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# AUTOMATED SYSTEMS HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 771)

## INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30TH JUNE 2025

### GROUP PERFORMANCE OVERVIEW

(HK\$ million)

#### Group Consolidated Financial Result

<b>Orders Newly Secured</b> <b>17.3%</b> <b>HK\$ 1,519.3</b> (CY24 1H : HK\$ 1,295.0)	<b>Revenue</b> <b>8.8%</b> <b>HK\$ 1,332.9</b> (CY24 1H : HK\$ 1,225.5)	<b>Profit for the Period</b> <b>9.0%</b> <b>HK\$ 41.5</b> (CY24 1H : HK\$ 38.1)	<b>Basic Earnings Per Share</b> (HK Cents) <b>4.98</b> (CY24 1H : 4.57)
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#### Core Business

<b>Orders – System Integration (ITI)</b> <b>21.3%</b> <b>HK\$ 759.7</b> (CY24 1H : HK\$ 626.1)	<b>Orders – Unified Tech Services (UTS)</b> <b>13.6%</b> <b>HK\$ 759.6</b> (CY24 1H : HK\$ 668.9)
<b>Revenue</b> <b>8.8%</b> <b>HK\$ 1,332.9</b> (CY24 1H : HK\$ 1,225.5)	<b>Adjusted EBITDA*</b> <b>2.2%</b> <b>HK\$ 59.6</b> (CY24 1H : HK\$ 58.2)
<b>Adjusted Net Profit</b> <b>0.7%</b> <b>HK\$ 45.7</b> (CY24 1H : HK\$ 46.0)	<b>Adjusted Operating Cash Flow</b> <b>76.6%</b> <b>HK\$ 52.4</b> (CY24 1H : HK\$ 223.5)

#### Interest in Associates

<b>Share of Results of Associates</b> <b>HK\$ 3.3</b> (CY24 1H : HK\$ (7.9))	<b>Net (Loss)/Gain on Deemed Disposal of Partial Interest in Associate</b> <b>HK\$ (4.9)</b> (CY24 1H : HK\$ 0.1)
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#### Non-Operating Items

<b>Adjusted Costs Related to Corporate &amp; Others</b> <b>HK\$ (2.6)</b> (CY24 1H : HK\$ (0.1))
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#### Adjusted EBITDA:

Adjusted Earnings Before Interest, Taxes, Depreciation, and Amortisation ("Adjusted EBITDA") is calculated based on profit for the period excluding interest income and expenses, tax, depreciation and amortisation, equity-settled share-based payments expense, share of results of associates, net gain/loss on deemed disposal of partial interest in an associate and one-off professional fee.

#### Adjusted Net Profit:

Adjusted Net Profit is calculated based on Adjusted EBITDA adding back interest income and expenses, depreciation and amortisation, income tax expense and tax adjustments from the equity-settled share-based payments expense.

#### Adjusted Operating Cash Flow:

Operating cash flow of core business is calculated based on net cash from operating activities of the Group excluding one-off professional fees.

#### Adjusted Costs Related to Corporate & Others:

Mainly represent the equity-settled share-based payments expense, one-off professional fees and interest expenses on acquisition-related bank borrowings.

#### System Integration & Other Businesses:

Being the business of information technology in supplying of information technology and associated products carried out by the Group, and Professional Service carried out by subsidiaries, other than Automated Systems (H.K.) Limited.

#### Unified Technology Service:

Being the business of information technology in providing systems integration, software and consulting services, engineering support for products and solutions and managed services carried out by a subsidiary, Automated Systems (H.K.) Limited.

\*:

The information is not a measure required by or presented in accordance with HKFRS Accounting Standards ("HKFRS"). The use of this non-HKFRS measure has limitations as an analytical tool, and you should not consider it in isolation from, or as a substitute for analysis of, our results or operations or financial condition as reported under HKFRS.

## RESULTS

The Board of Directors (the “Board”) of Automated Systems Holdings Limited (the “Company”) are pleased to announce the unaudited results of the Company and its subsidiaries (the “Group” or “ASL”) for the six months ended 30th June 2025. The interim financial information has been reviewed by the Company’s Audit Committee and the Company’s auditor.

### Condensed Consolidated Statement of Profit or Loss

		<b>Unaudited</b>	
		<b>Six months ended</b>	
		<b>30th June</b>	
		<b>2025</b>	<b>2024</b>
	<i>Notes</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
<b>Revenue</b>	3	<b>1,332,883</b>	1,225,462
Cost of goods sold		<b>(583,487)</b>	(522,218)
Cost of services rendered		<b>(620,426)</b>	(580,053)
Other income	4	<b>11,561</b>	13,332
Other loss, net	5	<b>(4,452)</b>	(921)
Selling expenses		<b>(55,027)</b>	(47,403)
Administrative expenses		<b>(33,444)</b>	(31,895)
Finance income	6	<b>530</b>	85
Finance costs		<b>(729)</b>	(563)
Share of results of associates		<b>3,324</b>	(7,867)
<b>Profit before income tax</b>	7	<b>50,733</b>	47,959
Income tax expense	8	<b>(9,218)</b>	(9,858)
<b>Profit for the period attributable to equity holders of the Company</b>		<b>41,515</b>	38,101
		<b>HK cents</b>	<i>HK cents</i>
<b>Earnings per share attributable to equity holders of the Company:</b>	10		
– Basic		<b>4.98</b>	4.57
– Diluted		<b>4.91</b>	4.57

## Condensed Consolidated Statement of Comprehensive Income

	<b>Unaudited</b>	
	<b>Six months ended</b>	
	<b>30th June</b>	
	<b>2025</b>	<b>2024</b>
	<b><i>HK\$'000</i></b>	<b><i>HK\$'000</i></b>
<b>Profit for the period</b>	<b>41,515</b>	<b>38,101</b>
<b>Other comprehensive income/(loss)</b>		
<b>Items that may be reclassified subsequently to profit or loss:</b>		
Exchange differences on translation of overseas operations	<b>23,547</b>	<b>(4,638)</b>
Share of other comprehensive income/(loss) of associates	<b>7,953</b>	<b>(1,508)</b>
<b>Total comprehensive income for the period attributable to equity holders of the Company</b>	<b><u>73,015</u></b>	<b><u>31,955</u></b>

