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Telecom Service One Holdings Limited
電訊首科控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 3997)

INTERIM RESULTS ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2026

The board of Directors (the "**Board**") of Telecom Service One Holdings Limited (the "**Company**") announces the condensed consolidated financial results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the six months ended 30 September 2026 (the "**Period**"), together with the corresponding comparative figures as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2026

		Six months ended 30 September	
		2026	2025
		HK$'000	*HK$'000*
	Notes	**(unaudited)**	(unaudited)
Revenue	*4*	**25,067**	18,905
Cost of sales		**(15,572)**	(16,908)
Gross profit		**9,495**	1,997
Other income and gain	*6*	**1,318**	2,786
Other operating expenses, net	*7*	**(1,739)**	(2,401)
Administrative expenses		**(5,485)**	(6,129)
Finance costs	*8*	**(96)**	(21)
Profit (loss) before tax		**3,493**	(3,768)
Income tax expense	*9*	**(54)**	(25)
Profit (loss) and total comprehensive income (expense) for the period	*10*	**3,439**	(3,793)
Earnings (loss) per share *(HK$)*			
Basic and diluted	*12*	**0.0268**	(0.0296)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2026

	Notes	**30 September 2026** ***HK$'000*** **(unaudited)**	31 March 2026 *HK$'000* (audited)
Non-current assets			
Property, plant and equipment	*13*	**171**	405
Right-of-use asset	*14*	**2,585**	3,877
Investment properties	*15*	**28,356**	29,100
Deferred tax asset		**1,228**	1,232
Rental deposits	*16*	**—**	456
		32,340	35,070
Current assets			
Inventories		**1,013**	1,072
Trade and other receivables	*16*	**12,841**	10,551
Amounts due from related companies	*19(a)*	**57**	51
Pledged bank deposit		**214**	212
Bank balances and cash		**11,496**	8,615
		25,621	20,501
Current liabilities			
Trade and other payables	*17*	**4,565**	4,296
Lease liability		**2,663**	2,584
Amount due to a related company	*19(b)*	**45**	69
Tax payable		**162**	184
		7,435	7,133
Net current assets		**18,186**	13,368
Total assets less current liabilities		**50,526**	48,438
Non-current liabilities			
Lease liability		**—**	1,351
Long service payment obligations		**806**	806
		806	2,157
Net assets		**49,720**	46,281
Capital and reserves			
Share capital	*18*	**12,834**	12,834
Reserves		**36,886**	33,447
Total equity		**49,720**	46,281

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2026

	Share capital *HK$'000*	Share premium *HK$'000*	Other reserve *HK$'000* *Note*	Translation reserve *HK$'000*	Retained profits *HK$'000*	Total *HK$'000*
At 1 April 2025 (audited)	12,834	34,333	70	(26)	7,220	54,431
Loss and total comprehensive expense for the period	—	—	—	—	(3,793)	(3,793)
Dividends recognised as distribution *(Note 11)*	—	—	—	—	(2,567)	(2,567)
At 30 September 2025 (unaudited)	12,834	34,333	70	(26)	860	48,071
At 1 April 2026 (audited)	**12,834**	**31,767**	**70**	**(26)**	**1,636**	**46,281**
Profit and total comprehensive income for the period	**—**	**—**	**—**	**—**	**3,439**	**3,439**
At 30 September 2026 (unaudited)	**12,834**	**31,767**	**70**	**(26)**	**5,075**	**49,720**

Note: During the year ended 31 March 2014, the Company acquired 100% of equity interest in Telecom Service One (Macau) Limited ("**TSO Macau**") from East-Asia Pacific Limited ("**East-Asia**"), the immediate holding company of the Company which was incorporated in the British Virgin Islands ("**BVI**"). The acquisition was accounted for using merger accounting. Other reserve represents the difference between the issued share capital of TSO Macau and the consideration paid for acquiring it.

In addition, other reserve represents the difference between the nominal value of the issued capital of subsidiaries acquired pursuant to a group reorganisation over the consideration paid for acquiring these subsidiaries during the year ended 31 March 2013.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2026

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
OPERATING ACTIVITIES		
Profit (loss) before tax	**3,493**	(3,768)
Adjustments for:		
Depreciation of property, plant and equipment	**234**	454
Depreciation of right-of-use asset	**1,292**	1,479
Depreciation of investment properties	**744**	910
Bank interest income	**(2)**	(57)
Finance costs	**96**	21
Operating cash flows before movements in working capital	**5,857**	(961)
Decrease (increase) in inventories	**59**	(364)
(Increase) decrease in trade and other receivables	**(1,834)**	171
Increase in amounts due from related companies	**(6)**	(2)
Increase (decrease) in trade and other payables	**269**	(309)
Decrease in amount due to a related company	**(24)**	(19)
Cash generated from (used in) operations	**4,321**	(1,484)
Hong Kong Profits Tax paid	**(72)**	(10)
NET CASH FROM (USED IN) OPERATING ACTIVITIES	**4,249**	(1,494)
INVESTING ACTIVITIES		
Interest received	**2**	57
Placement of pledge bank deposit	**(2)**	(2)
NET CASH FROM INVESTING ACTIVITIES	**—**	55

