



Shunten International (Holdings) Limited 順騰國際(控股)有限公司

incorporated in the Cayman Islands with limited liability

於開曼群島註冊成立之有限公司

Stock Code 股份代號 : 932



2025/2026 INTERIM REPORT



格斯圖



溶腭酵素



淨腸酵素

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Executive Director

Mr. Cheung Siu Fai (*Chairman*)

Non-executive Director

Ms. So Tsz Kwan *CPA*

Independent Non-executive Directors

Mr. Leung Winson Kwan Yau *CPA (Australia)*

Ms. Dong Jian Mei

Mr. Lam Chik Shun Marcus *CFA*

CHIEF EXECUTIVE OFFICER

Mr. Yeung Wai Lok Raymond

COMPANY SECRETARY

Ms. Chan Yuk Chi *FCCA (Practising), ACA,
FCG, HKFCG*

AUTHORISED REPRESENTATIVES

Ms. So Tsz Kwan

Ms. Chan Yuk Chi

BOARD COMMITTEES

Audit Committee

Mr. Leung Winson Kwan Yau (*Chairman*)

Ms. Dong Jian Mei

Mr. Lam Chik Shun Marcus

Nomination Committee

Mr. Lam Chik Shun Marcus (*Chairman*)

Mr. Leung Winson Kwan Yau

Ms. Dong Jian Mei

Remuneration Committee

Mr. Lam Chik Shun Marcus (*Chairman*)

Mr. Leung Winson Kwan Yau

Ms. Dong Jian Mei

INDEPENDENT AUDITOR

Moore CPA Limited

Certified Public Accountants

Public Interest Entity Auditors

registered in accordance with
the Accounting and Financial Reporting
Council Ordinance

LEGAL ADVISOR

Patrick Chu, Conti Wong Lawyers LLP



CORPORATE INFORMATION (CONTINUED)

PRINCIPAL BANKERS

Bank of Communications (Hong Kong)
Limited

DBS Bank (Hong Kong) Limited

Bank of China (Hong Kong) Limited

THE CAYMAN ISLANDS PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Suntera (Cayman) Limited

Suite 3204, Unit 2A

Block 3, Building D, P.O. Box 1586

Gardenia Court, Camana Bay

Grand Cayman, KY1-1100, Cayman Islands

REGISTERED OFFICE

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P.O. Box 2681, Grand Cayman

KY1-1111, Cayman Islands

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit D, 7/F, KC100

100 Kwai Cheong Road

Kwai Chung

New Territories

Hong Kong

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER AGENT

Tricor Investor Services Limited

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16 Harcourt Road

Hong Kong

STOCK CODE

932

COMPANY'S WEBSITE

www.shunten.com.hk

*(the contents of which do not form part of
this report)*



FINANCIAL HIGHLIGHTS

The board (“**Board**”) of directors (“**Director(s)**”) of Shunten International (Holdings) Limited (“**Company**”) is pleased to present the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively, the “**Group**”) for the six months ended 30 September 2025 (“**Reporting Period**”), together with the comparative figures for the six months ended 30 September 2024 (“**Last Corresponding Period**”).

| | For the six months ended 30 September | |
|--|--|--|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Results | | |
| Revenue | | |
| — Health and beauty supplements and products business | 99,419 | 100,191 |
| — Property investment business | 2,677 | 2,805 |
| Total | 102,096 | 102,996 |
| Gross profit | 77,277 | 79,655 |
| Gross profit margin (%) | 75.7% | 77.3% |
| Loss for the period | (12,567) | (4,261) |
| Loss for the period attributable to owners of the Company | (12,567) | (4,261) |
| Adjusted (loss)/profit for the period attributable to owners of the Company (the “ Adjusted Net (Loss)/Profit ”)* | (6,267) | 2,739 |
| Financial Position | | |
| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
| Cash and cash equivalents | 10,975 | 5,532 |
| Net assets | 122,815 | 135,345 |
| Total equity attributable to owners of the Company | 124,094 | 136,624 |
| Number of shares in issue (in thousands) | 3,107,893 | 3,107,893 |
| Net assets per share (HK\$) | 0.04 | 0.04 |



FINANCIAL HIGHLIGHTS (CONTINUED)

* The adjustment process of Adjusted Net (Loss)/Profit:

| | For the six months ended 30 September | |
|---|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Loss for the period attributable to owners of the Company | (12,567) | (4,261) |
| Adjustment: | | |
| Fair value change of investment properties | 6,300 | 7,000 |
| Adjusted Net (Loss)/Profit | (6,267) | 2,739 |

The Adjusted Net (Loss)/Profit is arrived at by deducting the unrealised item relating to the fair value change of investment properties from the loss for the period attributable to owners of the Company. The management of the Group considers that the adjusted item is not related to our daily operations and does not track such adjusted item as key operating or financial metrics internally when reviewing our performance. Therefore, by eliminating the impacts of such item in the calculation of Adjusted Net (Loss)/Profit, it could better reflect our underlying operating performance and could better facilitate the comparison of operating performance from period to period.

The Adjusted Net (Loss)/Profit is not the measures of performance under HKFRS Accounting Standards. These measures do not represent, and should not be used as substitutes for, net (loss)/profit or cash flows from operations as determined in accordance with HKFRS Accounting Standards. These measures are not necessarily an indication of whether cash flow will be sufficient to fund our cash requirements. In addition, our definitions of these measures may not be comparable to other similarly titled measures used by other companies.



MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is principally engaged in the sale, marketing and distribution of health and beauty supplements and products and property investment in Hong Kong.

The Group's revenue recorded a slight decrease of approximately 0.9% or approximately HK\$0.9 million to approximately HK\$102.1 million for the Reporting Period as compared to approximately HK\$103.0 million for the Last Corresponding Period. Overall, the Group generated a loss attributable to owners of the Company of approximately HK\$12.6 million (Last Corresponding Period: approximately HK\$4.3 million). Apart from the unrealised item in respect of the fair value change of investment properties, the Group recorded an Adjusted Net Loss of approximately HK\$6.3 million for the Reporting Period (Last Corresponding Period: Adjusted Net Profit of approximately HK\$2.7 million).

Since the publication of the latest annual report for the year ended 31 March 2025, there was no material change to the Company's business.

Market overview

During the Reporting Period, the retail market in Hong Kong showed mild improvement, with the local economy recording gradual growth and overall sentiment becoming more stable. However, global macroeconomic uncertainties continued to dampen consumer confidence, resulting in more cautious spending behaviour. Structural shifts in consumption patterns and preferences, together with intensified market competition, remained evident. In addition, the shift in visitor spending from merchandise to experience-oriented activities, coupled with the increasing trend of Hong Kong residents shopping northbound during weekends and travelling overseas during long holidays, further constrained the pace of recovery in the retail market.

According to the statistics published by the Census and Statistics Department of Hong Kong, the overall retail sales value in Hong Kong increased by approximately 2.1% during the Reporting Period as compared with the Last Corresponding Period, which indicated a slight improvement in the Hong Kong retail sector. Nevertheless, the demand for consumer discretionary items, including health and beauty supplements, remained weak as consumers were spending cautiously due to the persistent economic downturn. Rising costs and intensified competition also slowed down the recovery of the health and beauty supplements market. The Group will keep monitoring the situation and adjust its plans as needed.

