芯成科技
- SINO ICT -

SINO ICT HOLDINGS LIMITED
芯成科技控股有限公司
(Incorporated in Bermuda with limited liability)
(Stock Code: 00365)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2026

INTERIM RESULTS

The board (the "Board") of directors (the "Directors") of Sino ICT Holdings Limited (the "Company") hereby announces the unaudited consolidated results (the "Results") of the Company and its subsidiaries (collectively the "Group") for the six months ended 30 June 2026 (the "Period"). The Results have not been reviewed or audited by the auditors of the Company, but they have been reviewed by the Audit Committee of the Company (the "Audit Committee") on 28 August 2026.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Notes	**Six months ended 30 June 2026** *HK$'000* **(Unaudited)**	Six months ended 30 June 2025 *HK$'000* (Unaudited) Re-presented
Revenue	*5*	**142,977**	177,334
Cost of sales		**(91,068)**	(109,926)
Gross profit		**51,909**	67,408
Other income	*7*	**6,722**	1,384
Other gains, net		**5,168**	1,074
Distribution costs		**(19,202)**	(26,563)
Administrative expenses		**(34,705)**	(34,570)
Operating income		**9,892**	8,733

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

	Notes	**Six months ended 30 June 2026**	Six months ended 30 June 2025
		HK$'000	*HK$'000*
		(Unaudited)	(Unaudited)
			Re-presented
Finance income	*8*	**179**	561
Finance costs	*8*	**(9,496)**	(11,328)
Finance costs, net	*8*	**(9,317)**	(10,767)
Share of results of associates		**47**	1,250
Share of result of a joint venture		**61**	(1,384)
Profit/(Loss) before income tax		**683**	(2,168)
Income tax expense	*9*	**(573)**	(1,085)
Profit/(Loss) for the Period		**110**	(3,253)
Other comprehensive income for the Period			
Item that will be reclassified subsequently to profit or loss			
Exchange differences on translation of foreign operations		**4,693**	480
Total comprehensive income/(expense) for the Period, net of tax		**4,803**	(2,773)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

	Note	**Six months ended 30 June 2026**	Six months ended 30 June 2025
		HK$'000	*HK$'000*
		(Unaudited)	(Unaudited)
			Re-presented
Profit/(Loss) for the Period attributable to:			
Owners of the Company		**3,468**	6,180
Non-controlling interests		**(3,358)**	(9,433)
		110	(3,253)
Total comprehensive income/(expense) for the Period attributable to:			
Owners of the Company		**8,161**	6,660
Non-controlling interests		**(3,358)**	(9,433)
		4,803	(2,773)
Earnings per share for profit attributable to owners of the Company		***HK cents***	*HK cents*
Basic and diluted	*10*	**0.24**	0.42

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment		**328,347**	335,455
Investment properties		**50,783**	50,783
Right-of-use assets		**21,867**	21,611
Intangible assets		**13,278**	13,106
Interests in associates		**2,940**	2,893
Interest in a joint venture		**11,393**	10,918
Financial assets at fair value through profit or loss ("FVTPL")		**41,055**	38,081
Deferred income tax assets		**1,337**	1,285
Other receivables		**618**	641
		471,618	474,773
Current assets			
Inventories		**37,412**	21,853
Trade and other receivables	*12*	**130,092**	125,945
Financial assets at FVTPL		**146**	83
Cash and cash equivalents		**187,712**	207,120
Income tax recoverable		**—**	249
		355,362	355,250
Total assets		**826,980**	830,023
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital		**145,500**	145,500
Share premium		**95,240**	95,240
Other reserves		**39,544**	34,851
Accumulated losses		**(24,419)**	(27,887)
Equity attributable to owners of the Company		**255,865**	247,704
Non-controlling interests		**(46,523)**	(43,165)
Total equity		**209,342**	204,539

