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*This announcement, for which the directors (the "**Director(s)**") of KML Technology Group Limited (the "**Company**", together with its subsidiaries, collectively the "**Group**" or "**We**") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the GEM of the Stock Exchange (the "**GEM Listing Rules**") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief, the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

KML Technology Group Limited
高萌科技集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 8065)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

CHARACTERISTICS OF THE GEM OF THE STOCK EXCHANGE

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

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

FINANCIAL HIGHLIGHTS

Revenue of the Group for the six months ended 30 September 2026 (the "**Reporting Period**") amounted to approximately Hong Kong dollars ("**HK$**") 70.6 million, representing a decrease of approximately HK$1.3 million or approximately 1.8% as compared with the revenue of approximately HK$71.9 million for the six months ended 30 September 2025.

Gross profit of the Group for the Reporting Period amounted to approximately HK$15.8 million (2025: approximately HK$12.9 million), representing an increase of approximately HK$2.9 million or approximately 22.5%.

The net loss of the Group for the Reporting Period amounted to approximately HK$2.2 million (2025: net loss of approximately HK$4.5 million), representing a reduction of approximately HK$2.3 million or approximately 51.1%.

The board of directors (the "**Board**") does not recommend a payment of an interim dividend for the Reporting Period (2025: nil).

FINANCIAL RESULTS

The Board is pleased to announce the condensed consolidated interim results of the Group for the Reporting Period, together with the unaudited comparative figures for the same period in 2025 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2026

	Notes	Six months ended 30 September	
		2026	2025
		HK$'000	*HK$'000*
		(Unaudited)	(Unaudited)
REVENUE	*4*	**70,583**	71,859
Cost of sales		**(54,805)**	(58,922)
Gross profit		**15,778**	12,937
Other income	*5*	**1,122**	1,390
Other gains and losses, net	*5*	**(19)**	299
Impairment loss on financial assets and contract assets, net		**(15)**	(40)
Administrative expenses		**(18,839)**	(18,890)
Finance costs	*6*	**(246)**	(151)
LOSS BEFORE TAX		**(2,219)**	(4,455)
Income tax expense	*7*	**–**	–
LOSS AND TOTAL COMPREHENSIVE LOSS FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY		**(2,219)**	(4,455)
LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY	*9*		
Basic		**HK(0.55) cents**	HK(1.11) cents
Diluted		**HK(0.55) cents**	HK(1.11) cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2026

	Notes	As at 30 September 2026 HK$'000 (Unaudited)	31 March 2026 HK$'000 (Audited)
NON-CURRENT ASSETS			
Property, plant and equipment		**1,443**	1,847
Right-of-use assets		**6,593**	686
Deposits		**1,406**	1,452
Financial assets at fair value through profit or loss	*10*	**7,060**	6,918
Deferred tax assets		**59**	–
Total non-current assets		**16,561**	10,903
CURRENT ASSETS			
Inventories		**415**	415
Trade receivables	*11*	**34,816**	26,620
Other receivables, deposits and prepayments		**4,927**	4,641
Contract assets		**53,203**	55,789
Financial assets at fair value through profit or loss		**330**	317
Tax recoverable		**–**	86
Pledged bank deposits		**25,800**	25,527
Time deposits with original maturity over three months		**–**	310
Bank balances and cash		**36,600**	45,345
Total current assets		**156,091**	159,050

	Notes	As at 30 September 2026 HK$'000 (Unaudited)	31 March 2026 HK$'000 (Audited)
CURRENT LIABILITIES			
Trade and retention payables	*12*	**14,734**	14,877
Other payables and accruals		**14,137**	13,204
Bank borrowings		**–**	5,000
Lease liabilities		**6,071**	335
Contract liabilities		**10,254**	5,159
Provision for contract works	*13*	**3,806**	5,776
Tax payable		**85**	199
Total current liabilities		**49,087**	44,550
NET CURRENT ASSETS		**107,004**	114,500
TOTAL ASSETS LESS CURRENT LIABILITIES		**123,565**	125,403
NON-CURRENT LIABILITIES			
Lease liabilities		**595**	358
Deferred tax liabilities		**–**	28
Total non-current liabilities		**595**	386
Net assets		**122,970**	125,017
EQUITY			
Share capital		**4,050**	4,050
Reserves		**118,920**	120,967
Total equity		**122,970**	125,017

