HING YIP HOLDINGS LIMITED
興業控股有限公司
(Incorporated in Bermuda with limited liability)
(Stock code: 00132)

INTERIM RESULTS FOR YEAR 2026

UNAUDITED CONSOLIDATED RESULTS

The board of directors (the "Directors") of Hing Yip Holdings Limited (the "Company") announces that the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2026 together with the comparative unaudited figures for the corresponding period in 2025 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

		Six months ended 30 June	
		2026	2025
	Notes	***HK$'000***	*HK$'000*
		(unaudited)	(unaudited)
Revenue	*3*	**395,271**	417,990
Cost of sales and services		**(206,345)**	(220,306)
Gross profit		**188,926**	197,684
Other operating income	*5*	**17,596**	9,388
Selling and distribution costs		**(8,906)**	(6,046)
Administrative expenses		**(91,126)**	(90,245)
Share of profit of associates		**17,431**	5,501
Decrease in fair value of derivative financial instruments		**(2,458)**	–
Allowance for expected credit losses on finance lease receivables		**(18,476)**	(5,660)
Allowance for expected credit losses on trade receivables		**(787)**	–
Finance costs	*6*	**(39,154)**	(36,409)
Profit before taxation		**63,046**	74,213
Income tax expenses	*7*	**(28,570)**	(29,347)
Profit for the period	*8*	**34,476**	44,866

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended 30 June 2026

	Note	Six months ended 30 June 2026 HK$'000 (unaudited)	2025 HK$'000 (unaudited)
Other comprehensive income, net of income tax			
Item that may be reclassified subsequently to profit or loss:			
Exchange difference arising on translation of foreign operations		**103,861**	67,462
Other comprehensive income for the period, net of income tax		**103,861**	67,462
Total comprehensive income for the period		**138,337**	112,328
Profit for the period attributable to:			
Owners of the Company		**4,703**	4,788
Non-controlling interests		**29,773**	40,078
		34,476	44,866
Total comprehensive income for the period attributable to:			
Owners of the Company		**73,235**	69,915
Non-controlling interests		**65,102**	42,413
		138,337	112,328
Earnings per share	*10*		
Basic		**HK0.27 cents**	HK0.28 cents
Diluted		**HK0.27 cents**	HK0.28 cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2026

	Notes	**30 June 2026** ***HK$'000*** **(unaudited)**	31 December 2025 *HK$'000* (audited)
Non-current assets			
Investment properties		**342,774**	333,910
Property, plant and equipment		**605,464**	598,205
Intangible assets		**3,737**	3,626
Goodwill		**132,612**	127,187
Interests in associates		**589,135**	549,850
Financial assets at fair value through profit or loss		**3,970**	3,816
Finance lease receivables	*11*	**4,297,695**	4,086,140
Right-of-use assets		**62,220**	60,923
Deferred tax assets		**31,737**	40,249
		6,069,344	5,803,906
Current assets			
Inventories		**15,202**	16,174
Repossessed assets		**419,722**	403,979
Finance lease receivables	*11*	**1,606,025**	1,595,802
Trade and other receivables	*12*	**219,615**	175,272
Cash and bank balances		**963,864**	660,971
		3,224,428	2,852,198
Current liabilities			
Trade and other payables	*13*	**217,954**	223,644
Tax payables		**26,023**	38,590
Deposits received from customers		**22,238**	9,701
Derivative financial instruments		**3,115**	12,276
Lease liabilities		**750**	788
Borrowings		**2,231,668**	2,391,733
		2,501,748	2,676,732
Net current assets		**722,680**	175,466
Total assets less current liabilities		**6,792,024**	5,979,372

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

At 30 June 2026

	Notes	**30 June 2026** *HK$'000* **(unaudited)**	31 December 2025 *HK$'000* (audited)
Capital and reserves			
Share capital		**171,233**	171,233
Reserves		**1,081,488**	1,018,185
Equity attributable to owners of the Company		**1,252,721**	1,189,418
Non-controlling interests		**821,608**	813,655
Total equity		**2,074,329**	2,003,073
Non-current liabilities			
Borrowings		**4,276,983**	3,560,901
Convertible notes		**155,538**	149,272
Deferred income	*14*	**16,931**	15,353
Deferred tax liabilities		**48,846**	52,286
Deposits received from customers		**216,811**	195,723
Lease liabilities		**2,586**	2,764
		4,717,695	3,976,299
		6,792,024	5,979,372

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2026

1. BASIS OF PREPARATION

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

The interim condensed consolidated financial statements have not been audited by the Company's auditor but have been reviewed by the Company's audit committee.

The interim condensed consolidated financial statements have been prepared on the historical costs basis except for certain properties and financial instruments, which are measured at fair value, revalued amounts and amortised cost as appropriate.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2025.

The preparation of interim financial statements in conformity with HKAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates. The interim financial statements and selected explanatory notes thereon do not include all of the information required for full set of financial statements prepared in accordance with Hong Kong Financial Reporting Standards.

2. PRINCIPAL ACCOUNTING POLICIES AND APPLICATION OF AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

Except for the adoption of the amendments to HKFRS accounting standards stated below, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2025.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards as issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1 January 2026 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11

The application of the amendments to HKFRS Accounting Standard in the current interim period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

The Group has not early applied new or revised HKFRSs that have been issued but are not yet effective.

3. REVENUE

Revenue represents the gross amounts received and receivable for revenue arising on wellness elderly care business, financial leasing business, big data business, civil explosives business and hotel and property investments, goods sold and services rendered by the Group to outside customers less return and allowances and gross rental income, interest income generated from financial leasing and consultancy fee income received from outsiders during the period.