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

	Note	As at 30 June 2026 HK$'000 (Unaudited)	As at 31 December 2025 HK$'000 (Audited)
Non-current liabilities			
Bank and other borrowings		**493,401**	370,461
Lease liabilities		**1,008**	1,069
Deferred income		**242**	310
Deferred income tax liabilities		**12,889**	12,744
Long service payment obligations		**437**	437
		507,977	385,021
Current liabilities			
Trade and other payables	*13*	**67,263**	108,638
Contract liabilities		**28,735**	24,439
Bank and other borrowings		**11,502**	105,668
Lease liabilities		**2,161**	1,718
		109,661	240,463
Total liabilities		**617,638**	625,484
Total equity and liabilities		**826,980**	830,023
Net current assets		**245,701**	114,787
Total assets less current liabilities		**717,319**	589,560

Notes:

1. GENERAL INFORMATION

The Company is a limited liability company incorporated in Bermuda. The address of its registered office is Richmond House, 12 Par-la-Ville Road, Hamilton HM 08, Bermuda. The address of the principal place of business is Suite 1101 & 1112, the Gateway Tower 1, 25 Canton Road, Tsim Sha Tsui, Kowloon, Hong Kong. The Company's shares are listed on the Main Board of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

In the opinion of the directors of the Company, the immediate holding company of the Company is Sino Xin Ding Limited, a company incorporated in Hong Kong; and the ultimate holding company of the Company is UNIC Capital Management Co., Ltd.* (中青芯鑫 (蘇州工業園區) 資產管理有限責任公司), a company established in the People's Republic of China (the "PRC").

The Group is principally engaged in: (i) Surface Mount Technology ("SMT") equipment manufacturing; and (ii) sales of electricity and provision of electricity spot market transactions and auxiliary services (the "Energy Business") in the PRC.

The condensed consolidated interim financial statements are presented in Hong Kong dollars ("HK$"), unless otherwise stated.

The condensed consolidated interim financial statements were approved for issue by the Board on 28 August 2026.

2. BASIS OF PREPARATION

The condensed consolidated interim 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 ("HKICPA") and the applicable disclosure requirements of the Hong Kong Companies Ordinance and the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules").

The condensed consolidated interim financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2025.

3. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated interim financial statements have been prepared on the historical cost basis, except for financial assets at FVTPL and investment properties, which are measured at fair value. Non-current assets classified as held for sale are stated at the lower of carrying amounts and fair values less costs of disposal.

* *For identification purposes only*

3. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Except for the adoption of the following amended HKFRS Accounting Standards, which are relevant to the Group's operations and effective for the annual periods beginning on or after 1 January 2026, the accounting policies adopted in preparing the condensed consolidated interim financial statements are consistent with those adopted in the preparation of the annual consolidated financial statements for the year ended 31 December 2025.

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

The adoption of the above amendments of these amended HKFRS Accounting Standards had no material impact on how the consolidated results and financial position of the Group for both current and prior periods have been prepared and presented.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of condensed consolidated interim financial statements requires management to make critical judgements, estimates and assumptions that may affect the application of accounting policies and the carrying amounts of assets and liabilities, income and expenses presented remained the same as those that were applied and disclosed in the annual consolidated financial statements for the year ended 31 December 2025. Actual results of those critical judgements, estimates and assumptions may be different.

5. REVENUE

The Group's revenue recognised during the Period is as follows:

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Revenue from contracts with customers		
Production and sales of industrial products	**117,442**	152,408
Sales of electricity	**25,535**	24,926
	142,977	177,334
Timing of revenue recognition		
At a point in time	**142,977**	177,334

6. SEGMENT INFORMATION

The Group identifies operating segments and prepares segment information based on the regular internal financial information reported to the Executive Directors of the Company, being the chief operating decision makers, for their decisions about resources allocation and performance review.

