GME

GME Group Holdings Limited
駿傑集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8188)

Interim Report 2026

CHARACTERISTICS OF GEM OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

GEM has been positioned as a market designed to accommodate small and mid-sized companies to which a higher investment risk may be attached than other companies listed on the Stock Exchange. Prospective investors should be aware of the potential risks of investing in such companies and should make the decision to invest only after due and careful consideration.

Given that the companies listed on GEM are generally small and mid-sized companies, there is a risk that securities traded on GEM may be more susceptible to high market volatility than securities traded on the Main Board and no assurance is given that there will be a liquid market in the securities traded on GEM.

Hong Kong Exchanges and Clearing Limited and the Stock Exchange take no responsibility for the contents of this report, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this report.

*This report, for which the directors (the "**Director(s)**") of GME Group Holdings Limited (the "**Company**") collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "**GEM Listing Rules**") for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.*

CONTENTS

MIX
Paper | Supporting responsible forestry
FSC™ C132597
www.fsc.org

This interim report was printed using soy ink

CORPORATE INFORMATION

Board of Directors

Executive Directors

Mr. Chuang Chun Ngok Boris *(Chairman)*
Mr. Chuang Wei Chu

Non-executive Director

Ms. Chuang Yau Ka

Independent non-executive Directors

Ms. Chan Sheung Yu
(appointed on 22 May 2026)
Mr. Lam Man Bun Alan
Mr. Lau Chun Fai Douglas
Ir Ng Wai Ming Patrick

Audit Committee

Mr. Lau Chun Fai Douglas *(Chairman)*
Ms. Chan Sheung Yu
(appointed on 22 May 2026)
Mr. Lam Man Bun Alan
Ir Ng Wai Ming Patrick

Remuneration Committee

Mr. Lam Man Bun Alan *(Chairman)*
Mr. Chuang Chun Ngok Boris
Ms. Chan Sheung Yu
(appointed on 22 May 2026)
Mr. Lau Chun Fai Douglas
Ir Ng Wai Ming Patrick

Nomination Committee

Ir Ng Wai Ming Patrick *(Chairman)*
Mr. Chuang Chun Ngok Boris
Ms. Chuang Yau Ka
Ms. Chan Sheung Yu
(appointed on 22 May 2026)
Mr. Lam Man Bun Alan
Mr. Lau Chun Fai Douglas

Compliance Officer

Mr. Chuang Chun Ngok Boris

Company Secretary

Mr. Sze Kevin Chun Kit HKFCG(PE) FCPA
E-mail: companysecretary@gmehk.com
Fax: +852 3105 1881

Authorised Representatives

Mr. Chuang Chun Ngok Boris
Mr. Sze Kevin Chun Kit

Registered Office

4th Floor
Harbour Place
103 South Church Street
P.O. Box 10240
Grand Cayman KY1-1002
Cayman Islands

Headquarters and Principal Place of Business in Hong Kong

41/F, United Asia Finance Centre
333 Lockhart Road
Wan Chai, Hong Kong

Principal Share Registrar and Transfer Office

Ascentium (Cayman) Limited
4th Floor
Harbour Place
103 South Church Street
P.O. Box 10240
Grand Cayman KY1-1002
Cayman Islands

Hong Kong Branch Share Registrar and Transfer Office

Tricor Investor Services Limited
17/F, Far East Finance Centre
16 Harcourt Road
Hong Kong

Auditor

BDO Limited
Certified Public Accountants
Registered Public Interest Entity Auditor
25th Floor, Wing On Centre
111 Connaught Road Central
Hong Kong

Legal Advisers as to Hong Kong Laws

CLKW LAWYERS LLP
1901A, 1902 & 1902A
19/F, New World Tower I
16-18 Queen's Road Central
Central
Hong Kong

Compliance Adviser

Altus Capital Limited
21 Wing Wo Street
Central
Hong Kong

Principal Bankers

Bank of China (Hong Kong) Limited

Dah Sing Bank, Limited

DBS Bank (Hong Kong) Limited

Standard Chartered Bank (Hong Kong) Limited

Company Website

www.gmehk.com

Stock Code

8188

Investor Relations

E-mail: ir@gmehk.com
Fax: +852 3105 1881

Whistleblowing

E-mail: whistleblowing@gmehk.com

Financial Calendar

Date for the closure of the register of members of the Company for the interim dividends
Wednesday, 23 September 2026 to Thursday, 24 September 2026 (both days inclusive)

Payment date of proposed interim dividends
Friday, 30 October 2026

FINANCIAL HIGHLIGHTS (UNAUDITED)

The board of Directors (the "**Board**") of the Company hereby announces the unaudited condensed consolidated interim results of the Company and its subsidiaries (collectively referred to as the "**Group**") for the six months ended 30 June 2026 (the "**Reporting Period**"), together with the unaudited comparative figures for the corresponding period in 2025.

The Group's revenue increased from approximately HK$434,835,000 for the six months ended 30 June 2025 to approximately HK$476,756,000 for the six months ended 30 June 2026, representing an increase of approximately HK$41,921,000 or 9.6%. Such an increase in revenue for the Reporting Period was mainly due to the combined effects of: (i) a decrease in revenue generated from public sector projects – tunnel construction services by approximately HK$65,899,000, and (ii) an increase in revenue generated from public sector projects – utilities construction services and others by approximately HK$107,120,000.

The gross profit and gross profit margin of the Group for the Reporting Period was approximately HK$69,518,000 and 14.6%, respectively (for the six months ended 30 June 2025: approximately HK$84,742,000 and 19.5%, respectively). The decrease in the Group's gross profit and gross profit margin was primarily attributable to the persistently weak construction market in general and specifically, the public work sector.

The Group's profit and total comprehensive income for the period attributable to the owners of the Company ("**Net Profit**") for the Reporting Period was approximately HK$37,323,000 (for the six months ended 30 June 2025: approximately HK$52,913,000), representing a decrease of approximately HK$15,590,000. The aforementioned decrease was attributable to the decrease in gross profit during the Reporting Period, as referenced above.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2026

	Notes	Six months ended 30 June 2026 HK$'000 (Unaudited)	2025 HK$'000 (Unaudited)
Revenue	4	**476,756**	434,835
Cost of services		**(407,238)**	(350,093)
Gross profit		**69,518**	84,742
Other income	5	**1,990**	3,923
Reversal of/(provision for) impairment loss on trade receivable and contract assets, net		**438**	(256)
Administrative expenses		**(24,114)**	(23,437)
Finance costs		**(2,256)**	(1,532)
Profit before income tax expense	6	**45,576**	63,440
Income tax expense	7	**(8,253)**	(10,527)
Profit and total comprehensive income for the period		**37,323**	52,913
Profit and total comprehensive income for the period attributable to:			
Owners of the Company		**37,323**	52,913
Earnings per share			
– Basic and diluted (HK cents)	9	**7.82**	11.01

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	**As at 30 June 2026 HK$'000 (Unaudited)**	As at 31 December 2025 HK$'000 (Audited)
Non-current assets			
Property, plant and equipment	10	**15,585**	21,424
Goodwill		**29**	29
Other intangible assets		**18,768**	18,768
Deposits	12	**658**	693
		35,040	40,914
Current assets			
Contract assets	11	**155,468**	162,695
Trade and other receivables	12	**200,087**	145,684
Pledged bank deposits	13	**3,000**	3,000
Cash and cash equivalents	13	**23,569**	18,393
		382,124	329,772
Current liabilities			
Trade and other payables	14	**51,736**	66,074
Bank borrowings, secured	15	**117,200**	80,193
Promissory notes		**1,963**	3,925
Lease liabilities		**3,094**	3,132
Tax Payable		**8,574**	433
		182,567	153,757
Net current assets		**199,557**	176,015
Total assets less current liabilities		**234,597**	216,929
Non-current liabilities			
Lease liabilities		**1,755**	3,270
Deferred tax liabilities		**3,837**	4,166
		5,592	7,436
NET ASSETS		**229,005**	209,493

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	**As at 30 June 2026 HK$'000 (Unaudited)**	As at 31 December 2025 HK$'000 (Audited)
EQUITY			
Equity attributable to owners of the Company			
Share capital	16	**4,769**	4,774
Reserves		**224,236**	204,719
TOTAL EQUITY		**229,005**	209,493

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2026

	Attributable to the owners of the Company							
	Share capital HK$'000 (unaudited)	Share premium HK$'000 (unaudited)	Capital reserve HK$'000 (unaudited)	Other reserve HK$'000 (unaudited)	Share repurchase reserve HK$'000 (unaudited)	Share-based payment reserve HK$'000 (unaudited)	Retained earnings HK$'000 (unaudited)	Total HK$'000 (unaudited)
For the six months ended 30 June 2026								
As at 1 January 2026	**4,774**	**82,993**	**90**	**(36,104)**	**(108)**	**388**	**157,460**	**209,493**
Profit and total comprehensive income for the period	**–**	**–**	**–**	**–**	**–**	**–**	**37,323**	**37,323**
Final dividend paid	**–**	**–**	**–**	**–**	**–**	**–**	**(19,084)**	**(19,084)**
Share repurchased in prior year and cancelled	**(1)**	**(107)**	**–**	**–**	**108**	**–**	**–**	**–**
Share repurchased and cancelled	**(4)**	**(450)**	**–**	**–**	**–**	**–**	**–**	**(454)**
Share-based payments (note 20)	**–**	**–**	**–**	**–**	**–**	**1,727**	**–**	**1,727**
As at 30 June 2026	**4,769**	**82,436**	**90**	**(36,104)**	**–**	**2,115**	**175,699**	**229,005**
For the six months ended 30 June 2025								
As at 1 January 2025	4,813	88,682	90	(36,104)	–	597	113,430	171,508
Profit and total comprehensive income for the period	–	–	–	–	–	–	52,913	52,913
Final dividend paid	–	–	–	–	–	–	(19,227)	(19,227)
Share repurchased and cancelled	(34)	(2,252)	–	–	–	–	–	(2,286)
Share-based payments (note 20)	40	1,020	–	–	–	(597)	–	463
As at 30 June 2025	4,819	87,450	90	(36,104)	–	–	147,116	203,371

