



**G-Vision International (Holdings) Limited**

**環 科 國 際 集 團 有 限 公 司**

Stock Code : 657

**2025/26**

INTERIM REPORT

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## **CORPORATE INFORMATION**

### **DIRECTORS**

#### **Executive Directors**

Cheng Pak Man, Anita (*Chairperson*)  
Cheng Pak Lai, Lily (*Managing Director*)  
Cheng Pak Ming, Judy

#### **Independent Non-Executive Directors**

Hung Chi Yuen, Andrew  
Yuen Shiu Cheong, Johnny  
Law Kwok Tai

### **COMPANY SECRETARY**

Cheng Pak Ming, Judy

### **PRINCIPAL BANKERS**

The Hongkong and Shanghai Banking  
Corporation Limited  
Hang Seng Bank Limited

### **AUDITOR**

PKF Hong Kong Limited

### **HONG KONG LEGAL ADVISERS**

Nixon Peabody CWL

### **BERMUDA LEGAL ADVISERS**

Conyers Dill & Pearman

### **REGISTERED OFFICE**

Clarendon House  
2 Church Street  
Hamilton HM 11  
Bermuda

### **PRINCIPAL PLACE OF BUSINESS**

Unit 108, 1st Floor  
East Ocean Centre  
98 Granville Road  
Tsimshatsui East, Kowloon  
Hong Kong

### **PRINCIPAL SHARE REGISTRAR**

Appleby Global Corporate  
Services (Bermuda) Limited  
Canon's Court  
22 Victoria Street  
PO Box HM 1179  
Hamilton HM EX  
Bermuda

### **BRANCH SHARE REGISTRAR**

Computershare Hong Kong  
Investor Services Limited  
Shops 1712-1716, 17th Floor  
Hopewell Centre  
183 Queen's Road East  
Hong Kong

### **CORPORATE WEBSITE**

[www.g-vision.com.hk](http://www.g-vision.com.hk)

### **STOCK CODE**

00657

The board of directors (the “**Board**”) of G-Vision International (Holdings) Limited (the “**Company**”) announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (the “**Group**”) for the six months ended 30 September 2025, together with the comparative results. The condensed consolidated interim results have not been audited, but have been reviewed by the audit committee of the Company (the “**Audit Committee**”).

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2025

		Six months ended 30 September	
		2025 HK\$'000 (Unaudited)	2024 HK\$'000 (Unaudited)
Note			
<b>Revenue</b>	5	<b>20,642</b>	24,232
Cost of sales		<u>(6,141)</u>	<u>(6,869)</u>
<b>Gross profit</b>		<b>14,501</b>	17,363
Other income and loss		289	860
Staff costs		(11,198)	(11,628)
Short-term lease rentals		(2,700)	(2,770)
Depreciation		(199)	(204)
Other operating expenses		<u>(7,034)</u>	<u>(6,822)</u>
<b>Loss from operations</b>		<b>(6,341)</b>	(3,201)
Finance costs		<u>(365)</u>	<u>(197)</u>
<b>Loss before tax</b>		<b>(6,706)</b>	(3,398)
Income tax expense	7	<u>—</u>	<u>—</u>
<b>Loss for the period attributable to owners of the Company</b>	8	<b><u>(6,706)</u></b>	<u>(3,398)</u>

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME *(Continued)*

For the six months ended 30 September 2025

		Six months ended 30 September	
	Note	2025 HK\$'000 (Unaudited)	2024 HK\$'000 (Unaudited)
<b>Other comprehensive income:</b>			
<i>Items that will not be reclassified to profit or loss:</i>			
Fair value changes of equity investments at fair value through other comprehensive income ("FVTOCI")		115	205
<b>Other comprehensive income for the period</b>		115	205
<b>Total comprehensive expense for the period attributable to owners of the Company</b>		(6,591)	(3,193)
		HK cents	HK cents
<b>Loss per share</b>			
– Basic and diluted	10	(0.34)	(0.17)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

	Note	As at 30 September 2025 HK\$'000 (Unaudited)	As at 31 March 2025 HK\$'000 (Audited)
<b>Non-current assets</b>			
Property, plant and equipment	11	1,188	1,387
Right-of-use assets	12	–	–
Property rental deposits		–	1,447
		<b>1,188</b>	<b>2,834</b>
<b>Current assets</b>			
Inventories		543	536
Trade receivables, prepayments and other receivables	13	1,526	2,091
Property rental deposits		2,937	1,471
Equity instruments as at FVTOCI	14	1,436	1,321
Fixed deposits		12,769	26,405
Bank and cash balances		30,072	21,023
		<b>49,283</b>	<b>52,847</b>
<b>Current liabilities</b>			
Trade and other payables	16	8,884	8,181
Loans from a director		32,100	30,600
Lease liabilities		5,106	4,692
		<b>46,090</b>	<b>43,473</b>
<b>Net current assets</b>		<b>3,193</b>	<b>9,374</b>
<b>Total assets less current liabilities</b>		<b>4,381</b>	<b>12,208</b>

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION *(Continued)*

As at 30 September 2025

	Note	As at 30 September 2025 HK\$'000 (Unaudited)	As at 31 March 2025 HK\$'000 (Audited)
<b>Non-current liabilities</b>			
Lease liabilities		–	1,482
Loans from a director		9,747	9,501
		<u>9,747</u>	<u>10,983</u>
<b>NET (LIABILITIES)/ASSETS</b>		<u>(5,366)</u>	<u>1,225</u>
<b>Capital and reserves</b>			
Share capital	15	194,631	194,631
Reserves		(199,997)	(193,406)
<b>TOTAL EQUITY</b>		<u>(5,366)</u>	<u>1,225</u>

