



Telecom Digital Holdings Limited

電訊數碼控股有限公司

(Incorporated in the Cayman Islands with limited liability)

Stock Code: 6033

INTERIM REPORT

2025/26

THE FINANCIAL STATEMENTS

INTERIM RESULTS

The board of directors (the “Board”) of Telecom Digital Holdings Limited (the “Company”) announces the condensed consolidated financial results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 September 2025 (the “Period”), together with the corresponding comparative figures as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2025

		Six months ended 30 September	
	Notes	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Revenue	4	498,241	538,745
Cost of inventories sold		(315,380)	(323,548)
Staff costs		(86,376)	(95,345)
Depreciation		(49,201)	(48,492)
Other income and gains	6	1,127	2,655
Other operating expenses		(42,112)	(44,314)
Gain (loss) on change in fair value:			
– financial assets at fair value through profit or loss (“FVTPL”)		3,741	11,411
– derivative financial instruments		674	(1,070)
Share of results of associates		6,786	7,042
Finance costs	7	(10,785)	(18,669)
Profit before tax		6,715	28,415
Income tax expense	8	(2,734)	(5,627)
Profit for the period attributable to owners of the Company		3,981	22,788

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)
Other comprehensive expense Item that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation of foreign operations		(1,844)	(140)
Item that will not be reclassified subsequently to profit or loss:			
Actuarial loss on long service payment obligations		—	(589)
Other comprehensive expense for the period		(1,844)	(729)
Total comprehensive income for the period attributable to owners of the Company		2,137	22,059
Earnings per share (HK\$) Basic and diluted	10	0.01	0.06

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

	Notes	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Non-current assets			
Property, plant and equipment	11	294,416	305,658
Right-of-use assets	12	36,493	42,143
Investment properties	13	595,776	609,500
Club membership		1,560	1,560
Interests in associates		19,313	30,248
Rental deposits	15	5,111	6,789
Prepayments for addition of property, plant and equipment	15	268	1,895
		952,937	997,793
Current assets			
Inventories		55,471	86,305
Financial assets at FVTPL	14	24,331	34,761
Derivative financial instruments		32	394
Trade and other receivables	15	79,052	45,032
Amounts due from related companies	22(a)	1,147	46
Amount due from an associate	22(b)	15,347	8,092
Loan to an associate	22(c)	–	–
Tax recoverable		21,289	7,549
Pledged bank deposits		4,844	4,966
Bank balances and cash		20,730	22,691
		222,243	209,836

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

As at 30 September 2025

	Notes	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Current liabilities			
Trade and other payables	16	44,383	80,959
Contract liabilities		4,298	4,332
Amounts due to related companies	22(a)	553	421
Derivative financial instruments		–	1,036
Lease liabilities		25,241	31,492
Bank and other borrowings	17	588,178	583,746
Tax payables		13,666	577
		676,319	702,563
Net current liabilities		(454,076)	(492,727)
Total assets less current liabilities		498,861	505,066
Non-current liabilities			
Long service payment obligations		3,968	3,653
Lease liabilities		13,238	13,763
Deferred tax liabilities		1,108	1,165
		18,314	18,581
Net assets		480,547	486,485

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

As at 30 September 2025

	Notes	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Capital and reserves			
Share capital	18	4,039	4,039
Reserves		476,508	482,446
Total equity		480,547	486,485

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

	Equity attributable to owners of the Company						Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Other reserve HK\$'000 (Note (a))	Exchange reserve HK\$'000	Legal reserve HK\$'000 (Note (b))	Retained profits HK\$'000	
As at 1 April 2024 (audited)	4,039	98,195	4,533	723	91	386,091	493,672
Profit for the period	-	-	-	-	-	22,788	22,788
Other comprehensive expense:							
Exchange differences arising on translation of foreign operations	-	-	-	(140)	-	-	(140)
Actuarial loss on long service payment obligations	-	-	-	-	-	(589)	(589)
Total comprehensive (expense) income for the period	-	-	-	(140)	-	22,199	22,059
Dividends (Note 9)	-	-	-	-	-	(16,150)	(16,150)
As at 30 September 2024 (unaudited)	4,039	98,195	4,533	583	91	392,140	499,581
As at 1 April 2025 (audited)	4,039	98,195	4,533	1,112	91	378,515	486,485
Profit for the period	-	-	-	-	-	3,981	3,981
Other comprehensive expense:							
Exchange differences arising on translation of foreign operations	-	-	-	(1,844)	-	-	(1,844)
Total comprehensive (expense) income for the period	-	-	-	(1,844)	-	3,981	2,137
Dividends (Note 9)	-	-	-	-	-	(8,075)	(8,075)
As at 30 September 2025 (unaudited)	4,039	98,195	4,533	(732)	91	374,421	480,547

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)

For the six months ended 30 September 2025

Notes:

- (a) Other reserve includes (i) the reserve arising from acquisition of additional interest of subsidiaries from non-controlling interests and (ii) the difference between the nominal value of the issued capital of subsidiaries acquired pursuant to a group reorganisation over the consideration paid for acquiring these subsidiaries.
- (b) In accordance with the provisions of Macau Commercial Code, the Company's subsidiary incorporated in Macau is required to transfer 25% of its annual net profit to a legal reserve until the balance of the reserve reaches 50% of the subsidiary's registered capital. Legal reserve is not distributable to shareholders.

As stipulated by regulations in the People's Republic of China (the "PRC"), the Company's subsidiaries established and operated in the PRC are required to appropriate 10% of their after-tax profit (after offsetting any losses of prior years) as determined in accordance with the applicable laws and regulations in the PRC, to statutory reserve until the reserve balance reaches 50% of the registered capital of the relevant subsidiaries. The transfer to this reserve must be made before distribution of a dividend to equity owners.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2025

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
NET CASH FROM (USED IN) OPERATING ACTIVITIES	4,298	(20,361)
INVESTING ACTIVITIES		
Proceeds from disposal of financial assets at FVTPL	13,393	5,104
Purchase of property, plant and equipment	(2,817)	(19,372)
Prepayments for addition of property, plant and equipment	(268)	(1,751)
Withdrawal of pledged bank deposits	122	306
Dividend received from an associate	17,721	8,150
Proceeds from disposal of property, plant and equipment	23	15
Dividend received from financial assets at FVTPL	778	1,130
Bank interest received	53	82
NET CASH FROM (USED IN) INVESTING ACTIVITIES	29,005	(6,336)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

For the six months ended 30 September 2025

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
FINANCING ACTIVITIES		
Bank and other borrowings raised	342,567	404,335
Repayments of bank and other borrowings	(338,384)	(319,295)
Repayment on capital element of lease liabilities	(20,648)	(21,809)
Interest paid	(10,785)	(18,669)
Dividend paid	(8,075)	(16,150)
NET CASH (USED IN) FROM FINANCING ACTIVITIES	(35,325)	28,412
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(2,022)	1,715
CASH AND CASH EQUIVALENTS AT 1 APRIL	22,691	27,331
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	61	54
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER, represented by bank balances and cash	20,730	29,100

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 September 2025

1. GENERAL

The Company was incorporated in the Cayman Islands on 20 November 2002 as an exempted company with limited liability under the Companies Law, Chapter 22 (Law 3 of 1961, as consolidated and revised) of the Cayman Islands and its shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) on 10 May 2017. The address of the registered office of the Company is P. O. Box 31119, Grand Pavilion, Hibiscus Way, 802 West Ray Road, Grand Cayman, KY1-1205, Cayman Islands and the address of the principal place of business is 10/F, Telecom Digital Tower, No. 58 Tsun Yip Street, Kwun Tong, Kowloon, Hong Kong.

