

GoldenPower®

Golden Power Group Holdings Limited

金力集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code : 3919



INTERIM
2026 REPORT



FINANCIAL HIGHLIGHTS

- The Group recorded an unaudited revenue of approximately HK\$138.26 million for the six months ended 30 June 2026 (six months ended 30 June 2025: approximately HK\$159.20 million), representing a decrease of approximately 13.15% over the same period in 2025.
- The unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2026 was approximately HK\$9.96 million, as compared to an unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2025 of approximately HK\$3.16 million. The loss for the Period is attributable to the decrease in (i) revenue; (ii) the reduction in export tax rebate; (iii) strong Renminbi against Hong Kong dollar; and (iv) increase in depreciation and amortisation expenses.
- The gross profit margin decreased by approximately 2.16 percentage points from approximately 19.60% for the six months ended 30 June 2025 to approximately 17.44% for the Period. The decrease in gross profit margin was due to the changes of PRC export tax rebate policy and increase in production costs as a result of the increase in the depreciation and amortisation expenses and the appreciation of Renminbi against Hong Kong dollar during the Period.
- The basic loss per share for the six months ended 30 June 2026 was HK(29.34) cents (six months ended 30 June 2025: basic loss per share of HK(11.37) cents).
- The Board resolved not to declare an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

INTERIM RESULTS

The board (the “**Board**”) of directors (the “**Director(s)**”) of Golden Power Group Holdings Limited (the “**Company**”) hereby presents the unaudited condensed consolidated interim results (the “**Results**”) of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 June 2026 (the “**Period**”) together with the corresponding comparative figures of the six months ended 30 June 2025 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	
	Notes	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Revenue	5	138,256	159,200
Cost of sales		(114,147)	(127,992)
Gross profit		24,109	31,208
Other revenue		1,437	3,352
Other gains (losses) — net		2,924	3,724
Selling expenses		(8,456)	(9,607)
General and administrative expenses		(28,282)	(26,958)
Finance costs		(2,938)	(5,365)
Share of loss of a joint venture		(447)	—
Loss before income tax	6	(11,653)	(3,646)
Income tax credit	7	1,639	391
Loss for the period		(10,014)	(3,255)

		For the six months ended 30 June	
	Note	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Loss for the period		(10,014)	(3,255)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of financial statements of foreign operations		3,121	1,866
Other comprehensive income for the period, net of tax		3,121	1,866
Total comprehensive loss for the period		(6,893)	(1,389)
Loss for the period attributable to:			
Equity shareholders of the Company		(9,957)	(3,155)
Non-controlling interests		(57)	(100)
		(10,014)	(3,255)
Total comprehensive loss for the period attributable to:			
Equity shareholders of the Company		(6,836)	(1,289)
Non-controlling interests		(57)	(100)
		(6,893)	(1,389)
Loss per Share (HK cents)	8		
— Basic		29.34	11.37
— Diluted		N/A	N/A

Condensed Consolidated Statement of Financial Position

As at 30 June 2026

	Notes	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Non-current assets			
Property, plant and equipment	10	362,437	351,895
Investment properties		84,100	84,100
Intangible assets		32,774	33,413
Prepaid land lease payments		3,341	3,324
Right-of-use assets		6,621	1,363
Interest in a joint venture		23,120	22,729
Deposits paid for acquisition of property, plant and equipment		25,290	21,446
Pledged deposit		1,000	1,000
Deferred tax assets		12,542	10,027
		551,225	529,297
Current assets			
Inventories		37,170	56,605
Trade and bill receivables	11	64,525	50,986
Deposits, prepayments and other receivables		38,424	35,218
Income tax recoverable		—	143
Pledged time deposit		5,229	5,207
Cash and bank balances		11,019	15,498
		156,367	163,657
Current liabilities			
Bank overdraft, secured		1,819	—
Trade payables	12	161,787	157,042
Other payables and accruals		28,687	19,353
Contract liabilities		2,485	2,543
Bank and other borrowings		156,733	163,157
Lease liabilities		2,632	913
Income tax payable		25	100
		354,168	343,108
Net current liabilities		(197,801)	(179,451)



	Note	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Total assets less current liabilities		353,424	349,846
Non-current liabilities			
Bank and other borrowings		49,835	50,637
Lease liabilities		3,984	414
Deferred tax liabilities		4,207	4,172
		58,026	55,223
Net assets		295,398	294,623
Capital and reserves			
Share capital	14	7,776	6,480
Reserves		287,579	288,043
Total equity attributable to equity shareholders of the Company		295,355	294,523
Non-controlling interests		43	100
Total equity		295,398	294,623

Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2026

	For the six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Net cash generated from/(used in) operating activities	638	(6,021)
Net cash used in investing activities	(12,829)	(7,741)
Net cash generated from/(used in) financing activities	2,772	(2,115)
Net decrease in cash and cash equivalents	(9,419)	(15,877)
Cash and cash equivalents as at the beginning of the period	15,498	27,364
Effect of foreign exchange rate changes	3,121	1,866
Cash and cash equivalents as at the end of the period	9,200	13,353
Cash and cash equivalents as at the end of the period comprise:		
Cash and bank balances	11,019	13,353
Bank overdraft, secured	(1,819)	—
	9,200	13,353

Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2026

	Attributable to equity shareholders of the Company							Non-controlling interests	Total equity
	Share capital HK\$'000	Share premium HK\$'000	Statutory reserve HK\$'000	Exchange reserve HK\$'000	Capital reserve HK\$'000	Property revaluation reserve HK\$'000	Retained profits HK\$'000	Subtotal HK\$'000	
At 1 January 2025 (audited)	5,400	141,253	5,914	(6,058)	29,819	51,697	58,524	286,549	300
Loss for the period	—	—	—	—	—	—	(3,155)	(3,155)	(100)
Exchange differences arising on translation of financial statements of foreign operations	—	—	—	1,866	—	—	—	1,866	—
Total comprehensive (loss) for the period	—	—	—	1,866	—	—	(3,155)	(1,289)	(100)
Issue of shares (Note 14)	1,080	3,655	—	—	—	—	—	4,735	—
At 30 June 2025 (unaudited)	6,480	144,908	5,914	(4,192)	29,819	51,697	55,369	289,995	200
At 1 January 2026 (audited)	6,480	144,906	5,914	(3,143)	29,819	51,697	58,850	294,523	100
Loss for the period	—	—	—	—	—	—	(9,957)	(9,957)	(57)
Exchange differences arising on translation of financial statements of foreign operations	—	—	—	3,121	—	—	—	3,121	—
Total comprehensive (loss) for the period	—	—	—	3,121	—	—	(9,957)	(6,836)	(57)
Issue of shares (Note 14)	1,296	6,372	—	—	—	—	—	7,668	—
At 30 June 2026 (unaudited)	7,776	151,278	5,914	(22)	29,819	51,697	48,893	295,355	43



NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. General

The Company was incorporated in the Cayman Islands on 7 June 2012 as an exempted company with limited liability under the Companies Law (as revised) of the Cayman Islands. The registered office of the Company is located at Windward 3, Regatta Office Park, P.O. Box 1350, Grand Cayman KY1-1108, Cayman Islands. The headquarters and principal place of business of the Company in Hong Kong are located at Flat C, 20/F, Block 1, Tai Ping Industrial Centre, 57 Ting Kok Road, Tai Po, New Territories, Hong Kong. The shares in the share capital of the Company (the “**Share(s)**”) had been listed and traded on the GEM of the Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) since 5 June 2015 (the “**Listing Date**”) and were successfully transferred to the Main Board of the Stock Exchange (the “**Transfer of Listing**”) on 10 November 2017.

The Group is principally engaged in the manufacture and sale of a broad range of batteries for various electronic devices to the People’s Republic of China (the “**PRC**” or “**China**”), Hong Kong and international markets under both its own brand “Golden Power” and the brands of its private label and OEM customers. The products are mainly categorised into two segments, namely (i) disposable batteries; and (ii) rechargeable batteries and other battery-related products. The disposable batteries are categorised into two sub-segments, namely (i) cylindrical batteries; and (ii) micro-button cells. Other battery-related products include battery chargers, battery power packs and electric fans.

The Group manufactures and sells different battery models in different sizes which can be applied to a wide range of electronic devices, such as battery-operated toys, watches and clocks, remote controls, alarms, healthcare products and calculators. With the policies and regulations in the European Union and the PRC, the trend in the global battery market evolving towards hazardous substance-free batteries has continued. The Group has therefore developed hazardous substance-free batteries under the Group’s “ecototal” series which are mercury-free, cadmium-free and lead-free.

2. Basis of preparation of financial statements

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

The Interim Financial Statements should be read in conjunction with the 2025 annual financial statements. The accounting policies and methods of computation used in the preparation of the Interim Financial Statements are consistent with those used in the annual financial statements for the year ended 31 December 2025, except for the adoption of the new and revised HKFRS Accounting Standards (which include Hong Kong Financial Reporting Standards (“**HKFRSs**”), Hong Kong Accounting Standards (“**HKASs**”) and Interpretations) issued by the HKICPA that are initially adopted for the current periods financial statements.

- (1) The Group has initially adopted the following revised HKFRS Accounting Standards for the financial period beginning on or after 1 January 2026:

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 adoption of the amendments to HKFRS Accounting Standards did not have any significant financial impacts on the Interim Financial Statements.

- (2) The HKICPA has issued certain new and revised HKFRS Accounting Standards. For those which are not yet effective and have not been early adopted in prior and current accounting periods, the Group is in the process of assessing their impact on the Group’s results and financial position.

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- (b) When preparing the Results, the Group's ability to continue as a going concern has been assessed. These Interim Financial Statements have been prepared by the Directors on a going concern basis notwithstanding that the Group incurred a net loss of approximately HK\$10.0 million for the six months ended 30 June 2026 and at that date, the Group had net current liabilities of HK\$197.80 million. The Results have been prepared on a going concern basis due to the reasons that (i) as at 30 June 2026, the Group had unutilised banking facilities of HK\$15.21 million; (ii) subsequent to the end of the reporting period, the Group has successfully rolled over the bank borrowings with an aggregate principal amount of approximately HK\$41.61 million maturing on or before the date when the Interim Financial Statements are authorised for issuance; (iii) Bank and other borrowings with carrying amount of approximately HK\$8.87 million as at 30 June 2026 that are repayable more than one year after the end of the reporting period pursuant to the repayment schedule included in the loan agreements, with a repayment on demand clause, have been classified as current liabilities as at 30 June 2026 in accordance with Hong Kong Interpretation 5 Presentation of Financial Statements — Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause ("**HK-Int 5**"). Taking into account the Group's financial position and the security provided to the banks, the Directors believe that they will not exercise their discretionary rights to demand immediate repayment. The Directors believe that the bank loans will be repaid in accordance with the scheduled repayment dates set out in the loan agreements; (iv) for the borrowings which will be maturing within one year, the Group will actively negotiate with the banks before they fall due to secure their renewals so as to ensure the Group will have necessary funds to meet the Group's working capital and financial requirements in the future. The Directors do not expect to experience significant difficulties in renewing these borrowings upon their maturities and there is no indication that its bankers will not renew the existing facilities upon the Group's request. The Directors have evaluated the relevant facts available to them and are of the opinion that the Group would be able to renew such borrowings upon maturities; (v) given the Group maintained strong business relationship with its bankers and based on past experiences, the Directors expect that the Group is able to renew all the banking facilities when they expire; and (vi) the Group, from time to time, reviews the portfolio of investment properties and may adjust the investment strategies in order to enhance the cash flow position of the Group whenever it is necessary.