The Hong Kong property market remained stable amid a cautious macroeconomic environment. Interest rate decreases contributed to signs of stabilisation in the residential property sector, with positive momentum observed in leasing activities. However, the commercial and industrial property sectors continued to face significant challenges. The office and industrial property market struggled with high vacancy levels and subdued leasing activity exacerbated by new supply, while commercial properties including the retail store premises experienced ongoing pressure due to a sluggish market and cautious consumer spending. Operational difficulties for tenants have led to early lease expirations and business closures, resulting in increased vacancies and challenges in reletting. These factors, along with subdued investment sentiment and potential oversupply, may continue to exert downward pressure on rental performance and property valuations.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

BUSINESS REVIEW (CONTINUED)

Health and beauty supplements and products business

The Group's health and beauty supplements and products are sold under the proprietary brands developed and managed by the Group ("**Proprietary Brands**") and a private label brand specifically developed for and owned by a renowned retail chain of health and beauty products in Hong Kong and Macau ("**Private Label Brand**"). The major Proprietary Brands include "Royal Medic", "Legend", "MeltyEnz", "CleansingEnz", "La Gusto", "Prof Health", "HARUKA", "Mr. 75" and "Royal Health", and the Private Label Brand is "Health Proof". The Group mainly sells and distributes its products through a renowned local retail chain distributor, our special designated counters, the Hong Kong Brands and Products Expo, our own e-commerce online platform and designated cross-border e-commerce platforms in Mainland China.

During the Reporting Period, we have successfully launched multiple new products including Royal Medic Stomach Strengthening Formula and Royal Medic Calming Ganoderma Capsule, and upgraded version of Royal Medic Dampness Rapid Relief.

In terms of marketing, the Group launched a series of promotional campaigns in line with its commitment to "Being the Guardian of Your Health". Renowned actresses Ms. Mimi Kung (龔慈恩) and Ms. Ashley Lam (林愷玲) were engaged as endorsers for the brand "Legend" to promote health awareness among different age. The management of the Group believes that these initiatives enhanced the brand image of the Group and strengthened public awareness of its products.

The management of the Group believes that the expansion of sales channels is essential to maintain its competitive advantages in the highly competitive health and beauty supplements market. During the Reporting Period, the Group broadened its sales network by establishing online stores on e-commerce platforms including HKTVmall to further expand its consumer reach in Hong Kong. The management considers that these initiatives have effectively strengthened the Group's market presence and enabled access to a wider customer base.

Property investment business

As at 30 September 2025, the Group continues its property investment business by owning:

- i. a 5-storey tenement building located at Sham Shui Po of Hong Kong being occupied for commercial and residential use;
- ii. a residential property located at Mid-levels of Hong Kong; and
- iii. industrial properties located at Kwai Chung of Hong Kong.

On 14 July 2025, the Group entered into a provisional sale and purchase agreement with an independent third party in respect of the disposal of the sale share and the sale loan of an indirect wholly-owned subsidiary holding a residential property located at Mid-levels of Hong Kong, at a cash consideration of HK\$28.0 million, and such disposal was completed subsequent to the end of the Reporting Period on 16 October 2025.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

BUSINESS REVIEW (CONTINUED)

Property investment business (Continued)

Taking into account the recent prevailing property market conditions in Hong Kong, the management considered it was a favourable time to proceed with the disposal of the residential property held for investment. The management believes that the disposal provided a good opportunity for the Group to realise its investment in the property, and the proceeds from the disposal can further enhance the financial position of the Group. The management of the Group will continue to adhere to a prudent investment strategy and monitor market developments to optimise the performance of its property investment portfolio.

FINANCIAL REVIEW

Revenue

The revenue of the Group represents income from sales of health and beauty supplements and products business and property investment business. An analysis of revenue is as follows:

| | For the six months ended 30 September | |
|--|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Health and beauty supplements and products | 99,419 | 100,191 |
| Property investment | 2,677 | 2,805 |
| Total revenue | 102,096 | 102,996 |

Revenue from health and beauty supplements and products business has slightly decreased by approximately 0.8% from approximately HK\$100.2 million for the Last Corresponding Period to approximately HK\$99.4 million for the Reporting Period, which was driven by cautious spending power of customers due to the persistent economic downturn in Hong Kong.

Revenue from the property investment business amounted to approximately HK\$2.7 million for the Reporting Period as compared to approximately HK\$2.8 million for the Last Corresponding Period, which reflected a stable performance in the Group's property letting activities.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

FINANCIAL REVIEW (CONTINUED)

Cost of sales and gross profit

The Group's cost of sales primarily comprises cost of raw materials and packaging materials, staff costs related to production and subcontracting costs. The cost of sales of the Group increased by approximately 6.4% to approximately HK\$24.8 million for the Reporting Period (Last Corresponding Period: approximately HK\$23.3 million). The increase in cost of sales was mainly attributable to the launch of new and upgraded products with higher raw material costs as well as the additional costs incurred from packaging modifications made to certain products during the Reporting Period. The Group's overall gross profit margin remained relatively stable with a slight decrease of approximately 1.6% to approximately 75.7% for the Reporting Period (Last Corresponding Period: approximately 77.3%).

Selling and distribution expenses

The Group's selling and distribution expenses principally consist of advertising and promotion expenses, engagements of artistes to endorse the Group's products, commission expenses to promoters and exhibition expenses. The selling and distribution expenses of the Group increased by approximately 29.6% to approximately HK\$29.3 million for the Reporting Period (Last Corresponding Period: approximately HK\$22.6 million). The increase was primarily attributable to intensified efforts in advertising and promotion activities for newly launched products scheduled during the Reporting Period, while such expenses are anticipated to decrease in the latter half of the financial year ending 31 March 2026, coupled with higher commission expenses to promoters arising from the growth in sales in retail shops with the presence of promoters.

Administrative expenses

The Group's administrative expenses mainly comprise salaries and benefits to employees, rent for special designated counters, consultancy fees, depreciation of property, plant and equipment, depreciation of right-of-use assets and amortisation of intangible assets. The administrative expenses of the Group increased by approximately 4.0% to approximately HK\$51.8 million for the Reporting Period (Last Corresponding Period: approximately HK\$49.8 million). The increase was mainly due to (i) the increase in rent from special designated counters located at the stores of a renowned retail chain distributor which is in line with the growth in revenue from the special designated counters as the rent calculation is related to the gross sale proceeds from special designated counters and (ii) the commencement of amortisation of newly implemented computer software capitalised as intangible assets subsequent to the Last Corresponding Period.

Fair value change of investment properties

The Group recorded a fair value loss of investment properties of approximately HK\$6.3 million during the Reporting Period (Last Corresponding Period: approximately HK\$7.0 million) as a result of the recent deterioration of property market condition in Hong Kong. During the Reporting Period, the investment properties were fair-valued by reference to the valuation reports prepared by Ravia Global Appraisal Advisory Limited, an independent professional qualified valuer not connected with the Group.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

FINANCIAL REVIEW (CONTINUED)

Finance costs

The Group's finance costs mainly represent interest on bank borrowings, interest on amounts due to a shareholder and interest on lease liabilities. The finance costs decreased by approximately 30.6% from approximately HK\$3.6 million for the Last Corresponding Period to approximately HK\$2.5 million for the Reporting Period which was mainly due to the reduction in the average balance of borrowings and decrease in variable interest rates during the Reporting Period.

Taxation

The overall decrease in taxation by approximately 35.7% from approximately HK\$1.4 million for the Last Corresponding Period to approximately HK\$0.9 million for the Reporting Period was principally due to the net effect of the decrease in current tax which is in line with the overall decrease in taxable operating profits of subsidiaries of the Company and the increase in deferred tax expense from accelerated tax depreciation for the Reporting Period.

Loss for the period and Adjusted Net (Loss)/Profit

As a result of the above factors, the Group recorded a loss for the Reporting Period of approximately HK\$12.6 million (Last Corresponding Period: approximately HK\$4.3 million) and the Adjusted Net Loss of approximately HK\$6.3 million (Last Corresponding Period: Adjusted Net Profit of approximately HK\$2.7 million).