## Condensed Consolidated Statement of Financial Position

		Unaudited 30th June 2025 HK\$'000	Audited 31st December 2024 HK\$'000
	Notes		
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	11	344,611	320,638
Investment properties	12	23,975	48,500
Intangible assets		–	–
Interests in associates	13	1,241,212	1,219,206
Prepayments	15	5,015	10,291
Financial asset at fair value through other comprehensive income (“FVOCI”)	16	5,181	–
Finance lease receivables		13,002	15,310
Deferred income tax assets		1,216	127
		<u>1,634,212</u>	<u>1,614,072</u>
<b>CURRENT ASSETS</b>			
Inventories		364,169	333,911
Trade receivables	14	162,305	192,410
Finance lease receivables		8,000	6,808
Other receivables, deposits and prepayments	15	87,856	74,853
Contract assets		345,900	337,834
Tax recoverable		2,421	2,140
Time deposits		93,500	415,306
Bank balances and cash		649,377	299,087
		<u>1,713,528</u>	<u>1,662,349</u>
<b>TOTAL ASSETS</b>		<u><b>3,347,740</b></u>	<u><b>3,276,421</b></u>
<b>EQUITY</b>			
Share capital		83,370	83,370
Share premium		403,164	403,164
Reserves		1,841,307	1,790,374
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY</b>		<u><b>2,327,841</b></u>	<u><b>2,276,908</b></u>

# Condensed Consolidated Statement of Financial Position (Continued)

		Unaudited 30th June 2025 HK\$'000	Audited 31st December 2024 HK\$'000
	Notes		
<b>NON-CURRENT LIABILITIES</b>			
Deferred income tax liabilities		164,456	163,077
Lease liabilities		<u>4,231</u>	<u>2,353</u>
		<u>168,687</u>	<u>165,430</u>
<b>CURRENT LIABILITIES</b>			
Trade payables	17	290,262	298,705
Other payables and accruals	18	145,621	179,849
Receipts in advance	19	399,541	344,568
Current income tax liabilities		10,849	5,177
Lease liabilities		<u>4,939</u>	<u>5,784</u>
		<u>851,212</u>	<u>834,083</u>
<b>TOTAL LIABILITIES</b>		<u>1,019,899</u>	<u>999,513</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>3,347,740</u>	<u>3,276,421</u>
<b>NET CURRENT ASSETS</b>		<u>862,316</u>	<u>828,266</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2,496,528</u>	<u>2,442,338</u>

## NOTES TO THE INTERIM FINANCIAL INFORMATION

### 1. BASIS OF PREPARATION

The interim financial information for the six months ended 30th June 2025 has been prepared in accordance with the applicable disclosure requirements of the Rules Governing the Listing of Securities (the “Listing Rules”) on The Stock Exchange of Hong Kong Limited (“Stock Exchange”) and Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” as issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). The interim financial information does not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31st December 2024, which have been prepared in accordance with HKFRS Accounting Standards.

### 2. ADOPTION OF AMENDED HKFRS ACCOUNTING STANDARDS

#### **Amended HKFRS Accounting Standards that are effective for annual period beginning on 1st January 2025**

The interim financial information for the six months ended 30th June 2025 have been prepared in accordance with the accounting policies adopted in the Group’s annual consolidated financial statements for the year ended 31st December 2024, except for the adoption of the Amendments to HKAS 21 “Lack of Exchangeability” which are effective as of 1st January 2025.

The amendments to HKAS 21 specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. Besides, the amendments also require an entity to disclose additional information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity’s financial performance, financial position and cash flows.

The adoption of the amended HKFRS Accounting Standards had no material impact on how the results and financial position of the Group for the current and prior periods have been prepared and presented. The Group has not early adopted any other standards, interpretation or amendment that has been issued but are not yet effective.

### 3. REVENUE AND SEGMENT INFORMATION

The Group's revenue is analysed as follows:

	<b>Unaudited</b>	
	<b>Six months ended</b>	
	<b>30th June</b>	
	<b>2025</b>	<b>2024</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Sales of goods	<b>675,890</b>	611,325
Revenue from service contracts	<b>656,993</b>	614,137
	<b><u>1,332,883</u></b>	<b><u>1,225,462</u></b>

The executive directors have been identified as the chief operating decision maker. The executive directors have reviewed the Group's internal reporting in order to assess the performance and allocate resources. The executive directors have determined the operating segments based on the Group's internal reporting.

The Group is organised into two (six months ended 30th June 2024: two) operating divisions – Information Technology Products ("IT Products") and Information Technology Services ("IT Services").

These divisions are the basis on which the Group reports its primary segment information to the chief operating decision maker. The business nature of each segment is disclosed as follows:

#### **IT Products**

Being the business of information technology in supplying of information technology and associated products.

#### **IT Services**

Being the business of information technology in providing systems integration, software and consulting services, engineering support for products and solutions and managed services.

Segment information about these businesses is presented below:

#### **Unaudited**

#### **Six months ended 30th June 2025**

	<b>IT Products</b>	<b>IT Services</b>	<b>Total</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>	<b>HK\$'000</b>
Revenue from external customers	<b>675,890</b>	<b>656,993</b>	<b>1,332,883</b>
Intersegment revenue	<b><u>9,257</u></b>	<b><u>10,032</u></b>	<b><u>19,289</u></b>
Segment revenue	<b>685,147</b>	<b>667,025</b>	<b>1,352,172</b>
Reportable segment profit	<b>68,815</b>	<b>1,866</b>	<b>70,681</b>
Segment depreciation	<b>1,722</b>	<b>6,674</b>	<b>8,396</b>
Additions to property, plant and equipment*	<b><u>18</u></b>	<b><u>2,899</u></b>	<b><u>2,917</u></b>

\* Additions to property, plant and equipment of HK\$8,675,000 were related to unallocated assets.