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June 2026 HK$'000 (Unaudited)	2025 HK$'000 (Unaudited)
Cash flows from operating activities		
Profit before income tax expense	**45,576**	63,440
Adjustments for:		
Depreciation of property, plant and equipment	**6,485**	6,346
Bank interest income	**(4)**	(67)
(Reversal of)/provision for impairment loss on trade receivables, net	**(228)**	204
(Reversal of)/provision for impairment loss on contract assets, net	**(210)**	52
Share-based payment expenses	**1,727**	463
Finance costs	**2,256**	1,532
Gain on disposal of property, plant and equipment	**(50)**	(6)
Operating profit before working capital changes	**55,552**	71,964
Decrease/(increase) in contract assets	**7,437**	(13,546)
Increase in trade and other receivables	**(54,140)**	(17,218)
Decrease in trade and other payables	**(19,636)**	(7,054)
Cash generated from operating activities	**(10,787)**	34,146
Interest received	**4**	67
Income tax paid	**(441)**	(20,143)
Net cash (used in)/generated from operating activities	**(11,224)**	14,070
Cash flows from investing activities		
Purchases of property, plant and equipment	**(646)**	(6,686)
Proceeds from disposal of property, plant and equipment	**50**	6
Net project payments received from the vendor	**24,932**	30,681
Net project payments paid to the vendor	**(19,634)**	(29,557)
Net cash generated from/(used in) investing activities	**4,702**	(5,556)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2026

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Cash flows from financing activities		
Repayment of bank borrowings	**(91,997)**	(56,943)
Proceeds from bank borrowings	**129,004**	80,143
Payment of promissory notes	**(1,962)**	–
Interest paid on promissory notes	**(110)**	–
Payment of lease liabilities	**(1,705)**	(1,987)
Release of pledged bank deposits	**–**	3,000
Interest paid on bank borrowings	**(1,994)**	(1,303)
Share repurchased	**(454)**	(2,286)
Dividend paid	**(19,084)**	(19,227)
Net cash generated from financing activities	**11,698**	1,397
Net increase in cash and cash equivalents	**5,176**	9,911
Cash and cash equivalents at beginning of the period	**18,393**	26,410
Cash and cash equivalents at end of the period	**23,569**	36,321

1. GENERAL INFORMATION

The Company was incorporated in the Cayman Islands on 18 January 2016, as an exempted company with limited liability under the Companies Law, Cap. 22 of the Cayman Islands. The registered office and principal place of business of the Company in Hong Kong are located at 4th Floor, Harbour Place, 103 South Church Street, P.O. Box 10240, Grand Cayman KY1-1002, Cayman Islands and 41/F, United Asia Finance Centre, 333 Lockhart Road, Wan Chai, Hong Kong, respectively.

Mr. Chuang Wei Chu and Mr. Chuang Chun Ngok Boris, both of whom are also executive Directors, and their family members, Ms. To Yin Ping (the spouse of Mr. Chuang Wei Chu) and Ms. Chuang Yau Ka (a non-executive Director) entered into an acting in concert deed dated 21 March 2016 (the "**Acting in Concert Deed**") as the controlling shareholders of the Company (the "**Controlling Shareholders**"). The Controlling Shareholders have agreed to consolidate their respective interests in the Company and to vote on any resolution to be passed at any shareholders' meeting of the Company in an unanimous manner. Each of Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu, Ms. To Yin Ping and Ms. Chuang Yau Ka is deemed to be interested in all the shares of the Company (the "**Share(s)**") held by them in aggregate by virtue of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the "**SFO**"). Mr. Chuang Chun Ngok Boris is the son of Mr. Chuang Wei Chu and Ms. To Yin Ping and the brother of Ms. Chuang Yau Ka.

The Shares were listed on GEM of the Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 22 February 2017.

The Company is an investment holding company and the Group is principally engaged in the provision of underground construction in Hong Kong.

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES

The unaudited condensed consolidated financial statements of the Group for the six months ended 30 June 2026 (the "**Unaudited Condensed Consolidated Financial Statements**") have been prepared in accordance with HKFRS Accounting Standards (the "**HKFRS**") issued by the Hong Kong Institute of Certified Public Accountants (the "**HKICPA**") and the applicable disclosures required by the GEM Listing Rules.

The Unaudited Condensed Consolidated Financial Statements do not include all of the information and disclosures required in the annual consolidated financial statements and hence should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2025 (the "**2025 Consolidated Financial Statements**"), which have been prepared in accordance with HKFRS and the disclosure requirements of the Hong Kong Companies Ordinance (Chapter 622 of the Laws of Hong Kong).

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES (Continued)

The Unaudited Condensed Consolidated Financial Statements have not been audited by the Company's auditor, but have been reviewed by the audit committee of the Board (the "**Audit Committee**").

The Unaudited Condensed Consolidated Financial Statements have been prepared under the historical cost basis and in accordance with HKAS 34: Interim Financial Reporting issued by the HKICPA. The Unaudited Condensed Consolidated Financial Statements are presented in Hong Kong Dollars ("**HK$**"), which is also the functional currency of the Company, and all values are rounded to the nearest thousands, except when otherwise indicated.

The accounting policies applied and the method of computation used in the preparation of the Unaudited Condensed Consolidated Financial Statements are consistent with those adopted in the preparation of the 2025 Consolidated Financial Statements. The financial information relating to the year ended 31 December 2025 that is included in these Unaudited Condensed Consolidated Financial Statements as comparative information does not constitute the statutory annual consolidated financial statements of the Company for that financial year but is derived from those consolidated financial statements.

Application of amendments to HKFRS that are mandatorily effective for the Reporting Period

During the Reporting Period, the Group has applied the following amendments to HKFRS as issued by the HKICPA, for the first time, which are mandatorily effective for the Group's current accounting period beginning on 1 January 2026 for the preparation of the Group's Unaudited Condensed Consolidated Financial Statements:

Amendments to HKFRS 9 and HKFRS 7	Amendments to the Classification and Measurement of Financial Instruments
Amendments to HKFRS 9 and HKFRS 7	Contracts Referencing Nature-dependent Electricity
Amendments to HKFRS Accounting Standards	Annual Improvements to HKFRS Accounting Standards – Volume 11

The application of the amendments to HKFRS for the six months ended 30 June 2026 has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in these Unaudited Condensed Consolidated Financial Statements.

2. BASIS OF PREPARATION AND PRINCIPAL ACCOUNTING POLICIES (Continued)

New or amended HKFRS that have been issued but not yet effective

The following new or amended HKFRS, potentially relevant to the Group's consolidated financial statements, have been issued, but not yet effective and have not been early adopted by the Group. The Group's current intention is to apply these changes on the date they become effective.

The following amendments are effective for the period beginning 1 January 2027:

HKFRS 18	Presentation and Disclosure in Financial Statements

The Group is currently assessing the impact of these new accounting standards and amendments. The Group does not expect any other standards issued by the HKICPA, but are yet to be effective, to have a material impact on the Group.

3. SEGMENT INFORMATION

(a) Operating segments

The Group was principally engaged in the provision of underground construction services in Hong Kong. Information reported to the chief operating decision maker for the purpose of resources allocation and performance assessment, it focuses on the operating results of the Group as a whole, as the Group's resources are integrated and no discrete operating segment financial information is available. Accordingly, no operating segment information is presented.

(b) Geographical information

All of the Group's revenue was derived from Hong Kong, based on the location of the customers, and all of its non-current assets were located in Hong Kong, based on the location of assets. Therefore, no geographical information is presented.

3. SEGMENT INFORMATION (Continued)

(c) Information about major customers

Revenue attributed from customers that accounted for 10% or more of the Group's revenue during the Reporting Period is as follows:

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Customer AG	**142,566**	111,745
Customer AE	**95,144**	N/A
Customer M	**85,962**	156,635
Customer B	**55,650**	96,270

N/A: The relevant revenue did not exceed 10% of the Group's revenue for the six months ended 30 June 2025.

4. REVENUE

Revenue from the provision of construction is recognised over time using the output method, i.e. based on surveys of work completed by the Group to date, with the agreement from the customers evidenced through the progress certificates.

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Public tunnel projects	**83,371**	149,270
Public utilities construction services and other projects (Note)	**392,053**	284,933
Private projects	**1,332**	632
	476,756	434,835

Note: Public utilities construction services and other projects mainly comprise revenue from contracts for utilities construction services involving underground construction work.

5. OTHER INCOME

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Bank interest income	**4**	67
Government grants (Note)	**175**	2,536
Rental income	**10**	129
Sales of surplus materials	**629**	5
Sundry income	**1**	78
Reimbursement from the main contractors	**1,121**	1,102
Gain on disposal of property, plant and equipment	**50**	6
	1,990	3,923

Note:

For the six months ended 30 June 2026, the government grants of approximately HK$175,000 (for the six months ended 30 June 2025: HK$2,536,000) were received by Good Mind Engineering Limited ("**GMEHK**"), an indirectly wholly-owned subsidiary of the Company. Such grants were mainly from the Construction Innovation and Technology Fund (the "**CITF**").

The CITF was established by the Development Bureau (the "**Development Bureau**") of the Government of the Hong Kong Special Administrative Region of the People's Republic of China (the "**Hong Kong Government**") to encourage wider adoption of innovative construction methods and new technologies in the construction industry. The Construction Industry Council (the "**CIC**") is commissioned by the Development Bureau to be the implementation partner.

6. PROFIT BEFORE INCOME TAX EXPENSE

Profit before income tax expense is arrived at after charging/(crediting):

	Six months ended 30 June 2026 HK$'000 (Unaudited)	2025 HK$'000 (Unaudited)
Included in cost of services:		
– Subcontracting costs	**16,519**	21,882
– Construction materials and supplies	**169,131**	179,399
Auditor's remuneration	**422**	403
(Reversal of)/provision for impairment loss on trade receivables, net	**(228)**	204
(Reversal of)/provision for impairment loss on contract assets, net	**(210)**	52
Gain on disposal of property, plant and equipment	**(50)**	(6)
Depreciation charges:		
– Owned property, plant and equipment	**4,509**	4,160
– Right-of-use-assets included within		
– Leased properties	**1,132**	1,188
– Office equipment	**13**	12
– Plant and machinery	**758**	842
– Motor vehicles	**73**	144
Consultancy fees	**2,235**	1,346
Lease payment not included in the measurement of lease liabilities:		
– Leased properties (included in cost of services and administrative expenses)	**216**	216
– Short-term leases of plant and machinery (included in cost of services)	**16,824**	16,582
Finance costs:		
– Interest on bank borrowings	**1,994**	1,303
– Interest on lease liabilities	**152**	229
– Interest on promissory notes	**110**	–
Employee benefit expenses, including Directors' remuneration	**204,266**	133,345

7. INCOME TAX EXPENSE

The amount of income tax expense in the unaudited condensed consolidated statement of comprehensive income represents:

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Current tax – Hong Kong profits tax		
– charge for the Reporting Period	**8,582**	10,158
Deferred tax	**(329)**	369
Income tax expense	**8,253**	10,527

The provision of Hong Kong Profits Tax is calculated at a tax rate of 16.5% (for the six months ended 30 June 2025: 16.5%).

