



DREAM INTERNATIONAL LIMITED
德林國際有限公司

Incorporated in Hong Kong with limited liability

Stock Code : 1126

2025
INTERIM REPORT



MANAGEMENT DISCUSSION AND ANALYSIS

Financial Review

In the first half of 2025, with elevated inflation, geopolitical instability, persistently high interest rates and escalating trade conflicts adding to economic volatility, overall consumer confidence was dampened. Facing uncertainties and challenges, Dream International Limited (the “Company” or “Dream International”, together with its subsidiaries, the “Group”) deliberately drew on its advantage of having multi-region production presence and collaborated closely with character owners and licensors to capture market demand with diversified and innovative products. As such, it was able to maintain growth in the adverse market.

For the six months ended 30 June 2025 (the “Period”), driven by robust market demand in North America and Asia alongside orders shifting to Vietnam to mitigate tariff rise, the Group’s revenue rose by 12.4% to HK\$2,578.3 million (six months ended 30 June 2024: HK\$2,294.0 million). Gross profit for the Period reached HK\$517.6 million (six months ended 30 June 2024: HK\$550.3 million), with gross profit margin reaching 20.1% (six months ended 30 June 2024: 24.0%), due to increasing labor costs in Vietnam and aggressive efforts to win new orders for the plastic figures. Profit attributable to shareholders of the Company was maintained at HK\$307.0 million (six months ended 30 June 2024: HK\$278.9 million), with net profit margin at 11.9% (six months ended 30 June 2024: 12.2%).

As at 30 June 2025, the Group was in a healthy financial position with cash and cash equivalents and current bank deposits amounting to HK\$1,577.1 million (31 December 2024: HK\$1,607.4 million). To reward the shareholders of the Company (the “Shareholders”) for their long-term support, the Board has recommended payment of an interim dividend of HK25 cents per ordinary share (six months ended 30 June 2024: HK20 cents) for the Period.



Business Review

Product Analysis

Plush Stuffed Toys

The segment's revenue for the Period increased by 11.7% to HK\$1,324.3 million (six month ended 30 June 2024: HK\$1,186.1 million), accounting for 51.4% of the Group's total revenue. The increase was primarily driven by robust demand from theme parks with steady visitor patronage in Asia. To strengthen partnership with such key customers as toy licensors and character owners, the Group provided them with customised solutions, which were very well received. Thanks to the US tariff situation, the Group was able to capture the increasing demand from key customers for production capacity outside China, thus allowed it to achieve faster growth.

Plastic Figures

The segment's revenue for the Period increased by 14.2% to HK\$1,069.0 million (six month ended 30 June 2024: HK\$936.3 million), accounting for 41.5% of the Group's total revenue. The increase was mainly propelled by strong demand from Asian and North American markets. To grasp these opportunities, the Group expanded its product lines including blind boxes and various collectibles, in collaboration with key customers, so as to boost order values and market penetration. Moreover, the Group utilised its diversified production footprint in Vietnam and Indonesia to capture accelerated orders redirected by geopolitical supply chain shifts, amplified by the search for alternatives to China amid the US tariff situation during the Period. It also scaled up production capacity, enhanced automation, as well as localised sourcing to reduce logistics costs and optimise production efficiency of the segment, building a stronger foundation for future development.

Tarpaulin

The segment's revenue for the Period increased by 7.8% to HK\$185.0 million (six month ended 30 June 2024: HK\$171.6 million), accounting for 7.1% of the Group's total revenue. The increase was supported by lower inventory levels and gradually recovering orders, particularly from the US market. Additionally, the Group strengthened market presence and order pipelines through actively participating in exhibitions in Europe, the US, and Asia, complemented by regular sales trips. To mitigate volatile raw material cost and enhance production efficiency, it rigorously managed inventory and closely monitored raw material prices, while reducing dependency on labour via automation, including automated welding and eyeleting.

Business Review (*Continued*)

Geographic Market Analysis

For the six months ended 30 June 2025, North America remained the Group's largest geographical market, accounting for 40.6% of its total revenue. Sales from Japan accounted for 27.2% of the total revenue, followed by the PRC at 19.7% and Hong Kong at 6.7%.

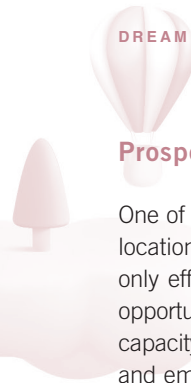
Operational Analysis

As at 30 June 2025, the Group operated 28 factories (seven in China, 20 in Vietnam, and one in Indonesia) with average utilisation rate reaching around 84.7%. With its regional footprint and newly operational Indonesian factory enhancing production capacity, the Group was able to maintain considerable volume output of high-quality products, while meeting customer demands for diversified production bases and shorter lead times. In addition, the Group invested in advanced equipment such as laser cutting, sublimation printing, automated spraying and assembly equipment, and packaging machines for its various production lines. These investments have significantly bolstered operational efficiency and enabled seamless capacity allocation to capture shifting demand patterns.

Prospects

Looking ahead to the second half of 2025, geopolitical tensions, particularly the US tariff policies impacting toy imports from China and other manufacturing hubs, are expected to continue to weigh on the industry. Given these uncertainties and the growing preference among toy brands for partners with flexible production solutions to cope with the volatile market, maintaining a resilient supply chain is critical for industry players. Looking at the global toy market, especially the IP-driven segment, robust growth has continued, fuelled by the expanding “kidult” force, technology-integrated experiences, and strong franchise tie-ins with entertainment content. Moreover, consumer demand for sustainable and eco-friendly products is increasing. As a leader in the toy industry, who has production bases in multiple regions and is capable of offering high-quality and diversified products to customers, Dream International is well-positioned to capitalise on these trends and thrive.





