

GOLIK
HOLDINGS LIMITED

2025

INTERIM REPORT

Incorporated in Bermuda
with limited liability
Stock Code: 1118

CORPORATE INFORMATION**BOARD OF DIRECTORS****Executive Directors**

Mr. PANG Tak Chung MH (*Chairman*)
Mr. HO Wai Yu, Sammy (*Vice Chairman*)
Ms. PANG Wan Ping (*Chief Executive Officer*)
Mr. PANG Chi To

Independent Non-executive Directors

Mr. HAI Tuen Tai, Freddie
Mr. LUK Kam Fan, Jimmy
Mr. LINN Hon Chung, Ambrose

COMPANY SECRETARY

Mr. HO Wai Yu, Sammy

FCCA MHKCS MHKSI

AUDIT COMMITTEE

Mr. HAI Tuen Tai, Freddie
Mr. LUK Kam Fan, Jimmy
Mr. LINN Hon Chung, Ambrose

REMUNERATION COMMITTEE

Mr. PANG Tak Chung MH
Mr. HAI Tuen Tai, Freddie
Mr. LUK Kam Fan, Jimmy
Mr. LINN Hon Chung, Ambrose

NOMINATION COMMITTEE

Mr. PANG Tak Chung MH (*Chairman*)
Ms. PANG Wan Ping
(*appointment effective 30th June, 2025*)
Mr. HAI Tuen Tai, Freddie
Mr. LUK Kam Fan, Jimmy
Mr. LINN Hon Chung, Ambrose

REGISTERED OFFICE

Clarendon House
2 Church Street
Hamilton HM 11
Bermuda

**HEAD OFFICE AND PRINCIPAL PLACE
OF BUSINESS**

Suite 6505, Central Plaza
18 Harbour Road
Wanchai
Hong Kong

AUDITOR

Deloitte Touche Tohmatsu
Registered Public Interest Entity Auditors

LEGAL ADVISORS

Loeb & Loeb LLP
W. K. To & Co.

PRINCIPAL BANKERS

Bank of China (Hong Kong) Limited
DBS Bank (Hong Kong) Limited
Fubon Bank (Hong Kong) Limited
Hang Seng Bank Limited
Standard Chartered Bank (Hong Kong)
Limited
The Bank of East Asia, Limited
The Hongkong and Shanghai Banking
Corporation Limited
United Overseas Bank Limited

**HONG KONG BRANCH SHARE
REGISTRAR AND TRANSFER OFFICE**

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

WEBSITE

www.golik.com

STOCK CODE

1118

INVESTOR RELATION

ir@golik.com

INTERIM RESULTS

The board of directors (the “Board”) of Golik Holdings Limited (the “Company”) is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30th June, 2025 together with the comparative unaudited figures for the corresponding period in 2024 as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30TH JUNE, 2025

	NOTES	Six months ended 30th June, 2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Revenue	4	1,818,056	1,728,693
Cost of sales		<u>(1,462,113)</u>	<u>(1,407,643)</u>
Gross profit		355,943	321,050
Other income		9,273	12,066
Selling and distribution costs		(91,162)	(85,551)
Administrative expenses		(115,727)	(100,772)
Impairment losses under expected credit losses (“ECL”) model, net of reversal	5	(11,674)	(14,221)
Other gains and losses	6	(1,560)	652
Other expenses		(23,876)	(24,997)
Finance costs		(12,294)	(19,140)
– Interest on bank borrowings		(7,796)	(14,731)
– Interest on lease liabilities		(4,498)	(4,409)
Share of result of an associate		<u>916</u>	<u>456</u>
Profit before tax		109,839	89,543
Income tax expense	7	<u>(27,521)</u>	<u>(17,509)</u>
Profit for the period	8	<u>82,318</u>	<u>72,034</u>

Six months ended 30th June,
NOTES
2025
2024
HK\$'000
HK\$'000
(unaudited)
(unaudited)
Other comprehensive (expense) income
Item that may be subsequently
reclassified to profit or loss:

- Exchange difference arising on translation of foreign operations

(629)
(4,306)
Item that will not be reclassified to
profit or loss:

- Fair value (loss) gain on an equity instrument at fair value through other comprehensive income ("FVTOCI")

(33)
188

Other comprehensive expense for the period

(662)
(4,118)
Total comprehensive income for the period
81,656
67,916

Profit for the period attributable to:

Shareholders of the Company

70,560
61,554

Non-controlling interests

11,758
10,480
82,318
72,034

Total comprehensive income

for the period attributable to:

Shareholders of the Company

78,700
58,506

Non-controlling interests

2,956
9,410
81,656
67,916

Basic earnings per share

10
HK12.28 cents
HK10.72 cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30TH JUNE, 2025

	NOTES	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
Non-current Assets			
Property, plant and equipment	11	502,402	524,348
Right-of-use assets		169,287	160,047
Interest in a joint venture		–	–
Interest in an associate		–	–
Amount due from an associate		4,698	4,198
Equity instrument at FVTOCI		28	61
Insurance policy assets		7,570	7,409
Rental and other deposits	12	5,400	4,413
Deposits paid for acquisition of property, plant and equipment		8,044	1,168
Loan receivables	12	2,860	2,660
		700,289	704,304
Current Assets			
Inventories		446,309	605,812
Trade, bills, loan and other receivables	12	907,083	801,455
Income tax recoverable		–	842
Bank time deposit with maturity over three months		24,123	–
Cash and cash equivalents		453,117	599,490
		1,830,632	2,007,599

