大新銀行集團有限公司
DAH SING BANKING GROUP LIMITED

(Incorporated in Hong Kong with limited liability under the Companies Ordinance)
The holding company of Dah Sing Bank, Limited
(Stock Code: 2356)

ANNOUNCEMENT OF 2026 INTERIM RESULTS

The Directors of Dah Sing Banking Group Limited (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 for the six months ended 30 June 2026 was HK$1,780.5 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	**4,852,784**	5,318,854	
Interest expense	3	**(1,882,516)**	(2,542,396)	
Net interest income		**2,970,268**	2,776,458	7.0
Fee and commission income	4	**1,031,942**	829,048	
Fee and commission expense	4	**(92,775)**	(102,285)	
Net fee and commission income		**939,167**	726,763	29.2
Net trading income	5	**186,517**	271,533	
Other operating income	6	**27,299**	20,842	
Operating income		**4,123,251**	3,795,596	8.6
Operating expenses	7	**(1,753,134)**	(1,707,075)	2.7
Operating profit before impairment losses		**2,370,117**	2,088,521	13.5
Credit impairment losses	8	**(723,807)**	(728,082)	-0.6
Operating profit before gains and losses on certain investments and fixed assets		**1,646,310**	1,360,439	21.0
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	9	**(125,311)**	-	
Share of results of jointly controlled entities		**20,708**	15,902	
Profit before taxation		**2,067,247**	1,819,057	13.6
Taxation	10	**(286,766)**	(240,207)	
Profit for the period attributable to Shareholders of the Company		**1,780,481**	1,578,850	12.8
Interim dividend		**492,013**	435,783	
Earnings per share				
Basic	11	**HK$1.27**	HK$1.12	
Diluted	11	**HK$1.18**	HK$1.05	

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June

HK$'000	**2026**	2025
Profit for the period	**1,780,481**	1,578,850
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	**168,094**	280,921
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	**5,722**	8,797
Deferred income tax related to the above	**(48)**	(56)
	4,761	9,859
Other comprehensive income for the period, net of tax	**(21,078)**	304,501
Total comprehensive income for the period, net of tax	**1,759,403**	1,883,351

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		**7,433,715**	15,321,690
Placements with banks maturing between one and twelve months		**7,297,819**	7,445,935
Trading securities	12	**9,656,952**	2,093,825
Financial assets at fair value through profit or loss	12	**25,557**	46,749
Derivative financial instruments	13	**3,451,159**	2,523,621
Advances and other accounts	14	**146,984,526**	144,021,359
Financial assets at fair value through other comprehensive income	15	**48,181,029**	44,945,013
Financial assets at amortised cost	16	**35,377,540**	34,008,953
Investment in an associate	9	**3,597,425**	2,968,045
Investments in jointly controlled entities		**167,792**	147,084
Intangible assets		**69,715**	69,715
Goodwill		**220,428**	220,428
Premises and other fixed assets		**3,664,728**	2,998,893
Investment properties		**1,095,295**	802,159
Current income tax assets		**2,038**	74
Deferred income tax assets		**318,057**	297,922
Total assets		**267,543,775**	257,911,465
LIABILITIES			
Deposits from banks		**4,674,464**	284,833
Derivative financial instruments	13	**1,992,573**	1,394,732
Trading liabilities		**4,273,629**	1,348,191
Deposits from customers		**204,608,751**	205,304,100
Certificates of deposit issued		**289,756**	887,875
Subordinated notes		**4,297,783**	4,274,938
Other accounts and accruals	17	**9,831,292**	8,086,382
Current income tax liabilities		**888,217**	695,533
Deferred income tax liabilities		**95,510**	95,686
Total liabilities		**230,951,975**	222,372,270
EQUITY			
Equity attributable to the Company's shareholders			
Share capital		**6,894,438**	6,894,438
Other reserves (including retained earnings)		**29,385,946**	28,333,341
Shareholders' funds	18	**36,280,384**	35,227,779
Additional equity instruments		**311,416**	311,416
Total equity		**36,591,800**	35,539,195
Total equity and liabilities		**267,543,775**	257,911,465

Note:

1. General information

Dah Sing Banking Group Limited is a bank holding company. Its principal subsidiary is Dah Sing Bank, Limited ("DSB"), which is a licensed bank in Hong Kong. The Company together with its subsidiaries (collectively the "Group") provide banking, financial and other related services.

