Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

TEXWINCA HOLDINGS LIMITED
德永佳集團有限公司*

(Incorporated in Bermuda with limited liability)
(Stock Code: 321)
Website: http://www.texwinca.com/

INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

FINANCIAL HIGHLIGHTS

- Revenue for the six months ended 30 September 2026 amounted to HK$2,851 million (six months ended 30 September 2025: HK$2,712 million), representing a 5.1% increase.
- Profit attributable to the Company's ordinary equity holders for the six months ended 30 September 2026 amounted to HK$54 million (six months ended 30 September 2025: HK$112 million), representing a 51.8% decrease. The decrease was primarily attributable to (i) gross profit margin compression in the textile and garment business, driven by persistent macroeconomic uncertainties, elevated international oil prices, and rising raw material, energy and logistics, and labour costs. Despite recording higher order volumes, profitability was further impacted by the appreciation of the Renminbi against US dollar and competitive pressures on selling price adjustments, preventing full recovery of increased costs; which was, however, partially offset by (ii) improved operational performance of the retail and distribution business.
- Basic earnings per share for the six months ended 30 September 2026 amounted to HK3.9 cents (six months ended 30 September 2025: HK8.1 cents).
- The Board has resolved to declare an interim dividend of HK3.0 cents (six months ended 30 September 2025: interim dividend of HK4.0 cents) per ordinary share, representing the dividend payout ratio of 76.9% (six months ended 30 September 2025: 49.2%).

RESULTS

The board of directors (the "Board") of Texwinca Holdings Limited (the "Company") presents the unaudited interim results of the Company and its subsidiaries (collectively referred to as the "Group") for the six months ended 30 September 2026. The interim results have been reviewed by the Company's audit committee.

* *For identification purposes only*

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Note	Six months ended 30 September 2026 Unaudited HK$'000	2025 Unaudited HK$'000
REVENUE	2	**2,850,701**	2,711,814
Cost of sales		**(2,285,671)**	(1,962,369)
Gross profit		**565,030**	749,445
Other income and gains	3	**85,972**	79,996
Selling and distribution expenses		**(295,577)**	(288,221)
Administrative expenses		**(268,284)**	(369,615)
Other operating expenses, net		**(3,863)**	(3,064)
Finance costs		**(19,622)**	(20,832)
Changes in fair value of investment properties		**310**	—
PROFIT BEFORE TAX		**63,966**	147,709
Income tax	4	**(12,244)**	(36,465)
PROFIT FOR THE PERIOD		**51,722**	111,244
Attributable to:			
Ordinary equity holders of the Company		**53,891**	112,330
Non-controlling interests		**(2,169)**	(1,086)
		51,722	111,244
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY			
Basic and diluted *(HK cents)*	5	**3.9**	8.1

Details of the dividends for the six months ended 30 September 2026 are disclosed in note 6 to this interim results announcement.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Six months ended 30 September	
	2026	2025
	Unaudited	Unaudited
	HK$'000	*HK$'000*
PROFIT FOR THE PERIOD	**51,722**	111,244
OTHER COMPREHENSIVE INCOME, NET OF TAX		
Item that will not be reclassified to profit or loss:		
Revaluation surplus of properties prior to transferring to investment properties	**38,540**	—
Item that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of foreign operations	**57,119**	49,393
	95,659	49,393
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**147,381**	160,637
Attributable to:		
Ordinary equity holders of the Company	**149,435**	161,882
Non-controlling interests	**(2,054)**	(1,245)
	147,381	160,637

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	**30 September 2026 Unaudited** ***HK$'000***	31 March 2026 Audited *HK$'000*
NON-CURRENT ASSETS			
Property, plant and equipment	*7*	**1,360,489**	1,407,852
Investment properties		**495,010**	455,280
Right-of-use assets		**452,189**	477,960
Construction in progress		**51,756**	24,759
Intangible assets		**69,839**	68,993
Prepayments, deposits and other receivables		**57,467**	32,663
Financial assets at fair value through profit or loss		**20,608**	24,504
Financial assets at amortised cost		**15,582**	15,551
Deferred tax assets		**25,857**	21,053
		2,548,797	2,528,615
CURRENT ASSETS			
Inventories		**1,354,424**	1,300,915
Trade receivables	*8*	**956,076**	743,080
Bills receivable		**186,219**	340,822
Prepayments, deposits and other receivables		**383,129**	305,325
Financial assets at amortised cost		**—**	1,202
Derivative financial instruments		**275**	37
Tax recoverable		**9,970**	16,270
Cash and bank balances		**1,456,193**	1,468,098
		4,346,286	4,175,749
CURRENT LIABILITIES			
Trade payables	*9*	**643,217**	535,789
Other payables and accrued liabilities		**362,920**	344,074
Interest-bearing bank borrowings		**460,498**	467,218
Lease liabilities		**59,895**	84,927
Tax payable		**15,630**	13,871
Dividend payable		**82,902**	—
		1,625,062	1,445,879
NET CURRENT ASSETS		**2,721,224**	2,729,870
TOTAL ASSETS LESS CURRENT LIABILITIES		**5,270,021**	5,258,485