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2026

	Attributable to owners of the Company						
	Share capital *HK$'000*	**Share premium** *HK$'000*	**Shares held under the share award scheme** *HK$'000*	**Share-based payment reserve** *HK$'000*	**Other reserves** *HK$'000* *(Note)*	**Accumulated profits** *HK$'000*	**Total equity** *HK$'000*
Six months ended 30 September 2026							
At 31 March 2026 and 1 April 2026 (audited)	**4,050**	**21,587**	**(410)**	**979**	**14,791**	**84,020**	**125,017**
Loss and total comprehensive loss for the period	**–**	**–**	**–**	**–**	**–**	**(2,219)**	**(2,219)**
Disposal of shares held for share award scheme	**–**	**–**	**410**	**68**	**–**	**(306)**	**172**
At 30 September 2026 (unaudited)	**4,050**	**21,587**	**–**	**1,047**	**14,791**	**81,495**	**122,970**
Six months ended 30 September 2025							
At 31 March 2025 and 1 April 2025 (audited)	4,050	21,587	(468)	1,031	14,791	95,420	136,411
Loss and total comprehensive loss for the period	–	–	–	–	–	(4,455)	(4,455)
Equity-settled share award arrangements	–	–	–	6	–	–	6
Vesting of shares under share award scheme	–	–	58	(58)	–	–	–
At 30 September 2025 (unaudited)	4,050	21,587	(410)	979	14,791	90,965	131,962

Note: The Group's other reserves mainly represent the difference between the nominal values of the ordinary shares issued by the Company and the share capital of subsidiaries acquired through an exchange of shares pursuant to the reorganisation of the Group during the year ended 31 March 2018.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2026

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
NET CASH (USED IN) FROM OPERATING ACTIVITIES	**(1,274)**	6,300
CASH FLOWS FROM INVESTING ACTIVITIES		
Bank interest received	**651**	738
Purchase of property, plant and equipment	**(95)**	(381)
Addition of financial assets at fair value through profit or loss	**(106)**	(119)
Placement of time deposits with original maturity date over three months	**–**	(306)
Withdrawn of time deposits with original maturity date over three months	**310**	304
Placement of pledged deposits	**(274)**	(214)
Net cash flows from investing activities	**486**	22
CASH FLOWS (USED IN) FROM FINANCING ACTIVITIES		
Repayment of bank borrowings	**(5,000)**	–
Proceeds from disposal of shares held for share award scheme	**172**	–
Principal portion of lease payments	**(3,129)**	(3,124)
Net cash flows used in financing activities	**(7,957)**	(3,124)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	**(8,745)**	3,198
Cash and cash equivalents at beginning of the period	**45,345**	35,168
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	**36,600**	38,366

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands as an exempted company with limited liability on 5 May 2017 under the Companies Law, Cap. 22 (Law 3 of 1961, a consolidated and revised) of the Cayman Islands. The registered office of the Company is located at Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company in Hong Kong is located at B12, G/F, Shatin Industrial Centre, Siu Lek Yuen Road, Shatin, New Territories, Hong Kong.

The Company's shares were listed on the GEM of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 16 October 2017. The principal activity of the Company is investment holding and its subsidiaries are principally engaged in the provision of mechanical and electrical ("**M&E**") engineering solutions and services. The condensed consolidated financial statements are presented in Hong Kong dollars ("**HK$**"), which is the same as the functional currency of the Company and its principal subsidiaries.

2. BASIS OF PREPARATION

The condensed consolidated interim financial statements for the Group have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") and the applicable disclosure requirements of the Rules Governing the Listing of Securities on the GEM of the Stock Exchange of Hong Kong Limited (the "**GEM Listing Rules**").

The condensed consolidated interim financial information does not include all the information and disclosures required in the annual financial statements and should read in conjunction with the Group's annual financial statements for the year ended 31 March 2026.

This condensed consolidated interim financial information has not been audited or reviewed by the Company's external auditors, but has been reviewed by the Company's audit committee.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated interim financial information has been prepared under the historical cost convention, except for financial assets at fair value through profit or loss which have been measured at fair value.

The condensed consolidated financial information of the Group has been prepared in accordance with the same accounting policies adopted in the Group's annual financial statements for the year ended 31 March 2026, except for the adoption of the new and revised Hong Kong Financial Reporting Standards ("**HKFRS(s)**") (which include all HKFRSs, HKAS(s) and Interpretations) as below:

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 – Volume 11	*Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7*

These new and amendments to HKFRSs have had no material effect on how the Group's results and financial position for the current or prior periods that have been presented in this condensed consolidated financial information. The Group has not applied any other new standards or interpretation that is not yet effective for the current accounting period.

4. REVENUE AND SEGMENTAL INFORMATION

An analysis of the Group's revenue for both periods is as follows:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Revenue from contracts with customers:		
Transportation Mission Critical System Solutions	**11,969**	5,747
Mobile Ticketing and Digital Payment Solutions and Services	**20,222**	16,334
Digital Fabrication and Maintenance Services	**15,505**	15,600
M&E Technology Solutions and Engineering Services	**22,317**	33,321
Sales of Products, Parts and Components	**570**	857
	70,583	71,859

Segment information

The Group's operating income during both periods was derived from:

(a) Transportation Mission Critical System Solutions:

Provision of complete and convenient one-stop solution for customers, reducing their operations and management costs and mitigates the incompatibility risks of different transportation systems.

