

VALUETRONICS HOLDINGS LIMITED
(Incorporated in Bermuda)
(Co. Reg. No: 38813)

**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025**

**A. CONDENSED INTERIM CONSOLIDATED INCOME STATEMENT FOR THE SIX MONTHS ENDED
30 SEPTEMBER 2025**

	Note	The Group		
		6 months ended 30 September		
		2025 (Unaudited) HK\$'000	2024 (Unaudited) HK\$'000	Change %
Revenue	6	836,572	862,125	-3.0
Cost of sales		(679,252)	(717,307)	-5.3
Gross profit		157,320	144,818	8.6
Selling and distribution expenses		(10,944)	(9,193)	19.0
Administrative expenses		(75,381)	(74,701)	0.9
Other income and gains, net		23,923	33,817	-29.3
Operating profit		94,918	94,741	0.2
Finance costs		(328)	(285)	15.1
Profit before income tax		94,590	94,456	0.1
Income tax expense	9	(6,923)	(4,069)	70.1
Profit for the period		87,667	90,387	-3.0
Attributable to:				
Owners of the Company		92,977	90,525	2.7
Non-controlling Interests		(5,310)	(138)	NM
Earnings per share for profit attributable to owners of the Company for the period				
		HK cents	HK cents	
- Basic	10	22.9	22.1	3.6
- Diluted	10	22.8	22.1	3.2

B. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

	The Group		
	6 months ended 30 September		
	2025 (Unaudited)	2024 (Unaudited)	Change
	HK\$'000	HK\$'000	%
Profit for the period	87,667	90,387	-3.0
Other comprehensive income, net of tax:			
<i>Items that may be reclassified to profit or loss:</i>			
Currency translation differences	7,516	817	NM
Total comprehensive income for the period	95,183	91,204	4.4
Attributable to:			
Owners of the Company	100,493	91,342	10.2
Non-controlling Interests	(5,310)	(138)	NM

Note:

NM: Not meaningful

C. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2025

	Note	The Group		The Company	
		At 30.9.2025 (Unaudited)	At 31.3.2025 (Audited)	At 30.9.2025 (Unaudited)	At 31.3.2025 (Audited)
		HK\$'000	HK\$'000	HK\$'000	HK\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	13	276,758	272,452	-	-
Intangible assets		4,935	5,565	-	-
Right-of-use assets		37,093	38,271	-	-
Investment in subsidiaries		-	-	83,330	83,330
Deferred tax assets		606	606	-	-
Financial assets at fair value through profit or loss	7	13,249	14,159	-	-
Other non-current assets (Note)		169,977	178,011	-	-
Total non-current assets		502,618	509,064	83,330	83,330
Current assets					
Inventories		209,129	171,748	-	-
Trade receivables		373,181	373,420	-	-
Other receivables		4,141	9,204	-	-
Prepayments and other current assets		31,730	26,518	285	334
Due from subsidiaries		-	-	416,629	499,934
Cash and cash equivalents		1,106,101	1,093,812	5,373	4,692
Total current assets		1,724,282	1,674,702	422,287	504,960
Total assets		2,226,900	2,183,766	505,617	588,290
EQUITY					
Share capital	14	43,563	43,563	43,563	43,563
Treasury shares		(84,574)	(80,099)	(84,574)	(80,099)
Reserves		1,513,940	1,490,243	545,701	623,547
Non-controlling Interests		(2,910)	2,400	-	-
Total equity		1,470,019	1,456,107	504,690	587,011
LIABILITIES					
Non-current liabilities					
Contract liabilities		6,804	5,818	-	-
Total non-current liabilities		6,804	5,818	-	-
Current liabilities					
Trade payables		304,074	273,630	-	-
Other payables and accruals		375,293	379,946	927	1,279
Contract liabilities		13,842	16,722	-	-
Current income tax liabilities		56,868	51,543	-	-
Total current liabilities		750,077	721,841	927	1,279
Total liabilities		756,881	727,659	927	1,279
Total equity and liabilities		2,226,900	2,183,766	505,617	588,290
Net current assets		974,205	952,861	421,360	503,681
Total assets less current liabilities		1,476,823	1,461,925	504,690	587,011

(Note): As of September 30, 2025, the balance of HK\$170.0M mainly representing deposit paid for property, plant, and equipment (PPE), primarily for AI servers and GPUs.