	NOTES	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
Current Liabilities			
Trade and other payables	13	330,612	431,138
Contract liabilities		20,576	21,408
Lease liabilities		28,432	23,146
Dividend payable	9	22,975	–
Amounts due to non-controlling shareholders		3,200	3,200
Income tax payable		19,377	7,879
Bank borrowings	14	320,364	498,724
		<u>745,536</u>	<u>985,495</u>
Net Current Assets		<u>1,085,096</u>	<u>1,022,104</u>
		<u>1,785,385</u>	<u>1,726,408</u>
Capital and Reserves			
Share capital	15	57,438	57,438
Share premium and reserves		1,380,741	1,324,759
Equity attributable to shareholders of the Company		1,438,179	1,382,197
Non-controlling interests		133,815	130,859
Total Equity		<u>1,571,994</u>	<u>1,513,056</u>
Non-current Liabilities			
Deferred tax liabilities		29,273	28,973
Lease liabilities		151,533	146,370
Bank borrowings	14	32,585	38,009
		<u>213,391</u>	<u>213,352</u>
		<u>1,785,385</u>	<u>1,726,408</u>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30TH JUNE, 2025

	Attributable to shareholders of the Company								Non-controlling interests HK\$'000	Total HK\$'000
	Share capital HK\$'000	Share premium HK\$'000	Exchange reserve HK\$'000	Mainland China statutory reserve HK\$'000 (Note a)	FVTOCI reserve HK\$'000	Other reserve HK\$'000 (Note b)	Retained profits HK\$'000	Sub-total HK\$'000		
At 1st January, 2024 (audited)	57,438	323,195	(5,059)	46,545	13	(21,186)	867,584	1,268,530	118,597	1,387,127
Profit for the period	-	-	-	-	-	-	61,554	61,554	10,480	72,034
Other comprehensive (expense) income for the period										
Exchange difference arising on translation of foreign operations	-	-	(3,236)	-	-	-	-	(3,236)	(1,070)	(4,306)
Fair value gain on an equity instrument at FVTOCI	-	-	-	-	188	-	-	188	-	188
Total comprehensive (expense) income for the period	-	-	(3,236)	-	188	-	61,554	58,506	9,410	67,916
Dividend declared (note 9)	-	-	-	-	-	-	(20,103)	(20,103)	-	(20,103)
At 30th June, 2024 (unaudited)	57,438	323,195	(8,295)	46,545	201	(21,186)	909,035	1,306,933	128,007	1,434,940
Profit for the period	-	-	-	-	-	-	96,544	96,544	11,855	108,399
Other comprehensive (expense) income for the period										
Exchange difference arising on translation of foreign operations	-	-	(6,805)	-	-	-	-	(6,805)	(2,318)	(9,123)
Fair value loss on an equity instrument at FVTOCI	-	-	-	-	(140)	-	-	(140)	-	(140)
Total comprehensive (expense) income for the period	-	-	(6,805)	-	(140)	-	96,544	89,599	9,537	99,136
Dividend paid to the shareholders of the Company (note 9)	-	-	-	-	-	-	(14,360)	(14,360)	-	(14,360)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	(9,661)	(9,661)
Capital contribution from non-controlling interests	-	-	-	-	-	-	-	-	2,976	2,976
Deemed disposal of part of its interest in a subsidiary	-	-	-	-	-	25	-	25	-	25
Transfer between reserves	-	-	-	154	-	-	(154)	-	-	-
At 31st December, 2024 (audited)	57,438	323,195	(15,100)	46,699	61	(21,161)	991,065	1,382,197	130,859	1,513,056

Attributable to shareholders of the Company

	Share capital HK\$'000	Share premium HK\$'000	Exchange reserve HK\$'000	Mainland China statutory reserve HK\$'000 (Note a)	FVTOCI reserve HK\$'000	Other reserve HK\$'000 (Note b)	Retained profits HK\$'000	Sub-total HK\$'000	Non- controlling interests HK\$'000	Total HK\$'000
Profit for the period	-	-	-	-	-	-	70,560	70,560	11,758	82,318
Other comprehensive income (expense) for the period										
Exchange difference arising on translation of foreign operations	-	-	8,173	-	-	-	-	8,173	(8,802)	(629)
Fair value loss on an equity instrument at FVTOCI	-	-	-	-	(33)	-	-	(33)	-	(33)
	<u>-</u>	<u>-</u>	<u>8,173</u>	<u>-</u>	<u>(33)</u>	<u>-</u>	<u>70,560</u>	<u>78,700</u>	<u>2,956</u>	<u>81,656</u>
Total comprehensive income (expense) for the period	-	-	8,173	-	(33)	-	70,560	78,700	2,956	81,656
Acquisition of interest in a subsidiary	-	-	-	-	-	257	-	257	-	257
Dividend declared (note 9)	-	-	-	-	-	-	(22,975)	(22,975)	-	(22,975)
Transfer between reserves	-	-	-	1,201	-	-	(1,201)	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,201</u>	<u>-</u>	<u>-</u>	<u>(1,201)</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 30th June, 2025 (unaudited)	<u>57,438</u>	<u>323,195</u>	<u>(6,927)</u>	<u>47,900</u>	<u>28</u>	<u>(20,904)</u>	<u>1,037,449</u>	<u>1,438,179</u>	<u>133,815</u>	<u>1,571,994</u>

Notes:

- (a) Mainland China statutory reserve is a reserve required by the relevant laws in Mainland China applicable to the Company's subsidiaries in Mainland China for enterprise development purposes.
- (b) Other reserve represented:
 - (i) adjustments arising from acquisition of additional interests in subsidiaries of HK\$21,208,000 and deemed disposal of part interest in a subsidiary of HK\$599,000.
 - (ii) deemed contribution arising from waiver amount due to a former non-controlling shareholder of HK\$621,000 incidental to acquisition of additional interest in a subsidiary.
 - (iii) adjustment arising from deemed disposal of part of its interest in a subsidiary of HK\$25,000.
 - (iv) adjustments arising from acquisition of interest in a subsidiary of HK\$257,000.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE SIX MONTHS ENDED 30TH JUNE, 2025

	Six months ended 30th June,	
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
NET CASH FROM OPERATING ACTIVITIES	708,394	907,386
INVESTING ACTIVITIES		
Acquisition of interest in a subsidiary	(222)	—
Purchase of property, plant and equipment	(5,355)	(80,419)
Deposits paid for acquisition of property, plant and equipment	(7,202)	(2,548)
Proceeds from disposal of property, plant and equipment	461	131
Placement of bank time deposit	(24,123)	(5,478)
Repayment from an associate	2,250	2,250
Other investing cash flows	2,205	(586)
NET CASH USED IN INVESTING ACTIVITIES	(31,986)	(86,650)
FINANCING ACTIVITIES		
Repayment of trust receipt loans	(816,467)	(960,062)
Repayment of bank loans	(75,052)	(52,043)
Repayment of lease liabilities	(13,798)	(10,646)
Interest paid on bank borrowings	(8,611)	(15,080)
Interest paid on lease liabilities	(4,498)	(4,409)
Bank loans raised	93,289	23,009
NET CASH USED IN FINANCING ACTIVITIES	(825,137)	(1,019,231)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(148,729)	(198,495)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	599,490	652,131
EFFECT OF FOREIGN EXCHANGE RATE CHANGES	2,356	(1,088)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	453,117	452,548
REPRESENTED BY:		
Cash and cash equivalents	453,117	452,548

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30TH JUNE, 2025

1. GENERAL INFORMATION

The Company was incorporated in Bermuda as an exempted company with limited liability and its shares are listed on The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The Company acts as an investment holding company and provides corporate management services. Principal activities of its subsidiaries are manufacturing and sales of metal products and building construction materials.

2. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 *Interim Financial Reporting* issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

3. ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on historical cost basis except for insurance policy assets and certain financial instruments, which are measured at fair values.

Other than additional accounting policies resulting from application of amendments to HKFRS Accounting Standards, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30th June, 2025 are the same as those presented in the Group's annual consolidated financial statements for the year ended 31st December, 2024.

Application of amendments to HKFRS Accounting Standards

In the current interim period, the Group has applied the following amendments to HKFRS Accounting Standards issued by the HKICPA, for the first time, which are mandatorily effective for the Group's annual period beginning on 1st January, 2025 for the preparation of the Group's condensed consolidated financial statements:

Amendments to HKAS 21

Lack of Exchangeability

The application of the amendments to HKFRS Accounting Standards in the current interim period 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 condensed consolidated financial statements.

The Group has not applied new standard nor interpretation that is not yet effective for the current accounting period.

4. REVENUE AND SEGMENT INFORMATION

Revenue represents the amounts received and receivable for goods sold and services provided by the Group to outside customers, net of discounts and sales related taxes.

Information reported to the chairman and the vice chairman of the Group, being the chief operating decision makers, for the purposes of resource allocation and assessment of segment performance focuses on types of goods sold and services provided.

Specifically, the Group's operating and reportable segments under HKFRS 8 Operating Segments are as follows:

1. Metal products
2. Building construction materials

In addition, the Group's operations relating to money lending and medical imaging diagnostic centre are presented under other operations.

Disaggregation of revenue from contracts with customers

For the six months ended 30th June, 2025 (unaudited)

Segments	Metal products HK\$'000	Building construction materials HK\$'000	Other operations HK\$'000	Total HK\$'000
Sales of goods				
Steel coil processing, steel wires and wire rope products	554,657	–	–	554,657
Concrete products	–	374,984	–	374,984
Construction steel products and processing, and other construction products	–	782,104	–	782,104
Service income				
Processing income	–	50,356	–	50,356
Transportation income	–	40,554	–	40,554
Provision of medical imaging services	–	–	15,269	15,269
Revenue from contracts with customers	554,657	1,247,998	15,269	1,817,924
Interest income on money lending	–	–	132	132
Total revenue	554,657	1,247,998	15,401	1,818,056

For the six months ended 30th June, 2024 (unaudited)

Segments	Metal products HK\$'000	Building construction materials HK\$'000	Other operation HK\$'000	Total HK\$'000
Sales of goods				
Steel coil processing, steel wires and wire rope products	517,153	–	–	517,153
Concrete products	–	325,993	–	325,993
Construction steel products and processing, and other construction products	–	802,182	–	802,182
Service income				
Processing income	–	47,165	–	47,165
Transportation income	–	36,104	–	36,104
Revenue from contracts with customers				
	517,153	1,211,444	–	1,728,597
Interest income on money lending	–	–	96	96
Total revenue	517,153	1,211,444	96	1,728,693

The Group sells metal products and building construction materials directly to corporate customers. Revenue is recognised when control of the goods has been transferred, being at the point in time when the goods are delivered to the customer's specific location.

The Group also provides processing services to the customers. Income is recognised at the point in time when the services are rendered and the relevant goods are delivered to the customer's specific location.

The Group also provides transportation services to the customers. Income is recognised at the point in time when the services are rendered and the relevant goods are delivered to the customer's specific location.

The Group also provides medical imaging services to the customers. Income is recognised over time as the customers simultaneously receive and consume the benefits provided by the Group's performance.

Other than cash sales, the Group allows credit periods ranging from 30 to 180 days (31st December, 2024: 30 to 180 days) to its customers.

