computer technologies

COMPUTER AND TECHNOLOGIES HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 00046)

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

HIGHLIGHTS OF THE PERIOD

- Profit from operations, profit before tax and profit attributable to the shareholders of the Company improved by 17.2%, 20.0% and 15.9%, respectively.
- The Group maintained a debt-free position with a strong cash balance exceeding HK$347 million.
- Improved profit attributable to the shareholders of the Company and strong operating cash inflows supported the payment of an interim dividend of 6.0 HK cents per share, reflecting the Group's continued focus on delivering shareholder returns.

	For the six months ended 30 June		
	2026	2025	
	(Unaudited)	(Unaudited)	**Change**
	HK$'000	*HK$'000*	**%**
Total revenue	**120,197**	120,225	-
Profit from operations	**20,754**	17,714	17.2%
Valuation loss on an investment property	**-**	(2,000)	N/A
Profit before tax	**25,831**	21,527	20.0%
Profit attributable to shareholders	**21,560**	18,595	15.9%
Earnings per share – Basic (HK cents)	**8.86**	7.66	15.7%
Interim dividend per share (HK cents)	**6.0**	5.5	9.1%

GROUP RESULTS

The Board of Directors (the "Board") of Computer And Technologies Holdings Limited (the "Company") herein presents the unaudited interim condensed consolidated results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 June 2026 together with comparative figures. These unaudited interim condensed consolidated results have been reviewed by the Company's audit committee.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		For the six months ended 30 June	
		2026	2025
		(Unaudited)	(Unaudited)
	Notes	***HK$'000***	*HK$'000*
REVENUE	*5*	**120,197**	120,225
Cost of sales and services:			
Cost of goods and services procured from third parties		**(14,415)**	(12,255)
Related staff costs		**(38,853)**	(39,825)
Gross profit		**66,929**	68,145
Other operating income	*5*	**3,558**	1,247
Selling and distribution expenses		**(17,714)**	(18,015)
General and administrative expenses, net		**(27,913)**	(26,738)
Reversal of impairment of trade receivables, net		**307**	106
Finance costs		**(259)**	(582)
Amortisation of other intangible assets		**(4,154)**	(6,449)
PROFIT FROM OPERATIONS		**20,754**	17,714

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS *(continued)*

	Notes	For the six months ended 30 June **2026** **(Unaudited)** ***HK$'000***	2025 (Unaudited) *HK$'000*
PROFIT FROM OPERATIONS		**20,754**	17,714
Other income and gains	*5*	**5,502**	6,285
Foreign exchange differences, net		**(338)**	(784)
Fair value gains/(losses), net:			
Financial assets at fair value through profit or loss		**(87)**	312
Investment property		**-**	(2,000)
PROFIT BEFORE TAX	*6*	**25,831**	21,527
Income tax expense	*7*	**(4,417)**	(2,969)
PROFIT FOR THE PERIOD		**21,414**	18,558
ATTRIBUTABLE TO:			
Owners of the parent		**21,560**	18,595
Non-controlling interests		**(146)**	(37)
		21,414	18,558
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT	*9*	**HK cents**	HK cents
Basic		**8.86**	7.66
Diluted		**8.85**	7.64

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
PROFIT FOR THE PERIOD	**21,414**	18,558
OTHER COMPREHENSIVE INCOME		
Other comprehensive income that may be reclassified to profit or loss in subsequent periods:		
Exchange differences on translation of foreign operations	**28**	952
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**21,442**	19,510
ATTRIBUTABLE TO:		
Owners of the parent	**21,588**	19,547
Non-controlling interests	**(146)**	(37)
	21,442	19,510

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**4,829**	6,262
Investment property		**44,000**	44,000
Right-of-use assets		**6,623**	14,215
Goodwill		**135,001**	135,001
Other intangible assets		**1,962**	5,611
Financial assets at fair value through profit or loss - debt investment		**2,100**	2,100
Deposits		**1,288**	1,019
Deferred tax assets		**916**	772
Total non-current assets		**196,719**	208,980
CURRENT ASSETS			
Inventories		**9**	9
Trade receivables	*10*	**27,526**	36,011
Contract assets		**38,992**	37,131
Prepayments, deposits and other receivables		**12,488**	11,943
Tax recoverable		**19,125**	14,369
Financial assets at fair value through profit or loss - listed equity investments		**2,236**	2,323
Pledged bank deposits		**136**	130
Cash and cash equivalents		**347,160**	345,222
Total current assets		**447,672**	447,138
CURRENT LIABILITIES			
Trade payables, other payables, accruals and provision	*11*	**(61,464)**	(64,624)
Contract liabilities		**(43,959)**	(52,377)
Lease liabilities		**(1,948)**	(3,703)
Tax payable		**(27,629)**	(26,389)
Total current liabilities		**(135,000)**	(147,093)
NET CURRENT ASSETS		**312,672**	300,045
TOTAL ASSETS LESS CURRENT LIABILITIES		**509,391**	509,025

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CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(continued)*

	Notes	**30 June 2026 (Unaudited) *HK$'000***	31 December 2025 (Audited) *HK$'000*
NON-CURRENT LIABILITIES			
Provision	*11*	**-**	(845)
Contract liabilities		**(1,097)**	(840)
Lease liabilities		**(4,289)**	(11,667)
Deferred tax liabilities		**(612)**	(1,108)
Total non-current liabilities		**(5,998)**	(14,460)
Net assets		**503,393**	494,565
EQUITY			
Equity attributable to owners of the parent			
Issued capital		**24,433**	24,433
Share premium account		**41,410**	41,410
Shares held under the restricted share award scheme		**(2,058)**	(2,436)
Reserves		**438,725**	430,129
		502,510	493,536
Non-controlling interests		**883**	1,029
Total equity		**503,393**	494,565

NOTES

1. CORPORATE INFORMATION

Computer And Technologies Holdings Limited is a limited liability company incorporated in Bermuda. The registered office of the Company is located at Richmond House, 12 Par-la-Ville Road, Hamilton HM 08, Bermuda. The principal place of business of the Company is located at 18th Floor, Dah Sing Financial Tower, No. 36 Heung Yip Road, Wong Chuk Hang, Hong Kong.

During the period, the Group was involved in the following principal activities:

- provision of enterprise application software and e-business services for enterprises including the provision of enterprise application software (including Software as a Service ("SaaS") product offering) with implementation and ongoing support services, the Government Electronic Trading Services ("GETS"), cloud services and other related value-added services;

- provision of information technology ("IT") solutions implementation and application software development (including SaaS product offering), provision of IT and related operation/infrastructure outsourcing services, and provision of IT systems and network infrastructure with related design, implementation and ongoing support services; and

- property and treasury investments.