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

(Unaudited) The Group	Attributable to the owners of the Company										
	Reserves								Total	Non-controlling Interests	Total Shareholders' equity
	Share capital	Treasury share	Share premium	Share-based payment reserve	Currency translation reserve	Statutory reserve	Retained earnings	Total reserves			
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Balance at 1 April 2025	43,563	(80,099)	169,221	14,772	(19,907)	5,506	1,320,651	1,490,243	1,453,707	2,400	1,456,107
Total comprehensive income for the period	-	-	-	-	7,516	-	92,977	100,493	100,493	(5,310)	95,183
Dividends paid (note 11)	-	-	-	-	-	-	(77,640)	(77,640)	(77,640)	-	(77,640)
Purchase of treasury shares	-	(14,345)	-	-	-	-	-	-	(14,345)	-	(14,345)
Share-based compensation	-	-	-	595	-	-	-	595	595	-	595
Exercise of share options	-	9,870	4,406	(4,157)	-	-	-	249	10,119	-	10,119
Changes in equity for the period	-	(4,475)	4,406	(3,562)	7,516	-	15,337	23,697	19,222	(5,310)	13,912
Balance at 30 September 2025	43,563	(84,574)	173,627	11,210	(12,391)	5,506	1,335,988	1,513,940	1,472,929	(2,910)	1,470,019
Balance at 1 April 2024	43,563	(78,986)	164,515	18,494	(6,574)	5,506	1,253,065	1,435,006	1,399,583	-	1,399,583
Total comprehensive income for the period	-	-	-	-	817	-	90,525	91,342	91,342	(138)	91,204
Dividends paid (note 11)	-	-	-	-	-	-	(70,012)	(70,012)	(70,012)	-	(70,012)
Purchase of treasury shares	-	(13,318)	-	-	-	-	-	-	(13,318)	-	(13,318)
Share-based compensation	-	-	-	690	-	-	-	690	690	-	690
Exercise of share options	-	12,718	4,705	(5,229)	-	-	-	(524)	12,194	-	12,194
Forfeiture of share options	-	-	-	(226)	-	-	-	(226)	(226)	-	(226)
Capital injection from non-controlling interests	-	-	-	-	-	-	-	-	-	6,300	6,300
Changes in equity for the period	-	(600)	4,705	(4,765)	817	-	20,513	21,270	20,670	6,162	26,832
Balance at 30 September 2024	43,563	(79,586)	169,220	13,729	(5,757)	5,506	1,273,578	1,456,276	1,420,253	6,162	1,426,415

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025 (CONT'D)

(Unaudited) The Company	Reserves							Total equity
	Share capital	Treasury share	Share premium	Share-based payment reserve	Contributed surplus	Retained earnings	Total reserves	
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Balance at 1 April 2025	43,563	(80,099)	169,221	14,772	67,239	372,315	623,547	587,011
Total comprehensive income for the period	-	-	-	-	-	(1,050)	(1,050)	(1,050)
Dividends paid (note 11)	-	-	-	-	-	(77,640)	(77,640)	(77,640)
Purchase of treasury shares	-	(14,345)	-	-	-	-	-	(14,345)
Share-based compensation	-	-	-	595	-	-	595	595
Exercise of share options	-	9,870	4,406	(4,157)	-	-	249	10,119
Changes in equity for the period	-	(4,475)	4,406	(3,562)	-	(78,690)	(77,846)	(82,321)
Balance at 30 September 2025	43,563	(84,574)	173,627	11,210	67,239	293,625	545,701	504,690
Balance at 1 April 2024	43,563	(78,986)	164,515	18,494	67,239	352,987	603,235	567,812
Total comprehensive income for the period	-	-	-	-	-	16,618	16,618	16,618
Dividends paid (note 11)	-	-	-	-	-	(70,012)	(70,012)	(70,012)
Purchase of treasury shares	-	(13,318)	-	-	-	-	-	(13,318)
Share-based compensation	-	-	-	690	-	-	690	690
Exercise of share options	-	12,718	4,705	(5,229)	-	-	(524)	12,194
Forfeiture of share options	-	-	-	(226)	-	-	(226)	(226)
Changes in equity for the period	-	(600)	4,705	(4,765)	-	(53,394)	(53,454)	(54,054)
Balance at 30 September 2024	43,563	(79,586)	169,220	13,729	67,239	299,593	549,781	513,758

E. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025

	The Group	
	6 months ended 30 September	
	2025 (Unaudited)	2024 (Unaudited)
	HK\$'000	HK\$'000
Cash flows from operating activities		
Profit before income tax	94,590	94,456
Adjustments for :		
Amortisation on intangible assets	630	-
Depreciation of the right-of-use assets	514	525
Depreciation on property, plant and equipment	22,661	18,985
Gain on investment of financial assets at fair value through profit or loss	(839)	-
Loss on disposals of property, plant and equipment	369	185
Share-based compensation	595	690
Interest income, net	(21,109)	(30,305)
	97,411	84,536
Changes in working capital:		
Inventories	(37,382)	9,830
Trade receivables	239	(46,013)
Other receivables	5,063	14
Prepayments and other current assets	(3,762)	(161)
Trade payables	30,444	73,054
Other payables and accruals	672	(14,374)
Contract liabilities	(1,894)	(3,358)
Net cash generated from operating activities	90,791	103,528
Cash flows from investing activities		
Purchase of property, plant and equipment	(26,799)	(50,830)
Proceeds from disposals of property, plant and equipment	319	-
Proceeds from refund of financial assets at fair value through profit or loss	2,016	-
Interest received	21,109	30,305
Net cash used in investing activities	(3,355)	(20,525)
Cash flows from financing activities		
Purchase of treasury shares	(14,345)	(13,318)
Dividends paid to equity holders of the Company	(77,640)	(70,012)
Proceeds from exercise of share options	10,119	12,194
Net cash used in financing activities	(81,866)	(71,136)
Net increase in cash and cash equivalents	5,570	11,867
Effect of foreign exchange rate changes	6,719	(1,839)
Cash and cash equivalents at beginning of the period	1,093,812	1,164,480
Cash and cash equivalents at end of the period	1,106,101	1,174,508

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1 Corporate information

Valuetronics Holdings Limited (the "Company") (Registration number: 38813) was incorporated in Bermuda on 18 August 2006 under the Companies Act 1981 of Bermuda as an exempted company with limited liability. The address of its registered office is Victoria Place, 5th Floor, 31 Victoria Street, Hamilton HM 10, Bermuda. The address of its principal place of business is Unit 9-11, 7/F., Technology Park, No. 18 On Lai Street, Shatin, New Territories, Hong Kong. The Company's shares are listed on the Singapore Exchange Securities Trading Limited (the "SGX-ST"). These condensed interim consolidated financial statements as at and for the six months ended 30 September 2025 comprise the Company and its subsidiaries (collectively, the Group). The Group is a vertically integrated Electronics Manufacturing Services ("EMS") provider.

The Company is an investment holding company. The principal activities of its subsidiaries are set out in Note 15 to the annual financial statements for the year ended 31 March 2025.

These condensed interim consolidated financial statements have been presented in thousands of HK dollar ("HK\$") unless otherwise stated.

The condensed interim consolidated financial statements have not been audited or reviewed by the Company's auditors.

2 Basis of preparation

The condensed interim consolidated financial statements for the six months ended 30 September 2025 has been prepared in accordance with IAS 34, "Interim financial reporting". The condensed interim financial statements do not include all the information required for a complete set of financial statements. Accordingly, the condensed interim consolidated financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2025, which have been prepared in accordance with IFRS Accounting Standards ("IFRS").

3 Accounting policies

In addition to those described below, the accounting policies applied are consistent with those of the annual financial statements for the financial year ended 31 March 2025, as described in those annual financial statements.

(a) Adoption of new and amended standards

The Group has adopted the following new/revised standards and amendments to standards which are mandatory for the financial year beginning on or after 1 April 2025:

Amendments to IAS 21

Lack of Exchangeability

The adoption of the above does not have any significant impact to the results and financial position of the Group and the Company.

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

3 Accounting policies (Continued)

(b) New standards and interpretations not yet effective

The following are new standards and amendments to existing standards that have been published and are relevant and mandatory for the Group's accounting periods beginning on or after 1 April 2026 or later periods, but have not been early adopted by the Group.

