CONFIDENCE INTELLIGENCE HOLDINGS LIMITED
信懇智能控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1967)

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

The board (the "**Board**") of directors ("**Directors**") of Confidence Intelligence Holdings Limited (the "**Company**") announce the unaudited interim results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**Interim Period**"), together with the comparative figures for the six months ended 30 June 2025. These results have been reviewed by the Company's audit committee (the "**Audit Committee**").

	2026	2025
Revenue *(RMB'000)*	**129,484**	129,832
Gross profit *(RMB'000)*	**9,346**	17,682
Gross profit margin *(%)*	**7.2**	13.6
(Loss)/profit for the Period *(RMB'000)*	**(4,515)**	2,249
(Loss)/profit for the period attributable to owners of the Company *(RMB'000)*	**(4,515)**	970
(Losses)/earnings per share attributable to owners of the Company		
– Basic and diluted *(RMB cents)*	**(1.51)**	0.38

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

		Unaudited	
		Six months ended 30 June	
		2026	2025
	Note	***RMB'000***	*RMB'000*
Revenue	*4*	**129,484**	129,832
Cost of sales	*7*	**(120,138)**	(112,150)
Gross profit		**9,346**	17,682
Other income	*5*	**2,729**	3,136
Other gains/(losses), net	*6*	**347**	(1,091)
Selling and distribution expenses		**(1,017)**	(1,014)
Administrative and other operating expenses		**(15,251)**	(15,071)
Impairment losses on financial assets and contract assets	*7*	**(710)**	(553)
Finance costs	*7*	**(23)**	(142)
(Loss)/profit before tax	*7*	**(4,579)**	2,947
Income tax credit/(expense)	*8*	**64**	(698)
(Loss)/profit for the period		**(4,515)**	2,249
(Loss)/profit for the period attributable to:			
– Owners of the Company		**(4,515)**	970
– Non-controlling interests		**–**	1,279
		(4,515)	2,249
(Losses)/earnings per share attributable to owners of the Company			
– Basic and diluted *(RMB cents)*	*9*	**(1.51)**	0.38

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Unaudited	
	Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
(Loss)/profit for the period	**(4,515)**	2,249
Other comprehensive (loss)/income:		
Items that will not be reclassified to profit or loss:		
Exchange differences on translation of the Company's financial statements to presentation currency	**(1,895)**	(695)
Changes in fair value of financial assets at FVOCI	**2,198**	2,968
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of foreign operations	**445**	(112)
Other comprehensive income for the period	**748**	2,161
Total comprehensive (loss)/income for the period	**(3,767)**	4,410
Total comprehensive (loss)/income for the period attributable to:		
– Owners of the Company	**(3,767)**	3,131
– Non-controlling interests	**–**	1,279
	(3,767)	4,410

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2026

	Note	**Unaudited 30 June 2026** *RMB'000*	Audited 31 December 2025 *RMB'000*
Non-current assets			
Property, plant and equipment		**73,027**	81,325
Intangible assets		**278**	410
Prepayments, deposits and other receivables		**4,156**	4,634
Deferred tax assets		**1,131**	1,279
Financial assets at FVOCI		**13,676**	2,652
		92,268	90,300
Current assets			
Inventories		**67,539**	16,022
Trade and bills receivables and contract assets	*11*	**84,141**	77,999
Prepayments, deposits and other receivables	*12*	**3,369**	52,925
Financial assets at amortised cost		**5,304**	5,516
Income tax recoverable		**249**	249
Cash and cash equivalents		**57,086**	64,311
		217,688	217,022
Current liabilities			
Trade payables	*13*	**27,439**	21,322
Contract liabilities	*14*	**10,515**	2,487
Other payables and accruals	*14*	**13,986**	18,517
Lease liabilities		**918**	1,106
Deferred government grants		**3,293**	3,991
		56,151	47,423
Net current assets		**161,537**	169,599
Total assets less current liabilities		**253,805**	259,899

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Non-current liabilities		
Lease liabilities	**1,738**	2,166
Deferred government grants	**4,671**	6,297
Deferred tax liabilities	**46**	319
	6,455	8,782
NET ASSETS	**247,350**	251,117
Capital and reserves		
Share capital	**2,707**	2,707
Share premium	**110,367**	110,367
Retained earnings	**30,809**	35,324
Other reserves	**103,467**	102,719
Equity attributable to owners of the Company	**247,350**	251,117
Non-controlling interests	**–**	–
TOTAL EQUITY	**247,350**	251,117

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Confidence Intelligence Holdings Limited (the "**Company**", together with its subsidiaries are collectively referred to as the "**Group**") was incorporated as an exempted company with limited liability in the Cayman Islands on 7 December 2018. The shares of the Company are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 18 October 2019. The registered office of the Company is situated at Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands. The Company's principal place of business in Hong Kong is situated at Unit 1705, 17/F, Strand 50, 50 Bonham Strand, Sheung Wan, Hong Kong and the Group's headquarter is situated at No. 7 Building, New Development Zone, Baishixia, Fuyong Street, Bao'an District, Shenzhen, the People's Republic of China (the "**PRC**").