According to the Inland Revenue (Amendment) Bill 2017, which was substantively enacted after passing its Third Reading in the Legislative Council of the Hong Kong Government (the "**Legislative Council**") on 28 March 2018, the two-tiered profits tax regime (the "**Regime**") is first effective for the year of assessment 2018/19. The profits tax rate for the first HK$2 million of assessable profits of the qualifying group entity is lowered to 8.25% with excess assessable profits continuing to be taxed at 16.5%. The profits of group entities that do not qualify for the Regime will continue to be taxed at a flat rate of 16.5%. The Hong Kong profits tax for the six months ended 30 June 2026 and 2025 is provided based on the Regime.

GMEHK was elected to two-tiered profits tax rates during the Reporting Period (for the six months ended 30 June 2025: two-tiered profits tax rates). Other entities in Hong Kong that are subject to the provision of Hong Kong profits tax are calculated at a tax rate of 16.5% during the Reporting Period (during the six months ended 30 June 2025: 16.5%).

8. DIVIDEND

The Board has declared the payment of an interim dividend of HK$0.04 per Share for the year ending 31 December 2026 (an interim dividend for the year ended 31 December 2025: HK$0.05).

9. EARNINGS PER SHARE

Basic earnings per Share is calculated by dividing the profit for the year attributable to owners of the Company by the weighted average number of ordinary Shares outstanding during the Reporting Period and adjusted for the effect of ordinary Shares repurchased.

Diluted earnings per Share is calculated by dividing the profit for the year attributable to owners of the Company by the weighted average number of ordinary Shares assumed to have been issued at no consideration on the deemed exercise of all dilutive potential ordinary Shares into ordinary Shares. No potential ordinary Shares has been taken into account in calculation of diluted earnings per Share for the six months ended 30 June 2026 and 2025 as they have anti-dilutive effect. The calculations of basic and diluted earnings per Share are based on:

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Profit for the period attributable to the owners of the Company for the purpose of basic and diluted earnings per Share	**37,323**	52,913
	Number of Shares '000	Number of Shares '000
Weighted average number of ordinary Shares for the purpose of earnings per Share	**477,189**	480,406

10. PROPERTY, PLANT AND EQUIPMENT

During the Reporting Period, the Group acquired the property, plant and equipment of approximately HK$646,000 (during the six months ended 30 June 2025: approximately HK$7,628,000).

11. CONTRACT ASSETS

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Contract assets arising from:		
Construction services		
– Unbilled revenue	**20,851**	20,851
– Retention receivables from contracts with customers within the scope of HKFRS 15	**151,711**	159,148
	172,562	179,999
Less: impairment loss	**(17,094)**	(17,304)
	155,468	162,695

The contract assets primarily relate to the Group's right to consideration for construction works completed but not yet billed to customers, and the retention receivables at the reporting date on 30 June 2026 (the "**Reporting Date**"). The contract assets are transferred to trade receivables when the rights become unconditional, that is, when the Group issues progress billings to customers based on the progress certificates agreed with the customers or when the retention receivables become unconditional.

Included within contract assets is an amount of approximately HK$151,711,000 (as at 31 December 2025: approximately HK$159,148,000), which relates to retention amounts withheld up to 5%-12.5% (as at 31 December 2025: 5%-12.5%) of the contract sum under contractual terms from trade receivables from customers as the construction work services. The monies are generally released from the customers to certification of the completion of work and/or finalisation of contract accounts, or security is given to the customer (i.e., the contractor) in case the Group fails to adequately complete some or all of its obligations under the contract.

11. CONTRACT ASSETS (Continued)

The expected timing of recovery or settlement for contract assets is as follows:

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Within one year	**81,285**	85,052
More than one year and less than five years	**74,183**	77,643
Total contract assets	**155,468**	162,695

The amount of contract assets expected to be recovered after more than one year is approximately HK$74,183,000 as at the Reporting Date (as at 31 December 2025: approximately HK$77,643,000), all of which relates to retention receivables. The other contract assets are expected to be recovered within one year.

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
At beginning of period/year	**17,304**	17,333
Impairment loss	**–**	63
Reversal of impairment loss	**(210)**	(92)
At end of period/year	**17,094**	17,304

The estimated loss rates are based on historical observed default rates over the expected life of the debtors. They are adjusted for forward-looking information that is available without undue cost or effort. The grouping is regularly reviewed by the management of the Company (the "**Management**") to ensure relevant information about specific debtors is updated. The contract assets have substantially the same risk characteristics as the trade receivables for the same type of contracts. The Group has therefore concluded that the loss rates for trade receivables are a reasonable approximation of the loss rates for contract assets.

11. CONTRACT ASSETS (Continued)

The loss allowance for impairment of contract assets is as follows:

	As at 30 June 2026 % (Unaudited)	As at 31 December 2025 % (Audited)
Expected credit losses rate	**9.91**	9.61

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Gross carrying amount	**172,562**	179,999
Expected credit losses	**17,094**	17,304

12. TRADE AND OTHER RECEIVABLES

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Trade receivables (Note)	**189,188**	133,767
Less: impairment loss	**(802)**	(1,030)
	188,386	132,737
Prepayments, deposits and other receivables	**15,625**	16,906
Less: impairment loss	**(3,266)**	(3,266)
	12,359	13,640
	200,745	146,377
Non-current deposits	**(658)**	(693)
Current	**200,087**	145,684

12. TRADE AND OTHER RECEIVABLES (Continued)

Note:

Trade receivables were mainly derived from the provision of underground construction services and are non-interest bearing. The Group does not hold any collateral or other credit enhancements over these balances. The credit period granted by the Group to its customers is generally 21 to 60 days.

The following is an analysis of trade receivables by age, presented based on invoice dates and net of loss allowance as follows:

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Less than 1 month	**187,768**	132,547
1 to 3 months	**428**	–
More than 3 months but less than 1 year	**–**	–
Over one year	**190**	190
	188,386	132,737

The movements in provision for impairment of trade receivables is as follows:

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
At beginning of period/year	**1,030**	690
Impairment loss	**–**	340
Reversal of impairment loss	**(228)**	–
At end of period/year	**802**	1,030

13. CASH AND CASH EQUIVALENTS AND PLEDGED BANK DEPOSITS

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Cash at banks and in hand	**23,569**	18,393
Pledged bank deposits	**3,000**	3,000

Cash and cash equivalents of the Group represent cash at banks and in hand.

The effective interest rate of pledged bank deposits was 0.3% per annum during the Reporting Period (during the year ended 31 December 2025: 1.3% per annum).

14. TRADE AND OTHER PAYABLES

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Trade payables (Note (a))	**17,431**	24,714
Other payables and accruals (Note (b))	**34,305**	41,360
	51,736	66,074

14. TRADE AND OTHER PAYABLES (Continued)

Notes:

(a) An ageing analysis of trade payables as at the Reporting Date, based on invoice dates, is as follows:

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Current or less than 1 month	**5,201**	5,606
1 to 3 months	**10,598**	10,765
More than 3 months but less than 1 year	**1,480**	8,171
More than 1 year	**152**	172
	17,431	24,714

The Group's trade payables are non-interest bearing and generally have payment terms of 0 to 30 days.

(b) Other payables are non-interest bearing and have average payment terms of one to three months.

15. BANK BORROWINGS, SECURED

	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Bank borrowings, secured and repayable within the year or on demand	**117,200**	80,193

Note:

As at 30 June 2026, the Group had bank facilities from two licensed banks in Hong Kong with a total amount of approximately HK$138,938,000 (as at 31 December 2025: two licensed banks in Hong Kong with a total amount of HK$109,081,000), which comprised revolving term loans of HK$104,000,000 (as at 31 December 2025: HK$54,000,000), the export invoice financing of HK$12,000,000 (as at 31 December 2025: HK$12,000,000) and a term loan of approximately HK$22,938,000 (as at 31 December 2025: two term loans of approximately HK$43,081,000).

15. BANK BORROWINGS, SECURED (Continued)

Note: (Continued)

Details of the bank facilities are as follows:

(a) As at 30 June 2026, the revolving term loan at an amount of HK$15,000,000 bears an interest rate of 1% per annum below the Hong Kong Prime Rate ("**Prime Rate**"). As at 31 December 2025, the revolving term loan of HK$18,000,000 bore the same interest rate. The loan was guaranteed by Mr. Chuang Chun Ngok, Boris, Mr. Chuang Wei Chu, Ms. Chuang Yau Ka and Ms. To Yin Ping. The balance as at 30 June 2026 will mature in September 2026 and December 2026, according to the repayment schedule.

(b) As at 30 June 2026, the revolving loan at an amount of HK$50,000,000 bears an interest rate of one-month Hong Kong Interbank Offered Rate ("**HIBOR**") plus 2% per annum for two construction projects. The loan was guaranteed by Mr. Chuang Chun Ngok Boris, and GME Group Holdings Limited. The balance as at 30 June 2026 will mature in September, October, November and December 2026 according to the repayment schedule.

(c) As at 30 June 2026, the revolving loan at an amount of HK$30,000,000 bears an interest rate of one-month HIBOR plus 2% per annum for two construction projects. As at 31 December 2025, same revolving loan bore interest at the Prime Rate. The loan was guaranteed by Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu and GME Group Holdings Limited. The balance as at 30 June 2026 will mature in September, October, November and December 2026 according to the repayment schedule.

(d) As at 30 June 2026, the revolving term loan of HK$6,000,000 bears interest at the bank's cost of funds plus 2.25% per annum (31 December 2025: HK$6,000,000 at the bank's cost of funds plus 2.25% per annum). The loan was guaranteed by GME Group Holdings Limited and was scheduled to mature in July 2026.

(e) As at 30 June 2026, the term loan amounting to approximately HK$9,671,000 bears an interest rate at one-month HIBOR plus 1.5% per annum. As at 31 December 2025, same term loan with the amount of approximately HK$21,065,000 bore the same interest rate. The loan was guaranteed by Mr. Chuang Chun Ngok Boris and GME Group Holdings Limited. The balance is scheduled for repayment in November 2026 in accordance with the repayment schedule ("**Tax Loan 1**").

(f) As at 31 December 2025, the term loan amounted to approximately HK$5,128,000 and bore an interest rate at one-month HIBOR plus 1.5% per annum. The loan was guaranteed by Mr. Chuang Chun Ngok Boris and GME Group Holdings Limited. The balance was settled during the Reporting Period ("**Tax Loan 2**").

