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## **Yuk Wing Group Holdings Limited**

### **煜榮集團控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 1536)**

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

The board (the “**Board**”) of directors (the “**Director(s)**”) of Yuk Wing Group Holdings Limited (the “**Company**”) is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively referred to as the “**Group**”) for the six months ended 30 September 2025 (the “**Reporting Period**”) together with the comparative figures for the corresponding period in 2024 as follows:

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

*For the six months ended 30 September 2025*

|                                                                                                                    |              | <b>Six months ended<br/>30 September<br/>2025</b> | <b>2024</b>                     |
|--------------------------------------------------------------------------------------------------------------------|--------------|---------------------------------------------------|---------------------------------|
|                                                                                                                    | <i>Notes</i> | <b>HK\$’000<br/>(Unaudited)</b>                   | <b>HK\$’000<br/>(Unaudited)</b> |
| Revenue                                                                                                            | 3            | <b>109,130</b>                                    | 104,620                         |
| Cost of sales                                                                                                      |              | <b>(86,290)</b>                                   | (79,586)                        |
| Gross profit                                                                                                       |              | <b>22,840</b>                                     | 25,034                          |
| Other income                                                                                                       |              | <b>223</b>                                        | 1,436                           |
| (Impairment losses)/reversal of<br>impairment losses on trade receivables<br>under expected credit loss model, net |              | <b>(220)</b>                                      | (937)                           |
| Other gains and (losses)                                                                                           | 4            | <b>3,623</b>                                      | 5,855                           |
| Selling and distribution expenses                                                                                  |              | <b>(6,021)</b>                                    | (6,099)                         |
| Administrative expenses                                                                                            |              | <b>(17,313)</b>                                   | (18,094)                        |
| Finance costs                                                                                                      | 5            | <b>(97)</b>                                       | (691)                           |
| Profit/(loss) before tax                                                                                           | 6            | <b>3,035</b>                                      | 6,504                           |
| Income tax expense                                                                                                 | 7            | <b>(892)</b>                                      | (240)                           |
| Profit/(loss) for the period                                                                                       |              | <b>2,143</b>                                      | 6,264                           |

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

For the six months ended 30 September 2025

|                                                                                 |      | Six months ended<br>30 September<br>2025<br>HK\$'000<br>(Unaudited) | 2024<br>HK\$'000<br>(Unaudited) |
|---------------------------------------------------------------------------------|------|---------------------------------------------------------------------|---------------------------------|
|                                                                                 | Note |                                                                     |                                 |
| <b>Other comprehensive income/(expense)<br/>for the period:</b>                 |      |                                                                     |                                 |
| <i>Item that may be reclassified subsequently to<br/>profit or loss:</i>        |      |                                                                     |                                 |
| Exchange differences arising on translation<br>of foreign operations            |      | (2,186)                                                             | 768                             |
| <b>Total comprehensive income/(expense)<br/>for the period</b>                  |      | <b>(43)</b>                                                         | <b>7,032</b>                    |
| <b>Profit/(loss) for the period attributable to:</b>                            |      |                                                                     |                                 |
| Owners of the Company                                                           |      | 510                                                                 | 5,039                           |
| Non-controlling interests                                                       |      | 1,633                                                               | 1,225                           |
|                                                                                 |      | <b>2,143</b>                                                        | <b>6,264</b>                    |
| <b>Total comprehensive income/(expense)<br/>for the period attributable to:</b> |      |                                                                     |                                 |
| Owners of the Company                                                           |      | (608)                                                               | 5,324                           |
| Non-controlling interests                                                       |      | 565                                                                 | 1,708                           |
|                                                                                 |      | <b>(43)</b>                                                         | <b>7,032</b>                    |
| Earnings/(loss) per share, basic (HK cents)                                     | 9    | <b>0.11</b>                                                         | <b>1.33</b>                     |

# CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2025

|                                                          |              | At<br>30 September<br>2025<br><i>HK\$'000</i><br>(Unaudited) | At<br>31 March<br>2025<br><i>HK\$'000</i><br>(Audited) |
|----------------------------------------------------------|--------------|--------------------------------------------------------------|--------------------------------------------------------|
|                                                          | <i>Notes</i> |                                                              |                                                        |
| Non-current assets                                       |              |                                                              |                                                        |
| Property, plant and equipment                            |              | 13,401                                                       | 11,979                                                 |
| Right-of-use assets                                      |              | 475                                                          | 890                                                    |
| Deferred tax assets                                      |              | 1,864                                                        | 1,864                                                  |
|                                                          |              | <u>15,740</u>                                                | <u>14,733</u>                                          |
| Current assets                                           |              |                                                              |                                                        |
| Inventories                                              |              | 46,414                                                       | 49,471                                                 |
| Trade and other receivables                              | 10           | 88,571                                                       | 66,611                                                 |
| Financial assets at fair value through<br>profit or loss |              | 30,822                                                       | 27,288                                                 |
| Tax recoverable                                          |              | 134                                                          | 134                                                    |
| Bank balances and cash                                   |              | 49,120                                                       | 42,174                                                 |
|                                                          |              | <u>215,061</u>                                               | <u>185,678</u>                                         |
| Current liabilities                                      |              |                                                              |                                                        |
| Trade and other payables                                 | 11           | 63,455                                                       | 34,879                                                 |
| Contract liabilities                                     |              | 8,810                                                        | 6,994                                                  |
| Lease liabilities                                        |              | 394                                                          | 733                                                    |
| Tax payable                                              |              | 286                                                          | —                                                      |
| Bank and other borrowings                                |              | 13,000                                                       | 13,000                                                 |
|                                                          |              | <u>85,945</u>                                                | <u>55,606</u>                                          |
| Net current assets                                       |              | <u>129,116</u>                                               | <u>130,072</u>                                         |
| Total assets less current liabilities                    |              | <u>144,856</u>                                               | <u>144,805</u>                                         |
| Non-current liabilities                                  |              |                                                              |                                                        |
| Deferred tax liabilities                                 |              | 151                                                          | 57                                                     |
| Lease liabilities                                        |              | 181                                                          | 181                                                    |
|                                                          |              | <u>332</u>                                                   | <u>238</u>                                             |
| Net assets                                               |              | <u>144,524</u>                                               | <u>144,567</u>                                         |
| Capital and reserves                                     |              |                                                              |                                                        |
| Share capital                                            |              | 45,600                                                       | 45,600                                                 |
| Reserves                                                 |              | 69,025                                                       | 69,633                                                 |
| Equity attributable to owners of the Company             |              | <u>114,625</u>                                               | <u>115,233</u>                                         |
| Non-controlling interests                                |              | <u>29,899</u>                                                | <u>29,334</u>                                          |
| Total equity                                             |              | <u>144,524</u>                                               | <u>144,567</u>                                         |

# NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

*For the six months ended 30 September 2025*

## 1. GENERAL AND BASIS OF PREPARATION

Yuk Wing Group Holdings Limited was incorporated and registered as an exempted company with limited liability in the Cayman Islands under the Companies Law Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands. The shares of the Company are listed on The Stock Exchange of Hong Kong Limited.

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 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 the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

## 2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values, as appropriate.

Other than additional accounting policies resulting from application of amendments to Hong Kong Financial Reporting Standards (“HKFRSs”), the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 September 2025 are the same as those presented in the Group’s annual financial statements for the year ended 31 March 2025.

### **Application of amendments to HKFRSs**

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, for the first time, which are mandatorily effective for the Group’s annual period beginning on or after 1 April 2025 for the preparation of the Group’s condensed consolidated financial statements:

Amendments to HKAS 21

Lack of Exchangeability

The application of the amendments to HKFRS Accounting Standards in the current interim period has had no material impact on the Group’s financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

### 3. REVENUE AND SEGMENT INFORMATION

#### Revenue

The Group is principally engaged in (i) manufacturing and trading of down-the-hole (“DTH”) rockdrilling tools; (ii) trading of piling and drilling machineries; and (iii) trading of rockdrilling equipment.

