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CHEN HSONG HOLDINGS LIMITED
震雄集團有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 00057)

INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

FINANCIAL HIGHLIGHTS

	For the six months ended 30 September		
	2026 (Unaudited)	2025 (Unaudited)	Change
RESULTS HIGHLIGHTS *(HK$'000)*			
Revenue	**1,307,122**	1,211,523	8%
Profit before tax	**56,892**	71,180	-20%
Profit attributable to equity holders of the Company	**48,697**	60,644	-20%
Basic earnings per share *(HK cents)*	**7.7**	9.6	-20%
Cash dividends per share (*HK cents*)	**3.0**	3.6	-17%

	30 September 2026 (Unaudited)	31 March 2026 (Audited)	Change
FINANCIAL POSITION ITEMS *(HK$'000)*			
Total assets	**5,009,212**	4,649,748	8%
Shareholders' equity	**3,311,911**	3,241,045	2%
Issued share capital	**63,056**	63,053	0%
Net current assets	**2,142,051**	2,052,160	4%
Net assets per share *(HK$)*	**5.3**	5.1	4%
KEY FINANCIAL RATIOS (ANNUALISED)			
Return on average shareholders' equity	**3.0%**	3.9%	-0.9%
Return on average total assets	**2.0%**	2.8%	-0.8%

INTERIM RESULTS

The board of directors (the "Board") of Chen Hsong Holdings Limited (the "Company") announces that the unaudited consolidated profit attributable to equity holders of the Company for the six months ended 30 September 2026 amounted to HK$48,697,000 (2025: HK$60,644,000). Basic earnings per share for the six months ended 30 September 2026 was HK7.7 cents (2025: HK9.6 cents). These unaudited interim results have been reviewed by the Company's Audit Committee.

CONDENSED CONSOLIDATED INCOME STATEMENT
For the six months ended 30 September 2026

		Six months ended 30 September	
		2026	2025
		(Unaudited)	(Unaudited)
	Notes	***HK$'000***	*HK$'000*
REVENUE	*2*	**1,307,122**	1,211,523
Cost of sales		**(1,047,416)**	(935,986)
Gross profit		**259,706**	275,537
Other income and gains, net		**50,488**	59,974
Selling and distribution expenses		**(130,532)**	(136,102)
Administrative expenses		**(65,753)**	(73,753)
Other operating expenses, net		**(56,099)**	(54,574)
Finance costs		**(1,911)**	(500)
Share of profits less losses of associates		**993**	598
PROFIT BEFORE TAX	*3*	**56,892**	71,180
Income tax expense	*4*	**(8,653)**	(11,001)
PROFIT FOR THE PERIOD		**48,239**	60,179
ATTRIBUTABLE TO:			
Equity holders of the Company		**48,697**	60,644
Non-controlling interests		**(458)**	(465)
		48,239	60,179
EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY	*6*		
Basic *(HK cents)*		**7.7**	9.6
Diluted *(HK cents)*		**7.7**	9.6

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 September 2026

	Six months ended 30 September	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
PROFIT FOR THE PERIOD	**48,239**	60,179
OTHER COMPREHENSIVE INCOME/(EXPENSES)		
Other comprehensive income/(expenses) that may be reclassified to the income statement in subsequent periods:		
Exchange differences:		
Exchange differences on translation of foreign operations	**55,676**	51,896
Share of other comprehensive income of associates	**1,673**	564
Release of exchange fluctuation reserve upon disposal of a subsidiary	**247**	-
Release of exchange fluctuation reserve upon deregistration of a subsidiary	**(1,303)**	-
Net other comprehensive income that may be reclassified to the income statement in subsequent periods	**56,293**	52,460
Other comprehensive income that will not be reclassified to the income statement in subsequent periods:		
Actuarial gains on a defined benefit plan	**150**	139
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	**56,443**	52,599
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**104,682**	112,778
ATTRIBUTABLE TO:		
Equity holders of the Company	**105,365**	113,184
Non-controlling interests	**(683)**	(406)
	104,682	112,778

