COMBINE WILL INTERNATIONAL HOLDINGS LIMITED

Condensed Interim Financial Statements
For the six months ended 30 June 2026

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

C O N T E N T S

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Notes	**(Unaudited) Six months ended 30 June 2026 HK$'000**	2025 HK$'000	Increase/ (Decrease) %
Revenue	5	**744,716**	875,630	(15)
Cost of sales		**(663,208)**	(787,244)	(16)
Gross profit		**81,508**	88,386	(8)
Other income and gains and losses		**9,241**	14,646	(37)
Selling and distribution expenses		**(10,774)**	(11,160)	(3)
Administrative expenses		**(44,093)**	(55,267)	(20)
Profit from operations		**35,882**	36,605	(2)
Finance costs	7.1	**(12,438)**	(15,501)	(20)
Profit before tax	7	**23,444**	21,104	11
Income tax expense	8	**(2,300)**	(5,017)	(54)
Profit for the period, net of tax		**21,144**	16,087	31
Profit for the period attributable to:				
Owners of the Company		**17,266**	16,087	7
Non-controlling interests		**3,878**	-	NA
		21,144	16,087	31
Earnings per share	10			
Basic earnings per share (HK cents)		**53.41**	49.76	7

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	(Unaudited) Six months ended 30 June		Increase/ (Decrease)
	2026	2025	
	HK$'000	HK$'000	%
Profit for the period, net of tax	**21,144**	16,087	31
Other comprehensive (expense)/ income:			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations	**(10,130)**	11,462	(188)
Other comprehensive (expense)/ income for the period, net of tax	**(10,130)**	11,462	(188)
Total comprehensive income for the period	**11,014**	27,549	(60)
Total comprehensive income for the period attributable to:			
Owners of the Company	**7,136**	27,549	(74)
Non-controlling interests	**3,878**	-	NA
	11,014	27,549	(60)

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED STATEMENTS OF FINANCIAL POSITION
AT 30 JUNE 2026

	Notes	Group		Company	
		30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)	**30 June 2026 HK$'000 (Unaudited)**	31 December 2025 HK$'000 (Audited)
ASSETS					
Non-current assets					
Property, plant and equipment	13	**546,465**	503,668	**-**	-
Right-of-use assets		**72,385**	87,912	**-**	-
Financial assets at fair value through other comprehensive income ("FVTOCI")		**148**	148	**-**	-
Investments in subsidiaries		**-**	-	**451,665**	451,665
Goodwill		**1,927**	1,927	**-**	-
Deposit paid for an acquisition of leasehold lands and property, plant and equipment	14	**51,335**	77,302	**-**	-
Total non-current assets		**672,260**	670,957	**451,665**	451,665
Current assets					
Contract assets	15	**539,976**	631,382	**-**	-
Inventories		**188,716**	147,757	**-**	-
Trade receivables	16	**146,621**	145,290	**-**	-
Prepayments, deposits and other receivables		**176,339**	174,570	**-**	-
Financial assets at fair value through profit or loss ("FVTPL")	12	**-**	54,865	**-**	-
Bank and cash balances		**60,108**	96,906	**1,265**	1,233
Total current assets		**1,111,760**	1,250,770	**1,265**	1,233
Total assets		**1,784,020**	1,921,727	**452,930**	452,898
LIABILITIES AND EQUITY					
Non-current liabilities					
Lease liabilities		**7,377**	12,127	**-**	-
Total non-current liabilities		**7,377**	12,127	**-**	-
Current liabilities					
Current tax liabilities		**10,074**	17,154	**-**	-
Deferred consideration payable		**-**	10,160	**-**	-
Trade payables		**188,840**	284,469	**-**	-
Amounts due to subsidiaries		**-**	-	**27,735**	27,730
Accruals and other payables		**132,235**	164,788	**-**	-
Lease liabilities		**16,464**	22,533	**-**	-
Dividends payables		**7,425**	7,425	**7,425**	7,425
Borrowings	17	**607,266**	610,246	**-**	-
Financial guarantees		**-**	-	**5,948**	5,948
Total current liabilities		**962,304**	1,116,775	**41,108**	41,103
Total liabilities		**969,681**	1,128,902	**41,108**	41,103
Equity attributable to owners of the Company					
Share capital	18	**242,456**	242,456	**242,456**	242,456
Reserves		**557,505**	546,945	**169,366**	169,339
		799,961	789,401	**411,822**	411,795
Non-controlling interests		**14,378**	3,424	**-**	-
Total equity		**814,339**	792,825	**411,822**	411,795
Total liabilities and equity		**1,784,020**	1,921,727	**452,930**	452,898