The amount of each significant category of revenue recognised during the period is as follows:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Revenue from contracts with customers		
Consultancy service income from financial leasing business	**56,320**	52,731
Income on explosives engineering from civil explosives business	**12,126**	16,058
Operating income from wellness and elderly care business *(Note i)*	**51,235**	52,212
Sales of emulsion explosives	**45,126**	87,828
Service income from wellness elderly care business *(Note ii)*	**61,778**	57,189
Platform and service income from big data business	**3,348**	1,605
	229,933	267,623
Revenue from other sources:		
Rental income from investment properties	**9,454**	10,302
Interest income from financial leasing business	**155,884**	140,065
	165,338	150,367
	395,271	417,990
Timing of revenue recognition from contract with customers		
– At a point in time	**162,036**	193,515
– Over time	**67,897**	74,108
	229,933	267,623

Notes:

(i) It includes medical care service income, operating income from elderly care services platform and others.

(ii) It includes management service income, nursing care service income and service income from elderly care services platform.

4. SEGMENT INFORMATION

For management purposes, the Group is currently organised into five operating divisions – wellness elderly care business, financial leasing business, big data business, civil explosives business, and hotel and property investments. These divisions are the basis on which the Group reports its primary segment information.

Principal activities are as follows:

Wellness elderly care business	–	comprehensive elderly care services
Financial leasing business	–	provision of finance lease consulting services and financing services in the People's Republic of China ("PRC")
Big data business	–	industrial internet project platform construction, smart city construction and big data operation and management
Civil explosives business	–	manufacture and sale of emulsion explosives and explosive engineering
Hotel and property investments	–	hotel ownership and leasing of hotel property and holding investment properties

4. SEGMENT INFORMATION (Continued)

Segment information about these operations is presented below:

	Segment Revenue		Segment Result	
	Six months ended 30 June		Six months ended 30 June	
	2026	2025	**2026**	2025
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Wellness elderly care business	**113,013**	109,401	**2,395**	3,386
Financial leasing business	**212,204**	192,796	**99,429**	93,726
Big data business	**3,348**	1,605	**(3,860)**	(3,283)
Civil explosives business	**57,252**	103,886	**321**	26,570
Hotel and property investments	**9,454**	10,302	**7**	665
Total	**395,271**	417,990	**98,292**	121,064
Bank interest income			**1,671**	2,573
Decrease in fair value of derivative financial instruments			**(2,458)**	–
Finance costs (excluding interest on lease liabilities)			**(39,085)**	(35,623)
Net central administration cost			**(5,736)**	(7,707)
Net exchange loss			**(1,244)**	(5,940)
Professional fee			**(5,825)**	(5,655)
Share of profit of associates			**17,431**	5,501
Profit before taxation			**63,046**	74,213
Income tax expenses			**(28,570)**	(29,347)
Profit for the period			**34,476**	44,866

Segment revenue reported above represents revenue generated from external customers. There were no inter-segment sales in the current period (six months ended 30 June 2025: Nil).

Segment result represents the profit generated by each segment without allocation of bank interest income, decrease in fair value of derivative financial instruments, finance costs (excluding interest on lease liabilities), net central administration cost, net exchange loss, professional fee and share of profit of associates. This is the measure reported to the Group's management for the purposes of resources allocation and performance assessment.

4. SEGMENT INFORMATION (Continued)

Segment assets and liabilities

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Segment assets		
Wellness elderly care business	**471,006**	417,329
Financial leasing business	**6,402,109**	6,128,350
Big data business	**28,754**	31,595
Civil explosives business	**398,843**	391,030
Hotel and property investments	**387,867**	424,165
Total segment assets	**7,688,579**	7,392,469
Cash and bank balances	**963,864**	660,971
Interests in associates	**589,135**	549,850
Financial assets at fair value through profit or loss	**3,970**	3,816
Unallocated assets	**48,224**	48,998
Consolidated assets	**9,293,772**	8,656,104
Segment liabilities		
Wellness elderly care business	**419,498**	383,108
Financial leasing business	**5,300,238**	4,877,091
Big data business	**15,485**	15,132
Civil explosives business	**74,183**	105,692
Hotel and property investments	**254,813**	243,615
Total segment liabilities	**6,064,217**	5,624,638
Convertible notes	**155,538**	149,272
Borrowings	**930,965**	790,144
Unallocated liabilities	**68,723**	88,977
Consolidated liabilities	**7,219,443**	6,653,031

5. OTHER OPERATING INCOME

Other operating income included the following items:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Bank interest income	**1,671**	2,573
Compensation and government subsidies received		
– Direct government grant	**2,002**	261
– Recognition of deferred income	**374**	241
Dividend income from financial assets at fair value through profit or loss	**–**	608
Income from lending of emulsion matrix and industrial detonation cords production capacity	**3,083**	–

6. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Handling fee	**387**	–
Interest on *(Note)*:		
– Bank loans	**14,630**	12,919
– Convertible notes	**6,266**	5,895
– Lease liabilities	**69**	786
– Loan from an immediate holding company	**2,197**	1,136
– Other loans	**15,605**	15,673
	38,767	36,409
	39,154	36,409

Note:

Interest on borrowings under finance costs is arrived at after deducting cost of borrowings from financial leasing included in costs of sales and services of approximately HK$79,229,000 (six months ended 30 June 2025: approximately HK$76,037,000) from total interest expenses recognised in the period of approximately HK$117,996,000 (six months ended 30 June 2025: approximately HK$112,446,000).

7. INCOME TAX EXPENSES

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Tax charges comprise:		
Current tax:		
Provision for PRC Enterprise Income Tax	**27,258**	31,076
Under/(over) provision in previous year:		
PRC Enterprise Income Tax	**171**	(844)
Deferred tax:		
Temporary differences arising in current period	**1,141**	(885)
	28,570	29,347

Hong Kong profits tax is calculated at the rate of 16.5% (six months ended 30 June 2025: 16.5%) on the estimated assessable profits for the six months ended 30 June 2026, except for the first HK$2,000,000 of a qualified entity's assessable profit which is calculated at 8.25%, in accordance with the two-tiered tax rate regime with effect from the year of assessment 2018/2019.