The Company is an investment holding company and its subsidiaries are principally engaged in (i) provision of electronic manufacturing service ("**EMS**") and (ii) sales of printed circuit board assembly ("**PCBAs**") and electronic components. In the opinion of the directors of the Company, the ultimate controlling party of the Group is Mr. Li Hao (the "**Ultimate Controlling Party**").

2. BASIS OF PREPARATION

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

The preparation of the Interim Financial Information in conformity with HKAS 34 requires the Group's management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a period to date basis. Actual results may differ from these estimates.

The Interim Financial Information includes an explanation of events and transactions that are significant to an understanding of the changes in financial position and financial performance of the Group since 31 December 2025, and therefore, do not include all of the information required for full set of financial statements prepared in accordance with the HKFRS Accounting Standards the collective term of which includes all applicable individual Hong Kong Financial Reporting Standards, HKASs and Interpretations issued by the HKICPA and accounting principles generally accepted in Hong Kong. They shall be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2025 (the "**2025 Annual Report**").

The Interim Financial Information has been prepared on historical costs basis, except for financial assets at FVOCI and financial assets at fair value through profit or loss ("**FVTPL**") which are measured at fair value. The Interim Financial Information is presented in Renminbi ("**RMB**") and all amounts have been rounded to the nearest thousands ("**RMB'000**"), unless otherwise indicated.

3. SUMMARY OF PRINCIPAL ACCOUNTING POLICIES

The accounting policies, methods of computation, significant judgements made by the Group's management in applying the Group's accounting policies and the key sources of estimation uncertainty applied in the preparation of the Interim Financial Information is consistent with those applied in preparing the 2025 Annual Report except for the adoption of the new/revised HKFRSs further described in the "Adoption of revised HKFRS Accounting Standards" section which are relevant to the Group and effective for the Group's financial period beginning on 1 January 2026.

Adoption of revised HKFRS Accounting Standards

In the current interim period, the Group has applied, for the first time, the following amendments to HKFRS Accounting Standards issued by the HKICPA which are mandatory effective for the annual period beginning on or after 1 January 2026 for the preparation of the Interim Financial Information:

Amendments to HKFRS 9 and HKFRS 7	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

The adoption of the revised HKFRSs in the current period has no material impact on the Group's financial position and performance for the current and prior periods and/or on the disclosures set out in the Interim Financial Information.

Future changes in HKFRSs

At the date of authorisation of Interim Financial Information, the HKICPA has issued the following new/revised HKFRS Accounting Standards that are not yet effective for the current period, which the Group has not early adopted.

	Effective for accounting periods beginning on or after
HKFRS 18 – Presentation and Disclosure in Financial Statements	1 January 2027
HKFRS 19 – Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to HK Int 5 – Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2027
Amendments to HKAS 21 – The effects of changes in foreign exchange rates "Translation to a hyperinflationary currency"	1 January 2027
Amendments to HKFRS 10 and HKAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	The effective date to be determined

The Group will adopt the above new or amended standards and interpretation as and when they become effective. The Group is in the process of assessing the impact of adopting these new or revised standards and interpretation on its current or future reporting periods and on foreseeable future transactions.

4. REVENUE AND SEGMENT INFORMATION

The executive directors of the Company who make strategic decisions have been identified as the chief operating decision maker ("**CODM**") to evaluate the performance of operating segments and to allocate resources to those segments. During the six months ended 30 June 2026, the CODM identified the Group only has one reportable operating segment which is the provision of EMS and sales of PCBAs and electronic components.

In determining the Group's geographical segments, revenue is attributable to the countries based on the location of customers; non-current assets are attributable to the countries based on the locations of the assets.

Geographical information

(i) Revenue form external customers

The Group's operation is principally domiciled in the PRC. All of the Group's revenue, determined based on the location of customers, was derived from the PRC.

(ii) Non-current assets by geographical location

As at 30 June 2026 and 2025, majority of the Group's non-current assets were located in the PRC.

During the six months ended 30 June 2026 and 2025, the Group's revenues are from contracts with customers and are recognised as follows:

	Unaudited Six months ended 30 June	
	2026	2025
	RMB'000	*RMB'000*
Revenue from contracts with customers within HKFRS 15		
Recognised on overtime basis		
– Provision of EMS	**59,552**	72,510
Recognised on point in time basis		
– Sales of PCBA and electronic components	**69,932**	57,322
	129,484	129,832

The amounts of revenue recognised for the six months ended 30 June 2026 that were included in the contract liabilities at the beginning of the reporting period was approximately RMB165,229 (unaudited) (six months ended 30 June 2025: RMB797,000 (unaudited)).