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
FINANCING ACTIVITIES		
Other borrowing raised	**—**	1,000
Repayment of lease liability	**(1,272)**	(1,600)
Interest paid on lease liability	**(96)**	(17)
Interest paid on bank and other borrowing	**—**	(4)
Dividend paid	**—**	(2,567)
NET CASH USED IN FINANCING ACTIVITIES	**(1,368)**	(3,188)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	**2,881**	(4,627)
CASH AND CASH EQUIVALENTS AT 1 APRIL	**8,615**	5,702
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD represented by bank balances and cash	**11,496**	1,075

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2026

1. GENERAL

The Company is a company incorporated in the Cayman Islands as an exempted company with limited liability under Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands on 3 August 2012 and its shares are listed on the Main Board of the Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 27 March 2018 (Stock Code: 3997). The address of the registered office of the Company is Vistra (Cayman) Limited, P.O. Box 31119 Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman KY1-1205, Cayman Islands. The principal place of business of the Company is at Unit C, 3/F, Sunshine Kowloon Bay Cargo Centre, 59 Tai Yip Street, Kowloon Bay, Kowloon, Hong Kong.

The directors of the Company (the "**Directors**") consider the immediate holding company and ultimate holding company are East-Asia Pacific Limited and KW Cheung Family Holdings Limited ("**KWCFH**") respectively, which were incorporated in the BVI. The Group has been under the control and beneficially owned by KW Cheung Family Trust, Mr. CHEUNG King Shek, Mr. CHEUNG King Shan, Mr. CHEUNG King Chuen Bobby and Mr. CHEUNG King Fung Sunny (the "**Cheung Brothers**").

The Company is principally engaged in investment holding. The principal activities of its subsidiaries are provision of repair and refurbishment services for mobile phones and other personal electronic products as well as sales of related accessories and provision of supportive services.

The functional currency of the Company is Hong Kong dollars ("**HK$**") while the functional currencies for certain subsidiaries are Macau Patacas ("**MOP**"). For the purpose of presenting the condensed consolidated financial statements, the Group adopted HK$ as its presentation currency which is the same as the functional currency of the Company.

2. 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**") and the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**").

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical costs basis and presented in HK$, which is the same as the functional currency of the Company and all values are rounded to the nearest thousand (HK$'000) except otherwise indicated.

Other than changes in accounting policies resulting from application of new and amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the consolidated financial statements for the year ended 31 March 2026.

Application of amendments to HKFRS Accounting Standards

During the Period, the Group has applied, for the first time, the following amendments to HKFRS Accounting Standards issued by the HKICPA which are mandatory effective for the annual period beginning on or after 1 April 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 Accounting Standards	Annual Improvements to HKFRS Accounting Standards — Volume 11
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity

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

New and amendments to HKFRS Accounting Standards issued but not yet effective

The following new and amendments to HKFRS Accounting Standards have been issued, but are not yet effective and have not been early adopted by the Group:

Amendments to HKFRS 18	Presentation and Disclosure of Financial Statement[1]
Amendments to HKFRS 19	Subsidiaries without Public Accountability — Disclosures[1]
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture[2]
Amendments to HKAS 21	Translation to a Hyperinflationary Presentation Currency[1]

[1] Effective for annual periods beginning on or after 1 January 2027.

[2] Effective for annual periods beginning on or after a date to be determined.

4. REVENUE

Revenue represents the amounts received or receivable for goods sold and services provided in the normal course of business, net of discounts. An analysis of the Group's revenue for the periods is as follows:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Revenue from contracts with customers within the scope of HKFRS 15		
Disaggregated major products or services lines		
— Repairing service income	**24,970**	18,815
— Sales of accessories and provision of supportive services	**97**	90
	25,067	18,905

5. SEGMENT INFORMATION

The Group is engaged in a single segment, the provision of repair and refurbishment services for mobile phones and other personal electronic products as well as the sales of related accessories and provision of supportive services. Operating segment is reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board as they collectively make strategic decision in allocating the Group's resources and assessing performance.

Geographical information

During the Period and the corresponding period in 2025, the Group's operations were located in Hong Kong.

During the Period, 100% (2025: 100%) of the Group's revenue, based on the location of the operations, was generated in Hong Kong and 100% (2025: 100%) of the non-current assets, based on the geographical location of the assets, were located in Hong Kong. Hence, no geographical information is presented.