#### Disaggregation of revenue

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

|                                                     | Six months ended<br>30 September |                |
|-----------------------------------------------------|----------------------------------|----------------|
|                                                     | 2025                             | 2024           |
|                                                     | HK\$’000                         | HK\$’000       |
|                                                     | (Unaudited)                      | (Unaudited)    |
| Recognised at a point in time:                      |                                  |                |
| Manufacturing and trading of DTH rockdrilling tools | 107,064                          | 102,949        |
| Trading of rockdrilling equipment                   | 2,066                            | 1,671          |
|                                                     | <u>109,130</u>                   | <u>104,620</u> |

#### Performance obligations for contracts with customers

All of the Group’s revenue is recognised when the control of goods is transferred, being when the goods are delivered to the customer’s specific location. A receivable is recognised by the Group when the goods are delivered to the customer’s premises as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due. The normal credit term is 0 to 90 days upon delivery. The customers have neither rights of return nor rights to defer or avoid payment for the goods once they are accepted by the customers upon receipt of goods. The contracts signed with the customers are short-term and fixed price contracts.

#### Segment revenue and results

##### *Segment information*

Information reported to the executive directors of the Company, being the chief operating decision maker (the “CODM”), for the purposes of resource allocation and assessment of segment performance focuses on the types of products sold.

The details of the Group’s operating segments are as follows:

- (i) Manufacturing and trading of DTH rockdrilling tools
- (ii) Trading of piling and drilling machineries and rockdrilling equipment

These operating segments also represent the Group’s reportable segments. No operating segments identified by the CODM have been aggregated in arriving at the reportable, segments of the Group.

The following is an analysis of the Group's revenue and results by operating and reportable segments:

**For the six months ended 30 September 2025**

|                                                                                         | <b>Manufacturing<br/>and trading of<br/>DTH<br/>rockdrilling<br/>tools<br/><i>HK\$'000</i><br/>(Unaudited)</b> | <b>Trading<br/>of pilling<br/>machineries<br/>and<br/>rockdrilling<br/>equipment<br/><i>HK\$'000</i><br/>(Unaudited)</b> | <b>Total<br/><i>HK\$'000</i><br/>(Unaudited)</b> |
|-----------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------|
| <b>SEGMENT REVENUE</b>                                                                  |                                                                                                                |                                                                                                                          |                                                  |
| External sales                                                                          | <u>107,064</u>                                                                                                 | <u>2,066</u>                                                                                                             | <u>109,130</u>                                   |
| <b>RESULTS</b>                                                                          |                                                                                                                |                                                                                                                          |                                                  |
| Segment results                                                                         | <u>25,347</u>                                                                                                  | <u>345</u>                                                                                                               | <u>25,692</u>                                    |
| Unallocated expenses                                                                    |                                                                                                                |                                                                                                                          | (26,186)                                         |
| Other income                                                                            |                                                                                                                |                                                                                                                          | 223                                              |
| Impairment losses on trade receivables under<br>expected credit loss ("ECL") model, net |                                                                                                                |                                                                                                                          | (220)                                            |
| Other gains and (losses)                                                                |                                                                                                                |                                                                                                                          | 3,623                                            |
| Finance costs                                                                           |                                                                                                                |                                                                                                                          | <u>(97)</u>                                      |
| Profit before tax                                                                       |                                                                                                                |                                                                                                                          | <u><u>3,035</u></u>                              |

**For the six months ended 30 September 2024**

|                                                                                 | <b>Manufacturing<br/>and trading of<br/>DTH<br/>rockdrilling<br/>tools<br/><i>HK\$'000</i><br/>(Unaudited)</b> | <b>Trading<br/>of pilling<br/>machineries<br/>and<br/>rockdrilling<br/>equipment<br/><i>HK\$'000</i><br/>(Unaudited)</b> | <b>Total<br/><i>HK\$'000</i><br/>(Unaudited)</b> |
|---------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------|
| <b>SEGMENT REVENUE</b>                                                          |                                                                                                                |                                                                                                                          |                                                  |
| External sales                                                                  | <u>102,949</u>                                                                                                 | <u>1,671</u>                                                                                                             | <u>104,620</u>                                   |
| <b>RESULTS</b>                                                                  |                                                                                                                |                                                                                                                          |                                                  |
| Segment results                                                                 | <u>24,571</u>                                                                                                  | <u>463</u>                                                                                                               | <u>25,034</u>                                    |
| Unallocated expenses                                                            |                                                                                                                |                                                                                                                          | (24,193)                                         |
| Other income                                                                    |                                                                                                                |                                                                                                                          | 1,436                                            |
| Impairment losses on trade receivables under<br>expected credit loss model, net |                                                                                                                |                                                                                                                          | (937)                                            |
| Other gains and losses                                                          |                                                                                                                |                                                                                                                          | 5,855                                            |
| Finance costs                                                                   |                                                                                                                |                                                                                                                          | <u>(691)</u>                                     |
| Profit before tax                                                               |                                                                                                                |                                                                                                                          | <u><u>6,504</u></u>                              |

