HANFORT DEVELOPMENT HOLDINGS LIMITED
漢成發展控股有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00361)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

The board (the "**Board**") of directors (the "**Directors**") of Hanfort Development Holdings Limited (the "**Company**") hereby announces the unaudited condensed consolidated interim results and financial position of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**period**") with comparative figures for the corresponding period in the previous year as follows. The condensed consolidated interim results and financial position have not been audited, but have been reviewed by the audit committee of the Company (the "**Audit Committee**").

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*	**148,021**	88,956
Cost of sales		**(108,843)**	(67,395)
Gross profit		**39,178**	21,561
Other operating income	*5*	**2,595**	1,340
Selling and distribution expenses		**(579)**	(26)
Administrative expenses		**(35,314)**	(31,825)
Finance costs	*6*	**(2,998)**	(5,116)
Profit/(Loss) before tax	*8*	**2,882**	(14,066)
Income tax expenses	*7*	**–**	(544)
Profit/(Loss) for the period		**2,882**	(14,610)

	NOTE	Six months ended 30 June	
		2026	2025
	NOTE	***HK$'000***	*HK$'000*
		(Unaudited)	(Unaudited)
Other comprehensive income			
Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of financial statements of foreign operations		**3,052**	–
Other comprehensive income for the period, net of income tax		**3,052**	–
Total comprehensive income/(expense) for the period		**5,934**	(14,610)
Profit/(Loss) for the period attributable to:			
— Owners of the Company		**2,882**	(14,610)
— Non-controlling interests		**–**	–
		2,882	(14,610)
Total comprehensive income/(expense) for the period attributable to:			
— Owners of the Company		**5,934**	(14,610)
— Non-controlling interests		**–**	–
		5,934	(14,610)
		HK cent	*HK cent*
Earnings/(Loss) per share			
— Basic and diluted	*10*	**0.05**	(0.28)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	NOTES	30.6.2026 HK$'000 (Unaudited)	31.12.2025 HK$'000 (Audited)
Non-current assets			
Property, plant and equipment		**73,321**	74,103
Right-of-use assets		**156,811**	161,462
Goodwill		**14,543**	14,543
Club debentures		**1,322**	1,322
Prepayments for the acquisition of property, plant and equipment		**553**	134
		246,550	251,564
Current assets			
Inventories		**45,024**	35,164
Trade and other receivables	*11*	**63,292**	66,950
Bank balances and cash		**72,425**	41,956
		180,741	144,070
Current liabilities			
Trade and other payables	*12*	**127,237**	116,732
Lease liabilities		**3,704**	4,223
Bank borrowings		**17,241**	–
		148,182	120,955
Net current assets		**32,559**	23,115
Total assets less current liabilities		**279,109**	274,679

	NOTE	30.6.2026 HK$'000 (Unaudited)	31.12.2025 HK$'000 (Audited)
Non-current liabilities			
Lease liabilities		**358**	1,862
		358	1,862
Net assets		**278,751**	272,817
Capital and reserves			
Share capital	*13*	**58,513**	58,513
Reserves		**217,508**	211,574
Equity attributable to owners of the Company		**276,021**	270,087
Non-controlling interests		**2,730**	2,730
Total equity		**278,751**	272,817

Notes:

1. BASIS OF PREPARATION

The interim condensed consolidated financial information for the six months ended 30 June 2026 has been prepared in accordance with Hong Kong Accounting Standard ("**HKAS**") 34 Interim Financial Reporting.

The interim condensed consolidated financial information does not include all of the notes normally included in annual consolidated financial statements. Accordingly, this interim condensed consolidated financial information should be read in conjunction with the Company's annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards as issued by the Hong Kong Institute of Certified Public Accountants.

The interim condensed consolidated financial information is presented in Hong Kong Dollar ("**HK$**") and all values are rounded to the nearest thousand, except when otherwise indicated.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of the amended standards as set out in Note 2.

2. ADOPTION OF NEW AND AMENDED HKFRS ACCOUNTING STANDARDS

Amended HKFRS Accounting Standards that are effective for annual periods beginning on 1 January 2026

The condensed consolidated interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with the accounting policies adopted in the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the following amended HKFRS Accounting Standards which are effective as of 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
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11

The adoption of these amended HKFRS Accounting Standards had no material impact on how the results and financial position of the Group for the current and prior periods have been prepared and presented.

2. ADOPTION OF NEW AND AMENDED HKFRS ACCOUNTING STANDARDS (CONTINUED)

Issued but not yet effective HKFRS Accounting Standards

Certain new and amended HKFRS Accounting Standards as below have been published that are not mandatory for 30 June 2026 reporting period and have not been early adopted by the Group.

