Since 1956

Pegasus International Holdings Limited

創信國際控股有限公司

(Incorporated in Bermuda with limited liability)

(於百慕達註冊成立之有限公司)

(Stock Code 股份代號：676)

INTERIM REPORT 2026 中期報告

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	NOTES	Six months ended 30 June **2026** **US$'000** **(unaudited)**	2025 US$'000 (unaudited)
Revenue	3	**1,392**	1,481
Cost of sales and services		**(126)**	(360)
Gross profit		**1,266**	1,121
Other income, other gains and losses		**663**	419
Selling and distribution costs		**(40)**	(32)
General and administrative expenses		**(2,002)**	(1,678)
Finance costs	4	**(58)**	(34)
Loss before tax	5	**(171)**	(204)
Tax credit	6	**–**	1
Loss for the period attributable to owners of the Company		**(171)**	(203)
Other comprehensive income			
Item that will not be reclassified subsequently to profit or loss:			
Exchange differences arising on translation to presentation currency		**2,242**	42
Other comprehensive income for the period, net of tax		**2,242**	42
Total comprehensive income (expense) for the period attributable to owners of the Company		**2,071**	(161)
Loss per share	8		
– Basic		**(US0.02 cents)**	(US0.03 cents)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2026

	NOTES	30 June 2026 US$'000 (unaudited)	31 December 2025 US$'000 (audited)
Non-current assets			
Investment properties	9	**59,217**	58,022
Property, plant and equipment	10	**20,784**	20,026
Right-of-use assets		**1,736**	1,771
Accrued rentals		**139**	132
		81,876	79,951
Current assets			
Trade and other receivables	11	**2,161**	1,748
Financial assets at fair value through profit or loss ("FVTPL")		**1,374**	1,135
Time deposits		**146**	141
Pledged bank deposits	13	**2,912**	2,860
Bank balances and cash		**7,424**	7,930
		14,017	13,814
Current liabilities			
Other payables	12	**1,191**	1,310
Bank borrowings	13	**2,412**	250
Lease liabilities		**79**	82
Provision for housing provident fund	15	**63**	60
Tax payable		**655**	630
		4,400	2,332
Net current assets		**9,617**	11,482
		91,493	91,433
Capital and reserves			
Share capital	14	**9,428**	9,428
Reserves		**66,067**	63,996
Total equity		**75,495**	73,424
Non-current liabilities			
Deferred tax liabilities		**15,280**	14,941
Bank borrowings	13	**–**	2,332
Lease liabilities		**718**	736
		15,998	18,009
		91,493	91,433

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to owners of the Company						
	Share capital US$'000	Share premium US$'000	Merger reserve US$'000	Properties revaluation reserve US$'000	Translation reserve US$'000	Retained profits US$'000	Total US$'000
At 1 January 2025 (audited)	9,428	21,637	(4,512)	48,016	8,653	(7,028)	76,194
Loss for the period	–	–	–	–	–	(203)	(203)
Exchange differences on translating foreign operations	–	–	–	–	42	–	42
Total comprehensive (expense) income for the period	–	–	–	–	42	(203)	(161)
Payment of dividends (Note 6)	–	–	–	–	–	(942)	(942)
At 30 June 2025 (unaudited)	9,428	21,637	(4,512)	48,016	8,695	(8,173)	75,091
At 1 January 2026 (audited)	**9,428**	**21,637**	**(4,512)**	**49,226**	**9,937**	**(12,292)**	**73,424**
Loss for the period	**–**	**–**	**–**	**–**	**–**	**(171)**	**(171)**
Exchange differences on translating foreign operations	**–**	**–**	**–**	**–**	**2,242**	**–**	**2,242**
Total comprehensive (expense) income for the period	**–**	**–**	**–**	**–**	**2,242**	**(171)**	**2,071**
Payment of dividends (Note 6)	**–**	**–**	**–**	**–**	**–**	**–**	**–**
At 30 June 2026 (unaudited)	**9,428**	**21,637**	**(4,512)**	**49,226**	**12,179**	**(12,463)**	**75,495**

