大新金融集團有限公司
DAH SING FINANCIAL HOLDINGS LIMITED

(Incorporated in Hong Kong with limited liability under the Companies Ordinance)
(Stock Code: 440)

ANNOUNCEMENT OF 2026 INTERIM RESULTS

The Directors of Dah Sing Financial Holdings Limited ("DSFH" or the "Company") are pleased to present the interim results and condensed consolidated financial statements of the Company and its subsidiaries (collectively the "Group") for the six months ended 30 June 2026. The unaudited profit attributable to shareholders after non-controlling interests for the six months ended 30 June 2026 was HK$1,457.6 million.

UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

The unaudited 2026 interim condensed consolidated financial statements of the Group have been prepared in accordance with Hong Kong Accounting Standard No. 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants.

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
For the six months ended 30 June

HK$'000	Note	**2026**	2025	Variance %
Interest income	3	**4,878,227**	5,343,273	
Interest expense	3	**(1,880,659)**	(2,528,332)	
Net interest income		**2,997,568**	2,814,941	6.5
Fee and commission income	4	**1,032,201**	828,423	
Fee and commission expense	4	**(100,439)**	(107,935)	
Net fee and commission income		**931,762**	720,488	29.3
Insurance revenue	5	**662,948**	620,924	
Insurance service expense	5	**(472,313)**	(444,667)	
Net expense from reinsurance contracts held	5	**(112,590)**	(109,072)	
Insurance service result		**78,045**	67,185	
Net trading income	6	**242,893**	459,206	
Net insurance finance expense	5	**(3,308)**	(19,226)	
Other operating income	7	**71,308**	69,776	
Total operating income		**4,318,268**	4,112,370	5.0
Operating expenses	8	**(1,805,428)**	(1,781,701)	1.3
Operating profit before impairment losses		**2,512,840**	2,330,669	7.8
Credit impairment losses	9	**(724,134)**	(729,151)	-0.7
Operating profit before gains and losses on certain investments and fixed assets		**1,788,706**	1,601,518	11.7
Net gain/ (loss) on disposal of other fixed assets		**5**	(40)	
Net gain on disposal of financial assets at amortised cost		**11,665**	-	
Net gain on disposal of financial assets at fair value through other comprehensive income		**2,485**	-	
Share of results of an associate		**511,385**	442,756	
Loss on deemed disposal of investment in an associate	10	**(125,311)**	-	
Share of results of jointly controlled entities		**20,708**	15,902	
Profit before taxation		**2,209,643**	2,060,136	7.3
Taxation	11	**(295,743)**	(249,297)	
Profit for the period		**1,913,900**	1,810,839	5.7
Profit attributable to non-controlling interests		**(456,333)**	(404,655)	
Profit attributable to Shareholders of the Company		**1,457,567**	1,406,184	3.7
Interim dividend		**382,997**	370,071	
Earnings per share				
Basic	12	**HK$4.57**	HK$4.41	
Diluted	12	**HK$4.31**	HK$3.79	

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June

HK$'000	**2026**	2025
Profit for the period	**1,913,900**	1,810,839
Other comprehensive income for the period		
Items that may be reclassified to the consolidated income statement:		
Investments in securities		
Net change in fair value of debt instruments at fair value through other comprehensive income	**(255,759)**	184,237
Share of other comprehensive income of an associate accounted for using the equity method	**25,631**	(148,183)
Net gain realised and transferred to consolidated income statement upon:		
- Disposal of debt instruments at fair value through other comprehensive income	**(2,485)**	-
Deferred income tax related to the above	**38,680**	(22,333)
	(193,933)	13,721
Exchange differences arising on translation of the financial statements of foreign entities	**168,089**	280,943
Items that will not be reclassified to the consolidated income statement:		
Investments in securities		
Share of other comprehensive income of an associate accounted for using the equity method	**(913)**	1,118
Net change in fair value of equity instruments at fair value through other comprehensive income	**1,124,958**	430,551
Deferred income tax related to the above	**(58,522)**	(41,705)
	1,065,523	389,964
Other comprehensive income for the period, net of tax	**1,039,679**	684,628
Total comprehensive income for the period, net of tax	**2,953,579**	2,495,467
Attributable to:		
Non-controlling interests	**450,930**	482,697
Shareholders of the Company	**2,502,649**	2,012,770
Total comprehensive income for the period, net of tax	**2,953,579**	2,495,467

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

HK$'000	Note	**As at 30 Jun 2026**	As at 31 Dec 2025
ASSETS			
Cash and balances with banks		**7,842,775**	15,742,682
Placements with banks maturing between one and twelve months		**8,729,106**	8,317,239
Trading securities	13	**9,656,952**	2,093,825
Financial assets at fair value through profit or loss	13	**2,371,831**	2,594,472
Derivative financial instruments		**3,451,159**	2,523,621
Advances and other accounts	14	**147,601,603**	144,679,252
Financial assets at fair value through other comprehensive income	15	**57,094,610**	52,984,722
Financial assets at amortised cost	16	**35,377,540**	34,008,953
Investment in an associate	10	**3,597,425**	2,968,045
Investments in jointly controlled entities		**167,792**	147,084
Intangible assets		**92,390**	92,390
Goodwill		**292,751**	292,751
Premises and other fixed assets		**3,529,902**	2,871,115
Investment properties		**1,053,860**	760,724
Current income tax assets		**4,126**	5,180
Deferred income tax assets		**318,057**	297,922
Total assets		**281,181,879**	270,379,977
LIABILITIES			
Deposits from banks		**4,674,464**	284,833
Derivative financial instruments		**1,992,573**	1,394,732
Trading liabilities		**4,273,629**	1,348,191
Deposits from customers		**204,047,328**	204,732,856
Certificates of deposit issued		**289,756**	887,875
Subordinated notes		**4,297,783**	4,274,938
Other accounts and accruals	17	**11,584,255**	9,933,416
Current income tax liabilities		**953,528**	773,329
Deferred income tax liabilities		**282,075**	263,433
Total liabilities		**232,395,391**	223,893,603
EQUITY			
Non-controlling interests		**9,265,932**	8,996,148
Equity attributable to the Company's shareholders			
Share capital		**4,224,134**	4,238,285
Other reserves (including retained earnings)		**35,296,422**	33,251,941
Shareholders' funds	18	**39,520,556**	37,490,226
Total equity		**48,786,488**	46,486,374
Total equity and liabilities		**281,181,879**	270,379,977

Note:

1. General information

Dah Sing Financial Holdings Limited (the "Company") and its subsidiaries (together the "Group") provide banking, insurance, financial and other related services in Hong Kong, Macau, and the Chinese Mainland.

2. Unaudited financial statements and accounting policies

The information set out in this interim results announcement does not constitute statutory consolidated financial statements.