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2026

	Notes	30 September 2026 (Unaudited) HK$'000	31 March 2026 (Audited) HK$'000
NON-CURRENT ASSETS			
Property, plant and equipment		**588,596**	598,683
Investment properties		**371,836**	361,526
Right-of-use assets		**52,812**	53,637
Goodwill		**51,905**	51,905
Intangible assets		**-**	1,060
Investments in associates		**30,776**	27,649
Deferred tax assets		**27,342**	27,424
Deposits for purchases of items of property, plant and equipment		**23,750**	4,942
Trade and bills receivables	*7*	**122,368**	165,362
Defined benefit assets		**6,519**	6,176
Total non-current assets		**1,275,904**	1,298,364
CURRENT ASSETS			
Inventories		**857,109**	786,951
Trade and bills receivables	*7*	**1,445,941**	1,258,834
Deposits, prepayments and other receivables		**330,939**	249,762
Pledged bank deposits		**264,683**	242,932
Cash and bank balances		**834,636**	812,905
Total current assets		**3,733,308**	3,351,384
CURRENT LIABILITIES			
Trade and bills payables	*8*	**1,140,064**	878,699
Other payables, accruals and contract liabilities		**409,484**	374,205
Lease liabilities		**4,250**	4,222
Tax payable		**37,459**	42,098
Total current liabilities		**1,591,257**	1,299,224
NET CURRENT ASSETS		**2,142,051**	2,052,160
TOTAL ASSETS LESS CURRENT LIABILITIES		**3,417,955**	3,350,524
NON-CURRENT LIABILITIES			
Other payables and accruals		**10,723**	10,667
Lease liabilities		**8,733**	10,345
Deferred tax liabilities		**86,432**	85,343
Total non-current liabilities		**105,888**	106,355
NET ASSETS		**3,312,067**	3,244,169

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(continued)*
As at 30 September 2026

	30 September 2026 (Unaudited) *HK$'000*	31 March 2026 (Audited) *HK$'000*
EQUITY		
Equity attributable to equity holders of the Company		
Issued share capital	**63,056**	63,053
Reserves	**3,248,855**	3,177,992
	3,311,911	3,241,045
Non-controlling interests	**156**	3,124
TOTAL EQUITY	**3,312,067**	3,244,169

NOTES:

1. ACCOUNTING POLICIES

The unaudited condensed interim financial statements of the Company and its subsidiaries (the "Group") have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" as issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") and Appendix D2 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

The accounting policies and basis of preparation adopted in the preparation of these condensed interim financial statements are consistent with those set out in the Group's audited financial statements for the year ended 31 March 2026, except that the Group has adopted, for the first time for the current period's condensed interim financial statements, the following amended HKFRS Accounting Standards (which includes all applicable Hong Kong Financial Reporting Standards, HKASs and Interpretations) as issued by the HKICPA that are effective for the accounting period commencing on 1 April 2026:

Amendments to HKFRS 9 and HKFRS 7	*Amendments to the Classification and Measurement of Financial Instruments*
Amendments to HKFRS 9 and HKFRS 7	*Contracts Referencing Nature-dependent Electricity*
Annual improvements to HKFRS Accounting Standards – Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

The above amended HKFRS Accounting Standards has had no significant financial effect on these condensed interim financial statements and there have been no significant changes to the accounting policies applied in these condensed interim financial statements.

The HKICPA has also issued a number of new and amended HKFRS Accounting Standards which are not yet effective for the current reporting period. The Group has not early adopted those new and amended HKFRS Accounting Standards in these condensed interim financial statements. The Group is in the process of making an assessment of the impact of these new and amended HKFRS Accounting Standards upon initial application, but is not yet in a position to state whether these new and amended HKFRS Accounting Standards would have significant impact on the Group's financial performance and financial position.

2. REVENUE AND OPERATING SEGMENT INFORMATION

The Group's revenue from contracts with customers is related to the sale of plastic injection moulding machines and related products, and all the revenue is recognized at a point in time when control of goods is transferred to customers generally on delivery of the goods.

The Group is principally involved in the manufacture and sale of plastic injection moulding machines and related products. For management purposes, the Group is organized into business units based on the locations of customers and has three reportable operating segments as follows:

(i) Chinese Mainland and Hong Kong;
(ii) Taiwan; and
(iii) Other overseas countries.

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 profit, which is a measure of adjusted profit before tax. The adjusted profit before tax is measured consistently with the Group's profit before tax except that interest income, unallocated income and gains, non-lease-related finance costs, share of profits less losses of associates, and corporate and unallocated expenses are excluded from such measurement.

There are no significant sales between the reportable operating segments.

