Lap Kei Engineering (Holdings) Limited
立基工程（控股）有限公司

(incorporated in the Cayman Islands with limited liability)

Stock Code : 1690

INTERIM REPORT 2026

INTERIM RESULTS

The board of directors (the "**Board**") of Lap Kei Engineering (Holdings) Limited (the "**Company**", together with its subsidiaries, the "**Group**") is pleased to announce the unaudited condensed consolidated results of the Group for the six months ended 30 June 2026 (the "**Relevant Period**"), together with the corresponding comparative figures of 2025, as follows:

UNAUDITED 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
		HK$'000	*HK$'000*
	Notes	**(Unaudited)**	(Unaudited)
Revenue	*3*	**118,636**	134,461
Cost of revenue		**(104,372)**	(125,638)
Gross profit		**14,264**	8,823
Other income		**641**	1,425
Administrative expenses		**(8,896)**	(9,833)
Profit before income tax	*4*	**6,009**	415
Income tax expense	*5*	**(742)**	–
Profit and total comprehensive income for the period		**5,267**	415
Earnings per share			
– Basic *(HK cents)*	*7*	**0.36**	0.03

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

		As at	
		30 June 2026	31 December 2025
		HK$'000	*HK$'000*
	Notes	**(Unaudited)**	(Audited)
Non-current assets			
Property, plant and equipment	*8*	**9,974**	11,777
Deferred tax assets		**498**	1,551
		10,472	12,275
Current assets			
Trade and other receivables	*9*	**51,738**	84,120
Contract assets		**72,878**	100,767
Pledged bank deposits		**5,534**	5,478
Bank balances		**70,023**	68,686
		200,173	259,051
Current liabilities			
Trade and other payables	*10*	**80,641**	118,326
Contract liabilities		**1,439**	1,539
Tax payable		**794**	52
		82,874	119,917
Net current assets		**117,299**	139,134
Total assets less current liabilities		**127,771**	151,409
Non-current liabilities			
Provision for long service payments		**1,160**	1,160
Deferred tax liabilities		**385**	385
		1,545	1,545
Net assets		**126,226**	149,864
EQUITY			
Share capital	*11*	**14,452**	14,452
Reserves		**111,774**	135,412
Total equity		**126,226**	149,864

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Share capital *HK$'000*	Share premium *HK$'000*	Merger reserve *HK$'000* *(Note)*	Retained earnings *HK$'000*	Total *HK$'000*
As at 1 January 2026 (audited)	**14,452**	**27,666**	**610**	**107,136**	**149,864**
Profit and total comprehensive income for the period	**–**	**–**	**–**	**5,267**	**5,267**
Dividend recognised as distribution *(note 6)*	**–**	**–**	**–**	**(28,905)**	**(28,905)**
As at 30 June 2026 (unaudited)	**14,452**	**27,666**	**610**	**83,498**	**126,226**
As at 1 January 2025 (audited)	14,646	43,436	610	91,481	150,173
Profit and total comprehensive income for the period	–	–	–	415	415
Shares repurchased and cancelled	(141)	(935)	–	–	(1,076)
Dividend recognised as distribution *(note 6)*	–	–	–	(14,505)	(14,505)
As at 30 June 2025 (unaudited)	14,505	42,501	610	77,391	135,007

Note: Merger reserve represented the difference between the aggregated share capital of the relevant subsidiaries (which were transferred from Mr. Wong Kang Kwong ("**Mr. Wong**") and Ms. So Nui Ho ("**Ms. So**") to LKW Enterprise Limited ("**LKW Enterprise**") pursuant to the reorganisation of the Group) in the prior years and the issued share capital of LKW Enterprise.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Net cash generated from operating activities	**29,080**	18,502
Net cash generated from investing activities	**1,162**	687
Net cash used in financing activities	**(28,905)**	(15,582)
Net increase in cash and cash equivalents	**1,337**	3,607
Cash and cash equivalents at the beginning of the period	**68,686**	58,721
Cash and cash equivalents at the end of the period, represented by bank balances	**70,023**	62,328

NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2026

1. GENERAL INFORMATION

Lap Kei Engineering (Holdings) Limited (the "**Company**") was incorporated in the Cayman Islands as an exempted company with limited liability on 29 April 2015 under the Companies Law Cap. 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and its shares are listed on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**"). Its immediate and ultimate holding company is Golden Luck Limited ("**Golden Luck**"), which is a limited company incorporated in the British Virgin Islands. The address of the registered office is Codan Trust Company (Cayman) Limited, Cricket Square, Hutchins Drive, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business of the Company is Room 6, 6/F, Block B, Tonic Industrial Centre, 19 Lam Hing Street, Kowloon Bay, Hong Kong.