	Effective for accounting periods beginning on or after
HKFRS 18 — Presentation and Disclosure in Financial Statements	1 January 2027
Amendments to Hong Kong Interpretation 5 — Presentation of Financial Statements — Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause	1 January 2027
HKFRS 19 — Subsidiaries without Public Accountability: Disclosures and related amendments	1 January 2027
Amendments to HKAS 21 "Translation to a Hyperinflationary Presentation Currency"	1 January 2027
HKFRS 20 — Regulatory Assets and Regulatory Liabilities	1 January 2029
Amendments to HKFRS 10 and HKAS 28 — Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined

These new and amended HKFRS Accounting Standards and interpretations are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions, except that the adoption of HKFRS 18 upon its effective date is expected to have certain pervasive impact on the presentation and disclosures of the Group's consolidated financial statements.

3. REVENUE

Revenue represents revenue arising on sales of goods for the period.

4. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services and has three (2025: three) reportable and operating segments as follows:

Golf equipment — Manufacture and sales of golf equipment, and related components and parts.

Golf bags — Trading of golf bags, other accessories, and related components and parts.

Hospitality — Development of integrated resort in the Commonwealth of the Northern Mariana Islands (the "**CNMI**").

(a) Segment revenue and results

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

	For the six months ended 30 June							
	Golf equipment		Golf bags		Hospitality		Consolidated	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)	**(Unaudited)**	(Unaudited)
Segment revenue:								
Sales to external customers	**138,192**	79,318	**9,829**	9,638	**–**	–	**148,021**	88,956
Other operating income	**1,288**	484	**1,184**	5	**–**	–	**2,472**	489
Total	**139,480**	79,802	**11,013**	9,643	**–**	–	**150,493**	89,445
Segment results	**13,921**	763	**889**	(1,000)	**(2,934)**	(2,833)	**11,876**	(3,070)
Interest income							**123**	851
Unallocated corporate expenses							**(6,119)**	(6,731)
Finance costs							**(2,998)**	(5,116)
Profit/(Loss) before tax							**2,882**	(14,066)

Segment results represent the profit/(loss) from each segment without allocation of interest income, central administration costs, directors' emoluments and finance costs. This is the measure reported to the chief operating decision maker of the Group for the purposes of resource allocation and performance assessment.

(b) Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable segments:

	Golf equipment		Golf bags		Hospitality		Consolidated	
	30.6.2026	31.12.2025	**30.6.2026**	31.12.2025	**30.6.2026**	31.12.2025	**30.6.2026**	31.12.2025
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
	(Unaudited)	(Audited)	**(Unaudited)**	(Audited)	**(Unaudited)**	(Audited)	**(Unaudited)**	(Audited)
Segment assets	**185,856**	181,910	**3,624**	3,121	**146,947**	149,856	**336,427**	334,887
Unallocated corporate assets								
— Goodwill							**14,543**	14,543
— Club debentures							**1,322**	1,322
— Bank balances and cash							**72,425**	41,956
— Others							**2,574**	2,926
Total assets							**427,291**	395,634
Segment liabilities	**59,750**	59,249	**994**	972	**7,515**	7,515	**68,259**	67,736
Unallocated corporate liabilities								
— Amount due to the former director							**61,357**	40,496
— Bank borrowings							**17,241**	–
— Amount due to a former shareholder of a subsidiary							**–**	11,232
— Others							**1,683**	3,353
Total liabilities							**148,540**	122,817

For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to operating segments other than club debentures, bank balances and cash, certain other receivables, certain inventories and plant and equipment for central administrative purpose; and

- all liabilities are allocated to operating segments other than amount due to the former director and amount due to a former shareholder of a subsidiary included in "trade and other payables" (Note 12), bank borrowings and certain other payables.

5. OTHER OPERATING INCOME

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Interest income	**123**	851
Gain on disposal of property, plant and equipment	**31**	7
Rental income	**260**	213
Sale of scrap materials	**21**	35
Sample income	**73**	67
Service income	**1,097**	–
Sundry income	**246**	167
Exchange gain, net	**744**	–
	2,595	1,340

6. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Interest expenses on:		
— Amount due to the former director	**2,681**	1,448
— Convertible bond	**–**	2,706
— Bank borrowings	**202**	950
— Lease liabilities	**115**	12
	2,998	5,116

7. INCOME TAX EXPENSES

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
PRC Enterprise Income Tax		
— Current period	**–**	544
	–	544

(i) No provision for Hong Kong Profits Tax has been made for the six months ended 30 June 2026 and 2025 as there are no assessable profits generated or the estimated assessable profits have been offset by tax losses brought forward from previous years.

