



裕程物流集團有限公司

Grand Power Logistics Group Limited

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 8489

2026

INTERIM REPORT



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*This report, for which the directors (collectively the “**Directors**” and individually a “**Director**”) of Grand Power Logistics Group Limited (the “**Company**”, together with its subsidiaries, collectively the “**Group**”) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM (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 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.*

This report will be available on the Company’s website at www.grandpowerexpress.com and will remain on the “Latest Listed Company Information” page on the Stock Exchange’s website at www.hkexnews.hk for at least 7 days from the date of its publication.

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Directors

Mr. Chiu Ricky Tong (*Chairman and
Chief Executive Officer*)
Mr. Tse Chi Kwan Decky

Non-executive Directors

Ms. Wong Sheng Ning Candace
Mr. Heung Wai Keung

Independent non-executive Directors

Mr. Tam Ka Hei Raymond
Mr. Ng Hung Fai Myron
Mr. Yeung Kwong Wai

COMPANY SECRETARY

Mr. Li Chun Fung

AUTHORISED REPRESENTATIVES

Mr. Chiu Ricky Tong
Mr. Tse Chi Kwan Decky

AUDIT COMMITTEE

Mr. Yeung Kwong Wai (*Chairman*)
Mr. Tam Ka Hei Raymond
Mr. Ng Hung Fai Myron

REMUNERATION COMMITTEE

Mr. Tam Ka Hei Raymond (*Chairman*)
Mr. Ng Hung Fai Myron
Mr. Yeung Kwong Wai

NOMINATION COMMITTEE

Mr. Ng Hung Fai Myron (*Chairman*)
Mr. Tam Ka Hei Raymond
Mr. Yeung Kwong Wai
Ms. Wong Sheng Ning Candace

FINANCIAL REPORTING COMMITTEE

Mr. Yeung Kwong Wai (*Chairman*)
Mr. Heung Wai Keung
Mr. Tam Ka Hei Raymond
Mr. Ng Hung Fai Myron

AUDITOR

Baker Tilly Hong Kong Limited
Certified Public Accountants
Registered Public Interest Entity Auditor

LEGAL ADVISER

CFN Lawyers LLP in association with
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Rooms 1710-1711, 17/F
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REGISTERED OFFICE

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Cayman Islands

**PRINCIPAL PLACE OF BUSINESS IN
HONG KONG**

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Kowloon
Hong Kong

**PRINCIPAL SHARE REGISTRAR AND
TRANSFER OFFICE**

Conyers Trust Company (Cayman)
Limited
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Cayman Islands

**HONG KONG BRANCH SHARE
REGISTRAR AND TRANSFER OFFICE**

Tricor Investor Services Limited
17/F, Far East Finance Centre
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Hong Kong

PRINCIPAL BANKERS

Standard Chartered Bank (Hong Kong)
Limited
China CITIC Bank International Limited
The Hongkong and Shanghai Banking
Corporation Limited

WEBSITE ADDRESS

www.grandpowerexpress.com

STOCK CODE

8489

INTERIM UNAUDITED RESULTS

HIGHLIGHTS (UNAUDITED)

- The revenue of the Group for the six months ended 30 June 2026 was approximately HK\$349.8 million (2025: approximately HK\$330.3 million), representing an increase of approximately 5.9% as compared with that for the corresponding period in 2025.
- The Group recorded a loss attributable to ordinary equity holders of the Company of approximately HK\$12.9 million for the six months ended 30 June 2026 (2025: approximately HK\$35.7 million), representing a substantial decrease of approximately 63.9%.
- The basic and diluted loss per share of the Company were approximately HK4.24 cents for the six months ended 30 June 2026 (2025: approximately HK11.91 cents).

The board of Directors (the “**Board**”) is pleased to present the unaudited condensed consolidated results of the Group for the six months ended 30 June 2026, together with the comparative unaudited figures for the corresponding period in 2025 as follows:

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 HK\$'000 (Unaudited)	2025 HK\$'000 (Unaudited)
Revenue	3	349,821	330,297
Cost of services		(343,707)	(341,977)
Gross profit/(loss)		6,114	(11,680)
Other income	4	163	150
Administrative and other operating expenses		(18,762)	(21,476)
Reversal of impairment losses/ (impairment losses) on trade receivables		770	(795)
Finance costs	5	(1,206)	(1,933)
Loss before income tax	5	(12,921)	(35,734)
Income tax expenses	6	–	–
Loss for the period		(12,921)	(35,734)
Other comprehensive income:			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on consolidation		94	1,540
Total comprehensive loss for the period		(12,827)	(34,194)
		HK cents	HK cents
Losses per share attributable to owners of the Company			
Basic and diluted	7	(4.24)	(11.91)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2026

	Notes	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Non-current assets			
Property, plant and equipment	9	25,537	26,083
Deferred tax assets		—	—
Other receivables		83	83
		25,620	26,166
Current assets			
Trade and other receivables	10	134,473	133,097
Tax recoverable		—	—
Pledged bank deposits		25,829	35,823
Bank balances and cash		33,497	39,084
		193,799	208,004
Current liabilities			
Trade and other payables	11	103,978	92,424
Interest-bearing borrowings	12	42,940	58,888
Lease liabilities		744	929
Deferred income		—	—
		147,662	152,241
Net current assets		46,137	55,763
Total assets less current liabilities		71,757	81,929
Non-current liability			
Lease liabilities		764	864
Total non-current liability		764	864
NET ASSETS		70,993	81,065

