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**SUGA INTERNATIONAL HOLDINGS LIMITED**

**信佳國際集團有限公司\***

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 912)**

**ANNOUNCEMENT OF UNAUDITED INTERIM RESULTS FOR  
THE SIX MONTHS ENDED 30 SEPTEMBER 2025**

**FINANCIAL HIGHLIGHTS**

- Revenue amounted to HK\$778.4 million (2024: HK\$694.7 million)
- Gross profit was HK\$111.5 million (2024: HK\$98.7 million)
- Profit attributable to owners of the Company was HK\$18.4 million (2024: HK\$20.3 million)
- Basic earnings per share was HK6.45 cents (2024: HK7.14 cents)
- The Board has resolved to declare an interim dividend of HK4.0 cents per share (2024: interim dividend of HK4.0 cents per share)

*\* for identification purpose only*

## INTERIM RESULTS

The Board of Directors (the “Board”) of Suga International Holdings Limited (the “Company”) would like to announce the unaudited condensed consolidated results of the Company and its subsidiaries (together “SUGA” or the “Group”) for the six months ended 30 September 2025:

### CONDENSED CONSOLIDATED INTERIM INCOME STATEMENT

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

		Six months ended 30 September	
		2025	2024
	Note	HK\$'000 (Unaudited)	HK\$'000 (Unaudited)
Revenue	3	778,445	694,741
Cost of sales	5	(666,986)	(595,996)
<b>Gross profit</b>		<b>111,459</b>	<b>98,745</b>
Other income		2,178	5,352
Other losses– net	4	(2,436)	(2,156)
Distribution and selling expenses	5	(27,193)	(26,561)
Research and development expenses	5	(11,757)	-
General and administrative expenses	5	(51,158)	(52,098)
<b>Operating profit</b>		<b>21,093</b>	<b>23,282</b>
Finance income	6	3,192	2,972
Finance costs	6	(257)	(1,377)
Finance income – net		2,935	1,595
Profit before income tax		24,028	24,877
Income tax expense	7	(5,665)	(4,537)
<b>Profit for the period</b>		<b>18,363</b>	<b>20,340</b>
Profit attributable to:			
Owners of the Company		18,375	20,344
Non-controlling interests		(12)	(4)
		<b>18,363</b>	<b>20,340</b>
Earnings per share for profit attributable to owners of the Company during the period			
– Basic (HK cents)	8	6.45	7.14
– Diluted (HK cents)	8	6.45	7.14
Dividends	9	11,392	11,392

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025**

	<b>Six months ended</b>	
	<b>30 September</b>	
	<b>2025</b>	<b>2024</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Profit for the period</b>	<b>18,363</b>	<b>20,340</b>
<b>Other comprehensive (loss)/income</b>		
<i>Items that may be reclassified subsequently to profit or loss:</i>		
Exchange differences arising on translation of foreign operations	(1,157)	2,051
<i>Item that will not be reclassified subsequently to profit or loss:</i>		
Fair value gains on equity investments at fair value through other comprehensive income	1,206	255
<b>Other comprehensive income for the period</b>	<b>49</b>	<b>2,306</b>
<b>Total comprehensive income for the period</b>	<b>18,412</b>	<b>22,646</b>
<b>Total comprehensive income attributable to:</b>		
Owners of the Company	18,424	22,650
Non-controlling interests	(12)	(4)
	<b>18,412</b>	<b>22,646</b>

**CONDENSED CONSOLIDATED INTERIM BALANCE SHEET**  
**AS AT 30 SEPTEMBER 2025**

		As at <b>30 September 2025</b> <i>HK\$'000</i> <b>(Unaudited)</b>	As at 31 March 2025 <i>HK\$'000</i> (Audited)
	<i>Note</i>		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		<b>183,141</b>	191,608
Right-of-use assets		<b>74,191</b>	75,047
Investment properties		<b>38,774</b>	16,768
Intangible assets		<b>6,350</b>	-
Goodwill		<b>3,949</b>	3,949
Interests in associates		-	-
Financial assets at fair value through other comprehensive income		<b>8,644</b>	5,098
Deferred income tax assets		<b>1,089</b>	1,327
Non-current prepayments, deposits and other receivables	<i>10</i>	<b>3,809</b>	23,019
		<b>319,947</b>	316,816
<b>Current assets</b>			
Inventories		<b>270,911</b>	222,005
Trade receivables	<i>10</i>	<b>266,044</b>	231,999
Prepayments, deposits and other receivables	<i>10</i>	<b>58,977</b>	31,588
Financial assets at fair value through profit or loss		<b>1</b>	3
Amounts due from associates		<b>585</b>	585
Cash and cash equivalents		<b>249,131</b>	280,317
		<b>845,649</b>	766,497
<b>Total assets</b>		<b>1,165,596</b>	1,083,313