Prospects (*Continued*)

One of the development strategies of the Group is to continuously strengthen its multi-location manufacturing presence. Its proactive geographic diversification has not only effectively mitigated impacts from tariff conflicts on production, but also created opportunities to capture redirected orders. It will thus continue to allocate production capacity agilely, with Chinese facilities focusing on local demand from international and emerging Chinese brands, while the Vietnam and Indonesia bases serve as global export centres that support customers targeting international markets. Furthermore, an additional factory in Vietnam and another in Indonesia are in the Group's plan for the second half of 2025 to cater booming demands, especially from Asian countries and the US market. The Group will also strive to maximise productivity and enhance technical proficiency, so that it may allocate highly complex product lines with flexibility across all three bases. By localising raw material sourcing to reduce logistics costs and lead times, adopting lean manufacturing practices that incorporate targeted automation to boost operational efficiency across various bases, and implementing rigorous quality assurance programme, the Group is ready to capture emerging opportunities through operational excellence.

In addition, the Group's long-standing relationships with major character owners and licensors are built on its reputation of providing consistently high-quality products, which underscores the trust from customers and their preference to collaborate with the Group to seize market opportunities. To further strengthen ties with customers, the Group is constantly improving its R&D and production capabilities that support higher product values to drive market penetration. Regular strategic feedback sessions with customers are held for the sake of refining its product portfolio and identify emerging trends. It believes such efforts to create joint value will not only deepen existing cooperation, but also appeal to new licensors, as evidenced in progressing discussions based on its proven track records.

Priding core competitive advantages, including tightly-knitted partnerships with character owners and licensors, continuous innovation capabilities for high-quality products, and strategic manufacturing presence in China, Vietnam and Indonesia, Dream International stands prime to snatch emerging opportunities and navigate industry challenges. Affording strong operational agility and embracing collaborative value creation, the Group will keep reinforcing its commitments to excellence and delivering sustainable long-term returns to its stakeholders.

Number and Remuneration of Employees

As at 30 June 2025, the Group had 28,699 (31 December 2024: 28,697) employees in Hong Kong, the PRC, Korea, the US, Japan, Vietnam, Singapore and Indonesia. The total amount of staff costs of the Group for the Period was HK\$804.7 million (six months ended 30 June 2024: HK\$670.5 million). The Group values its human resources and recognises the importance of attracting and retaining quality staff for its continuing success. Staff bonuses are awarded based on individual performance. In addition, the Group provides comprehensive training programs to its employees or sponsors the employees to attend various job-related training course.

Liquidity and Financial Resources and Gearing

The Group continued to maintain a reasonable liquidity position. As at 30 June 2025, the Group had net current assets of HK\$2,614.4 million (31 December 2024: HK\$2,602.8 million). The Group's total cash and cash equivalents as at 30 June 2025 amounted to HK\$1,479.4 million (31 December 2024: HK\$1,407.9 million). The bank loans of the Group as at 30 June 2025 amounted to HK\$62.1 million (31 December 2024: HK\$99.6 million). The Group financed its operations by internally generated cashflows and banking facilities provided by the banks. The Group maintains a prudent approach in managing its financial requirements.

The Group also maintains a conservative approach to foreign exchange exposure management. The Group is exposed to currency risk primarily through income and expenditure streams denominated in United States Dollar, Renminbi Yuan, Vietnamese Dong, Japanese Yen and Indonesian Rupiah. To manage currency risks, non-Hong Kong Dollar assets are financed primarily by matching local currency debts as far as possible. The Group's gearing ratio, calculated on the basis of total bank loan over the total equity, was at 1.5% at 30 June 2025 (31 December 2024: 2.5%).

Pledge on Group Assets

Factory buildings, certain leasehold land, property, plant and equipment, and time deposit of the Group with an aggregate carrying amount of HK\$166.1 million (31 December 2024: HK\$186.0 million) as at 30 June 2025 were pledged as security for bank loans of the Group of HK\$62.1 million (31 December 2024: HK\$99.6 million).

As at 30 June 2025, unutilised banking facility of HK\$86.2 million (31 December 2024: HK\$60.3 million) was secured by factory buildings, leasehold land and other property, plant and equipment, and time deposit of the Group with an aggregate carrying amount of HK\$142.0 million (31 December 2024: HK\$95.0 million).



As at 30 June 2025, factory building, leasehold land and property, plant and equipment of the Group with carrying amount of HK\$39.3 million were pledged for both utilised and unutilised banking facilities (31 December 2024: Nil). Total pledged asset value as at 30 June 2025 is HK\$268.8 million (31 December 2024: HK\$281.0 million).

Significant Investment Held

There was no significant investment held by the Group during the six months ended 30 June 2025.

Material Acquisition and Disposals of Subsidiaries, Associated Companies and Joint Ventures

There was no material acquisition or disposal of subsidiaries, associated companies and joint ventures by the Group during the six months ended 30 June 2025.

Exposure to Fluctuations in Exchange Rates and Any Related Hedges

The majority of the Group's assets and liabilities and business transactions were denominated in Hong Kong Dollars, United States Dollars, Renminbi Yuan, Vietnamese Dong, Japanese Yen and Indonesian Rupiah. During the six months ended 30 June 2025, the Group had not entered into any hedging arrangements. The management will continue to monitor closely its foreign currency exposure and to consider hedging significant foreign currency exposure when necessary.

Interim Dividend and Closure of Register of Members

The board (the "Board") of directors (the "Directors") of the Company declared an interim dividend of HK25 cents per ordinary share for the six months ended 30 June 2025 (six months ended 30 June 2024: HK20 cents per ordinary share). The interim dividend of HK\$169,216,000 (six months ended 30 June 2024: HK\$135,373,000) will be paid on 13 October 2025 to the Shareholders registered at the close of business on the record date, 29 September 2025.

The register of members will be closed for one day on 29 September 2025, during that day no transfer of shares will be effected. In order to qualify for the interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's Share Registrar, Tricor Investor Services Limited at 17/F, Far East Finance Centre, 16 Harcourt Road, Hong Kong not later than 4:30 p.m. on 26 September 2025.

As at the date of this report, there are no treasury shares held by the Company (whether held or deposited in the Central Clearing and Settlement System, or otherwise).