(ii) Under the Law of the PRC on Enterprise Income Tax (the "**EIT Law**") and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% from 1 January 2008 onwards. No provision for enterprise income tax has been made for the six months ended 30 June 2026 as the taxable profits for the six months ended 30 June 2026 have been offset by tax losses brought forward from previous years.

(iii) The corporate income tax in the CNMI is calculated at 30% of the estimated profits. No provision for corporate income tax for the subsidiary incorporated in the CNMI has been made as no income has been derived from the CNMI during the six months ended 30 June 2026 and 2025.

(iv) The standard corporate income tax in Vietnam is calculated at 20% of the estimated profits for the six months ended 30 June 2026. The Vietnam subsidiary is entitled to a two-year exemption for corporate income tax starting from the first year in which the subsidiary generates taxable income followed by a 50% reduction of corporate income tax for the subsequent four years. No provision for corporate income tax has been made for the six months ended 30 June 2026 as the taxable income derived from the Vietnam subsidiary during the six months ended 30 June 2026 was fully exempted from corporate income tax under the first-year exemption.

(v) The Group is not subject to taxation in other jurisdictions.

8. PROFIT/(LOSS) BEFORE TAX

Profit/(Loss) before tax for the period has been arrived at after charging/(crediting):

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Amount of inventories recognised as an expense	**108,843**	67,395
Depreciation of property, plant and equipment	**3,559**	2,627
Depreciation of right-of-use assets	**4,967**	2,966
Exchange (gain)/loss, net	**(744)**	490
Expenses related to short-term leases	**1,010**	987
Gain on disposal of property, plant and equipment	**(31)**	(7)

9. DIVIDENDS

No dividends were paid, declared or proposed during the period. The Directors have determined that no dividend will be paid in respect of the period (six months ended 30 June 2025: nil).

10. EARNINGS/(LOSS) PER SHARE

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

	Six months ended 30 June	
	2026	2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Profit/(Loss)		
Profit/(Loss) for the period attributable to owners of the Company for the purpose of basic and diluted earnings/(loss) per share	**2,882**	(14,610)

	Six months ended 30 June	
	2026	2025
	'000	*'000*
	(Unaudited)	(Unaudited)
Number of shares		
Number of ordinary shares for the purpose of basic and diluted earnings/(loss) per share	**5,851,250**	5,201,250

For the six months ended 30 June 2026, diluted earnings per share was the same as the basic earnings per share as there were no potential dilutive ordinary shares outstanding.

For the six months ended 30 June 2025, the computation of diluted loss per share did not assume the conversion of the Company's outstanding convertible bond since its exercise would result in a decrease in loss per share.

11. TRADE AND OTHER RECEIVABLES

	30.6.2026	31.12.2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade receivables, at amortised cost	**45,069**	51,820
Deposits and other receivables	**11,317**	8,916
Prepayments	**6,837**	6,138
Prepayments to suppliers	**69**	76
	63,292	66,950

The Group does not hold any collateral over these balances.

(i) The Group's trading terms with its customers are mainly on credit, except for new customers, where payment in advance is normally required. The credit period is generally between 30 and 60 days (31 December 2025: 30 and 60 days). The Group seeks to maintain strict control over its outstanding receivables and overdue balances are reviewed regularly by senior management.

As at 30 June 2026, the gross amount of trade receivables arising from contracts with customers amounted to approximately HK$45,069,000 (31 December 2025: HK$51,820,000).

(ii) The following is an ageing analysis of the trade receivables of the Group presented based on the invoice date, which approximates the respective revenue recognition date, at the end of the reporting period:

	30.6.2026	31.12.2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0 to 30 days	**29,897**	38,149
31 to 90 days	**15,172**	13,671
	45,069	51,820

12. TRADE AND OTHER PAYABLES

	30.6.2026	31.12.2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
Trade payables	**32,825**	31,711
Contract liabilities	**322**	287
Accruals and other payables	**32,733**	33,006
Amount due to the former director *(Note)*	**61,357**	40,496
Amount due to a former shareholder of a subsidiary	**–**	11,232
	127,237	116,732

Note: Interest rate of 9.75% (2025: 9.75%) per annum was charged on the amount due to Mr. Chu Chun Man, Augustine ("**Mr. Chu**"), the former director of the Company, who resigned on 1 January 2024 and continued as a director of certain subsidiaries of the Company for the six months ended 30 June 2026.

