



Dufu Liquor Group Limited

杜甫酒業集團有限公司

*(formerly known as China Environmental Energy Investment Limited
中國環保能源投資有限公司*)*

(Incorporated in Bermuda with limited liability)

(Stock Code: 986)

2025/26

Interim Report



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CORPORATE INFORMATION

EXECUTIVE DIRECTORS

Mr. Liu Jun (*Co-Chairperson*)
Mr. Qin Zhizun (*Co-Chairperson, appointed on 22 October 2025*)
Mr. Wei Liang (*Chief Executive Officer*)
Ms. Li Xia

NON-EXECUTIVE DIRECTOR

Ms. Yang Xiaoping

INDEPENDENT NON-EXECUTIVE DIRECTORS

Mr. Yiu To Wa
Mr. Lau Leong Yuen
Mr. Zhang Heng

COMPANY SECRETARY

Mr. Sin Kwok Chui Malon

AUDIT COMMITTEE

Mr. Yiu To Wa (*Chairman*)
Mr. Lau Leong Yuen
Mr. Zhang Heng

REMUNERATION COMMITTEE

Mr. Lau Leong Yuen (*Chairman*)
Mr. Yiu To Wa
Mr. Liu Jun

NOMINATION COMMITTEE

Mr. Yiu To Wa (*Chairman*)
Mr. Lau Leong Yuen
Ms. Li Xia

AUDITOR

McMillan Woods (Hong Kong) CPA Limited
24/F., Siu On Centre
188 Lockhart Road
Wan Chai
Hong Kong

LEGAL ADVISOR

H.Y. Leung & Co. LLP Solicitors
Units 2202-06, 22/F.
Office Tower of Convention Plaza
1 Harbour Road, Hong Kong

REGISTERED OFFICE

Clarendon House
2 Church Street
Hamilton HM 11
Bermuda

HEAD OFFICE AND PRINCIPAL PLACE OF BUSINESS

Room 910, 9/F., Harbour Centre
25 Harbour Road, Wanchai
Hong Kong

PRINCIPAL BANKERS

Industrial and Commercial Bank of
China Limited
CMB Wing Lung Bank Limited

PRINCIPAL SHARE REGISTRAR AND TRANSFER OFFICE

Conyers Corporate
Services (Bermuda) Limited
Clarendon House
2 Church Street
Hamilton HM11
Bermuda

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

Union Registrars Limited
Suites 3301-04, 33/F.
Two Chinachem Exchange Square
338 King's Road, North Point
Hong Kong

WEBSITE

www.dufu.com.hk

STOCK CODE

986

MANAGEMENT DISCUSSION AND ANALYSIS

The board (the “**Board**”) of directors (the “**Directors**”) of Dufu Liquor Group Limited (the “**Company**”) hereby presents the condensed consolidated interim results of the Company and its subsidiaries (together the “**Group**”) for the six months ended 30 September 2025.

PRINCIPAL ACTIVITIES

The principal activity of the Company is investment holding and during the six months ended 30 September 2025, the Group was principally engaged in the businesses of design and marketing of jewelry and provision of loans as money lending.

RESULTS

The Group’s results for the six months ended 30 September 2025 and the state of affairs of the Group as at that date are set out in the condensed consolidated interim financial statements on pages 21 to 48.

FINANCIAL REVIEW

For the six months ended 30 September 2025, the Group’s revenue was approximately HK\$28.46 million, representing a increase of approximately HK\$1.10 million or 4.02% as compared to approximately HK\$27.36 million of corresponding period of 2024. The revenue included approximately HK\$10.00 million from design and marketing of jewelry (the “**Design and marketing of jewelry**”) business (2024: approximately HK\$11.32 million) and approximately HK\$18.46 million from money lending (the “**Money lending**”) business (2024: approximately HK\$16.04 million).

Gross profit was approximately HK\$19.04 million (2024: approximately HK\$16.59 million), representing an increase of approximately HK\$2.45 million or 14.77% as compared with 2024. Gross profit margin of the Group was increased from approximately 60.64% to 66.89%. The increase in gross profit was due to the high demand of the Money Lending business.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

The profit before tax for the period of the Group was approximately HK\$11.90 million (2024: approximately HK\$11.31 million), representing increase of approximately HK\$0.59 million due to, including but not limited to (a) other income and gain of approximately HK\$2.06 million (2024: nil) for the six months ended 30 September 2025; and (b) decrease of staff cost in the selling and distribution expenses. The profit for the period of the Group was approximately HK\$8.36 million (2024: approximately HK\$10.96 million).

Selling, distribution and administrative expenses were approximately HK\$6.86 million (2024: approximately HK\$7.83 million), representing a decrease of approximately HK\$0.97 million or approximately 12.39% as compared with last corresponding period.

The finance costs amounted to approximately HK\$1.63 million, representing a increase of approximately HK\$0.51 million as compared to approximately HK\$1.12 million of the last corresponding period.

Design and marketing of jewelry business

During the period under review, the revenue generated from the Design and marketing of jewelry business was approximately HK\$10.00 million (2024: approximately HK\$11.32 million). Operating loss before tax was approximately HK\$1.43 million (2024: approximately HK\$0.56 million).

The pandemic in mainland China had affected all businesses, ours inclusive. Since the severe outbreak of COVID-19 from January 2020, various regions were under extensive lockdown and various levels of restrictions on public and business activities. The implementation of social distancing and quarantine measures in many countries worldwide have dampened consumer sentiment and brought the international tourism to a standstill, plunging the global economy into recession. Nevertheless, it appears that we are finally able to leave behind the nightmare of the pandemic.

But the fading of the threat of COVID-19 only puts into even starker contrast the spectre of geopolitical conflicts. At the same time, the major economies of the world are showing worrying signs of weakness. It is not inconceivable that trade issues could become catalysts for military actions. The world is fraught with uncertainty.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

In February 2022 saw an escalation in geopolitical tensions further disrupt global supply chains, the sudden slump in pound-sterling in late September 2022 added to further market uncertainty with global inflation already high and global interest rates rising in response.