5. OTHER INCOME

	Unaudited Six months ended 30 June **2026** ***RMB'000***	 2025 *RMB'000*
Bank interest income	**80**	255
Government subsidies *(Note)*	**2,559**	2,862
Rental income	**57**	–
Others	**33**	19
	2,729	3,136

Note: Government subsidies primarily represent subsidies from (i) relevant local government authorities granted to the Group for purchase of certain qualified property, plant and equipment for its operation and (ii) additional deduction on the input valued-added taxes ("**VAT**") of 5% allowed by the relevant government authorities in the PRC to the entities which are recognised as High and New Technology Enterprise ("**HNTE**"). During the six months ended 30 June 2026, the assets related grants recognised to profit or loss were approximately RMB2,324,000 (unaudited) (six months ended 30 June 2025: RMB2,440,000 (unaudited)). There are no unfulfilled conditions or contingencies attached to the remaining government grants for the six months ended 30 June 2026 and 2025.

6. OTHER GAINS/(LOSSES), NET

	Unaudited Six months ended 30 June **2026** ***RMB'000***	 2025 *RMB'000*
Interest income from unlisted corporate bonds	**235**	510
Interest income from amount due from an independent third party	**132**	228
Dividend income from equity investment at FVOCI	**–**	44
Fair value changes on financial assets at FVTPL	**–**	228
Gain/(Loss) on disposal of property, plant and equipment, net	**41**	(1,921)
Written off of property, plant and equipment	**–**	(23)
Exchange gains/(losses), net	**36**	(125)
Others	**(97)**	(32)
	347	(1,091)

7. (LOSS)/PROFIT BEFORE TAX

	Unaudited Six months ended 30 June **2026** ***RMB'000***	 2025 *RMB'000*
Finance costs		
Interest on bank borrowings	**–**	66
Interest on lease liabilities	**23**	76
	23	142
Staff costs (including directors' emoluments)		
Salaries, allowances and other benefits in kind	**18,536**	21,227
Contributions to defined contribution plans *(Note i)*	**2,153**	2,394
	20,689	23,621
Manpower service expenses *(Note ii)*	**3,039**	2,958
	23,728	26,579
Other expenses by nature		
Cost of raw materials and consumables used	**80,872**	62,968
Subcontracting charges	**10,730**	10,390
Expenses recognised under short-term leases		
– Machineries	**3,107**	5,781
– Offices, warehouses, production plant and staff quarters	**1,859**	1,333
Utilities	**528**	507
Depreciation *(Note iii)*	**9,357**	12,697
Amortisation *(Note iv)*	**132**	305
Auditor's remuneration	**–**	249
Professional fees	**3,641**	2,903
Provision for write down of inventories, net	**–**	1,303
Impairment losses on financial assets and contract assets	**710**	553
Other tax and surcharges	**674**	968
Transportation	**32**	19
Travelling expenses	**914**	718

Notes:

(i) As stipulated under the relevant rules and regulations in the PRC, subsidiaries operating in the PRC contribute to state-sponsored retirement plans for its employees. For the six months ended 30 June 2026 and 2025, depending on the provinces of the employees' registered residences and their current region of work, the subsidiaries contributed certain percentages of the basic salaries of its employees and had no further obligations for the actual payment of pensions or postretirement benefits beyond the contributions. The state-sponsored retirement plans are responsible for the entire pension obligations payable to the retired employees.

(ii) During the six months ended 30 June 2026 and 2025, the Group entered into certain manpower service arrangements with several external manpower service organisations in the PRC. Under these arrangements, certain of the Group's manpower requirements were fulfilled by these organisations at agreed service fees whereas the human resources provided were directly employed by the relevant service organisations. The individuals providing services to the Group did not have any employment relationship with the Group.

(iii) During the six months ended 30 June 2026 and 2025, depreciation expenses have been charged in costs of sales and administrative and other operating expenses, as appropriate, as below:

	Unaudited	
	2026	2025
	RMB'000	*RMB'000*
Costs of sales	**8,268**	12,361
Administrative and other operating expenses	**1,089**	336
	9,357	12,697

(iv) During the six months ended 30 June 2026 and 2025, amortisation expenses have been charged in costs of sales and administrative and other operating expenses, as appropriate, as below:

	Unaudited	
	2026	2025
	RMB'000	*RMB'000*
Costs of sales	**–**	94
Administrative and other operating expenses	**132**	211
	132	305

(v) Staff costs, material costs and other miscellaneous expenses incurred for research and development purposes in aggregate amounted to approximately RMB6,339,000 (unaudited) for the six months ended 30 June 2026 (six months ended 30 June 2025: RMB5,688,000 (unaudited)) are included in costs of sales and administrative and other operating expenses of the Group.

8. INCOME TAX (CREDIT)/EXPENSE

	Unaudited	
	2026	2025
	RMB'000	*RMB'000*
Current income tax		
PRC enterprise income tax ("**PRC EIT**")		
Provision for the period	**61**	249
Over provision in respect of prior years	**–**	437
	61	686
Deferred taxation		
Changes in temporary differences	**(125)**	12
Total income tax (credit)/expense	**(64)**	698

The Group's entities established in the Cayman Islands and the BVI are exempted from corporate income tax during the six months ended 30 June 2026 and 2025.

No provision for Hong Kong profits tax has been made as the Group had no assessable profits arising in or derived from Hong Kong during the six months ended 30 June 2026 and 2025.

