GROUP

S.A.S. Dragon Holdings Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 1184)

2026 INTERIM RESULTS ANNOUNCEMENT

FINANCIAL HIGHLIGHTS

	For the six months ended 30 June		
	2026	2025	**Change**
	(Unaudited)	(Unaudited)	
Revenue *(HK$'000)*	**33,310,510**	12,593,839	**+164.5%**
Profit attributable to owners of the Company *(HK$'000)*	**812,366**	263,523	**+208.3%**
Basic earnings per share *(HK cents)*	**129.80**	42.11	**+208.3%**
Interim dividend per share *(HK cents)*	**40.00**	15.00	**+166.7%**

The board of directors (the "**Board**") of S.A.S. Dragon Holdings Limited (the "**Company**") is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (collectively the "**Group**") for the six months ended 30 June 2026, together with comparative figures for the previous period, as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		For the six months ended 30 June	
		2026	2025
		(Unaudited)	(Unaudited)
	Notes	***HK$'000***	*HK$'000*
Revenue	*2*	**33,310,510**	12,593,839
Cost of sales		**(31,658,142)**	(12,014,719)
Gross profit		**1,652,368**	579,120
Other income	*4(b)*	**35,547**	29,818
Other gains and losses, net	*4(c)*	**(30,896)**	28,312
Impairment losses under expected credit loss model, net of reversal		**(9,115)**	4,965
Distribution and selling expenses		**(87,333)**	(82,706)
Administrative expenses		**(164,467)**	(105,070)
Share of results of a joint venture		**306**	776
Finance costs		**(48,241)**	(30,399)
Loss from derecognition of trade receivables at fair value through other comprehensive income ("**FVTOCI**")		**(82,663)**	(35,665)
Profit before tax		**1,265,506**	389,151
Income tax expense	*3*	**(216,919)**	(53,224)
Profit for the period	*4(a)*	**1,048,587**	335,927

	Note	For the six months ended 30 June	
		2026	2025
		(Unaudited)	(Unaudited)
	Note	***HK$'000***	*HK$'000*
Other comprehensive income (expense):			
Items that may be reclassified subsequently to profit or loss:			
Change in fair value on trade receivables at FVTOCI		**(87,757)**	(29,052)
Reclassification adjustment for cumulative profit included in profit or loss upon disposal of trade receivable at FVTOCI		**82,663**	35,665
Exchange difference arising on translation of foreign operations of subsidiaries		**12,185**	26,181
Share of other comprehensive income of a joint venture		**185**	195
Other comprehensive income for the period		**7,276**	32,989
Total comprehensive income for the period		**1,055,863**	368,916
Profit for the period attributable to:			
Owners of the Company		**812,366**	263,523
Non-controlling interests		**236,221**	72,404
		1,048,587	335,927
Total comprehensive income attributable to:			
Owners of the Company		**815,036**	293,492
Non-controlling interests		**240,827**	75,424
		1,055,863	368,916
Basic earnings per share *(HK cents)*	6	**129.80**	42.11

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	**30 June 2026 (Unaudited)**	31 December 2025 (Audited)
		HK$'000	*HK$'000*
Non-current Assets			
Investment properties		**495,300**	488,400
Property, plant and equipment		**355,375**	366,769
Intangible assets		**16,702**	16,789
Right-of-use assets		**146,563**	150,125
Interest in a joint venture		**12,111**	11,620
Financial assets at fair value through profit or loss ("**FVTPL**")		**2,998**	2,998
Finance lease receivables		**17,151**	7,105
Deferred tax assets		**8,888**	9,283
		1,055,088	1,053,089
Current Assets			
Inventories		**4,712,290**	1,567,638
Trade and other receivables	*7(a)*	**2,023,728**	1,077,392
Trade receivables at FVTOCI	*7(b)*	**6,056,602**	3,284,542
Finance lease receivables		**6,069**	2,790
Financial assets at FVTPL		**76,336**	105,142
Tax recoverable		**78**	1,372
Pledged bank deposits		**35,390**	37,398
Cash and cash equivalents		**2,166,400**	3,767,684
		15,076,893	9,843,958

