



CHINA KUNDA TECHNOLOGY HOLDINGS LIMITED

(Incorporated in Singapore with Company Registration No.: 200712727W)

SGX Stock Code: **GU5**

**UNAUDITED CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2025**

Table of Contents

Condensed Interim Consolidated Statement of Profit or Loss.....	2
Condensed Interim Consolidated Statement of Comprehensive Income.....	3
Condensed Interim Consolidated Statements of Financial Position	4
Condensed Interim Consolidated Statement of Cash Flow	5
Condensed Interim Consolidated Statement of Changes in Equity.....	6
Notes to the Condensed Interim Consolidated Financial Statements	8
Other Information Required by Appendix 7C of the Catalist Rules.....	15

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF HALF YEAR RESULTS

1(a) Condensed interim statement of profit or loss and other comprehensive income

<u>Condensed Interim Consolidated Income Statement</u>	Note	Group 6 months ended		Change %
		30-Sep-25 ("1H2026")	30-Sep-24 ("1H2025")	
		HK\$'000	HK\$'000	
Revenue	4	28,597	20,551	39.2
Cost of sales		(25,313)	(18,354)	37.9
Gross profit		3,284	2,197	49.5
Other items of income				
Interest income		1	7	(85.7)
Other income	5	341	73	367.1
Other items of expense				
Selling and distribution expenses		(865)	(846)	2.2
General and administrative expenses		(5,739)	(5,329)	7.7
Other expenses	6	(56)	(714)	(92.2)
Loss before tax	7	(3,034)	(4,612)	(34.2)
Income tax expense		-	-	n.m.
Loss for the period		(3,034)	(4,612)	(34.2)
Attributable to:				
Owners of the Company				
Loss for the period attributable to owners of the Company		(3,034)	(4,612)	(34.2)
Loss per share (HK cents per share)				
Basic and diluted	9	(0.74)	(1.13)	

n.m. : not meaningful

1(a) Condensed interim statement of profit or loss and other comprehensive income (cont'd)

	Group		
	1H2026	1H2025	Change
<u>Condensed Interim Consolidated Statement of Comprehensive Income</u>	HK\$'000	HK\$'000	%
Loss for the period	(3,034)	(4,612)	(34.2)
Other comprehensive income/ (loss):			
Items that may be subsequently reclassified to profit & loss:			
Foreign currency translation, net of tax	2	161	(98.8)
Items that may not be subsequently reclassified to profit & loss:			
Foreign currency translation, net of tax	(83)	(95)	(12.6)
Other comprehensive (loss)/income for the period, net of tax	(81)	66	(222.7)
Total comprehensive loss for the period	(3,115)	(4,546)	(31.5)
Attributable to:			
Owners of the Company			
Total comprehensive loss for the period attributable to owners of the Company	(3,115)	(4,546)	(31.5)

1(b) Condensed interim statements of financial position

		Group As at 30-Sep-25 HK\$'000	Group As at 31-Mar-25 HK\$'000	Company As at 30-Sep-25 HK\$'000	Company As at 31-Mar-25 HK\$'000
Note					
<u>Non-current assets</u>					
Investment in subsidiaries		-	-	25,834	25,342
Plant and equipment	11	4,964	5,278	-	-
Intangible assets	12	331	443	-	-
Total non-current assets		5,295	5,721	25,834	25,342
<u>Current assets</u>					
Inventories	13	5,626	4,440	-	-
Trade and other receivables	14	18,204	11,977	-	-
Prepayments		754	124	58	73
Amounts due from related parties	14	-	-	427	414
Cash and cash equivalents	14	2,623	3,131	119	117
Total current assets		27,207	19,672	604	604
Total assets		32,502	25,393	26,438	25,946
<u>Current liabilities</u>					
Trade and other payables	14	24,114	16,007	2,335	729
Contract liabilities	4.4	901	515	-	-
Other liabilities	15	3,734	4,217	649	1,419
Amounts due to related parties	14	10,189	7,975	6,702	5,327
Income tax payable		12	12	-	-
Total current liabilities		38,950	28,726	9,686	7,475
Net current liabilities		(11,743)	(9,054)	(9,082)	(6,871)
Total liabilities		38,950	28,726	9,686	7,475
Net (liabilities)/assets		(6,448)	(3,333)	16,752	18,471
<u>Equity attributable to owners of the Company</u>					
Share capital	17	148,309	148,309	148,309	148,309
Accumulated losses		(96,054)	(93,020)	(141,284)	(139,219)
Restructuring reserve		(74,397)	(74,397)	-	-
Foreign currency translation reserve		15,694	15,775	9,727	9,381
Total equity		(6,448)	(3,333)	16,752	18,471
Total equity and liabilities		32,502	25,393	26,438	25,946

