TRIO INDUSTRIAL ELECTRONICS GROUP LIMITED
致豐工業電子集團有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 1710)

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

The board (the "**Board**") of directors (the "**Directors**") of Trio Industrial Electronics Group Limited (the "**Company**") is pleased to announce the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026, together with comparative figures for the six months ended 30 June 2025 as follows:

FINANCIAL HIGHLIGHTS:

- Revenue for the six months ended 30 June 2026 decreased by 16.6% to approximately HK$337.5 million as compared with the corresponding period of 2025.
- Gross profit for the six months ended 30 June 2026 decreased by 14.9% to approximately HK$64.7 million, while gross profit margin increased by 0.4 percentage points to 19.2% as compared with the corresponding period of 2025.
- Loss before income tax for the six months ended 30 June 2026 increased by 21.4% to approximately HK$20.5 million as compared with the corresponding period of 2025.
- Loss attributable to owners of the Company for the six months ended 30 June 2026 increased by 38.6% to approximately HK$20.5 million as compared with the corresponding period of 2025.

INTERIM DIVIDEND:

- The Board has resolved to declare an interim dividend of HK0.8 cent per ordinary share for the six months ended 30 June 2026 (six months ended 30 June 2025: HK0.6 cent per ordinary share).

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		Six months ended 30 June	
		2026	2025
	Notes	***HK$'000***	*HK$'000*
		(Unaudited)	(Unaudited)
Revenue	*4*	**337,451**	404,711
Cost of sales	*5*	**(272,708)**	(328,647)
Gross profit		**64,743**	76,064
Other income	*4*	**3,444**	2,098
Selling and distribution expenses	*5*	**(8,383)**	(9,716)
Administrative expenses	*5*	**(77,400)**	(80,712)
Other operating income/(expense), net	*6*	**313**	(281)
Loss from operations		**(17,283)**	(12,547)
Finance income	*7*	**1,242**	1,251
Finance expenses	*7*	**(4,491)**	(5,614)
Loss before income tax		**(20,532)**	(16,910)
Income tax credit	*8*	**81**	2,153
Loss for the period attributable to owners of the Company		**(20,451)**	(14,757)
Other comprehensive (expense)/income for the period, net of tax			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences		**(1,402)**	5,056
Total comprehensive expense for the period attributable to owners of the Company		**(21,853)**	(9,701)
Loss per share			
– Basic and diluted (HK cents)	*9*	**(2.05)**	(1.48)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	**As at 30 June 2026** ***HK$'000*** **(Unaudited)**	As at 31 December 2025 *HK$'000* (Audited)
Assets			
Non-current assets			
Property, plant and equipment		**70,837**	77,601
Right-of-use assets		**99,515**	105,027
Prepayments and deposits		**6,173**	6,244
Financial assets at fair value through profit or loss		**–**	2,030
Deferred tax assets		**5,199**	4,953
		181,724	195,855
Current assets			
Inventories		**183,577**	171,851
Trade and other receivables	*11*	**147,037**	130,917
Prepayments and deposits		**12,912**	9,813
Tax recoverable		**6**	6
Financial assets at fair value through profit or loss		**1,398**	1,960
Restricted bank deposits		**22,632**	26,431
Cash and cash equivalents		**126,018**	114,058
		493,580	455,036
Current liabilities			
Trade and other payables	*12*	**152,734**	116,219
Contract liabilities		**14,290**	12,069
Borrowings	*13*	**38,252**	25,524
Lease liabilities		**10,221**	9,643
Current income tax liabilities		**6,663**	7,671
		222,160	171,126
Net current assets		**271,420**	283,910
Total assets less current liabilities		**453,144**	479,765
Non-current liabilities			
Lease liabilities		**104,489**	109,334
Deferred tax liabilities		**3,337**	3,309
		107,826	112,643
Net assets		**345,318**	367,122
Equity			
Share capital	*14*	**281,507**	281,507
Reserves		**63,811**	85,615
Total equity		**345,318**	367,122

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

1 GENERAL INFORMATION

Trio Industrial Electronics Group Limited (the "**Company**") is a limited liability company incorporated in Hong Kong and listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). The principal place of business and registered office of the Company is at Block J, 5/F., Phase II, Kaiser Estate, 51 Man Yue Street, Hunghom, Kowloon, Hong Kong.

The Company is an investment holding company. The Company and its subsidiaries (collectively, the "**Group**") are principally engaged in the manufacturing and sales of electronic products. The immediate holding company of the Company is Trio Industrial Electronics Holding Limited, a company incorporated in the British Virgin Islands with limited liability.

The unaudited condensed consolidated interim financial information for the six months ended 30 June 2026 ("**Interim Financial Information**") is presented in thousands of Hong Kong dollars ("**HK$'000**"), unless otherwise stated.

2 BASIS OF PREPARATION

The Interim Financial Information, which does not constitute the Group's statutory financial statements, has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") and in compliance with the Hong Kong Accounting Standard ("**HKAS**") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants.

The financial information relating to the year ended 31 December 2025 that is included in the Interim Financial Information as comparative information does not constitute the Group's statutory annual consolidated financial statements for that year but is derived from those consolidated financial statements. Further information relating to these statutory financial statements required to be disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Chapter 622, the laws of Hong Kong) (the "**Companies Ordinance**") is as follows:

The Company has delivered the consolidated financial statements for the year ended 31 December 2025 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Companies Ordinance. The Company's auditor has reported on those consolidated financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

Except as described below, the accounting policies used in the preparation of the Interim Financial Information are consistent with those set out in the annual report for the year ended 31 December 2025.