(g) The export invoice financing at an amount of HK$6,529,000 (as at 31 December 2025: nil) bears an interest rate of 3% per annum over the higher of HIBOR and the bank's cost of funds (as at 31 December 2025: nil). The loans were secured by deposits of approximately HK$3,000,000 (Note 13). The balance was repaid in July 2026.

As at 30 June 2026, the Group had HK$8,471,000 (as at 31 December 2025: HK$12,000,000) unutilised banking facilities from two (as at 31 December 2025: two) banking facilities, excluding Tax Loan 1 and Tax Loan 2.

16. SHARE CAPITAL

	The Company Number of Shares	Amount
		HK$'000
Authorised:		
Ordinary share of HK$0.01 each		
As at 31 December 2025 (audited), 1 January 2026 (unaudited) and 30 June 2026 (unaudited)	2,000,000,000	20,000
Issued and fully paid:		
Ordinary share of HK$0.01 each		
As at 31 December 2025 (audited), 1 January 2026	477,420,000	4,774
Share repurchased in prior year and cancelled during the Reporting Period	(104,000)	(1)
Share repurchased and cancelled	(396,000)	(4)
As at 30 June 2026	476,920,000	4,769

Note:

During the Reporting Period, the Company repurchased 396,000 Shares on the Stock Exchange from the market. All of such Shares as well as 104,000 Shares repurchased in December 2025 had been cancelled during the Reporting Period. Particulars of the Share repurchase and cancellation of Shares during the Reporting Period are as follows:

Six months ended 30 June 2026

Month of Share repurchase	Number of Shares repurchased	Highest price paid per Share HK$	Lowest price paid per Share HK$	Aggregate price paid HK$
January 2026	**224,000**	**1.07**	**1.01**	**236,240**
June 2026	**172,000**	**1.27**	**1.25**	**216,720**
Sub-total	**396,000**			**452,960**
December 2025	**104,000**	**1.04**	**1.02**	**108,080**
Total	**500,000**			**561,040**

17. CONTINGENT LIABILITIES

As at 30 June 2026, the Group had several labour claims lodged against it, arising from the ordinary course of its civil engineering construction business. No specific claim amount has been specified in the applications of these claims. It is anticipated that the outflow of resources required in settling these claims, if any, is remote, as these claims are usually covered by insurance maintained by the relevant main contractors. Therefore, the ultimate liability under these claims would not have a material adverse impact on the Group's financial position or performance. No provision for the contingent liabilities in respect of these claims is necessary.

18. RELATED PARTY TRANSACTIONS

(a) Transactions

The Group did not have any related party transactions during the Reporting Period (during the six months ended 30 June 2025: nil).

(b) Key management personnel compensation

The key management personnel of the Group are the Directors. Details of the remuneration paid to them during the Reporting Period and corresponding amount paid for the six months ended 30 June 2025 are as follows:

	Six months ended 30 June	
	2026	2025
	HK$'000	HK$'000
	(Unaudited)	(Unaudited)
Fees	**746**	720
Salaries and benefits	**1,418**	1,402
Defined contribution retirement plan contributions	**24**	24
	2,188	2,146

19. CAPITAL COMMITMENTS

As at 30 June 2026 and 31 December 2025, there were no capital commitments of the Group for the acquisition of property, plant and equipment.

20. SHARE-BASED PAYMENT

Share Scheme

The Share scheme was approved by the shareholders of the Company (the "**Shareholders**") at the Extraordinary General Meeting held on 24 May 2024 and was adopted on 29 May 2024 on which the Company obtained the listing approval from the Stock Exchange (the "**Share Scheme**"). The maximum number of shares which may be issued in respect of all share options and share awards to be granted under the Share Scheme and any other share schemes shall not exceed 48,780,800 Shares, representing 10% of the Shares in issue as at the listing approval date of the Share Scheme unless the Company obtains a fresh approval from the Shareholders.

2025 Share Awards

As set out in the announcement of the Company dated 24 November 2025 (the "**2025 Share Awards Grant Date**"), the Board had resolved to award and grant conditionally an aggregate of 4,832,000 new ordinary Shares of HK$0.01 each in the share capital of the Company to seven selected employees as incentive bonus. All of the awarded Shares to each of the grantees have a vesting period of 12 to 36 months (vesting on 24 November 2026, 24 November 2027 and 24 November 2028).

The fair value of the awarded Shares was calculated based on the market price of the Company's shares at the respective 2025 Share Awards Grant Date, which was to be expensed over the relevant vesting period. The expected dividends during the vesting period have been taken into account when assessing the fair value of the Share Scheme. The Group determined that the 2025 Share Awards Grant Date fair value of each share award was HK$1.09.

20. SHARE-BASED PAYMENT (Continued)

Share Scheme (Continued)

Movements in the number of shares held for the Share Scheme for the Reporting Period/ year ended 31 December 2025 are as follows:

	As at 30 June 2026 (Unaudited)		As at 31 December 2025 (Audited)	
	Weighted average price per share HK$	**Number of share awards**	Weighted average price per share HK$	Number of share awards
At beginning of the Reporting Period/year	**1.09**	**4,832,000**	0.265	4,300,000
Granted	**–**	**–**	1.09	4,832,000
Vested	**–**	**–**	0.265	(4,000,000)
Lapsed	**–**	**–**	0.265	(300,000)
At end of the Reporting Period/year	**1.09**	**4,832,000**	1.09	4,832,000

The Group recognised a total expense of HK$1,727,000 for the six months ended 30 June 2026 (for the six months ended 30 June 2025: HK$463,000) in relation to the Share Awards by the Company.

The number of Shares within the limit of the Share Scheme, less the number of new Shares awarded on 14 June 2024 and 24 November 2025, totalling 9,432,000, was 39,948,800 as at 1 January 2026 and 30 June 2026. The number of Shares that may be issued in respect of the awards granted during the Reporting Period under the Share Scheme divided by the weighted average number of ordinary Shares in issue as at 30 June 2026 is approximately 1.01% (as at 31 December 2025: approximately 1.01%).

21. EVENT AFTER THE REPORTING PERIOD

On 28 July 2026, the Company submitted a formal application to the Stock Exchange for the proposed streamlined transfer of listing of the Company's Shares from GEM to the Main Board pursuant to Chapter 9B of the Rules Governing the Listing of Securities on the Stock Exchange (the "**Main Board Listing Rules**"). The proposed streamlined transfer of listing will not involve the issue of any new Shares. This application is still under review and is subject to the approval of the Stock Exchange.

Subsequent to the Reporting Period, the Company repurchased 232,000 Shares on the Stock Exchange. Such repurchased Shares were cancelled on 28 July 2026.

Saved as disclosed, there are no other subsequent events subsequent to the Reporting Period and up to the date of this report which would materially affect the Group's operating and financial performance.

22. APPROVAL OF UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Unaudited Condensed Consolidated Financial Statements were approved and authorised for issue by the Board on 28 August 2026.

BUSINESS REVIEW

The Group is principally engaged in the provision of underground construction services in Hong Kong and mainly serves main contractors in public sector infrastructure projects. Public sector projects refer to the projects in which the main contractors are employed by Hong Kong Government, its statutory bodies or statutory corporations. The Group has also been involved in some private sector projects, which have covered all other types of engagements. GMEHK, an indirect wholly-owned subsidiary of the Company, is a Group 2 Registered Specialist Trade Contractor with various trade qualifications under the Construction Industry Council ("**CIC**"), GMEHK is a well established subcontractor engaged in civil engineering works which operates solely in Hong Kong. Best Build Construction Company Limited ("**Best Build**"), an indirect wholly-owned subsidiary of the Company, holds a license issued by the Development Bureau of the Hong Kong Government for carrying out Roads and Drainage Works (Group B). Best Build is expected to be highly valuable in strengthening the Group's operational development, thereby creating a business synergy effect that enhances the overall performance of the Group's business.

The Group provides underground construction services, in particular, tunnel construction services (including excavation, shotcreting, shutter design and fabrication, tunnel lining services, shafts, advanced and structural works) and utility construction (mainly the construction and refurbishment of underground public utility works such as road and drainage works) and others (mainly structural works related to tunnel construction and construction of service buildings and support structure for the public). The Group also provides programme design, costing and management for underground construction services. As a result, the Group works routinely with its key clients in pre-tenders for various underground construction projects.

Since 2014, the Group has been focusing on the development of a complete suite of tunnel construction services, which has laid a solid foundation for the Group's growth and a strong advantage in securing contracts. The Group is constantly evaluating opportunities within the underground construction industry and seeking profitable areas in which it can develop, broaden or commence operation. Other than tunnel works, the Group has also participated in earthworks, bridge works and construction of service buildings. The Group considers that diversification is necessary under the current market condition, and continues to explore opportunity in other fields of the construction industry. As at the date of this report, the Group had submitted a certain number of tenders to main contractors, the results of which were still pending.

Despite a challenging macro economic environment, the Hong Kong Government budget deficits and general sentiment of the construction industry market in 2026, the Group is pleased to report that it was able to maintain healthy financial results with revenue of approximately HK$476,756,000 and Net Profit of approximately HK$37,323,000. While revenue increased by approximately 9.6% over the past year, its gross profit margin fell to approximately 14.6% from approximately 19.5% over the previous year due to the persistently weak construction market in general and specifically, the public works sector.

Looking forward, despite the forementioned challenges, the Group retains a positive outlook for 2026.

During the Reporting Period, the Group had secured nine public sector projects (six months ended 30 June 2025: ten) of approximately HK$192,878,000 (six months ended 30 June 2025: approximately HK$407,494,000) and nil private sector projects (six months ended 30 June 2025: one private sector project of approximately HK$264,000) with aggregate secured contract sums and confirmed variation orders (the "**Newly Awarded Contracts**").

During the Reporting Period, the Group had been engaged in 52 public sector projects (six months ended 30 June 2025: 64) and one private sector project (six months ended 30 June 2025: six), including the Newly Awarded Contracts. More importantly, the Group has secured projects in the biggest public infrastructure projects in Hong Kong, including six projects in Northern Metropolis, four projects at SKYTOPIA, Hong Kong International Airport, and three projects in West New Territories Landfill Extension ("**WENTX**") during the Reporting Period and up to the date of this report. The Group believes it is in a solid position to obtain further contracts from these projects during the course of 2026 and beyond. In addition, the Group has a solid tender pipeline covering other major public works in Hong Kong such as I-PARK2, Tung Chung New Town Extension and new MTR stations, etc. The total backlog of the Newly Awarded Contracts and contracts carried over from 2025 to be recognised as revenue after the Reporting Period was approximately HK$826,713,000 (as at 30 June 2025: approximately HK$1,001,350,000). And subsequent to the Reporting Period up to the date of this report, the Group also secured 11 newly awarded construction contracts with the an aggregate contract sum of approximately HK$541,925,000. The construction works commence are expected to in August 2026.