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

	Note	**30 September 2026 Unaudited** ***HK$'000***	31 March 2026 Audited *HK$'000*
NON-CURRENT LIABILITIES			
Other payables and accrued liabilities		**5,761**	9,410
Interest-bearing bank borrowings		**—**	50,000
Lease liabilities		**241,883**	244,116
Deferred tax liabilities		**12,414**	9,475
		260,058	313,001
NET ASSETS		**5,009,963**	4,945,484
EQUITY			
Attributable to ordinary equity holders of the Company			
Issued capital		**69,085**	69,085
Reserves		**4,898,156**	4,790,172
Proposed dividend	*6*	**41,451**	82,902
		5,008,692	4,942,159
Non-controlling interests		**1,271**	3,325
TOTAL EQUITY		**5,009,963**	4,945,484

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to ordinary equity holders of the Company											
Unaudited	**Issued capital** *HK$'000*	**Share premium account** *HK$'000*	**Capital redemption reserve** *HK$'000*	**Contributed surplus** *HK$'000*	**Exchange fluctuation reserve** *HK$'000*	**Asset revaluation reserve** *HK$'000*	**Capital reserve** *HK$'000*	**Retained profits** *HK$'000*	**Proposed dividend** *HK$'000*	**Total** *HK$'000*	**Non-controlling interests** *HK$'000*	**Total equity** *HK$'000*
At 1 April 2026	**69,085**	**703,365**	**1,695**	**3,986**	**(67,917)**	**66,184**	**375,180**	**3,707,679**	**82,902**	**4,942,159**	**3,325**	**4,945,484**
Profit/(loss) for the period	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**53,891**	**—**	**53,891**	**(2,169)**	**51,722**
Other comprehensive income for the period:												
Revaluation surplus of properties prior to transferring to investment properties	**—**	**—**	**—**	**—**	**—**	**38,540**	**—**	**—**	**—**	**38,540**	**—**	**38,540**
Exchange differences on translation of foreign operations	**—**	**—**	**—**	**—**	**57,004**	**—**	**—**	**—**	**—**	**57,004**	**115**	**57,119**
	—	**—**	**—**	**—**	**57,004**	**38,540**	**—**	**—**	**—**	**95,544**	**115**	**95,659**
Total comprehensive income for the period	**—**	**—**	**—**	**—**	**57,004**	**38,540**	**—**	**53,891**	**—**	**149,435**	**(2,054)**	**147,381**
2025/2026 final dividend	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**(82,902)**	**(82,902)**	**—**	**(82,902)**
2026/2027 interim dividend declared	**—**	**—**	**—**	**—**	**—**	**—**	**—**	**(41,451)**	**41,451**	**—**	**—**	**—**
At 30 September 2026	**69,085**	**703,365**	**1,695**	**3,986**	**(10,913)**	**104,724**	**375,180**	**3,720,119**	**41,451**	**5,008,692**	**1,271**	**5,009,963**
At 1 April 2025	69,085	703,365	1,695	3,986	(220,565)	63,339	375,180	3,685,160	82,902	4,764,147	5,022	4,769,169
Profit/(loss) for the period	—	—	—	—	—	—	—	112,330	—	112,330	(1,086)	111,244
Other comprehensive income for the period:												
Exchange differences on translation of foreign operations	—	—	—	—	49,552	—	—	—	—	49,552	(159)	49,393
Total comprehensive income for the period	—	—	—	—	49,552	—	—	112,330	—	161,882	(1,245)	160,637
2024/2025 final and special dividends	—	—	—	—	—	—	—	—	(82,902)	(82,902)	—	(82,902)
2025/2026 interim dividend declared	—	—	—	—	—	—	—	(55,268)	55,268	—	—	—
At 30 September 2025	69,085	703,365	1,695	3,986	(171,013)	63,339	375,180	3,742,222	55,268	4,843,127	3,777	4,846,904

Notes:

1. BASIS OF PREPARATION

The condensed interim financial information included in this preliminary announcement of interim results for the six months ended 30 September 2026 does not constitute the Group's interim report but is derived from that interim report.

The condensed interim financial information has been prepared in accordance with Hong Kong Accounting Standard 34 *Interim Financial Reporting* as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Stock Exchange"). The condensed interim financial information contains interim financial statements and selected explanatory notes. The condensed interim financial information does not include all of the notes of the type normally included in the annual financial report. Certain comparative figures have been reclassified to conform with current period's presentation.

The HKICPA has issued a number of amendments to HKFRS Accounting Standards that became applicable for the current reporting period. None of the amendments to HKFRS Accounting Standards have had a material effect on the Group's results and financial position for the current and prior periods. The Group has not applied any new standards, amendments or interpretations that is not yet effective for the current accounting period.

Save as described above, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2026. Accordingly, readers should read the interim results in conjunction with the annual financial statements for the year ended 31 March 2026, prepared in accordance with HKFRS Accounting Standards.

The judgments and estimates adopted in the preparation of the condensed interim consolidated financial statements are the same as those used in the Group's annual financial statements for the year ended 31 March 2026.