Certain financial information in this interim results announcement is extracted from the statutory consolidated financial statements for the year ended 31 December 2025 (the "2025 consolidated financial statements") which have been delivered to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Hong Kong Companies Ordinance (Cap.622), and the Hong Kong Monetary Authority ("HKMA").

The auditor's report on the 2025 consolidated financial statements 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 section 406(2), 407(2) or (3) of the Hong Kong Companies Ordinance (Cap.622).

Basis of preparation and accounting policies

Except as described below, the accounting policies and methods of computation used in the preparation of the 2026 interim condensed consolidated financial statements are consistent with those used and described in the Group's annual audited consolidated financial statements for the year ended 31 December 2025.

(a) New and amendments to HKFRS Accounting Standards adopted by the Group

The following amendments to HKFRS Accounting Standards that became applicable for annual reporting periods commencing on or after 1 January 2026:

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

  The Hong Kong Institute of Certified Public Accountants issued amendments to HKFRS 9 and HKFRS 7 to provide guidance as to when certain financial liabilities can be deemed settled when using an electronic payment system, and the amendments also provide further clarifications regarding the classification of financial assets that contain contractual terms that change the timing and amount of contractual cash flows, including those arising from environmental, social and governance-related contingencies, and financial assets with certain non-recourse features.

These amendments have no material impact on the Group's operations or financial statements.

2. Unaudited financial statements and accounting policies (Continued)

Basis of preparation and accounting policies (Continued)

(b) New and amendments to HKFRS Accounting Standards not yet adopted

Certain new and amendments to HKFRS Accounting Standards have been published that are not yet effective from 1 January 2026 and have not been early adopted by the Group:

- 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 achieve comparability of the financial performance of similar entities and provide more relevant information and transparency to users. Its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of financial performance and providing, management-defined performance measures within the financial statements.

  HKFRS 18 has no impact on recognition criteria or measurement bases, it only has impact on presentation of the financial statements, in particular the income statement and to a lesser extent the cash flow statement. Management is currently assessing the detailed implications of applying the new standard.

There are no other new or amendments to HKFRS Accounting Standards that are effective from 1 January 2026 or not yet effective that would be expected to have a material impact on the Group.

The interim condensed consolidated financial statements are presented in thousands of Hong Kong dollars (HK$'000), unless otherwise stated, and were approved by the Board of Directors for issue on 28 August 2026.

These interim condensed consolidated financial statements have not been audited.

3. Net interest income

For the six months ended 30 June

HK$'000	**2026**	2025
Interest income		
Cash and balances with banks	**283,308**	357,121
Investments in securities	**1,859,478**	2,038,425
Advances and other accounts	**2,735,441**	2,947,727
	4,878,227	5,343,273
Interest expense		
Deposits from banks/ Deposits from customers	**1,643,477**	2,261,064
Certificates of deposit issued	**10,263**	71,812
Subordinated notes	**135,372**	149,742
Lease liabilities	**8,042**	8,809
Others	**83,505**	36,905
	1,880,659	2,528,332
Included within interest income		
- Trading securities and financial assets at fair value through profit or loss	**64,081**	43,778
- Financial assets at fair value through other comprehensive income	**1,143,564**	1,340,899
- Financial assets at amortised cost	**3,670,582**	3,958,596
	4,878,227	5,343,273
Included within interest expense		
- Financial liabilities at fair value through profit or loss	**42,227**	12,903
- Financial liabilities not at fair value through profit or loss	**1,838,432**	2,515,429
	1,880,659	2,528,332

In the six months ended 30 June 2026 and 2025, there was no interest income recognised on impaired assets.

4. Net fee and commission income

For the six months ended 30 June

HK$'000	**2026**	2025
Fee and commission income		
Fee and commission income from financial assets and liabilities not at fair value through profit or loss		
- Credit related fees and commissions	**86,597**	88,540
- Trade finance	**31,645**	29,711
- Credit card	**99,768**	105,758
Other fee and commission income		
- Securities brokerage	**88,867**	83,861
- Insurance distribution and others	**384,412**	239,345
- Retail investment and wealth management services	**264,577**	137,285
- Bank services and handling fees	**34,390**	31,740
- Other fees	**41,945**	112,183
	1,032,201	828,423
Fee and commission expense		
Fee and commission expense from financial assets and liabilities not at fair value through profit or loss		
- Handling fees and commission	**90,764**	98,223
- Other fees paid	**9,675**	9,712
	100,439	107,935

The Group provides custody, trustee, corporate administration, and investment management services to third parties. The assets subject to these services are held in a fiduciary capacity and are not included in these consolidated financial statements.

5. Insurance service result after net insurance finance expense

For the six months ended 30 June

HK$'000	**2026**	2025
Insurance revenue	**662,948**	620,924
Insurance service expense	**(472,313)**	(444,667)
Net expense from reinsurance contracts held	**(112,590)**	(109,072)
Insurance service result	**78,045**	67,185
Net insurance finance expense	**(3,308)**	(19,226)
Insurance service result after net insurance finance expense	**74,737**	47,959

6. Net trading income

For the six months ended 30 June

HK$'000	**2026**	2025
Dividend income from financial assets at fair value through profit or loss	**57,284**	47,023
Net gain arising from dealing in foreign currencies	**229,967**	398,968
Net gain on trading securities	**6,713**	15,030
Net (loss)/ gain from derivatives entered into for trading purpose	**(7,872)**	4,148
Net gain arising from financial instruments subject to fair value hedge	**840**	534
Net loss on financial instruments at fair value through profit or loss	**(44,039)**	(6,497)
	242,893	459,206

7. Other operating income

For the six months ended 30 June

HK$'000	**2026**	2025
Dividend income from investments in equity instruments at fair value through other comprehensive income		
- Derecognised during the period		
- Listed investments	**4,452**	669
- Held at the end of the period		
- Listed investments	**40,006**	48,123
- Unlisted investments	**1,360**	1,500
Gross rental income from investment properties	**14,576**	10,237
Other rental income	**7,737**	7,981
Others	**3,177**	1,266
	71,308	69,776

8. Operating expenses

For the six months ended 30 June

HK$'000	**2026**	2025
Employee compensation and benefit expenses (including directors' remuneration)	**1,296,953**	1,283,047
Premises and other fixed assets expenses, excluding depreciation	**121,351**	110,399
Depreciation		
- Premises and other fixed assets	**141,806**	127,973
- Right-of-use properties	**59,547**	59,386
Advertising and promotion costs	**37,873**	38,126
Printing, stationery and postage	**18,718**	18,569
Others	**129,180**	144,201
	1,805,428	1,781,701