The Company acts as an investment holding company. The principal activities of its subsidiaries are provision of engineering services for building services systems and maintenance and repair services in Hong Kong.

The consolidated financial statements are presented in Hong Kong dollars ("**HK$**") which is the same as the functional currency of the Company.

2. BASIS OF PREPARATION

The unaudited condensed consolidated financial statements for the Relevant Period (the "**Interim Financial Statements**") have been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34, Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") as well as with the applicable disclosure requirements of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**"). The Interim Financial Statements have been prepared under the historical cost convention. The Interim Financial Statements are unaudited, but have been reviewed by the audit committee of the Company.

The preparation of the Interim Financial Statements requires the Company's management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of income and expenses. Actual results may differ from these estimates.

Other than changes in accounting policies resulting from application of new and amendments to HKFRS Accounting Standards, the accounting policies and methods of computation in the Interim Financial Statements are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2025.

2. BASIS OF PREPARATION (CONTINUED)

Application of new and amendments to HKFRS Accounting Standards

In the current period, the Group has adopted the following new and amendments to HKFRS Accounting Standards which are relevant to the Group's operations and are mandatory effective for accounting periods beginning on 1 January 2026:

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

The adoption of these new and amendments to existing standards does not have a material impact on the Group's results of operations or financial position.

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2026 and earlier application is permitted. The Group has not early adopted any of the forthcoming new or amended standards in preparing these condensed consolidated interim financial statements.

3. REVENUE AND SEGMENT INFORMATION

Revenue represents the consideration expected to be entitled by the Group from provision of building services engineering work and maintenance, repair and other services.

Operating segments are identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker (the "**CODM**"), being the executive directors of the Company, in order for CODM to allocate resources and to assess performance. No operating segments identified by the CODM have been aggregated in arriving at the reportable segments of the Group.

Specifically, the Group's reportable and operating segments under HKFRS 8 are as follows:

(i)	Building services engineering work	–	Provision of building services engineering work including mechanical ventilation and air-conditioning system, electrical system, plumbing and drainage system, fire system and other related works
(ii)	Maintenance, repair and other services	–	Provision of maintenance and repair services for building services system and replacement of parts

3. REVENUE AND SEGMENT INFORMATION (CONTINUED)

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Building services engineering work	**110,623**	129,211
Maintenance, repair and other services	**8,013**	5,250
	118,636	134,461

The following is an analysis of the Group's revenue and results by operating segments:

For the six months ended 30 June 2026

	Building services engineering work	**Maintenance, repair and other services**	**Total**
	HK$'000	***HK$'000***	***HK$'000***
Segment revenue			
External sales	**110,623**	**8,013**	**118,636**
Segment results	**12,651**	**1,613**	**14,264**
Other income			**641**
Administrative expenses			**(8,896)**
Profit before income tax			**6,009**

For the six months ended 30 June 2025

	Building services engineering work	Maintenance, repair and other services	Total
	HK$'000	HK$'000	HK$'000
Segment revenue			
External sales	129,211	5,250	134,461
Segment results	7,597	1,226	8,823
Other income			1,425
Administrative expenses			(9,833)
Profit before income tax			415

4. **PROFIT BEFORE INCOME TAX**

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Profit for the period has been arrived at after charging (crediting):		
Directors' emoluments	**3,090**	2,973
Other staff costs:		
– Salaries and other allowances	**21,468**	21,523
– Retirement benefit scheme contributions	**808**	362
Total staff costs	**25,366**	24,858
Depreciation of property, plant and equipment	**1,226**	1,415
Impairment loss reversed on trade receivables	**(718)**	(375)
Impairment loss reversed on contract assets	**(703)**	(168)
Bank interest income	**(768)**	(1,047)

5. **INCOME TAX EXPENSE**

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Hong Kong Profits Tax	**742**	–

The Group is subject to Hong Kong Profits Tax. Hong Kong Profits Tax was provided for a subsidiary at the rate of 16.5% on the estimated assessable profits arising in Hong Kong, which is a qualifying entity under the two-tiered profits tax rates regime. The first HK$2,000,000 of assessable profits of this subsidiary are taxed at 8.25% and the remaining assessable profits are taxed at 16.5% for current period.