	Production and sales of industrial products *HK$'000*	Energy Business *HK$'000*	Unallocated *HK$'000*	Total *HK$'000*
Six months ended 30 June 2026				
Reportable segment revenue				
Revenue from external customers	**117,442**	**25,535**	**—**	**142,977**
Segment gross profit/(loss)	**51,990**	**(81)**	**—**	**51,909**
Other income	**2,009**	**—**	**4,713**	**6,722**
Other gains/(losses), net	**1,723**	**3,852**	**(407)**	**5,168**
Distribution costs	**(19,202)**	**—**	**—**	**(19,202)**
Administrative expenses	**(22,296)**	**(3,903)**	**(8,506)**	**(34,705)**
Finance costs, net	**(2,582)**	**(6,628)**	**(107)**	**(9,317)**
Share of results of associates	**—**	**—**	**47**	**47**
Share of the result of a joint venture	**—**	**—**	**61**	**61**
Profit/(Loss) before income tax	**11,642**	**(6,760)**	**(4,199)**	**683**

6. SEGMENT INFORMATION (CONTINUED)

	Production and sales of industrial products *HK$'000*	Energy Business *HK$'000*	Unallocated *HK$'000* (Re-presented)	Total *HK$'000* (Re-presented)
Six months ended 30 June 2025				
Reportable segment revenue				
Revenue from external customers	150,706	24,926	1,702	177,334
Segment gross profit/(loss)	74,610	(8,904)	1,702	67,408
Other income	1,376	8	—	1,384
Other gains, net	1,074	—	—	1,074
Distribution costs	(26,563)	—	—	(26,563)
Administrative expenses	(23,582)	(3,160)	(7,828)	(34,570)
Finance costs, net	(3,531)	(7,077)	(159)	(10,767)
Share of results of associates	—	—	1,250	1,250
Share of result of a joint venture	—	—	(1,384)	(1,384)
Profit/(Loss) before income tax	23,384	(19,133)	(6,419)	(2,168)

7. OTHER INCOME

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Income from sales of scraps	**36**	31
Government grants	**1,973**	1,353
Agency fee income	**2,702**	—
Consulting fee income	**2,011**	—
	6,722	1,384

8. FINANCE COSTS, NET

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Finance income		
Interest income from bank deposits	**179**	561
Finance costs		
Interest expenses on bank and other borrowings	**(9,496)**	(11,328)
Finance costs, net	**(9,317)**	(10,767)

9. INCOME TAX EXPENSE

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Current tax		
PRC Enterprise Income Tax expense	**573**	1,085

10. EARNINGS PER SHARE

The calculation of the basic and diluted earnings per share attributable to owners of the Company is based on the following data:

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Profit		
Earnings for the purpose of basic and diluted earnings per share	**3,468**	6,180
Number of shares		
Weighted average number of ordinary shares for the purpose of basic and diluted earnings per share *(in thousands)*	**1,455,000**	1,455,000
Earnings per share for profit attributable to owners of the Company		
Basic and diluted ("HK cents")	**0.24**	0.42

11. DIVIDENDS

No dividend was paid or proposed during the six months ended 30 June 2026, nor has any dividend been proposed since the end of the reporting period (2025: Nil).

12. TRADE AND OTHER RECEIVABLES

As at 30 June 2026 and 31 December 2025, the ageing analysis of trade and bills receivable based on the invoice date (or date of revenue recognition if earlier) is as follows:

	As at 30 June 2026	As at 31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0 – 90 days	**32,038**	45,789
91 – 180 days	**12,477**	18,252
Over 180 days	**15,770**	19,256
	60,285	83,297

13. TRADE AND OTHER PAYABLES

As at 30 June 2026 and 31 December 2025, the ageing analysis of trade payables based on the invoice dates is as follows:

	As at 30 June 2026	As at 31 December 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Audited)
0 – 90 days	**26,019**	32,973
91 – 120 days	**8**	148
Over 120 days	**3,295**	4,147
	29,322	37,268

14. ASSETS CLASSIFIED AS HELD FOR SALE

On 13 October 2023, the board of directors of a subsidiary, Sintech Intelligent Technology (Haining) Co., Ltd. 芯泰智能科技 (海寧) 有限公司 passed a resolution for the closure of Radar Business on 31 October 2023. The closure is consistent with the Group's long-term strategy to focus its operating activities in the production and sales of industrial products and its Energy Business.

During the year ended 31 December 2025, the Group ceased to classify the assets of Radar Business as "held for sale". This change arose due to delays in ongoing rectification process. As the directors of the Company do not expect the disposal of those assets of Radar Business will be completed within one year as at 31 December 2025. As a result, those assets were ceased to be classified as held for sale as at 31 December 2025 and 30 June 2026.

