CHINA TING GROUP HOLDINGS LIMITED
華鼎集團控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 3398)

INTERIM RESULTS
FOR THE SIX MONTHS ENDED 30 JUNE 2026

FINANCIAL HIGHLIGHTS

	Six months ended 30 June		
	2026	2025	
	(Unaudited)	(Unaudited)	
	HK$ million	*HK$ million*	*% Change*
Revenue			
OEM Business	**467.4**	477.6	(2.1)
Fashion Retail Business	**300.0**	351.8	(14.7)
Property Investment Business	**62.6**	69.6	(10.1)
	830.0	899.0	(7.7)
Operating loss	**(113.2)**	(38.6)	
Loss for the period	**(118.8)**	(64.4)	
Significant items:			
Government grants	**(0.8)**	(60.3)	
Fair value losses on investment properties	**25.1**	8.5	
Loss for the period before significant items	**(94.5)**	(116.2)	
Equity per share *(HK$)*	**0.71**	0.73	

The board (the "**Board**") of directors (the "**Directors**") of China Ting Group Holdings Limited (the "**Company**" or "**China Ting**") hereby announces the condensed consolidated results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2026 (the "**1H2026**"), together with the comparative figures for the six months ended 30 June 2025 (the "**1H2025**"), as follows:

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2026

	Note	**Six months ended 30 June** **2026** **(Unaudited)** ***HK$'000***	2025 (Unaudited) *HK$'000*
Revenue	*3*	**830,000**	899,007
Cost of sales		**(653,883)**	(736,219)
Gross profit		**176,117**	162,788
Other income		**10,004**	82,076
Other losses, net		**(28,012)**	(12,308)
Provision for impairment loss for financial assets, net		**(2,306)**	(21,932)
Selling, marketing and distribution costs		**(159,588)**	(124,880)
Administrative expenses		**(109,426)**	(124,309)
Operating loss		**(113,211)**	(38,565)
Finance income	*4*	**119**	279
Finance costs	*4*	**(13,875)**	(20,218)
Share of results of investments accounted for using the equity method	*8*	**625**	(110)
Loss before income tax		**(126,342)**	(58,614)
Income tax credit/(expense)	*5*	**7,495**	(5,826)
Loss for the period		**(118,847)**	(64,440)

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Other comprehensive income for the period:		
Item that may be reclassified subsequently to profit or loss:		
— Currency translation differences	**55,779**	28,127
Items that will not be reclassified subsequently to profit or loss:		
— Fair value gains on transfers of owner-occupied properties to investment properties, net of tax	**13,941**	26,758
— Fair value gains on financial asset at fair value through other comprehensive income	**439**	7,937
Other comprehensive income for the period, net of tax	**70,159**	62,822
Total comprehensive loss for the period	**(48,688)**	(1,618)
Loss attributable to:		
Equity holders of the Company	**(118,687)**	(85,080)
Non-controlling interests	**(160)**	20,640
	(118,847)	(64,440)
Total comprehensive loss attributable to:		
Equity holders of the Company	**(50,033)**	(18,553)
Non-controlling interests	**1,345**	16,935
	(48,688)	(1,618)
Loss per share for loss attributable to equity holders of the Company (expressed in HK cents per share)		
— basic and diluted	**(5.65)**	(4.05)

The above condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2026

	Note	**As at 30 June 2026 (Unaudited)** ***HK$'000***	As at 31 December 2025 (Audited) *HK$'000*
ASSETS			
Non-current assets			
Property, plant and equipment		**571,855**	623,163
Right-of-use assets		**129,062**	125,940
Investment properties		**1,283,402**	1,196,581
Intangible assets		**1,043**	902
Investments accounted for using the equity method	*8*	**1,809**	1,075
Deferred income tax assets		**35,169**	32,333
		2,022,340	1,979,994
Current assets			
Inventories		**608,748**	617,559
Trade and other receivables	*9*	**480,336**	452,061
Financial assets at fair value through profit or loss ("FVPL")		**14,733**	12,792
Financial assets at fair value through other comprehensive income ("FVOCI")		**1,099**	655
Other tax recoverable		**23,337**	26,133
Pledged bank deposits		**4,812**	214
Cash and cash equivalents		**160,289**	178,937
		1,293,354	1,288,351
Total assets		**3,315,694**	3,268,345