	Note	30 June 2026 (Unaudited) HK$'000	31 December 2025 (Audited) HK$'000
Current Liabilities			
Trade and other payables	8	**5,712,920**	4,475,806
Contract liabilities		**227,659**	65,361
Lease liabilities due within one year		**381**	257
Amount due to a joint venture		**3,000**	3,000
Tax liabilities		**208,613**	112,446
Bank and other borrowings due within one year		**5,517,964**	2,676,538
		11,670,537	7,333,408
Net Current Assets		**3,406,356**	2,510,550
Total Assets less Current Liabilities		**4,461,444**	3,563,639
Non-current Liabilities			
Deferred tax liabilities		**4,721**	4,880
Lease liabilities due after one year		**–**	210
		4,721	5,090
Net Assets		**4,456,723**	3,558,549
Capital and Reserves			
Share capital		**62,584**	62,584
Share premium and reserves		**3,779,488**	3,120,604
Equity attributable to owners of the Company		**3,842,072**	3,183,188
Non-controlling interests		**614,651**	375,361
Total Equity		**4,456,723**	3,558,549

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1 BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") as well as with the applicable disclosure requirements of Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

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

Other than change in accounting policies resulting from application of amendments to HKFRS Accounting Standards issued by the HKICPA, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31 December 2025.

Application of amendments to HKFRSs

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on or after 1 January 2026 for the preparation of the Group's condensed consolidated financial statements:

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
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11

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

2 REVENUE

(a) Disaggregation of revenue from contracts with customers

	For the six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Types of goods and services		
Sales of electronic components and Semiconductors	**33,249,488**	12,529,065
Sales of business equipment, LED lighting and display products and provision of related ancillary services	**52,098**	55,544
Revenue from contracts with customers	**33,301,586**	12,584,609
Rental income from investment properties	**8,924**	9,230
Total revenue	**33,310,510**	12,593,839

	For the six months ended 30 June 2026		
	Sales of electronic components and semiconductors	**Sales of business equipment, LED lighting and display products and provision of related ancillary services**	**Total**
	HK$'000	***HK$'000***	***HK$'000***
Geographical markets			
Hong Kong	**25,722,676**	**44,475**	**25,767,151**
Chinese Mainland	**5,375,081**	**5,013**	**5,380,094**
Taiwan	**1,465,245**	**30**	**1,465,275**
Others	**686,486**	**2,580**	**689,066**
Revenue from contracts with customers	**33,249,488**	**52,098**	**33,301,586**
Rental income from investment properties			**8,924**
Total revenue			**33,310,510**

	For the six months ended 30 June 2025		
	Sales of electronic components and semiconductors	Sales of business equipment, LED lighting and display products and provision of related ancillary services	Total
	HK$'000	*HK$'000*	*HK$'000*
Geographical markets			
Hong Kong	8,541,416	47,940	8,589,356
Chinese Mainland	3,258,349	3,032	3,261,381
Taiwan	319,850	–	319,850
Others	409,450	4,572	414,022
Revenue from contracts with customers	12,529,065	55,544	12,584,609
Rental income from investment properties			9,230
Total revenue			12,593,839

	For the six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Timing of revenue recognition		
A point in time	**33,265,909**	12,567,064
Overtime	**35,677**	17,545
Revenue from contracts with customers	**33,301,586**	12,584,609
Rental income from investment properties	**8,924**	9,230
Total revenue	**33,310,510**	12,593,839

(b) Information about major customer

Revenue from customers individually contributing over 10% of the Group's revenue is as follows:

	For the six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
Customer A	**20,214,265**	6,894,988
Customer B	**4,099,787**	N/A

3 INCOME TAX EXPENSE

	For the six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
The charge comprises:		
Hong Kong Profits Tax	**180,945**	51,605
Taiwan Corporate Income Tax	**34,950**	1,148
The People's Republic of China (the "**PRC**") Enterprise Income Tax	**1,191**	638
Deferred tax	**(167)**	(167)
	216,919	53,224

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both periods.

Corporate Income Tax in Taiwan is charged at 20% for both periods.

Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for both periods.

4 PROFIT FOR THE PERIOD/OTHER INCOME/OTHER GAINS AND LOSSES

	For the six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
(a) Profit for the period		
Profit for the period has been arrived at after charging (crediting):		
Staff costs, including directors' and chief executives remunerations		
– salaries and other benefits	**67,045**	56,143
– performance related incentive payments	**51,530**	22,347
– retirement benefits scheme contributions	**7,134**	6,960
	125,709	85,450
Depreciation of property, plant and equipment	**13,557**	13,899
Depreciation of right-of-use assets	**3,616**	3,610
Cost of inventories recognized as an expense (including allowance of inventories of HK$8,912,000 (2025: Reversal of allowance of inventories of HK$83,811,000))	**31,652,760**	12,005,890