No Hong Kong Profits Tax was provided for the Company's subsidiaries in Hong Kong for the six months ended 30 June 2025 as they either have estimated tax losses brought forward to offset against the estimated assessable profits or did not derive any assessable profits.

6. **DIVIDEND**

The Board resolved to declare an interim dividend of HK$0.01 per share, in an aggregate amount of HK$14,452,300 (2025: nil) for the six months ended 30 June 2026. This interim dividend is not recognised as dividend payable at the end of the reporting period.

During the six months ended 30 June 2026, a final dividend in respect of the year ended 31 December 2025 of HK$28,904,600 (HK$0.02 per share) has been paid and recognised as distribution.

During the six months ended 30 June 2025, a final dividend in respect of the year ended 31 December 2024 of HK$14,505,000 (HK$0.01 per share) has been paid and recognised as distribution.

7. EARNINGS PER SHARE

The calculations of basic earnings per share for the six months ended 30 June 2026 and 2025 are based on the following:

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Earnings:		
Earnings for the purpose of calculating basic earnings per share	**5,267**	415
	'000	*'000*
Number of shares:		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**1,450,490**	1,460,468

The Group has no dilutive potential ordinary shares in issue during the six months ended 30 June 2026 and 2025.

8. MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT

During the Relevant Period, additions to property, plant and equipment amounted to HK$Nil (six months ended 30 June 2025: HK$748,000).

9. TRADE AND OTHER RECEIVABLES

	As at	
	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade receivables	**32,711**	61,536
Less: allowance for credit loss	**(815)**	(1,533)
	31,896	60,003
Deposit paid	**15,431**	17,575
Other receivables and prepayments	**4,411**	6,642
	19,842	24,117
Total trade and other receivables	**51,738**	84,120

The Group allows a credit period from 0 to 45 days to its customers for its trade receivables.

9. TRADE AND OTHER RECEIVABLES (CONTINUED)

The following is an ageing analysis of trade receivables net of allowance for credit loss presented based on invoice dates at the end of each reporting period:

	As at	
	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0–30 days	**17,764**	30,253
31–60 days	**1,633**	3,698
61–90 days	**112**	11,412
Over 90 days	**12,387**	14,640
	31,896	60,003

10. TRADE AND OTHER PAYABLES

	As at	
	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade payables	**44,620**	59,559
Retention payables	**4,433**	6,175
Accrued sub-contracting and material costs	**29,968**	31,071
Accrued staff costs, other payables and accruals	**1,620**	21,521
Total trade and other payables	**80,641**	118,326

The credit period on trade payables ranged from 30 to 60 days.

The following is an ageing analysis of trade payables presented based on the invoice dates at the end of each reporting period:

	As at	
	30 June 2026	31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0–30 days	**13,933**	27,654
31–60 days	**2,801**	2,405
61–90 days	**1,612**	1,167
Over 90 days	**26,274**	28,333
Total trade and other payables	**44,620**	59,559

11. SHARE CAPITAL

	Number of ordinary shares of HK$0.01 each	Amount *HK$'000*
Authorised:		
At 31 December 2025 and 30 June 2026	4,000,000,000	40,000
Issued and fully paid:		
At 31 December 2025 and 30 June 2026	1,445,230,000	14,452

12. RELATED PARTY DISCLOSURES

(i) Transactions

The Group entered into the following transactions with its related parties:

Related parties	Nature of transactions	Six months ended 30 June 2026 *HK$'000* (Unaudited)	Six months ended 30 June 2025 *HK$'000* (Audited)
LKW Company Limited *(Note)*	Rental paid/payable	**265**	265
Mr. Wong and Ms. So	Rental paid/payable	**548**	548

Note: LKW Company Limited is wholly-owned by Mr. Wong and Ms. So.

