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HINGTEX HOLDINGS LIMITED

興紡控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1968)

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

- Total revenue for the six months ended 30 June 2025 decreased by approximately 1.70% period-to-period to HK\$108.3 million, as compared with total revenue of HK\$110.1 million for the six months ended 30 June 2024.
- Net loss attributable to owners of the Company for the six months ended 30 June 2025 was approximately HK\$10.4 million, as compared with net loss of approximately HK\$17.1 million for the six months ended 30 June 2024.
- Basic loss per share for the six months ended 30 June 2025 was 1.63 HK cents, as compared with basic loss per share of 2.68 HK cents for the six months ended 30 June 2024.

The board (the “Board”) of directors (the “Directors”) of Hingtex Holdings Limited (the “Company”) is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively, the “Group”) for the six months ended 30 June 2025, together with the comparative figures for the corresponding period in 2024 (“1H2024”). The condensed consolidated interim financial statements have not been audited, but have been reviewed by Ernst & Young, 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 Hong Kong Institute of Certified Public Accountants and by the audit committee of the Company (the “Audit Committee”).

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME**

		Six months ended	
		30 June	30 June
		2025	2024
	<i>NOTES</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		(unaudited)	(unaudited)
Revenue	5	108,258	110,135
Cost of sales		(87,930)	(93,902)
Gross profit		20,328	16,233
Other income	6	1,496	1,533
Other gains and losses, net		1,092	(466)
Reversal of impairment loss/(impairment loss) on financial assets at amortised cost, net		1	(50)
Selling and distribution expenses		(6,749)	(6,695)
Administrative expenses		(22,390)	(22,028)
Research and development expenses		(3,550)	(4,453)
Fair value gain/(loss) on financial asset at fair value through profit or loss (“FVTPL”)		242	(104)
Share of loss of an associate		(15)	(40)
Finance costs		(1,049)	(1,027)
Loss before tax	7	(10,594)	(17,097)
Income tax credit/(expense)	8	184	(47)
Loss and total comprehensive loss for the period attributable to owners of the Company		(10,410)	(17,144)
LOSS PER SHARE			
— Basic and diluted (HK cents)	10	(1.63)	(2.68)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		30 June 2025	31 December 2024
	<i>NOTES</i>	<i>HK\$'000</i> (unaudited)	<i>HK\$'000</i> (audited)
Non-current assets			
Property, plant and equipment	<i>11</i>	82,571	85,776
Right-of-use assets		20,249	22,783
Goodwill		1,184	1,184
Other intangible assets		2,418	2,602
Interest in an associate		334	349
Financial asset at FVTPL		19,386	19,144
Other receivables	<i>12</i>	7,520	–
Deferred tax assets		11,699	11,699
Total non-current assets		145,361	143,537
Current assets			
Inventories		85,499	84,222
Contract assets		254	406
Trade and other receivables	<i>12</i>	42,330	56,737
Amount due from an associate		616	616
Cash and cash equivalents		43,010	46,187
Total current assets		171,709	188,168
Current liabilities			
Trade and other payables	<i>13</i>	36,655	43,676
Contract liabilities		2,467	2,276
Tax payables		1,637	1,638
Lease liabilities		4,457	4,281
Bank borrowings		26,730	26,064
Total current liabilities		71,946	77,935
Net current assets		99,763	110,233
Total assets less current liabilities		245,124	253,770

		30 June 2025	31 December 2024
	<i>NOTES</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
		(unaudited)	(audited)
Non-current liabilities			
Other payables	13	1,085	1,159
Lease liabilities		1,012	3,285
Bank borrowings		9,360	4,772
Deferred tax liabilities		3,355	3,832
		<hr/>	<hr/>
Total non-current liabilities		14,812	13,048
		<hr/>	<hr/>
Net assets		230,312	240,722
		<hr/>	<hr/>
EQUITY			
Equity attributable to owners of the Company			
Share capital		6,400	6,400
Reserves		223,912	234,322
		<hr/>	<hr/>
Total equity		230,312	240,722
		<hr/>	<hr/>

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL

The Company was incorporated in the Cayman Islands on 3 November 2017 as an exempted company with limited liability under the Companies Law of the Cayman Islands and its shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 16 July 2018 (the “Listing Date”).