Despite the lifting of pandemic-related restrictions in mainland China in 2023, economic uncertainty may still be affecting consumer spending; uncertainty about employment and income may cause consumers to be more conservative in their consumption, especially for non-essential items. As a result, the Group's Design and Marketing of Jewelry business in mainland China has not been able to rebound, and compared to the same period last year, its performance has declined.

Looking ahead, the revenue is expected to continue to remain under immense pressure amid an arduous operating environment and in the face of prevalent external uncertainties. The Group will continue to enhance its risk management to manage external risks and leverage opportunities. The Directors believe it will rebound once the pandemic eases and government's change in strategy.

Money lending business

The Group holds a money lender's licence in Hong Kong pursuant to the Money Lenders Ordinance (Chapter 163 of the Laws of Hong Kong) and provides loan facilities to prospective clients. The Group earns interest income from the provision of such loan facilities through the wholly owned subsidiaries of the Company, Great Luck Finance Limited ("**Great Luck**").

As at 30 September 2025, there were a total of 146 (31 March 2025: 142) individual borrowers with principal amounts totalling approximately HK\$360.92 million (31 March 2025: HK\$342.88 million) at the average interest rate of 10.59% (31 March 2025: 10.70%) per annum. The tenure of loans were 1 to 3 years (31 March 2025: 1 to 3 years). During the period under review, interest income from money lending was approximately HK\$18.46 million (2024: approximately HK\$16.04 million).

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

The following table sets forth the distribution of the remaining maturity of loan receivables as at 30 September 2025:

	HK\$'million
Within one year	156.90
Between one and three years	204.02
	<u>360.92</u>

All of the borrowers are individuals. Out of the total loan receivables, approximately HK\$34.00 million were secured by corporate guarantee from certain companies and the remaining balances were unsecured.

The loan amount of largest borrower of the Group was HK\$9,000,000, approximately 2.49% of the total loan receivables of the Group and the five largest borrowers were HK\$43,000,000, approximately 11.91% of the total loan receivables.

The Group strived to adhere to a set of policy and procedural manual (such as, internal loan and credit policy of the Group, Guideline on Compliance of Anti-Money Laundering and Counter Terrorist Financing Requirements for Licensed Money Lenders issued by Hong Kong Companies Registry and the Money Lenders Ordinance) in respect of loan approval, loan renewal, loan recovery, loan compliance, monitoring and anti-money laundering.

Before granting loans to potential customers, the Group performs credit assessment and due diligence process to assess the potential customers' credit quality individually and defines the credit limits granted to the borrowers.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

The credit assessment and due diligence process encompasses (i) obtaining personal information as to identity card copy and address proof; (ii) enquiring with the potential customer about any relationship with our directors or staff; (iii) ensuring the potential customer is an independent third party and not connected with the Group and its connected person; (iv) if the potential customer is a connected person, we may consider the approval or not and make disclosure under the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) if required; (v) to perform a notifiable transaction test to ensure the loan is in compliance with the Listing Rules; (vi) conducting a detailed assessment on the credit history and financial background of the potential customers are performed by the finance team, the officer will gather the information and pass it to finance manager to review and finally pass these information to the directors for assessment and approval. The relevant documents of financial background including but not limited to securities statement, bank statement and property certificate for asset proof will be reviewed; (vii) conducting a litigation search through the government/other platform for the potential customers; and (viii) performing an assessment on the recoverability by the finance team, the procedures include reviewing the asset proof to ensure the potential customer is not under bankruptcy or debt restructuring.

Under the Group’s credit policy, (i) the loan shall not exceed the maximum loan amount preset by the Group (i.e. HK\$10,000,000), (ii) the tenor of loan shall not exceed the preset by the Group (i.e. 3 years), (iii) the interest rate of loan shall not be less than the preset by the Group (i.e. 5%) and (iv) the credit limit should be based on, amongst others, the asset proof and the collateral value (if any), and determined by one of the directors. The terms of loan will depend on, amongst others, on assets proof, background search and collateral which will be determined on a case-by-case basis in accordance with the policy.

Loan monitoring mechanism has been established. The finance team is responsible for ongoing monitoring of the loan portfolio, credit limit of loans, loan recoverability, debt collection, identifying potential problems and recommending mitigating measures. The Group will conduct regular repayment assessments on the repayment schedule and the date of payment, and perform company searches, litigation searches, internet searches and regulatory compliance searches in order to monitor and determine the risk level. The Group will request borrowers provide any updated financial information if considered necessary to update their financial ability, credit risk and assess the loan recoverability. These exercises are to monitor if any material adverse change may arise in the financial or legal conditions of the borrowers.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

The Group performs impairment assessment on loan receivables under the expected credit loss (“**ECL**”) model. The measurement of ECL is a function of the probability of default, the loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of probability of default and loss given default is based on historical data and forward-looking information performed by independent professional valuers engaged by the Group at each reporting date for the purpose of determining ECL. In accordance with the Group’s loan impairment policy, the amount of ECL is updated at each reporting date to reflect the changes in credit risk on loan receivables since initial recognition.

For the six months ended 30 September 2025, the net impairment allowance recognised primarily represented the credit risk involved in collectability of certain default and non-default loans determined under the Group’s loan impairment policy, with reference to factors including the credit history and financial conditions of the borrowers, the aging of the overdue balances, the realisation value of the collaterals pledged to the Group, and forward-looking information including the future macro-economic conditions affecting the borrowers (the negative impact of the COVID-19 pandemic on the state of the Hong Kong economy had also been considered).

The expected credit losses on loan and interest receivables were made approximately HK\$0.21 million. Actually, the Group did not incur any bad debt during the year except for these accounting impairment provisions.