The following is an analysis of the Group's revenue and results by operating and reportable segment for the period under review:

For the six months ended 30th June, 2025 (unaudited)

	Metal products HK\$'000	Building construction materials HK\$'000	Reportable segment total HK\$'000	Other operations HK\$'000	Eliminations HK\$'000	Consolidated HK\$'000
REVENUE						
External revenue	554,657	1,247,998	1,802,655	15,401	–	1,818,056
Inter-segment revenue	1,817	96	1,913	–	(1,913)	–
	<u>556,474</u>	<u>1,248,094</u>	<u>1,804,568</u>	<u>15,401</u>	<u>(1,913)</u>	<u>1,818,056</u>
SEGMENT RESULT	<u>68,394</u>	<u>71,326</u>	<u>139,720</u>	<u>(7,754)</u>	<u>–</u>	<u>131,966</u>
Unallocated other income and other gains						2,084
Unallocated corporate expenses						(12,833)
Finance costs						(12,294)
– Interest on bank borrowings						(7,796)
– Interest on lease liabilities						(4,498)
Share of result of an associate						916
Profit before tax						<u>109,839</u>

For the six months ended 30th June, 2024 (unaudited)

	Metal products HK\$'000	Building construction materials HK\$'000	Reportable segment total HK\$'000	Other operations HK\$'000	Eliminations HK\$'000	Consolidated HK\$'000
REVENUE						
External revenue	517,153	1,211,444	1,728,597	96	–	1,728,693
Inter-segment revenue	1,998	39	2,037	–	(2,037)	–
Total	519,151	1,211,483	1,730,634	96	(2,037)	1,728,693
SEGMENT RESULT	44,235	78,392	122,627	(3,560)	–	119,067
Unallocated other income and other gains						2,487
Unallocated corporate expenses						(13,327)
Finance costs						(19,140)
– Interest on bank borrowings						(14,731)
– Interest on lease liabilities						(4,409)
Share of result of an associate						456
Profit before tax						89,543

The accounting policies of the operating segments are the same as the Group's accounting policies. Segment result represents the gross profit generated from each segment, net of selling and distribution costs and administrative expenses directly attributable to each segment without allocation of certain other income, corporate expenses, finance costs and share of result of an associate. This is the measure reported to the chief operating decision makers for the purposes of resource allocation and performance assessment.

Inter-segment sales are charged at cost or cost plus a percentage of mark-up.

Geographical information

The Group operates in two principal geographical areas, namely Hong Kong and Mainland China.

The Group's revenue from external customers by geographical location of the customers is detailed below:

For the six months ended 30th June, 2025 (unaudited)

	Metal products HK\$'000	Building construction materials HK\$'000	Other operations HK\$'000	Total HK\$'000
Hong Kong	5,887	1,242,899	15,401	1,264,187
Mainland China	441,787	4,826	–	446,613
USA	67,794	–	–	67,794
Macau	–	273	–	273
Others	39,189	–	–	39,189
	554,657	1,247,998	15,401	1,818,056

For the six months ended 30th June, 2024 (unaudited)

	Metal products HK\$'000	Building construction materials HK\$'000	Other operations HK\$'000	Total HK\$'000
Hong Kong	6,664	1,202,815	96	1,209,575
Mainland China	443,501	6,215	–	449,716
USA	33,822	–	–	33,822
Macau	–	2,379	–	2,379
Others	33,166	35	–	33,201
	517,153	1,211,444	96	1,728,693

5. IMPAIRMENT LOSSES UNDER ECL MODEL, NET OF REVERSAL

Six months ended 30th June,
2025 2024
HK\$'000 HK\$'000
(unaudited) (unaudited)

Net impairment losses (reversal of impairment losses) on:

– Amount due from an associate	(1,847)	(2,250)
– Trade receivables	13,521	16,471
	11,674	14,221

6. OTHER GAINS AND LOSSES

	Six months ended 30th June,	
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Loss on disposal of property, plant and equipment	1,189	22
Net exchange loss (gain)	371	(674)
	1,560	(652)

7. INCOME TAX EXPENSE

	Six months ended 30th June,	
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Current tax:		
Hong Kong	11,726	6,950
Mainland China Enterprise Income Tax	10,098	6,552
Withholding tax paid for distributed profits in Mainland China	1,342	–
	23,166	13,502
Underprovision in prior years:		
Mainland China Enterprise Income Tax	4,055	2,952
Deferred tax	300	1,055
	27,521	17,509

Under the two-tiered profits tax rates regime of Hong Kong Profits Tax, the first HK\$2 million of taxable profits of qualifying group entity will be taxed at 8.25%, and taxable profits above HK\$2 million will be taxed at 16.5%. The profits of group entities not qualifying for the two-tiered profits tax rates regime will continue to be taxed at a flat rate of 16.5%. Accordingly, the Hong Kong Profits Tax of the qualifying group entity is calculated at 8.25% on the first HK\$2 million of the estimated assessable profits and at 16.5% on the estimated assessable profits above HK\$2 million.

Under the Law of Mainland China on Enterprise Income Tax (the “EIT Law”) and Implementation Regulation of the EIT Law, the tax rate of the Mainland China subsidiaries is 25% for both periods. In addition, one Mainland China subsidiary of the Company in Tianjin was qualified as “High-tech Enterprise” and subject to an Enterprise Income Tax Rate of 15%, which was granted for three years starting from 2022. Another three Mainland China subsidiaries were qualified as “Small Low-profit Enterprise” in Guangdong and subject to an Enterprise Income Tax Rate of 5% for the first Renminbi (“RMB”) 1 million of taxable profits and 10% for the taxable profits above RMB1 million but not exceeding RMB3 million. Further, withholding income tax of 10% is generally imposed on dividends relating to any profits earned commencing from 2008 to foreign investors, while for some Mainland China entities held by companies incorporated in certain places, including Hong Kong, preferential tax rate of 5% will be applied according to EIT Law if such companies are the beneficial owner of over 25% of these Mainland China entities.

