PAX GLOBAL TECHNOLOGY LIMITED
百富環球科技有限公司*
(Incorporated in Bermuda with limited liability)
(Stock code: 327)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2026

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		
	2026	2025	+/(-)
RESULTS ***(in HK$'000)***			
Revenue	**3,135,719**	2,716,164	+15.4%
Gross profit	**1,394,134**	1,272,545	+9.6%
Operating profit	**595,554**	470,997	+26.4%
Profit before income tax	**593,623**	465,950	+27.4%
Profit for the period	**518,845**	391,351	+32.6%
Profit attributable to the owners of the Company	**518,232**	390,877	+32.6%
Research and development costs (included in administrative expenses)	**(254,510)**	(305,174)	-16.6%
PER SHARE ***(in HK$)***			
Earnings per share			
– Basic	**0.488**	0.369	+32.2%
– Diluted	**0.485**	0.363	+33.6%
Interim dividend per ordinary share	**0.08**	0.25	-68.0%

	As at 30 June 2026	As at 31 December 2025	+/(-)
KEY BALANCE SHEET ITEMS ***(in HK$'000)***			
Total current assets	**9,439,731**	8,531,649	+10.6%
Total assets	**10,838,693**	9,979,194	+8.6%
Net current assets	**7,429,498**	6,637,050	+11.9%
Total equity	**8,743,884**	7,972,420	+9.7%

* *For identification purpose only*

The board (the "Board") of directors (the "Directors") of PAX Global Technology Limited ("PAX" or the "Company") is pleased to announce the unaudited condensed consolidated interim results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2026 together with the unaudited comparative figures for the corresponding period in 2025 as follows:

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

		Unaudited	
		Six months ended 30 June	
		2026	2025
	Notes	***HK$'000***	*HK$'000*
Revenue	*4*	**3,135,719**	2,716,164
Cost of sales	*6*	**(1,741,585)**	(1,443,619)
Gross profit		**1,394,134**	1,272,545
Other income	*4*	**30,973**	29,568
Other losses	*4*	**(2,966)**	(9,871)
Selling expenses	*6*	**(286,517)**	(302,663)
Administrative expenses	*6*	**(511,192)**	(515,821)
Net reversal of impairment losses/ (impairment losses) on financial assets	*6*	**21,085**	(2,761)
Impairment of goodwill	*6, 11*	**(49,963)**	–
Operating profit		**595,554**	470,997
Finance costs		**(1,210)**	(2,446)
Share of results of investments accounted for using the equity method		**(721)**	(2,601)
Profit before income tax		**593,623**	465,950
Income tax expense	*8*	**(74,778)**	(74,599)
Profit for the period		**518,845**	391,351
Profit attributable to:			
Owners of the Company		**518,232**	390,877
Non-controlling interests		**613**	474
		518,845	391,351
		HK$ per share	*HK$ per share*
Earnings per share for profit attributable to the owners of the Company:			
– Basic	*9(a)*	**0.488**	0.369
– Diluted	*9(b)*	**0.485**	0.363

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Profit for the period	**518,845**	391,351
Other comprehensive income/(loss), net of tax		
Item that may be subsequently reclassified to profit or loss		
Exchange differences arising on translation of the financial statements of foreign subsidiaries	**252,888**	119,159
Item that will not be reclassified to profit or loss		
Exchange differences arising on translation of the financial statements of foreign subsidiaries	**(867)**	4,491
Total comprehensive income for the period, net of tax	**770,866**	515,001
Total comprehensive income attributable to:		
Owners of the Company	**771,120**	510,036
Non-controlling interests	**(254)**	4,965
	770,866	515,001

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

	Notes	**Unaudited As at 30 June 2026** *HK$'000*	Audited As at 31 December 2025 *HK$'000*
ASSETS			
Non-current assets			
Property, plant and equipment		**945,429**	946,326
Right-of-use assets		**181,568**	183,631
Intangible assets	*11*	**79,033**	131,043
Financial asset measured at fair value		**74,898**	74,117
Investments accounted for using the equity method		**18,347**	18,370
Other non-current assets		**4,170**	3,382
Deferred income tax assets		**95,517**	90,676
Total non-current assets		**1,398,962**	1,447,545
Current assets			
Inventories		**2,161,496**	1,404,306
Other current assets		**116,154**	78,882
Other financial assets at amortised cost		**79,210**	61,240
Trade and bills receivables	*12*	**2,936,441**	2,804,738
Current tax assets		**31,693**	69,635
Restricted cash		**35,343**	36,343
Short-term bank deposits		**172,346**	169,260
Cash and cash equivalents		**3,907,048**	3,907,245
Total current assets		**9,439,731**	8,531,649
Total assets		**10,838,693**	9,979,194
EQUITY			
Equity attributable to the owners of the Company			
Share capital		**106,188**	106,082
Reserves		**8,599,662**	7,824,864
		8,705,850	7,930,946
Non-controlling interests		**38,034**	41,474
Total equity		**8,743,884**	7,972,420

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET

	Notes	**Unaudited As at 30 June 2026** *HK$'000*	Audited As at 31 December 2025 *HK$'000*
LIABILITIES			
Non-current liabilities			
Lease liabilities		**45,459**	46,146
Current tax liabilities		**15,510**	40,714
Deferred income tax liabilities		**19,779**	21,631
Other non-current liabilities		**3,828**	3,684
Total non-current liabilities		**84,576**	112,175
Current liabilities			
Trade payables	*13*	**1,512,112**	1,198,883
Other payables and accruals		**421,542**	663,519
Current tax liabilities		**64,029**	16,876
Lease liabilities		**12,550**	15,321
Total current liabilities		**2,010,233**	1,894,599
Total liabilities		**2,094,809**	2,006,774
Total equity and liabilities		**10,838,693**	9,979,194

Notes:

1 GENERAL INFORMATION

PAX Global Technology Limited (the "Company") is an investment holding company and together with its subsidiaries (collectively referred to as the "Group") are principally engaged in the development and sales of electronic funds transfer point-of-sale ("E-payment Terminals") products, provision of maintenance and installation and payment solution services (collectively, referred to as the "E-payment Terminals solutions business").