		At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
	Notes		
Capital and reserves			
Share capital	13	3,076	3,000
Reserves		67,917	78,065
TOTAL EQUITY		70,993	81,065

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Share capital	Share premium (Note a)	Capital reserve (Note b)	Reserves			Total
				Exchange fluctuation reserve	Statutory reserve	Accumulated losses	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1 January 2026 (audited)	3,000	35,986	97,438	(6,929)	110	(48,540)	81,065
Loss for the period	—	—	—	—	—	(12,921)	(12,921)
Other comprehensive income:							
<i>Items that may be reclassified subsequently to profit or loss</i>							
Exchange differences on consolidation	—	—	—	94	—	—	94
Total comprehensive loss for the period	—	—	—	94	—	(12,921)	(12,827)
Issue of shares, net of transaction costs	76	2,679	—	—	—	—	2,755
At 30 June 2026 (unaudited)	3,076	38,665	97,438	(6,835)	110	(61,461)	70,993
At 1 January 2025 (audited)	3,000	35,986	97,438	(6,285)	110	(3,594)	126,655
Loss for the period	—	—	—	—	—	(35,734)	(35,734)
Other comprehensive income:							
<i>Items that may be reclassified subsequently to profit or loss</i>							
Exchange differences on consolidation	—	—	—	1,540	—	—	1,540
Total comprehensive income/(loss) for the period	—	—	—	1,540	—	(35,734)	(34,194)
At 30 June 2025 (unaudited)	3,000	35,986	97,438	(4,745)	110	(39,328)	92,461

Note a: The share premium represents the excess of the net proceeds from issuance of the Company's shares over their par value.

Note b: The capital reserve represents (i) the aggregate amount of the nominal value of the issued/registered capital of the entities now comprising the Group less consideration paid to acquire the relevant interests (if any), after adjusting the issued/registered capital held by those attributable to the non-controlling interests prior to the reorganisation undergone for the Listing and (ii) staff costs borne by Mr. Chiu Ricky Tong and Ms. Wong Sheng Ning Candace (together the "Ultimate Controlling Party") in prior years.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Net cash generated from operating activities	7,653	11,171
INVESTING ACTIVITIES		
Interest received	141	59
Net cash generated from investing activities	141	59
FINANCING ACTIVITIES		
Proceed from issuance of shares	2,755	—
Advance from interest-bearing borrowings	—	13,000
Repayment of interest-bearing borrowings	(15,945)	(7,280)
Repayment of lease liabilities	(285)	(279)
Net cash (used in)/generated from financing activities	(13,475)	5,441
Net (decrease)/increase in cash and cash equivalents	(5,681)	16,671
Cash and cash equivalents at beginning of the period	39,084	31,263
Effect on exchange rate changes	94	1,540
Cash and cash equivalents at the end of period, represented by bank balances and cash	33,497	49,474

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Grand Power Logistics Group Limited (the “**Company**”, together with its subsidiaries are collectively referred to as the “**Group**”) was incorporated in the Cayman Islands as an exempted company with limited liability on 29 March 2018 under the Companies Act of the Cayman Islands. The shares of the Company were listed on GEM of the Stock Exchange by way of placing and public offer on 13 January 2021 (the “**Listing**” or “**Listing Date**”). The address of the Company’s registered office is Cricket Square, Hutchins Drive, P. O. Box 2681, Grand Cayman KY1-1111, Cayman Islands. The Company’s principal place of business and the Group’s headquarters is situated at Unit 611, 6/F, Tower 1 Harbour Centre, 1 Hok Cheung Street, Hung Hom, Kowloon, Hong Kong.

The Company is an investment holding company and its subsidiaries are principally engaged in the provision of air-freight and ocean-freight forwarding services as an integrated logistics services provider.

At the date of this report, in the opinion of the Directors of the Company, the ultimate controlling parties are the Ultimate Controlling Party, who have been acting in concert over the course of the Group’s business history.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Group’s unaudited condensed consolidated interim financial information for the six months ended 30 June 2026 have been prepared in accordance with Hong Kong Accounting Standard 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (the “**HKICPA**”) and the applicable disclosure requirements of the GEM Listing Rules.

The accounting policies adopted in preparing the unaudited condensed consolidated financial statements for the six months ended 30 June 2026 are consistent with those adopted in preparing the 2025 Annual Report except for the new and revised HKFRS Accounting Standards issued by the HKICPA that are effective for the current accounting period of the Group. At the date of authorisation of the Condensed Consolidated Financial Statements, the Group has not early adopted the new and revised HKFRS Accounting Standards that have been issued but are not yet effective for the current period.

The Group has applied the following new and amended HKFRS Accounting Standards issued by the HKICPA to this interim financial report for the current accounting period:

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
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11

The application of the amendments to HKFRS Accounting Standards has had no material impact on the Group's financial performance and position for the current and prior periods and/or on the disclosures set out in the Condensed Consolidated Financial Statements.