	Note	**As at 30 June 2026 (Unaudited)** ***HK$'000***	As at 31 December 2025 (Audited) *HK$'000*
EQUITY			
Equity attributable to equity holders of the Company			
Share capital		**209,982**	209,982
Reserves		**1,253,355**	1,303,388
		1,463,337	1,513,370
Non-controlling interests		**24,980**	23,635
Total equity		**1,488,317**	1,537,005
LIABILITIES			
Non-current liabilities			
Deferred income tax liabilities		**175,589**	171,802
Bank borrowings		**256,701**	194,314
Lease liabilities		**16,313**	17,200
		448,603	383,316
Current liabilities			
Trade and other payables	*10*	**662,786**	654,881
Contract liabilities		**46,294**	59,355
Lease liabilities		**18,252**	20,419
Bank borrowings		**615,442**	576,444
Current income tax liabilities		**36,000**	36,925
		1,378,774	1,348,024
Total liabilities		**1,827,377**	1,731,340
Total equity and liabilities		**3,315,694**	3,268,345

The above condensed consolidated balance sheet should be read in conjunction with the accompanying notes.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

1 BASIS OF PREPARATION

This condensed consolidated interim financial information for the six months ended 30 June 2026 has been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The condensed consolidated interim financial information should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2025, which have been prepared in accordance with HKFRS Accounting Standards.

The Group has prepared the condensed consolidated interim financial information on going concern basis. The Group incurred a net loss of HK$118,847,000 for the six months ended 30 June 2026 and as of that date, the Group had net current liabilities of HK$85,420,000. In addition, the Group is exposed to liquidity pressure as the gearing ratio of the Group as at 30 June 2026 is higher than the gearing ratio set forth in a loan facility letter. As at 30 June 2026, the Group had current bank borrowings of HK$615,442,000, while its cash and cash equivalents amounted to HK$160,289,000. These events or conditions may cast significant doubt on the Group's ability to continue as a going concern.

In view of these circumstances, the directors of the Company have given careful consideration to the future liquidity and performance of the Group and its available sources of finance when assessing whether the Group will have sufficient financial resources to continue as a going concern and to meet its liabilities as and when they fall due in the foreseeable future, after taking into account the following:

(a) the Group is actively exploring new financing from banks including loans and facilities to meets its operation needs and the repayment of existing loans upon their maturities;

(b) the Group has implemented cost-saving measures to maintain sufficient cash flows to support its ongoing operation;

(c) the Group will implement various operational control measures, including the streamlining and restructuring operating units, and to adjust the pace of business expansion in response to prevailing market conditions and the Group's cash flow requirements; and

(d) the Group is considering the disposal of certain property assets, including investment properties, to generate funds and improve its liquidity position.

The directors of the Company have prepared a cash flow forecast for the Group covering a period of up to 31 December 2027. In the opinion of the directors, taking into account the abovementioned plans and measures, the Group will have sufficient working capital to finance its operations and to meet its financial obligations as and when they fall due. Accordingly, the directors of the Company consider that it is appropriate to prepare the consolidated interim financial information on a going concern basis.

Notwithstanding the above, the use of the going concern basis depends on successful implementation of the plans and measures described above. There are uncertainties inherently associated with their future outcomes, including the timely and successful securing of new financing from banks as and when needed, the effective implementation of cost-saving and operational control measures to enable the Group to generate sufficient operating cash flows, the timely and successful disposal of its property assets to generate additional funds should the need arise.

These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern, and therefore, that it may be unable to realise its assets or discharge its liabilities in the normal course of business.

Should the Group fail to achieve the intended effects resulting from the above-mentioned plans and measures, it might not be able to continue as a going concern, and adjustments would have to be made to write down the carrying value of the Group's assets to their realisable amounts, to provide for any further liabilities which might arise, and to reclassify non-current assets and non-current liabilities as current assets and current liabilities, respectively. The effects of these adjustments have not been reflected in this condensed consolidated interim financial information.

2 ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual consolidated financial statements for the year ended 31 December 2025 as described in those annual consolidated financial statements, except for the adoption of amended standards as set out below.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

New amendments to standards adopted by the Group

The following amendments to HKFRS Accounting Standards have been adopted by the Group for the first time for the current period's financial information:

HKFRS 9 and HKFRS 7 (Amendments)	Amendments to the Classification and Measurement of Financial Instruments
HKFRS 9 and HKFRS 7 (Amendments)	Contracts Referencing Nature-dependent Electricity
Annual Improvements to HKFRS Accounting Standards — Volume 11	Amendments to HKFRS 1, HKFRS 7, HKFRS 9, HKFRS 10 and HKAS 7

The amendments have had no material impact on the interim condensed consolidated financial information.