The EIT Law requires withholding tax to be levied on distribution of profits earned by a Mainland China entity to a Hong Kong resident company (which is the beneficial owner of the dividend received) for profits generated after 1st January, 2008 at the rate of 5%. As at 30th June, 2025 and 31st December, 2024, deferred tax was provided in full in respect of the temporary differences attributable to such profits.

8. PROFIT FOR THE PERIOD

	Six months ended 30th June,	
	2025	2024
	HK\$'000	HK\$'000
	(unaudited)	(unaudited)
Profit for the period has been arrived at after charging (crediting):		
Depreciation of property, plant and equipment	30,554	24,107
Depreciation of right-of-use assets	15,016	14,213
Net increase (decrease) of inventories provision (included in cost of sales)	13,634	(4,978)

9. DIVIDEND

During the current period, a final dividend of HK4.0 cents per share in respect of the year ended 31st December, 2024 (six months ended 30th June, 2024: final dividend of HK3.5 cents per share in respect of the year ended 31st December, 2023) was declared. The aggregate amount of the final dividend payable at the current period end amounted to HK\$22,975,000 (at 30th June, 2024: HK\$20,103,000).

Subsequent to the end of the current period, the directors have determined that an interim dividend of HK2.5 cents per share amounting to HK\$14,360,000 (six months ended 30th June, 2024: HK2.5 cents per share amounting to HK\$14,360,000) will be paid to the shareholders of the Company whose names appear in the register of members of the Company on 8th October, 2025.

10. BASIC EARNINGS PER SHARE

The calculation of the basic earnings per share is based on the profit for the period attributable to the shareholders of the Company of HK\$70,560,000 (six months ended 30th June, 2024: HK\$61,554,000) and 574,378,128 (six months ended 30th June, 2024: 574,378,128) ordinary shares in issue during the period.

No diluted earnings per share for both periods was presented as there were no potential ordinary shares in issue as at both period ends.

11. PROPERTY, PLANT AND EQUIPMENT

During the current period, the Group acquired property, plant and equipment of HK\$6,697,000 in order to expand its manufacturing capabilities (six months ended 30th June, 2024: HK\$88,711,000 in order to expand its manufacturing capabilities and set up a new medical imaging diagnostic centre).

During the current period, the Group disposed property, plant and equipment of HK\$1,650,000 (six months ended 30th June, 2024: HK\$153,000).

12. RENTAL AND OTHER DEPOSITS, TRADE, BILLS, LOAN AND OTHER RECEIVABLES

	30th June, 2025	31st December, 2024
	HK\$'000	HK\$'000
	(unaudited)	(audited)
Trade receivables	897,731	779,638
Less: Impairment losses under ECL model	(82,040)	(68,270)
	815,691	711,368
Bills receivables	21,737	13,395
Loan receivables	4,366	4,002
Less: Impairment losses under ECL model	(550)	(550)
	3,816	3,452
Prepayments	49,320	51,052
Rental and other deposits	22,593	22,673
Other receivables	13,024	17,353
Less: Impairment losses under ECL model	(10,838)	(10,765)
	74,099	80,313
Total trade, bills, loan and other receivables	915,343	808,528
Analysed for reporting purpose as:		
Current	907,083	801,455
Non-current – Loan receivables, net	2,860	2,660
Non-current – Rental and other deposits	5,400	4,413
	915,343	808,528

Trade and bills receivables, net of impairment losses under ECL model, with an ageing analysis presented based on invoice date at the end of the reporting period, which approximated respective revenue recognition dates as follows:

	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
0 – 30 days	358,079	295,671
31 – 60 days	232,281	233,745
61 – 90 days	142,394	127,522
91 – 120 days	64,311	42,334
More than 120 days	40,363	25,491
	837,428	724,763

The management of the Group assesses trade debtors with significant balances that are credit-impaired individually and the remaining trade receivables using collective assessment with reference to loss patterns as reflected in the debtors' historical payment pattern taking into consideration of quantitative, qualitative and forward-looking information that is reasonable and supportable available without undue cost or effort.

Net loan receivables with ageing analysis presented below per maturity dates:

	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
Not due yet	3,816	3,452
Overdue	–	–
	3,816	3,452

The management of the Group estimates the estimated loss rates of loan receivables based on historical credit loss experience of the debtors as well as the fair value of the collaterals pledged to the loan receivables.

13. TRADE AND OTHER PAYABLES

	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
Trade payables	172,478	275,594
Accruals	124,057	120,540
Deposits received	9,657	14,673
Other payables	24,420	20,331
	330,612	431,138

Trade payables with an ageing analysis presented based on invoice date at the end of the reporting period as follows:

	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
0 – 30 days	92,987	196,585
31 – 60 days	53,144	56,465
61 – 90 days	12,336	14,253
91 – 120 days	8,918	4,429
More than 120 days	5,093	3,862
	<u>172,478</u>	<u>275,594</u>

14. BANK BORROWINGS

During the current period, the Group raised bank loans of HK\$93,289,000 (six months ended 30th June, 2024: HK\$23,009,000), and repaid bank loans and trust receipt loans of HK\$75,052,000 and HK\$816,467,000 (six months ended 30th June, 2024: HK\$52,043,000 and HK\$960,062,000) respectively. All new bank borrowings raised during the current period are unsecured and with corporate guarantee from the Group's companies. The bank borrowings at the end of the reporting period bear interest at market rates with effective borrowing rates ranging from 1.03% to 5.72% (31st December, 2024: 3.75% to 5.79%) per annum.