Approved by the Board on 25 November 2025:

**Cheng Pak Man, Anita**  
Director

**Cheng Pak Lai, Lily**  
Director

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

	Share capital HK\$'000	Share premium HK\$'000	Capital reserve HK\$'000	Investment revaluation reserve HK\$'000	Share options reserve HK\$'000	Translation reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
At 1 April 2024 (audited)	194,631	88,794	84,123	(374)	2,534	(8)	(363,427)	6,273
Loss for the period	-	-	-	-	-	-	(3,398)	(3,398)
Fair value changes of equity instruments at FVTOCI	-	-	-	205	-	-	-	205
Lapse of share options	-	-	-	-	(186)	-	186	-
Changes in equity for the period	-	-	-	205	(186)	-	(3,212)	(3,193)
At 30 September 2024 (unaudited)	194,631	88,794	84,123	(169)	2,348	(8)	(366,639)	3,080
At 1 April 2025 (audited)	194,631	88,794	84,123	23	2,348	(12)	(368,682)	1,225
Loss for the period	-	-	-	-	-	-	(6,706)	(6,706)
Fair value changes of equity instruments at FVTOCI	-	-	-	115	-	-	-	115
Changes in equity for the period	-	-	-	115	-	-	(6,706)	(6,591)
At 30 September 2025 (unaudited)	194,631	88,794	84,123	138	2,348	(12)	(375,388)	(5,366)



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS***For the six months ended 30 September 2025*

	<b>Six months ended 30 September</b>	
	<b>2025 HK\$'000 (Unaudited)</b>	<b>2024 HK\$'000 (Unaudited)</b>
<b>Net cash used in operating activities</b>	<b>(5,534)</b>	<b>(2,933)</b>
Withdrawal of fixed deposits	<b>13,636</b>	25,500
Interest and dividend received	<b>269</b>	840
<b>Net cash generated from investing activities</b>	<b>13,905</b>	<b>26,340</b>
Principal elements of lease payment	<b>(1,068)</b>	(1,510)
Increase in amount due to a director	<b>1,746</b>	4,000
<b>Net cash generated from financing activities</b>	<b>678</b>	<b>2,490</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>9,049</b>	<b>25,897</b>
Effect of foreign exchange rate changes	<b>—</b>	—
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>21,023</b>	<b>15,848</b>
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>30,072</b>	<b>41,745</b>
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Bank and cash balances	<b>30,072</b>	<b>41,745</b>

## NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

*For the six months ended 30 September 2025*

### 1. GENERAL INFORMATION

The Company was incorporated in Bermuda as an exempted company with limited liability. The address of its registered office is Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda. The address of its principal place of business is Unit 108, 1st Floor, East Ocean Centre, 98 Granville Road, Tsimshatsui East, Kowloon, Hong Kong. The Company's shares (the "**Shares**") are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

The Company is an investment holding company. The principal activities of its subsidiaries are the operation of Chinese restaurants in Hong Kong which specialise in Chiu Chow cuisine.

In the opinion of the directors of the Company (the "**Directors**"), Kong Fai International Limited ("**Kong Fai**"), a company incorporated in the British Virgin Islands, is the ultimate parent and controlling party of the Company. Kong Fai is wholly-owned by a discretionary trust, the discretionary objects of which include Ms. Cheng Pak Ming, Judy, Ms. Cheng Pak Man, Anita and Ms. Cheng Pak Lai, Lily.

### 2. BASIS OF PREPARATION

The condensed consolidated interim financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") and the applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**").

The condensed consolidated interim financial statements have been prepared on the historical cost basis, except for certain financial instruments, which are measured at fair values.

The condensed consolidated interim financial statements are presented in Hong Kong dollars ("**HK\$**"), which is also the functional currency of the Company.

### 3. ACCOUNTING POLICIES

The condensed consolidated interim financial statements should be read in conjunction with the 2024/25 annual consolidated financial statements. The application of new or amendments to Hong Kong Financial Reporting Standards (“**HKFRS**”), Hong Kong Accounting Standards (“**HKAS**”) and Interpretations issued by the HKICPA (hereinafter collectively referred to as “**HKFRS Accounting Standards**”) which are relevant to the Group’s operations and mandatorily effective for accounting periods beginning on or after 1 January 2025, the accounting policies (including the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty) and methods of computation used in the preparation of these condensed consolidated interim financial statements are consistent with those used in the annual consolidated financial statements for the year ended 31 March 2025.

The application of the new and amendments to HKFRS Accounting Standards 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 interim financial statements. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

### 4. FAIR VALUE MEASUREMENTS

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

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

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

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

The Group’s policy is to recognise transfers into and transfers out of any of the three levels as of the date of the event or change in circumstances that caused the transfer. During the six months ended 30 September 2025 and 2024, there was no transfer between Level 1, Level 2 and Level 3.

**4. FAIR VALUE MEASUREMENTS** *(Continued)***Disclosures of level in fair value hierarchy:**

	<b>Fair value measurements as at 30 September 2025 (Unaudited) Level I HK\$'000</b>	<b>Fair value measurements as at 31 March 2025 (Audited) Level I HK\$'000</b>
<b>Recurring fair value measurements:</b>		
Equity instruments at FVTOCI		
– Listed equity securities	<b>1,436</b>	<b>1,321</b>

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

**5. REVENUE**

Revenue represents the net amounts received or receivable for goods sold and services rendered by the Group, net of discounts and sales related taxes, during the period.

