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MAN YUE TECHNOLOGY HOLDINGS LIMITED
萬裕科技集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00894)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2025

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		Change
	2025	2024	
	HK\$'000	HK\$'000	
Revenue	816,637	815,977	+0.1%
Gross profit	137,257	133,039	+3.2%
EBITDA	66,673	68,704	-3.0%
Profit attributable to shareholders	4,405	2,756	+59.8%
Earnings per share	0.93 HK cent	0.58 HK cent	+60.3%

INTERIM RESULTS

The board of directors (the “Board”) of Man Yue Technology Holdings Limited (the “Company”) is pleased to announce the unaudited interim results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30 June 2025 (the “Period”).

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		Six months ended 30 June	
		2025	2024
	Note	HK\$'000	HK\$'000
Revenue	4, 5	816,637	815,977
Cost of sales		<u>(679,380)</u>	<u>(682,938)</u>
Gross profit		137,257	133,039
Other income	6	8,481	3,842
Other net loss	7	(11,203)	(49)
Selling and distribution costs		(24,152)	(26,117)
Administrative expenses		<u>(79,093)</u>	<u>(78,469)</u>
Operating profit	8	31,290	32,246
Finance costs	9	(21,763)	(25,852)
Finance income	10	2,796	3,222
Share of results of joint ventures		<u>(4,641)</u>	<u>(2,483)</u>
Profit before tax		7,682	7,133
Income tax	11	<u>(7,032)</u>	<u>(4,741)</u>
Profit for the period		<u>650</u>	<u>2,392</u>
Profit/(loss) attributable to:			
Equity holders of the Company		4,405	2,756
Non-controlling interests		<u>(3,755)</u>	<u>(364)</u>
Profit for the period		<u>650</u>	<u>2,392</u>
Earnings per share attributable to equity holders of the Company:	12		
Basic		0.93 HK cent	0.58 HK cent
Diluted		<u>0.93 HK cent</u>	<u>0.58 HK cent</u>

UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Profit for the period	650	2,392
Other comprehensive income:		
Item that will not be reclassified subsequently to profit or loss:		
Assets revaluation (deficit)/surplus, net of tax	(20,816)	3,890
Item that may be reclassified subsequently to profit or loss:		
Currency translation differences	53,315	(22,228)
Other comprehensive income for the period, net of tax	32,499	(18,338)
Total comprehensive income for the period	33,149	(15,946)
Total comprehensive income attributable to:		
Equity holders of the Company	34,544	(14,273)
Non-controlling interests	(1,395)	(1,673)
Total comprehensive income for the period	33,149	(15,946)

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		At 30 June 2025 (Unaudited) HK\$'000	At 31 December 2024 (Audited) HK\$'000
	Note		
Non-current assets			
Property, plant and equipment		539,411	541,855
Construction in progress		35,344	50,558
Prepaid land premium		9,854	9,879
Investment properties		382,290	365,103
Intangible assets		245	322
Machinery under installation		79,644	63,806
Financial assets at fair value through profit or loss		48,479	49,489
Investments in joint ventures		191,284	192,535
Loans to a joint venture		179,873	184,064
Other prepayments		13,697	16,948
Deferred tax assets		22,609	19,555
		<hr/>	<hr/>
Total non-current assets		1,502,730	1,494,114
		<hr/>	<hr/>
Current assets			
Inventories		616,901	606,725
Trade receivables	14	685,865	660,194
Prepayments, deposits and other receivables	14	146,248	158,520
Due from joint ventures		20,171	20,138
Financial assets at fair value through profit or loss		14	14
Cash and cash equivalents		143,794	208,172
		<hr/>	<hr/>
Total current assets		1,612,993	1,653,763
		<hr/>	<hr/>
Current liabilities			
Trade and bills payables	15	313,861	323,808
Other payables and accrued liabilities and contract liabilities		99,192	112,468
Due to joint ventures		57,723	62,006
Tax payable		17,350	18,533
Bank and other borrowings		963,122	966,452
Dividends payable		2,373	43
Lease liabilities		22,508	23,264
		<hr/>	<hr/>
Total current liabilities		1,476,129	1,506,574
		<hr/>	<hr/>