(ii) Compensation of key management personnel

	Six months ended 30 June 2026 *HK$'000* (Unaudited)	Six months ended 30 June 2025 *HK$'000* (Audited)
Salaries and other allowances	**2,829**	2,712
Retirement benefit scheme contributions	**27**	27
	2,856	2,739

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND OUTLOOK

The Group is principally engaged in the provision of engineering services for building services systems in Hong Kong. The Group undertakes building services engineering works which are mainly related to the supply, installation and maintenance of (i) mechanical ventilation and air-conditioning ("**MVAC**") system; (ii) electrical system; (iii) plumbing and drainage system; and (iv) fire services system.

The contracts the Group entered into with its customers are categorised into two types, namely (i) building services engineering projects for existing buildings and new buildings (the "Building Services Engineering Projects"); and (ii) maintenance, repair and other services (the "**Maintenance Projects**"), which mainly include provision of maintenance and repair services for building services system and replacement of parts.

For Building Services Engineering Projects, the Group is required to complete the engineering works in relation to the installation and/or upgrade of building services systems as set out in the scope of work under the contract. For Maintenance Projects, the Group is required to provide maintenance services for existing building services systems of a property or portfolio of properties over a fixed contract period. Such maintenance services include regular check and maintenance, and emergency call-out service for emergency repair.

With the Group's experienced management team and reputation in the market, the Directors consider that the Group is well-positioned to compete against its competitors under such future challenges that are commonly faced by all competitors. The Group will continue to pursue the following key business strategies: (i) further developing the Group's Building Services Engineering Business by undertaking more projects of larger scale; (ii) further expanding the Group's service scope by making application for additional licences, permits or qualifications which may be required; and (iii) further strengthening the Group's engineering department through recruiting additional qualified and experienced staff.

FINANCIAL REVIEW

Revenue

The revenue decreased from approximately HK$134.5 million for the six months ended 30 June 2025 to approximately HK$118.6 million for the six months ended 30 June 2026, representing a decrease of approximately 11.8%. Such decrease was mainly due to decrease in the contract sum of projects undertaken by the Group during the Relevant Period compared to that of the corresponding period of previous year.

Cost of Revenue

The cost of revenue decreased from approximately HK$125.6 million for the six months ended 30 June 2025 to approximately HK$104.4 million for the six months ended 30 June 2026, representing a decrease of approximately 16.9%. Such decrease was mainly due to the decrease in the contract sum of projects undertaken by the Group. Such decrease in cost of revenue was more than that of the decrease in revenue during the Relevant Period.

Gross Profit

Gross profit of the Group was approximately HK$14.3 million for the six months ended 30 June 2026, while gross profit of the Group was approximately HK$8.8 million for the six months ended 30 June 2025. Gross profit increased by approximately 61.7% during the Relevant Period.

The overall gross profit margin was approximately 12.0% for the six months ended 30 June 2026, while gross profit margin of the Group was approximately 6.6% for the six months ended 30 June 2025. The gross profit margin increased because the Group undertook more work with higher gross profit margin compared to the corresponding period of previous year.

Administrative Expenses

Administrative expenses of the Group were approximately HK$8.9 million for the six months ended 30 June 2026 as compared to approximately HK$9.8 million for the six months ended 30 June 2025, representing a decrease of approximately 9.5%. Administrative expenses primarily consisted of rental expenses, staff costs and the impairment loss recognised under expected credit loss model, net of reversal. The decrease was mainly attributable to the reversal of the impairment loss recognised under expected credit loss model during the Relevant Period.

Profit and Total Comprehensive Income

The Group recorded profit and total comprehensive income of approximately HK$5.3 million for the six months ended 30 June 2026 compared to profit and total comprehensive income of approximately HK$0.4 million for the six months ended 30 June 2025. Such increase in the Group's result was primarily attributable to the increase in gross profit as a result of a decrease in the cost of revenue compared to the corresponding period of last year.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2026, the Group had total assets of approximately HK$210.6 million (31 December 2025: approximately HK$271.3 million), which is financed by total liabilities and shareholders' equity (comprising share capital and reserves) of approximately HK$84.4 million (31 December 2025: approximately HK$121.5 million) and approximately HK$126.2 million (31 December 2025: approximately HK$149.9 million), respectively.

As at 30 June 2026, the Group had cash and bank balances of approximately HK$70.0 million (as at 31 December 2025: HK$68.7 million), which were principally denominated in Hong Kong Dollar.

Current ratio as at 30 June 2026 was approximately 2.4 times (31 December 2025: approximately 2.2 times).