Amended standards effective in 2026 which are relevant to the Group's operations

The Group has adopted the following amended standards which are effective for the financial period beginning on or after 1 January 2026 and relevant to the Group:

- Amendments to HKFRS 9 and HKFRS 7 on Amendments to the Classification and Measurement of Financial Instruments

- HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7 on Annual Improvements to HKFRS Accounting Standards – Volume 11

The adoptions listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

New and amended standards and interpretations not yet adopted

Certain new accounting standards, amendments to accounting standards and interpretation have been published that are not mandatory for the annual period beginning on 1 January 2026 and have not been early adopted by the Group. These amendments are not expected to have a material impact on the entity in the current or future reporting periods except for the following:

HKFRS 18 Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027)

HKFRS 18 will replace HKAS 1 Presentation of financial statements, introducing new requirements that will help to achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Even though HKFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of comprehensive income and providing management-defined performance measures within the financial statements.

Management has assessed the detailed implications of applying the new standard on the Group's consolidated financial statements. The Group will apply the new standard from its mandatory effective date of 1 January 2027. Retrospective application is required, and management is currently preparing the comparative information for the financial year ending 31 December 2026, which will be restated in accordance with HKFRS 18 and presented in the Group's consolidated financial statements for the year ending 31 December 2027.

3 SEGMENT INFORMATION

Operating segments are determined based on the information reviewed by the chief operating decision maker ("**CODM**"). The CODM, who is responsible for allocating resources and assessing performance of the operating segment, has been identified as the Board.

Operating segments are reported in the manner consistent with the internal reporting provided to the CODM. The Group is subject to similar business risk, and resources are allocated based on what is beneficial to the Group in enhancing the value as a whole. The Board considers the performance assessment of the Group should be based on the loss before income tax of the Group as a whole and regards the Group as a single operating segment and reviews internal reporting accordingly. Therefore, the Board considers there to be only one operating segment under the requirements of HKFRS 8 "Operating Segments".

The Group provides manufacturing and sales of electronic products, which are carried out internationally, through the production complexes located in the People's Republic of China (the "**PRC**"), Thailand, Ireland and the United Kingdom (the "**UK**") during the six months ended 30 June 2026 and 2025.

Information about major customers

External customers contribute over 10% of total revenue of the Group for the six months ended 30 June are as follows:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Customer A	**69,380**	53,272
Customer B	**65,541**	150,644
Customer C	**48,959**	N/A
Customer D	**N/A**	50,205

Note: 'N/A' denotes that the figure represents less than 10% of the total revenue of the Group in the respective periods.

Geographical information

The table below summarises the geographical revenue segment based on location of customers for the six months ended 30 June 2026 and 2025:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Europe	**251,334**	342,433
North America	**38,505**	30,354
The PRC	**34,648**	20,686
South-east Asia	**4,018**	3,673
Hong Kong	**2,093**	2,527
Others	**6,853**	5,038
Total	**337,451**	404,711

During the six months ended 30 June 2026 and 2025, the majority of revenue was derived from customers in Europe (mainly the UK, Switzerland, Ireland, Denmark and Germany), while the remaining revenue was derived from customers in the United States of America (the "**US**"), the PRC, South-east Asia, Hong Kong and others (mainly Australia, Brazil and Kazakhstan).

In relation to non-current assets held by the Group (primarily represented by property, plant and equipment and right-of-use assets), land and buildings with carrying values as at 30 June 2026 of HK$16,558,000 (31 December 2025: HK$17,060,000) are located in Hong Kong. Other property, plant and equipment and right-of-use assets are primarily located in the PRC and Thailand.

4 REVENUE AND OTHER INCOME

		Six months ended 30 June	
		2026	2025
	Note	***HK$'000***	*HK$'000*
		(Unaudited)	(Unaudited)
Revenue			
Sales of goods	*(a)*	**337,451**	404,711
Other income			
Commission income		**107**	51
Government grants		**387**	365
Investment income		**51**	58
Rental income		**139**	10
Scrap material sales income		**1,589**	462
Handling fee income		**1,130**	567
Gain on lease modification		**–**	264
Sundry income		**41**	321
		3,444	2,098

Note:

(a) Revenue from the sale of goods is recognised at a point in time.

5 EXPENSES BY NATURE

Expenses included in "Cost of sales", "Selling and distribution expenses", and "Administrative expenses" are analysed as follows:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Cost of inventories	**224,257**	279,622
Provision for impairment loss on inventories	**205**	731
Obsolete inventories written off	**71**	59
Employee benefit expenses (including Directors' remuneration)	**81,440**	80,857
Depreciation for property, plant and equipment	**7,789**	8,298
Depreciation for right-of-use assets	**6,349**	7,563
Expenses related to short-term leases	**514**	560
Freight and transportation expenses	**4,085**	6,032
Utilities expenses	**3,561**	3,266

6 OTHER OPERATING INCOME/(EXPENSE), NET

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
(Loss)/gain on foreign exchange, net	**(384)**	2,906
Reversal of/(provision for) impairment loss on trade receivables	**849**	(1,366)
Fair value gain on financial assets at fair value through profit or loss	**161**	70
Gain/(loss) on disposal of property, plant and equipment	**2**	(144)
Impairment loss on intangible assets	**–**	(1,791)
Others	**(315)**	44
	313	(281)