The Company is a limited liability company incorporated in Bermuda. The address of its registered office is Richmond House, 12 Par-la-Ville Road, Hamilton HM 08, Bermuda.

The Company's shares were listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on 20 December 2010.

This interim condensed consolidated financial information is presented in thousands of units of Hong Kong dollars (HK$'000), unless otherwise stated.

This interim condensed consolidated financial information was approved for issue by the Board of Directors of the Company on 18 August 2026.

This interim condensed consolidated financial information has not been audited.

2 BASIS OF PREPARATION

This interim condensed consolidated financial information for the six months ended 30 June 2026 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 ("HKICPA").

This interim condensed consolidated financial information does not include all the notes of the type normally included in annual consolidated financial statements. Accordingly, this interim condensed consolidated financial information is to be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards.

3 ACCOUNTING POLICIES

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

3.1 Amended standards adopted by the Group

A number of amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

3 ACCOUNTING POLICIES (Continued)

3.2 New and amended standards and interpretation not yet adopted by the Group

Certain new accounting standards and amendments to accounting standards and interpretation have been published that are not mandatory for this reporting period and have not been early adopted by the Group.

HKFRS 18 will replace HKAS 1 “Presentation of Financial Statements”, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. These include:

(i) all income and expenses in the consolidated income statement are required to be classified into one of the five categories, namely operating, investing, financing, income taxes and discontinued operations;

(ii) two newly-defined subtotals “operating profit” and “profit before financing and income taxes” are required to be presented in the consolidated income statement to increase comparability;

(iii) management-defined performance measures, which are often non-HKFRS measures, are required to be disclosed in a single note in the consolidated financial statements;

(iv) enhanced guidance on the principles of aggregation and disaggregation of information is provided; and

(v) operating profit subtotal is required to be used as the starting point for the consolidated cash flow statement when presenting operating cash flows under the indirect method, and each of interest income, interest expense and dividend income should be classified under a single category.

The Group is currently in the process of assessing the impact of HKFRS 18 on the Group’s consolidated financial statements, particularly with respect to the categorisation of income and expenses in the Group’s consolidated income statement, and the structure of the Group’s consolidated income statement and consolidated cash flow statement, and the additional disclosure required for management-defined performance measures. The adoption of HKFRS 18 would not have any impact on the Group’s profit attributable to the owners of the Company, but is expected to trigger certain changes in the presentation of the consolidated income statement.

The Group expects to apply the new standard from its mandatory effective date of 1 January 2027. Retrospective application is required, and so the comparative information for the financial year ending 31 December 2026 will be restated in accordance with HKFRS 18.

In addition to the abovementioned changes in presentation and disclosures, the Group is in the process of assessing the impact of adopting other new accounting standards and amendments to accounting standards and interpretation on its current or future reporting periods and on foreseeable future transactions.

4 REVENUE, OTHER INCOME AND OTHER LOSSES

The Group is principally engaged in the development and sales of E-payment Terminals products, provision of maintenance and installation and payment solution services. Revenue, other income and other losses recognised during the period are as follows:

	Unaudited Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Revenue		
Sales of E-payment Terminals products	**2,984,688**	2,544,491
Provision of services	**151,031**	171,673
	3,135,719	2,716,164
Other income		
Interest income	**6,590**	9,480
Government subsidies *(note (i))*	**166**	1,142
Value-added tax refunds *(note (ii))*	**14,026**	8,011
Others	**10,191**	10,935
	30,973	29,568
Other losses		
Fair value loss on an investment at fair value through profit or loss	**(1,892)**	(7,873)
Fair value loss on a contingent consideration payable	**(1,074)**	(1,998)
	(2,966)	(9,871)

Notes:

(i) The amounts mainly represent the Group's entitlement to government subsidies in relation to research and development of self-developed software products in the People's Republic of China (the "PRC"). There are no unfulfilled conditions or other contingencies attaching to these government subsidies.

(ii) The amounts mainly represent the Group's entitlement to value-added tax refunds from the tax bureaus of the PRC. There are no unfulfilled conditions or other contingencies attaching to these value-added tax refunds.

5 SEGMENT INFORMATION

The chief operating decision maker reviews the Group's internal reporting in order to assess performance and allocate resources. The Group has determined the operating segments based on the internal reports reviewed by the chief operating decision maker to make strategic decisions. The Group is principally engaged in the E-payment Terminals solutions business and considers that it operates in one single business segment.

The chief operating decision maker assesses the performance of the Group from a geographic perspective based on the locations of the subsidiaries in which revenues are generated and the performance of the operating segments is assessed based on the measurement of segmental operating profit/(loss).

The Group primarily operates in Hong Kong, the PRC (excluding Hong Kong, Macau and Taiwan), the United States of America (the "US") and Italy.

An analysis of the Group's revenue and results for the period by segment is as follows:

	Unaudited Six months ended 30 June 2026					
	PRC, excluding Hong Kong, Macau and Taiwan *HK$'000*	**Hong Kong and others** *HK$'000*	**US** *HK$'000*	**Italy** *HK$'000*	**Elimination and corporate expenses** *HK$'000*	**Total** *HK$'000*
Revenue from external customers	109,635	2,036,209	754,425	235,450	–	3,135,719
Inter-segment revenue	2,147,924	519,967	–	–	(2,667,891)	–
Total revenue	2,257,559	2,556,176	754,425	235,450	(2,667,891)	3,135,719
Segmental earnings before interest expense, taxes, depreciation, amortisation and impairment ("EBITDA")	391,873	193,524	91,497	20,932	9,298	707,124
Depreciation *(Note 6)*	(30,552)	(5,071)	(5,876)	(14,057)	–	(55,556)
Amortisation *(Note 6)*	–	(5,629)	–	(422)	–	(6,051)
Impairment of goodwill *(Note 6)*	–	(49,963)	–	–	–	(49,963)
Segmental operating profit	361,321	132,861	85,621	6,453	9,298	595,554
Finance costs						(1,210)
Share of results of investments accounted for using the equity method						(721)
Profit before income tax						593,623
Income tax expense						(74,778)
Profit for the period						518,845

