SYMPHONY

SYMPHONY HOLDINGS LIMITED

新灃集團有限公司*

(Incorporated in Bermuda with limited liability)

(Stock Code: 01223)

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

The board (the "**Board**") of directors (the "**Directors**") of Symphony Holdings Limited (the "**Company**") announce the unaudited interim condensed consolidated financial results of the Company and its subsidiaries (collectively referred to as the "**Group**" or "**Symphony Group**") for the six months ended 30 June 2026 (the "**Period**") together with the comparative figures for the six months ended 30 June 2025 (the "**Corresponding Period**"), which have been reviewed by the audit committee of the Company.

FINANCIAL HIGHLIGHTS

– The Group recorded an increase in revenue by approximately HKD24.9 million from approximately HKD148.2 million for the Corresponding Period to approximately HKD173.1 million for the Period.

– The Group's gross profit increased from approximately HKD140.7 million for the Corresponding Period to approximately HKD159.4 million for the Period.

– Loss for the Period was approximately HKD10.3 million as compared with loss of approximately HKD12.8 million for the Corresponding Period.

– Total comprehensive income attributable to owners of the Company was approximately HKD70.2 million for the Period as compared with approximately HKD45.4 million for the Corresponding Period.

– Net asset value increased from approximately HKD2,362.3 million as at 31 December 2025 to approximately HKD2,417.4 million as at 30 June 2026.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

		Six months ended 30 June	
		2026	2025
	Notes	***HKD'000***	*HKD'000*
		(Unaudited)	(Unaudited)
Revenue	4	**173,089**	148,229
Cost of sales		**(13,715)**	(7,562)
Gross profit		**159,374**	140,667
Other income and gains	5	**12,306**	35,724
Distribution and selling expenses		**(32,894)**	(29,726)
Administrative expenses		**(61,407)**	(69,427)
Depreciation and amortisation expenses		**(42,671)**	(41,611)
Finance costs	6	**(27,974)**	(39,687)
Other expenses		**(87)**	(270)
Reversal of impairment loss on financial assets		**90**	1,091
Share of results of joint ventures		**(1,030)**	(1,564)
Share of results of associates		**–**	(42)
Fair value loss on financial assets at fair value through profit or loss		**(3,883)**	(2,518)
Profit/(loss) before income tax expense	7	**1,824**	(7,363)
Income tax expense	8	**(12,102)**	(5,387)
Loss for the period		**(10,278)**	(12,750)
Loss for the period attributable to:			
– Owners of the Company		**(9,980)**	(13,322)
– Non-controlling interests		**(298)**	572
Loss for the period		**(10,278)**	(12,750)
Loss per share:			
Basic and diluted	10	**HK(0.34) cent**	HK(0.45) cent

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Six months ended 30 June	
	2026	2025
	HKD'000	*HKD'000*
	(Unaudited)	(Unaudited)
Loss for the period	**(10,278)**	(12,750)
Other comprehensive income for the period, net of tax		
Items that may be reclassified subsequently to profit or loss:		
Share of other comprehensive income of joint ventures	**758**	964
Share of other comprehensive income of an associate	**–**	3
Exchange differences arising on translation of foreign operations	**79,421**	57,612
	80,179	58,579
Other comprehensive income for the period, net of tax	**80,179**	58,579
Total comprehensive income for the period	**69,901**	45,829
Total comprehensive income for the period attributable to:		
– Owners of the Company	**70,161**	45,405
– Non-controlling interests	**(260)**	424
	69,901	45,829

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2026

	Notes	**30 June 2026** *HKD'000* **(Unaudited)**	31 December 2025 *HKD'000* (Audited)
Non-current assets			
Property, plant and equipment		**1,840,514**	1,815,025
Investment properties		**657,884**	633,451
Right-of-use assets		**415,061**	406,494
Intangible assets		**106,819**	107,818
Interests in joint ventures		**19,233**	19,505
Interests in associates		**6,535**	6,535
Goodwill		**141,401**	141,401
Deferred tax assets		**14,871**	16,187
Club debenture		**1,876**	1,876
Statutory deposits for financial services business		**200**	200
Total non-current assets		**3,204,394**	3,148,492
Current assets			
Inventories		**25,790**	30,939
Trade and other receivables	11	**127,160**	123,887
Amount due from a related party		**–**	102
Amount due from a director		**–**	3,113
Amounts due from joint ventures		**46,525**	43,589
Amount due from an associate		**654**	803
Advances to customers in margin financing	12	**96,147**	79,727
Loans receivable	13	**56,246**	53,496
Financial assets at fair value through profit or loss		**115,319**	119,202
Bank balances and cash – held on behalf of customers		**25,304**	117,598
Bank balances and cash		**417,457**	85,596
		910,602	658,052
Assets classified as held for sale		**734,999**	715,026
Total current assets		**1,645,601**	1,373,078

	Note	30 June 2026 HKD'000 (Unaudited)	31 December 2025 HKD'000 (Audited)
Current liabilities			
Trade and other payables	14	**368,975**	462,292
Amount due to a related party		**116**	–
Amounts due to directors		**41,345**	6,797
Lease liabilities		**11,676**	12,746
Bank borrowings		**500,862**	734,824
Dividend payable		**14,871**	–
Tax payable		**11,487**	11,104
Total current liabilities		**949,332**	1,227,763
Net current assets		**696,269**	145,315
Total assets less current liabilities		**3,900,663**	3,293,807
Non-current liabilities			
Lease liabilities		**164,926**	157,346
Bank borrowings		**959,990**	425,321
Deferred tax liabilities		**358,372**	348,795
Total non-current liabilities		**1,483,288**	931,462
NET ASSETS		**2,417,375**	2,362,345
Equity			
Share capital		**297,422**	297,422
Reserves		**2,113,133**	2,057,843
Total equity attributable to owners of the Company		**2,410,555**	2,355,265
Non-controlling interests		**6,820**	7,080
TOTAL EQUITY		**2,417,375**	2,362,345