The directors of the Company (the “Directors”) consider the immediate holding company and ultimate holding company are CKK Investment Limited (“CKK Investment”) and KW Cheung Family Holdings Limited respectively, which are incorporated in the British Virgin Islands (the “BVI”).

The Company is principally engaged in investment holding and the principal activities of its principal subsidiaries are engaged in product business in sales of electronic devices and other consumer goods and related services, provision of operation services and property investments.

The functional currency of the Company is Hong Kong dollars (“HK\$”) while the functional currencies for certain subsidiaries established in the PRC and Macau are Renminbi (“RMB”) and Macau Patacas, respectively. For the purpose of presenting the condensed consolidated financial statements, the Group adopted HK\$ as its presentation currency which is the same as the functional currency of the Company.

2. BASIS OF PREPARATION

The condensed consolidated financial statements 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 (the “HKICPA”) and the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”).

The Group had net current liabilities of HK\$454,076,000 as at 30 September 2025. The condensed consolidated financial statements have been prepared by the Directors on a going concern basis since the following:

- (i) the unutilised banking facilities readily available to the Group amounted to HK\$183,101,000 as at 30 September 2025;
- (ii) out of the secured bank borrowing of HK\$389,667,000, bank borrowings that are not repayable within one year from the end of the reporting period but contain a repayment on demand clause and shown under current liabilities amounted to HK\$356,611,000.

All of the bank borrowings were secured by the ownership interest in leasehold land and buildings included in property, plant and equipment, investment properties and financial assets at FVTPL with carrying amounts of HK\$180,931,000, HK\$566,801,000 and HK\$24,331,000 respectively. Its repayment is expected to be fully recovered through the realization of these assets when the repayment on demand clause be exercised.

The Group will continuously comply with financial covenants and other terms and conditions of the secured bank borrowings, including timely repayment of principal and interest of the bank borrowings; and

- (iii) the Group is expected to generate sufficient working capital to meet its financial obligations as and when they fall due not less than twelve months.

Accordingly, the Directors are of the opinion that it is appropriate to prepare the condensed consolidated financial statements on a going concern basis. The condensed consolidated financial statements do not include adjustments relating to the carrying amounts and reclassification of assets and liabilities that might be necessary should the Group be unable to continue as a going concern.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical costs basis, except for certain financial instruments, and all values are rounded to the nearest thousand (HK\$'000) except otherwise indicated.

Other than changes in accounting policies resulting from application of amendments to HKFRS Accounting Standards issued by the HKICPA, the accounting policies and methods of computation used in the preparation of these condensed consolidated financial statements are consistent with those used in the consolidated financial statements for the year ended 31 March 2025.

Application of amendments to HKFRS Accounting Standards

During the Period, the Group has applied, for the first time, the following amendments to HKFRS Accounting Standards issued by the HKICPA which are mandatory effective for the annual period 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 HKFRS Accounting Standards in the Period has had no material impact on the Group's financial performance and position for the current and prior periods and/or on the disclosures set out in these condensed consolidated financial statements.

4. REVENUE

Revenue represents revenue arising from product business in sales of electronic devices and other consumer goods and related services, provision of operation services and property investments, net of discounts, where applicable. An analysis of the Group's revenue for the Period is as follows:

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Revenue from contracts with customers within the scope of HKFRS 15		
Disaggregated by major products or services lines		
– Sales of goods		
Product business	359,658	381,484
– Service rendered		
Product business	2,375	1,189
Operation services	115,054	136,235
Others	8,575	8,978
Revenue from other sources	485,662	527,886
– Rental income from investment properties under operating lease with fixed lease payments (<i>Note</i>)	12,579	10,859
	498,241	538,745
Disaggregation of revenue from contracts with customers by timing of recognition		
Timing of revenue recognition		
– At a point of time	362,260	382,650
– Over time	123,402	145,236
	485,662	527,886

Note: Rental income from related companies and an associate amounted to HK\$4,557,000 (2024: HK\$4,825,000) are included in revenue. Details please refer to Note 22.

4. REVENUE (continued)

Transaction price allocated to the remaining performance obligation for contracts with customers

As at 30 September 2025 and 2024, all of the Group's remaining performance obligations for contracts with customers are for periods of one year or less. Accordingly, the Group has elected the practical expedient and has not disclosed the amount of transaction price allocated to the performance obligations that are unsatisfied (or partially satisfied) as at the end of both reporting periods.

5. SEGMENT INFORMATION

The Group's chief operating decision maker ("CODM") has been identified as the executive directors of the Company. The information reported to the CODM for purposes of resource allocation and performance assessment focuses specifically on respective businesses of the Group. The Directors have chosen to organise the Group around differences in products and services. The Group's operating and reportable segments are as follows:

Product business	–	Sales of electronic devices, other consumer goods and related services
Operation services	–	Provision of operation services
Property investments	–	Investment properties held for capital appreciation or to earn rentals

In addition to the operating segments described above, each of which constitutes a reportable segment, the Group has other operating segment which is engaged in paging and other telecommunications service. As this segment does not meet any of quantitative thresholds for determining reportable segment in both reporting periods. Accordingly, the above operating segment is classified under "Other segment".

The CODM makes decisions based on the operating results of each segment. No information of segment assets and liabilities is reviewed by the CODM this year for the assessment of the performance of operating segments. Therefore, only the segment revenue and segment results are presented.

5. SEGMENT INFORMATION (continued)

Segment revenues and results

The following is an analysis of the Group's revenue and results by operating and reportable segments:

For the six months ended 30 September 2025

	Product business HK\$'000 (unaudited)	Operation services HK\$'000 (unaudited)	Property investments HK\$'000 (unaudited)	Other segment HK\$'000 (unaudited)	Elimination HK\$'000 (unaudited)	Total HK\$'000 (unaudited)
Revenue						
External sales	362,033	115,054	12,579	8,575	–	498,241
Inter-segment sales	542	–	5,146	–	(5,688)	–
Segment revenue	362,575	115,054	17,725	8,575	(5,688)	498,241
Segment results	7,066	10,909	(1,218)	2,808		19,565
Bank interest income						53
Finance costs						(10,785)
Gain on changes in fair value of financial assets at FVTPL						3,741
Gain on change in fair value of derivative financial instruments						674
Share of result of associates						6,786
Corporate expenses, net						(13,319)
Profit before tax						6,715

5. SEGMENT INFORMATION (continued)

Segment revenues and results (continued)

The following is an analysis of the Group's revenue and results by operating and reportable segments: (continued)

For the six months ended 30 September 2024

	Product business HK\$'000 (unaudited)	Operation services HK\$'000 (unaudited)	Property investments HK\$'000 (unaudited)	Other segment HK\$'000 (unaudited)	Elimination HK\$'000 (unaudited)	Total HK\$'000 (unaudited)
Revenue						
External sales	382,673	136,235	10,859	8,978	–	538,745
Inter-segment sales	201	–	983	–	(1,184)	–
Segment revenue	382,874	136,235	11,842	8,978	(1,184)	538,745
Segment results	34,411	10,323	(5,116)	2,856		42,474
Bank interest income						82
Finance costs						(18,669)
Gain on changes in fair value of financial assets at FVTPL						11,411
Loss on change in fair value of derivative financial instruments						(1,070)
Share of results of associates						7,042
Corporate expenses, net						(12,855)
Profit before tax						28,415

Geographical information

No geographical information is presented as the Group's operations and all of its non-current assets are located in Hong Kong.

