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LK 力勁科技集團有限公司
L.K. Technology Holdings Limited

(Incorporated in the Cayman Islands with limited liability) (於開曼群島註冊成立之有限公司) Stock Code 股份代號 : 558

INTERIM REPORT 2025/26 中期報告

CONTENTS

| | | | |
|----|--|----|---|
| 2 | Financial Highlights | 19 | Condensed Consolidated Income Statement |
| 3 | Corporate Information | 20 | Condensed Consolidated Statement of Comprehensive Income |
| 4 | Management Discussion and Analysis | 21 | Condensed Consolidated Statement of Changes in Equity |
| 9 | Other Information | 23 | Condensed Consolidated Statement of Cash Flows |
| 16 | Report on Review of Interim Financial Information | 24 | Notes to the Condensed Consolidated Interim Financial Information |
| 17 | Condensed Consolidated Statement of Financial Position | | |

FINANCIAL HIGHLIGHTS

| | (Unaudited) Six months ended 30 September | | Change % |
|--------------------------------------|--|--------------------------------|-------------|
| | 2025 HK\$'000 | 2024 HK\$'000 | |
| Operating results: | | | |
| Revenue | 3,260,464 | 2,594,448 | 25.7% |
| Gross profit | 767,223 | 744,623 | 3.0% |
| Gross profit margin | 23.5% | 28.7% | -5.2% |
| Operating profit | 249,840 | 216,520 | 15.4% |
| Operating profit margin | 7.7% | 8.3% | -0.6% |
| Profit for the period | 167,696 | 165,923 | 1.1% |
| Net profit margin | 5.1% | 6.4% | -1.3% |
| Return on equity (annualised) | 8.0% | 9.8% | -1.8% |
| | | | |
| | | HK cents | HK cents |
| Basic and diluted earnings per share | 10.4 | 10.9 | -4.6% |
| | | | |
| 2 | | | |
| | (Unaudited) As at 30 September | (Audited) As at 31 March | Change % |
| | 2025 HK\$'000 | 2025 HK\$'000 | |
| Financial position: | | | |
| Total assets | 12,608,479 | 11,914,252 | 5.8% |
| Net assets | 4,183,090 | 4,116,554 | 1.6% |
| Net current assets | 2,782,153 | 3,042,491 | -8.6% |
| Cash and cash equivalents | 1,406,817 | 1,560,253 | -9.8% |
| Total borrowings | 2,441,712 | 2,148,860 | 13.6% |

CORPORATE INFORMATION

As at 27 November 2025

BOARD OF DIRECTORS

Executive Directors

Ms. Chong Siw Yin (*Chairperson*)
 Mr. Liu Zhuo Ming (*Chief Executive Officer*)
 Mr. Tse Siu Sze

Independent Non-executive Directors

Dr. Low Seow Chay
 Dr. Lui Ming Wah, *PhD, SBS, JP*
 Mr. Look Andrew

COMPANY SECRETARY

Ms. Ng Ka Man

AUTHORISED REPRESENTATIVES

Ms. Chong Siw Yin
 Ms. Ng Ka Man

AUDIT COMMITTEE

Dr. Lui Ming Wah, *PhD, SBS, JP* (*Chairperson*)
 Dr. Low Seow Chay
 Mr. Look Andrew

NOMINATION COMMITTEE

Dr. Low Seow Chay (*Chairperson*)
 Dr. Lui Ming Wah, *PhD, SBS, JP*
 Mr. Look Andrew

REMUNERATION COMMITTEE

Mr. Look Andrew (*Chairperson*)
 Dr. Low Seow Chay
 Dr. Lui Ming Wah, *PhD, SBS, JP*

AUDITOR

PricewaterhouseCoopers
Certified Public Accountants
Registered Public Interest Entity Auditor

REGISTERED OFFICE

Cricket Square
 Hutchins Drive, P.O. Box 2681
 Grand Cayman, KY1-1111
 Cayman Islands

PRINCIPAL PLACE OF BUSINESS IN HONG KONG

Unit A, 8th Floor
 Mai Wah Industrial Building
 1-7 Wah Sing Street
 Kwai Chung
 New Territories
 Hong Kong

HONG KONG BRANCH SHARE REGISTRAR AND TRANSFER OFFICE

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

PRINCIPAL BANKERS

China Construction Bank (Asia) Corporation Limited
 Bank of China
 Intesa Sanpaolo Spa

STOCK CODE

558

WEBSITE

www.lk.world

MANAGEMENT DISCUSSION AND ANALYSIS

I. INDUSTRY DEVELOPMENT TRENDS AND MACROECONOMIC ENVIRONMENT

(i) Global macroeconomic trends: opportunities across industries amidst an uneven recovery

During the reporting period, the global economy continued to exhibit a divergent pattern characterised by “slower growth in the developed economies, with the emerging markets leading the pace of expansion”. Manufacturing investment sentiment remained cautious in economies in Europe and America due to the lingering inflationary pressure and the delayed effects of policy tightening, with fluctuating industrial production indices. Emerging markets led by Southeast Asia and South Asia have been acting as the core drivers of global economic growth. The momentum stemmed from the sustained tariff reductions under the Regional Comprehensive Economic Partnership (RCEP) and the deepening of industrial chain integration, coupled with accelerated local infrastructure development and the demand for manufacturing upgrades.

In the raw materials market, the magnesium-to-aluminum price ratio remained consistently below 0.75. This trend has significantly reduced the application costs of magnesium alloy materials, creating favourable conditions for lightweight transformation in sectors such as automotive manufacturing and humanoid robotics, which has directly driven sustained growth in market demand for magnesium alloy die-casting equipment.

(ii) Core industry development trends

Automotive Manufacturing Industry: The deepening and emphasis of lightweight design of new energy technology has accelerated the resonance within the global automotive industry, driving an in-depth transition towards new energy technology. According to data from the China Passenger Car Association, during the first three quarters of 2025, global sales of new energy vehicle (NEV) reached 10,446,000 units, representing a year-on-year increase of 32%, among which the Chinese market continued to lead the industry as it accounted for 70.5% of the global market share with sales of 7,400,000 units. In this new phase where “product-driven” replaces “policy-driven,” automakers were focusing on performance upgrades and cost optimisation. The application of integrated die-casting technology has extended beyond battery trays and rear floor panels to core structural components such as the entire chassis and front compartment. Meanwhile, magnesium alloys rapidly gained traction in automotive body structures and interior components due to their superior lightweighting capabilities compared to aluminum alloys (offering weight reduction of 25%–50%). Coupled with the cost advantage of stabilised magnesium prices, this trend has been propelling magnesium die-casting equipment to become a new growth engine for the industry.

Automation and Intelligent Equipment Industry: The deep integration of AI technology with manufacturing has become an irreversible trend, with industrial robots achieving increasing penetration rates in production lines. As an emerging sector within smart manufacturing, humanoid robots were accelerating their R&D and mass production processes, driving an urgent demand for supporting automated production equipment, high-precision machining technologies, and intelligent solutions.

MANAGEMENT DISCUSSION AND ANALYSIS

Precision Manufacturing and Consumer Electronics Industry: The market for emerging tech consumer products like AI glasses and smart wearables continued to expand, directly driving precision specialty casting equipment toward higher accuracy and more flexible processes. Tolerance control at the 0.01mm level has become the industry standard, creating differentiated competitive opportunities for equipment manufacturers with core technologies.

II. BUSINESS PERFORMANCE AND ANALYSIS OF CORE BUSINESSES

(i) Overall performance of the Group

During the first half of the financial year 2025/2026, amid persistent pressures from intensifying competition in the domestic market and structural opportunities in the global market, the Company achieved steady growth in overall operating performance through its deep technological expertise, precise market positioning, and efficient operational management, demonstrating strong business resilience. During the reporting period, the Company achieved operating revenue of HK\$3,260.5 million, representing a year-on-year increase of 25.7%. Gross profit reached HK\$767.2 million, an improvement of 3 percentage points compared to the same period last year. Net profit amounted to HK\$167.7 million, with a net profit margin of 5.1%, indicating a steady enhancement in profitability.

From a business structure perspective, our core die-casting machine business generated revenue of HK\$2,263.2 million, accounting for 69.4% of total revenue and representing a year-on-year increase of 39.5%. Overall sales revenue from the plastic injection moulding machine business grew by 4.4% year-on-year. Revenue from the CNC machining centre business amounted to HK\$77.1 million, accounting for 2.4% of total revenue, reflecting a year-on-year decrease of 14.7%.

(ii) Operating results by business segments

Die-casting Machine Business: The Company's die-casting machine business maintained its growth momentum, achieving a significant year-on-year increase of 39.5%. Driven by simultaneous advancements in both NEV die casting and magnesium alloy die casting, magnesium alloy die casting stands out particularly for its technological leadership and application breakthroughs. The Company's magnesium alloy equipment series recorded a year-on-year sales surge of more than 400% in 2025. Since establishing its magnesium alloy hot-chamber and cold-chamber die-casting capabilities in 2000, the Company has continuously deepened its expertise in core magnesium alloy technologies, focused on addressing industry-wide technical challenges. The "TPI Magnesium Alloy Semi-Solid Triggered Plasticity" equipment, launched in 2024, has rapidly gained market recognition for its disruptive technological performance and has successfully adapted to diverse high-value scenarios in automotive manufacturing. Driven by deepening market recognition of magnesium die-casting advantages, renewed technical evaluations triggering more orders from existing clients, and the Company's position in the scarce TPI equipment supply landscape, TPI series equipment focused on the high-end market. TPI equipment sales achieved explosive growth, with shipment volumes surging significantly. At present, collaborations with key clients yielded substantial results: A leading South China OEM has procured 5000T TPI series equipment for automotive chassis and structural component production. Concurrently, the jointly developed 5000T magnesium alloy semi-solid die-casting equipment for Chongqing's lightweighting benchmark project was successful. These two major orders underscore the Company's magnesium alloy equipment's market competitiveness. Furthermore, the Company provides magnesium alloy and magnesium-lithium alloy die-casting equipment to clients across smart wearables, two-wheeled

MANAGEMENT DISCUSSION AND ANALYSIS

electric vehicles, humanoid robots, and low-altitude economy sectors. This multi-domain deployment lays the equipment foundation for expanding magnesium alloy die casting into new applications, continuously broadening the boundaries of magnesium alloy utilisation.

Industry feedback indicated that the Company's product capabilities had been further enhanced. Revenue from automotive customers increased by 31% year-on-year, while revenue from smart 3C customers surged by 61%. The automotive sector has emerged as the primary driver of business growth, fully demonstrating the Company's technological prowess and market competitiveness in the die-casting machine industry. During the reporting period, the Company deepened its collaborations with multiple European OEMs and parts suppliers, as its overseas project delivery capabilities has continually validated: The 7000T super-large smart die-casting unit customised for a renowned automotive structural component supplier had been successfully shipped and delivered to its Eastern Europe facility. The unit would be used to produce battery housings and automotive body structural components for NEVs, serving multiple global mainstream automotive brands. Meanwhile, a 9000T ultra-large die-casting machine has been successfully delivered to a European luxury car manufacturer. Additionally, certain medium-to-large die-casting equipment had commenced production at the North America facilities of renowned parts suppliers. The successful implementation of these series of projects fully demonstrated the Company's capabilities in overseas equipment deployment and systematic delivery within the high-end markets of Europe and America. In domestic OEM and parts sectors, several long-term clients had consistently purchased multiple medium-to-large die-casting machines. These included leading OEMs in southern China, emerging players in the NEV parts manufacturing segment, and benchmark enterprises in China's automotive casting industry. The Company's market share had further expanded, demonstrating recognition

among core client groups and ability in soliciting recurring orders. To further expand into Europe's high-end market and strengthen its technological and talent pool, the Company entered into a strategic partnership with the University of Debrecen in Hungary to jointly establish the "European Innovation Machinery Centre (歐洲創新機械中心)".

Small and medium-sized die-casting machines also delivered impressive performance, with particularly strong demand actualisation in the motorcycle parts sector. During the reporting period, the Company successfully delivered equipment and secured bulk orders from leading enterprises, achieving significant year-on-year sales growth in the motorcycle parts industry. This has enabled the Company to continuously expand its market share in both the domestic and Southeast Asia motorcycle parts markets.