FINANCIAL POSITION AND LIQUIDITY

As at 30 September 2025, cash and bank balances of the Group amounted to approximately HK\$11.0 million (as at 31 March 2025: approximately HK\$5.5 million) and the current ratio (current assets divided by current liabilities) of the Group was approximately 0.7 times as at 30 September 2025 (as at 31 March 2025: approximately 0.5 times). The Group's gearing ratio, representing total borrowings (including bank borrowings and amounts due to a shareholder) divided by total equity, was approximately 101.3% as at 30 September 2025 (as at 31 March 2025: approximately 87.9%). The increase in gearing ratio was primarily due to the decrease in total equity as at the end of the Reporting Period. In view of the Group's current level of cash and bank balances, funds generated internally from operations and the unutilised banking facilities and available loan facilities provided by a shareholder, the Board is confident that the Group will have sufficient resources to meet its financial needs for its operations. As at 30 September 2025, the Group had unutilised general banking facilities and loan facilities provided by a shareholder of approximately HK\$5.0 million (as at 31 March 2025: approximately HK\$10.0 million) and HK\$18.0 million (as at 31 March 2025: approximately HK\$18.0 million) respectively.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

FOREIGN EXCHANGE EXPOSURE

Presently, the Group does not have a hedging policy with respect to the foreign exchange exposure. The Group is exposed to currency risk primarily through sales and purchases, which give rise to receivables and payables and cash balances that are denominated in foreign currencies, other than the functional currency of the operations to which the transactions relate. The currencies giving rise to this risk are primarily United States dollar and Renminbi. In order to manage and minimise the foreign currency risk, the Group's management will continue to manage and monitor the foreign currency exposure to ensure appropriate measures are implemented in a timely and effective manner.

CAPITAL MANAGEMENT

The Group's objective in capital management is to ensure that entities in the Group will be able to continue as a going concern while maximising the return to the shareholders through the optimisation of the debt and equity balance. The management of the Group reviews the capital structure by considering the cost of capital and the risks associated with each class of capital. In view of this, the Group will optimise its overall capital structure through the payment of dividends, issue of new share as well as the issue of new debt or the redemption of existing debt as it sees fit and appropriate. The Group also monitors capital on the basis of the net gearing ratio. The Group's overall strategy remains unchanged throughout the Reporting Period.

EMPLOYEE INFORMATION

As at 30 September 2025, the Group had 233 employees (as at 31 March 2025: 237). For the Reporting Period, staff costs including remuneration of the Directors were approximately HK\$38.7 million (Last Corresponding Period: approximately HK\$36.1 million).

MATERIAL ACQUISITIONS AND DISPOSALS

Save as disclosed in the section headed "Events after Reporting Period", there were no other material acquisitions or disposals of subsidiaries, associated companies and joint ventures during the Reporting Period.

SEGMENT INFORMATION

Segment information of the Group is set out in note 4 to the unaudited condensed consolidated financial statements in this interim report.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

CHARGES ON ASSETS

As at 30 September 2025, the Group had secured bank borrowings of approximately HK\$114.4 million (as at 31 March 2025: approximately HK\$119.0 million). The banking facilities are secured by the Group's leasehold land and buildings, investment properties and an investment property classified as held for sale with carrying amount of approximately HK\$7.0 million (as at 31 March 2025: approximately HK\$7.2 million), approximately HK\$142.4 million (as at 31 March 2025: approximately HK\$176.7 million) and HK\$28.0 million (as at 31 March 2025: Nil) respectively as at 30 September 2025.

CONTINGENT LIABILITIES

The Group did not have material contingent liabilities as at 30 September 2025 (as at 31 March 2025: Nil).

CAPITAL COMMITMENT

As at 30 September 2025, the Group was committed to acquire certain property, plant and equipment with a total amount of approximately HK\$0.4 million (as at 31 March 2025: approximately HK\$0.7 million).

INTERIM DIVIDEND

The Board does not recommend any payment of an interim dividend for the Reporting Period (Last Corresponding Period: Nil).

OUTLOOK

Although the retail market in Hong Kong recorded mild improvement during the Reporting Period, supported by a gradual rebound in tourism and consumer events, adverse factors constraining the pace of recovery of the retail market including ongoing geopolitical tensions and the relative strength of the Hong Kong dollar against non-US currencies, are expected to continue to weigh on consumer sentiment in the near term. The Group will remain vigilant and prudent in its business planning and risk management. The management of the Group will closely monitor the dynamic economic environment and will be agile and responsive in navigating the changing retail landscape in Hong Kong.

The operating environment continues to be challenging due to economic uncertainties, evolving consumption behaviors and intensified competition. The Group will maintain its disciplined cost management approach by implementing cautious cost control over procurement, advertising, logistic and back-office expenses to preserve operational efficiency.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

OUTLOOK (CONTINUED)

Looking forward, the Group is committed to pursuing sustainable growth by diversifying its product portfolio, continuing innovation through research and development of new product and expanding its sales channels across offline and online platforms. These measures are designed to reinforce the Group's market position and resilience, enabling it to capitalise on opportunities as market conditions improve. The Group is ready to forge ahead and strive to consolidate its position in the industry by grasping every new business opportunity to create higher and long-term value for our shareholders.

EVENTS AFTER REPORTING PERIOD

Disposal of a subsidiary

On 14 July 2025, an indirect wholly-owned subsidiary of the Company, Best Billion Limited (the “**Vendor**”), entered into a provisional sale and purchase agreement with Power Innovation International Limited (the “**Purchaser**”), an independent third party to dispose of the entire issued share capital of Giant Bloom Holdings Limited (the “**Target Company**”) and the sale loan, at a cash consideration of HK\$28.0 million (the “**Disposal**”). The Target Company is principally engaged in the business of property investment and holding of a property. Completion of the Disposal took place on 16 October 2025. Details of the Disposal were set out in the announcements of the Company dated 14 July 2025 and 1 August 2025 and note 13 to the unaudited condensed consolidated financial statements in this interim report.

Mandatory Cash Offer

On 12 September 2025, the Board was informed by Leading Virtue Holdings Limited (“**Offeror**”, a company incorporated in the British Virgin Islands with limited liability and is wholly and beneficially owned by Mr. Cheung Siu Fai (“**Mr. Cheung**”), being the chairman of the Board and an executive Director) that the Offeror and Mr. Cheung, each as the purchaser, and Prosper Rich Investments Limited (“**Prosper Rich**”) and Hammer Capital Consulting Limited (“**Hammer Capital Consulting**”), each as the seller, entered into a sale and purchase agreement (“**SPA**”) to acquire 552,982,240 shares of the Company from Prosper Rich for a consideration of HK\$13,271,573 and 181,057,793 shares from Hammer Capital Consulting for a consideration of HK\$4,345,387, representing a total of 734,040,033 shares for a total consideration of HK\$17,616,960. Mr. Cheung agreed to acquire 32,000,000 shares from Hammer Capital Consulting for a consideration of HK\$768,000. The aggregated shares acquired by the Offeror and Mr. Cheung, totalling 766,040,033 shares (the “**Sale Shares**”) represent approximately 24.65% of the Company's total issued share capital. The aggregate consideration for the Sale Shares is HK\$18,384,960, equivalent to approximately HK\$0.024 per Sale Share.



MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

EVENTS AFTER REPORTING PERIOD (CONTINUED)

Mandatory Cash Offer (Continued)

The completion of the SPA took place immediately after the signing of the SPA on 12 September 2025 (the “**Completion**”). Immediately following Completion and as at the date of joint announcement on 12 September 2025, the Offeror and Mr. Cheung held 1,516,534,033 shares, representing approximately 48.80% of the total issued share capital of the Company. Pursuant to Rule 26.1 of the Hong Kong Code on Takeovers and Mergers, upon the Completion, Prime Securities Limited, on behalf of the Offeror, made a mandatory conditional cash offer (the “**Offer**”) to acquire all of the issued shares of the Company. The offer period (the “**Offer Period**”) commenced since 12 September 2025 and closed on 4 November 2025. The condition set out in the composite offer and response document jointly issued by the Offeror and the Company dated 14 October 2025 (the “**Composite Document**”) was satisfied and the Offeror and the Company has jointly announced that the Offer has become unconditional in all respects at 4:00 p.m. on 20 October 2025.