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

As at 30 June 2025, the interests and short positions of each Director and chief executive in the shares, underlying shares and debentures of the Company, its subsidiaries and other associated corporations (within the meaning of the Securities and Futures Ordinance (the "SFO")) as recorded in the register required to be kept under Section 352 of Part XV of the SFO or otherwise notified to the Company and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") were as follows:

Long positions in ordinary shares

	Number of ordinary shares held				Percentage of issued shares of the Company
	Personal interests (Note 1)	Family interests	Corporate interests	Total	
The Company					
Kyoo Yoon Choi	389,211,000	–	72,150,000 (Note 2)	461,361,000	68.16%
Sung Sick Kim	3,986,000	–	–	3,986,000	0.59%
Min Jung Lee	–	23,500,000 (Note 3)	–	23,500,000	3.47%
Hyunjoo Kim	250,000	–	–	250,000	0.04%

Notes:

- (1) The shares are registered under the names of the Directors and chief executives of the Company who are the beneficial owners.
- (2) Mr. Kyoo Yoon Choi beneficially owns 100% of the issued shares of Uni-Link Technology Limited which owned 72,150,000 shares of the Company.
- (3) These 23,500,000 shares of the Company were held by the spouse of Mr. Min Jung Lee. Pursuant to Part XV of the SFO, Mr. Min Jung Lee was deemed to be interested in these shares.

Directors' and Chief Executives' Interests and Short Positions in Shares, Underlying Shares and Debentures (*Continued*)

Long positions in ordinary shares (Continued)

Save as disclosed above, as at 30 June 2025, none of the Directors or chief executives of the Company or any of their spouses or children under 18 years of age had interests or short positions in the shares, underlying shares or debentures of the Company, or any of its subsidiaries or other associated corporations (within the meaning of Part XV of the SFO) as recorded in the register required to be kept under Section 352 of Part XV of the SFO, or as otherwise notified to the Company and the Stock Exchange pursuant to the Model Code.

Directors' Rights to Acquire Shares or Debentures

At no time during the six months ended 30 June 2025 was the Company, or any of its subsidiaries a party to any arrangement to enable the Directors to acquire benefits by means of the acquisition of shares in, or debentures of, the Company and its associated corporations and none of the Directors or chief executives of the Company (including their spouses and children under the age of 18) held any interests in or was granted any right to subscribe for the securities of the Company and its associated corporations (within the meaning of Part XV of the SFO), or had exercised any such rights.

Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares

The register of substantial shareholders required to be kept under Section 336 of Part XV of the SFO shows that as at 30 June 2025, the Company had been notified of the following substantial shareholders' interests and short positions, being 5% or more of the Company's ordinary shares in issue.

Substantial shareholders	Capacity	Number of ordinary shares held (long position)	Percentage of the issued shares of the Company
Kyoo Yoon Choi	Beneficial owner	389,211,000	57.50%
	Corporate interest (Note 1)	72,150,000	10.66%
Uni-Link Technology Limited	Beneficial owner	72,150,000	10.66%

Substantial Shareholders' Interests and Short Positions in Shares and Underlying Shares (*Continued*)

Note:

- (1) Mr. Kyoo Yoon Choi beneficially owns 100% of the issued shares of Uni-Link Technology Limited which owned 72,150,000 shares of the Company.

Save as disclosed above, as at 30 June 2025, the Company is not aware of any other registered substantial shareholder who holds 5% or more of the issued shares of the Company and none of other person who had interests or short positions in the shares and underlying shares of the Company which were required, pursuant to Section 336 of Part XV of the SFO, to be recorded into the register referred to therein.

Purchase, Sale or Redemption of the Company's Listed Securities

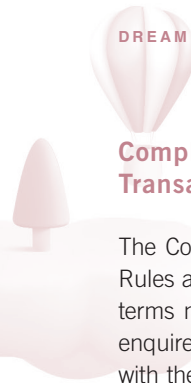
As at 30 June 2025, there are no treasury shares held by the Company.

During the six months ended 30 June 2025, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities (including sales of treasury shares).

Corporate Governance

During the six months ended 30 June 2025, the Board considered that the Company has complied with the code provisions set out in the Corporate Governance Code (the "CG Code") contained in Appendix C1 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"), save for the deviation from the code provision C.2.1.

Under the code provision C.2.1 of the CG Code, the roles of chairman and chief executive officer ("CEO") should be separated and should not be held by the same individual. Mr. Kyoo Yoon Choi has been appointed as the CEO on 4 October 2012 and has performed both the roles as the chairman and CEO of the Company. The Board is of the opinion that it is appropriate and in the best interests of the Company at the present stage for Mr. Kyoo Yoon Choi to hold both positions as it helps to maintain the continuity of the policies and stability of the operations of the Company. The Board including three independent non-executive Directors has a fairly independent element in the composition and will play an active role to ensure a balance of power and authority.



Compliance with the Model Code for Directors' Securities Transactions

The Company has adopted the Model Code as set out in Appendix C3 to the Listing Rules as the code of conduct regarding the securities transactions by the Directors on terms no less exacting than the required standard. The Company has made specific enquires of all the Directors, and all Directors have confirmed that they had complied with the required standard as set out in the Model Code at all applicable times during the six months ended 30 June 2025.

Audit Committee and Review of Accounts

The audit committee of the Company (the "Audit Committee") has reviewed with management of the Company with respect to the accounting principles and practices adopted by the Group and discussed risk management and internal control systems and financial reporting matters, including a review of the unaudited interim results for the six months ended 30 June 2025. The Audit Committee considered that the unaudited interim results for the six months ended 30 June 2025 were in compliance with the relevant accounting standards, rules and regulations and that appropriate disclosures have been made. The interim financial report for the six months ended 30 June 2025 have not been audited, but have been reviewed by KPMG, the Company's auditor, in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Hong Kong Institute of Certified Public Accountants.