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

	30.6.2026	31.12.2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0 to 90 days	**29,083**	27,903
91 to 180 days	**1,649**	1,829
181 to 365 days	**55**	12
Over 365 days	**2,038**	1,967
	32,825	31,711

The average credit period on purchases of goods is from 30 days to 90 days (31 December 2025: 30 days to 90 days). The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

13. SHARE CAPITAL

	Number of shares	Share capital
	'000	*HK$'000*
Ordinary shares of HK$0.01 (31 December 2025: HK$0.01) each		
Authorised		
As at 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	10,000,000	
Issued and fully paid		
As at 1 January 2025	5,201,250	52,013
Conversion of convertible bonds *(Note a)*	650,000	6,500
At 31 December 2025, 1 January 2026 and 30 June 2026	5,851,250	58,513

Note:

(a) On 17 November 2025, the Company allotted and issued 650,000,000 ordinary shares upon a conversion of the convertible bonds in aggregate principal amount of HK$76,531,000 pursuant to the Company's circulars dated 23 September 2025, 14 October 2025 and 12 November 2025 respectively.

14. EVENT AFTER THE REPORTING PERIOD

No significant event has taken place subsequent to 30 June 2026 and up to the date of interim results announcement.

MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL RESULTS

Revenue

The Company's revenue was approximately HK$148,021,000 for the six months ended 30 June 2026, representing an increase of approximately HK$59,065,000 or 66.4%, as compared to the revenue of approximately HK$88,956,000 for the same period in 2025. The increase was mainly due to the substantial rebound of golf equipment sales as the Group established an additional manufacturing facility in Vietnam to mitigate the tariff impact of the United States.

Costs of Sales

During the six months ended 30 June 2026, the cost of sales increased by approximately HK$41,448,000, or 61.5%, from approximately HK$67,395,000 for the six months ended 30 June 2025 to approximately HK$108,843,000 for the six months ended 30 June 2026. The increase was mainly attributable to and in line with the boost in sales volume.

Gross profit and gross profit margin

The Group's gross profit increased by approximately HK$17,617,000 or approximately 81.7% to approximately HK$39,178,000 for the six months ended 30 June 2026 as compared to approximately HK$21,561,000 for the six months ended 30 June 2025. The increase was mainly due to the additional revenue generated by the surge in golf equipment sales. The gross profit margin for the six months ended 30 June 2026 slightly increased to 26.5% from 24.2% for the same period in 2025.

Other operating income, net

Net other operating income of the Group increased by approximately HK$1,255,000 or approximately 93.7% from approximately HK$1,340,000 for the six months ended 30 June 2025 to approximately HK$2,595,000 for the six months ended 30 June 2026. The increase was mostly because of the service income derived from the golf bags subcontractor.

Selling and distribution expenses

Selling and distribution expenses increased by approximately HK$553,000 from approximately HK$26,000 for the six months ended 30 June 2025 to approximately HK$579,000 for the six months ended 30 June 2026. The increase was mainly owing to the declaration and handling expenses incurred in Vietnam.

Administrative expenses

Administrative expenses increased by approximately HK$3,489,000 or approximately 11.0% from approximately HK$31,825,000 for the six months ended 30 June 2025 to approximately HK$35,314,000 for the six months ended 30 June 2026. The increase was mainly due to the increase in employee costs.

Finance costs

The Group's finance costs decreased from approximately HK$5,116,000 for the six months ended 30 June 2025 to approximately HK$2,998,000 for the six months ended 30 June 2026. The decrease was mainly attributable to the full conversion of the convertible bond in November 2025, resulting in no related interest expenses in the current period.

Income tax expenses

For the six months ended 30 June 2026, there was no income tax expense as compared to an income tax expense of approximately HK$544,000 for the six months ended 30 June 2025. The reason of no income tax expense for the six months ended 30 June 2026 was mainly due to the exemption from corporate income tax for the Vietnam subsidiary and no assessable profits or the offsetting of taxable profits against the tax losses brought forward from prior year for other subsidiaries of the Company.

Profit/(Loss) for the period

During the six months ended 30 June 2026, the Group recorded a profit of approximately HK$2,882,000 as compared to a loss for the six months ended 30 June 2025 of approximately HK$14,610,000. The turnaround from loss to profit is mainly attributable to the substantial growth in the Group's revenue during the period, resulting in an increase in gross profit of approximately HK$17,617,000, which was primarily driven by the growth in revenue from golf equipment segment. Basic and diluted earnings per share were both approximately HK0.05 cent for the reporting period (2025: Basic and diluted loss per share of HK0.28 cent).

BUSINESS REVIEW

The high tariff policy of the United States on exports from China has retarded the golf business of the Group in 2025. The adverse impact was alleviated in 2026 following the acquisition of a manufacturing facility in Vietnam during the last quarter of 2025 to provide an alternative supply source for customers in the United States. Goods exported to the United States from Vietnam were charged at a lower tariff rate than the exports from China, which helped restore customer confidence and enable the Group to regain orders diverted by customers in the preceding year.