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2026

1. GENERAL INFORMATION

Symphony Holdings Limited (the "**Company**") was incorporated in Bermuda on 24 November 1993 as an exempted company with limited liability under the Companies Act 1981 of Bermuda (as amended) and its shares have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") since 1 March 1995. Its ultimate controlling party is Mr. Cheng Tun Nei, who is the chairman, chief executive officer and an executive director of the Company. The addresses of the Company's registered office is Richmond House, 12 Par-la-Ville Road, Hamilton HM08, Bermuda and its principal place of business is 10th Floor, Island Place Tower, 510 King's Road, North Point, Hong Kong.

The Company is an investment holding company. The principal activities of the Company and its subsidiaries (collectively referred to as the "**Group**") are mainly consisted of:

– Branding: (i) development and management of "SKINS" trademarks; (ii) sourcing, manufacturing and trading of healthcare products in Hong Kong; and (iii) manufacturing and distribution of Japanese sake;

– Retailing: (i) management and operation of outlet and community malls; and (ii) property investment and holding; and

– Financial services: provisions of securities brokerage, margin financing, money lending and financial consultancy services.

2. BASIS OF PREPARATION

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

The interim condensed consolidated financial statements have been prepared in accordance with the same accounting policies adopted in the 2025 annual financial statements (the "**2025 Annual Financial Statements**"), except for those that relate to amendments to HKFRS Accounting Standards effective for the first time for the annual periods beginning on or after 1 January 2026 and expect to be reflected in the 2026 annual financial statements.

The interim condensed consolidated financial statements are presented in Hong Kong Dollars ("**HKD**"), unless otherwise stated. The interim condensed consolidated financial statements contain condensed consolidated financial statements and selected explanatory notes to the interim condensed consolidated financial statements. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2025 Annual Financial Statements. The interim condensed consolidated financial statements and notes thereon do not include all of the information required for a complete set of financial statements prepared in accordance with the HKFRS Accounting Standards and should be read in conjunction with the 2025 Annual Financial Statements.

3. CHANGES IN ACCOUNTING POLICIES

(a) Adoption of amendments to HKFRS Accounting Standards – effective 1 January 2026

The Group has adopted the following amendments to HKFRS Accounting Standards, which included Hong Kong Financial Reporting Standards ("**HKFRSs**"), Hong Kong Accounting Standards ("**HKASs**") and Interpretations issued by the HKICPA relevant to the Group's accounting policies and business operations adopted for the first time prepared and presented on the Group's interim condensed consolidated financial statements for the annual periods beginning on or after 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
Amendment to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7	Annual Improvement to HKFRS Accounting Standards – Volume 11

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

(b) New and amendments to HKFRS Accounting Standards that have been issued but are not yet effective

The following new and amendments to HKFRS Accounting Standards, potentially relevant to the Group's accounting policies and business operations, have been issued, but are not yet effective, and have not been early adopted by the Group:

HKFRS 18	Presentation and Disclosure in Financial Statements[1]
HKFRS 19	Subsidiaries without Public Accountability: Disclosures and related amendments[1]
HKFRS 20	Regulatory Assets and Regulatory Liabilities[2]
Amendments to HKAS 21	Translation to a Hyperinflationary Presentation Currency[1]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[3]
Amendments to HK Int 5	Hong Kong Interpretation 5 Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment of Demand Clause[1]

1 Effective for the annual period beginning on or after 1 January 2027
2 Effective for the annual period beginning on or after 1 January 2029
3 Effective for the annual period beginning on or after a date to be determined

Except as described below, the Directors of the Company (the "**Directors**") do not anticipate that the adoption of these new and amendments to HKFRS Accounting Standards that have been issued but not yet effective will have any material impact on the interim condensed consolidated financial statements.

HKFRS 18 "Presentation and Disclosure in Financial Statements"

The new standard was issued by the HKICPA in July 2024 supersedes HKAS 1 and will result in major consequential amendments to HKFRS Accounting Standards including HKAS 8 Basis of Preparation of Financial Statements (renamed from Accounting Policies, Changes in Accounting Estimates and Errors). Even though HKFRS 18 will not have any effect on the recognition and measurement of items in the consolidated financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. These changes include categorisation and sub-totals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

4. **SEGMENT INFORMATION**

In accordance with the Group's internal financial reporting process to both Directors and key management personnel of the Company (collectively referred to as the "**Chief Operating Decision Maker**"), the Group's operating segments are broadly classified into different reportable segments based on the categories of products or services provided in different geographical locations with reference to the requirements under HKFRS 8 "Operating Segments" ("**HKFRS 8**").

The classification of reportable segments is determined by the Chief Operating Decision Maker to monitor the results individually for the purpose of making decisions of resources allocation and performance assessment of the reportable segments. Financial information of the reportable segments is disaggregated into segment revenue and results, segment assets and segment liabilities, which is regularly provided to the Chief Operating Decision Maker to serve the above purpose.

A summary of the reportable segments under HKFRS 8 is classified as follows:

– Branding: (i) development and management of "SKINS" trademarks; (ii) sourcing, manufacturing and trading of healthcare products in Hong Kong; and (iii) manufacturing and distribution of Japanese sake;

– Retailing: (i) management and operation of outlet and community malls; and (ii) properties investment and holding; and

– Financial services: provisions of securities brokerage, margin financing, money lending and financial consultancy services.