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Attributable to owners of the Company									
	Share capital	Share premium	Statutory reserve (Note)	Capital redemption reserve	Financial assets at FVTOCI reserve	Foreign currency translation reserve	Retained earnings	Subtotal	Non-controlling interests	Total equity
	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000	HK$'000
At 1 January 2026 (audited)	**242,456**	**26,488**	**2,033**	**1,665**	**(1,852)**	**(69,037)**	**587,648**	**789,401**	**3,424**	**792,825**
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**(10,130)**	**17,266**	**7,136**	**3,878**	**11,014**
Derecognition of the deferred consideration payable in respect of the call and put option granted from/to non-controlling shareholder	**-**	**-**	**-**	**-**	**-**	**-**	**3,424**	**3,424**	**7,076**	**10,500**
Changes in equity for the period	**-**	**-**	**-**	**-**	**-**	**(10,130)**	**20,690**	**10,560**	**10,954**	**21,514**
At 30 June 2026 (unaudited)	**242,456**	**26,488**	**2,033**	**1,665**	**(1,852)**	**(79,167)**	**608,338**	**799,961**	**14,378**	**814,339**
At 1 January 2025 (audited)	242,456	26,488	2,033	1,665	(1,927)	(84,692)	560,425	746,448	3,424	749,872
Total comprehensive income for the year	-	-	-	-	-	11,462	16,087	27,549	-	27,549
Dividend paid (note 9)	-	-	-	-	-	-	(9,926)	(9,926)	-	(9,926)
Changes in equity for the period	-	-	-	-	-	11,462	6,161	17,623	-	17,623
At 30 June 2025 (unaudited)	242,456	26,488	2,033	1,665	(1,927)	(73,230)	566,586	764,071	3,424	767,495

Note:

In accordance with the relevant regulations in the People's Republic of China (the "PRC"), the subsidiaries of the Group established in the PRC are required to transfer a certain percentage of the profit after tax, if any, to a statutory reserve until the reserve balance reaches 50% of the registered capital. Subject to certain restrictions as set out in the relevant PRC regulations, the statutory reserve which is not available for appropriation may be used to offset the accumulated losses, if any, of the subsidiaries.

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2026

<u>**Company**</u>	Share capital HK$'000	Share premium HK$'000	Contributed Surplus HK$'000	Capital redemption reserve HK$'000	Retained earnings HK$'000	Total HK$'000
At 1 January 2026 (audited)	**242,456**	**26,488**	**130,205**	**1,665**	**10,981**	**411,795**
Total comprehensive income for the period	**-**	**-**	**-**	**-**	**27**	**27**
Dividend paid (Note 9)	**-**	**-**	**-**	**-**	**-**	**-**
Changes in equity for the period	**-**	**-**	**-**	**-**	**27**	**27**
At 30 June 2026 (unaudited)	**242,456**	**26,488**	**130,205**	**1,665**	**11,008**	**411,822**
At 1 January 2025 (audited)	242,456	26,488	130,205	1,665	10,382	411,196
Total comprehensive expense for the period	-	-	-	-	(10)	(10)
Dividend paid (Note 9)	-	-	-	-	(9,926)	(9,926)
Changes in equity for the period	-	-	-	-	(9,936)	(9,936)
At 30 June 2025 (unaudited)	242,456	26,488	130,205	1,665	446	401,260

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	(Unaudited) Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	**23,444**	21,104
Adjustments for:		
Depreciation of property, plant and equipment	**50,917**	43,110
Depreciation of right-of-use assets	**11,571**	11,783
Gain on disposal of property, plant and equipment	**(8)**	(486)
Provision of impairment loss on trade receivables and contract assets	**325**	68
Fair value loss/(gain) on financial assets at FVTPL	**1,126**	(3,882)
Gain on disposal of financial assets at FVTPL	**(1,291)**	(48)
Interest income on bank deposits	**(453)**	(2,621)
Imputed interest income	**-**	(239)
Provision for allowance inventory	**449**	215
Interest on bank loans and borrowings	**10,913**	13,626
Interest expenses on lease liabilities	**1,186**	1,326
Interest expenses on deferred consideration payable	**339**	549
Operating profit before working capital changes	**98,518**	84,505
(Increase)/decrease in inventories	**(41,408)**	11,310
Decrease/(increase) in contract assets	**91,379**	(31,681)
Increase in trade receivables	**(1,652)**	(72,268)
Increase in prepayments, deposits and other receivables	**(6,869)**	(24,721)
Decrease in financial assets at FVTPL	**54,975**	982
Decrease in trade payables	**(103,819)**	(28,939)
(Decrease)/increase in accruals and other payables	**(32,553)**	22,305
Cash generated / (used in) operations	**58,571**	(38,507)
Interest paid	**(10,913)**	(13,626)
Income taxes paid	**(4,280)**	(3,549)
Interest on lease liabilities	**(1,186)**	(1,326)
Net cash generated / (used in) operating activities	**42,192**	(57,008)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	**(61,799)**	(58,715)
Deposit paid for acquisition of leasehold lands and property, plant and equipment	**(3,084)**	(21,936)
Proceeds from disposals of property, plant and equipment	**8**	649
Interest received	**453**	2,621
Net cash used in investing activities	**(64,422)**	(77,381)