5. SEGMENT INFORMATION (continued)

Information about major customers

Details of the customers contributing over 10% of total revenue of the Group are as follows:

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Customer A ¹	117,010	136,207
Customer B ²	89,526	90,102

¹: Revenue from operation services.

²: Revenue from product business.

6. OTHER INCOME AND GAINS

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Bank interest income	53	82
Dividend income from financial assets at FVTPL	778	1,130
Gain on disposal of property, plant and equipment, net	23	15
Handling income	196	753
Others	77	675
	1,127	2,655

7. FINANCE COSTS

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Interest expenses on:		
– bank and other borrowings	9,247	16,358
– lease liabilities	1,538	2,311
	10,785	18,669

8. INCOME TAX EXPENSE

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Hong Kong Profits Tax		
– current period	2,736	5,482
PRC Enterprise Income Tax		
– current period	55	6
Deferred tax		
– current period	(57)	139
	2,734	5,627

8. INCOME TAX EXPENSE (continued)

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first HK\$2 million of profits of qualifying corporation will be taxed at 8.25%, and profits above HK\$2 million will be taxed at 16.5%. Hong Kong profits tax of the qualified entity of the Group is calculated in accordance with the two-tiered profits tax rates regime. The profits of other Group entities in Hong Kong not qualifying for the two-tiered profits tax rates regime will continue to be taxed at the flat rate of 16.5%.

Under the Law of the PRC on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, the tax rate of the PRC subsidiaries is 25% for the Period (2024: 25%).

Pursuant to the rules and regulations of the Cayman Islands and the BVI, the Group is not subject to any income tax in the Cayman Islands and the BVI.

9. DIVIDENDS

	Six months ended 30 September			
	2025		2024	
	HK\$ per share	HK\$'000 (unaudited)	HK\$ per share	HK\$'000 (unaudited)
Dividends recognised as distribution during the periods:				
2023/24 fourth quarter interim dividend	–	–	0.04	16,150
2024/25 fourth quarter interim dividend	0.02	8,075	–	–
		8,075		16,150

At a meeting held on 28 November 2025, the Board has resolved not to declare any interim dividend in respect of the period ended 30 September 2025 (2024: second quarter interim dividend of HK\$0.03 per share).

10. EARNINGS PER SHARE

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

Six months ended 30 September		
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Earnings		
Profit for the period attributable to owners of the Company for the purpose of basic and diluted earnings per share	3,981	22,788

Six months ended 30 September		
	2025 '000 (unaudited)	2024 '000 (unaudited)
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share	403,753	403,753

The dilutive earnings per share was same as the basic earnings per share as there were no potential dilutive ordinary shares outstanding during the Period.

11. PROPERTY, PLANT AND EQUIPMENT

During the Period, the Group acquired amounted to HK\$4,712,000 (2024: HK\$19,372,000) on property, plant and equipment, including construction in progress.

The Group disposed of certain property, plant and equipment at a consideration of HK\$23,000 (2024: HK\$15,000) during the Period. The carrying amount of the disposed property, plant and equipment is Nil (2024: Nil).

During the six months ended 30 September 2024, the Group had transferred properties with carrying amounts of HK\$66,404,000 (2025: Nil) from property, plant and equipment to investment properties due to the change in use, which evidenced by commencement of lease to third parties.

12. RIGHT-OF-USE ASSETS

During the Period, the Group entered into a number of new leases of office premises and retail shops and renewal of existing leases for the use of shops and therefore recognised the additions to right-of-use assets of HK\$13,872,000 (2024: HK\$25,621,000). No right-of-use asset was written off during the Period (2024: Nil).

13. INVESTMENT PROPERTIES

During the Period, the Group had no acquisition of investment property (2024: Nil).

During the six months ended 30 September 2024, the Group had transferred properties with carrying amounts of HK\$66,404,000 (2025: Nil) from property, plant and equipment to investment properties. For details, please refer to Note 11.

14. FINANCIAL ASSETS AT FVTPL

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Financial assets mandatorily measured at FVTPL		
– Equity securities listed in Hong Kong, at market value (<i>Note</i>)	24,331	34,761

Note: The fair values of the listed equity securities were determined based on the quoted market bid prices available on the Stock Exchange.

As at 30 September 2025, the Group's financial assets at FVTPL with carrying amounts of HK\$24,331,000 (31 March 2025: HK\$34,761,000) have been pledged to secure banking facilities granted to the Group.

15. TRADE AND OTHER RECEIVABLES

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Trade and lease receivables	3,146	2,161
Other receivables (<i>Note (a)</i>)	10,749	17,452
Rental deposits	17,875	18,648
Prepayments for addition of property, plant and equipment	268	1,895
Refundable deposit for acquisition of a target company (<i>Note (b)</i>)	4,000	–
Utility and other deposits	7,150	7,300
Prepayments to suppliers	37,157	647
Other prepayments	4,086	5,613
	84,431	53,716
Less: Prepayments for addition of property, plant and equipment classified as non-current assets	(268)	(1,895)
Rental deposits classified as non-current assets	(5,111)	(6,789)
Current portion included in trade and other receivables	79,052	45,032

Notes:

- (a) The amounts mainly comprised credit card receivables from financial institutions which are expected to be recovered within one year from the end of reporting period.
- (b) On 29 July 2025, Telecom Digital Investment Limited, a wholly owned subsidiary of the Company, has entered into the Sales and Purchase Agreement with TD King Finance Group Limited, a connected person of the Company, to acquire 100% issued share capital of Telecom King Securities Limited (“TKS”) for a consideration of HK\$40,000,000. A refundable deposit of HK\$4,000,000 has been paid upon execution of the Sales and Purchase Agreement. For details, please refer to the announcements of the Company dated 29 July 2025, 15 August 2025, 29 August 2025, 12 September 2025, 26 September 2025 and 28 November 2025.

15. TRADE AND OTHER RECEIVABLES (continued)

The Group does not hold any collateral over these balances.

As at 30 September 2025, the gross amount of trade receivables arising from contracts with customers amounted to HK\$2,341,000 (31 March 2025: HK\$1,311,000).