The merger reserve of the Group represents the difference between the nominal amount of the share capital of the subsidiaries acquired and the nominal value of the share capital of the acquiring companies issued in exchange pursuant to a corporate reorganisation prior to the listing of the Company's shares in 1996.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	US$'000	US$'000
	(unaudited)	(unaudited)
NET CASH (USED IN) FROM OPERATING ACTIVITIES	**(932)**	(2,154)
INVESTING ACTIVITIES		
Interest received	**151**	130
NET CASH FROM INVESTING ACTIVITIES	**151**	130
FINANCING ACTIVITIES		
New bank loan raised	**–**	2,500
Repayment of bank loan	**(268)**	–
Repayment of lease liabilities	**(54)**	(55)
Dividends paid	**–**	(942)
Interest paid	**(38)**	(13)
Interest expense on lease liabilities	**(20)**	(21)
NET CASH (USED IN) FROM FINANCING ACTIVITIES	**(380)**	1,469
NET DECREASE IN CASH AND CASH EQUIVALENTS	**(1,161)**	(555)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	**7,930**	8,651
Effect of foreign exchange rate changes	**655**	1
CASH AND CASH EQUIVALENTS AT 30 JUNE REPRESENTED BY BANK BALANCES AND CASH	**7,424**	8,097

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2026

1. BASIS OF PREPARATION

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

2. PRINCIPAL ACCOUNTING POLICIES

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

Other than change in accounting policies resulting from application of amendments to HKFRS Accounting Standards and application of certain accounting policies which became relevant to the Group, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2026 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31 December 2025.

Application of amendments to HKFRS Accounting Standards

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

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

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

3. REVENUE AND SEGMENT INFORMATION

(i) Disaggregation of revenue

	Six months ended 30 June	
	2026	2025
	US$'000	US$'000
	(unaudited)	(unaudited)
Revenue from contracts with customers:		
Manufacture and sales of footwear products	**–**	13
Revenue from other sources:		
Lease of properties	**1,392**	1,468
Total revenue	**1,392**	1,481

Revenue from manufacturing and sales of footwear

Revenue generated from manufacturing and sales of footwear products is recognised at a point in time. Revenue is recognised when control of the goods has transferred, being when the goods have been shipped to the customers' specified location. The normal credit period is 60 days upon delivery. The contracts for manufacture and sales of footwear products are for periods of one year or less. As permitted under HKFRS 15, the transaction price allocated to these unsatisfied contracts is not disclosed.

Revenue from lease of properties

Rental income from operating leases is recognised in profit or loss on a straight-line basis over the term of the relevant lease. All operating lease payments are fixed for both years.

3. REVENUE AND SEGMENT INFORMATION *(Continued)*

(ii) The following is an analysis of the Group's revenue and results by operating and reportable segments under HKFRS 8 Operating Segments ("HKFRS 8"), based on information reported to the Company's executive directors, being the chief operating decision maker (the "CODM"), for the purposes of resource allocation and assessment of segment performance, which are based on types of goods or services delivered or provided. The Group's operating and reportable segments under HKFRS 8 are as follows:

Segment revenue and results

For the six months ended 30 June 2026

	Manufacturing and sales of footwear products US$'000 (unaudited)	Lease of properties US$'000 (unaudited)	Total US$'000 (unaudited)
REVENUE	–	1,392	1,392
RESULTS			
Segment results	(122)	1,266	1,144
Unallocated other income, other gain and losses			663
Unallocated corporate expenses			(1,978)
Loss before tax			(171)

3. REVENUE AND SEGMENT INFORMATION *(Continued)*

(ii) *(Continued)*

Segment revenue and results *(Continued)*

For the six months ended 30 June 2025

	Manufacturing and sales of footwear products US$'000 (unaudited)	Lease of properties US$'000 (unaudited)	Total US$'000 (unaudited)
REVENUE	13	1,468	1,481
RESULTS			
Segment results	(204)	1,270	1,066
Unallocated other income, other gain and losses			419
Unallocated corporate expenses			(1,689)
Loss before tax			(204)

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment results represent the (loss) profit earned by each segment without allocation of other income, other gains and losses and unallocated corporate expenses. This is the measure reported to the CODM of the Group for the purpose of resources allocation and performance assessment.

4. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	US$'000	US$'000
	(unaudited)	(unaudited)
Interest expense on lease liabilities	**20**	21
Interest on bank borrowings	**38**	13
	58	34

5. LOSS BEFORE TAX

	Six months ended 30 June	
	2026	2025
	US$'000	US$'000
	(unaudited)	(unaudited)
Loss for the period has been arrived at after charging:		
Directors' emoluments	**71**	69
Other staff costs	**357**	416
Retirement benefits scheme contributions	**31**	40
Total staff costs	**459**	525
Capitalised in inventories	**–**	(20)
	459	505
Auditor's remuneration	**97**	96
Cost of inventories recognised as an expense	**–**	161
Depreciation of property, plant and equipment	**161**	130
Depreciation of right-of-use assets	**34**	48
and after (crediting) charging to other income, other gains and losses:		
Redundancy costs	**18**	138
Gain on fair value changes of financial assets at FVTPL	**(239)**	(178)
Interest income	**(151)**	(130)
Net foreign exchange gain	**(29)**	(6)

6. TAX CREDIT

	Six months ended 30 June	
	2026	2025
	US$'000	US$'000
	(unaudited)	(unaudited)
Current tax:		
Hong Kong Profit Tax	–	(8)
The People's Republic of China ("PRC")		
Enterprise Income Tax	–	7
	–	(1)

Under the two-tiered profits tax rates regime Hong Kong Profits Tax, the first HK$2 million of profits of the qualifying group entity will be taxed at 8.25%, and profits above HK$2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

The directors of the Company considered the amount involved upon implementation of the two-tiered profits tax rates regime as insignificant to the consolidated financial statements and Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profit for both periods.

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%.

Taxation arising in other jurisdictions is calculated at the rates prevailing in the relevant jurisdictions. No provision has been made as the group entities incorporated in these jurisdictions have no assessable profits for both periods.

The Group is operating in certain jurisdictions where the Pillar Two Rules ("Pillar Two Rules") are effective. However, as the Group's estimated effective tax rates of all the jurisdictions in which the Group operates are higher than 15%, after taking into account the adjustments under the Global Anti-base Erosion Rules based on management's best estimate, the management of the Group considered the Group is not liable to income taxes under the Pillar Two Rules.

7. DIVIDENDS

The directors have determined that an interim dividend of 1.0 HK cent per share (2025: Nil) should be paid to the shareholders of the Company whose name appear on the Register of Member on 29 September 2026.

8. LOSS PER SHARE

The calculation of the basic loss per share is based on the loss for the period attributable to owners of the Company of US$171,000 (six months ended 30 June 2025: US$204,000) and on the number of ordinary shares of 730,650,000 (2025: 730,650,000) in issue during the period.

There are no potential ordinary shares outstanding for six months ended 30 June 2026 and 2025.

9. INVESTMENT PROPERTIES

The directors of the Company are of the opinion that the carrying value of the Group's investment properties as at 30 June 2026 are not materially different from their fair values at 31 December 2025. The management assessed the fair value of these investment properties which are determined based on valuations performed by RHL Appraisal Limited ("RHL") on an income approach. RHL is an independent qualified professional valuers not connected with the Group. Accordingly, no valuation movement has been recognised in respect of the Group's investment properties for the period.

10. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group did not acquire any property, plant and equipment (six months ended 30 June 2025: approximately US$47,000 addition of property, plant and equipment).

The directors of the Company are of the opinion that the carrying value of the Group's buildings included in property, plant and equipment as at 30 June 2026 are not materially different from their fair values at 31 December 2025. Accordingly, no valuation movement has been recognised in respect of the Group's buildings included in property, plant and equipment for the period.