2. REVENUE AND SEGMENT INFORMATION

	Six months ended 30 September	
	2026	2025
	Unaudited	Unaudited
	HK$'000	*HK$'000*
Revenue from contracts with customers		
Disaggregation of revenue by products or service lines is as follows:		
Sales of goods	**2,849,137**	2,709,372
Rendering of yarn dyeing services and garment processing services	**860**	2,240
Franchise and royalty income	**704**	202
	2,850,701	2,711,814
Timing of revenue recognition:		
At a point in time	**2,849,997**	2,711,612
Over time	**704**	202
	2,850,701	2,711,814

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

(a) Textile and garment segment represents the production and sale of knitted fabric, yarn and garments;

(b) Retailing and distribution segment represents the retailing and distribution of casual apparel and accessories; and

(c) Other segment mainly represents the provision of franchise services and property investment.

Management monitors the results of the Group's operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on reportable segment result which is a measure of adjusted profit/loss before tax. The adjusted profit/loss before tax is measured consistently with the Group's profit before tax except interest income and non-lease related finance costs, are excluded from such measurement.

Intersegment sales and transfers are transacted with reference to the selling prices used for sales made to third parties at the prevailing market prices. Segment assets exclude time deposits, deferred tax assets and tax recoverable, while segment liabilities exclude interest-bearing bank borrowings, tax payable and deferred tax liabilities as these items are managed on a group basis.

(a) The segment results for the six months ended 30 September 2026 and 2025 are as follows:

	Textile and garment		Retailing and distribution		Others		Consolidated	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
Unaudited	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Segment revenue:								
Sales to external customers	**2,477,162**	2,265,919	**372,835**	445,693	**704**	202	**2,850,701**	2,711,814
Other revenue	**48,171**	35,581	**7,869**	7,776	**10,148**	9,386	**66,188**	52,743
Intersegment sales	**3,506**	21,846	**—**	—	**—**	—	**3,506**	21,846
	2,528,839	2,323,346	**380,704**	453,469	**10,852**	9,588	**2,920,395**	2,786,403
Segment results	**47,960**	167,519	**447**	(42,512)	**8,139**	7,894	**56,546**	132,901
Reconciliation:								
Interest income							**19,784**	27,253
Changes in fair value of investment properties							**310**	—
Finance costs (excluding interest on lease liabilities)							**(12,674)**	(12,445)
Profit before tax							**63,966**	147,709
Income tax							**(12,244)**	(36,465)
Profit for the period							**51,722**	111,244

(b) The segment assets / liabilities as at 30 September and 31 March 2026 and other segment information for the six months ended 30 September 2026 and 2025 are as follows:

	Textile and garment		Retailing and distribution		Others		Consolidated	
	30 September 2026	31 March 2026	**30 September 2026**	31 March 2026	**30 September 2026**	31 March 2026	**30 September 2026**	31 March 2026
	Unaudited	Audited	**Unaudited**	Audited	**Unaudited**	Audited	**Unaudited**	Audited
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Segment assets	**4,564,303**	4,375,082	**885,595**	995,658	**528,284**	487,934	**5,978,182**	5,858,674
Unallocated							**916,901**	845,690
							6,895,083	6,704,364
Segment liabilities	**1,077,024**	849,566	**319,554**	368,750	**—**	—	**1,396,578**	1,218,316
Unallocated							**488,542**	540,564
							1,885,120	1,758,880

	Six months ended 30 September		Six months ended 30 September		Six months ended 30 September		Six months ended 30 September	
	2026	2025	**2026**	2025	**2026**	2025	**2026**	2025
Unaudited	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Other segment information:								
Depreciation of property, plant and equipment	**116,494**	111,967	**4,829**	11,656	**—**	—	**121,323**	123,623
Depreciation of right-of-use assets	**9,026**	8,770	**42,953**	58,718	**—**	—	**51,979**	67,488
Impairment of items of property, plant and equipment	**—**	—	**—**	3,688	**—**	—	**—**	3,688
Impairment of right-of-use assets	**—**	—	**—**	4,986	**—**	—	**—**	4,986
(Reversal of write-down) /write-down of inventories	**(1,284)**	27,966	**310**	(5,330)	**—**	—	**(974)**	22,636
Impairment of trade receivables	**—**	13,260	**—**	629	**—**	—	**—**	13,889
Capital expenditure*	**83,316**	52,458	**2,592**	3,089	**—**	—	**85,908**	55,547

* Capital expenditure consists of additions to property, plant and equipment, construction in progress and intangible assets.

(c) Geographical information

The geographical revenue for the six months ended 30 September 2026 and 2025 and geographical non-current assets information as at 30 September and 31 March 2026 are as follows:

	Revenue from external customers Six months ended 30 September		Non-current assets	
	2026	2025	**30 September 2026**	31 March 2026
	Unaudited	Unaudited	**Unaudited**	Audited
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Chinese Mainland	**1,217,334**	1,190,739	**992,101**	1,018,213
United States	**838,321**	757,236	**—**	—
Japan	**411,407**	457,041	**—**	—
Hong Kong	**175,230**	214,174	**672,952**	648,863
Vietnam	**92**	—	**789,557**	759,187
Others	**208,317**	92,624	**24,891**	23,960
	2,850,701	2,711,814	**2,479,501**	2,450,223

The Group's geographical revenue and non-current assets information, excluding long-term rental deposits, non-current financial assets at fair value through profit or loss, non-current financial assets at amortised cost and deferred tax assets, are based on the origin of the brands and the locations of the assets, respectively.