5 SEGMENT INFORMATION (Continued)

	Unaudited Six months ended 30 June 2025					
	PRC, excluding Hong Kong, Macau and Taiwan *HK$'000*	Hong Kong and others *HK$'000*	US *HK$'000*	Italy *HK$'000*	Elimination and corporate expenses *HK$'000*	Total *HK$'000*
Revenue from external customers	184,447	1,810,711	498,033	222,973	–	2,716,164
Inter-segment revenue	1,311,489	210,104	–	–	(1,521,593)	–
Total revenue	1,495,936	2,020,815	498,033	222,973	(1,521,593)	2,716,164
Segmental earnings/(losses) before interest expense, taxes, depreciation and amortisation ("EBITDA"/"(LBITDA)")	96,261	336,418	(130,807)	11,457	211,914	525,243
Depreciation *(Note 6)*	(29,140)	(5,450)	(8,853)	(5,466)	–	(48,909)
Amortisation *(Note 6)*	–	(4,591)	–	(746)	–	(5,337)
Segmental operating profit/(loss)	67,121	326,377	(139,660)	5,245	211,914	470,997
Finance costs						(2,446)
Share of results of investments accounted for using the equity method						(2,601)
Profit before income tax						465,950
Income tax expense						(74,599)
Profit for the period						391,351

The segment assets and liabilities as at 30 June 2026 and additions to non-current assets for the six months ended 30 June 2026 are as follows:

	Unaudited As at 30 June 2026					
	PRC, excluding Hong Kong, Macau and Taiwan ***HK$'000***	**Hong Kong and others** ***HK$'000***	**US** ***HK$'000***	**Italy** ***HK$'000***	**Elimination** ***HK$'000***	**Total** ***HK$'000***
Segment assets	**9,932,276**	**5,304,433**	**709,625**	**378,114**	**(5,485,755)**	**10,838,693**
Segment liabilities	**2,510,278**	**3,254,014**	**1,519,306**	**254,805**	**(5,443,594)**	**2,094,809**

5 SEGMENT INFORMATION (Continued)

	Unaudited Six months ended 30 June 2026					
	PRC, excluding Hong Kong, Macau and Taiwan	**Hong Kong and others**	**US**	**Italy**	**Elimination**	**Total**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***	***HK$'000***	***HK$'000***
Additions to non-current assets (excluding financial instruments and deferred income tax assets)	**6,624**	**5,467**	**3,484**	**2,395**	**–**	**17,970**

The segment assets and liabilities as at 31 December 2025 and additions to non-current assets for the six months ended 30 June 2025 are as follows:

	Audited As at 31 December 2025					
	PRC, excluding Hong Kong, Macau and Taiwan	Hong Kong and others	US	Italy	Elimination	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
Segment assets	8,784,191	5,264,143	687,823	340,244	(5,097,207)	9,979,194
Segment liabilities	1,967,477	3,303,505	1,584,571	205,328	(5,054,107)	2,006,774

	Unaudited Six months ended 30 June 2025					
	PRC, excluding Hong Kong, Macau and Taiwan	Hong Kong and others	US	Italy	Elimination	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*	*HK$'000*
Additions to non-current assets (excluding financial instruments and deferred income tax assets)	2,353	16,463	2,998	15,064	–	36,878

For the six months ended 30 June 2026, additions to non-current assets mainly comprise additions to property, plant and equipment and right-of-use assets (six months ended 30 June 2025: additions to property, plant and equipment, intangible assets and right-of-use assets).

For the six months ended 30 June 2026, revenue of approximately HK$389,566,000 (six months ended 30 June 2025: HK$232,419,000) is derived from the largest customer, representing 12.4% (six months ended 30 June 2025: 8.6%) of the total revenue, which is attributable to the Hong Kong operating segment (six months ended 30 June 2025: same); revenue of approximately HK$285,890,000 (six months ended 30 June 2025: HK$177,620,000) is derived from the second largest customer, representing 9.1% (six months ended 30 June 2025: 6.5%) of the total revenue, which is attributable to the US operating segment (six months ended 30 June 2025: same).

Information provided to the Executive Directors is measured in a manner consistent with that in the interim condensed consolidated financial information.

5 SEGMENT INFORMATION (Continued)

The Group is mainly domiciled in Hong Kong, the PRC, the US and Italy.

The Group's non-current assets by geographical location, which is determined by the geographical location in which the assets are located, are as follows:

	Unaudited As at 30 June 2026 *HK$'000*	Audited As at 31 December 2025 *HK$'000*
Non-current assets		
PRC, excluding Hong Kong, Macau and Taiwan	**1,208,048**	1,190,474
Hong Kong and others	**122,600**	170,923
US	**10,379**	13,148
Italy	**57,935**	73,000
	1,398,962	1,447,545

6 EXPENSES BY NATURE

Expenses included in cost of sales, selling expenses, administrative expenses, net (reversal of impairment losses)/impairment losses on financial assets and impairment of goodwill are analysed as follows:

	Unaudited Six months ended 30 June	
	2026 *HK$'000*	2025 *HK$'000*
Costs of inventories sold	**1,673,206**	1,327,135
Provision for obsolete inventories	**21,094**	62,347
Employee benefit expenses (including directors' emoluments) *(Note 7)*	**386,755**	404,538
Research and development costs	**254,510**	305,174
Sales commission	**53,988**	60,960
Depreciation of property, plant and equipment	**42,909**	34,811
Depreciation of right-of-use assets	**12,647**	14,098
Short-term lease expenses	**3,993**	7,093
Amortisation of intangible assets	**6,051**	5,337
Remuneration to the Company's auditor		
– Group's annual audit and other audit related services	**1,250**	1,250
– non-audit services	**15**	15
Remuneration to other auditors	**357**	427
Net foreign exchange losses/(gains)	**6,659**	(43,385)
Net (reversal of impairment losses)/impairment losses on financial assets	**(21,085)**	2,761
Impairment of goodwill *(Note 11)*	**49,963**	–

7 EMPLOYEE BENEFIT EXPENSES (INCLUDING DIRECTORS' EMOLUMENTS)

	Unaudited Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Wages and salaries	**358,544**	376,269
Social security and pension costs	**28,211**	28,269
	386,755	404,538

8 INCOME TAX EXPENSE

	Unaudited Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Current income tax on profit for the period		
– China corporate income tax	**57,371**	27,361
– Hong Kong profits tax and Pillar Two income taxes	**45,612**	36,004
– Overseas profits tax	**7,626**	11,597
Tax incentives for research and development expenses available for the subsidiaries incorporated in the PRC *(note (a))*	**(31,723)**	(30,946)
Under provision in prior years, net	**156**	–
Total current income tax	**79,042**	44,016
Deferred income tax	**(4,264)**	30,583
Income tax expense	**74,778**	74,599

Hong Kong profits tax has been provided for at the rate of 16.5% (six months ended 30 June 2025: same) on the estimated assessable profit for the six months ended 30 June 2026.