		As at 30 September 2025 HK\$'000 (Unaudited)	As at 31 March 2025 HK\$'000 (Audited)
	<i>Note</i>		
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities		3,084	1,891
Deferred consideration		5,069	-
Deferred income tax liabilities		641	734
		<u>8,794</u>	<u>2,625</u>
<b>Current liabilities</b>			
Trade and other payables	11	342,222	266,298
Contract liabilities		4,449	6,364
Income tax payable		13,258	15,937
Lease liabilities		1,848	1,859
Bank borrowings		-	2,225
		<u>361,777</u>	<u>292,683</u>
<b>Total liabilities</b>		<u>370,571</u>	<u>295,308</u>
<b>EQUITY</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		28,479	28,479
Other reserves		59,190	59,141
Retained earnings		705,410	698,427
		<u>793,079</u>	<u>786,047</u>
Non-controlling interests		1,946	1,958
<b>Total equity</b>		<u>795,025</u>	<u>788,005</u>
<b>Total equity and liabilities</b>		<u><u>1,165,596</u></u>	<u><u>1,083,313</u></u>

## **1. BASIS OF PREPARATION**

This unaudited condensed consolidated interim financial information has been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” as issued by the Hong Kong Institute of Certified Public Accountants. This condensed consolidated interim financial information should be read in conjunction with the annual consolidated financial statements for the year ended 31 March 2025, which have been prepared in accordance with HKFRS Accounting Standards.

## **2. ACCOUNTING POLICIES**

The accounting policies applied are consistent with those of the annual consolidated financial statements for the year ended 31 March 2025 as described in those annual consolidated financial statements except that taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings, the adoption of amended standards and interpretation as set out below.

### **(a) Amendments to existing standards adopted by the Group**

The following amendments to existing standards apply for the first time to financial reporting periods commencing on or after 1 April 2025 and currently relevant to the Group:

Amendments to HKAS 21 and HKFRS 1	Lack of Exchangeability
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The adoption of these amended standards does not have significant impacts on the results and financial position of the Group.

- (b) New standards, amendments to existing standards and interpretation that are not yet effective and have not been early adopted by the Group

The following new standards, amendments to existing standards and interpretation have been issued but are not effective for the financial year beginning 1 April 2025 and have not been early adopted by the Group:

		Effective for annual periods beginning on or after
Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments	1 April 2026
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature – Dependent Electricity	1 April 2026
Annual Improvement to HKFRS Accounting Standards - Volume 11	Amendments to Classifications, Simplifications, Corrections, and Changes Intended to Improve Consistency	1 April 2026
HKFRS 18	Presentation and Disclosure in Financial Statements	1 April 2027
HKFRS 19	Subsidiaries without Public Accountability: Disclosure	1 April 2027
Amendments to HK Interpretation 5	Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 April 2027
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

The directors of the Group are in the process of assessing the financial impact of the adoption of the above new standards, amendments to existing standards and interpretation, and do not expect them to have a significant impact in the current reporting periods and on foreseeable future transactions, except for HKFRS 18 which will mainly impact the presentation in the consolidated income statement and cash flow statement. The Group is still in the process of evaluating the impact of adoption of HKFRS 18. The directors of the Group will adopt the new standards, amendments to existing standards and interpretation when they become effective.

### 3. REVENUE AND SEGMENT INFORMATION

The chief operating decision-maker (“CODM”) has been identified as the Executive Directors of the Group, who make strategic decisions and review the internal reporting of the Group in order to assess performance and allocate resources.

There are two reportable segments for the Group:

Electronic products	-	Develop, manufacture and sale of electronic products (Other than pet-related electronic products)
Pet-related products	-	Manufacture and distribution of pet-related products

The segment information provided to the CODM for the reportable segments for the six months ended 30 September 2025 is as follows:

	Six months ended 30 September 2025			
	Electronic products <i>HK\$'000</i> (Unaudited)	Pet-related products <i>HK\$'000</i> (Unaudited)	Elimination <i>HK\$'000</i> (Unaudited)	Total <i>HK\$'000</i> (Unaudited)
<b>Revenue</b>				
Revenue from external customers	695,802	82,643	-	778,445
Inter-segment revenue	55,438	25,939	(81,377)	-
	<b>751,240</b>	<b>108,582</b>	<b>(81,377)</b>	<b>778,445</b>
Segment results	<b>25,828</b>	<b>4,220</b>	<b>-</b>	<b>30,048</b>
A reconciliation of segment results to profit for the period is as follows:				
Segment results				30,048
Unallocated expenses, net				(8,697)
Other income				2,178
Other losses – net				(2,436)
Operating profit				21,093
Finance income				3,192
Finance costs				(257)
Profit before income tax				24,028
Income tax expense				(5,665)
Profit for the period				<b>18,363</b>
	Electronic products <i>HK\$'000</i> (Unaudited)	Pet-related products <i>HK\$'000</i> (Unaudited)	Unallocated <i>HK\$'000</i> (Unaudited)	Total <i>HK\$'000</i> (Unaudited)
<b>Other segment information</b>				
Depreciation of property, plant and equipment	12,930	173	946	14,049
Depreciation of right-of-use assets	1,588	110	1,160	2,858
Amortisation of intangible assets	669	-	-	669
Additions to non-current assets (other than interests in associates, financial assets and deferred tax assets)	5,898	331	19,619	25,848