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment results represent the profit or loss of each segment without allocation of unallocated expenses (including selling and distribution expenses and administrative expenses), other income, impairment losses on trade receivables under ECL model, net, other gains and losses and finance costs. This is the measure reported to the CODM of the Group for the purposes of resource allocation and performance assessment.

No analysis of segment assets or segment liabilities is presented as they are not regularly provided to the CODM of the Group.

### Geographical information

The following table sets out information about the Group's revenue from external customers by the location of customers:

|                                            | <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> |
| Hong Kong                                  | <b>103,299</b>          | 95,031             |
| Finland                                    | <b>1,002</b>            | 607                |
| The People's Republic of China (the "PRC") | <b>3,543</b>            | 5,610              |
| Macau                                      | –                       | 1,238              |
| The United States                          | –                       | 52                 |
| Others                                     | <b>1,286</b>            | 2,082              |
|                                            | <b>109,130</b>          | 104,620            |

#### 4. OTHER GAINS AND (LOSSES)

|                                                                                                      | <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> |
| Other gains and losses include the following:                                                        |                         |                    |
| Net foreign exchange gain/(loss)                                                                     | <b>89</b>               | 1,416              |
| Gain/(loss) on fair value changes of financial assets at fair value through profit or loss ("FVTPL") | <b>3,534</b>            | 4,439              |
|                                                                                                      | <b>3,623</b>            | 5,855              |

## 5. FINANCE COSTS

|                                       | Six months ended<br>30 September |             |
|---------------------------------------|----------------------------------|-------------|
|                                       | 2025                             | 2024        |
|                                       | HK\$'000                         | HK\$'000    |
|                                       | (Unaudited)                      | (Unaudited) |
| Interest on bank and other borrowings | 78                               | 480         |
| Interest on lease liabilities         | 19                               | 211         |
|                                       | <u>97</u>                        | <u>691</u>  |

## 6. PROFIT/(LOSS) BEFORE TAX

|                                                              | Six months ended<br>30 September |              |
|--------------------------------------------------------------|----------------------------------|--------------|
|                                                              | 2025                             | 2024         |
|                                                              | HK\$'000                         | HK\$'000     |
|                                                              | (Unaudited)                      | (Unaudited)  |
| Profit/(loss) before tax has been arrived at after charging: |                                  |              |
| Depreciation of property, plant and equipment                | <u>286</u>                       | <u>408</u>   |
| Depreciation of right-of-use assets                          | <u>502</u>                       | <u>316</u>   |
| Cost of inventories recognised as expense                    | 86,290                           | 79,586       |
| Expense relating to short-term leases                        | <u>896</u>                       | <u>1,188</u> |

## 7. INCOME TAX EXPENSE

|                                 | Six months ended<br>30 September |             |
|---------------------------------|----------------------------------|-------------|
|                                 | 2025                             | 2024        |
|                                 | HK\$'000                         | HK\$'000    |
|                                 | (Unaudited)                      | (Unaudited) |
| The charge comprises:           |                                  |             |
| Current tax:                    |                                  |             |
| Hong Kong                       | (32)                             | (84)        |
|                                 | (32)                             | (84)        |
| Under-provision in prior years: |                                  |             |
| PRC Enterprise Income Tax       | (766)                            | –           |
|                                 | (766)                            | –           |
| Current tax charge              | (798)                            | (84)        |
| Deferred tax charge             | (94)                             | (156)       |
|                                 | (892)                            | (240)       |

The provision for Hong Kong Profits Tax is calculated by applying the estimated annual effective tax rate of 16.5% (six months ended 30 September 2024: 16.5%) to the current interim period, except for one subsidiary of the group which is a qualifying corporation under the two-tiered Profits Tax rate regime. For this subsidiary, the first HK\$2 million of assessable profit is taxed at 8.25% and the remaining assessable profit is taxed at 16.5%. The provision for Hong Kong Profits Tax for this subsidiary was calculated at the same basis in the prior interim period.