Notwithstanding the tariff barrier and the persistent economic uncertainties, the Group has pursued a strategy of value-added collaborations to secure a stable and long-term relationship with customers. Through active marketing initiatives, the golf revenue of the Group rebounded significantly during the six months ended 30 June 2026. On the other hand, no revenue was generated by the hospitality segment during the period because of the deferral of the development of the hospitality business until the external restrictive factors in the Commonwealth of the CNMI are resolved. The Group is committed to pursuing rationalization measures to effectively streamline the operations and attain cost optimization. To substantiate the long-term development, the Board is devoted to exploring more and different potential development opportunities to expand and diversify the business of the Group.

Golf Equipment Business

The golf equipment business has been the main operating segment of the Group throughout these years. It generated approximately 93.4% of the Group's revenue for the six months ended 30 June 2026 (2025: 89.2%). Driven by regaining orders amidst the tariff challenge, the segment revenue surged by 74.2% to approximately HK$138,192,000 for the period (2025: HK$79,318,000).

During the period, sales of golf equipment to the largest segmental customer increased by 51.9% to approximately HK$99,822,000 (2025: HK$65,725,000), representing approximately 72.2% (2025: 82.9%) of the segment revenue or approximately 67.4% (2025: 73.9%) of the Group's revenue for the period, respectively. Sales to other key segmental customers achieved remarkable rebound generally. Revenue generated from the top five segmental customers rose by 75.0% to approximately HK$136,571,000 (2025: HK$78,050,000), representing approximately 98.8% (2025: 98.4%) of the segment revenue or approximately 92.3% (2025: 87.7%) of the Group's revenue for the period, respectively. The Group has successfully boosted the golf equipment sales from last year's depression mainly due to our capability to address and resolve major concerns of the customers.

To effectively control and optimize the manufacturing costs, the Group persistently reinforced the rationalization measures for the operations of the manufacturing facilities in China and in Vietnam to enhance the production efficiency and the output volume. The manufacturing process was scrutinized and improved through the adoption of more advanced equipment to lower the re-work and wastage rates which helped reduce the manufacturing costs. The supply chain was assessed and kept upgraded by introducing alternative supply sources which offered more competitive pricing with assured product quality. The Group maintained the policy to provide performance incentives to motivate the production workforce for achieving outputs in excess of the pre-set targets. The manufacturing facilities in China and Vietnam carried out periodic and ad hoc review to timely regulate the headcount of workers in commensurate with the movements in order volume. Supported by the proactive management, the golf equipment segment managed to achieve substantial improvement in performance albeit the tariff influence.

Benefiting from the strong rebound in sales volume, the golf equipment segment recorded a substantial increase in segment profit to approximately HK$13,921,000 for the six months ended 30 June 2026 (2025: HK$763,000). Having regard to the order book status and the diminished tariff impact, it is expected that the golf equipment segment will continue to boost given the additional contribution from the manufacturing facility in Vietnam. The Group has adopted a prudent view with confidence on the prospect of the golf equipment business in the second half year of 2026.

Golf Bags Business

The golf bags business remains a small operating segment of the Group engaging in trading of golf bags and accessories. Subsequent to the cessation of the manufacturing operations, the production of golf bags has been subcontracted to external factories whereas the golf bags segment assumes a supporting role to provide back-up services to subcontractors relating to customer liaisons, production related affairs and delivery arrangements.

The revenue of the golf bags segment for the six months ended 30 June 2026 comprised the sales of golf bags and accessories which increased slightly by 2.0% to approximately HK$9,829,000 (2025: HK$9,638,000), representing approximately 6.6% of the Group's revenue for the period (2025: 10.8%).

The segment revenue for the period consisted of golf bags sales of approximately HK$7,718,000 (2025: HK$8,268,000) and accessories sales mainly sports bags of approximately HK$2,111,000 (2025: HK$1,370,000), accounting for approximately 78.5% (2025: 85.8%) and 21.5% (2025: 14.2%) of the segment revenue, respectively.

Sales to the largest segmental customer amounted to approximately HK$7,624,000 during the period (2025: HK$7,633,000), representing approximately 77.6% (2025: 79.2%) of the segment revenue or approximately 5.2% (2025: 8.6%) of the Group's revenue for the period, respectively. Sales to other segmental customers demonstrated both increase and decrease depending on customers' procurement practice. Revenue generated from the top five segmental customers increased by 2.0% to approximately HK$9,829,000 (2025: HK$9,638,000), representing 100.0% (2025: 100.0%) of the segment revenue or approximately 6.6% (2025: 10.8%) of the Group's revenue for the period, respectively. The golf bags segment pursued to continually streamline the operations to optimize costs and give additional contribution.