The segment information provided to the CODM for the reportable segments for the six months ended 30 September 2024 is as follows:

	Six months ended 30 September 2024			
	Electronic products <i>HK\$ '000</i> (Unaudited)	Pet-related products <i>HK\$ '000</i> (Unaudited)	Elimination <i>HK\$ '000</i> (Unaudited)	Total <i>HK\$ '000</i> (Unaudited)
<b>Revenue</b>				
Revenue from external customers	594,535	100,206	-	694,741
Inter-segment revenue	71,492	30,799	(102,291)	-
	<u>666,027</u>	<u>131,005</u>	<u>(102,291)</u>	<u>694,741</u>
Segment results	<u>21,343</u>	<u>6,259</u>	<u>-</u>	<u>27,602</u>
A reconciliation of segment results to profit for the period is as follows:				
Segment results				27,602
Unallocated expenses, net				(7,516)
Other income				5,352
Other losses – net				(2,156)
				<u>23,282</u>
Operating profit				23,282
Finance income				2,972
Finance costs				(1,377)
				<u>24,877</u>
Profit before income tax				24,877
Income tax expense				(4,537)
				<u>20,340</u>
				<u>20,340</u>
	Electronic products <i>HK\$ '000</i> (Unaudited)	Pet-related products <i>HK\$ '000</i> (Unaudited)	Unallocated <i>HK\$ '000</i> (Unaudited)	Total <i>HK\$ '000</i> (Unaudited)
<b>Other segment information</b>				
Depreciation of property, plant and equipment	15,475	119	1,036	16,630
Depreciation of right-of-use assets	838	201	1,160	2,199
Additions to non-current assets (other than interests in associates, financial assets and deferred tax assets)	10,393	390	71	10,854
	<u>15,475</u>	<u>119</u>	<u>1,036</u>	<u>16,630</u>
	<u>838</u>	<u>201</u>	<u>1,160</u>	<u>2,199</u>
	<u>10,393</u>	<u>390</u>	<u>71</u>	<u>10,854</u>

The segment assets and segment liabilities as at 30 September 2025 and the reconciliation to the total assets and total liabilities are as follows:

	<b>As at 30 September 2025</b>		
	<b>Electronic products HK\$'000 (Unaudited)</b>	<b>Pet-related products HK\$'000 (Unaudited)</b>	<b>Total HK\$'000 (Unaudited)</b>
Segment assets	<b>914,231</b>	<b>54,165</b>	<b>968,396</b>
Unallocated:			
Property, plant and equipment			<b>19,623</b>
Right-of-use assets			<b>19,346</b>
Investment properties			<b>38,774</b>
Deferred income tax assets			<b>1,089</b>
Amount due from associates			<b>585</b>
Income tax recoverable			<b>1,364</b>
Other investments			<b>8,645</b>
Cash and cash equivalents			<b>55,418</b>
Other unallocated assets			<b>52,356</b>
			<hr/>
Total assets per condensed consolidated interim balance sheet			<b>1,165,596</b>
			<hr/> <hr/>
Segment liabilities	<b>326,387</b>	<b>16,083</b>	<b>342,470</b>
Unallocated:			
Deferred income tax liabilities			<b>641</b>
Income tax payable			<b>13,258</b>
Lease liabilities			<b>1,329</b>
Deferred consideration			<b>5,069</b>
Other unallocated liabilities			<b>7,804</b>
			<hr/>
Total liabilities per condensed consolidated interim balance sheet			<b>370,571</b>
			<hr/> <hr/>

The segment assets and segment liabilities as at 31 March 2025 and the reconciliation to the total assets and total liabilities are as follows:

	As at 31 March 2025		
	Electronic products <i>HK\$'000</i> (Audited)	Pet-related products <i>HK\$'000</i> (Audited)	Total <i>HK\$'000</i> (Audited)
Segment assets	867,459	74,416	941,875
Unallocated:			
Property, plant and equipment			19,915
Right-of-use assets			18,121
Investment property			16,768
Deferred income tax assets			1,327
Amount due from associates			585
Income tax recoverable			66
Other investments			5,101
Cash and cash equivalents			51,903
Other unallocated assets			27,652
			<hr/>
Total assets per consolidated balance sheet			1,083,313
			<hr/> <hr/>
Segment liabilities	258,383	13,332	271,715
Unallocated:			
Bank borrowings			2,225
Deferred income tax liabilities			734
Income tax payable			15,937
Lease liabilities			1,660
Other unallocated liabilities			3,037
			<hr/>
Total liabilities per consolidated balance sheet			295,308
			<hr/> <hr/>

An analysis of the Group's revenue from external customers by country of destination for the periods ended 30 September 2025 and 2024 is as follows:

	Six months ended 30 September	
	2025 <i>HK\$'000</i> (Unaudited)	2024 <i>HK\$'000</i> (Unaudited)
The People's Republic of China (the "PRC") *	292,168	250,080
The United States of America (the "USA")	254,075	249,313
United Kingdom	58,001	51,318
Singapore	50,560	36,892
Japan	48,863	53,334
France	35,527	15,425
Australia	20,874	23,924
Others	18,377	14,455
	<hr/>	<hr/>
	778,445	694,741
	<hr/> <hr/>	<hr/> <hr/>