2. BASIS OF PREPARATION

The interim condensed consolidated financial information of the Group for the six months ended 30 June 2026 has been prepared in accordance with the applicable provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Hong Kong Accounting Standard ("HKAS") 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

The interim condensed consolidated financial information does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025.

3. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted in the preparation of the interim condensed consolidated financial information are consistent with those applied in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of the following amended HKFRS Accounting Standards for the first time for the current period's financial information.

Amendments to HKFRS 9 and HKFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*
Amendments to HKFRS 9 and HKFRS 7	*Contracts Referencing Nature-dependent Electricity*
Annual Improvements to HKFRS Accounting Standards – Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

3. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES *(continued)*

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

(a) Amendments to HKFRS 9 and HKFRS 7 *Amendments to the Classification and Measurement of Financial Instruments* clarify that a financial asset is derecognised when the entity's rights to the contractual cash flows expire or are transferred, while a financial liability is derecognised on the settlement date. The amendments introduce an accounting policy option to derecognise a financial liability that is settled through an electronic payment system before the settlement date if specified criteria are met. The amendments clarify how to assess the contractual cash flow characteristics of financial assets with environmental, social and governance and other similar contingent features. Moreover, the amendments clarify the requirements for classifying financial assets with non-recourse features and contractually linked instruments. The amendments also include additional disclosures for investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features. Prior to the initial application of the amendments, the Group derecognised trade payables that were settled by cheques upon the issuance of cheques to creditors. Upon applying the amendments, trade payables that were settled by cheques are derecognised on the settlement date which is the date when the cheques are cleared by banks. The change in accounting policy did not have a material impact on the Group's interim condensed consolidated financial information. The change in accounting policy will be reflected in the Group's consolidated financial statements for the year ending 31 December 2026.

(b) Amendments to HKFRS 9 and HKFRS 7 *Contracts Referencing Nature-dependent Electricity* clarify the application of the "own-use" requirements for in-scope contracts and amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts. The amendments also include additional disclosures that enable users of financial statements to understand the effects these contracts have on an entity's financial performance and future cash flows. As the Group did not have any contracts that are in the scope of the amendments, the amendments did not have any impact on the interim condensed consolidated financial information.

(c) *Annual Improvements to HKFRS Accounting Standards – Volume 11* set out narrow scope amendments to HKFRS 1, HKFRS 7 (and the accompanying *Guidance on implementing HKFRS 7*), HKFRS 9, HKFRS 10 and HKAS 7. The amendments include clarifications, simplifications, corrections or changes to improve consistency in the corresponding HKFRS Accounting Standards. The amendments did not have any impact on the interim condensed consolidated financial information.

4. OPERATING SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services and has three reportable operating segments as follows:

(a) the application services segment that primarily engages in the provision of enterprise application software and e-business services for enterprises including the provision of enterprise application software (including SaaS product offering) with implementation and ongoing support services, the GETS, cloud services and other related value-added services;

(b) the solutions and integration services segment that primarily engages in the provision of IT solutions implementation and application software development (including SaaS product offering), provision of IT and related operation/infrastructure outsourcing services, and provision of IT systems and network infrastructure with related design, implementation and ongoing support services; and

(c) the investments segment that primarily engages in various types of investing activities including, inter alia, property investment for rental income and/or for capital appreciation and treasury investment in securities for dividend income and/or for capital appreciation.

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment profit/loss, which is a measure of adjusted profit/loss before tax. The adjusted profit/loss before tax is measured consistently with the Group's profit before tax except that unallocated interest income, unallocated other income and gains, unallocated foreign exchange differences, net, corporate and other unallocated depreciation, and corporate and other unallocated expenses are excluded from such measurement.

Segment assets exclude deferred tax assets, tax recoverable, pledged bank deposits, cash and cash equivalents, and other unallocated head office and corporate assets as these assets are managed on a group basis.

Segment liabilities exclude tax payable, deferred tax liabilities and other unallocated head office and corporate liabilities as these liabilities are managed on a group basis.

4. OPERATING SEGMENT INFORMATION *(continued)*

(a) Operating segments

	Application Services		Solutions and Integration Services		Investments		Total	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Segment revenue								
Sales to external customers (note 5)	**66,876**	67,771	**52,493**	51,626	**828**	828	**120,197***	120,225*
Intersegment sales	**378**	453	**1,928**	1,397	**–**	–	**2,306**	1,850
Other operating income	**1,844**	1,155	**6**	–	**92**	92	**1,942^**	1,247^
Total segment revenue	**69,098**	69,379	**54,427**	53,023	**920**	920	**124,445**	123,322
Reconciliation:								
Elimination of intersegment sales							**(2,306)**	(1,850)
							122,139	121,472
Segment results	**15,460**	15,747	**15,709**	14,797	**807**	(764)	**31,976**	29,780
Reconciliation:								
Unallocated interest income							**5,502#**	6,282#
Unallocated other income and gains							**1,616^**	3#
Unallocated foreign exchange differences, net							**(338)**	(784)
Corporate and other unallocated depreciation							**(1,381)**	(393)
Corporate and other unallocated expenses							**(11,544)**	(13,361)
Profit before tax							**25,831**	21,527

4. OPERATING SEGMENT INFORMATION *(continued)*

(a) Operating segments *(continued)*

	Application Services		Solutions and Integration Services		Investments		Total	
	30 June 2026 (Unaudited) *HK$'000*	31 December 2025 (Audited) *HK$'000*	**30 June 2026 (Unaudited) *HK$'000***	31 December 2025 (Audited) *HK$'000*	**30 June 2026 (Unaudited) *HK$'000***	31 December 2025 (Audited) *HK$'000*	**30 June 2026 (Unaudited) *HK$'000***	31 December 2025 (Audited) *HK$'000*
Segment assets	**185,126**	187,620	**37,883**	44,399	**48,345**	48,569	**271,354**	280,588
Reconciliation:								
Elimination of intersegment receivables							**(4,322)**	(6,151)
Corporate and other unallocated assets							**377,359**	381,681
Total assets							**644,391**	656,118
Segment liabilities	**94,397**	98,143	**14,581**	18,566	**608**	608	**109,586**	117,317
Reconciliation:								
Elimination of intersegment payables							**(4,322)**	(6,151)
Corporate and other unallocated liabilities							**35,734**	50,387
Total liabilities							**140,998**	161,553

* *This represents the consolidated revenue of HK$120,197,000 (2025: HK$120,225,000) in the condensed consolidated statement of profit or loss.*

^ *These comprise the consolidated other operating income of HK$3,558,000 (2025: HK$1,247,000) in the condensed consolidated statement of profit or loss.*