Taking into account the valid acceptances in respect of a total of 53,888,000 offer shares under the Offer, immediately upon the close of the Offer on 4 November 2025, the Offeror and Mr. Cheung are directly or indirectly interested in an aggregate of 1,570,422,033 shares, representing approximately 50.53% of the total issued share capital of the Company.

As disclosed in the joint announcement made by the Offeror and the Company on 4 November 2025, a total of 1,537,471,407 shares, representing approximately 49.47% of the total issued share capital of the Company, are held by the public and accordingly, the Company continues to satisfy the minimum public float requirement of 25% as set out under Rule 8.08(1)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Details of the mandatory cash offer were set out in the Composite Document and the announcements jointly issued by the Offeror and the Company dated 12 September 2025, 5 October 2025, 14 October 2025, 20 October 2025 and 4 November 2025.

Save as disclosed above, there are no other material events occurred since the end of the Reporting Period and up to the date of this interim report.



REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



Moore CPA Limited

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Harbour City, 19 Canton Road,
Tsim Sha Tsui, Kowloon, Hong Kong

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**TO THE BOARD OF DIRECTORS OF
SHUNTEN INTERNATIONAL (HOLDINGS) LIMITED**
(Incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the condensed consolidated financial statements of Shuntan International (Holdings) Limited (the “**Company**”) and its subsidiaries (collectively referred to as the “**Group**”) set out on pages 17 to 36, which comprise the condensed consolidated statement of financial position as of 30 September 2025 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended, and certain explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 “Interim Financial Reporting” (“**HKAS 34**”) issued by the Hong Kong Institute of Certified Public Accountants. The directors of Company are responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with HKAS 34. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review, and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.



REPORT ON REVIEW OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

SCOPE OF REVIEW

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Hong Kong Institute of Certified Public Accountants. A review of these condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated financial statements are not prepared, in all material respects, in accordance with HKAS 34.

Moore CPA Limited
Certified Public Accountants
Registered Public Interest Entity Auditors
Hong Kong
26 November 2025



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2025

| | Notes | For the six months ended 30 September | |
|---|-------|--|---------------------------------|
| | | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| REVENUE | 3 | 102,096 | 102,996 |
| Cost of sales | | (24,819) | (23,341) |
| GROSS PROFIT | | 77,277 | 79,655 |
| Other income, gains or losses | 5 | 1,132 | 194 |
| Selling and distribution expenses | | (29,310) | (22,574) |
| Administrative expenses | | (51,820) | (49,789) |
| (Impairment loss)/reversal of impairment loss under expected credit loss model on trade and other receivables | | (69) | 220 |
| Fair value change of investment properties | | (6,300) | (7,000) |
| Finance costs | 6(c) | (2,537) | (3,599) |
| LOSS BEFORE TAXATION | 6 | (11,627) | (2,893) |
| Taxation | 7 | (940) | (1,368) |
| LOSS FOR THE PERIOD | | (12,567) | (4,261) |



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended 30 September 2025

| | For the six months ended 30 September | |
|--|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| LOSS FOR THE PERIOD | (12,567) | (4,261) |
| OTHER COMPREHENSIVE INCOME FOR THE PERIOD | | |
| Item that may be reclassified subsequently to profit or loss: | | |
| Exchange differences on translation of financial statements of foreign operations | 37 | 55 |
| TOTAL COMPREHENSIVE EXPENSE FOR THE PERIOD | (12,530) | (4,206) |
| LOSS FOR THE PERIOD ATTRIBUTABLE TO: | | |
| Owners of the Company | (12,567) | (4,261) |
| Non-controlling interests | — | — |
| | (12,567) | (4,261) |



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the six months ended 30 September 2025

| | Notes | For the six months ended 30 September | |
|--|-------|--|---------------------------------|
| | | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| TOTAL COMPREHENSIVE EXPENSE FOR THE PERIOD ATTRIBUTABLE TO: | | | |
| Owners of the Company | | (12,530) | (4,206) |
| Non-controlling interests | | — | — |
| | | (12,530) | (4,206) |
| LOSS PER SHARE | | | |
| — Basic (HK cents) | 9 | (0.40) | (0.14) |
| — Diluted (HK cents) | 9 | (0.40) | (0.14) |



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

| | Notes | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|---|-------|--|--|
| NON-CURRENT ASSETS | | | |
| Investment properties | 10 | 142,400 | 176,700 |
| Property, plant and equipment | 11 | 10,301 | 10,961 |
| Right-of-use assets | 11 | 6,841 | 9,362 |
| Intangible assets | 11 | 17,115 | 19,345 |
| Prepayments and deposits | | 2,358 | 2,358 |
| Deferred tax assets | | 76 | 62 |
| | | 179,091 | 218,788 |
| CURRENT ASSETS | | | |
| Inventories | | 23,701 | 24,893 |
| Trade and other receivables, prepayments and deposits | 12 | 36,677 | 37,100 |
| Tax recoverable | | 2,149 | 2,591 |
| Cash and cash equivalents | | 10,975 | 5,532 |
| | | 73,502 | 70,116 |
| Assets classified as held for sale | 13 | 28,023 | — |
| | | 101,525 | 70,116 |
| CURRENT LIABILITIES | | | |
| Trade payables, other payables and accruals | 14 | 21,212 | 20,930 |
| Contract liabilities | | 334 | 51 |
| Amounts due to a shareholder | 15 | 10,000 | — |
| Bank borrowings | 16 | 114,427 | 118,955 |
| Lease liabilities | | 5,065 | 4,234 |
| Refund liabilities | | 1,592 | 1,339 |
| Tax payable | | 284 | 48 |
| | | 152,914 | 145,557 |
| NET CURRENT LIABILITIES | | (51,389) | (75,441) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 127,702 | 143,347 |



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

As at 30 September 2025

| | Notes | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|--|-------|--|--|
| NON-CURRENT LIABILITIES | | | |
| Lease liabilities | | 2,339 | 5,730 |
| Deferred tax liabilities | | 2,548 | 2,272 |
| | | 4,887 | 8,002 |
| NET ASSETS | | | |
| | | 122,815 | 135,345 |
| EQUITY | | | |
| Share capital | 17 | 7,770 | 7,770 |
| Reserves | | 116,324 | 128,854 |
| Equity attributable to owners of the Company | | 124,094 | 136,624 |
| Non-controlling interests | | (1,279) | (1,279) |
| TOTAL EQUITY | | 122,815 | 135,345 |



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

| | Attributable to owners of the Company | | | | | | | | Non-controlling interests HK\$'000 | Total equity HK\$'000 |
|---|---------------------------------------|---------------------------|----------------------------|-------------------------------|---------------------------------|--|--------------------------------|-------------------|---------------------------------------|--------------------------|
| | Share capital HK\$'000 | Share premium HK\$'000 | Merger reserve HK\$'000 | Statutory reserve HK\$'000 | Translation reserve HK\$'000 | Property revaluation reserve HK\$'000 | Accumulated losses HK\$'000 | Total HK\$'000 | | |
| At 1 April 2025 (audited) | 7,770 | 424,497 | (10) | 770 | 607 | 27,770 | (324,780) | 136,624 | (1,279) | 135,345 |
| Loss for the period | — | — | — | — | — | — | (12,567) | (12,567) | —* | (12,567) |
| Other comprehensive income for the period: | | | | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | — | — | — | — | 37 | — | — | 37 | —* | 37 |
| Total comprehensive income/(expense) for the period | — | — | — | — | 37 | — | (12,567) | (12,530) | —* | (12,530) |
| At 30 September 2025 (unaudited) | 7,770 | 424,497 | (10) | 770 | 644 | 27,770 | (337,347) | (124,094) | (1,279) | 122,815 |
| At 1 April 2024 (audited) | 7,770 | 424,497 | (10) | 770 | 627 | 27,770 | (288,537) | 172,887 | (1,279) | 171,608 |
| Loss for the period | — | — | — | — | — | — | (4,261) | (4,261) | —* | (4,261) |
| Other comprehensive income for the period: | | | | | | | | | | |
| Exchange differences on translation of financial statements of foreign operations | — | — | — | — | 55 | — | — | 55 | —* | 55 |
| Total comprehensive income/(expense) for the period | — | — | — | — | 55 | — | (4,261) | (4,206) | —* | (4,206) |
| At 30 September 2024 (unaudited) | 7,770 | 424,497 | (10) | 770 | 682 | 27,770 | (292,798) | 168,681 | (1,279) | 167,402 |

* The amount less than HK\$1,000.