1(c) Condensed interim consolidated statements of cash flows

	Group	
	1H2026	1H2025
	(HK\$'000)	(HK\$'000)
Operating activities		
Loss before tax	(3,034)	(4,612)
Adjustments for:		
Depreciation of plant and equipment	414	425
Amortisation of intangible assets	120	94
(Reversal of inventories written down)/Write down of inventories	(166)	633
Gain on disposal of plant and equipment	-	(34)
Interest income	(1)	(7)
Unrealised foreign exchange loss	44	74
Operating cash flows before working capital changes	(2,623)	(3,427)
(Increase)/Decrease in:		
Trade and other receivables	(5,957)	(4,038)
Inventories	(927)	(877)
Prepayments	(624)	27
Increase/(Decrease) in:		
Trade and other payables	7,747	4,192
Other liabilities	(188)	(1,075)
Amount due to related parties, net	1,503	1,135
Cash flows used in operations	(1,069)	(4,063)
Interest received	1	7
Net cash flows used in operating activities	(1,068)	(4,056)
Investing activities		
Purchase of property, plant and equipment	-	(56)
Proceeds from disposal of property, plant and equipment	-	34
Purchase of computer software	-	(225)
Net cash flows used in investing activities	-	(247)
Financing activities		
Proceeds from interest-free loan from a related party	543	-
Net cash flows from financing activities	543	-
Net decrease in cash and cash equivalents	(525)	(4,303)
Effect of exchange rate changes on cash and cash equivalents	17	17
Cash and cash equivalents at beginning of financial period	3,131	8,081
Cash and cash equivalents at end of financial period	2,623	3,795

1(d) Condensed interim statements of changes in equity

	Equity, total HK\$'000	Attributable to owners of the Company			
		Share capital HK\$'000	Accumulated losses HK\$'000	Restructuring reserve HK\$'000	Foreign currency translation reserve HK\$'000
Group					
1H2026					
Opening balance at 1 April 2025	(3,333)	148,309	(93,020)	(74,397)	15,775
Loss for the period	(3,034)	-	(3,034)	-	-
Other comprehensive loss for the period, net of tax	(81)	-	-	-	(81)
Total comprehensive loss for the period	(3,115)	-	(3,034)	-	(81)
Closing balance at 30 September 2025	(6,448)	148,309	(96,054)	(74,397)	15,694
1H2025					
Opening balance at 1 April 2024	7,176	148,309	(82,509)	(74,397)	15,773
Loss for the period	(4,612)	-	(4,612)	-	-
Other comprehensive income for the period, net of tax	66	-	-	-	66
Total comprehensive (loss)/ income for the period	(4,546)	-	(4,612)	-	66
Closing balance at 30 September 2024	2,630	148,309	(87,121)	(74,397)	15,839

1(d) Condensed interim statements of changes in equity (cont'd)