3 SEGMENT INFORMATION

The chief operating decision-maker has been identified as the executive directors. The executive directors review the Group's internal reporting in order to assess performance and allocate resources. Management has determined the operating segments based on these reports.

The executive directors assess the performance of the operating segments based on profit before income tax, which is consistent with that in the financial statements. Other information, as noted below, is also provided to the executive directors. The executive directors consider the Group has three reportable segments: (1) manufacturing and sale of garments on an original equipment manufacturer basis ("OEM"); (2) manufacturing and retailing of branded fashion apparel ("Retail"); and (3) property investment in the Mainland China ("Property investment").

Total segment assets exclude certain investment properties located in Hong Kong, corporate assets and investments measured at financial assets at FVPL and financial assets at FVOCI, all of which are managed on a central basis.

Turnover represents sale of goods and rental income. Sales between segments are carried out based on agreed terms similar to terms offered to third parties. The revenue from external parties reported to the executive directors is measured in a manner consistent with that in the condensed consolidated statement of comprehensive income.

	(Unaudited)			
	OEM *HK$'000*	**Retail** *HK$'000*	**Property investment** *HK$'000*	**Total** *HK$'000*
Six months ended 30 June 2026				
Total revenue	**470,900**	**299,969**	**63,703**	**834,572**
Inter-segment revenue	**(3,447)**	**—**	**(1,125)**	**(4,572)**
Revenue (from external customers)	**467,453**	**299,969**	**62,578**	**830,000**
Timing of revenue recognition				
At a point in time	**467,453**	**299,969**	**—**	**767,422**
Over time	**—**	**—**	**62,578**	**62,578**
	467,453	**299,969**	**62,578**	**830,000**
Segment (loss)/profit before income tax	**(80,575)**	**(56,520)**	**19,990**	**(117,105)**
Fair value losses on investment properties	**(19,698)**	**(159)**	**(5,202)**	**(25,059)**
Amortisation and depreciation	**(37,293)**	**(10,681)**	**(208)**	**(48,182)**
Finance income *(Note 4)*	**102**	**10**	**7**	**119**
Finance costs *(Note 4)*	**(8,128)**	**(5,504)**	**(243)**	**(13,875)**
Share of results of investments accounted for using the equity method *(Note 8)*	**625**	**—**	**—**	**625**
Income tax credit *(Note 5)*	**6,865**	**24**	**606**	**7,495**

	(Unaudited)			
	OEM	Retail	Property investment	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
Six months ended 30 June 2025				
Total revenue	676,807	351,767	71,163	1,099,737
Inter-segment revenue	(199,208)	—	(1,522)	(200,730)
Revenue (from external customers)	477,599	351,767	69,641	899,007
Timing of revenue recognition				
At a point in time	477,599	351,767	—	829,366
Over time	—	—	69,641	69,641
	477,599	351,767	69,641	899,007
Segment (loss)/profit before income tax	(25,548)	(64,307)	37,309	(52,546)
Fair value losses on investment properties	(5,070)	(53)	(3,419)	(8,542)
Amortisation and depreciation	(27,607)	(12,881)	(7,362)	(47,850)
Finance income *(Note 4)*	206	66	7	279
Finance costs *(Note 4)*	(12,850)	(7,366)	(2)	(20,218)
Share of results of investments accounted for using the equity method *(Note 8)*	(110)	—	—	(110)
Income tax (expense)/credit *(Note 5)*	(5,838)	2,822	(2,810)	(5,826)

	(Unaudited)			
	OEM	**Retail**	**Property investment**	**Total**
	HK$'000	***HK$'000***	***HK$'000***	***HK$'000***
As at 30 June 2026				
Total segment assets	**2,078,108**	**687,914**	**514,340**	**3,280,362**
Total segment assets include:				
Investments accounted for using the equity method	**1,809**	**—**	**—**	**1,809**
Additions to non-current assets (other than financial instruments and deferred income tax assets)	**8,118**	**7,602**	**29**	**15,749**
Other tax recoverable	**21,230**	**1,944**	**163**	**23,337**
Deferred income tax assets	**27,197**	**7,724**	**248**	**35,169**