11. TRADE AND OTHER RECEIVABLES

	30 June 2026 US$'000 (unaudited)	31 December 2025 US$'000 (audited)
Trade receivables	**1,341**	974
Other receivables	**959**	906
Total trade and other receivables	**2,300**	1,880
Less: accrued rentals shown under non-current assets	**(139)**	(132)
	2,161	1,748

The Group allows an average credit period of 60 days to its trade customers. The following is an aged analysis of trade receivables presented based on the invoice date at the end of the reporting period, which approximated the respective revenue recognition dates:

	30 June 2026 US$'000 (unaudited)	31 December 2025 US$'000 (audited)
0–30 days	**314**	–
31–60 days	**–**	–
Over 60 days	**1,027**	974
Total trade receivables	**1,341**	974

12. OTHER PAYABLES

	30 June 2026 US$'000 (unaudited)	31 December 2025 US$'000 (audited)
Accrued payroll	**324**	218
Accrued expenses	**144**	337
Rental deposit received	**634**	602
Others	**89**	153
	1,191	1,310

The average credit period on other payables is 90 days. The Group has financial risk management policies in place to ensure that all payables are settled within the credit timeframe.

13. BANK BORROWINGS

The Group's bank borrowings, all of which are secured, comprised:

	30 June 2026 US$'000 (unaudited)	31 December 2025 US$'000 (audited)
Bank loans	**2,412**	2,582
The bank borrowings are repayable as follows:		
Within one year or on demand	**2,412**	250
More than one year, but not exceeding two years	**–**	2,332
	2,412	2,582
Less: Amount due within one year shown under current liabilities	**–**	(250)
Amount due after one year	**2,412**	2,332

13. BANK BORROWINGS *(Continued)*

The exposure of the Group's borrowings are as follows:

	30 June 2026 US$'000 (unaudited)	31 December 2025 US$'000 (audited)
Fixed-rate borrowings	**2,412**	2,582

Notes:

(i) As at 30 June 2026 and 31 December 2025, the Group's fixed-rate borrowings carry an interest rate of 3% per annum.

(ii) The borrowings are secured by a pledged bank deposits of US$2,912,000 (31 December 2025: US$2,860,000).

14. SHARE CAPITAL

	Number of shares	**Amount** US$'000
Authorised:		
Ordinary shares of Hong Kong dollar ("HK$") 0.10 each		
At 1 January 2025, 30 June 2025, 1 January 2026 and 30 June 2026	1,500,000,000	19,355
Convertible non-voting preference shares of US$100,000 each (Note)		
At 1 January 2025, 30 June 2025, 1 January 2026 and 30 June 2026	150	15,000
		34,355

14. SHARE CAPITAL *(Continued)*

	Number of shares		Amount	
	30 June 2026 ’000	31 December 2025 ’000	**30 June 2026 US$’000**	31 December 2025 US$’000
Issued and fully paid:				
Ordinary shares of HK$0.10 each	**730,650**	730,650	**9,428**	9,428

Note: Convertible non-voting preference shares, when issued and outstanding, will carry a fixed cumulative dividend. Under certain circumstances, they will also be entitled to an additional dividend and can be convertible into ordinary shares of the Company. There were no convertible non-voting preference shares issued for the six months ended 30 June 2026 and year ended 31 December 2025.

15. PROVISION FOR HOUSING PROVIDENT FUND

There were claims made against a subsidiary of the Group in respect of housing provident fund which were initiated by the employees of the subsidiary, and the Group has lodged appeals against these claims. Up to the date of this report, part of the claims are still under process while certain appeals are still under review by the court. While the ultimate outcome of these claims and legal proceedings cannot presently be reliably estimated. The directors of the Company believe that adequate provisions has been made in the Group’s condensed consolidated financial statements as at 30 June 2026.

16. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Fair value of the Group's financial assets that are measured at fair value on a recurring basis

Some of the Group's financial assets are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets are determined (in particular, the valuation technique(s) and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Financial assets	Fair value **30 June 2026** **US$'000** **(unaudited)**	 31 December 2025 US$'000 (audited)	**Fair value hierarchy**	**Valuation technique(s) and key input(s)**
Financial assets mandatorily measured at fair value through profit or loss	**1,374**	1,135	Level 1	Quoted bid prices in an active market

There were no transfers between Level 1, 2 and 3 during the current interim period.