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(CONTINUED)

	At 30 June 2025 (Unaudited) HK\$'000	At 31 December 2024 (Audited) HK\$'000
Net current assets	<u>136,864</u>	<u>147,189</u>
Total assets less current liabilities	<u>1,639,594</u>	<u>1,641,303</u>
Non-current liabilities		
Provision for long service payments	77	77
Deferred tax liabilities	71,226	73,551
Deferred income	7,946	7,967
Lease liabilities	21,229	28,779
Bank and other borrowings	<u>12,969</u>	<u>35,601</u>
Total non-current liabilities	<u>113,447</u>	<u>145,975</u>
Net assets	<u>1,526,147</u>	<u>1,495,328</u>
Capital and reserves		
Share capital	47,555	47,555
Reserves	<u>1,451,389</u>	<u>1,419,175</u>
Equity attributable to equity holders of the Company	<u>1,498,944</u>	<u>1,466,730</u>
Non-controlling interests	<u>27,203</u>	<u>28,598</u>
Total equity	<u>1,526,147</u>	<u>1,495,328</u>

NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

1 BASIS OF PREPARATION

The interim results set out in this preliminary announcement do not constitute the Group's interim financial report for the six months ended 30 June 2025 but are extracted from that interim financial report.

These interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"), including compliance with Hong Kong Accounting Standard ("HKAS") 34, *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

These interim financial statements have been prepared in accordance with the same accounting policies adopted in the 2024 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2025 annual financial statements. Details of any changes in accounting policies are set out in Note 2.

These interim financial statements contain condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2024 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with HKFRS Accounting Standards.

These interim financial statements are unaudited, but have been reviewed by KPMG in accordance with Hong Kong Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, issued by the HKICPA.

2 CHANGES IN ACCOUNTING POLICIES

The Group has applied the amendments to HKAS 21, *The effects of changes in foreign exchange rates – Lack of exchangeability* issued by the HKICPA to these interim financial statements for the current accounting period. The amendments do not have a material impact on these interim financial statements as the Group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

3 ESTIMATES

The preparation of interim financial statements in conformity with HKAS 34 requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements of the Group for the year ended 31 December 2024.

4 SEGMENT INFORMATION

The Group's executive team, comprising all executive directors and headed by the managing director of the Company, is considered as the Chief Operating Decision Maker ("CODM"). The CODM reviews the performance of the Group on a regular basis.

The CODM reviews the Group's investments as a separate segment. Such investments include investment properties and financial assets at fair value through profit or loss.

The Group is organised into two main operating segments. They are the (i) manufacturing, selling and distribution of electronic components; and (ii) investments.

The segment results for the six months ended 30 June 2025 are as follows:

	For the six months ended 30 June 2025		
	Manufacturing, selling and distribution of electronic components HK\$'000	Investments HK\$'000	Total HK\$'000
Segment revenue from external customers	816,637	–	816,637
Segment gross profit	137,257	–	137,257
Gross profit margin (%)	16.8%	–	16.8%
Other income	6,635	1,846	8,481
Other net (loss)/gain	(17,199)	5,996	(11,203)
Operating expenses ¹	(103,245)	–	(103,245)
Operating profit	23,448	7,842	31,290
Operating profit margin (%)	2.9%	N/A	3.8%

The segment results for the six months ended 30 June 2024 are as follows:

	For the six months ended 30 June 2024		
	Manufacturing, selling and distribution of electronic components HK\$'000	Investments HK\$'000	Total HK\$'000
Segment revenue from external customers	815,977	–	815,977
Segment gross profit	133,039	–	133,039
Gross profit margin (%)	16.3%	N/A	16.3%
Other income	1,055	2,787	3,842
Other net gains/(loss)	8,983	(9,032)	(49)
Operating expenses ¹	(104,586)	–	(104,586)
Operating profit/(loss)	38,491	(6,245)	32,246
Operating profit margin (%)	<u>4.7%</u>	<u>N/A</u>	<u>4.0%</u>

A reconciliation of operating profit to profit before tax is provided as follows:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Operating profit	31,290	32,246
Finance costs	(21,763)	(25,852)
Finance income	2,796	3,222
Share of results of joint ventures	(4,641)	(2,483)
Profit before tax	<u>7,682</u>	<u>7,133</u>

A measurement of segment assets and liabilities is not provided regularly to the Group's CODM and accordingly, no segment assets or liabilities information is presented.

Note:

1. Operating expenses represent the expenditure that the Group incurs as a result of performing its normal business operations, including selling and distribution costs and administrative expenses.

The following tables present the revenue from external customers and specified non-current assets of the Group by geographical locations:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Revenue from external customers by geographical locations		
Hong Kong	30,741	40,239
Mainland China	625,553	620,439
Taiwan	79,906	81,856
Southeast Asia	34,716	29,460
Korea	5,751	6,132
The United States of America	17,723	9,629
Europe	17,649	20,596
Other countries	4,598	7,626
	<u>816,637</u>	<u>815,977</u>
	At 30 June	At 31 December
	2025	2024
	HK\$'000	HK\$'000
Non-current assets by physical locations (excluding deferred tax assets and financial assets at fair value through profit or loss)		
Hong Kong	83,522	109,722
Mainland China	1,346,947	1,314,192
Others	1,173	1,156
	<u>1,431,642</u>	<u>1,425,070</u>

5 REVENUE

The principal activities of the Group are the manufacturing and trading of electronic components and raw materials.

Revenue represents the net value of goods sold, after allowances for trade returns and discounts. Revenue from the manufacturing and trading of electronic components is recognised at the point in time when control of the electronic components is transferred to the customers.

Disaggregation of revenue from contracts with customers by major product lines is as follows:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Revenue from contracts with customers within the scope of HKFRS 15		
Manufacturing and trading of electronic components	816,637	815,977

Disaggregation of revenue from contracts with customers by geographical markets is disclosed in Note 4. All revenue is recognised at a single point in time.

6 OTHER INCOME

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Loss on disposal of property, plant and equipment	–	(2,629)
Scrap sales	123	1
Government subsidies	2,035	261
Rental income generated from investment properties	1,846	2,787
Others	4,477	3,422
	8,481	3,842

7 OTHER NET LOSS

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Fair value gain on investment properties	7,266	674
Net foreign exchange (losses)/gains	(15,477)	13,345
Fair value loss on financial assets at fair value through profit or loss	(1,270)	(9,706)
Others	(1,722)	(4,362)
	(11,203)	(49)

8 OPERATING PROFIT

The Group's operating profit is arrived at after charging/(crediting) the following:

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Depreciation charge:		
Owned property, plant and equipment	24,735	24,802
Right-of-use assets	12,209	10,618
Amortisation of prepaid land premium	175	188
Amortisation of intangible assets	109	111
Write-down of inventories	3,000	1,751
Net reversal of expected credit loss on trade and other receivables:		
Additional expected credit loss recognised	1,642	61
Loss/(gain) on reimbursement right assets	809	(158)
	<u>809</u>	<u>(158)</u>

9 FINANCE COSTS

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Interest expense on bank and other borrowings	21,592	25,061
Interest expense on lease liabilities	971	1,375
	<u>22,563</u>	<u>26,436</u>
Less: Interest expenses capitalised into construction in progress	(800)	(584)
	<u>21,763</u>	<u>25,852</u>