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2025

| | For the six months ended 30 September | |
|--|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Operating activities | | |
| Operating cash flows before movements in working capital | 3,031 | 12,767 |
| Decrease in inventories | 1,194 | 5,139 |
| Decrease in trade and other receivables, prepayments and deposits | 347 | 4,571 |
| Increase in contract liabilities | 283 | — |
| Increase/(decrease) in refund liabilities | 253 | (40) |
| Increase/(decrease) in trade payables, other payables and accruals | 292 | (3,791) |
| Cash generated from operations | 5,400 | 18,646 |
| Hong Kong Profits Tax paid | — | (1,719) |
| Net cash from operating activities | 5,400 | 16,927 |
| Investing activities | | |
| Purchase of property, plant and equipment | (355) | (225) |
| Bank interest received | 1 | 5 |
| Net cash used in investing activities | (354) | (220) |
| Financing activities | | |
| Advance from a shareholder | 20,000 | — |
| Repayment to a shareholder | (10,000) | (14,909) |
| Repayment of bank borrowings | (14,528) | (15,575) |
| Repayment of lease liabilities | (2,793) | (2,623) |
| Interest paid | (2,314) | (3,701) |
| New bank borrowings raised | 10,000 | 26,100 |
| Net cash from/(used in) financing activities | 365 | (10,708) |
| Net increase in cash and cash equivalents | 5,411 | 5,999 |
| Cash and cash equivalents at beginning of the period | 5,532 | 12,700 |
| Effect of foreign exchange rate changes | 37 | 5 |
| Cash and cash equivalents at end of the period | 10,980 | 18,704 |
| Analysis of cash and cash equivalents: | | |
| Cash and cash equivalents | 10,975 | 18,704 |
| Cash and cash equivalents included in assets classified as held for sale | 5 | — |
| | 10,980 | 18,704 |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2025

1. BASIS OF PREPARATION

The condensed consolidated financial statements of the Group for the six months ended 30 September 2025 have been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”) as well as the applicable disclosure requirements of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Directors have, at the time of approving the condensed consolidated financial statements, a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the condensed consolidated financial statements.

2. ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis except for investment properties, which are measured at fair values, as appropriate.

The accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 September 2025 are the same as those presented in the Group’s annual consolidated financial statements for the year ended 31 March 2025.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standard issued by the HKICPA, for the first time, which are mandatorily effective for the Group’s annual periods beginning on or after 1 April 2025 for the preparation of the Group’s condensed consolidated financial statements:

| | |
|-----------------------|-------------------------|
| Amendments to HKAS 21 | Lack of Exchangeability |
|-----------------------|-------------------------|

The application of the amendments to a HKFRS Accounting Standard in the current interim period has had no material impact on the Group’s financial positions and performance for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

3. REVENUE

An analysis of the Group's revenue is as follows:

| | For the six months ended 30 September | |
|---|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Revenue from contracts with customers | | |
| Revenue from health and beauty supplements and products business | 99,419 | 100,191 |
| Revenue from other source | | |
| Revenue from property investment business | 2,677 | 2,805 |
| | 102,096 | 102,996 |

Disaggregation of revenue from contracts with customers from health and beauty supplements and products business are detailed as follows:

| | For the six months ended 30 September | |
|---------------------------------------|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Timing of revenue recognition: | | |
| Point in time | 99,419 | 100,191 |
| Principal | 99,419 | 100,191 |

Revenue from health and beauty supplements and products business is recognised at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. All goods provided by the Group are for contracts with originally expected duration of one year or less. As permitted under HKFRS 15, the transaction price allocated to these unsatisfied contracts is not disclosed.

Revenue from property investment business is arisen from the operating leases with fixed lease payment.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

4. SEGMENT REPORTING

Information reported to the Board of Directors the Company (the “**Board**”), being the Chief Operating Decision Maker (“**CODM**”), for the purposes of resource allocation and assessment of segment performance focuses on types of goods or services delivered or provided.

Specifically, the Group’s reportable segments under HKFRS 8 “*Operating Segments*” are as follows:

- Health and beauty supplements and products business: development, manufacturing and sales of health and beauty supplements and products.
- Property investment business: leasing of investment properties.

(i) Segment revenue and results

| | For the six months ended 30 September 2025 (unaudited) | | |
|---|---|--|-------------------|
| | Health and beauty supplements and products business HK\$’000 | Property investment business HK\$’000 | Total HK\$’000 |
| Segment revenue | | | |
| Revenue from external customers | 99,419 | 2,677 | 102,096 |
| Segment results | 5,025 | (5,176) | (151) |
| Unallocated other income, gains or losses | | | 1 |
| Unallocated finance costs | | | (1,061) |
| Unallocated corporate expenses | | | (10,416) |
| Loss before taxation | | | (11,627) |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

4. SEGMENT REPORTING (CONTINUED)

(i) Segment revenue and results (Continued)

| | For the six months ended 30 September 2024 (unaudited) | | |
|---|---|--|-------------------|
| | Health and beauty supplements and products business HK\$'000 | Property investment business HK\$'000 | Total HK\$'000 |
| Segment revenue | | | |
| Revenue from external customers | 100,191 | 2,805 | 102,996 |
| Segment results | 13,854 | (6,727) | 7,127 |
| Unallocated other income, gains or losses | | | 5 |
| Unallocated finance costs | | | (1,344) |
| Unallocated corporate expenses | | | (8,681) |
| Loss before taxation | | | (2,893) |

(ii) Segment assets and liabilities

| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|---|--|--|
| Segment assets | | |
| Health and beauty supplements and products business | 88,427 | 94,708 |
| Property investment business | 172,422 | 177,985 |
| Total reportable segment assets | 260,849 | 272,693 |
| Unallocated assets | 19,767 | 16,211 |
| Total consolidated assets | 280,616 | 288,904 |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

4. SEGMENT REPORTING (CONTINUED)

(ii) Segment assets and liabilities (Continued)

| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|---|--|--|
| Segment liabilities | | |
| Health and beauty supplements and products business | 46,255 | 49,647 |
| Property investment business | 45,536 | 46,892 |
| Total reportable segment liabilities | 91,791 | 96,539 |
| Unallocated liabilities | 66,010 | 57,020 |
| Total consolidated liabilities | 157,801 | 153,559 |

5. OTHER INCOME, GAINS OR LOSSES

| | For the six months ended 30 September | |
|---|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Other income | | |
| Bank interest income | 1 | 5 |
| Government subsidies | 216 | 256 |
| Service income from promotion activities | 940 | — |
| Sundry income | 35 | 48 |
| | 1,192 | 309 |
| Other gains or losses | | |
| Net exchange loss | (71) | (115) |
| Gain on disposal of property, plant and equipment | 11 | — |
| | (60) | (115) |
| | 1,132 | 194 |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