As at 30 June 2026, the Group has obtained performance bonds in respect of building services engineering contracts from banks amounting to approximately HK$49.6 million (31 December 2025: approximately HK$19.4 million) respectively. The bonds are secured by leasehold land and building and pledged bank deposits as disclosed in the paragraph headed "Pledge of Assets" in this report below.

GEARING RATIO

The gearing ratio of the Group as at 30 June 2026 was nil (31 December 2025: nil), which is calculated by the total borrowings divided by total equity of the Group, as the Group had no borrowings.

TREASURY POLICY

The Group has adopted a prudent financial management approach with an aim of preserving the value of the assets of the Group towards its treasury policies and thus maintained a healthy liquidity position throughout the Relevant Period. Other than cash or bank deposits, the Group did not have other investments in securities or financial products for its treasury management purpose during the Relevant Period. The Group strives to reduce exposure to credit risk by performing ongoing credit assessments and evaluations of the financial status of its customers. To manage liquidity risk, the Board closely monitors the Group's liquidity position to ensure that the liquidity structure of the Group's assets, liabilities and other commitments can meet its funding requirements from time to time.

PLEDGE OF ASSETS

As at 30 June 2026, the Group pledged its bank deposits of approximately HK$5.5 million (31 December 2025: HK$5.5 million) and its leasehold land and building of approximately HK$4.5 million (31 December 2025: HK$4.6 million) located at Workshop No. B9 on 6/F of Block B, Tonic Industrial Centre, 19 Lam Hing Street, Kowloon Bay, Hong Kong to banks as collateral to secure bank facilities granted to the Group. The Group had unutilised facilities of HK$84.1 million as of 30 June 2026 (31 December 2025: HK$54.3 million).

Save for the above disclosed, the Group did not have any other charges on its assets as at 30 June 2026.

FOREIGN EXCHANGE EXPOSURE

All of the revenue-generating operations of the Group were transacted in Hong Kong Dollars, which is the presentation currency of the Group. For the Relevant Period, there was no significant exposure to foreign exchange rate fluctuations and the Group did not maintain any hedging policy or engage in hedging against the foreign currency risk. The management will consider hedging significant currency exposure should such need arise. During the Relevant Period, the Group did not enter into any hedging instrument or contracts or enter into any currency borrowing transactions for hedging purpose.

CAPITAL STRUCTURE

The share capital of the Group only comprises ordinary shares. As at 30 June 2026, the Company's issued share capital was HK$14,452,300 (31 December 2025: HK$14,452,300) and the number of its issued Shares was 1,445,230,000 of HK$0.01 each (31 December 2025: 1,445,230,000). During the Relevant Period, the Group did not repurchase or cancel any of its own ordinary shares. During the Relevant Period, the Group did not hold or sell any treasury shares (as defined under the Listing Rules).

CAPITAL COMMITMENTS

The Group did not have any significant capital commitments in respect of plant and equipment or investment property as at 30 June 2026 (31 December 2025: Nil).

FUTURE PLANS FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

The Group did not have other plans for material investments or capital assets as of 30 June 2026.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

During the Relevant Period, the Group did not have any material acquisitions or disposals of subsidiaries, associates or joint ventures.

CONTINGENT LIABILITIES

As at 30 June 2026, the Group did not have any material contingent liabilities (31 December 2025: Nil).

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, the Group employed a total of 116 employees (31 December 2025: 119 employees). The staff costs, including Directors' emoluments, of the Group were approximately HK$25.4 million for the six months ended 30 June 2026 (2025: approximately HK$24.9 million).

The Group promotes individuals based on their qualification, performance and development potential in the positions held. In order to attract and retain high quality staff, a competitive remuneration package is offered to employees (with reference to market norms and individual employees' performance, qualification and experience). Remuneration package would be reviewed on a regular basis based on the performance of the individual employee. On top of basic salaries, bonuses may be paid with reference to the Group's performance as well as individual's performance. Other staff benefits include provision of retirement benefits, medical benefits and sponsorship of training courses. Share options may also be granted to eligible employees by reference to the Group's performance as well as individual contribution.