The Group allows an average credit period of 7 to 30 days (31 March 2025: 7 to 30 days) to its trade customers. The following is an ageing analysis of trade and lease receivables presented based on invoice date at the end of the reporting period, which approximated the respective revenue recognition date.

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Within 90 days	2,666	1,626
91-180 days	61	124
181-365 days	69	2
Over 365 days	350	409
	3,146	2,161

16. TRADE AND OTHER PAYABLES

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Trade payables	16,164	55,732
Accrued payroll	6,556	9,373
Accrued expenses and other payables	21,663	15,854
	44,383	80,959

The average credit period on trade payables ranging from 10 to 50 days (31 March 2025: 10 to 50 days). The Group has financial risk management policies to ensure that all payables are settled within credit time-frame. The following is an ageing analysis of trade payables presented based on the invoice date as at the end of the reporting period.

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Within 60 days	15,693	55,305
61-90 days	30	36
Over 90 days	441	391
	16,164	55,732

17. BANK AND OTHER BORROWINGS

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Bank borrowings:		
Variable rate mortgage loans	387,969	403,539
Variable rate term loans	1,698	11,791
Variable rate trust receipt borrowings	151,323	121,477
Variable rate revolving loans	33,000	33,000
	573,990	569,807
Loans from a related company: 東莞恭榮房地產管理有限公司 ("Kung Wing") (Note 22(a)(vii))	14,188	13,939
	588,178	583,746
Secured	389,667	440,892
Unsecured	198,511	142,854
	588,178	583,746

17. BANK AND OTHER BORROWINGS (continued)

The amounts due below are based on scheduled repayment dates set out in the loan agreements:

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Variable rate borrowings:		
Within one year	231,567	208,621
After one year but within two years	32,489	29,865
After two years but within five years	104,654	92,025
After five years	219,468	253,235
	588,178	583,746
Carrying amount of bank borrowings that are repayable within one year and contain a repayment on demand clause	231,567	208,621
Carrying amount of bank borrowings that are not repayable within one year from the end of the reporting period but contain a repayment on demand clause (shown under current liabilities)	356,611	375,125
	588,178	583,746

17. BANK AND OTHER BORROWINGS (continued)

- (a) All the bank borrowings carried interest at floating rates. The ranges of effective interest rates per annum on the Group's bank borrowings are as follows:

	30 September 2025 (unaudited)	30 September 2024 (unaudited)
Variable rate bank borrowings	1.55%-5.35%	4.75%-6.23%

- (b) The carrying amounts of the Group's bank borrowings are denominated in HK\$ and the carrying amounts of the Group's loans from a related company are denominated in RMB.
- (c) As at 30 September 2025, secured bank borrowings of HK\$389,667,000 (31 March 2025: HK\$440,892,000) were secured by ownership interest in leasehold land and buildings included in property, plant and equipment, investment properties and financial assets at FVTPL with carrying amounts of HK\$180,931,000 (31 March 2025: HK\$185,089,000), HK\$566,801,000 (31 March 2025: HK\$579,840,000) and HK\$24,331,000 (31 March 2025: HK\$34,761,000) respectively. As at 30 September 2025, the Group had the unutilised banking facilities readily available to the Group amounted to HK\$183,101,000.
- (d) The effective interest rate of the loans from a related company is 1.47% (2024: 2.04%) per annum.

18. SHARE CAPITAL

	30 September 2025		31 March 2025	
	Number of shares '000 (unaudited)	Share capital HK\$'000 (unaudited)	Number of shares '000 (audited)	Share capital HK\$'000 (audited)
Ordinary shares of HK\$0.01 each				
<i>Authorised</i> At 1 April 2024, 31 March 2025, 1 April 2025 and 30 September 2025	10,000,000	100,000	10,000,000	100,000
<i>Issued and fully paid</i> At 1 April 2024, 31 March 2025, 1 April 2025 and 30 September 2025	403,753	4,039	403,753	4,039

19. OPERATING LEASE COMMITMENTS

The Group as lessor

The Group leases out its investment properties during the period ended 30 September 2025 and 2024. The properties are rented to third parties, related companies and an associate under operating leases with leases negotiated for a term of one to four years as at 30 September 2025 (31 March 2025: one to four years). None of the leases includes variable lease payments.

19. OPERATING LEASE COMMITMENTS (continued)

The Group as lessor (continued)

Undiscounted lease payments under non-cancellable operating leases in place at the reporting date will be received by the Group in future periods as follows:

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Within one year	11,932	10,619
After one year but within two years	6,953	2,299
After two year but within four years	3,337	2,535
	22,222	15,453

20. CAPITAL COMMITMENTS

	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Capital expenditure in respect of the acquisition of property, plant and equipment contracted for but not provided in the condensed consolidated financial statements	1,750	1,668

21. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

The Group's financial instruments are measured at fair value at the end of the reporting period. The following table gives information about how the fair values of the financial instruments are determined (in particular, the valuation techniques and inputs used), as well as the level of the fair value hierarchy into which the fair value measurements are categorised (Levels 1 to 3) based on the degree to which the inputs to the fair value measurements are observable.

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

	Fair value as at				Valuation technique(s) and key inputs
	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)	Fair value hierarchy		
Financial assets at FVTPL					
– Listed equity securities	24,331	34,761	Level 1		Quoted market price in an active market
– Derivative financial instruments	32	394	Level 3		Monte Carlo Simulation model
Financial liabilities at FVTPL					
– Derivative financial instruments	–	1,036	Level 3		Monte Carlo Simulation model

There were no transfers between Levels of fair value hierarchy in both periods.

22. RELATED PARTY TRANSACTIONS AND BALANCES

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods:

			Six months ended 30 September	
Name of company	Nature of transactions	Notes	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Related companies				
Chief Link Limited ("Chief Link")	Purchase of goods therefrom	(i), (iii) & (v)	20	17
Chief Link (Far East) Limited ("Chief Link (Far East)")	Purchase of goods therefrom	(i), (iii) & (v)	1,035	–
CKC Food & Beverage Limited ("CKC F&B")	Purchase of goods therefrom	(i), (iii) & (v)	60	50
	Rental income received therefrom	(ii), (iii) & (v)	1,295	1,295
CKK Cafe Limited ("CKK Cafe")	Purchase of goods therefrom	(i), (iii) & (v)	40	41
	Rental income received therefrom	(ii), (iii) & (v)	968	968
CKK Japanese Restaurant Limited ("CKK Japanese")	Purchase of goods therefrom	(i), (iii) & (v)	–	58
	Rental income received therefrom	(ii), (iii) & (v)	–	1,232
Glossy Enterprises Limited ("GEL")	Rental expenses paid thereto	(ii), (iii) & (v)	920	1,785

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods: (continued)