### 3. REVENUE AND SEGMENT INFORMATION *(Continued)*

Segment information about these businesses is presented below: *(Continued)*

Unaudited

Six months ended 30th June 2024

	IT Products <i>HK\$'000</i>	IT Services <i>HK\$'000</i>	Total <i>HK\$'000</i>
Revenue from external customers	611,325	614,137	1,225,462
Intersegment revenue	<u>2,296</u>	<u>9,625</u>	<u>11,921</u>
Segment revenue	613,621	623,762	1,237,383
Reportable segment profit	67,276	8,087	75,363
Segment depreciation	1,500	6,061	7,561
Additions to property, plant and equipment*	<u>18</u>	<u>2,359</u>	<u>2,377</u>

\* Additions to property, plant and equipment of HK\$5,298,000 were related to unallocated assets.

The Group's assets and liabilities by reportable segments as at reporting dates are presented below:

Unaudited

As at 30th June 2025

	IT Products <i>HK\$'000</i>	IT Services <i>HK\$'000</i>	Total <i>HK\$'000</i>
Reportable segment assets	481,650	466,177	947,827
Reportable segment liabilities	<u>403,530</u>	<u>333,600</u>	<u>737,130</u>

Audited

As at 31st December 2024

	IT Products <i>HK\$'000</i>	IT Services <i>HK\$'000</i>	Total <i>HK\$'000</i>
Reportable segment assets	530,236	413,996	944,232
Reportable segment liabilities	<u>382,402</u>	<u>307,695</u>	<u>690,097</u>

#### (a) Segment accounting policies

The accounting policies of the reportable segments are the same as the Group's accounting policies disclosed in the annual consolidated financial statements of the Group for the year ended 31st December 2024.



### 3. REVENUE AND SEGMENT INFORMATION (Continued)

#### (b) Reconciliation of the reportable segment revenue, profit or loss, assets and liabilities

Reportable segment revenue, profit or loss, assets and liabilities are reconciled to results and total assets and total liabilities of the Group as follows:

	Unaudited Six months ended 30th June	
	2025	2024
	HK\$'000	HK\$'000
<b>Revenue</b>		
Reportable segment revenue	1,352,172	1,237,383
Elimination of intersegment revenue	(19,289)	(11,921)
Revenue per condensed consolidated statement of profit or loss	<u>1,332,883</u>	<u>1,225,462</u>

Intersegment revenue is charged at cost plus a percentage of profit mark-up.

	Unaudited Six months ended 30th June	
	2025	2024
	HK\$'000	HK\$'000
<b>Profit or loss</b>		
Reportable segment profit	70,681	75,363
Unallocated amounts:		
Unallocated other income	13,691	12,967
Unallocated other loss, net	(4,452)	(921)
Unallocated depreciation	(5,446)	(5,584)
Share of results of associates	3,324	(7,867)
Finance costs	(729)	(563)
Unallocated corporate expenses	<u>(26,336)</u>	<u>(25,436)</u>
Profit before income tax per condensed consolidated statement of profit or loss	<u>50,733</u>	<u>47,959</u>

### 3. REVENUE AND SEGMENT INFORMATION *(Continued)*

#### (b) Reconciliation of the reportable segment revenue, profit or loss, assets and liabilities *(Continued)*

Reportable segment revenue, profit or loss, assets and liabilities are reconciled to results and total assets and total liabilities of the Group as follows: *(Continued)*

	Unaudited 30th June 2025 HK\$'000	Audited 31st December 2024 HK\$'000
<b>Assets</b>		
Reportable segment assets	947,827	944,232
Unallocated assets:		
Interests in associates	1,241,212	1,219,206
Deferred income tax assets	1,216	127
Tax recoverable	2,421	2,140
Time deposits	93,500	415,306
Bank balances and cash	649,377	299,087
Unallocated corporate assets	412,187	396,323
	<hr/>	<hr/>
Total assets per condensed consolidated statement of financial position	<b>3,347,740</b>	3,276,421
	<hr/>	<hr/>
	Unaudited 30th June 2025 HK\$'000	Audited 31st December 2024 HK\$'000
<b>Liabilities</b>		
Reportable segment liabilities	737,130	690,097
Unallocated liabilities:		
Current income tax liabilities	10,849	5,177
Deferred income tax liabilities	164,456	163,077
Unallocated corporate liabilities	107,464	141,162
	<hr/>	<hr/>
Total liabilities per condensed consolidated statement of financial position	<b>1,019,899</b>	999,513
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### 3. REVENUE AND SEGMENT INFORMATION *(Continued)*

#### (b) Reconciliation of the reportable segment revenue, profit or loss, assets and liabilities *(Continued)*

The following table sets out information about the geographical segment location of the Group's revenue from external customers and its non-current assets (other than financial instruments and deferred income tax assets). The geographical location of customers is based on the location at which the services were provided or the goods were delivered. The geographical location of the specified non-current assets is based on the physical location of the asset in the case of property, plant and equipment and investment properties, the location of the operations to which they are allocated in the case of intangible assets and prepayments and the location of operations in case of interests in associates.

	Revenue from external customers		Specific non-current assets	
	Unaudited		Unaudited	Audited
	Six months ended		30th	31st
	30th June		June	December
	2025	2024	2025	2024
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<b>Place of domicile</b>				
Hong Kong	1,226,905	1,161,779	317,771	326,839
The United States ("U.S.")	–	–	1,204,116	1,189,036
Mainland China	3,479	978	51,274	50,671
Macau	33,266	27,972	3,560	767
Singapore	–	–	37,095	30,170
Thailand	57,511	22,966	558	642
Taiwan	11,722	11,767	439	510
	<u>1,332,883</u>	<u>1,225,462</u>	<u>1,614,813</u>	<u>1,598,635</u>

### 3. REVENUE AND SEGMENT INFORMATION *(Continued)*

#### (c) Disaggregation of revenue from contracts with customers

The Group derives revenue from the transfer of goods and services over time and at a point in time, details of the Group's timing of revenue recognition were as follows:

	Unaudited Six months ended 30th June	
	2025	2024
	HK\$'000	HK\$'000
<b>Timing of revenue recognition</b>		
At a point in time	788,512	705,211
Over time	544,371	520,251
	<u>1,332,883</u>	<u>1,225,462</u>
Revenue from external customers	<u>1,332,883</u>	<u>1,225,462</u>

Revenue relates to performance obligation that are unsatisfied as at 30th June 2025 amounted to approximately HK\$1,849,013,000 (31st December 2024: HK\$1,649,772,000) are expected to be recognised within one to five years (31st December 2024: within one to five years).