7 FINANCE INCOME AND EXPENSES

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Finance income		
Bank interest income	**1,242**	1,251
Finance expenses		
Interest on bank borrowings	**(261)**	(520)
Interest on lease liabilities	**(2,570)**	(3,296)
Bank charges	**(1,660)**	(1,798)
	(4,491)	(5,614)
Finance expenses, net	**(3,249)**	(4,363)

8 INCOME TAX CREDIT

The amount of taxation in the interim condensed consolidated statement of comprehensive income represents:

		Six months ended 30 June	
		2026	2025
	Note	***HK$'000***	*HK$'000*
		(Unaudited)	(Unaudited)
Current income tax:			
– Hong Kong	*(a)*	**–**	–
– The PRC		**–**	–
(Under)/over provision in prior year		**(88)**	238
Deferred tax credit		**169**	1,915
Income tax credit		**81**	2,153

Note:

(a) Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first HK$2 million of estimated assessable profits of the qualifying group entity will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%. The profits of group entities in Hong Kong not qualifying for the two-tiered profits tax rates regime will continue to be taxed at the flat rate of 16.5%. The Hong Kong Profits Tax is calculated at 8.25% on the first HK$2 million of the estimated assessable profits for the qualifying group entity and at 16.5% on the estimated assessable profits above HK$2 million for the six months ended 30 June 2026 and 2025.

9 LOSS PER SHARE

(a) Basic loss per share

The basic loss per share is calculated on the loss attributable to owners of the Company divided by the weighted average number of ordinary shares in issue during the six months ended 30 June 2026 and 2025.

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
Loss attributable to owners of the Company *(HK$'000)*	**(20,451)**	(14,757)
Weighted average number of ordinary shares in issue *(thousand shares)*	**1,000,000**	1,000,000
Basic loss per share *(HK cents)*	**(2.05)**	(1.48)

(b) Diluted loss per share

Diluted loss per share is the same as basic loss per share due to the absence of dilutive potential ordinary shares for the six months ended 30 June 2026 and 2025.

10 DIVIDENDS

	Notes	Six months ended 30 June **2026** ***HK$'000*** **(Unaudited)**	2025 *HK$'000* (Unaudited)
Dividend recognised as distribution during the period			
Final dividend for 2025 of nil (final dividend for 2024: HK1.2 cents) per ordinary share	*(a)*	**–**	12,000
Dividend declared after the end of the interim reporting period			
Interim dividend of HK0.8 cent (interim dividend for 2025: HK0.6 cent) per ordinary share	*(b)*	**8,000**	6,000

Notes:

(a) A final dividend in respect of the year ended 31 December 2024 of HK1.2 cents per ordinary share, amounting to a total dividend of HK$12,000,000, was declared and recognised as distribution in the six months ended 30 June 2025.

(b) Since the interim dividend of HK0.8 cent per ordinary share is declared after the reporting period, such dividend has not been recognised as liability in the Interim Financial Information. An interim dividend in respect of the six months ended 30 June 2025 of HK0.6 cent per ordinary share totalling HK$6,000,000 was paid to the shareholders of the Company on 23 October 2025.

11 TRADE AND OTHER RECEIVABLES

	Note	**As at 30 June 2026** ***HK$'000*** **(Unaudited)**	As at 31 December 2025 *HK$'000* (Audited)
Trade receivables	*(a)*	**136,825**	124,060
Less: Provision for impairment loss on trade receivables		**(664)**	(1,523)
Trade receivables – net		**136,161**	122,537
Other receivables		**10,876**	8,380
		147,037	130,917

The carrying amounts of the trade receivables include receivables which are subject to a factoring arrangement. Under this arrangement, the Group has transferred the relevant receivables to the factor in exchange for cash and is prevented from selling or pledging the receivables. However, the Group has not transferred substantially all of the risks and rewards of ownership through late payment and credit risk. The Group therefore continues to recognise the transferred assets in their entirety in its condensed consolidated statement of financial position. The amounts repayable under the factoring agreement are presented as secured bank borrowings. The Group's accounting policy is to interpret "held to collect" on the basis of the accounting treatment and the continued recognition of the receivables in the condensed consolidated statement of financial position. The Group therefore considers that the held to collect business model remains appropriate for these receivables and hence continues measuring them at amortised cost.

Note:

(a) Trade receivables

Trade receivables arise from trading of electronic products. The payment terms of trade receivables granted to third party customers generally range from full payment before shipment to net 90 days. As at 30 June 2026 and 31 December 2025, the aging analysis of the trade receivables based on invoice date is as follows:

	As at 30 June 2026 ***HK$'000*** **(Unaudited)**	As at 31 December 2025 *HK$'000* (Audited)
Below 30 days	**55,330**	52,778
Between 31 and 60 days	**26,348**	39,743
Over 60 days	**55,147**	31,539
	136,825	124,060

12 TRADE AND OTHER PAYABLES

	Note	**As at 30 June 2026** ***HK$'000*** **(Unaudited)**	As at 31 December 2025 *HK$'000* (Audited)
Trade payables	*(a)*	**131,197**	96,233
Accruals		**18,715**	17,990
Other payables and provisions		**2,822**	1,996
		152,734	116,219

Note:

(a) Aging analysis of trade payables

The credit terms of trade payables granted by the vendors generally range from full payment before shipment to net 180 days. As at 30 June 2026 and 31 December 2025, the aging analysis of trade payables based on invoice date is as follows:

	As at 30 June 2026 ***HK$'000*** **(Unaudited)**	As at 31 December 2025 *HK$'000* (Audited)
Below 30 days	**85,855**	27,098
Between 31 and 60 days	**20,266**	27,932
Over 60 days	**25,076**	41,203
	131,197	96,233

13 BORROWINGS

	Note	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Secured bank borrowings	*(a)*	**38,252**	25,524

The Group's borrowings were repayable as follows (without taking into account the repayment on demand clause as detailed in note (a) below):

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Within 1 year	**38,252**	22,857
Between 1 and 2 years	**–**	2,667
Between 2 and 5 years	**–**	–
	38,252	25,524

Notes:

(a) Repayment on demand clause

As these borrowings include a clause that gives the lender the unconditional right to call the borrowings at any times ("**Repayment on Demand Clause**"), according to HK Interpretation 5 "Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause", these borrowings were classified by the Group as current liabilities.