The Company’s immediate and ultimate holding company is Manford Investment Holdings Limited (“Manford Investment”), a company incorporated on 24 October 2017 in the British Virgin Islands (“BVI”) under the laws of BVI with limited liability.

The principal activities of the Group are the manufacturing and sales of denim fabrics.

2. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2025 has been prepared in accordance with Hong Kong Accounting Standard 34 (“HKAS 34”) *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”) as well as with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual consolidated financial statements of the Group for the year ended 31 December 2024.

The functional currency of the Company is United States dollar (“US\$”), and the presentation currency of the Group is Hong Kong dollar (“HK\$”) as the directors of the Company consider HK\$ can provide more meaningful information to the Company’s investors.

3. CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of the following amended HKFRS Accounting Standard for the first time for the current period's financial information.

Amendments to HKAS 21

Lack of Exchangeability

The nature and impact of the amended HKFRS Accounting Standard are described below:

Amendments to HKAS 21 specify how an entity shall assess whether a currency is exchangeable into another currency and how it shall estimate a spot exchange rate at a measurement date when exchangeability is lacking. The amendments require disclosures of information that enable users of financial statements to understand the impact of a currency not being exchangeable. As the currencies that the Group had transacted with and the functional currencies of group entities for translation into the Group's presentation currency were exchangeable, the amendments did not have any impact on the interim condensed consolidated financial information.

4. OPERATING SEGMENT INFORMATION

Information reported to the executive directors, being the chief operating decision makers ("CODM"), for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided.

Specifically, the Group's reportable and operating segments under HKFRS 8 *Operating Segments* are as follows:

- (a) Denim fabrics segment — manufacture and sale of denim fabrics
- (b) Property renovation services segment — provision of property renovation services

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment results, which is a measure of adjusted loss before tax. The adjusted loss before tax is measured consistently with the Group's loss before tax except that other income, other gains and losses, net, fair value gain/(loss) on financial asset at FVTPL and the share of loss of an associate are excluded from such measurement.

There were no material intersegment sales and transfers during the current and prior periods:

	Denim fabrics		Property renovation services		Total	
	30 June	30 June	30 June	30 June	30 June	30 June
	2025	2024	2025	2024	2025	2024
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Segment revenue						
Sales to external customers	<u>99,467</u>	<u>110,059</u>	<u>8,791</u>	<u>76</u>	<u>108,258</u>	<u>110,135</u>
Segment results	(13,332)	(17,975)	(77)	(45)	(13,409)	(18,020)
<i>Reconciliations</i>						
Other income					1,496	1,533
Other gains and losses, net					1,092	(466)
Fair value gain/(loss) on financial asset at FVTPL					242	(104)
Share of loss of an associate					<u>(15)</u>	<u>(40)</u>
Loss before tax					<u>(10,594)</u>	<u>(17,097)</u>

Except as disclosed above, no other amounts are included in the measure of segment results reviewed by the CODM nor regularly provided to the CODM of the Group and therefore, no further analysis is presented.

Information of assets, liabilities and capital expenditure of reportable segments is not regularly provided to the CODM for their review. Therefore, no analysis of the Group's assets, liabilities and capital expenditure by reportable segments is presented.

Geographical information

Information about the Group's revenue presented based on the geographical location of the customers is as follows:

	Six months ended	
	30 June	30 June
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Bangladesh	33,765	40,796
Vietnam	20,844	8,383
Hong Kong	20,342	25,565
Mainland China	18,213	20,709
Egypt	10,459	13,113
United States of America	2,246	–
Singapore	2,106	–
Other countries and regions	<u>283</u>	<u>1,569</u>
Total	<u>108,258</u>	<u>110,135</u>

5. REVENUE

An analysis of the Group's revenue from contracts with customers is as follows:

	Six months ended	
	30 June	30 June
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Sales of denim fabrics		
Stretchable blended denim fabrics	88,499	102,431
Stretchable cotton denim fabrics	1,358	905
Non-stretchable denim fabrics	9,078	5,105
	<u>98,935</u>	<u>108,441</u>
Property renovation services	8,791	76
Others (<i>note</i>)	532	1,618
	<u>108,258</u>	<u>110,135</u>

Note: Others mainly include revenue from sales of yarns and provision of subcontracting services.