10 FINANCE INCOME

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Interest income from loan to a joint venture	2,647	2,692
Interest income from time deposits and bank balances	149	530
	<u>2,796</u>	<u>3,222</u>

11 INCOME TAX

	Six months ended 30 June	
	2025	2024
	HK\$'000	HK\$'000
Current tax:		
Outside Hong Kong	4,871	4,948
Deferred tax	2,161	(207)
	<hr/>	<hr/>
Total tax charge for the period	7,032	4,741
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No provision for Hong Kong Profits Tax has been made in the financial statements as the Group did not generate any assessable profits arising in Hong Kong during the six months ended 30 June 2025 and 2024.

In accordance with the relevant tax rules and regulations in Mainland China, three (30 June 2024: four) of the Company's subsidiaries in Mainland China enjoy a preferential tax rate of 15% (30 June 2024: 15%). Other subsidiaries of the Group in Mainland China are subject to income taxes at a statutory rate of 25% (30 June 2024: 25%).

Taxation for subsidiaries outside Hong Kong and Mainland China is charged at the appropriate current rates of taxation ruling in the relevant countries.

12 EARNINGS PER SHARE

The calculation of basic earnings per share is based on the profit for the Period attributable to equity holders of the Company of HK\$4,405,000 (30 June 2024: profit attributable to equity holders of the Company of HK\$2,756,000), and the weighted average number of 475,547,534 (30 June 2024: 475,547,534) ordinary shares in issue during the Period.

The diluted earnings per share is the same as the basic earnings per share as there were no potential dilutive ordinary shares in issue during the Period and for the six months ended 30 June 2024.

13 DIVIDENDS

The Board does not recommend interim dividend for the Period (30 June 2024: Nil).

The Board approved final dividend in respect of previous financial year of HK\$0.49 cents per ordinary share during the interim period. Dividend of HK\$2,330,000 was accrued and presented as "Dividends payable" as at 30 June 2025 (31 December 2024: Nil).

14 TRADE RECEIVABLES AND PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	At 30 June 2025 HK\$'000	At 31 December 2024 HK\$'000
Trade receivables	727,627	699,564
Loss allowance	(41,762)	(39,370)
	<u>685,865</u>	<u>660,194</u>
Prepayments, deposits and other receivables	146,248	158,520
	<u>832,113</u>	<u>818,714</u>

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally 90 days, extending up to 150 days for major customers. Each customer has a maximum credit limit. The Group seeks to maintain strict control over its outstanding receivables and has a credit control department to minimise credit risk. Overdue balances are reviewed regularly by senior management. In view of the aforementioned and the fact that the Group's trade receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. Trade receivables are non-interest-bearing.

Credit risk was hedged mainly through credit insurance policies. Where the Group has the benefit of credit insurance, a separate asset is recognised for any expected reimbursement that would be virtually certain if a claim was to be made. As at the end of the reporting period, HK\$990,000 (31 December 2024: HK\$2,127,000) is included within "prepayments, deposits and other receivables" in current assets in respect of such expected reimbursements.

The Group categorises its trade receivables based on the ageing. Future cash flow for each group of trade receivables are estimated on the basis of historical loss experience, adjusted to effects of current conditions of each customer as well as forward looking information. For trade receivables relating to accounts which are long overdue with significant amounts or known insolvencies, they are assessed individually for impairment.