(b) Mobile Ticketing and Digital Payment Solutions and Services:

Provision of mobile ticketing and digital payment solution in adoption of multiple ePayment including quick response code (QR Code), credit cards, octopus and account-based ticketing and fare collection enabled by credit cards or mobile Apps conforming to the EMV specifications.

(c) Digital Fabrication and Maintenance Services:

Provision of computerised and advanced maintenance support services for various systems, terminals and equipment, including the replacement of parts/components, equipment upgrading and/or improvement modification.

(d) M&E Technology Solutions and Engineering Services:

Provision of M&E engineering systems such as railway station M&E engineering services and architectural works, trackside and depot M&E works and different kinds of renovation works.

(e) Sales of Products, Parts and Components:

Provision of parts and components and customises certain products according to customers' requirements.

For the purposes of resource allocation and performance assessment, the chief operation decision maker (i.e. the executive directors of the Company) reviews the overall results and financial position of the Group as a whole. Accordingly, the Group has only one single operating segment and no separate analysis of this single segment is presented other than entity-wide disclosure.

5. OTHER INCOME AND GAINS AND LOSSES, NET

Other income

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Bank interest income	**651**	738
Sundry income	**471**	652
	1,122	1,390

Other gains and losses, net

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Fair value gains on financial assets at fair value through profit or loss	**13**	99
Foreign exchange differences, net	**(32)**	200
	(19)	299

6. FINANCE COSTS

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Interest on bank borrowings	**53**	–
Interest on lease liabilities	**193**	151
	246	151

7. INCOME TAX EXPENSE

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Current – Hong Kong:		
Charge for the period	**–**	–
Deferred	**–**	–
Total tax expense for the period	**–**	–

The Group has no assessable profit arising in Hong Kong and no provision for the income tax has been made for the six months ended 30 September 2026. The Hong Kong profits tax rate is 16.5%.

The Group is not subject to any income tax in the Cayman Islands and the British Virgin Islands pursuant to the rules and regulations in those jurisdictions.

8. DIVIDEND

The Board does not recommend the payment of any dividend for the Reporting Period (2025: nil).

9. LOSS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic loss per share amount for the Reporting Period is based on the loss for the period attributable to owners of the Company of approximately HK$2,219,000 (2025: loss of approximately HK$4,455,000), and the weighted average number of ordinary shares in issue less treasury shares held under share award scheme during the period of 404,184,000 (2025: 403,072,000).

In respect of the periods ended 30 September 2026 and 30 September 2025, no adjustment has been made to the basic loss per share amount presented in respect of a dilution as the impact of the share options outstanding for both periods and the awarded shares outstanding for the period ended 30 September 2025 had an anti-dilutive effect on the basic loss per share amount presented.

10. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

As at 30 September 2026, the unlisted investments of approximately HK$7,060,000 (unaudited) (31 March 2026: HK$6,918,000 (audited)) were the deposits paid for life insurance products issued by financial institutions in Hong Kong. They were classified as financial assets at fair value through profit or loss as their contractual cash flows are not solely payments of principal and interest.

The entire balance of the life insurance products is denominated in United States dollars.

Other than the above mentioned life insurance products, the remaining balances as at 30 September 2026 were being Hong Kong listed equity investments of approximately HK$330,000 (unaudited) (31 March 2026: HK$317,000 (audited)) traded in Hong Kong.

11. TRADE RECEIVABLES

The Group grants credit terms of 30 to 90 days to its customers. The following is an ageing analysis of the trade receivables is presented based on the invoice date.

	As at	
	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Within 30 days	**14,479**	13,345
31 to 60 days	**11,078**	6,476
61 to 90 days	**8,102**	6,100
Over 90 days	**1,239**	791
	34,898	26,712
Less: Accumulated loss allowance	**(82)**	(92)
Total	**34,816**	26,620

12. TRADE AND RETENTION PAYABLES

The credit period is generally ranging from 30 to 60 days. The following is an ageing analysis of trade payables presented based on the invoice date.

	As at	
	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade payables:		
Within 30 days	**7,966**	5,264
31 to 60 days	**909**	2,842
61 to 90 days	**105**	749
91 to 365 days	**551**	336
Over 365 days	**91**	100
	9,622	9,291
Retention payables	**5,112**	5,586
Total	**14,734**	14,877

13. PROVISION FOR CONTRACT WORKS

	As at	
	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
At beginning of period	**5,776**	4,669
Additional provision	**–**	5,776
Amount utilised during the period	**(1,970)**	(4,669)
At end of period	**3,806**	5,776

The Group recognises provision for contract works when the costs of meeting the performance obligations under the revenue contracts exceed the economic benefits expected to be received. The amount of provision is estimated based on contract costs to completion. The estimation basis is reviewed on an ongoing basis and revised where appropriate.