	Equity, total HK\$'000	Attributable to owners of the Company		
		Share capital HK\$'000	Accumulated losses HK\$'000	Foreign currency translation reserve HK\$'000
Company				
1H2026				
Opening balance at 1 April 2025	18,471	148,309	(139,219)	9,381
Loss for the period	(2,065)	-	(2,065)	-
Other comprehensive income for the period, net of tax	346	-	-	346
Total comprehensive (loss)/income for the period	(1,719)	-	(2,065)	346
Closing balance at 30 September 2025	16,752	148,309	(141,284)	9,727
1H2025				
Opening balance at 1 April 2024	22,983	148,309	(134,915)	9,589
Loss for the period	(2,121)	-	(2,121)	-
Other comprehensive income for the period, net of tax	482	-	-	482
Total comprehensive (loss)/ income for the period	(1,639)	-	(2,121)	482
Closing balance at 30 September 2024	21,344	148,309	(137,036)	10,071

(A) Notes to the condensed interim consolidated financial statements

1. Corporate information

China Kunda Technology Holdings Limited (the "**Company**") is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited. These unaudited condensed interim consolidated financial statements as at and for the six months ended 30 September 2025 ("**1H2026**") comprise the Company and its subsidiaries (collectively, the "**Group**"). The principal activity of the Company is investment holding. The principal activity of the Group mainly relating to the production and supply of moulds and in-mould decoration ("**IMD**") products.

The registered office of the Company is at 4 Shenton Way, SGX Centre 2, #17-01, Singapore 068807. The principal place of business of the Group is located at Bao Long Industrial Park, Bao Long Yi Road, Longgang District, Shenzhen City, Guangdong Province, People's Republic of China ("**PRC**").

2. Basis of preparation

These unaudited condensed interim consolidated financial statements for 1H2026 and its comparatives for the six months ended 31 March 2025 ("**1H2025**") have been prepared in accordance with Singapore Financial Reporting Standards (International) ("**SFRS(I)**") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. They are also in compliance with the provisions of the Catalist Rules.

The accounting policies and methods of computation applied in these unaudited condensed interim consolidated financial statements are consistent with those of the latest audited annual financial statements for the financial year ended 31 March 2025 ("**FY2025**") except for the adoption of new and amended standards as set out in Note 2.1.

The unaudited condensed interim consolidated financial statements are presented in Hong Kong Dollars (HK\$) and all values in the tables are rounded to the nearest thousand (HK\$'000), except when otherwise indicated.

Going concern assumption

The Group reported a net loss of HK\$3.0 million (1H2025: net loss of HK\$4.6 million) and operating cash outflow of HK\$1.1 million (1H2025: HK\$4.1 million) for the financial period ended 30 September 2025. As at 30 September 2025, the Group is in a net liability position and net current liability position of HK\$6.4 million (as at 31 March 2025: HK\$3.3 million) and HK\$11.7 million (as at 31 March 2025: HK\$9.1 million) respectively, and the Company is in a net current liability position of HK\$9.1 million (as at 31 March 2025: HK\$6.9 million).

Included in current liabilities was amounts due to related parties of HK\$10.2 million. Nonetheless, the Group had on 14 June 2023 obtained an undertaking letter from the related parties to not demand payment or any amount that is or will be due to them as and when they fall due. Taking this into account, for illustrative purposes, the Group would be reporting net assets and net current liabilities of HK\$3.7 million and HK\$1.6 million for 1H2026, respectively.

The Group and the Company are able to continue as going concern based on the following considerations:

(i) the Group has an arrangement with a director of the Company to defer his salary payments for the next twelve months from the date of authorisation of these financial statements, in order to ease the Group's cash flow requirements. The deferred salary will be settled once the Group's cash flow position permits; (ii) on 20 June 2025, the Group had obtained a loan facility of RMB4,000,000 from a related party, to enable it to meet its current and ongoing financial obligations and working capital requirements. The loan is unsecured, non-interest bearing and flexible repayment terms whereby the Group may determine the timing and repayment amount based on its own financial capability. As at the date of this announcement, the Group has drawn down RMB500,000 of the loan; (iii) the Group has obtained a letter of undertaking from a related party, confirming that it will not demand repayment of any outstanding amounts due to it, whether currently due or falling within the next twelve months from the date of authorisation of these financial statements; (iv) a director of the Company has undertaken to provide financial support to the Group and the Company to ensure their ability to meet short-term obligations and continue as going concerns for at least twelve months from the date of authorisation of these financial statements; and (v) the Group's cashflow budget for the next twelve months after the reporting date.