	(Audited)			
	OEM	Retail	Property investment	Total
	HK$'000	*HK$'000*	*HK$'000*	*HK$'000*
As at 31 December 2025				
Total segment assets	2,010,539	728,173	493,361	3,232,073
Total segment assets include:				
Investments accounted for using the equity method	1,075	—	—	1,075
Additions to non-current assets (other than financial instruments and deferred income tax assets)	61,443	23,220	1,100	85,763
Other tax recoverable	21,837	4,153	143	26,133
Deferred income tax assets	26,844	5,294	195	32,333

A reconciliation of reportable segments' loss before income tax to total loss before income tax is provided as follows:

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Total segment loss before income tax	**(117,105)**	(52,546)
Net fair value losses of financial assets at FVPL	**(120)**	(617)
Corporate overhead	**(9,117)**	(5,451)
Loss before income tax per condensed consolidated statement of comprehensive income	**(126,342)**	(58,614)

A reconciliation of reportable segments' assets to total assets is provided as follows:

	As at 30 June 2026	As at 31 December 2025
	(Unaudited)	(Audited)
	HK$'000	*HK$'000*
Total segment assets	**3,280,362**	3,232,073
Financial assets at FVPL	**14,733**	12,792
Financial assets at FVOCI	**1,099**	655
Corporate assets	**19,500**	22,825
Total assets per condensed consolidated balance sheet	**3,315,694**	3,268,345

The Company is domiciled in the Cayman Islands. The results of the Group's revenue from external customers located in the following geographical areas are as follows:

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Mainland China	**583,397**	625,381
North America	**160,978**	191,688
European Union	**40,798**	54,506
Hong Kong	**44,246**	26,162
Other countries	**581**	1,270
	830,000	899,007

For the six months ended 30 June 2026 and 2025, there is no customer individually accounted for more than 10% of the Group's total revenue.

4 FINANCE COSTS, NET

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Finance income — interest income on		
— bank deposits	**119**	279
	119	279
Finance costs		
— interest expense on bank borrowings	**(13,209)**	(19,310)
— interest expense on lease liabilities	**(666)**	(1,047)
	(13,875)	(20,357)
— amount capitalised	**—**	139
	(13,875)	(20,218)
Finance costs, net	**(13,756)**	(19,939)

5 INCOME TAX (CREDIT)/EXPENSE

	Six months ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
	HK$'000	*HK$'000*
Current income tax		
— Hong Kong profits tax	**409**	2,873
— PRC enterprise income tax	**191**	1,469
— Withholding tax	**1,167**	1,639
Deferred income tax	**(9,262)**	(155)
	(7,495)	5,826

6 LOSS PER SHARE

The calculation of basic loss per share is based on the Group's loss attributable to equity holders of the Company of approximately HK$118,687,000 (30 June 2025: HK$85,080,000) and weighted average number of ordinary shares in issue during the period of approximately 2,099,818,000 (30 June 2025:2,099,818,000).

Diluted loss per share is calculated by adjusting the weighted average number of shares outstanding to assume conversion of all dilutive potential shares. During the six months ended 30 June 2026 and 2025, there were no dilutive potential ordinary shares under the share option scheme as there are no outstanding options during the six months ended 30 June 2026 and 2025.

7 DIVIDEND

The Directors did not recommend the payment of an interim dividend for the six months ended 30 June 2026 and 2025.

8 INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Movements of investments accounted for using the equity method are as follows:

	As at 30 June (Unaudited) 2026 *HK$'000*	As at 31 December (Audited) 2025 *HK$'000*
At 1 January	**1,075**	224
Addition	**57**	—
Share of gains, net	**625**	834
Exchange differences	**52**	17
	1,809	1,075

9 TRADE AND OTHER RECEIVABLES

	As at 30 June 2026 (Unaudited) *HK$'000*	As at 31 December 2025 (Audited) *HK$'000*
Trade and bill receivables	**344,597**	330,889
Less: Loss allowance	**(105,324)**	(101,787)
Trade and bill receivables, net	**239,273**	229,102
Prepayments	**83,194**	65,573
Amounts due from related parties	**7,564**	17,308
Deposits and other receivables, net	**151,051**	141,445
Less: Loss allowance	**(746)**	(1,367)
	241,063	222,959
	480,336	452,061

Trade and bill receivables

The ageing analysis of gross trade and bill receivables based on invoice date is as follows:

	As at 30 June 2026 (Unaudited) *HK$'000*	As at 31 December 2025 (Audited) *HK$'000*
0 to 60 days	169,891	177,646
61 to 120 days	56,731	34,815
121 to 180 days	16,176	9,128
Over 180 days	101,799	109,300
	344,597	330,889

10 TRADE AND OTHER PAYABLES

	As at 30 June 2026 (Unaudited) *HK$'000*	As at 31 December 2025 (Audited) *HK$'000*
Trade and bill payables	**416,891**	370,878
Accrued employee benefit expenses	**32,963**	40,489
Customer deposits	**55,195**	70,747
VAT and other tax payables	**13,362**	24,704
Accrued operating expenses	**28,209**	29,700
Other payables	**99,341**	100,337
Amounts due to related parties	**16,825**	18,026
	662,786	654,881

The ageing analysis of trade and bill payables based on invoice date is as follows:

	As at 30 June 2026 (Unaudited) *HK$'000*	As at 31 December 2025 (Audited) *HK$'000*
0 to 30 days	**163,239**	205,311
31 to 60 days	**39,776**	33,910
61 to 90 days	**38,145**	24,957
Over 90 days	**175,731**	106,700
	416,891	370,878

BUSINESS REVIEW

I. Overview of the Macro Industry Environment

During the 1H2026, the development environment for the domestic apparel industry remained complex and challenging. Global trade volatility and uncertainties in overseas tariff policies continued to weigh on export performance, while the domestic consumer market experienced a structural recovery. Intensified industry competition continued to exert significant pressure on corporate operations.

Faced with the complex domestic and international economic situation, China Ting's OEM/ODM business segment continued to implement multiple optimisation measures to stabilise operations and mitigate risks: (1) optimising the cost structure: continuing to streamline non-core marketing, administrative and redundant research and development expenses, and concentrating resources to support the steady operation of core businesses; (2) optimising the supply chain: continuing to expand the production capacity and improve the production quality of overseas production bases to effectively mitigate trade barrier risks and reduce overall production costs; and (3) optimising the market diversity: continuing to reduce the dependence on the single market of the United States, consolidating its presence in traditional markets such as the European Union, Japan and the Association of Southeast Asian Nations, and stepping up the efforts on the exploration of emerging markets along the Belt and Road Initiative.

II. Operational Review of Core Business Segments

(1) OEM/ODM business: Multi-dimensional optimisation for breakthrough and strengthening the resilience of foreign trade operations

During the 1H2026, against the backdrop of a persistently volatile foreign trade market environment, the Group's OEM/ODM business continued to deepen the three-dimensional optimisation strategy covering cost, supply chain and market, effectively hedging external risks. Both export order volume and revenue recorded year-on-year decreases, with the decline in export orders being particularly pronounced, and the segment as a whole recorded a loss. In the silk weaving and printing and dyeing segment, with the bold development and investment in new silk products, the high-end product lines demonstrated strong vitality, directly driving the performance improvement of the weaving and printing and dyeing segment and mitigating the losses arising from the decline in export business orders.

(2) Retail business: Brand value upgrading and precise breakthrough in niche segments

In terms of the domestic retail business, during the 1H2026, China Ting Group continued to strengthen its brand image and IP value building, further enhancing its brand market influence. The Company adhered to a dual-pronged approach integrating online and offline channels, achieving omni-channel operations through multi-channel online presence, while precisely focusing on high-growth niche segments such as outdoor, sports and functional apparel, with targeted and in-depth efforts. However, affected by weak domestic consumption demand, the revenue of the retail segment recorded a year-on-year decrease of 14.7%, and the segment recorded a loss before income tax of HK$56.5 million.

(3) Property investment business: Steady occupancy of China Ting International Fashion Base amid softening leasing rates

During the 1H2026, affected by the overall economic downturn, the property investment business faced pressure throughout the period, with leasing prices declining significantly. Leveraging high-quality park ancillary facilities and a clear industrial park positioning, and the segment continued to contribute a profit to the Group notwithstanding the downward pressure on leasing rates.