	For the six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
(b) Other income		
Interest income on bank deposits	**28,230**	18,018
Dividend income from equity investments	**1,955**	503
Interest income on finance leases	**775**	28
Others	**4,587**	11,269
	35,547	29,818
(c) Other gains and losses, net		
Change in fair value of financial assets at FVTPL	**22,779**	1,046
Gain on disposal of financial assets at FVTPL	**11,275**	15,519
Gain on disposal of property, plant and equipment, net	**–**	169
Loss on disposal of subsidiary	**–**	(51)
Net foreign exchange (losses) gain	**(64,950)**	11,629
	(30,896)	28,312

5 DIVIDEND PAID

The final dividend of HK25.00 cents per share amounting to HK$156,459,360 for the financial year ended 31 December 2025 was approved on 19 May 2026 and paid on 10 June 2026.

6 BASIC EARNINGS PER SHARE

The calculation of the basic earnings per share for the six months ended 30 June 2026 is based on the profit for the period attributable to owners of the Company of HK$812,366,000 (2025: HK$263,523,000) and on the weighted average number of 625,837,440 (2025: 625,837,440) ordinary shares in issued during the period.

7(a) TRADE AND OTHER RECEIVABLES/TRADE RECEIVABLES AT FVTOCI

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
Trade receivables at amortised cost	**1,620,538**	911,100
Less: allowance for credit losses	**(16,885)**	(7,896)
	1,603,653	903,204
Other receivables	**198,373**	131,124
Prepayment and deposits paid	**221,702**	43,064
Total trade and other receivables	**2,023,728**	1,077,392

The Group allows credit period ranging from 30 days to 120 days to its trade customers.

An aged analysis of trade receivables by due dates (net of allowance for credit losses) is as follows:

	30 June 2026 *HK$'000*	31 December 2025 *HK$'000*
Not past due	**1,367,257**	711,271
Over due by:		
1-30 days	**145,199**	73,579
31-60 days	**39,967**	55,445
61-90 days	**22,578**	23,551
Over 90 days	**28,652**	39,358
Trade receivables	**1,603,653**	903,204
Other receivables	**420,075**	174,188
	2,023,728	1,077,392

During the period under review, the Group's five largest customers accounted for 77.4% (31 December 2025: 66.2%) of the Group's total revenue. Subsequent settlements after reporting period of the trade receivables from these major customers have been reviewed and are satisfactory requiring no provisions.

7(b) TRADE RECEIVABLES AT FVTOCI

	30 June 2026 *HK$'000*	31 December 2025 *HK$'000*
Trade receivables held for collecting contractual cash flows or factoring to banks	**6,056,602**	3,284,542

8 TRADE AND OTHER PAYABLES

An aged analysis of trade payables by due date is as follows:

	30 June 2026 *HK$'000*	31 December 2025 *HK$'000*
Not past due	**4,262,782**	2,643,158
Over due by:		
1-30 days	**317,405**	851,600
31-60 days	**119,406**	95,546
61-90 days	**77,264**	38,306
Over 90 days	**125,315**	109,843
Trade payables	**4,902,172**	3,738,453
Other payables	**810,748**	737,353
	5,712,920	4,475,806

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK40.0 cents (2025: HK15.0 cents) per share payable to the shareholders of the Company whose names appear on the register of members of the Company on 21 September 2026. The dividend warrants are expected to despatch to shareholders on or about 7 October 2026.

CLOSURE OF REGISTERS OF MEMBERS

The register of members of the Company will be closed from 17 September 2026 to 21 September 2026, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the interim dividend, all share transfers accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited of 17/F., Far East Finance Centre, 16 Harcourt Road, Hong Kong, for registration not later than 4:30 p.m. on 16 September 2026.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

Distribution of Electronic Components and Semiconductor

For the six months period ended 30 June 2026, driven by the rapid advancement of AI, memory chip and semiconductor manufacturers prioritizing robust demand of AI data center hardware caused global shortage of chips and pushed average selling prices of memory chips and most semiconductors to record highs. The Group's component team recorded sales revenue of HK$33.25 billion, increased by 165.4% from HK$12.53 billion recorded in the same period last year.

We keep focusing on our strategy to provide comprehensive portfolio of design and supply chain services to our target customers in the Greater China region by broadening our world's leading semiconductor supplier base as well as expending our geographical sales network to overseas outside the Greater China Region.

Mobile Phone

According to IDC, due to squeezed production of entry-level smartphone after component cost hikes, worldwide smartphone shipments in 2026 are expected to have annual contraction to 1.09 billion units, decrease by 13.5% from 1.25 billion units in 2025.