			Six months ended 30 September	
Name of company	Nature of transactions	Notes	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Related companies				
Glossy Investment Limited	Rental expenses paid thereto	(ii), (iii) & (v)	–	345
Hellomoto Limited ("HEL")	Rental income received therefrom	(ii), (iii) & (v)	485	–
Marina Trading Inc.	Rental expenses paid thereto	(ii), (iii) & (v)	630	630
Silicon Creation Limited ("SCL")	Rental expenses paid thereto	(ii), (iii) & (v)	1,020	3,295
Telecom King Credit Limited ("TKC")	Rental income received therefrom	(ii), (iii) & (v)	6	6
TKS	Subscription fee income received therefrom	(i), (iii) & (v)	352	392
	Rental income received therefrom	(ii), (iii) & (v)	135	356
	Sales to goods thereto	(i), (iii) & (v)	77	–
Telecom Properties Investment Limited ("TPIL")	Rental expenses paid thereto	(ii), (iii) & (v)	814	1,067

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods: (continued)

			Six months ended 30 September	
Name of company	Nature of transactions	Notes	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Related companies				
Txtcom Limited ("TXT")	Rental income received therefrom	(ii), (iii) & (v)	220	–
Telecom Service Limited ("TSL")	Rental expenses paid thereto	(ii), (iii) & (v)	497	605
Telecom Service One Limited ("TSO")	Repairs and refurbishment service fees paid thereto	(i), (iii) & (v)	247	256
	Logistic fee income received therefrom	(i), (iii) & (v)	381	454
	Grading and refurbishment service fees paid thereto	(ii), (iii) & (v)	60	32
	Rental income received therefrom	(i), (iii) & (v)	968	968
	Warehouse management fee paid thereto	(ii), (iii) & (v)	140	–
Kung Wing	Interest expense paid thereto	(i), (iii) & (vii)	208	284
An associate				
Sun Mobile Limited	Net service fee income received therefrom	(i)	117,010	136,207
	Mobile plan services paid thereto	(i)	–	14
	Rental income received therefrom	(i)	480	–

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods: (continued)

Details of amounts due from related companies are as follows:

		Maximum amount outstanding during the period/year ended			
	Notes	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
CKC F&B	(iii) & (iv)	9	11	11	11
Chief Link	(iii) & (iv)	4	4	4	4
CKK Japanese	(iii) & (iv)	2	2	2	2
GEL	(iii) & (iv)	–	–	–	88
HEL	(iii) & (iv)	556	–	556	–
SCL	(iii) & (iv)	15	–	15	–
TPIL	(iii) & (iv)	39	–	39	–
TKC	(iii) & (iv)	–	3	3	3
TSL	(iii) & (iv)	488	–	488	–
TSO	(iii) & (iv)	5	26	26	26
TXT	(iii) & (iv)	29	–	29	–
		1,147	46		

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods: (continued)

Details of amounts due to related companies are as follows:

	Notes	30 September 2025 HK\$'000 (unaudited)	31 March 2025 HK\$'000 (audited)
Chief Link (Far East)	(iii) & (iv)	484	408
CKK Cafe	(iii) & (iv)	24	12
GEL	(iii) & (iv)	44	—
TKS	(iii) & (iv)	1	1
		553	421

Notes:

- (i) These transactions were carried out at terms determined and agreed by the Group and the relevant parties.
- (ii) The grading and refurbishment charges, rental income, rental expenses and warehouse management fee were charged on a monthly fixed amount mutually agreed by the Group and the relevant parties.
- (iii) Mr. CHEUNG King Shek, Mr. CHEUNG King Shan, Mr. CHEUNG King Chuen Bobby and Mr. CHEUNG King Fung Sunny (collectively, the "Cheung Brothers"), the directors of the Company, have direct or indirect beneficial interests in, and control over, the relevant parties.

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods: (continued)

Notes: (continued)

- (iv) The amounts are trade in nature, aged within 30 days as at reporting date, unsecured, interest-free and repayable on demand.
- (v) The transactions constitute connected transactions or continuing connected transactions as defined in Chapter 14A of the Listing Rules.
- (vi) On 1 April 2022, the Company entered into a loan agreement with SCL, pursuant to which SCL agreed to grant an unsecured revolving loan facility with a principal amount of HK\$20,000,000 ("SCL Revolving Facility") which is available for drawdown subject to the terms. The facility is valid for 36 months from the date of the loan agreement. The loan's current interest rate is 1-week HIBOR plus 1.2% on funded amounts. The Company shall repay any interests incurred on a monthly basis and repay all outstanding principal at the end of the facility period or within one month upon receipt of notice of demand, whichever is earlier. The loan was fully repaid during the year ended 31 March 2024 and the loan agreement expired on 31 March 2025. During the year ended 31 March 2025, no drawn down has been made and no outstanding balance as at the end of the reporting period.

SCL Revolving Facility constitutes financial assistance provided by a connected person to the Group, and the loan from SCL is in the ordinary and usual course of business of the Company and on normal commercial terms, and are not secured by any assets of the Group, therefore, according to Rule 14A.90 of the Listing Rules, the loan that SCL provides to the Group are exempt from the reporting, announcement, annual review and independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (a) In addition to the balances disclosed elsewhere in the condensed consolidated financial statements, the Group had the following material transactions and balances with related parties during the periods: (continued)

Notes: (continued)

- (vii) On 1 April 2022, the Company entered into a loan agreement with Kung Wing, pursuant to which Kung Wing agreed to grant an unsecured revolving loan facility with a principal amount of RMB20,000,000 (approximately HK\$21,572,000 equivalent) ("Kung Wing Revolving Facility") which is available for drawdown subject to the terms. The facility is valid for 36 months from the date of the loan agreement. The loan's current interest rate is the prevailing interest rates promulgated by the People's Bank of China per annum on funded amounts. On 31 March 2025, the Company extended the loan agreement for another 36 months, which the loan agreement will be ended on 31 March 2028. The Company shall repay any interests incurred on a monthly basis and repay all outstanding principal at the end of the facility period or within one month upon receipt of notice of demand, whichever is earlier. During the Period, no additional draw down had been made and RMB13,000,000 (approximately HK\$14,188,000) was outstanding as at 30 September 2025 (31 March 2025: RMB13,000,000, equivalent to HK\$13,939,000).

Kung Wing Revolving Facility constitutes financial assistance provided by a connected person to the Group, and the Kung Wing Revolving facility is in the ordinary and usual course of business of the Company and on normal commercial terms, and are not secured by any assets of the Group, therefore, according to Rule 14A.90 of the Listing Rules, the loan that Kung Wing provides to the Group are exempt from the reporting, announcement, annual review and independent Shareholders' approval requirements under Chapter 14A of the Listing Rules.

22. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

- (b) The amount due from an associate is trade in nature, unsecured, interest-free with 7 days (31 March 2025: 7 days) credit term and aged within 30 days (31 March 2025: 30 days). The amount is neither past due nor impaired as at 30 September 2025 and 31 March 2025.
- (c) The loan to an associate is unsecured, interest-free and has no fixed term of repayment. As at 30 September 2025, the carrying amount of loan to an associate is Nil (31 March 2025: Nil), net of accumulated impairment loss of HK\$3,680,000 (31 March 2025: HK\$3,680,000).
- (d) **Compensation of key management personnel**
The remuneration of key management personnel during the periods was as follows:

	Six months ended 30 September	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Short-term benefits	7,266	8,358
Post-employment benefits	90	98
	7,356	8,456

The remuneration of the key management personnel is determined by the Directors having regards to the performance of individuals and market trends.