\# *These comprise the consolidated other income and gains of HK$5,502,000 (2025: HK$6,285,000) in the condensed consolidated statement of profit or loss.*

4. OPERATING SEGMENT INFORMATION *(continued)*

(a) Operating segments *(continued)*

	Application Services		Solutions and Integration Services		Investments		Total	
	2026 (Unaudited) *HK$'000*	2025 (Unaudited) *HK$'000*	**2026 (Unaudited) *HK$'000***	2025 (Unaudited) *HK$'000*	**2026 (Unaudited) *HK$'000***	2025 (Unaudited) *HK$'000*	**2026 (Unaudited) *HK$'000***	2025 (Unaudited) *HK$'000*
Other segment information:								
Net fair value loss on an investment property	**–**	–	**–**	–	**–**	(2,000)	**–**	(2,000)
Net fair value gains/(losses) on financial assets at fair value through profit or loss	**–**	–	**–**	–	**(87)**	312	**(87)**	312
Amortisation of other intangible assets	**301**	2,564	**3,853**	3,885	**–**	–	**4,154**	6,449
Depreciation	**1,280**	1,015	**481**	479	**–**	–	**1,761**	1,494
Corporate and other unallocated depreciation							**2,872**	1,557
							4,633	3,051
Impairment/(reversal of impairment) of trade receivables, net*	**663**	(242)	**(970)**	136	**–**	–	**(307)**	(106)
Capital expenditure**	**563**	645	**3**	629	**–**	–	**566**	1,274
Corporate and other unallocated capital expenditure**							**249**	178
							815	1,452

* *Including impairment of trade receivables attributable to the application services segment of HK$1,625,000 (2025: HK$670,000) and the solutions and integration services segment of HK$49,000 (2025: HK$770,000), respectively, and reversal of impairment of trade receivables attributable to the application services segment of HK$962,000 (2025: HK$912,000) and the solutions and integration services segment of HK$1,019,000 (2025: HK$634,000), respectively.*

** *Capital expenditure consists of additions to property, plant and equipment and other intangible assets.*

4. OPERATING SEGMENT INFORMATION *(continued)*

(b) Geographical information

(i) Revenue from external customers

	Hong Kong and other countries/regions		Chinese mainland		Total	
	2026	2025	**2026**	2025	**2026**	2025
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Segment revenue:						
Sales to external customers	**100,474**	100,530	**19,723**	19,695	**120,197**	120,225

The revenue information above is based on the locations of the customers.

(ii) Non-current assets

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Hong Kong	**96,842**	112,832
Chinese mainland	**95,573**	92,257
	192,415	205,089

The non-current asset information above is based on the locations of the assets and excludes financial instruments and deferred tax assets.

(c) Information about a major customer

Revenue from transactions with an external customer amounting to 10% or more of the Group's total revenue:

For the six months ended 30 June 2026, revenue from a major customer of HK$42,633,000 (2025: HK$41,482,000) was derived from transactions with the customer reported in the application services segment and the solutions and integration services segment.

5. REVENUE, OTHER OPERATING INCOME, AND OTHER INCOME AND GAINS

An analysis of revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Revenue from contracts with customers	**119,369**	119,397
Revenue from other sources		
Gross rental income from investment properties	**828**	828
	120,197	120,225

Revenue from contracts with customers

(i) Disaggregated revenue information

For the six months ended 30 June 2026	**Application Services** ***HK$'000***	**Solutions and Integration Services** ***HK$'000***	**Total** ***HK$'000***
Segments			
Types of goods or services			
Sale of goods and provision of software, and GETS services	**12,258**	**-**	**12,258**
Provision of software implementation and related services, and IT solutions implementation and related services	**14,462**	**23,242**	**37,704**
Provision of SaaS product offering and maintenance services	**40,156**	**29,251**	**69,407**
Total revenue from contracts with customers	**66,876**	**52,493**	**119,369**
Geographical markets			
Hong Kong and others	**48,723**	**50,923**	**99,646**
Chinese mainland	**18,153**	**1,570**	**19,723**
Total revenue from contracts with customers	**66,876**	**52,493**	**119,369**
Timing of revenue recognition			
Goods and services transferred at a point in time	**12,258**	–	**12,258**
Services transferred over time	**54,618**	**52,493**	**107,111**
Total revenue from contracts with customers	**66,876**	**52,493**	**119,369**

5. REVENUE, OTHER OPERATING INCOME, AND OTHER INCOME AND GAINS *(continued)*

Revenue from contracts with customers *(continued)*

(i) Disaggregated revenue information *(continued)*

For the six months ended 30 June 2025	Application Services *HK$'000*	Solutions and Integration Services *HK$'000*	Total *HK$'000*
Segments			
Types of goods or services			
Sale of goods and provision of software, and GETS services	14,497	329	14,826
Provision of software implementation and related services, and IT solutions implementation and related services	14,174	23,773	37,947
Provision of SaaS product offering and maintenance services	39,100	27,524	66,624
Total revenue from contracts with customers	67,771	51,626	119,397
Geographical markets			
Hong Kong and others	50,106	49,596	99,702
Chinese mainland	17,665	2,030	19,695
Total revenue from contracts with customers	67,771	51,626	119,397
Timing of revenue recognition			
Goods and services transferred at a point in time	14,497	329	14,826
Services transferred over time	53,274	51,297	104,571
Total revenue from contracts with customers	67,771	51,626	119,397

(ii) Performance obligations

Information about the Group's performance obligations is summarised below:

Sale of goods and provision of software and GETS services
The performance obligation is generally satisfied upon product/service delivery, where payment in advance is normally required, and the balance is generally due within 30 to 60 days from the date of delivery.

Provision of software implementation and related services
The performance obligation is generally satisfied over time as services are rendered and payment is generally due within 30 to 60 days from the date of billing.

Provision of IT solutions implementation and related services
The performance obligation is generally satisfied over time as services are rendered and payment is generally due within 30 days from the date of billing. Generally, a certain percentage of payment is retained by respective customers as the Group's entitlement to the final payment is conditional on the satisfaction of the service quality by the customers over a certain period as stipulated in the respective contracts.

5. REVENUE, OTHER OPERATING INCOME, AND OTHER INCOME AND GAINS *(continued)*

Revenue from contracts with customers *(continued)*

(ii) Performance obligations *(continued)*

Provision of SaaS product offering and maintenance services
The performance obligation is generally satisfied over time as services are rendered and payments in advance are normally required before rendering the services.