Disaggregation of revenue from contracts with customers by locations of customers, as well as revenue and results information for the Group's operating segments for the periods ended 30 September 2026 and 2025 is as follows:

	SEGMENT REVENUE FROM EXTERNAL CUSTOMERS		**SEGMENT RESULTS**	
	Six months ended 30 September		**Six months ended 30 September**	
	2026	2025	**2026**	2025
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Chinese Mainland and Hong Kong	**1,008,153**	843,632	**53,555**	60,368
Taiwan	**21,151**	18,215	**(2,603)**	(203)
Other overseas countries	**277,818**	349,676	**9,535**	21,258
	1,307,122	1,211,523	**60,487**	81,423

Reconciliation of results of operating segments to profit before tax is as follows:		
Operating segment results	**60,487**	81,423
Unallocated income and gains	**12,404**	9,985
Corporate and unallocated expenses	**(15,453)**	(20,826)
Finance costs (other than interest on lease liabilities)	**(1,539)**	**-**
Share of profits less losses of associates	**993**	598
Profit before tax	**56,892**	71,180

3. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
Cost of inventories sold	**1,047,416**	935,986
Depreciation of property, plant and equipment	**31,429**	28,343
Depreciation of right-of-use assets	**2,860**	2,910
Amortization of intangible assets	**139**	399
Gain on disposal of items of property, plant and equipment, net	**(616)**	(80)
Write-off of items of property, plant and equipment	**776**	516
Impairment/(write-back of impairment) of trade receivables, net	**(2,546)**	2,836
Provision for inventories, net	**15**	607
Gain on disposal of a subsidiary	**(6)**	-
Gain on deregistration of a subsidiary	**(2,260)**	-
Foreign exchange differences, net	**2,493**	(7,149)
Interest income	**(12,404)**	(9,985)

4. INCOME TAX EXPENSE

No provision for Hong Kong profits tax has been made as the Group did not generate any assessable profits arising in Hong Kong during the period. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries/jurisdictions in which the Group operates.

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
Current:		
Charge for the period		
Hong Kong	-	-
Elsewhere	**6,077**	7,736
Underprovision in prior periods	**3,175**	3,351
Deferred	**(599)**	(86)
Tax charge for the period	**8,653**	11,001

5. DIVIDENDS

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
Dividends paid during the period:		
Final in respect of the financial year ended 31 March 2026:		
HK$0.053 (2025: HK$0.080) per ordinary share	**33,418**	50,443

The Board has declared the payment of an interim dividend of HK$0.030 (2025: HK$0.036) per ordinary share for the six months ended 30 September 2026 totalling HK$18,917,000 (2025: HK$22,699,000). These condensed interim financial statements do not reflect the interim dividend payable.

6. EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

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

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
Earnings		
Profit for the period attributable to equity holders of the Company for the purpose of basic and diluted earnings per share	**48,697**	60,644

	Six months ended 30 September	
	2026	2025
	thousand shares	*thousand shares*
Number of shares		
Weighted average number of ordinary shares for the purpose of basic earnings per share	**630,557**	630,532
Effect of dilutive potential ordinary shares: share options	**334**	701
Effect of dilutive potential ordinary shares: share awards	**905**	-
Weighted average number of ordinary shares for the purpose of diluted earnings per share	**631,796**	631,233

7. TRADE AND BILLS RECEIVABLES

	Notes	**30 September 2026** ***HK$'000***	31 March 2026 *HK$'000*
Trade receivables		**1,423,767**	1,385,545
Impairment		**(75,150)**	(77,459)
Trade receivables, net	*(a)*	**1,348,617**	1,308,086
Bills receivable	*(b)*	**219,692**	116,110
Total trade and bills receivables		**1,568,309**	1,424,196
Portion classified as non-current portion		**(122,368)**	(165,362)
Current portion		**1,445,941**	1,258,834

Trading terms with customers are either cash on delivery, bank bills or on credit. The Group grants credit to customers based on their respective business strength and creditability, with credit periods of 30 days to 180 days in general. The Group adopts strict control policies over credit terms and receivables that serve to minimize credit risk.