(b) Pledge of assets

As at 30 June 2026 and 31 December 2025, the total borrowings were secured by certain assets and their carrying amounts are shown below:

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Property, plant and equipment	**16,558**	17,060
Restricted bank deposits	**15,159**	15,087
Trade receivables	**7,787**	14,608
	39,504	46,755

The borrowings were also secured by the an indemnity for an unlimited amount executed by the Company.

(c) Interest rate

The exposure of the Group's borrowings to interest rate changes and the contractual repricing dates at the end of each reporting period are as follows:

	As at 30 June 2026	As at 31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Variable rate	**38,252**	25,524

The fair values of borrowings approximates their carrying amounts, as the impact of discounting is not significant.

The effective interest rate of bank borrowings is ranged from 1.41% to 3.28% per annum for the period ended 30 June 2026 (31 December 2025: 1.07% to 4.65% per annum).

14 SHARE CAPITAL

	As at 30 June 2026 (Unaudited)		As at 31 December 2025 (Audited)	
	Number of shares	**Amount**	Number of shares	Amount
		HK$'000		*HK$'000*
Issued and fully paid				
At beginning and the end of period/year	**1,000,000,000**	**281,507**	1,000,000,000	281,507

Ordinary shares are classified as equity.

15 COMMITMENTS

(a) Capital commitments

Capital expenditure contracted for at the end of the reporting period but not yet incurred is as follows:

	As at 30 June 2026	As at 31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Property, plant and equipment	**1,775**	–

(b) Lease commitments – as a lessee

The Group has recognised right-of-use assets and lease liabilities for all leases, except for short-term leases with original lease term of less than one year.

The total future minimum lease payments under non-cancellable leases for which no lease liabilities have been recognised by the Group as at 30 June 2026 and 31 December 2025 were as follows:

	As at 30 June 2026 *HK$'000* **(Unaudited)**	As at 31 December 2025 *HK$'000* (Audited)
Within one year	**638**	444

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group continues to pursue its dual-drive development strategy, anchored by the solid foundation and stability of its electronics manufacturing services ("**EMS**") core business and supported by the development of new energy business as an emerging growth engine. With over four decades of industry experience, the Group has established itself as a trusted EMS partner, supplying customised industrial electronic components and products, including electro-mechanical products, smart chargers, switch-mode power supplies and smart vending systems, primarily to the European and United States ("**US**") markets. At the same time, the Group is expanding its presence in the new energy sector, which represents a long-term growth opportunity aligned with global decarbonisation trends, energy transition initiatives and the increasing demand for sustainable energy solutions.

During the six months ended 30 June 2026, Europe and North America continued to be the Group's principal markets. Operating conditions in these regions were affected by the persistent high interest rates, ongoing geopolitical tensions, the US tariff policy uncertainties and the outbreak of the US-Iran war. In this environment, many customers continued to adopt a more cautious procurement approach, focusing on inventory management and adjusting purchasing strategies, which resulted in softer demand during the six months ended 30 June 2026. As a result, revenue for the six months ended 30 June 2026 decreased by approximately 16.6% to approximately HK$337.5 million (six months ended 30 June 2025: approximately HK$404.7 million). The decline was primarily attributable to softer demand from customers in the European markets.

In response to the evolving market environment, the Group maintained operational stability and strengthened its customer portfolio with focuses on higher-value projects and deeper customer engagement and collaboration through the joint design manufacturing ("**JDM**") model, enabling earlier participation in product design and development to enhance customer relationships while improving product value and margin potential. Also, to enhance supply chain resilience and better support customers in different regions, the Group continued to optimise its manufacturing footprint. The production facilities in Thailand and the United Kingdom ("**UK**") serve as a strategic export base for the US, European and Southeast Asian markets, providing flexibility to navigate geopolitical developments and tariff barriers and strengthening supply chain security. The Group has also established presence in Germany and the US. Together with its principal manufacturing base in the People's Republic of China (the "**PRC**"), this global manufacturing network enhances production flexibility and strengthens the Group's ability to respond to evolving global trade dynamics.

Alongside the optimisation of its EMS operations, the Group continued to advance the development of its new energy business. The Group has unveiled the core strategy: "Stations as Media, Media Empowers Energy", under which it is transforming traditional charging stations into high-value smart interactive hubs. The Group's business scope has strategically expanded to the provision of: smart EV charging solutions; integrated photovoltaic energy storage systems; high-precision intelligent power management systems; and smart charging network infrastructure, plus the deployment and operation of smart advertising screens across Central Asia and Southeast Asia. The Group aims to construct an entirely new business platform that integrates energy, transportation, and media across Central Asia and South East Asia. In alignment with the PRC's "Belt and Road" initiative, the Group has successfully introduced an innovative integrated outdoor digital advertising operations in Kazakhstan to create a distinctive "New Energy + New Media" business model on top of operation of charging stations. In earlier this year, the Group has launched the Solar Power Generation and Energy Storage Project in Shymkent, Kazakhstan, which is an integrated new energy ecological project integrating solar power generation, energy storage, Deltrix electric vehicle charging infrastructure and multimedia advertising to empower a green and smart new future in Central Asia. These sites support EV charging while forming part of a broader ecosystem combining energy services, digital media and automated car-wash facilities. The integrated advertising platform also supports Chinese enterprises expanding into Central Asia while strengthening the Group's positioning in the regional outdoor media market. The Group has also partnered with Helios LLP ("**Helios**"), one of the largest refined oil enterprises and also one of the largest gas station operators in Kazakhstan with around 255 on-site convenience stores across around 61 locations, to launch advertising operation at Helios's gas station venues and jointly exploring other offline advertising market.