Taxes on overseas profits have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

8 INCOME TAX EXPENSE (Continued)

Notes:

(a) The Group obtained an incentive from the PRC tax authority relating to the research and development expenses of the subsidiaries in the PRC. Under such tax incentive rule, the Group may claim an additional tax deduction up to 100% of the relevant research and development expenses incurred ("R&D Tax Incentive").

(b) Pursuant to the Corporate Income Tax Law of the PRC effective from 1 January 2008 (the "CIT Law"), companies in the PRC are subject to income tax of 25% unless preferential rate is applicable.

Pursuant to Caishui Circular 49 of 2016 jointly released by the Ministry of Finance, the State Taxation Administration, the National Development and Reform Commission and the Ministry of Industry and Information Technology of the PRC and the amendments of the relevant tax rules and requirements of the eligibility for the tax incentives, management performed self-assessment for Pax Computer Technology (Shenzhen) Co., Ltd. ("Pax Computer Shenzhen"), a wholly-owned subsidiary of the Group located in the Shenzhen Special Economic Zone, on the eligibility for the tax incentives. Pax Computer Shenzhen was accredited as High and New Technology Enterprises ("HNTE") and is entitled to a preferential tax rate of 15%. As such, the applicable corporate income tax rate of Pax Computer Shenzhen was 15% for the six months ended 30 June 2026 (six months ended 30 June 2025: same).

9 EARNINGS PER SHARE

(a) Basic

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

	Unaudited Six months ended 30 June	
	2026	2025
Profit attributable to the owners of the Company *(HK$'000)*	**518,232**	390,877
Weighted average number of ordinary shares outstanding *(thousand shares)*	**1,061,846**	1,060,685
Basic earnings per share attributable to the owners of the Company *(HK$ per share)*	**0.488**	0.369

9 EARNINGS PER SHARE (Continued)

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all potentially dilutive ordinary shares. The Company has one category of potentially dilutive ordinary shares: share options. 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 share price of the Company's shares for the period) 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.

For the six months ended 30 June 2026 and 2025, the calculation of diluted earnings per share was based on the profit attributable to the owners of the Company and the adjusted weighted average number of ordinary shares outstanding assuming the conversion of all potentially dilutive ordinary shares, which was calculated as follows:

	Unaudited Six months ended 30 June	
	2026	2025
Profit attributable to the owners of the Company *(HK$'000)*	**518,232**	390,877
Weighted average number of ordinary shares outstanding *(thousand shares)*	**1,061,846**	1,060,685
Adjustments for share options *(thousand shares)*	**5,756**	14,659
Weighted average number of ordinary shares for diluted earnings per share *(thousand shares)*	**1,067,602**	1,075,344
Diluted earnings per share attributable to owners of the Company *(HK$ per share)*	**0.485**	0.363

10 DIVIDENDS

The Board has resolved to declare an interim dividend of HK$0.08 per ordinary share for the six months ended 30 June 2026 (six months ended 30 June 2025: HK$0.25 per ordinary share), amounting to approximately HK$84,951,000 (six months ended 30 June 2025: HK$264,961,000) (assuming there will be no change in the number of shares in issue on or before the record date for determining the entitlement of interim dividend) payable on 24 September 2026 to shareholders of the Company whose names appear on the register of members of the Company at the close of business on 10 September 2026. The amount of interim dividend declared was calculated based on the number of ordinary shares in issue at the date of approval of the interim condensed consolidated financial information.

11 INTANGIBLE ASSETS

As at 30 June 2026, the carrying amounts of the Group's goodwill of HK$9,762,000 (31 December 2025: HK$56,795,000) and HK$14,782,000 (31 December 2025: HK$15,093,000) are attributable to the acquisitions of PAX Technology Australia Pty Ltd. ("PAX Australia") and the operation in Italy, respectively.

Goodwill is tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired.

Impairment tests for goodwill

PAX Australia

PAX Australia's financial performance for the first half of 2026 was below management's previous expectations, indicating that the goodwill attributable to the acquisition of PAX Australia may be impaired. Following the change of key management of PAX Australia, the Group reassessed PAX Australia's latest business plan, execution capability, customer pipeline and financial projections. Taking into account the increased execution risk arising from the management transition, the Group revised the cash flow projections for the purpose of the goodwill impairment assessment.

The recoverable amount (being the higher of value in use and fair value less costs of disposal) of the cash-generating unit ("CGU") is determined based on a value in use calculation in accordance with HKAS 36 "Impairment of Assets". The calculation is performed by an external valuer using pre-tax cash-flow projections based on financial budgets approved by management, covering a five-year period. Thereafter, the cash flows are extrapolated using a terminal growth rate of 3.0% (31 December 2025: 3.0%), which does not exceed the long-term average growth rate of the country in which the CGU operates.

Management forecasted the compound annual revenue growth rate for the next five years to be 4.6% (31 December 2025: 15.2%), after taking into account PAX Australia's past performance, expectations regarding market development and the business model adopted by PAX Australia. The pre-tax discount rate used to determine the recoverable amount was 26.2% (31 December 2025: 23.9%), which reflects the current market assessment of the time value of money and the risks specific to the CGU.

Management has assessed the recoverable amount of PAX Australia as at 30 June 2026 to be HK$42,632,000, based on a value in use calculation. The recoverable amount is lower than the carrying amount of PAX Australia, and this shortfall leads to an impairment of goodwill of HK$49,963,000 being recognised for the six months ended 30 June 2026 (Note 6). The impairment of goodwill has been presented as a separate line item in the interim condensed consolidated income statement.