No provision for Hong Kong profits tax has been made as the Group has no assessable profits in Hong Kong for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

PRC subsidiaries are subject to PRC Enterprise Income Tax at 25% for the six months ended 30 June 2026 (six months ended 30 June 2025: 25%). Certain PRC subsidiaries of the Group were entitled to enjoy the preferential Enterprise Income Tax policies for new and high technology enterprises and entitled to a tax concession of the income rate of 15% (six months ended 30 June 2025: 15%).

8. PROFIT FOR THE PERIOD

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Profit for the period has been arrived at after crediting/(charging):		
Auditor's remuneration		
Audit service	**(650)**	(650)
Non-audit service	**(160)**	(160)
Amortisation of intangible assets	**(724)**	(456)
Depreciation of property, plant and equipment	**(20,851)**	(18,234)
Depreciation of right-of-use assets	**(1,157)**	(1,176)
Net gain/(loss) on disposal of property, plant and equipment	**27**	(130)
Net exchange loss	**(1,244)**	(5,940)
Expense relating to short-term leases	**(54)**	(499)
Allowance for expected credit losses on finance lease receivables	**(18,476)**	(5,660)
Allowance for expected credit losses on trade receivables	**(787)**	–
Cost of borrowings from financial leasing included in costs of sales and services	**(79,229)**	(76,037)
Cost of inventories recognised as expense	**(21,043)**	(102,497)
Total staff costs		
Director's emoluments	**(614)**	(608)
Other staff costs	**(105,395)**	(81,579)
Retirement benefit schemes contributions for other staffs	**(13,002)**	(9,109)
	(119,011)	(91,296)
Gross rental income from investment properties	**9,454**	10,302
Less: Direct operating expenses from investment properties that generated rental income during the period	**(553)**	(796)
Direct operating expenses from investment properties that did not generate rental income during the period	**(448)**	(177)
	8,453	9,329

9. DIVIDEND

At the annual general meeting of the Company held on 26 June 2025, payment of a final dividend of 0.58 HK cent per share, totalling approximately HK$9,932,000, was approved and subsequently paid to shareholders of the Company on 31 July 2025.

At the annual general meeting of the Company held on 26 June 2026, payment of a special dividend of 0.58 HK cent per share, totalling approximately HK$9,932,000, was approved and subsequently paid to shareholders of the Company on 31 July 2026.

The Board does not declare an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

10. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share is based on the profit attributable to the owners of the Company of approximately HK$4,703,000 (six months ended 30 June 2025: profit of HK$4,788,000) and on the number of 1,712,329,142 ordinary shares (six months ended 30 June 2025: 1,712,329,142 ordinary shares) in issue during the period.

For the six months ended 30 June 2026 and 2025, no diluted earnings per share have been presented as the exercise of the convertible notes would have an anti-dilutive effect on the basic earnings per share.

11. FINANCE LEASE RECEIVABLES

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Analysed as:		
Current	**1,606,025**	1,595,802
Non-current	**4,297,695**	4,086,140
	5,903,720	5,681,942

12. TRADE AND OTHER RECEIVABLES

The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The Group allows an average credit period of 90 days to its customers.

The following is an aging analysis of the Group's trade receivables after deducting the impairment loss allowance presented based on invoice dates at the end of the reporting period:

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(unaudited)	(audited)
0-60 days	**51,003**	58,174
61-90 days	**7,825**	6,029
91-120 days	**5,974**	4,156
Over 120 days	**40,737**	25,394
Trade receivables	**105,539**	93,753
Bills receivables	**13,311**	16,657
Other receivables, deposits and prepayments	**100,765**	64,862
	219,615	175,272

13. TRADE AND OTHER PAYABLES

The credit period granted by the Group's suppliers ranges from 30 days to 90 days.

The following is an aging analysis of the Group's trade payables based on the invoice date at the end of the reporting period:

	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(unaudited)	(audited)
0-60 days	**20,559**	18,491
61-90 days	**284**	377
91-120 days	**56**	164
Over 120 days	**8,366**	6,676
Trade payables	**29,265**	25,708
Other payables	**188,689**	197,936
	217,954	223,644

14. DEFERRED INCOME

Deferred income represents the government grants received by the subsidiaries incorporated in the PRC in connection with certain constructions and income-generating projects.

15. EVENT AFTER REPORTING PERIOD

On 9 July 2026, Canton Greengold Financial Leasing Ltd.* ("Greengold Leasing"), a non-wholly-own subsidiary, entered into a finance lease with a limited liability company incorporated in the PRC to obtain the ownership of the Assets from this company at a consideration of RMB65,460,667.62 (equivalent to approximately HK$75,411,000), which would be leased back to this company for its use and possession for a term of 5 years. Further details of the finance lease are set out in the Group's announcement dated 9 July 2026.

On 16 July 2026, Greengold Leasing entered into finance leases with a limited liability company incorporated in the PRC to obtain the ownership of the Assets from this company at a consideration of RMB50,000,000 (equivalent to approximately HK$57,900,000), which would be leased back to this company for its use and possession for a term of 6 years. Further details of the finance lease are set out in the Group's announcement dated 16 July 2026.

On 16 July 2026, Greengold Leasing entered into a finance lease with a limited liability company incorporated in the PRC to obtain the ownership of the Assets from this company at a consideration of RMB30,000,000 (equivalent to approximately HK$34,740,000), which would be leased back to this company for its use and possession for a term of 5 years. Further details of the finance lease are set out in the Group's announcement dated 16 July 2026.

On 22 July 2026, Greengold Leasing entered into a finance lease with a limited liability company incorporated in the PRC to obtain the ownership of the Assets from this company at an aggregate consideration of RMB44,539,332.38 (equivalent to approximately HK$51,621,000), which would be leased back to this company for its use and possession for a term of 5 years. Further details of the finance lease are set out in the Group's announcement dated 22 July 2026.

On 29 July 2026, Greengold Leasing entered into finance leases with a limited liability company incorporated in the PRC to obtain the ownership of the Assets from this company at an aggregate consideration of RMB65,000,000 (equivalent to approximately HK$75,270,000), which would be leased back to this company for its use and possession for a term of 75 months. Further details of the finance lease are set out in the Group's announcement dated 29 July 2026.