Amendments to IFRS 9 & IFRS 7	Amendments to the Classification and Measurement of Financial Instruments ⁽¹⁾
Annual Improvements to IFRS Accounting Standards	Annual Improvements to IFRS Accounting Standards - Volume 11 ⁽¹⁾
Amendments to IFRS 9 & IFRS 7	Contracts Referencing Nature-dependent Electricity ⁽¹⁾
IFRS 18	Presentation and Disclosure in Financial Statements ⁽²⁾
IFRS 19	Subsidiaries without Public Accountability: Disclosures ⁽²⁾

⁽¹⁾ Effective for the accounting period beginning on or after 1 April 2026

⁽²⁾ Effective for the accounting period beginning on or after 1 April 2027

4 Estimates

The preparation of condensed interim consolidated financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing the condensed interim consolidated financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were mostly same as those that applied to the consolidated financial statements for the year ended 31 March 2025.

5 Financial Risk Management

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit risk and liquidity risk.

The condensed interim consolidated financial statements do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 March 2025.

There have been no significant changes in any risk management policies since the year ended 31 March 2025.

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

6 Revenue and segment information

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies.

During the period the Group has two reportable segments as follows:

- Consumer Electronics – consumer electronics products
- Industrial and Commercial Electronics – industrial and commercial electronics products

(Unaudited)	Consumer Electronics HK\$'000	Industrial and Commercial Electronics HK\$'000	Total HK\$'000
For the six months ended 30 September 2025			
Revenue (from external customers)	129,891	706,681	836,572
Timing of revenue recognition			
- at a point in time	128,055	698,908	826,963
- over time	1,836	7,773	9,609
Segment profit	10,299	138,869	149,168
For the six months ended 30 September 2024			
Revenue (from external customers)	193,438	668,687	862,125
Timing of revenue recognition			
- at a point in time	192,816	661,046	853,862
- over time	622	7,641	8,263
Segment profit	12,125	126,612	138,737

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

6 Revenue and segment information (Continued)

The revenue from external parties reported is measured in a manner consistent with that in the condensed interim consolidated income statement.

Reconciliation of segment profit to profit for the period:

	For the six months ended 30 September	
	2025 (Unaudited) HK\$'000	2024 (Unaudited) HK\$'000
Segment profit	149,168	138,737
Unallocated corporate (expenses) / income		
- staff costs	(57,743)	(54,763)
- income tax expense	(6,923)	(4,069)
- others	3,165	10,482
Profit for the period	87,667	90,387

Geographical information:

	Revenue		Non-current assets (other than financial instruments)	
	For the six months ended 30 September		As at 30 September 2025	As at 31 March 2025
	2025 (Unaudited) HK\$'000	2024 (Unaudited) HK\$'000	2025 (Unaudited) HK\$'000	2025 (Audited) HK\$'000
United States of America	371,696	364,911	-	-
Canada	128,480	66,640	-	-
Poland	87,067	104,482	-	-
Hong Kong	66,391	45,745	205,440	216,577
People's Republic of China (the "PRC")	63,418	122,455	81,396	68,361
Netherlands	31,245	47,835	-	-
France	19,200	10,841	-	-
Australia	15,320	13,227	-	-
Taiwan	12,838	22,764	-	-
Indonesia	7,746	33,931	-	-
Vietnam	-	-	202,533	209,967
Other countries	33,171	29,294	-	-
Total	836,572	862,125	489,369	494,905

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

7 Fair value measurement of financial instruments

The table below analyses the Group's financial instruments carried at fair value as at 30 September 2025 by level of the inputs to valuation techniques used to measure fair value. Such inputs are categorised into three levels within a fair value hierarchy as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

	Level 1 HK\$'000	Level 2 HK\$'000	Level 3 HK\$'000	Total HK\$'000
At 30 September 2025				
(Unaudited)				
Financial assets at fair value through profit or loss("FVPL")	-	-	13,249	13,249
At 31 March 2025 (Audited)				
Financial assets at FVPL	-	-	14,159	14,159

There were no transfers between different levels during the six months ended 30 September 2025.

The carrying amounts of the Group's current financial assets including cash and cash equivalents, and trade and other receivables, and the Group's current financial liabilities including trade and other payables, approximate their fair values.