The immediate and ultimate holding company is Dah Sing Financial Holdings Limited, a listed company in Hong Kong.

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	**257,865**	332,777
Investments in securities	**1,859,478**	2,038,340
Advances and other accounts	**2,735,441**	2,947,737
	4,852,784	5,318,854
Interest expense		
Deposits from banks/ Deposits from customers	**1,645,526**	2,275,216
Certificates of deposit issued	**10,263**	71,812
Subordinated notes	**135,372**	149,742
Lease liabilities	**7,850**	8,721
Others	**83,505**	36,905
	1,882,516	2,542,396
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	**3,645,139**	3,934,177
	4,852,784	5,318,854
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	**1,840,289**	2,529,493
	1,882,516	2,542,396

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	**100,248**	106,245
Other fee and commission income		
- Securities brokerage	**88,867**	83,861
- Insurance distribution and others	**395,999**	251,232
- Retail investment and wealth management services	**251,366**	124,822
- Bank services and handling fees	**34,642**	31,883
- Other fees	**42,578**	112,754
	1,031,942	829,048
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	**87,587**	96,946
- Other fees paid	**5,188**	5,339
	92,775	102,285

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. Net trading income

For the six months ended 30 June

HK$'000	2026	2025
Net gain arising from dealing in foreign currencies	**184,713**	242,992
Net gain on trading securities	**6,713**	15,030
Net gain from derivatives entered into for trading purpose	**1,415**	12,881
Net gain arising from financial instruments subject to fair value hedge	**840**	534
Net (loss)/ gain on financial instruments at fair value through profit or loss	**(7,164)**	96
	186,517	271,533

6. 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, held at the end of the period		
- Listed investments	**7**	15
- Unlisted investments	**1,360**	1,500
Gross rental income from investment properties	**13,513**	8,329
Other rental income	**7,737**	7,981
Others	**4,682**	3,017
	27,299	20,842

7. Operating expenses

For the six months ended 30 June

HK$'000	**2026**	2025
Employee compensation and benefit expenses (including directors' remuneration)	**1,278,227**	1,227,675
Premises and other fixed assets expenses, excluding depreciation	**123,644**	111,847
Depreciation		
- Premises and other fixed assets	**137,472**	124,562
- Right-of-use properties	**59,823**	59,952
Advertising and promotion costs	**36,618**	36,492
Printing, stationery and postage	**18,198**	18,028
Others	**99,152**	128,519
	1,753,134	1,707,075

8. Credit impairment losses

For the six months ended 30 June

HK$'000	**2026**	2025
New allowances net of allowance releases	**774,328**	779,270
Recoveries of amounts previously written off	**(50,521)**	(51,188)
	723,807	728,082
Attributable to:		
- Loans and advances to customers	**742,835**	706,412
- Other financial assets	**(13,909)**	28,935
- Loan commitments and financial guarantees	**(5,119)**	(7,265)
	723,807	728,082

9. 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.

10. 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	**252,398**	244,732
- Chinese Mainland's and Macau's taxation	**12,408**	991
Pillar Two income taxes	**-**	-
Deferred income tax		
- Origination and reversal of temporary differences	**21,960**	(5,516)
Taxation	**286,766**	240,207

11. 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$1,780,481,000 (2025: HK$1,578,850,000) and the weighted average number of 1,405,752,132 (2025: 1,405,752,132) 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$1,780,481,000 (2025: HK$1,578,850,000) and deducting from it the dilutive effect of our share of profits in an associate amounting to HK$118,012,000 (2025: HK$103,624,000) and the weighted average number of 1,405,752,132 (2025: 1,405,752,132) ordinary shares in issue during the period after adjusting for the effect of all dilutive potential ordinary 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$'000)	**1,780,481**	1,578,850
Dilutive effect of share of profits in an associate (HK$'000)	**(118,012)**	(103,624)
Profit used to determine diluted earnings per share (HK$'000)	**1,662,469**	1,475,226

