

DAIDO

(Incorporated in Bermuda and its members' liability is limited)

(在百慕達成立為法團，而其成員的法律責任是有限度的)

Stock Code 股份代號：00544

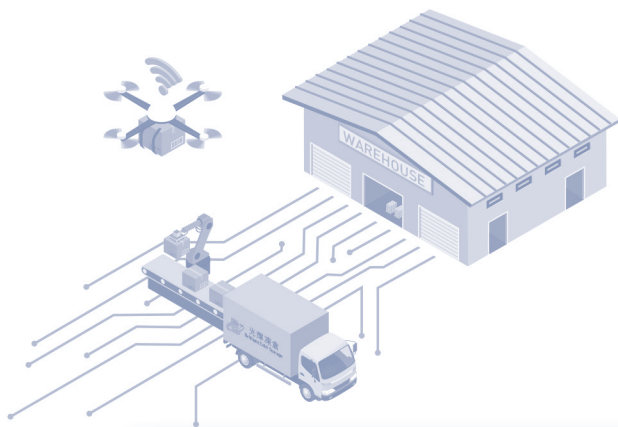
2026

中期報告
INTERIM REPORT



DAIDO

GROUP LIMITED
大同集團有限公司



CONTENTS

	PAGES
Corporate Information	2
Management Discussion and Analysis	3
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	11
Condensed Consolidated Statement of Financial Position	13
Condensed Consolidated Statement of Changes in Equity	15
Condensed Consolidated Statement of Cash Flows	17
Notes to the Condensed Consolidated Financial Statements	18
Other Information	44





CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Director

Mr. He Xinyu

Non-executive Director

Ms. Kwan Nga Chung

Independent Non-executive Directors

Mr. Leung Chi Hung

Mr. Lo Chi Wang

Ms. Li Dan

COMMITTEES

Audit Committee

Mr. Leung Chi Hung (*Chairman*)

Mr. Lo Chi Wang

Ms. Li Dan

Nomination Committee

Ms. Li Dan (*Chairman*)

Mr. Leung Chi Hung

Mr. Lo Chi Wang

Ms. Kwan Nga Chung

Remuneration Committee

Mr. Lo Chi Wang (*Chairman*)

Mr. Leung Chi Hung

Ms. Li Dan

COMPANY SECRETARY

Ms. Yeung Pui Yee Holly

WEBSITE

www.irasia.com/listco/hk/daido/index.htm

www.daidohk.com

REGISTERED OFFICE

Richmond House

12 Par-la-Ville Road

Hamilton HM 08

Bermuda

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

Unit 2703, 27/F, Tower 1

Admiralty Centre

18 Harcourt Road

Hong Kong

AUDITOR

Linksfield CPA Limited

Certified Public Accountants and

Registered Public Interest Entity Auditor

Unit 3606, 36/F, China Resources Building,

26 Harbour Road, Wan Chai,

Hong Kong

PRINCIPAL BANKERS

Bank of China (Hong Kong) Limited

Bank of Communications (Hong Kong) Limited

Nanyang Commercial Bank, Limited

The Bank of East Asia, Limited

The Hongkong and Shanghai Banking
Corporation Limited

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Union Registrars Limited

Suites 3301–04, 33/F.

Two Chinachem Exchange Square

338 King's Road

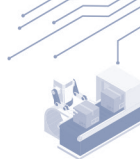
North Point

Hong Kong

STOCK CODE

00544





OVERALL RESULTS

Daido Group Limited (the “Company”) and its subsidiaries (collectively, the “Group”) are principally engaged in (i) cold storage and related services business in Hong Kong; and (ii) the trading and sale of food and beverage products primarily in Mainland China.

For the six months ended 30 June 2026 (the “Period”), the Group’s total revenue amounted to approximately HK\$74.8 million, representing a slight decrease of about 2.4% compared with approximately HK\$76.6 million for the six months ended 30 June 2025 (the “Previous Period”).

For the Period, the Group recorded a loss attributable to the equity holders of the Company of approximately HK\$34.5 million, compared with approximately HK\$36.9 million for the Previous Period, representing a decrease of approximately HK\$2.4 million.

The Board considers that the loss was primarily attributable to (i) the decrease from the trading and sales of food and beverage business in Mainland China by approximately 50.8%, mainly resulting from the Group’s strategic reallocation of focus toward strengthening its cold storage and related services business during the current period; and (ii) the decline in non-recurring other service income by approximately 81.4%.

REVIEW OF OPERATING SEGMENTS

Cold storage and related services operations

During the Period, the Group continued to operate in a highly competitive market environment for cold storage and related services business in Hong Kong. In order to broaden its client portfolio and enhance market penetration, the Group adjusted its service pricing strategy during the Period. As a result, revenue from the Group’s cold storage and related services increased from approximately HK\$67.5 million for the Previous Period to approximately HK\$70.3 million for the Period, representing an increase of approximately 4.1%.

Notwithstanding the competitive market conditions, certain indicators suggested a modest improvement in Hong Kong’s food and beverage sector. In particular, restaurant receipts recorded modest year-on-year growth during the first half of 2026. The Board remains cautiously optimistic about the outlook for the cold storage and related services business, given the essential role of temperature-controlled storage and distribution in supporting the food supply chain.





MANAGEMENT DISCUSSION AND ANALYSIS

REVIEW OF OPERATING SEGMENTS (continued)

Cold storage and related services operations (continued)

Looking ahead, the Group will continue to strengthen the operational synergies within its cold storage and related services segment. By delivering integrated end-to-end services to both internal and external clients, the Group aims to improve inventory turnover, reduce operating costs, and enhance the resilience and efficiency of its overall supply chain.

Trading and sales of food and beverages

During the Period, the Group's revenue from its trading and sales of food and beverage business in Mainland China amounted to approximately HK\$4.4 million, representing a decrease of approximately 50.8% compared with approximately HK\$9.0 million for the Previous Period.

The decrease in revenue was principally attributable to the Group's continued streamlining of its participation in the food and beverage trading and sales segment during the Period. In view of the challenging market environment, the Group remained focused on preserving operational flexibility and prudently managing business risks. Accordingly, the level of operations in this segment during the Period was lower than that in the Previous Period, resulting in a decrease in revenue.

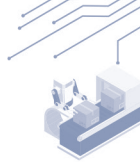
PROSPECTS

Looking ahead to the second half of 2026, the Group will continue to strengthen its core cold storage and related services operations while prudently extending its capabilities that build on its established expertise.

Cold storage and related services: strengthening core capabilities and enhancing competitiveness

Looking ahead, the Group will continue to consolidate its market-leading position in Hong Kong by its extensive industry experience and operational expertise accumulated over the years. In addition to serving its existing customer base, the Group is actively expanding its network of strategic partners in Mainland China with the aim of broadening its market reach and capturing operational synergies.





PROSPECTS (continued)

Cold storage and related services: strengthening core capabilities and enhancing competitiveness (continued)

The Group also continues to pursue the establishment of an integrated, end-to-end service ecosystem encompassing cold chain logistics, premium cold storage, and comprehensive unpacking and packaging services. To further enhance its value proposition and diversify the income streams of its existing storage and logistics business, the Group is actively exploring opportunities to integrate food procurement and distribution solutions into its service offerings.

This comprehensive supply chain capability and the provision of value-added services are expected to serve as key drivers in securing large-scale enterprise clients and fostering long-term partnerships. Management believes that such strategic partnerships will enhance the Group's overall competitiveness and resilience.

In parallel, the Group remains committed to advancing sustainable practices across its cold chain operations, including energy-efficient refrigeration upgrades, the exploration of low-carbon refrigerants, and the integration of renewable energy sourcing where feasible. These initiatives align with Hong Kong's carbon neutrality goals, enhance the Group's appeal to environmentally conscious clients, and support long-term cost optimisation.

Prudent exploration of new growth drivers

While the Group continues to strengthen the resilience of its existing businesses and operations, it is actively exploring opportunities to develop new growth drivers to diversify its revenue base and support sustainable growth.

By leveraging its core expertise in service and trading operations, the Group is actively evaluating new revenue streams arising from potential opportunities in AI-related solutions and services, which complement and extend its existing service capabilities.

Nevertheless, the Group remains committed to prudent financial management and disciplined capital allocation as it pursues these growth initiatives, while continuing to closely monitor market conditions and regulatory developments to safeguard the interests of its shareholders.





MANAGEMENT DISCUSSION AND ANALYSIS

PROSPECTS (continued)

Prudent exploration of new growth drivers (continued)

Going forward, the Group will continue to draw on its extensive industry expertise, consumer insights and market intelligence to refine its product and service offerings in response to evolving market conditions. While operating challenges and uncertainties are expected to persist, the Group remains committed to enhancing operational efficiency, reinforcing its competitive position, and pursuing opportunities that support sustainable long-term development. Management will continue to closely monitor market trends and evaluate potential collaboration and business opportunities with a view to creating sustainable value for the Group and its shareholders.