6. OTHER INCOME

	Six months ended	
	30 June	30 June
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Interest income from bank deposits	428	953
Government grants (<i>note</i>)	110	60
Sample sales	558	460
Others	400	60
	<u>1,496</u>	<u>1,533</u>

Note: Government grants in both periods represent unconditional grants from the Mainland Chinese government. These are no unfulfilled conditions or other contingencies attaching to the government grants recognised.

7. LOSS BEFORE TAX

Loss before tax has been arrived at after charging (crediting):

	Six months ended	
	30 June	30 June
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Total employee benefits expenses	25,869	24,832
Capitalised in cost of inventories manufactured	(7,787)	(7,819)
	18,082	17,013
Depreciation of property, plant and equipment	3,475	4,888
Depreciation of right-of-use assets (including leasehold land)	2,534	2,929
Amortisation of other intangible assets	184	183
	6,193	8,000
Capitalised in cost of inventories manufactured	(2,756)	(4,112)
	3,437	3,888
Cost of inventories recognised as expense	79,080	93,827
Loss on disposals of items of property, plant and equipment	85	–
Foreign exchange differences, net*	(1,083)	551

* Included in “other gains and losses, net” on the face of the condensed consolidated statement of profit or loss and other comprehensive income.

8. INCOME TAX (CREDIT)/EXPENSE

The Group provides income tax (credit)/expense for each interim period based on the best estimate of the weighted average annual income rate expected for the full financial year. The major components of income tax (credit)/expense recognised in profit or loss are:

	Six months ended	
	30 June	30 June
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Current tax:		
— PRC Enterprise Income Tax	293	158
Deferred tax	(477)	(111)
	(184)	47

9. DIVIDENDS

No dividends were paid, declared or proposed during the six months ended 30 June 2025 and 2024. The directors of the Company have determined that no dividend will be paid in respect of the current period (six months ended 30 June 2024: nil).

10. LOSS PER SHARE

The Company did not have any dilutive potential ordinary shares in issue for the six months ended 30 June 2025 and 2024. The calculation of basic and diluted loss per share attributable to the owners of the Company is based on the following data:

	Six months ended	
	30 June	30 June
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Loss for the period attributable to owners of the Company for the purpose of loss per share calculation	(10,410)	(17,144)

	Six months ended	
	30 June	30 June
	2025	2024
	'000	'000
	(unaudited)	(unaudited)
Number of ordinary shares for the purpose of loss per share calculation	640,000	640,000

11. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2025, the Group acquired manufacturing and office equipment of approximately HK\$596,000 (six months ended 30 June 2024: HK\$410,000).

12. TRADE AND OTHER RECEIVABLES

	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Bills receivables (<i>note i</i>)	18,045	11,882
Trade receivables	3,925	16,170
Less: Allowance for expected credit losses	(131)	(132)
	<u>21,839</u>	<u>27,920</u>
Prepayments and other receivables (<i>note ii</i>)	9,002	9,554
Value-added tax recoverable	17,537	17,757
Utility and rental deposits	1,233	1,397
Others	239	109
	<u>49,850</u>	<u>56,737</u>
Analysed as:		
Current	42,330	56,737
Non-current	7,520	–
	<u>49,850</u>	<u>56,737</u>

Notes:

- (i) The Group had entered into certain trade finance arrangement with a bank in which certain bills receivables held by the Group were presented to the bank to draw down export bills payables (“Arrangement”). Under the Arrangement, the export bills payables were settled by these corresponding bills receivables on the maturity date under the same conditions as agreed with the customers. As at the end of the reporting period, bills receivables of HK\$5,004,000 (31 December 2024: HK\$2,142,000) and export bills payables of HK\$4,932,000 (31 December 2024: HK\$2,092,000) were outstanding under this Arrangement. The Group continues to recognise these bills receivables and export bills payables as the relevant banks are obliged to make payments only on the due dates of the bills receivables, under the same conditions as agreed with the customers of the Group, and make corresponding settlements to its export bills payables accordingly.
- (ii) Included in the Group’s prepayments and other receivables is an amount due from an investee of HK\$7,520,000 (31 December 2024: HK\$7,520,000) which is unsecured, interest-free and repayable on demand. In the opinion of the directors, the Group will not demand for repayment in the next twelve months from the end of the reporting period.