For operation of Chinese restaurants, revenue is recognised when food and beverages are served to the customers.

**Revenue from contracts with customers recognised at a point in time in Hong Kong:**

	<b>Six months ended 30 September 2025 HK\$'000 (Unaudited)</b>	<b>2024 HK\$'000 (Unaudited)</b>
– Operation of Chinese restaurants	<b>20,642</b>	<b>24,232</b>

During both periods, there was no customer contributing more than 10% of the total revenue of the Group.

## 6. SEGMENT INFORMATION

As the Group was principally engaged in the operation of Chinese restaurants in Hong Kong for the six months ended 30 September 2025, the Group manages its business as a single unit and, accordingly, the operation of restaurants is the only reporting segment and virtually all the revenue and operating losses are derived from this business segment except for some unallocated expenses.

Information reported to the executive Directors, being the chief operating decision makers, for the purposes of resource allocation and assessment focuses on revenue analysis by location of restaurants. Accordingly, only entity-wide disclosures are presented. The Group's operations are located within Hong Kong and no non-current assets of the Group are located outside Hong Kong.

## 7. INCOME TAX EXPENSE

No provision for Hong Kong profits tax has been made for both periods as the Group has no assessable profits or has sufficient tax losses brought forward to absorb the estimated assessable profits in full.

The Group's subsidiary incorporated in Australia is subject to Australian income tax at a rate of 25% (six months ended 30 September 2024: 25%).

**8. LOSS FOR THE PERIOD ATTRIBUTABLE TO OWNERS OF THE COMPANY**

The Group's loss for the period is stated after charging/(crediting) the following:

	<b>Six months ended 30 September</b>	
	<b>2025</b>	<b>2024</b>
	<b>HK\$'000</b>	<b>HK\$'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Building management fees and rates	2,124	2,080
Cost of sales	6,141	6,869
Depreciation		
– property, plant and equipment	199	204
– right-of-use assets	–	–
	199	204
Finance costs		
– interest on lease liabilities	102	180
– imputed interest expense	263	17
	365	197
Interest income	(231)	(765)
Utilities and cleaning expenses	2,216	2,246
	<u>2,216</u>	<u>2,246</u>

**9. DIVIDENDS**

The Directors do not recommend the payment of an interim dividend for the six months ended 30 September 2025 (six months ended 30 September 2024: HK\$ Nil).

**10. LOSS PER SHARE**

The calculation of basic and diluted loss per Share is based on the following:

	<b>Six months ended 30 September</b>	
	<b>2025</b>	2024
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
<b>Loss</b>		
Loss attributable to owners of the Company	<b>6,706</b>	3,398
<b>Number of Shares</b>		
Weighted average number of Shares for the purpose of calculating basic loss per Share (Note)	<b>1,946,314,108</b>	1,946,314,108

Note:

There were no dilutive potential Share for the Company's share options for the six months ended 30 September 2024 and 2025.

**11. PROPERTY, PLANT AND EQUIPMENT**

During the six months ended 30 September 2025, there was no further investment (six months ended 30 September 2024: HK\$ Nil) on restaurant equipment and fittings for the Group's restaurant operations.

**12. RIGHT-OF-USE ASSETS**

During the six months ended 30 September 2025 and 2024, the Group did not enter into any new lease arrangement. The right-of-use asset relating to the restaurant lease in Kwun Tong was fully impaired during the year ended 31 March 2023.

**13. TRADE RECEIVABLES, PREPAYMENTS AND OTHER RECEIVABLES**

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

	<b>As at 30 September 2025 HK\$'000 (Unaudited)</b>	<b>As at 31 March 2025 HK\$'000 (Audited)</b>
0 to 30 days	<b>221</b>	<b>101</b>

**14. EQUITY INSTRUMENTS AT FVTOCI**

	<b>As at 30 September 2025 HK\$'000 (Unaudited)</b>	<b>As at 31 March 2025 HK\$'000 (Audited)</b>
Equity securities listed in Hong Kong	<b>1,436</b>	<b>1,321</b>

Equity instruments at FVTOCI are denominated in HK\$.



## 15. SHARE CAPITAL

	As at 30 September 2025 HK\$'000 (Unaudited)	As at 31 March 2025 HK\$'000 (Audited)
Authorised:		
5,000,000,000 Shares of HK\$0.1 each	<b>500,000</b>	500,000
Issued and fully paid:		
1,946,314,108 Shares of HK\$0.1 each	<b>194,631</b>	194,631

## 16. TRADE AND OTHER PAYABLES

The ageing analysis of trade payables, based on the date of receipt of goods, is as follows:

	As at 30 September 2025 HK\$'000 (Unaudited)	As at 31 March 2025 HK\$'000 (Audited)
0 to 60 days	<b>2,109</b>	2,321
Over 60 days	<b>106</b>	118
	<b>2,215</b>	2,439

## 17. SHARE OPTION SCHEMES

The Company adopted a share option scheme on 10 May 2010 (the “**2010 Scheme**”) which expired on 8 May 2020. By shareholders’ resolution passed at the annual general meeting held on 3 August 2020, the Company adopted a new share option scheme (the “**2020 Scheme**”, and, together with the 2010 Scheme, the “**Schemes**”). No further share options may be offered under the 2010 Scheme. However, any outstanding share options granted under the 2010 Scheme shall continue to be exercisable subject to the rules of the 2010 Scheme and the provisions of Chapter 17 of the Listing Rules. Unless terminated earlier in accordance with the rules of the 2020 Scheme, the 2020 Scheme shall be valid and effective until 3 August 2030.