3. OTHER INCOME AND GAINS

	Six months ended 30 September	
	2026	2025
	Unaudited	Unaudited
	HK$'000	*HK$'000*
Sales of steam	**27,807**	8,755
Interest income	**19,784**	27,253
Sales of scrap materials	**13,672**	11,594
Gross rental income from investment property operating leases	**7,899**	7,629
Storage and service income from e-commerce	**2,668**	1,068
Rental income from suppliers and others	**2,199**	1,855
Insurance claim	**2,147**	—
Fair value gains on foreign exchange derivative financial instruments	**2,025**	—
Government subsidies	**2,020**	5,901
Compensation from suppliers for defective goods	**746**	2,769
Foreign exchange differences, net	**145**	—
Waiver of trade and other payables	**—**	6,692
Gain on disposal of items of property, plant and equipment	**—**	4,026
Sundry income	**4,860**	2,454
	85,972	79,996

4. INCOME TAX

Taxation in the condensed consolidated statement of profit or loss represents:

	Six months ended 30 September	
	2026	2025
	Unaudited	Unaudited
	HK$'000	*HK$'000*
Current tax	**14,077**	26,023
Deferred tax	**(1,833)**	10,442
	12,244	36,465

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

Hong Kong profits tax has been provided at the rate of 16.5% (six months ended 30 September 2025: 16.5%) on the estimated assessable profits arising in Hong Kong during the six months ended 30 September 2026, except for one subsidiary of the Group which is a qualifying entity under the two-tiered profits tax rates regime. The first HK$2,000,000 (six months ended 30 September 2025: HK$2,000,000) of assessable profits of this subsidiary are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong profits tax for this subsidiary was calculated at the same basis in 2025/26.

Pursuant to the Enterprise Income Tax Law of the People's Republic of China and the respective regulations, companies of the Group which operate in Chinese Mainland were subject to Corporate Income Tax ("CIT") at the rate of 25% (six months ended 30 September 2025: 25%) on the taxable profit for the six months ended 30 September 2026. Certain companies of the Group which operate in Chinese Mainland were subject to CIT at the rate of 15% (six months ended 30 September 2025: 15%) as qualified high and new technology enterprises and entitled to deduct qualifying research and development expense from taxable profit during the six months ended 30 September 2026.

Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the jurisdictions in which the Group operates.

5. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic earnings per share is based on the profit attributable to ordinary equity holders of the Company, and the weighted average number of 1,381,696,104 ordinary shares (six months ended 30 September 2025: 1,381,696,104 ordinary shares) outstanding during the six months ended 30 September 2026.

The diluted earnings per share is the same as the basic earnings per share as the Company had no potentially dilutive ordinary shares outstanding during the six months ended 30 September 2026 and 2025.

6. DIVIDENDS

	Six months ended 30 September	
	2026	2025
	Unaudited	Unaudited
	HK$'000	*HK$'000*
Declared and payable after the interim period:		
Interim dividend per ordinary share – HK3.0 cents (six months ended 30 September 2025: HK4.0 cents)	**41,451**	55,268

7. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 September 2026, the Group acquired items of property, plant and equipment with a cost of HK$37,639,000 (six months ended 30 September 2025: HK$55,547,000) and disposed of items with a net book value of HK$4,015,000 (six months ended 30 September 2025: HK$1,342,000). In addition, certain properties amounting to HK$39,420,000 (six months ended 30 September 2025: Nil) were transferred to investment properties following their lease to third parties. Prior to this transfer, the properties were remeasured to fair value, resulting in a revaluation surplus of HK$38,540,000 (six months ended 30 September 2025: Nil) recognised in other comprehensive income.

8. TRADE RECEIVABLES

An ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowances, is as follows:

	30 September 2026 Unaudited *HK$'000*	31 March 2026 Audited *HK$'000*
Within 90 days	**779,935**	524,700
Over 90 days	**176,141**	218,380
	956,076	743,080

Payment terms of the Group's customers mainly range from "cash before delivery" to "90 days from the date of invoice". A significant portion of the customers trades with the Group under documentary credit terms. The Group seeks to maintain strict credit control on its outstanding receivables and has a policy to manage its credit risk. Since the Group's trade receivables relate to a large number of customers, there is no significant concentration of credit risk. The Group does not hold any collateral over its trade receivable balances. Certain trade receivable balances are covered by trade insurance policy arranged by the Group for minimising the credit risk. Trade receivables are non-interest-bearing.

9. TRADE PAYABLES

An ageing analysis of trade payables as at the end of the reporting period, based on the invoice date, is as follows:

	30 September 2026 Unaudited *HK$'000*	31 March 2026 Audited *HK$'000*
Within 90 days	**578,318**	501,289
Over 90 days	**64,899**	34,500
	643,217	535,789

Trade payables are non-interest-bearing and are normally settled on 90-day terms.