COMBINE WILL INTERNATIONAL HOLDINGS LIMITED
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	(Unaudited) Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Inception of new bank loans	**115,680**	32,798
Repayment of bank loans	**(90,354)**	(34,215)
Dividends paid to equity holders	**-**	(2,501)
Net repayment of trust receipts and import loans	**(25,905)**	139,795
Proceeds received under a supplier finance arrangement	**42,143**	33,292
Repayments under a supplier finance arrangement	**(44,544)**	(26,524)
Principal elements of lease payments	**(12,105)**	(12,680)
Net cash (used in)/generated from financing activities	**(15,085)**	129,965
NET DECREASE IN CASH AND CASH EQUIVALENTS	**(37,315)**	(4,424)
Net effect of exchange rate changes on cash and cash equivalents held	**517**	1,562
CASH AND CASH EQUIVALENTS AT 1 JANUARY	**96,906**	102,603
CASH AND CASH EQUIVALENTS AT 30 JUNE	**60,108**	99,741

1. CORPORATE INFORMATION

Combine Will International Holdings Limited (the "Company") (Registration No. MC-196613) was incorporated in the Cayman Islands on 8 October 2007 under The Companies Act, (2026 Revision) of the Cayman Islands as an exempted company with limited liabilities by shares. The Company's shares are listed on the Singapore Exchange Securities Trading Limited ("SGX-ST").

These condensed interim financial statements as at and for the six months ended 30 June 2026 comprise the Company and its subsidiaries (collectively, the "Group"). The Company is an investment holding company. The principal activities of the Group are manufacturing of toys and premium products by ODM/OEM.

2. BASIS OF PREPARATION

The condensed interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting". The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual consolidated financial statements for the year ended 31 December 2025.

The condensed interim financial statements, which do not include the full disclosures of the type normally included in full annual financial statements prepared in accordance with IFRS Accounting Standards. Are to be read in conjunction with the last audited financial statements for the year ended 31 December 2025.

Accounting policies and methods of computation used in the condensed interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2025, which were prepared in accordance with IFRS Accounting Standards.

The condensed interim financial statements are presented in Hong Kong dollars which is the Company's functional currency.

2. BASIS OF PREPARATION (CONT'D)

2.1 New and amended standards adopted by the Group

The accounting policies applied in these condensed interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2025. The Group has applied the "Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments" and the "Annual Improvements to IFRS Accounting Standards – Volume 11" for the first time from 1 January 2026. The Group did not change its accounting policy or make retrospective as a result of adopting the abovementioned amended standards.

A number of new standards or amendments to standards are effective for annual periods beginning after 1 January 2026 and earlier application is permitted. The Group has not made early adoption of any of the forthcoming new or amended standards in preparing these condensed consolidated interim financial statements.

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made 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.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2025.

3. SEASONAL OPERATIONS

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. FAIR VALUE MEASUREMENTS

The carrying amounts of the Group's financial assets and financial liabilities as reflected in the condensed consolidated statement of financial position approximate their respective fair values.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following disclosures of fair value measurements use a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value:

Level 1 inputs: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 inputs: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs: unobservable inputs for the asset or liability.

The Group's policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer.