On 13 August 2026, Greengold Leasing entered into a finance lease with a limited liability company incorporated in the PRC to obtain the ownership of the Assets from this company at an aggregate consideration of RMB60,000,000 (equivalent to approximately HK$69,840,000), which would be leased back to this company for its use and possession for a term of 5 years. Further details of the finance lease are set out in the Group's announcement dated 13 August 2026.

16. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current period's presentation.

* *For identification purposes only*

CHAIRMAN'S STATEMENT

RESULTS AND BUSINESS REVIEW

In the first half of 2026, global economic growth momentum weakened, while geopolitical conflicts, trade protectionism, and energy price volatility intensified, creating a complex and challenging external environment. The domestic economy remained generally stable, with new growth momentum continuing to build; however, consumer and investment demand still needed to be stimulated, and structural adjustment pressures persisted in certain industries. Faced with a complex operating environment, the Group has consistently upheld its mission of "building a healthy life with Hing Yip Holdings," upholding the principle of seeking progress while maintaining stability and remaining committed to its strategic resolve. We have seized the development opportunities arising from expanding domestic demand, developing the silver economy, improving the elderly care service system, and fostering new-quality productive forces during the "15th Five-Year Plan" period, using technological innovation and operational quality improvement as key drivers to continuously advance business structure optimization and business transformation and upgrading. During the reporting period, the Group further focused on its core business of wellness and elderly care, refined its "1+X" industrial layout, enhanced its capacity to provide health and elderly care services, improved its professional operational standards, and boosted industrial synergy. By concentrating resources on its advantageous businesses and key projects, the Group achieved phased progress in its strategic transformation, laying a foundation for strengthening its core competitiveness, operational resilience, and long-term sustainable development capabilities.

Faced with a complex external environment, the Group maintained its strategic resolve and continued to optimize its business structure, demonstrating strong overall operational resilience. For the six months ended 30 June 2026, the Group's revenue was approximately HK$395,271,000, representing a year-on-year decrease of approximately 5.44%. Specifically, the wellness and elderly care business developed steadily, with revenue increasing by approximately HK$3,612,000 year-on-year; the financial leasing business maintained steady growth, with revenue increasing by approximately HK$19,408,000 year-on-year; and the big data business accelerated its expansion, with revenue increasing by approximately HK$1,743,000 year-on-year. On the other hand, as safety regulations in the civil explosives industry were further tightened, the Group proactively conducted comprehensive safety inspections and special rectification campaigns, while simultaneously advancing technical upgrades to production lines. The relevant production and operational activities were temporarily affected, leading to a significant decline in the production and sales volume of civil explosives and a year-on-year decrease in revenue by approximately HK$46,634,000. Although partially offset by growth in other business segments, this decline was the primary cause of the Group's overall revenue decline. However, revenue from the two core business segments of the wellness and elderly care and the financial leasing, collectively accounted for over 80% of the Group's revenue, reflecting that the Group's strategic direction of focusing on its core businesses and optimizing its business structure has been further strengthened.

The combined operating profit from continuing operations across all segments decreased to approximately HK$98,292,000 from approximately HK$121,064,000 for the same period last year, representing a decrease of approximately HK$22,772,000 or approximately 18.81%; the net profit decreased from approximately HK$44,866,000 for the same period last year to approximately HK$34,476,000 for the current period, representing a decrease of approximately HK$10,390,000 or approximately 23.16%. The decline in earnings was primarily due to a significant decrease in production and sales volumes in the civil explosives business, resulting in a year-on-year decrease in segment operating profit of approximately HK$26,249,000; however, the year-on-year increase in operating profit from the finance leasing business of approximately HK$5,703,000 and the year-on-year increase in share of profit from associated companies of approximately HK$11,930,000 offset the aforementioned adverse impact to a certain extent. As a whole, the Group's core businesses maintained steady growth, and its fundamental operations remained generally stable. The decline in results for the current period was primarily influenced by temporary factors such as safety governance and technological upgrades in the civil explosives business. The relevant safety governance and technological upgrades were completed in May 2026, which will further solidify the foundation for safe production, enhance production and operational standards, and create favorable conditions for the long-term, stable operation of this business.

WELLNESS AND ELDERLY CARE BUSINESS: STRATEGIC CORE, EXPANDING SCALE AND ENHANCING QUALITY

The Group continues to advance the standardised, branded and scaled development of its elderly care services. Leveraging a professional operations team, extensive operational experience, and a refined service system, the Group enhanced its regional service capacity and service delivery quality, continuously strengthens brand influence and core competitiveness, and steadily advances toward its strategic goal of becoming a first-class, technology-driven wellness and elderly care service provider in the Guangdong-Hong Kong-Macao Greater Bay Area.

On 20 February 2025, the Group was designated as an accredited service provider under the Hong Kong Social Welfare Department's "Residential Care Services Scheme in Guangdong" and began providing subsidized nursing home beds. On 10 June 2026, the Group successfully passed another audit by the Hong Kong Social Welfare Department and was authorized to add nursing home beds, thereby achieving full coverage of both types of subsidized beds provided by the Hong Kong government. As of 30 June 2026, the Group was one of only three recognized elderly care service providers under the "Residential Care Services Scheme in Guangdong" that offer both types of subsidized beds mentioned above, and the only one in Foshan City. During the six months ended 30 June 2026, the Group hosted a total of 28 study tour groups from Hong Kong, and the cumulative number of elderly residents from Hong Kong and Macao admitted to its facilities increased by 62.5% compared to the end of 2025. As the Residential Care Services Scheme in Guangdong continues to advance and its brand reputation continues to grow, the Group's market influence and capacity for cross-border elderly care services have further improved, laying a solid foundation for establishing itself as a first-class technology-enabled wellness and elderly care service provider in the Guangdong-Hong Kong-Macao Greater Bay Area.