The Group's entities established in the PRC are subject to the PRC EIT at a statutory rate of 25% except for Shenzhen Confidence Intelligence Electronic Co. Limited* ("**Shenzhen Confidence Intelligence**") (深圳信懇智能電子有限公司) and Chongqing Xinken Technology Company Limited* ("**Chongqing Xinken Technology**") (重慶信懇科技有限公司) ("**重慶信懇科技**") which were recognised as High and New Technology Enterprise and are entitled to a preferential tax rate of 15% during six months ended 30 June 2026 (six months ended 30 June 2025: Same). The entitlement of this tax benefit is subject to renewal by respective tax bureau in the PRC every three years.

9. (LOSSES)/EARNINGS PER SHARE

	Unaudited	
	2026	2025
	RMB'000	*RMB'000*
(Loss)/profit		
(Loss)/profit for the period attributable to owners of the Company, used in basic and diluted (losses)/earnings per share calculation	**(4,515)**	970
	'000	*'000*
Number of shares		
Weighted average number of ordinary shares for basic and diluted (losses)/earnings share calculation	**300,000**	252,210
	RMB cents	*RMB cents*
(Losses)/earnings per share		
Basic and diluted (losses)/earnings per share	**(1.51)**	0.38

The basic (losses)/earnings per share is calculated by dividing the (loss)/profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the six months ended 30 June 2026 and 2025.

Diluted (losses)/earnings per share are same as the basic (losses)/earnings per share as there are no potential dilutive ordinary shares in existence for the six months ended 30 June 2026 and 2025.

10. DIVIDENDS

The directors did not recommend a payment of any dividend for the six months ended 30 June 2026 (for the six months ended 30 June 2025: nil).

11. CONTRACT ASSETS, TRADE AND BILLS RECEIVABLES

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Contract assets	**21,992**	17,241
Less: Loss allowances for contract assets	**(2,016)**	(1,690)
Contract assets, net	**19,976**	15,551
Trade receivables, from third parties	**44,407**	43,966
Less: Loss allowances for trade receivables	**(2,036)**	(1,653)
Trade receivables, net	**42,371**	42,313
Bills receivables	**21,794**	20,135
Contract assets, trade and bills receivables, net	**84,141**	77,999

Contract assets represent the Group's rights to consideration for work completed but unbilled for its services provided for EMS segment. The contract assets are transferred to trade receivables when the rights become unconditional which generally takes one to four months.

As at 30 June 2026 and 31 December 2025, the contract assets are expected to be recovered within 12 months.

As at 30 June 2026 and 31 December 2025, the Group's business with its trade debtors is mainly on credit basis and the credit period is ranging from 30 to 120 days (31 December 2025: 30 to 120 days).

As at 30 June 2026 and 31 December 2025, the ageing analysis of trade receivables, net of loss allowance, by invoice date was as follows:

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Less than 1 month	**23,808**	28,540
1 to 2 months	**17,319**	8,167
2 to 3 months	**318**	5,406
3 to 4 months	**213**	–
Over 4 months	**713**	200
	42,371	42,313

12. PREPAYMENTS, DEPOSITS AND OTHER RECEIVABLES

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Current portion		
Prepayments to suppliers	**615**	50,867
Prepayment for consultancy services fee	**868**	903
Rental and other deposits	**65**	65
Interest receivables from unlisted corporate bonds	**358**	131
Other receivables	**1,872**	1,368
Amount due from Shanghai Wanhai Jinyuan Business Management Company Limited ("**Wanhai Jinyuan**")	**–**	7,032
	3,778	60,366
Less: Loss allowance	**(409)**	(409)
Less: Write off	**–**	(7,032)
	3,369	52,925
Non-current portion		
Prepayment for consultancy services fee	**290**	753
Rental deposits	**114**	114
Amount due from an independent third party	**4,342**	4,516
Interest receivables from amount due from an independent third party	**177**	48
	4,923	5,431
Less: Loss allowance	**(767)**	(797)
	4,156	4,634
	7,525	57,559

Notes:

(i) As at 30 June 2026 and 31 December 2025, the carrying amounts of deposits and other receivables approximated their fair values. These balances were unsecured and interest free.

(ii) Amount due from an independent third party

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Amount due from an independent third party	**4,342**	4,516
Less: Loss allowance	**(759)**	(789)
	3,583	3,727

On 27 October 2025, The Group entered into a supplementary agreement with the independent third party, pursuant to which, both parties agreed to extend the maturity date of the loan for 2 years, from the original maturity date on 27 October 2025 to 26 October 2027.

This principal amount of the amount due from an independent third party was HK$5,000,000 (equivalent to approximately RMB4,342,000) (2025: HK$5,000,000 (equivalent to approximately RMB4,516,000)). The amount due was unsecured, bearing interest of 6% per annum, and repayable before 26 October 2027 (31 December 2025: Same).

(iii) Amount due from Wanhai Jinyuan

	Unaudited 30 June 2026 *RMB'000*	Audited 31 December 2025 *RMB'000*
Amount due from Wanhai Jinyuan	**–**	7,032
Less: Write off	**–**	(7,032)
	–	–

As at 31 December 2025, the amount due was not recoverable.