8 Profit before taxation

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

	For the six months ended 30 September	
	2025	2024
	(Unaudited) HK\$'000	(Unaudited) HK\$'000
Income		
Interest income	(21,109)	(30,305)
Expenses		
Amortisation on intangible assets	630	-
Depreciation of right-of-use assets	514	525
Depreciation on property, plant and equipment	22,661	18,985
Finance costs	328	285
Other income and gains, net		
Loss on disposal of property, plant and equipment	369	185
Net exchange gains	(559)	(2,418)

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

9 Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated income statement are:

	For the six months ended 30 September	
	2025	2024
	(Unaudited) HK\$'000	(Unaudited) HK\$'000
Current tax charge		
- Hong Kong profits tax	6,923	4,069
- PRC enterprise income tax	-	-
Deferred tax credit	-	-
	<u>6,923</u>	<u>4,069</u>

10 Earnings per share

	For the six months ended 30 September	
	2025	2024
	(Unaudited)	(Unaudited)
Earnings per ordinary share based on the net profit for the period (HK cents)		
- Based on weighted average number of ordinary shares on issue	22.9	22.1
- On a fully diluted basis	22.8	22.1
Number of ordinary shares in issue (excluding treasury shares)		
- Weighted average number of ordinary shares for the purpose of basic earnings per share	406,672,805	409,599,009
- Effect of potentially dilutive ordinary shares – Share options	1,668,845	782,573
Weighted average number of ordinary shares for the purpose of diluted earnings per share	<u>408,341,650</u>	<u>410,381,582</u>

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

11 Dividends

	For the six months ended	
	30 September	
	2025	2024
	(Unaudited)	(Unaudited)
	HK\$'000	HK\$'000
Final dividend attributable to the previous financial year, paid of HK\$19.0 cents (for the six months ended 30 September 2024: HK\$17.0 cents) per ordinary share	77,640	70,012

(a) Current Financial Period Reported On

Name of Dividend	Interim	Special
Dividend Type	Cash	Cash
Dividend Amount per Share (in HK cents)	HK 4 cents per ordinary share	HK 4 cents per ordinary share
Tax Rate	Not applicable	Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	Interim	Special
Dividend Type	Cash	Cash
Dividend Amount per Share (in HK cents)	HK 4 cents per ordinary share	HK 4 cents per ordinary share
Tax Rate	Not applicable	Not applicable

(c) Date payable

The interim dividend will be paid on 5 December 2025.

(d) Books closure date

NOTICE IS HEREBY GIVEN that the Share Transfer Books and Register of Members of the Company will be closed on 26 November 2025 for the preparation of dividend warrants.

Duly completed and registrable transfers received by the Company's Share Transfer Agent, B.A.C.S. Private Limited, at 77 Robinson Road, #06-03 Robinson 77, Singapore 068896, up to the close of business at 5:00 p.m. on 25 November 2025 will be registered to determine shareholders' entitlements to the interim dividend.

Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares at 5:00 p.m. on 25 November 2025 will be entitled to the interim dividend and special dividend.

(e) If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision

Not applicable.

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

12 Net asset value

	The Group		The Company	
	As at 30 September 2025 (Unaudited) HK\$	As at 31 March 2025 (Audited) HK\$	As at 30 September 2025 (Unaudited) HK\$	As at 31 March 2025 (Audited) HK\$
Net asset value per ordinary share based on issued share capital excluding treasury shares at the end of the period	3.6	3.6	1.2	1.4
Number of ordinary shares in issue excluding treasury shares	408,630,237	409,717,737	408,630,237	409,717,737

13 Property, plant and equipment

During the six months ended 30 September 2025, the additions to property, plant and equipment of the Group was HK\$33,386,000 (corresponding period in 2024: HK\$57,131,000).

14 Share capital

There were no changes in the Company's issued share capital during the period 1 April 2025 to 30 September 2025. During the six months ended 30 September 2025, the Company had bought back an aggregate of 4,050,000 shares, which have been held as treasury shares.

As at 30 September 2025, the number of ordinary shares in issue was 435,630,837 of which 27,000,600 were held by the Company as treasury shares (equivalent to 6.61% of the total number of issued shares excluding treasury shares of 408,630,237). The share capital was HK\$43.6 million.

As at 31 March 2025, the number of ordinary shares in issue was 435,630,837 of which 25,913,100 were held by the Company as treasury shares (equivalent to 6.32% of the total number of issued shares excluding treasury shares of 409,717,737). The share capital was HK\$43.6 million.

As at 30 September 2024, the number of ordinary shares in issue was 435,630,837 of which 25,776,600 were held by the Company as treasury shares (equivalent to 6.29% of the total number of issued shares excluding treasury shares of 409,854,237). The share capital was HK\$43.6 million.