In accordance with HKFRS 5, those assets classified as held for sale have been reclassified back to their respective categories in the consolidated statement of financial position as at 31 December 2025. Upon cessation of classification as held for sale, the Group remeasured the carrying amounts of those related assets. The resulting adjustments to depreciation of HK$110,000 was recognised in the consolidated statement of comprehensive income for the year ended 31 December 2025. Besides, the results of operations of the Radar Business previously presented in discontinued operations in accordance with HKFRS5 shall be reclassified and included in profit or loss from continuing operations for all periods presented and the amounts for prior reporting periods shall be described as having been re-presented.

The reclassification has no material impact on the Group's results for both the current and prior reporting periods.

MANAGEMENT DISCUSSION AND ANALYSIS

Performance Review

During the Period, the Company continued to focus on the SMT and semiconductor equipment manufacturing business, while developing the Energy Business.

Macroeconomic Environment and Performance During the Period

In the first half of 2026, the Group recorded revenue of HK$142,977,000 and gross profit of HK$51,909,000, refined management and product optimization led to significant cost reductions. Distribution costs fell 27.71% year-on-year to HK$19,202,000, while administrative expenses rose slightly by 0.39% to HK$34,705,000. Consequently, operating profit bucked the trend, rising 13.27% to HK$9,892,000 (compared to HK$8,733,000 in the same period of 2025). Earnings before interest, taxes, depreciation, and amortization reached HK$17,521,000 with a robust ratio of 12.25%. Despite a profit of HK$110,000 and owner-attributable profit of HK$3,468,000, the current ratio surged to 324.06%, ensuring efficient operations and a solid safety net for the Group.

SMT and Semiconductor Equipment Manufacturing Business

Industry Environment and Segment Performance

In the first half of 2026, the global semiconductor and electronic manufacturing equipment industry exhibited structural differentiation. Downstream traditional consumer electronics faced reduced investment, with domestic television shipments declining by 10.1% year-on-year and smartphone shipments falling by 3.1% year-on-year. Meanwhile, domestic monitor average online prices rebounded by 4% year-on-year as low-end price wars eased, while high-end display technologies expanded market share.

Affected by cyclical market pressures, the Group's segment revenue from external customers fell to approximately HK$117,442,000 for the six months ended 30 June 2026, compared to HK$150,706,000 in 2025. Facing industry contraction, the wholly owned subsidiary, Suneast Intelligent Equipment Technology (Shenzhen) Co., Ltd. (the "Suneast Technology"), focused on technology premium and high-end manufacturers. This strategy and internal cost measures yielded a segment gross profit of approximately HK$51,990,000, a gross profit margin of 44.27%, and a profit before income tax of approximately HK$11,642,000. In terms of digital intelligence integration, Suneast Technology integrating "Suneast Technology Mall*" with the Manufacturing Execution System that improved operational efficiency. Furthermore, Suneast Technology expanded its midstream manufacturing leadership by participating in PCIM Europe in Germany, InnoElectro2026 in Hungary, and Productronica China 2026.

Core Markets and Technological Breakthroughs

For medium to long-term development, the Group recognizes technological innovation and market expansion as its core growth engines. During the Period, management aligned with high-end, intelligent, and automotive-grade trends, horizontally expanding its core business and integrating into strategic emerging markets to support high-quality future growth.

In the light-emitting diode and high-end display packaging sector, the market share of mid to high-end displays priced above RMB 2,000 in the Chinese retail market expanded in the first half of 2026, driven by organic light-emitting diode and Mini light-emitting diode technologies. Seizing this opportunity, the Group utilized its high-precision surface mount and precision welding technologies to solve high-density assembly mounting misalignment challenges. Consequently, despite downstream cyclical fluctuations where Chinese television and monitor shipments declined by 10.1% and 9.8% year-on-year respectively, the Group steadily gained market share through its technological premium and strong order volume.