12. 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
Equity securities:		
- Listed in Hong Kong	**5**	60
	25,557	46,749
Total	**9,682,509**	2,140,574
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
By issuers:		
- Central governments and central banks	**9,655,991**	2,092,978
- Corporate entities	**25,557**	46,749
- Public sector entities	**961**	847
	9,682,509	2,140,574

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

13. Derivative financial instruments

The notional principal amounts of outstanding derivatives contracts and their fair values as at 30 June 2026 were as follows:

HK$'000	Contract/ notional amount	Fair values Assets	Fair values Liabilities
1) Derivatives held for trading			
a) Foreign exchange derivatives			
Forward and futures contracts	**562,072,063**	**1,803,942**	**(1,641,822)**
Currency options purchased and written	**101,961,426**	**210,089**	**(211,824)**
Cross currency interest rate swaps	**1,263,579**	**37,852**	**(37,438)**
b) Interest rate derivatives			
Interest rate swaps	**10,591,044**	**34,647**	**(29,952)**
c) Equity derivatives			
Equity options purchased and written	**853,604**	**35,409**	**(35,494)**
Total derivative assets/ (liabilities) held for trading	**676,741,716**	**2,121,939**	**(1,956,530)**
2) Derivatives held for hedging			
a) Derivatives designated as fair value hedges			
Interest rate swaps	**33,403,642**	**1,329,220**	**(36,043)**
Total derivative assets/ (liabilities) held for hedging	**33,403,642**	**1,329,220**	**(36,043)**
Total recognised derivative financial assets/ (liabilities)	**710,145,358**	**3,451,159**	**(1,992,573)**

13. Derivative financial instruments (Continued)

The notional principal amounts of outstanding derivatives contracts and their fair values as at 31 December 2025 were as follows:

HK$'000	Contract/ notional amount	Fair values Assets	Fair values Liabilities
1) Derivatives held for trading			
a) Foreign exchange derivatives			
Forward and futures contracts	354,744,913	885,334	(901,626)
Currency options purchased and written	75,493,445	203,027	(208,505)
Cross currency interest rate swaps	5,677,762	125,471	(121,369)
b) Interest rate derivatives			
Interest rate swaps	10,272,059	37,469	(30,421)
c) Equity derivatives			
Equity options purchased and written	855,802	15,531	(15,554)
Total derivative assets/ (liabilities) held for trading	447,043,981	1,266,832	(1,277,475)
2) Derivatives held for hedging			
a) Derivatives designated as fair value hedges			
Interest rate swaps	36,973,299	1,256,789	(117,257)
Total derivative assets/ (liabilities) held for hedging	36,973,299	1,256,789	(117,257)
Total recognised derivative financial assets/ (liabilities)	484,017,280	2,523,621	(1,394,732)

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	**4,162,060**	3,761,834
Less: impairment allowances		
- Stage 1	**(12,463)**	(10,814)
- Stage 2	**(4,031)**	(2,560)
- Stage 3	**(6,315)**	(5,893)
	(22,809)	(19,267)
	4,139,251	3,742,567
Advances and other accounts	**146,984,526**	144,021,359

14. Advances and other accounts (Continued)

(a) 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)

(a) 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.

(b) 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	**372**	407
- Unlisted	**1,616,812**	1,610,478
	1,617,184	1,610,885
Total	**48,181,029**	44,945,013
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:		
- Corporate entities	**1,617,184**	1,610,885
	48,181,029	44,945,013

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	**333,308**	354,236
Other liabilities and accruals	**9,497,984**	7,732,146
	9,831,292	8,086,382

18. Shareholders' funds

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Share capital	**6,894,438**	6,894,438
Consolidation reserve	**(220,986)**	(220,986)
Premises revaluation reserve	**315,653**	315,653
Investment revaluation reserve	**1,701,214**	1,890,386
Exchange reserve	**(146,262)**	(314,356)
General reserve	**700,254**	700,254
Retained earnings	**27,036,073**	25,962,390
	36,280,384	35,227,779
Proposed dividend/ dividend paid included in retained earnings	**492,013**	688,818

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. ("BCM") and Dah Sing Bank (China) Limited ("DSB China"), 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.