Under the Law of the PRC on Enterprise Income Tax (the “**EIT Law**”) and Implementation Regulation of the EIT Law, the PRC Enterprise Income Tax is calculated at 25% of the assessable profit for the subsidiary established in the PRC. The subsidiary was awarded with the High and New-Tech Enterprise and entitled to a preferential tax rate of 15% for both periods. No provision for PRC Enterprise Income Tax has been made as the relevant subsidiary has no assessable profits for the current period.

## 8. DIVIDENDS

The board of directors of the Company does not recommend the payment of an interim dividend for the six months ended 30 September 2025 (six months ended 30 September 2024: nil).

## 9. EARNINGS/(LOSS) PER SHARE

|                                                                                          | Six months ended<br>30 September |                |
|------------------------------------------------------------------------------------------|----------------------------------|----------------|
|                                                                                          | 2025                             | 2024           |
|                                                                                          | HK\$'000                         | HK\$'000       |
|                                                                                          | (Unaudited)                      | (Unaudited)    |
| Earnings/(loss):                                                                         |                                  |                |
| Earnings/(loss) for the purpose of calculating basic earnings/(loss) per share:          |                                  |                |
| Profit/(loss) for the period attributable to owners of the Company                       | <u>510</u>                       | <u>5,039</u>   |
|                                                                                          | '000                             | '000           |
| Number of shares:                                                                        |                                  |                |
| Number of ordinary shares for the purpose of calculating basic earnings/(loss) per share | <u>456,000</u>                   | <u>380,000</u> |

No diluted earnings/(loss) per share is presented since there were no potential ordinary shares in issue during both periods.

## 10. TRADE AND OTHER RECEIVABLES

The Group grants a credit period ranged from 0 to 90 days upon delivery of goods to its customers. The following is an aged analysis of trade receivables based on dates of goods delivered, net of impairment losses, at the end of the reporting period:

|                    | At<br>30 September<br>2025<br>HK\$'000<br>(Unaudited) | At<br>31 March<br>2025<br>HK\$'000<br>(Audited) |
|--------------------|-------------------------------------------------------|-------------------------------------------------|
| 0 to 30 days       | 14,963                                                | 12,816                                          |
| 31 to 60 days      | 10,173                                                | 7,534                                           |
| 61 to 90 days      | 8,313                                                 | 6,111                                           |
| 91 to 180 days     | 7,578                                                 | 3,906                                           |
| 181 days to 1 year | 16,153                                                | 4,237                                           |
| Over 1 year        | <u>8,616</u>                                          | <u>6,412</u>                                    |
|                    | <u>65,796</u>                                         | <u>41,016</u>                                   |

The Group rebutted the presumption of default under ECL model for trade receivables over 90 days past due based on the good repayment records for those customers and continuous business with the Group.

## 11. TRADE AND OTHER PAYABLES

The following is an aged analysis of trade payables based on the invoice dates:

|                | At<br>30 September<br>2025<br><i>HK\$'000</i><br>(Unaudited) | At<br>31 March<br>2025<br><i>HK\$'000</i><br>(Audited) |
|----------------|--------------------------------------------------------------|--------------------------------------------------------|
| 0 to 30 days   | 23,131                                                       | 5,174                                                  |
| 31 to 60 days  | 13,113                                                       | 4,297                                                  |
| 61 to 90 days  | 6,139                                                        | 6,161                                                  |
| 91 to 180 days | 2,933                                                        | 10,590                                                 |
| 181 to 1 year  | 14,108                                                       | 5,087                                                  |
| Over 1 year    | —                                                            | —                                                      |
|                | <u>59,424</u>                                                | <u>31,309</u>                                          |

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **BUSINESS REVIEW**

The Group is principally engaged in the manufacturing and trading of DTH rockdrilling tools, trading of piling and drilling machineries and rockdrilling equipment.