The preparation of the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2026 required the management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

The unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2026 have not been audited by the Company's auditors but have been reviewed by the audit committee of the Company (the "**Audit Committee**").

3. REVENUE

	Six months ended 30 June	
	2026 HK\$'000 (Unaudited)	2025 HK\$'000 (Unaudited)
Revenue from contracts with customers within HKFRS 15		
Air-freight forwarding services	349,142	325,683
Ocean-freight forwarding services	679	4,614
	349,821	330,297

In addition to the information shown in segment disclosures, the revenue from contracts with customers within HKFRS 15 is disaggregated as follows:

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Timing of revenue recognition:		
— Over time		
Air-freight forwarding services	349,142	325,683
Ocean-freight forwarding services	679	4,614
	349,821	330,297

Segment information

Information reported to the executive Directors of the Company, being identified as the chief operating decision makers (the “**CODM**”), for the purposes of resources allocation and assessment of segment performance focuses on types of services provided. No operating segments identified by the CODM have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group’s reportable and operating segments are as follows:

- 1) Air-freight forwarding segment: provision of air-freight forwarding services; and
- 2) Ocean-freight forwarding segment: provision of ocean-freight forwarding services.

Segment revenue and results

Segment revenue represents revenue derived from provision of (i) air-freight forwarding services and (ii) ocean-freight forwarding services.

Segment results represent the gross profit reported by each segment without allocation of other income, administration and other operating expenses, reversal of impairment losses/ (impairment loss) on trade receivables, finance costs and income tax expenses. This is the measure reported to the CODM of the Group for the purposes of resources allocation and performance assessment.

The segment information provided to the CODM of the Group for the reportable segments for the period is as follows:

	Air-freight forwarding HK\$'000 (Unaudited)	Ocean-freight forwarding HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
Six months ended 30 June 2026			
Revenue			
Export	349,136	642	349,778
Import	6	37	43
Segment revenue	349,142	679	349,821
Segment results	6,050	64	6,114
Unallocated income and expenses:			
Other income			163
Administrative and other operating expenses			(18,762)
Reversal of impairment losses on trade receivables			770
Finance costs			(1,206)
Loss before income tax			(12,921)
Income tax expenses			–
Loss for the period			(12,921)

	Air-freight forwarding HK\$'000 (Unaudited)	Ocean-freight forwarding HK\$'000 (Unaudited)	Total HK\$'000 (Unaudited)
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Six months ended 30 June 2025

Revenue

Export	325,682	4,548	330,230
Import	1	66	67

Segment revenue	325,683	4,614	330,297
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Segment results	(12,147)	467	(11,680)
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Unallocated income and expenses:

Other income			150
Administrative and other operating expenses			(21,476)
Provision for impairment loss on trade receivables			(795)
Finance costs			(1,933)

Loss before income tax			(35,734)
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Income tax expense			–
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Loss for the period			(35,734)
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Geographical information

The following table sets out information about the geographical location of the Group's revenue from external customers. The geographical location of the revenue is presented based on the export shipments by destination and import shipments by origin.

Location of revenue

Revenue generated from export shipments by destination

	Six months ended 30 June	
	2026 HK\$'000 (Unaudited)	2025 HK\$'000 (Unaudited)
Europe	175,319	137,209
Asia	29,757	41,565
North America	134,101	141,898
Others	10,601	9,558
	349,778	330,230

Revenue generated from import shipments by origin

	Six months ended 30 June	
	2026 HK\$'000 (Unaudited)	2025 HK\$'000 (Unaudited)
Europe	—	32
Asia	37	35
North America	6	—
	43	67

Information about major customers

Revenue from customers individually contributing 10% or more of the total revenue of the Group is as follows:

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Customer A from air freight forwarding segment	—	47,220
Customer B from air freight forwarding segment	77,837	—*
Customer C from air freight forwarding segment	48,346	—*
Customer D from air freight forwarding segment	38,773	—*

* This customer contributed less than 10% of the total revenue of the Group for the period.

4. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Interest income	141	59
Recovery of bad debts previously written-off	6	—
Sundry income	16	91
	163	150

5. LOSS BEFORE INCOME TAX

This is stated after charging (crediting):

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Finance costs		
Interest on interest-bearing borrowings	1,166	1,893
Interest on lease liabilities	40	40
	1,206	1,933
Staff costs (including Directors' emoluments)		
Salaries, discretionary bonus, allowances and other benefits in kind	7,633	7,710
Contributions to defined contribution plans	379	352
	8,012	8,062
Other items		
Depreciation	628	901
Exchange (gain)/loss, net	(736)	1,259
Recovery of bad debts previously written-off	6	–

6. INCOME TAX EXPENSES

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Current tax		
Hong Kong profits tax		
Current year	—	—

Hong Kong profits tax was calculated at a flat rate of 16.5% of the estimated assessable profits for the six months ended 30 June 2026 and 2025.

The Group's entities established in the Cayman Islands and the British Virgin Islands are exempted from income tax of those jurisdictions.

The Group's entities established in the PRC are subject to enterprise income tax of the PRC at a statutory rate of 25% during the six months ended 30 June 2026 and 2025.