\* The PRC, including Hong Kong and Taiwan

An analysis of the Group's non-current assets, excluding financial assets at fair value through other comprehensive income, deferred income tax assets, non-current deposits and other receivables and interests in associates, by geographical locations is as follows:

	As at 30 September 2025 <i>HK\$ '000</i> (Unaudited)	As at 31 March 2025 <i>HK\$ '000</i> (Audited)
The PRC*	220,366	232,386
Vietnam	75,355	75,305
Others	11,794	-
	<u>307,515</u>	<u>307,691</u>

\* The balances include Hong Kong and Taiwan

For the six months ended 30 September 2025, external revenue of approximately HK\$76,753,000 (2024: HK\$74,869,000) was generated from one (2024: one) major customer, who accounted for more than 10% (2024: 10%) of the Group's revenue. No other customers individually accounted for more than 10% of the Group's revenue for the six months ended 30 September 2025 and 2024.

#### 4. OTHER LOSSES – NET

	Six months ended 30 September 2025 <i>HK\$ '000</i> (Unaudited)	2024 <i>HK\$ '000</i> (Unaudited)
Net fair value losses on financial assets at fair value through profit or loss	(2)	(12)
Net foreign currency exchange losses	(4,475)	(1,840)
(Loss)/gain on disposals of property, plant and equipment	(1,000)	1,690
Net fair value gain/(loss) on investment properties	3,041	(1,994)
	<u>(2,436)</u>	<u>(2,156)</u>
Total other losses – net	<u>(2,436)</u>	<u>(2,156)</u>

## 5. EXPENSES BY NATURE

Expenses included in cost of sales, distribution and selling expenses, research and development expenses and general and administrative expenses are analysed as follows:

	Six months ended 30 September	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Cost of inventories	540,894	484,325
Depreciation of property, plant and equipment	14,049	16,630
Depreciation of right-of-use assets	2,858	2,199
Amortisation of intangible assets	669	-
Employee benefit expense (including directors' emoluments)	137,875	114,394
Commission	2,028	897
Consumable and other material	2,247	2,590
Advertising	1,586	3,607
Repair and maintenance	1,636	2,152
Transportation	9,072	6,948
Utilities expense	7,338	6,528
Legal and professional fee	2,190	1,241
Computer expense	1,296	1,176
Entertainment	1,516	1,537
Other expenses	31,840	30,431
	<hr/>	<hr/>
Total cost of sales, distribution and selling expenses, research and development expenses and general and administrative expenses	757,094	674,655
	<hr/> <hr/>	<hr/> <hr/>

## 6. FINANCE INCOME AND FINANCE COSTS

	Six months ended 30 September	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Interest income from:		
– bank deposits	3,161	2,787
– overdue interests received from customers	31	185
	<hr/>	<hr/>
Finance income	3,192	2,972
	<hr/>	<hr/>
Interest expense on:		
– bank borrowings	(142)	(1,262)
– lease liabilities	(115)	(115)
	<hr/>	<hr/>
Finance costs	(257)	(1,377)
	<hr/>	<hr/>
Finance income – net	2,935	1,595
	<hr/> <hr/>	<hr/> <hr/>

## 7. INCOME TAX EXPENSE

### (a) Bermuda and British Virgin Islands income tax

The Company is exempted from taxation in Bermuda until 2035. The Company's subsidiaries in the British Virgin Islands are incorporated under the International Business Acts of the British Virgin Islands and, accordingly, are exempted from the British Virgin Islands income taxes.

### (b) Hong Kong profits tax

For the periods ended 30 September 2025 and 2024, the Group is eligible to nominate one Hong Kong incorporated entity in the Group to be chargeable at the two tiered profits tax rates, whereby profits tax will be chargeable on the first HK\$2 million of assessable profits at 8.25% and assessable profits above this threshold will be subject to a rate of 16.5%. Hong Kong profits tax for other Hong Kong incorporated entities in the Group has been provided for at the rate of 16.5% on the estimated assessable profits.

### (c) PRC corporate income tax

The Group's subsidiaries in the PRC are subject to corporate income tax at 25% (2024: 25%) effective from 1 January 2008. According to a policy promulgated by the State Tax Bureau of the PRC and effective from 2008 onwards, enterprises engaged in research and development activities are entitled to claim ranging from 150% to 175% of the research and development expenses so incurred in a period as tax deductible expenses in determining its tax assessable profits for that period ("Super Deduction"). Certain PRC subsidiaries have applied such Super Deduction during the year.

### (d) Vietnam taxation

The subsidiaries established and operated in Vietnam were subject to corporate income tax at a rate of 20% (2024: 20%). The Group's subsidiaries incorporated in Vietnam are entitled to tax holiday under which its profits would be fully exempted from Vietnam enterprise income tax ("EIT") for two years starting from its first year of profitable operations after offsetting prior year tax losses, followed by 50% reduction in EIT in next four years.

### (e) Ireland taxation

The subsidiary established and operated in Ireland was subject to corporate income tax at a domestic tax rate of 12.5%.