While these strategic initiatives are expected to support the Group's long-term development, they have also led to an increase in operating costs associated with the development of these initiatives. Nevertheless, the Group maintained strict cost discipline and optimised its staffing and labour structures, resulting in lower administrative expenses for the six months ended 30 June 2026 compared with the six months ended 30 June 2025. Overall, the Group recorded a loss attributable to owners of the Company of approximately HK$20.5 million for the six months ended 30 June 2026, compared with the loss of approximately HK$14.8 million for the six months ended 30 June 2025.

FINANCIAL REVIEW

Revenue

The following table summarises the amount of revenue generated and as a percentage of total revenue from each product category for the six months ended 30 June 2026 and 2025, respectively:

	Six months ended 30 June					
	2026		2025		Changes	
	HK$'000	*%*	*HK$'000*	*%*	*HK$'000*	*%*
	(Unaudited)		*(Unaudited)*		*(Unaudited)*	
Electro-mechanical products	**119,331**	**35.4**	140,136	34.6	(20,805)	-14.8
Switch-mode power supplies	**79,065**	**23.4**	56,422	13.9	22,643	+40.1
Smart chargers	**70,227**	**20.8**	54,024	13.4	16,203	+30.0
Smart vending systems	**67,272**	**19.9**	151,082	37.3	(83,810)	-55.5
Others[1]	**1,556**	**0.5**	3,047	0.8	(1,491)	-48.9
Total	**337,451**	**100.0**	404,711	100.0	(67,260)	-16.6

Note:

(1) Others include automatic testing equipment, power switch gear boards, catering equipment control boards and smart EV chargers.

Revenue for the six months ended 30 June 2026 decreased by approximately HK$67.3 million compared to the same period in 2025. This decline was primarily driven by reduced sales of smart vending systems and electro-mechanical products, reflecting the drop in customer demand as discussed in the section headed "Business Review". The decrease was partially offset by the increase in sales of switch-mode power supplies and smart chargers during the period.

The table below summarises the geographical revenue segment based on location of customers for six months ended 30 June 2026 and 2025, respectively:

	Six months ended 30 June					
	2026		2025		Changes	
	HK$'000	*%*	*HK$'000*	*%*	*HK$'000*	*%*
	(Unaudited)		*(Unaudited)*		*(Unaudited)*	
Europe[1]	**251,334**	**74.5**	342,433	84.6	(91,099)	-26.6
North America[2]	**38,505**	**11.4**	30,354	7.5	8,151	+26.9
The PRC (including Hong Kong)	**36,741**	**10.9**	23,213	5.7	13,528	+58.3
South-east Asia[3]	**4,018**	**1.2**	3,673	0.9	345	+9.4
Others[4]	**6,853**	**2.0**	5,038	1.3	1,815	+36.0
Total	**337,451**	**100.0**	404,711	100.0	(67,260)	-16.6

Notes:

(1) Europe includes Austria, Denmark, Estonia, France, Germany, Greece, Ireland, Italy, Norway, Spain, Sweden, Switzerland, and the UK.

(2) North America includes the US.

(3) South-east Asia includes India, Malaysia, Philippines, Singapore, Thailand and Vietnam.

(4) Others include Australia, Brazil, Israel, Japan, Kazakhstan, New Zealand and Taiwan.

Europe and North America continued to be the major markets for the Group, accounting for approximately 85.9% and 92.1% of the Group's total revenue for the six months ended 30 June 2026 and 2025, respectively. During the six months ended 30 June 2026, sales to customers in Europe decreased by approximately 26.6% compared to the same period in 2025, which resulted from the decline in demand for the Group's products in these regions, as discussed in the section headed "Business Review" above. The decrease was partially offset by the increase in sales in North America, the PRC (including Hong Kong), South-east Asia and other regions during the period.

Cost of sales

The cost of sales primarily consisted of direct materials, direct labour costs, and manufacturing overheads. During the six months ended 30 June 2026, the cost of sales decreased by approximately 17.0%, mainly driven by reduction in material costs aligned with the decrease in revenue compared to the same period in 2025.

Gross profit and gross profit margin

As a result of the aforementioned factors, the Group's gross profit for the six months ended 30 June 2026 was approximately HK$64.7 million, representing a reduction of approximately 14.9% as compared to the corresponding period in 2025. Gross profit margin increased slightly by 0.4 percentage points to 19.2% for the six months ended 30 June 2026, as compared with 18.8% for the corresponding period in 2025.

Other income

Other income primarily comprises scrap material sales income, government grants and subsidies received in the PRC and Hong Kong, handling fee income, investment income, commission income and rental income. The Group recorded other income of approximately HK$3.4 million for the six months ended 30 June 2026, representing an increase of approximately HK$1.3 million compared with the corresponding period of 2025. This growth was primarily attributable to higher handling fee and scrap material sales income received during the current period.