Underpinning the Group's healthy performance is its business model. The Group has worked tirelessly to transform from a tunnel construction specialist during its listing in 2017 to vertically and horizontally integrate into a full spectrum construction services provider in 2025. The Group is proud to announce that it has secured all of the 5 key Group 2 licenses for structural and tunnel works at the Development Bureau of the Hong Kong Government and CIC. Coupled with its full coverage of the construction services value chain (from engineering, project planning to implementation with its own workforce), the Group is confident that this model can help the Group maintain its competitive advantage and produce superlative results into the future.

To maintain consistent quality services for all customers, the Group has established a formal quality management system which is certified to be in compliance with the requirements of ISO 9001:2015. The Group has in-house quality assurance requirements specifying, amongst other things, specific work procedures for performing various types of works, responsibilities of personnel of different levels, and accident reporting. Compliance with these quality assurance requirements is mandatory for all workers of the Group.

PRINCIPAL RISKS AND UNCERTAINTIES

The Group is reliant on the availability of public sector civil engineering projects in Hong Kong, which, by their nature, are procured by a limited number of main contractors. Due to the non-recurring nature of civil engineering projects, there is no guarantee that the Group will be able to secure new business from past or existing customers on a recurring basis. Accordingly, the number and scale of projects, and the revenue from public sector projects, may vary from period to period, which may make it difficult for the Group to forecast the future business volume and the amount of revenue.

The Group operates solely in Hong Kong and reports no income outside Hong Kong during the Reporting Period. Accordingly, the Group's business, financial results and prospects are affected by the policies of the Hong Kong Government, and the political environment, economic and legal developments in Hong Kong. The budgeting and funding approval process for public infrastructure and construction projects may be lengthened, and the project timelines may be delayed. The Hong Kong Government's policy and public spending patterns on the civil engineering construction industry may also affect the availability of construction projects in Hong Kong.

The Group's historical results may not be indicative of its future performance, which may vary from period to period in response to a variety of factors beyond the Group's control, including general economic conditions, regulations about the underground construction industry in Hong Kong and the ability to secure new business in the future. Besides, adverse weather conditions, natural disasters, potential wars, terrorist attacks, riots, epidemics, pandemics and other disasters are beyond the Group's control and may also affect the Group's performance.

OUTLOOK OF TUNNEL AND CONSTRUCTION INDUSTRY IN HONG KONG

It is expected that demand for tunnel and underground construction services in Hong Kong will remain strong in 2026, as construction work at the Northern Metropolis, the Mass Transit Railway ("**MTR**"), and Hong Kong International Airport along with several cavern tunnels is underway.

The Hong Kong Government announced the awards and the commencement of several infrastructure projects in the Northern Metropolis during the Reporting Period. These cover (i) Kwu Tung North New Development Area, Remaining Phase: Site Formation and Infrastructure Works (South), (ii) Improvement Works of Fanling Highway (Kwu Tung Portion) and Associated Works, (iii) Fanling North New Development Area, Remaining Phase: Site Formation and Infrastructure Works (East), (iv) Hung Shui Kiu/Ha Tsuen New Development Area Second Phase Development, (v) San Tin Technopole, and (vi) Ngau Tam Mei Water Treatment Works. Projects related to the Northern Metropolis will be implemented gradually in the coming years.

MTR has embarked on a significant new phase of railway investment and development, with plans to invest approximately HK$100 billion to expand its network and foster new communities. These initiatives are expected to provide additional employment opportunities for workers and boost the local economy during construction. Additionally, MTR will allocate substantial resources for the maintenance, enhancement, and renewal of its railway assets, with expenditures exceeding HK$65 billion over the next five years, starting from 2023. Five MTR new station projects have also been launched and are under construction since 2024. These include Tung Chung Line extension, Kwu Tung Station on the East Rail Line, Northern Link, Oyster Bay Station and Tuen Mun South extension. The Group has already received tenders from its existing main contractor clients, and its experience in previous MTR works is expected to provide a competitive edge in tendering these new projects.

The Hong Kong Airport Authority has unveiled its new development brand, 'SKYTOPIA', as part of its Airport City Blueprint. A substantial budget of HK$100 billion is allocated to developing land and marine resources near Hong Kong International Airport. The project may introduce a driverless transportation system connecting to the Hong Kong Port of Hong Kong-Zhuhai-Macao Bridge, Tung Chung Station, and Airport City. Phase 2 development of AsiaWorld-Expo is also planned, along with marine sports, luxury hotels, promenades, and other sports complexes.

The Group will continue to focus on growing its tunnel construction services business, which it expects to be its major growth driver and a long-term, sustainable revenue stream. The Group is one of the selected few subcontractors with experience in tunnel construction in Hong Kong and is well-positioned to capitalise on the opportunities arising from these public infrastructure projects.

FINANCIAL REVIEW

Revenue

The Group's revenue was primarily generated from public sector projects for the provision of (i) tunnel construction services; and (ii) utility construction services and others for the six months ended 30 June 2026. The following table sets out the breakdown of the Group's revenue by project types:

	For the six months ended 30 June			
	2026	**2026**	2025	2025
		% of total		% of total
	HK$'000	**revenue**	HK$'000	revenue
	(Unaudited)	**(Unaudited)**	(Unaudited)	(Unaudited)
Public sector projects				
– Tunnel construction services	**83,371**	**17.5**	149,270	34.3
– Utility construction services and others	**392,053**	**82.2**	284,933	65.6
Sub-total	**475,424**	**99.7**	434,203	99.9
Private sector projects	**1,332**	**0.3**	632	0.1
Total	**476,756**	**100**	434,835	100

The Group's revenue increased from approximately HK$434,835,000 for the six months ended 30 June 2025 to approximately HK$476,756,000 for the six months ended 30 June 2026, representing an increase of approximately HK$41,921,000 or 9.6%. Such increase in revenue for the Reporting Period was due to combined effects of (i) an increase in revenue generated from public sector projects – utility construction services and others from approximately HK$284,933,000 for the six months ended 30 June 2025 to approximately HK$392,053,000 for the six months ended 30 June 2026, representing an increase of approximately HK$107,120,000 or 37.6%; (ii) a decrease in revenue generated from public sector projects – tunnel construction services from approximately HK$149,270,000 for the six months ended 30 June 2025 to approximately HK$83,371,000 for the six months ended 30 June 2026, representing a decrease of approximately HK$65,899,000 or 44.1%; and (iii) an increase in revenue generated from private sector projects from approximately HK$632,000 for the six months ended 30 June 2025 to approximately HK$1,332,000 for the six months ended 30 June 2026, representing an increase of approximately HK$700,000 or 110.8%.

Cost of services

The Group's cost of services consisted of (i) staff costs; (ii) construction materials and supplies; (iii) short-term leases of plant and machinery; (iv) subcontracting costs; (v) depreciation charges; and (vi) other expenses.

The Group's cost of services increased from approximately HK$350,093,000 for the six months ended 30 June 2025 to approximately HK$407,238,000 for the six months ended 30 June 2026, representing an increase of approximately HK$57,145,000 or 16.3%. Such increase was mainly due to combined effects of (i) an increase in the staff costs from approximately HK$119,822,000 for the six months ended 30 June 2025 to approximately HK$190,528,000 for the six months ended 30 June 2026, representing an increase of approximately HK$70,706,000 or 59.0%; (ii) a decrease in the construction materials and supplies from approximately HK$179,399,000 for the six months ended 30 June 2025 to approximately HK$169,131,000 for the six months ended 30 June 2026, representing a decrease of approximately HK$10,268,000 or 5.7%; and (iii) a decrease in the subcontracting costs from approximately HK$21,882,000 for the six months ended 30 June 2025 to approximately HK$16,519,000 for the six months ended 30 June 2026, representing a decrease of approximately HK$5,363,000 or 24.5%.

The purchase arrangement of construction materials and supplies, short-term leases of plant and machinery and engagement of the subcontractors depend on the terms of the contracts, which may vary on a project-by-project basis. The increase in staff costs was due to the increase in number of skilled workers during the Reporting Period.

Gross profit and gross profit margin

The gross profit and gross profit margin of the Group for the six months ended 30 June 2026 was approximately HK$69,518,000 and 14.6%, respectively (for the six months ended 30 June 2025: approximately HK$84,742,000 and 19.5%, respectively). The decrease in gross profit was primarily attributable to persistently weak construction market in general and specifically, the public work sector.

Other income

The Group's other income decreased from approximately HK$3,923,000 for the six months ended 30 June 2025 to approximately HK$1,990,000 for the six months ended 30 June 2026, representing a decrease of approximately HK$1,933,000. The decrease in the Group's other income was mainly attributable to the decrease in government grants during the Reporting Period.

Administrative expenses

The Group's administrative expenses mainly comprised (i) staff costs and benefits; (ii) Directors' remuneration; (iii) consultancy fee; and (iv) depreciation expenses.

The Group's administrative expenses increased from approximately HK$23,437,000 for the six months ended 30 June 2025 to approximately HK$24,114,000 for the six months ended 30 June 2026, representing an increase of approximately HK$677,000 or 2.9%. The staff costs and benefits for the six months ended 30 June 2026 was approximately HK$11,550,000 (for the six months ended 30 June 2025: approximately HK$11,377,000), representing an increase of approximately HK$173,000 or 1.5%. The Directors' remuneration for the six months ended 30 June 2026 was approximately HK$2,188,000 (for the six months ended 30 June 2025: approximately HK$2,146,000). The increase in staff costs and benefits was mainly due to the salary increment, the increased number of administrative, accounting and human resources staff with regard to the enhanced business operations, and the recognition of share-based payment expenses in relation to the share awards of approximately HK$1,727,000 (for the six months ended 30 June 2025: HK$463,000).

Finance costs

The Group's finance costs increased from approximately HK$1,532,000 for the six months ended 30 June 2025 to approximately HK$2,256,000 for the six months ended 30 June 2026 mainly due to the increase in interest expenses on the bank borrowings.

Income tax

The Group generated income only in Hong Kong and was subject only to Hong Kong profits tax.