During the Reporting Period, the market activities in Hong Kong has increased, leading to more construction activities and projects available in the Hong Kong market. The revenue generated from our Mainland China and international customers have increased during the Reporting Period. There has been an increase in business activities in the Macau market, which has led to an increase in contribution to revenue during the Reporting Period. As a result, our Group's revenue and gross profit increased as our local and international customers have increased their purchases for our products, resulted in a profit position during the Reporting Period.

Hong Kong continues to be the Group's major market, where the revenue generated from Hong Kong contributed to approximately HK\$103.3 million for the Reporting Period (six months ended 30 September 2024: approximately HK\$95.0 million), or approximately 94.7% of the total revenue during the Reporting Period (six months ended 30 September 2024: approximately 90.8%).

#### **Manufacturing and Trading of DTH Rockdrilling Tools**

The Group is principally engaged in the manufacturing and trading of DTH rockdrilling tools. Our self-designed and manufactured DTH rockdrilling tools can be categorised into the following main categories, namely DTH hammers, casing systems (comprising driver bits and casing bits), and other miscellaneous products including interlocking pipe, button bits and bit openers, as well as our newly developed products, drill pipes, cluster drills and casing tubes. Revenue from the manufacturing and trading of DTH rockdrilling tools contributed to approximately 98.1% of the total revenue during the Reporting Period (six months ended 30 September 2024: approximately 98.4%).

#### **Trading of Piling and Drilling Machineries and Rockdrilling Equipment**

The Group is also engaged in the trading of piling and drilling machineries and rockdrilling equipment to our customers as part of our technical rockdrilling solutions. There was no revenue from the trading of piling and drilling machineries during the Reporting Period and for the six months ended 30 September 2024. Revenue from the trading of rockdrilling equipment, contributed to approximately 1.9% of the total revenue during the Reporting Period (six months ended 30 September 2024: approximately 1.6%).

## **FINANCIAL REVIEW**

### **Revenue**

The Group's revenue increased by approximately HK\$4.5 million, or 4.3%, to approximately HK\$109.1 million for the Reporting Period, from approximately HK\$104.6 million for the six months ended 30 September 2024, primarily due to the increase in business activities in Hong Kong during the Reporting Period, leading to a relatively higher level of construction activities and available projects when compared with the six months ended 30 September 2024, resulting in a higher than expected demand for our products.

### **Gross Profit and Gross Profit Margin**

The Group's gross profit decreased by approximately HK\$2.2 million, or 8.8%, to approximately HK\$22.8 million for the Reporting Period, from approximately HK\$25.0 million for the six months ended 30 September 2024, primarily attributable to the general increase in demand for our products to our customers due to the increase in market activities in the Hong Kong market.

Gross profit margin was approximately 20.9% for the Reporting Period (for the six months ended 30 September 2024: approximately 23.9%).

### **Selling and Distribution Expenses**

The Group's selling and distribution expenses decreased by approximately HK\$0.1 million, or 1.3%, to approximately HK\$6.0 million for the Reporting Period, from approximately HK\$6.1 million for the six months ended 30 September 2024, mainly due to the decrease in declaration charges and freight, transportation and storage costs.

### **Administrative Expenses**

The Group's administrative expenses decreased by approximately HK\$0.8 million, or 4.3%, to approximately HK\$17.3 million for the Reporting Period, from approximately HK\$18.1 million for the six months ended 30 September 2024, primarily due to the decrease in rental expenses and repairs and maintenance expenses, and staff related expenses during the Reporting Period.

## **Net Profit/(Loss)**

The Group recorded a net profit of approximately HK\$2.1 million (for the six months ended 30 September 2024: net profit of approximately HK\$6.3 million) for the Reporting Period. The decrease in net profit was mainly attributable to the decrease in net foreign exchange gain and other income during the Reporting Period.