13. TRADE PAYABLES

The trade payables are unsecured, interest-free and with normal credit terms ranging from 30–90 days.

At the end of each reporting period, the ageing analysis of the trade payables based on invoice date is as follows:

	Unaudited 30 June 2026	Audited 31 December 2025
	RMB'000	*RMB'000*
Within 1 month	**21,810**	15,899
1 to 2 months	**5,014**	4,046
2 to 3 months	**567**	1,286
Over 3 months	**48**	91
	27,439	21,322

14. CONTRACT LIABILITIES, OTHER PAYABLES AND ACCRUALS

	Unaudited 30 June 2026	Audited 31 December 2025
	RMB'000	*RMB'000*
Contract liabilities	**10,515**	2,487
Other payables and accruals		
Payable for operating expenses	**1,552**	1,649
Payable for staff salaries and manpower service expenses	**6,621**	10,594
VAT and other tax payables	**4,421**	3,864
Other payables	**521**	739
Accruals	**871**	1,671
	13,986	18,517
	24,501	21,004

BUSINESS REVIEW AND PROSPECTS

The board of directors (the "**Board**") of Confidence Intelligence Holdings Limited (the "**Company**") announce the unaudited interim results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**Interim Period**") to the shareholders of the Company.

Business Review

The Group is an electronic manufacturing services (the "**EMS**") provider offering comprehensive assembling and production services and sales of printed circuit board assembly (the "**PCBAs**") in the PRC that integrate research and design, selection and procurement of raw materials, assembling of PCBAs, quality control, testing, logistics and after sales services.

During the Interim Period, the conventional consumer electronics end-device sector and automotive sector that our major customers are in experienced considerable cost escalation and weakening demand. Unit shipments across major product categories registered broad-based declines, while upstream raw materials – particularly semiconductors and memory chips – witnessed extraordinary price increases. These dual pressures placed the traditional terminal manufacturing segment under acute operational strain. The Group's gross profit margin decreased significantly from 13.6% for the six months ended 30 June 2025 to 7.2% for the Interim Period and the Group recorded a net loss of approximately RMB4.5 million for the Interim Period as compared to the net profit of RMB2.2 million for the corresponding period of 2025.

Prospects

The economy environment in China and the world remains uncertain and challenging. The Group is taking proactive measures and making active responses in an effort to sustain the business and actively diversify or expand our customer base and product base to broaden the sources of revenue and diversify business risk. The Group will also take actions to adjust the product mix and strictly control cost to improve the profitability of the Group.

Also, the Group will continue to invest in our development of in-house capabilities and keep ourselves abreast of the development of latest technology advancement in our industries to secure more opportunities in the EMS business.

At the same time, the Company will actively explore and capture opportunities arising from technological advancements and evolving market dynamics. Our strategy involves a continuous scan of the national landscape to identify and leverage cuttingedge technologies that align with our core capabilities and longterm vision.

We will continue to strive a balance among the interests of shareholders, employees and customers, and pursue long-term and sustainable development for the Group.

MANAGEMENT DISCUSSION AND ANALYSIS

Financial Review

Revenue by customers' geographical location

The Group's operation is principally domiciled in the PRC. All of the Group's revenue, determined based on the location of customers, was derived from the PRC.

Revenue by Product Type

The Group derives its revenue from provision of EMS and sales of PCBAs and electronic components during the Interim Period. Based on the usage of the electronic products which incorporated with our PCBAs, our PCBAs can be primarily and broadly applied to electronic end products for three product categories, namely, telecommunication devices, IoT products and automotive related devices. The table below summarises the amounts of revenue generated and as a percentage of total revenue from each product category for the Interim Period and the corresponding period in 2025:

	Revenue for the six months ended 30 June			**% of total revenue for the six months ended 30 June**		
	2026	2025	Change	**2026**	2025	Change
	RMB'000	*RMB'000*	*%*			
Telecommunication devices	**52,042**	63,644	(18.2)	**40.2**	49.0	(8.8)
IoT products	**11,868**	8,302	43.0	**9.2**	6.4	2.8
Automotive related devices	**26,150**	39,114	(33.1)	**20.2**	30.1	(9.9)
Others	**39,424**	18,772	110.0	**30.4**	14.5	15.9
Total	**129,484**	129,832	(0.3)	**100.0**	100.0	–

Our revenue generated from telecommunication devices decrease by approximately 18.2% from approximately RMB63.6 million for the six months ended 30 June 2025 to approximately RMB52.0 million for the Interim Period, primarily due to the decreased orders and price reduction from of one of our major customers due to the current intensified market of the conventional consumer electronics end-device sector.

Our Group recorded an increase in revenue derived from IoT products by approximately 43.0% from approximately RMB8.3 million for the six months ended 30 June 2025 to approximately RMB11.9 million for the Interim Period, which was because that we successfully introduced a new customer in the second half year of 2025.

Our revenue generated from automotive related devices decreased by approximately 33.1% from approximately RMB39.1 million for the six months ended 30 June 2025 to approximately RMB26.2 million for the Interim Period, primarily due to the decreased orders from one of our major customers owing to the sluggish conditions in the automotive market.