9. Credit impairment losses

For the six months ended 30 June

HK$'000	**2026**	2025
New allowances net of allowance releases	**774,655**	780,339
Recoveries of amounts previously written off	**(50,521)**	(51,188)
	724,134	729,151
Attributable to:		
- Loans and advances to customers	**742,835**	706,412
- Other financial assets	**(13,582)**	30,004
- Loan commitments and financial guarantees	**(5,119)**	(7,265)
	724,134	729,151

10. Loss on deemed disposal of investment in an associate, impairment loss on investment in an associate, and investment in an associate

Loss on deemed disposal of investment in an associate

This is related to the RMB 13 billion 6-year convertible bonds (the "BOCQ CB") issued by the Group's associate, Bank of Chongqing ("BOCQ"), in March 2022. In the six months to 30 June 2026, holders of around RMB 1,436.3 million BOCQ CB elected to convert into 151.2 million new BOCQ's A shares (2025: holders of RMB 0.1 million BOCQ CB elected to convert into 0.01 million new BOCQ's A shares). As a result, the Group's shareholding interest in BOCQ was diluted from 13.20% to 12.65%. The loss arising from such deemed disposal amounted to HK$125,311,000 (2025: Nil).

Impairment loss on investment in an associate

The Group assesses at the end of each reporting period whether there is any indication that the investment in BOCQ may be impaired. No impairment charge was made for the first half of 2026 and 2025.

Investment in an associate

On 24 June 2026, the Group acquired an additional 30,000,000 BOCQ H shares from an existing shareholder of BOCQ at market price. This acquisition restored the Group's shareholding interest in BOCQ from 12.65% to 13.48%. The Group is considered to have significant influence over BOCQ on the basis of its representation on the board of directors of BOCQ and participation in BOCQ's policy-making process.

11. Taxation

Hong Kong profits tax has been provided at the rate of 16.5% (2025: 16.5%) on the estimated assessable profit for the period. Taxation on profits in Chinese Mainland and Macau has been calculated on the estimated assessable profit for the period at the rates of taxation prevailing in these overseas markets in which the Group operates.

Deferred taxation is calculated in full on temporary differences under the liability method at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised.

For the six months ended 30 June

HK$'000	**2026**	2025
Current income tax		
- Hong Kong profits tax	**292,668**	254,003
- Chinese Mainland's and Macau's taxation	**14,527**	2,779
Pillar Two income taxes	**-**	-
Deferred income tax		
- Origination and reversal of temporary differences	**(11,452)**	(7,485)
Taxation	**295,743**	249,297

12. Basic and diluted earnings per share

The calculation of basic earnings per share for the six months ended 30 June 2026 is based on earnings of HK$1,457,567,000 (2025: HK$1,406,184,000) and the weighted average number of 319,084,493 (2025: 319,112,928) ordinary shares in issue during the period.

The calculation of diluted earnings per share for the six months ended 30 June 2026 is based on earnings of HK$$1,457,567,000 (2025: HK$1,406,184,000) and deducting from it the dilutive effect of our share of profits in an associate amounting to HK$76,831,000 (2025: HK$190,542,000) and the weighted average number of 320,313,114 (2025: 320,536,343) ordinary shares in issue during the period after adjusting for the effect of shares awarded under share award scheme in 1,228,621 shares (2025: 1,423,415 shares). The share options outstanding during the period and at the period end have no dilutive effect on the weighted average number of ordinary shares.

	2026	2025
Profit attributable to shareholders (HK$'000)	**1,457,567**	1,406,184
Dilutive effect of share of profits in an associate (HK$'000)	**(76,831)**	(190,542)
Profit used to determine diluted earnings per share (HK$'000)	**1,380,736**	1,215,642
Weighted average number of ordinary shares in issue	**319,084,493**	319,112,928
Effect of awarded shares	**1,228,621**	1,423,415
Weighted average number of ordinary shares in issue used to determine diluted earnings per share	**320,313,114**	320,536,343

13. Trading securities and financial assets at fair value through profit or loss

HK$'000	As at **30 Jun 2026**	As at 31 Dec 2025
Trading securities:		
Debt securities:		
- Listed in Hong Kong	**8,853**	5,895
- Unlisted	**9,648,099**	2,087,930
	9,656,952	2,093,825
Financial assets at fair value through profit or loss:		
Debt securities:		
- Listed outside Hong Kong	**21,895**	42,104
Investment funds		
- Listed in Hong Kong	**3,657**	4,585
- Unlisted	**31,989**	31,824
Equity securities:		
- Listed in Hong Kong	**5**	60
- Listed outside Hong Kong	**1,322,321**	1,348,948
- Unlisted	**991,964**	1,166,951
	2,371,831	2,594,472
Total	**12,028,783**	4,688,297
Included within debt securities are:		
- Treasury bills which are cash equivalents	**4,173,500**	847,674
- Other treasury bills	**5,474,598**	1,240,256
- Government bonds	**7,892**	5,048
- Other debt securities	**22,857**	42,951
	9,678,847	2,135,929

As at 30 June 2026 and 31 December 2025, there were no certificates of deposit held included in the above balances.

Trading securities and financial assets at fair value through profit or loss are analysed by categories of issuers as follows:

- Central governments and central banks	**9,655,991**	2,092,978
- Corporate entities	**2,371,831**	2,594,472
- Public sector entities	**961**	847
	12,028,783	4,688,297

14. Advances and other accounts

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Gross loans and advances to customers	**142,168,828**	140,158,234
Less: impairment allowances		
- Stage 1	**(405,995)**	(386,587)
- Stage 2	**(984,546)**	(968,896)
- Stage 3	**(1,005,125)**	(872,355)
	(2,395,666)	(2,227,838)
	139,773,162	137,930,396
Trade bills	**3,074,892**	2,350,827
Less: impairment allowances		
- Stage 1	**(2,779)**	(2,430)
- Stage 2	**-**	(1)
	(2,779)	(2,431)
	3,072,113	2,348,396
Other assets	**4,779,171**	4,419,737
Less: impairment allowances		
- Stage 1	**(12,497)**	(10,824)
- Stage 2	**(4,031)**	(2,560)
- Stage 3	**(6,315)**	(5,893)
	(22,843)	(19,277)
	4,756,328	4,400,460
Advances and other accounts	**147,601,603**	144,679,252

14. Advances and other accounts (Continued)

(a) Gross loans and advances to customers by industry sector classified according to the usage of loans