7. LOSSES PER SHARE

The calculation of the basic and diluted losses per share is based on the following data:

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Losses for the period attributable to owners of the Company used in basic and diluted losses per share calculation	(12,921)	(35,734)
	'000	'000
	(Unaudited)	(Unaudited)
<i>Number of shares:</i>		
Weighted average number of ordinary shares for basic and diluted losses per share calculation	304,882	300,000

Diluted losses per share are the same as the basic losses per share as there were no potential dilutive ordinary shares outstanding during the six months ended 30 June 2026 and 2025.

8. DIVIDEND

No dividend was paid or declared by the Company during the six months ended 30 June 2026 and 2025.

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group did not acquire any property, plant and equipment (2025: nil). No property, plant and equipment (2025: nil) was written off or disposed of during the six months ended 30 June 2026.

10. TRADE RECEIVABLES, OTHER RECEIVABLES AND PREPAYMENTS

	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Trade receivables	129,606	131,815
Less: Loss allowances	(839)	(1,596)
	128,767	130,219
Other receivables and prepayments		
Prepayments	2,901	189
Deposits and other receivables	2,971	2,855
Less: loss allowances	(83)	(83)
	5,789	2,961
	134,556	133,180

The credit terms granted to customers are varied and are generally the result of negotiations between individual customers and the Group. The average credit period granted was up to 90 days. At the end of the reporting period, the ageing analysis of trade receivables (net of loss allowances) based on invoice date is as follows:

	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Within 30 days	80,377	80,104
31 to 60 days	44,728	37,329
61 to 90 days	958	3,382
Over 90 days	2,704	9,404
	128,767	130,219

At the end of the reporting period, the ageing analysis of trade receivables (net of loss allowances) by due date is as follows:

	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Not yet due	125,105	117,433
Past due:		
Within 30 days	–	3,382
31 to 90 days	958	6,794
Over 90 days	2,704	2,610
	3,662	12,786
	128,767	130,219

The Group has not impaired certain of its trade receivables which are past due at the end of the reporting period as there has not been a significant change in credit quality.

11. TRADE AND OTHER PAYABLES

	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Trade payables	97,395	84,069
Other payables		
Accruals and other payables	5,000	7,217
Salaries payables	1,583	1,138
	6,583	8,355
	103,978	92,424

The trade payables are non-interest bearing and the Group is normally granted credit terms up to 60 days.

At the end of the reporting period, the ageing analysis of trade payables, based on the invoice date, is as follows:

	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Within 30 days	70,738	72,160
31 to 60 days	20,007	9,359
61 to 90 days	1,306	880
Over 90 days	5,344	1,670
	97,395	84,069

12. INTEREST-BEARING BORROWINGS

At the end of the reporting period, details of the interest-bearing borrowings of the Group are as follows:

	At 30 June 2026 HK\$'000 (Unaudited)	At 31 December 2025 HK\$'000 (Audited)
Interest-bearing borrowings — secured	42,940	58,885

The interest-bearing borrowings represent amounts due to various banks which are due within 1 year, 5 years or 15 years since its inception at 30 June 2026 and 31 December 2025 and normally be renewed with banks upon expiry/maturity.

The weighted average effective interest rates of the interest-bearing borrowings at 30 June 2026 and 31 December 2025 are approximately 5.43% and 6.11%, respectively.

The interest-bearing borrowings are secured by:

- i) certain leasehold properties with an aggregate net carrying amount at the end of the reporting period of approximately HK\$25,537,000 (31 December 2025: HK\$26,083,000); and
- ii) pledged bank deposits with carrying amount at the end of the reporting period of HK\$25,829,000 (31 December 2025: HK\$35,823,000).

The Group regularly monitors its compliance with these covenants and does not consider it probable that the banks will exercise their discretion to demand repayment so long as the Group continues to make payments according to the schedule of the loans. At 30 June 2026 and 31 December 2025, none of the covenants relating to drawn down facilities had been breached.

13. SHARE CAPITAL

	At 30 June 2026 (Unaudited)		At 31 December 2025 (Audited)	
	No. of shares	HK\$'000	No. of shares	HK\$'000
Authorised:				
Ordinary shares of HK\$0.01 each	2,000,000,000	20,000	2,000,000,000	20,000
Issued and fully paid:				
At the beginning and the end of the reporting period	307,575,000	3,076	300,000,000	3,000

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS AND FINANCIAL REVIEW

The Group is a long-established freight forwarder headquartered in Hong Kong, with a sales force in Hong Kong and five regional offices in the People's Republic of China (the “**PRC**”), including Shanghai, Shenzhen, Guangzhou, Xiamen and Suzhou, focusing on the markets in Hong Kong, the PRC and Macau.

The Group is principally engaged in providing air and ocean export and import freight forwarding services, which involve arranging shipment upon receipt of booking instructions from its customers, obtaining cargo space from cargo space suppliers (including airlines, shipping liners and other freight forwarders) and preparing the relevant documentations (such as customs clearance from the origin of consignment). The Group also arranges ancillary logistics services to its air freight forwarding services, including cargo pick up, cargo handling at ports and local transportation, and warehousing related services (such as repackaging, labelling, palletising, customs clearance and warehousing) to meet the requirements of its customers.