6. LOSS BEFORE TAXATION

Loss before taxation has been arrived at after charging the following items:

| | | For the six months ended 30 September | |
|-----|---|--|---------------------------------|
| | | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| (a) | Staff costs: | | |
| | Salaries, allowances, and other benefits (including directors' emoluments) | 37,482 | 34,873 |
| | Contributions to defined contribution retirement plans | 1,208 | 1,197 |
| | | 38,690 | 36,070 |
| (b) | Other items: | | |
| | Auditors' remuneration | 684 | 705 |
| | Cost of inventories | 18,371 | 16,899 |
| | Depreciation of | | |
| | — property, plant and equipment | 1,015 | 1,096 |
| | — right-of-use assets | 2,521 | 2,541 |
| | Amortisation of intangible assets (included in administrative expenses) | 2,230 | 1,550 |
| | Rent for special designated counters | 16,331 | 15,337 |
| | Write-down of inventories | 199 | 99 |
| (c) | Finance costs: | | |
| | Interest on bank borrowings | 2,201 | 2,881 |
| | Interest on amounts due to a shareholder | 103 | 433 |
| | Interest on lease liabilities | 233 | 269 |
| | Others | — | 16 |
| | | 2,537 | 3,599 |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

7. TAXATION

| | For the six months ended 30 September | |
|-------------------------|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Current taxation | | |
| Hong Kong Profits Tax | 678 | 818 |
| Deferred tax | 262 | 550 |
| | 940 | 1,368 |

Under the two-tiered profits tax rates regime, the first HK\$2,000,000 of assessable profits of qualifying group entity will be taxed at 8.25%, and the assessable profits above HK\$2,000,000 will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%.

Accordingly, the Hong Kong Profits Tax of the qualifying group entity is calculated at 8.25% on the first HK\$2,000,000 of the estimated assessable profits and at 16.5% on the estimated assessment profits above HK\$2,000,000.

8. DIVIDENDS

The Board does not recommend the payment of an interim dividend for both interim periods.

9. LOSS PER SHARE

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

| | For the six months ended 30 September | |
|--|--|---------------------|
| | 2025 (unaudited) | 2024 (unaudited) |
| Loss (HK\$'000) | | |
| Loss attributable to owners of the Company for the purpose of basic and diluted loss per share | (12,567) | (4,261) |
| Number of shares | | |
| Weighted average number of ordinary shares for the purpose of basic and diluted loss per share | 3,107,893,440 | 3,107,893,440 |

For the six months ended 30 September 2025 and 2024, no adjustment has been made to the basic loss per share amount presented in the computation of diluted loss per share as there were no potential dilutive ordinary shares during the periods.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

10. INVESTMENT PROPERTIES

| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|---|--|--|
| At fair value | | |
| At the beginning of the period/year | 176,700 | 207,100 |
| Fair value change | (6,300) | (30,400) |
| Reclassified as held for sale (Note 13) | (28,000) | — |
| At the end of the period/year | 142,400 | 176,700 |

The valuations as at 30 September 2025 were arrived at on the basis of valuations and were carried out on that date by Ravia Global Appraisal Advisory Limited, an independent qualified professional valuer, who is not connected to the Group. The resulting decrease in fair value of investment properties of approximately HK\$6,300,000 (for the six months ended 30 September 2024: approximately HK\$7,000,000) has been recognised directly in profit or loss for the six months ended 30 September 2025.

The valuations for the commercial and residential building located in Sham Shui Po, Kowloon, Hong Kong and industrial properties located in Kwai Chung, New Territories, Hong Kong were arrived at by using income capitalisation method which is determined based on the future cash flow of market rentals at market yield expected by property investors and applicable discount rates. The market rentals are also assessed by reference to the rentals achieved in other similar properties. Additionally, in estimating the fair value of the investment properties, the highest and best use of the properties is their current use.

11. MOVEMENTS IN PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS AND INTANGIBLE ASSETS

During the six months ended 30 September 2025, there are additions of approximately HK\$355,000 (for the six months ended 30 September 2024: approximately HK\$225,000) to the property, plant and equipment.

During the six months ended 30 September 2025, no additions (for the six months ended 30 September 2024: approximately HK\$1,633,000) to right-of-use assets.

During the six months ended 30 September 2025, no additions (for the six months ended 30 September 2024: HK\$6,800,000) to the intangible assets.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

12. TRADE AND OTHER RECEIVABLES, PREPAYMENTS AND DEPOSITS

As at 30 September 2025, included in trade and other receivables, prepayments and deposits are trade receivables of approximately HK\$23,357,000 (as at 31 March 2025: approximately HK\$23,998,000).

As of the end of the reporting period, the ageing analysis of trade receivables based on the date of revenue recognition and net of allowance for credit losses were as follows:

| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|-------------|--|--|
| 0–30 days | 13,585 | 20,556 |
| 31–60 days | 9,396 | 3,442 |
| 61–90 days | 3 | — |
| 91–180 days | 373 | — |
| | 23,357 | 23,998 |

13. ASSETS CLASSIFIED AS HELD FOR SALE

As disclosed in the announcement made by the Company on 14 July 2025, the Group has agreed to sell to an independent third party of an indirect wholly-owned subsidiary of the Company (“**Disposal Subsidiary**”) at a cash consideration of HK\$28,000,000. The Disposal Subsidiary is holding one of Group’s investment properties, which is a residential premise located in Mid-levels of Hong Kong (“**Disposal Property**”). Upon completion, the Disposal Subsidiary will no longer be a subsidiary of the Company and the Disposal Property will be derecognised from the Group. As at 30 September 2025, the Disposal Property is pledged as one of the security charges with other properties of the Group for bank instalment loans. The assets relevant to the Disposal Subsidiary have been classified as assets held for sale and are presented separately in the condensed consolidated statement of financial position as at 30 September 2025. Subsequent to end of the reporting period and up to the date of these condensed consolidated financial statements are authorized for issue, the cash consideration has been settled, and the disposal has been completed on 16 October 2025. Furthermore, the Group repaid HK\$20,000,000 to bank and released the security charge of Disposal Property upon completion.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

13. ASSETS CLASSIFIED AS HELD FOR SALE (CONTINUED)

The major classes of assets of the Disposal Subsidiary classified as held for sale are as follows:

| | As at 30 September 2025 HK\$'000 (unaudited) |
|---|--|
| Utility and other deposits | 18 |
| Investment property | 28,000 |
| Cash and cash equivalents | 5 |
| Total assets classified as held for sale | 28,023 |

14. TRADE PAYABLES, OTHER PAYABLES AND ACCRUALS

As at 30 September 2025, included in trade payables, other payables and accruals are trade payables of approximately HK\$2,015,000 (as at 31 March 2025: approximately HK\$3,856,000).

As of the end of the reporting period, the ageing analysis of trade payables based on invoice dates were as follows:

| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|---------------|--|--|
| 0–30 days | 1,322 | 1,387 |
| 31–60 days | 239 | 660 |
| 61–90 days | 208 | 1,165 |
| 91–180 days | 3 | 401 |
| 181–365 days | — | — |
| Over 365 days | 243 | 243 |
| | 2,015 | 3,856 |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

15. AMOUNTS DUE TO A SHAREHOLDER

The amounts due to a shareholder were unsecured, bearing interest at Hong Kong Dollar Prime Rate of Bank of China (Hong Kong) Limited minus 2% per annum and repayable on demand.