After taking into consideration of the above factors and funds expected to be generated internally from operations based on the Directors' estimation on the future cash flows of the Group, the Directors are satisfied that the Group will have sufficient financial resources to meet its financial obligations as they fall due in the foreseeable future and consider that it is appropriate for the Results to be prepared on a going concern basis because there is no material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

Should the Group be unable to continue in business as a going concern, adjustments would have to be made to restate the value of assets to their recoverable amounts, to reclassify non-current assets and non-current liabilities as current assets and current liabilities respectively and to provide for any further liabilities which might arise.

3. Critical accounting estimates and judgement

In preparing the Interim Financial Statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2025.

4. Segment information

For the purposes of assessing segment performance and allocating resources, the Group's senior executive management monitors the results attributable to each reportable segment. Revenue and expenses are allocated to the reportable segments with reference to sales generated by the respective segments and the expenses incurred by the respective segments or which otherwise arise from the depreciation or amortisation of assets attributable to the respective segments. The measure used for reporting segment result is gross profit. A measurement of segment assets and liabilities is not provided regularly to the Group's senior executive management and accordingly, no segment assets and liabilities information is presented.

For the six months ended 30 June 2026 (unaudited)	Cylindrical batteries HK\$'000	Micro-button cells HK\$'000	Rechargeable batteries and other battery- related products HK\$'000	Total HK\$'000
Segment revenue	90,240	46,424	1,592	138,256
Segment results	4,865	18,636	608	24,109
Unallocated other revenue				1,437
Unallocated other gains — net				2,924
Unallocated corporate expenses				(36,738)
Finance costs				(2,938)
Share of loss of a joint venture				(447)
Loss before income tax				(11,653)
Income tax credit				1,639
Loss for the period				(10,014)

For the six months ended 30 June 2025 (unaudited)	Cylindrical batteries <i>HK\$'000</i>	Micro-button cells <i>HK\$'000</i>	Rechargeable batteries and other battery- related products <i>HK\$'000</i>	Total <i>HK\$'000</i>
Segment revenue	111,144	46,490	1,566	159,200
Segment results	11,273	19,215	720	31,208
Unallocated other revenue				3,352
Unallocated other gains — net				3,724
Unallocated corporate expenses				(36,565)
Finance costs				(5,365)
Loss before income tax				(3,646)
Income tax credit				391
Loss for the period				(3,255)

5. Revenue

Geographical information

	For the six months ended 30 June	
	2026 <i>HK\$'000</i> (unaudited)	2025 <i>HK\$'000</i> (unaudited)
Hong Kong	17,230	13,954
Asia (except the PRC and Hong Kong)	19,919	29,383
Australia	628	4,464
The PRC	49,107	46,850
Europe (except Eastern Europe)	11,202	31,305
Eastern Europe	22,760	9,879
Middle East	1,858	321
North America	11,191	21,167
South America	4,361	1,864
Africa	—	13
	138,256	159,200

6. Loss before income tax

	For the six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Loss before income tax is arrived at after charging:		
Finance costs		
Bank loans interest	1,657	3,772
Interest on import loans	1,197	1,445
Interest on lease liabilities	76	80
Bank overdraft interest	8	68
Total interest expenses	2,938	5,365
Other items		
Depreciation of property, plant and equipment	8,784	7,325
Depreciation of right-of-use assets	988	1,650
Cost of inventories recognised as expenses	114,147	127,992

7. Income tax credit

	For the six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Current tax — Hong Kong profits tax		
Provision for the period	—	850
Over-provision in previous year	(75)	—
	(75)	850
Current tax — PRC enterprise income tax ("EIT")		
Provision for the period	—	292
	(75)	1,142
Deferred taxation	(1,564)	(1,533)
Income tax credit	(1,639)	(391)

Pursuant to Hong Kong and PRC rules and regulations, the Group entities incorporated in Hong Kong and the PRC are subject to Hong Kong profits tax at 16.5% and Enterprise Income Tax (“EIT”) at 25% on the estimated assessable profits respectively except for one Hong Kong subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rate regime and all PRC subsidiaries of the Group are subject to a preferential tax rate as mentioned below.

For the aforesaid Hong Kong subsidiary, the first HK\$2 million of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong profits tax for this subsidiary was calculated at the same basis in prior period.

Pursuant to the approval document issued by the Ministry of Science and Technology of Guangdong Province on 28 December 2023, Goldtium (Jiangmen) Energy Products Company Limited (“**Goldtium Jiangmen**”) was recognised as a High and New Technology Enterprise and was entitled to a preferential EIT rate at 15% for three years commencing from the date of issuance.