III. Conclusion and Outlook

During the 1H2026, against the backdrop of overall industry pressure, the operating results of the Group's three business segments diverged. The Group's loss for the period widened to HK$118.8 million from HK$64.4 million during the 1H2025. The increase in loss was principally attributable to (i) a substantial decrease in government grants recognised during the period to HK$0.8 million (1H2025: HK$60.3 million); and (ii) an increase in fair value losses on investment properties to HK$25.1 million (1H2025: HK$8.5 million). Excluding these significant items, the loss for the period narrowed to HK$94.5 million (1H2025: HK$116.2 million), reflecting the effect of the cost optimisation and operational control measures implemented across the Group, notwithstanding that both the OEM/ODM business and the fashion retail business continued to be affected by weak external demand, with revenue declining year-on-year.

FINANCIAL REVIEW

Review of operations

During the 1H2026, the Group's revenue amounted to HK$830.0 million, representing a decrease of 7.7%, as compared to HK$899.0 million during the 1H2025. The gross profit for the 1H2026 was HK$176.1 million, representing an increase of 8.2%, as compared to HK$162.8 million for the 1H2025. The loss attributable to equity holders of the Company was HK$118.7 million. Loss per share was 5.65 HK cents and net asset value per share attributable to equity holders of the Company was HK$0.70.

OEM Business

During the 1H2026, the turnover derived from the OEM business recorded a decrease to HK$467.4 million from HK$477.6 million during the 1H2025. Apparel in silk, cotton and synthetic fabrics continues to be the major products of the Group, which contributed HK$271.2 million (1H2025: HK$348.1 million), representing 58.0% (1H2025: 72.9%) of the total turnover of the OEM business.

Customers from China and the United States continued to be the Group's principal market with sales amounted to HK$381.8 million (1H2025: HK$413.8 million), representing 81.7% (1H2025: 86.6%) of the total turnover of the OEM business. Sales to Europe and other countries were HK$40.8 million (1H2025: HK$46.4 million) and HK$44.8 million (1H2025: HK$17.4 million), respectively.

Fashion Retail Business

During the 1H2026, the retail sales decreased to HK$300.0 million from HK$351.8 million during the 1H2025. FINITY and Sprayground are the major brands of the Group, contributed HK$226.4 million to the retail business, representing a decrease of 16.5%, as compared to HK$271.1 million during the 1H2025.

In terms of the retail revenue analysis by sales channels, sales from e-commerce amounted to HK$153.9 million (1H2025: HK$198.4 million), accounting for 51.3% of total retail revenue for the 1H2026. Sales from concessionary counters, self-operated stores and franchisees for the 1H2026 amounted to HK$146.1 million (1H2025: HK$153.4 million).

Property Investment Business

The Group has started the development of part of the Group's industrial complex into the China Ting International Fashion Base (華鼎國際時尚產業基地) in 2019. The main purpose of the China Ting International Fashion Base is to facilitate the regional development, fashion expert localisation and e-commerce development for the fashion industry. All these provide significant contributions to the fashion industry in Yu Hang District, Hangzhou, while facilitating the development of the Group's diversified business models.

During the 1H2026, the revenue from the property investment business amounted to HK$62.6 million, representing a decrease of 10.1%, as compared to HK$69.6 million during the 1H2025.

Liquidity and Financial Resources

During the 1H2026, the Group financed its working capital requirements principally through cash generated from its business operations and external financing, comprising long-term and short-term bank borrowings. As of 30 June 2026, the Group had cash and cash equivalents of HK$160.3 million, representing a decrease of HK$18.6 million as compared to HK$178.9 million as of 31 December 2025, together with pledged bank deposits of HK$4.8 million. The Group's total bank borrowings amounted to HK$872.1 million (31 December 2025: HK$770.8 million), of which HK$615.4 million (31 December 2025: HK$576.4 million) was classified as current liabilities. Such classification is determined in accordance with the applicable accounting standards and does not necessarily indicate that the relevant borrowings are contractually repayable within twelve months from the end of the reporting period. The debt-to-equity ratio (total borrowings as a percentage of total equity) was 58.6% (31 December 2025: 50.1%). The increase in the debt-to-equity ratio was primarily attributable to the additional borrowings drawn to finance the development of the China Ting International Fashion Base. As of 30 June 2026, the Group's current liabilities exceeded its current assets by HK$85.4 million.

As of 30 June 2026, the gearing ratio of the Group was higher than the gearing ratio set forth in a loan facility letter under which the amount of the Group's outstanding borrowing was HK$35.3 million. The lender has requested the Group to rectify the position on or before 31 May 2027 and has not demanded early repayment. The Directors are in discussion with the lender and are taking steps to rectify the position within the period allowed.