In view of the aforementioned and the fact that the Group's trade and bills receivables relate to a large number of diversified customers, there is no significant concentration of credit risk. The Group does not hold any collateral or other credit enhancements over these balances. Except for the trade receivables of HK$28,338,000 as at 30 September 2026 (31 March 2026: HK$34,817,000) which are interest-bearing at an average interest rate of 6.0% (31 March 2026: 6.4%) per annum and with credit periods of 18 months to 36 months (31 March 2026: 18 months to 36 months) in general, the remaining trade and bills receivables are non-interest-bearing.

As at 30 September 2026, the Group has pledged bills receivable of HK$77,323,000 (31 March 2026: HK$12,075,000) to secure the issuance of bank acceptance notes, included in the trade and bills payables, to suppliers.

(a) The ageing analysis of the trade receivables as at the end of the reporting period, based on the invoice date and net of loss allowance, is as follows:

	30 September 2026 ***HK$'000***	31 March 2026 *HK$'000*
Within 90 days	**526,646**	544,937
91 to 180 days	**182,698**	188,851
181 to 365 days	**345,383**	305,700
Over 1 year	**293,890**	268,598
	1,348,617	1,308,086

7. TRADE AND BILLS RECEIVABLES *(continued)*

(b) The maturity dates of the bills receivable as at the end of the reporting period are analyzed as follows:

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
Within 90 days	**118,760**	62,777
91 to 180 days	**95,524**	45,410
181 to 365 days	**2,302**	6,795
Over 1 year	**3,106**	1,128
	219,692	116,110

8. TRADE AND BILLS PAYABLES

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

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
Within 90 days	**575,542**	450,593
91 to 180 days	**231,325**	212,271
181 to 365 days	**301,935**	182,356
Over 1 year	**31,262**	33,479
	1,140,064	878,699

The trade and bills payables are non-interest-bearing and are normally settled on terms of 3 months to 6 months (31 March 2026: 3 months to 6 months). Included in the trade and bills payables are trade payables of HK$7,266,000 (31 March 2026: HK$12,193,000) due to associates which are repayable within 30 days.

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK3.0 cents (2025: HK3.6 cents) per ordinary share for the six months ended 30 September 2026 to shareholders whose names appear on the Register of Members of the Company at the close of business on Thursday, 17 December 2026. The interim dividend will be paid on or about Thursday, 14 January 2027.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Wednesday, 16 December 2026 to Thursday, 17 December 2026, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the interim dividend, all transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar 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 Tuesday, 15 December 2026. The record date for entitlement to the proposed interim dividend is Thursday, 17 December 2026.

MANAGEMENT'S DISCUSSION AND ANALYSIS

BUSINESS PERFORMANCE

For the six months ended 30 September 2026, the Group recorded total revenue of HK$1,307 million (2025: HK$1,212 million), an increase of 8% over the same period of last year. Growth was primarily driven by Chinese Mainland market which more than offset the significant declines in international markets. Nevertheless, competition in the domestic market remained exceptionally intense, with the price war of past two years continuing unabated, intensifying competitive pressure while depressing both prices and margins. Compounded by the lower contribution from higher-margin international sales, profit attributable to equity holders had declined by 20% to HK$48.7 million (2025: HK$60.6 million). Basic earnings per share were HK7.7 cents (2025: HK9.6 cents). The Board has resolved to declare an interim dividend of HK3.0 cents per share (2025: HK3.6 cents).

During the first half of this financial year, on-going military conflict in the Middle East continued to disrupt oil supply and transport industry. Different countries were, however, affected differently – the United States being a notable outlier with annualised growth accelerating from 2.2% in the first quarter (April to June) to 3.4% in the second quarter (July to September), driven mainly by investments and consumption. Quarter-on-quarter growth in the Eurozone slowed from 0.6% to 0.4%, while performance across other regions was also quite mixed. Since the forced closure of the Strait of Hormuz in early March 2026, crude oil and petrochemical raw materials supply has remained volatile. Wide-spread rerouting of shipping traffic also drove freight costs and insurance premiums sharply higher. Impacts on the injection moulding industry was particularly pronounced: plastic resins frequently experienced shortages since March while prices surged and remained elevated throughout the first half, squeezing manufacturers' margins, leading to the Group's customers deferring purchases of new equipment.

This surge in international crude oil prices, repeatedly exceeding US$100 per barrel during the reporting period, also brought renewed inflationary pressure – annualised inflation in the United States jumped to 5.6% in the first quarter and over 3% in the Eurozone. Consequently, interest rate became more difficult to predict, driving up financing costs globally. Developing countries and regions were hit even harder, with fuel shortages leading to blackouts and production shut-downs. Soaring import costs and currency depreciations left their governments with limited room to manoeuvre. All these factors represented an extreme challenge for the Group's international markets during the first half.