Other revenue mainly include (i) PCBAs for industrial-use devices; and (ii) the revenue generated from the sale of auxiliary and other materials. Other revenue increased by 110.0% from approximately RMB18.8 million for the six months ended 30 June 2025 to RMB39.4 million for the interim period, which was mainly due to the increase of sales of IC materials for the Interim Period.

Gross Profit and Gross Profit Margin

Gross profit of the Group for the Interim Period was approximately RMB9.3 million, representing a decrease of approximately RMB8.3 million or 47.1% as compared with approximately RMB17.7 million for the corresponding period in 2025. Overall gross profit margin decreased from 13.6% for the corresponding period in 2025 to 7.2% for the Interim Period.

	Gross profit for the six months ended 30 June			**Gross profit margin for the six months ended 30 June**		
	2026	2025	Change	**2026**	2025	Change
	RMB'000	*RMB'000*	*(%)*	*%*	*%*	*(%)*
Telecommunication devices	**3,255**	10,276	(68.3)	**6.3**	16.1	(9.8)
IoT products	**1,821**	547	232.9	**15.3**	6.6	8.7
Automotive related devices	**3,217**	5,741	(44.0)	**12.3**	14.7	(2.4)
Others	**1,053**	1,118	(5.8)	**2.7**	6.0	(3.3)
Total	**9,346**	17,682	(47.1)	**7.2**	13.6	(6.4)

PCBAs

The gross profit for PCBAs for telecommunication devices decreased by approximately 68.3% to approximately RMB3.3 million for the Interim Period (six months ended 30 June 2025: approximately RMB10.3 million). The gross profit margin decreased to approximately 6.3% for the Interim Period (six months ended 30 June 2025: approximately 16.1%), which was due to the decreased orders and price reduction from of one of our major customers due to the current intensified market of the conventional consumer electronics end-device sector.

The gross profit for PCBAs for IoT products increased by approximately 232.9% to approximately RMB1.8 million for the Interim Period (six months ended 30 June 2025: approximately RMB0.5 million). The gross profit margin increased to approximately 15.3% for the Interim Period (six months ended 30 June 2025: approximately 6.6%), which mainly due to that we successfully introduced a new customer in the second half year of 2025, who has a higher profit margin.

The gross profit for PCBAs for automotive related devices decreased by approximately 44.0% to approximately RMB3.2 million for the Interim Period (six months ended 30 June 2025: approximately RMB5.7 million). The gross profit margin decreased to approximately 12.3% for the Interim Period (six months ended 30 June 2025: approximately 14.7%), which was due to the absorption of more fixed costs with the decreased of the sales of the PCBAs for automotive related devices for the Interim Period.

The gross profit for other devices kept stable at approximately RMB1.1 million as compared with that for the six months ended 30 June 2025 of approximately RMB1.1 million. Despite of the increased revenue in the Interim Period, the gross profit margin decreased to approximately 2.7% for the Interim Period (six months ended 30 June 2025: approximately 6.0%), which was due to that the increase in the revenue was attributed to the trading of ICs which was a low gross profit margin.

Other Income

Other income of the Group for the Interim Period of approximately RMB2.7 million (six months ended 30 June 2025: approximately RMB3.1 million) mainly represented government grants recognised by the Group and bank interest income.

Other Gains/(Losses), Net

Net other gains of approximately RMB0.3 million for the Interim Period (six months ended 30 June 2025: other losses of approximately RMB1.1 million) mainly comprised interest income from unlisted corporated bonds and loan, exchange differences and gains or loss on disposal of property, plant and equipment.

Selling and Distribution Expenses

Selling and distribution expenses mainly comprised (i) relevant employee benefit expenses; (ii) travelling and transportation costs; (iii) entertainment expenses and other expenses. For the Interim Period, selling and distribution expenses amounted to approximately RMB1.0 million (six months ended 30 June 2025: approximately RMB1.0 million). Selling and distribution expense against revenue ratio kept stable for the Interim Period as compared to the corresponding period of 2025.

Administrative and Other Operating Expenses

Administrative and other operating expenses mainly represented (i) employment benefit expenses, (ii) depreciation, (iii) professional fee, (iv) expenses recognised under short-term leases, (v) travelling expenses, (vi) utilities, (vii) telecommunication and office expenses and other expenses. For the Interim Period, administrative and other operating expenses amounted to approximately RMB15.3 million (six months ended 30 June 2025: approximately RMB15.1 million). Administrative and other operating expenses kept stable for the Interim Period as compared to the corresponding period of 2025.

Impairment Losses on Financial Assets and Contract Assets

For the Interim Period, impairment losses of approximately RMB0.7 million (for the six months ended 30 June 2025: approximately RMB0.6 million) was made against the financial assets and contract assets, which kept stable as compared to the corresponding period of 2025.

Finance Costs

Finance costs mainly comprised interest expenses on bank and other borrowings and leases. For the Interim Period, the finance costs of the Group were approximately RMB23.0 thousand (six months ended 30 June 2025: approximately RMB0.1 million) which in line with the decrease in the balance of borrowings and lease liabilities.