Among the retirement benefits, the Group made contributions to a Mandatory Provident Fund Scheme (the "**MPF Scheme**") under the Mandatory Provident Fund Scheme Ordinance (Chapter 485 of the Laws of Hong Kong) for employees employed under the jurisdiction of the Employment Ordinance (Chapter 57 of the Laws of Hong Kong). The MPF Scheme is a defined contribution retirement plan administrated by the independent trustees. Under the MPF scheme, the employer and its employees are each required to make contributions to the MPF Scheme at 5% of the employee's relevant income, subject to a cap of monthly relevant income of HK$30,000. Contribution to the MPF Scheme vests immediately.

There was no forfeited contribution under the MPF Scheme or other retirement benefit scheme which may be used by the Group to reduce the contribution payables as at 30 June 2026 and no amount was utilised to reduce the existing level of contributions during the six months ended 30 June 2026.

SIGNIFICANT INVESTMENTS HELD

The Group did not hold any significant investments during the six months ended 30 June 2026.

DISCLOSURE OF INTERESTS

A. Directors' and Chief Executive's Interests and Short Positions in the Shares, the Underlying Shares or Debentures

As at 30 June 2026, the interests and short positions of the Directors and Chief Executive of the Company in the shares, the underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the laws of Hong Kong) (the "**SFO**")) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which any such Director or Chief Executive was taken or deemed to have under such provision of the SFO) or which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code as set out in Appendix C3 (formerly Appendix 10) to the Listing Rules, to be notified to the Company and the Stock Exchange were as follows:

(i) Long positions in the Shares

Name of Director	Capacity/ Nature of interest	Number of Shares held/ interested in	Percentage of shareholding
Mr. Wong	Interest in controlled corporation *(Note 1)*	653,000,000	45.18%
	Beneficial owner	384,490,000	26.60%
	Interest of spouse *(Note 2)*	8,000,000	0.55%
Ms. So	Interest of spouse *(Note 3)*	1,037,490,000	71.79%
	Beneficial owner	8,000,000	0.55%
Mr. Tang Chun Man Joseph	Beneficial owner	160,000	0.01%
Mr. Lau Kwok Lok Geoffrey	Beneficial owner	300,000	0.02%

Notes:

1. Mr. Wong beneficially owns 99% of the issued share capital of Golden Luck. By virtue of the SFO, Mr. Wong is deemed to be interested in the same number of the Shares held by Golden Luck.

2. Mr. Wong is the spouse of Ms. So. Under the SFO, Mr. Wong is deemed to be interested in the same number of the Shares in which Ms. So is interested.

3. Ms. So is the spouse of Mr. Wong. Under the SFO, Ms. So is deemed to be interested in the same number of the Shares in which Mr. Wong is interested.

(ii) Long position in the ordinary shares of associated corporations

Name of Director	Name of associated corporation	Capacity/ Nature of interest	Number of shares held/ interested in	Percentage of shareholding
Mr. Wong	Golden Luck	Beneficial owner	99	99%
Ms. So	Golden Luck	Beneficial owner	1	1%

Save as disclosed above, as at 30 June 2026, none of the Directors nor Chief Executive of the Company has registered an interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) (i) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code as set out in Appendix C3 to the Listing Rules.

B. Substantial Shareholders' and Other Persons' Interests and Short Positions in the Shares, Underlying Shares or Debentures

So far as the Directors are aware, as at 30 June 2026, the following persons (other than the Directors and Chief Executive of the Company) had or deemed or taken to have an interest or short position in the Shares or underlying Shares or debentures of the Company which were required to be recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO, or which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO and the Listing Rules.

Name of shareholder	Capacity/ Nature of interest	Number of Shares held/ interested in	Long/short position	Percentage of shareholding
Golden Luck	Beneficial owner	653,000,000	Long	45.18%

Save as disclosed above, as at 30 June 2026, no person, other than the Directors and Chief Executive of the Company whose interests are set out in the section "Directors' and Chief Executive's Interests and Short Positions in the Shares, the Underlying Shares or Debentures" above, had notified the Company of an interest or short position in the Shares, underlying Shares or debentures of the Company that was required to be recorded in the register required to be kept by the Company pursuant to Section 336 of the SFO or which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO.

COMPETING INTERESTS

During the Relevant Period, so far as the Directors are aware, none of the Directors or the controlling shareholders of the Company, neither themselves nor their respective close associates (as defined in the Listing Rules) had any business or interest that competes or may compete with the business of the Group, and the Directors are also not aware of any other conflict of interests which any such person has or may have with the Group.