14. RELATED PARTY TRANSACTIONS

The Group entered into the following transactions with its related parties:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Rental payments		
K M L Limited *(Note)*	**2,868**	2,868

Note: K M L Limited is controlled by Mr. Luk Kam Ming. Rental payments were on a mutually-agreed basis.

BUSINESS REVIEW

Overview

The Group has been providing mechanical and electrical ("**M&E**") engineering solutions and services in Hong Kong for nearly five decades.

As at 30 September 2026, the Group had outstanding contracts in hand value at approximately HK$218.9 million (2025: approximately HK$278.6 million).

During the Reporting Period, the Group recorded approximately HK$70.6 million (2025: approximately HK$71.9 million) revenue and approximately HK$15.8 million (2025: approximately HK$12.9 million) gross profit respectively.

Transportation Mission Critical System Solutions

This type of works is in relation to the railway signalling, communication and control system, and point operating equipment.

The major projects in progress during the Reporting Period included (i) Signalling system and installation services for a new railway line; and (ii) Replacement of Axle Counter System in railway depot.

For the Reporting Period, revenue generated from this segment amounted to approximately HK$12.0 million (2025: approximately HK$5.7 million). As at 30 September 2026, the total value of outstanding contracts of this segment amounted to approximately HK$49.2 million (2025: approximately HK$31.6 million).

Mobile Ticketing and Digital Payment Solutions and Services

These services offer mobile ticketing and digital payment solutions and services to different sectors in Hong Kong and overseas.

The major projects in progress during the Reporting Period included replacement and upgrading of Automatic Fare Collection ("**AFC**") gates and ticket issuing machines at various railway lines.

For the Reporting Period, revenue generated from this segment amounted to approximately HK$20.2 million (2025: approximately HK$16.3 million). As at 30 September 2026, the total value of outstanding contracts of this segment amounted to approximately HK$59.4 million (2025: approximately HK$83.6 million).

Digital Fabrication and Maintenance Services

This segment mainly offers computerised and advanced maintenance support services for various systems, terminals and equipment, including the replacement of parts/components, equipment upgrading or improvement modification, provision of upgrade and/or replacement services for both hardware and/or software, testing, and provision of routine preventive, corrective and workshop maintenance services.

For the Reporting Period, revenue generated from this segment amounted to approximately HK$15.5 million (2025: approximately HK$15.6 million). As at 30 September 2026, the total value of outstanding contracts of this segment amounted to approximately HK$50.2 million (2025: approximately HK$72.1 million).

M&E Technology Solutions and Engineering Services

M&E Technology Solutions and Engineering Services encompass design, installation, testing and commissioning and maintenance of miscellaneous M&E engineering systems such as railway station M&E engineering services and architectural works, trackside and depot M&E works and different kinds of renovation works.

The major projects in progress during the Reporting Period included (i) provision of electric vehicle chargers at three railway stations; (ii) replacement of station lighting with light-emitting diode (LED) technology; and (iii) revamping advertising panels at a railway line.

For the Reporting Period, revenue generated from this segment amounted to approximately HK$22.3 million (2025: approximately HK$33.3 million). As at 30 September 2026, the total value of outstanding contracts of this segment amounted to approximately HK$58.2 million (2025: approximately HK$88.0 million).

Sales of Products, Parts and Components

The Group sources certain parts and components and sometime customises certain products to our customers according to their requirements. We primarily supply railway signaling and AFC related products, parts and components.

For the Reporting Period, revenue generated from this segment amounted to approximately HK$0.6 million (2025: approximately HK$0.9 million). As at 30 September 2026, the total value of outstanding contracts of this segment amounted to approximately HK$1.9 million (2025: approximately HK$3.3 million).

OUTLOOK

The Board is pleased to report that the Group achieved encouraging progress during the Reporting Period, demonstrating the resilience of its business model and the effectiveness of its strategic initiatives. Through disciplined project execution, enhanced cost management and a continued focus on higher-quality opportunities, the Group achieved an improvement in gross profit margin and a significant reduction in net loss compared with the corresponding period last year. These encouraging results reflect management's commitment to improving operational efficiency, strengthening project profitability and laying a solid foundation for sustainable growth.

A significant achievement during the Reporting Period was the successful completion, by a joint operation led by the Group, of the replacement programme for all AFC gates across the major railway network by the end of August 2026. As the lead participant in this major upgrade programme, the Group played a pivotal role in delivering a critical enhancement to one of the world's busiest and most respected railway systems. The upgraded fare gate network serves more than 1 billion passenger journeys annually, underscoring the mission-critical nature and scale of the project. This achievement highlights the Group's technical expertise, project management capability and execution excellence, while further strengthening its reputation and track record in the rail transportation sector. The Board believes this landmark accomplishment will serve as a strong reference for future railway, smart mobility and transportation infrastructure opportunities.