FINANCIAL REVIEW

Liquidity and financial resources

At 30 June 2026, the Group had bank and cash balances of approximately HK\$16.9 million (31 December 2025: approximately HK\$13.1 million), which were denominated in Hong Kong dollars (“HK\$”) and Renminbi (“RMB”) as to approximately 96.0% and 4.0% (31 December 2025: approximately 89.1% and 10.9%), respectively.

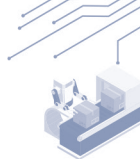
The Group monitors capital using a gearing ratio, which is calculated as total borrowings divided by total deficit. Total borrowings include bonds payables, convertible bonds and shareholder loan. The gearing ratio was approximately -119.4% as at 30 June 2026 (31 December 2025: approximately -156.7%). The decrease was primarily attributable to the increase in total deficit as a result of operating loss, which was partially offset by share subscription during the Period.

Bonds payables

In 2014 and 2015, the Company issued bonds with aggregate principal amount of HK\$100 million (the “Original Bonds”). The bonds bear interest at 6% per annum and are payable annually in arrears, up to the maturity date of the relevant bonds.

In 2023 and 2024, the Company agreed to issue the bonds (the “2023 Bonds”) and (the “2024 Bonds”) and bondholders agreed to accept the 2023 Bonds and 2024 Bonds in place of the Original Bonds in the principal amount of HK\$40 million and HK\$60 million, respectively.





FINANCIAL REVIEW (continued)

Liquidity and financial resources (continued)

Bonds payables (continued)

Certain of the 2023 Bonds and 2024 Bonds had matured and the Company has settled such bonds in the principal amount of HK\$17.5 million (year ended 31 December 2025: HK\$17.5 million) during the six months ended 30 June 2026. At 30 June 2026, the aggregate principal amount of bonds remaining outstanding was HK\$50.0 million (31 December 2025: HK\$67.5 million). As at 30 June 2026, except for one bond that matured on 10 June 2026, all remaining bonds are due between July and December 2026 (31 December 2025: January 2026 to August 2026). To ensure adequate working capital for daily operation, management is actively negotiating bond extensions with bondholders.

Convertible bonds

On 20 April 2025, the Company entered into three separate convertible bonds subscription agreements (the “CB Subscription Agreements”) with YuYu Future Investment Limited, Protoss Global Opportunities Fund and Providence Discovery Fund (collectively, the “CB Subscribers”) respectively. Each being an independent third party, pursuant to which each CB Subscriber conditionally agreed to subscribe for convertible bonds with a principal amount of HK\$15 million, for an aggregate principal amount of HK\$45 million (the “Convertible Bonds”). The Convertible Bonds bear interest at 6% per annum and carry a maturity of three years from the initial issue date, extendable to five years subject to the holder’s written consent. The holders are entitled to convert all or part of the principal amount into shares at an initial conversion price of HK\$0.4801 per share (as adjusted by share consolidation in July 2025). Based on this conversion price, a maximum of 93,730,472 conversion shares (as adjusted by share consolidation in July 2025) may be issued upon full exercise of the conversion rights attached to the Convertible Bonds, representing a maximum nominal value of approximately HK\$9.4 million.

On 21 July 2025, all conditions precedent under the CB Subscription Agreements were fulfilled and the Convertible Bonds were issued to the CB Subscribers accordingly. For further details, please refer to the announcements of the Company dated 21 April 2025 and 21 July 2025 and the circular of the Company dated 27 June 2025.





MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW (continued)

Liquidity and financial resources (continued)

Shareholder loan

In June 2026, the Company entered into a loan agreement with Liu Weitao, the ultimate beneficial owner of a shareholder of the Company, of HK\$20.0 million. The loan bears a fixed interest rate of 6% per annum, unsecured and repayable in June 2028.

In managing the liquidity risk, the Group monitors and maintains a level of bank and cash balances deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. The Group relies on funds generated from operations and fund raising activities.

With the amount of liquid assets on hand and unutilised loan facility, the management is of the view that the Group has sufficient financial resources to meet its ongoing operational needs.

Share capital structure

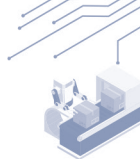
Pursuant to a subscription agreement dated 27 April 2026 entered into between the Company and the subscriber for the subscription of an aggregate of 5,802,208 subscription shares at the subscription price of HK\$2.00 per subscription share. The subscription of new shares was completed on 30 April 2026. An aggregate of 5,802,208 new shares were issued and allotted under general mandate at the subscription price of HK\$2.00 per subscription share. Particulars of the subscription of new shares were set out in the Company's announcements dated 27 April 2026 and 30 April 2026.

Save for the aforementioned share subscription in April 2026, there is no material change in the capital structure of the Company during the Period. At 30 June 2026, the total issued share capital of the Company was approximately HK\$5,062,000 (31 December 2025: HK\$4,481,000) divided into 50,615,455 ordinary shares (31 December 2025: 44,813,247 ordinary shares) with a par value of HK\$0.1 each. The capital of the Company comprises only ordinary shares.

The primary objective of the Group's capital management is to safeguard the Group's ability to continue as a going concern and to maintain healthy capital ratios in order to support its business and maximise the value of the shareholders of the Company. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions.

To maintain or adjust the capital structure, the Group may issue new shares, obtain bank and other borrowings, or sell assets to reduce debt.





FINANCIAL REVIEW (continued)

Exposure to fluctuations in exchange rates and related hedges

Monetary assets and liabilities of the Group are principally denominated in HK\$. The Directors consider the Group's exposure to exchange rate risks to be low.

The Group did not resort to any foreign currency hedging facilities during the Period. Nevertheless, the management will continue to monitor its foreign exchange exposure and will consider implementing appropriate hedging strategies for any significant foreign currency risks as they arise.

Charges on assets

At 30 June 2026, a bank provides the Group with banking facilities which represented guarantees provided in favour of the Group's cold storage business to the extent of HK\$3.5 million (31 December 2025: HK\$3.5 million) and are secured by bank deposits amounting to HK\$1.45 million (31 December 2025: HK\$1.7 million). At 30 June 2026, the utilised banking facilities in this regard was approximately HK\$1.4 million (31 December 2025: approximately HK\$1.4 million).

At 30 June 2026, the lease liabilities of the Group's cold storage warehouse were secured or guaranteed by (i) the cash deposit and corporate guarantee provided by the Company; and (ii) floating charges and share charges provided by certain subsidiaries of the Company, which amount to approximately HK\$107.0 million in aggregate (31 December 2025: approximately HK\$107.0 million).

At 30 June 2026, the carrying amount of motor vehicles of approximately HK\$0.4 million (31 December 2025: approximately HK\$0.5 million) was pledged as the lessors' charge over the leased assets to secure the lease liabilities of approximately HK\$0.4 million (31 December 2025: approximately HK\$0.5 million).

Material acquisitions and disposals of subsidiaries, associates and joint ventures

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





MANAGEMENT DISCUSSION AND ANALYSIS

FINANCIAL REVIEW (continued)

Significant investment

As at 30 June 2026 and 31 December 2025, the Group did not hold any significant investments with a value of over 5% of the total assets of the Group.

Future plans for material investments or capital assets

At 30 June 2026, the Group did not have any concrete future plans for material investments or capital assets.

Contingent liabilities

At 30 June 2026, the Group did not have any contingent liabilities (31 December 2025: nil).

EMPLOYMENT AND REMUNERATION POLICY

As of 30 June 2026, the Group employed 130 full-time employees in Hong Kong and nil in Mainland China (30 June 2025: approximately 130 Hong Kong employees and 20 Mainland China employees), reflecting targeted workforce adjustments to align with business needs amid economic pressures. Remuneration policies remain competitive, with packages comprising basic salaries, performance-based bonuses, contributions to Mandatory Provident Fund, medical insurance, meal allowances and professional tuition/training subsidies designed to attract and retain talent. Share options are granted to certain directors and eligible employees of the Group as an incentive to recognise their contributions under the share option scheme of the Company. Total staff related costs for the six months ended 30 June 2026 amounted to approximately HK\$23.1 million (six months ended 30 June 2025: approximately HK\$29.4 million).

In response to the challenging environment, the Group implemented extensive cost-control measures. These changes have not materially impacted day-to-day operations, as they focused on streamlining non-core roles while preserving essential expertise in cold storage and trading.

INTERIM DIVIDEND

The Board has resolved not to declare the payment of an interim dividend for the Period (Previous Period: nil).