By order of the Board

Kyoo Yoon Choi

Chairman

Hong Kong, 25 August 2025



REVIEW REPORT TO THE BOARD OF DIRECTORS OF DREAM INTERNATIONAL LIMITED *(Incorporated in Hong Kong with limited liability)*

Introduction

We have reviewed the interim financial report set out on pages 13 to 36, which comprises the consolidated statement of financial position of Dream International Limited (the “Company”) as of 30 June 2025 and the related consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and condensed consolidated cash flow statement for the six-month period then ended, and explanatory notes. The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited require the preparation of an interim financial report to be in compliance with the relevant provisions thereof and Hong Kong Accounting Standard 34, *Interim financial reporting* as issued by the Hong Kong Institute of Certified Public Accountants. The directors are responsible for the preparation and presentation of this interim financial report in accordance with Hong Kong Accounting Standard 34.

Our responsibility is to express our conclusion, based on our review, on this interim financial report and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.



REVIEW REPORT TO THE BOARD OF DIRECTORS OF

DREAM INTERNATIONAL LIMITED (*Continued*)

(*Incorporated in Hong Kong with limited liability*)

Scope of review

We conducted our review in accordance with Hong Kong Standard on Review Engagements 2410, *Review of interim financial information performed by the independent auditor of the entity* as issued by the Hong Kong Institute of Certified Public Accountants. A review of the interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Hong Kong Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim financial report as at 30 June 2025 is not prepared, in all material respects, in accordance with Hong Kong Accounting Standard 34, *Interim financial reporting*.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

25 August 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

for the six months ended 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

		Six months ended 30 June	
	Notes	2025 \$'000	2024 \$'000
Revenue	3, 4	2,578,311	2,294,045
Cost of sales		(2,060,691)	(1,743,774)
Gross profit		517,620	550,271
Other revenue		50,491	46,362
Other net income/(loss)		36,724	(27,759)
Distribution costs		(42,150)	(31,972)
Administrative expenses		(169,226)	(187,601)
Profit from operations		393,459	349,301
Finance costs	5(a)	(3,589)	(1,371)
Share of profit/(loss) of an associate		242	(203)
Profit before taxation	5	390,112	347,727
Income tax	6	(83,086)	(68,873)
Profit for the period		307,026	278,854
Earnings per share	7		
Basic and diluted		\$0.454	\$0.412

The notes on pages 21 to 36 form part of this interim financial report. Details of dividends payable to equity shareholders of the Company are set out in note 15.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Six months ended 30 June	
	2025 \$'000	2024 \$'000
Profit for the period	307,026	278,854
Other comprehensive income for the period (after tax and reclassification adjustments):		
Item that may be or is reclassified subsequently to profit or loss:		
Exchange differences on translation of financial statements of subsidiaries outside Hong Kong	33,226	(39,900)
Other comprehensive income for the period	33,226	(39,900)
Total comprehensive income for the period	340,252	238,954

The notes on pages 21 to 36 form part of this interim financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

at 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Notes	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Non-current assets			
Property, plant and equipment	8	1,317,784	1,258,115
Investment properties		46,520	48,016
Long term receivables and prepayments		17,430	9,040
Other intangible assets		38,786	38,259
Goodwill		6,308	6,308
Interests in an associate		17,438	17,196
Deferred tax assets		12,689	5,689
Time deposits	12	9,217	4,957
Other financial asset	9	1,917	1,771
		1,468,089	1,389,351
Current assets			
Inventories	10	983,635	833,900
Trade and other receivables	11	1,157,833	1,125,915
Current tax recoverable		6	2,750
Time deposits	12	97,700	199,504
Cash and cash equivalents	12	1,479,353	1,407,921
		3,718,527	3,569,990
Current liabilities			
Trade and other payables and contract liabilities	13	837,209	636,275
Bank loans	14	62,089	99,612
Lease liabilities		17,856	20,022
Current tax payable		186,942	211,241
		1,104,096	967,150
Net current assets		2,614,431	2,602,840
Total assets less current liabilities		4,082,520	3,992,191

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (*Continued*)

at 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Notes	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Non-current liabilities			
Lease liabilities		31,767	23,350
Deferred tax liabilities		20,329	7,923
		52,096	31,273
NET ASSETS		4,030,424	3,960,918
CAPITAL AND RESERVES	15		
Share capital		236,474	236,474
Reserves		3,793,950	3,724,444
TOTAL EQUITY		4,030,424	3,960,918

The notes on pages 21 to 36 form part of this interim financial report.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

	Notes	Share capital \$'000	General reserve fund \$'000	Other reserve \$'000	Exchange reserve \$'000	Fair value reserve (non-recycling) \$'000	Retained profits \$'000	Total \$'000
Balance at 1 January 2024		236,474	32,639	(29,391)	(3,807)	(8,178)	3,451,007	3,678,744
Changes in equity for the six months ended 30 June 2024:								
Profit for the period		-	-	-	-	-	278,854	278,854
Other comprehensive income		-	-	-	(39,900)	-	-	(39,900)
Total comprehensive income		-	-	-	(39,900)	-	278,854	238,954
Final dividend approved in respect of the previous year	15(b)	-	-	-	-	-	(236,903)	(236,903)
Balance at 30 June 2024		236,474	32,639	(29,391)	(43,707)	(8,178)	3,492,958	3,680,795
Balance at 1 July 2024		236,474	32,639	(29,391)	(43,707)	(8,178)	3,492,958	3,680,795
Changes in equity for the six months ended 31 December 2024:								
Profit for the period		-	-	-	-	-	459,643	459,643
Other comprehensive income		-	-	-	(45,388)	1,241	-	(44,147)
Total comprehensive income		-	-	-	(45,388)	1,241	459,643	415,496
Appropriation to general reserve fund		-	6,772	-	-	-	(6,772)	-
Disposal of interest in subsidiary		-	-	-	187	-	(187)	-
Deregistration of subsidiaries		-	-	-	16	-	(16)	-
Dividends declared in respect of the current year	15(a)	-	-	-	-	-	(135,373)	(135,373)
Balance at 31 December 2024		236,474	39,411	(29,391)	(88,892)	(6,937)	3,810,253	3,960,918