Information about major customers

Revenue from customers of the corresponding periods contributing over 10% of the total revenue of the Group is as follows:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Customer I	**5,888**	5,304
Customer II	**3,043**	3,104
Customer III	**3,009**	2,509

6. OTHER INCOME AND GAIN

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Management fee income *Note (i)*	**616**	1,963
Bank interest income	**2**	57
Storage income *Note (ii)*	**166**	166
Rental income (net of direct outgoings: nil)	**534**	580
Net exchange gain	**—**	20
	1,318	2,786

Notes:

(i) The amount represents management fee income received from manufacturers of mobile phones for the provision of management service such as inventory management and software upgrade to their operation teams in Hong Kong.

(ii) The amount represents storage income for damaged mobile phones in Hong Kong.

7. OTHER OPERATING EXPENSES, NET

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Miscellaneous income charges	**753**	633
Less: Other operating expenses of service centres	**(2,492)**	(3,034)
Other operating expenses, net	**(1,739)**	(2,401)

8. FINANCE COSTS

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Interest expenses on:		
— lease liability	**96**	17
— bank and other borrowings	**—**	4
	96	21

9. INCOME TAX EXPENSE

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Hong Kong Profits Tax		
— current period	**50**	60
Deferred tax		
— current period	**4**	(35)
Total income tax expense for the period	**54**	25

Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax in the Cayman Islands and the BVI.

Hong Kong Profits Tax is calculated at 16.5% of the estimated assessable profits for both periods.

10. PROFIT (LOSS) FOR THE PERIOD

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Profit (loss) for the period is arrived at after charging:		
Depreciation of property, plant and equipment	**234**	454
Depreciation of right-of-use asset	**1,292**	1,479
Depreciation of investment properties	**744**	910
Amount of inventories recognised as an expense	**5,010**	4,720
Lease expenses for short-term lease	**1,002**	1,367

11. DIVIDENDS

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Dividends recognised as distribution during the period:		
2024/25 fourth quarter interim dividend of HK$0.02 per share	**—**	2,567

At a meeting held on 20 November 2026, the Board has resolved to declare second quarter interim dividend of HK$0.02 per share for the three months ended 30 September 2026 (2025: nil).

12. EARNINGS (LOSS) PER SHARE

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

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Earnings (loss)		
Earnings (loss) for the purpose of basic and diluted earnings (loss) per share for the period attributable to the owners of the Company	**3,439**	(3,793)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted earnings (loss) per share	**128,342**	128,342

The dilutive earnings (loss) per share was the same as the basic earnings (loss) per share as there were no other potential dilutive ordinary shares outstanding during the Period.

13. PROPERTY, PLANT AND EQUIPMENT

The Group did not acquire any property, plant and equipment during the Period (2025: nil).

In addition, the Group did not write off any property, plant and equipment during the Period (2025: nil).

14. RIGHT-OF-USE ASSET

During the Period, the Group did not recognise any additions to right-of-use asset and lease liability (2025: HK$5,169,000) due to the renewal of lease for buildings and premises.

15. INVESTMENT PROPERTIES

The Group did not acquire any investment property during the Period (2025: nil).

16. TRADE AND OTHER RECEIVABLES

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Trade receivables	**8,756**	6,589
Other receivables	**107**	141
Rental and other deposits	**3,444**	3,453
Prepayments	**534**	824
	12,841	11,007
Less: Rental deposits classified as non-current assets	**—**	(456)
Current portion included in trade and other receivables	**12,841**	10,551

The Group does not hold any collateral over these balances.

The Group grants an average credit period of 30 days to 60 days to its trade customers.

No loss allowance on trade receivables was recognised as at 30 September 2026 and 31 March 2026.

The following was an aged analysis of trade receivables presented based on invoice dates at the end of the reporting period/year, which approximated the respective revenue recognition dates:

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Within 30 days	**5,862**	4,195
31 to 60 days	**2,003**	2,349
61 to 90 days	**872**	—
91 to 120 days	**19**	45
	8,756	6,589

17. TRADE AND OTHER PAYABLES

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Trade payables	**1,302**	1,352
Accrued expenses and other payables	**3,263**	2,944
Total	**4,565**	4,296

The average credit period on purchases of goods ranged from 30 days to 60 days. The Group has financial risk management policies in place to ensure that all payables are settled within credit timeframe.