The amounts of transaction prices allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at 30 June are as follows:

	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Amounts expected to be recognised as revenue:		
Within one year	**43,959**	47,270
After one year	**1,097**	635
	45,056	47,905

The amounts of transaction prices allocated to the remaining performance obligations which are expected to be recognised as revenue after one year relate to maintenance services, of which the performance obligations are to be satisfied within five years. All the other amounts of transaction prices allocated to the remaining performance obligations are expected to be recognised as revenue within one year. The amounts disclosed above do not include variable consideration which is constrained.

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Other operating income		
Value-added tax refund received	**729**	312
Dividend income from listed investments at fair value through profit or loss	**92**	92
Gain on lease modification	**1,616**	–
Government subsidies*	**1,097**	824
Others	**24**	19
	3,558	1,247
Other income and gains		
Bank interest income	**5,502**	6,282
Other	**–**	3
	5,502	6,285

* There are no unfulfilled conditions or contingencies relating to these subsidies.

6. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Depreciation of property, plant and equipment*	**1,763**	664
Depreciation of right-of-use assets	**2,870**	2,387
Amortisation of other intangible assets**	**4,154**	6,449
Employee benefit expense (including directors' and chief executive's remuneration)^ #:		
Wages, salaries, fees, bonuses, allowances and other benefits	**70,313**	71,589
Equity-settled share-based payment expense	**(1,664)**	340
Retirement benefit scheme contributions (defined contribution schemes) ***	**6,968**	5,377
Less: Amount capitalised in other intangible assets	**(505)**	(820)
	75,112	76,486
Reversal of impairment of trade receivables, net	**(307)**	(106)

* *Depreciation of property, plant and equipment for the period of HK$1,000 (2025: HK$1,000) is included in "Cost of sales and services" on the face of the condensed consolidated statement of profit or loss.*

** *Amortisation of other intangible assets for the period of HK$4,154,000 (2025: HK$6,449,000) is included in "Amortisation of other intangible assets" on the face of the condensed consolidated statement of profit or loss.*

*** *There are no forfeited contributions that may be used by the Group as the employer to reduce the existing level of contributions. At 30 June 2026, the Group had no forfeited contributions available to reduce its contributions to the pension schemes in future years (2025: Nil).*

^ *Inclusive of research and development cost for application software products of HK$8,810,000 (2025: HK$9,327,000).*

\# *Inclusive of an amount of HK$75,112,000 (2025: HK$76,486,000) classified under "Cost of sales and services - Related staff costs", "Selling and distribution expenses" and "General and administrative expenses, net" on the face of the condensed consolidated statement of profit or loss.*

7. INCOME TAX

Hong Kong profits tax has been provided at the rate of 16.5% (2025: 16.5%) on the estimated assessable profits arising in Hong Kong during the period, except for one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. The first HK$2,000,000 (2025: HK$2,000,000) of assessable profits of this subsidiary are taxed at 8.25% (2025: 8.25%) and the remaining assessable profits are taxed at 16.5% (2025: 16.5%). Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries/jurisdictions in which the Group operates.

7. INCOME TAX *(continued)*

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Current - Hong Kong		
Charge for the period	**3,908**	4,137
Additional provision for/(overprovision in) prior periods	**1,097**	(6)
Current - Elsewhere		
Charge for the period	**26**	56
Underprovision in prior periods	**–**	10
Deferred	**(614)**	(1,228)
Total tax charge for the period	**4,417**	2,969

In 2022, the Hong Kong Inland Revenue Department (the "IRD") issued an enquiry letter ("1st IRD Enquiry") to a subsidiary (the "1st Subsidiary") of the Company regarding the claim for enhanced deduction of certain research and development expenditures ("R&D Enhanced Deduction"). After providing the IRD with the available information and documents for the R&D Enhanced Deduction as requested in the 1st IRD Enquiry, the 1st Subsidiary received the assessor's comments in October 2023. The 1st Subsidiary holds a different view against the assessor's position and submitted a reply in January 2024. As at the reporting date, the 1st Subsidiary has provided replies to 5 rounds of enquiries from the IRD. The latest enquiry from the IRD was issued on 28 February 2025. The IRD has also issued protective assessments for the years of assessment 2018/19 and 2019/20 to the 1st Subsidiary demanding tax of approximately HK$0.7 million on 28 February 2025 and HK$1.0 million on 12 January 2026. The 1st Subsidiary has lodged objections against the protective assessments for the years of assessment 2018/19 and 2019/20 within the objection periods and has purchased tax reserve certificates ("TRCs") of approximately HK$0.7 million and HK$1.0 million, respectively.

In March 2023 and January 2024, the IRD issued protective assessments for the years of assessment 2016/17 and 2017/18 to another two subsidiaries (the "2nd and 3rd Subsidiaries") of the Company demanding tax of approximately HK$0.8 million for the year of assessment 2016/17 and HK$1.0 million for the year of assessment 2017/18 in aggregate. In March 2025, protective assessments for the year of assessment 2018/19 were issued to the 2nd and 3rd Subsidiaries demanding tax of approximately HK$0.6 million and another two subsidiaries (the "4th and 5th Subsidiaries") of the Company for the year of assessment 2018/19 demanding tax of approximately HK$3.4 million in total. In January 2026, protective assessments for the year of assessment 2019/20 were issued to each of the 2nd to the 5th Subsidiaries and also another subsidiary (the "6th Subsidiary") of the Company, demanding tax of approximately HK$4.16 million in total.

Per discussion with the assessor-in-charge, the IRD is reviewing the tax affairs of the aforesaid subsidiaries (the "Subsidiaries") for the years of assessment from 2016/17 onwards and the issuance of the aforementioned protective assessments is merely for the purpose of keeping the relevant assessments open and not to become statutorily barred. During the discussion, the assessor-in-charge informed that the focus of the tax review is the nature and the deductibility of certain expenses of the 2nd and 3rd Subsidiaries and the R&D Enhanced Deduction claimed by the 4th, 5th and 6th Subsidiaries engaged in R&D activities ("Deduction Claims"). The Subsidiaries have lodged objections against the protective assessments for the years of assessment 2016/17, 2017/18, 2018/19 and 2019/20 and have purchased TRCs of approximately HK$0.8 million, HK$1.0 million, HK$3.4 million and HK$3.6 million for the years of assessment 2016/17, 2017/18, 2018/19 and 2019/20, respectively.

7. INCOME TAX *(continued)*

In May 2025, the senior management of the Subsidiaries attended an initial interview with the IRD assessor-in-charge, providing background information of the business operations of the Company and its subsidiaries, including the abovementioned Subsidiaries. During the meeting, the assessors said that since the main focus of the tax review is the R&D Enhanced Deduction claims, it was mutually agreed that the Group will provide supplementary information on R&D activities carried out to facilitate the review by the assessor-in-charge. In August 2025, the IRD issued enquiry letters to the 4th, 5th and 6th Subsidiaries on their R&D Enhanced Deduction claims.