Selling and distribution expenses

Selling and distribution expenses primarily consist of freight and transportation expenses, sales commission expenses, inspection fee, business trips expenses and import and export declaration expenses. Selling and distribution expenses decreased from approximately HK$9.7 million for the six months ended 30 June 2025 to approximately HK$8.4 million for the same period in 2026. This reduction was mainly attributable to decrease in freight and transportation costs driven by the decline in sales during the current period.

Administrative expenses

Administrative expenses primarily consist of employee benefit expenses (including Directors' remuneration), depreciation for property, plant and equipment and right-of-use assets, staff welfare and messing expenses, legal and professional fees, auditors' remuneration and other general administrative expenses. Administrative expenses dropped from approximately HK$80.7 million for the six months ended 30 June 2025 to approximately HK$77.4 million for the same period in 2026. This reduction was primarily attributable to a decrease in Directors' remuneration, consultancy fee and staff welfare and messing expenses during the current period.

Other operating income/(expense), net

Other operating income/(expense), net mainly consists of net (loss)/gain on foreign exchange, reversal of/(provision for) impairment loss on trade receivables and fair value gain on financial assets at fair value through profit or loss. For the six months ended 30 June 2026, the Group recorded net other operating income of approximately HK$0.3 million, representing a favorable turnaround from the net other operating expense of approximately HK$0.3 million recognised in the corresponding period in 2025. This positive variance was primarily attributable to a reversal of impairment losses on trade receivables during the current period, coupled with the absence of an impairment loss on intangible assets that had burdened the corresponding period in 2025. These favorable impacts were partially offset by a net foreign exchange loss incurred in the current period, contrasting with a net foreign exchange gain recorded in the first half of 2025.

Finance income

Finance income refers to the interest earned on bank deposits. It decreased by approximately 0.7% from approximately HK$1.3 million for the six months ended 30 June 2025 to approximately HK$1.2 million for the same period in 2026.

Finance expenses

Finance expenses include interest on lease liabilities and bank borrowings, and bank charges. These expenses decreased by approximately 20.0% from approximately HK$5.6 million for the six months ended 30 June 2025 to approximately HK$4.5 million for the same period in 2026. This favorable reduction was primarily driven by lower interest on lease liabilities, which resulted from rent concessions and the termination of certain office and factory leases during the second half of 2025. The decrease was further supported by lower interest expenses on bank borrowings and a reduction in overall bank charges.

LIQUIDITY AND FINANCIAL RESOURCES

During the six months ended 30 June 2026, the Group primarily financed its operational and capital requirements through a combination of cash flows generated from the operating activities and bank borrowings. As at 30 June 2026, the Group had bank borrowings of approximately HK$38.3 million (31 December 2025: approximately HK$25.5 million), classified as current liabilities and primarily denominated in Hong Kong Dollars ("**HK$**"), United States Dollars ("**US$**") and Renminbi ("**RMB**") (31 December 2025: HK$ and US$). The Group also had undrawn borrowing facilities of approximately HK$157.7 million (31 December 2025: approximately HK$152.0 million). In addition, the Group had restricted bank deposits and cash and cash equivalents amounted to approximately HK$148.7 million (31 December 2025: approximately HK$140.5 million), which were mainly denominated in HK$, US$, RMB, Thai Baht ("**THB**"), Great British Pound ("**GBP**") and Euros ("**EUR**").

As at 30 June 2026, the Group had net current assets of approximately HK$271.4 million (31 December 2025: approximately HK$283.9 million). The Group's current ratio, calculated by dividing current assets by current liabilities, decreased from 2.7 as at 31 December 2025 to 2.2 as at 30 June 2026. The Group's gearing ratio, defined as net debt divided by total capital, remained not applicable as at 30 June 2026 (31 December 2025: not applicable), as the Group maintained a positive net cash position (cash and cash equivalents minus borrowings). Net debt is calculated as bank borrowings minus cash and cash equivalents, while total capital is the sum of total equity, as reported in the interim condensed consolidated statement of financial position, and net debt (if applicable).

FINANCIAL RISK MANAGEMENT

The Group is exposed to various financial risks, including: (i) market risk (comprising foreign exchange risk, price risk and cash flow interest rate risk); (ii) credit risk; and (iii) liquidity risk. The Group's risk management programme focuses on addressing the unpredictability of financial markets and minimising potential adverse effects on the Group's financial performance.

Foreign exchange risk

The Group operates mainly in Hong Kong, the PRC, Thailand and the UK. Entities within the Group are exposed to foreign exchange risk arising from various currency fluctuations, particularly in relation to US$, RMB, THB, GBP and EUR. Foreign exchange risk arises from export sales, purchases, other future commercial transactions and monetary assets and liabilities denominated in currencies other than the entity's functional currency.

The management of the Company has established a policy requiring the Group to manage its foreign exchange risk against its functional currencies. The Group mitigates this risk by closely monitoring the foreign currency movements and may enter into forward foreign exchange contracts should the need arise. During the six months ended 30 June 2026 and 2025, the Group did not enter into any forward foreign exchange contract. The Group does not employ any financial instruments for hedging purposes.

Price risk

The Group is exposed to equity securities price risk from its investments in equity instruments, which are classified as financial assets at fair value through profit or loss in the interim condensed consolidated statement of financial position. The Group mitigates its price risk exposure by maintaining a portfolio of investments with different risk and return profiles, and ensuring the investment portfolio is frequently reviewed and monitored.