10. CONTINGENT LIABILITIES

Contingent liabilities at the end of the reporting period not provided for, are as follows:

	30 September 2026 Unaudited ***HK$'000***	31 March 2026 Audited *HK$'000*
Bank guarantees given in lieu of property rental deposits	**3,274**	2,982

11. CAPITAL COMMITMENTS

Capital expenditure contracted for at the end of the reporting period but not yet provided for, is as follows:

	30 September 2026 Unaudited ***HK$'000***	31 March 2026 Audited *HK$'000*
Property, plant and equipment	**142,603**	139,443

MANAGEMENT'S DISCUSSION AND ANALYSIS

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK3.0 cents (six months ended 30 September 2025: HK4.0 cents) per ordinary share for the six months ended 30 September 2026. The interim dividend will be payable on Wednesday, 6 January 2027 to the shareholders whose names appear on the Register of Members of the Company on Wednesday, 16 December 2026.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Monday, 14 December 2026 to Wednesday, 16 December 2026 (both days inclusive) for the purpose of determining the entitlement to the interim dividend for the six months ended 30 September 2026. The record date will be Wednesday, 16 December 2026. During which period no transfer of shares of the Company will be registered and no share will be allotted and issued. In order to qualify for entitlement to the interim dividend for the six months ended 30 September 2026, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's Branch Share Registrar and Transfer Office in Hong Kong, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong for registration not later than 4:30 p.m. on Friday, 11 December 2026.

REVIEW OF BUSINESS AND FUTURE DEVELOPMENT

For the six months ended 30 September 2026, the global economy continued to face considerable headwinds stemming from persistent macroeconomic uncertainties and elevated international oil prices. These factors escalated operating costs across global supply chains and exacerbated inflationary pressures, which, coupled with prolonged caution in consumer sentiment, weighed on the global textile and garment market.

Against this challenging backdrop, the Group maintained stable revenue, demonstrating operational resilience and strong market positioning. Supported by an increase in overall shipment volumes and an expanding client base, total revenue increased modestly by 5.1% to HK$2,851 million (six months ended 30 September 2025: HK$2,712 million). Nevertheless, profitability was inevitably impacted by macroeconomic pressures, most notably escalating raw material, energy and logistics, and labour costs, alongside the appreciation of the Renminbi against the US dollar. Profit attributable to the Company's ordinary equity holders was HK$54 million for the six months ended 30 September 2026 (six months ended 30 September 2025: HK$112 million), representing a 51.8% decrease.

The Board has resolved to declare an interim dividend of HK3.0 cents per ordinary share for the six months ended 30 September 2026 (six months ended 30 September 2025: HK4.0 cents), representing a dividend payout ratio of 76.9% (six months ended 30 September 2025: 49.2%).

Textile and garment business

The textile and garment export business operated in a complex environment marked by intensifying trade and geopolitical tensions. Surging international oil prices heightened raw material, energy, and freight costs, compounding margin pressures for manufacturers, while persistent inflationary concerns continued to subdue end-market consumer demand. In Chinese Mainland market, where domestic competition intensified, the Group focused on safeguarding market share and competitiveness through uncompromised product quality and reliable delivery timelines. To navigate these headwinds, the Group adopted agile pricing strategies, prioritising market share retention and order volume to maintain stable production output. Consequently, the segment achieved moderate top-line growth, validating the strength of its core customer relationships. However, competitive market dynamics constrained pricing flexibility, preventing full recovery of increased costs and impacting the segment result.

Revenue from the textile and garment business amounted to HK$2,477 million (six months ended 30 September 2025: HK$2,266 million), representing a 9.3% increase and the segment revenue accounting for 86.9% of the Group's total revenue (six months ended 30 September 2025: 83.6%). The gross profit margin of the textile and garment business was 11.8% (six months ended 30 September 2025: 21.2%), representing a decline of 9.4 percentage points year-on-year, while segment profit amounted to HK$48 million (six months ended 30 September 2025: HK$168 million).

The Group's established "China + Vietnam" dual-location production strategy continued to yield key structural advantages. This strategy facilitated client diversification, enabling the Group to secure new orders across the outdoor, sportswear and fast-fashion sectors while effectively mitigating regional operational risks. The production facility in Vietnam benefited from an optimised product mix and higher operational efficiency, driving gains in both sales volume and average selling price. The expanding production capabilities of the Vietnam facility provided greater strategic flexibility for dynamic order allocation according to client specifications and market shifts. Overall capacity utilisation across both facilities improved during the period.

The business performance and the key financial ratios were as follows:

	Six months ended 30 September	
(HK$'million, unless specified)	**2026**	2025
Revenue	**2,477**	2,266
Gross profit margin *(%)*	**11.8**	21.2
Business segment profit	**48**	168
EBITDA	**196**	322

Retail and distribution business

Improved operational performance of the retail and distribution business was reflected in a 138.9% increase in Gross Merchandise Value ("GMV*") to HK$2,657 million (six months ended 30 September 2025: HK$1,112 million), alongside ongoing channel mix optimisation toward a balanced online and physical retail ecosystem.