15. SHARE CAPITAL

	Number of shares	Amount HK\$'000
Ordinary shares of HK\$0.10 each		
Authorised:		
At 1st January, 2024, 30th June, 2024, 31st December, 2024 and 30th June, 2025	<u>1,800,000,000</u>	<u>180,000</u>
Issued and fully paid:		
At 1st January, 2024, 30th June, 2024, 31st December, 2024 and 30th June, 2025	<u>574,378,128</u>	<u>57,438</u>

16. CAPITAL COMMITMENTS

30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)
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Capital expenditure in respect of acquisition of property,
plant and equipment contracted for but not provided
in the condensed consolidated financial statements

4,157

2,263

17. FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

Fair value of the Group's financial assets that are measured at fair value on a recurring basis

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

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active market for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)
	30th June, 2025 HK\$'000 (unaudited)	31st December, 2024 HK\$'000 (audited)			
Equity instrument at FVTOCI	28	61	Level 1	Quoted bid prices from a Frankfurt Stock Exchange	N/A
Insurance policy assets	7,570	7,409	Level 3	Quoted cash value from insurance contract vendors	Accounts value less surrender charges

The directors consider that the carrying amounts of financial assets and financial liabilities recorded at amortised cost in the condensed consolidated financial statements approximate their fair values.

18. RELATED PARTY DISCLOSURES

During the period, the Group entered into the following transactions with its related party:

Relationship	Nature of transactions	Six months ended 30th June,	
		2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
An associate	Expense relating to short-term leases	7,104	7,079
	Interest income	143	241

The gross amount due from an associate of HK\$9,225,000 (31st December, 2024: HK\$11,475,000), which is unsecured, carries interest at 2% below the best lending rate as quoted by The Hongkong and Shanghai Banking Corporation Limited per annum and is repayable in 2025. The remaining balance of Nil (31st December, 2024: HK\$13,000) is unsecured and interest free.

Compensation of key management personnel

During the period, the Group's remuneration paid to the directors, the key management personnel of the Group, are as follows:

	Six months ended 30th June,	
	2025 HK\$'000 (unaudited)	2024 HK\$'000 (unaudited)
Short-term employee benefits	14,545	13,978
Post-employment benefits	110	104
	14,655	14,082

19. NON-CASH TRANSACTIONS

During the period, trust receipt loans raised under supply chain financing arrangements of HK\$614,346,000 (six months ended 30th June, 2024: HK\$637,265,000) represent the payments to suppliers by relevant banks directly.

During the period, the Group entered into new lease agreements for use of leased office and factories for 3 to 4 years and, the Group recognised right-of-use assets and lease liabilities of HK\$10,556,000 and HK\$10,542,000 (six months ended 30th June, 2024: HK\$26,027,000 and HK\$25,758,000 for use of leased factories, staff quarters and medical imaging diagnostic centre and equipment for 2 to 5 years).

BUSINESS REVIEW

Metal products and building construction materials continued to be the Group's two core businesses during the period.

Following the official launch of the medical imaging centre in November last year, medical imaging services have been integrated into the Group's operations this year, progressively contributing to the Group's revenue stream.

For the six months ended 30th June, 2025, the Group's total revenue was approximately HK\$1,818,056,000, representing an increase of 5% over the same period last year.

After the deduction of the profit attributable to non-controlling interests, the profit attributable to the shareholders of the Company amounted to approximately HK\$70,560,000, representing an increase of 15% over the same period last year.

During the review period, the Group faced continued challenges from adverse macroeconomic and geopolitical factors, which exerted pressure on the operating environment. Nevertheless, supported by the robust foundation of its two core businesses and years of dedication enhancing business quality, the Group maintained strong competitiveness amid these challenges. Through the diligent efforts of the management and staff, the Group achieved improved performance compared to the same period last year, delivering results that are deemed satisfactory.

Metal Products

The business currently consists of steel wires and steel wire rope products manufactured in Tianjin, Heshan and Jiangmen in Mainland China. Revenue for the period was approximately HK\$556,474,000, representing an increase of 7% over the same period last year; and profit before interest and taxation was approximately HK\$68,394,000, representing an increase of 55% over the same period last year.

During the period, competition in the domestic market for steel wires and steel wire rope products intensified, especially in the elevator steel wire rope segment. The sustained downturn in the Mainland real estate market has precipitated a reduction in demand for new elevators, exacerbating industry-wide competition. The resulting imbalance between supply and demand has exerted significant downward pressure on profit margins across the supply chain, imposing substantial cost challenges on elevator manufacturers. Many of the Group's elevator wire rope products faced further margin erosion, with certain markets experiencing prices below cost, resulting in the difficult decision to withdraw from those markets. Despite these challenges, the Group maintained a strategic emphasis on the maintenance and export markets for elevator wire rope products, achieving notable progress in these areas.

High-performance lifting steel wire rope products continued to deliver strong results, driven by advances in product research and development as well as expanded market outreach, particularly in export markets. Buoyed by the robust demand for high-performance lifting wire ropes, the overall profitability of steel wire rope products improved significantly compared to the same period last year, delivering encouraging results.

Looking forward, the Group shall continue to pursue an active market positioning strategy coupled with rigorous operational management of its steel wire rope business. Further investments will be directed towards product innovation and market expansion with the objective of consolidating the Group's leading position within the domestic high-performance steel wire rope market. The Group remains confident that, with the collective efforts of its team, steel wire rope products will enjoy a strong and promising future.