## 17. SHARE OPTION SCHEMES (Continued)

Details of movements in the share options granted under the 2010 Scheme during the current interim period are set out below:

Participants	Date of grant	Exercisable period	Exercise price per Share HK\$	Outstanding as at 1 April 2024	Lapsed/ expired during the year	Outstanding as at 1 April 2025	Lapsed/ expired during the period	Outstanding as at 30 September 2025
Directors/Advisor	23 October 2017	23 October 2017 to 22 October 2025	0.177	26,000,000	(2,000,000)	24,000,000	–	24,000,000
Exercisable at the end of the year/period				<u>26,000,000</u>	<u>(2,000,000)</u>	<u>24,000,000</u>	<u>–</u>	<u>24,000,000</u>

No share options were granted or exercised during the current interim period (six months ended 30 September 2024: Nil).

No share options lapsed during the six months ended 30 September 2025 (six months ended 30 September 2024: 2,000,000 shares lapsed).

*Note:* The total estimated fair value at the date of grant of the share options on 23 October 2017 was HK\$2,906,000. 30% of total number of the share options were vested immediately on the date of grant, 23 October 2017. 30% of total number of the share options were vested on 23 October 2018 and the remaining 40% were vested on 23 October 2019. The closing price of the Share immediately before the date of grant was HK\$0.177.

## 18. RELATED PARTY TRANSACTIONS

- (a) The Group leased certain properties for its restaurant operations from Homley Development Limited (“**Homley**”). Rentals charged by Homley during the current interim period amounted to HK\$2,160,000 (six months ended 30 September 2024: HK\$2,160,000). At 30 September 2025, rental deposit paid to Homley of HK\$1,080,000 was included in current property rental deposits (31 March 2025: HK\$1,080,000 included in current property rental deposits). As at 30 September 2025, accrued rental payable to Homley was HK\$1,080,000 (31 March 2025: HK\$360,000). The monthly rental was determined by both parties with reference to market rent.

Certain Directors who are also the key management personnel of the Company and beneficial owners of the ultimate holding company of the Group are beneficially interested in Homley.

**18. RELATED PARTY TRANSACTIONS** *(Continued)*

- (b) The Group leased a unit of residential building from Hover City Industrial Limited (“**Hover City**”). Rental charged by Hover City during the current interim period amounted to HK\$450,000 (six months ended 30 September 2024: HK\$450,000). At 30 September 2025, rental deposit paid to Hover City of HK\$150,000 was included in current property rental deposits (31 March 2025: HK\$150,000 included in current property rental deposits). As at 30 September 2025, no accrued rental was payable to Hover City (31 March 2025: HK\$ Nil). The monthly rental was determined by both parties with reference to market rent.

Certain Directors who are also the key management personnel of the Company and beneficial owners of the ultimate holding company of the Group are beneficially interested in Hover City.

- (c) The Group leased an office from Sky Global Investments Limited (“**Sky Global**”). Rentals charged by Sky Global during the current interim period amounted to HK\$540,000 (six months ended 30 September 2024: HK\$600,000). At 30 September 2025, rental deposit paid to Sky Global of approximately HK\$240,854 was included in current property rental deposits (at 31 March 2025: HK\$240,854 included in current property rental deposits). As at 30 September 2025, no accrued rental was payable to Sky Global (31 March 2025: HK\$ Nil). The monthly rental was determined by both parties with reference to market rent.

Certain Directors who are also the key management personnel of the Company and beneficial owners of the ultimate holding company of the Group are beneficially interested in Sky Global.

- (d) During the current interim period, the Group has entered into transactions with Hung Yick Metal Company Limited (“**Hung Yick**”). Sales to Hung Yick during the period amounted to approximately HK\$141,000 (six months ended 30 September 2024: HK\$197,000). As at 30 September 2025, approximately HK\$37,000 were receivables from Hung Yick (31 March 2025: HK\$20,000).

Certain Directors who are also the key management personnel of the Company and beneficial owners of the ultimate holding company of the Group are beneficially interested in Hung Yick.

**18. RELATED PARTY TRANSACTIONS** *(Continued)*

- (e) The remuneration of Directors, who are key management personnel of the Company during the period was as follows:

	<b>Six months ended 30 September</b>	
	<b>2025</b>	2024
	<b>HK\$'000</b>	HK\$'000
	<b>(Unaudited)</b>	(Unaudited)
Salaries and other benefits	<b>780</b>	1,280
Retirement benefits cost	<b>27</b>	27
	<b>807</b>	1,307

**19. CONTINGENT LIABILITIES**

The Group did not have any significant contingent liabilities as at 30 September 2025 (As at 31 March 2025: HK\$ Nil).

**20. APPROVAL OF FINANCIAL STATEMENTS**

The condensed consolidated interim financial statements were approved and authorised for issue by the Board on 25 November 2025.

## MANAGEMENT DISCUSSION AND ANALYSIS

### Financial Review

#### *Revenue and Loss for the Period*

For the six months ended 30 September 2025, the Group recorded a consolidated revenue of approximately HK\$20.6 million, representing a decrease of approximately 14.8% compared to the last corresponding period's revenue of approximately HK\$24.2 million. The loss for the period under review amounted to approximately HK\$6.7 million compared to the loss of approximately HK\$3.4 million in the last corresponding period. The loss increased by approximately HK\$3.3 million, mainly attributable to lower revenue during the period.

#### *Gross Profit*

The decrease in gross profit of approximately HK\$2.9 million from approximately HK\$17.4 million in the last corresponding period to approximately HK\$14.5 million for the period under review was partly due to the decrease in revenue and partly due to a drop in gross profit margin by approximately 1.4%.