(A) Segment revenue and results (business segments)

The following table provides an analysis of the reportable segment revenue and reportable segment results of different reportable segments recognised during the period:

For the six months ended 30 June 2026 (Unaudited)

	Branding *HKD'000*	**Retailing** *HKD'000*	**Financial services** *HKD'000*	**Inter-segment elimination** *HKD'000*	**Consolidated** *HKD'000*
Revenue from external customers	**30,022**	**135,724**	**7,343**	**–**	**173,089**
Inter-segment revenue*	**9**	**2,537**	**–**	**(2,546)**	**–**
Reportable segment revenue	**30,031**	**138,261**	**7,343**	**(2,546)**	**173,089**
Reportable segment (loss)/profit	**(1,722)**	**26,413**	**(2,433)**	**–**	**22,258**
Reconciliation:					
Interest income					**1,658**
Central administrative expenses					**(21,062)**
Share of results of joint ventures					**(1,030)**
Share of results of associates					**–**
Profit before income tax expense					**1,824**

For the six months ended 30 June 2025 (Unaudited)

	Branding *HKD'000*	Retailing *HKD'000*	Financial services *HKD'000*	Inter-segment elimination *HKD'000*	Consolidated *HKD'000*
Revenue from external customers	20,166	119,793	8,270	–	148,229
Inter-segment revenue*	1	2,718	–	(2,719)	–
Reportable segment revenue	20,167	122,511	8,270	(2,719)	148,229
Reportable segment (loss)/profit	(2,503)	11,317	(1,863)	–	6,951
Reconciliation:					
Interest income					(1,758)
Central administrative expenses					(10,950)
Share of results of joint ventures					(1,564)
Share of results of associates					(42)
Loss before income tax expense					(7,363)

* Inter-segment revenue transactions are priced with reference to prices charged to external parties for similar orders based on similar terms and conditions of sales agreement entered.

(B) Segment revenue and results (disaggregation of revenue)

The following table provides an analysis of the reportable segment revenue recognised during the period is disaggregated by primary geographical markets, major products and services lines and timing of revenue recognition. The following table also includes a reconciliation of disaggregated revenue of different reportable segments recognised during the period, mainly into two categories: (i) revenue from contracts with customers within the scope of HKFRS 15 "Revenue from Contracts with Customers" ("**HKFRS 15**"); and (ii) revenue from other sources not within the scope of HKFRS 15:

For the six months ended 30 June 2026 (Unaudited)

Revenue from contracts with customers within the scope of HKFRS 15

	Branding *HKD'000*	Retailing *HKD'000*	Financial services *HKD'000*	Consolidated *HKD'000*
Primary geographical markets:				
The People's Republic of China (the "**PRC**")	9,236	108,237	–	117,473
Hong Kong (Place of domicile)	9,240	–	3,244	12,484
United States of America	1,219	–	–	1,219
Other Asian countries *(Note)*	2,652	–	–	2,652
Others *(Note)*	7,675	–	–	7,675
Total	30,022	108,237	3,244	141,503
Major products and services:				
Sales of goods	25,793	–	–	25,793
Commission income from concessionaire sales	–	107,934	–	107,934
Royalty income	4,229	–	–	4,229
Securities brokerage commission	–	–	1,250	1,250
Financial consultancy income	–	–	1,994	1,994
Other services income	–	303	–	303
Total	30,022	108,237	3,244	141,503
Timing of revenue recognition:				
At a point in time	25,793	–	1,250	27,043
Transferred over time	4,229	108,237	1,994	114,460
Total	30,022	108,237	3,244	141,503

Revenue from other sources not within the scope of HKFRS 15

	Branding *HKD'000*	**Retailing** *HKD'000*	**Financial services** *HKD'000*	**Consolidated** *HKD'000*
Primary geographical markets:				
The PRC	**–**	**26,844**	**–**	**26,844**
Hong Kong (Place of domicile)	**–**	**643**	**4,099**	**4,742**
Total	**–**	**27,487**	**4,099**	**31,586**
Major products and services:				
Rental income	**–**	**27,487**	**–**	**27,487**
Interest income	**–**	**–**	**4,099**	**4,099**
Total	**–**	**27,487**	**4,099**	**31,586**

For the six months ended 30 June 2025 (Unaudited)

Revenue from contracts with customers within the scope of HKFRS 15

	Branding *HKD'000*	Retailing *HKD'000*	Financial services *HKD'000*	Consolidated *HKD'000*
Primary geographical markets:				
The PRC	495	94,825	–	95,320
Hong Kong (Place of domicile)	9,845	–	2,674	12,519
United States of America	1,806	–	–	1,806
Other Asian countries *(Note)*	2,740	–	–	2,740
Others *(Note)*	5,280	–	–	5,280
Total	20,166	94,825	2,674	117,665
Major products and services:				
Sales of goods	18,561	–	–	18,561
Commission income from concessionaire sales	–	94,468	–	94,468
Royalty income	1,605	–	–	1,605
Securities brokerage commission	–	–	706	706
Financial consultancy income	–	–	1,968	1,968
Other services income	–	357	–	357
Total	20,166	94,825	2,674	117,665
Timing of revenue recognition:				
At a point in time	18,561	–	706	19,267
Transferred over time	1,605	94,825	1,968	98,398
Total	20,166	94,825	2,674	117,665

Revenue from other sources not within the scope of HKFRS 15

	Branding *HKD'000*	Retailing *HKD'000*	Financial services *HKD'000*	Consolidated *HKD'000*
Primary geographical markets:				
The PRC	–	24,968	–	24,968
Hong Kong (Place of domicile)	–	–	5,596	5,596
Total	–	24,968	5,596	30,564
Major products and services:				
Rental income	–	24,968	–	24,968
Interest income	–	–	5,596	5,596
Total	–	24,968	5,596	30,564

Note: The geographical information for the revenue attributed to each country recognised during the period is not available as the associated costs to capture such information would be excessive.