REVENUE

The Group derives its revenue from two business segments, namely air freight forwarding services and ocean freight forwarding services, which include both import and export of goods. For the six months ended 30 June 2026, the Group recorded revenue of approximately HK\$349.8 million (2025: approximately HK\$330.3 million), representing an increase of approximately 5.9% as compared with that of the corresponding period in 2025.

The table below sets forth the breakdown of the Group's revenue by business segment for the periods indicated:

	Six months ended 30 June			
	2026		2025	
	(Unaudited)		(Unaudited)	
	<i>HK\$'000</i>	<i>%</i>	<i>HK\$'000</i>	<i>%</i>
Air freight forwarding	349,142	99.8	325,683	98.6
Ocean freight forwarding	679	0.2	4,614	1.4
	349,821	100	330,297	100

Air freight forwarding

The Group's business focus is the provision of air freight export services from the PRC, Hong Kong and Macau to over 120 countries in Europe, Asia, North America and other regions (including South America, Oceania and Africa).

The Group's revenue from the air freight forwarding segment increased by approximately 7.2% to approximately HK\$349.1 million for the six months ended 30 June 2026 (2025: approximately HK\$325.7 million).

Ocean freight forwarding

The Group's revenue from the ocean freight forwarding segment decreased by approximately 84.8% to approximately HK\$0.7 million for the six months ended 30 June 2026 (2025: approximately HK\$4.6 million).

Air freight forwarding remains the primary operational engine and core growth driver for the Group. The solid growth in our air freight forwarding revenue during the period under review was primarily driven by an increased order volume and demand from one of our major key clients. To capitalize on this momentum, the Group strategically streamlined its operational footprint by reallocating and consolidating internal resources away from ocean freight forwarding to concentrate fully on expanding our high-yield air freight forwarding segment. Consequently, ocean freight forwarding accounted for a minimal and downsized proportion of our overall revenue base.

Cost of services

The Group's cost of services mainly include the costs of cargo spaces, security charges, terminal charges and fuel surcharges.

The Group's cost of services was approximately HK\$343.7 million for the six months ended 30 June 2026 (2025: approximately HK\$342.0 million), which remained stable during the reporting period. On the cost management front, despite the growth in total revenue, the Group's cost of services remained well-controlled and stabilized. This efficiency was largely attributable to our proactive procurement strategy of scaling back rigid Block Space Agreements (BSAs) entered into in prior periods, thereby optimizing unit costs and mitigating pricing exposure in fluctuating market conditions.

Gross profit and gross profit margin

The Group recorded a gross profit of approximately HK\$6.1 million for the six months ended 30 June 2026 (2025: gross loss of approximately HK\$11.7 million), with a gross profit margin of approximately 1.8% for the six months ended 30 June 2026 (2025: gross loss margin of approximately 3.5%) as a result of the increase in revenue without corresponding increase in cost of services as explained above.

Administrative and other operating expenses

The Group's administrative and other operating expenses primarily comprise staff costs, entertainment and travelling expenses, depreciation, office expenses, rent and rates, legal and professional fees, bank charges, internet and computer expenses and others such as storage charges.

The Group's administrative and other operating expenses decreased by approximately 12.6% to approximately HK\$18.8 million for the six months ended 30 June 2026 (2025: approximately HK\$21.5 million) due to the closure of the Company's Suzhou branch.

Taxation

The Group did not record any tax expenses for the six months ended 30 June 2026 (2025: Nil).

Loss for the period

Due to the above factors, the Group recorded a net loss of approximately HK\$12.9 million for the six months ended 30 June 2026 (2025: approximately HK\$35.7 million), representing a reduction in loss of approximately 63.9%.

Liquidity and financial resources

The Group financed its operations primarily through a combination of cash flows generated from its operations and interest-bearing bank borrowings. The Group's use of cash primarily relates to purchases of cargo spaces and various operating expenses.

The Group's gearing ratio, which is calculated based on the total debts divided by total equity as at the respective dates, was approximately 62.6% as at 30 June 2026 (31 December 2025: approximately 74.9%). As at 30 June 2026, the Group's total debts were approximately HK\$44.4 million (31 December 2025: approximately HK\$60.7 million) and the total equity was approximately HK\$71.0 million (31 December 2025: approximately HK\$81.1 million).

The Group's current ratio, which is calculated based on the total current assets divided by the total current liabilities at the respective dates, was approximately 1.3 as at 30 June 2026 (31 December 2025: approximately 1.4).

As at 30 June 2026, the Group had cash and bank balances of approximately HK\$33.5 million (31 December 2025: approximately HK\$39.1 million). The cash and cash equivalents of the Group are denominated in HK\$, United States dollar ("**US\$**") and Renminbi ("**RMB**") and in aggregate amounted to approximately HK\$33.5 million as at 30 June 2026 (31 December 2025: approximately HK\$39.1 million). The pledged bank deposits of the Group are denominated in HK\$ and amounted to approximately HK\$25.8 million as at 30 June 2026 (31 December 2025: approximately HK\$35.8 million). The Group's financial position remains solid and the Group has sufficient bank balances to meet its liabilities when they become due.

For the six months ended 30 June 2026, the Group's net cash generated from operating activities was approximately HK\$7.7 million (2025: approximately HK\$11.2 million), net cash generated from investing activities was approximately HK\$0.14 million (2025: approximately HK\$0.06 million) and net cash used in financing activities was approximately HK\$13.5 million (2025: net cash generated from financing activities of approximately HK\$5.4 million).