The directors believe that the aforementioned subsidiaries have valid grounds to pursue the Deduction Claims (the "Tax Treatments"). However, having regard that the outcome of the prolonged dispute with the IRD about the different views on Tax Treatments was uncertain and further time and costs would be required to be spent to pursue the claims, the Group has decided to negotiate with the IRD for a full settlement of the tax review on the Subsidiaries once and for all.

In May 2026, settlement proposals ("Settlement Proposals") were submitted to the IRD for consideration. The directors consider that adequate tax provisions have been made in the interim condensed consolidated financial information of the Group for the six months ended 30 June 2026 to reflect the effect of tax and potential penalties under the Settlement Proposals.

8. DIVIDENDS

a. Subsequent to the end of the interim period, the Board has determined that an interim dividend of HK$0.06 (2025: HK$0.055) in cash per ordinary share should be paid to the shareholders of the Company whose names appear in the Register of Members on Wednesday, 2 September 2026 (i.e., the record date).

b. Dividends attributable to the previous financial year approved during the interim period are as follow:

	For the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Second interim /final dividend in respect of the previous financial year, approved and paid during the interim period of HK$0.045 (2025: final dividend of HK$0.055) per ordinary share	**10,995**	13,438
Less: Dividend for shares held under the Company's restricted share award scheme	**(45)**	(85)
	10,950	13,353

9. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT

The calculation of the basic earnings per share amounts is based on the profit for the period attributable to ordinary equity holders of the parent, and the weighted average number of ordinary shares of 243,388,478 (2025: 242,787,539) outstanding during the period, as adjusted to exclude the shares held under the restricted share award scheme of the Company.

The calculation of the diluted earnings per share amounts is based on the profit for the period attributable to ordinary equity holders of the parent. The weighted average number of ordinary shares used in the calculation is the number of ordinary shares outstanding during the period, as used in the basic earnings per share calculation, and the weighted average number of ordinary shares assumed to have been issued at no consideration on the deemed vesting of all dilutive restricted shares of the Company awarded under the restricted share award scheme of the Company.

The calculations of basic and diluted earnings per share are based on:

Earnings

The calculations of basic and diluted earnings per share are based on profit attributable to ordinary equity holders of the parent.

Shares

	Number of shares for the six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
Weighted average number of ordinary shares outstanding during the period used in the basic earnings per share calculation	**243,388,478**	242,787,539
Effect of dilution - weighted average number of ordinary shares:		
Restricted shares awarded under the Company's restricted share award scheme	**317,244**	761,024
Number of shares used in the diluted earnings per share calculation	**243,705,722**	243,548,563

10. TRADE RECEIVABLES

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Trade receivables	**33,035**	41,831
Impairment	**(5,509)**	(5,820)
	27,526	36,011

The Group's trading terms with its customers vary from contract to contract or depending on the specific arrangements with individual customers, and may include cash on delivery, advance payment and on credit. For those customers who trade on credit, the credit period is generally within 60 days, except for certain projects with longer implementation schedules or for major or specific customers, where the period may be extended. The Group seeks to maintain strict control over its outstanding trade receivables and overdue balances are reviewed regularly by management. The Group does not hold any collateral or other credit enhancements over its trade receivable balances. Trade receivables are non-interest-bearing.

10. TRADE RECEIVABLES *(continued)*

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

	30 June 2026 (Unaudited) *HK$'000*	31 December 2025 (Audited) *HK$'000*
Within 1 month	**18,026**	16,942
1 to 3 months	**4,803**	10,932
4 to 6 months	**2,271**	4,530
Over 6 months	**2,426**	3,607
	27,526	36,011

The movements in the loss allowance for impairment of trade receivables are as follows:

	2026 (Unaudited) *HK$'000*	2025 (Audited) *HK$'000*
At beginning of period/year	**5,820**	5,008
Impairment losses/(reversal of impairment), net	**(307)**	763
Amount written off as uncollectable	**(59)**	(6)
Exchange realignment	**55**	55
At end of period/year	**5,509**	5,820

11. TRADE PAYABLES, OTHER PAYABLES, ACCRUALS AND PROVISION

	Notes	**30 June 2026 (Unaudited) *HK$'000***	31 December 2025 (Audited) *HK$'000*
Trade payables	*a*	**8,716**	8,767
Other payables		**31,951**	30,744
Accruals		**19,926**	25,113
Provision	*b*	**871**	845
		61,464	65,469
Portion classified as current liabilities		**(61,464)**	(64,624)
Portion classified as non-current liabilities		**–**	845

11. **TRADE PAYABLES, OTHER PAYABLES, ACCRUALS AND PROVISION** *(continued)*

Notes:

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

	30 June 2026 (Unaudited) *HK$'000*	31 December 2025 (Audited) *HK$'000*
Within 1 month	**8,131**	7,312
1 to 3 months	**492**	1,119
4 to 6 months	**–**	130
Over 6 months	**93**	206
	8,716	8,767

The trade payables are non-interest-bearing and are normally settled on 30-day terms.

(b) The movements in provision during the period/year are as follows:

	2026 (Unaudited) *HK$'000*	2025 (Audited) *HK$'000*
At beginning of period/year	**845**	795
Increase in discounted amounts arising from the passage of time	**26**	50
At end of period/year	**871**	845

Provision for reinstatement cost has been made in respect of the estimated costs to reinstate a leased office premises of the Group to its original state upon the expiry of the corresponding lease term.

12. **GUARANTEES**

Guarantees have been given to certain banks by the Company for performance bonds/guarantees issued by the banks in relation to certain contracts undertaken by the Group amounting to HK$31,700,000 as at 30 June 2026 (31 December 2025: HK$31,700,000), of which HK$21,900,000 (31 December 2025: HK$21,830,000) was utilised at the end of the reporting period.

CHAIRMAN'S STATEMENT

Dear Shareholders,

OVERVIEW

On behalf of the Board of Directors (the "Board") of Computer And Technologies Holdings Limited (the "Company"), I am pleased to present the unaudited interim results of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 June 2026.

The Group's revenue remained stable at HK$120.2 million, broadly comparable to the same period in 2025. Gross profit margin softened slightly to 55.7% (2025: 56.7%), primarily reflecting higher engagement of third-party services, which was partially offset by reduced internal staff costs in product development and project delivery.

The Group undertook office relocation projects in Hong Kong and the Chinese mainland (the "Relocation Projects"), resulting in a gain on lease modification of HK$1.6 million (2025: Nil), which was recognised as other operating income. Together with higher value-added tax refunds and government subsidies, other operating income increased by 185.3% to HK$3.6 million (2025: HK$1.2 million).