Injection Moulding Machine Business: Leveraging a dual-drive strategy of "high-end customisation + niche applications," the injection moulding machine business achieved dual successes in product structure upgrades and market expansion, with revenue growing by 4.4% year-on-year. During the reporting period, the Company achieved breakthroughs across multiple Southeast Asian markets, with significant results from core client collaborations: In Vietnam market, the Company focused on home appliance and toy sectors, establishing deep partnerships with leading industry players. Products were exported to Europe, the Middle East, Japan and other regions, with sales revenue surging by 150% year-on-year. In Indonesia market, we advanced strategic industry collaborations, partnering with key toy manufacturers to empower the global supply chain while providing robust support for leading vehicle enterprises' global expansion plans. On the product front, high-end customised models continued to gain momentum: The FA3550T large two-platen injection moulding machine, tailored for automotive exterior and structural component suppliers, was specifically designed for producing plastic

MANAGEMENT DISCUSSION AND ANALYSIS

battery enclosures for NEVs. It adopts a “plastic-for-steel” technology approach to address lightweighting trends, reduce battery pack weight and enhance driving range. The EL160 all-electric injection moulding machine leverages medical-grade precision control capabilities to introduce a “green production solution”, successfully penetrating the medical device manufacturing sector and filling the business gap for high-end medical injection moulding equipment. In terms of specific models, the dual-colour VARIA series delivered outstanding performance, with sales revenue increasing by 98% year-on-year. By industry segments, sales revenue from 3C/electronics and communications clients grew by 39% year-on-year, while sales revenue from toy industry clients surged by 88%.

CNC Machining Centre Business: The Company has developed a series of CNC product solutions, continuously iterating to enhance product performance while optimising production capacity and line layout. Through measures such as management team optimisation and sales channel expansion, market reach capabilities have been further strengthened.

III. APPLICATION BREAKTHROUGHS AND PRODUCTION CAPACITY LAYOUT

(i) Magnesium alloy die-casting enables robot lightweighting: Integration of robotics and smart manufacturing

Leveraging its proprietary TPI magnesium alloy semi-solid die-casting technology, the Company has strategically entered the humanoid robot lightweighting sector, providing efficient forming solutions for robotic shell production. During the reporting period, the Company engaged in in-depth discussions with multiple robotics firms regarding technology implementation and product adaptation, reaching strategic cooperation agreements to significantly empower humanoid robot production and

R&D. The solution focused on TPI magnesium alloy forming technology. Leveraging technical advantages such as optimised material flow and enhanced forming precision, it would enable the robotic body to achieve weight reduction and strength reinforcement, perfectly meeting demands for heavy-duty operations and endurance optimisation.

(ii) Amorphous alloy die-casting technology: Precisely empowering precision manufacturing in consumer electronics and beyond

Amorphous alloys, with their exceptional properties such as high strength and hardness, can be applied in fields including 3C electronics (foldable screen hinges), automotive precision components, and medical devices. Leveraging its extensive R&D expertise, the Company has achieved targeted breakthroughs in core technological challenges for the large-scale industrialisation of amorphous alloys – overcoming critical hurdles such as raw material compatibility, forming process optimisation, and the development of high-efficiency production equipment, thereby filling the gap in systematic guidance for die-casting processes. Leveraging technological breakthroughs, the Company has proactively positioned itself in the amorphous alloy die-casting equipment sector, focusing on core elements such as precise mould temperature control and vacuum environment maintenance to further enhance its strategic layout in high-end specialty casting equipment. Currently, the Company's amorphous alloy die-casting technology has made significant strides in the 3C sector, successfully delivering equipment solutions for products including smartphone bezels, mid-frames, and liquid metal hinges for foldable phones. The achievement lays a solid foundation for further business expansion.

MANAGEMENT DISCUSSION AND ANALYSIS

(iii) Further advancing of the globalisation strategy: Optimising and expanding domestic and international production and service networks

During the reporting period, the Company accelerated the optimisation of its domestic and overseas production capacity and deployment of service centres, focusing on enhancing core business capabilities and upgrading global services. In Mainland China, construction of the Fuxin Gantry CNC Machine Tool Project has formally commenced. It will focus on producing CNC optical machines, vertical/horizontal machining centres, and gantry CNC series products, further enhancing the high-end machine tool production capacity matrix while strengthening production coverage and customer responsiveness in northeastern China. In overseas, the Company's Indonesian technical service centre has officially commenced construction. It will establish a localised technical support and service system to precisely meet the equipment demands arising from the manufacturing shift in Southeast Asia.

Moving forward, the Company will continue to deepen technological innovation and global production capacity coordination. By expanding growth opportunities through diverse application breakthroughs and solidifying service foundations with a comprehensive production layout, we intend to fully capture the opportunities in high-end manufacturing and global development.

OTHER INFORMATION

DIRECTORS' AND CHIEF EXECUTIVE'S INTERESTS AND/OR SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY OR ANY SPECIFIED UNDERTAKING OF THE COMPANY OR ANY OTHER ASSOCIATED CORPORATIONS

As at 30 September 2025, the interests and short positions of the Directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of Securities and Futures Ordinance ("SFO")) which were required to be notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to Divisions 7 and 8 of Part XV of SFO (including any interests which were taken or deemed to have under such provisions of the SFO) or were required, pursuant to section 352 of the SFO, to be entered in the register referred to therein, or were required, pursuant to Model Code for Securities Transactions by Directors of Listed Issuers ("Model Code") in the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"), to be notified to the Company and the Stock Exchange, were as follows:

| Name of Director/ chief executive | Name of company | Capacity | Number of shares held | Approximate percentage of shareholding |
|--------------------------------------|--------------------|------------------------|----------------------------|--|
| Ms. Chong Siw Yin ("Ms. Chong") | the Company | Beneficiary of a trust | 849,078,004 ⁽¹⁾ | 62.23% |
| | the Company | Beneficial owner | 3,105,000 ⁽²⁾ | 0.23% |
| | the Company | Interest of spouse | 5,722,750 ⁽³⁾ | 0.42% |
| Mr. Liu Zhuo Ming | the Company | Beneficiary of a trust | 849,078,004 ⁽⁴⁾ | 62.23% |
| | the Company | Beneficial owner | 1,000,000 ⁽⁵⁾ | 0.07% |
| Mr. Tse Siu Sze ("Mr. Tse") | the Company | Interest of spouse | 50,000 ⁽⁶⁾ | 0.004% |
| | | Long position | | |

Notes:

1. These 849,078,004 shares are owned by Girgio Industries Limited ("Girgio"). Girgio is owned as to 95% by Full Profit Asset Limited which is wholly-owned by HSBC International Trustee Limited (as trustee of The Liu Family Trust, in which Ms. Chong, Mr. Liu Zhuo Ming and Miss Liu Ying Ying are the beneficiaries of The Liu Family Trust) and 5% by Mr. Liu Siong Song ("Mr. Liu"), the spouse of Ms. Chong.
2. 3,105,000 underlying shares held by Ms. Chong, 300,000 of which are held by virtue of the interests in the share options of the Company granted to her on 24 September 2021.
3. These 5,722,750 shares are beneficially owned by Mr. Liu.
4. Mr. Liu Zhuo Ming is deemed to be interested in the 849,078,004 shares held by Girgio as a beneficiary of The Liu Family Trust. Mr. Liu Zhuo Ming is the son of Mr. Liu and Ms. Chong.
5. 1,000,000 underlying shares are held by Mr. Liu Zhuo Ming by virtue of the interests in the share options of the Company granted to him on 24 September 2021.
6. 50,000 underlying shares are held by Mr. Tse by virtue of the interests in the share options of the Company granted to his spouse on 24 September 2021.

OTHER INFORMATION

Long position in shares of associated corporation of the Company

| Name of Director | Name of associated corporation | Capacity | Number of shares | Approximate percentage of shareholding |
|------------------|--|------------------|----------------------------|--|
| Mr. Tse Siu Sze | LK Injection Molding Machine Co., Ltd. (廣東力勁塑機智造股份有限公司) | Beneficial owner | 6,011,031 Long position | 2.62% |

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

INTERESTS AND LONG POSITIONS OF SHAREHOLDERS DISCLOSEABLE UNDER THE SFO

As at 30 September 2025, according to the relevant disclosure of the interest information as shown on the HKExnews website of HKEx and the register kept by the Company under Section 336 of the SFO, the following companies and persons, other than the Directors and chief executive of the Company, had long positions of 5% or more in the Shares and underlying Shares of the Company:

| Name | Capacity | Number of shares held | Approximate percentage of shareholding |
|------------------------------------|-------------------------|---|--|
| Girgio | Beneficial owner | 849,078,004 ⁽¹⁾ Long position | 62.23% |
| Mr. Liu | See Note ⁽²⁾ | 849,078,004 ⁽²⁾ Long position | 62.23% |
| | See Note ⁽²⁾ | 3,105,000 ⁽²⁾ Long position | 0.23% |
| | Beneficial owner | 5,722,750 Long position | 0.42% |
| HSBC International Trustee Limited | See Note ⁽³⁾ | 848,078,004 ⁽³⁾ Long position | 62.16% |

OTHER INFORMATION

Notes:

1. These 849,078,004 shares are owned by Girgio. Girgio is owned as to 95% by Full Profit Asset Limited which is wholly-owned by HSBC International Trustee Limited (as trustee of The Liu Family Trust, in which Ms. Chong, Mr. Liu Zhuo Ming and Miss Liu Ying Ying are the beneficiaries of The Liu Family Trust) and 5% by Mr. Liu.
2. Mr. Liu is the spouse of Ms. Chong and is deemed to be interested in the shares held by Ms. Chong. Besides, Mr. Liu holds 5% interest in Girgio.
3. HSBC International Trustee Limited is the trustee of The Liu Family Trust. The Liu Family Trust was established by Mr. Liu on 22 February 2002 and amended and restated on 3 December 2021 for the benefit of Ms. Chong and the children of Mr. Liu and Ms. Chong. HSBC International Trustee Limited as trustee of The Liu Family Trust owns 95% interest in the Company by the virtue of its shareholding in Full Profit Asset Limited.

Save as disclosed above, the Directors of the Company were not aware of any persons (who were not directors or chief executive of the Company) who had an interest or short position in the shares or underlying shares of the Company which would fall to be disclosed under Divisions 2 and 3 of Part XV of the SFO, or who has interest in 5% or more of the nominal value of any class of share capital, or options in respect of such capital, carrying rights to vote in all circumstances at general meetings of the Company or which would be required, pursuant to section 336 of the SFO, to be entered in the register referred therein.

OTHER INFORMATION

SHARE OPTION SCHEME

A share option scheme (the "Share Option Scheme") was adopted pursuant to a resolution passed by the shareholders of the Company at the annual general meeting held on 8 September 2016 and would remain in force for a period of 10 years.

On 24 September 2021, the Company granted an aggregate of 27,540,000 share options to 390 employees of the Group under the Share Option Scheme. Movements in the outstanding share options of the Company granted under the Share Option Scheme during the six months ended 30 September 2024 ("Interim Period") were as follows:

| Name | Date of grant | of grant | Closing price per share immediately before date | Number of share options | | | | | | | | | |
|------------------|-------------------|-------------------|---|-------------------------|--------------------------|-----------------------------------|----------------|-------------------------------------|----------------|------------------------|--|--|-------------------|
| | | | | Balance outstanding | | Granted during the Interim Period | | Exercised during the Interim Period | | Lapsed during the Year | | Cancelled during the Year | |
| | | | | 1 April 2025 | Exercise price per share | 1 April | Interim Period | 1 April | Interim Period | 1 April | Year | 1 April | 30 September 2025 |
| | | | HK\$ | HK\$ | | | | | | | | | |
| Directors | | | | | | | | | | | | | |
| 12 | Ms. Chong Siw Yin | 24 September 2021 | 18.9 | 19.86 | 120,000 | - | - | - | - | 120,000 | 120,000 | 120,000 | |
| | | | | | | | | | | | (24 September 2021 to 24 September 2023) | (25 September 2023 to 23 September 2031) | |
| | | 24 September 2021 | 18.9 | 19.86 | 90,000 | - | - | - | - | 90,000 | 90,000 | 90,000 | |
| | | | | | | | | | | | (24 September 2021 to 24 September 2024) | (25 September 2024 to 23 September 2031) | |
| | | 24 September 2021 | 18.9 | 19.86 | 90,000 | - | - | - | - | 90,000 | 90,000 | 90,000 | |
| | | | | | | | | | | | (24 September 2021 to 24 September 2025) | (25 September 2025 to 23 September 2031) | |
| 12 | Mr. Liu Zhuo Ming | 24 September 2021 | 18.9 | 19.86 | 400,000 | - | - | - | - | 400,000 | 400,000 | 400,000 | |
| | | | | | | | | | | | (24 September 2021 to 24 September 2023) | (25 September 2023 to 23 September 2031) | |
| | | 24 September 2021 | 18.9 | 19.86 | 300,000 | - | - | - | - | 300,000 | 300,000 | 300,000 | |
| | | | | | | | | | | | (24 September 2021 to 24 September 2024) | (25 September 2024 to 23 September 2031) | |
| | | 24 September 2021 | 18.9 | 19.86 | 300,000 | - | - | - | - | 300,000 | 300,000 | 300,000 | |
| | | | | | | | | | | | (24 September 2021 to 24 September 2025) | (25 September 2025 to 23 September 2031) | |