As at 30 June 2026, the interest-bearing borrowings were made in HK\$ (31 December 2025: HK\$) and amounted to approximately HK\$42.9 million (31 December 2025: approximately HK\$58.9 million). Particulars of the interest-bearing borrowings of the Group are set out in note 12 to the condensed consolidated financial statements in this report.

Significant investments, material acquisitions and disposals of subsidiaries

The Group did not have any significant investments, material acquisitions and disposals of subsidiaries, associates and joint ventures during the six months ended 30 June 2026.

Future plans for material investments and capital assets

As at 30 June 2026, the Group did not have any other plans for material investments and capital assets.

Capital structure

As at 30 June 2026, the capital structure of the Group was mainly based on the equity attributable to the shareholders of the Company (the “**Shareholders**”) (including share capital and reserves). The total number of issued ordinary shares of the Company (the “**Shares**”) was 307,575,000 with a par value of HK\$0.01 each (31 December 2025: 300,000,000 Shares).

Pledge of/charge on assets

As at 30 June 2026, the bank and other borrowings of the Group were secured by certain leasehold properties and pledged bank deposits, details of which are set out in note 12 to the condensed consolidated financial statements in this report.

Contingent liabilities

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

Capital commitments

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

Financial management and treasury policy

The Group's principal financial instruments comprise trade and other receivables, pledged bank deposits, cash and bank balances, trade and other payables, interest-bearing borrowings and lease liabilities.

The Group is exposed to risks associated with financial instruments. The management of the Group manages and monitors these exposures to ensure appropriate measures are implemented in a timely and effective manner. The Group adopts prudent funding and treasury management policies while maintaining an overall healthy financial position.

In terms of mitigating credit risks, the Group selects the counterparties with reference to their past credit history and/or market reputation. The Group only trades with recognized and creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. The management of the Group limits the Group's exposure to credit risks by taking timely actions once there is any indication of recoverability problem of each individual debtor. The management of the Group also reviews the recoverable amount of each individual debtor at the end of each reporting period to ensure adequate allowance is made for irrecoverable amounts.

In terms of mitigating liquidity risks, the Group monitors its risk to a shortage of funds using a recurring liquidity planning tool. This tool considers the maturity of both of its financial liabilities and financial assets (e.g. trade and other receivables) and projected cash flows from operations. The Group's policy is to regularly monitor its current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash and cash equivalents as well as adequate banking facilities to meet its operation needs at any time.

In terms of mitigating interest rate risks, the Group currently does not have a policy to hedge against the interest rate risk as the management of the Group does not expect any significant interest rate risk at the end of each reporting period.

Foreign exchange exposure

The Group's operating subsidiaries incorporated in Hong Kong operate with most transactions being settled in HK\$, except for certain transactions which are denominated in US\$ or other currencies. The Group's operating subsidiaries incorporated in the PRC operate in the PRC and their functional currency is RMB. The Group's transactions are mainly denominated in HK\$, US\$ and RMB. As at 30 June 2026, foreign currency risk arose mainly because certain financial assets and financial liabilities of the Group are denominated in currencies other than the functional currency of the respective group entities.

Employees and pension scheme

As at 30 June 2026, the Group had 26 (31 December 2025: 34) full-time employees. Total staff costs for the six months ended 30 June 2026 and the six months ended 30 June 2025 were approximately HK\$8.0 million and HK\$8.1 million, respectively.

The Group's standard remuneration package to its employees may include salary, discretionary bonuses, benefits in kind and incentives. The Group determines the employee remuneration based on factors such as their performance, qualifications, position, duties, contributions, years of experience and local market conditions. The remuneration package of the Group's employees are periodically reviewed. The Group has also adopted a share option scheme (the "**Share Option Scheme**") to grant options to selected participants as incentives or rewards for their contribution to the Group. The Directors consider that the Share Option Scheme will enable the Group to reward its employees, the Directors and other selected participants for their contribution to the Group. Details of the Share Option Scheme are set out in the section headed "Share Option Scheme" of this report.

The Group's management considers its employees as key assets which play a pivotal role in its continuous growth. It is the Group's policy to maximize the potential of its employees through training and development. The Group's employee training and development aim at equipping its employees with the knowledge and skills necessary to perform their job functions and enhance their capability.

OUTLOOK AND PROSPECTS

During the six months ended 30 June 2026, the global freight forwarding industry continued to operate within a dynamic environment shaped by evolving trade policies, tariff adjustments, and changing supply chain models.

Looking forward to the second half of 2026, the Group will maintain its strategic focus on scaling its core air freight forwarding business while maintaining a disciplined cost structure. We will proactively capture emerging opportunities in high-growth trade lanes and expanding verticals, such as e-commerce and specialized cargo, by building stronger commercial partnerships and leveraging flexible space procurement models. Furthermore, the Group intends to deepen client integration through upgraded digital capabilities, enhancing operational efficiency and customer retention.