## **PROSPECTS**

During the Reporting Period, the Group continued to develop its various business and geographical segments. In Hong Kong and at the international level, there has been an increase in market activities.

It is anticipated that the market conditions in Hong Kong and internationally will remain positive for the remainder of the year.

Overall, the Group remains cautiously positive towards the future of the construction market and the business of the Group in Hong Kong and internationally, and will continue its efforts to capture business opportunities in Hong Kong, Macau and the overseas markets.

## **LIQUIDITY AND FINANCIAL RESOURCES**

As at 30 September 2025, the Group's total cash and cash equivalents amounted to approximately HK\$49.1 million (31 March 2025: approximately HK\$42.2 million).

As at 30 September 2025, the Group had bank borrowing of approximately HK\$7.0 million with variable interest rate. As at 31 March 2025, the Group had bank borrowings of approximately HK\$5.0 million with variable interest rate, which were repayable within one year and were guaranteed by the Company. As at 30 September 2025, the Group's other borrowing of approximately HK\$6.0 million (31 March 2025: approximately HK\$8.0 million) had fixed interest rate of 1.0% (31 March 2025: 1.0%) per annum and was repayable within one year, which was unsecured. As at 30 September 2025 and 31 March 2025, the Group's bank borrowings were denominated in Hong Kong dollar. As at 30 September 2025 and 31 March 2025, the Group's other borrowing was denominated in Hong Kong dollar.

The gearing ratio of the Group as at 30 September 2025 (defined as the Group's total interest-bearing liabilities divided by the Group's total equity) was approximately 9.5% (31 March 2025: approximately 9.6%). The decrease in gearing ratio was mainly due to the decrease in bank borrowings during the Reporting Period.

## **CAPITAL STRUCTURE**

As at 30 September 2025, the Company's issued share capital was HK\$45,600,000 and the number of its issued ordinary shares was 456,000,000 of HK\$0.1 each.

There has been no change in the capital structure of the Group during the six months ended 30 September 2024 and 2025.

On 30 October 2024, the placing under the placing agreement was completed, and 76,000,000 placing shares were allotted and issued. The number of its issued ordinary shares increased to 456,000,000 after the completion of the placing. Details of the placing are set out in the Company's announcements dated 9 October 2024 and 30 October 2024, and in the events after the reporting period of this announcement.

After the approval from the shareholders obtained at the extraordinary general meeting of the Company on 15 November 2024, the authorised share capital of the Company increased from HK\$50,000,000 divided into 500,000,000 shares of HK\$0.10 each to HK\$2,000,000,000 divided into 20,000,000,000 shares of HK\$0.10 each. Details of the increase in authorised share capital have been disclosed in the circular of the Company dated 29 October 2024 and the announcement of the Company dated 15 November 2024.

## **CHARGE ON GROUP ASSETS**

As at 30 September 2025, there were no charge on group assets. As at 30 September 2025, the Group had bank borrowings of approximately HK\$7.0 million which were guaranteed by the Company.

## **CASH FLOW MANAGEMENT AND LIQUIDITY RISK**

The Group's objective regarding cash flow management is to maintain a balance between continuity of funding and flexibility through a combination of internal resources, bank borrowings, and other debt or equity securities, as appropriate. The Group is comfortable with the present financial and liquidity position, and will continue to maintain a reasonable liquidity buffer to ensure sufficient funds are available to meet liquidity requirements at all times.

## **CONTINGENT LIABILITIES**

The Group did not have any material contingent liability as at 30 September 2025.

## **CAPITAL COMMITMENTS**

As at 30 September 2024 and 2025, the Group had no capital commitments.

## **SEGMENT INFORMATION**

Details of segment information of the Group for the six months ended 30 September 2025 are set out in note 3 to the condensed consolidated financial statements.

## **SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS**

Save as disclosed in this announcement, there has been no significant investment, material acquisition or disposal of subsidiaries and associated companies by the Company during the Reporting Period.

## **PURCHASE, SALE AND REDEMPTION OF THE LISTED SECURITIES OF THE COMPANY**

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the Reporting Period.