### (f) The amount of income tax charged to the condensed consolidated interim income statement represents:

Hong Kong profits tax has been provided at the rate of 16.5% (2024: 16.5%) on the estimated assessable profits for the period. Taxation on overseas profits has been calculated on the estimated assessable profits for the period at the rates of taxation prevailing in the countries in which the Group operates.

	Six months ended 30 September	
	2025	2024
	HK\$'000	HK\$'000
	(Unaudited)	(Unaudited)
Current income tax		
– Hong Kong profits tax	1,705	2,790
– Income tax outside Hong Kong	3,663	1,165
Deferred income tax relating to the origination and reversal of temporary differences	297	582
	<b>5,665</b>	<b>4,537</b>

## 8. EARNINGS PER SHARE

### (a) Basic

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	Six months ended 30 September	
	2025 (Unaudited)	2024 (Unaudited)
Profit attributable to owners of the Company (HK\$ '000)	18,375	20,344
Weighted average number of ordinary shares in issue ('000)	284,790	284,790
Basic earnings per share (HK cents)	6.45	7.14

### (b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding assuming conversion of all dilutive potential ordinary shares. The Company has one category of dilutive potential ordinary shares which is the share options granted to employees. For the share options, a calculation is done to determine the number of shares that could have been acquired at fair value (determined as the average market price of the Company's shares) based on the monetary value of the subscription rights attached to outstanding share options. The number of shares calculated as above is compared with the number of shares that would have been issued assuming the exercise of the share options.

Diluted earnings per share for the six months ended 30 September 2025 and 2024 equal basic earnings per share as the exercise of the outstanding share options would be anti-dilutive.

## 9. DIVIDENDS

	Six months ended 30 September	
	2025 HK\$ '000 (Unaudited)	2024 HK\$ '000 (Unaudited)
Interim dividend, declared, of HK4.0 cents (2024: HK4.0 cents) per ordinary share	11,392	11,392

A final dividend of HK\$11,392,000 (2024: final dividend of HK\$11,392,000) for the year ended 31 March 2025, was paid on 22 August 2025.

On 26 November 2025, the board of directors resolved to declare an interim dividend of HK4.0 cents per share (2024: HK4.0 cents per share), which is payable on or before 23 December 2025 to shareholders whose names appear on the Company's register of shareholders on 12 December 2025. This interim dividend, amounting to HK\$11,392,000 (2024: HK\$11,392,000), has not been recognised as a liability in this condensed consolidated interim balance sheet.

## 10. TRADE AND OTHER RECEIVABLES

	As at 30 September 2025 HK\$'000 (Unaudited)	As at 31 March 2025 HK\$'000 (Audited)
Trade receivables	275,525	239,365
Less: Loss allowance	(9,481)	(7,366)
	<hr/>	<hr/>
Trade receivables, net	266,044	231,999
Amount due from Guangdong Fuchuan Investment Co., Ltd ("Guangdong Fuchuan") (Note)	3,033	3,033
Prepayments to vendors	15,367	11,093
Prepayments for plant and equipment	828	1,354
Prepayments for investment properties	-	18,965
Other prepayments	4,848	3,240
Rental and other deposits	2,244	1,555
Value added tax receivables	13,889	4,782
Income tax recoverable	1,364	66
Other receivables	28,191	17,497
Less: Loss allowance	(6,978)	(6,978)
	<hr/>	<hr/>
	62,786	54,607
Less: Non-current prepayments, deposits and other receivables	(3,809)	(23,019)
	<hr/>	<hr/>
Current portion of trade and other receivables	58,977	31,588
	<hr/> <hr/>	<hr/> <hr/>

*Note:* In September 2022, the Group entered into an agreement for the disposal of its entire 50% equity interests in a joint venture, Huizhou Jiayifu Real Estate Development Co., Ltd ("Huizhou Jiayifu") to Guangdong Fuchuan Investment Co., Ltd ("Guangdong Fuchuan") at a consideration of RMB45,900,000, payable by instalments since FY2023.

On 31 March 2025, Guangdong Fuchuan, Guangdong Fuchuan's shareholders (i.e. Mr. Xu, Mr. Zhuang, Mr. Liu) and Nodic-Matsumoto Tooling and Plastic Injection (Huizhou) Co., Limited ("Nodic") (indirect wholly-owned subsidiary of the Company) entered into a debt settlement agreement for the outstanding undiscounted amount of approximately RMB20,368,000. Pursuant to the agreement, Guangdong Fuchuan shall settle RMB17,560,000 to Nodic by transferring 54 residential units owned by Mr. Xu to Nodic. The ownership of the residential units were all transferred to the Group on 23 May 2025. The remaining undiscounted balance of approximately RMB2,808,000 (equivalent to approximately HK\$3,033,000) shall be settled by 31 December 2025.

The carrying values of the Group's trade and other receivables approximate their fair values.

All trade receivables are either repayable within one year or on demand. The Group generally grants credit terms of 30 to 60 days to its customers. The Group applies the HKFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables.