OTHER INFORMATION

| Name | Date of grant | Number of share options | | | | | | | | | |
|-----------------------------------|-------------------|----------------------------------|--------------------------|---------------------|------|--|----------------|-------------------------------------|-----------|---|--|
| | | Closing price per share | | Balance outstanding | | Granted during the 1 April 2025 Interim Period | | Exercised during the Interim Period | | Balance outstanding as at 30 September 2025 | |
| | | immediately before date of grant | Exercise price per share | HK\$ | HK\$ | 2025 | Interim Period | Year | Year | as at 30 September 2025 | as at 30 September 2025 |
| Miss Liu Ying Ying ⁽¹⁾ | 24 September 2021 | 18.9 | 19.86 | 60,000 | | - | - | - | - | 60,000 | 60,000 |
| | | | | | | | | | | (24 September 2021 to 24 September 2023) | (25 September 2023 to 23 September 2031) |
| | 24 September 2021 | 18.9 | 19.86 | 45,000 | | - | - | - | - | 45,000 | 45,000 |
| Ms. Lau Yau Ting ⁽²⁾ | 24 September 2021 | 18.9 | 19.86 | 45,000 | | - | - | - | - | 45,000 | 45,000 |
| | | | | | | | | | | (24 September 2021 to 24 September 2024) | (25 September 2024 to 23 September 2031) |
| | 24 September 2021 | 18.9 | 19.86 | 45,000 | | - | - | - | - | 45,000 | 45,000 |
| Other employee participants | 24 September 2021 | 18.9 | 19.86 | 20,000 | | - | - | - | - | 20,000 | 20,000 |
| | | | | | | | | | | (24 September 2021 to 24 September 2023) | (25 September 2023 to 23 September 2031) |
| | 24 September 2021 | 18.9 | 19.86 | 15,000 | | - | - | - | - | 15,000 | 15,000 |
| | 24 September 2021 | 18.9 | 19.86 | 15,000 | | - | - | - | - | 15,000 | 15,000 |
| | | | | | | | | | | (24 September 2021 to 24 September 2024) | (25 September 2024 to 23 September 2031) |
| | 24 September 2021 | 18.9 | 19.86 | 8,574,000 | | - | - | - | (101,200) | 9,072,800 | 9,072,800 |
| | 24 September 2021 | 18.9 | 19.86 | 6,430,500 | | - | - | - | (75,900) | 6,804,600 | 6,804,600 |
| | | | | | | | | | | (24 September 2021 to 24 September 2024) | (25 September 2024 to 23 September 2031) |
| | 24 September 2021 | 18.9 | 19.86 | 6,430,500 | | - | - | - | (75,900) | 6,804,600 | 6,804,600 |
| | | | | | | | | | | (24 September 2021 to 24 September 2025) | (25 September 2025 to 23 September 2031) |
| | | | | 22,935,000 | | - | - | - | (253,000) | 22,682,000 | |

OTHER INFORMATION

Notes:

1. A daughter of Ms. Chong Siw Yin and Mr. Liu Siong Song, hence Miss Liu is an associate of a director and a controlling shareholder of the Company pursuant to the definition of the Listing Rules.
2. The spouse of Mr. Tse, being an associate of a Director of the Company pursuant to the definition of the Listing Rules.
3. The Share Options will be vested in three tranches, subject to the terms of the Share Option Scheme and the fulfilment of the following vesting conditions:

| Share Options | Percentage of exercisable Share Options | Exercise period | Vesting conditions |
|--------------------------|--|---|---|
| 40% of the Share Options | | exercisable during the period commencing from the first trading day after the second anniversary of the date of grant up to and including 23 September 2031 | upon satisfaction of the specific performance indicators based on the appraisal mechanism for the relevant grantees for specified financial years |
| 30% of the Share Options | | exercisable during the period commencing from the first trading day after the third anniversary of the date of grant up to and including 23 September 2031 | |
| 30% of the Share Options | | exercisable during the period commencing from the first trading day after the fourth anniversary of the date of grant up to and including 23 September 2031 | |

SHARE AWARD SCHEME

The Company has adopted a share award scheme (the "Share Award Scheme") on 28 October 2015 (the "Adoption Date"). The purpose of the Share Award Scheme is to recognize the contributions of the employees (including without limitation employees who are also directors) of the Group and to give incentives in order to retain them for the continual operation and development of the Group and to attract suitable personnel for the growth and further development of the Group.

Pursuant to the terms of the Share Award Scheme, the Board may, from time to time, at their absolute discretion select any employee for participation in the Share Award Scheme as a selected employee. The Board may determine the number of shares of the Company to be awarded to each selected employee and may impose any conditions, restrictions or limitations or waive any such conditions, restrictions or limitations from time to time in relation to the award as it may at its absolute discretion think fit.

The Board shall not make any further award which will result in the total number of shares awarded by the Board under the Scheme exceeding 10 per cent. of the issued share capital of the Company as at the Adoption Date. The total number of shares which may be awarded to a selected employee in any 12-month period up to and including the date of award shall not in aggregate exceed 1 per cent. of the issued share capital of the Company as at the Adoption Date.

Subject to any early termination as may be determined by the Board, the Share Award Scheme shall be valid and effective for a term of 10 years commencing on the Adoption Date.

During the six months ended 30 September 2025 ("Period"), the Company has not purchased any shares of the Company through the trustee in the open market on the Stock Exchange for the purpose of the Share Award Scheme. There were no shares awarded to employees pursuant to the Share Award Scheme during the Period.

There were no unvested awards at the beginning and at the end of the Period, nor awards vested, cancelled or lapsed during the Period.

OTHER INFORMATION

Share Incentive Scheme of Shenzhen LK

The adoption of the share incentive scheme (the "Share Incentive Scheme") of Shenzhen L.K. Technology Co., Ltd.* (深圳力勁科技股份有限公司) ("Shenzhen LK"), an indirect subsidiary of the Company, was approved by the Company at the extraordinary general meeting held on 22 December 2023.

There were no unvested awards at the beginning and at the end of the Period, nor awards granted, vested, cancelled or lapsed during the Period.

INTERIM DIVIDEND

The Board has resolved to declare an interim dividend of HK3 cents per share for the six months ended 30 September 2025 (2024: HK3 cents per share) to the shareholders whose names appear on the register of members of the Company on Tuesday, 23 December 2025. The interim dividend will be paid on or about Friday, 9 January 2026.

CLOSURE OF REGISTER OF MEMBERS

The register of members of the Company will be closed from Friday, 19 December 2025 to Tuesday, 23 December 2025, both days inclusive, during which no transfer of shares will be registered. In order to qualify for the interim dividend, all shares transfer documents accompanied by the relevant share certificates must be lodged with the Company's branch share registrar in Hong Kong, Computershare Hong Kong Investor Services Limited, Shops 1712–1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong for registration not later than 4:30 p.m. on Thursday, 18 December 2025.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

During the six months ended 30 September 2025, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the listed securities of the Company.

CORPORATE GOVERNANCE

The Company has complied with all the code provisions as set out in the Corporate Governance Code as set out in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules") during the Period under Review.

AUDIT COMMITTEE

The Audit Committee consists of three independent non-executive Directors, namely Dr. Lui Ming Wah, Dr. Low Seow Chay and Mr. Look Andrew. Dr. Lui Ming Wah is the chairman of the Audit Committee. The primary duties of the Audit Committee are to review and supervise the financial reporting process and internal control system of the Group and provide advice and comments to the Board.

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") as set out in Appendix C3 to the Listing Rules. Having made specific enquiry of all Directors, all Directors have confirmed that they have fully complied with the required standard set out in the Model Code throughout the Period under Review.

REVIEW OF FINANCIAL INFORMATION

The Audit Committee has reviewed the unaudited condensed consolidated interim financial information of the Group for the six months ended 30 September 2025. PricewaterhouseCoopers, the Group's external auditor, also reviewed the unaudited condensed interim financial information for the six months ended 30 September 2025 in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

15

On behalf of the Board

Chong Siw Yin

Chairperson

Hong Kong, 27 November 2025

* English name is made for identification purpose only

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION



羅兵咸永道

To the Board of Directors of L.K. Technology Holdings Limited
(incorporated in the Cayman Islands with limited liability)

INTRODUCTION

We have reviewed the interim financial information set out on pages 17 to 58, which comprises the condensed consolidated statement of financial position of L.K. Technology Holdings Limited (the "Company") and its subsidiaries (together, the "Group") as at 30 September 2025 and the condensed consolidated income statement, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the six months then ended, and selected explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of a report on interim financial information to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). The directors of the Company are responsible for the preparation and presentation of this interim financial information in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the HKICPA. Our responsibility is to express a conclusion on this interim financial information based on our review and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

16

SCOPE OF REVIEW

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

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information of the Group is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" as issued by the HKICPA.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 27 November 2025

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2025

| | Notes | (Unaudited) 30 September 2025 HK\$'000 | (Audited) 31 March 2025 HK\$'000 |
|---|-------|---|---|
| Non-current assets | | | |
| Intangible assets | 7 | 9,997 | 10,720 |
| Property, plant and equipment | 8 | 2,950,304 | 2,680,922 |
| Investment properties | 8 | 420,700 | 419,600 |
| Right-of-use assets | 8 | 492,159 | 495,281 |
| Interests in joint ventures | | 61,794 | 64,542 |
| Interests in associates | | 15,985 | 16,181 |
| Other receivables and deposits | | 49,866 | 36,941 |
| Deferred income tax assets | | 119,625 | 114,447 |
| Trade and bill receivables | 9 | 137,565 | 14,911 |
| Financial assets at fair value through other comprehensive income | 5.3 | 85,198 | 92,391 |
| Total non-current assets | | 4,343,193 | 3,945,936 |
| Current assets | | | |
| Inventories | | 1,965,982 | 1,928,097 |
| Trade and bill receivables | 9 | 4,083,694 | 3,718,880 |
| Other receivables, prepayments and deposits | | 506,011 | 411,398 |
| Short-term bank deposits | | 99,597 | 108,696 |
| Restricted bank balances | | 203,185 | 240,992 |
| Cash and cash equivalents | | 1,406,817 | 1,560,253 |
| Total current assets | | 8,265,286 | 7,968,316 |
| Total assets | | 12,608,479 | 11,914,252 |
| Equity | | | |
| Share capital | 10 | 136,440 | 136,440 |
| Reserves | | (795,013) | (826,765) |
| Retained earnings | | 2,708,507 | 2,680,555 |
| Non-controlling interests | | 2,049,934 | 1,990,230 |
| | | 2,133,156 | 2,126,324 |
| Total equity | | 4,183,090 | 4,116,554 |

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2025

| | Notes | 30 September 2025 HK\$'000 | (Unaudited) | 31 March 2025 HK\$'000 | (Audited) |
|--|-------|----------------------------------|-------------------|------------------------------|-------------------|
| Non-current liabilities | | | | | |
| Deferred income tax liabilities | | | 69,354 | | 73,086 |
| Borrowings | 11 | | 248,268 | | 253,829 |
| Lease liabilities | | | 56,168 | | 57,630 |
| Other payables | 12 | | 4,608 | | 4,460 |
| Redemption liabilities | 12 | | 2,563,858 | | 2,482,868 |
| Total non-current liabilities | | | 2,942,256 | | 2,871,873 |
| Current liabilities | | | | | |
| Trade and bill payables | 12 | | 2,122,156 | | 1,838,182 |
| Other payables and contract liabilities | 12 | | 1,105,756 | | 1,129,092 |
| Borrowings | 11 | | 2,193,444 | | 1,895,031 |
| Lease liabilities | | | 10,814 | | 12,214 |
| Current income tax liabilities | | | 46,332 | | 41,795 |
| Financial liability at fair value through profit or loss | 5.3 | | 4,631 | | 9,511 |
| Total current liabilities | | | 5,483,133 | | 4,925,825 |
| Total liabilities | | | 8,425,389 | | 7,797,698 |
| Total equity and liabilities | | | 12,608,479 | | 11,914,252 |

The consolidated financial statements on pages 17 to 58 were approved by the Board of Directors on 27 November 2025 and were signed on its behalf.