An ageing analysis of the trade receivables at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	At 30 June 2025 HK\$'000	At 31 December 2024 HK\$'000
1-3 months	618,427	576,119
4-6 months	28,094	58,732
7-12 months	24,130	25,276
Over 1 year	15,214	67
	<u>685,865</u>	<u>660,194</u>

15 TRADE AND BILLS PAYABLES

An ageing analysis of the trade and bills payables at the end of the reporting period, based on the invoice date, is as follows:

	At 30 June 2025 HK\$'000	At 31 December 2024 HK\$'000
Trade payables:		
– 1-3 months	278,538	261,234
– 4-6 months	23,028	40,506
– 7-12 months	1,150	2,230
– Over 1 year	4,245	14,904
	<hr/>	<hr/>
	306,961	318,874
Bills payables	6,900	4,934
	<hr/>	<hr/>
	313,861	323,808
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MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL RESULTS

Man Yue Technology Holdings Limited (the “Company”) and its subsidiaries (collectively “we” or the “Group”) maintained stable financial performance for the six months ended 30 June 2025 (the “Period”). Revenue remained steady at HK\$816.64 million compared to the same period in 2024. The Group’s financial performance was influenced by ongoing global trade tensions and tariff adjustments. The escalation of trade restrictions between major economies, particularly the U.S. and China, has disrupted supply chains and increased costs for imported raw materials. Higher tariffs on electronic components and manufacturing equipment have pressured margins, necessitating strategic sourcing adjustments and localized procurement to mitigate cost inflation. Additionally, geopolitical uncertainties have led to longer lead times, further straining operational efficiency.

Despite these market and trade-related challenges, the Group demonstrated resilience through strategic portfolio rebalancing and cost discipline. The gross profit margin remained stable year-on-year at around 16%, reflecting the Group’s success in optimizing its product mix and enhancing operational efficiency. Initiatives in manufacturing automation and strategic procurement helped maintain cost competitiveness, even as industry-wide margins faced compression.

A notable financial highlight was the nearly 16% reduction in finance costs during the Period compared to the corresponding period in 2024. This was achieved through the continuous restructuring of the loan portfolio. By shifting borrowings from higher-interest financing dominated in Hong Kong Dollars to lower-interest financing in Renminbi, the Group significantly reduced its interest burden. This proactive financial management not only improved profitability but also strengthened the balance sheet, providing greater flexibility in a challenging operating environment.

Net profit attributable to shareholders improved from HK\$2.76 million in the first half of 2024 to HK\$4.41 million for the Period. This improvement was driven by several factors: (i) effective cost control measures that maintained stable gross margins despite pricing pressures; (ii) successful commercialization of new products developed through years of research and development (“R&D”) investment; (iii) a nearly 16% reduction in finance costs through strategic loan portfolio restructuring; and (iv) operational efficiency gains from manufacturing automation initiatives. The Group’s ability to deliver such net profit improvement while maintaining revenue stability demonstrates the effectiveness of its strategic initiatives in navigating challenging market conditions, including trade war and tariff-related headwinds.

BUSINESS REVIEW

Market Overview

During the Period, the global passive electronic components market maintained stable performance, presenting a mixed landscape of challenges and opportunities for industry participants. While demand from traditional applications remained subdued, two high-growth segments emerged as significant market drivers: the advanced energy sector, particularly advanced energy storage systems and artificial intelligence (AI) infrastructure – both areas where the Group has successfully strengthened its market position.

The advanced energy storage sector exhibited particularly robust growth, driving increased demand for specialized passive components. This included high-voltage capacitors for power storage and conversion applications, as well as high-performance, high-safety capacitors essential for grid-scale inverters, grid frequency stabilization systems, and fast-charging infrastructure.

Concurrently, the AI revolution created unprecedented demand for specialized passive components. AI servers and accelerators require more passive components per unit compared to traditional servers. Specialized capacitors for AI power delivery networks command price premiums, and there is a growing need for high-frequency, high-reliability components in AI infrastructure.

The Group's sustained focus on R&D in the advanced energy sector has provided growth momentum, effectively offsetting flat performance in traditional markets. As a result, the Group achieved stable revenue of HK\$816.64 million for the Period. Our demonstrated ability to rapidly adapt both product portfolio and manufacturing capabilities to these high-value segments underscores our strategic agility in navigating evolving market conditions. This successful pivot positions the Company favorably to capitalize on these structural growth opportunities moving forward.