Having assessed the considerations above, the Board is of the opinion that the use of the going concern assumption in the preparation for financial statements for 1H2026 is appropriate, and the Group and the Company have the ability to operate as going concern.

The Board, to the best of its knowledge and belief, confirms that all material disclosures have been provided for trading of the Company's securities to continue in an orderly manner.

2.1 New and amended standards adopted by the Group

In the current financial period, the Group had adopted all the new and revised SFRS(I) and SFRS(I) Interpretation ("SFRS(I) INT") that are relevant to its operations and effective for the current financial period. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I) and SFRS(I) INT. The adoption of these new/revised SFRS(I) and SFRS(I) INT did not have any material effect on the financial results or position of the Group and the Company.

2.2 Use of judgements and estimates

In preparing the unaudited condensed interim consolidated 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 were applied to the audited consolidated financial statements as at and for FY2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Seasonality of operations

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

4. Financial information by operating segment

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

(a) *In-Mould Decoration ("IMD") and the Plastic Injection Parts Business (collectively, the "IMD Business")*

The IMD and plastic injection parts segment provide specialised plastic injection parts and technical services used mainly in the production of electrical appliances and electronic devices.

IMD is the simultaneous injection moulding of a product with a formable plastic film. The formed film is inserted into the mould and then injected with the molten plastic resin to surround it, forming a finished integral part.

Except as indicated above, no other operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated by the Executive Chairman and Chief Executive Officer solely based on gross profit or loss. Certain expenses, other income, financial income/expense and income taxes are managed on a group basis and are not allocated to operating segments.

4.1 Business segments

	1H2026 (HK\$'000)		1H2025 (HK\$'000)	
	IMD Business	Per consolidated financial statements	IMD Business	Per consolidated financial statements
Revenue				
Sales to external customers	28,597	28,597	20,551	20,551
Segment results:				
Segment gross profit	3,284	3,284	2,197	2,197
Depreciation of plant and equipment	(414)	(414)	(425)	(425)
Amortisation of intangible assets	(120)	(120)	(94)	(94)
Gain on disposal of plant and equipment	-	-	34	34
Reversal of inventories written down/ (Write down of inventories)	166	166	(633)	(633)
Bad debts recovered	119	119	-	-
Research expenses	(990)	(990)	(1,168)	(1,168)
Unallocated expenses, net		(5,079)		(4,523)
Loss before tax		(3,034)		(4,612)
Additions to non-current assets	-	-	281	281
As at 30 September 2025			As at 31 March 2025	
Segment assets	32,502	32,502	25,393	25,393
Segment liabilities	38,950	38,950	28,726	28,726

4.2 Geographical segments

Revenue and non-current assets information based on the geographical location of customers and assets respectively are as follows:

	Revenue		Non-current assets	
	1H2026 HK\$'000	1H2025 HK\$'000	30 Sep 2025 HK\$'000	31 Mar 2025 HK\$'000
PRC	28,482	20,482	5,295	5,721
Europe	72	69	-	-
Others	43	-	-	-
	28,597	20,551	5,295	5,721

Non-current assets information presented above consist of plant and equipment as presented in the consolidated balance sheet.