Chong Siw Yin
Director

Liu Zhuo Ming
Director

The notes on pages 24 to 58 are integral part of this condensed consolidated interim financial information.

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 September 2025

| | Notes | (Unaudited) Six months ended 30 September | |
|--|-------|--|------------------|
| | | 2025 HK\$'000 | 2024 HK\$'000 |
| Revenue | 13 | 3,260,464 | 2,594,448 |
| Cost of sales | 15 | (2,493,241) | (1,849,825) |
| Gross profit | | 767,223 | 744,623 |
| Other income | 13 | 45,159 | 73,130 |
| Other gains – net | 14 | 9,371 | 27,818 |
| Selling and distribution expenses | 15 | (223,931) | (254,671) |
| General administrative expenses | 15 | (350,701) | (367,083) |
| Reversal of provision/(provision) for impairment of trade receivables – net | 15 | 2,719 | (7,297) |
| Operating profit | | 249,840 | 216,520 |
| Finance income | | 7,384 | 11,700 |
| Finance costs | | (35,181) | (33,407) |
| Finance costs – net | 17 | (27,797) | (21,707) |
| Share of losses of joint ventures | | (2,806) | – |
| Share of losses of associates | | (11,240) | (91) |
| Profit before income tax | | 207,997 | 194,722 |
| Income tax expenses | 18 | (40,301) | (28,799) |
| Profit for the period | | 167,696 | 165,923 |
| Profit attributable to: | | | |
| Equity holders of the Company | | 141,377 | 148,385 |
| Non-controlling interests | | 26,319 | 17,538 |
| | | 167,696 | 165,923 |
| | | HK cents | HK cents |
| Earnings per share for profit attributable to owners of the Company during the period | | | |
| – Basic | 19(a) | 10.4 | 10.9 |
| – Diluted | 19(b) | 10.4 | 10.9 |

The notes on pages 24 to 58 are integral part of this condensed consolidated interim financial information.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 September 2025

| | (Unaudited) | |
|--|-------------------------------|----------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Profit for the period | 167,696 | 165,923 |
| Other comprehensive income for the period: | | |
| Item that may be reclassified to profit or loss upon disposal | | |
| Currency translation difference | 46,767 | 7,819 |
| Items that will not be reclassified to profit or loss | | |
| Fair value change of financial assets at fair value through other comprehensive income | (8,209) | – |
| Total comprehensive income for the period, net of tax | 206,254 | 173,742 |
| Total comprehensive income for the period attributable to: | | |
| Equity holders of the Company | 175,725 | 156,204 |
| Non-controlling interests | 30,529 | 17,538 |
| | 206,254 | 173,742 |

The notes on pages 24 to 58 are integral part of this condensed consolidated interim financial information.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

| Attributable to owners of the Company (Unaudited) | | | | | | | | | | | | | |
|---|----------------|------------------|---------------|--------------------|----------------------|--------------------|-------------------|----------------------|--|-------------------|------------------|---------------------------|------------------|
| | Share capital | Share premium | Share reserve | Capital redemption | Exchange translation | Other reserve | Statutory reserve | Property revaluation | through other comprehensive income reserve | Retained earnings | Sub-total | Non-controlling interests | Total equity |
| | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 | HK\$'000 |
| At 1 April 2025 | 136,440 | 1,068,168 | 12,418 | 1,200 | (226,842) | (2,246,155) | 434,645 | 129,433 | 368 | 2,680,555 | 1,990,230 | 2,126,324 | 4,116,554 |
| Profit for the period | - | - | - | - | - | - | - | - | - | 141,377 | 141,377 | 26,319 | 167,696 |
| Other comprehensive income | | | | | | | | | | | | | |
| Currency translation difference | - | - | - | - | 42,557 | - | - | - | - | - | 42,557 | 4,210 | 46,767 |
| Fair value change of financial asset at fair value through other comprehensive income | - | - | - | - | - | - | - | - | (8,209) | - | (8,209) | - | (8,209) |
| Total comprehensive income | - | - | - | - | 42,557 | - | - | - | (8,209) | 141,377 | 175,725 | 30,529 | 206,254 |
| Interest accretion of redemption liability in relation to a put option exercisable by non-controlling interests | - | - | - | - | - | (71,718) | - | - | - | - | (71,718) | - | (71,718) |
| Transfer to statutory reserve | - | - | - | - | - | - | 21,927 | - | - | (21,927) | - | - | - |
| Appropriation to Safety fund | - | - | - | - | - | 23,498 | - | - | - | (23,498) | - | - | - |
| Redemption liability in relation to a put option exercisable by non-controlling interests | | | | | | | | | | | | | |
| (Note 12) | - | - | - | - | - | 23,697 | - | - | - | - | 23,697 | - | 23,697 |
| Dividend declared | - | - | - | - | - | - | - | - | - | (68,000) | (68,000) | (23,697) | (91,697) |
| At 30 September 2025 | 136,440 | 1,068,168 | 12,418 | 1,200 | (184,285) | (2,270,678) | 456,572 | 129,433 | (7,841) | 2,708,507 | 2,049,934 | 2,133,156 | 4,183,090 |

21

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 September 2025

Attributable to owners of the Company (Unaudited)

| | Share capital HK\$'000 | Share premium HK\$'000 | Share reserve HK\$'000 | Treasury shares HK\$'000 | Exchange translation HK\$'000 | Other reserve HK\$'000 | Statutory reserve HK\$'000 | Property revaluation HK\$'000 | through other comprehensive income reserve HK\$'000 | Retained earnings HK\$'000 | Sub-total HK\$'000 | Non-controlling interests HK\$'000 | Total equity HK\$'000 |
|---|---------------------------|---------------------------|---------------------------|-----------------------------|----------------------------------|---------------------------|-------------------------------|----------------------------------|--|-------------------------------|-----------------------|---------------------------------------|--------------------------|
| At 1 April 2024 | 137,640 | 1,123,842 | 12,418 | (56,874) | (201,419) | (2,104,156) | 407,639 | 129,433 | 368 | 2,470,434 | 1,919,325 | 2,096,774 | 4,016,099 |
| Profit for the period | - | - | - | - | - | - | - | - | - | 148,385 | 148,385 | 17,538 | 165,923 |
| Other comprehensive income | | | | | | | | | | | | | |
| Currency translation difference | - | - | - | - | 7,819 | - | - | - | - | - | 7,819 | - | 7,819 |
| Total comprehensive income | - | - | - | - | 7,819 | - | - | - | - | 148,385 | 156,204 | 17,538 | 173,742 |
| Repurchase of company's shares | (1,200) | (55,674) | - | 56,874 | - | - | - | - | - | - | - | - | - |
| Interest accretion of redemption liability in relation to a put option exercisable by non-controlling interests | - | - | - | - | - | (72,507) | - | - | - | - | (72,507) | - | (72,507) |
| Transfer to statutory reserve | - | - | - | - | - | - | 13,536 | - | - | (13,536) | - | - | - |
| Transaction with owners in their capacity as owners | - | - | - | - | - | - | - | - | - | (68,220) | (68,220) | - | (68,220) |
| At 30 September 2024 | 136,440 | 1,068,168 | 12,418 | - | (193,600) | (2,176,663) | 421,175 | 129,433 | 368 | 2,537,063 | 1,934,802 | 2,114,312 | 4,049,114 |

The notes on pages 24 to 58 are integral part of this condensed consolidated interim financial information.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 September 2025

| | (Unaudited) | |
|--|-------------------------------|-----------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Cash flows from operating activities | | |
| Cash generated from/(used in) operations | 173,538 | (87,792) |
| Interest paid | (31,643) | (31,343) |
| Income tax paid | (40,417) | (47,676) |
| Net cash inflow/(outflow) from operating activities | 101,478 | (166,811) |
| Cash flows from investing activities | | |
| Payments for intangible assets | (804) | (708) |
| Purchases of property, plant and equipment | (400,127) | (307,502) |
| Proceeds from disposals of property, plant and equipment | 3,151 | 1,114 |
| Purchases of land use rights | – | (18,327) |
| Decrease/(increase) in short-term bank deposits | 10,293 | (54,945) |
| Payment of consideration payable for acquisition of a financial asset at fair value through other comprehensive income ("FVOCI") | (65,934) | – |
| Investment in a joint venture | (59) | – |
| Payment of consideration payable for investment in a joint venture | (11,819) | – |
| Investment in an associate | (10,989) | – |
| Loan to a joint venture | (24,960) | – |
| Interest received | 7,384 | 11,700 |
| Net cash outflow from investing activities | (493,864) | (368,668) |
| Cash flows from financing activities | | |
| Inception of new bank borrowings | 1,135,964 | 572,034 |
| Repayment of bank borrowings | (880,822) | (656,415) |
| Increase/(decrease) in trust receipt loans | 172 | (2,277) |
| Payment of lease liabilities | (7,664) | (5,317) |
| Dividends paid to non-controlling interests in Shenzhen L.K. Technology Co., Ltd | (23,693) | – |
| Dividends paid to holders of employee's incentive plan | (6,311) | (3,138) |
| Net cash inflow/(outflow) from financing activities | 217,646 | (95,113) |
| Net decrease in cash and cash equivalents | (174,740) | (630,592) |
| Cash and cash equivalents at beginning of period | 1,560,253 | 2,375,176 |
| Exchange differences on cash and cash equivalents | 21,304 | 2,138 |
| Cash and cash equivalents at end of period | 1,406,817 | 1,746,722 |

The notes on pages 24 to 58 are integral part of this condensed consolidated interim financial information.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

1 GENERAL INFORMATION

L.K. Technology Holdings Limited (the "Company") was incorporated in the Cayman Islands as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") since 16 October 2006. The address of its registered office is Cricket Square, Hutchins Drive, P.O. Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The immediate and ultimate holding company of the Company is Girgio Industries Limited, a company incorporated in the British Virgin Islands.

The Company and its subsidiaries (the "Group") are principally engaged in the design, manufacture, and sales of hot chamber and cold chamber die-casting machines, plastic injection moulding machines, computerised numerical controlled ("CNC") machining centre and related accessories.

This condensed consolidated interim financial information is presented in Hong Kong dollars ("HK\$") unless otherwise stated. This condensed consolidated interim financial information was approved for issue by the board (the "Board") of directors (the "Directors") on 27 November 2025.

This condensed consolidated interim financial information has not been audited.

2 BASIS OF PREPARATION

The condensed consolidated interim financial information for the six months ended 30 September 2025 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants. In addition, the condensed consolidated interim financial information has been prepared in accordance 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 Rules").

The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 March 2025, which have been prepared in accordance with HKFRS Accounting Standards.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

3 ACCOUNTING POLICIES

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of amended standards and interpretation as set out below.

Income tax expenses in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

3.1 Amendments to existing standard adopted by the Group

The Group has applied the following amended standard for the first time for the annual reporting period commencing 1 April 2025:

| | |
|----------------------------------|-------------------------|
| HKAS 21 and HKFRS 1 (amendments) | Lack of Exchangeability |
|----------------------------------|-------------------------|

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

3.2 New and amended standards and interpretation not yet adopted

| | | Effective for accounting periods beginning on or after | 25 |
|---|---|---|----|
| HKFRS 9 & HKFRS 7 (amendments) | Classification and Measurement of Financial Instruments | 1 April 2026 | |
| HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 & HKAS 7 | Annual Improvements to HKFRS Accounting Standards Volume 11 | 1 April 2026 | |
| HKFRS 9 & HKFRS 7 (amendments) | Contracts Referencing Nature-dependent Electricity | 1 April 2026 | |
| HKFRS 18 | Presentation and Disclosure in Financial Statements | 1 April 2027 | |
| HKFRS 19 | Subsidiaries without Public Accountability: Disclosures | 1 April 2027 | |
| HK Int 5 (amendments) | Presentation of Financial Statements – Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause | 1 April 2027 | |
| HKFRS 10 & HKAS 28 (amendments) | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture | Not yet established | |

The Group will apply the above new standards and amendments to existing standards, interpretation and annual improvements when they become effective.

The new standards, amendments to existing standards, interpretation and annual improvements are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions, except for HKFRS 18 which will mainly impact the presentation in the income statement and statement of cash flows. The Group is still in the process of evaluating the impact of adoption of HKFRS 18.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

4 ESTIMATES

The preparation of condensed consolidated interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing the condensed consolidated interim financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 March 2025.