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group is principally engaged in four business segments, including (i) sales of electronic devices and other consumer goods and related services; (ii) provision of operation services to Sun Mobile Limited ("SUN Mobile"), an associate owned as to 40% by the Group and as to 60% by HKT Limited; (iii) property investments; and (iv) other segment comprising primarily provision of paging and other telecommunication services in Hong Kong.

Over the six months from April to September 2025, Hong Kong economy demonstrated a modest growth momentum and marking an acceleration in its overall recovery. However, the local retail sectors continued to face challenges primarily driven by a fundamental shift in consumer habits toward northbound spending and the growing influence of e-commerce. During the six months ended 30 September 2025, the Group recorded revenue of approximately HK\$498.24 million (2024: HK\$538.75 million) and net profit of approximately HK\$3.98 million (2024: HK\$22.79 million).

During the Period, product business has generated revenue of approximately HK\$362.03 million (2024: HK\$382.67 million), accounted for approximately 72.7% of the Group's total revenue. As at the date of this report, the Group is operating 69 retail shops in Hong Kong, offering a diverse range of electronic and consumer products to our customers.

Regarding the operation service business, revenue decreased by approximately 15.6% to approximately HK\$115.05 million (2024: HK\$136.24 million) during the Period with intense competition in Hong Kong's telecommunications sector serving as the primary driver.

Regarding the property investments business, revenue increased by approximately 15.8% to approximately HK\$12.58 million (2024: HK\$10.86 million) during the Period under review. Since its renovation and upgrade completion in 2023, the 13-storey industrial revitalized industrial building in Kwun Tong has provided a steady stream of rental returns.

FINANCIAL REVIEW

Segment Analysis

For the six months ended 30 September				
	2025 (unaudited)		2024 (unaudited)	
	HK\$'000	%	HK\$'000	%
Products business	362,033	72.7	382,673	71.0
Operation services	115,054	23.1	136,235	25.3
Property investments	12,579	2.5	10,859	2.0
Other segment	8,575	1.7	8,978	1.7
Total revenue	498,241	100.0	538,745	100.0

Revenue

The Group's revenue for the Period was approximately HK\$498.24 million (2024: HK\$538.75 million), representing a decrease of approximately 7.5% over the corresponding period of the previous year.

Revenue from products business was approximately HK\$362.03 million (2024: HK\$382.67 million). The weak consumer sentiment and heightened market competition caused the revenue from products business decreased by approximately 5.4% during the Period as compared to the corresponding period of the previous year. This is the major source of revenue of the Group.

Apart from products business, the keen market competition in the telecommunication market also affected the result from the provision of operation services. Revenue from operation services decreased by approximately 15.6% to approximately HK\$115.05 million (2024: HK\$136.24 million).

Revenue from property investments increased to approximately HK\$12.58 million (2024: HK\$10.86 million), representing an increase of approximately 15.8%. Rental income mainly generated from the building acquired in May 2022 which has been generating stable rental income since the completion of its renovation and upgrade in 2023.

Revenue from other segment comprises mainly the provision of paging and other telecommunication services. Revenue from other segment of approximately HK\$8.58 million (2024: HK\$8.98 million). Revenue from other segment remains stable during the period under review.

Other Income and Gains

Other income and gains for the Period was approximately HK\$1.13 million (2024: HK\$2.66 million), representing a decrease of approximately 57.5% compared to the corresponding period of the previous year.

The Group disposed some of the financial assets during the Period, dividend income from financial assets decreased from approximately HK\$1.13 million to approximately HK\$0.78 million as compare to the same period of last year. In addition, handling income for the provision of customers services also decreased from approximately HK\$0.75 million to approximately HK\$0.20 million.

Other Operating Expenses

The Group's other operating expenses mainly consisted of rental, utilities and running expenses of shops and customer service centre, information fees in respect of horse racing, football matches and stock market, advertising and promotion expenses, operation fees for a paging centre, repair cost for pagers, roaming charges, bank charges, audit and professional fees and other office expenses. Other operating expenses were approximately HK\$42.11 million (2024: HK\$44.31 million), representing a slight decrease of approximately 5.0% over the corresponding period of the previous year. The decrease was mainly caused by decrease in shops' operating expenses due to the reduction of shops' rental.

Share of Results of Associates

Share of results of associates for the Period was approximately HK\$6.79 million (2024: HK\$7.04 million), representing a slight decrease of approximately 3.6% as compared to the corresponding period of the previous year. The amount represents our share of the net profit of SUN Mobile.

Finance Costs

The finance cost is mainly comprised of interest on bank and other borrowings and interest on lease liabilities. During the Period, interest on bank and other borrowings was approximately HK\$9.25 million (2024: HK\$16.36 million), representing a decrease of approximately 43.5%. The management closely monitors the Group's financial position. The decrease was mainly due to the repayment of bank borrowings and the interest rate cuts. Except for the above, there is no significant change in the Group's bank and other borrowings.

Income Tax Expense

Income tax expense represents the sum of the tax payable based on taxable profits and deferred tax. Income tax for the Period was approximately HK\$2.73 million (2024: HK\$5.63 million).

Profit for the Period Attributable to the Owners of the Company

Profit attributable to the owners of the Company for the period ended 30 September 2025 was approximately HK\$3.98 million (2024: HK\$22.79 million), representing a decrease of approximately 82.5% compared to the corresponding period of the previous year. The decline in profit was mainly attributable to the decrease in gross profit and fair value change on financial assets and derivative financial instruments through profit or loss, offset with the decrease in overall staff costs, other operating expenses, finance costs and income tax expenses of the Period.

INVESTMENTS IN FINANCIAL ASSETS

As at 30 September 2025, the Group's financial assets at fair value through profit or loss amounted to approximately HK\$24.33 million (31 March 2025: HK\$34.76 million), representing approximately 2.1% of the total assets of the Group as at 30 September 2025.

Listed Equity Securities Investment

The following table sets out the listed equity securities investment held by the Group as at 30 September 2025:

Stock name	HKEX (Note)	CM BANK (Note)
Number of securities held as at 30 September 2025	32,880	209,549
Approximate percentage held to the total issued share capital in the investment company	0.0026%	0.0046%
Fair value as at 31 March 2025 (HK\$'000)	21,281	13,480
Proceeds from disposal during the Period (HK\$'000)	(10,478)	(3,692)
Fair value gain for the Period (HK\$'000)	3,730	10
Fair value as at 30 September 2025 (HK\$'000)	14,533	9,798
Approximate percentage of total assets of the Group as at 30 September 2025	1.2%	0.8%
Dividend income during the Period (HK\$'000)	226	552

Note:

Stock short name	Stock code	Company name
HKEX	00388.HK	Hong Kong Exchanges and Clearing Limited
CM BANK	03968.HK	China Merchants Bank Company Limited

Derivative Financial Instruments

As at 30 September 2025, the net fair value of the Group's decumulator contracts ("DC") amounted to approximately HK\$32,000 which was classified as a financial asset (31 March 2025: HK\$642,000 which was classified as financial liability). The DC are linked with securities listed on the Main Board of Stock Exchange. The Group acquired the DC through on-market purchases with a financial institution in Hong Kong.