Pursuant to the approval document issued by the Ministry of Science and Technology of Guangdong Province on 19 November 2024, Dongguan Victory Battery Industries Company Limited (“**Dongguan Victory**”) was recognised as a High and New Technology Enterprise and was entitled to a preferential EIT rate at 15% for three years commencing from the date of issuance.

8. Loss per Share

The calculation of the basic loss per Share attributable to the equity shareholders of the Company is based on the following data:

	For the six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Loss for the period attributable to equity shareholders of the Company	(9,957)	(3,155)
	'000	'000
Weighted average number of Shares for the purpose of calculating basic loss per Share	33,939	27,746

Diluted loss per Share has not been disclosed as no dilutive potential equity shares has been in existence for the six months ended 30 June 2026 and 2025, respectively.

The weighted average number of Shares for the six months ended 30 June 2026, used in the calculation of basic loss per Share, has been adjusted to reflect the effects of the issue of shares (as defined in Note 14).

9. Dividends

The Board resolved not to declare any interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

10. Property, plant and equipment

During the six months ended 30 June 2026, the Group acquired plant and machinery of approximately HK\$0.29 million (six months ended 30 June 2025: approximately HK\$2.09 million). The acquisition of plant and machinery can expand production capacity and improve production efficiency.

11. Trade and bill receivables

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

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Trade and bill receivables		
0–30 days	35,193	35,052
31–60 days	10,691	8,543
61–90 days	3,943	3,672
91–120 days	5,984	990
Over 120 days	8,714	2,729
Total	64,525	50,986

The Group normally allows credit terms to well-established customers ranging from 30 to 120 days. The Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by the Directors of the Group.

The Group measures loss allowances for trade receivables at an amount equal to lifetime ECLs prescribed by HKFRS 9, which is calculated using a provision matrix based on shared credit risk characteristics with reference to repayment histories and current past due exposure for customers taking into consideration forward-looking information that is reasonable and supportable available without undue cost or effort. As the Group's historical credit loss experience does not indicate significantly different loss patterns for different customer segments, the loss allowance based on past due status is not further distinguished between the Group's different customer bases. The Group assesses the trade receivables that are individually significant separately. The Group makes periodic assessments on the recoverability of those individually significant trade receivables based on the background and reputation of the customers, historical settlement records and past experience.

In view of the history of business dealings with the debtors, the sound collection history of the receivables due from them and the insurance policy, management believes that there is no material credit risk inherent in the Group's outstanding receivable balance due from these debtors. The Directors consider the Group's credit risk of these receivables to be low.

12. Trade payables

An ageing analysis of trade payables, based on the date of receipt of goods purchased, is as follows:

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Trade payables		
0–30 days	25,229	24,546
31–90 days	24,063	49,498
91–180 days	33,245	43,635
Over 180 days	79,250	39,363
Total	161,787	157,042

13. Related party transactions

The Group had the following material transactions and balances with related parties during the relevant periods:

Remuneration for the key management personnel, including amounts paid to the Directors and certain of the highest paid employees, are as follows:

	For the six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Salaries, allowances and other benefits in kind	7,807	6,737
Discretionary bonuses	1,144	987
Contributions to defined contribution plans	72	66
	9,023	7,790

14. Share capital

On 6 May 2026, the Company announced that it proposed to raise approximately HK\$7.76 million, before expenses, by issuing 6,480,000 subscription shares (the “**Subscription Shares**”) under general mandate at the subscription price of HK\$1.20 per Subscription Share to an investor who was an independent third party (the “**Subscription**”).

Completion of the Subscription took place on 19 May 2026, where an aggregate of 6,480,000 Subscription Shares, representing approximately 16.67% of the issued share capital of the Company (as enlarged by the allotment and issue of the Subscription Shares), were issued. The aggregate nominal amount of the Subscription Shares is HK\$1,296,000.

For more details of the Subscription Shares, please refer to the Company’s announcement dated 6 May 2026 and 19 May 2026 in relation to the completion of the Subscription Shares.

Other than the Subscription Shares, there was no change in the share capital of the Company during the Period.



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS OVERVIEW

The revenue of sales of batteries for the Period has decreased by approximately HK\$20.94 million as compared to the same period in 2025, representing a decrease of approximately 13.15%. The decrease in sales was mainly attributable to global geopolitical hostilities and economic slowdown, resulting in inflation and supply chain disruptions that weakened consumer demand. Customers adopted a prudent inventory policy following the Group's price increases during the Period to compensate for the rising production costs.

The Group recorded a gross profit for the Period of approximately HK\$24.11 million (2025: approximately HK\$31.21 million), representing a decrease of approximately HK\$7.10 million or 22.75% as compared to the same period in 2025. The gross profit margin decreased by approximately 2.16 percentage points from approximately 19.60% for the six months ended 30 June 2025 to approximately 17.44% for the Period. The decrease in gross profit margin was due to (i) the changes of PRC export tax rebate policy; (ii) an increase in manufacturing costs as a result of strong Renminbi ("**RMB**") against Hong Kong dollar ("**HKD**") during the Period; and (iii) the increase in the depreciation and amortisation expenses as compared to the Previous Period.

The unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2026 was approximately HK\$9.96 million, as compared to an unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2025 of approximately HK\$3.16 million. The loss attributable to the equity shareholders increased during the Period was mainly due to (i) temporary market headwinds, including weakened customer demand amid global economic uncertainties and prudent inventory management by customers; (ii) the reduction in export tax rebate; (iii) strong Renminbi against Hong Kong dollar; and (iv) increase in depreciation and amortisation expenses. Despite these challenges, the Group remained committed to enhancing operational efficiency, optimising its product mix and implementing appropriate pricing strategies, which are expected to support its long-term development and profitability.

During the Period, the Group continued to achieve encouraging growth in its specialties batteries business. In response to evolving market demands and emerging industry trends, the Group has been actively expanding the application scenarios of specialty battery products beyond traditional uses. By broadening product application portfolio, the Group aims to diversify its revenue streams, enhance market competitiveness and capture new growth opportunities in high-value-added sectors.



FINANCIAL REVIEW

Revenue

Revenue for the Period was approximately HK\$138.26 million (six months ended 30 June 2025: approximately HK\$159.20 million), representing an decrease of approximately 13.15% as compared to the same period in 2025. The revenue decrease mainly resulted from the fact that customers remained cautious in placing orders due to the Group's price increases and the uncertainties arising from disruptions in international shipping schedules, which caused a decrease of sales in the European (except Eastern European), Asian and North American markets. However, the Company considers that the customers would gradually adjusted to the new prices of the Group.

Gross Profit

The Group recorded a gross profit of approximately HK\$24.11 million for the Period (six months ended 30 June 2025: approximately HK\$31.21 million), representing a decrease of approximately 22.75%. The decrease in gross profit for the Period was mainly due to the decrease in revenue. The gross profit margin decreased by approximately 2.16 percentage points from approximately 19.60% for the six months ended 30 June 2025 to approximately 17.44% for the Period. The decrease in gross profit margin was due to (i) the changes of PRC export tax rebate policy; (ii) increase in production costs as a result of the increase in the depreciation and amortisation expenses; and (iii) the appreciation of RMB against HKD during the Period.

Expenses

During the Period, the selling expenses of the Group has decreased by 11.98% to approximately HK\$8.46 million, as compared to approximately HK\$9.61 million for the corresponding period in 2025, which is in line with the decrease in revenue. The Group's general and administrative expenses has increased by approximately HK\$1.32 million to approximately HK\$28.28 million during the Period, as compared to approximately HK\$26.96 million for the same period in 2025. The increase in general and administrative expenses was mainly due to the increase in staff salaries and professional expenses during the Period.

Loss attributable to equity shareholders of the Company

The unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2026 was approximately HK\$9.96 million, as compared to an unaudited loss attributable to the equity shareholders of the Company for the six months ended 30 June 2025 of approximately HK\$3.16 million. The loss for the Period is attributable to (i) decrease in revenue as a result of customers to adopt a more cautious procurement and inventory management approach (ii) the reduction in export tax rebate; (iii) strong Renminbi against Hong Kong dollar; and (iv) increase in depreciation and amortisation expenses.

LIQUIDITY AND FINANCIAL RESOURCES

The Group operates a conservative set of treasury policies to ensure that no unnecessary risks are taken with the Group's assets. Save as the foreign currency contracts as disclosed in the paragraph headed "Foreign Currency Risk" in this report, no investment in financial instruments other than cash or bank deposits was used during the Period.

The bank and other borrowings are repayable as follows:

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Within 1 year		
— Short-term loans	135,108	141,973
— Current portion of long-term loans	21,625	21,184
	156,733	163,157
Over 1 year but within 2 years	45,039	8,933
Over 2 years but within 5 years	4,796	41,704
Over 5 years	—	—
	206,568	213,794



As at 30 June 2026, the Group had borrowings of approximately HK\$206.57 million (as at 31 December 2025: approximately HK\$213.79 million). The borrowings were principally denominated in HKD and RMB and at floating interest rates mainly with reference to the Hong Kong Interbank Offered Rate (HIBOR) and PRC loan prime rate (LPR), respectively. The debt ratio, calculated as total liabilities over total assets, of the Group as at 30 June 2026 was approximately 0.58 (as at 31 December 2025: approximately 0.57). The utilisation rate of the borrowings of the Group was approximately 93.20% of the total banking facilities available as at 30 June 2026.

As at 30 June 2026, the Group had cash and cash equivalents (the “**Liquidity Resources**”) of approximately HK\$11.02 million (as at 31 December 2025: approximately HK\$15.50 million) which were mainly denominated in HKD and RMB.

The Directors believe that the utilisation rate of the banking facilities has been maintained at a reasonable level and the existing level of borrowings is at a safe level in support the Group’s operating needs.

Save as disclosed in this report, the Group had no material capital expenditure commitments as at 30 June 2026.

CAPITAL STRUCTURE

During the Period, the Company issued 6,480,000 new Shares under general mandate to an independent investor (the “**Subscription**”), which was completed on 19 May 2026 by way of Subscription, other than the Subscription, there was no change in the capital structure of the Company. The capital structure of the Group consists of bank and other borrowings, net of bank balances and cash and equity attributable to shareholders of the Company comprising issued share capital and reserves. The issued share capital of the Company comprises Shares only. Total equity of the Company amounted to approximately HK\$295.40 million as at 30 June 2026 (as at 31 December 2025: approximately HK\$294.62 million). During the Period, the Company held no treasury shares and did not sell any treasury Shares. For details of changes in the share capital of the Company during the Period, please refer to Note 14 to the Unaudited Condensed Consolidated Financial Statements in this report.