#### *Other Income and Loss*

The decrease in other income and loss by approximately HK\$0.6 million from the last corresponding period was primarily due to the decrease in interest income by approximately HK\$0.5 million and a slight decrease in dividend income.

#### *Staff Costs*

The total staff costs of the Group amounted to approximately HK\$11.2 million for the period under review compared to the last corresponding period's staff costs of approximately HK\$11.6 million. The decrease in staff costs was mainly due to the reduced hiring of part-time staff during the period under review.

#### *Short-term Lease Rentals, Finance Costs and Depreciation of Right-of-Use Assets*

The application of HKFRS 16 on the Group's lease agreements resulted in the booking of related short-term lease rentals of approximately HK\$2.7 million (2024: HK\$2.8 million) and finance costs of approximately HK\$0.3 million (2024: HK\$0.2 million) for the period under review. There was no depreciation of right-of-use assets (2024: Nil) for the period under review as the right-of-use assets in relation to the restaurant lease in Kwun Tong had been fully impaired.

## MANAGEMENT DISCUSSION AND ANALYSIS *(Continued)*

### Financial Review *(Continued)*

#### **Other Operating Expenses**

The other operating expenses were approximately HK\$7.0 million (2024: HK\$6.8 million). The increase in repair and maintenance costs of approximately HK\$0.4 million was partially offset by the decrease in professional fees.

### **Business Review**

#### **Restaurant Operations in Hong Kong**

The Group, which operates Chinese restaurants specializing in Chiu Chow cuisine in Hong Kong, recorded approximately HK\$20.6 million in revenue for the period under review, reflecting a decrease of approximately HK\$3.6 million or 14.8% compared to the previous corresponding period.

The revenue from the Company's Tsimshatsui branch declined mainly due to weak local consumer sentiment and a more competitive operating environment, with new market entrants and expanding mainland brands in the nearby area. The deteriorating economy also caused our corporate clients to be cautious with spending, reducing dining-out frequency and expenditure. Although tourism in Hong Kong has been recovering post-pandemic, the pace has been slower than anticipated. Visitor numbers have increased but remain below pre-pandemic levels, limiting growth from tourist business. In addition, changing visitor spending patterns and behaviours further contributed to the decline in the Group's revenue.

The Company's Kwun Tong branch also faced a challenging operating environment in 2025, with substantial decline in revenue attributable to changes in daily life and shifting consumer habits and preferences among Hong Kong residents. A significant number of residents have left Hong Kong for Mainland China and overseas, reducing the local customer base and overall consumer spending. Many residents choose to allocate their leisure and dining budgets outside Hong Kong, which directly impacts restaurant revenues. Initiatives to attract customers through diversified menus and discounted meals were insufficient to offset the losses. Consumer habits and preferences are shifting towards convenience, delivery services, and digital engagement. In light of the persistently low customer traffic and unfavourable conditions, the Group proceeded to negotiate and finalize an early lease termination of the restaurant between August and October 2025. On 8 October 2025, the Group entered into a surrender agreement to surrender the premises and ceased the operation of the Kwun Tong branch.

## MANAGEMENT DISCUSSION AND ANALYSIS *(Continued)*

### **Liquidity and Financial Resources**

The Group's bank and cash balances amounted to approximately HK\$30.1 million as at 30 September 2025. As the Group had no bank borrowings, the Group's gearing ratio was zero (defined as total bank borrowings divided by total assets) as at 30 September 2025 and 31 March 2025.

With the cash generated from the Group's operations in its ordinary course of business; the funding support from one of the Directors and the existing unutilized banking and credit facilities, the Directors consider that the Group has sufficient working capital for its operations.

### **Foreign Exchange Exposure**

Most of the Group's sales, purchases, bank and cash balances from the restaurant operations are denominated in Hong Kong dollars. The Group is exposed to foreign currency risk primarily through certain bank deposits and a loan from a Director which are denominated in Australian dollars. The management would closely monitor such risk and would consider hedging significant foreign currency exposure should the need arise.

### **Contingent Liabilities**

As at 30 September 2025, the Group did not have any significant contingent liabilities.

### **Employees and Remuneration Policies**

As at 30 September 2025, the Group had approximately 83 staff. The Group's total staff costs were approximately HK\$11.2 million for the period under review. Review of the employees' remuneration packages is normally conducted annually and as required from time to time. The salary and benefit levels of the Group's employees are competitive and individual performance is rewarded through the Group's bonus scheme. Other benefits including medical coverage and mandatory provident fund scheme are also provided to the Group's employees.

### **Interim Dividend**

The Board has resolved not to declare any interim dividend for the six months ended 30 September 2025 (for the six months ended 30 September 2024: Nil).

## PROSPECTS

The Group will continue to prioritize the restaurant business as its core operational focus. Performance in this sector is expected to improve during the second half of the financial year, supported by the upcoming festive season, which traditionally represents a peak period for the food and beverage industry. Looking ahead, shifts in the spending patterns of both local customers and tourists are anticipated to influence the Group's restaurant business performance. Nevertheless, the Group will strive to enhance the performance of the Tsim Sha Tsui branch by reallocating staff from the Kwun Tong branch to support its extended business hours, launching attractive dining sets, promoting special menus during holidays, upgrading audio-visual equipment, and strengthening digital marketing, with the aim of effectively increasing customer traffic and revenue.