Operation Review

The Group demonstrated strong operational resilience during the Period, effectively navigating persistent market uncertainties and geopolitical challenges through focused strategic execution. Our commitment to operational excellence was evidenced by the implementation of advanced production optimization technologies and rigorous cost discipline, resulting in enhanced manufacturing efficiency across all facilities. These operational improvements, complemented by ongoing supply chain enhancements, strengthened our competitive position and supported a net profit attributable to shareholders of HK\$4.41 million for the Period.

The Group's improved financial performance underscores the effectiveness of our diversified business model and innovation-led strategy. A key strategic focus has been our R&D investment in the advanced energy sector. The R&D-driven product development approach has successfully expanded our presence in high-growth sectors, particularly AI infrastructure and advanced energy storage solutions, while our broad customer and product portfolio has provided essential stability amidst market volatility. Strategic investments in technological innovation have not only enhanced our product capabilities but also enabled agile responses to evolving industry requirements. Financial discipline remained a cornerstone of our operations throughout the Period, with particular focus on (i) comprehensive cost optimization initiatives across all business units; and (ii) targeted R&D investment to maximize innovation returns.

These operational and financial strategies have collectively positioned the Group for sustainable, profitable growth while ensuring financial stability in a challenging market environment. Our continuous improvement in production efficiency, combined with our technological innovation capabilities – particularly in advanced energy solutions – reinforces our competitive differentiation and supports long-term value creation for all stakeholders.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2025, the Group's cash and cash equivalents amounted to HK\$143.79 million (as at 31 December 2024: HK\$208.17 million), most of which were either denominated in United States dollars, Renminbi or Hong Kong dollars. Total outstanding bank and other borrowings of the Group amounted to HK\$976.09 million (as at 31 December 2024: HK\$1,002.05 million) which comprised mainly bank loans and trade finance facilities.

As at 30 June 2025, the net gearing ratio was 54.5%, which was calculated based on the amount of net debt position (sum of total bank and other borrowings less cash and cash equivalents) as a percentage of total equity of the Group (as at 31 December 2024: 53.1%).

As at 30 June 2025, net working capital (calculated as current assets less current liabilities) was HK\$136.86 million, representing a decrease of HK\$10.33 million as compared with that of HK\$147.19 million as at 31 December 2024. The current ratio (calculated as current assets/current liabilities) was 1.09 times as at 30 June 2025, as compared with that of 1.10 times as at 31 December 2024.

The Group's financial statements are presented in Hong Kong dollars. However, most of the Group's transactions were conducted in Hong Kong dollars, Renminbi, United States dollars and Japanese Yen. The Group is aware of the potential foreign exchange risk that may arise from the fluctuation of exchange rates between Hong Kong dollars, Renminbi, United States dollars and Japanese Yen. The Group will closely monitor its overall foreign exchange exposure with a view to safeguarding the Group from exchange rate risks.

OUTLOOK AND PROSPECTS

Looking ahead to the second half of 2025, the global economic landscape continues to present challenges. The International Monetary Fund maintains its 2025 global growth forecast at 3.0%, while cautioning about persistent inflationary pressures and geopolitical uncertainties that may adversely affect manufacturing and global trade flows. While the ongoing trade war and tariff environment remains an uncontrollable external factor, there are growing indications that major economies may seek to de-escalate tensions in the medium term as the mutual economic costs become increasingly apparent. However, the Group remains prepared for both scenarios. In this environment, the Group remains strategically positioned to overcome these challenges through its diversified business model and customer-focused solutions strategy.

The Group will further strengthen its market position by expanding and diversifying its customer portfolio while deepening relationships with existing clients. This will be achieved through strategic cross-selling of complementary component solutions, tailored engineering support for specific application requirements, and enhanced technical collaboration spanning the entire product lifecycle from design to production.