DIRECTORS' MATERIAL INTEREST IN CONTRACTS

Save as disclosed in this report, no Director had any material interests in any contract of significance to the business of the Group to which the Company or any of its subsidiaries was a party during the Relevant Period.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Relevant Period.

CORPORATE GOVERNANCE CODE

The Company's corporate governance practices are based on and adopted the principles and code provisions as set out in the Corporate Governance Code (the "**CG Code**") as set out in Appendix C1 to the Listing Rules. During the Relevant Period, to the best knowledge of the Board, save as code provision C.2.1 of the CG Code as disclosed below, the Company has complied with the applicable code provisions of the CG Code.

Pursuant to the code provision C.2.1 of the CG Code, the roles of Chairman and Chief Executive should be separate and should not be performed by the same individual. The division of responsibilities between the Chairman and Chief Executive should be clearly established.

During the Relevant Period and up to the date of this report, Mr. Wong has been both the Chairman of the Company and the Chief Executive of the Company. The Board considers that, in view of the experience and expertise of Mr. Wong, this structure could enhance efficiency in formulation and implementation of the Company's strategies, which is beneficial to the Group and shareholders as a whole. The Board will review the need of appointing suitable candidate to assume the role of Chief Executive when necessary.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Group has adopted a code of provisions of conduct regarding securities transactions by the Directors (the "**Code of Conduct**") on terms no less exacting than the required standards of dealings concerning securities transactions by the Directors as set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules. Having made specific enquiries of all the Directors, all the Directors have confirmed that they have complied with the required standards set out in the Code of Conduct during the Relevant Period.

DIVIDEND

The Board resolved to declare an interim dividend of HK$0.01 per share, in aggregate amount of HK$14,452,300, for the six months ended 30 June 2026 (six months ended 30 June 2025: nil) to the shareholders of the Company whose names are on the register of members of the Company on Wednesday, 16 September 2026 as the record date, subject to the compliance with the laws of the Cayman Islands and other relevant rules and regulations.

CLOSURE OF REGISTER OF MEMBERS

For determining the entitlement to receiving the interim dividend, the register of members of the Company will be closed from Tuesday, 15 September 2026 to Wednesday, 16 September 2026, both days inclusive, the period during which no transfer of shares will be effected. In order to qualify for receiving the interim dividend, all share transfer forms, accompanied by the relevant share certificates, must be lodged with the Company's branch share registrar in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on Monday, 14 September 2026. The payment of interim dividend is expected to be made on or around Friday, 9 October 2026.

SHARE OPTION SCHEME

The Company did not have share option scheme or any other share schemes as defined under Chapter 17 of the Listing Rules during the Relevant Period.

EVENTS AFTER REPORTING PERIOD

There are no important events subsequent to the end of the Relevant Period and up to the date of the report which requires disclosure.

AUDIT COMMITTEE

The Company has established an audit committee (the "**Audit Committee**") on 10 September 2015 with its written terms of reference in compliance with paragraph D.3.3 of the CG Code. The primary duties of the Audit Committee are to review and monitor the financial reporting process and the internal control and risk management systems of the Group, to nominate and monitor external auditors and to oversee the continuing connected transactions of the Company. The Audit Committee consists of three members, namely Mr. Chung Yuk Ming Christopher, Mr. Lau Kwok Lok, Geoffrey and Mr. Tam Chun Chung, all being independent non-Executive Directors. Mr. Tam Chun Chung currently serves as the chairman of the Audit Committee.

The unaudited condensed consolidated financial statements of the Group for the Relevant Period have not been reviewed or audited by the auditor of the Company but have been reviewed by the Audit Committee of the Company, which is of the opinion that the preparation of such statements complies with the applicable accounting standards, the Listing Rules and that adequate disclosures have been made.

By Order of the Board
Lap Kei Engineering (Holdings) Limited
Wong Kang Kwong
Chairman and Executive Director

Hong Kong, 28 August 2026

As at the date of this report, the Executive Directors are Mr. Wong Kang Kwong, Ms. So Nui Ho and Mr. Tang Chun Man Joseph; and the independent non-Executive Directors are Mr. Chung Yuk Ming Christopher, Mr. Lau Kwok Lok, Geoffrey and Mr. Tam Chun Chung.