Building Construction Materials

The business comprises mainly of ready mixed concrete, precast concrete products and processing and distribution of construction steel products in Hong Kong.

During the period, revenue was approximately HK\$1,248,094,000, representing an increase of 3% over the same period last year. Profit before interest and taxation was approximately HK\$71,326,000, representing a decrease of 9% over the same period last year.

The increase in revenue for the building construction materials business as compared to the same period last year was primarily due to a reduced number of rainfall days in Hong Kong during the first half of the year, which facilitated a more consistent progression of construction activities. However, due to the market's general pessimism about the volume of forthcoming construction projects in Hong Kong, market competition has intensified, putting pressure on the gross profit margin of the building construction materials business. Throughout this period, the Group has consistently refrained from engaging in aggressive price competition, opting instead to focus on the provision of high-quality, value-added services to our customers. Despite the challenging operating environment, the building construction materials business delivered a performance that was regarded as relatively satisfactory.

The construction industry in Hong Kong is currently experiencing a phase of volatility, precipitated by a prolonged downturn in private development projects, combined with the upcoming completion of major infrastructure works, including the construction of the airport's third runway. Although the Hong Kong government has recently expedited the funding approval process for public works projects, there remains a considerable lead time before these projects can be implemented. Consequently, it is anticipated that the construction sector in Hong Kong will persist in a subdued state for the foreseeable future.

Medical Imaging

The business currently specialises in providing medical imaging services, including computed tomography (CT) scanning, magnetic resonance imaging (MRI) and positron emission tomography (PET) scanning.

Revenue for the period was approximately HK\$15,269,000, and loss before interest was approximately HK\$7,884,000.

Since the official launch of the medical imaging centre in November 2024, the flagship centre at Tsim Sha Tsui, **Assure Medical Imaging (AMI)** has demonstrated a strong initial performance, achieving consistent revenue growth within its first six months and successfully attaining a positive variance in EBITDA. Despite mounting challenges stemming from the expansion of the Greater Bay Area and intensified competition from Mainland medical institutions in Hong Kong's private healthcare market, **AMI's** business model "centered on referrals from local specialist doctors" has proven resilient, maintaining a stable and steadily increasing referral base.

In the second half of the year, **AMI** will prioritise optimising internal operational processes to improve efficiency and increase patient throughput. Additionally, the company plans to expand collaborations with insurance providers and explore new business development opportunities to support sustainable long-term growth.

LIQUIDITY AND FINANCIAL RESOURCES

As at 30th June, 2025, the total cash and cash equivalents of the Group amounted to approximately HK\$453,117,000 (31st December, 2024: approximately HK\$599,490,000).

As at 30th June, 2025, current ratio (current assets to current liabilities) of the Group was 2.46:1 (31st December, 2024: 2.04:1).

As at 30th June, 2025, the total borrowings of the Group amounted to approximately HK\$352,949,000 (31st December, 2024: approximately HK\$536,733,000).

As at 30th June, 2025, capital commitments contracted in respect of acquisition for property, plant and equipment for the Group amounted to approximately HK\$4,157,000 (31st December, 2024: approximately HK\$2,263,000), funding for the capital commitments will be generated mainly from internal resources.

The Group's monetary assets are principally denominated in Hong Kong dollars, Renminbi and United States dollars. As Hong Kong dollars is pegged to United States dollars, the Group believes its exposure to exchange risk is limited. For the fluctuation of exchange rate of Renminbi, the Management will continue to monitor foreign exchange exposure of Renminbi and will take prudence measures to minimize the currency risk.

CAPITAL STRUCTURE

During the period, there was no material change to the capital structure of the Company. The number of the Company's ordinary shares in issue as at 30th June, 2025 was 574,378,128 (31st December, 2024: 574,378,128).

As at 30th June, 2025, the equity attributable to the shareholders of the Company amounted to approximately HK\$1,438,179,000 (31st December, 2024: approximately HK\$1,382,197,000).

As at 30th June, 2025, net gearing ratio (total borrowings minus cash and cash equivalents to total equity) was -0.06:1 (31st December, 2024: -0.04:1).

EMPLOYMENT AND REMUNERATION POLICY

As at 30th June, 2025, the total number of staff of the Group was 1,494. Remuneration is determined with reference to the performance, qualifications and experience of the employees concerned and the prevailing industry practice. The Group provides Mandatory Provident Fund entitlement to Hong Kong's employees. Moreover, share options may be granted as an incentive or reward to eligible employees in accordance with the share option scheme adopted on 14th June, 2024.

PROSPECT

The prevailing macroeconomic challenges are anticipated to endure in the near term, exerting continued downward pressure on market demand within certain sectors of the Group's operations. In response to this challenging operating environment, the Group remains strategically focused on safeguarding its market position, advancing its products and operations toward the premium segment, and consistently adhering to its established developmental framework. The Group is confident that, through the sustained dedication and concerted efforts of its team, it will effectively overcome these challenges. Consequently, the Group maintains a cautiously optimistic outlook regarding its full-year performance.

DIRECTORS' INTERESTS IN SECURITIES

As at 30th June, 2025, the interests and short positions of the directors and chief executive of the Company in the shares, underlying shares and debentures of the Company or any of its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")), as recorded in the register required to be kept by the Company under Section 352 of the SFO or otherwise notified to the Company and the Stock Exchange pursuant to the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 to the Listing Rules were as follows:

(1) Long position

Shares of the Company

Name of directors	Number of ordinary shares			Percentage of issued shares
	Personal interests (held as beneficial owner)	Corporate interests (held by controlled corporation)	Total	
Mr. Pang Tak Chung MH (Note)	163,928,082	201,666,392	365,594,474	63.65%
Mr. Ho Wai Yu, Sammy	2,000	–	2,000	0.00%

Note: The 201,666,392 shares are held by Golik Investments Ltd. which is wholly owned by Mr. Pang Tak Chung MH.