Cash flow interest rate risk

The Group's interest rate risk primarily arises from borrowings. Borrowings obtained at variable rates expose the Group to cash flow interest rate risk, which is partially offset by cash held in banks at variable rates. The Group does not adopt any interest hedging strategy.

For the six months ended 30 June 2026 and 2025, all bank borrowings of the Group were arranged at floating rates varied with prevailing market conditions.

As at 30 June 2026, the Group had secured bank borrowings of approximately HK$38.3 million (31 December 2025: approximately HK$25.5 million), primarily denominated in HK$, US$ and RMB (31 December 2025: HK$ and US$).

Credit risk

The Group's credit risks are primarily attributable to financial instruments that are trade and other receivables, deposits, time deposits and cash held in banks.

In respect of time deposits and cash held in banks, the credit risk is considered low as the counterparties are banks with high credit ratings assigned by international credit rating agencies.

The management of the Group conducts periodic assessment on the recoverability of trade and other receivables based on historical payment records, the duration of the overdue period, the financial strength of the debtors and the presence of any disputes with the debtors. According to the Group's historical experience in collection of trade and other receivables, the irrecoverable trade and other receivables fall within the recognised allowances and the management is of the opinion that adequate provision for uncollectible receivables has been made.

As at 30 June 2026, the Group has concentration of credit risk as 20.8% (31 December 2025: 15.7%) and 75.7% (31 December 2025: 73.7%) of the total trade receivables was due from the Group's largest customer and the five largest customers respectively. In order to minimise the credit risk, the management of the Group has delegated a team responsible for determination of credit limits and credit approvals.

Liquidity risk

Cash flow forecasts are performed for the operating entities of the Group, taking into account debt financing plans, covenant compliance, and any applicable external regulatory or legal requirements, such as currency restrictions.

The Group manages liquidity risk through various measures, including orderly realisation of short-term financial assets and receivables and securing long-term financing through borrowings. The Group maintains funding flexibility by ensuring sufficient bank balances, committed credit lines and access to interest-bearing borrowings. These measures enable the Group to sustain its business in the foreseeable future.

COMMITMENTS

Details of the Group's commitments as at 30 June 2026 are set out in note 15 to the condensed consolidated interim financial information.

CAPITAL STRUCTURE

The capital structure of the Group consists of bank borrowings and equity attributable to owners of the Company, comprising issued share capital and reserves.

As at 30 June 2026, the Company had 1,000,000,000 shares in issue (31 December 2025: 1,000,000,000 shares).

SIGNIFICANT INVESTMENTS

As at 30 June 2026, the Group did not hold any significant investments (31 December 2025: nil).

MATERIAL ACQUISITIONS OR DISPOSAL OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisitions nor disposals of subsidiaries, associates and joint ventures during the six months ended 30 June 2026 and 2025.

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

Save as those disclosed in this announcement, the Group currently has no other plans for material investments and capital assets.

CONTINGENT LIABILITIES

As at 30 June 2026 and 31 December 2025, the Group had contingent liabilities in respect of certain ongoing labour disputes involving two PRC subsidiaries of the Company. The disputes relate to claims by certain former employees for compensation arising from the termination of their employment contracts.

The Group has sought legal advice from external legal counsel. Based on the legal opinions obtained, the Group considers that there is a present obligation that may, but probably will not, require an outflow of resources. Accordingly, no provision has been recognised and the matter has been disclosed as a contingent liability in the Interim Financial Information and in the consolidated financial statements for the year ended 31 December 2025.

The potential undiscounted amount of total payments that the Group would be required to make in the event of adverse decisions related to these lawsuits is estimated to be approximately HK$10.6 million as at 30 June 2026 (31 December 2025: approximately HK$10.1 million).

The litigations are currently in progress, and the outcomes are expected to be issued within approximately 3 to 6 months from the reporting date.

TREASURY MANAGEMENT

During the six months ended 30 June 2026, there were no material changes in the Group's funding and treasury policies. The Group maintains an adequate level of cash and banking facilities to support its normal business operations.

The Group's capital management objectives are to ensure the continuity of the Group as a going concern while maximising the return to the shareholders of the Company (the "**Shareholders**") through an optimal balance of debt and equity. The Group manages its capital in proportion to risk and makes necessary adjustments to its overall capital structure. The management of the Group closely monitors the trade receivable balances for any overdue balances on an ongoing basis and only trade with creditworthy parties. The management of the Group carefully monitors the Group's liquidity position to ensure that the liquidity structure of its assets, liabilities and commitments can meet its funding requirements and effectively manage liquidity risk.

PLEDGE OF ASSETS

As at 30 June 2026, the property, plant and equipment amounted to approximately HK$16.6 million (31 December 2025: approximately HK$17.1 million), restricted bank deposits amounted to approximately HK$15.2 million (31 December 2025: approximately HK$15.1 million), trade receivables amounted to approximately HK$7.8 million (31 December 2025: approximately HK$14.6 million) and an indemnity for an unlimited amount executed by the Company were pledged as security for the bank borrowings of the Group.

EMPLOYEES AND REMUNERATION POLICIES

As of 30 June 2026, the Group had a total of approximately 1,130 employees (31 December 2025: approximately 1,130). The Group's employee benefit expenses mainly included salaries, overtime payment, discretionary bonus, Directors' remuneration, other staff benefits and contributions to retirement schemes.

For the six months ended 30 June 2026, the Group's total employee benefit expenses (including Directors' remuneration) amounted to approximately HK$81.4 million (six months ended 30 June 2025: approximately HK$80.9 million). Remuneration is determined with reference to the qualification, experience and work performance, whereas the discretionary bonus is based on work performance, the Group's financial performance for the year, and prevailing market conditions.