The following table shows the carrying amounts and fair value of financial assets, including their levels in the fair value hierarchy. It does not include fair value information for financial assets not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(a) **Disclosures of level in fair value hierarchy:**

Group

Description	**Fair value measurements as at 30 June 2026:**			**Total 30 June 2026**
	Level 1 HK$'000	**Level 2 HK$'000**	**Level 3 HK$'000**	**HK$'000 (Unaudited)**
Recurring fair value measurements:				
Financial assets				
Financial assets at FVTPL				
- Investment products	-	-	-	-
Financial assets at FVTOCI				
- Unlisted equity securities	-	-	**148**	**148**
	-	**-**	**148**	**148**

4. FAIR VALUE MEASUREMENTS (CONT'D)

(a) Disclosures of level in fair value hierarchy: (cont'd)

Group

Description	Fair value measurements as at 31 December 2025: Level 1 HK$'000	Level 2 HK$'000	Level 3 HK$'000	Total 31 December 2025 HK$'000 (Audited)
Recurring fair value measurements:				
Financial assets				
Financial assets at FVTPL				
- Investment products	-	54,865	-	54,865
Financial assets at FVTOCI				
- Unlisted equity securities	-	-	148	148
	-	54,865	148	55,013

(b) Reconciliation of assets measured at fair value based on level 3:

Description	**Financial assets at FVTOCI -unlisted equity securities (Unaudited) Six months ended 30 June 2026 HK$'000**	2025 HK$'000
At 1 January and 30 June	**148**	73

5. SEGMENT INFORMATION AND REVENUE

Other than Original Design Manufacturer/ Original Equipment Manufacturer ("ODM/OEM"), none of the other segments meets any of the quantitative thresholds for determining reportable segments. Management believes that ODM/OEM segment represents the financial position of the Group, therefore management is of the opinion that there is only one significant operating division - manufacturing of toys and premium products in the Group. Those financial data have been disclosed in the Condensed Statement of Financial Position and the Condensed Statement of Profit or Loss.

5. SEGMENT INFORMATION AND REVENUE (CONT'D)

Geographical information:

The Group's revenue from external customers by location of operation and information about its non-current assets by location of assets are detailed below:

	Revenue		**Non-current assets**	
	(Unaudited)		**(Unaudited)**	(Audited)
	Six months ended 30 June		**30 June**	31 December
	2026	2025	**2026**	2025
	HK$'000	HK$'000	**HK$'000**	HK$'000
Asia				
Hong Kong Special Administrative Region ("HKSAR") and Chinese Mainland	**734,250**	862,052	**340,673**	319,814
Indonesia	**-**	-	**331,587**	351,143
	734,250	862,052	**672,260**	670,957
Europe				
Germany	**9,834**	13,578	**-**	-
Poland	**632**	-	**-**	-
	10,466	13,578	**-**	-
Consolidated total	**744,716**	875,630	**672,260**	670,957

In presenting the geographical information, revenue is based on the locations of the customers.

5. SEGMENT INFORMATION AND REVENUE (CONT'D)

Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products or service lines for the period is as follows:

	(Unaudited) Six months ended 30 June	
	2026	2025
	HK\$'000	HK\$'000
Sales of toys and premium products ("Toys")	**744,716**	875,630

Sales of Toys derived revenue either from the transfer of goods at a point in time; or recognised as a performance obligation satisfied over time. The recognition is subject to the terms of sales contract in consideration of the local jurisdiction. All contracts are less than 12 months.

The following table provides information about trade receivables, contract assets and contract liabilities from contracts with customers:

	30 June 2026	31 December 2025
	HK\$'000	HK\$'000
	(Unaudited)	(Audited)
Trade receivables (Note 16)	**146,621**	145,290
Contract assets (Note 15)	**539,976**	631,382
Contract liabilities	**1,532**	4,273

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed at the reporting date on sales of Toys. The contract assets are transferred to trade receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer. The contract liabilities primarily relate to the advance consideration received from customers, for which revenue is recognised over time.

The amount of HK\$1,532,000 (2025: HK\$4,273,000) recognised in contract liabilities at the beginning of the period has been recognised as revenue for the six months ended 30 June 2026.

6. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

	Group		Company	
	30 June 2026	31 December 2025	**30 June 2026**	31 December 2025
	HK$'000	HK$'000	**HK$'000**	HK$'000
	(Unaudited)	(Audited)	**(Unaudited)**	(Audited)
Financial assets:				
Financial assets measured at amortised cost	**813,024**	927,578	**1,265**	1,233
Financial assets measured at FVTPL	**-**	54,865	**-**	-
Financial assets measured at FVTOCI	**148**	148	**-**	-
Financial liabilities:				
Financial liabilities at amortised cost	**931,493**	1,090,740	**41,108**	41,103