The Group also continued to secure new contracts during the Reporting Period, further strengthening its order book and market presence. Leveraging its extensive experience in AFC systems, railway-related technologies, M&E engineering services and technology integration solutions, the Group remains well-positioned to benefit from future transportation and infrastructure developments in Hong Kong, the Greater Bay Area and the Southeast Asia. At the same time, the Group has been actively advancing digital transformation initiatives and adopting artificial intelligence technologies to enhance productivity, improve project delivery and strengthen its long-term competitiveness.

While the Board remains confident about the Group's future prospects, it also recognises that the operating environment continues to present challenges. Competition within the engineering and construction sectors has become increasingly intense, resulting in a highly competitive tendering environment. Management will continue to exercise discipline in project selection and focus on opportunities that offer sustainable returns and align with the Group's core strengths.

In addition, uncertainties in the global economic environment continue to persist. Ongoing geopolitical tensions and regional conflicts, evolving trade policies, inflationary pressures, fluctuations in financial markets and uncertainties surrounding the trajectory of global interest rates may continue to affect business confidence, capital investment decisions and the timing of project awards. Despite these headwinds, the Board remains encouraged by the long-term commitment of governments and transport operators to invest in infrastructure, railway modernisation, digital transformation and smart mobility solutions, which are expected to provide continuing opportunities for the Group.

Looking ahead, the Board firmly believes that the Group is entering a stronger position than in recent years. Supported by an improving project mix, a healthier margin profile, a proven track record of delivering complex transportation projects and a dedicated management team, the Group is well equipped to navigate near-term challenges and capture future growth opportunities. As investment in transportation infrastructure and technology-driven mobility solutions continues to expand, the Board remains confident that the Group's specialised competence, industry reputation and leadership position in the rail transit sector will enable it to create sustainable value for shareholders. The Group will continue to pursue profitable growth, maintain prudent financial management and strive to deliver improving returns and long-term success for its shareholders.

FINANCIAL REVIEW

Revenue

Revenue of the Group for the Reporting Period amounted to approximately HK$70.6 million, representing a decrease of approximately HK$1.3 million or approximately 1.8% as compared with approximately HK$71.9 million for the six months ended 30 September 2025. Revenue remained stable compared with the corresponding period last year.

Cost of Sales and Gross Profit

The majority of the Group's cost of sales comprised (i) material and equipment; (ii) direct labour; and (iii) subcontracting cost. The cost of sales decreased by approximately 7.0% from approximately HK$58.9 million for the six months ended 30 September 2025 to approximately HK$54.8 million for the Reporting Period. The gross profit of the Group increased from approximately HK$12.9 million for the six months ended 30 September 2025 to approximately HK$15.8 million for the Reporting Period. The increase in gross profit was mainly attributable to the decrease in cost of sales resulting from the reduced engagement of manpower service providers during the Reporting Period.

Administrative Expenses

The Group's administrative expenses remained stable approximately HK$18.9 million for both the Reporting Period and the six months ended 30 September 2025.

Loss attributable to the owners of the Company

The Group recorded net loss attributable to the owners of the Company of approximately HK$2.2 million for the Reporting Period (2025: net loss of approximately HK$4.5 million). The narrowing of losses was mainly due to the higher gross profit margin achieved during the Reporting Period.

Dividend

The Board does not recommend a payment of an interim dividend for the Reporting Period (2025: nil).

Liquidity, Financial Resources and Capital Structure

The Group has met the liquidity and capital requirement primarily through operating cash flows, bank borrowing and equity. The Group requires cash primarily for working capital needs.

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the Reporting Period. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

As at 30 September 2026, the Group has net current assets of approximately HK$107.0 million (31 March 2026: approximately HK$114.5 million).

Bank balances and cash

As at 30 September 2026, the Group had approximately HK$62.4 million in bank balances and cash (including pledged bank deposits) (as at 31 March 2026: approximately HK$71.2 million).

Borrowings and Gearing Ratio

As at 30 September 2026, the Group does not have outstanding borrowing (31 March 2026: HK$5.0 million).

The gearing ratio, representing the proportion of total bank borrowings to total equity as at 30 September 2026 was not applicable (31 March 2026: 4.0%).

Capital Structure

There has been no change on the capital structure of the Group for the Reporting Period and up to the date of this announcement (i.e. 20 November 2026) (the "**Date of this Announcement**"). The share capital of the Company only comprises of ordinary shares ("**Share(s)**").

Pledge of Assets

As at 30 September 2026, the Group has pledged (i) approximately HK$25.8 million bank deposits (31 March 2026: approximately HK$25.5 million); and (ii) approximately HK$7.1 million investments in life insurance policies to secure general banking facilities granted to the Group (31 March 2026: approximately HK$6.9 million).