A key strategic priority involves transitioning from being a conventional capacitor supplier to becoming a comprehensive solutions partner. This transformation will be accelerated through integrated system solutions incorporating multiple passive components, with market-specific reference designs for core applications such as advanced energy storage systems, AI infrastructure power management, and electric vehicle charging solutions.

Despite the uncertain macroeconomic climate, the Board maintains confidence in the Group's strategic roadmap, technological competencies, and financial stability. The Group's geographically diversified manufacturing footprint and localized supply chain initiatives provide resilience against potential prolonged trade disputes, while positioning it to capitalize on any normalization of trade relations. By concentrating on high-value solutions rather than commoditized products and continuing to diversify across both sectors and geographies, the Group is establishing a robust foundation for sustainable, profitable expansion.

The Group will maintain vigilant monitoring of market developments and stands ready to adjust its strategies as necessary to seize emerging opportunities while effectively managing potential risks. This includes preparing contingency plans for sustained trade tensions while remaining agile enough to benefit from any improvements in the global trade environment. This agile approach, combined with our strong technological capabilities and customer-centric focus, positions us well for long-term success in evolving market conditions.

EMPLOYMENT AND REMUNERATION POLICY

As at 30 June 2025, the Group employed a total of 2,553 employees (as at 31 December 2024: 2,227). The Group's remuneration policy is built on the principle of equitability with incentive-based, motivating, performance-oriented and market competitive remuneration packages for its employees. Remuneration packages are reviewed on a regular basis. Apart from salary, other staff benefits include provident fund contributions, medical insurance coverage and performance-based bonuses.

PURCHASE, SALE OR REDEMPTION OF SHARES OF THE COMPANY

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

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

The Company has complied with the applicable code provisions of the Corporate Governance Code contained in Appendix C1 to the Listing Rules during the Period.

COMPLIANCE WITH THE MODEL CODE

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 as a code of conduct regulating Directors' dealings in securities of the Company. After having made specific enquiries by the Company, all Directors have confirmed that they have fully complied with the Model Code throughout the Period.

AUDIT COMMITTEE AND SCOPE OF WORK OF KPMG

The unaudited consolidated financial statements of the Group for the six months ended 30 June 2025 have been reviewed by the Audit Committee of the Company.

These interim financial statements for the six months ended 30 June 2025 are unaudited, but have been reviewed by the Company's auditor, KPMG, in accordance with Hong Kong Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, issued by the HKICPA, whose review report will be included in the interim report of the Company for the six months ended 30 June 2025.

INTERIM DIVIDEND

The Board does not recommend interim dividend for the Period (30 June 2024: Nil).

The Board approved final dividend in respect of previous financial year of HK\$0.49 cents per ordinary share during the Period. Dividend of HK\$2,330,000 was accrued and presented as "Dividends payable" as at 30 June 2025 (31 December 2024: Nil).

PUBLICATION OF 2025 INTERIM RESULTS AND INTERIM REPORT

This announcement is published on the websites of HKEXnews (www.hkexnews.hk) and the Company (www.manyue.com).

The interim report of the Company containing all the information for the Period, as required by the Listing Rules, will be dispatched to the Shareholders in accordance with their election to receive the corporate communications of the Company and published on the websites of HKEXnews and the Company on or before Tuesday, 30 September 2025.

APPRECIATION

The Board would like to take this opportunity to express its sincere gratitude to all our employees for their loyalty and dedication and for the continuing support from our customers, suppliers, banks and Shareholders.

By Order of the Board
Man Yue Technology Holdings Limited
Kee Chor Lin
Chairman

Hong Kong, 22 August 2025

As at the date of this announcement, the Executive Directors of the Company are Ms. Kee Chor Lin, Mr. Chan Yu Ching, Eugene and Mr. Chan Tat Cheong, Alan and the Independent Non-executive Directors of the Company are Mr. Lo Kwok Kwei, David, Mr. Mar, Selwyn and Mr. Yung Wing Ki, Samuel.