In terms of qualifications and service capacity development, among the Group's elderly care facilities, two have been rated as five-star elderly care facilities in Guangdong Province, one as a four-star elderly care facility, and five as three-star elderly care facilities; the Group's Taoyuan Rehabilitation Hospital has been designated as a Guangdong Province Model Institution for Integrated Medical and Elderly Care. Together with its eligibility for two categories of subsidized beds under the "Guangdong Residential Care Services Scheme," this reflects that the Group's comprehensive capabilities in elderly care service quality, cross-border elderly care capacity, and medical and elderly care services have been recognized by the relevant regulatory authorities.

The Group continues to deepen the integration of medical resources with elderly care services, advance the star-rating accreditations and standard upgrades of elderly care facilities, and develop specialized facilities with distinctive features. It is further specializing in fields such as geriatric medicine and rehabilitation nursing, continuously enhancing its capabilities in chronic disease management, rehabilitation nursing, and integrated medical and elderly care services, while refining an integrated medical and elderly care service model with differentiated competitive advantages. While consolidating its business foundation in Foshan, the Group actively explores expansion models such as "government-built and state-operated" projects, promoting the replication of its mature operational experience, professional service capabilities, and standardized management systems to other regions, thereby accelerating the cross-regional and large-scale development of its elderly care business. In May 2026, the Group successfully won the bid for the Yunan Elderly Care Service Project in Yunfu, marking a substantial step forward in the Group's cross-regional expansion beyond Foshan.

As of 30 June 2026, the Group's total capacity for integrated medical and elderly care beds increased to 5,460 from 4,395 at the end of 2025, representing a net increase of 1,065 beds or 24.23%. Of these, there are 455 medical care beds, with an occupancy rate as high as 90.55%; the number of existing elderly care beds reached 3,440, with an occupancy rate of 89.16%; 375 medical care beds and 1,190 elderly care beds are currently under construction. The continued expansion of bed capacity has further solidified the Group's scale advantage across the elderly care services market of the Guangdong-Hong Kong-Macao Greater Bay Area. Leveraging its large operational scale, mature operating model, and well-established full-chain service system, the Group ranks among the leaders in the Guangdong-Hong Kong-Macao Greater Bay Area in terms of integrated medical and elderly care bed capacity.

For the six months ended 30 June 2026, revenue from the wellness and elderly care business amounted to approximately HK$113,013,000, representing an increase of approximately HK$3,612,000 or approximately 3.30% from approximately HK$109,401,000 for the same period of last year. While the revenue maintained steady growth, newly added beds and expansion projects remained in the investment and incubation phases. The related operating investments have not yet fully translated into corresponding profit contributions, and the scale expansion effects have yet to be further unleased. As a result, profitability was compressed temporarily, the Company still maintained a profit of approximately HK$2,395,000 after the year-on-year increase in non-cash expenses for depreciation of approximately HK$1,471,000 to approximately HK$11,452,000. As occupancy rates for new beds gradually increase, project development matures, and operating efficiency continues to improve, the revenue and profit contributions from these projects are expected to be gradually unleashed.

After the reporting period, the Group successfully won the bids for the Qingyuan City Social Welfare Home and the Shaoguan City Zhenjiang District Elderly Care Service projects in July 2026. Together with the previously secured Yunan elderly care project in Yunfu, the Group's elderly care service footprint has expanded from Foshan further to Qingyuan, Shaoguan, and Yunfu, establishing a preliminary cross-regional presence covering the Pearl River Delta, Northern Guangdong, and Western Guangdong. This marks a new phase for the Group's wellness and elderly care business, characterized by cross-regional expansion and large-scale development.

FINANCIAL LEASING BUSINESS: STEADY GROWTH AND SPECIALIZED DEVELOPMENT

The Group's financial leasing business adheres to a specialized and differentiated development strategy. Centering on the strategic goal of establishing a leading domestic financial leasing company specializing in environmental protection, the business continues to deepen its presence in core niche segments such as municipal environmental protection. By focusing on its core operations, the Group steadily advances the expansion of high-quality projects and capital allocation, while continuously enhancing its capabilities in industry research, project screening, risk adjusted pricing, and asset management to promote the coordinated development of business scale, operational efficiency, and asset quality.

For the six months ended 30 June 2026, the finance leasing business generated segment revenue of approximately HK$212,204,000, representing an increase of approximately HK$19,408,000 or approximately 10.07% from approximately HK$192,796,000 for the same period of last year; Operating profit increased by approximately HK$5,703,000 to approximately HK$99,429,000, representing an increase of approximately 6.08%, continuing to serve as a key pillar of the Group's business. The Group adhered to a balanced approach among scale, profitability and risk, continuously optimizing mechanisms for project pipeline, approval and capital allocation to improve the efficiency in project implementation and capital utilization. The Group strengthened full-cycle revenue forecasting and pricing management for projects, closely monitoring changes in the return on leased assets, comprehensive financing costs, and interest rate spreads. The Group actively expanded financing channels, optimized financing terms and structures, and worked to reduce the comprehensive cost of capital, and the Group enhanced full-lifecycle management of leased assets, strengthening monitoring of customer credit risk, industry and customer concentration risk, while delivering proper post-lease inspections, risk early warning, and rent receivable management. While maintaining reasonable business scale growth, the Group has continued to improve asset quality, profitability, and cash recovery rates.

BIG DATA BUSINESS: TRANSFORMATION AND CULTIVATION, SYNERGISTIC EMPOWERMENT

The Group's big data business remains in the transformation, incubation, and business model exploration phase. Building upon its industrial internet foundation, the Group is gradually expanding into healthcare and elderly care technologies as well as enterprise digital transformation services. It continues to refine its business operation systems, promote the deep integration of information technology capabilities with the Group's wellness and elderly care services scenarios, and enhance the synergistic and empowering role of technology-driven businesses in support of the Group's core operations.