7. PROFIT BEFORE TAXATION

7.1 Significant items

	(Unaudited) Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
Other Income:		
Interest income on bank deposits	**(453)**	(2,621)
Imputed interest income	**-**	(239)
Gain on disposal of financial assets at FVTPL	**(1,291)**	(48)
Gain on disposal of property, plant and equipment	**(8)**	(486)
Foreign exchange (gain)/loss, net	**(1,315)**	1,155
Expenses:		
Depreciation of property, plant and equipment	**50,917**	43,110
Depreciation of right-of-use assets	**11,571**	11,783
Fair value loss/(gain) on financial assets at FVTPL	**1,126**	(3,882)
Provision of allowance for inventory	**449**	215
Provision of impairment loss on trade receivables and contract assets	**325**	68
Finance costs:		
Interest on bank loans and borrowings	**10,913**	13,626
Interest expenses on lease liabilities	**1,186**	1,326
Interest expenses on deferred consideration payable	**339**	549
	12,438	15,501

7. PROFIT BEFORE TAXATION (CONT'D)

7.2 Related party transactions

Except for the management fee of HK$2,917,000 paid to a shareholder of subsidiary, Mayuanda Investment (HK) Co., Limited, there are no material related party transactions apart from those disclosed elsewhere in the condensed interim financial statements.

8. INCOME TAX EXPENSE

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

	(Unaudited) Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
Current tax expenses		
- The PRC	**1,211**	2,294
- Indonesia	**3,255**	2,419
(Over)/under-provision in prior years		
- The PRC	**(2,166)**	304
Income tax expense	**2,300**	5,017

9. DIVIDENDS

	(Unaudited) Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
No final dividend (2024: SGD0.05) per ordinary share paid in respect of the year ended 31 December 2025 (2025:2024)	-	9,926

No interim dividends were paid by the Company in respect of the six months ended 30 June 2026 and 2025.

10. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the six months ended 30 June 2026 attributable to owners of the Company of approximately HK$17,266,000 (unaudited) (2025: HK$16,087,000 (unaudited)) by the weighted average number of ordinary shares of 32,327,400 (2025: 32,327,400) in issue during the period.

No diluted earnings per share are presented as the Company did not have any dilutive potential ordinary shares during the six months ended 30 June 2026 and 2025.

11. NET ASSET VALUE

	Group		Company	
	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)	**30 June 2026 HK$'000 (Unaudited)**	31 December 2025 HK$'000 (Audited)
Net asset value per ordinary share	**24.75**	24.42	**12.74**	12.74

12. FINANCIAL ASSETS AT FVTPL

	Group	
	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Financial assets at FVTPL:		
- Investments products	**-**	54,865

All financial assets at FVTPL are denominated in USD.

The investment products were listed financial instruments placed in the financial institutions in Hong Kong. The fair values of the investment products were derived from current redemption values quoted by financial institutions.

13. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2026, the Group acquired property, plant and equipment of approximately HK$90,264,000 (2025: HK$114,125,000), which included HK$28,465,000 were transferred from the deposit paid balance as of 31 December 2025.

14. DEPOSIT PAID

At 30 June 2026, the Group has prepaid HK$51,335,000 to acquire leasehold lands and property, plant and equipment in Chinese Mainland and Indonesia for expansion (31 December 2025: HK$77,302,000).

15. CONTRACT ASSETS

	Group	
	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Receivables from contracts with customers	**540,062**	631,441
Less: Allowance for impairment	**(86)**	(59)
	539,976	631,382

16. TRADE RECEIVABLES

The aging analysis of trade receivables based on the invoice date, and net of allowance, is as follows:

	Group	
	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
0 to 30 days	**116,933**	130,180
31 to 60 days	**16,992**	10,425
61 to 90 days	**7,534**	601
91 to 180 days	**5,546**	4,206
181 to 365 days	**63**	72
Over 365 days	**2,421**	2,376
	149,489	147,860
Allowance for impairment loss	**(2,868)**	(2,570)
	146,621	145,290

17. BORROWINGS

	Group	
	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Supplier finance arrangement, secured	**42,143**	44,544
Trust receipts and import loans, secured	**348,359**	374,264
Term loans	**216,764**	191,438
	607,266	610,246

	Group	
	30 June 2026 HK$'000 (Unaudited)	31 December 2025 HK$'000 (Audited)
Amount repayable in one year or less, or on demand (secured)	**607,266**	610,246

Details of any collaterals

As at 30 June 2026, the Group's banking facilities for supplier finance arrangement, trust receipts and import loans, and term loans are secured by cross corporate guarantees executed by the group companies.