### 4. OTHER INCOME

	Unaudited Six months ended 30th June	
	2025	2024
	HK\$'000	HK\$'000
Interest on bank deposits	10,438	11,237
Rental income from investment properties	490	1,403
Others	633	692
	<u>11,561</u>	<u>13,332</u>

**5. OTHER LOSS, NET**

	<b>Unaudited</b>	
	<b>Six months ended</b>	
	<b>30th June</b>	
	<b>2025</b>	<b>2024</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Net (loss)/gain on deemed disposal of partial interest in an associate	(4,970)	58
Exchange gain/(loss), net	522	(975)
Loss on disposal of property, plant and equipment	(7)	–
Others	3	(4)
	<u>(4,452)</u>	<u>(921)</u>

**6. FINANCE INCOME**

Finance income represents accretion of discount recognised upon initial recognition of finance lease receivables to their fair values.

**7. PROFIT BEFORE INCOME TAX**

	<b>Unaudited</b>	
	<b>Six months ended</b>	
	<b>30th June</b>	
	<b>2025</b>	<b>2024</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
Profit before income tax is arrived at after charging/(crediting):		
Depreciation:		
Property, plant and equipment – owned assets	10,592	9,879
Property, plant and equipment – right-of-use assets	3,250	3,266
Loss on disposal of property, plant and equipment	7	–
Reversal of ECL allowance of trade receivables	(30)	(136)
Employee benefit expenses (excluding directors' emoluments)	<u>380,672</u>	<u>340,358</u>

## 8. INCOME TAX EXPENSE

	Unaudited Six months ended 30th June	
	2025	2024
	HK\$'000	HK\$'000
Current taxation:		
Hong Kong profits tax ( <i>Note (i)</i> )	8,037	7,663
Overseas taxation	2,165	1,959
Over-provision in respect of prior years:		
Overseas taxation	(129)	–
	10,073	9,622
Deferred taxation:		
Current period	(855)	236
Income tax expense	9,218	9,858

*Note:*

- (i) Under the Hong Kong's two-tiered profits tax rates regime, the first HK\$2 million of profits of qualifying entities will be taxed at 8.25%, and the profits above HK\$2 million will be taxed at 16.5%. The profits of entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at 16.5%. For the six months ended 30th June 2025 and 2024, Hong Kong profits tax of a subsidiary of the Company is calculated in accordance with the two-tiered profits tax rates regime.

## 9. DIVIDENDS

	Unaudited Six months ended 30th June	
	2025	2024
	HK\$'000	HK\$'000
Dividend approved and paid during the period:		
Final dividend in respect of the year ended 31st December 2024 of		
3.0 HK cents per share (six months ended 30th June 2024:		
in respect of the year ended 31st December 2023 of		
3.0 HK cents per share)	25,011	25,011

The Board does not recommend any payment of interim dividend for the six months ended 30th June 2025 (six months ended 30th June 2024: Nil).

# 10. EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

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

	<b>Unaudited</b> <b>Six months ended</b> <b>30th June</b> <b>2025</b> 2024 <i>HK\$'000</i> <i>HK\$'000</i>	
Profit attributable to equity holders of the Company for basic and diluted earnings per share	<b>41,515</b>	38,101
	<b>Number of shares</b> <b>Unaudited</b> <b>30th June</b> 30th June <b>2025</b> 2024 <i>'000</i> <i>'000</i>	
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share ( <i>Notes (a)</i> )	<b>833,696</b>	833,696
Effect of dilutive potential ordinary shares		
– Share awards ( <i>Note (b)</i> )	<b>12,495</b>	–
– Share options ( <i>Note (b)</i> )	–	–
Weighted average number of ordinary shares for diluted earnings per share	<b>846,191</b>	833,696
	<b>Unaudited</b> <b>Six months ended</b> <b>30th June</b> <b>2025</b> 2024 <i>HK cents</i> <i>HK cents</i>	
Earnings per share		
– Basic	<b>4.98</b>	4.57
– Diluted	<b>4.91</b>	4.57

## **10. EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY**

*(Continued)*

*Notes:*

- (a) The 833,696,000 (six months ended 30th June 2024: 833,696,000) ordinary shares are derived from the weighted average number of ordinary shares in issue during the six months ended 30th June 2025.
- (b) The calculation of the diluted earnings per share for the period ended 30th June 2025:
  - has taken into account the issuance of share awards of the Company under the 2024 Share Award Scheme; and
  - has not taken into account the exercise of the share options of the Company granted under the 2017 Share Option Scheme (Amended) and the effect of the dilutive instruments issued by the Group's associates as they are considered as anti-dilutive.

The calculation of the diluted earnings per share for the six months ended 30th June 2024 has not taken into account the exercise of the share options of the Company granted under the 2017 Share Option Scheme and the effect of the dilutive instruments issued by the Group's associates as they are considered as anti-dilutive.

## **11. PROPERTY, PLANT AND EQUIPMENT**

During the six months ended 30th June 2025, additions to property, plant and equipment, were mainly for computer equipment and leasehold improvement approximately HK\$2,836,000 (six months ended 30th June 2024: HK\$4,331,000) and HK\$4,316,000 (six months ended 30th June 2024: HK\$227,000), respectively.