For the six months ended 30 June 2026, the big data business generated revenue of approximately HK$3,348,000, representing an increase of approximately HK$1,743,000 from approximately HK$1,605,000 for the same period last year. Although the business revenue achieved relatively rapid growth, due to factors such as the transformation business still being in its incubation stage, the relatively limited scale of projects, and R&D investments, the new increase in revenue was not yet sufficient to cover related costs and expenses, and the break-even point has yet to be reached; The operating loss amounted to approximately HK$3,860,000, representing an increase of approximately HK$577,000 from the same period last year. Although the operating loss widened, the ratio of operating loss to revenue decreased from approximately 204.55% for the same period last year to approximately 115.29%, indicating that revenue growth has improved coverage of fixed costs and that economies of scale are gradually becoming evident.

CIVIL EXPLOSIVES BUSINESS: ADJUSTING UNDER PRESSURE, LAYING THE GROUNDWORK FOR FUTURE GROWTH

In the first half of 2026, overall demand in the provincial civil explosives market declined year-on-year due to factors such as insufficient commencement of downstream engineering projects, contracting market demand, and intensifying industry competition. At the same time, safety regulatory requirements in the civil explosives industry were further tightened. The Group proactively conducted comprehensive safety inspections and special rectification campaigns while simultaneously advancing technical upgrades to production lines. The related production and business operations were temporarily impacted, resulting in a significant year-on-year decline in the production and sales volumes of civil explosives.

For the six months ended 30 June 2026, the civil explosives business generated revenue of approximately HK$57,252,000, representing a decrease of approximately HK$46,634,000 from approximately HK$103,886,000 or approximately 44.89% for the same period last year; the operating profit was approximately HK$321,000, representing a decrease of approximately HK$26,249,000 from approximately HK$26,570,000 or approximately 98.79% for the same period last year. Affected by the aforementioned factors, business revenue declined significantly year-on-year; however, related fixed costs did not decrease in line with revenue, resulting in a substantial year-on-year reduction in operating profit.

HOTEL AND PROPERTY INVESTMENT BUSINESS

Due to the ongoing downturn in the domestic real estate market and the Hong Kong office leasing market, for the six months ended 30 June 2026, the hotel and property investment business generated segment revenue of approximately HK$9,454,000, representing a decrease of approximately HK$848,000 or approximately 8.23% from approximately HK$10,302,000 for the same period last year; the operating profit also declined accordingly and amounted to approximately HK$7,000, representing a year-on-year decrease of approximately HK$658,000; the Group will continue to enhance the operational efficiency of its assets, optimize the leasing structure, and strengthen cost management to improve the operating returns and cash flow contributions of its existing property portfolio.

PROFIT FROM INVESTMENT IN ASSOCIATES

For the six months ended 30 June 2026, the Group's share of profits from associates amounted to approximately HK$17,431,000, representing an increase of approximately HK$11,930,000 from the approximately HK$5,501,000 for the same period last year, primarily benefiting from electricity rate hikes. The significant improvement in profit contribution from associates partially offset the adverse impact of the decline in segment result.

FINANCIAL POSITION AND ANALYSIS

As of 30 June 2026, the Group's total assets amounted to approximately HK$9,293,772,000 (31 December 2025: approximately HK$8,656,104,000). Total liabilities stood at approximately HK$7,219,443,000 (31 December 2025: approximately HK$6,653,031,000). The gearing ratio (calculated as total liabilities divided by total assets) was 77.68% (31 December 2025: 76.86%). Net assets were approximately HK$2,074,329,000 (31 December 2025: approximately HK$2,003,073,000). Equity attributable to the owners of the Company was approximately HK$0.7316 per share (31 December 2025: approximately HK$0.6946). The Group's net current assets amounted to approximately HK$722,680,000 (31 December 2025: approximately HK$175,466,000), with a current ratio (i.e., current assets divided by current liabilities) of approximately 1.29 times (31 December 2025: 1.07 times). Bank deposits and cash totaled approximately HK$963,864,000 (31 December 2025: approximately HK$660,971,000). This level of cash resources provides sufficient headroom to meet the Group's future operational requirements and fund new projects or business development initiatives as opportunities arise.

PLEDGE OF ASSETS

As of 30 June 2026, the Group's secured bank loans and other borrowings were secured by the following assets and arrangements:

(1) charges over certain self-use and investment properties of the Group;

(2) charges over certain finance lease receivables of the Group;

(3) charges over the Group's equity interests in a subsidiary and an associate; and

(4) guarantees provided by the Company and/or its subsidiaries.

Save as disclosed above, as at 30 June 2026, the Group had not pledged any of its assets.

FOREIGN EXCHANGE EXPOSURE

The Group held certain monetary assets and liabilities denominated in Renminbi. Fluctuations in the exchange rate between the Renminbi and the Hong Kong dollar would result in foreign exchange gains or losses for the Group. During the first half of 2026, volatility in international financial markets and major currency exchange rates intensified due to factors such as geopolitical conflicts, global trade frictions and adjustments to tariff policies, fluctuations in energy and commodity prices, changes in inflation expectations, and diverging monetary policies among major economies. The RMB exchange rate is influenced by multiple factors, including China's economic fundamentals, trade balances, cross-border capital flows, and market expectations, and overall exhibits a pattern of two-way fluctuations with a trend of steady appreciation. To address foreign exchange risks, the Group has established a foreign exchange risk monitoring mechanism. The Board will continue to closely monitor developments in the foreign exchange market and trends in the RMB-to-HKD exchange rate, and will take appropriate measures in a timely manner to manage and mitigate the potential impact of exchange rate fluctuations based on the Group's foreign currency assets and liabilities.

OUTLOOK

Looking ahead, the global economy is expected to maintain moderate growth, though the foundation for this growth remains uneven. Factors such as geopolitical conflicts, adjustments to international trade and economic policies, energy price fluctuations, and volatility in financial markets may continue to disrupt the global economy. The long-term positive fundamentals of the domestic economy remain unchanged; however, factors such as insufficient effective demand, adjustments in the real estate market, and economic structural transformation may still bring uncertainties and challenges to business operations. At the same time, population aging, the expansion of elderly care consumption, and the development of the silver economy represent long-term trends with a high degree of certainty. The government continues to improve the supply system for elderly care services, encourage social forces to participate in inclusive elderly care services, and promote the professionalization, standardization, and digital and intelligent development of elderly care services, thereby creating new development opportunities for the wellness and elderly care industry. Through years of dedicated development, the Group has accumulated a significant number of beds, brand influence, operational experience, and medical and elderly care service capabilities in the Guangdong-Hong Kong-Macao Greater Bay Area, laying a solid foundation for future cross-regional expansion and operational upgrades.