Concurrently, the Relocation Projects resulted in additional depreciation charges, contributing to an increase in overall general and administrative expenses during the period. This was partly offset by a HK$2.3 million decrease in amortisation of other intangible assets. As a result, profit from operations increased by 17.2% to HK$20.8 million (2025: HK$17.7 million), while the operating profit margin improved to 17.3% (2025: 14.7%).

During the period, the Group's other income and gains decreased by 12.5% to HK$5.5 million (2025: HK$6.3 million), primarily attributable to lower bank interest income. By contrast, the absence of changes in property valuation led to a reduction in fair value loss of HK$2.0 million. As a combined results, profit before tax increased by 20.0% to HK$25.8 million (2025: HK$21.5 million).

Income tax expense increased to HK$4.4 million (2025: HK$3.0 million), primarily due to an additional tax provision of HK$1.1 million (2025: Nil) in respect of certain claims for enhanced deduction in relating to research and development expenditures incurred in prior years, together with a reduction in deferred tax credits arising from the amortisation of other intangible assets. Management will continue to liaise with the Inland Revenue Department (the "IRD") to resolve these prior-year tax matters. Further details are set out in note 7 to the interim results announcement.

Taking into account the above factors, consolidated net profit attributable to the shareholders of the Company increased by 15.9% to HK$21.6 million (2025: HK$18.6 million), while basic earnings per share increased to 8.86 HK cents (2025: 7.66 HK cents). The improvement in results, healthy operating cash flows, and sound financial position supported the Board's decision to declare an interim dividend of 6.0 HK cents per share for 2026 (2025: 5.5 HK cents).

BUSINESS REVIEW

Application Software

For the period under review, the Application Software[1] business continued to be supported by recurring maintenance and Software as a Service ("SaaS") subscription income, although cautious customer spending and longer decision-making cycles moderately affected new project activity and reduced the segment's profit to HK$10.2 million (2025: HK$10.9 million).

The initial rollout of Pi-HCM, the Group's cloud-native Human Capital Management ("HCM") software, presented operational and adoption challenges for the Human Resource Management Software business division. However, as implementation capabilities matured and product stability improved, these early difficulties subsided. Management maintains a strong outlook for Pi-HCM, anticipating it will be one of the growth drivers for the Software Applications business over the long term.

To meet rising demand from Chinese Mainland enterprises expanding overseas, the Group is actively scaling its regional footprint by enhancing Pi-HCM to handle complex multi-country payroll, compliance, and workforce localisation requirements. This strategy is delivering strong momentum through recent contract wins. In addition, the Group is forming a joint venture with Shanghai Foreign Service (Group) Co., Ltd. to provide payroll outsourcing services, supported by the Group's HCM platform, to enterprises expanding abroad.

Results across the Group's Enterprise Software segment reflected varying project timelines, demand dynamics, and product development phases. While SaaS revenue sustained its growth momentum, overall segment performance saw a slight decline compared with same period last year.

Revenue of the Group's Enterprise Information Management Software and Enterprise Procurement Management Software businesses remained stable, though profitability was temporarily compressed by higher cost of sales, increased amortisation, and prolonged client procurement cycles. Revenue and overall performance of the Enterprise Retail Management Software business improved, driven by strong professional services growth and account expansion of a major client in Australia and New Zealand.

CISC Limited's results declined due to reduced license revenue and increased R&D investments. Management expects performance to rebound as these development initiatives are commercialised. Looking ahead, the Group plans to launch an enhanced software solution featuring advanced Personally Identifiable Information ("PII") capabilities in the second half of the year, which is expected to unlock new business opportunities.

Solutions and Integration Services

The Group's Solutions and Integration Services segment recorded revenue of HK$52.5 million during the reporting period (2025: HK$51.6 million). Supported by revenue growth and improved operational efficiency, the segment's profit increased to HK$15.7 million (2025: HK$14.8 million).

The Managed Services[2] business remained a strong performer, supported by recurring maintenance revenue and ongoing service delivery to various Hong Kong Special Administrative Region Government (the "Government") entities. Notably, the Customer Care and Billing System support contract with a public utility department of the Government, originally set to expire in June, has been extended through the end of the year. To mitigate the eventual completion of this contract, the Group has secured new public sector projects to gradually bridge the revenue gap.

The Development Services[2] business successfully secured several new public sector contracts, including major engagements in the transportation and public affairs sectors, along with fresh assignments from statutory bodies across finance, culture, and education. Conversely, the Enterprise Services[2] business recorded a slight decline in contract wins as corporate clients maintained a cautious approach to IT spending. Meanwhile, demand for cybersecurity risk assessments, privacy impact assessments, independent testing, and related assurance services continued to rise across both public and private sectors. Driven by stricter regulatory, security, and compliance standards, this trend presents growing opportunities as organisations increasingly prioritise cybersecurity resilience and governance.

BUSINESS REVIEW *(continued)*

e-Service and related business

Navigating a complex trade environment shaped by geopolitical headwinds and supply chain realignment, the Group's GETS[1] business delivered resilient performance, posting modest year-on-year growth in both revenue and profit contribution in the first half of 2026.

To align with the Hong Kong Government's Trade Single Window ("TSW") initiative and prepare for the completion of TSW Phase 3, the Group plans to roll out an upgraded Ge-TS system in the second half of 2026. This initiative will solidify the Group's strategic position within Hong Kong's digital trade framework, enabling it to capitalise on emerging opportunities as a premier value-added service provider for the trade and logistics sector.

Investments

There was no change in the valuation of the Group's investment property during the reporting period, and no fair value loss (2025: HK$2.0 million) was recognised. As a result, the Investments segment recorded a gain of HK$0.8 million during the reporting period, compared with a loss of HK$0.8 million in the previous period under review.

PROSPECT

The global economic outlook for the second half of 2026 is expected to remain mixed, as moderate growth opportunities continue to be tempered by geopolitical tensions. The Chinese mainland will remain a key regional growth driver, though sector-by-sector recovery rates may fluctuate as structural adjustments and external headwinds persist.

Against this broader backdrop, the Group is well-equipped to navigate the evolving market environment. Supported by disciplined cost control, targeted marketing strategies, a well-diversified product and service portfolio, and a strong recurring revenue base, the Group remains confident in its ability to maintain business resilience and capture sustainable growth opportunities.

The rapid advancement of artificial intelligence ("AI") continues to reshape enterprise software, operational workflows, and customer expectations industry wide. In particular, the emergence of generative AI and AI agents[3] is accelerating the shift from proof of concept testing to enterprise grade deployment which will unlock significant opportunities in workflow automation, intelligent decision support, and domain-specific applications.