The outlook for Chinese restaurants in Hong Kong remains challenging amid significant economic and competitive pressures. The Group faces a challenging landscape characterised by rising costs, intensified mainland competitors; increasing food prices and escalating labour costs driven by a shortage of skilled workers within the Chinese restaurant industry. Despite these challenges, positive factors such as a robust stock market and the commencement of a US interest rate reduction cycle are expected to support food and beverage consumption. Furthermore, government initiatives by the Hong Kong Special Administrative Region aimed at boosting market sentiment are likely to foster a more favourable operating environment for the industry.

## EVENTS AFTER THE REPORTING PERIOD

On 12 July 2021, Honcert Development Limited ("**Honcert Development**"), an indirect wholly-owned subsidiary of the Company, entered into an offer to lease in favour of Urban Renewal Authority (the "**Landlord**") whereby Honcert Development offered to rent from the Landlord Shop No. 212 on the Second Floor of Commercial Accommodation currently known as Yue Man Square of Grand Central, No. 33 Hip Wo Street, Kwun Tong, Kowloon, Hong Kong (the "**Premises**") for a period of five years commencing on 1 September 2021 and expiring on 31 August 2026, which was accepted by the Landlord. Subsequently, on 29 November 2021, Honcert Development and the Landlord entered into a lease agreement in relation to the Premises.



## EVENTS AFTER THE REPORTING PERIOD *(Continued)*

On 8 October 2025, Honcert Development entered into a surrender agreement (the “**Surrender Agreement**”) with the Landlord pursuant to which Honcert Development surrendered the Premises to the Landlord to the intent that the remaining term granted by the lease would extinguish with effect from 22 October 2025. The Premises were used by the Group to operate its Kwun Tong branch. As such, the Group ceased to operate the Kwun Tong branch pursuant to the Surrender Agreement.

The Company commenced the search for a new restaurant site in late August 2025, concurrent with the ongoing negotiations with the Landlord for the Surrender Agreement. The Company has engaged leasing agents to identify suitable sites and has since reviewed four sites proposed by these leasing agents, but has yet to secure a suitable site. The Company is actively seeking potential premises for the new restaurant and its search focuses on Kowloon West and Kowloon East, districts known for their vibrant commercial-residential mix and high consumer foot traffic. The Group retains culinary expertise and experienced staff from the Kwun Tong branch closure, providing a strong foundation to quickly restart operations once a new site is secured. This strategic focus on Kowloon West and East aligns well with the Group’s capabilities and staff resources, positioning it for successful restaurant reopening once a site is secured in these high-potential areas.

The Company is optimistic about securing a suitable restaurant site in the second quarter of 2026, based on historical market trends indicating that some restaurants may cease operations after peak operating periods such as Christmas, New Year, and Lunar New Year thereby increasing site availability for consideration. Acquiring an established restaurant site during such period could reduce renovation and setup costs and expedite reopening. If all proceeds as planned, this timing would allow the Company to lease and fit out the secured premises in the second quarter of 2026 and commence operations by the second or third quarter of the year. The Company will adopt a prudent and cost-conscious approach in establishing the new restaurant. This includes negotiating favourable lease terms with the landlord and identifying locations that do not require substantial upfront investment. By minimizing capital outlay and fixed costs, the Company aims to reduce cash outflow and ensure that the new restaurant contributes positively to overall financial stability of the Group. The Group will remain cautious throughout the planning and execution phases to ensure that the new restaurant is commercially viable and capable of generating sustainable revenue in a timely manner.

**EVENTS AFTER THE REPORTING PERIOD** *(Continued)*

The Group will maintain its focus on Chiu Chow cuisine in the new restaurant, capitalizing on its well-established expertise and available resources. Simultaneously, it remains open to introducing complementary or alternative culinary styles and food products in order to align with emerging market trends and evolving consumer preferences. The Company will provide an update to its shareholders once the location for the new restaurant has been finalized.

Prior to the establishment and commencement of operation of a new restaurant, the Company's immediate focus is on boosting turnover, improving cashflow and supporting short-term liquidity for the Group. To achieve these objectives, the Company will implement a series of strategic initiatives at its Tsimshatsui branch. These include redeploying the personnel and manpower from the Kwun Tong branch to support extended operating hours at the Tsimshatsui branch, thereby enhancing its service capacity and operational flexibility. Additionally, the Company is considering to roll out attractive meal set promotions to drive customer volume and increase average spending per customer. The Company is also aiming to strategically leverage the upcoming festive seasons and public holidays to launch signature dishes and limited-time menus. The Company has upgraded the audio-visual equipment, which aims to stimulate customer spending during peak dining occasions. The Company is also contemplating to implement a targeted digital marketing strategy to enhance visibility and engagement for the Tsimshatsui branch.

## OTHER INFORMATION

### SHARE OPTIONS

The Company adopted the 2010 Scheme which expired on 8 May 2020. By shareholders' resolution passed at the annual general meeting held on 3 August 2020, the Company adopted the 2020 Scheme. No further share options may be offered under the 2010 Scheme. However, any outstanding share options granted under the 2010 Scheme shall continue to be exercisable subject to the rules of the 2010 Scheme and the provisions of Chapter 17 of the Listing Rules. Unless terminated earlier in accordance with the rules of the 2020 Scheme, the 2020 Scheme shall be valid and effective until 3 August 2030.

Under the 2020 Scheme, the Board may offer an option to any eligible participant whom the Board may in its absolute discretion determine and subject to such conditions (including, without limitation, any minimum period for which an option must be held before it can be exercised and/or any performance targets which must be achieved before an option can be exercised) as it may think fit. An eligible participant means any full-time or part-time employees, chief executives, officers or directors (including independent non-executive Directors) of the Group, substantial shareholders (the “**Substantial Shareholders**”) and any professional advisers, consultants, suppliers, customers and distributors who, in the sole opinion of the Board, will contribute or have contributed to the business affairs, development and growth of the Group.