Regarding monitoring the recoverability of the loans, the Company will quarterly review and monitor the loan repayment status subsequent to the drawdown of loans to ensure that loan repayments are punctual and past due accounts are handled efficiently. When there were past due accounts, the Group would take actions including reminder calls, interviews, issuing demand notes, discussing the repayment terms or settlement proposals with the borrower and if unsuccessful, legal action would be taken against the borrower.

As at 30 September 2025, the allowance for ECLs of loan receivables is HK\$46.75 million (31 March 2025: HK\$46.54 million). The provision of default rate is 12.95% (31 March 2025: 13.57%). The increase of provision of default rate due to including but not limited to the global economic changes and political changes. In the fact, the Group did not record any bad debt and written off of loan receivable during the six month period ended 30 September 2025.

MANAGEMENT DISCUSSION AND ANALYSIS (Continued)

The Company has complied with requirements set out in chapter 14 and/or 14A of the Listing Rules when it granted the loans to each of the borrower(s), whose loan(s) was still outstanding as at 30 September 2025.

According to the statistics from Companies Registry, number of licensed money lenders has gradually decreased from 2,324 to 2,048 for year 2019 to year 2025. Licensed money lenders, which are outside the banking system, provide an alternative source of financing for individuals and companies.

OTHER INFORMATION

OUTLOOK

The Directors will continue to enhance the Group's businesses through review of its existing business portfolio from time to time and also seek suitable investment opportunities in the long run so as to broaden the source of income of the Group and diversify the Group's business portfolio on an on-going basis.

MATERIAL ACQUISITION AND DISPOSAL

During the six months ended 30 September 2025, the Company did not have any material acquisition and disposal.

SHARE CAPITAL AND CAPITAL STRUCTURE

Save as disclosed in this interim report, there was no other change in the share capital and capital structure of the Company during the six month period ended 30 September 2025.

OTHER INFORMATION (Continued)

LIQUIDITY AND FINANCIAL RESOURCES

As at 30 September 2025, the Group's net current assets were approximately HK\$250.24 million (31 March 2025: approximately HK\$259.73 million), including cash and cash equivalents of approximately HK\$0.16 million (31 March 2025: approximately HK\$0.22 million). Total principal of interest-bearing borrowings amounted to approximately HK\$32.53 million as at 30 September 2025 (31 March 2025: approximately HK\$32.97 million). The Group's gearing ratio, which was net debt divided by total equity plus net debt, as at 30 September 2025 was 8.16% (31 March 2025: 9.03%).

FOREIGN EXCHANGE EXPOSURE

The Group mainly operates in Hong Kong and mainland China. Most transactions, assets and liabilities are denominated in Hong Kong Dollars, United States dollars (“USD”) and Renminbi. As Hong Kong dollars are pegged to USD, the management does not expect that the Group has significant foreign exchange exposure to USD. During the six months ended 30 September 2025, the Group did not enter into any derivative contracts aimed at minimising exchange rate risks, but the Group will continue to review its foreign exchange exposure regularly and might consider using financial instruments to hedge against foreign exchange exposure at appropriate times.

CONTINGENT LIABILITIES

The Group did not have any material contingent liabilities as at 30 September 2025 and 31 March 2025.

CAPITAL COMMITMENTS

The Group had no material capital commitments authorised but not provided for as at 30 September 2025 and 31 March 2025.

PLEDGE OF ASSETS

As at 30 September 2025 and 31 March 2025, the Group did not have any pledge on its assets.

OTHER INFORMATION (Continued)

EMPLOYMENT, TRAINING AND REMUNERATION POLICY

During the period under review, the Group continued to strengthen staff quality through staff development and training programmes. The Group had 7 employees as at 30 September 2025 (31 March 2025: 7). Remunerations are commensurate with the nature of the job, experience and market conditions.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

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

COMPLIANCE WITH THE WRITTEN GUIDELINES FOR SECURITIES TRANSACTIONS BY THE RELEVANT EMPLOYEES OF THE COMPANY

The Company has established written guidelines for the relevant employees of the Company (the “**Relevant Employees**”) in respect of their dealings in the securities of the Company (the “**Written Guidelines**”) on terms no less exacting than the required standard set out in the Model Code. For this purpose, “Relevant Employee” includes any employee of the Company or a director or an employee of a subsidiary or holding company of the Company who, because of such office or employment, is likely to possess inside information in relation to the Company or its securities. No incident of non-compliance of the Written Guidelines by the employees was noted by the Company during the six months ended 30 September 2025.

OTHER INFORMATION (Continued)

DIRECTORS' INTERESTS AND SHORT POSITIONS IN SHARES AND UNDERLYING SHARES

Save as disclosed in this report, as at 30 September 2025, none of the Directors or chief executive of the Company had any interest or short position in the shares, underlying shares or debentures of the Company or any of its associated corporation (within the meaning of Part XV of the Securities and Future Ordinance (the “SFO”)) which were required, pursuant to Section 352 of the SFO, to be entered in the register referred to therein, or which were required, pursuant to the Model Code, to be notified to the Company and the Stock Exchange.

DIRECTORS' RIGHTS TO ACQUIRE SHARES OR DEBENTURES

Save as disclosed under the sections headed “Directors’ Interests and Short Positions in Shares and Underlying Shares” and “Share Option Scheme”, at no time during the six months ended 30 September 2025 was the Company or any of its subsidiaries a party to any arrangement which enabled the Company’s Directors, their respective spouse or minor children to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

SUBSTANTIAL SHAREHOLDERS' INTERESTS IN SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 September 2025, so far as known to the Directors, there was no person who had an interest or short position in the shares of the Company and underlying shares which would require disclosure to the Company under the provisions of Divisions 2 and 3 of Part XV of the SFO, or, who was, directly or indirectly, beneficially interested in 5% or more of the issued share capital of the Company.