HK$'000	**As at 30 Jun 2026**		As at 31 Dec 2025	
	Outstanding balance	**% of gross loans and advances**	Outstanding balance	% of gross loans and advances
Loans for use in Hong Kong				
Industrial, commercial and financial				
- Property development	**6,059,340**	**4.3**	5,741,066	4.1
- Property investment	**20,925,597**	**14.7**	21,258,210	15.2
- Financial concerns	**5,563,471**	**3.9**	6,617,174	4.7
- Stockbrokers	**1,468,349**	**1.0**	713,378	0.5
- Wholesale and retail trade	**3,605,390**	**2.6**	3,556,059	2.5
- Manufacturing	**1,896,038**	**1.3**	1,380,031	1.0
- Transport and transport equipment	**2,400,675**	**1.7**	2,344,458	1.7
- Recreational activities	**48,241**	**-**	10,837	-
- Information technology	**537,057**	**0.4**	648,907	0.5
- Others	**5,624,222**	**4.0**	5,898,147	4.2
	48,128,380	**33.9**	48,168,267	34.4
Individuals				
- Loans for the purchase of flats in Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme	**272,404**	**0.2**	288,885	0.2
- Loans for the purchase of other residential properties	**31,929,314**	**22.5**	32,583,511	23.2
- Credit card advances	**3,607,096**	**2.5**	3,683,218	2.6
- Others	**20,249,637**	**14.2**	18,161,622	13.0
	56,058,451	**39.4**	54,717,236	39.0
Loans for use in Hong Kong	**104,186,831**	**73.3**	102,885,503	73.4
Trade finance (Note (1))	**6,149,102**	**4.3**	4,662,539	3.3
Loans for use outside Hong Kong (Note (2))	**31,832,895**	**22.4**	32,610,192	23.3
	142,168,828	**100.0**	140,158,234	100.0

Note:

(1) Trade finance shown above represents loans covering finance of imports to Hong Kong, exports and re-exports from Hong Kong and merchandising trade classified with reference to the relevant guidelines issued by the HKMA.

(2) Loans for use outside Hong Kong include loans extended to customers located in Hong Kong with the finance used outside Hong Kong.

14. Advances and other accounts (Continued)

(b) Impaired, overdue and rescheduled assets

(i) Impaired loans

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Gross loans and advances	**142,168,828**	140,158,234
Less: total impairment allowances	**(2,395,666)**	(2,227,838)
Net	**139,773,162**	137,930,396
Credit-impaired loans and advances	**4,301,415**	4,379,684
Less: Stage 3 impairment allowances	**(1,005,125)**	(872,355)
Net	**3,296,290**	3,507,329
Fair value of collateral held*	**3,013,088**	3,322,617
Credit-impaired loans and advances as a % of total loans and advances to customers	**3.03%**	3.12%

* Fair value of collateral is determined at the lower of the market value of collateral and outstanding loan balance.

(ii) Gross amount of overdue loans

	As at 30 Jun 2026		As at 31 Dec 2025	
	Gross amount of overdue loans	**% of total**	Gross amount of overdue loans	% of total
Gross loans and advances to customers which have been overdue for:				
- six months or less but over three months	**779,962**	**0.55**	305,434	0.22
- one year or less but over six months	**472,699**	**0.33**	352,945	0.25
- over one year	**2,398,408**	**1.69**	2,760,114	1.97
	3,651,069	**2.57**	3,418,493	2.44
Represented by:				
- Secured overdue loans and advances	**2,752,665**		3,015,122	
- Unsecured overdue loans and advances	**898,404**		403,371	
Market value of securities held against the secured overdue loans and advances	**3,341,473**		3,887,684	
Stage 3 impairment allowances	**750,807**		637,862	

Collateral held mainly represented pledged deposits, mortgages over properties and charges over other fixed assets such as equipment.

14. Advances and other accounts (Continued)

(b) Impaired, overdue and rescheduled assets (Continued)

(iii) Rescheduled loans and advances net of amounts included in overdue loans and advances shown above

HK$'000	**As at 30 Jun 2026**	**% of total**	As at 31 Dec 2025	% of total
Loans and advances to customers	**396,929**	**0.28**	440,101	0.31
Stage 3 impairment allowances	**146,802**		152,456	

(iv) Trade bills

As at 30 June 2026 and 31 December 2025, there were no balance of trade bills that were overdue for more than 3 months.

(c) Repossessed collateral

Repossessed collateral held is as follows:

	As at 30 Jun 2026	As at 31 Dec 2025
Nature of assets		
Repossessed properties	**279,385**	626,518
Others	**6,930**	2,235
	286,315	628,753

Repossessed collaterals are sold as soon as practicable with the proceeds used to reduce the outstanding indebtedness of the borrowers concerned.

15. Financial assets at fair value through other comprehensive income

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Debt securities:		
- Listed in Hong Kong	**11,523,445**	12,163,841
- Listed outside Hong Kong	**23,956,897**	21,958,662
- Unlisted	**11,083,503**	9,211,625
	46,563,845	43,334,128
Equity securities:		
- Listed in Hong Kong	**318,622**	407,407
- Listed outside Hong Kong	**8,595,325**	7,632,703
- Unlisted	**1,616,818**	1,610,484
	10,530,765	9,650,594
Total	**57,094,610**	52,984,722
Included within debt securities are:		
- Certificates of deposit held	**803,466**	719,029
- Treasury bills which are cash equivalents	**62,842**	199,346
- Other treasury bills	**5,523,945**	3,254,894
- Government bonds	**1,599,770**	1,607,937
- Other debt securities	**38,573,822**	37,552,922
	46,563,845	43,334,128
Financial assets at fair value through other comprehensive income are analysed by categories of issuers as follows:		
Debt securities:		
- Central governments and central banks	**8,355,213**	6,634,241
- Public sector entities	**4,047,710**	3,763,147
- Banks and other financial institutions	**18,865,690**	16,920,548
- Corporate entities	**15,295,232**	16,016,192
	46,563,845	43,334,128
Equity securities:		
- Banks and other financial institutions	**914,403**	1,067,040
- Corporate entities	**9,616,362**	8,583,554
	10,530,765	9,650,594
	57,094,610	52,984,722

16. Financial assets at amortised cost

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Debt securities:		
- Listed in Hong Kong	**9,984,502**	11,195,051
- Listed outside Hong Kong	**15,331,218**	15,204,049
- Unlisted	**10,107,022**	7,657,383
	35,422,742	34,056,483
Less: impairment allowance		
- Stage 1	**(40,374)**	(41,944)
- Stage 2	**(4,828)**	(5,586)
	(45,202)	(47,530)
Total	**35,377,540**	34,008,953
Included within debt securities are:		
- Certificates of deposit held	**4,491,070**	3,587,717
- Treasury bills	**1,160,602**	813,906
- Other debt securities	**29,771,070**	29,654,860
	35,422,742	34,056,483
Financial assets at amortised cost are analysed by categories of issuers as follows:		
- Central governments and central banks	**1,160,602**	813,906
- Public sector entities	**2,284,717**	1,847,423
- Banks and other financial institutions	**17,139,659**	14,925,733
- Corporate entities	**14,837,764**	16,469,421
	35,422,742	34,056,483

17. Other accounts and accruals

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Lease liabilities	**344,532**	371,698
Other liabilities and accruals (Note)	**11,239,723**	9,561,718
	11,584,255	9,933,416

Note: Included in "Other liabilities and accruals" are insurance and reinsurance contract liabilities in respect of the Group's general insurance business amounting to HK$1,528,027,000 (31 December 2025: HK$1,589,403,000). The aggregate of net insurance liabilities and trade and tax payables of the Group's general insurance business after deducting cash and bank balances held for operations and collateral placed out for mortgage guarantee business, or "float" available for investment, as at 30 June 2026, was HK$941,973,000 (31 December 2025: HK$972,110,000).