19. Contingent liabilities and commitments

(a) Capital commitments

Capital expenditure in respect of projects and acquisition of fixed assets at the end of the reporting period but not yet incurred is as follows:

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Expenditure contracted but not provided for	**63,219**	59,410

(b) Credit commitments

The contract and credit risk weighted amounts of the Group's off-balance sheet financial instruments that commit it to extend credit to customers are as follows:

	Contract amount	
	As at 30 Jun 2026	As at 31 Dec 2025
Direct credit substitutes	**45,467**	336,890
Transaction-related contingencies	**391,981**	372,966
Trade-related contingencies	**386,116**	439,870
Commitments that are unconditionally cancellable without prior notice	**57,022,084**	56,639,887
Other commitments with an original maturity of:		
- not more than 1 year	**986,386**	1,359,438
- more than 1 year	**4,177,839**	4,195,258
Forward forward deposits placed	**-**	200,000
	63,009,873	63,544,309

	Credit risk weighted amount	
	As at 30 Jun 2026	As at 31 Dec 2025
Contingent liabilities and commitments	**5,571,200**	5,690,196

(c) Assets pledged

	As at 30 Jun 2026	As at 31 Dec 2025
Trading assets and financial investments pledged to secure liabilities	**4,256,666**	1,929,581
- of which: under repurchase agreements	**634,230**	672,418
Amount of liabilities secured	**4,341,499**	1,662,598
- of which: under repurchase agreements	**628,183**	663,439

The table above shows assets where a charge has been granted to secure liabilities on a legal and contractual basis. These transactions are conducted under terms that are usual and customary to collateralised transactions including repurchase agreements, and include assets pledged to cover short positions and to facilitate settlement processes with clearing houses.

19. Contingent liabilities and commitments (Continued)

(d) Operating lease commitments

Where a Group company is the lessor, the future minimum lease payments receivable under non-cancellable building operating leases are as follows:

HK$'000	**As at 30 Jun 2026**	As at 31 Dec 2025
Within 1 year	**20,796**	18,863
Between 1 and 2 years	**9,560**	8,720
Between 2 and 3 years	**5,494**	5,328
Between 3 and 4 years	**1,783**	2,449
Between 4 and 5 years	**1,645**	1,505
Later than 5 years	**4,330**	5,017
	43,608	41,882

20. 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 personal banking, corporate banking, treasury and global markets and banking businesses in Chinese Mainland and Macau. Operating performances are analysed by business activities for local banking business, and on business entity basis for banking businesses in Chinese Mainland and Macau.

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.

- 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.

20. 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	Others	Inter-segment	Total
Net interest income/ (expenses)	1,224,646	566,026	1,043,250	203,792	(67,469)	23	2,970,268
Non-interest income/ (expenses)	837,912	99,270	54,789	142,276	20,107	(1,371)	1,152,983
Total operating income/ (expenses)	2,062,558	665,296	1,098,039	346,068	(47,362)	(1,348)	4,123,251
Operating expenses	(1,013,754)	(253,663)	(152,967)	(279,257)	(54,841)	1,348	(1,753,134)
Operating profit/ (loss) before credit impairment (losses)/ write-back	1,048,804	411,633	945,072	66,811	(102,203)	-	2,370,117
Credit impairment (losses)/ write-back	(259,145)	(385,884)	17,505	(94,640)	(1,643)	-	(723,807)
Operating profit/ (loss) before gains and losses on certain investments and fixed assets	789,659	25,749	962,577	(27,829)	(103,846)	-	1,646,310
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	(83,138)	-	2,067,247
Taxation (expenses)/ credit	(130,400)	(3,482)	(161,146)	(18,560)	26,822	-	(286,766)
Profit/ (loss) for the period	659,255	22,267	815,581	339,694	(56,316)	-	1,780,481
For the six months ended 30 June 2026							
Depreciation and amortisation	52,944	12,599	10,781	33,972	86,999	-	197,295
As at 30 June 2026							
Segment assets	62,711,648	63,335,678	103,082,673	37,382,273	8,723,663	(7,692,160)	267,543,775
Segment liabilities	128,742,640	46,645,010	20,115,390	29,403,379	13,737,716	(7,692,160)	230,951,975