OTHER INFORMATION (Continued)

SHARE OPTION SCHEME

On 30 August 2011, the Company adopted a share option scheme (the “**Old Share Option Scheme**”). Under the Old Share Option Scheme, the Company may grant options to eligible persons for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group’s operations. The Old Share Option Scheme will remain valid for a period of 10 years commencing from the date of its adoption. The share options must be taken up within 28 days from the date on which the offer letter is delivered to the grantee for acceptance of the offer. The Old Share Option Scheme was expired on 29 August 2021.

On 29 September 2021, the Company adopted a new share option scheme (the “**New Share Option Scheme**”). Under the New Share Option Scheme, the Company may grant options to eligible persons for the purpose of providing incentives and rewards to eligible participants who contribute to the success of the Group’s operations. The New Share Option Scheme will remain valid for a period of 10 years commencing from the date of its adoption.

OTHER INFORMATION (Continued)

A summary of the New Share Option Scheme of the Company is as follows:

Purpose	To provide incentives and rewards to eligible participants for their contributions to the Group and/or to enable the Group to recruit and retain high-calibre employees and attract human resources that are valuable to the Group and any entity in which the Group holds an equity interest (the “Invested Entity”).
Eligible participants	<ul style="list-style-type: none">(i) any employee (whether full-time or part-time), executive directors, non-executive directors and independent non-executive directors of the Company or any of its subsidiaries or Invested Entity;(ii) any supplier of goods or services to any member of the Group or any Invested Entity; any customer of the Group or any Invested Entity; any person or entity that provides research, development or other technological support to the Group or any Invested Entity; and(iii) any shareholder of any member of the Group or any Invested Entity or any holder of any securities issued by any member of the Group or any Invested Entity.
Total number of ordinary shares available for issue under the New Share Option Scheme and the percentage of the issued share capital that it represents as at the date of this interim report	124,927,550 ordinary shares in the share capital of the Company, representing 10% of the issued share capital are available for issue under the New Share Option Scheme as at the date of this interim report.

OTHER INFORMATION (Continued)

Maximum entitlement of each eligible participant

Where any grant or further grant of options to an eligible participant would result in the total number of shares issued and to be issued upon exercise of all the options granted and to be granted to such person (including exercised, cancelled and outstanding options) in the 12 month period up to and including the date of such grant or further grant representing in aggregate over 1% of the total number of shares in issue, such grant or further grant must be separately approved by the shareholders in a general meeting.

Where any grant or further grant of options to a substantial shareholder or an independent non-executive director of the Company, or any of their respective associates, would result in the shares issued and to be issued upon exercise of all options already granted and to be granted (including exercised, cancelled and outstanding options) to such person in the 12-month period up to and including the date of such grant:

- (a) representing in aggregate over 0.1% of the relevant class of shares in issue; and
- (b) having an aggregate value, based on the closing price of the shares at the date of each grant, in excess of HK\$5,000,000,

such grant or further grant of options must be approved by the shareholders in a general meeting.

Period within which the securities must be taken up under an option

An option may be exercised at any time during a period to be determined and notified by the directors to each grantee, but shall end in any event not later than 10 years from the date of offer of the grant of options subject to the provisions for early termination set out in the New Share Option Scheme.

OTHER INFORMATION (Continued)

Minimum period for which an option must be held before it can be exercised	There is no minimum period for which an option granted must be held before it can be exercised except otherwise imposed by the directors.
Amount payable on acceptance of the option and the period within which such payment must be made	The offer of a grant of share options may be accepted within 28 days from the date of offer with a consideration of HK\$1.00 being payable by the grantee.
Exercise price	Determined by the directors but shall not be less than the highest of (i) the closing price of the ordinary shares as stated in the Stock Exchange's daily quotations sheets on the date of offer of the grant of options, which must be a trading day; (ii) the average closing price of the ordinary shares as stated in the Stock Exchange's daily quotations sheets for the five trading days immediately preceding the date of offer of the grant of options; and (iii) the nominal value of an ordinary share.
Remaining life of the New Share Option Scheme	The New Share Option Scheme will remain in force until 28 September 2031, subject to the provisions for early termination set out in the New Share Option Scheme.

There were no share options outstanding as at 30 September 2025.

OTHER INFORMATION (Continued)

THE NUMBER OF OPTIONS AND AWARDS AVAILABLE FOR GRANT UNDER THE SCHEME MANDATE AND THE SERVICES PROVIDER SUBLIMIT (IF APPLICABLE) OF THE NEW SHARE OPTION SCHEME ISSUED ON 29 SEPTEMBER 2021

Six months ended 30 September 2025

Available for grant as at 1 April 2025	Granted	Exercised	Lapsed	Available for grant as at 30 September 2025
124,927,550	0	0	0	124,927,550

CORPORATE GOVERNANCE

The Board is of the view that the Company has met the code provisions set out in the Corporate Governance Code (the “**CG Code**”) during the six months ended 30 September 2025.

OTHER INFORMATION (Continued)

PURCHASE, REDEMPTION OR SALE OF LISTED SECURITIES OF THE COMPANY

Neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 September 2025.

DIRECTORS' INTERESTS IN CONTRACTS

None of the Directors nor their respective close associates had a material beneficial interest, either directly or indirectly, in any contract of significance to the business of the Group to which the Company or any of its subsidiaries was a party during the six months ended 30 September 2025.

DIRECTORS' INTERESTS IN A COMPETING BUSINESS

None of the Directors nor their respective close associates was interested in any business apart from the Group's business which competes or is likely to compete, either directly or indirectly, with the Group's businesses pursuant to Rule 8.10 of the Listing Rules.