There was no subsidiary holding as at 30 September 2025, 31 March 2025 and 30 September 2024.

There were no sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

(a) Share options

As at 30 September 2025, the Company has the following outstanding share options:

<u>Employee Share Option Scheme</u>	<u>Exercise Price</u>	<u>As at 31 March 2025</u> (Audited)	<u>Exercised</u>	<u>As at 30 September 2025</u> (Unaudited)
Incentive Options	S\$0.268*#	27,500	(27,500)	-
	S\$0.379*#	55,000	-	55,000
	S\$0.701#	2,700,000	(300,000)	2,400,000
	S\$0.530#	735,000	(315,000)	420,000
	S\$0.570#	2,450,000	(1,410,000)	1,040,000
	S\$0.460#	330,000	(100,000)	230,000
	S\$0.530	1,760,000	(770,000)	990,000
	S\$0.490	1,300,000	(40,000)	1,260,000
	S\$0.518	1,770,000	-	1,770,000
	S\$0.629	1,940,000	-	1,940,000
Total		13,067,500	(2,962,500)	10,105,000

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

14 Share capital (Continued)

(a) Share options (Continued)

As at 30 September 2024, the Company has the following outstanding share options:

<u>Employee Share Option Scheme</u>	<u>Exercise Price</u>	<u>As at 31 March 2024</u> (Audited)	<u>Exercised</u>	<u>Forfeited</u>	<u>As at 30 September 2024</u> (Unaudited)
Incentive Options	S\$0.268*#	27,500	-	-	27,500
	S\$0.379*#	132,000	(55,000)	(22,000)	55,000
	S\$0.701#	2,770,000	-	(70,000)	2,700,000
	S\$0.530#	2,165,000	(1,410,000)	(20,000)	735,000
	S\$0.570#	2,990,000	(520,000)	(20,000)	2,450,000
	S\$0.460#	2,400,000	(2,070,000)	-	330,000
	S\$0.530	1,890,000	(130,000)	-	1,760,000
	S\$0.490	1,300,000	-	-	1,300,000
	S\$0.518	1,800,000	-	(30,000)	1,770,000
Total		<u>15,474,500</u>	<u>(4,185,000)</u>	<u>(162,000)</u>	<u>11,127,500</u>

* Following the completion of the 1-for-10 bonus issue on 5 June 2017, the number of outstanding share options held by each holder would be adjusted upward by 10% and their respective exercise prices would be adjusted downward by 10% as a result.

The Incentive Options were issued at a discount of not more than 20% to the average of the last dealt prices on the Official List of the SGX-ST for the five consecutive Market Days immediately preceding the date of grant of the respective Options.

(b) Performance share plan

The Company has no outstanding performance shares as at 30 September 2025, 31 March 2025 and 30 September 2024.

15 Capital commitments

The Group has the following capital commitments at the end of the financial period:

	As at 30 September 2025 (Unaudited) HK\$'000	As at 31 March 2025 (Audited) HK\$'000
Acquisition of property, plant and equipment - contracted but not provided for	<u>21,573</u>	<u>29,583</u>

16 Related party transactions

During the six months ended 30 September 2024 and 2025, there were no related party transactions that required disclosure in accordance with IAS 24 - Related Party Disclosures.

The company has evaluated its transactions and relationships with its directors, key management personnel, shareholders, and other entities that meet the definition of related parties and confirms that no transactions, balances, or commitments exist that would be deemed related party transactions under the applicable accounting standards.

F. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

17 Aggregate amount of group's borrowings and debt securities

(a) Amount repayable in one year or less, or on demand

<u>As at 30 September 2025</u>		<u>As at 31 March 2025</u>	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
Nil	Nil	Nil	Nil

(b) Amount repayable after one year

<u>As at 30 September 2025</u>		<u>As at 31 March 2025</u>	
Secured	Unsecured	Secured	Unsecured
HK\$'000	HK\$'000	HK\$'000	HK\$'000
Nil	Nil	Nil	Nil

(c) Details of any collateral

None.

18 Subsequent event

There is no known subsequent event which has led to adjustment on this set of condensed interim consolidated financial statements.

G. OTHER INFORMATION

- 1 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Valuetronics is an Electronic Manufacturing Service ("EMS") provider, which focuses on the design and development of products that meet the ever-changing customers' needs. We are the preferred choice of some successful global companies involved in consumer electronics as well as industrial and commercial electronics products, with core competencies ranging from tool fabrication, injection moulding, metal stamping, machining, surface mount technology ("SMT") and finished product assembly on full turnkey basis.