4.3 Disaggregation of revenue

Segments	IMD and Plastic Injection Parts		Total revenue	
	1H2026	1H2025	1H2026	1H2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Major products				
IMD products	27,292	19,361	27,292	19,361
IMD moulds	1,305	1,190	1,305	1,190
	28,597	20,551	28,597	20,551
Timing of transfer of goods				
At a point in time	28,597	20,551	28,597	20,551

4.4 Contract liabilities

Information about contract liabilities from contracts with customers is disclosed as follows:

	Group	
	30 Sep 2025	31 Mar 2025
	HK\$'000	HK\$'000
Contract liabilities	901	515

Contract liabilities primarily relate to the Group's obligation to transfer goods or services to customers for which the Group has received advances from customers for sale of IMD products and IMD moulds.

5. Other income

	Group	
	1H2026	1H2025
	HK\$'000	HK\$'000
Sale of raw materials/ scrap materials	24	17
Government grants	32	12
Gain on disposal of plant and equipment	-	34
Reversal of inventories written down	166	-
Bad debts recovered	119	-
Others	-	10
	341	73

6. Other expenses

	Group	
	1H2026	1H2025
	HK\$'000	HK\$'000
Net foreign exchange loss	44	74
Write down of inventories	-	633
Others	12	7
	56	714

7. Loss before tax

The following items have been included in arriving at loss before tax from continuing operations:

	Group	
	1H2026	1H2025
	HK\$'000	HK\$'000
Depreciation of plant and equipment	414	425
Amortisation of intangible assets	120	94
Research expenses	990	1,168

8. Related party transactions

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the Group and related parties took place on terms agreed between the parties during the financial period:

	Group	
	1H2026	1H2025
	HK\$'000	HK\$'000
Rental of factory premises charged by a director-related company	899	878

9. Loss per share

	Group	
	1H2026	1H2025
Loss for the year attributable to owners of the Company (HK\$'000)	(3,034)	(4,612)
Weighted average number of ordinary shares for earnings per share computation ('000)	409,800	409,800
Basic loss per share (HK cents)	(0.74)	(1.13)

The diluted loss per share is not presented as there were no potential dilutive securities as at 30 September 2025 and 31 March 2025.

10. Net (liability)/ asset value per share

	Group		Company	
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
	HK cents	HK cents	HK cents	HK cents
Net (liability)/ asset per ordinary share based on 409.8 million shares as at 30 September 2025 (31 March 2025: 409.8 million shares)	(1.57)	(0.81)	4.09	4.51

11. Plant and equipment

In 1H2026, the Group did not acquire any plant and equipment (1H2025: HK\$56,000) for its IMD Business.

12. Intangible assets

Group	Deferred development costs HK\$'000	Computer software HK\$'000	Total HK\$'000
Cost			
1 April 2025	36,104	708	36,812
Additions	-	-	-
Exchange differences	700	14	714
At 30 September 2025	36,804	722	37,526
Accumulated amortisation and impairment			
1 April 2025	36,104	265	36,369
Amortisation for the period	-	120	120
Exchange differences	700	6	706
At 30 September 2025	36,804	391	37,195
Net carrying amount			
At 31 March 2025	-	443	443
At 30 September 2025	-	331	331

13. Inventories

	Group	
	30 Sep 2025 HK\$'000	31 Mar 2025 HK\$'000
Balance sheet:		
Raw materials (at cost)	2,511	1,291
Work-in-progress (at cost or net realisable value)	1,825	2,549
Finished goods (at cost or net realisable value)	1,290	600
	5,626	4,440

14. Financial assets and financial liabilities

	Group		Company	
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<u>Financial assets</u>				
Trade receivables	17,494	11,588	-	-
Bill receivables	676	372	-	-
Other receivables	34	17	-	-
Total trade and other receivables	18,204	11,977	-	-
Add: Amounts due from related parties	-	-	427	414
Add: Cash and short-term deposits	2,623	3,131	119	117
Less: Bills receivables at FVOCI	(676)	(372)	-	-
Total financial assets carried at amortised cost	20,151	14,736	546	531