The Group's Investment Strategy for These Investments

The Company's investment objective is to generate stable additional interest or dividend income. Our strategy for these investments is to make investments in the prospects of primarily reputable sizeable issuers on the recognisable stock exchange for creating values for shareholders of the Company ("Shareholders"), with the risks involved balanced and moderated by the diversity of the portfolio and the corporate governance and disclosures of such issuers.

The Group takes into account the following criteria for investment decisions: (i) potential return on investment in terms of capital appreciation and dividend payment; (ii) risk tolerance level at the prevailing time; and (iii) diversification of the existing investment portfolio.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2025, the Group had net current liabilities of approximately HK\$454.08 million (31 March 2025: HK\$492.73 million) and had cash and cash equivalents of approximately HK\$20.73 million (31 March 2025: HK\$22.69 million).

Apart from providing working capital to support its business development, the Group also has available banking facilities to meet potential needs for business expansion and development. As at 30 September 2025, the Group has unutilised banking facilities of approximately HK\$183.10 million available for further drawdown should it have any further capital needs. The cash at banks together with the available banking facilities can provide adequate liquidity and capital resources for the ongoing operating requirements of the Group.

CONTINGENT LIABILITIES

As at 30 September 2025, the Group did not have any material contingent liabilities (31 March 2025: Nil).

FOREIGN CURRENCY RISK

The majority of the Group's businesses are in Hong Kong and are denominated in Hong Kong dollars, RMB and United States dollars. The Group currently does not have a foreign currency hedging policy. However, the Directors of the Group continuously monitor the related foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

CAPITAL COMMITMENTS

Details of the Group's capital commitments are set out in Note 20 to the condensed consolidated financial statements.

DIVIDENDS

At a meeting held on 28 November 2025, the Board has resolved not to declare any interim dividend in respect of the period ended 30 September 2025 (2024: second quarter interim dividend of HK\$0.03 per share).

CAPITAL STRUCTURE

There was no change in the capital structure during the Period.

The capital structure of the Group consists of bank borrowings net of bank balances and cash and equity attributable to owners of the Company, comprising issued share capital and reserves. The management reviews the capital structure regularly. As part of the review, they consider the cost of capital and the risks associated with each class of capital. Based on the recommendations of the management, the Group will balance its overall capital structure through the payment of dividends, issuance of new shares as well as the issue of new debt or the redemption of existing debt.

MATERIAL ACQUISITIONS AND DISPOSALS

Reference is made to the announcement of the Company dated 29 July 2025, Telecom Digital Investment Limited (the “Purchaser”), a wholly-owned subsidiary of the Company, and TD King Finance Group Limited (the “Vendor”) entered into a sale and purchase agreement, pursuant to which the Purchaser conditionally agreed to acquire and the Vendor conditionally agreed to sell the entire issued shares of Telecom King Securities Limited (the “Target Company”), at a consideration of HK\$40 million, which will be satisfied by cash.

As of the date of this report, the above transaction has not yet completed. The Company is still seeking approval from HSBC International Trustee Limited, the trustee of the KW Cheung Family Trust, which indirectly holds CKK Investment Limited (a company interested in 220,000,000 ordinary shares of the Company, representing approximately 54.49% of the issued share capital of the Company) to accept the Target Company as part of the trust property of the KW Cheung Family Trust.

Except for the above, the Group did not make any material acquisitions or disposals of properties and subsidiaries during the period ended 30 September 2025 and the year ended 31 March 2025.

EMPLOYEES AND REMUNERATION POLICIES

As at 30 September 2025, the Group employed 495 (31 March 2025: 510) full-time employees including management, administration, operation and technical staff. The employees’ remuneration, promotion and salary increments are assessed based on both individual’s and the Group’s performance, professional and working experience and by reference to prevailing market practice and standards. The Group regards quality staff as one of the key factors to corporate success.

OUTLOOK

Moving forward, the short-term business landscape is expected to remain challenging, reflecting underlying economic instability. While the Hong Kong economy demonstrated a modest growth trajectory and achieved a slight acceleration in its overall recovery, the local retail sectors continued to face significant structural challenges. This divergence is primarily driven by a fundamental shift in consumer habits: the prevailing trend of increased northbound spending and overseas travel actively diverts purchasing power away from local retailers. Compounding this, the prolonged high interest rate environment resulting from the pace of US interest rate adjustments continues to constrain local borrowing and dampen spending sentiment. Furthermore, uncertainties stemming from international geopolitics and global economic volatility, alongside the highly competitive situation within the local market, all contribute to cautious overall consumer confidence and sustain a challenging operating environment for businesses.

Notwithstanding these difficulties, the Group will continue to deliver excellent customer experiences and service quality while strategically prioritizing prudent cost management and operational optimization. The Group will persist in identifying and capitalizing on new business opportunities, implementing appropriate strategies to navigate market obstacles, and ultimately striving for sustainable growth and the delivery of long-term shareholder value.

OTHER INFORMATION

SECOND QUARTER INTERIM DIVIDEND AND CLOSURE OF REGISTER OF MEMBERS

The Board has resolved not to declare any interim dividend for the six months ended 30 September 2025.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the Period.

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2025, the interests and short positions of the Directors and the chief executives of the Company in the shares, underlying shares or debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) (i) which 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 or short positions which they were taken or deemed to have under such provisions of the SFO); or (ii) which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein; or (iii) which were required to be notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by the Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 to the Listing Rules, were as follows:

(a) Long position in the shares of the Company

Name of Directors	Capacity	Number of issued ordinary shares held	Approximate percentage of the Company's shares in issue ^{Note A}
Mr. CHEUNG King Shek	Beneficial owner	20,967,000	5.19%
	Beneficiary of a trust ^{Note B}	220,000,000	54.49%
Mr. CHEUNG King Shan	Beneficial owner	20,506,000	5.08%
	Beneficiary of a trust ^{Note B}	220,000,000	54.49%
Mr. CHEUNG King Chuen Bobby	Beneficial owner	20,568,000	5.09%
	Beneficiary of a trust ^{Note B}	220,000,000	54.49%
Mr. CHEUNG King Fung Sunny	Beneficial owner	20,638,000	5.11%
	Beneficiary of a trust ^{Note B}	220,000,000	54.49%
Mr. WONG Wai Man	Beneficial owner	30,000	0.0074%
Ms. MOK Ngan Chu	Beneficial owner	30,000	0.0074%

DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES (continued)

(b) Long position in the shares of associated corporations

KW Cheung Family Holdings Limited ("KWCFH") is one of the controlling shareholders of the Company and the Group's holding company. The companies listed in the table below (apart from KWCFH) are subsidiaries of KWCFH. Therefore, KWCFH and the rest of the companies listed in the table below are associated corporations of the Company under the SFO. Each of the Cheung Brothers is deemed to have interests in the said associated corporations under the SFO.