The Board considers that, in addition to the employees, chief executives, officers and directors of the Group, it is appropriate for the eligibility for participation in the 2020 Scheme to also be extended to persons who will contribute or have contributed to the business affairs, development and growth of the Group. This is consistent with the purpose of the 2020 Scheme, given that the long-term growth and development of the Group require the collaborative contribution of and depend on the development of sustainable relationships with the employees and directors of the Group as well as persons who play a vital role in the business of the Group, including Substantial Shareholders, professional advisers, consultants, suppliers, customers and distributors of the Group.

**SHARE OPTIONS** *(Continued)*

As at 30 September 2025, no option has been granted under the 2020 Scheme. The number of options available for grant under the scheme mandate of the 2020 Scheme as at 1 April 2025 and 30 September 2025 was 194,631,410 Shares. The Company had 194,631,410 Shares available for issue under the 2020 Scheme, which represented 10% of the Shares in issue as at the date of this report.

As at 30 September 2025, the Company had 24,000,000 share options outstanding under the 2010 Scheme, which represented approximately 1.2% of the Shares in issue at that date. There were no options granted, exercised, cancelled during the period under review. 2,000,000 share options held by Mr. Law Toe Ming lapsed following his retirement as an independent non-executive Director on 16 August 2024. A summary of the share options movement is set out below:

Name of option holders	Date of grant	Exercisable period	Exercise price per Share HK\$	Number of share options		
				Outstanding as at 1.4.2025	Lapsed during the period	Outstanding as at 30.9.2025
Mr. Cheng Hop Fai	23.10.2017	23.10.2017 – 22.10.2025	0.177 <sup>(1)</sup>	6,000,000	–	6,000,000
Ms. Cheng Pak Ming, Judy	23.10.2017	23.10.2017 – 22.10.2025	0.177 <sup>(1)</sup>	6,000,000	–	6,000,000
Ms. Cheng Pak Man, Anita	23.10.2017	23.10.2017 – 22.10.2025	0.177 <sup>(1)</sup>	6,000,000	–	6,000,000
Ms. Cheng Pak Lai, Lily	23.10.2017	23.10.2017 – 22.10.2025	0.177 <sup>(1)</sup>	6,000,000	–	6,000,000
				<u>24,000,000</u>	<u>–</u>	<u>24,000,000</u>

*Note:*

- (1) The total estimated fair value at the date of grant of the share options on 23 October 2017 was HK\$2,906,000. 30% of total number of the share options were vested immediately on the date of grant, 23 October 2017. 30% of total number of the share options were vested on 23 October 2018 and the remaining 40% were vested on 23 October 2019. The closing price of the Company's Share immediately before the date of grant was HK\$0.177.

## DIRECTORS' INTERESTS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2025, the interests of the Directors and the chief executive and their associates in the shares, underlying shares or debentures of the Company or any associated corporations which (a) were required to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the Securities and Futures Ordinance (the “**SFO**”); or (b) were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (c) were required, pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the “**Model Code**”) contained in Appendix C3 to the Listing Rules, to be notified to the Company and the Stock Exchange were as follows:

Name of Director	Capacity and nature of interest		Number of issued Shares held	Approximate percentage of the issued share capital of the Company
Cheng Pak Ming, Judy	Beneficiary of trusts	(note 1)	1,450,037,841	74.50%
Cheng Pak Man, Anita	Beneficiary of trusts	(note 1)	1,450,037,841	74.50%
Cheng Pak Lai, Lily	Beneficiary of trusts	(note 1)	1,450,037,841	74.50%

Notes:

- (1) Golden Toy Investments Limited (“**Golden Toy**”) and Kong Fai International Limited (“**Kong Fai**”) held 172,869,780 Shares (or 8.88% interest) and 1,277,168,061 Shares (or 65.62% interest), respectively. Golden Toy and Kong Fai are wholly-owned by two discretionary trusts, the discretionary objects of which include Mr. Cheng Hop Fai, Ms. Cheng Pak Ming, Judy, Ms. Cheng Pak Man, Anita and Ms. Cheng Pak Lai, Lily.

## DIRECTORS' INTERESTS IN SHARES, UNDERLYING SHARES AND DEBENTURES *(Continued)*

Save as disclosed above and in the section titled “Share Options”, as at 30 September 2025, none of the Directors and the chief executive of the Company was, under Divisions 7 and 8 of Part XV of the SFO, taken to be interested or deemed to have any other interests or short positions in the shares, underlying shares or debentures of the Company or any associated corporations which (a) would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO, or (b) which were required to be entered into the register referred to therein pursuant to Section 352 of the SFO, or (c) which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code.