During the six months ended 30th June 2025, additions to right-of-use assets, right-of-use assets with reassessment of lease term and lease modification included in property, plant and equipment amounting to HK\$706,000 (six months ended 30th June 2024: HK\$714,000), and HK\$3,610,000 (six months ended 30th June 2024: HK\$2,630,000), respectively, which are related to office premises.

The Group's land and buildings were stated at valuations made at 31st December 2024 less depreciation. The land and buildings were last revalued by an independent professional valuer at 31st December 2024 on market value basis which was determined by reference to market evidence of recent transactions for similar properties. As at 30th June 2025, the directors of the Company considered that the carrying amount of the Group's land and buildings did not differ significantly from their fair values.

As at 30th June 2025, if the land and buildings had not been revalued, they would have been included in the interim financial information at historical cost, less accumulated depreciation with carrying amount of approximately HK\$94,827,000 (31st December 2024: HK\$72,207,000).

As at 30th June 2025, the Group had pledged land and buildings with carrying amount of approximately HK\$179,225,000 (31st December 2024: HK\$154,700,000) to secure banking facilities granted to the Group.



## 12. INVESTMENT PROPERTIES

The investment properties of the Group were last revalued at 31st December 2024 by an independent professional valuer on market value basis which was determined by reference to market evidence of recent transactions for similar properties.

As at 30th June 2025, the directors of the Company considered that the carrying amount of the Group's investment properties which are carried at revalued amounts did not differ significantly from their fair values.

The Group was previously used the property as a rental property generating income through operating lease, which has undergone a change in usage during the six months ended 30th June 2025. It is now being utilised as the office. As such the Group reclassified the property at fair value of HK\$24,525,000 from investment properties to property, plant and equipment.

As at 30th June 2025, the Group had pledged investment properties with carrying amount of approximately HK\$22,475,000 (31st December 2024: HK\$47,000,000) to secure banking facilities granted to the Group.

## 13. INTERESTS IN ASSOCIATES

	<b>Unaudited 30th June 2025 HK\$'000</b>	<b>Audited 31st December 2024 HK\$'000</b>
Listed ( <i>Note</i> )	<b>1,204,117</b>	1,189,036
Unlisted	<b>37,095</b>	30,170
	<b><u>1,241,212</u></b>	<b><u>1,219,206</u></b>

*Note:*

The Group's interest in listed securities represents the Group's interest in Grid Dynamics Holdings, Inc. ("GDH") and its subsidiaries, of which its shares are listed on NASDAQ. As at 30th June 2025, the fair value of the Group's interest in GDH was US\$160,420,000 (equivalent to approximately HK\$1,259,298,000) (31st December 2024: US\$308,895,000 (equivalent to approximately HK\$2,398,110,000)), which is based on the quoted stock price of GDH on NASDAQ of US\$11.55 (31st December 2024: US\$22.24) per share as at 30th June 2025 and is within Level 1 of the fair value hierarchy. The Group had 16.42% interest in the listed associate, GDH as at 30th June 2025 (31st December 2024: 16.61%) and had significant influence through its representation on the board of directors of GDH and participates in all significant financial and operating decision. Therefore, the Group accounts for its interests in GDH using equity method.

### 13. INTERESTS IN ASSOCIATES *(Continued)*

	<b>Unaudited 30th June 2025 HK\$'000</b>	Audited 31st December 2024 HK\$'000
At beginning of the period/year	<b>1,219,206</b>	1,258,056
Net (loss)/gain on deemed disposal of partial interest in an associate <i>(Note (i))</i>	<b>(4,970)</b>	47,107
Disposal of interest in an associate	–	(75,380)
Share of results of associates	<b>3,324</b>	3,918
Share of other comprehensive income/(loss) of associates	<b>7,953</b>	(6,285)
Exchange realignment	<b>15,699</b>	(8,210)
	<hr/> <b>1,241,212</b>	<hr/> 1,219,206
At end of the period/year	<hr/> <b>1,241,212</b>	<hr/> 1,219,206

*Notes:*

- (i) During the six months ended 30th June 2025 and the year ended 31st December 2024, certain restricted stock units and performance stock units granted by GDH to its employees were vested and certain employees had exercised the vested stock options of GDH. As a result, the Group's interest in GDH was diluted from 16.61% as at 31st December 2024 to 16.42% as at 30th June 2025, and a net loss on deemed disposal of partial interest in an associate of HK\$4,970,000 (six months ended 30 June 2024: net gain of HK\$58,000) was recognised in "Other loss, net" (Note 5).

#### 14. TRADE RECEIVABLES

The Group has granted credit to substantially all of its customers for 30 days and has credit control procedures to minimise credit risk. Overdue balances are reviewed regularly by senior management.

	<b>Unaudited</b> <b>30th June</b> <b>2025</b> <i>HK\$'000</i>	Audited 31st December 2024 <i>HK\$'000</i>
Trade receivables – gross	<b>172,456</b>	202,591
Less: ECL allowance	<u><b>(10,151)</b></u>	<u>(10,181)</u>
Trade receivables – net	<u><b>162,305</b></u>	<u>192,410</u>

Based on the invoice dates, the ageing analysis of the gross trade receivables is as follows:

	<b>Unaudited</b> <b>30th June</b> <b>2025</b> <i>HK\$'000</i>	Audited 31st December 2024 <i>HK\$'000</i>
0 – 30 days	<b>81,261</b>	92,776
31 – 60 days	<b>31,006</b>	34,485
61 – 90 days	<b>21,683</b>	30,317
Over 90 days	<u><b>38,506</b></u>	<u>45,013</u>
	<u><b>172,456</b></u>	<u>202,591</u>

## 15. OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

		Unaudited 30th June 2025 HK\$'000	Audited 31st December 2024 HK\$'000
	<i>Notes</i>		
Other receivables		4,719	7,044
Deposits		5,826	5,606
Prepayments	(a)	79,736	69,314
Amount due from ultimate holding company	(b)	832	832
Amount due from immediate holding company	(b)	641	438
Amounts due from associates	(b)	1,949	2,742
		<u>93,703</u>	<u>85,976</u>
Other receivables, deposits and prepayments – gross			
Less: ECL allowance		(832)	(832)
		<u>92,871</u>	<u>85,144</u>
Other receivables, deposits and prepayments – net			
Representing:			
Non-current assets		5,015	10,291
Current assets		87,856	74,853
		<u>92,871</u>	<u>85,144</u>
Other receivables, deposits and prepayments – net			

(a) As at 30th June 2025, prepayments mainly represented advance payment for suppliers and prepayment on collaboration fee to the service vendor amounted to HK\$56,596,000 (31st December 2024: HK\$43,104,000) and HK\$6,832,000 (31st December 2024: HK\$8,007,000) respectively.