The Group continues to embed AI as a cornerstone of its long-term technology strategy, expanding R&D investment to drive software engineering productivity, accelerate product innovation and elevate customer experience. By integrating AI-driven development methodologies and automation across the software development lifecycle, the Group has streamlined engineering workflows, boosted efficiency and accelerated time-to-market for new features. Concurrently, AI capabilities are being progressively integrated into the Group's products and solution offerings to deliver more intelligent, personalised and automated user experiences. These strategic initiatives will solidify the Group's competitive positioning in an AI-centric market.

Looking forward, the Group is well-positioned to expand its regional footprint through strategic joint ventures, while actively exploring complementary partnerships and acquisition opportunities. These initiatives will accelerate regional expansion, enrich our technology portfolio, and drive sustainable, long-term shareholder value. Guided by a disciplined and returns-focused approach, the Group remains confident in its ability to execute its growth strategy and capture emerging market opportunities.

PROSPECT *(continued)*

Footnotes:

[1] The Group's Application Services business engages in the provision of application software and e-business services for enterprises including (i) the provision of enterprise application software (including SaaS product offering) with implementation and ongoing support services for Human Resource Management, Enterprise Procurement Management, Enterprise Information Management and Enterprise Retail Management (collectively, the "Application Software"); and (ii) the Government Electronic Trading Services ("GETS"), cloud services and other related value added services (collectively, the "e-Service and related business").

[2] The Group's Solutions and Integration Services business includes (i) Development Services and Enterprise Services for the provision of IT solutions implementation and application software development (including SaaS product offering); (ii) Managed Services for the provision of IT and related operation /infrastructure outsourcing services; and (iii) Integration Services for the provision of IT systems and network infrastructure with related design, implementation and ongoing support services.

[3] AI Agents are task-specific intelligent modules capable of independently executing workflows, analysing data inputs and interacting with internal systems.

FINANCIAL REVIEW

Revenue and cost of sales and services

The Group's total revenue remained broadly stable at HK$120.2 million (2025: HK$120.2 million) during the reporting period. Revenue from the sale of licences decreased, while recurring revenue, comprising maintenance and SaaS income, continued to record steady growth, helping overall revenue remain stable compared with the corresponding period last year. Due to increased engagement of third-party professional and maintenance services, the cost of goods and services directly related to projects increased by 17.6% to HK$14.4 million (2025: HK$12.3 million).

As a result of the Relocation Projects, a gain on lease modifications of HK$1.6 million was recognised during the reporting period. Together with the increase in value-added tax refund received and government subsidies, the other operating income increased to HK$3.6 million (2025: HK$1.2 million).

Staff costs and other operating expenses (including selling and distribution expenses, general and administrative expenses, net, finance costs, amortisation of other intangible assets and other operating income)

Staff costs decreased by 1.8% to HK$75.1 million (2025: HK$76.5 million), mainly due to a one-off reversal adjustment to equity-settled share-based payment expense of HK$1.9 million in respect of award shares granted to staff who left the Group before the relevant vesting conditions were fulfilled.

Selling and distribution expenses remained broadly comparable to the corresponding period last year.

General and administrative expenses increased by HK$1.2 million, primarily attributable to higher depreciation arising from the revision of the useful lives of leasehold improvements and right-of-use assets following the early termination of the lease agreement for the existing head office in Hong Kong.

Amortisation of other intangible assets continued its gradual decline, decreasing by 35.6% to HK$4.2 million (2025: HK$6.4 million).

Profit from operations

Profit from operations increased by HK$3.0 million to HK$20.8 million (2025: HK$17.7 million), while the operating profit margin improved to 17.3% from 14.7% in the corresponding period last year.

FINANCIAL REVIEW *(continued)*

Non-operating income and gains, net (other income and gains, foreign exchange differences, net and fair value gains/(losses), net)
Other income and gains decreased by 12.5% to HK$5.5 million (2025: HK$6.3 million), primarily due to lower interest yield from fixed deposits during the reporting period. In contrast, the absence of fair value change in an investment property resulted in a reduction in fair value loss of HK$2.0 million. Profit before tax increased by 20.0% to HK$25.8 million (2025: HK$21.5 million).

Income tax expense
An additional tax provision of HK$1.1 million (2025: Nil) was recognised in respect of certain claims for enhanced deductions relating to research and development expenditures incurred in prior years. Notwithstanding the tax provision, management expects to continue liaising with the IRD with a view to resolving the reported tax issues in due course. Together with the decrease in deferred tax credit arising from the amortisation of other intangible assets, income tax expense increased to HK$4.4 million (2025: HK$3.0 million).

Net profit attributable to shareholders
Consequently, net profit attributable to the shareholders of the Company increased by 15.9% to HK$21.6 million (2025: HK$18.6 million), while the net profit margin increased to 17.9% (2025: 15.5%).

Non-current assets
Non-current assets decreased moderately by HK$12.3 million to HK$196.7 million (31 December 2025: HK$209.0 million). The decrease was mainly attributable to the ongoing amortisation of other intangible assets and depreciation of property, plant and equipment and right-of-use assets relating to the Relocation Projects.

Current assets
Current assets recorded a slight increase of HK$0.5 million to HK$447.7 million (31 December 2025: HK$447.1 million). The increase was mainly attributed to higher prepayments, deposits and other receivables, tax recoverable, and cash and bank balances, partially offset by a decrease in trade receivables.

Current liabilities and non-current liabilities
The Group's current and non-current liabilities decreased by 12.7% to HK$141.0 million (31 December 2025: HK$161.6 million). The decrease was mainly attributed to lower accruals and contract liabilities, partially offset by increases in tax payable.

Segment assets and liabilities
Segment assets of the Application Services business showed limited movement, remaining at HK$185.1 million (31 December 2025: HK$187.6 million). Segment liabilities decreased slightly, primarily reflecting lower accruals and contract liabilities.

The Solutions and Integration Services segment recorded a decrease in segment assets, mainly attributed to reductions in other intangible assets, trade receivables, prepayments and deposits. Segment liabilities decreased primarily due to lower contract liabilities.

Segment assets of the Investments segment were largely unchanged, ending at HK$48.3 million (31 December 2025: HK$48.6 million).