Share options

The share option scheme was adopted by the Company at the annual general meeting on 14th June, 2024. It will be valid for 10 years until 13th June, 2034. During the period, no share option had been granted under the said share option scheme.

(2) Shares in subsidiaries

As at 30th June, 2025, Mr. Pang Tak Chung MH had 5,850 non-voting deferred shares in Golik Metal Industrial Company Limited.

Save as disclosed above, as at 30th June, 2025, none of the directors and chief executive of the Company or their respective associates had or was deemed to have any interests or short positions in any securities of the Company or any of its associated corporations and at no time during the period, had any interest in, or had been granted, or exercised, any right to subscribe for shares (or warrants or debentures, if applicable) of the Company or any of its associated corporations.

SUBSTANTIAL SHAREHOLDER

As at 30th June, 2025, so far as known to any directors of the Company, the following person (other than a director or chief executive of the Company), was recorded in the register required to be kept by the Company under Section 336 of the SFO or as otherwise notified to the Company, as being, directly or indirectly, interested or deemed to be interested in 5% or more of the issued share capital of the Company:

Long position in shares of the Company

Name	Number of ordinary shares held	Percentage of issued shares
Golik Investments Ltd.	201,666,392	35.11%

Save as disclosed above, the directors are not aware of any other person (other than a director or chief executive of the Company) who, as at 30th June, 2025, had any interests or short positions in the shares or underlying shares of the Company of 5% or more which would fall to be disclosed pursuant to Part XV of the SFO, or as recorded in the register required to be kept by the Company under Section 336 of the SFO.

CORPORATE GOVERNANCE

The Group is committed to maintain a good standard of corporate governance practices and procedures to safeguard the interests of the shareholders and enhance the performance of the Group.

The Group has complied with all the applicable code provisions set out in the Corporate Governance Code (the “CG Code”) as stated in Appendix 14 of the Listing Rules throughout the six months ended 30th June, 2025, except for the deviations as disclosed in this report.

CHANGES IN DIRECTORS' INFORMATION

Pursuant to Rule 13.51B(1) of the Listing Rules, the changes in directors' information since the date of 2024 Annual Report of the Company are set out below:

1. With effect from 1st March, 2025, the monthly salary of Mr. Pang Tak Chung MH, the chairman of the Company, has been increased by HK\$20,000.
2. With effect from 1st March, 2025, the monthly salary of Mr. Ho Wai Yu, Sammy, the vice chairman of the Company, has been increased by HK\$20,000.
3. With effect from 1st March, 2025, the monthly salary of Ms. Pang Wan Ping, the chief executive officer of the Company, has been increased by HK\$5,000.
4. With effect from 1st March, 2025, the monthly salary of Mr. Pang Chi To, an executive director of the Company, has been increased by HK\$5,000.

Save as disclosed above, the Company is not aware of other information which is required to be disclosed under Rule 13.51B(1) of the Listing Rules.

AUDIT COMMITTEE

The Company established its audit committee on 5th January, 1999 with written terms of reference which are in line with the CG Code and available on the Company's website. The audit committee comprises three independent non-executive directors namely Mr. Hai Tuen Tai, Freddie, Mr. Luk Kam Fan, Jimmy and Mr. Linn Hon Chung, Ambrose.

The audit committee has reviewed the unaudited condensed consolidated financial statements of the Group for the six months ended 30th June, 2025. The financial information contained in this interim report is unaudited, the disclosure of which has complied with Appendix 16 to the Listing Rules.

REMUNERATION COMMITTEE

The Company established its remuneration committee on 21st April, 2005 with written terms of reference which are in line with the CG Code and available on the Company's website. The remuneration committee comprises one executive director namely Mr. Pang Tak Chung MH and three independent non-executive directors namely Mr. Hai Tuen Tai, Freddie, Mr. Luk Kam Fan, Jimmy and Mr. Linn Hon Chung, Ambrose.

NOMINATION COMMITTEE

The Company established its nomination committee on 30th December, 2021 with written terms of reference which are in line with CG Code and available on the Company's website. The nomination committee comprises two executive directors namely Mr. Pang Tak Chung MH and Ms. Pang Wan Ping and three independent non-executive directors namely Mr. Hai Tuen Tai, Freddie, Mr. Luk Kam Fan, Jimmy and Mr. Linn Hon Chung, Ambrose. Mr. Pang Tak Chung MH is the chairman of the nomination committee.

DIRECTORS' SECURITIES TRANSACTIONS

The Company has adopted a code of conduct regarding securities transactions by directors on terms no less exacting than the required standards set out in the Model Code. Specific enquiry has been made by the Company to each director of the Company confirming that they have complied with the required standards set out in the Model Code and the code of conduct regarding securities transactions by directors adopted by the Company during the six months ended 30th June, 2025.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

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

ACKNOWLEDGEMENT

I personally take this opportunity to sincerely thank each employee and management staff of the Group in abundance for their past efforts and contributions, and would also like to thank the Group's shareholders, customers, banks and business associates for their long-term support. With everyone's concerted effort, the Group endeavours to achieve even better results in the second half of the year.

By Order of the Board

Pang Tak Chung MH

Chairman

Hong Kong, 27th August, 2025