The Group generally allows credit periods ranging from 30 days to 120 days regarding different customers. The following is an ageing analysis of the gross carrying amount of trade and bills receivables, presented based on the invoice date, at the end of the reporting period:

	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Within 30 days	8,858	14,944
31 to 60 days	3,333	3,058
61 to 120 days	6,091	9,257
121 to 180 days	3,633	771
181 to 365 days	9	–
More than 365 days	46	22
	<u>21,970</u>	<u>28,052</u>

13. TRADE AND OTHER PAYABLES

	At 30 June 2025 HK\$'000 (unaudited)	At 31 December 2024 HK\$'000 (audited)
Trade and bills payables (<i>note i</i>)	28,288	34,234
Deposits received (<i>note ii</i>)	2,956	2,956
Payroll payables	4,157	5,109
Accrued charges	2,164	2,401
Others	175	135
	<u>37,740</u>	<u>44,835</u>
Analysed as:		
Current	36,655	43,676
Non-current	1,085	1,159
	<u>37,740</u>	<u>44,835</u>

Notes:

- (i) Included in the Group's trade payables are bills payables of HK\$26,170,000 (31 December 2024: HK\$28,583,000) issued by the Group to the relevant suppliers for future settlement. The Group continues to recognise these trade payables as the relevant banks are obliged to make payments only on due dates of the bills, under the same conditions as agreed with the suppliers and the Group makes corresponding settlements with the relevant banks on due date without further extension. Accordingly, the management of the Group considered these arrangements do not involve financing and presents cash outflows for such settlements as arising from operating activities.
- (ii) The balance mainly represented deposits received from an apparel brand for the Group to secure production of denim fabrics based on procurement projections of the brand owner before confirmed purchase orders.

The ageing analysis of the trade and bills payables presented based on the goods receipt date at the end of each reporting period is as follows:

	At 30 June 2025 <i>HK\$'000</i> (unaudited)	At 31 December 2024 <i>HK\$'000</i> (audited)
Within 30 days	7,444	10,105
31 to 60 days	2,981	14,816
61 to 120 days	17,863	9,313
	<u>28,288</u>	<u>34,234</u>

The credit period on purchases of goods is ranging from 30 days to 180 days.

Trade and other payables are non-interest bearing.

MANAGEMENT DISCUSSION AND ANALYSIS

Proactively navigating a complex market landscape, Hingtex Holdings Limited (“Hingtex” or the “Company”) and its subsidiaries (collectively, the “Group”) advanced strategic initiatives in the first half of 2025 to bolster resilience, optimise operations, and capture emerging opportunities. In alignment with its “China Plus One” strategy, the Group expanded supply chain flexibility and diversified manufacturing options by leveraging Vietnamese production capabilities through a key partnership. Rigorous cost containment measures safeguarded profitability, while investments in eco-friendly production infrastructure further strengthened its competitive edge. These initiatives proved highly effective, enabling the Group to weather the challenging operating environment characterised by geopolitical uncertainties, macroeconomic headwinds, and sweeping United States (“U.S.”) tariff revisions that disrupted established supply chains and heightened buyer caution. They also positioned the Group to capitalise swiftly on potential order recovery as trade conditions improve.

As of the six months ended 30 June 2025, the Group reported total revenue of approximately HK\$108.3 million (1H 2024: HK\$110.1 million). Gross profit amounted to approximately HK\$20.3 million (1H 2024: HK\$16.2 million), achieving a gross profit margin of approximately 18.8% (1H 2024: 14.7%). The financial results showed continued improvement with the loss attributable to owners of the Company narrowing to approximately HK\$10.4 million (1H 2024: loss of HK\$17.1 million), with loss per share of approximately 1.63 HK cents (1H 2024: loss per share of 2.68 HK cents).

The Group’s debt-to-equity ratio changed from 16.0% in 2024 to 18.0% as of 30 June 2025, primarily due to acquiring certain borrowings from a bank in the People’s Republic of China (the “PRC”) with lower interest rates to replace those from banks in Hong Kong. As of 30 June 2025, the Group had cash on hand of approximately HK\$43.0 million (30 June 2024: HK\$57.9 million).

