.

These operating segments are monitored and strategic decisions are made on the basis of adjusted segment operating results.

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

5. SEGMENT INFORMATION (continued)

The following is an analysis of the Group's revenue and results by operating and reportable segments:

	Six months ended 30 June 2026		
	Disposable plastic food storage containers RMB'000 (unaudited)	E-commerce RMB'000 (unaudited)	Total RMB'000 (unaudited)
Revenue from external customers	56,302	4,099	60,401
Segment results	(6,382)	(2,755)	(9,137)
Unallocate income			1,204
Unallocated expenses			(786)
Loss before income tax			(8,719)
Income tax credit			120
Loss for the period			(8,599)

	Six months ended 30 June 2025		
	Disposable plastic food storage containers RMB'000 (unaudited)	E-commerce RMB'000 (unaudited)	Total RMB'000 (unaudited)
Revenue from external customers	108,278	1,239	109,517
Segment results	15,984	(2,013)	13,971
Unallocated expenses			(918)
Profit before income tax			13,053
Income tax expense			(4,102)
Profit for the period			8,951

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

5. SEGMENT INFORMATION *(continued)*

	As at 30 June 2026			
	Disposable plastic food storage containers RMB'000 (unaudited)	E-commerce RMB'000 (unaudited)	Unallocated RMB'000 (unaudited)	Total RMB'000 (unaudited)
Reportable segment assets	303,094	5,223	1,869	310,186
Reportable segment liabilities	14,712	6,997	5,158	26,867

	As at 31 December 2025			
	Disposable plastic food storage containers RMB'000 (unaudited)	E-commerce RMB'000 (unaudited)	Unallocated RMB'000 (unaudited)	Total RMB'000 (unaudited)
Reportable segment assets	283,694	4,849	16,058	304,601
Reportable segment liabilities	8,955	5,672	6,504	21,131

6. REVENUE

The Group's principal activities are disclosed in note 1 to the condensed consolidated interim financial statements.

Revenue of the Group is the revenue from these activities and represents the net invoiced value of goods sold.

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

6. REVENUE *(continued)*

Disaggregation of revenue from contracts with customers

The Group's derives revenue from sales of products in the following brand and nature:

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Brand:		
Products under "JAZZIT" brand	51,030	97,644
Non-branded products	5,272	10,634
Disposable plastic food storage containers	56,302	108,278
Non-branded e-commerce: daily necessities and other household goods	4,099	1,239
	60,401	109,517
Nature:		
Regular products	30,188	67,570
Customised products	25,553	39,740
Others	561	968
Disposable plastic food storage containers	56,302	108,278
Non-branded e-commerce: daily necessities and other household goods	4,099	1,239
	60,401	109,517

Regular products represent products with more simplistic design and features which are standardised and commonly used and available in the market. Customised products are the ones with enhanced design features and higher degree of functionality, which generally allow customers to store various kinds of food and beverage with multi-compartment disposable plastic food storage containers.

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

6. REVENUE *(continued)*

Geographical information

The Group's revenue was entirely derived in the PRC for the six month's ended 30 June 2026 and 2025.

The Group's non-current assets are all located in the PRC.

7. OTHER INCOME

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Bank interest income	56	94
Interest income (Note 16)	—	514
Others	14	31
	70	639

8. FINANCE COSTS

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Interest expense for lease arrangements	81	86

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

9. (LOSS)/PROFIT BEFORE INCOME TAX

(Loss)/profit before income tax is arrived at after charging/(crediting):

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Depreciation		
— Owned used	5,275	5,122
— Held under leases	801	1,009
Amortisation of intangible assets included in administrative and other operating expenses	488	1,304
Cost of inventories recognised as an expense	35,029	66,537
Research and development cost (including staff costs)	13,629	5,461
Loss on disposals of property, plant and equipment	—	364
Gain on disposal of a subsidiary (note 22)	(1,204)	—
Transfer of listing and related expenses	—	1,371
Staff costs (including directors' emoluments)		
— Salaries, allowances and other benefits	7,218	8,095
— Contributions to defined contribution retirement plans	1,344	1,482
	8,562	9,577

10. INCOME TAX (CREDIT)/EXPENSE

No provision for profits tax has been provided by the Company as the Company had no assessable profits subject to taxation in any jurisdiction. No provision for Hong Kong profits tax has been provided as the Group had no assessable profits arising from Hong Kong during the six months ended 30 June 2026 and 2025.