The following was the aged analysis of trade payables presented based on the invoice dates at the end of the reporting period/year:

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Within 30 days	**1,284**	1,352
31 to 60 days	**—**	—
61 to 90 days	**18**	—
	1,302	1,352

18. SHARE CAPITAL

	30 September 2026		31 March 2026	
	Number of shares	**Share capital**	Number of shares	Share capital
	'000	***HK$'000***	*'000*	*HK$'000*
	(unaudited)		(audited)	
Ordinary shares of HK$0.1 each				
Authorised				
At 1 April 2025, 31 March 2026, 1 April 2026 and 30 September 2026	**1,000,000**	**100,000**	1,000,000	100,000
Issued and fully paid				
At 1 April 2025, 31 March 2026, 1 April 2026 and 30 September 2026	**128,342**	**12,834**	128,342	12,834

19. RELATED PARTY TRANSACTIONS AND BALANCES

(a) Save as disclosed elsewhere in this report, the Group had the following material transactions and balances with related parties during the periods:

			Six months ended 30 September	
			2026	2025
			HK$'000	*HK$'000*
Name of company	**Nature of transaction**	*Notes*	**(unaudited)**	(unaudited)
Silicon Creation Limited	Interest expenses paid thereto	*(i) & (iii)*	**—**	4
Telecom Service Network Limited	Logistic fee paid thereto	*(i) & (iii)*	**252**	381
Telecom Digital Services Limited	Received repairing service income therefrom	*(i) & (iii)*	**84**	60
	Received warehouse management income therefrom	*(i) & (iii)*	**840**	140
Telecom Digital Data Limited	Received repairing service income therefrom	*(i) & (iii)*	**244**	247
Onbo International Limited	Rental expenses paid thereto	*(ii) & (iii)*	**807**	968

Details of amounts due from related companies are as follows:

				Maximum amount outstanding during the period/year ended	
		30 September 2026	31 March 2026	**30 September 2026**	31 March 2026
		HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
	Notes	**(unaudited)**	(audited)	**(unaudited)**	(audited)
Telecom Digital Data Limited	*(iii) & (iv)*	**41**	40	**41**	42
Telecom Digital Services Limited	*(iii) & (iv)*	**16**	11	**153**	731
		57	51		

Notes:

(i) These transactions were carried out at terms determined and agreed by the Group and the related parties.

(ii) The rental expenses were charged on a monthly fixed amount mutually agreed by the Group and the related parties.

(iii) Cheung Brothers, the Directors have beneficial interests in the related parties.

(iv) The amounts were arisen from normal sales and purchase transactions. The amounts are unsecured, interest-free and expected to be settled according to their respective credit terms which are similar to those with third parties.

(b) The amount due to a related company was arisen from normal sales and purchase transactions. The amount was unsecured, interest-free and repayable on demand. The Directors have beneficial interests in this related company.

(c) Banking facilities

As at 30 September 2026, the unutilised banking facilities were HK$10,200,000 (31 March 2026: HK$10,200,000).

(d) Compensation of key management personnel

The remuneration of key management personnel during the periods was as follows:

	Six months ended 30 September	
	2026	2025
	HK$'000	*HK$'000*
	(unaudited)	(unaudited)
Short-term benefits	**2,516**	2,523
Post-employment benefits	**72**	72
	2,588	2,595

The remuneration of the key management personnel is determined by the Board having regard to the performance of individuals and market trends.

20. OPERATING LEASE ARRANGEMENT

The Group as lessor

The Group leases out its investment properties during the Period. The lease is rented to a third party under operating leases with leases negotiated for a term between one to three years (2025: one to three years) as at 30 September 2026. None of the leases includes contingent rentals.

Undiscounted lease payments under non-cancellable operating leases in place at the reporting date will be receivable by the Group in future periods as follows:

	30 September 2026	31 March 2026
	HK$'000	*HK$'000*
	(unaudited)	(audited)
Within one year	**170**	584

BUSINESS REVIEW

The Group is principally engaged in providing repair and refurbishment services for mobile phones and other consumer electronic devices as well as sales of related accessories and provision of supportive services for corporate customers, telecommunications service providers and global services companies.

During the six months ended 30 September 2026 (the "**Period**"), the operating environment in Hong Kong remained challenging. Prevailing macroeconomic uncertainties, persistent geopolitical tensions and inflationary pressures continued to affect business sentiment and operating conditions. The mobile phone and consumer electronic device repair and refurbishment service market remained highly competitive during the Period. During the Period, the Group continued to focus on strengthening its core repair and refurbishment business, maintaining service quality and enhancing operational efficiency. The Group also continued to exercise prudent cost management and resource allocation in response to the prevailing operating environment.

During the Period, the Group recorded revenue of approximately HK$25,067,000 (2025: HK$18,905,000), representing an increase of approximately 32.6% as compared with the corresponding period last year, primarily attributable to the increase in repairing service income arising from the contribution from new customers secured by the Group. Gross profit increased to approximately HK$9,495,000 (2025: HK$1,997,000), while gross profit margin increased to approximately 37.9% (2025: 10.6%), primarily due to higher gross profit margins from the new customers and the Group's continued manpower optimisation and cost control measures. As a result, the Group recorded a profit for the Period of approximately HK$3,439,000, as compared with a loss of approximately HK$3,793,000 for the corresponding period last year.