AUDIT COMMITTEE AND REVIEW OF FINANCIAL STATEMENTS

The audit committee of the Company (the "**Audit Committee**") comprises three independent non-executive Directors, Mr. Yiu To Wa, Mr. Lau Leong Yuen and Mr. Zhang Heng. The Audit Committee has reviewed the Company's condensed consolidated interim financial statements for the period ended 30 September 2025 and discussed financial and internal control, and financial reporting matters of the Company.

OTHER INFORMATION (Continued)

CORPORATE COMMUNICATIONS

In accordance with the Listing Rules, the Company has ascertained shareholders' wishes regarding their preferences on the language (i.e. English and/or Chinese) and means of receipt (i.e. in printed form or via the Company's website) of the Company's corporate communications*. Shareholders who have chosen/are deemed to have chosen to receive the corporate communications via the Company's website, and who for any reason have difficulty in receiving or gaining access to the Company's corporate communications will promptly upon request be sent the corporate communications in printed form free of charge. Shareholders have the right at any time to change their choice of language and means of receipt of the Company's corporate communications.

Shareholders may request for printed copy of the Company's corporate communications or change their choice of language and means of receipt of the Company's corporate communications by sending reasonable prior notice in writing to the Company's branch share registrar and transfer office in Hong Kong, Union Registrars Limited, at Suites 3301-04, 33/F., Two Chinachem Exchange Square, 338 King's Road, North Point, Hong Kong.

Shareholders who have chosen to receive the corporate communications in either English or Chinese version will receive both English and Chinese versions of this interim report since both languages are bound together into one booklet.

- * The Company's corporate communications refer to any document issued or to be issued by the Company for the information or action of holders of any of its securities, including but not limited to: (a) annual report; (b) interim report; (c) notice of meeting; (d) listing document; (e) circular; and (f) form of proxy.

On behalf of the Board

Mr. Liu Jun, Mr. Qin Zhizun

Co-Chairperson and Executive Director

Hong Kong

28 November 2025

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 Unaudited HK\$'000	2024 Unaudited HK\$'000
	Notes		
Revenue	4	28,459	27,362
Cost of sales		(9,423)	(10,771)
Gross profit		19,036	16,591
Other income and gains/(losses), net	5	2,059	–
(Allowance for)/reversal of expected credit losses (“ECLs”) on trade receivables and loan and interest receivables, net	6	(708)	3,669
Selling and distribution expenses		(2,400)	(2,366)
Administrative expenses		(4,460)	(5,467)
Finance costs	7	(1,630)	(1,117)
Profit before tax	8	11,897	11,310
Income tax expense	9	(3,541)	(351)
Profit for the period		8,356	10,959

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 Unaudited HK\$'000	2024 Unaudited HK\$'000
Other comprehensive (expense)/income			
<i>Item that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of foreign operations		(35)	1,487
<i>Item that will not be reclassified to profit or loss:</i>			
Fair value changes on financial assets at fair value through other comprehensive income ("FVTOCI")		(5,613)	750
Other comprehensive (expense)/income for the period		(5,648)	2,237
Total comprehensive income for the period		2,708	13,196

		Six months ended 30 September	
		2025 Unaudited HK\$	2024 Unaudited HK\$
Earnings per share	11		
– Basic		0.65	0.85
– Diluted		N/A	N/A

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2025

		30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
	Notes		
Non-current assets			
Property, plant and equipment	12	–	–
Right-of-use assets	13	565	979
Loan receivables	14	125,200	107,156
Deferred tax assets		83	89
Financial assets at FVTOCI	15	8,750	16,890
		134,598	125,114
Current assets			
Inventories	16	98,268	93,929
Trade receivables	17	4,249	9,862
Loan and interest receivables	14	188,972	189,183
Other receivables and deposits paid	18	22,167	20,904
Cash deposits held by securities brokers		103	4
Bank balances and cash		157	216
		313,916	314,098

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

As at 30 September 2025

	Notes	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Current liabilities			
Trade payables	19	608	608
Loan and interest payables		3,986	1,843
Other payables and accruals	20	39,936	36,198
Lease liabilities	21	591	795
Unconvertible bonds		13,548	13,633
Tax payable		5,008	1,295
		63,677	54,372
Net current assets		250,239	259,726
Total assets less current liabilities		384,837	384,840
Non-current liabilities			
Lease liabilities	21	–	212
Loan and interest payables		1,000	3,675
Unconvertible bonds		13,996	13,820
		14,996	17,707
Net assets		369,841	367,133
Capital and reserves			
Share capital	22	129,471	129,471
Reserves		240,370	237,662
Total equity		369,841	367,133

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

	Share capital HK\$'000	Share premium HK\$'000	Contributed surplus HK\$'000	Investments revaluation reserve HK\$'000	Exchange reserve HK\$'000	Capital redemption reserve HK\$'000	Accumulated losses HK\$'000	Total HK\$'000
At 1 April 2024 (audited)	129,471	2,679,044	2,031	(18,562)	8,781	464	(2,469,225)	332,004
Profit for the period	-	-	-	-	-	-	10,959	10,959
Other comprehensive income:								
- Exchange differences on translation of foreign operations	-	-	-	-	1,487	-	-	1,487
- Fair value changes on financial assets at FVTOCI	-	-	-	750	-	-	-	750
Total comprehensive income for the period	-	-	-	750	1,487	-	10,959	13,196
At 30 September 2024 (unaudited)	129,471	2,679,044	2,031	(17,812)	10,268	464	(2,458,266)	345,200
At 1 April 2025 (audited)	129,471	2,679,044	2,031	(13,532)	8,789	464	(2,439,134)	367,133
Profit for the period	-	-	-	-	-	-	8,356	8,356
Other comprehensive (expense)/income:								
- Exchange differences on translation of foreign operations	-	-	-	-	(35)	-	-	(35)
- Disposal of financial assets at FVTOCI	-	-	-	2,058	-	-	(2,058)	-
- Fair value changes on financial assets at FVTOCI	-	-	-	(5,613)	-	-	-	(5,613)
Total comprehensive (expense)/income for the period	-	-	-	(3,555)	(35)	-	6,298	2,708
At 30 September 2025 (unaudited)	129,471	2,679,044	2,031	(17,087)	8,754	464	(2,432,836)	369,841