20. 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	Others	Inter-segment	Total
Net interest income/ (expenses)	1,173,142	536,262	966,513	200,504	(99,938)	(25)	2,776,458
Non-interest income/ (expenses)	665,481	106,143	128,035	107,468	13,686	(1,675)	1,019,138
Total operating income/ (expenses)	1,838,623	642,405	1,094,548	307,972	(86,252)	(1,700)	3,795,596
Operating expenses	(987,890)	(272,299)	(160,029)	(284,590)	(3,967)	1,700	(1,707,075)
Operating profit/ (loss) before credit impairment losses	850,733	370,106	934,519	23,382	(90,219)	-	2,088,521
Credit impairment losses	(269,959)	(307,300)	(30,143)	(118,659)	(2,021)	-	(728,082)
Operating profit/ (loss) before gains and losses on certain investments and fixed assets	580,774	62,806	904,376	(95,277)	(92,240)	-	1,360,439
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	(76,340)	-	1,819,057
Taxation (expenses)/ credit	(95,865)	(10,040)	(149,046)	12,582	2,162	-	(240,207)
Profit/ (loss) for the period	484,876	52,763	755,330	360,059	(74,178)	-	1,578,850
For the six months ended 30 June 2025							
Depreciation and amortisation	47,366	12,422	11,016	30,866	82,844	-	184,514
As at 31 December 2025							
Segment assets	61,415,669	62,304,727	96,987,880	35,344,973	7,815,195	(5,956,979)	257,911,465
Segment liabilities	130,182,199	46,649,915	9,727,143	29,279,538	12,490,454	(5,956,979)	222,372,270

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.

21. Additional analysis on claims and exposures

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

HK$'000	**As at 30 Jun 2026**		As at 31 Dec 2025	
	Outstanding balance	**% of gross loans and advances covered by collateral**	Outstanding balance	% of gross loans and advances covered by collateral
Loans for use in Hong Kong				
Industrial, commercial and financial				
- Property development	**6,059,340**	**51.9**	5,741,066	55.8
- Property investment	**20,925,597**	**85.7**	21,258,210	87.7
- Financial concerns	**5,563,471**	**2.1**	6,617,174	3.4
- Stockbrokers	**1,468,349**	**59.6**	713,378	93.0
- Wholesale and retail trade	**3,605,390**	**76.4**	3,556,059	77.9
- Manufacturing	**1,896,038**	**38.9**	1,380,031	51.7
- Transport and transport equipment	**2,400,675**	**77.4**	2,344,458	79.5
- Recreational activities	**48,241**	**90.6**	10,837	62.9
- Information technology	**537,057**	**4.8**	648,907	5.0
- Others	**5,624,222**	**65.6**	5,898,147	60.6
	48,128,380	**64.8**	48,168,267	65.8
Individuals				
- Loans for the purchase of flats in Home Ownership Scheme, Private Sector Participation Scheme and Tenants Purchase Scheme	**272,404**	**99.9**	288,885	99.3
- Loans for the purchase of other residential properties	**31,929,314**	**99.9**	32,583,511	99.8
- Credit card advances	**3,607,096**	**-**	3,683,218	-
- Others	**20,249,637**	**66.2**	18,161,622	63.4
	56,058,451	**81.3**	54,717,236	81.0
Loans for use in Hong Kong	**104,186,831**	**73.7**	102,885,503	73.9
Trade finance (Note (1))	**6,149,102**	**52.8**	4,662,539	68.3
Loans for use outside Hong Kong (Note (2))	**31,832,895**	**59.6**	32,610,192	55.6
	142,168,828	**69.6**	140,158,234	69.5

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.

21. Additional analysis on claims and exposures (Continued)

(a) Gross loans and advances to customers by industry sector classified according to the usage of loans and analysed by percentage covered by collateral (Continued)

For each industry sector reported above with loan balance constituting 10% or more of the total balance of loans and advances to customers, the attributable amount of impaired loans, overdue loans, Stage 3, and Stage 1 and Stage 2 impairment allowances are as follows:

HK$'000	**As at 30 June 2026**				
	Outstanding balance	**Impaired loans (Stage 3)**	**Gross loans and advances overdue for over 3 months**	**Stage 3 impairment allowances**	**Stage 1 and Stage 2 impairment allowances**
Loans for use in Hong Kong					
Industrial, commercial and financial					
- Property investment	**20,925,597**	**1,587,576**	**1,573,601**	**294,083**	**551,564**
Individuals					
- Loans for the purchase of other residential properties	**31,929,314**	**170,620**	**167,966**	**32,538**	**15,234**
- Others	**20,249,637**	**281,499**	**35,736**	**137,554**	**280,285**
Loans for use outside Hong Kong	**31,832,895**	**1,484,820**	**1,167,507**	**292,991**	**312,114**

	As at 31 December 2025				
	Outstanding balance	Impaired loans (Stage 3)	Gross loans and advances overdue for over 3 months	Stage 3 impairment allowances	Stage 1 and Stage 2 impairment allowances
Loans for use in Hong Kong					
Industrial, commercial and financial					
- Property investment	21,258,210	1,882,098	1,721,863	269,834	471,860
Individuals					
- Loans for the purchase of other residential properties	32,583,511	287,240	270,738	60,300	16,029
- Others	18,161,622	282,370	34,411	140,127	261,410
Loans for use outside Hong Kong	32,610,192	887,628	507,754	104,922	425,199

21. Additional analysis on claims and exposures (Continued)

(b) Mainland activities exposures

The analysis of Mainland activities exposures is based on the categories of non-bank counterparties and the type of direct exposures defined by the HKMA under the Banking (Disclosure) Rules with reference to the HKMA Return of Mainland Activities, which includes the Mainland activities exposures extended by DSB and its Mainland subsidiary bank only.

HK$'000

As at 30 June 2026	On-balance sheet exposure	Off-balance sheet exposure	Total exposures
1. Central government, central government-owned entities and their subsidiaries and joint ventures ("JV"s)	**4,566,927**	**-**	**4,566,927**
2. Local governments, local government-owned entities and their subsidiaries and JVs	**1,853,068**	**22,595**	**1,875,663**
3. PRC nationals residing in Chinese Mainland or other entities incorporated in Chinese Mainland and their subsidiaries and JVs	**9,417,452**	**595,264**	**10,012,716**
4. Other entities of central government not reported in item 1 above	**3,682,756**	**38,777**	**3,721,533**
5. Other entities of local governments not reported in item 2 above	**627,871**	**-**	**627,871**
6. PRC nationals residing outside Chinese Mainland or entities incorporated outside Chinese Mainland where the credits are granted for use in Chinese Mainland	**8,710,900**	**337,931**	**9,048,831**
7. Other counterparties where the exposures are considered to be non-bank Chinese Mainland exposures	**496,062**	**4,123**	**500,185**
	29,355,036	**998,690**	**30,353,726**
Total assets of DSB and its Mainland subsidiary bank after provision	**252,922,604**		
On-balance sheet exposures as percentage of total assets	**11.61%**		

Note:

The balances of exposures reported above include gross loans and advances and other balances of claims on the customers.

21. Additional analysis on claims and exposures (Continued)

(b) Mainland activities exposures (Continued)

HK$'000

As at 31 December 2025	On-balance sheet exposure	Off-balance sheet exposure	Total exposures
1. Central government, central government-owned entities and their subsidiaries and JVs	4,859,609	42,566	4,902,175
2. Local governments, local government-owned entities and their subsidiaries and JVs	1,352,541	22,296	1,374,837
3. PRC nationals residing in Chinese Mainland or other entities incorporated in Chinese Mainland and their subsidiaries and JVs	9,031,117	1,032,446	10,063,563
4. Other entities of central government not reported in item 1 above	3,857,145	240,854	4,097,999
5. Other entities of local governments not reported in item 2 above	639,050	-	639,050
6. PRC nationals residing outside Chinese Mainland or entities incorporated outside Chinese Mainland where the credits are granted for use in Chinese Mainland	8,859,174	205,861	9,065,035
7. Other counterparties where the exposures are considered to be non-bank Chinese Mainland exposures	437,255	1,277	438,532
	29,035,891	1,545,300	30,581,191
Total assets of DSB and its Mainland subsidiary bank after provision	244,124,613		
On-balance sheet exposures as percentage of total assets	11.89%		

21. Additional analysis on claims and exposures (Continued)

(c) Analysis of gross loans and advances to customers and overdue loans by geographical area

Loans and advances to customers by geographical area are classified according to the location of the counterparties after taking into account the transfer of risk. The location of counterparty is the residence of counterparty, which is normally the economy in which the counterparty is legally constituted and registered. In general, risk transfer applies when an advance is guaranteed by a party located in an area which is different from that of the counterparty.