FINANCIAL REVIEW

Revenue

The Group's revenue comprises repairing service income and income from sales of accessories and provision of supportive services. Repairing service continued to contribute stable source of income to the Group. Repairing service has generated revenue of approximately HK$24,970,000 (2025: HK$18,815,000), representing an increase of approximately 32.7% over the corresponding period of previous year. Apart from repairing service income, revenue also covered sales of accessories and provision of supportive services of approximately HK$97,000 for the Period (2025: HK$90,000).

Cost of Sales

The Group's cost of sales comprises mainly direct labour cost and parts cost. During the Period, cost of sales decreased by approximately 7.9% to approximately HK$15,572,000 from approximately HK$16,908,000. The decrease was primarily due to the decrease in direct labour cost.

The Group's cost of inventories sold was approximately HK$5,010,000 (2025: HK$4,720,000), representing an increase of approximately 6.1% from that of the previous year.

Direct labour cost for the Period was approximately HK$10,562,000 (2025: HK$12,188,000), representing a decrease of approximately 13.3% over the corresponding period of previous year. The decrease was mainly driven by the reduction in headcount resulting from workforce optimization.

Other Income and Gains

Other income and gains for the Period was approximately HK$1,318,000 (2025: HK$2,786,000). Other income mainly comprised of management fee income, rental income, storage income and bank interest income. The decrease was mainly due to the decrease in management fee income. Details of the other income and gains are set out in Note 6 to the condensed consolidated financial statements.

Net Operating Expenses and Administrative Expenses

Other operating expenses, net comprises miscellaneous income and other operating expenses. Other operating expenses, net for the Period were approximately HK$1,739,000 (2025: HK$2,401,000), representing a decrease of approximately 27.6% over the corresponding period of previous year. The decrease was mainly due to the reduction of rental expenses.

Administrative expenses for the Period was approximately HK$5,485,000 (2025: HK$6,129,000), representing a decrease of approximately 10.5%. The decrease was mainly driven by the reduction of manpower.

Apart from the above, there is no significant change in the Group's operating and administrative expenses.

Income Tax

Income tax expense for the Period was approximately HK$54,000 (2025: HK$25,000).

Profit for the Period

Profit for the Period was approximately HK$3,439,000 (2025: Loss of HK$3,793,000). The Group recorded a turnaround from loss to profit during the Period, primarily driven by increased revenue from new customers and effective cost control measures.

INVESTMENTS IN FINANCIAL ASSETS

As at 30 September 2026, the Group did not hold any financial assets (2025: nil).

TREASURY POLICY

The Group adopts a prudent treasury policy and maintains a healthy liquidity position throughout the Period. The Group's treasury activities are centralized and has guidelines in place to monitor and control investment risk exposure. To manage liquidity risk, the Board closely reviews the Group's liquidity position to ensure the Group has a liquidity structure, with assets, liabilities and other commitments, adequate for meeting its funding requirements at all times.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2026, the Group had current assets of approximately HK$25,621,000 (31 March 2026: HK$20,501,000) and current liabilities of approximately HK$7,435,000 (31 March 2026: HK$7,133,000).

As at 30 September 2026, the Group's gearing ratio was approximately 0.09%, compared with approximately 0.15% as at 31 March 2026. The ratio was calculated based on the Group's total borrowings (including bank and other borrowings and amounts due to related companies) of approximately HK$45,000 (31 March 2026: HK$69,000) and the Group's total equity of approximately HK$49,720,000 (31 March 2026: HK$46,281,000).

At present, the Group generally finances its operations with internally generated cash flows. The Group had cash and cash equivalents of approximately HK$11,496,000 as at 30 September 2026 (31 March 2026: HK$8,615,000).

Apart from providing working capital to support its business development, the Group also has available banking facilities to meet potential needs for business expansion and development. As at 30 September 2026, the Group has unutilised banking facilities of approximately HK$10,200,000 available for further drawdown should it have any further capital needs. The cash at banks together with the available banking facilities can provide adequate liquidity and capital resources for the ongoing operating requirements of the Group.

CONTINGENT LIABILITIES

As at 30 September 2026, the Group has no material contingent liabilities (31 March 2026: nil).

CHARGE ON GROUP'S ASSETS

The assets of the Group's subsidiaries were not charged to any party at 30 September 2026 (31 March 2026: nil). No assets of the Group were pledged to secure banking facilities for the Group at 30 September 2026 (31 March 2026: nil).

FOREIGN CURRENCY RISK

The majority of the Group's business are in Hong Kong and are denominated in Hong Kong dollars and United States dollars. The Group currently does not have a foreign currency hedging policy. However, the Directors continuously monitor the related foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

DIVIDEND

At a meeting held on 20 November 2026, the Board has resolved to declare the second quarter interim dividend of HK$0.02 per share for the three months ended 30 September 2026 (30 September 2025: nil).