Supported by the improved operations, the golf bags segment recorded a segment profit of approximately HK$889,000 for the six months ended 30 June 2026 (2025: loss of approximately HK$1,000,000). Taking into account the order book status and the unfavorable market sentiment, it is anticipated that the golf bags segment will operate under intense competition with great pressure. The Group has adopted a cautious view with prudence on the prospect of the golf bags business in the second half year of 2026.

Hospitality Business

The Board has been exploring appropriate diversified business opportunities and investments to expand the revenue sources and enhance the long-term growth potential of the Group. It provides the Group with opportunities to dip into the hospitality segment of the CNMI and savor in the development of the tourism and golf related industries in the CNMI.

Due to the sustained decline in population and tourism resulting from the combined effects of severe typhoons and the pandemic in recent years, as well as the diminishing workforce resulting from tightening work visa policies in the CNMI, the development will be postponed until all external factors have been solved.

During the current period ended, no revenue was generated from the hospitality business (2025: nil).

PROSPECTS

The high tariff policy of the United States had adversely affected the golf business of the Group in 2025. The suffering of persistent order shrinkage was mitigated in 2026 after the Group established a manufacturing base late last year to start exporting goods from Vietnam to the customers in the United States. Goods exported from Vietnam to the United States currently incur lower tariff rates than those exported from China. Major customers restored their confidence in light of our expanding Vietnamese operations and started to shift back more orders which had been diverted to other suppliers in the preceding year. It is anticipated that the Group will enjoy a continued boost of orders in the second half year of 2026 when major customers place increasingly more orders to the Group. To strengthen our competitive edge amidst the on-going economic uncertainties, the Group is devoted to reinforce the stringent measures to effectively rationalize the operations and optimize the costs as the main objective. For the long-term development of the golf business, the Group emphasizes the enhancement of the customer profile through diverse marketing initiatives and value-added services to best accommodate the customer needs and expectations. More importantly, the Group has possessed solid and healthy financial position with adequate funds to finance its operations and discharge the liabilities when due. Our management holds a prudent view with confidence on the prospect of the golf business for the foreseeable future.

Looking forward, the Group will continue to pursue a cautious business approach to actively monitor the golf business and seize other development and growth opportunities to enhance competitiveness and strive for the best return and interest for the shareholders of the Company.

DIVIDEND

The Board resolved not to recommend the payment of any dividend for the six months ended 30 June 2026 (2025: nil).

FINANCIAL RESOURCES, LIQUIDITY AND GEARING

The Group satisfied its working capital and other funding requirements mainly through cash generated from the operations, bank borrowings and advances from a former director who resigned on 1 January 2024 and continued as a director of certain subsidiaries. As at 30 June 2026, bank balances and cash, which were mostly denominated in United States dollars, Hong Kong dollars, Renminbi and Vietnamese dong, amounted to approximately HK$72,425,000 (31 December 2025: HK$41,956,000). As at 30 June 2026, interest-bearing borrowings of the Group comprising bank borrowings amounted to approximately HK$17,241,000 (31 December 2025: nil), which was fixed rate borrowings in the currency of RMB15,000,000 (31 December

2025: nil) and repayable within one year and carried interest at 3.0% per annum (31 December 2025: N/A). Amount due to a former director of approximately HK$61,357,000 as at 30 June 2026 (31 December 2025: HK$40,496,000) was unsecured, carrying interest at 9.75% (31 December 2025: 9.75%) per annum and repayable on demand.

As at 30 June 2026, the gearing ratio, defined as bank borrowings, and amount due to a former director less bank balances and cash of approximately HK$6,173,000 divided by the total equity of approximately HK$278,751,000 was approximately 2.2%. The preceding comparative figure for the gearing ratio was not applicable as it was a net bank balance and cash position of approximately HK$1,460,000 as at 31 December 2025.

As at 30 June 2026, the total assets and the net asset value of the Group were approximately HK$427,291,000 (31 December 2025: HK$395,634,000) and approximately HK$278,751,000 (31 December 2025: HK$272,817,000), respectively. Current and quick ratios as at 30 June 2026 were approximately 1.22 (31 December 2025: 1.19) and approximately 0.92 (31 December 2025: 0.90), respectively. Both the current ratio and quick ratio remained stable and reasonable. The Group endeavored to persistently explore feasible means to rationalize and improve its financial position from time to time.

TREASURY POLICY

The Group has adopted a prudent financial management approach towards its treasury policy. 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 all the time.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group did not have any material acquisition or disposal of subsidiaries, associates or joint ventures for the six months ended 30 June 2026.

PLEDGE OF ASSETS

As at 30 June 2026, bank borrowings from a PRC bank of RMB15,000,000 which was equivalent to approximately HK$17,241,000 (31 December 2025: nil) were secured by property, plant and equipment and the right-of-use assets of the Group with a carrying value of approximately HK$22,721,000 (31 December 2025: nil).