The Group worked diligently, with partial success, to mitigate the margin impacts from lower selling prices through vigorous cost-reduction and integrated supply-chain initiatives.

MARKET ANALYSIS

Breakdown of turnover, based on the location of customers, for the six months ended 30 September 2026 is as follows:

Customer Location	**2026** ***(HK$ million)***	2025 *(HK$ million)*	Change
Chinese Mainland and Hong Kong	**1,008**	844	+19%
Taiwan	**21**	18	+17%
Other overseas countries	**278**	350	-21%
Total	**1,307**	1,212	+8%

During the second quarter of this financial year (July to September), GDP growth in Chinese Mainland recovered from 4.3% in the preceding quarter to 4.5%. The Central Government introduced additional economic stimuli and RMB policy-based financing instruments that gradually took effect, boosting the official manufacturing PMI to 50.1 in September, returning to expansion territory. Nevertheless, domestic consumption remained weak, with fixed asset investments declining 7.2% year-on-year during the first nine months of 2026, and investment in property development down sharply by 20.6%. Capital investment in manufacturing also fell 2.1%, while consumer retail grew by a meagre 1.1% in September.

Amid this challenging environment, the Group's turnover in Chinese Mainland rose by 19% to HK$1,008 million during the first half (2025: HK$844 million). This increase was mainly attributed to a significant order from a top-tier industry leader to support its strategic production expansion initiative. The said customer bought several hundred medium-to-large tonnage injection moulding machines from the Group within a short period of time, most of them had already been delivered. Excluding this extraordinary order, overall market demand remained lacklustre.

In Taiwan, customers benefited from swaying tariff policies in the United States. Temporary tariff relief eased pressure on exporting customers, lifting the Group's turnover in Taiwan by 17% to HK$21 million (2025: HK$18 million).

Internationally, shortages and surging prices for plastic resins, together with spiking ocean freight rates, had a worldwide impact. Compounded with the Group's international turnover during the same period last year being buoyed by front-loading of orders ahead of expected United States tariff measures, which resulted in an 18% growth and created a higher basis for comparison, turnover this year declined by 21% as compared with the same period of last year to HK$278 million (2025: HK$350 million). Nevertheless, the Group's global network of wholly-owned subsidiaries and service centres, built up over the past years, remained effective and well-poised to capture opportunities as they arise in the future when markets stabilise.

DEVELOPMENT OF NEW TECHNOLOGIES AND NEW PRODUCTS

During the first half of this financial year, the Group continued to innovate and evolve its intelligent manufacturing solutions via strategic cooperation with industry-leading customers. Following the successful delivery of a complete MES (Manufacturing Execution System) to a major tier-one automotive supplier in the previous financial year, the Group now completed a comprehensive upgrade from MES to a new-generation MOM (Manufacturing Operations Management) platform.

In addition to supporting production management at individual factories and coordinated multi-plant operations at group level, the newly-developed MOM platform extends the Group's services into the supply-chain networks of major corporate clients. Through seamless connectivity with suppliers' equipment, the platform enables end-to-end inter-connection across enterprises in key areas including production capacity, production progress, quality control and order fulfilment. It also incorporates artificial intelligence analytics to help enhance supply-chain visibility, operational efficiency and collaborative decision-making.

This upgrade marks a metamorphosis of the Group's software portfolio from "Factory-level" applications to "Group-level" and "Integrated Industry Supply Chain" solutions. 2026 being the opening year of China's 15th Five-Year Plan which expressly calls for a "digital and intelligent transformation" of the manufacturing sector, the Group's core strategy of graduating from a conventional equipment manufacturer into a provider of integrated intelligent manufacturing solutions is closely aligned with this direction.

On the product lines front, the MK6.6/D, G5, TP7 and MS series launched during the previous financial year have successfully replaced their respective legacy models and are now part of the Group's standard product portfolio. During the second half, the Group will continue to refine remaining product lines with the aim of further assisting customers in enhancing operational efficiency and productivity. In addition, to meet growing market demand for intelligent management, the Group is also planning a new generation of products with such features built-in.