(C) Segment assets

The following table provides an analysis of the reportable segment assets of different reportable segments recognised as at 30 June 2026 and 31 December 2025:

	30 June 2026 ***HKD'000*** **(Unaudited)**	31 December 2025 *HKD'000* (Audited)
Branding	**216,645**	216,746
Retailing	**3,051,722**	2,994,136
Financial services	**339,478**	418,356
Total reportable segment assets	**3,607,845**	3,629,238
Unallocated	**507,151**	177,306
Assets classified as held for sale	**734,999**	715,026
Consolidated total assets	**4,849,995**	4,521,570

(D) Segment liabilities

The following table provides an analysis of the reportable segment liabilities of different reportable segments recognised as at 30 June 2026 and 31 December 2025:

	30 June 2026	31 December 2025
	HKD'000	*HKD'000*
	(Unaudited)	(Audited)
Branding	**41,070**	43,010
Retailing	**477,580**	459,825
Financial services	**26,917**	129,539
Total reportable segment liabilities	**545,567**	632,374
Unallocated	**1,887,053**	1,526,851
Consolidated total liabilities	**2,432,620**	2,159,225

5. OTHER INCOME AND GAINS

	Six months ended 30 June	
	2026	2025
	HKD'000	*HKD'000*
	(Unaudited)	(Unaudited)
Interest income	**1,658**	1,758
Dividend income from financial assets at fair value through profit or loss	**–**	296
Government grants	**262**	4,130
Reimbursement income of operating outlet malls	**9,013**	8,059
Gain on deregistration of subsidiaries	**–**	19,249
Others	**1,373**	2,232
	12,306	35,724

6. FINANCE COSTS

An analysis of finance costs recognised during the period is as follows:

	Six months ended 30 June	
	2026	2025
	HKD'000	*HKD'000*
	(Unaudited)	(Unaudited)
Interest expenses on bank borrowings	**22,098**	32,222
Interest expenses on lease liabilities	**5,777**	6,098
Interest expenses on amounts due to directors	**99**	1,367
	27,974	39,687

7. PROFIT/(LOSS) BEFORE INCOME TAX EXPENSE

Profit/(loss) before income tax expense during the period is arrived at after charging/(crediting) as follows:

	Six months ended 30 June	
	2026	2025
	HKD'000	*HKD'000*
	(Unaudited)	(Unaudited)
Depreciation of property, plant and equipment	**34,382**	33,454
Depreciation of right-of-use assets	**7,286**	7,153
Amortisation of intangible assets	**1,003**	1,003
(Reversal)/Provision of allowance of inventories	**(1,641)**	170
Write off of property, plant and equipment	**10**	5
Cost of inventories recognised as expenses	**13,715**	7,562
Foreign exchange losses, net	**812**	2,223
Short-term leases expenses	**998**	647
Directors' emoluments	**4,763**	3,815
Employees' costs (excluding Directors' emoluments)	**25,926**	27,149
Interest income	**(1,658)**	(1,758)
Fair value loss on financial assets at fair value through profit or loss	**3,883**	2,518
Reimbursement income of operating outlet malls	**(9,013)**	(8,059)

8. INCOME TAX EXPENSE

	Six months ended 30 June	
	2026	2025
	HKD'000	*HKD'000*
	(Unaudited)	(Unaudited)
Current tax:		
Hong Kong		
– Profits Tax		
– Provision for the period	**107**	201
– Over-provision in respect of prior periods	**–**	(119)
	107	82
The PRC		
– PRC Enterprise Income Tax		
– Provision for the period	**10,999**	4,471
– Over-provision in respect of prior periods	**(252)**	–
	10,747	4,471
Other jurisdictions		
– Over-provision in respect of prior periods	**–**	(30)
	–	(30)
	10,854	4,523
Deferred tax:		
Hong Kong and the PRC		
– Profits Tax and PRC Enterprise Income Tax		
– Provision for the period	**1,248**	864
Income tax expense	**12,102**	5,387

Hong Kong Profits Tax

The provision for Hong Kong Profits Tax was calculated by applying the statutory tax rate of 16.5% on the estimated taxable profits arising in Hong Kong for both current and prior periods. According to the definition of "connected entity" under the Two-tiered Profit Tax Regime, the management has elected one of Company's subsidiaries to apply for the two-tiered profits tax rates to calculate the provision for Hong Kong Profits Tax for both current and prior periods in the following manner.

For this elected subsidiary, the first HKD2,000,000 of the estimated taxable profits arising in Hong Kong was taxed at 8.25% and the remaining estimated taxable profits was taxed at 16.5%. The provision for Hong Kong Profits Tax for this elected subsidiary was calculated on the same basis for the prior period.

PRC Enterprise Income Tax

All of the group entities operating in the PRC were calculated by applying the statutory tax rate of 25% on the estimated taxable profits arising in the PRC for both current and prior periods, except for one of the Company's subsidiary incorporated in Hong Kong engaged in the property investment business in the PRC, which is subject to the withholding tax rate of 10% on its gross rental income, net of value-added tax, earned in the PRC for both current and prior periods, based on the existing tax legislation, interpretation and practices in respect thereof.