18. Shareholders' funds

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Share capital and shares held for share award scheme	**4,224,134**	4,238,285
Premises revaluation reserve	**642,151**	642,151
Investment revaluation reserve	**3,656,504**	3,342,406
Exchange reserve	**(109,110)**	(234,122)
Capital reserve	**6,318**	6,318
General reserve	**484,289**	484,289
Reserve for share-based compensation	**22,006**	33,116
Retained earnings	**30,594,264**	28,977,783
	39,520,556	37,490,226
Proposed dividend/ dividend paid included in retained earnings (Note)	**382,997**	453,439

DSB as a locally incorporated bank in Hong Kong is required to maintain minimum impairment provisions in excess of those required under HKFRS in the form of regulatory reserve. The regulatory reserve, which also covers Banco Comercial de Macau, S.A and Dah Sing Bank (China) Limited, is maintained to satisfy the provisions of the Hong Kong Banking Ordinance and local regulatory requirements for prudential supervision purposes. The regulatory reserve restricts the amount of reserves which can be distributed to shareholders. Movements in the regulatory reserve are made directly through equity reserve and in consultation with the HKMA.

As at 30 June 2026 and 31 December 2025, DSB does not have to earmark regulatory reserve against its consolidated general reserve or consolidated retained earnings.

Note: The amounts stated are after deducting the dividends attributable to the shares of the Company held by the Company's Share Award Scheme, of which the results and net assets are included in the financial statements of the Company.

19. Operating segment reporting

Segment reporting by the Group is prepared in accordance with HKFRS 8 "Operating Segments". Information reported to the chief operating decision maker, including the Chief Executive and other Executive Committee members, for the purposes of resource allocation and performance assessment, is determined on the basis of banking business and insurance business. For banking business, operating performances are analysed by business activities for local banking business, and on business entity basis for banking businesses in Chinese Mainland and Macau. For insurance business, resources allocation and performance evaluation are based on insurance business entity basis. For investment operations, operating performance is analysed on business entity basis for those entities of the Group designated to invest and manage funds at the holding company's level.

Considering the customer groups, products and services of local businesses, the economic environment and regulations, the Group splits the operating segments of the Group into the following reportable segments:

- Personal banking business includes the acceptance of deposits from individual customers and the extension of residential mortgage lending, personal loans, overdraft, vehicle financing and credit card services, and the provision of insurance sales and investment services.

- Corporate banking business includes the acceptance of deposits from and the advance of loans and working capital finance to commercial, industrial and institutional customers, and the provision of trade financing.

- Treasury and global markets activities are mainly the provision of foreign exchange services and centralised cash management for deposit taking and lending, interest rate risk management, management of investment in securities and the overall funding of the Group.

- Chinese Mainland and Macau banking businesses include personal banking, corporate banking business activities provided by subsidiaries in Chinese Mainland and Macau, and the Group's interest in a commercial bank in Chinese Mainland.

- Insurance and Investment Operations includes the Group's insurance, pension fund management and investment businesses. Through the Group's wholly-owned subsidiaries in Hong Kong and Macau, the Group offers a variety of insurance products and services. Investment operations are related to entities which are wholly-owned by the Company and designated as the Company's securities investment and cash deployment arm to invest and manage funds of the Company to generate returns.

- Others include results of operations not directly identified under other reportable segments, corporate investments and debt funding (including subordinated notes).

For the purpose of segment reporting, revenue derived from customers, products and services directly identifiable with individual segments are reported directly under respective segments, while revenue and funding cost arising from inter-segment funding operation and funding resources are allocated to segments by way of transfer pricing mechanism with reference to market interest rates. Transactions within segments are priced based on similar terms offered to or transacted with external parties. Inter-segment income or expenses are eliminated on consolidation. To align with the basis of reviewing business segment performance by the Group's chief operating decision makers, interest revenue is disclosed in terms of net interest income.

All direct costs incurred by different segments are grouped under respective segments. Indirect costs and support functions' costs are allocated to various segments and products based on effort and time spent as well as segments' operating income depending on the nature of costs incurred. Costs related to corporate activities that cannot be reasonably allocated to segments, products and support functions are grouped under Others as unallocated corporate expenses.

19. Operating segment reporting (Continued)

For the six months ended 30 June 2026

HK$'000	Personal Banking	Corporate Banking	Treasury and Global Markets	Chinese Mainland and Macau Banking	Insurance and Investment Operations	Others	Inter-segment	Total
Net interest income/ (expenses)	1,224,646	566,026	1,043,250	203,792	27,189	(67,358)	23	2,997,568
Non-interest income/ (expenses)	837,912	99,270	54,789	142,276	190,146	20,929	(24,622)	1,320,700
Total operating income/ (expenses)	2,062,558	665,296	1,098,039	346,068	217,335	(46,429)	(24,599)	4,318,268
Operating expenses	(1,013,754)	(253,663)	(152,967)	(279,257)	(64,313)	(66,073)	24,599	(1,805,428)
Operating profit/ (loss) before credit impairment (losses)/ write-back	1,048,804	411,633	945,072	66,811	153,022	(112,502)	-	2,512,840
Credit impairment (losses)/ write-back	(259,145)	(385,884)	17,505	(94,640)	(301)	(1,669)	-	(724,134)
Operating profit/ (loss) before gains and losses on certain investments and fixed assets	789,659	25,749	962,577	(27,829)	152,721	(114,171)	-	1,788,706
Net (loss)/ gain on disposal of other fixed assets	(4)	-	-	9	-	-	-	5
Net gain on disposal of financial assets at amortised cost	-	-	11,665	-	-	-	-	11,665
Net gain on disposal of financial assets at fair value through other comprehensive income	-	-	2,485	-	-	-	-	2,485
Share of results of an associate	-	-	-	511,385	-	-	-	511,385
Loss on deemed disposal of investment in an associate	-	-	-	(125,311)	-	-	-	(125,311)
Share of results of jointly controlled entities	-	-	-	-	-	20,708	-	20,708
Profit/ (loss) before taxation	789,655	25,749	976,727	358,254	152,721	(93,463)	-	2,209,643
Taxation (expenses)/ credit	(130,400)	(3,482)	(161,146)	(18,560)	(7,412)	25,257	-	(295,743)
Profit/ (loss) for the period	659,255	22,267	815,581	339,694	145,309	(68,206)	-	1,913,900
For the six months ended 30 June 2026								
Depreciation and amortisation	52,944	12,599	10,781	33,972	4,241	86,816	-	201,353
As at 30 June 2026								
Segment assets	62,711,648	63,335,678	103,082,673	37,382,273	14,125,035	11,684,164	(11,139,592)	281,181,879
Segment liabilities	128,742,640	46,645,010	20,115,390	29,403,379	5,197,883	13,430,681	(11,139,592)	232,395,391
Assets under management (being those assets deployed for investment purpose)	-	-	-	-	13,131,020	-	-	13,131,020