PRODUCTION AND COST CONTROL

Over the past few years, the Group has successfully implemented "Lean Manufacturing" initiatives across its major production facilities. Through mapping value streams, eliminating process bottlenecks and optimising production-line layouts, the Group has effectively shortened production cycles and reduced work-in-progress inventory levels. At the same time, the Group has introduced various reforms throughout the organisation, including performance-based incentives designed to unlock greater employee productivity. Benefits are already evident in the delivery capabilities: after reconfiguring the production lines for large-tonnage two-platen injection moulding machines, the Group is now able to fulfil a short-lead-time bulk order, which is the key factor for the Group to secure that above-mentioned significant order in the first place. The production assembly line for all-electric injection moulding machines has also started commissioning, and is expected to commence production during the second half of this financial year, further enhancing efficiency and logistics control through takt-time production.

During the first half of this financial year, the Group also strengthened its Centralised Procurement initiative, actively nurturing long-term partnerships for critical components and expanded sourcing and benchmarking for mission-critical materials in order to alleviate supply-chain bottlenecks. While the prices of certain raw materials, such as steel and copper, increased, the Group managed to maintain market competitiveness and customer loyalty through continued improvements in quality, cost reduction and efficiency.

LIQUIDITY AND FINANCIAL CONDITIONS

As at 30 September 2026, the Group had net current assets of HK$2,142 million (31 March 2026: HK$2,052 million), which represented an 4% increase as compared to that as at 31 March 2026. Cash and bank balances (including pledged deposits) amounted to HK$1,099 million (31 March 2026: HK$1,056 million), representing an increase of HK$43 million as compared to that as at 31 March 2026. As at 30 September 2026, the Group had no bank borrowings (31 March 2026: Nil). The Group recorded a net cash position of HK$1,099 million (31 March 2026: HK$1,056 million), representing an increase of HK$43 million as compared to that as at 31 March 2026.

The gearing ratio of the Group is measured as total borrowings net of cash and bank balances divided by total assets. The Group had a net cash position as at 30 September 2026. As a result, no gearing ratio was presented.

It is the policy of the Group to adopt a consistently prudent financial management strategy, sufficient liquidity is maintained to meet the funding requirements of the Group's capital investments and operations.

CHARGE ON ASSETS

As at 30 September 2026, bank deposits of certain subsidiaries of the Group in the amount of HK$265 million (31 March 2026: HK$243 million) were pledged for securing the issuance of bank acceptance notes, recorded in the trade and bills payables, to suppliers. In addition, bills receivable of a subsidiary of the Group in the amount of HK$77 million (31 March 2026: HK$12 million) was pledged for securing the issuance of bank acceptance notes, included in the trade and bills payables, to suppliers.

CAPITAL COMMITMENTS

As at 30 September 2026, the Group had capital commitments of HK$40 million (31 March 2026: HK$9 million), mainly in respect of the construction and upgrading of industrial facilities, the purchases of production equipment in Chinese Mainland, which are to be funded by internal resources of the Group.

SIGNIFICANT INVESTMENTS, MATERIAL ACQUISITIONS AND DISPOSALS

The Group did not make any significant investments, material acquisitions or disposals in relation to its subsidiaries and associated companies during the six months ended 30 September 2026.

FUTURE PLANS FOR MATERIAL INVESTMENTS OR CAPITAL ASSETS

As at 30 September 2026, the Group had no specific plan for material investments or capital assets.

FINANCIAL ASSISTANCE AND GUARANTEES TO AFFILIATED COMPANIES BY THE COMPANY

As at 30 September 2026, the Company had not provided any financial assistance and guarantees to affiliated companies which is subject to disclosure requirement under Rule 13.22 of the Listing Rules.

ADVANCE TO AN ENTITY PROVIDED BY THE COMPANY

As at 30 September 2026, the Company had not provided any advance to an entity which is subject to disclosure requirement under Rule 13.20 of the Listing Rules.

TREASURY AND FOREIGN EXCHANGE RISK MANAGEMENT

The Group adopts a prudent approach in managing its funding. Funds, which are primarily denominated in Hong Kong Dollar, the Renminbi, the New Taiwanese Dollar, the United States Dollar and the Euro, are generally placed with banks in short or medium term deposits for working capital of the Group.

The Group, from time to time, assesses the risk exposure on certain volatile foreign currencies and manages it in appropriate manner to minimize the risk.