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

SIX MONTHS ENDED 30 JUNE 2026



		Six months ended 30 June	
		2026	2025
	Notes	HK\$'000	HK\$'000
		(unaudited)	(unaudited)
Revenue	4		
– Provision of cold storage and related services		70,257	67,484
– Trading and sales of food and beverage		4,434	9,017
– Others		84	124
Total revenue		74,775	76,625
Cost of revenue		(66,361)	(72,774)
Gross profit		8,414	3,851
Other income	5	1,033	2,997
Other (losses)/gains, net	6	(151)	68
Reversal of impairment on trade and other receivables, net		137	132
Selling and distribution expenses		(4,330)	(4,646)
Administrative expenses		(19,755)	(18,095)
Finance costs	7	(19,878)	(21,237)
Loss before tax	8	(34,530)	(36,930)
Income tax expense	9	–	–
Loss for the period attributable to equity holders of the Company		(34,530)	(36,930)





CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

SIX MONTHS ENDED 30 JUNE 2026

	<i>Notes</i>	Six months ended 30 June	
		2026	2025
		HK\$'000 (unaudited)	HK\$'000 (unaudited)
Other comprehensive income			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of foreign operations		124	319
<i>Item that may not be reclassified subsequently to profit or loss:</i>			
Remeasurement of defined benefit obligations		12	(63)
Total other comprehensive income		136	256
Total comprehensive loss for the period attributable to equity holders of the Company		(34,394)	(36,674)
Loss per share attributable to equity holders of the Company	11		
Basic		(HK\$0.74)	(HK\$1.27)
Diluted		(HK\$0.74)	(HK\$1.27)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2026



		At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
	Notes		
Non-current assets			
Property, plant and equipment	12	2,387	2,724
Right-of-use assets	13	378,714	413,542
Goodwill		68	68
Rental deposits paid		14,731	14,191
Pledged bank deposits	14	1,450	1,700
		397,350	432,225
Current assets			
Inventories		145	528
Trade and other receivables, deposits and prepayments	15	24,742	39,011
Bank and cash balances		16,897	13,117
		41,784	52,656
Current liabilities			
Trade and other payables	16	19,497	15,968
Contract liabilities		4,721	5,193
Lease liabilities	17	60,346	58,440
Bonds payables	18	50,000	67,500
		134,564	147,101
Net current liabilities		(92,780)	(94,445)
Total assets less current liabilities		304,570	337,780





CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AT 30 JUNE 2026

		At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
	Notes		
Non-current liabilities			
Lease liabilities	17	334,375	365,155
Convertible bonds		35,991	35,991
Shareholder loan		20,000	—
Defined benefit obligations		2,961	2,689
		393,327	403,835
NET LIABILITIES		(88,757)	(66,055)
Capital and reserves			
Attributable to equity holders of the Company			
Share capital	19	5,062	4,481
Reserves		(93,819)	(70,536)
TOTAL DEFICITS		(88,757)	(66,055)



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

SIX MONTHS ENDED 30 JUNE 2026



	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000	Exchange reserve HK\$'000	Share option reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
At 1 January 2025 (audited)	2,901	381,060	66,094	(26)	3,944	(476,848)	(22,875)
Loss for the period	–	–	–	–	–	(36,930)	(36,930)
Other comprehensive income (losses):							
<i>Item that may be reclassified subsequently to profit or loss</i>							
Exchange differences on translation of foreign operations	–	–	–	319	–	–	319
<i>Item that may not be reclassified subsequently to profit or loss</i>							
Remeasurement of defined benefit obligations	–	–	–	–	–	(63)	(63)
Total other comprehensive income (losses) for the period	–	–	–	319	–	(63)	256
Total comprehensive income (losses) for the period	–	–	–	319	–	(36,993)	(36,674)
At 30 June 2025 (unaudited)	2,901	381,060	66,094	293	3,944	(513,841)	(59,549)





CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

SIX MONTHS ENDED 30 JUNE 2026

	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000	Exchange reserve HK\$'000	Convertible bond reserve HK\$'000	Share option reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
At 1 January 2026 (audited)	4,481	401,968	66,094	309	5,829	934	(545,670)	(66,055)
Loss for the period	-	-	-	-	-	-	(34,530)	(34,530)
Other comprehensive income:								
<i>Item that may be reclassified subsequently to profit or loss</i>								
Exchange differences on translation of foreign operations	-	-	-	124	-	-	-	124
<i>Item that may not be reclassified subsequently to profit or loss</i>								
Remeasurement of defined benefit obligations	-	-	-	-	-	-	12	12
Total other comprehensive income for the period	-	-	-	124	-	-	12	136
Total comprehensive income/(losses) for the period	-	-	-	124	-	-	(34,518)	(34,394)
Transactions with owners								
Issuance of new shares	581	11,240	-	-	-	-	-	11,821
Transaction costs attributable to issuance of new shares	-	(129)	-	-	-	-	-	(129)
Total transactions with owners	581	11,111	-	-	-	-	-	11,692
At 30 June 2026 (unaudited)	5,062	413,079	66,094	433	5,829	934	(580,188)	(88,757)



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

SIX MONTHS ENDED 30 JUNE 2026



	Six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Net cash from operating activities	22,779	24,832
INVESTING ACTIVITIES		
Additions in property, plant and equipment	(79)	(316)
Bank interest received	2	26
Proceeds from disposal of property, plant and equipment	–	110
Decrease in pledged bank deposits	250	–
Net cash generated from/(used in) investing activities	173	(180)
FINANCING ACTIVITIES		
Proceeds from the issuance of new shares	25,821	–
Payment of transaction costs on issuance of new shares	(129)	–
New shareholder loan raised	20,000	–
Repayments of bonds payables	(17,500)	(15,000)
Repayments of lease liabilities	(28,710)	(26,127)
Interest paid	(18,781)	(22,049)
Net cash used in financing activities	(19,299)	(63,176)
Net increase/(decrease) in cash and cash equivalents	3,653	(38,524)
Cash and cash equivalents at the beginning of the reporting period	13,117	59,765
Effect of exchange rate changes	127	314
Cash and cash equivalents at the end of the reporting period, represented by bank and cash balances	16,897	21,555





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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 (“HKAS”) 34 Interim Financial Reporting issued by the Hong Kong Institute of Certified Public Accountants (the “HKICPA”). The condensed consolidated financial statements do not include all the notes of the type normally included in annual consolidated financial statements. Accordingly, this condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards.

Going concern

The condensed consolidated financial statements have been prepared on the historical cost convention.

In preparing the condensed consolidated financial statements, the directors of the Company (the “Directors”) have given careful consideration to the future liquidity of the Group in light of the fact that the Group incurred a net loss of approximately HK\$34,530,000 for the six months ended 30 June 2026 and, as at that date, the Group’s current liabilities exceed its current assets by approximately HK\$92,780,000 and its total liabilities exceed its total assets by approximately HK\$88,757,000 as at 30 June 2026. The Group is exposed to liquidity risk if it is not able to raise sufficient funds to meet its financial obligations. The Directors considered that the net current liabilities and net liabilities positions of the Group as of 30 June 2026 were primarily due to the bonds payables amounting to HK\$50,000,000 which are due for repayment within twelve months after 30 June 2026.

The Directors are of the opinion that the Group will have sufficient working capital to finance its operations and to meet its financial obligations for at least the next twelve months from the date of the condensed consolidated statement of financial position, after taking into consideration the following:

- (1) the Group is negotiating with the bondholders, who have a history of extending the repayment schedules of the bonds payable by the Group, to further extend the repayment schedules;



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



1. BASIS OF PREPARATION (continued)

Going concern (continued)

- (2) the Group is actively negotiating with potential investors to secure new equity or debt financing to meet the Group's working capital and financial requirements in the near future;
- (3) the Group is actively expanding new service capabilities to enhance the revenue generation potential of its existing businesses; and
- (4) the Group is actively exploring diversification opportunities as an extension of its existing businesses and core expertise, to introduce new sources of revenue of the Group.

The Directors have carefully reviewed the cash flow projection of the Group covering a period of not less than the next twelve months from the date of the condensed consolidated statement of financial position of the Group prepared by management, on the basis that the above measures are successfully implemented. The Directors are of the opinion that, in the light of the measures taken to-date, together with the expected results of the other measures in progress, the Group will have sufficient financial resources to satisfy its future working capital and other financing requirements.

However, should the Group not be able to implement the above measures successfully, the Group may not have sufficient funds to operate as a going concern, in which case adjustments might have to be made to reduce the carrying values of the Group's assets to their recoverable amounts, to reclassify the non-current assets and non-current liabilities as current assets and current liabilities, respectively and to provide for any further liabilities which might arise.





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

2. PRINCIPAL ACCOUNTING POLICIES

Except for the adoption of amendments to HKFRS Accounting Standards, during the current reporting period the accounting policies applied in the condensed consolidated financial statements for the six months ended 30 June 2026 are consistent with those presented in the Group's annual financial statements for the year ended 31 December 2025.