5 FINANCIAL RISK MANAGEMENT

5.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk), credit risk and liquidity risk.

The condensed consolidated interim financial information does not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 March 2025.

There have been no changes in the risk management policies since year end.

5.2 Liquidity risk

Compared to year end, there was no material change in the contractual undiscounted cash outflows for financial liabilities.

5.3 Fair value estimation

The different levels for analysis of financial instruments carried at fair value, by valuation method are defined as follows:

- (1) Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- (2) Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2)
- (3) Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

5 FINANCIAL RISK MANAGEMENT *(Continued)*

5.3 Fair value estimation *(Continued)*

The following table presents the Group's financial assets that are measured at fair value at 30 September 2025 and 31 March 2025.

As at 30 September 2025

| | (Unaudited) | | | |
|--|---------------------|---------------------|---------------------|-------------------|
| | Level 1 HK\$'000 | Level 2 HK\$'000 | Level 3 HK\$'000 | Total HK\$'000 |
| Financial assets | | | | |
| Financial assets at fair value through other comprehensive income <i>(Note i)</i> | – | – | 85,198 | 85,198 |
| Financial liability | | | | |
| Financial liability at fair value through profit or loss | – | – | 4,631 | 4,631 |

As at 31 March 2025

| | (Audited) | | | |
|--|---------------------|---------------------|---------------------|-------------------|
| | Level 1 HK\$'000 | Level 2 HK\$'000 | Level 3 HK\$'000 | Total HK\$'000 |
| Financial assets | | | | |
| Financial assets at fair value through other comprehensive income <i>(Note i)</i> | – | – | 92,391 | 92,391 |
| Financial liability | | | | |
| Financial liability at fair value through profit or loss | – | – | 9,511 | 9,511 |

Note:

(i) As at 30 September 2025 and 31 March 2025, financial asset at fair value through other comprehensive income represents an unlisted equity investment denominated in RMB with its fair value estimated by market approach.

There were no transfers of financial assets and liabilities between levels 1 and 2 of the value hierarchy classifications.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

5 FINANCIAL RISK MANAGEMENT *(Continued)*

5.3 Fair value estimation *(Continued)*

Reconciliation of level 3 fair value measurement of financial assets:

| | (Unaudited) Six months ended 30 September 2025 |
|----------------------------------|--|
| Financial assets | |
| Balance at 1 April 2025 | 92,391 |
| Fair value change | (8,209) |
| Exchange difference | 1,016 |
| Balance at 30 September 2025 | 85,198 |

28

| | (Unaudited) Six months ended 30 September 2024 |
|-------------------------|--|
| Financial assets | |
| Balance at 1 April 2024 | 5,495 |
| Exchange difference | — |

| | |
|----------------------------------|-----------|
| Balance at 30 September 2024 | 5,495 |
|----------------------------------|-----------|

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

5 FINANCIAL RISK MANAGEMENT *(Continued)*

5.3 Fair value estimation *(Continued)*

| | (Unaudited) Six months ended 30 September 2025 Financial liability at fair value through profit or loss HK\$'000 |
|--|--|
| Financial liability | |
| Balance at 1 April 2025 | 9,511 |
| Fair value change <i>(Note 14)</i> | 547 |
| Transferred to other payables | (6,208) |
| Exchange difference | 781 |
| Balance at 30 September 2025 | 4,631 |
| Total unrealised losses recognised in the consolidated income statement relating to those instruments held at the end of year | 547 |

29

The Group's "trade, bill and other receivables", "deposits", "short-term bank deposits", "restricted bank balances", "cash and cash equivalents", "trade, bill and other payables", "lease liabilities" and "redemption liabilities" are financial assets and liabilities not carried at fair value. As at both 30 September 2025 and 31 March 2025, the carrying values of these financial assets and liabilities approximated their respective fair values.

6 SEGMENT INFORMATION

The Group determines its operating segments based upon the internal reports reviewed by the chief operating decision maker ("CODM") that are used to make strategic decisions. Segment results represent the profit/(loss) for the period before corporate expenses in each reportable segment. This is the measure reported to the Group's management for the purpose of resource allocation and assessment of segment performance.

The measure used for reporting segment results is "profit from operations", i.e. profit before finance income, finance costs, share of losses of associates, share of losses of joint ventures and income tax expenses. To arrive at the profit/(loss) from operations, the Group's profit is further adjusted for items not specifically attributed to individual segments.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

6 SEGMENT INFORMATION *(Continued)*

The Group is organised into three main reportable segments.

- (i) Die-casting machine
- (ii) Plastic injection moulding machine
- (iii) CNC machining centre

For the six months ended 30 September 2025, none of the customers of the Group individually accounted for 10% or more of the Group's total revenue (2024: same).

The segment results for the six months ended 30 September 2025 are as follows:

| | (Unaudited) | | | | | |
|--------------------------------------|------------------------------------|---|--|-------------------------------|--------------------------|-------------------|
| | Die-casting machine HK\$'000 | Plastic injection moulding machine HK\$'000 | CNC machining centre HK\$'000 | Total segments HK\$'000 | Eliminations HK\$'000 | Total HK\$'000 |
| Revenue | | | | | | |
| External sales | 2,263,178 | 920,164 | 77,122 | 3,260,464 | – | 3,260,464 |
| Inter-segments sales | 26,004 | – | – | 26,004 | (26,004) | – |
| | 2,289,182 | 920,164 | 77,122 | 3,286,468 | (26,004) | 3,260,464 |
| Results | | | | | | |
| Segment results | 228,751 | 45,090 | (14,016) | 259,825 | – | 259,825 |
| Administrative expenses | | | | | (9,985) | |
| Finance income | | | | | 7,384 | |
| Finance costs | | | | | (35,181) | |
| Share of losses of associates | | | | | (11,240) | |
| Share of losses of joint ventures | | | | | (2,806) | |
| Profit before income tax | | | | | | 207,997 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

6 SEGMENT INFORMATION *(Continued)*

The segment results for the six months ended 30 September 2024 are as follows:

| | (Unaudited) | | | | | |
|-------------------------------|------------------------------------|---|--|-------------------------------|--------------------------|-------------------|
| | Die-casting machine HK\$'000 | Plastic injection moulding machine HK\$'000 | CNC machining centre HK\$'000 | Total segments HK\$'000 | Eliminations HK\$'000 | Total HK\$'000 |
| Revenue | | | | | | |
| External sales | 1,622,828 | 881,269 | 90,351 | 2,594,448 | – | 2,594,448 |
| Inter-segments sales | 13,440 | – | – | 13,440 | (13,440) | – |
| | 1,636,268 | 881,269 | 90,351 | 2,607,888 | (13,440) | 2,594,448 |
| Results | | | | | | |
| Segment results | 169,093 | 51,265 | 5,708 | 226,066 | – | 226,066 |
| Administrative expenses | | | | | (9,546) | 31 |
| Finance income | | | | | 11,700 | |
| Finance costs | | | | | (33,407) | |
| Share of losses of associates | | | | | (91) | |
| Profit before income tax | | | | | 194,722 | |

The revenue from external parties reported to the CODM is measured in a manner consistent with that in the condensed consolidated income statement.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

6 SEGMENT INFORMATION *(Continued)*

Segment assets and liabilities

The following is an analysis of the Group's assets and liabilities by reportable segments.

As at 30 September 2025

| | (Unaudited) | | | |
|--------------------------|------------------------------------|---|--|-------------------|
| | Die-casting machine HK\$'000 | Plastic injection moulding machine HK\$'000 | CNC machining centre HK\$'000 | Total HK\$'000 |
| Assets | | | | |
| Segment assets | 8,075,974 | 2,287,709 | 2,164,141 | 12,527,824 |
| Unallocated assets | | | | 80,655 |
| Total assets | | | | 12,608,479 |
| Liabilities | | | | |
| Segment liabilities | 6,268,582 | 1,606,652 | 434,601 | 8,309,835 |
| Unallocated liabilities | | | | 115,554 |
| Total liabilities | | | | 8,425,389 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

6 SEGMENT INFORMATION *(Continued)*

Segment assets and liabilities *(Continued)*

As at 31 March 2025

| | (Audited) | | | |
|--------------------------------|------------------------------------|---|--|-------------------|
| | Die-casting machine HK\$'000 | Plastic injection moulding machine HK\$'000 | CNC machining centre HK\$'000 | Total HK\$'000 |
| Assets | | | | |
| Segment assets | 7,739,222 | 2,072,834 | 2,016,609 | 11,828,665 |
| Unallocated assets | | | | 85,587 |
| Consolidated total assets | | | | 11,914,252 |
| Liabilities | | | | |
| Segment liabilities | 5,929,239 | 1,439,350 | 375,727 | 7,744,316 |
| Unallocated liabilities | | | | 53,382 |
| Consolidated total liabilities | | | | 7,797,698 |

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

- all assets are allocated to reportable segments other than corporate assets;
- all liabilities are allocated to reportable segments other than corporate liabilities; and
- liabilities for which segments are jointly liable are allocated in proportion to segment assets.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

7 INTANGIBLE ASSETS

| | Trademarks, patents, development cost and others HK\$'000 | Goodwill HK\$'000 | Total HK\$'000 |
|--|---|----------------------|-------------------|
| Six months ended 30 September 2025 | | | |
| Opening net book amount as at 1 April 2025 | 7,920 | 2,800 | 10,720 |
| Additions | 804 | – | 804 |
| Amortisation (Note 15) | (2,142) | – | (2,142) |
| Exchange difference | 615 | – | 615 |
| Closing net book amount as at 30 September 2025 (unaudited) | | | |
| | 7,197 | 2,800 | 9,997 |
| | Trademarks, patents, development cost and others HK\$'000 | Goodwill HK\$'000 | Total HK\$'000 |
| Six months ended 30 September 2024 | | | |
| Opening net book amount as at 1 April 2024 | 11,577 | 2,800 | 14,377 |
| Additions | 708 | – | 708 |
| Amortisation (Note 15) | (2,541) | – | (2,541) |
| Exchange difference | 202 | – | 202 |
| Closing net book amount as at 30 September 2024 (unaudited) | | | |
| | 9,946 | 2,800 | 12,746 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

8 PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTIES AND RIGHT-OF-USE ASSETS

| | Property, plant and equipment HK\$'000 | Investment properties (Note) HK\$'000 | Right-of-use assets HK\$'000 |
|---|---|--|------------------------------------|
| Six months ended 30 September 2025 | | | |
| Opening net book amount as at 1 April 2025 | 2,680,922 | 419,600 | 495,281 |
| Additions | 363,489 | – | – |
| Disposals | (3,814) | – | – |
| Depreciation (Note 15) | (122,117) | – | (12,134) |
| Fair value change (Note 14) | – | (3,301) | – |
| Exchange difference | 31,824 | 4,401 | 9,012 |
| Closing net book amount as at 30 September 2025 (unaudited) | 2,950,304 | 420,700 | 492,159 |
| Six months ended 30 September 2024 | | | |
| Opening net book amount as at 1 April 2024 | 2,159,300 | 414,000 | 450,493 |
| Additions | 307,892 | – | 37,957 |
| Disposals | (2,894) | – | – |
| Depreciation (Note 15) | (107,796) | – | (10,940) |
| Fair value change (Note 14) | – | 9,500 | – |
| Exchange difference | 410 | – | 1,199 |
| Closing net book amount as at 30 September 2024 (unaudited) | 2,356,912 | 423,500 | 478,709 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

8 PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTIES AND RIGHT-OF-USE ASSETS *(Continued)*

Note: The fair values of the investment properties have been arrived at on the basis of valuations carried out by LCH (Asia-Pacific) Surveyors Limited ("LCH"), independent professional surveyor and valuer. LCH is a member of the Hong Kong Institute of Surveyors ("HKIS"), and has appropriate qualifications and recent experiences in the valuation of similar properties in the relevant locations.

| Description | Fair value measurements at 30 September 2025 using | | |
|------------------------------------|---|--|---------------------------------------|
| | Quoted prices in active markets for identical assets | Significant other observable inputs | Significant unobservable inputs |
| | (Level 1) HK\$'000 | (Level 2) HK\$'000 | (Level 3) HK\$'000 |
| Recurring fair value measurements: | | | |
| Investment properties (unaudited) | - | - | 420,700 |

| Description | Fair value measurements at 31 March 2025 using | | |
|------------------------------------|---|--|---------------------------------------|
| | Quoted prices in active markets for identical assets | Significant other observable inputs | Significant unobservable inputs |
| | (Level 1) HK\$'000 | (Level 2) HK\$'000 | (Level 3) HK\$'000 |
| Recurring fair value measurements: | | | |
| Investment properties (audited) | - | - | 419,600 |

There were no transfers between Levels 1, 2 and 3 during the period.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

8 PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTIES AND RIGHT-OF-USE ASSETS *(Continued)*

Note: *(Continued)*

Fair value measurements using significant unobservable inputs (Level 3)

| | (Unaudited) Six months ended 30 September | |
|---|--|------------------|
| | 2025 HK\$'000 | 2024 HK\$'000 |
| Balance at 1 April | 419,600 | 414,000 |
| Fair value change <i>(Note 14)</i> | (3,301) | 9,500 |
| Exchange difference | 4,401 | – |
| Balance at 30 September | 420,700 | 423,500 |
| Total unrealised (losses)/gains recognised in the condensed consolidated income statement for assets held at the end of the reporting period <i>(Note 14)</i> | (3,301) | 9,500 |

The valuations, which conform to the HKIS valuation standards, were based on the income approach which largely used unobservable inputs (e.g. unit rate, discount rate, etc.) and taking into account the significant adjustment on discount rate to account for the risk upon reversionary and the estimation in vacancy rate after expiry of current lease.