Facing both opportunities and challenges, the Group will adhere to its established strategic direction, steadfastly upholding its mission of "building a healthy life with Hing Yip Holdings". We will continue to leverage strategic resilience to navigate cyclical fluctuations and stay focused on our goal of becoming a premier technology-enabled health and wellness service provider in the Guangdong-Hong Kong-Macao Greater Bay Area. We will further optimize the "1+X" industrial structure and maintain a development model characterized by "core business leadership with synergistic diversification". For the wellness and elderly care main business, we will continue to build on our core advantages in healthcare, advance the integration of medical and elderly care resources and innovation in service models, enhance market-driven profitability, and adopt an expansion strategy that "combines industry mergers and acquisitions with independent investment" to steadily increase market coverage. For our supporting businesses, we will enhance operational resilience and risk management capabilities by deepening existing market potential, precisely cultivating new growth drivers, and strengthening risk management. We aim to stimulate new synergies within our "1+X" industrial structure by empowering our core business through technology, deepening the specialized development of our financial leasing segment, and improving operational efficiency in our civil explosives business. By strengthening post-investment management and adopting a Group-wide perspective, we will enhance cross-business synergy. At the same time, we will consolidate our lean operations and risk management systems, continue to deepen cost reduction and efficiency improvements, strengthen cash flow management and compliance, and maintain financial stability and operational security.

Wellness And Elderly Care Business: Improving quality and efficiency, steady expansion

As the Group's core segment and a key growth engine for future development, the wellness and elderly care business bears a significant strategic mission. The Group will concentrate resources to drive the business's transition from scale expansion toward operational quality improvement, efficiency enhancement, and the deepening of business model replication. The Group will steadily expand the business through methods such as independent investment, government-built and state-operated approach, project partnerships, and industry mergers and acquisitions, continuously enhancing market-driven profitability and the ability to generate operating cash flow to achieve high-quality, sustainable growth. The Group will implement a model of synergistic development between "medical and elderly care services" and "technological innovation in health", empowering health services with technologies and support innovative applications with professional medical and elderly care services, thereby establishing a mutually reinforcing business development framework.

Since the reporting period, following the successful bid for the Qingyuan City Social Welfare Institute and the Shaoguan City Zhenjiang District Elderly Care Service Center projects, the Group's business footprint has expanded from Foshan further to Qingyuan, Shaoguan, and Yunfu, initially forming a cross-regional development framework covering the Pearl River Delta, Northern Guangdong, and Western Guangdong. Moving forward, the Group will methodically advance the preparation and operational launch of new projects, continuously refine its cross-regional management, standardized services, professional talent development, and digital operation systems, and establish unified mechanisms for project preparation, staffing, service standards, quality control, and operational evaluation. By appropriately managing the pace of business expansion and shortening the incubation period for new projects, the Group aims to gradually transform its scale advantages, brand influence, and professional service capabilities into stable revenue, profits, and operating cash flow, thereby achieving coordinated development in business scale, quality, and efficiency.

In terms of medical and elderly care services, the Group will continue to deepen the integration of medical resources with elderly care services and refine the integrated medical and elderly care service system that encompasses medical diagnosis and treatment, rehabilitation and nursing, chronic disease management, and daily living assistance. By establishing unified service standards, operational processes, quality evaluation systems, and talent development mechanisms, the Group will develop a standardized operation model that is replicable and scalable, thereby providing management support for new projects and cross-regional expansion.

In terms of cross-border elderly care, the Group will capitalize on the market opportunities presented by the "growing trend of Hong Kong residents seeking elderly care in mainland China", and continue to refine mechanisms for care services, medical coordination, meal arrangements, family communication, and daily living support required by Hong Kong seniors, and enhance its capacity to deliver services under the "Guangdong Residential Care Service Scheme". The Group will strengthen marketing efforts and referral channel development in the Hong Kong market, promote the conversion of facility tours into actual admissions, and gradually cultivate a cross-border elderly care service brand with Greater Bay Area characteristics.

Science and Technology Business: Focusing on scenarios, driving synergistic transformation

The science and technology business serves as the Group's future-oriented growth initiative and a tool for industrial synergy. At this stage, the Group will prioritize generating market-driven revenue, reducing operating losses, and enhancing the enabling effect on our core business, while ensuring that investments are guided by practical application scenarios and commercial needs.

In terms of medical and elderly care technology, the Group will address practical needs such as elderly care facility operations, nursing service documentation, health management, emergency response, operational analysis, and customer services. The Group will advance the integrated application of information technology and medical/elderly care services, using digital tools to enhance service quality, management efficiency, and data utilization capabilities, thereby transforming technology investments into quantifiable operational improvements.

In terms of industrial internet business, the Group will continue to deeply explore the needs of existing clients, enhance capabilities in project acquisition, implementation, delivery, and ongoing services, and drive the business's evolution from single-project delivery toward standardized products and ongoing operational services, thereby reducing the costs of custom development and project delivery.

In terms of digital education business, the Group will build upon the existing project foundation of Panshi Education to steadily advance the implementation and market promotion of initiatives such as "Dual-Teacher+" and educational big data, while continuously validating product demand and business models.

For investment and M&A opportunities in the technology and technical innovation-driven health sectors, the Group will uphold the principles of synergy with its core business, clear business models, and controllable risks. It will strengthen pre-investment due diligence and post-investment management, prudently control investments in non-core areas, gradually expand the revenue scale of its technology business, narrow operating losses, and enhance its self-development capabilities.