By continuing to optimize resource allocation away from our lower-yield segment and reinforcing our strong air freight network, the Group is well-positioned to navigate market volatility and drive sustainable long-term profitability. To achieve these goals, the Group will continue to execute the following core strategies:

- strengthen the Group's market position in Hong Kong and the PRC by purchasing more cargo spaces in order to cater to its customers' demand;
- expand the Group's reach to potential customers in the PRC; and
- continue to improve the Group's ability to obtain cargo spaces through closer collaboration with airlines.

Having considered the intensive competition in the freight forwarding sector, the Group is also actively seeking for business opportunities in collaboration with business partners in certain fast moving consumer goods and art & culture products sourcing, procurement and distribution under a light-assets business model by leveraging from the Group's existing core competence in logistic.

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any member of the Group had purchased, sold or redeemed any of the Shares during the six months ended 30 June 2026.

EVENTS AFTER THE REPORTING PERIOD

There were no significant events subsequent to the six months ended 30 June 2026, which would materially affect the Group's and the Company's operating and financial performance as of the date of this report.

DIVIDEND

The Directors did not recommend the payment of any dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

OTHER INFORMATION

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

As at 30 June 2026, the interests and short positions of the Directors and chief executives of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO")), which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including any interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (b) pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) to be notified to the Company and the Stock Exchange pursuant to the required standard of dealings by the Directors as referred to in rules 5.46 to 5.67 of the GEM Listing Rules (the "**Model Code**") were as follows:

Name of Director	Capacity/ Nature of Interest	Total Number of Shares held (L) (Note 1)	Approximate Percentage of Shareholding
Mr. Chiu Ricky Tong ("Mr. Chiu")	Interest in controlled corporations (Note 2)	225,000,000	73.15%
Ms. Wong Sheng Ning Candace ("Ms. Wong")	Interest of spouse (Note 3)	225,000,000	73.15%

Notes:

1. The letter "L" denotes the entity/person's long position in the Shares.
2. These 225,000,000 Shares are held as to 50% by Peak Connect International Limited ("**Peak Connect**") and 50% by Profit Virtue Worldwide Limited ("**Profit Virtue**"). Peak Connect is owned as to 92.32% and 7.68% by Mr. Chiu and Ms. Wong, respectively. Profit Virtue is wholly owned by Mr. Chiu. Therefore, Mr. Chiu is deemed to be interested in all the Shares held by Peak Connect and Profit Virtue for the purpose of the SFO.
3. Ms. Wong is the spouse of Mr. Chiu, and is therefore deemed to be interested in all the Shares in which Mr. Chiu has an interest for the purpose of the SFO.

Save as disclosed above, as at 30 June 2026, none of the Directors nor the chief executive of the Company had any interests and short positions in the shares, underlying shares or debentures of the Company or any associated corporation (within the meaning of Part XV of the SFO) which were required (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including any interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (b) pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) to be notified to the Company and the Stock Exchange pursuant to the required standard of dealings by the Directors as referred to in the Model Code.

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

As at 30 June 2026, so far as the Directors are aware, the following persons/entities (other than the Directors or the chief executive of the Company) had, or were deemed to have, interests or short positions in the Shares and underlying Shares which would fall to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were required to be recorded in the register of interests required to be kept by the Company under section 336 of the SFO, or otherwise notified to the Company were as follows:

Name of Shareholder	Capacity/ Nature of Interest	Total Number of Shares held (L) (Note 1)	Approximate Percentage of Shareholding
Profit Virtue (Note 2)	Beneficial owner	112,500,000	36.58%
Peak Connect (Note 2)	Beneficial owner	112,500,000	36.58%

Notes:

1. The letter "L" denotes the entity/person's long position in the Shares.
2. For details, please refer to Note 2 in the section headed "Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures of the Company or any Associated Corporations" above.

Save as disclosed above, as at 30 June 2026, no person, other than the Directors and chief executive of the Company whose interests are set out in the section headed "Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures of the Company or any Associated Corporations" above, had notified the Company of an interest or short position in the Shares, underlying Shares or 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 or which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO.

USE OF PROCEEDS FROM PLACING

The Company and Pinestone Securities Limited (the “**Placing Agent**”) entered into a placing agreement and supplemental agreements on 30 December 2025, 20 January 2026 and 10 February 2026, respectively (collectively, the “**Placing Agreements**”). Pursuant to the Placing Agreements, the Company conditionally agreed to place through the Placing Agent on a best effort basis, a maximum of 60,000,000 new Shares (the “**Placing Shares**”) at the placing price of HK\$0.373 per Placing Share under the general mandate granted to the Board at the annual general meeting held on 29 May 2025 (the “**Placing**”).

Completion of the Placing took place on 6 March 2026. An aggregate of 7,575,000 Placing Shares was successfully placed by the Placing Agent to three independent individual placees, namely (i) Ms. Yang Manlin, who is an investor; (ii) Mr. Yeung Sai Kit, who is an investor; and (iii) Ms. Li Yanlin, who is an investor, pursuant to the terms and conditions of the Placing Agreements. The Placing Price was determined with reference to the then prevailing market price and was negotiated on an arm’s length basis between the Company and the Placing Agent. The closing prices per Share on 30 December 2025, 20 January 2026 and 10 February 2026 as quoted on the Stock Exchange were HK\$0.33, HK\$0.46 and HK\$0.465 respectively, being the dates of signing of the Placing Agreements. The aggregate nominal value of the Placing Shares is HK\$75,750.