In the new energy vehicle control component field, domestic production and sales grew by 6.7% and 7.3% period-on-period respectively in the first half of 2026, with new vehicle sales capturing 49.6% of the total market. As automotive electrification and intelligentization tighten electronic assembly standards, Suneast Technology leveraged its high-performance wave soldering and vacuum reflow soldering equipment. This successfully applied SMT and through-hole technology to assemble high-power power modules for automotive-grade electronic control units, inverters, and charging infrastructure, effectively minimizing void ratios to capture automotive electronics and new energy market potential.

* *For identification purposes only.*

In the chip and semiconductor equipment market, China's integrated circuit exports reached US$177.28 billion in the first half of 2026, a significant period-on-period increase of 96.1%, while global semiconductor manufacturing equipment sales are projected to hit a record US$165.9 billion in 2026. Aligned with the domestic substitution strategy, the Group launched high thermal conductivity interface materials, underfill materials, and high-performance packaging equipment for artificial intelligence chips and high-frequency broadband memory processes. Furthermore, it achieved micron-level mounting via the EVO series of precision soldering and selective soldering systems, marking a solid strategic step into the core semiconductor packaging technology field.

Outlook

During the Period, the assembly equipment market faced temporary challenges from downstream macroeconomic cycles, yet overall operations remained robust due to high-end process premiums and stable orders. Looking ahead to the second half of 2026, artificial intelligence demand is reshaping global semiconductor manufacturing investment. This upstream boom will benefit all segments, bringing incremental opportunities to the Group's precision welding business. The Group will leverage its professional technology to cultivate industrial processes while expanding overseas to accelerate domestic substitution and gain market share.

Energy Business

Industry Environment and Segment Performance

In the first half of 2026, China's power market reform deepened, releasing the commercial value of grid-side independent the power station via spot trading, frequency regulation, and capacity leasing. The Herong New Power station (the "Power station"), invested and constructed by the Group in Datong City, Shanxi Province, is China's first grid-side independent project fully participating in spot trading and ancillary services. For the Period, this segment recorded revenue of approximately HK$25,535,000, flat year-on-year.

Amid an evolving competitive landscape and policy environment, management maintained a prudent approach, focusing on lifecycle operational efficiency. During the Period, the segment recorded other net gains of HK$3,852,000. Consequently, losses reduced significantly: the segment gross loss narrowed from HK$8,904,000 in the same period last year to approximately HK$81,000, and the pre-tax loss improved from HK$19,133,000 to HK$6,760,000, indicating a positive trend in profitability.

Highlights and Technological Advantages During the Period

During the Period, the Power Station seized high-frequency market profit opportunities, deepened refined asset operations, and supported renewable energy consumption. The Power Station comprehensively participated in primary frequency regulation to maintain grid stability while integrating into the electricity spot market, maximizing revenue from both ancillary services and spot trading. Simultaneously, the Power Station ensured participation in secondary frequency regulation at least twice a month, maintaining high response and command accuracy alongside high standby status for immediate market access. The Group also maintained its renewable energy capacity leasing business, ensuring stable asset utilization and revenue.

This segment faced two main challenges during the Period: real-time charging and discharging strategy tests from high-frequency electricity price fluctuations, and physical battery degradation and full-cycle cost control under long-term high-frequency operation. Management assesses these as common, fully controllable industry problems in grid-side energy storage operations. To mitigate risks, the Company established a technology and transaction linkage team to optimize charge and discharge curves and suppress battery degradation. By introducing an intelligent dynamic monitoring system for inventory age and attenuation while scientifically allocating power weights for frequency regulation and spot trading, the cycle return rate per unit of electricity improves comprehensively alongside equipment safety.

Outlook

Looking ahead to the second half of 2026, the deepening new national power system construction and power reforms present both opportunities and challenges for diversified energy storage asset trading. The Group will focus on improving asset portfolio operational efficiency, comprehensively assessing potential risks, and consolidating stable revenue from spot power trading, capacity leasing services, and primary and secondary frequency regulation ancillary services. Simultaneously, the Group will expand strategic business boundaries, dynamically tracking new product models like “inter-provincial rolling matching transactions” and “capacity compensation” to introduce compliant, prudent profit growth points and enhance long-term returns.