The ageing analysis of trade receivables based on invoice date is as follows:

	As at 30 September 2025 <i>HK\$'000</i> (Unaudited)	As at 31 March 2025 <i>HK\$'000</i> (Audited)
0 to 30 days	250,034	203,778
31 to 60 days	12,721	19,669
61 to 90 days	2,909	553
91 to 180 days	2,218	8,316
Over 180 days	7,643	7,049
	<hr/>	<hr/>
	275,525	239,365
Less: Loss allowance	(9,481)	(7,366)
	<hr/>	<hr/>
Trade receivables, net	266,044	231,999
	<hr/> <hr/>	<hr/> <hr/>

# 11. TRADE AND OTHER PAYABLES

	As at 30 September 2025 <i>HK\$'000</i> (Unaudited)	As at 31 March 2025 <i>HK\$'000</i> (Audited)
Trade payables	297,051	226,724
Salaries and staff welfare payable	18,459	18,574
Accrued expenses	7,510	8,256
Others	19,202	12,744
	<hr/>	<hr/>
Total trade and others payables	342,222	266,298
	<hr/> <hr/>	<hr/> <hr/>

The ageing analysis of trade payables based on invoice date is as follows:

	As at 30 September 2025 <i>HK\$'000</i> (Unaudited)	As at 31 March 2025 <i>HK\$'000</i> (Audited)
0 to 30 days	230,018	174,228
31 to 60 days	10,606	5,459
61 to 90 days	5,481	8,251
91 to 180 days	14,422	17,359
Over 180 days	36,524	21,427
	<hr/>	<hr/>
	297,051	226,724
	<hr/> <hr/>	<hr/> <hr/>

## FINANCIAL PERFORMANCE

In the first half of 2025, the global economy demonstrated resilience in the face of multiple challenges. However, uncertainties in international trade policies have put pressure on overall consumption and business confidence, and ongoing regional conflicts and geopolitical tensions added instability in global market. Facing structural pressure from slowing economic growth momentum, China continued to promote domestic demand expansion and industrial upgrade. Technological innovation and the development of artificial intelligence are becoming important engines for economic transformation. Against this backdrop, the Group has actively responded to changes by strategically promoting a diversified product portfolio and “China Plus One” production capacity layout. It has also continued to strengthen its in-house research and development capabilities to maintain stable operations and long-term competitiveness.

During the period under review, the Group recorded a turnover of HK\$778.4 million (1H 2024/25: HK\$694.7 million), an increase of 12.0% over the first half of 2024/25. Gross profit was HK\$111.5 million (1H 2024/25: HK\$98.7 million) and gross profit margin was 14.3% (1H 2024/25: 14.2%). Profit attributable to owners was HK\$18.4 million (1H 2024/25: HK\$20.3 million), a decrease of 9.7% from the first half of 2024/25, mainly due to an increase in the Group’s research and development expenses. Net profit margin was 2.4% (1H 2024/25: 2.9%). Basic earnings per share were HK6.45 cents (1H 2024/25: HK7.14 cents).

## BUSINESS REVIEW

### *Electronic Products*

Electronic products, the Group’s core business, continued to be the main source of revenue during the period under review. Sales amounted to HK\$695.8 million (1H 2024/25: HK\$594.5 million), representing a year-on-year increase of 17.0% and accounting for 89.4% of the Group’s total sales.

The Group continued to leverage synergies from its diversified product structure. The three pillars of professional audio equipment, Internet of Things (“IoT”) products and other electronic products have built a solid business foundation for the Group. Among them, professional audio equipment, as one of the Group’s core businesses, has achieved stable sales performance. During the period, it successfully expanded its customer base and now has more than ten customers for long-term cooperation. As for IoT products, the Group has actively expanded its one-stop solutions in recent years to fully meet the needs of business partners and have become the Group’s fastest-growing product category. The Group’s electronic paper displays and asset trackers have continued to perform well in sales and have become important sources of revenue. In addition, the overall performance of the other electronic products business maintained steady growth despite individual fluctuations, reflecting that the Group has effectively diversified risks and balanced performance through a diversified product portfolio, thereby further strengthening its overall operating foundation.

Orders from the Chinese market have also added momentum to the business and injected positive momentum into its development. Overall, the Group’s diversified product portfolio provides long-term vitality to its operation. The three core pillars form a solid foundation, allowing the Group to flexibly respond to the challenges of different market cycles and continue to achieve steady growth.

The pet business recorded sales of HK\$82.6 million during the period (1H 2024/25: HK\$100.2 million), representing a year-on-year decrease of 17.5% and accounting for 10.6% of the Group's total sales.

Regarding pet electronic products, despite the Group's stable cooperation relationship with existing customers, orders for pet training equipment declined during the period as the business partner adopted a more conservative ordering strategy.

As for the pet food business, the overall market showed a healthy development trend. The Group has actively pursued business restructuring to enhance operational efficiency and profitability. The Hong Kong and Japanese markets have continued to record solid performance. Hong Kong has benefited from the Government's promotion of the "Pet Economy" and has good marketing potential, which helps to promote pet food brand promotion and market penetration. The Japanese market has performed particularly well. Having established a strong presence in online sales channel early on, the Group has now expanded its offline channels through major retail partners to enhance market reach. Currently, the Group has more than 70 sales points in Japan, providing strong support for its business development.