	Group		Company	
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
<u>Financial liabilities</u>				
Trade payables	16,187	11,477	-	-
Other payables	7,927	4,530	2,335	729
Total trade and other payables	24,114	16,007	2,335	729
Add: Amounts due to related parties	10,189	7,975	6,702	5,327
Add: Accrued operating expenses	2,556	3,489	649	1,419
Total financial liabilities carried at amortised cost	36,859	27,471	9,686	7,475

15. Other liabilities

	Group		Company	
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Accrued operating expenses	2,556	3,489	649	1,419
Value Added Tax ("VAT") and other tax payables	1,178	728	-	-
	3,734	4,217	649	1,419

16. Aggregate amount of the Group's borrowings and debt securities

Amount repayable in one year or less, or on demand (In HK\$'000)

As at 30 September 2025		As at 31 March 2025	
Secured	Unsecured	Secured	Unsecured
-	2,732	-	2,144

Amount repayable after one year (In HK\$'000)

As at 30 September 2025		As at 31 March 2025	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

The Group obtained interest-free unsecured loans from a director-related company of HK\$2.1 million in 1H2025 and HK\$0.5 million in 1H2026. Save as disclosed, the Group did not have any bank borrowings or debt securities as at 30 September 2025 and 31 March 2025.

17. Share capital

	Group and Company			
	As at 30 Sep 2025		As at 31 Mar 2025	
	No. of shares '000	HK\$'000	No. of shares '000	HK\$'000
Issued and fully paid ordinary shares				
Balance at beginning and end of financial period/year	409,800	148,309	409,800	148,309

The Company had no outstanding convertibles, treasury shares or subsidiary holdings as at the end of the current financial period reported on and as at the end of the immediately preceding financial year.

18. 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.

Not applicable, as the Company did not have any treasury shares as at the end of the current financial period reported on.

19. A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Not applicable, as the Company did not have any subsidiary holdings as at the end of the current financial period reported on.

20. Events after the end of the reporting period

There are no known subsequent events which led to adjustments to this set of condensed interim consolidated interim financial statements.

(B) Other Information Required by Appendix 7C of the Catalyst Rules

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

The condensed consolidated statement of financial position of the Company and its subsidiaries as at 30 September 2025 and the condensed consolidated income statement, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the financial period ended 30 September 2025 and certain explanatory notes have not been audited or reviewed by the Company's auditors.

2. Whether the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of matter)

Not applicable.

3. Whether 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.

Not applicable. The latest financial statements have an unmodified opinion.

4. 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.

INCOME STATEMENT

Continuing operations

Revenue and gross profit

Revenue increased by 39.2% to HK\$28.6 million in 1H2026 as compared to HK\$20.6 million in 1H2025. The increase was mainly attributed to the increase in sales of IMD and plastic injection parts (collectively, "IMD Products") to customers in the energy storage industry. In tandem with the increase in revenue, the Group's cost of sales increased by 37.9% from HK\$18.4 million in 1H2025 to HK\$25.3 million in 1H2026 and the gross profit increased by 49.5% from HK\$2.2 million in 1H2025 to HK\$3.3 million in 1H2026, and gross margin slightly improved from 10.7% in 1H2025 to 11.5% in 1H2026 following improved production capacity.

Other items of income

Interest income decreased from HK\$7,000 in 1H2025 to HK\$1,000 in 1H2026, which was mainly due to the decrease in cash and bank balances in 1H2026.

Other income increased from HK\$ 0.1 million in 1H2025 to HK\$ 0.3 million in 1H2026. The increase was mainly due to the recovery of previously written off trade receivables and the reversal of inventories written down, which was facilitated by effective inventory management of unused raw materials.

Other items of expense

Despite the increase in the Group's revenue, selling and distribution expenses saw a slight rise of 2.2%, increasing to HK\$0.9 million in 1H2026 from HK\$0.8 million in 1H2025, primarily due to effective cost control measures on entertainment expenses.