BUSINESS REVIEW

The Group’s denim operations progressed through two distinct phases during the first half of 2025. Building on foundations laid under the “China Plus One” strategy in 2024, the initial months saw strong performance from the Vietnamese production facility, which gained significant traction following a successful “seeding” period. The operation not only attracted new clients but also prompted existing major Brand Owner Customers (“BOCs”) to expand both order volumes and product selections. Growing demand from premium U.S. denim brands, particularly those seeking reliable suppliers with tariff-advantaged production solutions, further enhanced performance in higher-margin segments.

However, market dynamics shifted abruptly in April when renewed volatility in U.S. tariff policy created widespread uncertainty. Many customers temporarily suspended orders across all production locations while assessing potential cost implications. Consequently, the Group's interim results for the first half of 2025 primarily reflect sales generated in the first quarter. Without the tariff-driven disruption in the second quarter, the Group's would have achieved a significant year-on-year improvement in its interim performance.

Beyond supply chain optimisation, the Group made targeted efforts to develop new markets through product innovation, in particular with the launch of in-house developed dobby weave denims during the review period. These distinctive textured denims cater to the increasing preference for differentiated, high-quality denim materials, allowing the Group to command premium gross profit margins.

In addition, the Group implemented multiple initiatives to strengthen profitability through operational improvements. By securing favorable pricing terms with key raw material suppliers for bulk orders, the Group effectively reduced input costs while maintaining quality standards. The advanced wastewater treatment facilities, which became fully operational in 2024, delivered significant efficiency gains by enabling water recycling in production processes and substantially reducing freshwater consumption.

Leveraging its established business networks, industry expertise, and local market insights, the Group expanded its property renovation business in Shanghai, PRC during the review period. This expansion tapped into a market downturn that has driven demand for upgrades over new construction. The strategic pivot contributed HK\$8.8 million, representing 8.1% of total revenue, and highlighted the Group's ability to adapt to evolving market dynamics. Meanwhile, the Group's diversified holdings, including the investment in the Tsuen Wan property, maintains stable rental income stream from its new and existing tenants, reflecting its balanced approach to growth and risk mitigation.

Capital commitment

As at 30 June 2025, the Group had no capital commitment (31 December 2024: Nil).

Liquidity, financial resources and capital structure

The Group finances its operations primarily with internally generated funds from operating activities and banking facilities currently available. It is anticipated that the Group has sufficient working capital to meet its present funding requirements.

As at 30 June 2025, net current assets were approximately HK\$99.8 million (31 December 2024: HK\$110.2 million). Cash and cash equivalents as at 30 June 2025 were approximately HK\$43.0 million (31 December 2024: HK\$46.2 million).

As at 30 June 2025, there were bank borrowings of approximately HK\$36.1 million (31 December 2024: HK\$30.8 million), and the Group had HK\$74.3 million in available banking facilities as at 30 June 2025 (31 December 2024: HK\$71.7 million).

Gearing ratio

As at 30 June 2025, the gearing ratio of the Group, based on total borrowings (including bank borrowings and lease liabilities) to total equity (including all capital and reserves) of the Group, was 18.0% (31 December 2024: 16.0%).

Employees and remuneration policies

As at 30 June 2025, the Group had 353 employees (31 December 2024: 346 employees). The Group recognises the importance of maintaining good relationship with its employees and retaining competent staff to ensure operational efficiency and effectiveness. Remuneration packages offered to the Group's employees are consistent with prevailing levels and are reviewed on a regular basis. Discretionary bonuses may be provided to selected employees taking into consideration the Group's performance and that of the individual employee. The Group provides training to employees. During the six months ended 30 June 2025, the Group had not encountered any significant problems with its employees, nor had there been any dispute between the Group and its employees that might have caused any disruption to the Group's business or operation. The Group has had no difficulty in recruiting and retaining experienced staff.

A share option scheme was adopted on 19 June 2018 by the Company. As at 30 June 2025 and up to the date of this announcement, no share options were granted.

Capital expenditure

The Group's capital expenditure was approximately HK\$0.6 million during the current interim period (1H2024: HK\$0.4 million), which was mainly due to the capital investments in the Group's property, plant and equipment.