During the period under review, top global smartphone brands outperforming the market by implementing their smartphone premiumization driven strategy (AI capable, compact foldable design and enhanced photography experience) to achieve business growth. The Group recorded significant revenue in mobile phone segment by delivering broader range of competitive products such as larger storage DRAM and NAND flash memory chips, full screen high resolution display panels, large megapixel camera CMOS sensors, auto focus actuators, mobile payment security ICs, fingerprint, force touch, multi-function motion sensors, high-speed and wireless charging solutions to those branded handset manufacturers, design houses and camera module factories in the Greater China region.

Consumer Electronic

During the period under review, rising demand for AI PC and glasses, smart robotic vacuum cleaners, EVs and humanoid robots contributing the Group to record significant revenue in consumer electronics segment by delivering competitive system on chips, displays with high resolution and dynamic refresh rate, radio frequency modules, Bluetooth low energy solutions, larger storage memory chips, distance measurement and proximity sensors, optical couplers, frequency conversion ICs to our branded manufacturers.

Independent Design House

During the period under review, the Group's spun off subsidiary, V & V Technology Holdings Limited, together with its subsidiary, recorded significant revenue growth on providing product design solutions for consumer electronic devices such as mobile internet devices, network communication systems and smart home appliance to original brand manufacturers and original design manufacturers in the Greater China region.

Properties investment

As of 30 June 2026, the Group carried the 17 units of investment properties (31 December 2025: 17 units) for commercial and industrial uses in Hong Kong and the PRC. The aggregate carrying value of investment properties amounted to HK$495 million (31 December 2025: HK$488 million). Such investment properties altogether generated rental income of HK$8.9 million (2025: HK$9.2 million) with an annualized return of 3.6% (2025: 3.6%).

OUTLOOK

Looking forward, driven by an unprecedented surge in AI capex spending by tech giants and cloud service providers, the global semiconductor industry is experiencing its fastest revenue expansion in record. Moreover, rising demand for next generation AI smartphone, AI PCs and AI humanoid robots offers the Group's growth opportunities. However, amid the uncertainties on oil prices, inflation, interest rate and persistent geopolitical tension, particularly US-China tensions over advanced technology access and export controls, the Group will continue to maintain a prudent approach with strong focus on cash flow management and capital expenditures.

We believe we are in a much better position than before against challenges and have confidence that the Group will maintain competitive in the Greater China region by virtue of our economies of scales, solid long-term customer relations supported by our strong financial strength, localized sales and engineers, competent inventory management and other value added services. By leveraging on our over 45 years of experience, industry expertise and market recognition, we are confident to pursue a healthy and sustainable business growth and generate more returns to our shareholders.

FINANCIAL REVIEW

Results

For the six month period ended 30 June 2026, the Group delivered its strongest half-yearly results on record, the Group recorded revenue of HK$33,310,510,000, increased by 164.5% from HK$12,593,839,000 recorded in the same period last year. The Group's gross profit was HK$1,652,368,000, increased by 185.3% from HK$579,120,000 recorded in the same period last year and gross profit margin was 5.0%, compared with 4.6% recorded in the same period last year. Profit attributable to the shareholders of the Company for the period ended 30 June 2026 was HK$812,366,000 increased by 208.3% compared with HK$263,523,000 recorded in the same period last year. Basic earnings per share was HK129.8 cents (2025: HK42.11 cents).

Liquidity and Financial Resources

As of 30 June 2026, the Group's current ratio was 129% (31 December 2025: 134%). The Group's net gearing ratio was 73% (31 December 2025: net cash position), defined as the Group's net borrowings (calculated as total bank and other borrowings minus total cash and bank balances minus financial assets at fair value through profit or loss) of approximately HK$5,517,964,000 (31 December 2025: HK$2,676,538,000) over total equity of HK$3,842,072,000 (31 December 2025: HK$3,183,188,000).

The Group recorded debtors turnover of approximately 42 days for the period under review (2025: 36 days) based on the amount of trade and bills receivable as at 30 June 2026 divided by sales for the same period and multiplied by 181 days (2025: 181 days).

The Group recorded inventory turnover and average payable period of approximately 27 days and 28 days respectively for the period under review (2025: approximately 32 days and 53 days respectively) based on the amount of inventory and trade and bills payables as at 30 June 2026, divided by cost of sales for the same period and multiplied by 181 days (2025: 181 days).