CAPITAL COMMITMENTS

As at 30 September 2026, the Group did not has any significant capital commitments (31 March 2026: nil).

CAPITAL STRUCTURE

There was no change in the capital structure during the Period.

The capital structure of the Group consists of bank balances and cash and equity attributable to owners of the Company, comprising issued share capital and reserves. The management reviews the capital structure regularly. As part of the review, they consider the cost of capital and the risks associated with each class of capital. Based on the recommendations of the management, the Group will balance its overall capital structure through the payment of dividends, issuance of new shares as well as the issue of new debt or the redemption of existing debt.

MATERIAL ACQUISITIONS OR DISPOSALS AND SIGNIFICANT INVESTMENTS

The Group did not make any material acquisition or disposal of subsidiaries or associated companies during the Period (31 March 2026: nil).

EMPLOYEES AND REMUNERATION POLICIES

As at 30 September 2026, the Group employed 69 (31 March 2026: 80) full-time employees including management, administration, operation and technical staff. The employees' remuneration, promotion and salary increments are assessed based on both individual's and the Group's performance, professional and working experience and by reference to prevailing market practice and standards. The Group regards quality staff as one of the key factors to corporate success.

OUTLOOK

Looking ahead to the second half of the financial year ending 31 March 2027, the business environment in Hong Kong is expected to remain challenging and competitive. The mobile phone and consumer electronic device repair and refurbishment service market is expected to remain highly competitive, and the Group's performance may be affected by prevailing macroeconomic uncertainties and changing market conditions. Nevertheless, the continued and widespread use of mobile phones and other consumer electronic devices, together with ongoing developments in device technology and customers' requirements for reliable repair, maintenance and after-sales support, are expected to continue to support demand for the Group's services over the longer term. The Group will continue to monitor relevant market developments and adjust its business strategies where appropriate.

Notwithstanding these challenges, the Group remains committed to strengthening its core business, maintaining service quality and enhancing operational efficiency, while continuing to exercise prudent cost management and resource allocation. The Group will also continue to maintain close relationships with its customers and business partners and seek suitable opportunities to broaden its customer base and service offerings where appropriate. The Group will also continue to explore suitable business opportunities that align with its existing expertise and capabilities, with a view to broadening its revenue streams in a prudent manner and supporting the sustainable long-term development of the Group.

OTHER INFORMATION

SECOND QUARTER INTERIM DIVIDEND AND CLOSURE OF REGISTER OF MEMBERS

On 20 November 2026, the Board resolved to declare a second quarter interim dividend of HK$0.02 per share for the three months ended 30 September 2026 (30 September 2025: nil), amounting to approximately HK$2.57 million. The second quarter interim dividend is expected to be payable in cash on Friday, 18 December 2026, to shareholders whose names appear on the register of members of the Company on Thursday, 10 December 2026.

In order to determine shareholders who qualify for the second quarter interim dividend, the register of members of the Company will be closed from Wednesday, 9 December 2026 to Thursday, 10 December 2026, both days inclusive, during which no transfer of shares will be effected. All properly completed transfer forms accompanied by the relevant share certificates must be lodged for registration with the Company's branch share registrar in Hong Kong, Union Registrars Limited at Suites 3301-04, 33/F., Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong not later than 4:00 p.m. on Tuesday, 8 December 2026.

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

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Period.

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2026, the interests or short positions of the Directors and the chief executive of the Company in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "**SFO**") (i) which were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by the Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 to the Listing Rules, were as follows:

(i) Long position in ordinary shares of the Company

Name of Directors	Capacity	Number of Issued ordinary shares held	Approximately percentage of the Company's shares in issue [Note A]
CHEUNG King Shek [Note B]	Beneficial owner	6,528,000	5.09%
	Beneficiary of trust [Note C]	66,000,000	51.43%
	Interests held jointly with another [Note D]	1,742,000	1.36%
Mr. CHEUNG King Shan [Note B]	Beneficial owner	7,008,000	5.46%
	Beneficiary of trust [Note C]	66,000,000	51.43%
	Interests held jointly with another [Note D]	1,742,000	1.36%
CHEUNG King Chuen Bobby [Note B]	Beneficial owner	6,748,000	5.26%
	Beneficiary of trust [Note C]	66,000,000	51.43%
	Interests held jointly with another [Note D]	1,742,000	1.36%
CHEUNG King Fung Sunny [Note B]	Beneficial owner	7,602,000	5.92%
	Beneficiary of trust [Note C]	66,000,000	51.43%
	Interests held jointly with another [Note D]	1,742,000	1.36%

(ii) Long position in the shares of associated corporations

KWCFH is one of the controlling shareholders of the Company and the Group's holding company. The companies listed in the table below (apart from KWCFH) are subsidiaries of KWCFH. Therefore, KWCFH and the rest of the companies listed in the table below are associated corporations of the Company under the SFO. Each of the Cheung Brothers is deemed to have interests in the said associated corporations under the SFO.