The Directors consider that the Placing represents an opportunity to raise additional funding for the business operations of the Group and will strengthen the Group’s financial position, and enlarge shareholders’ base of the Company which may in turn enhance the liquidity of the Shares, and provide working capital to the Group to meet any financial obligations of the Group without any interest burden, within a relatively shorter time frame and at lower costs when compared with other means of fundraising. The gross proceeds and net proceeds (after deducting all applicable costs and expenses) from the Placing amounted to HK\$2.83 million and approximately HK\$2.63 million, respectively. The net price per Placing Share was approximately HK\$0.347. The Company had fully applied the net proceeds as intended for general working capital of the Group, covering staff cost, professional fees, rental payments, general administrative and business operating expenses of the Group during the six months ended 30 June 2026.

SHARE OPTION SCHEME

The Share Option Scheme was conditionally adopted by the Company on 11 December 2020, with an effective life of 10 years from the Listing Date. There were no outstanding options as at 30 June 2026. No options had been granted, agreed to be granted, exercised, cancelled or lapsed under the Share Option Scheme since its adoption. As at 30 June 2026, the maximum number of Shares underlying all grants to be made pursuant to the Share Option Scheme shall not exceed 30,000,000 Shares, representing 9.8% of the total number of issued Shares as at 30 June 2026 (1 January 2026: 30,000,000).

The number of Shares that may be issued in respect of options granted under the Share Option scheme during the Period divided by the weighted average number of Shares in issue, excluding treasury shares, for the Period was nil.

COMPETING INTERESTS

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

CHANGES IN DIRECTORS' INFORMATION UNDER RULE 17.50A(1) OF THE GEM LISTING RULES

Pursuant to the disclosure requirement under Rule 17.50A(1) of the GEM Listing Rules, the change in information of the Directors since the date of the 2025 annual report of the Company is set out as below:

Name of Director	Details of Change
Mr. Tam Ka Hei Raymond	Appointed as a lead independent non-executive director, a member of the audit committee and the nomination committee of JBB Builders International Limited (stock code: 1903) with effect from 23 July 2026.

CORPORATE GOVERNANCE CODE

During the six months ended 30 June 2026, the Company had applied the principles and complied with all applicable code provisions of the Corporate Governance Code (the “**CG Code**”) as set out in Appendix C1 to the GEM Listing Rules (applicable to this reporting period), save and except the deviation below:

Chairman and Chief Executive Officer

Pursuant to code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Both the roles of the chairman and chief executive officer of the Company are currently performed by Mr. Chiu. The Board believes that having Mr. Chiu acting as both the chairman and chief executive officer will provide a strong and consistent leadership to the Group and allow for more effective strategic planning and management of the Group. Further, in view of Mr. Chiu’s experience in the industry, personal profile and role in the Group and the historical development of the Group, the Board believes that it is to the benefit of the Group and its business prospects that Mr. Chiu continues to act as both the chairman and chief executive officer. The Board considers that the balance of power and authority of the present arrangement will not be impaired as the Board comprises six other experienced and high-caliber individuals including one other executive Director, two non-executive Directors and three independent non-executive Directors, who would be able to offer advice from

various perspectives. In addition, for major decisions of the Group, the Company will consult appropriate Board committees and senior management. Considering the present size and the scope of business of the Group, the Board considers that it is not in the best interest of the Company and Shareholders as a whole to separate the roles of the chairman and the chief executive officer, because such separation would render the decision-making process of the Company less efficient than the current structure. Therefore, the Directors consider that the present arrangement is beneficial to and in the best interest of the Company and the Shareholders as a whole and the deviation from code provision C.2.1 of the CG Code is appropriate in such circumstances.

In order to maintain good corporate governance and to fully comply with code provision C.2.1 of the CG Code, the Board will regularly review the need to appoint different individuals to perform the roles of chairman and chief executive officer separately.

CODE OF CONDUCT FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the code of conduct for securities transactions by Directors on terms no less exacting than the required standard of dealings as set out in the Model Code. Pursuant to rule 5.66 of the Model Code, the Directors have also requested any employee of the Company or director or employee of a subsidiary of the Company who, because of his/her office or employment in the Company or a subsidiary, is likely to possess inside information in relation to the securities of the Company, not to deal in securities of the Company when he/she would be prohibited from dealings by the Model Code as if he/she was a Director.

The Company had made specific enquiries with written guidelines in relation to the Model Code to all Directors and all Directors confirmed that they had complied with the required standards of dealings set out in the Model Code during the six months ended 30 June 2026. In addition, the Company was not aware of any non-compliance of the Model Code by the senior management of the Group during the six months ended 30 June 2026.

AUDIT COMMITTEE

This report including the Group's unaudited condensed consolidated financial statements for the six months ended 30 June 2026 has been reviewed by the Audit Committee. The Audit Committee is of the opinion that the unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2026 have been prepared in compliance with the applicable accounting standards and the GEM Listing Rules and that adequate disclosures have been made.

By order of the Board
Grand Power Logistics Group Limited
CHIU Ricky Tong
*Chairman, Chief Executive Officer and
Executive Director*

Hong Kong, 27 August 2026