Treasury policies and foreign currency exposure

The Group is exposed to foreign currency risk primarily through sales, purchases, cash and cash equivalents, and bank borrowings that are denominated in a currency other than the functional currency of the operations to which they relate. The currency giving rise to this risk is primarily Renminbi. As at 30 June 2025, the Group's bank borrowings carried variable rates from 1.6% to 6.0% per annum (31 December 2024: 3.0% to 7.8%). The Group has not experienced any material difficulty or liquidity problems resulting from foreign exchange fluctuations.

The Group is not engaged in the use of any financial instruments for hedging purposes. However, the management closely monitors foreign exchange exposure and will consider hedging significant foreign currency exposure when the need arises.

Contingent liabilities

As at 30 June 2025, the Group had no material contingent liability (31 December 2024: Nil).

Pledge of assets

As at 30 June 2025, the Group had no pledged assets (31 December 2024: Nil).

PROSPECTS

The operating environment remains fraught with significant uncertainty, particularly due to geopolitical tensions and their impacts on global trade flows. Despite these challenges, the Group maintains cautious optimism as early signs of market stabilisation emerge. The recent easing of trade tensions has supported a gradual recovery in customer orders, with buyers rebuilding inventory after a prolonged period of restrained purchasing activity. While encouraged by these developments, the Group remains vigilant against persistent volatility and continues to implement targeted operational improvements.

Central to the Group's strategy is realigning its production footprint, through timely expansion in Vietnam and the planned relocation of select machinery from Zhongshan, Guangdong, PRC, with completion expected by the end of 2025. This initiative directly supports the "China Plus One" sourcing strategies increasingly adopted by key brand partners, providing them with enhanced supply chain flexibility and diversified production capabilities. Notably, the Vietnam location offers strategic advantages, including proximity to partners' regional operations and improved responsiveness to evolving customer requirements, further solidifying the Group's status as a reliable global supply chain partner.

Meanwhile, the Group is actively reshaping its product portfolio to focus on higher-margin textile solutions distinguished by technical expertise and environmental stewardship. Significant R&D resources are being allocated to sophisticated woven fabrics, such as intricate dobby weaves favored by premium apparel manufacturers. These specialised offerings are designed to capture superior margins in quality-driven market segments while reducing exposure to intense competition in basic textile categories, especially from South Asian producers. Parallel development efforts focus on sustainable textiles incorporating recycled materials and environmentally conscious production methods, addressing growing market demand for responsible solutions while creating meaningful product differentiation.

The Group plans to intensify promotional efforts and further strengthen its relationships with its BOCs while actively participating in key denim exhibitions in the U.S. and the PRC to secure additional sales orders. In Europe, the agents appointed by the Group, who have generated promising buyer interest, will continue working to expand this momentum, positioning the Group to capitalise on new prospects as European market conditions gradually improve.

The property renovation division continues to serve as a stabilising element within the Group's business portfolio, benefiting from consistent demand for quality refurbishment services. This segment's steady performance provides valuable balance to the more cyclical nature of manufacturing operations, contributing to overall business resilience.

Overall, the Group is committed to production expansion, efficiency enhancement, business development, and product refinement. By aligning its operations with market trends and customer preferences, embracing sustainable practices, and maintaining strong bonds with key stakeholders, the Group is well-positioned to achieve further growth, ensure its success in an increasingly competitive market, and deliver long-term value.

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

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities from the Listing Date up to the date of this announcement.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the model code for securities transactions by Directors of listed issuers as set out in Appendix C3 of the Listing Rules (the "Model Code") as the code of conduct regarding securities transactions by Directors. Following specific enquiry by the Company, all the Directors have confirmed that they have complied with the required standard as set out in the Model Code and its code of conduct regarding directors' securities transactions for the six months ended 30 June 2025 and up to the date of this announcement.

CORPORATE GOVERNANCE CODE

The Company has applied and complied with all code provisions of the Corporate Governance Code contained in Part 2 of Appendix C1 to the Listing Rules (the "CG Code") for the six months ended 30 June 2025 and up to the date of this announcement. There were no deviations from the CG Code during the period.

AUDIT COMMITTEE

Our Company has established the Audit Committee in accordance with the requirements of the CG Code for the purpose of reviewing and supervising the Group's financial reporting process. The Audit Committee currently has three independent non-executive Directors, namely Mr. Tsang Ling Biu Gilbert, Mr. Cheung Che Kit Richard and Mr. Wong Ming Bun David. Mr. Tsang Ling Biu Gilbert is the chairman of the Audit Committee. The latest meeting of the Audit Committee was held to review the results of the Group for the six months ended 30 June 2025.