The income tax expenses for the six months ended 30 June 2026 decreased as a result of a decrease in assessable profits of GMEHK during the Reporting Period.

Net Profit

The Group's Net Profit for the six months ended 30 June 2026 was approximately HK$37,323,000 (for the six months ended 30 June 2025: approximately HK$52,913,000). Such decrease in Net Profit was mainly due to decrease in gross profit during the Reporting Period as discussed above.

Dividend

The Board has declared the payment of an interim dividend of HK$0.04 per Share for the year ending 31 December 2026 (interim dividend for the year ended 31 December 2025: HK$0.05).

Liquidity, financial resources and funding

As at 30 June 2026, the Group's cash at banks and in hand and pledged bank deposits amounted to approximately HK$23,569,000 (as at 31 December 2025: approximately HK$18,393,000) and approximately HK$3,000,000, respectively (as at 31 December 2025: approximately HK$3,000,000), which were denominated in Hong Kong dollar. The increase in cash and cash equivalents was mainly due to the cashflow generated from financing activities during the Reporting Period.

Details of the bank facilities are as follows:

(a) As at 30 June 2026, the revolving term loan at an amount of HK$15,000,000 bears an interest rate of 1% per annum below the Hong Kong Prime Rate ("**Prime Rate**"). As at 31 December 2025, the revolving term loan of HK$18,000,000 bore the same interest rate. The loan was guaranteed by Mr. Chuang Chun Ngok, Boris, Mr. Chuang Wei Chu, Ms. Chuang Yau Ka and Ms. To Yin Ping. The balance as at 30 June 2026 will mature in September 2026 and December 2026, according to the repayment schedule.

(b) As at 30 June 2026, the revolving loan at an amount of HK$50,000,000 bears an interest rate of one-month HIBOR plus 2% per annum for two construction projects. The loan was guaranteed by Mr. Chuang Chun Ngok Boris, and GME Group Holdings Limited. The balance as at 30 June 2026 will mature in September, October, November and December 2026 according to the repayment schedule.

(c) As at 30 June 2026, the revolving loan at an amount of HK$30,000,000 bears an interest rate of one-month HIBOR plus 2% per annum for two construction projects. As at 31 December 2025, same revolving loan bore interest at the Prime Rate. The loan was guaranteed by Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu and GME Group Holdings Limited. The balance as at 30 June 2026 will mature in September, October, November and December 2026 according to the repayment schedule.

(d) As at 30 June 2026, the revolving term loan of HK$6,000,000 bears interest at the bank's cost of funds plus 2.25% per annum (as at 31 December 2025: HK$6,000,000 at the bank's cost of funds plus 2.25% per annum). The loan was guaranteed by GME Group Holdings Limited and was scheduled to mature in July 2026.

(e) As at 30 June 2026, the term loan amounted to approximately HK$9,671,000 bears an interest rate at one-month HIBOR plus 1.5% per annum. As at 31 December 2025, same term loan with the amount of approximately HK$21,065,000 bore the same interest rate. The loan was guaranteed by Mr. Chuang Chun Ngok Boris and GME Group Holdings Limited. The balance is scheduled for repayment in November 2026 in accordance with the repayment schedule ("**Tax Loan 1**").

(f) As at 31 December 2025, the term loan amounted to approximately HK$5,128,000 and bore an interest rate at one-month HIBOR plus 1.5% per annum. The loan was guaranteed by Mr. Chuang Chun Ngok Boris and GME Group Holdings Limited. The balance was settled during the Reporting Period ("**Tax Loan 2**").

(g) The export invoice financing at an amount of HK$6,529,000 (as at 31 December 2025: nil) bears an interest rate of 3% per annum over the higher of HIBOR and the bank's cost of funds (as at 31 December 2025: nil). The loans were secured by deposits of approximately HK$3,000,000 (Note 13). The balance was repaid in July 2026.

As at 30 June 2026, the total available bank facilities (excluding the Tax Loan 1 and Tax Loan 2) of the above was approximately HK$116,000,000 (as at 31 December 2025: HK$66,000,000), and the total drawdown from such bank facility letters was approximately HK$107,529,000 (as at 31 December 2025: HK$54,000,000). The Group had unutilised bank facilities of HK$8,471,000 as at 30 June 2026 (as at 31 December 2025: HK$12,000,000).

As at 30 June 2026, the lease liabilities amounted to approximately HK$4,849,000 (as at 31 December 2025: approximately HK$6,402,000), which represented the lease arrangement of the Group's office equipment, leased buildings, machinery and motor vehicles.

The Group's gearing ratio, which is calculated by total debts less cash at bank and pledged bank deposits divided by total equity attributable to the owners of the Company, was approximately 43% as at 30 June 2026 (as at 31 December 2025: 33%). Total debts are the total bank borrowings, promissory notes and lease liabilities.

The Group did not carry out any hedging activities by using any financial instruments during the Reporting Period.

Capital structure

As at 30 June 2026, the capital structure of the Company comprised issued share capital and reserves.

Commitments

As at 30 June 2026, the capital commitments of the Group for the acquisition of property, plant and equipment were nil (as at 31 December 2025: Nil).

Significant investments, material acquisitions or disposal of subsidiaries and associated companies

There was no significant investments, material acquisitions or disposal of subsidiaries and associated companies by the Company for the Reporting Period.

Contingent liabilities

Save as disclosed in note 17 to the Unaudited Condensed Consolidated Financial Statements, there were no other contingent liabilities as at 30 June 2026.

Foreign currency exposure

The Group's reporting currency is Hong Kong dollar. During the six months ended 30 June 2026 and 2025, the Group's transactions were denominated in Hong Kong dollar. The Group had no material exposure to foreign currency risk.

Future plans for material investments and capital assets

The Group did not have other plans for material investment or capital assets as at 30 June 2026.

Charge on the Group's assets

As at 30 June 2026, the Group had pledged bank deposits of HK$3,000,000 (as at 31 December 2025: HK$3,000,000) to secure the banking facility letters mentioned above. Saved for the foregoing, the Group did not have any charges on its assets as at 30 June 2026.

Information on employees

As at 30 June 2026, the Group had 1,219 employees which comprises management, technical staff, administration, accounting and human resources staff and workers (as at 30 June 2025: 814 employees) in Hong Kong. The total staff costs (included in cost of services and administrative expenses) and Directors' remuneration amounted to approximately HK$204,266,000 for the six months ended 30 June 2026 (for the six months ended 30 June 2025: approximately HK$133,345,000), of which such increase was mainly due to the increase in number of skilled workers headcount which have high salary rate during the Reporting Period.

Employee remuneration package is based on previous working experience and actual performance of each individual employee. Apart from the basic salary, share award, discretionary bonus and allowance will be granted to employees based on their individual performance subject to the executive Directors' approval. Depending on the nature of works and the need of the projects, the Group will provide training to its employees from time to time. The Group's customers sometimes require the employees to attend their own on-site occupational safety trainings.

Event after the Reporting Period

On 28 July 2026, the Company submitted a formal application to the Stock Exchange for the proposed streamlined transfer of the listing of the Company's Shares from GEM to the Main Board pursuant to Chapter 9B of the Main Board Listing Rules. The proposed streamlined transfer of listing will not involve the issue of any new Shares. This application is still under review and is subject to the approval of the Stock Exchange.

Subsequent to the Reporting Period, the Company repurchased 232,000 Shares on the Stock Exchange. Such repurchased Shares were cancelled on 28 July 2026.

Save as disclosed, there are no significant events subsequent to 30 June 2026 and up to the date of this report which would materially affect the Group's operating and financial performance.

OTHER INFORMATION

Purchase, Sales or Redemption of the Company's Listed Shares

Shares Cancellation during the Reporting Period

During the Reporting Period, the Company repurchased a total of 396,000 Shares on the Stock Exchange. Such repurchased Shares, together with the repurchased Shares in December 2025, being a total of 104,000 Shares, were subsequently cancelled during the Reporting Period. Details are as follows:

Month of Share repurchase	Number of Shares repurchased	Price per Share		Total price paid (excluding the brokerage fees and other expenses)
		Highest	Lowest	
		HK$	HK$	HK$
January 2026	224,000	1.07	1.01	236,240
June 2026	172,000	1.27	1.25	216,720
	396,000			452,960
December 2025	104,000	1.04	1.02	108,080
Total	500,000			561,040

The total number of repurchased Shares during the Reporting Period in the amount of 396,000 Shares, together with the repurchased Shares of 104,000 Shares in December 2025 were cancelled on 30 June 2026.

Subsequent to the Reporting Date and up to the date of this report, the Company further repurchased a total of 232,000 Shares on the Stock Exchange. Details are as follows:

Shares repurchase Subsequent to the Reporting Date and up to the date of this report

Month of Share repurchase	Number of Shares repurchased	Price per Share Highest	Price per Share Lowest	Total price paid (excluding the brokerage fees and other expenses)
		HK$	HK$	HK$
July 2026	232,000	1.22	1.21	282,040

The repurchased Shares in the amount of 232,000 Shares were cancelled on 28 July 2026.

The Share repurchase disclosed above was effected by the Directors pursuant to the general mandates granted by the Shareholders at the annual general meeting of the Company held on 23 May 2025 and the annual general meeting of the Company held on 22 May 2026, with a view to benefiting the Shareholders as a whole by enhancing the net asset value per Share of the Group.

Except as disclosed above, neither the Company, nor any of its subsidiaries purchased, redeemed or sold any of the Company's listed securities during the Reporting Period.

Directors' and Chief Executives' Interest and Short Positions in Shares, Underlying Shares and Debentures

As at 30 June 2026, the interests or short positions of the Directors and chief executives 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 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 (including interests or short positions in which they were taken or deemed to have under such provisions of the SFO), or which were required, pursuant to section 352 of the SFO, to be recorded in the register referred to therein or which were required to be notified to the Company and the Stock Exchange pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules, were as follows:

Long Position in Shares

Name of Directors	Notes	Directly beneficially owned	Through spouse	Acting in concert	Total	Percentage of Company's issued share capital
Mr. Chuang Chun Ngok Boris	(a)	103,000,000	–	187,120,000	290,120,000	60.8
Mr. Chuang Wei Chu	(b)	103,000,000	49,620,000	137,500,000	290,120,000	60.8
Ms. Chuang Yau Ka	(c)	34,500,000	–	255,620,000	290,120,000	60.8

Notes:

(a) Mr. Chuang Chun Ngok Boris (i) personally holds 103,000,000 Shares; and (ii) is a party to the Acting in Concert Deed pursuant to which each of Mr. Chuang Wei Chu, Mr. Chuang Chun Ngok Boris, Ms. To Yin Ping and Ms. Chuang Yau Ka has agreed to consolidate their respective interests in the Company and to vote on any resolution to be passed at any Shareholders' meeting of the Company in a unanimous manner. Mr. Chuang Chun Ngok Boris is therefore deemed to be interested in the Shares held by Mr. Chuang Wei Chu, Ms. To Yin Ping and Ms. Chuang Yau Ka respectively under the SFO. Each of Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu, Ms. To Yin Ping and Ms. Chuang Yau Ka is deemed to be interested in all the Shares held by them in aggregate by virtue of the SFO. Mr. Chuang Chun Ngok Boris is the son of Mr. Chuang Wei Chu and Ms. To Yin Ping and the brother of Ms. Chuang Yau Ka.