GEARING RATIO

The Group expresses its gearing ratio as a percentage of total debts divided by total equity. As at 30 June 2026, the Group's gearing ratio was approximately 0.82 (as at 31 December 2025: approximately 0.80).

CHARGES ON ASSETS

The Group's bank borrowing facilities were secured mainly by the Group's certain property, plant and machinery, all investment properties, all prepaid land lease payments, pledged deposit and pledged time deposit with carrying value of approximately HK\$111.93 million as at 30 June 2026 (as at 31 December 2025: approximately HK\$126.37 million).

CONTINGENT LIABILITIES

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

SIGNIFICANT INVESTMENTS HELD

As at 30 June 2026, the Group had the following significant investments: (i) the investment in two investment properties located at Flat B ("**Flat 20B**") and Flat D ("**Flat 20D**") of 20/F., Block 1, Tai Ping Industrial Centre, No. 57 Ting Kok Road, Tai Po, New Territories, which are held by Golden Power Properties Limited (an indirect wholly-owned subsidiary of the Company) for leasing purpose; and (ii) Shop 29, Ground Floor of Fortune Plaza, No. 4 On Chee Road, Tai Po, New Territories, Hong Kong (the "**Fortune Plaza Shop**"), which is held by China Scene Limited (an indirect wholly-owned subsidiary of the Company) (collectively, the "**Investment Properties**"). As at 30 June 2026, each of Flat 20D and Fortune Plaza Shop had leased out to an independent third party, respectively, and Flat 20B was open to let.



As at 30 June 2026, the value of the Investment Properties is approximately HK\$84.10 million and the relative size of the Investment Properties to the total assets of the Group as at 30 June 2026 was approximately 11.89% and the rental income generated from Investment Properties was HK\$0.89 million during the Period. The Group had engaged properties agents to look for suitable tenants for the Investment Properties which are open to let. The investment strategy of the Company in respect of the Investment Properties is that the Company aims to broaden the Company's fixed asset base with a positive and stable returns in the long-run, which can diversify the source of income of the Company and generate healthy income streams into the Group. Other than those disclosed above, the Group did not hold any significant investment as at 30 June 2026.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisitions and disposals of subsidiaries, associates or joint ventures during the Period.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as disclosed in this report, the Group did not have any plans for material investments or capital assets as at 30 June 2026.

EMPLOYEES AND REMUNERATION POLICIES

The Directors believe that the quality of the employees is an important factor in sustaining the Group's growth and improving its profitability. The Group's remuneration package is structured with reference to the individual performance, working experience and prevailing salary levels in the market. In addition to basic salaries and mandatory provident fund, staff benefits include medical coverage scheme and the options which may be granted under the Share Option Scheme adopted by the Company. The Group also arranges induction and on-the-job trainings to employees from time to time.



As at 30 June 2026, the Group had a total of 381 employees (as at 30 June 2025: 400 employees). The Group's staff costs, including Directors' emoluments, amounted to approximately HK\$23.09 million during the Period (six months ended 30 June 2025: approximately HK\$23.04 million).

PRINCIPAL RISKS AND UNCERTAINTIES

The followings are some principal risks and uncertainties faced by the Group, which may materially adversely affect its business, financial condition or results of operations:

- (i) Changes in the PRC local and export tax policies may result in higher manufacturing costs, which may cause the Group to increase its prices. Customers may need additional time to fully absorb the impact of such price increases, which may cause negative impact to the financial results of the Group;
- (ii) The potential increase in logistic costs and uncertainty on shipping schedule resulted from the global geopolitical hostilities and economic uncertainties;
- (iii) The Group has no long-term sales contracts with most of the major customers. If the business relationships with the major customers deteriorates or if any of the major customers reduces substantially its purchases from the Group or terminates its business relationship with the Group entirely, the business, results of operations and financial condition may be adversely affected;
- (iv) The demand for disposable batteries in general and alkaline cylindrical batteries depends on the need for such disposable batteries to operate various electronic devices, the demand for which is in turn affected by technological advances and consumer preferences. Furthermore, technological advances and increasing environmental awareness may cause consumer demand to shift from alkaline cylindrical batteries to other disposable batteries, from disposable batteries to rechargeable batteries as a substitute or even to other forms of electronic products or energy which do not require the use of batteries;

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- (v) The Group's revenue was denominated in RMB, HKD and US Dollar and the cost of sales was primarily denominated in RMB and the remaining denominated in HKD, US Dollar and Japanese Yen. The value of RMB against HKD and other currencies may fluctuate and is affected by, among other things, changes in political and economic conditions in the PRC;
 - (vi) The Group's business is subject to seasonality, so that the first quarter of a year may record relatively lower revenue. In particular, the revenue generated during the month of Chinese New Year may be significantly lower than the average revenue generated during a year; and
 - (vii) The Group manufactures some of the products on a made-to-stock basis (that is the Group manufactures before the customers place orders with it) with reference to the sales forecast prepared in light of the customers' historical buying pattern, particularly batteries to be sold to the customers under the Group's branded business which adopt its original design and specifications. If the sales forecast turns out to be inaccurate and the customers do not place orders with the Group in the volumes as expected, the products produced may not be absorbed by other customers, and the Group's business, results of operations and financial condition may be adversely affected.

For more details about the general risks and uncertainties in relation to the Group, please refer to the Prospectus of the Company dated 29 May 2015.

FOREIGN CURRENCY RISK

The reporting currencies of the Group is HKD.