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2025

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Net cash used in operating activities	—	(3,869)
Cash flows from investing activities		
Net cash generated from investing activities	2,527	1
Cash flows from financing activities		
Proceeds from loan payables	1,090	1,410
Repayment of loan payables	(1,805)	(300)
Proceeds from issue of unconvertible bond	—	2,270
Repayment of unconvertible bond	(362)	—
Repayment of lease liabilities	(416)	(473)
Interest expense on lease liabilities	(24)	(14)
Interest paid	(970)	(527)
Increase in cash deposits held by securities brokers	(99)	—
Net cash (used in)/from financing activities	(2,586)	2,366
Net decrease in cash and cash equivalents	(59)	(1,502)
Cash and cash equivalents as at the beginning of the period	216	354
Effects of exchange rate changes	—	1,482
Cash and cash equivalents as at the end of the period	157	334
Cash and cash equivalents at the end of the period represented by:		
Bank balances and cash	157	334

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 September 2025

1. GENERAL INFORMATION

Dufu Liquor Group Limited (the “**Company**”) was incorporated in Bermuda as an exempted company with limited liability under the Companies Act 1981 of Bermuda. The Company’s shares are listed on the Stock Exchange. The condensed consolidated interim financial statements for the six months ended 30 September 2025 have been prepared in accordance with Hong Kong Accounting Standard (“**HKAS**”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants (“**HKICPA**”) as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rule**”). The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual report of the Company for the year ended 31 March 2025.

2. BASIS OF PREPARATION

The condensed consolidated interim financial statements have been prepared in accordance with the same accounting policies adopted in the annual report of the Company for the year ended 31 March 2025, except for the accounting policy changes that mentioned in note 3.

The preparation of condensed consolidated interim financial statements in conformity with HKAS 34 requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates.

The condensed consolidated interim financial statements contain condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the issuance of the annual financial statements for the year ended 31 March 2025.

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

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

3. ADOPTION OF NEW AND AMENDMENTS TO HKFRS ACCOUNTING STANDARDS

The accounting policies adopted in the preparation of the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 March 2025, except for the adoption of new standards effective as of 1 April 2025.

Amendments to HKAS 21

Lack of Exchangeability

The application of the new and amendments to HKFRS Accounting Standards during the reporting period has no material impact on the amounts reported in these condensed consolidated financial statements and/or disclosures set in these condensed consolidated financial statements.

4. SEGMENT INFORMATION

The Group's operating and reportable segments are based on the types of products sold and services rendered. The Group has identified the following reportable segments.

Design and marketing of jewelry: design, marketing and sales of jewelry

Money lending: provision of loans as money lending

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

4. SEGMENT INFORMATION (Continued)

(a) Revenue

Revenue, which is also the Group's turnover, represents the net invoiced value of goods sold, after allowances and trade discounts ("**Design and marketing of jewelry**"), and interest income from provision of loans as money lending ("**Money lending**") is analysed as below.

(i) Disaggregation of revenue from contracts with customers by major products or service lines is as follows:

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Revenue from contracts with customers within the scope of HKFRS 15		
Sales of jewelry	9,997	11,320
Revenue from other sources		
Interest income from money lending	18,462	16,042
	28,459	27,362

(ii) Disaggregation by timing of revenue recognition within the scope of HKFRS 15

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
At a point in time	9,997	11,320

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

4. SEGMENT INFORMATION (Continued)

(b) Segment revenue and result

For the six months ended 30 September 2025 (Unaudited)

	Design and marketing of jewelry HK\$'000	Money lending HK\$'000	Total HK\$'000
Segment revenue:			
Revenue from external customers	9,997	18,462	28,459
Net segment result:			
Segment result	(1,428)	18,248	16,820
Other unallocated income			1
Other unallocated expenses			(3,294)
Finance costs			(1,630)
Profit before tax			11,897

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

4. SEGMENT INFORMATION (Continued)

(b) Segment revenue and result (Continued)

For the six months ended 30 September 2024 (Unaudited)

	Design and marketing of jewelry HK\$'000	Money lending HK\$'000	Total HK\$'000
Segment revenue:			
Revenue from external customers	11,320	16,042	27,362
Net segment result:			
Segment result	(556)	18,279	17,723
Other unallocated income			–
Other unallocated expenses			(5,296)
Finance costs			(1,117)
Profit before tax			11,310

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

4. SEGMENT INFORMATION (Continued)

(c) Segment assets and liabilities

As at 30 September 2025 (Unaudited)

	Design and marketing of jewelry HK\$'000	Money lending HK\$'000	Total HK\$'000
Assets and liabilities			
Segment assets			
– Hong Kong	26,065	314,172	340,237
– The People's Republic of China (the "PRC")	98,305	–	98,305
	<u>124,370</u>	<u>314,172</u>	<u>438,542</u>
Financial assets at FVTOCI			8,750
Deferred tax assets			83
Unallocated corporate assets			<u>1,139</u>
Consolidated total assets			<u>448,514</u>
Segment liabilities:			
– Hong Kong	13,928	252,944	266,872
– Elimination of loan payables (Note)	–	(249,900)	(249,900)
	<u>13,928</u>	<u>3,044</u>	<u>16,972</u>
Unconvertible bonds			27,544
Loan and interest payables			4,986
Tax payable			5,008
Unallocated corporate liabilities			<u>24,163</u>
Consolidated total liabilities			<u>78,673</u>

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

4. SEGMENT INFORMATION (Continued)

(c) Segment assets and liabilities (Continued)

As at 31 March 2025 (Audited)