<u>Impact of possible change in key assumptions</u>

If the forecasted compound annual revenue growth rate used had been 2.0% lower than management's estimate, with other assumptions remaining constant, the recoverable amount of the CGU would have decreased by HK$3,137,000. If the terminal growth rate had been 1.0% lower than management's estimate, with other assumptions remaining constant, the recoverable amount of the CGU would have decreased by HK$566,000. If the pre-tax discount rate had been 1.0% higher than management's estimate, with other assumptions remaining constant, the recoverable amount of the CGU would have decreased by HK$1,827,000.

The operation in Italy

For the six months ended 30 June 2026, no impairment indicator was identified and no impairment review was performed on this CGU (six months ended 30 June 2025: same).

12 TRADE AND BILLS RECEIVABLES

	Unaudited As at 30 June 2026 ***HK$'000***	Audited As at 31 December 2025 *HK$'000*
Trade receivables *(note (a))*	**3,003,266**	2,893,851
Less: provision for impairment of trade receivables	**(68,103)**	(89,113)
Trade receivables, net	**2,935,163**	2,804,738
Bills receivables *(note (b))*	**1,278**	–
Trade and bills receivables	**2,936,441**	2,804,738

(a) Trade receivables

The Group's credit terms to trade debtors range generally from 0 to 180 days. However, credit terms of more than 180 days may be granted to customers on a case-by-case basis upon negotiation. As at 30 June 2026 and 31 December 2025, the ageing analysis of the trade receivables based on invoice date is as follows:

	Unaudited As at 30 June 2026 ***HK$'000***	Audited As at 31 December 2025 *HK$'000*
Up to 90 days	**1,602,754**	1,587,487
91 to 180 days	**517,226**	520,107
181 to 365 days	**612,236**	547,339
Over 365 days	**271,050**	238,918
	3,003,266	2,893,851

As at 30 June 2026, trade receivables included retention money receivables of HK$2,724,000 (31 December 2025: HK$4,496,000), which represents approximately 2% to 5% (31 December 2025: same) of the relevant contract sum granted to certain number of the customers in the PRC that has a retention period of three to seven years (31 December 2025: same). As at 30 June 2026, retention money receivables aged over 365 days amounted to HK$1,858,000 (31 December 2025: HK$3,897,000).

12 TRADE AND BILLS RECEIVABLES (Continued)

(b) Bills receivables

The balance represents bank acceptance notes with the maturity profile as follows:

	Unaudited As at 30 June 2026 ***HK$'000***	Audited As at 31 December 2025 *HK$'000*
Up to 90 days	**1,019**	–
91 to 180 days	**259**	–
	1,278	–

13 TRADE PAYABLES

	Unaudited As at 30 June 2026 ***HK$'000***	Audited As at 31 December 2025 *HK$'000*
Trade payables		
Trade payables	**1,512,112**	1,198,883

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

	Unaudited As at 30 June 2026 ***HK$'000***	Audited As at 31 December 2025 *HK$'000*
Up to 90 days	**1,343,420**	942,013
91 to 180 days	**161,950**	253,550
181 to 365 days	**6,742**	3,320
	1,512,112	1,198,883

The average credit period granted by the Group's suppliers ranges from 0 to 180 days.

14 CAPITAL COMMITMENT

Significant capital expenditure contracted for at the end of the reporting period but not recognised as liabilities are as follows:

	Unaudited As at 30 June 2026 *HK$'000*	Audited As at 31 December 2025 *HK$'000*
Property, plant and equipment in the PRC	**1,463**	3,738

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL HIGHLIGHTS

Revenue

i) Sales by Geographical Region

	Six months ended 30 June		
	2026	2025	
	HK$'000	*HK$'000*	+/(-)
Europe, the Middle East and Africa ("EMEA")	**1,107,538**	1,083,949	+2.2%
Latin America and the Commonwealth of Independent States ("LACIS")	**792,907**	684,151	+15.9%
United States of America and Canada ("USCA")	**758,215**	498,679	+52.0%
Asia Pacific Region ("APAC")	**477,059**	449,385	+6.2%
Total	**3,135,719**	2,716,164	+15.4%

Revenue increased by 15.4% to HK$3,135.7 million for the six months ended 30 June 2026 from HK$2,716.2 million for the six months ended 30 June 2025. All regions recorded growth, particularly in the USCA and LACIS regions. The increase was mainly attributable to growing market demand.

ii) Sales by Product Category

	Six months ended 30 June		
	2026	2025	
	HK$'000	*HK$'000*	+/(-)
Sales of E-payment Terminals products	**2,984,688**	2,544,491	+17.3%
Provision of services	**151,031**	171,673	-12.0%
Total	**3,135,719**	2,716,164	+15.4%

Sales of E-payment Terminals products

E-payment Terminals products include Android smart E-payment solutions, unattended solutions, classic E-payment solutions and other products.

Revenue from the sales of E-payment Terminals products increased by 17.3% to HK$2,984.7 million for the six months ended 30 June 2026 from HK$2,544.5 million for the six months ended 30 June 2025. The increase was mainly due to growing market demand across different regions during the period.

Provision of services

Services income mainly consists of the income generated from the provision of maintenance and installation services and the payment solution services, e.g. SaaS (Software as a Service) solutions.

Revenue from provision of services decreased by 12.0% to HK$151.0 million for the six months ended 30 June 2026 from HK$171.7 million for the six months ended 30 June 2025. The decrease was primarily attributable to reduced demand for maintenance and installation services and a decline in SaaS revenue.

Gross Profit Margin

Gross profit margin for the six months ended 30 June 2026 was 44.5%, representing a decrease of 240 basis points as compared to 46.9% for the six months ended 30 June 2025. The decrease was primarily attributable to the increase in costs resulting from the increase in the prices of certain raw materials and the appreciation of Renminbi (“RMB”).

Other Income

Other income comprises primarily interest income, government subsidies and value-added tax refunds. It increased by 4.8% to HK$31.0 million for the six months ended 30 June 2026 from HK$29.6 million for the six months ended 30 June 2025, mainly due to the increase in value-added tax refunds.

Selling Expenses

Selling expenses decreased by 5.3% to HK$286.5 million for the six months ended 30 June 2026 from HK$302.7 million for the six months ended 30 June 2025. The decrease was mainly driven by the decrease in employee benefit expenses of sales staff and sales commission.