The Group has transactional currency exposures. Such exposures arise from the business operations in the PRC which have their principal functional currency denominated in RMB. As at 30 June 2026, the Group had an exchange rate exposure to foreign currency risk as most of its business transactions, assets and liabilities were principally denominated in the functional currencies, i.e. RMB and HKD, while the Group's revenue from overseas sales were mainly denominated in US Dollar.



The Group ensures that the net exposure is kept to an acceptable level, by buying or selling foreign currencies at spot rate or entering into appropriate forward contracts when necessary. To control the foreign exchange risk to an acceptable level, the Group ensures that it would be able to obtain sufficient amount of RMB at acceptable exchange rates for meeting payment obligations arising from business operations in terms of RMB against other foreign currencies. During the Period, to hedge against the risk of future volatility in the exchange rate of Japanese Yen against the HKD and RMB against the US Dollar, the Group had entered into forward contracts with value of approximately JPY60 million and RMB10 million for hedging purpose against payments which will be due during the year in Japanese Yen and RMB.

SUBSCRIPTION OF SHARES

On 6 May 2026, the Company announced that it proposed to raise approximately HK\$7.76 million by way of Subscription, before expenses, by issuing 6,480,000 Subscription Shares (the “**Subscription Share(s)**”) under general mandate at the subscription price of HK\$1.20 per Subscription Share to the Subscriber, Mr. Ko Kin Hang, who was an independent third party of the Company and its connected person before the completion of the Subscription. The completion of the Subscription Shares took place on 19 May 2026, where an aggregate of 6,480,000 Subscription Shares, representing approximately 16.67% of the issued share capital of the Company (as enlarged by the allotment and issue of the Subscription Shares), were issued. Upon completion of the Subscription, the number of issued share capital of the Company increased to 38,880,000 Shares. The aggregate nominal amount of the Subscription Shares is HK\$1,296,000 of nominal value of HK\$0.2 per Share.

The subscription price of the new share of HK\$1.20 per shares (the “**Subscription Price**”) represents (i) a discount of approximately 14.29% to the closing price of HK\$1.40 per Share as quoted on the Stock Exchange on 6 May 2026, being the date of the subscription agreement; and (ii) a discount of approximately 14.65% to the average closing price per Share of HK\$1.406 as quoted on the Stock Exchange for the last five consecutive trading days immediately preceding the date of the subscription agreement (adjusted for the effect of the Share Consolidation). The reasons for the Subscription Shares were to raise funds for (i) developing and expanding the application of newly developed technologies and patents for specialties batteries used in healthcare and medical devices, and developing and enhancing artificial intelligence production facilities and equipment for specialties batteries; (ii) repayment of bank loan; and (iii) general working capital. For details of the Subscription, please refer to the announcements of the Company dated 6 May 2026 (the “**Announcement**”) and 19 May 2026.

USE OF PROCEEDS FROM THE SUBSCRIPTION

The gross proceeds from the Subscription were approximately HK\$7.76 million and the net proceeds from the Subscription Shares, after deducting the relevant expenses, were approximately HK\$7.67 million.

From the completion of the Subscription to 30 June 2026, the net proceeds from the Subscription Shares of the Company had been applied as follows:

	Planned use of proceeds as stated in the Announcement	Actual use of proceeds up to 30 June 2026	Remaining balance of the net proceeds as at 30 June 2026	Intended timeline for the use of the proceeds
Developing and expanding specialties batteries business	3.1	0.8	2.3	December 2027
Repayment of bank loan	3.1	3.1	—	—
General working capital	1.5	1.5	—	—
	7.7	5.4	2.3	

The unutilised portion of the net proceeds from the Subscription is placed as bank deposit and will be applied in accordance with the disclosure in the Announcement as at 30 June 2026.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

Interests in the Company

As at 30 June 2026, the interests or short positions of the Directors or the chief executive of the Company in the Shares, underlying Shares or debentures of the Company (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "SFO")) (i) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered into the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the standard of dealings by the Directors as referred to in the Listing Rules, were as follows:

Long positions in the Shares

Name	Nature of interest	Total number of Shares held (long position)	Approximate percentage of shareholding
Chu King Tien (Chairman and Executive Director)	Interest in a controlled corporation (Note 1)	13,657,500 Shares	35.13%
Chu Shuk Ching (Executive Director and Chief Executive Officer)	Interest in a controlled corporation (Note 2) Beneficial owner	1,600,000 Shares 228,000 Shares	4.12% 0.59%

Notes:

1. These Shares are held by Golden Villa Ltd., which is wholly-owned by Mr. Chu King Tien. By virtue of the SFO, Mr. Chu King Tien is deemed to be interested in all the Shares held by Golden Villa Ltd.
2. These Shares are held by Triumph Treasure Holdings Limited ("**Triumph Treasure**"), which is wholly-owned by Ms. Chu Shuk Ching. By virtue of the SFO, Ms. Chu Shuk Ching is deemed to be interested in all the Shares held by Triumph Treasure.

Interests in associated corporations of the Company

As at 30 June 2026, the Directors were not aware of any interest or short positions of the Directors or chief executive of the Company in the shares, underlying shares or debentures of the Company's associated corporations (within the meaning of Part XV of the SFO) (i) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered into the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the standard of dealings by the Directors as referred to in the Listing Rules.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSONS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

So far as the Directors are aware, as at 30 June 2026, the following persons (other than the Directors and chief executive of the Company) had or deemed or taken to have an interest and/or short position in the Shares, the underlying Shares or debentures of the Company which were required to be recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO, or which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO.