EXPOSURE TO FLUCTUATIONS IN EXCHANGE RATES

The Group is exposed to foreign currency risk primarily through sales and purchases that are denominated in a currency other than the functional currency of operations to which they relate. The currency giving rise to this risk is RMB and Vietnamese dong. The Group is exposed to foreign currency risk due to the exchange rate fluctuation of RMB and Vietnamese dong against Hong Kong dollars and United States dollars. The Group had not entered into any derivative contracts to hedge against the risk for the six months ended 30 June 2026. The Group will review and monitor its currency exposure from time to time and when appropriate hedge its currency risk.

CONTINGENT LIABILITIES

The Group had no significant contingent liabilities as at 30 June 2026.

EVENT AFTER THE REPORTING PERIOD

No significant event has taken place subsequent to 30 June 2026 and up to the date of interim results announcement.

CAPITAL COMMITMENTS

As at 30 June 2026, the Group had capital commitments, which are contracted but not provided in the condensed consolidated financial information, in respect of plant and equipment amounting to approximately HK$159,000 (31 December 2025: HK$75,000).

TRANSACTION IN RELATION TO LEASE AGREEMENT IN VIETNAM

On 13 March 2026, Hio Pro (Vietnam) Sporting Goods Company Limited (the "**Lessee**"), an indirect wholly-owned subsidiary of the Company, entered into an agreement (the "**Agreement**") with Huashuo Vietnam Joint Stock Company (the "**Landlord**"), pursuant to which the Landlord agreed to lease to the Lessee the premises located at Lot CN12, Nam Cau Kien Industrial Park, Thien Huong Ward, Hai Phong City, Vietnam (the "**Premises**"), with a total rental area temporarily estimated at 10,244 m^2 consisting of two separate single-story factory buildings under construction (each including office space), for a fixed term of 12 years (the "**Term**") commencing from the date of handover of the Premises (the "**Handover Date**"), which shall be no later than 31 October 2026.

The Premises will be rented as factories for the manufacturing of sports and athletic equipment (specifically, golf-related products) and for carrying out other business and production activities in accordance with the business needs. The Lessee and the Landlord will enter into a formal lease agreement (the "**Second Agreement**") on or before 31 October 2026 subject to the satisfaction of certain conditions precedent, including the Landlord having completed the construction of the Premises and obtained the relevant permits and approvals. The total rent payable by the Lessee to the Landlord for the Term is estimated to be approximately USD7,229,703 (equivalent to approximately HKD56,392,000). In accordance with HKFRS 16, the Group will recognise right-of-use assets upon the handover of the Premises, the unaudited value of which is approximately USD5,558,877 (equivalent to approximately HKD43,360,000).

As at the date of this results announcement, the transaction contemplated under the Agreement remains pending for the satisfaction of the conditions precedent prior to closing.

SIGNIFICANT INVESTMENTS HELD, MATERIAL ACQUISITIONS OR DISPOSALS OF SUBSIDIARIES AND AFFILIATED COMPANIES, AND PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

There were no significant investments held, material acquisitions or disposals of subsidiaries and affiliated companies during the six months ended 30 June 2026. Save as disclosed herein, there was no other plan for material investments or capital assets as at 30 June 2026.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 June 2026, the Group had approximately 950 employees (31 December 2025: 840 employees) located mainly in Hong Kong, Vietnam and the PRC. It is the Group's strategy to maintain a harmonious relationship with its employees through provision of competitive remuneration packages and career development opportunities. The employees are remunerated based on their duties, experience and performance as well as market practices. The remuneration packages are reviewed annually to assure fairness and appropriateness and discretionary bonuses may be awarded to employees based on individual performance.

CHANGE OF COMPANY NAME, STOCK SHORT NAME AND COMPANY WEBSITE

Following the passing of the special resolution in relation to the proposed change of Company name by the shareholders of the Company at the special general meeting held on 13 January 2026, the English name of the Company has been changed from "SINO GOLF HOLDINGS LIMITED" to "Hanfort Development Holdings Limited", and the Chinese name "漢成發展控股有限公司" has been adopted as the secondary name in Chinese to replace the former Chinese name "順龍控股有限公司" (the "**Change of Company Name**"), both with effect from 16 January 2026 pursuant to the certificate of change of name and the certificate of secondary name issued by the Registrar of Companies in Bermuda on 20 January 2026.

Following the Change of Company Name, the stock short name of the Shares for trading on the Stock Exchange was changed from "SINO GOLF HOLD" to "HANFORT DEV H" in English and from "順龍控股" to "漢成發展控股" in Chinese with effect from 9:00 a.m. on 11 February 2026. The stock code of the Company on the Stock Exchange remains unchanged as "00361".