Name of associated corporations	Capacity	Number of shares/ Amount of share capital	Approximate percentage of interest
KW Cheung Family Holdings Limited	Beneficiary of a trust *Note C*	100	100%
Amazing Gain Limited	Beneficiary of a trust *Note C*	100	100%
East-Asia Pacific Limited ("**East-Asia**")	Beneficiary of a trust *Note C*	6	100%
CKK Properties Holding Limited	Beneficiary of a trust *Note C*	1	100%
Telecom Service Limited	Beneficiary of a trust *Note C*	2,000,000	100%
H. K. Magnetronic Company Limited	Beneficiary of a trust *Note C*	50,000	100%
Oceanic Rich Limited	Beneficiary of a trust *Note C*	10,000	100%
Glossy Investment Limited	Beneficiary of a trust *Note C*	10,000	100%
Glossy Enterprises Limited	Beneficiary of a trust *Note C*	10,000	100%
Txtcom Limited	Beneficiary of a trust *Note C*	100	100%
Telecom Properties Investment Limited	Beneficiary of a trust *Note C*	24	100%
Telecom Digital Limited (incorporated in Macau)	Beneficiary of a trust *Note C*	MOP100,000	100%
Hellomoto Limited	Beneficiary of a trust *Note C*	1,000	100%
Marina Trading Inc.	Beneficiary of a trust *Note C*	1	100%
Telecom Digital Limited	Beneficiary of a trust *Note C*	2	100%
Silicon Creation Limited	Beneficiary of a trust *Note C*	100	100%
Kung Wing Enterprises Limited	Beneficiary of a trust *Note C*	1,000,000	100%
Longable Limited	Beneficiary of a trust *Note C*	1	100%
東莞恭榮房地產管理服務有限公司	Beneficiary of a trust *Note C*	US$1,500,000	100%

Note A: The calculation is based on 128,342,000 shares of the Company in issue as at 30 September 2026.

Note B: Messrs. CHEUNG King Shek, CHEUNG King Shan, CHEUNG King Chuen Bobby and CHEUNG King Fung Sunny (collectively, the "**Cheung Brothers**").

Note C: 66,000,000 ordinary shares of the Company (representing approximately 51.43% of the issued Shares) were held by East-Asia, East-Asia is a wholly-owned subsidiary of Amazing Gain Limited. The sole shareholder of Amazing Gain Limited is KWCFH, whose entire issued share capital is held by HSBC International Trustee Limited as trustee of the KW Cheung Family Trust. The Cheung Brothers are the beneficial owner of the KW Cheung Family Trust, and the directors of each of the East-Asia, Amazing Gain Limited and KWCFH. Therefore, each of the Cheung Brothers is deemed to be interested in the shares of the companies (shown in the table above) which held by the KW Cheung Family Trust under the SFO.

Note D: 1,742,000 ordinary shares of the Company (representing approximately 1.36% of the issued Shares) were jointly held by the Cheung Brothers. Therefore, each of the Cheung Brothers is deemed to be interested in the shares of jointly held.

Save as disclosed above, as at 30 September 2026, the Company is not aware of any of the Directors or their respective associates or chief executive of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company or any of its subsidiaries or associated companies (as defined in the SFO) as recorded in the register required to be kept under 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 OR DEBENTURES

Save as disclosed above, at no time during the Period was the Company, its holding companies, or any of its subsidiaries or its fellow subsidiaries, a party to any arrangement to enable the Directors and chief executive of the Company (including their spouses and children under 18 years of age) to hold any interest or short positions in the shares, or underlying shares, or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO).

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiry of all the Directors who were in office during the Period, all of them have confirmed that they have complied with the required standard of dealings during the Period.

DIRECTORS' INTERESTS IN COMPETING BUSINESS

As at 30 September 2026, none of the Directors nor their respective close associates had any business or interests in a business which competes or is likely to compete, either directly or indirectly, with the business of the Group.