Adoption of new and amendments to HKFRS Accounting Standards

In the current reporting period, the Group has adopted the following amendments to HKFRS Accounting Standards, for the first time, which are mandatorily effective for the annual period beginning on or after 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	Amendments to Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7	Annual Improvements to HKFRS Accounting Standards – Volume 11

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

The Group has not early adopted any new and amended HKFRS Accounting Standards that have been issued but are not yet effective for the current reporting period.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



3. SEGMENT INFORMATION

The executive Director has been identified as the chief operating decision maker to evaluate the performance of operating segments and to allocate resources to those segments.

Based on risks and returns and the Group's internal financial reporting, the executive Director considers that the operating segments of the Group comprise:

- (i) Cold storage and related services in Hong Kong; and
- (ii) Trading and sales of food and beverage in the People's Republic of China (the "PRC") and Hong Kong.

In addition, the executive Director considers that the Group's place of domicile is Hong Kong, where the central management and control is located.

Segment revenue and results

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

Six months ended 30 June 2026 (unaudited)

	Cold storage and related services HK\$'000	Trading and sales of food and beverage HK\$'000	Consolidated HK\$'000
Segment revenue	70,257	4,434	74,691
Segment results	(14,588)	(2,385)	(16,973)
Unallocated other revenue			84
Unallocated other income			21
Unallocated other gains, net			5
Unallocated recovery of loss allowance on other receivables			56
Unallocated finance costs			(4,493)
Unallocated expenses			(13,230)
Loss before tax			(34,530)





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

3. SEGMENT INFORMATION (continued)

Segment revenue and results (continued)

Six months ended 30 June 2025 (unaudited)

	Cold storage and related services HK\$'000	Trading and sales of food and beverage HK\$'000	Consolidated HK\$'000
Segment revenue	67,484	9,017	76,501
Segment results	(24,528)	(2,225)	(26,753)
Unallocated other revenue			124
Unallocated other income			31
Unallocated other losses, net			(43)
Unallocated finance costs			(2,486)
Unallocated expenses			(7,803)
Loss before tax			(36,930)

Segment results, which are the measures reported to the chief operating decision maker for the purposes of resources allocation and assessment of segment performance, represent the profit earned or loss incurred by each segment without allocation of certain other revenue, other income, central administration costs (including certain auditor's remuneration, certain depreciation of right-of-use assets and property, plant and equipment and directors' remuneration) and certain finance costs and if applicable, certain other gains and losses, net.

Geographical information

The Group's operations are located in Hong Kong and the PRC.

Information about the Group's revenue from external customers by geographical locations is set forth below:



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



3. SEGMENT INFORMATION (continued) Geographical information (continued)

	Six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Hong Kong	70,341	67,616
The PRC	4,434	9,009
	74,775	76,625

Segment assets and liabilities

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

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Assets		
Cold storage and related services	426,930	448,693
Trading and sales of food and beverage	2,626	5,710
Total segment assets	429,556	454,403
Unallocated assets	9,578	30,478
Consolidated assets	439,134	484,881
Liabilities		
Cold storage and related services	407,684	434,410
Trading and sales of food and beverage	334	1,343
Total segment liabilities	408,018	435,753
Unallocated liabilities	119,873	115,183
Consolidated liabilities	527,891	550,936





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

4. REVENUE

Revenue is analysed by categories as follows:

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
<i>Revenue from contracts with customers within HKFRS 15</i>		
Provision of cold storage and related services		
– Cold storage services	61,278	58,818
– Handling services	1,201	884
– Logistic services	7,778	7,782
	70,257	67,484
Trading and sales of food and beverage	4,434	9,017
	74,691	76,501
Other revenue	84	124
Total revenue	74,775	76,625

	Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Timing of revenue recognition		
At a point in time	4,434	9,017
Over time	70,257	67,484
	74,691	76,501



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



5. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	HK\$'000 (unaudited)	HK\$'000 (unaudited)
Imputed interest income on rental deposits paid	538	487
Interest income from bank deposits	2	26
Other services income	457	2,455
Sundry income	36	29
	1,033	2,997

6. OTHER (LOSSES)/GAINS, NET

	Six months ended 30 June	
	2026	2025
	HK\$'000 (unaudited)	HK\$'000 (unaudited)
Exchange losses, net	—	(78)
Gains on disposal/write-off of property, plant and equipment, net	6	110
Others	(162)	—
Recovery of loan receivables	5	36
	(151)	68





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

7. FINANCE COSTS

	Six months ended 30 June	
	2026	2025
	HK\$'000 (unaudited)	HK\$'000 (unaudited)
Interest expense on a bank borrowing	—	1,323
Interest expense on bonds payables	1,764	2,475
Interest expense on convertible bonds	2,629	—
Interest expense on lease liabilities	15,477	17,388
Interest expense on defined benefit obligations	8	51
	19,878	21,237

8. LOSS BEFORE TAX

This is stated after charging:

	Six months ended 30 June	
	2026	2025
	HK\$'000 (unaudited)	HK\$'000 (unaudited)
Depreciation of property, plant and equipment	414	613
Depreciation of right-of-use assets	34,667	34,057



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



9. INCOME TAX EXPENSES

Hong Kong Profits Tax

Hong Kong Profits Tax at the rate of 16.5% has not been provided as certain Group entities' estimated assessable profits were absorbed by unrelieved tax losses brought forward from previous years and certain Group's entities incurred losses for taxation purposes in Hong Kong for the six months ended 30 June 2026 and 2025.

Income taxes outside Hong Kong

The Company and its subsidiaries established in Bermuda and the British Virgin Islands respectively are exempted from the enterprise income tax of their respective jurisdictions.

The Group's operations in the PRC are subject to the PRC's enterprise income tax at 25% (six months ended 30 June 2025: 25%).

10. DIVIDEND

No dividends were paid, declared or proposed during the six months ended 30 June 2026 (six months ended 30 June 2025: nil). The Directors have determined that no dividend will be paid in respect of the current interim period (six months ended 30 June 2025: nil).





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

11. LOSS PER SHARE

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

	Six months ended 30 June	
	2026 HK\$'000 (unaudited)	2025 HK\$'000 (unaudited)
Loss for the period attributable to equity holders of the Company	(34,530)	(36,930)
<i>Number of shares</i>	<i>'000</i>	<i>'000</i>
Weighted average number of ordinary shares (Note a)	46,801	29,011

Notes:

- (a) The weighted average number of ordinary shares for the purpose of calculating basic loss per share for the six months ended 30 June 2025 has been adjusted, taking into account the share consolidation on 16 July 2025.

For the six months ended 30 June 2026, the Company's dilutive potential shares comprise shares to be issued under convertible bonds and share option scheme (six months ended 30 June 2025: share option scheme). The potential ordinary shares were not included in the calculation of the diluted loss per share as they are anti-dilutive. Accordingly, diluted loss per share for the six months ended 30 June 2026 and 2025 is the same as basic loss per share.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



12. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired property, plant and equipment of approximately HK\$79,000 (six months ended 30 June 2025: approximately HK\$316,000) and disposed of certain items of property, plant and equipment with a carrying amount of approximately HK\$1,000 for proceeds of less than HK\$1,000, resulting in no gain or loss on disposal of property, plant and equipment (six months ended 30 June 2025: disposed of certain items of property, plant and equipment with nil carrying amount for proceeds of approximately HK\$110,000, resulting in a gain on disposal of approximately HK\$110,000).

13. RIGHT-OF-USE ASSETS

	Cold storage warehouse HK\$'000	Offices HK\$'000	Motor vehicles HK\$'000	Total HK\$'000
Reconciliation of carrying amount – six months ended 30 June 2025 (unaudited)				
At 1 January 2025 (audited)	475,416	1,182	705	477,303
Depreciation	(33,369)	(586)	(102)	(34,057)
Exchange realignments	–	20	–	20
At 30 June 2025 (unaudited)	442,047	616	603	443,266
Reconciliation of carrying amount – six months ended 30 June 2026 (unaudited)				
At 1 January 2026 (audited)	408,678	4,364	500	413,542
Disposal	–	(170)	–	(170)
Depreciation	(33,369)	(1,196)	(102)	(34,667)
Exchange realignments	–	9	–	9
At 30 June 2026 (unaudited)	375,309	3,007	398	378,714





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

13. RIGHT-OF-USE ASSETS (continued)

The total cash outflow for leases was approximately HK\$44,187,000 (six months ended 30 June 2025: approximately HK\$43,533,000) for the six months ended 30 June 2026.

At 30 June 2026, the carrying amount of motor vehicles of approximately HK\$398,000 (31 December 2025: approximately HK\$500,000) were pledged as the lessors' charge over the leased assets to secure the lease liabilities of approximately HK\$394,000 (31 December 2025: approximately HK\$484,000).