Income Tax (Credit)/Expense

Income tax credit of RMB64.0 thousand was recognized in the Interim Period (the six months ended 30 June 2025: Income tax expense of RMB0.7 million), which was mainly due to that the Group was making losses for the Interim Period.

(Loss)/Profit for the Period

As a result of the facts discussed above, the Group was making losses of approximately RMB4.5 million for the Interim Period (six months ended 30 June 2025: net profit of approximately RMB2.2 million).

(Loss)/Profit for the Period Attributable to Non-controlling Interest

Profit for the Period attributable to non-controlling interest for the six months ended 30 June 2025 of approximately RMB1.3 million was mainly from Chongqing factory. With the completion of the acquisition of non-controlling interest of Chongqing factory in the second half year of 2025, no profit for the period attributable to non-controlling interest was recognised for the Interim Period.

Liquidity and Capital Resources

Net Current Assets

The Group had net current assets of approximately RMB161.5 million as at 30 June 2026 (31 December 2025: approximately RMB169.6 million). The current ratio of the Group decreased from 4.6 as at 31 December 2025 and 3.9 as at 30 June 2026 which was mainly due to the increased trade payables for the Interim Period.

Borrowing and the Pledge of Assets

The Group did not have any bank and other borrowings nor pledged any assets as at 30 June 2026 and 31 December 2025.

Gearing Ratio

Our gearing ratio, which is calculated by lease liabilities divided by total equity, was approximately 1.07% and 1.30% as at 30 June 2026 and 31 December 2025, respectively. The gearing ratio remained low due to our low level of lease liabilities.

Capital Structure

There has been no change in the capital structure of the Group for the Interim Period. As at 30 June 2026, the number of issued shares of the Company was 300,000,000 ordinary shares of HK$0.01 each.

Foreign Exchange Exposure and Exchange Rate Risk

The Group's assets, liabilities and transactions are mainly denominated in Renminbi ("**RMB**") and Hong Kong dollar ("**HK$**"), and there are no significant assets and liabilities denominated in other currencies. Management considers that the Group is not exposed to any significant foreign exchange risk as at 30 June 2026 as there are no significant financial assets or liabilities of the Group denominated in the currencies other than the respective functional currencies of the Group's entities.

Capital Expenditure

For the Interim Period, the Group had capital expenditure of approximately RMB1.1 million (six months ended 30 June 2025: approximately RMB4.4 million). The capital expenditure was mainly related to the additions of equipment for our factories in Shenzhen and Chongqing.

Interim Dividend

The Board does not recommend payment of interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: nil).

Employees and Emoluments Policy and Training

The key components of the Group's remuneration package include basic salary, and where appropriate, other allowances, bonuses and the Group's contribution to mandatory provident funds or state-managed retirement benefits scheme. Other benefits include share options to be granted under the Share Option Schemes. The Group provides comprehensive training and development opportunities to its employees on a regular basis. The trainings are arranged according to needs to employees, which are identified annually by individual departments.

As at 30 June 2026, the Group had 298 employees with a total remuneration of approximately RMB20.7 million during the Interim Period (six months ended 30 June 2025: approximately RMB23.6 million). The salaries of the employees were determined with reference to individual performance, work experience, qualification and current industry practices.

PENSION SCHEME

Pursuant to the relevant labor laws and regulations of the PRC, the employees of the Group's subsidiaries established in the PRC are required to participate in a state-managed retirement benefit scheme (the "**Defined Contribution Scheme**") operated by the PRC government. The Group is required to contribute a certain percentage of basic payroll costs to the Defined Contribution Scheme.

The Group's contributions to the Defined Contribution Scheme vest fully and immediately with the employees. Accordingly, (i) during the Interim Period, there was no forfeiture of contributions under the Defined Contribution Scheme; and (ii) there were no forfeited contributions available for the Group to reduce its existing level of contributions to the Defined Contribution Scheme as at 30 June 2026. The contributions are charged to profit or loss as they become payable in accordance with the rules of the Defined Contribution Scheme.

CAPITAL COMMITMENT

As at 30 June 2026, the Group did not have any capital commitment (31 December 2025: nil).

MATERIAL ACQUISITIONS, DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES AND SIGNIFICANT INVESTMENT

During the Interim Period, there were no material acquisition, disposal of subsidiaries, associates and joint ventures or significant investment by the Group.

CONTINGENT LIABILITIES

The Group did not have any contingent liabilities as of 30 June 2026 (31 December 2025: nil).

INVESTMENT STRATEGY

The Group will from time to time utilised its idle cash to select different kinds of investment to improve the profitability of the Group, including but limited to equity securities, new shares through IPO subscription in Hong Kong and low risk or fixed income investment products from financial institutions, stockbrokers and professional investors.

The selection criteria of equity securities include (i) the issuer is listed on the main board in Hong Kong without suspension of trading; (ii) big ticker with market capitalization of the issuer of not lower than HK$2 billion; (iii) the shares recorded active trading volume in the past three months; (iv) has sustainable business model; and/or (v) is engaged in the growing and booming industry.