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY *(Continued)*
for the six months ended 30 June 2025 – unaudited
(Expressed in Hong Kong dollars)

	Notes	Share capital \$'000	General reserve fund \$'000	Other reserve \$'000	Exchange reserve \$'000	Fair value reserve (non-recycling) \$'000	Retained profits \$'000	Total \$'000
Balance at 1 January 2025		236,474	39,411	(29,391)	(88,892)	(6,937)	3,810,253	3,960,918
Changes in equity for the six months ended 30 June 2025:								
Profit for the period		–	–	–	–	–	307,026	307,026
Other comprehensive income		–	–	–	33,226	–	–	33,226
Total comprehensive income		–	–	–	33,226	–	307,026	340,252
Appropriation to general reserve fund		–	18,209	–	–	–	(18,209)	–
Final dividend approved in respect of the previous year	15(b)	–	–	–	–	–	(270,746)	(270,746)
Balance at 30 June 2025		236,474	57,620	(29,391)	(55,666)	(6,937)	3,828,324	4,030,424

The notes on pages 21 to 36 form part of this interim financial report.

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

for the six months ended 30 June 2025 – unaudited

(Expressed in Hong Kong dollars)

		Six months ended 30 June	
	Notes	2025 \$'000	2024 \$'000
Operating activities			
Cash generated from operations		452,786	274,403
Tax paid		(96,983)	(26,561)
Net cash generated from operating activities		355,803	247,842
Investing activities			
Payment for purchase of property, plant and equipment	8	(101,465)	(90,849)
Proceeds from the disposal of property, plant and equipment	8	7,614	7,319
Prepayment for purchase of leasehold land and property, plant and equipment		(2,759)	(3,227)
Decrease/(increase) in time deposits with maturity over three months when placed		97,544	(65,156)
Other cash flows arising from investing activities		22,261	25,099
Net cash generated from/(used in) investing activities		23,195	(126,814)



CONDENSED CONSOLIDATED CASH FLOW STATEMENT *(Continued)*
for the six months ended 30 June 2025 – unaudited
(Expressed in Hong Kong dollars)

		Six months ended 30 June	
	<i>Notes</i>	2025 \$'000	2024 \$'000
Financing activities			
Capital element of lease rentals paid		(10,620)	(19,636)
Interest element of lease rentals paid		(1,711)	(1,015)
Dividends paid		(270,746)	(236,903)
Proceeds from new bank loans	14	84,693	112,663
Repayment of bank loans	14	(123,146)	(104,575)
Other cash flows arising from financing activities		(1,878)	(356)
Net cash used in financing activities		(323,408)	(249,822)
Net increase/(decrease) in cash and cash equivalents			
		55,590	(128,794)
Cash and cash equivalents at 1 January			
		1,407,921	1,264,459
Effect of foreign exchange rate changes			
		15,842	(8,189)
Cash and cash equivalents at 30 June	12	1,479,353	1,127,476

The notes on pages 21 to 36 form part of this interim financial report.

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT

(Expressed in Hong Kong dollars unless otherwise indicated)

1 Basis of preparation

The interim financial report has been prepared in accordance with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited, including compliance with Hong Kong Accounting Standard (“HKAS”) 34, *Interim financial reporting*, issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). It was authorised for issue on 25 August 2025.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2024 annual financial statements, except for the accounting policy changes that are expected to be reflected in the 2025 annual financial statements. Details of any changes in accounting policies are set out in note 2.

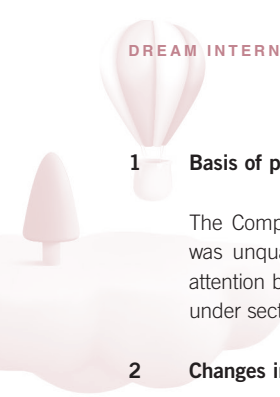
The preparation of an interim financial report in conformity with HKAS 34 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from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

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of Dream International Limited (the “Company”) and its subsidiaries (the “Group”) since the 2024 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with HKFRS Accounting Standards.

The interim financial report is unaudited, but has been reviewed by KPMG in accordance with Hong Kong Standard on Review Engagements 2410, *Review of interim financial information performed by the independent auditor of the entity*, issued by the HKICPA. KPMG’s independent review report to the Board of Directors is included on pages 11 to 12.

The financial information relating to the financial year ended 31 December 2024 that is included in the interim financial report as comparative information does not constitute the Company’s statutory annual consolidated financial statements for that financial year but is derived from those financial statements. Further information relating to these statutory financial statements disclosed in accordance with section 436 of the Hong Kong Companies Ordinance (Cap. 622) (the “Companies Ordinance”) is as follows:

The Company has delivered the financial statements for the year ended 31 December 2024 to the Registrar of Companies as required by section 662(3) of, and Part 3 of Schedule 6 to, the Companies Ordinance.



1 Basis of preparation (*Continued*)

The Company's auditor has reported on those financial statements. The auditor's report was unqualified; did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying its report; and did not contain a statement under sections 406(2), 407(2) or (3) of the Companies Ordinance.

2 Changes in accounting policies

The Group has applied the amendments to HKAS 21, *The effects of changes in foreign exchange rates – Lack of exchangeability* issued by the HKICPA to this interim financial report for the current accounting period. The amendments do not have a material impact on this interim report as the Group has not entered into any foreign currency transactions in which the foreign currency is not exchangeable into another currency.

The Group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

3 Revenue and segment reporting

The Group manages its businesses by divisions, which are organised by a mixture of both product lines and geographical location of customers. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has identified three (six months ended 30 June 2024: three) reportable segments. No operating segments have been aggregated to form the following reportable segments.