19. Operating segment reporting (Continued)

For the six months ended 30 June 2025

HK$'000	Personal Banking	Corporate Banking	Treasury and Global Markets	Chinese Mainland and Macau Banking	Insurance And Investment Operations	Others	Inter-segment	Total
Net interest income/ (expenses)	1,173,142	536,262	966,513	200,504	38,422	(99,877)	(25)	2,814,941
Non-interest income/ (expenses)	665,481	106,143	128,035	107,468	236,425	79,048	(25,171)	1,297,429
Total operating income/ (expenses)	1,838,623	642,405	1,094,548	307,972	274,847	(20,829)	(25,196)	4,112,370
Operating expenses	(987,890)	(272,299)	(160,029)	(284,590)	(89,865)	(12,224)	25,196	(1,781,701)
Operating profit/ (loss) before credit impairment losses	850,733	370,106	934,519	23,382	184,982	(33,053)	-	2,330,669
Credit impairment losses	(269,959)	(307,300)	(30,143)	(118,659)	(796)	(2,294)	-	(729,151)
Operating profit/ (loss) before gains and losses on certain investments and fixed assets	580,774	62,806	904,376	(95,277)	184,186	(35,347)	-	1,601,518
Net loss on disposal of other fixed assets	(33)	(3)	-	(2)	-	(2)	-	(40)
Share of results of an associate	-	-	-	442,756	-	-	-	442,756
Share of results of jointly controlled entities	-	-	-	-	-	15,902	-	15,902
Profit/ (loss) before taxation	580,741	62,803	904,376	347,477	184,186	(19,447)	-	2,060,136
Taxation (expenses)/ credit	(95,865)	(10,040)	(149,046)	12,582	(7,001)	73	-	(249,297)
Profit/ (loss) for the period	484,876	52,763	755,330	360,059	177,185	(19,374)	-	1,810,839
For the six months ended 30 June 2025								
Depreciation and amortisation	47,366	12,422	11,016	30,866	3,507	82,182	-	187,359
As at 31 December 2025								
Segment assets	61,415,669	62,304,727	96,987,880	35,344,973	12,960,985	10,749,572	(9,383,829)	270,379,977
Segment liabilities	130,182,199	46,649,915	9,727,143	29,279,538	5,239,320	12,199,317	(9,383,829)	223,893,603
Assets under management (being those assets deployed for investment purpose)	-	-	-	-	11,882,681	-	-	11,882,681

Geographical information

Geographical segment information is based on the domicile of the legal entities within the Group with business dealing and relationship with, and services to external customers. For the six months ended 30 June 2026 and 2025, no single country or geographical segment other than Hong Kong contributed 10% or more of the Group's assets, liabilities, operating income, or profit before taxation.

FINANCIAL RATIOS/ KEY PEFORMANCE INDICATORS

The following information relates to the Group and is disclosed as part of the accompanying information to the results announcement and is unaudited.

The banking business of the Group is held indirectly by DSFH through Dah Sing Banking Group Limited ("DSBG"). DSBG is the holding company of DSB which in turn holds the entire equity capital of Banco Comercial de Macau, S.A. ("BCM") and Dah Sing Bank (China) Limited ("DSB (China)"). The insurance business of the Group is held directly by DSFH. It comprises the general insurance business of Dah Sing Insurance Company Limited ("DSI") in Hong Kong and Macau Insurance Company Limited ("MIC") in Macau, and the pension fund management business of Macau Pension Fund Management Company Limited in Macau.

In respect of the Group's banking business

	Six months ended 30 Jun 2026	Six months ended 30 Jun 2025
Net interest income/operating income	**72.0%**	73.1%
Cost to income ratio	**42.5%**	45.0%
Return on average total assets (annualised)	**1.4%**	1.2%
Return on average shareholders' funds (annualised)	**10.0%**	9.2%

	As at 30 Jun 2026	As at 31 Dec 2025
Capital adequacy ratio (Note (a))		
- Common Equity Tier 1	**19.1%**	18.8%
- Tier 1	**19.8%**	19.5%
- Total	**23.4%**	23.1%
Leverage ratio (Note (b))	**12.0%**	12.2%

Note:

(a) The capital adequacy ratio represents the consolidated position of DSB (covering BCM and DSB China) computed on Basel III basis in accordance with the Banking (Capital) Rules ("BCR"). The capital adequacy ratio takes into account market risk and operational risk.

DSB as a locally incorporated bank in Hong Kong is subject to the minimum capital adequacy ratio requirement under the Hong Kong Banking Ordinance. BCM is subject to Macau banking regulations and DSB China is subject to the Mainland banking regulations.

(b) The leverage ratio represents the consolidated position of DSB computed on Basel III basis in accordance with the BCR on the same consolidation basis as the capital adequacy ratio. The leverage ratio is a ratio of DSB's Tier 1 capital to its exposure measure.

DSB is subject to the minimum leverage ratio requirement under the Hong Kong Banking Ordinance.