16. BANK BORROWINGS

| | As at 30 September 2025 HK\$'000 (unaudited) | As at 31 March 2025 HK\$'000 (audited) |
|--|--|--|
| Bank borrowings, secured and carried at variable rates | 114,427 | 118,955 |

During the six months ended 30 September 2025, the Group repaid bank borrowings amounting to approximately HK\$14,528,000 (for the six months ended 30 September 2024: approximately HK\$15,575,000), obtained new bank loans which carried interest at variable rate amounting to approximately HK\$10,000,000 (for the six months ended 30 September 2024: approximately HK\$26,100,000).

The bank borrowings with repayment on demand clause amounted to approximately HK\$114,427,000 (as at 31 March 2025: approximately HK\$118,955,000). Taking into account the Group's financial position, the management believes that it is remote for the banks to exercise their discretionary rights to demand immediate repayment. The management believes that such bank borrowings will be repaid after the end of the reporting period in accordance with the scheduled repayment dates set out in the loan agreements.

In respect of bank borrowings with carrying amount of approximately HK\$114,427,000 as at 30 September 2025 (as at 31 March 2025: approximately HK\$118,955,000), the Group is required to comply with the financial covenants requirements on the Group's net asset values and ratios on bank borrowings with the net assets and fair value of the pledged properties. The Group has complied with the relevant covenants at each test date on or before the end of the reporting period.



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

17. SHARE CAPITAL

| | Nominal value per share HK\$ | Number of shares | Share capital HK\$'000 |
|--|---------------------------------------|---------------------|------------------------------|
| Authorised: | | | |
| At 1 April 2024, 31 March 2025 (audited), 1 April 2025 and 30 September 2025 (unaudited) | 0.0025 | 4,000,000,000 | 10,000 |
| Issued and fully paid: | | | |
| At 1 April 2024, 31 March 2025 (audited), 1 April 2025 and 30 September 2025 (unaudited) | 0.0025 | 3,107,893,440 | 7,770 |

18. COMMITMENTS

As at 30 September 2025, the Group was committed to acquire certain property, plant and equipment with a total amount of approximately HK\$363,000 (as at 31 March 2025: approximately HK\$663,000).

19. RELATED PARTY TRANSACTIONS

In addition to the transactions disclosed elsewhere in the condensed consolidated financial statements, the Group had the following transactions with its related parties during the six months ended 30 September 2025 and 2024:

(a) Key management personnel remuneration

Remuneration for key management personnel of the Group, including amounts paid to the Company's directors and senior management, is as follows:

| | For the six months ended 30 September | |
|------------------------------|--|---------------------------------|
| | 2025 HK\$'000 (unaudited) | 2024 HK\$'000 (unaudited) |
| Short-term employee benefits | 4,194 | 3,679 |
| Retirement benefits | 69 | 60 |
| | 4,263 | 3,739 |



NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

For the six months ended 30 September 2025

19. RELATED PARTY TRANSACTIONS (CONTINUED)

(b) Transaction with related parties

| Name of related parties | Relationship | Nature of transactions | For the six months ended 30 September 2025 HK\$'000 (unaudited) | For the six months ended 30 September 2024 HK\$'000 (unaudited) |
|-----------------------------|--|------------------------|---|---|
| Palaeontol B.V. | An entity where Mr. Cheung Siu Fai, the chairman of the Board and executive director of the Company, is having significant influence | Rental income | 23 | 23 |
| Greatmax Investment Limited | An entity wholly owned by Ms. Leung Lisa, a substantial shareholder of the Company (Note a) | Rental expenses | 216 | 240 |

Note:

- a. Ms. Leung Lisa ceased to be a substantial shareholder of the Company on 12 September 2025. Accordingly, all these transactions amounts disclosed were up to 12 September 2025.

(c) Interest on amounts due to a shareholder

During the six months ended 30 September 2025, interest expenses of approximately HK\$103,000 (for the six months ended 30 September 2024: approximately HK\$433,000) were incurred for and interest payable, as at 30 September 2025, of approximately HK\$35,000 (as at 31 March 2025: Nil) were included in other payables.

(d) Balances with related parties

Rental receivables of approximately HK\$29,000 was due from Palaeontol B.V. as at 30 September 2025 (as at 31 March 2025: approximately HK\$6,000) and included in trade receivables in Note 12.



OTHER INFORMATION

DISCLOSURE OF INTERESTS

Directors' interests and short positions in shares, underlying shares and debentures of the Company

As at 30 September 2025, the interests and short positions of the Directors in the shares, underlying shares and debentures of the Company and/or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “SFO”)), which (i) were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) were recorded in the register required to be kept under Section 352 of the SFO; or (iii) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) contained in Appendix C3 to the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”), were as follows:

Interests in the shares of the Company

| Name of Director | Capacity/Nature | Nature of interests | Number of shares held ⁽¹⁾ | Approximate percentage of interest in the Company's issued share capital* |
|--------------------|------------------------------------|---------------------|--------------------------------------|---|
| Mr. Cheung Siu Fai | Interest of controlled corporation | Ordinary shares | 1,457,282,033(L) ⁽²⁾ | 46.89% |
| | Beneficial owner | Ordinary shares | 59,252,000(L) ⁽³⁾ | 1.91% |
| | Other | Ordinary shares | 723,242,000(S) ⁽⁴⁾ | 23.27% |

* The percentage has been adjusted, if any, based on the total number of shares of the Company in issue as at 30 September 2025 (i.e. 3,107,893,440 shares).



OTHER INFORMATION (CONTINUED)

DISCLOSURE OF INTERESTS (CONTINUED)

Directors' interests and short positions in shares, underlying shares and debentures of the Company (Continued)

Interests in the shares of the Company (Continued)

Notes:

- (1) The letters “L” and “S” denote the Director's long and short position in the shares of the Company respectively.
- (2) 1,457,282,033 shares of the Company are held by Leading Virtue Holdings Limited (“**Leading Virtue**”), a company wholly-owned by Mr. Cheung Siu Fai. As such, Mr. Cheung Siu Fai is deemed to be interested in the shares held by Leading Virtue by virtue of the SFO.
- (3) Mr. Cheung Siu Fai, the chairman of the Board and an executive Director, is a beneficial owner of 59,252,000 shares of the Company.
- (4) Based on the public information of disclosure of interests from the website of the Stock Exchange (<http://www.hkexnews.hk/di/di.htm>), with reference to the notices of disclosures of interests of Hammer Capital Ventures Limited (“**Hammer Capital Ventures**”) and Mr. Cheung Siu Fai filed with the Stock Exchange on 21 July 2023, the short position of 723,242,000 shares of the Company represents the shares lent by Leading Virtue as lender to Hammer Capital Ventures as borrower pursuant to a securities borrowing and lending agreement. Hammer Capital Ventures is wholly-owned by Mr. Cheung Siu Fai. As such, Mr. Cheung Siu Fai is deemed to be interested in the interest held by Hammer Capital Ventures by virtue of the SFO.

Save as disclosed above, as at 30 September 2025, none of the Directors or the chief executive of the Company or their associates had registered any interests or short positions in any shares, underlying shares or debentures of the Company and/or any of its associated corporations (within the meaning of Part XV of the SFO) which (i) were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) were recorded in the register required to be kept under Section 352 of the SFO; or (iii) were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

Directors' rights to acquire shares and debentures

As at 30 September 2025, the number of outstanding share options granted by the Company under the 2023 share option scheme (as defined below) for the Directors to subscribe the shares of the Company, as recorded in the register required to be kept under Section 352 of the SFO or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code is set out under the section headed “SHARE OPTION SCHEME” in this interim report.