General and administrative expenses increased by 7.7%, rising to HK\$5.7 million in 1H2026 from HK\$5.3 million in 1H2025. The increase was primarily driven by higher consultancy fees associated with the new assembly production line.

Other expenses for 1H2026, amounting to HK\$56,000, were primarily comprised of net foreign exchange loss. The decrease was mainly due to absence of write down of inventories which mainly comprise IMD Products and IMD moulds under construction, and decrease in net foreign exchange loss.

Depreciation of plant and equipment in 1H2026 remained at a similar level as in 1H2025.

Taking into account the aforementioned, the Group's net loss attributable to shareholders decreased by 34.2% from HK\$4.6 million in 1H2025 to HK\$3.0 million in 1H2026.

Other comprehensive income/(loss) - foreign currency translation

The net foreign currency translation loss of HK\$81,000 (1H2025: a gain of HK\$66,000) primarily resulted from the translation differences related to the Group's net liabilities denominated in RMB when converting to HKD for the purpose of consolidating the Group's financial statements. In 1H2026, the HKD depreciated against the RMB by approximately 0.9%, as compared to an appreciation of approximately 2.3% in 1H2025.

BALANCE SHEET

Non-current assets

Plant and equipment decreased by HK\$0.3 million from HK\$5.3 million as at 31 March 2025 to HK\$5.0 million as at 30 September 2025. The decrease was mainly due to depreciation charges of HK\$0.4 million and foreign currency translation loss of HK\$0.1 million in 1H2026.

The Group's intangible assets decreased by HK\$0.1 million from HK\$0.4 million as at 31 March 2025 to HK\$0.3 million as at 30 September 2025. The decrease was due to amortisation charges of HK\$0.1 million in 1H2026.

Current assets

Inventories increased by HK\$1.2 million from HK\$4.4 million as at 31 March 2025 to HK\$5.6 million as at 30 September 2025. The increase in inventories was due to a rise in raw materials and finished goods, which the Group stockpiled to fulfil its order books in 2H2026.

Trade and other receivables increased by HK\$6.2 million from HK\$12.0 million as at 31 March 2025 to HK\$18.2 million as at 30 September 2025. This was mainly due to the increase in sales of IMD Products inclusive of VAT by HK\$11.5 million in 1H2026.

Prepayments increased from HK\$0.1 million as at 31 March 2025 to HK\$0.8 million as at 30 September 2025, mainly due to prepayment made in 1H2026 for the new assembly production line setup.

Current liabilities

Trade and other payables increased by HK\$8.1 million from HK\$16.0 million as at 31 March 2025 to HK\$24.1 million as at 30 September 2025, due to an increase in procurement activities primarily for IMD Business, in line with the increase in costs of sales.

Contract liabilities comprised the advances from customers, which increased by HK\$0.4 million from HK\$0.5 million as at 31 March 2025 to HK\$0.9 million as at 30 September 2025 as a result of an increase in sales orders.

Other liabilities decreased by HK\$0.5 million from HK\$4.2 million as at 31 March 2025 to HK\$3.7 million as at 30 September 2025, mainly due to a reduction in accrued operating expenses at the Group's Singapore office as part of a cost-cutting initiative, net of payments made in 1H2026.

The amount due to related parties increased by HK\$2.2 million from HK\$8.0 million as at 31 March 2025 to HK\$10.2 million as at 30 September 2025, mainly due to a HK\$0.5 million interest-free loan obtained from a director-related company and the non-payment of rental expenses for our factory premise located on Bao Long Yi Road during 1H2026.

Working capital

As a result of the aforementioned, the Group reported a negative working capital of HK\$11.7 million as at 30 September 2025 (31 March 2025: HK\$9.1 million).