Financial Leasing Business: Professional specialization and steady operations

The financial leasing business is a key pillar supporting the Group's operations. The Group will adhere to a development strategy centered on "market orientation, specialization, and differentiation", continuing to deepen its focus on municipal environmental protection sub-sectors such as water supply, wastewater treatment, combined heat and power (CHP), and urban heating. By leveraging its industry expertise, project experience, and professional service capabilities, the Group is committed to building a leading specialized environmental protection financial leasing company in China.

In terms of business expansion, the Group will focus on high-quality clients and projects with stable operating cash flows and strong repayment capacity, further improving the quality of the project pipeline, approval efficiency, and capital deployment efficiency. The Group will prudently capitalize on business opportunities arising from the upgrading of the environmental protection industry, the transition to a green and low-carbon economy, and the enhancement of infrastructure quality and efficiency, while continuously optimizing the structure of clients, industries, regions, and loan terms to avoid the mere pursuit of asset deployment scale.

In terms of capital management, the Group will actively expand channels for bank loans, bonds, and other financing sources, optimize funding sources, maturities, and costs, reasonably align the maturity structures of assets and liabilities, strengthen liquidity and interest rate risk management, and strive to maintain a reasonable and stable spread between project yields and funding costs.

In terms of risk management, the Group will adopt a proactive, full-lifecycle approach to risk management. We will continue to refine mechanisms for customer onboarding, project evaluation and approval, risk pricing, post-lease inspections, rent collection, and risk resolution, while strengthening dynamic monitoring of lessees' operational conditions, repayment capacity, and project cash flows. The Group will monitor concentration risks related to individual customers, industries, regions, and related projects, promptly identify and address potential risks, and ensure the overall stability of the quality of our lease assets.

Civil Explosives Business: Safety as the foundation, value optimization

The civil explosives business will adhere to safe development and prudent operations, treating workplace safety as the primary prerequisite for sustainable business growth. We will strictly fulfill our primary responsibility for workplace safety, methodically advance safety governance and technical upgrades to production lines, and continuously enhance intrinsic safety as well as the level of digital and intelligent production.

In the face of shrinking market demand and intensifying competition in the packaged explosives market, the Group will focus on core regions and key customers, optimize the product mix of packaged and blended explosives, strengthen project pipelines and market expansion in blasting and mining engineering, and fully leverage the advantages of its class I blasting operations qualification and class II general contracting qualification for mining engineering. We will increase the proportion of blended explosives in production capacity and intensify market promotion efforts to actively cultivate new business growth drivers.

The Group will continue to deepen business synergy with strategic industry partners in areas such as production technology, resource allocation, project acquisition, and market channels to enhance its capabilities in market expansion and project acquisition; it will actively implement synergies with Hongda Explosives Group in areas including production capacity utilization, product sales, safety management, production technology, project acquisition, and market channels, driving the transformation of the strategic partnership from the equity level to the operational level. At the same time, the Group will continue to advance cost reduction and efficiency improvements, "7S" lean management, and the intelligent transformation of production lines to enhance operational efficiency and operating profitability.

Looking ahead, the Group will maintain strategic resolve, adhere to its core business, and adhere to prudent operation. On the basis of effective risk control, it will seize opportunities in elderly care services, the silver economy, and green industries, drive quality and efficiency improvements in the core wellness and elderly care business, promote specialized development and industrial synergy across all business segments, and continuously enhance profit quality, operating cash flow, and sustainable development capabilities. With forward-looking and well-grounded future layout, the Group has successfully anchored the silver economy as a high-growth track, which is expected to continue delivering returns to shareholders. With the accelerated arrival of China's aging society and the continued favorable policies supporting the silver economy, we are full of confidence in the future. The management will continue to strengthen strategic execution, refined operational capabilities, and prudent risk management to drive the Group toward high-quality, sustainable growth and steadfastly create long-term value for shareholders, investors, and society.

EMPLOYEES

The total number of employees of the Group is approximately 1,281 (31 December 2025: 1,281). The remuneration of the employees of the Group is determined on the basis of performance and responsibility of the employees. The Group provides education allowances to the employees.

INTERIM DIVIDEND

The Directors resolved not to declare payment of an interim dividend for the six months ended 30 June 2026 (six months ended 30 June 2025: Nil).

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

During the six months ended 30 June 2026, neither the Company nor any of its subsidiaries have purchased, sold or redeemed any of the Company's listed shares.

CORPORATE GOVERNANCE

The Company puts great emphasis on corporate governance which is reviewed and strengthened on a continued basis. The Company has adopted all the code provisions under the Corporate Governance Code ("the Code") as set out in Appendix C1 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") as its own code on corporate governance practice. For the six months ended 30 June 2026, the Company has complied with all the applicable code provisions under the Code save as disclosed below.

Code provision C.2.1 stipulates that the roles of chairman and chief executive should be separate and should not be performed by the same individual. Mr. HE Xiangming served as the chairman of the Board until his retirement as an executive Director of the Company at the conclusion of the 2026 AGM held on 26 June 2026. Thereafter, Mr. ZHANG Zhijun was appointed as an executive Director of the Company and the chairman of the Board with effect from 1 July 2026.

CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuer ("the Model Code") set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by Directors. On specific enquiry made, all Directors have confirmed that, in respect of the six months ended 30 June 2026, they have complied with the required standard as set out in the Model Code.

AUDIT COMMITTEE

The audit committee comprising the three independent non-executive Directors of the Company, namely Mr. Chan Kwok Wai, Ms. Lin Junxian and Mr. Zhang Huachen, has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, risk management, internal control and financial reporting matters including a general review of the unaudited consolidated financial statements for the six months ended 30 June 2026.

By Order of the Board of
Hing Yip Holdings Limited
ZHANG Zhijun
Chairman

Hong Kong, 28 August 2026

As at the date of this announcement, the Board consists of two executive Directors, namely Mr. ZHANG Zhijun (Chairman) and Mr. FU Weiqiang (President), one non-executive Director, namely Mr. LIU Jiali and three independent non-executive Directors, namely Mr. CHAN Kwok Wai, Ms. LIN Junxian and Mr. ZHANG Huachen.

* *For identification purpose only*