During the six months period ended 30 June 2026, the Group recorded net operating cash outflow of HK$4,319,711,000 compared with net operating cash inflow of HK$1,355,057,000 in same period last year.

Foreign Exchange Risk Management

The Group has foreign currency sales and purchases, bank deposits and borrowings primary in United States dollars and Renminbi which expose the Group to foreign currency risk.

The Group will enter into foreign currency forward contracts to hedge the currency risk related to its payable denominated in foreign currencies if necessary.

Pledge of Assets

As at 30 June 2026, certain of the Group's assets (including land and building, bank deposits and factored trade receivables) with the carrying value of totaling approximately HK$1,284 million were pledged to banks to secure general banking facilities granted to the Group.

Employee and Remuneration Policy

At 30 June 2026, the Group employed approximately 500 employees in the Greater China region. The Group ensures that their employees are offered competitive remuneration packages. Other staff benefits include provident fund schemes and medical insurance. Also, discretionary bonus was granted to eligible employees based on the Group's financial results and individual performance.

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

During the period under review, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

CORPORATE GOVERNANCE

The Group has complied with the applicable code provisions in the Corporate Governance Code as contained in Appendix C1 to the Listing Rules (the "**Code**") throughout the six months ended 30 June 2026, except for the following deviations:

Under the code provision C.1.7 of the Code, provides that an issuer should arrange appropriate insurance cover in respect of legal action against its directors. With regular and timely communications among the Directors and the management of the Group, the management of the Group believes that all potential claims and legal actions against the Directors can be handled effectively, and the possibility of actual litigation against the Directors is very low. The Company will consider to make such an arrangement as and when it thinks necessary.

Under the code provision C.2.1 of the Code, the roles of chairman and chief executive officer should be separate and should not performed by the same individual. Having considered the current business operation and the size of the Group, the Board is of the view that Dr. Yim Yuk Lun, Stanley *SBS BBS JP* acting as both the Chairman and the Managing Director of the Group is acceptable and in the best interest of the Group.

Under the code provision B.2.2 of the Code, every director should be appointed for a specific term and subject to re-election. The executive directors and non-executive director have not been appointed for a specific term. However, according to the Bye-laws of the Company, one-third of the directors for the time being shall retire from office by rotation at each annual general meeting. As such, the Company considers that sufficient measures have been taken to ensure that the Company's corporate governance practices are similar to those in the Code.

As at 30 June 2026, the Company has three independent non-executive Directors in total, among whom Mr. Wong Tak Yuen, Adrian and Mr. Cheung Chi Kwan have served for more than nine years. Following review by the Nomination Committee, the Board confirms that both directors maintain independent character and judgement. The Company obtains annual written independence declarations to verify their independence status. Their lengthy tenure delivers comprehensive institutional knowledge of the Group's core operations and strengthens independent board supervision.

AUDIT COMMITTEE

The Audit Committee of the Company has reviewed with management the accounting principles and policies adopted by the Group, internal control, risk management and the unaudited interim financial statements for the six months ended 30 June 2026.

MODEL CODE

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Companies contained in Appendix C3 of the Listing Rules (the "**Model Code**") as the code of conduct regarding directors' securities transactions.

Having made specific enquiry of all Directors, the Company confirmed that all Directors have complied with the required standard set out in the Model Code throughout the six months ended 30 June 2026.

INTERIM REPORT

The 2026 Interim Report will be dispatched to shareholders and published on the website of the Stock Exchange of Hong Kong Limited (www.hkex.com.hk) and the website of the Company (www.sasdragon.com.hk) in due course.

APPRECIATION

On behalf of the Board of Directors, I would like to thank all our employees for their contribution and commitments during such complicated period. I also wish to extend my sincere gratitude to our shareholders, customers, suppliers and business partners for their long-term supports and dedication.

On behalf of the Board
S.A.S. Dragon Holdings Limited
Dr. Yim Yuk Lun, Stanley *SBS BBS JP*
Chairman and Managing Director

Hong Kong, 20 August 2026

As at the date of this announcement, the Board comprises four executive directors, namely Dr. Yim Yuk Lun, Stanley SBS BBS JP, Mr. Yim Tsz Kit, Jacky, Mr. Wong Wai Tai and Mr. Tsui Chi Wing, Eric, two non-executive directors namely Mr. Wong Sui Chuen and Ms. Yim Kei Man, Carmen and three independent non-executive directors, namely Mr. Wong Tak Yuen, Adrian, Mr. Cheung Chi Kwan and Mr. Wong Wai Kin.