As at 30 June 2026, the Group has term loans of HK$216,764,000 (31 December 2025: HK$191,438,000) due for repayment after one year but contain a repayment on demand clause. Accordingly, these are reclassified to current liabilities. The Directors believe that these outstanding borrowing at 30 June 2026 will be fully repaid in 2029 in accordance with the scheduled repayment date in the agreements.

Supplier finance arrangement

The Group has entered into certain reverse factoring arrangements with a bank, under which the Group obtained extended credit in respect of invoice amounts owed to certain suppliers.

Under these arrangements, the bank pays suppliers the amounts owed by the Group after submission of an application form and invoice to the bank. The Group then repays the bank between 90 to 180 days after the bank's payment to the suppliers, without interest, as the interest is borne by the suppliers.

As at 30 June 2026, the carrying amount of financial liabilities under these arrangements amounted to HK$42,143,000 (31 December 2025: HK$44,544,000) of which suppliers have received payments from the bank.

17. BORROWINGS (CONT'D)

Trust receipts and import loans

The Group has entered into certain factoring arrangements with banks, under which the Group obtained financing in respect of invoice amounts owed to certain suppliers.

Under these arrangements, the banks provide finance to the Group for the settlement of PRC suppliers' VAT invoices or the banks pay Hong Kong suppliers directly the amounts owed by the Group. The Group then repays the banks within 90 days after provision of the financing from the banks, including interest expenses.

18. SHARE CAPITAL

	Group and Company	
	Number of shares	Amount
		HK$
Authorised:		
Ordinary shares of HK$7.50 (31 December 2025: HK$7.50) each		
At 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	100,000,000	750,000,000
Issued and fully paid:		
Ordinary shares of HK$7.50 (31 December 2025: HK$7.50) each		
At 1 January 2025, 31 December 2025, 1 January 2026 and 30 June 2026	32,327,400	242,455,500

As at 30 June 2026 and 31 December 2025, there were no outstanding share options / warrants / convertible securities / treasury shares.

During the six months ended 30 June 2026, the Company did not allot nor issue any shares, nor grant any share options under the Employee Share Option Scheme.

During the six months ended 30 June 2026, the Company did not buy back any share of the Company by the way of market acquisition and cancelled.

1(i) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on.

State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

During the six months ended 30 June 2026, the Company did not allot nor issue any shares, nor grant any share options under the Employee Share Option Scheme.

During the six months ended 30 June 2026, the Company did not buy back any share of the Company by the way of market acquisition and cancelled.

As at 30 June 2026 and 2025, there were no outstanding share options / warrants / convertible securities / treasury shares.

1(ii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Date	***Number of shares of HKD7.50 each***
30 June 2026	***32,327,400***
31 December 2025	***32,327,400***

1(iii) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

During the six months ended 30 June 2026, the Company did not buy back any share of the Company by the way of market acquisition and cancelled.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the Company’s auditors.

3. Where the figures have been audited or reviewed, the auditors’ report (including any qualifications or emphasis of a matter).

Not applicable

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has adopted the same accounting policies and methods of computation for the current reporting period as those used in the audited financial statements for the year ended 31 December 2025.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted all the new and revised IFRS Accounting Standards that are relevant to its operations and effective for the accounting period beginning on 1 January 2026. The adoption of these new and revised IFRS Accounting Standards did not result in substantial changes to the Group's accounting policies and amounts reported for the current period.

6. 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.

<u>Profit and Loss</u>

Revenue

The Group's overall revenue decreased by HK$130.9 million or 14.9%, from HK$875.6 million in HY 2025 to HK$744.7 million in HY 2026. The decrease was mainly attributed to the change of a customer's production and delivery schedules relating to a particularly large order of products, which were originally scheduled to be manufactured and shipped in Q1 2026. Instead, production and delivery were completed and brought forward to Q4 2025. This resulted in a lower revenue recorded in HY2026 compared to FY2025.

Gross profit and gross profit margin

Notwithstanding the decreased sales in HY 2026, the Group's gross profit improved by 7.8% or HK$6.9 million, to 10.9% (HY 2025: 10.1%). The 0.8% increase in gross margin percentage was mainly driven by optimization in labour management, which reduced workforce headcount and labour costs. Furthermore, plush operations generated a larger share of revenue than HY 2025, lifting the overall gross profit margin.

Other Income and gains and losses

The Group's other income and gains and losses decreased by HK$5.4 million or 37.0%, from HK$14.6 million in HY 2025 to HK$9.2 million in HY 2026. This was mainly due to the decrease in interest income as a result of the full disposal of Financial Assets at FVTPL during the current reporting period.