FINANCIAL RATIOS/ KEY PEFORMANCE INDICATORS (Continued)

In respect of the Group's insurance business

	As at 30 Jun 2026	As at 31 Dec 2025
DSI		
- Risk-based capital ("RBC") ratio (Note (a))	**294%**	285%
MIC		
- Solvency ratio (Note (a))	**1,132%**	1,042%

HK$'000	**Six months ended 30 Jun 2026**	Six months ended 30 Jun 2025
Gross Premiums Written analysed by major lines of businesses:		
- Employees' compensation	**152,371**	187,800
- Property damage	**158,610**	117,871
- Motor vehicle	**211,404**	207,489
- Mortgage guarantee	**6,047**	6,983
- Contractors' all risks	**35,408**	50,895
- Others	**179,583**	100,848
Total	**743,423**	671,886

HK$'000	**Six months ended 30 Jun 2026**	Six months ended 30 Jun 2025
Net Premiums Earned analysed by major lines of businesses:		
- Employees' compensation	**85,522**	96,081
- Property damage	**33,697**	23,309
- Motor vehicle	**149,101**	138,179
- Mortgage guarantee	**28,878**	23,210
- Contractors' all risks	**11,101**	10,308
- Others	**89,379**	71,589
Total	**397,678**	362,676

	Six months ended 30 Jun 2026	Six months ended 30 Jun 2025
Combined ratio (Note (b))	**90.0%**	94.4%
Loss ratio (Note (c))	**44.8%**	51.9%
Expenses ratio (Note (d))	**21.1%**	20.2%
Commission ratio (Note (e))	**24.1%**	22.3%
Return on opening equity (Note (f))	**25.4%**	16.5%

FINANCIAL RATIOS/ KEY PEFORMANCE INDICATORS (Continued)

Note:

(a) The RBC regime for the insurance industry has been implemented in Hong Kong with effect from 1 July 2024. It adopts a three-pillar framework and an assessment approach which is sensitive to an insurer's asset and liability matching, risk appetite and mix of products. Before RBC was implemented, the relevant measure of capital strength of an insurance company was solvency ratio which has been replaced by RBC ratio under the RBC regime. DSI's RBC ratio is the ratio of eligible capital to prescribed capital amount computed in accordance with the Hong Kong Insurance (Valuation and Capital) Rules (Cap. 41R).

MIC's solvency ratio is calculated based on the eligible equity of MIC on the last day of the immediately preceding financial year in accordance with Article 69 of the Macau Insurance Ordinance and guidance issued by the Monetary Authority of Macao.

(b) Combined ratio is the ratio of the sum of net claims incurred, net commission expenses incurred and operating expenses to net earned premium.

(c) Loss ratio is the ratio of net claims incurred to net earned premium.

(d) Expenses ratio is the ratio of operating expenses to net earned premium.

(e) Commission ratio is the ratio of net commission expenses incurred to net earned premium.

(f) Return on opening equity is the ratio of the sum of profit after tax and other comprehensive income to the opening equity for the period.

FINANCIAL RATIOS/ KEY PEFORMANCE INDICATORS (CONTINUED)

Operating segment reporting - Other Comprehensive Income

HK$'000	DSBG	Insurance and Investment Operations	Others	Total
For the period ended 30 June 2026				
Other comprehensive income for the period relating to:				
Debt instruments at fair value through other comprehensive income	**(219,564)**	**-**	**-**	**(219,564)**
Equity instruments at fair value through other comprehensive income	**5,674**	**1,060,801**	**(39)**	**1,066,436**
Share of other comprehensive income of an associate accounted for using the equity method	**24,718**	**-**	**-**	**24,718**
Exchange differences arising from translation of the financial statements of foreign entities	**168,094**	**-**	**(5)**	**168,089**
Total other comprehensive income for the period, net of tax	**(21,078)**	**1,060,801**	**(44)**	**1,039,679**
For the period ended 30 June 2025				
Other comprehensive income for the period relating to:				
Debt instruments at fair value through other comprehensive income	161,904	-	-	161,904
Equity instruments at fair value through other comprehensive income	8,741	380,078	27	388,846
Share of other comprehensive income of an associate accounted for using the equity method	(147,065)	-	-	(147,065)
Exchange differences arising from translation of the financial statements of foreign entities	280,921	-	22	280,943
Total other comprehensive income for the period, net of tax	304,501	380,078	49	684,628

Note:

The definitions of the operating segments of "Insurance and Investment Operations" and "Others" are the same as those described in Note 19.

INTERIM DIVIDEND

The Directors have declared an interim dividend of HK$1.20 per share for 2026 payable on Thursday, 24 September 2026 to shareholders whose names are on the Register of Shareholders at the close of business on Wednesday, 16 September 2026.

CLOSURE OF REGISTER OF SHAREHOLDERS

For determining shareholders' entitlement to receive the interim dividend:

Latest time to lodge transfers	4:30 p.m. on 11 September 2026 (Friday)
Closure of Register of Shareholders (both days inclusive)	14 September 2026 (Monday) to 16 September 2026 (Wednesday)
Record date	16 September 2026 (Wednesday)

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, Computershare Hong Kong Investor Services Limited, Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong before the above latest time to lodge transfers.

CORPORATE AND BUSINESS OVERVIEW

HIGHLIGHTS

Hong Kong's economic growth in the first half of 2026 was robust, with the strong performance fueled by external trade and a recovery in domestic demand, alongside a higher domestic fixed capital formation growth. Real GDP expanded by 5.1% year on year in the first half of 2026, following growth of 3.9% in the second half of 2025 and 3.3% in the first half of 2025.

The Hong Kong base rate remained steady at 4.0% throughout the first half of 2026, consistent with U.S. monetary policy trends. Meanwhile, the average short-term Hong Kong Interbank Offered Rate ("HIBOR") remained relatively low compared to the same period in 2025. Despite the soft interest rate environment, Dah Sing Banking Group ("DSBG") increased its net interest margin ("NIM") to 2.44%.

Loan demand in Hong Kong showed positive momentum during the first half of 2026. The Group continued to expand its customer loan book, supporting corporate customers, small and medium-sized enterprises ("SMEs") and personal customers with flexible financing solutions while actively managing asset quality. Notably, the Group's exposure to the Hong Kong Commercial Real Estate ("HKCRE") sector grew by a modest 0.9%, while impaired loans within the sector declined by 16% from year-end 2025.

Despite a dynamic operating environment, our Group remained responsive to evolving customer needs. DSBG reported a 13% year-on-year increase in profit attributable to shareholders, reaching approximately HK$1.8 billion. Together with the business of Insurance and Investment Operations as a whole, Dah Sing Financial Holdings ("DSFH") reported approximately HK$1.5 billion in profit attributable to shareholders, a 4% growth year on year.

BUSINESS AND FINANCIAL REVIEW

DSFH's interim results in 2026 reflect a satisfactory performance. Net interest income grew by 6% for the six months ended 30 June, driven by a robust NIM of 2.44%, a 12 basis point increase from the same period in 2025, primarily due to an improved CASA ratio that effectively managed funding costs. Non-interest income rose by 2%, primarily driven by a 29% increase in net fee and commission income. Supported by Hong Kong policy measures and strong cross-border wealth inflows, our wealth management business continues to grow.

The Group maintained disciplined cost control during the period, with operating expenses increasing mildly by 1%. The cost-to-income ratio improved to 41.8% year on year, down from 43.3%. In the first half of 2026, credit impairment charges decreased by 1%. Although credit costs remained elevated at HK$724 million, our strong capital and liquidity buffers provide resilience. We maintained prudent provisioning for the HKCRE sector while continuing our efforts to improve asset quality. Consequently, the impaired loan ratio narrowed by 9 basis points to 3.03% at end-June 2026, compared to 3.12% at year-end 2025, predominantly driven by loan growth, an improvement in credit quality in our retail banking business, and impaired loan charge-offs and repayments in our commercial banking business.