	Design and marketing of jewelry HK\$'000	Money lending HK\$'000	Total HK\$'000
Assets and liabilities:			
Segment assets			
– Hong Kong	30,597	296,340	326,937
– The PRC	93,966	–	93,966
	<u>124,563</u>	<u>296,340</u>	<u>420,903</u>
Financial assets at FVTOCI			16,890
Deferred tax assets			89
Unallocated corporate assets			<u>1,330</u>
Consolidated total assets			<u>439,212</u>
Segment liabilities:			
– Hong Kong	11,878	250,430	262,308
– Elimination of loan payables (Note)	–	(249,900)	(249,900)
	<u>11,878</u>	<u>530</u>	<u>12,408</u>
Unconvertible bonds			27,453
Loan and interest payables			5,518
Tax payable			1,295
Unallocated corporate liabilities			<u>25,405</u>
Consolidated total liabilities			<u>72,079</u>

Note: The loan was made from the money lending segment of the Company to a subsidiary under negotiated terms. As at 30 September 2025, the carrying amount of loan was approximately HK\$249,900,000 (31 March 2025: approximately HK\$249,900,000).

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

4. SEGMENT INFORMATION (Continued)

(c) Segment assets and liabilities (Continued)

For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segments other than right-of-use assets, financial assets at FVTOCI, certain other receivables and deposits paid and deferred tax assets; and
- all liabilities are allocated to reportable segments other than certain other payables and accruals, loan and interest payables, tax payables and unconvertible bonds.

5. OTHER INCOME AND GAINS/(LOSSES), NET

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Bank interest income	–	1
Sundry income	1	–
Exchange losses, net	–	(1)
Realised gain on disposal of financial assets at FVTOCI	2,058	–
	2,059	–

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

6. (ALLOWANCE FOR)/REVERSAL OF ECLs ON TRADE RECEIVABLES AND LOAN AND INTEREST RECEIVABLES, NET

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
(Allowance for)/reversal of ECLs on:		
– trade receivables	(497)	108
– loan and interest receivables	(211)	3,561
	<u>(708)</u>	<u>3,669</u>

7. FINANCE COSTS

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Interest on loan payables	303	247
Imputed interest on unconvertible bonds	1,303	856
Interest on lease liabilities	24	14
	<u>1,630</u>	<u>1,117</u>

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

8. PROFIT BEFORE TAX

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Auditor's remuneration	75	75
Staff costs (including directors' emoluments)	2,412	3,180
Cost of inventories sold	9,423	10,771
Depreciation of right-of-use assets	414	449

9. INCOME TAX EXPENSE

Income tax recognised in profit or loss

	Six months ended 30 September	
	2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Hong Kong Profits Tax	3,536	346
Deferred tax	5	5
Income tax expense for the period	3,541	351

Hong Kong Profits Tax

Hong Kong Profits Tax has been provided for at the rate of 8.25% on the first HK\$2 million of the estimated assessable profits and at 16.5% on the remaining assessable profits on the estimated assessable profits for the six months ended 30 September 2025 and 2024.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

10. INTERIM DIVIDEND

The Board did not propose to declare an interim dividend for the six months ended 30 September 2025 (six months ended 30 September 2024: Nil).

11. EARNING PER SHARE

The calculation of the basic and diluted earnings per share attributable to the owners of the Company is as follows:

	Six months ended 30 September 2025 Unaudited HK\$'000	2024 Unaudited HK\$'000
Profit/(loss)		
Profit/(loss) for the period attributable to owners of the Company for the purpose of calculating basic and diluted earnings per share	8,356	10,959

	Six months ended 30 September 2025 Unaudited '000	2024 Unaudited '000
Number of shares		
Weighted average number of ordinary shares for the purpose of calculating basic and diluted earnings per share	1,294,706	1,294,706

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

12. PROPERTY, PLANT AND EQUIPMENT

During the period, no any addition of property, plant and equipment (31 March 2025: Nil) to the Group, the Group has not written off any property, plant and equipment during the period (31 March 2025: Nil).

13. RIGHT-OF-USE ASSETS

Leased properties	
30 September	31 March
2025	2025
Unaudited	Audited
HK\$'000	HK\$'000
Carrying amount	
565	979

Six months ended 30 September	
2025	2024
Unaudited	Unaudited
HK\$'000	HK\$'000
Depreciation expenses on right-of-use assets	449
Interest expense on lease liabilities (included in finance costs)	14
Total cash outflow for leases	473

The Group regularly entered into short-term leases for office.

For both periods, the Group leases various offices for its operations. Lease contracts are entered into for fixed term of 2 years to 4 years (31 March 2025: 2 years to 4 years). Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. In determining the lease term and assessing the length of the non-cancellable period, the Group applies the definition of a contract and determines the period for which the contract is enforceable.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

14. LOAN AND INTEREST RECEIVABLES

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Loan receivables	360,924	342,880
Less: allowance for ECLs	(46,752)	(46,541)
	314,172	296,339
Less: non-current portion	(125,200)	(107,156)
	188,972	189,183

Loan receivables include both secured and unsecured loans to individuals customers, which are bearing interest and are repayable with fixed terms agreed with the Group's customers. Secured loan receivables are secured by collaterals provided by customers.

At 30 September 2025, the loan receivables arising from Money lending business with fixed interest rate ranging from 8% to 11% (31 March 2025: 8% to 11%) per annum on principal amount, are repayable quarterly. The effective interest rates of the loan receivables range from 9% to 11% (31 March 2025: 9% to 11%) per annum.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

14. LOAN AND INTEREST RECEIVABLES (Continued)

The maturity profile of these loan and interest receivables from customers, at the end of reporting period, net of allowance of ECL, analysed by remaining periods to their contracted maturity, is as follow:

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Repayable:		
On demand and within 3 months	106,203	–
Over 3 months but less than 1 year	32,822	189,183
Over 1 year but less than 2 years	113,975	33,254
Over 2 years but less than 3 years	61,172	73,902
	314,172	296,339

At 30 September 2025 and 31 March 2025, the loan and interest receivables were denominated in the following currencies:

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
HK\$	199,276	199,276
RMB	114,896	97,063
	314,172	296,339

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

15. FINANCIAL ASSETS AT FVTOCI

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Listed equity securities	8,750	16,890

As at 30 September 2025 and 31 March 2025, the fair value of listed equity securities are determined based on the quoted market closing prices available on the Stock Exchange.