6. 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: (cont'd)

Selling and distribution expenses
The Group's selling and distribution expenses decreased by HK$0.4 million or 3.6%, from HK$11.2 million in HY 2025 to HK$10.8 million in HY 2026. This decrease is mainly attributable to lower level of sales in HY2026, partially offset by higher transportation costs and export handling fees resulting from variations in destination and shipment batches.

Administrative expenses
The Group's administrative expenses decreased by HK$11.2 million or 20.2%, from HK$55.3 million in HY 2025 to HK$44.1 million in HY 2026. The decrease was mainly attributable to initiatives and measures taken by the group over the last year with increased focus on expenditure resulting in reduced recruitment costs, professional fees and as well as other operating expenses, etc

Finance Costs
Finance costs decreased by HK$3.1 million or 20.0%, from HK$15.5 million in HY 2025 to HK$12.4 million in HY 2026, primarily driven by the decline in HIBOR and a higher utilisation of PRC financing facilities, which carry lower interest rates than those offered by Hong Kong banks.

Income Tax Expenses
Income tax expenses decreased HK$2.7 million or 54.0%, from tax expenses of HK$5.0 million in HY 2025 to HK$2.3 million in HY 2026. The decrease was mainly attributable to an adjustment of an over-provision of HK$2.2 million in demolition compensation income recognised in FY2024. Pursuant to local tax regulations, demolition compensation income tax filling shall be finalised in the earlier of the year when relocation is completed or the fifth year commencing from the relocation start date. Such tax filing shall be separate from regular income annual tax filings, commencing in FY2024 (the year of relocation). Related relocation costs incurred within this five-year window are tax-deductible. Upon reassessment of accumulated relevant relocation costs, the over-provision of prior years' income tax expenses was reversed.

<u>Balance Sheet</u>

Non-current assets
The Group's non-current assets stood at HK$672.3 million as at 30 June 2026, increased by 0.2% or HK$1.3 million, from HK$671.0 million at 31 December 2025. This was due to:

- an increase of HK$90.3 million in property, plant and equipment for acquisition, which included HK$28.5 million were transferred from the deposit paid;

which were partially offset by:
- a decrease of HK$26.0 in deposit paid for new headquarter in Dongguan;
- a depreciation for property, plant and equipment and right-of-use assets of HK$62.5 million; and
- a decrease in differences on translating foreign operations of HK$0.5 million.

6. 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: (cont'd)

Current assets
The Group's current assets stood at HK$1,111.8 million as at 30 June 2026, a decrease of HK$139.0 million or 11.1%, from HK$1,250.8 million as at 31 December 2025, mainly due to:

- an increase in inventories of HK$41.0 million;
- an increase in trade receivables of HK$1.3 million; and
- an increase in prepayments, deposits and other receivables of HK$1.8 million; and

which were partially offset by:
- a decrease in contract assets of HK$91.4 million;
- a decrease in financial assets at FVTPL of HK$54.9 million.
- a decrease in bank and cash balances of HK$36.8 million.

Current liabilities
The Group's current liabilities stood at HK$962.3 million at 30 June 2026, decreased by HK$154.5 million or 13.8%, from HK$1,116.8 million at 31 December 2025, mainly due to:

- a decrease in trade payables of HK$95.6 million;
- a decrease in accruals and other payables of HK$32.6 million;
- a decrease in current tax liabilities of HK$7.1 million
- a decrease in deferred consideration payable of HK$10.2 million;
- a decrease in lease liabilities payables of HK$6.1 million;
- a decrease in short-term borrowings of HK$3.0 million to finance working capital requirements;

Non-current liabilities
The Group's non-current liabilities stood at HK7.4 million as at 30 June 2026, a decrease of HK$4.8 million or 39.2%, from HK$12.1 million as at 31 December 2025 mainly due to decreases in finance lease payables of HK$4.8 million.

<u>Cash Flow Analysis</u>

As at 30 June 2026, the Group's cash resources of HK$60.1 million are considered adequate for current operational needs. The net decrease in cash and cash equivalents of HK$37.3 million held by the Group comprised:

- Net cash generated from operating activities of HK$42.2 million to finance the working capital needs;

- Net cash used in investing activities of HK$64.4 million mainly due to additions of property, plant and equipment and deposits paid for leasehold lands in Indonesia; and

- Net cash used in financing activities of HK$15.1 million, mainly due to the increasing loans.

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

Not applicable

8. 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 reporting period and the next 12 months.