SUGA's pet business segment has become increasingly stable, committed to the production and sales of healthy and high-quality pet products, and actively building a product ecosystem with pet health at the core.

## **OUTLOOK**

Looking ahead to the second half of FY2025/26, the outlook for the global economy remains cautiously optimistic. Although some structural challenges persist, including trade frictions, policy differences between major economies, and the continued impact of geopolitical tensions, the overall environment is still subject to uncertainties. However, the fundamentals of economic recovery remain cautiously optimistic, with enterprises and supply chains continuing to adjust to external changes. At the same time, the rapid development of emerging fields such as artificial intelligence is expected to inject impetus into global economic growth. In the face of both challenges and opportunities, SUGA actively promoted its business diversification strategy and continued to optimize the "China Plus One" production capacity layout to further enhance its competitiveness and risk resistance. The Group is cautiously optimistic about its business prospects in the second half of the year, and will continue to strengthen its operational excellence and flexibly respond to market changes. At the same time, the Group will actively seize emerging opportunities, promote business optimization and innovative development, and strive to achieve stable and sustainable growth goals.

Trade tensions eased with the US and China's agreement in November to suspend the implementation of tariff actions. Leveraging its strategic "China Plus One" production capacity layout, the Group has established a robust supply chain system and significantly enhanced its ability to respond to risks arising from fluctuating international policies. In the face of external changes, the Group will continue to monitor market trends, flexibly allocate production capacity and resources, and implement effective risk management and cost control strategies. In terms of production capacity allocation, the China plant mainly meets the production needs of the domestic market, while the Vietnam plant is the main production base for products exported to the US, and orders have maintained steady growth. With demand for its products continuing to rise, the Group is actively evaluating an expansion of its Vietnam production base, where the scope of additional production lines and personnel will be assessed against future requirements. The Group will continue to optimize the "China Plus One" production capacity layout and human resource allocation to ensure that it has sufficient capabilities to cope with future order growth and changes in market demand.

The production and sales of electronic products, the core business, will continue to contribute stable and significant revenue to the Group. The three business pillars of professional audio equipment, Internet of Things (“IoT”) products, and other electronic products have laid a solid foundation for the electronics business segment, which will continue to contribute stable cash flow and diversify cyclical fluctuations. With the rapid development of artificial intelligence technology, commercial customers have increasing demand for intelligent manufacturing, which has further promoted the market penetration and application expansion of IoT products. SUGA’s acquisition of TxWireless, an Irish company specializing in research and development and production of IoT products, has effectively integrated its professional engineering team and significantly enhanced the Group’s comprehensive strength in design services, manufacturing capabilities and back-end support. The Group is currently undertaking some B2B IoT projects that enable our partners to save labor costs and improve margins. The relevant business revenue is expected to be gradually reflected in the second half of this year and the next financial year. The Group will continue to increase its investment in research and development as a key strategy to enhance profitability and core competitiveness in order to achieve sustainable development.

As for the Group’s pet business, it is expected to maintain a stable development trend in the second half of the year. Benefiting from Japanese consumers’ demand for high-quality pet food, the Group’s prospects in the Japanese market are expected to continue to improve. With its high-quality products, strict quality control and stable supply capabilities, the Group will further build brand awareness and customer trust. As the size of the Japanese pet market has steadily expanded, the Group is cautiously optimistic about the long-term development of the market and will continue to invest resources to consolidate its competitive advantage and explore more growth opportunities.

On the financial front, during the period under review, the Group has ample liquidity and a sound financial structure, enabling it to flexibly allocate resources to promising development projects or strategic investments, thereby creating stable returns and long-term value for shareholders. Looking ahead, the Group remains confident in its business development, and will uphold the principle of prudent operation and actively respond to market changes and challenges.

## **LIQUIDITY AND FINANCIAL RESOURCES**

As at 30 September 2025, the current assets and current liabilities of the Group were approximately HK\$845.6 million (31 March 2025: HK\$766.5 million) and approximately HK\$361.8 million (31 March 2025: HK\$292.7 million) respectively. The liquidity ratio, which is calculated as current assets over current liabilities, was 2.34 times as at 30 September 2025, as compared to that of 2.62 times as at 31 March 2025.

The Group generally finances its operations by internally generated resources and banking facilities provided by its principal bankers in Hong Kong. Banking facilities used by the Group include revolving loans, overdrafts and term loans, which are primarily on floating interest rates basis. As at 30 September 2025, the Group maintained cash and bank balances at approximately HK\$249.1 million (31 March 2025: HK\$280.3 million). The Group has no bank borrowings as at 30 September 2025 (31 March 2025: HK\$2.2 million). Net cash position (total bank borrowings less cash and cash equivalents) was HK\$249.1 million (31 March 2025: net cash of HK\$278.1 million). Gearing ratio, expressed as a percentage of total bank borrowings over total equity, was 0% (31 March 2025: 0.3%).