Our Personal Banking business recorded strong results, with operating income increasing by 12% and operating profit after impairment growing 36%. This performance was driven by a 26% rise in non-interest income and a 4% decline in credit impairment charges, supported by a robust wealth management business and improved credit quality. Our Corporate Banking business recorded a decline in net profit despite an 11% rise in operating profit before impairment, as the increase in operating income was offset by higher credit impairment charges. The 26% year-on-year increase in credit costs was primarily due to ongoing account downgrades and collateral revaluations.

Our Treasury and Global Markets business delivered a solid performance in the first half of the year. Operating profit before impairment grew by 1%, driven by an 8% increase in net interest income and a 4% reduction in operating expenses. Operating profit after impairment increased by 6%, benefiting from a write-back of credit impairment charges due to improved macro-economic factors. Meanwhile, banking subsidiaries in Chinese Mainland and Macau reported a 186% increase in operating profit before impairment, driven by growth across both net interest and non-interest generating businesses. However, these subsidiaries reported an operating loss after impairment, although the loss narrowed by 71% year on year due to a 20% reduction in credit impairment charges. Our associate, Bank of Chongqing, delivered a 16% increase in our share of its profit. As a result, the overall Chinese Mainland and Macau Banking business reported a 3% growth in profit before tax.

BUSINESS AND FINANCIAL REVIEW (CONTINUED)

Our Insurance and Investment Operations reported a decline in profit, mainly due to lower net interest income and non-interest income offsetting the benefits of reduced operating expenses and credit impairment charges. Nevertheless, our insurance business recorded double-digit revenue growth while maintaining strong underwriting performance with a combined ratio of 90%. Other comprehensive income, through which a significant part of our investment performance across insurance and group investment portfolios is reported, more than doubled, driven by favourable equity market conditions.

DSBG's consolidated profit for the first half of 2026 represented an annualised return on assets of 1.4% and an annualised return on shareholders' funds of 10.0%, compared to 1.2% and 9.2% respectively in the same period of the prior year. As at 30 June 2026, Dah Sing Bank's consolidated Common Equity Tier 1 ratio and total consolidated capital adequacy ratio were 19.1% and 23.4% respectively, and its average liquidity maintenance ratio for the period was at 59.0%.

PROSPECTS

Over the years, Hong Kong has successfully navigated economic crises, global pandemics, and local commercial real estate downturns, and has built its standing as a leading international financial centre. Throughout these cycles, our Group has maintained a prudent approach to ensure long-term sustainability and resilience while selectively pursuing strategic opportunities.

Recently, the Group slightly increased its equity stake in Bank of Chongqing to approximately 13.5%, to partially offset the dilution in our interest due to Bank of Chongqing's prior share issues and partial conversion of its convertible bonds.

Meanwhile, our robust capital and liquidity position reinforces our resilience against stress in the HKCRE market. Over the past six months, Hong Kong's Grade-A office leasing market and vacancy levels have shown signs of improvement, buoyed by increased activities across financial markets.

Looking ahead, Hong Kong will continue to leverage its unique advantages in global connectivity amidst the current geopolitical landscape. Benefiting from AI-driven development, expanding investments from Chinese Mainland enterprises, and improving consumer sentiment, Hong Kong's long-term outlook remains supportive. Our Group continues to maintain a robust financial position and is well-equipped to capitalise on business opportunities and withstand unexpected market challenges. We will maintain a prudent and consistent approach in risk management to navigate ongoing market uncertainties.

COMPLIANCE WITH THE CORPORATE GOVERNANCE CODE

During the six months ended 30 June 2026, the Company has applied the principles and complied with the code provisions set out in the Corporate Governance Code under Part 2 of Appendix C1 of the Listing Rules.

CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted its own code of conduct for directors' securities dealing ("Directors' Dealing Code") on terms no less exacting than the prevailing required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers ("Model Code") under Appendix C3 of the Listing Rules. Following specific enquiry, the Directors of the Company confirmed that they had complied with the required standard set out in the Model Code and the Directors' Dealing Code throughout the six months ended 30 June 2026.

UNAUDITED FINANCIAL STATEMENTS

The financial information in this interim results announcement is unaudited and does not constitute statutory financial statements.

REVIEW OF FINANCIAL STATEMENTS

The Audit Committee has reviewed with Management the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters including a review of the unaudited interim financial statements of the Group for the six months ended 30 June 2026.

PURCHASE, SALE OR REDEMPTION OF SECURITIES

There was no purchase, sale or redemption by the Company, or any of its subsidiaries, of listed securities of the Company (including sale of treasury shares, if any) during the six months ended 30 June 2026, except that the trustee of the Share Award Scheme of the Company, pursuant to the terms of the rules and the trust deed of the Company's Share Award Scheme, purchased on the Stock Exchange a total of 821,600 shares of the Company at a total consideration of HK$31,889,723.40.

HUMAN RESOURCES

There have been no material changes to the information disclosed in the Company's 2025 Annual Report in respect of the number and remuneration of employees, remuneration policies and training schemes.

INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This announcement is published on the websites of Hong Kong Exchanges and Clearing Limited ("HKEX") at www.hkexnews.hk and Dah Sing Bank at www.dahsing.com.

The 2026 Interim Report of the Group containing all the information required by the Listing Rules will be published on the websites of HKEX and Dah Sing Bank in due course. Printed copies of the 2026 Interim Report will be sent to shareholders who have elected to receive printed versions of the Company's corporate communications before the end of September 2026.

BOARD OF DIRECTORS

As at the date of this announcement, the Board of Directors of the Company comprises Mr. David Shou-Yeh Wong (Chairman), Mr. Hon-Hing Wong (Derek Wong) (Vice Chairman, Managing Director and Chief Executive), Mr. Harold Tsu-Hing Wong (Group General Manager) and Mr. Gary Pak-Ling Wang (Deputy Chief Executive) as Executive Directors; Mr. Kiyoshige Uesugi (Mr. Toshiaki Hatakenaka as alternate) as Non-Executive Director; Mr. Robert Tsai-To Sze, Mr. Andrew Kwan-Yuen Leung, Mr. Paul Franz Winkelmann, Ms. Mariana Suk-Fun Ngan and Mr. Wing-Yiu Chu (Alex Chu) as Independent Non-Executive Directors.

By Order of the Board
Richard Tsung-Yung Li
Company Secretary

Hong Kong, Friday, 28 August 2026