OTHER INFORMATION (CONTINUED)

DISCLOSURE OF INTERESTS (CONTINUED)

Directors' rights to acquire shares and debentures (Continued)

Save as disclosed above, at no time during the Reporting Period was the Company, its subsidiaries, its fellow subsidiaries or its holding companies a party to any arrangement to enable the Directors, their respective spouses and children under the age of 18 to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Substantial shareholders' interests and short positions in shares and underlying shares of the Company

As at 30 September 2025, according to the register of interests kept by the Company under Section 336 of the SFO, the interests of the persons, other than the Directors or the chief executive of the Company, in the shares and/or underlying shares of the Company which were notified to the Company and the Stock Exchange pursuant to Divisions 2 and 3 of Part XV of the SFO and entered in the register maintained by the Company pursuant to Section 336 of the SFO or otherwise notified to the Company were as follows:

Interests in the shares of the Company

| Name of shareholders | Capacity/Nature | Nature of interests | Number of shares held ⁽¹⁾ | Approximate percentage of interest in the Company's issued share capital* |
|-------------------------|------------------|---------------------|--------------------------------------|---|
| Leading Virtue | Beneficial owner | Ordinary shares | 1,457,282,033(L) ⁽²⁾ | 46.89% |
| Hammer Capital Ventures | Other | Ordinary shares | 723,242,000(S) ⁽³⁾ | 23.27% |

* The percentage has been adjusted, if any, based on the total number of shares of the Company in issue as at 30 September 2025 (i.e. 3,107,893,440 shares).

Notes:

- (1) The letters "L" and "S" denote the substantial shareholder's long and short position in the shares of the Company respectively.
- (2) 1,457,282,033 shares of the Company are held by Leading Virtue, a company wholly-owned by Mr. Cheung Siu Fai. As such, Mr. Cheung Siu Fai is deemed to be interested in the shares held by Leading Virtue by virtue of the SFO.



OTHER INFORMATION (CONTINUED)

DISCLOSURE OF INTERESTS (CONTINUED)

Substantial shareholders' interests and short positions in shares and underlying shares of the Company (Continued)

Interests in the shares of the Company (Continued)

Notes: (Continued)

- (3) Based on the public information of disclosure of interests from the website of the Stock Exchange (<http://www.hkexnews.hk/di/di.htm>), with reference to the notices of disclosures of interests of Hammer Capital Ventures and Mr. Cheung Siu Fai filed with the Stock Exchange on 21 July 2023, the short position of 723,242,000 shares of the Company represents the shares lent by Leading Virtue as lender to Hammer Capital Ventures as borrower pursuant to a securities borrowing and lending agreement. Hammer Capital Ventures is wholly-owned by Mr. Cheung Siu Fai. As such, Mr. Cheung Siu Fai is deemed to be interested in the interest held by Hammer Capital Ventures by virtue of the SFO.

Save as disclosed above, as at 30 September 2025, the Company had not been notified by any persons (other than the Directors or the chief executive of the Company) who had interests or short positions in the shares or underlying shares of the Company which would fall to be disclosed to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or which were recorded in the register required to be kept by the Company under Section 336 of the SFO.

CHANGES TO INFORMATION OF DIRECTORS AND CHIEF EXECUTIVE

Since the date of publication the annual report for the year ended 31 March 2025 of the Company and up to the date of this interim report, there is no change in Directors' and chief executive's information, which is required to be disclosed pursuant to Rule 13.51B(1) of the Listing Rules.

SHARE OPTION SCHEME

Pursuant to a written resolution of the Company passed on 24 September 2013, the Company conditionally adopted a share option scheme, which took effect on 11 October 2013 (the “**2013 Share Option Scheme**”). In light of the amendments to the Listing Rules relating to share schemes of listed issuers with effect from 1 January 2023, a new share option scheme was approved by the Company's shareholders at its annual general meeting held on 13 September 2023 and adopted by the Company upon a listing approval from the Stock Exchange on 27 September 2023 (the “**2023 Share Option Scheme**”) in replacement of the 2013 Share Option Scheme. The 2023 Share Option Scheme shall be effective for a period of 10 years from 27 September 2023.



OTHER INFORMATION (CONTINUED)

SHARE OPTION SCHEME (CONTINUED)

The purpose of the 2023 Share Option Scheme is to enable the Group to grant options to the eligible participants as incentives or rewards for their contribution to the Group and/or to enable the Group to recruit and retain high-calibre employees and attract human resources that are valuable to the Group. A summary of the principal terms of the 2023 Share Option Scheme is set out in the circular of the Company dated 21 July 2023.

As at 1 April 2025 and 30 September 2025, the maximum number of share options available for grant under the 2023 Share Option Scheme and any other share scheme(s) of the Company was 310,789,344 shares, representing 10% of the issued shares of the Company as at the date of this interim report. The service provider sublimit of the 2023 Share Option Scheme and any other share scheme(s) of the Company was 31,078,934 shares as at 1 April 2025 and 30 September 2025. The number of shares that may be issued in respect of share options granted under the 2023 Share Option Scheme during the Reporting Period divided by the weighted average number of shares of the relevant class in issue for the Reporting Period was nil. Since the adoption of the 2023 Share Option Scheme and up to 30 September 2025, no share option was granted, exercised, outstanding, cancelled or lapsed under the 2023 Share Option Scheme.

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries has purchased, redeemed or sold any of the Company's listed securities during the Reporting Period (Last Corresponding Period: Nil).

CORPORATE GOVERNANCE PRACTICES

The Company recognises the importance of good corporate governance to the Company's growth and has devoted considerable efforts to identifying and formulating corporate governance practices appropriate to the Company's needs. The Company has complied with all applicable code provisions as set out in Part 2 of the Corporate Governance Code (as amended from time to time, the "Code") contained in Appendix C1 to the Listing Rules during the Reporting Period and up to the date of this interim report, except for the deviation of code provision F.1.3 of the Code, the chairman of the board should attend the annual general meeting. Mr. Cheung Siu Fai, the chairman of the Board, was unable to attend the annual general meeting of the Company held on 3 September 2025 (the "2025 AGM") due to his other business commitments. In his absence, Ms. So Tsz Kwan, the non-executive Director, took the chair of the 2025 AGM, together with other members of the Board, who attended the 2025 AGM were of sufficient calibre and knowledge for answering questions at the 2025 AGM.

The Company has complied with the memorandum of association of the Company, the articles of association of the Company, the Companies Act of the Cayman Islands, the SFO and the Listing Rules as well as other laws applicable to the Company.



OTHER INFORMATION (CONTINUED)

COMPLIANCE WITH THE MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code (as amended from time to time) as set out in Appendix C3 of the Listing Rules as the code of conduct regarding Directors' transactions in the securities of the Company. Upon the Company's specific enquiry, all Directors have confirmed that they have fully complied with the required standards as set out in the Model Code under the Listing Rules throughout the Reporting Period, and there is no event of non-compliance. Employees of the Group, who are likely to be in possession of unpublished inside information of the Company, have been requested to comply with the provisions of the Model Code.

AUDIT COMMITTEE

The audit committee of the Company ("**Audit Committee**") is currently composed of three independent non-executive Directors, namely Mr. Leung Winson Kwan Yau (*chairman of Audit Committee*), Ms. Dong Jian Mei and Mr. Lam Chik Shun Marcus, for the purpose of reviewing and providing, inter alia, supervision over the Group's financial reporting, internal control and risk management system with written terms of reference in compliance with the Listing Rules.

At the request of the Audit Committee, the Company's external auditor had carried out a review of the condensed consolidated financial statements of the Group for the Reporting Period (the "**2025/2026 Interim Financial Information**") in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA. The 2025/2026 Interim Financial Information and this interim report have been reviewed by the Audit Committee.

APPROVAL OF INTERIM REPORT

This interim report and the unaudited condensed consolidated interim results of the Group for the Reporting Period were approved and authorised for issue by the Board on 26 November 2025.

As at the date of this report, the executive Director is Mr. CHEUNG Siu Fai; the non-executive Director is Ms. SO Tsz Kwan; and the independent non-executive Directors are Mr. LEUNG Winson Kwan Yau, Ms. DONG Jian Mei and Mr. LAM Chik Shun Marcus.