Administrative Expenses

Administrative expenses decreased by 0.9% to HK$511.2 million for the six months ended 30 June 2026 from HK$515.8 million for the six months ended 30 June 2025. The decrease was primarily due to the decrease in research and development (“R&D”) costs and other expenses, partially offset by the absence of the favourable foreign exchange impacts for the six months ended 30 June 2025.

Net Reversal of Impairment Losses/(Impairment Losses) on Financial Assets

The Group recognised net reversal of impairment losses on financial assets of HK$21.1 million and net impairment losses on financial assets of HK$2.8 million during the six months ended 30 June 2026 and 2025 respectively. The amount recognised consisted of the expected credit losses assessed on both individual and collective basis.

Impairment of Goodwill

The Group recognised a one-off impairment loss of HK$50.0 million on goodwill arising from the acquisition of PAX Technology Australia Pty Ltd., a wholly-owned subsidiary of the Company. Details of the impairment are set out in Note 11 to this announcement.

Profit for the Period and Profit Attributable to the Owners of the Company

As a result of the foregoing, profit for the period was HK$518.8 million, representing an increase of 32.6% compared to HK$391.4 million for the six months ended 30 June 2025. Profit for the period attributable to the owners of the Company increased by 32.6% to HK$518.2 million for the six months ended 30 June 2026 from HK$390.9 million for the six months ended 30 June 2025.

BUSINESS OVERVIEW AND INDUSTRY TRENDS

Delivering robust profitability through strategic market focus

The global shift toward cashless payments and merchant digitisation has accelerated payment infrastructure investment by financial institutions, payment service providers ("PSPs") and merchants, driving strong market demand for PAX Android smart payment terminal solutions. In the first half of 2026, revenue increased 15.4% year-on-year to HK$3,135.7 million. All four regions delivered growth, with particularly strong momentum in North America.

Meanwhile, the rapid expansion of artificial intelligence ("AI") infrastructure has triggered a sharp surge in memory chip prices, placing significant cost pressure across the global electronics industry. By focusing on core markets and adopting a prudent pricing strategy, together with the consumption of certain components procured prior to the price hikes, PAX maintained a gross profit margin of 44.5% during the first half. Supported by revenue growth and disciplined operating expense controls, profit for the period increased 32.6% to HK$518.8 million, demonstrating the resilience of PAX business model.

Expanding Android ecosystem to unlock new merchant opportunities

As acquiring banks and PSPs increasingly position Android smart payment terminals as a strategic enabler for expanding merchant services, driving strong growth momentum for PAX Android solutions. In the first half of 2026, Android solutions accounted for 75% of Group revenue, up from 69% year-on-year, reinforcing Android as the Group's primary growth engine.

Centered around the diverse merchants' operational needs, PAX continued to expand its Android product portfolio. The Group deepened penetration across core verticals including retail, hospitality, self-service and transportation, while expanding into emerging segments including medical clinics, pharmacies, airports, theme parks, sports venues and EV charging. The flagship mobile payment terminal model, A920Pro, maintained strong global shipment momentum, while the next-generation A920MAX entered commercial deployments in the United Kingdom, the United States and Japan. According to the Nilson Report, an international payment industry report, PAX ranked among the world's top three electronic payment terminal providers, reflecting its leadership in the global payment terminal market.

Scaling MAXSTORE with a growing connected base

As of 30 June 2026, the global connected base of MAXSTORE exceeded 18 million devices, with over 20,000 commercial applications available on the platform. MAXSTORE empowers acquiring banks and PSPs to centrally manage large-scale terminal estates across markets, while providing their merchants a broad suite of industry-specific solutions and value-added services.

PAX further enhanced MAXSTORE capabilities across device lifecycle management, payment security and merchant value-added services. New functionality included digital receipts, self-service payment connectivity, P2PE encryption and automated payment testing. These capabilities help partners accelerate deployments, streamline operations and reduce integration complexity. Built on a highly scalable platform architecture with PCI DSS-compliant security, MAXSTORE continued to gain traction among acquiring banks and PSPs worldwide.

Regional Performance

EMEA

EMEA remained the Group's largest region during the first half of 2026, contributing HK$1,107.5 million and accounting for 35.3% of Group revenue. Sales in the United Kingdom, Italy and France all reached record high, propelled by accelerated payment infrastructure modernisation and the continued migration of acquiring banks and PSPs to Android ecosystems. Geopolitical tensions, however, delayed certain projects in parts of the Middle East.

PAX reinforced its European leadership through its diverse Android product portfolio and the MAXSTORE ecosystem. During the period, PAX achieved large-scale deployments of the A920Pro, A8900 and A35 across multiple key markets, serving high-volume retail, hospitality and travel segments. United Kingdom remained at the forefront of the region's Android migration, highlighted by the successful commercial rollout of the next-generation A920MAX.

Large-scale Android deployments have driven wider adoption of MAXSTORE platform. PAX also deepened partnerships with independent software vendors ("ISVs") in France, expanding industry-specific applications and localised value-added services, reinforcing MAXSTORE's commercial value for acquiring banks, PSPs and merchants alike.

LACIS

Latin America returned to growth during the first half of 2026, with sales increasing 15.9% year-on-year to HK$792.9 million. In Brazil, PAX continued to deepen partnerships with channel partner and PSPs, driving steady growth in traditional payment terminal shipments while expanding its Android terminal portfolio to meet evolving market demand. However, macroeconomic uncertainty and intensifying market competition continued to pose challenges to PAX Brazilian business.

Across other high-potential Latin American markets, the Group accelerated the rollout of Android smart payment solutions. During the period, Android product sales recorded strong growth in Mexico and Chile.

USCA

North America emerged as PAX strongest growth region during the period, with sales reaching HK$758.2 million, surging 52.0% year-on-year. The region's contribution increased to 24.2% of the Group's revenue, with greater contribution to profitability. Sales growth was driven by accelerated deployments of Android solutions among PSPs, national retailers and QSR chains. During the period, both Android smart payment solutions and commercial EPOS delivered double-digit growth.

The 2026 FIFA World Cup accelerated payment infrastructure upgrades across major venues and surrounding commercial facilities, creating additional demand for payment solutions. In the first half of 2026, PAX further deepened its collaboration with a leading North American payment processor, expanding deployments of Android payment solutions and commercial EPOS across sports venues, retail and hospitality segments.