The provision for the PRC enterprise income tax has been provided at the applicable tax rate of 25% (2025: 25%) on the assessable profits of the PRC subsidiaries.

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Current tax		
Provision for PRC enterprise income tax	(120)	4,102

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

11. DIVIDENDS

The directors do not recommend the payment of an interim dividend for the six months ended 30 June 2026 (2025: nil).

12. (LOSS)/EARNINGS PER SHARE

The basic (loss)/earnings per share is calculated based on the (loss)/profit for the period attributable to equity holders of the Company and the weighted average number of ordinary shares.

	Six months ended 30 June	
	2026 (unaudited)	2025 (unaudited)
(Loss)/earnings: (Loss)/profit for the period attributable to equity holders of the Company for purpose of basic earnings per share (RMB'000)	(8,599)	8,951
Number of shares: Number of ordinary shares for the purpose of basic earnings per share (in thousand)	785,702	748,483

The diluted (loss)/earnings per share equal to basic (loss)/earnings per share. No adjustment has been made to the basic (loss)/earnings per share amounts presented for the both periods as there was no potential ordinary share in issue.

13. PROPERTY, PLANT AND EQUIPMENT

During the current interim period, the Group incurred approximately RMB2,508,000 (six months ended 30 June 2025: approximately RMB2,625,000) on the acquisition of property, plant and equipment. During the current interim period, the Group did not dispose any property, plant and equipment (six months ended 30 June 2025: disposed property, plant and equipment of approximately RMB364,000 for proceeds of nil, resulting in a loss of disposal of approximately RMB364,000).

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

14. LEASE LIABILITIES

Lease liabilities are presented in the condensed consolidated statement of financial position as follows:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Current:		
— Third parties	1,955	1,912
— Jinjiang Hengsheng Toys Co., Ltd (" Hengsheng Toys ") (note)	376	372
Non-current:		
— Third parties	2,895	3,008
— Hengsheng Toys	282	275
	5,508	5,567

Note: Hengsheng Toys is controlled by Mr. Hui Man Kit. Mr. Hui Man Kit is the brother of Mr. Xu, the chairman and executive director of the Company.

As at 30 June 2026 and 31 December 2025, the Group has leases for an office and factory premises. These leases are reflected on the condensed consolidated statement of financial position as property, plant and equipment and lease liabilities.

Each lease generally imposes a restriction that the right-of-use asset can only be used by the Group. Leases are only be cancelled with mutually agreement between the Group and lessor. There is no variable lease payment and termination option among the lease contracts.

Lease period of certain lease agreements with Hengsheng Toys were three years. The Group can elect to renew for another three years with same rentals upon the expiration of the three-year lease term. Thereafter the lease period and rentals are subject to negotiations but Hengsheng Toys agrees to lease to the Group for a maximum of 20 years from 21 June 2020.

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

14. LEASE LIABILITIES (continued)

The following table shows the future minimum lease payments:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Within one year	2,486	2,464
One to two years	2,607	2,636
Two to five years	635	769
	5,728	5,869
Finance charges	(220)	(302)
	5,508	5,567
	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Present value of minimum lease payments:		
Due within one year	2,331	2,284
Due in first to second years	2,542	2,530
Due in second to fifth years	635	753
	5,508	5,567
Less: Portion due within one year included under current liabilities	(2,331)	(2,284)
Portion due after one year included under non-current liabilities	3,177	3,283

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

15. INTANGIBLE ASSETS

	Mobile app development costs RMB'000	Patent on technical know-how RMB'000	Trademark RMB'000	Total RMB'000
Cost				
As at 1 January 2026 and 30 June 2026 (unaudited)	10,444	4,880	9,500	24,824
Accumulated amortisation				
As at 1 January 2026	10,444	3,304	9,500	23,248
Charge for the period	—	488	—	488
As at 30 June 2026 (unaudited)	10,444	3,792	9,500	23,736
Net book amount				
As at 30 June 2026 (unaudited)	—	1,088	—	1,088
As at 31 December 2025 (audited)	—	1,576	—	1,576

16. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Investment in film production (note)	—	15,000

Note:

On 10 January 2022, the Company entered into the equity sales and purchase agreements with Mr. Xu and certain third parties to acquire 100% equity interest of June Pictures & Media Limited ("June Pictures"), a limited company established in the PRC, satisfied by the issuances of 74,482,760 ordinary shares of the Company to Mr. Xu and debt instruments of RMB6,171,000 to third parties. June Pictures held 10% interest of a film project.