14. PLEDGED BANK DEPOSITS

At 30 June 2026, a bank provides the Group with banking facilities which represented guarantees provided in favour of the Group's cold storage business to the extent of HK\$3,500,000 (31 December 2025: HK\$3,500,000) and are secured by bank deposits amounting to HK\$1,450,000 (31 December 2025: HK\$1,700,000). At 30 June 2026, the utilised banking facilities in this regard was HK\$1,410,000 (31 December 2025: HK\$1,410,000).

15. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

At 30 June 2026, included in trade and other receivables, deposits and prepayments are trade receivables, net of allowances, of approximately HK\$20,161,000 (31 December 2025: approximately HK\$19,271,000).



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



15. TRADE AND OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS (continued)

The Group does not allow any credit period to its trade debtors except for certain customers who are granted credit period ranged from 30 to 60 days. At the end of the reporting period, the ageing analysis of the trade receivables (net of loss allowances) by invoice date is as follows:

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Within 30 days	11,593	12,973
31 to 60 days	4,099	4,476
61 to 90 days	2,077	630
91 to 120 days	1,088	106
More than 120 days	1,304	1,086
	20,161	19,271

At 30 June 2026, included in the carrying amounts of trade receivables are loss allowances of approximately HK\$80,000 (31 December 2025: approximately HK\$161,000).





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

16. TRADE AND OTHER PAYABLES

At 30 June 2026, included in trade and other payables are trade payables of approximately HK\$2,846,000 (31 December 2025: approximately HK\$3,003,000).

Except for certain trade creditors who allowed the Group with 30 days credit period, no credit period is generally allowed by trade creditors and no interest is charged by trade creditors. At the end of the reporting period, the ageing analysis of the trade payables by invoice date is as follows:

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Within 30 days	1,977	2,096
31 to 60 days	476	616
61 to 90 days	286	283
91 to 120 days	3	1
More than 120 days	104	7
	2,846	3,003



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



17. LEASE LIABILITIES

	At 30 June 2026 HK\$'000 (unaudited)	At 31 December 2025 HK\$'000 (audited)
Lease liabilities payable:		
Within one year	60,346	58,440
Within a period more than one year but not exceeding two years	63,721	62,535
Within a period more than two years but not exceeding five years	218,685	210,700
Over five years	51,969	91,920
	394,721	423,595
Less: Amount due for settlement within twelve months shown under current liabilities	(60,346)	(58,440)
Amount due for settlement over twelve months shown under non-current liabilities	334,375	365,155

18. BONDS PAYABLES

The bonds payables bear interest at 6% per annum and payable annually in arrears, up to the maturity date of the relevant bonds. As at 30 June 2026, except for one bond that matured on 10 June 2026, all remaining bonds are due between July and December 2026 (31 December 2025: January 2026 to August 2026).





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

19. SHARE CAPITAL

	Number of shares (unaudited) '000	Ordinary shares of HK\$0.10 each (unaudited) HK\$'000
Authorised:		
At 31 December 2025, 1 January 2026 and 30 June 2026	6,000,000	600,000
Issued and fully paid:		
At 31 December 2025 and 1 January 2026	44,813	4,481
Share subscription (<i>Note a</i>)	5,802	581
At 30 June 2026	50,615	5,062

All the shares issued by the Company rank pari passu and do not carry pre-emptive rights.

Note a

On 27 April 2026, the Company entered into a subscription agreement with China Agricultural Science International Holding Co., Limited (the “Subscriber”), pursuant to which the Subscriber conditionally agreed to subscribe for 5,802,208 subscription shares at a subscription price of HK\$2.0 per subscription share under the general mandate. The subscription of new shares was completed on 30 April 2026.

20. SHARE OPTION SCHEME

2025 Scheme

At the annual general meeting of the Company held on 29 May 2025, an ordinary resolution was approved by the shareholders for the adoption of a new share option scheme (the “2025 Scheme”) and is effective for a period of 10 years commencing on the adoption date of 30 May 2025 (the “Adoption Date”).

The 2015 Scheme (as defined below) was terminated upon the adoption of the 2025 Scheme. Apart from the 2025 Scheme, the Group has no other share schemes as at the end of reporting period.

No share option was granted under the 2025 Scheme during the six months ended 30 June 2026.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



20. SHARE OPTION SCHEME (continued)

2025 Scheme (continued)

(a) Outstanding options under the 2025 Scheme

At 30 June 2026

Grantees	Note	Date of Grant	Exercise price per share HK\$	Closing price immediately before the date of grant HK\$	Exercise period	Number of share options					
						Outstanding at 1 January 2026	Granted during the period	Exercised during the period	Cancelled during the period	Lapsed during the period	Outstanding at 30 June 2026
Category 1: Director											
He Xinyu	1, 2	31 December 2025	2.00	1.86	31 December 2026 to 30 December 2035	322,344	–	–	–	–	322,344
Category 3: Employees											
Other employee participants	1, 2	31 December 2025	2.00	1.86	31 December 2026 to 30 December 2035	2,578,760	–	–	–	–	2,578,760
						2,901,104	–	–	–	–	2,901,104

Note:

- The vesting period of the options was from the date of grant till commencement of its exercise period, which would be from 31 December 2025 to 30 December 2026. There are no performance targets relating to the performance of the Group under the share option scheme. The option period during which the options may be exercised is the period from 31 December 2026 to 30 December 2035 (subject to the provisions for early termination of the 2025 Scheme). The date of grant was 31 December 2025. The weighted average closing price of the shares immediately before the vesting was approximately HK\$1.86 per share.
- There is no performance target or clawback mechanism attached to the options granted.

The options are subject to the terms of the 2025 Scheme which provides for circumstances under which the option shall lapse in the event that the grantees cease to be eligible participants of the Company or commit a breach of the scheme rules under the 2025 Scheme. Notwithstanding the absence of the performance target and clawback mechanism, the nomination committee and remuneration committee of the Company consider that the grant of the options could incentivise the grantees to strive for the future development of the Company, which is in line with the purpose of the 2025 Scheme.





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

20. SHARE OPTION SCHEME (continued)

2025 Scheme (continued)

(b) Fair value of options

The fair value of outstanding share options granted on 31 December 2025 are calculated using the Binomial Option Pricing Model, with the following key inputs:

	Date of grant 31 December 2025
Fair value – Category 1	HK\$1.22
– Category 3	HK\$0.99
Share price immediately before the grant date	HK\$1.86
Share price at grant date	HK\$1.90
Exercise price	HK\$2.00
Expected volatility	80.12%
Risk-free interest rate	3.19%
Expected dividends	Nil

The expected volatility was determined using the historical volatility of the Company's share prices. The values of the above share options vary with different variables of certain subjective assumptions in regard to the limitation of calculation model applied.

2015 Scheme

The Company adopted a share option scheme (the "2015 Scheme") on 2 June 2015, under which the Board of Directors may, at its discretion, grant share options to any eligible participant to subscribe for ordinary shares of the Company subject to the terms and conditions stipulated therein.

The 2015 Scheme was terminated and replaced by the 2025 Scheme on 30 May 2025. No further options can be granted thereunder.

Share options granted during the life of the 2015 Scheme and remain unexpired prior to the termination of the 2015 Scheme continue to be exercisable in accordance with their terms of issue after the termination of the 2015 Scheme.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



20. SHARE OPTION SCHEME (continued)

2015 Scheme (continued)

At 30 June 2026, there are outstanding 580,220 share options, entitling the holders thereof to convert into an aggregate of 580,220 shares at the time upon exercise of the share options. Details of which were disclosed in paragraph (a) below.