The Group classified its EMS business into 2 reportable segments, namely consumer electronics products ("Consumer Electronics" or "CE") and industrial and commercial electronics products ("Industrial and Commercial Electronics" or "ICE").

Review – 6 months ended 30 September 2025 ("1H FY2026") vs 6 months ended 30 September 2024 ("1H FY2025")

Revenue

Revenue decreased by 3.0% or HK\$25.5 million from HK\$862.1 million in 1H FY2025 to HK\$836.6 million in 1H FY2026.

Industrial and Commercial Electronics revenue increased by 5.7% to HK\$706.7 million (1H FY2025: HK\$668.7 million). Growth in this segment was primarily driven by revenue contributions from new customers, which offset the decrease in demand from some existing customers.

Consumer Electronics revenue decreased by 32.8% to HK\$129.9 million (1H FY2025: HK\$193.4 million). Such decrease was mainly contributed by the decrease in demand from the legacy customer focusing on traditional consumer lifestyle products. The Group will fully phase out traditional consumer lifestyle products from its CE segment by the end of FY2026 due to the low margins and limited scale.

Gross profit and gross profit margin

Gross profit increased by 8.6% to HK\$157.3 million (1H FY2025: HK\$144.8 million).

Gross profit margin improved to 18.8% (1H FY2025: 16.8%). The increase in gross profit margin was mainly attributable to a shift in sales mix.

Other income and gains, net

Other income decreased by 29.3% to HK\$23.9 million (1H FY2025: HK\$33.8 million). Such a decrease in interest income as US Fed lowered interest rate during the year.

Selling and distribution expenses

Selling and distribution expenses increased by 19.0% to HK\$10.9 million (1H FY2025: HK\$9.2 million), primarily due to changes in the sales mix.

Administrative expenses

Administrative expenses slightly increased by 0.9% to HK\$75.4 million (1H FY2025: HK\$74.7 million).

G. OTHER INFORMATION (CONT'D)

Profit for the period

As a result of the above, mainly due to the improvement in gross profit margin, the Group reported a 14.5% increase in operating profit before interest income to HK\$73.8 million (1H FY2025: HK\$64.4 million).

After taking into account the lower interest income following the US Fed interest rate cuts, and the losses incurred by Trio AI Limited, the Group's non-wholly owned joint venture in the artificial intelligence sector, the Group reported a Profit of HK\$87.7 million in 1H FY2026 (1H FY2025: HK\$90.4 million).

Profit attributable to Owners of the Company slightly increased by 2.7% to HK\$93.0 million (1H FY2025: HK\$90.5 million).

Financial position and cash flows

As at 30 September 2025, the Group had net current assets of HK\$974.2 million (31 March 2025: HK\$952.9 million), total assets of HK\$2,226.9 million (31 March 2025: HK\$2,183.8 million) and shareholders' funds of HK\$1,470.0 million (31 March 2025: HK\$1,456.1 million).

The Group's trade receivables slightly decreased by HK\$0.2 million from HK\$373.4 million as at 31 March 2025 to HK\$373.2 million as at 30 September 2025. The Group's trade payables increased by HK\$30.5 million from HK\$273.6 million as at 31 March 2025 to HK\$304.1 million as at 30 September 2025. The Group's inventories increased by HK\$37.4 million from HK\$171.7 million as at 31 March 2025 to HK\$209.1 million as at 30 September 2025.

The working capital of the Group as at 30 September 2025, which is the sum of trade receivables and inventories less trade payables, was HK\$278.2 million (31 March 2025: HK\$271.5 million). The increase in net working capital, reflecting the movement in trade receivables, inventories and trade payables, was mainly due to the shift of customer portfolio mix.

The Group had no bank borrowings as at 30 September 2025 (31 March 2025: Nil).

As at 30 September 2025, the Group had cash and cash equivalents of HK\$1,106.1 million (31 March 2025: HK\$1,093.8 million). Over 98% of its cash and cash equivalents were placed in reputable financial institutions in Hong Kong and Singapore. For the remaining balance, mainly in PRC and Vietnam, the cash and cash equivalents were placed in equivalent reputable financial institutions. The cash and cash equivalents are annually audited by the Group's auditors, PricewaterhouseCoopers.