The Group has substantial investments in Chinese Mainland and is aware that any fluctuation of the Renminbi would have an impact on the net profits of the Group. However, since most of the transactions of the Group are conducted with the Renminbi, the exchange differences have no direct impact on the Group’s actual operations and cash flows.

CONTINGENT LIABILITIES

As at 30 September 2026, the Group did not have any significant contingent liabilities (31 March 2026: Nil).

HUMAN RESOURCES

As at 30 September 2026, the Group had approximately 2,700 (31 March 2026: 2,600) full-time employees. The Group offers good remuneration and welfare packages to its employees and maintains market-competitive pay levels. Employees are rewarded based on individual performance as well as the results performance of the Group.

The Group conducted regular programmes, including comprehensive educational and professional training, and social counselling activities, to its employees to enhance staff quality, standards of professional knowledge and teamwork spirit.

OUTLOOK FOR THE SECOND HALF

The second half of this financial year is expected to remain highly volatile and uncertain as global conditions continue to evolve rapidly.

Situation in the Middle East remains unpredictable, with ceasefire intermittent, and regular shipping through the Strait of Hormuz yet to resume. Although international crude oil prices have retreated from their peaks, they remain well above pre-conflict levels and continue to fluctuate sharply. Freight rates and insurance premiums also remain elevated, making the outlook for inflation and interest rates difficult to predict.

Domestic consumption and investment sentiment in Chinese Mainland have yet to recover, as the property downturn and local debt crisis take time to resolve. The above-mentioned significant order of the Group has already been mostly delivered during the first half, while prices and availability of plastic resins have yet to stabilise and market sentiment remains subdued. The Group therefore expects the second half to be no less challenging, with intensifying industry competition ahead.

With uncertainties abound, the Group shall remain highly vigilant, managing its financial and operational risks in a prudent manner, and continue to pursue cost reductions and efficiency improvements. The Group shall also accelerate its efforts to develop markets and procure new customers, focusing on solving customer needs, and continue to invest into product and technology enhancements, particularly in the area of automated solutions and applied intelligence for manufacturing. With these measures, the Group strives to be well-positioned to capture emerging opportunities when the market recovers.

COMPLIANCE WITH CORPORATE GOVERNANCE CODE

Throughout the six months ended 30 September 2026, the Company has complied with all the code provisions of the Corporate Governance Code as set out in Part 2 of Appendix C1 to the Listing Rules, except for the following deviations:

Code provision B.2.2 provides that every director should be subject to retirement by rotation at least once every three years. The directors of the Company (except the Chairman of the Board) are subject to retirement by rotation at least once every three years as the Chen Hsong Holdings Limited Company Act, 1991 of Bermuda provides that the chairman and the managing director of the Company are not required to retire by rotation.

Code provision C.2.1 provides that the roles of chairman and chief executive officer should be separate and should not be performed by the same individual. Ms. Lai Yuen CHIANG is the Chairman of the Board and Chief Executive Officer of the Company. Given the skills and experience of Ms. CHIANG and her long term of service with the Group, this structure can be considered appropriate to the Group and can provide the Group with strong and consistent leadership for effective and efficient business planning and decisions, as well as execution of long term business strategies.

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY THE DIRECTORS

The Company has adopted a Code of Conduct regarding Securities Transactions by the Directors (the "Code of Conduct") on terms no less exacting than the required standard as set out in the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") contained in Appendix C3 to the Listing Rules. The Company, after having made specific enquiry of all directors, confirms that all directors have complied with the required standard set out in the Code of Conduct and the Model Code throughout the six months ended 30 September 2026.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

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

REVIEW OF ACCOUNTS

The Audit Committee of the Company has reviewed with the Management the unaudited interim results for the six months ended 30 September 2026 and discussed internal controls and financial reporting matters, including the review of accounting principles and practices adopted by the Group.

On behalf of the Board
CHEN HSONG HOLDINGS LIMITED
Lai Yuen CHIANG
Chairman and Chief Executive Officer

Hong Kong, 18 November 2026

As at the date of this announcement, the executive directors of the Company are Ms. Lai Yuen CHIANG and Mr. Stephen Hau Leung CHUNG, and the independent non-executive directors of the Company are Mr. Harry Chi HUI, Mr. Clement King Man KWOK, Mr. Anish LALVANI and Mr. Johnson Chin Kwang TAN.