The investment in the file production project entitles the Group, among others, the rights to share the income of the film project, in accordance with the terms of the investment agreement.

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

16. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS *(continued)*

Note: *(continued)*

Before the disposal date (i.e. 23 March 2026), the Group's investment in film production are classified as financial assets at FVTPL as their contractual cash flows are not solely payments of principal and interest.

All the film production had been completed and the carrying amount at the end of the reporting period represented the fair value of the estimated net future cash flows from the film attributable to the Group.

June Pictures was originally wholly-owned by a third party, Yeewo Pictures & Media Limited ("**Yeewo Pictures**"). Yeewo Pictures transferred certain equity interests in June Pictures to Mr. Xu and another third party. Yeewo Pictures, Mr. Xu and another third party then transferred 100% equity interest in June Pictures to the Company.

In respect of the acquisition of June Pictures by the Company, Yeewo Pictures provides a profit guarantee of RMB25,572,000 for the 10% interest in the film project to the Company. Mr. Xu agrees to pay a penalty interest of 5% per annum to the Company based on the investment amount of RMB20,571,000 until the release date of the film project, starting from 1 January 2023.

On 31 December 2025, the Company entered into an equity sales and purchase agreement with an independent third party to dispose 100% equity interest of June Pictures for a consideration of RMB15,000,000. The disposal of June Pictures was completed on 23 March 2026.

The movement of the financial assets at FVTPL during the period is set out below:

	RMB'000
As at 1 January 2026	15,000
Disposal (note 22)	(15,000)
As at 30 June 2026 (unaudited)	—

17. INVENTORIES

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Raw materials	6,302	3,202
Finished goods	2,039	1,820
	8,341	5,022

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

18. TRADE AND OTHER RECEIVABLES

	As at 30 June 2026 RMB'000	As at 31 December 2025 RMB'000
Trade receivables		
— From third parties	32,945	29,200
Other receivables	965	996
Prepayments	641	482
Deposits	1,351	1,301
Other receivables	2,957	2,509
	35,902	31,709

The directors consider that the fair values of all of the trade and other receivables which are expected to be recovered within one year are not materially different from their carrying amounts due to these balances having short maturity periods on their inception.

Trade receivables

Before accepting any new customer, the Group applies an internal credit assessment policy to assess the potential customer's credit quality. The credit period is generally for a period of 60 days. Overdue balances are reviewed regularly by senior management. Trade receivables are non-interest-bearing.

An aged analysis of the trade receivables, based on the invoice date and net of ECL allowance, is as follows:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Within 30 days	8,152	8,066
31 days to 60 days	6,521	7,039
61 days to 90 days	8,734	7,774
91-180 days	9,538	6,321
	32,945	29,200

All trade receivables are denominated in RMB. The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or when the trade receivables are over two years past due, whichever occurs earlier. As at 30 June 2026, trade receivables of RMB18,272,000 were past due (31 December 2025: RMB14,095,000). During the period ended 30 June 2026, no written off was made against the trade receivables (31 December 2025: nil).

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

18. TRADE AND OTHER RECEIVABLES *(continued)*

Trade receivables *(continued)*

Generally, the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision for loss allowance based on past due status is not further distinguished between the Group's different customer base. As at 31 December 2025 and 30 June 2026, there has not been any significant change in the gross amounts of trade receivables that has affected the estimation of the loss allowance during the year/period.

19. CASH AND CASH EQUIVALENTS

As at 30 June 2026, bank balances of RMB222,127,000 (31 December 2025: RMB210,666,000) were denominated in RMB placed with banks in the PRC. RMB is not a freely convertible currency respectively. The conversion of RMB denominated deposits placed in banks in the PRC in foreign currencies and remittance of such foreign currencies denominated bank balances and cash out of the PRC are subject to relevant rules and regulation of foreign exchange control promulgated by the PRC government. Cash at banks earns interest at floating rates based on daily bank deposit rates.