There were no changes to the valuation technique during the period.

The key assumptions used for the valuation and their relationships to fair value are as follows:

| Unobservable input | Relationship of unobservable inputs to fair value |
|--------------------|--|
| Unit rate | The higher the unit rate, the higher the fair value |
| Discount rate | The higher the discount rate, the lower the fair value |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

9 TRADE AND BILL RECEIVABLES

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|--|--|--|
| Trade receivables | 3,563,462 | 3,202,052 |
| Less: Provision for impairment | (151,337) | (155,558) |
| Bill receivables | 3,412,125 | 3,046,494 |
| | 809,134 | 687,297 |
| Less: Balance due after one year shown as non-current assets | 4,221,259 | 3,733,791 |
| | (137,565) | (14,911) |
| Trade and bill receivables, net | 4,083,694 | 3,718,880 |

38

As at 30 September 2025, the amount of provision for impaired trade receivables was HK\$151,337,000 (31 March 2025: HK\$155,558,000). The reversal of provision for impairment of trade receivables made during the current period was HK\$2,719,000 (30 September 2024: provision of HK\$7,297,000). The individually impaired receivables mainly relate to individual customers, the recoverability of which was in doubt.

The ageing analysis of the gross trade receivables based on invoice date at the end of reporting period is as follows:

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|----------------|--|--|
| Within 90 days | 1,942,742 | 1,693,567 |
| 91–180 days | 458,166 | 551,648 |
| 181–365 days | 542,627 | 410,735 |
| Over one year | 619,927 | 546,102 |
| | 3,563,462 | 3,202,052 |

The maturity date of the bill receivables is generally between one to six months.

Goods sold to customers are either made on cash on delivery or on credit basis. Customers in general are required to pay deposits upon placing purchase orders, the remaining balances will be payable upon goods delivery to customers. Majority of customers are granted with credit terms ranging from one to six months. The Group also sells goods to certain customers with sales proceeds payable by installments which normally range from six to twelve months.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

9 TRADE AND BILL RECEIVABLES *(Continued)*

The trade receivables of the Group are subject to the ECL model. The Group applies the HKFRS 9 simplified approach to measure ECL which uses a lifetime expected loss allowance for all trade receivables.

To measure ECL, the Group categorises its trade receivables based on the nature of customer accounts and shared credit risk characteristics.

The expected loss rates are based on the payment profiles of customers and the corresponding historical credit losses experienced. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables.

On that basis, the loss allowances as at 30 September 2025 and 31 March 2025 were determined as follows for trade receivables:

| | Gross carrying amount HK\$'000 | Loss allowance HK\$'000 | Net carrying amount HK\$'000 |
|---|---|-------------------------------|---------------------------------------|
| As at 30 September 2025 | | | |
| Provision on individual basis | 121,263 | (115,628) | 5,635 |
| Provision on collective basis <i>(Note)</i> | 3,442,199 | (35,709) | 3,406,490 |
| | 3,563,462 | (151,337) | 3,412,125 |
| As at 31 March 2025 | | | |
| Provision on individual basis | 129,370 | (116,310) | 13,060 |
| Provision on collective basis <i>(Note)</i> | 3,072,682 | (39,248) | 3,033,434 |
| | 3,202,052 | (155,558) | 3,046,494 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

9 TRADE AND BILL RECEIVABLES *(Continued)*

Note:

| | Current HK\$'000 | Within 90 days past due HK\$'000 | 91–180 days past due HK\$'000 | 181–365 days past due HK\$'000 | More than 365 days past due HK\$'000 | Total HK\$'000 |
|---|---------------------|---|--|---|---|-------------------|
| As at 30 September 2025 | | | | | | |
| Expected credit losses rate | 0.47% | 0.91% | 1.15% | 1.78% | 3.76% | |
| Gross carrying amount – trade receivables | 1,938,876 | 519,866 | 311,600 | 353,787 | 318,070 | 3,442,199 |
| Loss allowances on collective basis | | | | | | |
| | 9,124 | 4,721 | 3,595 | 6,296 | 11,973 | 35,709 |
| As at 31 March 2025 | | | | | | |
| Expected credit losses rate | 0.30% | 0.88% | 1.26% | 2.65% | 7.82% | |
| Gross carrying amount – trade receivables | 1,768,222 | 518,714 | 308,339 | 229,849 | 247,558 | 3,072,682 |
| Loss allowances on collective basis | 5,325 | 4,581 | 3,873 | 6,099 | 19,370 | 39,248 |

Impairment losses on trade receivables are presented as net impairment losses within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

10 SHARE CAPITAL AND SHARE OPTION

(a) Share capital of the Company

| | Six months ended 30 September 2025 | | Six months ended 30 September 2024 | |
|---|---------------------------------------|--------------------------------------|---------------------------------------|--------------------------------------|
| Authorised: | | Authorised: | | |
| Number of ordinary shares of HK\$0.1 each | | Issued and fully paid HK\$'000 | ordinary shares of HK\$0.1 each | Issued and fully paid HK\$'000 |
| <hr/> | | | | |
| Issued and fully paid: | | | | |
| Balance at the beginning of the period | 1,364,391,500 | 136,440 | 1,376,391,500 | 137,640 |
| Repurchase of the Company's shares | - | - | (12,000,000) | (1,200) |
| | | | | |
| Balance at the end of period | 1,364,391,500 | 136,440 | 1,364,391,500 | 136,440 |

Note: During the year ended 31 March 2024, the Company repurchased a total of 12,000,000 ordinary shares on the Stock Exchange at approximately HK\$56,874,000 (including commissions and other expenses). The price range of the share repurchase was between the lowest price of HK\$3.94 and the highest price of HK\$5.05. All 12,000,000 shares have been cancelled on 30 April 2024. An amount equivalent to the par value of the shares cancelled was transferred from the Company's retained earnings to the capital redemption reserve.

41

(b) Share option scheme

Pursuant to a resolution passed by the shareholders of the Company at the annual general meeting held on 8 September 2016, the Company adopted a share option scheme (the "Share Option Scheme"). The purpose of the Share Option Scheme is to give the eligible persons an opportunity to have a personal stake in the Company and help motivate them to optimize their future performance and efficiency to the Group and/or to reward them for their past contributions, to attract and retain or otherwise maintain on-going relationships with such eligible persons who are significant to and/or whose contributions are or will be beneficial to the performance, growth or success of the Group. The Share Option Scheme is valid and effective for a period of 10 years commencing on 8 September 2016. The Share Option Scheme was classified as an equity-settled share-based payment arrangement.

On 24 September 2021, 27,540,000 share options have been granted to certain directors and employees (the "Grantees") of the Group under the Share Option Scheme.

The vesting of the share options is mainly subject to fulfilment of certain performance targets, the Grantees remaining at all times after the offer date and on each vesting date as an employee of the Group, as well as the Grantees achieving a specified level in annual personal performance evaluations. Fulfilment of the performance and service conditions is subject to the review of the Administration Committee of the Share Option Scheme. The Administration Committee of the Share Option Scheme has absolute discretion in approving the exercise of the share options and sale of shares request from the Grantees.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

10 SHARE CAPITAL AND SHARE OPTION *(Continued)*

(b) Share option scheme *(Continued)*

The fair value of the share options of equity-settled share-based payment transactions is expensed over the vesting period with a corresponding increase in equity, taking into account the best available estimate by management of the number of shares expected to vest under the service and performance conditions at the end of each reporting period.

Set out below are summaries of options granted under the plan:

| Name | Date of grant | Exercise price | Exercisable period | Number of share options held as at 1 April 2025 | Granted during the period | Exercised during the period | Lapsed during the period | Cancelled during the period | Number of share options held as at 30 September 2025 |
|-----------------------------|-------------------|----------------|--|---|---------------------------|-----------------------------|--------------------------|-----------------------------|--|
| Directors (in aggregate) | 24 September 2021 | HK\$19.86 | 25 September 2023 to 23 September 2031 | 520,000 | - | - | - | - | 520,000 |
| | | HK\$19.86 | 25 September 2024 to 23 September 2031 | 390,000 | - | - | - | - | 390,000 |
| | | HK\$19.86 | 25 September 2025 to 23 September 2031 | 390,000 | - | - | - | - | 390,000 |
| Employees (in aggregate) | 24 September 2021 | HK\$19.86 | 25 September 2023 to 23 September 2031 | 8,654,000 | - | - | - | (101,200) | 8,552,800 |
| | | HK\$19.86 | 25 September 2024 to 23 September 2031 | 6,490,500 | - | - | - | (75,900) | 6,414,600 |
| | | HK\$19.86 | 25 September 2025 to 23 September 2031 | 6,490,500 | - | - | - | (75,900) | 6,414,600 |
| | | | | 22,935,000 | - | - | - | (253,000) | 22,682,000 |

| Name | Date of grant | Exercise price | Exercisable period | Number of share options held as at 1 April 2024 | Granted during the period | Exercised during the period | Lapsed during the period | Cancelled during the period | Number of share options held as at 30 September 2024 |
|-----------------------------|-------------------|----------------|--|---|---------------------------|-----------------------------|--------------------------|-----------------------------|--|
| Directors (in aggregate) | 24 September 2021 | HK\$19.86 | 25 September 2023 to 23 September 2031 | 520,000 | - | - | - | - | 520,000 |
| | | HK\$19.86 | 25 September 2024 to 23 September 2031 | 390,000 | - | - | - | - | 390,000 |
| | | HK\$19.86 | 25 September 2025 to 23 September 2031 | 390,000 | - | - | - | - | 390,000 |
| Employees (in aggregate) | 24 September 2021 | HK\$19.86 | 25 September 2023 to 23 September 2031 | 9,420,000 | - | - | - | (180,000) | 9,240,000 |
| | | HK\$19.86 | 25 September 2024 to 23 September 2031 | 7,065,000 | - | - | - | (135,000) | 6,930,000 |
| | | HK\$19.86 | 25 September 2025 to 23 September 2031 | 7,065,000 | - | - | - | (135,000) | 6,930,000 |
| | | | | 24,850,000 | - | - | - | (450,000) | 24,400,000 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

10 SHARE CAPITAL AND SHARE OPTION *(Continued)*

(c) Employees' incentive plan of a subsidiary

(i) LK Injection Molding Machine Co., Ltd.

On 29 July 2021, the Company approved the Employees' Incentive Plan of 廣東力勁塑機智造股份有限公司 LK Injection Molding Machine Co., Ltd. ("LK Injection") (formerly known as 中山力勁機械有限公司 Zhongshan LK Machinery Co. Ltd.), a PRC subsidiary of the Group (the "LK Injection Employees' Incentive Plan"). Following the Board approval on 29 July 2021, LK Injection entered into five subscription agreements with three individuals, being Mr. Tse Siu Sze, an executive director of the Company, Mr. Huang Xi, an employee of LK Injection and Ms. Liu Ying Ying, daughter of Ms. Chong Siw Yin (an executive director and the Chairperson of the Company) and Mr. Liu Siong Song (a controlling shareholder of the Company) and two limited liability partnerships ("LLP"), namely 中山市睿力企業管理合夥企業(有限合夥) Zhongshan City Ruili Corporate Management Partnership (Limited Partnership) ("Zhongshan Ruili") and 寧波市鑄力企業管理合夥企業(有限合夥) Ningbo City Zhuli Corporate Management Partnership (Limited Partnership) ("Ningbo Zhuli") in connection with the LK Injection Employees' Incentive Plan. The general partner of Zhongshan Ruili is Ms. Ke Ai Rong (an employee of LK Injection); the general partner of Ningbo Zhuli is Mr. Tan Ying Shi (an employee of 寧波力勁塑機智造有限公司 Ningbo L.K. Plastic Machinery Intelligent Manufacturing Co. Ltd.). The LLP were established in the PRC solely for the purpose of holding the equity interests in LK Injection in connection with the LK Injection Employees' Incentive Plan.