PAX also strengthened its localised service capabilities through a strategic partnership with a leading cybersecurity provider, introducing local cryptographic key injection solution compliant with PCI PIN and P2PE international standards, providing clients with end-to-end security and compliance.

APAC

PAX continued to sharpen its Asia Pacific strategy, focusing on priority markets including Japan, Thailand and Singapore. Sales in the Asia Pacific region increased by 6.2% year-on-year to HK$477.1 million.

The Group achieved significant milestone in Japan, with interim sales surpassing HK$200 million for the first time and achieving robust double-digit growth. Supportive government cashless initiatives and accelerating merchant digitalisation, continued to drive demand for self-ordering, self-checkout, smart vending and integrated payment solutions, particularly amid ongoing structural labor shortages. Leveraging its local technical expertise and deep strategic synergies with PSPs, transit operators and system integrators, PAX significantly expanded deployments of Android products such as A920MAX and A8700, driving sharp increase in order volumes.

Thailand and Singapore also delivered steady growth as Android payment solutions continued to gain wider market adoption. Building on this momentum, the Group will invest further in these priority markets and deepen relationships with local payment partners, strengthening its position to capture the expanding merchant digitalisation opportunities across Asia Pacific.

Management Strategy

Strengthening Android leadership and deepening the SaaS ecosystem

The continued expansion of the global digital economy, supported by government initiatives and accelerating merchant digitalisation, is driving payment infrastructure modernisation. This structural transition continues to create long-term growth opportunities for PAX. The Group remains committed to executing its "Android Solutions and SaaS Ecosystem" strategy, leveraging its first-mover advantage, industry-leading payment security expertise and global compliance capabilities. PAX will prioritise innovation of its A-series Android smart payment terminal portfolio and IM-series unattended solutions, while expanding its commercial EPOS offering to address merchants' evolving payment acceptance and digital operating needs across industries and business sizes.

Leveraging PAX extensive installed base of Android smart payment devices, the Group strengthens MAXSTORE's role as the central hub of its digital commerce ecosystem. Through remote deployment, application management and advanced device diagnostics, MAXSTORE significantly enhances operational efficiency for acquiring banks and PSPs managing large-scale terminal estates.

PAX is expanding its suite of digital solutions to address critical industry needs, with capabilities that shorten testing and deployment cycles, reduce implementation costs and support modernisation of legacy unattended payment infrastructure. Meanwhile, the Group is embedding AI into its big data analytics capabilities while deepening partnerships with ISVs and ISOs to broaden merchant applications and value-added services, further enhancing the ecosystem's scalability.

Focusing on strategic markets and expanding across diverse segments

PAX will further sharpen its global market strategy, prioritising North America, Europe and Japan, where long-term growth opportunities remain compelling. Across these markets, acquiring banks and PSPs continue to accelerate large-scale Android terminal replacement cycles, driving robust demand for PAX Android solutions and the MAXSTORE ecosystem.

Across Latin America, Southeast Asia and other emerging markets, PAX will leverage its established distribution network and long-standing customer relationships to strengthen market leadership, while expanding Android solutions adoption.

Meanwhile, the Group will deepen collaboration with leading acquiring banks and PSPs while expanding its reach among clients including national retailers, QSR chains, transportation operators. Backed by its proven track record of delivering large-scale payment infrastructure projects and strong localised technical support capabilities, PAX is well positioned to capture the growing opportunities from payment infrastructure modernisation.

Maintaining earnings resilience amid component cost pressures

The escalating global AI computing race has led to structural changes in the supply-demand dynamics of the memory chip market. As major memory chip manufacturers are increasingly prioritising production capacity for AI-oriented memory products, the supply of general-purpose memory chips has tightened sharply, leading to significant increases in component prices since late 2025. This wave of structural price increases has affected the broader global electronics chain, with related cost pressures expected to persist through the second half of 2026 and beyond.

To navigate this industry-wide challenge, PAX is proactively implementing multi-dimensional measures to maintain earnings resilience. Leveraging its extensive global footprint, PAX will dynamically allocate resources to core markets, prioritising high-quality projects and strategic clients. Furthermore, the Group will continue to optimise its product mix and adopt prudent pricing in response to market conditions. Supported by its strong financial strength and disciplined execution, PAX remains well positioned to navigate this challenge while ensuring reliable delivery of high-quality products and services to clients worldwide.

Liquidity and Financial Resources

As at 30 June 2026, the Group had cash and cash equivalents of HK$3,907.0 million (31 December 2025: HK$3,907.2 million), United States dollar denominated short-term bank deposits of HK$172.3 million (31 December 2025: HK$169.3 million) and no borrowing (31 December 2025: same). As at 30 June 2026, the Group reported net current assets of HK$7,429.5 million (31 December 2025: HK$6,637.1 million). For the six months ended 30 June 2026, net cash used in operating activities was HK$80.5 million (six months ended 30 June 2025: net cash generated from operating activities was HK$153.7 million). As at 30 June 2026, the Group had no borrowing, therefore the gearing ratio is not applicable (31 December 2025: same).

Capital Structure and Details of Charges

As at 30 June 2026, the Group had no significant borrowing and banking facility (31 December 2025: same) and no charge on any assets (31 December 2025: same).

As at 30 June 2026 and 31 December 2025, the Group's cash and cash equivalents were denominated in the following currencies:

	As at 30 June 2026 *HK$'000*	As at 31 December 2025 *HK$'000*
Renminbi ("RMB")	**2,701,597**	2,647,069
United States dollar ("US$")	**777,877**	875,774
European dollar ("EUR")	**207,960**	98,435
Indian Rupee ("INR")	**75,390**	72,908
Australian dollar ("AUD")	**59,670**	56,136
Hong Kong dollar ("HK$")	**34,612**	78,178
Japanese Yen ("JPY")	**31,713**	56,796
Others	**18,229**	21,949
	3,907,048	3,907,245

Significant Investment

The Group had no significant investment held as at 30 June 2026 (31 December 2025: Nil).

Material Acquisition and Disposal of Subsidiaries, Associates and Joint Ventures

Save as disclosed in this announcement, the Group did not have any material acquisition or disposal of subsidiaries, associates and joint ventures during the six months ended 30 June 2026 (six months ended 30 June 2025: same).