UPDATE ON THE DIRECTORS' INFORMATION UNDER RULE 13.51B(1) OF THE LISTING RULES

Pursuant to Rule 13.51B(1) of the Listing Rules, none of changes in the information of the Directors since the date of the 2025/26 annual report of the Company required to be disclosed in this interim results announcement.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2026, the following persons (other than Directors or chief executive of the Company) were interested in 5% or more of the Company's shares in issue which were recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO, or to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO and the Listing Rules:

Long Position

Name of substantial shareholders	Capacity/Nature of interest	Number of issued ordinary shares held	Approximate percentage of the Company's Shares in issue [Note A]
East-Asia Pacific Limited [Note C]	Beneficial owner	66,000,000	51.43%
Amazing Gain Limited [Note C]	Interest in a controlled corporation	66,000,000	51.43%
KW Cheung Family Holdings Limited [Note C]	Interest in a controlled corporation	66,000,000	51.43%
HSBC International Trustee Limited [Note C]	Trustee (other than a bare trustee)	66,000,000	51.43%
Ms. TANG Fung Yin Anita [Note E]	Interest of spouse	74,750,000	58.24%
Ms. YEUNG Ho Ki [Note E]	Interest of spouse	75,344,000	58.71%

Note E: Ms. TANG Fung Yin Anita and Ms. YEUNG Ho Ki, spouse of Messrs. CHEUNG King Shan and CHEUNG King Fung Sunny respectively, are deemed to be interested in the Shares held by Messrs. CHEUNG King Shan and CHEUNG King Fung Sunny, respectively, under the SFO.

Save as disclosed above, as at 30 September 2026, the Company had not been notified by any persons (other than Directors or chief executive of the Company) who had interests or short positions in the shares, underlying shares and debentures of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

CORPORATE GOVERNANCE PRACTICES

Compliance with the Corporate Governance Code

The Board recognises the importance and benefits of good corporate governance practices and has adopted certain corporate governance and disclosure practices for enhancing the level of transparency and accountability. The Board members have regular discussions about the business strategies and performance of the Group and have regular trainings on Listing Rules and regulatory requirements from time to time.

Save and except as disclosed below, the Company had complied with the code provisions of the Corporate Governance Code ("**CG Code**") as set out in Appendix C1 of the Listing Rules and, where appropriate, adopted the recommended best practices as set out in the CG Code throughout the Period.

According to the Code Provision D.1.2 of the CG Code, the management shall provide all members of the Board with monthly updates. During the Period, the chief executive officer and chief financial officer of the Group have provided and will continue to provide to all members of the Board with updates on any material changes to the performance, position and prospects of the Company, which is considered with sufficient details to provide the general updates of the Company to the Board and allow them to give a balanced and understandable assessment of the same to serve the purpose required by the Code Provision D.1.2 of CG Code and/or the respective Listing Rules.

Environmental, Social and Governance Reporting

The ESG Report which contains our ESG information for 2025/26 and the requirements under the ESG Reporting Guide set out in Appendix C2 to the Listing Rules has been published by the Company on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.tso.cc).

SHARE OPTION SCHEME

As at 30 September 2026, there was no outstanding share options.

During the Period and up to the date of this announcement, the Company and its subsidiaries have no share option schemes.

PUBLIC FLOAT

Throughout the six months ended 30 September 2026 and up to the date of this announcement, based on the information that is publicly available to the Company and within the knowledge of the Directors, the Company has complied with Rule 13.32B of the Listing Rules and maintained its public float at the level of at least 25 per cent of its total issued shares.

EVENTS AFTER THE REPORTING PERIOD

Save as disclosed elsewhere in this announcement, there were no significant events after 30 September 2026 and up to the date of this announcement.

PUBLICATION OF THE INTERIM RESULTS AND INTERIM REPORT

The interim results announcement is published on the website of the Stock Exchange (www.hkexnews.hk) as well as the website of the Company (www.tso.cc). The Company's 2026 interim report will be despatched to Shareholders and will be published on the aforementioned websites in due course.

AUDIT COMMITTEE

The Board has formed an audit committee of the Company (the "**Audit Committee**") in accordance with the Listing Rules to fulfill the functions of reviewing and monitoring the financial reporting procedure and internal control of the Company. The terms of reference of the Audit Committee are available on the websites of the Stock Exchange and the Company. The Audit Committee members currently comprise all of the independent non-executive Directors of the Company, namely Mr. FONG Ping, Mr. TSO Ka Yi (the chairman of Audit Committee) and Ms. WONG Wai Yee Daisy with written terms of reference in compliance with the CG Code. The Audit Committee and the Board have reviewed and approved the Group's unaudited condensed consolidated interim financial information for the six months ended 30 September 2026.

By Order of the Board
Telecom Service One Holdings Limited
CHEUNG King Shek
Chairman

Hong Kong, 20 November 2026

As at the date of this announcement, the chairman and non-executive Director is Mr. CHEUNG King Shek; the chief executive officer and executive Director is Mr. CHEUNG King Fung Sunny; non-executive Directors are Mr. CHEUNG King Shan and Mr. CHEUNG King Chuen Bobby; and independent non-executive Directors are Mr. FONG Ping, Mr. TSO Ka Yi and Ms. WONG Wai Yee Daisy.

The English text of this announcement shall prevail over the Chinese text in case of inconsistencies.