(a) Disaggregation of revenue

Disaggregation of revenue from contracts with customers by major products lines and geographical location of customers is as follows:

	Six months ended 30 June	
	2025	2024
	\$'000	\$'000
Revenue from sales of goods within the scope of HKFRS 15		
Disaggregated by major product lines		
– Plush stuffed toys	1,324,333	1,186,083
– Plastic figures	1,068,951	936,337
– Tarpaulin	185,027	171,625
	2,578,311	2,294,045

	Six months ended 30 June	
	2025	2024
	\$'000	\$'000
Disaggregated by geographical location of customers		
– Hong Kong (place of domicile)	173,400	144,760
– North America	1,046,889	976,417
– Japan	702,306	539,157
– Chinese Mainland	509,205	509,985
– Europe	79,689	62,475
– Other countries	66,822	61,251
	2,578,311	2,294,045

3 Revenue and segment reporting (Continued)

(b) Information about profit or loss, assets and liabilities

Disaggregation of revenue from information regarding the Group's reportable segments as provided to the Group's most senior executive management for the purposes of resource allocation and assessment of segment performance for the period is set out below.

	Plush stuffed toys		Plastic figures		Tarpaulin		Total	
	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000
For the six months ended 30 June								
Revenue from external customers	1,324,333	1,186,083	1,068,951	936,337	185,027	171,625	2,578,311	2,294,045
Inter-segment revenue	5,422	11,091	–	60,881	3	–	5,425	71,972
Reportable segment revenue	1,329,755	1,197,174	1,068,951	997,218	185,030	171,625	2,583,736	2,366,017
Reportable segment profit (adjusted EBITDA)	340,508	306,266	92,970	98,003	26,064	22,006	459,542	426,275
	30 June 2025 \$'000	31 December 2024 \$'000	30 June 2025 \$'000	31 December 2024 \$'000	30 June 2025 \$'000	31 December 2024 \$'000	30 June 2025 \$'000	31 December 2024 \$'000
Reportable segment assets	1,561,301	1,641,724	1,507,177	1,200,854	354,515	319,596	3,422,993	3,162,174
Reportable segment liabilities	270,078	290,053	595,686	375,496	27,667	73,743	893,431	739,292

The measure used for reporting segment profit is “adjusted EBITDA” i.e. “adjusted earnings before interest, taxes, depreciation and amortisation”, where “interest” is regarded as including investment income. To arrive at the adjusted EBITDA, the Group's earnings are further adjusted for items not specifically attributed to individual segments, such as share of profit/(loss) of an associate, directors' and auditors' remuneration and other head office or corporate administration costs.

3 Revenue and segment reporting *(Continued)*

(c) Reconciliations of reportable segment profit or loss

	Six months ended 30 June	
	2025	2024
	\$'000	\$'000
Reportable segment profit	459,542	426,275
Interest income	22,290	25,099
Depreciation and amortisation	(66,802)	(82,215)
Finance costs	(3,589)	(1,371)
Share of profit/(loss) of an associate	242	(203)
Unallocated head office and corporate expenses	(21,571)	(19,858)
Consolidated profit before taxation	390,112	347,727

4 Seasonality of operations

The Group's plush stuffed toys and plastic figures segments, on average experience higher sales amount in the second half of the year, compared to the first half of the year, due to the increased demand of its products during the holiday season. As such, these segments typically report lower revenue and segment results for the first half of the year than the second half.

For the twelve months ended 30 June 2025, the plush stuffed toys and plastic figures segments reported reportable segment revenue of \$2,900,217,000 and \$2,384,333,000 respectively (twelve months ended 30 June 2024: \$2,685,052,000 and \$2,280,680,000 respectively), and reportable segment profit of \$826,442,000 and \$267,960,000 respectively (twelve months ended 30 June 2024: \$733,770,000 and \$339,669,000 respectively).



5 Profit before taxation

Profit before taxation is arrived at after charging/(crediting):

(a) Finance costs

	Six months ended 30 June	
	2025 \$'000	2024 \$'000
Interest expense on bank borrowings	1,878	356
Interest expense on lease liabilities	1,711	1,015
	3,589	1,371

(b) Other items

	Six months ended 30 June	
	2025 \$'000	2024 \$'000
Depreciation charge		
– owned property, plant and equipment	48,554	67,496
– leasehold land held for own use	3,435	2,423
– right-of-use assets	14,725	12,207
Expenses related to short-term lease	8,159	6,845
Amortisation of intangible assets	88	89
Inventories write-down (<i>note 10</i>)	9,817	7,829
Reversal of write-down of inventories (<i>note 10</i>)	–	(22,508)
Bank interest income	(22,290)	(25,099)
Net (gain)/loss on disposal of other property, plant and equipment	(369)	402

6 Income tax

	Six months ended 30 June	
	2025 \$'000	2024 \$'000
Current tax – Hong Kong Profits Tax	14,201	4,560
Current tax – Outside Hong Kong	61,227	66,656
Deferred taxation	7,658	(2,343)
	83,086	68,873

The provision for Hong Kong Profits Tax for the six months ended 30 June 2025 is calculated at 16.5% (six months ended 30 June 2024: 16.5%) of the assessable profits for the period except for the Company which is a qualifying corporation under the two-tiered Profits Tax rate regime.

For the Company, the first \$2,000,000 of assessable profits are taxed at 8.25% and the remaining assessable profits are taxed at 16.5%. The provision for Hong Kong Profits Tax was calculated at the same basis for the six months ended 30 June 2024.

Taxation for subsidiaries outside Hong Kong is calculated similarly using the estimated annual effective rates of taxation that are expected to be applicable in the relevant countries.

Withholding tax of \$8,876,000 (six months ended 30 June 2024: \$7,724,000) is levied on the dividend income from the Chinese Mainland subsidiaries at applicable rate of 5% (six months ended 30 June 2024: 5%) which is included in “Current tax – Outside Hong Kong”.

7 Earnings per share

(a) Basic earnings per share

The calculation of basic earnings per share is based on the profit attributable to ordinary equity shareholders of the Company of \$307,026,000 (six months ended 30 June 2024: \$278,854,000) and the weighted average number of ordinary shares of 676,865,000 shares (six months ended 30 June 2024: 676,865,000 shares) in issue during the interim period.