The Directors consider that, after taking into consideration the banking facilities currently available to the Group, the internal financial resources of the Group and the plans and measures referred to in note 1 to this announcement, the Group will have sufficient working capital to finance its operations and to meet its financial obligations as and when they fall due. The basis of preparation of the interim financial information, including the material uncertainty related to going concern, is set out in note 1 to this announcement, which should be read in conjunction with this section.

Contingent Liabilities

The Group had no material contingent liabilities as of 30 June 2026.

BUSINESS OUTLOOK

In the second half of 2026, the global market remains in a pattern of differentiated recovery. Geopolitical volatility, the evolution of international trade rules, and intensified regional competition continue to bring external pressure to the textile manufacturing industry. The domestic consumer market is showing a tiered recovery trend, with consumers placing greater emphasis on quality, functionality and cost-effectiveness, while competition in the non-essential consumer goods market has further intensified. Facing an external environment where opportunities and challenges coexist, efforts will be concentrated on the four major directions of global manufacturing capability building, brand retail value enhancement, high-quality operation of industrial parks, and exploration of emerging industries to strengthen core competitiveness, withstand industry cyclical fluctuations, and push forward the Group's businesses to achieve steady and sustainable development.

In the OEM/ODM manufacturing segment, continue to refine the advantages of overseas production capacity, complete the lean and intelligent iterative upgrade of the Cambodia production base, optimise production processes, strictly control product quality and delivery lead times, and fully leverage the strategic value of overseas bases in hedging against trade policy risks. Presence in core markets such as North America, Europe and RCEP member countries continues to be deepened, cooperative relationships with top strategic customers are maintained, and the acceptance of high-value-added and high-technology-content orders is prioritised. Investment in the research and development of functional fabrics, environmentally sustainable fabrics and products related to smart wearables is increased, technological barriers are strengthened, order profitability is enhanced through product differentiation, and the pool of quality customer resources is expanded.

The domestic retail business continues to advance deep omni-channel operations and accelerate brand value upgrading. Continuously improve the offline store experience system, deepen presence in online sectors such as social e-commerce and content live streaming, and leverage big data tools to achieve precision user operation, demand forecasting, and refined inventory management. Through cross-industry collaborations and private domain community operations, enrich the brand core and strengthen user stickiness. Implement an agile supply chain model featuring small-batch quick response, shorten product development and delivery cycles, respond rapidly to market trends, reduce costs and improve efficiency, and improve the operating quality of the retail segment.

The China Ting International Fashion Base implements precision investment promotion and operation, focusing on the introduction of high-quality enterprises from the upstream and downstream of the textile and apparel industry chain, improving industrial support facilities, amplifying the industrial agglomeration effect, and strengthening business synergies with the Group's core operations. On the basis of consolidating the core apparel business, prudently advance the diversification layout, actively engage with high-quality leading projects in sectors such as biopharmaceuticals and computing chips, carefully assess project risks, and explore new possibilities for business growth.

The Group calls on all employees to stay firmly confident in development, maintain strategic focus, remain committed to the core business, pursue pragmatic innovation, respond to external market changes from a global perspective, efficiently implement various operational initiatives, strive to achieve the operating targets for the second half of the year, and seize development opportunities in a complex and volatile market environment.

INTERIM DIVIDEND

The Board does not recommend the payment of any interim dividend for the 1H2026.

HUMAN RESOURCES

As of 30 June 2026, the Group employed a total of 4,450 employees in the Mainland China, Hong Kong, Cambodia, and the United States.

The Group recognises the importance of good relationships with its employees and has established an incentive bonus scheme for them, in which the benefits are determined based on the performance of the Group and individual employees, reviewable every year. The Directors believe that a comparative remuneration scheme, a safe and comfortable workplace, and career development opportunities are incentives for employees to excel in their areas of responsibilities.

Pursuant to the applicable laws and regulations, the Group has participated in relevant defined contribution retirement schemes administered by the Chinese government authorities for the Group's employees in the Mainland China. For the Group's employees in Hong Kong, all the arrangements pursuant to the mandatory provident fund requirements set forth under the Mandatory Provident Fund Schemes Ordinance (Chapter 485 of the Laws of Hong Kong) are duly implemented. The Group has also participated in, and made contributions to, the mandatory pension scheme administered by the National Social Security Fund of Cambodia for its employees in Cambodia, pursuant to the applicable laws and regulations of Cambodia. There is no mandatory retirement scheme under the applicable laws and regulations in the United States and the states in which the Group has business presence. The Group has not provided any retirement scheme for its employees in the United States.