The following table analyses gross loans and advances to customers, impaired loans and advances to customers (Stage 3), overdue loans and advances to customers, Stage 3, and Stage 1 and Stage 2 impairment allowances by geographical area.

As at 30 June 2026

HK$'000	**Gross loans and advances to customers**	**Impaired loans and advances to customers (Stage 3)**	**Overdue loans and advances to customers**	**Stage 3 impairment allowances**	**Stage 1 and Stage 2 impairment allowances**
Hong Kong	**110,795,852**	**2,952,742**	**2,482,895**	**717,767**	**1,129,682**
Chinese Mainland	**16,316,184**	**942,539**	**913,360**	**182,409**	**151,462**
Macau	**12,121,698**	**406,134**	**254,814**	**104,949**	**81,121**
Others	**2,935,094**	**-**	**-**	**-**	**28,276**
	142,168,828	**4,301,415**	**3,651,069**	**1,005,125**	**1,390,541**

As at 31 December 2025

	Gross loans and advances to customers	Impaired loans and advances to customers (Stage 3)	Overdue loans and advances to customers	Stage 3 impairment allowances	Stage 1 and Stage 2 impairment allowances
Hong Kong	108,438,283	3,471,371	2,889,676	753,696	1,092,422
Chinese Mainland	16,983,157	646,912	267,415	77,231	156,543
Macau	12,012,614	261,401	261,402	41,428	80,283
Others	2,724,180	-	-	-	26,235
	140,158,234	4,379,684	3,418,493	872,355	1,355,483

21. Additional analysis on claims and exposures (Continued)

(d) Loan exposure to Hong Kong commercial real estate

The Group's loans to Hong Kong commercial real estate ("HKCRE loans") are granted to corporate customers for use in Hong Kong to finance their investments in completed and uncompleted properties in Hong Kong as well as their property developments in Hong Kong, including loans for building and construction.

HKCRE loans are the aggregate of loans reported within the industry sectors of property investment and property development under Loans for use in Hong Kong after excluding loans granted to corporate customers which are not primarily engaged in property investment or development and companies which are owned and/or controlled by individual retail and private banking customers for property investment purpose.

Further analysis is set out below:

In millions of HK$	**As at 30 Jun 2026**		As at 31 Dec 2025	
	Outstanding balance	Impaired loans	Outstanding balance	Impaired loans
Loans for use in Hong Kong				
Industrial, commercial and financial				
-Property development	**6,059**	**144**	5,741	147
-Property investment	**20,926**	**1,588**	21,258	1,882
	26,985	**1,732**	26,999	2,029
Of which: HKCRE loans reported within				
-Property development	**6,059**	**144**	5,741	147
-Property investment	**17,623**	**1,553**	17,734	1,874
	23,682	**1,697**	23,475	2,021

21. Additional analysis on claims and exposures (Continued)

(e) International claims

The information of international claims discloses exposures to foreign counterparties on which the ultimate risk lies, and is derived according to the location of the counterparties after taking into account any transfer of risk. The location of counterparty is the residence of counterparty, which is normally the economy in which the counterparty is legally constituted and registered. In general, transfer of risk from one country to another is recognised if the claims against a counterparty are guaranteed by another party in a different country or if the claims are on an overseas branch of a bank whose head office is located in a different country. Only regions constituting 10% or more of the aggregate international claims after taking into account any recognised risk transfer are disclosed.