(b) Mr. Chuang Wei Chu (i) personally holds 103,000,000 Shares; (ii) is the spouse of Ms. To Yin Ping, who personally holds 49,620,000 Shares and is deemed to be interested in the Shares personally interested by Ms. To Yin Ping; and (iii) is a party to the Acting in Concert Deed pursuant to which each of Mr. Chuang Wei Chu, Mr. Chuang Chun Ngok Boris, Ms. To Yin Ping and Ms. Chuang Yau Ka has agreed to consolidate their respective interests in the Company and to vote on any resolution to be passed at any Shareholders' meeting of the Company in a unanimous manner. Mr. Chuang Wei Chu is therefore deemed to be interested in the Shares held by Mr. Chuang Chun Ngok Boris, Ms. To Yin Ping and Ms. Chuang Yau Ka respectively under the SFO. Each of Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu, Ms. To Yin Ping and Ms. Chuang Yau Ka is deemed to be interested in all the Shares held by them in aggregate by virtue of the SFO. Mr. Chuang Wei Chu is the father of Mr. Chuang Chun Ngok Boris and Ms. Chuang Yau Ka.

(c) Ms. Chuang Yau Ka (i) personally holds 34,500,000 Shares; and (ii) is a party to the Acting in Concert Deed pursuant to which each of Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu, Ms. To Yin Ping and Ms. Chuang Yau Ka has agreed to consolidate their respective interests in the Company and to vote on any resolution to be passed at any Shareholders' meeting in a unanimous manner. Ms. Chuang Yau Ka is therefore deemed to be interested in the Shares held by Mr. Chuang Wei Chu, Ms. To Yin Ping and Mr. Chuang Chun Ngok Boris respectively under the SFO. Each of Mr. Chuang Wei Chu, Mr. Chuang Chun Ngok Boris, Ms. To Yin Ping and Ms. Chuang Yau Ka is deemed to be interested in all the Shares held by them in aggregate by virtue of the SFO. Ms. Chuang Yau Ka is the daughter of Mr. Chuang Wei Chu and Ms. To Yin Ping and the sister of Mr. Chuang Chun Ngok Boris.

As at 30 June 2026, none of the Directors and chief executives of the Company had any interests in the underlying shares in respect of physically settled, cash settled or other equity derivatives of the Company or any of its associated corporations (within the meaning of Part XV of the SFO).

Saved as disclosed above, as at 30 June 2026, none of the Directors and chief executives of the Company had any interests or short positions in any shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the SFO) which would have to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests or short positions in which they were taken or deemed to have under such provisions of the SFO), or which were recorded in the register required to be kept by the Company pursuant to section 352 of the SFO, or which were required to be notified to the Company and the Stock Exchange, pursuant to Rules 5.46 to 5.67 of the GEM Listing Rules.

Substantial Shareholders' and other Persons' Interests and Short Positions in Shares or Underlying Shares

As at 30 June 2026, so far as is known to the Directors, the following persons' interests and short positions of the share capital and underlying shares of the Company, other than a Director or chief executive of the Company, were recorded in the register of interests required to be kept by the Company pursuant to section 336 of the SFO:

Long Position in Shares

Name of Shareholders	Note	Nature of interest	Total	Percentage of Company's issued share capital
Ms. To Yin Ping	(a)	Beneficial owner, interest held jointly with another person and interest of spouse	290,120,000	60.8
Mr. Ng Kwok Lun		Beneficial owner	39,500,000	8.3
Mr. Ho John Kwun Fung		Beneficial owner	23,838,000	5.0

Note:

(a) Ms. To Yin Ping (i) personally holds 49,620,000 Shares; (ii) is the spouse of Mr. Chuang Wei Chu and is deemed to be interested in the Shares which are deemed to be interested by Mr. Chuang Wei Chu under the SFO; and (iii) is a party to the Acting in Concert Deed pursuant to which each of Mr. Chuang Chun Ngok Boris, Mr. Chuang Wei Chu, Ms. To Yin Ping and Ms. Chuang Yau Ka has agreed to consolidate their respective interests in the Company and to vote on any resolution to be passed at any Shareholders' meeting in a unanimous manner. Ms. To Yin Ping is therefore deemed to be interested in the Shares held by Mr. Chuang Wei Chu, Mr. Chuang Chun Ngok Boris and Ms. Chuang Yau Ka respectively under the SFO. Each of Mr. Chuang Wei Chu, Mr. Chuang Chun Ngok Boris, Ms. To Yin Ping and Ms. Chuang Yau Ka deemed to be interested in all the Shares held by them in aggregate by virtue of the SFO. Ms. To Yin Ping is the mother of Mr. Chuang Chun Ngok Boris and Ms. Chuang Yau Ka.

Save as disclosed above, as at 30 June 2026, the Directors were not aware of any person who had an interest or short positions in any Shares, underlying Shares and debenture of the Company as recorded in the register required to be kept pursuant to section 336 of the SFO.

Closure of the Register of Members

To ascertain entitlement to the interim dividends, the register of members of the Company will also be closed from Wednesday, 23 September 2026 to Thursday, 24 September 2026, both days inclusive. The record date for determining the entitlements of the Shareholders to the interim dividends is 24 September 2026. In order to qualify for the interim dividends, all transfers accompanied by the relevant share certificates must be lodged with the Hong Kong branch share registrar of the Company, Tricor Investor Services Limited, at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong no later than 4:30 p.m. on Tuesday, 22 September 2026.

SHARE SCHEME

The Share Scheme had been approved by the Shareholders at the extraordinary general meeting held on 24 May 2024 and had been adopted on 29 May 2024 ("**Listing Approval Date**") on which the date for the Company obtained the listing approval from the Stock Exchange. The Share Scheme shall be valid and effective until the date which is ten (10) years after its adoption (i.e. 29 May 2034). The maximum number of Shares which may be issued in respect of all share options and share awarded to be granted under the Share Scheme and any other share schemes shall not exceed 48,780,800 Shares, representing 10% of the shares in issue as at the date of approval of the Share Scheme unless the Company obtains a fresh approval from the Shareholders. The total number of Shares issued and to be issued in respect of all share options and share awards granted to each employee participant (excluding any share options and share awards lapsed in accordance with the terms of this Share Scheme) in any 12-month period must not exceed 1% of the Shares in issue.

Eligible participants refer to the employee participants who are executive or non-executive director or any employee of the Group (including persons who are granted share options or share awards under this Share Scheme as inducement to enter into employment contracts with these companies).

The Company's status as a listed company provides the Company with the flexibility to grant share options and/or share awards. The Board considered the grant of share options or share awards as incentives or rewards to the eligible participants for their contributions to the Group's growth and development.

The purpose of the Share Scheme is to provide the Company with a flexible means of attracting, remunerating, incentivising, retaining, rewarding, compensating and/or providing benefits to eligible participants through aligning their interests with those of the Company and Shareholders. The Share Scheme will provide the eligible participants with an opportunity to have a personal stake in the Company and will help to motivate the eligible participants in optimising their performance and efficiency and thereby, encouraging the eligible participants to contribute to the long-term growth, performance and profits of the Company and to enhance the value of the Company and its Shares for the benefit of the Company and Shareholders as a whole. The Share Scheme can also attract and retain the eligible participants whose contributions are important to the long-term growth of the Group.

The total number of Shares issuable pursuant to the Share Scheme in aggregate is 48,780,800 Shares, being 10% of the total number of Shares in issue (excluding treasury shares) on the date of approval of the Share Scheme. As at the date of 2024 annual report for the year ended 31 December 2024 dated 26 March 2025, the total number of Shares available for issue under the Share Scheme is 48,780,800, representing approximately 10.1% of issued shares of the Company. As at the date of the annual report for the year ended 31 December 2025 dated 27 March 2026, the total number of shares issuable pursuant to the Share Scheme is 44,780,800, representing approximately 9.4% of the issued share (excluding treasury shares). As at the date of this Interim Report, the total number of Shares available for issue under the Share Scheme is 44,780,800 Shares, representing approximately 9.4% of the issued Shares (excluding treasury shares).

An offer shall be deemed to have been accepted by an employee participant concerned in respect of all Shares which are offered to such employee participant when the duplicate of the relevant offer letter comprising acceptance of the share option (the "**Share Option**") duly signed by the Employee Participant with the number of Shares in respect of which the offer is accepted stated therein, together with a remittance in favour of the Company of HK$1.00 by way of consideration for the grant thereof is received by the Company within twenty-eight (28) days from the date of offer. A share award shall be deemed to have been accepted by an employee participant concerned in respect of all Shares which are offered to such employee participant when the duplicate of the relevant award letter comprising acceptance of the share award duly signed by the employee participant with the number of awarded shares stated therein within twenty-eight (28) days from the date of granting the share award. No payment is required for the acceptance of the share award by the employee participants. The vesting period under the Share Scheme shall normally not be less than 12 months that it has been granted and may be subject to a shorter vesting period under circumstances where they are grants that relate to incentives or rewards for their contributions that form part of a larger bonus package that takes into account such contributions made and potential contributions.

A shorter vesting period may be granted to the Employee Participants at the discretion of the Board in any of the following circumstances:

(i) the grants of "make-whole" Share Options or Share Awards to new Employee Participant to replace the existing awards they forfeited when leaving the previous employer;

(ii) the grants to an Employee Participant whose employment is terminated due to death or disability or occurrence of any out-of-control event;

(iii) the grants of Share Options or Share Awards with performance-based vesting conditions provided in the Share Scheme, in lieu of time-based vesting criteria;

(iv) grants that are made in batches during a year for administrative and compliance reasons. They may include Share Awards that should have been granted earlier but had to wait for a subsequent batch;

(v) grants of Share Awards or Share Options with a mixed or accelerated vesting schedule such as where the Share Awards may vest evenly over a period of 12 months;

(vi) grants of Share Awards or Share Options with a total vesting and holder period of more than 12 months; and

(vii) there is an event of change in control of the Company as a result of a merger, scheme of arrangement or general offer, or in the event of a dissolution or liquidation of the Company.