CAPITAL EXPENDITURE AND COMMITMENTS

The Group exercised careful control over capital expenditure. The Group incurred capital expenditures of HK$12.2 million for the 1H2026 which was primarily used in the expansion of the first phase of China Ting International Fashion Base and the leasehold improvement of the Group's retail outlets and factories. Capital commitments contracted for but not incurred by the Group as of 30 June 2026 amounted to HK$1.8 million.

SUBSEQUENT EVENTS

There were no material subsequent events undertaken by the Group after 30 June 2026 and up to date of this announcement.

CAPITAL STRUCTURE

During the 1H2026, there has been no change in the capital structure of the Company. The capital of the Company comprises only ordinary shares.

TREASURY POLICIES AND EXPOSURE TO FLUCTUATION IN FOREIGN EXCHANGE RATES

The Company uses Hong Kong dollars ("**HK$**") as its functional currency and the Group's presentation currency. Since HK$ was pegged against United States dollars ("**USD**"), the Directors consider the Group's foreign currency exchange exposure arising from USD transactions to be minimal during the 1H2026.

The sales and purchase of raw materials of the Group are mainly denominated in USD and Renminbi ("**RMB**"). During the 1H2026, 27.6% and 72.4% of revenue were denominated in USD and RMB, respectively, and 5.3% and 94.7% of purchase of raw materials were denominated in USD and RMB, respectively.

As of 30 June 2026, 18.0%, 77.4%, 2.4% and 2.2% of cash and cash equivalents and pledged bank deposits were denominated in USD, RMB, EUR and HK$, respectively, and 10.8% and 89.2% of bank borrowings were denominated in HK$ and RMB, respectively.

Regarding the trade disputes between China and the United States, it is expected that on-going currency fluctuation of RMB against USD is unavoidable. To minimise the impact, the Group will monitor the foreign currency risk closely to ensure the net exposure is at an acceptable level. The Directors may consider using financial instruments to reduce the currency risk exposure when necessary. During the 1H2026, the Group did not use any financial instrument for hedging purpose.

PURCHASE, SALE AND REDEMPTION OF LISTED SECURITIES

There was no purchase, sale or redemption by the Company or any of its subsidiaries of the listed securities (including sales of treasury shares) of the Company during the 1H2026.

REVIEW OF INTERIM RESULTS

The audit committee (the "**Audit Committee**") of the Company has reviewed with the management of the Company the accounting principles and practices adopted by the Group and discussed internal controls and financial reporting matters with the management including the review of the unaudited interim financial information. The Audit Committee has reviewed the unaudited interim financial information for the 1H2026.

BDO Limited, the external auditors of the Company, have reviewed the unaudited interim condensed consolidated financial information for the 1H2026 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.

CORPORATE GOVERNANCE CODE

The Board is committed to enhancing the corporate governance of the Group, and the Group reviews and updates all such necessary measures in order to promote good corporate governance. The Company has complied with the applicable code provisions of the Corporate Governance Code as set forth in Part 2 of Appendix C1 to The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") during the 1H2026.

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 forth in Appendix C3 to the Listing Rules as the code of conduct regarding securities transactions by the Directors. Having made specific enquiries to the Directors, all Directors confirmed that they had complied with the required standard of dealings as set forth in the Model Code during the 1H2026.

PUBLICATION OF THE INTERIM REPORT

An interim report of the Company for the 1H2026 containing all the relevant information required by Appendix D2 to the Listing Rules and other applicable laws and regulations will be published on the websites of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk) and the Company (www.chinating.com.hk) in due course.

By Order of the Board
CHINA TING GROUP HOLDINGS LIMITED
TING Hung Yi
Executive Director and Chief Executive Officer

Hong Kong, 28 August 2026

As of the date of this announcement, the Board comprises the following Directors:

Executive Directors:
Mr. TING Man Yi *(Chairman)*
Mr. TING Hung Yi *(Chief Executive Officer)*
Mr. DING Jianer
Mr. CHEUNG Ting Yin, Peter

Independent non-executive Directors:
Mr. WONG Chi Keung
Mr. LEUNG Man Kit
Ms. LI Yuet Mui, Xera