OUTLOOK

The Group remains cautiously optimistic while navigating global economic uncertainties. A healthy order backlog in the EMS business indicates resilient demand, supported by rising health awareness, ongoing digital transformation and the global shift toward new energy. To capture these trends, the Group has strengthened its execution in sales and marketing, pursue targeted business development and continue investing in advanced technologies to enhance production efficiency and service quality.

In alignment with global sustainability initiatives and the PRC's Belt and Road strategy, the Group continues to develop its new energy business at full momentum. The Group has unveiled the core strategy: "Stations as Media, Media Empowers Energy", under which it is transforming traditional charging stations into high-value smart interactive hubs. The Group's business scope has strategically expanded to the provision of: smart EV charging solutions; integrated photovoltaic energy storage systems; high-precision intelligent power management systems; and smart charging network infrastructure, plus the deployment and operation of smart advertising screens across Central Asia and Southeast Asia. The Group aims to construct an entirely new business platform that integrates energy, transportation, and media across Central Asia and South East Asia.

In Kazakhstan, the Group has successfully introduced an innovative integrated outdoor digital advertising operations to create a distinctive "New Energy + New Media" business model on top of charging station operation. In earlier this year, the Group has launched the Solar Power Generation and Energy Storage Project in Shymkent, Kazakhstan, which is an integrated new energy ecological project integrating solar power generation, energy storage, Deltrix electric vehicle charging infrastructure and multimedia advertising to empower a green and smart new future in Central Asia. The Group has also partnered with Helios, one of the largest refined oil enterprises and also one of the largest gas station operators in Kazakhstan with around 255 on-site convenience stores across around 61 locations, to launch advertising operation at Helios's gas station venues and jointly explore other offline advertising market.

Besides Kazakhstan, in Uzbekistan and South East Asia countries like Thailand and Malaysia, the Group plans to introduce smart charging network infrastructure, plus the deployment and operation of smart advertising screens, Deltrix electric motorcycles alongside charging infrastructure.

Through these initiatives, the Group is advancing its vision of a "Greater Asia New Energy Business Circle" – a cross-regional strategic network integrating solar-integrated EV charging infrastructure, energy storage systems, electric motorcycles, digital advertising platforms and intelligent service solutions across multiple regions. This roadmap aligns with the Group's long-term commitment to sustainability, technological innovation and value creation for stakeholders.

The Group will remain focused on identifying and capitalising on emerging opportunities in the new energy sector. By sharpening go-to-market strategies and investing in priority growth areas, the Group aims to strengthen its market position and deliver long-term value for stakeholders.

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK0.8 cent per ordinary share of the Company for the six months ended 30 June 2026 (six months ended 30 June 2025: HK0.6 cent per ordinary share). The said interim dividend is expected to be paid on 22 October 2026 to the Shareholders whose names appear on the register of members of the Company on 30 September 2026, being the record date for determination of entitlements to the interim dividend.

CLOSURE OF REGISTER OF MEMBERS

In order to ascertain the entitlement to the interim dividend, the register of members of the Company will be closed from Monday, 28 September 2026 to Wednesday, 30 September 2026, both days inclusive. In order to qualify for the interim dividend, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's share registrar, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong for registration no later than 4:30 p.m. on Friday, 25 September 2026.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2026.

EVENTS AFTER THE END OF THE SIX MONTHS ENDED 30 JUNE 2026

Save as disclosed in this announcement, there are no significant events affecting the Group after the six months ended 30 June 2026 and up to the date of this announcement.

CORPORATE GOVERNANCE

The Company's corporate governance code is based on the principles of the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Rules Governing the Listing of Securities on the Main Board of The Stock Exchange of Hong Kong Limited ("**Listing Rules**"). The Company is committed to ensuring a quality Board and its transparency and accountability to its Shareholders. The Company complied with all code provisions as set out in Part 2 of the CG Code, and adopted the recommended best practices of the CG Code insofar as they are relevant and practical during the six months ended 30 June 2026.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers as set out in Appendix C3 to the Listing Rules (the "**Model Code**") as the code of conduct governing Directors' securities transactions. All Directors have confirmed, following specific enquiry by the Company, that they have complied with the required standards set out in the Model Code and there were no events of non-compliance during the six months ended 30 June 2026.

AUDIT COMMITTEE

The Audit Committee was established on 27 October 2017 with written terms of reference in compliance with Rule 3.21 of the Listing Rules and paragraph C.4 and paragraph D.3 of the CG Code. As at the date of this announcement, the Audit Committee comprises three members, namely Mr. Wong Kwok Kuen, Mr. Kan Pak Cheong and Mr. Bao King To. The chairman of the Audit Committee is Mr. Wong Kwok Kuen.

The Audit Committee has reviewed this preliminary interim results announcement and the unaudited Interim Financial Information.

REVIEW OF UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

The unaudited Interim Financial Information has been reviewed by the Company's independent auditor, PricewaterhouseCoopers, in accordance with the Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". The review report of the independent auditor will be included in the interim report to be sent to the Shareholders.

On behalf of the Board
Trio Industrial Electronics Group Limited
Wong Sze Chai
Chairman and executive Director

Hong Kong, 27 August 2026

As at the date of this announcement, the Board comprises Mr. Wong Sze Chai (Chairman) and Ms. Liu Yun as executive Directors, Mr. Kan Pak Cheong, Mr. Wong Kwok Kuen and Mr. Bao King To as independent non-executive Directors.