In order to support this strategic move during the six months ended 30 September 2026, the Group continuously and flexibly pivoted its regional approaches in response to a challenging retail environment marked by cautious spending and intense competition. In the Chinese Mainland market, Baleno advanced its online-first brand approach, leveraging collaborations with key opinion leaders across major e-commerce platforms continuing to drive GMV growth, alongside expansion into selected regional markets through cross-border e-commerce platforms. Meanwhile, in Hong Kong, where outbound travel, online shopping, and northbound consumption reduced physical footfall, the Group reinforced in-store experiences, brand collaborations, and valuable functional products.

Revenue from the retail and distribution business amounted to HK$373 million (six months ended 30 September 2025: HK$446 million), representing a 16.4% decrease and the segment revenue accounting for 13.1% (six months ended 30 September 2025: 16.4%) of the Group's total revenue. The Chinese Mainland and Hong Kong markets were the primary revenue contributors, accounting for 52.5% and 44.2% of the segment revenue, respectively. Segment profit amounted to HK$0.4 million (six months ended 30 September 2025: segment loss of HK$43 million).

The business performance and the key financial ratios were as follows:

	Six months ended 30 September	
(HK$'million, unless specified)	**2026**	2025
GMV, all channels	**2,657**	1,112
Revenue	**373**	446
by geographical locations		
- Chinese Mainland	**196**	214
- Hong Kong	**165**	215
- Indonesia	**12**	17
by major brands		
- Baleno	**317**	426
- Others	**56**	20
Gross profit margin *(%)*	**72.7**	60.1
Business segment profit/(loss)	**0.4**	(43)
EBITDA	**50**	29

* *GMV represents orders intake of the total dollar value for merchandise sold, inclusive of value-added tax, before deduction of any discounts offered by the online platforms, rebate used, cancellation and returns of merchandise sold. Excluding value-added tax, discounts offered by the online platforms, rebate used, cancellation and returns of merchandise, the corresponding gross sales value and revenue recognised according to the prevailing accounting standards were HK$997 million and HK$373 million (six months ended 30 September 2025: HK$680 million and HK$446 million), respectively.*

FINANCIAL CONDITION

Liquidity and financial resources

The Group continued to maintain a sound financial position. As at 30 September 2026, the Group was in a net cash position, with a current ratio amounted to 2.7 times (31 March 2026: 2.9 times). Total interest-bearing bank borrowings of HK$460 million (31 March 2026: HK$517 million), and the ratio of total interest-bearing debts to total equity was 0.1 times (31 March 2026: 0.1 times). The reduction of total bank borrowings was primarily due to the repayment of short-term bank borrowings during the six months ended 30 September 2026. This repayment approach underscores the Group's proactive capital management strategy to optimise its capital structure, reducing gearing, and minimise interest expenses.

During the six months ended 30 September 2026, the interest cover, the trade and bills receivables to turnover and the inventories to turnover were 4.3 times, 73 days and 87 days (six months ended 30 September 2025: 8.1 times, 67 days and 76 days) respectively. The Group mainly satisfied its funding requirements with cash generated from operating activities and interest-bearing bank borrowings. As at 30 September 2026, the cash and bank balances, the equity attributable to ordinary equity holders of the Company and the unutilised banking facilities were HK$1,456 million, HK$5,009 million and HK$6,466 million (31 March 2026: HK$1,468 million, HK$4,942 million and HK$6,363 million), respectively.

Capital expenditure

The capital expenditure incurred by the Group during the six months ended 30 September 2026 was HK$86 million (six months ended 30 September 2025: HK$56 million), of which HK$83 million (six months ended 30 September 2025: HK$52 million) was mainly incurred for the addition of plant and machinery for the knitting, dyeing and finishing and factories of garment business and HK$3 million (six months ended 30 September 2025: HK$3 million) mainly incurred for the addition of leasehold improvements of the retail stores.

Pledge of assets

No significant assets were pledged as at 30 September 2026 (31 March 2026: Nil).

Contingent liabilities

Details of the contingent liabilities as at 30 September and 31 March 2026 have been set out in note 10 to this interim results announcement.

Interest rate and foreign exchange risks

The Group continued to adopt a strict and prudent policy in managing its interest rate and currency exchange risks. The major interest-bearing bank borrowings of the Group were Hong Kong Dollar ("HKD"), Renminbi ("RMB") and Vietnamese Dong ("VND") floating rate borrowings with maturity due within one year (31 March 2026: HKD floating rate borrowings due within two years). As at 30 September 2026, the cash and bank balances, financial assets at amortised cost and financial assets at fair value through profit or loss were mainly denominated in HKD, RMB, United States Dollar ("USD") and VND. Time deposits were placed as fixed deposits with well-established financial institutions at fixed interest rate with maturity due within one year (31 March 2026: within one year). The financial assets at amortised cost and financial assets at fair value through profit or loss comprised fixed and floating interest rate investments with maturity due within two years or at perpetuity (31 March 2026: with maturity due within two years or at perpetuity). The Group will continue to monitor the interest rate risk and arrange appropriate financial instruments to reduce its risk whenever appropriate.