Future Plans for Material Investments or Capital Assets

Save as disclosed in this announcement, there was no specific plan for material investments or capital assets as at 30 June 2026 (31 December 2025: same).

Exchange Rates Exposure

The Group derives its revenue, makes purchases and incurs expenses denominated mainly in RMB, HK$, US$, EUR, INR and JPY. The majority of assets and liabilities are denominated in RMB, HK$, US$, EUR, INR and JPY, and there are no significant assets and liabilities denominated in other currencies. Currently, the Group has not entered into agreements or purchased instruments to hedge the majority of the Group's exchange rate risks. Any material fluctuation in the exchange rates of HK$ or RMB may have an impact on the operating results of the Group.

The management considers the foreign exchange risk with respect to US$ is not significant as HK$ is pegged to US$ and transactions denominated in US$ are mainly carried out by entities with the functional currency of HK$ or US$.

The Group manages foreign exchange risk by closely monitoring the movement of foreign currency rates.

Contingent Liabilities

The Group had no material contingent liabilities as at 30 June 2026 (31 December 2025: Nil).

Human Resources and Remuneration Policies

The total number of employees of the Group as at 30 June 2026 was 1,388 (31 December 2025: 1,445). The following table shows a breakdown of employees of the Group by function as at 30 June 2026 and 31 December 2025:

	As at 30 June 2026	As at 31 December 2025
Management	**11**	11
Sales and after-sales services and marketing	**275**	289
Research and development	**797**	834
Quality assurance	**80**	92
Administration and human resources	**69**	74
Accounting	**47**	44
Production, procurement and inventory control	**109**	101
	1,388	1,445

The Group ensures that its remuneration packages are comprehensive and competitive. Directors are entitled to fixed director's fee, discretionary bonus and other benefits, which are determined with reference to the performance of the individual and the Company, market practice and conditions as well as the Group's corporate goals and objectives in accordance with the remuneration policy of the Company. Employees are remunerated with fixed monthly income plus discretionary annual performance related bonuses. Share options are granted to certain Directors and employees of the Group as long-term incentives to reward their contributions under the share option scheme of the Company, details of which are set out in the Company's 2026 interim report. The Group also sponsors selected employees to attend external training courses that suit the needs of the Group's businesses.

Disclaimer:

Non-GAAP measures

Certain non-GAAP (generally accepted accounting principles) measures are used for assessing the Group's performance. These non-GAAP measures are not expressly permitted measures under GAAP in Hong Kong and may not be comparable to similarly titled measures for other companies. Accordingly, such non-GAAP measures should not be considered as an alternative to operating income as an indicator of the operating performance of the Group or as an alternative to cash flows from operating activities as a measure of liquidity. The use of non-GAAP measures is provided solely to enhance the overall understanding of the Group's current financial performance. Additionally, because the Group has historically reported certain non-GAAP results to investors, the Group considers the inclusion of non-GAAP measures provides consistency in our financial reporting.

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK$0.08 per ordinary share for the six months ended 30 June 2026 (six months ended 30 June 2025: HK$0.25 per ordinary share) payable on 24 September 2026 (Thursday) to shareholders of the Company ("Shareholders") whose names appear on the register of members of the Company (the "Register of Members") at the close of business on 10 September 2026 (Thursday).

CLOSURE OF REGISTER OF MEMBERS

For determining the Shareholders' entitlement to interim dividend, the Register of Members will be closed from 8 September 2026 (Tuesday) to 10 September 2026 (Thursday), both days inclusive, during which period no transfer of shares will be registered. In order to qualify for interim dividend, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar and transfer office in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on 7 September 2026 (Monday).

PURCHASE, SALE OR REDEMPTION OF SHARES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's shares or other listed securities (including sale of treasury shares) during the six months ended 30 June 2026.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS

The Group has adopted a written code regulating the securities transactions of Directors and executive officers named in the Company's annual report (the "Securities Transaction Code"), on terms no less exacting than the Model Code in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

Specific enquiries had been made to all Directors whereas each of them has confirmed compliance with the required standard set out in the Model Code and the Securities Transaction Code throughout the six months ended 30 June 2026 and up to the date of this announcement.

The Company has also established written guidelines on terms no less exacting than the Model Code regulating the Directors, senior management and employees, who because of his/her office or employment is likely to possess inside information in relation to the Company or its securities, in respect of their transactions of securities of the Company.

CORPORATE GOVERNANCE PRACTICES

The Company's corporate governance practices are based on the principles of good corporate governance (the "Principles") and code provisions (the "Code Provisions") in the Corporate Governance Code ("CG Code") as set out in Appendix C1 to the Listing Rules.

In formulating and implementing its corporate governance practices, the Company has applied the Principles and complied with all applicable Code Provisions for the six months ended 30 June 2026.

REVIEW OF INTERIM RESULTS BY AUDIT COMMITTEE

The Audit Committee together with the management has reviewed the accounting principles and practices adopted by the Group and together with the Directors reviewed the risk management, internal control and financial reporting matters including the unaudited interim condensed consolidated financial information for the six months ended 30 June 2026.

PUBLICATION OF RESULTS ANNOUNCEMENT AND INTERIM REPORT

This results announcement is published on the Company's website at www.paxglobal.com.hk and the website of the Stock Exchange at www.hkexnews.hk. The Company's 2026 interim report will be despatched to Shareholders and available on the above websites in due course.

The interim financial information set out above does not constitute the Group's statutory financial statements for the six months ended 30 June 2026. Instead, it has been derived from the Group's unaudited interim condensed consolidated financial information for the six months ended 30 June 2026, which will be included in the Company's 2026 interim report.

By Order of the Board
PAX Global Technology Limited
Cheung Shi Yeung
Company Secretary

Hong Kong, 18 August 2026

As at the date of this announcement, the Board comprises five Executive Directors, namely, Mr. Xu Changjun, Mr. Luo Shaowen, Mr. Li Wenjin, Mr. Li Heguo and Mr. Zhang Hui and four Independent Non-Executive Directors, namely Mr. Yip Wai Ming, Dr. Wu Min, Mr. Man Kwok Kuen, Charles and Mr. Fok Wai Shun, Wilson.