Capital Expenditure

The Group purchased property, plant and equipment amounting to approximately HK$0.1 million for the Reporting Period which comprised acquisition of furniture, fixtures, office equipment and computer equipment (2025: approximately HK$0.4 million).

Capital Commitments

The Group did not have any capital commitment as at 30 September 2026 (31 March 2026: nil).

Contingent Liabilities

As at 30 September 2026, the Group did not have any significant contingent liabilities (31 March 2026: nil).

Financial Risk Management

Financial risk management is carried out by the Group's finance department under policies approved by the Board. The finance department identifies, evaluates and hedges financial risks in close co-operation with operating units. The Board provides guidance for overall risk management and specific areas, such as market risk, interest rate risk, credit risk and liquidity risk.

Foreign Exchange Exposure

We conduct business with customers, suppliers and subcontractors located in Hong Kong, China and overseas. The Group's exposure to currency risk mainly arise from the fluctuation of Renminbi, Pound Sterling, Euro or United States dollars. The Group currently does not have any hedging policy in place for its foreign exchange exposure. However, the Board will remain alert to any relevant risk and, if necessary, consider hedging any potential material foreign exchange risk.

Employees and Remuneration Policies

As at 30 September 2026, the Group had a total of 166 employees (2025: 161). The total staff cost of the Group for the Reporting Period was approximately HK$34.8 million (2025: approximately HK$34.1 million). The Group's remuneration policies are in line with the prevailing market practice and are determined on the basis of performance, qualification and experience of individual employee. The Group recognises the importance of a good relationship with its employees. The remuneration payable to its employees includes salaries and allowances. Other benefits include provident fund scheme, medical and life insurance, discretionary bonus, share options and share awards.

Significant Investments and Future Plans for Material Investments and Capital Assets

The Group did not hold any significant investments in equity interest in any other companies or did not have any future plans for material investments or capital assets as at 30 September 2026.

Material Acquisitions and Disposals of Subsidiaries, Associates or Joint Ventures

There were no other significant investments held, material acquisitions or disposals of subsidiaries, associates or joint ventures during the Reporting Period.

SUBSEQUENT EVENT AFTER REPORTING PERIOD

There were no subsequent events after this Reporting Period as at the Date of this Announcement.

CORPORATE GOVERNANCE AND OTHER INFORMATION

CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining high standards of corporate governance to safeguard the interests of the shareholders of the Company (the "**Shareholder(s)**") and to enhance corporate value and accountability. The Company has adopted the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the GEM Listing Rules as its own code of corporate governance. During the Reporting Period, the Company has complied with all applicable code provisions in Part 2 of the CG Code.

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

The Company has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules as its own code of conduct regarding Directors' securities transactions in the securities of the Company. Having made specific enquiries of all the Directors, each of the Director has confirmed that he/she has complied with the required standard of dealings during the Reporting Period.

AUDIT COMMITTEE AND REVIEW OF INTERIM RESULTS

The Company has established an audit committee (the "**Audit Committee**") with written terms of reference in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules and the CG Code. The Audit Committee comprises three members, namely Mr. Lau On Kwok (chairman), Mr. Law Wing Chi Stephen and Dr. Tse Chi Kong, all of them are independent non-executive Directors. The Audit Committee has reviewed with the management the accounting policies and practices adopted by the Group and discussed with the management internal control and financial reporting matters of the Company, including the review of the unaudited condensed consolidated results of the Group for the Reporting Period and the interim report. The Audit Committee is of the opinion that the unaudited condensed consolidated results of the Group for the Reporting Period comply with the applicable accounting standards and that adequate disclosure has been made.

CHANGES TO DIRECTORS' INFORMATION

As at the Date of this Announcement, the Directors confirm that no information is required to be disclosed pursuant to Rules 17.50(2) and 17.50A(1) of the GEM Listing Rules since the publication of the Annual Report 2025/2026.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the Reporting Period, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2026, the interests and short positions of the Directors and the chief executive of the Company in the shares, underlying shares and debentures of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("**SFO**")) which have been 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), which were recorded in the register required to be kept pursuant to Section 352 of the SFO; or as otherwise notified to the Company and the Stock Exchange pursuant to the Rules 5.46 to 5.67 of the GEM Listing Rules were as follows:

Name	Capacity/Nature of Interest	Number of shares/ underlying shares held/ interested	Long/short position [4]	Approximate percentage of shareholding in the Company (%) [5]
Mr. Luk Kam Ming ("**Mr. KM Luk**") [1]	Beneficial owner; interest of spouse	157,000,000	L	38.77
Mr. Luk Kwai Lung ("**Mr. KL Luk**") [2]	Interest in controlled corporation	138,000,000	L	34.08
Mr. Luk Yin Cheung ("**Mr. YC Luk**") [2][3]	Interest in controlled corporation; interest of spouse	138,700,000	L	34.25
Ms. Lee Kam Han	Beneficial owner	50,000	L	0.01

Notes:

(1) Mr. KM Luk directly holds 100,000,000 Shares. Since Mr. KM Luk is the spouse of Ms. Leung Kwok Yee ("**Madam Leung**"), Mr. KM Luk is deemed to be interested in all the Shares in which Madam Leung is interested or deemed to be interested under the SFO, which is 57,000,000 Shares.