(b) As at 30th June 2025 and 31st December 2024, amounts due from ultimate holding company, immediate holding company and associates are unsecured, interest-free and repayable on demand. The carrying amounts approximate their fair values due to their short maturities.

## 16. FINANCIAL ASSET AT FVOCI

	Unaudited 30th June 2025 HK\$'000	Audited 31st December 2024 HK\$'000
Investment in a limited partnership fund	<u>5,181</u>	<u>–</u>

The Group has committed to acquire equity interest of a limited partnership fund amounting to US\$3,000,000. As at 30th June 2025, capital contribution amounting to US\$660,000 (equivalent to approximately HK\$5,181,000) has been made by the Group. The Group designated the investment as financial asset at FVOCI (non-recycling) as the investment is held for long-term capital growth.

## 17. TRADE PAYABLES

An ageing analysis of the trade payables as at the reporting date, based on payment due date, is as follows:

	<b>Unaudited</b> <b>30th June</b> <b>2025</b> <i>HK\$'000</i>	<b>Audited</b> <b>31st December</b> <b>2024</b> <i>HK\$'000</i>
Current	<b>182,068</b>	178,334
Within 30 days	<b>63,176</b>	68,277
31 – 60 days	<b>3,749</b>	9,299
61 – 90 days	<b>2,857</b>	14,365
Over 90 days	<b>38,412</b>	28,430
	<b>290,262</b>	298,705

## 18. OTHER PAYABLES AND ACCRUALS

	<b>Unaudited</b> <b>30th June</b> <b>2025</b> <i>HK\$'000</i>	<b>Audited</b> <b>31st December</b> <b>2024</b> <i>HK\$'000</i>
Other payables	<b>5,017</b>	5,724
Accruals	<b>137,487</b>	172,164
Amount due to ultimate holding company	<b>2,050</b>	1,869
Amount due to an associate	<b>1,050</b>	9
Amount due to a fellow subsidiary	<b>17</b>	83
	<b>145,621</b>	179,849

## 19. RECEIPTS IN ADVANCE

The increase (31st December 2024: increase) of receipts in advance as at 30th June 2025 is mainly due to increase (31st December 2024: increase) in billings in advance and deposit received from customers during the period.

## **DIVIDEND**

The Board does not recommend any payment of interim dividend for the six months ended 30th June 2025 (six months ended 30th June 2024: Nil).

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **Financial Results**

For the six months ended 30th June 2025, total revenue and gross profit of the Group were HK\$1,332.9 million and HK\$129.0 million respectively, similar to the same period last year. During the period, product sales was increased by 10.6% to HK\$675.9 million and service revenue was increased by 7.0% to HK\$657.0 million. In addition, product sales and service revenue contributed 50.7% and 49.3% to total revenue respectively, compared to 49.9% and 50.1% for the corresponding period last year.

For the six months ended 30th June 2025, commercial and public sector sales contributed 38.9% and 61.1% to total revenue respectively, compared to 43.5% and 56.5% for the corresponding period last year.

During the period under review, the Group recorded a profit attributable to the Company's equity holders of HK\$41.5 million, an increase of 9.0% compared to last period of HK\$38.1 million. The increase was mainly due to the increase in share of results of associates recorded during this period.

For the six months ended 30th June 2025, orders newly secured by the Group amounted to approximately HK\$1,519.3 million, an increase of 17.3% compared to the same period last year. As at 30th June 2025, the Group's order book balance was approximately HK\$1,849.0 million. The Group's bank balances and cash and time deposits in total stood at approximately HK\$742.9 million with a working capital ratio of 2.01:1. The Group maintained a healthy financial position. As at 30th June 2025, the Group has no outstanding borrowings.

For the six months ended 30th June 2025, the “Adjusted Net Profit” was HK\$45.7 million, representing a similar result as compared to last year, the “Adjusted EBITDA” was HK\$59.6 million, an increase of 2.2% compared to last period. The “Adjusted Net Profit” and “Adjusted EBITDA” exclude certain items that are non-cash or non-recurring in nature. They are non-HKFRS financial measures used by the Company’s management to evaluate the operating performance and trends of the Group’s core business, to make strategic decisions regarding the allocation of capital and investments. “Adjusted Net Profit” and “Adjusted EBITDA” are not the measures required by or presented in accordance with HKFRS Accounting Standards. The use of them has limitations as an analytical tool, and should not be considered in isolation from, or as a substitute for analysis of, our results or operations or financial condition as reported under HKFRS Accounting Standards.

The reconciliations from “Profit for the period” to “Adjusted Net Profit” and “Adjusted EBITDA” for six months ended 30th June 2025 and 2024 are as follows:

	<b>Unaudited</b>	
	<b>Six months ended</b>	
	<b>30th June</b>	
	<b>2025</b>	<b>2024</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
<b>Profit for the period – HKFRS measure</b>	<b>41,515</b>	38,101
<b>Adjustments for non-recurring items:</b>		
Interest expenses on acquisition – related bank borrowings	–	124
Net gain/(loss) on deemed disposal of partial interest in an associate	<b>4,970</b>	(58)
One-off professional fees	<b>110</b>	–
<b>Adjustments for non-cash items:</b>		
Equity-settled share-based payments expense, net of tax	<b>2,446</b>	–
Share of results of associates	<b>(3,324)</b>	7,867
<b>Adjusted Net Profit – non-HKFRS measure</b>	<b>45,717</b>	46,034
Interest income	<b>(10,438)</b>	(11,237)
Other interest expenses	<b>729</b>	439
Depreciation and amortisation	<b>13,842</b>	13,145
Income tax expenses	<b>9,218</b>	9,858
Tax impact on equity-settled share-based payments expense	<b>483</b>	–
<b>Adjusted EBITDA – non-HKFRS measure</b>	<b>59,551</b>	58,239

## **Core Business Review**

The Group's business remained solid amidst continued international geo-political and economic uncertainties. Adjusted EBITDA performance was stable, benefiting from a increase in the orders newly secured in Hong Kong, Macau and the Asia Pacific region compared to corresponding period last year.