(a) Outstanding options under the 2015 Scheme

At 30 June 2026 (unaudited)

						Number of share options					
Grantees	Notes	Date of grant	Exercise price per share HK\$	Closing price immediately before the date of grant HK\$	Exercise period	Outstanding at	Granted during	Exercised during	Cancelled during	Lapsed during	Outstanding at
						1 January 2026	the period	the period	the period	the period	30 June 2026
Employees											
Five highest paid individuals during 2021 (excluding Directors)	1, 3, 4, 5	30 April 2021	3.9	3.7	1 January 2022 to 29 April 2031	290,110	–	–	–	–	290,110
– In aggregate											
Five highest paid individuals during 2022 (excluding Directors)	2, 3, 5	4 May 2022	1.92	1.88	1 January 2023 to 3 May 2032	290,110	–	–	–	–	290,110
Total						580,220	–	–	–	–	580,220





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

20. SHARE OPTION SCHEME (continued)

2015 Scheme (continued)

(a) Outstanding options under the 2015 Scheme (continued)

At 30 June 2025 (unaudited)

						Number of share options					
Grantees	Notes	Date of grant	Exercise price per share HK\$	Closing price immediately before the date of grant HK\$	Exercise period	Outstanding at	Granted	Exercised	Cancelled	Lapsed	Outstanding at
						1 January 2025	during the period	during the period	during the period	during the period	30 June 2025
Category 1:											
Directors											
Fung Pak Kai	1, 3, 4, 5	30 April 2021	0.39	0.37	1 January 2022 to 29 April 2031	2,901,104	–	–	–	–	2,901,104
	2, 3, 5	4 May 2022	0.192	0.188	1 January 2023 to 3 May 2032	2,901,104	–	–	–	–	2,901,104
Ho Hon Chung, Ivan	1, 3, 4, 5	30 April 2021	0.39	0.37	1 January 2022 to 29 April 2031	2,901,104	–	–	–	–	2,901,104
	2, 3, 5	4 May 2022	0.192	0.188	1 January 2023 to 3 May 2032	2,901,104	–	–	–	–	2,901,104
Sub-total:						11,604,416	–	–	–	–	11,604,416
Category 2:											
Employees											
Five highest paid individuals during 2021 (excluding Directors) – In aggregate	1, 3, 4, 5	30 April 2021	0.39	0.37	1 January 2022 to 29 April 2031	5,802,208	–	–	–	–	5,802,208
Five highest paid individuals during 2022 (excluding Directors)	2, 3, 5	4 May 2022	0.192	0.188	1 January 2023 to 3 May 2032	5,802,208	–	–	–	–	5,802,208
Sub-total:						11,604,416	–	–	–	–	11,604,416
Total:						23,208,832	–	–	–	–	23,208,832



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



20. SHARE OPTION SCHEME (continued)

2015 Scheme (continued)

(a) Outstanding options under the 2015 Scheme (continued)

Notes:

1. The vesting period of the options was from the date of grant till commencement of its exercise period, which would be from 30 April 2021 to 31 December 2021. The performance targets relate to the performance of the Group and the performance targets have been achieved. The option period during which the options may be exercised is the period from 1 January 2022 to 29 April 2031 (subject to the provisions for early termination of the 2015 Scheme and the achievement of performance target to be determined from time to time at the absolute discretion of the Board of Directors). The date of grant was 30 April 2021. The weighted average closing price of the shares immediately before the vesting was approximately HK\$0.37 per share as adjusted by the 2022 Capital Reorganisation (adjusted to approximately HK\$3.70 per share following the Share Consolidation (as defined in Note 23(a)) on 16 July 2025).
2. The vesting period of the options was from the date of grant till commencement of its exercise period, which would be from 4 May 2022 to 31 December 2022. The performance targets relate to the performance of the Group and the performance targets have been achieved. The option period during which the options may be exercised is the period from 1 January 2023 to 3 May 2032 (subject to the provisions for early termination of the 2015 Scheme and the achievement of performance target to be determined from time to time at the absolute discretion of the Board of Directors). The date of grant was 4 May 2022. The weighted average closing price of the shares immediately before the vesting was approximately HK\$0.179 per share (adjusted to approximately HK\$1.79 per share following the Share Consolidation (as defined in Note 23(a)) on 16 July 2025).
3. All grantees shown in this table are employees of the Group working under employment contracts that are regarded as “continuous contracts” for the purposes of the Employment Ordinance (Chapter 57 of the Laws of Hong Kong).
4. The adjustments in relation to the outstanding share options have been made upon the 2022 Capital Reorganisation on the exercise price and the closing price immediately before the date of grant.

Details of the 2022 Capital Reorganisation are set out in the Company’s announcements dated 31 January 2022, 10 February 2022, 8 March 2022 and 22 March 2022 and the Company’s circular dated 25 February 2022.





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

20. SHARE OPTION SCHEME (continued)

2015 Scheme (continued)

(a) Outstanding options under the 2015 Scheme (continued)

Notes: (continued)

5. Subsequent to the reporting period, pursuant to the terms of share option scheme, the adjustments in relation to the outstanding share options to be made upon Share Consolidation (as defined in Note 23(a)) became effective on 16 July 2025, the adjusted exercise price, closing price and number of outstanding share options as follows:

Date of grant	Exercise period	Exercise price per consolidated share	Closing price immediately before the date of grant	Number of consolidated shares to be issued upon full exercise of the outstanding share options
30 April 2021	1 January 2022 to 29 April 2031	HK\$3.90	HK\$3.70	1,160,440
4 May 2022	1 January 2023 to 3 May 2032	HK\$1.92	HK\$1.88	1,160,440

Details of adjustment to the share options are set out in the Company's announcement dated 14 July 2025.

6. Mr. Ho Hon Chung, Ivan retired as an Executive Director of the Company on 30 May 2025.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



20. SHARE OPTION SCHEME (continued)

2015 Scheme (continued)

(b) Fair value of options

The fair value of outstanding share options granted on 4 May 2022 and 30 April 2021 are calculated using the Binomial Option Pricing Model, with the following key inputs:

	Date of grant	
	4 May 2022	30 April 2021
Fair value – Category 1	HK\$0.12	HK\$0.24*
– Category 2	HK\$0.11	HK\$0.21*
Share price immediately before the grant date	HK\$0.188	HK\$0.37*
Share price at grant date	HK\$0.188	HK\$0.39*
Exercise price	HK\$0.192	HK\$0.39*
Expected volatility	72.33%	71.63%
Risk-free interest rate	3.08%	1.42%
Expected dividends	Nil	Nil

* The adjustments in relation to the outstanding share options have been made upon the 2022 Capital Reorganisation on the exercise price and other key inputs.

The expected volatility was determined using the historical volatility of the Company's share prices. The values of the above share options vary with different variables of certain subjective assumptions in regard to the limitation of calculation model applied.

During the six months ended 30 June 2026 and 2025, there was no share option granted.





NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026

21. FAIR VALUE MEASUREMENTS

(a) Assets and liabilities measured at fair value

At 30 June 2026 and 31 December 2025, no financial assets and financial liabilities were measured at fair value.

(b) Assets and liabilities not measured at fair value

The carrying amounts of financial assets and liabilities measured at amortised cost are carried at amounts not materially different from their fair values at 30 June 2026 and 31 December 2025.

22. RELATED PARTY TRANSACTIONS

Other than as disclosed elsewhere in the condensed consolidated financial statements, the Group had the following transactions with related parties.

Key management's remuneration, including directors' remuneration

	Six months ended 30 June	
	2026	2025
	HK\$'000 (unaudited)	HK\$'000 (unaudited)
Salaries, allowances and other short-term employee benefits	1,531	4,040
Contributions to defined contribution plans	71	98
Expenses arising from defined benefit obligations	—	32
	1,602	4,170



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2026



23. EVENTS AFTER THE REPORTING PERIOD

(1) Share Subscription

On 29 July 2026, the Company entered into a subscription agreement with Victoria Sight Capital Group Limited, pursuant to which Victoria Sight Capital Group Limited conditionally agreed to subscribe for, and the Company conditionally agreed to allot and issue, 10,000,000 subscription shares at a subscription price of HK\$1.0 per subscription share under the general mandate. The subscription of new shares was completed on 10 August 2026.

(2) Conversion of convertible bonds

On 25 August 2026, the Company received conversion notices from four holders of the convertible bonds in respect of the exercise of the conversion rights attaching thereto. Pursuant to such conversion notices, convertible bonds with an aggregate principal amount of approximately HK\$30.3 million were converted at a conversion price of HK\$0.4801 per share. On 26 August 2026, the Company allotted and issued an aggregate of 63,075,000 new shares accordingly.





OTHER INFORMATION

DISCLOSURE OF INTERESTS

Interests of Directors

As at 30 June 2026, save as disclosed below, none of the Company's Directors or chief executives of the Company nor their respective associates had any interests and short positions in any shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance ("SFO")), which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they are taken or deemed to have under such provision of the SFO), or which were required to be entered in the register maintained by the Company pursuant to Section 352 of the SFO, or which were otherwise required to notify the Company and the Stock Exchange pursuant to Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Listing Rules.

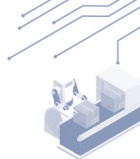
Long positions in the shares and underlying shares of the Company:

Name of Director	Capacity/ nature of interest	Number of shares held (Note 1)	Number of share options held (Note 2)	Total interests	Approximate percentage of total issued share capital (Note 2)
He Xinyu	Beneficial Owner	—	322,344	322,344	0.64%

Notes:

1. Details of share options held by the Directors are stated in the section "Share Option Scheme".
2. The percentages are calculated based on the total number of shares of the Company in issue as at 30 June 2026 which was 50,615,455.





DISCLOSURE OF INTERESTS (continued)

Share Option Scheme

At the annual general meeting of the Company held on 29 May 2025, an ordinary resolution was approved by the Shareholders for the adoption of a new share option scheme (the “2025 Scheme”) and is effective for a period of 10 years commencing on the adoption date of 30 May 2025. The old share option scheme adopted on 2 June 2015 (the “2015 Scheme”) was terminated upon the adoption of the 2025 Scheme. Apart from the 2025 Scheme, the Group has no other share schemes under Chapter 17 of the Listing Rules as at the end of reporting period and as at the date of this Interim Report.