(2) Each of Mr. KL Luk and Mr. YC Luk owns one common share in KML Holdings Limited ("**KML Holdings**"), representing 50% of the issued share capital of KML Holdings carrying voting rights. Mr. KL Luk and Mr. YC Luk are deemed to be interested in all Shares in which KML Holdings is interested or deemed to be interested under the SFO, which is 138,000,000 Shares.

(3) Since Mr. YC Luk is the spouse of Ms. Woo Siu Wai ("**Madam Woo**"), Mr. YC Luk is deemed to be interest in all the Shares in which Madam Woo is interested or deemed to be interested under the SFO, which is 700,000 Shares.

(4) The Letter "L" denotes the entity/person's long position in the Shares.

(5) As at 30 September 2026, the total number of issued Shares were 404,960,000.

Save as disclosed above, as at 30 September 2026, none of the Directors or the chief executive of the Company had or was deemed to have any interest or short position in the shares, underlying shares or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO) that was required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have taken under such provisions of the SFO), or required to be recorded in the register required to be kept under Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2026, to the best knowledge of the Directors, the following persons (not being a Director or chief executive of the Company) had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO as recorded in the register required to be kept by the Company pursuant to section 336 of the SFO:

Name	Capacity/Nature of Interest	Number of shares/ underlying shares held/ interested	Long/short position [5]	Approximate percentage of shareholding in the Company (%) [6]
KML Holdings [1]	Beneficial owner	138,000,000	L	34.08
Madam Leung [2]	Beneficial owner; interest of spouse	157,000,000	L	38.77
Ms. Chan Patricia [3]	Interest of spouse	138,000,000	L	34.08
Madam Woo [4]	Beneficial owner; interest of spouse	138,700,000	L	34.25

Notes:

(1) Each of Mr. KL Luk and Mr. YC Luk owns one common share in KML Holdings, representing 50% of the issued share capital of KML Holdings carrying voting rights. Mr. KL Luk and Mr. YC Luk also own approximately 50% and approximately 50%, respectively, of the issued preferred shares in KML Holdings which do not carry voting rights but only rights to dividends.

(2) Madam Leung is the spouse of Mr. KM Luk. By virtue of the SFO, Madam Leung is deemed to be interested in all the Shares in which Mr. KM Luk is interested or deemed to be interested under the SFO, and vice versa.

(3) Ms. Chan Patricia is the spouse of Mr. KL Luk. By virtue of the SFO, Ms. Chan Patricia is deemed to be interested in all the Shares in which Mr. KL Luk is interested or deemed to be interested under the SFO.

(4) Madam Woo is the spouse of Mr. YC Luk. By virtue of the SFO, Madam Woo is deemed to be interested in all the Shares in which Mr. YC Luk is interested or deemed to be interested under the SFO, which is 138,000,000 Shares. Madam Woo directly holds 300,000 Shares and was interested as a grantee of options to subscribe for up to 400,000 Shares under the Share Option Scheme (announced on 18 April 2023).

(5) The Letter "L" denotes the entity/person's long position in the Shares.

(6) As at 30 September 2026, the total number of issued Shares were 404,960,000.

Save as disclosed above, as at 30 September 2026, the Directors were not aware of any persons (who were not Directors or chief executive of the Company) who had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or which would be required, pursuant to Section 336 of the SFO, to be entered in the register referred to therein.

SHARE SCHEMES

The Company has adopted two share schemes, namely, (1) the Share Option Scheme and (2) the Share Award Scheme (as defined below).

The total number of Shares that may be issued in respect of options and awards granted under all share schemes of the Company during the Reporting Period divided by the weighted average number of Shares in issue (excluding treasury shares), i.e. 404,184,000 Shares, for the Reporting Period was 1.5%.

(1) SHARE OPTION SCHEME

In order to recognise and acknowledge the contributions that the directors and employees of the Group have made or may make to the Group, the Company approved and adopted the share option scheme pursuant to the written resolutions of the Shareholders passed on 20 September 2017 (the "**Share Option Scheme**").

Further details of the principal terms of the Share Option Scheme are set out in the Annual Report 2025/2026.