(b) Diluted earnings per share

The diluted earnings per share is the same as the basic earnings per share as there were no dilutive potential ordinary shares in existence during the six months ended 30 June 2025 and 2024.

8 Property, plant and equipment

(a) Right-of-use assets

During the six months ended 30 June 2025, additions to right-of-use assets were \$26,762,000 (six months ended 30 June 2024: \$16,704,000). This amount related to the capitalised lease payments payable under new tenancy agreements.

(b) Acquisitions and disposals of owned assets

During the six months ended 30 June 2025, the Group acquired items of other property, plant and equipment with a cost of \$103,701,000 (six months ended 30 June 2024: \$100,089,000). Items of other property, plant and equipment with a net book value of \$7,245,000 were disposed of during the six months ended 30 June 2025 (six months ended 30 June 2024: \$7,721,000), resulting in a net gain on disposal of \$369,000 (six months ended 30 June 2024: loss of \$402,000).

9 Other financial asset

	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Unlisted equity security measured at FVOCI (non-recycling) (<i>Note</i>)	1,917	1,771

Note:

Unlisted equity security represents an investment in Joongang Tongyang Broadcasting Company ("JTBC"), a company incorporated in Korea and engaged in multimedia and broadcasting. The Group designated its investment in JTBC at fair value through other comprehensive income ("FVOCI") (non-recycling), as the investment is held for strategic purpose. No dividends were received on this investment during the period (2024: \$Nil).

10 Inventories

During the six months ended 30 June 2025, there is no reversal of write-down of inventories (six months ended 30 June 2024: \$22,508,000). The reversal arose upon utilisation, disposal or an increase in the estimated net realisable value of these inventories.

During the six months ended 30 June 2025, there was a write-down of inventories of \$9,817,000 (six months ended 30 June 2024: \$7,829,000). The write-down arose upon a decrease in the estimated net realisable value of these inventories.

11 Trade and other receivables

As at 30 June 2025, the ageing analysis of trade debtors and bills receivable (which are included in trade and other receivables), based on the invoice date or date of revenue recognition (if earlier) and net of loss allowance, is as follows:

	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Within 1 month	498,861	598,877
1 to 2 months	274,791	197,646
2 to 3 months	75,622	65,304
3 to 4 months	25,385	42,563
Over 4 months	7,737	14,649
Trade debtors and bills receivable, net of loss allowance	882,396	919,039
Other receivables	219,811	155,903
Prepayments	19,306	16,462
Loans receivable	36,320	34,511
	1,157,833	1,125,915

Trade debtors and bills receivable are due within 30 to 120 days from the date of billing.

Loans receivable at 30 June 2025 and 31 December 2024 are due from third parties, of which \$34,514,000 (31 December 2024: \$34,511,000) are fully secured by a leasehold land and a factory building held by the third party, interest-bearing at 5.4% – 9.5% per annum and recoverable within one year. The Group does not have the right to sell or re-pledge the leasehold land and the factory building held as collateral in the absence of default by the third party.

12 Cash and cash equivalents and time deposits

	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Time deposits within three months to maturity when placed	384,542	641,649
Cash at bank and on hand	1,094,811	766,272
Cash and cash equivalents in the consolidated statement of financial position and condensed consolidated cash flow statement	1,479,353	1,407,921
Time deposits with more than three months to maturity when placed	106,917	204,461
	1,586,270	1,612,382

Included in the balance of cash and cash equivalents and time deposits with more than three months to maturity when placed is an amount of approximately \$228,856,000 (31 December 2024: \$193,168,000) representing deposits placed with banks in Chinese Mainland by the Group. The remittance of these funds out of Chinese Mainland is subject to the exchange control restrictions imposed by the government.

13 Trade and other payables and contract liabilities

As at 30 June 2025, the ageing analysis of trade payables (which are included in trade and other payables and contract liabilities), based on the invoice date, is as follows:

	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Within 1 month	398,756	279,915
Over 1 month but within 3 months	134,481	92,935
Over 3 months but within 6 months	65,431	37,392
Over 6 months	24,688	13,626
Trade payables	623,356	423,868
Salary and welfare payables	145,422	116,389
Value-added tax payable	8,154	5,942
Other payables and accruals	55,424	87,996
Receipt in advance	4,853	2,080
	837,209	636,275

14 Bank loans

All of the interest-bearing borrowings are carried at amortised cost and are expected to be settled within one year.

As at 30 June 2025, bank loans of \$17,818,000 (31 December 2024: \$41,561,000) were secured by property, plant and equipment of the Group with an aggregate amount of \$108,506,000 (31 December 2024: \$68,941,000). They are interest-bearing at a rate of 3.5% to 4.0% (31 December 2024: 3.5% to 4.0%) per annum specified at each withdrawal and repayable within one year.

As at 30 June 2025, bank loans of \$39,903,000 (31 December 2024: \$36,279,000) were secured by time deposits of the Group with an aggregate amount of \$50,567,000 (31 December 2024: \$60,149,000). They are interest-bearing at a rate of 3.7% to 4.2% (31 December 2024: 3.5% to 3.7%) per annum specified at each withdrawal and repayable within one year.

As at 30 June 2025, bank loans of \$4,368,000 (31 December 2024: \$21,772,000) were secured by time deposits and property, plant and equipment of the Group with an aggregate amount of \$4,403,000 (31 December 2024: \$13,755,000) and \$2,629,000 (31 December 2024: \$43,129,000) respectively. They are interest-bearing at a rate of 4.7% (31 December 2024: 3.9% to 4.4%) per annum.

As at 30 June 2025, unutilised banking facility of \$338,564,000 were unsecured (31 December 2024: \$444,088,000).

As at 30 June 2025, unutilised banking facility of \$86,227,000 (31 December 2024: \$60,316,000) were secured by time deposits and property, plant and equipment of the Group with an aggregate amount \$9,648,000 (31 December 2024: \$9,334,000) and \$132,343,000 (31 December 2024: \$85,668,000) respectively.