20. TRADE AND OTHER PAYABLES

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Trade payables		
— To third parties	11,736	3,670
Accrued charges and other payables		
— Other tax payable	338	362
— Salaries payables	1,413	2,458
— Other payables and accruals	6,721	1,328
— Receipts in advance	1,151	478
— Consideration payable (Note (i))	—	6,171
— Deferred gain (Note (ii))	—	1,097
	9,623	11,894
	21,359	15,564

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

20. TRADE AND OTHER PAYABLES *(continued)*

Notes:

- (i) As at 30 June 2026, consideration payable was reclassified as other payables and accruals after completion of disposal of June Pictures on 23 March 2026. As at 31 December 2025, consideration payable represented the promissory notes issued for acquisition of 100% equity interest of June Pictures (note 16) amounting to RMB6,171,000 which was interest-free and repayable on demand upon the date when the film is publicly released in cinemas in the PRC.
- (ii) Deferred gain represents the difference between the fair value of considerations given and the fair value of financial assets at FVTPL (note 16) at date of acquisition. The deferred gain recognised in the consolidated statement of profit or loss and other comprehensive income upon realisation of the investment in film production. Relevant portion of the difference attributable to shareholder's contribution is included in the consolidated statement of changes in equity. Deferred gain was recognised in the consolidated statement of profit or loss and other comprehensive income upon completion of disposal of June Pictures on 23 March 2026 (i.e. realisation of the investment in film production).

Trade payables

The Group is granted by its suppliers credit periods ranging from 30 to 60 days. An aged analysis of the trade payables, based on the invoice date, is as follows:

	As at 30 June 2026 RMB'000 (unaudited)	As at 31 December 2025 RMB'000 (audited)
Within 30 days	10,909	3,199
31 days to 60 days	827	471
	11,736	3,670

All trade payables are denominated in RMB. All amounts are short term and hence the carrying values of trade and other payables are considered to be a reasonable approximation of their fair values.

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

21. SHARE CAPITAL

	No. of ordinary shares	RMB'000
Authorised:		
As at 31 December 2025 (audited), 1 January 2026 and 30 June 2026 (unaudited)	5,000,000,000	45,147
	No. of ordinary shares	RMB'000
As at 31 December 2025 (audited) and 1 January 2026	748,482,760	6,667
Issuance of ordinary shares	74,848,276	660
As at 30 June 2026 (unaudited)	823,331,036	7,327

Note: The ordinary shares of the Company has a par value of HK\$0.01 each.

22. DISPOSAL OF A SUBSIDIARY

On 31 December 2025, the Company entered into an equity sales and purchase agreement with an independent third party to dispose 100% equity interest of June Pictures for a consideration of RMB15,000,000. The disposal of June Pictures was completed on 23 March 2026 and the consideration for the disposal was settled in March 2026.

Net assets disposed of

	As at 30 June 2026 RMB'000 (Unaudited)
Non-current assets	
Financial assets at fair value through profit or loss	15,000
Total assets	15,000
Current liabilities	
Other payables	107
Total liabilities	107
Net assets disposal of	14,893

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

22. DISPOSAL OF A SUBSIDIARY *(continued)*

Gain on disposal of a subsidiary

	As at 30 June
	2026 RMB'000 (Unaudited)
Consideration for disposal	
— Received	15,000
Total consideration for disposal	15,000
Net assets disposal of	14,893
Deferred gain upon realisation of the investment in film production	(1,097)
	13,796
Gain on disposal of a subsidiary	1,204
Consideration for disposal received and net cash inflow on disposal	15,000

NOTES TO THE INTERIM FINANCIAL REPORT

For the six months ended 30 June 2026

23. RELATED PARTY TRANSACTIONS

In addition to those disclosed elsewhere in the condensed consolidated interim financial information, the Group had the following transactions with related parties during the period:

Compensation of key management personnel

	Six months ended 30 June	
	2026 RMB'000 (unaudited)	2025 RMB'000 (unaudited)
Salaries, allowances and benefits	483	479
Retirement scheme contributions	12	9
	495	488