TREASURY POLICIES

The Group has adopted a prudent financial management approach towards its treasury policies and thus maintained a healthy liquidity position throughout the period under review. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

PLEDGE OF ASSETS

As at 30 June 2026, the Group had pledged an investment property with a fair value of HK$44.0 million (31 December 2025: HK$44.0 million) and bank balances of HK$0.1 million (31 December 2025: HK$0.1 million) to secure certain general bank facilities including guarantee/performance bonds facilities granted to the Group/subsidiaries of the Company in aggregate of HK$31.8 million (31 December 2025: HK$31.8 million) of which HK$22.0 million (31 December 2025: HK$22.0 million) have been utilised as at 30 June 2026.

FINANCIAL RESOURCES AND LIQUIDITY

As at 30 June 2026, the Group's cash and cash equivalents were HK$347.2 million (31 December 2025: HK$345.2 million).

All of the Group's on hand fundings are in Hong Kong dollars, Renminbi and US dollars. The Group has not adopted any hedging policies, as these currencies carry relatively low exchange fluctuation risks. Nevertheless, the Group has been monitoring the foreign exchange exposures closely and might consider hedging any significant foreign currency exposure in order to minimise the foreign exchange risk should the needs arise.

As at 30 June 2026, the Group had no bank borrowings (31 December 2025: Nil). The Group's current ratio representing current assets divided by current liabilities was 3.3 (31 December 2025: 3.0) and its gearing ratio, representing total liabilities divided by total assets, was 21.9% (31 December 2025: 24.6%).

REMUNERATION POLICY AND NUMBER OF EMPLOYEES

The Group remunerates its employees based on their performance, working experience and prevailing market conditions. Apart from basic salary, discretionary bonus and other incentives are offered to employees of the Group to reward their performance and contributions.

The remuneration policies adopted for the six months ended 30 June 2026 are consistent with those disclosed in the Group's 2025 Annual Report. As at 30 June 2026, the Group employed 295 full time employees and 27 part time employees (31 December 2025: 319 full time employees and 23 part time employees).

As at 30 June 2026, the Company operates share award schemes and a share option scheme for the purpose of providing incentives and rewards to the employees who contribute to the success of the Group's operations as well as to retain them for the continual development of the Group.

SIGNIFICANT INVESTMENTS

Save as disclosed in the announcement, the Group had no significant investments held as at 30 June 2026.

MATERIAL ACQUISITION AND DISPOSAL OF SUBSIDIARIES

The Group did not have any material acquisition or disposal of subsidiaries during the reporting period and up to the date of this announcement.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

There was no specific plan for material investments or capital assets as at 30 June 2026.

CONTINGENT LIABILITIES

Save as disclosed in note 7 and note 12 to the announcement, the Group had no material contingent liabilities as at 30 June 2026.

INTERIM DIVIDEND

The Board declared the payment of an interim dividend of 6.0 HK cents per ordinary share for the period ended 30 June 2026 (2025: 5.5 HK cents per ordinary share).

CLOSURE OF THE REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Tuesday, 1 September 2026 to Wednesday, 2 September 2026, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the interim dividend, all transfers of shares accompanied by the relevant share certificates and transfer forms must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration no later than 4:30 p.m. on Monday, 31 August 2026. The dividend will be distributed on or about Wednesday, 23 September 2026 to shareholders whose names appear on the Register of Members of the Company on Wednesday, 2 September 2026 (i.e., the record date).

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

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

CORPORATE GOVERNANCE PRACTICES

The Company is committed to maintaining high standard of corporate governance within a sensible framework with an emphasis on the principles of integrity, transparency and accountability. The Board believes that good corporate governance is essential to the success of the Company and to the enhancement of shareholders' value.

The Board opined that the Company has complied with the code provision set out in the Corporate Governance Code (the "CG Code") as stipulated in Appendix C1 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") during the reporting period.

The Company considers that sufficient measures have been taken to ensure that its corporate governance practices are similar to those provided in the CG Code.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company has adopted the Model Code as set out in Appendix C3 of the Listing Rules as its code of conduct for dealings in securities of the Company by the directors. Based on a specific enquiry of the Company's directors, the directors have complied with the required standard set out in the Model Code throughout the six months ended 30 June 2026.

RISK MANAGEMENT FRAMEWORK

The Group has established an effective risk governance and management framework in line with the requirements set out by the Listing Rules and other regulations. This framework was built around a structure that enables the Board and the management to discharge their risk management-related responsibilities with appropriate delegation as well as checks and balances. These responsibilities included defining risk appetite in accordance with the Group's business strategies and objectives, formulating risk policies that govern the execution of those strategies, and establishing procedures and limits for the approval, control, monitoring and remedy of risks.

The members of the Risk Management Committee positioned at the highest level of the Group's risk governance structure under the Board. Members included three executive directors and one independent non-executive director. The Risk Management Committee had direct involvements in formulating the Group's risk appetite, and determined the levels of risk that the Group is willing to undertake with reference to its financial capacity, strategic direction, prevailing market conditions and regulatory requirements.

The Risk Management Committee will continuously ensure the Group's risk appetite is realistically reflected in the policies and procedures that the management adopted in executing its business functions. The Risk Management Committee will regularly review the Group's risk management framework and ensure that all important risk-related tasks are performed according to established policies and with appropriate resources.

The Board has reviewed and considers the Company's risk management and internal control systems are effective and adequate.

AUDIT COMMITTEE

The Company has an Audit Committee which was established in compliance with Rule 3.21 of the Listing Rules for the purpose of reviewing and providing supervision over the Group's financial reporting process, risk management and internal controls. As of 30 June 2026, the Audit Committee comprises three independent non-executive directors of the Company. The interim condensed consolidated financial information for the six months ended 30 June 2026 has not been audited, but the Audit Committee has discussed with the management of the Company and the external auditors, Ernst & Young, on the appropriateness and consistency of the accounting policies that have been adopted by the Company. The Audit Committee has reviewed the interim results and the interim report of the Group for the six months ended 30 June 2026.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This announcement is published on the Stock Exchange's website (www.hkexnews.hk) and the Company's website (www.ctil.com). The 2026 interim report will be published on the Stock Exchange's website (www.hkexnews.hk) and the Company's website (www.ctil.com) and will also to be despatched to the shareholders of the Company (upon request) in due course.

APPRECIATIONS

On behalf of the Board and the management, I would like to express our sincere thanks to all employees, shareholders, customers and business partners for their support to the Group during the reporting period.

By Order of the Board
Computer And Technologies Holdings Limited
Ng Cheung Shing
Chairman

Hong Kong, 18 August 2026

As at the date of this announcement, the Board comprises Mr. Ng Cheung Shing, Mr. Cheung Wai Lam, Mr. Leung King San Sunny and Mr. Ng Kwok Keung as executive directors, and Ms. Chan Yuen Shan Clara, Mr. Poon Siu Hoi Casey and Mr. Ting Leung Huel Stephen as independent non-executive directors.