FINANCIAL REVIEW

Revenue

During the Period, an analysis of the revenue by business segments is as follows:

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
SMT equipment manufacturing and related business	**117,442**	150,706
Sales of electricity	**25,535**	24,926
Comprehensive income	**—**	1,702
Total	**142,977**	177,334

Other income

During the Period, the Group recorded other income of approximately HK$6,722,000, which was mainly attributable to governmental grants, and comprehensive service fee income.

Distribution costs

During the Period, the Group recorded distribution costs of approximately HK$19,202,000, representing a decrease of HK$7,361,000 as compared with the six months ended 30 June 2025, which is due to a decline in revenue.

Administrative expenses

During the Period, the Group recorded administrative expenses of approximately HK$ 34,705,000, representing a slight increase of HK$135,000 as compared with the six months ended 30 June 2025.

Finance costs, net

During the Period, net finance costs were approximately HK$9,317,000, representing a decrease of approximately HK$1,450,000 as compared with the six months ended 30 June 2025, mainly attributable to reduction in interest expense.

Profit for the Period

As a result of the foregoing, the profit for the Period attributable to the owners of the Company was approximately HK$3,468,000.

Earnings before interest, tax, depreciation and amortisation ("EBITDA")

The following table presents the Group's EBITDA for each period. During the Period, the Group's EBITDA ratio was approximately 12.25%.

	Six months ended 30 June 2026	Six months ended 30 June 2025
	HK$'000	*HK$'000*
	(Unaudited)	(Unaudited)
Profit for the Period attributable to the owners of the Company	**3,468**	6,180
Finance costs, net	**9,317**	10,767
Income tax expense	**573**	1,085
Depreciation and amortisation	**4,163**	3,718
EBITDA	**17,521**	21,750

Gearing ratio

The Group has sufficient working capital. As of 30 June 2026, the Group's net current assets amounted to approximately HK$245,701,000**,** with a current ratio of approximately 324.06%**,** which is sufficient to meet the Group's daily operating needs.

Operating capital management

As at 30 June 2026, the Group held cash and cash equivalents of approximatelyHK$187,712,000. This represents a decrease of approximately HK$19,408,000 as compared with approximately HK$207,120,000 at the beginning of the Period. During the Period, the Group's average trade receivable turnover days were approximately 181 days (31 December 2025: 82 days); average trade payables turnover days were approximately 132 days (31 December 2025: 76 days); and average inventory turnover days were approximately 117 days (31 December 2025: 38 days).

Charges on the Group's assets

As at 30 June 2026, the Group's banking facilities, including its import/export loan, letter of credit, documentary credit, trust receipt and bank borrowings, were secured by:

A first legal charge on certain of the Group's land and properties, which had an aggregate net carrying value at the end of the reporting Period of approximately HK$68,512,000.

Equity and liabilities

As at 30 June 2026, the net assets of the Group attributable to the owner of the Company were approximately HK$255,865,000 (31 December 2025: HK$247,704,000), and the equity increased by HK$8,161,000 during the Period.

HUMAN RESOURCES

As at 30 June 2026, the Group employed approximately 293 full-time employees and workers in Chinese Mainland, and employed approximately 24 employees in Hong Kong. The Group continues to maintain and enhance the capability of its employees by providing sufficient regular training to them. The Group remunerates its employees based on the industry's practice. In Chinese Mainland, the Group provides employee benefits and bonuses to its employees in accordance with the prevailing labour law. In Hong Kong, the Group provides staff benefits including a retirement scheme and performance related bonuses.

PRINCIPAL RISKS AND UNCERTAINTIES

Operational risk

The Group is exposed to operational risk in relation to each business segment. To manage operational risk, the management of each business segment is responsible for monitoring the operation and assessing the operational risk of its respective business segments. They are responsible for implementing the Group's risk management policies and procedures and shall report any irregularities in connection with the operation of the projects to the Directors for guidance.

The Group emphasises ethical values and prevention of fraud and bribery, and has established a whistleblower program, including communication with other departments, business segments and units to report any irregularities. In this regard, the Directors consider that the Group's operational risk is effectively mitigated.

Financial risk

The Group is exposed to credit risk, liquidity risk and foreign exchange risk.