With the basis set out in going concern assumptions under Section A, Note 2, the Board is of the opinion that the Group has adequate resources to satisfy its debts and short-term obligations for the next twelve months after the reporting date as and when they become due.

CASH FLOW

In 1H2026, the Group's cash and cash equivalents decreased by HK\$0.5 million. The cash flow used in operating activities was mainly due to operating cash outflows before working capital changes of HK\$2.6 million, partially offset by net working capital inflow of HK\$1.6 million. The working capital inflow in 1H2026 mainly arose from the increase in trade and other payables of HK\$7.7 million and the increase in amount due to related parties of HK\$1.5 million, partially offset by the increase in trade and other receivables of HK\$6.0 million, the increase in inventories of HK\$0.9 million, the increase in prepayment of HK\$0.6 million and the decrease in other liabilities of HK\$0.2 million.

There was no cash utilised or generated from investing activities in 1H2026.

In 1H2026, the Group had obtained an interest-free loan provided by a director-related company for working capital purpose.

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

The financial results are in line with the forecast disclosed in the Company's financial results announcement for the financial year ended 31 March 2025, dated 29 May 2025.

6. 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.

The Group's current business is largely contributed by consumer electronics market which is highly competitive in PRC. The IMD and Plastic Injection segments have been materially affected by subdued demand and cost pressures in the past. In the short term, the Group continues to face challenging market conditions that may place pressure on operations.

To address these challenges, the Group will persist in executing a disciplined three-pillar growth plan while staying vigilant to inflationary headwinds amid a still-turbulent macroeconomic landscape:

- (i) expand the customer base in high-growth end-markets, including electronics, healthcare, consumer goods, and smart homes, by capitalizing on the increasing demand for intricate, miniaturised plastic components;
- (ii) expand the IMD products by establishing new sales channels that guarantee recurring, sustainable volumes; and
- (iii) maintain low-defect quality and best-in-class production efficiency.

The Group has adopted parallel initiatives, including selective financing, proactive working capital controls, and lean cost management, to safeguard liquidity and maintain balance-sheet flexibility. These strategies will be in alignment with real-time market signals through ongoing communication with customers, suppliers and potential investors. Please refer to Section A, Note 2 which provides additional information regarding going-concern considerations.

The Company will continue to explore new business opportunities and potential acquisitions of new businesses with long term prospects that are expected to improve the overall financial position of the Group.

7. Dividend

(a) Current Financial Period Reported On

Any dividend declared/recommended 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) The date the dividend is payable.

Not applicable.

(d) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

The Group's financial performance has been subdued, and it intends to invest in new business opportunities (when available) to enhance its overall financial position. Consequently, no dividend has been declared or recommended for the current financial period, in the interest of prudence.

9. Interested person transactions

If the group has obtained a general mandate from shareholders for 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.

There were no transactions involving interested persons. There was no general mandate obtained from shareholders, and no IPTs exceeding S\$100,000 were entered into during the reported financial period.

10. Confirmation that the Company has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has procured undertakings from all Directors and Executive Officers (in the format set out in Appendix 7H) pursuant to Rule 720(1) of the Catalist Rules.

11. Disclosures on Acquisition and Realisation of shares Pursuant to Rule 706A

Not applicable. During 1H2026, there were no acquisitions or disposals of shares in subsidiaries or associated companies of the Company, nor in any company that became or ceased to be classified as a subsidiary or an associated company (as the case may be) as a result of such acquisition or disposal, in accordance with Rule 706A.

12. Negative confirmation by the Board pursuant to Rule 705(5) of the Catalist Rules.

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

unaudited condensed consolidated financial statements for the six months ended 30 September 2025 to be false or misleading in any material aspect.

On Behalf of the Board of Directors

Cai Kaoqun
Executive Chairman and CEO

Cai Kaobing
Executive Director

By Order of the Board

CAI KAOQUN
EXECUTIVE CHAIRMAN AND CEO

13 November 2025

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Ng Shi Qing, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.