The qualified employees participating the LK Injection Employees' Incentive Plan contribute the capital at the specified grant price and become the limited partners of the LLP. Pursuant to the subscription agreements, LK Injection transferred 8.69% of enlarged registered capital in LK Injection to the abovementioned three qualified individuals and two LLPs at consideration of RMB2.75 per share.

Each participating employee in the LK Injection Employees' Incentive Plan shall remain in service with LK Injection or any of its subsidiaries for six years from the date of granting the restricted shares (the "6-year Service Period"). The restricted shares granted pursuant to the LK Injection Employees' Incentive Plan are personal to each participating employee, and are not transferrable during the 6-year Service Period, unless otherwise approved as stipulated under the subscription agreements. If any of the participating employees resign from LK Injection or any of its subsidiaries before the end of the 6-year Service Period or if LK Injection failed to be listed in any qualified Stock Exchange by 29 July 2027 (i.e. six years from the date of granting the restricted shares), the participating employees have the right to request Power Excel International Limited, the immediate holding company of LK Injection, to repurchase all of the restricted shares of LK Injection held by the participating employees at an consideration of the initial investment cost plus 5% interest per annum.

As at 30 September 2025, the repurchase obligation of HK\$70,398,000 (31 March 2025: HK\$68,314,000) (Note 12) was recognised in the liability.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

10 SHARE CAPITAL AND SHARE OPTION *(Continued)*

(c) Employees' incentive plan of a subsidiary *(Continued)*

(ii) Shenzhen L.K. Technology Co., Ltd

On 22 December 2023, the Company approved the Employees' Incentive Plan of 深圳力勁科技股份有限公司 Shenzhen L.K. Technology Co., Ltd ("Shenzhen L.K.") (formerly known as 深圳力勁科技有限公司), a PRC subsidiary of the Group (the "Shenzhen L.K. Employees' Incentive Plan"). Following the Board approval on 22 December 2023, Shenzhen L.K. entered into two subscription agreements with two Employee Stock Ownership Platforms (the "Shenzhen L.K. ESOPs"), namely Win Step Limited ("Win Step") and 深圳市力昌投資合夥企業(有限合夥) Shenzhen Lichang Investment Partnership (Limited Partnership) ("Shenzhen Lichang") in connection with the Shenzhen L.K. Employees' Incentive Plan. Win Step is a company with limited liability incorporated in Hong Kong which is held by as to 50% by Mr. Liu Zhuo Ming, son of Ms. Chong Siw Yin, and 50% by Miss. Liu Ying Ying. Shenzhen Lichang is limited partnership established in the PRC of which the general partner is Shenzhen Lichuang Financial Consulting Co., Ltd. which is ultimately owned by employees of Shenzhen L.K.. The Shenzhen L.K. ESOPs were established solely for the purpose of holding the equity interests in Shenzhen L.K. in connection with the Shenzhen L.K. Employees' Incentive Plan.

The qualified employees participating the Shenzhen L.K. Employees' Incentive Plan contribute the capital at the specified grant price through the Shenzhen L.K. ESOPs. Pursuant to the subscription agreements, Shenzhen L.K. transferred 4.07% of enlarged registered capital in Shenzhen L.K. to the abovementioned Shenzhen L.K. ESOPs at consideration of RMB6.07 per share.

Each participating employee in the Shenzhen L.K. Employees' Incentive Plan shall remain in service with Shenzhen L.K. or any of its subsidiaries for five years from the date of granting the restricted shares (the "5-year Service Period"). The restricted shares granted pursuant to the Shenzhen L.K. Employees' Incentive Plan are personal to each participating employee, and are not transferrable under any circumstances, unless otherwise approved as stipulated under the subscription agreements. If any of the participating employees resign from Shenzhen L.K. or any of its subsidiaries before the end of the 5-year Service Period or before Shenzhen L.K. having listed its shares on a stock exchange for one year (whichever comes later), the Shenzhen L.K. ESOPs shall repurchase all of the restricted shares of Shenzhen L.K. held by the participating employees at an consideration of the initial investment cost plus 5% interest per annum.

As at 30 September 2025, the repurchase obligation of HK\$178,823,000 (As at 31 March 2025: HK\$172,754,000) (Note 12) was recognised in the liability.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

11 BORROWINGS

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|---------------------|--|--|
| Non-current: | | |
| Bank borrowings | 248,268 | 253,829 |
| Current: | | |
| Bank borrowings | 2,187,450 | 1,889,710 |
| Trust receipt loans | 5,994 | 5,321 |
| | 2,193,444 | 1,895,031 |
| | 2,441,712 | 2,148,860 |
| Secured: | | |
| Bank borrowings | 607,361 | 348,489 |
| Unsecured: | | |
| Bank borrowings | 1,828,357 | 1,795,050 |
| Trust receipt loans | 5,994 | 5,321 |
| | 1,834,351 | 1,800,371 |
| | 2,441,712 | 2,148,860 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

11 BORROWINGS *(Continued)*

At 30 September 2025 and 31 March 2025, the Group's borrowings were repayable as follows:

| | Trust receipt loans | | Bank borrowings | | Total | |
|--|--|--|--|--|--|--|
| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
| Within 1 year | 5,994 | 5,321 | 1,472,391 | 1,382,367 | 1,478,385 | 1,387,688 |
| Bank borrowings due for repayment after one year <i>(Note):</i> | | | | | | |
| After 1 year but within 2 years | - | - | 292,992 | 352,927 | 292,992 | 352,927 |
| After 2 years but within 5 years | - | - | 313,442 | 209,634 | 313,442 | 209,634 |
| After 5 years | - | - | 356,893 | 198,611 | 356,893 | 198,611 |
| | - | - | 963,327 | 761,172 | 963,327 | 761,172 |
| | 5,994 | 5,321 | 2,435,718 | 2,143,539 | 2,441,712 | 2,148,860 |

Note: The amounts due are based on the scheduled repayment dates set out in the loan agreements and ignore the effect of any repayment on demand clause.

At 30 September 2025, borrowings of approximately HK\$2,296,154,000 (31 March 2025: HK\$1,948,783,000), were borrowed from banks in the PRC by subsidiaries of the Group that are established in the PRC.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

12 TRADE AND BILL PAYABLES, OTHER PAYABLES, CONTRACT LIABILITIES AND REDEMPTION LIABILITIES

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|---|--|--|
| Current portion | | |
| Trade payables (<i>Note i</i>) | 1,273,762 | 1,226,667 |
| Bill payables | 848,394 | 611,515 |
| Trade and bill payables | 2,122,156 | 1,838,182 |
| Contract liabilities | 329,206 | 412,885 |
| Other deposits | 13,962 | 10,708 |
| Accrued salaries, bonuses and staff benefits | 125,136 | 126,148 |
| Accrued sales commission | 70,796 | 80,996 |
| Value added tax payable | 22,671 | 27,243 |
| Provision for warranty and installation | 81,926 | 61,960 |
| Accrued payment for construction in progress | 113,807 | 137,286 |
| Consideration payable for acquisition of a financial asset at FVOCI | – | 65,217 |
| Consideration payable for acquisition of a joint venture | 30,933 | 36,545 |
| Dividend payable to equity holders of the Company | 61,497 | – |
| Dividend payable to holders of employee's incentive plan | 291 | – |
| Others | 255,531 | 170,104 |
| Other payables and contract liabilities | 1,105,756 | 1,129,092 |
| Non-current portion | | |
| Redemption liabilities (<i>Note ii</i>) | 2,563,858 | 2,482,868 |
| Other payables | 4,608 | 4,460 |
| | 2,568,466 | 2,487,328 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

12 TRADE AND BILL PAYABLES, OTHER PAYABLES, CONTRACT LIABILITIES AND REDEMPTION LIABILITIES *(Continued)*

Notes:

(i) The ageing analysis of the trade payables based on invoice date is as follows:

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|----------------|--|--|
| Within 90 days | 1,136,926 | 1,076,926 |
| 91–180 days | 54,007 | 77,145 |
| 181–365 days | 32,872 | 28,552 |
| Over one year | 49,957 | 44,044 |
| | 1,273,762 | 1,226,667 |

The maturity dates of the bill payables are generally between one and six months.

48

(ii) The balance represents the Group's obligation to repurchase:

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|--|--|--|
| Equity interests of non-controlling interests in Shenzhen L.K. <i>(Note a)</i> | 2,314,637 | 2,241,800 |
| Employee's incentive plan of LK Injection <i>(Note b)</i> | 70,398 | 68,314 |
| Employee's incentive plan of Shenzhen L.K. <i>(Note b)</i> | 178,823 | 172,754 |
| | 2,563,858 | 2,482,868 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

12 TRADE AND BILL PAYABLES, OTHER PAYABLES, CONTRACT LIABILITIES AND REDEMPTION LIABILITIES *(Continued)*

Notes: *(Continued)*

(ii) The balance represents the Group's obligation to repurchase: *(Continued)*

Notes:

a. During the year ended 31 March 2024, the Future Industry Investment Fund II and other investors (the "Investors") subscribed to approximately 15.22% of the enlarged registered capital of Shenzhen L.K. through cash contributions of RMB1,880,000,000 in total (equivalent to approximately HK\$2,065,934,000) (the "Consideration").

A repurchase option (the "Repurchase Option") has been granted by Shenzhen L.K., its subsidiaries, and the Company (the "Repurchase Obligor") to the Investors. In the event of specified repurchase events occur when the Investors hold equity interest in Shenzhen L.K., the Investors can require the Repurchase Obligor to repurchase all or part of their equity interest in Shenzhen L.K. at the agreed repurchase price.

Under the Repurchase Option, the Repurchase Obligor is required to pay the Investors the repurchase price, which is equal to the Consideration plus 7% interest per annum in cash, within 3 years in instalments if any specified repurchase events occur. A redemption liability of RMB1,880,000,000 (equivalent to approximately HK\$2,065,934,000) has been recognised in the consolidated statement of financial position on the date of Completion. Shenzhen L.K. declared and paid HK\$23,697,000 dividend to the investors during the period. As at 30 September 2025, the redemption liability was HK\$2,338,334,000 (31 March 2025: HK\$2,241,800,000), being the Consideration less dividend paid plus accumulated interest of HK\$272,400,000 (31 March 2025: HK\$198,322,000).