The 2015 Scheme was terminated and replaced by the 2025 Scheme on 30 May 2025. No further share options may be granted under the 2015 Scheme. Share options granted under the 2015 Scheme will remain valid and exercisable in accordance with their terms of the grants and the rules of the 2015 Scheme. The 2015 Scheme was terminated on 30 May 2025. Accordingly, no options were available for grant at the beginning of, and during, the Period. In addition, no further options can be granted thereunder. Given that no share option has been granted during the Period, it is not applicable for the Company to set out the number of Shares that may be issued in respect of the share options granted under the 2015 Scheme during the Period divided by the weighted average number of Shares of the relevant class in issue (excluding Treasury Shares, if any) for the Period. The total number of shares available for issue under the 2015 Scheme was 580,220, representing approximately 0.47% of the total issued Shares as at the date of this report.





OTHER INFORMATION

DISCLOSURE OF INTERESTS (continued)

Share Option Scheme (continued)

As at 1 January 2026 and 30 June 2026, the number of share options available for grant under the 2025 Scheme was nil and nil. The service provider sublimit was nil as at 1 January 2026 and nil as at 30 June 2026. No share options were granted during the six months ended 30 June 2026. Given that no share option has been granted during the Period, it is not applicable for the Company to set out the number of Shares that may be issued in respect of the share options granted under the 2025 Scheme during the Period divided by the weighted average number of Shares of the relevant class in issue (excluding Treasury Shares, if any) for the Period. The total number of shares available for issue under the 2025 Scheme was 2,901,104, representing approximately 2.35% of the total issued Shares as at the date of this report.

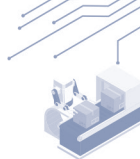
Summary of the 2015 Scheme and the 2025 Scheme as required to be disclosed under Chapter 17 of the Listing Rules are set out in Note 20 to the condensed consolidated financial statements.

Apart from the 2015 Scheme and the 2025 Scheme, at no time during the current interim period and up to the date of this Interim Report, the Company or any associated corporation was a party to any arrangement to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate, and none of the Directors, or their spouses or children under the age 18, had any right to subscribe for the shares in, or debentures of, the Company, or had exercised any such rights.

Interests of substantial shareholders

As at 30 June 2026, save as disclosed below, so far as is known to the Company's Directors and chief executives of the Company, no person (other than the Company's Director or a chief executive of the Company) had interests or short positions in any shares or underlying shares of the Company which will fall to be disclosed to the Company and the Stock Exchange under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which are recorded in the register of interests required to be kept by the Company under Section 336 of the SFO and no person (other than the Company's Director or a chief executive of the Company), had an interest or short position in any shares or underlying shares of the Company, who is expected, directly or indirectly, to be interested in 10% or more of the nominal value of any class of share capital carrying rights to vote in all circumstances at general meetings of any other member of the Group or has any options in respect of such capital.





DISCLOSURE OF INTERESTS (continued)

Interests of substantial shareholders (continued)

Long positions in the shares of the Company:

		Number of Shares	Number of underlying Shares	Approximate percentage of total issued share capital
Providence Discovery Fund (notes 1 & 5)	Beneficial owner	–	47,906,686	94.65%
Protoss Global Opportunities Fund (notes 2 & 5)	Beneficial owner	–	31,243,491	61.73%
Mr. Li Yuhang (notes 3 & 5)	Beneficial owner	–	10,414,497	20.58%
Mr. Bi Wei (notes 2 & 5)	Beneficial owner	2,901,104	4,165,799	13.96%
China Agricultural Science International Holding Co., Limited	Beneficial owner	5,802,208	–	11.46%
China Hangfang Health Holdings Co., Limited	Beneficial owner	5,000,000	–	9.88%
Great Virtue Holding Limited (note 4)	Beneficial owner	4,688,000	–	9.26%
Providence Capital Group Limited (note 1)	Beneficial owner	2,901,103	–	5.73%
Voyage Capital Holdings Limited (notes 3 & 5)	Beneficial owner	1,500,000	–	2.96%

Notes:

1. The investment manager of Providence Discovery Fund is Providence Capital Group Limited.
2. The ultimate beneficial owner of Protoss Global Opportunities Fund is Mr. Bi Wei.
3. The ultimate beneficial owner of Voyage Capital Holdings Limited is Mr. Li Yuhang. To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, Mr. Li Yuhang is one of the CB holders, who directly holds the Convertible Bonds which can be converted into 10,414,497 Shares.
4. The entire issued share capital of Great Virtue Holding Limited ("Great Virtue") is beneficially owned by Mr. William Waileung Kong, and therefore, Mr. William Waileung Kong is deemed to be interested in the same number of Shares in which Great Virtue is interested under provisions of the SFO.





OTHER INFORMATION

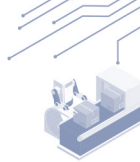
DISCLOSURE OF INTERESTS (continued)

Interests of substantial shareholders (continued)

Notes: (continued)

5. Pursuant to the terms of the Convertible Bonds, the Company is not obliged to adjust the conversion price or issue Shares in satisfaction of the conversion rights attached to the Convertible Bonds in breach of the Company's obligations under the Listing Rules (including but not limited to the minimum public float requirement of the Listing Rules) or in breach of the Takeovers Code. Accordingly, the conversion of the Convertible Bonds is subject to the conditions that the conversion will not result in any breach of the minimum public float requirements under Rule 8.08(1)(a) of the Listing Rules or the Takeovers Code. The Convertible Bonds will not be converted if it results or will result in the holders of the Convertible Bonds (or any of its parties acting in concert with it within the meaning of the Takeovers Code) being obliged to make a mandatory offer for all the Shares under the Takeovers Code unless (i) the mandatory offer obligations under the Takeovers Code have been complied with; or (ii) prior approval or waiver from the Executive of the Securities and Futures Commission, and (where so required) approval of the whitewash waiver by the Shareholders, have been obtained in accordance with the requirements of the Takeovers Code (and where any conditions to which such approval or waiver is subject are duly complied with).
6. The percentages are calculated based on the total number of shares of the Company in issue as at 30 June 2026 which was 50,615,455.





CONNECTED TRANSACTIONS AND CONTINUING CONNECTED TRANSACTIONS

The Company did not have any discloseable non-exempted connected transactions or non-exempted continuing connected transactions under the Listing Rules during the six months ended 30 June 2026 and up to the date of this Interim Report.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares) during the Period. The Company did not hold any treasury shares as at 30 June 2026.

SUBSCRIPTION OF NEW SHARES

Subscription of new shares in October 2025 under Specific Mandate

Reference is made to the announcements of the Company dated 31 October 2025 and 31 December 2025, and the Company's circular dated 5 December 2025.

On 31 October 2025, the Company entered into separate subscription agreements with the three subscribers, namely (i) China Aviation Development Limited; (ii) Voyage Capital Holdings Limited; and (iii) Hong Kong Gold and Jewelry Accessories Group Limited, pursuant to which the subscribers have conditionally agreed to subscribe for, and the Company has conditionally agreed to allot and issue, (i) 2,500,000; (ii) 2,500,000; and (iii) 5,000,000 subscription shares respectively, a total of 10,000,000 subscription shares at the subscription price of HK\$2.00 per subscription share. The subscription shares rank pari passu in all respects among themselves and with the shares in issue on the date of allotment and issue of the subscription shares.





OTHER INFORMATION

SUBSCRIPTION OF NEW SHARES (continued)

Subscription of new shares in October 2025 under Specific Mandate (continued)

The subscription was completed on 31 December 2025. An aggregate of 10,000,000 new shares were issued and allotted under the specific mandate at the subscription price of HK\$2.00 per subscription share.

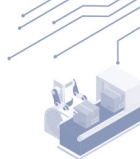
The gross proceeds and net proceeds of the subscription are HK\$20 million and approximately HK\$19.72 million, respectively. The net subscription price, after deduction of relevant expenses, is approximately HK\$1.97 per subscription share. The aggregate nominal value of the subscription shares was HK\$1,000,000 and the market value of the subscription shares is approximately HK\$20.5 million, based on the closing price of HK\$2.05 per share as quoted on the Stock Exchange on 31 October 2025, being the date of the subscription agreements.