The Company's website was changed from "www.sinogolf.com" to "www.hanfort.com" with effect from 5 February 2026.

CONSTITUTIONAL DOCUMENTS

On 21 May 2026, the Board proposed to amend the existing bye-laws of the Company (the "**Second Amended and Restated Bye-laws**") and adopt the third amended and restated bye-laws of the Company (the "**Third Amended and Restated Byelaws**"), which incorporate and consolidate all the proposed amendments to the Second Amended and Restated Byelaws (the "**Proposed Amendments**"), in order to, among others, (i) allow holding repurchased shares of the Company in treasury instead of mandatory cancellation, and to cancel, sell or transfer treasury shares; (ii) clarify electronic voting arrangements at general meetings; (iii) reflect the uncertificated securities market regime according to the Information Paper on Rule Amendments to Implement an Uncertificated Securities Market and "Issuer Platform" published by the Stock Exchange of Hong Kong Limited in May 2025; and (iv) make certain other housekeeping amendments.

The Proposed Amendments and the proposed adoption of the Third Amended and Restated Bye-laws were approved by way of special resolution at the annual general meeting of the Company held on 25 June 2026. For details, please refer to the Company's announcements dated 21 May 2026, 25 June 2026 and the Company's circular dated 28 May 2026.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2026.

CORPORATE GOVERNANCE

The Company has complied with all the applicable code provisions as set out in Part 2 of the Corporate Governance Code (the "**CG Code**") as contained in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") throughout the six months ended 30 June 2026, except for certain deviation which is explained below:

Code provision C.2.1 in Part 2 of the CG Code requires that the roles of the chairman and chief executive officer 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 and set out in writing. During the six months ended 30 June 2026, Mr. LIU Jincheng is the Chairman of the Board and is responsible for overseeing the general operations of the Group. The Company does not have an officer with the title "Chief Executive Officer". The overall responsibility of supervising and ensuring that the Group functions in line with the order of the Board in terms of day-to-day operations and execution is vested in the Board itself. The deviation is deemed appropriate and the Board believes that even vesting the roles of both chairman and chief executive officer in the same person could still provide the Company with strong and consistent leadership and allows for effective and efficient planning and implementation of business decisions and strategies. The Board further considers that the current structure does not impair the balance of power and authority between the Board and the management of the Company.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") set out in Appendix C3 to the Listing Rules as the Company's code of conduct for dealings in securities of the Company by the Directors. Upon specific enquiry, all Directors have confirmed that they have complied with the required standard set out in the Model Code throughout the six months ended 30 June 2026.

AUDIT COMMITTEE

The audit committee of the Company (the "**Audit Committee**") consists of three members, including Mr. CHOI Sum Shing Samson (chairman), Mr. SUN Xiongfei and Mr. WU Weifeng. The written terms of reference of the Audit Committee are posted on the Stock Exchange's website and on the Company's website.

The primary duties of the Audit Committee are mainly to review the financial information and reporting process, consider any significant or unusual items raised by the responsible accounting and internal audit personnel or external auditor, review the relationship with the external auditor, and review the adequacy and effectiveness of the Group's financial reporting system, internal control system and risk management system and associated procedures.

The Company has complied with Rule 3.21 of the Listing Rules in that at least one of the members of the Audit Committee (which must comprise a minimum of three members and must be chaired by an independent non-executive Director) is an independent non-executive Director who possesses appropriate professional qualifications or accounting related financial management expertise.

The Group's unaudited condensed consolidated interim financial statements for the six months ended 30 June 2026 are unaudited, but have been reviewed by the Audit Committee. The Audit Committee is of the opinion that the unaudited condensed consolidated interim financial statements of the Group for the six months ended 30 June 2026 comply with applicable accounting standards, the Listing Rules and that adequate disclosures have been made.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This results announcement is published on the website of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") at http://www.hkexnews.hk and on the website of the Company at http://www.hanfort.com. The interim report will be made available and dispatched (where applicable) to the shareholders and published on both the websites of the Stock Exchange and the Company in due course.

APPRECIATION

On behalf of the Board, I would like to thank all our employees for their contribution and commitments. I also wish to extend my sincere gratitude to our shareholders, customers, suppliers and business partners for their long-term supports and dedication.

By order of the Board
Hanfort Development Holdings Limited
LIU Jincheng
Chairman

Hong Kong, 31 August 2026

As at the date of this announcement, the Board comprises: (i) Mr. Liu Jincheng as an executive Director; (ii) Mr. Sun Xiongfei as a non-executive Director; and (iii) Mr. Choi Sum Shing Samson, Ms. Jiang Haiyan and Mr. Wu Weifeng as independent non-executive Directors.