The Group’s total assets and total liabilities as at 30 September 2025 amounted to approximately HK\$1,165.6 million (31 March 2025: HK\$1,083.3 million) and HK\$370.6 million (31 March 2025: HK\$295.3 million) respectively. The debt ratio, which is calculated based on total liabilities over total assets, was approximately 0.32 times as at 30 September 2025, as compared to that of approximately 0.27 times as at 31 March 2025.

The net asset value of the Group increased from HK\$788.0 million as at 31 March 2025 to HK\$795.0 million as at 30 September 2025, the increase is mainly attributable by the net effect of comprehensive profit for the period and final dividends paid for the financial year 2024/25.

As at 30 September 2025, the Group had aggregate banking facilities of approximately HK\$691.5 million (31 March 2025: HK\$768.3 million) from its principal bankers for overdrafts, loans and trade financing, with unused facilities of HK\$679.9 million (31 March 2025: HK\$760.9 million).

## **FOREIGN EXCHANGE EXPOSURE**

The Group is exposed to foreign exchange risk arising from various currency exposures, primarily respect to Renminbi, Hong Kong dollars, United States dollars, Euro and Vietnamese Dong. As Hong Kong dollars is pegged against United States dollars, the Group mainly exposed to foreign currency risk with respect to Renminbi, Euro and Vietnamese Dong. The Group monitors foreign currency exchange exposure and will use forward foreign exchange contracts as appropriate to hedge the foreign exchange risk in the ordinary course of business.

As at 30 September 2025 and 31 March 2025, the Group has not used any financial instruments to hedge against foreign currency risk. It is the Group's policy not to enter into derivative transactions for speculative purposes.

## **PLEDGE OF ASSETS**

The Group did not pledge any other assets as securities for the banking facilities granted to the Group as at 30 September 2025 and 31 March 2025.

## **CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES**

As at 30 September 2025, the Group had a capital commitment of HK\$1.8 million for property, plant and equipment. (31 March 2025: HK\$0.2 million).

No corporate guarantees had been given to banks to secure the borrowings granted to subsidiaries as at 30 September 2025 (31 March 2025: HK\$2.2 million).

## **HUMAN RESOURCES**

As at 30 September 2025 the Group has approximately 2,247 employees, of which 47 were based in Hong Kong, while the rest were mainly in Mainland China and Vietnam. Remuneration policy was reviewed regularly, making reference to current legislation, market condition and both the individual and company performance. In addition to salaries and other usual benefits like annual leave, medical insurance and various mandatory pension schemes, the Group also provides educational sponsorship subsidies, discretionary performance bonus and share options.

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

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's shares during the period. As at 30 September 2025, the Company did not hold any treasury shares.

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

The Company had complied with the code provisions as set out in the Appendix C1 "Corporate Governance Code" to the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") (the "CG Code") throughout the period.

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

The Company has adopted the Model Code for Securities Transactions by Directors as set out in Appendix C3 to the Listing Rules as its own code of conduct regarding securities transactions by the directors of the Company (the "Model Code"). Having made specific enquiry of all directors, the directors have confirmed compliance with the required standard set out in the Model Code during the six months ended 30 September 2025.

## AUDIT COMMITTEE

The Audit Committee has reviewed with the management the accounting policies and practices adopted by the Group and discussed, among other things, the risk management and internal control systems and financial reporting matters, including the review of the unaudited condensed consolidated interim financial information for the six months ended 30 September 2025.

## INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK4.0 cents per share (1H 2024/25: interim dividend of HK4.0 cents per share) for the six months ended 30 September 2025, payable to shareholders whose names appear on the Register of Shareholders of the Company on 12 December 2025. The interim dividend will be paid on or before 23 December 2025.

## CLOSURE OF REGISTER

For the purpose of ascertaining the entitlement of the shareholders to receive the interim dividend, the Register of Shareholders of the Company will be closed on 12 December 2025 during which date no transfer of shares in the Company will be registered. In order to qualify for the interim dividend, all transfers of shares accompanied by the relevant share certificates and transfer forms must be lodged with the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, at shops 1712 – 1716, 17/F., Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong for registration not later than 4:30 p.m. on Thursday, 11 December 2025.

## PUBLICATION OF INTERIM RESULTS ON THE STOCK EXCHANGE'S WEBSITE

All the financial and other related information of the Company required by the Listing Rules will be published on the Stock Exchange's website at ([www.hkexnews.hk](http://www.hkexnews.hk)) and the Company's website at ([www.suga.com.hk](http://www.suga.com.hk)). The Interim report will be dispatched to the shareholders and will be available on the websites of the Stock Exchange and the Company in due course.

By Order of the Board  
**Suga International Holdings Limited**  
**NG Chi Ho**  
*Chairman and Executive Director*

Hong Kong, 26 November 2025

*As at the date hereof, the executive directors of the Company are Dr. NG Chi Ho and Dr. NG Man Cheuk, the non-executive directors of the Company are Mr. MA Fung On, Mr. LEE Kam Hung and Prof. LUK Wing Ching and the independent non-executive directors of the Company are Mr. LEUNG Yu Ming, Steven, Mr. CHAN Kit Wang and Dr. LAW Sui Chun.*