The directors of the Company consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate their fair values at the end of the reporting period.

INTERIM DIVIDEND

The Directors are pleased to declare an interim dividend of 1.0 HK cent per ordinary share for the six months ended 30 June 2026 to shareholders whose names appear on the register of members on 29 September 2026. The dividend warrants will be sent to shareholders on or before 21 October 2026.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Thursday, 24 September 2026 to Tuesday, 29 September 2026, both days inclusive, during which no transfer of shares will be registered. In order to qualify for the interim dividend, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's Hong Kong Branch Share Registrars, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on Wednesday, 23 September 2026.

FINANCIAL REVIEW

Since the year ended 31 December 2020, in addition to the original business of manufacture and sales of footwear product, the Group entered into operating lease contracts with tenants and received rental income. As disclosed in the announcement dated 22 May 2025, the business of manufacturing and export sales of footwear products has faced significant challenges following the imposition of escalated tariffs by the U.S. government on goods produced in China. The uncertainties around tariff policies resulted in a highly volatile trading environment and customers avoiding sourcing from Chinese manufacturers in the meantime. In response to these market dynamics, the Group has made the decision to temporarily suspend production activities and will monitor market conditions over the next one to two years for signs of improvement.

For the six months ended 30 June 2026, the Group achieved a revenue of US$1,392,000 (six months ended 30 June 2025: US$1,481,000) compared with the six months ended 30 June 2025, the revenue decreased by 6.0%.

Loss before taxation of the Group for the six months ended 30 June 2026 was US$171,000 (six months ended 30 June 2025: US$204,000).

Basic loss per share for the six months ended 30 June 2026 was US0.02 cents (six months ended 30 June 2025: US0.03 cents). The gross profit is US$1,266,000 during the current period (six months ended 30 June 2025: US$1,121,000).

BUSINESS REVIEW AND PROSPECTS

During the first half of 2026, the global economic and geopolitical environment remained complex and volatile. Persistent trade tensions, tariff uncertainty and military conflicts, particularly in the Middle East, continued to disrupt global supply chains and place pressure on energy prices, transportation costs and business confidence.

Although global merchandise trade recorded some growth, it was largely driven by technology-related products and remained uneven across industries. Demand for traditional consumer goods remained subdued, reflecting weak domestic demand and cautious consumer sentiment. Consequently, the operating environment for the Group's footwear export manufacturing business remained extremely challenging.

Meanwhile, economic conditions in mainland China remained uncertain, with subdued domestic demand and continued pressure on various sectors. These conditions also created challenges for the Group's leasing business, particularly in attracting suitable tenants and maintaining stable occupancy levels.

Nevertheless, the Group's leasing business continued to provide a relatively stable cash flow. In Q2 2026, the Group entered into two new tenancy agreements, which are expected to contribute additional cash flow in the second half of 2026. The Group also engaged a media partner to prepare promotional materials for our industrial park and leasing business, with a view to broadening the reach to potential tenants.

In response to the prevailing market conditions, the Group will maintain strict cost controls, enhance the utilization of its existing assets and pursue suitable business development opportunities.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 June 2026, the Group's total net assets was US$75,495,000, comprising mainly current assets of US$14,017,000, non-current assets of US$81,876,000, current liabilities of US$4,400,000 and non-current liabilities of US$15,998,000. As at 30 June 2026, the Group had cash and cash equivalent of US$7,424,000 (as at 31 December 2025: US$7,930,000). As at 30 June 2026, the Group had bank borrowings of US$2,412,000 (as at 31 December 2025: US$2,582,000), the management considered that current ratio is a better indicator to reflect the Group's financial position. The current ratio of 3.2 (as at 31 December 2025: 5.9) times was derived by the total current assets of US$14,017,000 (2025: US$13,814,000) divided by the total current liabilities of US$4,400,000 (2025: US$2,332,000) as at 30 June 2026. And the gearing ratio of 3.2% (as at 31 December 2025: 3.5%) was derived by the total bank borrowings of US$2,412,000 (2025: US$2,582,000) divided by the total equity of US$75,495,000 (2025: US$73,424,000) as at 30 June 2026.