Long positions in the Shares

Name	Nature of interest	Total number of Shares held (long position)	Approximate percentage of shareholding
Golden Villa Ltd.	Beneficial owner	13,657,500 Shares	35.13%
Ms. Mo Yuk Ling	Interest of spouse (Note)	13,657,500 Shares	35.13%
Zhu Weijiang	Beneficial owner	5,400,000 Shares	13.89%

Note:

Ms. Mo Yuk Ling is the spouse of Mr. Chu King Tien. Under the SFO, Ms. Mo Yuk Ling is deemed to be interested in the same number of shares in which Mr. Chu King Tien is interested.



Save as disclosed above, as at 30 June 2026, the Directors were not aware of any other persons who had or deemed or taken to have any interests or short positions in the Shares, underlying Shares or debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register of interests required to be kept by the Company under Section 336 of the SFO.

SUBSEQUENT EVENT

On 6 August 2026, the Company entered into the subscription agreement with Mr. Ko Kin Hang, an independent third party of the Company and its connected persons, as the subscriber, pursuant to which the subscriber agreed to subscribe for, and the Company agreed to allot and issue, a total of 6,492,000 Shares at the subscription price of HK\$0.65 per subscription share under general mandate as approved by the shareholders at the annual general meeting held on 21 May 2026 (the **"August Subscription"**). The August Subscription was completed on 17 August 2026 and 6,492,000 Shares were allotted and issued to the subscriber. For further information in relation to the August Subscription, please refer to the announcements of the Company dated 6 August 2026 and 17 August 2026

Save as disclosed above, there are no important events subsequent to the end of the Period and up to the date of this report.

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

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

SHARE OPTION SCHEME

At the extraordinary general meeting held on 24 June 2025, a share option scheme (the “**Scheme**”) was adopted by the shareholders. The terms of the Scheme are in accordance with the provisions of Chapter 17 of the Listing Rules. The principal terms of the Scheme are summarised in Appendix to the circular of the Company dated 9 June 2025. Since the date of adoption of the Scheme and up to the date of this report, no option had been granted, agreed to be granted, exercised, cancelled or lapsed under the Scheme.

The number of options which can be granted under the scheme mandate limit and the service provider sub-limit of the Scheme is as follows:

As at	Scheme mandate limit of the Scheme	Percentage to no. of issued shares	Service provider sub-limit of the Scheme	Percentage to no. of issued shares
1 January 2026	3,240,000	10%	324,000	1%
30 June 2026	3,240,000	8.3%	324,000	0.8%
Date of this report	3,240,000	8.3%	324,000	0.8%

The Company had no other share scheme other than the Scheme as at 30 June 2026.

MODEL CODE FOR DIRECTORS’ SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) as set out in Appendix C3 of the Listing Rules as the required standard for securities transactions by Directors. The Company has made specific enquiries of all Directors and all Directors confirmed that they have complied with the required standards set out in the Model Code regarding Directors’ securities transactions throughout the Period and up to the date of this report.



CORPORATE GOVERNANCE CODE

The Company has adopted the code principles of the Corporate Governance Code (the “**CG Code**”) as set out in Appendix C1 of the Listing Rules. The Company is committed to ensuring a high corporate governance standard and transparency and accountability to shareholders of the Company. The Board is of the opinion that the Company has complied with the applicable code provisions under the CG Code throughout the Period and up to the date of this report.

DIRECTORS’ MATERIAL INTERESTS IN CONTRACTS

Save as disclosed above, no Director had any material interests in any contract of significance to the business of the Group to which the Company or any of its subsidiaries was a party during the Period.

COMPETING BUSINESS

During the Period, the Directors are not aware of any business or interest of the Directors, the controlling shareholder(s) of the Company and their respective close associates (as defined under the Listing Rules) that compete or may compete with the business of the Group and any other conflict of interest which any such person has or may have with the Group.

AUDIT COMMITTEE

The Company has established an audit committee (the “**Audit Committee**”) on 15 May 2015 with written terms of reference in compliance with the Listing Rules. The Audit Committee has three members comprising all the independent non-executive Directors, namely, Mr. Wong Ka Chun, Matthew (the chairman of the Audit Committee), Mr. Kan Man Kim and Ms. Tang Sze Ning Erica.



All members of the Audit Committee possess appropriate knowledge and financial experience to perform their duties. The composition of the Audit Committee meets the requirements of Rule 3.21 of the Listing Rules. The primary duties of the Audit Committee, among other things, are to ensure the adequacy and effectiveness of the accounting and financial controls of the Group, oversee the performance of internal control systems and financial reporting process, monitor the integrity of the financial statements and compliance with statutory and listing requirements and oversee the independence and qualifications of the external auditors and objectivity and the effectiveness of the audit process in accordance with applicable standards.

The Results have not been audited by the Company's auditor but have been reviewed by the Audit Committee, which was of the opinion that the preparation of such results complied with the applicable accounting standards, the Listing Rules and legal requirements, and adequate disclosures have been made.

By Order of the Board
Golden Power Group Holdings Limited
Chu King Tien
Chairman and Executive Director

Hong Kong, 19 August 2026

As at the date of this report, the executive Directors are Mr. Chu King Tien, Ms. Chu Shuk Ching, Mr. Tang Chi Him and Mr. Chu Ho Wa, and the independent non-executive Directors are Ms. Tang Sze Ning Erica, Mr. Kan Man Kim and Mr. Wong Ka Chun, Matthew.