Management has assessed the risks and rewards of ownership associating to the equity interests held by the Investors had substantially remained with the Investors in accordance with HKFRS 10. Hence, equity interests held by the Investors were recognised as non-controlling interests as at 30 September 2025 (31 March 2025: same).

b. These balances represent the Group's obligation to repurchase, if certain repurchase events occur, all restricted shares of LK Injection and Shenzhen L.K., PRC subsidiaries of the Group in connection with their Employees' Incentive Plan's (Note 10(c)). These balances are denominated in RMB.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

13 REVENUE AND OTHER INCOME

| | (Unaudited) | |
|---|-------------------------------|------------------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Revenue for sales of goods recognised under HKFRS 15 – at a point in time | | |
| Die-casting machine | 2,263,178 | 1,622,828 |
| Plastic injection moulding machine | 920,164 | 881,269 |
| CNC machining centre | 77,122 | 90,351 |
| | 3,260,464 | 2,594,448 |
| Other income | | |
| Value added taxes refund and other subsidies from government (Note) | 23,953 | 52,860 |
| Rental income | 16,295 | 16,693 |
| Sundry income | 4,911 | 3,577 |
| | 45,159 | 73,130 |

Note: Other subsidies from government recognised were primarily related to grants received from government in relation to sales and research and development of self-developed products in the PRC. There were no unfulfilled condition and other contingencies attached to the receipts of those subsidies.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

14 OTHER GAINS – NET

| | (Unaudited) | |
|--|-------------------------------|---------------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Net foreign exchange gains/(losses) | 12,449 | (2,545) |
| Fair value change of investment properties (Note 8) | (3,301) | 9,500 |
| Losses on disposals of property, plant and equipment | (663) | (1,780) |
| Gain on disposal of other receivables previously impaired (Note) | – | 17,482 |
| Fair value change on contingent consideration payable | (547) | – |
| Others | 1,433 | 5,161 |
| | 9,371 | 27,818 |

Note: During the six months ended 30 September 2024, Fuxin Lida Steel Casting Co. Ltd. ("Fuxin Lida"), a wholly owned subsidiary of the Group, recovered RMB15,908,000 out of the total RMB50,908,000 previously impaired outstanding consideration receivable from 阜新金達鋼鐵鑄造有限公司 ("阜新金達"), the purchaser of the disposal, in connection with the disposal of 35% equity interest in 阜新力昌鋼鐵鑄造有限公司 ("阜新力昌") completed during the year ended 31 March 2012. As stipulated in a tri-partite agreement entered into between 阜新金達, Fuxin Lida and Fuxin County government, 阜新金達 agreed to pay RMB15,908,000 on behalf of Fuxin Lida to a local contractor for construction of a factory site of Fuxin Lida in lieu of settlement of the outstanding consideration receivable. RMB35,000,000 was recovered during the year ended 31 March 2021. As at 30 September 2024 and 2025, no outstanding consideration receivable was unsettled by 阜新金達.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

15 EXPENSES BY NATURE

| | (Unaudited) | |
|---|-------------------------------|-----------------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Raw materials and consumables used | 1,895,298 | 1,727,827 |
| Change in inventories of finished goods and work in progress | 74,102 | (278,399) |
| Staff costs (Note 16) | 492,935 | 544,427 |
| Amortisation of intangible assets (Note 7) | 2,142 | 2,541 |
| Depreciation of property, plant and equipment (Note 8) | 122,117 | 107,796 |
| Depreciation of right-of-use assets (Note 8) | 12,134 | 10,940 |
| Research costs | 56,196 | 55,342 |
| Utilities | 48,054 | 42,481 |
| Auditor's remuneration | | |
| – Audit services | 1,600 | 1,600 |
| – Non-audit services | 650 | 429 |
| (Reversal of provision)/provision for impairment of trade receivables | | |
| – net (Note 9) | (2,719) | 7,297 |
| Provision/(reversal of provision) for inventories write-down – net | 529 | (10,451) |
| Reversal of loss on financial guarantee contracts | – | (928) |
| Provision for impairment of other receivables – net | 8,395 | – |
| Other expenses | 353,721 | 267,974 |
| | <hr/> 3,065,154 | <hr/> 2,478,876 |
| Represented by: | | |
| Cost of sales | 2,493,241 | 1,849,825 |
| Selling and distribution expenses | 223,931 | 254,671 |
| General administrative expenses | 350,701 | 367,083 |
| (Reversal of provision)/provision for impairment of trade receivables | | |
| – net (Note 9) | (2,719) | 7,297 |
| | <hr/> 3,065,154 | <hr/> 2,478,876 |

For the six months ended 30 September 2025, the staff costs related to research and development activities were HK\$65,327,000 (2024: HK\$67,492,000).

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

16 EMPLOYEES' BENEFITS COSTS (INCLUDING DIRECTORS' EMOLUMENTS)

| | (Unaudited) | |
|---------------------------------|-------------------------------|----------------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Wages and salaries | 439,957 | 486,169 |
| Retirement scheme contributions | 37,903 | 38,981 |
| Other allowances and benefits | 15,075 | 19,277 |
| | 492,935 | 544,427 |

17 FINANCE COSTS – NET

| | (Unaudited) | |
|---|-------------------------------|---------------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Finance income: | | |
| Interest income on short-term bank deposits | (7,384) | (11,700) |
| Finance costs: | | |
| Interests on bank borrowings | 29,117 | 28,946 |
| Less: Capitalised into property, plant and equipment (Note) | (2,040) | (3,560) |
| Interest on employees' incentive plan of subsidiaries | 5,563 | 5,624 |
| Interest on lease liabilities | 1,084 | 1,175 |
| Charges on bill receivables discounted without recourse | 1,457 | 1,222 |
| | 35,181 | 33,407 |
| | 27,797 | 21,707 |

Note: Borrowing costs capitalised during the six months ended 30 September 2025 are arose from borrowing pool which were calculated by applying a capitalisation rate of 2.7% (2024: 3.2%) to expenditure on qualifying assets.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

18 INCOME TAX EXPENSES

| | (Unaudited) | |
|--------------------------------------|-------------------------------|----------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Current income tax | | |
| – PRC income tax | 37,640 | 25,016 |
| – Hong Kong profits tax | 1,195 | 2,524 |
| – Overseas tax | 497 | – |
| – Withholding tax on dividend income | 5,594 | 2,780 |
| | 44,926 | 30,320 |
| Deferred income tax | (4,625) | (1,521) |
| | 40,301 | 28,799 |

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year.

54

In accordance with the applicable Corporate Income Tax Law of the PRC, the Company's subsidiaries established in the PRC are taxed at statutory rate of 25% (2024: same).

Certain subsidiaries in Shenzhen, Zhongshan, Ningbo, Shanghai, Kunshan and Fuxin have been certified as High and New Technology Enterprises and are entitled to a concessionary tax rate of 15% for three years. They are entitled to re-apply for the preferential tax treatment when the preferential tax period expires.

Under the Corporate Income Tax Law of the PRC, dividends out of profit earned on or after 1 January 2008 from the subsidiaries in the PRC distributed to the Group will be subject to withholding income tax. The implementation rules of the Corporate Income Tax Law of the PRC provide for the withholding income tax on such dividend to be at 10% unless reduced by tax treaty. Pursuant to a double tax arrangement between the PRC and Hong Kong, Hong Kong tax resident companies could enjoy a lower withholding tax rate of 5% on dividends received from PRC. Provision for withholding tax is included in deferred taxation.

As at 30 September 2025, deferred income tax liabilities of HK\$31,922,000 (31 March 2025: HK\$40,276,000) have not been recognised for the withholding tax and other taxes that would be payable on the unremitted earnings of certain subsidiaries. Unremitted earnings that are subject to withholding tax amounted to HK\$638,454,000 at 30 September 2025 (31 March 2025: HK\$805,520,000). Such amounts are not intended to be distributed in the foreseeable future to the Group companies outside of the PRC. For the subsidiaries that we have an intention to distribute their respective retained earnings, we have recognised deferred tax liabilities of HK\$13,170,000 (31 March 2025: HK\$19,790,000) for the withholding tax as at 30 September 2025 that would be payable upon such distribution.

Subsidiaries established in Hong Kong are subject to Hong Kong profits tax at a rate of 16.5% (2024: same) on the estimated assessable profit for the period.

Taxation on overseas profits has been calculated on the estimated assessable profits for the period at the rates of taxation prevailing in the jurisdiction in which the Group operates.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

19 EARNINGS PER SHARE

(a) Basic

The calculation of the basic earnings per share is based on the consolidated profit attributable to the owners of the Company of HK\$141,377,000 (2024: HK\$148,385,000) and on the weighted average number of approximately 1,364,392,000 (2024: 1,364,392,000) ordinary shares in issue.

| | (Unaudited) Six months ended 30 September | |
|---|--|-----------|
| | 2025 | 2024 |
| Profit attributable to owners of the Company (HK\$'000) | 141,377 | 148,385 |
| Weighted average number of ordinary shares in issue (thousands) | 1,364,392 | 1,364,392 |
| Basic earnings per share (HK cents) | 10.4 | 10.9 |

(b) Diluted

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares.

For the period ended 30 September 2025, the Group has following category of potentially dilutive ordinary share: share option issued by the Company (2024: same).

As the share option has anti-dilutive effects on the earnings per share for the period ended 30 September 2025, the diluted earnings per share is equivalent to the basic earnings per share.

20 INTERIM DIVIDEND

At a meeting held on 27 November 2025, the board of directors has resolved to declare an interim dividend of HK3 cents per share (2024: same) amounting to HK\$40,932,000 (2024: same). This declared dividend is not reflected as dividend payable in this condensed consolidated interim financial information, but will be recognised in shareholders' equity in the year ending 31 March 2026.

21 FINANCIAL GUARANTEES

The Company has provided guarantees in respect of banking facilities of its subsidiaries of approximately HK\$41,920,000 as at 30 September 2025 (as at 31 March 2025: HK\$753,140,000). The facilities utilised by the subsidiaries as at 30 September 2025 amounted to HK\$28,010,000 (as at 31 March 2025: HK\$28,721,000).

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

22 COMMITMENTS

(a) Capital commitment

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|--|--|--|
| Capital expenditure contracted for at the end of the reporting period but not provided for are as follows: | | |
| Property, plant and equipment | 739,604 | 778,946 |

(b) Operating lease commitments

The Group as lessor

The Group leases out the investment properties and certain machinery under operating leases. The leases generally run for an initial period of one to five years, with an option to renew the leases after that date at which time all terms are renegotiated. None of the leases includes contingent rentals.

56

At the end of the reporting period, the Group had contracted with lessees under non-cancellable operating leases in respect of buildings and machinery for the following future minimum leases receivable:

| | (Unaudited) As at 30 September 2025 HK\$'000 | (Audited) As at 31 March 2025 HK\$'000 |
|---------------------------------------|--|--|
| Leases receivable: | | |
| Within one year | 16,863 | 24,038 |
| In the second to fifth year inclusive | 2,717 | 15,468 |
| More than five year | 1,599 | 1,131 |
| | 21,179 | 40,637 |

23 CONTINGENT LIABILITY

During the year ended 31 March 2023, a wholly-owned subsidiary of the Group received a product-related claim from a customer. The relevant legal process is still in the preliminary stages and management do not presently have sufficient information to assess the validity and the potential exposure of the claim. Accordingly, no further information has been disclosed concerning estimates of financial impact and the contingent liabilities in relation to this legal case. This is so as to not compromise the results of the possible proceedings or the interests of the Company. By taking account of all available evidence, management considered there was no present obligation as at 30 September 2025 (31 March 2025: same), and disclosed as a contingent liability.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

24 RELATED PARTY TRANSACTIONS

(a) Transactions with related parties

Except for those disclosed below and other than those disclosed elsewhere in the condensed consolidated interim financial information, the Group has no other significant transactions with related parties during the six months ended 30 September 2025 (2024: same).

| | (Unaudited) | |
|-----------------------------------|-------------------------------|----------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Consultancy fee (<i>Note i</i>) | 1,500 | 1,500 |
| Interest income | 215 | – |

Note:

(i) On 1 December 2023, the Company entered into a consultancy agreement with Mr. Liu Siong Song to appoint him as the strategic and technical consultant of the Company for the term from 1 December 2023 to 30 November 2026. This related party transaction was also the continuing connected transactions as defined in Chapter 14A of the Listing Rules.

(b) Balances with related parties

57

| | (Unaudited) | (Audited) |
|---|--------------|-----------|
| | As at | As at |
| | 30 September | 31 March |
| | 2025 | 2025 |
| | HK\$'000 | HK\$'000 |
| Amount due from a joint venture (<i>Note i</i>) | 7,235 | 7,118 |
| Amount due to a joint venture (<i>Note i</i>) | 126 | 126 |
| Loan to joint ventures (<i>Note ii</i>) | 32,143 | 5,780 |

Notes:

(i) Balances with related party arise from trading transactions, and are unsecured, non-interest bearing and are repayable on demand. The carrying amounts of these balances approximate their fair values due to their short maturities.

(ii) As at 30 September 2025, the Group had an outstanding loan to a joint venture, TPI, totaling EUR703,000 (equivalent to approximately HK\$6,420,000 (as at 31 March 2025: HK\$5,780,000)). The loan is unsecured, bears interest at 2.5% per annum, and is repayable on demand. The Group had two outstanding loans to the other joint venture, JC Real Estate GmbH ("JC"), amounted at EUR2,471,000 and EUR322,000 (equivalent to approximately HK\$22,016,000 and HK\$2,944,000 respectively). The loans are unsecured, bear interest at 3.7% and 0.5% respectively per annum, and is repayable on demand.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

24 RELATED PARTY TRANSACTIONS *(Continued)*

(c) Key management compensation

The remuneration of directors and other members of key management personnel during the period were as follows:

| | (Unaudited) | |
|---|-------------------------------|----------|
| | Six months ended 30 September | |
| | 2025 | 2024 |
| | HK\$'000 | HK\$'000 |
| Wages and salaries, other allowances and benefits | 10,402 | 10,303 |
| Retirement scheme contributions | 475 | 461 |
| | 10,877 | 10,764 |

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