## SUBSTANTIAL SHAREHOLDERS

Other than the interests disclosed above, as at 30 September 2025, the register of Substantial Shareholders maintained by the Company pursuant to Section 336 of the SFO indicated that the following persons had notified the Company of interests or short positions in the issued share capital of the Company which fall to be disclosed to the Company under Divisions 2 and 3 of Part XV of the SFO:

Name	Capacity and nature of interest	Number of issued ordinary Shares held	Approximate percentage of the issued share capital of the Company
Mr. Cheng Hop Fai	Beneficial owner	6,900,000	0.35%
	Beneficiary of trusts <i>(note a)</i>	1,450,037,841 <sup>(a)</sup>	74.50%
Golden Toy	Beneficial owner	172,869,780 <sup>(b)</sup>	8.88%
Kong Fai	Beneficial owner	1,277,168,061 <sup>(b)</sup>	65.62%
Alpadis Trust (HK) Limited	Trustee of trusts	1,450,037,841 <sup>(b)</sup>	74.50%
Alpadis Group Holding AG	Interest of controlled corporation	1,450,037,841 <sup>(c)</sup>	74.50%
Alain Esseiva	Interest of controlled corporation	1,450,037,841 <sup>(d)</sup>	74.50%
Teo Wei Lee	Interest of spouse	1,450,037,841 <sup>(e)</sup>	74.50%

**SUBSTANTIAL SHAREHOLDERS** *(Continued)*

Notes:

- (a) Golden Toy and Kong Fai held 172,869,780 Shares (or 8.88% interest) and 1,277,168,061 Shares (or 65.62% interest), respectively. Golden Toy and Kong Fai are wholly-owned by two discretionary trusts, the discretionary objects of which include Mr. Cheng Hop Fai, Ms. Cheng Pak Ming, Judy, Ms. Cheng Pak Man, Anita and Ms. Cheng Pak Lai, Lily.
- (b) Alpadis Trust (HK) Limited is deemed under the SFO to have an interest in the same 1,450,037,841 Shares, in aggregate, beneficially owned by Golden Toy and Kong Fai by virtue of it being the trustee of the two discretionary trusts which own 100% of the shares of Golden Toy and Kong Fai.
- (c) The corporate substantial shareholder notice filed by Alpadis Group Holding AG (formerly known as Alpadis Group Holding SA) indicated that it is deemed to be interested in 1,450,037,841 Shares under the SFO by virtue of its interest held in Alpadis Trust (HK) Limited.
- (d) The individual substantial shareholder notice filed by Mr. Alain Esseiva indicated that he is deemed to be interested in 1,450,037,841 Shares under the SFO by virtue of his interests held in Alpadis Group Holding AG.
- (e) The individual substantial shareholder notice filed by Ms. Teo Wei Lee indicated that her deemed interest in 1,450,037,841 Shares represents the interest of her spouse, Mr. Alain Esseiva.

Save as disclosed above and in the section titled “Share Options”, the Directors are not aware of any other persons who, as at 30 September 2025, had any interests or short positions in the Shares or underlying Shares that were required to be entered into the register kept by the Company pursuant to Section 336 of the SFO.

**PURCHASE, SALE OR REDEMPTION OF SHARES**

There was no purchase, sale or redemption of Shares (including sale of treasury shares) by the Company or any of its subsidiaries during the six months ended 30 September 2025.

## CORPORATE GOVERNANCE CODE

The Company has adopted the Corporate Governance Code (the “**Code**”) contained in Part 2 of Appendix C1 to the Listing Rules as its own corporate governance code. The Company has complied with the code provisions set out in the Code throughout the six months ended 30 September 2025 except for code provision C.3.3 in respect of the letters of appointment for Directors.

Code provision C.3.3 sets out that issuers should have formal letters of appointment for directors setting out the key terms and conditions of their appointment. The Company did not have formal letters of appointment for certain Directors. All the Directors are, however, required to refer to the guidelines set out in “A Guide on Directors’ Duties” issued by the Companies Registry and “Guidelines for Directors” and “Guide for Independent Non-Executive Directors” published by The Hong Kong Institute of Directors in performing their duties and responsibilities as Directors. In the opinion of the Directors, this meets the objective of the code provision C.3.3.

## AUDIT COMMITTEE

The Company has established an Audit Committee. As at the date of this report, the Audit Committee comprises the three independent non-executive directors (the “**INEDs**”), namely Mr. Hung Chi Yuen, Andrew (as the chairman), Mr. Yuen Shiu Cheong, Johnny and Mr. Law Kwok Tai. The terms of reference of the Audit Committee are consistent with the code provisions set out in the Code. The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed with the Board the internal control and financial reporting matters including the unaudited interim financial statements for the six months ended 30 September 2025.



## REMUNERATION COMMITTEE

The Company has established a Remuneration Committee. As at the date of this report, the Remuneration Committee comprises the three INEDs, namely Mr. Yuen Shiu Cheong, Johnny (as the chairman), Mr. Hung Chi Yuen, Andrew and Mr. Law Kwok Tai. The terms of reference of the Remuneration Committee are consistent with the code provisions set out in the Code. The principal function of the Remuneration Committee is to make recommendation to the Board on the Group's policy and structure for the remuneration of Directors and senior management.

## NOMINATION COMMITTEE

The Company has established a Nomination Committee. As at the date of this report, the Nomination Committee comprises Ms. Cheng Pak Man Anita, an executive Director (as the chairperson) and Mr. Hung Chi Yuen, Andrew and Mr. Yuen Shiu Cheong, Johnny, both of whom are INEDs. The terms of reference of the Nomination Committee are consistent with the code provisions set out in the Code. The principal function of the nomination committee is to review the structure, size, composition and diversity of the Board at least annually with reference to the business needs and development of the Company and make recommendations to the Board on any proposed changes to the Board to complement the Group's corporate strategy.

## DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") contained in Appendix C3 to the Listing Rules as its own code of conduct regarding securities transactions by the Directors. Following specific enquiry by the Company, all the Directors confirmed that they have complied with the required standards as set out in the Model Code during the six months ended 30 September 2025.

By order of the Board  
**Cheng Pak Man, Anita**  
*Chairperson*

Hong Kong, 25 November 2025