Up to date of approval and authorisation for issuance of the interim condensed consolidated financial statements, the above subsidiary engaged in the property investment business in the PRC has not filed any tax returns for reporting its PRC Enterprise Income Tax in respect of its rental income earned in the PRC. The PRC tax authority has the right to levy penalty for any late filing of tax returns. However, for all newly signed tenancy agreements between the Group and the tenants since the financial period of 2016, a new clause has been added in the agreements to require the tenants to pay the PRC Enterprise Income Tax based on 10% of its gross rental income, net of value-added tax, earned in the PRC on behalf of the Group, based on the existing tax legislation, interpretation and practices in respect thereof. According to the management experience and the above measures adopted, the amount of such potential penalty, if any, will not be material to the interim condensed consolidated financial statements. In addition, pursuant to the signed sales and purchase agreement in respect of the acquisition of the above subsidiary in the second half of the financial year of 2014, both of the vendor and the guarantor have undertaken to indemnify the Group for any tax liability arising from the late filing of tax returns prior to the completion date of the acquisition. As at 30 June 2026, no provision of potential tax penalty is made.

Foreign tax

Taxation arising in other jurisdictions was calculated by applying the statutory tax rates that were expected to be applicable in the relevant jurisdictions, where those overseas subsidiaries operate, on the estimated taxable profits for both current and prior periods.

9. DIVIDENDS

For the six months ended 30 June 2026 and 2025, the Board does not recommend the payment of an interim dividend to the shareholders of the Company (the "**Shareholders**").

The final dividend of HKD0.005 (six months ended 30 June 2025: HKD0.005) per ordinary share of the Company in respect of the financial year ended 31 December 2025 (six months ended 30 June 2025: 31 December 2024), in total of approximately HKD14,871,000 (six months ended 30 June 2025: HKD14,871,000), was declared and approved by the Shareholders at the annual general meeting of the Company held on 12 June 2026 (six months ended 30 June 2025: 20 June 2025) and will subsequently be paid in September 2026 (six months ended 30 June 2025: September 2025).

10. LOSS PER SHARE

The calculation of the basic and diluted loss per share attributable to owners of the Company is based on the following data:

	Six months ended 30 June	
	2026	2025
	HKD'000	*HKD'000*
	(Unaudited)	(Unaudited)
Loss:		
Loss for the period attributable to owners of the Company	**(9,980)**	(13,322)

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
Number of shares:		
Weighted average number of ordinary shares for the purpose of calculating the basic and diluted loss per share (*'000)*	**2,974,225**	2,974,225
	HK cent	*HK cent*
Loss per share:		
Basic and diluted	**(0.34)**	(0.45)

The Company did not have any dilutive potential ordinary shares for the six months ended 30 June 2026 and 2025. Accordingly, the diluted loss per share are the same as the basic loss per share.

11. TRADE AND OTHER RECEIVABLES

	30 June 2026	31 December 2025
	HKD'000	*HKD'000*
	(Unaudited)	(Audited)
Trade receivables arising from:		
– Other than financial services segment	**25,870**	23,229
– Financial services segment	**10,179**	12,093
Total gross carrying amount	**36,049**	35,322
Less: Loss allowance	**(5,405)**	(6,035)
Total net carrying amount after loss allowance	**30,644**	29,287
Prepayments, deposits and other receivables:		
Total gross carrying amount	**105,238**	103,265
Less: Loss allowance	**(8,722)**	(8,665)
Total net carrying amount after loss allowance	**96,516**	94,600
Total trade and other receivables	**127,160**	123,887

Note: As at 30 June 2026, included in other receivables was consideration receivables for disposal of PONY trademark in prior years with gross carrying amount of approximately HKD19,605,000 (31 December 2025: HKD19,461,000) and the expected credit loss recognised was approximately HKD215,000 (31 December 2025: HKD215,000).

The following is an ageing analysis of trade receivables, net of loss allowance, which is presented based on the invoice date or transaction date, where applicable, at the end of reporting period:

	30 June 2026	31 December 2025
	HKD'000	*HKD'000*
	(Unaudited)	(Audited)
0 to 30 days	**18,135**	19,589
31 to 60 days	**1,414**	1,297
61 to 90 days	**213**	413
Over 90 days	**10,882**	7,988
	30,644	29,287

12. ADVANCES TO CUSTOMERS IN MARGIN FINANCING

	30 June 2026 *HKD'000* **(Unaudited)**	31 December 2025 *HKD'000* (Audited)
Directors and their associates	**27,295**	26,096
Other margin clients	**68,852**	53,631
	96,147	79,727

As at 30 June 2026 and 31 December 2025, the carrying amount of advances to customers in margin financing arising from the margin financing business in Hong Kong was secured by listed equity securities, carried at average interest rates from Hong Kong Dollar Prime Rate ("**Prime Rate**") to Prime Rate plus 3% per annum and repayable on demand.

Based on the result of the ECL calculation, with reference to the discounted market value of listed equity securities, no provision of loss allowance was recognised for both current period and prior year given that no significant default events of failure to repay the margin calls from any margin clients and the discounted market value of listed equity securities pledged were sufficiently covered the outstanding loan balances as at 30 June 2026 and 31 December 2025.

No ageing analysis is disclosed for advances to customers in margin financing as, in the opinion of the Directors, an ageing analysis is not meaningful in the view of the business nature of margin financing. The maximum exposure of credit risk against the Group is the carrying amount at the end of reporting period.

13. LOANS RECEIVABLE

	30 June 2026 *HKD'000* **(Unaudited)**	31 December 2025 *HKD'000* (Audited)
Secured:		
Total gross carrying amount	**62,286**	59,536
Less: Loss allowance	**(6,040)**	(6,040)
	56,246	53,496

As at 30 June 2026 and 31 December 2025, the carrying amount of loans receivable arising from the money lending business in Hong Kong was secured by mortgages over the borrowers' properties in Hong Kong, carried at interest rates from 5% to 18% (31 December 2025: 5% to 18%) per annum and repayable within one year from the dates of advances to the borrowers or on demand.