INTERESTS OF DIRECTORS AND THE CHIEF EXECUTIVE

As at the date of this announcement, the interests and short positions of each Director and the chief executive of our Company in the Shares, underlying Shares and debentures of our Company or any associated corporation (within the meaning of Part XV of the Securities and Futures Ordinance (the “SFO”)) which were required to be notified to our Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he/she is taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required to be notified to our Company and the Stock Exchange pursuant to the Model Code, are as follows:

(a) Interests and/or short positions in our Company

Director	Nature of interest	Number of Shares held ¹	Percentage of Interest in our Company
Ms. Lau Chung Chau (“Ms. Lau”)	Interest in controlled corporation ⁽²⁾	480,000,000 (L)	75%
Mr. Tung Wai Ting Stephen (“Mr. Stephen Tung”)	Interest in controlled corporation ⁽²⁾	480,000,000 (L)	75%
Mr. Tung Cheuk Ming Stanley (“Mr. Stanley Tung”)	Interest in controlled corporation ⁽²⁾	480,000,000 (L)	75%

Notes:

1. The letter “L” denotes a long position in the Shares.
2. Ms. Lau, Mr. Stephen Tung, Mr. Stanley Tung, Ms. Tung Wei Ling Barbara (“Ms. Barbara Tung”), Ms. Tung Wai Lai Mabel (“Ms. Mabel Tung”) and the late Mr. Tung Tsun Hong (“Mr. TH Tung”) entered into the Deed of Concert Parties, pursuant to which, the parties confirmed that they have been acting in concert with each other in exercising and implementing the management and operations of our subsidiaries and that it is their intention to continue to act in the above manner upon the listing of our Shares on the Main Board of the Stock Exchange (the “Listing”). Accordingly, Manford Investment Holdings Limited (“Manford Investment”) is deemed to be accustomed and/or obliged to act in accordance with their directions and/or instructions and that, among others, each of Ms. Lau, Mr. Stephen Tung, Mr. Stanley Tung and the late Mr. TH Tung is deemed to be interested in all the Shares held by Manford Investment under the SFO.

(b) Interests and/or short positions in associated corporation(s)

Director	Company concerned	Nature of interests	Number of Shares held in the company concerned ¹	Percentage of interest in the company concerned
Ms. Lau	Manford Investment ²	Beneficial owner; a concert party to an agreement to buy shares described in s. 317(1)(a) of the SFO ³	100 (L)	100%
Mr. Stephen Tung	Manford Investment ²	Beneficial owner; a concert party to an agreement to buy shares described in s. 317(1)(a) of the SFO ³	100 (L)	100%
Mr. Stanley Tung	Manford Investment ²	Beneficial owner; a concert party to an agreement to buy shares described in s. 317(1)(a) of the SFO ³	100 (L)	100%

Notes:

1. The letter “L” denotes long position in the shares held.
2. At the date of this announcement, Manford Investment is interested in 75% of the issued Shares and, accordingly, is the holding company of our Company within the meaning of the SFO.
3. Manford Investment is owned as to 40% by Ms. Lau, 20% each by Mr. Stephen Tung and Mr. Stanley Tung and 10% each by Ms. Barbara Tung and Ms. Mabel Tung, all of whom have entered into the Deed of Concert Parties, pursuant to which, the parties confirmed that they have been acting in concert with each other in exercising and implementing the management and operations of our subsidiaries and that it is their intention to continue to act in the above manner upon the Listing. Accordingly, each of Ms. Lau, Mr. Stephen Tung, Mr. Stanley Tung and the late Mr. TH Tung is deemed to be interested in the shares of Manford Investment held by the other parties to the Deed of Concert Parties under the SFO.

Save as disclosed above, as at the date of this announcement, none of our Directors nor the chief executive of our Company had any interests or short positions in the Shares, underlying Shares or debentures of our Company or any associated corporation (within the meaning of Part XV of the SFO) which were required to be notified to our Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he/she is taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or which were required to be notified to our Company and the Stock Exchange pursuant to the Model Code.