Credit risk

In order to minimise credit risk, the Directors closely monitor the overall level of credit exposure, and the management is responsible for the determination of credit approvals and monitoring the implementation of the collection procedure to ensure that follow-up actions are taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate impairment losses have been made for irrecoverable amounts. In this regard, the Directors consider that the Group's credit risk has been significantly reduced.

Liquidity risk

The Directors have built an appropriate liquidity risk management framework to meet the Group's short, medium and long-term funding and liquidity management requirements. In the management of liquidity risk, the Group monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In this regard, the Directors consider that the Group's liquidity risk has been effectively managed.

Foreign exchange risk

The Group is exposed to foreign exchange risk arising from various currency risks as its certain business, assets and liabilities are denominated in Renminbi, Hong Kong dollars and United States dollars. During the Period, the Group did not utilise any financial instruments for hedging purposes, and the Group will continue to closely monitor its foreign exchange risk associated with the currencies and will take appropriate hedging measures when necessary.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

The Company or any of its subsidiaries had not purchased, redeemed or sold any of the Company's listed securities during the six months ended 30 June 2026.

DIVIDENDS

The Board did not recommend an interim dividend for the six months ended 30 June 2026 (for the six months ended 30 June 2025: nil).

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix C3 of the Listing Rules as the code of conduct regarding securities transactions by Directors of the Company. Having made specific enquiries of all Directors, the Company confirmed that they had complied with the required standard as set out in the Model Code throughout the six months ended 30 June 2026.

CORPORATE GOVERNANCE PRACTICES

The Company acknowledges the importance of good corporate governance practices and procedures and regards a pre-eminent Board, sound internal controls and accountability to all shareholders as the core elements of its corporate governance principles. The Company endeavours to ensure that its businesses are conducted in accordance with rules and regulations, and applicable codes and standards. The Company has adopted the Code Provisions of the Corporate Governance Code (the "Code") as set out in Appendix C1 of the Listing Rules. The Board periodically reviews the corporate governance practices of the Company to ensure its continuous compliance with the Code. The Company was in compliance with the Code for the six months ended 30 June 2026.

AUDIT COMMITTEE

The Audit Committee has been established following the requirements of the Code to review and monitor the internal control and financial reporting matters of the Group. The Audit Committee comprises one non-executive Director and two independent non-executive Directors of the Company (one of whom chairs the committee). The Audit Committee has reviewed the condensed consolidated interim financial statements for the six months ended 30 June 2026 and believes that such statements comply with accounting standards, laws and the requirements of the Stock Exchange and that adequate disclosures have been made.

PUBLICATION OF INTERIM REPORT ON THE STOCK EXCHANGE'S WEBSITE

The Company's interim report containing all the information required by the Listing Rules will be published on the website of the Stock Exchange (www.hkex.com.hk) and the website of the Company (www.sino-ict.com) and will be dispatched to shareholders in due course.

CAUTION STATEMENT

The Board wishes to remind investors that the above unaudited interim financial results and operational statistics for the six months ended 30 June 2026, and the six months ended 30 June 2025 are based on the Group's internal information. Investors should note that undue reliance on or use of such information may cause investment risks. Investors are advised to exercise caution when dealing in the securities of the Company.

This announcement contains forward-looking statements regarding the objectives and expectations of the Group with respect to its opportunities and business prospects. Such forward-looking statements do not constitute guarantees of future performance of the Group and are subject to factors that could cause the Company's actual results, plans and objectives to differ materially from those expressed in the forward-looking statements. These factors include, but are not limited to, general industry and economic conditions, shifts in customer demands, and changes in government policies. The Group undertakes no obligation to update or revise any forward-looking statements to reflect subsequent events or circumstances.

By order of the Board of
Sino ICT Holdings Limited
Yuan I-Pei
Chairman

Hong Kong, 28 August 2026

As at the date of this announcement, the Company's directors are Mr. Yuan I-Pei and Mr. Xia Yuan as Executive Directors; Mr. Meng Deqing and Ms. Bai Yu as Non-executive Directors; and Mr. Cui Yuzhi, Mr. Bao Yi, Mr. Ping Fan and Mr. Cheung Yik Man as Independent Non-executive Directors.