The following table sets forth a breakdown of the use of the net proceeds for the Period:

	Allocation of net proceeds <i>HK\$ million</i>	Unutilised as at 31 December 2025 <i>HK\$ million</i>	Utilised during Period <i>HK\$ million</i>	Unutilised as at 30 June 2026 <i>HK\$ million</i>	Expected time of full utilisation of the remaining balance
Intended use of net proceeds					
(i) Repayment of bonds	15.00	15.00	15.00	–	N/A
(ii) General working capital	4.72	4.72	0.19 (<i>note 1</i>)	4.53	December 2026
	19.72	19.72	15.19	4.53	

Note 1: Utilised for other office and miscellaneous expenses





SUBSCRIPTION OF NEW SHARES (continued)

Subscription of new shares in April 2026 under General Mandate

Reference is made to the announcements of the Company dated 27 April 2026 and 30 April 2026.

On 27 April 2026, the Company, as issuer, entered into the subscription agreement with China Agricultural Science International Holding Co., Limited, pursuant to which the subscriber has conditionally agreed to subscribe for, and the Company has conditionally agreed to allot and issue 5,802,208 subscription shares at the subscription price of HK\$2.00 per subscription share under the general mandate. The subscription shares rank pari passu with all the existing shares of the Company at the date of allotment and among themselves in all respects.

The net subscription price, after deduction of relevant expenses, is approximately HK\$1.97 per subscription share. The aggregate nominal value of the subscription shares is HK\$580,220.80, and the market value of the subscription shares is approximately HK\$10.21 million, based on the closing price of HK\$1.76 per share as quoted on the Stock Exchange on 27 April 2026, being the date of the subscription agreement. The gross proceeds and net proceeds of the subscription are approximately HK\$11.60 million and HK\$11.40 million, respectively.

The Directors consider that the subscription enables the Group to meet forthcoming repayment obligations without utilising existing financial resources of the Group, thereby reducing liabilities, enhancing working capital, and strengthening the capital base and overall financial position.

The subscription was completed on 30 April 2026. An aggregate of 5,802,208 new shares were issued and allotted under the general mandate at the subscription price of HK\$2.00 per subscription share.





OTHER INFORMATION

SUBSCRIPTION OF NEW SHARES (continued)

Subscription of new shares in April 2026 under General Mandate (continued)

The following table sets forth a breakdown of the use of the net proceeds for the Period:

Intended use of proceeds	Allocation of net proceeds <i>HK\$ million</i>	Utilised during the Period <i>HK\$ million</i>	Unutilised as at 30 June 2026 <i>HK\$ million</i>	Expected time of full utilisation of the remaining balance
Intended use of net proceeds				
(i) Repayment of indebtedness	10.21	10.21	–	N/A
(ii) General working capital	1.19	–	1.19	December 2026
	<u>11.40</u>	<u>10.21</u>	<u>1.19</u>	

EVENTS AFTER THE END OF THE REPORTING PERIOD

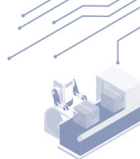
Save as disclosed below, no material events occurred since 30 June 2026 and up to the date of this report.

Subscription of new shares in August 2026 under General Mandate

Reference is made to the Company's announcements dated 29 July 2026, 3 August 2026 and 10 August 2026.

The Company entered into the subscription agreement with Victoria Sight Capital Group Limited, the subscriber, on 29 July 2026 for the subscription of aggregate of 10,000,000 subscription shares. Pursuant to which the subscriber has conditionally agreed to subscribe for and the Company has conditionally agreed to allot and issue 10,000,000 subscription shares at the subscription price of HK\$1.00 per subscription share. The subscription shares rank pari passu in all respects among themselves and with the shares in issue on the date of allotment and issue of the subscription shares.





EVENTS AFTER THE END OF THE REPORTING PERIOD (continued) Subscription of new shares in August 2026 under General Mandate (continued)

The net subscription price of each subscription share, after deduction of relevant expenses, is approximately HK\$1.00 per subscription share. The gross proceeds and net proceeds of the subscription are approximately HK\$10 million and HK\$10 million respectively. The aggregate nominal value of the subscription shares is HK\$1,000,000 and the market value of the subscription shares is approximately HK\$7,500,000, based on the closing price of HK\$0.75 per share as quoted on the Stock Exchange on the date of the subscription agreement.

The Directors consider that the subscription represents an opportunity to raise additional funding for the business operations of the Group and will strengthen the Group's financial position, and enlarge the shareholder base of the Company which may in turn enhance the liquidity of the shares, and provide working capital to the Group to meet any financial obligations of the Group without any interest burden, within a relatively shorter time frame and at lower costs when compared with other means of fundraising.

The subscription was completed on 10 August 2026, a total of 10,000,000 new shares of the Company were issued and allotted under general mandate at the subscription price of HK\$1 per subscription share.

The following table sets forth a breakdown of the intended use of the net proceeds and the expected timeline for utilising the proceeds:

Intended use of proceeds	Allocation of net proceeds <i>HK\$ million</i>	Percentage of net proceeds	Expected timeline for utilising the proceeds
General working capital			
– Rental expense	6.0	60%	December 2026
– Staff costs	3.0	30%	December 2026
– Other office expenses	1.0	10%	December 2026
	<u>10.0</u>	<u>100%</u>	





OTHER INFORMATION

EVENTS AFTER THE END OF THE REPORTING PERIOD (continued)

Conversion of Convertible Bonds

On 25 August 2026, the Company received conversion notices from Mr. Bi Wei, Mr. Li Yuhang, Protoss Global Opportunities Fund and Providence Discovery Fund in relation to the exercise of the conversion rights attached to the Convertible Bonds, to partially convert the Convertible Bonds in the principal amount of approximately HK\$2.0 million, HK\$5.0 million, HK\$7.9 million and HK\$15.4 million respectively, at the conversion price of HK\$0.4801 per share (the “Conversion”). As a result of the Conversion, on 26 August 2026, the Company allotted and issued 4,165,000 new shares, 10,410,000 new shares, 16,500,000 new shares and 32,000,000 new shares, representing an aggregate of 63,075,000 new shares (the “Conversion Shares”) to Mr. Bi Wei, Mr. Li Yuhang, Protoss Global Opportunities Fund and Providence Discovery Fund respectively. The Conversion Shares rank pari passu with all the existing shares of the Company at the date of allotment and among themselves in all respects.

CORPORATE GOVERNANCE

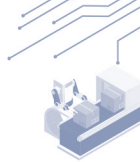
Code on corporate governance practices

For the first half of 2026, the Board is of the view that the Company has complied with the principles and the code provisions set out in the Corporate Governance Code in Appendix C1 (the “CG Code”) of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”), save for the exceptions specified and explained below:

According to the code provision F.1.3 of the CG Code, the chairman of the Board should attend the annual general meeting and invite the chairmen of the Audit, Nomination and Remuneration Committees to answer the questions at the general meeting. Since there was no Chairman in the Company during the six months ended 30 June 2026, the Company did not comply with code provision F.1.3 of the CG Code. The Company had arranged for other Directors and management who are well-versed in the Company’s business and affairs to attend the 2026 annual general meeting and communicate with the Shareholders.

The Board does not have the intention to fill the position of Chairman at present and believes that the absence of a Chairman will not have adverse effect on the Company, as decisions of the Company will be made collectively by the Board. The Board will keep reviewing the current structure of the Board and the need of appointment of a suitable candidate to perform the role of Chairman. Appointment will be made to fill the post to comply with the CG Code if necessary.





CORPORATE GOVERNANCE (continued)

Model code for securities transactions by Directors

The Company has adopted a written securities dealing policy which contains a set of code of conducts regarding securities transactions by Directors, the terms of which are on terms no less exacting than the required standard set out in the Model Code for Securities Transactions by Directors of Listed Issuers contained in Appendix C3 to the Listing Rules (the “Securities Dealing Policy”).

Having made specific enquiry of all Directors of the Company, all Directors have confirmed that they had complied with the required standard set out in the Securities Dealing Policy and its code of conducts regarding the director’s securities transactions during the six months ended 30 June 2026. No incident of non-compliance was noted by the Company during the six months ended 30 June 2026.

Audit Committee

The interim financial information of the Company in this Interim Report has not been audited. However, the Audit Committee has reviewed with the Management the accounting principles and practices adopted by the Group and discussed risk management, internal control and financial reporting matters including a review of the unaudited condensed consolidated results of the Group for the six months ended 30 June 2026 with the Directors. The Audit Committee is of the opinion that the unaudited condensed consolidated results of the Group for the six months ended 30 June 2026 comply with the applicable accounting standards, the Listing Rules and legal requirements and that adequate disclosure has been made.

The Audit Committee comprises all three Independent Non-executive Directors, namely Mr. Leung Chi Hung, Ms. Li Dan and Mr. Lo Chi Wang. Mr. Leung Chi Hung is the chairman of the Audit Committee.





OTHER INFORMATION

CHANGES IN THE INFORMATION OF DIRECTORS AND CHIEF EXECUTIVES OF THE COMPANY

There are no changes in the information of directors and chief executives of the Company required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

By order of the Board

HE XINYU

Executive Director

Hong Kong, 31 August 2026