During the six months ended 30 September 2026, the major assets, liabilities, revenue, expenses and procurements of the Group were denominated in HKD, USD, RMB, VND and Indonesian Rupiah ("IDR") (six months ended 30 September 2025: HKD, USD, RMB, VND and IDR) and the Group had arranged foreign exchange forward contracts to reduce its currency exchange risk.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Group had no material acquisitions or disposals of subsidiaries, associates and joint ventures during the six months ended 30 September 2026.

HUMAN RESOURCES

As at 30 September 2026, the Group had about 8,700 (31 March 2026: 9,042) employees in the Greater China, Vietnam and Indonesia. The remuneration of the employees was largely based on industry practice and the performance of individual employee.

CORPORATE SOCIAL RESPONSIBILITY

As a responsible corporate citizen, the Group has long been committed to serving the community and advancing social well-being. We actively participate in charitable initiatives, caring for vulnerable groups, and support educational and environmental protection activities. We also encourage employees, customers and business partners to engage in these endeavours, with the shared vision of building a brighter and more sustainable future for our community.

During the six months ended 30 September 2026, the Group contributed to and sponsored a wide range of activities and organisations, including:

(1) "Cheung Chau Senior Community Sharing Scheme" of Chung Shak Hei (Cheung Chau) Home for the Aged Limited;
(2) Volunteer Activity "Mid-Autumn Heartwarming Gift Bag" held by Caring For Children Foundation;
(3) Educational Fund in Dongguan City of Guangdong Province;
(4) Sponsorship for Dongguan Dragon Boat Competition; and
(5) Donation to the residents of Ouchong Village in Dongguan City for domestic water use.

The Group believes that the development of a better future for our community relies on the collective participation of citizens, corporations and the government. We will continue to devote resources and attention to social welfare, education and environmental protection initiatives to foster compassion, harmony and progress of the society and thrive with the community.

OUTLOOK

Moving into the second half of the fiscal year, the Group continues to navigate a complex macroeconomic landscape marked by geopolitical volatility, commodity price fluctuations, and their ongoing impact on global inflation and consumer demand. While these industry-wide headwinds exert short-term operational pressure, the Group remains committed to a prudent management approach, prioritising operational efficiency while maintaining the agility needed to respond to market dynamics.

Despite near-term cyclical pressures, the Group remains confident in underlying market demand and is committed to supporting its long-term clients through current economic cycles. The Group will continue to leverage its "China + Vietnam" dual-location production advantage to offer flexible textile and garment solutions and enhance supply chain responsiveness. Although margin compression is expected to persist in the near term, management remains focused on execution reliability, product quality, and strategic client partnerships to ensure the Group is well-positioned to capitalise on the market recovery.

For the retail and distribution business, e-commerce in Chinese Mainland will remain the primary growth engine. By expanding partnerships across established domestic and cross-border e-commerce platforms, the Group aims to broaden its market footprint across Greater China and wider regional markets. In Hong Kong, the Group will strengthen brand equity through targeted brand collaborations, functional product innovation, and expanded digital initiatives designed to capture younger demographic segments.

Anchored by a solid financial position, execution capabilities, and established market positioning, the Group is well-equipped to navigate cyclical macroeconomic fluctuations and capture emerging growth opportunities upon market stabilisation.

SUSTAINABLE DEVELOPMENT

The Group remains committed to embedding sustainability into its core operational strategy as it progresses towards fiscal year of 2030/31 environmental targets. During the period, the Group made steady progress across key operational metrics, narrowing the gap towards its long-term decarbonisation, renewable-energy adoption and wastewater-management objectives through ongoing energy-efficiency upgrades, expanded photovoltaic coverage and the application of advanced treatment technologies. Concurrently, our research and development team continues to make strides in bio-based and low-carbon textile solutions, reducing reliance on fossil fuel-derived materials and supporting our customers' sustainability objectives. These innovations help enrich the Group's sustainable product portfolio and lay a stronger foundation for its long-term competitiveness and sustainable development.

OTHER INFORMATION

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

As at 30 September 2026, the interests and short positions of the directors in the shares and underlying shares of the Company or its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), as recorded in the register required to be kept by the Company pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") set out in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"), was as follows:

Long positions in ordinary shares of the Company:

Name of directors	**Capacity**	**Number of ordinary shares held**	**Percentage of interest in the Company**	***Notes***
Mr. Poon Bun Chak	Beneficial owner	79,760,000	5.77%	*2*
	Founder of a family trust	698,830,104	50.58%	*1, 2*
Mr. Ho Lai Hong	Beneficial owner	754,000	0.05%	*2*
Mr. Ng Mo Ping	Beneficial owner	300,000	0.02%	*2*

Notes:

1. *Mr. Poon Bun Chak is a founder of a family trust and is deemed to be interested in 698,830,104 shares held under the family trust. For details, please refer to the section "Substantial shareholders' and other person's interests in shares and underlying shares" below.*

2. *The calculation of percentages was based on 1,381,696,104 shares in issue as at 30 September 2026.*

Save as disclosed above, as at 30 September 2026, none of the directors had registered an interest or short position in the shares, underlying shares of the Company or any of its associated corporations that was required to be recorded pursuant to Section 352 of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

DIRECTORS' RIGHTS TO ACQUIRE SHARES

At no time during the period were rights to acquire benefits by means of the acquisition of shares in the Company granted to any directors or their respective spouses or minor children, or were any such rights exercised by them; or was the Company or any of its subsidiaries a party to any arrangement to enable the directors to acquire such rights in any other body corporate.