14. TRADE AND OTHER PAYABLES

	30 June 2026	31 December 2025
	HKD'000	*HKD'000*
	(Unaudited)	(Audited)
Trade payables arising from:		
– Other than financial services segment	**172,930**	174,273
– Financial services segment	**25,387**	122,195
Total trade payables	**198,317**	296,468
Accruals, receipts in advance, temporary receipts and other payables	**170,658**	165,824
Total trade and other payables	**368,975**	462,292

The following is an ageing analysis of trade payables arising from other than financial services segment, which is presented based on the invoice date or transaction date, where applicable, at the end of reporting period:

	30 June 2026	31 December 2025
	HKD'000	*HKD'000*
	(Unaudited)	(Audited)
0 to 30 days	**103,621**	99,057
31 to 60 days	**38,328**	72,220
61 to 90 days	**25,636**	2,885
Over 90 days	**5,345**	111
	172,930	174,273

No ageing analysis is disclosed for the trade payables arising from financial services segment as, in the opinion of the Directors, an ageing analysis is not meaningful in the view of the business nature of dealing in securities and margin financing.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW AND FUTURE PROSPECTS

In the first half of 2026, the pace of global economic recovery varied across regions, and the PRC economy sustained a moderate recovery trajectory amid structural adjustments. The consumer market maintained overall stable operations, led by outstanding performance in the service retail sector. In response to continuously evolving market demand, the Group adhered to a prudent and sound operation strategy, focusing on business portfolio optimization and digital transformation. Leveraging its inherent resilience and strong execution capabilities, the Group achieved high-quality and steady growth.

Retailing Business

Our core retail brand "Park Outlets" gave full play to the synergetic effect between outlets model and community business. Against the backdrop of a moderately recovering market, "Park Outlets" in Xiamen demonstrated strong growth momentum, achieving the milestone of exceeding RMB100 million in sales for the first month of the year for four consecutive years and recording, for the first time since its opening, sales of exceeding RMB100 million for two consecutive months during the Period, standing as a testament to its exceptional operational capability and brand appeal. "Park Outlets" in Shenyang continued to optimize its brand portfolio and strengthened its diversification strategy, achieving remarkable sales performance during the Spring Festival and May Day Golden Week. During the Period, by focusing on necessary household consumption, the community malls located in Chongqing and Tianjin promoted cross-sector collaborations to empower merchants in expanding their customer base, leveraged new-media live-action promotional content to boost online visibility, and actively introduced quality lifestyle service brands while advancing hardware upgrades, significantly improving consumer experience and satisfaction and further gaining momentum in commercial vitality.

Looking ahead, the retailing segment will continue to optimize its diversified brand portfolio through the introduction of local and international premium brands, while doubling down on improving in-store experience to create an immersive consumption environment. By seizing the high-quality development opportunities and focusing on the residents' actual needs, the community malls will optimize its lifestyle service offerings, strengthen cross-sector collaboration and regularly provide convenience services. In terms of marketing innovation, the segment will push forward its omni-channel digital transformation and advance the application of new-media promotion and targeted membership outreach mechanism, further enhancing foot traffic, operational efficiency and brand reputation.

Branding Business

The compression sportswear brand "SKINS" continued to optimize its competitive strength. As to health care business, leveraging on the comprehensive product system built up with over 100 self-owned and cooperated brands, Supremium Bio-Technology Limited ("**SBT**") won high recognition from the local markets. It also successfully expanded cross-border e-commerce channels, thereby expediting the penetration into the Southeast Asia market. SBT will continue to explore middle-aged and elderly health management, youth health and other niche markets in the Greater Bay Area and Southeast Asia, in order to further increase its market share. As to the Japanese sake business, the Group focused on refining its market strategy.

Financial Services Business

The financial services business stuck to the prudent operation principle, and made steady progress in expanding quality customer base while perfecting its risk management system. Benefiting from the structural opportunities arising from the capital market and a stable interest rate environment, the financial service business provided steady revenue stream for the Group, serving as an effective buffer against overall business risks.

Prospect

Looking forward to the second half of 2026, while the global economy continue to face geopolitical, inflationary and other uncertainties, the Chinese government will continue to roll out targeted policies to stimulate domestic demand and boost service-based consumption and green consumption, creating new growth drivers for the market. The Group will adopt a flexible approach in capturing opportunities brought by policy support, dynamically refine its operation innovation and market expansion strategies, and meanwhile maintain a prudent stance in exploring new business prospects, in an effort to achieve high-quality development amidst a complex and ever-changing environment and strive to create long-term sustainable value for the shareholders.

FINANCIAL REVIEW

Overview of interim results

For the Period, the Group's overall revenue increased by approximately 16.8% to approximately HKD173.1 million (Corresponding Period: approximately HKD148.2 million).

The Group recorded an unaudited consolidated loss of approximately HKD10.3 million for the Period as compared with an unaudited consolidated loss of approximately HKD12.8 million for the Corresponding Period. Total comprehensive income attributable to owners of the Company for the Period amounted to approximately HKD70.2 million as compared with approximately HKD45.4 million for the Corresponding Period.

The Group's net asset value increased from approximately HKD2,362.3 million as at 31 December 2025 to approximately HKD2,417.4 million as at 30 June 2026.

Segment information

Branding

The branding segment comprised of: (i) development and management of "SKINS" trademarks; (ii) sourcing, manufacturing and trading of healthcare products in Hong Kong; and (iii) manufacturing and distribution of Japanese sake.