INTERESTS OF SUBSTANTIAL SHAREHOLDERS

As at the date of this announcement, so far as our Directors are aware, the following persons had an interest or short position in the Shares or the underlying Shares which were required to be disclosed to our Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO:

Name	Capacity/nature of interest	Number of Shares ⁽¹⁾	Percentage shareholding
Manford Investment ⁽²⁾	Beneficial owner	480,000,000 (L)	75%
Mr. Stephen Tung	Interest of controlled corporation ⁽³⁾	480,000,000 (L)	75%
Mr. Stanley Tung	Interest of controlled corporation ⁽³⁾	480,000,000 (L)	75%
Ms. Li Ka Mei	Interest of spouse ⁽⁴⁾	480,000,000 (L)	75%
Ms. Lau	Interest of controlled corporation ⁽³⁾	480,000,000 (L)	75%
Ms. Barbara Tung	Interest of controlled corporation ⁽³⁾	480,000,000 (L)	75%
Mr. Li Chi Hiu Lawrence	Interest of spouse ⁽⁵⁾	480,000,000 (L)	75%
Ms. Mabel Tung	Interest of controlled corporation ⁽³⁾	480,000,000 (L)	75%
Mr. Fung Cheong Chi	Interest of spouse ⁽⁶⁾	480,000,000 (L)	75%

Notes:

1. The letter “L” denotes a long position in the Shares.
2. As at the date of this announcement, Manford Investment was owned as to 40% by Ms. Lau, 20% by Mr. Stephen Tung, 20% by Mr. Stanley Tung, 10% by Ms. Barbara Tung and 10% by Ms. Mabel Tung.
3. Ms. Lau, Mr. Stephen Tung, Mr. Stanley Tung, Ms. Barbara Tung, Ms. Mabel Tung and the late Mr. TH Tung entered into the Deed of Concert Parties, pursuant to which, among others, the parties confirmed that they have been acting in concert with each other in exercising and implementing the management and operations of our subsidiaries and that it is their intention to continue to act in the above manner upon the Listing. Accordingly, Manford Investment is deemed to be accustomed and/or obliged to act in accordance with their directions and/or instructions and that each of Ms. Lau, Mr. Stephen Tung, Mr. Stanley Tung, Ms. Barbara Tung, Ms. Mabel Tung and the late Mr. TH Tung is deemed to be interested in all the Shares held by Manford Investment under the SFO.
4. Ms. Li Ka Mei is the spouse of Mr. Stanley Tung and is deemed, under the SFO, to be interested in all the Shares that Mr. Stanley Tung is interested.
5. Mr. Li Chi Hiu Lawrence is the spouse of Ms. Barbara Tung and is deemed, under the SFO, to be interested in all the Shares that Ms. Barbara Tung is interested.
6. Mr. Fung Cheong Chi is the spouse of Ms. Mabel Tung and is deemed, under the SFO, to be interested in all the Shares that Ms. Mabel Tung is interested.

Save as disclosed above, as at the date of the announcement, our Directors are not aware of any person who will have an interest or short position in the Shares or the underlying Shares which would fall to be disclosed to our Company under the provisions of Divisions 2 and 3 of Part XV of the SFO.

Save as disclosed above, as at the date of this announcement, our Directors are not aware of any person who had an interest or short position in the Shares or the underlying Shares which were required to be disclosed to our Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO.

IMPORTANT EVENTS AFTER THE INTERIM PERIOD UNDER REVIEW

There were no material events undertaken by the Group subsequent to 30 June 2025 and up to the date of this announcement.

PUBLICATION OF INTERIM REPORT

The interim report of our Company for the six months ended 30 June 2025 containing all the relevant information required by Appendix D2 to the Listing Rules and other applicable laws and regulations will be dispatched to our shareholders and published on the websites of the Stock Exchange and our Company in due course.

By order of the Board
HINGTEX HOLDINGS LIMITED
LAU Chung Chau
Chairlady and non-executive Director

Hong Kong, 28 August 2025

As at the date of this announcement, the executive Directors are Mr. Tung Wai Ting Stephen and Mr. Tung Cheuk Ming Stanley, the chairlady and non-executive Director is Ms. Lau Chung Chau, and the independent non-executive Directors are Mr. Tsang Ling Biu Gilbert, Mr. Cheung Che Kit Richard and Mr. Wong Ming Bun David.