Details regarding the number of share options, date of grant, exercise period and exercise price of the share options granted on 18 April 2023 are set out below:

Name of participants	**Date of share options granted**	**Number of share options granted**	**Vesting period**	**Exercise period**	**Exercise price of share options** *HK$ per share*	**Closing price immediately before date of grant** *HK$ per share*
Mr. Chan Chak Lun Philip ("**Mr. CL Chan**") *(Note)* (Former Director and former chief executive officer)	18 April 2023	500,000	18 April 2023 to 17 April 2024	18 April 2024 to 17 April 2028	0.171	0.166
	18 April 2023	500,000	18 April 2023 to 14 October 2024	15 October 2024 to 17 April 2028	0.171	0.166
Madam Woo (Joint Company Secretary)	18 April 2023	200,000	18 April 2023 to 17 April 2024	18 April 2024 to 17 April 2028	0.171	0.166
	18 April 2023	200,000	18 April 2023 to 14 October 2024	15 October 2024 to 17 April 2028	0.171	0.166
Employees	18 April 2023	3,800,000	18 April 2023 to 17 April 2024	18 April 2024 to 17 April 2028	0.171	0.166
	18 April 2023	3,800,000	18 April 2023 to 14 October 2024	15 October 2024 to 17 April 2028	0.171	0.166
Total:		9,000,000				

Note:

Mr. CL Chan retired as the Director and ceased to be the chief executive officer of the Company starting from 7 August 2023. He resigned as a director of KML Engineering Limited on 31 March 2026. The share options held by Mr. CL Chan were forfeited as of 31 March 2025.

The following table sets forth movements in the share options of the Company during the Reporting Period:

Name of participants	Outstanding as at 1 April 2026	Number of share options granted	Number of share options exercised	Number of share options cancelled	Number of share options lapsed/ forfeited	Outstanding as at 30 September 2026
Madam Woo (Joint Company Secretary)	400,000	–	–	–	–	400,000
Employees	5,500,000	–	–	–	–	5,500,000
Total	5,900,000	–	–	–	–	5,900,000

As at the Date of this Announcement, taking into account 28,000,000 share options had been granted, the maximum number of Shares in respect of which options may be granted is 12,000,000, representing approximately 3.0% of the total number of Shares in issue as at the Date of this Announcement.

The number of share options available for grant under the Share Option Scheme as at 1 April 2026 and 30 September 2026 was 12,000,000 options and 12,000,000 options respectively.

(2) SHARE AWARD SCHEME

The Company adopted a share award scheme (the "**Share Award Scheme**") on 5 November 2018 (the "**Adoption Date**"). Subject to any early termination as may be determined by the Board, the Share Award Scheme shall be valid and effective for a term of 15 years commencing on the Adoption Date. On 13 May 2026, the Company has resolved to early terminate the Share Award Scheme. Please refer to the announcements dated 5 November 2018 and 13 May 2026 for details.

As at 1 April 2026 and 30 September 2026, there were no unvested awarded shares outstanding under the Share Award Scheme. During the Reporting Period, no awarded shares were granted, vested, cancelled, lapsed, or forfeited under the Share Award Scheme.

Referring to the amended GEM Listing Rules relating to share schemes became effective on 1 January 2023, the Company's Share Award Scheme which existed as at 1 January 2023 and utilised general mandate may only grant shares under general mandate until the second annual general meeting after 1 January 2023, which was held on 7 August 2024. Since then and prior to the early termination on 13 May 2026, the Company was no longer permitted to issue new shares under this Share Award Scheme unless it is updated or replaced with a new scheme to comply with these new regulations.

As at the Date of this Announcement, a maximum number of Shares that could be issued and allotted are nil Shares as the Share Award Scheme has been terminated.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

At no time during the Reporting Period was the Company or any of its subsidiaries a party to any arrangement that would enable the Directors to acquire benefits by means of acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the Directors or any of their spouses or children under the age of 18 were granted any right to subscribe for the equity or debt securities of the Company or any other body corporate or had exercised any such right.

DIRECTORS' AND CONTROLLING SHAREHOLDERS' INTERESTS IN COMPETING BUSINESS

For the Reporting Period, none of the Directors or their respective associates had engaged in or had any interest in any business which competes or is likely to compete, either directly or indirectly, with the businesses of the Group.

On behalf of the Board
KML Technology Group Limited
Luk Kam Ming
Chairman and Executive Director

Hong Kong, 20 November 2026

As at the Date of this Announcement, the executive Directors are Mr. LUK Kam Ming, Mr. LUK Kwai Lung, Mr. LUK Yin Cheung and Ms. LEE Kam Han; and the independent non-executive Directors are Mr. LAU On Kwok, Mr. LAW Wing Chi Stephen and Dr. TSE Chi Kong.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules of the Stock Exchange for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the "Latest Listed Company Information" page of the Stock Exchange's website at www.hkexnews.hk for a minimum period of 7 days from the date of publication and on the website of the Company at www.kml.com.hk.