The exercise price of a share option shall, subject to any adjustments made, be determined at the discretion of the Board at its absolute discretion, provided that it shall be not less than the highest of: (a) the closing price of the Share on the Stock Exchange as shown in the daily quotations sheet of the Stock Exchange on the offer date, which must be a business day; (b) the average of the closing prices of the Shares on the Stock Exchange as shown in the daily quotations sheet of the Stock Exchange for the five business days immediately preceding the offer date; and (c) the nominal value of the Share on the offer date.

The option period of a share option must not be more than ten (10) years from the date of grant of the Share Option.

Since the Listing Approval Date, there were 48,780,800 share awards available for grant under Share Scheme. Subsequent to the grant of 4,600,000 awarded Shares on 14 June 2024, there were 44,480,800 share awards available for grant as at 31 December 2024 and 1 January 2025 under the Share Scheme. Subsequent to the grant of 4,832,000 awarded Shares on 24 November 2025, there were 39,948,000 share awards available for grant as at 1 January 2026 and as at 30 June 2026 under the Share Scheme.

Terms of the Share Scheme

The Share Scheme involves the issue of new Shares only. The key terms of the Share Scheme are set out below:

(a) the scope of eligible participants;

(b) the scheme mandate limit (as defined in the GEM Listing Rules);

(c) the requirement of independent Shareholders' approval for refreshment of the scheme mandate limit;

(d) the requirements of individual limits for grant of options/awards to eligible participants; and

(e) the provision for adjustment of (i) the exercise price and number of Share Options and (ii) the number of the Shares to be allotted and issued by the Company to the grantee(s) pursuant to the share awards granted under the Share Scheme in the event of a capitalisation issue, rights issue, sub-division or consolidation of shares or reduction of capital.

The total number of Shares issuable pursuant to the Share Scheme in aggregate is 48,780,800 Shares, being 10% of the total number of Shares in issue (excluding treasury shares) on the date of approval of the Share Scheme.

Performance Targets

All-rounded qualitative performance of each employee participant will be assessed individually and taken into account when grants are being made. The assessments will be conducted on a continuous basis with expectations on the employee participant's performance being conveyed and agreed between the Company and the relevant employee participant periodically. The performance expectations will be specific to the employee participant's job scope. In essence, there is a performance target specific to each of the employee participant's job scope. The management assess the performance of each Employee Participant on a rolling basis over the year. They agree on key work objectives that are specific to each person's job scope in the coming period, and compare performance to date with previously agreed objectives.

The Board (including the remuneration committee) will consider qualitative factors and performance indicators which include (i) the Employee Participants' responsibilities and contributions in terms of quality of service, time management and project coordination and execution; and (ii) the Employee Participants' potential contributions in terms of their abilities to introduce new connections or new businesses.

For the civil engineering works, operational, finance and administrative staff are imperative to maintaining steady operations and performance. Their tasks include monitoring of progress of contracts, financial and cash flow reporting, as well as coordination with service providers, including sub-contractors and main contractors. The Board (including remuneration committee) will consider the employee participants' skills in managing these tasks in the past and their potential ability to make improvements.

SHARE OPTIONS

A Share Option may be exercised by the grantee under the Share Scheme, within ten (10) years from the date of grant of the Share Option.

The exercise price shall, subject to any adjustments made, be determined at the discretion of the Board at its absolute discretion, provided that it shall be not less than the highest of (a) the closing price of the Share on the Stock Exchange as shown in the daily quotations sheet of the Stock Exchange on the date of offer, which must be a business day; (b) the average of the closing prices of the Shares on the Stock Exchange as shown in the daily quotations sheet of the Stock Exchange for the five business days immediately preceding the date of offer; and (c) the nominal value of the Share on the date of offer.

During the Reporting Period, no share options were granted, vested, cancelled or lapsed under the Share Scheme.

SHARE AWARDS

As set out in the announcement of the Company dated 24 November 2025, the Board had resolved to award and grant conditionally an aggregate of 4,832,000 Shares of HK$0.01 to seven Grantees, who are employees of GMEHK, as incentive bonus. The Shares awarded on 24 November 2025 will vest in three batches, with (a) 50% on 24 November 2026; (b) 25% on 24 November 2027; and (c) the remaining 25% on 24 November 2028. The remuneration committee of the Board (the "**Remuneration Committee**") is of the view that vesting in batches is appropriate for retaining, incentivising, and rewarding the Grantees, as well as encouraging them to continue contributing to the operations, development, and long-term success and growth of the Group. There is no performance target attached to the grant of the share award on 24 November 2025.

During the Reporting Period, no share awards were granted, vested, cancelled or lapsed under the Share Scheme.

During the Reporting Period, the movement of share awards granted is as follows:

Date of grant	Grantee(s)	To be vested and issued as at 1 January 2026	Purchase price	Number of new Shares awarded	Vested and issued during the Reporting Period	Cancelled	Lapsed	To be vested and issued as at 30 June 2026
24 November 2025	7 Grantees who are employee participants	4,832,000	Nil	4,832,000	–	–	–	4,832,000
Total		4,832,000		4,832,000	–	–	–	4,832,000

The Group recognised a net total expense of HK$1,727,000 for the six months ended 30 June 2026 in respect of grant of the Share awards on 24 November 2025 by the Company.

The number of Shares within the limit of the Share Scheme, less the number of new Shares awarded on 14 June 2024 and 24 November 2025, totalling 9,432,000, was 39,948,800 as at 1 January 2026 and 30 June 2026. The number of Shares that may be issued in respect of the awards granted during the Reporting Period under the Share Scheme divided by the weighted average number of ordinary Shares in issue as at 30 June 2026 is 1.01%.

The closing price of the Shares immediately before the date on which the share awards were granted on 24 November 2025 was HK$1.09.

Corporate Governance

The Company considers the maintenance of a high standard of corporate governance important to the continuous growth of the Group. The Company's corporate governance practices are based on the code provisions as set out in the Corporate Governance Code (the "**CG Code**") as contained in Part 2 of Appendix C1 to the GEM Listing Rules. The Shares were listed on GEM of the Stock Exchange on 22 February 2017 (the "**Listing Date**"). The Company has since then adopted and complied with, where applicable, the CG Code from the Listing Date up to the date of this report to ensure that the Group's business activities and decision making processes are regulated in a proper and prudent manner.

During the Reporting Period, the Board has reviewed the Group's corporate governance practices and is satisfied that the Company has complied with the code provisions of the CG Code as set out in Part 2 of Appendix C1 to the GEM Listing Rules. The Board will continue to review and enhance its corporate governance practices from time to time to comply with statutory requirements and regulations.

Code of Conduct for Securities Transactions by Directors

The Company has adopted the required standard of dealings set out in Rules 5.48 to 5.67 of the GEM Listing Rules (the "**Required Standard of Dealings**") as the code of conduct regarding securities transactions by the Directors in respect of the Shares (the "**Code of Conduct**").

The Company has made specific enquiry with the Directors, senior management of the Company and relevant parties (including family members) and all of them confirmed that they had fully complied with the Required Standard of Dealings set out in the Code of Conduct and there was no event of non-compliance during the Reporting Period.

Audit Committee

The Group has established an Audit Committee pursuant to a resolution of the Board passed on 10 February 2017 in compliance with Rules 5.28 to 5.33 of the GEM Listing Rules and with written terms of reference in compliance with the Corporate Governance Code set out in Appendix C1 of the GEM Listing Rules.

The Audit Committee currently consists of all four of the independent non-executive Directors, namely Ms. Chan Sheung Yu, Mr. Lau Chun Fai Douglas, Ir Ng Wai Ming Patrick and Mr. Lam Man Bun Alan and the chairman is Mr. Lau Chun Fai Douglas, who holds the appropriate professional qualifications as required under Rules 5.05(2) and 5.28 of the GEM Listing Rules.

The interim report of the Group for the six months ended 30 June 2026 had been reviewed by the Audit Committee, which was of the opinion that such interim report has been prepared in compliance with the applicable accounting standards and the GEM Listing Rules.

Updates on Director's Information under Rule 17.50A(1) of the GEM Listing Rules

Ms. Chan Sheung Yu became a fellow member of Certified Practising Accountant in Australia ("**CPA Australia**") on 31 July 2026.

Competing Interests

As far as the Directors are aware of, during the six months ended 30 June 2026, none of the Directors and their respective associates (as defined in the GEM Listing Rules) or the Controlling Shareholders (as defined in the GEM Listing Rules) have any interests in a business which competed or may compete (directly or indirectly) with the business of the Group.

Disclosures Pursuant to Rule 17.23 of the GEM Listing Rules

GMEHK entered into a facility letter on 21 December 2022 with a licensed bank in Hong Kong which is renewed, effective and ready to be used on 5 May 2026 (the "**Letter**"), and which contains covenants requiring specific performance obligations of the Controlling Shareholders. Pursuant to the Letter, a termination event would arise if the Controlling Shareholders maintain less than 50% of the issued Shares. Besides, Mr. Chuang Chun Ngok Boris shall remain as the chairman of the Company. For more information, please refer to the Company's announcement dated 6 May 2026.

Interest of the Compliance Adviser

As at the date of this report, except for (i) the participation of Altus Capital Limited ("**Altus**") as the sponsor in relation to the listing of the Company on GEM; (ii) the compliance adviser agreement entered into between the Company and Altus dated 26 April 2016 and subsequently extended on 31 March 2020, 14 August 2020, 24 March 2021, 11 August 2021, 24 March 2022, 16 August 2022, 31 March 2023, 16 August 2023, 9 April 2024, 27 August 2024, 10 April 2025, 4 September 2025 and 4 May 2026; and (iii) the financial advisory mandate entered into between the Company and Altus dated 6 March 2017, neither Altus nor any of its directors, employees or associates had any interests in relation to the Group.

By order of the Board
GME Group Holdings Limited
Chuang Chun Ngok Boris
Chairman and executive Director

Hong Kong, 28 August 2026

As at the date of this report, the executive Directors are Mr. Chuang Chun Ngok Boris and Mr. Chuang Wei Chu, the non-executive Director is Ms. Chuang Yau Ka, and the independent non-executive Directors are Ms. Chan Sheung Yu, Mr. Lam Man Bun Alan, Mr. Lau Chun Fai Douglas and Ir Ng Wai Ming Patrick.