Revenue for the Period amounted to approximately HKD30.0 million (Corresponding Period: approximately HKD20.2 million), representing an increase of approximately 48.9%. The segment gross profit margin decreased from approximately 62.5% for the Corresponding Period to approximately 54.3% for the Period. Reportable segment loss for the Period amounted to approximately HKD1.7 million (Corresponding Period: reportable segment loss of approximately HKD2.5 million).

Retailing

The retailing segment comprised of: (i) management and operation of outlet malls located in Xiamen, Shenyang and Anyang of the PRC; and (ii) investment properties including commercial premises located in Hong Kong, Beijing and Shanghai of the PRC and community malls located in Chongqing and Tianjin of the PRC. The investment properties are held under long-term leases and for the purpose of either earning rental income or capital appreciation.

Revenue for the Period amounted to approximately HKD135.7 million (Corresponding Period: approximately HKD119.8 million), representing an increase of approximately 13.3%. Reportable segment profit for the Period amounted to approximately HKD26.4 million (Corresponding Period: reportable segment profit of approximately HKD11.3 million).

Financial services

The financial services segment continues to generate service income or interest income from the provision of securities brokerage, margin financing, money lending and financial consultancy services in Hong Kong.

Revenue for the Period amounted to approximately HKD7.3 million (Corresponding Period: approximately HKD8.3 million), representing a decrease of approximately 11.2%. Reportable segment loss for the Period amounted to approximately HKD2.4 million (Corresponding Period: reportable segment loss of approximately HKD1.9 million).

Cost of sales and gross profit

Cost of sales comprised of the cost of goods sold. The cost of sales increased from approximately HKD7.6 million for the Corresponding Period to approximately HKD13.7 million for the Period, representing an increase of approximately 81.4%.

Gross profit for the Period amounted to approximately HKD159.4 million, representing an increase of approximately HKD18.7 million or approximately 13.3% as compared with approximately HKD140.7 million for the Corresponding Period.

Other income and gains

Other income and gains mainly comprised of the reimbursement income of outlet malls and interest income. Other income and gains decreased from approximately HKD35.7 million for the Corresponding Period to approximately HKD12.3 million for the Period, representing a decrease of approximately 65.6%.

Distribution and selling expenses

Distribution and selling expenses mainly comprised of the advertising and promotion expenses and employees' costs. Distribution and selling expenses increased from approximately HKD29.7 million for the Corresponding Period to approximately HKD32.9 million for the Period, representing an increase of approximately 10.7%.

Administrative expenses

Administrative expenses mainly comprised of employees' costs, PRC tax surcharges and levies, professional fees and utility expenses. Administrative expenses decreased from approximately HKD69.4 million for the Corresponding Period to approximately HKD61.4 million for the Period, representing a decrease of approximately 11.5%.

Finance costs

Finance costs mainly comprised of interest expenses on bank borrowings. Finance costs decreased from approximately HKD39.7 million for the Corresponding Period to approximately HKD28.0 million for the Period, representing a decrease of approximately 29.5%.

Fair value loss on financial assets at fair value through profit or loss

Fair value loss on financial assets at fair value through profit or loss for the Period amounted to approximately HKD3.9 million, representing an increase of approximately HKD1.4 million as compared with the fair value loss of approximately HKD2.5 million for the Corresponding Period.

Income tax expense

Income tax expense increased from approximately HKD5.4 million for the Corresponding Period to approximately HKD12.1 million for the Period, representing an increase of approximately 124.7%.

Loss for the period attributable to owners of the Company

The Group reported loss for the period attributable to owners of the Company of approximately HKD10.0 million for the Period as compared with loss of approximately HKD13.3 million for the Corresponding Period. The reduction in loss was mainly due to the combined effect of, among others, (i) the implementation of cost control measures to reduce administrative expenses; and (ii) the decrease in finance costs due to the decline in Hong Kong Interbank Offered Rate.

MARKET INFORMATION

During the Period, revenue from the PRC, Hong Kong and other Asian countries comprised of approximately 94.9% (Corresponding Period: approximately 95.2%) of the total revenue and the remaining 5.1% (Corresponding Period: approximately 4.8%) shared between the United States of America and other countries.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2026, the Group had bank balances and cash amounted to approximately HKD417.5 million (31 December 2025: approximately HKD85.6 million). The Group was offered banking facilities amounted to approximately HKD1,919.5 million (31 December 2025: approximately HKD1,544.9 million).

As at 30 June 2026, the Group's bank borrowings amounted to approximately HKD1,460.9 million (31 December 2025: approximately HKD1,160.1 million). The Group had variable interest-rate bank borrowings carried at interest rates from approximately 1.92% to 5.50% (Corresponding Period: approximately 1.79% to 6.81%) per annum. The Group's gearing ratio, expressed as a percentage of the total outstanding net debt (being the total bank borrowings less bank balances and cash) to total equity, was approximately 43.2% (31 December 2025: approximately 45.5%). Bank borrowings of approximately HKD500.9 million (31 December 2025: approximately HKD734.8 million) must be repaid within one year, while the remaining balance must be repaid from two to seventeen years.

As at 30 June 2026, the Group's current assets and current liabilities were approximately HKD1,645.6 million (31 December 2025: approximately HKD1,373.1 million) and HKD949.3 million (31 December 2025: approximately HKD1,227.8 million) respectively. Accordingly, the Group's current ratio that expressed as the ratio of the current assets to current liabilities was approximately 1.73 as at 30 June 2026 (31 December 2025: approximately 1.12).