2 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

Not applicable. No forecast or prospect statement was previously disclosed to shareholders.

3 Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:-

- (a) Updates on the efforts taken to resolve each outstanding audit issue.
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable as the Group's latest audited financial statements for the financial year ended 31 March 2025 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

G. OTHER INFORMATION (CONT'D)

4 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months

The macro-economic and trade environment during the first half of FY2026 (1H FY2026) remained highly uncertain. The U.S. reciprocal-tariff policy, launched in April 2025, introduced steep country-specific rates that created volatility in the global economy. Following subsequent bilateral negotiations, the U.S. reached trade agreements with several ASEAN countries, including Vietnam, where the reciprocal tariff rates remained well below those applied to China. This development underscores the strategic importance of the Group's Vietnam factory as an integral part of its regional manufacturing footprint, enhancing the Group's ability to respond to global demands amid evolving geopolitical uncertainties.

Despite a decline in revenue, the Group continued to improve its gross profit margins from 16.8% to 18.8%, supported by its strategic focus on strengthening customer acquisition and rebalancing its product portfolio toward higher-margin offerings. The Industrial and Commercial Electronics (ICE) segment continued to record growth, particularly from customers in network-access-solutions products and cooling solutions for high-performance computing environments. These gains partly offset softer performance from other customers in the same segment, underscoring the effectiveness of the Group's customer-diversification strategy amid an uncertain macroeconomic environment.

In the Consumer Electronics (CE) segment, revenue was impacted by continued decline in traditional consumer lifestyle products, which have become unattractive due to low margins and insufficient scale. The Group continues to phase out these legacy products and expects to complete the process by the end of this financial year. Meanwhile, the Group sees growth potential with its entertainment-focused CE customer, supported by the growing global adoption of immersive entertainment technologies in theme-park applications.

It is foreseen that global inflationary pressures, geopolitical risks and supply-chain uncertainties will continue to weigh on business confidence. Looking ahead, the integrated manufacturing base in Vietnam, together with the core competencies built in the Group's China operations, will collectively enable the Group to navigate the complex operating environment. Barring unforeseen macro-economic disruptions, the Group expects to remain profitable for the financial year ending 31 March 2026 ("FY2026").

To increase shareholders' value and improve the return on equity of the Group, a HK\$250 million Share Buyback Program was announced on 28 February 2022. During the first half of FY2026, HK\$14.3 million was utilised to repurchase 4.1 million shares under the programme.

The Board of Directors would like to declare an interim dividend of HKD 4 cents per share. In addition, a special interim dividend of HKD 4 cents per share is also declared to reward shareholders for continuous support on the Group by sharing interest income the Group has earned during this interim period.

- 5 If the Group has obtained a general mandate from shareholders for interested person transactions (“IPTs”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii) of the Listing Manual of Singapore Exchange Securities Trading Limited (“SGX-ST”). If not IPT mandate has been obtained, a statement to that effect.**

The Company does not have a Shareholders' Mandate for IPTs.

- 6 Confirmation by the Company Pursuant to Rule 720(1) of the Listing Manual of SGX-ST**

The Company confirms that it has procured undertakings from all its Directors and Executive Officers pursuant to Rule 720(1) of the Listing Rules of the SGX-ST.

- 7 Disclosure on acquisitions and realisation of shares pursuant to Rule 706(A) of Listing Manual of SGX-ST**

Pursuant to Rule 706A of the Listing Manual of SGX-ST, the Board of Directors of the Company will like to inform that a dormant wholly-owned subsidiary of the Company, Honor Tone Electronics (Hui Yang) Enterprises Limited, had been deregistered from Huizhou Huiyang District Market Supervision Administration (《惠州市惠阳区市场监督管理局》) on 15 October 2025.

The deregistration of this wholly-owned subsidiary is not expected to have any material impact on the Company's consolidated net tangible assets per share and earnings per share for the financial year ending 31 March 2026. None of the Directors or substantial shareholders of the Company have any interest, direct or indirect, in the above deregistration, save for their shareholdings (if any) in the Company.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL OF SGX-ST

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed interim consolidated financial statements for the half year ended 30 September 2025 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors of
Valuetronics Holdings Limited

Tse Chong Hing
Chairman and Managing Director
12 November 2025

Chow Kok Kit
Executive Director