The investment is not held for trading; instead, its is held for long-term strategic purpose.

16. INVENTORIES

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Goods held for sales	98,268	93,929

As at 30 September 2025, the allowances for inventories amounted to approximately HK\$271,000 (31 March 2025: HK\$271,000).

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

17. TRADE RECEIVABLES

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Trade receivables		
– Design and marketing of jewelry business	5,186	10,302
Less: allowance for ECLs	(937)	(440)
	4,249	9,862

The Group has a policy of allowing credit period 90 days (31 March 2025: 90 days) to its trade customers. The Group does not hold any collateral over the balances.

An aging analysis of trade receivables, net of allowance for ECLs recognised, at the end of reporting period, based on the invoice date, is as follows:

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Within 3 months	–	4,290
4 to 6 months	–	4,972
Over 6 months	4,249	600
	4,249	9,862

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

18. OTHER RECEIVABLES AND DEPOSITS PAID

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Other receivables	3	3
Deposits paid (Note)	22,164	20,901
	22,167	20,904

Note: As at 30 September 2025, included in the deposits paid of approximately HK\$21,853,000 (31 March 2025: HK\$20,590,000) are trade deposit paid to suppliers for design and marketing of jewelry business.

19. TRADE PAYABLES

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Trade payables	608	608

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

19. TRADE PAYABLES (Continued)

Trade payables related to design and marketing of jewelry business with credit period on purchase of goods ranges from 30 to 180 days (31 March 2025: 30 to 180 days).

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

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Over 180 days	608	608

At 30 September 2025 and 31 March 2025, the trade payables were denominated in HK\$ and the carrying amounts of trade payables approximate to their fair values.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

20. OTHER PAYABLES AND ACCRUALS

	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Other accrued charges and payables	39,771	36,033
Contract liabilities (Note (a))	165	165
	39,936	36,198

Note:

(a) Contract liabilities

Movements in contract liabilities:

	HK\$'000
Balance at 1 April 2025 (audited) and 30 September 2025 (unaudited)	165

Income from design and marketing of jewelry business

The Group receives a designated amount of the contract value from customers in advance. These advances result in contract liabilities being recognised until the customer obtains control of a promised jewelry products and the Group satisfies a performance obligation.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

21. LEASE LIABILITIES

	Minimum lease payments		Present value of minimum lease payments	
	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000	30 September 2025 Unaudited HK\$'000	31 March 2025 Audited HK\$'000
Within one year	605	831	591	795
In the second to fifth years, inclusive	–	214	–	212
	605	1,045	591	1,007
Less: Future finance charges	(14)	(38)	N/A	N/A
Present value of lease obligations	591	1,007	591	1,007
Less: Amount due for settlement within 12 months (shown under current liabilities)			(591)	(795)
Amount due for settlement after 12 months			–	212

The incremental borrowing rates applied to lease liabilities are 2.75% and 5.875% (31 March 2025: 2.75% and 5.875%).

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

22. SHARE CAPITAL

	Number of shares '000	Nominal amount HK\$'000
Authorised:		
Ordinary shares of HK\$0.1 each at		
1 April 2023, 31 March 2024, 1 April 2024,		
31 March 2025 (audited) and		
30 September 2025 (unaudited)	10,000,000	1,000,000
	Number of shares '000	Share capital HK\$'000
Issued and fully paid:		
Ordinary shares of HK\$0.1 each at		
1 April 2023, 31 March 2024, 1 April 2024,		
31 March 2025 (audited) and		
30 September 2025 (unaudited)	1,294,706	129,471

23. EMPLOYEE RETIREMENT BENEFITS

Defined contribution retirement plan

The Group has participated in defined contribution retirement schemes established under Mandatory Provident Fund Ordinance (“**MPF Schemes**”) for its employees in Hong Kong. The assets of the MPF Schemes are held separately from those of the Group in funds under the control of independent trustees. Under the rules of the MPF Schemes, each of the employer and its employees are generally required to make contributions to the schemes at 5% of the employee’s relevant monthly income, up to a maximum of HK\$1,500 per month.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (Continued)

For the six months ended 30 September 2025

23. EMPLOYEE RETIREMENT BENEFITS (Continued)

Defined contribution retirement plan (Continued)

The employees of PRC subsidiaries of the Group are members of state-managed retirement benefits schemes operated by the PRC government. The PRC subsidiaries are required to contribute a certain percentage of their payroll to the retirement benefits schemes to fund the benefits. The only obligation of the Group with respect to the retirement benefits schemes is to make the required contributions under the schemes.

No forfeited contributions were recognised during the six months ended 30 September 2025 (six months ended 30 September 2024: Nil) and there were no material forfeitures available to reduce the Group's future contributions at 30 September 2025 and 31 March 2025.

24. CAPITAL COMMITMENTS

The Group had no material capital commitments authorised but not provided for as at 30 September 2025 (31 March 2025: Nil).

25. RELATED PARTY TRANSACTIONS

Other than disclosed elsewhere in these condensed consolidated interim financial statements, the Group had the following material transactions with related parties.

Compensation of key management personnel of the Group, who were the Directors, are as follows:

	Six months ended 30 September	
	2025	2024
	Unaudited	Unaudited
	HK\$'000	HK\$'000
Short-term employee benefits	599	683