The orders newly secured and the revenue of the Group recorded HK\$1,519.3 million and HK\$1,332.9 million respectively, representing an increase of 17.3% and 8.8% respectively, while the Adjusted EBITDA recorded HK\$59.6 million, reflecting an increase of 2.2%, and the Adjusted Net Profit recorded HK\$45.7 million. The total service revenues of the three core businesses of the Group – Innovative Solutions (Application Development, Dev), Intelligent Cybersecurity Services (Cybersecurity, Sec) and Integrated Managed Services (Omni-channel Managed Services, Ops) recorded a stable growth as compared to the corresponding period last year.

### **Innovative Solutions Business**

(Application Development – Enhance customer experience with innovative applications; Dev)

Innovative Solutions Business saw an increase in service orders newly secured as compared to the corresponding period last year. The increase was mainly attributable to the higher number of orders for application development and the provision of information technology (“IT”) outsourcing services. During the period, its service revenue recorded HK\$296.4 million.

In the first half of the year, the Group actively utilized innovative technologies such as artificial intelligence, blockchain and cloud computing to facilitate the digital transformation across industries and the building of a digital government, including the development of an e-government platform, a territory-wide census data system in Hong Kong and the “eHealth+” system. Meanwhile, we have continued to seize business opportunities in Chinese-brand Information Technology Application Innovation (ITAI) projects and accumulated more successful cases and implementation experience, demonstrating the Group's competitive advantage in innovative technology application, and accumulating key technological assets and implementation capabilities for future development.



## **Intelligent Cybersecurity Services Business**

(Cybersecurity – Protect your assets with intelligent security technology; Sec)

Regarding the Intelligent Cybersecurity Services business, the volume of service orders newly secured reduced and the service revenue recorded HK\$105.6 million. The orders were mainly derived from the sustained growth of the demand for cybersecurity services, 7x24 threat detection and the demand for high quality security managed services.

During the period, the Group received orders from various industries, including two network framework agreements with a total value of approximately HK\$125 million from an organization in the Hong Kong international airport, which will enable the Group to bid for the optimization of airport operations over the next two years, and to provide 7x24 threat detection and on-site technical support for a critical government department system, demonstrating its highly efficient response capability. In addition, the Group's cybersecurity capabilities in the Greater Bay Area have been further enhanced, with repeated integration orders from brands from Mainland China and the rest of the world, and the extension of ISO certification to the Security Operation Center (SOC) in Guangzhou in the first half of the year, which has enabled the standardization of cross-region service quality.

## **Integrated Managed Services Business**

(Omni-channel Managed Services – Simplify your IT operations to increase efficiency; Ops)

During the period, service orders newly secured by the Integrated Managed Services Business increased, principally supported by the market demand for IT Service Management (ITSM) projects, DevSecOps, DevOps and managed services. The service revenue recorded HK\$235.4 million.

The Group has entered into a number of significant large-scale managed service contracts or renewals in various sectors such as finance and insurance, aviation, real estate, education, retail and government. In the banking and financial sector, the Group demonstrated its diversified technology integration capabilities by successfully securing a diversified Virtual Desktop Infrastructure (VDI) technology project. Additionally, we were awarded a five-year territory-wide IT end-point devices support and maintenance contract from a government department in Hong Kong. In addition, the Group provides 24-hour automated services through our Artificial Intelligence for IT Operations (AIOps) services. Many of its projects have adopted the Information Technology Infrastructure Library (ITIL) management platform, demonstrating the technological advantage of transforming from ITSM to the cutting-edge AIOps solutions.

## **Enhancing DevSecOps Capabilities in ITAI and Expanding Successful Cases**

The Group has further expanded its presence in the field of ITAI, strengthened its industry-leading product benchmarking and testing platform for brand from “Mainland China and the rest of the world”, and enhanced its unified technology capabilities. The Group has successfully secured a number of projects from government and financial institutions, providing leading and reliable technological protection for its customers.

## **Sector-focus and Expansion in Asia Pacific and the Oceania Markets**

Meanwhile, the Group continues to strength its sector-focus approach while expanding across the Asia Pacific market and the Oceania market. In the first half of the year, the Group has set up offices in Malaysia and Australia, and continued to expand its Offshore Development Center (ODC) to accelerate the utilization of AI technologies to provide highly efficient solutions for various industries.

## **Business of Associates**

Grid Dynamics Holdings, Inc. (“GDH”, NASDAQ ticker symbol: GDYN), an associate with business in Europe and the U.S., delivered strong performance in the first half of 2025. According to the Form 10-Q for the six months ended 30th June 2025 of GDH published on the website of U.S. Securities and Exchange Commission, the total revenue of GDH for the first half of the year amounted to US\$201.5 million (equivalent to approximately HK\$1,581.9 million), representing a growth of 23.7%, while non-GAAP EBITDA was US\$27.4 million (equivalent to approximately HK\$214.7 million). Various business segments achieved growth in the first half of 2025 when compared with the corresponding period last year. Retail remained the largest business sector while finance emerged as the second-largest sector of GDH, driven by a strong demand from fintech clients and contributions from strategic acquisitions completed in 2024. GDH’s artificial intelligence and data business continued to increase its share of revenue, growing almost at three times faster than its overall organic business – a clear demonstration of GDH’s leadership in the provision of enterprise-grade artificial intelligence solutions.

i-Sprint Holdings Limited and its subsidiaries (collectively “i-Sprint”), one of the major associates in Asia Pacific, recorded a revenue of approximately HK\$84.5 million, representing a 15.6% growth, and EBITDA of approximately HK\$26.8 million, with a significant increase of 59.3%. In 2025, when i-Sprint’s celebrated its 25th anniversary, the company continued to deepen its collaboration with technology partners and distributors in Asia Pacific, launching an upgraded cybersecurity solution incorporating AI to meet customers’ cybersecurity and anti-counterfeiting needs with cutting-edge technology and successfully expanding to new customer segments.