SUBSTANTIAL SHAREHOLDERS' AND OTHER PERSON'S INTERESTS IN SHARES AND UNDERLYING SHARES

As at 30 September 2026, the following interests of 5% or more of the issued share capital of the Company were recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO:

Long positions in ordinary shares of the Company:

Name	Capacity and nature of interest	Number of ordinary shares held	Percentage of interest in the Company	*Notes*
Mr. Poon Bun Chak	Personal and others	778,590,104	56.35%	*1, 3*
UBS Trustees (B.V.I.) Limited	Trustee	698,830,104	50.58%	*2, 3*
Poon's Holdings Limited	Through controlled corporation	698,830,104	50.58%	*2, 3*
Farrow Star Limited	Directly owned	698,830,104	50.58%	*2, 3*

Notes:

1. *The 778,590,104 shares of the Company comprise 79,760,000 shares held directly by Mr. Poon Bun Chak and 698,830,104 shares held under the family trust as disclosed in item 2 below.*

2. *UBS Trustees (B.V.I.) Limited, as a trustee of a family trust founded by Mr. Poon Bun Chak, holds the entire issued share capital of Poon's Holdings Limited through its nominee, UBS Nominees Limited. Poon's Holdings Limited holds the entire issued share capital of Farrow Star Limited. Farrow Star Limited directly holds 698,830,104 shares of the Company. Therefore, each of Mr. Poon Bun Chak, UBS Trustees (B.V.I.) Limited and Poon's Holdings Limited is deemed to be interested in 698,830,104 shares of the Company.*

3. *The calculation of percentages was based on 1,381,696,104 shares in issue as at 30 September 2026.*

Save as disclosed above, as at 30 September 2026, no person, other than the directors of the Company, whose interests are set out in the section "Directors' interests and short positions in shares and underlying shares" above, had registered an interest and short position in the shares or underlying shares of the Company that was required to be recorded pursuant to Section 336 of the SFO.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities (including sale of treasury shares) during the six months ended 30 September 2026.

As at 30 September 2026, there were no treasury shares held by the Company.

AUDIT COMMITTEE

The audit committee of the Company (the "Audit Committee") has reviewed the accounting policies adopted by the Group and the unaudited condensed interim financial information of the Group for the six months ended 30 September 2026. The Audit Committee has also discussed with the management the interim report and the Group's risk management and internal control systems and has made recommendations to the Board.

CHANGES IN INFORMATION OF DIRECTORS

Pursuant to Rule 13.51B(1) of the Listing Rules, changes in the information of directors of the Company since the date of 2025/26 annual report and up to the date of release of this announcement required to be disclosed are shown as follows:

The annual remuneration of the following Directors has been adjusted and details are set out below:

Name of directors	Effective Date	Adjusted Annual Remuneration (HK$)
Mr. Poon Ho Tak	1 April 2026	3,726,000
Mr. Ho Lai Hong	1 April 2026	5,692,512
Mr. Wu Chi Hang	1 April 2026	3,105,000

Save for the information disclosed above, there is no other information required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

CORPORATE GOVERNANCE

In the opinion of the directors, the Company complied with all the code provisions of the Corporate Governance Code as set out in Part 2 of Appendix C1 of the Listing Rules throughout the accounting period covered by the interim report, except for the deviation from code provision F.1.3 as explained below:

Code provision F.1.3
The chairman of the Board should attend the annual general meeting of the Company.

Mr. Poon Bun Chak, the chairman of the Board, had delegated the duty of attending the annual general meeting held on 20 August 2026 to one of the executive directors of the Company. The chairman considered the executive director a suitable person to undertake this duty as the executive director had good knowledge of each operating segment of the Group.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS OF LISTED ISSUERS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the Company's code of conduct for dealings in securities of the Company by the directors. Based on specific enquiry of the Company's directors, they have all complied with the required standard set out in the Model Code throughout the accounting period covered by the interim report.

PUBLICATION OF FURTHER INFORMATION ON THE STOCK EXCHANGE'S WEBSITE

The Company's interim report for the six months ended 30 September 2026 will be despatched to the shareholders of the Company upon request and available for viewing on the website of Hong Kong Exchanges and Clearing Limited (www.hkexnews.hk) and on the website of the Company (www.texwinca.com) under "Investor Relations" in due course.

On behalf of the Board
Poon Bun Chak
Executive Chairman

Hong Kong, 11 November 2026

As at the date of this announcement, the executive directors of the Company are Mr. Poon Bun Chak, Mr. Poon Ho Tak, Mr. Ho Lai Hong, Mr. Ng Mo Ping and Mr. Wu Chi Hang; the independent non-executive directors of the Company are Mr. Law Brian Chung Nin, Ms. Lin Kit Yee Anna and Mr. Lee Wai Yip Alvin.