Name of associated corporations	Capacity	Number of shares/ Amount of share capital	Approximate percentage of interests
KW Cheung Family Holdings Limited	Beneficiary of a trust <i>Note B</i>	100	100%
Amazing Gain Limited	Beneficiary of a trust <i>Note B</i>	100	100%
CKK Investment Limited	Beneficiary of a trust <i>Note B</i>	1	100%
Pin International Holdings Limited	Beneficiary of a trust <i>Note B</i>	12	100%

Note A: The calculation is based on 403,753,000 shares of the Company in issue as at 30 September 2025.

Note B: 220,000,000 ordinary shares of the Company (representing approximately 54.49% of the issued Shares) were held by CKK Investment, CKK Investment is a wholly-owned subsidiary of Amazing Gain Limited. The sole shareholder of Amazing Gain Limited is KWCFH, which HSBC International Trustee Limited is the sole shareholder of KWCFH and the trustee of the KW Cheung Family Trust. The Cheung Brothers are the beneficial owner of the KW Cheung Family Trust, and the directors of CKK Investment. Therefore, each of the Cheung Brothers is deemed to be interested in the shares of the companies (shown in the table above) which held by the KW Cheung Family Trust under the SFO.



DIRECTORS' AND CHIEF EXECUTIVES' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES (continued)

(b) Long position in the shares of associated corporations (continued)

Save as disclosed above, as at 30 September 2025, none of the Directors nor chief executives of the Company had any interests or short positions in the shares, underlying shares and debentures of the Company and its associated corporations (within the meaning of Part XV of the SFO) 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 as set out in Appendix C3 to the Listing Rules.

DIRECTORS' RIGHTS TO ACQUIRE SHARES

Save as disclosed above, at no time during the Period was the Company, its holding companies, or any of its subsidiaries or fellow subsidiaries, a party to any arrangement to enable the Directors and chief executives of the Company (including their spouses and children under 18 years of age) to hold any interest or short positions in the shares, or underlying shares, or debentures of the Company or its associated corporations (within the meaning of Part XV of the SFO).

MODEL CODE FOR DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct governing dealings by all Directors in the securities of the Company. Specific enquiries have been made with all Directors, who have confirmed that, during the Period, they were in compliance with the required provisions set out in the Model Code. All Directors declared that they have complied with the Model Code throughout the Period.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN SHARES, UNDERLYING SHARES AND DEBENTURES

As at 30 September 2025, the following persons (other than Directors or chief executives of the Company) were interested in 5% or more of the Company's shares in issue which were recorded in the register of interests required to be kept by the Company pursuant to Section 336 of the SFO, or to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO and the Listing Rules:

Long Position

Name of substantial shareholders	Capacity/Nature of interest	Number of issued ordinary shares held	Approximate percentage of the Company's shares in issue ^{Note A}
CKK Investment Limited ^{Note B}	Beneficial owner	220,000,000	54.49%
Amazing Gain Limited ^{Note B}	Interest in a controlled corporation	220,000,000	54.49%
KW Cheung Family Holdings Limited ^{Note B}	Interest in a controlled corporation	220,000,000	54.49%
HSBC International Trustee Limited ^{Note B}	Trustee (other than a bare trustee)	220,000,000	54.49%
Ms. TANG Fung Yin Anita ^{Note C}	Interest of spouse	240,506,000	59.57%
Ms. YEUNG Ho Ki ^{Note C}	Interest of spouse	240,638,000	59.60%

Note C: Ms. TANG Fung Yin Anita and Ms. YEUNG Ho Ki, spouse of Messrs. CHEUNG King Shan and CHEUNG King Fung Sunny respectively, in which are deemed to be interested in the Shares held by Messrs. CHEUNG King Shan and CHEUNG King Fung Sunny under the SFO.

Save as disclosed above, as at 30 September 2025, the Company had not been notified by any persons (other than Directors or chief executives of the Company) who had interests or short positions in the shares, underlying shares and debentures 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.



CORPORATE GOVERNANCE PRACTICES

The Company has complied with the applicable code provisions of the Corporate Governance Code (“CG Code”) as set out in Appendix C1 of the Listing Rules throughout the Period except the deviation mentioned in the following paragraph.

According to the Code Provision D.1.2 of the CG Code, the management shall provide all members of the Board with monthly updates. During the Reporting Period, the chief executive officer and chief financial officer of the Group have provided and will continue to provide to all members of the Board with updates on any material changes to the performance, position and prospects of the Company, which is considered with sufficient details to provide the general updates of the Company to the Board and allow them to give a balanced and understandable assessment of the same to serve the purpose required by the Code Provision D.1.2 of CG Code and/or the respective Listing Rules.

ENVIRONMENTAL, SOCIAL AND GOVERNANCE REPORTING

The ESG Report which contains our ESG information for 2024/2025 and the requirements under the ESG Reporting Guide set out in Appendix C2 to the Listing Rules has been published by the Company on the websites of the Stock Exchange (www.hkexnews.hk) and the Company (www.tdhl.cc).

SHARE OPTION SCHEME

As at 30 September 2025, there was no outstanding share options.

During the Period and up to the date of this report, the Company did not have any subsisting share option scheme or other share scheme.

PUBLIC FLOAT

Based on the information that was publicly available and to the best belief and knowledge of the Directors, the Company had maintained the prescribed public float throughout the six months ended 30 September 2025 and up to the date of this report as required under the Listing Rules.

UPDATE ON DIRECTORS' INFORMATION UNDER RULE 13.51B OF THE LISTING RULES

Pursuant to Rule 13.51B(1) of the Listing Rules, none of changes in the information of the directors of the Company since the date of the 2024/25 annual report of the Company required to be disclosed in this interim report.

EVENTS AFTER THE REPORTING PERIOD

Save as disclosed elsewhere in this report, there were no significant events after 30 September 2025 and up to the date of this report.

AUDIT COMMITTEE

The Board has formed an audit committee of the Company (the "Audit Committee") in accordance with the Listing Rules to fulfill the functions of reviewing and monitoring the financial reporting procedure and internal control of the Company. The terms of reference of the Audit Committee are available on the websites of the Stock Exchange and the Company. The Audit Committee members currently comprise all of the independent non-executive Directors of the Company, namely, Mr. LAM Yu Lung (the Chairman of Audit Committee), Mr. LAU Hing Wah and Mr. LO Kam Wing, with written terms of reference in compliance with the CG Code. The Audit Committee and the Board have reviewed and approved the Group's unaudited condensed consolidated interim financial information for the six months ended 30 September 2025.

By Order of the Board
Telecom Digital Holdings Limited
CHEUNG King Shek
Chairman

Hong Kong, 28 November 2025

As at the date of this report, the executive directors of the Company are Messrs. CHEUNG King Shek, CHEUNG King Shan, CHEUNG King Chuen Bobby, CHEUNG King Fung Sunny, WONG Wai Man and Ms. MOK Ngan Chu and the independent non-executive directors of the Company are Messrs. LAM Yu Lung, LAU Hing Wah and LO Kam Wing.