			Non-bank private sector		
At 30 June 2026 In millions of HK$	**Banks**	**Official sector**	**Non-bank financial institutions**	**Non-financial private sector**	**Total claims**
Offshore centres	**3,234**	**18,050**	**6,821**	**142,258**	**170,363**
- of which: Hong Kong	**1,758**	**16,785**	**6,356**	**127,427**	**152,326**
Developing Asia and Pacific	**20,922**	**1,612**	**4,456**	**22,632**	**49,622**
- of which: Chinese Mainland	**12,386**	**716**	**4,456**	**16,736**	**34,294**

			Non-bank private sector		
At 31 December 2025 In millions of HK$	Banks	Official sector	Non-bank financial institutions	Non-financial private sector	Total claims
Offshore centres	2,845	8,686	7,579	144,185	163,295
- of which: Hong Kong	2,099	7,752	7,119	129,204	146,174
Developing Asia and Pacific	29,452	1,367	4,913	22,872	58,604
- of which: Chinese Mainland	15,449	869	4,913	17,355	38,586

22. Currency concentrations

The following sets out the net foreign exchange position in USD and other individual currency that constitutes more than 10% of the total net position in all foreign currencies as at 30 June 2026 and the corresponding comparative balances.

The Group did not have any structural foreign exchange position as at 30 June 2026 and 31 December 2025. The net position is calculated in the basis of the delta-weighted position of all foreign currency option contracts.

	At 30 June 2026					
Equivalent in HK$ millions	Spot assets	Spot liabilities	Forward purchases	Forward sales	Net options position	Net long/ (short) position
US dollars	**89,755**	**(69,619)**	**346,244**	**(364,980)**	**437**	**1,837**
Macau pataca	**8,852**	**(9,482)**	**-**	**-**	**-**	**(630)**
Other foreign currencies	**29,083**	**(29,757)**	**129,883**	**(129,085)**	**(81)**	**43**
Total foreign currencies	**127,690**	**(108,858)**	**476,127**	**(494,065)**	**356**	**1,250**

	At 31 December 2025					
Equivalent in HK$ millions	Spot assets	Spot liabilities	Forward purchases	Forward sales	Net options position	Net long/ (short) position
US dollars	90,589	(70,883)	219,928	(237,510)	469	2,593
Euro	1,169	(1,938)	2,525	(1,777)	(348)	(369)
Renminbi	17,004	(15,847)	53,217	(54,273)	(5)	96
Macau pataca	8,499	(9,980)	-	-	-	(1,481)
Other foreign currencies	12,436	(7,650)	11,505	(16,279)	8	20
Total foreign currencies	129,697	(106,298)	287,175	(309,839)	124	859

23. Capital adequacy ratio

	As at 30 Jun 2026	As at 31 Dec 2025
Capital adequacy ratio		
- Common Equity Tier 1	**19.1%**	18.8%
- Tier 1	**19.8%**	19.5%
- Total	**23.4%**	23.1%

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.

24. Leverage ratio

	As at 30 Jun 2026	As at 31 Dec 2025
Leverage ratio	**12.0%**	12.2%

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.

25. Liquidity maintenance ratio

	Six months ended 30 Jun 2026	Six months ended 30 Jun 2025	Year ended 31 Dec 2025
Liquidity maintenance ratio	**59.0%**	60.7%	60.8%

The liquidity maintenance ratio is calculated as the simple average of each calendar month's average consolidated liquidity maintenance ratio of DSB (covering BCM and DSB China) for the six/ twelve months of the financial year. The liquidity maintenance ratio is computed in accordance with the Banking (Liquidity) Rules.

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

FINANCIAL RATIOS

	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%
Net interest margin	**2.44%**	2.32%

	As at 30 Jun 2026	As at 31 Dec 2025
Loan to deposit ratio	**69.4%**	68.0%

INTERIM DIVIDEND

The Directors have declared an interim dividend of HK$0.35 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.

BUSINESS AND FINANCIAL REVIEW

DSBG's interim results in 2026 reflect a satisfactory performance. Net interest income grew by 7% 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 13%, 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 3%. The cost-to-income ratio improved to 42.5% year on year, down from 45.0%. 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.

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.

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. Gary Pak-Ling Wang and Mr. Nicholas John Mayhew (Deputy Chief Executive) as Executive Directors; Mr. Jack Chak-Kwong So, Mr. Robert Tsai-To Sze, Mr. Blair Chilton Pickerell, Mr. Paul Franz Winkelmann, Ms. Nancy Ha-Fong Chan and Mr. Kin-Sang Cheung (Alex Cheung) as Independent Non-Executive Directors.

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

Hong Kong, Friday, 28 August 2026