As at 30 June 2025, property, plant and equipment with carrying amount of \$39,252,000 were pledged for both utilised and unutilised banking facilities (31 December 2024: Nil). Total pledged asset value as at 30 June 2025 is \$268,844,000 (31 December 2024: \$280,976,000).

As at 30 June 2025 and 31 December 2024, the Group's banking facilities were not subject to the fulfilment of any financial covenants.



15 Capital, reserves and dividends

(a) Dividends payable to equity shareholders of the Company attributable to the interim period

	Six months ended 30 June	
	2025 \$'000	2024 \$'000
Interim dividend declared and paid after the interim period of 25 cents per ordinary share (six months ended 30 June 2024: 20 cents per ordinary share)	169,216	135,373

The interim dividend has not been recognised as a liability at the end of the reporting period.

(b) Dividends payable to equity shareholders of the Company attributable to the previous financial year, approved and paid during the following interim period

	Six months ended 30 June	
	2025 \$'000	2024 \$'000
Final dividend in respect of the previous financial year, approved and paid during the following interim period, of 40 cents per ordinary share (six months ended 30 June 2024: 35 cents per ordinary share)	270,746	236,903

16 Fair value measurement of financial instruments

(a) Financial assets measured at fair value

(i) Fair value hierarchy

The following table presents the fair value of the Group's financial instruments measured at the end of the reporting period on a recurring basis, categorised into the three-level fair value hierarchy as defined in HKFRS 13, *Fair value measurement*. The level into which a fair value measurement is classified is determined with reference to the observability and significance of the inputs used in the valuation technique as follows:

- Level 1 valuations: Fair value measured using only Level 1 inputs i.e. unadjusted quoted prices in active markets for identical assets or liabilities at the measurement date
- Level 2 valuations: Fair value measured using Level 2 inputs i.e. observable inputs which fail to meet Level 1, and not using significant unobservable inputs. Unobservable inputs are inputs for which market data are not available
- Level 3 valuations: Fair value measured using significant unobservable inputs



16 Fair value measurement of financial instruments (Continued)

(a) Financial assets measured at fair value (Continued)

(i) Fair value hierarchy (Continued)

The Group has a team headed by finance manager performing valuations for the unlisted equity security measured at FVOCI (non-recycling) which is categorised into level 3 of the fair value hierarchy at interim reporting date. The Group engages external valuer performing valuations for the unlisted equity security measured at FVOCI (non-recycling) which is categorised into level 3 of the fair value hierarchy at annual reporting date. The external valuer reports directly to management. A valuation report with analysis of changes in fair value measurement is prepared by the finance team at each interim reporting date and by external valuer at each annual reporting date, and is reviewed and approved by management.

	Fair value measurements as at 30 June 2025 categorised into			
	Fair value at 30 June 2025 \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Recurring fair value measurement				
<i>Financial assets:</i>				
Unlisted equity security	1,917	–	–	1,917

	Fair value measurements as at 31 December 2024 categorised into			
	Fair value at 31 December 2024 \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Recurring fair value measurement				
<i>Financial assets:</i>				
Unlisted equity security	1,771	–	–	1,771

During the six months ended 30 June 2025, there were no transfers between Level 1 and Level 2, or transfers into or out of Level 3 (31 December 2024: Nil). The Group's policy is to recognise transfers between levels of fair value hierarchy as at the end of the reporting period in which they occur.

16 Fair value measurement of financial instruments (Continued)

(a) Financial assets measured at fair value (Continued)

(ii) Information about Level 3 fair value measurements

	Valuation technique	Significant unobservable input	Percentage
Unlisted equity security	Market comparable companies	Discount for lack of marketability	30% (2024: 30%)

The fair value of unlisted equity security is determined using the price/earning ratios of comparable listed companies adjusted for lack of marketability discount. The fair value measurement is negatively correlated to the discount for lack of marketability. As at 30 June 2025, it is estimated that with all other variables held constant, a decrease/increase in discount for lack of marketability by 5% would have increased/decreased the Group's other comprehensive income by \$137,000 (2024: \$214,000).

The movement during the period in the balance of Level 3 fair value measurements is as follows:

	2025 \$'000	2024 \$'000
Unlisted equity security:		
At 1 January	1,771	3,206
Exchange difference	146	(210)
At 30 June	1,917	2,996

Any gains or losses arising from the remeasurement of the Group's unlisted equity security held for strategic purpose is recognised in the fair value reserve (non-recycling) in other comprehensive income. Upon disposal of the equity security, the amount accumulated in other comprehensive income is transferred directly to retained profits.

(b) Fair values of financial assets and liabilities carried at other than fair value

The carrying amounts of the Group's financial instruments carried at cost or amortised cost were not materially different from their fair values as at 30 June 2025 and 31 December 2024.

17 Commitments

Capital commitments outstanding at 30 June 2025 not provided for in the interim financial report

	At 30 June 2025 \$'000	At 31 December 2024 \$'000
Contracted for		
– acquisition of property, plant and equipment	17,529	46,591
Authorised but not contracted for		
– acquisition of property, plant and equipment	72,064	1,902
	89,593	48,493

18 Material related party transactions

Except for the balances and transactions disclosed elsewhere in these financial statements, the Group entered into material related party transactions set out below.

Transactions with related parties

During the six months ended 30 June 2025, the Group entered into the following transactions with its related parties:

		Six months ended 30 June	
		2025 \$'000	2024 \$'000
(a) Key management personnel remuneration			
Salaries and other short-term benefits		19,923	18,862
(b) Purchases of materials from			
An associate	(Note (ii))	6,668	4,868
(c) Sales of goods to			
A related company	(Note (ii))	341	–

Notes:

- (i) These are transactions with HH Dream Printing Company Limited, an associate of the Group, and are conducted in accordance with the terms of the respective contracts or orders.
- (ii) These are transactions with C&H Co., Ltd. ("C&H"). A director of the Company is the controlling shareholder of both C&H and the Group.