## **FOREIGN EXCHANGE RISK**

Our Group's operations are mainly in Hong Kong and the PRC, and most of the operating transactions, revenue, expenses, monetary assets and liabilities are denominated in Hong Kong dollars and Renminbi. As such, the Directors are of the view that the Group's risk in foreign exchange is insignificant and that the Group should have sufficient resources to meet foreign exchange requirements as and if it arises. The Group has not engaged in any derivative to hedge its exposure to foreign exchange risk.

## **EVENTS AFTER THE REPORTING PERIOD**

No significant event has taken place after 30 September 2025 and up to the date of this announcement.

## EMPLOYEES AND REMUNERATION POLICIES

As at 30 September 2025, the Group had 85 employees (30 September 2024: 91 employees) in Hong Kong and the PRC. The Group's remuneration policy is reviewed periodically and determined by reference to market terms, company performance, and individual qualifications and performance. Other staff benefits include bonuses awarded on discretionary basis, mandatory provident fund scheme for Hong Kong employees, and state-sponsored retirement plans for PRC employees. The Group also offers a variety of training schemes to its employees.

## INTERIM DIVIDEND

The Board does not recommend the distribution of an interim dividend for the Reporting Period.

## COMPLIANCE OF THE CODE

The Company focuses on maintaining a high standard of corporate governance for purposes of enhancing the value for its shareholders and protecting their interests. The Company has established the corporate governance structure in accordance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Corporate Governance Code (the “**Code**”) provided in Appendix C1 to the Listing Rules and has set up a series of corporate governance measures. The Company has adopted and complied with such provisions of the Code (the “**Code Provision(s)**”) as stated in the Code during the Reporting Period except for the Code Provision of C.2.1.

In accordance with Code Provision C.2.1, the roles of chairman and chief executive should be separated and should not be performed by the same individual. The division of responsibilities between the chairman and chief executive should be clearly established and set out in writing. Ms. Woo Lan Ying has been the chief executive officer of the Company since 2 July 2024. The Company currently does not have any officer with the title of chairman. The functions of chairman were performed by the Executive Directors. Notwithstanding the aforementioned, the Board will review the current structure from time to time and as and when appropriate if candidate with suitable leadership, knowledge, skills and experience is identified, the Company may make the necessary modification to the management structure.

The Board will examine and review, from time to time, the Company's corporate governance practices and operations in order to meet the relevant provisions under the Listing Rules and to protect the shareholders' interests.

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

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as provided in Appendix C3 of the Listing Rules as the Company’s code of conduct for regulating securities transactions by Directors. Upon specific enquiry conducted by the Company, all of the existing Directors have confirmed that they have complied with the required standard set out in the Model Code throughout the Reporting Period.

## **REVIEW OF FINANCIAL STATEMENTS**

The condensed consolidated financial statements of the Group as set out in this announcement had not been audited nor reviewed by the Group’s auditor, Baker Tilly Hong Kong Limited, but had been reviewed by the Audit and Compliance Committee of the Company (the “**Audit and Compliance Committee**”).

## **AUDIT AND COMPLIANCE COMMITTEE**

The Audit and Compliance Committee has reviewed the unaudited condensed consolidated financial statements for the Reporting Period and considered that the Company has adopted applicable accounting policies and made adequate disclosures in relation to preparation of relevant results.

The Audit and Compliance Committee consists of three members, namely Mr. Cheung Sze Ming, Mr. Wong Siu Keung Joe and Mr. Yiu To Wa, each of them is an Independent Non-executive Director. The chairman of the Audit and Compliance Committee is Mr. Wong Siu Keung Joe, who possesses appropriate professional and accounting qualifications.

By order of the Board  
**Yuk Wing Group Holdings Limited**  
**Li Kai Lai Miranda**  
*Executive Director*

Hong Kong, 27 November 2025

*As at the date of this announcement, the executive Directors are Ms. Li Kai Lai Miranda and Ms. Woo Lan Ying, and the independent non-executive Directors are Mr. Cheung Sze Ming, Mr. Wong Siu Keung Joe and Mr. Yiu To Wa.*

*In the case of any inconsistency, the English text of this announcement shall prevail over the Chinese text.*