PLEDGE OF ASSETS

As at 30 June 2026, the Group had pledged (i) certain of its leasehold land and buildings, outlet mall buildings, investment properties, right-of-use assets and assets classified as held for sale, with the respective carrying amounts of approximately HKD206.1 million, HKD1,566.7 million, HKD516.4 million, HKD414.3 million and HKD735.0 million (31 December 2025: approximately HKD211.0 million, HKD1,534.2 million, HKD497.3 million, HKD405.5 million and HKD715.0 million); (ii) shares of certain of the Company's subsidiaries; (iii) corporate guarantees provided by the Company and certain of its subsidiaries and a related party; (iv) personal guarantees provided by certain directors of the Company and its subsidiaries; and (v) certain properties owned by the directors of the Company and by a director of its subsidiary, to secure the banking facilities offered to the Group.

CAPITAL COMMITMENTS

As at 30 June 2026, the Group's capital commitment was approximately HKD4.5 million in respect of the construction costs of outlet mall buildings located in Shenyang of the PRC (31 December 2025: approximately HKD5.7 million).

Save as disclosed above, the Group had no other material capital commitments as at 30 June 2026.

CAPITAL EXPENDITURE

Capital expenditure, which includes purchases of property, plant and equipment and construction costs of outlet mall buildings located in Shenyang of the PRC, was approximately HKD1.6 million for the Period (Corresponding Period: approximately HKD3.1 million).

CONTINGENT LIABILITIES

Details of potential tax liabilities in connection with the potential tax penalty arising from the late filing of the PRC tax returns for reporting the PRC Enterprise Income Tax to the PRC tax authority are disclosed in Note 8 of this announcement.

EMPLOYEES AND REMUNERATION POLICY

As at 30 June 2026, the Group's total number of employees was 240 (30 June 2025: 249). Employees' costs (excluding Directors' emoluments) amounted to approximately HKD25.9 million (Corresponding Period: approximately HKD27.1 million).

In addition to competitive remuneration packages, discretionary bonus and employee share options are offered to the Group's eligible staff based on their performance and individual merits. The Group also provides other benefits including insurance, medical scheme and retirement plans to its employees.

TREASURY POLICY

Several principal subsidiaries of the Group are exposed to foreign currency risk primarily through sales and purchases which give rise to monetary assets and monetary liabilities that are denominated in Renminbi and United States Dollars. During the Period, the Group did not enter into any financial derivatives for hedging purpose. Nevertheless, the management monitors the Group's foreign exchange exposure from time to time. Appropriate measures would be undertaken by the management when the exchange rate fluctuations become significant.

INTERIM DIVIDEND

The Board has resolved not to declare any interim dividend for the Period (Corresponding Period: Nil).

MATERIAL ACQUISITION, DISPOSAL, SIGNIFICANT INVESTMENTS AND FUTURE PLANS OF MATERIAL INVESTMENT

The Group had no material acquisitions, disposals, significant investments and future plans of material investment during the Period.

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

During the Period, neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities.

EVENTS AFTER THE REPORTING PERIOD

There was no significant event affecting the Group that had occurred after 30 June 2026 and up to date of this announcement.

CORPORATE GOVERNANCE PRACTICES

The Company has complied with the code provisions of the Corporate Governance Code (the "**CG Code**") as set out in Part 2 of Appendix C1 to the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") throughout the Period except for the following deviation:

– Under code provision C.2.1 of the CG Code, the roles of the Chairman and Chief Executive Officer should be separated and should not be performed by the same individual. Mr. Cheng Tun Nei ("**Mr. Cheng**") currently serves as both the Chairman and Chief Executive Officer of the Company. In view of the evolving business environment in which the Group operates, the Board is of the view that vesting the roles of both the Chairman and Chief Executive Officer of the Company on Mr. Cheng will provide the Group with strong and consistent leadership while enabling more effective and timely business planning and decision-making process.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of the Listed Issuers (the "**Model Code**") as set out in Appendix C3 of the Listing Rules as its own code of conduct regarding securities transactions by directors of the Company. Having made specific inquiries with all Directors, it is confirmed that all Directors have complied with the required standards set out in the Model Code throughout the Period.

The Company has also adopted a code on no less exacting terms than the Model Code to regulate dealings in the securities of the Company by certain employees of the Group who are considered to be likely in possession of inside information in relation to the Company or its securities.

REVIEW OF INTERIM RESULTS

The audit committee of the Company (the "**Audit Committee**") comprises three independent non-executive Directors, namely Ms. Ma Yin Fan (the chairlady of Audit Committee), Mr. Shum Pui Kay and Mr. Wah Wang Kei Jackie. The Audit Committee has reviewed with management the accounting policies and practices adopted by the Group and has discussed the review, internal controls and financial reporting matters including the review of the interim results announcement and the interim report of the Group for the Period.

PUBLICATION OF INTERIM RESULTS AND INTERIM REPORT

This announcement is published on the website of the Stock Exchange at www.hkexnews.hk and on the website of the Company at www.symphonyholdings.com. The unaudited interim report for the Period containing all the information required by the Listing Rules will be despatched to the shareholders of the Company and will be made available on the above websites on or before 30 September 2026.

By order of the Board
Symphony Holdings Limited
Cheng Tun Nei
Chairman

Hong Kong, 28 August 2026

As at the date of this announcement, the Directors are:

Executive Directors:	Mr. Cheng Tun Nei *(Chairman and Chief Executive Officer)* Mr. Chan Kar Lee Gary Mr. Lee Cheung Ming Ms. Fung Kim Wan Ewim
Independent non-executive Directors:	Mr. Shum Pui Kay Mr. Wah Wang Kei Jackie Ms. Ma Yin Fan

* *For identification purpose only*