The Group services its debts primarily through cashflow generated from its operation. The Directors believe that the Group has maintained sufficient working capital for its operation and future expansion.

DIRECTORS' INTERESTS IN SHARES

As at 30 June 2026, the interests of the directors and their associates in the shares, underlying shares or debentures of the Company and its associated corporations, as recorded in the register maintained by the Company pursuant to Section 352 of the Securities and Futures Ordinances (the "SFO"), or as otherwise notified to the Company and The Stock Exchange of Hong Kong Limited pursuant to the Model Code for Securities Transactions by the Directors of Listed Issuers, were as follows:

Long positions

(a) Ordinary shares of HK$0.10 each of the Company

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Wu Jenn Chang, Michael	Beneficial owner	8,000,000	1.09%
Wu Jenn Tzong, Jackson	Beneficial owner	1,000,000	0.14%
		9,000,000	1.23%

DIRECTORS' INTERESTS IN SHARES *(Continued)*

Long positions *(Continued)*

(b) Ordinary shares of the associated corporations of the Company

Pegasus Footgear Management Limited (note 1)

Name of director	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the associated corporation
Wu Chen San, Thomas	Beneficial owner and Corporate (note 2)	6,470	32%
Wu Jenn Chang, Michael	Corporate (note 3)	6,470	32%
Wu Jenn Tzong, Jackson	Corporate (note 4)	6,470	32%
		19,410	96%

Notes:

1. Pegasus Footgear Management Limited is the holding company of the Company.

2. 3,235 shares are jointly held by Mr. Wu Chen San, Thomas and Mrs. Peggy Wu, the spouse of Mr. Wu Chen San, Thomas, and 3,235 shares are held by Skyplus Limited, a company owned by Mrs. Peggy Wu.

3. The shares are entirely held by MW Investment Limited, a company owned by Mr. Wu Jenn Chang, Michael.

4. The shares are entirely held by JW Investment Limited, a company owned by Mr. Wu Jenn Tzong, Jackson.

Save as disclosed above, at 30 June 2026, none of the directors nor their associates had any interests or short positions in the shares, underlying shares or debentures of the Company or any associated corporation.

ARRANGEMENTS TO ACQUIRE SHARES OR DEBENTURES

At no time during the period was the Company, its holding company or any of its subsidiaries, a party to any arrangements to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

SUBSTANTIAL SHAREHOLDERS

As at 30 June 2026, the register of substantial shareholders maintained by the Company pursuant to Section 336 of the SFO shows that, other than the interests disclosed in "Directors' Interests in Shares", the following shareholder had notified the Company of relevant interest in the issued share capital of the Company.

Long position

Ordinary shares of HK$0.10 each of the Company

Name of shareholder	Capacity	Number of issued ordinary shares held	Percentage of the issued share capital of the Company
Pegasus Footgear Management Limited (note)	Beneficial owner	468,743,940	64%

Note: Details of the directors' interests in Pegasus Footgear Management Limited are disclosed under the section headed "Directors' Interests in Shares".

Save as disclosed above, the Company has not been notified of any other relevant interests or short position in the issued share capital of the Company as at 30 June 2026.

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

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

COMPLIANCE WITH THE CODE ON CORPORATE GOVERNANCE

The Company has complied with the code provisions set out in the Code on Corporate Governance Practices contained in the Listing Rules during the six months ended 30 June 2026.

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code as set out in the Listing Rules for securities transactions by directors of the Company.

Having made specify enquiry of all directors, the directors had 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 Board has reviewed, with management of the Company, the Group's unaudited condensed consolidated financial information for the six months ended 30 June 2026, the interim report, the accounting principles and practices adopted by the Group and has discussed risk management, internal controls, and financial reporting matters.

By Order of the Board
Pegasus International Holdings Limited
Wu Chen San, Thomas
Chairman

Hong Kong, 27 August 2026