## **Outlook and Prospects**

Amid persistent global economic uncertainties and pressured recovery momentum, intensifying market competition has prompted the Group to adopt a prudent approach in navigating challenges. At the same time, we remain acutely attuned to emerging opportunities driven by China’s economic stabilization and the deepening integration of the Greater Bay Area. We firmly believe that forward-looking policy intelligence is pivotal to securing first-mover advantages. With the implementation of the Protection of Critical Infrastructure (Computer Systems) Ordinance in Hong Kong on 1st January 2026, the Group will continue to maintain a high level of vigilance to identify the market gaps arising from policy adjustments and to capitalize on the development opportunities brought by such policy adjustments.

The Group will continue to focus on the core demands of the industry and actively expand into the Asia Pacific and Oceania markets. To keep pace with the rapidly evolving IT sector, we will further strengthen our talent pool and training, as well as increase our investment in the ITAI field, and build up a professional technical evaluation team to select the most suitable solutions for our customers. Leveraging on the well-established ecosystem for brands from Mainland China and the rest of the world and diversified technological advantages, the Group will integrate DevSecOps expertise with platform-based managed services, and respond to the evolving industry demands through innovative solutions, cybersecurity and operations, with a special focus on the ITAI field and exploration of the AI application scenarios. In the midst of today’s complex and volatile economic landscape, the Group is committed to joining hands with its regional customers to capitalize on the opportunities arising from the transformation of the digital economy and to achieve sustainable development.

## **Financial Resources and Liquidity**

As at 30th June 2025, the Group's total assets of HK\$3,347.7 million were financed by current liabilities of HK\$851.2 million, non-current liabilities of HK\$168.7 million and equity attributable to equity holders of the Company of HK\$2,327.8 million. The Group had a working capital ratio of approximately 2.01:1.

As at 30th June 2025, the Group had an aggregate composite banking facility from banks of approximately HK\$270.3 million (31st December 2024: HK\$270.3 million). The performance bonds issued by the Group to customers as security of contracts were approximately HK\$126.9 million as at 30th June 2025 (31st December 2024: HK\$113.2 million). The Group has no outstanding borrowings as at 30th June 2025.

## **Material Acquisition and Disposal**

During the six months ended 30th June 2025, neither the Company nor any of its subsidiaries had material acquisition or disposal.

## **Treasury Policies**

The Group generally financed its operations with internally generated resources and credit facilities provided by banks. Bank facilities available for the Group include trust receipt loans, clean import loans, overdrafts and term loans. The interest rates of most of them are fixed by reference to the respective countries' Interbank Offer Rate. The bank deposits are mainly denominated in Hong Kong dollars ("HKD") and United States dollars ("USD"). The bank borrowings are denominated in HKD.

## **Foreign Exchange Exposure**

The Group mainly earns revenue and incurs costs in HKD and USD. Foreign exchange exposure to USD of the Group will continue to be minimal as long as the policy of the Government of the Hong Kong Special Administrative Region to link HKD to USD remains in effect. There was no material exposure to fluctuations in exchange rates and therefore no related hedging financial instrument was applied during the six months ended 30th June 2025 (six months ended 30th June 2024: same).

## **Contingent Liabilities**

As at 30th June 2025, performance bonds of approximately HK\$126.9 million (31st December 2024: HK\$113.2 million) have been issued by the bank on behalf of the Group to customers as security of contracts.

## **Capital Commitments**

As at 30th June 2025, the Group had contracted capital commitment in respect of property, plant and equipment and capital contribution in a limited partnership fund of approximately HK\$1.1 million (31st December 2024: HK\$2.0 million) and HK\$18.4 million (31st December 2024: Nil) respectively.

## **Employee and Remuneration Policies**

As at 30th June 2025, the Group, excluding its associates, employed 1,647 permanent and contract staff (30th June 2024: 1,458 employees) in Hong Kong, Mainland China, Taiwan, Macau, Thailand, United Kingdom, Australia and Malaysia. The Group remunerates its employees based on their performance, working experience and the prevailing market conditions. The Group also provides mandatory provident fund, insurance, medical benefits, internal and external training and discretionary bonuses based on individual performance. The share option scheme and share scheme are in place to provide long-term incentives to the selected key staff of the Group.

## **PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES**

During the six months ended 30th June 2025, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities.

## **AUDIT COMMITTEE**

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, risk management and internal control systems and financial reporting matters including the review of the unaudited interim results.

## **COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS**

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix C3 to the Listing Rules. The Company has made specific enquiry of all Directors regarding any non-compliance with the Model Code during the six months ended 30th June 2025, and they all confirmed that they have fully complied with the required standards set out in the Model Code.

## **COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE**

The Company has complied with the Corporate Governance Code set out in Appendix C1 to the Listing Rules throughout the six months ended 30th June 2025.

By Order of the Board

**Automated Systems Holdings Limited**

**Wang Yueou**

*Executive Director and Chief Executive Officer*

Hong Kong, 20th August 2025

*As at the date of this announcement, the Board comprises Mr. Wang Weihang and Mr. Wang Yueou being Executive Directors; Ms. Zhang Bingxia being Non-Executive Director; and Mr. Pan Xinrong, Mr. Deng Jianxin and Ms. Or Siu Ching Rerina being Independent Non-Executive Directors.*