Low risk or fixed income investment products include short term time deposit, bond and financial products between 3–12 months with favourable interest rate or to generate returns denominated in Hong Kong Dollar that are in line with, or superior to, prevailing money market rates.

The CEO or chairman of the Board is responsible for exploring and sourcing investment opportunities for the Group. The finance and company secretary department are responsible for conducting due diligence of potential investment and the relevant compliance issues.

Factors will be taken into consideration before an investment decision is finalised, including working capital sufficiency, level of idle cash, duration of investment, prevailing deposits interest rates offered by banks, liquidity of the investment; market condition and future prospect and level of risk.

The Group employs a risk management strategy which includes monitoring global economic developments and political changes, the market price of equity securities and the performance of the listed companies, reviewing the financial performance and announcements made by the listed companies, the news of the relevant listed companies and their industry to assess the potential impact to their share performance and the upcoming business development.

For each investment, if any one of the applicable percentage ratios (as defined in the Listing Rules) in respect of the investment exceeds 5%, the investment will be passed to the Board for review and approval.

The Group will also take on-going monitoring measures on the investments, including:

(i) the investment portfolio is reviewed by CEO or chairman of the Board and the financial controller of the Company on a weekly basis; and

(ii) the investment performance analysis is submitted to the Board for review every six months.

EVENT AFTER REPORTING PERIOD

So far as is known to any Director of the Company, the Group does not have any important events after the Interim Period and up to the date of this announcement.

CORPORATE GOVERNANCE PRACTICES

The Company recognises the value and importance of achieving high corporate governance standards to enhance corporate performance, transparency and accountability, earning the trust of shareholders and the public. The Board strives to adhere to the principles of corporate governance and adopt sound corporate governance codes to meet the legal and commercial standards by focusing on areas such as internal control, adequate disclosure and accountability to all shareholders.

The Company has adopted and complied with the code provisions set out in the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Listing Rules during the Interim Period except the following deviation:

CG Code provision C.2.1 stipulates that the roles of chairman of the Board and chief executive should be separate and should not be performed by the same individual. Mr. Li Hao is the chairman of the Board and the chief executive officer of our Group, which was deviated from the CG Code. However, having considered the nature and extent of our Group's operations, Mr. Li Hao's extensive experience in the industry, familiarity with the operations of our Group since its business operation, that all major decisions are made in consultation with members of our Board and relevant Board committees, and that there are three independent non-executive Directors on our Board offering independent perspectives, our Board is therefore of the view that there are adequate safeguards in place to ensure sufficient balance of powers and authorities between our Board and the management of our Company and that it is in the best interest of our Group to have Mr. Li Hao taking up both roles. As such, the roles of the chairman and chief executive officer of our Group are not being separated pursuant to the requirement under code provision C.2.1 of the CG Code. The Board will also continue to review and monitor the practices of the Company for the purpose of complying with the CG Code and maintaining a high standard of corporate governance practices of the Company.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company, nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including sales of treasury shares, if any) during the Interim Period.

At as 30 June 2026, the Company did not held any treasury shares.

AUDIT COMMITTEE

The Company established the Audit Committee on 20 September 2019 with terms of reference in compliance with the CG Code as set out in Appendix C1 to the Listing Rules for the purpose of to making recommendations to the Board on the appointment and removal of the external auditor, to review the financial statements and related materials and provide advice in respect of the financial reporting process, and to oversee the internal control procedures of our Group. The Audit Committee now comprises three members, all being independent non-executive Directors, namely, Mr. Chow Kit Ting (Chairman), Mr. Huang Jianfei and Ms. Mu Lingxia.

The Audit Committee had reviewed the interim results of the Group for the six months ended 30 June 2026.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code set out in Appendix C3 to the Listing Rules as its code of conduct regarding directors' securities transactions. All Directors of the Company have confirmed that, following specific enquiry by the Company, they have compiled with the required standard set out in the Model Code during the Interim Period and up to the date of this announcement.

SUFFICIENCY OF PUBLIC FLOAT

Based on the publicly available information and to the best of the Directors' knowledge, information and belief, the Company had maintained sufficient public float of not less than 25% of its total issued shares as required under the Listing Rules during the Interim Period and up to the date of this announcement.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This interim results announcement will be published on the websites of the Stock Exchange (www.hkex.com.hk) and the Company (http://www.szxinken.com). The interim report of the Company for the six months ended 30 June 2026 will be dispatched (if requested by shareholder(s)) to shareholders of the Company and published on the websites of the Stock Exchange and the Company in due course

By order of the Board
Confidence Intelligence Holdings Limited
Li Hao
Chairman & Executive Director

Hong Kong, 27 August 2026

As at the date of this announcement, the executive Directors are Mr. Li Hao, Mr. Zhang Bizhong, Mr. Xu Shizhen and Ms. Li Biqiong, and the independent non-executive Directors are Mr. Chow Kit Ting, Ms. Mu Lingxia and Mr. Huang Jianfei.