As we progress through 2026, the global operating environment remains challenging, shaped by ongoing geopolitical uncertainties, conflicts in the Middle East, evolving trade policies and persistent macroeconomic volatility. These developments continue to affect global supply chains, logistics costs and customer procurement strategies across the manufacturing sector. While such uncertainties may create short-term challenges, they also reinforce the importance of supply chain diversification and manufacturing resilience.

Against this backdrop, the Group has remained focused on executing its long-term strategic initiatives. During the period, the construction of our approximately 56,000 sqm die-casting and plastic manufacturing expansion in Indonesia was substantially completed and remains on schedule for the commencement of operations in early Q4 2026. Upon full ramp-up, the project is expected to increase the Group's die-casting production capacity by approximately 125% and plastic toy production capacity by approximately 20%, further strengthening our manufacturing capabilities, production flexibility and regional supply chain resilience to better support the growing needs of our global customers.

The Group also continues to accelerate its transformation through an integrated approach encompassing people, technology and process. On the people front, the Group has continued to strengthen its leadership and technical capabilities, including the appointments of the Group's Chief Technology Officer and Chief Quality Officer, while investing in the development of its workforce. From a technology perspective, the Group continues to invest in manufacturing digitalisation, automation and AI-enabled applications across production, quality management and operational processes. These investments are complemented by continuous process enhancement and greater use of data-driven decision-making across the Group's operations. Together, these initiatives are designed to enhance product quality, manufacturing consistency and operational efficiency, while strengthening the Group's R&D capabilities in product design and product development. Continuous productivity improvements have also enabled the Group to further optimise its workforce structure while maintaining sufficient manufacturing capacity to support future business growth.

On the commercial front, the Group continues to deepen relationship with its strategic customers while expanding its presence in the toy, collectibles and premium consumer products sectors. Supported by the continued expansion of our Indonesia manufacturing platform and the successful development of new customer programmes, the Group is well positioned to support future business growth across a broader range of products, customers and markets.

During the period, the Group was honoured with the "ESG Practice Navigator Award" at the 10th China International EHS & Sustainable Development Summit in recognition of its sustainable governance practices and implementation achievements. This recognition reflects the Group's continued commitment to responsible business practices, operational excellence and long-term sustainable development.

8. 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 reporting period and the next 12 months. (cont'd)

Looking ahead, management expects the operating environment to remain uncertain in the near term amid geopolitical developments, evolving trade policies and macroeconomic volatility. The Group will continue to closely monitor market conditions and maintain a prudent approach to operational execution. At the same time, we remain confident in our long-term strategy. Supported by our expanding manufacturing footprint, continued investments in digitalisation and automation, and ongoing customer development initiatives, the Group believes it is well positioned to enhance its competitiveness, strengthen operational resilience and deliver sustainable long-term value to shareholders.

9. Dividend

(a) Current Financial Period Reported On
Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year
Any dividend declared for the corresponding period of the immediately preceding financial year?

No

(c) Date payable

N/A

(d) Books closure date

N/A

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

No dividend has been declared/recommended for the current reporting period.

The Board has not recommended any dividend to be declared in light of the following:

(i) the Company has recently declared a final dividend for the financial year ended 31 December 2025; and

(ii) whilst the Board will not entirely rule out the declaration of interim dividends during a financial year, the Board is of the view that in the normal course, it would be prudent to consider whether to declare dividends only after the Company has full visibility of its performance for the current reporting financial year and the Group's cash requirements for the ensuring year.

10. If the group has obtained a general mandate from shareholders of IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

No IPT mandate has been obtained for the financial period under review.

11. Additional Information on Use of IPO Proceeds and Any Proceeds Arising from Any Offerings Pursuant to Chapter 8 (Pursuant to Rule 704(30))

The Company has not raised any funding from any offerings pursuant to Chapter 8 since the Company's IPO. The IPO proceeds had been fully utilized as previously announced.

12. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13)

There is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company for the financial period ended 30 June 2026.

13. Undertakings from Directors and Executive Officers under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7 of the Listing Manual) under Rule 720(1).

14. Negative Assurance Confirmation Pursuant To Rule 705(5) of the Listing Manual

We, Tam Jo Tak, Dominic and Chiu Hau Shun, Simon, being two Directors of Combine Will International Holdings Limited (the "Company"), do hereby confirm on behalf of the Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the six months period ended 30 June 2026 to be false or misleading in any material respect.

On behalf of the Board of Directors,

Tam Jo Tak, Dominic
Executive Chairman

Chiu Hau Shun, Simon
Chief Executive Director

BY ORDER OF THE BOARD

Chiu Hau Shun, Simon
CEO & Executive Director

7 August 2026